

VILLAGE OF
ELWOOD, ILLINOIS

COMPREHENSIVE
ANNUAL
FINANCIAL REPORT

FOR THE FISCAL
YEAR ENDED
APRIL 30, 2009

VILLAGE OF ELWOOD, ILLINOIS

**COMPREHENSIVE ANNUAL
FINANCIAL REPORT**

**FOR THE YEAR ENDED
APRIL 30, 2009**

Prepared by Finance Department:

**Roberta Day
Treasurer**

VILLAGE OF ELWOOD, ILLINOIS

TABLE OF CONTENTS

	PAGE
<u>INTRODUCTORY SECTION</u>	
Principal Officials	i
Organization Chart	ii
Certificate of Achievement for Excellence in Financial Reporting	iii
Transmittal Letter	iv - viii
<u>FINANCIAL SECTION</u>	
INDEPENDENT AUDITORS' REPORT	1 - 2
MANAGEMENT'S DISCUSSION AND ANALYSIS	MD&A 1 - 12
BASIC FINANCIAL STATEMENTS:	
Government-Wide Financial Statements	
Statement of Net Assets	3 - 4
Statement of Activities	5 - 6
Fund Financial Statements	
Balance Sheet – Governmental Funds	7 - 8
Reconciliation of Total Governmental Fund Balance to Net Assets of Governmental Activities	9
Statement of Revenues, Expenditures and Changes in Fund Balances – Governmental Funds	10 - 11
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities	12
Statement of Net Assets – Proprietary Funds	13
Statement of Revenues, Expenses and Changes in Fund Net Assets – Proprietary Funds	14
Statement of Cash Flows – Proprietary Funds	15
Notes to the Financial Statements	16 - 38
REQUIRED SUPPLEMENTARY INFORMATION	
Schedule of Funding Progress – Illinois Municipal Retirement Fund	39
Employer Contributions – Illinois Municipal Retirement Fund	40
Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual – General Fund	41

VILLAGE OF ELWOOD, ILLINOIS

TABLE OF CONTENTS

	PAGE
<u>FINANCIAL SECTION – Continued</u>	
OTHER SUPPLEMENTARY INFORMATION	
Schedule of Revenues – Budget and Actual – General Fund	42 - 43
Schedule of Expenditures – Budget and Actual – General Fund.....	44 - 47
Schedule of Revenues, Expenditures and Changes in Fund Balance –	
Budget and Actual – Deer Run Tax Increment Financing – Debt Service Fund	48
Schedule of Revenues, Expenditures and Changes in Fund Balance –	
Budget and Actual – Phase I Improvements – Capital Projects Fund	49
Schedule of Revenues, Expenditures and Changes in Fund Balance –	
Budget and Actual – Brandon/Noel Road Improvements – Capital Projects Fund.....	50
Schedule of Revenues, Expenditures and Changes in Fund Balance –	
Budget and Actual – Capital Construction Bond – Capital Projects Fund.....	51
Combining Balance Sheet – Nonmajor Governmental Funds.....	52
Combining Statement of Revenues, Expenditures and Changes in Fund Balance –	
Nonmajor Governmental Funds.....	53
Schedule of Revenues, Expenditures and Changes in Fund Balance –	
Budget and Actual – Motor Fuel Tax – Special Revenue Fund	54
Schedule of Revenues, Expenditures and Changes in Fund Balance –	
Budget and Actual – Park – Special Revenue Fund	55
Schedule of Expenditures – Budget and Actual – Park – Special Revenue Fund	56
Schedule of Revenues, Expenditures and Changes in Fund Balance –	
Budget and Actual – Special Service Area – Special Revenue Fund	57
Schedule of Expenditures – Budget and Actual – Special Service Area – Special Revenue Fund	58
Schedule of Revenues, Expenses and Changes in Net Assets –	
Budget and Actual – Debt Service Fund.....	59
Schedule of Revenues, Expenses and Changes in Net Assets –	
Budget and Actual – Water and Sewer – Enterprise Fund	60
Schedule of Operating Revenues – Budget and Actual – Water and Sewer Fund	61
Schedule of Operating Expenses – Budget and Actual – Water and Sewer Fund	62 - 63
Schedules of Revenues, Expenses and Changes in Net Assets –	
Budget and Actual – Garbage – Enterprise Fund	64
Schedule of Operating Expenses – Budget and Actual – Garbage – Enterprise Fund	65

VILLAGE OF ELWOOD, ILLINOIS

TABLE OF CONTENTS

	PAGE
<u>STATISTICAL SECTION (Unaudited)</u>	
Net Assets by Component – Last Five Fiscal Years	66 - 67
Changes in Net Assets – Last Five Fiscal Years.....	68 - 69
Fund Balances of Governmental Funds – Last Ten Fiscal Years	70 - 71
General Governmental Revenues by Source – Last Ten Fiscal Years.....	72 - 73
General Governmental Expenditures by Function – Last Ten Fiscal Years.....	74 - 75
Changes in Fund Balances for Governmental Funds – Last Ten Fiscal Years.....	76 - 77
Assessed Value and Actual Value of Taxable Property – Last Ten Fiscal Years.....	78 - 79
Direct and Overlapping Property Tax Rates – Last Ten Fiscal Years	80 - 81
Principal Property Tax Payers – Current Year and Nine Years Ago	82
Property Tax Levies and Collections – Last Ten Fiscal Years	83
Ratios of Outstanding Debt by Type – Last Ten Fiscal Years.....	84 - 85
Ratios of General Bonded Debt Outstanding – Last Ten Fiscal Years.....	86
Schedule of Direct and Overlapping Bonded Debt.....	87
Schedule of Legal Debt Margin.....	88
Pledged-Revenue Coverage – Last Ten Fiscal Years	89
Demographic and Economic Statistics – Last Ten Fiscal Years	90
Principal Employers – Current Fiscal Year and Nine Fiscal Years Ago	91
Full-Time Equivalent Village Government Employees by Function – Last Ten Fiscal Years.....	92 - 93
Operating Indicators by Function/Program – Last Ten Fiscal Years.....	94 - 95
Capital Asset Statistics by Function/Program – Last Ten Fiscal Years.....	96

INTRODUCTORY SECTION

This section includes miscellaneous data regarding the Village of Elwood, Illinois including:

- List of Principal Officials
- Organization Chart
- Certificate of Achievement for Excellence in Financial Reporting
- Letter of Transmittal

VILLAGE OF ELWOOD, ILLINOIS

List of Principal Officials
April 30, 2009

VILLAGE PRESIDENT

Walter Strawn – Mayor Pro Tem

VILLAGE BOARD OF TRUSTEES

Donald LaPaglia

Charles Bernhard

Robert Wagner

Jason Kucera

Bud Jones

Mary Matichak

VILLAGE CLERK

Patricia Buchenau

DEPARTMENT HEADS

Village Administrator

Aimee Ingalls

Village Treasurer

Roberta Day

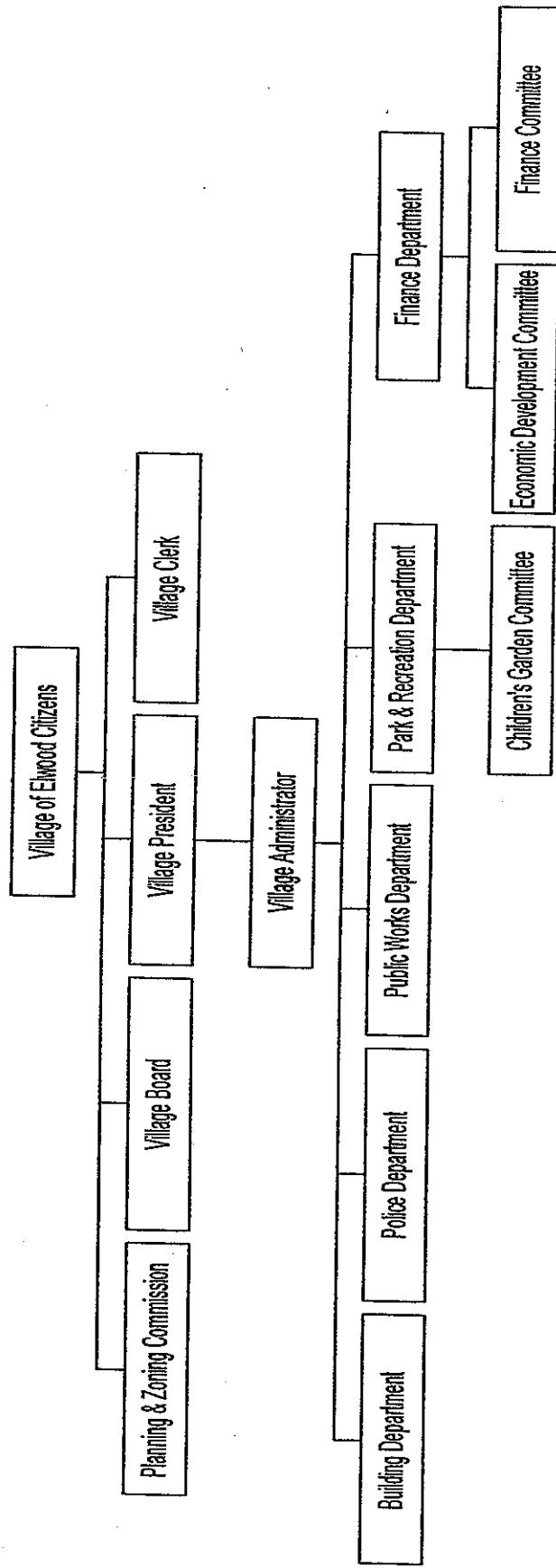
Chief of Police

David Albert

Director of Public Works

Scott Haywood

Village of Elwood



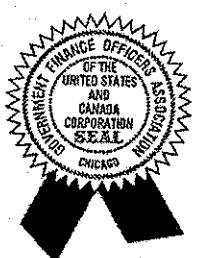
Certificate of Achievement for Excellence in Financial Reporting

Presented to

Village of Elwood
Illinois

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
April 30, 2008

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.

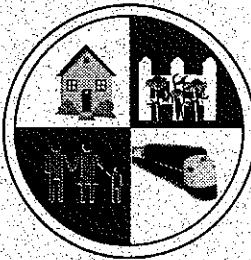


K. L. R.

President

Jeffrey R. Evers

Executive Director



Village of Elwood

• Established 1889 •

Proud of our past, Building our future.

401 E. Mississippi Ave., P.O. Box 435, Elwood, IL 60421 • (815) 423-5011 • Fax: (815) 423-6861

June 22, 2009

To the Citizens of the Village of Elwood:

We submit to you the Comprehensive Annual Financial Report of the Village of Elwood for the fiscal year ended April 30, 2009. The responsibility for the accuracy of the data and the completeness and fairness of the presentation, including disclosures, rests with the Village of Elwood, Administrative Department. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and gives an accurate representation of the financial position and results of operations of the various funds and account groups of the Village. All disclosures necessary to enable the reader to understand funds and account groups of the Village are included. All disclosures necessary to enable the reader to gain the maximum understanding of the Village's financial activities have been included.

GAAP requires that management provide a narrative introduction, overview and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and is meant to be read in conjunction with it. The Village's MD&A can be found immediately following the report of the independent auditors.

The Village provides a full range of services. These services include:

- Administration
- Legal
- Community development
- Police protection
- Construction and maintenance of roads, streets and infrastructure
- Water distribution
- Wastewater treatment

ECONOMIC CONDITION AND OUTLOOK

The Village is located in the western portion of Will County, which is ranked as one of the top growth areas in the nation. It is located approximately thirty-five miles southwest of Chicago. Housing construction in the past (5) five-year has seen some positive changes in the Village's economic future. In addition, the second largest inter-modal industrial park in the nation is located in a tax increment financing district within the Village's western border.

The estimated actual value of property in the Village has increased by 11.10% in 2008. Current projections again anticipate a growth rate in 2009 of approximately 3.00% based on preliminary assessment information. When comparing this growth rate to the prior ten years, which averaged 25.40% from 1999 through 2008, it appears that the majority of the property in the Village is still to be developed; future development will occur on a planned basis.

In FYE 2009, utility tax revenue decreased by \$ 94,050 or 28.91%. This compares to a \$103,380 increase or 9.5% during the previous fiscal year, due to efficiencies built into buildings in the intermodal. Utility tax provided approximately 18.71% of the total General Fund operating revenue in FYE 2009 as compared with 9.95% in FYE 2008.

OTHER ECONOMIC CONDITIONS EXPECTED

Housing developments as throughout the nation have stalled, however the Village has a strip shopping center under construction along with a full service fueling station already approved.

Currently, unemployment in Will County (10.7%) remains lower than the state (10.10%), and the nation (9.4%) as of May 2009. This compares to a Will County (5.5%), state (6.4%) and a national average of (4.5%) as of May 2008. The local unemployment rate has increased from the rate reported last year. The Bureau of Labor Statistics supplies this information to the Village.

MAJOR INITIATIVES

The Village has accomplished many major initiatives during FYE 2009. Some of the accomplishments that the elected officials and staff are most proud of are described in the following. The Village completed all construction projects during the year.

DEPARTMENT FOCUS

Given the size of the administrative staff and the condition of the economy, there are few if any changes and all departments are weathering the current economic conditions.

FINANCIAL INFORMATION

Management of the Village is responsible for establishing and maintaining an internal control structure. This structure is designed to ensure that the assets of the Village are protected from loss, theft or misuse. It is also designed to ensure that adequate accounting data are compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles.

The Village's accounting records for governmental and agency funds are maintained on a modified accrual basis, which means revenues are recorded when they become measurable and available and expenditures are recorded when the fund liability is incurred. Accounting records for the Village's enterprise are maintained on a full accrual basis.

The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the valuation of costs and benefits requires estimates and judgments by management.

BUDGETING CONTROLS In addition the Village maintains budgetary controls. The objective of the budgetary controls is to ensure compliance with legal provisions embodied in the annual budget approved by the Village Board. Activities of the General Fund, Special Revenue Funds, Debt Service Funds, certain Capital Projects Funds, Enterprise Funds and Tax Increment Financing Funds are included in the annual operational budget. Project length financial plans are prepared for the Capital Projects Funds and are published in a separate document. The level of budgetary control (that is, the level at which expenditures cannot legally exceed the budgeted amount) is established at the individual fund level.

As demonstrated by the statements and schedules included in the financial section of this report, the Village continues to meet its responsibility for sound financial management.

GENERAL FUND BALANCE The fund balance in the General Fund decreased in FYE 2009 by \$1,014,342 or 60.32%. The fund balance is still well beyond the target of 25% of expenses showing increasing financial stability. A transfer of \$1,000,000 out of the General Fund was an adjustment of overweight truck fees to the proper account.

ENTERPRISE OPERATIONS The Village's enterprise operations are comprised of two separate and distinct activities: the Waterworks and Sewerage Fund and the Garbage Fund. For FYE 2009, operating expenses in the Enterprise Funds increased by \$122,385 or 17.40% over the prior year, due to increased debt payments. Revenue in the Waterworks and Sewerage Fund increased by 207.62% over the prior fiscal year due to tap on fees at the intermodal.

DEBT ADMINISTRATION The Village has two (2) general obligation bonds outstanding in FY 2009. Both issues are Series 2005, \$6,715,000 and Series 2006, \$6,188,552 for various capital projects throughout the community. Being a home-rule community the Village does not have a limit on bonding authority.

CASH MANAGEMENT Cash temporarily idle during the year was invested in investment pools. The Village's investment policy is to minimize credit and market risks while maintaining a competitive yield on its portfolio. Accordingly, deposits are insured by federal depository insurance. However, policy requires all investments to be collateralized. The Village's investment management is in transition with a number of changes expected in coming years and a comprehensive review of the Village's investment policy anticipated.

RISK MANAGEMENT The Village entered into a contractual agreement effective January 1, 1986, joining the Illinois Municipal League Risk Management Agency (IMLRisk), which provides the Village with its insurance coverage for liability, property damage, workmen's compensation, and all other lines of coverage. IRMA is a self-insurance group consisting of several municipalities, pooling their risks through a self-insurance agency. During FY 2009, the Village experienced very high claims due to pending litigation.

INDEPENDENT AUDIT

State statute requires an annual audit by independent certified public accountants. The Village selected the accounting firm of Lauterbech & Amen. The auditor's report on the general-purpose financial statements and combining and individual fund statements and schedules is included in the financial section of this report.

AWARDS

The Government Finance Officers Association (GFOA) awards a Certificate of Achievement for Excellence in Financial Reporting to governmental entities for their Comprehensive Annual Financial Report (CAFR) for each fiscal year. The Village of Elwood received the prestigious award in FY 2008. In order to be awarded a Certificate of Achievement, the Village must publish an easily readable and efficiently organized Comprehensive Annual Financial Report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

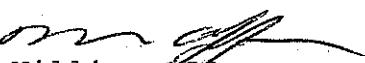
A Certificate of Achievement is valid for a period of one year only. We believe that our current Comprehensive Annual Financial Report meets the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for a certificate.

ACKNOWLEDGEMENTS

The preparation of the Comprehensive Annual Financial Report on a timely basis was made possible by the dedicated service of the entire administrative staff. Each member has our sincere appreciation for the contributions made in preparation of this report. Particular recognition should be given to Robbie Day, Accountant/ Bookkeeper, and Pat Buchenau, Village Clerk for their hard work and dedication in completing this report.

In addition, the Village wishes to recognize the staff of the firm of Lauterbech & Amen, LLP whose professionalism and cooperation is sincerely appreciated. In closing, we would like to thank the members of the Board of Trustees for their interest and support in planning and conducting the financial operations of the Village in a responsible and progressive manner. Without their leadership and ongoing support, preparation of this report would not have been possible.

Sincerely,



William Offerman
Village President

FINANCIAL SECTION

This section includes:

- Independent Auditors' Report
- Management's Discussion and Analysis
- Basic Financial Statements
- Required Supplementary Information
- Combining and Individual Fund Statements and Schedules

INDEPENDENT AUDITORS' REPORT

This section includes the opinion of the Village's independent auditing firm.

INDEPENDENT AUDITORS' REPORT

June 22, 2009

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

We have audited the accompanying basic financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Village of Elwood, as of and for the year ended April 30, 2009, which collectively comprise the Village of Elwood's basic financial statements as listed in the table of contents. These basic financial statements are the responsibility of the Village of Elwood, Illinois' management. Our responsibility is to express an opinion on these basic financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the 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 opinion.

In our opinion, the basic financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental and business-type activities, each major fund, and the aggregate remaining fund information of the Village of Elwood, Illinois as of April 30, 2009, and the respective changes in financial position and cash flows, where applicable, for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Our audit was made for the purpose of forming an opinion on the basic financial statements taken as a whole. The combining and individual fund statements and schedules, as well as the information listed as supplemental schedules, are presented for purposes of additional analysis and are not a required part of the basic financial statements of the Village of Elwood, Illinois. Such information, except for that portion marked "unaudited" on which we express no opinion, has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is presented fairly, in all material respects, in relation to the basic financial statements taken as a whole.

Village of Elwood, Illinois

June 22, 2009

Page 2

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

The introductory and statistical information listed in the table of contents was not audited by us and, accordingly, we do not express an opinion thereon.

Lauterbach & Amen, LLP

LAUTERBACH & AMEN, LLP

MANAGEMENT'S DISCUSSION AND ANALYSIS

VILLAGE OF ELWOOD, ILLINOIS

Management's Discussion and Analysis

April 30, 2009

Our discussion and analysis of the Village of Elwood's financial performance provides an overview of the Village's financial activities for the fiscal year ended April 30, 2009. Please read it in conjunction with the transmittal letter that begins on page iv and the Village's financial statements, which begin on page 15. This is the fifth year that the Village is applying GASB Statement No. 34. Therefore, comparative data for the prior year is presented.

