

VILLAGE OF KENILWORTH, ILLINOIS

ANNUAL FINANCIAL REPORT

For the Year Ended
April 30, 2009

A Sikich LLP

Certified Public Accountants & Advisors

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VILLAGE OF KENILWORTH, ILLINOIS

PRINCIPAL OFFICIALS

April 30, 2009

Thomas Tolbert Chisum - President

BOARD OF TRUSTEES

James Hughes

Thomas Terrill

Robert Smietana

Katherine White

Jacqueline Bossu

Cristy Laier

Barbara Adams - Village Attorney

Richard Cooper - Village Treasurer

Robert A. Hastings - Clerk

Bradly Burke
Village Manager



998 Corporate Boulevard • Aurora, IL 60502

*Members of American Institute of
Certified Public Accountants &
Illinois CPA Society*

INDEPENDENT AUDITOR'S REPORT

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

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

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

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

The Management's Discussion and Analysis and the other 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.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Village of Kenilworth, Illinois' basic financial statements. The combining and individual fund financial statements and schedules and supplemental data as listed in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining and individual fund financial statements and schedules and supplemental data have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly presented in all material respects in relation to the basic financial statements taken as a whole.

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

A handwritten signature in cursive script, appearing to read "Schick LLP".

Aurora, Illinois
August 11, 2009

GENERAL PURPOSE EXTERNAL FINANCIAL STATEMENTS

Village of Kenilworth
Management's Discussion and Analysis
April 30, 2009

This section of the Village of Kenilworth's (the "Village") Financial Report (AFR) presents Management's Discussion and Analysis (MD&A) of the Village's financial activities during the fiscal year ended April 30, 2009. It is designed to (1) assist the reader in focusing on significant financial issues, (2) provide an overview of the Village's financial activity, (3) identify changes in the Village's financial position (its ability to address subsequent years' challenges), (4) identify any material deviations from the financial plan (the approved budget), and (5) identify fund issues or concerns. This narrative is offered as a means to allow the reader a better understanding of the accompanying financial statements.

Financial Highlights

- The assets of the Village of Kenilworth exceeded its liabilities at the close of the most recent fiscal year by \$3,792,497 (*net assets*). Of this amount, \$1,211,566 (*unrestricted net assets*) may be used to meet the government's ongoing obligations to citizens and creditors. Net assets increased by \$20,382 during fiscal year 2009.
- The Village's total assets decreased by \$658,753 or 4.57% during the fiscal year ending April 30, 2009. Governmental net assets decreased \$476,898. The decrease in assets is due to the Water Works System fund having a lower cash balance and the property tax receivables being lower than fiscal year end 2008.
- As of the close of the current fiscal year, the Village of Kenilworth's governmental funds reported combined ending fund balances of \$3,583,611, a decrease of \$118,043 in comparison with the prior year. Approximately 51% of this total amount, \$1,809,390, is *available for spending* at the government's discretion (*unreserved, undesignated fund balance*).
- At the end of the current fiscal year, unreserved fund balance for the General Fund was \$1,809,390 or 43% of General Fund expenditures.

Financial Statement Structure

The discussion and analysis are intended to serve as an introduction to the Village of Kenilworth's basic financial statements. The Village of Kenilworth's basic financial statements are comprised of three components:

(1) government-wide financial statements, (2) fund financial statements, and (3) notes to the financial statements. The very end of the report also contains required supplementary information regarding the bonds issued by the Village.

Government-Wide Financial Statements

The government-wide financial statements, found on pages 3, 4 and 5, are designed to provide readers a broad perspective of the Village's finances, in a manner similar to a private-sector business. This is done by consolidating all of the Village's financial activity into one set of financial statements.

The *statement of net assets* (page 3) presents information on all of the Village's assets and liabilities, with the difference between the two reported as *net assets*. The focus of the Statement of Net Assets (the "Unrestricted Net Assets") is designed to be similar to bottom line results for the Village and its governmental and business-type activities. This statement combines and consolidates governmental funds' current financial resources (short-term spendable resources)

(See independent auditor's report)

with capital assets and long-term obligations using the accrual basis of accounting and economic resources measurement focus. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the Village of Kenilworth is improving or deteriorating.

The *statement of activities* (pages 4 and 5) presents information showing how the Village's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, *regardless of the timing of related cash flows*. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave) and is focused on both the gross and net cost of various activities (including governmental and business-type), which are supported by the Village's general taxes and other resources. This is intended to summarize and simplify the user's analysis of the cost of various government services and/or subsidy to various business-type activities.

Both of the government-wide financial statements distinguish functions of the Village of Kenilworth that are principally supported by taxes and intergovernmental revenues (*governmental activities*). In addition, there are revenues from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*). The governmental activities of the Village of Kenilworth include general government, public safety (police), public works, highways and streets, culture and recreation (beach) and interest. The business-type activities of the Village of Kenilworth include the water fund.

The Governmental Activities reflect the Village's basic services, including police, public works, highways and streets, culture and recreation, and general administration. Property taxes, shared state sales taxes, local telecommunications taxes, and shared state income taxes finance the majority of these activities. The Business-Type Activities reflect private sector-type operations (Water Fund), where the fee for service typically covers all or most of the cost of operation, including depreciation.

Fund Financial Statements

The fund financial statements begin on page 6 and run through page 14. A *fund* is a grouping of related accounts used to maintain control over resources that have been segregated for specific activities or objectives. The Village of Kenilworth, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The Fund Financial Statements allow the demonstration of sources and uses and/or budgeting compliance associated therewith. Traditional users of governmental financial statements will find the Fund Financial Statements presentation more familiar. The focus is now on major funds, rather than fund types. All of the funds of the Village can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

Governmental Funds. *Governmental funds* are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements. However, 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. Such information may be useful in evaluating a government's near-term financing requirements.

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

The Village maintains 5 individual governmental funds; 2 major funds and 3 nonmajor 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

(See independent auditor's report)

the General Fund and Debt Service Fund, both of which are considered to be major funds. Data from the other three governmental funds are combined into a single, aggregated presentation referred to as Nonmajor Funds. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements elsewhere in this report.

The Village adopts an annual budget for its general fund. Budgetary comparison schedules have been provided to demonstrate compliance with the budget.

The basic governmental fund financial statements can be found beginning on page 6 of this report.

Proprietary Funds. The Village of Kenilworth maintains one proprietary fund. *Enterprise Funds* are used to report the same functions presented in Business-Type Activities in the Government-Wide Financial Statements. The Village has only one enterprise fund, the Water Fund.

Proprietary Fund Financial Statements (pages 10 to 12) provide the same type of information as the Government-Wide Financial Statements, only in more detail. The proprietary fund financial statements provide separate information for the Water Fund which is considered a major fund of the Village and is presented in a separate column in the Fund Financial Statements.

Fiduciary Funds Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statement because the resources of those funds are not available to support the Village of Kenilworth's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

The basic fiduciary fund financial statements can be found beginning on page 13 of this report.

Notes to the Financial Statements

The notes to the financial statements provide information essential to the full understanding of the data provided in the Government-Wide and Fund Financial Statements. These notes to the financial statements can be found immediately following the Basic Financial Statements section of this report beginning on page 15.

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain *required supplementary information* including the general fund and motor fuel tax fund budgetary schedules and data concerning the Village's progress in funding its obligation to provide pension benefits to its employees. Required supplementary information can be found immediately following the notes to the financial statements beginning on page 50.

Government-wide Financial Analysis

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. In the case of the Village of Kenilworth, assets exceeded liabilities by \$3,792,497 as of April 30, 2009.

By far the largest portion of the Village of Kenilworth's net assets (63%) reflects its investment in capital assets (e.g. land, buildings, machinery and equipment); less any related debt used to acquire those assets that is still outstanding. The Village of Kenilworth uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the Village of Kenilworth's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

(See independent auditor's report)

Village of Kenilworth's Net Assets

	Governmental Activities		Business-Type Activities		Total Primary Governmental	
	2009	2008	2009	2008	2009	2008
Assets:						
Current and Other Assets:	5,292,819	\$5,601,567	\$ (198,784)	\$ 76,851	\$5,094,035	\$5,678,418
Capital Assets:	2,455,070	2,623,220	6,219,051	6,125,271	8,674,121	8,748,491
Total Assets:	7,747,889	8,224,787	6,020,267	6,202,122	13,768,156	14,426,909
Liabilities:						
Current Liabilities:	1,726,659	1,915,309	153,165	88,625	1,879,824	2,003,934
Non-Current Liabilities:	3,829,150	4,274,759	4,266,685	4,376,101	8,095,835	8,650,860
Total Liabilities:	5,555,809	6,190,068	4,419,850	4,464,726	9,975,659	10,654,794
Net Assets:						
Invested in Capital Assets,						
Net of Debt:	(1,144,021)	(1,443,172)	1,905,127	1,780,322	761,106	337,150
Restricted:	1,769,825	1,585,802	50,000	50,000	1,819,825	1,635,802
Unrestricted:	1,566,276	1,892,089	(354,710)	(92,926)	1,211,566	1,799,163
Total Net Assets:	\$ 2,192,080	\$2,034,719	\$1,600,417	\$ 1,737,396	\$3,792,497	\$3,772,115

For more detailed information see the Statement of Net Assets on page 3.

At the end of the current fiscal year, the Village of Kenilworth is able to report positive balances in all three categories of net assets, both for the government as a whole, as well as for its separate governmental and business-type activities. The same situation held true for the prior year.

The village's total net assets increased by \$20,382 during the fiscal year. Governmental net assets increased \$157,361 primarily due to a reduction of debt, and an increase in accounts receivable. This is offset by a decrease in business-type net assets of \$136,979.

(See independent auditor's report)

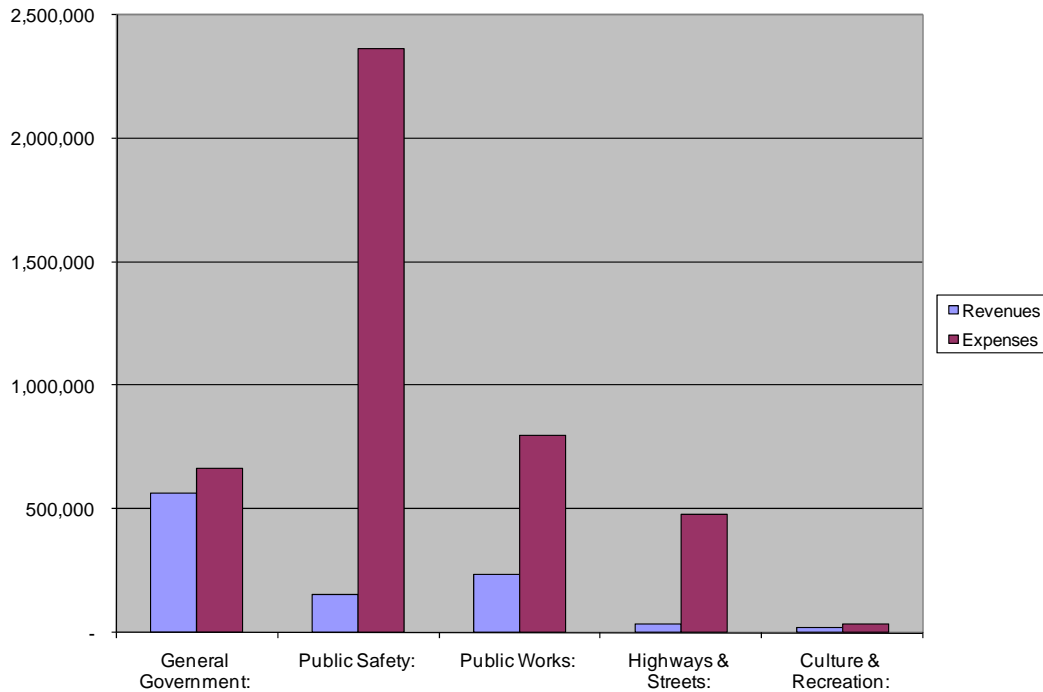
Governmental activities. Governmental activities increased the Village of Kenilworth's net assets by \$157,361. Conversely, business-type activities decreased the Village's net assets by \$136,979. Key elements of this net increase of \$20,382 are as follows:

