

**COMPREHENSIVE
ANNUAL
FINANCIAL
REPORT**



for the year ended
APRIL 30, 2013

VILLAGE OF DEERFIELD, ILLINOIS

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COMPREHENSIVE ANNUAL
FINANCIAL REPORT

For the Year Ended
April 30, 2013

Prepared by Finance Department

Eric L. Burk
Director of Finance

VILLAGE OF DEERFIELD, ILLINOIS
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VILLAGE OF DEERFIELD, ILLINOIS

PRINCIPAL OFFICIALS

April 30, 2013

LEGISLATIVE

VILLAGE BOARD OF TRUSTEES

Harriet E. Rosenthal, Mayor

Robert L. Benton

Thomas L. Jester

Mary M. Oppenheim

William S. Seiden

Barbara J. Struthers

Alan L. Farkas

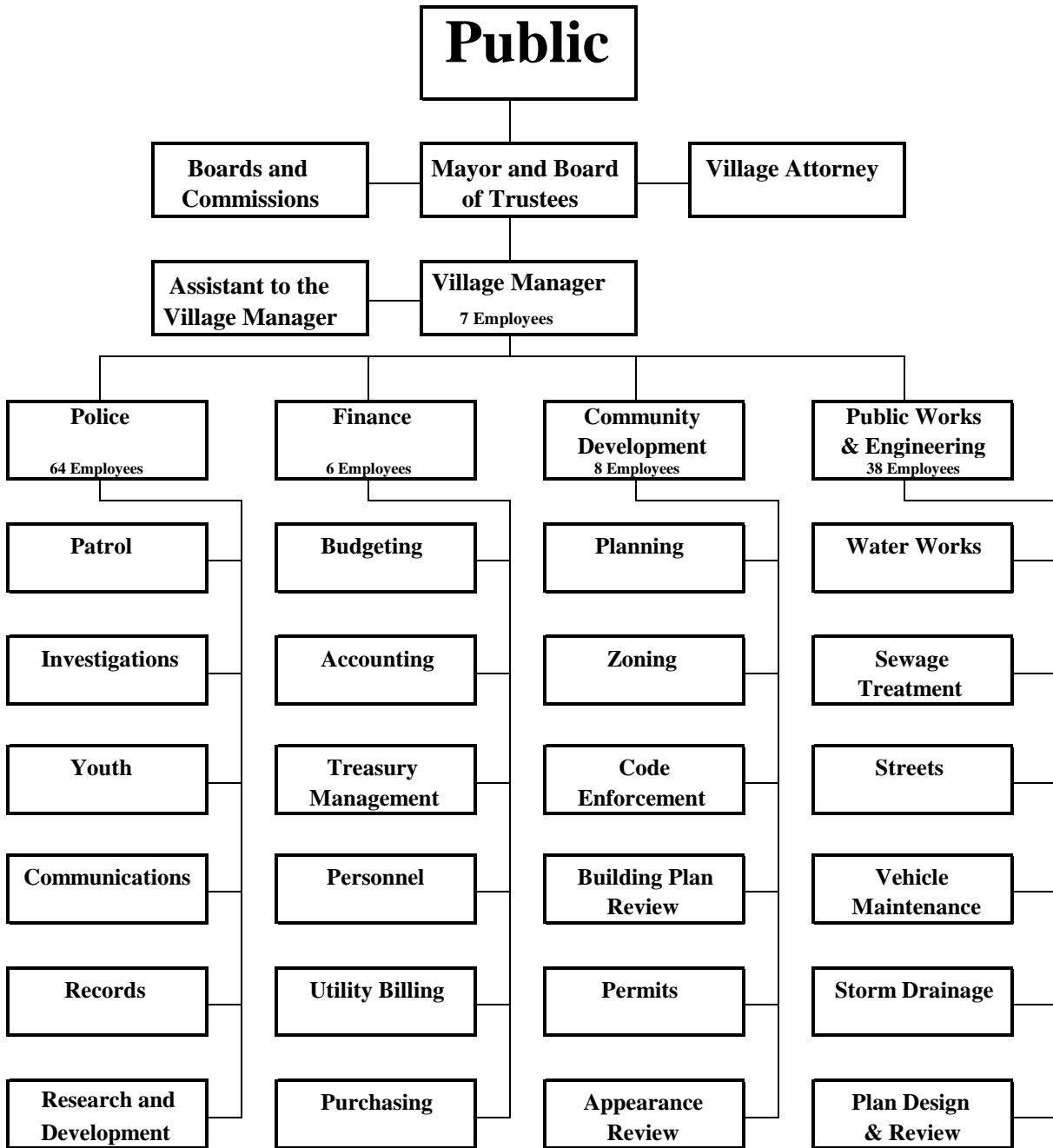
Kent Street, Clerk

ADMINISTRATIVE

Kent Street, Village Manager

FINANCE DEPARTMENT

Eric L. Burk
Director of Finance/Treasurer





Government Finance Officers Association

**Certificate of
Achievement
for Excellence
in Financial
Reporting**

Presented to

**Village of Deerfield
Illinois**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

April 30, 2012

Executive Director/CEO



VILLAGE OF DEERFIELD

September 25, 2013

Honorable Mayor and
Members of the Board of Trustees
Citizens of the Village of Deerfield

The Comprehensive Annual Financial Report (“CAFR”) of the Village of Deerfield (the “Village”) for the year ended April 30, 2013 is submitted herewith. This report represents a comprehensive picture of the Village's financial activities during Fiscal Year 2012/13 and the financial condition of its various funds at April 30, 2013. The Village is required to issue annually a report of its financial position and activity presented in conformance with generally-accepted accounting principles (“GAAP”) and audited in accordance with generally-accepted auditing standards by an independent firm of certified public accountants. Although formally addressed to the elected officials and citizens of Deerfield, this financial report has numerous other users. Foremost among the other users are the bondholders of the Village, financial institutions, educational institutions and other governmental entities.

Responsibility for both the accuracy of the data presented as well as the completeness and fairness of the presentation, including all disclosures, rests with the Village. We believe the data, as presented, is accurate in all material respects; that it is presented in a manner designed to fairly set forth the financial position of the Village and the results of its operations as measured by the financial activity of its various funds; and that all disclosures necessary to enable the reader to gain the maximum understanding of the Village's financial affairs have been included.

SikichLLP, Certified Public Accountants, have issued an unmodified (“clean”) opinion on the Village of Deerfield's financial statements for the year ended April 30, 2013. The independent auditor's report is located at the front of the financial section of this report.

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

Profile of the Government

The Village of Deerfield was incorporated in 1903 and operates under the council/manager form of government. The legislative body consists of the Mayor and Board of six Trustees, all elected on an at-large basis to overlapping four-year terms. The Village Manager is responsible for the day-to-day operation of the Village. The Village is a home rule municipality as defined by the Illinois Constitution. Located approximately 25 miles north of the City of Chicago, in both Cook and Lake Counties, the Village occupies a land area of 7.0 square miles and has a certified 2010 Census of 18,458. Additional demographic information may be found in the statistical section of this report.

The Village provides a number of general governmental services including police protection, water and sewer utilities including sewerage treatment, street construction and maintenance, code enforcement, planning and zoning and general administrative services. Fire protection service is provided by a separate fire protection district.

The financial reporting entity of the Village of Deerfield is comprised of all funds of the primary government

(i.e., the Village of Deerfield as legally defined) and its pension trust fund: the Deerfield Police Pension Fund. This fund was determined to be a pension trust fund due to its fiduciary and fiscal relationship with the Village as its sole purpose is to provide retirement benefits to the Village's sworn police officers. No other legally separate entity qualifies as a component unit of the Village.

Accounting System and Budgetary Control

The accounts of the Village are organized on the basis of funds, each of which is considered a separate and distinct accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues and expenditures. Revenues are allocated to and accounted for in individual funds based upon the purpose for which they are to be expended and the means by which spending activities are controlled. The accounting records for general governmental operations are maintained on the modified accrual basis, with revenues being recorded when available and measurable and expenditures being recorded when materials or services are received and the liability is incurred. Accounting records for the Village's enterprise funds, internal service funds, agency funds and pension trust fund are maintained on the accrual basis of accounting.

Management of the Village is responsible for establishing and maintaining a system of internal accounting controls. These controls are designed to assure that the assets of the Village are safeguarded against any material loss, theft or misuse. These controls assure that the financial statements are in conformity with generally accepted accounting principles. Internal accounting controls are designed to provide reasonable, but not absolute, assurance that control objectives will be met. The concept of reasonable assurance recognizes that (1) the cost of control should not exceed the benefits likely to be derived; and (2) the evaluation of costs and benefits require estimates and judgment by Management.

The annual budget serves as the foundation for the Village's financial planning and control. State law requires that a municipality operating under the budget system adopt its annual budget prior to the start of its fiscal year. Through the budget, spending authority is conveyed by expenditure object. The legal level of budgetary control is the department level, or, where no departmental segregation of a fund exists, the fund level.

Factors Affecting Financial Condition

Economic Outlook. There are several measures of economic health for local governments. Four of the more objective measures or indicators are local employment levels, retail sales activity, family income levels and construction activity.

Employment levels in the Village have always surpassed that of Lake and Cook Counties and the State of Illinois as a whole. As of April 30, 2013 the Village's unemployment rate was estimated to be 5.3%, compared to 8.1% for Lake County, 8.7% for the State of Illinois and 6.2% for the United States.

The slow but positive recovery in the national and state economy is reflected in the economy of the surrounding local area. The Village base sales tax revenue (which represents 1% of the total eligible sales), net of the Walgreen's sales tax rebate, decreased approximately 2% (\$78,000) from 2012 due to a number of retailers, including a significant chain, closing during the year. Walgreen National's activity increased from the prior year (pursuant to a sales tax sharing agreement, 80% of the Village share of the sales tax received from them is rebated back) which minimized the overall loss of revenue from the loss of retailers.

Median family income figures from 2010 Census estimates demonstrate that the average income of Deerfield residents far exceeds county and state averages. According to the Census Bureau, Deerfield's 2010 median family income was \$132,785, compared to \$68,236 for the State of Illinois and \$62,982 for the United States. This ranked Deerfield among the wealthiest communities in the State of Illinois. The median family income has increased approximately 30% from the 2000 Census figure.

Commercial and residential construction activity continued to improve compared to the prior year in the number of permits issued. Much of this value was in commercial and residential remodeling. Overall permit revenue increased 68% to \$1,168,462 due to several large commercial permits. Foreclosure rates remained low; with approximately 35 to 40 single family homes out of the Village's 6,500 in this status during the year.

Long-term Financial Planning. The Village utilizes a 5 year Capital Improvement Program ("CIP") to address major capital and infrastructure improvements. For a project to be included in the CIP, it must involve the creation or purchase of a tangible asset with an original cost of at least \$25,000 and a useful life of more than one year. Projects that are programmed for the first year of the CIP (i.e., the upcoming budget year) are most closely scrutinized in the capital planning process because associated funding must be provided in that budget. Until recently, the Village had primarily followed a "pay-as-you-go" funding strategy for maintenance and replacement of assets and had issued limited debt for new projects. Capital grants are sought at the state and local level for eligible projects. Due to the significant cost of the reconstruction, new debt in the amount of \$9.075 million was issued during the year. \$3.2 million was issued to finance the final portion of the Wastewater Treatment Plant construction. \$5.875 million was issued to finance the final portion of the Library Improvement Project. No additional debt issuance is planned for calendar 2013.

Major Initiatives

The Village completed construction on the replacement of the waste water treatment facility. Funding for the first phase of the new treatment plant was obtained as part of a Build America Bond issuance in fall of 2010; the second phase was funded through a combination of regular tax exempt general obligation bonds and Qualified Energy Conservation Bonds. The final funding came from regular tax exempt general obligation bonds issued in early 2013.

As part of the regular budget planning process, Village staff has presented the Board with a capital projects program that will require significant expenditures over the next five year period. These include road reconstruction and completion of the Wastewater treatment plant and library reconstruction mentioned above. For FY 2013A, the major funding sources will be balances in the Infrastructure Fund, state and federal grants, the home rule tax revenue and a planned draw down of the General Fund's Fund Balance.

Awards and Acknowledgments

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Village of Deerfield for its comprehensive annual financial report for the fiscal year ended April 30, 2012. The Certificate of Achievement is a prestigious national award, recognizing conformance with the highest standards for preparation of state and local government financial reports. In order to be awarded a Certificate of Achievement, a governmental unit must publish an easily readable and efficiently organized comprehensive annual financial report (CAFR) whose contents conform to program standards. Such CAFR must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. The Village of Deerfield has received a Certificate of Achievement for the last twenty-eight years. We believe our current report continues to conform to the Certificate of Achievement program requirements, and we are submitting it to the GFOA.

In addition, the Village also received the GFOA's Distinguished Budget Presentation Award for its annual budget document dated May 1, 2012. In order to qualify for the Distinguished Budget Presentation Award, the Village's budget document had to be judged proficient as a policy document, a financial plan, an operations guide and a communications device.

The preparation of the comprehensive annual financial report was made possible by the dedicated service of the entire staff of the Finance Department. Each member of the Department has my sincere appreciation for the contributions made in the preparation of this report. In particular, I would like to acknowledge the work of Richard Jett, Village Accountant, for his efforts in continuing to efficiently administer the accounting systems of the Village.

Finally, appreciation is expressed to the Village President and Board of Trustees for their leadership and support in planning and conducting the fiscal affairs of the Village in a responsible manner.

Respectfully submitted,



Eric L. Burk
Director of Finance/Treasurer

INDEPENDENT AUDITOR'S REPORT

The Honorable President
Members of the Board of Trustees
Village of Deerfield, 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 Deerfield, Illinois (the Village), as of and for the year ended April 30, 2013, which collectively comprise the Village's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinions

In our opinion, the 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, as of April 30, 2013, and the respective changes in financial position, and, where applicable, cash flows, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Emphasis of Matter

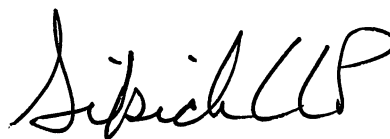
The Village adopted GASB Statement No. 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources and Net Position* and GASB Statement No. 65, *Items Previously Reported as Assets and Liabilities*, during the year ended April 30, 2013. Statement No. 63 added new classifications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

Other Matters

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

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

accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole. The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

A handwritten signature in black ink, appearing to read "Sipich CP". The signature is written in a cursive style with a large, prominent initial "S".

Naperville, Illinois
September 25, 2013

VILLAGE OF DEERFIELD, ILLINOIS

MANAGEMENT'S DISCUSSION AND ANALYSIS

April 30, 2013

The Village of Deerfield (the "Village") management's discussion and analysis 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 year challenges), (4) identify any material deviations from the financial plan (the approved budget) and (5) identify individual fund issues or concerns.

Since Management's Discussion and Analysis (MD&A) is designed to focus on the current year's activities, resulting changes and currently known facts, please read it in conjunction with the Transmittal Letter (beginning on page iv) and the Village's financial statements (beginning on page 3).

Financial Highlights

- The Village's General Fund ended the year with total revenues exceeding total expenditures by \$2,991,312. Combined with other financing net uses of \$2,480,065, the April 30, 2013 fund balance increased by \$511,247.
- Economy sensitive revenues, i.e. sales, income, and hotel/motel taxes rebounded again from the prior year. Building permit revenue (\$1,168,462) exceeded current year expectation (\$525,000) and prior year actual (\$693,975), primarily due to large office remodeling projects.
- Hotel/motel tax revenue increased 12% to \$1,826,051; business travel is the primary reason for stays at Deerfield hotels. All six of the Deerfield hotels remained open during the year.
- The Village collected \$1,320,356 from the Electric Utility tax and \$1,430,126 from the Simplified Telecommunications tax.
- The Village retired \$1,820,000 of general obligation debt during the year, including the final payment on bonds supported by the Water Fund. The Village issued \$9,075,000 of new general obligation debt, \$3,200,000 as the final funding for the Wastewater Treatment Plant and \$5,875,000 for the Library Improvement Project. The total balance of debt outstanding as of April 30, 2013 was \$56,555,000. No new debt is anticipated in the next fiscal year.
- The Village completed construction of its new Wastewater Treatment Plant.
- Implemented an infrastructure maintenance fee of ½ of 1% of the project value, which amounted to \$239,073 during the fiscal year.

