

VILLAGE OF MUNDELEIN, ILLINOIS

Comprehensive Annual Financial Report

Year Ended April 30, 2011

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

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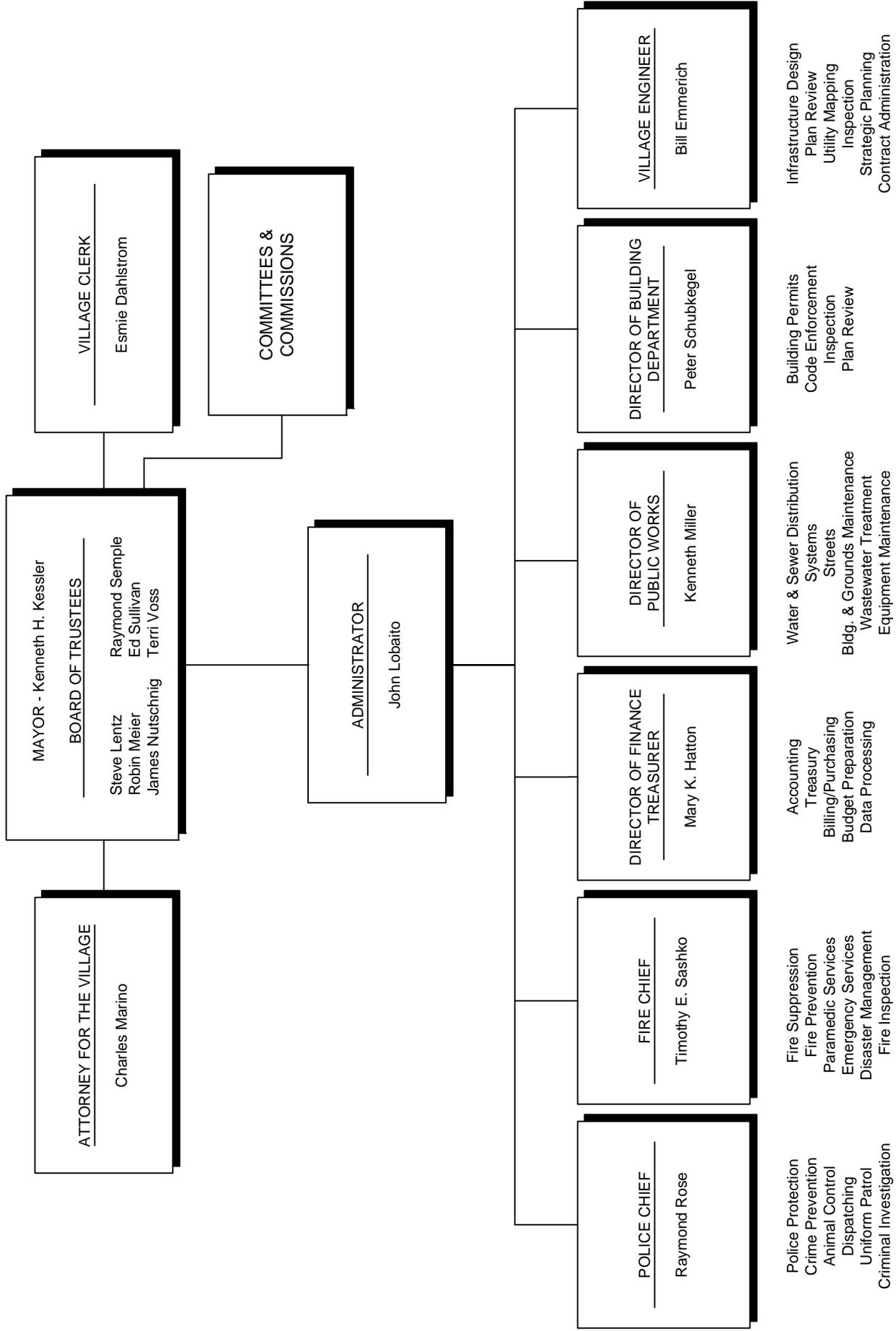
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Village of Mundelein, Illinois

Officers and Officials
April 30, 2011

<u>Title</u>	<u>Name</u>
Mayor	Kenneth H. Kessler
Trustee	Robin Meier
Trustee	Terry Voss
Trustee	Stephen J. Lentz
Trustee	Raymond T. Semple
Trustee	Edwin O. Sullivan
Trustee	James J. Nutschnig
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

PRINCIPAL OFFICERS





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

August 2, 2011

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, 2011 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 the Village as of, and for the year ended, April 30, 2011. 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 controls. 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 recognized that (1) the cost of control should not exceed the benefits likely to be derived; and (2) the evaluation of costs and benefits require estimates and judgment by Management.

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

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. 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 is good considering the overall economic downturn. Aggressive cost control measures, including additional staff reductions, furloughs, reduced work hours, and overtime reductions, continued for another year. This, combined with fund reserves, plus a moderate debt burden, a diversified tax base, and conservative revenue forecasting have mitigated the impacts of the

recession. Given the poor state of the general economy, the Village Board has been concerned to raising property taxes, preferring instead to reduce expenditures and use reserve funds to balance the budget. Economic growth remains slow. Sales tax revenue appear to be recovering but at a very slow pace. New construction in both the housing and business sectors is weak. The poor condition of the Illinois State finances, particularly with regards to the State's ability to make its shared revenue payments remains a concern.

There were no annexations to the Village this year and no new retail centers were constructed. New home starts for the period April 2010 to April 2011 totaled 43 units. It was another slow year for business construction, although there were a few bright spots. Medline Industries, an international manufacturer and distributor of healthcare supplies, occupied its new 130,000 square foot office addition and added approximately 150 jobs to the local economy. The Ruprecht Company, a privately held meat processor and distributor, opened its new facility, bringing an additional 100 employees into town. Alef Sausage began an 18,910 square foot, \$2,750,000 plant expansion. Larsen Manufacturing purchased a vacant building in anticipation of a plant expansion and consolidation. The Village of Mundelein leased its 160,000 square foot facility at 165 N. Archer Street to Hawley Street Partners (HSP). HSP has subleased the building to Sigma Services, KAP Printing, Eternabond, and Tighthead Brewing, which collectively lease approximately 112,000 square feet of manufacturing space and employ over 150 employees.

The Village continues to work with Weston Inc. to develop a site for the company's regional headquarters in downtown Mundelein. The project is moving forward. Funding has been secured for demolition and site development. Utility relocation planning has begun, and a conceptual site plan has been developed. In the year ahead, the Village and Weston Inc. will negotiate a redevelopment agreement to use the property for a residential, office, and commercial mixed-use development anchored by a new Village Hall and the Weston Corporate Office.

The Village anticipates another year of slow commercial, industrial, and residential development. The Weston project, continued development in Del Webb, scattered new housing construction, and small commercial projects will continue to provide the bulk of new economic growth.

Major Initiatives

The economic recession has continued to restrain residential and commercial development projects in the Village. The development outlook in the year ahead remains dim. However, there are a couple of bright spots. New home construction in the Grand Dominion subdivision, an age-restricted community, has been steady. The purchase of the 37-unit, Tall Grass Ridge housing development by Town and Country Homes in late 2010 brought new life to the project resulting in seven new home starts in early 2011. Negotiations for a mixed-use, residential/commercial development, featuring "upscale apartment units, is underway.

The development of a new Village comprehensive plan, which began in August 2009, concluded on July 11, 2011 when the Village Board adopted the 2011 Comprehensive Plan. The adoption of this long-awaited, much-needed plan is a major accomplishment. The plan gives the Village Board and planning staff a blueprint to guide future growth and development in both the private and public sectors. The next major planning initiative is the adoption of a new Zoning Ordinance. The overhaul of the Zoning Ordinance was delayed pending completion of the Comprehensive Plan. Adoption of a new Zoning Ordinance, which is now expected in the 3rd quarter of 2011, will also have a significant, positive impact on business and residential development in the Village.

The Village has continued to invest in the public infrastructure. Significant projects included: 1) Over \$2 million in local road repairs and related improvement to the water, sanitary and storm sewer systems in the adjacent

rights-of-way. 2) Resurfacing of Allanson Road funded by a \$300,000 State grant. 3) Reconstruction and re-lining of a primary interceptor sanitary sewer line.

Department Focus

Each year a Village department is highlighted in this section. This year, the Police Department has been selected for review. The Mundelein Police Department is comprised of 50 sworn police officers and 21 office personnel including dispatchers, records clerks, and a community service officer. The Department received National CALEA Certification again in 2009; and received the International Association Chiefs of Police "2010 Community Policing Award" for jurisdictions between 20,000 and 50,000.

The Department has also seen changes through the expansion of the Village and advancements in technology. With the addition of Del Webb subdivision and retail stores, patrol "beats" had to be restructured. Also, with new Computer Aided Dispatch software and computers in the patrol cars, the officers' vehicle has essentially become their office. Further technological advancements include the implementation of TASERS and other non-lethal tactics. CrimeStat has played a significant role in collecting crime statistics and using that intelligence in monthly meetings to discuss trends and strategic deployment of resources.

All of these efforts and modernization of the Department has added to the continuous decline in crime within the Village. Community policing has been a hallmark feature of the Mundelein Police Department for many years, and the Department's community policing program has won numerous Governors' Home Town awards over the years. Innovative community policing programs include the Mundelein Resource center, which provides information and assistance to disadvantaged residents; a police academy for senior citizens; a peer jury program; police officers at Mundelein High School and Carl Sandburg Middle School; DARE programs at all the elementary and middle schools; DARE roller-skating events; Bike Safety Rodeo; National Night Out events including a Flashlight Walk and Community Block Party; A-May Zing Mundelein, A Day of Caring; Cops and Bobbers Fishing Derby; Neighborhood Watch and Police Explorer Post.

This idea of community policing has expanded from not only the prevention of crime and apprehension of perpetrators, but also to the Department's response to victims. In 2006, Mundelein Police Department became one of three pilot sites in the nation to implement a national program, with the International Association Chiefs of Police (IACP), focusing on enhancing law enforcement response to victims. This strategy is intended to assist America's law enforcement community in embracing a philosophy that places crime victims' interests and needs at the zenith of response to crime and community problem-solving. In 2008, Mundelein received a Victim Services Award from the IACP, and this victim response program is now implemented in 18,000 police agencies across the nation.

Every sworn and non-sworn law enforcement employee plays a key role in enhancing response to victims. This effort is not simply the creation of a separate victim unit, but an integrated and inclusive effort that will extend to all branches and levels of law enforcement. What this has done for the Mundelein Police Department is change the philosophy on Department operations. Some of the major changes include amending policies and procedures, modifying the mission statement, and additional training for both sworn and civilian personnel. What crime victims want most is information on what is being done. This program is designed to provide that information and give a sense that the police are doing everything they can to better respond to victims.

Long Term Financial Planning

The Village Board approves a Capital Improvement Plan in conjunction with the annual adoption of the fiscal budget, which includes the projects anticipated during the next 5-year period. Projects are broken out into the following categories and include both funding sources and uses: Street Improvements, Transportation

Improvements, Stormwater Improvements, Water System Improvements, Sanitary Sewer System Improvements, Operations Improvements, Vehicle and Equipment Replacement and Other. There is a total of \$77.6 million dollars of projects included for the 5-year period with funding sources known for \$25.7 million dollars. The Long Term Planning process begins with the annual Board planning session each fall and works through the budget process each spring.

Other Information

Independent Audit. State statute requires an annual audit by independent certified public accountants. The firm of Clifton Gunderson, LLP was selected by the Village's audit committee to conduct the 2011 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 auditor's 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, 2010. This was the seventeenth 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.

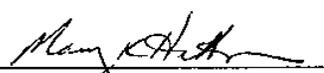
A Certificate of Achievement is valid for a period of one year only. We believe that our current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

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. Hutton
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, 2010

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.



President

Executive Director

Independent Auditor's Report

The Honorable Village President and
Members of the Board of Trustees
Village of Mundelein, Illinois
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 Village of Mundelein, Illinois as of and for the year ended April 30, 2011, which collectively comprise Village of Mundelein, Illinois' basic financial statements as listed in the table of contents. These financial statements are the responsibility of Village of Mundelein, Illinois' management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. 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 Village of Mundelein, Illinois as of April 30, 2011, 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.

In accordance with *Government Auditing Standards*, we have also issued our report dated October 25, 2011 on our consideration of Village of Mundelein, Illinois' internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

The management's discussion and analysis on pages 3 through 13 and the budgetary comparison information on page 61 and the schedules of Pension and OPEB funding progress on pages 62 through 64 are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Village of Mundelein, Illinois basic financial statements. The combining and individual fund financial statements and schedules listed in the table of contents 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 listed in the table of contents have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

Clifton Gunderson LLP

Milwaukee, Wisconsin
October 25, 2011

VILLAGE OF MUNDELEIN, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
April 30, 2011

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

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 \$4.7 million (or 3.3%) during the fiscal year ending April 30, 2011 (FYE11). The governmental net assets increased by \$4.7 million from FYE 10 and the business-type activities net assets remained unchanged from FYE 10.
- The governmental activities revenue increased by \$1.9 million (or 6.5%). The expenses decreased by \$2.3 million (or 8.0%). The contributions remained unchanged.
- The business-type activities revenues decreased by \$0.1 million (or 1.2%). The expenses increased by \$0.1 million (or 1.2%). The contributions remained unchanged.
- The total cost of all Village programs decreased by \$2.3 million (or 6.3%).

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 14-16) 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 page 16) is focused on both the gross and net cost of various activities (including governmental, business-type), which are supported by the government's general taxes and other resources. This is intended to summarize and simplify the user's analysis of the cost of various governmental services and/or subsidy to various business-type activities.

The Governmental Activities reflect the Village's basic services, including 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.

(See independent auditor's report.)

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

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 17-20) 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 25-26). 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 21-24) 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 18 and 20). 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.) had not been reported nor depreciated in governmental financial statements. GASB 34 requires that these assets be valued and reported within the Governmental column of the Government-wide Statements. Additionally, the government must elect to either (1) depreciate these assets over their estimated useful life or (2) develop a system of asset management designed to maintain the service delivery potential to near perpetuity. If the government develops the asset management system (the modified approach), which periodically (at least every third year), by category, measures and demonstrates its maintenance of locally established levels of service standards, the government may record its cost of maintenance in lieu of depreciation. The Village has 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.

(See independent auditor's report.)

**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 \$4.7 million from FYE10 – increasing from \$144.5 million to \$149.2 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 \$4.7 million from \$103.5 to \$108.2 million. The total net assets for business-type activities remained the same.

Table 1 reflects the condensed Statement of Net Assets compared to FYE10. 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, 2011
(In millions)**

	Governmental Activities		Business-type Activities		Total Primary Government	
	2011	2010	2011	2010	2011	2010
Current assets	42.8	40.7	10.4	9.5	53.2	50.2
Noncurrent assets	<u>102.9</u>	<u>93.1</u>	<u>33.7</u>	<u>35.0</u>	<u>136.6</u>	<u>128.1</u>
Total assets	145.7	133.8	44.1	44.5	189.8	178.3
Other liabilities	17.4	17.5	1.1	1.1	18.5	18.6
Long-Term liabilities	<u>20.1</u>	<u>12.8</u>	<u>2.0</u>	<u>2.4</u>	<u>22.1</u>	<u>15.2</u>
Total liabilities	37.5	30.3	3.1	3.5	40.6	33.8
Net assets:						
Invested in capital assets, net of debt	81.1	79.3	31.4	32.3	112.5	111.6
Restricted	11.3	8.6	7.0	6.8	18.3	15.4
Unrestricted	15.8	15.7	2.6	1.8	18.4	17.5
Total net assets	108.2	103.5	41.0	41.0	149.2	144.5

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.

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.

(See independent auditor's report.)

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

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 \$4.7 million increase in combined net assets (which is the Village's bottom line) was the result of governmental activities net assets increasing by \$4.7 million and the business-type activities net assets remaining the same. The governmental activities total assets increased by \$11.9 million and the governmental activities total liabilities increased by \$7.2 million. The change in total assets was the result of an increase of \$2.1 million in current and other assets and a \$9.8 million increase in capital assets. The change in total assets results predominantly from increase in amounts due from other governmental units. The change in capital assets results predominantly from the purchase of 10 acres of land in the Village's Tax Increment Financing district (TIF).

The increase in governmental activities total liabilities was the result of an increase in long-term liabilities of \$7.3 million and a decrease in other liabilities of \$0.1 million. The current liabilities change was predominantly the result of the change in the current portion of general obligation bonds. The long-term liabilities change was the result of issuing taxable bonds for the acquisition of land in the TIF district. 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 \$0.1 million.

Net assets for business-type activities remained the same. The business-type total assets decreased by \$0.4 million and the business-type activities total liabilities decreased by \$0.4 million. Total assets changed as a result of depreciation on 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, increased as plans for capital improvements have slowed down in this economy.

(See independent auditor's report.)

**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, 2011
(in millions)**

	Governmental Activities		Business-Type Activities		Total Primary Government	
	2011	2010	2011	2010	2011	2010
Revenues						
Program revenues:						
Charges for services	3.7	3.8	7.8	7.2	11.5	11.0
Operating grants and contributions	0.9	0.7	0.0	0.0	0.9	0.7
Capital grants and contributions	0.1	0.3	0.3	1.0	0.4	1.3
General revenues:						
Property Taxes	11.2	11.4	0.0	0.0	11.2	11.4
Other Taxes	14.2	12.0	0.0	0.0	14.2	12.0
Other	<u>0.9</u>	<u>0.9</u>	<u>0.1</u>	<u>0.1</u>	<u>1.0</u>	<u>1.0</u>
Total revenues	31.0	29.1	8.2	8.3	39.2	37.4
Expenses						
Governmental Activities						
General Government	8.6	6.6	0.0	0.0	8.6	6.6
Public Safety	15.4	17.2	0.0	0.0	15.4	17.2
Public Works	1.5	4.2	0.0	0.0	1.5	4.2
Interest on Debt	0.8	0.6	0.0	0.0	0.8	0.6
Business Type						
Waterworks and Sewerage	<u>0.0</u>	<u>0.0</u>	<u>8.2</u>	<u>8.1</u>	<u>8.2</u>	<u>8.1</u>
Total expenses	26.3	28.6	8.2	8.1	34.5	36.8
Excess (Deficiency) before Contributions	4.7	0.5	0.0	0.1	4.7	0.5
Contributions	0.0	0.0	0.0	0.0	0.0	0.0
Transfers in (out)	0.0	0.0	0.0	0.0	0.0	0.0
Change in Net Assets	<u>4.7</u>	<u>0.4</u>	<u>0.0</u>	<u>0.1</u>	<u>4.7</u>	<u>0.6</u>
Ending Net Assets	<u>108.2</u>	<u>103.5</u>	<u>41.0</u>	<u>41.0</u>	<u>149.2</u>	<u>144.5</u>

(See independent auditor's report.)

**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.

Expenses:

Introduction of New Programs - within the functional expenditure 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 \$1.9 million from \$29.1 to \$31.0 million.

The governmental activities program revenues for charges for service decreased \$0.1 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 remained the same.

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 decreased \$0.2 million as a result of the state of the economy. The Equalized Assessed Value (EAV) decreased 4.0% to \$933,153,023. For the first time in at least a decade, the State imposed a positive multiplier on the assessments of 2%. The Village increased the home-rule sales tax rate from ¾% to 1% effective 7-1-2006. In addition, telecommunication tax increased due to a rate increased from 1% to 4.5% effective 7-1-2006.

(See independent auditor's report.)

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

Expenses:

The Village's Governmental Activities total expenses decreased by \$2.3 million from \$28.6 to \$26.3 million.

The Village's General Government function expenses increased by \$2.0 million. The expenses consist of actual expenses 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. Personnel service costs decreased due to cost containment efforts and modifications to the benefit structure necessitated by the severe economic downturn. Further, other expense reductions were made as needed with the continuing recession.

The Village's Public Safety function expense decreased by \$1.8 million. Personnel service costs decreased due to cost containment efforts and modifications to the benefit structure necessitated by the severe economic downturn. Further, other expense reductions were made as needed with the continuing recession.

The Village's Public Works function expense decreased by \$2.7 million. Personnel service costs decreased due to cost containment efforts and modifications to the health benefit structure necessitated by the severe economic downturn.

Business-type Activities

Revenues:

Total Business-type Activity revenues decreased \$0.1 million from \$8.3 to \$8.2 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 reduced levels of total consumption. There was a decrease in program revenues for capital grants and contributions of \$0.7 million relating to the absence of any acceptance of public improvements during the year as was evident in the prior year.

Business-type activities general revenue remained the same.

Expenses:

Total Business-type activity expenses increased \$0.1 million from \$8.1 to \$8.2 million.

The Business-type activity expenses include personnel and benefit costs in conjunction with maintenance of infrastructure. Personnel service costs decreased due to cost containment efforts and modifications to the health benefit structure necessitated by the severe economic downturn and other expense reductions in response to the continuing recession. 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, 2011, the governmental funds reflect a combined fund balance of \$27.6 million, which is an increase of \$1.7 million. The primary reason for the General Fund's decrease of \$0.8 million in fund balance was the planned use of funds for balancing the operating budget during this recessionary period. The fund balance in the Nonmajor Governmental Funds increased by \$2.5 million as a result of planned savings for future capital projects. The Village implemented GASB 54. Per the policy adopted by the Village Board in April 2010, amounts budgeted in the first of the three year special projects budget constitutes unrestricted-committed funds and amounts budgeted in the second and third year of the three year special projects budget constitutes unrestricted-assigned funds.

(See independent auditor's report.)

**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 decreased by \$0.8 million due to a decrease in revenues over expenditures. Decreases in Taxes, including property tax, sales tax, home-rules sales tax, hotel-motel tax, and shared state taxes including income and use taxes decreases were significant as were decreases in investment income. Reductions in building and development permits, fees and donations make up the remaining decrease. The General Fund expenses increased by \$0.6 million.

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 and is approved by the Village Board annually. 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 expenses 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 FYE11, the Village Board adopted an appropriation transfer ordinance. This Ordinance was primarily for the purpose of transferring appropriation amounts within the fund. There was a supplemental appropriation made during the year to account for a Community Development Block Grant awarded during the year.

General Fund Budget Highlights

General Fund	Original Budget	FY 2011 (in Millions)	
		Amended Budget	Actual
Revenues and Transfers			
Taxes	17.0	17.0	17.9
Other	5.5	5.5	4.3
Transfers	=	=	=
Total	22.5	22.5	22.2
Expenditures and Transfers			
Expenditures	31.1	31.1	22.2
Transfers	<u>0.6</u>	<u>0.6</u>	<u>.8</u>
Total	31.7	31.7	23.0
Change in Fund Balance	<u>(9.2)</u>	<u>(9.2)</u>	<u>(0.8)</u>

The General Fund actual revenues were \$0.3 million less than the original budget. The Taxes category of revenues was \$0.9 million more than the original budget while the Other category of revenues was \$1.2 less than of the original budget. Changes in sales tax, Home-rule sales tax and income tax accounted for the majority of the difference. Additionally the recessionary impact on fees, charges, licenses and permits continue to be felt.

The General Fund actual expenditures were \$8.9 million less than the original budget and amended budget. During the year the Village deferred infrastructure improvements previously anticipated as a result of the recession and financial market distress. 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.

(See independent auditor's report.)

