

**FY 2013
ANNUAL TAX INCREMENT FINANCE
REPORT**



STATE OF ILLINOIS
COMPTROLLER
JUDY BAAR TOPINKA

Name of Municipality: Village of Romeoville Reporting Fiscal Year: 2013
County: Will Fiscal Year End: 4/30/2013
Unit Code: 099/107/32

TIF Administrator Contact Information

First Name: Kirk Last Name: Openchowski
Address: 1050 W. Romeo Rd. Title: Village Treasurer
Telephone: (815) 886-5250 City: Romeoville Zip: 60446
Mobile: (815) 378-5652 E-mail
Mobile Best way to _____ Email _____ Phone
Provider contact _____ Mobile _____ Mail
Verizon Wireless

I attest to the best of my knowledge, this report of the redevelopment project areas in: City/Village of Romeoville

is complete and accurate at the end of this reporting Fiscal year under the Tax Increment Allocation Redevelopment Act [65 ILCS 5/11-74.4-3 et. seq.] Or the Industrial Jobs Recovery Law [65 ILCS 5/11-74.6-10 et. seq.]

Mr. Openchowski

01032014

Written signature of TIF Administrator

Date

Section 1 (65 ILCS 5/11-74.4-5 (d) (1.5) and 65 ILCS 5/11-74.6-22 (d) (1.5)*)

FILL OUT ONE FOR EACH TIF DISTRICT

*All statutory citations refer to one of two sections of the Illinois Municipal Code: the Tax Increment Allocation
Redevelopment Act [65 ILCS 5/11-74.4-3 et. seq.] or the Industrial Jobs Recovery Law [65 ILCS 5/11-74.6-10 et. seq.]

**VILLAGE OF ROMEOVILLE
ROMEO ROAD TIF
FY 2012-2013**

SECTION 2 [Sections 2 through 5 must be completed for each redevelopment project area listed in Section 1.]
 FY 2013

| | |
|--|--|
| Name of Redevelopment Project Area: | Romeo Road Redevelopment |
| Primary Use of Redevelopment Project Area*: | Retail |
| If "Combination/Mixed" List Component Types: | |
| Under which section of the Illinois Municipal Code was Redevelopment Project Area designated? (check one): | |
| Tax Increment Allocation Redevelopment Act <u><input checked="" type="checkbox"/></u> | Industrial Jobs Recovery Law <u><input type="checkbox"/></u> |

| | No | Yes |
|---|----|-----|
| Were there any amendments to the redevelopment plan, the redevelopment project area, or the State Sales Tax Boundary? [65 ILCS 5/11-74.4-5 (d) (1) and 5/11-74.6-22 (d) (1)] If yes, please enclose the amendment labeled Attachment A | X | |
| Certification of the Chief Executive Officer of the municipality that the municipality has complied with all of the requirements of the Act during the preceding fiscal year. [65 ILCS 5/11-74.4-5 (d) (3) and 5/11-74.6-22 (d) (3)] Please enclose the CEO Certification labeled Attachment B | | X |
| Opinion of legal counsel that municipality is in compliance with the Act. [65 ILCS 5/11-74.4-5 (d) (4) and 5/11-74.6-22 (d) (4)] Please enclose the Legal Counsel Opinion labeled Attachment C | | X |
| Were there any activities undertaken in furtherance of the objectives of the redevelopment plan, including any project implemented in the preceding fiscal year and a description of the activities undertaken? [65 ILCS 5/11-74.4-5 (d) (7) (A and B) and 5/11-74.6-22 (d) (7) (A and B)] If yes, please enclose the Activities Statement labeled Attachment D | | X |
| Were any agreements entered into by the municipality with regard to the disposition or redevelopment of any property within the redevelopment project area or the area within the State Sales Tax Boundary? [65 ILCS 5/11-74.4-5 (d) (7) (C) and 5/11-74.6-22 (d) (7) (C)] If yes, please enclose the Agreement(s) labeled Attachment E | X | |
| Is there additional information on the use of all funds received under this Division and steps taken by the municipality to achieve the objectives of the redevelopment plan? [65 ILCS 5/11-74.4-5 (d) (7) (D) and 5/11-74.6-22 (d) (7) (D)] If yes, please enclose the Additional Information labeled Attachment F | | X |
| Did the municipality's TIF advisors or consultants enter into contracts with entities or persons that have received or are receiving payments financed by tax increment revenues produced by the same TIF? [65 ILCS 5/11-74.4-5 (d) (7) (E) and 5/11-74.6-22 (d) (7) (E)] If yes, please enclose the contract(s) or description of the contract(s) labeled Attachment G | | X |
| Were there any reports or meeting minutes submitted to the municipality by the joint review board? [65 ILCS 5/11-74.4-5 (d) (7) (F) and 5/11-74.6-22 (d) (7) (F)] If yes, please enclose the Joint Review Board Report labeled Attachment H | X | |
| Were any obligations issued by municipality? [65 ILCS 5/11-74.4-5 (d) (8) (A) and 5/11-74.6-22 (d) (8) (A)] If yes, please enclose the Official Statement labeled Attachment I | | X |
| Was analysis prepared by a financial advisor or underwriter setting forth the nature and term of obligation and projected debt service including required reserves and debt coverage? [65 ILCS 5/11-74.4-5 (d) (8) (B) and 5/11-74.6-22 (d) (8) (B)] If yes, please enclose the Analysis labeled Attachment J | | X |
| Cumulatively, have deposits equal or greater than \$100,000 been made into the special tax allocation fund? 65 ILCS 5/11-74.4-5 (d) (2) and 5/11-74.6-22 (d) (2) If yes, please enclose Audited financial statements of the special tax allocation fund labeled Attachment K | | X |
| Cumulatively, have deposits of incremental revenue equal to or greater than \$100,000 been made into the special tax allocation fund? [65 ILCS 5/11-74.4-5 (d) (9) and 5/11-74.6-22 (d) (9)] If yes, please enclose a certified letter statement reviewing compliance with the Act labeled Attachment L | | X |
| A list of all intergovernmental agreements in effect in FY 2010, to which the municipality is a part, and an accounting of any money transferred or received by the municipality during that fiscal year pursuant to those intergovernmental agreements. [65 ILCS 5/11-74.4-5 (d) (10)] If yes, please enclose list only of the intergovernmental agreements labeled Attachment M | | X |

* Types include: Central Business District, Retail, Other Commercial, Industrial, Residential, and Combination/Mixed.

SECTION 3.1 - (65 ILCS 5/11-74.4-5 (d) (5) and 65 ILCS 5/11-74.6-22 (d) (5))
Provide an analysis of the special tax allocation fund.

FY 2013

TIF NAME: Romeoville Romeo Road TIF

Fund Balance at Beginning of Reporting Period

\$ 40,333

| Revenue/Cash Receipts Deposited in Fund During Reporting FY: | Reporting Year | Cumulative* | % of Total |
|---|-----------------------|--------------------|-------------------|
| Property Tax Increment | \$ 34,037 | \$ 96,145 | 100% |
| State Sales Tax Increment | | | 0% |
| Local Sales Tax Increment | | | 0% |
| State Utility Tax Increment | | | 0% |
| Local Utility Tax Increment | | | 0% |
| Interest | \$ 19 | \$ 77 | 0% |
| Land/Building Sale Proceeds | | | 0% |
| Bond Proceeds | | | 0% |
| Transfers from Municipal Sources | | | 0% |
| Private Sources | | | 0% |
| Other (identify source _____; if multiple other sources, attach schedule) | | | 0% |

*must be completed where 'Reporting Year' is populated

Total Amount Deposited in Special Tax Allocation

Fund During Reporting Period

\$ 34,056

Cumulative Total Revenues/Cash Receipts

\$ 96,222 100%

Total Expenditures/Cash Disbursements (Carried forward from Section 3.2)

\$ 6,046

Distribution of Surplus

Total Expenditures/Disbursements

\$ 6,046

NET INCOME/CASH RECEIPTS OVER/(UNDER) CASH DISBURSEMENTS

\$ 28,010

FUND BALANCE, END OF REPORTING PERIOD*

\$ 68,343

* if there is a positive fund balance at the end of the reporting period, you must complete Section 3.3

Total Amount Designated (Carried forward from Section 3.3)

\$ -

ITEMIZED LIST OF ALL EXPENDITURES FROM THE SPECIAL TAX ALLOCATION FUND
(by category of permissible redevelopment cost, amounts expended during reporting period)

FOR AMOUNTS >\$10,000 SECTION 3.2 B MUST BE COMPLETED

SECTION 3.2 A

PAGE 2

| | | |
|--|--|------|
| 7. Cost of job training and retraining, including "welfare to work" programs Subsection (q)(5), (o)(7) and (o)(12) | | |
| 8. Financing costs. Subsection (q) (6) and (o)(8) | | \$ - |
| 9. Approved capital costs. Subsection (q)(7) and (o)(9) | | \$ - |
| 10. Cost of Reimbursing school districts for their increased costs caused by TIF assisted housing projects. Subsection (q)(7.5) - Tax Increment Allocation Redevelopment TIFs ONLY | | \$ - |
| 11. Relocation costs. Subsection (q)(8) and (o)(10) | | \$ - |
| 12. Payments in lieu of taxes. Subsection (q)(9) and (o)(11) | | \$ - |
| 13. Costs of job training, retraining advanced vocational or career education provided by other taxing bodies. Subsection (q)(10) and (o)(12) | | \$ - |

SECTION 3.2 A

PAGE 3

Section 3.2 B

FY 2013

TIF NAME: Romeoville Romeo Road TIF

List all vendors, including other municipal funds, that were paid in excess of \$10,000 during the current reporting year.

There were no vendors, including other municipal funds, paid in excess of \$10,000 during the current reporting period.

SECTION 3.3 - (65 ILCS 5/11-74.4-5 (d) (5) 65 ILCS 11-74.6-22 (d) (5))

Breakdown of the Balance in the Special Tax Allocation Fund At the End of the Reporting Period

FY 2013

TIF NAME: Romeoville Romeo Road TIF

FUND BALANCE: END OF REPORTING PERIOD

\$ 68,343

| Amount of Original Issuance | Amount Designated |
|--------------------------------|-------------------|
|--------------------------------|-------------------|

1. Description of Debt Obligations

Total Amount Designated for Obligations

2. Description of Project Costs to be Paid

Total Amount Designated for Project Costs

\$ 68,343

TOTAL AMOUNT DESIGNATED

\$ 68,343

SURPLUS*/(DEFICIT)

1

* NOTE: If a surplus is calculated, the municipality may be required to repay the amount to overlapping taxing

SECTION 4 [65 ILCS 5/11-74.4-5 (d) (6) and 65 ILCS 5/11-74.6-22 (d) (6)]

FY 2013

TIF NAME: Romeoville Romeo Road TIF

Provide a description of all property purchased by the municipality during the reporting fiscal year within the redevelopment project area.

X **No property was acquired by the Municipality Within the Redevelopment Project Area**

Property Acquired by the Municipality Within the Redevelopment Project Area

| | |
|--|--|
| Property (1): | |
| Street address: | |
| Approximate size or description of property: | |
| Purchase price: | |
| Seller of property: | |

| | |
|--|--|
| Property (2): | |
| Street address: | |
| Approximate size or description of property: | |
| Purchase price: | |
| Seller of property: | |

| | |
|--|--|
| Property (3): | |
| Street address: | |
| Approximate size or description of property: | |
| Purchase price: | |
| Seller of property: | |

| | |
|--|--|
| Property (4): | |
| Street address: | |
| Approximate size or description of property: | |
| Purchase price: | |
| Seller of property: | |

SECTION 5 - 65 ILCS 5/11-74.4-5 (d) (7) (G) and 65 ILCS 5/11-74.6-22 (d) (7) (G)
 PAGE 1

FY 2013

TIF NAME: Romeoville Road TIF

SECTION 5 PROVIDES PAGES 1-3 TO ACCOMMODATE UP TO 25 PROJECTS. PAGE 1 MUST BE INCLUDED WITH TIF REPORT. PAGES 2-3 SHOULD BE INCLUDED ONLY IF PROJECTS ARE LISTED ON THESE PAGES

Check here if NO projects were undertaken by the Municipality Within the Redevelopment Project Area: _____

ENTER total number of projects undertaken by the Municipality Within the Redevelopment Project Area and list them in detail below*.

| TOTAL: | 11/1/99 to Date | Estimated Investment for Subsequent Fiscal Year | Total Estimated to Complete Project |
|--|-----------------|---|-------------------------------------|
| Private Investment Undertaken (See Instructions) | \$ - | \$ - | \$ - |
| Public Investment Undertaken | \$ 427,941 | \$ 10,000 | \$ 472,000 |
| Ratio of Private/Public Investment | 0 | | 0 |

Project 1: *IF PROJECTS ARE LISTED NUMBER MUST BE ENTERED ABOVE

| | | | |
|--|---|------|-----------|
| Project 1: TIF Administration | | | |
| Private Investment Undertaken (See Instructions) | | | \$ - |
| Public Investment Undertaken | | \$ - | \$ 50,000 |
| Ratio of Private/Public Investment | 0 | | 0 |

Project 2:

Project 2: Walgreens Developer Incentive

| | | | |
|--|------------|------|---|
| Private Investment Undertaken (See Instructions) | | | |
| Public Investment Undertaken | \$ 350,000 | \$ - | |
| Ratio of Private/Public Investment | 0 | | 0 |

Project 3:

Project 3: Romeo Road Improvements

| | | | |
|--|-----------|-----------|------------|
| Private Investment Undertaken (See Instructions) | | | |
| Public Investment Undertaken | \$ 77,941 | \$ 10,000 | \$ 422,000 |
| Ratio of Private/Public Investment | 0 | | 0 |

Project 4:

Private Investment Undertaken (See Instructions)

Public Investment Undertaken

Ratio of Private/Public Investment

Project 5:

Private Investment Undertaken (See Instructions)

Public Investment Undertaken

Ratio of Private/Public Investment

Project 6:

Private Investment Undertaken (See Instructions)

Public Investment Undertaken

Ratio of Private/Public Investment

| | | | |
|--|---|--|---|
| Project 7: | | | |
| Private Investment Undertaken (See Instructions) | | | |
| Public Investment Undertaken | | | |
| Ratio of Private/Public Investment | 0 | | 0 |

| | | | |
|--|---|--|---|
| Project 8: | | | |
| Private Investment Undertaken (See Instructions) | | | |
| Public Investment Undertaken | | | |
| Ratio of Private/Public Investment | 0 | | 0 |

| | | | |
|--|---|--|---|
| Project 9: | | | |
| Private Investment Undertaken (See Instructions) | | | |
| Public Investment Undertaken | | | |
| Ratio of Private/Public Investment | 0 | | 0 |

| | | | |
|--|---|--|---|
| Project 10: | | | |
| Private Investment Undertaken (See Instructions) | | | |
| Public Investment Undertaken | | | |
| Ratio of Private/Public Investment | 0 | | 0 |

| | | | |
|--|---|--|---|
| Project 11: | | | |
| Private Investment Undertaken (See Instructions) | | | |
| Public Investment Undertaken | | | |
| Ratio of Private/Public Investment | 0 | | 0 |

| | | | |
|--|---|--|---|
| Project 12: | | | |
| Private Investment Undertaken (See Instructions) | | | |
| Public Investment Undertaken | | | |
| Ratio of Private/Public Investment | 0 | | 0 |

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|--|---|--|---|
| Project 13: | | | |
| Private Investment Undertaken (See Instructions) | | | |
| Public Investment Undertaken | | | |
| Ratio of Private/Public Investment | 0 | | 0 |

| | | | |
|--|---|--|---|
| Project 14: | | | |
| Private Investment Undertaken (See Instructions) | | | |
| Public Investment Undertaken | | | |
| Ratio of Private/Public Investment | 0 | | 0 |

| | | | |
|--|---|--|---|
| Project 15: | | | |
| Private Investment Undertaken (See Instructions) | | | |
| Public Investment Undertaken | | | |
| Ratio of Private/Public Investment | 0 | | 0 |

| | | | |
|--|---|--|---|
| Project 16: | | | |
| Private Investment Undertaken (See Instructions) | | | |
| Public Investment Undertaken | | | |
| Ratio of Private/Public Investment | 0 | | 0 |
| Project 17: | | | |
| Private Investment Undertaken (See Instructions) | | | |
| Public Investment Undertaken | | | |
| Ratio of Private/Public Investment | 0 | | 0 |
| Project 18: | | | |
| Private Investment Undertaken (See Instructions) | | | |
| Public Investment Undertaken | | | |
| Ratio of Private/Public Investment | 0 | | 0 |
| Project 19: | | | |
| Private Investment Undertaken (See Instructions) | | | |
| Public Investment Undertaken | | | |
| Ratio of Private/Public Investment | 0 | | 0 |
| Project 20: | | | |
| Private Investment Undertaken (See Instructions) | | | |
| Public Investment Undertaken | | | |
| Ratio of Private/Public Investment | 0 | | 0 |
| Project 21: | | | |
| Private Investment Undertaken (See Instructions) | | | |
| Public Investment Undertaken | | | |
| Ratio of Private/Public Investment | 0 | | 0 |
| Project 22: | | | |
| Private Investment Undertaken (See Instructions) | | | |
| Public Investment Undertaken | | | |
| Ratio of Private/Public Investment | 0 | | 0 |
| Project 23: | | | |
| Private Investment Undertaken (See Instructions) | | | |
| Public Investment Undertaken | | | |
| Ratio of Private/Public Investment | 0 | | 0 |
| Project 24: | | | |
| Private Investment Undertaken (See Instructions) | | | |
| Public Investment Undertaken | | | |
| Ratio of Private/Public Investment | 0 | | 0 |
| Project 25: | | | |
| Private Investment Undertaken (See Instructions) | | | |
| Public Investment Undertaken | | | |
| Ratio of Private/Public Investment | 0 | | 0 |

Optional: Information in the following sections is not required by law, but would be helpful in evaluating the performance of TIF in Illinois. *even though optional MUST be included as part of complete TIF report

SECTION 6

FY 2013

TIF NAME: Romeoville Romeo Road TIF

Provide the base EAV (at the time of designation) and the EAV for the year reported for the redevelopment project area
Year redevelopment

| project area was designated | Base EAV | Reporting Fiscal Year EAV |
|--------------------------------|------------|------------------------------|
| 2007 | \$ 282,000 | \$ 690,200 |

List all overlapping tax districts in the redevelopment project area.

If overlapping taxing district received a surplus, list the surplus.

The overlapping taxing districts did not receive a surplus.

SECTION 7

Provide information about job creation and retention

| Number of Jobs Retained | Number of Jobs Created | Description and Type (Temporary or Permanent) of Jobs | Total Salaries Paid |
|-------------------------|------------------------|---|---------------------|
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SECTION 8

Provide a general description of the redevelopment project area using only major boundaries:

The Area contains 4 parcels at the northeast corner of 135th Street (Romeo Road) and Illinois Route 53

| Optional Documents | Enclosed | |
|---|----------|--|
| Legal description of redevelopment project area | X | |
| Map of District | X | |

SECTION 8

Provide a general description of the redevelopment project area using only major boundaries:

The Area contains 4 parcels at the northeast corner of 135th Street (Romeo Road) and Illinois Route 53 (Independence Blvd). The address of the property is 347 N. Independence Blvd.

TIF Amendment Area (BP Property) - Legal Description

Parcel 1:

Lot 1 in Unit No. 1 of Mikan's Romeo Estates, a Subdivision of part of the South $\frac{1}{2}$ of the South $\frac{1}{2}$ of Section 34, Township 37 North, Range 10, East of the Third Principal Meridian, according to the Plat thereof recorded April 19, 1954, in Plat Book 28, Page 32, as Document Number 748172, in Will County, Illinois.

Parcel 2:

Lot 2 in Unit No. 1 of Mikan's Romeo Estates, a Subdivision of part of the South $\frac{1}{2}$ of the South $\frac{1}{2}$ of Section 34, Township 37 North, Range 10, East of the Third Principal Meridian, according to the Plat thereof recorded April 19, 1954, in Plat Book 28, Page 32, as Document Number 748172, in Will County, Illinois.

Parcel 3:

That part of the South $\frac{1}{2}$ of the South $\frac{1}{2}$ of Section 34, Township 37 North, Range 10, East of the Third Principal Meridian (except that part dedicated to the County of Will, state of Illinois, for the public road purposes in Document 698507), bounded and described as follows: Beginning at a point on the North right-of-way line of Romeo Road, distant 125.00 feet East of the East right-of-way line of Route #66; thence continuing North 01 degrees 29 minutes 54 seconds East along the last described line, for a distance of 295.00 feet to a point; thence North 89 degrees 37 minutes 54 seconds East, for a distance of 170.20 feet to a point; thence 5.01 degrees 29 minutes 54 seconds West, for a distance of 295.20 feet to a point on the North right-of-way line of said Romeo Road; thence 5.89 degrees 37 minutes 54 seconds West, on the last described line, for a distance of 170.20 feet to the point of beginning, all in Will County, Illinois.

Parcel 4:

That part of the South $\frac{1}{2}$ of the South $\frac{1}{2}$ of Section 34, Township 37 North, Range 10, East of the Third Principal Meridian (except that part dedicated to the County of Will, State of Illinois, for public road purposes in Document 698507), which lies East of the Highway known as U.S. Route 66, bounded and described as follows: Beginning at a point where the East line of U.S. Route 66, distant 30.00 feet North of the North line of the highway known as Romeo Road (said point of beginning also being the Northerly corner of Parcel 003 as shown on Plat of Highways, State of Illinois, Department of Transportation Job R-91-023-95); thence continuing North 01 degrees, 29 minutes, 54 seconds East along said East line of said Route 66, for a distance of 265.20 feet to a point; thence north 89 degrees, 37 minutes, 54 seconds East, for a distance of 125.00 feet to a point; thence south 01 degrees, 29 minutes, 54 seconds West, on a line 125.00 feet East of and parallel with the East right-of-way line of said Route 66, for a distance of 295.02 feet to a point on West, on the last described line, for a distance of 90.00 feet to a point distance 35.00 feet East of the East right-of-way line of said Route 66 (said point also being the Easterly corner of the aforesaid Parcel 003) thence North 48 degrees, 58 minutes, 44 seconds West, along the North easterly line of said Parcel 003, for a distance of 45.35 feet to the point of beginning, in Will County, Illinois.

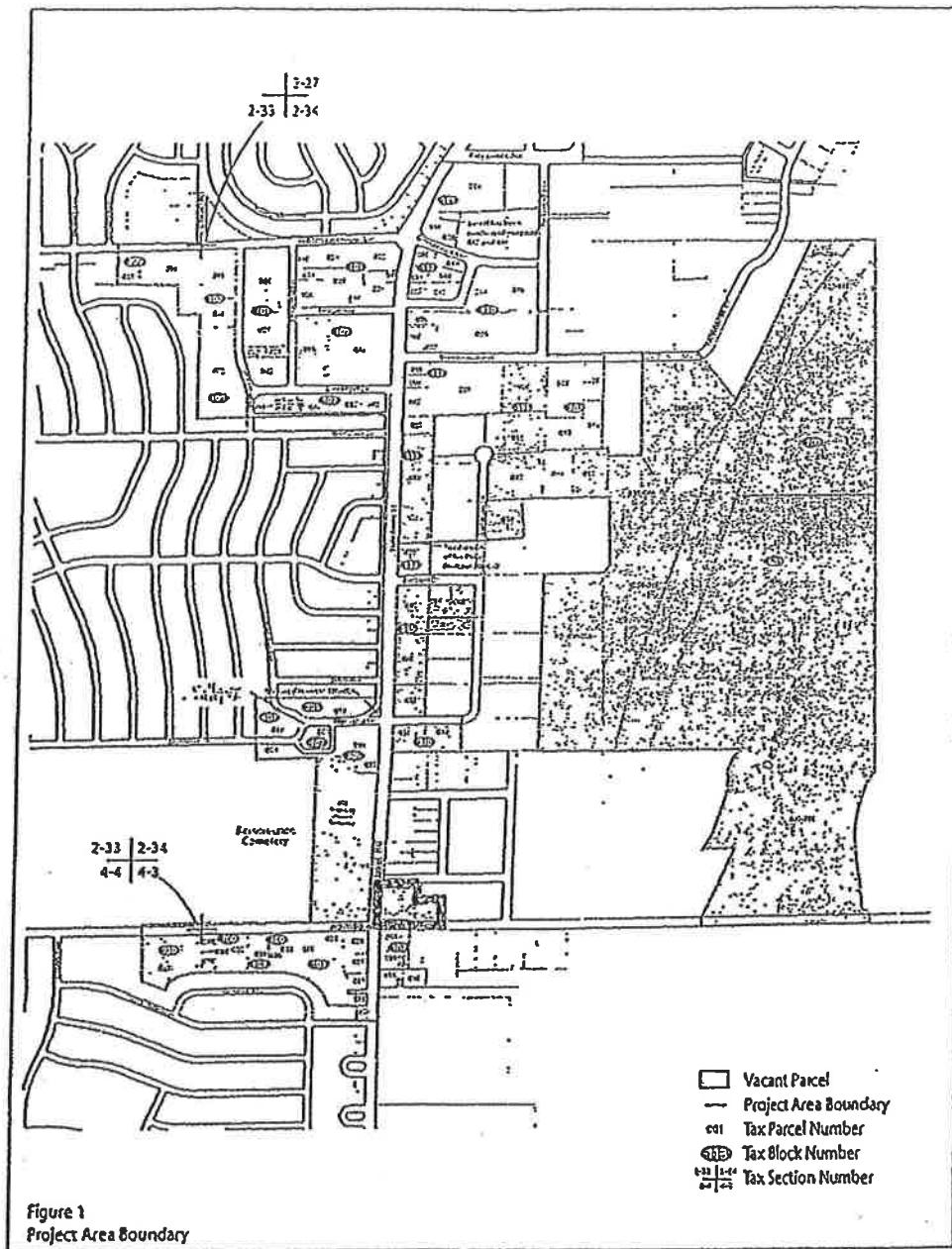


Figure 1
Project Area Boundary

ATTACHMENT B

STATE OF ILLINOIS)
) SS.
COUNTY OF WILL)

CERTIFICATE OF COMPLIANCE WITH THE TAX
INCREMENT ALLOCATION REDEVELOPMENT ACT

I, the undersigned, do hereby certify that I am the duly qualified and acting President of the Village of Romeoville, Will County, Illinois (the "Village"), and as such chief executive officer of the Village, I do hereby further certify to the best of my knowledge, that, according to the records of the Village in my official possession, the Village has now complied, for the fiscal year ended April 30, 2013, with all of the requirements of the Tax Increment Allocation Redevelopment Act, as amended, Division 74.4 of Article 11 of the Illinois Municipal Code (65 ILCS 5/11-74.4-1 through 11-74.4-11) for that certain redevelopment project area known as the Romeo Road Redevelopment Project Area. Compliance requirements, if any, brought to the attention of the undersigned have been addressed as of the date of this certificate.

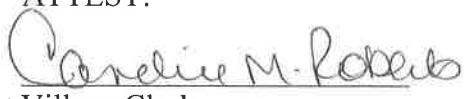
IN WITNESS WHEREOF I have hereunto affixed my official signature at Romeoville, Illinois, this 26 day of December, 2013.



President, Village of Romeoville

Will County, Illinois

ATTEST:



Deputy Village Clerk

ATTACHMENT C

TRACY, JOHNSON & WILSON

Attorneys at Law

First Community Bank Building
2801 Black Road, Second Floor
Joliet, Illinois 60435

Raymond E. Meader

A. Michael Wojtak

Kenneth A. Carlson

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Richard E. Vogel

Jeffrey M. Archambeault

John G. Foreman

OF COUNSEL

James B. Harvey

Louis R. Bertani (1928-1999)
Thomas R. Wilson (1929-2001)
Donald J. Tracy (1926-2003)
Wayne R. Johnson (1930-2008)
Richard H. Teas (1930-2008)

TELEPHONE (815) 723-8500
FAX (815) 727-4846

December 30, 2013

Mr. Kirk Openchowski
Village of Romeoville
1050 W. Romeo Road Drive
Romeoville, IL 60446

Re: Romeo Road Redevelopment Project Area

Dear Mr. Openchowski:

We, the undersigned, do hereby certify that we are the Village Attorneys for the Village of Romeoville, Will County, Illinois (the "Village"). We have reviewed all the information provided to us by appropriate Village officials, staff, and consultants and to the best of our knowledge and belief, further certify that the Village has now conformed for the fiscal year ended April 30, 2013, with all of the requirements of the Tax Increment Allocation Redevelopment Act, as amended, Division 74.4 of Article 11 of the Illinois Municipal Code (65 ILCS 5/11-74.4-1 through 11-74.4-11) as of the date hereof for that certain redevelopment project area known as the Romeo Road Redevelopment Project Area (the "Project").

In rendering this certification, we have relied upon certifications of the Village with respect to certain material facts solely within the Village's knowledge relating to the Project. Compliance requirements, if any, brought to the attention of the undersigned have been addressed as of the date of this certification.

Tracy, Johnson & Wilson

By: 
Raymond E. Meader

Village Attorneys

Village of Romeoville, Will County, Illinois

ATTACHMENT D

STATEMENT OF ACTIVITIES FY 12-13

The projects meet the Romeoville Road TIF General Economic Development Goals and Comprehensive Plan Land Use Goals and Objectives.

The Romeo Road TIF District project area goals and objectives are attached.

ROUTE 53 AND ROMEO ROAD IMPROVEMENTS

The Village will construct and improve the right turn lanes from 135th Street onto North Bound Route 53. The Village spent \$6,046 in engineering fees on the project.

ATTACHMENT I

SIGNED COPY

NEW ISSUE

Investment Ratings:
Moody's Investors Service ... Aa3
Fitch Ratings ... AA-

ADDENDUM DATED SEPTEMBER 20, 2012

OFFICIAL STATEMENT DATED SEPTEMBER 12, 2012

\$975,000

VILLAGE OF ROMEOVILLE

Will County, Illinois

General Obligation Refunding Bonds, Series 2012A

AMOUNTS, MATURITIES, INTEREST RATES, YIELDS AND CUSIP NUMBERS

| <u>Principal Amount</u> | <u>Due Dec. 30</u> | <u>Interest Rate</u> | <u>Yield</u> | <u>CUSIP Number</u> | <u>Principal Amount</u> | <u>Due Dec. 30</u> | <u>Interest Rate</u> | <u>Yield</u> | <u>CUSIP Number</u> |
|-----------------------------|------------------------|--------------------------|--------------|-------------------------|-----------------------------|------------------------|--------------------------|--------------|-------------------------|
| \$195,000 | 2013 | 2.000% | 1.000% | 776154 TH9 | \$210,000 | 2016 | 2.000% | 1.350% | 776154 TLO |
| 200,000 | 2014 | 2.000% | 1.150% | 776154 TJ5 | 170,000 | 2017 | 2.000% | 1.500% | 776154 TM8 |
| 200,000 | 2015 | 2.000% | 1.250% | 776154 TK2 | | | | | |

The Official Statement of the Village dated September 12, 2012 (the "Official Statement") with respect to the Series 2012A Bonds is incorporated by reference herein and made a part hereof. The "Final Official Statement" of the Village with respect to the Series 2012A Bonds as that term is defined in Rule 15c2-12 of the Securities and Exchange Commission shall be comprised of the following:

1. Official Statement dated September 12, 2012; and
2. This Addendum dated September 20, 2012.

No dealer, broker, salesman or other person has been authorized by the Village to give any information or to make any representations with respect to the Series 2012A Bonds other than as contained in the Final Official Statement and, if given or made, such other information or representations must not be relied upon as having been authorized by the Village. Certain information contained in the Final Official Statement may be obtained from sources other than records of the Village and, while believed to be reliable, is not guaranteed as to completeness. NEITHER THE DELIVERY OF THE OFFICIAL STATEMENT OR THE FINAL OFFICIAL STATEMENT NOR ANY SALE MADE THEREUNDER SHALL CREATE ANY IMPLICATION THAT THERE HAS BEEN NO CHANGE IN THE AFFAIRS OF THE VILLAGE SINCE THE DATE THEREOF.

The Village has authorized preparation of the Final Official Statement containing pertinent information relative to the Series 2012A Bonds and the Village. Copies of that Final Official Statement can be obtained from the Series 2012A Underwriter, as defined herein. Additional information may also be obtained from the Village or from the independent public finance consultants to the Village:

Established 1954

Speer Financial, Inc.

INDEPENDENT PUBLIC FINANCE CONSULTANTS

ONE NORTH LASALLE STREET • SUITE 4100 • CHICAGO, ILLINOIS 60602

Telephone: (312) 346-3700; Facsimile: (312) 346-8833

ADDITIONAL INFORMATION

References herein to laws, rules, regulations, ordinances, resolutions, agreements, reports and other documents do not purport to be comprehensive or definitive. All references to such documents are qualified in their entirety by reference to the particular document, the full text of which may contain qualifications of and exceptions to statements made herein. Where full texts have not been included as appendices to the Official Statement or the Final Official Statement, they will be furnished on request.

DEBT INFORMATION

After issuance of the Bonds, the Village will have outstanding \$95,920,884 principal amount of general obligation debt. The Village expects to issue debt in the near term for development of a community center and infrastructure improvements in its Downtown TIF area.

General Obligation Bonded Debt (1)(2) (After Sale of the Bonds - Principal Only)

| Calendar Year | General Obligation Bonds Outstanding | The Bonds | | Less: the Refunded Bonds | | Total Bonded Debt | Cumulative Retirement Percent |
|---------------|--------------------------------------|--------------|--------------|--------------------------|--------------|-------------------|-------------------------------|
| | | Series 2012A | Series 2012B | Series 2002A | Series 2002B | | |
| 2012 | \$ 4,755,000 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 4,755,000 | 4.96% |
| 2013 | 5,240,000 | 195,000 | 0 | (185,000) | 0 | 10,005,000 | 10.43% |
| 2014 | 5,565,000 | 200,000 | 0 | (190,000) | 0 | 15,580,000 | 16.24% |
| 2015 | 6,030,000 | 200,000 | 535,000 | (200,000) | (525,000) | 6,040,000 | 21,620,000 |
| 2016 | 6,710,000 | 210,000 | 595,000 | (210,000) | (600,000) | 6,705,000 | 28,325,000 |
| 2017 | 7,500,000 | 170,000 | 645,000 | (175,000) | (660,000) | 7,480,000 | 35,805,000 |
| 2018 | 6,305,000 | 0 | 0 | 0 | 0 | 6,305,000 | 42,110,000 |
| 2019 | 5,240,000 | 0 | 0 | 0 | 0 | 5,240,000 | 47,350,000 |
| 2020 | 5,530,000 | 0 | 0 | 0 | 0 | 5,530,000 | 52,880,000 |
| 2021 | 4,464,425 | 0 | 0 | 0 | 0 | 4,464,425 | 57,344,425 |
| 2022 | 3,211,160 | 0 | 0 | 0 | 0 | 3,211,160 | 60,555,585 |
| 2023 | 3,055,040 | 0 | 0 | 0 | 0 | 3,055,040 | 63,610,625 |
| 2024 | 4,056,740 | 0 | 0 | 0 | 0 | 4,056,740 | 68,667,365 |
| 2025 | 2,965,205 | 0 | 0 | 0 | 0 | 2,965,205 | 71,032,570 |
| 2026 | 2,830,830 | 0 | 0 | 0 | 0 | 2,830,830 | 73,863,400 |
| 2027 | 2,708,605 | 0 | 0 | 0 | 0 | 2,708,605 | 76,572,005 |
| 2028 | 2,593,400 | 0 | 0 | 0 | 0 | 2,593,400 | 79,165,405 |
| 2029 | 2,484,180 | 0 | 0 | 0 | 0 | 2,484,180 | 81,649,585 |
| 2030 | 1,851,460 | 0 | 0 | 0 | 0 | 1,851,460 | 83,501,045 |
| 2031 | 1,739,010 | 0 | 0 | 0 | 0 | 1,739,010 | 85,240,055 |
| 2032 | 1,640,210 | 0 | 0 | 0 | 0 | 1,640,210 | 86,880,265 |
| 2033 | 1,546,740 | 0 | 0 | 0 | 0 | 1,546,740 | 88,427,005 |
| 2034 | 1,458,275 | 0 | 0 | 0 | 0 | 1,458,275 | 89,885,280 |
| 2035 | 1,374,620 | 0 | 0 | 0 | 0 | 1,374,620 | 91,259,900 |
| 2036 | 1,295,515 | 0 | 0 | 0 | 0 | 1,295,515 | 92,555,415 |
| 2037 | 1,220,765 | 0 | 0 | 0 | 0 | 1,220,765 | 93,776,180 |
| 2038 | 1,136,460 | 0 | 0 | 0 | 0 | 1,136,460 | 94,912,640 |
| 2039 | 1,008,244 | 0 | 0 | 0 | 0 | 1,008,244 | 95,920,884 |
| Total | \$95,915,884 | | \$975,000 | | \$1,775,000 | \$960,000 | \$1,785,000 |
| | | | | | | | \$95,920,884 |

Note: (1) Source: the Village.

General Obligation Bonded Debt – By Issue(1)

| Issue | Amount | Source of Debt Service Payments |
|-------------------------|--------------|------------------------------------|
| Series 2002A | \$ 175,000 | Property Taxes |
| Series 2002B | 0 | Property Taxes |
| Series 2004 | 16,790,000 | Property Taxes |
| Series 2005 | 1,275,000 | Property Taxes |
| Series 2007A | 3,710,000 | Property Taxes |
| Series 2007B | 12,900,000 | Property Taxes |
| Series 2008A | 9,650,000 | Property Taxes |
| Series 2008B | 36,335,884 | Property Taxes |
| Series 2008C | 4,205,000 | Property Taxes |
| Series 2009(2) | 6,280,000 | Property Taxes |
| Series 2010 | 1,850,000 | Property Taxes |
| The Bonds: | | |
| Series 2012A | 975,000 | Property Taxes |
| Series 2012B | 1,775,000 | Property Taxes |
| Total Outstanding | \$95,920,884 | |

Notes: (1) Source: the Village. Does not include the bonds to be refunded by the Bonds.

(2) The Series 2009 Bonds are general obligation bonds but are expected to be paid from Recreation Real Estate Transfer Tax.

Statement of Bonded Indebtedness(1)

| | Amount Applicable | Ratio To Equalized Assessed | Ratio To Estimated Actual | Per Capita (2010 Census 39,680) |
|--|----------------------|-----------------------------------|---------------------------------|---------------------------------------|
| Village EAV of Taxable Property, 2011 | \$1,164,155,585 | 100.00% | 33.33% | \$29,338.60 |
| Estimated Actual Value, 2011 | \$3,492,466,755 | 300.00% | 100.00% | \$88,015.80 |
| Total Direct Debt | \$ 95,920,884 | 8.24% | 2.75% | \$ 2,417.36 |
| Overlapping Bonded Debt(2): | | | | |
| Schools | \$ 91,511,957 | 7.86% | 2.62% | \$ 2,306.25 |
| Other | 19,255,029 | 1.65% | 0.55% | 485.26 |
| Total Overlapping Bonded Debt | \$ 110,766,986 | 9.51% | 3.17% | \$ 2,791.51 |
| Total Net Direct and Overlapping Bonded Debt | \$ 206,687,870 | 17.75% | 5.92% | \$ 5,208.87 |

Notes: (1) Source: Will County Clerk and the Village.