FINANCIAL HIGHLIGHTS

- The Village of Elwood's governmental net assets decreased as a result of this year's operations by \$7,359,197. Net assets of the governmental activities decreased \$6,702,311, while net assets of business-type activities decreased by \$656,886.
- During the year, expenses were \$6.7 million more than the \$15.3 million in revenues for governmental activities.
- Revenues for business-type activities were \$1.1 million while expenses were \$1.8 million, resulting in the \$0.7 million decrease to net assets.
- The General Fund reported an ending fund balance of \$667,133.

USING THIS ANNUAL REPORT

This annual report consists of a series of financial statements. The Statement of Net Assets and the Statement of Activities (on pages 3 - 6) provide information about the activities of the Village of Elwood as a whole and present a longer-term view of the Village's finances. Fund financial statements begin on page 7. For governmental activities, these statements tell how these services were financed in the short term as well as what remains for future spending. Fund financial statements also report the Village of Elwood's operation in more detail than the government-wide statements by providing information about the Village's most significant funds. The remaining statements provide financial information about activities for which the Village acts solely as a trustee or agent for the benefit of those outside of the government.

Government-Wide Financial Statements

The government-wide financial statements provide readers with a broad overview of the Village of Elwood's finances, in a manner similar to a private-sector business. The government wide financial statements can be found on pages 15 - 18 of this report.

The Statement of Net Assets reports information on all of the Village's assets and liabilities, with the difference between the two reported as net assets. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the Village is improving or deteriorating. Consideration of other non-financial factors, such as changes in the Village's property tax base and the condition of the Village's roads, is needed to assess the overall health of the Village of Elwood.

VILLAGE OF ELWOOD, ILLINOIS

Management's Discussion and Analysis

April 30, 2009

USING THIS ANNUAL REPORT - Continued

Government-Wide Financial Statements – Continued

The Statement of Activities presents information showing how the government's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

Both of the government-wide financial statements distinguish functions of the Village that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the Village include general government, public safety, public works, and parks and recreation. The business-type activities of the Village include water, sewer, and garbage operations.

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Village of Elwood, like other local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the Village can be divided into two categories: governmental funds and proprietary funds.

Governmental Funds

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating the Village's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate the comparison between governmental funds and governmental activities.

The Village of Elwood maintains nine individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, Deer Run TIF Fund, Phase I Improvements Fund, Brandon/Noel Road Improvements Fund, and the Capital Construction Bond Fund, all of which are considered major funds.

VILLAGE OF ELWOOD, ILLINOIS

Management's Discussion and Analysis

April 30, 2009

USING THIS ANNUAL REPORT - Continued

Fund Financial Statements - Continued

Governmental Funds – Continued

Data from the other four governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements elsewhere in this report.

The Village of Elwood adopts an annual appropriated budget for all of the governmental funds, except the Deer Run Tax Increment Financing Fund. A budgetary comparison statement for these funds has been provided to demonstrate compliance with this budget. The basic governmental fund financial statements can be found on pages 7 - 12 of this report.

Proprietary Funds

The Village maintains one type of proprietary fund, an enterprise fund. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The Village utilizes enterprise funds to account for its water and sewer, and garbage operations.

Proprietary fund financial statements provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Water and Sewer Fund and the Garbage Fund. The Water and Sewer Fund is considered to be a major proprietary fund of the Village, while the Garbage Fund is considered to be a non-major fund. The basic proprietary fund financial statements can be found on pages 13 - 15 of this report.

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 16 - 38 of this report.

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the Village's I.M.R.F. employee pension obligations. Required supplementary information can be found on pages 39 - 41 of this report. The combining statements referred to earlier in connection with non-major governmental funds are presented immediately following the required supplementary information on the pension. Combining and individual fund statements and schedules can be found on pages 42 - 65 of this report.

VILLAGE OF ELWOOD, ILLINOIS

Management's Discussion and Analysis April 30, 2009

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net assets may serve over time as a useful indicator of a government's financial position. The following tables show that in the case of the Village of Elwood, liabilities exceeded assets by \$22.4 million due in large part to the current year accretion expense on the Capital Appreciation Bonds.

	Net Assets					
	Governmental Activities		Business-type Activities		Total	
	2009	2008	2009	2008	2009	2008
Current and Other Assets	\$ 14,996,286	11,062,451	563,082	838,805	15,559,368	11,901,256
Capital Assets	133,931,706	132,692,059	21,996,233	22,537,632	155,927,939	155,229,691
Total Assets	148,927,992	143,754,510	22,559,315	23,376,437	171,487,307	167,130,947
Long-Term Debt Outstanding	158,011,238	153,843,754	14,326,646	14,506,410	172,337,884	168,350,164
Other Liabilities	20,976,164	16,278,674	531,372	511,844	21,507,536	16,790,518
Total Liabilities	178,987,402	170,122,428	14,858,018	15,018,254	193,845,420	185,140,682
Net Assets						
Invested in Capital Assets,						
Net of Debt	37,380,706	27,266,803	7,676,233	8,037,632	45,056,939	35,304,435
Restricted	1,128,961	914,820	-	-	1,128,961	914,820
Unrestricted (Deficit)	(68,569,077)	(54,549,541)	25,064	320,551	(68,544,013)	(54,228,990)
Total Net Assets	(30,059,410)	(26,367,918)	7,701,297	8,358,183	(22,358,113)	(18,009,735)

By far the largest portion of the Village of Elwood's net assets reflects its investment in capital assets of \$45.1 million (for example, land, buildings, machinery, and equipment), less any related debt used to acquire those assets that is still outstanding. The Village of Elwood uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the Village of Elwood's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion or \$1.1 million of the Village of Elwood's net assets represents resources that are subject to external restrictions on how they may be used. The remaining net assets represents unrestricted net assets and may be used to meet the government's ongoing obligations to citizens and creditors.

VILLAGE OF ELWOOD, ILLINOIS

Management's Discussion and Analysis April 30, 2009

GOVERNMENT-WIDE FINANCIAL ANALYSIS – Continued

	Changes in Net Assets					
	Governmental Activities		Business-type Activities		Total	
	2009	2008	2009	2008	2009	2008
Revenues						
Program Revenues						
Charges for Services	\$ 1,519,467	4,057,203	1,080,906	587,497	2,600,373	4,644,700
Operating Grants/Contrib.	42,666	45,457	-	-	42,666	45,457
Capital Grants/Contrib.	1,456,400	50,000	-	33,750	1,456,400	83,750
General Revenues						
Property Taxes	9,107,792	7,038,909	-	-	9,107,792	7,038,909
Utility Taxes	349,027	443,077	-	-	349,027	443,077
Sales Taxes	396,915	396,246	-	-	396,915	396,246
Income Taxes	178,236	180,847	-	-	178,236	180,847
Other General Revenues	2,246,203	2,294,663	24,531	78,162	2,270,734	2,372,825
Total Revenues	15,296,706	14,506,402	1,105,437	699,409	16,402,143	15,205,811
Expenses:						
General Government	1,040,107	1,816,816	-	-	1,040,107	1,816,816
Public Safety	1,321,638	1,317,095	-	-	1,321,638	1,317,095
Public Works	4,173,095	3,222,603	-	-	4,173,095	3,222,603
Parks and Recreation	89,537	68,958	-	-	89,537	68,958
Interest on Long-Term Debt	15,374,640	14,751,436	-	-	15,374,640	14,751,436
Waterworks and Sewerage	-	-	1,617,887	1,413,463	1,617,887	1,413,463
Garbage	-	-	144,436	129,659	144,436	129,659
Total Expenses	21,999,017	21,176,908	1,762,323	1,543,122	23,761,340	22,720,030
Change in Net Assets	(6,702,311)	(6,670,506)	(656,886)	(843,713)	(7,359,197)	(7,514,219)
Net Assets-Beginning as Restated	(23,357,099)	(19,967,112)	8,358,183	9,201,896	(14,998,916)	(10,765,216)
Net Assets-Ending	(30,059,410)	(26,637,618)	7,701,297	8,358,183	(22,358,113)	(18,279,435)

Net assets of the Village of Elwood's governmental activities decreased substantially (negative \$30.0 million compared to negative \$23.4 million). This deficit arose primarily due to the current year accretion on the Capital Appreciation Bonds outstanding.

Net assets of business-type activities decreased as well (\$8.4 million compared to \$7.7 million). The Village of Elwood generally can only use these net assets to finance the continuing operations of the utility operations.

Governmental Activities

Revenues for governmental activities were \$15.3 million for the year, with the largest portion of revenue coming from property taxes (\$9.1 million), 99.8% for TIF bonds. Total expenses for the year were \$22.0 million with the largest portion coming from the interest expense on long-term (TIF) debt (\$15.4 million).

VILLAGE OF ELWOOD, ILLINOIS

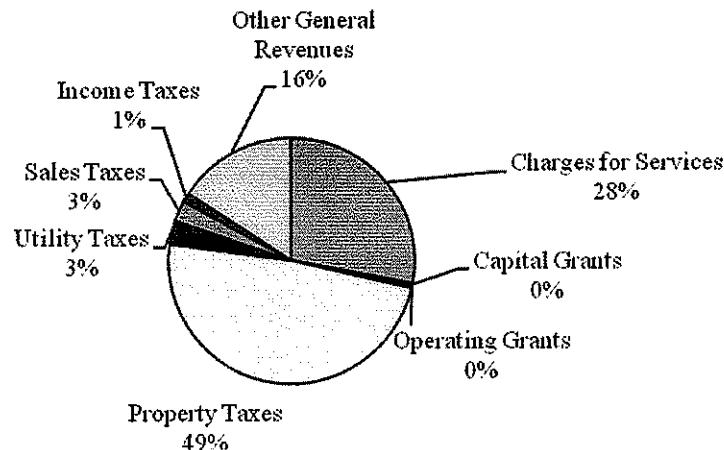
Management's Discussion and Analysis April 30, 2009

GOVERNMENT-WIDE FINANCIAL ANALYSIS – Continued

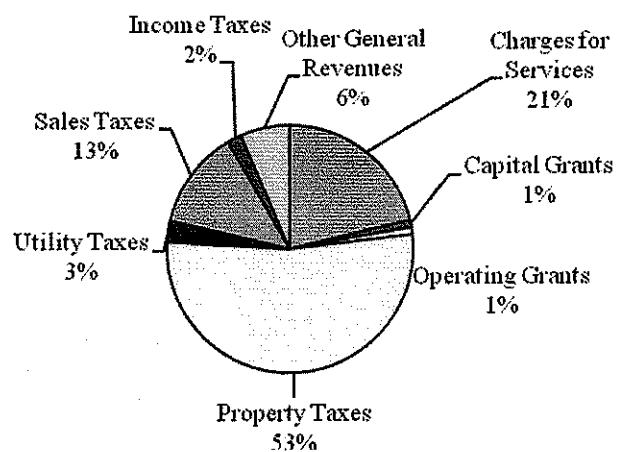
Governmental Activities – Continued

The main reason for the large amount of interest on long-term debt is related to the Tax Increment Financing bonds outstanding at year end of \$148.8 million, and the related accretion expense on the bonds.

Revenues by Source - Governmental Activities at April 30, 2009



Revenues by Source - Governmental Activities at April 30, 2008



VILLAGE OF ELWOOD, ILLINOIS

Management's Discussion and Analysis April 30, 2009

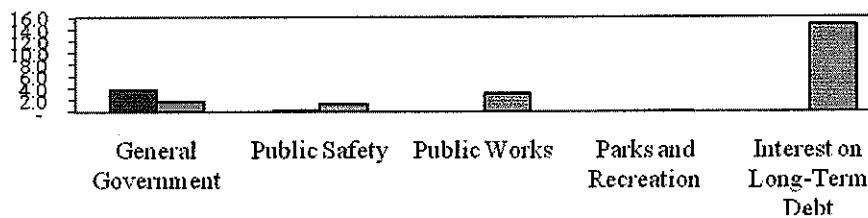
GOVERNMENT-WIDE FINANCIAL ANALYSIS – Continued

Governmental Activities – Continued

The 'Revenues by Source' Tables graphically depict the major revenue sources of the Village of Elwood for 2009 and 2008. It depicts very clearly the reliance of property taxes "98% from the TIF district" and charges for services (28%) to fund governmental activities. It also clearly identifies the minor percentage the Village receives from sales taxes (13%). Under the Board's leadership and the cooperation of the industrial park, there continues to be an effort to develop and expand the TIF District and develop capital infrastructure improvements to assist in that effort. It is then anticipated that the Village will see significant increases in sales tax revenues.

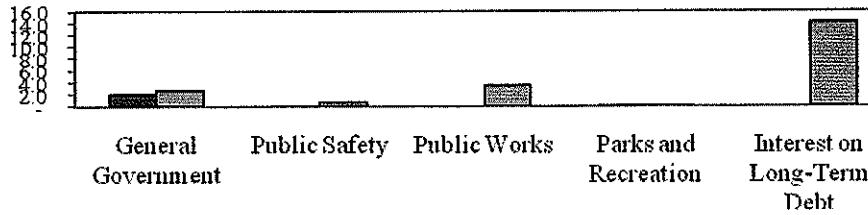
Expenses and Program Revenues - Governmental Activities at April 30, 2009

■ Revenues
■ Expenses



Expenses and Program Revenues - Governmental Activities at April 30, 2008

■ Revenues
■ Expenses



VILLAGE OF ELWOOD, ILLINOIS

Management's Discussion and Analysis April 30, 2009

GOVERNMENT-WIDE FINANCIAL ANALYSIS – Continued

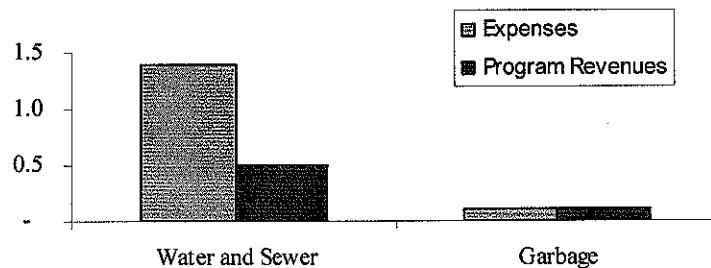
Governmental Activities – Continued

The 'Expenses and Program Revenues' Table identifies those governmental functions where program expenses greatly exceed revenues. From the table, it can be noted that the general government function has enough revenues to meet program expenses.

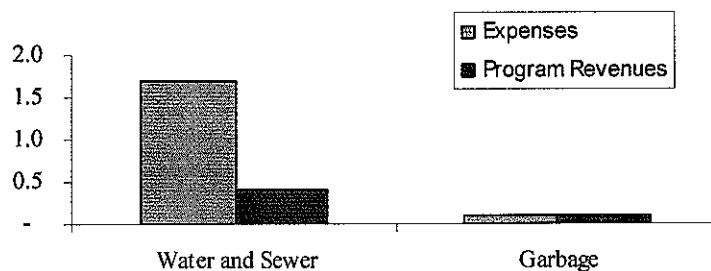
Business-type activities

Total revenues of the Village's business-type activities were \$1.1 million, while expenses were also \$1.8 million, resulting in a decrease in net assets at the end of the year. The table below compares program revenues and expenses for the Water and Sewer Fund and the Garbage Fund.

Expenses and Program Revenues - Business-Type Activities at April 30, 2008



Expenses and Program Revenues - Business-Type Activities at April 30, 2007



The above graph compares program revenues to expenses for water and sewer operations, and garbage operations. From the table it can be noted that the Garbage function is charging the appropriate service charge to cover the garbage expenses.

VILLAGE OF ELWOOD, ILLINOIS

Management's Discussion and Analysis

April 30, 2009

FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS

As noted earlier, the Village of Elwood uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental funds

The focus of the Village's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. In particular, unreserved fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of the end of the current fiscal year, the governmental funds reported combined ending fund balances of \$4,984,475, which is above last year's restated governmental fund balances of \$3,740,155. Included in this year's total change in fund balance, however, is a deficit of \$1,014,342 in the General Fund due to a \$1,000,000 transfer out to the Capital Construction bond fund for future capital improvements. The Deer Run TIF Fund reported a deficit of \$823,739 due to principal retirements of \$8,847,504 exceeding the \$8,100,046 collected in property taxes. The Brandon/Noel Road Improvements Fund reported a surplus of \$52,115 and the Capital Construction Bond Fund reported a surplus of \$2,453,521 due primarily to the \$1,000,000 transfer from the General Fund and miscellaneous revenue of \$1,452,327. In addition, these other changes in fund balances should be noted:

- The Village spent \$310,199 for Phase I Improvements. These reductions were expected because balances at the beginning of this year included the proceeds of previous distributions from the industrial park developer, and bond proceeds. Although these and other capital expenditures reduce available fund balances, they create new assets as reported in the Statement of Net Assets and as discussed in Note 3 to the financial statements.
- Motor fuel tax funds, provided by the State, can only be used to replace, maintain, or improve the Village's roads. This year \$70,778 was reduced from the fund balance of \$531,128 to be used for future projects in the Motor Fuel Tax Fund.

Proprietary funds

The Village of Elwood's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail.

The Village reports the Water and Sewer Fund as a major proprietary fund. This fund accounts for all of the operations of the municipal water and sewer system. Water is sold to all municipal customers at a flat rate of \$33.73 for first 2,000 gallons and \$5.96 per thousand gallons thereafter. The spread between purchase and sale rates is intended to finance the operations of the waterworks and sewerage system, including labor costs, supplies, and infrastructure maintenance.

The Village intends to run the fund at a breakeven rate, with a contribution from the developer of the industrial park.

VILLAGE OF ELWOOD, ILLINOIS

Management's Discussion and Analysis April 30, 2009

GENERAL FUND BUDGETARY HIGHLIGHTS

There were no amendments made to the General Fund budget during the year. The General Fund expenditures were \$54,594 below the budgeted amount of \$1,933,949, due primarily to the public works function which was \$144,986 under budget.

The General Fund revenues were \$79,705 above the budgeted amount of \$1,785,308, due primarily to police grants of \$149,670 reported as miscellaneous revenue.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

The Village of Elwood's investment in capital assets for its governmental and business-type activities as of April 30, 2009 was \$155.9 million (net of accumulated depreciation). This investment in capital assets includes land, buildings and improvements, land improvements, vehicles, machinery and equipment, park facilities, roads, sidewalks, and bridges. The total increase in the Village's investment in capital assets for the current fiscal year was \$698,248, or less than one percent over the prior year.

	Capital Assets - Net of Accumulated Depreciation					
	Governmental Activities		Business-type Activities		Total	
	2009	2008	2009	2008	2009	2008
Land	\$ 3,458,233	2,051,833	1,909,500	1,909,500	5,367,733	3,961,333
Construction in Progress	-	463,528	-	-	-	463,528
Buildings and Improvements	5,851,134	6,006,125	10,369,926	10,689,623	16,221,060	16,695,748
Machinery & Equipment	490,572	655,669	70,263	76,104	560,835	731,773
Infrastructure	124,131,767	123,514,904	9,646,544	9,862,405	133,778,311	133,377,309
Total	133,931,706	132,692,059	21,996,233	22,537,632	155,927,939	155,229,691

This year's major additions included:

Mississippi St.	161,241
Other Projects	94,433
Jackson/ Matteson	42,037
Route 53 Turn Lane	6,648
	304,359

VILLAGE OF ELWOOD, ILLINOIS

Management's Discussion and Analysis **April 30, 2009**

CAPITAL ASSETS AND DEBT ADMINISTRATION – Continued

Capital Assets – Continued

The fiscal year 2009 capital budget included no capital projects, but a minor expenditure was recorded for a project unexpected.

Additional information on the Village's capital assets can be found in note 3 on pages 27 - 28 of this report.