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

Capital Assets

At the end of FYE11, the Village's Governmental Fund had invested 101.5 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		Business-Type		Total Primary	
	Activities		Activities		Government	
	2011	2010	2011	2010	2011	2010
Land	48.0	41.1	1.7	1.7	49.7	42.8
CIP	1.0	0.9	0.7	0.7	1.7	1.6
Buildings	16.0	16.4	15.2	15.6	31.2	32.0
Land Improvements	0.4	0.5	0.0	0.0	0.4	0.5
Machinery & Equipment	2.1	2.0	0.8	0.9	2.9	2.9
Sidewalks	4.8	3.8	0.0	0.0	4.8	3.8
Streets	18.4	17.6	0.0	0.0	18.4	17.6
Traffic Signals	0.1	0.1	0.0	0.0	0.1	0.1
Storm Sewers	10.6	10.6	0.0	0.0	10.6	10.6
Water & Sanitary Sewer	<u>0.0</u>	<u>0.0</u>	<u>15.3</u>	<u>16.1</u>	<u>15.3</u>	<u>16.1</u>
	<u>101.5</u>	<u>93.1</u>	<u>33.7</u>	<u>35.0</u>	<u>135.2</u>	<u>128.0</u>

**Table 4
Change in Capital Assets
(in Millions)**

	Governmental Activities	Business – Type Activities	Total Primary Government
Beginning Balance	93.1	34.9	128.0
Additions			
Depreciable	3.5	0.9	4.4
Non-depreciable	6.9	0.0	6.9
CIP	2.6	0.9	3.5
Retirements			
Depreciable	(0.4)	(0.1)	(0.5)
Non-depreciable		0.0	0.0
CIP	(2.5)	(0.8)	(3.3)
Depreciation	<u>(1.7)</u>	<u>(2.1)</u>	<u>(3.8)</u>
Ending balance	<u>101.5</u>	<u>33.7</u>	<u>135.2</u>

Projects added to construction in progress for the Governmental Activities includes FYE11 Street Improvement project, Allanson Road Resurfacing, and US 45 Streetscape Improvements. The non-depreciable addition in the Governmental Activities category is the land purchased in the Tax Increment Financing District at 225 W. Hawley, formerly the Sigma property. Projects added to the Business-Type

(See independent auditor's report.)

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

Activities include water and sewer work in conjunction with the FYE11 Street Improvement Project, Loch Lomond Lift Station, Hawley Street Pressure valve project and New Aeration Main at the wastewater treatment facility.

Projects retired from construction in progress from the Governmental Activities include Lincoln Storm Drainage project, FYE11 Street Project, Deepwoods Retention Basin and Allanson Road Resurfacing. Projects retired from construction in progress for the Business-type Activities includes watermain and sanitary sewer components of the 2011 Street Improvement Projects, and Loch Lomond Lift Station.

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, 2010 the Village owed \$4.0 million and \$5.5 million in principal, respectively. The Village authorized the refunding of the 1998 series bonds and the advanced refunding of the 1999 series bonds, which settled during FYE 2011. The new 2010B General Obligation Bond issues has an outstanding balance of \$9.1 million. The Village of Mundelein's Moody's rating increased from AA2 to AA1 with the refunding and advanced refunding issues.

In 2005, the Village issued General Obligation Bonds for general corporate purposes including land acquisition and public improvements. As of April 30, 2011 the Village owes \$4.1 million in principal.

In 1998, the Village received an Illinois Environmental Protection Agency Loan under their revolving loan program. As of April 30, 2011 the Village owes \$2.3 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.

In July 2010 the Village issued \$7.1 million in Taxable General Obligation Bonds, Series 2010A. The proceeds of which were used to acquire land in the Tax Increment Financing district. As of April 30, 2011, the Village owes \$7.1 million in principal.

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

Economic Factors

According to the Congressional Budget Office in their January 2011 Budget and Economic Outlook summary, *"the United States faces daunting economic and budgetary challenges. The economy has struggled to recover from the recent recession, which was triggered by a large decline in house prices and a financial crisis—events unlike anything this country has seen since the Great Depression. During the recovery, the pace of growth in the nation's output has been anemic compared with that during most other recoveries since World War II, and the unemployment rate has remained quite high."* The Congress passed a Debt limit increase Bill in August 2011 at arguably the 11th hour following warnings from Moody's that the outlook was negative and Standard & Poor's indicated the United States might lose its AAA credit rating if it did not sharply rein in the deficit. Rising national, state and local unemployment levels have placed significant fiscal pressure on local governments to provide services to financially burdened citizens.

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.

(See independent auditor's report.)

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

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 ninety 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.

The national unemployment rate-seasonally adjusted for June 2011 was 9.2%. As of June 2011, the Bureau of Labor Statistics show the unemployment rate in Illinois at 9.2%, while the unemployment rate for May 2011 for the Chicago-Naperville-Joliet II-IN-WI Metropolitan Area was at 9.5%.

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.

(See independent auditor's report.)

BASIC FINANCIAL STATEMENTS

Village of Mundelein, Illinois
Statement of Net Assets
April 30, 2011

	Governmental Activities	Business-Type Activities	Total
Assets			
Current			
Cash and investments	\$ 26,606,247	\$ 1,495,169	\$ 28,101,416
Restricted cash and investments	-	7,328,750	7,328,750
Receivables			
Property taxes	12,194,580	-	12,194,580
Accounts	274,775	1,446,565	1,721,340
Accrued interest	76,313	14,407	90,720
Inventories	10,917	-	10,917
Due from other governments	3,258,337	-	3,258,337
Prepaid items	424,357	114,556	538,913
Total current assets	<u>42,845,526</u>	<u>10,399,447</u>	<u>53,244,973</u>
Noncurrent			
Net pension asset	1,236,349	-	1,236,349
Deferred charges	239,048	-	239,048
Capital assets (net of accumulated depreciation)			
Land	48,029,342	1,718,514	49,747,856
Construction in process	989,338	729,307	1,718,645
Buildings	16,025,517	15,167,691	31,193,208
Improvements other than buildings	441,818	15,302,279	15,744,097
Machinery, equipment and vehicles	2,060,216	808,856	2,869,072
Sidewalks	4,779,267	-	4,779,267
Streets, curbs and gutters	18,442,283	-	18,442,283
Traffic signals	65,924	-	65,924
Storm sewers	10,621,560	-	10,621,560
Net capital assets	<u>101,455,265</u>	<u>33,726,647</u>	<u>135,181,912</u>
Total noncurrent assets	<u>102,930,662</u>	<u>33,726,647</u>	<u>136,657,309</u>
Total assets	<u>145,776,188</u>	<u>44,126,094</u>	<u>189,902,282</u>

The accompanying notes are an integral part of this statement.

Village of Mundelein, Illinois
Statement of Net Assets - Continued
April 30, 2011

	Governmental Activities	Business-Type Activities	Total
Liabilities			
Current			
Accounts payable	\$ 848,296	\$ 541,358	\$ 1,389,654
Accrued payroll	684,983	88,891	773,874
Accrued interest payable	438,452	-	438,452
Refundable deposits	-	98,408	98,408
Unearned property tax revenue	12,303,318	-	12,303,318
Compensated absences payable	671,122	71,245	742,367
Other liabilities	324,311	-	324,311
Pension contributions payable	1,838,406	-	1,838,406
Net other post-employment obligation	61,101	-	61,101
General obligation bonds payable	209,995	-	209,995
IEPA loan payable	-	284,906	284,906
Total current liabilities	<u>17,379,984</u>	<u>1,084,808</u>	<u>18,464,792</u>
Noncurrent			
IEPA loan payable	-	2,065,187	2,065,187
General obligation bonds payable, net	<u>20,158,461</u>	<u>-</u>	<u>20,158,461</u>
Total noncurrent liabilities	<u>20,158,461</u>	<u>2,065,187</u>	<u>22,223,648</u>
Total liabilities	<u>37,538,445</u>	<u>3,149,995</u>	<u>40,688,440</u>
Net Assets			
Invested in capital assets, net of related debt			
	81,086,809	31,376,554	112,463,363
Restricted			
Debt service	962,363	-	962,363
Capital improvements	4,255,677	6,990,152	11,245,829
Other improvements	4,352,083	-	4,352,083
Employee benefits	1,183,912	-	1,183,912
Public safety	552,699	-	552,699
Unrestricted	<u>15,844,200</u>	<u>2,609,393</u>	<u>18,453,593</u>
Total net assets	<u>\$ 108,237,743</u>	<u>\$ 40,976,099</u>	<u>\$ 149,213,842</u>

The accompanying notes are an integral part of this statement.

Village of Mundelein, Illinois
Statement of Activities
Year Ended April 30, 2011

Functions/Programs	Expenses	Program Revenues			Net (Expense), Revenue and Changes in Net Assets		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total
Governmental activities							
General government	\$ 8,587,371	\$ 1,046,464	\$ -	\$ -	\$ (7,540,907)	\$ -	\$ (7,540,907)
Public safety	15,471,938	1,784,929	66,402	-	(13,620,607)	-	(13,620,607)
Public works	1,553,992	892,685	875,979	134,341	349,013	-	349,013
Interest expense	768,561	-	-	-	(768,561)	-	(768,561)
Total governmental activities	<u>26,381,862</u>	<u>3,724,078</u>	<u>942,381</u>	<u>134,341</u>	<u>(21,581,062)</u>	<u>-</u>	<u>(21,581,062)</u>
Business-type activities							
Waterworks and sewerage	8,272,120	7,801,986	-	335,411	-	(134,723)	(134,723)
Total business-type activities	<u>8,272,120</u>	<u>7,801,986</u>	<u>-</u>	<u>335,411</u>	<u>-</u>	<u>(134,723)</u>	<u>(134,723)</u>
Total	\$ 34,653,982	\$ 11,526,064	\$ 942,381	\$ 469,752	(21,581,062)	(134,723)	(21,715,785)

General revenues and transfers:

 General revenues

 Taxes

Property taxes	11,244,158	-	11,244,158
Sales tax	4,496,336	-	4,496,336
Home rule sales tax	3,182,449	-	3,182,449
Hotel occupation tax	252,141	-	252,141
Income tax	3,655,567	-	3,655,567
Use tax	473,595	-	473,595
Road and bridge tax	153,244	-	153,244
911 surcharge tax	309,247	-	309,247
Replacement tax	100,501	-	100,501
Telecommunications tax	889,548	-	889,548
Other taxes	651,797	-	651,797
Investment income	796,401	135,299	931,700
Miscellaneous	121,118	-	121,118
Total general revenues	<u>26,326,102</u>	<u>135,299</u>	<u>26,461,401</u>

Change in net assets	4,745,040	576	4,745,616
Net assets - beginning	<u>103,492,703</u>	<u>40,975,523</u>	<u>144,468,226</u>

Net assets - ending	<u>\$ 108,237,743</u>	<u>\$ 40,976,099</u>	<u>\$ 149,213,842</u>
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The accompanying notes are an integral part of this statement.

Village of Mundelein, Illinois
Balance Sheet - Governmental Funds
April 30, 2011

	General Fund	Capital Projects Fund	Nonmajor Governmental Funds	Total Governmental Funds
Assets				
Cash and investments	\$ 14,362,538	\$ 123,019	\$ 12,120,690	\$ 26,606,247
Receivables				
Property taxes	7,522,394	-	4,672,186	12,194,580
Accounts	274,741	-	34	274,775
Accrued interest	53,797	-	22,516	76,313
Inventories	10,917	-	-	10,917
Due from other funds	-	-	324,311	324,311
Due from other governments	3,194,490	-	63,847	3,258,337
Prepaid items	423,549	-	808	424,357
	<u>25,842,426</u>	<u>123,019</u>	<u>17,204,392</u>	<u>43,169,837</u>
Total assets	<u>\$ 25,842,426</u>	<u>\$ 123,019</u>	<u>\$ 17,204,392</u>	<u>\$ 43,169,837</u>
Liabilities				
Accounts payable	\$ 568,399	\$ 123,019	\$ 156,878	\$ 848,296
Accrued payroll	547,523	-	137,460	684,983
Deferred property taxes	8,723,061	-	4,672,186	13,395,247
Due to other funds	324,311	-	-	324,311
Other liabilities	-	-	324,311	324,311
	<u>10,163,294</u>	<u>123,019</u>	<u>5,290,835</u>	<u>15,577,148</u>
Total liabilities	<u>10,163,294</u>	<u>123,019</u>	<u>5,290,835</u>	<u>15,577,148</u>
Fund Balances				
Nonspendable	434,466	-	808	435,274
Restricted	-	-	11,745,186	11,745,186
Unrestricted - Committed	2,501,720	-	90,000	2,591,720
Unrestricted - Assigned	5,317,476	-	77,563	5,395,039
Unrestricted - Unassigned	7,425,470	-	-	7,425,470
	<u>15,679,132</u>	<u>-</u>	<u>11,913,557</u>	<u>27,592,689</u>
Total fund balances	<u>15,679,132</u>	<u>-</u>	<u>11,913,557</u>	<u>27,592,689</u>
	<u>\$ 25,842,426</u>	<u>\$ 123,019</u>	<u>\$ 17,204,392</u>	<u>\$ 43,169,837</u>
Total liabilities and fund balances	<u>\$ 25,842,426</u>	<u>\$ 123,019</u>	<u>\$ 17,204,392</u>	<u>\$ 43,169,837</u>

The accompanying notes are an integral part of this statement.

Village of Mundelein, Illinois
Reconciliation of the Balance Sheet of the Governmental Funds
to the Statement of Net Assets
April 30, 2011

Total fund balances-governmental funds	\$ 27,592,689
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.	101,455,265
Other long-term assets are not available to pay for current period expenditures and, therefore, are deferred in the funds.	1,091,929
Issue costs paid on long-term debt are not financial resources and, therefore, are not reported in the funds.	239,048
Some liabilities, including bonds and notes payable, are not due and payable in the current period and, therefore, are not reported in the funds.	
Pension contributions payable	(1,838,406)
Accrued interest payable	(438,452)
Net other post-employment obligation	(61,101)
Net pension asset	1,236,349
General obligation bonds payable	(20,365,000)
Unamortized bond discount/(premium)	(142,388)
Deferred amount on refunding	138,932
Compensated absences	<u>(671,122)</u>
Net assets of governmental activities	<u>\$ 108,237,743</u>

The accompanying notes are an integral part of this statement.

Village of Mundelein, Illinois
Statement of Revenues, Expenditures, and Changes in Fund Balances -
Governmental Funds
Year Ended April 30, 2011

	General Fund	Capital Projects Fund	Nonmajor Governmental Funds	Total Governmental Funds
Revenues				
Charges for services	\$ 1,022,291	\$ -	\$ 32,956	\$ 1,055,247
Licenses and permits	1,185,785	-	-	1,185,785
Intergovernmental	-	-	942,464	942,464
Grants	455,870	-	90,000	545,870
Donations	167,823	-	-	167,823
Fines and forfeits	773,175	-	-	773,175
Fees	-	-	130,436	130,436
Property taxes	6,826,216	-	4,417,942	11,244,158
Sales tax	3,945,385	-	550,951	4,496,336
Home rule sales tax	2,898,172	-	284,277	3,182,449
Hotel occupation tax	252,141	-	-	252,141
Income tax	2,563,638	-	-	2,563,638
Use tax	473,595	-	-	473,595
Road and bridge tax	-	-	153,244	153,244
911 surcharge tax	-	-	309,247	309,247
Replacement tax	28,595	-	71,906	100,501
Telecommunications tax	889,548	-	-	889,548
Other taxes	9,809	-	641,988	651,797
Interest	586,277	83	210,041	796,401
Miscellaneous	121,118	-	-	121,118
Total revenues	<u>22,199,438</u>	<u>83</u>	<u>7,835,452</u>	<u>30,034,973</u>
Expenditures				
Current				
General government	7,107,883	7,003,960	1,199,794	15,311,637
Public safety	13,396,143	-	305,344	13,701,487
Public works	1,728,382	-	1,784,529	3,512,911
Pension contributions	-	-	1,570,964	1,570,964
Debt service				
Principal	-	-	690,000	690,000
Interest and fiscal charges	-	116,930	693,288	810,218
Total expenditures	<u>22,232,408</u>	<u>7,120,890</u>	<u>6,243,919</u>	<u>35,597,217</u>
Excess (deficiency) of revenues over expenditures	<u>(32,970)</u>	<u>(7,120,807)</u>	<u>1,591,533</u>	<u>(5,562,244)</u>
Other financing sources (uses)				
Proceeds from long term debt	-	7,100,000	9,135,000	16,235,000
Payment to refunded bond escrow agent	-	-	(9,144,369)	(9,144,369)
Premium on long term debt	-	20,807	155,446	176,253
Transfer in	-	-	792,000	792,000
Transfer out	(792,000)	-	-	(792,000)
Total other financing sources (uses)	<u>(792,000)</u>	<u>7,120,807</u>	<u>938,077</u>	<u>7,266,884</u>
Net change in fund balances	(824,970)	-	2,529,610	1,704,640
Fund balances - beginning	<u>16,504,102</u>	<u>-</u>	<u>9,383,947</u>	<u>25,888,049</u>
Fund balances - ending	<u>\$ 15,679,132</u>	<u>\$ -</u>	<u>\$ 11,913,557</u>	<u>\$ 27,592,689</u>

The accompanying notes are an integral part of this statement.

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, 2011

Net change in fund balances-total governmental funds \$ 1,704,640

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 (\$10,542,447 current additions less \$2,121,389 depreciation). 8,421,058

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.

Bond proceeds	(16,235,000)
Principal retirement	690,000
Payment to refunded bond escrow agent	9,144,369
Premium on long term debt	(176,253)
Amortization of (discount)/premium	15,432
Amortization of deferred amount on refunding	(15,437)
Issuance costs paid	259,112
Amortization of issuance costs	(20,064)

Revenue in the statement of activities not providing current financial resources are not reported as revenues in the funds. 1,091,929

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	(18,216)
Increase in net pension asset	(175,808)
Increase in other post-employment obligation	(21,704)
Increase in pension contributions payable	154,899
Decrease in accrued interest payable	(197,386)
Increase in compensated absences	<u>123,469</u>

Change in net assets of governmental activities \$ 4,745,040

The accompanying notes are an integral part of this statement.

Village of Mundelein, Illinois
Proprietary Fund
Statement of Net Assets
April 30, 2011

	Business-Type Activities
	Waterworks and Sewerage Fund
Assets	
Current	
Cash and investments	\$ 1,495,169
Restricted cash and investments	7,328,750
Accounts receivable	1,446,565
Accrued interest receivable	14,407
Prepaid expenses	114,556
	10,399,447
Noncurrent	
Capital assets, net of accumulated depreciation	33,726,647
Total assets	44,126,094
Liabilities	
Current	
Accounts payable	541,358
Accrued payroll	88,891
Deposits payable	98,408
Compensated absences	71,245
IEPA loan payable	284,906
Total current liabilities	1,084,808
Noncurrent	
IEPA loan payable	2,065,187
Total liabilities	3,149,995
Net Assets	
Invested in capital assets, net of related debt	31,376,554
Restricted for capital improvements	6,990,152
Unrestricted	2,609,393
Total net assets	\$ 40,976,099

The accompanying notes are an integral part of this statement.

Village of Mundelein, Illinois
Proprietary Fund
Statement of Revenues, Expenses, and Changes in Fund Net Assets
Year Ended April 30, 2011

	Business-Type Activities Waterworks and Sewerage Fund
Operating revenues	
Charges for services	
Water and sewer sales	\$ 7,801,986
Operating expenses	
(excluding depreciation)	5,936,366
Operating income before depreciation	1,865,620
Depreciation	2,261,821
Operating loss	(396,201)
Nonoperating revenues (expenses)	
Interest income	135,299
Interest expense	(73,933)
Total nonoperating revenues (expenses)	61,366
Decrease in net assets before capital contributions and transfers	(334,835)
Capital contributions	
Developer donation of capital assets	107,223
Transfer of capital assets from governmental activities	131,213
Expansion fees	96,975
Change in net assets	576
Net assets - beginning	40,975,523
Net assets - ending	\$ 40,976,099

The accompanying notes are an integral part of this statement.

Village of Mundelein, Illinois
Proprietary Fund - Statement of Cash Flows
Year Ended April 30, 2011

	Business-Type Activities <hr/> Waterworks and Sewerage Fund <hr/>
Cash flows from operating activities	
Cash received from residents for services	\$ 7,708,353
Payments to employees	(1,813,035)
Payments to suppliers	<u>(4,298,658)</u>
Net cash provided by operating activities	<u>1,596,660</u>
Cash flows from capital and related financing activities	
Capital assets purchased	(793,866)
Cash received from residents for escrow deposits	3,946
Cash received from residents for expansion fees	96,975
Principal paid on IEPA note payable	(276,847)
Interest paid on IEPA note payable	<u>(73,933)</u>
Net cash used in capital and related financing activities	<u>(1,043,725)</u>
Cash flows from investing activities	
Sales of investment securities	(126,075)
Cash receipts from interest income	<u>132,346</u>
Net cash provided by investing activities	<u>6,271</u>
Net increase in cash and equivalents	559,206
Cash and equivalents - beginning	<u>4,821,047</u>
Cash and equivalents - ending	<u>\$ 5,380,253</u>

(Continued)

The accompanying notes are an integral part of this statement.

Village of Mundelein, Illinois
Proprietary Fund - Statement of Cash Flows (Continued)
Year Ended April 30, 2011

	Business-Type Activities <hr/> Waterworks and Sewerage Fund
<hr/>	
Reconciliation of operating loss to net cash provided by operating activities	
Operating loss	\$ <u>(396,201)</u>
Adjustments to reconcile operating loss to net cash provided by operating activities	
Depreciation	2,261,821
Loss on disposal of capital assets	3,967
Changes in assets and liabilities	
Accounts receivable	(93,633)
Due to other funds	(107,223)
Prepaid items	(8,048)
Accounts payable	(29,706)
Accrued payroll	(13,441)
Compensated absences payable	(20,876)
Total adjustments	<u>1,992,861</u>
Net cash provided by operating activities	<u>\$ 1,596,660</u>
Reconciliation to Statement of Net Assets	
Cash and investments	
Cash and cash equivalents	\$ 5,380,253
Investments	<u>3,443,666</u>
	<u>\$ 8,823,919</u>
Summary of noncash financing activities	
Village contributions of capital assets	\$ 131,213
Developer contributions of capital assets	107,223
	<u>\$ 238,436</u>

The accompanying notes are an integral part of this statement.

Village of Mundelein, Illinois
Pension Trust Funds and Agency Funds - Statement of Fiduciary Net Assets
April 30, 2011

	Pension Trust Funds	Agency Funds
Assets		
Cash and equivalents	\$ 257,646	\$ 1,060,261
Investments		
U.S. government and agency obligations	15,013,888	-
Money market funds	2,053,636	-
Mutual funds	8,580,029	-
Common Stock	4,787,578	-
The Illinois Funds Investment Pool	1,563,027	-
	32,255,804	1,060,261
Receivables		
Pension contributions	1,838,406	-
Accrued interest	92,254	-
Total assets	\$ 34,186,464	\$ 1,060,261
Liabilities		
Deposits payable	\$ -	\$ 258,913
Other liabilities	-	801,348
Total liabilities	-	1,060,261
Net Assets		
Held in trust for pension benefits	\$ 34,186,464	\$ -

The accompanying notes are an integral part of this statement.

Village of Mundelein, Illinois
Pension Trust Funds - Statement of Changes in Fiduciary Net Assets
Year Ended April 30, 2011

Additions	
Contributions	
Employer	\$ 1,923,171
Participants	<u>655,595</u>
	<u>2,578,766</u>
Investment income	
Net appreciation in fair value of investments	1,952,698
Interest income	631,395
Less investment expenses	<u>(123,757)</u>
	<u>2,460,336</u>
Total additions	<u>5,039,102</u>
Deductions	
Administration	20,913
Pension benefits and refunds	<u>1,866,799</u>
Total deductions	<u>1,887,712</u>
Change in net assets	3,151,390
Net assets - beginning	<u>31,035,074</u>
Net assets - ending	<u><u>\$ 34,186,464</u></u>

The accompanying notes are an integral part of this statement.

Village of Mundelein, Illinois
Notes to Financial Statements
April 30, 2011

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.

Village of Mundelein, Illinois
Notes to Financial Statements
April 30, 2011

Note 1. Summary of Significant Accounting Policies (Continued)

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

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.

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 (pension trust and 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 Capital Projects 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 fund:

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.

Capital Projects Fund – This fund accounts for bond proceeds that are restricted for use in specific capital projects of the Village.

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.

Village of Mundelein, Illinois
Notes to Financial Statements
April 30, 2011

Note 1. Summary of Significant Accounting Policies (Continued)

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

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.

Village of Mundelein, Illinois
Notes to Financial Statements
April 30, 2011

Note 1. Summary of Significant Accounting Policies (Continued)

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

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.

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 and proprietary fund 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.