(2) As of May 10, 2012.

CONTINUING DISCLOSURE

The Village will enter into a Continuing Disclosure Undertaking (the "Undertaking") for the benefit of the beneficial owners of the Bonds to send certain information annually and to provide notice of certain events to the Municipal Securities Rulemaking Board (the "MSRB") pursuant to the requirements of Section (b)(5) of Rule 15c2-12 (the "Rule") adopted by the Securities and Exchange Commission (the "Commission") under the Securities Exchange Act of 1934. No person, other than the Village, has undertaken, or is otherwise expected, to provide continuing disclosure with respect to the Bonds. The information to be provided on an annual basis, the events which will be noticed on an occurrence basis and a summary of other terms of the Undertaking, including termination, amendment and remedies, are set forth below under "**THE UNDERTAKING.**"

The Village has represented that it has not failed to comply in all material respects with each and every undertaking previously entered into by it pursuant to the Rule, except the Village failed to file its audited financial statements for the 2007 through 2011 fiscal years within the time periods specified in prior continuing disclosure undertakings. On September 21, 2012, this material event disclosure was filed with the MSRB through EMMA. As of the date of this material events submission, all audits are on file. A failure by the Village to comply with the Undertaking will not constitute a default under the Ordinance and beneficial owners of the Bonds are limited to the remedies described in the Undertaking. See "**THE UNDERTAKING - Consequences of Failure of the Village to Provide Information.**" The Village must report any failure to comply with the Undertaking in accordance with the Rule. Any broker, dealer or municipal securities dealer must consider such report before recommending the purchase or sale of the Bonds in the secondary market. Consequently, such a failure may adversely affect the transferability and liquidity of the Bonds and their market price.

Bond Counsel expresses no opinion as to whether the Undertaking complies with the requirements of Section (b)(5) of the Rule.

INVESTMENT RATINGS

The Series 2012A Bonds have been rated "Aa3" and "AA-" by Moody's Investors Service and Fitch Ratings, respectively. The Village has supplied certain information and material concerning the Series 2012A Bonds and the Village to the rating service shown on the cover page as part of its application for an investment rating on the Series 2012A Bonds. Generally, such rating service bases its rating on such information and material, and also on such investigations, studies and assumptions that it may undertake independently. There is no assurance that such rating will continue for any given period of time or that it may not be lowered or withdrawn entirely by such rating service if, in its judgment, circumstances so warrant. Any such downward change in or withdrawal of such rating may have an adverse effect on the secondary market price of the Series 2012A Bonds. An explanation of the significance of investment ratings may be obtained from the rating agency: Moody's Investors Service, 7 World Trade Center at 250 Greenwich Street, New York, New York 10007, telephone 212-553-1658 and Fitch Ratings, One State Street Plaza, New York, New York 10004, telephone 800-753-4824.

UNDERWRITING

The Series 2012A Bonds were offered for sale by the Village at a public, competitive sale on September 20, 2012. The best bid submitted at the sale was submitted by Bernardi Securities, Inc., Chicago, Illinois (the "Series 2012A Underwriter"). The Village awarded the contract for sale of the Series 2012A Bonds to the Series 2012A Underwriter at a price of \$985,814.37. The Series 2012A Underwriter has represented to the Village that the Series 2012A Bonds have been subsequently re-offered to the public initially at the yields set forth in this Addendum.

QUALIFIED TAX-EXEMPT OBLIGATIONS

Subject to the Village's compliance with certain covenants, in the opinion of Bond Counsel, the Series 2012A Bonds are "qualified tax-exempt obligations" under the small issuer exception provided under Section 265(b)(3) of the Code, which affords banks and certain other financial institutions more favorable treatment of their deduction for interest expense than would otherwise be allowed under Section 265(b)(2) of the Code.

AUTHORIZATION

The Official Statement dated September 12, 2012, and this Addendum dated September 20, 2012, for the \$975,000 General Obligation Refunding Bonds, Series 2012A have been prepared under the authority of the Village and have been authorized for distribution by the Village.



/s/ **KIRK OPENCHOWSKI**
Finance Director
VILLAGE OF ROMEOVILLE
Will County, Illinois



/s/ **JOHN D. NOAK**
Village President
VILLAGE OF ROMEOVILLE
Will County, Illinois

NEW ISSUE

SIGNED COPY

Investment Ratings:
Moody's Investors Service ... Aa3
Fitch Ratings ... AA-

ADDENDUM DATED SEPTEMBER 20, 2012

OFFICIAL STATEMENT DATED SEPTEMBER 12, 2012

\$1,775,000

VILLAGE OF ROMEovILLE

Will County, Illinois

General Obligation Refunding Bonds, Series 2012B

AMOUNTS, MATURITIES, INTEREST RATES, YIELDS AND CUSIP NUMBERS

| Principal Amount | Due Dec. 30 | Interest Rate | Yield | CUSIP Number |
|---------------------|----------------|------------------|--------|-----------------|
| \$535,000 | 2015 | 2.000% | 0.900% | 776154 TQ9 |
| 595,000 | 2016 | 2.000% | 1.000% | 776154 TR7 |
| 645,000 | 2017 | 2.000% | 1.200% | 776154 TS5 |

The Official Statement of the Village dated September 12, 2012 (the "Official Statement") with respect to the Series 2012B Bonds is incorporated by reference herein and made a part hereof. The "Final Official Statement" of the Village with respect to the Series 2012B Bonds as that term is defined in Rule 15c2-12 of the Securities and Exchange Commission shall be comprised of the following:

1. Official Statement dated September 12, 2012; and
2. This Addendum dated September 20, 2012.

No dealer, broker, salesman or other person has been authorized by the Village to give any information or to make any representations with respect to the Series 2012B Bonds other than as contained in the Final Official Statement and, if given or made, such other information or representations must not be relied upon as having been authorized by the Village. Certain information contained in the Final Official Statement may be obtained from sources other than records of the Village and, while believed to be reliable, is not guaranteed as to completeness. NEITHER THE DELIVERY OF THE OFFICIAL STATEMENT OR THE FINAL OFFICIAL STATEMENT NOR ANY SALE MADE THEREUNDER SHALL CREATE ANY IMPLICATION THAT THERE HAS BEEN NO CHANGE IN THE AFFAIRS OF THE VILLAGE SINCE THE DATE THEREOF.

The Village has authorized preparation of the Final Official Statement containing pertinent information relative to the Series 2012B Bonds and the Village. Copies of that Final Official Statement can be obtained from the Series 2012B Underwriter, as defined herein. Additional information may also be obtained from the Village or from the independent public finance consultants to the Village:

Established 1954

Speer Financial, Inc.

INDEPENDENT PUBLIC FINANCE CONSULTANTS

ONE NORTH LASALLE STREET • SUITE 4100 • CHICAGO, ILLINOIS 60602

Telephone: (312) 346-3700; Facsimile: (312) 346-8833

ADDITIONAL INFORMATION

References herein to laws, rules, regulations, ordinances, resolutions, agreements, reports and other documents do not purport to be comprehensive or definitive. All references to such documents are qualified in their entirety by reference to the particular document, the full text of which may contain qualifications of and exceptions to statements made herein. Where full texts have not been included as appendices to the Official Statement or the Final Official Statement, they will be furnished on request.

DEBT INFORMATION

After issuance of the Bonds, the Village will have outstanding \$95,920,884 principal amount of general obligation debt. The Village expects to issue debt in the near term for development of a community center and infrastructure improvements in its Downtown TIF area.

General Obligation Bonded Debt (1)(2) (After Sale of the Bonds - Principal Only)

| Calendar Year | General Obligation Bonds Outstanding | The Bonds | | Less: the Refunded Bonds Series | Total Bonded Debt | Cumulative Retirement Percent |
|---------------|--------------------------------------|-----------|-------------|---------------------------------|-------------------|-------------------------------|
| | | 2012A | 2012B | | | |
| 2012 | \$ 4,755,000 | \$ 0 | \$ 0 | \$ (185,000) | \$ 4,755,000 | 4.96% |
| 2013 | 5,240,000 | 195,000 | 0 | (190,000) | 5,250,000 | 10.43% |
| 2014 | 5,565,000 | 200,000 | 0 | (200,000) | 5,575,000 | 16.24% |
| 2015 | 6,030,000 | 200,000 | 535,000 | (525,000) | 6,040,000 | 22.54% |
| 2016 | 6,710,000 | 210,000 | 595,000 | (600,000) | 6,705,000 | 29.53% |
| 2017 | 7,500,000 | 170,000 | 645,000 | (175,000) | 7,480,000 | 37.33% |
| 2018 | 6,305,000 | 0 | 0 | 0 | 6,305,000 | 43.90% |
| 2019 | 5,240,000 | 0 | 0 | 0 | 5,240,000 | 49.36% |
| 2020 | 5,530,000 | 0 | 0 | 0 | 5,530,000 | 55.13% |
| 2021 | 4,464,425 | 0 | 0 | 0 | 4,464,425 | 59.78% |
| 2022 | 3,211,160 | 0 | 0 | 0 | 3,211,160 | 63.13% |
| 2023 | 3,055,040 | 0 | 0 | 0 | 3,055,040 | 66.32% |
| 2024 | 4,456,740 | 0 | 0 | 0 | 4,456,740 | 70.16% |
| 2025 | 2,965,205 | 0 | 0 | 0 | 2,965,205 | 74.05% |
| 2026 | 2,830,830 | 0 | 0 | 0 | 2,830,830 | 77.00% |
| 2027 | 2,708,605 | 0 | 0 | 0 | 2,708,605 | 79.83% |
| 2028 | 2,593,400 | 0 | 0 | 0 | 2,593,400 | 82.53% |
| 2029 | 2,484,180 | 0 | 0 | 0 | 2,484,180 | 85.12% |
| 2030 | 1,851,460 | 0 | 0 | 0 | 1,851,460 | 87.05% |
| 2031 | 1,739,010 | 0 | 0 | 0 | 1,739,010 | 88.86% |
| 2032 | 1,640,210 | 0 | 0 | 0 | 1,640,210 | 90.57% |
| 2033 | 1,546,740 | 0 | 0 | 0 | 1,546,740 | 92.19% |
| 2034 | 1,458,275 | 0 | 0 | 0 | 1,458,275 | 93.71% |
| 2035 | 1,374,620 | 0 | 0 | 0 | 1,374,620 | 95.14% |
| 2036 | 1,295,515 | 0 | 0 | 0 | 1,295,515 | 96.49% |
| 2037 | 1,220,765 | 0 | 0 | 0 | 1,220,765 | 97.76% |
| 2038 | 1,136,460 | 0 | 0 | 0 | 1,136,460 | 98.95% |
| 2039 | 1,008,244 | 0 | 0 | 0 | 1,008,244 | 100.00% |
| Total | \$95,915,884 | \$975,000 | \$1,775,000 | \$1,960,000 | \$1,785,000 | \$95,920,884 |

Note: (1) Source: the Village

General Obligation Bonded Debt – By Issue(1)

| <u>Issue</u> | <u>Amount</u> | <u>Source of Debt</u> |
|-------------------------|---------------|-------------------------|
| | | <u>Service Payments</u> |
| Series 2002A | \$ 175,000 | Property Taxes |
| Series 2002B | 0 | Property Taxes |
| Series 2004 | 16,790,000 | Property Taxes |
| Series 2005 | 1,275,000 | Property Taxes |
| Series 2007A | 3,710,000 | Property Taxes |
| Series 2007B | 12,900,000 | Property Taxes |
| Series 2008A | 9,650,000 | Property Taxes |
| Series 2008B | 36,335,884 | Property Taxes |
| Series 2008C | 4,205,000 | Property Taxes |
| Series 2009(2) | 6,280,000 | Property Taxes |
| Series 2010 | 1,850,000 | Property Taxes |
| The Bonds: | | |
| Series 2012A | 975,000 | Property Taxes |
| Series 2012B | 1,775,000 | Property Taxes |
| Total Outstanding | \$95,920,884 | |

Notes: (1) Source: the Village. Does not include the bonds to be refunded by the Bonds.
(2) The Series 2009 Bonds are general obligation bonds but are expected to be paid from Recreation Real Estate Transfer Tax.

Statement of Bonded Indebtedness(1)

| | <u>Amount Applicable</u> | <u>Ratio To Equalized Assessed</u> | <u>Estimated Actual</u> | <u>Per Capita (2010 Census 39,680)</u> |
|--|------------------------------|--|-----------------------------|--|
| Village EAV of Taxable Property, 2011..... | \$1,164,155,585 | 100.00% | 33.33% | \$29,338.60 |
| Estimated Actual Value, 2011..... | \$3,492,466,755 | 300.00% | 100.00% | \$88,015.80 |
| Total Direct Debt..... | \$ 95,920,884 | 8.24% | 2.75% | \$ 2,417.36 |
| Overlapping Bonded Debt(2): | | | | |
| Schools..... | \$ 91,511,957 | 7.86% | 2.62% | \$ 2,306.25 |
| Other..... | 19,255,029 | 1.65% | 0.55% | 485.26 |
| Total Overlapping Bonded Debt..... | \$ 110,766,986 | 9.51% | 3.17% | \$ 2,791.51 |
| Total Net Direct and Overlapping Bonded Debt | \$ 206,687,870 | 17.75% | 5.92% | \$ 5,208.87 |

Notes: (1) Source: Will County Clerk and the Village.
(2) As of May 10, 2012.

CONTINUING DISCLOSURE

The Village will enter into a Continuing Disclosure Undertaking (the "Undertaking") for the benefit of the beneficial owners of the Bonds to send certain information annually and to provide notice of certain events to the Municipal Securities Rulemaking Board (the "MSRB") pursuant to the requirements of Section (b)(5) of Rule 15c2-12 (the "Rule") adopted by the Securities and Exchange Commission (the "Commission") under the Securities Exchange Act of 1934. No person, other than the Village, has undertaken, or is otherwise expected, to provide continuing disclosure with respect to the Bonds. The information to be provided on an annual basis, the events which will be noticed on an occurrence basis and a summary of other terms of the Undertaking, including termination, amendment and remedies, are set forth below under "**THE UNDERTAKING**."

The Village has represented that it has not failed to comply in all material respects with each and every undertaking previously entered into by it pursuant to the Rule, except the Village failed to file its audited financial statements for the 2007 through 2011 fiscal years within the time periods specified in prior continuing disclosure undertakings. On September 21, 2012, this material event disclosure was filed with the MSRB through EMMA. As of the date of this material events submission, all audits are on file. A failure by the Village to comply with the Undertaking will not constitute a default under the Ordinance and beneficial owners of the Bonds are limited to the remedies described in the Undertaking. See "**THE UNDERTAKING - Consequences of Failure of the Village to Provide Information.**" The Village must report any failure to comply with the Undertaking in accordance with the Rule. Any broker, dealer or municipal securities dealer must consider such report before recommending the purchase or sale of the Bonds in the secondary market. Consequently, such a failure may adversely affect the transferability and liquidity of the Bonds and their market price.

Bond Counsel expresses no opinion as to whether the Undertaking complies with the requirements of Section (b)(5) of the Rule.

INVESTMENT RATINGS

The Series 2012B Bonds have been rated "Aa3" and "AA-" by Moody's Investors Service and Fitch Ratings, respectively. The Village has supplied certain information and material concerning the Series 2012B Bonds and the Village to the rating service shown on the cover page as part of its application for an investment rating on the Series 2012B Bonds. Generally, such rating service bases its rating on such information and material, and also on such investigations, studies and assumptions that it may undertake independently. There is no assurance that such rating will continue for any given period of time or that it may not be lowered or withdrawn entirely by such rating service if, in its judgment, circumstances so warrant. Any such downward change in or withdrawal of such rating may have an adverse effect on the secondary market price of the Series 2012B Bonds. An explanation of the significance of investment ratings may be obtained from the rating agency: Moody's Investors Service, 7 World Trade Center at 250 Greenwich Street, New York, New York 10007, telephone 212-553-1658 and Fitch Ratings, One State Street Plaza, New York, New York 10004, telephone 800-753-4824.

UNDERWRITING

The Series 2012B Bonds were offered for sale by the Village at a public, competitive sale on September 20, 2012. The best bid submitted at the sale was submitted by Robert W. Baird & Co. Inc., Milwaukee, Wisconsin (the "Series 2012B Underwriter"). The Village awarded the contract for sale of the Series 2012B Bonds to the Series 2012B Underwriter at a price of \$1,827,580.04. The Series 2012B Underwriter has represented to the Village that the Series 2012B Bonds have been subsequently re-offered to the public initially at the yields set forth in this Addendum.

QUALIFIED TAX-EXEMPT OBLIGATIONS

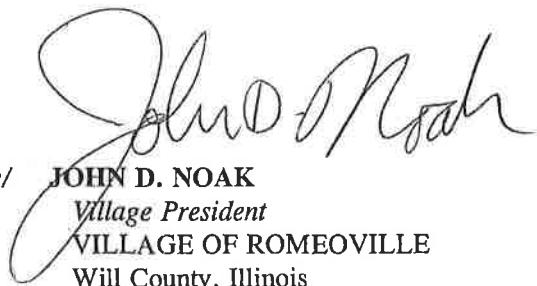
Subject to the Village's compliance with certain covenants, in the opinion of Bond Counsel, the Series 2012B Bonds are "qualified tax-exempt obligations" under the small issuer exception provided under Section 265(b)(3) of the Code, which affords banks and certain other financial institutions more favorable treatment of their deduction for interest expense than would otherwise be allowed under Section 265(b)(2) of the Code.

AUTHORIZATION

The Official Statement dated September 12, 2012, and this Addendum dated September 20, 2012, for the \$1,775,000 General Obligation Refunding Bonds, Series 2012B have been prepared under the authority of the Village and have been authorized for distribution by the Village.



/s/ **KIRK OPENCHOWSKI**
Finance Director
VILLAGE OF ROMEOVILLE
Will County, Illinois



/s/ **JOHN D. NOAK**
Village President
VILLAGE OF ROMEOVILLE
Will County, Illinois

ATTACHMENT J

Village of Romeoville, Will County, Illinois

\$975,000 General Obligation Refunding Bonds, Series 2012A

Refunds Series 2002A

FINAL

Debt Service Schedule

| Date | Principal | Coupon | Interest | Total P+I |
|--------------|---------------------|---------------|--------------------|-----------------------|
| 12/30/2012 | - | - | - | - |
| 06/30/2013 | - | - | 14,083.33 | 14,083.33 |
| 12/30/2013 | 195,000.00 | 2.000% | 9,750.00 | 204,750.00 |
| 06/30/2014 | - | - | 7,800.00 | 7,800.00 |
| 12/30/2014 | 200,000.00 | 2.000% | 7,800.00 | 207,800.00 |
| 06/30/2015 | - | - | 5,800.00 | 5,800.00 |
| 12/30/2015 | 200,000.00 | 2.000% | 5,800.00 | 205,800.00 |
| 06/30/2016 | - | - | 3,800.00 | 3,800.00 |
| 12/30/2016 | 210,000.00 | 2.000% | 3,800.00 | 213,800.00 |
| 06/30/2017 | - | - | 1,700.00 | 1,700.00 |
| 12/30/2017 | 170,000.00 | 2.000% | 1,700.00 | 171,700.00 |
| Total | \$975,000.00 | - | \$62,033.33 | \$1,037,033.33 |

Yield Statistics

| | |
|-----------------------------------|-------------|
| Bond Year Dollars | \$3,101.67 |
| Average Life | 3.181 Years |
| Average Coupon | 1.9999999% |
| Net Interest Cost (NIC) | 1.6513367% |
| True Interest Cost (TIC) | 1.6381746% |
| Bond Yield for Arbitrage Purposes | 1.3153254% |
| All Inclusive Cost (AIC) | 2.4121201% |

IRS Form 8038

| | |
|---------------------------|-------------|
| Net Interest Cost | 1.3045089% |
| Weighted Average Maturity | 3.188 Years |

Village of Romeoville, Will County, Illinois

\$1,775,000 General Obligation Refunding Bonds, Series 2012B

Refunds Series 2002B

FINAL

Debt Service Schedule

| Date | Principal | Coupon | Interest | Total P+I |
|--------------|-----------------------|--------|---------------------|-----------------------|
| 12/30/2012 | - | - | - | |
| 06/30/2013 | - | - | 25,638.89 | 25,638.89 |
| 12/30/2013 | - | - | 17,750.00 | 17,750.00 |
| 06/30/2014 | - | - | 17,750.00 | 17,750.00 |
| 12/30/2014 | - | - | 17,750.00 | 17,750.00 |
| 06/30/2015 | - | - | 17,750.00 | 17,750.00 |
| 12/30/2015 | 535,000.00 | 2.000% | 17,750.00 | 552,750.00 |
| 06/30/2016 | - | - | 12,400.00 | 12,400.00 |
| 12/30/2016 | 595,000.00 | 2.000% | 12,400.00 | 607,400.00 |
| 06/30/2017 | - | - | 6,450.00 | 6,450.00 |
| 12/30/2017 | 645,000.00 | 2.000% | 6,450.00 | 651,450.00 |
| Total | \$1,775,000.00 | - | \$152,088.89 | \$1,927,088.89 |

Yield Statistics

| | |
|-----------------------------------|-------------|
| Bond Year Dollars | \$7,604.44 |
| Average Life | 4.284 Years |
| Average Coupon | 2.000000% |
| Net Interest Cost (NIC) | 1.3085617% |
| True Interest Cost (TIC) | 1.2859418% |
| Bond Yield for Arbitrage Purposes | 1.0653006% |
| All Inclusive Cost (AIC) | 1.8263216% |

IRS Form 8038

| | |
|---------------------------|-------------|
| Net Interest Cost | 1.0484919% |
| Weighted Average Maturity | 4.286 Years |

ATTACHMENT K

VILLAGE OF ROMEOVILLE, ILLINOIS

ANNUAL FINANCIAL REPORT

For the Year Ended
April 30, 2013



VILLAGE OF ROMEOVILLE, ILLINOIS
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INTRODUCTORY SECTION

Village of Romeoville

Where Community Matters

Mayor

John Noak

Clerk

Dr. Bernice E. Holloway

Trustees

Linda S. Palmeter
Jose (Joe) Chavez
Brian A. Clancy Sr.
Dave Richards
Sue A. Micklevitz
Ken Griffin

Village Manager

Steve Gulden

December 16, 2013

To the Village President and Members of the Board of Trustees of the Village of Romeoville

The Annual Financial Statements of the Village of Romeoville for the year ended April 30, 2013, are hereby submitted as required by the Illinois Complied statutes. State law requires that the Village annually issue a complete set of audited financial statements. The statements must be presented in conformance with accounting principles generally accepted in the United States of America (GAAP) and audited in accordance with generally accepted auditing standards by an independent firm of certified public accountants. These Annual Financial Statements are published to fulfill these requirements for the fiscal year ended April 30, 2013.

The report consists of management's representations concerning the finances of the Village of Romeoville. Management assumes full responsibility for the completeness and reliability of the information contained in this report, based upon a comprehensive framework of internal control that it has established for this purpose. Because the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The Village's financial statements have been audited by Sikich LLP, a firm of licensed certified public accountants. The goal of the independent audit is to provide reasonable assurance that the financial statements of the Village are free of material misstatement. Sikich LLP has issued an unmodified ("clean") opinion on the Village of Romeoville's financial statements for the year ended April 30, 2013 and as such are fairly presented in conformity with GAAP. The independent auditor's report is located at the front of the financial section of this report.

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

Profile of the Village of Romeoville

The Village of Romeoville, incorporated in 1895, is located in Will County and is approximately 26 miles southwest of Chicago. It currently encompasses 18 square miles and is bordered by the Village of Bolingbrook to the north, unincorporated Will County to the west, south and east, the City of Lockport to the southeast and the City of Crest Hill to the South. The Village serves a population of approximately 40,000 residents. It is a home rule community as defined by the Illinois Constitution.

The Village of Romeoville is empowered to levy a property tax on real property located within its boundaries. It also is empowered by state statute to extend its corporate limits by annexation, which it has done from time to time.

The Village has a President and Board of Trustees and has a Village form of government. The Village Board is composed of the Village President and six trustees who are elected at large on a non-partisan basis for staggered four year terms. The Village has an elected Clerk who is elected to a four year term at the same time as the Village President.

Policy making and legislative authority are vested in the Village Board. The Village Board is responsible for, among other things, passing ordinances and resolutions pertaining to and authorizing the wide scope of Village activities and operations, adopting the budget, appointing members to Boards and Commissions and appointing the Village Manager. The Village Manager is responsible for carrying out the policies and ordinances of the Village Board and for overseeing the day-to-day operations of the Village.

The Village of Romeoville provides a full range of services, including police and fire protection; refuse collection; snow and leaf removal; traffic control; on-and off-street parking; building inspections; community development; code enforcement; community relation services; licenses and permits; the construction and maintenance of roads, bridges, storm water systems and other infrastructure; recreational and cultural activities including parks; and general administrative services. In addition to the Village's general government activities the Village provides water and sewer services.

The Village has excellent schools, a wide variety of post high school education opportunities within the Village including those provided by Lewis University, Joliet Junior College and Rasmussen College, a diverse housing stock, easy access to major highways and public transportation and is home to the Lewis University Airport.

The Village is required to adopt an initial budget for the fiscal year no later than the April 30th preceding the beginning of the fiscal year on May 1st. This annual budget serves as the foundation for the Village of Romeoville's financial planning and control. The budget is prepared by fund, function (e.g., public safety), and department (e.g., police).

Economic Factors

The Village became a Home Rule community in February of 2004. Home Rule communities are not subject to the state imposed property tax cap which limits property tax increases, excluding new development and newly annexed property, to the lesser of 5% or the CPI. Home Rule communities have no legal debt limit, can implement additional revenue sources not available to non Home Rule communities and can implement regulations not available to non Home Rule communities. Under Illinois State Statutes a Village or City automatically qualifies as a Home Rule community when the population exceeds 25,000.

The financial condition of the Federal and State governments has had a dramatic effect on the Village of Romeoville during fiscal year 2013 and is expected to continue through fiscal year 2014. Grant assistance is extremely competitive and previously reliable state shared revenues (especially the income tax and use tax), which had been trending upward, will be reduced on a per capita basis going forward due to the economic downturn. The Village will need to look internally and consider increasing other revenue sources and/or reduce expenditures until these larger governments get their finances in order.

The Village implemented a 1% Food and Beverage tax and increased the Home Rule sales tax of 1% to 1.5% in the fall of 2009. The new rates went into effect January 1st, 2010. The sales tax increase generates \$1.6 million on an annual basis while the Food and Beverage Tax generates \$600,000 on an annual basis. The taxes were implemented to ensure the Village did not have a large General Corporate Fund shortfall for FY 2009-10, and help to balance the future General Corporate Fund budgets. Even with the additional funds from these sources the Village's 2011-12 budget was only \$1 million more than FY 2010-11 (\$41 million versus \$40 million). The FY 12-13 General Corporate Fund budget did increase to the \$43 million level, the FY 13-14 was at the \$46 million level and included use of \$1 million in fund balance. The FY 14-15 budget is anticipated to be at the \$48 million level and may utilize fund balance as well.

The Village adjusted a number of taxes, fees and fines in FY 10-11. The Motor Fuel Tax rate was increased from 4 cents to 5 cents per gallon, the natural gas use tax from 2.5 cents per therm to 3.5 cents, vehicle impound fees were increased from \$300 to \$400, various Police tickets were all increased to \$30.00 which had ranged \$10.00 to \$25.00 previously, business licenses and liquor license fees were increased across all classes, and the Village implemented a Real Estate Transfer Tax Service Fee of \$40.00 for tax exempt transactions. The increases will generate an additional \$425,000 a year in General Corporate Fund revenues. The Village has not adjusted any fee for FY 11-12, FY12-13 and FY 13-14. Local tax rates and fees will be reviewed as part of the FY 14-15 budget and proposed increases and/or new fees may be presented to the Village Board.

The Village also implemented annual 5% increases in the water and sewer rates. The rate increases are reviewed every year as part of the budget process. However, the increases will be needed for several years to ensure the proper levels of services are provided to the residents and the system is maintained in the proper manner. The Village anticipates decreasing the annual 5% rate increase to 3% starting in FY 16-17. However, this will be monitored on a year-to-year basis.

The Village pursued the implementation of a Real Estate Transfer Tax. The tax, by state statute, can only be implemented by Home Rule communities but still must be approved by the voters through the referendum process. The Village was able to successfully pass the referendum during the April 5, 2005 elections. The Real Estate Transfer Tax was implemented in June of 2005 and generated \$1.25 million, which exceeded the estimated referendum amount of \$1,073,000. In fiscal year 2007 the tax generated \$1.7 million. However, that decreased to \$1.5 million for fiscal year 2008, \$0.6 million for 2009, \$0.5 million for 2010 and \$0.4 million in 2011. 2012 saw an increase to \$0.7 million but it is anticipated that 2013 will see a decrease to \$0.4 million. The poor housing market will have a large impact on fiscal year 2013 and 2014 revenues as both years will be similar to 2009. The Village pledged, through the referendum process, to use half the proceeds for recreational projects and open space acquisition and the other half for growth related capital projects and public safety equipment.

Fiscal year 2004 saw the start of a slowdown in residential growth in the Village. The trend continued during the 2012 fiscal year. The Village's housing starts have decreased from the 700 to 1,200 range to the current 25 to 50 range.

The Village continues to receive fewer funds from growth related revenues including building permits and tap-on fees, and was experiencing smaller annual increases in areas such as water and sewer usage, and utility tax and recreation department revenues. The Village is seeing an increase in commercial and industrial development. The increase in commercial and industrial development does have a positive impact on sales tax, property tax, utility tax, business licenses and water and sewer revenues. However, the downturn in the economy is still having a large impact on these growth related revenue streams. There are signs that development activities are starting to increase. Recent activity has included the Sam's Club opening in October of 2013, opening of a Deals Store, the opening of a FedEx Ground distribution facility which was completed in the summer of 2013, a large golf course renovation project which includes a new club house is underway with the course renovations and learning center portions of the project completed in the spring of 2013, a couple of industrial spec buildings are being developed, and a couple of large industrial businesses moving into vacant sites. FY 2013-14 will see a return towards more typical level of development and FY 14-15 will continue that trend.

The Village, in hope of revitalizing what is now designated as the downtown area, has formed a Tax Increment Finance District (Downtown TIF) to provide a funding mechanism for the needed activities and projects. The revitalization will provide an economic engine on the Village's aging North side. The revitalization is expected to have a long-term positive impact on property taxes, sales taxes, building permits and other revenue sources.

More importantly, the Downtown TIF is expected to improve the quality of life for the residents. The Downtown TIF is anticipated to attract new quality businesses to the area and some new housing in the form of an apartment complex.

Businesses may include the relocation of the Fat Ricky's restaurant from their current location within the TIF to a new, larger building that will include a 3,000 square foot deli, other restaurants, sports bars, coffee shops, bakeries, boutique shops, a relocated bank and a renovated library facility. The library district completed their renovation project in the summer of 2012. It is anticipated that the Fat Ricky's Restaurant and a retail center will break ground in the spring of 2014. TIF incentives will be provided to both Fat Ricky's and the developers of the retail center.

The Village, acting as the master developer, has worked with Harbor Construction and the Barr Group, to help refine the Village's downtown vision. Two new restaurants opened in or near the Downtown Area in FY 2010-11 (Mongo McMichael's Texas Barbeque and the Stone City Saloon). TIF incentives were provided to both restaurants.

The downtown area is generally bounded by Normantown Road on the north, Illinois Route 53 on the east, Alexander Circle on the south and Dalhart Avenue on the west. The area includes what currently is the Spartan Square Shopping Center and the surrounding vacant land and various out lots. The entire Downtown TIF area is approximately 421 acres including the Downtown Area. The Downtown TIF will extend east of the Downtown area to include nearby industrial parks and open space up to and along the Des Plaines River and south along the Route 53 frontage properties to Romeo Road. The Downtown TIF is contiguous to the existing Marquette TIF.

The Village may spend \$50.0 million in projects throughout the Downtown TIF area with the main focus in the designated downtown area. Projects include a new Athletic and Events Center, Route 53 landscaping islands, infrastructure improvements to storm water systems, improve and realign roadways and property acquisition, assembly, preparation and maintenance. TIF dollars will be used to assist property owners with property rehab, façade improvements, relocation expenses and other incentives. Incentives have been or will be provided to assist the White Oak Library renovation project (\$270,000), Mickey's Goodyear renovations (\$40,000), Mongo McMichael's Restaurant improvements (\$75,000), Danny Boys site restoration (\$72,605), Stone City Saloon improvements (\$240,000), Walgreens site improvements (\$350,000) and the PAL Group/Orange Crush property restoration (\$30,000).

The Village has implemented extensive design standards for properties located within the TIF area and wants to improve the existing structures to meet the new standards. It is anticipated that the Village will have to issue General Obligation TIF bonds to provide the immediate funding needed for a portion of the projects.

The Village issued, in July of 2013, \$15.1 million in bonds to pay for the construction of the Athletic and Event Center and public improvements in the downtown area. The bonds are for 12 years and will be paid with TIF funds. The bond issue is a mix of taxable and non-taxable bonds. The taxable portion will pertain to the funding needed for the Athletic and Event Center (\$12.9 million) while the remaining portion (\$2.2 million) will be used primarily for storm water and road improvements. The Athletic and Event Center will open in the March of 2014.

The Downtown TIF allows the Village to capture property tax dollars based upon additional equalized assessed value (EAV) realized above 2003 values and the combined tax rate for all taxing bodies. Property owners in the Downtown TIF will pay the property taxes they would normally pay. The taxing bodies receive property taxes based upon the 2002 EAV of the TIF area and the Village receives the remaining portion of property taxes for the incremental EAV above the 2003 level. The Village has the approval and support from the taxing bodies affected by the Downtown TIF, including the Valley View 365U School District. The Village began to receive TIF funds in the 2006-07 fiscal year.

The Athletic and Event center provides the Village a presence in the downtown and will serve as an attraction to bring both a daytime and nighttime population to the downtown. The Athletic and Event center will cost an estimated \$13.0 million including related site improvements.

The Athletic and Event center contains space for a performing arts center/stage, indoor turf practice fields, basketball and volley ball courts, and community rooms. The Village pursued a Public/Private partnership where the Village builds the facilities and provides the building to a private group to operate the facility. The agreement, which would be for 5 years, is almost finalized. The agreement would place the financial risk of operating losses with the operator while the Village would receive limited use of the facility, a low annual rental fee, retain revenue generated for naming rights, a 50/50 split of certain sponsorships, limited revenue sharing for the last three years of the agreement and other minor considerations.

The Downtown TIF may generate an estimated \$4 million in property taxes and interest.

An additional \$26 million is anticipated to be imported from the existing Marquette TIF. State statutes allow the villages to import/export TIF Funds between TIF Districts if they are contiguous with each other. The Marquette TIF will be the primary funding source for the Downtown TIF.

The Village has received approval from the state legislature, which required the approval of all the taxing bodies within the TIF to grant approval, to extend the life of the Marquette TIF for 12 years to further support what the Village hopes to accomplish in the Downtown area and forming two new TIF Districts. One of the new TIF's would be located along Route 53 and Joliet Road with properties near or adjacent to the Marquette TIF and a TIF along Route 53 heading south.

The Village increased the tax distribution surplus from 20% to 50% during the remaining life of the original Marquette TIF and 30% for the life of the extended portion. The Village also provided the Valley View School District \$1,000,000 in TIF funds for improvements for the RC Hill School and \$250,000 will be provided for Transportation Facility improvements both of which are located in the Downtown TIF. The Village also forgave the school district \$250,000 in a loan, funded through TIF, related to the Transportation Facility.

The Village created a third TIF in fiscal year 2008. The Romeo Road TIF is located on the North East corner of Route 53 and Romeo Road and is 2.5 acres in size. The TIF was created to provide \$350,000 in incentives for Developers to bring a Walgreens to the site. The Walgreens opened in October of 2008. The site was home to a long-time closed Amoco station. The site had a number of environmental and infrastructure challenges and would not be developed without the incentives. The Romeo Road TIF is contiguous to the Downtown TIF. The Village may construct additional turn lane improvements at the Walgreens, which will be funded out of the Romeo Road TIF.

The Village acquired the Spartan Square Shopping Plaza, located within the Downtown TIF, during fiscal year 2008. The Village was in the process of looking at condemnation. Having control of the property provided the Village better flexibility and flow of information in working with potential developers with regards to the property. The Village acquired vacant land from Harris Bank during fiscal year 2009, next to the facility located in the downtown area for \$2.2 million. The land may be used for an apartment complex or additional parking.

Ace Hardware, the major tenant of the former Spartan Square Plaza, moved out prior to the expiration of the lease but they may wish to return when envisioned future retail centers are constructed. The Village worked with the remaining tenants to leave so that the current structure could be razed and prepared for redevelopment. All of the remaining tenants were out of the building by the end of May 2013. The Village had already demolished a portion of the Spartan Square Plaza and then razed the remaining portion in June 2013 after the remaining tenants vacated the facility. Some of the vacated tenants, such as Subway, may return to the anticipated new retail center.

The Village also acquired the 9 Rock Road property for \$1.3 million and demolished the main structure with TIF funds in FY 2012-13 and will perform additional site clean-up and improvements in FY 13-14 and FY 14-15. The business located on the site was taken over by the bank. It was a site the Village has coveted because the business was improperly zoned but was grandfathered in when the zoning for the business type changed.

The Village needed new facilities to house current and future Village Employees. The Village's Police Department was most in need of additional space. The Village conducted a space needs analysis during the 2006 fiscal year. The Village, spread out over several locations and buildings, operated out of a space of slightly over 32,000 square feet, including the Police Department's 11,400 square feet of space. The space served 180 employees.

The Village built a combined Village Hall and Police Station, which opened in June of 2010. Previously, Residents had to go to several locations to access Village services. The new 118,000 square foot facility combines the services at one location. The Village Hall/Police Station is located on a site immediately west of the Recreation Center on 135th St. The Village broke ground on the new Village Hall/Police Station in June of 2008.

The Village had planned on constructing two new fire stations. Fire Station #3, located at Normantown and Birch roads, was completed in October of 2008. The other Fire Station, known as Fire Station #1, may be located on the Joliet Arch Diocese property located on Route 53 between the cemetery and 135th Street or another property located along RT 53. The Village purchased the diocese land in 2009 for \$0.3 million. The Village will not construct the new Fire Station #1 from the existing bond funds (see below) as originally planned, but instead used the funds for other eligible projects including various road and park improvements totaling \$4.9 million. Also, the Radio System required by the Police, Fire and REMA exceeded the Village Hall/Police Station budget allotment by \$1 million and funds were also used for improvements to Fire Station #2 (\$0.2 million). The original Fire Station #1 will be razed if the new Fire Station is constructed. If the Station is not constructed, then improvements will have to be made to the current Fire Station# 1. The Village may issue bonds to construct the new Fire Station and is also exploring private/public possibilities as well.