Village of Kenilworth's Changes in Net Assets

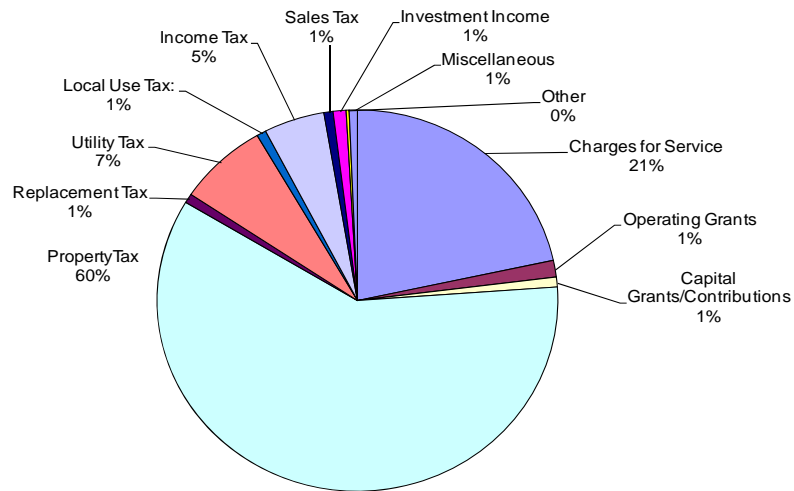
	Governmental Activities		Business-Type Activities		Total Primary Governmental	
	2009	2008	2009	2008	2009	2008
Revenues:						
Program Revenues:						
Charges for Service:	1,004,096	1,187,825	818,773	888,297	1,822,869	2,076,122
Operating Grants:	65,684	69,970	-	-	65,684	69,970
Capital Grants/Contributions:	38,854	108,757	-	-	38,854	108,757
General Revenues:						
Taxes:						
Property:	2,775,249	2,749,493			2,775,249	2,749,493
Replacement:	36,308	39,654			36,308	39,654
Utility:	337,490	347,681			337,490	347,681
Local Use:	35,247	35,065			35,247	35,065
Income:	227,240	229,631			227,240	229,631
Sales:	34,461	43,211			34,461	43,211
Other:	11,251	11,407			11,251	11,407
Investment Income:	48,275	131,898	2,024	9,696	50,299	141,594
Transfers:						
Miscellaneous:	30,796	35,291			30,796	35,291
Total Revenues:	4,644,951	4,989,883	820,797	897,993	5,465,748	5,887,876
Expenses:						
General Government:	662,775	622,264		-	662,775	622,264
Public Safety:	2,360,853	2,255,523		-	2,360,853	2,255,523
Public Works:	797,824	777,399		-	797,824	777,399
Highways & Streets:	474,938	460,657		-	474,938	460,657
Culture & Recreation:	31,194	29,188		-	31,194	29,188
Interest:	160,006	168,435		-	160,006	168,435
Water:	-	-	957,776	985,482	957,776	985,482
Total Expenses:	4,487,590	4,313,466	957,776	985,482	5,445,366	5,298,948
Change in Net Assets:	157,361	676,417	(136,979)	(87,489)	20,382	588,928
Net Assets May 1:	2,034,719	1,416,139	1,737,396	1,824,885	3,772,115	3,241,024
Prior period adjustment:	-	(57,837)	-	-	-	(57,837)
Net Assets May 1 Restated:	2,034,719	1,358,302	1,737,396	1,824,885	3,772,115	3,183,187
Net Assets, April 30:	\$ 2,192,080	\$ 2,034,719	\$ 1,600,417	\$ 1,737,396	\$ 3,792,497	\$ 3,772,115

(See independent auditor's report)

Expenses and Program Revenues – Governmental Activities - 2009



Revenues by Source – Governmental Activities - 2009

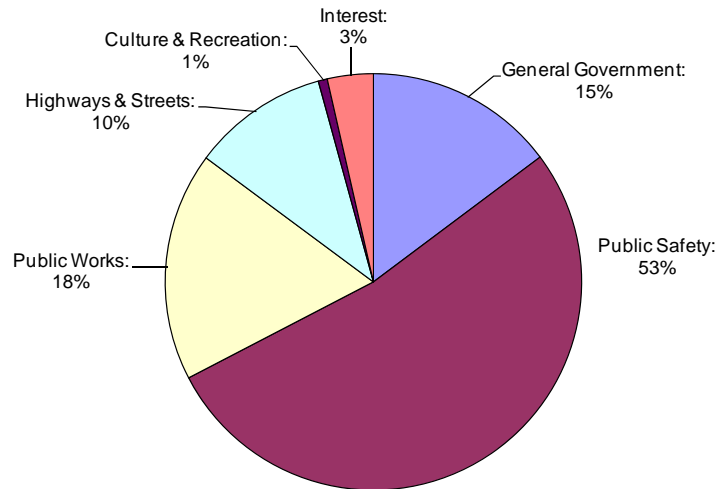


For the fiscal year ended April 30, 2009, revenues from Governmental Activities totaled \$4,644,951. During the fiscal year, property tax continues to be the Village's largest revenue source coming in at \$2,775,249 and representing 60% of total Governmental Activity revenue.

The Village increased its property tax revenues from \$2,749,493 in Fiscal Year 2008 to \$2,775,249 in Fiscal Year 2009, an increase of \$25,756 or .94%. The Village experienced an increase in its equalized assessed valuation (EAV) from \$281,090,098 for the 2006 property tax year to \$374,652,954 for the 2007 property tax year, an increase of \$93,562,856 or 33.29%. The large increase in the EAV is due to the Cook County triennial reassessment in 2007.

(See independent auditor's report)

2009 Governmental Activities – Expenses By Function



For the fiscal year ended April 30, 2009, expenses from Governmental Activities totaled \$4,487,590 or an increase from FY 2008 of \$174,124 (4.05%).

Fund Financial Statement Analysis

As noted earlier, the Village of Kenilworth uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The Village of Kenilworth has five governmental funds (*Non-major funds consist of the Sewer Service Fund, Motor Fuel Tax Fund, and the E-911 Fund*). These funds are displayed on the balance sheet, found on page 6.

Governmental Funds The focus of the Village of Kenilworth's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the Village of Kenilworth'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. Governmental funds use a modified accrual basis of accounting designed to measure current financial resources. Consequently, the reader will notice the balance sheet does not show fixed assets or long-term liabilities. The related income statements (combined statement of revenues, expenditures and changes in fund balance) are found on page 8.

The General Fund (first column) is used to account for most of the Village's general operating activity. This includes activity for the Administration Department, Police Department, Public Works Department, and the Building Department. Including the effect of operating transfers and capital bond proceeds, the General Fund's expenditures exceeded its income by \$405,102. The General Fund's financial position resulted in a fund balance from \$2,218,888 on April 30, 2008 to \$1,813,786 on April 30, 2009. While revenues were down by 7.16% (\$4,084,747 versus \$3,613,529), actual expenditures increased by 6.24% (\$4,208,573 this fiscal year versus \$3,961,285 last fiscal year).

Providing some detail with respect to revenues and expenses, revenues from permits decreased by \$4164,421 (31%); interest income decreased by \$41,457 (62%); and last year revenue included \$70,849 for reimbursement from the Federal Emergency Management Agency for expenses due to the August 2007 storm event. Total expenditures in every General Fund department were below the budgeted amount, as they were last fiscal year.

(See independent auditor's report)

Information relating to the Nonmajor Governmental Funds is on pages 60 through 64. Non-major fund assets increased over last year by \$142,577. The increase in assets was due to increasing our savings in the Motor Fuel Tax to fund future projects and increasing cash in the Sewer Service fund and E-911 fund.

Proprietary Funds

The Village of Kenilworth's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail. The financial statements for the proprietary fund begin on page 10. Proprietary funds use an accrual basis of accounting designed to measure total economic resources. Therefore, unlike governmental funds, the balance sheet does not show property and equipment assets and long-term bonds payable. The decrease in total net assets for the Water Works System Fund is \$136,979. A continued decrease in revenue from metered water sales is the source of this reduction.

Proprietary Funds

The Police Pension Trust Fund is a fiduciary fund to provide funds for the payment of retirement benefits to our sworn police personnel. The financial statement for the fiduciary fund is on page 13.

Capital Assets and Long-term Debt

Governmental Capital Asset activity information is presented on page 28. Net governmental capital assets decreased by \$168,150 due to the depreciation of current assets. The depreciation of current assets for the fiscal year was more than the amount of new capital added over the same period. Business-Type Capital Assets (Water Fund) activity information is presented on page 29. There was an increase in net assets of \$93,779 for the fiscal year. This increase was due to the installation of the new automated meter reading system and related remote meter reading equipment as well as the new file server.

Information relating to the Debt Service Funds is presented on page 58. The Village of Kenilworth has non-current debt liabilities of \$7,607,999. In fiscal year 2007, the Village refinanced existing debt into alternate revenue source general obligation bonds (2006B General Obligation Bonds). The proceeds of the original bond were used to renovate the Village's Water Plant, which is now completed and in operation. The purpose of the 2007 refinancing was to obtain a better interest rate as well as extend the term of the bond. Water revenues and, if necessary, utility tax revenues, are pledged as the alternate revenue sources to pay the required principal and debt service on the 2006B General Obligation Bonds.

Additionally, during the 2007 fiscal year, the Village refinanced existing 1999 General Obligation Bonds (alternate revenue source). The bonds were refinanced as part of the Village Board's plan to restructure the Village's existing debt and seek savings on principal and interest payments. The proceeds of the original bond were used to resurface streets and construct a new Public Works facility. With the 2007 refinancing the Village obtained a better rate of interest for the bonds and converted the debt from a tax limited alternate revenue source to a general obligation bond. The length of the bond repayment did not change with the refinancing.

The Limited General Obligation Bond issued during fiscal year ended April 30, 2008, in the amount of \$275,000, was paid in full during fiscal year 2009.

Responsibility

Governmental Accounting Standards Board Statement Number 34 mandates that all local government financial statements include a Management's Discussion and Analysis section. The goal is to give readers an objective, readable overview of the government's financial statements. The Village of Kenilworth's Village Manager is responsible for preparing this section. Consequently, any questions regarding this narrative specifically, or the Village's audit report generally, may be addressed to the Village Manager, Village of Kenilworth, 419 Richmond Road, Kenilworth, Illinois 60043.

(See independent auditor's report)

VILLAGE OF KENILWORTH, ILLINOIS

STATEMENT OF NET ASSETS

April 30, 2009

	Governmental Activities	Business-Type Activities	Total
ASSETS			
Cash and cash equivalents	\$ 3,299,487	\$ 94	\$ 3,299,581
Cash and cash equivalents - restricted	-	50,000	50,000
Property taxes receivable	1,273,361	-	1,273,361
Receivables, net	178,561	175,726	354,287
Prepaid expenses	4,396	-	4,396
Deferred charges	38,507	73,903	112,410
Due (to) from other funds	498,507	(498,507)	-
Capital assets not being depreciated	169,931	38,648	208,579
Capital assets being depreciated, net of depreciation	2,285,139	6,180,403	8,465,542
Total assets	7,747,889	6,020,267	13,768,156
LIABILITIES			
Accounts payable and accrued expenses	131,301	77,647	208,948
Unearned revenues	1,332,337	-	1,332,337
Accrued interest	55,958	73,668	129,626
Deposits	178,603	1,850	180,453
Due to other governments	28,460	-	28,460
Noncurrent liabilities			
Due within one year	357,487	130,349	487,836
Due in more than one year	3,471,663	4,136,336	7,607,999
Total liabilities	5,555,809	4,419,850	9,975,659
NET ASSETS			
Invested in capital assets, net of related debt	(1,144,021)	1,905,127	761,106
Restricted for			
Debt service	715,172	-	715,172
Public safety	184,820	-	184,820
Public works	486,028	-	486,028
Highways and streets	383,805	-	383,805
Bond ordinance	-	50,000	50,000
Unrestricted	1,566,276	(354,710)	1,211,566
TOTAL NET ASSETS	\$ 2,192,080	\$ 1,600,417	\$ 3,792,497

See accompanying notes to financial statements.

VILLAGE OF KENILWORTH, ILLINOIS

STATEMENT OF ACTIVITIES

For the Year Ended April 30, 2009

FUNCTIONS/PROGRAMS	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
PRIMARY GOVERNMENT				
Governmental Activities				
General government	\$ 662,775	\$ 561,275	\$ -	\$ 2,971
Public safety	2,360,853	153,773	-	-
Public works	797,824	234,899	-	-
Highways and streets	474,938	34,549	65,684	35,883
Culture and recreation	31,194	19,600	-	-
Interest	160,006	-	-	-
Total governmental activities	4,487,590	1,004,096	65,684	38,854
Business-Type Activities				
Water	957,776	818,773	-	-
Total business-type activities	957,776	818,773	-	-
TOTAL PRIMARY GOVERNMENT	\$ 5,445,366	\$ 1,822,869	\$ 65,684	\$ 38,854

	Net (Expense) Revenue and Change in Net Assets		
	Primary Government		
	Governmental Activities	Business-Type Activities	Total
	\$ (98,529)	\$ -	\$ (98,529)
	(2,207,080)	-	(2,207,080)
	(562,925)	-	(562,925)
	(338,822)	-	(338,822)
	(11,594)	-	(11,594)
	(160,006)	-	(160,006)
	<u>(3,378,956)</u>	-	<u>(3,378,956)</u>
	-	(139,003)	(139,003)
	-	(139,003)	(139,003)
	<u>(3,378,956)</u>	<u>(139,003)</u>	<u>(3,517,959)</u>
General Revenues			
Taxes			
Property	2,775,249	-	2,775,249
Replacement	36,308	-	36,308
Utility	337,490	-	337,490
Local use	35,247	-	35,247
Income	227,240	-	227,240
Sales	34,461	-	34,461
Other	11,251	-	11,251
Investment income	48,275	2,024	50,299
Miscellaneous	30,796	-	30,796
Total general revenues	<u>3,536,317</u>	<u>2,024</u>	<u>3,538,341</u>
CHANGE IN NET ASSETS	157,361	(136,979)	20,382
NET ASSETS, MAY 1	<u>2,034,719</u>	<u>1,737,396</u>	<u>3,772,115</u>
NET ASSETS, APRIL 30	<u>\$ 2,192,080</u>	<u>\$ 1,600,417</u>	<u>\$ 3,792,497</u>

See accompanying notes to financial statements.

