

VILLAGE OF GLENWOOD, ILLINOIS

ANNUAL FINANCIAL REPORT

April 30, 2007

VILLAGE OF GLENWOOD, ILLINOIS

April 30, 2007

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Crowe Chizek and Company LLC
Member Horwath International

INDEPENDENT AUDITORS' REPORT

To the Honorable Village President
and Members of the Board of Trustees
Village of Glenwood, 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 Glenwood, Illinois (the Village), as of and for the year ended April 30, 2007, which collectively comprise the Village's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the Village's management. Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the Police Pension Fund, which represent 77 percent and 79 percent of the assets and revenues, respectively, of the fiduciary funds. These financial statements were audited by other auditors whose report has been furnished to us, and in our opinion, insofar as it relates to the amounts included for the Police Pension Fund is based on the report of the other auditor.

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 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 and the report of other auditors provide a reasonable basis for our opinions.

In our opinion, the financial statements referred to above and the report of other auditors 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 as of April 30, 2007, and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

The Management's Discussion and Analysis, Analysis of Funding Progress, Schedule of Employer Contributions, and Budgetary Comparison Schedule are not a required part of the basic financial statements but are supplementary information required by accounting principals generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and do not express an opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Village's basic financial statements. The accompanying Combining and Individual Fund Financial Statements and Schedules and the Other Supplementary Information for the year ended April 30, 2007, as listed in the accompanying table of contents, are presented for purposes of additional analysis and are not a required part of the basic financial statements. The Combining and Individual Fund Financial Statements and Schedules and the Other Supplementary Information have been subjected to the auditing procedures applied by us and the other auditors of the basic financial statements and, in our opinion, based on our audit and the report of other auditors, are fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Crowe Chizek and Company LLC
Crowe Chizek and Company LLC

Oak Brook, Illinois
March 27, 2008

VILLAGE OF GLENWOOD, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
April 30, 2007
(Unaudited)

As management of the Village of Glenwood ("Village"), we offer readers of the Village's financial statements this narrative overview and analysis of the financial activities of the Village for the fiscal year ended April 30, 2007. 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, it should be read in conjunction with the Village's financial statements. Comparative analysis will be provided in future years when prior year information is available.

Financial Highlights

- The assets of the Village exceeded liabilities at April 30, 2007 by \$37,322,004.
- At April 30, 2007, the governmental funds reported combined fund balances of \$5,772,106 of which \$4,594,228 was unreserved and is available for spending at the Village's discretion. This compares to April 30, 2006 figures of \$3,961,900.
- Governmental net assets increased \$2,389,457 as of year end April 30, 2007. This compares to \$437,232 of April 30, 2006.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the Village's basic financial statements. The Village's basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements.

Village-Wide Financial Statements

The Village-wide financial statements are designed to provide readers with a broad overview of the Village's finances, in a manner similar to a private-sector business. The statement of net assets presents information on all of the Village's assets and liabilities, with the difference between the two reported as net assets. Over time increases or decreases in net assets may serve as a useful indicator of whether the financial position of the Village is improving or deteriorating.

The statement of activities presents information showing how the Village's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods.

The Governmental Activities reflect the Village's basic services, including administration, public safety, highways and streets, and culture and recreation. Property taxes, shared state taxes and local utility taxes finance the majority of these services. The Business-Type Activities reflect private sector type operations, where the fee for service typically covers all or most of the cost of operations, including depreciation.

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The Village-wide financial statements can be found on pages 13-14 of this report.

Fund Financial Statements

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

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the Village's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The Village maintains nine individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures and changes in fund balances for the general fund and the outstanding bond holding fund, both of which are considered to be major funds. Information from the Village's seven other governmental funds are combined into a single column presentation. Individual fund information for these non-major governmental funds is provided elsewhere in the report. The governmental fund financial statements can be found on pages 15-18 of this report.

The Village maintains three types of proprietary funds (enterprise funds). Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The Village uses enterprise funds to account for its water and sanitary sewer operations and its golf course operations. Proprietary funds provide the same type of information as the government-wide financial statements.

The proprietary fund financial statements provide separate information for the water and sewer fund and the golf course fund, both of which are considered to be major funds of the Village. The enterprise fund financial statements can be found on pages 19-21 of this report.

Fiduciary funds are used to account for resources held for the benefit of parties outside the Village. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the Village's own programs. The accounting used for fiduciary funds is similar to that used by proprietary funds. The fiduciary fund financial statements can be found on pages 22-23 of this report.

VILLAGE OF GLENWOOD, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
April 30, 2007
(Unaudited)

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the information provided in the government-wide and fund financial statements.

Other Information

In addition to the basic financial statements this report also includes certain required supplementary information related to budgetary information and the Village's progress in funding its obligation to provide pension benefits to its employees. Non-major fund information can be found immediately following the required supplementary information.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Statement of Net Assets

The following chart reflects the condensed Statement of Net Assets (in millions):

CONDENSED STATEMENT OF NET ASSETS

	Governmental Activities		Business-Type Activities		Total	
	2007	2006	2007	2006	2007	2006
Assets:						
Current & other assets	\$ 8.2	\$ 6.4	\$ 0.9	\$ 0.8	\$ 9.1	\$ 7.2
Capital assets	27.3	27.6	13.6	13.9	40.9	41.5
Total assets	35.5	34.0	14.5	14.7	50.0	48.7
Liabilities:						
Current liabilities	3.4	3.5	0.9	0.7	4.3	4.2
Long-term liabilities	2.8	3.7	5.5	5.7	8.3	9.4
Total liabilities	6.2	7.2	6.4	6.4	12.6	13.6
Net Assets:						
Invested in capital assets, net	23.7	23.1	8.3	8.3	32.0	31.4
Restricted	4.4	2.9	-	-	4.4	2.9
Unrestricted	1.1	0.8	(0.2)	-	0.9	0.8
	\$ 29.2	\$ 26.8	\$ 8.1	\$ 8.3	\$ 37.3	\$ 35.1

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Current and other assets include cash and cash equivalents, investments, account receivables, inventory, prepaid items, internal balances, deferred amount on refunding, net pension assets, and capital assets.

Long-term liabilities include compensated absences, capital leases, loan payable, general obligation and alternative revenue bonds, and net pension obligations.

The statement of net assets can be found on page 13 of this report. The following chart reflects the condensed Statement of Activities (in millions):

CONDENSED STATEMENT OF ACTIVITIES

	Governmental Activities		Business-Type Activities		Total	
	2007	2006	2007	2006	2007	2006
Revenues:						
Program revenues:						
Fees, fines & charges for services	\$ 0.5	\$ 0.9	\$ 2.2	\$ 2.4	\$ 2.7	\$ 3.3
Operating grants & contributions	0.3	0.3	-	-	0.3	0.3
Capital grants	-	-	-	-	-	-
Total program revenues	<u>0.8</u>	<u>1.2</u>	<u>2.2</u>	<u>2.4</u>	<u>3.0</u>	<u>3.6</u>
General revenues:						
Property taxes	6.2	3.9	0.4	-	6.6	3.9
Income taxes	0.8	0.7	-	-	0.8	0.7
Sales taxes	1.2	1.0	-	-	1.2	1.0
Utility taxes	0.9	1.0	-	-	0.9	1.0
Other taxes	0.4	0.4	-	-	0.4	0.4
Investment earnings	0.1	0.1	-	-	0.1	0.1
Other general revenues	-	-	0.4	0.7	0.4	0.7
Total general revenues	<u>9.6</u>	<u>7.1</u>	<u>0.8</u>	<u>0.7</u>	<u>10.4</u>	<u>7.8</u>
Total revenues	<u>10.4</u>	<u>8.3</u>	<u>3.0</u>	<u>3.1</u>	<u>13.4</u>	<u>11.4</u>
Expenses:						
General government	2.8	2.8	-	-	2.8	2.8
Public safety	3.7	3.8	-	-	3.7	3.8
Highway and streets	0.4	-	-	-	0.4	-
Public works	0.7	0.7	-	-	0.7	0.7
Buildings	0.3	0.3	-	-	0.3	0.3
Interest on debt	0.1	0.2	-	-	0.1	0.2
Water operations	-	-	1.6	1.5	1.6	1.5
Sewer operations	-	-	0.2	0.2	0.2	0.2
Golf Course Operations	-	-	1.4	1.5	1.4	1.5
Total expenses	<u>8.0</u>	<u>7.8</u>	<u>3.2</u>	<u>3.2</u>	<u>11.2</u>	<u>11.0</u>
Change in net assets	2.4	0.5	(0.2)	(0.1)	2.2	0.4
Net assets, beginning of year	26.8	26.3	8.3	8.4	35.1	34.7
Net assets, end of year	<u>\$ 29.2</u>	<u>\$ 26.8</u>	<u>\$ 8.1</u>	<u>\$ 8.3</u>	<u>\$ 37.3</u>	<u>\$ 35.1</u>

**VILLAGE OF GLENWOOD, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
April 30, 2007
(Unaudited)**

The statement of activities can be found on page 14 of this report.

FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS

Governmental Funds

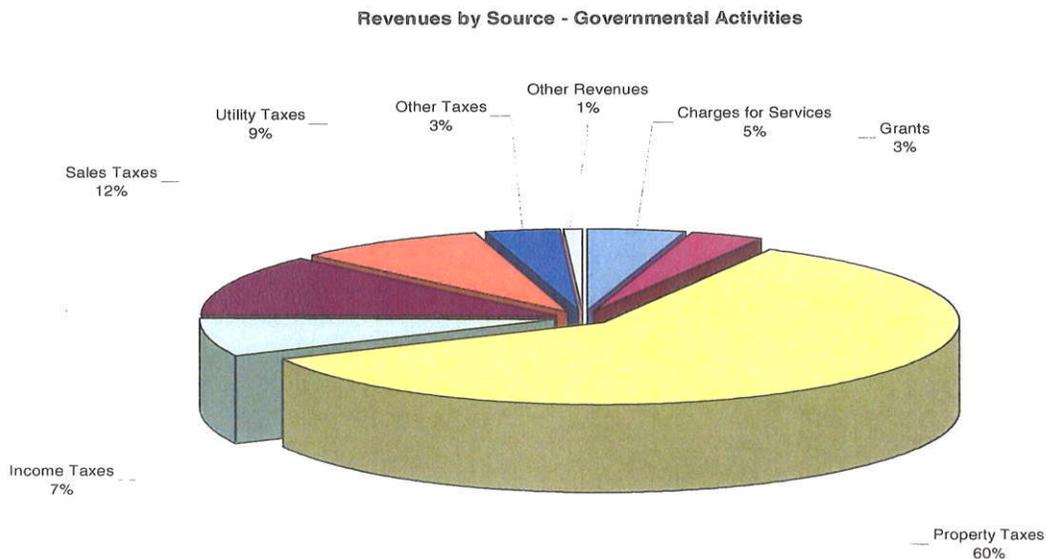
As noted earlier, the Village of Glenwood uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The focus of the Village's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing financing requirements. Unreserved fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year. The Village's governmental funds reported combined ending fund balances of \$5,772,106.

The general fund is the primary operating fund of the Village. During the year, revenue received exceeded expenditures disbursed in the general fund by \$326,183. Revenues from local activities such as fines, licenses and permits, and charges for services were more than anticipated. The General Fund expenditures were lower than anticipated due to decreases in administration, building and parks-related expenditures.

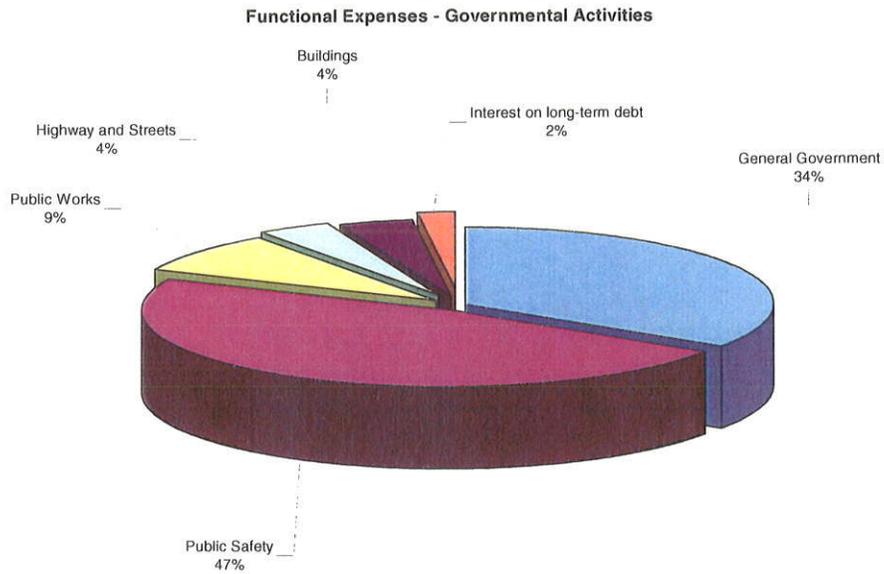
The TIF Fund balance increased \$395,532 due to an increase in property taxes from new development in all TIF districts.

The Holbrook Road Tax Increment Financing District Fund balance increased \$746,792 due to significant growth relating to the opening of the Walmart store.

As presented in the following 2 graphs, the largest funding sources for governmental activities are property taxes and sales tax. The largest uses of resources for the governmental activities are Public Safety and General Government.



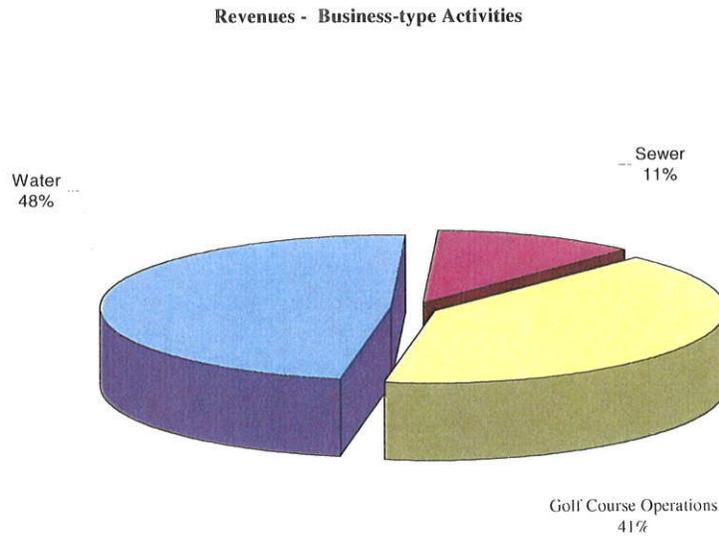
**VILLAGE OF GLENWOOD, ILLINOIS
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Proprietary Funds

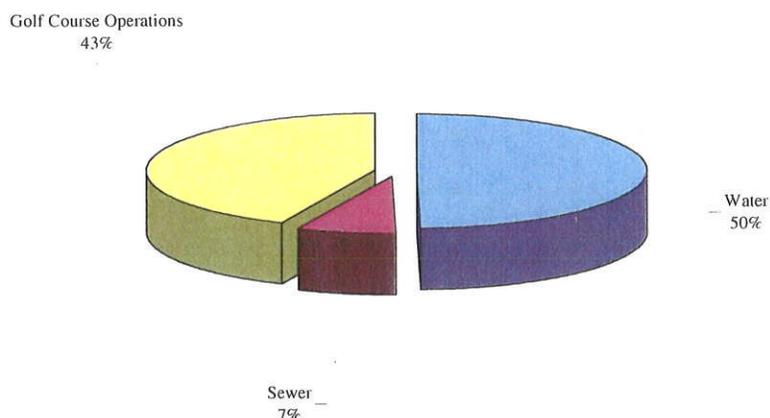
The Village's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail.

As presented in the following two graphs, the funding sources and users of resources for the business-type activities are water, sewer, and golf course operations.



VILLAGE OF GLENWOOD, ILLINOIS
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Expenses - Business-type Activities



Net assets of the water and sewer fund and the golf course fund at the end of the year amounted to \$7,660,289 and \$672,598 respectively. The water and sewer fund had a decrease in net assets of \$397,710 compared to a decrease of \$216,412 in fiscal year 2006. The net assets of the golf course fund increased \$258,043. The main cause of this is the inclusion of the golf course bond issue, increasing non-operating revenues.

GENERAL FUND BUDGETARY HIGHLIGHTS

The chart on the following page reflects the condensed Budgetary Comparison Schedule. Explanations of the variances follow:

	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
Revenues received:			
Property tax	\$ 2,419,004	\$ 2,561,271	\$ 142,267
Utility tax	505,000	427,166	(77,834)
Sales tax	1,300,000	1,231,074	(68,926)
Income tax	710,000	776,254	66,254
Telecommunications Maintenance Fee	470,000	397,281	(72,719)
Building & Electrical Permit	175,000	110,191	(64,809)
Expenditures disbursed:			
Village administrator	85,000	-	85,000
Employer FICA/IMRF	35,000	30,368	4,632
Legal services	175,000	102,403	72,597
Computer programs & equipment	35,000	19,804	15,196
Engineer service	50,000	74,211	(24,211)
Refuse Fee	-	432,232	(432,232)
Full Time Employees	1,370,000	1,079,922	290,078

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Utility tax receipts were under budget due to the fact that a large manufacturing company left the Village during the fiscal year.

Sales tax revenue was under budget during the year due to later than anticipated start-ups of some new businesses.

Telecommunications Maintenance Fee budget was based on the previous revenues received the past 2 years with a projected increase in revenues that was not met.

Building and Electrical permits budgeted were in anticipation of additional new retail being brought into the Nugent Square and Halsted/Holbrook Complex. Both complexes did not lease out the remaining storefronts during fiscal year 2007.

Engineering services were higher than anticipated due to the additional engineering required for the Main Street Beautification project, the Railroad Quiet Zone study, and engineering services for Glenwood Plaza.

The difference in the Refuse fee is due to the fact that the actual amount paid to the disposal company was not listed as a separate line item expense, because the expense is paid by the residents through their water bill.

Full Time employees were under budget because the Police Union Contract that expired April 30, 2006 was not finalized and officers did not receive any increase during the year.

CAPITAL ASSET AND DEBT ADMINISTRATION

CAPITAL ASSETS - GOVERNMENTAL ACTIVITIES

	Balance at May 1, 2006	Additions	Deletions	Balance at April 30, 2007
Governmental Activities:				
Capital Assets not Being Depreciated:				
Land	\$ 19,762,043	\$ -	\$ -	\$ 19,762,043
Total Capital Assets not Being Depreciated, Net	19,762,043	-	-	19,762,043
Capital Assets Being Depreciated:				
Improvements	1,254,980	-	-	1,254,980
Building	4,594,767	48,945	43,702	4,600,010
Machinery & Equipment	3,298,350	229,744	187,499	3,340,595
Infrastructure	4,964,795	9,471	-	4,974,266
Subtotal	14,112,892	288,160	231,201	14,169,851
Less Accumulated Depreciation	(6,319,232)	(458,898)	(135,757)	(6,642,373)
Total Capital Assets Being Depreciated, Net	7,793,660	(170,738)	95,444	7,527,478
Governmental Activities				
Capital Assets, Net	\$ 27,555,703	\$ (170,738)	\$ 95,444	\$ 27,289,521

VILLAGE OF GLENWOOD, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
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The Village's investments in capital assets for its governmental activities as of April 30, 2007, amounts to \$27,289,521 (net of accumulated depreciation). This investment in capital assets includes land, buildings and improvements, equipment, and infrastructure. During the fiscal year, the Village purchased a new Weather Alert siren for \$9,471, new drives and a pump for Komar pumping station at a cost of \$62,233. A new sewer jet trailer was purchased for \$59,988. The police department purchased a 2006 Crown Victoria Police interceptor at a cost of \$20,888.

