

**United City of Yorkville,  
Illinois**

**Annual Financial Report**

**For the Year Ended  
April 30, 2008**

**Wolf & Company LLP**  
Certified Public Accountants

# UNITED CITY OF YORKVILLE, ILLINIOS

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INDEPENDENT AUDITOR'S REPORT

To the Honorable Mayor  
Members of the City Council  
United City of Yorkville, Illinois

We have audited the accompanying financial statements of the governmental activities, business-type activities, the discretely presented component unit, each major fund, budgetary comparison information for the General and Library Funds, and the aggregate remaining fund information for United City of Yorkville, Illinois, as of and for the year ended April 30, 2008, which collectively comprise the City's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the management of United City of Yorkville, Illinois. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the basic financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the basic financial statements referred to above present fairly, in all material respects, the financial position of United City of Yorkville, Illinois, as of April 30, 2008, and the results of its operations and cash flows of the proprietary fund, and budgetary comparison of the General and Library Funds for the year then ended, in conformity with accounting principles generally accepted in the United States of America.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements of United City of Yorkville, Illinois. The accompanying information listed as schedules in the table of contents is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

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

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

*Wolf & Company LLP*

Oak Brook, Illinois  
January 19, 2009

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**MANAGEMENT'S DISCUSSION AND ANALYSIS**

**CITY OF YORKVILLE, ILLINOIS**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**April 30, 2008**

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As management of the City of Yorkville ("City"), we offer readers of the City's financial statements this narrative overview and analysis of the financial activities of the City for the fiscal year ended April 30, 2008. 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 City's financial statements.

**Financial Highlights**

The assets of the City of Yorkville exceeded its liabilities at the close of the fiscal year by \$77,172,735 (net assets). Of this amount, \$8,529,170 is restricted for capital projects/debt service and \$69,127,312 is invested in capital assets net of related debt, leaving a net asset balance of (\$483,747) as unrestricted.

The government's total net assets increased by \$3,720,982 (5.1%) during the fiscal year ended April 30, 2008. Governmental activities net assets increased by \$1,780,487 (3.3%) and the business-type activities net assets increased by \$1,940,495 (10.2%).

As of the close of the current fiscal year, the City's General Fund reported an ending fund balance of \$2,952,336, a decrease of \$2,365,488 in comparison with the prior year. A majority of this decrease represents the completion of Phase II of the In-Town Road Program.

At the end of the current fiscal year, unreserved fund balance for the General Fund was \$2,665,300.

**Overview of the Financial Statements**

This discussion and analysis is intended to serve as an introduction to the City's basic financial statements. The City's basic financial statements comprise 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.

**Government-Wide Financial Statements**

The government-wide financial statements are designed to provide readers with a broad overview of the City's finances, in a manner similar to a private-sector business. The statement of net assets presents information on all of the City'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 City is improving or deteriorating.

The statement of activities presents information showing how the City'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 City'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.

**CITY OF YORKVILLE, ILLINOIS  
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONT.)  
April 30, 2008**

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**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 City uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the City 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 City'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 City maintains two individual major 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 Library Fund, both of which are considered to be major funds. Information from the City's 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 City maintains one type of proprietary fund (enterprise funds). Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The City uses enterprise funds to account for its water and sewer 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 Operation and Improvement Fund and the Sewer Operation and Improvement Fund, both of which are considered to be major funds of the City.

Fiduciary funds are used to account for resources held for the benefit of parties outside the City. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the City's own programs. The accounting used for fiduciary funds is similar to that used by proprietary funds.

**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 City's progress in funding its obligation to provide pension benefits to its employees. Nonmajor fund information can be found following the required supplementary information.

**CITY OF YORKVILLE, ILLINOIS**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (CONT.)**  
**April 30, 2008**

**GOVERNMENT-WIDE FINANCIAL ANALYSIS**

**Statement of Net Assets**

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

	<b>Governmental Activities</b>		<b>Business-Type Activities</b>		<b>Total Primary Government</b>	
	<b>2008</b>	<b>2007</b>	<b>2008</b>	<b>2007</b>	<b>2008</b>	<b>2007</b>
<b>Assets:</b>						
Current and Other Assets	\$ 11.6	\$ 15.0	\$ 16.9	\$ 16.6	\$ 28.5	\$ 31.6
Capital Assets	67.0	62.2	40.5	36.6	107.5	98.8
<b>Total Assets</b>	<b>78.6</b>	<b>77.2</b>	<b>57.4</b>	<b>53.2</b>	<b>136.0</b>	<b>130.4</b>
<b>Liabilities:</b>						
Other Liabilities	4.5	5.1	0.7	0.7	5.2	5.8
Long-term Liabilities	17.8	17.6	35.7	32.7	53.5	50.3
<b>Total Liabilities</b>	<b>22.3</b>	<b>22.7</b>	<b>36.4</b>	<b>33.4</b>	<b>58.7</b>	<b>56.1</b>
<b>Net Assets:</b>						
Invested in Capital Assets, Net	53.3	51.9	15.9	14.9	69.2	66.8
Restricted	3.6	6.8	4.9	5.5	8.5	12.3
Unrestricted	(0.7)	(4.2)	0.2	(0.6)	(0.5)	(4.8)
<b>Total Net Assets</b>	<b>\$ 56.2</b>	<b>\$ 54.5</b>	<b>\$ 21.0</b>	<b>\$ 19.8</b>	<b>\$ 77.2</b>	<b>\$ 74.3</b>

The largest portion of the City of Yorkville's net assets, or 90%, reflects its investment in capital assets (e.g., land, buildings, machinery, and equipment), less any related debt used to acquire and construct those assets that is still outstanding. The City of Yorkville uses its capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the City of Yorkville's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves can not be used to liquidate these liabilities.

An additional portion of the City of Yorkville's net assets, or 11%, represents resources that are subject to external restrictions on how they may be used.

At the end of the current fiscal year, the City of Yorkville is able to report positive balances in total net assets in both the governmental and business-type activities. The same situation held true for the prior year.

**CITY OF YORKVILLE, ILLINOIS**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (CONT.)**  
**April 30, 2008**

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

	Governmental Activities		Business-Type Activities		Total Primary Government	
	2008	2007	2008	2007	2008	2007
<b>REVENUES</b>						
Program Revenues:						
Charges for Services	\$ 2.2	\$ 2.4	\$ 2.8	\$ 2.5	\$ 5.0	\$ 4.9
Operating Grants/Contributions	0.8				0.8	
Cap. Grants/Contributions	1.9	3.9	1.9	2.1	3.8	6.0
General Revenues:						
Property Taxes	3.6	2.0			3.6	2.0
Other Taxes	5.7	5.4			5.7	5.4
Other	3.8	3.4	2.0	4.5	5.8	7.9
Transfer In	0.5	2.7			0.5	2.7
	<b>18.5</b>	<b>19.8</b>	<b>6.7</b>	<b>9.1</b>	<b>25.2</b>	<b>28.9</b>
<b>EXPENSES</b>						
General Government	5.7	4.9			5.7	4.9
Public Safety	3.2	2.7			3.2	2.7
Public Works	3.5	4.1			3.5	4.1
Library	1.0	0.8			1.0	0.8
Parks and Recreation	2.2	2.1			2.2	2.1
Community Development	0.5	0.5			0.5	0.5
Interest Long-Term Debt	0.7	1.0			0.7	1.0
Water			3.0	3.0	3.0	3.0
Sewer			1.2	1.2	1.2	1.2
Transfer Out			0.5	2.7	0.5	2.7
	<b>16.8</b>	<b>16.1</b>	<b>4.7</b>	<b>6.9</b>	<b>21.5</b>	<b>23.0</b>
<b>Change in Net Assets</b>	<b>1.7</b>	<b>3.7</b>	<b>2.0</b>	<b>2.2</b>	<b>3.7</b>	<b>5.9</b>
<b>Ending Net Assets</b>	<b>\$ 56.2</b>	<b>\$ 54.5</b>	<b>\$ 21.0</b>	<b>\$ 19.8</b>	<b>\$ 77.2</b>	<b>\$ 74.3</b>

Beginning Balances for both governmental activities and business-type activities were restated at the beginning of the year for a net decrease of \$0.8 million. For additional information on the restated balances, see Note 9 to the financial statements.

**Governmental Activities.** Governmental activities increased the City of Yorkville's Net Assets by \$1.7 million, thereby accounting for 48% of the total increase in the net assets of the City of Yorkville.

**CITY OF YORKVILLE, ILLINOIS  
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONT.)  
April 30, 2008**

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**FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS**

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

As of the end of the current fiscal year, the City of Yorkville's governmental funds reported combined ending fund balances of \$6,959,146, a decrease of \$2,797,249 in comparison with the prior year. Approximately 43.7% of this amount, \$3,041,566, constitutes unreserved fund balance, which is available for spending at the government's discretion. The remainder of fund balance is reserved to indicate that it is not available for new spending because it has already been committed to insurance, debt service, and capital project commitments.

The General Fund is the chief operating fund of the City of Yorkville. At the end of the current fiscal year, unreserved fund balance of the General Fund was \$2,665,300, while the total fund balance reported is \$2,952,336. As a measure of the General Fund's liquidity, it may be useful to compare both unreserved fund balance and the total fund balance to total fund expenditures. At April 30, 2008, unreserved fund balance represented 71 days of average 2008 expenditures.

The fund balance of the City of Yorkville's General Fund decreased by \$2,275,334 during the current fiscal year. A majority of this decrease represents the completion of Phase II of the In-Town Road Program, in which funds for this project were reported as reserved in prior year.

The fund balance of the City of Yorkville's Library Fund increased by \$175,061 during the current fiscal year.

**Proprietary Funds.** The City of Yorkville's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail.

Net assets of the Water Operation and Improvement Fund at the end of the year amounted to \$17,045,606 and those for the Sewer Operation and Improvement Fund amounted to \$3,952,418. Both the Water Operation and Improvement Fund and the Sewer Operation and Improvement Fund had increases in net assets of \$1,038,510 and \$901,985, respectively.

**CITY OF YORKVILLE, ILLINOIS**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (CONT.)**  
**April 30, 2008**

The following chart reflects the condensed General Fund Budgetary Comparison Schedule (in millions):

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>
<b>Revenues:</b>			
Taxes	\$ 7.6	\$ 7.3	\$ 7.3
Fees	4.9	4.2	3.5
Other	5.3	4.1	1.4
Total Revenues	<u>17.8</u>	<u>15.6</u>	<u>12.2</u>
<b>Expenditures:</b>			
General Government	5.4	5.4	5.7
Public Safety	3.2	3.3	3.0
Community Development	0.6	0.5	0.5
Public Works	7.1	5.8	4.5
Total Expenditures	<u>16.3</u>	<u>15.0</u>	<u>13.7</u>
<b>Excess (Deficiency) of Revenues over Expenditures</b>	<b>1.5</b>	<b>0.6</b>	<b>(1.5)</b>
<b>Other Financing Sources and Uses</b>	<b>(1.1)</b>	<b>(1.0)</b>	<b>(0.8)</b>
<b>Change in Fund Balance</b>	<b>\$ 0.4</b>	<b>\$ (0.4)</b>	<b>\$ (2.3)</b>

Significant differences between the original budget and final amended budget can be briefly summarized as follows:

- \$359,247 decrease in budgeted Taxes.
- \$745,593 decrease in budgeted Licenses, Permits and Fees.
- \$1,148,890 decrease in budgeted Other revenue.
- \$1,277,235 decrease in budgeted Public Works expenditures.

Significant differences between the final amended budget and actual costs can be briefly summarized as follows:

- \$627,035 less actual Licenses, Permits and Fees than the final amended budget.
- \$3,070,032 less actual Other revenue than the final amended budget.
- \$1,335,903 less in actual Public Works expenditures than the final amended budget.

There was an amendment to the original budget in FY08 in order to reallocate expenditures between General Administration, Public Works, Parks and Recreation and Debt Service functions in order to more accurately project expenditures. Property Taxes were under budget by \$46,207, as other taxes were over budget by \$94,263. General Government expenditures were over budget by \$245,200, Public Safety expenditures were over budget by \$2212,174; and Public Works expenditures were under budget by \$1,335,903.

**CITY OF YORKVILLE, ILLINOIS  
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONT.)  
April 30, 2008**

**CAPITAL ASSET AND DEBT ADMINISTRATION**

**Capital Assets  
Change in Capital Assets  
(in millions)**

<u>Governmental Activities</u>	<u>Restated Balance May 1, 2007</u>	<u>Net Additions/ Deletions</u>	<u>Balance April 30, 2008</u>
<b>Non-Depreciable Assets:</b>			
Land/Construction in Progress	\$ 38.1	\$ (4.8)	\$ 33.3
<b>Depreciable Capital Assets:</b>			
Infrastructure	24.0	1.8	25.8
Buildings	5.1	8.6	13.7
Equipment	4.0	(0.1)	3.9
Vehicles/Furniture/Fixtures	2.5	0.4	2.9
Accumulated Depreciation on Capital Assets	(11.4)	(1.2)	(12.6)
	<u>\$ 62.3</u>	<u>\$ 4.7</u>	<u>\$ 67.0</u>

The construction of the new Library was completed and placed into service as of the end of the year. Total cost of the Library, which was accumulated in construction in progress in prior years, was \$8,606,251.

<u>Business-Type Activities</u>	<u>Restated Balance May 1, 2007</u>	<u>Net Additions/ Deletions</u>	<u>Balance April 30, 2008</u>
<b>Non-Depreciable Assets:</b>			
Land/Construction in Progress	\$ 5.8	\$ (3.4)	\$ 2.4
<b>Depreciable Capital Assets:</b>			
Infrastructure	16.8	7.4	24.2
Vehicles/Furniture/Fixtures	18.5	0.1	18.6
Accumulated Depreciation on Capital Assets	(3.9)	(0.8)	(4.7)
	<u>\$ 37.2</u>	<u>\$ 3.3</u>	<u>\$ 40.5</u>

During the fiscal year there were additions to the water and sewer infrastructure totaling \$7.4 million, including prior year adjustments and construction in progress.

For more detailed information related to capital assets, see Note 5 to the financial statements.

**CITY OF YORKVILLE, ILLINOIS**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (CONT.)**  
**April 30, 2008**

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**Debt Administration**

At April 30, 2008, the City had outstanding debt as follows:

	<b>Governmental Activities</b>	<b>Business-Type Activities</b>	<b>Total</b>
General Obligation & Alternative Revenue Source Bonds	\$ 16,255,000	\$ 19,300,000	\$ 35,555,000
Debt Certificates	570,000	10,198,112	10,768,112
Loans Payable	556,890	6,177,531	6,734,421
	<b>\$ 17,381,890</b>	<b>\$ 35,675,643</b>	<b>\$ 53,057,533</b>

There were no significant changes in credit ratings and/or any debt limitations that may affect the financing of planned facilities or services.

For more detailed information related to long-term debt, see Note 6 to the financial statements.

**ECONOMIC FACTORS**

The United City of Yorkville was established in 1834, and has been the county seat of Kendall County since 1859. It is located approximately 45 miles southwest of Chicago. According to the 2000 Census, the City had a population of 6,189. A special census was completed in May of 2006 resulting in a population total of more than 11,000. An additional special census is planned during fiscal year 2008-2009.

Based on information from the Illinois Department of Employment Security, the 2007 average unemployment for Kendall County was 4.5%, which favorably compares to the State of Illinois rate of 5.0%. Preliminary 2008 unemployment rates for Kendall County and the State are 7.2% and 7.3% respectively.

The 2000 Census reported that the median value of the City's owner-occupied homes was \$157,700, which compares with \$154,900 for the County and \$130,000 for the State.

According to the 2000 Census, the City had a median family income of \$67,521. This compares to \$69,383 for the County and \$55,545 for the State.

**CONTACTING THE CITY'S FINANCIAL MANAGEMENT**

This financial report is designed to provide our citizens, customers, investors and creditors with a general overview of the City's finances. Questions concerning this report or requests for additional financial information should be directed to the City Finance Director, Susan Mika, or City Treasurer, William Powell, United City of Yorkville, 800 Game Farm Road, Yorkville, Illinois 60560.

**BASIC FINANCIAL STATEMENTS**

**UNITED CITY OF YORKVILLE, ILLINOIS**

Statement of Net Assets

April 30, 2008

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(See Following Page)

UNITED CITY OF YORKVILLE

Statement of Net Assets

April 30, 2008

	Primary Government		Total
	Governmental Activities	Business-Type Activities	
<b>ASSETS</b>			
<b>Current Assets</b>			
Cash and Cash Equivalents	\$ 5,440,498	4,254,365	9,694,863
Receivables			
Property Taxes Receivable	3,033,744		3,033,744
Intergovernmental Receivables	1,741,444		1,741,444
Accounts Receivable	1,085,875	346,092	1,431,967
Other Receivables		13,421	13,421
Internal Balances	(86,307)	86,307	
Other Assets	296,722	60,000	356,722
Total Current Assets	<u>11,511,976</u>	<u>4,760,185</u>	<u>16,272,161</u>
<b>Capital Assets (Net of Accumulated Depreciation)</b>			
Land, Land Improvements and			
Construction in Progress	33,258,775	2,353,848	35,612,623
Infrastructure	17,502,394	15,581,356	33,083,750
Building and Improvements	12,514,443		12,514,443
Equipment and Vehicles	3,678,656	22,573,829	26,252,485
Total Capital Assets	<u>66,954,268</u>	<u>40,509,033</u>	<u>107,463,301</u>
<b>Other Assets</b>			
Net Pension Benefit	16,161		16,161
Assets Held for Others		11,091,000	11,091,000
Deferred Charges	75,466	1,049,244	1,124,710
Total Other Assets	<u>91,627</u>	<u>12,140,244</u>	<u>12,231,871</u>
Total Assets	<u>78,557,871</u>	<u>57,409,462</u>	<u>135,967,333</u>

See accompanying Notes to the Financial Statements.