VILLAGE OF KENILWORTH, ILLINOIS

GOVERNMENTAL FUNDS

BALANCE SHEET

April 30, 2009

	General	Debt Service	Nonmajor	Total
ASSETS				
Cash and cash equivalents	\$ 1,792,844	\$ 473,467	\$ 1,033,176	\$ 3,299,487
Property taxes receivable	1,068,674	204,687	-	1,273,361
Accounts receivable	139,348	-	17,050	156,398
Due from other funds	242,935	247,623	7,949	498,507
Prepaid items	4,396	-	-	4,396
Deposits	22,163	-	-	22,163
Total assets	\$ 3,270,360	\$ 925,777	\$ 1,058,175	\$ 5,254,312
LIABILITIES AND FUND BALANCES				
LIABILITIES				
Accounts payable and accrued expenses	\$ 127,779	\$ -	\$ 3,522	\$ 131,301
Due to other governments	28,460	-	-	28,460
Deferred property taxes	1,099,569	210,605	-	1,310,174
Deposits	178,603	-	-	178,603
Other deferred revenue	22,163	-	-	22,163
Total liabilities	1,456,574	210,605	3,522	1,670,701
FUND BALANCES				
Reserved for prepaid items	4,396	-	-	4,396
Reserved for debt service	-	715,172	-	715,172
Reserved for public safety	-	-	184,820	184,820
Reserved for public works	-	-	486,028	486,028
Reserved for highways and streets	-	-	383,805	383,805
Unreserved - undesignated				
General Fund	1,809,390	-	-	1,809,390
Total fund balances	1,813,786	715,172	1,054,653	3,583,611
TOTAL LIABILITIES AND FUND BALANCES	\$ 3,270,360	\$ 925,777	\$ 1,058,175	\$ 5,254,312

See accompanying notes to financial statements.

VILLAGE OF KENILWORTH, ILLINOIS

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

April 30, 2009

FUND BALANCES OF GOVERNMENT FUNDS	\$ 3,583,611
Amounts reported for governmental activities in the statement activities are different because:	
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds	2,455,070
Deferred charges in governmental activities are not financial resources and, therefore, are not reported in governmental funds	38,507
Long-term liabilities including bonds payable, are not due and payable in the current period and, therefore, are not reported in the governmental funds:	
Bonds payable	(3,585,000)
Capital lease	(14,091)
Compensated absences payable	(230,059)
Interest payable	<u>(55,958)</u>
NET ASSETS OF GOVERNMENTAL ACTIVITIES	<u>\$ 2,192,080</u>

See accompanying notes to financial statements.

VILLAGE OF KENILWORTH, ILLINOIS

GOVERNMENTAL FUNDS

STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES

For the Year Ended April 30, 2009

	General	Debt Service	Nonmajor	Total
REVENUES				
Taxes	\$ 2,855,402	\$ 444,416	\$ 160,103	\$ 3,459,921
Fines	49,886	-	-	49,886
Licenses	447,564	-	-	447,564
Charges for services	317,185	-	152,938	470,123
Intergovernmental	2,971	-	65,684	68,655
Investment income	25,436	7,209	15,630	48,275
Miscellaneous income	93,853	-	-	93,853
Total revenues	3,792,297	451,625	394,355	4,638,277
EXPENDITURES				
Current				
General government	668,949	-	-	668,949
Public safety	2,290,314	-	22,267	2,312,581
Public works	554,622	-	5,980	560,602
Highways and streets	438,567	-	-	438,567
Culture and recreation	30,242	-	-	30,242
Capital outlay	107,364	-	19,437	126,801
Debt service				
Principal	115,337	195,000	156,964	467,301
Interest	3,178	151,284	3,139	157,601
Fiscal charges	-	350	-	350
Total expenditures	4,208,573	346,634	207,787	4,762,994
EXCESS (DEFICIENCY) REVENUES OVER EXPENDITURES	(416,276)	104,991	186,568	(124,717)
OTHER FINANCING SOURCES (USES)				
Proceeds from sale of equipment	6,674	-	-	6,674
Transfers in	4,500	-	-	4,500
Transfers (out)	-	-	(4,500)	(4,500)
Total other financing sources (uses)	11,174	-	(4,500)	6,674
CHANGE IN FUND BALANCES	(405,102)	104,991	182,068	(118,043)
FUND BALANCE, MAY 1	2,218,888	610,181	872,585	3,701,654
FUND BALANCE, APRIL 30	\$ 1,813,786	\$ 715,172	\$ 1,054,653	\$ 3,583,611

See accompanying notes to financial statements.

VILLAGE OF KENILWORTH, ILLINOIS

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

For the Year Ended April 30, 2009

NET CHANGE IN FUND BALANCES - TOTAL GOVERNMENTAL FUNDS	\$ (118,043)
Amounts reported for governmental activities in the statement of activities are different because:	
Governmental funds report capital outlay as expenditures; however, they are capitalized and depreciated in the statement of activities	57,890
The repayment of the principal portion long-term debt is reported as an expenditure when due in governmental funds but as a reduction of principal outstanding in the statement of activities	467,301
The change in accrued interest payable on long-term debt is reported as an expense on the statement of activities	2,759
Some expenses in the statement of activities (e.g., depreciation) do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds	(226,040)
The change in the compensated absences liability is reported as an expense on the statement of activities	(21,692)
Governmental funds report bond issuance costs as expenditures; however, they are reported as deferred charges and amortized over the term of the bonds in the statement of activities	<u>(4,814)</u>
CHANGE IN NET ASSETS OF GOVERNMENTAL ACTIVITIES	<u>\$ 157,361</u>

See accompanying notes to financial statements.

VILLAGE OF KENILWORTH, ILLINOIS

PROPRIETARY FUNDS

STATEMENT OF NET ASSETS

April 30, 2009

CURRENT ASSETS	
Cash and investments	\$ 94
Cash and investments - restricted	50,000
Accounts receivable - water consumers - billed	88,656
Accounts receivable - water consumers - unbilled	87,070
Deferred charges	<u>73,903</u>
Total current assets	<u>299,723</u>
NONCURRENT ASSETS	
Capital assets not being depreciated	38,648
Capital assets being depreciated	<u>6,180,403</u>
Total noncurrent assets	<u>6,219,051</u>
Total assets	<u>6,518,774</u>
CURRENT LIABILITIES	
Accounts payable	77,647
Accrued interest	73,668
Deposits	1,850
Due to other funds	498,507
Compensated absences payable	5,349
Bonds payable	<u>125,000</u>
Total current liabilities	<u>782,021</u>
NONCURRENT LIABILITIES	
Compensated absences payable	30,312
Unamortized accounting loss on refunding	(82,900)
Bonds payable	4,185,000
Unamortized bond premium	<u>3,924</u>
Total noncurrent liabilities	<u>4,136,336</u>
Total liabilities	<u>4,918,357</u>
NET ASSETS	
Invested in capital assets, net of related debt	1,905,127
Restricted - bond ordinance	50,000
Unrestricted	<u>(354,710)</u>
TOTAL NET ASSETS	<u><u>\$ 1,600,417</u></u>

See accompanying notes to financial statements.

VILLAGE OF KENILWORTH, ILLINOIS

PROPRIETARY FUND

STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN NET ASSETS

For the Year Ended April 30, 2009

OPERATING REVENUES	
Charges for services	\$ 818,430
Miscellaneous	<u>343</u>
Total operating revenues	<u>818,773</u>
OPERATING EXPENSES	
Personnel	452,686
Contractual services	55,830
Commodities	59,600
Other	19,150
Depreciation	<u>178,059</u>
Total operating expenses	<u>765,325</u>
OPERATING INCOME	<u>53,448</u>
NONOPERATING REVENUES (EXPENSES)	
Investment income	2,024
Interest and fiscal charges	<u>(192,451)</u>
Total nonoperating revenues (expenses)	<u>(190,427)</u>
CHANGE IN NET ASSETS	(136,979)
NET ASSETS, MAY 1	<u>1,737,396</u>
NET ASSETS, APRIL 30	<u>\$ 1,600,417</u>

See accompanying notes to financial statements.

VILLAGE OF KENILWORTH, ILLINOIS

PROPRIETARY FUND

STATEMENT OF CASH FLOWS

For the Year Ended April 30, 2009

CASH FLOWS FROM OPERATING ACTIVITIES	
Receipts from customers	\$ 804,559
Payments to suppliers	(70,045)
Payments to employees	<u>(448,177)</u>
Net cash from operating activities	<u>286,337</u>
CASH FLOWS FROM NONCAPITAL AND RELATED FINANCING ACTIVITIES	
Due (to) from other funds	<u>185,045</u>
Net cash from noncapital and related financing activities	<u>185,045</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES	
Payment on water revenue bonds	(120,000)
Purchase of capital assets	(271,835)
Interest and fiscal charges paid	<u>(182,082)</u>
Net cash from capital and related financing activities	<u>(573,917)</u>
CASH FLOWS FROM INVESTING ACTIVITIES	
Interest received	<u>2,024</u>
Net cash from investing activities	<u>2,024</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(100,511)
CASH AND CASH EQUIVALENTS, MAY 1	<u>150,605</u>
CASH AND CASH EQUIVALENTS, APRIL 30	<u>\$ 50,094</u>
RECONCILIATION OF OPERATING INCOME TO NET CASH FLOWS FROM OPERATING ACTIVITIES	
Operating income	\$ 53,448
Adjustments to reconcile operating income to net cash from operating activities:	
Depreciation	178,059
Changes in net assets	
Receivables	(15,607)
Accounts payable	64,533
Deposits payable	1,395
Compensated absences	<u>4,509</u>
NET CASH FROM OPERATING ACTIVITIES	<u>\$ 286,337</u>

See accompanying notes to financial statements.

VILLAGE OF KENILWORTH, ILLINOIS

PENSION TRUST FUND

STATEMENT OF NET ASSETS

April 30, 2009

ASSETS	
Cash	\$ 97,431
Investments	
Illinois Funds	32,203
U.S. agency obligations	2,114,877
Money market mutual funds	411,813
Equities	1,185,820
Certificates of deposit	734,648
Accrued interest	<u>22,486</u>
Total assets	<u>4,599,278</u>
LIABILITIES	
Accounts payable and accrued expenses	<u>5,903</u>
Total liabilities	<u>5,903</u>
NET ASSETS HELD IN TRUST FOR PENSION BENEFITS	<u>\$ 4,593,375</u>

See accompanying notes to financial statements.

VILLAGE OF KENILWORTH, ILLINOIS

PENSION TRUST FUND

STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS

For the Year Ended April 30, 2009

ADDITIONS	
Contributions	
Employer	\$ 248,335
Participants	83,549
Other	600
	<hr/>
Total contributions	332,484
	<hr/>
INVESTMENT INCOME	
Net appreciation (depreciation) in fair value of investments	(692,387)
Investment income	185,158
	<hr/>
	(507,229)
Less investment expense	(14,476)
	<hr/>
Net investment income	(521,705)
	<hr/>
Total additions	(189,221)
	<hr/>
DEDUCTIONS	
Administrative	6,928
Pension benefits and refunds	484,161
	<hr/>
Total deductions	491,089
	<hr/>
NET INCREASE (DECREASE)	(680,310)
NET ASSETS HELD IN TRUST FOR PENSION BENEFITS	
MAY 1	5,273,685
	<hr/>
APRIL 30	\$ 4,593,375
	<hr/>

See accompanying notes to financial statements.

VILLAGE OF KENILWORTH, ILLINOIS

NOTES TO FINANCIAL STATEMENTS

April 30, 2009

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

a. Reporting Entity

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

The Village's financial statements include one pension trust fund:

Police Pension Employees Retirement System

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

a. Reporting Entity (Continued)

Solid Waste Agency of Northern Cook County (SWANCC)

SWANCC is a municipal corporation empowered to plan, finance, construct and operate a solid waste disposal system to serve its member municipalities. Management consists of a Board of Directors comprised of one appointed representative from each member. The Village does not exercise any control over the activities of SWANCC beyond its representation on the Board of Directors. SWANCC is reported as a non-equity proprietary joint venture.

b. Fund Accounting

The Village uses funds to report on its financial position and the changes in its financial position. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain government functions or activities. A fund is a separate accounting entity with a self-balancing set of accounts.

Funds are classified into the following categories: governmental, proprietary and fiduciary.

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

Proprietary funds are used to account for activities similar to those found in the private sector, where the determination of net income is necessary or useful to sound financial administration. Goods or services from such activities can be provided either to outside parties (enterprise funds) or to other departments or agencies primarily within the Village (internal service funds). Pursuant to GASB Statement No. 20, *Accounting and Financial Reporting for Proprietary Funds*, the Village has chosen to apply all GASB pronouncements as well as those FASB pronouncements issued on or before November 30, 1989 to account for enterprise funds.

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

c. Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statements of net assets and the statement of activities) report information on all of the non-fiduciary activities of the Village. The effect of material interfund activity has been eliminated from these financial 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 statement of activities demonstrates the degree to which the direct expenses of a given function, segment or program are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1) charges to customers or applicants who purchase, use or directly benefit from goods, services or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

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

The Village reports the following major governmental funds:

The General Fund is the Village's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

The Debt Service Fund is used to account for the servicing of general long-term debt not being financed by proprietary funds.

The Village reports the following major proprietary funds:

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

The Village reports the following fiduciary fund:

The Village reports a pension trust fund as a fiduciary fund to account for the Police Pension Fund.

The Village reports the following nonmajor governmental funds:

The Sewer Service Fund is used to account for the activities of sewer service operations.

The Motor Fuel Tax Fund is used to account for the activities involved with street maintenance and construction. Financing is provided by the Village's share of state gasoline taxes. State law requires these gasoline taxes to be used to maintain streets.

The E-911 Fund is used to account for the activity of the 911 emergency service system.

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

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements. Revenues and additions are recorded when earned and expenses and deductions are recorded when a liability is incurred. Property taxes are recognized as revenues in the year for which they are levied (i.e., intended to finance). Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. Operating revenues and expenses are directly attributable to the operation of the proprietary funds. Nonoperating revenue/expenses are incidental to the operations of these funds.

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

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

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

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

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

e. Cash and Investments

Cash and Cash Equivalents

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

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

e. Cash and Investments (Continued)

Investments

All Village investments and all pension fund investments are stated at fair value in accordance with GASB Statements No. 25 and 31.