Village of Mundelein, Illinois
Notes to Financial Statements
April 30, 2011

Note 1. Summary of Significant Accounting Policies (Continued)

(g) Capital Assets (continued)

Depreciation of capital assets is recorded in the Statement of Activities with accumulated depreciation recorded in the government-wide and proprietary fund financial statements 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
Vehicles	5-15
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.

(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. Failure to use vacation time within the stipulated period results in the employee forfeiting the unused portion of the vacation. Compensated absences therefore are recorded as a current liability on the fund and government-wide 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.

Village of Mundelein, Illinois
Notes to Financial Statements
April 30, 2011

Note 1. Summary of Significant Accounting Policies (Continued)

(j) Long-Term Obligations (continued)

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 governmental fund financial statements, governmental funds report nonspendable fund balance for amounts that cannot be spent because they are either:

- a. not in spendable form; or
- b. legally or contractually required to be maintained intact.

Restricted fund balance is reported when constraints placed on the use of resources are either:

- a. externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments; or
- b. imposed by law through constitutional provisions or enabling legislation.

Committed fund balance is reported for amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the Village board.

Assigned fund balance is reported for amounts that are constrained by the Village management's intent to be used for specific purposes, but is neither restricted nor committed.

Unassigned fund balance is the residual classification for the General Fund.

When committed, assigned, and unassigned amounts are available for use, it is the Village's policy to use committed resources first, then assigned resources, then unassigned resources as they are needed.

(l) Capital Contributions

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

Village of Mundelein, Illinois
Notes to Financial Statements
April 30, 2011

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 are recorded at 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.

Village of Mundelein, Illinois
Notes to Financial Statements
April 30, 2011

Note 2. Legal Compliance – Budgets (Continued)

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.

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, supplementary appropriations were necessary.

As of April 30, 2011, 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, 2011, 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, 2011, the Village's bank balance totaled \$3,046,621, of which, \$2,260,314 was insured and collateralized.

Village of Mundelein, Illinois
Notes to Financial Statements
April 30, 2011

Note 3. Deposits and Investments (Continued)

(b) Investments

As of April 30, 2011, 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	\$ 29,830,353	\$ 2,398,762	\$ 18,018,799	\$ 8,639,942	\$ 772,850
GNMA securities	164,042		14,252	3,264	146,526
U.S. Government agencies - other	5,627,437	485,219	2,197,184	102,206	2,842,828
Money market - fixed income*	2,285,228	2,285,228	-	-	-
Money market - equity	1,103,657	1,103,657	-	-	-
Mutual Funds	8,580,029	8,580,029	-	-	-
Common Stock	4,787,577	4,787,577	-	-	-
The Illinois Funds Investment Pool*	14,483,577	14,483,577	-	-	-
Total	\$ 66,861,900	\$ 34,124,049	\$ 20,230,235	\$ 8,745,412	\$ 3,762,204

* Weighted average maturity is less than one year.

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, 2011, 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	\$ 1,909,267	AAA
FNMA	3,317,792	AAA
FHLB	400,378	AAA
Money market - fixed income:		
Allegiance	380,672	AAA
Morgan Stanley	59,741	AAA
Madison	495,923	AAA
Wintrust	817,939	AAA
National City	257,645	AAA
Oak Ridge	154,037	AAA
McDonnel	119,271	AAA
The Illinois Funds Investment Pool	14,483,577	AAA

Village of Mundelein, Illinois
Notes to Financial Statements
April 30, 2011

Note 3. Deposits and Investments (Continued)

(b) Investments (continued)

Custodial Credit Risk. For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the Village will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. 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, however, the Village did not have more than 5 percent of the Village's investments with any one issuer.

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 Funds' 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. Since the 2010 property tax levy is levied to finance the operations of the fiscal year beginning May 1, 2011, the 2010 property tax levy is deferred (unearned) as of year end.

Village of Mundelein, Illinois
Notes to Financial Statements
April 30, 2011

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, 2011, is as follows:

	Balance May 1	Additions or Transfers	Deletions and Transfers	Balance April 30
Governmental activities:				
Capital assets not being depreciated:				
Land	\$ 41,112,438	\$ 6,916,904	\$ -	\$ 48,029,342
Construction in process	932,382	2,578,899	2,521,943	989,338
	<u>42,044,820</u>	<u>9,495,803</u>	<u>2,521,943</u>	<u>49,018,680</u>
Capital assets being depreciated:				
Buildings	19,989,772	-	-	19,989,772
Land improvements	2,553,381	-	-	2,553,381
Machinery and equipment	8,064,229	391,182	131,305	8,324,106
Sidewalks	5,895,971	1,107,877	17,161	6,986,687
Streets, curbs and gutters	34,413,116	1,834,768	219,424	36,028,460
Traffic signals	310,488	-	-	310,488
Storm sewers	14,162,441	234,760	3,438	14,393,763
	<u>85,389,398</u>	<u>3,568,587</u>	<u>371,328</u>	<u>88,586,657</u>
Less accumulated depreciation for:				
Buildings	3,566,591	397,664	-	3,964,255
Land improvements	2,037,488	74,075	-	2,111,563
Machinery and equipment	6,050,191	331,101	117,402	6,263,890
Sidewalks	2,114,758	106,466	13,804	2,207,420
Streets, curbs and gutters	16,790,828	1,014,773	219,424	17,586,177
Traffic signals	229,040	15,524	-	244,564
Storm sewers	3,592,899	181,786	2,482	3,772,203
	<u>34,381,795</u>	<u>2,121,389</u>	<u>353,112</u>	<u>36,150,072</u>
Total capital assets being depreciated, net	<u>51,007,603</u>	<u>1,447,198</u>	<u>18,216</u>	<u>52,436,585</u>
Governmental activities capital assets, net	<u>\$ 93,052,423</u>	<u>\$ 10,943,001</u>	<u>\$ 2,540,159</u>	<u>\$ 101,455,265</u>

Village of Mundelein, Illinois
Notes to Financial Statements
April 30, 2011

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, 2011, is as follows:

	Balance May 1	Additions	Deletions and Adjustments	Balance April 30
Business-type activities				
Capital assets not being depreciated:				
Land	\$ 1,718,514	\$ -	\$ -	\$ 1,718,514
Construction in process	657,331	886,933	814,957	729,307
	<u>2,375,845</u>	<u>886,933</u>	<u>814,957</u>	<u>2,447,821</u>
Capital assets being depreciated:				
Buildings	20,849,088	-	19,350	20,829,738
Improvements other than buildings including Water/Sewer system	36,248,195	738,347	-	36,986,542
Machinery, equipment and vehicles	3,442,775	221,979	111,771	3,552,983
	<u>60,540,058</u>	<u>960,326</u>	<u>131,121</u>	<u>61,369,263</u>
Less accumulated depreciation for:				
Buildings	5,263,805	413,625	15,383	5,662,047
Improvements other than buildings including Water/Sewer system	20,164,738	1,529,563	10,038	21,684,263
Machinery, equipment and vehicles	2,527,227	318,633	101,733	2,744,127
	<u>27,955,770</u>	<u>2,261,821</u>	<u>127,154</u>	<u>30,090,437</u>
Total capital assets being depreciated, net	<u>32,584,288</u>	<u>(1,301,495)</u>	<u>3,967</u>	<u>31,278,826</u>
Business-type activities capital assets, net	<u>\$ 34,960,133</u>	<u>\$ (414,562)</u>	<u>\$ 818,924</u>	<u>\$ 33,726,647</u>

Village of Mundelein, Illinois
Notes to Financial Statements
April 30, 2011

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	\$ 202,341	\$ -
Public safety	441,780	-
Public works	<u>1,477,268</u>	<u>2,261,821</u>
	<u>\$ 2,121,389</u>	<u>\$ 2,261,821</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, 2011:

	Balance May 1	Issuances	Retirements	Balance April 30	Due Within One Year
Compensated absences	\$ 794,591	\$ 801,486	\$ 924,955	\$ 671,122	\$ 671,122
General obligation bonds	13,810,000	16,235,000	9,680,000	20,365,000	210,000
(Discount)/Premium on bonds	(18,433)	176,253	15,432	142,388	15,432
Deferred amount on refundings	<u>-</u>	<u>(154,369)</u>	<u>(15,437)</u>	<u>(138,932)</u>	<u>(15,437)</u>
Total	<u>\$ 14,586,158</u>	<u>\$ 17,058,370</u>	<u>\$ 10,604,950</u>	<u>\$ 21,039,578</u>	<u>\$ 881,117</u>

(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, 2011.

	Balance May 1	Issuances	Retirements	Balance April 30	Due Within One Year
Compensated absences	\$ 92,121	\$ 103,319	\$ 124,195	\$ 71,245	\$ 71,245
IEPA loan payable	<u>2,626,940</u>	<u>-</u>	<u>276,847</u>	<u>2,350,093</u>	<u>284,906</u>
Total	<u>\$ 2,719,061</u>	<u>\$ 103,319</u>	<u>\$ 401,042</u>	<u>\$ 2,421,338</u>	<u>\$ 356,151</u>

Village of Mundelein, Illinois
Notes to Financial Statements
April 30, 2011

Note 6. Long-Term Obligations (Continued)

(c) Changes in Long-Term Obligations

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

Issue	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	\$ 4,005,000	\$ -	\$ 4,005,000	\$ -
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	5,470,000	-	5,470,000	-
General Obligation Bond Series of 2005 due in annual installments of \$210,000 to \$360,000 through December 1, 2025 plus interest at 3.5 to 4.2%	Debt Service Fund	4,335,000	-	205,000	4,130,000
General Obligation Bond Series of 2010 due in annual installments of \$310,000 to \$645,000 through June 15, 2029 plus interest at 2% to 3.25%	Debt Service Fund	-	7,100,000	-	7,100,000
General Obligation Bond Series of 2010 due in annual installments of \$625,000 to \$1,175,000 through June 15, 2019 plus interest at 2% to 3.25%	Debt Service Fund	-	9,135,000	-	9,135,000
Total General Obligation Bonds		<u>\$ 13,810,000</u>	<u>\$ 16,235,000</u>	<u>\$ 9,680,000</u>	<u>\$ 20,365,000</u>
Notes Payable					
IEPA Note payable due in annual installments of \$350,780 including interest at 2.89%, through October 1, 2018	Waterworks and Sewerage	<u>\$ 2,626,940</u>	<u>\$ -</u>	<u>\$ 276,847</u>	<u>\$ 2,350,093</u>

Village of Mundelein, Illinois
Notes to Financial Statements
April 30, 2011

Note 6. Long-Term Obligations (Continued)

(d) Debt Service Requirements to Maturity

Annual debt service requirements to maturity are as follows:

Fiscal Year	Governmental		Business-Type	
	General Obligation Bonds		IEPA Note Payable	
	Principal	Interest	Principal	Interest
2012	\$ 210,000	\$ 767,486	\$ 284,906	\$ 65,874
2013	840,000	740,545	293,200	57,581
2014	1,200,000	720,346	301,734	49,046
2015	1,235,000	692,796	310,517	40,263
2016	1,570,000	664,483	319,556	31,224
2017 - 2021	8,585,000	2,617,370	840,180	36,770
2022 - 2026	3,845,000	1,363,726	-	-
2027 - 2030	2,880,000	528,601	-	-
Totals	<u>\$ 20,365,000</u>	<u>\$ 8,095,351</u>	<u>\$ 2,350,093</u>	<u>\$ 280,758</u>

(e) Advance Refunding

On July 27, 2010, the Village deposited \$9,144,369 with an escrow to advance refund \$3,775,000 of the General Obligation Bond Series 1998 and \$5,215,000 of the General Obligation Bonds Series 1999, by issuing \$9,135,000 in General Obligation Refunding Bonds Series 2010 B. The General Obligation Bond Series 1998 and 1999 were subsequently called by the escrow agent during the year. The debt service requirements on the old debt balance totaled \$11,297,768. The debt service requirements on the new debt balance totaled \$10,534,559. The economic gain on the refunding using a 2.63% effective interest rate was \$756,649.

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

Village of Mundelein, Illinois
Notes to Financial Statements
April 30, 2011

Note 8. Defined Benefit Pension Plans (Continued)

(a) Illinois Municipal Retirement System (continued)

Funding Policy

As set by statute, employer regular plan members are required to contribute 4.50 percent of their annual covered salary. The statutes require employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The employer contribution rate for calendar year 2010 was 12.27 percent of annual covered payroll. The Village also contributes for disability benefits, death benefits and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by the IMRF Board of Trustees, while the supplemental retirement benefits rate is set by statute.

Annual Pension Cost

The Village's annual pension cost of \$906,869 for the regular plan was equal to the Village's required and actual contributions.

Three-Year Trend information is as follows:

For Fiscal Year	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Asset (Obligation)
2011	\$ 906,869	100 %	\$ -
2010	939,560	100	-
2009	893,117	100	-

The required contribution for 2011 was determined as part of the December 31, 2008 actuarial valuation using the entry age normal actuarial cost method. The actuarial assumptions at December 31, 2008 included (a) 7.50 percent investment rate of return (net of administrative and direct investment expenses), (b) projected salary increases of 4.00% a year, attributable to inflation, (c) additional projected salary increases ranging from 0.4% to 10% per year depending on age and service, attributable to seniority/merit, and (d) post retirement benefit increases of 3% annually. The actuarial value of the Village's regular plan assets was determined using techniques that spread the effects of short-term volatility in the market value of investments over a five-year period with a 20% corridor between the actuarial and market value of assets. The Village's regular plan's unfunded actuarial accrued liability at December 31, 2008 is being amortized as a level percentage of projected payroll on an open 30 year basis.

Funded Status and Funding Progress

As of December 31, 2010, the most recent actuarial valuation date, the regular plan was 69.2 percent funded. The actuarial accrued liability for benefits was \$20,666,365 and the actuarial value of assets was \$14,301,106, resulting in an underfunded actuarial accrued liability (UAAL) of \$6,365,259. The covered payroll (annual payroll of active employees covered by the plan) was \$7,390,949, and the ratio of the UAAL to the covered payroll was 86 percent.

Village of Mundelein, Illinois
Notes to Financial Statements
April 30, 2011

Note 8. Defined Benefit Pension Plans (Continued)

(a) Illinois Municipal Retirement System (continued)

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

(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, 2011, the Police Pension Plan membership consisted of:

Retirees and beneficiaries currently receiving benefits	31
Terminated employees entitled to benefits but not yet receiving them	-
Current employees	
Vested	31
Nonvested	<u>18</u>
Total	<u><u>80</u></u>

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 2.5% of final salary for each year of service 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.

Surviving spouses receive 100% of final salary for fatalities resulting from an act of duty, or otherwise the greater of 50% of final salary or the employee's retirement benefit. Employees disabled in the line of duty receive 65% of final salary.

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.

Village of Mundelein, Illinois
Notes to Financial Statements
April 30, 2011

Note 8. Defined Benefit Pension Plans (Continued)

(b) Police Pension (continued)

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 2033 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 Net Pension Asset

For fiscal year 2011, the Village's annual pension cost was \$1,393,816. The Village's actual contribution was \$1,260,019. For a description of the significant actuarial assumptions, see "Significant Actuarial Assumptions."

The net pension asset was \$681,793. It was comprised of the following components:

Annual required contribution	\$ 1,408,065
Interest on the NPO	(53,282)
Adjustment to the ARC	<u>39,033</u>
Annual pension cost	1,393,816
Contributions made	<u>1,260,019</u>
Decrease in pension asset	133,797
Pension asset at May 1, 2010	<u>815,590</u>
Pension asset at April 30, 2011	<u>\$ 681,793</u>

The net pension asset of \$681,793 is also reported by the Village in the government-wide Statement of Net Assets at April 30, 2011.

Three-Year Trend Information for the Police Pension

For Fiscal Year	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Asset
2011	\$ 1,393,816	90.4 %	\$ 681,793
2010	1,203,764	112.9	815,590
2009	1,047,033	116.1	659,739

Village of Mundelein, Illinois
Notes to Financial Statements
April 30, 2011

Note 8. Defined Benefit Pension Plans (Continued)

(b) Police 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	\$1,278,281
FNMA	\$2,210,456

(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 report.

The Firefighters' Pension Plan membership consisted of:

Retirees and beneficiaries currently receiving benefits	10
Terminated employees entitled to benefits but not yet receiving them	-
Current employees	
Vested	14
Nonvested	10
Total	34

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 an annual retirement benefit of one-half of the salary attached to the rank held in the fire service on the last day of service. 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 10 years but less than 20 years of credited service may retire at or after age 60 and receive a reduced retirement benefit.

Village of Mundelein, Illinois
Notes to Financial Statements
April 30, 2011

Note 8. Defined Benefit Pension Plans (Continued)

(c) Firefighters' Pension (continued)

Surviving spouses receive 100% of final salary for fatalities resulting from an act of duty, or otherwise the greater of 54% of the final salary or the monthly retirement pension that the deceased firefighter was receiving at the time of death. Surviving children receive 12% of the final salary. The maximum family survivor benefit is 75% of final salary. Employees disabled in the line of duty receive 65% of final salary.

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 original pension and 3% annually thereafter.

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 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 2033 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 Net Pension Asset

For fiscal year 2011, the Village's annual pension cost was \$605,161. The Village's actual contribution was \$554,556. For a description of the significant actuarial assumptions, see "Significant Actuarial Assumptions."

The net pension asset was \$554,556. It was comprised of the following components:

Annual required contribution	\$	616,329
Interest on the NPO		(41,760)
Adjustment to the ARC		<u>30,592</u>
Annual pension cost		605,161
Contributions made		<u>563,150</u>
Decrease in pension asset		42,011
Pension asset at May 1, 2010		<u>596,567</u>
Pension asset at April 30, 2011	\$	<u><u>554,556</u></u>

Village of Mundelein, Illinois
Notes to Financial Statements
April 30, 2011

Note 8. Defined Benefit Pension Plans (Continued)

(c) Firefighters' Pension (continued)

Three-Year Trend Information for the Firefighters' Pension

For Fiscal Year	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Asset
2011	\$ 605,161	93.1 %	\$ 554,556
2010	451,809	148.4	596,567
2009	438,756	121.0	377,694

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:

FNMA	\$1,107,336
------	-------------

(d) Police Pension and Firefighters' Pension

Summary of Significant Accounting Policies and Plan Asset Matters

The financial statements for the Police and Firefighters' Pension Trust Funds 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. Administrative costs for the Police and Firefighters' Pension Plans are financed primarily through investment earnings. Investments are reported at fair value. Short-term investments are reported at cost, which approximates fair value.

Village of Mundelein, Illinois
Notes to Financial Statements
April 30, 2011

Note 8. Defined Benefit Pension Plans (Continued)

(d) Police Pension and Firefighters' Pension (continued)

Funded Status and Funding Progress – Pension Trust Funds

The funded status of the Police and Firefighters' Pension Plans as of May 1, 2011, the most recent actuarial valuation date, is as follows:

	(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)
Police	\$ 19,958,293	\$ 33,317,658	\$ 13,359,365	59.90 %	\$ 3,796,023	351.93 %
Firefighters'	14,228,171	17,229,447	3,001,276	82.58	1,896,605	158.24

The schedules of funding progress, presented as required supplementary information (RSI) following the notes to the financial statements, present multi-year trend information about whether the actuarial values of plan assets are increasing or decreasing over time relative to the AAL's for benefits.

(e) Pension Fund Financial Statements

	Police Pension	Firefighters' Pension	Total
Assets			
Cash and investments			
Cash and equivalents	\$ 157,708	\$ 99,938	\$ 257,646
Investments			
U.S. government and agency obligations	7,314,310	7,699,578	15,013,888
Money market funds	1,760,009	293,627	2,053,636
Mutual funds	3,414,085	5,165,944	8,580,029
Common Stock	4,787,578	-	4,787,578
The Illinois Funds Investment Pool	1,200,324	362,703	1,563,027
	<u>18,634,014</u>	<u>13,621,790</u>	<u>32,255,804</u>
Receivables			
Pension contributions	1,302,589	535,817	1,838,406
Accrued interest	21,690	70,564	92,254
	<u>1,324,279</u>	<u>606,381</u>	<u>1,930,660</u>
Total Assets	<u>19,958,293</u>	<u>14,228,171</u>	<u>34,186,464</u>
Net Assets			
Held in trust for pension benefits	<u>\$ 19,958,293</u>	<u>\$ 14,228,171</u>	<u>\$ 34,186,464</u>

Village of Mundelein, Illinois
Notes to Financial Statements
April 30, 2011

Note 8. Defined Benefit Pension Plans (Continued)

(e) Pension Fund Financial Statements (continued)

	Police Pension	Firefighters' Pension	Totals
Additions			
Contributions			
Employer	\$ 1,360,021	\$ 563,150	\$ 1,923,171
Participants	474,578	181,017	655,595
	<u>1,834,599</u>	<u>744,167</u>	<u>2,578,766</u>
Investment income			
Net appreciation in fair value of investments	1,314,754	637,944	1,952,698
Interest income	266,000	365,395	631,395
Less investment expenses	<u>(84,478)</u>	<u>(39,279)</u>	<u>(123,757)</u>
	<u>1,496,276</u>	<u>964,060</u>	<u>2,460,336</u>
Total additions	<u>3,330,875</u>	<u>1,708,227</u>	<u>5,039,102</u>
Deductions			
Administration	10,554	10,359	20,913
Pension benefits and refunds	<u>1,291,146</u>	<u>575,653</u>	<u>1,866,799</u>
Total deductions	<u>1,301,700</u>	<u>586,012</u>	<u>1,887,712</u>
Change in net assets	2,029,175	1,122,215	3,151,390
Net assets - beginning	<u>17,929,118</u>	<u>13,105,956</u>	<u>31,035,074</u>
Net assets - ending	<u>\$ 19,958,293</u>	<u>\$ 14,228,171</u>	<u>\$ 34,186,464</u>

Village of Mundelein, Illinois
Notes to Financial Statements
April 30, 2011

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, 2008	May 1, 2011	May 1, 2011
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 – Open Basis	Level Percentage of Projected Payroll – Closed Basis	Level Percentage of Projected Payroll – Closed Basis
Significant Actuarial Assumptions			
(a) Remaining Amortization Period (Years)	30	30	30
(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%	(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 Financial Statements
April 30, 2011

Note 9. Other Post-Employment Benefits (OPEB)

Plan Description

In addition to providing the pension benefits described in Note 8, the Village provides post-employment health care benefits (OPEB) for retired employees. The Village of Mundelein Group Health Plan (the Plan) is a single-employer defined benefit healthcare plan administered by the Village. The Plan provides medical and dental insurance benefits to eligible retirees and their dependents. The benefits, benefit levels, employee contributions and employer contributions are governed by the Village Board and can only be amended by the Village Board. The Plan is not accounted for as a trust fund and an irrevocable trust has not been established. The Village does not issue a Plan financial report.

Funding Policy

The contribution requirements of plan members and the Village are established and may be amended by the Village Board and are detailed in the "Plan Document and Summary Plan Description." The required contribution is based on projected pay-as-you-go financing requirements. For fiscal year 2011, the Village contributed \$42,732 to the plan.

Annual OPEB Cost and Net OPEB Obligation

The Village's annual other postemployment benefit (OPEB) cost (expense) is calculated based on the annual required contribution of the employer (ARC), an amount actuarially determined in accordance with the parameters of GASB Statement 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed thirty years. The following table shows the components of the Village's annual OPEB cost for the year, the amount actually contributed to the plan, and changes in the Village's net OPEB obligation to the Plan:

Annual required contribution (ARC)	\$ 63,779
Interest on net OPEB obligation	1,970
Adjustment to annual required contribution	<u>(1,313)</u>
Annual OPEB cost	64,436
Contribution made	<u>42,732</u>
Increase in net OPEB obligation	21,704
Net OPEB obligation beginning of year	<u>39,397</u>
Net OPEB obligation end of year	<u>\$ 61,101</u>

Village of Mundelein, Illinois
Notes to Financial Statements
April 30, 2011

Note 9. Other Post-Employment Benefits (OPEB) (Continued)

Annual OPEB Cost and Net OPEB Obligation (continued)

The Village's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for 2011 and 2010 were as follows:

Fiscal Year Ending	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
4/30/2011	\$ 64,436	66.32%	\$ 61,101
4/30/2010	55,683	85.60%	39,397

Funded Status and Funding Progress

For fiscal year 2011, the plan was 100% unfunded. The actuarial accrued liability for benefits was \$845,565, and the actuarial value of assets was \$0 (zero), resulting in an unfunded actuarial accrued liability (UAAL) of \$845,565. The covered payroll (annual payroll of active employees covered by the plan) was \$13,361,054, and the ratio of the UAAL to the covered payroll was 6.33 percent.