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
<b>LIABILITIES</b>			
<b>Current Liabilities</b>			
Accounts Payable	928,628	260,657	1,189,285
Accrued Payroll	70,457	6,156	76,613
Interest Payable	244,190	386,276	630,466
Deferred Revenue	3,244,759		3,244,759
Other	45,075	28,514	73,589
Total Current Liabilities	4,533,109	681,603	5,214,712
<b>Noncurrent Liabilities</b>			
<b>Long Term Obligations Due within One Year</b>			
Bonds Payable	310,000	230,000	540,000
Loans Payable		171,079	171,079
Debt Certificates Payable	140,000	305,000	445,000
Note Payable	100,000		100,000
Compensated Absences	277,351	44,100	321,451
<b>Long Term Obligations Due in more than One Year</b>			
Bonds Payable	15,945,000	19,070,000	35,015,000
Loans Payable	1,890	2,891,758	2,893,648
Debt Certificates Payable	430,000	9,893,112	10,323,112
Note Payable	350,000		350,000
Compensated Absences	190,810	10,092	200,902
Other Liabilities	105,000	3,114,694	3,219,694
Total Noncurrent Liabilities	17,850,051	35,729,835	53,579,886
Total Liabilities	22,383,160	36,411,438	58,794,598
<b>NET ASSETS</b>			
<b>Invested in Capital Assets, Net of Related Debt</b>			
	53,202,922	15,924,390	69,127,312
<b>Restricted for</b>			
Capital Improvements	3,630,544	4,706,722	8,337,266
Debt Service		191,904	191,904
Unrestricted	(658,755)	175,008	(483,747)
Total Net Assets	\$ 56,174,711	20,998,024	77,172,735

**UNITED CITY OF YORKVILLE**

Statement of Activities

For the Year Ended April 30, 2008

Functions/Programs	Expenses	Program Revenues		
		Charges for Service	Operating Grants and Contributions	Capital Grants and Contributions
<b>Primary Government:</b>				
<b>Governmental Activities:</b>				
General Government	\$ 5,688,953	1,775,663	297,460	
Public Safety	3,233,955		1,870	4,295
Public Works	3,511,697			1,804,875
Library	955,385	27,045	22,074	
Culture and Recreation	2,157,818	376,857	417,893	100,500
Community Development	553,220		39,045	
Interest on Long-Term Debt	723,618			
<b>Total Governmental Activities</b>	<b>16,824,646</b>	<b>2,179,565</b>	<b>778,342</b>	<b>1,909,670</b>
<b>Business-Type Activities:</b>				
Water	3,036,973	1,920,029		1,461,096
Sewer	1,177,924	855,334		434,351
<b>Total Business-Type Activities</b>	<b>4,214,897</b>	<b>2,775,363</b>	<b>-</b>	<b>1,895,447</b>
<b>Total Primary Government</b>	<b>\$ 21,039,543</b>	<b>4,954,928</b>	<b>778,342</b>	<b>3,805,117</b>

General Revenues  
 Property Taxes  
 Sales Taxes  
 Income Taxes  
 Utility Tax  
 Other Taxes  
 Total Taxes  
  
 Development Fees  
 Connection Fees  
 Investment Earnings  
 Miscellaneous  
 Transfers  
 Total General Revenues

Change in Net Assets  
  
 Net Assets - Beginning, As Restated  
  
 Net Assets - Ending

See accompanying Notes to the Financial Statements.

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Net (Expense) Revenue and Changes in Net Assets  
Primary Government

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Governmental Activities	Business-Type Activities	Total
(3,615,830)		(3,615,830)
(3,227,790)		(3,227,790)
(1,706,822)		(1,706,822)
(906,266)		(906,266)
(1,262,568)		(1,262,568)
(514,175)		(514,175)
(723,618)		(723,618)
(11,957,069)	-	(11,957,069)
	344,152	344,152
	111,761	111,761
-	455,913	455,913
(11,957,069)	455,913	(11,501,156)
3,644,499		3,644,499
2,507,664		2,507,664
1,053,292		1,053,292
1,612,834		1,612,834
534,601		534,601
9,352,890	-	9,352,890
2,447,936		2,447,936
	1,670,495	1,670,495
320,046	230,212	550,258
1,076,159	124,400	1,200,559
540,525	(540,525)	
13,737,556	1,484,582	15,222,138
1,780,487	1,940,495	3,720,982
54,394,224	19,057,529	73,451,753
56,174,711	20,998,024	77,172,735

UNITED CITY OF YORKVILLE, ILLINOIS

Balance Sheet

Governmental Funds

April 30, 2008

	General Fund	Library Fund	Nonmajor Governmental Funds	Total Governmental Funds
<b>Assets</b>				
Cash and Cash Equivalents	\$ 281,077	646,688	4,512,733	5,440,498
Receivables				
Property Taxes Receivable	2,374,324	659,420		3,033,744
Intergovernmental Receivables	1,446,693		294,751	1,741,444
Accounts Receivable	1,085,875			1,085,875
Interfund Receivables	1,027,671	291,544	3,620	1,322,835
Other Assets	287,036		9,686	296,722
<b>Total Assets</b>	<b>\$ 6,502,676</b>	<b>1,597,652</b>	<b>4,820,790</b>	<b>12,921,118</b>
<b>Liabilities</b>				
Accounts Payable	\$ 654,856	37,123	236,649	928,628
Accrued Payroll	52,516	5,360	12,581	70,457
Accrued Compensated Absences				
Retainage Payable	32,867	12,208		45,075
Unearned Revenue	2,810,101	658,252	40,317	3,508,670
Interfund Payables			1,409,142	1,409,142
<b>Total Liabilities</b>	<b>3,550,340</b>	<b>712,943</b>	<b>1,698,689</b>	<b>5,961,972</b>
<b>Fund Balances</b>				
Reserved for				
Prepays	287,036			287,036
Capital Purposes			3,630,544	3,630,544
Unreserved, Undesignated Reported In				
General Fund	2,665,300			2,665,300
Special Revenue Funds		884,709	243,340	1,128,049
Debt Service Funds			(237,259)	(237,259)
Capital Project Funds			(514,524)	(514,524)
<b>Total Fund Balances</b>	<b>2,952,336</b>	<b>884,709</b>	<b>3,122,101</b>	<b>6,959,146</b>
<b>Total Liabilities and Fund Balances</b>	<b>\$ 6,502,676</b>	<b>1,597,652</b>	<b>4,820,790</b>	<b>12,921,118</b>

See accompanying Notes to the Financial Statements.

**UNITED CITY OF YORKVILLE, ILLINOIS**

Reconciliation of the Balance Sheet of Governmental Funds  
to the Statement of Net Assets

April 30, 2008

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Total Fund Balances - Governmental Funds \$ 6,959,146

Amounts reported for governmental activities in the Statement of Net Assets  
are difference because:

Capital assets used in governmental activities are not financial resources and,  
therefore, are not reported in the funds. 66,954,268

Costs related to the issuance of long-term debt are recorded as expenditures when  
incurred in the governmental funds, but are amortized over the life of the debt  
issue in the Statement of Net Assets. 75,466

Revenues in the Statement of Activities which do not provide current financial  
resources are deferred in the funds' statements. 263,911

Net pension asset is not a current resource, therefore, is not reported in funds. 16,161

Long-term liabilities are not due and payable in the current period and, therefore,  
are not reported in the funds. (17,381,890)

Interest on long-term liabilities is shown as an expenditure when paid by the  
funds, but accrued in the Statement of Net Assets. (244,190)

Compensated absences are not reported in the funds, but are accrued in the  
Statement of Net Assets. (468,161)

Net Assets of Governmental Activities \$ 56,174,711

See accompanying Notes to the Financial Statements.

UNITED CITY OF YORKVILLE, ILLINOIS

Statement of Revenues, Expenditures,  
and Changes in Fund Balances

Governmental Funds

For the Year Ended April 30, 2008

	General Fund	Library Fund	Nonmajor Governmental Funds	Total Governmental Funds
<b>Revenues</b>				
Property Taxes	\$ 1,960,605	1,471,929	211,965	3,644,499
Sales Tax	2,506,434			2,506,434
Income Tax	1,053,292			1,053,292
Motor Fuel Tax			328,650	328,650
Utility Tax	549,535			549,535
Other Taxes	1,259,282	6,320		1,265,602
Licenses, Permits and Fees	3,544,628	181,801	782,507	4,508,936
Fines	111,271	7,294		118,565
Investment Income	142,763	39,531	137,752	320,046
Contributions		8,509	47,518	56,027
Grants	313,375	13,565	399,670	726,610
Other Revenue	794,468	5,161	189,814	989,443
<b>Total Revenues</b>	<b>12,235,653</b>	<b>1,734,110</b>	<b>2,097,876</b>	<b>16,067,639</b>
<b>Expenditures</b>				
<b>Current</b>				
General Government	5,652,456			5,652,456
Public Safety	3,015,178			3,015,178
Public Works	4,473,822			4,473,822
Library		797,388		797,388
Culture and Recreation			2,231,553	2,231,553
Community Development	541,649		11,571	553,220
<b>Total Current Expenditures</b>	<b>13,683,105</b>	<b>797,388</b>	<b>2,243,124</b>	<b>16,723,617</b>
<b>Capital Outlays</b>		<b>339,726</b>	<b>1,314,969</b>	<b>1,654,695</b>
<b>Debt Service</b>				
Principal			345,000	345,000
Interest and Fees		421,935	346,882	768,817
<b>Total Debt Service Expenditures</b>	<b>-</b>	<b>421,935</b>	<b>691,882</b>	<b>1,113,817</b>
<b>Total Expenditures</b>	<b>13,683,105</b>	<b>1,559,049</b>	<b>4,249,975</b>	<b>19,492,129</b>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	<b>(1,447,452)</b>	<b>175,061</b>	<b>(2,152,099)</b>	<b>(3,424,490)</b>
<b>Other Financing Sources (Uses)</b>				
Proceeds from Sale of Assets			86,716	86,716
Transfers In	1,089,025		1,713,983	2,803,008
Transfers Out	(1,916,907)		(345,576)	(2,262,483)
<b>Total Other Financing Sources (Uses)</b>	<b>(827,882)</b>	<b>-</b>	<b>1,455,123</b>	<b>627,241</b>
<b>Net Change in Fund Balances</b>	<b>(2,275,334)</b>	<b>175,061</b>	<b>(696,976)</b>	<b>(2,797,249)</b>
<b>Fund Balances at Beginning of Year, As Restated</b>	<b>5,227,670</b>	<b>709,648</b>	<b>3,819,077</b>	<b>9,756,395</b>
<b>Fund Balances at End of Year</b>	<b>\$ 2,952,336</b>	<b>884,709</b>	<b>3,122,101</b>	<b>6,959,146</b>

See accompanying Notes to the Financial Statements.

UNITED CITY OF YORKVILLE, ILLINOIS

Reconciliation of the Statement of Revenues, Expenditures, and  
Changes in Fund Balances of Governmental Funds to the  
Statement of Activities

For the Year Ended April 30, 2008

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

Net Change in Fund Balances - Total Governmental Funds	\$ (2,797,249)
Governmental funds report capital outlays as expenditures. However, in the Statement of Activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays (\$3,813,571) plus contributions (\$1,905,375) exceeded depreciation (\$1,484,032) and disposals (\$13,606) in the current period.	4,221,308
The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. This amount represents principal reductions during the year.	345,000
Increase in Net Pension Asset	16,161
Interest on long-term debt is shown as a fund expenditure when paid, but is accrued in the Statement of Activities.	45,199
Costs related to the issuance of debt were reported as changes in current financial resources in the governmental funds; however, these amounts are deferred and amortized in the Statement of Activities. This is the amount of current year amortization expense.	(9,253)
Revenues in the Statement of Activities that do not provide current financial resources are not reported in the funds' financial statements. This is the net change of revenues deferred/recognized during the year.	4,878
Change in compensated absences are not recorded as an expenditure in the fund statement, but are reported in the Statement of Activities.	<u>(45,557)</u>
Change in Net Assets of Governmental Activities	<u>\$ 1,780,487</u>

See accompanying Notes to the Financial Statements.

UNITED CITY OF YORKVILLE, ILLINOIS

Statement of Revenues, Expenditures, and  
Changes in Fund Balance - Budget and Actual

General Fund

For the Year Ended April 30, 2008

	Original Budget	Final Budget	Actual	Variance from Budget Over (Under)
<b>Revenues</b>				
Property Taxes	\$ 1,953,490	2,003,387	1,960,605	(42,782)
Sales Tax	3,120,000	2,775,000	2,506,434	(268,566)
Income Tax	974,748	974,748	1,053,292	78,544
Utility Tax	425,000	425,000	549,535	124,535
Other Taxes	1,163,676	1,099,532	1,259,282	159,750
Licenses, Permits and Fees	4,917,256	4,171,663	3,544,628	(627,035)
Fines	80,000	80,000	111,271	31,271
Investment Income	75,000	100,000	142,763	42,763
Grants	14,500	69,660	313,375	243,715
Other Revenue	5,093,550	3,864,500	794,468	(3,070,032)
Total Revenues	17,817,220	15,563,490	12,235,653	(3,327,837)
<b>Expenditures</b>				
Current				
General Government	5,441,544	5,407,256	5,652,456	245,200
Public Safety	3,215,632	3,227,352	3,015,178	(212,174)
Community Development	573,535	524,771	541,649	16,878
Public Works	7,086,960	5,809,725	4,473,822	(1,335,903)
Total Expenditures	16,317,671	14,969,104	13,683,105	(1,285,999)
Excess (Deficiency) of Revenues over Expenditures	1,499,549	594,386	(1,447,452)	(2,041,838)
<b>Other Financing Sources (Uses)</b>				
Transfers In	883,500	883,500	1,089,025	205,525
Transfers Out	(1,969,225)	(1,916,907)	(1,916,907)	
Total Other Financing Sources (Uses)	(1,085,725)	(1,033,407)	(827,882)	205,525
Net Change in Fund Balance	413,824	(439,021)	(2,275,334)	(1,836,313)
Fund Balance at Beginning of Year, As Restated	5,227,670	5,227,670	5,227,670	
Fund Balance at End of Year	\$ 5,641,494	4,788,649	2,952,336	(1,836,313)

See accompanying Notes to the Financial Statements.

**UNITED CITY OF YORKVILLE, ILLINOIS**

Statement of Revenues, Expenditures, and  
Changes in Fund Balance - Budget and Actual

Library Fund

For the Year Ended April 30, 2008

	Original Budget	Final Budget	Actual	Various from Budget Over (Under)
<b>Revenues</b>				
Property Taxes	\$ 1,149,638	1,365,661	1,471,929	106,268
<b>Other Taxes</b>				
Personal Property Replacement Taxes	3,360	3,360	6,320	2,960
<b>Licenses, Permits and Fees</b>				
Development Fees - Building	150,000	150,000	81,025	(68,975)
Development Fees - Books	150,000	150,000	81,025	(68,975)
Copy Fees	1,221	1,221	2,292	1,071
Library Subscription Cards	8,500	8,500	17,459	8,959
Total Licenses, Permits and Fees	309,721	309,721	181,801	(127,920)
Fines	2,808	2,808	7,294	4,486
Investment Income	6,102	6,102	39,531	33,429
Contributions	3,202	3,202	8,509	5,307
Grants	17,500	17,500	13,565	(3,935)
<b>Other Revenue</b>				
Rental Income	960	960	4,024	3,064
Sale of Books	1,144	1,144	1,137	(7)
Total Other Revenue	2,104	2,104	5,161	3,057
Total Revenues	1,494,435	1,710,458	1,734,110	23,652
<b>Expenditures</b>				
<b>Current</b>				
<b>Library</b>				
Salaries - Employees	471,377	500,000	394,851	(105,149)
Group Health Insurance	45,717	45,717	47,950	2,233
Group Life Insurance		3,000	744	(2,256)
Dental and Vision Assistance	4,200	4,200	3,204	(996)
Bonding	1,176	1,176	1,875	699
Attorney	3,500	3,500	960	(2,540)
Contract Services		5,000	4,891	(109)
Maintenance - Bldg/Janitorial	5,000	5,000	5,609	609
Maintenance - Office Equipment	5,000	15,298	4,554	(10,744)
Maintenance - Photocopier	12,680	12,680	461	(12,219)

See accompanying Notes to the Financial Statements.

(Cont.)

UNITED CITY OF YORKVILLE, ILLINOIS

Statement of Revenues, Expenditures, and  
Changes in Fund Balance - Budget and Actual (Cont.)

Library Fund

For the Year Ended April 30, 2008

	Original Budget	Final Budget	Actual	Various from Budget Over (Under)
Expenditures (Cont.)				
Current (Cont.)				
Library (Cont.)				
Electricity/Gas	87,500	87,500	23,723	(63,777)
Telephone	6,000	6,000	5,941	(59)
Subscriptions		10,000	3,745	(6,255)
Training and Conferences	2,000	2,000	225	(1,775)
Public Relations	2,500	2,500	918	(1,582)
Employee Recognition	2,000	2,000	1,526	(474)
Contingencies	25,000	25,000	12,380	(12,620)
Library Supplies	10,000	10,000	9,934	(66)
Custodial Supplies	9,000	20,000	9,452	(10,548)
Office Supplies		10,000	6,365	(3,635)
Postage and Shipping	4,000	3,000	1,791	(1,209)
Publishing and Advertising	2,000	2,000	60	(1,940)
Mileage	1,000	1,000	1,110	110
Videos	5,000	5,000	6,058	1,058
Alarm Monitoring	3,000	3,000	3,411	411
Library Programming	10,000	10,000	10,450	450
Library Board Expenses	2,000	2,000	295	(1,705)
Books - Adult	30,000	30,000	26,364	(3,636)
Books - Juvenile	30,000	30,000	30,496	496
Books - Audio	10,000	10,000	5,511	(4,489)
Books - Reference	30,000	30,000	24,789	(5,211)
Books - Development Fee	150,000	150,000	53,569	(96,431)
Memorials/Gifts	3,202	3,202	10,682	7,480
Bldg - Development Fees	150,000	150,000	2,043	(147,957)
CD's/Music	5,000	5,000	3,798	(1,202)
Meeting Room			800	800
IMRF Participants	15,641	15,641	12,457	(3,184)
Social Security/Medicare	39,755	39,755	30,207	(9,548)
Computer Equipment & Software	18,000	18,000	14,876	(3,124)
Automation	30,000	30,000	19,313	(10,687)
Total Current Expenditures	1,231,248	1,308,169	797,388	(510,781)
Capital Outlay				
Building Expansion			339,726	339,726

See accompanying Notes to the Financial Statements.

(Cont.)

**UNITED CITY OF YORKVILLE, ILLINOIS**

Statement of Revenues, Expenditures, and  
Changes in Fund Balance - Budget and Actual (Cont.)