Illinois Funds, a money market mutual fund created by the Illinois State Legislature and controlled by the Illinois State Treasurer is reported at a \$1 per share value, which equals the Village's fair value in the pool.

f. Interfund Receivables/Payables

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

g. Prepaid Items/Expenses

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

h. Capital Assets

Capital assets, which include property, plant, equipment and infrastructure assets (e.g., roads, bridges, storm water), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the Village as assets with an initial, individual cost of more than \$10,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

h. Capital Assets (Continued)

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

Assets	Years
Buildings and improvements	40-50
Machinery and equipment	10
Infrastructure	20-50
Water works system	40
Sanitary sewer system	5-10
Vehicles	5-10

i. Compensated Absences

Vested or accumulated vacation, compensatory, and holiday time are reported as expenditures and a fund liability of the governmental fund that will pay it once retirement or separation has occurred. Vested or accumulated vacation, compensatory, or holiday time of proprietary funds and governmental activities are recorded as an expense and liability as the benefits accrue to employees.

j. Long-Term Obligations

In the government-wide financial statements, and proprietary funds in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities or proprietary fund financial statements. Bond premiums and discounts, as well as issuance costs and gains/losses on refundings, are deferred and amortized over the life of the bonds. Bonds payable are reported net of the applicable bond premium or discount and gains/loss on refundings. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

k. Fund Balances/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. In the government-wide financial statements, restricted net assets are legally restricted by outside parties for a specific purpose. None of the Village's net assets are restricted as a result of enabling legislation adopted by the Village. Invested in capital assets, net of related debt represents the book value of capital assets less any long-term debt issued to acquire or construct the capital assets.

l. Interfund Transactions

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

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

m. Accounting Estimates

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

2. DEPOSITS AND INVESTMENTS

The Village maintains a cash and investment pool that is available for use by all funds, except the pension trust fund. Each fund's portion of this pool is displayed on the financial statements as "cash and investments." In addition, investments are separately held by several of the Village's funds. The deposits and investments of the pension trust fund are held separately from those of other funds.

2. DEPOSITS AND INVESTMENTS (Continued)

a. Village Deposits and Investments

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

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

Deposits with Financial Institutions

Custodial credit risk for deposits with financial institutions is the risk that in the event of bank failure, the Village's deposits may not be returned to it. The Village's investment policy requires pledging of collateral for all bank balances in excess of federal depository insurance, at an amount not less than 110% of the fair market value of the funds secured, with the collateral held by the Village or an independent third-party evidenced by a safekeeping agreement.

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

2. DEPOSITS AND INVESTMENTS (Continued)

a. Village Deposits and Investments (Continued)

Investments

The following table presents the investments and maturities of the Village's debt securities as of April 30, 2009:

Investment Type	Fair Value	Investment Maturities in Years			
		Less than 1	1-5	6-10	Greater than 10
Illinois Funds	\$ 925,250	\$ 925,250	\$ -	\$ -	\$ -
TOTAL	\$ 925,250	\$ 925,250	\$ -	\$ -	\$ -

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. In accordance with its investment policy, the Village limits its exposure to interest rate risk by structuring the portfolio to provide liquidity for short and long-term cash flow needs while providing a reasonable rate of return based on the current market.

Credit risk is the risk that the issuer of a debt security will not pay its par value upon maturity. The Village limits its exposure to credit risk by primarily investing in external investment pools. Illinois Funds are rated AAA.

Custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to the investment, the Village will not be able to recover the value of its investments that are in possession of an outside party. The Village's investment policy does not address custodial credit risk for investments. Illinois Funds are not subject to custodial credit risk.

Concentration of credit risk is the risk that the Village has a high percentage of its investments invested in one type of investment. The Village's investment policy requires diversification of investments to avoid unreasonable risk by limiting commercial paper to the lesser of 20% of the cash and investment balance at the time of placement, or 25% of the cash and investment balance.

2. DEPOSITS AND INVESTMENTS (Continued)

b. Police Pension Fund Deposits and Investments

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

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

Deposits with Financial Institutions

Custodial credit risk for deposits with financial institutions is the risk that in the event of bank failure, the Police Pension Fund's deposits may not be returned to it. The Police Pension Fund's investment policy requires pledging of collateral for all bank balances in excess of federal depository insurance, at an amount not less than 110% of the fair market value of the funds secured, with the collateral held by an independent third-party, and evidenced by a safekeeping agreement.

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

2. DEPOSITS AND INVESTMENTS (Continued)

b. Police Pension Fund Deposits and Investments (Continued)

Investments

The following table presents the investments and maturities of the Police Pension Fund's debt securities as of April 30, 2009:

Investment Type	Fair Value	Investment Maturities in Years			
		Less than 1	1-5	6-10	Greater than 10
U.S. agency obligations	\$ 2,114,877	\$ 455,532	\$ 1,497,122	\$ 162,223	\$ -
Money market mutual funds	411,813	411,813	-	-	-
Negotiable certificates of deposit	480,000	100,000	380,000	-	-
Illinois Funds	32,203	32,203	-	-	-
TOTAL	\$ 3,038,893	\$ 999,548	\$ 1,877,122	\$ 162,223	\$ -

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. In accordance with its investment policy, the Police Pension Fund limits its exposure to interest rate risk by structuring the portfolio to provide liquidity for short and long-term cash flow needs while providing a reasonable rate of return based on the current market.

Credit risk is the risk that the issuer of a debt security will not pay its par value upon maturity. The Police Pension Fund limits its exposure to credit risk by primarily investing U.S. Treasury obligations and other obligations which are rated AA or better by a national rating agency. The U.S. agency obligations and Illinois Funds are rated AAA.

Custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to the investment, the Police Pension Fund will not be able to recover the value of its investments that are in possession of an outside party. The Police Pension Fund's exposure to custodial credit risk is mitigated to an extent by SIPC insurance. Illinois Funds are not subject to custodial credit risk.

Concentration of credit risk is the risk that the Police Pension Fund has a high percentage of its investments invested in one type of investment. The Police Pension Fund's investment policy requires diversification of investment to avoid unreasonable risk.

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

2. DEPOSITS AND INVESTMENTS (Continued)

b. Police Pension Fund Deposits and Investments (Continued)

Investments (Continued)

The following are the target allocation percentages under the policy:

Investment	Minimum	Maximum
Direct U.S. Treasury securities (includes STRIPS, CUBES)	0%	100%
Interest investments, CDs	0%	30%
Commercial paper	0%	10%
Investment pools established by the State Treasurer	0%	40%
Money market mutual funds	0%	40%
Equity investments	0%	45%
Government Agency securities	0%	80%
Government bonds and warrants	0%	20%
Municipal bonds rated "A" or better	0%	20%

3. RECEIVABLES - TAXES

Property taxes for 2008 attach as an enforceable lien on January 1, 2008, on property values assessed as of the same date. Taxes are levied by December of the subsequent fiscal year (by passage of a Tax Levy Ordinance). Tax bills are prepared by the County and issued on or about February 1, 2009 and August 1, 2009, and are payable in two installments, on or about March 1, 2009 and September 1, 2009. The County collects such taxes and remits them periodically. The allowance for uncollectible taxes has been stated at 1% of the tax levy, to reflect actual collection experience. As the 2008 tax levy is intended to fund expenditures for one-half of fiscal year 2009, one-half of the 2008 tax levy has been recognized as revenue as of April 30, 2009 and one-half of the 2008 tax levy has been deferred as of April 30, 2009.

The 2009 tax levy, which attached as an enforceable lien on property as of January 1, 2009, has not been recorded as a receivable as of April 30, 2009 as the tax has not yet been levied by the Village and will not be levied until December 2009, and, therefore, the levy is not measurable at April 30, 2009.

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

4. CAPITAL ASSETS

Capital asset activity for the year ended April 30, 2009 was as follows:

	Balances May 1	Additions	Disposals	Balances April 30
GOVERNMENTAL ACTIVITIES				
Capital assets not being depreciated				
Land and rights of way	\$ 169,931	\$ -	\$ -	\$ 169,931
Total capital assets not being depreciated	<u>169,931</u>	<u>-</u>	<u>-</u>	<u>169,931</u>
Capital assets being depreciated				
Buildings and improvements	1,649,618	29,437	-	1,679,055
Machinery and equipment	880,548	28,453	38,011	870,990
Sanitary and sewer system	1,148,186	-	-	1,148,186
Total capital assets being depreciated	<u>3,678,352</u>	<u>57,890</u>	<u>38,011</u>	<u>3,698,231</u>
Less accumulated depreciation for				
Buildings and improvements	378,156	41,240	-	419,396
Machinery and equipment	450,419	69,981	38,011	482,389
Sanitary and sewer system	396,488	114,819	-	511,307
Total accumulated depreciation	<u>1,225,063</u>	<u>226,040</u>	<u>38,011</u>	<u>1,413,092</u>
Total capital assets being depreciated, net	<u>2,453,289</u>	<u>(168,150)</u>	<u>-</u>	<u>2,285,139</u>
GOVERNMENTAL ACTIVITIES				
CAPITAL ASSETS, NET	<u>\$ 2,623,220</u>	<u>\$ (168,150)</u>	<u>\$ -</u>	<u>\$ 2,455,070</u>

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

GOVERNMENTAL ACTIVITIES	
General government	\$ 1,742
Public safety	46,149
Public works	<u>178,149</u>
TOTAL DEPRECIATION EXPENSE - GOVERNMENTAL ACTIVITIES	<u>\$ 226,040</u>

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

4. CAPITAL ASSETS (Continued)

	Balances May 1	Increases	Decreases	Balances April 30
BUSINESS-TYPE ACTIVITIES				
Capital assets not being depreciated				
Land and rights of way	\$ 38,648	\$ -	\$ -	\$ 38,648
Total capital assets not being depreciated	38,648	-	-	38,648
Capital assets being depreciated				
Waterworks system	8,020,562	-	-	8,020,562
Machinery and equipment	121,202	271,839	-	393,041
Total capital assets being depreciated	8,141,764	271,839	-	8,413,603
Less accumulated depreciation for				
Waterworks system	1,941,092	177,083	-	2,118,175
Machinery and equipment	114,048	977	-	115,025
Total accumulated depreciation	2,055,140	178,060	-	2,233,200
Total capital assets being depreciated, net	6,086,624	93,779	-	6,180,403
BUSINESS-TYPE ACTIVITIES				
CAPITAL ASSETS, NET	\$ 6,125,272	\$ 93,779	\$ -	\$ 6,219,051

5. RISK MANAGEMENT

The Village is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; employee health; natural disasters; and injuries to the Village's employees.

a. Intergovernmental Risk Management Agency (IRMA)

The Village participates in the Intergovernmental Risk Management Agency (IRMA). IRMA is an organization of municipalities and special districts in northeastern Illinois that have formed an association under the Illinois Intergovernmental Cooperation Statute to pool their risk management needs. IRMA administers a mix of self-insurance and commercial insurance coverages; property/casualty and workers' compensation claim administration/litigation management services; unemployment claim administration; extension risk management/loss control consulting and training programs; and a risk information system and financial reporting service for its members.

The Village's payments to IRMA are displayed on the financial statements as expenditures/expenses in appropriate funds. Each member assumes the first \$2,500 of each occurrence and IRMA has a mix of self-insurance and commercial insurance at various amounts above that level.

5. RISK MANAGEMENT (Continued)

a. Intergovernmental Risk Management Agency (IRMA) (Continued)

Each member appoints one delegate, along with an alternate delegate, to represent the member on the Board of Directors. The Village does not exercise any control over the activities of IRMA beyond its representation on the Board of Directors.

Initial contributions are determined each year based on the individual member's eligible revenue as defined in the bylaws of IRMA and experience modification factors based on past member loss experience. Members have a contractual obligation to fund any deficit of IRMA attributable to a membership year during which they were a member. Supplemental contributions may be required to fund these deficits. The Village is aware of no additional contributions due to IRMA as of April 30, 2009.

b. North Suburban Employee Benefit Cooperative (NSEBC)

The Village participates in the North Suburban Employee Benefit Cooperative (NSEBC). NSEBC is a public entity risk pool established by certain units of local government in Illinois to administer some or all of the personnel benefit programs (primarily medical, dental, and life insurance coverage) offered by these members to their officers and employees and to the officers and employees of certain other governmental, quasigovernmental and nonprofit public service entities.

NSEBC acts as an administrative agency to receive, process and pay such claims as may come within the benefit program of each member.

Management consists of a Board of Directors comprised of one appointed representative from each member.

The Village does not exercise any control over the activities of NSEBC beyond its representation on the Board of Directors.

For the year ended April 30, 2009, NSEBC had total equity of \$5,265,511. The Village's total payments for the year ended April 30, 2009 were \$420,125.

6. LONG-TERM DEBT

a. General Obligation Bonds

The Village issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. General obligation bonds are direct obligations and pledge the full faith and credit of the Village.