USING THE FINANCIAL SECTION OF THIS COMPREHENSIVE ANNUAL FINANCIAL REPORT

The financial statement's focus is on both the Village as a whole (government-wide) and on the major individual funds. Both perspectives (government-wide and major fund) allow the user to address relevant questions, broaden a basis for comparison (year-to-year or government-to-government) and enhance the Village's accountability.

Government-Wide Financial Statements

The government-wide financial statements (see pages 3 - 5) are designed to be corporate-like in that all governmental and business-type activities are consolidated into columns that add to a total for the Primary Government. The focus of the Statement of Net Position (the "Unrestricted Net Position") is designed to be similar to bottom line results for the Village and its governmental and business-type activities. This statement combines and consolidates the governmental fund's current financial resources (short-term spendable resources) with capital assets and long-term obligations using the accrual basis of accounting and economic resources measurement focus.

The Statement of Activities (see pages 4 - 5) is focused on both the gross and net cost of various activities (including governmental and business-type), which are supported by the government's general taxes and other resources. This is intended to summarize and simplify the user's analysis of the cost of various governmental services and/or subsidy to various business-type activities.

The governmental activities reflect the Village's basic services, including police, public works, engineering and administration. Property tax, shared state sales tax, local hotel/motel tax and shared state income taxes finance the majority of these services. The business-type activities reflect private sector type operations (Water, Sewer, Refuse

VILLAGE OF DEERFIELD, ILLINOIS MANAGEMENT'S DISCUSSION AND ANALYSIS

Disposal and Commuter Parking) where the charges for services typically cover all or most of the cost of operation, including depreciation.

Fund Financial Statements

Traditional users of governmental financial statements will find the fund financial statements presentation more familiar. A fund is an accountability unit used to maintain control over resources segregated for specific activities or objectives. The Village uses funds to ensure and demonstrate compliance with finance-related laws and regulations. Within the basic financial statements, fund financial statements focus on the Village's most significant funds rather than the Village as a whole. Major funds are separately reported while all others are combined into a single, aggregated presentation. Individual fund data for non-major funds is provided in the form of combining statements in a later section of this report.

The governmental major funds (see pages 6 – 10) are reported in the fund financial statements and encompass essentially the same functions reported as governmental activities in the government-wide financial statements. However, governmental fund statements report short-term fiscal accountability focusing on the use of spendable resources and balances of spendable resources available at the end of the year. They are useful in evaluating annual financing requirements of governmental programs and the commitment of spendable resources for the near-term.

The government-wide financial statements provide a long-term view. Comparisons between the individual governmental fund statements and the government-wide statements provide information about financing decisions and the amount invested in maintaining and improving infrastructure. These two perspectives can provide insight into the long-term impact of short-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures and changes in fund balances reconcile the differences between these two perspectives.

Budgetary comparison schedules for other funds can be found in a later section of this report. These statements and schedules demonstrate compliance with the Village's budget.

Proprietary or business-type activity funds (see pages 12 - 15) reported in the fund financial statements are for those services for which the Village charges customers a fee. There are two kinds of proprietary funds, enterprise and internal service. Enterprise funds essentially encompass the same functions reported as business-type activities in the government-wide statements. Enterprise fund services are primarily provided to customers external to the Village organization such as those of the water and sewer utilities, commuter parking lots and refuse function. Internal service funds provide services and charge fees to customers within the Village organization such as equipment services (repair and maintenance of Village vehicles). Internal services are to both the governmental and business-type activities of the government-wide financial statements.

Proprietary fund statements provide both long-term and short-term financial information consistent with the focus provided by the government-wide financial statements, but with more detail for major enterprise funds. Individual fund information for internal service funds and non-major enterprise funds is found in combining statements in a later section of this report.

Fiduciary funds (see pages 16 - 17) such as the employee pension plans are reported in the fiduciary fund financial statements, but are excluded from the government-wide reporting. Fiduciary fund financial statements report resources that are not available to fund Village programs. Fiduciary fund financial statements report similarly to proprietary funds.

The accompanying notes to the financial statements provide information essential to a full understanding of the government-wide and fund financial statements. The notes to the financial statements begin on page 18 of this report.

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the Village's funding of pension benefit obligations to its employees and budget information.

Major funds and component units are reported in the basic financial statements as discussed. Combining and individual statements and schedules for non-major and internal service funds are presented in a subsequent section of this report.

**VILLAGE OF DEERFIELD, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS**

FINANCIAL ANALYSIS OF THE VILLAGE AS A WHOLE

The Village implemented the new financial reporting model (GASB #34) beginning with the fiscal year that ended April 30, 2004. Over time, as year-to-year financial information is accumulated on a consistent basis, changes in net position may be observed and used to discuss the changing financial position of the Village as a whole.

**STATEMENT OF NET POSITION – Village of Deerfield
(in millions of dollars)**

	Governmental Activities		Business-type Activities		Total – Primary Govt.	
	2013	2012	2013	2012	2013	2012
Current & Other Assets	50.48	53.90	1.98	1.82	52.46	55.72
Capital Assets	70.56	70.21	59.83	48.36	130.39	118.57
Total Assets	121.04	124.11	61.81	50.18	182.85	174.29
Long-Term Liabilities	57.23	49.38	0.26	0.28	57.49	49.66
Other Liabilities	6.02	8.44	.67	1.01	6.69	9.45
Total Liabilities	63.25	57.82	.93	1.29	64.18	59.11
Deferred Inflows of Resources	4.20	3.54	.90	.88	5.1	4.42
Total Liabilities and Deferred Inflows of Resources	67.45	61.36	1.83	2.17	69.28	63.53
Net Position:						
Net Investment in Capital Assets						
Assets	55.36	51.39	59.84	47.89	86.32	84.68
Restricted	2.00	1.87	-	-	2.00	1.87
Unrestricted	-3.77	9.49	0.14	0.12	25.24	24.21
Total Net Position	53.59	62.75	59.98	48.01	113.56	110.76

The Village's total primary government net position increased by \$2.81 million. The Governmental Activities long-term liabilities increased due to the issuance of \$9.075 million dollars of general obligation debt. \$3.2 million of this debt is being used to finance the Wastewater Treatment Plant which contributed to the increase in Business-type Activities Capital Assets. The remaining portion of the debt was used for the Library Improvement Project. The majority of the bond proceeds from the current year and prior year issuances were expended which contributed to the decrease in Current & Other Assets in the Governmental Activities.

Business-type Activities Current & Other Assets increased mainly due to increases in Water and Sewer fund cash balances generated by an unusually dry summer. Capital Assets increased due to construction of the Wastewater Treatment Plant. Long-Term liabilities decreased with a scheduled payment of debt.

The following table provides a summary of activities causing a change in net position.

**Changes in Net Position – Village of Deerfield
(in millions of dollars)**

	Governmental Activities		Business-type Activities		Total – Primary Govt.	
	2013	2012	2013	2012	2013	2012
Revenues:						
Program Revenues:						
Charges for Service	3.60	2.89	7.89	7.05	11.49	9.94
Operating Grants	1.14	0.72	-	-	1.14	0.72
Capital Grants	0.08	0.43	12.57	19.62	12.65	20.05
General Revenue:						
Property Taxes	4.33	2.74	0.89	0.89	5.22	3.63
Other	17.09	15.61	-	-	17.09	15.61
Taxes/Intergovernmental						
Transfers in (out)	-	-	-	-	-	-
Other	0.37	0.67	0.21	0.37	0.58	1.04
Total Revenue	26.61	23.06	21.56	27.93	48.17	50.99

**VILLAGE OF DEERFIELD, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS**

Expenses:

General Government	18.99	24.27	-	-	18.99	24.27
Public Safety	8.57	8.39	-	-	8.57	8.39
Highways and Streets	5.75	6.60	-	-	5.75	6.60
Interest/fiscal charges	1.79	1.10	-	-	1.79	1.10
Water	-	-	4.63	4.46	4.63	4.46
Sewer	-	-	3.27	3.00	3.27	3.00
Refuse	-	-	1.34	1.31	1.34	1.31
Parking Lots	-	-	0.35	0.33	0.35	0.33
Total Expense	35.10	40.36	9.59	9.10	44.69	49.46

Changes in Net Position	-8.49	-17.30	11.97	18.83	3.48	1.53
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CURRENT YEAR IMPACTS

Governmental Activities

Revenue

Charges for services increased \$0.71 million mainly due to increased building permit activity and the implementation of an infrastructure maintenance fee. Operating grants increased \$0.42 million with increased Federal Government rebates related to Qualified Energy Conservation Bonds and Build America Bonds. Capital grants decreased \$0.35 million with the completion of the Deerfield Road Underpass in the prior year. Property taxes increased \$1.59 million mainly due to additional debt service levy related to the Wastewater Treatment Plant. Other taxes increased \$1.48 million due largely to increases in Sales Tax, Home Rule Sales Tax and Income Tax.

Expenses

General government expenses decreased \$5.28 million as costs associated with construction of the Wastewater Treatment Plant decreased as the projected neared completion. Highways and streets expenses decreased \$0.82 million as less of the expenses on road reconstruction were capitalized in the current year. These assets will be depreciated over their useful life. Interest and fiscal charges increased \$0.69 million due to interest payments and fiscal charges in connection with the issuance of debt.

Business-type Activities

Revenue

A water rate increase of 2.5% was implemented in May, 2012; water sales totaled \$4.26 million, an increase of \$0.37 million or 9.5% from the prior year. The dry summer weather led to an increased number of units billed. Sewer user charges of \$2.85 million were \$0.35 million or 14% higher than the prior year. The sewer rates were increased 5%. Refuse charge rates were also increased 2.5%, and revenue of \$0.48 million increased \$0.14 million from the prior years.

Expenses

Operating expenses for the Water Fund increased by \$0.18 million or 4.5% primarily due to an increase in personnel costs and increased water purchases to meet increased demand from dry summer weather. In addition, the Village's wholesale water supplier increased its rates.

Sewer Fund operating expenses decreased by \$0.11 million due primarily to personnel costs from open positions. Refuse Fund operating expenses increased \$0.04 million due largely to contractual increases with the waste hauler.

FINANCIAL ANALYSIS OF THE VILLAGE'S FUNDS

**VILLAGE OF DEERFIELD, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS**

Governmental Funds

At April 30, 2013, the governmental funds reported a combined fund balance of \$26.3 million which is a 29% decrease from the beginning of the year (\$37.1 million). The decrease is primarily due to a drawdown of prior year bond proceeds designated for the Wastewater Treatment Plant and Library Improvement Project.

Major Governmental Funds

The General Fund is the Village's primary operating fund and the largest source of day-to-day service delivery. The unassigned fund balance of the General Fund increased \$0.8 million from \$16.2 million to \$17.0 million. The General Fund cash balance of \$16.4 million provides for approximately 275 days of anticipated annual expenditures.

Revenues exceeded the budget of \$18.15 million by \$3.20 million. State shared revenues, such as income taxes and use taxes, increased from last year actual. Sales tax and Home Rule Sales tax both exceeded last year actual and current year expectations. Building permit revenue exceeded the current year expectation and last year's actual as several large commercial permits were issued in the current year.

Expenditures were \$1.52 million less than the revised budget. This was due to lower than expected costs in personnel across multiple departments. Offsetting this was higher than expected Economic Incentives related to Walgreen's sales tax agreement. (This also resulted in higher than expected Sales Tax revenue.) The original budget was modified to accommodate the increased Economic Incentive payments.

The table below shows the original and revised budget and the actual revenues and expenditures for the General Fund. More information may be found on the schedule of revenues, expenditures and changes to fund balance on page 50.

**General Fund Budget versus Actual
Fiscal year ended April 30, 2013
(in millions)**

	Original Budget	Amended Budget	Actual
Revenues			
Taxes	9.73	9.73	10.80
Intergovernmental	6.04	6.04	7.33
Other	2.38	2.38	3.22
Total	<u>18.15</u>	<u>18.15</u>	<u>21.35</u>
Expenditures & Transfers			
Expenditures	17.89	19.89	18.36
Other Sources	-0.01	-0.01	0.00
Transfers – Net	2.48	2.48	2.48
Total	<u>20.36</u>	<u>22.36</u>	<u>20.84</u>
Change in Fund Balance	<u>-2.21</u>	<u>-4.21</u>	<u>0.51</u>

The Debt Service Fund is funded through property taxes, Build America Bond & Qualified Energy Conservation Bond rebates and General Fund transfers. General Fund transfers are used for debt service payments that have been abated. Revenues and expenditures in this fund were consistent with expectation.

The Infrastructure Replacement Fund (IRF) is primarily funded with a home rule sales tax and grants. The Village also implemented an Infrastructure Maintenance Fee of 1/2 of 1% of the project value in the current year. Revenue in the IRF exceeded the budget by \$0.64 million due mainly to higher than expected sales tax revenue and the implementation of the Infrastructure Maintenance Fee. Expenditures in the IRF totaled \$14.0 million. Construction and Engineering costs associated with the Wastewater Treatment Plant, which was substantially completed by year end, accounted for the bulk of this fund's expenditures.

VILLAGE OF DEERFIELD, ILLINOIS MANAGEMENT'S DISCUSSION AND ANALYSIS

\$5.875 million of general obligation bonds were deposited into the Library Bond Proceeds fund during the fiscal year. These funds will be used to fund the Library Improvement Project. At the end of the fiscal year \$0.54 million of cash remained in the fund. No additional debt is anticipated and the project will be completed during the next fiscal year.

Major Proprietary Funds

The major proprietary (or business-type) funds operated by the Village are the Water, Sewerage and Refuse Funds.

The Water Fund operating revenues increased \$0.40 million over last year due mainly to increased water sales. Actual operating expenses, excluding depreciation and interest, increased \$0.18 million over last year. Overall, operating revenues exceeded operating expenses and net position decreased \$0.12 million.

The Sewerage Fund operating expenses were under budget by \$0.33 million and operating costs decreased by \$0.11 million over last year due primarily to personnel costs and contractual services. The operating revenue exceeded operating expenses excluding depreciation \$0.33 million due to increased summer water usage. Capital expenses for the foreseeable future in this fund have been transferred to the Infrastructure Fund. The replacement of the Wastewater Treatment Plant was substantially complete at year end.

The Refuse Fund operating expenses exceeded operating revenues by \$0.82 million. This Village also uses a portion of its property tax levy to fund refuse collection. The Refuse Fund's net position increased \$0.07 million during the fiscal year to \$0.05 million.

Internal Service Funds

The Village's combined internal service funds' net position were \$6.3 million as of April 30, 2013, with \$4.7 million of the total available for major equipment purchases in the Vehicle and Equipment Replacement Fund. Total revenue approximated total expenses in the Garage Fund resulting in minimal change to net position.

Capital assets

Effective May 1, 2004, the Village revised its policy of capitalizing assets to raise the minimum to \$25,000 (actual) or more in value. The Village's investment in capital assets, net of accumulated depreciation, for governmental activities as of April 30, 2013 was \$70.5 million. The Village's investment in capital assets, net of accumulated depreciation, for business-type activities as of April 30, 2013 was \$59.8 million. Major capital asset additions during the current fiscal year included streets and completion of the Wastewater Treatment Plant. Additional information on capital assets is presented in Note 4 to the financial statements.