Library Fund

For the Year Ended April 30, 2008

	Original Budget	Final Budget	Actual	Various from Budget Over (Under)
Expenditures (Cont.)				
Debt Service				
Interest	421,936	451,447	421,935	(29,512)
Total Expenditures	1,653,184	1,759,616	1,559,049	(200,567)
Net Change in Fund Balance	(158,749)	(49,158)	175,061	224,219
Fund Balance at Beginning of Year	709,648	709,648	709,648	
Fund Balance at End of Year	\$ 550,899	660,490	884,709	224,219

See accompanying Notes to the Financial Statements.

UNITED CITY OF YORKVILLE, ILLINOIS

Statement of Net Assets

Proprietary Funds

April 30, 2008

	Sewer Operation and Improvement Fund	Water Operation and Improvement Fund	Total
<b>Assets</b>			
<b>Current Assets:</b>			
Cash and Cash Equivalents	\$ 3,443,862	810,503	4,254,365
Receivables			
Accounts, Net of Allowance	124,312	221,780	346,092
Other		13,421	13,421
Interfund Receivables	89,927		89,927
Other Assets		60,000	60,000
<b>Total Current Assets</b>	<b>3,658,101</b>	<b>1,105,704</b>	<b>4,763,805</b>
<b>Noncurrent Assets</b>			
Capital Assets not being Depreciated	514,289	1,839,559	2,353,848
Capital Assets being Depreciated, Net	8,926,254	29,228,931	38,155,185
<b>Total Noncurrent Assets</b>	<b>9,440,543</b>	<b>31,068,490</b>	<b>40,509,033</b>
<b>Other Assets</b>			
Assets Held for Others	11,091,000		11,091,000
Deferred Charges	158,833	890,411	1,049,244
<b>Total Other Assets</b>	<b>11,249,833</b>	<b>890,411</b>	<b>12,140,244</b>
<b>Total Assets</b>	<b>24,348,477</b>	<b>33,064,605</b>	<b>57,413,082</b>
<b>Liabilities</b>			
<b>Current Liabilities</b>			
Accounts Payable	9,916	250,741	260,657
Retainage Payable	4,000	24,514	28,514
Accrued Payroll	1,754	4,402	6,156
Interest Payable	230,976	155,300	386,276
Interfund Payable		3,620	3,620
<b>Current Portion of Long-Term Debt</b>			
Bonds Payable	140,000	90,000	230,000
Debt Certificates Payable	235,000	70,000	305,000
Loans Payable	112,768	58,311	171,079
Compensated Absences	9,537	34,563	44,100
<b>Total Current Liabilities</b>	<b>743,951</b>	<b>691,451</b>	<b>1,435,402</b>
<b>Noncurrent Liabilities</b>			
Bonds Payable	14,280,000	4,790,000	19,070,000
Debt Certificates Payable	2,660,000	7,233,112	9,893,112
Loans Payable	1,120,949	1,770,809	2,891,758
Compensated Absences		10,092	10,092
Other Liabilities	1,591,159	1,523,535	3,114,694
<b>Total Noncurrent Liabilities</b>	<b>19,652,108</b>	<b>15,327,548</b>	<b>34,979,656</b>
<b>Total Liabilities</b>	<b>20,396,059</b>	<b>16,018,999</b>	<b>36,415,058</b>

See accompanying Notes to the Financial Statements.

(Cont.)

UNITED CITY OF YORKVILLE, ILLINOIS

Statement of Net Assets (Cont.)

Proprietary Funds

April 30, 2008

	Sewer Operation and Improvement Fund	Water Operation and Improvement Fund	Total
Net Assets			
Invested in Capital Assets - Net of Related Debt	391,667	15,532,723	15,924,390
Restricted for Capital Purposes	4,706,722		4,706,722
Restricted for Debt Service	191,904		191,904
Unrestricted	(1,337,875)	1,512,883	175,008
Total Net Assets	<u>3,952,418</u>	<u>17,045,606</u>	<u>20,998,024</u>
Total Liabilities and Net Assets	<u>\$ 24,348,477</u>	<u>33,064,605</u>	<u>57,413,082</u>

See accompanying Notes to the Financial Statements.

**UNITED CITY OF YORKVILLE, ILLINOIS**

Statement of Revenues, Expenses, and  
Changes in Fund Net Assets

Proprietary Funds

For the Year Ended April 30, 2008

	Sewer Operation and Improvement Fund	Water Operation and Improvement Fund	Total
Operating Revenues			
Charges for Services	\$ 855,334	1,920,029	2,775,363
Operating Expenses			
Operations	302,823	1,409,327	1,712,150
Improvements	8,792	379,354	388,146
Depreciation	69,044	715,877	784,921
Total Operating Expenses	380,659	2,504,558	2,885,217
Operating Income (Loss)	474,675	(584,529)	(109,854)
Nonoperating Revenues (Expenses)			
Connection Fees	732,375	938,120	1,670,495
Recapture Fees	14,200	14,200	28,400
Investment Income	114,227	115,985	230,212
Other Revenue		96,000	96,000
Amortization Expense	(31,138)	(92,869)	(124,007)
Interest Expense	(766,127)	(439,546)	(1,205,673)
Total Nonoperating Revenues (Expenses)	63,537	631,890	695,427
Income before Transfers and Contributions	538,212	47,361	585,573
Other Financing Sources (Uses)			
Contributions - Capital Assets	434,351	1,461,096	1,895,447
Transfers In	150,000	200,000	350,000
Transfers Out	(220,578)	(669,947)	(890,525)
Total Other Financing Sources (Uses)	363,773	991,149	1,354,922
Change in Net Assets	901,985	1,038,510	1,940,495
Net Assets at Beginning of Year, As Restated	3,050,433	16,007,096	19,057,529
Net Assets at End of Year	\$ 3,952,418	17,045,606	20,998,024

See accompanying Notes to the Financial Statements.

UNITED CITY OF YORKVILLE, ILLINOIS

Statement of Cash Flows

Proprietary Funds

For the Year Ended April 30, 2008

	Sewer Operation and Improvement Fund	Water Operation and Improvement Fund	Total
<b>Cash Flows from Operating Activities</b>			
Cash Received From Customers	\$ 846,657	1,945,389	2,792,046
Cash Payments For Goods And Services	(161,519)	(1,404,691)	(1,566,210)
Cash Payments To Employees	(182,868)	(385,453)	(568,321)
Net Cash Provided by Operating Activities	<u>502,270</u>	<u>155,245</u>	<u>657,515</u>
<b>Cash Flows from Noncapital Financing Activities</b>			
Interfund Borrowing	2,652,820	(650,055)	2,002,765
Transfers In	150,000	200,000	350,000
Transfers Out	(220,578)	(669,947)	(890,525)
Other Revenues	14,200	110,200	124,400
Net Cash Provided (Used) by Noncapital Financing Activities	<u>2,596,442</u>	<u>(1,009,802)</u>	<u>1,586,640</u>
<b>Cash Flows from Capital and Related Financing Activities</b>			
Connection Fees	732,375	938,120	1,670,495
Purchases of Capital Assets	(30,778)	(395,061)	(425,839)
Proceeds from Capital Debt		476,615	476,615
Principal Paid on Capital Debt	(469,565)	(201,880)	(671,445)
Interest Paid on Capital Debt	(740,673)	(365,692)	(1,106,365)
Net Cash Provided (Used) by Capital and Related Financing Activities	<u>(508,641)</u>	<u>452,102</u>	<u>(56,539)</u>
<b>Cash Flows Provided by Investing Activities</b>			
Investment Income	<u>114,227</u>	<u>115,985</u>	<u>230,212</u>
Net Increase (Decrease) in Cash and Cash Equivalents	2,704,298	(286,470)	2,417,828
Cash and Cash Equivalents at Beginning of Year	<u>739,564</u>	<u>1,096,973</u>	<u>1,836,537</u>
Cash and Cash Equivalents at End of Year	<u>\$ 3,443,862</u>	<u>810,503</u>	<u>4,254,365</u>

See accompanying Notes to the Financial Statements.

**UNITED CITY OF YORKVILLE, ILLINOIS**

Statement of Cash Flows (Cont.)

Proprietary Funds

For the Year Ended April 30, 2008

	Sewer Operation and Improvement Fund	Water Operation and Improvement Fund	Total
<u>Reconciliation of Operating Income (Loss) to Net Cash Provided by Operating Activities</u>			
Operating Income (Loss)	\$ 474,675	(584,529)	(109,854)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by Operating Activities			
Depreciation	69,044	715,877	784,921
Changes in Assets and Liabilities:			
Accounts and Other Receivables	(8,677)	50,360	41,683
Other Assets		(25,000)	(25,000)
Accounts Payable	(33,167)	(23,954)	(57,121)
Accruals and Other Liabilities	395	22,491	22,886
Net Cash Provided by Operating Activities	<u>\$ 502,270</u>	<u>155,245</u>	<u>657,515</u>
 Non-cash Transaction			
Developer Contributions of Systems	<u>\$ 434,351</u>	<u>1,461,096</u>	<u>1,895,447</u>

See accompanying Notes to the Financial Statements.

UNITED CITY OF YORKVILLE, ILLINOIS

Statement of Fiduciary Net Assets

Trust and Agency Funds

April 30, 2008

	Pension Trust Fund	YBSD - Agency Fund
Assets		
Cash and Cash Equivalents	\$ 61,628	28,727
Investments	2,550,910	
Receivables		
Interest Receivable	19,056	
Accounts Receivable		507,004
Total Assets	2,631,594	535,731
Liabilities		
Due to Other Governments		535,731
Net Assets		
Held for Employees' Pension Benefits	\$ 2,631,594	

See accompanying Notes to the Financial Statements.

**UNITED CITY OF YORKVILLE, ILLINOIS**

Statement of Changes in Fiduciary Net Assets

Pension Trust - Police Pension Trust Fund

For the Year Ended April 30, 2008

Additions

Contributions

Employer	\$ 275,144
Plan Members	176,036
Total Contributions	<u>451,180</u>

Investment Income

Net Appreciation in Fair Value of Investments	60,773
Realized Gains	16,882
Dividend Income	16,037
Interest Income	87,736
Less Investment Expense	<u>(11,352)</u>
Net Investment Income	<u>170,076</u>

Total Additions 621,256

Deductions

Salaries	113,548
Contributions Returned	22,663
Legal Expenses	3,000
Accounting Expenses	5,300
Administrative Expenses	<u>2,023</u>

Total Deductions 146,534

Change in Net Assets 474,722

Net Assets - Beginning of Year 2,156,872

Net Assets - End of Year \$ 2,631,594

See accompanying Notes to the Financial Statements.

## UNITED CITY OF YORKVILLE, ILLINOIS

Notes to the Financial Statements  
April 30, 2008

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### 1. Summary of Significant Accounting Policies

The United City of Yorkville (City) is an Illinois unit of local government. The financial statements include all functions, programs and activities under control of the City Council. The City's major operations include public safety, public works, library, culture and recreation, community development, water and sewer services, and general administration. The City Council has oversight responsibility for the City, the Public Library and the Park and Recreation Board. Oversight responsibility includes designation of management and all other control over operations of these entities. The financial statements of the City have been prepared in accordance with accounting principles generally accepted in the United States of America (GAAP) as applicable to governments, as promulgated by the Governmental Accounting Standards Board (GASB). The following is a summary of the significant accounting policies:

#### A. Reporting Entity

The City of Yorkville has adopted the provision of Government Accounting Standards Board (GASB) Statement No. 14, *The Financial Reporting Entity*, under which the financial statements include all the organizations, activities, functions and component units for which the City is financially accountable. Financial accountability is defined as the appointment of a voting majority of the component unit's board, and either (1) the City'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 on the City.

Included within the reporting entity as part of the primary government:

##### *City of Yorkville Public Library*

The Board of the City of Yorkville Public Library is appointed by the City's Mayor and approved by the City Council. Although the Library Board has taxing authority, its levy request must be included with the City's overall tax levy and is not considered legally separate from the City.

##### *City of Yorkville Park and Recreation Board*

The City of Yorkville Park and Recreation Board is appointed by the City's Mayor and approved by the City Council and is not considered legally separate from the City.

##### *Police Pension Fund*

The City established a Police Pension Fund during fiscal year 2002, in accordance with State Statutes which requires such a fund for municipalities with populations in excess of 5,000. Credits which were earned by police employees in the IMRF plan were transferred to the fund. The Police Pension Employees Retirement System (PPERS) functions for the benefit of these employees and is governed by a five member pension board. Two members are appointed by the Mayor, one is elected from pension beneficiaries and two are elected from active police employees. The City and PPERS participants are obligated to fund all PPERS costs based upon actuarial valuations. The City's contribution will be funded through an annual property tax levy. The State of Illinois is authorized to establish benefit levels and the City is authorized to approve the actuarial assumptions used in the determination of contribution levels. Although it is legally separate from the City, the PPERS is reported as if it were part of the City because its sole purpose is to provide retirement benefits for the City's police employees. The PPERS is reported as a pension trust fund.

# UNITED CITY OF YORKVILLE, ILLINOIS

Notes to the Financial Statements  
April 30, 2008

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## 1. Summary of Significant Accounting Policies (Cont.)

### B. Basis of Presentation

The City's basic financial statements consist of government-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 government-wide focus is more on the sustainability of the City as an entity and the change in aggregate financial position resulting from activities of the fiscal period.

#### Government-wide Financial Statements

The statement of net assets and the statement of activities display information about the City as a whole. In the government-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. 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 fees and charges for support.

The government-wide statement of activities reflects both the direct expenses and net cost of each function of the City'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. For identifying the function to which program revenue pertains, the determining factor for charges for service is which function generates the revenue. For grants and contributions, the determining factor is the function to which the revenues are restricted. Revenues, which are not classified as program revenues, are presented as general revenues of the City, 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 City.

#### Fund Financial Statements

The financial transactions of the City 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.

The City reports the following major governmental funds:

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

The **Library Fund** is used to record activity relating to the library.

UNITED CITY OF YORKVILLE, ILLINOIS

Notes to the Financial Statements  
April 30, 2008

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1. Summary of Significant Accounting Policies (Cont.)

B. Basis of Presentation (Cont.)

Fund Financial Statements (Cont.)

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

The City reports the following major enterprise funds:

**Sewer Operation and Improvement Fund** – This fund accounts for the operation and sewer infrastructure maintenance of the City-owned sewer distribution system, as well as the construction of new sewer systems within the City limits. Revenues are generated through charges to users based on sewer consumption.

**Water Operation and Improvement Fund** – This fund accounts for the operation and maintenance of the City-owned water distribution system and construction of new water systems. Revenues are generated through charges to users based on water consumption.

Additionally, the City also reports a pension trust fund and an agency fund. Pension trust funds account for the activities of the City's public safety employees' retirement system, which accumulates resources for pension benefit payments to qualified public safety employees. The agency fund reported by the City represents funds that are custodial in nature and do not involve measurement of results of operations. Neither of these fund types are included in the government-wide statement of net assets or statement of activities.

C. Measurement Focus and Basis of Accounting

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as well as the proprietary and fiduciary fund financial statements. The economic resources measurement focus means all assets and liabilities (whether current or noncurrent) 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.

# UNITED CITY OF YORKVILLE, ILLINOIS

Notes to the Financial Statements  
April 30, 2008

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## 1. Summary of Significant Accounting Policies (Cont.)

### C. Measurement Focus and Basis of Accounting (Cont.)

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 City considers revenues to be available if they are collected within sixty (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 City 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.

Differences occur from the manner in which the governmental activities and the government-wide financial statements are prepared 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 government-wide statements and the statements for governmental funds.

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

Proprietary funds separate all activity into two categories: operating and non-operating revenues and expenses. Operating revenues and expenses result from providing services and producing and delivering goods. Non-operating revenues and expenses include capital and noncapital financing activities and investing activities.

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.

### D. Budgets and Budgetary Accounting

Budgets are adopted on a basis consistent with accounting principles generally accepted in the United States of America (GAAP), except for depreciation expense in proprietary funds. Annual budgets are adopted for all funds. All annual appropriations lapse at fiscal year end.

UNITED CITY OF YORKVILLE, ILLINOIS

Notes to the Financial Statements  
April 30, 2008

1. Summary of Significant Accounting Policies (Cont.)

D. Budgets and Budgetary Accounting (Cont.)

The City follows these procedures in establishing the budgetary data reflected in the financial statements:

- 1) Prior to May 1, the Mayor submits to the City Council the proposed budget for the fiscal year commencing the following May 1. The operating budget includes proposed expenditures and the means of financing them.
- 2) Public hearings are conducted at the City Offices to obtain taxpayer comments.
- 3) Prior to May 1, the budget is legally adopted by a vote of the City Council through passage of an ordinance.
- 4) Formal budgetary integration is employed as a management control device during the year for the General Fund, Special Revenue Funds, Debt Service Fund and Capital Projects Funds.

The budget officer is authorized to transfer budgeted amounts between departments within any fund; however, any revisions that alter the total expenditures of any fund must be approved by the City Council.

E. 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 government-wide financial statements. Capital assets are defined by the City as assets with an initial, individual cost above a set dollar threshold based on the asset type (see chart below). 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 cost of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. All reported capital assets except land and construction in progress are depreciated. Depreciation on all assets is provided on the straight-line basis over the following estimated useful lives:

	Capitalization Threshold	Estimated Useful Lives
Land	\$ 25,000	N/A
Land Improvements	20,000	N/A
Site Improvements	20,000	3 - 50 years
Buildings	50,000	10 - 50 years
Building Improvements	25,000	10 - 20 years
Vehicles, Machinery and Equipment	5,000	3 - 10 years
Software	25,000	2 - 7 years
Infrastructure - Street Network	50,000	30 - 40 years
Infrastructure - Water Network	75,000	20 - 75 years
Infrastructure - Sanitary Network	75,000	25 - 60 years
Infrastructure - Storm Sewer	50,000	20 - 60 years

# UNITED CITY OF YORKVILLE, ILLINOIS

Notes to the Financial Statements  
April 30, 2008

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## 1. Summary of Significant Accounting Policies (Cont.)

### F. Investments

Investments are recorded at fair value. Fair value for the investment in the Illinois Funds Money Market is the same as the value of the pool shares. State statute requires the State Treasurer's Illinois Funds Money Market to comply with the Illinois Public Funds Investment Act.

### G. Allowance for Uncollectible Taxes

No provision for uncollectible taxes on the current year's levy has been provided, based on the City's collection experience. The City's policy is to write-off uncollected taxes receivable of prior years.