CAPITAL ASSETS - BUSINESS TYPE ACTIVITIES

	Balance at May 1, 2006	Additions	Deletions	Balance at April 30, 2007
Business-Type Activities:				
Capital Assets not Being Depreciated:				
Land	\$ 4,314,570	\$ -	\$ 5,383	\$ 4,309,187
Total Capital Assets not Being Depreciated, Net	4,314,570	-	5,383	4,309,187
Capital Assets Being Depreciated:				
Improvements	1,648,024	-	-	1,648,024
Buildings	1,709,005	-	-	1,709,005
Machinery and Equipment	577,782	-	-	577,782
Infrastructure	14,023,679	51,683	-	14,075,362
Subtotal	17,958,490	51,683	-	18,010,173
Less Accumulated Depreciation	(8,358,271)	(341,973)	-	(8,700,244)
Total Capital Assets Being Depreciated, Net	9,600,219	(290,290)	-	9,309,929
Business-Type Activities Capital Assets, Net	\$ 13,914,789	\$ (290,290)	\$ 5,383	\$ 13,619,116

The Village's investment in capital assets for its business-type activities as of April 30, 2007 amounts to \$13,619,116 (net of accumulated depreciation). This investment in capital assets includes land, construction in progress, improvements, buildings, machinery and equipment, and infrastructure. During the fiscal year, the Village put in a new sewer and water line by the Glenwoodie Golf Course for \$51,683.

For more detailed information related to capital assets, see Note 3 of the basic financial statements.

Debt Administration

The Village of Glenwood had total outstanding bonded debt of \$9,651,026 at April 30, 2007. This entire amount is backed by the full faith and credit of the Village. The following is a comparative table of outstanding debt:

**VILLAGE OF GLENWOOD, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
April 30, 2007
(Unaudited)**

	2007	2006
Governmental Activities:		
General Obligation Bonds		
Series 2002 Bonds	\$ 450,000	\$ 895,000
Alternative Revenue Bonds		
Series 1998A Moter Fuel Tax Bonds	400,000	590,000
Series 1998B Village Hall Construction Bonds	2,340,000	2,485,000
Total Alternative Revenue Bonds	2,740,000	3,075,000
Leases Payable	368,246	466,882
Compensated Absences	362,847	330,350
Total Governmental Activities	\$ 3,921,093	\$ 4,767,232
	2007	2006
Business-Type Activities:		
Alternative Revenue Bonds		
Golf Course Bonds, Series 2001	\$ 5,555,000	\$ 5,675,000
Installment Contracts	56,381	123,575
Compensated Absences	89,310	68,345
Loan Payable	29,242	57,718
Total Business-Type Activities:	\$ 5,729,933	\$ 5,924,638

The Village did not issue any debt during the fiscal year.

Detailed information on the Village's long term debt activity can be found on Note 4 of the basic financial statements.

ECONOMIC FACTORS

Economic development continues in the Village of Glenwood. The Imagine Salon and Day Spa opened in Nugent Square complex in November of 2006.

A new development on the corner of Halsted and Holbrook road will bring additional retail to the Village of Glenwood. A Murphy's Discount Auto opened in November of 2006 and Cashland opened in March of 2007. A Bedding Bargains store is expected to open in October of 2007.

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. Questions concerning this report for additional financial information should be directed to the Director of Finance, Village of Glenwood, One Asselborn Way, Glenwood, Illinois, 60425.

VILLAGE OF GLENWOOD, ILLINOIS

STATEMENT OF NET ASSETS

April 30, 2007

	Governmental Activities	Business-type Activities	Total
ASSETS			
Cash and Cash Equivalents	\$ 4,479,310	\$ 494,118	\$ 4,973,428
Investments	555,099	220,670	775,769
Receivables:			
Property Tax Receivable	1,743,536	251,813	1,995,349
Due from Other Governments	662,045	-	662,045
Due from pension fund	87,237	-	87,237
Interest Receivable	-	4,902	4,902
Accounts Receivable	-	207,067	207,067
Other Receivables	-	3,591	3,591
Inventories	-	32,914	32,914
Prepaid Items	101,986	31,924	133,910
Internal Balances	544,636	(544,636)	-
Deferred Amount on Refunding	-	146,255	146,255
Net Pension Asset	3,375	-	3,375
Capital Assets not being Depreciated	19,762,043	4,309,187	24,071,230
Capital Assets being Depreciated, net	7,527,478	9,309,929	16,837,407
Total Assets	<u>35,466,745</u>	<u>14,467,734</u>	<u>49,934,479</u>
LIABILITIES			
Accounts Payable	256,589	166,107	422,696
Accrued Payroll	113,015	14,308	127,323
Deposits Payable	71,809	53,131	124,940
Deferred Property Tax Revenue	1,743,536	251,813	1,995,349
Deferred Revenue	88,415	-	88,415
Interest Payable	16,588	119,452	136,040
Long-Term Obligations, Due within One Year:			
Compensated Absences	161,739	46,821	208,560
Capital Leases	181,500	56,381	237,881
Loan Payable	-	29,242	29,242
General Obligation Bonds	450,000	-	450,000
Alternative Revenue Bonds	350,000	125,000	475,000
Long-Term Obligations, Due in more than One Year:			
Compensated Absences	201,108	42,489	243,597
Capital Leases	186,746	-	186,746
Alternative Revenue Bonds	2,390,000	5,430,000	7,820,000
Net Pension Obligation	66,686	-	66,686
Total Liabilities	<u>6,277,731</u>	<u>6,334,744</u>	<u>12,612,475</u>
NET ASSETS			
Invested in Capital Assets, Net of Related Debt	23,731,275	8,342,894	32,074,169
Restricted for:			
Debt Service	1,059,304	-	1,059,304
Community Development	3,007,197	-	3,007,197
Road Projects	292,614	-	292,614
Unrestricted Net Assets	1,098,624	(209,904)	888,720
Total Net Assets	<u>✓ \$ 29,189,014</u>	<u>\$ 8,132,990</u>	<u>\$ 37,322,004</u>

See accompanying notes to financial statements.

VILLAGE OF GLENWOOD, ILLINOIS

STATEMENT OF ACTIVITIES

Year ended April 30, 2007

Functions/Programs	Program Revenues			Net (Expense) Revenue and Changes in Net Assets			
	Expenses	Fees, Fines & Charges for Services	Operating grants and contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total
Governmental Activities:							
General Government	\$ 2,803,900	\$ 238,223	\$ 14,784	\$ 48,945	\$ (2,501,948)	\$	\$ (2,501,948)
Public Safety	3,724,187	101,287	20,310	-	(3,602,590)		(3,602,590)
Highway and Streets	318,894	-	264,842	-	(54,052)		(54,052)
Public Works	680,010	11,232	-	-	(668,778)		(668,778)
Buildings	310,939	120,590	-	-	(190,349)		(190,349)
Interest on Debt	146,308	-	-	-	(146,308)		(146,308)
Total Governmental Activities	7,984,238	471,332	299,936	48,945	(7,164,025)		(7,164,025)
Business-type Activities:							
Water Operations	1,584,254	1,068,250	-	-	(516,004)	\$	(516,004)
Sewer Operations	220,656	251,873	-	-	31,217		31,217
Golf Course Operations	1,375,675	896,224	-	-	(479,451)		(479,451)
Total Business-type Activities:	3,180,585	2,216,347	-	-	(964,238)		(964,238)
Total	\$ 11,164,823	\$ 2,687,679	\$ 299,936	\$ 48,945	(7,164,025)	(964,238)	(8,128,263)
General Revenues:							
Taxes:							
Property Taxes					6,216,142	432,918	6,649,060
Income Tax					776,254	-	776,254
Sales Tax					1,224,762	-	1,224,762
Utility Tax					893,433	-	893,433
Other Taxes					348,379	-	348,379
Investment Earnings					52,937	11,995	64,932
Gain on sale of a capital asset					-	7,117	7,117
Other General Revenues					41,575	359,101	400,676
Total General Revenues					9,553,482	811,131	10,364,613
Change in Net Assets					2,389,457	(153,107)	2,236,350
Net Assets, Beginning of Year					26,799,557	8,286,097	35,085,654
Net Assets, End of Year					\$ 29,189,014	\$ 8,132,990	\$ 37,322,004

See accompanying notes to financial statements.

VILLAGE OF GLENWOOD, ILLINOIS

BALANCE SHEET
GOVERNMENTAL FUNDS
April 30, 2007

	Major Funds				Total
	General Fund	TIF Fund	Holbrook Road Tax Increment Financing District	Nonmajor Governmental Funds	
ASSETS					
Cash and Cash Equivalents	\$ -	\$ 2,035,060	\$ 752,218	\$ 1,692,032	\$ 4,479,310
Investments	111,975	-	-	443,124	555,099
Receivables:					
Property Tax Receivable	1,199,726	-	-	543,810	1,743,536
Due from Other Governments	615,335	-	-	46,710	662,045
Due from pension fund	87,237	-	-	-	87,237
Prepaid Expenditures	101,986	-	-	-	101,986
Due from Other Funds	552,048	-	-	542,641	1,094,689
TOTAL ASSETS	\$ 2,668,307	\$ 2,035,060	\$ 752,218	\$ 3,268,317	\$ 8,723,902
LIABILITIES AND FUND BALANCE					
LIABILITIES					
Accounts Payable	\$ 125,313	\$ 129,522	\$ -	\$ 1,754	\$ 256,589
Accrued Payroll	113,015	-	-	-	113,015
Deposits	71,809	-	-	-	71,809
Due to Other Funds	535,215	-	-	14,838	550,053
Deferred Property Tax Revenue	1,199,726	-	-	543,810	1,743,536
Deferred Revenue	128,379	-	-	88,415	216,794
Total Liabilities	2,173,457	129,522	-	648,817	2,951,796
FUND BALANCE					
Reserved for:					
Debt Service	-	-	-	1,075,892	1,075,892
Prepays	101,986	-	-	-	101,986
Unreserved, reported in:					
General Fund	392,864	-	-	-	392,864
Special Revenue Funds	-	1,905,538	752,218	1,158,867	3,816,623
Capital Projects Funds	-	-	-	384,741	384,741
Total Fund Balance	494,850	1,905,538	752,218	2,619,500	5,772,106
TOTAL LIABILITIES AND FUND BALANCE	\$ 2,668,307	\$ 2,035,060	\$ 752,218	\$ 3,268,317	\$ 8,723,902

VILLAGE OF GLENWOOD, ILLINOIS

RECONCILIATION OF GOVERNMENTAL FUNDS BALANCE SHEET
TO STATEMENT OF NET ASSETS
April 30, 2007

Total fund balances - governmental funds		\$ 5,772,106
Amounts reported for governmental activities in the statement of net assets are different because:		
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds:		
Capital Assets	33,931,894	
Accumulated Depreciation	<u>(6,642,373)</u>	
Net Capital Assets		27,289,521
Other long-term assets are not available to pay for current period expenditures and therefore are deferred in the funds:		
Sales Taxes Receivable		128,379
Net Pension Asset is reported in the statement of net assets but is not a current financial resource and therefore is not reported in governmental funds.		
		3,375
Net Pension Liability is reported in the statement of net assets but is not a current financial resource and therefore is not reported in governmental funds.		
		(66,686)
Interest on long-term debt is not accrued in governmental funds, but rather is recognized when due.		
		(16,588)
Some liabilities reported in the statement of net assets do not require the use of current financial resources and therefore are not reported as liabilities in governmental funds. These liabilities consist of :		
Compensated Absences	(362,847)	
Capital Leases	(368,246)	
General Obligation Bonds	(450,000)	
Alternative Revenue Bonds	<u>(2,740,000)</u>	
Total Long-term Liabilities		<u>(3,921,093)</u>
Net assets of governmental activities		<u>\$ 29,189,014</u>

VILLAGE OF GLENWOOD, ILLINOIS

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
Year Ended April 30, 2007

	Major Funds			Nonmajor Governmental Funds	Total
	General Fund	TIF Fund	Holbrook Road Tax Increment Financing District		
Revenues					
Property Taxes	\$ 2,561,271	\$ 1,225,597	\$ 1,133,164	\$ 1,296,110	\$ 6,216,142
Licenses and Permits	244,977	-	-	117,945	362,922
Fines	91,934	-	-	-	91,934
Other Taxes	634,124	-	-	6,470	640,594
Intergovernmental	2,457,851	-	-	315,475	2,773,326
Interest	6,138	20,845	878	25,010	52,871
Charges for Services	532,560	-	-	-	532,560
Miscellaneous	67,341	-	-	20,348	87,689
Total Revenues	<u>6,596,196</u>	<u>1,246,442</u>	<u>1,134,042</u>	<u>1,781,358</u>	<u>10,758,038</u>
Expenditures					
Current:					
Administration	1,396,547	2,186	-	-	1,398,733
Building	311,757	-	-	-	311,757
Public Works	599,834	-	-	-	599,834
Parks	34,350	-	-	-	34,350
Police	2,554,238	-	-	18,599	2,572,837
Fire	1,070,383	-	-	-	1,070,383
E.S.D.A.	28,286	-	-	-	28,286
Senior Center	15,820	-	-	-	15,820
Highways and Streets	-	-	-	216,308	216,308
Pension Contributions	-	-	-	377,556	377,556
Debt Service:					
Principal Retired	-	-	-	780,000	780,000
Interest and Charges	-	-	-	150,039	150,039
Capital Outlay	-	848,724	387,250	232,953	1,468,927
Total Expenditures	<u>6,011,215</u>	<u>850,910</u>	<u>387,250</u>	<u>1,775,455</u>	<u>9,024,830</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>584,981</u>	<u>395,532</u>	<u>746,792</u>	<u>5,903</u>	<u>1,733,208</u>
Other Financing Sources (Uses)					
Lease proceeds	-	-	-	76,998	76,998
Transfers In	-	-	-	428,798	428,798
Transfers Out	(258,798)	-	-	(170,000)	(428,798)
Total Other Financing Sources (Uses)	<u>(258,798)</u>	<u>-</u>	<u>-</u>	<u>335,796</u>	<u>76,998</u>
Net Change in Fund Balances	326,183	395,532	746,792	341,699	1,810,206
Fund Balances at Beginning of Year	<u>168,667</u>	<u>1,510,006</u>	<u>5,426</u>	<u>2,277,801</u>	<u>3,961,900</u>
Fund Balances at End of Year	<u>\$ 494,850</u>	<u>\$ 1,905,538</u>	<u>\$ 752,218</u>	<u>\$ 2,619,500</u>	<u>\$ 5,772,106</u>

VILLAGE OF GLENWOOD, ILLINOIS

RECONCILIATION OF STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND
BALANCES OF GOVERNMENTAL FUNDS TO STATEMENT OF ACTIVITIES
Year Ended April 30, 2007

Net change in total fund balances		\$ 1,810,206
Amounts reported for governmental activities in the Statement of Activities are different because:		
Some revenues were not collected for several months after the close of the fiscal year and therefore were not considered to be "available" and are not reported as revenue in the governmental funds.		
The change from fiscal year 2006 to 2007 consists of Sales Taxes received from the State of Illinois.		(4,437)
Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported in the governmental funds.		
	Increase in long-term compensated absences	(32,497)
	Decrease in accrued interest on debt	3,731
	Total expenses of non-current resources	(28,766)
Governmental funds report purchases of capital assets as expenditures while governmental activities report depreciation expense to allocate those expenditures over the life of the assets.		
	Capital Outlay	288,160
	Depreciation	(458,898)
	Capital expenditures in excess of depreciation	(170,738)
Loan proceeds provide current financial resources to governmental funds, but issuing debt increase long-term liabilities in the statement of net assets. The total amount consists of:		
		(76,998)
Repayment of principal on long-term debt is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets.		
	General Obligation Bonds Payable	445,000
	Alternative Revenue Bonds Payable	335,000
	Capital Leases Payable	175,634
	Total payment of principal on long-term debt	955,634
The proceeds from the sale of assets in the governmental funds were reported as an other financing source. However, the original cost of assets disposed of had a net value greater than the disposal proceeds, resulting in a loss on the sale of capital assets, which is what is recorded in the statement of activities. The following is the net effect:		
		(95,444)
Change in net assets of governmental activities		<u>\$ 2,389,457</u>

VILLAGE OF GLENWOOD, ILLINOIS

STATEMENT OF NET ASSETS
ENTERPRISE FUNDS
April 30, 2007

	Major Funds		Other Enterprise Fund	Total
	Water and Sewer Fund	Golf Course Fund	Golf Course Housing Project Fund	
ASSETS				
Cash and Cash Equivalents	\$ 105,821	\$ 388,297	\$ -	\$ 494,118
Investments	220,670	-	-	220,670
Receivables:				
Interest Receivable	4,902	-	-	4,902
Accounts Receivable	202,223	4,844	-	207,067
Other Receivables	-	3,591	-	3,591
Inventories	-	32,914	-	32,914
Prepaid Items	31,426	498	-	31,924
Due from Other Funds	478,532	619,230	-	1,097,762
Deferred Amount on Refunding	-	146,255	-	146,255
Capital Assets not being Depreciated	-	4,309,187	-	4,309,187
Capital Assets being Depreciated, net	6,794,743	2,095,853	419,333	9,309,929
TOTAL ASSETS	<u>7,838,317</u>	<u>7,600,669</u>	<u>419,333</u>	<u>15,858,319</u>
LIABILITIES AND NET ASSETS				
LIABILITIES				
Accounts Payable	104,173	61,934	-	166,107
Accrued Payroll	8,820	5,488	-	14,308
Deposits	20,651	32,480	-	53,131
Due to Other Funds	-	1,023,168	619,230	1,642,398
Interest Payable	-	119,452	-	119,452
Long-Term Obligations, Due within One Year:				
Compensated Absences	20,135	26,686	-	46,821
Capital Leases	-	56,381	-	56,381
Loan Payable	-	29,242	-	29,242
Alternative Revenue Bonds	-	125,000	-	125,000
Long-Term Obligations, Due in more than One Year:				
Compensated Absences	24,249	18,240	-	42,489
Alternative Revenue Bonds	-	5,430,000	-	5,430,000
Total Liabilities	<u>178,028</u>	<u>6,928,071</u>	<u>619,230</u>	<u>7,725,329</u>
NET ASSETS				
Invested in Capital Assets, Net of Related Debt	7,135,255	761,426	446,213	8,342,894
Unrestricted Net Assets	525,034	(88,828)	(646,110)	(209,904)
Total Net Assets	<u>\$ 7,660,289</u>	<u>\$ 672,598</u>	<u>\$ (199,897)</u>	<u>\$ 8,132,990</u>

VILLAGE OF GLENWOOD, ILLINOIS

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS
 ENTERPRISE FUNDS
 Year Ended April 30, 2007

	Major Funds		Other Enterprise Fund	Total
	Water and Sewer Fund	Golf Course Fund	Golf Course Housing Project Fund	
Operating Revenues				
Charges for Services	\$ 1,324,939	\$ 1,179,817	\$ -	\$ 2,504,756
Miscellaneous	70,692	-	-	70,692
Total Operating Revenues	<u>1,395,631</u>	<u>1,179,817</u>	<u>-</u>	<u>2,575,448</u>
Operating Expenses				
Operations	1,603,664	929,210	-	2,532,874
Depreciation	201,246	127,287	13,440	341,973
Total Operating Expenses	<u>1,804,910</u>	<u>1,056,497</u>	<u>13,440</u>	<u>2,874,847</u>
Operating Income (Loss)	<u>(409,279)</u>	<u>123,320</u>	<u>(13,440)</u>	<u>(299,399)</u>
Nonoperating Revenues and (Expenses)				
Property Taxes	-	432,918	-	432,918
Interest Revenue	11,569	426	-	11,995
Interest Expense	-	(305,738)	-	(305,738)
Gain on the sale of a capital asset	-	7,117	-	7,117
Total Nonoperating Revenues and (Expenses)	<u>11,569</u>	<u>134,723</u>	<u>-</u>	<u>146,292</u>
Change in Net Assets	<u>(397,710)</u>	<u>258,043</u>	<u>(13,440)</u>	<u>(153,107)</u>
Net Assets at Beginning of Year	<u>8,057,999</u>	<u>414,555</u>	<u>(186,457)</u>	<u>8,286,097</u>
Net Assets at End of Year	<u>\$ 7,660,289</u>	<u>\$ 672,598</u>	<u>\$ (199,897)</u>	<u>\$ 8,132,990</u>