Debt Administration

At year-end, the Village had total outstanding bonded debt of \$183.1 million as compared to \$177.1 million the previous year, resulting in a 3.4 percent increase from the prior year. The following is a comparative statement of outstanding debt:

	Long-Term Debt Outstanding					
	Governmental Activities		Business-type Activities		Total	
	2009	2008	2009	2008	2009	2008
Installment Contracts	\$ 51,297	78,049	-	-	51,297	78,049
General Obligation Bonds	6,715,000	6,715,000	-	-	6,715,000	6,715,000
General Obligation Capital Appreciation Bonds	6,188,552	6,188,552	-	-	6,188,552	6,188,552
Accretion - General Obligation Capital Appreciation Bonds	1,188,378	790,508	-	-	1,188,378	790,508
TIF Notes Payable	83,596,151	92,443,655	-	-	83,596,151	92,443,655
Accretion - TIF Notes Payable	71,048,830	56,368,324	-	-	71,048,830	56,368,324
Loans Payable	-	-	14,320,000	14,500,000	14,320,000	14,500,000
Total	168,788,208	162,584,088	14,320,000	14,500,000	183,108,208	177,084,088

The Village of Elwood has been rated by Standard & Poor's for alternate revenue bonds at (BBB+) general obligation debt. As a home-rule unit, no legal limit exists on the amount of debt that can be outstanding.

Additional information on the Village's long-term debt can be found in Note 3 on pages 29 - 35 of this report.

VILLAGE OF ELWOOD, ILLINOIS

Management's Discussion and Analysis

April 30, 2009

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES

The Village's elected and appointed officials considered many factors when setting the fiscal-year 2009 appropriation, tax rates, and fees that will be charged for its governmental and business-type activities. One of those factors is the economy. Unemployment rates for April 30, 2008 for the Village of Elwood (Will County) is 10.7 percent, which is over the state unemployment rate of 10.1 percent and the national unemployment rate of 9.4 percent.

Inflation increases in the metropolitan area continue to be somewhat higher than the national Consumer Price Index (CPI) increases. The metropolitan CPI increase was 3.8 percent for fiscal year 2009 compared with the national rate of 4.3 percent.

These indicators were taken into account when adopting the General Fund budget for 2010. Amounts available for appropriation in the General Fund budget are \$1,848,000, a decrease of 10% over the final 2009 budget of \$1,900,000, basically due to reductions. The sales tax base of the Village of Elwood continues to remain stable, allowing the Village of Elwood to budget consistently for fiscal year 2009. Property taxes increased slightly. Budgeted expenditures are expected to decrease nearly 10% percent, due to reductions. Increased cost-of-living adjustments of 3.8%, along with market adjustments in key positions, represent the largest increments. The Village has added some major new programs and initiatives to the 2010 budget, including tree replacement, leak detection, sanitary sewer televising, and valve testing.

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the Village of Elwood's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional information should be directed to the Finance Office, Village of Elwood, P.O. Box 435, Elwood, Illinois, 60421.

BASIC FINANCIAL STATEMENTS

The basic financial Statements include integrated sets of financial statements as required by the GASB. The sets of statements include:

- Government-Wide Financial Statements
- Fund Financial Statements
 - Governmental Funds
 - Proprietary Funds

In addition, the notes to the financial statements are included to provide information that is essential to a user's understanding of the basic financial statements.

VILLAGE OF ELWOOD, ILLINOIS

Statement of Net Assets

April 30, 2009

See Following Page

VILLAGE OF ELWOOD, ILLINOIS**Statement of Net Assets****April 30, 2009**

	Governmental Activities	Business- Type Activities	Total
ASSETS			
Current Assets			
Cash and Investments	\$ 6,278,687	460,277	6,738,964
Receivables - Net	8,617,705	33,047	8,650,752
Due from Other Governments	40,276	-	40,276
Prepays	<u>59,618</u>	<u>69,758</u>	<u>129,376</u>
Total Current Assets	<u>14,996,286</u>	<u>563,082</u>	<u>15,559,368</u>
Noncurrent Assets			
Capital Assets			
Nondepreciable	3,458,233	1,909,500	5,367,733
Depreciable	143,170,735	23,498,962	166,669,697
Accumulated Depreciation	<u>(12,697,262)</u>	<u>(3,412,229)</u>	<u>(16,109,491)</u>
Total Noncurrent Assets	<u>133,931,706</u>	<u>21,996,233</u>	<u>155,927,939</u>
Total Assets	<u>148,927,992</u>	<u>22,559,315</u>	<u>171,487,307</u>

The notes to the financial statements are an integral part of this statement.

	Governmental Activities	Business-Type Activities	Total
LIABILITIES			
Current Liabilities			
Accounts Payable	1,560,423	63,685	1,624,108
Retainage Payable	10,000	-	10,000
Deposits Payable	-	4,775	
Accrued Interest Payable	48,641	461,250	509,891
Unearned Revenues	8,441,388	-	8,441,388
Current Portion of Long-Term debt	10,915,712	1,662	10,917,374
Total Current Liabilities	20,976,164	531,372	21,502,761
Noncurrent Liabilities			
Compensated Absences Payable	110,994	6,646	117,640
Installment Contracts Payable	22,989	-	22,989
General Obligation Bonds Payable	6,715,000	-	6,715,000
General Obligation Capital Appreciation Bonds Payable	6,188,552	-	6,188,552
Accretion - General Obligation Capital Appreciation Bonds Payable	1,188,378	-	1,188,378
Loans Payable	-	14,320,000	14,320,000
TIF Notes Payable	72,736,495	-	72,736,495
Accretion - TIF Notes Payable	71,048,830	-	71,048,830
Total Noncurrent Liabilities	158,011,238	14,326,646	172,337,884
Total Liabilities	178,987,402	14,858,018	193,840,645
NET ASSETS			
Invested in Capital Assets - Net of Related Debt	37,380,706	7,676,233	45,056,939
Restricted - Highways and Streets	460,350	-	460,350
Restricted - Parks	549,530	-	549,530
Restricted - Special Levies	119,081	-	119,081
Unrestricted	(68,569,077)	25,064	(68,544,013)
Total Net Assets	(30,059,410)	7,701,297	(22,358,113)

The notes to the financial statements are an integral part of this statement.

VILLAGE OF ELWOOD, ILLINOIS

Statement of Activities
Year Ended April 30, 2009

		Program Revenues		
	Expenses	Charges for Services	Operating Grants/ Contributions	Capital Grants/ Contributions
Primary Government				
Governmental Activities				
General Government	\$ 1,157,770	1,285,420	-	-
Public Safety	1,130,979	216,364	-	-
Public Works	4,246,091	-	42,666	1,456,400
Parks and Recreation	89,537	17,683	-	-
Interest on Long-Term Debt	15,374,640	-	-	-
Total Governmental Activities	21,999,017	1,519,467	42,666	1,456,400
 Business-Type Activities				
Water and Sewer	1,617,887	937,735	-	-
Garbage	144,436	143,171	-	-
Total Business-Type Activities	1,762,323	1,080,906	-	-
	23,761,340	2,600,373	42,666	1,456,400
 General Revenues				
Taxes				
Property Taxes				
Utility Taxes				
Intergovernmental - Unrestricted				
Sales Taxes				
Income Taxes				
Reimbursements				
Interest Income				
Miscellaneous				
 Change in Net Assets				
 Net Assets - Beginning as Restated				
 Net Assets - Ending				

The notes to the financial statements are an integral part of this statement.

Net Expense/Revenue		
Governmental Activities	Business-Type Activities	Total
127,650	-	127,650
(914,615)	-	(914,615)
(2,747,025)	-	(2,747,025)
(71,854)	-	(71,854)
(15,374,640)	-	(15,374,640)
<u>(18,980,484)</u>	<u>-</u>	<u>(18,980,484)</u>
-	(680,152)	(680,152)
-	(1,265)	(1,265)
<u>-</u>	<u>(681,417)</u>	<u>(681,417)</u>
<u>(18,980,484)</u>	<u>(681,417)</u>	<u>(19,661,901)</u>
9,107,792	-	9,107,792
349,027	-	349,027
396,915	-	396,915
178,236	-	178,236
2,489	-	2,489
126,453	24,531	150,984
<u>2,117,261</u>	<u>-</u>	<u>2,117,261</u>
<u>12,278,173</u>	<u>24,531</u>	<u>12,302,704</u>
(6,702,311)	(656,886)	(7,359,197)
<u>(23,357,099)</u>	<u>8,358,183</u>	<u>(14,998,916)</u>
<u>(30,059,410)</u>	<u>7,701,297</u>	<u>(22,358,113)</u>

The notes to the financial statements are an integral part of this statement.

VILLAGE OF ELWOOD, ILLINOIS

Balance Sheet - Governmental Funds
April 30, 2009

See Following Page

VILLAGE OF ELWOOD, ILLINOIS

Balance Sheet - Governmental Funds
April 30, 2009

	General	Deer Run TIF	Phase I Improvements
ASSETS			
Cash and Investments	\$ 545,080	40,718	1,114,893
Receivables - Net of Allowances			
Property Taxes	217,000	8,224,388	-
Other Taxes	166,099	-	-
Accounts	10,218	-	-
Due from Other Governments	6,720	-	-
Prepays	32,230	-	-
Total Assets	977,347	8,265,106	1,114,893
LIABILITIES AND FUND BALANCES			
Liabilities			
Accounts Payable	93,214	1,421,316	16,447
Retainage Payable	-	-	10,000
Unearned/Deferred Revenues	217,000	8,224,388	-
Total Liabilities	310,214	9,645,704	26,447
Fund Balances			
Reserved - Prepaid Items	32,230	-	-
Unreserved - Designated - Capital Improvements			
General	81,284	-	-
Unreserved - Undesignated			
General	553,619	-	-
Special Revenue	-	-	-
Debt Service	-	(1,380,598)	-
Capital Projects	-	-	1,088,446
Total Fund Balances	667,133	(1,380,598)	1,088,446
Total Liabilities and Fund Balances	977,347	8,265,106	1,114,893

The notes to the financial statements are an integral part of this statement.

Brandon/Noel Road Improvements	Capital Construction Bond	Nonmajor Governmental Funds	Total Governmental Funds
317,555	3,162,978	1,097,463	6,278,687
-	-	-	8,441,388
-	-	-	166,099
-	-	-	10,218
-	-	33,556	40,276
-	-	27,388	59,618
317,555	3,162,978	1,158,407	14,996,286
-	-	29,446	1,560,423
-	-	-	10,000
-	-	-	8,441,388
-	-	29,446	10,011,811
-	-	27,388	59,618
-	-	-	81,284
-	-	-	553,619
-	-	1,101,573	1,101,573
-	-	-	(1,380,598)
317,555	3,162,978	-	4,568,979
317,555	3,162,978	1,128,961	4,984,475
317,555	3,162,978	1,158,407	14,996,286

The notes to the financial statements are an integral part of this statement.

VILLAGE OF ELWOOD, ILLINOIS

**Reconciliation of Total Governmental Fund Balance to
Net Assets of Governmental Activities**

April 30, 2009

Total Governmental Fund Balances	\$ 4,984,475
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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. 133,931,706

Long-term liabilities are not due and payable in the current
period and therefore are not reported in the funds.

Compensated Absences Payable	(138,742)
Installment Contracts Payable	(51,297)
General Obligation Bonds Payable	(6,715,000)
General Obligation Capital Appreciation Bonds Payable	(6,188,552)
Accretion - General Obligation Capital Appreciation Bonds Payable	(1,188,378)
TIF Notes Payable	(83,596,151)
Accretion - TIF Notes Payable	(71,048,830)
Accrued Interest Payable	<u>(48,641)</u>

Net Assets of Governmental Activities (30,059,410)

VILLAGE OF ELWOOD, ILLINOIS

Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds
Year Ended April 30, 2009

See Following Page

VILLAGE OF ELWOOD, ILLINOIS

Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds
Year Ended April 30, 2009

	General	Deer Run TIF	Phase I Improvements
Revenues			
Taxes	\$ 560,962	8,100,046	-
Intergovernmental	575,151	-	2,489
Charges for Services	164,178	-	1,000,000
Licenses and Permits	121,242	-	-
Fines and Forfeits	216,364	-	-
Interest Income	7,891	56,173	32,340
Miscellaneous	219,225	-	-
Total Revenues	1,865,013	8,156,219	1,034,829
Expenditures			
Current			
General Government	888,695	132,454	-
Public Safety	553,329	-	-
Public Works	437,331	-	-
Parks and Recreation	-	-	-
Capital Outlay	-	-	310,199
Debt Service			
Principal Retirement	-	8,847,504	-
Interest and Fiscal Charges	-	-	-
Total Expenditures	1,879,355	8,979,958	310,199
Excess (Deficiency) of Revenues			
Over (Under) Expenditures	(14,342)	(823,739)	724,630
Other Financing Sources (Uses)			
Transfers In	-	-	-
Transfers Out	(1,000,000)	-	(362,006)
	(1,000,000)	-	(362,006)
Net Change in Fund Balances	(1,014,342)	(823,739)	362,624
Fund Balances - Beginning	1,681,475	(556,859)	725,822
Fund Balances - Ending	667,133	(1,380,598)	1,088,446

The notes to the financial statements are an integral part of this statement.

Brandon/Noel Road Improvements	Capital Construction Bond	Nonmajor Governmental Funds	Total Governmental Funds
-	-	795,811	9,456,819
50,000	-	42,666	670,306
-	-	17,683	1,181,861
-	-	-	121,242
-	-	-	216,364
2,115	20,408	7,526	126,453
-	1,452,327	445,709	2,117,261
<u>52,115</u>	<u>1,472,735</u>	<u>1,309,395</u>	<u>13,890,306</u>
-	19,214	117,663	1,158,026
-	-	496,498	1,049,827
-	-	430,546	867,877
-	-	89,537	89,537
-	-	-	310,199
-	-	26,752	8,874,256
-	-	296,264	296,264
-	19,214	1,457,260	12,645,986
<u>52,115</u>	<u>1,453,521</u>	<u>(147,865)</u>	<u>1,244,320</u>
-	1,000,000	362,006	1,362,006
-	-	-	(1,362,006)
-	1,000,000	362,006	-
<u>52,115</u>	<u>2,453,521</u>	<u>214,141</u>	<u>1,244,320</u>
<u>265,440</u>	<u>709,457</u>	<u>914,820</u>	<u>3,740,155</u>
<u>317,555</u>	<u>3,162,978</u>	<u>1,128,961</u>	<u>4,984,475</u>

The notes to the financial statements are an integral part of this statement.

VILLAGE OF ELWOOD, 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, 2009

Net Change in Fund Balances - Total Governmental Funds \$ 1,244,320

Amounts reported for governmental Activities in the Statement of Net Assets
are different because:

Governmental funds report capital outlays as expenditures. However, in the
Statement of Activities the cost of those assets is allocated over their estimated
useful lives and reported as depreciation expense.

Capital Outlays	1,758,635
Depreciation Expense	(3,529,807)

The issuance of long-term debt provides current financial resources to
governmental funds, while the repayment of the principal on long-term
debt consumes the current financial resources of the governmental funds.

Additions to Accretion - General Obligation Capital Appreciation Bonds	(397,870)
Additions to Accretion - TIF Notes Payable	(14,680,506)
Retirement of Debt	8,874,256
Additions to Compensated Absences Payable	28,661

Changes to accrued interest on long-term debt in the Statement of Activities
does not require the use of current financial resources and, therefore, are not
reported as expenditures in the governmental funds.

Changes in Net Assets of Governmental Activities (6,702,311)

VILLAGE OF ELWOOD, ILLINOIS

Statement of Net Assets - Proprietary Funds
April 30, 2009

	Business-Type Activities - Enterprise		
	Water and Sewer	Nonmajor Garbage	Totals
ASSETS			
Current Assets			
Cash and Investments	\$ 445,389	14,888	460,277
Receivables - Net of Allowances			
Accounts	25,793	7,254	33,047
Prepays	57,923	11,835	69,758
	<u>529,105</u>	<u>33,977</u>	<u>563,082</u>
Capital Assets			
Nondepreciable Capital Assets	1,909,500	-	1,909,500
Depreciable Capital Assets	23,498,962	-	23,498,962
Accumulated Depreciation	(3,412,229)	-	(3,412,229)
	<u>21,996,233</u>	<u>-</u>	<u>21,996,233</u>
Total Assets	<u>22,525,338</u>	<u>33,977</u>	<u>22,559,315</u>
LIABILITIES			
Current Liabilities			
Accounts Payable	51,959	11,726	63,685
Deposits Payable	4,775	-	4,775
Accrued Interest Payable	461,250	-	461,250
Compensated Absences Payable	1,662	-	1,662
	<u>519,646</u>	<u>11,726</u>	<u>531,372</u>
Long-Term Liabilities			
Compensated Absences Payable	6,646	-	6,646
Loans Payable	14,320,000	-	14,320,000
	<u>14,326,646</u>	<u>-</u>	<u>14,326,646</u>
Total Liabilities	<u>14,846,292</u>	<u>11,726</u>	<u>14,858,018</u>
NET ASSETS			
Invested in Capital Assets - Net			
of Related Debt	7,676,233	-	7,676,233
Unrestricted	2,813	22,251	25,064
Total Net Assets	<u>7,679,046</u>	<u>22,251</u>	<u>7,701,297</u>

The notes to the financial statements are an integral part of this statement.

VILLAGE OF ELWOOD, ILLINOIS

Statement of Revenues, Expenses and Changes in Net Assets - Proprietary Funds
Year Ended April 30, 2009

Business-Type Activities - Enterprise Funds			
	Water and Sewer	Nonmajor Garbage	Totals
Operating Revenues			
Charges for Services	\$ 937,735	143,171	1,080,906
Operating Expenses			
Water Operations	382,573	-	382,573
Sewer Operations	442,767	-	442,767
Garbage Operations	-	144,436	144,436
Depreciation	559,897	-	559,897
Total Operating Expenses	<u>1,385,237</u>	<u>144,436</u>	<u>1,529,673</u>
Operating Income (Loss)	<u>(447,502)</u>	<u>(1,265)</u>	<u>(448,767)</u>
Nonoperating Revenues (Expenses)			
Interest Income	24,450	81	24,531
Interest and Fiscal Charges	<u>(232,650)</u>	<u>-</u>	<u>(232,650)</u>
	<u>(208,200)</u>	<u>81</u>	<u>(208,119)</u>
Change in Net Assets	<u>(655,702)</u>	<u>(1,184)</u>	<u>(656,886)</u>
Net Assets - Beginning	<u>8,334,748</u>	<u>23,435</u>	<u>8,358,183</u>
Net Assets - Ending	<u>7,679,046</u>	<u>22,251</u>	<u>7,701,297</u>

The notes to the financial statements are an integral part of this statement.

VILLAGE OF ELWOOD, ILLINOIS

Statement of Cash Flows - Proprietary Funds
Year Ended April 30, 2009

	Business-Type Activities - Enterprise Funds		
	Water	Nonmajor	Totals
	and	Garbage	
Cash Flows from Operating Activities			
Receipts from Customers and Users	\$ 926,272	146,014	1,072,286
Payments to Employees	(71,776)	-	(71,776)
Payments to Suppliers	(740,203)	(138,033)	(878,236)
	<u>114,293</u>	<u>7,981</u>	<u>122,274</u>
Cash Flows from Capital and Related Financing Activities			
Capital Assets Purchased	(18,498)	-	(18,498)
Principal Paid	(180,000)	-	(180,000)
Interest Paid	(232,650)	-	(232,650)
	<u>(431,148)</u>	<u>-</u>	<u>(431,148)</u>
Cash Flows from Investing Activities			
Interest Received	<u>24,450</u>	<u>81</u>	<u>24,531</u>
Net Change in Cash and Cash Equivalents	(292,405)	8,062	(284,343)
Cash and Cash Equivalents - Beginning	<u>737,794</u>	<u>6,826</u>	<u>744,620</u>
Cash and Cash Equivalents - Ending	<u>445,389</u>	<u>14,888</u>	<u>460,277</u>
Reconciliation of Operating Income to Net Cash Provided (Used) by Operating Activities			
Operating Income (Loss)	<u>(447,502)</u>	<u>(1,265)</u>	<u>(448,767)</u>
Adjustments to Reconcile Operating Income to Net Income to Net Cash			
Provided by (Used in) Operating Activities:			
Depreciation Expense	559,897	-	559,897
(Increase) Decrease in Current Assets	(11,463)	2,843	(8,620)
Increase (Decrease) in Current Liabilities	13,361	6,403	19,764
	<u>561,795</u>	<u>9,246</u>	<u>571,041</u>
Net Cash Provided by (Used in) Operating Activities	<u>114,293</u>	<u>7,981</u>	<u>122,274</u>

The notes to the financial statements are an integral part of this statement.