### H. Estimates

Management uses estimates and assumptions in preparing financial statements. Those estimates and assumptions affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities, and the reported revenues and expenditures. Actual results could differ from those estimates.

### I. Property Tax Revenue Recognition

Property taxes (2007 levy) were levied in September of 2007 by passage of a Tax Levy Ordinance. 2007 taxes attach as an enforceable lien on January 1, 2007. Tax bills are prepared by Kendall County and issued on or about February 1, 2008. They are payable in two installments on or about July 1, 2008 and on or about September 1, 2008. The County collects and distributes such taxes to the taxing authorities within the County. Property tax revenues are recognized when they become both measurable and available. Property tax revenue recorded during the current fiscal year represents receipts of the 2006 tax levy. Substantially all property taxes recorded as receivable by the City as April 30, 2008 are anticipated to be received by November 1, 2008. As these taxes are levied to fund operations for the 2008-2009 fiscal year, the revenue has been deferred at April 30, 2008.

### J. Deferred Revenue

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.

### K. 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 "Interfund Payables/Receivables" for the current portion of interfund loans or "Advances to/from Other Funds" for the noncurrent portion of interfund loans. Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "Internal Balances." Noncurrent advances between funds, if any, as reported in the fund financial statements, are offset by a fund balance reserve account in applicable governmental funds to indicate that they are not available for appropriation and are not expendable available financial resources.

# UNITED CITY OF YORKVILLE, ILLINOIS

Notes to the Financial Statements  
April 30, 2008

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## 1. Summary of Significant Accounting Policies (Cont.)

### L. Compensated Absences

Vested or accumulated vacation leave that is expected to be liquidated with expendable available financial resources is reported as an expenditure and fund liability of the governmental fund that will pay it. The government-wide financial statements record unused vacation leave as expenses and liabilities when earned by employees. Vested or accumulated vacation leave of proprietary funds is recorded as an expense and liability of those funds as the benefits accrue to employees.

In addition, an accrual for sick time has been made in long-term liabilities for eligible employees. The City's policy allows employees who have been employed by the City for ten years or more to receive payment for 50% of their unused accumulated sick time at retirement.

### M. Long-Term Debt

In the government-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 and proprietary fund type financial statements. Bonds payable are reported at face value. Net bond premiums, discounts, and/or 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.

### N. Fund Equity/Net Assets

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.

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 or 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 City or through external restrictions imposed by creditors, grantors, laws, or regulations of other governments.

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

UNITED CITY OF YORKVILLE, ILLINOIS

Notes to the Financial Statements  
 April 30, 2008

1. Summary of Significant Accounting Policies (Cont.)

O. Assets Held for Others

In June of 2004, the City entered into an intergovernmental agreement with Yorkville-Bristol Sanitary District for design and construction of the Rob Roy Creek Interceptor. At the date of completion, the Yorkville-Bristol Sanitary District will own and maintain the Interceptor. All costs associated with the construction of the infrastructure asset are recorded as Assets Held for Others in the City's financial statements. As of April 30, 2008, the balance of this project was \$11,091,000 reported in the Sewer Operation and Improvement Fund. In connection with this project, the City issued a General Obligation Bonds, Series 2005D in fiscal year 2006 for \$11,300,000. See Note 5 for more information on this long-term debt issue.

P. Statement of Cash Flows

For purpose of the statement of cash flows, the City 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.

2. Legal Compliance and Accountability

The following funds report deficit fund equity:

	<u>Deficit</u>
Nonmajor Special Revenue Funds	
Land Cash	\$ (272,822)
Parks and Recreation	(31,925)
Nonmajor Debt Service Fund	(237,259)
Nonmajor Capital Projects Fund	
Municipal Building	(514,524)

The following funds report an excess of expenditures over budget:

	<u>Excess</u>
Nonmajor Special Revenue Funds	
Police Equipment Capital	\$ 98,602
Land Acquisition	2,153
Parks and Recreation	50,273
Countryside TIF	2,414
Nonmajor Capital Projects Fund	
Municipal Building	22,363

## UNITED CITY OF YORKVILLE, ILLINOIS

Notes to the Financial Statements  
April 30, 2008

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### 3. Deposits and Investments

#### A. Cash

The carrying amount of cash, excluding the Pension Trust Fund, was \$9,723,590 at April 30, 2008, while the bank balances were \$9,900,890. The account balances at the banks were insured either 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 the Federal Home Loan Bank held in the City's name by financial institutions acting as the City's agent.

At April 30, 2008, the Pension Trust Fund's carrying amount of cash was \$44,949 and the bank balances were \$49,449. The entire balance was covered under FDIC insurance as of April 30, 2008.

#### B. Investments (excluding Pension Trust Fund)

The investments which the City may purchase are limited to the following: savings, checking, money market accounts, certificate of deposits, and the Illinois Funds Money Market Fund and Prime Fund. Any other type of investment will require City Council approval. All investments shall be as authorized in the Illinois Compiled Statutes regarding the investment of public funds. Except for amounts disclosed above, as of April 30, 2008, the City did not have any funds in investments.

*Interest Rate Risk.* The City's policy states that a variety of financial instruments and maturities, properly balanced, will help to insure liquidity and reduce risk or interest rate volatility and loss of principal. The policy does not state specific limits in investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

*Credit Risk.* Investments shall be made with judgment and care, under circumstances then prevailing, which persons of prudence, discretion, and intelligence exercise in management of their own affairs, not for speculation, but for investment, considering the safety of their capital, as well as the probable income to be derived. The standard of prudence to be used by investment officials shall be the 'prudent person' standard and shall be applied in the context of managing an overall portfolio.

*Custodial Credit Risk.* For deposits and investments, custodial credit risk is the risk that, in the event of the failure of the counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The City's investment policy requires that all amounts in excess of any insurance limits be collateralized by approved securities or surety bonds issued by top-rated insurers, having a value of at least 110% of the deposits. Collateral is required as security whenever deposits exceed the insurance limits of the FDIC. Repurchase agreements must also be collateralized in the amount of 105% of market value of principal and accrued interest. Collateral shall be held at an independent, third party institution in the name of the City. The third party institution shall comply with all qualifications and requirements as set forth in the Illinois Compiled Statutes 30 ILCS 235/6.

## UNITED CITY OF YORKVILLE, ILLINOIS

Notes to the Financial Statements  
April 30, 2008

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### 3. Deposits and Investments (Cont.)

#### B. Investments (excluding Pension Trust Fund) (Cont.)

*Concentration of Credit Risk.* The City's policy states that a variety of financial instruments and maturities, properly balanced, will help to insure liquidity and reduce risk or interest rate volatility and loss of principal. Diversifying instruments and maturities will avoid incurring unreasonable risks in the investment portfolio regarding specific security types, issuers or individual financial institutions. The City shall diversify to the best of its ability based on the type of funds invested and the cash flow needs of those funds. The City places no limit on the amount the City may invest in any one issuer.

#### C. Police Pension Investments

The Pension Trust Fund is authorized to invest in investments permitted under Section 3-135 of the Illinois Police Pension Code (40 ILCS 5/1-101), which includes the following: (1) interest-bearing bonds or tax anticipation warrants of the United States, of the State of Illinois, or of any county, township or Municipal Corporation of the State of Illinois; (2) insured withdrawable capital accounts of State chartered savings and loan associations; (3) insured withdrawable capital accounts of federal chartered savings and loan associations if the withdrawable capital accounts are insured by the Federal Savings and Loan Insurance Corporation; (4) insured investments in credit union; (5) savings accounts or certificates of deposit of national or state banks; (6) securities described in section 1-113 of the Illinois Code; (7) contracts and agreements supplemental thereto providing for investments in the general account of a life insurance company authorized to do business in the State of Illinois; (8) separate accounts of a life insurance company authorized to do business in Illinois, comprised of common or preferred stocks, bonds, or money market instruments; and (9) Federal National Mortgage Association (FNMA) and Student Loan Marketing Association (SLMA).

The Pension Trust Fund's primary objective in dealing with investments is safety, liquidity, and return on investments. Safety is the foremost objective and investments shall be undertaken in a manner that seeks to insure the preservation of the capital. The investment portfolio shall remain sufficiently liquid to enable the Fund to meet all operating requirements that might be reasonably anticipated. Assets will be invested to achieve attractive real rates of return.

UNITED CITY OF YORKVILLE, ILLINOIS

Notes to the Financial Statements  
April 30, 2008

3. Deposits and Investments (Cont.)

C. Police Pension Investments (Cont.)

The following schedule reports the fair values and maturities for Pension Trust Fund's investments at April 30, 2008:

Investment Type	Fair Value	Investment Maturities			
		Less Than One Year	1 to 5 Years	6 to 10 Years	More Than 10 Years
Fixed Income Securities					
U.S. Treasuries	\$ 740,219	75,539	438,578		226,102
Federal Home Loan Mortgages	457,206	115,652	149,383	192,171	
Federal National Mortgage	460,314	145,681	116,027	116,851	81,755
Federal National Mortgage Association	194,848	144,435			50,413
Total Fixed Income Securities	1,852,587	481,307	703,988	309,022	358,270
Mutual Funds	698,323				
Money Market Funds	12,179				
Total Investments	\$ 2,563,089				

*Interest Rate Risk.* The Pension Trust Fund's investment policy states that no more than 5% of plan assets shall be invested in illiquid, long-term investments. Such investments may include certificates of deposits and guaranteed insurance contracts. Any other plan holding which would have a noticeable impact on market price in whole or in part is also defined as illiquid.

*Credit Risk.* Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The 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 investments in the securities of the United States Government agencies were all rated Triple A by Standard & Poor's and by Moody's Investor Services. The Pension Trust Fund's policy prescribe to the "prudent person" rule which states, "Investments shall be made with judgment and care, under circumstances then 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 objective of safety as well as the second objective of the attainment of market rates of return."

*Custodial Credit Risk.* For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the 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 Pension Trust Fund's investment policy does not state specific collateral requirements.

**UNITED CITY OF YORKVILLE, ILLINOIS**

Notes to the Financial Statements  
April 30, 2008

3. Deposits and Investments (Cont.)

C. Police Pension Investments (Cont.)

*Concentration of Credit Risk.* There is a risk of loss attributed to the magnitude of the Fund's investment in a single issuer. The Fund does not have a formal policy with regards to concentration risk for investments. As of April 30, 2008, the Pension Trust Fund did not have over 5% of net plan assets invested in any agency securities or equities. Although agency investments represent a large portion of the portfolio, the investments are diversified by maturity dates and are backed by the issuing organization.

4. Capital Assets

**Governmental Activities**

	Restated Balance, May 1 2007	Additions	Deletions	Balances April 30, 2008
<b>Capital Assets Not Being Depreciated</b>				
Land	\$ 28,805,610	550,000		29,355,610
Construction in Progress	9,323,066	3,186,350	(8,606,251)	3,903,165
	<u>38,128,676</u>	<u>3,736,350</u>	<u>(8,606,251)</u>	<u>33,258,775</u>
<b>Capital Assets Being Depreciated</b>				
Buildings	5,131,405	8,606,251	(10,000)	13,727,656
Equipment	3,952,547	257,269	(292,239)	3,917,577
Vehicles	2,480,675	370,452		2,851,127
Infrastructure	24,004,961	1,804,875		25,809,836
	<u>35,569,588</u>	<u>11,038,847</u>	<u>(302,239)</u>	<u>46,306,196</u>
<b>Less Accumulated Depreciation For</b>				
Buildings	1,106,241	116,972		1,223,213
Equipment	1,273,101	340,946	(9,335)	1,604,712
Vehicles	1,437,552	317,082	(279,298)	1,475,336
Infrastructure	7,598,410	709,032		8,307,442
	<u>11,415,304</u>	<u>1,484,032</u>	<u>(288,633)</u>	<u>12,610,703</u>
Total Capital Assets Being Depreciated, Net	<u>24,154,284</u>	<u>9,554,815</u>	<u>(13,606)</u>	<u>33,695,493</u>
<b>Governmental Activities Capital Assets, Net</b>	<u>\$ 62,282,960</u>	<u>13,291,165</u>	<u>(8,619,857)</u>	<u>66,954,268</u>

UNITED CITY OF YORKVILLE, ILLINOIS

Notes to the Financial Statements  
April 30, 2008

4. Capital Assets (Cont.)

Depreciation expense of \$1,484,032 was charged to the governmental activities functional expense categories as follows:

<u>Governmental Activities</u>	<u>Depreciation</u>
General Government	\$ 74,277
Public Safety	81,383
Public Works	1,005,341
Library	21,744
Culture and Recreation	<u>301,287</u>
	<u>\$ 1,484,032</u>

**Business-Type Activities**

	Restated Balance, May 1 2007	Additions	Deletions	Balances April 30, 2008
<b>Capital Assets Not Being Depreciated</b>				
Land	\$ 615,376			615,376
Construction in Progress	5,146,716	1,805,654	(5,213,898)	1,738,472
	<u>5,762,092</u>	<u>1,805,654</u>	<u>(5,213,898)</u>	<u>2,353,848</u>
<b>Capital Assets Being Depreciated</b>				
Equipment	18,509,668	125,000		18,634,668
Infrastructure	16,825,610	7,339,224		24,164,834
	<u>35,335,278</u>	<u>7,464,224</u>	<u>-</u>	<u>42,799,502</u>
<b>Less Accumulated Depreciation For</b>				
Equipment	2,619,863	433,449		3,053,312
Infrastructure	1,239,533	351,472		1,591,005
	<u>3,859,396</u>	<u>784,921</u>	<u>-</u>	<u>4,644,317</u>
<b>Total Capital Assets Being Depreciated, Net</b>	<u>31,475,882</u>	<u>6,679,303</u>	<u>-</u>	<u>38,155,185</u>
<b>Business Type Activities Capital Assets, Net</b>	<u>\$ 37,237,974</u>	<u>8,484,957</u>	<u>(5,213,898)</u>	<u>40,509,033</u>

Depreciation expense of \$715,877 and \$69,044 was charged to the Water and Sewer Fund functional expense categories, respectively.

UNITED CITY OF YORKVILLE, ILLINOIS

Notes to the Financial Statements (Cont.)  
 April 30, 2008

5. Changes in Long-Term Debt

Debt service payments are paid from the Debt Service Fund for governmental activities and from the Water Operation and Improvement and Sewer Operation and Improvement Funds for business-type activities. The following is a summary of changes in the long-term debt of the City for the year ended April 30, 2008:

**Governmental Activities**

	Obligations Outstanding April 30, 2007	Additions	Reductions	Obligations Outstanding April 30, 2008	Due Within One Year
<b>General Obligation and Alternate Revenue Source Bonds</b>					
Series of 2002	\$ 405,000		60,000	345,000	65,000
Series of 2005	3,525,000			3,525,000	
Series of 2005A	3,795,000		160,000	3,635,000	170,000
Series of 2005B	7,250,000			7,250,000	25,000
Series of 2006	1,500,000			1,500,000	50,000
<b>Total General Obligation and Alternate Revenue Source Bonds</b>	<b>16,475,000</b>	<b>-</b>	<b>220,000</b>	<b>16,255,000</b>	<b>310,000</b>
<b>Debt Certificates</b>					
Series of 2002A Refunding	160,000		50,000	110,000	55,000
Series of 2004C	535,000		75,000	460,000	85,000
<b>Total Debt Certificates</b>	<b>695,000</b>	<b>-</b>	<b>125,000</b>	<b>570,000</b>	<b>140,000</b>
<b>Other Liabilities</b>					
Conover Sewer Recapture	1,890			1,890	
Installment Loan Purchase		450,000		450,000	100,000
Compensated Absences	422,604	45,557		468,161	277,351
Other Commitments (as Restated)	105,000			105,000	
<b>Total Other Liabilities</b>	<b>529,494</b>	<b>495,557</b>	<b>-</b>	<b>1,025,051</b>	<b>377,351</b>
	<b>\$ 17,699,494</b>	<b>495,557</b>	<b>345,000</b>	<b>17,850,051</b>	<b>827,351</b>

UNITED CITY OF YORKVILLE, ILLINOIS

Notes to the Financial Statements (Cont.)  
 April 30, 2008

5. Changes in Long-Term Debt (Cont.)

**Business-Type Activities**

	Obligations Outstanding April 30, 2007	Additions	Deletions	Obligations Outstanding April 30, 2008	Due Within One Year
<b>General Obligation and Alternate Revenue Source Bonds</b>					
Series of 2004B	\$ 3,255,000		135,000	3,120,000	140,000
Series of 2005C	1,965,000		75,000	1,890,000	80,000
Series of 2005D	11,300,000			11,300,000	
Series of 2007A Refunding	3,020,000		30,000	2,990,000	10,000
Total General Obligation and Alternate Revenue Source Bonds	19,540,000	-	240,000	19,300,000	230,000
<b>Debt Certificates</b>					
Series of 2002 Capital Appreciation*	948,461	39,651	35,000	953,112	60,000
Series of 2003 - IRBB	1,795,000		80,000	1,715,000	85,000
Series of 2003	800,000			800,000	
Series of 2004A	1,325,000		145,000	1,180,000	150,000
Series of 2006A Refunding	5,555,000		5,000	5,550,000	10,000
Total Debt Certificates	10,423,461	39,651	265,000	10,198,112	305,000
<b>Loans Payable</b>					
IEPA Loan L17-013000	208,797		31,787	177,011	32,934
IEPA Loan L17-115300	1,134,484		77,778	1,056,706	79,833
IEPA Loan L17-156300	1,409,385	476,615	56,880	1,829,120	58,312
Total Loans Payable	2,752,666	476,615	166,445	3,062,837	171,079
<b>Other Liabilities</b>					
Compensated Absences	45,406	8,786		54,192	44,100
Other Commitments (as Restated)	1,319,742	1,794,952		3,114,694	
Total Other Liabilities	1,365,148	1,803,738	-	3,168,886	44,100
	<u>\$ 34,081,275</u>	<u>2,320,004</u>	<u>671,445</u>	<u>35,729,835</u>	<u>750,179</u>

\* \$39,651 of the additions for this bond represents the accretion of interest.

**UNITED CITY OF YORKVILLE, ILLINOIS**

Notes to the Financial Statements (Cont.)  
 April 30, 2008

5. Changes in Long-Term Debt (Cont.)

*Governmental Activities:*

**General Obligation and Alternate Revenue Source Bonds**

Series of 2002

\$625,000 payable to BNY Midwest Trust Company at an interest rate ranging from 3.00% to 4.75% and maturing December 2012. Payable from Fox Industrial (Special Revenue) Fund.