VILLAGE OF GLENWOOD, ILLINOIS

STATEMENT OF CASH FLOWS
ENTERPRISE FUNDS
Year Ended April 30, 2007

	Major Funds		Other Enterprise Fund	Total
	Water and Sewer Fund	Golf Course Fund	Golf Course Housing Project Fund	
Cash Flows From Operating Activities:				
Cash Received from Customers	\$ 1,411,644	\$ 1,190,690	\$ -	\$ 2,602,334
Cash Payments for Goods and Services	(1,299,409)	(593,224)	-	(1,892,633)
Cash Payments to Employees	(407,297)	(371,611)	-	(778,908)
Net Cash Provided by (Used in) Operating Activities	(295,062)	225,855	-	(69,207)
Cash Flows From Noncapital Financing Activities:				
Property Taxes	-	432,918	-	432,918
Interfund borrowing	186,432	130,000	-	316,432
Interfund Lending	-	-	-	-
Net Cash Provided by (Used in) Noncapital Financing Activities	186,432	562,918	-	749,350
Cash Flows From Capital and Related Financing Activities:				
Interest & fiscal charges	-	(291,488)	-	(291,488)
Repayment of Installment Contracts	-	(67,194)	-	(67,194)
Repayment of Loans Payable	-	(28,476)	-	(28,476)
Repayment of Alternative Revenue Bonds	-	(120,000)	-	(120,000)
Proceeds from the sale of land	-	12,500	-	12,500
Purchases of capital assets	(51,683)	-	-	(51,683)
Net Cash Provided by (Used in) Capital and Related Financing Activities	(51,683)	(494,658)	-	(546,341)
Cash Flows From Investing Activities:				
Sales of Investments	100,000	-	-	100,000
Interest Revenue	11,569	426	-	11,995
Net Cash Provided by (Used in) Investing Activities	111,569	426	-	111,995
Net Increase (Decrease) in Cash	(48,744)	294,541	-	245,797
Cash and Cash Equivalents, Beginning of Year	154,565	93,756	-	248,321
Cash and Cash Equivalents, End of Year	\$ 105,821	\$ 388,297	\$ -	\$ 494,118
Reconciliation of Operating Income to Net Cash Provided by (Used in) Operating Activities				
Operating Income (Loss)	\$ (409,279)	\$ 123,320	\$ (13,440)	\$ (299,399)
Adjustments to Reconcile Operating Income to Net Cash Provided by (Used in) Operating Activities:				
Depreciation	201,246	127,287	13,440	341,973
Decrease (Increase) in Accounts Receivable	16,013	10,873	-	26,886
Decrease (Increase) in Prepaid Items	(31,426)	-	-	(31,426)
Increase (Decrease) in Accounts Payable	(24,682)	(53,450)	-	(78,132)
Increase (Decrease) in Accrued Payroll	1,528	2,295	-	3,823
Increase (Decrease) in Deposits Payable	(54,658)	761	-	(53,897)
Increase (Decrease) in Compensated Absences	6,196	14,769	-	20,965
Total Adjustments	114,217	102,535	13,440	230,192
Net Cash Provided by (Used in) Operating Activities	\$ (295,062)	\$ 225,855	\$ -	\$ (69,207)

See accompanying notes to financial statements.

VILLAGE OF GLENWOOD, ILLINOIS
STATEMENT OF FIDUCIARY NET ASSETS
PENSION TRUST FUNDS
April 30, 2007

	Pension <u>Trust Funds</u>
ASSETS	
Cash and Cash Equivalents	\$ 1,808,408
Investments	5,337,067
Interest Receivable	<u>32,612</u>
TOTAL ASSETS	<u>7,178,087</u>
LIABILITIES	
Accounts Payable	7,025
Due to the Village	<u>87,237</u>
TOTAL LIABILITIES	<u>94,262</u>
NET ASSETS	
Plan Net Assets Held in Trust for Pension Benefits	<u>\$ 7,083,825</u>

See accompanying notes to financial statements.

VILLAGE OF GLENWOOD, ILLINOIS

STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS
 PENSION TRUST FUNDS
 Year ended April 30, 2007

	<u>Pension Trust Funds</u>
ADDITIONS	
Contributions	
Employer	\$ 419,552
Plan Members	138,071
Miscellaneous	<u>4,761</u>
Total Contributions	<u>562,384</u>
Net Investment Income	<u>543,252</u>
Total Additions	<u>1,105,636</u>
DEDUCTIONS	
Benefits & Refunds	556,424
Administrative Expenses	<u>64,476</u>
Total Deductions	<u>620,900</u>
Increase (Decrease) in Net Assets	484,736
Plan Net Assets at Beginning of Year	<u>6,599,089</u>
Plan Net Assets at End of Year	<u>\$ 7,083,825</u>

VILLAGE OF GLENWOOD, ILLINOIS
NOTES TO THE FINANCIAL STATEMENTS
April 30, 2007

NOTE 1 - FINANCIAL REPORTING ENTITY AND SIGNIFICANT ACCOUNTING POLICIES

The Village of Glenwood (the Village) operates under a Board-Manager form of government and provides the following services as authorized by its charter: public safety (police), highways and streets, sanitation, health and social services, culture-recreation, public improvements, planning and zoning, and general administrative services.

The accounting policies and the presentation of the basic financial statements of the Village have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applicable to governments. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles. The following is a summary of the significant accounting policies.

Financial Reporting Entity: The Village has adopted the provisions of the Governmental Accounting Standards Board (GASB) Statement No. 14, "The Financial Reporting Entity" under which these basic financial statements include all organizations, activities, functions, and component units for which the Village is financially accountable. Financial accountability is defined as the appointment of a voting majority of the component unit's board, and either (1) the Village's ability to impose its will over the component unit, or (2) the possibility that the component unit will provide a financial benefit to or impose a financial burden with the Village. The component units included in these financial statements are discussed below.

In conformity with GAAP, the Village's Police and Firefighters' Pension funds have been included as blended component units in the Village's basic financial statements. Although they are separate legal entities, these funds exist to provide pension benefits for the Village's police officers and firefighters. Thus, the financial information of these two funds has been blended within the Village's basic financial statements as fiduciary funds. Separately issued financial statements for the Firefighters' Pension fund is not available. The Police Pension Fund financial statements can be obtained by contacting the Police Department at 1 Asselborn Way, Glenwood, Illinois 60425.

Basis of Presentation - Fund Accounting: The Village's basic financial statements consist of Village-wide statements, including a statement of net assets and a statement of activities, and fund financial statements, which provide a more detailed level of financial information. The Village-wide focus is more on the sustainability of the Village as an entity and the change in aggregate financial position resulting from activities of the fiscal period.

Village-Wide Financial Statements - The statement of net assets and the statement of activities display information about the Village as a whole. In the Village-wide statement of net assets, both the governmental and business-type activities columns are presented on a consolidated basis by column. These statements include the financial activities of the primary government, except for fiduciary activities. For the most part, the effect of interfund activity has been removed from these statements. 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

(Continued)

VILLAGE OF GLENWOOD, ILLINOIS
NOTES TO THE FINANCIAL STATEMENTS
April 30, 2007

NOTE 1 - FINANCIAL REPORTING ENTITY AND SIGNIFICANT ACCOUNTING POLICIES
(Continued)

fees and charges for support. The Village-wide statement of activities reflects both the direct expenses and net cost of each function of the Village's governmental activities and business-type activities. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include charges paid by the recipient for the goods or services offered by the program, grants and contributions that are restricted to meeting the operational or capital requirements of a particular program, and interest earned on grants that is required to be used to support a particular program. Revenues, which are not classified as program revenues, are presented as general revenues of the Village, with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each government function or business segment is self-financing or draws from the general revenues of the Village.

Fund Financial Statements - The financial transactions of the Village are recorded in individual funds. A fund is defined, as a fiscal and accounting entity with a self-balancing set of accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures or expenses, as appropriate. Separate statements for each fund category—governmental, proprietary, and fiduciary—are presented. The emphasis of fund financial statements is on major governmental and enterprise funds, each displayed in a separate column. All remaining governmental and enterprise funds are aggregated and presented as nonmajor funds. Proprietary fund operating revenues, such as charges for services, result from exchange transactions associated with the principal activity of the fund. Exchange transactions are those in which each party receives and gives up essentially equal values. Nonoperating revenues, such as subsidies and investment earnings, result from nonexchange transactions or ancillary activities.

Measurement Focus and Basis of Accounting:

Village-Wide Financial Statements - The Village-wide financial statements and fund financial statements for proprietary and fiduciary funds are reported using the economic resources measurement focus and the accrual basis of accounting. The economic resources measurement focus means all assets and liabilities (whether current or non-current) are included on the balance sheet and the operating statements present increases (revenues) and decreases (expenses) in total net assets. Under the accrual basis of accounting, revenues are recognized when earned, if measurable, and expenses are recognized as incurred, regardless of the timing of related cash flows.

In accordance with GASB Statement No. 20, "Accounting and Financial Reporting for Proprietary Funds and Other Governmental Entities that Use Proprietary Fund Accounting," the Village applies all GASB pronouncements and all Financial Accounting Standards Board (FASB) Statements and Interpretations, Accounting Principles Board Opinions, and Accounting Research Bulletins issued on or before November 30, 1989, unless they conflict with GASB pronouncements.

(Continued)

VILLAGE OF GLENWOOD, ILLINOIS
NOTES TO THE FINANCIAL STATEMENTS
April 30, 2007

NOTE 1 - FINANCIAL REPORTING ENTITY AND SIGNIFICANT ACCOUNTING POLICIES
(Continued)

For purpose of the statement of cash flows, the Village considers all highly liquid investments with an original maturity of three months or less when purchased to be cash equivalents. "Cash and cash equivalents" includes cash on hand, savings accounts, and checking accounts.

The Village has reported three categories of program revenues in the statement of activities: (1) charges for services, (2) program-specific operating grants and contributions, and (3) program-specific capital grants and contributions. Program revenues are derived directly from the program itself or from external sources, such as the State of Illinois; they reduce the net cost of each function to be financed from the Village's general revenues. For identifying the function to which a program revenue pertains, the determining factor for charges for services is which function generates the revenue. For grants and contributions, the determining factor is the function to which the revenues are restricted.

Eliminations have been made in the statement of net assets to remove the "grossing up" effect on assets and liabilities within the governmental and business-type activities columns for amounts reported in the individual funds as interfund receivables and payables. Similarly, transfers between funds have been eliminated in the statement of activities. Amounts reported in the governmental or proprietary funds as receivable from or payable to fiduciary funds have been reclassified in the statement of net assets as accounts receivable or payable to external parties.

Fund Financial Statements - Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose the Village considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Revenues accrued at the end of the year include charges for services, licenses and permits, fines and forfeitures, intergovernmental revenues, investment earnings, property taxes, sales taxes, and income taxes. All other revenue items are considered to be measurable and available only when cash is received by the government. Nonexchange transactions, in which the Village receives value without directly giving equal value in return, include taxes, grants, and donations. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Deferred revenue is reported on the governmental fund balance sheet. Deferred revenues arise when potential revenue does not meet both the measurable and available criteria. Deferred revenues also arise when resources are received prior to the government having a legal claim to them. In a subsequent period, when both recognition criteria are met, or when the government has a legal claim to the resources, the liability is removed and the revenue recognized.

(Continued)

VILLAGE OF GLENWOOD, ILLINOIS
NOTES TO THE FINANCIAL STATEMENTS
April 30, 2007

NOTE 1 - FINANCIAL REPORTING ENTITY AND SIGNIFICANT ACCOUNTING POLICIES
(Continued)

Proprietary funds separate all activity into two categories: operating revenues and expenses and non-operating revenues and expenses. Operating revenues and expenses result from providing services and producing and delivering goods. Non-operating revenues and expenses entail all other activity not included in operating revenues and expenses. Non-operating revenues and expenses include capital and noncapital financing activities and investing activities.

When an expenditure/expense is incurred for purposes for which both restricted and unrestricted resources are available, it is the Village's policy to apply restricted resources first, then unrestricted resources as needed.

Differences occur from the manner in which the governmental activities and the Village-wide financial statements are prepared that are due to the inclusion of capital asset and long-term debt activity. Governmental fund financial statements, therefore, include a reconciliation with brief explanations to better identify the relationship between the Village-wide statements and the statements for governmental funds.

The Village reports the following major governmental funds:

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

Tax Increment Financing District Fund - The Tax Increment Financing District Fund (a special revenue fund) is used to account for revenues derived from the special Tax Increment Financing District to pay development cost and retire debt.

Holbrook Road Tax Increment Financing District Fund - The Holbrook Road Tax Increment Financing District Fund (a special revenue fund) is used to account for revenues derived from the special Tax Increment Financing District to pay development cost and retire debt.

Proprietary Funds - Proprietary funds account for the Village's ongoing activities that are similar to those often found in the private sectors where the determination of net income is necessary or useful to sound financial administration, or where service from such activities can be provided either to outside parties or to other departments within the Village. The Enterprise Funds represent the proprietary fund of the Village.

The Village reports the following major proprietary funds:

Water and Sewer Fund - This fund accounts for the revenues and expenses related to the operation of the Village's water and sewer enterprise. Revenues are generated through charges to users based upon water consumption.

(Continued)

VILLAGE OF GLENWOOD, ILLINOIS
NOTES TO THE FINANCIAL STATEMENTS
April 30, 2007

NOTE 1 - FINANCIAL REPORTING ENTITY AND SIGNIFICANT ACCOUNTING POLICIES
(Continued)

Golf Course Fund - This fund accounts for the revenues and expenses related to the operation of the Glenwoodie Golf Course. Revenues are generated through charges to users based on rounds played and concessions purchased.

Fiduciary Funds - Fiduciary Funds are used to account for assets held by the Village in a trustee capacity or as an agent for individuals, other governments, or other funds. The Village's fiduciary funds are the Pension Trust Funds.

In addition to the major funds mentioned above, the Village uses the following fund types:

Governmental Fund Types

Special Revenue Funds - Special Revenue Funds are used to account for the proceeds of specific revenue sources requiring separate accounting because of legal or regulatory provisions or administrative action.

Debt Service Fund - The Debt Service Fund is used to account for the Village's accumulation of resources for, and the payment of, general long-term debt, principal, interest, and related costs.

Capital Projects Funds - The Capital Projects Funds are used to account for the Village's purchase or construction of major capital facilities, which are not financed by other funds.

Cash and Cash Equivalents: Cash and cash equivalents include demand deposits and investments with a maturity date of less than three months when acquired by the Village.

Investments: Investments are stated at fair value.

Inventories: Inventory is stated at the lower of cost or market determined on the first in, first out basis.

Capital Assets: Capital assets, which include property, plant equipment, and infrastructure assets (e.g., roads, bridges, and similar items), are reported in the applicable governmental or business-type activities columns in the Village-wide financial statements. Capital assets are defined by the Village as assets with an initial, individual cost of more than \$5,000 and a useful life of more than one year. All capital assets are valued at historical cost or estimated historical cost if actual historical cost is not available. 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 assets lives are not capitalized.

(Continued)

VILLAGE OF GLENWOOD, ILLINOIS
NOTES TO THE FINANCIAL STATEMENTS
April 30, 2007

NOTE 1 - FINANCIAL REPORTING ENTITY AND SIGNIFICANT ACCOUNTING POLICIES
(Continued)

All reported capital assets except land and construction in progress are depreciated. Improvements are depreciated over the remaining useful lives of the related capital assets. Depreciation on all assets is provided on the straight-line basis over the following estimated useful lives:

Buildings	75-100 years
Improvements and equipment	10 years
Infrastructure - bridges	80 years
Infrastructure - roads	80 years
Infrastructure - water and sewer	75-100 years
Vehicles and equipment	15 years

Compensated Absences: Accumulated unpaid compensated absences are accrued as liabilities in proprietary funds using the accrual basis of accounting. For governmental funds using the modified accrual basis of accounting, such amounts, which are expected to be paid from current available resources, are accrued as liabilities of the funds and those amounts, which are not expected to be paid from current available resources, are accounted for in the statement of net assets.

Interfund Receivables and 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" for the current portion of interfund loans or "advances to/from other funds" for the non-current portion of interfund loans. All other outstanding balances between funds are reported as "due to/from other funds." Any residual balances outstanding between the governmental activities and business-type activities are reported in the Village-wide financial statements as "internal balances." All receivables are shown net of an allowance for uncollectibles.

Prepaid Items: Certain payments reflect costs to future periods and are recorded as prepaid items in both the Village-wide and governmental fund financial statements.

Long-Term Debt: In the Village-wide financial statements and in the proprietary funds in the fund financial statements, long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund-type statement of net assets. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the straight-line method, which approximates the effective interest rate method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt. In the fund financial statements, governmental fund-types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs are reported as debt service expenditures.

(Continued)

VILLAGE OF GLENWOOD, ILLINOIS
NOTES TO THE FINANCIAL STATEMENTS
April 30, 2007

NOTE 1 - FINANCIAL REPORTING ENTITY AND SIGNIFICANT ACCOUNTING POLICIES
(Continued)

Deferred Amount on Refunding: Deferred amounts in the proprietary funds result from the refunding of bonds and are amortized over the remaining life of the old bonds using the straight-line method.

Net Assets/Fund Equity: Net assets represent the difference between assets and liabilities. Net assets invested in capital assets, net of related debt consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition construction of improvements of those assets. Net assets are reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the Village or through external restrictions imposed by creditors, grantors, laws, or regulations of other governments.

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

Use of Estimates: The preparation of the basic financial statements in conformity with GAAP requires Village's 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 basic financial statements and/or the reported amounts of revenues and expenditures during the reporting period. Actual results could differ from those estimates, but the Village believes that the differences would be insignificant.

NOTE 2 - DEPOSITS AND INVESTMENTS

The Village's investment policy is to establish cash management and investment guidelines for Village officials responsible for the stewardship of public funds. The Village has established specific objectives to meet their guidelines.

Cash: The carrying amount of cash, excluding the Pension Trust Funds, was \$4,276,096 at April 30, 2007, while the bank balances were \$5,345,189. All account balances at banks were either insured by the Federal Deposit Insurance Corporation (FDIC) for \$100,000, or collateralized with securities of the U.S. Government or with letters of credit issued by a government agency held in the Village's name by financial institutions acting as the Village's agent.

The Village had cash on hand of \$1,195 as of April 30, 2007.

(Continued)

VILLAGE OF GLENWOOD, ILLINOIS
NOTES TO THE FINANCIAL STATEMENTS
April 30, 2007

NOTE 2 - DEPOSITS AND INVESTMENTS (Continued)

At April 30, 2007, the Police Pension Trust Fund's carrying amount and bank balances of the deposits totaled \$312,928. The FDIC insures bank balances up to \$100,000. As of April 30, 2007, \$154,001 of the bank balance was uninsured and uncollateralized.

At April 30, 2007, the Firefighters Pension Trust Fund's carrying amount of cash was \$167,833 and the bank balances were \$167,138. The FDIC insures bank balances up to \$100,000. As of April 30, 2007, 100% of the bank balance was collateralized with securities of the U.S. government held in the Pension Trust Fund's name by a financial institution acting as the Fund's agent or by FDIC.

Certificates of Deposit: Certificates of deposit, excluding the Pension Trust Funds, amounted to \$1,028,782 at April 30, 2007. Of this balance, 100% was collateralized with securities of the U.S. government held in the Pension Trust Funds' name by financial institution acting as the Fund's agent or by FDIC.