The Village originally issued bonds to pay for the new Village Hall/Police Station (\$47.1 Million), Deer Crossing Park (\$3.3 Million), the two fire stations (\$9.5 million) and a building renovation/road alignment (\$1.9 million) on property acquired from the Valley View School district next to the recreation center (commonly known as the Bus Barn Site). The projects, including the revisions discussed above, will cost \$62.2 million. The debt service is not anticipated to be included as part of the property tax levy. The Village plans to use funds generated from Home Rule sales tax and Lockport Fire Protection District agreement to make the debt service payments. The projects were funded with bond proceeds (\$57.8 million), sale of land (\$2.0 million), interest (\$1.0 million), and transfer from the General Fund (\$0.8 million), Road Improvement Grants (\$0.2 million) and grants and donations for the park (\$0.4 million). The sale of land to the Will County Forest preserve was completed in fiscal year 2008. The land is part of the O'Hara woods and is located directly behind the Village Hall site and Deer Crossing Park. The Village received a \$400,000 grant from the state for Deer Crossing Park and a \$150,000 grant for Belmont Road improvements.

The Village, in order to increase sewage treatment capacity and meet EPA requirements has started to perform a wastewater consolidation and expansion project. The total project will cost \$36 million and will take several years to complete. The Village should complete the project in fiscal year 2014-15. The Village has secured an Illinois EPA Revolving Loan (\$26 million) for a low interest loan to fund the project. The current IEPA loan rate is 2.5%. The loan is for 20 years. Annual payments are \$1.8 million. The loan is being repaid from water and sewer revenues.

The Village has experienced decreases in Equalized Assessed Value in 2008, 2009 through 2013 (anticipated). There was an increase in 2010 due to a successful challenge, at the county level, of the Citgo Refinery EAV by a local school district. If not for the Citgo EAV adjustment the Village's EAV would have decreased for 2010 as well. The Citgo EAV increase in the Village was \$85 million and generates \$1.0 million in property tax for the Village. However, Citgo is challenging the EAV increase and if successful with the challenge, the Village will have to repay the taxes. The case will not be reviewed by the State Property Tax Appeals Board for several years because of their case backlog. The Village is setting aside the Citgo Funds in case the funds have to be repaid.

The taxing bodies, led by the school district, are trying to reach a settlement with Citgo. The Village, due to the lack of progress is also working with Citgo to resolve the issues. Any settlement would require that no repayment of taxes collected by the taxing body be returned to Citgo.

The Village has raised its property tax rate, but has kept the levy at the same dollar level, the last three years to maintain property tax revenues while keeping costs for the homeowners on average the same. The Village anticipates keeping the 2013 levy at similar levels. The state legislature is considering legislation that would basically exempt certain refinery improvements, pertaining to pollution control that would negate the increase in the Citgo EAV.

The Village continues to improve infrastructure and transportation in the Village. The State is in the process of widening the I55 and Weber Road intersection and includes widening the Normantown and Weber Road intersection as well. The State is in the design phase. The two intersections are two of the top ten worst locations in the state for accidents. The Village also has an 80% matching grant to study and design an interchange system at I55 and Airport and Route 126. The Village is working in conjunction with the Villages of Plainfield and Bolingbrook to fund the project. All three communities would be the primary beneficiaries of the interchange.

The Village is also working with Metra to construct a new train station located at 135th street and New Avenue. The Village worked with the Citgo Refinery to have the land donated and secured a grant for design of the station, to study the impact of the station on the Village's east side and to guide proper planning for the area. Metra has secured funding for the construction. Most of the major obstacles regarding the station have been worked through and it is anticipated that design will start during late FY 14-15 or early FY 15-16.

The Village took several steps to balance the FY 10-11 and future budgets by leaving ten positions vacant through several departments, no raises for non-union staff in FY 10-11, offered an early retirement incentive package (which is reflected in the required GASB 45 reporting) and staff reductions of 3 full-time and 15 part-time positions. FY 12-13 and FY 13-14 continue to leave certain positions vacant and limit expenditure increases to only what is contractually obligated and what is deemed necessary. The FY 14-15 budget will be prepared in a similar manner.

The Village's contracts with the Police Union (MAP) and Public Works/Clerical/Inspectors/Code Enforcement/E-911 Dispatch Union (AFSCME) expired at the end of fiscal year 2012. Negotiations started during the spring of 2012. The Village settled with AFSCME in April of 2012 and the Police negotiations were resolved in February of 2013. The contracts will expire at the end of FY 14-15.

There were no major changes in the AFSCME contract, which did include a 2% annual Cost-of-Living Adjustment (COLA). Non-Union Employees received a 2% COLA for FY 11-12, FY 12-13, FY 13-14 and are anticipated to receive the same or similar in FY 14-15

The prior Police Union contract, which was settled in August of 2010, went to arbitration after an agreement was not reached through standard negotiations and Federal mediation. The result was no major changes to the contract, with a 2% COLA. The new contract retains the 2% COLA but allows the Police Department to implement 12 hour shifts (versus 8 hours). The Police Union strongly desired the 12 hour shifts which were implemented in 2013. The new police contract also saw some stipend increases and additional stipends.

The Village settled the first contract in April 2011 with the recently formed Fire Union during FY 11-12. The contract features compressed pay steps, but did limit COLA to 1.5%. There were no other substantive changes as compared to the previous non-union status. The Fire Union contract expired in FY 12-13. Negotiations have been on-going. The contract is anticipated to be settled prior to the end of FY 13-14.

Police and Fire Pension Fund Information

The Police Pension fund overall had an up year in 2013. Actuarial assumptions estimate that the Village will return 7% annually for pension fund purposes when, in actuality, the Police Pension fund had a return of 9.0% in 2013. The return was caused by an up year in the equity markets, which was reflected in the increase of the market value in mutual funds and annuities held by the fund. Overall, the fund value increased by 11.2%; the investment earnings increases were enhanced by Village and employee contributions. The Police Pension fund has a diverse portfolio that includes cash and cash equivalents (2%), treasuries and agencies (37%) and various annuities and equities (61%). The Police Pension fund, according to the state actuarial methodology, is 68% funded which is a 2% increase from the prior year. According to the Village's actuary, based on preliminary results for the FY 2014-15 actuary study which is based on FY 13-14 data, the fund is 64.9% funded. The Village and State use differing methodology. The Village bases the levy on the higher actuary requirement between the two.

The Fire Pension fund had a strong year in 2013. Actuarial assumptions estimate that the Village will return 7% annually for pension fund purposes when, in actuality, the Fire Pension fund returned 7.4% in 2013. Overall, the fund increased by 15.5% in value from a combination of investment earnings, Village contributions and employee contributions. The Fire Pension fund is very conservative with approximately 70% of the assets invested in cash equivalents (less than 1%), federal treasuries, agencies and municipal bonds (64%). The remaining 36% is invested in mutual funds. The returns are due to interest earnings and increases in market valuations of investment. The Fire Pension fund is 102% funded according to the state actuarial methodology which is a 15% increase from the prior year. According to the Village's actuary, based on preliminary results for the FY 2014-15 actuary study which is based on FY 13-14 data, the fund is 99.2% funded. The Village bases the levy on the higher actuary requirement between the two. The increase in funding is due to a decrease in 3 active members from 22 to 19 at year end for reporting purposes. The positions were vacated for a variety of reasons but will be filled in FY 13-14.

The preparation of this report would not have been possible without the skill, effort, and dedication of the entire staff of the Finance Department. We wish to thank all government departments for their assistance in providing the necessary data and participation to prepare this report.

Credit also is due to the Village President and the Village Board for their unfailing support for maintaining the highest standards of professionalism in the management of the Village of Romeoville's finances.

Respectfully submitted,



Kirk Openchowski
Finance Director/Treasurer

FINANCIAL SECTION



INDEPENDENT AUDITOR'S REPORT

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

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Village of Romeoville, Illinois (the Village), as of and for the year ended April 30, 2013 and the related notes to the financial statements, which collectively comprise the Village of Romeoville, Illinois' basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Village's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Village's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the basic financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the Village of Romeoville, Illinois as of April 30, 2013, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Emphasis of Matter

The Village adopted GASB Statement No. 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position*, and GASB Statement No. 65, *Items Previously Reported as Assets and Liabilities*, during the year ended April 30, 2013. Statement No. 63 added new classifications on the statements of position and changed net assets to net position. Statement No. 65 changed the classifications of certain items on the statement of position to the new classifications contained in GASB Statement No. 63. Our opinion is not modified with respect to this matter.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and the other required supplementary information listed in the table of contents be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Village of Romeoville, Illinois' financial statements as a whole. The introductory section, combining and individual fund financial statements and schedules and supplemental data are presented for purposes of additional analysis and are not a required part of the financial statements. The combining and individual fund financial statements and schedules and supplemental data are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the

financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

The introductory section has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and, accordingly, we do not express an opinion or provide any assurance on them.

Naperville, Illinois
October 30, 2013

Sibell LP

GENERAL PURPOSE EXTERNAL FINANCIAL STATEMENTS

Village of Romeoville, Illinois
Management's Discussion and Analysis

April 30, 2013

The Village of Romeoville's (the "Village") management discussion and analysis (MD&A) is designed to (1) assist the reader in focusing on significant financial issues, (2) provide an overview of the Village's financial activity, (3) identify changes in the Village's financial position (its ability to address the next and subsequent year challenges), (4) identify any material deviations from the financial plan (the approved budget), and (5) identify individual fund issues or concerns.

Since the Management's Discussion and Analysis (MD&A) is designed to focus on the current year's activities, resulting changes and currently known facts, please read it in conjunction with the Village's financial statements (beginning on page 4).

Using the Financial Section of this Comprehensive Annual Report

In the past, the primary focus of local governmental financial statements has been summarized fund type information on a current financial resource basis. This approach has been modified and now the Village's financial statements present two kinds of statements, each with a different snapshot of the Village's finances. Both perspectives (government-wide and major fund) allow the user to address relevant questions, broaden a basis for comparison (year-to-year or government-to-government) and enhance the Village's accountability.

Government-Wide Financial Statements

The government-wide financial statements (see pages 4-6) are designed to emulate the corporate sector in that all governmental and business-type activities are consolidated into columns which add to a total for the primary government. The focus of the statement of net position (the "unrestricted net position") is designed to be similar to bottom line results for the Village and its governmental and business-type activities. This statement, for the first time, combines and consolidates the governmental funds' current financial resources (short-term spendable resources) with capital assets and long-term obligations using the accrual basis of accounting and economic resources measurement focus.

The statement of activities (see pages 5-6) is focused on both the gross and net cost of various activities (including governmental and business-type), which are supported by the government's general taxes and other resources. This is intended to summarize and simplify the user's analysis of the cost of various governmental services and/or subsidy to various business-type activities.

The governmental activities reflect the Village's basic services, including general government, public works, public safety and culture and recreation. Shared state sales, local utility and shared state income taxes finance the majority of these services. The business-type activities reflect private sector type operations (water and sewerage), where the fee for service typically covers all or most of the cost of operation, including depreciation.

Fund Financial Statements

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

The governmental funds (see pages 7-12) presentation is presented on a sources and uses of liquid resources basis. This is the manner in which the financial plan (the budget) is typically developed. The flow and availability of liquid resources is a clear and appropriate focus of any analysis of a government. Funds are established for various purposes and the fund financial statements allow the demonstration of sources and uses and/or budgeting compliance associated therewith.

The fund financial statements also allow the government to address its fiduciary funds (Police Pension and Firefighters' Pension, see pages 17-18). While these funds represent trust responsibilities of the government, these assets are restricted in purpose and do not represent discretionary assets of the government. Therefore, these assets are not presented as part of the government-wide financial statements.

(See independent auditor's report.)

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Village of Romeoville, Illinois

Management's Discussion and Analysis (Continued)

While the business-type activities column on the business-type fund financial statements (see pages 13-16) is the same as the business-type column on the government-wide financial statements, the governmental funds total column requires a reconciliation because of the different measurement focus (current financial resources versus total economic resources) which is reflected on the page following each statement (see pages 9 and 12). The flow of current financial resources will reflect bond proceeds and interfund transfers as other financial sources as well as capital expenditures and bond principal payments as expenditures. The reconciliation will eliminate these transactions and incorporate the capital assets and long-term obligation (bonds and others) into the governmental activities column (in the government-wide financial statements).

Infrastructure Assets

Historically, a government's largest group of assets (infrastructure – roads, bridges, storm sewers, etc.) have not been reported nor depreciated in governmental financial statements. The Governmental Accounting Standards Board Statement No. 34 (GASB 34) requires that these assets be valued and reported within the governmental column of the government-wide financial statements. Additionally, the government must elect to either (1) depreciate these assets over their estimated useful lives or (2) develop a system of asset management designed to maintain the service delivery potential to near perpetuity. If the government develops the asset management system (the modified approach) which periodically (at least every third year), by category, measures and demonstrates its maintenance of locally established levels of service standards, the government may record its cost of maintenance in lieu of depreciation. The Village has chosen to depreciate assets over their useful lives. If a road project is considered maintenance – a recurring cost that does not extend the road's original useful life or expand its capacity – the cost of the project will be expensed. An "overlay" of a road will be considered maintenance whereas a "rebuild" of a road will be capitalized.

Government-Wide Financial Statements

Statement of Net Position

Net position may serve over time as a useful indicator of a government's financial position. In the case of the Village, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$363.3 million as of April 30, 2013.

A significant portion of the Village's net position (94.6%) reflects its investment in capital assets (i.e., land, land improvements, streets and bridges, storm sewers, water mains, buildings and vehicles), less any related debt used to acquire those assets that is still outstanding. The Village uses these capital assets to provide services to its citizens; consequently, these assets are not available for future spending. Although the Village'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.

For more detailed information see the statement of net position (page 4).

The Village's combined net position (which is the Village's equity) decreased to \$363.3 million from \$370.3 million as a result of the decrease in net position in both the governmental and business-type activities. Net position of the Village's governmental activities was \$264.0 million. The Village's unrestricted net position for governmental activities, the part of net position that can be used to finance day-to-day operations, was \$4.5 million. The net position of business-type activities decreased to \$99.3 million from \$100.5 million. The Village can use unrestricted net position to finance the continuing operation of its water and sewer system.

(See independent auditor's report.)

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Village of Romeoville, Illinois

Management's Discussion and Analysis (Continued)

Table 1
Statement of Net Position
As of April 30, 2013
(In millions)

| | Governmental Activities | | Business-Type Activities | | Total Primary Government | |
|---|-------------------------|-----------------|--------------------------|-----------------|--------------------------|-----------------|
| | 2013 | 2012 | 2013 | 2012 | 2013 | 2012 |
| Current Assets | \$ 42.9 | \$ 46.3 | \$ 15.0 | \$ 18.0 | \$ 57.9 | \$ 64.3 |
| Non Current Assets | 0.2 | 2.1 | - | 0.2 | 0.2 | 2.3 |
| Capital Assets | <u>337.9</u> | <u>336.4</u> | <u>119.9</u> | <u>121.2</u> | <u>457.8</u> | <u>457.6</u> |
| Total Assets | <u>381.0</u> | <u>384.8</u> | <u>134.9</u> | <u>139.4</u> | <u>515.9</u> | <u>524.2</u> |
| Deferred Outflows of Resources | - | - | - | - | - | - |
| Unamortized Loss on Refunding | <u>0.1</u> | - | - | - | <u>0.1</u> | - |
| Total Deferred Outflows of Resources | <u>0.1</u> | - | - | - | <u>0.1</u> | - |
| Current Liabilities | 8.2 | 6.6 | 2.2 | 2.5 | 10.4 | 9.1 |
| Non Current Liabilities | <u>96.0</u> | <u>95.5</u> | <u>33.4</u> | <u>36.4</u> | <u>129.4</u> | <u>131.9</u> |
| Total Liabilities | <u>104.2</u> | <u>102.1</u> | <u>35.6</u> | <u>38.9</u> | <u>139.8</u> | <u>141.0</u> |
| Deferred Inflows of Resources | <u>12.9</u> | <u>12.9</u> | - | - | <u>12.9</u> | <u>12.9</u> |
| Total Deferred Inflows of Resources | <u>12.9</u> | <u>12.9</u> | - | - | <u>12.9</u> | <u>12.9</u> |
| Total Liabilities and Deferred Inflows of Resources | <u>117.1</u> | <u>115.0</u> | <u>35.6</u> | <u>38.9</u> | <u>152.7</u> | <u>153.9</u> |
| Net Investment in Capital Assets | 257.0 | 251.5 | 86.9 | 85.1 | 343.9 | 336.6 |
| Restricted | 2.5 | 7.2 | - | - | 2.5 | 7.2 |
| Unrestricted (deficit) | <u>4.5</u> | <u>11.1</u> | <u>12.4</u> | <u>15.4</u> | <u>16.9</u> | <u>26.5</u> |
| Total Net Position | <u>\$ 264.0</u> | <u>\$ 269.8</u> | <u>\$ 99.3</u> | <u>\$ 100.5</u> | <u>\$ 363.3</u> | <u>\$ 370.3</u> |

Normal Impacts

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

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

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

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

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

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

(See independent auditor's report.)

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Village of Romeoville, Illinois

Management's Discussion and Analysis (Continued)

Reduction of Capital Assets through Depreciation – which reduces capital assets and net investment in capital assets.

Current Year Impacts

The Village's governmental activities net position decreased \$5.8 million which can be attributed to several factors. \$2 million is due to a prior period adjustment (See Note 13). Current Assets decreased by \$3.4 million, which can be attributed to decreased cash and investments (\$1.8 million) as funds were spent for various capital and development projects funded with bond proceeds and the Village's tax increment financing districts, accounts receivable decreased (\$0.7 million) due to a portion of outstanding property tax differential payments billed being paid and grant funds received for a park project, other receivables (\$0.2 million decrease) is due to utility tax receivables reduction and there was a decrease in funds due from other governments (\$0.7 million) as the State caught up on income tax distributions. Capital asset balances increased \$1.5 million due to developer contributions and TIF related activities. Liabilities and deferred inflows of resources increased by \$2.1 million which can be attributed to increased accounts payable (\$1.1 million) and accrued liabilities (\$.9 million).

The Village's business-type activities net position decreased \$1.2 million and can be attributed to several factors. Assets decreased by \$4.5 million, which can be attributed to cash on hand (\$3 million) as funds were used for capital projects and debt payments, capital asset decreases (\$1.3 million) which were due to depreciation and a decrease of unamortized bond issuance costs (\$0.2 million). Liabilities and Deferred Inflows of Resources decreased by \$3.3 million, which can be attributed to decreased long-term debt.

(See independent auditor's report.)

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Village of Romeoville, Illinois

Management's Discussion and Analysis (Continued)

Current year impacts are discussed in more detail after Table 2.

Changes in Net Position

The following chart compares the revenue and expenses for the current fiscal year.

Table 2
Changes in Net Position
For the Fiscal Year Ended April 30, 2013
(In millions)

| | <u>Governmental Activities</u> | | <u>Business-type Activities</u> | | <u>Total Primary Government</u> | |
|---|--------------------------------|-----------------|---------------------------------|-----------------|---------------------------------|-----------------|
| | <u>2013</u> | <u>2012</u> | <u>2013</u> | <u>2012</u> | <u>2013</u> | <u>2012</u> |
| REVENUES | | | | | | |
| Program Revenues | | | | | | |
| Charges for Services | \$ 10.1 | \$ 9.1 | \$ 14.7 | \$ 13.5 | \$ 24.8 | \$ 22.6 |
| Operating Grants and Contributions | 1.3 | 1.2 | - | - | 1.3 | 1.2 |
| Capital Grants and Contributions | 2.0 | 4.4 | 0.1 | 0.7 | 2.1 | 5.1 |
| General Revenues | | | | | | |
| Property Taxes | 15.7 | 15.3 | - | - | 15.7 | 15.3 |
| Sales Taxes | 9.8 | 9.9 | - | - | 9.8 | 9.9 |
| Income Taxes | 3.6 | 3.2 | - | - | 3.6 | 3.2 |
| Utility Taxes | 5.5 | 4.8 | - | - | 5.5 | 4.8 |
| Other Taxes | 2.7 | 3.8 | - | - | 2.7 | 3.8 |
| Transfers | - | - | - | - | - | - |
| Other | 0.1 | 0.6 | 0.1 | 0.5 | 0.2 | 1.1 |
| Total Revenues | 50.8 | 52.3 | 14.9 | 14.7 | 65.7 | 67.0 |
| EXPENSES | | | | | | |
| General Government | 16.8 | 12.5 | - | - | 16.8 | 12.5 |
| Public Safety | 18.0 | 17.7 | - | - | 18.0 | 17.7 |
| Public Works | 11.6 | 13.3 | 15.9 | 16.5 | 27.5 | 29.8 |
| Culture and Recreation | 3.9 | 3.8 | - | - | 3.9 | 3.8 |
| Debt Service | 4.3 | 4.3 | - | - | 4.3 | 4.3 |
| Total Expenses | 54.6 | 51.6 | 15.9 | 16.5 | 70.5 | 68.1 |
| CHANGE IN NET POSITION | (3.8) | 0.7 | (1.0) | (1.8) | (4.8) | (1.1) |
| BEGINNING NET POSITION | 269.8 | 269.1 | 100.5 | 102.3 | 370.3 | 371.4 |
| Prior Period Adjustment | (2.0) | - | (0.2) | - | (2.2) | - |
| BEGINNING NET POSITION, RESTATED | 267.8 | 269.1 | 100.3 | 102.3 | 368.1 | 371.4 |
| ENDING NET POSITION | \$ 264.0 | \$ 269.8 | \$ 99.3 | \$ 100.5 | \$ 363.3 | \$ 370.3 |

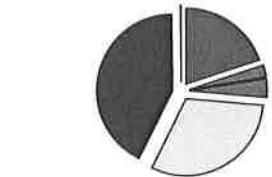
(See independent auditor's report.)

- MD&A 5 -

Village of Romeoville, Illinois

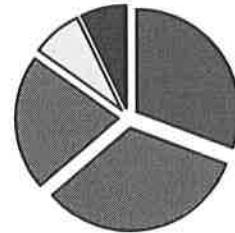
Management's Discussion and Analysis (Continued)

2013 Governmental Activities Revenue



- Charges for Services
- Capital Grants
- Other Taxes
- Operating Grants
- Property Tax
- Other

2013 Governmental Activities Expense



- General Government
- Public Works
- Public Safety
- Debt Service

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

Normal Impacts

Revenues:

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

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

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

Market Impacts on Investment income – the Village's investment portfolio is managed using a similar average maturity to most governments. Market conditions may cause investment income to fluctuate.

Expenses:

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

Increase in Authorized Personnel – changes in service demand may cause the Village Board to increase/decrease authorized staffing. Staffing costs (salary and related benefits) represent 80% of the Village's operating costs.

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

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

(See independent auditor's report.)

Village of Romeoville, Illinois

Management's Discussion and Analysis (Continued)

Current Year Impacts

Revenues:

For the fiscal year ended April 30, 2013, revenues from all activities totaled \$65.7 million. The Village has a diversified revenue structure and depends on several key revenue sources to help pay for the services provided. These sources include property taxes, sales taxes, utility taxes, shared revenues from the State (Income tax, Motor Fuel tax), building permits, grants, developer contributions, rubbish collection fees, water and sewer sales to customers and tap-on fees.

The Village saw a 5.9% decrease in the equalized assessed valuation (EAV) from \$1.164 million to \$1.095 million. The increase in its property tax revenue in 2013 compared to the previous years was 2.6%. The tax rate increased to \$1.2293 per \$100 EAV. The Village, as a Home Rule community is not subject to the property tax cap laws. Due to the new growth and increased rate the Village was able to collect an additional \$0.4 million in property tax (\$15.7 million vs. \$15.3 million). The increase was from TIF related property taxes. The Village's levy, in terms of dollars, was the same as the prior year.

Sales Tax decreased slightly by \$0.1 million or 1.0%. Sales Tax was flat as the sluggish economy continues to curtail retail sales. State sales tax and the Village's Home Rule sales tax both decreased by \$0.1 million while the State Use Tax increased by \$0.1 million. The Village increased its home rule sales tax rate from 1.00% to 1.5% effective January 1st, 2010. FY 2012-13 was the third full year with the new rate.

State Income Tax increased \$0.4 million or 12.5% due to an increase in statewide income as unemployment levels start to dip.

Utility taxes increased \$0.7 million or 12% due to including the natural gas use tax (\$1 million) in the utility tax category for 2013. It is included in other taxes for 2012. The increase is offset by decreases in telecommunications tax (\$0.2 million) as Sharp electronics closed its telecommunications center in the Village, decreased usage as businesses and residents conserve to save money, decreased overall business activity and an increase in vacant homes within the Village. Excluding the reclassification, the change would be a \$0.2 million/4% decrease.

The Village saw a decrease in other tax revenue over the prior year of \$1.1 million or 28.9%. The majority of the decrease can be attributed to natural gas use tax (\$1 million) being included in the Utility Tax category for 2013. Excluding the reclassification, the change would be \$.2 million/7% with a decrease coming from the Real Estate Transfer Tax

License and permit revenue increased 102.6% in 2013 from \$0.76 million in 2012 to \$1.54 million in 2013. The increase came from an increase in building permits and inspections related to an increase in commercial and industrial development activity.

Investment returns, excluding pension funds, decreased by approximately 11% due to decreased interest rates and fewer bond funds to invest.

Charges for services increased by \$2.2 million or 9.7%. The increases came from both Government activities (\$1.0 million) and Business-Type Activities (\$1.2 million).

The Business-Type activities (water and sewer operations) increase was from Water and Sewer Sales (\$1.2 million). The increase is due an increase of 5% in the water rates and increased industrial and commercial development.

Operating Grants and contributions saw an increase of \$0.1 million, while Capital Grants decreased \$2.4 million. The Village received \$0.1 million more in grant revenues which tends to fluctuate from year to year based upon project timing and grant availability. The decrease in Capital Grants is due to less infrastructure contributed by developers.

Transfer payments, starting in FY 10-11, from the Business Activities (Water and Sewer fund) to Governmental Activities (General Corporate Fund) are no longer shown as a transfer but are reflected as an allocation between funds and are netted against expenditures in Governmental Activities.

The Police Pension Fund ended the year with \$27.8 million in assets. The fund had \$4.2. million in additions, which were provided by employer and employee contributions and investment income. The fund had \$1.4 million in deductions. The bulk of the deductions were from pension benefits and refunds (\$1.4 million). The net increase to the fund was \$2.8 million.

(See independent auditor's report.)

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Village of Romeoville, Illinois

Management's Discussion and Analysis (Continued)

The Fire Pension Fund ended the year with \$5.7 million in assets. The fund had \$0.8 million in additions, which were provided by employer and employee contributions and investment income. The fund had \$66,000 in deductions which consisted of administrative expenses, pension benefits and refund of contributions. The fund saw its first retiree in FY 12-13. The net increase to the fund was \$0.8 million.

Expenses:

The Village's total expenses for all activities for the year ended April 30, 2013 were \$70.5 million. Expenses increased 3.5% (\$2.4 million) as compared to 2012.

Government Activities costs increased by \$3.0 million. The increases came from General Government (\$4.3 million), Public Safety (\$0.3 million), and Culture and Recreation (\$0.1 million) which was offset by \$1.7 million decrease in Public Works.

General Government Activities increase of \$4.3 million is attributed to the fact that there were two years of Marquette TIF Surplus Distribution made during the fiscal year (\$3.4 million) after none was made the previous year and there was a \$1 million dollar distribution made from the Downtown TIF to the Valley View 365U School District as reimbursement for TIF eligible improvements made to RC Hill school.

Public Safety increased by \$0.3 million. Operational expenditures increased \$0.5 million from \$16.4 million to \$16.9 million. The operational increase is due to step and benefit increases. The increase is offset by a decrease in capital expenditures. The Village has an authorized strength of 69 sworn police personnel and 19 full-time fire personnel plus a pool of approximately 40 part-time fire personnel. The patrol officers are members of the Metropolitan Alliance of Police Chapter 342.

Fiscal year 2011-12 was the third year of a three-year contract. The new police union contract was settled February of 2013. Fire personnel were unionized during 2007. Negotiations started in fiscal year 2009 and the three year Fire Union contract was settled in April of 2011. Negotiations for the Fire Union's next contract started in FY 12-13

Public Works expenditures decreased by \$1.7 million compared to the prior year. Operational expenses increased slightly (\$0.1 million) while capital expenditures decreased dramatically (\$1.8 million) from the prior year. The decrease pertains to capital outlay expenditures related mostly to infrastructure.

The Culture and Recreation increase of \$0.1 million is due to increases in capital improvements (\$0.2 million) offset by operations savings (\$0.1 million).

Business activities (water and sewer) decreased by \$0.6 million from the prior year. The decreases were from depreciation (\$0.4 million) and interest expense (\$0.1 million). The Village has greatly enhanced its water and sewer infrastructure over the past few years including the completion of several ion exchange plants and the expansion of its water treatment plant. The Village also provides water to its residents through its system of wells. The water and sewer operations accounted for 58% of the total Public Works activities.

Financial Analysis of the Village's Funds

Governmental Funds

At April 30, 2013, the governmental funds (as presented on the balance sheet on page 7-8) reported a combined fund balance of \$22.5 million. Expenditures/uses exceeded revenues/sources in 2013 by \$4.9 million. The primary reason for this decrease was due to \$4.9 million fund balance decreases in the Marquette and Downtown TIF Funds and \$1.9 million in the Facility Construction Fund. The decreases are offset by a \$1.4 million fund balance increase in the General Corporate Fund and \$0.3 million increase in the Recreation Funds.

(See independent auditor's report.)

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Village of Romeoville, Illinois

Management's Discussion and Analysis (Continued)

General Fund Budgetary Highlights

Prior to or at the last Village Board meeting in April, the Mayor submits to the Village Board a proposed operating budget for the fiscal year commencing on May 1. The operating budget includes proposed expenditures and the means to finance them. The Village had no budget amendments in 2013. Below is a table that reflects the original budget and the actual activity for the revenues and expenditures for the General Fund.

Table 3
General Fund Budgetary Highlights
(In millions)

| General Fund | Original Budget | Actual |
|--|-----------------|-------------|
| Revenues and Other Financing Sources | | |
| Property Taxes | \$ 9.2 | \$ 9.2 |
| Other taxes | 17.6 | 16.9 |
| Interest | 0.1 | - |
| Fines | 0.7 | 0.6 |
| Licenses and permits | 0.9 | 1.5 |
| Charges for services | 4.4 | 5.1 |
| Intergovernmental | 4.9 | 5.2 |
| Other | 2.9 | 2.4 |
| Capital leases issued | 0.6 | 0.8 |
| Sale of capital assets | 0.2 | 0.1 |
| Total | 41.5 | 41.8 |
| Expenditures and Other Financing Uses | | |
| General government | 10.4 | 9.8 |
| Public safety | 17.5 | 16.9 |
| Public works | 8.4 | 8.1 |
| Capital outlay | 3.2 | 3.6 |
| Debt service | 0.2 | 0.2 |
| Reimbursements | (2.8) | (2.8) |
| Transfers out | 4.6 | 4.6 |
| Total | 41.5 | 40.4 |
| Change in Fund Balance | <u>-</u> | <u>1.4</u> |

As shown above, the General Fund was budgeted to break-even, while actual results were an increase of \$1.4 million. Revenues were over budget by approximately \$0.3 million and expenditures were under budget by \$1.1 million.

The Village received \$0.7 million less in other taxes than anticipated. The Village received \$0.5 million less in Sales and Home Rule sales tax and \$0.2 million in both electric and telephone utility tax. The decrease in electric utility tax was due to less than anticipated commercial and industrial usage while the Village has a call center close which resulted in decreased telephone tax. The decreases were offset by a collective \$0.1 million gain in the remaining other taxes.

Interest was lower than anticipated due to the downturn in the bond market. The budget was \$50,000 and receipts were \$27,100.

Fines were under budget by \$0.1 million as staffing issues pertaining to worker comp, unfilled vacancies and turn over reduced available manpower in the Police Department and the Fire Alarm monitoring program came on-line later than anticipated.

Building Permits were budgeted at a conservative level based on projects in process during fiscal year 2013. Results were greater than expected with building related permits over budget by \$0.5 million. The economic slowdown has resulted in overall less revenue than in years prior to the slowdown. However, commercial and industrial building activity has picked up.

(See independent auditor's report.)

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Village of Romeoville, Illinois

Management's Discussion and Analysis (Continued)

Charges for services, over budget by \$0.7 million, saw additional revenues in engineering reimbursements (\$0.4 million), additional Ambulance Fees (\$0.1 million) and Rubbish Collection fees (\$0.1 million). The engineering fees increase was due to greater than anticipated development, ambulance fees increased due to a change in rates designed to fully capture Medicare reimbursements and rubbish collection fees increased due to a greater than anticipated number of customers.

Intergovernmental Revenues were over budget by \$0.3 million. The Village received \$0.4 million more than anticipated in State Income Tax which was offset by \$0.1 million less both in Federal Grant revenue and shared revenue with the Lockport Township Fire Protection District.

State Income taxes receipts were higher than anticipated by the State. The Village, through a Federal Grant that has not yet been obtained, was hoping to receive \$150,000 to move the Taylor Road School House. The school house project will not proceed until grant funding is obtained. The Lockport Township Fire Protection decrease, which is based on property taxes, decreased due to declining EAV's and increases in portions of their levy that are exempt from revenue sharing.

Other revenues were under budget by \$0.5 million. The Village received \$0.5 million less in developer contributions due to project timing of reimbursements from Meijer to the Village for road improvements at Weber and Gaskin Roads. Last year, the Village billed \$0.5 million in several years of property tax payment differential payments due from a local quarry, a portion of which was included in the FY 12-13 budget. The budgeted shortfall was \$0.2 million. The shortfalls were offset by receiving additional surplus property tax distributions (\$0.2 million) from the Marquette TIF. The Village declared the surplus for several years in FY 12-13. The Village extended the TIF and will change the surplus distribution formula. The process to extend the TIF and working with the other taxing bodies delayed the process.

General government expenditures were under budget by \$0.6 million. The savings were in sales tax incentives (\$0.2 million), Salaries (\$0.2 million), Contingencies (\$0.1 million) and contractual savings in information services (\$0.1 million). Sales tax incentives were due to less than anticipated sales from the Target and Wal-Mart shopping centers, salaries savings were due to turn over and vacancies, there were no expenditures charged to contingencies and the IT savings were from project cost savings and less than anticipated projects.

Public Safety expenditures were under budget by \$0.6 million. The majority came through salary savings of \$0.3 million due to the timing of hiring new fire and police personnel including 3 Battalion Chief Positions and vacant Police Officer positions, code enforcement, E911 Dispatcher and Part-time Firefighter positions. The Police and Fire Departments had a variety of savings (\$0.2 million) over several contractual and commodity line items.

Public Works expenditures were under budget by \$0.3 million. Public works realized \$0.3 million in savings from both contractual services and commodities. The contractual savings were from building and maintenance expenses (\$0.1 million) including HVAC repairs and janitorial supplies, vehicle repair expenses (\$0.1 million) and Street and Sanitation engineering fees (\$0.1 million). The commodity savings were from less than anticipated asphalt purchases (\$0.1 million).

Capital outlay expenditures were over budget by \$0.4 million due to the Village finishing infrastructure improvements in several residential subdivisions that were supposed to be performed by the developer. The projects were unbudgeted but the Village was able to collect funds from the developer's performance bonds held by the Village.

Transfers to other funds, were equal to budget. The transfers were to the Debt Service Fund (\$3.6 million) and the Recreation Department Fund (\$1.1 million).

The Village made a concerted effort to keep General Fund expenditures within or under revenues for fiscal year 2013. The Village, at the start of fiscal year 2005 had a negative fund balance of \$0.6 million. The fiscal year 2013 fund balance is now at \$16.4 million. The Village's long-term goal is to have and maintain a positive fund balance equal to 25% of the General Fund budget. The Village increased the fund balance by \$2.0 million in FY 2012-13. The Village's targeted fund balance, based on actual expenditures and transfers, as of April 30, 2013 was \$10.8 million. The fiscal year 2012-13 budget is \$42.8 million, with a targeted fund balance of \$10.7 million. The Village's 2013-14 budget of \$46.0 million has a targeted fund balance of \$11.5 million.

(See independent auditor's report.)

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Village of Romeoville, Illinois

Management's Discussion and Analysis (Continued)

Capital Assets

At the end of the fiscal year 2013, the Village had a combined total of capital assets of \$457.9 million (after accumulated depreciation of \$158.9 million) invested in a broad range of capital assets including land, land improvements, buildings, vehicles, machinery and equipment, furniture and fixtures, streets, bridges, water mains, storm sewers and sanitary sewer lines. (See Table 4 below). This amount represents a net increase (including additions and deletions) of approximately \$0.3 million. Detailed information related to capital assets is included in Notes 1 and 4 to the basic financial statements.

The Net Capital Assets of the Village increased by \$0.3 million over 2012. The main reason for the increase can be attributed to increases in infrastructure (\$5.6 million) as projects moved from construction in progress to completion and an increase in land (\$1.7 million) from developer contributions and land purchases. The increases were offset by depreciation.

Table 4
Total Capital Assets at Year End
Net of Depreciation
(In millions)

| | Balance 4/30/12 | Net Additions/Deletions | Balance 4/30/13 |
|--------------------------|------------------------|--------------------------------|------------------------|
| Land | \$ 180.0 | \$ 1.7 | \$ 181.7 |
| Construction in Progress | 12.9 | (8.3) | 4.6 |
| Buildings | 53.8 | 0.8 | 54.6 |
| Machinery and Equipment | 3.0 | (0.2) | 2.8 |
| Furniture and Fixtures | 0.5 | (0.1) | 0.4 |
| Vehicles | 1.8 | 0.9 | 2.7 |
| Infrastructure | 205.4 | 5.6 | 211.0 |
| Other Equipment | 0.2 | (0.1) | 0.1 |
| Total Capital Assets | <u>\$ 457.6</u> | <u>\$.3</u> | <u>\$ 457.9</u> |

Debt Outstanding

As of April 30, 2013 the Village had outstanding bonded debt of \$101.3 million. Of this amount \$11.7 million represented general obligation bonds associated with business-type activities. General obligation bonds associated with governmental activities totaled \$89.6 million.

As of April 30, 2013, the Village has a \$21.2 Illinois Environmental Protection Agency Clean Water State Revolving Funds loan.

The Village is no longer subject to the debt limit due to its Home Rule community status. However, the Village's legal debt limitation would be \$94,440,099 if it were a non-Home Rule community. The limit is based on 8.625% of the 2012 equalized assessed valuation of \$1,094,957,671.

Detailed information related to long-term debt is included in Note 6 to the basic financial statements.