Debt service to maturity is as follows:

Year Ended April 30	Principal	Interest	Total
2009	\$ 65,000	15,556	80,556
2010	65,000	12,793	77,793
2011	70,000	9,933	79,933
2012	70,000	6,783	76,783
2013	75,000	3,563	78,563
	\$ 345,000	48,628	393,628

Series of 2005

\$3,525,000 payable to BNY Midwest Trust Company at an interest rate ranging from 3.50% to 4.35% and maturing December 2024. Payable from Countryside TIF (Special Revenue) Fund.

Debt service to maturity is as follows:

Year Ended April 30	Principal	Interest	Total
2009		142,868	142,868
2010	\$ 165,000	142,868	307,868
2011	170,000	137,093	307,093
2012	175,000	131,143	306,143
2013	180,000	124,668	304,668
2014-2018	1,010,000	512,028	1,522,028
2019-2023	1,240,000	288,703	1,528,703
2024-2025	585,000	38,355	623,355
	\$ 3,525,000	1,517,726	5,042,726

UNITED CITY OF YORKVILLE, ILLINOIS

Notes to the Financial Statements (Cont.)  
 April 30, 2008

5. Changes in Long-Term Debt (Cont.)

*Governmental Activities (Cont.):*

**General Obligation and Alternate Revenue Source Bonds (Cont.)**

Series of 2005A

\$3,825,000 payable to BNY Midwest Trust Company at an interest rate ranging from 4.00% to 4.375% and maturing December 2022.

Debt service to maturity is as follows:

Year Ended April 30	Principal	Interest	Total
2009	\$ 170,000	150,379	320,379
2010	175,000	143,579	318,579
2011	185,000	136,579	321,579
2012	195,000	129,179	324,179
2013	205,000	121,379	326,379
2014-2018	1,185,000	475,694	1,660,694
2019-2023	1,520,000	204,719	1,724,719
	<u>\$ 3,635,000</u>	<u>1,361,508</u>	<u>4,996,508</u>

Series of 2005B

\$7,250,000 payable to BNY Midwest Trust Company at an interest rate ranging from 4.00% to 4.75% and maturing December 2024.

Debt service to maturity is as follows:

Year Ended April 30	Principal	Interest	Total
2009	\$ 25,000	321,225	346,225
2010	25,000	320,125	345,125
2011	75,000	319,125	394,125
2012	175,000	316,125	491,125
2013	290,000	309,125	599,125
2014-2018	2,115,000	1,332,825	3,447,825
2019-2023	3,060,000	798,919	3,858,919
2024-2025	1,485,000	106,638	1,591,638
	<u>\$ 7,250,000</u>	<u>3,824,107</u>	<u>11,074,107</u>

**UNITED CITY OF YORKVILLE, ILLINOIS**

Notes to the Financial Statements (Cont.)  
 April 30, 2008

5. Changes in Long-Term Debt (Cont.)

*Governmental Activities (Cont.):*

**General Obligation and Alternate Revenue Source Bonds (Cont.)**

Series of 2006

\$1,500,000 payable to BNY Midwest Trust Company at an interest rate ranging from 4.75% to 4.80% and maturing December 2024.

Debt service to maturity is as follows:

Year Ended April 30	Principal	Interest	Total
2009	\$ 50,000	71,300	121,300
2010	150,000	68,925	218,925
2011	150,000	61,800	211,800
2012	175,000	54,675	229,675
2013	150,000	46,363	196,363
2014-2018	300,000	162,938	462,938
2019-2023	325,000	97,625	422,625
2024-2025	200,000	14,350	214,350
	<u>\$ 1,500,000</u>	<u>577,976</u>	<u>2,077,976</u>

**Debt Certificates**

Series of 2002A Refunding

\$1,280,000 payable to BNY Midwest Trust Company at an interest rate ranging from 2.15% to 5.15% and maturing January 2022. During fiscal year 2007, \$925,000 of these Certificates were refunded from the proceeds of the Series of 2006A Refunding Debt Certificates. After the partial refunding, the Certificates bear an interest rate of 4.0% and mature in January 2010.

Debt service to maturity is as follows:

Year Ended April 30	Principal	Interest	Total
2009	\$ 55,000	4,400	59,400
2010	55,000	2,200	57,200
	<u>\$ 110,000</u>	<u>6,600</u>	<u>116,600</u>

UNITED CITY OF YORKVILLE, ILLINOIS

Notes to the Financial Statements (Cont.)  
 April 30, 2008

5. Changes in Long-Term Debt (Cont.)

*Governmental Activities (Cont.):*

**Debt Certificates (Cont.)**

Series of 2004C

\$650,000 payable to Bernardi Securities at an interest rate ranging from 3.80% to 5.00% and maturing December 2012.

Debt service to maturity is as follows:

Year Ended April 30	Principal	Interest	Total
2009	\$ 85,000	19,745	104,745
2010	90,000	16,515	106,515
2011	95,000	12,825	107,825
2012	95,000	8,740	103,740
2013	95,000	4,465	99,465
	<u>\$ 460,000</u>	<u>62,290</u>	<u>522,290</u>

**Loans Payable**

Conover Sewer Recapture

\$1,890 owed to John Conover as reimbursement for sewer extensions. The loan is due in FY 2023.

**Note Payable**

Land Purchase Agreement

In December 2007, the City entered into an agreement to purchase three parcels of land for the purpose of expanding the City's area available for recreational parks. The total purchase price is \$550,000 to be paid over a period of five years. This is a non-interest bearing agreement.

The remaining installment payments are due as follows:

Year Ended April 30	Amount Due
2009	\$ 100,000
2010	100,000
2011	125,000
2012	125,000
	<u>\$ 450,000</u>

**UNITED CITY OF YORKVILLE, ILLINOIS**

Notes to the Financial Statements (Cont.)  
 April 30, 2008

5. Changes in Long-Term Debt (Cont.)

*Business-Type Activities:*

**General Obligation and Alternate Revenue Source Bonds**

Series of 2004B (Alternate Revenue Service)

\$3,500,000 payable to BNY Midwest Trust Company for improvements to the Waterworks and Sewerage System of the City. The Series 2004B G.O. Bonds bear interest ranging from 2.50% to 4.00%. The principal matures December 30, 2018.

Debt service to maturity is as follows:

Year Ended April 30	Principal	Interest	Total
2009	\$ 140,000	111,138	251,138
2010	145,000	107,288	252,288
2011	155,000	103,300	258,300
2012	160,000	98,650	258,650
2013	170,000	93,850	263,850
2014-2018	1,895,000	321,125	2,216,125
2019	455,000	18,200	473,200
	<u>\$ 3,120,000</u>	<u>853,551</u>	<u>3,973,551</u>

Series of 2005C

\$2,000,000 payable to BNY Midwest Trust Company at an interest rate ranging from 3.5% to 5.5% and maturing December 2024.

Debt service to maturity is as follows:

Year Ended April 30	Principal	Interest	Total
2009	\$ 80,000	86,300	166,300
2010	80,000	83,500	163,500
2011	85,000	80,700	165,700
2012	90,000	77,725	167,725
2013	90,000	74,575	164,575
2014-2018	520,000	314,895	834,895
2019-2023	645,000	190,150	835,150
2024-2025	300,000	24,750	324,750
	<u>\$ 1,890,000</u>	<u>932,595</u>	<u>2,822,595</u>

UNITED CITY OF YORKVILLE, ILLINOIS

Notes to the Financial Statements (Cont.)  
April 30, 2008

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5. Changes in Long-Term Debt (Cont.)

*Business-Type Activities (Cont.):*

**General Obligation and Alternate Revenue Source Bonds (Cont.)**

Series of 2005D

\$11,300,000 payable to BNY Midwest Trust Company at an interest rate of 4.150% and maturing December 2016. This bond was issued to finance the construction of the Rob Roy Creek Interceptor, which the City agreed to fund as part of an intergovernmental agreement with the Yorkville-Bristol Sanitary District dated June of 2004. Principal and interest payments for this bond shall be paid from sewer connections fees, infrastructure participation fees, and, if those sources are not sufficient, property taxes. As of April 30, 2008, no such taxes have been extended by the City.

Debt service to maturity is as follows:

Year Ended April 30	Principal	Interest	Total
2009	\$	468,950	468,950
2010	1,000,000	468,950	1,468,950
2011	1,000,000	427,450	1,427,450
2012	1,000,000	385,950	1,385,950
2013	1,600,000	344,450	1,944,450
2014-2017	6,700,000	610,050	7,310,050
	<u>\$ 11,300,000</u>	<u>2,705,800</u>	<u>14,005,800</u>

UNITED CITY OF YORKVILLE, ILLINOIS

Notes to the Financial Statements (Cont.)  
April 30, 2008

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5. Changes in Long-Term Debt (Cont.)

*Business-Type Activities (Cont.):*

**General Obligation and Alternate Revenue Source Bonds (Cont.)**

Series of 2007A Refunding

\$3,020,000 payable to The Bank of New York Trust Company at an interest rate ranging from 4.0% to 4.25% and maturing December 2022. The proceeds from this bond issue were used to refund a portion of the Series of 2003 Debt Certificates.

Debt service to maturity is as follows:

Year Ended April 30	Principal	Interest	Total
2009	\$ 10,000	125,066	135,066
2010	10,000	124,666	134,666
2011	10,000	124,266	134,266
2012	10,000	123,866	133,866
2013	10,000	123,454	133,454
2014-2018	75,000	608,944	683,944
2019-2023	2,865,000	420,300	3,285,300
	<u>\$ 2,990,000</u>	<u>1,650,562</u>	<u>4,640,562</u>

UNITED CITY OF YORKVILLE, ILLINOIS

Notes to the Financial Statements (Cont.)  
 April 30, 2008

5. Changes in Long-Term Debt (Cont.)

**Debt Certificates**

Series 2002 Capital Appreciation Debt Certificates

During fiscal year 2003, the City issued \$2,899,365 in capital appreciation debt certificates. During fiscal year 2007, a portion of these Certificates were refunded with the proceeds from the Series of 2006A Refunding Debt Certificates. The Series 2002 Certificates outstanding as of April 30, 2008 totaling \$948,461 bear interest ranging from 2.5% to 4.5%. Interest is not paid but rather accretes to principal each May 1. After the partial refunding, principal matures on May 1, 2004 - May 1, 2012 in accreted values totaling \$1,070,000.

The debt payment schedule to maturity for the Capital Appreciation Debt Certificates is as follows:

Fiscal Year Ended April 30	Series 2002 Capital Appreciation Debt Certificates	
	Accretion	Principal Repayment
2009	\$ 39,013	60,000
2010	34,787	145,000
2011	27,200	215,000
2012	15,888	285,000
2013		365,000
	<u>\$ 116,888</u>	<u>1,070,000</u>
Accreted Value at April 30, 2008		<u>\$ 953,112</u>

Series 2003 Illinois Rural Bond Bank

\$2,035,000 payable to U.S. Bank National Association at an interest rate ranging from 1.60% to 5.20% and maturing February 1, 2023.

Debt service to maturity is as follows:

Year Ended April 30	Principal	Interest	Total
2009	\$ 85,000	79,475	164,475
2010	85,000	76,713	161,713
2011	90,000	73,653	163,653
2012	95,000	70,143	165,143
2013	100,000	66,248	166,248
2014-2018	550,000	262,613	812,613
2019-2023	710,000	112,520	822,520
	<u>\$ 1,715,000</u>	<u>741,365</u>	<u>2,456,365</u>

UNITED CITY OF YORKVILLE, ILLINOIS

Notes to the Financial Statements (Cont.)  
 April 30, 2008

5. Changes in Long-Term Debt (Cont.)

*Business-Type Activities (Cont.):*

**Debt Certificates (Cont.)**

Series 2003 Debt Certificates

\$4,800,000 payable to BNY Midwest Trust Company at an interest rate ranging from 3.80% to 5.00 % and maturing December 15, 2022. The Series 2003 Debt Certificates are being issued to finance improvements to the City's water system. During fiscal year 2007, \$4,000,000 of this issue was refunded by the proceeds from the Series of 2006A Refunding Debt Certificates and the Series of 2007A General Obligation Refunding Bonds. After the partial refunding, the Certificates bear an interest rate ranging from 3.80% to 4.35% and mature in December 2018.

Debt service to maturity is as follows:

Year Ended April 30	Principal	Interest	Total
2009	\$	33,150	33,150
2010		33,150	33,150
2011		33,150	33,150
2012		33,150	33,150
2013		33,150	33,150
2014-2018	500,000	116,700	616,700
2019	300,000	13,050	313,050
	<u>\$ 800,000</u>	<u>295,500</u>	<u>1,095,500</u>

Series 2004A Debt Certificates

\$1,600,000 payable to BNY Midwest Trust Company at an interest rate ranging from 1.40% to 3.60% and maturing December 30, 2014. The Series 2004A Debt Certificates are being issued to provide funds to extend sanitary sewer services.

Debt service to maturity is as follows:

Year Ended April 30	Principal	Interest	Total
2009	\$ 150,000	35,975	185,975
2010	155,000	32,525	187,525
2011	160,000	28,573	188,573
2012	170,000	24,093	194,093
2013	175,000	18,738	193,738
2014-2015	370,000	19,890	389,890
	<u>\$ 1,180,000</u>	<u>159,794</u>	<u>1,339,794</u>

**UNITED CITY OF YORKVILLE, ILLINOIS**

Notes to the Financial Statements (Cont.)  
 April 30, 2008

5. Changes in Long-Term Debt (Cont.)

*Business-Type Activities (Cont.):*

**Debt Certificates (Cont.)**

Series 2006A Refunding Debt Certificates

\$5,555,000 payable to The Bank of New York Trust Company for the partial refunding of the Series of 2002 Capital Appreciation Debt Certificates, Series of 2002A Debt Certificates, and Series of 2003 Debt Certificates. The Series of 2006A Certificates bear interest at a rate ranging from 4.0% to 4.20% and mature in December 2022.

Debt service to maturity is as follows:

Year Ended April 30	Principal	Interest	Total
2009	\$ 10,000	226,206	236,206
2010	10,000	225,806	235,806
2011	70,000	225,406	295,406
2012	70,000	222,606	292,606
2013	355,000	219,806	574,806
2014-2018	2,195,000	859,631	3,054,631
2019-2023	2,840,000	315,244	3,155,244
	<u>\$ 5,550,000</u>	<u>2,294,706</u>	<u>7,844,706</u>

**Loans Payable**

IEPA Loan L17-013000

\$549,081 payable to the Illinois Environmental Protection Agency for sewer construction assistance at 3.58% interest, maturing in January of 2013.

Debt service to maturity is as follows:

Year Ended April 30	Principal	Interest	Total
2009	\$ 32,934	6,046	38,980
2010	34,125	4,855	38,980
2011	35,358	3,622	38,980
2012	36,636	2,344	38,980
2013	37,958	1,023	38,981
	<u>\$ 177,011</u>	<u>17,890</u>	<u>194,901</u>

UNITED CITY OF YORKVILLE, ILLINOIS

Notes to the Financial Statements (Cont.)  
 April 30, 2008

5. Changes in Long-Term Debt (Cont.)

*Business-Type Activities (Cont.):*

**Loans Payable (Cont.)**

IEPA Loan L17-115300

\$1,656,809 payable to the Illinois Environmental Protection Agency for sewer construction assistance at 2.625% interest, maturing in September of 2019.

Debt service to maturity is as follows:

Year Ended April 30	Principal	Interest	Total
2009	\$ 79,833	27,218	107,051
2010	81,942	25,109	107,051
2011	84,107	22,944	107,051
2012	86,329	20,721	107,050
2013	88,610	18,440	107,050
2014-2018	479,433	55,820	535,253
2019-2020	156,452	4,124	160,576
	<u>\$ 1,056,706</u>	<u>174,376</u>	<u>1,231,082</u>

IEPA Loan L17-156300

\$1,886,000 payable to the Illinois Environmental Protection Agency for sewer construction assistance at 2.50% interest, maturing in August of 2026.

Debt service to maturity is as follows:

Year Ended April 30	Principal	Interest	Total
2009	\$ 58,312	43,618	101,930
2010	81,451	39,449	120,900
2011	83,500	43,580	127,080
2012	85,600	41,531	127,131
2013	87,754	39,430	127,184
2014-2018	473,013	152,138	625,151
2019-2023	535,579	89,572	625,151
2024-2027	423,912	21,085	444,997
	<u>\$ 1,829,120</u>	<u>470,403</u>	<u>2,299,523</u>

## UNITED CITY OF YORKVILLE, ILLINOIS

Notes to the Financial Statements (Cont.)  
April 30, 2008

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### 6. Commitments

#### Agreements with Developers –

Under an agreement entered into in the fiscal year ending April 2003, the City and developer of the Windett Ridge subdivision agreed upon a loan of up to \$170,000 for sanitary sewer system improvements. The City is required to repay the advance to the developer within a ten-year period of receipt of the loan. Under an amendment to the agreement signed in fiscal year ending April 2005, the City and the developer agreed to reduce the loan by the amount of lot fees outstanding due the City. Per the amendment, the new loan amount is \$114,600, which is due back to the developer by October 21, 2013. This loan is recorded in the Sewer Operation and Improvement Fund and is to be paid with general sewer connection fees.

In December of 2002, the City entered into an agreement with the developer of the Raintree Village subdivision to reimburse the costs of sanitary sewer over-sizing within the development. The amount of eligible expenses to be reimbursed by the City totals \$1,154,718, of which \$285,549 has been paid as of April 30, 2008. Of the remaining balance, \$318,433 is subject to an estimated interest rate of 4.5%. Annual sewer charges assessed on the residents of the subdivision are earmarked to repay this obligation. The related sanitary sewer infrastructure was accepted by the City as an asset in December of 2007. This amount is recorded in the Sewer Operation and Improvement Fund.

Under a planned unit development agreement entered into in June of 2003, the City agreed to reimburse the developer of the Grand Reserve subdivision for regional water improvements required to support the subdivision and the surrounding area. As of April 30, 2008, \$827,596 of eligible costs have been agreed upon by the City to be reimbursed. These costs accrue interest at a rate of 5% beginning on May 30, 2007. The total balance to be reimbursed as of April 30, 2008, including interest, is \$865,527. Water connection fees generated within the specific water pressure zone have been earmarked to repay the developer. As of year-end, the City had not accepted the water infrastructure assets from the developer. This amount is recorded in the Water Operation and Improvement Fund.