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

6. LONG-TERM DEBT (Continued)

b. Changes in Long-Term Liabilities

	Fund Debt Retired by	Balances May 1	Additions	Refundings/ Reductions	Balances April 30	Due Within One Year
GOVERNMENTAL ACTIVITIES						
\$3,765,000 General Obligation Refunding Bonds, Series 2007, due in annual installments of \$180,000 to \$415,000 through December 31, 2018 plus interest at 3.60% to 3.90%	Debt Service	\$ 3,765,000	\$ -	\$ 180,000	\$ 3,585,000	\$ 310,000
\$275,000 Limited General Obligation, Series 2007, due in one installment of \$275,000 at December 1, 2008 plus interest at 4.00%	Debt Service	275,000	-	275,000	-	-
Total bonds		4,040,000	-	455,000	3,585,000	310,000
Capital lease	General	26,392	-	12,301	14,091	12,978
Compensated absences	General	208,367	21,692	-	230,059	34,509
TOTAL GOVERNMENTAL ACTIVITIES		\$ 4,274,759	\$ 21,692	\$ 467,301	\$ 3,829,150	\$ 357,487
BUSINESS-TYPE ACTIVITIES						
\$4,655,000 General Obligation Refunding Bonds (Alternate Revenue Source), Series 2006B, due in annual installments of \$110,000 to \$290,000 through December 1, 2030 plus interest at 3.90% to 4.20%	Waterworks	\$ 4,430,000	\$ -	\$ 120,000	\$ 4,310,000	\$ 125,000
Total bonds		4,430,000	-	120,000	4,310,000	125,000
Unamortized accounting loss on refunding bonds	Waterworks	(89,277)	6,377	-	(82,900)	-
Unamortized bond premium	Waterworks	4,226	-	302	3,924	-
Compensated absences	Waterworks	31,152	4,509	-	35,661	5,349
TOTAL BUSINESS-TYPE ACTIVITIES		\$ 4,376,101	\$ 10,886	\$ 120,302	\$ 4,266,685	\$ 130,349

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

6. LONG-TERM DEBT (Continued)

c. Debt Service Requirements to Maturity

Annual debt service requirements to maturity on general obligation bonds are as follows:

Fiscal Year Ending April 30	Governmental Activities		Business Activities	
	Principal	Interest	Principal	Interest
2010	\$ 310,000	\$ 134,298	\$ 125,000	\$ 175,463
2011	315,000	123,138	130,000	170,588
2012	325,000	111,798	135,000	165,518
2013	340,000	100,098	140,000	160,253
2014	350,000	87,688	145,000	154,793
2015	365,000	74,738	155,000	149,138
2016	375,000	61,050	160,000	142,938
2017	390,000	46,800	165,000	136,538
2018	400,000	31,785	170,000	129,938
2019	415,000	16,185	180,000	123,138
2020	-	-	185,000	115,938
2021	-	-	195,000	108,538
2022	-	-	200,000	100,640
2023	-	-	210,000	92,540
2024	-	-	220,000	83,930
2025	-	-	225,000	74,910
2026	-	-	235,000	65,573
2027	-	-	245,000	55,820
2028	-	-	255,000	45,653
2029	-	-	265,000	35,070
2030	-	-	280,000	23,940
2031	-	-	290,000	12,180
TOTAL	\$ 3,585,000	\$ 787,578	\$ 4,310,000	\$ 2,323,037

Annual debt service requirements to maturity on capital lease are as follows:

Fiscal Year Ending April 30	Governmental Activities	
	Principal	Interest
2010	\$ 12,978	\$ 440
2011	1,113	5
TOTAL	\$ 14,091	\$ 445

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

6. LONG-TERM DEBT (Continued)

d. Legal Debt Margin

The Village is a non-home rule municipality.

ASSESSED VALUATION - 2007 (LATEST AVAILABLE)	<u>\$ 372,653,954</u>
LEGAL DEBT LIMIT - 8.625% OF ASSESSED VALUATION	\$ 32,141,321
AMOUNT OF DEBT APPLICABLE TO DEBT LIMIT General Obligation Bonds	<u>3,585,000</u>
LEGAL DEBT MARGIN	<u>\$ 28,556,321</u>

Chapter 65, Section 5/8-5-1 of the Illinois Compiled Statutes provides, "...no municipality having a population of less than 500,000 shall become indebted in any manner or for any purpose, to an amount, including existing indebtedness in the aggregate exceeding 8.625% on the value of the taxable property therein, to be ascertained by the last assessment for state and county purposes, previous to the incurring of the indebtedness or, until January 1, 1983, if greater, the sum that is produced by multiplying the municipality's 1978 equalized assessed valuation by the debt limitation percentage in effect on January 1, 1979."

e. Advance Refundings

On August 15, 2006, the Village issued \$4,655,000 General Obligation Bonds (Alternate Revenue Source), Series 2006B to advance refund the General Obligation Bonds (Alternate Revenue Source), Series 2002. The proceeds from the Series 2006B issue have been deposited into an irrevocable trust to provide for all future debt service payments on \$4,460,000 of the General Obligation Bonds (Alternate Revenue Source), Series 2002. As a result, the refunded portion of the bonds is considered defeased and the escrowed assets and liability for the bonds have been removed from these financial statements. The Village advance refunded the General Obligation Bonds (Alternate Revenue Source) to extend the debt service maturities. At April 30, 2009, \$3,860,000 of the General Obligation Bonds (Alternate Revenue Source) Series 2002 remained to be paid out of escrow.

On January 15, 2007, the Village issued \$3,765,000 General Obligation Bonds, Series 2007 to advance refund the General Obligation Bonds (Alternate Revenue Source), Series 1999. The proceeds from the Series 2007 issue have been deposited into an irrevocable trust to provide for all future debt service payments on \$3,675,000 of the General Obligation Bonds (Alternate Revenue Source), Series 1999. As a result, the refunded portion of the bonds is considered defeased and the escrowed assets and liability for the bonds have been removed from these financial statements. At April 30, 2009, \$3,195,000 of the General Obligation Bonds (Alternate Revenue Source), Series 1999 remained to be paid out of escrow.

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

7. RESTRICTED NET ASSETS

The amounts reported on the statement of net assets for the proprietary fund are identified as restricted are comprised of the following:

Enterprise Fund - water revenue bond accounts	
Operation and maintenance	\$ 50,000
TOTAL	\$ 50,000

8. INDIVIDUAL FUND DISCLOSURES

a. Interfund Transactions

Due From/To Other Funds at April 30, 2009 consist of the following:

Receivable Fund	Payable Fund	Amount
General	Waterworks System	\$ 242,935
Nonmajor Governmental	Waterworks System	7,949
Debt Service	Waterworks System	<u>247,623</u>
TOTAL		\$ 498,507

The purpose of the significant Due From/Due To Other Funds are as follows:

\$242,935 owed to the General Fund from the Waterworks System Fund is for interfund operations and a loan to cover a deficit cash position. Repayment is expected within one year.

\$7,949 owed to the Nonmajor Governmental Funds from the Waterworks System Fund is for interfund operations. Repayment is expected within one year.

\$247,623 owed to the Debt Service Fund from the Waterworks System Fund is for interfund operations. Repayment is expected within one year.

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

8. INDIVIDUAL FUND DISCLOSURES (Continued)

b. Transfers

Transfers between funds during the year were as follows:

Fund	Transfers In	Transfers Out
General	\$ 4,500	\$ -
E-911	-	4,500
TOTAL ALL FUNDS	<u>\$ 4,500</u>	<u>\$ 4,500</u>

\$4,500 transferred to the General Fund from the E-911 Fund was to subsidize the General Fund for the portion of a Village dispatcher's salary. This transfer will not be repaid.

9. COMMITMENTS

a. Solid Waste Agency of Northern Cook County (SWANCC)

The Village has committed to make payments to the SWANCC. The Village expects to pay the following minimum amounts:

Fiscal Year Ending April 30	Amount
2010	\$ 11,980
2011	11,550
2012	11,119
2013	12,368
2014	<u>12,699</u>
TOTAL	<u>\$ 59,716</u>

This amount has been calculated using the Village's current allocation percentage of .84%. In future years, this allocation percentage will be subject to change.

10. CONTINGENT LIABILITIES

a. Grants

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

b. Solid Waste Agency of Northern Cook County (SWANCC)

The Village's contract with the SWANCC provides that each member is liable for its proportionate share of any costs arising from defaults in payment obligations by other members.

11. JOINT VENTURES

a. Solid Waste Agency of Northern Cook County (SWANCC)

The Village is a member of the SWANCC which consists of 23 municipalities. SWANCC is a municipal corporation and public body politic and corporate established pursuant to the Constitution of the State of Illinois and the Intergovernmental Cooperation Act of the State of Illinois, as amended (the Act). SWANCC is empowered under the Act to plan, construct, finance, operate and maintain a solid waste disposal system to serve its members.

The members form a contiguous geographic service area which is located northwest of downtown Chicago. Under the SWANCC Agreement, additional members may join SWANCC upon the approval of all members.

SWANCC is governed by a Board of Directors which consists of the Mayor or President from each member municipality. Each Director has an equal vote. The officers of SWANCC are appointed by the Board of Directors. The Board of Directors determines the general policy of SWANCC, makes all appropriations, approves contracts, adopts resolutions providing for the issuance of Bonds or Notes by SWANCC, adopts by-laws, rules and regulations, and exercises such powers and performs such duties as may be prescribed in the SWANCC Agreement or the by-laws.

Complete financial statements for SWANCC can be obtained from SWANCC's administrative office at 2700 Patriot Blvd, Suite 110, Glenview Illinois, 60026.

11. JOINT VENTURES (Continued)

a. Solid Waste Agency of Northern Cook County (SWANCC) (Continued)

SWANCC's bonds are revenue obligations. They are limited obligations of SWANCC with a claim for payment solely from and secured by a pledge of the revenues of the system and amounts in various funds and accounts established by SWANCC resolutions. The Bonds are not a debt of any member. SWANCC has no power to levy taxes.

Revenues of the system consist of (1) all receipts derived from solid waste disposal contracts or any other contracts for the disposal of waste; (2) all income derived from the investment of monies; and (3) all income, fees, service charges and all grants, rents and receipts derived by the SWANCC from the ownership and operation of the system. The SWANCC covenants to establish fees and charges sufficient to provide revenues to meet all the requirements.

SWANCC has entered into solid waste disposal contracts with the member municipalities. The contracts are irrevocable and may not be terminated or amended except as provided for in the contract. Each member is obligated, on a "take or pay" basis, to deliver a minimum amount of solid waste to the system. The obligation of the Village to make all payments as required by this contract is unconditional and irrevocable, without regard to performance or nonperformance by the SWANCC of its obligations under the contract. The contract does not constitute an indebtedness of the Village within the meaning of any statutory or constitution limitation.

In accordance with the joint venture agreement, the Village remitted \$116,417 to SWANCC for 2009, which is recorded in the Village's General Fund.

12. POSTEMPLOYMENT BENEFITS

In addition to providing pension benefits previously described, the Village provides postemployment health care insurance benefits, in accordance with current personnel practices to all employees who meet the eligibility requirements. Currently two past employees meets those eligibility requirements. The past employees paid \$25,474 for the cost of the health care insurance premiums. During the year, costs of \$28,872 were paid for postemployment benefits. The costs are financed on a pay-as-you-go basis through the General Fund.

13. EMPLOYEE RETIREMENT SYSTEMS

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

a. Plan Descriptions

Illinois Municipal Retirement Fund

All employees (other than those covered by the Police plan) hired in positions that meet or exceed the prescribed annual hourly standard must be enrolled in IMRF as participating members. Pension benefits vest after eight years of service. Participating members who retire at or after age 60 with eight years of credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1 2/3% of their final rate of earnings, for each year of credited service up to 15 years, and 2% for each year thereafter. IMRF also provides death and disability benefits. These benefit provisions and all other requirements are established by state statute. Participating members are required to contribute 4.5% of their annual salary to IMRF. The Village is required to contribute the remaining amounts necessary to fund the IMRF as specified by statute. The employer contribution for the calendar year ended 2008 was 13.31% of covered payroll.

Police Pension Plan

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

At April 30, 2007, the Police Pension Plan membership consisted of:

Retirees and beneficiaries currently receiving benefits	9
Terminated employees entitled to benefits but not yet receiving them	-
Current employees	
Vested	7
Nonvested	4
	<hr/>
TOTAL	20
	<hr/>

13. EMPLOYEE RETIREMENT SYSTEMS (Continued)

a. Plan Descriptions (Continued)

Police Pension Plan (Continued)

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

Employees are required by ILCS to contribute 9.91% of their base salary to the Police Pension Plan. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without accumulated interest. The Village is required to contribute the remaining amounts necessary to finance the plan as actuarially determined by an enrolled actuary. Effective July 1, 1993, the Village has until the year 2033 to fully fund the past service cost for the Police Pension Plan. For the year ended April 30, 2007 (most current information available), the Village's contribution was 19.21% of covered payroll.

b. Summary of Significant Accounting Policies and Plan Asset Matters

Basis of Accounting

The financial statements are prepared using the accrual basis of accounting. Employee and employer contributions are recognized as revenues in the period in which employee services are performed.

Method Used to Value Investments

Investments are reported at cost or amortized cost. Investment income is recognized as earned. Gains and losses on sales and exchanges of fixed-income securities are recognized on the transaction date.

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

13. EMPLOYEE RETIREMENT SYSTEMS (Continued)

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

Administrative Costs

Administrative costs for the Police Pension Plan are financed primarily through investment earnings.

c. Significant Investments

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

d. Annual Pension Costs

Employer contributions have been determined as follows:

	Illinois Municipal Retirement	Police Pension
Actuarial valuation date	December 31, 2006	April 30, 2007
Actuarial cost method	Entry-age Normal	Entry-age Normal
Asset valuation method	5 Year Smoothed Market	3 Year Market
Amortization method	Level Percentage of Projected Payroll - Closed Basis	Level Percentage of Projected Payroll - Closed Basis
Amortization period	24 Years	26 Years
Significant actuarial assumptions		
a) Rate of return on present and future assets	7.50% Compounded Annually	7.00% Compounded Annually

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

13. EMPLOYEE RETIREMENT SYSTEMS (Continued)

d. Annual Pension Costs (Continued)

	Illinois Municipal Retirement	Police Pension
b) Projected salary increase - attributable to inflation	4.00% Compounded Annually	3.00% Compounded Annually
c) Additional projected Salary increases - seniority/merit	.40% to 10.00%	2.00%
d) Postretirement benefit increases	3.00%	3.00% Compounded Annually

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

	Calendar Year	Illinois Municipal Retirement	Fiscal Year	Police Pension
Annual pension cost (APC)	2006	\$ 126,295	2007	\$ 155,007
	2007	129,068	2008	N/A
	2008	141,882	2009	N/A
Actual contributions	2006	\$ 126,295	2007	\$ 155,007
	2007	126,068	2008	165,440
	2008	141,882	2009	248,335
Percentage of APC contributed	2006	100.00%	2007	100.00%
	2007	100.00%	2008	N/A
	2008	100.00%	2009	N/A
NPO (asset)	2006	\$ -	2007	\$ -
	2007	-	2008	N/A
	2008	-	2009	N/A

N/A - information not available.