At April 30, 2007, the Police Pension Trust Fund's certificate of deposit balance was \$1,327,648. Of this amount \$1,119,111 was uninsured and uncollateralized.

At April 30, 2007, the Firefighters' Pension Trust Fund's certificate of deposit balance was \$654,111. \$225,337 of this balance was collateralized with securities of the U.S. government held in the Pension Trust Funds' name by a financial institution acting as the Fund's agent or by FDIC. This leaves \$428,774 as un-collateralized as of April 30, 2007.

Investments (excluding Pension Trust Funds): The investments that the Village may purchase are limited to the following: (1) U.S. government obligations, U.S. government agency obligation, U.S. government instrumentality obligations, which have a liquid market with a readily determinable market value; (2) Certificates of deposit and other evidences of deposit at local financial institutions; and (3) all other investments as authorized by the state of Illinois. The investments authorized by Illinois law are the following: (1) securities which are fully guaranteed by the U.S. government as to principal and interest; (2) certain U.S. government agency securities; (3) certificates of deposit or time deposits of banks and savings and loan associations, which are insured by a federal corporation; (4) short-term discount obligations of the Federal National Mortgage Association; (5) certain short-term obligations of corporations (commercial paper) rated in the highest classifications by at least two of the major rating services; (6) fully collateralized repurchase agreements; (7) the State Treasurer's Illinois and Prime Funds; and (8) money market mutual funds and certain other instruments.

(Continued)

VILLAGE OF GLENWOOD, ILLINOIS
NOTES TO THE FINANCIAL STATEMENTS
April 30, 2007

NOTE 2 - DEPOSITS AND INVESTMENTS (Continued)

The following schedule reports the fair values and maturities (using the segmented time distribution method) for the Village's investments at April 30, 2007:

<u>Investment Type</u>	<u>Fair Value</u>	<u>Investment Maturities</u>	
		<u>Less than One Year</u>	<u>One to Five Years</u>
U.S. Treasuries	\$ 443,124	\$ -	\$ 443,124
Total Fixed Income Securities	<u>\$ 443,124</u>	<u>\$ -</u>	<u>\$ 443,124</u>

Interest Rate Risk. The Village's investment policy states that the investment's maturity period shall be matched 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.

Credit Risk. Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The Village helps to limit its exposure to credit risk by primarily investing in securities issued by the U.S. government and/or its agencies that are implicitly guaranteed by the U.S. government. The investments in the securities of the U.S. government agencies were all rated Triple A by Standard & Poor's and by Moody's Investor Services. The Village's general investment policy is to apply the prudent-person rule: Investments are made as a prudent person would be expected to act, with discretion and intelligence, to seek reasonable income, preserve capital, and, in general, avoid speculative investments.

Custodial Credit Risk. For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the Village will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The Village's investment policy states that the only authorized financial institutions are those that are FDIC insured and/or provide sufficient collateralization to cover the balance of the Village's deposits. As of April 30, 2007, 100% of the balance was collateralized, insured either by the FDIC for \$100,000, or collateralized with securities of the U.S. government or with letters of credit issued by a government agency, held in the Village's name by financial institutions acting as the Village's agent.

Concentration of Credit Risk. A risk of loss is attributed to the magnitude of the Village's investment in a single issuer. The Village's investment policy states that investments shall be diversified to the best of their ability based on the types of funds invested and the cash flow needs of those funds. Diversification can be the type of investments, the number of institutions invested in, and the length of maturity. The policy does not limit the amount the Village may invest in any one issuer. The City does not have any investments that exceed more than 5% of the Village's total deposits and investments.

(Continued)

VILLAGE OF GLENWOOD, ILLINOIS
NOTES TO THE FINANCIAL STATEMENTS
April 30, 2007

NOTE 2 - DEPOSITS AND INVESTMENTS (Continued)

Police Pension Trust Fund's Investments: The deposits and investments of the Police Pension Trust Fund are held separately from those of other Village funds. Statutes authorize the Police Pension Trust Fund to make deposits and invest in the following: interest bearing direct obligations of the United States of America; obligations that are fully guaranteed or insured as to the payment of principal and interest by the United States of America; bonds, notes, debentures, or similar obligations of agencies of the United States of America; savings accounts or certificates of deposit issued by banks or savings and loans associations chartered by the United States of America or by the State of Illinois, to the extent that the deposits are insured by the agencies or instrumentalities of the federal government; credit unions, to the extent that the deposits are insured by the agencies of instrumentalities of the federal government; State of Illinois bonds; pooled accounts managed by the Illinois Public Treasurer or by banks, their subsidiaries or holding companies, in accordance with the laws of the State of Illinois; bonds or tax anticipation warrants of any county, township, or municipal corporation of the State of Illinois; direct obligations of the State of Israel; money market mutual funds management by investment companies that are registered under the federal Investment Company Act of 1940 and the Illinois Securities Law of 195 and are diversified, open-ended management investment companies, provided the portfolio is limited to specified restrictions; and general accounts of life insurance companies and separate accounts of life insurance. If the Police Pension Trust Fund has net assets greater than 2.5 million, up to forty-five percent of plan net assets may be invested in separate accounts of life insurance companies and mutual funds. In addition, if the Police Pension Trust Fund's net assets are of at least 5 million and have an investment advisor, the plan's net assets may be invested up to forty-five percent through the investment advisor in common and preferred stock that meet specific restrictions.

The following schedule reports the fair values and maturities (using the segmented time distribution method) for the Police Pension Trust Fund's investments at April 30, 2007:

Investment Type	Fair Value	Investment Maturities			
		Less than One Year	One to Five Years	Six to Ten Years	Greater than Ten Years
U.S. Treasuries	\$ 14,670	\$ -	\$ 2,000	\$ -	\$ 12,670
Total Fixed Income Securities	14,670	\$ -	\$ 2,000	\$ -	\$ 12,670
Annuities *	1,100,790				
Equities *	253,629				
Mutual Funds *	2,502,446				
Total	\$3,871,535				

* Not subject to collateralization

The Police Pension Trust Fund assumes any callable securities will not be called.

(Continued)

VILLAGE OF GLENWOOD, ILLINOIS
NOTES TO THE FINANCIAL STATEMENTS
April 30, 2007

NOTE 2 - DEPOSITS AND INVESTMENTS (Continued)

Interest Rate Risk. Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The Police Pension Trust Fund does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

Credit Risk. Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The Police Pension Trust Fund helps limit 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 Trust Fund's policy states that the manager is expected to prudently diversify the portfolio across industry and economic sectors, which means investments shall be made with judgment and care, under circumstances prevailing, which persons of prudence, discretion, and intelligence exercise in the management of their own affairs, not for speculation, but for investment, considering the primary objectives of safety and attainment of market rates of return.

The Investments in the securities of the United States Government were all rated triple A by Standard & Poor's or by Moody's Investors Services.

Custodial Credit Risk. With respect to investments, custodial risk is the risk that, in the event of the failure of the counterparty, the government will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The Pension Fund's investment policy does not address custodial risk.

Concentration of Credit Risk. The Pension Fund's investment policy require diversification of the investment portfolio to minimize the risk of loss resulting from over concentration in a particular type of security, risk factor, issuer or maturity. In the pension fund, the following investments were more than 5% of total investments:

<u>Description of Investment</u>	<u>April 30, 2007</u>
Protective Life Annuity	\$ 289,510
AmCap Fund	482,439
Fundamental Investors Fund	548,727
Growth Fund of America	516,202
Washington Mutual Fund Investor	503,726

(Continued)

VILLAGE OF GLENWOOD, ILLINOIS
NOTES TO THE FINANCIAL STATEMENTS
April 30, 2007

NOTE 2 - DEPOSITS AND INVESTMENTS (Continued)

Firefighters' Pension Trust Fund's Investments: The Firefighters' Pension Trust Fund is authorized to invest in (1) interest-bearing direct obligations of the United States of America; (2) interest-bearing obligations to the extent that they are fully guaranteed or insured as to payment of principal and interest by the United States of America; (3) interest-bearing notes, bonds, debentures, or other similar obligations of agencies of the United States of America; (4) interest-bearing savings accounts or certificates of deposits; (5) investment in credit unions; (6) interest-bearing bonds of the state of Illinois; (6) pooled interest bearing accounts managed by the Illinois Funds; (7) interest-bearing bonds or tax anticipation warrants of any county, township, or municipal corporation of the state of Illinois; (8) direct obligations of the State of Israel; (9) money market mutual funds managed by investment companies that are registered under the Federal Investment Act of 1940; and (10) general accounts of life insurance companies authorized to transact business in Illinois.

The Pension Trust Fund's investment objective is to maximize total return while preserving the market value of the portfolio. The foremost objective is safety – each investment transaction shall seek to first insure that capital losses are avoided whether they are from securities defaults or erosion of market value. The portfolio shall remain sufficiently liquid to enable the Firefighters' Pension Trust Fund to meet all operating requirements, along with benefit payments, which may be reasonably anticipated. The portfolio shall be designed to secure the targeted rate of return while maintaining safety of principal.

The following schedule reports the fair values and maturities (using the segmented time distribution method) for the Firefighters' Pension Trust Fund's investments at April 30, 2007:

Investment Type	Fair Value	Investment Maturities			
		Less than One Year	One to Five Years	Six to Ten Years	Greater than Ten Years
U.S. Treasury Strips	\$ 104,499	\$ -	\$ -	\$ -	\$ 104,499
Federal Home Loan Bank	250,872	250,872	-	-	-
Federal National Mortgage	104,995	104,995	-	-	-
GNMA - Mortgage-backed	31,713	-	86	1,565	30,062
Total fixed income securities	492,079	\$ 355,867	\$ 86	\$ 1,565	\$ 134,561
Equities *	158,562				
Insurance Contract *	160,779				
Total	\$ 811,420				

* = not subject to collateralization

(Continued)

VILLAGE OF GLENWOOD, ILLINOIS
NOTES TO THE FINANCIAL STATEMENTS
April 30, 2007

NOTE 2 - DEPOSITS AND INVESTMENTS (Continued)

Interest Rate Risk. The Firefighters' Pension Trust Fund does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

Credit Risk. Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The investments in the securities of the U.S. government agencies were all rated Triple A by Standard & Poor's and Aaa by Moody's Investor Services. The annuities are unrated. The Pension Fund's policy follows the prudent person rule. Investments shall be made with judgment and care under circumstances then prevailing which persons of prudence, discretion and intelligence exercised in the management of their own affairs not for speculation but for investment, considering the probable safety of the capital as well as the probable income to be derived.

Custodial Credit Risk. For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the Firefighters' Pension Trust Fund will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The investment policy requires collateral for funds in excess of FDIC or FSLIC limits. As of April 30, 2007, \$355,867 of the total investments was subject to collateralization. Of this balance, \$93,255 was either insured by the FDIC for \$100,000, or collateralized with securities of the U.S. government or with letters of credit issued by a government agency held in the Pension Fund's name by financial institutions acting as the Pension Fund's agent, leaving \$262,612 un-collateralized as of April 30, 2007.

Concentration of Credit Risk. A risk of loss is attributed to the magnitude of the Fund's investment in a single issuer. The following are the investments that exceed 5% of total deposits and investments for the Firefighters' Pension Trust Fund as of April 30, 2007:

Description	Balance April 30, 2007	%
<i>Certificate of Deposits:</i>		
First United	\$ 159,562	15.89%
Heritage Community	197,224	12.07%
Charter One	150,000	9.18%
<i>Fixed Income Securities:</i>		
Federal Home Loan Bank	215,878	13.22%
Federal National Mortgage	104,995	6.43%
U.S. Treasury Strip	172,000	5.22%
<i>Annuities:</i>		
Ing USA Annuity & Life Insurance Co	160,779	9.84%

(Continued)

VILLAGE OF GLENWOOD, ILLINOIS
NOTES TO THE FINANCIAL STATEMENTS
April 30, 2007

NOTE 2 - DEPOSITS AND INVESTMENTS (Continued)

The Firefighters' Pension Trust Fund's policy provides target percentages that have been determined for each asset class. These allocations are to serve as guidelines. Market conditions or an investment transition may require an interim investment strategy and therefore, a temporary imbalance in asset mix. The target percentages by asset class are: fixed income should be between 85 and 95%, equities should be between 5 and 10%, and cash should be between 0 and 5%. As of April 30, 2007, 10% was invested in cash and cash equivalents, 40% was invested in certificates of deposits, 30% was invested in fixed income securities, 10% was invested in equities, and 10% was invested in annuities.

Reconciliation of footnote to financial statements:

Per footnote:	
Cash:	
Village	\$ 4,276,096
Village - cash on hand	1,195
Police Pension Trust Fund	312,928
Firefighters' Pension Trust Fund	167,833
Certificates of Deposit:	
Village	1,028,782
Police Pension Trust Fund	1,327,648
Firefighters' Pension Trust Fund	654,111
Investments:	
Village	443,124
Police Pension Trust Fund	3,871,535
Firefighters' Pension Trust Fund	811,420
Total	<u>\$ 12,894,672</u>
Per financial statements:	
Statement of Net Assets:	
Cash and cash equivalents	\$ 4,973,428
Investments	775,769
Statement of Fiduciary Net Assets:	
Cash and cash equivalents	1,808,408
Investments	5,337,067
	<u>\$ 12,894,672</u>

(Continued)

VILLAGE OF GLENWOOD, ILLINOIS
NOTES TO THE FINANCIAL STATEMENTS
April 30, 2007

NOTE 3 - CAPITAL ASSETS

A summary of changes in governmental capital assets follows:

	<u>Balance at May 1, 2006</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance at April 30, 2007</u>
Governmental Activities:				
Capital assets not being depreciated:				
Land	\$19,762,043	\$ -	\$ -	\$ 19,762,043
Capital assets not Being Depreciated:				
Improvements	1,254,980	-	-	1,254,980
Buildings	4,594,767	48,945	43,702	4,600,010
Machinery and equipment	3,298,350	229,744	187,499	3,340,595
Infrastructure	4,964,795	9,471	-	4,974,266
Subtotal	<u>14,112,892</u>	<u>288,160</u>	<u>231,201</u>	<u>14,169,851</u>
Accumulated Depreciation				
Improvements	(898,716)	(61,988)	-	(960,704)
Buildings	(1,205,969)	(81,849)	(10,051)	(1,277,767)
Machinery and equipment	(1,528,813)	(244,277)	(125,706)	(1,647,384)
Infrastructure	(2,685,734)	(70,784)	-	(2,756,518)
Subtotal	<u>(6,319,232)</u>	<u>(458,898)</u>	<u>(135,757)</u>	<u>(6,642,373)</u>
Total Capital Assets Being Depreciated, net	<u>7,793,660</u>	<u>(170,738)</u>	<u>95,444</u>	<u>7,527,478</u>
Governmental Activities Capital Assets, net	<u>\$27,555,703</u>	<u>\$ (170,738)</u>	<u>\$ 95,444</u>	<u>\$ 27,289,521</u>

Depreciation expense of \$458,898 was charged to the governmental activities functional expense categories as follows:

<u>Governmental Activities:</u>	<u>Depreciation</u>
General Government	\$ 52,159
Public Safety	198,187
Highway and Streets	73,011
Public Works	132,228
Buildings	<u>3,313</u>
 Total	 <u>\$ 458,898</u>

(Continued)

VILLAGE OF GLENWOOD, ILLINOIS
NOTES TO THE FINANCIAL STATEMENTS
April 30, 2007

NOTE 3 - CAPITAL ASSETS (Continued)

A summary of changes in business-type activities capital assets follows:

	Balance at May 1, 2006	Additions	Deletions	Balance at April 30, 2007
Business-Type Activities:				
Capital Assets not being depreciated:				
Land	\$ 4,314,570	\$ -	\$ 5,383	\$ 4,309,187
Total capital assets not being depreciated:	4,314,570	-	5,383	4,309,187
Capital assets being depreciated:				
Improvements	1,648,024	-	-	1,648,024
Buildings	1,709,005	-	-	1,709,005
Machinery and equipment	577,782	-	-	577,782
Infrastructure	14,023,679	51,683	-	14,075,362
Subtotal	17,958,490	51,683	-	18,010,173
Accumulated Depreciation				
Improvements	(603,729)	(82,402)	-	(686,131)
Buildings	(316,608)	(34,433)	-	(351,041)
Machinery and equipment	(288,611)	(35,454)	-	(324,065)
Infrastructure	(7,149,323)	(189,684)	-	(7,339,007)
Subtotal	(8,358,271)	(341,973)	-	(8,700,244)
Total capital assets being depreciated, net	9,600,219	(290,290)	-	9,309,929
Business-Type Activities Capital Assets, net	\$ 13,914,789	\$ (290,290)	\$ 5,383	\$ 13,619,116

Depreciation expense of \$341,973 was charged to the business-type activities functional expense categories as follows:

<u>Business-Type Activities:</u>	<u>Depreciation</u>
Water Operations	\$ 107,287
Sewer Operations	93,959
Golf Course Operations	140,727
 Total	 \$ 341,973

(Continued)

VILLAGE OF GLENWOOD, ILLINOIS
NOTES TO THE FINANCIAL STATEMENTS
April 30, 2007

NOTE 4 - LONG-TERM DEBT

The following is a summary of the changes in the long-term debt of the Village for the year ended April 30, 2007.

	Governmental Activities			Ending Balance	Due Within One Year
	Beginning Balance	Additions	Retirements		
Governmental Activities					
General Obligation Bonds:					
G.O. Refunding Bonds, Series 2002	\$ 895,000	\$ -	\$ 445,000	\$ 450,000	\$ 450,000
Alternative Revenue Bonds:					
Series 1998A Motor Fuel Tax Bonds	590,000	-	190,000	400,000	195,000
Series 1998B Village Hall Const. Bonds	2,485,000	-	145,000	2,340,000	155,000
Total Alternative Revenue Bonds	<u>3,075,000</u>	<u>-</u>	<u>335,000</u>	<u>2,740,000</u>	<u>350,000</u>
Capital Leases	466,882	76,998	175,634	368,246	181,500
Compensated Absences	330,350	203,189	170,692	362,847	161,739
Net Pension Obligation	66,686	-	-	66,686	-
Total Governmental Activities	<u>\$ 4,833,918</u>	<u>\$ 280,187</u>	<u>\$ 1,126,326</u>	<u>\$ 3,987,779</u>	<u>\$ 1,143,239</u>
Business-Type Activities					
Alternative Revenue Bonds:					
Golf Course Bonds, Series 2001	\$ 5,675,000	\$ -	\$ 120,000	\$ 5,555,000	\$ 125,000
Installment Contracts:					
Lawn Mowers	12,029	-	12,029	-	-
Golf Carts, 2003	111,546	-	55,165	56,381	56,381
Total Installment Contracts	<u>123,575</u>	<u>-</u>	<u>67,194</u>	<u>56,381</u>	<u>56,381</u>
Compensated Absences	68,345	61,288	40,323	89,310	46,821
Loan Payable	57,718	-	28,476	29,242	29,242
Total Business-type Activities	<u>\$ 5,924,638</u>	<u>\$ 61,288</u>	<u>\$ 255,993</u>	<u>\$ 5,729,933</u>	<u>\$ 257,444</u>

Details of the governmental activities long-term debt as of April 30, 2007 are as follows:

General Obligation Bonds

General Obligation Refunding Bonds, Series 2002, dated October 1, 2002, due in annual installments of \$405,000 to \$455,000 through December 1, 2008; interest at 3.75% to 4.25%. The debt is paid from the 1992 Debt Service Fund from tax revenues.

(Continued)

VILLAGE OF GLENWOOD, ILLINOIS
NOTES TO THE FINANCIAL STATEMENTS
April 30, 2007

NOTE 4 - LONG-TERM DEBT (Continued)

Alternative Revenue Bonds

Alternative Revenue Bonds, series 1998A Motor Fuel Tax Bonds, due in annual installments of \$165,000 to \$205,000 through December 1, 2009; interest at 3.75% to 4.10%. The debt is paid from the 1998 MFT Bond Fund from motor fuel tax revenues.