In August of 2003, the City entered into a reimbursement agreement with the developer of the Fox Hill subdivision. The agreement allows for the reimbursement of eligible costs associated with the construction and over-sizing of water and sewer infrastructure lines within the area. Eligible costs are to be paid to the developer within 20 years of the agreement. This agreement was amended in April 2006 to include additional costs. Total eligible costs as of April 30, 2008 are \$807,847, which accrues compounded interest of 5% annually. Interest for a portion of eligible costs is computed back to January 1, 1995. Total interest to date is \$457,552. The amount recorded as a liability, including interest, as of April 30, 2008 is \$1,265,398. 52% of this amount is recorded in the Water Operation and Improvement Fund; the remaining 48% of this amount is recorded in the Sewer Operation and Improvement Fund.

In April of 2005, the City entered into a loan agreement with Centex Homes, Inc., a developer. This loan agreement is for the wetland design in the development that Centex Homes, Inc. is planning within the City. Under the agreement, the City is to hire and pay for the cost of the wetland designer for the project. The City received the funds in advance from Centex Homes, Inc. in April 2006. The amount is due back to the developer on January 31, 2010. The balance due as of April 30, 2008 is \$105,000. This amount is recorded in governmental activities.

**UNITED CITY OF YORKVILLE, ILLINOIS**

Notes to the Financial Statements (Cont.)  
 April 30, 2008

7. Transfers

The following transfers were made during the fiscal year between funds within the primary government:

	Transfers In	Transfers Out
General		
Nonmajor Governmental	\$ 198,500	1,566,907
Sewer Operation and Improvement	220,578	150,000
Water Operation and Improvement	669,947	200,000
Total General	<u>1,089,025</u>	<u>1,916,907</u>
Nonmajor Governmental		
General	1,566,907	198,500
Nonmajor Governmental	147,076	147,076
Total Nonmajor Governmental	<u>1,713,983</u>	<u>345,576</u>
Sewer Operation and Improvement		
General	<u>150,000</u>	220,578
Water Operation and Improvement		
General	<u>200,000</u>	669,947
Total	<u>\$ 3,153,008</u>	<u>3,153,008</u>

The following transfers were made during the fiscal year between funds within the primary government:

Purpose of significant transfers is as follows:

- \$1,161,778 transferred from General Fund to Parks & Recreation Fund to supplement the operations of the City of Yorkville Park and Recreation Board and their culture and recreation activities.
- \$231,884 transferred from General Fund to Debt Service Fund (nonmajor) to cover bond principal and interest payments for governmental activities long-term debt.
- \$220,578 transferred from Sewer Operation and Improvement Fund to the General Fund for bond payments and personnel benefit costs.
- \$669,947 transferred from Water Operation and Improvement Fund to the General Fund for bond payments and personnel benefit costs.

UNITED CITY OF YORKVILLE, ILLINOIS

Notes to the Financial Statements (Cont.)  
 April 30, 2008

8. Interfund Receivables and Payables

Interfund receivables and payables as of April 30, 2008 are summarized below:

	Due From Other Funds	Due to Other Funds
General		
Nonmajor Governmental	\$ 1,027,671	
Library		
Nonmajor Governmental	291,544	
Nonmajor Governmental		
General		1,027,671
Library		291,544
Sewer Operation and Improvement		89,927
Water Operation and Improvement	3,620	
Total Nonmajor Governmental	3,620	1,409,142
Sewer Operation and Improvement		
Nonmajor Governmental	89,927	
Water Operation and Improvement		
Nonmajor Governmental		3,620
	\$ 1,412,762	1,412,762

Purpose of significant interfund receivables and payables are as follows:

- \$509,019 due from the Land Cash Fund (nonmajor) to the General Fund representing cash borrowings which occurred during the year.
- \$291,544 due from the Debt Service Fund (nonmajor) to the Library Fund for property taxes collected in the Debt Service Fund belonging to the Library Fund. Repayment is expected within one year.
- \$513,938 due from the Municipal Building Fund (nonmajor) to the General Fund representing cash borrowings which occurred during the year.

UNITED CITY OF YORKVILLE, ILLINOIS

Notes to the Financial Statements (Cont.)  
 April 30, 2008

9. Restatement

The following adjustments and corrections were recorded in beginning fund balances/net assets:

Governmental Activities	
Net Asset Balance as Previously Reported	\$ 54,562,942
Correction of Error in the Prior Year Recording of Capital Assets, Net of Accumulated Depreciation Taken in Prior Years	26,436
Correction of Error in the Prior Year Recording of Receivable in General Fund	(90,154)
Correction of Error in the Prior Year Recording of Liability	<u>(105,000)</u>
Adjusted Beginning Net Assets	<u>\$ 54,394,224</u>
Business-Type Activities	
Net Asset Balance as Previously Reported	\$ 19,754,947
Correction of Error in the Prior Year Recording of Capital Assets, Net of Accumulated Depreciation Taken in Prior Years	622,324
Correction of Error in the Prior Year Recording of Liabilities	<u>(1,319,742)</u>
Adjusted Beginning Net Assets	<u>\$ 19,057,529</u>
General Fund	
Fund Balance as Previously Reported	\$ 5,317,824
Correction of Error in the Prior Year Recording of Receivable	<u>(90,154)</u>
Adjusted Beginning Fund Balance	<u>\$ 5,227,670</u>
Sewer Operation and Improvement	
Net Asset Balance as Previously Reported	\$ 6,941,977
Correction of Error in the Prior Year Recording of Capital Assets, Net of Accumulated Depreciation Taken in Prior Years	(3,198,476)
Correction of Error in the Prior Year Recording of Liabilities	<u>(693,068)</u>
Adjusted Beginning Net Assets	<u>\$ 3,050,433</u>
Water Operation and Improvement	
Net Asset Balance as Previously Reported	\$ 12,812,970
Correction of Error in the Prior Year Recording of Capital Assets, Net of Accumulated Depreciation Taken in Prior Years	3,820,800
Correction of Error in the Prior Year Recording of Liabilities	<u>(626,674)</u>
Adjusted Beginning Fund Balance	<u>\$ 16,007,096</u>

Restatements for capital assets and liabilities principally resulted from management's review of commitments discussed in Note 6. Further, capital assets contributed by developers for the Water and Sewer System have been analyzed and placed in the correct fund.

UNITED CITY OF YORKVILLE, ILLINOIS

Notes to the Financial Statements (Cont.)  
 April 30, 2008

10. Defined Pension Benefit Plans

A. Illinois Municipal Retirement Fund

The City'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.

Employees participating in IMRF are required to contribute 4.50% of their annual covered salary. The member rate is established by state statute. The City is required to contribute at an actuarially determined rate. The employer rate for calendar year 2007 was 7.61% 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 payrolls on a closed basis (overfunded liability amortized on open basis). The remaining amortization period at December 31, 2007 was 25 years.

For December 31, 2007, the City's annual pension cost of \$248,944 was equal to City's required and actual contributions. The required contribution was determined as part of the December 31, 2005 actuarial valuation using the entry age actuarial cost method. The actuarial assumptions included (a) 7.50% 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 10.0% 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 five-year period with a 15% corridor. The assumptions used for the 2007 actuarial valuation were based on the 2002 - 2004 Experience Study.

TREND INFORMATION

Actuarial Valuation Date	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
12/31/2007	\$ 248,944	100%	0
12/31/2006	202,667	100%	0
12/31/2005	175,120	100%	0
12/31/2004	174,635	100%	0
12/31/2003	131,995	100%	0
12/31/2002	66,662	100%	0

UNITED CITY OF YORKVILLE, ILLINOIS

Notes to the Financial Statements (Cont.)  
April 30, 2008

10. Defined Pension Benefit Plans (Cont.)

C. Annual Pension Costs (Cont.)

	Illinois Municipal Retirement	Police Pension
Significant Actuarial Assumptions:		
a) Rate of Return on Present and Future Assets	7.50% Compounded Annually	7.50% Compounded Annually
b) Projected Salary Increase - Attributable to Inflation	4.00% Compounded Annually	5.50% Compounded Annually
c) Additional Projected Salary Increases - Seniority/Merit	.40% - 10%	Not Available

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

	Calendar Year	Illinois Illinois Municipal Retirement	Fiscal Year	Police Pension
Annual Pension Cost (APC)	2005	\$ 175,120	2005	N/A
	2006	202,667	2006	231,960
	2007	248,944	2007	231,991
Actual Contribution	2005	175,120	2005	206,231
	2006	202,667	2006	231,124
	2007	248,944	2007	248,988
Percentage of APC Contributed	2005	100%	2005	N/A
	2006	100%	2006	99.6%
	2007	100%	2007	107.3%
Net Pension Asset (Obligation)	2005		2005	N/A
	2006		2006	(836)
	2007		2007	16,161

N/A – The police pension fund was formed during fiscal year 2002; no actuarial valuation was performed for fiscal year 2005.

UNITED CITY OF YORKVILLE, ILLINOIS

Notes to the Financial Statements (Cont.)  
April 30, 2008

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10. Defined Pension Benefit Plans (Cont.)

C. Annual Pension Costs (Cont.)

The net pension asset (obligation) has been calculated as follows:

	<u>Police Pension</u>
Annual Required Contributions	\$ 231,960
Interest on Net Pension Obligation	63
Adjustment to Annual Required Contribution	<u>(32)</u>
Annual Pension Cost	231,991
Contributions Made	<u>248,988</u>
Increase in Net Pension Asset (Obligation)	16,997
Net Pension Obligation, Beginning of Year	<u>(836)</u>
Net Pension Asset, End of Year	<u>\$ 16,161</u>

11. Risk Management

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. These risks are covered by commercial insurance purchased from independent third parties. The City also purchased its employee health and accident insurance from commercial carriers. Settled claims from these risks have not exceeded commercial insurance coverage for the past three years. There were no significant reductions in insurance coverage during the fiscal year ended April 30, 2008.

**REQUIRED SUPPLEMENTARY INFORMATION**

**UNITED CITY OF YORKVILLE, ILLINOIS**

Required Supplementary Information

Illinois Municipal Retirement Fund

April 30, 2008

**Schedule of Funding Progress**

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liabilities (AAL) Entry Age (b)	Unfunded (Overfunded) AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll (b-a)/c
12/31/2007	\$ 4,137,504	4,104,243	(33,261)	100.81 %	3,271,273	(1.02) %
12/31/2006	3,574,710	3,290,143	(284,567)	108.65	2,565,402	(11.09)
12/31/2005	3,213,956	2,925,186	(288,770)	109.87	2,151,352	(13.42)
12/31/2004	2,759,166	2,517,686	(241,480)	109.59	1,734,213	(13.92)
12/31/2003	2,915,820	2,694,940	(220,880)	108.20	1,425,431	(15.50)
12/31/2002	2,634,906	2,415,010	(219,896)	109.11	1,194,657	(18.41)

On a market value basis, the actuarial value of assets as of December 31, 2007 is \$4,440,795. On a market basis, the funded ratio would be 108.20%.

**Schedule of Employer Contributions**

Actuarial Valuation Date	Employer Contributions	Annual Required Contributions	Percent Contributed
12/31/2007	\$ 248,944	248,944	100.0 %
12/31/2006	202,667	202,667	100.0
12/31/2005	175,120	175,120	100.0
12/31/2004	174,635	174,635	100.0
12/31/2003	131,995	131,995	100.0
12/31/2002	66,662	66,662	100.0

**Digest of Changes - Assumptions**

The actuarial assumptions used to determine the actuarial accrued liability for 2007 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.

**UNITED CITY OF YORKVILLE, ILLINOIS**

Required Supplementary Information

Police Pension Fund

April 30, 2008

**Schedule of Funding Progress**

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liabilities (AAL) Entry Age (b)	Unfunded (Overfunded) AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll (b-a)/c
4/30/2007	\$ 2,156,872	5,728,722	3571850	37.65 %	1,573,832	227.0 %
4/30/2006	1,583,047	5,031,506	3,448,459	31.46	1,296,753	265.9
4/30/2005	NA	NA	NA	NA	NA	NA
4/30/2004	NA	NA	NA	NA	NA	NA
4/30/2003	517,894	3,418,034	2,900,140	15.15	789,173	367.5
4/30/2002	NA	NA	NA	NA	NA	NA

NA - The pension fund was formed during fiscal year 2002; no actuarial valuation was performed for fiscal years 2004 and 2005.

**Schedule of Employer Contributions**

Actuarial Valuation Date	Employer Contributions	Annual Required Contributions	Percent Contributed
4/30/2007	\$ 248,988	231,991	107.3 %
4/30/2006	231,124	231,960	99.6
4/30/2005	N/A	N/A	N/A
4/30/2004	N/A	N/A	N/A
4/30/2003	117,713	175,120	148.8

**GOVERNMENTAL FUND TYPES**

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**GENERAL FUND**

UNITED CITY OF YORKVILLE, ILLINOIS

Schedule of Revenues - Budget and Actual

General Fund

For the Year Ended April 30, 2008

	Original Budget	Final Budget	Actual	Variance from Budget Over (Under)
<b>Property Taxes</b>				
Property Taxes	\$ 1,828,490	1,878,387	1,832,180	(46,207)
Township Road and Bridge Taxes	125,000	125,000	128,425	3,425
<b>Total Property Taxes</b>	<b>1,953,490</b>	<b>2,003,387</b>	<b>1,960,605</b>	<b>(42,782)</b>
<b>Intergovernmental</b>				
Sales Tax	3,120,000	2,775,000	2,506,434	(268,566)
Income Tax	974,748	974,748	1,053,292	78,544
Municipal Utility Tax	425,000	425,000	549,535	124,535
<b>Other Taxes</b>				
Personal Property Replacement Taxes	10,000	10,000	18,977	8,977
NICOR Franchise Taxes	300,000	350,000	384,088	34,088
Cable TV Franchise Taxes	129,144	150,000	172,913	22,913
Telephone Franchise Taxes	425,000	425,000	504,019	79,019
Hotel Tax	20,000	20,000	22,192	2,192
Amusement Tax	135,000			
State Use Tax	144,532	144,532	157,093	12,561
<b>Total Intergovernmental</b>	<b>5,683,424</b>	<b>5,274,280</b>	<b>5,368,543</b>	<b>94,263</b>
<b>Licenses, Permits and Fees</b>				
Development Fees	1,475,000	1,475,000	1,366,886	(108,114)
Road Contribution Fee	1,200,000	800,000	578,000	(222,000)
Liquor Licenses	26,000	27,316	46,970	19,654
Other Licenses	3,000	3,400	4,323	923
Building Permits	1,550,000	1,200,000	867,869	(332,131)
Filing Fees	20,000	10,000	2,561	(7,439)
Garbage Surcharge	540,756	540,756	577,389	36,633
Collection Fees - Sanitary District	35,000	55,916	55,916	
Engineering Capital Fee	60,000	48,000	31,700	(16,300)
Ordinance Fees	2,500	2,500	4,235	1,735
Traffic Signal Revenue	5,000	8,775	8,779	4
<b>Total Licenses, Permits and Fees</b>	<b>4,917,256</b>	<b>4,171,663</b>	<b>3,544,628</b>	<b>(627,035)</b>
Fines	80,000	80,000	111,271	31,271
Investment Income	75,000	100,000	142,763	42,763
<b>Grants</b>				
Federal Grants	3,000	58,160	272,460	214,300
State Grants	1,500	1,500	1,870	370
Other Grants	10,000	10,000	39,045	29,045
<b>Total Grants</b>	<b>14,500</b>	<b>69,660</b>	<b>313,375</b>	<b>243,715</b>

(Cont.)

UNITED CITY OF YORKVILLE, ILLINOIS

Schedule of Revenues - Budget and Actual (Cont.)

General Fund

For the Year Ended April 30, 2008

	Original Budget	Final Budget	Actual	Variance from Budget Over (Under)
Other Revenues				
Reimbursements				
Police Training	21,000	21,000	15,106	(5,894)
Police Protection	3,300	3,300	4,555	1,255
Donations	1,250	1,700	480	(1,220)
Miscellaneous Income	5,068,000	3,838,500	774,327	(3,064,173)
Total Other Revenues	5,093,550	3,864,500	794,468	(3,070,032)
Total Revenues	\$ 17,817,220	15,563,490	12,235,653	(3,327,837)

UNITED CITY OF YORKVILLE, ILLINOIS

Schedule of Expenditures - Budget and Actual

General Fund

For the Year Ended April 30, 2008

	Original Budget	Final Budget	Actual	Variance from Budget Over (Under)
General Government				
Administration				
Salaries - Mayor	\$ 11,310	11,310	9,960	(1,350)
Salaries - City Clerk	6,410	8,600	8,525	(75)
Salaries - City Treasurer	6,410	6,410	5,770	(640)
Salaries - Alderman	40,880	40,880	38,925	(1,955)
Salaries - Liquor Commissioner	1,000	1,000	1,000	
Salaries - City Attorney	9,500	310	310	
Salaries - Administrative	462,358	522,421	519,417	(3,004)
Salaries - Part Time	22,500	7,500	9,095	1,595
Salaries - Overtime	750	750	387	(363)
Legal Services	85,000	180,000	311,369	131,369
Codification	5,000	5,000	3,342	(1,658)
Building Inspections	1,125,000	950,000	721,278	(228,722)
Contractual Services	27,500	50,000	59,171	9,171
Special Census		300,000		(300,000)
Cable Consortium Fee	35,000	38,000	66,562	28,562
Office Cleaning	7,500	7,500	7,599	99
Maintenance - Office Equipment	500	500		(500)
Wearing Apparel			235	235
Facade Program	15,000	17,500	16,100	(1,400)
Telephone	15,000	15,000	20,140	5,140
Cellular Telephone	1,920	2,500	3,501	1,001
Telephone Systems Maintenance	7,500	10,000	7,199	(2,801)
Beaver St. Grant Expense			272,460	272,460
Dues	5,510	5,900	9,523	3,623
Illinois Municipal League Dues	800	800	918	118
Subscriptions	500	500	263	(237)
Training and Conferences	19,500	6,000	6,414	414
Travel Expenses	7,500	24,000	24,630	630
Promotional/Marketing	12,000	12,000	12,511	511
Sponsorships	1,500	1,500		(1,500)
YMCA Partnerships	1,500	1,500	1,500	
Contingencies	146,500	146,500	67,813	(78,687)
Office Supplies	8,500	10,000	12,882	2,882
Operating Supplies	5,000	6,250	8,742	2,492
Postage and Shipping	21,925	21,925	16,971	(4,954)
Printing and Copying	11,000	11,000	20,609	9,609
Publishing and Advertising	5,000	5,000	1,959	(3,041)
IMRF Participants	39,756	39,756	40,634	878
Social Security and Medicare	39,965	39,965	45,185	5,220
Computer Equipment and Software	2,000	3,500	2,020	(1,480)

(Cont.)