VILLAGE OF ELWOOD, ILLINOIS

Notes to the Financial Statements

April 30, 2009

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Village of Elwood, Illinois, is a municipal corporation governed by an elected president and six-member Board of Trustees. The Village's major operations include highway and street maintenance and reconstruction, forestry, building code enforcement, public improvements, economic development, planning and zoning, water, sewer and garbage services and general administrative services.

The government-wide financial statements are prepared in accordance with generally accepted accounting principles (GAAP). The Governmental Accounting Standards Board (GASB) is responsible for establishing GAAP for state and local governments through its pronouncements (Statements and Interpretations). Governments are also required to follow the pronouncements of the Financial Accounting Standards Board (FASB) issued through November 30, 1989 (when applicable) that do not conflict with or contradict GASB Pronouncements. Although the Village has the option to apply FASB pronouncements issued after that date to its business-type activities and enterprise funds, the Village has chosen not to do so. The more significant of the Village's accounting policies established in GAAP and used by the Village are described below.

REPORTING ENTITY

The Village's financial reporting entity comprises the following:

Primary Government:	Village of Elwood
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In determining the financial reporting entity, the Village complies with the provisions of GASB Statement No. 14, "The Financial Reporting Entity," and includes all component units that have a significant operational or financial relationship with the Village.

BASIS OF PRESENTATION

Government-Wide Statements

The Village's basic financial statements include both government-wide (reporting the Village as a whole) and fund financial statements (reporting the Village's major funds). Both the government-wide and fund financial statements categorize primary activities as either governmental or business type. The Village's highway and street maintenance and reconstruction, forestry, building code enforcement, public improvements, economic development, planning and zoning, and general administrative services are classified as governmental activities. The Village's water, sewer and garbage services are classified as business-type activities.

VILLAGE OF ELWOOD, ILLINOIS

Notes to the Financial Statements **April 30, 2009**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

BASIS OF PRESENTATION – Continued

Government-Wide Statements – Continued

In the government-wide Statement of Net Assets, both the governmental and business-type activities columns are: (a) presented on a consolidated basis by column, and (b) reported on a full accrual, economic resource basis, which recognizes all long-term assets and receivables as well as long-term debt and obligations. The Village's net assets are reported in three parts: invested in capital assets, net of related debt; restricted net assets; and unrestricted net assets. The Village first utilizes restricted resources to finance qualifying activities.

The government-wide Statement of Activities reports both the gross and net cost of each of the Village's functions and business-type activities (general government, public safety, public works, etc.) The functions are supported by general government revenues (property, sales and use taxes, certain intergovernmental revenues, fines, permits and charges, etc.).

The Statement of Activities reduces gross expenses (including depreciation) by related program revenues, which include 1) changes to customers or applicants who purchase, use or discretely benefit from goods, services or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment.

The net costs (by function or business-type activity) are normally covered by general revenue (property tax, sales tax, intergovernmental revenues, interest income, etc.).

The Village does not allocate indirect costs. An administrative service fee is charged by the General Fund to the other operating funds that is eliminated like a reimbursement (reducing the revenue and expense in the General Fund) to recover the direct costs of General Fund services provided (finance, personnel, purchasing, legal, technology management, etc.).

This government-wide focus is more on the sustainability of the Village as an entity and the change in the Village's net assets resulting from the current year's activities.

Fund Financial Statements

The financial transactions of the Village are reported in individual funds in the fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprises its assets, liabilities, reserves, fund equity, revenues and expenditures/expenses. Funds are organized into three major categories: governmental, proprietary, and fiduciary. The emphasis in fund financial statements is on the major funds in either the governmental or business-type activities categories.

VILLAGE OF ELWOOD, ILLINOIS

Notes to the Financial Statements

April 30, 2009

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

BASIS OF PRESENTATION – Continued

Fund Financial Statements – Continued

Nonmajor funds by category are summarized into a single column. GASB Statement No. 34 sets forth minimum criteria (percentage of the assets, liabilities, revenues or expenditures/expenses of either fund category or the governmental and enterprise combined) for the determination of major funds.

The Village electively added funds, as major funds, which either had debt outstanding or specific community focus. The nonmajor funds are combined in a column in the fund financial statements. A fund is considered major if it is the primary operating fund of the Village or meets the following criteria:

Total assets, liabilities, revenues, or expenditures/expenses of that individual governmental or enterprise fund are at least 10 percent of the corresponding total for all funds of that category or type; and

Total assets, liabilities, revenues, or expenditures/expenses of the individual governmental fund or enterprise fund are at least 5 percent of the corresponding total for all governmental and enterprise funds combined.

The various funds are reported by generic classification within the financial statements. The following fund types are used by the Village:

Governmental Funds

The focus of the governmental funds' measurement (in the fund statements) is upon determination of financial position and changes in financial position (sources, uses, and balances of financial resources) rather than upon net income. The following is a description of the governmental funds of the Village:

General fund is the general operating fund of the Village. It is used to account for all financial resources except those required to be accounted for in another fund. The General Fund is a major fund.

Special revenue funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes.

Debt service funds are used to account for the accumulation of resources for, and the payment of, general long-term debt principal and interest. The Village maintains one major debt service fund, the Deer Run TIF Fund, which accounts for revenues received from incremental property taxes and expenditures for debt service payments related to tax increment financing bonds.

VILLAGE OF ELWOOD, ILLINOIS

Notes to the Financial Statements

April 30, 2009

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

BASIS OF PRESENTATION – Continued

Fund Financial Statements – Continued

Governmental Funds – Continued

Capital projects funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by business-type/proprietary funds). The Village maintains three major capital projects funds, the Phase I Improvements Fund, Brandon/Noel Road Improvements Fund, and Capital Construction Bond Fund. The CenterPoint Phase I Fund accounts for revenues received from development fees and expenditures for capital construction projects, including road construction and a new village hall facility. The Road Improvements Fund accounts for revenues and expenditures relative to the construction of road improvements. The Capital Construction Bond Fund accounts for revenues received from general obligation bond proceeds and expenditures for road improvements and reconstruction.

Proprietary Funds

The focus of proprietary fund measurement is upon determination of operating income, changes in net assets, financial position, and cash flows. The generally accepted accounting principles applicable are those similar to businesses in the private sector. The following is a description of the proprietary fund of the Village:

Enterprise funds are required to account for operations for which a fee is charged to external users for goods or services and the activity (a) is financed with debt that is solely secured by a pledge of the net revenues, (b) has third party requirements that the cost of providing services, including capital costs, be recovered with fees and charges or (c) establishes fees and charges based on a pricing policy designed to recover similar costs. The Village maintains one major enterprise fund, the Water and Sewer Fund, which accounts for revenues and expenses relative to the operation of the water and sewer utilities.

MEASUREMENT FOCUS AND BASIS OF ACCOUNTING

Measurement Focus

Measurement focus is a term used to describe “which” transactions are recorded within the various financial statements. Basis of accounting refers to “when” transactions are recorded regardless of the measurement focus applied.

VILLAGE OF ELWOOD, ILLINOIS

Notes to the Financial Statements **April 30, 2009**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

MEASUREMENT FOCUS AND BASIS OF ACCOUNTING – Continued

Measurement Focus – Continued

On the government-wide Statement of Net Assets and the Statement of Activities, both governmental and business-like activities are presented using the economic resources measurement focus as defined below. In the fund financial statements, the “current financial resources” measurement focus or the “economic resources” measurement focus is used as appropriate.

All governmental funds utilize a “current financial resources” measurement focus. Only current financial assets and liabilities are generally included on their balance sheets. Their operating statements present sources and uses of available spendable financial resources during a given period. These funds use fund balance as their measure of available spendable financial resources at the end of the period.

All proprietary funds utilize an “economic resources” measurement focus. The accounting objectives of this measurement focus are the determination of operating income, changes in net assets (or cost recovery), financial position, and cash flows. All assets and liabilities (whether current or noncurrent) associated with their activities are reported. Proprietary fund equity is classified as net assets.

Basis of Accounting

In the government-wide Statement of Net Assets and Statement of Activities, both governmental and business-like activities are presented using the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset used. Revenues, expenses, gains, losses, assets, and liabilities resulting from exchange and exchange-like transactions are recognized when the exchange takes place.

In the fund financial statements, governmental funds are presented on the modified accrual basis of accounting. Under this modified accrual basis of accounting, revenues are recognized when “measurable and available.” Measurable means knowing or being able to reasonably estimate the amount. Available means collectible within the current period or within sixty days after year-end. The Village recognizes property taxes when they become both measurable and available in accordance with GASB Codification Section P70. A sixty day availability period is used for revenue recognition for all other governmental fund revenues. Expenditures (including capital outlay) are recorded when the related fund liability is incurred, except for general obligation bond principal and interest which are recognized when due.

In applying the susceptible to accrual concept under the modified accrual basis, those revenues susceptible to accrual are property taxes, sales and use taxes, franchise taxes, licenses, interest revenue, and charges for services. All other revenues are not susceptible to accrual because generally they are not measurable until received in cash.

VILLAGE OF ELWOOD, ILLINOIS

Notes to the Financial Statements April 30, 2009

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

MEASUREMENT FOCUS AND BASIS OF ACCOUNTING – Continued

Basis of Accounting – Continued

All proprietary funds utilize the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset used.

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

ASSETS, LIABILITIES, AND NET ASSETS OR EQUITY

Cash and Investments

Cash and cash equivalents on the Statement of Net Assets are considered to be cash on hand, demand deposits, cash with fiscal agent. For the purpose of the proprietary funds "Statement of Cash Flows", cash and cash equivalents are considered to be cash on hand, demand deposits, cash with fiscal agent, and all highly liquid investments with an original maturity of three months or less.

Investments are reported at fair value. Short-term investments are reported at cost, which approximates fair value. Securities traded on national exchanges are valued at the last reported sales price. Investments that do not have any established market, if any, are reported at estimated fair value.

Interfund Receivables, Payables and Activity

Interfund activity is reported as loans, services provided, reimbursements or transfers. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation. Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures/expenses. Reimbursements are when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers. Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."

VILLAGE OF ELWOOD, ILLINOIS

Notes to the Financial Statements **April 30, 2009**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

ASSETS, LIABILITIES, AND NET ASSETS OR EQUITY – Continued

Prepays

Payments made to vendors for services that will benefit periods beyond the date of this report are recorded as prepays.

Receivables

In the government-wide financial statements, receivables consist of all revenues earned at year-end and not yet received. Allowances for uncollectible accounts receivable are based upon historical trends and the periodic aging of accounts receivable. Major receivables balances for governmental activities include property taxes, sales and use taxes, franchise taxes, and grants. Business-type activities report utility charges as their major receivables.

Capital Assets

Capital assets purchased or acquired with an original cost of \$500 or more are reported at historical cost or estimated historical cost. Contributed assets are reported at fair market value as of the date received. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred.

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. General capital assets are long-lived assets of the Village as a whole. Infrastructure such as streets, traffic signals and signs are capitalized. The valuation basis for general capital assets are historical cost, or where historical cost is not available, estimated historical cost based on replacement costs.

Capital assets in the proprietary funds are capitalized in the fund in which they are utilized. The valuation bases for proprietary fund capital assets are the same as those used for the general capital assets. Donated capital assets are capitalized at estimated fair market value on the date donated.

Depreciation on all assets is computed and recorded using the straight-line method of depreciation over the following estimated useful lives:

Buildings and Improvements	10 – 40 Years
Machinery and Equipment	3 – 10 Years
Infrastructure	25 – 50 Years

VILLAGE OF ELWOOD, ILLINOIS

Notes to the Financial Statements April 30, 2009

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

ASSETS, LIABILITIES, AND NET ASSETS OR EQUITY – Continued

Compensated Absences

The Village accrues accumulated unpaid vacation and associated employee-related costs when earned (or estimated to be earned) by the employee. In accordance with GASB Statement No. 16, no liability is recorded for nonvesting accumulation rights to receive sick pay benefits.

All vacation pay is accrued when incurred in the government-wide and proprietary fund financial statements. A liability for these amounts is reported in the governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

Long-Term Obligations

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type 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. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

In the fund financial statements, governmental fund types 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.

Unearned/Deferred Revenue

Governmental funds report unearned revenue in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. Governmental funds also defer revenue recognition in connection with resources that have been received, but not yet earned.

VILLAGE OF ELWOOD, ILLINOIS

Notes to the Financial Statements April 30, 2009

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

ASSETS, LIABILITIES, AND NET ASSETS OR EQUITY – Continued

Fund Equity

In the government-wide financial statements, equity is classified as net assets and displayed in three components:

Invested in capital assets, net of related debt—Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.

Restricted net assets—Consists of net assets with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislations.

Unrestricted net assets—All other net assets that do not meet the definition of “restricted” or “invested in capital assets, net of related debt”.

In the fund financial statements, governmental funds report reservations of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose. Designations of fund balance represent tentative management plans that are subject to change.

NOTE 2 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

BUDGETARY INFORMATION

Budgets are adopted on a basis consistent with generally accepted accounting principles. Prior to April 30, the Village Clerk submits to the Village Board a proposed operating budget for the fiscal year commencing May 1. The operating budget includes proposed expenditures and the means of financing them. Public hearings are conducted to obtain taxpayer comments. Prior to July 31, the budget is legally enacted through passage of an ordinance.

The Village Clerk is authorized to transfer budgeted amounts between departments within any fund; however, the Village Board must approve revisions that alter the total expenditures of any fund. Formal budgetary integration is employed at a management control device during the year for the General Fund. Budgeted amounts are as originally adopted by the Board of Trustees. Expenditures may not legally exceed budgeted appropriations at the fund level. During the year several supplementary appropriations were necessary.

VILLAGE OF ELWOOD, ILLINOIS

Notes to the Financial Statements
April 30, 2009

NOTE 2 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY – Continued

EXCESS OF ACTUAL EXPENDITURES/EXPENSES OVER BUDGET IN INDIVIDUAL FUNDS

The following funds had an excess of actual expenditures/expenses, exclusive of depreciation, over budget for the fiscal year.

Fund	Excess
Deer Run Tax Increment Financing	\$ 8,979,958
Phase I Improvements	153,699
Capital Construction Bond	19,214

These overexpenditures were funded by greater than anticipated revenues in the case of the Phase I Improvements Fund and the Capital Construction Bond Fund. The overexpenditures in the Deer Run Tax Increment Financing Fund were funded in part by greater than anticipated revenues, available fund balance and future anticipated revenues.

DEFICIT FUND EQUITY

The Deer Run Tax Increment Financing Fund had a deficit fund equity balance for the fiscal year of \$1,380,598.

NOTE 3 – DETAIL NOTES ON ALL FUNDS

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 financial statements 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.

Permitted Deposits and Investments - Statutes authorize the Village to make deposits/invest in commercial banks, savings and loan institutions, obligations of the U.S. Treasury and U.S. Agencies, obligations of States and their political subdivisions, credit union shares, repurchase agreements, commercial paper rated within the three highest classifications by at least two standard rating services, and Illinois Funds.

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

VILLAGE OF ELWOOD, ILLINOIS

Notes to the Financial Statements April 30, 2009

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

DEPOSITS AND INVESTMENTS – Continued

Interest Rate Risk, Credit Risk, Custodial Credit Risk and Concentration Risk

Deposits and Investments. At year-end, the carrying amount of the Village's deposits for governmental and business-type activities totaled \$6,679,138 and the bank balances totaled \$6,661,604. Also at year-end, the Village has \$59,826 invested in the Illinois Funds.

Interest Rate Risk. Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The Village's investment policy limits interest rate risk by attempting to obtain the highest interest rate available while ensuring the maximum safety of principal and maintaining a portfolio that is sufficiently liquid to meet all operating costs which may be reasonably anticipated.

Credit Risk. Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The Village's investment policy does not mitigate credit risk. At year-end, the Village's investment in the Illinois Funds is rated AAA by Standard and Poor's.

Custodial Credit Risk. In the case of deposits, this is the risk that in the event of a bank failure, the Village's deposits may not be returned to it. The Village's investment policy states that at all times funds on deposit (checking accounts, certificates of deposit, etc.) in excess of FDIC limits must be secured by some form of collateral, witnessed by a written agreement and held at an independent, third party institution in the name of the municipality. At April 30, 2009, the entire amount of the bank balance of deposits was covered by federal depository or equivalent insurance. For an investment, this 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. The Village's investment policy does not mitigate custodial credit risk for investments. At April 30, 2009, the Village's investment in the Illinois Funds is noncategorizable.

Concentration of Credit Risk. This is the risk of loss attributed to the magnitude of the Village's investment in a single issuer. The Village does not have a formal written policy with regards to concentration credit risk for investments. At April 30, 2009, the Village has no investments over 5 percent of the total cash and investment portfolio.

PROPERTY TAXES

Property taxes for 2008 attach as an enforceable lien on January 1, 2008, on property values assessed as of the same date. Taxes are levied by December of the subsequent fiscal year (by passage of a Tax Levy Ordinance). Tax bills are prepared by Will County and are payable in two installments, on or about June 1, 2009 and September 1, 2009. The County collects such taxes and remits them periodically.