Alternative Revenue Bonds, series 1998B Village Hall Construction Bonds due in annual installments of \$125,000 to \$250,000 through December 1, 2019; interest at 3.75% to 4.65%. The debt is paid from the 1998B Bond Fund from utility tax revenues.

Capital lease for photocopier, due in annual installments of \$1,415 through fiscal year 2008; interest at 5.00%. The photocopier was recorded at a cost of \$6,195 and accumulated depreciation as of April 30, 2007 is \$1,327. The debt is paid by the General Fund.

Capital lease for fire trucks, due in annual installments of \$164,711 through fiscal year 2009; interest at 3.00%. The trucks were recorded at a cost of \$780,000 and accumulated depreciation as of April 30, 2007 is \$248,786. The debt is paid by the General Fund.

Capital lease for dump truck, due in annual installments of \$29,175 through fiscal year 2009; interest at 5.55%. The dump truck was recorded at a cost of \$76,998 and accumulated depreciation as of April 30, 2007 is \$3,422. The debt is paid by the General Fund.

Details of the business-type activities long-term debt as of April 30, 2007 are as follows:

General obligation bonds, series 2001, dated May 1, 2001, due in annual installments of \$110,000 to \$395,000 through December 1, 2031; interest at 3.00% to 5.38%. The debt is paid from the Golf Course Fund from golf revenues.

Installment contract for the purchase of lawn mowers, due in monthly installments through fiscal year 2007; interest at 5.90%. The debt is paid from the Golf Course Fund.

Installment contract for the purchase of golf carts, due in monthly installments through fiscal year 2008; interest 5.0%. The debt is paid from the Golf Course Fund.

Loan for the purchase of golf carts, due in monthly installments through fiscal year 2008; interest 3.47%. The debt is paid from the Golf Course Fund.

(Continued)

VILLAGE OF GLENWOOD, ILLINOIS
NOTES TO THE FINANCIAL STATEMENTS
April 30, 2007

NOTE 4 - LONG-TERM DEBT (Continued)

The annual payments to retire interest-bearing debt as of April 30, 2007 are as follows:

Due in Fiscal Year	Governmental Activities												Total	
	Alternative Revenue Bond Series 1998A		Alternative Revenue Bonds Series 1998B		General Obligation Refunding Bonds 2002		Capital Lease 2003		Capital Lease 2004		Capital Lease 2007			Governmental Debt Service
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest		
2008	\$ 195,000	\$ 16,303	\$ 155,000	\$ 103,798	\$ 450,000	\$ 11,830	\$ 1,054	\$ 361	\$ 154,805	\$ 9,906	\$ 25,641	\$ 3,534	\$ 1,127,232	
2009	205,000	8,405	160,000	97,520	-	-	-	-	159,681	5,030	27,065	2,110	664,811	
2010	-	-	165,000	90,960	-	-	-	-	-	-	-	-	255,960	
2011	-	-	170,000	84,113	-	-	-	-	-	-	-	-	254,113	
2012	-	-	180,000	76,888	-	-	-	-	-	-	-	-	256,888	
2013-2017	-	-	1,025,000	258,308	-	-	-	-	-	-	-	-	1,283,308	
2018-2019	-	-	485,000	34,178	-	-	-	-	-	-	-	-	519,178	
Totals	\$ 400,000	\$ 24,708	\$ 2,340,000	\$ 745,765	\$ 450,000	\$ 11,830	\$ 1,054	\$ 361	\$ 314,486	\$ 14,936	\$ 52,706	\$ 5,644	\$ 4,361,490	

Business-Type Activities

Due in Fiscal Year	Business-Type Activities										Total	
	General Obligation Bonds Series 2001		2003 Note Payable		2001 Golf Cart Lease		Proprietary Debt Service		Total			
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest		
2008	\$ 125,000	\$ 286,689	\$ 29,242	\$ 549	\$ 56,381	\$ 739	\$ 498,600	-	-	-	-	411,563
2009	130,000	281,563	-	-	-	-	416,103	-	-	-	-	415,083
2010	140,000	276,103	-	-	-	-	413,705	-	-	-	-	2,067,838
2011	145,000	270,083	-	-	-	-	2,067,413	-	-	-	-	2,071,888
2012	150,000	263,705	-	-	-	-	1,650,219	-	-	-	-	10,012,412
2013-2017	860,000	1,207,838	-	-	-	-	-	-	-	-	-	-
2018-2022	1,110,000	957,413	-	-	-	-	-	-	-	-	-	-
2023-2027	1,445,000	626,888	-	-	-	-	-	-	-	-	-	-
2028-2031	1,450,000	200,219	-	-	-	-	-	-	-	-	-	-
Totals	\$ 5,555,000	\$ 4,370,501	\$ 29,242	\$ 549	\$ 56,381	\$ 739	\$ 10,012,412	-	-	-	-	-

(Continued)

VILLAGE OF GLENWOOD, ILLINOIS
NOTES TO THE FINANCIAL STATEMENTS
April 30, 2007

NOTE 4 - LONG-TERM DEBT (Continued)

Defeasance of Debt: In fiscal year 2002, the Village issued \$2,170,000 of general obligation refunding bonds series 2002 to advance refund \$2,125,000 of the Village's Series 1992 Sewer Bonds. The proceeds from the 2002 bonds have been placed in an irrevocable trust with an escrow agent who purchased U.S. government securities to provide for the future debt service payments. As a result, \$2,125,000 of the bonds listed above is considered to be defeased and the liability for these bonds have been removed from the financial statements. As of April 30, 2007, \$475,000 of the Series 1992 bonds was outstanding.

Legal Debt Margin: A computation of the legal debt margin of the Village as of April 30, 2007, is as follows:

Assessed valuation - 2006 tax year		\$ 127,935,023
Legal debt limit - 8.625% of assessed valuation		11,034,396
General obligation bonds	<u>450,000</u>	
Total debt subject to debt limit		<u>450,000</u>
Legal debt margin		<u><u>\$ 10,584,396</u></u>

NOTE 5 - PENSION AND RETIREMENT PLAN COMMITMENTS

Illinois Municipal Retirement Fund: The Village's defined benefit pension plan, Illinois Municipal Retirement (IMRF), provides retirement, disability, annual cost of living adjustments, and death benefits to plan members and beneficiaries. IMRF is an agent-multiple-employer pension plan that acts as a common investment and administrative agent for local governments and school districts in Illinois. The Illinois Pension Code establishes the benefit provisions of the plan that can only be amended by the Illinois General Assembly. IMRF issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to the Illinois Municipal Retirement Fund, 2211 York Road, Suite 500, Oak Brook, Illinois 60523.

(Continued)

VILLAGE OF GLENWOOD, ILLINOIS
NOTES TO THE FINANCIAL STATEMENTS
April 30, 2007

NOTE 5 - PENSION AND RETIREMENT PLAN COMMITMENTS (Continued)

Employees participating in IMRF are required to contribute 4.50% of their annual covered salary. The member rate is established by state statute. The Village is required to contribute at an actuarially determined rate. The employer rate for calendar year 2006 was 10.35% of payroll. The employer contribution requirements are established and may be amended by the IMRF Board of Trustees. IMRF's unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on a closed basis. The remaining amortization period at December 31, 2006 was 5 years.

For December 31, 2006, the Village's annual pension cost of \$116,486 was equal to the Village's required and actual contributions. The required contribution was determined as part of the December 31, 2004 actuarial valuation using the entry age actuarial cost method. The actuarial assumptions included (a) 7.50% investment rate of return (net of administrative expenses); (b) projected salary increases of 4.00% a year, attributable to inflation; (c) additional projected salary increases ranging from 0.4% to 11.6% per year, depending on age and service, attributable to seniority/merit; and (d) post-retirement benefit increases of 3% annually. The actuarial value of IMRF assets was determined using techniques that smooth the effects of short-term volatility in the market value of investments over a 5-year period with a 15% corridor. The assumptions used for the 2006 actuarial valuation were based on the 2002-2004 experience study. Trend information follows:

TREND INFORMATION - IMRF

<u>Actuarial Valuation Date</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage of APC Contributed</u>	<u>Net Pension Obligation</u>
12/31/2006	\$ 116,486	100%	\$ -
12/31/2005	102,151	100%	-
12/31/2004	108,780	100%	-
12/31/2003	78,558	100%	-
12/31/2002	48,958	100%	-
12/31/2001	44,980	100%	-
12/31/2000	89,482	100%	-
12/31/1999	78,142	100%	-
12/31/1998	77,425	100%	-
12/31/1997	75,545	100%	-

(Continued)

VILLAGE OF GLENWOOD, ILLINOIS
NOTES TO THE FINANCIAL STATEMENTS
April 30, 2007

NOTE 5 - PENSION AND RETIREMENT PLAN COMMITMENTS (Continued)

Plan Description: The Police Pension Plan is single-employer defined benefit plan that covers all sworn police personnel. The Police Pension Plan provides retirement, disability, and death benefits, as well automatic cost of living adjustments, to plan members and beneficiaries. Plan members are required to contribute 9.91% of their annual covered payroll. The Village is required to contribute at an actuarially determined rate. Although this is a single-employer pension plan, the defined benefits and contribution requirements of the plan members and the Village are governed by Illinois State Statutes and may only be amended by the Illinois legislature. Administrative costs are financed through investment earnings. At April 30, 2006, the date of the latest actuarial valuation, the Police Pension Plan membership consisted of the following:

Retirees and beneficiaries currently receiving benefits and terminated employees entitled to benefits but not yet receiving them	17
Active plan members	
Vested and nonvested	<u>15</u>
TOTAL	<u><u>32</u></u>

The following is a summary of the Police Pension Fund as provided for in Illinois Compiled Statutes.

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

The monthly pension of a police officer who retired with 20 or more years of service after January 1, 1977, 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% of the original pension and 3% simple interest annually thereafter.

Summary of Significant Accounting Policies and Plan Asset Matters:

Basis of Accounting: The accrual basis of accounting is utilized by the Police Pension Trust Fund. Under this method, additions to net plan assets are recorded when earned and deductions from the net plan assets are recorded when the time related liabilities are incurred. Plan member contributions are recognized in the period in which the contributions are due.

(Continued)

VILLAGE OF GLENWOOD, ILLINOIS
NOTES TO THE FINANCIAL STATEMENTS
April 30, 2007

NOTE 5 - PENSION AND RETIREMENT PLAN COMMITMENTS (Continued)

Employer contributions are recognized when due and the employer has made a formal commitment to provide the contributions. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan.

Method Used to Value Investments: Police Pension Trust Fund investments are reported at fair value. Short-term investments are reported at cost, which approximates fair value. Securities traded on national exchanges are valued at the last reported sales price. Investments that do not have an established market, if any, are reported at estimated fair value.

Short-term Interfund Receivables/Payables: During the course of operations, numerous transactions occur between individual funds of the Village for goods provided or services rendered. These receivables and payables, which relate to the Police Pension Fund are classified as "Due from the Village" or "Due to the Village" on the statement of plan assets.

Contributions: Covered employees are required to contribute 9.91% of their base salary to the Police Pension Fund. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without accumulated interest. The Village is required to contribute the remaining amounts necessary to finance the plan as actuarially determined by an enrolled actuary. By the year 2003, the Village's contributions must accumulate to the point where the past service cost for the Police Pension Plan is fully funded.

Change in Net Pension Obligation for the past two fiscal years:

	April 30, 2006	April 30, 2003
Annual required contribution	\$ 200,332	\$ 166,140
Interest on net pension obligation	1,787	161
Adjustment to annual required contribution	<u>(1,111)</u>	<u>(92)</u>
Annual pension cost	201,008	166,209
Contributions made	<u>159,845</u>	<u>142,983</u>
Increase (decrease) in net pension obligation	41,163	23,226
Net pension obligation beginning of year	<u>25,523</u>	<u>2,297</u>
Net pension obligation end of year	<u>\$ 66,686</u>	<u>\$ 25,523</u>

The Net Pension Obligation has been recorded in the Statement of Net Assets.

(Continued)

VILLAGE OF GLENWOOD, ILLINOIS
NOTES TO THE FINANCIAL STATEMENTS
April 30, 2007

NOTE 5 - PENSION AND RETIREMENT PLAN COMMITMENTS (Continued)

Firefighters' Pension

Plan Description: Firefighter sworn personnel are covered by the Firefighters' Pension Fund which is a defined benefit single-employer pension plan. Although this is a single-employer pension plan, the defined benefits as well as the employee and employer contributions levels are mandated by Illinois Compiled Statutes (40 ILCS 5/4) and may be amended only by the Illinois legislature. The Village accounts for the plan as a pension trust fund. The Firefighters' Pension Fund does not issue its own stand-alone financial statements. At April 30, 2006, the Firefighters' Pension Fund membership consisted of:

Retirees and beneficiaries currently receiving benefits and terminated employees entitled to benefits but not yet receiving them	1
Current employees	
Vested and nonvested	<u>5</u>
TOTAL	<u><u>6</u></u>

The following is a summary of the Firefighters' Pension Fund as provided for in Illinois State Statutes.

The Firefighters' Pension Fund provides retirement benefits as well as death and disability benefits. Employees attaining the age of 50 or more with 20 or more years of creditable service are entitled to The Firefighters' Pension Fund provides retirement benefits as well as death and disability benefits. Employees attaining the age of 50 or more with 20 or more years of creditable service are entitled to receive a monthly retirement benefit of one-half of the monthly salary attached to the rank held in the fire service at the date of retirement.

The monthly pension shall be increased by one-twelfth of 2.5% of such monthly salary for each additional month over 20 years of service through 30 years of service and one-twelfth of 1% of such monthly service for each additional month over 30 years of service, to a maximum of 75% of such monthly salary. Employees with at least 10 years but less than 20 years of credited service may retire at or after age 60 and receive a reduced retirement benefit. The monthly pension of a firefighter who retires with 30 or more years of service after January 1, 1977 shall be increased annually, following the first anniversary date of retirement and paid upon reaching at least the age 55, by 3% of the original pension and 3% annually thereafter.

(Continued)

VILLAGE OF GLENWOOD, ILLINOIS
NOTES TO THE FINANCIAL STATEMENTS
April 30, 2007

NOTE 5 - PENSION AND RETIREMENT PLAN COMMITMENTS (Continued)

Summary of Significant Accounting Policies and Plan Asset Matters:

Basis of Accounting - The financial statements are prepared using the accrual basis of accounting. Employee contributions are recognized as additions in the period in which employee services are performed.

Method Used to Value Investments - Fixed-income securities are reported at fair value. Short-term investments are reported at cost which approximates fair value. Investment income is recognized when earned. Gains and losses on sales and exchanges of fixed-income securities are recognized on the transaction date.

Contributions: Covered employees are required to contribute 9.455% of their salary to the Firefighters' Pension Fund. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without interest. The Village is required to contribute the remaining amounts (not less than 9 1/4%) necessary to finance the plan as actuarially determined by an enrolled actuary.

Current Year's Annual Pension Cost and Net Pension Obligation: The net pension obligation at April 30, 2007 was comprised of the following:

	April 30, 2006	April 30, 2003
Annual Required Contribution (ARC)	\$ 71,808	\$ 54,273
Interest on the NPO	(284)	-
Adjustment to the ARC	177	-
Annual Pension Cost	<u>71,701</u>	<u>54,273</u>
Contribution	<u>71,014</u>	<u>58,335</u>
Decrease in net pension obligation	687	(4,062)
Net Pension Obligation at Beginning of the Year	<u>(4,062)</u>	-
Net Pension Obligation at End of the Year	<u><u>\$ (3,375)</u></u>	<u><u>\$ (4,062)</u></u>

The Net Pension Asset has been recorded in the Statement of Net Assets.

(Continued)

VILLAGE OF GLENWOOD, ILLINOIS
NOTES TO THE FINANCIAL STATEMENTS
April 30, 2007

NOTE 5 - PENSION AND RETIREMENT PLAN COMMITMENTS (Continued)

Employer contributions have been determined as follows:

	Illinois Municipal Retirement	Police Pension	Firefighters' Pension
Actuarial valuation date	December 31, 2005	April 30, 2006	April 30, 2006
Actuarial cost method	Entry-Age Normal	Entry-age Normal	Entry-age Normal
Asset valuation method	5 Year Smoothed Market	Market	Market
Amortization method	Level Percentage of Payroll	Level Percentage of Payroll	Level Percentage of Payroll
Amortization period	5 Years, Closed (over funded)	27 Years	27 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 - 11.60%	Not Available	Not Available

(Continued)

VILLAGE OF GLENWOOD, ILLINOIS
NOTES TO THE FINANCIAL STATEMENTS
April 30, 2007

NOTE 5 - PENSION AND RETIREMENT PLAN COMMITMENTS (Continued)

		Illinois					
	Fiscal Year	Municipal Retirement	Fiscal Year	Police Pension	Fiscal Year	Firefighters' Pension	
Annual pension cost (APC)	2003	\$ 78,558	2002	\$ 136,021	2002	\$ 54,273	
	2004	108,780	2003	166,209	2003	54,273	
	2005	102,151	2004	N/A	2004	N/A	
	2006	116,486	2005	N/A	2005	N/A	
			2006	201,008	2006	71,014	
Actual Contribution	2003	\$ 78,558	2002	\$ 133,294	2002	\$ 54,273	
	2004	108,780	2003	142,983	2003	58,335	
	2005	102,151	2004	N/A	2004	N/A	
	2006	116,486	2005	N/A	2005	N/A	
			2006	159,845	2006	71,014	
Percentage of APC Contributed	2003	100.00%	2002	98.00%	2002	100.00%	
	2004	100.00%	2003	86.03%	2003	107.48%	
	2005	100.00%	2004	N/A	2004	N/A	
	2006	100.00%	2005	N/A	2005	N/A	
			2006	79.52%	2006	100.00%	
NPO (Asset)	2003	\$ -	2002	\$ 2,297	2002	\$ -	
	2004	-	2003	25,523	2003	(4,062)	
	2005	-	2004	N/A	2004	N/A	
	2006	-	2005	N/A	2005	N/A	
			2006	66,686	2006	(3,375)	

N/A - Information has not been prepared

NOTE 6 - DEFERRED COMPENSATION PLAN

The Village offers its employees deferred compensation plans created in accordance with Internal Revenue Code Section 457. The plans, available to certain Village employees, permit them to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination/retirement, death, or unforeseeable emergency. With the adoption of GASB Statement No. 32, the Village no longer reports this fund in its financial statements.

(Continued)

VILLAGE OF GLENWOOD, ILLINOIS
NOTES TO THE FINANCIAL STATEMENTS
April 30, 2007

NOTE 7 - COMMITMENTS

The Village is committed to pay several developers within Tax Incremental Finance (TIF) districts after the developers have completed certain project improvements and satisfied other conditions. These conditions vary from developer to developer; however, in all cases these amounts are only due to be paid from future revenues, which will arise from the new development within the new TIF districts.

NOTE 8 - WATER PURCHASE RIGHTS

In prior years, the Board of Trustees approved a water purchase contract between the Village and the City of Chicago Heights, Illinois (Chicago Heights). The contract expires in July 2014 and provides that Chicago Heights will deliver lake water to the Village at a point of delivery within the Village limits.

NOTE 9 - 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; illnesses of employees; and natural disasters. Up until July of 2006, the Village carried commercial insurance for all risks except for workers' compensation and employee health and accident claims. As of July of 2006, the Village is no longer self-insured. Settled claims from these risks have not exceeded commercial insurance coverage for the past three fiscal years.

The Village pays annual premiums to the Illinois Public Risk Fund (IPRF), which is an organization of public entities, which have formed an association under the Illinois Intergovernmental Cooperation's Statute to pool their risk management needs. The Village pays annual premiums to the IPRF for its workers' compensation.