UNITED CITY OF YORKVILLE, ILLINOIS

Schedule of Expenditures - Budget and Actual (Cont.)

General Fund

For the Year Ended April 30, 2008

	Original Budget	Final Budget	Actual	Variance from Budget Over (Under)
<b>General Government (Cont.)</b>				
<b>Administration (Cont.)</b>				
Office Equipment	2,500	2,500	540	(1,960)
Gas	30,000	30,000	33,391	3,391
Miscellaneous	250		2	2
Appreciation Dinner	10,000			
Volunteer Appreciation Day	2,000	2,000	2,235	235
Website	2,500	1,250	232	(1,018)
Community Events	45,200	35,200	20,802	(14,398)
Tennis Court Refurbishing	40,000	46,000	45,823	(177)
Salary Survey	60,063			
Holiday Under the Stars			14,096	14,096
<b>Total Administration</b>	<b>2,407,007</b>	<b>2,628,227</b>	<b>2,472,040</b>	<b>(156,187)</b>
<b>Finance</b>				
Salaries - Finance	306,327	328,883	325,803	(3,080)
Salaries - Part Time	5,000	5,000	3,546	(1,454)
Salaries - Overtime	750	750		(750)
Benefits - Unemployment Comp. Tax	24,000	24,000	17,466	(6,534)
Benefits - Health Insurance	850,000	850,000	925,178	75,178
Benefits - Group Life Insurance	75,000	32,000	30,707	(1,293)
Benefits - Dental/Vision Asst	27,218	75,000	91,374	16,374
Audit Fees and Expenses	32,000	32,000	32,000	
Employee Assistance	4,500	4,500	3,000	(1,500)
Insurance - Liability and Property	163,422	163,422	266,737	103,315
Contractual Services		10,000	13,847	3,847
Maintenance - Office Equipment	500	500		(500)
Maintenance - Computers	2,000	2,000	125	(1,875)
Maintenance - Photocopiers	22,750	24,000	21,612	(2,388)
Accounting System Service Fee	9,200	12,200	12,972	772
Cellular Telephone	720	800	978	178
Dues			80	80
Subscriptions/Books	100	100	128	28
Training & Conferences	3,125	4,500	3,777	(723)
Travel/Meals/Lodging	4,000	4,000	2,460	(1,540)
Office Supplies	8,500	7,500	7,207	(293)
Operating Supplies	5,000	8,000	8,056	56
Marketing - Hotel Tax	20,000	20,000	18,632	(1,368)
IMRF Participants	28,642	28,642	24,986	(3,656)
Social Security & Medicare	28,793	28,793	26,353	(2,440)
Computer Equipment & Software	30,000	30,000	27,402	(2,598)
Office Equipment	2,500	750	1,000	250

(Cont.)

UNITED CITY OF YORKVILLE, ILLINOIS

Schedule of Expenditures - Budget and Actual (Cont.)

General Fund

For the Year Ended April 30, 2008

	Original Budget	Final Budget	Actual	Variance from Budget Over (Under)
General Government (Cont.)				
Finance (Cont.)				
City Tax Rebate	750	750		(750)
Sales Tax Rebate	725,000	625,000	376,045	(248,955)
Salary Survey	67,051			
Amusement Tax Rebate	74,250			
Bad Debt			508,438	508,438
Total Finance	2,521,098	2,323,090	2,749,909	426,819
Engineering				
Salaries - Employees	332,757	359,959	353,766	(6,193)
Salaries - Overtime	1,000	1,000	1,388	388
Contractual Services	47,500		(3,372)	(3,372)
Fees	2,000	2,000	1,062	(938)
Maintenance - Vehicles	2,000	2,000	792	(1,208)
Maintenance - Office Equip	1,000	1,000	347	(653)
Maintenance - Computers	2,000	2,000	7	(1,993)
Wearing Apparel	1,400	1,400	1,060	(340)
Cellular Telephone	2,520	2,520	3,542	1,022
Dues	600	600	235	(365)
Training and Conferences	4,000	4,000	82	(3,918)
Travel Expense	1,000	1,000	880	(120)
Tuition Reimbursement	2,580	2,580		(2,580)
Books and Publications	200	200		(200)
Engineering Supplies	3,000	3,000	1,497	(1,503)
Office Supplies	2,500	2,500	1,181	(1,319)
Printing and Copying	2,250	2,250	1,629	(621)
IMRF Participants	27,393	27,393	27,244	(149)
Social Security and Medicare	27,537	27,537	26,759	(778)
Computer Equipment and Software	20,500	10,500	9,887	(613)
Office Equipment	2,500	2,500	2,521	21
Salary Survey	27,202			
Total Village Hall and Grounds	513,439	455,939	430,507	(25,432)
Total General Government	5,441,544	5,407,256	5,652,456	245,200

(Cont.)

**NONMAJOR GOVERNMENTAL FUNDS**

**UNITED CITY OF YORKVILLE, ILLINOIS**

Combining Balance Sheet

Nonmajor Governmental Funds

April 30, 2008

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(See Following Page)

UNITED CITY OF YORKVILLE, ILLINOIS

Combining Balance Sheet

Nonmajor Governmental Funds

April 30, 2008

	Special Revenue				
	Motor Fuel Tax Fund	Police Equipment Capital Fund	Public Works Equipment Capital Fund	Parks and Recreation Equipment Capital Fund	Land Cash Fund
<b>ASSETS</b>					
Assets					
Cash and Equivalents	\$ 387,105	209,016	551,415	57,875	
Receivables:					
Intergovernmental Receivables	25,081				269,670
Interfund Receivables					
Other Assets					
<b>Total Assets</b>	<b>\$ 412,186</b>	<b>209,016</b>	<b>551,415</b>	<b>57,875</b>	<b>269,670</b>
<b>LIABILITIES AND FUND BALANCES</b>					
Liabilities					
Accounts Payable	\$ 74,541	11,751	44,120	14,500	33,473
Accrued Payroll					
Deferred Revenue					
Interfund Payables	1,157				509,019
<b>Total Liabilities</b>	<b>75,698</b>	<b>11,751</b>	<b>44,120</b>	<b>14,500</b>	<b>542,492</b>
Fund Balances - Unreserved					
Reserved for Capital Purposes		197,265	507,295	43,375	
Unreserved					
Special Revenue Funds	336,488				(272,822)
Debt Service Fund					
Capital Projects Fund					
<b>Total Fund Balances</b>	<b>336,488</b>	<b>197,265</b>	<b>507,295</b>	<b>43,375</b>	<b>(272,822)</b>
<b>Total Liabilities and Fund Balances</b>	<b>\$ 412,186</b>	<b>209,016</b>	<b>551,415</b>	<b>57,875</b>	<b>269,670</b>

Special Revenue						Capital Projects	
Parks & Recreation Fund	Fox Industrial Fund	Countryside TIF Fund	Downtown TIF Fund	Total Nonmajor Special Revenue Funds	Debt Service Fund	Municipal Building Fund	Total Nonmajor Governmental Funds
70,011	183,227	2,884,769	28,723	4,372,141	140,592		4,512,733
				294,751			294,751
9,686				9,686	3,620		3,620
							9,686
<u>79,697</u>	<u>183,227</u>	<u>2,884,769</u>	<u>28,723</u>	<u>4,676,578</u>	<u>144,212</u>	<u>-</u>	<u>4,820,790</u>
56,724		603	351	236,063		586	236,649
12,581				12,581			12,581
40,317				40,317			40,317
2,000		1,557		513,733	381,471	513,938	1,409,142
<u>111,622</u>	<u>-</u>	<u>2,160</u>	<u>351</u>	<u>802,694</u>	<u>381,471</u>	<u>514,524</u>	<u>1,698,689</u>
		2,882,609		3,630,544			3,630,544
(31,925)	183,227		28,372	243,340			243,340
					(237,259)		(237,259)
<u>(31,925)</u>	<u>183,227</u>	<u>2,882,609</u>	<u>28,372</u>	<u>3,873,884</u>	<u>(237,259)</u>	<u>(514,524)</u>	<u>(514,524)</u>
<u>79,697</u>	<u>183,227</u>	<u>2,884,769</u>	<u>28,723</u>	<u>4,676,578</u>	<u>144,212</u>	<u>-</u>	<u>4,820,790</u>

UNITED CITY OF YORKVILLE, ILLINOIS

Combining Statement of Revenues, Expenditures,  
and Changes in Fund Balances

Nonmajor Governmental Funds

For the Year Ended April 30, 2008

	Special Revenue					
	Motor Fuel Tax Fund	Police Equipment Capital Fund	Public Works Equipment Capital Fund	Parks and Recreation Equipment Capital Fund	Land Cash Fund	Land Acquisition Fund
Revenues						
Property Taxes	\$					
Motor Fuel Tax	328,650					
Licenses, Permits and Fees		101,100	239,900	18,800	60,313	
Investment Income	22,600					
Contributions		4,295				
Grants					397,670	
Other Revenue	42,818					
Total Revenues	394,068	105,395	239,900	18,800	457,983	-
Expenditures						
Current						
Culture and Recreation					511,767	1,000
Community Development						
Total Current Expenditures	-	-	-	-	511,767	1,000
Capital Outlays	536,874	262,904	282,765	138,128		51,153
Debt Service						
Principal						
Interest and Fees						
Total Debt Service	-	-	-	-	-	-
Total Expenditures	536,874	262,904	282,765	138,128	511,767	52,153
Excess (Deficiency) of Revenues over Expenditures	(142,806)	(157,509)	(42,865)	(119,328)	(53,784)	(52,153)
Other Financing Sources (Uses)						
Sale of Capital Assets		400	72,316	14,000		
Transfers In		125,000		42,500	48,245	2,153
Transfers Out			(42,500)		(16,000)	
Total Other Financing Sources (Uses)	-	125,400	29,816	56,500	32,245	2,153
Net Change in Fund Balances	(142,806)	(32,109)	(13,049)	(62,828)	(21,539)	(50,000)
Fund Balance at Beginning of Year	479,294	229,374	520,344	106,203	(251,283)	50,000
Fund Balance at End of Year	\$ 336,488	197,265	507,295	43,375	(272,822)	-

Special Revenue					Capital Projects		
Parks & Recreation Fund	Fox Industrial Fund	Countryside TIF Fund	Downtown TIF Fund	Total Nonmajor Special Revenue Funds	Debt Service Fund	Municipal Building Fund	Total Nonmajor Governmental Funds
	169,251	7,954	34,760	211,965			211,965
				328,650			328,650
297,744				717,857		64,650	782,507
7,133	4,707	103,312		137,752			137,752
18,223				22,518		25,000	47,518
2,000				399,670			399,670
146,996				189,814			189,814
472,096	173,958	111,266	34,760	2,008,226	-	89,650	2,097,876
1,718,786				2,231,553			2,231,553
	269	4,914	6,388	11,571			11,571
1,718,786	269	4,914	6,388	2,243,124	-	-	2,243,124
				1,271,824		43,145	1,314,969
	60,000			60,000	285,000		345,000
	18,015	142,868		160,883	185,999		346,882
-	78,015	142,868	-	220,883	470,999	-	691,882
1,718,786	78,284	147,782	6,388	3,735,831	470,999	43,145	4,249,975
(1,246,690)	95,674	(36,516)	28,372	(1,727,605)	(470,999)	46,505	(2,152,099)
1,161,778				86,716			86,716
(2,153)				1,379,676	334,307		1,713,983
				(60,653)		(284,923)	(345,576)
1,159,625	-	-	-	1,405,739	334,307	(284,923)	1,455,123
(87,065)	95,674	(36,516)	28,372	(321,866)	(136,692)	(238,418)	(696,976)
55,140	87,553	2,919,125		4,195,750	(100,567)	(276,106)	3,819,077
(31,925)	183,227	2,882,609	28,372	3,873,884	(237,259)	(514,524)	3,122,101

**SPECIAL REVENUE FUNDS**

**UNITED CITY OF YORKVILLE, ILLINOIS**

Schedule of Revenues, Expenditures and  
Changes in Fund Balance - Budget and Actual

Motor Fuel Tax Fund

For the Year Ended April 30, 2008

	Final Budget	Actual	Variance from Budget Over (Under)
<b>Revenues</b>			
Motor Fuel Tax	\$ 315,000	328,650	13,650
Investment Income	15,000	22,600	7,600
Other Revenue	157,000	42,818	(114,182)
Total Revenues	487,000	394,068	(92,932)
<b>Expenditures</b>			
Capital Outlay			
Streets and Alleys	677,000	536,874	(140,126)
Net Change in Fund Balance	(190,000)	(142,806)	47,194
Fund Balance at Beginning of Year	479,294	479,294	
Fund Balance at End of Year	\$ 289,294	336,488	47,194

**UNITED CITY OF YORKVILLE, ILLINOIS**

Schedule of Revenues, Expenditures and  
Changes in Fund Balance - Budget and Actual

Police Equipment Capital Fund

For the Year Ended April 30, 2008

	Final Budget	Actual	Variance from Budget Over (Under)
<b>Revenues</b>			
Licenses, Permits and Fees			
Police Development Fees	\$ 155,000	101,100	(53,900)
Contributions	4,050	4,295	245
Other Revenue	7,500		(7,500)
Total Revenues	<u>166,550</u>	<u>105,395</u>	<u>(61,155)</u>
<b>Expenditures</b>			
Capital Outlay			
Police Equipment			
Lethal/Non-Lethal Weapons	8,000	4,811	(3,189)
Equipment	20,000	30,026	10,026
K-9 Equipment	2,500		(2,500)
Car Build Out	53,802	62,295	8,493
Vehicles	80,000	70,189	(9,811)
Software		95,583	95,583
Total Expenditures	<u>164,302</u>	<u>262,904</u>	<u>98,602</u>
Excess (Deficiency) of Revenues over Expenditures	<u>2,248</u>	<u>(157,509)</u>	<u>(159,757)</u>
<b>Other Financing Sources</b>			
Sale of Capital Assets	400	400	
Transfers In	125,000	125,000	
Total Other Financing Sources	<u>125,400</u>	<u>125,400</u>	<u>-</u>
Net Change in Fund Balance	127,648	(32,109)	(159,757)
Fund Balance at Beginning of Year	<u>229,374</u>	<u>229,374</u>	
Fund Balance at End of Year	<u>\$ 357,022</u>	<u>197,265</u>	<u>(159,757)</u>

**UNITED CITY OF YORKVILLE, ILLINOIS**

Schedule of Revenues, Expenditures and  
Changes in Fund Balance - Budget and Actual

Public Works Equipment Capital Fund

For the Year Ended April 30, 2008

	Final Budget	Actual	Variance from Budget Over (Under)
<b>Revenues</b>			
Licenses, Permits and Fees			
Development Fees	\$ 369,600	239,900	(129,700)
<b>Expenditures</b>			
Capital Outlay			
Public Works Equipment			
Vehicles	313,316	268,429	(44,887)
Skidsteer Upgrade	9,500	3,600	(5,900)
Truck Accessories	14,000	5,587	(8,413)
Facility Expansion	128,600	5,149	(123,451)
Equipment	125,000		(125,000)
Total Expenditures	590,416	282,765	(307,651)
Excess (Deficiency) of Revenues over Expenditures	(220,816)	(42,865)	177,951
<b>Other Financing Sources (Uses)</b>			
Sale of Capital Assets	63,316	72,316	9,000
Transfers Out	(42,500)	(42,500)	
Total Other Financing Sources (Uses)	20,816	29,816	(9,000)
Net Change in Fund Balance	(200,000)	(13,049)	186,951
Fund Balance at Beginning of Year	520,344	520,344	
Fund Balance at End of Year	\$ 320,344	507,295	186,951

**UNITED CITY OF YORKVILLE, ILLINOIS**

Schedule of Revenues, Expenditures and  
Changes in Fund Balance - Budget and Actual

Parks and Recreation Equipment Capital Fund

For the Year Ended April 30, 2008

	Final Budget	Actual	Variance from Budget Over (Under)
<b>Revenues</b>			
Licenses, Permits and Fees	\$ 18,000	18,800	800
<b>Expenditures</b>			
Capital Outlay			
Park Equipment			
Pick-Up Trucks	25,000	21,635	(3,365)
Mower	66,000	59,975	(6,025)
Computer Server	5,000	4,729	(271)
Other	65,500	51,789	(13,711)
Total Expenditures	161,500	138,128	(23,372)
Excess (Deficiency) of Revenues over Expenditures	(143,500)	(119,328)	24,172
<b>Other Financing Sources</b>			
Sale of Capital Assets	16,000	14,000	(2,000)
Transfers In	42,500	42,500	
Total Other Financing Sources	58,500	56,500	(2,000)
Net Change in Fund Balance	(85,000)	(62,828)	22,172
Fund Balance at Beginning of Year	106,203	106,203	
Fund Balance at End of Year	\$ 21,203	43,375	22,172

**UNITED CITY OF YORKVILLE, ILLINOIS**

Schedule of Revenues, Expenditures and  
Changes in Fund Balance - Budget and Actual

Land Cash Fund

For the Year Ended April 30, 2008

	Final Budget	Actual	Variance from Budget Over (Under)
<b>Revenues</b>			
<b>Licenses, Permits and Fees</b>			
Autumn Creek	\$ 26,517	34,750	8,233
Blackberry Woods	4,545	5,682	1,137
Briarwood	113,043		(113,043)
Country Hills	1,200		(1,200)
Heartland Circle	20,000		(20,000)
Hudson Lakes	10,000		(10,000)
Kendallwood Estates	10,000		(10,000)
Klyn's Crossing	1,570		(1,570)
Prestwick	20,000	6,607	(13,393)
River's Edge	2,684		(2,684)
Sunflower	361	361	
Whispering Meadows	14,100	11,842	(2,258)
Woodworth		1,071	1,071
Total Licenses, Permits and Fees	224,020	60,313	(163,707)
<b>Grants</b>			
<b>OSLAD Grants</b>			
Cannonball Ridge Park	128,000	128,000	
Prairie Meadows Park	400,000	127,207	(272,793)
Whispering Meadows Park	362,000	142,463	(219,537)
Total Grants	890,000	397,670	(492,330)
Total Revenues	1,114,020	457,983	(656,037)
<b>Expenditures</b>			
<b>Current</b>			
<b>Culture and Recreation</b>			
Grande Reserve Park		19,678	19,678
Prairie Meadows	150,000	231,450	81,450
Raintree Village		1,800	1,800
Whispering Meadows	350,000	215,865	(134,135)
Hoover Holding Costs	379,282		(379,282)
Mosier Holding Costs	15,700	42,974	27,274
Total Expenditures	894,982	511,767	(383,215)

(Cont.)