VILLAGE OF ELWOOD, ILLINOIS

Notes to the Financial Statements April 30, 2009

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

CAPITAL ASSETS

Governmental Activities

Governmental capital asset activity for the year was as follows:

	Beginning Balances as Restated	Increases	Decreases	Ending Balances
Capital Assets- Not Being Depreciated				
Land	\$ 2,051,833	1,406,400	-	3,458,233
Construction in Progress	463,528	-	463,528	-
	<u>2,515,361</u>	<u>1,406,400</u>	<u>463,528</u>	<u>3,458,233</u>
Other Capital Assets				
Buildings and Improvements	6,279,566	25,199	-	6,304,765
Machinery and Equipment	1,153,865	17,723	-	1,171,588
Infrastructure	134,921,541	772,841	-	135,694,382
	<u>142,354,972</u>	<u>815,763</u>	<u>-</u>	<u>143,170,735</u>
Less Accumulated Depreciation				
Buildings and Improvements	273,441	180,190	-	453,631
Machinery and Equipment	498,196	182,820	-	681,016
Infrastructure	8,395,818	3,166,797	-	11,562,615
	<u>9,167,455</u>	<u>3,529,807</u>	<u>-</u>	<u>12,697,262</u>
Total Other Capital Assets	<u>133,187,517</u>	<u>(2,714,044)</u>	<u>-</u>	<u>130,473,473</u>
Total Capital Assets	<u>135,702,878</u>	<u>(1,307,644)</u>	<u>463,528</u>	<u>133,931,706</u>

Depreciation expense was charged to governmental activities as follows:

General Government	\$ 28,405
Public Safety	81,152
Public Works	<u>3,420,250</u>
	<u>3,529,807</u>

VILLAGE OF ELWOOD, ILLINOIS

Notes to the Financial Statements April 30, 2009

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

CAPITAL ASSETS – Continued

Business-Type Activities

Business-type capital asset activity for the year was as follows:

	Beginning Balances	Increases	Decreases	Ending Balances
Capital Assets - Not Being Depreciated				
Land	\$ 1,909,500	-	-	1,909,500
Other Capital Assets				
Buildings and Improvements	12,651,715	-	-	12,651,715
Machinery and Equipment	170,370	18,498	-	188,868
Infrastructure	10,658,379	-	-	10,658,379
	23,480,464	18,498	-	23,498,962
Less Accumulated Depreciation				
Buildings and Improvements	1,962,092	319,697	-	2,281,789
Machinery and Equipment	94,266	24,339	-	118,605
Infrastructure	795,974	215,861	-	1,011,835
	2,852,332	559,897	-	3,412,229
Total Other Capital Assets	20,628,132	(541,399)	-	20,086,733
Total Capital Assets	22,537,632	(541,399)	-	21,996,233

Depreciation expense was charged to business-type as follows:

Water and Sewer \$ 559,897

VILLAGE OF ELWOOD, ILLINOIS

Notes to the Financial Statements April 30, 2009

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

INTERFUND TRANSFERS

Interfund transfers for the year consisted of the following:

Transfer In	Transfer Out	Amount
Capital Construction Bond	General	\$ 1,000,000
Nonmajor Governmental	Phase I Improvements	<u>362,006</u>
		<u>1,362,006</u>

Transfers are used to (1) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them, (2) move receipts restricted to debt service from the funds collecting the receipts to the debt service fund as debt service payments become due, and (3) use unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

LONG-TERM DEBT

TIF Notes Payable

Tax increment financing notes currently outstanding are as follows:

Issue	Beginning Balances	Issuances	Retirements	Ending Balances
Tax Increment Financing Notes of 2003	\$ 92,443,655	-	8,847,504	<u>83,596,151</u>

VILLAGE OF ELWOOD, ILLINOIS

Notes to the Financial Statements April 30, 2009

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

LONG-TERM DEBT – Continued

Installment Contracts

Installment Contracts are utilized to acquire capital equipment. Installment Contracts currently outstanding are as follows:

Issue	Beginning Balances	Issuances	Retirements	Ending Balances
Tractor Installment Contract of 2006 due in yearly installments of \$6,968, including interest at 7.70% through March 27, 2010.	\$ 12,476	-	6,007	6,469
Truck Installment Contract of 2006 due in annual installments of \$24,201, including interest at 5.27% through January 13, 2011.	65,573	-	20,745	44,828
	<u>78,049</u>	<u>-</u>	<u>26,752</u>	<u>51,297</u>

General Obligation Bonds Payable

Governments issue general obligation bonds to provide funds for the acquisition and construction of major capital facilities. General obligation bonds are direct obligations and pledge the full faith and credit of the government. General obligation bonds currently outstanding are as follows:

Issue	Beginning Balances	Issuances	Retirements	Ending Balances
General Obligation Bonds of 2005, due in annual installments of \$115,000 to \$165,000, plus interest at 4.20% to 4.50% through March 1, 2023.	\$ 6,715,000	-	-	6,715,000

VILLAGE OF ELWOOD, ILLINOIS

Notes to the Financial Statements April 30, 2009

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

LONG-TERM DEBT – Continued

General Obligation Capital Appreciation Bonds Payable

Governments issue general obligation capital appreciation bonds to provide funds for the acquisition and construction of major capital facilities. General obligation capital appreciation bonds are direct obligations and pledge the full faith and credit of the government. General obligation capital appreciation bonds currently outstanding are as follows:

Issue	Beginning Balances	Issuances	Retirements	Ending Balances
General Obligation Capital Appreciation Bonds of 2006, due in annual installments of \$729,226 to \$1,052,838 through March 1, 2030.	\$ 6,188,552	-	-	6,188,552

Loans Payable

Loans payable currently outstanding are as follows:

Issue	Beginning Balances	Issuances	Retirements	Ending Balances
Department of Commerce and Economic Opportunity loans due in annual installments of \$90,000 to \$1,740,000 plus interest at 0% to 5.17% through September 1, 2022	\$ 14,500,000	-	180,000	14,320,000

VILLAGE OF ELWOOD, ILLINOIS

Notes to the Financial Statements April 30, 2009

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

LONG-TERM DEBT – Continued

Long-Term Liability Activity

Changes in long-term liabilities during the fiscal year were as follows:

Type of Debt	Beginning Balances	Additions	Deductions	Ending Balances	Amounts Due within One Year
Governmental Activities					
Compensated Absences	\$ 167,403	28,661	57,322	138,742	27,748
Installment Contracts	78,049	-	26,752	51,297	28,308
General Obligation Bonds	6,715,000	-	-	6,715,000	-
General Obligation Capital Appreciation Bonds	6,188,552	-	-	6,188,552	-
Accretion - General Obligation					
Capital Appreciation Bonds	790,508	397,870	-	1,188,378	-
TIF Notes Payable	92,443,655	-	8,847,504	83,596,151	10,859,656
Accretion - TIF Notes Payable	56,368,324	14,680,506	-	71,048,830	-
	<u>162,751,491</u>	<u>15,107,037</u>	<u>8,931,578</u>	<u>168,926,950</u>	<u>10,915,712</u>
Business-Type Activities					
Compensated Absences	8,013	590	295	8,308	1,662
Loans Payable	14,500,000	-	180,000	14,320,000	-
	<u>14,508,013</u>	<u>590</u>	<u>180,295</u>	<u>14,328,308</u>	<u>1,662</u>

The Special Service Area Fund makes payments on the installment contracts. Payments on the general obligation bonds and general obligation capital appreciation bonds are made by Debt Service Fund. The Deer Run TIF Fund makes payments on TIF Notes Payable. The Water and Sewer Fund makes payments on the loans payable. For the governmental activities, compensated absences are generally liquidated by the general fund.

VILLAGE OF ELWOOD, ILLINOIS

Notes to the Financial Statements April 30, 2009

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

LONG-TERM DEBT – Continued

Debt Service Requirements to Maturity

The annual debt service requirements to maturity, including principal and interest, are as follows:

Fiscal Year Ending April 30	Governmental Activities						
	General Obligation Bonds		General Obligation Capital Appreciation Bonds		Tax Increment Notes		Installment Contracts
	Principal	Interest	Principal/Accretion		Principal/Accretion	Principal	Interest
2010	\$ -	291,848	(420,553)		(4,282,285)	28,308	2,860
2011	-	291,848	(444,528)		(2,935,366)	22,989	1,212
2012	115,000	291,848	(469,870)		(1,333,372)	-	-
2013	120,000	286,960	(496,657)		976,189	-	-
2014	125,000	281,860	(524,971)		3,702,950	-	-
2015	130,000	276,548	(554,899)		6,266,556	-	-
2016	540,000	271,022	(586,534)		8,951,042	-	-
2017	610,000	248,342	(619,972)		11,507,249	-	-
2018	685,000	222,722	(655,316)		13,437,941	-	-
2019	765,000	193,610	(692,675)		15,546,339	-	-
2020	850,000	160,715	(732,164)		17,852,221	-	-
2021	885,000	123,528	(773,904)		20,465,946	-	-
2022	925,000	84,588	(818,023)		23,403,500	-	-
2023	965,000	43,425	(864,658)		26,600,961	-	-
2024	-	-	1,925,584		14,485,111	-	-
2025	-	-	2,037,571		-	-	-
2026	-	-	2,153,732		-	-	-
2027	-	-	2,276,514		-	-	-
2028	-	-	2,406,296		-	-	-
2029	-	-	2,543,477		-	-	-
2030	-	-	2,688,479		-	-	-
	6,715,000	3,068,864	7,376,930		154,644,981	51,297	4,072

VILLAGE OF ELWOOD, ILLINOIS

Notes to the Financial Statements April 30, 2009

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

LONG-TERM DEBT – Continued

Debt Service Requirements to Maturity – Continued

Fiscal Year Ending April 30	Business-Type Activities		
	Loans		Interest
	Principal	Payable	
2010	\$ -	435,000	
2011	-	435,000	
2012	400,000	435,000	
2013	500,000	423,000	
2014	600,000	408,000	
2015	1,000,000	390,000	
2016	1,100,000	360,000	
2017	1,200,000	327,000	
2018	1,300,000	291,000	
2019	1,400,000	252,000	
2020	1,500,000	210,000	
2021	1,700,000	165,000	
2022	1,800,000	114,000	
2023	1,820,000	60,000	
Total	14,320,000	4,305,000	

Defeased Debt

In prior years the government defeased general obligation bonds by placing the proceeds of new bonds in an irrevocable trust to provide for all future debt service payments on the old bonds. Since the requirements which normally satisfy defeasance have been met, the financial statements reflect satisfaction of the original liability through the irrevocable transfer to an escrow agent of an amount computed to be adequate to meet the future debt service requirements of the issue. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the government's basic financial statements. Defeased bonds of \$260,000 remain outstanding as of the date of this report.

VILLAGE OF ELWOOD, ILLINOIS

Notes to the Financial Statements
April 30, 2009

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

LONG-TERM DEBT – Continued

Legal Debt Margin

Chapter 65, Section 5/8-5-1 of the Illinois Compiled Statutes provides that the General Assembly may limit the amount and require referenda for approval of debt payable from ad valorem property taxes in excess of one percent of assessed valuation. However, no such statute has been enacted as of this date. Therefore, as a home rule municipality, the Village of Elwood, Illinois has no debt limit.

RESTRICTED NET ASSETS

The following is a schedule of net asset restrictions as of the date of this report:

	<u>Amount</u>
Highways and Streets - Motor Fuel Tax Allotments	\$ 460,350
Parks - Restricted Donations	549,530
Special Service Area - Special Levies	<u>119,081</u>
	<u><u>1,128,961</u></u>

NET ASSETS RESTATEMENT

Beginning net assets for the governmental activities of (\$26,367,918) were increased by \$3,010,819 to reflect an error in recognition of capital assets, resulting in restated beginning net assets of (\$23,357,099).

NOTE 4 – OTHER INFORMATION

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. These risks are provided for through insurance from private insurance companies. The Village currently reports all its risk management activities in the General Fund and Water and Sewer Fund. There were no significant changes in insurance coverages from the prior year and settlements did not exceed insurance coverage in any of the past three fiscal years.

VILLAGE OF ELWOOD, ILLINOIS

Notes to the Financial Statements April 30, 2009

NOTE 4 – OTHER INFORMATION – Continued

POST-EMPLOYMENT BENEFITS

The Village provides COBRA health benefits to all prior employees as required by federal law. The prior employee pays 100 percent of the premium.

CONTINGENT LIABILITIES

Litigation

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

Grants

Amounts received 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.

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLAN

The Village contributes to one defined benefit pension plan, the Illinois Municipal Retirement Fund (IMRF), a defined benefit agent multiple-employer public employee retirement system. IMRF issues a publicly available financial report that includes financial statements and required supplementary information for the plan as a whole, but not by individual employer. That report may be obtained by writing to the Illinois Municipal Retirement Fund, 2211 York Road, Suite 500, Oak Brook, Illinois 60523. The benefits, benefit levels, employee contributions, and employer contributions are governed by Illinois Compiled Statutes and can only be amended by the Illinois General Assembly.

All employees hired in positions that meet or exceed the prescribed annual hourly standard must be enrolled in IMRF as participating members. Pension benefits vest after eight years of service. Participating members who retire at or after age 60 with 8 years of service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1-2/3 percent of their final rate (average of the highest 48 consecutive months' earnings during the last 10 years) of earnings, for each year of credited service up to 15 years, and 2 percent for each year thereafter. IMRF also provides death and disability benefits. These benefit provisions and all other requirements are established by state statute.

VILLAGE OF ELWOOD, ILLINOIS

Notes to the Financial Statements April 30, 2009

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLAN – Continued

Employees participating in the plan are required to contribute 4.50 percent of their annual covered salary to IMRF. The employees' contribution rate is established by state statute. The District is required to contribute at an actuarially determined rate. The employer rate for calendar year 2008 was 9.27 percent.

Funding Policy and Annual Pension Cost

For December 31, 2008, the Village's annual pension cost of \$98,865 was equal to the Village's required and actual contributions. The required contribution was determined as part of the December 31, 2006 actuarial valuation using the entry age actuarial cost method. The actuarial assumptions included (a) 7.5% investment rate of return (net of administrative expenses), (b) projected salary increases ranging from 0.4% to 11.6% per year, and (c) 3.0% per year cost-of-living adjustments. Both (a) and (b) included an inflation component of 4.0%. The actuarial value of IMRF assets was determined using techniques that smooth the effects of short-term volatility in the market value of investments over a five-year period. IMRF's unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on a closed basis. The remaining amortization period at December 31, 2008 was 29 years.

Trend Information

Employer annual pension cost (APC), actual contributions and the net pension obligation (NPO) are as follows. The NPO is the cumulative difference between the APC and the contributions actually made.

Annual Pension Cost (APC)	2006	58,398
	2007	73,535
	2008	98,865
Actual Contributions	2006	58,398
	2007	73,535
	2008	98,865
Percentage of APC Contributed	2006	100.00%
	2007	100.00%
	2008	100.00%
Net Pension Obligation	2006	N/A
	2007	N/A
	2008	N/A

VILLAGE OF ELWOOD, ILLINOIS

Notes to the Financial Statements April 30, 2009

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLAN – Continued

Funded Status and Funding Progress

The Village's funded status for the current year and related information for the plan is as follows:

	<u>Illinois Municipal Retirement</u>
Actuarial Valuation Date	12/31/08
Percent Funded	67.38%
Actuarial Accrued Liability for Benefits	\$760,522
Actuarial Value of Assets	\$512,428
Over (Under) Funded Actuarial Accrued Liability (UAAL)	(\$248,094)
Covered Payroll (Annual Payroll of Active Employees Covered by the Plan)	\$1,066,502
Ratio of UAAL to Covered Payroll	23.26%

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

REQUIRED SUPPLEMENTARY INFORMATION

Required supplementary information includes financial information and disclosures that are required by the GASB but are not considered a part of the basic financial statements. Such information includes:

- Schedule of Funding Progress
 - Illinois Municipal Retirement Fund (IMRF)
- Employer Contributions
 - Illinois Municipal Retirement Fund (IMRF)
- Budgetary Comparison Schedule – General Fund

Notes to the Required Supplementary Information

Budgetary Information – Budgets are adopted on a basis consistent with generally accepted accounting principles.

VILLAGE OF ELWOOD, ILLINOIS

Illinois Municipal Retirement Fund

Required Supplementary Information

Schedule of Funding Progress

April 30, 2009

Actuarial Valuation Date Dec. 31	(1) Actuarial Value of Plan Assets	(2) Actuarial Accrued Liability (AAL) - Entry Age	(3) Funded Ratio (1) ÷ (2)	(4) Unfunded (Overfunded)		(5) Annual Covered Payroll	(6) Unfunded (Overfunded) Actuarial Accrued Liability as a Percentage of Covered Payroll (4) ÷ (5)
				Actuarial Liability (2) - (1)	Actuarial Accrued Liability (2) - (1)		
2003	\$ 35,295	\$ 68,596	51.45%	\$ 33,301	\$ 263,316		12.65%
2004	98,499	194,429	50.66%	95,930	476,228		20.14%
2005	174,044	224,245	77.61%	50,201	557,917		9.00%
2006	246,068	333,840	73.71%	87,772	597,115		14.70%
2007	360,720	512,234	70.42%	151,514	807,191		18.77%
2008	512,428	760,522	67.38%	248,094	1,066,502		23.26%

VILLAGE OF ELWOOD, ILLINOIS

Illinois Municipal Retirement Fund

Required Supplementary Information

Employer Contributions

April 30, 2009

Calendar Year	Employer Contributions	Annual Required Contribution	Percent Contributed
2003	\$ 23,646	\$ 23,646	100.00%
2004	42,765	42,765	100.00%
2005	53,312	53,312	100.00%
2006	58,398	58,398	100.00%
2007	73,535	73,535	100.00%
2008	98,865	98,865	100.00%

VILLAGE OF ELWOOD, ILLINOIS

General Fund

**Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
Year Ended April 30, 2009**

	Budget		
	Original	Final	Actual
Revenues			
Taxes	\$ 587,583	587,583	560,962
Intergovernmental	529,179	529,179	575,151
Charges for Services	164,812	164,812	164,178
Licenses and Permits	206,010	206,010	121,242
Fines and Forfeits	250,250	250,250	216,364
Interest Income	24,100	24,100	7,891
Miscellaneous	23,374	23,374	219,225
Total Revenues	1,785,308	1,785,308	1,865,013
Expenditures			
General Government	784,136	784,136	888,695
Public Safety	567,496	567,496	553,329
Public Works	582,317	582,317	437,331
Total Expenditures	1,933,949	1,933,949	1,879,355
Excess (Deficiency) of Revenues Over (Under) Expenditures	(148,641)	(148,641)	(14,342)
Other Financing Sources (Uses)			
Transfers In	170,000	170,000	-
Transfers Out	-	-	(1,000,000)
	170,000	170,000	(1,000,000)
Net Change in Fund Balance	21,359	21,359	(1,014,342)
Fund Balance - Beginning			1,681,475
Fund Balance - Ending			667,133

OTHER SUPPLEMENTARY INFORMATION

Other supplementary information includes financial statements and schedules not required by the GASB, nor a part of the basic financial statements, but are presented for purposes of additional analysis.

Such statements and schedules include:

- Budgetary Comparison Schedules – Major Governmental Funds
- Combining Statements – Nonmajor Governmental Funds
- Budgetary Comparison Schedules – Nonmajor Governmental Funds
- Budgetary Comparison Schedules – Enterprise Funds

COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS AND SCHEDULES

GENERAL FUND

The General Fund accounts for all financial resources except those required to be accounted for in another fund.

SPECIAL REVENUE FUNDS

Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than fiduciary funds or capital projects funds) that are legally restricted to expenditure for specified purposes.

Motor Fuel Tax Fund

The Motor Fuel Tax Fund is used to account for the revenues received from the Village's allocation of state gasoline taxes and the expenditures for street construction and maintenance, which must be authorized by the Illinois Department of Transportation.

Park Fund

The Park Fund is used to account for revenues received from impact fees and the expenditures for park operations and improvements.

Special Service Area Fund

The Special Service Area Fund is used to account for revenues received from special service area property taxes and expenditures for maintenance within the special service area.

COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS AND SCHEDULES

DEBT SERVICE FUNDS

Debt Service Funds are created to account for the accumulation of resources for, and the payment of, general long-term debt principal and interest.

Deer Run Tax Increment Financing (TIF) Fund

The Deer Run Tax Increment Financing Fund is used to account for revenues received from incremental property taxes and expenditures for debt service payments related to tax increment financing bonds.

Debt Service Fund

The Debt Service Fund is used to account for the accumulation of resources for, and the payment of, the principal and interest on the 2005 general obligation bonds.

CAPITAL PROJECTS FUNDS

Capital Projects Funds are created to account for all resources used for the acquisition of capital facilities by a governmental unit except those financed by Proprietary Funds.

Phase I Improvements Fund

The Phase I Improvements Fund is used to account for revenues received from development fees and expenditures for capital construction projects, including road construction and a new village hall facility.

Brandon/Noel Road Improvements Fund

The Brandon/Noel Road Improvements Fund is used to account for revenues and expenditures relative to the construction of road improvements.

COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS AND SCHEDULES

CAPITAL PROJECTS FUNDS – Continued

Capital Construction Bond Fund

The Capital Construction Bond Fund is used to account for revenues received from general obligation bond proceeds and expenditures for road improvements and reconstruction.

PROPRIETARY FUNDS

ENTERPRISE FUNDS

Enterprise Funds are used to account for operations that are financed and operated in a manner similar to private business enterprises where the intent is that costs of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or where it has been decided that periodic determination of revenues earned, expenses incurred and/or net income is appropriate for capital maintenance, public policy, management control, accountability or other purpose.

Water and Sewer Fund

The Water and Sewer Fund is used to account for revenues and expenses relative to the operation of the water and sewer utilities.

Garbage Fund

The Garbage Fund is used to account for revenues and expenses relative to the disposal of residential solid waste.