Long-term debt

The Village issued \$9.075 million of general obligation debt during the year; \$3.2 million to partially fund construction of the Wastewater Treatment Plant and \$5.875 million to fund the Library Improvement Project. The Village retired \$1.82 million of general obligation debt, including the final payment of an issue that was supported by Water revenue. At the end of the fiscal year, the Village had total bonded debt outstanding of \$56.56 million. As a home rule government, under Illinois law, the Village has no legal debt limit. As of April 30, 2013 the total Village debt represented 4.37% of the equalized assessed value. Additional information on long-term debt is presented in Note 6 to the financial statements.

Bond Rating

The Village's general obligation bonds are rated Aaa by Moody's Investor Rating Service. The Aaa rating was reaffirmed with the issuance of the General Obligation Bond Series of 2013.

Pension Funds

The Village continues to fully fund its annual required contributions to both the Police Pension Fund and Illinois Municipal Retirement Fund. Increased salaries, an aging employee base, and end of career accumulated leave payouts have resulted in large contributions to both funds which cover all full-time employees. Additional information on the funding levels can be found in the Required Supplementary Information section.

VILLAGE OF DEERFIELD, ILLINOIS MANAGEMENT'S DISCUSSION AND ANALYSIS

Economic Factors

The national economic slowdown continues to affect the local Village micro-economy. However, slowdowns in local retail sales and hotel/motel occupancies have rebounded from the previous year. The Village is an affluent residential community with a substantial office/commercial presence including a number of headquarters operations in the health services and pharmaceutical areas. Property taxes are a minor part of the overall operating revenues. As a portion of the General Fund, property tax revenue decreased from 11% of total revenue in FY 2012 to 10% in FY 2013 due to the growth of other revenues.

One of the major retail areas of the Village lost a major tenant during the year. The Village continues to work with developers and land owners to fill vacated retail space. Building permit revenues have also exceeded expectations again. The Village is not immune to the overall tightening of the residential market.

The Village's hotel/motel tax increased \$0.20 million or 12% from last year due to more business travel. However, hotel/motel tax is still down from its high of \$2 million several years ago. All of the Village's six hotels have remained open during the year. The continued strength of the local corporate employment provides a base level of demand for rooms which is the primary market for these hotels.

Contacting the Village's Financial Management

This financial report is designed to provide a general overview of the Village's finances, comply with finance-related laws and regulations and demonstrate the Village's commitment to public accountability. If you have questions about this report or would like to request additional information, contact the Village's Finance Director, 850 Waukegan Road, Deerfield, IL 60015 or access the Village website at www.deerfield.il.us.

VILLAGE OF DEERFIELD, ILLINOIS

STATEMENT OF NET POSITION

April 30, 2013

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
ASSETS			
Cash and investments	\$ 29,604,776	\$ 857,285	\$ 30,462,061
Receivables (net, where applicable, of allowances for uncollectibles)			
Property taxes	3,954,654	856,654	4,811,308
Accounts	582,652	1,013,581	1,596,233
Accrued interest	11,328	262	11,590
Electric utility tax	99,709	-	99,709
Due from other governments	13,520,437	-	13,520,437
Note receivable	90,000	-	90,000
Due from (to) other funds	1,037,408	(1,037,408)	-
Inventory	125,932	284,809	410,741
Prepaid expenses	459,247	-	459,247
Net pension asset	997,599	-	997,599
Capital assets not being depreciated	21,917,772	1,963,992	23,881,764
Capital assets (net of accumulated depreciation)	48,637,707	57,870,525	106,508,232
Total assets	121,039,221	61,809,700	182,848,921
LIABILITIES			
Accounts payable	2,355,378	511,802	2,867,180
Accrued payroll	362,454	94,791	457,245
Retainage payable	773,772	-	773,772
Deposits payable	1,372	32,427	33,799
Other payables	3,876	-	3,876
Accrued interest payable	728,819	-	728,819
Noncurrent liabilities			
Due within one year	1,798,336	29,679	1,828,015
Due in more than one year	57,232,337	260,129	57,492,466
Total liabilities	63,256,344	928,828	64,185,172
DEFERRED INFLOWS OF RESOURCES			
Unavailable property taxes	4,195,929	905,500	5,101,429
Total deferred inflows of resources	4,195,929	905,500	5,101,429
Total liabilities and deferred inflows of resources	67,452,273	1,834,328	69,286,601
NET POSITION			
Net investment in capital assets	55,359,465	59,834,517	86,323,125
Restricted for			
Maintenance of roadways	633,057	-	633,057
Public safety	1,367,921	-	1,367,921
Unrestricted	(3,773,495)	140,855	25,238,217
TOTAL NET POSITION	\$ 53,586,948	\$ 59,975,372	\$ 113,562,320

See accompanying notes to financial statements.

VILLAGE OF DEERFIELD, ILLINOIS

STATEMENT OF ACTIVITIES

For the Year Ended April 30, 2013

FUNCTIONS/PROGRAMS	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
PRIMARY GOVERNMENT				
Governmental Activities				
General government	\$ 18,988,356	\$ 2,290,768	\$ -	\$ -
Public safety	8,572,034	1,047,217	28,598	3,648
Highways and streets	5,753,656	263,607	520,115	72,216
Interest	1,791,625	-	591,791	-
Total governmental activities	35,105,671	3,601,592	1,140,504	75,864
Business-Type Activities				
Water	4,625,679	4,295,580	-	109,585
Sewerage	3,267,868	2,892,170	-	12,456,875
Refuse disposal	1,343,691	476,926	-	-
Commuter parking lot	352,088	223,381	-	-
Total business-type activities	9,589,326	7,888,057	-	12,566,460
TOTAL PRIMARY GOVERNMENT	\$ 44,694,997	\$ 11,489,649	\$ 1,140,504	\$ 12,642,324

	Net (Expense) Revenue and Change in Net Position		
	Primary Government		
	Governmental Activities	Business-Type Activities	Total
	\$ (16,697,588)	\$ -	\$ (16,697,588)
	(7,492,571)	-	(7,492,571)
	(4,897,718)	-	(4,897,718)
	(1,199,834)	-	(1,199,834)
	(30,287,711)	-	(30,287,711)
	-	(220,514)	(220,514)
	-	12,081,177	12,081,177
	-	(866,765)	(866,765)
	-	(128,707)	(128,707)
	-	10,865,191	10,865,191
	(30,287,711)	10,865,191	(19,422,520)
General Revenues			
Taxes			
Property	4,326,696	890,214	5,216,910
Replacement	83,937	-	83,937
Home rule sales	3,665,374	-	3,665,374
Local use	292,475	-	292,475
Hotel/motel	1,826,051	-	1,826,051
Simplified telecommunications	1,430,126	-	1,430,126
Electric utility tax	1,320,356	-	1,320,356
Intergovernmental	8,474,800	-	8,474,800
Investment income	117,770	3,024	120,794
Miscellaneous	252,924	211,867	464,791
Total	21,790,509	1,105,105	22,895,614
CHANGE IN NET POSITION	(8,497,202)	11,970,296	3,473,094
NET POSITION, MAY 1	62,748,794	48,005,076	110,753,870
Prior period adjustment	(664,644)	-	(664,644)
NET POSITION, MAY 1, RESTATED	62,084,150	48,005,076	110,089,226
NET POSITION, APRIL 30	\$ 53,586,948	\$ 59,975,372	\$ 113,562,320

See accompanying notes to financial statements.

VILLAGE OF DEERFIELD, ILLINOIS

BALANCE SHEET
GOVERNMENTAL FUNDS

April 30, 2013

	General	Debt Service	Infrastructure Replacement	Library Bond Proceeds	Nonmajor Governmental	Total
ASSETS						
Cash and investments	\$ 16,422,429	\$ 222,808	\$ 3,359,200	\$ 541,334	\$ 4,233,423	\$ 24,779,194
Receivables (net, where applicable, of allowances for uncollectibles)						
Property taxes	1,985,029	1,927,047	42,578	-	-	3,954,654
Accounts	507,140	-	-	-	74,107	581,247
Accrued interest	6,200	148	597	-	2,832	9,777
Electric utility tax receivable	99,709	-	-	-	-	99,709
Due from other governments	2,572,080	10,608,666	308,349	-	31,342	13,520,437
Note receivable	90,000	-	-	-	-	90,000
Due from other funds	1,037,408	-	629,379	-	-	1,666,787
Inventory	27,824	-	-	-	-	27,824
Prepaid items	459,247	-	-	-	-	459,247
TOTAL ASSETS	\$ 23,207,066	\$ 12,758,669	\$ 4,340,103	\$ 541,334	\$ 4,341,704	\$ 45,188,876

	General	Debt Service	Infrastructure Replacement	Library Bond Proceeds	Nonmajor Governmental	Total
LIABILITIES AND FUND BALANCES						
LIABILITIES						
Accounts payable	\$ 937,602	\$ -	\$ 1,366,980	\$ -	\$ 9,114	\$ 2,313,696
Accrued payroll	352,444	-	-	-	-	352,444
Deposits payable	1,372	-	-	-	-	1,372
Retainage payable	-	-	773,772	-	-	773,772
Other payables	3,876	-	-	-	-	3,876
Due to other funds	-	-	-	-	629,379	629,379
Total liabilities	1,295,294	-	2,140,752	-	638,493	4,074,539
DEFERRED INFLOWS OF RESOURCES						
Unavailable property tax revenues	2,114,000	12,645,595	45,000	-	-	14,804,595
Total deferred inflows of resources	2,114,000	12,645,595	45,000	-	-	14,804,595
Total liabilities and deferred inflows of resources	3,409,294	12,645,595	2,185,752	-	638,493	18,879,134
FUND BALANCES						
Nonspendable for						
Note receivable	90,000	-	-	-	-	90,000
Inventory	27,824	-	-	-	-	27,824
Prepaid items	459,247	-	-	-	-	459,247
Restricted for						
Capital projects	-	-	-	541,334	974,067	1,515,401
Maintenance of roadways	-	-	-	-	633,057	633,057
Public safety	-	-	-	-	1,367,921	1,367,921
Unrestricted						
Assigned for						
Debt service	818,344	113,074	-	-	728,166	1,659,584
Capital projects	1,400,000	-	2,154,351	-	-	3,554,351
Unassigned	17,002,357	-	-	-	-	17,002,357
Total fund balances	19,797,772	113,074	2,154,351	541,334	3,703,211	26,309,742
TOTAL LIABILITIES AND FUND BALANCES	\$ 23,207,066	\$ 12,758,669	\$ 4,340,103	\$ 541,334	\$ 4,341,704	\$ 45,188,876

See accompanying notes to financial statements.

VILLAGE OF DEERFIELD, ILLINOIS

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

April 30, 2013

FUND BALANCES OF GOVERNMENTAL FUNDS		\$ 26,309,742
Amounts reported for governmental activities in the statement of net position are different because:		
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds	\$ 70,555,479	
Less internal service funds	<u>(1,418,435)</u>	69,137,044
Discount on bonds issued are capitalized and amortized on the statement of net position		57,976
Premium on bonds issued are deferred and amortized on the statement of net position		(333,293)
Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the governmental funds		
Bonds payable		(56,555,000)
Other postemployment benefit payable		(716,996)
Compensated absences	(1,483,360)	
Less internal service funds	<u>(41,639)</u>	(1,441,721)
Intergovernmental receivable from the Library is not unearned revenue on the statement of net position		10,608,666
Accrued interest on long-term liabilities is shown as a liability on the statement of net position		(728,819)
The net pension asset is included in the governmental activities in the statement of net position		997,599
The net position of the internal service fund are included in the governmental activities in the statement of net position		<u>6,251,750</u>
NET POSITION OF GOVERNMENTAL ACTIVITIES		<u>\$ 53,586,948</u>

See accompanying notes to financial statements.

VILLAGE OF DEERFIELD, ILLINOIS

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

For the Year Ended April 30, 2013

	General	Debt Service	Infrastructure Replacement	Library Bond Proceeds	Nonmajor Governmental	Total
REVENUES						
Taxes	\$ 10,801,655	\$ 647,823	\$ 45,538	\$ -	\$ 725,000	\$ 12,220,016
Licenses and permits	1,645,735	-	-	-	-	1,645,735
Intergovernmental	7,334,130	591,791	1,246,015	-	520,115	9,692,051
Charges for services	337,671	-	-	-	372,378	710,049
Fines and forfeits	342,740	-	-	-	-	342,740
Contribution from library	-	763,572	-	-	-	763,572
Investment income	73,230	2,014	7,522	9,566	25,438	117,770
Miscellaneous	820,487	-	289,072	-	3,646	1,113,205
Total revenues	21,355,648	2,005,200	1,588,147	9,566	1,646,577	26,605,138
EXPENDITURES						
Current						
General government	7,783,099	-	-	-	125	7,783,224
Public safety	8,264,879	-	-	-	276,078	8,540,957
Highways and streets	2,316,358	-	-	-	490,000	2,806,358
Capital outlay	-	-	13,979,033	10,499,970	-	24,479,003
Debt service						
Principal retirement	-	1,355,000	-	-	-	1,355,000
Interest and fiscal charges	-	1,657,275	-	73,386	39,861	1,770,522
Total expenditures	18,364,336	3,012,275	13,979,033	10,573,356	806,064	46,735,064
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	2,991,312	(1,007,075)	(12,390,886)	(10,563,790)	840,513	(20,129,926)

	General	Debt Service	Infrastructure Replacement	Library Bond Proceeds	Nonmajor Governmental	Total
OTHER FINANCING SOURCES (USES)						
Transfers in	\$ -	\$ 833,396	\$ 13,457,225	\$ -	\$ -	\$ 14,290,621
Transfers (out)	(2,483,396)	-	-	-	(11,807,225)	(14,290,621)
Proceeds on bonds issued, at par	-	-	-	5,875,000	3,200,000	9,075,000
Premium on bonds issued	-	-	-	164,113	89,389	253,502
Sale of capital assets	3,331	-	-	-	-	3,331
Total other financing sources (uses)	(2,480,065)	833,396	13,457,225	6,039,113	(8,517,836)	9,331,833
NET CHANGE IN FUND BALANCES	511,247	(173,679)	1,066,339	(4,524,677)	(7,677,323)	(10,798,093)
FUND BALANCES, MAY 1	19,286,525	286,753	1,088,012	5,066,011	11,380,534	37,107,835
FUND BALANCES, APRIL 30	\$ 19,797,772	\$ 113,074	\$ 2,154,351	\$ 541,334	\$ 3,703,211	\$ 26,309,742

See accompanying notes to financial statements.

VILLAGE OF DEERFIELD, ILLINOIS

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

For the Year Ended April 30, 2013

NET CHANGE IN FUND BALANCES -
TOTAL GOVERNMENTAL FUNDS \$ (10,798,093)

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 \$ 3,387,202
Less internal service funds (313,259) 3,073,943

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 1,355,000

The increase in interest payable is reported as a addition to expense
on the statement of activities (20,172)

Bonds issued are reported as an other financing source of governmental
funds but not on the statement of activities (9,075,000)

Bonds issued and contributed to the Library are reported
as expenditures in the governmental funds, but not on
the statement of activities 9,851,321

The premium on bonds issued is reported as an other financing source in
governmental funds but not on the statement of activities (253,502)

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 (2,376,864)
Less internal service funds 242,984 (2,133,880)

The loss on disposal of capital assets for road reconstruction increases
the highways and streets expense on the statement of activities (640,914)

The decrease in compensated absences is reported as a reduction to expense
on the statement of activities 13,768

The increase in the other postemployment benefit payable is reported
as an addition to expense on the statement of activities (159,633)

The increase in net pension asset is reported as an reduction to expense
on the statement of activities 20,790

The amortization and capitalization of the discount is reported
as an addition to expense on the statement of activities (931)

The change in net position of certain activities of internal service funds is
in governmental funds 270,101

CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES \$ (8,497,202)

See accompanying notes to financial statements.