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

Village of Mundelein, Illinois
Notes to Financial Statements
April 30, 2011

Note 9. Other Post-Employment Benefits (OPEB) (Continued)

Actuarial Methods and Assumptions

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and the plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

In the April 30, 2011 actuarial valuation (most recent available), the entry age actuarial cost method was used. The actuarial assumptions included a 5.0 percent investment rate of return (net of administrative expenses), which is a blended rate of the expected long-term investment returns on plan assets and on the employer's own investments calculated based on the funded level of the plan at the valuation date, and an annual healthcare cost trend rate of 8 percent initially, reduced by decrements to an ultimate rate of 6 percent ultimately. Both rates included a 3.0 percent inflation assumption. The actuarial value of assets was determined using market value. The UAAL is being amortized as a level percentage of projected payroll on an open basis. The remaining amortization period at April 30, 2011, was 30 years.

Note 10. Interfund Activity

Due To/From Other Funds

The composition of interfund balances as of April 30, 2011, is as follows:

Receivable Fund	Payable Fund	Amount
Nonmajor Special Revenue Funds	General Fund	\$ 324,311

The interfund balance of \$324,311 represents sales tax revenue in the General Fund from the Mundelein Crossing incentive agreement which once collected is then due to the Mundelein Crossing special revenue fund.

In addition, amounts totaling \$1,838,406 were due from governmental activities to the Pension Trust Funds at April 30, 2011, representing pension contributions payable for which the Village has levied a property tax and will liquidate the liability as tax collections are received.

Village of Mundelein, Illinois
Notes to Financial Statements
April 30, 2011

Note 10. Interfund Activity (Continued)

Transfers In/Transfers Out

Receiving Fund/Disbursing Fund	Detail	Amount
Nonmajor Special Revenue Funds		
General Fund	Subsidy for capital projects funding	\$ 182,000
Nonmajor Debt Service Fund		
General Fund	Partial abatement of debt	<u>610,000</u>
		<u>\$ 792,000</u>

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. Amounts are 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 \$324,311 are recorded as a liability and will be paid to the developer under the terms of the agreement.

Village of Mundelein, Illinois
Notes to Financial Statements
April 30, 2011

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 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.

The Village's payments to IRMA are displayed on the financial statements as expenditures / expenses in the appropriate funds. Each member assumes the first \$1,000 of each occurrence for the years prior to 2004 and \$2,500 for each occurrence in 2004 and subsequent years. Beginning in 2005, members were given the option to assume higher deductibles. 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.

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 commercial 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.

Village of Mundelein, Illinois
Notes to Financial Statements
April 30, 2011

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

The members of the Agency and their percentage shares based on a formula 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.

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.

Village of Mundelein, Illinois
Notes to Financial Statements
April 30, 2011

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

Summary Financial Information of Joint Venture

Summary of Financial Position as of November 30, 2010 (latest data available):

<u>Assets</u>		<u>Liabilities and Net Assets</u>	
Current assets	\$ 2,149,335	Current liabilities	\$ 125,266
Restricted assets	120,000	Net assets invested in capital assets	1,412,734
Capital assets	<u>1,412,734</u>	Restricted net assets	120,000
		Unrestricted net assets	<u>2,024,069</u>
		Total Liabilities and Net Assets	
Total Assets	<u>\$ 3,682,069</u>		<u>\$ 3,682,069</u>

Summary of Revenues, Expenses and Changes in Fund Equity for the year ended November 30, 2010:

Total revenues	\$ 3,032,123
Total expenses	<u>1,449,292</u>
Change in net assets	1,582,831
Net assets	
Beginning of year	<u>1,973,972</u>
End of year	<u>\$ 3,556,803</u>

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

Village of Mundelein, Illinois
Notes to Financial Statements
April 30, 2011

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

Summary Financial Information of Joint Venture (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 2011.

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 2011 street renovations subsequent to April 30, 2011 for approximately \$1.6 million.

There are various other contracts totaling approximately \$1.2 million with remaining commitments of approximately \$.3 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.

Village of Mundelein, Illinois
Notes to Financial Statements
April 30, 2011

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

During the past three years, the Governmental Accounting Standards Board has issued several statements that will affect governmental reporting.

In March 2009, the Governmental Accounting Standards Board issued Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*. The requirements in this Statement will improve financial reporting by providing fund balance categories and classifications that will be more easily understood. Elimination of the *reserved* component of fund balance, as currently reported in the balance sheet, in favor of a *restricted* classification will provide consistency between information reported in the government-wide statements and information in the governmental fund financial statements. The Village implemented this Statement for the year ending April 30, 2011.

In June 2009, the Governmental Accounting Standards Board issued Statement No. 57, *OPEB Measurements by Agent Employers and Agent Multiple-Employer Plans*. The statement addresses issues related to the use of the alternative measurement method and the frequency and timing of measurement by employers that participate in agent multiple-employer other postemployment benefit plans. The Village will implement the requirements of this standard beginning with the year ending April 30, 2013.

In June 2010, the Governmental Accounting Standards Board issued Statement No. 59, *Financial Instruments Omnibus*. This statement addresses financial reporting for financial instruments. The statement provides financial reporting guidance of certain financial instruments and external investment pools for which significant issues have been identified in practice. The Village will implement the requirements of this standard beginning with the year ending April 30, 2012.

In November 2010, the Governmental Accounting Standards Board issued Statement No. 60, *Accounting and Financial Reporting for Service Concession Arrangements*. This statement addresses accounting and financial reporting for service concession arrangements. The statement provides accounting and reporting guidance by establishing recognition, measurement, and disclosure requirements for service concession arrangements for both transferors and governmental operators, requiring governments to account for and report service concession arrangements in the same manner. The Village will implement the requirements of this standard beginning with the year ending April 30, 2013.

In November 2010, the Governmental Accounting Standards Board issued Statement No. 61, *The Financial Reporting Entity: Omnibus – an amendment of GASB Statements No. 14 and No. 34*. This statement modifies certain requirements for inclusion of component units in the financial reporting entity. The Village will implement the requirements of this statement beginning with the year ending April 30, 2014.

Village of Mundelein, Illinois
Notes to Financial Statements
April 30, 2011

Note 16. New Governmental Accounting Standards (Continued)

In December 2010, the Governmental Accounting Standards Board issued Statement No. 62, Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements. This statement is the codification of accounting and financial reporting guidance contained in pre-November 30, 1989 FASB and AICPA pronouncements. The statement will improve financial reporting by contributing to efforts to codify all sources of generally accepted accounting principles for state and local governments so that they derive from a single source. It will result in a more consistent application of applicable guidance in financial statements of state and local governments. The Village will implement the requirements of this standard beginning with the year ending April 30, 2013.

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

Note 17. Subsequent Events

Management evaluated subsequent events through October 25, 2011, the date the financial statements were available to be issued. Events or transactions occurring after April 30, 2011, but prior to October 25, 2011 that provide additional evidence about conditions that existed at April 30, 2011, have been recognized in the financial statements for the year ended April 30, 2011. Events or transactions that provided evidence about conditions that did not exist at April 30, 2011 but arose before the financial statements were available to be issued have not been recognized in the financial statements for the year ended April 30, 2011.

This information is an integral part of the accompanying 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, 2011

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues				
Charges for services	\$ 1,000,000	\$ 1,000,000	\$ 1,022,291	\$ 22,291
Licenses and permits	1,400,000	1,400,000	1,185,785	(214,215)
Grants	1,500,000	1,500,000	455,870	(1,044,130)
Donations	200,000	200,000	167,823	(32,177)
Fines and forfeits	800,000	800,000	773,175	(26,825)
Taxes	17,000,000	17,000,000	17,887,099	887,099
Interest	400,000	400,000	586,277	186,277
Miscellaneous	200,000	200,000	121,118	(78,882)
Total revenues	<u>22,500,000</u>	<u>22,500,000</u>	<u>22,199,438</u>	<u>(300,562)</u>
Expenditures				
Current				
General government	11,980,200	11,980,200	7,107,883	4,872,317
Public safety	15,037,000	15,037,000	13,396,143	1,640,857
Public works	4,100,000	4,100,000	1,728,382	2,371,618
Total expenditures	<u>31,117,200</u>	<u>31,117,200</u>	<u>22,232,408</u>	<u>8,884,792</u>
Excess (deficiency) of revenues over expenditures	<u>(8,617,200)</u>	<u>(8,617,200)</u>	<u>(32,970)</u>	<u>8,584,230</u>
Other financing sources (uses)				
Transfers out	<u>(610,000)</u>	<u>(610,000)</u>	<u>(792,000)</u>	<u>(182,000)</u>
Net change in fund balance	<u>\$ (9,227,200)</u>	<u>\$ (9,227,200)</u>	<u>\$ (824,970)</u>	<u>\$ 8,402,230</u>
Fund balance - beginning			<u>16,504,102</u>	
Fund balance - ending			<u>\$ 15,679,132</u>	

The accompanying notes are an integral part of this statement.

**Village of Mundelein, Illinois
Required Supplementary Information
Analysis of Funding Progress
April 30, 2011**

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)
12/31/03	\$ 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
12/31/08	14,717,730	20,747,359	6,029,629	70.94	8,148,879	73.99
12/31/09	15,251,755	22,306,235	7,054,480	68.37	8,572,624	82.29
12/31/10	14,301,106	20,666,365	6,365,259	69.20	7,390,949	86.12

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)
05/01/04	\$ 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
05/01/09	15,478,019	30,469,387	14,991,368	50.80	3,975,254	377.12
05/01/10	17,929,118	31,682,527	13,753,409	56.59	4,003,044	343.57
05/01/11	19,958,293	33,317,658	13,359,365	59.90	3,796,023	351.93

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)
05/01/04	\$ 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
05/01/09	11,567,232	15,500,056	3,932,824	74.63	1,974,594	199.17
05/01/10	13,105,956	16,303,694	3,197,738	80.39	2,012,398	158.90
05/01/11	14,228,171	17,229,447	3,001,276	82.58	1,896,605	158.24

The accompany notes are an integral part of this schedule.

Village of Mundelein, Illinois
Required Supplementary Information
Employer Contributions
April 30, 2011

Illinois Municipal Retirement Fund

Actuarial Valuation Date	Annual Required Contribution	Percentage Contributed	
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	
12/31/08	893,117	100	
12/31/09	939,560	100	
12/31/10	909,869	100	

Police Pension Fund

Actuarial Valuation Date	Annual Required Contribution	Percentage Contributed	
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	
05/01/09	1,056,713	115.09	
05/01/10	1,216,190	111.79	
05/01/11	1,408,065	89.49	

Firefighters' Pension Fund

Actuarial Valuation Date	Annual Required Contribution	Percentage Contributed	
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	
05/01/09	445,089	119.32	
05/01/10	459,563	145.94	
05/01/11	616,329	91.37	

The accompanying notes are an integral part of this schedule.

Village of Mundelein, Illinois
Required Supplementary Information
Other Post-Employment Benefits
Year Ended April 30, 2011

Analysis of Funding Progress

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (b)	Unfunded Actuarial Accrued Liability (UAAL) (b) - (a)	Funded Ratio (a)/(b)	Covered Payroll (c)	UAAL as a Percentage of Annual Covered Payroll ((b - a) / c)
4/30/2009	\$ -	\$ 762,942	\$ 762,942	0.00%	\$ 15,015,758	5.08%
4/30/2010	-	740,127	740,127	0.00%	15,124,000	4.89%
4/30/2011	-	845,565	845,565	0.00%	13,361,054	6.33%

Employer Contributions

Fiscal Year Ending	Annual Required Contribution	Percentage Contributed
4/30/2009	\$ 65,859	52.30%
4/30/2010	55,683	85.60%
4/30/2011	64,436	66.30%

Information is presented for as many years as is available. The Village implemented GASB Statement No. 45 in fiscal year 2009.

The accompanying notes are an integral part of this schedule.

Village of Mundelein, Illinois
Notes to Required Supplementary Information
April 30, 2011

Note 1. Budgetary Basis of Accounting

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

Note 2. Other Post-Employment Benefits

The Village adopted the provisions of GASB Statement No. 45, *Accounting and Financial Reporting by Employees for Post-Employment Benefits Other Than Pension*, during fiscal year 2009. As such, only three years of data is included in the required supplementary information.

**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, 2011

	Original Budget	Final Budget	Actual
General government			
Executive			
Personal services	\$ 80,000	\$ 80,000	\$ 77,520
Professional development	40,000	40,000	23,715
Professional services	10,000	10,000	4,103
Property services	6,000	6,000	3,978
Other services	1,000	1,000	4
Supplies	-	1,000	979
Communications	1,000	1,000	179
Office equipment	1,000	1,000	652
Contingent	61,000	60,000	-
Total executive	<u>200,000</u>	<u>200,000</u>	<u>111,130</u>
Board and commission			
Professional development	6,000	6,000	751
Professional services	120,000	120,000	74,765
Property services	35,000	35,000	22,022
Maintenance services	6,000	6,000	-
Community services	4,000	5,000	4,063
Other services	35,000	35,000	2,448
Supplies	30,000	30,000	16,351
Utilities	2,000	4,000	2,615
Maintenance materials	2,000	2,000	998
Contingent	60,000	57,000	-
Total board and commission	<u>300,000</u>	<u>300,000</u>	<u>124,013</u>
Other general government			
Personal services	150,000	150,000	-
Professional services	850,000	850,000	652,414
Property services	50,000	50,000	25,457
Maintenance services	50,000	50,000	19,803
Other services	50,000	50,000	232
Communications	10,000	10,000	-
Land	8,000	43,000	35,963
Office equipment	75,000	75,000	71,439
Other equipment	150,000	150,000	138,602
Machinery	17,000	52,000	119,137
Infrastructure improvement	3,500,000	3,500,000	2,104,342
Bond principal	700,000	700,000	-
Contingent	670,200	600,200	-
Total other general government	<u>6,280,200</u>	<u>6,280,200</u>	<u>3,167,389</u>

(Continued)

Village of Mundelein, Illinois
General Fund
Schedule of Expenditures - Budget and Actual -
by Function and Object (Continued)
Year Ended April 30, 2011

	Original Budget	Final Budget	Actual
General government (Continued)			
Administration			
Personal services	\$ 1,220,000	\$ 1,270,000	\$ 1,058,734
Fringe benefits	320,000	320,000	211,686
Professional development	24,000	24,000	10,575
Professional services	130,000	130,000	91,007
Property services	100,000	100,000	60,695
Maintenance services	15,000	15,000	9,286
Community services	130,000	130,000	108,196
Other services	20,000	20,000	9,697
Supplies	40,000	40,000	26,982
Safety equipment	2,000	2,000	228
Communications	70,000	70,000	45,934
Utilities	3,000	3,000	1,186
Maintenance materials	5,000	5,000	1,502
Office equipment	6,000	9,000	6,458
Contingent	115,000	62,000	(135)
Total administration	<u>2,200,000</u>	<u>2,200,000</u>	<u>1,642,031</u>
Finance			
Personal services	575,000	585,000	408,457
Fringe benefits	100,000	100,000	79,819
Professional development	7,000	7,000	4,019
Professional services	360,000	360,000	245,789
Property services	55,000	55,000	33,572
Maintenance services	4,000	4,000	798
Other services	20,000	20,000	39,947
Supplies	25,000	25,000	12,894
Communications	7,000	7,000	3,540
Maintenance materials	2,000	2,000	22.00
Office equipment	5,000	5,000	1,410
Contingent	140,000	130,000	35,351
Total finance	<u>1,300,000</u>	<u>1,300,000</u>	<u>865,618</u>

(Continued)

Village of Mundelein, Illinois
General Fund
Schedule of Expenditures - Budget and Actual -
by Function and Object (Continued)
Year Ended April 30, 2011

	Original Budget	Final Budget	Actual
General government (Continued)			
Community development			
Personal services	\$ 625,000	\$ 655,000	\$ 574,000
Fringe benefits	140,000	140,000	116,343
Professional development	10,000	10,000	3,526
Professional services	12,000	12,000	1,029
Property services	60,000	60,000	33,287
Maintenance services	6,000	6,000	1,684
Other services	3,000	3,000	883
Supplies	9,000	9,000	4,411
Personal safety equipment	1,000	2,000	1,202
Communications	9,000	9,000	4,247
Utilities	6,000	6,000	4,174
Maintenance materials	6,000	6,000	848
Other commodities	3,000	3,000	-
Office equipment	-	1,000	359
Contingent	110,000	78,000	-
Total community development	<u>1,000,000</u>	<u>1,000,000</u>	<u>745,993</u>
Engineering			
Personal services	411,000	461,000	344,913
Fringe benefits	80,000	80,000	62,414
Professional development	12,000	12,000	2,203
Professional services	20,000	20,000	6,355
Property services	40,000	40,000	20,289
Maintenance services	12,000	12,000	6,021
Other services	1,000	1,000	-
Supplies	6,000	6,000	1,775
Personal safety equipment	2,000	2,000	-
Communications	6,000	6,000	2,812
Utilities	3,000	5,000	3,072
Maintenance materials	3,000	4,000	1,413
Office equipment	4,000	4,000	442
Contingent	100,000	47,000	-
Total engineering	<u>700,000</u>	<u>700,000</u>	<u>451,709</u>
Total general government	<u>11,980,200</u>	<u>11,980,200</u>	<u>7,107,883</u>

(Continued)

Village of Mundelein, Illinois
General Fund
Schedule of Expenditures - Budget and Actual -
by Function and Object (Continued)
Year Ended April 30, 2011

	Original Budget	Final Budget	Actual
Public safety			
Police			
Personal services	\$ 6,805,000	\$ 6,890,000	\$ 5,512,303
Fringe benefits	1,200,000	1,200,000	2,260,266
Professional development	65,000	65,000	48,128
Professional services	125,000	125,000	92,355
Property services	500,000	500,000	342,589
Maintenance services	110,000	110,000	64,516
Community services	40,000	40,000	20,725
Other services	67,000	67,000	38,177
Supplies	90,000	90,000	43,267
Safety equipment	65,000	65,000	44,630
Communications	120,000	120,000	74,057
Utilities	150,000	150,000	118,697
Maintenance materials	60,000	60,000	49,294
Other commodities	12,000	12,000	4,450
Motor equipment	-	50,000	45,696
Office equipment	8,000	13,000	14,464
Other equipment	-	5,000	4,217
Contingent	220,000	75,000	-
Total police	<u>9,637,000</u>	<u>9,637,000</u>	<u>8,777,831</u>
Fire			
Personal services	3,180,000	3,180,000	2,650,207
Fringe benefits	550,000	550,000	947,255
Professional development	70,000	70,000	41,837
Professional services	700,000	700,000	571,872
Property services	220,000	220,000	145,257
Maintenance services	90,000	90,000	72,123
Other services	15,000	15,000	8,793
Supplies	70,000	70,000	34,892
Personal safety equipment	40,000	40,000	28,523
Communications	45,000	45,000	55,682

(Continued)

Village of Mundelein, Illinois
General Fund
Schedule of Expenditures - Budget and Actual -
by Function and Object (Continued)
Year Ended April 30, 2011

	Original Budget	Final Budget	Actual
Public safety (Continued)			
Fire (Continued)			
Utilities	\$ 35,000	\$ 35,000	\$ 27,614
Maintenance materials	40,000	40,000	26,581
Other commodities	5,000	5,000	312
Office equipment	10,000	10,000	7,364
Contingent	<u>330,000</u>	<u>330,000</u>	<u>-</u>
Total fire	<u>5,400,000</u>	<u>5,400,000</u>	<u>4,618,312</u>
Total public safety	<u>15,037,000</u>	<u>15,037,000</u>	<u>13,396,143</u>
Public works			
Public works			
Personal services	535,000	535,000	369,063
Fringe benefits	160,000	160,000	103,891
Professional development	65,000	65,000	3,747
Professional services	10,000	10,000	5,245
Property services	125,000	125,000	73,095
Maintenance services	80,000	100,000	69,739
Community services	5,000	5,000	-
Other services	15,000	15,000	4,613
Supplies	35,000	35,000	12,565
Personal safety equipment	15,000	15,000	3,850
Communications	30,000	30,000	14,697
Utilities	55,000	55,000	33,967
Maintenance materials	60,000	60,000	37,828
Other commodities	5,000	5,000	-
Office equipment	10,000	10,000	322
Contingent	<u>395,000</u>	<u>375,000</u>	<u>-</u>
Total public works	<u>1,600,000</u>	<u>1,600,000</u>	<u>732,622</u>

(Continued)

Village of Mundelein, Illinois
General Fund
Schedule of Expenditures - Budget and Actual -
by Function and Object (Continued)
Year Ended April 30, 2011

	Original Budget	Final Budget	Actual
Public works (Continued)			
Streets			
Personal services	\$ 860,000	\$ 860,000	\$ 348,786
Fringe benefits	200,000	200,000	97,606
Professional development	5,000	5,000	676
Professional services	5,000	5,000	-
Property services	150,000	150,000	71,208
Maintenance services	120,000	120,000	68,907
Community services	5,000	5,000	754
Other services	5,000	5,000	2,851
Supplies	25,000	25,000	11,683
Personal safety equipment	15,000	15,000	5,166
Communications	10,000	15,000	7,792
Utilities	350,000	350,000	224,082
Maintenance materials	200,000	200,000	150,092
Other equipment	10,000	15,000	6,157
Contingent	540,000	530,000	-
Total streets	<u>2,500,000</u>	<u>2,500,000</u>	<u>995,760</u>
 Total public works	 <u>4,100,000</u>	 <u>4,100,000</u>	 <u>1,728,382</u>
 Total expenditures	 <u>\$ 31,117,200</u>	 <u>\$ 31,117,200</u>	 <u>\$ 22,232,408</u>

CAPITAL PROJECTS FUND

Capital Projects Fund – Accounts for bond proceeds that are restricted for use in specific capital projects of the Village.