VILLAGE OF ELWOOD, ILLINOIS

General Fund

Schedule of Revenues - Budget and Actual
Year Ended April 30, 2009

	Budget		
	Original	Final	Actual
Taxes			
Property Taxes	\$ 146,954	146,954	146,615
Personal Property Replacement Tax	819	819	1,104
Road and Bridge Tax	62,830	62,830	64,216
Utility Tax	376,980	376,980	349,027
	587,583	587,583	560,962
Intergovernmental			
Sales Tax	188,043	188,043	211,335
Home Rule Sales Tax	174,276	174,276	185,580
Income Tax	145,800	145,800	142,666
Local Use Tax	21,060	21,060	35,570
	529,179	529,179	575,151
Charges for Services			
Center Point Administrative Fees	117,165	117,165	117,166
Professional Fees & Development	-	-	6,000
Overweight Truck Fee	-	-	16,488
Inspection Fees	21,100	21,100	10,933
Cable Franchise Fees	6,847	6,847	7,820
Impact Fees	19,700	19,700	3,246
Reimbursable Expenses	-	-	2,525
	164,812	164,812	164,178
Licenses and Permits			
Building Permits	187,049	187,049	108,042
Liquor Licenses	2,627	2,627	3,400
Business Licenses	884	884	1,400
Contractor Registration	15,450	15,450	8,400
	206,010	206,010	121,242
Fines and Forfeits			
Police Fines	250,250	250,250	216,364

VILLAGE OF ELWOOD, ILLINOIS**General Fund****Schedule of Revenues - Budget and Actual - Continued**
Year Ended April 30, 2009

	Budget		
	Original	Final	Actual
Interest Income	\$ 24,100	24,100	7,891
Miscellaneous			
Donations	2,000	2,000	50
Police Grants	-	-	149,670
Lease Agreement	20,374	20,374	21,271
Miscellaneous	1,000	1,000	48,234
	23,374	23,374	219,225
Total Revenues	1,785,308	1,785,308	1,865,013

VILLAGE OF ELWOOD, ILLINOIS

General Fund

Schedule of Expenditures - Budget and Actual
Year Ended April 30, 2009

	Budget		
	Original	Final	Actual
General Government			
Administration			
Salaries	\$ 143,003	143,003	144,610
Administration Benefits	17,738	17,738	21,785
Employee Group Insurance	42,254	42,254	25,388
Financial Consultants	63,600	63,600	59,686
Audit	16,240	16,240	16,240
Engineering Services	25,000	25,000	119,224
Legal Services	120,000	120,000	184,305
Telephone	9,240	9,240	8,672
Electric/Heating	9,900	9,900	30,246
Travel and Meetings	2,500	2,500	4,066
Custodial Services	13,068	13,068	13,553
Insurance - Liability/Workers Compensation	7,582	7,582	7,582
Printing/Binding	6,200	6,200	6,414
Dues and Subscriptions	5,036	5,036	16,033
Office Equipment Maintenance	10,000	10,000	9,678
Office Supplies	15,000	15,000	13,240
Other Supplies	2,500	2,500	-
Postage	3,700	3,700	4,997
Bank Charges	4,200	4,200	6,581
Donations	5,000	5,000	2,275
Miscellaneous	12,500	12,500	28,252
Equipment	21,595	21,595	10,761
Data Processing Equipment	4,000	4,000	9,308
Reimbursable Sales Tax	100,867	100,867	92,124
Nextel Lease Agreement	10,415	10,415	10,385
Total Administration	671,138	671,138	845,405
Building			
Salaries	71,000	71,000	34,737
Administration Benefits	10,275	10,275	2,027
Employee Group Insurance	14,570	14,570	-
Professional Services	250	250	-
Training	2,000	2,000	-

VILLAGE OF ELWOOD, ILLINOIS

General Fund

Schedule of Expenditures - Budget and Actual - Continued
Year Ended April 30, 2009

		Budget		
		Original	Final	Actual
General Government - Continued				
Building - Continued				
Insurance	\$ 5,433	5,433	5,433	5,433
Uniforms	750	750	750	-
Travel and Meetings	750	750	750	-
Telephone	1,320	1,320	1,320	-
Dues and Subscriptions	500	500	500	144
Maps and Plats	500	500	500	57
Vehicle Maintenance	500	500	500	325
Office Supplies	500	500	500	567
Gas and Oil	2,000	2,000	2,000	-
Photo Supplies	500	500	500	-
Miscellaneous	500	500	500	-
Equipment Purchases	150	150	150	-
Village Building Improvements	-	-	-	-
Data Processing Equipment	1,500	1,500	1,500	-
Total Building	112,998	112,998	43,290	
Total General Government	784,136	784,136	888,695	
Public Safety				
Police				
Salaries	378,801	378,801	359,990	
Administration Benefits	66,035	66,035	59,623	
Employee Group Insurance	63,774	63,774	23,842	
Legal Services	6,500	6,500	2,863	
Data Processing	400	400	569	
Insurance - Liability/Workers Compensation	11,459	11,459	11,459	
Printing/Binding	175	175	197	
Dues and Subscriptions	1,280	1,280	102	
Telephone	5,064	5,064	4,256	
Office Equipment Maintenance	544	544	693	
Radio Maintenance	640	640	384	
Vehicle Maintenance	400	400	2,093	
Training	500	500	32	
Travel and Meetings	350	350	44	

VILLAGE OF ELWOOD, ILLINOIS

General Fund

Schedule of Expenditures - Budget and Actual - Continued
Year Ended April 30, 2009

	Budget		
	Original	Final	Actual
Public Safety - Continued			
Police - Continued			
Custodial Services	\$ 2,614	2,614	2,848
Medical Expenses	480	480	46
Animal Control	600	600	300
Rental	600	600	-
Office Supplies	2,400	2,400	414
Gas and Oil	4,500	4,500	3,552
Uniforms	2,880	2,880	3,068
Photo Supplies	160	160	9
Postage	400	400	311
Ammunition	3,600	3,600	-
Other Supplies	1,200	1,200	1,970
Agreements	9,780	9,780	8,595
Miscellaneous	1,000	1,000	4,044
Equipment	-	-	319
Data Processing Equipment	1,360	1,360	1,426
Homeland Security Grant	-	-	58,371
A Beep Motorola	-	-	1,909
 Total Public Safety	 567,496	 567,496	 553,329

Public Works

Streets			
Salaries	161,635	161,635	166,455
Administration Benefits	28,022	28,022	27,428
Employee Group Insurance	41,439	41,439	25,775
Professional Services	800	800	1,827
Data Processing	9,000	9,000	213
Insurance	6,151	6,151	10,179
Uniforms	4,500	4,500	5,067
Street Cleaning	7,500	7,500	3,330
Landfill	3,000	3,000	4,716
Travel and Meetings	2,000	2,000	613
Tree Removal	28,000	28,000	14,706
Truck Inspections	200	200	101
Electric	42,000	42,000	41,693
Telephone	6,500	6,500	5,003

VILLAGE OF ELWOOD, ILLINOIS

General Fund

Schedule of Expenditures - Budget and Actual - Continued
Year Ended April 30, 2009

		Budget		
		Original	Final	Actual
Public Works - Continued				
Streets - Continued				
Heating	\$ 10,000	10,000	10,000	7,294
Equipment Rentals	14,000	14,000	14,000	7,067
Communication Repairs	500	500	500	-
Building Maintenance	18,320	18,320	18,320	14,937
Street Light Maintenance	12,000	12,000	12,000	6,005
Vehicle Maintenance	5,625	5,625	5,625	14,757
Mosquito Abatement	26,250	26,250	26,250	19,558
Office Supplies	2,000	2,000	2,000	1,785
Vehicle Supplies	5,250	5,250	5,250	8,600
Gas and Oil	11,250	11,250	11,250	10,613
Gravel	3,000	3,000	3,000	1,623
Asphalt and Sealer	9,000	9,000	9,000	3,171
Operating Supplies	10,000	10,000	10,000	7,953
Restoration Materials	4,000	4,000	4,000	1,731
Drainage Materials	1,500	1,500	1,500	-
Traffic Signs and Safety Materials	6,000	6,000	6,000	3,421
Small Tools and Equipment	7,500	7,500	7,500	3,295
Miscellaneous	2,500	2,500	2,500	643
Equipment	25,000	25,000	25,000	4,850
Village Building Improvements	8,000	8,000	8,000	-
Road Maintenance	59,875	59,875	59,875	12,922
 Total Public Works	 582,317	 582,317	 437,331	
 Total Expenditures	 1,933,949	 1,933,949	 1,879,355	

VILLAGE OF ELWOOD, ILLINOIS**Deer Run Tax Increment Financing - Debt Service Fund****Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
Year Ended April 30, 2009**

	Budget		
	Original	Final	Actual
Revenues			
Taxes			
Property Taxes	\$ -	-	8,100,046
Interest Income	-	-	56,173
Total Revenues	-	-	8,156,219
Expenditures			
General Government			
Management Fees	-	-	132,454
Debt Service			
Principal Retirement	-	-	8,847,504
Total Expenditures	-	-	8,979,958
Net Change in Fund Balance	-	-	(823,739)
Fund Balance - Beginning			(556,859)
Fund Balance - Ending			(1,380,598)

VILLAGE OF ELWOOD, ILLINOIS

Phase I Improvements - Capital Projects Fund

**Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
Year Ended April 30, 2009**

	Budget		
	Original	Final	Actual
Revenues			
Charges for Services			
Development Fees	\$ 1,000,000	1,000,000	1,000,000
Intergovernmental			
Reimbursements		-	2,489
Interest Income	27,993	27,993	32,340
Total Revenues	1,027,993	1,027,993	1,034,829
Expenditures			
Capital Outlay			
Mississippi Street		-	161,241
Other Projects	156,500	156,500	94,433
St. Louis Street		-	5,297
Jackson/Matteson Streets		-	42,037
Meadowbrook Detention		-	285
Route 53 Turn Lane		-	6,648
Baxter & Woodman		-	258
Total Expenditures	156,500	156,500	310,199
Excess (Deficiency) of Revenues			
Over (Under) Expenditures	871,493	871,493	724,630
Other Financing (Uses)			
Transfers Out	(532,006)	(532,006)	(362,006)
Net Change in Fund Balance	339,487	339,487	362,624
Fund Balance - Beginning			725,822
Fund Balance - Ending			<u>1,088,446</u>

VILLAGE OF ELWOOD, ILLINOIS

Brandon/Noel Road Improvements - Capital Projects Fund

**Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual
Year Ended April 30, 2009**

	Budget		
	Original	Final	Actual
Revenues			
Intergovernmental			
Grants	\$ 50,000	50,000	50,000
Interest Income	7,954	7,954	2,115
Total Revenues	<u>57,954</u>	<u>57,954</u>	<u>52,115</u>
Expenditures			
Capital Outlay	-	-	-
Net Change in Fund Balance	<u>57,954</u>	<u>57,954</u>	<u>52,115</u>
Fund Balance - Beginning			<u>265,440</u>
Fund Balance - Ending			<u>317,555</u>

VILLAGE OF ELWOOD, ILLINOIS**Capital Construction Bond - Capital Projects Fund****Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
Year Ended April 30, 2009**

	Budget		
	Original	Final	Actual
Revenues			
Interest Income	\$ 10,784	10,784	20,408
Miscellaneous	200,000	200,000	1,452,327
Total Revenues	210,784	210,784	1,472,735
Expenditures			
General Government	-	-	19,214
Excess (Deficiency) of Revenues			
Over (Under) Expenditures	210,784	210,784	1,453,521
Other Financing Sources			
Transfer In	-	-	1,000,000
Net Change in Fund Balance	210,784	210,784	2,453,521
Fund Balance - Beginning			709,457
Fund Balance - Ending			3,162,978

VILLAGE OF ELWOOD, ILLINOIS

Combining Balance Sheet

Nonmajor Governmental Funds

April 30, 2009

	Special Revenue Funds			Total Nonmajor Governmental Funds
	Motor Fuel Tax	Park	Special Service Area	Debt Service
ASSETS				
Cash and Investments	\$ 462,693	527,524	107,246	- 1,097,463
Due from Other Governments	3,556	30,000	-	- 33,556
Prepays	-	111	27,277	- 27,388
Total Assets	466,249	557,635	134,523	- 1,158,407
LIABILITIES AND FUND BALANCES				
Liabilities				
Accounts Payable	5,899	8,105	15,442	- 29,446
Fund Balances				
Reserved - Prepays	-	111	27,277	- 27,388
Unreserved	460,350	549,419	91,804	- 1,101,573
Total Fund Balances	460,350	549,530	119,081	- 1,128,961
Total Liabilities and Fund Balances	466,249	557,635	134,523	- 1,158,407

VILLAGE OF ELWOOD, ILLINOIS

Combining Statement of Revenues, Expenditures and Changes in Fund Balances

Nonmajor Governmental Funds

Year Ended April 30, 2009

	Special Revenue Funds			Total Nonmajor Governmental Funds
	Motor Fuel Tax	Park	Special Service Area	Debt Service
Revenues				
Taxes	\$ -	-	795,811	-
Intergovernmental	42,666	-	-	42,666
Charges for Services	-	17,683	-	17,683
Interest Income	3,842	843	2,841	7,526
Miscellaneous	-	445,709	-	445,709
Total Revenues	46,508	464,235	798,652	1,309,395
Expenditures				
General Government	-	-	117,663	-
Public Safety	-	-	496,498	-
Public Works	117,286	-	313,260	430,546
Parks and Recreation	-	89,537	-	89,537
Debt Service	-	-	-	-
Principal Retirement	-	-	26,752	-
Interest and Fiscal Charges	-	-	4,416	291,848
Total Expenditures	117,286	89,537	958,589	291,848
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	(70,778)	374,698	(159,937)	(291,848)
				(147,865)
Other Financing Sources				
Transfer In	-	70,158	-	291,848
				362,006
Net Change in Fund Balances	(70,778)	444,856	(159,937)	-
Fund Balances - Beginning	531,128	104,674	279,018	-
Fund Balances - Ending	460,350	549,530	119,081	-
				1,128,961

VILLAGE OF ELWOOD, ILLINOIS**Motor Fuel Tax - Special Revenue Fund****Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
Year Ended April 30, 2009**

	Budget		
	Original	Final	Actual
Revenues			
Intergovernmental			
Motor Fuel Tax Allotments	46,494	46,494	42,666
Interest Income	11,714	11,714	3,842
Total Revenues	<u>58,208</u>	<u>58,208</u>	<u>46,508</u>
Expenditures			
Contractual Services	15,000	15,000	20,654
Capital Outlay	136,000	136,000	96,632
Total Expenditures	<u>151,000</u>	<u>151,000</u>	<u>117,286</u>
Net Change in Fund Balance	<u>(92,792)</u>	<u>(92,792)</u>	<u>(70,778)</u>
Fund Balance - Beginning			<u>531,128</u>
Fund Balance - Ending			<u>460,350</u>

VILLAGE OF ELWOOD, ILLINOIS

Park - Special Revenue Fund

**Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
Year Ended April 30, 2009**

	Budget		
	Original	Final	Actual
Revenues			
Charges for Services			
Event Fees	\$ 8,500	8,500	4,264
Impact Fees	-	-	1,684
Rental Fees	500	500	750
Registration Fees	20,000	20,000	10,985
Interest Income	675	675	843
Miscellaneous			
Donations	-	-	445,709
Total Revenues	<u>29,675</u>	<u>29,675</u>	<u>464,235</u>
Expenditures			
Parks and Recreation	<u>146,852</u>	<u>146,852</u>	<u>89,537</u>
Excess (Deficiency) of Revenues			
Over (Under) Expenditures	(117,177)	(117,177)	374,698
Other Financing Sources			
Transfers In	<u>70,158</u>	<u>70,158</u>	<u>70,158</u>
Net Change in Fund Balance	<u>(47,019)</u>	<u>(47,019)</u>	<u>444,856</u>
Fund Balance - Beginning			<u>104,674</u>
Fund Balance - Ending			<u>549,530</u>

VILLAGE OF ELWOOD, ILLINOIS

Park - Special Revenue Fund

Schedule of Expenditures - Budget and Actual
Year Ended April 30, 2009

	Budget		
	Original	Final	Actual
Parks and Recreation			
Salaries	\$ 58,004	58,004	38,467
Administration Benefits	5,353	5,353	5,124
Employee Group Insurance	2,495	2,495	1,778
Repairs and Maintenance	2,000	2,000	1,620
Cleaning	6,000	6,000	-
Referees	1,000	1,000	1,250
Instructors	30,000	30,000	1,264
Legal	-	-	1,790
Consultant Study	-	-	1,456
Postage	500	500	-
Advertising	1,000	1,000	203
Trees and Landscaping	3,000	3,000	688
Telephone	-	-	44
Herbicides	5,000	5,000	3,205
Equipment Maintenance	1,000	1,000	1,022
Vehicle Maintenance	1,500	1,500	1,304
Printing	500	500	-
Fuel	2,000	2,000	918
General Supplies	2,000	2,000	6,053
Materials	5,000	5,000	466
Small Tools	500	500	-
Baxter & Woodman	-	-	956
Miscellaneous	-	-	4,264
Training	1,500	1,500	1,680
Events	1,000	1,000	-
Children's Garden	17,500	17,500	15,985
 Total Expenditures	 146,852	 146,852	 89,537

VILLAGE OF ELWOOD, ILLINOIS**Special Service Area - Special Revenue Fund****Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
Year Ended April 30, 2009**

	Budget		
	Original	Final	Actual
Revenues			
Taxes			
Property Tax	\$ 667,240	667,240	795,811
Interest Income	10,000	10,000	2,841
Total Revenues	<u>677,240</u>	<u>677,240</u>	<u>798,652</u>
Expenditures			
General Government	111,255	111,255	117,663
Public Safety	541,394	541,394	496,498
Public Works	375,672	375,672	313,260
Debt Service			
Principal Retirement	44,500	44,500	26,752
Interest and Fiscal Charges	-	-	4,416
Total Expenditures	<u>1,072,821</u>	<u>1,072,821</u>	<u>958,589</u>
Net Change in Fund Balance	<u>(395,581)</u>	<u>(395,581)</u>	<u>(159,937)</u>
Fund Balance - Beginning			<u>279,018</u>
Fund Balance - Ending			<u>119,081</u>

VILLAGE OF ELWOOD, ILLINOIS

Special Service Area - Special Revenue Fund

Schedule of Expenditures - Budget and Actual
Year Ended April 30, 2009

	Budget		
	Original	Final	Actual
General Government			
Salaries	\$ 82,400	82,400	91,917
Benefits	28,855	28,855	25,746
Total General Government	111,255	111,255	117,663
Public Safety			
Salaries	254,209	254,209	235,286
Benefits	87,946	87,946	81,216
Training	4,950	4,950	281
Uniforms	6,600	6,600	6,003
Insurance	17,189	17,189	19,979
Automotive	44,100	44,100	43,602
Supplies and Materials	33,500	33,500	29,905
Agreements	86,400	86,400	72,216
Miscellaneous Expense	5,000	5,000	5,378
Data Processing Equipment	1,500	1,500	2,632
Total Public Safety	541,394	541,394	496,498
Public Works			
Salaries	46,297	46,297	53,730
Benefits	18,402	18,402	19,266
Uniforms	1,500	1,500	860
Snow Removal	7,500	7,500	4,163
Vehicle Maintenance	6,000	6,000	9,003
Equipment Maintenance	4,000	4,000	3,768
Administrative/Legal	118,849	118,849	52,476
Retention Pond Maintenance	20,000	20,000	12,602
Roadway Maintenance	148,124	148,124	152,527
Landfill	5,000	5,000	4,865
Total Public Works	375,672	375,672	313,260
Debt Service			
Principal Retirement	44,500	44,500	26,752
Interest and Fiscal Charges	-	-	4,416
Total Debt Service	44,500	44,500	31,168
Total Expenditures	1,072,821	1,072,821	958,589

VILLAGE OF ELWOOD, ILLINOIS

Debt Service Fund

**Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
Year Ended April 30, 2009**

	Budget		
	Original	Final	Actual
Revenues			
Interest Income	\$ -	-	-
Expenditures			
Debt Service			
Interest and Fiscal Charges	<u>726,848</u>	<u>726,848</u>	<u>291,848</u>
Excess (Deficiency) of Revenues			
Over (Under) Expenditures	(726,848)	(726,848)	(291,848)
Other Financing Sources			
Transfers In	<u>726,848</u>	<u>726,848</u>	<u>291,848</u>
Net Change in Fund Balance			
Fund Balance - Beginning			
Fund Balance - Ending			