VILLAGE OF DEERFIELD, ILLINOIS

STATEMENT OF NET POSITION
 PROPRIETARY FUNDS

April 30, 2013

	Business-Type Activities					Governmental
	Water	Sewerage	Refuse	Nonmajor Enterprise (Parking Lot)	Total Enterprise	Internal Service
CURRENT ASSETS						
Cash and investments	\$ -	\$ 357,056	\$ 114,002	\$ 386,227	\$ 857,285	\$ 4,825,582
Receivables						
Property taxes	-	-	856,654	-	856,654	-
Accounts - billed	88,182	89,574	15,010	10,778	203,544	1,405
Accounts - unbilled	429,515	307,013	73,509	-	810,037	-
Accrued interest	-	30	93	139	262	1,551
Inventory	262,755	22,054	-	-	284,809	98,108
Total current assets	780,452	775,727	1,059,268	397,144	3,012,591	4,926,646
CAPITAL ASSETS						
Nondepreciable	1,877,956	8,536	-	77,500	1,963,992	-
Depreciable	18,818,319	44,910,812	-	1,950,830	65,679,961	3,459,910
Accumulated depreciation	(4,522,164)	(2,459,416)	-	(827,856)	(7,809,436)	(2,041,475)
Net capital assets	16,174,111	42,459,932	-	1,200,474	59,834,517	1,418,435
Total assets	16,954,563	43,235,659	1,059,268	1,597,618	62,847,108	6,345,081
CURRENT LIABILITIES						
Accounts payable	224,918	170,577	107,141	9,166	511,802	41,682
Accrued payroll	34,143	59,744	-	904	94,791	10,010
Deposits payable	17,852	14,575	-	-	32,427	-
Due to other funds	1,037,408	-	-	-	1,037,408	-
Unearned property taxes	-	-	905,500	-	905,500	-
Compensated absences payable	11,012	17,629	-	1,038	29,679	4,164
Total current liabilities	1,325,333	262,525	1,012,641	11,108	2,611,607	55,856
LONG-TERM LIABILITIES						
Compensated absences payable	99,105	102,290	-	9,339	210,734	37,475
Other postemployment benefit payable	22,487	26,908	-	-	49,395	-
Total long-term liabilities	121,592	129,198	-	9,339	260,129	37,475
Total liabilities	1,446,925	391,723	1,012,641	20,447	2,871,736	93,331
NET POSITION						
Net investment in capital assets	16,174,111	42,459,932	-	1,200,474	59,834,517	1,418,435
Unrestricted	(666,473)	384,004	46,627	376,697	140,855	4,833,315
TOTAL NET POSITION	\$ 15,507,638	\$ 42,843,936	\$ 46,627	\$ 1,577,171	\$ 59,975,372	\$ 6,251,750

See accompanying notes to financial statements.

VILLAGE OF DEERFIELD, ILLINOIS

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

For the Year Ended April 30, 2013

	Business-Type Activities				Governmental Activities	
	Water	Sewerage	Refuse	Nonmajor Enterprise (Parking Lot)	Total Enterprise	Internal Service
OPERATING REVENUES						
Charges for services	\$ 4,295,580	\$ 2,892,170	\$ 476,926	\$ 223,381	\$ 7,888,057	\$ 873,717
Miscellaneous	99,728	44,222	45,405	22,512	211,867	9,375
Total operating revenues	4,395,308	2,936,392	522,331	245,893	8,099,924	883,092
OPERATING EXPENSES						
Administration	527,715	493,232	-	-	1,020,947	-
Operations	3,657,056	2,109,451	1,343,691	325,351	7,435,549	389,587
Commodities	-	-	-	-	-	37,460
Total operating expenses	4,184,771	2,602,683	1,343,691	325,351	8,456,496	427,047
OPERATING INCOME (LOSS) BEFORE DEPRECIATION	210,537	333,709	(821,360)	(79,458)	(356,572)	456,045
Depreciation	399,904	273,298	-	26,737	699,939	242,984
OPERATING INCOME (LOSS)	(189,367)	60,411	(821,360)	(106,195)	(1,056,511)	213,061
NONOPERATING REVENUES (EXPENSES)						
Investment income	-	407	1,179	1,438	3,024	18,163
Property taxes	-	-	890,214	-	890,214	-
Gain / (loss) on disposal of capital assets	-	(391,887)	-	-	(391,887)	38,877
Interest expense	(41,004)	-	-	-	(41,004)	-
Total nonoperating revenues (expenses)	(41,004)	(391,480)	891,393	1,438	460,347	57,040
INCOME (LOSS) BEFORE CONTRIBUTIONS	(230,371)	(331,069)	70,033	(104,757)	(596,164)	270,101
CONTRIBUTIONS	109,585	12,456,875	-	-	12,566,460	-
CHANGE IN NET POSITION	(120,786)	12,125,806	70,033	(104,757)	11,970,296	270,101
NET POSITION (DEFICIT), MAY 1	15,628,424	30,718,130	(23,406)	1,681,928	48,005,076	5,981,649
NET POSITION, APRIL 30	\$ 15,507,638	\$ 42,843,936	\$ 46,627	\$ 1,577,171	\$ 59,975,372	\$ 6,251,750

See accompanying notes to financial statements.

VILLAGE OF DEERFIELD, ILLINOIS

STATEMENT OF CASH FLOWS
 PROPRIETARY FUNDS

For the Year Ended April 30, 2013

	Business-Type Activities				Governmental Activities	
	Water	Sewer	Refuse	Nonmajor Enterprise (Parking Lot)	Total Enterprise	Internal Service
CASH FLOWS FROM OPERATING ACTIVITIES						
Receipts from customers and users	\$ 4,298,757	\$ 2,853,069	\$ 486,271	\$ 212,603	\$ 7,850,700	\$ -
Receipts from interfund services	-	-	-	-	-	873,818
Receipts from miscellaneous revenues	99,728	44,222	45,405	22,512	211,867	9,375
Payments to suppliers	(3,049,574)	(639,031)	(1,223,739)	(312,875)	(5,225,219)	(131,108)
Payments to employees	(1,019,028)	(1,760,400)	(73,730)	(23,489)	(2,876,647)	(239,537)
Payments for interfund services	(111,309)	(112,127)	(34,572)	-	(258,008)	-
Net cash from operating activities	218,574	385,733	(800,365)	(101,249)	(297,307)	512,548
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES						
Interfund loan	294,210	(25,418)	-	-	268,792	-
Property taxes	-	-	891,826	-	891,826	-
Net cash from noncapital financing activities	294,210	(25,418)	891,826	-	1,160,618	-
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES						
Proceeds from sale of capital assets	-	-	-	-	-	63,500
Capital assets purchased	-	(3,635)	-	-	(3,635)	(313,259)
Bond principal payments	(465,000)	-	-	-	(465,000)	-
Bond interest payments	(47,784)	-	-	-	(47,784)	-
Net cash from capital and related financing activities	(512,784)	(3,635)	-	-	(516,419)	(249,759)
CASH FLOWS FROM INVESTING ACTIVITIES						
Interest received	-	376	1,263	1,983	3,622	21,339
Net cash from investing activities	-	376	1,263	1,983	3,622	21,339
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	-	357,056	92,724	(99,266)	350,514	284,128
CASH AND CASH EQUIVALENTS, MAY 1	-	-	21,278	485,493	506,771	4,541,454
CASH AND CASH EQUIVALENTS, APRIL 30	\$ -	\$ 357,056	\$ 114,002	\$ 386,227	\$ 857,285	\$ 4,825,582

(This statement is continued on the following page.)

VILLAGE OF DEERFIELD, ILLINOIS

STATEMENT OF CASH FLOWS (Continued)
 PROPRIETARY FUNDS

For the Year Ended April 30, 2013

	Business-Type Activities				Governmental Activities	
	Water	Sewerage	Refuse	Nonmajor Enterprise (Parking Lot)	Total Enterprise	Internal Service
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH FLOWS FROM OPERATING ACTIVITIES						
Operating income (loss)	\$ (189,367)	\$ 60,411	\$ (821,360)	\$ (106,195)	\$ (1,056,511)	\$ 213,061
Adjustments to reconcile operating income (loss) to net cash from operating activities						
Depreciation and amortization	399,904	273,298	-	26,737	699,939	242,984
(Increase) decrease in						
Receivables	3,177	(39,101)	9,345	(10,778)	(37,357)	101
Inventories	(39,298)	(8,516)	-	-	(47,814)	13,212
Deferred charges	31,142	-	-	-	31,142	-
Increase (decrease) in						
Accounts payable	23,476	124,451	11,650	(11,245)	148,332	36,597
Deposits payable	1,682	1,425	-	-	3,107	-
Accrued payroll	7,282	8,096	-	(174)	15,204	3,106
Other postemployment benefit payable	(15,619)	1,460	-	-	(14,159)	-
Compensated absences payable	(3,805)	(35,791)	-	406	(39,190)	3,487
NET CASH FROM OPERATING ACTIVITIES	\$ 218,574	\$ 385,733	\$ (800,365)	\$ (101,249)	\$ (297,307)	\$ 512,548
NONCASH TRANSACTIONS						
Contributions of capital assets by other funds	\$ 109,585	\$ 12,456,875	\$ -	\$ -	\$ 12,566,460	\$ -
TOTAL NONCASH TRANSACTIONS	\$ 109,585	\$ 12,456,875	\$ -	\$ -	\$ 12,566,460	\$ -

See accompanying notes to financial statements.

VILLAGE OF DEERFIELD, ILLINOIS

STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS

April 30, 2013

	Pension Trust Fund	Agency Funds
ASSETS		
Cash and cash equivalents	\$ 2,490,112	\$ 1,566,980
Investments		
U.S. Treasury obligations	7,606,054	-
U.S. agencies securities	1,961,705	-
Mutual funds	24,195,951	-
Municipal bonds	1,116,359	-
Receivables		
Accrued interest	51,193	24
	<u>37,421,374</u>	<u>\$ 1,567,004</u>
LIABILITIES		
Accounts payable	13,998	\$ 40,070
Deposits payable	-	1,482,923
Other payables	-	44,011
	<u>13,998</u>	<u>\$ 1,567,004</u>
NET POSITION HELD IN TRUST FOR PENSION BENEFITS	<u><u>\$ 37,407,376</u></u>	

See accompanying notes to financial statements.

VILLAGE OF DEERFIELD, ILLINOIS

STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
PENSION TRUST FUND

For the Year Ended April 30, 2013

ADDITIONS	
Contributions - employer	\$ 1,023,006
Contributions - employee	<u>519,857</u>
Total contributions	<u>1,542,863</u>
Investment income	
Net appreciation in fair value of investments	3,338,993
Interest earned on investments	<u>738,742</u>
Total investment income	4,077,735
Less investment expense	<u>(1,665)</u>
Net investment income	<u>4,076,070</u>
Total additions	<u>5,618,933</u>
DEDUCTIONS	
Benefits and refunds	
Pension payments	2,051,186
Separation refunds	60,460
Administrative	<u>17,783</u>
Total deductions	<u>2,129,429</u>
NET INCREASE	3,489,504
NET POSITION HELD IN TRUST FOR PENSION BENEFITS	
May 1	<u>33,917,872</u>
April 30	<u><u>\$ 37,407,376</u></u>

See accompanying notes to financial statements.

VILLAGE OF DEERFIELD, ILLINOIS
NOTES TO FINANCIAL STATEMENTS

April 30, 2013

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Village of Deerfield, 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 was incorporated in 1903. The Village is a municipal corporation governed by an elected seven-member board. As required by GAAP, these financial statements present the Village (the primary government) and its component units.

The Village's financial statements include:

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 Mayor, one elected pension beneficiary and two elected police employees constitute the pension board. The Village and PPERS participants are obligated to fund all PPERS costs based upon actuarial valuations. The State of Illinois is authorized to establish benefit levels and the Village is authorized to approve the actuarial assumptions used in the determination of contribution levels. Although it possesses many of the characteristics of a legally separate government, PPERS is reported as if it were part of the primary government because its sole purpose is to finance and administer the pensions of the Village's police employees and because of the fiduciary nature of such activities. PPERS is reported as a pension trust fund. Separate financial statements are issued and available from the Police Pension Board.

Based on the criteria of GASB Statement No 61, *The Financial Reporting Entity: Omnibus - an amendment of GASB Statements No. 14 and No. 34*, there are no component units for which the Village is considered to be financially accountable.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

a. Reporting Entity (Continued)

Joint Ventures

Solid Waste Agency of Lake County (SWALCO)

SWALCO 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 SWALCO beyond its representation on the Board of Directors. SWALCO is reported as a proprietary joint venture.

b. Fund Accounting

The Village uses funds to report on its financial position, changes in its financial position and cash flows. 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. A minimum number of funds are maintained consistent with legal and managerial requirements. Funds are classified into the following categories: governmental, proprietary and fiduciary.

Governmental funds are used to account for all or most of the Village's general activities, including the collection and disbursement of restricted or committed monies (special revenue funds), the funds committed, restricted or assigned for the acquisition or construction of capital assets (capital projects funds) and the funds committed, restricted or assigned for 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).

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. When these assets are held under the terms of a formal trust agreement, a pension trust fund may be used. The Village has a police pension fund. Agency funds are used to account for funds that the Village holds on behalf of others as their agent.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

c. Government-Wide and Fund Financial Statements

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

The 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 standard revenues 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 (Corporate) Fund is the Village's primary operating fund. It accounts for all financial resources of the general government, except those accounted for in another fund.

The Debt Service Fund was established to accumulate restricted resources for the payment of general long-term debt.

The Infrastructure Replacement Fund was established for the purpose of maintaining, repairing and renovating the capital assets of the Village.

The Library Project Bond Proceeds Fund accounts for the restricted proceeds of the General Obligation Bonds, Series 2011A and 2013, and related renovation expenditures to the Library.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

The Village reports the following major proprietary funds:

The Water Fund accounts for all activity necessary to provide water to the residents of the Village including administration, operation, maintenance, financing and related debt service.

The Sewerage Fund accounts for the provision of sewer service to the residents of the Village. All activity necessary to provide such services is accounted for in this fund including, but not limited to, administration, construction, maintenance and operations of the Sewerage Treatment Plant.

The Refuse Fund accounts for all revenues and expenses necessary to provide the residents of the Village with refuse service.

Additionally, the Village reports the following proprietary fund:

Internal Service Funds

The Garage Fund accounts for all activity necessary to maintain the efficient and safe operation of the Village's vehicles and equipment and is funded by various departments according to services rendered.

The Vehicle and Equipment Replacement Fund accounts for purchases of vehicles and equipment and is funded by various departments according to services rendered.

These funds are reported as governmental activities on the government-wide financial statements.

The Village reports a pension trust fund as a Fiduciary Fund to account for the Police Pension Fund. The Village also reports Agency Funds to account for street deposits and water meter deposits (Deposit Fund), DARE funds and radio dispatching funds (East Shore Radio Network Fund) that the Village holds on behalf of others as their agent.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements (Agency Funds have no measurement focus). Revenues and additions are recorded when earned and expenses and deductions are recorded when a liability is incurred. Property taxes are recognized as revenues in the year for which they are levied (i.e., intended to finance). Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. Operating revenues/expenses include all revenues/expenses directly related to providing the day-to-day enterprise fund services. Incidental revenues/expenses, such as property taxes and investment income, are reported as nonoperating.

Governmental fund financial statements are accounted for using a current financial resources measurement focus and 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. The Village recognizes property taxes when they become both measurable and available in the period intended to finance, generally within 60 days of year end. Sales taxes, telecommunications taxes and use taxes use a 90-day period and income taxes use a 120-day period. Expenditures are recorded when the related fund liability is incurred. Principal and interest on general long-term debt are recorded as fund liabilities when due or when amounts have been accumulated in the debt service fund for payments to be made early in the following year.