Economic Factors

The fiscal year ended positively as the Village's General Corporate Fund, Recreation Fund, Other Governmental Funds, Water and Sewer Fund and Pension Funds all ended with a surplus. The financial condition of the General Corporate Fund has stabilized significantly after losses in two recent years. The Village does continue to feel the effects of the recession which began to impact the Village in the fall of 2008. However, the Village has made many adjustments on both the revenue and expenditure side to ensure core services are provided while still maintaining adequate fund balances. The Village was able to prepare a FY 13-14 budget that was designed to ensure the Village's financial position remains strong. The budget did utilize \$1 million in General Corporate Fund fund-balance to offset certain one-time expenditures. Preliminary results indicate that not all of the fund balance will be needed for FY 13-14.

(See independent auditor's report.)

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Village of Romeoville, Illinois

Management's Discussion and Analysis (Continued)

Contacting the Village's Financial Management

This financial report is designed to provide our citizens, customers, investors and creditors with a general overview of the Village's finances and to demonstrate the Village's accountability for the money it receives. Questions concerning this report or requests for additional financial information should be directed to Kirk Openchowski, Finance Director, Village of Romeoville, 1050 West Romeo Road, Romeoville, Illinois 60446.

(See independent auditor's report.)

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BASIC FINANCIAL STATEMENTS

VILLAGE OF ROMEVILLE, ILLINOIS

STATEMENT OF NET POSITION

April 30, 2013

| | Primary Government | | |
|---|-------------------------|--------------------------|--------------------|
| | Governmental Activities | Business-Type Activities | Total |
| ASSETS | | | |
| Cash and cash equivalents | \$ 24,241,771 | \$ 2,343,762 | \$ 26,585,533 |
| Investments | 1,013,690 | 11,172,777 | 12,186,467 |
| Receivables (net, where applicable, of allowances for uncollectibles) | | | |
| Property taxes | 12,852,245 | - | 12,852,245 |
| Accounts | 919,181 | 1,463,473 | 2,382,654 |
| Interest | - | - | - |
| Other | 844,616 | - | 844,616 |
| Due from other governments | 2,939,685 | - | 2,939,685 |
| Due from fiduciary funds | 130,081 | - | 130,081 |
| Net OPEB asset | 156,451 | - | 156,451 |
| Capital assets not being depreciated | 185,209,979 | 1,009,738 | 186,219,717 |
| Capital assets being depreciated | 152,651,650 | 118,934,294 | 271,585,944 |
| Total assets | 380,959,349 | 134,924,044 | 515,883,393 |
| DEFERRED OUTFLOWS OF RESOURCES | | | |
| Unamortized loss on refunding | 95,661 | - | 95,661 |
| Total deferred outflows of resources | 95,661 | - | 95,661 |
| LIABILITIES | | | |
| Accounts payable | 3,326,527 | 1,621,910 | 4,948,437 |
| Accrued liabilities | 2,560,120 | 83,759 | 2,643,879 |
| Deposits payable | 1,700,991 | 139,304 | 1,840,295 |
| Unearned revenue | 18,305 | - | 18,305 |
| Accrued interest payable | 569,104 | 385,222 | 954,326 |
| Noncurrent liabilities | | | |
| Due within one year | 4,313,986 | 3,317,452 | 7,631,438 |
| Due in more than one year | 91,732,004 | 30,067,794 | 121,799,798 |
| Total liabilities | 104,221,037 | 35,615,441 | 139,836,478 |
| DEFERRED INFLOWS OF RESOURCES | | | |
| Unavailable revenue | 12,852,245 | - | 12,852,245 |
| Total deferred inflows of resources | 12,852,245 | - | 12,852,245 |
| Total liabilities and deferred inflows of resources | 117,073,282 | 35,615,441 | 152,688,723 |
| NET POSITION | | | |
| Net investment in capital assets | 256,950,797 | 86,897,837 | 343,848,634 |
| Restricted for | | | |
| Maintenance of roadways | 1,005,733 | - | 1,005,733 |
| Economic development | 1,410,406 | - | 1,410,406 |
| Capital projects | 97,547 | - | 97,547 |
| Unrestricted | 4,517,245 | 12,410,766 | 16,928,011 |
| TOTAL NET POSITION | \$ 263,981,728 | \$ 99,308,603 | \$ 363,290,331 |

See accompanying notes to financial statements.

VILLAGE OF ROMEOVILLE, ILLINOIS

STATEMENT OF ACTIVITIES

For the Year Ended April 30, 2013

| FUNCTIONS/PROGRAMS PRIMARY GOVERNMENT | Program Revenues | | | |
|--|----------------------|-------------------------|---------------------|-------------------------------------|
| | Expenses | Charges for Services | Operating Grants | Capital Grants and Contributions |
| Governmental Activities | | | | |
| General government | \$ 16,820,623 | \$ 1,407,156 | \$ 101,596 | \$ - |
| Public safety | 17,977,351 | 3,186,635 | 169,677 | 165,000 |
| Public works | 11,677,451 | 4,751,868 | 1,016,362 | 1,818,965 |
| Culture and recreation | 3,934,308 | 792,802 | - | 14,500 |
| Interest and fiscal charges on long-term debt | 4,289,449 | - | - | - |
| Total governmental activities | 54,699,182 | 10,138,461 | 1,287,635 | 1,998,465 |
| Business-Type Activities | | | | |
| Water and sewer | 15,935,142 | 14,732,596 | - | 53,175 |
| Total business-type activities | 15,935,142 | 14,732,596 | - | 53,175 |
| TOTAL PRIMARY GOVERNMENT | \$ 70,634,324 | \$ 24,871,057 | \$ 1,287,635 | \$ 2,051,640 |

| <u>Net (Expense) Revenue and Change in Net Position</u> | | | |
|---|------------------------------|-----------------------------|------------------------------|
| <u>Primary Government</u> | | | |
| | Governmental Activities | Business-Type Activities | Total |
| FUNCTIONS/PROGRAMS | | | |
| PRIMARY GOVERNMENT | | | |
| Governmental Activities | | | |
| General government | \$ (15,311,871) | \$ - | \$ (15,311,871) |
| Public safety | (14,456,039) | - | (14,456,039) |
| Public works | (4,090,256) | - | (4,090,256) |
| Culture and recreation | (3,127,006) | - | (3,127,006) |
| Interest and fiscal charges on long-term debt | (4,289,449) | - | (4,289,449) |
| Total governmental activities | <u>(41,274,621)</u> | <u>-</u> | <u>(41,274,621)</u> |
| Business-Type Activities | | | |
| Water and sewer | - | (1,149,371) | (1,149,371) |
| Total business-type activities | <u>-</u> | <u>(1,149,371)</u> | <u>(1,149,371)</u> |
| TOTAL PRIMARY GOVERNMENT | <u>(41,274,621)</u> | <u>(1,149,371)</u> | <u>(42,423,992)</u> |
| General Revenues | | | |
| Taxes | | | |
| Property and replacement | 15,722,079 | - | 15,722,079 |
| Sales | 9,146,375 | - | 9,146,375 |
| Use | 636,785 | - | 636,785 |
| Telecommunications | 1,298,127 | - | 1,298,127 |
| Utility | 5,477,963 | - | 5,477,963 |
| Income | 3,575,982 | - | 3,575,982 |
| Hotel/Motel | 247,872 | - | 247,872 |
| Other | 1,183,935 | - | 1,183,935 |
| Investment income | 40,976 | 136,471 | 177,447 |
| Miscellaneous | 80,452 | 29,060 | 109,512 |
| Total | <u>37,410,546</u> | <u>165,531</u> | <u>37,576,077</u> |
| CHANGE IN NET POSITION | <u>(3,864,075)</u> | <u>(983,840)</u> | <u>(4,847,915)</u> |
| NET POSITION, MAY 1 | 269,815,803 | 100,490,636 | 370,306,439 |
| Prior period adjustments | <u>(1,970,000)</u> | <u>(198,193)</u> | <u>(2,168,193)</u> |
| NET POSITION, MAY 1, RESTATED | <u>267,845,803</u> | <u>100,292,443</u> | <u>368,138,246</u> |
| NET POSITION, APRIL 30 | <u>\$ 263,981,728</u> | <u>\$ 99,308,603</u> | <u>\$ 363,290,331</u> |

See accompanying notes to financial statements.

VILLAGE OF ROMEOVILLE, ILLINOIS

BALANCE SHEET
GOVERNMENTAL FUNDS

April 30, 2013

| | General | Recreation | Facility | Construction | Nonmajor | Total |
|---|----------------------|---------------------|---------------------|---------------------|----------------------|------------|
| ASSETS | | | | | | |
| Cash and cash equivalents | \$ 18,140,569 | \$ 462,606 | \$ 31,221 | \$ 5,607,375 | \$ 24,241,771 | |
| Investments | - | - | 1,013,690 | - | | 1,013,690 |
| Receivables (net, where applicable, of allowances for uncollectibles) | | | | | | |
| Property taxes | 10,050,248 | 1,862,523 | - | | 939,474 | 12,852,245 |
| Accounts | 800,227 | 8,074 | - | | 110,880 | 919,181 |
| Interest | - | - | - | | - | - |
| Other | 743,275 | 43,182 | - | | 58,159 | 844,616 |
| Due from other funds | - | 923,834 | - | | 216,254 | 1,140,088 |
| Advances to other funds | - | - | - | | 499,033 | 499,033 |
| Due from other governments | 2,856,657 | - | - | | 83,028 | 2,939,685 |
| TOTAL ASSETS | | | | | | |
| | \$ 32,590,976 | \$ 3,300,219 | \$ 1,044,911 | \$ 7,514,203 | \$ 44,450,309 | |

LIABILITIES, DEFERRED INFLOWS OF RESOURCES
AND FUND BALANCES

| | General | Recreation | Facility Construction | Nonmajor | Total |
|--|----------------------|---------------------|-----------------------|---------------------|----------------------|
| LIABILITIES | | | | | |
| Accounts payable | \$ 1,404,139 | \$ 201,765 | \$ 9,344 | \$ 1,711,279 | \$ 3,326,527 |
| Accrued liabilities | 2,507,159 | 52,961 | - | - | 2,560,120 |
| Deposits | 1,349,205 | 326,786 | 25,000 | - | 1,700,991 |
| Due to other funds | 354,366 | - | 81,829 | 573,812 | 1,010,007 |
| Advances from other funds | 499,033 | - | - | - | 499,033 |
| Unearned revenue | 18,305 | - | - | - | 18,305 |
| Total liabilities | 6,132,207 | 581,512 | 116,173 | 2,285,091 | 9,114,983 |
| DEFERRED INFLOWS OF RESOURCES | | | | | |
| Unavailable revenue | 10,051,794 | 1,884,270 | - | 939,474 | 12,875,538 |
| Total deferred inflows of resources | 10,051,794 | 1,884,270 | - | 939,474 | 12,875,538 |
| Total liabilities and deferred inflows of resources | 16,184,001 | 2,465,782 | 116,173 | 3,224,565 | 21,990,521 |
| FUND BALANCES | | | | | |
| Nonspendable | - | - | - | 499,033 | 499,033 |
| Advances | - | - | - | 1,005,733 | 1,005,733 |
| Restricted | - | - | - | 1,410,406 | 1,410,406 |
| Maintenance of roadways | - | - | - | 97,547 | 97,547 |
| Economic development | - | - | - | - | - |
| Capital projects | - | - | - | - | - |
| Unrestricted | - | - | - | - | - |
| Assigned | - | - | - | 825,117 | 825,117 |
| Maintenance of roadways | - | - | - | 834,437 | 834,437 |
| Recreation | - | - | 928,738 | 443,673 | 1,372,411 |
| Capital projects | - | - | - | 8,129 | 8,129 |
| Debt service | - | - | - | - | 16,406,975 |
| Unassigned | 16,406,975 | - | - | - | - |
| Total fund balances | 16,406,975 | 834,437 | 928,738 | 4,289,638 | 22,459,788 |
| TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES | \$ 32,590,976 | \$ 3,300,219 | \$ 1,044,911 | \$ 7,514,203 | \$ 44,450,309 |

See accompanying notes to financial statements.

VILLAGE OF ROMEovILLE, ILLINOIS

RECONCILIATION OF FUND BALANCES OF GOVERNMENTAL FUNDS TO THE
GOVERNMENTAL ACTIVITIES IN THE STATEMENT OF NET POSITION

April 30, 2013

| | |
|--|---------------------------|
| FUND BALANCES OF GOVERNMENTAL FUNDS | \$ 22,459,788 |
| Amounts reported for governmental activities in the statement of net position are different because: | |
| Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds | 337,861,629 |
| Certain receivables are not available to pay for current period expenditures and, therefore, are unavailable in the governmental funds | 23,293 |
| Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the governmental funds | |
| Compensated absences payable | (3,269,213) |
| Unamortized premium on bonds | (443,029) |
| General obligation bonds payable | (89,547,788) |
| Capital leases payable | (1,102,576) |
| Net pension obligation | (1,683,384) |
| Unamortized loss on refunding | 95,661 |
| The net other postemployment benefit asset is shown as an asset on the statement of net position | 156,451 |
| Accrued interest on long-term liabilities is reported as a liability on the statement of net position | <u>(569,104)</u> |
| NET POSITION OF GOVERNMENTAL ACTIVITIES | <u>\$ 263,981,728</u> |

See accompanying notes to financial statements.

VILLAGE OF ROMEOVILLE, ILLINOIS

STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS

For the Year Ended April 30, 2013

| | General | Recreation | Facility Construction | Nonmajor | Total |
|--|-------------------|------------------|-----------------------|--------------------|--------------------|
| REVENUES | | | | | |
| Property taxes | \$ 9,182,573 | \$ 1,854,626 | \$ - | \$ 4,044,627 | \$ 15,081,826 |
| Other taxes | 16,876,666 | 461,361 | - | 632,931 | 17,970,958 |
| Fines and forfeits | 623,118 | - | - | - | 623,118 |
| Licenses and permits | 1,540,449 | - | - | - | 1,540,449 |
| Charges for services | 5,106,752 | 792,802 | 3,038 | 71,319 | 5,973,911 |
| Intergovernmental | 5,186,592 | 12,500 | - | 1,373,612 | 6,572,704 |
| Investment income | 27,102 | 1,101 | 7,532 | 5,241 | 40,976 |
| Other | 2,388,587 | 106,051 | - | 348,234 | 2,842,872 |
| Total revenues | 40,931,839 | 3,228,441 | 10,570 | 6,475,964 | 50,646,814 |
| EXPENDITURES | | | | | |
| Current | | | | | 5,420,389 |
| General government | 9,779,785 | - | - | - | 15,200,174 |
| Public safety | 16,884,123 | - | - | - | 16,884,123 |
| Public works | 8,119,009 | - | - | - | 8,829,149 |
| Culture and recreation | - | 3,408,063 | - | - | 3,408,063 |
| Allocations to water and sewer fund | (2,845,000) | - | - | - | (2,845,000) |
| Capital outlay | 3,619,147 | 401,660 | 1,879,350 | 4,137,553 | 10,037,710 |
| Debt service | | | | | |
| Principal | 146,940 | - | - | 2,837,681 | 2,984,621 |
| Interest and fiscal charges | 21,070 | - | - | 1,932,945 | 1,954,015 |
| Total expenditures | 35,725,074 | 3,809,723 | 1,879,350 | 15,038,708 | 56,452,855 |
| EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES | | | | | |
| | 5,206,765 | (581,282) | (1,868,780) | (8,562,744) | (5,806,041) |

| | General | Recreation | Facility Construction | Nonmajor | Total |
|--------------------------------------|----------------------|-------------------|-----------------------|---------------------|----------------------|
| OTHER FINANCING SOURCES (USES) | | | | | |
| Bond proceeds | \$ - | \$ - | \$ - | \$ 2,750,000 | \$ 2,750,000 |
| Premium on bonds issued | | | | \$ 89,846 | \$ 89,846 |
| Capital leases issued | 818,206 | - | - | - | 818,206 |
| Transfers in | 30,000 | 1,078,850 | - | 7,113,354 | 8,222,204 |
| Transfers (out) | (4,634,150) | (217,800) | - | (3,370,254) | (8,222,204) |
| Sale of capital assets | 14,482 | - | - | - | 14,482 |
| Payment to escrow agent | - | - | - | (2,803,963) | (2,803,963) |
| | <u>(3,771,462)</u> | <u>861,050</u> | <u>-</u> | <u>3,778,983</u> | <u>868,571</u> |
| Total other financing sources (uses) | | | | | |
| NET CHANGE IN FUND BALANCES | | | | | |
| FUND BALANCES, MAY 1 | 1,435,303 | 279,768 | (1,868,780) | (4,783,761) | (4,937,470) |
| FUND BALANCES, APRIL 30 | <u>14,971,672</u> | <u>554,669</u> | <u>2,797,518</u> | <u>9,073,399</u> | <u>27,397,258</u> |
| | <u>\$ 16,406,975</u> | <u>\$ 834,437</u> | <u>\$ 928,738</u> | <u>\$ 4,289,638</u> | <u>\$ 22,459,788</u> |

See accompanying notes to financial statements.

VILLAGE OF ROMEovILLE, ILLINOIS

RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCES TO THE
GOVERNMENTAL ACTIVITIES IN THE STATEMENT OF ACTIVITIES

For the Year Ended April 30, 2013

| | |
|---|-----------------------|
| NET CHANGE IN FUND BALANCES - TOTAL GOVERNMENTAL FUNDS | \$ (4,937,470) |
| Amounts reported for governmental activities in the statement of activities are different because: | |
| Governmental funds report capital outlay as expenditures; however, they are capitalized and depreciated in the statement of activities | 9,563,218 |
| The Village accepted and received capital contributions that are capitalized and depreciated in the statement of activities | 165,000 |
| Revenues in the statement of activities that are not available in governmental funds are not reported as revenue in governmental funds until received | 23,293 |
| Some expenses in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds Depreciation of capital assets | (8,272,507) |
| The accretion of interest on the Series 2008B capital appreciation bonds is reported as interest expenses and an increase in bonds payable in the statement of activities | (2,460,067) |
| The issuance of long-term debt is reported as an other financing source in governmental funds but as an increase in principal outstanding in the statement of activities | (3,568,206) |
| The repayment of the principal portion long-term debt is reported as an expenditure when due in governmental funds but as a reduction of principal outstanding in the statement of activities | 5,797,553 |
| The change in accrued interest payable on long-term debt is reported as an expense on the statement of activities | 45,235 |
| Governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities | (10,448) |
| The change in net pension obligation is not a current financial resource and, therefore, is not reported in the governmental funds | (44,772) |
| The change in compensated absences payable is shown as an expense on the statement of activities | (180,420) |
| The change in net other postemployment benefit obligation is not a current financial resource and, therefore, is not reported in the governmental funds | 15,516 |
| CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES | <u>\$ (3,864,075)</u> |

See accompanying notes to financial statements.

VILLAGE OF ROMEOVILLE, ILLINOIS

STATEMENT OF NET POSITION
PROPRIETARY FUND

April 30, 2013

| | Business-Type Activities |
|---|-----------------------------|
| | Water and Sewer |
| CURRENT ASSETS | |
| Cash and cash equivalents | \$ 2,343,762 |
| Investments | 11,172,777 |
| Receivables (net where applicable, of allowances for uncollectibles) | <u>1,463,473</u> |
| Total current assets | <u>14,980,012</u> |
| NONCURRENT ASSETS | |
| Capital assets not being depreciated | 1,009,738 |
| Capital assets being depreciated, net | <u>118,934,294</u> |
| Total noncurrent assets | <u>119,944,032</u> |
| Total assets | <u>134,924,044</u> |
| CURRENT LIABILITIES | |
| Accounts payable | 1,621,910 |
| Accrued liabilities | 83,759 |
| Accrued interest payable | 385,222 |
| Deposits payable | 139,304 |
| General obligation bonds payable | 1,950,544 |
| Note payable | 1,179,227 |
| Compensated absences payable | <u>187,681</u> |
| Total current liabilities | <u>5,547,647</u> |
| LONG-TERM LIABILITIES | |
| Unamortized bond premiums | 171,320 |
| General obligation bonds payable | 9,754,452 |
| Note payable | 19,990,652 |
| Compensated absences payable | <u>151,370</u> |
| Total long-term liabilities | <u>30,067,794</u> |
| Total liabilities | <u>35,615,441</u> |
| NET POSITION | |
| Net investment in capital assets | 86,897,837 |
| Unrestricted | <u>12,410,766</u> |
| TOTAL NET POSITION | <u>\$ 99,308,603</u> |

See accompanying notes to financial statements.

VILLAGE OF ROMEOVILLE, ILLINOIS

STATEMENT OF REVENUES, EXPENSES,
AND CHANGES IN NET POSITION
PROPRIETARY FUND

For the Year Ended April 30, 2013

| | Business-Type Activities |
|---|-----------------------------|
| | Water and Sewer |
| OPERATING REVENUES | |
| Charges for services | \$ 14,019,981 |
| Fines and fees | 673,822 |
| Reimbursements | <u>38,793</u> |
| Total operating revenues | <u>14,732,596</u> |
| OPERATING EXPENSES | |
| EXCLUDING DEPRECIATION | |
| Operations | <u>10,591,252</u> |
| OPERATING INCOME BEFORE DEPRECIATION | 4,141,344 |
| DEPRECIATION | <u>4,290,227</u> |
| OPERATING INCOME (LOSS) | <u>(148,883)</u> |
| NONOPERATING REVENUES (EXPENSES) | |
| Other revenue | 29,060 |
| Investment income | 136,471 |
| Interest expense | <u>(1,053,663)</u> |
| Total nonoperating revenues (expenses) | <u>(888,132)</u> |
| INCOME (LOSS) BEFORE CONTRIBUTIONS | <u>(1,037,015)</u> |
| CONTRIBUTIONS | <u>53,175</u> |
| CHANGE IN NET POSITION | <u>(983,840)</u> |
| NET POSITION , MAY 1 | 100,490,636 |
| Prior Period Adjustment | <u>(198,193)</u> |
| NET POSITION , MAY 1, RESTATED | <u>100,292,443</u> |
| NET POSITION, APRIL 30 | <u>\$ 99,308,603</u> |

See accompanying notes to financial statements.

VILLAGE OF ROMEovILLE, ILLINOIS

STATEMENT OF CASH FLOWS
PROPRIETARY FUND

For the Year Ended April 30, 2013

| | Business-Type Activities |
|---|-----------------------------|
| | Water and Sewer |
| CASH FLOWS FROM OPERATING ACTIVITIES | |
| Receipts from customers and users | \$ 14,786,848 |
| Payments to suppliers | (7,080,019) |
| Payments to employees | <u>(3,755,668)</u> |
| Net cash from operating activities | <u>3,951,161</u> |
| CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES | |
| Other revenue | <u>29,060</u> |
| Net cash from noncapital financing activities | <u>29,060</u> |
| CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES | |
| Capital assets purchased | (2,954,915) |
| Principal payments - general obligation bonds | (1,858,356) |
| Principal payments - note payable | (1,150,290) |
| Interest paid | <u>(1,125,534)</u> |
| Net cash from capital and related financing activities | <u>(7,089,095)</u> |
| CASH FLOWS FROM INVESTING ACTIVITIES | |
| Net purchase of investments | (115,319) |
| Interest received | <u>136,471</u> |
| Net cash from investing activities | <u>21,152</u> |
| NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS | <u>(3,087,722)</u> |
| CASH AND CASH EQUIVALENTS, MAY 1 | <u>5,431,484</u> |
| CASH AND CASH EQUIVALENTS, APRIL 30 | <u>\$ 2,343,762</u> |

This statement is continued on the following page.

VILLAGE OF ROMEovILLE, ILLINOIS

STATEMENT OF CASH FLOWS (Continued)
PROPRIETARY FUND

For the Year Ended April 30, 2013

| | Business-Type Activities |
|--|-----------------------------|
| | Water and Sewer |
| RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH FLOWS FROM OPERATING ACTIVITIES | |
| Operating income (loss) | \$ (148,883) |
| Adjustments to reconcile operating income to net cash from operating activities | |
| Depreciation | 4,290,227 |
| (Increase) decrease in Receivables | 54,252 |
| Increase (decrease) in Accounts payable | (282,559) |
| Accrued liabilities | (16,016) |
| Deposits payable | 3,775 |
| Compensated absences payable | <u>50,365</u> |
| NET CASH FROM OPERATING ACTIVITIES | <u>\$ 3,951,161</u> |
| NONCASH TRANSACTIONS | |
| Contributions of capital assets | <u>\$ 53,175</u> |

See accompanying notes to financial statements.

VILLAGE OF ROMEOVILLE, ILLINOIS

STATEMENT OF FIDUCIARY NET POSITION
PENSION TRUST FUNDS

April 30, 2013

ASSETS

| | |
|-------------------------------------|---------------|
| Cash and cash equivalents | \$ 423,393 |
| Investments | |
| U.S. Treasury and agency securities | 13,628,711 |
| Municipal bonds | 505,014 |
| Money market mutual funds | 109,077 |
| Equity mutual funds | 19,007,459 |
| Prepaid expenses | <u>67,101</u> |

Total assets 33,740,755

LIABILITIES

| | |
|--------------------|----------------|
| Accounts payable | 835 |
| Due to other funds | <u>130,081</u> |
| Total liabilities | <u>130,916</u> |

NET POSITION HELD IN TRUST FOR
PENSION BENEFITS

\$ 33,609,839

See accompanying notes to financial statements.

VILLAGE OF ROMEOVILLE, ILLINOIS

STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
PENSION TRUST FUNDS

For the Year Ended April 30, 2013

ADDITIONS

| | |
|---------------------|------------------|
| Contributions | |
| Employer | \$ 1,679,988 |
| Employee | <u>674,669</u> |
| Total contributions | <u>2,354,657</u> |

Investment income

| | |
|--------------------------------|------------------|
| Net appreciation in fair value | |
| of investments | 1,890,955 |
| Interest | <u>765,835</u> |
| Total investment income | <u>2,656,790</u> |

Total additions

5,011,447

DEDUCTIONS

| | |
|------------------------------|------------------|
| Administration | 38,115 |
| Pension benefits and refunds | <u>1,391,982</u> |
| Total deductions | <u>1,430,097</u> |

NET INCREASE

3,581,350

NET POSITION HELD IN TRUST FOR
PENSION BENEFITS

| | |
|----------|----------------------|
| May 1 | <u>30,028,489</u> |
| April 30 | <u>\$ 33,609,839</u> |

See accompanying notes to financial statements.

VILLAGE OF ROMEOVILLE, ILLINOIS

NOTES TO FINANCIAL STATEMENTS

April 30, 2013

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Village of Romeoville, Illinois (the Village), is located in Will County, Illinois and was first incorporated in 1895 under the provisions of the constitution and general statutes of the State of Illinois. The Village operates under a Board administrator form of government. The Village Board consists of seven elected members that exercise all powers of the Village but are accountable to their constituents for all their actions. The Village provides the following services as authorized by its charter: public safety (police, fire, civil defense, and emergency medical), highways and streets, culture-recreation, public improvements, planning and zoning, and general administrative services.

The financial statements of the Village have been prepared in conformity with accounting principles generally accepted in the United States of America, as applied to government units (hereinafter referred to as generally accepted accounting principles (GAAP)). The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the Village's accounting policies are described below.

a. Reporting Entity

The Village is a municipal corporation governed by an elected board. As required by generally accepted accounting principles, these financial statements present the Village (the primary government) and its component units. In evaluating how to define the reporting entity, management has considered all potential component units. The decision to include a potential component unit in the reporting entity was made based upon the significance of its operational or financial relationship with the primary government.

Joint Venture

Northern Will County Joint Action Water Agency - The Village entered into an intergovernmental agreement with the Villages of Bolingbrook, Homer Glen, Woodridge and Lemont on December 13, 2011 to form the Northern Will County Joint Action Water Agency (JAWA). JAWA is a municipal corporation empowered to provide adequate supplies of water on an economic and efficient basis for member municipalities, public water districts and other incorporated and unincorporated areas within such counties. Management consists of a Board of Directors comprised of one appointed representative from each member. The Village does not exercise any control over the activities of JAWA beyond its representation on the Board of Directors. The Village has approximately three member water connections, which represents 0.01% of total member water connections.

VILLAGE OF ROMEOVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

a. Reporting Entity (Continued)

The Village's financial statements include two pension trust funds:

Police Pension Employees Retirement System

The Village's police employees participate in the Police Pension Employees Retirement System (PPERS). PPERS functions for the benefit of these employees and is governed by a five-member pension board. Two members appointed by the Village's President, one pension beneficiary elected by the membership and two police employees elected by the membership constitute the pension board. The Village and PPERS participants are obligated to fund all PPERS costs based upon actuarial valuations. The State of Illinois is authorized to establish benefit levels and the Village is authorized to approve the actuarial assumptions used in the determination of contribution levels. Although it possesses many of the characteristics of a legally separate government, PPERS is reported as if it were part of the primary government because its sole purpose is to finance and administer the pensions of the Village's police employees and because of the fiduciary nature of such activities. PPERS is reported as a pension trust fund.

Firefighters' Pension Employee Retirement System

The Village's sworn firefighters participate in the Firefighters' Pension System (FPERS). The FPERS functions for the benefit of those employees and is governed by a five-member pension board. Two members appointed by the Village's President, one elected pension beneficiary and two elected fire employees constitute the pension board. The Village and FPERS participants are obligated to fund all FPERS costs based upon actuarial valuations. The State of Illinois is authorized to establish benefit levels and the Village is authorized to approve the actuarial assumptions used in the determination of contribution levels. The FPERS is reported as a pension trust fund because of the Village's fiduciary responsibility.

b. Fund Accounting

The Village uses funds to report on its financial position and the changes in its financial position. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain government functions or activities.

A fund is a separate accounting entity with a self-balancing set of accounts. Funds are classified into the following categories: governmental, proprietary, and fiduciary.

VILLAGE OF ROMEOVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

b. Fund Accounting (Continued)

Governmental funds are used to account for substantially all of the Village's general activities, including the collection and disbursement of restricted or committed monies (special revenue funds), the funds restricted, committed or assigned for the acquisition or construction of capital assets (capital projects funds), and the funds restricted, committed or assigned for the servicing of long-term debt (debt service funds). The general fund is used to account for all activities of the general government not accounted for in some other fund.

Proprietary funds are used to account for activities similar to those found in the private sector, where the determination of net income is necessary or useful to sound financial administration. Goods or services from such activities can be provided either to outside parties (enterprise funds) or to other departments or agencies primarily within the Village (internal service funds).

Fiduciary funds are used to account for assets held on behalf of outside parties, including other governments, or on behalf of other funds within the Village. The Village utilizes pension trust funds which are generally used to account for assets that the Village holds in a fiduciary capacity.

c. Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statements of net position and the statement of activities) report information on all of the nonfiduciary activities of the Village. The effect of material interfund activity has been eliminated from these financial statements, except for interfund services. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

The statement of activities demonstrates the degree to which the direct expenses of a given function, segment, or program are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include (1) charges to customers or applicants who purchase, use, or directly 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. Taxes and other items not properly included among program revenues are reported instead as general revenues.

VILLAGE OF ROMEovILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

c. Government-Wide and Fund Financial Statements (Continued)

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

The Village reports the following major governmental funds:

The General Fund is the Village's primary operating fund. It accounts for all financial resources of the general government, except those accounted for in another fund. The services which are administered by the Village and accounted for in the General Fund include general government, public works, culture and recreation, and public safety.

The Recreation Fund accounts for the resources that are legally restricted for recreation purposes.

The Facility Construction Fund accounts for the cost construction of new facilities in the Village including the new Village Hall.

The Village reports the following major proprietary fund:

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

The Village reports the following fiduciary funds:

The Village reports pension trust funds as fiduciary funds to account for the Police Pension Fund and the Firefighters' Pension Fund.

VILLAGE OF ROMEOVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

d. Measurement Focus, Basis of Accounting, and Basis of Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements (agency funds have no measurement focus). Revenues and additions are recorded when earned and expenses and deductions are recorded when a liability is incurred. Property taxes are recognized as revenues in the year for which they are levied (i.e., intended to finance). Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. Operating revenues and expenses are directly attributable to the operation of the proprietary funds. Nonoperating revenue/expenses are incidental to the operations of these funds.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they become both measurable and available). "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period.

The Village considers revenues to be available if they are collected within 60 days of the end of the current fiscal period, except for sales taxes and telecommunication taxes which use a 90-day period and income taxes which uses a 120-day period. The Village recognizes property taxes when they become both measurable and available in the year intended to finance. Expenditures are recorded when the related fund liability is incurred. Principal and interest on general long-term debt are recorded as expenditures when due.

Sales taxes owed to the state at year end, franchise taxes, licenses, charges for services, and interest associated with the current fiscal period are all considered to be susceptible to accrual and are recognized as revenues of the current fiscal period. Income and motor fuel taxes and fines collected and held by the state or county at year end on behalf of the Village also are recognized as revenue. Fines and permits revenues are not susceptible to accrual because generally they are not measurable until received in cash.

In applying the susceptible to accrual concept to intergovernmental revenues (i.e., federal and state grants), the legal and contractual requirements of the numerous individual programs are used as guidelines. Monies that are virtually unrestricted as to purpose of expenditure, which are usually revocable only for failure to comply with prescribed compliance requirements, are reflected as revenues at the time of receipt or earlier if the susceptible to accrual criteria are met.

VILLAGE OF ROMEOVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

d. Measurement Focus, Basis of Accounting, and Basis of Presentation
(Continued)

The Village reports unearned/unavailable revenue on its financial statements. Unearned/unavailable revenues arise when a potential revenue does not meet both the measurable and available or earned criteria for recognition in the current period. Unearned/unavailable revenues also arise when resources are received by the government before it has a legal claim to them as when grant monies are received prior to the incurrence of qualifying expenditures. In subsequent periods, when both the revenue recognition criteria are met, or when the government has a legal claim to the resources, the liability or deferred inflow of resources for unearned/unavailable revenue is removed from the financial statements and revenue is recognized.

e. Cash and Investments

Cash and Cash Equivalents

For purposes of the statement of cash flows, the Village's proprietary funds consider their equity in pooled cash and all highly liquid investments with an original maturity of three months or less when purchased to be cash equivalents.

Investments

Investments with a maturity of one year or less when purchased are stated at cost or amortized cost. Investments with a maturity greater than one year and all pension fund investments are stated at fair value in accordance with GASB Statement No 31.

f. Interfund Receivables/Payables

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the noncurrent portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds."

g. Inventories

Inventories are valued at cost, which approximates market, using the first-in/first-out (FIFO) method. The costs of governmental fund inventories are recorded as expenditures when purchased.

VILLAGE OF ROMEOVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

h. Prepaid Items/Expenses

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

i. Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, storm water), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements.

Capital assets are defined by the Village as assets with an initial, individual cost of more than \$25,000 for machinery and equipment, \$100,000 for property or building improvements and \$150,000 for infrastructure and an estimated useful life in excess of one-year. Easements are defined by the Village as assets with an initial, individual cost of more than \$100,000. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

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

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed. Property, plant, and equipment is depreciated using the straight-line method over the following estimated useful lives:

| Assets | Years |
|----------------------------|-------|
| Buildings and improvements | 40 |
| Machinery and equipment | 5-20 |
| Furniture and fixtures | 5-20 |
| Vehicles | 5-10 |
| Infrastructure | 15-50 |
| Other equipment | 5-20 |

VILLAGE OF ROMEOVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

j. Compensated Absences

Vested or accumulated vacation and vested sick leave is reported as an expenditure and a fund liability of the governmental (General) fund that will pay it once retirement or separation has occurred. Vested or accumulated vacation of proprietary funds and governmental activities are recorded as an expense and liability of those funds as the benefits accrue to employees.

k. Long-Term Obligations

In the government-wide financial statements and proprietary funds 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 financial statements. Bond premiums and discounts and gains/losses on refundings are deferred and amortized over the life of the bonds. Bonds payable are reported net of the applicable bond premium or discount and gains/losses on refundings.

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

l. Fund Balances/Net Position

In the fund financial statements, governmental funds report nonspendable fund balance for amounts that are either not in spendable form or legally or contractually required to be maintained intact. Restrictions of fund balance are reported for amounts constrained by legal restrictions from outside parties for use for a specific purpose, or externally imposed by outside entities or from enabling legislation adopted by the Village. Committed fund balance is constrained by formal actions of the Village Board, which is considered the Village's highest level of decision making authority. Formal actions include resolutions and ordinances approved by the Village. Assigned fund balance represents amounts constrained by the Village's intent to use them for a specific purpose. The authority to assign fund balance has been delegated to the Village's Director of Finance consistent with the intentions of the Village Board. Any residual fund balance in the General Fund, including fund balance targets and any deficit fund balance of any other governmental fund is reported as unassigned.

VILLAGE OF ROMEOVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

1. Fund Balances/Net Position (Continued)

The Village's flow of funds assumption prescribes that the funds with the highest level of constraint are expended first. If restricted or unrestricted funds are available for spending, the restricted funds are spent first. Additionally, if different levels of unrestricted funds are available for spending the Village considers committed funds to be expended first followed by assigned funds and then unassigned funds.

In the government-wide financial statements, restricted net position is legally restricted by outside parties for a specific purpose. Net investment in capital assets represents the book value of capital assets less any long-term debt issued to acquire or construct the capital assets

m. Deferred outflows/inflows of resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net assets that applies to future period(s). In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net assets that applies to future period(s) and so it will not be recognized as an inflow of resources (revenue) until that time. These amounts are deferred and recognized as an inflow of resources in the period these amounts become available.

n. Interfund Transactions

Interfund services are accounted for as revenues, expenditures, or expenses. Transactions that constitute reimbursements to a fund for expenditures/expenses initially made from it that are properly applicable to another fund are recorded as expenditures/expenses in the reimbursing fund and as reductions of expenditures/expenses in the fund that is reimbursed.

All other interfund transactions, except interfund services and reimbursements, are reported as transfers.

o. Accounting Estimates

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

VILLAGE OF ROMEOVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

2. 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'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.

a. Village Deposits and Investments

The Village's investment policy authorizes the Village to invest in all investments allowed by Illinois Compiled Statutes (ILCS). These include deposits/investments in insured commercial banks, savings and loan institutions, obligations of the U.S. Treasury and U.S. agencies, insured credit union shares, money market mutual funds with portfolios of securities issued or guaranteed by the United States Government or agreements to repurchase these same obligations, repurchase agreements, short-term commercial paper rated within the three highest classifications by at least two standard rating services, Illinois Funds (created by the Illinois State Legislature under the control of the State Treasurer that maintains a \$1 per share value which is equal to the participants fair value), and Illinois Metropolitan Investment Fund (IMET), a not-for-profit investment trust formed pursuant to the Illinois Municipal Code and managed by a Board of Trustees elected from the participating members. IMET is not registered with the SEC as an investment company. Investments in IMET are valued at IMET's share price, the price for which the investment could be sold. The Village's investment policy does limit its deposits to financial institutions that are members of the FDIC system and are capable of posting collateral for amounts in excess of FDIC insurance.

It is the policy of the Village to invest its funds in a manner which will provide the highest investment return with the maximum security while meeting the daily cash flow demands of the Village and conforming to all state and local statutes governing the investment of public funds, using the "prudent person" standard for managing the overall portfolio. The primary objectives of the policy are, in order of priority, safety of principal, liquidity, and yield.