The member agreement provides that IPRF will be self-sustaining through member premiums and provide coverage of \$2,500,000 with an additional \$7,000,000 of insurance provided by an umbrella policy. The Village, along with IPRF's to members, has a contractual obligation to fund any deficit of IPRF attributable to a membership year during which it was a member. Supplemental contributions may be required to fund these deficits. There were no supplemental contributions paid in the previous three years.

IPRF is governed by a five-person board of trustees. None of its members have any direct equity interest in IPRF.

(Continued)

VILLAGE OF GLENWOOD, ILLINOIS
NOTES TO THE FINANCIAL STATEMENTS
April 30, 2007

NOTE 9 - RISK MANAGEMENT (Continued)

The Village was self-insured for employee health and accident claims through July 2006. A purchased insurance policy limits the aggregate claims the Village may potentially pay to \$25,000 per individual. All administration and claims processing was done by an independent administrator.

Liabilities are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. Reported liabilities are estimated based on historical cost information and include an amount for claims that have been incurred but not reported.

A reconciliation of claims payable for the current year and that of the preceding year is as follows:

	<u>2006</u>	<u>2007</u>
Claims payable, beginning of year	\$ 53,188	\$ 252,184
Claims incurred and changes in estimate	630,435	179,255
Claims paid	<u>(431,439)</u>	<u>(431,439)</u>
Claims payable, end of year	<u>\$ 252,184</u>	<u>\$ -</u>

NOTE 10 - PROPERTY TAXES

Property Taxes: The property taxes receivable represents the uncollected portion of the 2006 tax levy that attached as an enforceable lien on January 1, 2006. The tax levy ordinance was approved on December 20, 2006. Tax bills are prepared by the county and issued on or about February 1, 2007 and September 1, 2007 and are payable in two installments, on or about March 1, 2007 and October 1, 2007. The county collects such taxes and periodically remits them to the Village. The property tax revenue in the current year's financial statements reflects the collections of half of the 2005 levies and half of the 2006 levies. A reduction for collection losses, based on historical collections, has been applied to reduce property taxes receivable to the estimated amount to be collected.

Property taxes accounted for in the governmental fund types are recognized as revenue as they become both measurable and available (modified accrual). Available means collected within the current year or expected to be collected soon enough thereafter to be used to pay liabilities of the current period. Such time thereafter is not to exceed 60 days. Property taxes levied in the current year that are not collected at year end are not used to pay liabilities of the current period. Therefore, this revenue does not meet the "available" criterion and is reported as deferred revenue.

(Continued)

VILLAGE OF GLENWOOD, ILLINOIS
 NOTES TO THE FINANCIAL STATEMENTS
 April 30, 2007

NOTE 11 - OTHER INDIVIDUAL FUND DISCLOSURES (Continued)

Transfers: The following transfers were made during the fiscal year:

	Transfer In	Transfer Out
Major Governmental Funds:		
General Fund	\$ -	\$ 258,798
Nonmajor Governmental Funds	428,798	170,000
Total Transfers	\$ 428,798	\$ 428,798

- \$258,798 transferred from General Fund to Series 1998B Village Hall Construction Bond Fund to cover debt service payment.
- \$170,000 transferred from Motor Fuel Tax Fund to Series 1998A MFT Bond Fund to cover debt service payment.

Interfund Receivables and Payables: The following individual interfund receivable and payable balances as of April 30, 2007 were as follows:

Fund	Due From	Due To
General	\$ 552,048	\$ 535,215
Non-major Governmental	542,641	14,838
Water and Sewer	478,532	-
Golf Course	619,230	1,023,168
Golf Course Housing Project	-	619,230
Total	\$ 2,192,451	\$ 2,192,451

- The interfunds as of April 30, 2007 are expected to be repaid within the next fiscal year.
- The Golf Course Fund borrowed \$548,168 from the general fund and \$475,000 from the water fund to cover golf course expenses.
- The General Fund borrowed \$355,000 from the Road and Bridge Fund to help cover corporate expenses.
- The Golf Course Housing Project borrowed \$619,230 from the Golf Course Fund to cover operating expenses.

Deficit Equity Balances: The following funds had deficit equity balances:

	Amount
Community Development Block Grant Fund	\$ 7,665
Golf Course Housing Project Fund	199,897

(Continued)

VILLAGE OF GLENWOOD, ILLINOIS
NOTES TO THE FINANCIAL STATEMENTS
April 30, 2007

NOTE 12 - SUBSEQUENT EVENTS

On December 21, 2007, the Village entered into a redevelopment agreement with a new developer, Sherwood Forest LLC, for the redevelopment project area known as the Glenwood Industrial Redevelopment Project Area. The total project is estimated to cost \$4,158,550. This project is not a general obligation of the Village but a limited obligation payable solely from the special tax allocation for the redevelopment area.

REQUIRED SUPPLEMENTARY INFORMATION

VILLAGE OF GLENWOOD, ILLINOIS
 REQUIRED SUPPLEMENTARY INFORMATION
 ANALYSIS OF FUNDING PROGRESS
 ILLINOIS MUNICIPAL RETIREMENT FUND
 APRIL 30, 2007

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability - Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
12/31/06	\$ 2,333,898	\$ 1,940,899	\$ (392,999)	120.25%	\$ 1,125,466	-34.92%
12/31/05	2,191,225	1,987,863	(203,362)	110.23%	1,403,171	-14.49%
12/31/04	2,065,847	2,106,774	40,927	98.06%	1,334,730	3.07%
12/31/03	2,067,548	1,990,695	(76,853)	103.86%	1,279,445	-6.01%
12/31/02	1,861,530	1,722,836	(138,694)	108.05%	1,174,066	-11.81%
12/31/01	1,748,653	1,437,891	(310,762)	121.61%	1,038,798	-29.92%
12/31/00	1,756,899	1,372,898	(384,001)	127.97%	904,770	-42.44%
12/31/99	1,615,161	1,352,496	(262,665)	119.42%	848,456	-30.96%
12/31/98	1,237,186	1,346,318	109,132	91.89%	851,757	12.81%
12/31/97	1,103,349	1,313,270	209,921	84.02%	766,660	27.38%

On a market value basis, the actuarial value of assets as of December 31, 2006 is \$2,536,803. On a market basis, the funded ratio would be 130.70%.

* Digest of Changes

The actuarial assumptions used to determine the actuarial accrued liability for 2006 are based on the 2002-2004 experience study.

The principal changes were:

- The 1994 Group Annuity Mortality implemented.
- For Regular members, fewer normal and early retirements are expected to occur.

VILLAGE OF GLENWOOD, ILLINOIS
 REQUIRED SUPPLEMENTARY INFORMATION
 ANALYSIS OF FUNDING PROGRESS
 PENSION TRUST FUNDS
 APRIL 30, 2007

Actuarial Valuation Date	(1) Actuarial Value of Assets	(2) Actuarial Accrued Liability (AAL)	(3) Unfunded AAL (UAAL) (2) - (1)	(4) Funded Ratio (1)/(2)	(5) Covered Payroll	(6) UAAL as a Percentage of Covered Payroll (3)/(5)
<u>Police Pension Fund</u>						
4/30/2006	\$ 5,133,758	\$ 9,279,320	\$ 4,145,562	55.32%	\$ 873,228	474.74%
4/30/2003	4,471,682	6,105,292	1,633,610	73.24%	734,137	222.52%
4/30/2002	4,710,619	6,559,688	1,849,069	71.81%	690,113	267.94%
4/30/2001	5,002,538	6,112,691	1,110,153	81.84%	790,939	140.36%
4/30/1999	4,847,252	5,246,623	399,371	92.39%	784,201	50.93%
<u>Firefighters' Pension Fund</u>						
4/30/2006	\$ 1,465,330	\$ 2,009,186	\$ 543,856	72.93%	\$ 294,931	184.40%
4/30/2003	1,163,341	1,512,169	348,828	76.93%	230,186	151.54%
4/30/2002	1,098,659	1,340,404	241,745	81.96%	200,970	120.29%
4/30/2001	N/A	N/A	N/A	N/A	N/A	N/A
4/30/1999	N/A	N/A	N/A	N/A	N/A	N/A

N/A - Information has not been prepared.

Analysis of the dollar amounts of actuarial value of assets, actuarial accrued liability, and the unfunded actuarial accrued liability in isolation can be misleading. Expressing the actuarial value of assets as a percentage of the unfunded actuarial accrued liability provides one indication of funding status on a going-concern basis. Analysis of this percentage over time indicates whether the system is becoming financially stronger or weaker. Generally, the greater this percentage, the stronger the PERS. Trends in unfunded actuarial accrued liability and covered payroll are both affected by inflation. Expressing the unfunded actuarial accrued liability as a percentage of covered payroll approximately adjusts for the effect of inflation and aids analysis of progress made in accumulating sufficient assets to pay benefits when due. Generally, the smaller this percentage, the stronger the PERS.

VILLAGE OF GLENWOOD, ILLINOIS
 SCHEDULE OF EMPLOYER CONTRIBUTIONS - PENSION TRUST FUNDS
 YEAR ENDED APRIL 30, 2007

Fiscal Year Ended	POLICE PENSION				FIREFIGHTERS' PENSION			
	Annual Pension Cost	Annual Contributions Made	Percentage Contributed	Net Pension Obligation	Annual Pension Cost	Annual Contributions Made	Percentage Contributed	Net Pension Obligation
4/30/2006	\$ 201,008	\$ 159,845	79.5%	\$ 66,686	\$ 71,701	\$ 71,014	99.0%	\$ (3,375)
4/30/2003	166,209	142,983	86.0%	25,523	54,273	58,335	107.5%	(4,062)
4/30/2002	136,021	133,294	98.0%	2,297	54,273	54,273	100.0%	-
4/30/2001	135,484	118,628	87.6%	(430)	N/A	N/A	N/A	N/A
4/30/1999	104,601	112,459	107.5%	(17,286)	N/A	N/A	N/A	N/A

N/A - Information has not been prepared.

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

	<u>Police Pension</u> April 30, 2006	<u>Fire Pension</u> April 30, 2006
Actuarial Valuation Date	April 30, 2006	April 30, 2006
Actuarial Cost Method	Entry age	Entry age
Amortization Method	Level % payroll	Level % payroll
Remaining Amortization Period	27	27
Actuarial Valuation Method	Market	Market
Significant Actuarial Assumptions:		
a) Rate of return on investments of present and future assets	7.0% compounded annually	7.0% compounded annually
b) Projected salary increases - attributable to inflation	5.5% compounded annually	5.5% compounded annually
c) Cost-of-living adjustments	3.0%	3.0%

VILLAGE OF GLENWOOD, ILLINOIS
 REQUIRED SUPPLEMENTARY INFORMATION
 BUDGETARY COMPARISON SCHEDULE
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 BUDGET (GAAP BASIS) AND ACTUAL
 GENERAL FUND AND MAJOR SPECIAL REVENUE FUNDS
 Year Ended April 30, 2007

	General Fund			TIF Fund			Holbrook Road Tax Increment Financing District		
	Original & Final Budget	Actual	Variance from Budget Positive (Negative)	Original & Final Budget	Actual	Variance from Budget Positive (Negative)	Original & Final Budget	Actual	Variance from Budget Positive (Negative)
Revenues									
Property Taxes	\$ 2,419,004	\$ 2,561,271	\$ 142,267	\$ -	\$ 1,225,597	\$ 1,225,597	\$ -	\$ 1,133,164	\$ 1,133,164
Licenses and Permits	313,000	244,977	(68,023)	-	-	-	-	-	-
Fines	90,800	91,934	1,134	-	-	-	-	-	-
Other Taxes	704,000	634,124	(69,876)	-	-	-	-	-	-
Intergovernmental	2,515,650	2,457,851	(57,799)	-	-	-	-	-	-
Interest	1,350	6,138	4,788	-	20,845	20,845	-	878	878
Charges for Services	71,600	532,560	460,960	-	-	-	-	-	-
Miscellaneous	39,700	67,341	27,641	-	-	-	-	-	-
Total Revenues	6,155,104	6,596,196	441,092	-	1,246,442	1,246,442	-	1,134,042	1,134,042
Expenditures									
Current:									
Administration	1,589,322	1,396,547	192,775	-	2,186	(2,186)	-	-	-
Building	454,500	311,757	142,743	-	-	-	-	-	-
Public Works	660,700	599,834	60,866	-	-	-	-	-	-
Parks	128,929	34,350	94,579	-	-	-	-	-	-
Police	2,952,840	2,554,238	398,602	-	-	-	-	-	-
Fire	1,104,763	1,070,383	34,380	-	-	-	-	-	-
E.S.D.A.	51,219	28,286	22,933	-	-	-	-	-	-
Senior Center	17,112	15,820	1,292	-	-	-	-	-	-
Capital Outlay	-	-	-	-	848,724	(848,724)	-	387,250	(387,250)
Total Expenditures	6,959,385	6,011,215	948,170	-	850,910	(850,910)	-	387,250	(387,250)
Excess (Deficiency) of Revenues Over Expenditures	(804,281)	584,981	1,389,262	-	395,532	395,532	-	746,792	746,792
Other Financing Sources (Uses)									
Transfers Out	(258,798)	(258,798)	-	-	-	-	-	-	-
Total Other Financing Sources (Uses)	(258,798)	(258,798)	-	-	-	-	-	-	-
Net Change in Fund Balances	\$ (1,063,079)	\$ 326,183	\$ 1,389,262	\$ -	\$ 395,532	\$ 395,532	\$ -	\$ 746,792	\$ 746,792
Fund Balances at Beginning of Year		168,667			1,510,006			5,426	
Fund Balances at End of Year		\$ 494,850			\$ 1,905,538			\$ 752,218	

See accompanying notes to schedule.

VILLAGE OF GLENWOOD
NOTES TO BUDGETARY COMPARISON SCHEDULE
April 30, 2007

NOTE 1 - LEGAL COMPLIANCE AND ACCOUNTABILITY

Budgets: Budgets are adopted on a basis consistent with GAAP. The original budget was not modified during the fiscal year. The Village follows these procedures in establishing the budgetary data reflected in the financial statements:

- a) The Village Manager submits to the Village Board of Trustees a proposed operating budget for the fiscal year commencing the following May 1. The operating budget includes proposed expenditures and the means of financing them.
- b) Public hearings are conducted by the Village to obtain taxpayer comments.
- c) Subsequently, the budget is adopted by the Village Board. This budget is the Village's legal budgetary document. The budget ordinance is enacted through passage of a Village ordinance.
- d) Formal budgetary integration is employed as a management control device during the year for all governmental funds.
- e) Budgets for all governmental funds are adopted on a basis consistent with generally accepted accounting principles.
- f) Appropriations lapse at year end.
- g) Transfers between line items and departments may be made by administrative action; however, amounts to be transferred between funds would require Village Board approval. The level of legal control is the individual fund budget in total.
- h) Budgeted amounts are as originally adopted, with the exceptions of Board approved transfers which were not material in relation to the budget taken as a whole.
- i) The Village adopts budgets for the General, Special Revenue, Debt Service, and Enterprise Fund Types except for the Police Forfeiture Fund, Main Street TIF Fund (Special Revenue fund type), Emergency 911 Fund (Special revenue Fund), and Golf Course Housing Project Fund (Enterprise Fund). No budgets were adopted for the Capital Projects Funds.

(Continued)

VILLAGE OF GLENWOOD
NOTES TO BUDGETARY COMPARISON SCHEDULE
April 30, 2007

NOTE 1 - LEGAL COMPLIANCE AND ACCOUNTABILITY (Continued)

Excess Over Budgets: The following funds had an excess of expenditures/expenses/deductions over budget:

Fund	Amount in Excess of Budget
Series 1998A Bond	\$ 210,853
Main Street Tax Increment Financing District	77,435
Community Development Block Grant	48,945
Road and Bridge	94,023
Tax Increment Financing	850,910
Holbrook Road Tax Increment Financing	387,250

VILLAGE OF GLENWOOD, ILLINOIS

SCHEDULE OF REVENUES AND EXPENDITURES
 BUDGET (GAAP BASIS) AND ACTUAL
 GENERAL FUND
 Year Ended April 30, 2007

	Final Budget	Actual
Revenues		
Property Taxes	\$ 2,419,004	\$ 2,561,271 ✓
Other Taxes		
Utility Taxes	505,000	427,166 ✓
Muni Auto Rental Tax	9,000	9,347 ✓
Real Estate Transfer Tax	190,000	197,611 ✓
Total Other Taxes	704,000	634,124
Intergovernmental		
Sales Tax	1,300,000	1,231,074 ✓
Income Tax	710,000	776,254 ✓
Personal Property Replacement Tax	35,650	38,458 ✓
Telecommunications Maint Fee	470,000	397,281 ✓
Grants	-	14,784 ✓
Total Intergovernmental	2,515,650	2,457,851
Licenses and Permits		
Zoning Board/Hearing App. Fee	1,500	1,019 ✓
Building & Electrical Permit	175,000	110,191 ✓
Alarm Permits	1,500	125 ✓
Cable TV Revenue	81,000	90,144 ✓
Business Licenses	53,000	42,614 ✓
Animal Licenses	1,000	884 ✓
Total Licenses and Permits	313,000	244,977
Fines		
Police-DUI Related Revenues	1,800	1,311 ✓
Police Fines	85,000	83,023 ✓
Building Code Fines	4,000	7,600 ✓
Total Fines	90,800	91,934
Interest	1,350	6,138
Charges for Services		
TIF Volume Cap	-	7,147
Project Reimburse - Admin.	5,000	20,554
Project Reimburse-Police	5,000	5,008
Project Reimburse-Fire	1,500	150
Bad Check Charge	100	195 ✓
SBA Towers	50,000	67,124 ✓
Park Program Fees	10,000	150 ✓
Refuse Fees	-	432,232
Total Charges for Services	71,600	532,560
Miscellaneous		
Grass Cutting Fees	2,500	11,082 ✓
Towed Vehicle Admin Fee	4,500	1,425 ✓
Foreign Fire Insurance	4,800	4,714 ✓
Fire Protection Fees	12,000	10,700 ✓
Facility Rent	1,500	1,780

(Continued)

VILLAGE OF GLENWOOD, ILLINOIS
 SCHEDULE OF REVENUES AND EXPENDITURES
 BUDGET (GAAP BASIS) AND ACTUAL
 GENERAL FUND
 Year Ended April 30, 2007

	Final Budget	Actual
Police Ins/Misc Reimbursement	\$ 10,000	\$ 3,050
Employee Education Deduction	-	175
Newsletter Advertising	1,900	-
Cops And Bobbers Program	-	2
Miscellaneous	2,000	34,018
Miscellaneous-Fire	500	395
Total Miscellaneous	39,700	67,341
Total Revenues	6,155,104	6,596,196
Expenditures		
Current:		
Administration		
Mayor	13,500	13,500
Treasurer	1,500	1,500
Trustees	12,600	11,250
Village Clerk	2,000	2,000
Village Collector	100	100
Village Administrator	85,000	-
Department Supervisor	58,572	62,239
Full Time Employees	110,000	88,287
Part Time Employees	30,000	20,297
Contract Services	75,000	73,756
Salary - Liquor Commissioner	1,500	1,500
Employer FICA & IMRF	53,000	30,368
Office Supplies	11,000	10,583
Data Processing	20,000	18,520
Copier Supplies And Maint.	4,000	1,770
Postage	7,000	5,236
Employee Appreciation	4,000	1,156
Telephone	20,000	15,659
Hrc Expense & Legal Services	2,000	95
Legal Notices	3,000	1,365
News Letter	8,000	5,253
Code Of Ordinances Expense	4,000	1,405
Dues Subscript. Memberships	20,000	9,178
Legal Services	175,000	102,403
Auditing	45,000	45,000
E-Comm annual expenditure	155,000	150,201
Group Insurance And Hospital	50,000	47,136
Insurance	40,000	82,022
Expenses-Christofanelli	2,000	-
Board Member Training	2,000	-
Utilities	6,000	5,143
Personnel Training	1,500	-
Travel Lodging Meals - Misc.	8,000	1,364
Awards And Memorials	10,000	6,894