Those revenues susceptible to accrual are property taxes, franchise taxes, licenses, interest revenue and charges for services. Sales tax, telecommunication tax, local use tax and motor fuel tax and fines owed to/collected by the state at year end on behalf of the Village also are recognized as revenue. Permit revenues are not susceptible to accrual because generally they are not measurable until received in cash.

The Village reports unavailable revenue and unearned revenue on its financial statements. Unavailable revenues arise when a potential revenue does not meet both the measurable and available or earned criteria for recognition in the current period. Unearned revenues arise when resources are received by the Village 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 revenue recognition criteria are met, or when the Village has a legal claim to the resources, the deferred inflow of resources for unavailable revenue or the liability for unearned revenue is removed from the financial statements and revenue is recognized.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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.

Investments

Investments with a maturity of less than one year when purchased and nonnegotiable certificates of deposit are stated at cost or amortized cost. Investments with a maturity greater than one year when purchased and all investments of the pension trust funds are stated at fair value. Fair value is based on prices listed on national exchanges as of April 30, 2013 for debt and equity securities.

f. Short-Term Interfund Receivables/Payables

During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. These receivables and payables are classified as "due from other funds" or "due to other funds" on the balance sheet. Short-term interfund loans, if any, are classified as "interfund receivables/payables."

g. Advances to Other Funds

Noncurrent portions of long-term interfund loan receivables are reported as advances between funds in the fund financial statements. The advances are offset equally by nonspendable fund balance in applicable governmental funds to indicate that they are not available for appropriation and are not expendable available financial resources.

h. Inventories

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

i. 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 and are accounted for on the consumption method.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

j. Capital Assets

Capital assets, which include property, plant, equipment, water and sewer system and infrastructure assets (e.g., roads, bridges and similar items) are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the Village as assets with an initial, individual cost in excess of \$25,000 and an estimated useful life in excess of one year.

All purchased capital assets are valued at cost where historical records are available and at an estimated historical cost where no historical records exist. Donated capital assets are valued at their estimated fair market value on the date received.

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.

Depreciation of buildings, equipment, water/sewer systems and vehicles is computed using the straight-line method over the following useful lives:

	<u>Years</u>
Buildings and building improvements	20-50
Parking improvements	15-50
Water/sewer system	40-60
Vehicles, machinery and equipment	4-20
Infrastructure	20-50

k. Compensated Absences

Vested or accumulated vacation leave, including related social security and medicare, that is owed to retirees or terminated employees is reported as an expenditure and a fund liability of the governmental fund that will pay it in the fund financial statements and the remainder is reported in long-term debt. Vested or accumulated vacation leave and vested sick leave of proprietary funds at both levels and governmental activities at the government-wide level is recorded as an expense and liability as the benefits accrue to employees.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

l. Long-Term Obligations

In the government-wide financial statements and proprietary funds in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities or proprietary fund financial statements. Bond premiums and discounts, and gains/losses on refundings, are deferred and amortized over the life of the bonds using the bonds outstanding method, which approximates the effective interest method. Bonds payable are reported net of the applicable bond premium or discount and gains/losses on refundings.

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

m. Fund Equity/Net Position

Governmental funds equity is classified as fund balance. Fund balance is further classified as nonspendable, restricted, committed, assigned or unassigned. Nonspendable fund balance is reported for amounts that are either not in spendable form or legally or contractually required to be maintained intact. Restrictions of fund balance are reported for amounts constrained by legal restrictions from outside parties for use for a specific purpose, or externally imposed by outside entities. Committed fund balance is constrained by formal actions of the Village Board, which is considered the Village's highest level of decision making authority. Formal actions include ordinances approved by the Village Board. Assigned fund balance represents amounts constrained by the Village's intent to use them for a specific purpose. The authority to assign fund balance has been delegated to the Finance Director through the approved fund balance policy of the Village. Any residual fund balance of the General Fund and any deficits in other funds, if any, is reported as unassigned.

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

m. Fund Equity/Net Position (Continued)

In the government-wide and proprietary fund financial statements, restricted net position is legally restricted by outside parties for a specific purpose. At April 30, 2013, no net position restrictions were the result of enabling legislation adopted by the Village. Net investment in capital assets represents the Village's investment in the book value of capital assets, less any outstanding debt that was issued to construct or acquire the capital asset. Unrestricted net position consists of net position that does not meet the definition of restricted or net investment in capital assets.

The Village's total column for net position has been adjusted for the 2011A, 2011B and 2012 General Obligation Bonds recorded as governmental debt, but used to construct business-type activity capital assets. Neither the governmental or business-type activities net position or net investment in capital assets have been reduced by those bonds, but the total column does reflect that reduction to properly reflect the bonds effect on total net position.

n. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The government has two types of item, which arises under a modified accrual basis of accounting that qualifies for reporting in this category. Accordingly, the item, unavailable revenue, is reported in the governmental funds balance sheet. The governmental funds report unavailable revenues from one source: property taxes. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available. The unamortized loss on refunding is reported as a deferred outflow of resources.

o. 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.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

o. Interfund Transactions (Continued)

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

p. 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 and the bond proceeds 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.

Permitted Deposits and Investments - Statutes and the Village's investment policy authorize the Village to make deposits/invest 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 and Illinois Funds.

The Police Pension Fund can invest in the same securities as the Village, plus the following: certain non-U.S. obligations (corporate debt securities), Illinois municipal corporations tax anticipation warrants, veteran's loans, obligations of the State of Illinois and its political divisions, Illinois insurance company general and separate accounts, mutual funds and equity securities (not to exceed 50% of the total assets of the Police Pension Fund).

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 objective of the policy is safety (preservation of capital and protection of investment principal), liquidity and yield.

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

2. DEPOSITS AND INVESTMENTS (Continued)

a. Village Deposits with Financial Institutions

Custodial credit risk for deposits with financial institutions is the risk that in the event of a bank's failure, the Village's deposits may not be returned to it. The Village's investment policy requires pledging of collateral with a fair value of 100% of all bank balances in excess of federal depository insurance with the collateral held by the Village's agent in the Village's name.

b. Village Investments

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

	Fair Value	Investment Maturities (in Years)			
		Less than 1	1-5	6-10	Greater than 10
U.S. agency obligations	\$ 3,703,726	\$ -	\$ -	\$ -	\$ 3,703,726
TOTAL	\$ 3,703,726	\$ -	\$ -	\$ -	\$ 3,703,726

In accordance with its investment policy, the Village limits its exposure to interest rate risk by structuring the portfolio to provide liquidity for operating funds and maximizing yields for funds not needed within a three-year period. However, the investment policy does not limit the maximum maturity length of investments. Investments may be purchased with maturities to match future projects or liability requirements. In addition, the policy requires the Village to structure the investment portfolio so that securities mature to meet cash requirements for ongoing operations, thereby avoiding the need to sell securities on the open market prior to maturity.

The Village limits its exposure to credit risk, the risk that the issuer of a debt security will not pay its par value upon maturity, by primarily investing in U.S. agency obligations rated AAA by Moody's ratings. Illinois Funds and Illinois Metropolitan Investment Fund (IMET) are rated AAA by Standard and Poor's, the fair value of which are the same as the value of the pool shares.

Custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to the investment, the Village will not be able to recover the value of its investments that are in possession of an outside party. To limit its exposure, the Village's investment policy requires all security transactions that are exposed to custodial credit risk to be processed on a delivery versus payment (DVP) basis with the underlying investments held by a third party acting as the Village's agent separate from where the investment was purchased or by the trust department of the bank where purchased, in the Village's name. Illinois Funds and IMET are not subject to custodial credit risk.

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

2. DEPOSITS AND INVESTMENTS (Continued)

b. Village Investments (Continued)

Concentration of credit risk - The Village's investment policy requires diversification of the portfolio, but does not specify maximum amounts that can be invested in any one investment vehicle, maturity, issuer or class of securities.

The Village's investment policy does not specifically prohibit the use of or the investment in derivatives.

c. Police Pension Fund's Deposits with Financial Institutions

Custodial credit risk for deposits with financial institutions is the risk that in the event of a bank's failure, the Police Pension Fund's deposits may not be returned to them. The Police Pension Fund's investment policies do not require pledging of collateral for all bank balances in excess of federal depository insurance, since flow-through FDIC insurance is available for the Police Pension Fund's deposits with financial institutions.

d. Police Pension Fund Investments

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

	Fair Value	Investment Maturities (in Years)			
		Less than 1	1-5	6-10	Greater than 10
U.S. agency obligations	\$ 1,961,705	\$ 500,000	\$ -	\$ -	\$ 1,461,705
U.S. Treasury obligations	7,606,054	-	815,997	-	6,790,057
Municipal bonds	1,116,359	-	175,641	-	940,718
TOTAL	\$ 10,684,118	\$ 500,000	\$ 991,638	\$ -	\$ 9,192,480

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 operating funds and maximizing yields for funds not needed within a one-year period. The investment policy does not limit the maximum maturity length of investments in the Police Pension Fund.

The Police Pension Fund limits its exposure to credit risk, the risk that the issuer of a debt security will not pay its par value upon maturity, by primarily investing in obligations guaranteed by the U.S. Government or securities issued by agencies of the U.S. Government that are explicitly or implicitly guaranteed by the U.S. Government. The U.S. agency obligations are rated by Moody's AA2 and the municipal bonds are rated between AA3 and AAA. Illinois Funds and IMET are rated AAA by Standard and Poor's. The investment policy is silent on minimum ratings required.

2. DEPOSITS AND INVESTMENTS (Continued)

d. Police Pension Fund Investments (Continued)

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. To limit its exposure, the Police Pension Fund's investment policy requires all security transactions that are exposed to custodial credit risk to be processed on a delivery versus payment (DVP) basis with the underlying investments held by a third party acting as the Police Pension Fund's agent separate from where the investment was purchased in the Police Pension Fund's name. Illinois Funds and IMET are not subject to custodial credit risk.

Concentration of credit risk - The Police Pension Fund's investment policy limits the amount of the portfolio that can be invested in any one investment vehicle. With the exception of U.S. Treasury securities and authorized pools, no more than 60% of the Police Pension Fund's total investment portfolio can be invested in a single security type or with a single financial institution.

The Police Pension Fund's investment policy does not specifically prohibit the use of or the investment in derivatives.

3. RECEIVABLES

a. Taxes

Property taxes for 2012 attach as an enforceable lien on January 1, 2012 on property values assessed as of the same date. Taxes are levied by December of the subsequent fiscal year (by passage of a Tax Levy Ordinance). Tax bills are prepared by the County and issued on or about February 1, 2013 and August 1, 2013 and are payable in two installments, on or about March 1, 2013 and September 1, 2013. The County collects such taxes and remits them periodically.

The 2012 tax levy collections are intended to finance the 2014 fiscal year and are not considered available for current operations and are, therefore, shown as unavailable revenue.

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

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

3. RECEIVABLES (Continued)

b. Due from Other Governments

The Village issued General Obligation Bonds in 2011 and 2013 on behalf of the Library to finance the Library Improvement Project. These bonds are in the Village's name and are a liability of the Village. The Library receives property tax collections to pay for the bond principal and interest and then remits the funds to the Village as the principal and interest payments become due. The Village has recorded a receivable, offset by unavailable revenue, for the amount of debt outstanding, less cash on hand, that the Library will be paying to the Village.

4. CAPITAL ASSETS

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

	Beginning Balance	Increases	Decreases	Ending Balance
GOVERNMENTAL ACTIVITIES				
Capital assets not being depreciated				
Land	\$ 4,589,995	\$ -	\$ -	\$ 4,589,995
Land right of way	16,180,188	-	-	16,180,188
Construction in progress	421,842	760,747	35,000	1,147,589
Total capital assets not being depreciated	<u>21,192,025</u>	<u>760,747</u>	<u>35,000</u>	<u>21,917,772</u>
Capital assets being depreciated				
Buildings and improvements	12,232,033	-	-	12,232,033
Vehicles, machinery and equipment	3,530,194	343,273	248,299	3,625,168
Infrastructure	97,300,600	2,318,182	1,746,949	97,871,833
Total capital assets being depreciated	<u>113,062,827</u>	<u>2,661,455</u>	<u>1,995,248</u>	<u>113,729,034</u>
Less accumulated depreciation for				
Buildings and improvements	3,097,807	291,342	-	3,389,149
Vehicles, machinery and equipment	2,040,227	282,382	223,676	2,098,933
Infrastructure	58,906,140	1,803,140	1,106,035	59,603,295
Total accumulated depreciation	<u>64,044,174</u>	<u>2,376,864</u>	<u>1,329,711</u>	<u>65,091,320</u>
Total capital assets being depreciated, net	<u>49,018,653</u>	<u>284,591</u>	<u>665,537</u>	<u>48,637,707</u>
GOVERNMENTAL ACTIVITIES				
CAPITAL ASSETS, NET	<u>\$70,210,678</u>	<u>\$ 1,045,338</u>	<u>\$ 700,537</u>	<u>\$ 70,555,479</u>

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

4. CAPITAL ASSETS (Continued)

	Beginning Balance	Increases	Decreases	Ending Balance
BUSINESS-TYPE ACTIVITIES				
Capital assets not being depreciated				
Land	\$ 1,955,456	\$ -	\$ -	\$ 1,955,456
Construction in progress	21,891,788	8,536	21,891,788	8,536
Total capital assets not being depreciated	23,847,244	8,536	21,891,788	1,963,992
Capital assets being depreciated				
Buildings and improvements	11,817,387	34,343,761	1,439,469	44,721,679
Parking lot improvements	1,950,830	-	-	1,950,830
Vehicles, machinery and equipment	595,397	-	-	595,397
Water distribution system	13,946,836	109,585	13,622	14,042,799
Sanitary sewer system	4,369,256	-	-	4,369,256
Total capital assets being depreciated	32,679,706	34,453,346	1,453,091	65,679,961
Less accumulated depreciation for				
Buildings and improvements	3,583,066	265,406	1,047,584	2,800,888
Parking lot improvements	801,119	26,737	-	827,856
Vehicles, machinery and equipment	578,254	4,650	-	582,904
Water distribution system	1,949,706	306,799	13,622	2,242,883
Sanitary sewer system	1,258,558	96,347	-	1,354,905
Total accumulated depreciation	8,170,703	699,939	1,061,206	7,809,436
Total capital assets being depreciated, net	24,509,003	33,753,407	391,885	57,870,525
BUSINESS-TYPE ACTIVITIES				
CAPITAL ASSETS, NET	\$48,356,247	\$ 33,761,943	\$ 22,283,673	\$ 59,834,517

Depreciation expense was charged to functions/programs of the primary government as follows:

GOVERNMENTAL ACTIVITIES

General government	\$ 158,055
Public safety	102,680
Highways and streets, including depreciation of general infrastructure assets	2,116,129

DEPRECIATION EXPENSE - GOVERNMENTAL ACTIVITIES \$ 2,376,864

5. RISK MANAGEMENT

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

5. RISK MANAGEMENT (Continued)

Intergovernmental Personnel Benefit Cooperative (IPBC)

The Village participates in the Intergovernmental Personnel Benefit Cooperative (IPBC). IPBC 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, quasi governmental and nonprofit public service entities.

The IPBC receives, processes and pays 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. In addition, there are two officers, a Benefit Administrator and a Treasurer. The Village does not exercise any control over the activities of IPBC beyond its representation on the Board of Directors.

Municipal Insurance Cooperative Agency (MICA)

The Village participates in the Municipal Insurance Cooperative Agency (MICA). MICA is a public entity risk pool whose members are Illinois municipalities. MICA manages and funds first party property losses, third party liability claims, workers' compensation claims and public officials' liability claims of its members. MICA provides \$2,000,000 of coverage after a \$1,000 deductible. The Village's payments to MICA are displayed on the financial statements as expenditures/expenses in appropriate funds.