Deposits with Financial Institutions

Custodial credit risk for deposits with financial institutions is the risk that in the event of bank failure, the Village's deposits may not be returned to it. The Village's investment policy does not specifically address custodial credit risk.

VILLAGE OF ROMEOVILLE, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

2. DEPOSITS AND INVESTMENTS (Continued)

a. Village Deposits and Investments (Continued)

Investments

The following table presents the investments and maturities of the Village's debt securities as of April 30, 2013:

| Investment Type | Fair Value | Investment Maturities in Years | | | |
|--------------------------|----------------------|--------------------------------|----------------------|---------------------|---------------------|
| | | Less than 1 | 1-5 | 6-10 | Greater than 10 |
| Certificate of deposit - | | | | | |
| negotiable | \$ 2,168,605 | \$ 1,499,815 | \$ 668,790 | \$ - | \$ - |
| U.S. Treasury notes | 1,405,292 | 352,335 | 692,489 | 360,468 | - |
| U.S. agencies - FHLB | 695,541 | - | 695,541 | - | - |
| U.S. agencies - FHLMC | 520,414 | - | 275,679 | - | 244,735 |
| U.S. agencies - FNMA | 5,758,992 | 250,835 | 2,592,182 | 1,539,348 | 1,376,627 |
| IMET | 9,816,134 | - | 9,816,134 | - | - |
| TOTAL | \$ 20,364,978 | \$ 2,102,985 | \$ 14,740,815 | \$ 1,899,816 | \$ 1,621,362 |

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. In accordance with its investment policy, the Village limits its exposure to interest rate risk by structuring the portfolio to provide liquidity for cash requirements for ongoing operations in shorter-term securities, money market funds, or similar investment pools. To the extent possible, the Village shall attempt to match its investments with anticipated cash flow requirements. Unless matched to a specific cash flow, the Village will not directly invest in securities maturing more than five years from the date of purchase in accordance with state and local statutes and ordinances.

Credit risk is the risk that the issuer of a debt security will not pay its par value upon maturity. The Village limits its exposure to credit risk limiting investments to the safest types of securities; prequalifying the financial institutions, intermediaries and advisors with which the Village will conduct business; and diversifying the investment portfolio so that potential losses on individual investments will be minimized. IMET and Illinois Funds are rated AAA. U.S. agency obligations are rated AA+ to AAA.

VILLAGE OF ROMEOVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

2. DEPOSITS AND INVESTMENTS (Continued)

a. Village Deposits and Investments (Continued)

Investments (Continued)

Custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to the investment, the Village will not be able to recover the value of its investments that are in possession of an outside party. To limit its exposure, the Village's investment policy requires all security transactions that are exposed to custodial credit risk to be processed on a delivery versus payment (DVP) basis with the underlying investments held by an independent third party custodian and evidenced by safekeeping receipts and a written custodial agreement. Illinois Funds and IMET are not subject to custodial credit risk.

Concentration of credit risk is the risk that the Village has a high percentage of its investments invested in one type of investment. The Village limits its exposure by limiting investments to avoid over-concentration in securities from a specific issuer or business sector (excluding U.S. Treasury securities); limiting investment in securities that have higher credit risks; investing in securities with varying maturities; and continuously investing a portion of the portfolio in readily available funds such as local government investment pools (LGIPS) or money market funds to ensure that proper liquidity is maintained in order to meet ongoing obligations.

b. Police Pension Fund Deposits and Investments

The Police Pension Fund's investment policy authorizes the Police Pension Fund to invest in all investments allowed by ILCS. These include deposits/investments in insured commercial banks, savings and loan institutions, interest-bearing obligations of the U.S. Treasury and U.S. agencies, interest-bearing bonds of the State of Illinois or any county, township or municipal corporation of the State of Illinois, direct obligations of the State of Israel, money market mutual funds whose investments consist of obligations of the U.S. Treasury or U.S. agencies, separate accounts managed by life insurance companies, mutual funds, Illinois Funds (created by the Illinois State Legislature under the control of the State Treasurer that maintains a \$1 per share value which is equal to the participants fair value), and IMET, a not-for-profit investment trust formed pursuant to the Illinois Municipal Code and managed by a Board of Trustees elected from the participating members. IMET is not registered with the SEC as an investment company. Investments in IMET are valued at IMET's share price, the price for which the investment could be sold.

It is the policy of the Police Pension Fund to invest its funds with care, skill, prudence, and diligence, using the "prudent person" standard for managing the overall portfolio.

VILLAGE OF ROMEOVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

2. DEPOSITS AND INVESTMENTS (Continued)

b. Police Pension Fund Deposits and Investments (Continued)

Deposits with Financial Institutions

Custodial credit risk for deposits with financial institutions is the risk that in the event of bank failure, the Police Pension Fund's deposits may not be returned to it. The Police Pension Fund's investment policy does not specifically address custodial credit risk.

Investments

The following table presents the investments and maturities of the Police Pension Fund's debt securities as of April 30, 2013:

| Investment Type | Fair Value | Investment Maturities in Years | | | |
|-----------------------|----------------------|--------------------------------|-------------|-------------|----------------------|
| | | Less than 1 | 1-5 | 6-10 | Greater than 10 |
| U.S. agencies - FNMA | \$ 3,078,483 | \$ - | \$ - | \$ - | \$ 3,078,483 |
| U.S. agencies - FHLMC | 306,799 | - | - | - | 306,799 |
| U.S. agencies - GNMA | 7,027,016 | - | - | - | 7,027,016 |
| TOTAL | \$ 10,412,298 | \$ - | \$ - | \$ - | \$ 10,412,298 |

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The Police Pension Fund's investment policy does not specifically address interest rate risk. The Police Pension Fund limits its exposure to interest rate risk by structuring the portfolio to provide liquidity for all reasonably anticipated operating requirements while providing a reasonable rate of return based on the current market.

Credit risk is the risk that the issuer of a debt security will not pay its par value upon maturity. The Police Pension Fund limits its exposure to credit risk by primarily investing in securities issued by the United States Government and/or its agencies that are implicitly guaranteed by the United States Government. The Police Pension Fund's investment policy does not specifically address credit risk.

Custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to the investment, the Police Pension Fund will not be able to recover the value of its investments that are in possession of an outside party. The Police Pension Fund investment policy does not specifically address custodial credit risk.

VILLAGE OF ROMEovILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

2. DEPOSITS AND INVESTMENTS (Continued)

b. Police Pension Fund Deposits and Investments (Continued)

Investments (Continued)

Concentration of credit risk is the risk that the Police Pension Fund has a high percentage of its investments invested in one type of investment. The Police Pension Fund's investment policy does not specifically address concentration of credit risk.

c. Firefighters' Pension Fund Deposits and Investments

The Firefighters' Pension Fund's investment policy authorizes the Firefighters' Pension Fund to invest in all investments allowed by ILCS. These include deposits/investments in insured commercial banks, savings and loan institutions, obligations of the U.S. Treasury and U.S. agencies, insured credit union shares, money market mutual funds with portfolios of securities issued or guaranteed by the United States Government or agreements to repurchase these same obligations, repurchase agreements, short-term commercial paper rated within the three highest classifications by at least two standard rating services, separate accounts that are managed by life insurance companies, mutual funds, Illinois Funds (created by the Illinois State Legislature under the control of the State Treasurer that maintains a \$1 per share value which is equal to the participants fair value), and IMET, a not-for-profit investment trust formed pursuant to the Illinois Municipal Code and managed by a Board of Trustees elected from the participating members. IMET is not registered with the SEC as an investment company. Investments in IMET are valued at IMET's share price, the price for which the investment could be sold.

It is the policy of the Firefighters' Pension Fund to invest its funds in a manner which will provide the highest investment return with the maximum security while meeting the daily cash flow demands of the Firefighters' Pension Fund and conforming to all state and local statutes governing the investment of public funds, using the "prudent person" standard for managing the overall portfolio. The primary objectives of the policy are, in order of priority, safety of principal, liquidity, and return on investment.

Deposits with Financial Institutions

Custodial credit risk for deposits with financial institutions is the risk that in the event of bank failure, the Firefighters' Pension Fund's deposits may not be returned to it. The Firefighters' Pension Fund's investment policy requires pledging of collateral for all bank balances in excess of federal depository insurance.

VILLAGE OF ROMEOVILLE, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

2. DEPOSITS AND INVESTMENTS (Continued)

c. Firefighters' Pension Fund Deposits and Investments (Continued)

Investments

The following table presents the investments and maturities of the Firefighters' Pension Fund's debt securities as of April 30, 2013:

| Investment Type | Fair Value | Investment Maturities in Years | | | |
|-----------------------|---------------------|--------------------------------|---------------------|---------------------|--------------------|
| | | Less than 1 | 1-5 | 6-10 | Greater than 10 |
| U.S. Treasury notes | \$ 710,229 | \$ - | \$ 311,513 | \$ 398,716 | \$ - |
| Municipal bonds | 505,014 | 40,462 | 61,312 | 403,240 | - |
| U.S. agencies - FFCB | 746,648 | - | 177,475 | 569,173 | - |
| U.S. agencies - FHLB | 1,332,245 | 15,630 | 534,013 | 782,602 | - |
| U.S. agencies - FHLMC | 399,447 | 25,984 | 151,433 | 222,030 | - |
| U.S. agencies - FNMA | 24,184 | 24,184 | - | - | - |
| U.S. agencies - GNMA | 3,660 | - | - | 3,252 | 408 |
| TOTAL | \$ 3,721,427 | \$ 106,260 | \$ 1,235,746 | \$ 2,379,013 | \$ 408 |

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The Firefighters' Pension Fund limits its exposure to interest rate risk by structuring the portfolio to provide liquidity for all reasonably anticipated operating requirements while providing a reasonable rate of return based on the current market. The Firefighters' Pension Fund investment policy requires that the average maturity and duration of the portfolio be maintained at approximately five years and range from two to seven years.

Credit risk is the risk that the issuer of a debt security will not pay its par value upon maturity. The Firefighters' Pension Fund limits its exposure to credit risk by primarily investing in securities issued by the United States Government and/or its agencies that are implicitly guaranteed by the United States Government. The Firefighters' Pension Fund investment policy does not specially address credit risk.

Custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to the investment, the Firefighters' Pension Fund will not be able to recover the value of its investments that are in possession of an outside party. The Firefighters' Pension Fund limits its exposure to custodial risk by utilizing an independent, third party institution, to act as custodian for its securities.

VILLAGE OF ROMEOVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

2. DEPOSITS AND INVESTMENTS (Continued)

c. Firefighters' Pension Fund Deposits and Investments (Continued)

Investments (Continued)

Concentration of credit risk is the risk that the Firefighters' Pension Fund has a high percentage of its investments invested in one type of investment. The Firefighters' Pension Fund's investment policy does not restrict the amount of investments in any one issuer. The investment policy requires diversification of investment to avoid unreasonable risk as follows:

- U.S. Treasury Bills/Notes/Bonds - a range from 0% to 100%
- U.S. Government Agency Securities (non MBS) - a range from 0% to 70%
- U.S. Government Agency Securities (callable) - a range from 0% to 30%
- U.S. Government Agency Securities (MBS) - a range from 0% to 10%
- Taxable Municipal Securities - a range from 0% to 20%
- Certificate of Deposit - a range from 0% to 20%
- Investment Grade Corporate Bonds - a range from 0% to 30%

The investment policy limits the amount of equity investments to the amount of total assets invested. Equity investments shall not exceed 45% of the total market value. The Firefighters' Pension Fund's investment policy requires diversification of equity investments as follows

- U.S. Large Company Stock - a range from 40% to 100%
- U.S. Small Company Stock - a range from 0% to 40%
- International Stocks - a range from 0% to 20%

3. RECEIVABLES

a. Property Taxes

Property taxes for 2012 attach as an enforceable lien on January 1, 2012, 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 the County and issued on about May 1, 2013, and are payable in two installments, on or about June 1, 2013 and September 1, 2013. Tax Increment Financing (TIF) property tax receipts are received in two installments similar to levied taxes described above. TIF property taxes are not levied, but are paid by the County from incremental property tax receipts of all taxing bodies within a TIF District. The County collects such taxes and remits them periodically. As the 2012 tax levy is intended to fund expenditures for the 2013-2014 fiscal year, these taxes are deferred as of April 30, 2013.

VILLAGE OF ROMEOVILLE, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

3. RECEIVABLES (Continued)

a. Property Taxes (Continued)

The 2013 tax levy, which attached as an enforceable lien on property as of January 1, 2013, has not been recorded as a receivable as of April 30, 2013 as the tax has not yet been levied by the Village and will not be levied until December 2013 and, therefore, the levy is not measurable at April 30, 2013.

b. Other Receivables

Other receivables are comprised of the following at April 30, 2013:

| Description | General | Recreation | Local Tax | Gas | Total |
|--------------------------|-------------------|------------------|------------------|-------------------|-----------|
| Replacement taxes | \$ 29,775 | \$ - | \$ - | \$ - | \$ 29,775 |
| Water utility | 21,663 | - | - | - | 21,663 |
| Franchise fees | 114,561 | - | - | - | 114,561 |
| Utility taxes | 452,002 | - | - | - | 452,002 |
| Real estate transfer tax | - | - | - | - | - |
| Home rule gas tax | 58,159 | - | 58,159 | - | 116,318 |
| Food and beverage tax | 67,115 | - | - | - | 67,115 |
| NSF checks | - | - | - | - | - |
| Hotel/Motel tax | - | 43,182 | - | - | 43,182 |
| | <u>\$ 743,275</u> | <u>\$ 43,182</u> | <u>\$ 58,159</u> | <u>\$ 844,616</u> | |

4. CAPITAL ASSETS

Capital asset activity for the year ended April 30, 2013 was as follows:

| | Balances May 1 | Increases | Decreases | Balances April 30 |
|---|--------------------|-------------------|------------------|----------------------|
| GOVERNMENTAL ACTIVITIES | | | | |
| Capital assets not being depreciated | | | | |
| Land | \$ 179,966,676 | \$ 1,666,804 | \$ - | \$ 181,633,480 |
| Construction in progress | 11,078,907 | 2,238,262 | 9,740,670 | 3,576,499 |
| Total capital assets not being Depreciated | <u>191,045,583</u> | <u>3,905,066</u> | <u>9,740,670</u> | <u>185,209,979</u> |
| Capital assets being depreciated | | | | |
| Buildings and improvements | 63,886,716 | 2,592,345 | 109,400 | 66,369,661 |
| Machinery and equipment | 4,548,716 | 43,124 | - | 4,591,840 |
| Furniture and fixtures | 1,808,387 | - | - | 1,808,387 |
| Vehicles | 7,434,040 | 1,304,364 | 229,317 | 8,509,087 |
| Infrastructure | 161,869,484 | 11,623,989 | - | 173,493,473 |
| Total capital assets being depreciated | <u>239,547,343</u> | <u>15,563,822</u> | <u>338,717</u> | <u>254,772,448</u> |

VILLAGE OF ROMEOVILLE, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

4. CAPITAL ASSETS (Continued)

| | Balances May 1 | Increases | Decreases | Balances April 30 |
|--|--------------------|------------------|----------------|----------------------|
| GOVERNMENTAL ACTIVITIES (Continued) | | | | |
| Less accumulated depreciation for | | | | |
| Buildings and improvements | \$ 12,974,467 | \$ 1,831,101 | \$ 109,400 | \$ 14,696,168 |
| Machinery and equipment | 1,806,774 | 277,447 | - | 2,084,221 |
| Furniture and fixtures | 1,291,964 | 121,822 | - | 1,413,786 |
| Vehicles | 6,338,479 | 501,779 | 229,317 | 6,610,941 |
| Infrastructure | 71,775,324 | 5,540,358 | - | 77,315,682 |
| Total accumulated depreciation | <u>94,187,008</u> | <u>8,272,507</u> | <u>338,717</u> | <u>102,120,798</u> |
| Total capital assets being depreciated, Net | <u>145,360,335</u> | <u>7,291,315</u> | <u>-</u> | <u>152,651,650</u> |

| | | | | |
|--|----------------|---------------|--------------|----------------|
| GOVERNMENTAL ACTIVITIES CAPITAL ASSETS, NET | \$ 336,405,918 | \$ 11,196,381 | \$ 9,740,670 | \$ 337,861,629 |
|--|----------------|---------------|--------------|----------------|

Depreciation expense was charged to functions/programs of the governmental activities as follows:

| | | | | |
|--|--|--|--|---------------------|
| GOVERNMENTAL ACTIVITIES | | | | |
| General government | | | | \$ 1,215,214 |
| Public safety | | | | 1,241,738 |
| Public works | | | | 5,626,974 |
| Culture and recreation | | | | <u>188,581</u> |
| TOTAL DEPRECIATION EXPENSE - GOVERNMENTAL ACTIVITIES | | | | <u>\$ 8,272,507</u> |

| | Balances May 1 | Increases | Decreases | Balances April 30 |
|---|--------------------|------------------|------------------|----------------------|
| BUSINESS-TYPE ACTIVITIES | | | | |
| Capital assets not being depreciated | | | | |
| Land | \$ 20,728 | \$ - | \$ - | \$ 20,728 |
| Construction in progress | 1,870,652 | 1,093,952 | 1,975,594 | 989,010 |
| Total capital assets not being Depreciated | <u>1,891,381</u> | <u>1,093,952</u> | <u>1,975,594</u> | <u>1,009,738</u> |
| Capital assets being depreciated | | | | |
| Buildings and improvements | 3,549,219 | 168,927 | - | 3,718,146 |
| Machinery and equipment | 6,130,337 | 98,334 | 45,700 | 6,182,971 |
| Vehicles | 2,448,278 | 327,228 | - | 2,775,506 |
| Infrastructure | 158,861,626 | 3,295,244 | - | 162,156,870 |
| Other Equipment | 910,541 | - | - | 910,541 |
| Total capital assets being depreciated | <u>171,900,001</u> | <u>3,889,733</u> | <u>45,700</u> | <u>175,744,034</u> |

VILLAGE OF ROMEOVILLE, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

4. CAPITAL ASSETS (Continued)

| | Balances May 1 | Increases | Decreases | Balances April 30 |
|---|-----------------------|-------------------|---------------------|-----------------------|
| BUSINESS-TYPE ACTIVITIES | | | | |
| (Continued) | | | | |
| Less accumulated depreciation for | | | | |
| Buildings and improvements | \$ 638,077 | \$ 144,879 | \$ - | \$ 782,956 |
| Machinery and equipment | 5,888,013 | 67,581 | 45,700 | 5,909,894 |
| Vehicles | 1,734,692 | 271,396 | - | 2,006,088 |
| Infrastructure | 43,582,736 | 3,765,846 | - | 47,348,582 |
| Other equipment | 721,695 | 40,525 | - | 762,220 |
| Total accumulated depreciation | <u>52,565,213</u> | <u>4,290,227</u> | <u>45,700</u> | <u>56,809,740</u> |
| Total capital assets being depreciated, | | | | |
| Net | <u>119,334,788</u> | <u>(400,494)</u> | <u>-</u> | <u>118,934,294</u> |
| BUSINESS-TYPE ACTIVITIES | | | | |
| CAPITAL ASSETS, NET | | | | |
| | <u>\$ 121,226,168</u> | <u>\$ 693,458</u> | <u>\$ 1,975,594</u> | <u>\$ 119,944,032</u> |

5. 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; injuries to employees; employee health; and natural disasters.

The Village is a member of the Southwest Agency for Risk Management (SWARM) which is a public entity risk pool with eight member groups (villages and cities). The Village pays annual premiums to SWARM for its workers' compensation, general liability, and property coverages.

The cooperative agreement provides that SWARM will be self-sustaining through member premiums and will reinsurance through commercial companies for claims in excess of \$600,000 per occurrence for workers' compensation and \$50,000 for occurrences for general liability and \$50,000 for occurrences for property.

One representative from each member serves on the SWARM board and each board member has one vote on the board. None of its members have any direct equity interest in SWARM.

The Village purchases commercial insurance to cover its employees for health and accident claims.

The Village has not had significant reductions in insurance coverage from the previous fiscal year nor did settlements exceed insurance coverage in any of the last three years.

VILLAGE OF ROMEOVILLE, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

6. LONG-TERM DEBT

a. General Obligation Bonds

The Village issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. General obligation bonds have been issued for both general government and proprietary activities. These bonds, therefore, are reported in the proprietary funds if they are expected to be repaid from proprietary revenues. In addition, general obligation bonds have been issued to refund both general obligation bonds and revenue bonds.

General obligation bonds are direct obligations and pledge the full faith and credit of the Village.

b. Governmental Activities

The following is a summary of long-term obligation activity for the Village associated with governmental activities for the year ended April 30, 2013:

| | Balances May 1 | Additions | Reductions | Balances April 30 | Due Within One Year |
|---|----------------------|---------------------|---------------------|----------------------|---------------------------|
| General obligation bonds | \$ 46,016,648 | \$ 2,750,000 | \$ 5,641,644 | \$ 43,125,004 | \$ 3,104,456 |
| General obligation capital appreciation bonds | 43,962,717 | 2,460,067 | - | 46,422,784 | - |
| Unamortized bond premiums | 401,445 | 89,846 | 48,262 | 443,029 | - |
| Capital leases | 440,279 | 818,206 | 155,909 | 1,102,576 | 218,798 |
| Compensated absences* | 3,088,793 | 1,277,060 | 1,096,640 | 3,269,213 | 990,732 |
| Net pension obligation* | 1,638,612 | 44,772 | - | 1,683,384 | - |
| TOTAL | \$ 95,548,494 | \$ 7,439,951 | \$ 6,942,455 | \$ 96,045,990 | \$ 4,313,986 |

*The General Fund resources are used to liquidate this liability.

c. Business-Type Activities

The following is a summary of long-term obligation activity for the Village with business-type activities for the year ended April 30, 2013:

| | Balances May 1 | Additions | Reductions | Balances April 30 | Due Within One Year |
|---------------------------|----------------------|-------------------|---------------------|----------------------|---------------------------|
| General obligation bonds | \$ 13,563,352 | \$ - | \$ 1,858,356 | \$ 11,704,996 | \$ 1,950,544 |
| Note payable | 22,320,169 | - | 1,150,290 | 21,169,879 | 1,179,227 |
| Unamortized bond premiums | 202,518 | - | 31,198 | 171,320 | - |
| Compensated absences | 288,686 | 200,687 | 150,322 | 339,051 | 187,681 |
| TOTAL | \$ 36,374,725 | \$ 200,687 | \$ 3,190,166 | \$ 33,385,246 | \$ 3,317,452 |

VILLAGE OF ROMEOVILLE, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

6. LONG-TERM DEBT (Continued)

d. Changes in Long-Term Liabilities

| | Fund Debt Retired by | Balances May 1 | Additions | Refundings/ Reductions | Balances April 30 | Due Within One Year |
|--|--|-------------------|-----------|---------------------------|----------------------|---------------------------|
| General Obligation Bonds | | | | | | |
| General Obligation Bonds, Series 2002A, dated September 15, 2002, provide for the serial retirement of bonds on December 30, 2010 - December 30, 2017 in amounts between \$160,000 and \$210,000. Interest is due on June 30 and December 30 of each year at rates varying from 4.1% to 5.0%. | | | | | | |
| | Debt Service | \$ 1,135,000 | \$ - | \$ 1,135,000 | \$ - | \$ - |
| General Obligation Bonds, Series 2002B, dated September 15, 2002, provide for the serial retirement of bonds on December 30, 2010 and December 30, 2015 - December 30, 2017 in amounts between \$170,000 and \$660,000. Interest is due on June 30 and December 30 of each year varying from 3.6% to 4.3%. | | | | | | |
| | Debt Service | 1,785,000 | - | 1,785,000 | - | - |
| General Obligation Refunding Bonds, Series 2004, dated September 15, 2004 provide for the serial retirement of bonds on December 30, 2010 - December 30, 2024 in amounts between \$425,000 and \$2,235,000. Interest is due on June 30 and December 30 of each year at rates varying from 3.75% to 5.00%. | | | | | | |
| | Debt Service/ Water and Sewer | 16,790,000 | - | 1,810,000 | 14,980,000 | 2,050,000 |
| General Obligation Refunding Bonds, Series 2005, dated September 15, 2005 provide for the serial retirement of bonds on December 15, 2010 - December 15, 2015 in amounts between \$285,000 and \$330,000. Interest is due on June 15 and December 15 of each year at rates varying from 3.25% to 3.60%. | | | | | | |
| | Water and Sewer | 1,275,000 | - | 305,000 | 970,000 | 315,000 |

VILLAGE OF ROMEOVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

6. LONG-TERM DEBT (Continued)

d. Changes in Long-Term Liabilities (Continued)

| | Fund Debt Retired by | Balances May 1 | Additions | Refundings/ Reductions | Balances April 30 | Due Within One Year |
|--|----------------------------|-------------------|-----------|---------------------------|----------------------|---------------------------|
| General Obligation Bonds (Continued) | | | | | | |
| General Obligation Refunding Bonds, Series 2007A, dated November 15, 2007, provide for the serial retirement of bonds on December 30, 2010 - December 30, 2017 in amounts between \$540,000 and \$675,000. Interest is due on June 30 and December 30 of each year at rates varying from 3.75% to 5.25%. | Water and Sewer | \$ 3,710,000 | \$ - | \$ 580,000 | \$ 3,130,000 | \$ 605,000 |
| General Obligation Refunding Bonds, Series 2007B, dated November 15, 2007, provide for the serial retirement of bonds on December 30, 2017 - December 30, 2020 in amounts between \$2,000,000 and \$4,750,000. Interest is due on June 30 and December 30 of each year at rates varying from 4.00% to 4.375%. | Debt Service | 12,900,000 | - | - | 12,900,000 | - |
| General Obligation Bonds, Series 2008A, dated June 30 2008, provide for the serial retirement of bonds on December 20, 2010 - December 30, 2020 in amounts between \$400,000 and \$2,050,000. Interest is due on June 30 and December 30 of each year at rates varying from 3.25% to 4.125%. | Debt Service | 9,650,000 | - | 700,000 | 8,950,000 | 850,000 |
| General Obligation Refunding Bonds, Series 2008C, dated November 3, 2008, provide for the serial retirement of bonds on December 30, 2010 - December 30, 2018 in amounts between \$325,000 and \$1,245,000. Interest is due on June 30 and December 30 each year at rates varying from 3.5% to 4.0%. | Water and Sewer | 4,205,000 | - | 330,000 | 3,875,000 | 350,000 |

VILLAGE OF ROMEOVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

6. LONG-TERM DEBT (Continued)

d. Changes in Long-Term Liabilities (Continued)

| Fund Debt Retired by | Balances May 1 | Additions | Refundings/ Reductions | Balances April 30 | Due Within One Year |
|---|-------------------|-----------|---------------------------|----------------------|---------------------------|
| General Obligation Bonds (Continued) | | | | | |
| General Obligation Bonds, Series 2009, dated May 4, 2009, provide for the serial retirement of bonds on December 30, 2010 - December 30, 2029 in amounts between \$205,000 and \$510,000. Interest is due on June 30 and December 30 of each year at rates varying from 3.00% to 4.375%. | | | | | |
| Debt Service | \$ 6,280,000 | \$ - | \$ 225,000 | \$ 6,055,000 | \$ 235,000 |
| General Obligation Refunding Bonds, Series 2010, dated June 7, 2010, provide for the serial retirement of bonds on December 30, 2010 - December 30, 2014 in amounts between \$65,000 and \$650,000. Interest is due on June 30 and December 30 of each year at rates varying from 2.00% to 2.50%. | | | | | |
| Debt Service | 1,850,000 | - | 630,000 | 1,220,000 | 650,000 |
| General Obligation Refunding Bonds, Series 2012A, dated October 10, 2012, provide for the serial retirement of bonds on December 30, 2012 - December 30, 2017 in amounts between \$170,000 and \$210,000. Interest is due on June 30 and December 30 of each year at rates of 2.00%. | | | | | |
| Debt Service | - | 975,000 | - | 975,000 | - |
| General Obligation Refunding Bonds, Series 2012B, dated October 10, 2012, provide for the serial retirement of bonds on December 30, 2012 - December 30, 2017 in amounts between \$535,000 and \$645,000. Interest is due on June 30 and December 30 of each year at rates of 2.00%. | | | | | |
| Debt Service | - | 1,775,000 | - | 1,775,000 | - |
| Total General Obligation Bonds | 59,580,000 | 2,750,000 | 7,500,000 | 54,830,000 | 5,055,000 |

VILLAGE OF ROMEOVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

6. LONG-TERM DEBT (Continued)

d. Changes in Long-Term Liabilities (Continued)

| | Fund Debt Retired by | Balances May 1 | Additions | Refundings/ Reductions | Balances April 30 | Due Within One Year |
|--|----------------------------|-----------------------|---------------------|---------------------------|-----------------------|---------------------------|
| General Obligation (Capital Appreciation) Bonds | | | | | | |
| General Obligation (Capital Appreciation) Bonds, Series 2008B Bonds, dated June 30, 2008, provide for the serial retirement of bonds on December 30, 2021 - December 30, 2039 in amounts including interest between \$5,500,000 and \$6,500,000. Interest rates vary from 5.12% to 5.85% (includes accrued interest of \$3,091,384). | Debt Service | \$ 43,962,717 | \$ 2,460,067 | \$ - | \$ 46,422,784 | \$ - |
| Capital leases | | 440,279 | 818,206 | 155,909 | 1,102,576 | 218,798 |
| Note Payable, dated August 1, 2008, provides for retirement of principal on December 1 and June 1 of each year in the annual amounts between \$1,642,834 and \$1,701,150, including interest at 2.5% through December 1, 2027. | Water and Sewer | 22,320,169 | | - 1,150,290 | 21,169,879 | 1,179,227 |
| TOTAL | | \$ 126,303,165 | \$ 6,028,273 | \$ 8,806,199 | \$ 123,525,239 | \$ 6,453,025 |

e. Debt Service Requirements to Maturity

Annual debt service requirements to maturity are as follows:

| Fiscal Year | Governmental Activities General Obligation Bonds Principal | Interest |
|-------------|--|--------------|
| 2014 | \$ 3,104,456 | \$ 1,640,092 |
| 2015 | 3,574,309 | 1,586,596 |
| 2016 | 3,430,333 | 1,451,996 |
| 2017 | 4,462,414 | 1,320,820 |
| 2018 | 5,203,492 | 1,157,302 |
| 2019 | 5,875,000 | 983,110 |
| 2020 | 5,665,000 | 763,025 |
| 2021 | 5,975,000 | 522,363 |

VILLAGE OF ROMEOVILLE, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

6. LONG-TERM DEBT (Continued)

e. Debt Service Requirements to Maturity (Continued)

Annual debt service requirements to maturity are as follows:

| Fiscal Year | Governmental Activities | |
|--------------|---------------------------------------|----------------------|
| | General Obligation Bonds Principal | Interest |
| 2022 | \$ 815,000 | \$ 260,538 |
| 2023 | 855,000 | 223,238 |
| 2024 | 895,000 | 184,138 |
| 2025 | 945,000 | 143,188 |
| 2026 | 420,000 | 99,538 |
| 2027 | 440,000 | 82,212 |
| 2028 | 465,000 | 63,513 |
| 2029 | 490,000 | 43,750 |
| 2030 | 510,000 | 22,313 |
| TOTAL | \$ 43,125,004 | \$ 10,547,732 |

| Fiscal Year | Business-type Activities | | | |
|--------------|--------------------------|---------------------|----------------------|---------------------|
| | General Obligation Bonds | | Note Payable | |
| | Principal | Interest | Principal | Interest |
| 2014 | \$ 1,950,544 | \$ 489,860 | \$ 1,179,227 | \$ 521,923 |
| 2015 | 1,995,691 | 409,718 | 1,208,892 | 492,258 |
| 2016 | 2,074,667 | 335,839 | 1,239,303 | 461,846 |
| 2017 | 2,172,586 | 259,072 | 1,270,480 | 430,670 |
| 2018 | 2,266,508 | 165,975 | 1,302,440 | 398,710 |
| 2019 | 1,245,000 | 49,800 | 1,335,205 | 365,945 |
| 2020 | - | - | 1,368,793 | 332,356 |
| 2021 | - | - | 1,403,227 | 297,923 |
| 2022 | - | - | 1,438,527 | 262,623 |
| 2023 | - | - | 1,474,715 | 226,435 |
| 2024 | - | - | 1,511,813 | 189,337 |
| 2025 | - | - | 1,549,845 | 151,305 |
| 2026 | - | - | 1,588,833 | 112,317 |
| 2027 | - | - | 1,628,802 | 72,348 |
| 2028 | - | - | 1,669,777 | 31,373 |
| TOTAL | \$ 11,704,996 | \$ 1,710,264 | \$ 21,169,879 | \$ 4,347,369 |

VILLAGE OF ROMEOVILLE, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

6. LONG-TERM DEBT (Continued)

e. Debt Service Requirements to Maturity (Continued)

| Fiscal Year | General Obligation Capital Appreciation Bonds Payable from Governmental Activities | |
|--------------|--|------------------------|
| | Accretion | Principal Repayment |
| 2014 | \$ 2,597,934 | \$ - |
| 2015 | 2,743,540 | - |
| 2016 | 2,897,318 | - |
| 2017 | 3,059,729 | - |
| 2018 | 3,231,257 | - |
| 2019 | 3,412,414 | - |
| 2020 | 3,603,743 | - |
| 2021 | 3,805,816 | - |
| 2022 | 4,019,235 | 5,500,000 |
| 2023 | 3,959,435 | 6,000,000 |
| 2024 | 3,866,033 | 6,000,000 |
| 2025 | 3,764,213 | 6,000,000 |
| 2026 | 3,652,724 | 6,500,000 |
| 2027 | 3,503,925 | 6,500,000 |
| 2028 | 3,344,059 | 6,500,000 |
| 2029 | 3,172,353 | 6,500,000 |
| 2030 | 2,987,981 | 6,500,000 |
| 2031 | 2,790,732 | 6,500,000 |
| 2032 | 2,579,737 | 6,500,000 |
| 2033 | 2,354,742 | 6,500,000 |
| 2034 | 2,116,166 | 6,500,000 |
| 2035 | 1,863,193 | 6,500,000 |
| 2036 | 1,594,950 | 6,500,000 |
| 2037 | 1,310,520 | 6,500,000 |
| 2038 | 1,008,928 | 6,500,000 |
| 2039 | 689,149 | 6,500,000 |
| 2040 | 347,390 | 6,200,000 |
| TOTAL | \$ 74,277,216 | \$ 120,700,000 |

VILLAGE OF ROMEOVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

6. LONG-TERM DEBT (Continued)

f. Capital Lease Obligation

The Village leases vehicles under capital leases, which expire between June 2013 and August 2023. Annual lease payments, including interest ranging from 1.37% to 6.39%, range from \$1,809 to \$58,725. The cost of the capital assets acquired under capital leases was \$1,394,172, all of which is included in governmental activities vehicles.

Minimum future lease payments under the capital lease together with the present value of the net minimum lease payments as of April 30, 2013 are as follows:

| Fiscal Year Ending April 30, | Payment |
|--|-------------------|
| 2014 | \$ 252,810 |
| 2015 | 194,085 |
| 2016 | 148,213 |
| 2017 | 148,213 |
| 2018 | 148,213 |
| 2019 | 111,193 |
| 2020 | 75,110 |
| 2021 | 49,507 |
| 2022 | 49,507 |
| 2023 | 49,507 |
| Total minimum lease payments | <u>1,226,358</u> |
| Less amount representing interest | <u>(123,782)</u> |
| Present value of future minimum lease payments | 1,102,576 |
| Less current portion | <u>(218,798)</u> |
| LONG-TERM PORTION | <u>\$ 883,778</u> |

VILLAGE OF ROMEovILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

6. LONG-TERM DEBT (Continued)

g. Legal Debt Margin

The Village is a home rule municipality.

Article VII, Section 6(k) of the 1970 Illinois Constitution governs computation of the legal debt margin.

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

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

h. Conduit Debt

In a prior fiscal year, the Village issued Adjustable Rate Demand Revenue Bonds to Lewis University (the University) for the purpose of financing. These bonds are collateralized only by the revenue of the University and are not considered liabilities or contingent liabilities of the Village. The principal amount of the series could not be determined; however, the original issue amount of the bonds was \$44,950,000.

In a prior fiscal year, the Village issued Industrial Development Revenue Bonds to CGI Real Estate, LLC (the Company) for the purpose of financing. These bonds are collateralized only by the revenue of the Company and are not considered liabilities or contingent liabilities of the Village. The principal amount of the series could not be determined; however, the original issue amount of the bonds was \$5,500,000.

i. Refunding

On October 10, 2012, the Village issued \$975,000 General Obligation Refunding Bonds, Series 2012A, to advance refund, through an in-substance defeasance, \$1,135,000 of the Series 2002A General Obligation Bonds. The bonds were paid from escrow on December 30, 2012. Through the refunding, the Village reduced its debt service by \$50,586 and achieved an economic gain of \$47,251.

VILLAGE OF ROMEOVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

6. LONG-TERM DEBT (Continued)

i. Refunding (Continued)

On October 10, 2012, the Village issued \$1,775,000 General Obligation Refunding Bonds, Series 2012B, to advance refund, through an in-substance defeasance, \$1,785,000 of the Series 2002B General Obligation Bonds. The bonds were paid from escrow on December 30, 2012. Through the refunding, the Village reduced its debt service by \$167,766 and achieved an economic gain of \$159,045.

7. INDIVIDUAL FUND DISCLOSURES

a. Interfund Transactions

Due from/to other funds at April 30, 2013 consist of the following:

| Fund | Due From | Due To |
|-----------------------|--------------|--------------|
| Major Governmental | | |
| Recreation | | |
| General | \$ 354,366 | \$ - |
| Facility Construction | 81,829 | - |
| Nonmajor Governmental | 357,558 | - |
| Fiduciary | 130,081 | - |
| General | | |
| Recreation | - | 354,366 |
| Facility Construction | - | 81,829 |
| Recreation | - | 357,558 |
| Nonmajor Governmental | | |
| Recreation | - | 130,081 |
| Fiduciary | | |
| Recreation | - | 354,366 |
| Nonmajor Governmental | | |
| Local Gas Tax | 216,254 | - |
| Nonmajor Governmental | | |
| Motor Fuel Tax | | |
| Nonmajor Governmental | | |
| TOTAL ALL FUNDS | \$ 1,140,088 | \$ 1,140,088 |

VILLAGE OF ROMEOVILLE, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

7. INDIVIDUAL FUND DISCLOSURES (Continued)

b. Advances

Advances between funds during the year were as follows:

| Fund | Advances From | Advances To |
|--|-------------------|-------------------|
| Major Governmental General Nonmajor Governmental | \$ 499,033 | \$ - |
| Nonmajor Governmental General | - | 499,033 |
| TOTAL ALL FUNDS | \$ 499,033 | \$ 499,033 |

\$3.68 million in funds were transferred from the Marquette TIF District Fund to the General Fund in fiscal year 1998 through fiscal year 2002, that were used to support Fire Station 2 operations that ultimately the Village determined should be repaid to the Marquette TIF Fund. The Village is repaying \$261,300 a year until the amount is repaid in full. The balance as of April 30, 2013 was \$499,033.

c. Transfers

Transfers between funds during the year were as follows:

| Fund | Transfers In | Transfers Out |
|--|---------------------|---------------------|
| Major Governmental General Recreation Nonmajor Governmental | \$ - | \$ 1,078,850 |
| | 30,000 | 3,555,300 |
| Recreation General Nonmajor Governmental | 1,078,850 | - |
| | - | 217,800 |
| Nonmajor Governmental General Debt Service General Recreation Nonmajor Governmental | - | 30,000 |
| | 3,555,300 | - |
| | 217,800 | - |
| | 3,340,254 | 3,340,254 |
| TOTAL ALL FUNDS | \$ 8,222,204 | \$ 8,222,204 |

VILLAGE OF ROMEOVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

7. INDIVIDUAL FUND DISCLOSURES (Continued)

c. Transfers (Continued)

The purposes of significant interfund transfers are as follows:

- \$1,078,850 transferred to General Fund to Recreation Fund to support the recreation department projects and activities.
- \$3,555,300 transferred from the General Fund to the Debt Service Fund (Nonmajor Governmental Fund) to lessen the property tax burden on residents.
- \$3,340,254 transferred from Marquette TIF District Fund (Nonmajor Governmental Fund) to the Downtown TIF District Fund (Nonmajor Governmental Fund) for various TIF related projects. The main financing mechanism for the Downtown TIF District Fund will be the Marquette TIF District Fund.
- \$217,800 transferred from the Recreation Fund to the Debt Service Fund (Nonmajor Governmental Fund) to lessen the property tax burden on residents.