432,230
6163,924

(Continued)

VILLAGE OF GLENWOOD, ILLINOIS

SCHEDULE OF REVENUES AND EXPENDITURES
 BUDGET (GAAP BASIS) AND ACTUAL
 GENERAL FUND
 Year Ended April 30, 2007

	Final Budget	Actual
Police And Fire Commission	\$ 25,000	\$ 29,223
Web Site Expense	2,500	300
Fireworks	11,750	11,500
Economic Incentive Agreemnts	10,000	5,890
Computer-Programs & Equip	35,000	19,804
Railroad Property Rental	1,800	1,688
Engineer Services	50,000	74,211
Homewood Disposal	410,000	438,639
Miscellaneous	3,000	112
Total Administration	<u>1,589,322</u>	<u>1,396,547</u>
Building		
Dept Supervisor/Building	60,000	62,038
Full Time Employees	130,000	80,688
Part Time Employees	35,000	42,180
Over-Time Wages	2,000	-
Contract Services	6,000	4,363
Employer FICA & IMRF	31,000	28,611
Unemployment Insurance	6,000	2,576
Building Code Hearings	4,000	-
Planning And Zoning	5,500	1,097
Printing And Advertising	4,000	1,550
Office Supplies	4,000	4,239
Copier Supplies And Maint.	10,000	724
Postage	1,500	820
Telephone	5,000	3,304
Dues Subscript. Memberships	2,000	1,003
Legal Services	4,500	8,164
Legal Fees Zoning	6,000	5,228
Group Insurance And Hospital	100,000	35,865
Insurance	14,000	10,423
Personnel Training	3,000	1,782
Travel, Lodging And Meals	1,500	210
Gas And Oil	6,500	6,525
Repair & Maintenance-Vehicle	5,000	5,764
Computer-Programs & Equip	5,000	2,791
Miscellaneous	3,000	1,812
Total Building	<u>454,500</u>	<u>311,757</u>
Public Works		
Dept Supervisor/Public Works	19,250	20,953
Full Time Employees	175,000	129,974
Part Time Employees	25,000	10,715
Over-Time Wages	50,000	57,260
Holiday Pay	10,000	195
Lawn Care Services	17,000	18,250
Employer FICA & IMRF	40,350	38,630
Unemployment Insurance	-	2,030

(Continued)

VILLAGE OF GLENWOOD, ILLINOIS

SCHEDULE OF REVENUES AND EXPENDITURES
 BUDGET (GAAP BASIS) AND ACTUAL
 GENERAL FUND
 Year Ended April 30, 2007

	Final <u>Budget</u>	<u>Actual</u>
Office Supplies	\$ 5,000	\$ 2,900
Postage	1,000	322
Telephone	10,000	11,206
Legal Services	1,500	1,279
Group Insurance And Hospital Insurance	75,000	90,083
Personnel Training	1,500	475
Travel Lodging Meals - Misc.	600	160
Physicals	1,500	1,040
Gas And Oil	22,000	20,680
Repair/Maint Communications	500	73
Repair & Maintenance-Vehicle	30,000	55,783
Repair/Maint-Gen Tools/Equip	10,000	6,999
Repair/Maint Municipal Blds.	25,000	42,786
Maint - Municipal Grounds	6,000	7,437
Purchase-General Tools/Equip	6,000	4,979
Purchases-Personnel Equip	6,000	9,662
Flags	2,000	726
Christmas Decorations	4,000	5,510
July 4th Expenditures	10,000	2,446
Computer-Programs & Equip	4,000	702
Lawn Equipment	3,500	7,352
Purchase Of Vehicles	30,000	-
Communications Equipment	1,000	-
Miscellaneous	3,000	834
Total Public Works	<u>660,700</u>	<u>599,834</u>
Parks		
Department Supervisor	15,600	6,255
Employer FICA & IMRF	2,329	479
Telephone	1,000	143
Utilities	6,500	6,031
Park Program Expenses	30,000	7,127
Repair/Maint-Gen Tools/Equip	2,000	211
Repair/Maint Municipal Bldgs.	25,000	1,061
Maint - Municipal Grounds	40,000	13,043
Playground Equipment	6,500	-
Total Parks	<u>128,929</u>	<u>34,350</u>
Police		
Dept Supervisor/Police	70,000	72,377
Full Time Employees	1,370,000	1,079,922
Part Time Employees	130,000	139,014
Over-Time Wages	90,000	128,103
Holiday Pay	60,000	35,011
Contract Services	3,000	1,635
Employer FICA & IMRF	123,000	109,759
Employee Benefits	29,000	28,937

(Continued)

VILLAGE OF GLENWOOD, ILLINOIS
 SCHEDULE OF REVENUES AND EXPENDITURES
 BUDGET (GAAP BASIS) AND ACTUAL
 GENERAL FUND
 Year Ended April 30, 2007

	Final <u>Budget</u>	<u>Actual</u>
Pension Contributions	\$ 283,340	\$ 304,203
Unemployment Insurance	-	7,535
Office Supplies	12,000	11,680
Postage	3,000	3,177
Telephone	15,000	12,516
Dues Subscript. Memberships	2,500	1,673
Legal Services	35,000	59,737
Municipal Systems	9,000	7,766
Group Insurance And Hospital Insurance	260,000	198,844
Utilities	165,000	122,844
Personnel Training	2,500	7,170
Travel Lodging Meals - Misc.	25,000	23,204
Public Education Programs	2,500	843
Physicals	3,000	1,296
Uniforms	2,000	555
Gas And Oil	25,000	19,886
Community Partnership Grant	55,000	53,641
Repair/Maint Communications	2,500	-
Repair & Maint. Copy Machine	35,000	22,942
Repair & Maintenance-Vehicle	2,500	2,297
Repair/Maint-Gen Tools/Equip	30,000	34,269
Repair/Maint-Gen Tools/Bldgs.	10,000	7,097
Purchase-General Tools/Equip	-	1,143
Purchases/Police Bld Equip	6,500	6,564
Purchases of Camera	3,000	2,443
Purchases-Personnel Equip	1,000	-
D.A.R.E. Program	2,500	2,058
Canine Progam	3,000	3,039
Computer-Programs & Equip	6,000	3,521
Purchase Of Vehicles	21,000	8,836
Communications Equipment	50,000	20,963
Miscellaneous	3,000	3,285
Total Police	<u>2,952,840</u>	<u>2,554,238</u>
Fire		
Dept Supervisor/Fire	75,407	77,969
Full Time Employees	206,000	204,992
Part Time Employees	24,000	11,064
Over-Time Wages	1,500	799
Paid On Call Fire Personnel	78,000	71,087
Sleep-In-Pay	77,000	77,156
Duty Shift Assignment	48,000	47,024
Contract Services	41,000	40,373
Employer FICA & IMRF	41,506	45,152
Pension Contributions	85,389	114,849
Office Supplies	4,500	4,087

(Continued)

VILLAGE OF GLENWOOD, ILLINOIS
 SCHEDULE OF REVENUES AND EXPENDITURES
 BUDGET (GAAP BASIS) AND ACTUAL
 GENERAL FUND
 Year Ended April 30, 2007

	Final <u>Budget</u>	<u>Actual</u>
Food Service Inspections	\$ 800	\$ 983
Telephone	6,000	5,799
Dues Subscript. Memberships	750	2,090
Legal Services	1,000	80
Group Insurance And Hospital	85,000	46,830
Insurance	45,000	33,503
Utilities	2,500	2,841
Personnel Training	7,000	11,865
Travel Lodging Meals - Misc	3,000	224
Public Education Programs	1,500	1,546
Physicals	2,500	4,093
Uniforms	5,000	4,042
Gas And Oil	15,000	18,653
Station Supplies	3,000	1,122
Fire Dept. Grant Exp.	3,000	7,650
Repair/Maint Communications	2,500	1,678
Repair & Maintenance-Vehicle	23,000	17,487
Maint Hazrd Material Trailer	3,000	9,022
Repair/Maint-Gen Tools/Equip	2,500	5,427
Repair/Maint Medical Equip	2,000	3,300
Maintenance-Station #1	4,500	6,168
Maintenance-Station #2	3,500	3,717
Purchase-General Tools/Equip	11,500	6,418
Purchase Medical Tools/Equip	2,000	625
Purchases-Personnel Equip	3,500	2,056
Copy Machine	2,400	392
Rescue Equipment/Scuba	5,000	5,956
Computer-Programs & Equip	5,000	2,882
Purchase Of Vehicles	164,711	164,711
Communications Equipment	4,800	2,470
Miscellaneous	1,500	2,201
Total Fire	<u>1,104,763</u>	<u>1,070,383</u>
E.S.D.A.		
Dept Supervisor	1,000	1,000
Part Time Employees	28,000	14,548
Employer FICA & IMRF	2,219	1,149
Insurance	2,000	-
Uniforms	2,500	2,118
Communications	14,500	9,471
Miscellaneous	1,000	-
Total E.S.D.A.	<u>51,219</u>	<u>28,286</u>
Senior Center		
Part Time Employees	8,000	8,608
Employer FICA & IMRF	612	625
Office Supplies	500	124
Telephone	1,000	1,494

(Continued)

VILLAGE OF GLENWOOD, ILLINOIS

SCHEDULE OF REVENUES AND EXPENDITURES
 BUDGET (GAAP BASIS) AND ACTUAL
 GENERAL FUND
 Year Ended April 30, 2007

	Final <u>Budget</u>	<u>Actual</u>
Dues Subscript. Memberships	\$ 500	\$ -
Utilities	3,500	3,649
Special Events	2,500	1,122
Miscellaneous	500	198
Total Senior Center	<u>17,112</u>	<u>15,820</u>
Total Expenditures	<u>\$ 6,959,385</u>	<u>\$ 6,011,215</u>

VILLAGE OF GLENWOOD, ILLINOIS

NONMAJOR GOVERNMENTAL FUNDS

COMBINING BALANCE SHEET

April 30, 2007

	<u>Special Revenue Funds</u>			
	<u>Road and Bridge Fund</u>	<u>Motor Fuel Tax Fund</u>	<u>Illinois Municipal Retirement Fund</u>	<u>Emergency 911 Fund</u>
ASSETS				
Cash and Cash Equivalents	\$ 70,831	\$ 244,221	\$ 153,294	\$ 13,860
Investments	-	-	-	-
Receivables:				
Property Tax Receivable	-	-	258,124	-
Due from Other Governments	-	46,710	-	-
Due from Other Funds	355,000	1,683	-	-
TOTAL ASSETS	<u>\$ 425,831</u>	<u>\$ 292,614</u>	<u>\$ 411,418</u>	<u>\$ 13,860</u>
LIABILITIES AND FUND BALANCE				
LIABILITIES				
Accounts Payable	\$ 1,754	\$ -	\$ -	\$ -
Due to Other Funds	-	-	-	-
Deferred Property Tax Revenue	-	-	258,124	-
Deferred Revenue	84,630	-	-	-
Total Liabilities	<u>86,384</u>	<u>-</u>	<u>258,124</u>	<u>-</u>
FUND BALANCE				
Reserved for Debt Service	-	-	-	-
Unreserved, reported in:				
Special Revenue Funds	339,447	292,614	153,294	13,860
Capital Projects Funds	-	-	-	-
Total Fund Balance	<u>339,447</u>	<u>292,614</u>	<u>153,294</u>	<u>13,860</u>
TOTAL LIABILITIES AND FUND BALANCE	<u>\$ 425,831</u>	<u>\$ 292,614</u>	<u>\$ 411,418</u>	<u>\$ 13,860</u>

(Continued)

Police Department Foreiture <u>Fund</u>	Community Development Block Grant <u>Fund</u>	Main Street Tax Increment Financing <u>District Fund</u>	Glenwood-Dyer Road Tax Tax Increment Financing <u>District Fund</u>	Total Nonmajor Special <u>Revenue Funds</u>
\$ 17,876	\$ -	\$ 344,363	\$ 5,078	\$ 849,523
-	-	-	-	-
-	-	-	-	258,124
-	-	-	-	46,710
10,958	-	-	-	367,641
<u>\$ 28,834</u>	<u>\$ -</u>	<u>\$ 344,363</u>	<u>\$ 5,078</u>	<u>\$ 1,521,998</u>
\$ -	\$ -	\$ -	\$ -	\$ 1,754
10,958	3,880	-	-	14,838
-	-	-	-	258,124
-	3,785	-	-	88,415
<u>10,958</u>	<u>7,665</u>	<u>-</u>	<u>-</u>	<u>363,131</u>
-	-	-	-	-
17,876	(7,665)	344,363	5,078	1,158,867
-	-	-	-	-
<u>17,876</u>	<u>(7,665)</u>	<u>344,363</u>	<u>5,078</u>	<u>1,158,867</u>
<u>\$ 28,834</u>	<u>\$ -</u>	<u>\$ 344,363</u>	<u>\$ 5,078</u>	<u>\$ 1,521,998</u>

VILLAGE OF GLENWOOD, ILLINOIS

NONMAJOR GOVERNMENTAL FUNDS

COMBINING BALANCE SHEET

April 30, 2007

	Debt Service Funds			
	Series 1992 Bond Fund	Series 1998A MFT Bond Fund	Series 1998B Village Hall Construction Bond Fund	Total Nonmajor Debt Service Funds
ASSETS				
Cash and Cash Equivalents	\$ 355,833	\$ 11,214	\$ 90,721	\$ 457,768
Investments	-	181,454	261,670	443,124
Receivables:				
Property Tax Receivable	285,686	-	-	285,686
Due from Other Governments	-	-	-	-
Due from Other Funds	175,000	-	-	175,000
TOTAL ASSETS	\$ 816,519	\$ 192,668	\$ 352,391	\$ 1,361,578
LIABILITIES AND FUND BALANCE				
LIABILITIES				
Accounts Payable	\$ -	\$ -	\$ -	\$ -
Due to Other Funds	-	-	-	-
Deferred Property Tax Revenue	285,686	-	-	285,686
Deferred Revenue	-	-	-	-
Total Liabilities	285,686	-	-	285,686
FUND BALANCE				
Reserved for Debt Service	530,833	192,668	352,391	1,075,892
Unreserved, reported in:				
Special Revenue Funds	-	-	-	-
Capital Projects Funds	-	-	-	-
Total Fund Balance	530,833	192,668	352,391	1,075,892
TOTAL LIABILITIES AND FUND BALANCE	\$ 816,519	\$ 192,668	\$ 352,391	\$ 1,361,578

(Continued)

Capital Projects Funds

<u>Road Improvement Project Fund</u>	<u>Total Nonmajor Capital Projects Funds</u>	<u>Total Nonmajor Governmental Funds</u>
\$ 384,741	\$ 384,741	\$ 1,692,032
-	-	443,124
-	-	543,810
-	-	46,710
-	-	542,641
<u>\$ 384,741</u>	<u>\$ 384,741</u>	<u>\$ 3,268,317</u>
\$ -	\$ -	\$ 1,754
-	-	14,838
-	-	543,810
-	-	88,415
-	-	648,817
-	-	1,075,892
-	-	1,158,867
<u>384,741</u>	<u>384,741</u>	<u>384,741</u>
<u>384,741</u>	<u>384,741</u>	<u>2,619,500</u>
<u>\$ 384,741</u>	<u>\$ 384,741</u>	<u>\$ 3,268,317</u>

VILLAGE OF GLENWOOD, ILLINOIS

NONMAJOR GOVERNMENTAL FUNDS
 COMBINING STATEMENT OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCES
 Year Ended April 30, 2007

	Special Revenue Funds			
	Road and Bridge Fund	Motor Fuel Tax Fund	Illinois Municipal Retirement Fund	Emergency 911 Fund
Revenues				
Property Taxes	\$ 23,075	\$ -	\$ 430,875	\$ -
Other Taxes	-	-	-	6,470
Licenses and Permits	117,945	-	-	-
Intergovernmental	1,622	264,842	-	66
Interest	173	535	261	-
Miscellaneous	40	-	-	-
Total Revenues	<u>142,855</u>	<u>265,377</u>	<u>431,136</u>	<u>6,536</u>
Expenditures				
Current:				
Police	-	-	-	-
Highways and Streets	182,450	33,858	-	-
Pension Contributions	-	-	377,556	-
Debt Service:				
Principal Retired	-	-	-	-
Interest and Charges	-	-	-	-
Capital Outlay	106,573	-	-	-
Total Expenditures	<u>289,023</u>	<u>33,858</u>	<u>377,556</u>	<u>-</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(146,168)</u>	<u>231,519</u>	<u>53,580</u>	<u>6,536</u>
Other Financing Sources (Uses)				
Lease proceeds	76,998	-	-	-
Transfers In	-	-	-	-
Transfers Out	-	(170,000)	-	-
Total Other Financing Sources (Uses)	<u>76,998</u>	<u>(170,000)</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	(69,170)	61,519	53,580	6,536
Fund Balances at Beginning of Year	<u>408,617</u>	<u>231,095</u>	<u>99,714</u>	<u>7,324</u>
Fund Balances at End of Year	<u>\$ 339,447</u>	<u>\$ 292,614</u>	<u>\$ 153,294</u>	<u>\$ 13,860</u>

Police Department Foreiture <u>Fund</u>	Community Development Block Grant <u>Fund</u>	Main Street Tax Increment Financing <u>District Fund</u>	Glenwood-Dyer Road Tax Tax Increment Financing <u>District Fund</u>	Total Nonmajor Special Revenue Funds
\$ -	\$ -	\$ 306,539	\$ 4,771	\$ 765,260
-	-	-	-	6,470
-	-	-	-	117,945
-	48,945	-	-	315,475
35	-	633	4	1,641
<u>20,308</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>20,348</u>
<u>20,343</u>	<u>48,945</u>	<u>307,172</u>	<u>4,775</u>	<u>1,227,139</u>
18,599	-	-	-	18,599
-	-	-	-	216,308
-	-	-	-	377,556
-	-	-	-	-
-	-	-	-	-
-	48,945	77,435	-	232,953
<u>18,599</u>	<u>48,945</u>	<u>77,435</u>	<u>-</u>	<u>845,416</u>
<u>1,744</u>	<u>-</u>	<u>229,737</u>	<u>4,775</u>	<u>381,723</u>
-	-	-	-	76,998
-	-	-	-	-
-	-	-	-	(170,000)
-	-	-	-	(93,002)
1,744	-	229,737	4,775	288,721
<u>16,132</u>	<u>(7,665)</u>	<u>114,626</u>	<u>303</u>	<u>870,146</u>
<u>\$ 17,876</u>	<u>\$ (7,665)</u>	<u>\$ 344,363</u>	<u>\$ 5,078</u>	<u>\$ 1,158,867</u>

VILLAGE OF GLENWOOD, ILLINOIS

NONMAJOR GOVERNMENTAL FUNDS
 COMBINING STATEMENT OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCES
 For the Year Ended April 30, 2007

	<u>Debt Service Funds</u>			
	<u>Series 1992 Bond Fund</u>	<u>Series 1998A MFT Bond Fund</u>	<u>Series 1998B Village Hall Construction Bond Fund</u>	<u>Total Nonmajor Debt Service Funds</u>
Revenues				
Property Taxes	\$ 530,850	\$ -	\$ -	\$ 530,850
Other Taxes	-	-	-	-
Licenses and Permits	-	-	-	-
Intergovernmental	-	-	-	-
Interest	480	13,676	8,256	22,412
Miscellaneous	-	-	-	-
Total Revenues	<u>531,330</u>	<u>13,676</u>	<u>8,256</u>	<u>553,262</u>
Expenditures				
Current:				
Police	-	-	-	-
Highways and Streets	-	-	-	-
Pension Contributions	-	-	-	-
Debt Service:				
Principal Retired	445,000	190,000	145,000	780,000
Interest and Charges	21,738	20,853	107,448	150,039
Capital Outlay	-	-	-	-
Total Expenditures	<u>466,738</u>	<u>210,853</u>	<u>252,448</u>	<u>930,039</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>64,592</u>	<u>(197,177)</u>	<u>(244,192)</u>	<u>(376,777)</u>
Other Financing Sources (Uses)				
Proceeds from the sale of assets	-	-	-	-
Transfers In	-	170,000	258,798	428,798
Transfers Out	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>170,000</u>	<u>258,798</u>	<u>428,798</u>
Net Change in Fund Balances	64,592	(27,177)	14,606	52,021
Fund Balances at Beginning of Year	<u>466,241</u>	<u>219,845</u>	<u>337,785</u>	<u>1,023,871</u>
Fund Balances at End of Year	<u>\$ 530,833</u>	<u>\$ 192,668</u>	<u>\$ 352,391</u>	<u>\$ 1,075,892</u>