VILLAGE OF ELWOOD, ILLINOIS

Water and Sewer - Enterprise Fund

**Schedule of Revenues, Expenses and Changes in
Net Assets - Budget and Actual
Year Ended April 30, 2009**

	Budget		
	Original	Final	Actual
Operating Revenues			
Charges for Services	\$ 740,631	740,631	937,735
Operating Expenses			
Water Operations	416,953	416,953	382,573
Sewer Operations	442,587	442,587	442,767
Depreciation	-	-	559,897
Total Operating Expenses	859,540	859,540	1,385,237
Operating Income (Loss)	(118,909)	(118,909)	(447,502)
Nonoperating Revenues (Expenses)			
Interest Income	10,000	10,000	24,450
Interest and Fiscal Charges	-	-	(232,650)
	10,000	10,000	(208,200)
Income (Loss) Before Contributions	(108,909)	(108,909)	(655,702)
Capital Contributions	54,075	54,075	-
Change in Net Assets	(54,834)	(54,834)	(655,702)
Net Assets - Beginning			8,334,748
Net Assets - Ending			7,679,046

VILLAGE OF ELWOOD, ILLINOIS**Water and Sewer - Enterprise Fund****Schedule of Operating Revenues - Budget and Actual**
Year Ended April 30, 2009

	<u>Budget</u>		
	<u>Original</u>	<u>Final</u>	<u>Actual</u>
Charges for Services			
Water Charges	\$ 314,103	314,103	325,081
Sewer Charges	256,528	256,528	270,021
Water Tap on Fees	80,776	80,776	165,733
Sewer Tap on Fees	86,724	86,724	159,070
Meter Sales	-	-	5,895
Miscellaneous	2,500	2,500	11,935
 Total Operating Revenues	 740,631	 740,631	 937,735

VILLAGE OF ELWOOD, ILLINOIS

Water and Sewer - Enterprise Fund

Schedule of Operating Expenses - Budget and Actual

Year Ended April 30, 2009

	Budget		
	Original	Final	Actual
Water Operations			
Salaries	\$ 35,749	35,749	37,792
Administration Benefits	6,197	6,197	6,264
Employee Group Insurance	10,951	10,951	8,080
Insurance - Liability/Workers Compensation	5,406	5,406	5,122
Audit	2,538	2,538	2,030
Engineering Services	10,000	10,000	28,622
Data Processing	3,000	3,000	768
Legal Services	5,000	5,000	4,882
Plant Operator Fee	165,000	165,000	169,899
Telephone	3,600	3,600	3,703
Electric	51,000	51,000	84,716
Heating	-	-	193
Printing/Binding	1,000	1,000	223
Dues and Subscriptions	500	500	1,218
Equipment Rental	5,000	5,000	274
Building Maintenance	10,500	10,500	10,904
Equipment Maintenance	10,000	10,000	3,428
System Maintenance	46,000	46,000	6,048
Vehicle Maintenance	500	500	203
Operational Supplies	5,000	5,000	1,134
Gas and Oil	1,500	1,500	1,552
Small Tools/Equipment	2,000	2,000	-
Postage	1,512	1,512	1,438
Water Supplies	3,500	3,500	2,232
Maintenance Supplies	2,000	2,000	138
Vehicle Supplies	500	500	633
Chemicals	1,000	1,000	138
Restoration Materials	1,500	1,500	369
Miscellaneous	1,000	1,000	124
Purchase Equipment	13,500	13,500	-
Water Meters	10,000	10,000	446
Data Processing Equipment	2,000	2,000	-
 Total Water Operations	 416,953	 416,953	 382,573

VILLAGE OF ELWOOD, ILLINOIS

Water and Sewer - Enterprise Fund

Schedule of Operating Expenses - Budget and Actual - Continued
Year Ended April 30, 2009

	Budget		
	Original	Final	Actual
Sewer Operations			
Salaries	\$ 32,162	32,162	34,279
Administration Benefits	5,575	5,575	5,672
Employee Group Insurance	9,494	9,494	7,250
Insurance - Liability/Workers Compensation	5,406	5,406	5,406
Audit	2,538	2,538	2,030
Engineering Services	1,000	1,000	31,701
Data Processing	3,000	3,000	156
Legal Services	3,000	3,000	4,882
Plant Operator Fee	165,000	165,000	169,899
Telephone	2,400	2,400	2,407
Electric	55,000	55,000	77,626
Heating	-	-	6,673
Printing/Binding	1,000	1,000	364
Dues and Subscriptions	10,500	10,500	12,554
Equipment Rental	2,500	2,500	215
Building Maintenance	7,000	7,000	2,712
Equipment Maintenance	1,000	1,000	22,687
System Maintenance	62,500	62,500	35,486
Vehicle Maintenance	500	500	500
Operational Supplies	5,000	5,000	5,384
Gas and Oil	2,500	2,500	424
Small Tools and Equipment	5,000	5,000	2,097
Postage	1,512	1,512	1,438
Sewer Supplies	5,000	5,000	169
Maintenance Supplies	2,500	2,500	445
Vehicle Supplies	1,000	1,000	469
Chemicals	20,000	20,000	9,784
Miscellaneous	500	500	58
Purchase Equipment	30,000	30,000	-
Total Sewer Operations	442,587	442,587	442,767

VILLAGE OF ELWOOD, ILLINOIS**Garbage - Enterprise Fund****Schedule of Revenues, Expenses and Changes in
Net Assets - Budget and Actual
Year Ended April 30, 2009**

	Budget		
	Original	Final	Actual
Operating Revenues			
Charges for Services	\$ 186,930	186,930	143,171
Operating Expenses			
Garbage Operations	184,228	184,228	144,436
Operating Income (Loss)	2,702	2,702	(1,265)
Nonoperating Revenue			
Interest Income	245	245	81
Change in Net Assets	2,947	2,947	(1,184)
Net Assets - Beginning			23,435
Net Assets - Ending			22,251

VILLAGE OF ELWOOD, ILLINOIS**Garbage - Enterprise Fund****Schedule of Operating Expenses - Budget and Actual**
Year Ended April 30, 2009

	Budget		
	Original	Final	Actual
Garbage Operations			
Garbage Collection	\$ 180,904	180,904	141,678
Printing/Binding	500	500	-
Miscellaneous	1,010	1,010	1,300
Postage	1,814	1,814	1,458
Total Garbage Operations	184,228	184,228	144,436

STATISTICAL SECTION

(Unaudited)

This part of the 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.

Financial Trends

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

Revenue Capacity

These schedules contain information to help the reader assess the Village's most significant local revenue sources.

Debt Capacity

These schedules present information to help the reader assess the affordability of the Village's current levels of outstanding debt and the Village's ability to issue additional debt in the future.

Demographic and Economic Information

These schedules offer demographic and economic indicators to help the reader understand the environment within which the Village's financial activities take place.

Operating Information

These schedules contain service and infrastructure data to help the reader understand how the information in the Village's financial report relates to the services the Village provides and the activities it performs.

VILLAGE OF ELWOOD, ILLINOIS**Net Assets by Component - Last Five Fiscal Years**
April 30, 2009 (Unaudited)

	<u>2005</u>
Governmental Activities	
Invested in Capital Assets, Net of Related Debt	\$ (4,643,933)
Restricted	1,933,592
Unrestricted	<u>2,753,285</u>
Total Governmental Activities Net Assets	<u>42,944</u>
Business-Type Activities	
Invested in Capital Assets, Net of Related Debt	23,252,237
Unrestricted	<u>(12,330,618)</u>
Total Business-Type Activities Net Assets	<u>10,921,619</u>
Primary Government	
Invested in Capital Assets, Net of Related Debt	18,608,304
Restricted	1,933,592
Unrestricted	<u>(9,577,333)</u>
Total Primary Government Net Assets	<u>10,964,563</u>

Data Source: Village Records

The Village implemented GASB 34 in Fiscal Year 2005.

2006	2007	2008	2009
11,652,801	10,793,782	27,266,803	37,380,706
1,703,193	1,214,702	914,820	1,128,961
(22,716,974)	(31,705,596)	(54,549,541)	(68,569,077)
<u>(9,360,980)</u>	<u>(19,697,112)</u>	<u>(26,367,918)</u>	<u>(30,059,410)</u>
8,970,809	8,777,528	8,037,632	7,676,233
1,410,372	424,368	320,551	25,064
<u>10,381,181</u>	<u>9,201,896</u>	<u>8,358,183</u>	<u>7,701,297</u>
20,623,610	19,571,310	35,304,435	45,056,939
1,703,193	1,214,702	914,820	1,128,961
(21,306,602)	(31,281,228)	(54,228,990)	(68,544,013)
<u>1,020,201</u>	<u>(10,495,216)</u>	<u>(18,009,735)</u>	<u>(22,358,113)</u>

VILLAGE OF ELWOOD, ILLINOIS

Changes in Net Assets - Last Five Fiscal Years
April 30, 2009 (Unaudited)

	2005	2006	2007	2008	2009
Expenses					
Governmental Activities					
General Government	\$ 917,834	1,582,783	2,697,423	1,816,816	1,040,107
Public Safety	667,761	1,004,814	769,922	1,317,095	1,130,979
Public Works	416,868	2,938,655	655,478	3,222,603	4,246,091
Parks and Recreation	74,198	69,450	2,939,609	68,958	89,537
Interest on Long-Term Debt	11,703,839	13,134,085	14,065,749	14,751,436	15,374,640
Total Governmental Activities Expenses	13,780,500	18,729,787	21,128,181	21,176,908	21,881,354
Business-Type Activities					
Water and Sewer	1,453,781	1,715,996	1,708,927	1,413,463	1,617,887
Garbage	110,181	116,611	124,518	129,659	144,436
Total Business-Type Activities Net Assets	1,563,962	1,832,607	1,833,445	1,543,122	1,762,323
Total Primary Government Expenses	15,344,462	20,562,394	22,961,626	22,720,030	23,643,677
Program Revenues					
Governmental Activities					
Charges for Services					
General Government	2,876,547	3,826,513	2,107,835	3,720,168	1,285,420
Public Safety	93,812	116,919	161,322	300,768	216,364
Parks and Recreation	33,884	16,658	42,451	36,267	17,683
Operating Grants/Contributions	50,837	46,550	87,161	45,157	42,666
Capital Grants/Contributions	167,369	50,000	50,000	50,000	1,456,400
Total Governmental Activities					
Program Revenues	3,222,449	4,056,640	2,448,769	4,152,360	3,018,533
Business-Type Activities					
Charges for Services					
Water and Sewer	528,246	726,974	384,692	451,651	937,735
Garbage	100,197	126,847	124,862	135,846	143,171
Operating Grants/Contributions	80,718	-	-	-	-
Capital Grants/Contributions	836,661	376,169	19,500	33,750	-
Total Business-Type Activities					
Program Revenues	1,545,822	1,229,990	529,054	621,247	1,080,906
Total Primary Government					
Program Revenues	4,768,271	5,286,630	2,977,823	4,773,607	4,099,439

	2005	2006	2007	2008	2009
Net (Expense) Revenue					
Governmental Activities	\$ (10,558,051)	(14,673,147)	(18,679,412)	(17,024,548)	(18,862,821)
Business-Type Activities	(18,140)	(602,617)	(1,304,391)	(921,875)	(681,417)
Total Primary Government					
Net Revenue (Expense)	(10,576,191)	(15,275,764)	(19,983,803)	(17,946,423)	(19,544,238)
General Revenues and Other Changes in Net Assets					
Governmental Activities					
Taxes					
Property Taxes	3,285,888	4,139,633	5,714,095	7,038,909	9,107,792
Utility Taxes	252,181	310,122	339,502	443,077	349,027
Intergovernmental - Unrestricted					
Sales Taxes	196,516	297,821	1,365,439	396,246	396,915
Income Taxes	121,922	153,023	164,319	180,847	178,236
Reimbursements	-	-	299,142	691,190	2,489
Interest Income	125,688	224,495	338,629	627,199	126,453
Miscellaneous	51,434	144,129	73,513	976,274	2,117,261
Total Governmental Activities	4,033,629	5,269,223	8,294,639	10,353,742	12,278,173
Business-Type Activities					
Investment Income	8,274	62,179	125,106	78,162	24,531
Miscellaneous	-	-	-	-	-
Total Business-Type Activities	8,274	62,179	125,106	78,162	24,531
Total Primary Government	4,041,903	5,331,402	8,419,745	10,431,904	12,302,704
Changes in Net Assets					
Governmental Activities	(6,524,422)	(9,403,924)	(10,384,773)	(6,670,806)	(6,584,648)
Business-Type Activities	(9,866)	(540,438)	(1,179,285)	(843,713)	(656,886)
Total Primary Government	(6,534,288)	(9,944,362)	(11,564,058)	(7,514,519)	(7,241,534)

Data Source: Village Records

The Village implemented GASB 34 in Fiscal Year 2005.

VILLAGE OF ELWOOD, ILLINOIS**Fund Balances of Governmental Funds - Last Ten Fiscal Years**
April 30, 2009 (Unaudited)

	2000	2001	2002	2003
General Fund				
Reserved	\$ -	-	-	33,195
Unreserved	<u>141,305</u>	<u>208,923</u>	<u>(328,392)</u>	<u>(296,434)</u>
Total General Fund	<u>141,305</u>	<u>208,923</u>	<u>(328,392)</u>	<u>(263,239)</u>
All Other Governmental Funds				
Reserved	-	-	-	1,707,226
Unreserved, Reported in:				
Special Revenues Funds	300,533	248,809	2,348,846	3,845,336
Debt Service Funds	-	-	-	-
Capital Projects Funds	-	-	39,113	593
Total All Other Governmental Funds	<u>300,533</u>	<u>248,809</u>	<u>2,387,959</u>	<u>5,553,155</u>

Data Source: Village Records

2004	2005	2006	2007	2008	2009
29,138	48,861	11,603	13,085	25,907	32,230
(874,035)	390,273	791,730	933,420	1,655,568	634,903
<u>(844,897)</u>	<u>439,134</u>	<u>803,333</u>	<u>946,505</u>	<u>1,681,475</u>	<u>667,133</u>
486,202	1,567,930	1,109,592	469,639	252,981	27,388
9,902,825	453,528	642,242	793,704	661,839	1,101,573
2,720,973	2,265,998	11,754,489	4,891,853	1,700,719	(556,859) (1,380,598) 4,568,979
<u>13,110,000</u>	<u>4,287,456</u>	<u>13,506,323</u>	<u>6,155,196</u>	<u>2,058,680</u>	<u>4,317,342</u>

VILLAGE OF ELWOOD, ILLINOIS**General Governmental Revenues By Source - Last Ten Fiscal Years**
April 30, 2009 (Unaudited)

Source	2000	2001	2002	2003
Taxes	\$ 288,093	309,526	589,143	1,654,037
Intergovernmental	-	27,583	1,309,612	2,665,589
Charges for Services	-	110,972	22,641	38,251
Licenses and Permits	518,516	153,807	117,037	102,777
Fines and Forfeits	5,479	225	18,212	13,417
Interest Income	11,979	10,015	82,848	98,553
Miscellaneous	<u>66,632</u>	<u>670,739</u>	<u>3,439,290</u>	<u>3,308,269</u>
Total	<u>890,699</u>	<u>1,282,867</u>	<u>5,578,783</u>	<u>7,880,893</u>

Includes General, Special Revenue, Debt Service and Capital Projects Funds.

The Village implemented GASB 34 in Fiscal Year 2005. Includes all Governmental Funds.

Data Source: Village Records

2004	2005	2006	2007	2008	2009
2,109,670	3,538,069	4,449,755	6,053,597	7,481,986	9,456,819
2,039,146	536,664	547,394	1,966,061	1,363,440	670,306
63,483	2,737,438	2,802,384	2,071,685	3,557,534	1,181,861
250,798	172,993	481,353	78,601	198,901	121,242
48,055	93,812	116,919	161,322	300,768	216,364
73,116	125,668	281,891	338,629	627,199	126,453
<u>11,498,555</u>	<u>51,434</u>	<u>646,167</u>	<u>73,513</u>	<u>976,274</u>	<u>2,117,261</u>
<u>16,082,823</u>	<u>7,256,078</u>	<u>9,325,863</u>	<u>10,743,408</u>	<u>14,506,102</u>	<u>13,890,306</u>

VILLAGE OF ELWOOD, ILLINOIS**General Governmental Expenditures By Function - Last Ten Fiscal Years**
April 30, 2009 (Unaudited)

Function	2000	2001	2002	2003
General Government	\$ 653,617	759,724	519,459	1,552,103
Public Safety	112,238	90,811	170,348	304,055
Public Works	287,386	354,464	1,360,805	742,679
Parks and Recreation	N/A	N/A	N/A	N/A
Capital Outlay	-	61,973	12,334,196	17,605,306
Debt Service				
Principal	15,000	20,000	20,000	436,412
Interest and Fiscal Charges	26,107	25,188	23,806	5,757
Total	<u>1,094,348</u>	<u>1,312,160</u>	<u>14,428,614</u>	<u>20,646,312</u>

Includes General, Special Revenue, Debt Service and Capital Projects Funds.

The Village implemented GASB 34 in Fiscal Year 2005. Includes all Governmental Funds.