**Village of Mundelein, Illinois
Capital Projects Fund
Schedule of Revenues, Expenditures, and Changes in
Fund Balances - Budget and Actual
Year Ended April 30, 2011**

	Original Budget	Final Budget	Actual
Revenues			
Interest	\$ -	\$ -	\$ 83
Expenditures			
General Government			
Land	7,200,000	7,200,000	7,003,960
Contingent	9,800,000	350,000	-
Debt service			
Principal	-	9,300,000	-
Issue costs	-	150,000	116,930
Total expenditures	<u>17,000,000</u>	<u>17,000,000</u>	<u>7,120,890</u>
Deficiency of revenues over expenditures	(17,000,000)	(17,000,000)	(7,120,807)
Other financing sources			
Proceeds from long term debt	16,900,000	16,900,000	7,100,000
Premium on long term debt	-	-	20,807
Total other financing sources	<u>16,900,000</u>	<u>16,900,000</u>	<u>7,120,807</u>
Net change in fund balance	<u>\$ (100,000)</u>	<u>\$ (100,000)</u>	-
Fund balance - beginning			<u>-</u>
Fund balance - ending			<u>\$ -</u>

NONMAJOR GOVERNMENTAL FUNDS

Village of Mundelein, Illinois
Nonmajor Governmental Funds
Combining Balance Sheet
April 30, 2011

	Special Revenue	Debt Service	Total Nonmajor Governmental Funds
Assets			
Cash and investments	\$ 10,719,875	\$ 1,400,815	\$ 12,120,690
Receivables			
Property taxes	3,526,648	1,145,538	4,672,186
Accounts	34	-	34
Accrued interest	22,516	-	22,516
Prepaid items	808	-	808
Due from other funds	324,311	-	324,311
Due from other governments	63,847	-	63,847
	<u> </u>	<u> </u>	<u> </u>
Total assets	<u>\$ 14,658,039</u>	<u>\$ 2,546,353</u>	<u>\$ 17,204,392</u>
Liabilities			
Accounts payable	\$ 156,878	\$ -	\$ 156,878
Accrued payroll	137,460	-	137,460
Deferred property taxes	3,526,648	1,145,538	4,672,186
Other liabilities	324,311	-	324,311
	<u> </u>	<u> </u>	<u> </u>
Total liabilities	<u>4,145,297</u>	<u>1,145,538</u>	<u>5,290,835</u>
Fund Balances			
Nonspendable	808	-	808
Restricted	10,344,371	1,400,815	11,745,186
Unrestricted - Committed	90,000	-	90,000
Unrestricted - Assigned	77,563	-	77,563
	<u> </u>	<u> </u>	<u> </u>
Total fund balances	<u>10,512,742</u>	<u>1,400,815</u>	<u>11,913,557</u>
Total liabilities and fund balances	<u>\$ 14,658,039</u>	<u>\$ 2,546,353</u>	<u>\$ 17,204,392</u>

Village of Mundelein, Illinois
Nonmajor Governmental Funds
Combining Statement of Revenues, Expenditures,
and Changes in Fund Balances
Year Ended April 30, 2011

	Special Revenue	Debt Service	Total Nonmajor Governmental Funds
Revenues			
Charges for services	\$ 32,956	\$ -	\$ 32,956
Intergovernmental	942,464	-	942,464
Grants	90,000	-	90,000
Fees	130,436	-	130,436
Taxes	5,076,168	1,353,387	6,429,555
Interest	208,495	1,546	210,041
Total revenues	<u>6,480,519</u>	<u>1,354,933</u>	<u>7,835,452</u>
Expenditures			
Current			
General government	1,199,794	-	1,199,794
Public safety	305,344	-	305,344
Public works	1,784,529	-	1,784,529
Pension contributions	1,570,964	-	1,570,964
Debt service			
Principal	-	690,000	690,000
Interest and fiscal charges	-	693,288	693,288
Total expenditures	<u>4,860,631</u>	<u>1,383,288</u>	<u>6,243,919</u>
Deficiency of revenues over expenditures	<u>1,619,888</u>	<u>(28,355)</u>	<u>1,591,533</u>
Other financing sources (uses)			
Long term debt issued	-	9,135,000	9,135,000
Payment to refunded bond escrow agent	-	(9,144,369)	(9,144,369)
Premium on long term debt	-	155,446	155,446
Transfers in	182,000	610,000	792,000
Total other financing sources (uses)	<u>182,000</u>	<u>756,077</u>	<u>938,077</u>
Net change in fund balances	1,801,888	727,722	2,529,610
Fund balances - beginning	<u>8,710,854</u>	<u>673,093</u>	<u>9,383,947</u>
Fund balances - ending	<u>\$ 10,512,742</u>	<u>\$ 1,400,815</u>	<u>\$ 11,913,557</u>

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).

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.

NONMAJOR SPECIAL REVENUE FUNDS (CONTINUED)

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. 05-04-08 on January 10, 2005.

Asset Replacement Fund – To account for activities relating to the funding for, and replacement of cars, maintenance vehicles, other specialty vehicles and essential equipment associated therewith.

Community Development Block Grant Fund – To account for community development block grants received by the Village, as subrecipient, from Lake County, as recipient, of funds under Title 1 of the Housing and Community Development Act of 1974, as amended.

Village of Mundelein, Illinois
Nonmajor Special Revenue Funds
Combining Balance Sheet
April 30, 2011

	Road and Bridge	Illinois Municipal Retirement	Social Security	Train Station Parking	Motor Fuel Tax	911 Surcharge	Mundelein Crossing Occupational Tax Special	Dive Boat	Trans- portation	Capital Develop- ment	Stormwater Management	Tree	Tax Increment Finance Area #2	Asset Replacement Fund	CDBG	Total
Assets																
Cash and investments	\$ 1,296,628	\$ 618,835	\$ 686,341	\$ 640,166	\$ 852,760	\$ 523,216	\$ -	\$ 1,867	\$ 1,685,632	\$ 3,689,897	\$ 69,373	\$ -	\$ 487,597	\$ 167,563	\$ -	\$ 10,719,875
Receivables																
Property taxes	1,241,520	702,104	896,107	-	-	-	-	-	-	-	-	-	686,917	-	-	3,526,648
Accounts	-	-	34	-	-	-	-	-	-	-	-	-	-	-	-	34
Accrued Interest	2,268	-	-	1,814	-	-	-	-	4,545	13,889	-	-	-	-	-	22,516
Prepaid items	-	808	-	-	-	-	-	-	-	-	-	-	-	-	-	808
Due from other funds	-	-	-	-	-	-	324,311	-	-	-	-	-	-	-	-	324,311
Due from other governments	-	-	-	-	63,847	-	-	-	-	-	-	-	-	-	-	63,847
Total assets	\$ 2,540,416	\$ 1,321,747	\$ 1,582,482	\$ 641,980	\$ 916,607	\$ 523,216	\$ 324,311	\$ 1,867	\$ 1,690,177	\$ 3,703,786	\$ 69,373	\$ -	\$ 1,174,514	\$ 167,563	\$ -	\$ 14,658,039
Liabilities																
Accounts payable	\$ -	\$ -	\$ -	\$ 665	\$ 141,326	\$ 9,423	\$ -	\$ -	\$ 385	\$ -	\$ 3,978	\$ -	\$ 1,101	\$ -	\$ -	\$ 156,878
Accrued payroll	15,354	86,862	35,244	-	-	-	-	-	-	-	-	-	-	-	-	137,460
Deferred property taxes	1,241,520	702,104	896,107	-	-	-	-	-	-	-	-	-	686,917	-	-	3,526,648
Other liabilities	-	-	-	-	-	-	324,311	-	-	-	-	-	-	-	-	324,311
Total liabilities	1,256,874	788,966	931,351	665	141,326	9,423	324,311	-	385	-	3,978	-	688,018	-	-	4,145,297
Fund Balances																
Nonspendable	-	808	-	-	-	-	-	-	-	-	-	-	-	-	-	808
Restricted	1,283,542	531,973	651,131	641,315	775,281	513,793	-	1,867	1,689,792	3,703,786	65,395	-	486,496	-	-	10,344,371
Unrestricted - Committed	-	-	-	-	-	-	-	-	-	-	-	-	-	90,000	-	90,000
Unrestricted - Assigned	-	-	-	-	-	-	-	-	-	-	-	-	-	77,563	-	77,563
Total liabilities and fund balances	\$ 2,540,416	\$ 1,321,747	\$ 1,582,482	\$ 641,980	\$ 916,607	\$ 523,216	\$ 324,311	\$ 1,867	\$ 1,690,177	\$ 3,703,786	\$ 69,373	\$ -	\$ 1,174,514	\$ 167,563	\$ -	\$ 14,658,039

Village of Mundelein, Illinois
Nonmajor Special Revenue Funds
Combining Statement of Revenues, Expenditures,
and Changes in Fund Balances
Year Ended April 30, 2011

	Road and Bridge	Illinois Municipal Retirement	Social Security	Train Station Parking	Motor Fuel Tax	911 Surcharge	Mundelein Crossing Occupational Tax Special	Dive Boat	Trans- portation	Capital Develop- ment	Stormwater Management	Tree	Tax Increment Finance Area #2	Asset Replacement Fund	CDBG	Total
Revenues																
Charges for services	\$ -	\$ -	\$ -	\$ -	\$ 1,596	\$ -	\$ -	\$ -	\$ 12,510	\$ 12,090	\$ 2,160	\$ 4,600	\$ -	\$ -	\$ -	\$ 32,956
Intergovernmental	-	-	-	-	942,464	-	-	-	-	-	-	-	-	-	-	942,464
Grants	-	-	-	-	-	-	-	-	-	-	-	-	-	-	90,000	90,000
Fees	-	-	-	64,952	-	-	-	-	-	-	-	-	-	65,484	-	130,436
Taxes	1,261,333	929,318	1,099,054	-	-	309,247	835,228	-	-	-	-	-	641,988	-	-	5,076,168
Interest	21,614	635	1,160	16,477	712	548	9	3	41,595	124,889	115	38	642	58	-	208,495
Total revenues	1,282,947	929,953	1,100,214	81,429	944,772	309,795	835,237	3	54,105	136,979	2,275	4,638	642,630	65,542	90,000	6,480,519
Expenditures																
Current																
General government	-	-	-	-	-	-	835,237	-	1,344	-	37,822	-	325,391	-	-	1,199,794
Public safety	-	-	-	-	-	194,970	-	-	-	-	-	-	-	110,374	-	305,344
Public works																
Highways and streets	1,093,515	-	-	-	403,872	-	-	-	85,085	-	-	90,722	-	-	-	1,673,194
Buildings and grounds	-	-	-	21,335	-	-	-	-	-	-	-	-	-	-	90,000	111,335
Pension contributions	-	660,559	910,405	-	-	-	-	-	-	-	-	-	-	-	-	1,570,964
Total expenditures	1,093,515	660,559	910,405	21,335	403,872	194,970	835,237	-	86,429	-	37,822	90,722	325,391	110,374	90,000	4,860,631
Excess (deficiency) of revenues over expenditures	189,432	269,394	189,809	60,094	540,900	114,825	-	3	(32,324)	136,979	(35,547)	(86,084)	317,239	(44,832)	-	1,619,888
Other financing sources																
Transfers in	-	-	-	-	-	-	-	-	-	-	-	-	-	182,000	-	182,000
Total other financing sources	-	-	-	-	-	-	-	-	-	-	-	-	-	182,000	-	182,000
Net change in fund balances	189,432	269,394	189,809	60,094	540,900	114,825	-	3	(32,324)	136,979	(35,547)	(86,084)	317,239	137,168	-	1,801,888
Fund balances - beginning	1,094,110	263,387	461,322	581,221	234,381	398,968	-	1,864	1,722,116	3,566,807	100,942	86,084	169,257	30,395	-	8,710,854
Fund balances - ending	\$ 1,283,542	\$ 532,781	\$ 651,131	\$ 641,315	\$ 775,281	\$ 513,793	\$ -	\$ 1,867	\$ 1,689,792	\$ 3,703,786	\$ 65,395	\$ -	\$ 486,496	\$ 167,563	\$ -	\$ 10,512,742

Village of Mundelein, Illinois
Road and Bridge Fund
Schedule of Revenues, Expenditures, and Changes in
Fund Balances - Budget and Actual
Year Ended April 30, 2011

	Original Budget	Final Budget	Actual
Revenues			
Taxes	\$ 1,400,000	\$ 1,400,000	\$ 1,261,333
Interest	<u>10,000</u>	<u>10,000</u>	<u>21,614</u>
	<u>1,410,000</u>	<u>1,410,000</u>	<u>1,282,947</u>
Total revenues			
Expenditures			
Highways and streets			
Professional services	852,000	597,000	758,871
Streets	<u>548,000</u>	<u>803,000</u>	<u>334,644</u>
Total expenditures	<u>1,400,000</u>	<u>1,400,000</u>	<u>1,093,515</u>
Net change in fund balance	<u>\$ 10,000</u>	<u>\$ 10,000</u>	189,432
Fund balance - beginning			<u>1,094,110</u>
Fund balance - ending			<u>\$ 1,283,542</u>

Village of Mundelein, Illinois
Illinois Municipal Retirement Fund
Schedule of Revenues, Expenditures, and Changes in
Fund Balances - Budget and Actual
Year Ended April 30, 2011

	Original Budget	Final Budget	Actual
Revenues			
Taxes	\$ 1,100,000	\$ 1,100,000	\$ 929,318
Interest	<u>5,000</u>	<u>5,000</u>	<u>635</u>
Total revenues	<u>1,105,000</u>	<u>1,105,000</u>	<u>929,953</u>
Expenditures			
Pension Contributions			
Administration	210,828	210,828	126,604
Finance	93,905	93,905	56,391
Building Inspection	110,012	110,012	66,063
Engineering	66,497	66,497	39,932
Executive	21,807	21,807	13,095
Police Department	241,750	241,750	145,173
Fire Department	11,240	11,240	6,750
Public Works Administration	78,532	78,532	47,159
Building and Grounds	49,142	49,142	29,510
Motor Vehicle	53,751	53,751	32,278
Streets	<u>162,536</u>	<u>162,536</u>	<u>97,604</u>
Total expenditures	<u>1,100,000</u>	<u>1,100,000</u>	<u>660,559</u>
Net change in fund balance	<u>\$ 5,000</u>	<u>\$ 5,000</u>	269,394
Fund balance - beginning			<u>263,387</u>
Fund balance - ending			<u>\$ 532,781</u>

Village of Mundelein, Illinois
Social Security Fund
Schedule of Revenues, Expenditures, and Changes in
Fund Balances - Budget and Actual
Year Ended April 30, 2011

	Original Budget	Final Budget	Actual
Revenues			
Taxes	\$ 1,300,000	\$ 1,300,000	\$ 1,099,054
Interest	<u>10,000</u>	<u>10,000</u>	<u>1,160</u>
Total revenues	<u>1,310,000</u>	<u>1,310,000</u>	<u>1,100,214</u>
Expenditures			
Pension contributions			
Executive	10,754	10,754	7,531
Administration	105,390	105,390	73,806
Administration finance	41,841	41,841	29,302
Water finance	5,143	5,143	3,602
Building inspection	56,219	56,219	39,371
Engineering	33,572	33,572	23,511
Police	592,431	592,431	414,886
Fire	278,242	278,242	194,856
Public works administration	38,810	38,810	27,179
Buildings and grounds	25,716	25,716	18,009
Motor vehicle	27,489	27,489	19,251
Streets	<u>84,392</u>	<u>84,392</u>	<u>59,101</u>
Total expenditures	<u>1,300,000</u>	<u>1,300,000</u>	<u>910,405</u>
Net change in fund balance	<u>\$ 10,000</u>	<u>\$ 10,000</u>	189,809
Fund balance - beginning			<u>461,322</u>
Fund balance - ending			<u>\$ 651,131</u>

**Village of Mundelein, Illinois
Train Station Parking Fund
Schedule of Revenues, Expenditures, and Changes in
Fund Balances - Budget and Actual
Year Ended April 30, 2011**

	Original Budget	Final Budget	Actual
Revenues			
Fees	\$ 100,000	\$ 100,000	\$ 64,952
Interest	<u>5,000</u>	<u>5,000</u>	<u>16,477</u>
Total revenues	105,000	105,000	81,429
Expenditures			
Buildings and grounds	<u>650,000</u>	<u>650,000</u>	<u>21,335</u>
Net change in fund balance	<u>\$ (545,000)</u>	<u>\$ (545,000)</u>	60,094
Fund balance - beginning			<u>581,221</u>
Fund balance - ending			<u>\$ 641,315</u>

Village of Mundelein, Illinois
Motor Fuel Tax Fund
Schedule of Revenues, Expenditures, and Changes in
Fund Balances - Budget and Actual
Year Ended April 30, 2011

	Original Budget	Final Budget	Actual
Revenues			
Charges for services	\$ 4,000	\$ 4,000	\$ 1,596
Intergovernmental			
Allotments - State of Illinois	900,000	900,000	942,464
Interest	<u>11,000</u>	<u>11,000</u>	<u>712</u>
Total revenues	915,000	915,000	944,772
Expenditures			
Highways and streets			
Streets	<u>1,040,000</u>	<u>1,040,000</u>	<u>403,872</u>
Net change in fund balance	<u>\$ (125,000)</u>	<u>\$ (125,000)</u>	540,900
Fund balance - beginning			<u>234,381</u>
Fund balance - ending			<u>\$ 775,281</u>

Village of Mundelein, Illinois
911 Surcharge Fund
Schedule of Revenues, Expenditures, and Changes in
Fund Balances - Budget and Actual
Year Ended April 30, 2011

	Original Budget	Final Budget	Actual
Revenues			
Taxes	\$ 350,000	\$ 350,000	\$ 309,247
Interest	<u>5,000</u>	<u>5,000</u>	<u>548</u>
Total revenues	355,000	355,000	309,795
Expenditures			
Public safety			
Police	<u>780,000</u>	<u>780,000</u>	<u>194,970</u>
Net change in fund balance	<u>\$ (425,000)</u>	<u>\$ (425,000)</u>	114,825
Fund balance - beginning			<u>398,968</u>
Fund balance - ending			<u>\$ 513,793</u>

Village of Mundelein, Illinois
Mundelein Crossing Occupational Tax Special Fund
Schedule of Revenues, Expenditures, and Changes in
Fund Balances - Budget and Actual
Year Ended April 30, 2011

	Original Budget	Final Budget	Actual
Revenues			
Taxes	\$ 900,000	\$ 900,000	\$ 835,228
Interest	<u>-</u>	<u>-</u>	<u>9</u>
Total revenues	<u>900,000</u>	<u>900,000</u>	<u>835,237</u>
Expenditures			
General government			
Economic Incentive Agreement	<u>770,000</u>	<u>770,000</u>	<u>835,237</u>
Net change in fund balance	<u>\$ 130,000</u>	<u>\$ 130,000</u>	-
Fund balance - beginning			<u>-</u>
Fund balance - ending			<u>\$ -</u>

Village of Mundelein, Illinois
Dive Boat Fund
Schedule of Revenues, Expenditures, and Changes in
Fund Balances - Budget and Actual
Year Ended April 30, 2011

	Original Budget	Final Budget	Actual
Revenues			
Interest	\$ -	\$ -	\$ 3
Expenditures			
Public safety			
Fire	<u>1,800</u>	<u>1,800</u>	<u>-</u>
Net change in fund balance	<u>\$ (1,800)</u>	<u>\$ (1,800)</u>	3
Fund balance - beginning			<u>1,864</u>
Fund balance - ending			<u>\$ 1,867</u>

**Village of Mundelein, Illinois
Transportation Fund
Schedule of Revenues, Expenditures, and Changes in
Fund Balances - Budget and Actual
Year Ended April 30, 2011**

	Original Budget	Final Budget	Actual
Revenues			
Charges for services	\$ 50,000	\$ 50,000	\$ 12,510
Interest	<u>5,000</u>	<u>5,000</u>	<u>41,595</u>
Total revenues	<u>55,000</u>	<u>55,000</u>	<u>54,105</u>
Expenditures			
General government			
Engineering	200,000	200,000	1,344
Public works			
Infrastructure improvements	<u>1,530,000</u>	<u>1,530,000</u>	<u>85,085</u>
Total expenditures	<u>1,730,000</u>	<u>1,730,000</u>	<u>86,429</u>
Net change in fund balance	<u>\$ (1,475,000)</u>	<u>\$ (1,475,000)</u>	(32,324)
Fund balance - beginning			<u>1,722,116</u>
Fund balance - ending			<u>\$ 1,689,792</u>

**Village of Mundelein, Illinois
Capital Development Fund
Schedule of Revenues, Expenditures, and Changes in
Fund Balances - Budget and Actual
Year Ended April 30, 2011**

	Original Budget	Final Budget	Actual
Revenues			
Charges for services	\$ 100,000	\$ 100,000	\$ 12,090
Interest	<u>100,000</u>	<u>100,000</u>	<u>124,889</u>
Total revenues	<u>200,000</u>	<u>200,000</u>	<u>136,979</u>
Expenditures			
Public works			
Buildings and grounds	<u>3,500,000</u>	<u>3,500,000</u>	<u>-</u>
Total expenditures	<u>3,500,000</u>	<u>3,500,000</u>	<u>-</u>
Net change in fund balance	<u>\$ (3,300,000)</u>	<u>\$ (3,300,000)</u>	136,979
Fund balance - beginning			<u>3,566,807</u>
Fund balance - ending			<u>\$ 3,703,786</u>

**Village of Mundelein, Illinois
Stormwater Management Fund
Schedule of Revenues, Expenditures, and Changes in
Fund Balances - Budget and Actual
Year Ended April 30, 2011**

	Original Budget	Final Budget	Actual
Revenues			
Charges for services	\$ 50,000	\$ 50,000	\$ 2,160
Interest	-	-	115
Total revenues	<u>50,000</u>	<u>50,000</u>	<u>2,275</u>
Expenditures			
General government			
Engineering	<u>100,000</u>	<u>100,000</u>	<u>37,822</u>
Total expenditures	<u>100,000</u>	<u>100,000</u>	<u>37,822</u>
Net change in fund balance	<u>\$ (50,000)</u>	<u>\$ (50,000)</u>	(35,547)
Fund balance - beginning			<u>100,942</u>
Fund balance - ending			<u>\$ 65,395</u>

**Village of Mundelein, Illinois
Tree Fund
Schedule of Revenues, Expenditures, and Changes in
Fund Balances - Budget and Actual
Year Ended April 30, 2011**

	Original Budget	Final Budget	Actual
Revenues			
Tree replacement fee	\$ 600,000	\$ 600,000	\$ 4,600
Interest	<u>5,000</u>	<u>5,000</u>	<u>38</u>
Total revenues	605,000	605,000	4,638
Expenditures			
Highways and streets			
Streets	<u>690,000</u>	<u>690,000</u>	<u>90,722</u>
Net change in fund balance	<u>\$ (85,000)</u>	<u>\$ (85,000)</u>	(86,084)
Fund balance - beginning			<u>86,084</u>
Fund balance - ending			<u>\$ -</u>

Village of Mundelein, Illinois
Tax Increment Finance Area #2 Fund
Schedule of Revenues, Expenditures, and Changes in
Fund Balances - Budget and Actual
Year Ended April 30, 2011

	Original Budget	Final Budget	Actual
Revenues			
Taxes	\$ 600,000	\$ 600,000	\$ 641,988
Interest	<u>-</u>	<u>-</u>	<u>642</u>
Total revenues	<u>600,000</u>	<u>600,000</u>	<u>642,630</u>
Expenditures			
General government			
Contingent	<u>690,000</u>	<u>690,000</u>	<u>325,391</u>
Net change in fund balance	<u>\$ (90,000)</u>	<u>\$ (90,000)</u>	317,239
Fund balance - beginning			<u>169,257</u>
Fund balance - ending			<u>\$ 486,496</u>

Village of Mundelein, Illinois
Asset Replacement Fund
Schedule of Revenues, Expenditures, and Changes in
Fund Balances - Budget and Actual
Year Ended April 30, 2011

	Original Budget	Final Budget	Actual
Revenues			
General fines	\$ 50,000	\$ 50,000	\$ 65,484
Interest	-	-	58
Total revenues	<u>50,000</u>	<u>50,000</u>	<u>65,542</u>
Expenditures			
General government	-	-	-
Public safety	500,000	500,000	110,374
Public works	-	-	-
Total expenditures	<u>500,000</u>	<u>500,000</u>	<u>110,374</u>
Deficiency of revenues over expenditures	(450,000)	(450,000)	(44,832)
Other financing sources			
Transfers in	<u>500,000</u>	<u>500,000</u>	<u>182,000</u>
Net change in fund balance	<u>\$ 50,000</u>	<u>\$ 50,000</u>	137,168
Fund balance - beginning			<u>30,395</u>
Fund balance - ending			<u>\$ 167,563</u>

**Village of Mundelein, Illinois
Community Development Block Grant Fund
Schedule of Revenues, Expenditures, and Changes in
Fund Balances - Budget and Actual
Year Ended April 30, 2011**

	Original Budget	Final Budget	Actual
Revenues			
Grants	\$ 100,000	\$ 109,000	\$ 90,000
Expenditures			
Public works	<u>81,000</u>	<u>90,000</u>	<u>90,000</u>
Net change in fund balance	<u>\$ 19,000</u>	<u>\$ 19,000</u>	-
Fund balance - beginning			<u>-</u>
Fund balance - ending			<u>\$ -</u>

NONMAJOR 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; 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; to accumulate monies for the payment of the \$7,100,000 General Obligation bonds Series 2010A, which are due in annual installments plus interest until maturity in 2029; and to accumulate monies for the payment of the \$9,135,000 General Obligation Refunding bonds Series 2010B, which are due in annual installments plus interest until maturity in 2019. 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. The 2010A bonds were issued to pay for land acquisition, demolition of structures and infrastructure improvements. The 2010B bonds were issued to pay the cost of refunding the 1998 General Obligation bonds and to pay the cost of the advance refunding of the 1999 General Obligation bonds.