(Continued)

Capital Projects Funds

<u>Road Improvement Project Fund</u>	<u>Total Nonmajor Capital Projects Funds</u>	<u>Total Nonmajor Governmental Funds</u>
\$ -	\$ -	\$ 1,296,110
-	-	6,470
-	-	117,945
-	-	315,475
957	957	25,010
-	-	20,348
<u>957</u>	<u>957</u>	<u>1,781,358</u>
-	-	18,599
-	-	216,308
-	-	377,556
-	-	780,000
-	-	150,039
-	-	<u>232,953</u>
-	-	<u>1,775,455</u>
<u>957</u>	<u>957</u>	<u>5,903</u>
-	-	76,998
-	-	428,798
-	-	<u>(170,000)</u>
-	-	<u>335,796</u>
957	957	341,699
<u>383,784</u>	<u>383,784</u>	<u>2,277,801</u>
<u>\$ 384,741</u>	<u>\$ 384,741</u>	<u>\$ 2,619,500</u>

VILLAGE OF GLENWOOD, ILLINOIS
 NONMAJOR GOVERNMENTAL FUNDS
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 BUDGET (GAAP BASIS) AND ACTUAL
 Year Ended April 30, 2007

Special Revenue Funds						
	Road and Bridge Fund		Motor Fuel Tax Fund		Illinois Municipal Retirement Fund	
	Budget	Actual	Budget	Actual	Budget	Actual
Revenues						
Property Taxes	\$ 20,000	\$ 23,075	\$ -	\$ -	\$ 424,501	\$ 430,875
Licenses and Permits	115,000	117,945	-	-	-	-
Intergovernmental	-	1,622	280,000	264,842	-	-
Interest	50	173	500	535	200	261
Miscellaneous	100	40	-	-	-	-
Total Revenues	<u>135,150</u>	<u>142,855</u>	<u>280,500</u>	<u>265,377</u>	<u>424,701</u>	<u>431,136</u>
Expenditures						
Current:						
Highways and Streets	160,000	182,450	115,000	33,858	-	-
Pension Contributions	-	-	-	-	430,000	377,556
Debt Service:						
Principal Retired	-	-	-	-	-	-
Interest and Charges	-	-	-	-	-	-
Capital Outlay	35,000	106,573	-	-	-	-
Total Expenditures	<u>195,000</u>	<u>289,023</u>	<u>115,000</u>	<u>33,858</u>	<u>430,000</u>	<u>377,556</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(59,850)</u>	<u>(146,168)</u>	<u>165,500</u>	<u>231,519</u>	<u>(5,299)</u>	<u>53,580</u>
Other Financing Sources (Uses)						
Lease proceeds	-	76,998	-	-	-	-
Transfers In	-	-	-	-	-	-
Transfers Out	-	-	(211,303)	(170,000)	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>76,998</u>	<u>(211,303)</u>	<u>(170,000)</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	<u>\$ (59,850)</u>	<u>(69,170)</u>	<u>\$ (45,803)</u>	<u>61,519</u>	<u>\$ (5,299)</u>	<u>53,580</u>
Fund Balances at Beginning of Year		<u>408,617</u>		<u>231,095</u>		<u>99,714</u>
Fund Balances at End of Year		<u>\$ 339,447</u>		<u>\$ 292,614</u>		<u>\$ 153,294</u>

Debt Service Funds									
Community Development Block Grant Fund		Main Street Tax Increment Financing District Fund		Series 1992 Bond Fund		Series 1998A MFT Bond Fund		Series 1998B Village Hall Construction Bond Fund	
Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual
\$ -	\$ -	\$ -	\$ 306,539	\$ 467,065	\$ 530,850	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-	-	-	-
-	48,945	-	-	-	-	-	-	-	-
-	-	-	633	700	480	-	13,676	-	8,256
-	-	-	-	-	-	-	-	-	-
-	48,945	-	307,172	467,765	531,330	-	13,676	-	8,256
-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-
-	-	-	-	445,000	445,000	-	190,000	145,000	145,000
-	-	-	-	22,465	21,738	-	20,853	113,798	107,448
-	48,945	-	77,435	-	-	-	-	-	-
-	48,945	-	77,435	467,465	466,738	-	210,853	258,798	252,448
-	-	-	229,737	300	64,592	-	(197,177)	(258,798)	(244,192)
-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	170,000	-	258,798
-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	170,000	-	258,798
\$ -	-	\$ -	229,737	\$ 300	64,592	\$ -	(27,177)	\$ (258,798)	14,606
-	(7,665)	-	114,626	-	466,241	-	219,845	-	337,785
-	(7,665)	-	344,363	-	530,833	-	192,668	-	352,391

VILLAGE OF GLENWOOD, ILLINOIS

SCHEDULE OF OPERATING EXPENSES
 BUDGET AND ACTUAL
 WATER AND SEWER FUND
 For the Year Ended April 30, 2007

	<u>Budget</u>	<u>Actual</u>
Operating Expenses		
Dept Supervisor	\$ 31,000	\$ 44,303
Full Time Employees	310,000	289,645
Part Time Employees	25,000	28,310
Over-Time Wages	45,000	51,991
Holiday Pay	5,000	772
Contract Services	4,000	1,835
Lawn Care Services	17,000	18,250
Employers FICA & IMRF	75,000	82,558
Employee Benefits	-	-
Unemployment Insurance	3,000	-
Printing And Advertising	3,000	4,102
Office Supplies	3,500	3,936
Data Processing	20,000	-
Postage	5,500	5,618
Telephone	14,000	16,010
Water/Sewer System Alarms	5,000	-
Dues, Subscriptions, Memberships	1,000	275
Legal Services	7,000	1,444
Insurance	173,000	83,069
Utilities	10,000	4,062
Personnel Training	5,000	1,133
Travel Lodging Meals - Misc	1,500	229
Public Education Programs	2,500	-
Physicals	1,500	3,451
Gas And Oil	30,000	19,338
Energy For Pumping	70,000	34,440
Chemicals	5,000	8,901
Repair/Maint Communications	1,000	119
Repair/Maint - Water System	150,000	154,873
Repair & Maintenance-Vehicle	25,000	16,208

(Continued)

VILLAGE OF GLENWOOD, ILLINOIS

SCHEDULE OF OPERATING EXPENSES
 BUDGET AND ACTUAL
 WATER AND SEWER FUND
 For the Year Ended April 30, 2007

	<u>Budget</u>	<u>Actual</u>
Repair/Maint-Gen Tools/Equip	\$ 9,000	\$ 1,619
Repair/Maint Municipal Blds.	20,000	27,484
Maint - Municipal Grounds	10,000	8,786
Repair/Maint - Sewer System	150,000	126,697
Repair/Maint - Elevated Tank	250,000	-
Purchase-General Tools/Equip	8,000	2,078
Purchase-Personnel Equip	10,000	11,846
Water Purchases/Chicago Heights	250,000	226,812
Water System Improvement	400,000	61,947
Generator	10,000	6,496
Computer-Programs & Equip	20,000	5,350
Removal Of Fuel Tanks	1,700,000	-
O & M - Chicago Heights	35,000	22,472
Purchase Of Vehicles	50,000	59,988
Engineering Services	25,000	24,493
Communications Equipment	2,500	-
Debt Service/Chicago Heights	150,000	136,994
Homewood Disposal	5,500	4,760
Miscellaneous	1,000	970
Total	<u>4,154,500</u>	<u>1,603,664</u>
Depreciation Expense	<u>-</u>	<u>201,246</u>
Total Operating Expenses	<u>\$ 4,154,500</u>	<u>\$ 1,804,910</u>

VILLAGE OF GLENWOOD, ILLINOIS

COMBINING STATEMENT OF FIDUCIARY NET ASSETS
PENSION TRUST FUNDS

April 30, 2007

	<u>Police</u> <u>Pension</u>	<u>Firefighters'</u> <u>Pension</u>	<u>Total</u>
ASSETS			
Cash and Cash Equivalents	\$ 1,640,575	\$ 167,833	\$ 1,808,408
Investments	3,871,536	1,465,531	5,337,067
Interest Receivable	<u>15,171</u>	<u>17,441</u>	<u>32,612</u>
TOTAL ASSETS	<u>5,527,282</u>	<u>1,650,805</u>	<u>7,178,087</u>
LIABILITIES			
Accounts payable	6,225	800	7,025
Due to the Village	<u>87,237</u>	<u>-</u>	<u>87,237</u>
TOTAL LIABILITIES	<u>93,462</u>	<u>800</u>	<u>94,262</u>
NET ASSETS			
Plan Net Assets Held in Trust for Pension Benefits	<u>\$ 5,433,820</u>	<u>\$ 1,650,005</u>	<u>\$ 7,083,825</u>

VILLAGE OF GLENWOOD, ILLINOIS
 COMBINING STATEMENT OF CHANGES
 IN FIDUCIARY NET ASSETS
 PENSION TRUST FUNDS
 Year ended April 30, 2007

	Police Pension <u>Trust Fund</u>	Firefighters' Pension <u>Trust Fund</u>	<u>Total</u>
ADDITIONS			
Contributions			
Employer	\$ 304,703	\$ 114,849	\$ 419,552
Plan Members	111,420	26,651	138,071
Miscellaneous Income	<u>4,761</u>	<u>-</u>	<u>4,761</u>
Total Contributions	<u>420,884</u>	<u>141,500</u>	<u>562,384</u>
Net Investment Income	<u>454,402</u>	<u>88,850</u>	<u>543,252</u>
Total Additions	<u>875,286</u>	<u>230,350</u>	<u>1,105,636</u>
DEDUCTIONS			
Benefits & Refunds	521,064	35,360	556,424
Administrative Expenses	<u>54,160</u>	<u>10,316</u>	<u>64,476</u>
Total Deductions	<u>575,224</u>	<u>45,676</u>	<u>620,900</u>
Increase (Decrease) in plan net assets	300,062	184,674	484,736
Plan Net assets at Beginning of Year	<u>5,133,758</u>	<u>1,465,331</u>	<u>6,599,089</u>
Plan Net assets at End of Year	<u>\$ 5,433,820</u>	<u>\$ 1,650,005</u>	<u>\$ 7,083,825</u>

VILLAGE OF GLENWOOD, ILLINOIS
SCHEDULE OF EXPENDITURES FOR TORT IMMUNITY PURPOSES
YEAR ENDED APRIL 30, 2007

Workers' Compensation	\$ 228,535
Auto/General Liability	184,150
Unemployment	<u>12,141</u>
Total Tort Immunity Purposes Expenditures	<u><u>\$ 424,826</u></u>

Since the Village levies the property taxes for tort immunity/liability purposes, as required by Public Act 91-068 passed by the Illinois General Assembly, the City is including the above list of tort immunity purposes expenditures in its annual financial report.

The Village's tax extension for liability insurance purposes for tax year 2006 as levied by Cook County was \$328,570. Any shortfall to cover expenditures in excess of taxes collected is derived from other general fund revenues of the Village. Any excess of revenues over expenditures is carried forward to subsequent fiscal years subject to a statutory formula.

VILLAGE OF GLENWOOD, ILLINOIS

Schedule of Assessed Valuations, Tax Rates and Extensions
Last Five Tax Years

	2006	2005	2004	2003	2002
Tax Rates (per \$100 of assessed valuation):					
Corporate	0.0775	0.1570	0.1368	0.2459	0.2201
Auditing	0.0403	0.0428	0.0416	0.0341	0.0354
Liability Insurance	0.2568	0.2596	0.2883	0.2755	0.2850
Workers' compensation	0.1441	0.1405	0.1552	0.1484	0.1535
Unemployment compensation	0.0201	0.0214	0.0139	0.0224	0.0110
Police Protection	0.5636	0.5825	0.5746	0.5664	0.4992
Crossing Guards	0.0209	0.0206	0.0216	0.0218	0.0214
Fire Protection	0.2456	0.2613	0.2353	0.2065	0.1904
Civil Defense	0.0121	0.0154	0.0167	0.0175	0.0175
Police Pension	0.2281	0.1804	0.1854	0.1805	0.1353
Fire Pension	0.0687	0.0646	0.0665	0.0561	0.0552
I.M.R.F.	0.3462	0.3033	0.3748	0.2953	0.2689
Debt Service	0.7208	0.7675	0.4459	0.4650	0.5126
Totals	2.7448	2.8169	2.5566	2.5354	2.4055
Tax extensions:					
Corporate	\$ 99,086	\$ 188,767	\$ 152,287	\$ 260,992	\$ 236,998
Auditing	51,500	51,500	46,350	36,050	38,110
Liability Insurance	328,570	312,090	320,891	291,226	306,832
Workers' compensation	184,370	168,920	172,788	156,814	165,220
Unemployment compensation	25,750	25,750	15,450	23,690	11,845
Police Protection	720,989	700,400	639,587	598,718	537,518
Crossing Guards	26,780	24,715	23,995	23,072	23,072
Fire Protection	314,150	314,150	261,908	218,239	204,988
Civil Defense	15,450	18,540	18,540	18,540	18,849
Police Pension	291,840	216,813	206,342	190,780	145,719
Fire Pension	87,951	77,660	73,962	59,296	59,445
I.M.R.F.	442,900	364,620	417,150	312,090	289,521
Debt Service	922,155	922,583	496,322	491,466	551,883
Totals	\$ 3,511,491	\$ 3,386,508	\$ 2,845,572	\$ 2,680,973	\$ 2,590,000
Collections	\$ 1,428,273	\$ 3,110,023	\$ 2,854,703	\$ 2,541,793	\$ 2,655,108
Percent Collected	40.67%	91.84%	100.32%	94.81%	102.51%

VILLAGE OF GLENWOOD, ILLINOIS

SCHEDULE OF DEBT SERVICE REQUIREMENTS
APRIL 30, 2007

	Year Ending April 30,	Principal	Interest	Total
Refunding Bonds Series 2002	2008	\$ 450,000	\$ 11,830	\$ 461,830
Dated: October 1, 2002		<u>\$ 450,000</u>	<u>\$ 11,830</u>	<u>\$ 461,830</u>
Interest payable: June 1 and December 1 of each year				
Interest rates: 1.50% to 2.25%				
Series 1998A	2008	\$ 195,000	\$ 16,303	\$ 211,303
Dated: September 15, 1998	2009	205,000	8,405	213,405
Interest payable: April 1 and October 1 of each year		<u>\$ 400,000</u>	<u>\$ 24,708</u>	<u>\$ 424,708</u>
Interest rates: 3.75% to 4.65%				
Series 1998B	2008	\$ 155,000	\$ 103,798	\$ 258,798
Dated: September 15, 1998	2009	160,000	97,520	257,520
Interest payable: April 1 and October 1 of each year	2010	165,000	90,960	255,960
Interest rates: 3.75% to 4.65%	2011	170,000	84,113	254,113
	2012	180,000	76,888	256,888
	2013	185,000	69,148	254,148
	2014	195,000	61,008	256,008
	2015	205,000	52,233	257,233
	2016	215,000	42,905	257,905
	2017	225,000	33,015	258,015
	2018	235,000	22,553	257,553
	2019	250,000	11,625	261,625
		<u>\$ 2,340,000</u>	<u>\$ 745,766</u>	<u>\$ 3,085,766</u>
Capital Lease 2003	2008	\$ 1,054	\$ 361	\$ 1,415
Dated: March 1, 2003		<u>\$ 1,054</u>	<u>\$ 361</u>	<u>\$ 1,415</u>
Principal and Interest payable monthly at an interest rate of 5.00%				

(Continued)

VILLAGE OF GLENWOOD, ILLINOIS

SCHEDULE OF DEBT SERVICE REQUIREMENTS

APRIL 30, 2007

	Year Ending April 30,	Principal	Interest	Total
Capital Lease 2004	2008	\$ 154,805	\$ 9,906	\$ 164,711
Dated: August 1, 2003	2009	159,681	5,030	164,711
Principal and Interest payable annually March 1		<u>\$ 314,486</u>	<u>\$ 14,936</u>	<u>\$ 329,422</u>
Interest rate: 3%				
Capital Lease 2007	2008	25,641	3,534	29,175
Dated: September 7, 2006	2009	27,065	2,110	29,175
Principal and Interest Payable annually September 1		<u>\$ 52,706</u>	<u>\$ 5,644</u>	<u>\$ 58,350</u>
Interest rate: 5.55%				
Bonds Series 2001	2008	\$ 125,000	\$ 286,688	\$ 411,688
Dated: May 1, 2001	2009	130,000	281,563	411,563
Interest payable:	2010	140,000	276,103	416,103
June 1 and December 1	2011	145,000	270,083	415,083
Interest rates: 3.0% to 5.38%	2012	150,000	263,703	413,703
	2013	155,000	256,953	411,953
	2014	165,000	249,823	414,823
	2015	170,000	242,068	412,068
	2016	180,000	233,908	413,908
	2017	190,000	225,088	415,088
	2018	200,000	214,638	414,638
	2019	210,000	203,638	413,638
	2020	220,000	192,088	412,088
	2021	235,000	179,988	414,988
	2022	245,000	167,063	412,063
	2023	260,000	154,200	414,200
	2024	275,000	140,550	415,550
	2025	290,000	126,113	416,113
	2026	300,000	110,888	410,888
	2027	320,000	95,138	415,138
	2028	335,000	77,938	412,938
	2029	350,000	59,931	409,931
	2030	370,000	41,119	411,119
	2031	395,000	21,231	416,231
		<u>\$ 5,555,000</u>	<u>\$ 4,370,503</u>	<u>\$ 9,925,503</u>

(Continued)

VILLAGE OF GLENWOOD, ILLINOIS

SCHEDULE OF DEBT SERVICE REQUIREMENTS
APRIL 30, 2007

	Year Ending April 30,	Principal	Interest	Total
Installment Contract				
Dated: February 3, 2003	2008	\$ 56,381	\$ 739	\$ 57,120
Principal and Interest payable		<u>\$ 56,381</u>	<u>\$ 739</u>	<u>\$ 57,120</u>
monthly at an interest rate of 5.00%				
Installment Contract				
Dated: April 7, 2003	2008	\$ 29,242	\$ 549	\$ 29,791
Principal and Interest payable		<u>\$ 29,242</u>	<u>\$ 549</u>	<u>\$ 29,791</u>
monthly at an interest rate of 3.47%				



Crowe Chizek and Company LLC
Member Howarth International

INDEPENDENT ACCOUNTANTS' REPORT ON COMPLIANCE

To the Honorable President
and Members of the Board of Trustees
Village of Glenwood, Illinois

We have examined the Village of Glenwood, Illinois' (the Village's) compliance with the requirements of subsection (q) of Section 11-74.4-3 of the Illinois Tax Increment Redevelopment Allocation Act for the Industrial Park Tax Increment Financing District, Holbrook Road Tax Increment Financing District, and the Main Street Tax Increment Financing District for the year ended April 30, 2007. Management is responsible for the Village's compliance with those requirements. Our responsibility is to express an opinion on the Village's compliance based on our examination.

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

In our opinion, the Village complied in all material respects with the aforementioned requirements for the year ended April 30, 2007.

Crowe Chizek and Company LLC
Crowe Chizek and Company LLC

Oak Brook, Illinois
March 27, 2008