Management consists of a Board of Directors comprised of one appointed representative from each member. In addition, there are three officers, a Risk Manager and a Treasurer. The Village does not exercise any control over activities of MICA beyond its representation on the Board of Directors. MICA functions solely as an administrative agent for each member.

High-Level Excess Liability Pool (HELP)

The Village participates in the High-Level Excess Liability Pool (HELP). HELP is a public entity risk pool established by certain municipalities (the Members) in Illinois to provide excess liability coverage (\$10,000,000 of coverage after the \$2,000,000 coverage provided by MICA). The Village's payments to HELP are displayed on the financial statements as expenditures/expenses in appropriate funds.

HELP was organized on April 1, 1987. The purpose of HELP is to act as a joint self-insurance pool for the purpose of seeking the prevention or lessening of liability claims for injuries to persons or property or claims for errors and omissions made against the Members and other parties included within the scope of coverage of HELP.

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

5. RISK MANAGEMENT (Continued)

High-Level Excess Liability Pool (HELP) (Continued)

HELP is governed by a Board of Directors, which consists of one appointed representative from each member municipality. Each director has an equal vote. The officers of HELP are appointed by the Board of Directors. The Board of Directors determines the general policy of HELP; makes all appropriations; approves contracts; adopts resolutions providing for the issuance of debt by HELP; adopts bylaws, rules and regulations; and exercises such powers and performs such duties as may be prescribed in the Agency Agreement or the bylaws.

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

6. LONG-TERM DEBT

a. General Obligation Bonds

The Village issues general obligation bonds 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. General obligation bonds currently outstanding are as follows:

Issue	Fund Debt Retired By	Balances May 1	Additions	Reductions	Balances April 30	Current Portion
General Obligation Bond Series of 2003 (\$3,460,000 dated February 28, 2003; maturing December 1, 2012; payable in annual installments; interest rates from 2.25% to 3.50%)	Water Fund*	\$ 465,000	\$ -	\$ 465,000	\$ -	\$ -
General Obligation Bond Series of 2008 (\$5,000,000 dated August 1 2008; maturing December 1, 2028; payable in annual installments; interest rates from 3.25% to 4.25%)	Debt Service**	4,460,000	-	190,000	4,270,000	195,000
General Obligation Bond Series of 2010A (\$12,500,000 dated November 3, 2010; maturing December 1, 2030; payable in annual installments; interest rates from .80% to 5.50%)	Debt Service***	11,975,000	-	540,000	11,435,000	545,000
General Obligation Bond Series of 2011A (\$9,900,000 dated October 17, 2011; maturing December 1, 2031; payable in annual installments; interest rates from 1.00% to 3.25%)	Debt Service**	9,900,000	-	625,000	9,275,000	245,000

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

6. LONG-TERM DEBT (Continued)

a. General Obligation Bonds (Continued)

Issue	Fund Debt Retired By	Balances May 1	Additions	Reductions	Balances April 30	Current Portion
General Obligation Taxable Bond Series of 2011B (\$12,500,000 dated October 17, 2011; maturing December 1, 2031; payable in annual installments; interest rates of 4.00%)	Debt Service	\$12,500,000	\$ -	\$ -	\$12,500,000	\$ -
General Obligation Bond Series of 2012 (\$10,000,000 dated February 21, 2012; maturing December 1, 2031, payable in annual installments; interest rates from 1.25% - 2.75%)	Debt Service	10,000,000	-	-	10,000,000	-
General Obligation Bond Series of 2013 (\$9,075,000 dated January 3, 2013; maturing December 1, 2031, payable in annual installments; interest rates from 2.00% - 2.25%)	Debt Service	-	9,075,000	-	9,075,000	665,000
TOTAL		\$49,300,000	\$ 9,075,000	\$ 1,820,000	\$56,555,000	\$ 1,650,000

The \$3,460,000 in General Obligation Bonds, Series 2003, was authorized to advance refund the Series 1997 issue. The original issue was used for financing water system improvements.

The \$5,000,000 in General Obligation Bonds, Series 2008, was authorized to finance various capital improvement projects.

The \$12,500,000 in General Obligation Bonds, Series 2010A, was authorized to finance various capital improvement projects.

The \$9,900,000 in General Obligation Bonds, Series 2011A, was authorized to finance \$4,000,000 in street improvement projects and \$5,900,000 for the library renovation project.

The \$12,500,000 in General Obligation Bonds, Taxable Series 2011B (Qualified Energy Conservation Bonds), was authorized to finance the wastewater reclamation facility reconstruction.

The \$10,000,000 in General Obligation Bonds, Series 2012, was authorized to finance the renovation and improvement of the wastewater reclamation facility.

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

6. LONG-TERM DEBT (Continued)

a. General Obligation Bonds (Continued)

The \$9,075,000 in General Obligation Bonds, Series 2013, was authorized to finance \$3,200,000 in wastewater reclamation facility improvements and \$5,875,000 for the library renovation project.

* The Village abates the tax levy on this bond issue annually. The debt is recorded in and is being retired by the Water Fund.

** The Village abated the tax levy on this bond issue for fiscal 2012 and evaluates annually if the Village is financially capable of doing so. The debt is being retired by transfers from various funds.

***The Village abated a portion of the tax levy on this bond issue for fiscal 2012 and evaluates annually if the Village is financially capable of doing so. The bonds were issued as taxable Build America Bonds and are eligible for a 35% direct payment interest credit from the U.S. Government.

b. Debt Service Requirements to Maturity

Annual debt service requirements to maturity are as follows:

Fiscal Year Ending April 30,	Governmental Activities		
	Principal	Interest	Total
2014	\$ 1,650,000	\$ 1,765,631	\$ 3,415,631
2015	1,670,000	1,752,424	3,422,424
2016	1,720,000	1,720,699	3,440,699
2017	1,770,000	1,685,324	3,455,324
2018	1,815,000	1,646,494	3,461,494
2019	1,870,000	1,603,494	3,473,494
2020	1,930,000	1,557,731	3,487,731
2021	1,990,000	1,508,478	3,498,478
2022	2,060,000	1,455,071	3,515,071
2023	2,125,000	1,396,949	3,521,949
2024	2,200,000	1,334,861	3,534,861
2025	2,280,000	1,266,974	3,546,974
2026	2,360,000	1,195,054	3,555,054
2027	2,450,000	1,116,903	3,566,903
2028	2,540,000	1,033,765	3,573,765
2029	14,785,000	944,163	15,729,163
2030	3,800,000	359,808	4,159,808
2031	3,925,000	233,628	4,158,628
2032	3,615,000	100,988	3,715,988
TOTAL	\$56,555,000	\$23,678,439	\$80,233,439

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

6. LONG-TERM DEBT (Continued)

c. Changes in Long-Term Liabilities

During the fiscal year, the following changes occurred in long-term liabilities:

	Fund Debt Retired By	Balances May 1	Additions	Reductions	Balances April 30	Current Portion
GOVERNMENTAL ACTIVITIES						
General obligation bonds	Debt Service	\$48,835,000	\$ 9,075,000	\$ 1,355,000	\$56,555,000	\$ 1,650,000
Premium		79,791	253,502	-	333,293	-
Discount		(58,907)	-	(931)	(57,976)	-
Compensated absences (Governmental)	General	1,455,489	-	13,768	1,441,721	144,172
Compensated absences (Internal Service)	Garage	38,152	3,487	-	41,639	4,164
Other postemployment benefit	General	557,363	159,633	-	716,996	-
TOTAL GOVERNMENTAL ACTIVITIES		\$50,906,888	\$ 9,491,622	\$ 1,367,837	\$59,030,673	\$ 1,798,336
	Fund Debt Retired By	Balances May 1	Additions	Reductions	Balances April 30	Current Portion
BUSINESS-TYPE ACTIVITIES						
General obligation bonds						
Water	Water	\$ 465,000	\$ -	\$ 465,000	\$ -	\$ -
Compensated absences (Enterprise)	Water/Sewer /Parking	279,603	406	39,596	240,413	29,679
Other postemployment benefit	Water/Sewer	63,554	1,460	15,619	49,395	-
TOTAL BUSINESS-TYPE ACTIVITIES		\$ 808,157	\$ 1,866	\$ 520,215	\$ 289,808	\$ 29,679

d. Legal Debt Margin

The Village is a home rule municipality.

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

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

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

6. LONG-TERM DEBT (Continued)

d. Legal Debt Margin (Continued)

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

The Village qualifies as a Home Rule Unit under Section 6(a) of Article VII of the 1970 Constitution of Illinois and, under the powers granted by this section, can exercise any power and perform any function pertaining to its government and affairs that is not prohibited by the Illinois Compiled Statutes.

e. Noncommitment Debt - Industrial Development Revenue Bonds

The issuance of Industrial Development Revenue Bonds (IDRBs) by the Village is to finance in whole or in part the cost of the acquisition, purchase, construction, reconstruction, improvement, equipping, betterment or extension of any economic development project in order to encourage economic development within or near the Village.

IDRBs are not a debt of the Village. The entity using the bond proceeds to finance a construction or improvement project is liable for the bonds. Since the Village does not act as an agent for IDRBs, the transactions relating to the bonds and property do not appear in the Village's financial statements.

The Village has authorized the issuance of the following such bonds:

Date Issued	Type of Bond	Original Amount	Debtor
4/16/84	Industrial Revenue	\$ 1,000,000	Teradyne, Inc.
9/19/11	Industrial Revenue	18,790,000	Chicagoland Jewish High School

As of April 30, 2013, there were two IDRBs outstanding. The IDRB for the Chicagoland Jewel High School was refinanced during the fiscal year ended April 30, 2012, and the aggregate principal amount payable at April 30, 2013 was \$18,790,000. The aggregate principal payable for the other series of IDRBs could not be determined; however, its original issue amount was \$1,000,000.

7. INTERFUND ASSETS/LIABILITIES

a. Interfund Transfers

Transfers From	Transfers To	Amount
General	Debt Service	\$ 833,396
Bond Proceeds	Infrastructure Replacement	11,807,225
General	Infrastructure Replacement	1,650,000
TOTAL		<u>\$ 14,290,621</u>

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

7. INTERFUND ASSETS/LIABILITIES (Continued)

a. Interfund Transfers (Continued)

The purpose of significant transfers to/from other funds is as follows:

- \$833,396 transferred from the General Fund to the Debt Service Fund is to make principal and interest payments on debt as property taxes were abated. The amount will not be repaid.
- \$11,807,225 transferred from the Bond Proceeds Fund to the Infrastructure Replacement Fund is reimbursement for eligible construction project costs.
- \$1,650,000 transferred from the Bond Proceeds Fund to the Infrastructure Replacement Fund is to provide additional funding needed to complete budgeted capital projects.

b. Due to/from Other Funds

Receivable Fund	Payable Fund	Amount
Water	General	\$ 1,037,408
Bond Proceeds	Infrastructure Replacement	<u>629,379</u>
TOTAL		<u>\$ 1,666,787</u>

The interfund payables/receivables all represent temporary financing that will be repaid within one year.

8. COMMITMENTS

High-Level Excess Liability Pool (HELP)

The Village has committed to purchase excess liability insurance from HELP, a joint venture of Illinois municipalities.

These amounts have been calculated using the Village's current allocation percentage of 3.52% of premium expense. In future years, this allocation percentage will be subject to change because HELP's agreement provides that the members will be assessed each year based upon a formula that specifies the following four criteria for allocating premium costs:

- Miles of streets
- Full-time equivalent employees
- Number of licensed vehicles
- Operating revenues

The Village has passed a resolution authorizing the extension of HELP for ten years beginning May 1, 2008.

9. CONTINGENT LIABILITIES

a. Litigation

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

b. Grants

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

c. High-Level Excess Liability Pool (HELP)

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

d. Solid Waste Agency of Lake County (SWALCO)

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

10. JOINT VENTURES

Solid Waste Agency of Lake County (SWALCO)

Description of Joint Venture

The Village is a member of SWALCO, which consists of 35 municipalities. SWALCO 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). SWALCO is empowered under the Act to plan, construct, finance, operate and maintain a solid waste disposal system to serve its members.

10. JOINT VENTURES (Continued)

Solid Waste Agency of Lake County (SWALCO) (Continued)

Description of Joint Venture (Continued)

These percentage shares are subject to change in future years based on the combination of the population and equalized assessed valuation of the municipalities.

The members form a contiguous geographic service area, which is located in Lake County. Under the agency agreement, additional members may join SWALCO upon the approval of each member.

SWALCO is governed by a Board of Directors, which consists of one appointed representative from each member municipality. Each Director has an equal vote. The officers of SWALCO are appointed by the Board of Directors. The Board of Directors determines the general policy of SWALCO; makes all appropriations; approves contracts; adopts resolutions providing for the issuance of bonds or notes by SWALCO; adopts bylaws, rules and regulations; and exercises such powers and performs such duties as may be prescribed in the agency agreement or the bylaws.

SWALCO is an oversight advisory board providing long range planning services to member municipalities. The Village is a participant in SWALCO, but no agreement has been reached as to services to be provided.

Complete financial statements can be obtained from the Solid Waste Agency of Lake County, 1300 N. Skokie Highway, Suite 103, Gurnee, Illinois 60031.

The Village does not have an equity interest in SWALCO at April 30, 2013.

11. OTHER POSTEMPLOYMENT BENEFITS

a. Plan Description

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

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

11. OTHER POSTEMPLOYMENT BENEFITS (Continued)

b. Benefits Provided

The Village provides pre and post-Medicare postretirement health insurance to retirees, their spouses and dependents (enrolled at time of employee's retirement). To be eligible for benefits, the employee must qualify for retirement under one of the Village's two retirement plans. The Village pays a subsidy of 50% of the cost of the monthly health insurance premiums for the retirees up to a maximum of \$50. The retiree pays the remainder of the blended premium. Upon a retiree becoming eligible for Medicare, the amount payable under the Village's health plan will be reduced by the amount payable under Medicare for those expenses that are covered under both.

c. Membership

At April 30, 2013, membership consisted of:

Retirees and beneficiaries currently receiving benefits	15
Terminated employees entitled to benefits but not yet receiving them	-
Active employees	<u>103</u>
 TOTAL	 <u>118</u>
 Participating employers	 <u>1</u>

d. Funding Policy

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

e. Annual OPEB Costs and Net OPEB Obligation

The Village's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan and the net OPEB obligation for the last three years was as follows:

Fiscal Year Ended	Annual OPEB Cost	Employer Contributions	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
2011	\$ 329,853	\$ 186,725	56.6%	\$ 476,405
2012	331,236	186,725	56.4%	620,916
2013	332,200	186,725	56.2%	766,391

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

11. OTHER POSTEMPLOYMENT BENEFITS (Continued)

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

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

Annual required contribution	\$ 328,060
Interest on net OPEB obligation	24,837
Adjustment to annual required contribution	<u>(20,697)</u>
Annual OPEB cost	332,200
Contributions made	<u>186,725</u>
Increase in net OPEB obligation	145,475
Net OPEB obligation, beginning of year	<u>620,916</u>
NET OPEB OBLIGATION, END OF YEAR	<u>\$ 766,391</u>

Funded Status and Funding Progress - The funded status of the plan as of April 30, 2013, was as follows:

Actuarial accrued liability (AAL)	\$ 4,168,658
Actuarial value of plan assets	-
Unfunded actuarial accrued liability (UAAL)	4,168,658
Funded ratio (actuarial value of plan assets/AAL)	0%
Covered payroll (active plan members)	\$ 9,909,624
UAAL as a percentage of covered payroll	42.1%

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

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

11. OTHER POSTEMPLOYMENT BENEFITS (Continued)

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

In the May 1, 2012, actuarial valuation, the entry-age normal actuarial cost method was used. The actuarial assumptions included 4.0% investment rate of return and an initial healthcare cost trend rate of 8.0% with an ultimate healthcare inflation rate of 6.0%. Both rates include a 3.0% inflation assumption and 4.0% wage inflation assumption. The actuarial value of assets was not determined as the Village has not advance funded its obligation. The plan's unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on an open basis over a 30 year amortization period. The remaining amortization period at April 30, 2013, was 30 years.