8. COMMITMENTS

On July 18, 2007, the Village entered into an agreement with a developer to provide possible future economic assistance for the development of an 80 acre parcel of land located on Weber Road. This agreement runs for an eight year period, commencing on the occupancy of various parcels in the development. Subject to some restrictions and priorities, the Village will remit 50% of sales taxes generated in the development up to \$4,000,000. As of April 30, 2013, the Village has remitted \$2,092,866 related to this agreement of which \$168,524 is included in accrued liabilities.

On August 15, 2007, the Village entered into an agreement with a developer to provide possible future economic assistance for the development of a 76 acre parcel of land located on Weber Road known as Romeoville Crossings. This agreement runs for a seven year period, commencing on the occupancy of Wal-Mart in February 2008. Subject to some restrictions and priorities, the Village will remit 50% of sales taxes generated in the development up to \$5,100,000. As of April 30, 2013, the Village has remitted \$2,959,804 related to this agreement of which \$165,839 is included in accrued liabilities.

VILLAGE OF ROMEOVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

8. COMMITMENTS (Continued)

On December 2, 2008, the Village entered into an agreement with a developer to provide possible future economic assistance for the development of a 39,775 acre parcel of land located on Weber Road. Commencing on the occupancy of the Meijer Store and subject to some restrictions and priorities, the Village will remit 50% of sales taxes generated in the development up to \$4,800,000. The assistance shall continue until the total reimbursement amount of \$4,800,000 is paid in full to the developer. As of April 30, 2013, the Village has not remitted any reimbursement to the developer.

On March 17, 2010, the Village entered into an agreement with a developer to provide improvements to the electric utility system with the Village. The electric utility system is subject to some restrictions and priorities, the Village will provide a total reimbursement of \$1,710,000 to be remitted over a period of seven years with the first reimbursement scheduled on May 15, 2010. The assistance shall continue until the total reimbursement amount of \$1,710,000 is paid in full to the developer, which is set to occur on May 15, 2016. As of April 30, 2013, the Village has remitted \$600,000 in reimbursement payments.

On October 20, 2010, the Village entered into an economic incentive agreement with a local restaurant located on Illinois Route 53. Under this agreement, the Village will remit 50% of Home-Rule sales tax and food and beverage tax generated up to a maximum of \$125,000. As of April 30, 2013, the Village has remitted \$21,870 related to this agreement of which \$3,348 is included in accrued liabilities.

9. CONTINGENT LIABILITIES

a. Litigation

The Village has been sued by an entity claiming damages related to a ruptured oil pipeline in September 2010. A motion to dismiss was denied on September 25, 2012. The Village has been advised by legal counsel that it will aggressively defend the lawsuit. The likelihood of an unfavorable outcome is estimated at less than 50%. The estimate of potential loss is not determinable as of the date of the issuance of this financial report.

b. Grants

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

VILLAGE OF ROMEOVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

10. OTHER POSTEMPLOYMENT BENEFITS

a. Plan Description

In addition to providing the pension benefits described, the Village provides postemployment health care benefits (OPEB) for retired employees through a single-employer defined benefit plan (the Plan). The benefits, benefit levels, employee contributions and employer contributions are governed by the Village and can be amended by the Village through its personnel manual and union contracts. The Plan is not accounted for as a trust fund, as an irrevocable trust has not been established to account for the Plan. The Plan does not issue a separate report. The activity of the Plan is reported in the Village's governmental and business-type activities.

b. Benefits Provided

The Village provides pre and post-Medicare postretirement health insurance to retirees, their spouses, and dependents (enrolled at time of employee's retirement). To be eligible for benefits, the employee must qualify for retirement under one of the Village's three retirement plans. The retirees pay the blended premium. Upon a retiree becoming eligible for Medicare, the amount payable under the Village's health plan will be reduced by the amount payable under Medicare for those expenses that are covered under both.

c. Membership

At April 30, 2012, the most recent information available, membership consisted of:

| | |
|---|----------------|
| Retirees and beneficiaries currently receiving benefits | 20 |
| Terminated employees entitled to benefits but not yet receiving them | - |
| Active employees | <u>216</u> |
| TOTAL | <u>236</u> |
| Participating employers | <u>1</u> |

d. Funding Policy

The Village is not required to and currently does not advance fund the cost of benefits that will become due and payable in the future. Active employees do not contribute to the Plan until retirement.

VILLAGE OF ROMEOVILLE, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

10. OTHER POSTEMPLOYMENT BENEFITS (Continued)

e. Annual OPEB Costs and Net OPEB Obligation

The Village's annual OPEB cost, the percentage of annual OPEB cost contributed to the Plan, and the net OPEB obligation for 2013 was as follows:

| Fiscal Year Ended | Annual OPEB Cost | Employer Contributions | Percentage of Annual OPEB Cost Contributed | Net OPEB Obligation |
|-------------------|------------------|------------------------|--|---------------------|
| April 30, 2011 | \$ 85,850 | \$ 146,850 | 171.05% | \$ (79,715) |
| April 30, 2012 | 85,630 | 146,850 | 171.49% | (140,935) |
| April 30, 2013 | 131,334 | 146,850 | 111.81% | (156,451) |

The net OPEB obligation as of April 30, 2013 was calculated as follows:

| | |
|--|--------------|
| Annual required contribution | \$ 132,273 |
| Interest on net OPEB obligation (asset) | (5,637) |
| Adjustment to annual required contribution | 4,698 |
| | |
| Annual OPEB cost | 131,334 |
| Contributions made | 146,850 |
| | |
| Increase in net OPEB obligation (asset) | (15,516) |
| Net OPEB obligation (asset), beginning of year | (140,935) |
| | |
| NET OPEB OBLIGATION (ASSET), END OF YEAR | \$ (156,451) |

Funded Status and Funding Progress: The funded status and funding progress of the Plan as of April 30, 2012 was as follows:

| | |
|---|---------------|
| Actuarial accrued liability (AAL) | \$ 1,964,941 |
| Actuarial value of plan assets | - |
| Unfunded actuarial accrued liability (UAAL) | 1,964,941 |
| Funded ratio (actuarial value of plan assets/AAL) | 0% |
| Covered payroll (active plan members) | \$ 16,095,846 |
| UAAL as a percentage of covered payroll | 12.21% |

VILLAGE OF ROMEOVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

10. OTHER POSTEMPLOYMENT BENEFITS (Continued)

e. Annual OPEB Costs and Net OPEB Obligation (Continued)

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

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

In the April 30, 2012 actuarial valuation, the entry-age normal actuarial cost method was used. The actuarial assumptions included an investment rate of return of 4.0% and an initial healthcare cost trend rate of 8.0% with an ultimate healthcare inflation rate of 6.0%. Both rates include a 3.0% inflation assumption. The actuarial value of assets was not determined as the Village has not advance funded its obligation. The Plan's unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on an open basis. The remaining amortization period at April 30, 2012 was 30 years.

11. EMPLOYEE RETIREMENT SYSTEMS

The Village contributes to three defined benefit pension plans, the Illinois Municipal Retirement Fund (IMRF), an agent multiple-employer public employee retirement system; the Police Pension Plan which is a single-employer pension plan; and the Firefighters' Pension Plan which is also a single-employer pension plan. The benefits, benefit levels, employee contributions and employer contributions for all three plans are governed by ILCS and can only be amended by the Illinois General Assembly. None of the pension plans issue separate reports on the pension plans. However, IMRF does issue a publicly available report that includes financial statements and supplementary information for the plan as a whole, but not for individual employers. That report can be obtained from IMRF, 2211 York Road, Suite 500, Oak Brook, Illinois 60523.

VILLAGE OF ROMEOVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

11. EMPLOYEE RETIREMENT SYSTEMS (Continued)

a. Plan Descriptions

Illinois Municipal Retirement Fund

All employees (other than those covered by the Police or Firefighters' Pension Plans) hired in positions that meet or exceed the prescribed annual hourly standard must be enrolled in IMRF as participating members. IMRF provides two tiers of pension benefits. Employees hired prior to January 1, 2011, are eligible for Tier 1 benefits. For Tier 1 employees, pension benefits vest after eight years of service. Pension benefits vest after eight years of service. Participating members who retire at age 55 (reduced benefits) or after age 60 (full benefits) with eight years of credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1 2/3% of their final rate of earnings, for each year of credited service up to 15 years, and 2% for each year thereafter. Employees hired on or after January 1, 2011, are eligible for Tier 2 benefits. For Tier 2 employees, pension benefits vest after ten years of service. Participating members who retire at age 62 (reduced benefits) or after age 67 (full benefits) with ten years of credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1 2/3% of their final rate of earnings, for each year of credited service up to 15 years, and 2% for each year thereafter.

IMRF also provides death and disability benefits. These benefit provisions and all other requirements are established by state statute. Participating members are required to contribute 4.5% of their annual salary to IMRF. The Village is required to contribute the remaining amounts necessary to fund IMRF as specified by statute. The employer contributions for the calendar year ended December 31, 2012 was 11.67% of covered payroll.

Police Pension Plan

Police sworn personnel are covered by the Police Pension Plan. Although this is a single-employer pension plan, the defined benefits and employee and employer contribution levels are governed by ILCS (40 ILCS 5/3-1) and may be amended only by the Illinois legislature. The Village accounts for the Police Pension Plan as a pension trust fund.

VILLAGE OF ROMEOVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

11. EMPLOYEE RETIREMENT SYSTEMS (Continued)

a. Plan Descriptions (Continued)

Police Pension Plan (Continued)

At April 30, 2012, most recent information available, the Police Pension Plan membership consisted of:

| | |
|--|-----------|
| Retirees and beneficiaries currently receiving benefits | 21 |
| Terminated employees entitled to benefits but not yet receiving them | - |
| Current employees | |
| Vested | 42 |
| Nonvested | 21 |
| TOTAL | 84 |

The Police Pension Plan provides retirement benefits as well as death and disability benefits. Tier 1 employees (those hired as a police officer prior to January 1, 2011) attaining the age of 50 or older with 20 or more years of creditable service are entitled to receive an annual retirement benefit equal to one-half of the salary attached to the rank held on the last day of service, or for one year prior to the last day, whichever is greater. The annual benefit shall be increased by 2.50% of such salary for each additional year of service over 20 years up to 30 years to a maximum of 75.00% of such salary. Employees with at least eight years but less than 20 years of credited service may retire at or after age 60 and receive a reduced benefit. The monthly benefit of a police officer who retired with 20 or more years of service after January 1, 1977 shall be increased annually, following the first anniversary date of retirement and be paid upon reaching the age of at least 55 years, by 3.00% of the original pension and 3.00% compounded annually thereafter.

Tier 2 employees (those hired on or after January 1, 2011) attaining the age of 55 or older with ten or more years of creditable service are entitled to receive an annual retirement benefit equal to the average monthly salary obtained by dividing the total salary of the police officer during the 96 consecutive months of service within the last 120 months of service in which the total salary was the highest by the number of months of service in that period. Police officers' salary for pension purposes is capped at \$106,800, plus the lesser of $\frac{1}{2}$ of the annual change in the Consumer Price Index or 3.00% compounded. The annual benefit shall be increased by 2.50% of such salary for each additional year of service over 20 years up to 30 years to a maximum of 75.00% of such salary. Employees with at least ten years may retire at or after age 50 and receive a reduced benefit (i.e., $\frac{1}{2}\%$ for each month under 55). The monthly benefit of a Tier 2 police officer shall be increased annually at age 60 on the January 1st after the police officer retires, or the first anniversary of the pension starting date, whichever is later. Noncompounding increases occur annually, each January thereafter. The increase is the lesser of 3.00% or $\frac{1}{2}$ of the change in the Consumer Price Index for the proceeding calendar year.

VILLAGE OF ROMEOVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

11. EMPLOYEE RETIREMENT SYSTEMS (Continued)

a. Plan Descriptions (Continued)

Police Pension Plan (Continued)

Covered employees are required to contribute 9.91% of their base salary to the Police Pension Plan. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without accumulated interest. The Village is required to contribute the remaining amounts necessary to finance the Police Pension Plan as actuarially determined by an enrolled actuary.

Effective January 1, 2011, the Village has until the year 2040 to fund 90% of the past service cost for the Police Pension Plan. For the year ended April 30, 2012, the Village's contribution was 25.78% of covered payroll.

Firefighters' Pension Plan

Fire sworn personnel are covered by the Firefighters' Pension Plan. Although this is a single-employer pension plan, the defined benefits and employee and employer contribution levels are governed by ILCS (40 ILCS 5/4-1) and may be amended only by the Illinois legislature. The Village accounts for the Firefighters' Pension Plan as a pension trust fund. At April 30, 2012, most recent information available, the Firefighters' Pension Plan membership consisted of:

| | |
|--|--------|
| Retirees and beneficiaries currently receiving benefits | - |
| Terminated employees entitled to benefits but not yet receiving them | - |
| Current employees | |
| Vested | 6 |
| Nonvested | 16 |
| TOTAL | 22 |

The Firefighters' Pension Plan provides retirement benefits as well as death and disability benefits. Tier 1 employees (those hired prior to January 1, 2011) attaining the age of 50 or older with 20 or more years of creditable service are entitled to receive an annual retirement benefit equal to one-half of the salary attached to the rank held at the date of retirement. The annual benefit shall be increased by 2.50% of such salary for each additional year of service over 20 years up to 30 years to a maximum of 75.00% of such salary. Employees with at least ten years but less than 20 years of credited service may retire at or after age 60 and receive a reduced benefit. The monthly benefit of a covered employee who retired with 20 or more years of service after January 1, 1977 shall be increased annually, following the first anniversary date of retirement and be paid upon reaching the age of at least 55 years, by 3.00% of the original pension and 3.00% compounded annually thereafter.

VILLAGE OF ROMEOVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

11. EMPLOYEE RETIREMENT SYSTEMS (Continued)

a. Plan Descriptions (Continued)

Firefighters' Pension Plan (Continued)

Tier 2 employees (those hired on or after January 1, 2011) attaining the age of 55 or older with ten or more years of creditable service are entitled to receive an annual retirement benefit equal to the average monthly salary obtained by dividing the total salary of the firefighter during the 96 consecutive months of service within the last 120 months of service in which the total salary was the highest by the number of months of service in that period. Firefighters salary for pension purposes is capped at \$106,800, plus the lesser of $\frac{1}{2}$ of the annual change in the Consumer Price Index or 3.00% compounded. The annual benefit shall be increased by 2.50% of such salary for each additional year of service over 20 years up to 30 years to a maximum of 75.00% of such salary. Employees with at least ten years may retire at or after age 50 and receive a reduced benefit (i.e., $\frac{1}{2}\%$ for each month under 55). The monthly benefit of a Tier 2 firefighter shall be increased annually at age 60 on the January 1st after the firefighter retires, or the first anniversary of the pension starting date, whichever is later. Noncompounding increases occur annually, each January thereafter. The increase is the lesser of 3.00% or $\frac{1}{2}$ of the change in the Consumer Price Index for the proceeding calendar year.

Covered employees are required to contribute 9.455% of their base salary to the Firefighters' Pension Plan. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without accumulated interest. The Village is required to finance the Firefighters' Pension Plan as actuarially determined by an enrolled actuary. Effective January 1, 2011, the Village has until the year 2040 to fund 90% of the past services costs for the Firefighters' Pension Plan. For the year ended April 30, 2012, the Village's contribution was 19.70% of covered payroll.

b. Summary of Significant Accounting Policies and Plan Asset Matters

Basis of Accounting

The financial statements are prepared using the accrual basis of accounting. Employee and employer contributions are recognized when due. Benefits and refunds are recognized when due and payable.

Method Used to Value Investments

Investments are reported at fair value. Investment income is recognized as earned. Gains and losses on sales and exchanges of fixed income securities are recognized on the transaction date.

VILLAGE OF ROMEOVILLE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

11. EMPLOYEE RETIREMENT SYSTEMS (Continued)

b. Summary of Significant Accounting Policies and Plan Asset Matters (Continued)

Administrative Costs

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

c. Significant Investments

There are no significant investments (other than U.S. Government guaranteed obligations) in any one organization that represent 5.00% or more of plan net position for either the Police or the Firefighters' Pension Plans. Information for IMRF is not available.

d. Annual Pension Costs

Employer contributions have been determined as follows:

| | Illinois Municipal Retirement | Police Pension | Firefighters' Pension |
|--|--|---|---|
| Actuarial valuation date | December 31, 2010 | April 30, 2012 | April 30, 2012 |
| Actuarial cost method | Entry-age Normal | Entry-age Normal | Entry-age Normal |
| Amortization method | Level Percentage of Projected Payroll - Open Basis | Level Percentage of Projected Payroll - Closed Basis | Level Percentage of Projected Payroll - Closed Basis |
| Amortization period | 30 Years | 29 Years | 29 Years |
| Significant actuarial assumptions | | | |
| a) Rate of return on present and future assets | 7.50% Compounded Annually | 7.00% Compounded Annually | 7.00% Compounded Annually |
| b) Projected salary increase - attributable to inflation | 4.00% Compounded Annually | 5.50% Compounded Annually | 5.50% Compounded Annually |
| c) Additional projected salary increases - seniority/merit | .40% to 10.00% | Not Available | Not Available |
| d) Postretirement benefit increases | 3.00% | 3.00% Compounded Annually | 3.00% Compounded Annually |

VILLAGE OF ROMEOVILLE, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

11. EMPLOYEE RETIREMENT SYSTEMS (Continued)

d. Annual Pension Costs (Continued)

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

| | | Illinois Municipal Retirement | Police Pension | Firefighters' Pension |
|-------------------------------|------|-------------------------------------|-------------------|--------------------------|
| Annual pension cost (APC) | 2011 | \$ 1,062,441 | \$ 1,564,713 | \$ 329,719 |
| | 2012 | 1,126,969 | 1,594,965 | 319,898 |
| | 2013 | 1,248,978 | 1,405,662 | 319,097 |
| Actual contributions | 2011 | \$ 1,062,441 | \$ 1,538,004 | \$ 326,594 |
| | 2012 | 1,126,969 | 1,555,002 | 316,004 |
| | 2013 | 1,248,978 | 1,365,554 | 314,433 |
| Percentage of APC contributed | 2011 | 100.00% | 98.29% | 99.05% |
| | 2012 | 100.00% | 97.49% | 98.78% |
| | 2013 | 100.00% | 97.15% | 98.54% |
| NPO (asset) | 2011 | \$ - | \$ 1,430,162 | \$ 164,593 |
| | 2012 | - | 1,470,125 | 168,487 |
| | 2013 | - | 1,510,233 | 173,151 |

The NPO (asset) as of April 30, 2013 has been calculated as follows:

| | Police Pension | Firefighters' Pension |
|--|-------------------|--------------------------|
| Annual required contributions | \$ 1,364,969 | \$ 314,433 |
| Interest on net pension obligation | 102,909 | 11,794 |
| Adjustment to annual required contribution | (62,216) | (7,130) |
| Annual pension cost | 1,405,662 | 319,097 |
| Contributions made | 1,365,554 | 314,433 |
| Increase in net pension obligation | 40,108 | 4,664 |
| Net pension obligation, beginning of year | 1,470,125 | 168,487 |
| NET PENSION OBLIGATION, END OF YEAR | \$ 1,510,233 | \$ 173,151 |

VILLAGE OF ROMEOVILLE, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

11. EMPLOYEE RETIREMENT SYSTEMS (Continued)

e. Funded Status and Funding Progress

The funded status and funding progress of the plans as of December 31, 2012 (IMRF) and April 30, 2012, for the police and firefighters' pension were as follows:

| | Illinois Municipal Retirement | Police Pension | Firefighters' Pension |
|---|-------------------------------------|-------------------|--------------------------|
| Actuarial valuation date | December 31, 2012 | April 30, 2012 | April 30, 2012 |
| Actuarial accrued liability (AAL) | \$ 24,849,115 | \$ 39,747,179 | \$ 5,289,641 |
| Actuarial value of plan assets | 18,417,359 | 25,050,194 | 4,978,597 |
| Unfunded actuarial accrued liability (UAAL) | 6,431,756 | 14,696,985 | 311,044 |
| Funded ratio (actuarial value of plan assets/AAL) | 74.12% | 63.02% | 94.12% |
| Covered payroll (active plan members) | \$ 10,128,194 | \$ 5,296,414 | \$ 1,595,726 |
| UAAL as a percentage of covered payroll | 63.50% | 277.49% | 19.49% |

The actuarial assumptions used to determine the funded status of the plans are the same actuarial assumptions used to determine the employer APC of the plans as disclosed in Note 11d.

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

12. PENSION TRUST FUNDS

a. Schedule of Net Position as of April 30, 2013

| | Police Pension | Firefighters' Pension | Total |
|--|-------------------|--------------------------|------------|
| ASSETS | | | |
| Cash and cash equivalents | \$ 423,393 | \$ - | \$ 423,393 |
| Investments | | | |
| U.S. Government and agency obligations | 10,412,298 | 3,216,413 | 13,628,711 |
| Municipal bonds | - | 505,014 | 505,014 |
| Equity mutual funds | 16,976,017 | 2,031,442 | 19,007,459 |
| Money market mutual funds | 97,592 | 11,485 | 109,077 |

VILLAGE OF ROMEOVILLE, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

12. PENSION TRUST FUNDS (Continued)

a. Schedule of Net Position as of April 30, 2013 (Continued)

| | Police Pension | Firefighters' Pension | Total |
|---------------------------|----------------------|--------------------------|----------------------|
| ASSETS (Continued) | | | |
| Receivables | | | |
| Accrued interest | \$ 35,176 | \$ 31,925 | \$ 67,101 |
| Total assets | <u>27,944,476</u> | <u>5,796,279</u> | <u>33,740,755</u> |
| LIABILITIES | | | |
| Accounts payable | | | |
| Due to Village | - 83,259 | 835 46,822 | 835 130,081 |
| Total liabilities | <u>83,259</u> | <u>47,657</u> | <u>130,916</u> |
| NET POSITION | <u>\$ 27,861,217</u> | <u>\$ 5,748,622</u> | <u>\$ 33,609,839</u> |

b. Schedule of Changes in Net Position for the year ended April 30, 2013

| | Police Pension | Firefighters' Pension | Total |
|--|-------------------|--------------------------|------------------|
| ADDITIONS | | | |
| Contributions | | | |
| Employer | \$ 1,365,555 | \$ 314,433 | \$ 1,679,988 |
| Employee | 536,615 | 138,054 | 674,669 |
| Total contributions | <u>1,902,170</u> | <u>452,487</u> | <u>2,354,657</u> |
| Investment income | | | |
| Net appreciation in fair value of investments | 1,618,406 | 272,549 | 1,890,955 |
| Interest | 655,094 | 110,741 | 765,835 |
| Total investment income | <u>2,273,500</u> | <u>383,290</u> | <u>2,656,790</u> |
| Total additions | <u>4,175,670</u> | <u>835,777</u> | <u>5,011,447</u> |

VILLAGE OF ROMEOVILLE, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

12. PENSION TRUST FUNDS (Continued)

b. Schedule of Changes in Net Position for the year ended April 30, 2013 (Continued)

| | Police Pension | Firefighters' Pension | Total |
|--|----------------------|--------------------------|----------------------|
| DEDUCTIONS | | | |
| Administrative | \$ 8,386 | \$ 29,729 | \$ 38,115 |
| Pension benefits and refunds | <u>1,355,958</u> | <u>36,024</u> | <u>1,391,982</u> |
| Total deductions | <u>1,364,344</u> | <u>65,753</u> | <u>1,430,097</u> |
| NET INCREASE | | | |
| | 2,811,326 | 770,024 | 3,581,350 |
| NET POSITION HELD IN TRUST FOR PENSION BENEFITS | | | |
| May 1 | <u>25,049,891</u> | <u>4,978,598</u> | <u>30,028,489</u> |
| April 30 | <u>\$ 27,861,217</u> | <u>\$ 5,748,622</u> | <u>\$ 33,609,839</u> |

13. PRIOR PERIOD ADJUSTMENT

The beginning net position of governmental activities was restated by \$(1,970,000) and beginning net position of business-type activities and the Water and Sewer Fund were restated by \$(198,193). Beginning net position was restated to expense unamortized bond issuance costs in accordance with GASB Statement No. 65.

14. SUBSEQUENT EVENTS

Subsequent to fiscal year end, the Village issued \$12,870,000 of General Obligation Bonds, Series 2013A.

REQUIRED SUPPLEMENTARY INFORMATION

VILLAGE OF ROMEOVILLE, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
GENERAL FUND

For the Year Ended April 30, 2013

| | Original and Final Budget | Actual | Variance Over (Under) |
|--|---------------------------------|-------------------|-----------------------------|
| REVENUES | | | |
| Property taxes | \$ 9,213,600 | \$ 9,182,573 | \$ (31,027) |
| Other taxes | 17,639,700 | 16,876,666 | (763,034) |
| Fines and forfeits | 735,800 | 623,118 | (112,682) |
| Licenses and permits | 937,000 | 1,540,449 | 603,449 |
| Charges for services | 4,447,700 | 5,106,752 | 659,052 |
| Intergovernmental | 4,902,805 | 5,186,592 | 283,787 |
| Investment income | 50,000 | 27,102 | (22,898) |
| Other | 2,923,725 | 2,388,587 | (535,138) |
| Total revenues | 40,850,330 | 40,931,839 | 81,509 |
| EXPENDITURES | | | |
| General government | 10,430,305 | 9,779,785 | (650,520) |
| Public safety | 17,464,175 | 16,884,123 | (580,052) |
| Public works | 8,419,700 | 8,119,009 | (300,691) |
| Allocation to water and sewer fund | (2,845,000) | (2,845,000) | - |
| Debt service | | | |
| Principal | 206,800 | 146,940 | (59,860) |
| Interest and fiscal charges | 32,200 | 21,070 | (11,130) |
| Capital outlay | 3,198,400 | 3,619,147 | 420,747 |
| Total expenditures | 36,906,580 | 35,725,074 | (1,181,506) |
| EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES | 3,943,750 | 5,206,765 | 1,263,015 |
| OTHER FINANCING SOURCES (USES) | | | |
| Capital leases issued | 645,400 | 818,206 | 172,806 |
| Transfers in | 30,000 | 30,000 | - |
| Transfers (out) | (4,634,150) | (4,634,150) | - |
| Sale of capital assets | 15,000 | 14,482 | (518) |
| Total other financing sources (uses) | (3,943,750) | (3,771,462) | (518) |
| NET CHANGE IN FUND BALANCE | \$ - | 1,435,303 | \$ 1,435,303 |
| FUND BALANCE, MAY 1 | | 14,971,672 | |
| FUND BALANCE, APRIL 30 | | \$ 16,406,975 | |

(See independent auditor's report.)

VILLAGE OF ROMEovILLE, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
RECREATION FUND

For the Year Ended April 30, 2013

| | Original and Final Budget | Actual | Variance Over (Under) |
|--|---------------------------------|------------------|-----------------------------|
| REVENUES | | | |
| Property taxes | \$ 1,860,900 | \$ 1,854,626 | \$ (6,274) |
| Other taxes | 455,000 | 461,361 | 6,361 |
| Charges for services | 781,000 | 792,802 | 11,802 |
| Intergovernmental | - | 12,500 | 12,500 |
| Investment income | 1,000 | 1,101 | 101 |
| Other | 419,500 | 106,051 | (313,449) |
| Total revenues | 3,517,400 | 3,228,441 | (288,959) |
| EXPENDITURES | | | |
| Culture and recreation | | | |
| Operations | | | |
| Salaries | 379,600 | 384,376 | 4,776 |
| Contractual | 26,000 | 20,687 | (5,313) |
| Commodities | 10,000 | 4,704 | (5,296) |
| Other | 230,000 | 231,683 | 1,683 |
| Recreation programs | | | |
| Salaries | 991,600 | 1,036,562 | 44,962 |
| Contractual | 189,000 | 155,091 | (33,909) |
| Commodities | 304,700 | 275,757 | (28,943) |
| Other | 17,600 | 17,538 | (62) |
| Park maintenance | | | |
| Salaries | 676,500 | 619,707 | (56,793) |
| Contractual | 422,000 | 368,025 | (53,975) |
| Commodities | 79,750 | 61,057 | (18,693) |
| Recreation center | | | |
| Salaries | 216,200 | 166,515 | (49,685) |
| Contractual | 84,000 | 50,807 | (33,193) |
| Commodities | 20,500 | 15,554 | (4,946) |
| Capital outlay | | | |
| Improvements | 776,000 | 401,660 | (374,340) |
| Total expenditures | 4,423,450 | 3,809,723 | (613,727) |
| EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES | | | |
| | (906,050) | (581,282) | 324,768 |
| OTHER FINANCING SOURCES (USES) | | | |
| Transfers in | 1,078,850 | 1,078,850 | - |
| Transfers (out) | (217,800) | (217,800) | - |
| Total other financing sources (uses) | 861,050 | 861,050 | - |
| NET CHANGE IN FUND BALANCE | | | |
| | \$ (45,000) | 279,768 | \$ 324,768 |
| FUND BALANCE, MAY 1 | | | 554,669 |
| FUND BALANCE, APRIL 30 | | | \$ 834,437 |

(See independent auditor's report.)

VILLAGE OF ROMEOVILLE, ILLINOIS

SCHEDULE OF FUNDING PROGRESS
ILLINOIS MUNICIPAL RETIREMENT FUND

April 30, 2013

| Actuarial Valuation Date December 31, | (1) Actuarial Value of Assets | (2) Actuarial Accrued Liability (AAL) Entry-Age | (3) Funded Ratio (1) / (2) | (4) Unfunded AAL (UAAL) (2) - (1) | (5) Covered Payroll | UAAL as a Percentage of Covered Payroll (4) / (5) |
|--|----------------------------------|---|----------------------------------|---|------------------------|--|
| 2007 | \$ 14,533,936 | \$ 16,954,438 | 85.72% | \$ 2,420,502 | \$ 8,723,099 | 27.75% |
| 2008 | 14,336,552 | 19,076,604 | 75.15% | 4,740,052 | 9,343,761 | 50.73% |
| 2009 | 15,323,154 | 20,634,969 | 74.26% | 5,311,815 | 9,680,397 | 54.87% |
| 2010 | 15,574,641 | 21,536,363 | 72.32% | 5,961,722 | 9,627,375 | 61.92% |
| 2011 | 16,136,534 | 22,843,276 | 70.64% | 6,706,742 | 9,786,537 | 68.53% |
| 2012 | 18,417,359 | 24,849,115 | 74.12% | 6,431,756 | 10,128,194 | 63.50% |

(See independent auditor's report.)

VILLAGE OF ROMEOVILLE, ILLINOIS

SCHEDULE OF FUNDING PROGRESS
POLICE PENSION FUND

April 30, 2013

| Actuarial Valuation Date April 30, | (1) Actuarial Value of Assets | (2) Actuarial Accrued Liability (AAL) Entry-Age | (3) Funded Ratio (1) / (2) | (4) Unfunded AAL (UAAL) (2) - (1) | (5) Covered Payroll | UAAL as a Percentage of Covered Payroll (4) / (5) |
|---|--|--|-------------------------------------|---|---------------------------|--|
| 2007 | \$ 16,376,667 | \$ 25,626,834 | 63.90% | \$ 9,250,167 | \$ 4,420,203 | 209.27% |
| 2008 | 17,480,366 | 28,304,804 | 61.76% | 10,824,438 | 4,495,763 | 240.77% |
| 2009 | 16,331,506 | 30,631,806 | 53.32% | 14,300,300 | 5,125,809 | 278.99% |
| 2010 | 20,404,694 | 34,458,323 | 59.22% | 14,053,629 | 5,256,962 | 267.33% |
| 2011 | 23,549,260 | 36,970,648 | 63.70% | 13,421,388 | 5,070,922 | 264.67% |
| 2012 | 25,050,194 | 39,747,179 | 63.02% | 14,696,985 | 5,296,414 | 277.49% |

(See independent auditor's report.)

VILLAGE OF ROMEOVILLE, ILLINOIS

SCHEDEULE OF FUNDING PROGRESS
FIREFIGHTERS' PENSION FUND

April 30, 2013

| Actuarial Valuation Date April 30, | (1) Actuarial Value of Assets | (2) Actuarial Accrued Liability (AAL) Entry-Age | (3) Funded Ratio (1) / (2) | (4) Unfunded AAL (UAAL) (2) - (1) | (5) Covered Payroll | UAAL as a Percentage of Covered Payroll (4) / (5) |
|---|--|--|-------------------------------------|---|---------------------------|--|
| 2007 | \$ 1,791,307 | \$ 2,871,649 | 62.38% | \$ 1,080,342 | \$ 1,004,593 | 107.54% |
| 2008 | 2,215,720 | 3,253,029 | 68.11% | 1,037,309 | 1,167,102 | 88.88% |
| 2009 | 2,697,822 | 3,784,486 | 71.29% | 1,086,664 | 1,216,426 | 89.33% |
| 2010 | 3,496,565 | 4,239,264 | 82.48% | 742,699 | 1,244,570 | 59.68% |
| 2011 | 4,264,045 | 4,667,866 | 91.35% | 403,821 | 1,344,527 | 30.03% |
| 2012 | 4,978,597 | 5,289,641 | 94.12% | 311,044 | 1,595,726 | 19.49% |

(See independent auditor's report.)

VILLAGE OF ROMEOVILLE, ILLINOIS

SCHEDULE OF FUNDING PROGRESS
OTHER POSTEMPLOYMENT BENEFIT PLAN

April 30, 2013

| Actuarial Valuation Date April 30, | (1) Actuarial Value of Assets | (2) Actuarial Accrued Liability (AAL) Entry-Age | (3) Funded Ratio (1) / (2) | (4) Unfunded AAL (UAAL) (2) - (1) | (5) Covered Payroll | UAAL as a Percentage of Covered Payroll (4) / (5) |
|---|--|--|-------------------------------------|---|---------------------------|--|
| 2009 | \$ - | \$ 735,666 | 0.00% | \$ 735,666 | \$ 15,736,193 | 4.67% |
| 2010 | - | 1,392,531 | 0.00% | 1,392,531 | 15,078,910 | 9.23% |
| 2011 | N/A | N/A | N/A | N/A | N/A | N/A |
| 2012 | - | 1,964,941 | 0.00% | 1,964,941 | 16,095,846 | 12.21% |
| 2013 | N/A | N/A | N/A | N/A | N/A | N/A |

N/A - actuarial valuation not performed.

The Village implemented GASB Statement No. 45 for the fiscal year ended April 30, 2009. Information for prior years is not available.

VILLAGE OF ROMEOVILLE, ILLINOIS

SCHEDULE OF EMPLOYER CONTRIBUTIONS
ILLINOIS MUNICIPAL RETIREMENT FUND

April 30, 2013

| Fiscal Year | Employer Contributions | Annual Required Contribution (ARC) | Percentage Contributed |
|-------------|------------------------|------------------------------------|------------------------|
| 2008 | \$ 837,417 | \$ 837,417 | 100.00% |
| 2009 | 868,035 | 868,035 | 100.00% |
| 2010 | 968,040 | 968,040 | 100.00% |
| 2011 | 1,062,441 | 1,062,441 | 100.00% |
| 2012 | 1,126,969 | 1,126,969 | 100.00% |
| 2013 | 1,248,978 | 1,248,978 | 100.00% |

VILLAGE OF ROMEOVILLE, ILLINOIS

SCHEDULE OF EMPLOYER CONTRIBUTIONS
POLICE PENSION FUND

April 30, 2013

| Fiscal Year | Employer Contributions | Annual Required Contribution (ARC) | Percentage Contributed |
|-------------|------------------------|------------------------------------|------------------------|
| 2008 | \$ 1,026,033 | \$ 1,026,752 | 99.93% |
| 2009 | 1,121,630 | 1,126,814 | 99.54% |
| 2010 | 1,247,460 | 1,437,794 | 86.76% |
| 2011 | 1,538,004 | 1,538,440 | 99.97% |
| 2012 | 1,555,002 | 1,553,747 | 100.08% |
| 2013 | 1,365,554 | 1,364,969 | 100.04% |

VILLAGE OF ROMEOVILLE, ILLINOIS

SCHEDULE OF EMPLOYER CONTRIBUTIONS
FIREFIGHTERS' PENSION FUND

April 30, 2013

| Fiscal Year | Employer Contributions | Annual Required Contribution (ARC) | Percentage Contributed |
|-------------|------------------------|------------------------------------|------------------------|
| 2008 | \$ 185,159 | \$ 184,642 | 100.28% |
| 2009 | 276,777 | 276,662 | 100.04% |
| 2010 | 314,480 | 314,341 | 100.04% |
| 2011 | 326,594 | 326,719 | 99.96% |
| 2012 | 316,004 | 315,154 | 100.27% |
| 2013 | 314,433 | 314,433 | 100.00% |

(See independent auditor's report.)

VILLAGE OF ROMEOVILLE, ILLINOIS

SCHEDULE OF EMPLOYER CONTRIBUTIONS
OTHER POSTEMPLOYMENT BENEFIT PLAN

April 30, 2013

| Fiscal Year | Employer Contributions | Annual Required Contribution (ARC) | Percentage Contributed |
|-------------|------------------------|------------------------------------|------------------------|
| 2009 | \$ 27,552 | \$ 77,798 | 35.41% |
| 2010 | 146,850 | 77,051 | 190.59% |
| 2011 | 146,850 | 86,162 | 170.43% |
| 2012 | 146,850 | 86,162 | 170.43% |
| 2013 | 146,850 | 132,273 | 111.02% |

The Village implemented GASB Statement No. 45 for the fiscal year ended April 30, 2009. Information for prior years is not available.