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

13. EMPLOYEE RETIREMENT SYSTEMS (Continued)

d. Annual Pension Costs (Continued)

The net pension obligation (asset) as of April 30, 2007 (most current information available) has been calculated as follows:

Annual required contribution	\$ 155,007
Interest on net pension obligation	-
Adjustment to annual required contributions	-
	<hr/>
Annual pension cost	155,007
Contributions made	155,007
	<hr/>
(Increase) decrease in net pension obligation (asset)	-
Net pension obligation (asset) beginning of year	-
	<hr/>
NET PENSION OBLIGATION (ASSET) END OF YEAR	<u>\$ -</u>

e. Funded Status and Funding Progress

The funded status and funding progress of the Illinois Municipal Retirement Fund plan and the Police Pension Fund plan as of April 30, 2009 and April 30, 2007 (most current information available), respectively were as follows:

	Illinois Municipal Retirement	Police Pension
	<hr/>	<hr/>
Actuarial accrued liability (AAL)	\$ 3,285,125	\$ 7,914,378
Actuarial value of plan assets	2,340,996	5,316,386
Unfunded actuarial accrued liability (UAAL)	944,129	2,597,992
Funded ratio (actuarial value of plan assets/AAL)	71.26%	67.17%
Covered payroll (active plan members)	\$ 1,065,977	\$ 806,884
UAAL as a percentage of covered payroll	88.57%	321.98%

REQUIRED SUPPLEMENTARY INFORMATION

VILLAGE OF KENILWORTH, ILLINOIS

GENERAL FUND

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

For the Year Ended April 30, 2009

	Original Budget	Final Budget	Actual
REVENUES			
Taxes	\$ 2,954,661	\$ 2,978,394	\$ 2,855,402
Licenses and permits	569,400	569,400	447,564
Fines and forfeits	51,100	51,100	49,886
Charges for services	318,510	318,510	317,185
Intergovernmental	-	-	2,971
Investment income	60,000	60,000	25,436
Miscellaneous	67,500	67,500	93,853
Total revenues	4,021,171	4,044,904	3,792,297
EXPENDITURES			
Current			
General government	707,715	707,715	668,949
Public safety	2,344,916	2,368,649	2,290,314
Public works	619,011	619,011	554,622
Highways and streets	426,340	446,340	438,567
Culture and recreation	35,072	35,072	30,242
Debt service			
Principal	103,036	103,036	115,337
Interest and fiscal charges	2,061	2,061	3,178
Capital outlay	185,200	165,200	107,364
Total expenditures	4,423,351	4,447,084	4,208,573
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(402,180)	(402,180)	(416,276)
OTHER FINANCING SOURCES (USES)			
Sale of capital assets	3,750	3,750	6,674
Transfers in	4,500	4,500	4,500
Total other financing sources (uses)	8,250	8,250	11,174
NET CHANGE IN FUND BALANCE	\$ (393,930)	\$ (393,930)	(405,102)
FUND BALANCE, MAY 1			2,218,888
FUND BALANCE, APRIL 30			<u>\$ 1,813,786</u>

(See independent auditor's report.)

VILLAGE OF KENILWORTH, ILLINOIS
 SCHEDULE OF FUNDING PROGRESS
 ILLINOIS MUNICIPAL RETIREMENT FUND

April 30, 2009

Actuarial Valuation Date December 31	(1) Actuarial Value of Assets	(2) Actuarial Accrued Liability (AAL) Entry-Age	(3) Funded Ratio (1) / (2)	(4) Unfunded (Overfunded) AAL (UAAL) (OAAL) (2) - (1)	(5) Covered Payroll	UAAL (OAAL) as a Percentage of Covered Payroll (4) / (5)
2003	\$ 2,204,097	\$ 2,834,534	77.76%	\$ 630,437	\$ 842,983	74.79%
2004	2,338,448	3,072,344	76.11%	733,896	840,000	87.37%
2005	2,642,704	3,374,904	78.30%	732,200	793,794	92.24%
2006	2,200,957	2,978,838	73.89%	777,881	914,521	85.06%
2007	2,587,008	3,326,385	77.77%	739,377	977,784	75.62%
2008	2,340,996	3,285,125	71.26%	944,129	1,065,977	88.57%

(See independent auditor's report.)

VILLAGE OF KENILWORTH, ILLINOIS

SCHEDULE OF FUNDING PROGRESS
POLICE PENSION FUND

April 30, 2009

Actuarial Valuation Date April 30	(1) Actuarial Value of Assets	(2) Actuarial Accrued Liability (AAL) Entry-Age	(3) Funded Ratio (1) / (2)	(4) Unfunded AAL (UAAL) (2) - (1)	(5) Covered Payroll	UAAL as a Percentage of Covered Payroll (4) / (5)
2004	\$ 4,719,857	\$ 7,177,822	65.76%	\$ 2,457,965	\$ 596,019	412.40%
2005	4,777,859	7,397,573	64.59%	2,619,714	709,756	369.10%
2006	5,062,402	7,932,824	63.82%	2,870,422	689,926	416.05%
2007	5,316,386	7,914,378	67.17%	2,597,992	806,884	321.98%
2008	N/A	N/A	N/A	N/A	N/A	N/A
2009	N/A	N/A	N/A	N/A	N/A	N/A

Note: The actuarial valuations for the years 2004-2006 performed on the plan's net assets were not performed in accordance with GASB Statements No. 25 and 27.

N/A - information not available.

(See independent auditor's report.)

VILLAGE OF KENILWORTH, ILLINOIS

SCHEDULE OF EMPLOYER CONTRIBUTIONS
ILLINOIS MUNICIPAL RETIREMENT FUND

April 30, 2009

Actuarial Valuation Date December 31	Annual Required Contribution (ARC)	Contribution Made	Contribution Made as a Percentage of Annual Required Contribution
2003	\$ 74,520	\$ 74,520	100.00%
2004	96,600	96,600	100.00%
2005	103,114	103,114	100.00%
2006	126,295	126,295	100.00%
2007	129,068	129,068	100.00%
2008	141,882	141,882	100.00%

(See independent auditor's report.)

VILLAGE OF KENILWORTH, ILLINOIS

SCHEDULE OF EMPLOYER CONTRIBUTIONS
POLICE PENSION FUND

April 30, 2009

Actuarial Valuation Date April 30	Annual Required Contribution (ARC)	Contribution Made	Contribution Made as a Percentage of Annual Required Contribution
2004	N/A	\$ 138,655	N/A
2005	N/A	148,540	N/A
2006	N/A	154,241	N/A
2007	\$ 155,007	155,007	100.00%
2008	N/A	165,440	N/A
2009	N/A	248,335	N/A

Note: The actuarial valuations for the years 2004-2006 performed on the plan's net assets were not performed in accordance with GASB Statements No. 25 and 27.

N/A - information not available.

(See independent auditor's report.)

VILLAGE OF KENILWORTH, ILLINOIS

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

April 30, 2009

1. BUDGETS

The Budget Ordinance is prepared in tentative form by the Village Manager, reviewed and approved by the Village Board, and is made available for public inspection at least ten days prior to final Board action. A public hearing is held on the tentative Budget Ordinance to obtain taxpayer comments.

Prior to August 1, the Budget ordinance is legally enacted through the passage of an Budget ordinance. All actual expenditures contained herein have been compared to the annual operating budget.

The Board of Trustees may:

By two-thirds vote transfer, within any department, amounts budgeted for an object or purpose to another object or purpose. No object or purpose can be reduced below an amount sufficient to provide for all obligations incurred, or to be incurred, against the budgeted amount.

Adopt a supplemental budget ordinance in an amount not to exceed any additional revenue available, including unappropriated fund balances or amount estimated to be received after adoption of the annual budget ordinance.

Management cannot amend the Budget Ordinance. However, expenditures may exceed budgets at the subobject level. Expenditures that exceed individual budgets at the object level must be approved by the Board of Trustees, as outlined above.

The Village does not use the encumbrance method of accounting. Budgetary funds are controlled by an integrated budgetary accounting system, in accordance with various legal requirements which govern the Village.

Annual budgets are adopted on a basis consistent with generally accepted accounting principles for the General, Debt Service and Police Pension Funds.

VILLAGE OF KENILWORTH, ILLINOIS
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION (Continued)

1. BUDGETS (Continued)

The operating budget is the management control for spending. The manager is authorized to transfer budgeted amounts between departments within any fund; however, any revisions that alter the total expenditures of any fund are done through approval of the Village Board of Trustees and are supported by budget amendments as needed.

Operating budgets are adopted on a modified accrual basis of accounting for all governmental funds and on an accrual basis for proprietary and fiduciary funds. Budgets have been adopted for the Waterworks System, Police Pension, General, Debt Service and certain Special Revenue Funds. Budgets for the enterprise funds do not provide for depreciation; capital improvements are budgeted as expenses.

All budgets are prepared based on the annual fiscal year of the Village and lapse at year end.

Budget amounts are as originally adopted or as amended by the Village Board of Trustees.

The financial schedules report management's operating budget in the columns titled original budget and final budget for the General, Debt Service, Police Pension, Sewer Service, Motor Fuel Tax, E-911 and Waterworks Funds.

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

MAJOR GOVERNMENTAL FUNDS

VILLAGE OF KENILWORTH, ILLINOIS

GENERAL FUND

SCHEDULE OF REVENUES - BUDGET AND ACTUAL

For the Year Ended April 30, 2009

	Original Budget	Final Budget	Actual
TAXES			
Property taxes	\$ 2,293,611	\$ 2,317,344	\$ 2,170,730
Total property taxes	2,293,611	2,317,344	2,170,730
Other taxes			
Replacement tax	37,250	37,250	36,308
State sales tax	50,000	50,000	34,461
State income tax	224,400	224,400	227,240
Local use tax	32,400	32,400	35,247
Utility tax	304,500	304,500	337,490
Vehicle tax	2,000	2,000	2,675
Miscellaneous tax	10,500	10,500	11,251
Total other taxes	661,050	661,050	684,672
Total taxes	2,954,661	2,978,394	2,855,402
LICENSES AND PERMITS			
Licenses			
Vehicle license	77,000	77,000	76,268
Animal license	3,400	3,400	3,746
Total licenses	80,400	80,400	80,014
Permits			
Building	407,000	407,000	303,111
Parking	36,000	36,000	34,549
Tree permits	2,500	2,500	1,300
Filing fees	3,500	3,500	3,500
Zoning review	5,000	5,000	5,950
Plan review	35,000	35,000	19,140
Total permits	489,000	489,000	367,550
Total licenses and permits	569,400	569,400	447,564
FINES AND FORFEITS			
Circuit court fines	15,000	15,000	9,318
DUI fines	1,100	1,100	800
Village ordinance fines	35,000	35,000	39,768
Total fines and forfeits	51,100	51,100	49,886

(This schedule is continued on the following page.)

VILLAGE OF KENILWORTH, ILLINOIS

GENERAL FUND

SCHEDULE OF REVENUES - BUDGET AND ACTUAL (Continued)

For the Year Ended April 30, 2009

	Original Budget	Final Budget	Actual
CHARGES FOR SERVICES			
Ambulance user fees	\$ 12,360	\$ 12,360	\$ 18,839
Elevator user fees	200	200	329
Beach fees	20,000	20,000	19,600
Fire and burglar alarm fees	8,600	8,600	8,762
Sales of yard waste bags and stickers	9,000	9,000	6,065
State highway maintenance	6,400	6,400	-
Special duty detail	4,200	4,200	3,078
Waste collection	158,600	158,600	158,246
Antenna lease fee	96,400	96,400	95,918
Miscellaneous fees	2,750	2,750	6,348
Total charges for services	318,510	318,510	317,185
INTERGOVERNMENTAL			
Federal grants	-	-	2,971
Total intergovernmental	-	-	2,971
Investment income	60,000	60,000	25,436
Total investment income	60,000	60,000	25,436
Miscellaneous			
Cable television franchise fees	38,000	38,000	28,049
Telephone franchise fees	6,000	6,000	5,800
Other income	23,500	23,500	60,004
Total miscellaneous	67,500	67,500	93,853
TOTAL REVENUES	\$ 4,021,171	\$ 4,044,904	\$ 3,792,297

(See independent auditor's report.)

VILLAGE OF KENILWORTH, ILLINOIS

GENERAL FUND

SCHEDULE OF DETAILED EXPENDITURES - BUDGET AND ACTUAL

For the Year Ended April 30, 2009

	Original Budget	Final Budget	Actual
GENERAL GOVERNMENT			
Administrative			
Personnel			
Salaries			
Regular	\$ 208,000	\$ 208,000	\$ 205,820
Overtime	4,300	4,300	1,893
Part-time	41,000	41,000	38,264
Employee benefits			
Medical	25,550	25,550	22,272
Dental	1,790	1,790	1,728
Life	725	725	646
Other benefits	45,475	45,475	48,650
Total personnel	326,840	326,840	319,273
Contractual services			
Auditing	17,825	17,825	17,825
J.U.L.I.E. fees	1,200	1,200	828
Plan review and inspection	16,000	16,000	12,499
Park District services	4,000	4,000	4,000
Printing and publishing	7,500	7,500	7,066
Telephone	3,600	3,600	4,275
Cell phone	550	550	538
Miscellaneous	2,000	2,000	1,927
Professional fees	53,000	53,000	26,177
Postage	5,700	5,700	5,219
Dues, membership and subscriptions	8,000	8,000	7,395
Repair and maintenance of vehicles and equipment	500	500	599
Total contractual services	119,875	119,875	88,348
Commodities			
Office supplies	4,100	4,100	4,428
Other supplies	1,000	1,000	1,114
Total commodities	5,100	5,100	5,542
Other expenditures			
Fuel	700	700	740
Recruitment and training	2,500	2,500	3,830
Miscellaneous	25,000	5,000	1,221
Auto allowance	4,800	4,800	4,800
Total other expenditures	33,000	13,000	10,591
Capital outlay			
Software	5,000	5,000	5,215
Computer equipment	11,160	11,160	11,044
Office furniture	500	500	-
Total capital outlay	16,660	16,660	16,259

(This schedule is continued on the following pages.)