Data Source: Village Records

N/A - Not Available

2004	2005	2006	2007	2008	2009
1,356,413	930,079	1,530,702	2,678,321	1,773,295	1,040,363
487,526	689,769	1,011,725	812,160	1,403,992	1,049,827
710,042	424,632	500,530	556,032	669,301	867,877
N/A	74,198	69,450	114,429	68,958	89,537
18,173,413	7,481,335	5,489,388	7,946,124	6,719,544	310,199
-	2,282,662	3,732,507	5,544,850	6,932,563	8,874,256
-	-	311,129	299,447	299,995	296,264
<u>20,727,394</u>	<u>11,882,675</u>	<u>12,645,431</u>	<u>17,951,363</u>	<u>17,867,648</u>	<u>12,528,323</u>

VILLAGE OF ELWOOD, ILLINOIS

Changes in Fund Balances for Governmental Funds - Last Ten Fiscal Years
April 30, 2009 (Unaudited)

	2000	2001	2002	2003
Revenues				
Taxes	\$ 288,093	309,526	589,143	1,654,037
Licenses and Permits	518,516	153,807	117,037	102,777
Intergovernmental	-	27,583	1,309,612	2,665,589
Charges for Services and Fees	-	110,972	22,641	38,251
Fines and Forfeits	5,479	225	18,212	13,417
Investment Income	11,979	10,015	82,848	98,553
Miscellaneous	66,632	670,739	3,439,290	3,308,269
Total Revenues	890,699	1,282,867	5,578,783	7,880,893
Expenditures				
General Government	653,617	759,724	519,459	1,552,103
Public Safety	112,238	90,811	170,348	304,055
Public Works	287,386	354,464	1,360,805	742,679
Parks and Recreation	N/A	N/A	N/A	N/A
Capital Outlay	-	61,973	12,334,196	17,605,306
Debt Service				
Principal	15,000	20,000	20,000	436,412
Interest and Fiscal Charges	26,107	25,188	23,806	5,757
Total Expenditures	1,094,348	1,312,160	14,428,614	20,646,312
Excess of Revenues Over (Under) Expenditures	(203,649)	(29,293)	(8,849,831)	(12,765,419)
Other Financing Sources (Uses)				
Debt Issuance	-	-	10,948,409	11,122,347
Discount on Debt Issuance	-	-	-	-
Transfers In	-	-	-	80,000
Transfers Out	-	-	(25,483)	(80,000)
Total Other Financing Sources (Uses)	-	-	10,922,926	11,122,347
Net Change in Fund Balances	(203,649)	(29,293)	2,073,095	(1,643,072)
Debt Service as a Percentage of Noncapital Expenditures	3.76%	3.61%	2.09%	14.54%

Data Source: Village Records

2004	2005	2006	2007	2008	2009
2,109,670	3,538,069	4,449,755	6,053,597	7,481,986	9,456,819
250,798	172,993	481,353	78,601	198,901	121,242
2,039,146	536,664	547,394	1,966,061	1,363,440	670,306
63,483	2,737,438	2,802,384	2,071,685	3,557,534	1,181,861
48,055	93,812	116,919	161,322	300,768	216,364
73,116	125,668	281,891	338,629	627,199	126,453
11,498,555	51,434	646,167	73,513	976,274	2,117,261
<u>16,082,823</u>	<u>7,256,078</u>	<u>9,325,863</u>	<u>10,743,408</u>	<u>14,506,102</u>	<u>13,890,306</u>
1,356,413	930,079	1,530,702	2,678,321	1,773,295	1,040,363
487,526	689,769	1,011,725	812,160	1,403,992	1,049,827
710,042	424,632	500,530	556,032	669,301	867,877
N/A	74,198	69,450	114,429	68,958	89,537
18,173,413	7,481,335	5,489,388	7,946,124	6,719,544	310,199
-	2,282,662	3,732,507	5,544,850	6,932,563	8,874,256
-	-	311,129	299,447	299,995	296,264
<u>20,727,394</u>	<u>11,882,675</u>	<u>12,645,431</u>	<u>17,951,363</u>	<u>17,867,648</u>	<u>12,528,323</u>
(4,644,571)	(4,626,597)	(3,319,568)	(7,207,955)	(3,361,546)	1,361,983
-	-	13,037,752	-	-	-
-	-	(135,118)	-	-	-
-	350,000	10,066,009	527,942	2,174,844	1,362,006
-	(350,000)	(10,066,009)	(527,942)	(2,174,844)	(1,362,006)
-	-	12,902,634	-	-	-
<u>(4,644,571)</u>	<u>(4,626,597)</u>	<u>9,583,066</u>	<u>(7,207,955)</u>	<u>(3,361,546)</u>	<u>1,361,983</u>
0.00%	51.86%	56.51%	58.41%	69.50%	85.15%

VILLAGE OF ELWOOD, ILLINOIS**Assessed Value and Actual Value of Taxable Property - Last Ten Fiscal Years
April 30, 2009 (Unaudited)**

Tax Levy Year	Residential Property	Farm
1999	\$ 17,391,609	\$ 228,551
2000	19,985,936	710,910
2001	22,132,218	2,404,703
2002	24,533,782	2,366,461
2003	28,800,884	301,971
2004	31,578,434	290,977
2005	36,627,762	302,243
2006	40,384,258	201,714
2007	45,385,712	200,458
2008	51,007,924	218,002

Data Source: Will County Tax Extension Office

Commercial Property	Industrial Property	Total	Railroad	Total Assessed Value	Total Direct Tax Rate
\$ 675,680	\$ 3,091,700	\$ 21,387,540	\$ 28,451	\$ 21,415,991	0.091
759,750	5,324,294	26,780,890	29,683	26,810,573	0.077
761,718	5,324,294	30,622,933	31,044	30,653,977	0.070
757,949	5,399,900	33,058,092	36,951	33,095,043	0.130
794,834	7,749,771	37,647,460	39,999	37,687,459	0.120
965,549	7,994,121	40,829,081	45,108	40,874,189	0.116
988,941	7,309,053	45,227,999	42,489	45,270,488	0.209
1,046,857	7,345,882	48,978,711	42,357	49,021,068	0.202
1,114,810	7,665,210	54,366,190	46,519	54,412,709	0.270
1,326,952	7,665,739	60,218,617	50,873	60,269,490	0.256

VILLAGE OF ELWOOD, ILLINOIS

Direct and Overlapping Property Tax Rates - Last Ten Fiscal Years
April 30, 2009 (Unaudited)

See Following Page

VILLAGE OF ELWOOD, ILLINOIS**Direct and Overlapping Property Tax Rates - Last Ten Fiscal Years**
April 30, 2009 (Unaudited)

	1999	2000	2001	2002
Village of Elwood	0.091	0.077	0.070	0.130
Village of Elwood Road and Bridge	0.136	0.130	0.134	0.135
Forest Preserve	0.139	0.137	0.135	0.132
Will County Bldg Comm	0.058	0.055	0.052	0.048
Jackson Township Town Funds	0.097	0.089	0.092	0.093
Jackson Township Road Funds	0.167	0.160	0.165	0.167
Elwood Fire Protection District	0.441	0.444	0.457	0.463
School District 203	2.454	2.777	2.795	2.813
High School District 204	1.950	1.920	2.031	2.272
Community College District 525	0.219	0.222	0.224	0.221
Manhattan Public Library	0.000	0.572	0.163	0.162
Will County	0.572	0.572	0.571	0.558
Total Tax Rate Per \$100 EAV	6.324	7.154	6.889	7.193
Village's Share of Total Tax Rate	2.20%	1.91%	1.96%	1.83%

Data Source: Office of the Will County Clerk

2003	2004	2005	2006	2007	2008
0.120	0.116	0.209	0.2019	0.2701	0.2559
0.131	0.129	0.127	0.1245	0.1183	0.1172
0.127	0.124	0.148	0.1369	0.1424	0.1445
0.045	0.042	0.012	0.0127	0.0117	0.0191
0.090	0.089	0.088	0.0859	0.0816	0.0808
0.161	0.159	0.157	0.1538	0.1461	0.1447
0.465	0.507	0.561	0.6176	0.6657	0.5066
2.707	2.699	2.616	2.5405	2.4285	2.3695
2.172	2.151	2.089	2.0244	1.9572	1.8868
0.211	0.214	0.209	0.1936	0.1901	0.1896
0.155	0.170	0.178	0.1697	0.1610	0.1596
0.537	0.529	0.526	0.5027	0.4826	0.4751
6.919	6.928	6.920	6.7642	6.6553	6.3494
1.83%	1.67%	3.02%	2.98%	4.06%	4.03%

VILLAGE OF ELWOOD, ILLINOIS

Principal Property Tax Payers - Current Year and Nine Years Ago
April 30, 2009 (Unaudited)

Taxpayer	2009			2000		
	Taxable Assessed Value	Rank	Percentage of Total Village	Taxable Assessed Value	Rank	Percentage of Total Village
			Taxable Assessed Value			Taxable Assessed Value
Walmart Stores	\$ 22,766,449	1	23.40%	\$ N/A		N/A
Walmart Stores	20,234,674	2	8.62%	N/A		N/A
CJFI, LLC	12,951,055	3	6.69%	N/A		N/A
Georgia Pacific	12,680,763	4	5.30%	N/A		N/A
Benderson Company, Inc.	8,119,599	5	4.81%	N/A		N/A
RB-3 Associates Et Al	7,799,220	6	0.82%	N/A		N/A
Elwood Energy	4,020,797	7	0.76%	N/A		N/A
Centerpoint Elwood LLC	2,927,677	8	0.52%	N/A		N/A
CJFI, LLC	2,839,676	9	0.43%	N/A		N/A
Elwood Energy	2,242,067	10	0.38%	N/A		N/A
	<u>96,581,977</u>		<u>51.73%</u>	<u>N/A</u>		<u>N/A</u>

Data Source: Office of the County Clerk of Will County

N/A - Information for 2000 is not available.

VILLAGE OF ELWOOD, ILLINOIS

Property Tax Levies and Collections - Last Ten Fiscal Years
April 30, 2009 (Unaudited)

Fiscal Year Ended April 30	Tax Levy Year	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
			Amount	Percentage of Levy		Amount	Percentage of Levy
2000	1998	\$ 19,574	\$ 19,574	100.00%	N/A	\$ 19,574	100.00%
2001	1999	20,563	20,563	100.00%	N/A	20,563	100.00%
2002	2000	21,580	21,580	100.00%	N/A	21,580	100.00%
2003	2001	43,024	43,024	100.00%	N/A	43,024	100.00%
2004	2002	45,112	45,131	100.04%	N/A	45,131	100.04%
2005*	2003	2,735,358	2,735,367	100.00%	N/A	2,735,367	100.00%
2006*	2004	3,323,658	3,323,760	100.00%	N/A	3,323,760	100.00%
2007*	2005	4,992,956	4,988,692	99.91%	N/A	4,988,692	99.91%
2008*	2006	6,195,253	6,195,382	100.00%	N/A	6,195,382	100.00%
2009*	2007	8,196,182	8,195,674	99.99%	N/A	8,195,674	99.99%

Data Source: Office of the County Clerk of Will County

N/A - Not Available

* Includes incremental taxes for the Deer Run TIF Fund.

VILLAGE OF ELWOOD, ILLINOIS**Ratios of Outstanding Debt By Type - Last Ten Fiscal Years**
April 30, 2009 (Unaudited)

Fiscal Year Ended April 30	Governmental Activities		
	General Obligation Bonds	General Obligation Capital Appreciation	Capital Leases Payable
2000	\$ 430,000	\$ -	\$ -
2001	410,000	-	-
2002	390,000	-	-
2003	-	-	-
2004	-	-	-
2005	-	-	-
2006	6,715,000	6,246,538	127,232
2007	6,715,000	6,422,136	103,333
2008	6,715,000	6,979,060	78,049
2009	6,715,000	7,376,930	51,297

Data Source: Village's Records

Note: Details regarding the Village's outstanding debt can be found in the notes to the financial statements.
(1) See the Schedule of Demographic and Economic Statistics for personal income and population data.

Tax Increment Notes Payable	Business-Type Activities		Total Primary Government	Percentage of Personal Income	Per Capita (1)
	Loans Payable				
\$ -	\$ -	\$ 430,000	N/A	\$ 452.63	
-	-	410,000	1.13%	253.09	
-	2,940,567	3,330,567	9.16%	2,055.91	
-	14,500,000	14,500,000	39.88%	8,950.62	
-	14,500,000	14,500,000	39.88%	8,950.62	
124,947,957	14,500,000	139,447,957	383.56%	86,078.99	
133,803,629	14,500,000	161,392,399	443.92%	99,624.94	
141,934,229	14,500,000	169,674,698	466.70%	104,737.47	
148,811,979	14,500,000	177,084,088	487.08%	109,311.17	
154,644,981	14,320,000	183,108,208	503.65%	113,029.76	

VILLAGE OF ELWOOD, ILLINOIS

Ratios of General Bonded Debt Outstanding - Last Ten Fiscal Years
April 30, 2009 (Unaudited)

Fiscal Year Ended April 30	Gross General Obligation Bonds	Less: Amounts Available in Debt Service Funds	Total	Percentage of Equalized Assessed Value (1)	Per Capita (2)
2000	\$ 430,000	\$ -	\$ 430,000	2.01%	\$ 452.63
2001	410,000	-	410,000	1.53%	253.09
2002	390,000	-	390,000	1.27%	240.74
2003	-	-	-	0.00%	-
2004	-	-	-	0.00%	-
2005	-	-	-	0.00%	-
2006	6,715,000	-	6,715,000	14.83%	4,145.06
2007	6,715,000	-	6,715,000	13.70%	4,145.06
2008	6,715,000	-	6,715,000	12.34%	4,145.06
2008	6,715,000	-	6,715,000	11.14%	4,145.06

Data Source: Village Records

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

- (1) See the Ratios of Outstanding Debt by Type Schedule for Equalized Assessed Value data (Actual Taxable Value of Property).
- (2) See the Demographic and Economic Statistics Schedule for the Per Capita Income data.

VILLAGE OF ELWOOD, ILLINOIS**Schedule of Direct and Overlapping Bonded Debt**
April 30, 2009 (Unaudited)

Governmental Unit	Gross Debt	Percentage to Debt Applicable to Village (1)	Village's Share of Debt
Village of Elwood	\$ 14,091,930	100.00%	\$ 14,091,930
Will County	56,431,722	7.20%	4,063,084
Forest Preserve	268,377,011	2.15%	5,770,106
School District 203	1,944,401	38.60%	750,539
High School District 204	26,168,000	28.90%	7,562,552
Community College District 525	123,287,820	3.00%	3,698,635
Subtotal	149,455,820		21,844,915
Totals	163,547,750		35,936,845

(1) Determined by the ratio of assessed value of property in the Village of Elwood subject to taxation by the Governmental Unit to the total assessed value of property of the Governmental Unit.

Data Source: Will County Clerk's Office

VILLAGE OF ELWOOD, ILLINOIS

Schedule of Legal Debt Margin

April 30, 2009 (Unaudited)

Chapter 65, Section 5/8-5-1 of the Illinois Compiled Statutes provides that the General Assembly may limit the amount and require referenda for approval of debt payable from ad valorem property taxes in excess of one percent of assessed valuation. However, no such statute has been enacted as of this date. Therefore, as a home rule municipality, the Village of Elwood, Illinois has no debt limit.

VILLAGE OF ELWOOD, ILLINOIS**Pledged-Revenue Coverage - Last Ten Fiscal Years**
April 30, 2009 (Unaudited)

<u>Fiscal Year Ended</u>	<u>Property Tax Revenues</u>	<u>Principal</u>	<u>Interest</u>	<u>Coverage</u>
<u>April 30</u>				
2000	\$ -	\$ -	\$ -	-
2001	-	-	-	-
2002	-	-	-	-
2003	-	-	-	-
2004	-	-	-	-
2005	-	-	-	-
2006	-	-	62,423	-
2007	-	-	-	-
2008	-	-	-	-
2009	-	-	-	-

Data Source: Village Records

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

VILLAGE OF ELWOOD, ILLINOIS

Demographic and Economic Statistics - Last Ten Fiscal Years
April 30, 2009 (Unaudited)

Fiscal Year Ended April 30	(1) Population	Personal Income (in Thousands)	(1) Per Capita Personal Income	(1) Median Age	(2) School Enrollment	(3) Unemployment Rate
2000	950	\$ N/A	\$ N/A	35	308	1.8
2001	1,620	36,356	22,442	35	322	1.8
2002	1,620	36,356	22,442	35	347	1.8
2003	1,620	36,356	22,442	35	362	1.8
2004	1,620	36,356	22,442	35	396	1.8
2005	1,620	36,356	22,442	35	421	1.8
2006	1,620	36,356	22,442	35	426	N/A
2007	1,620	36,356	22,442	35	433	N/A
2008	1,620	36,356	22,442	35	431	N/A
2009	1,620	36,356	22,442	35	430	N/A

N/A - Not Available

Data Sources:

- (1) U.S. Census Bureau
- (2) Annual School Census
- (3) Illinois Department of Employment Security

VILLAGE OF ELWOOD, ILLINOIS

Principal Employers - Current Fiscal Year and Nine Fiscal Years Ago April 30, 2009 (Unaudited)

Employer	2009			2000		
	Employees	Rank	Percentage of Total Village Employment	Employees	Rank	Percentage of Total Village Employment
Wal-Mart	1,998	1	N/A	N/A	N/A	N/A
BNSF	840	2	N/A	N/A	N/A	N/A
DCS Logistics	269	3	N/A	N/A	N/A	N/A
Potlach	221	4	N/A	N/A	N/A	N/A
Georgia Pacific	100	5	N/A	N/A	N/A	N/A
Elwood School District	40	6	N/A	N/A	N/A	N/A
Village of Elwood	26	7	N/A	N/A	N/A	N/A
Bridge Terminal Transport	25	8	N/A	N/A	N/A	N/A
	<u>681</u>		<u>0.00%</u>	<u>-</u>		<u>0.00%</u>

Data Sources: Village Community Development Department Records and U.S. Census Bureau.

N/A - Information for 2000 is not available.

VILLAGE OF ELWOOD, ILLINOIS

Full-Time Equivalent Village Government Employees by Function - Last Ten Fiscal Years
April 30, 2009 (Unaudited)

See Following Page

VILLAGE OF ELWOOD, ILLINOIS

Full-Time Equivalent Village Government Employees by Function - Last Ten Fiscal Years
April 30, 2009 (Unaudited)

Function	2000	2001	2002	2003
General Government				
Administration	1	2	2	2
Finance	1	2	2	2
Public Works	1	1	1	2
Police	3	3	4	5
Water and Sewer	1	1	1	1
Total	7	9	10	12

Data Source: Village Records

2004	2005	2006	2007	2008	2009
3	2	2	3	3	3
2	2	2	2	2	1
3	3	4	5	5	5
5	5	6	7	12	11
1	1	1	1	1	2
14	13	15	18	23	22

VILLAGE OF ELWOOD, ILLINOIS

Operating Indicators by Function/Program - Last Ten Fiscal Years
April 30, 2009 (Unaudited)

Function/Program	2000	2001	2002	2003
Public Works				
Forestry				
Number of Parkway Trees Planted	N/A	N/A	N/A	N/A
Number of Parkway Trees Trimmed	N/A	N/A	N/A	N/A
Brush Pickup Program (Cubic Yds Collected)	N/A	N/A	N/A	35
Fleet Services				
Number of Vehicles Maintained	N/A	4	4	5
Preventative Maintenance Services	N/A	4	6	9
Public Safety				
Police				
Criminal	N/A	N/A	N/A	N/A
Quasi Criminal	N/A	N/A	N/A	N/A
Calls for Service	N/A	N/A	N/A	N/A
State Tickets Issued	N/A	N/A	N/A	N/A
Community Development				
Number of Building Permits Issued	N/A	56	21	26
Number of Building Inspections	N/A	168	63	78
Number of Food Service Inspections	N/A	N/A	N/A	N/A
Highways and Streets				
Sidewalk Replaced (Sq. Ft.)	-	-	-	-
Water and Sewer				
Water Main Breaks	N/A	N/A	N/A	N/A
Hydrants Flushed	N/A	N/A	N/A	200
Water Meters Read	N/A	N/A	N/A	740
Water Meter Service Requests	N/A	N/A	N/A	N/A
Water Meters Replaced	N/A	5	4	5
Total Distribution Pumpage (1,000 Gallons)	N/A	N/A	N/A	89,302
Average Daily Pumpage (1,000 Gallons)	N/A	N/A	N/A	287
Sanitary Sewer Televising (Feet)	N/A	N/A	N/A	N/A
Sanitary Sewer Repairs	N/A	N/A	N/A	N/A

N/A: Not Available

Data Source: Village Records

2004	2005	2006	2007	2008	2009
80	50	131	163	163	30
0	10	100	-	-	100
60	65	80	50	60	70
6	7	10	13	18	18
10	14	17	20	50	60
<hr/>					
N/A	600	1,200	1,800	591	375
N/A	1,520	1,249	499	556	1,234
N/A	1,551	2,880	2,336	2,341	1,609
N/A	678	1,149	1,632	3,900	2,792
<hr/>					
54	26	17	26	11	-
162	78	51	78	33	-
N/A	N/A	N/A	N/A	N/A	N/A
<hr/>					
30	150	-	-	-	100
<hr/>					
3	2	-	-	-	1
284	355	536	549	549	549
755	768	790	830	900	900
N/A	60	30	40	192	192
204	531	122	12	-	-
127,713	96,484	124,866	94,905	91,389	87,096
287	253	254	350	250	238
N/A	N/A	N/A	17,000	-	-
N/A	N/A	N/A	1	-	-

VILLAGE OF ELWOOD, ILLINOIS**Capital Asset Statistics by Function/Program - Last Ten Fiscal Years**
April 30, 2009 (Unaudited)

Function/Program	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
Police										
Stations	1	1	1	1	1	1	1	1	1	1
Patrol Units	3	3	4	6	7	8	8	8	9	9
Fire Stations	1	1	1	1	1	1	1	1	1	1
Public Works										
Streets (Miles)	30	33	41	41	41	41	47	47	50.7	50.7
Sidewalks (Miles)	8	9	11	11	13	14	15	15	15	15
Streetlights	N/A	N/A	N/A	8	40	48	165	165	165	165
Water and Sewer										
Water Mains (Miles)	N/A	N/A	8.76	13.47	25.54	26.19	26.60	26.60	26.60	26.60
Fire Hydrants	N/A	N/A	200	284	355	536	549	549	549	549
Sanitary Sewers (Miles)	N/A	N/A	10.10	12.42	19.67	20.45	20.89	20.89	20.89	20.89
Manholes	N/A	N/A	200	289	300	350	391	391	391	391

N/A - Not Available

Data Source: Village Records