Village of Mundelein, Illinois
General Obligation Bond Fund
Schedule of Revenues, Expenditures, and Changes in
Fund Balances - Budget and Actual
Year Ended April 30, 2011

	Original Budget	Final Budget	Actual
Revenues			
Taxes	\$ 1,400,000	\$ 1,400,000	\$ 1,353,387
Interest	<u>5,000</u>	<u>5,000</u>	<u>1,546</u>
Total revenues	<u>1,405,000</u>	<u>1,405,000</u>	<u>1,354,933</u>
Expenditures			
Debt service			
Principal	1,290,000	1,290,000	690,000
Interest	900,000	900,000	551,106
Fiscal charges	<u>10,000</u>	<u>10,000</u>	<u>142,182</u>
Total expenditures	<u>2,200,000</u>	<u>2,200,000</u>	<u>1,383,288</u>
Deficiency of revenues over expenditures before other financing sources	(795,000)	(795,000)	(28,355)
Other financing sources			
Long term debt issued	-	9,135,000	9,135,000
Payment to refunded bond escrow agent	-	(9,144,369)	(9,144,369)
Premium on long term debt	-	-	155,446
Transfer in	<u>210,000</u>	<u>210,000</u>	<u>610,000</u>
Net change in fund balance	<u>\$ (585,000)</u>	<u>\$ (594,369)</u>	727,722
Fund balance - beginning			<u>673,093</u>
Fund balance - ending			<u>\$ 1,400,815</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, 2011

	Operations and Maintenance	Sewer Additions and Expansions	Water Additions and Expansion	Depreciation	Totals
Assets					
Current					
Cash and investments	\$ 1,495,169	\$ -	\$ -	\$ -	\$ 1,495,169
Restricted cash and investments	-	3,846,227	1,755,641	1,726,882	7,328,750
Accounts receivable	1,446,565	-	-	-	1,446,565
Accrued interest receivable	-	11,567	2,840	-	14,407
Prepaid expenses	114,556	-	-	-	114,556
	<u>3,056,290</u>	<u>3,857,794</u>	<u>1,758,481</u>	<u>1,726,882</u>	<u>10,399,447</u>
Noncurrent					
Capital assets - net	<u>33,726,647</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>33,726,647</u>
Total assets	<u>36,782,937</u>	<u>3,857,794</u>	<u>1,758,481</u>	<u>1,726,882</u>	<u>44,126,094</u>
Liabilities					
Current					
Accounts payable	188,353	-	59,394	293,611	541,358
Accrued payroll	88,891	-	-	-	88,891
Deposits payable	98,408	-	-	-	98,408
Compensated absences	71,245	-	-	-	71,245
IEPA loan payable	284,906	-	-	-	284,906
Total current liabilities	731,803	-	59,394	293,611	1,084,808
Noncurrent					
IEPA loan payable	<u>2,065,187</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,065,187</u>
Total liabilities	<u>2,796,990</u>	<u>-</u>	<u>59,394</u>	<u>293,611</u>	<u>3,149,995</u>
Net Assets					
Invested in capital assets, net of related debt	31,376,554	-	-	-	31,376,554
Restricted for capital improvements	-	3,857,794	1,699,087	1,433,271	6,990,152
Unrestricted	<u>2,609,393</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,609,393</u>
Total net assets	<u>\$ 33,985,947</u>	<u>\$ 3,857,794</u>	<u>\$ 1,699,087</u>	<u>\$ 1,433,271</u>	<u>\$ 40,976,099</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, 2011

	Operations and Maintenance	Sewer Additions and Expansions	Water Additions and Expansion	Depreciation	Totals
Operating revenues					
Charges for services					
Water and sewer sales	\$ 7,801,986	\$ -	\$ -	\$ -	\$ 7,801,986
Operating expenses (excluding depreciation)	<u>5,936,366</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>5,936,366</u>
Operating income before depreciation	1,865,620	-	-	-	1,865,620
Depreciation	<u>2,261,821</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,261,821</u>
Operating loss	<u>(396,201)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(396,201)</u>
Nonoperating revenues (expenses)					
Interest income	1,051	104,967	26,973	2,308	135,299
Interest expense	<u>(73,933)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(73,933)</u>
	<u>(72,882)</u>	<u>104,967</u>	<u>26,973</u>	<u>2,308</u>	<u>61,366</u>
Income (loss) before capital contributions and transfers	(469,083)	104,967	26,973	2,308	(334,835)
Capital contributions					
Developer donation of capital assets	107,223	-	-	-	107,223
Transfer of capital assets from governmental activities	131,213	-	-	-	131,213
Expansion fees		88,140	8,835	-	96,975
Reserve transfer	(992,284)	-	-	992,284	-
Intra-fund transfers in (out)	<u>1,030,584</u>	<u>-</u>	<u>(139,198)</u>	<u>(891,386)</u>	<u>-</u>
Change in net assets	(192,347)	193,107	(103,390)	103,206	576
Net assets - beginning	<u>34,178,294</u>	<u>3,664,687</u>	<u>1,802,477</u>	<u>1,330,065</u>	<u>40,975,523</u>
Net assets - ending	<u>\$ 33,985,947</u>	<u>\$ 3,857,794</u>	<u>\$ 1,699,087</u>	<u>\$ 1,433,271</u>	<u>\$ 40,976,099</u>

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, 2011

	Original Budget	Final Budget	Actual
Operating revenues			
Charges for services			
Water and sewer sales	\$ 7,795,000	\$ 7,795,000	\$ 7,801,986
Operating expenses (excluding depreciation)	<u>11,970,000</u>	<u>10,900,000</u>	<u>5,936,366</u>
Nonoperating revenues/expenses			
Expansion fees	150,000	150,000	96,975
Interest income	50,000	50,000	135,299
Principal retirement	270,000	280,000	(276,847)
Interest expense	95,000	80,000	(73,933)
	<u>565,000</u>	<u>560,000</u>	<u>(118,506)</u>

Village of Mundelein, Illinois
Waterworks and Sewerage Fund
Schedule of Operating Expenses - Budget and Actual
Year Ended April 30, 2011

	Original Budget	Final Budget	Actual
Sewerage			
Administration			
Personal services	\$ 201,800	\$ 201,800	\$ 169,030
Fringe benefits	245,430	245,430	39,691
Professional development	3,570	3,570	1,493
Professional services	14,460	14,460	-
Property services	118,800	118,800	91,240
Maintenance services	3,432	3,432	575
Community services	-	-	-
Other services	330	330	153
Supplies	1,980	1,980	1,463
Safety equipment	660	660	150
Communications	6,396	6,396	2,707
Utilities	1,900	1,900	1,443
Maintenance materials	1,785	1,785	589
Other commodities	1,000	1,000	-
Contingent	512,000	512,000	-
	<u>1,113,543</u>	<u>1,113,543</u>	<u>308,534</u>
Uptown			
Personal services	317,300	317,300	291,956
Fringe benefits	67,230	67,230	138,070
Professional development	715	715	156
Professional services	181,110	181,110	-
Maintenance services	30,360	30,360	13,650
Other services	630	630	659
Supplies	12,150	12,150	8,681
Personal safety equipment	4,400	4,400	3,596
Communications	4,104	4,104	2,445
Utilities	28,880	28,880	23,350
Maintenance materials	35,615	35,615	30,335
Other commodities	1,000	1,000	48
Motor equipment	60,000	60,000	-
Office equipment	2,000	2,000	-
Infrastructure improvement	978,000	978,000	533,430
Contingent	2,500,000	2,500,000	-
	<u>4,223,494</u>	<u>4,223,494</u>	<u>1,046,376</u>

(Continued)

Village of Mundelein, Illinois
Waterworks and Sewerage Fund
Schedule of Operating Expenses - Budget and Actual (Continued)
Year Ended April 30, 2011

	Original Budget	Final Budget	Actual
Sewerage (Continued)			
Sewer treatment plant			
Personal services	\$ 432,900	\$ 432,900	\$ 382,420
Fringe benefits	92,340	92,340	155,160
Professional development	715	715	939
Professional services	114,430	114,430	7,751
Property services	1,200	1,200	3,130
Maintenance services	154,208	154,208	26,023
Other services	2,040	2,040	1,257
Supplies	75,870	75,870	41,138
Personal safety equipment	4,940	4,940	1,831
Communications	1,500	1,500	1,131
Utilities	349,220	349,220	298,623
Maintenance materials	47,600	47,600	22,456
Infrastructure improvement	-	-	212,360
Contingent	<u>1,200,000</u>	<u>1,200,000</u>	<u>-</u>
	<u>2,476,963</u>	<u>1,276,963</u>	<u>1,154,219</u>
 Total sewerage	 7,814,000	 6,614,000	 2,509,129
 Less capital assets capitalized	 <u>(1,160,000)</u>	 <u>(1,040,000)</u>	 <u>(686,749)</u>
 Net sewerage	 <u>6,654,000</u>	 <u>5,574,000</u>	 <u>1,822,380</u>

(Continued)

Village of Mundelein, Illinois
Waterworks and Sewerage Fund
Schedule of Operating Expenses - Budget and Actual (Continued)
Year Ended April 30, 2011

	Original Budget	Final Budget	Actual
Waterworks			
Administration			
Personal services	\$ 434,622	\$ 434,622	\$ 320,366
Fringe benefits	258,480	258,480	119,835
Professional development	3,890	3,890	3,073
Property services	96,700	96,700	72,724
Professional services	20,000	20,000	-
Maintenance services	3,250	3,250	2,319
Other services	31,746	31,746	22,198
Supplies	33,120	33,120	33,063
Safety equipment	308	308	166
Communications	2,464	2,464	2,731
Utilities	750	750	656
Maintenance materials	800	800	572
Office equipment	50,000	50,000	-
Contingent	521,000	521,000	-
	<u>1,457,130</u>	<u>1,457,130</u>	<u>577,703</u>
Maintenance			
Personal services	550,170	550,170	552,297
Fringe benefits	95,400	95,400	204,208
Professional development	1,110	1,110	781
Professional services	233,000	233,000	15,960
Property services	3,300	3,300	5,086
Maintenance services	157,005	157,005	36,804
Community service	6,000	6,000	4,920
Other services	1,254	1,254	2,523
Supplies	6,880	6,880	7,079
Personal safety equipment	3,692	3,692	3,485
Communications	11,536	11,536	10,821
Utilities	148,350	148,350	132,687
Maintenance materials	78,100	78,100	75,369
Motor equipment	150,000	150,000	-
Infrastructure improvements	1,210,000	1,210,000	149,710
	<u>2,655,797</u>	<u>2,655,797</u>	<u>1,201,730</u>

(Continued)

Village of Mundelein, Illinois
Waterworks and Sewerage Fund
Schedule of Operating Expenses - Budget and Actual (Continued)
Year Ended April 30, 2011

	Original Budget	Final Budget	Actual
Waterworks (Continued)			
Meter reading			
Personal services	\$ 60,208	\$ 60,208	\$ 62,649
Fringe benefits	6,120	6,120	5,831
Maintenance services	4,745	4,745	3,864
Personal safety equipment	-	-	157
Other equipment	100,000	100,000	242,306
Utilities	900	900	1,714
Maintenance materials	<u>21,100</u>	<u>21,100</u>	<u>16,665</u>
	<u>193,073</u>	<u>193,073</u>	<u>333,186</u>
JAWA water project			
Maintenance			
Utilities	<u>2,530,000</u>	<u>2,530,000</u>	<u>2,211,740</u>
Total waterworks	6,836,000	6,836,000	4,324,359
Less capital assets capitalized	<u>(1,520,000)</u>	<u>(1,510,000)</u>	<u>(210,373)</u>
Net waterworks	<u>5,316,000</u>	<u>5,326,000</u>	<u>4,113,986</u>
 Total expenses	 <u>\$ 11,970,000</u>	 <u>\$ 10,900,000</u>	 <u>\$ 5,936,366</u>

FIDUCIARY 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, 2011

	Police Pension	Firefighters' Pension	Total
Assets			
Cash and investments			
Cash and equivalents	\$ 157,708	\$ 99,938	\$ 257,646
Investments			
U.S. government and agency obligations	7,314,310	7,699,578	15,013,888
Money market funds	1,760,009	293,627	2,053,636
Mutual funds	3,414,085	5,165,944	8,580,029
Common Stock	4,787,578	-	4,787,578
The Illinois Funds Investment Pool	<u>1,200,324</u>	<u>362,703</u>	<u>1,563,027</u>
	<u>18,634,014</u>	<u>13,621,790</u>	<u>32,255,804</u>
Receivables			
Pension contributions	1,302,589	535,817	1,838,406
Accrued interest	21,690	70,564	92,254
	<u>1,324,279</u>	<u>606,381</u>	<u>1,930,660</u>
 Total Assets	 <u>19,958,293</u>	 <u>14,228,171</u>	 <u>34,186,464</u>
Net Assets			
Held in trust for pension benefits	<u>\$ 19,958,293</u>	<u>\$ 14,228,171</u>	<u>\$ 34,186,464</u>

Village of Mundelein, Illinois
Fiduciary Funds
Combining Statement of Changes in Fiduciary Net Assets - Pension Trust Funds
Year Ended April 30, 2011

	Police Pension	Firefighters' Pension	Totals
Additions			
Contributions			
Employer	\$ 1,360,021	\$ 563,150	\$ 1,923,171
Participants	<u>474,578</u>	<u>181,017</u>	<u>655,595</u>
	<u>1,834,599</u>	<u>744,167</u>	<u>2,578,766</u>
Investment income			
Net appreciation in fair value of investments	1,314,754	637,944	1,952,698
Interest income	266,000	365,395	631,395
Less investment expenses	<u>(84,478)</u>	<u>(39,279)</u>	<u>(123,757)</u>
	<u>1,496,276</u>	<u>964,060</u>	<u>2,460,336</u>
Total additions	<u>3,330,875</u>	<u>1,708,227</u>	<u>5,039,102</u>
Deductions			
Administration	10,554	10,359	20,913
Pension benefits and refunds	<u>1,291,146</u>	<u>575,653</u>	<u>1,866,799</u>
Total deductions	<u>1,301,700</u>	<u>586,012</u>	<u>1,887,712</u>
Change in net assets	2,029,175	1,122,215	3,151,390
Net assets - beginning	<u>17,929,118</u>	<u>13,105,956</u>	<u>31,035,074</u>
Net assets - ending	<u>\$ 19,958,293</u>	<u>\$ 14,228,171</u>	<u>\$ 34,186,464</u>

Village of Mundelein, Illinois
Police Pension Fund
Schedule of Changes in Fiduciary Net Assets - Budget and Actual
Year Ended April 30, 2011

	Original Budget	Final Budget	Actual
Additions			
Contributions			
Employer	\$ 1,534,528	\$ 1,534,528	\$ 1,360,021
Participants	<u>535,472</u>	<u>535,472</u>	<u>474,578</u>
	<u>2,070,000</u>	<u>2,070,000</u>	<u>1,834,599</u>
Investment income			
Net depreciation in fair value of investments	-	-	1,314,754
Interest income	800,000	800,000	266,000
Less investment expenses	<u>-</u>	<u>-</u>	<u>(84,478)</u>
	<u>800,000</u>	<u>800,000</u>	<u>1,496,276</u>
Total additions	<u>2,870,000</u>	<u>2,870,000</u>	<u>3,330,875</u>
Deductions			
Administration	-	-	10,554
Pension benefits and refunds	<u>2,870,000</u>	<u>2,870,000</u>	<u>1,291,146</u>
Total deductions	<u>2,870,000</u>	<u>2,870,000</u>	<u>1,301,700</u>
Change in net assets	<u>\$ -</u>	<u>\$ -</u>	2,029,175
Net assets - beginning			<u>17,929,118</u>
Net assets - ending			<u>\$ 19,958,293</u>

**Village of Mundelein, Illinois
Firefighters' Pension Fund
Schedule of Changes in Fiduciary Net Assets - Budget and Actual
Year Ended April 30, 2011**

	Original Budget	Final Budget	Actual
Additions			
Contributions			
Employer	\$ 779,455	\$ 779,455	\$ 563,150
Participants	<u>250,545</u>	<u>250,545</u>	<u>181,017</u>
	<u>1,030,000</u>	<u>1,030,000</u>	<u>744,167</u>
Investment income			
Net appreciation in fair value of investments	-	-	637,944
Interest income	500,000	850,000	365,395
Less investment expenses	-	-	(39,279)
	<u>500,000</u>	<u>850,000</u>	<u>964,060</u>
Total additions	<u>1,530,000</u>	<u>1,880,000</u>	<u>1,708,227</u>
Deductions			
Administration	-	-	10,359
Pension benefits and refunds	<u>1,530,000</u>	<u>1,530,000</u>	<u>575,653</u>
Total deductions	<u>1,530,000</u>	<u>1,530,000</u>	<u>586,012</u>
Change in net assets	<u>\$ -</u>	<u>\$ 350,000</u>	1,122,215
Net assets - beginning			<u>13,105,956</u>
Net assets - ending			<u>\$ 14,228,171</u>

**Village of Mundelein, Illinois
Agency Funds
Combining Statement of Assets and Liabilities
Year Ended April 30, 2011**

	Special Assessments Fund	Deposits Fund	Reimbursement Escrow Fund	Totals
All Funds				
Assets				
Cash and equivalents	\$ 801,348	\$ 206,909	\$ 52,004	\$ 1,060,261
Total assets	<u>\$ 801,348</u>	<u>\$ 206,909</u>	<u>\$ 52,004</u>	<u>\$ 1,060,261</u>
Liabilities				
Deposits payable	\$ -	\$ 206,909	\$ 52,004	\$ 258,913
Other liabilities	<u>801,348</u>	<u>-</u>	<u>-</u>	<u>801,348</u>
Total liabilities	<u>\$ 801,348</u>	<u>\$ 206,909</u>	<u>\$ 52,004</u>	<u>\$ 1,060,261</u>

Village of Mundelein, Illinois
Agency Funds
Combining Statement of Changes in Fiduciary Assets and Liabilities
Year Ended April 30, 2011

	Balances May 1	Additions	Deductions	Balances April 30
All Funds				
Assets				
Cash and equivalents	\$ 1,158,840	\$ 308,350	\$ 406,929	\$ 1,060,261
Total assets	<u>\$ 1,158,840</u>	<u>\$ 308,350</u>	<u>\$ 406,929</u>	<u>\$ 1,060,261</u>
Liabilities				
Deposits payable	\$ 358,572	\$ 307,270	\$ 406,929	\$ 258,913
Other liabilities	<u>800,268</u>	<u>1,080</u>	<u>-</u>	<u>801,348</u>
Total liabilities	<u>\$ 1,158,840</u>	<u>\$ 308,350</u>	<u>\$ 406,929</u>	<u>\$ 1,060,261</u>
Special Assessments Fund				
Assets				
Cash and equivalents	<u>\$ 800,268</u>	<u>\$ 1,080</u>	<u>\$ -</u>	<u>\$ 801,348</u>
Liabilities				
Other liabilities	<u>\$ 800,268</u>	<u>\$ 1,080</u>	<u>\$ -</u>	<u>\$ 801,348</u>
Total liabilities	<u>\$ 800,268</u>	<u>\$ 1,080</u>	<u>\$ -</u>	<u>\$ 801,348</u>

(Continued)

Village of Mundelein, Illinois
Agency Funds
Combining Statement of Changes in Fiduciary Assets and Liabilities (Continued)
Year Ended April 30, 2011

	Balances May 1	Additions	Deductions	Balances April 30
Deposits Fund				
Assets				
Cash and equivalents	<u>\$ 150,169</u>	<u>\$ 298,270</u>	<u>\$ 241,530</u>	<u>\$ 206,909</u>
Liabilities				
Deposits payable	<u>\$ 150,169</u>	<u>\$ 298,270</u>	<u>\$ 241,530</u>	<u>\$ 206,909</u>
Reimbursement Escrow Fund				
Assets				
Cash and equivalents	<u>\$ 208,403</u>	<u>\$ 9,000</u>	<u>\$ 165,399</u>	<u>\$ 52,004</u>
Total assets	<u>\$ 208,403</u>	<u>\$ 9,000</u>	<u>\$ 165,399</u>	<u>\$ 52,004</u>
Liabilities				
Deposits payable	<u>\$ 208,403</u>	<u>\$ 9,000</u>	<u>\$ 165,399</u>	<u>\$ 52,004</u>
Total assets	<u>\$ 208,403</u>	<u>\$ 9,000</u>	<u>\$ 165,399</u>	<u>\$ 52,004</u>

**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, 2011

Assets

Governmental funds capital assets

Land	\$ 48,029,342
Buildings	19,989,772
Land improvements	2,553,381
Machinery and equipment	8,324,106
Sidewalks	6,986,687
Streets, curbs and gutters	36,028,460
Traffic signals	310,488
Storm sewers	14,393,763
Construction in process	<u>989,338</u>

Total governmental funds capital assets \$ 137,605,337

Investment in Governmental Funds Capital Assets By Type

General Fund	\$ 101,034,566
Special Revenue Fund	7,907,116
Capital Project Fund	<u>28,663,655</u>

Total governmental funds capital assets \$ 137,605,337

Village of Mundelein, Illinois
Capital Assets Used in the Operation of Governmental Funds
Schedule by Function and Activity
April 30, 2011

	Land	Buildings	Land Improvements	Machinery and Equipment	Sidewalks	Streets, Curbs and Gutters	Traffic Signals	Storm Sewers	Construction in Process	Total
General government	\$ 45,794,058	\$ 5,054,581	\$ 1,443,635	\$ 824,332	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 53,116,606
Public safety	2,235,284	13,378,773	-	4,680,322	-	-	-	-	-	20,294,379
Public works	-	1,556,418	1,109,746	2,819,452	6,986,687	36,028,460	310,488	14,393,763	989,338	64,194,352
	<u>\$ 48,029,342</u>	<u>\$ 19,989,772</u>	<u>\$ 2,553,381</u>	<u>\$ 8,324,106</u>	<u>\$ 6,986,687</u>	<u>\$ 36,028,460</u>	<u>\$ 310,488</u>	<u>\$ 14,393,763</u>	<u>\$ 989,338</u>	<u>\$ 137,605,337</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, 2011

	Balance May 1, 2010	Additions	Deletions and Transfers	Balance April 30, 2011
General government	\$ 46,268,867	\$ 6,916,904	\$ 69,165	\$ 53,116,606
Public safety	20,123,841	269,838	99,300	20,294,379
Public works	<u>61,041,510</u>	<u>5,877,648</u>	<u>2,724,806</u>	<u>64,194,352</u>
	<u>\$ 127,434,218</u>	<u>\$ 13,064,390</u>	<u>\$ 2,893,271</u>	<u>\$ 137,605,337</u>

OTHER SUPPLEMENTAL DATA

**Village of Mundelein, Illinois
Long-Term Debt Requirements
General Obligation Bond Series of 2005
April 30, 2011**

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	December 1	Amount	June 1	Amount
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>\$ 4,130,000</u>	<u>\$ 1,379,873</u>	<u>\$ 5,509,873</u>		<u>\$ 693,712</u>		<u>\$ 686,161</u>

Village of Mundelein, Illinois
Long-Term Debt Requirements
Taxable General Obligation Bond Series of 2010 A
April 30, 2011

Date of Issue July 15, 2010
Date of Maturity December 15, 2029
Authorized Issue \$7,100,000
Denomination of Bonds \$ 5,000
Interest Rates Varies from 2.0% to 3.25%
Interest Dates June 15 and December 15
Call Date December 15, 2019

CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Tax Levy	Requirements			Interest Due on			
	Principal	Interest	Totals	December 15	Amount	June 15	Amount
2010	\$ -	\$ 514,569	\$ 514,569	2011	\$ 257,285	2011	\$ 257,285
2011	-	363,225	363,225	2012	181,613	2012	181,613
2012	-	363,225	363,225	2013	181,613	2013	181,613
2013	-	363,225	363,225	2014	181,613	2014	181,613
2014	310,000	363,225	673,225	2015	181,613	2015	181,613
2015	315,000	353,925	668,925	2016	176,963	2016	176,963
2016	330,000	342,113	672,113	2017	171,057	2017	171,057
2017	345,000	328,913	673,913	2018	164,457	2018	164,457
2018	355,000	313,388	668,388	2019	156,694	2019	156,694
2019	375,000	296,969	671,969	2020	148,485	2020	148,485
2020	395,000	278,688	673,688	2021	139,344	2021	139,344
2021	415,000	258,938	673,938	2022	129,469	2022	129,469
2022	435,000	238,188	673,188	2023	119,094	2023	119,094
2023	460,000	216,438	676,438	2024	108,219	2024	108,219
2024	485,000	192,288	677,288	2025	96,144	2025	96,144
2025	510,000	166,825	676,825	2026	83,413	2026	83,413
2026	540,000	139,413	679,413	2027	69,707	2027	69,707
2027	575,000	108,363	683,363	2028	54,182	2028	54,182
2028	610,000	75,300	685,300	2029	37,650	2029	37,650
2029	645,000	38,700	683,700	2030	19,350	2030	19,350
	<u>\$ 7,100,000</u>	<u>\$ 5,315,918</u>	<u>\$ 12,415,918</u>		<u>\$ 2,657,959</u>		<u>\$ 2,657,959</u>

**Village of Mundelein, Illinois
Long-Term Debt Requirements
General Obligation Bond Series of 2010 B
April 30, 2011**

Date of Issue July 15, 2010
 Date of Maturity December 1, 2019
 Authorized Issue \$9,135,000
 Denomination of Bonds \$ 5,000
 Interest Rates Varies from 2.0% to 3.25%
 Interest Dates June 15 and December 15
 Call Date December 1, 2019

CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Tax Levy	Requirements			Interest Due on			
	Principal	Interest	Totals	December 15	Amount	June 15	Amount
2010	\$ -	\$ 94,172	\$ 94,172	2010	\$ 94,172	2010	\$ -
2011	625,000	226,013	851,013	2011	113,006	2011	113,006
2012	975,000	213,513	1,188,513	2012	106,756	2012	106,756
2013	1,000,000	194,013	1,194,013	2013	97,006	2013	97,006
2014	1,020,000	174,013	1,194,013	2014	87,006	2014	87,006
2015	1,040,000	153,613	1,193,613	2015	76,806	2015	76,806
2016	1,065,000	130,213	1,195,213	2016	65,106	2016	65,106
2017	1,100,000	103,588	1,203,588	2017	51,794	2017	51,794
2018	1,135,000	72,238	1,207,238	2018	36,119	2018	36,119
2019	1,175,000	38,188	1,213,188	2019	19,094	2019	19,094
	<u>\$ 9,135,000</u>	<u>\$ 1,399,560</u>	<u>\$ 10,534,560</u>		<u>\$ 746,866</u>		<u>\$ 652,694</u>

Village of Mundelein, Illinois
Schedule of Insurance in Force
April 30, 2011
(Unaudited)

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
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
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>
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Financial Trends	115-118
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These schedules contain trend information to help the reader understand how the Village's financial performance and well-being have changed over time.