12. EMPLOYEE RETIREMENT SYSTEMS

a. Plan Descriptions and Provisions

Illinois Municipal Retirement Fund

The Village contributes to the Illinois Municipal Retirement Fund (IMRF), a defined benefit agent multiple-employer public employee retirement system that acts as a common investment and administrative agent for local governments and school districts in Illinois (other than those covered by the Police Pension Plan).

IMRF provides two tiers of pension benefits. Employees hired prior to January 1, 2011, are eligible for Tier 1 benefits. For Tier 1 employees, pension benefits vest after eight years of service. Participating members who retire at age 55 (reduced benefits) or after age 60 (full benefits) with eight years of credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1 2/3% of their final rate of earnings, for each year of credited service up to 15 years, and 2% for each year thereafter.

Employees hired on or after January 1, 2011, are eligible for Tier 2 benefits. For Tier 2 employees, pension benefits vest after ten years of service. Participating members who retire at age 62 (reduced benefits) or after age 67 (full benefits) with ten years of credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1 2/3% of their final rate of earnings, for each year of credited service up to 15 years, and 2% for each year thereafter.

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 coverage of its own employees in the system, using the actuarial basis specified by state statute (entry-age normal). The employer contribution for the calendar year ended December 31, 2012 was 13.85% of covered payroll.

12. EMPLOYEE RETIREMENT SYSTEMS (Continued)

a. Plan Descriptions and Provisions (Continued)

Illinois Municipal Retirement Fund (Continued)

IMRF issues a separate financial report which may be obtained by writing them at IMRF, 2211 York Road, Suite 500, Oak Brook, Illinois 60523. This report contains information for IMRF as a whole, but not by individual employer.

Police Pension Plan

Police sworn personnel are covered by the Police Pension Plan, which is a defined benefit single-employer pension plan. Although this is a single-employer pension plan, the defined benefits and employee and employer contributions levels are governed by Illinois Compiled Statutes (Chapter 40 - Article 5/3) and can be amended only by the Illinois legislature. The Village accounts for the Police Pension Plan as a pension trust fund. At April 30, 2013, the Police Pension Plan membership consisted of:

Retirees and beneficiaries currently receiving benefits	34
Terminated employees entitled to benefits but not yet receiving them	3
Current employees	
Vested	27
Nonvested	12
	<hr/>
TOTAL	76
	<hr/> <hr/>

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

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

12. EMPLOYEE RETIREMENT SYSTEMS (Continued)

a. Plan Descriptions and Provisions (Continued)

Police Pension Plan (Continued)

Tier 2 employees (those hired on or after January 1, 2011) attaining the age of 55 or older with ten or more years of creditable service are entitled to receive an annual retirement benefit equal to the average monthly salary obtained by dividing the total salary of the police officer during the 96 consecutive months of service within the last 120 months of service in which the total salary was the highest by the number of months of service in that period. Police officers' salary for pension purposes is capped at \$106,800, plus the lesser of ½ of the annual change in the Consumer Price Index or 3.00% compounded. The annual benefit shall be increased by 2.50% of such salary for each additional year of service over 20 years up to 30 years to a maximum of 75.00% of such salary. Employees with at least ten years may retire at or after age 50 and receive a reduced benefit (i.e., ½% for each month under 55). The monthly benefit of a Tier 2 police officer shall be increased annually at age 60 on the January 1st after the police officer retires, or the first anniversary of the pension starting date, whichever is later. Noncompounding increases occur annually, each January thereafter. The increase is the lesser of 3.00% or ½ of the change in the Consumer Price Index for the proceeding calendar year.

Covered employees are required to contribute 9.91% of their base salary to the Police Pension Plan. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without accumulated interest. The Village is required to contribute the remaining amounts necessary to finance the Police Pension Plan as actuarially determined by an enrolled actuary. Effective January 1, 2011, the Village has until the year 2040 to fund 90% of the past service cost for the Police Pension Plan. The employer contribution for the fiscal year ended April 30, 2013 was 39.57% of covered payroll.

The Police Pension Plan issues a separate financial report which may be obtained by writing them at the Village of Deerfield Village Hall.

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 fair value. Investment income is recognized as earned.

Gains and losses on sales and exchanges of fixed income securities are recognized on the transaction date.

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

12. EMPLOYEE RETIREMENT SYSTEMS (Continued)

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

Significant Investments - Investments (other than U.S. Government and U.S. Government guaranteed obligations) in a Vanguard Mutual Fund representing 65% of net position available for benefits.

Related Party Transactions - There were no securities of the employer or any other related parties included in plan assets, including any loans.

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

c. Annual Pension Cost

	Illinois Municipal Retirement	Police Pension
Actuarial valuation date	December 31, 2010	April 30, 2012
Actuarial cost method	Entry-age Normal	Entry-age Normal Level Percent of Pay
Asset valuation method	5 Year Smoothed Market	Actuarial Value
Amortization method	Level Percentage of Payroll	Level Percent of Pay
Amortization period	30 Years, Open	29.64 Years, Closed
Significant actuarial assumptions		
a) Rate of return on present and future assets	7.50% Compounded Annually	7.25% Compounded Annually
b) Projected salary increase - attributable to inflation	4.00% Compounded Annually	3.50% Compounded Annually

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

12. EMPLOYEE RETIREMENT SYSTEMS (Continued)

c. Annual Pension Cost (Continued)

	Illinois Municipal Retirement	Police Pension
c) Additional projected salary increases - seniority/merit	.40% to 10.00%	4.00% to 14.17%
d) Postretirement benefit increases	3.00%	3.00%

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

	For Fiscal Year	Illinois Municipal Retirement	Police Pension
Annual pension cost (APC)	2011	\$ 978,074	\$ 1,367,090
	2012	994,383	833,548
	2013	974,395	1,002,006
Actual contribution	2011	\$ 978,074	\$ 1,350,132
	2012	994,383	860,228
	2013	974,395	1,023,006
Percentage of APC contributed	2011	100.00%	98.70%
	2012	100.00%	103.20%
	2013	100.00%	102.10%
NPO (asset)	2011	\$ -	\$ (950,129)
	2012	-	(976,809)
	2013	-	(997,599)

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

12. EMPLOYEE RETIREMENT SYSTEMS (Continued)

c. Annual Pension Cost (Continued)

The Village's annual pension cost and net pension obligation (asset) for the Police Pension Plan for April 30, 2013 are as follows:

Annual required contribution	\$ 1,023,006
Interest on net pension obligation (asset)	(70,819)
Adjustment to annual required contribution	<u>50,029</u>
Annual pension cost	1,002,216
Contributions made	<u>1,023,006</u>
Increase in net pension obligation	(20,790)
Net pension obligation (asset), beginning of year	<u>(976,809)</u>
NET PENSION OBLIGATION (ASSET), END OF YEAR	<u>\$ (997,599)</u>

Funded Status and Funding Progress - The funded status of the plans as of December 31, 2012 for Illinois Municipal Retirement and April 30, 2012 for the Police Pension (most recent data available) were as follows. The actuarial assumptions used to determine the funded status of the Police Pension Plan are the same actuarial assumptions used to determine the employer APC of the plan as disclosed in Note 12c.

	Illinois Municipal Retirement*	Police Pension
Actuarial accrued liability (AAL)	\$ 19,697,729	\$ 44,093,099
Actuarial value of plan assets	12,514,897	32,680,996
Unfunded actuarial accrued liability (UAAL)	7,182,832	11,412,103
Funded ratio (actuarial value of plan assets/AAL)	63.53%	74.12%
Covered payroll (active plan members)	\$ 6,984,525	\$ 3,412,049
UAAL as a percentage of covered payroll	102.84%	334.46%

* Includes both the Village and the Library.

The actuarial value of plan assets for the Police Pension Plan above is as of April 30, 2012.

Multi-year trend information is presented immediately after the notes to financial statements in the required supplementary information section for the pension plans and the OPEB plan.

13. CONTRACTUAL COMMITMENTS

Economic Incentive Agreements

The Village has entered into economic incentive agreements with a commercial entity whereby the Village has agreed to reimburse the commercial entity through sales tax rebates. The amount of the rebates is limited to specified time period and are payable over 15 years solely from sales taxes generated by the commercial entity. The rebates are to be paid monthly with the agreement expiring 15 years after commencement. At April 30, 2013, the Village has accrued an estimated rebate liability of \$429,484 for amounts collected by the state through April 30, 2013 but not yet paid to the commercial entity. To date, the Village has paid \$12,489,862 to the commercial entity. The agreement has no stated maximum.

14. PRIOR PERIOD ADJUSTMENT

During the year ended April 30 2013, the Village adopted GASB Statement No. 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position* and GASB Statement No. 65, *Items Previously Reported as Assets and Liabilities*. The Village restated beginning net position at May 1, 2013 of governmental activities by \$(664,644) to expense bond issuance costs.

VILLAGE OF DEERFIELD, ILLINOIS

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

For the Year Ended April 30, 2013

	Original Budget	Final Budget	Actual
REVENUES			
Taxes	\$ 9,732,000	\$ 9,732,000	\$ 10,801,655
Licenses and permits	996,000	996,000	1,645,735
Intergovernmental	6,039,400	6,039,400	7,334,130
Charges for services	325,500	325,500	337,671
Fines and forfeits	241,500	241,500	342,740
Investment income	105,000	105,000	73,230
Miscellaneous	712,000	712,000	820,487
Total revenues	18,151,400	18,151,400	21,355,648
EXPENDITURES			
General government	6,093,918	8,093,918	7,783,099
Public safety	9,188,270	9,188,270	8,264,879
Highways and streets	2,607,924	2,607,924	2,316,358
Total expenditures	17,890,112	19,890,112	18,364,336
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	261,288	(1,738,712)	2,991,312
OTHER FINANCING SOURCES (USES)			
Transfers (out)	(2,483,396)	(2,483,396)	(2,483,396)
Sale of capital assets	7,500	7,500	3,331
Total other financing sources (uses)	(2,475,896)	(2,475,896)	(2,480,065)
NET CHANGE IN FUND BALANCE	\$ (2,214,608)	\$ (4,214,608)	511,247
FUND BALANCE, MAY 1			19,286,525
FUND BALANCE, APRIL 30			\$ 19,797,772

(See independent auditor's report.)

VILLAGE OF DEERFIELD, ILLINOIS
 REQUIRED SUPPLEMENTARY INFORMATION
 ILLINOIS MUNICIPAL RETIREMENT FUND

April 30, 2013

Schedule of Funding Progress

Actuarial Valuation Date December 31,	(1) Actuarial Value of Plan Assets	(2) Actuarial Accrued Liability (AAL) Entry-Age	(3) Percentage Funded (1) / (2)	(4) Unfunded (Overfunded) Actuarial Accrued Liability (2) - (1)	(5) Annual Covered Payroll	(6) Unfunded (Overfunded) Actuarial Accrued Liability as a Percentage of Covered Payroll (4) / (5)
2007	\$ 10,465,905	\$ 13,938,222	75.09%	\$ 3,472,317	\$ 6,340,864	54.76%
2008	8,049,486	15,152,271	53.12%	7,102,785	6,738,890	105.40%
2009	9,107,659	16,821,384	54.14%	7,713,725	7,006,916	110.09%
2010	9,932,360	17,300,765	57.41%	7,368,405	6,847,499	107.61%
2011	11,623,931	19,062,218	60.98%	7,438,287	7,149,112	104.04%
2012	12,514,897	19,697,729	63.53%	7,182,832	6,984,525	102.84%

Schedule of Employer Contributions

Fiscal Year	Employer Contributions	Annual Required Contribution (ARC)	Percentage Contributed
2008	\$ 725,222	\$ 725,222	100.00%
2009	783,935	783,935	100.00%
2010	848,052	848,052	100.00%
2011	978,074	978,074	100.00%
2012	994,383	994,383	100.00%
2013	974,395	974,395	100.00%

Note: Amounts above include both the Village of Deerfield and Deerfield Public Library.

(See independent auditor's report.)

VILLAGE OF DEERFIELD, ILLINOIS
 REQUIRED SUPPLEMENTARY INFORMATION
 POLICE PENSION FUND

April 30, 2013

Schedule of Funding Progress

Actuarial Valuation Date April 30,	(1) Actuarial Value of Plan Assets	(2) Actuarial Accrued Liability (AAL) Entry-Age	(3) Percentage Funded (1) / (2)	(4) Unfunded (Overfunded) Actuarial Liability (2) - (1)	(5) Annual Covered Payroll	(6) Unfunded (Overfunded) Actuarial Accrued Liability as a Percentage of Covered Payroll (4) / (5)
2007	\$ 26,434,408	\$ 32,230,820	82.02%	\$ 5,796,412	\$ 3,124,688	185.50%
2008	27,864,349	34,968,811	79.68%	7,104,462	3,192,147	222.56%
2009	26,630,887	37,524,305	70.97%	10,893,418	3,104,786	350.86%
2010	28,394,421	40,399,625	70.28%	12,005,204	3,356,276	357.69%
2011	30,880,930	39,809,633	77.57%	8,928,703	3,216,370	277.60%
2012	32,680,996	44,093,099	74.12%	11,412,103	3,412,049	334.46%

Schedule of Employer Contributions

Fiscal Year	Employer Contributions	Annual Required Contribution (ARC)	Percentage Contributed
2008	\$ 698,335	\$ 698,335	100.00%
2009	843,209	843,209	100.00%
2010	1,202,006	1,202,006	100.00%
2011	1,350,132	1,350,132	100.00%
2012	860,228	860,228	100.00%
2013	1,023,006	1,023,006	100.00%

(See independent auditor's report.)

VILLAGE OF DEERFIELD, ILLINOIS
 REQUIRED SUPPLEMENTARY INFORMATION
 OTHER POSTEMPLOYMENT BENEFIT PLAN

April 30, 2013

Schedule of Funding Progress

Actuarial Valuation Date April 30,	(1) Actuarial Value of Plan Assets	(2) Actuarial Accrued Liability (AAL) Entry-Age	(3) Percentage Funded (1) / (2)	(4) Unfunded (Overfunded) Actuarial Accrued Liability (2) - (1)	(5) Annual Covered Payroll	(6) Unfunded (Overfunded) Actuarial Accrued Liability as a Percentage of Covered Payroll (4) / (5)
2008	\$ -	\$ 2,642,100	0.00%	\$ 2,642,100	\$ 8,254,700	32.01%
2009	-	4,255,265	0.00%	4,255,265	8,121,599	52.39%
2010	-	4,427,351	0.00%	4,427,351	8,446,463	52.42%
2011	N/A	N/A	N/A	N/A	N/A	N/A
2012	N/A	N/A	N/A	N/A	N/A	N/A
2013	-	4,168,658	0.00%	4,168,658	9,909,624	42.07%

Schedule of Employer Contributions

Fiscal Year	Employer Contributions	Annual Required Contribution (ARC)	Percentage Contributed
2008	\$ 101,600	\$ 193,800	52.43%
2009	109,400	202,300	54.08%
2010	168,200	315,350	53.34%
2011	186,725	328,060	56.92%
2012	186,725	328,060	56.92%
2013	186,725	328,060	56.92%

Information for prior years is not available as the Village's first actuarial valuation was performed May 1, 2007.

N/A - Not available

(See independent auditor's report.)

VILLAGE OF DEERFIELD, ILLINOIS

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

April 30, 2013

BUDGETS

Budgets are adopted on a basis consistent with GAAP. Annual appropriated budgets are adopted (at the fund level) for the General, Special Revenue, Debt Service, Capital Projects (except the Library Bond Proceeds Fund), Enterprise, Internal Service and Pension Trust Funds. The annual appropriated budget is legally enacted and provides for a legal level of control at the department level, or, where no departmental segregation of a fund exists, the fund level. All annual appropriations lapse at fiscal year end.