VILLAGE OF ROMEOVILLE, ILLINOIS

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

April 30, 2013

BUDGETS

Annual budgets are adopted for all governmental, proprietary, and pension trust funds. Budgets are adopted on a basis consistent with generally accepted accounting principles. All annual appropriations lapse at fiscal year end.

The Finance Director submits a proposed operating budget to the governing body for review commencing the following May 1. The governing body holds public hearings and may add to, subtract from, or change appropriations, but may not change the form of the budget. The budget is legally enacted through passage of an ordinance. The budget may be amended by the governing body.

Expenditures may not legally exceed budgeted appropriations at the fund level. There were no budget amendments during the year.

During the fiscal year, expenditures exceed budget for the following fund:

| | Final Budget | Actual |
|---------------------------|--------------|--------------|
| Downtown TIF Fund | \$ 3,475,000 | \$ 4,891,346 |
| Marquette Center TIF Fund | 1,568,000 | 3,492,993 |
| Debt Service Fund | 4,744,800 | 4,770,626 |

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

MAJOR GOVERNMENTAL FUNDS

VILLAGE OF ROMEOVILLE, ILLINOIS

SCHEDULE OF REVENUES - BUDGET AND ACTUAL
GENERAL FUND

For the Year Ended April 30, 2013

| | Original and Final Budget | Actual | Variance Over (Under) |
|------------------------|---------------------------------|--------------|-----------------------------|
| REVENUES | | | |
| Property taxes | | | |
| Corporate levy | \$ 2,285,700 | \$ 2,116,515 | \$ (169,185) |
| Fire protection levy | 248,000 | 276,726 | 28,726 |
| Police protection levy | 570,000 | 567,624 | (2,376) |
| Ambulance levy | 525,400 | 585,969 | 60,569 |
| Audit levy | 80,000 | 79,931 | (69) |
| Social security levy | 1,300,000 | 1,293,952 | (6,048) |
| Street levy | 515,000 | 589,048 | 74,048 |
| Refuse disposal levy | 610,000 | 607,011 | (2,989) |
| Tort immunity levy | 1,400,000 | 1,393,576 | (6,424) |
| Police pension levy | 1,365,000 | 1,358,823 | (6,177) |
| Fire pension levy | 314,500 | 313,398 | (1,102) |
| Total property taxes | 9,213,600 | 9,182,573 | (31,027) |
| Other taxes | | | |
| Sales | 4,550,000 | 4,279,782 | (270,218) |
| Use | 646,700 | 636,785 | (9,915) |
| Utility | | | |
| Electric | 3,125,000 | 2,945,477 | (179,523) |
| Gas | 1,000,000 | 1,014,289 | 14,289 |
| Telephone | 1,450,000 | 1,298,127 | (151,873) |
| Water | 250,000 | 252,334 | 2,334 |
| Automobile | 6,000 | 7,053 | 1,053 |
| Home rule sales | 5,100,000 | 4,866,593 | (233,407) |
| Home rule gas | 630,000 | 632,931 | 2,931 |
| Real estate transfer | 207,000 | 238,389 | 31,389 |
| Food and beverage | 675,000 | 701,567 | 26,567 |
| Gaming tax | - | 3,339 | 3,339 |
| Total other taxes | 17,639,700 | 16,876,666 | (763,034) |
| Fines | | | |
| Court | 315,000 | 285,609 | (29,391) |
| Administrative tickets | 9,000 | 4,770 | (4,230) |
| Parking tickets | 25,000 | 18,030 | (6,970) |
| Dog/animal | 7,200 | 5,500 | (1,700) |
| False alarm | 25,000 | 16,500 | (8,500) |
| Vehicle impound fees | 225,000 | 196,300 | (28,700) |
| DUI | 9,000 | 9,000 | - |
| Fire alarm monitoring | 120,600 | 87,409 | (33,191) |
| Total fines | 735,800 | 623,118 | (112,682) |

(This schedule is continued on the following pages.)

VILLAGE OF ROMEOVILLE, ILLINOIS

SCHEDULE OF REVENUES - BUDGET AND ACTUAL (Continued)
GENERAL FUND

For the Year Ended April 30, 2013

| | Original and Final Budget | Actual | Variance Over (Under) |
|------------------------------|---------------------------------|-----------|-----------------------------|
| REVENUES (Continued) | | | |
| Licenses and permits | | | |
| Business licenses | \$ 85,000 | \$ 97,038 | \$ 12,038 |
| Liquor licenses | 65,000 | 65,835 | 835 |
| Business permits | 80,000 | 88,800 | 8,800 |
| Solicitor permits | 2,000 | 2,500 | 500 |
| Building permits | 600,000 | 1,097,312 | 497,312 |
| Garage sale permits | 4,000 | 3,320 | (680) |
| Inspection permits | 100,000 | 184,852 | 84,852 |
| Animal tags | 1,000 | 792 | (208) |
| Total licenses and permits | 937,000 | 1,540,449 | 603,449 |
| Charges for services | | | |
| Vacancy inspection | 7,000 | 9,849 | 2,849 |
| Cable TV franchise | 415,000 | 454,173 | 39,173 |
| Ambulance | 400,000 | 507,836 | 107,836 |
| NSF check charges | - | 415 | 415 |
| Administration | 800 | 1,057 | 257 |
| Zoning board maps/variance | 40,000 | 40,715 | 715 |
| Rental inspection | 65,000 | 81,220 | 16,220 |
| Construction reinspection | 15,000 | 23,300 | 8,300 |
| Sprint rental | 60,000 | 67,788 | 7,788 |
| Engineering | 50,000 | 402,463 | 352,463 |
| Fire prevention service | 15,000 | 13,226 | (1,774) |
| Fire academy | 591,000 | 638,679 | 47,679 |
| Rubbish collection | 2,720,000 | 2,778,026 | 58,026 |
| Portable sign/pennant permit | 3,000 | 2,186 | (814) |
| Fingerprint | 4,000 | 748 | (3,252) |
| Police special detail | 54,400 | 78,284 | 23,884 |
| Police accident report | 7,000 | 5,846 | (1,154) |
| Fire reports | 500 | 941 | 441 |
| Total charges for services | 4,447,700 | 5,106,752 | 659,052 |
| Intergovernmental | | | |
| State income tax | 3,142,700 | 3,575,982 | 433,282 |
| Replacement tax | 140,000 | 151,894 | 11,894 |
| Auto theft | 61,000 | 76,006 | 15,006 |
| D.A.R.E. program revenue | 7,500 | 7,500 | - |
| Will County grants | 101,605 | 72,966 | (28,639) |
| State grants | - | 23,465 | 23,465 |
| Grants | - | 20,705 | 20,705 |
| Federal grants | 150,000 | 8,579 | (141,421) |
| Lockport fire agreement | 1,300,000 | 1,249,495 | (50,505) |
| Total intergovernmental | 4,902,805 | 5,186,592 | 283,787 |

(This schedule is continued on the following page.)

VILLAGE OF ROMEOVILLE, ILLINOIS

SCHEDULE OF REVENUES - BUDGET AND ACTUAL (Continued)
GENERAL FUND

For the Year Ended April 30, 2013

| | Original and Final Budget | Actual | Variance Over (Under) |
|---|---------------------------------|----------------------|-----------------------------|
| REVENUES (Continued) | | | |
| Investment income | \$ 50,000 | \$ 27,102 | \$ (22,898) |
| Other | | | |
| Developer's contributions | 1,752,500 | 1,260,514 | (491,986) |
| Good neighbor donations | 1,000 | - | (1,000) |
| General donations | 225 | 2,566 | 2,341 |
| Training reimbursement | 9,000 | 4,990 | (4,010) |
| Community development reimbursement | 15,000 | 19,444 | 4,444 |
| Workers compensation reimbursement | 150,000 | 65,144 | (84,856) |
| Liason officer reimbursement | 35,000 | 37,485 | 2,485 |
| Other reimbursements | 50,000 | 16,837 | (33,163) |
| Insurance reimbursements | 20,000 | 15,537 | (4,463) |
| Reimbursement of legal fees | - | 40,206 | 40,206 |
| Health insurance contributions | 170,000 | 161,037 | (8,963) |
| Hazardous material reimbursements | 25,000 | 18,487 | (6,513) |
| Rain barrel program | 500 | 255 | (245) |
| Commemorative veterans brick and plaque | 1,000 | 1,670 | 670 |
| Marquette TIF distribution | 200,000 | 488,358 | 288,358 |
| Cobra retiree contribution | 70,000 | 75,647 | 5,647 |
| Tree escrow revenue | 100,000 | 82,300 | (17,700) |
| Village building rent | 27,000 | 26,250 | (750) |
| Miscellaneous income | 1,000 | 38,154 | 37,154 |
| MSC guarantee | 250,000 | 32,872 | (217,128) |
| Advertising | 1,500 | 834 | (666) |
| Flexible spending | 45,000 | - | (45,000) |
| Total other | 2,923,725 | 2,388,587 | (535,138) |
| TOTAL REVENUES | \$ 40,850,330 | \$ 40,931,839 | \$ 81,509 |

(See independent auditor's report.)

VILLAGE OF ROMEovILLE, ILLINOIS

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL
GENERAL FUND

For the Year Ended April 30, 2013

| | Original and Final Budget | Actual | Variance Over (Under) |
|------------------------------|---------------------------------|------------|-----------------------------|
| GENERAL GOVERNMENT | | | |
| Mayor | | | |
| Salaries | \$ 122,000 | \$ 121,400 | \$ (600) |
| Contractual services | 8,400 | 6,174 | (2,226) |
| Commodities | 10,600 | 8,364 | (2,236) |
| Other expenditures | 225,000 | 223,600 | (1,400) |
| Total mayor | 366,000 | 359,538 | (6,462) |
| General village board | | | |
| Salaries | 215,300 | 207,117 | (8,183) |
| Contractual services | 12,000 | 3,440 | (8,560) |
| Commodities | 91,000 | 81,207 | (9,793) |
| Total general village board | 318,300 | 291,764 | (26,536) |
| Village administration | | | |
| Salaries | 436,800 | 429,790 | (7,010) |
| Contractual services | 779,150 | 786,775 | 7,625 |
| Commodities | 24,850 | 16,776 | (8,074) |
| Total village administration | 1,240,800 | 1,233,341 | (7,459) |
| Personnel | | | |
| Salaries | 374,900 | 325,912 | (48,988) |
| Contractual services | 3,385,100 | 3,395,616 | 10,516 |
| Commodities | 13,500 | 10,213 | (3,287) |
| Other | 50,000 | - | (50,000) |
| Total personnel | 3,823,500 | 3,731,741 | (91,759) |
| Operations | | | |
| Salaries | 90,600 | 24,021 | (66,579) |
| Contractual services | 31,000 | 25,178 | (5,822) |
| Commodities | 4,300 | 355 | (3,945) |
| Other expenditures | 1,356,705 | 1,030,308 | (326,397) |
| Total operations | 1,482,605 | 1,079,862 | (402,743) |
| Village Clerk | | | |
| Salaries | 93,800 | 94,335 | 535 |
| Contractual services | 30,000 | 4,119 | (25,881) |
| Commodities | 2,000 | 100 | (1,900) |
| Total village clerk | 125,800 | 98,554 | (27,246) |

(This schedule is continued on the following pages.)

VILLAGE OF ROMEOVILLE, ILLINOIS

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (Continued)
GENERAL FUND

For the Year Ended April 30, 2013

| | Original and Final Budget | Actual | Variance Over (Under) |
|---|---------------------------------|------------|-----------------------------|
| GENERAL GOVERNMENT (Continued) | | | |
| Finance department | | | |
| Administration | | | |
| Salaries | \$ 867,300 | \$ 842,135 | \$ (25,165) |
| Contractual services | 2,500 | 2,252 | (248) |
| Commodities | 153,000 | 170,329 | 17,329 |
| Other expenditures | 10,700 | 3,287 | (7,413) |
| Total administration | 1,033,500 | 1,018,003 | (15,497) |
| General services | | | |
| Contractual services | 277,000 | 309,380 | 32,380 |
| Commodities | 13,000 | 13,539 | 539 |
| Other expenditures | 8,000 | 14,897 | 6,897 |
| Total general services | 298,000 | 337,816 | 39,816 |
| Information services | | | |
| Salaries | 262,900 | 277,734 | 14,834 |
| Contractual services | 404,500 | 328,788 | (75,712) |
| Commodities | 21,000 | 16,949 | (4,051) |
| Total information services | 688,400 | 623,471 | (64,929) |
| Total finance department | 2,019,900 | 1,979,290 | (40,610) |
| Community services and development | | | |
| Administration | | | |
| Salaries | 625,100 | 566,641 | (58,459) |
| Contractual services | 20,500 | 21,806 | 1,306 |
| Commodities | 16,100 | 12,441 | (3,659) |
| Total administration | 661,700 | 600,888 | (60,812) |
| Inspectional services | | | |
| Salaries | 360,000 | 383,777 | 23,777 |
| Contractual services | 18,200 | 11,301 | (6,899) |
| Commodities | 13,500 | 9,729 | (3,771) |
| Total inspectional services | 391,700 | 404,807 | 13,107 |
| Total community services and development | 1,053,400 | 1,005,695 | (47,705) |
| Total general government | 10,430,305 | 9,779,785 | (650,520) |
| PUBLIC SAFETY | | | |
| Police and fire commission | | | |
| Salaries | 21,600 | 16,959 | (4,641) |
| Contractual services | 39,000 | 39,597 | 597 |
| Commodities | 3,000 | 579 | (2,421) |
| Total police and fire commission | 63,600 | 57,135 | (6,465) |

(This schedule is continued on the following pages.)

VILLAGE OF ROMEovILLE, ILLINOIS

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (Continued)
GENERAL FUND

For the Year Ended April 30, 2013

| | Original and Final Budget | Actual | Variance Over (Under) |
|-------------------------------------|---------------------------------|--------------|-----------------------------|
| PUBLIC SAFETY (Continued) | | | |
| Police department | | | |
| Administration | | | |
| Salaries | \$ 2,712,500 | \$ 2,667,225 | \$ (45,275) |
| Contractual services | 8,000 | 7,041 | (959) |
| Commodities | 3,500 | 1,777 | (1,723) |
| Total Administration | 2,724,000 | 2,676,043 | (47,957) |
| Operations | | | |
| Salaries | 7,899,500 | 7,735,393 | (164,107) |
| Contractual services | 302,200 | 244,252 | (57,948) |
| Commodities | 172,225 | 142,975 | (29,250) |
| Other expenditures | 9,500 | 8,321 | (1,179) |
| Total operations | 8,383,425 | 8,130,941 | (252,484) |
| Support services | | | |
| Salaries | 900,400 | 818,501 | (81,899) |
| Contractual services | 17,000 | 13,796 | (3,204) |
| Commodities | 4,000 | 2,133 | (1,867) |
| Total support services | 921,400 | 834,430 | (86,970) |
| Total police department | 12,028,825 | 11,641,414 | (387,411) |
| Fire and ambulance department | | | |
| Administration | | | |
| Salaries | 4,182,500 | 4,063,667 | (118,833) |
| Contractual services | 348,400 | 259,433 | (88,967) |
| Commodities | 173,750 | 149,690 | (24,060) |
| Other | - | 546 | 546 |
| Total fire and ambulance department | 4,704,650 | 4,473,336 | (231,314) |
| Fire academy | | | |
| Administration | | | |
| Salaries | 282,900 | 350,012 | 67,112 |
| Contractual services | 101,900 | 95,397 | (6,503) |
| Commodities | 180,500 | 173,040 | (7,460) |
| Total fire academy | 565,300 | 618,449 | 53,149 |
| Total fire and ambulance department | 5,269,950 | 5,091,785 | (178,165) |

(This schedule is continued on the following pages.)

VILLAGE OF ROMEovILLE, ILLINOIS

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (Continued)
GENERAL FUND

For the Year Ended April 30, 2013

| | Original and Final Budget | Actual | Variance Over (Under) |
|--|---------------------------------|------------|-----------------------------|
| PUBLIC SAFETY (Continued) | | | |
| Romeoville Emergency Management Agency | | | |
| Administration | | | |
| Salaries | \$ 17,400 | \$ 16,686 | \$ (714) |
| Contractual services | 14,700 | 12,651 | (2,049) |
| Commodities | 12,000 | 11,293 | (707) |
| Total administration | 44,100 | 40,630 | (3,470) |
| Operations | | | |
| Contractual services | 38,500 | 35,458 | (3,042) |
| Commodities | 6,000 | 5,575 | (425) |
| Total operations | 44,500 | 41,033 | (3,467) |
| Communications | | | |
| Contractual services | 13,200 | 12,126 | (1,074) |
| Total Romeoville Emergency Management Agency | 101,800 | 93,789 | (8,011) |
| Total public safety | 17,464,175 | 16,884,123 | (580,052) |
| PUBLIC WORKS | | | |
| Administration | | | |
| Salaries | 533,200 | 577,262 | 44,062 |
| Buildings and grounds | | | |
| Salaries | 974,400 | 959,716 | (14,684) |
| Contractual services | 282,800 | 208,182 | (74,618) |
| Commodities | 72,000 | 80,218 | 8,218 |
| Total buildings and grounds | 1,329,200 | 1,248,116 | (81,084) |
| Motor pool | | | |
| Salaries | 137,800 | 129,585 | (8,215) |
| Contractual services | 151,200 | 95,918 | (55,282) |
| Commodities | 378,500 | 421,213 | 42,713 |
| Total motor pool | 667,500 | 646,716 | (20,784) |
| Streets and sanitation | | | |
| Salaries | 977,000 | 862,627 | (114,373) |
| Contractual services | 3,332,400 | 3,227,433 | (104,967) |
| Commodities | 383,400 | 285,965 | (97,435) |
| Total streets and sanitation | 4,692,800 | 4,376,025 | (316,775) |

(This schedule is continued on the following page.)

VILLAGE OF ROMEovILLE, ILLINOIS

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (Continued)
GENERAL FUND

For the Year Ended April 30, 2013

| | Original and Final Budget | Actual | Variance Over (Under) |
|-------------------------------------|---------------------------------|----------------------|-----------------------------|
| PUBLIC WORKS (Continued) | | | |
| Landscape and grounds | | | |
| Salaries | \$ 722,000 | \$ 801,531 | \$ 79,531 |
| Contractual services | 448,000 | 444,850 | (3,150) |
| Commodities | 27,000 | 24,509 | (2,491) |
| Total landscape and grounds | 1,197,000 | 1,270,890 | 73,890 |
| Total public works | 8,419,700 | 8,119,009 | (300,691) |
| ALLOCATIONS TO OTHER FUNDS | | | |
| Allocations to water and sewer fund | (2,845,000) | (2,845,000) | - |
| DEBT SERVICE | | | |
| Principal | 206,800 | 146,940 | (59,860) |
| Interest and fiscal charges | 32,200 | 21,070 | (11,130) |
| Total debt service | 239,000 | 168,010 | (70,990) |
| CAPITAL OUTLAY | | | |
| General government | 1,306,000 | 994,196 | (311,804) |
| Public safety | 628,300 | 947,517 | 319,217 |
| Public works | 1,264,100 | 1,677,434 | 413,334 |
| Total capital outlay | 3,198,400 | 3,619,147 | 420,747 |
| TOTAL EXPENDITURES | \$ 36,906,580 | \$ 35,725,074 | \$ (1,181,506) |

(See independent auditor's report.)

VILLAGE OF ROMEOVILLE, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FACILITY CONSTRUCTION FUND

For the Year Ended April 30, 2013

| | Original and Final Budget | Actual | Variance Over (Under) |
|-----------------------------------|---------------------------------|---------------------------|-----------------------------|
| REVENUES | | | |
| Charges for services | \$ - | \$ 3,038 | \$ 3,038 |
| Intergovernmental | - | - | - |
| Investment income | <u>5,000</u> | <u>7,532</u> | <u>2,532</u> |
| Total Revenues | <u>5,000</u> | <u>10,570</u> | <u>5,570</u> |
| EXPENDITURES | | | |
| Capital outlay | <u>1,950,000</u> | <u>1,879,350</u> | <u>(70,650)</u> |
| Total expenditures | <u>1,950,000</u> | <u>1,879,350</u> | <u>(70,650)</u> |
| NET CHANGE IN FUND BALANCE | <u><u>\$ (1,945,000)</u></u> | <u><u>(1,868,780)</u></u> | <u><u>\$ 76,220</u></u> |
| FUND BALANCE, MAY 1 | | <u>2,797,518</u> | |
| FUND BALANCE, APRIL 30 | | <u><u>\$ 928,738</u></u> | |

(See independent auditor's report.)

NONMAJOR GOVERNMENTAL FUNDS

VILLAGE OF ROMEovILLE, ILLINOIS

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS

April 30, 2013

| | Special Revenue | Debt Service | Capital Projects | Total |
|--|---------------------|-------------------|---------------------|---------------------|
| ASSETS | | | | |
| Cash and cash equivalents | \$ 1,258,676 | \$ 39,757 | \$ 4,308,942 | \$ 5,607,375 |
| Receivables (net, where applicable, of allowances for uncollectibles) | | | | |
| Property taxes | | 939,474 | | 939,474 |
| Accounts | 21,059 | - | 89,821 | 110,880 |
| Other | - | - | 58,159 | 58,159 |
| Advances to other funds | - | - | 499,033 | 499,033 |
| Due from other funds | - | - | 216,254 | 216,254 |
| Due from other governments | 68,239 | - | 14,789 | 83,028 |
| TOTAL ASSETS | \$ 1,347,974 | \$ 979,231 | \$ 5,186,998 | \$ 7,514,203 |
| LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES | | | | |
| LIABILITIES | | | | |
| Accounts payable | \$ 125,987 | \$ - | \$ 1,585,292 | \$ 1,711,279 |
| Due to other funds | 216,254 | 31,628 | 325,930 | 573,812 |
| Total liabilities | 342,241 | 31,628 | 1,911,222 | 2,285,091 |
| DEFERRED INFLOWS OF RESOURCES | | | | |
| Unavailable revenue | - | 939,474 | - | 939,474 |
| Total deferred inflows of resources | - | 939,474 | - | 939,474 |
| Total liabilities and deferred inflows of resources | 342,241 | 971,102 | 1,911,222 | 3,224,565 |
| FUND BALANCES | | | | |
| Nonspendable | | | | |
| Advances | - | - | 499,033 | 499,033 |
| Restricted | | | | |
| Maintenance of roadways | 1,005,733 | - | - | 1,005,733 |
| Economic development | - | - | 1,410,406 | 1,410,406 |
| Capital projects | - | - | 97,547 | 97,547 |
| Unrestricted | | | | |
| Assigned | | | | |
| Maintenance of roadways | - | - | 825,117 | 825,117 |
| Capital projects | - | - | 443,673 | 443,673 |
| Debt service | - | 8,129 | - | 8,129 |
| Unassigned | - | - | - | - |
| Total fund balances | 1,005,733 | 8,129 | 3,275,776 | 4,289,638 |
| TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES | \$ 1,347,974 | \$ 979,231 | \$ 5,186,998 | \$ 7,514,203 |

(See independent auditor's report.)

VILLAGE OF ROMEOVILLE, ILLINOIS

COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS

For the Year Ended April 30, 2013

| | Special Revenue | Debt Service | Capital Projects | Total |
|--|---------------------|--------------------|---------------------|---------------------|
| REVENUES | | | | |
| Taxes | | | | |
| Property | \$ - | \$ 967,278 | \$ 3,077,349 | \$ 4,044,627 |
| Other | - | - | 632,931 | 632,931 |
| Charges for services | - | - | 71,319 | 71,319 |
| Intergovernmental | 1,193,860 | - | 179,752 | 1,373,612 |
| Investment income | 776 | 246 | 4,219 | 5,241 |
| Other | 3,746 | - | 344,488 | 348,234 |
| Total revenues | 1,198,382 | 967,524 | 4,310,058 | 6,475,964 |
| EXPENDITURES | | | | |
| General government | - | - | 5,420,389 | 5,420,389 |
| Public works | 710,140 | - | - | 710,140 |
| Debt service | | | | |
| Principal | - | 2,837,681 | - | 2,837,681 |
| Interest and fiscal charges | - | 1,932,945 | - | 1,932,945 |
| Capital outlay | 22,604 | - | 4,114,949 | 4,137,553 |
| Total expenditures | 732,744 | 4,770,626 | 9,535,338 | 15,038,708 |
| EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES | 465,638 | (3,803,102) | (5,225,280) | (8,562,744) |
| OTHER FINANCING SOURCES (USES) | | | | |
| Bond proceeds | - | 2,750,000 | - | 2,750,000 |
| Premium on bonds issued | - | 89,846 | - | 89,846 |
| Transfers in | - | 3,773,100 | 3,340,254 | 7,113,354 |
| Transfers (out) | (30,000) | - | (3,340,254) | (3,370,254) |
| Payment to escrow agent | - | (2,803,963) | - | (2,803,963) |
| Total other financing sources (uses) | (30,000) | 3,808,983 | - | 3,778,983 |
| NET CHANGE IN FUND BALANCES | 435,638 | 5,881 | (5,225,280) | (4,783,761) |
| FUND BALANCES, MAY 1 | 570,095 | 2,248 | 8,501,056 | 9,073,399 |
| FUND BALANCES, APRIL 30 | \$ 1,005,733 | \$ 8,129 | \$ 3,275,776 | \$ 4,289,638 |

(See independent auditor's report.)

VILLAGE OF ROMEOVILLE, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
MOTOR FUEL TAX FUND

For the Year Ended April 30, 2013

| | Original and Final Budget | Actual | Variance Over (Under) |
|--|---------------------------------|------------------|-----------------------------|
| REVENUES | | | |
| Intergovernmental | \$ 1,098,000 | \$ 1,193,860 | \$ 95,860 |
| Investment income | 500 | 776 | 276 |
| Other | - | 3,746 | 3,746 |
| Total revenues | 1,098,500 | 1,198,382 | 99,882 |
| EXPENDITURES | | | |
| Public works | | | |
| Contractual | 675,000 | 522,218 | (152,782) |
| Commodities | 411,100 | 187,922 | (223,178) |
| Capital outlay | - | 22,604 | 22,604 |
| Total expenditures | 1,086,100 | 732,744 | (353,356) |
| EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES | | | |
| | 12,400 | 465,638 | 453,238 |
| OTHER FINANCING SOURCES (USES) | | | |
| Transfers (out) | (30,000) | (30,000) | - |
| Total other financing sources (uses) | (30,000) | (30,000) | - |
| NET CHANGE IN FUND BALANCE | | | |
| | \$ (17,600) | \$ 435,638 | \$ 453,238 |
| FUND BALANCE, MAY 1 | | | |
| | | 570,095 | |
| FUND BALANCE, APRIL 30 | | | |
| | | \$ 1,005,733 | |

(See independent auditor's report.)

VILLAGE OF ROMEOVILLE, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
DEBT SERVICE FUND

For the Year Ended April 30, 2013

| | Final Budget | Actual | Variance Over (Under) |
|--|-----------------|-----------------|-----------------------------|
| REVENUES | | | |
| Property taxes | \$ 971,500 | \$ 967,278 | \$ (4,222) |
| Investment income | 200 | 246 | 46 |
| Total revenues | 971,700 | 967,524 | (4,176) |
| EXPENDITURES | | | |
| Debt service | | | |
| Principal | 2,896,700 | 2,837,681 | (59,019) |
| Interest and fiscal charges | 1,848,100 | 1,932,945 | 84,845 |
| Total expenditures | 4,744,800 | 4,770,626 | 25,826 |
| EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES | | | |
| | (3,773,100) | (3,803,102) | (30,002) |
| OTHER FINANCING SOURCES (USES) | | | |
| Bond proceeds | - | 2,750,000 | 2,750,000 |
| Premium on bonds issued | - | 89,846 | 89,846 |
| Transfers in | 3,773,100 | 3,773,100 | - |
| Payment to escrow agent | - | (2,803,963) | (2,803,963) |
| Total other financing sources (uses) | 3,773,100 | 3,808,983 | 35,883 |
| NET CHANGE IN FUND BALANCE | \$ - | \$ 5,881 | \$ 5,881 |
| FUND BALANCE, MAY 1 | | 2,248 | |
| FUND BALANCE, APRIL 30 | | \$ 8,129 | |

(See independent auditor's report.)

VILLAGE OF ROMEOVILLE, ILLINOIS

COMBINING BALANCE SHEET
NONMAJOR CAPITAL PROJECTS FUNDS

April 30, 2013

| | Road Improvements | Local Gas Tax | Marquette Center TIF District |
|--|----------------------|---------------------|-------------------------------------|
| ASSETS | | | |
| Cash and cash equivalents | \$ 97,547 | \$ 536,427 | \$ 1,667,993 |
| Receivables | | | |
| Accounts | - | 87,314 | - |
| Other | | 58,159 | |
| Due from other governments | - | 14,789 | - |
| Due from other funds | - | 216,254 | - |
| Advances to other funds | - | - | 499,033 |
| TOTAL ASSETS | \$ 97,547 | \$ 912,943 | \$ 2,167,026 |
| LIABILITIES AND FUND BALANCES | | | |
| LIABILITIES | | | |
| Accounts payable | \$ - | \$ 87,826 | \$ - |
| Accrued liabilities | - | - | - |
| Due to other funds | - | - | 325,930 |
| Total liabilities | - | 87,826 | 325,930 |
| FUND BALANCES | | | |
| Nonspendable | | | |
| Advances | - | - | 499,033 |
| Restricted | | | |
| Economic development | - | - | 1,342,063 |
| Capital projects | 97,547 | - | - |
| Unrestricted | | | |
| Assigned | | | |
| Maintenance of roadways | - | 825,117 | - |
| Capital projects | - | - | - |
| Unassigned | - | - | - |
| Total fund balances | 97,547 | 825,117 | 1,841,096 |
| TOTAL LIABILITIES AND FUND BALANCES | \$ 97,547 | \$ 912,943 | \$ 2,167,026 |

| 2004 Construction | 2002A Construction | Romeo Road TIF District | Downtown TIF District | Total |
|----------------------|-----------------------|-------------------------------|--------------------------|---------------------|
| \$ 60,627 | \$ 380,539 | \$ 68,343 | \$ 1,497,466 | \$ 4,308,942 |
| - | 2,507 | - | - | 89,821 |
| - | - | - | - | 58,159 |
| - | - | - | - | 14,789 |
| - | - | - | - | 216,254 |
| - | - | - | - | 499,033 |
| <u>\$ 60,627</u> | <u>\$ 383,046</u> | <u>\$ 68,343</u> | <u>\$ 1,497,466</u> | <u>\$ 5,186,998</u> |
| \$ - | \$ - | \$ - | \$ 1,497,466 | \$ 1,585,292 |
| - | - | - | - | - |
| - | - | - | - | 325,930 |
| - | - | - | 1,497,466 | 1,911,222 |
| - | - | - | - | 499,033 |
| - | - | 68,343 | - | 1,410,406 |
| - | - | - | - | 97,547 |
| - | - | - | - | 825,117 |
| 60,627 | 383,046 | - | - | 443,673 |
| - | - | - | - | - |
| 60,627 | 383,046 | 68,343 | - | 3,275,776 |
| <u>\$ 60,627</u> | <u>\$ 383,046</u> | <u>\$ 68,343</u> | <u>\$ 1,497,466</u> | <u>\$ 5,186,998</u> |

(See independent auditor's report.)

VILLAGE OF ROMEOVILLE, ILLINOIS

COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR CAPITAL PROJECTS FUNDS

For the Year Ended April 30, 2013

| | Road Improvements | Local Gas Tax | Marquette Center TIF District |
|--|----------------------|---------------------|-------------------------------------|
| REVENUES | | | |
| Property taxes | \$ - | \$ - | \$ 2,880,744 |
| Other taxes | - | 632,931 | - |
| Charges for services | - | - | - |
| Intergovernmental | - | 179,752 | - |
| Investment income | 223 | - | 3,708 |
| Other | 25,000 | 32,354 | 20,000 |
| Total revenues | 25,223 | 845,037 | 2,904,452 |
| EXPENDITURES | | | |
| General government | - | - | 3,440,811 |
| Capital outlay | 400,000 | 496,525 | 52,182 |
| Total expenditures | 400,000 | 496,525 | 3,492,993 |
| EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES | (374,777) | 348,512 | (588,541) |
| OTHER FINANCING SOURCES (USES) | | | |
| Transfers in | - | - | - |
| Transfers (out) | - | - | (3,340,254) |
| Total other financing sources (uses) | - | - | (3,340,254) |
| NET CHANGE IN FUND BALANCES | (374,777) | 348,512 | (3,928,795) |
| FUND BALANCES (DEFICIT), MAY 1 | 472,324 | 476,605 | 5,769,891 |
| FUND BALANCES (DEFICIT), APRIL 30 | \$ 97,547 | \$ 825,117 | \$ 1,841,096 |

| 2004 Construction | 2002A Construction | Romeo Road TIF District | Downtown TIF District | Total |
|----------------------|-----------------------|-------------------------------|--------------------------|--------------|
| \$ - | \$ - | \$ 34,037 | \$ 162,568 | \$ 3,077,349 |
| - | - | - | - | 632,931 |
| - | - | - | 71,319 | 71,319 |
| - | - | - | - | 179,752 |
| 7 | 1 | 19 | 261 | 4,219 |
| - | 86,502 | - | 180,632 | 344,488 |
| 7 | 86,503 | 34,056 | 414,780 | 4,310,058 |
| - | - | 6,046 | 1,973,532 | 5,420,389 |
| - | 248,428 | - | 2,917,814 | 4,114,949 |
| - | 248,428 | 6,046 | 4,891,346 | 9,535,338 |
| 7 | (161,925) | 28,010 | (4,476,566) | (5,225,280) |
| - | - | - | 3,340,254 | 3,340,254 |
| - | - | - | - | (3,340,254) |
| - | - | - | 3,340,254 | - |
| 7 | (161,925) | 28,010 | (1,136,312) | (5,225,280) |
| 60,620 | 544,971 | 40,333 | 1,136,312 | 8,501,056 |
| \$ 60,627 | \$ 383,046 | \$ 68,343 | \$ - | \$ 3,275,776 |

(See independent auditor's report.)
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VILLAGE OF ROMEOVILLE, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 ROAD IMPROVEMENTS FUND

For the Year Ended April 30, 2013

| | Original and Final Budget | Actual | Variance Over (Under) |
|----------------------------|---------------------------------|-----------|-----------------------------|
| REVENUES | | | |
| Investment income | \$ - | \$ 223 | \$ 223 |
| Other | - | 25,000 | 25,000 |
| Total revenues | - | 25,223 | 25,223 |
| EXPENDITURES | | | |
| Capital outlay | 400,000 | 400,000 | - |
| Total expenditures | 400,000 | 400,000 | - |
| NET CHANGE IN FUND BALANCE | \$ (400,000) | (374,777) | \$ 25,223 |
| FUND BALANCE, MAY 1 | | 472,324 | |
| FUND BALANCE, APRIL 30 | | \$ 97,547 | |

(See independent auditor's report.)

VILLAGE OF ROMEovILLE, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
LOCAL GAS TAX FUND

For the Year Ended April 30, 2013

| | Original and Final Budget | Actual | Variance Over (Under) |
|-------------------------------|---------------------------------|-------------------|-----------------------------|
| REVENUES | | | |
| Home rule gas tax | \$ 630,000 | \$ 632,931 | \$ 2,931 |
| Intergovernmental | 880,000 | 179,752 | (700,248) |
| Other | 158,400 | 32,354 | (126,046) |
| Total revenues | <u>1,668,400</u> | <u>845,037</u> | <u>(823,363)</u> |
| EXPENDITURES | | | |
| Capital outlay | <u>1,350,000</u> | <u>496,525</u> | <u>(853,475)</u> |
| Total expenditures | <u>1,350,000</u> | <u>496,525</u> | <u>(853,475)</u> |
| NET CHANGE IN FUND BALANCE | <u>\$ 318,400</u> | <u>348,512</u> | <u>\$ 30,112</u> |
| FUND BALANCE (DEFICIT), MAY 1 | | <u>476,605</u> | |
| FUND BALANCE, APRIL 30 | | <u>\$ 825,117</u> | |

(See independent auditor's report.)

VILLAGE OF ROMEOVILLE, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
MARQUETTE CENTER TIF DISTRICT FUND

For the Year Ended April 30, 2013

| | Original and Final Budget | Actual | Variance Over (Under) |
|--|---------------------------------|---------------------|-----------------------------|
| REVENUES | | | |
| Property taxes | \$ 2,710,000 | \$ 2,880,744 | \$ 170,744 |
| Investment income | 2,500 | 3,708 | 1,208 |
| Other | - | 20,000 | 20,000 |
| Total revenues | 2,712,500 | 2,904,452 | 191,952 |
| EXPENDITURES | | | |
| General government | | | |
| Contractual | 1,478,000 | 3,440,811 | 1,962,811 |
| Capital outlay | 90,000 | 52,182 | (37,818) |
| Total expenditures | 1,568,000 | 3,492,993 | 1,924,993 |
| EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES | | | |
| | 1,144,500 | (588,541) | (1,733,041) |
| OTHER FINANCING SOURCES (USES) | | | |
| Transfers (out) | (1,144,500) | (3,340,254) | (2,195,754) |
| Total other financing sources (uses) | (1,144,500) | (3,340,254) | (2,195,754) |
| NET CHANGE IN FUND BALANCE | \$ - | (3,928,795) | \$ (3,928,795) |
| FUND BALANCE, MAY 1 | | 5,769,891 | |
| FUND BALANCE, APRIL 30 | | \$ 1,841,096 | |

(See independent auditor's report.)

VILLAGE OF ROMEOVILLE, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 2004 CONSTRUCTION FUND

For the Year Ended April 30, 2013

| | Original and Final Budget | Actual | Variance Over (Under) |
|----------------------------|---------------------------------|---------------|-----------------------------|
| REVENUES | | | |
| Investment income | \$ - | \$ 7 | \$ 7 |
| Total revenues | - | 7 | 7 |
| EXPENDITURES | | | |
| Capital outlay | - | - | - |
| Total expenditures | - | - | - |
| NET CHANGE IN FUND BALANCE | \$ - | 7 | \$ 7 |
| FUND BALANCE, MAY 1 | | 60,620 | |
| FUND BALANCE, APRIL 30 | \$ | <u>60,627</u> | |

(See independent auditor's report.)