Revenue Capacity	119-126
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These schedules contain information to help the reader assess the factors affecting the Village's ability to generate its property and sales taxes.

Debt Capacity	127-130
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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.

Demographic and Economic Information	131-133
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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.

Operating Information	134-136
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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.

Equalized Assessed Valuation	137-139
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These schedules contain information that reflects land parcel information for the Village.

Sources:

Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year. The Village implemented GASB Statement No. 34 in 2004; schedules presenting government-wide information include information beginning in that year.

**Village of Mundelein, Illinois
Net Assets by Component
Last Six Fiscal Years
April 30, 2011**

	2006	2007	2008	2009	2010	2011
Governmental Activities						
Invested in Capital Assets Net of Related Debt	\$ 70,557,352	\$ 74,021,286	\$ 78,151,940	\$ 76,816,229	\$ 79,260,856	\$ 81,086,809
Restricted	8,446,938	8,446,938	9,044,346	8,924,754	8,578,861	11,306,734
Unrestricted	<u>8,653,398</u>	<u>14,310,307</u>	<u>17,235,812</u>	<u>17,375,252</u>	<u>15,652,986</u>	<u>15,844,200</u>
Total Governmental Activities	<u>\$ 87,657,688</u>	<u>\$ 96,778,531</u>	<u>\$ 104,432,098</u>	<u>\$ 103,116,235</u>	<u>\$ 103,492,703</u>	<u>\$ 108,237,743</u>
Business-type Activities						
Invested in Capital Assets Net of Related Debt	\$ 31,067,204	\$ 30,629,063	\$ 30,757,119	\$ 33,096,650	\$ 32,333,193	\$ 31,376,554
Restricted	7,367,181	6,043,153	6,570,031	6,483,245	6,797,229	6,990,152
Unrestricted	<u>1,269,479</u>	<u>2,168,838</u>	<u>1,266,939</u>	<u>1,251,377</u>	<u>1,845,101</u>	<u>2,609,393</u>
Total Business-type Activities	<u>\$ 39,703,864</u>	<u>\$ 38,841,054</u>	<u>\$ 38,594,089</u>	<u>\$ 40,831,272</u>	<u>\$ 40,975,523</u>	<u>\$ 40,976,099</u>
Primary Government						
Invested in Capital Assets Net of Related Debt	\$ 101,624,556	\$ 104,656,521	\$ 108,909,059	\$ 109,912,879	\$ 111,594,049	\$ 112,463,363
Restricted	15,814,119	14,668,690	15,614,377	15,407,999	15,376,090	18,296,886
Unrestricted	<u>9,922,877</u>	<u>16,479,145</u>	<u>18,502,751</u>	<u>18,626,629</u>	<u>17,498,087</u>	<u>18,453,593</u>
Total Primary Government	<u>\$ 127,361,552</u>	<u>\$ 135,804,356</u>	<u>\$ 143,026,187</u>	<u>\$ 143,947,507</u>	<u>\$ 144,468,226</u>	<u>\$ 149,213,842</u>

Data Source
Audited Financial Statements

Village of Mundelein, Illinois
Change in Net Assets
Last Six Fiscal Years
April 30, 2011

	2006	2007	2008	2009	2010	2011
Expenses						
Governmental Activities						
General Government	\$ 2,839,261	\$ 6,809,545	\$ 7,471,651	\$ 6,956,476	\$ 6,625,657	\$ 8,587,371
Public Safety	12,610,092	12,265,903	13,672,253	14,585,566	17,212,142	15,471,938
Public Works	7,213,414	5,346,434	6,360,218	6,218,320	4,209,027	1,553,992
Interest	731,873	828,148	673,953	660,929	624,898	768,561
Total Governmental Activities Expenses	<u>23,394,640</u>	<u>25,250,030</u>	<u>28,178,075</u>	<u>28,421,291</u>	<u>28,671,724</u>	<u>26,381,862</u>
Business-type Activities						
Waterworks and Sewerage	8,161,102	8,049,190	8,343,929	8,672,138	8,123,276	8,272,120
Total Primary Government Expenses	<u>\$ 31,555,742</u>	<u>\$ 33,299,220</u>	<u>\$ 36,522,004</u>	<u>\$ 37,093,429</u>	<u>\$ 36,795,000</u>	<u>\$ 34,653,982</u>
Program Revenues						
Governmental Activities						
Charges for Services						
General Government	\$ 1,877,263	\$ 2,889,357	\$ 2,725,362	\$ 1,713,508	\$ 1,273,398	\$ 1,046,464
Public Safety	1,264,894	1,615,014	1,602,824	1,572,135	1,526,768	1,784,929
Public Works	319,937	3,297,684	2,161,959	1,336,032	978,495	892,685
Operating Grants and Contributions	1,153,965	139,488	398,592	319,630	678,020	942,381
Capital Grants and Contributions	-	2,782,928	2,625,848	624,101	310,260	134,341
Total Governmental Activities Program Revenues	<u>4,616,059</u>	<u>10,724,471</u>	<u>9,514,585</u>	<u>5,565,406</u>	<u>4,766,941</u>	<u>4,800,800</u>
Business-type Activities						
Charges for Services						
Public Works	\$ 6,352,770	\$ 6,015,578	\$ 6,760,060	\$ 6,589,571	\$ 7,212,336	\$ 7,801,986
Operating Grants and Contributions	-	100,000	665,926	13,376	-	-
Capital Grants and Contributions	-	-	-	139,804	994,651	335,411
Total Business-type Activities Program Revenues	<u>6,352,770</u>	<u>6,115,578</u>	<u>7,425,986</u>	<u>6,742,751</u>	<u>8,206,987</u>	<u>8,137,397</u>
Total Primary Government Program Revenues	<u>\$ 10,968,829</u>	<u>\$ 16,840,049</u>	<u>\$ 16,940,571</u>	<u>\$ 12,308,157</u>	<u>\$ 12,973,928</u>	<u>\$ 12,938,197</u>
Net (Expense) Revenue						
Governmental Activities	\$ (18,778,581)	\$ (14,525,559)	\$ (18,663,490)	\$ (22,855,885)	\$ (23,904,783)	\$ (21,581,062)
Business-type Activities	(1,556,230)	(1,933,614)	(917,943)	(1,929,387)	83,711	(134,723)
Total Primary Government Net (Expense) Revenue	<u>\$ (20,334,811)</u>	<u>\$ (16,459,173)</u>	<u>\$ (19,581,433)</u>	<u>\$ (24,785,272)</u>	<u>\$ (23,821,072)</u>	<u>\$ (21,715,785)</u>
General Revenues and Other Changes in Net Assets						
Governmental Activities						
Taxes						
Property tax	\$ 8,493,265	\$ 9,146,159	\$ 9,596,488	\$ 10,122,301	\$ 11,388,577	\$ 11,244,158
Sales tax	4,950,814	5,007,065	5,160,880	4,805,750	4,391,052	4,496,336
Home rule sales tax	2,760,846	3,588,815	3,967,036	3,461,615	3,070,632	3,182,449
Income tax	2,392,870	2,416,405	3,166,335	2,785,702	1,746,048	3,655,567
Use tax	378,753	405,575	422,602	459,832	343,808	473,595
Hotel occupation tax	318,703	336,284	356,935	301,135	231,141	252,141
9-1-1 surcharge tax	206,329	214,270	261,260	303,609	279,443	309,247
Road and Bridge tax	135,492	141,923	149,537	144,877	150,757	153,244
Replacement tax	110,046	120,040	124,166	85,516	69,540	100,501
Telecommunications tax	-	816,302	1,043,307	1,017,584	968,872	889,548
Other tax	136,125	187,176	142,758	131,541	716,460	651,797
Investment Income	655,041	1,207,127	1,645,258	1,194,807	393,694	796,401
Miscellaneous	169,770	237,854	101,902	407,781	531,227	121,118
Total Governmental Activities	<u>20,708,054</u>	<u>23,824,995</u>	<u>26,138,464</u>	<u>25,222,050</u>	<u>24,281,251</u>	<u>26,326,102</u>
Business-type Activities						
Investment Income	280,857	431,135	471,791	250,674	60,540	135,299
Miscellaneous	940,607	639,669	199,187	364,395	-	-
Transfers	-	-	-	3,551,501	-	-
Total Business-type Activities	<u>1,221,464</u>	<u>1,070,804</u>	<u>670,978</u>	<u>4,166,570</u>	<u>60,540</u>	<u>135,299</u>
Total Primary Government	<u>\$ 21,929,518</u>	<u>\$ 24,895,799</u>	<u>\$ 26,809,442</u>	<u>\$ 29,388,620</u>	<u>\$ 24,341,791</u>	<u>\$ 26,461,401</u>
Change in Net Assets						
Governmental Activities	\$ 1,929,473	\$ 9,299,436	\$ 7,474,974	\$ 2,366,165	\$ 376,468	\$ 4,745,040
Business-type Activities	(334,766)	(862,810)	(246,965)	2,237,183	144,251	576
Total Primary Government Change in Net Assets	<u>\$ 1,594,707</u>	<u>\$ 8,436,626</u>	<u>\$ 7,228,009</u>	<u>\$ 4,603,348</u>	<u>\$ 520,719</u>	<u>\$ 4,745,616</u>

Data Source
Audited Financial Statements

Village of Mundelein, Illinois
Fund Balances of Governmental Funds
Last Six Fiscal Years
April 30, 2011

	2006	2007	2008	2009	2010	2011
General Fund						
Reserved	\$ 324,284	\$ 350,676	\$ 419,750	\$ 474,948	\$ 496,966	\$ -
Unreserved	8,713,788	13,764,784	16,595,639	16,928,798	16,007,136	-
Nonspendable	-	-	-	-	-	434,466
Committed	-	-	-	-	-	2,501,720
Assigned	-	-	-	-	-	5,317,476
Unassigned	-	-	-	-	-	7,425,470
Total General Fund	<u>\$ 9,038,072</u>	<u>\$ 14,115,460</u>	<u>\$ 17,015,389</u>	<u>\$ 17,403,746</u>	<u>\$ 16,504,102</u>	<u>\$ 15,679,132</u>
All Other Governmental Funds						
Reserved	\$ -	\$ -	\$ -	\$ -	\$ 790,411	\$ -
Unreserved - designated - Special Revenue Funds	-	7,694,888	8,081,160	7,646,950	5,398,214	-
Unreserved, reported in:						
Special Revenue Funds	6,533,532	1,729,125	1,933,947	1,347,327	2,522,229	-
Capital Project Funds	2,492,993	-	-	-	-	-
Debt Service Funds	622,723	769,900	836,684	859,206	673,093	-
Nonspendable	-	-	-	-	-	808
Restricted	-	-	-	-	-	11,745,186
Committed	-	-	-	-	-	90,000
Assigned	-	-	-	-	-	77,563
Total All Other Governmental Funds	<u>\$ 9,649,248</u>	<u>\$ 10,193,913</u>	<u>\$ 10,851,791</u>	<u>\$ 9,853,483</u>	<u>\$ 9,383,947</u>	<u>\$ 11,913,557</u>

Data Source
Audited Financial Statements

Village of Mundelein, Illinois
Changes in Fund Balances of Governmental Funds
Last Six Fiscal Years
April 30, 2011

	2006	2007	2008	2009	2010	2011
Revenues						
Taxes	\$ 19,883,243	\$ 22,380,014	\$ 24,391,304	\$ 23,619,462	\$ 23,356,330	\$ 24,316,654
Licenses and Permits	1,753,408	3,304,643	3,071,865	1,826,631	1,328,496	1,185,785
Intergovernmental	1,023,254	926,555	891,099	834,225	806,244	808,123
Fines and Forfeitures	701,062	730,693	662,667	680,561	648,986	773,175
Charges for Services	955,692	2,782,449	1,801,845	1,211,375	1,014,058	1,055,247
Investment Income	655,041	1,207,127	1,645,258	1,194,807	393,694	774,138
Fees	61,629	57,717	62,669	68,883	105,830	130,494
Grants	130,711	139,488	216,365	291,188	758,634	545,870
Donation	-	2,782,939	1,326,249	28,442	104,693	28,790
Miscellaneous	169,770	283,915	101,902	407,781	531,227	416,697
Total Revenues	25,333,810	34,595,540	34,171,223	30,163,355	29,048,192	30,034,973
Expenditures						
General Government	7,480,468	6,252,362	6,776,452	7,443,616	7,443,616	15,311,637
Public Safety	11,621,835	11,657,029	12,939,878	13,713,573	13,713,573	13,701,487
Public Works	8,307,805	7,774,020	8,010,321	6,381,457	6,333,832	3,512,911
Pension Contributions	1,298,481	1,451,616	1,591,238	1,671,035	1,694,927	1,570,964
Debt Service						
Principal	755,000	730,000	850,000	885,000	925,000	690,000
Interest and Fiscal Charges	599,399	838,460	715,527	678,625	640,653	810,218
Total Expenditures	30,062,988	28,703,487	30,883,416	30,773,306	30,751,601	35,597,217
Excess of Revenues over (under) Expenditures	(4,729,178)	5,892,053	3,287,807	(609,951)	(1,703,409)	(5,562,244)
Other financing Sources (Uses)						
Transfers In	-	1,867,764	210,000	408,979	691,323	792,000
Transfers Out	-	(1,867,764)	(210,000)	(408,979)	(691,323)	(792,000)
Bonds issued	5,000,000	-	-	-	-	16,235,000
Payment to refunded bond escrow agent	-	-	-	-	-	(9,144,369)
Premium on long term debt	-	-	-	-	-	176,253
Discount on Bonds Issued	(23,257)	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-
Total Other Financing Sources (Uses)	4,976,743	-	-	-	-	7,266,884
Net Change in Fund Balances	\$ 247,565	\$ 5,892,053	\$ 3,287,807	\$ (609,951)	\$ (1,703,409)	\$ 1,704,640
Debt Service as a Percentage of Noncapital Expenditures	4.51%	5.46%	5.07%	5.08%	5.09%	4.21%

Data Source
Audited Financial Statements

Village of Mundelein, Illinois
Assessed Value and Actual Value of Taxable Property
Last Ten Levy Years
April 30, 2011

Levy Year	Residential Property	Commercial Property	Industrial Property	Other Property	Equalized Assessed Value	Total Direct Tax Rate (1)	Estimated Actual Taxable Value	Equalization Factor
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	666,446,905	119,492,701	66,298,293	-	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
2008	761,748,154	135,791,259	70,609,621	-	968,152,034	7.890	3,227,173,446	33.33
2009	759,119,422	137,493,895	71,386,700	-	968,000,017	8.034	3,226,666,723	33.33
2010	725,959,487	136,138,445	71,055,091	-	933,153,023	8.643	3,110,510,076	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, 2011

Tax Levy Year	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
Tax Rate per \$100 of EAV										
Direct Rates										
Village of Mundelein										
In Libertyville Township	1.146	1.142	1.131	1.137	1.134	1.123	1.110	1.143	1.179	1.227
In Fremont Township	1.142	1.138	1.127	1.140	1.137	1.127	1.118	1.143	1.179	1.227
In Vernon Township	1.155	1.151	1.139	1.146	1.143	1.132	1.120	1.143	1.179	1.227
Overlapping Rates										
Lake County	0.516	0.502	0.490	0.465	0.454	0.450	0.444	0.453	0.464	0.505
Lake County Forest Preserve District	0.221	0.232	0.225	0.219	0.210	0.204	0.201	0.199	0.200	0.198
Central Lake County Joint										
Water Action Water Agency	0.066	0.064	0.058	0.054	0.049	0.046	0.042	0.042	0.042	0.045
Libertyville Township	0.214	0.200	0.060	0.058	0.057	0.057	0.057	0.058	0.059	0.058
Libertyville Township Road and Bridge	0.042	0.042	0.042	0.043	0.042	0.042	0.043	0.044	0.045	0.048
Fremont Township	0.130	0.124	0.119	0.115	0.113	0.113	0.111	0.110	0.113	0.113
Fremont Township Road and Bridge	0.049	0.048	0.046	0.035	0.034	0.033	0.027	0.026	0.026	0.025
Fremont Gravel	0.100	0.094	0.090	0.096	0.095	0.095	0.098	0.096	0.099	0.100
Vernon Township	0.062	0.063	0.060	0.053	0.051	0.051	0.050	0.049	0.050	0.054
Vernon Township Road and Bridge	0.023	0.022	0.022	0.022	0.022	0.022	0.022	0.022	0.023	0.023
Vernon Gravel	0.020	0.020	0.019	0.020	0.020	0.021	0.020	0.021	0.021	0.025
Cook Memorial Library District	0.254	0.247	0.236	0.231	0.225	0.222	0.219	0.222	0.223	0.238
Fremont Library District	0.374	0.362	0.349	0.336	0.328	0.323	0.312	0.317	0.325	0.347
Vernon Area Library District	0.275	0.267	0.265	0.264	0.223	0.222	0.219	0.222	0.226	0.241
Mundelein Park and Rec. District	0.357	0.347	0.481	0.488	0.371	0.370	0.364	0.366	0.363	0.387
Vernon Hills Park District	0.352	0.340	0.373	0.346	0.334	0.351	0.343	0.344	0.317	0.427
School District #70	2.870	2.792	2.581	2.499	2.378	2.297	2.247	2.278	2.283	2.431
School District #73	3.292	3.201	3.086	2.990	2.922	2.887	2.842	2.878	2.899	3.081
School District #75	3.173	3.523	3.679	3.601	3.520	3.346	3.277	3.207	3.260	3.511
School District #76	3.686	3.542	3.617	3.550	3.452	3.375	3.381	3.378	3.362	3.327
School District #79	2.670	2.582	2.635	2.572	2.565	2.529	2.379	2.435	2.485	2.663
High School District #120	2.156	2.077	2.260	2.198	1.820	1.748	1.701	1.735	1.763	1.967
High School District #125	1.864	1.890	1.940	2.062	2.112	2.134	2.114	2.139	2.185	2.306
High School District #128	2.344	2.391	2.359	2.291	2.225	2.179	2.136	2.163	2.179	2.324
Community College District #532	0.211	0.208	0.201	0.200	0.197	0.195	0.192	0.196	0.200	0.218
Representative Tax Rate (Fremont Township)	8.495	8.719	9.125	8.947	8.328	8.050	7.887	7.890	8.034	8.643

Data Source
Lake County Clerk's Office

**Village of Mundelein, Illinois
Principal Property Taxpayers
Current Tax Year and Nine Years Ago
April 30, 2011**

Taxpayer	Type of Business	2010			2001		
		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	\$ 8,699,935	1	0.93 %	\$ -	\$ -	- %
Mundelein 83	Commercial Properties - Strip Malls Restaurants, Stores	8,395,254	2	0.90	-	-	-
1200 Town Line Road Assoc.	Medline Industries - Hospital Supplies	7,896,887	3	0.85	5,120,716	1	1
Centro Bradley Long Meadow LLC	Dominicks Supermarket	7,167,991	4	0.45	-	-	-
Oak Creek Plaza, LLC	Strip Mall	4,099,500	5	0.44	3,278,949	3	1
Target Corporation	Discount Department Store	3,906,749	6	0.42	-	-	-
Apex Investment Assoc., Inc.	Commercial Parcel with Improvements	3,632,418	7	0.39	-	-	-
Hickory Walnut, LLC	Multi-Family Apartment Buildings	3,252,683	8	0.35	-	-	-
JEH Ltd. Partnership	Commercial Parcel with Improvements	2,900,159	9	0.31	-	-	-
Northfield Block Company	Industrial Properties with Improvements	2,819,433	10	0.30	-	-	-
American National Bank	Shopping Center and Industrial Properties	-	-	-	4,315,060	2	0.71
Dominick's	Supermarket	-	-	-	3,067,982	4	0.50
Supervalu Holdings, Inc.	Cub Foods Supermarket	-	-	-	2,286,327	5	0.37
Klaff Realty LP	Office Building	-	-	-	2,269,698	6	0.37
Williamsburg Office Corp	Hotel with restaurant	-	-	-	2,229,823	7	0.37
33 North LaSalle LLC	Office/Warehouse Building	-	-	-	1,688,035	8	0.28
MacLean Fogg Co.	Industrial Fasteners (Plant and Corporate offices)	-	-	-	1,648,072	9	0.27
Rexam Medical Packaging	Flexible polyethylene packaging	-	-	-	1,568,730	10	0.26
		<u>\$ 52,771,009</u>		<u>5.34 %</u>	<u>\$ 27,473,392</u>		<u>4.51 %</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, 2011**

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
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	9,594,360	99.98%	-	9,594,360	99.98%
2009	2007	10,135,539	10,122,229	99.87%	-	10,122,229	99.87%
2010	2008	11,065,978	11,034,845	99.72%	-	11,034,845	99.72%
2011	2009	11,412,720	11,398,001	99.87%	-	11,398,001	99.87%