VILLAGE OF KENILWORTH, ILLINOIS

GENERAL FUND

SCHEDULE OF DETAILED EXPENDITURES - BUDGET AND ACTUAL (Continued)

For the Year Ended April 30, 2009

	Original Budget	Final Budget	Actual
GENERAL GOVERNMENT (Continued)			
Support services			
Insurance - liability and workers' compensation	\$ 121,000	\$ 115,850	\$ 119,551
Village attorney	94,200	119,700	120,398
Village prosecutor	4,200	4,200	3,675
Maintenance of office equipment	2,250	2,250	700
Internet service	1,250	900	871
	<u>222,900</u>	<u>242,900</u>	<u>245,195</u>
Total support services			
	<u>222,900</u>	<u>242,900</u>	<u>245,195</u>
TOTAL GENERAL GOVERNMENT	\$ 724,375	\$ 724,375	\$ 685,208
PUBLIC SAFETY			
Police department			
Personnel			
Salaries			
Regular	\$ 1,068,506	\$ 1,068,506	\$ 1,036,403
Police pension contribution	221,267	245,000	248,335
Overtime	83,773	83,773	104,353
Part-time	50,825	50,825	48,185
Employee benefits			
Medical	209,400	209,400	164,883
Dental	15,500	15,500	12,501
Life	2,200	2,200	1,860
Other benefits	52,400	52,400	56,358
	<u>1,703,871</u>	<u>1,727,604</u>	<u>1,672,878</u>
Total personnel			
	<u>1,703,871</u>	<u>1,727,604</u>	<u>1,672,878</u>
Contractual services			
Maintenance - office equipment	450	450	438
Printing and publishing	1,500	1,500	1,296
Telephone	5,000	5,000	3,011
Cellular service	4,500	4,500	3,749
LEADS teletype	5,300	5,300	2,062
Animal control and health official	5,040	5,040	2,100
Postage	1,000	1,000	467
Dues, memberships and subscriptions	24,475	24,475	21,369
Repair and maintenance of vehicles and equipment	20,000	20,000	17,353
	<u>67,265</u>	<u>67,265</u>	<u>51,845</u>
Total contractual services			
	<u>67,265</u>	<u>67,265</u>	<u>51,845</u>
Commodities			
Office supplies	2,500	2,500	2,039
Other supplies	11,000	11,000	9,760
Uniforms	17,000	17,000	16,321
	<u>30,500</u>	<u>30,500</u>	<u>28,120</u>
Total commodities			
	<u>30,500</u>	<u>30,500</u>	<u>28,120</u>

(This schedule is continued on the following pages.)

VILLAGE OF KENILWORTH, ILLINOIS

GENERAL FUND

SCHEDULE OF DETAILED EXPENDITURES - BUDGET AND ACTUAL (Continued)

For the Year Ended April 30, 2009

	Original Budget	Final Budget	Actual
PUBLIC SAFETY (Continued)			
Police department (Continued)			
Other expenditures			
Auto allowance	\$ 4,800	\$ 4,800	\$ 4,800
Fuel	17,000	17,000	12,482
Recruitment and training	24,000	24,000	23,898
Community service	2,600	2,600	2,551
Miscellaneous expenditure	1,800	1,800	-
DUI fund expenditures	-	-	220
Total other expenditures	50,200	50,200	43,951
Capital outlay			
Machinery and equipment	8,500	8,500	8,486
Software	1,800	1,800	129
Computer equipment	10,160	10,160	10,388
Total capital outlay	20,460	20,460	19,003
Total police department	1,872,296	1,896,029	1,815,797
Fire department			
Personnel - salaries - regular	11,300	11,300	11,283
Other benefits	1,780	1,780	1,768
Contractual services - fire protection	480,000	480,000	480,469
Capital outlay - fire hydrants	6,000	6,000	2,216
Total fire department	499,080	499,080	495,736
TOTAL PUBLIC SAFETY	\$ 2,371,376	\$ 2,395,109	\$ 2,311,533
PUBLIC WORKS			
Building and grounds			
Personnel - maintenance salaries	\$ 5,750	\$ 5,750	\$ 6,135
Other benefits	2,290	2,290	2,155
Contractual services - outside maintenance	16,000	16,000	17,016
Commodities			
Building repairs - village hall	15,000	15,000	11,127
Building repairs - public works	5,000	5,000	7,542
Maintenance and other supplies	2,300	2,300	2,398
Heating, electric and water utilities	125	125	-
Capital outlay - Building improvement and alterations	50,000	50,000	32,563
Total building and grounds	96,465	96,465	78,936
Waste removal			
Personnel - salaries - regular	74,200	74,200	73,813
Personnel - salaries - overtime	2,300	2,300	1,482
Medical benefits	8,770	8,770	6,339
Dental benefits	610	610	563
Other benefits	15,900	15,900	15,215
Insurance	2,300	2,300	2,003

(This schedule is continued on the following pages.)

VILLAGE OF KENILWORTH, ILLINOIS

GENERAL FUND

SCHEDULE OF DETAILED EXPENDITURES - BUDGET AND ACTUAL (Continued)

For the Year Ended April 30, 2009

	Original Budget	Final Budget	Actual
PUBLIC WORKS (Continued)			
Waste removal (Continued)			
Contractual services			
Recycling	\$ 6,000	\$ 6,000	\$ 6,500
Waste removal - regular	147,906	147,906	151,829
Waste removal - extra	5,700	5,700	5,522
Yard waste disposal	180,000	180,000	131,916
Leaf pickup	6,000	6,000	6,000
Commodities			
Other supplies	15,500	15,500	7,052
Total waste removal	465,186	465,186	408,234
Forestry			
Contractual services			
Tree planting	15,000	34,360	28,114
Tree trimming	20,000	20,000	20,001
Tree removal	71,360	53,000	51,900
Other professional services	1,000	-	-
Total forestry	107,360	107,360	100,015
TOTAL PUBLIC WORKS	\$ 669,011	\$ 669,011	\$ 587,185
HIGHWAY AND STREETS			
Street department			
Personnel - salaries			
Regular	\$ 195,300	\$ 195,300	\$ 195,391
Overtime	8,000	8,000	11,181
Employee benefits			
Medical	38,450	38,450	35,261
Dental	2,700	2,700	2,403
Life	420	420	376
Other benefits	42,350	42,350	42,779
Total street department	287,220	287,220	287,391
Contractual services			
Telephone	750	750	1,114
Cellular service	1,500	1,500	1,042
Outside maintenance	3,500	3,500	1,600
Repair and maintenance of vehicles and equipment	17,000	17,000	16,766
Signs - traffic and streets	2,500	2,500	2,256
Maintenance - outside service	500	500	-
Dues, memberships and subscriptions	500	500	-
Total contractual services	26,250	26,250	22,778

(This schedule is continued on the following pages.)

VILLAGE OF KENILWORTH, ILLINOIS

GENERAL FUND

SCHEDULE OF DETAILED EXPENDITURES - BUDGET AND ACTUAL (Continued)

For the Year Ended April 30, 2009

	Original Budget	Final Budget	Actual
HIGHWAY AND STREETS (Continued)			
Commodities			
Office supplies	\$ 425	\$ 425	\$ 413
Other supplies	3,000	3,000	1,173
Maintenance supplies	15,000	35,000	35,834
Equipment rental	1,000	1,000	-
Uniforms	1,000	1,000	893
Total commodities	<u>20,425</u>	<u>40,425</u>	<u>38,313</u>
Other expenditures			
Auto allowance	4,800	4,800	4,800
Recruitment and training	500	500	114
Fuel	10,000	10,000	9,801
Total other expenditures	<u>15,300</u>	<u>15,300</u>	<u>14,715</u>
Capital outlay			
Machinery and equipment	20,000	20,000	4,743
Computer equipment	8,660	8,660	9,613
Vehicles	13,420	13,420	-
Street and sidewalk improvement	49,000	29,000	22,015
Total capital outlay	<u>91,080</u>	<u>71,080</u>	<u>36,371</u>
Street lighting			
Personnel - salaries - regular	25,700	25,700	23,651
Personnel - salaries - overtime	2,000	2,000	2,358
Other benefits	12,945	12,945	11,543
Contractual services			
Repairs and maintenance	3,000	3,000	5,482
Commodities			
Other supplies	4,500	4,500	5,205
Heating, electric and water utilities	20,000	20,000	18,814
Other expenses - cabling, posts and lanterns	9,000	9,000	8,317
Total street lighting	<u>77,145</u>	<u>77,145</u>	<u>75,370</u>
TOTAL HIGHWAY AND STREETS	<u>\$ 517,420</u>	<u>\$ 517,420</u>	<u>\$ 474,938</u>

(This schedule is continued on the following page.)

VILLAGE OF KENILWORTH, ILLINOIS

GENERAL FUND

SCHEDULE OF DETAILED EXPENDITURES - BUDGET AND ACTUAL (Continued)

For the Year Ended April 30, 2009

	Original Budget	Final Budget	Actual
CULTURE AND RECREATION			
Beach			
Personnel			
Salaries			
Part-time	\$ 27,000	\$ 27,000	\$ 25,711
Other benefits	2,372	2,372	2,250
Contractual services			
Printing and publishing	500	500	-
Telephone	200	200	258
Miscellaneous	1,500	1,500	1,061
Laboratory services	600	600	(1,124)
Commodities			
Other supplies	2,500	2,500	2,026
Other - recruitment and training	400	400	60
Capital outlay	1,000	1,000	952
Total beach	<u>36,072</u>	<u>36,072</u>	<u>31,194</u>
TOTAL CULTURE AND RECREATION	<u>\$ 36,072</u>	<u>\$ 36,072</u>	<u>\$ 31,194</u>
DEBT SERVICE			
Principal	\$ 103,036	\$ 103,036	\$ 115,337
Interest	2,061	2,061	3,178
TOTAL DEBT SERVICE	<u>\$ 105,097</u>	<u>\$ 105,097</u>	<u>\$ 118,515</u>
TOTAL EXPENDITURES	<u>\$ 4,423,351</u>	<u>\$ 4,447,084</u>	<u>\$ 4,208,573</u>

(See independent auditor's report.)

VILLAGE OF KENILWORTH, ILLINOIS

DEBT SERVICE FUNDS

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

For the Year Ended April 30, 2009

	Original Budget	Final Budget
REVENUES		
Property taxes	\$ 629,958	\$ 469,855
Investment income	-	-
	<u>629,958</u>	<u>469,855</u>
EXPENDITURES		
Debt Service		
Principal	351,964	195,000
Interest	277,994	274,855
Bond issuance costs	-	-
	<u>629,958</u>	<u>469,855</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>\$ -</u>	<u>\$ -</u>
OTHER FINANCING SOURCES (USES)		
Intrafund transfers		
Total other financing sources (uses)		
NET CHANGE IN FUND BALANCE		
FUND BALANCE, MAY 1		
FUND BALANCE, APRIL 30		

(See independent auditor's report.)

Alternate Bond and Interest Series 1999	Refunding Bond and Interest Series 2006	Refunding Bond and Interest Series 2007	Limited General Obligation Series 2007	Total
\$ -	\$ -	\$ 429,116	\$ 15,300	\$ 444,416
2,797	-	4,412	-	7,209
2,797	-	433,528	15,300	451,625
-	-	180,000	15,000	195,000
-	-	140,778	10,506	151,284
-	-	350	-	350
-	-	321,128	25,506	346,634
2,797	-	112,400	(10,206)	104,991
(254,939)	(462,533)	716,523	949	-
(254,939)	(462,533)	716,523	949	-
(252,142)	(462,533)	828,923	(9,257)	104,991
252,142	462,533	(113,751)	9,257	610,181
\$ -	\$ -	\$ 715,172	\$ -	\$ 715,172

NONMAJOR GOVERNMENTAL FUNDS

VILLAGE OF KENILWORTH, ILLINOIS

NONMAJOR GOVERNMENTAL FUNDS

COMBINING BALANCE SHEET

April 30, 2009

	Special Revenue			
	Sewer Service	Motor Fuel Tax	E-911	Total
ASSETS				
Cash	\$ 462,643	\$ 383,805	\$ 186,728	\$ 1,033,176
Accounts receivable	15,957	-	1,093	17,050
Due from other funds	7,949	-	-	7,949
TOTAL ASSETS	\$ 486,549	\$ 383,805	\$ 187,821	\$ 1,058,175
LIABILITIES AND FUND BALANCES				
LIABILITIES				
Accounts payable	\$ 521	\$ -	\$ 3,001	\$ 3,522
Total liabilities	521	-	3,001	3,522
FUND BALANCES				
Reserved	486,028	383,805	184,820	1,054,653
TOTAL LIABILITIES AND AND FUND BALANCES	\$ 486,549	\$ 383,805	\$ 187,821	\$ 1,058,175

(See independent auditor's report.)