VILLAGE OF ROMEOVILLE, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 2002A CONSTRUCTION FUND

For the Year Ended April 30, 2013

| | Original and Final Budget | Actual | Variance Over (Under) |
|----------------------------|---------------------------------|-------------------|-----------------------------|
| REVENUES | | | |
| Investment income | \$ - | \$ 1 | \$ 1 |
| Other | <u>1,684,000</u> | <u>86,502</u> | <u>(1,597,498)</u> |
| Total revenues | <u>1,684,000</u> | <u>86,503</u> | <u>(1,597,497)</u> |
| EXPENDITURES | | | |
| Capital outlay | <u>2,205,000</u> | <u>248,428</u> | <u>(1,956,572)</u> |
| Total expenditures | <u>2,205,000</u> | <u>248,428</u> | <u>(1,956,572)</u> |
| NET CHANGE IN FUND BALANCE | <u>\$ (521,000)</u> | <u>(161,925)</u> | <u>\$ 359,075</u> |
| FUND BALANCE, MAY 1 | | <u>544,971</u> | |
| FUND BALANCE, APRIL 30 | | <u>\$ 383,046</u> | |

(See independent auditor's report.)
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VILLAGE OF ROMEOVILLE, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
ROMEO ROAD TIF DISTRICT FUND

For the Year Ended April 30, 2013

| | Original and Final Budget | Actual | Variance Over (Under) |
|--|---------------------------------|------------------|-----------------------------|
| REVENUES | | | |
| Property taxes | \$ 32,000 | \$ 34,037 | \$ 2,037 |
| Investment income | - | 19 | 19 |
| Total revenues | 32,000 | 34,056 | 2,056 |
| EXPENDITURES | | | |
| General government | | | |
| Contractual | 32,000 | 6,046 | (25,954) |
| Capital outlay | 325,000 | - | (325,000) |
| Total expenditures | 357,000 | 6,046 | (350,954) |
| EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES | (325,000) | 28,010 | 353,010 |
| OTHER FINANCING SOURCES (USES) | | | |
| Transfer in | 325,000 | - | (325,000) |
| Total other financing sources (uses) | 325,000 | - | (325,000) |
| NET CHANGE IN FUND BALANCE | \$ - | 28,010 | \$ 28,010 |
| FUND BALANCE, MAY 1 | | 40,333 | |
| FUND BALANCE, APRIL 30 | | \$ 68,343 | |

(See independent auditor's report.)

VILLAGE OF ROMEOVILLE, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
DOWNTOWN TIF DISTRICT FUND

For the Year Ended April 30, 2013

| | Original and Final Budget | Actual | Variance Over (Under) |
|--|---------------------------------|------------------------|-----------------------------|
| REVENUES | | | |
| Property taxes | \$ 180,000 | \$ 162,568 | \$ (17,432) |
| Charges for services | 106,000 | 71,319 | (34,681) |
| Investment income | 200 | 261 | 61 |
| Other | <u>20,000</u> | <u>180,632</u> | <u>160,632</u> |
| Total revenues | <u>306,200</u> | <u>414,780</u> | <u>108,580</u> |
| EXPENDITURES | | | |
| General government | | | |
| Contractual services | 1,094,000 | 1,973,532 | 879,532 |
| Capital outlay | <u>2,381,000</u> | <u>2,917,814</u> | <u>536,814</u> |
| Total expenditures | <u>3,475,000</u> | <u>4,891,346</u> | <u>1,416,346</u> |
| EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES | <u>(3,168,800)</u> | <u>(4,476,566)</u> | <u>(1,307,766)</u> |
| OTHER FINANCING SOURCES (USES) | | | |
| Transfers in | 1,144,500 | 3,340,254 | 2,195,754 |
| Transfers (out) | <u>(325,000)</u> | <u>-</u> | <u>325,000</u> |
| Total other financing sources (uses) | <u>819,500</u> | <u>3,340,254</u> | <u>2,520,754</u> |
| NET CHANGE IN FUND BALANCE | <u>\$ (2,349,300)</u> | <u>(1,136,312)</u> | <u>\$ 1,212,988</u> |
| FUND BALANCE, MAY 1 | | <u>1,136,312</u> | |
| FUND BALANCE, APRIL 30 | <u>\$ -</u> | | |

(See independent auditor's report.)

MAJOR ENTERPRISE FUND

VILLAGE OF ROMEovILLE, ILLINOIS

SCHEDULE OF REVENUES, EXPENSES,
AND CHANGES IN NET POSITION - BUDGET AND ACTUAL
WATER AND SEWER FUND

For the Year Ended April 30, 2013

| | Original and Final Budget | Actual |
|---|---------------------------------|----------------|
| OPERATING REVENUES | | |
| Charges for services | | |
| Water sales | \$ 6,205,000 | \$ 6,498,396 |
| Sewer sales | 7,270,000 | 7,521,585 |
| Fines and fees | | |
| Late charges | 370,000 | 365,693 |
| Other fees | - | 1,840 |
| Tap on fees | 100,000 | 241,612 |
| Reconnection fees | 55,000 | 59,402 |
| NSF charges | 7,000 | 5,275 |
| Reimbursements | 25,000 | 38,793 |
| Total operating revenues | 14,032,000 | 14,732,596 |
| OPERATING EXPENSES | | |
| Finance administration | | |
| Salaries | 331,400 | 362,082 |
| Contractual services | 146,100 | 144,968 |
| Commodities | 53,000 | 49,498 |
| Other | 2,000 | 1,030 |
| Total finance administration | 532,500 | 557,578 |
| Public works administration | | |
| Contractual services | 519,000 | 377,612 |
| Commodities | 16,500 | 9,974 |
| Other | - | - |
| Capital outlay | 910,000 | 106,498 |
| Total public works administration | 1,445,500 | 494,084 |
| Public works water distribution | | |
| Salaries | 1,368,200 | 1,424,261 |
| Contractual services | 1,230,500 | 1,125,121 |
| Commodities | 771,000 | 548,878 |
| Capital outlay | 737,500 | 436,101 |
| Total public works water distribution | 4,107,200 | 3,534,361 |
| Public works sewage treatment | | |
| Salaries | 982,700 | 1,166,510 |
| Contractual services | 1,689,000 | 1,035,204 |
| Commodities | 209,500 | 197,268 |
| Capital outlay | 565,000 | 191,000 |
| Total public works sewage treatment | 3,446,200 | 2,589,982 |

(This schedule is continued on the following page.)

VILLAGE OF ROMEovILLE, ILLINOIS

SCHEDULE OF REVENUES, EXPENSES,
AND CHANGES IN NET POSITION - BUDGET AND ACTUAL (Continued)
WATER AND SEWER FUND

For the Year Ended April 30, 2013

| | Original and Final Budget | Actual |
|--|---------------------------------|--------------------|
| OPERATING EXPENSES (Continued) | | |
| Public works sewage collection | | |
| Salaries | \$ 799,100 | \$ 837,164 |
| Contractual services | 831,000 | 400,762 |
| Commodities | 67,000 | 35,905 |
| Other | 5,000 | 546 |
| Capital outlay | <u>4,170,000</u> | <u>2,250,785</u> |
| Total public works sewage collection | <u>5,872,100</u> | <u>3,525,162</u> |
| Total | 15,403,500 | 10,701,167 |
| Less capitalized items | - | (2,954,915) |
| Administration and other charges | <u>2,845,000</u> | <u>2,845,000</u> |
| Total operating expenses | <u>18,248,500</u> | <u>10,591,252</u> |
| OPERATING INCOME (LOSS) BEFORE DEPRECIATION | (4,216,500) | 4,141,344 |
| Depreciation | - | 4,290,227 |
| OPERATING INCOME (LOSS) | <u>(4,216,500)</u> | <u>(148,883)</u> |
| NONOPERATING REVENUES (EXPENSES) | | |
| Other revenue | - | 29,060 |
| Investment income | 200,000 | 136,471 |
| Interest expense | <u>(4,134,300)</u> | <u>(1,053,663)</u> |
| Total nonoperating revenues (expenses) | <u>(3,934,300)</u> | <u>(888,132)</u> |
| INCOME (LOSS) BEFORE CONTRIBUTIONS | (8,150,800) | (1,037,015) |
| CONTRIBUTIONS | - | 53,175 |
| CHANGE IN NET POSITION | <u>\$ (8,150,800)</u> | <u>(983,840)</u> |
| NET POSITION, MAY 1 | | 100,490,636 |
| Prior period adjustment | | (198,193) |
| NET POSITION, MAY 1, RESTATED | | <u>100,292,443</u> |
| NET POSITION, APRIL 30 | <u>\$ 99,308,603</u> | |

(See independent auditor's report.)

SUPPLEMENTAL DATA

VILLAGE OF ROMEovILLE, ILLINOIS

SCHEDULE OF DEBT SERVICE REQUIREMENTS

For the Year Ended April 30, 2013

| | Year Ending | Principal | Interest | Total |
|--|----------------|----------------------|---------------------|----------------------|
| General Obligation Bonds: | | | | |
| Dated September 15, 2004 | 2014 | \$ 2,050,000 | \$ 644,747 | \$ 2,694,747 |
| Refunding Series 2004 | 2015 | 2,095,000 | 542,248 | 2,637,248 |
| Interest due on June 30 and December 30 at rates of 3.75% to 5.0% | 2016 | 2,120,000 | 463,685 | 2,583,685 |
| | 2017 | 2,205,000 | 378,885 | 2,583,885 |
| | 2018 | 2,235,000 | 290,685 | 2,525,685 |
| | 2019 | 1,385,000 | 201,285 | 1,586,285 |
| | 2020 | 425,000 | 144,500 | 569,500 |
| | 2021 | 445,000 | 123,250 | 568,250 |
| | 2022 | 470,000 | 101,000 | 571,000 |
| | 2023 | 490,000 | 77,500 | 567,500 |
| | 2024 | 515,000 | 53,000 | 568,000 |
| | 2025 | 545,000 | 27,250 | 572,250 |
| | | \$ 14,980,000 | \$ 3,048,035 | \$ 18,028,035 |
| General Obligation Bonds: | | | | |
| Dated September 15, 2005 | 2014 | \$ 315,000 | \$ 33,965 | \$ 348,965 |
| Refunding Series 2005 | 2015 | 325,000 | 23,255 | 348,255 |
| Interest due on June 15 and December 15 at rates at 3.25% to 3.6% | 2016 | 330,000 | 11,880 | 341,880 |
| | | \$ 970,000 | \$ 69,100 | \$ 1,039,100 |
| General Obligation Bonds: | | | | |
| Dated November 15, 2007 | 2014 | \$ 605,000 | \$ 141,638 | \$ 746,638 |
| Refunding Series 2007A | 2015 | 590,000 | 117,438 | 707,438 |
| Interest due on June 30 and December 30 at rates ranging from 3.75% to 5.25% | 2016 | 620,000 | 93,838 | 713,838 |
| | 2017 | 640,000 | 69,038 | 709,038 |
| | 2018 | 675,000 | 35,438 | 710,438 |
| | | \$ 3,130,000 | \$ 457,390 | \$ 3,587,390 |
| General Obligation Bonds: | | | | |
| Dated November 15, 2007 | 2014 | \$ - | \$ 543,625 | \$ 543,625 |
| Refunding Series 2007B | 2015 | - | 543,625 | 543,625 |
| Interest due on June 30 and December 30 at rates ranging from 4.0% to 4.375% | 2016 | - | 543,625 | 543,625 |
| | 2017 | - | 543,625 | 543,625 |
| | 2018 | 2,000,000 | 543,625 | 2,543,625 |
| | 2019 | 2,225,000 | 463,625 | 2,688,625 |
| | 2020 | 3,925,000 | 374,625 | 4,299,625 |
| | 2021 | 4,750,000 | 207,813 | 4,957,813 |
| | | \$ 12,900,000 | \$ 3,764,188 | \$ 16,664,188 |

(This schedule is continued on the following pages.)

VILLAGE OF ROMEOVILLE, ILLINOIS

SCHEDULE OF DEBT SERVICE REQUIREMENTS (Continued)

For the Year Ended April 30, 2013

| | Year Ending | Principal | Interest | Total |
|---|----------------|-----------------------------|-----------------------------|------------------------------|
| General Obligation Bonds: | | | | |
| Dated June 30, 2008 | 2014 | \$ 850,000 | \$ 345,968 | \$ 1,195,968 |
| Series 2008A | 2015 | 1,175,000 | 316,218 | 1,491,218 |
| Interest due on June 30 and December 30 at rates ranging from 3.25% to 4.125% | 2016 | 1,575,000 | 273,625 | 1,848,625 |
| | 2017 | 2,050,000 | 214,563 | 2,264,563 |
| | 2018 | 700,000 | 132,563 | 832,563 |
| | 2019 | 1,150,000 | 104,563 | 1,254,563 |
| | 2020 | 1,000,000 | 58,563 | 1,058,563 |
| | 2021 | 450,000 | 18,563 | 468,563 |
| | | <u>\$ 8,950,000</u> | <u>\$ 1,464,626</u> | <u>\$ 10,414,626</u> |
| General Obligation Bonds: | | | | |
| Dated June 7, 2010 | 2014 | \$ 650,000 | \$ 27,250 | \$ 677,250 |
| Series 2010 | 2015 | 570,000 | 14,250 | 584,250 |
| Interest due on June 30 and December 30 at rates of 2.0% to 2.5% | | <u>\$ 1,220,000</u> | <u>\$ 41,500</u> | <u>\$ 1,261,500</u> |
| General Obligation (Capital Appreciation) Bonds: | | | | |
| Dated June 30, 2008 | 2022 | \$ 2,779,425 | \$ 2,720,575 | \$ 5,500,000 |
| Series 2008B | 2023 | 2,846,160 | 3,153,840 | 6,000,000 |
| Interest due on December 30 and at rates ranging from 5.12% to 5.85% | 2024 | 2,675,040 | 3,324,960 | 6,000,000 |
| | 2025 | 2,506,740 | 3,493,260 | 6,000,000 |
| | 2026 | 2,545,205 | 3,954,795 | 6,500,000 |
| | 2027 | 2,390,830 | 4,109,170 | 6,500,000 |
| | 2028 | 2,243,605 | 4,256,395 | 6,500,000 |
| | 2029 | 2,103,400 | 4,396,600 | 6,500,000 |
| | 2030 | 1,974,180 | 4,525,820 | 6,500,000 |
| | 2031 | 1,851,460 | 4,648,540 | 6,500,000 |
| | 2032 | 1,739,010 | 4,760,990 | 6,500,000 |
| | 2033 | 1,640,210 | 4,859,790 | 6,500,000 |
| | 2034 | 1,546,740 | 4,953,260 | 6,500,000 |
| | 2035 | 1,458,275 | 5,041,725 | 6,500,000 |
| | 2036 | 1,374,620 | 5,125,380 | 6,500,000 |
| | 2037 | 1,295,515 | 5,204,485 | 6,500,000 |
| | 2038 | 1,220,765 | 5,279,235 | 6,500,000 |
| | 2039 | 1,136,460 | 5,363,540 | 6,500,000 |
| | 2040 | 1,008,244 | 5,191,756 | 6,200,000 |
| | | <u>36,335,884</u> | <u>84,364,116</u> | <u>120,700,000</u> |
| Accrued Interest | | <u>10,086,900</u> | <u>(10,086,900)</u> | <u>-</u> |
| | | <u><u>\$ 46,422,784</u></u> | <u><u>\$ 74,277,216</u></u> | <u><u>\$ 120,700,000</u></u> |

(This schedule is continued on the following pages.)

VILLAGE OF ROMEOVILLE, ILLINOIS

SCHEDULE OF DEBT SERVICE REQUIREMENTS (Continued)

For the Year Ended April 30, 2013

| | Year Ending | Principal | Interest | Total |
|----------------------------------|----------------|---------------------|---------------------|---------------------|
| General Obligation | | | | |
| Refunding Bonds: | | | | |
| Dated November 3, 2008 | 2014 | \$ 350,000 | \$ 152,370 | \$ 502,370 |
| Refunding Series 2002C | 2015 | 375,000 | 138,720 | 513,720 |
| Interest due on June 30 and | 2016 | 400,000 | 124,095 | 524,095 |
| December 30 at rates of 3.5% | 2017 | 735,000 | 108,495 | 843,495 |
| to 4.0% | 2018 | 770,000 | 79,830 | 849,830 |
| | 2019 | 1,245,000 | 49,800 | 1,294,800 |
| | | <u>\$ 3,875,000</u> | <u>\$ 653,310</u> | <u>\$ 4,528,310</u> |
| General Obligation Bonds: | | | | |
| Dated May 4, 2009 | 2014 | \$ 235,000 | \$ 240,388 | \$ 475,388 |
| Series 2009 | 2015 | 245,000 | 233,338 | 478,338 |
| Interest due on June 30 | 2016 | 260,000 | 225,988 | 485,988 |
| and December 30 at rates | 2017 | 270,000 | 218,188 | 488,188 |
| ranging from 3.0% to 4.375% | 2018 | 285,000 | 208,738 | 493,738 |
| | 2019 | 300,000 | 197,338 | 497,338 |
| | 2020 | 315,000 | 185,338 | 500,338 |
| | 2021 | 330,000 | 172,738 | 502,738 |
| | 2022 | 345,000 | 159,538 | 504,538 |
| | 2023 | 365,000 | 145,738 | 510,738 |
| | 2024 | 380,000 | 131,138 | 511,138 |
| | 2025 | 400,000 | 115,938 | 515,938 |
| | 2026 | 420,000 | 99,538 | 519,538 |
| | 2027 | 440,000 | 82,213 | 522,213 |
| | 2028 | 465,000 | 63,513 | 528,513 |
| | 2029 | 490,000 | 43,750 | 533,750 |
| | 2030 | 510,000 | 22,313 | 532,313 |
| | | <u>\$ 6,055,000</u> | <u>\$ 2,545,733</u> | <u>\$ 8,600,733</u> |
| General Obligation Bonds: | | | | |
| Dated October 10, 2012 | 2014 | \$ - | \$ - | \$ - |
| Refunding Series 2012A | 2015 | 195,000 | 23,833 | 218,833 |
| Interest due on June 30 and | 2016 | 200,000 | 15,600 | 215,600 |
| December 30 at rates of 2.0% | 2017 | 200,000 | 11,600 | 211,600 |
| | 2018 | 210,000 | 7,600 | 217,600 |
| | 2019 | 170,000 | 3,400 | 173,400 |
| | | <u>\$ 975,000</u> | <u>\$ 62,033</u> | <u>\$ 1,037,033</u> |
| General Obligation Bonds: | | | | |
| Dated October 10, 2012 | 2014 | \$ - | \$ - | \$ - |
| Refunding Series 2012B | 2015 | - | 43,389 | 43,389 |
| Interest due on June 30 and | 2016 | - | 35,500 | 35,500 |
| December 30 at rates of 2.0% | 2017 | 535,000 | 35,500 | 570,500 |
| | 2018 | 595,000 | 24,800 | 619,800 |
| | 2019 | 645,000 | 12,900 | 657,900 |
| | | <u>\$ 1,775,000</u> | <u>\$ 152,089</u> | <u>\$ 1,927,089</u> |

(This schedule is continued on the following pages.)

VILLAGE OF ROMEovILLE, ILLINOIS

SCHEDULE OF DEBT SERVICE REQUIREMENTS (Continued)

For the Year Ended April 30, 2013

| | Year Ending | Principal | Interest | Total |
|---|----------------|----------------------|---------------------|----------------------|
| Note Payable: | | | | |
| Dated August 1, 2008 | 2014 | \$ 1,179,227 | \$ 521,923 | \$ 1,701,150 |
| Illinois Environmental Protection | 2015 | 1,208,892 | 492,258 | 1,701,150 |
| Agency Loan | 2016 | 1,239,303 | 461,846 | 1,701,149 |
| Interest due on June 1 | 2017 | 1,270,480 | 430,670 | 1,701,150 |
| December 1 at a rate of 2.5% | 2018 | 1,302,440 | 398,710 | 1,701,150 |
| | 2019 | 1,335,205 | 365,945 | 1,701,150 |
| | 2020 | 1,368,793 | 332,356 | 1,701,149 |
| | 2021 | 1,403,227 | 297,923 | 1,701,150 |
| | 2022 | 1,438,527 | 262,623 | 1,701,150 |
| | 2023 | 1,474,715 | 226,435 | 1,701,150 |
| | 2024 | 1,511,813 | 189,337 | 1,701,150 |
| | 2025 | 1,549,845 | 151,305 | 1,701,150 |
| | 2026 | 1,588,833 | 112,317 | 1,701,150 |
| | 2027 | 1,628,802 | 72,348 | 1,701,150 |
| | 2028 | 1,669,777 | 31,373 | 1,701,150 |
| | | <u>\$ 21,169,879</u> | <u>\$ 4,347,369</u> | <u>\$ 25,517,248</u> |
| Capital Lease | | | | |
| Dated June 25, 2005 | 2014 | \$ 42,791 | \$ 3,081 | \$ 45,872 |
| 2006 Pierce Heavy Duty Fire Vehicle | 2015 | 44,301 | 1,571 | 45,872 |
| Principal and Interest due on May 7 | | | | |
| at rates of 3.48% | | <u>\$ 87,092</u> | <u>\$ 4,652</u> | <u>\$ 91,744</u> |
| Capital Lease | | | | |
| Dated April 5, 2007 | 2014 | \$ 56,317 | \$ 2,408 | \$ 58,725 |
| 2007 Pierce Pumper | | | | |
| Principal and Interest due on April 5 | | | | |
| at rates of 4.28% | | <u>\$ 56,317</u> | <u>\$ 2,408</u> | <u>\$ 58,725</u> |
| Capital Lease | | | | |
| Dated August 25, 2009 | 2014 | \$ 16,595 | \$ 9,007 | \$ 25,602 |
| 2009 Fire Training Facility | 2015 | 17,655 | 7,947 | 25,602 |
| Principal and Interest due on August 25 | | | | |
| at rates of 6.39% | | | | |
| | 2016 | 18,783 | 6,819 | 25,602 |
| | 2017 | 19,984 | 5,618 | 25,602 |
| | 2018 | 21,260 | 4,342 | 25,602 |
| | 2019 | 22,619 | 2,983 | 25,602 |
| | 2020 | 24,065 | 1,538 | 25,603 |
| | | <u>\$ 140,961</u> | <u>\$ 38,254</u> | <u>\$ 179,215</u> |
| Capital Lease | | | | |
| Dated December 14, 2012 | 2014 | \$ 34,762 | \$ 1,322 | \$ 36,084 |
| 2012 Elgin Eagle Street Sweeper | 2015 | 33,711 | 2,373 | 36,084 |
| Principal and Interest due on December 14 | | | | |
| at rates of 1.37% | | | | |
| | 2016 | 34,173 | 1,911 | 36,084 |
| | 2017 | 34,641 | 1,443 | 36,084 |
| | 2018 | 35,115 | 969 | 36,084 |
| | 2019 | 35,598 | 488 | 36,086 |
| | | <u>\$ 208,000</u> | <u>\$ 8,506</u> | <u>\$ 216,506</u> |

(This schedule is continued on the following page.)

VILLAGE OF ROMEovILLE, ILLINOIS

SCHEDULE OF DEBT SERVICE REQUIREMENTS (Continued)

For the Year Ended April 30, 2013

| | Year Ending | Principal | Interest | Total |
|---|----------------|-------------------|------------------|-------------------|
| Capital Lease | | | | |
| Dated August 1, 2012 | 2014 | \$ 39,030 | \$ 10,477 | \$ 49,507 |
| 2012 Pierce Arrow XT Pumper | 2015 | 39,969 | 9,538 | 49,507 |
| Principal and Interest due on August 1 at rates of 2.41% | 2016 | 40,931 | 8,576 | 49,507 |
| | 2017 | 41,916 | 7,591 | 49,507 |
| | 2018 | 42,925 | 6,582 | 49,507 |
| | 2019 | 43,957 | 5,550 | 49,507 |
| | 2020 | 45,015 | 4,492 | 49,507 |
| | 2021 | 46,098 | 3,409 | 49,507 |
| | 2022 | 47,208 | 2,299 | 49,507 |
| | 2023 | 48,345 | 1,163 | 49,508 |
| | | <u>\$ 435,394</u> | <u>\$ 59,677</u> | <u>\$ 495,071</u> |
| Capital Lease | | | | |
| Dated February 1, 2013 | 2014 | \$ 36,087 | \$ 933 | \$ 37,020 |
| 2013 Medtec Ford F450 Ambulance | 2015 | 34,893 | 2,127 | 37,020 |
| Principal and Interest due on February 1 at rates of 1.37% | 2016 | 35,413 | 1,607 | 37,020 |
| | 2017 | 35,941 | 1,079 | 37,020 |
| | 2018 | 36,478 | 544 | 37,022 |
| | | <u>\$ 178,812</u> | <u>\$ 6,290</u> | <u>\$ 185,102</u> |

ATTACHMENT L

VILLAGE OF ROMEovILLE, ILLINOIS
FINANCIAL REPORT AND REPORT ON
COMPLIANCE WITH PUBLIC ACT 85-1142
ROMEO ROAD TIF DISTRICT FUND

For the Year Ended
April 30, 2013





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Certified Public Accountants & Advisors
Members of American Institute of Certified Public Accountants

INDEPENDENT ACCOUNTANT'S REPORT ON
MANAGEMENT'S ASSERTION OF COMPLIANCE

The Honorable Village President and
Members of the Board of Trustees
Village of Romeoville, Illinois

We have examined management's assertion included in its representation letter dated October 30, 2013, that the Village of Romeoville, Illinois (the Village), complied with the provisions of subsection (q) of Section 11-74.4-3 of the Illinois Tax Increment Redevelopment Allocation Act (Illinois Public Act 85-1142) during the year ended April 30, 2013. As discussed in that representation letter, management is responsible for the Village of Romeoville, Illinois' compliance with those requirements. Our responsibility is to express an opinion on management's assertion about the Village's compliance based on our examination.

Our examination was made in accordance with the standards established by the American Institute of Public Accountants and, accordingly, included examining, on a test basis, evidence about the Village of Romeoville, Illinois' compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our examination provides a reasonable basis for our opinion. Our examination does not provide a legal determination on the Village of Romeoville, Illinois' compliance with statutory requirements.

In our opinion, management's assertion that the Village of Romeoville, Illinois, complied with the aforementioned requirements for the year ended April 30, 2013, is fairly stated in all material respects.

This report is intended solely for the information and use of the Board of Trustees, management and the Illinois Department of Revenue, Illinois State Comptrollers office and the Joint Review Board and should not be used by anyone other than these specified parties.

Naperville, Illinois
October 30, 2013

Sikich LLP



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Certified Public Accountants & Advisors
Members of American Institute of Certified Public Accountants

INDEPENDENT AUDITOR'S REPORT ON SUPPLEMENTARY INFORMATION

The Honorable Village President and
Members of the Board of Trustees
Village of Romeoville, Illinois

We have audited the financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the Village of Romeoville, Illinois (the Village) as of and for the year ended April 30, 2013, which collectively comprise the basic financial statements of the Village of Romeoville, Illinois, and have issued our report thereon dated October 30, 2013. These basic financial statements are the responsibility of the Village of Romeoville, Illinois' management. Our responsibility is to express an opinion on these basic financial statements based on our audit.

Our audit was made 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 basic financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts, and disclosures in the basic financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall basic financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

The accompanying schedules present only the Romeo Road TIF District Fund and are not intended to present fairly the financial position and changes in financial position of the Village of Romeoville, Illinois in conformity with accounting principles generally accepted in the United States of America.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Village's basic financial statements. The supplementary financial information (balance sheet, schedule of revenues, expenditures, and changes in fund balance and schedule of fund balance by source) is presented for the purpose of additional analysis and is not a required part of the financial statements. The supplementary financial information is the responsibility of management and was derived from and relate directly to the underlying accounting and other records used to prepare the financial statements.

The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

Naperville, Illinois
October 30, 2013

Sibrel LLP

SUPPLEMENTARY INFORMATION

VILLAGE OF ROMEovILLE, ILLINOIS

BALANCE SHEET
ROMEO ROAD TIF DISTRICT FUND

April 30, 2013

ASSETS

| | |
|----------------------|------------------|
| Cash and investments | \$ 68,343 |
| TOTAL ASSETS | \$ 68,343 |

LIABILITIES AND FUND BALANCE

| | |
|---|------------------|
| LIABILITIES | |
| Accounts payable | \$ - |
| Total liabilities | - |
| FUND BALANCE | |
| Restricted for economic development | 68,343 |
| Total fund balance | 68,343 |
| TOTAL LIABILITIES AND FUND BALANCE | \$ 68,343 |

(See independent auditor's report.)

VILLAGE OF ROMEOVILLE, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE
ROMEO ROAD TIF DISTRICT FUND

For the Year Ended April 30, 2013

| REVENUES | |
|----------------------------|-------------------------|
| Property taxes | \$ 34,037 |
| Investment income | <u>19</u> |
| Total revenues | <u><u>34,056</u></u> |
| EXPENDITURES | |
| General government | <u>6,046</u> |
| Total expenditures | <u><u>6,046</u></u> |
| NET CHANGE IN FUND BALANCE | 28,010 |
| FUND BALANCE, MAY 1 | <u>40,333</u> |
| FUND BALANCE, APRIL 30 | <u><u>\$ 68,343</u></u> |

(See independent auditor's report.)

ATTACHMENT M

Village of Romeoville
Intergovernmental Agreement List - Attachment M
FY 12-13

| Agreement Description | Agreement With | Ordinance Number | Funds Received | Funds Transferred | Funds Transferred | Status | TIF/Non-TIF |
|---|--|------------------|----------------|-------------------|-------------------|-----------------|----------------|
| Provision of Police Service and Equipment Resources | Will County Sheriff - Special Operations Group | 13-1619 | - | - | - | Non-TIF | Non-TIF |
| After School Programs at the Recreation Center | Valley View School District 365U | 12-1553 | - | - | 1,000,900 | TIF - Marquette | Non-TIF |
| TIF Surplus Guarantee, RC Hill Improvements Incentive | Valley View School District 365U | 12-1521 | - | - | - | Non-TIF | Non-TIF |
| Electric Aggregation | Will County Aggregation Group | 12-1517 | - | - | - | Non-TIF | Non-TIF |
| Forest Preserve Property Annexation Agreement | Will County Forest Preserve | 12-1001 | - | - | - | Non-TIF | Non-TIF |
| Electric Aggregation | Will County Aggregation Group | 12-0979 | - | - | - | Non-TIF | Non-TIF |
| Electric Aggregation | Valley View School District 365U | 12-0970 | - | - | - | Non-TIF | Non-TIF |
| Planned Unit of Development - Special Use Permit - RC Hill School | Village of Plainfield | 11-1444 | - | - | - | Non-TIF | Non-TIF |
| Boundary Line Agreement | US Coast Guard/US Army Corps/Lemont Fire Protection District | 11-1425 | - | - | - | TIF - Downtown | Non-TIF |
| Emergency Response Procedures and Communication - Chicago Sanitary and Ship Canal Fish Barriers | US Coast Guard/US Army Corps/Lemont Fire Protection District | 11-1364 | - | - | - | Non-TIF | Non-TIF |
| Lift Station Abandonment - Property Access | Joliet Port Authority | 11-1429 | - | - | - | 212,407 | Non-TIF |
| 155 - Airport Road - Route 126 Interchange Project | Bolingbrook and Plainfield and IDOT | 05-0290 | - | - | - | 218 | Non-TIF |
| Valley View School District Transportation Facility | Valley View School District 365U | 11-0955 | 489,063 | - | - | 198,278 | TIF - Downtown |
| Valley View School District | Bolingbrook, Homer Glen, Woodridge, Lemont | 11-1423 | - | - | - | 260,000 | Non-TIF |
| Will County | Bolingbrook | 11-1403 | - | - | - | - | Non-TIF |
| White Oak Library District | White Oak Library District | 10-1279 | 25,136 | - | - | - | Non-TIF |
| Lockport Township Park District | Lockport Township Park District | 10-1246 | - | - | - | - | Non-TIF |
| DuPage Township | DuPage Township | 10-1245 | - | - | - | - | Non-TIF |
| Aurora (Issuing Community) | Aurora (Issuing Community) | 09-1185 | - | - | - | - | Non-TIF |
| Bolingbrook | Bolingbrook | 09-1169 | - | - | - | - | Non-TIF |
| Valley View School District 365U | Valley View School District 365U | 09-1154 | - | - | - | - | Non-TIF |
| Valley View School District | Valley View School District 365U | 09-1151 | - | - | - | - | Non-TIF |
| Will County Highway Department | Will County Highway Department | 08-0931 | - | - | - | - | Non-TIF |
| Will County Highway Department/IDOT | Will County Highway Department/IDOT | 09-1143 | - | - | - | - | Non-TIF |
| Orlando Fire Protection Agreement | Orlando Fire Protection Agreement | 05-0367 | - | - | - | - | Non-TIF |
| Will County Forest Preserve | Will County Forest Preserve | 08-1051 | - | - | - | - | Non-TIF |
| Will County | Will County | 08-0969 | - | - | - | - | Non-TIF |
| Joliet Port Authority | Joliet Port Authority | 08-0913 | - | - | - | - | Non-TIF |
| Valley View School District 365U | Valley View School District 365U | 08-0954 | - | - | - | - | Non-TIF |
| Telecommunicator Emergency Response Taskforce | Telecommunicator Emergency Response Taskforce | 07-0381 | - | - | - | - | Non-TIF |
| Will County & Village of Bolingbrook | Will County & Village of Bolingbrook | 07-0356 | - | - | - | - | Non-TIF |
| Village of Bolingbrook | Village of Bolingbrook | 07-838 | - | - | - | - | Non-TIF |
| Village of Bolingbrook | Village of Bolingbrook | 07-770 | - | - | - | - | Non-TIF |
| Will County | Will County | 07-754 | - | - | - | - | Non-TIF |
| Will County | Will County | 07-755 | - | - | - | - | Non-TIF |
| Will County | Will County | 07-753 | - | - | - | - | Non-TIF |
| Will County | Will County | 07-520 | - | - | - | - | Non-TIF |
| Lockport Fire Protection District | Lockport Fire Protection District | 04-0248 | - | - | - | - | Non-TIF |
| North East Multi-Regional Training (NEMERT) | North East Multi-Regional Training (NEMERT) | 06-537 | - | - | - | - | Non-TIF |
| Illinois Department of Transportation | Illinois Department of Transportation | 06-530 | - | - | - | - | Non-TIF |
| Lockport Fire Protection District | Lockport Fire Protection District | 05-428 | - | - | - | - | Non-TIF |
| Village of Bolingbrook | Village of Bolingbrook | 04-278 | - | - | - | - | Non-TIF |
| Village of Bolingbrook | Village of Bolingbrook | 208-91 | - | - | - | - | Non-TIF |
| Lockport Township | Lockport Township | 03-126 | - | - | - | - | Non-TIF |
| Joliet Port Authority | Joliet Port Authority | 03-165 | - | - | - | - | Non-TIF |
| Will County | Will County | 03-136 | - | - | - | - | Non-TIF |
| Illinois Department of Transportation | Illinois Department of Transportation | 03-032 | - | - | - | - | Non-TIF |
| Will County | Will County | 03-011 | - | - | - | - | Non-TIF |
| Illinois State Police | Illinois State Police | 00-2581 | - | - | - | - | Non-TIF |
| Plainfield School District 202 | Plainfield School District 202 | 00-2562 | - | - | - | - | Non-TIF |
| Illinois Department of Transportation | Illinois Department of Transportation | 02-039 | - | - | - | - | Non-TIF |
| Metropolitan Area Narcotics Squad | Metropolitan Area Narcotics Squad | 99-2347 | - | - | - | - | Non-TIF |
| Valley View School District 365U | Valley View School District 365U | 99-2334 | - | - | - | - | Non-TIF |
| City of Daniel | City of Daniel | 96-2156 | - | - | - | - | - |
| Will County Sheriff | Will County Sheriff | - | - | - | - | - | - |
| GIS Information | GIS Information | - | - | - | - | - | - |
| Illinois Law Enforcement Alarm System - Mutual Aide | Illinois Law Enforcement Alarm System - Mutual Aide | - | - | - | - | - | - |
| Traffic Signal Maintenance | Traffic Signal Maintenance | - | - | - | - | - | - |
| Reciprocal Reporting of Criminal Information | Reciprocal Reporting of Criminal Information | - | - | - | - | - | - |
| Route 53 Resurfacing & Other Matters | Route 53 Resurfacing & Other Matters | - | - | - | - | - | - |
| M.A.N.S. Task Force participation | M.A.N.S. Task Force participation | - | - | - | - | - | - |
| Police Fire Range Agreement | Police Fire Range Agreement | - | - | - | - | - | - |

Village of Romeoville
Intergovernmental Agreement List - Attachment M
FY 12-13

| Agreement Description | Agreement With | Status |
|---|---|-------------------|
| Ordinance Number | Funds Received | Funds Transferred |
| Bluff Road Jurisdiction and Maintenance Responsibility | | |
| Interstate 355 Southern Extension Corridor Planning Council Membership | DuPage Township | 95-1144 |
| Police Service Mutual Aid Agreement | Interstate 355 Southern Extension Corridor Planning Council | 94-1045 |
| Marquette Drive Water Tower Antenna Agreement | Will County | 94-997 |
| Greater Will County Mutual Aid Association Participation | Village of Bolingbrook | 93-975 |
| First Response Agreement - Fire | Greater Will County Mutual Aid Association | 93-927 |
| Mutual Aid Agreement - Fire | Village of Bolingbrook | 93-925 |
| Mutual Aid Box Alarm System -Fire | Des Plaines Valley Fire Chief's Association | 90-710 |
| Des Plaines River Valley Enterprise Zone Membership | Mutual Aid Box Alarm System (MABAS) | 89-639 |
| State Central Repository Criminal History Record Information | Des Plaines River Valley Enterprise Zone | 03-0037 |
| Marquette Drive Water Tower Antenna Agreement | Illinois State Police | 02-079 |
| Joliet- Naperville Road from Hudson to Route 53 | Valley View School District 365U | 02-014 |
| Taylor Road Jurisdiction | Will County | 00-2738 |
| Joint Park site and Parking Lot (Wesglen) | Lockport Township Road District | 00-2737 |
| Boundary Agreement - City of Joliet | Valley View School District 365U | 99-2730 |
| Parking Prohibited - Route 53 and Joliet Road | City of Joliet | 99-121 |
| Route 53 Sewage Discharge Route 53 and Joliet Road | Illinois Department of Transportation | 00-2804 |
| Encroachments Prohibited - Route 53 and Joliet Road | Illinois Department of Transportation | 00-2803 |
| Frontage Road Transfer - Weber to Butler Road | Illinois Department of Transportation | 00-2802 |
| Taylor Road Jurisdiction | Lockport Township Road District | 00-2795 |
| Frontage Road Transfer - Weber to Butler Road | Wheatland Township | 00-2744 |
| Taylor Drive Water Tower Antenna Agreement | Lockport Fire Protection District | 99-2621 |
| Automatic AID - Fire | Lockport Fire Protection District | 98-2604 |
| Fire Protection of Certain Territories | Lemont Fire Protection Agreement | 98-2592 |
| Southwest Agency for Risk Membership | Southwest Agency for Risk Membership | 82-819 |
| Mutual Aid Agreement - Fire | Village of Bolingbrook | 81-788 |
| Police Mutual aid | Lockport Township Park District | 02-090 |
| 115th Street Jurisdictional Transfer | Village of Bolingbrook | 01-051 |
| Special Recreation Services -Tri-County Special Recreation Association (Payment to Association) | Lemont Park District, Lockport Township Park District | 224,120 |
| Lease 10 Montrose Drive | Tri-County Special Recreation Association | 10-1306 |
| Bluff Road Improvements | Village of Bolingbrook | 03-024 |