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, 2011**

Municipal Sales Taxes

	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
General Merchandise	*	*	\$ 17,060	\$ 151,865	\$ 543,433	\$ 609,120	\$ 712,779	\$ 716,131	\$ 680,530	\$ 695,020
Food	\$ 813,326	\$ 876,450	905,672	942,365	917,276	900,145	867,700	921,928	882,844	830,442
Drinking and Eating Places	333,621	366,423	362,057	387,481	416,629	447,447	474,984	466,801	434,579	445,343
Apparel	*	*	57,519	80,820	81,095	80,397	76,064	73,250	69,538	67,134
Furniture & H.H. & Radio	189,419	146,129	129,073	126,813	155,414	167,091	280,685	281,482	250,207	232,977
Lumber, Building Hardware	333,231	330,907	327,788	328,083	356,122	424,667	437,311	382,672	304,897	308,309
Automobile and Filling Stations	398,959	367,702	370,141	358,391	420,017	470,265	498,781	690,098	519,028	581,000
Drugs and Miscellaneous Retail	573,701	605,226	620,879	619,096	597,039	650,266	668,960	650,280	624,826	748,779
Agriculture and All Others	848,786	826,277	828,828	806,753	965,731	921,156	827,135	771,036	490,011	471,140
Manufacturers	247,654	231,077	258,005	278,588	268,106	335,057	268,080	162,658	70,370	62,429
Total	\$ 3,738,698	\$ 3,750,191	\$ 3,877,022	\$ 4,080,253	\$ 4,720,863	\$ 5,005,611	\$ 5,112,480	\$ 5,116,334	\$ 4,326,831	\$ 4,442,572

Home Rule Sales Taxes

	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
General Merchandise	*	*	\$ 10,349	\$ 88,017	\$ 296,306	\$ 372,585	\$ 480,030	\$ 469,045	\$ 433,709	\$ 448,256
Food	\$ 151,073	\$ 176,603	175,229	196,030	181,422	205,642	217,619	203,746	211,565	209,592
Drinking and Eating Places	245,442	269,112	264,630	277,452	300,533	377,583	454,353	445,794	414,538	421,330
Apparel	*	*	43,116	60,542	60,734	71,355	75,796	73,490	69,577	66,962
Furniture & H.H. & Radio	140,953	109,024	96,095	94,925	116,476	145,825	280,466	281,225	250,211	232,727
Lumber, Building Hardware	248,685	247,224	244,634	244,756	265,570	369,047	434,884	380,369	302,783	306,409
Automobile and Filling Stations	245,893	218,476	217,316	211,496	261,514	345,581	401,740	474,618	392,557	419,495
Drugs and Miscellaneous Retail	271,057	288,711	307,150	319,301	299,972	380,527	421,832	415,121	407,015	537,258
Agriculture and All Others	616,674	592,873	597,527	584,150	705,505	787,246	813,599	766,140	485,902	431,038
Manufacturers	185,054	171,144	189,585	205,590	199,261	283,430	265,562	160,527	68,034	60,286
Total	\$ 2,104,831	\$ 2,073,167	\$ 2,145,631	\$ 2,282,260	\$ 2,687,294	\$ 3,338,821	\$ 3,845,881	\$ 3,670,074	\$ 3,035,891	\$ 3,133,352

Village Direct Sales Tax Rate 1.142% 1.138% 1.127% 1.140% 1.137% 1.127% 1.118% 1.143% 1.179% 1.227%

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, 2011

Tax Rate per \$100 of EAV

Fiscal Year	Village Direct Rate*	Overlap Rate
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
2009	1.143	7.890
2010	1.179	8.034
2011	1.227	8.643

*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, 2011

Tax Levy Year	2001		2002		2003		2004		2005	
Assessed Valuations	\$610,039,950		\$654,017,145		\$708,333,517		\$757,237,472		\$805,496,344	
Percentage Increase from Prior Year	6.5065%		7.2089%		8.3050%		6.9041%		6.3730%	
	Rate	Amount								
Tax Extensions										
General	0.6290	\$ 3,837,151	0.6270	\$ 4,100,687	0.5930	\$ 4,200,418	0.5480	\$ 4,149,661	0.5410	\$ 4,357,735
Fire Protection	-	-	-	-	-	-	-	-	-	-
Road and Bridge -										
Libertyville Township	0.0790	176,497	0.0800	188,963	0.0760	198,973	0.0780	214,854	0.0810	236,543
Fremont Township	0.0750	250,720	0.0760	274,669	0.0720	279,814	0.0810	341,627	0.0840	377,717
Vernon Hills Township	0.0880	46,053	0.0890	50,203	0.0840	48,633	0.0870	52,322	0.0900	57,424
Illinois Municipal Retirement	0.0350	213,514	0.0340	222,366	0.0450	318,750	0.0730	552,783	0.0710	571,902
Social Security	0.1090	664,943	0.1080	706,338	0.0990	701,250	0.0980	742,093	0.1130	910,211
Municipal Audit										
Debt Service	0.1720	1,049,269	0.1580	1,033,347	0.1760	1,246,667	0.1820	1,378,172	0.1710	1,377,399
Police Pension	0.0830	506,333	0.0900	588,615	0.0930	658,750	0.1080	817,816	0.1070	861,881
Firefighters' Pension	0.0390	<u>237,916</u>	0.0450	<u>294,308</u>	0.0490	<u>347,083</u>	0.0500	<u>378,619</u>	0.0500	<u>402,748</u>
Total Extension		<u>\$ 6,982,396</u>		<u>\$ 7,459,496</u>		<u>\$ 8,000,338</u>		<u>\$ 8,627,947</u>		<u>\$ 9,153,561</u>
Libertyville Township	1.1460		1.1420		1.1310		1.1370		1.1340	
Fremont Township	1.1420		1.1380		1.1270		1.1400		1.1370	
Vernon Hills Township	1.1550		1.1510		1.1390		1.1460		1.1430	
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.

Data Source
Lake County Tax Extension Office

Village of Mundelein, Illinois
Property Tax Assessed Valuations, Rates and Extensions - Continued
Last Ten Levy Years
April 30, 2011

2006		2007		2008		2009		2010	
\$852,237,899		\$908,746,131		\$968,152,034		\$968,000,017		\$933,153,023	
5.8028%		6.6306%		6.5371%		-0.0157%		-3.5999%	
Rate	Amount	Rate	Amount	Rate	Amount	Rate	Amount	Rate	Amount
0.5390	\$ 4,593,562	0.5240	\$ 4,761,830	0.5510	\$ 5,334,518	0.5140	\$ 4,975,520	0.6130	\$ 5,720,228
-	-	-	-	-	-	-	-	-	-
0.0860	262,658	0.0870	279,411	0.0980	323,937	0.1140	376,078	0.1180	379,684
0.0900	431,399	0.0950	489,303	0.0980	551,451	0.1140	643,071	0.1180	637,971
0.0950	64,115	0.0970	70,352	0.0980	73,401	0.1140	84,371	0.1180	83,466
0.0710	605,089	0.0780	708,822	0.0890	861,655	0.0930	900,240	0.0760	709,196
0.1120	954,506	0.1080	981,446	0.1120	1,084,330	0.1100	1,064,800	0.0970	905,158
0.1620	1,380,625	0.1500	1,363,119	0.1210	1,171,464	0.1400	1,355,200	0.1240	1,157,110
0.1040	886,327	0.1140	1,035,971	0.1200	1,161,782	0.1410	1,364,880	0.1410	1,315,746
0.0490	417,597	0.0490	445,286	0.0520	503,439	0.0670	648,560	0.0580	541,229
	<u>\$ 9,595,879</u>		<u>\$ 10,135,539</u>		<u>\$ 11,065,978</u>		<u>\$ 11,412,720</u>		<u>\$ 11,449,788</u>
1.1230		1.1100		1.1430		1.1790		1.2270	
1.1270		1.1180		1.1430		1.1790		1.2270	
1.1320		1.1200		1.1430		1.1790		1.2270	
<u>1%</u>		<u>1%</u>		<u>1%</u>		<u>1%</u>		<u>1%</u>	

Village of Mundelein, Illinois
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years
April 30, 2011

Fiscal Year Ended	Governmental	Business-Type	Total Primary Government	Percentage of		Per Capita* Population	Per Capita Personal Income	Personal Income
	<u>Activities</u> General Obligation Bonds	<u>Activities</u> IEPA Note Payable		Personal Income*	Per Capita*			
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	2.57%	674	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	3,157,364	18,777,364	2.31%	607	30,935	26,280	812,971,800
2009	14,735,000	2,895,957	17,630,957	2.17%	570	30,935	26,280	812,971,800
2010	13,810,000	2,626,940	16,436,940	1.61%	531	30,935	33,057	1,022,618,295
2011	20,365,000	2,350,093	22,715,093	2.22%	731	31,064	33,005	1,025,267,320

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 131 for personal income and population data.

Village of Mundelein, Illinois
Ratios of General Bonded Debt Outstanding
Last Seven Fiscal Years
April 30, 2011

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
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
2009	14,735,000	859,206	13,875,794	1.52	449	968,152,034
2010	13,810,000	673,094	13,136,906	1.43	425	968,000,017
2011	20,365,000	1,400,815	18,964,185	2.18	610	933,153,023

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

* See the Schedule of Assessed Value and estimated Actual Value of Taxable Property on page 119 for property value data.

Village of Mundelein, Illinois
Direct and Overlapping Governmental Bonded Debt
April 30, 2011

Governmental Unit	Equalized Assessed Value	Net Bonded Debt	Percentage Debt Applicable to the Village of Mundelein	Village of Mundelein Share of Debt
Overlapping Debt:				
Lake County (1)	\$ 28,684,698,965	\$ -	3.250 %	\$ -
Lake County Forest Preserve District	28,684,698,965	286,485,000	3.250	9,310,763
Central Lake County Joint Action Water Agency	7,570,202,838	20,610,000	12.314	2,537,915
Mundelein Park District	1,053,833,563	2,885,000	88.519	2,553,773
Vernon Hills Park District (1)	1,245,913,675	5,520,000	0.001	55
Fremont Public Library District	1,284,242,495	5,815,000	50.748	2,950,996
Countryside Fire Protection District				
Vernon Area Public Library District				
School Districts:				
#70 ⁽¹⁾⁽²⁾	1,084,707,956	7,781,710	0.042	3,268
#73 ⁽²⁾	1,379,339,107	45,819,149	14.770	6,767,488
#75 ⁽²⁾	402,832,765	12,567,103	98.765	12,411,899
#76 ⁽²⁾	323,995,512	4,194,118	35.546	1,490,841
#79	896,418,534	28,450,000	24.059	6,844,786
High School District #120 ⁽²⁾	1,493,693,554	7,578,106	60.798	4,607,337
High School District #125 ⁽³⁾	3,647,435,097	26,595,000	0.620	164,889
High School District #128 ⁽³⁾	3,112,296,437	30,020,000	0.072	21,614
Community College #532	<u>27,255,082,680</u>	<u>6,920,000</u>	<u>3.420</u>	<u>236,664</u>
		491,240,186		49,902,288
Direct Debt:				
Village of Mundelein	<u>\$ 933,153,023</u>	<u>20,365,000</u>	100.00 %	<u>20,365,000</u>
Total Direct and Overlapping Debt		<u>\$ 511,605,186</u>		<u>\$ 70,267,288</u>
Direct and overlapping bonded debt per capita Population				\$ 2,262 31,064

(1) Excludes outstanding principal amounts of General Obligation Alternate Revenue Source Bonds.
(2) Includes outstanding original principal amounts of Capital Appreciation bonds.
(3) Excludes outstanding debt certificates

Data Source
Lake County Clerk's Office

Village of Mundelein, Illinois
Schedule of Legal Debt Margin
April 30, 2011

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, 2011**

Fiscal Year	Population	Personal Income* (Thousands of Dollars)	Per Capita Personal Income	Median Age	Unemployment Rate
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
2009	30,935	812,972	26,280	33.20	6.6
2010	30,935	1,022,618	33,057	33.00	9.6
2011	31,064	1,025,267	33,005	35.10	10.4

Data Source
Village Records
U.S. Census Bureau

**Village of Mundelein, Illinois
Principal Employers
Current Year and Nine Years ago
April 30, 2011**

Employer	Type of Business	2011			2002		
		Rank	Employees	Percentage of Total City Population	Rank	Employees	Percentage of Total City Population
Medline Industries	Hospital Supplies	1	1,200	3.86 %	1	1,120	3.62 %
Mundelein Park District	Public Recreating Facilities	2	422	1.36	-	-	-
Amcors Flexibles Healthcare, Inc.	Flexible Polyethylene Packaging	3	350	1.13	2	400	1.29
Fremont School District #79	Public Elementary School	4	287	0.92	-	-	-
University of St. Mary of the Lake	Seminary / School for the Priesthood	5	220	0.71	4	232	0.75
Mundelein Elementary School #75	Public Elementary School	6	213	0.69	5	220	0.71
Mundelein High School #120	Public High School	7	211	0.68	3	275	0.89
Village of Mundelein	Village Government	8	183	0.59	7	165	0.53
Dominicks	Supermarket	9	180	0.58	-	-	-
Washburn International	Guitars and Guitar Parts	10	180	0.58	10	130	0.42
Maclean Fogg Co.	Industrial Fasteners (Plants and Offices)	-	-	-	6	167	0.54
Moore Business Communications	Commercial offset printing	-	-	-	8	150	0.48
Cub Foods	Supermarket	-	-	-	9	135	0.44
Total			<u><u>3,446</u></u>			<u><u>2,994</u></u>	

Population

31,064

30,935

Data Sources

2011 Municipal Research

**Village of Mundelein, Illinois
Full-Time Equivalent Employees
Last Ten Budget Years
April 30, 2011**

Function/Program	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
General Government										
Administration	11	11	13	13	13	12	17	16	16	13
Building	8	8	12	12	13	13	9	9	9	8
Engineering	5	5	5	5	6	6	6	6	6	4
Finance	7	7	7	7	9	10	10	10	10	8
Public Safety										
Police										
Officers	45	45	45	45	48	51	54	54	52	51
Civilians	17	17	17	17	17	18	18	18	18	18
Fire										
Firefighters/Paramedics and Officers	24	24	24	22	23	23	23	26	26	25
Civilians	2	2	2	2	2	2	2	2	2	2
Contractual	0	0	0	2	2	4	4	7	7	7
Public Works										
Administration	6	6	6	6	6	6	6	6	6	5
Facility	4	4	3	4	4	4	4	4.5	4.5	3
Vehicle	4	4	4	4	4	4	4	4	4	4
Street	11	11	12	11	11	12	12	12	12	10
Water	12	12	12	12	12	12	12	12	12	12
Wastewater	<u>13</u>	<u>13.5</u>	<u>13.5</u>	<u>13</u>						
Total	<u>169</u>	<u>169</u>	<u>175</u>	<u>175</u>	<u>183</u>	<u>190</u>	<u>194</u>	<u>200</u>	<u>198</u>	<u>183</u>

Data Source
Village Records

**Village of Mundelein, Illinois
Operating Indicators
Last Five Calendar Years
April 30, 2011**

Function/Program	2006	2007	2008	2009	2010
General Government					
Administration					
Registered Voters ⁽¹⁾	15,725	16,726	17,617	19,516	18,732
Votes Cast in Last Election	8,319	1,385	13,345	3,879	9,520
Public Safety					
Police					
CALEA Accreditation	Yes	Yes	Yes	Yes	Yes
Arrests	1,969	1,954	2,003	1,633	1,517
Ordinance Citations	4,204	3,901	3,275	3,339	2,828
Traffic Citations	12,144	12,446	9,729	9,116	9,447
Part I Incidents ⁽²⁾	615	533	450	478	434
Part II Incidents ⁽²⁾	3,348	3,725	3,960	3,319	3,460
Service Incidents	14,954	15,410	15,293	14,373	14,825
Fire					
Emergency Responses	3,135	3,259	2,963	2,660	2,887
Fire Responses	1,335	1,402	1,279	1,151	1,312
Patients Transported	1,515	1,734	1,709	1,492	1,452
Public Works					
Streets					
Street Resurfaced (Sq. Yds.)	60,581	27,252	17,985	23,390	44,548
Sidewalk Replaced (Sq. Ft.)	10,687	1,432	0	0	8,684
Workorders Processed	6,396	7,357	5,943	7,214	8,871
Water					
Average Daily Demand (MGD)	2.670	2.733	2.610	2.439	2.501
Highest Daily Demand (MGD)	4.550	4.444	4.154	4.635	3.503
Date of Highest Daily Demand	07/16/06	06/17/07	09/01/08	03/08/09	07/21/10
Lake Water Allocation	3.133	3.195	3.250	2.887	2.887
Average Residential Usage	14.6	14.8	16.8	16.6	16.1
Watermain Breaks	16	22	38	21	34
Meters Converted to RF	1,330	1,456	1,131	1,546	332
Wastewater					
Total Volume (MG)	1,438.87	1,427.90	1,530.55	1,481.05	1,019.64
Biological Oxygen Demand (lbs)	1,226,882	1,463,223	1,878,099	1,651,539	1,199,216
Suspended Solids (lbs)	1,443,308	1,247,519	2,205,297	1,728,203	1,047,787
Average Daily Flow	3.940	3.910	4.280	4.080	2.790
Average Dry Weather Flow (MGD)	3.08	2.90	3.05	3.14	2.00
Highest Daily Flow	14.80	18.53	18.50	15.78	19.97
Date of Highest Daily Flow	03/12/06	08/19/07	09/13/08	03/08/09	05/13/10
Workorders Processed	4,768	5,929	8,612	8,053	7,379

(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.

Data Source

Various Village Departments

Village of Mundelein, Illinois
Capital Asset Statistics
Last Five Fiscal Years
April 30, 2011

Function/Program	2007	2008	2009	2010	2011
General Government					
Metra Stations	1	1	1	1	1
Metra Parking Spots	522	522	522	522	522
Public Safety					
Police					
Stations	1	1	1	1	1
Patrol Districts	4	4	5	5	5
Patrol Units	16	16	16	16	16
Fire					
Stations	2	2	2	2	2
ISO Rating	3	3	3	3	3
Fire Apparatus	5	5	5	5	6
Rescue Apparatus	4	4	4	4	4
Public Works					
Streets					
Streets (miles)	82.3	84.3	85.5	83.2	83.2
Streetlights	1,400	1,400	1,400	1,400	1,400
Traffic signals*	5	5	5	5	5
Curbs (Miles)	133.2	138.3	140.8	139.7	141.1
Sidewalks (Miles)	110.2	114.6	115.6	114.5	115.2
Water					
Water mains (miles)	100.2	101.7	101.9	101.9	101.9
Fire hydrants	1,405	1,430	1,792	1,792	1,792
Booster Pump Stations	1	1	1	1	1
Ground Storage	4	4	4	4	4
Elevated Storage***	3	4	4	4	4
Storage Capacity**	5.50	6.75	6.75	6.75	6.75
Wastewater					
Sanitary sewers (miles)	166.2	167.5	167.6	167.6	167.6
Storm sewers (miles)	87.1	87.8	88.3	86.9	89.6
Treatment capacity**	4.95	4.95	4.95	4.95	4.95

* Village Owned

** (Millions of Gallons)

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

Data Source

Various Village Departments

**Village of Mundelein, Illinois
Miscellaneous Statistics
Waterworks and Sewerage Fund
Last Ten Fiscal Years
April 30, 2011**

Fiscal Year	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
Number of Users:										
Water Users	9,495	9,545	9,572	9,629	9,765	9,777	10,109	10,259	10,257	10,253
Water and Sewer Users	9,502	9,553	9,580	9,637	9,774	9,786	10,113	10,264	10,267	10,263
Increase in Users	80	51	27	57	137	12	327	151	3	(4)
Nonactive Accounts	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	211	301
Users by Class:										
Residential	7,451	7,473	7,477	7,562	7,670	7,687	7,867	7,862	7,736	7,678
Senior Citizen	897	922	923	916	915	901	958	1,109	1,255	1,318
Commercial	846	849	867	893	921	920	761	757	738	729
Apartment Buildings	143	143	144	142	143	142	144	145	145	145
Industrial	71	71	72	72	70	71	62	63	63	60
Other	94	95	97	52	55	65	321	328	330	333
Total Users by Class	9,502	9,553	9,580	9,637	9,774	9,786	10,113	10,264	10,267	10,263
Billing Units by Class ⁽¹⁾ :										
Residential ⁽²⁾	816,334	857,069	809,960	802,138	854,644	781,173	788,802	777,182	750,637	741,715
Business ⁽³⁾	368,035	371,498	344,843	344,334	360,990	343,973	350,969	330,036	320,975	334,697
Industrial	39,702	46,362	40,839	38,323	39,389	36,490	55,433	39,937	50,001	70,447
Other	38,745	20,729	20,555	18,207	27,817	21,308	29,745	29,055	26,986	27,867
Total Billing Units	1,262,816	1,295,658	1,216,197	1,203,002	1,282,840	1,182,944	1,224,949	1,176,210	1,148,599	1,174,726
Rate History Per Billing Unit ⁽⁴⁾ :										
Ordinance No.	01-06-29	02-05-22	03-04-12	04-04-17	05-04-25	06-05-43	07-05-28	08-04-19	09-04-27	10-04-19
Effective Date	07/01/01	07/01/02	06/01/03	06/01/04	6/1/2005	6/1/2006	6/1/2007	6/1/2008	6/1/2009	6/1/2010
Water	1.241	1.200	1.288	1.442	1.376	1.472	1.598	1.682	1.920	1.980
Watermain	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000
Sewer	1.448	1.423	1.491	1.600	1.629	1.793	1.993	2.101	2.363	2.464
CLCJAWA	1.232	1.565	1.595	1.519	1.754	1.685	1.701	1.750	1.879	2.030
Combined Rate	3.92	4.19	4.37	4.56	4.76	4.95	5.29	5.53	6.16	6.47
Pumped vs. Billed:										
Total Gallons of Water Pumped	1,007,150,000	1,014,587,000	956,103,000	954,241,000	1,051,235,000	972,699,000	992,388,000	935,098,000	888,889,000	913,434,000
Total Gallons of Water Billed	947,112,000	971,743,500	912,147,750	902,597,250	965,131,500	887,208,000	918,711,750	842,309,250	861,449,250	881,044,500
Gallons Pumped but not Billed	60,038,000	42,843,500	43,955,250	51,643,750	86,103,500	85,491,000	73,676,250	92,788,750	27,439,750	32,389,500
Percentage of Unbilled	6.0%	4.2%	4.6%	5.4%	8.2%	8.8%	7.4%	9.9%	3.1%	3.5%

(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
Equalized Assessed Value Per Township
By General Zoning Classification
April 30, 2011**

General Zoning Classification	All Townships		Fremont Township		Libertyville Township		Vernon Township	
	Equalized Assessed Value	Percent of Total						
Residential	\$ 725,959,487	77.8 %	\$ 498,147,014	92.1 %	\$ 201,427,379	62.6 %	\$ 26,385,094	37.3 %
Commercial	136,138,445	14.6	42,506,598	7.9	61,499,671	19.1	32,132,176	45.4
Industrial	<u>71,055,091</u>	<u>7.6</u>	<u>-</u>	<u>0.0</u>	<u>58,838,734</u>	<u>18.3</u>	<u>12,216,357</u>	<u>17.3</u>
	<u>\$ 933,153,023</u>	<u>100 %</u>	<u>\$ 540,653,612</u>	<u>100 %</u>	<u>\$ 321,765,784</u>	<u>100 %</u>	<u>\$ 70,733,627</u>	<u>100 %</u>
Percent of Total		<u>100 %</u>		<u>57.9 %</u>		<u>34.5 %</u>		<u>7.6 %</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
April 30, 2011**

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)		
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
2008	-	-	111	13,806,040	40,073,508	3,227,173,447
2009	-	-	35	4,034,370	30,259,939	3,226,666,723
2010	-	-	52	5,751,340	30,775,562	3,110,510,076

(1) Exclusive of Land Values

Data Source
Village Records

**Village of Mundelein, Illinois
Mundelein Tax Increment Finance Area #2
TIF Incremental Increase
Last Eight Levy Years
April 30, 2011**

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	10,551,126	182,621
2006	-	1,792,419	10,106,234	147,060
2007	-	1,690,995	10,004,810	130,933
2008	-	9,212,662	17,526,477	714,903
2009	-	8,119,746	16,433,561	642,015
2010	-	8,152,453	16,466,268	693,855

Data Source
Lake County Clerk's Office