**UNITED CITY OF YORKVILLE, ILLINOIS**

Schedule of Revenues, Expenditures and  
Changes in Fund Balance - Budget and Actual (Cont.)

Land Cash Fund

For the Year Ended April 30, 2008

	Final Budget	Actual	Variance from Budget Over (Under)
Excess (Deficiency) of Revenues over Expenditures	219,038	(53,784)	(272,822)
Other Financing Sources (Uses)			
Transfers In	48,245	48,245	
Transfers Out	(16,000)	(16,000)	
Total Other Financing Sources (Uses)	32,245	32,245	-
Net Change in Fund Balance	251,283	(21,539)	(272,822)
Fund Balance at Beginning of Year	(251,283)	(251,283)	
Fund Balance at End of Year	\$ -	(272,822)	(272,822)

**UNITED CITY OF YORKVILLE, ILLINOIS**

Schedule of Revenues, Expenditures and  
Changes in Fund Balance - Budget and Actual

Land Acquisition Fund

For the Year Ended April 30, 2008

	Final Budget	Actual	Variance from Budget Over (Under)
Expenditures			
Current			
Land Appraisals	\$ 1,000	1,000	
Capital Outlay			
Land Acquisition	49,000	51,153	2,153
Total Expenditures	50,000	52,153	2,153
Other Financing Sources			
Transfers In		2,153	(2,153)
Net Change in Fund Balance	(50,000)	(50,000)	-
Fund Balance at Beginning of Year	50,000	50,000	
Fund Balance at End of Year	\$ -	-	-

**UNITED CITY OF YORKVILLE, ILLINOIS**

Schedule of Revenues, Expenditures and  
Changes in Fund Balance - Budget and Actual

Parks and Recreation Fund

For the Year Ended April 30, 2008

	Final Budget	Actual	Variance from Budget Over (Under)
<b>Revenues</b>			
Licenses, Permits and Fees			
Fees for Programs	\$ 276,500	279,040	2,540
Concessions	18,000	18,704	704
Total Licenses, Permits and Fees	<u>294,500</u>	<u>297,744</u>	<u>3,244</u>
Investment Income	<u>6,200</u>	<u>7,133</u>	<u>933</u>
Contributions			
Donations	13,000	16,323	3,323
Tree Donations	1,300	1,900	600
Total Contributions	<u>14,300</u>	<u>18,223</u>	<u>3,923</u>
Grants			
Youth Services Grant	<u>3,600</u>	<u>2,000</u>	<u>(1,600)</u>
Other Revenue			
Rental Income	1,815	3,215	1,400
Vending Machine Income	2,150	2,150	
Golf Outing Revenue	30,694	30,694	
Hometown Days Revenue	110,936	110,937	1
Total Other Revenue	<u>145,595</u>	<u>146,996</u>	<u>1,401</u>
Total Revenues	<u>464,195</u>	<u>472,096</u>	<u>7,901</u>
<b>Expenditures</b>			
Current			
Culture and Recreation			
Park Operations			
Salaries - Employees	427,000	428,388	1,388
Salaries - Part-Time	48,000	33,153	(14,847)
Salaries - Overtime	7,000	3,593	(3,407)
Master Plan/Community Survey	10,500	10,772	272
Park Contractual	21,500	20,400	(1,100)
Maintenance - Equipment	8,000	6,254	(1,746)
Maintenance - Parks	50,000	47,568	(2,432)
Wearing Apparel	7,000	6,992	(8)
Rental Equipment	3,000	2,783	(217)
Cellular Telephone	4,000	4,259	259

(Cont.)

UNITED CITY OF YORKVILLE, ILLINOIS

Schedule of Revenues, Expenditures and  
Changes in Fund Balance - Budget and Actual (Cont.)

Parks and Recreation Fund

For the Year Ended April 30, 2008

	Final Budget	Actual	Variance from Budget Over (Under)
Expenditures (Cont.)			
Current (Cont.)			
Culture and Recreation (Cont.)			
Park Operations (Cont.)			
Land Developer	8,550.00	7,556	(994)
Legal	3,000	14,385	11,385
Training and Conferences	8,000	11,082	3,082
Travel Expenses	3,000	3,109	109
Office Supplies	1,500	1,094	(406)
Operating Supplies	30,000	29,646	(354)
Hand Tools	3,500	3,450	(50)
Christmas Decorations	5,000	3,250	(1,750)
Public Decoration	3,000	1,730	(1,270)
IMRF Participants	32,500	33,486	986
Social Security/Medicare	37,750	35,845	(1,905)
Office Equipment	2,500	565	(1,935)
Flowers/Trees	7,000	7,108	108
Total Park Operations	<u>731,300</u>	<u>716,468</u>	<u>(14,832)</u>
Recreation Operations			
Salaries - Employee	393,000	409,665	16,665
Salaries - Concession	6,750	7,905	1,155
Salaries - Pre-School	83,000	73,453	(9,547)
Salaries - Overtime	15	15	
Salaries - Instructor Contractual	57,400	105,573	48,173
Salaries - Recording Secretary	2,500	3,169	669
Maintenance Supplies	5,000	4,205	(795)
Maintenance - Vehicles	2,500	1,334	(1,166)
Maintenance - Office Equipment	6,000	4,294	(1,706)
Youth Services Grant Expenses	2,000	2,100	100
Electricity	8,820	8,900	80
Telephone/Internet	1,300	1,328	28
Cellular Telephone	5,000	5,599	599
Portable Toilets	7,000	8,743	1,743
Publishing/Advertising	27,920	28,052	132
Books/Publications	500	321	(179)
Beecher Deposit Refund	1,500		(1,500)
Dues	2,500	3,552	1,052

(Cont.)

UNITED CITY OF YORKVILLE, ILLINOIS

Schedule of Revenues, Expenditures and  
Changes in Fund Balance - Budget and Actual (Cont.)

Parks and Recreation Fund

For the Year Ended April 30, 2008

	Final Budget	Actual	Variance from Budget Over (Under)
Expenditures (Cont.)			
Current (Cont.)			
Culture and Recreation (Cont.)			
Recreation Operations (Cont.)			
Professional Growth/Subscriptions			
Training and Conferences	10,200	5,281	(4,919)
Travel Expenses	5,220	1,390	(3,830)
Office Supplies	6,000	6,612	612
Program Supplies	50,100	64,351	14,251
Operating Supplies	3,800	3,407	(393)
Recreation Equipment	6,000	6,424	424
Postage and Shipping	7,600	11,086	3,486
Gasoline	4,200	4,521	321
Mileage	200	370	170
Golf Outing Expenses	18,780	18,779	(1)
Concessions	17,650	25,142	7,492
Hometown Days Expenses	95,686	98,780	3,094
Scholarships	1,800	512	(1,288)
Program Refund	8,000	8,842	842
IMRF Participants	36,346	31,891	(4,455)
Social Security/Medicare	36,537	39,543	3,006
Computer Equipment & Software	2,025	1,807	(218)
Contingencies	14,364	5,372	(8,992)
Total Recreation	937,213	1,002,318	65,105
Total Expenditures	1,668,513	1,718,786	50,273
Excess (Deficiency) of Revenues over Expenditures	(1,204,318)	(1,246,690)	(42,372)
Other Financing Sources (Uses)			
Transfers In	1,161,778	1,161,778	
Transfers Out		(2,153)	(2,153)
Total Other Financing Sources (Uses)	1,161,778	1,159,625	2,153
Net Change in Fund Balance	(42,540)	(87,065)	(44,525)
Fund Balance at Beginning of Year	55,140	55,140	
Fund Balance at End of Year	\$ 12,600	(31,925)	(44,525)

UNITED CITY OF YORKVILLE, ILLINOIS

Schedule of Revenues, Expenditures and  
Changes in Fund Balance - Budget and Actual

Fox Industrial Fund

For the Year Ended April 30, 2008

	Final Budget	Actual	Variance from Budget Over (Under)
Revenues			
Property Taxes	\$ 146,600	169,251	22,651
Investment Income	3,500	4,707	1,207
Total Revenues	150,100	173,958	23,858
Expenditures			
Current			
Community Development Administration Fees	375	269	(106)
Debt Service			
Principal	60,000	60,000	
Interest	18,015	18,015	
Total Debt Service	78,015	78,015	-
Total Expenditures	78,390	78,284	(106)
Net Change in Fund Balance	71,710	95,674	23,964
Fund Balance at Beginning of Year	87,553	87,553	
Fund Balance at End of Year	\$ 159,263	183,227	23,964

**UNITED CITY OF YORKVILLE, ILLINOIS**

Schedule of Revenues, Expenditures, and  
Changes in Fund Balance - Budget and Actual

Countryside TIF Fund

For the Year Ended April 30, 2008

	Final Budget	Actual	Various from Budget Over (Under)
<b>Revenues</b>			
Property Taxes	\$ 3,965	7,954	3,989
Investment Income	75,000	103,312	28,312
Total Revenues	<u>78,965</u>	<u>111,266</u>	<u>32,301</u>
<b>Expenditures</b>			
Current			
Community Development			
Administrative Fees	2,500	4,914	2,414
Debt Service			
Interest	142,868	142,868	
Total Expenditures	<u>145,368</u>	<u>147,782</u>	<u>2,414</u>
Net Change in Fund Balance	(66,403)	(36,516)	29,887
Fund Balance at Beginning of Year	<u>2,919,125</u>	<u>2,919,125</u>	
Fund Balance at End of Year	<u>\$ 2,852,722</u>	<u>2,882,609</u>	<u>29,887</u>

**UNITED CITY OF YORKVILLE, ILLINOIS**

Schedule of Revenues, Expenditures, and  
Changes in Fund Balance - Budget and Actual

Downtown TIF Fund

For the Year Ended April 30, 2008

	Final Budget	Actual	Various from Budget Over (Under)
Revenues			
Property Taxes	\$ 26,059	34,760	8,701
Expenditures			
Current			
Community Development			
Administrative Fees	10,000	6,388	(3,612)
Net Change in Fund Balance	16,059	28,372	12,313
Fund Balance at Beginning of Year			
Fund Balance at End of Year	\$ 16,059	28,372	12,313

**DEBT SERVICE FUND**

**UNITED CITY OF YORKVILLE, ILLINOIS**

Schedule of Revenues, Expenditures and  
Changes in Fund Balance - Budget and Actual

Debt Service Fund

For the Year Ended April 30, 2008

	Final Budget	Actual	Variance from Budget Over (Under)
Revenues			
Other Revenue	\$ 44,500		(44,500)
Expenditures			
Debt Services			
Principal	285,000	285,000	
Interest	185,999	185,999	
Total Expenditures	470,999	470,999	-
Excess (Deficiency) of Revenues over Expenditures	(426,499)	(470,999)	(44,500)
Other Financing Sources			
Transfers In	334,307	334,307	
Net Change in Fund Balance	(92,192)	(136,692)	(44,500)
Fund Balance at Beginning of Year	(100,567)	(100,567)	
Fund Balance at End of Year	\$ (192,759)	(237,259)	(44,500)

**CAPITAL PROJECTS FUND**

**UNITED CITY OF YORKVILLE, ILLINOIS**

Schedule of Revenues, Expenditures and  
Changes in Fund Balance - Budget and Actual

Municipal Building Fund

For the Year Ended April 30, 2008

	Final Budget	Actual	Variance from Budget Over (Under)
Revenues			
Licenses, Permits and Fees	\$ 305,705	64,650	(241,055)
Donations		25,000	25,000
Total Revenues	<u>305,705</u>	<u>89,650</u>	<u>(216,055)</u>
Expenditures			
Capital Outlays	<u>20,782</u>	<u>43,145</u>	<u>22,363</u>
Excess of Revenues over Expenditures	284,923	46,505	(238,418)
Other Financing Uses			
Transfers Out	<u>(284,923)</u>	<u>(284,923)</u>	
Net Change in Fund Balance	-	(238,418)	(238,418)
Fund Balance at Beginning of Year	<u>(276,106)</u>	<u>(276,106)</u>	
Fund Balance at End of Year	<u>\$ (276,106)</u>	<u>(514,524)</u>	<u>(238,418)</u>

**PROPRIETARY FUND TYPES**

**UNITED CITY OF YORKVILLE, ILLINOIS**

Schedule of Revenues, Expenses and  
Changes in Net Assets - Budget and Actual

Sewer Operation and Improvement Fund

For the Year Ended April 30, 2008

	Final Budget	Actual	Variance from Budget Over (Under)
Operating Revenues			
Charges for Services	\$ 6,686,745	855,334	(5,831,411)
Operating Expenses			
Operations	376,205	302,823	(73,382)
Improvements	5,745,034	8,792	(5,736,242)
Depreciation		69,044	69,044
Total Operating Expenses	6,121,239	380,659	(5,740,580)
Operating Income	565,506	474,675	(90,831)
Nonoperating Revenues (Expenses)			
Connection Fees	874,525	732,375	(142,150)
Recapture Fees		14,200	14,200
Investment Income	65,000	114,227	49,227
Amortization Expense		(31,138)	(31,138)
Interest Expense	(712,506)	(766,127)	(53,621)
Total Nonoperating Revenues (Expenses)	227,019	63,537	(163,482)
Income before Transfers	792,525	538,212	(254,313)
Other Financing Sources (Uses)			
Contributions - Capital Assets		434,351	434,351
Transfers In	150,000	150,000	
Transfers Out	(220,578)	(220,578)	
Total Other Financing Sources (Uses)	(70,578)	363,773	434,351
Change in Net Assets	721,947	901,985	180,038
Net Assets at Beginning of Year, As Restated	3,050,433	3,050,433	
Net Assets at End of Year	\$ 3,772,380	3,952,418	180,038

**UNITED CITY OF YORKVILLE, ILLINOIS**

**Schedule of Assessed Valuations, Tax Rates, Tax Extensions  
and Tax Collections**

**April 30, 2008**

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(See Following Page)

**UNTIED CITY OF YORKVILLE, ILLINOIS**

Schedule of Assessed Valuations, Tax Rates, Tax Extensions  
and Tax Collections

April 30, 2008

	Tax Levy Years			
	2007	2006	2005	2004
<b>Assessed Valuations</b>				
Farm	\$ 2,643,309	2,384,569	1,672,887	961,557
Real Estate Lots	506,977,372	396,432,749	303,902,600	237,377,538
Railroads	17,328	17,328	17,425	17,382
	<u>\$509,638,009</u>	<u>398,834,646</u>	<u>305,592,912</u>	<u>238,356,477</u>
<b>Tax Rates</b>				
General Fund				
General Corporate	0.0864	0.0142	0.0120	0.0239
Garbage		0.0524	0.1220	0.1332
Police Protection	0.0699	0.0788	0.0750	0.0750
Crossing Guard	0.0047	0.0065	0.0062	0.0042
Illinois Municipal Retirement Fund and Social Security	0.1555	0.1809	0.1047	0.1865
Liability Insurance	0.0350	0.0404	0.0390	0.0525
Audit	0.0064	0.0081	0.0077	0.0062
Unemployment Tax	0.0059	0.0044	0.0033	0.0038
Police Pension	0.0526	0.0690	0.0819	0.0973
	0.4164	0.4547	0.4518	0.5826
Library Fund - Operating	0.1292	0.1500	0.1500	0.1500
Library Fund - Bond and Interest Fund	0.0918	0.2197		
	<u>0.6374</u>	<u>0.8244</u>	<u>0.6018</u>	<u>0.7326</u>
<b>Tax Extensions</b>				
General Fund	\$ 2,122,133	1,813,501	1,569,528	1,388,669
Library Fund	658,430	598,226	458,390	357,535
Library Fund - Bond and Interest Fund	467,832	876,202		
	<u>\$ 3,248,395</u>	<u>3,287,929</u>	<u>2,027,918</u>	<u>1,746,204</u>
<b>Tax Collections - All Funds</b>				
Collected to April 30, 2008 (Cash Basis)		<u>\$ 3,286,237</u>	<u>2,023,203</u>	<u>1,845,264</u>
<b>Percentage of Extensions Collected</b>		<u>99.95%</u>	<u>98.80%</u>	<u>105.67%</u>

Tax Levy Years					
2003	2002	2001	2000	1999	1998
1,128,633	700,520	815,985	768,854	692,281	636,937
200,663,326	164,461,506	134,511,183	116,881,878	109,711,442	104,124,981
18,084	12,718	10,966	12,995	8,345	6,702
201,810,043	165,174,744	135,338,134	117,663,727	110,412,068	104,768,620
0.1012	0.1990	0.2205	0.3155	0.2893	0.2964
0.1228	0.1151	0.1211	0.1411	0.1504	0.1498
0.0750	0.0713	0.0750	0.0750	0.0748	0.0742
0.0047	0.0034	0.0035	0.0036	0.0037	0.0045
0.1612	0.1462	0.1451	0.1961	0.2208	0.2195
0.0562	0.0613	0.0520	0.0551	0.0662	0.0514
0.0098	0.0113	0.0119	0.0128	0.0150	0.0158
0.0058	0.0089	0.0093	0.0115	0.0118	0.0125
0.1028	0.1083	0.1302			
0.6395	0.7248	0.7686	0.8107	0.8320	0.8241
0.1500	0.1426	0.1600	0.1606	0.1497	0.1565
0.7895	0.8674	0.9286	0.9713	0.9817	0.9806
1,287,453	1,194,170	1,039,162	953,902	918,630	864,401
301,915	234,944	216,323	188,967	165,287	162,962
1,589,368	1,429,114	1,255,485	1,142,869	1,083,917	1,027,363
1,677,772	1,424,544	1,251,975	1,144,706	1,087,444	1,021,520
105.56%	99.68%	99.72%	100.16%	100.33%	99.43%