VILLAGE OF KENILWORTH, ILLINOIS

NONMAJOR GOVERNMENTAL FUNDS

COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES

For the Year Ended April 30, 2009

	Special Revenue			Total
	Sewer Service	Motor Fuel Tax	E-911	
REVENUES				
Property taxes	\$ 160,103	\$ -	\$ -	\$ 160,103
Surcharge revenue	-	-	76,285	76,285
Sewer charges	76,653	-	-	76,653
Intergovernmental	-	65,684	-	65,684
Investment income	6,626	6,860	2,144	15,630
Total revenues	243,382	72,544	78,429	394,355
EXPENDITURES				
Current				
Public works	1,014	4,966	-	5,980
Public safety	-	-	22,267	22,267
Debt service				
Principal	156,964	-	-	156,964
Interest	3,139	-	-	3,139
Capital outlay	19,437	-	-	19,437
Total expenditures	180,554	4,966	22,267	207,787
EXCESS OF REVENUES OVER EXPENDITURES	62,828	67,578	56,162	186,568
OTHER FINANCING SOURCES (USES)				
Transfers (out)	-	-	(4,500)	(4,500)
Total other financing sources (uses)	-	-	(4,500)	(4,500)
NET CHANGE IN FUND BALANCES	62,828	67,578	51,662	182,068
FUND BALANCES, MAY 1	423,200	316,227	133,158	872,585
FUND BALANCES, APRIL 30	\$ 486,028	\$ 383,805	\$ 184,820	\$ 1,054,653

(See independent auditor's report.)

VILLAGE OF KENILWORTH, ILLINOIS

SEWER SERVICE FUND

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

For the Year Ended April 30, 2009

	Original Budget	Final Budget	Actual
REVENUES			
Property taxes	\$ -	\$ 160,103	\$ 160,103
Sewer charges	90,000	90,000	76,653
Investment income	8,750	8,750	6,626
Total revenues	<u>98,750</u>	<u>258,853</u>	<u>243,382</u>
EXPENDITURES			
Current			
Engineering	10,000	10,000	1,014
Debt service			
Principal	-	156,964	156,964
Interest	-	3,139	3,139
Capital outlay	47,000	47,000	19,437
Total expenditures	<u>57,000</u>	<u>217,103</u>	<u>180,554</u>
NET CHANGE IN FUND BALANCE	<u>\$ 41,750</u>	<u>\$ 41,750</u>	62,828
FUND BALANCE, MAY 1			<u>423,200</u>
FUND BALANCE, APRIL 30			<u>\$ 486,028</u>

(See independent auditor's report.)

VILLAGE OF KENILWORTH, ILLINOIS

MOTOR FUEL TAX FUND

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

For the Year Ended April 30, 2009

	Original Budget	Final Budget	Actual
REVENUES			
Intergovernmental	\$ 68,000	\$ 68,000	\$ 65,684
Investment income	8,500	8,500	6,860
Total revenues	<u>76,500</u>	<u>76,500</u>	<u>72,544</u>
EXPENDITURES			
Engineering services	<u>15,000</u>	<u>15,000</u>	<u>4,966</u>
Total expenditures	<u>15,000</u>	<u>15,000</u>	<u>4,966</u>
NET CHANGE IN FUND BALANCE	<u><u>\$ 61,500</u></u>	<u><u>\$ 61,500</u></u>	<u>67,578</u>
FUND BALANCE, MAY 1			<u>316,227</u>
FUND BALANCE, APRIL 30			<u><u>\$ 383,805</u></u>

(See independent auditor's report.)

VILLAGE OF KENILWORTH, ILLINOIS

E-911 FUND

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

For the Year Ended April 30, 2009

	Original Budget	Final Budget	Actual
REVENUES			
Surcharge revenue	\$ 69,550	\$ 69,550	\$ 76,285
Investment income	4,500	4,500	2,144
Total revenues	<u>74,050</u>	<u>74,050</u>	<u>78,429</u>
EXPENDITURES			
Current			
Public safety	<u>21,000</u>	<u>21,000</u>	<u>22,267</u>
Total expenditures	<u>21,000</u>	<u>21,000</u>	<u>22,267</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	53,050	53,050	56,162
OTHER FINANCING SOURCES (USES)			
Transfers (out)	<u>(4,500)</u>	<u>(4,500)</u>	<u>(4,500)</u>
NET CHANGE IN FUND BALANCE	<u>\$ 48,550</u>	<u>\$ 48,550</u>	51,662
FUND BALANCE, MAY 1			<u>133,158</u>
FUND BALANCE, APRIL 30			<u>\$ 184,820</u>

(See independent auditor's report.)

MAJOR ENTERPRISE FUNDS

VILLAGE OF KENILWORTH, ILLINOIS

WATERWORKS SYSTEM FUND
 SCHEDULE OF REVENUES, EXPENSES, AND
 CHANGES IN NET ASSETS - BUDGET AND ACTUAL

For the Year Ended April 30, 2009

	Original Budget	Final Budget	Actual
OPERATING REVENUES			
Charges for services	\$ 976,700	\$ 976,700	\$ 818,430
Miscellaneous	660	660	343
Total operating revenues	977,360	977,360	818,773
OPERATING EXPENSES			
Personnel			
Salaries			
Regular	308,500	308,500	293,384
Overtime	15,000	21,700	23,128
Compensated absences	-	-	4,509
Employee benefits			
Medical	71,000	64,300	61,206
Dental	5,050	5,050	4,367
Life	480	480	429
Other benefits	66,130	66,130	65,663
Total personnel expenses	466,160	466,160	452,686
Contractual services			
Village Attorney	13,000	13,000	10,262
Engineering and professional fees			
Printing and publishing	1,500	1,500	1,250
Telephone and internet	10,000	10,000	12,628
Outside maintenance	5,000	5,000	1,880
Professional services	5,000	5,000	385
Postage	2,000	2,000	2,238
Dues, memberships and subscriptions	600	600	325
Equipment rental	300	300	-
Repairs and maintenance	341,800	341,800	26,862
Total contractual services	379,200	379,200	55,830
Commodities			
Office supplies	300	300	488
Maintenance supplies	5,000	5,000	4,271
Heating, electric and water utilities	38,000	38,000	39,940
Uniforms	1,200	1,200	1,266
Chemicals	12,000	12,000	12,010
Sewer use charge	2,500	2,500	1,625
Total commodities	59,000	59,000	59,600

(This schedule is continued on the following page.)

VILLAGE OF KENILWORTH, ILLINOIS

WATERWORKS SYSTEM FUND
 SCHEDULE OF REVENUES, EXPENSES, AND
 CHANGES IN NET ASSETS - BUDGET AND ACTUAL (Continued)

For the Year Ended April 30, 2009

	Original Budget	Final Budget	Actual
OPERATING EXPENSES (Continued)			
Other expenses			
Auto allowance	\$ 4,800	\$ 4,800	\$ 4,800
Fuel	6,000	6,000	5,291
Recruitment and training	1,500	1,500	1,173
Miscellaneous	17,660	17,660	7,886
Total other expenses	29,960	29,960	19,150
Depreciation	-	-	178,059
Total operating expenses	934,320	934,320	765,325
OPERATING INCOME	43,040	43,040	53,448
NONOPERATING REVENUES (EXPENSES)			
Investment income	7,000	7,000	2,024
Bond interest and fiscal charges	(180,743)	(180,743)	(192,451)
Bond principal	(120,000)	(120,000)	(120,000)
Total nonoperating expenses (expenses)	(293,743)	(293,743)	(310,427)
ADJUSTMENT TO GAAP			
Bond principal	120,000	120,000	120,000
CHANGE IN NET ASSETS	\$ (130,703)	\$ (130,703)	(136,979)
NET ASSETS, MAY1			1,737,396
NET ASSETS, APRIL 30			\$ 1,600,417

(See independent auditor's report.)

FIDUCIARY FUNDS

VILLAGE OF KENILWORTH, ILLINOIS

POLICE PENSION FUND

SCHEDULE OF CHANGES IN NET ASSETS - BUDGET AND ACTUAL

For the Year Ended April 30, 2009

	Original Budget	Final Budget	Actual
ADDITIONS			
Contributions			
Employer	\$ 221,267	\$ 245,000	\$ 248,335
Participants	88,880	88,880	83,549
Other	-	-	600
Total contributions	<u>310,147</u>	<u>333,880</u>	<u>332,484</u>
INVESTMENT INCOME			
Net appreciation (depreciation) in fair value of investments	-	-	(692,387)
Investment income	15,500	15,500	185,158
	<u>15,500</u>	<u>15,500</u>	<u>(507,229)</u>
Less investment expense	<u>(19,750)</u>	<u>(19,750)</u>	<u>(14,476)</u>
Net investment income	<u>(4,250)</u>	<u>(4,250)</u>	<u>(521,705)</u>
Total additions	<u>305,897</u>	<u>329,630</u>	<u>(189,221)</u>
DEDUCTIONS			
Administrative	6,725	6,725	6,928
Pension benefits and refunds	374,920	485,394	484,161
Total deductions	<u>381,645</u>	<u>492,119</u>	<u>491,089</u>
NET INCREASE (DECREASE)	<u>\$ (75,748)</u>	<u>\$ (162,489)</u>	<u>(680,310)</u>
NET ASSETS HELD IN TRUST FOR PENSION BENEFITS			
MAY 1			<u>5,273,685</u>
APRIL 30			<u>\$ 4,593,375</u>

(See independent auditor's report.)

SUPPLEMENTAL DATA

VILLAGE OF KENILWORTH, ILLINOIS

LONG-TERM DEBT REQUIREMENTS

SCHEDULE OF GENERAL OBLIGATION REFUNDING BONDS,
ALTERNATE REVENUE SOURCE, SERIES 2006B

April 30, 2009

Date of Issue	August 15, 2006
Date of Maturity	December 1, 2030
Authorized Issue	\$4,655,000
Denomination of Bonds	\$5,000
Interest Rates	3.900% to 4.200%
Paying Agent	J.P. Morgan Trust Company
Purpose of Issue	To refund the General Obligation (Alternate Revenue Source), 2002
Interest Dates	June and December

CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Requirements			Interest Due on			
	Principal	Interest	Totals	June 1	Amount	Dec. 1	Amount
2010	\$ 125,000	\$ 175,463	\$ 300,463	2009	\$ 87,732	2009	\$ 87,731
2011	130,000	170,588	300,588	2010	85,294	2010	85,294
2012	135,000	165,518	300,518	2011	82,759	2011	82,759
2013	140,000	160,253	300,253	2012	80,127	2012	80,126
2014	145,000	154,793	299,793	2013	77,397	2013	77,396
2015	155,000	149,138	304,138	2014	74,569	2014	74,569
2016	160,000	142,938	302,938	2015	71,469	2015	71,469
2017	165,000	136,538	301,538	2016	68,269	2016	68,269
2018	170,000	129,938	299,938	2017	64,969	2017	64,969
2019	180,000	123,138	303,138	2018	61,569	2018	61,569
2020	185,000	115,938	300,938	2019	57,969	2019	57,969
2021	195,000	108,538	303,538	2020	54,269	2020	54,269
2022	200,000	100,640	300,640	2021	50,320	2021	50,320
2023	210,000	92,540	302,540	2022	46,270	2022	46,270
2024	220,000	83,930	303,930	2023	41,965	2023	41,965
2025	225,000	74,910	299,910	2024	37,455	2024	37,455
2026	235,000	65,573	300,573	2025	32,787	2025	32,786
2027	245,000	55,820	300,820	2026	27,910	2026	27,910
2028	255,000	45,653	300,653	2027	22,827	2027	22,826
2029	265,000	35,070	300,070	2028	17,535	2028	17,535
2030	280,000	23,940	303,940	2029	11,970	2029	11,970
2031	290,000	12,180	302,180	2030	6,090	2030	6,090
	<u>\$ 4,310,000</u>	<u>\$ 2,323,037</u>	<u>\$ 6,633,037</u>		<u>\$ 1,161,521</u>		<u>\$ 1,161,516</u>

(See independent auditor's report.)

VILLAGE OF KENILWORTH, ILLINOIS

LONG-TERM DEBT REQUIREMENTS

SCHEDULE OF GENERAL OBLIGATION REFUNDING BONDS, SERIES 2007

April 30, 2009

Date of Issue	January 15, 2007
Date of Maturity	December 1, 2018
Authorized Issue	\$3,765,000
Denomination of Bonds	\$5,000
Interest Rates	3.600% to 3.900%
Paying Agent	J.P. Morgan Trust Company
Purpose of Issue	To refund the General Obligation (Alternate Revenue Source), 1999
Interest Dates	June and December

CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Requirements			June 1	Interest Due on		
	Principal	Interest	Totals		Amount	Dec. 1	Amount
2010	\$ 310,000	\$ 134,298	\$ 444,298	2009	\$ 67,149	2009	\$ 67,149
2011	315,000	123,138	438,138	2010	61,569	2010	61,569
2012	325,000	111,798	436,798	2011	55,899	2011	55,899
2013	340,000	100,098	440,098	2012	50,049	2012	50,049
2014	350,000	87,688	437,688	2013	43,844	2013	43,844
2015	365,000	74,738	439,738	2014	37,369	2014	37,369
2016	375,000	61,050	436,050	2015	30,525	2015	30,525
2017	390,000	46,800	436,800	2016	23,400	2016	23,400
2018	400,000	31,785	431,785	2017	15,893	2017	15,892
2019	415,000	16,185	431,185	2018	8,093	2018	8,092
	<u>\$ 3,585,000</u>	<u>\$ 787,578</u>	<u>\$ 4,372,578</u>		<u>\$ 393,790</u>		<u>\$ 393,788</u>

(See independent auditor's report.)