Encumbrances represent commitments related to unperformed contracts for goods or services. Encumbrance accounting-under which purchase orders, contracts and other commitments for the expenditure of resources are recorded to reserve that portion of the applicable appropriation-is utilized in the governmental funds. Material encumbrances outstanding at year end, if any, are reported as reservations of fund balances and do not constitute expenditures or liabilities because the commitments will be honored during the subsequent year.

All departments of the Village submit requests for appropriation to the Village's manager so that a budget may be prepared. The budget is prepared by fund and includes information on the past year, current year estimates and requested appropriations for the next fiscal year.

The proposed budget is presented to the governing body for review. The governing body holds public hearings and can add to, subtract from or change appropriations; but cannot change the form of the budget.

Management cannot amend the total budget for individual funds without seeking the approval of the governing body.

Expenditures cannot legally exceed budgeted appropriations at the fund level, and the Board must approve any over expenditures of appropriation or transfers of appropriated amounts. During the year, a supplementary appropriation was necessary.

VILLAGE OF DEERFIELD, ILLINOIS

SCHEDULE OF REVENUES - BUDGET AND ACTUAL
GENERAL FUND

For the Year Ended April 30, 2013

	Original Budget	Final Budget	Actual
TAXES			
Property	\$ 2,150,000	\$ 2,150,000	\$ 2,183,336
Replacement	85,000	85,000	83,937
Home rule sales	2,650,000	2,650,000	3,665,374
Local use	297,000	297,000	292,475
Electric utility tax	1,250,000	1,250,000	1,320,356
Hotel/motel	1,800,000	1,800,000	1,826,051
Telecommunication	1,500,000	1,500,000	1,430,126
Total taxes	9,732,000	9,732,000	10,801,655
LICENSES AND PERMITS			
Beer/liquor licenses	65,000	65,000	68,382
Food licenses	5,000	5,000	4,828
Other business licenses	5,500	5,500	5,166
Building permits	525,000	525,000	1,168,462
Contractor's licenses	7,000	7,000	7,050
Nonbusiness licenses and permits	50,500	50,500	63,032
Vehicle licenses	338,000	338,000	328,815
Total licenses and permits	996,000	996,000	1,645,735
INTERGOVERNMENTAL			
State grant	3,000	3,000	28,598
Sales taxes	4,550,000	4,550,000	5,610,563
Income taxes	1,443,400	1,443,400	1,642,446
State highway maintenance	43,000	43,000	52,523
Total intergovernmental	6,039,400	6,039,400	7,334,130
CHARGES FOR SERVICES			
Special police services	180,500	180,500	206,453
Dispatching services	88,000	88,000	99,216
50/50 tree planting	55,000	55,000	20,002
Engineering services	2,000	2,000	12,000
Total charges for services	325,500	325,500	337,671
FINES AND FORFEITS	241,500	241,500	342,740
INVESTMENT INCOME	105,000	105,000	73,230

(This schedule is continued on the following page.)

VILLAGE OF DEERFIELD, ILLINOIS

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

For the Year Ended April 30, 2013

	Original Budget	Final Budget	Actual
MISCELLANEOUS			
False alarms	\$ 27,000	\$ 27,000	\$ 26,431
Rentals	235,000	235,000	233,220
Miscellaneous	100,000	100,000	161,023
Franchise fees	350,000	350,000	399,813
	<hr/>		
Total miscellaneous	712,000	712,000	820,487
	<hr/>		
TOTAL REVENUES	<u>\$ 18,151,400</u>	<u>\$ 18,151,400</u>	<u>\$ 21,355,648</u>

(See independent auditor's report.)

VILLAGE OF DEERFIELD, ILLINOIS

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL
GENERAL FUND

For the Year Ended April 30, 2013

	Original Budget	Final Budget	Actual
GENERAL GOVERNMENT			
Finance department			
Personnel services	\$ 983,500	\$ 983,500	\$ 882,909
Training and development	9,550	9,550	2,473
Contractual services	2,026,750	4,026,750	3,976,482
Commodities	14,500	14,500	8,912
Utilities	20,700	20,700	17,723
Capital outlay	46,567	46,567	42,132
Total finance department	<u>3,101,567</u>	<u>5,101,567</u>	<u>4,930,631</u>
Administration			
Personnel services	686,433	686,433	685,302
Training and development	13,100	13,100	4,327
Contractual services	518,746	518,746	519,413
Commodities	3,550	3,550	1,489
Utilities	1,300	1,300	3,278
Capital outlay	73,500	73,500	55,654
Total administration	<u>1,296,629</u>	<u>1,296,629</u>	<u>1,269,463</u>
Community development			
Personnel services	970,693	970,693	940,659
Training and development	7,200	7,200	6,153
Contractual services	131,289	131,289	87,879
Commodities	19,700	19,700	9,990
Utilities	6,500	6,500	6,393
Capital outlay	19,749	19,749	14,844
Total community development	<u>1,155,131</u>	<u>1,155,131</u>	<u>1,065,918</u>
Engineering			
Personnel services	319,950	319,950	321,336
Training and development	5,950	5,950	1,794
Contractual services	171,839	171,839	158,430
Commodities	15,001	15,001	9,357
Utilities	8,200	8,200	8,813
Capital outlay	19,651	19,651	17,357
Total engineering	<u>540,591</u>	<u>540,591</u>	<u>517,087</u>
Total general government	<u>6,093,918</u>	<u>8,093,918</u>	<u>7,783,099</u>
PUBLIC SAFETY			
Police department			
Administrative services			
Personnel services	961,696	961,696	851,031
Training and development	17,600	17,600	13,684

(This schedule is continued on the following pages.)

VILLAGE OF DEERFIELD, ILLINOIS

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

For the Year Ended April 30, 2013

	Original Budget	Final Budget	Actual
PUBLIC SAFETY (Continued)			
Police department (Continued)			
Administrative services (Continued)			
Contractual services	\$ 696,470	\$ 696,470	\$ 580,671
Commodities	43,000	43,000	33,104
Utilities	18,200	18,200	16,521
Capital outlay	128,325	128,325	125,781
Total administrative services	1,865,291	1,865,291	1,620,792
Communications			
Personnel services	945,975	945,975	884,885
Training and development	5,600	5,600	3,893
Contractual services	500	500	312
Capital outlay	5,000	5,000	894
Total communications	957,075	957,075	889,984
Investigations			
Personnel services	1,060,153	1,060,153	931,092
Training and development	6,950	6,950	4,958
Contractual services	7,000	7,000	2,959
Commodities	15,000	15,000	11,812
Capital outlay	5,000	5,000	4,285
Total investigations	1,094,103	1,094,103	955,106
Patrol			
Personnel services	4,870,401	4,870,401	4,426,110
Training and development	30,900	30,900	30,884
Contractual services	66,000	66,000	65,145
Commodities	75,000	75,000	94,577
Utilities	6,000	6,000	3,641
Capital outlay	9,500	9,500	8,334
Total patrol	5,057,801	5,057,801	4,628,691
Special detail			
Personnel services	214,000	214,000	170,306
Total special detail	214,000	214,000	170,306
Total public safety	9,188,270	9,188,270	8,264,879
HIGHWAYS AND STREETS			
Public works department			
Administration			
Personnel services	271,000	271,000	245,581
Training and development	1,900	1,900	1,523
Contractual services	187,028	187,028	208,273

(This schedule is continued on the following page.)

VILLAGE OF DEERFIELD, ILLINOIS

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

For the Year Ended April 30, 2013

	Original Budget	Final Budget	Actual
HIGHWAYS AND STREETS (Continued)			
Public works department (Continued)			
Administration (Continued)			
Commodities	\$ 6,200	\$ 6,200	\$ 6,754
Utilities	8,300	8,300	6,965
Capital outlay	166,121	166,121	165,801
Total administration	640,549	640,549	634,897
Maintenance			
Personnel services	686,700	686,700	678,769
Contractual services	96,000	96,000	88,398
Commodities	88,500	88,500	87,695
Utilities	110,000	110,000	106,145
Capital outlay	2,500	2,500	-
Total maintenance	983,700	983,700	961,007
Snow and ice control			
Personnel services	130,500	130,500	91,827
Contractual services	139,000	139,000	84,741
Commodities	367,250	367,250	194,611
Capital outlay	75	75	3,600
Total snow and ice control	636,825	636,825	374,779
Forestry			
Personnel services	12,900	12,900	1,517
Contractual services	198,000	198,000	215,288
Commodities	8,500	8,500	10,037
Capital outlay	61,000	61,000	74,497
Total forestry	280,400	280,400	301,339
Train station maintenance			
Personnel services	10,450	10,450	9,178
Contractual services	52,000	52,000	31,353
Commodities	3,500	3,500	3,805
Utilities	500	500	-
Total train station maintenance	66,450	66,450	44,336
Total highways and streets	2,607,924	2,607,924	2,316,358
TOTAL EXPENDITURES	\$ 17,890,112	\$ 19,890,112	\$ 18,364,336

(See independent auditor's report.)

VILLAGE OF DEERFIELD, ILLINOIS

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

For the Year Ended April 30, 2013

	Original Budget	Final Budget	Actual
REVENUES			
Taxes			
Property	\$ 1,467,995	\$ 1,467,995	\$ 647,823
Replacement	20,000	20,000	-
Intergovernmental	774,384	774,384	591,791
Contribution from library	-	-	763,572
Investment income	500	500	2,014
	<hr/>		
Total revenues	2,262,879	2,262,879	2,005,200
	<hr/>		
EXPENDITURES			
Debt service			
Principal retirement	740,000	740,000	1,355,000
Interest	1,427,296	1,427,296	1,653,625
Fiscal charges	4,750	4,750	3,650
	<hr/>		
Total expenditures	2,172,046	2,172,046	3,012,275
	<hr/>		
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	90,833	90,833	(1,007,075)
	<hr/>		
OTHER FINANCING SOURCES (USES)			
Transfers in			
General Fund	833,396	833,396	833,396
	<hr/>		
Total other financing sources (uses)	833,396	833,396	833,396
	<hr/>		
NET CHANGE IN FUND BALANCE	\$ 924,229	\$ 924,229	(173,679)
	<hr/>		
FUND BALANCE, MAY 1			286,753
	<hr/>		
FUND BALANCE, APRIL 30			\$ 113,074
	<hr/>		

(See independent auditor's report.)

VILLAGE OF DEERFIELD, ILLINOIS

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

For the Year Ended April 30, 2013

	Original Budget	Final Budget	Actual
REVENUES			
Taxes			
Property	\$ 45,000	\$ 45,000	\$ 45,538
Intergovernmental	900,000	900,000	1,246,015
Investment income	1,500	1,500	7,522
Miscellaneous	3,500	3,500	289,072
Total revenues	<u>950,000</u>	<u>950,000</u>	<u>1,588,147</u>
EXPENDITURES			
Capital outlay			
Contractual services	2,540,000	2,540,000	1,481,250
Construction	17,156,000	17,156,000	12,497,783
Total expenditures	<u>19,696,000</u>	<u>19,696,000</u>	<u>13,979,033</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(18,746,000)</u>	<u>(18,746,000)</u>	<u>(12,390,886)</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	16,600,000	16,600,000	13,457,225
Total other financing sources (uses)	<u>16,600,000</u>	<u>16,600,000</u>	<u>13,457,225</u>
NET CHANGE IN FUND BALANCE	<u><u>\$ (2,146,000)</u></u>	<u><u>\$ (2,146,000)</u></u>	1,066,339
FUND BALANCE, MAY 1			<u>1,088,012</u>
FUND BALANCE, APRIL 30			<u><u>\$ 2,154,351</u></u>

(See independent auditor's report.)

VILLAGE OF DEERFIELD, ILLINOIS

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

For the Year Ended April 30, 2013

REVENUES	
Investment income	\$ 9,566
	<u>9,566</u>
Total revenues	<u>9,566</u>
EXPENDITURES	
Capital outlay	
Other capital improvements	10,499,970
Debt service	
Issuance costs	<u>73,386</u>
Total expenditures	<u>10,573,356</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(10,563,790)</u>
OTHER FINANCING SOURCES (USES)	
Proceeds on bonds issued, at par	5,875,000
Premium on bonds issued	<u>164,113</u>
Total other financing sources (uses)	<u>6,039,113</u>
NET CHANGE IN FUND BALANCE	(4,524,677)
FUND BALANCE, MAY 1	<u>5,066,011</u>
FUND BALANCE, APRIL 30	<u><u>\$ 541,334</u></u>

(See independent auditor's report.)

NONMAJOR GOVERNMENTAL FUNDS

Motor Fuel Tax Fund - To account for activity funded by the state share of tax on the use of motor fuels.

Enhanced 911 Fund - To account for the operation of the E911 emergency response system which is funded by a per line charge on land-based and cellular phones.

2011B Sinking Fund - To accumulate restricted resources for the payment of general long-term debt.

Bond Proceeds Fund - To account for the restricted proceeds of the General Obligation Bonds, Series 2010A, 2011B and 2012 and related expenditures.

VILLAGE OF DEERFIELD, ILLINOIS

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS

April 30, 2013

	Special Revenue Funds		Debt	Capital	Total
	Motor Fuel Tax	Enhanced 911	Service Fund 2011B Sinking	Project Fund Bond Proceeds	
ASSETS					
Cash and investments	\$ 601,567	\$ 1,302,521	\$ 725,889	\$ 1,603,446	\$ 4,233,423
Receivables					
Accounts	-	74,107	-	-	74,107
Accrued interest	148	407	2,277	-	2,832
Due from other governments	31,342	-	-	-	31,342
TOTAL ASSETS	\$ 633,057	\$ 1,377,035	\$ 728,166	\$ 1,603,446	\$ 4,341,704
LIABILITIES AND FUND BALANCES					
LIABILITIES					
Accounts payable	\$ -	\$ 9,114	\$ -	\$ -	\$ 9,114
Due to other funds	-	-	-	629,379	629,379
Total liabilities	-	9,114	-	629,379	638,493
FUND BALANCES					
Restricted for					
Maintenance of roadways	633,057	-	-	-	633,057
Public safety	-	1,367,921	-	-	1,367,921
Debt service	-	-	728,166	-	728,166
Capital projects	-	-	-	974,067	974,067
Total fund balances	633,057	1,367,921	728,166	974,067	3,703,211
TOTAL LIABILITIES AND FUND BALANCES	\$ 633,057	\$ 1,377,035	\$ 728,166	\$ 1,603,446	\$ 4,341,704

(See independent auditor's report.)

VILLAGE OF DEERFIELD, ILLINOIS

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

For the Year Ended April 30, 2013

	Special Revenue Funds		Debt	Capital	Total
	Motor	Enhanced	Service Fund	Project Fund	
	Fuel Tax	911	2011B Sinking	Bond Proceeds	
REVENUES					
Property taxes	\$ -	\$ -	\$ 725,000	\$ -	\$ 725,000
Intergovernmental	520,115	-	-	-	520,115
Charges for services	-	372,378	-	-	372,378
Investment income	1,519	4,778	3,291	15,850	25,438
Miscellaneous	-	3,646	-	-	3,646
Total revenues	521,634	380,802	728,291	15,850	1,646,577
EXPENDITURES					
Current					
General government	-	-	125	-	125
Public safety	-	276,078	-	-	276,078
Highways and streets	490,000	-	-	-	490,000
Debt service					
Issuance costs	-	-	-	39,861	39,861
Total expenditures	490,000	276,078	125	39,861	806,064
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	31,634	104,724	728,166	(24,011)	840,513
OTHER FINANCING SOURCES (USES)					
Transfers (out)					
Infrastructure Replacement Fund	-	-	-	(11,807,225)	(11,807,225)
Proceeds on bonds issued, at par	-	-	-	3,200,000	3,200,000
Premium on bonds issued	-	-	-	89,389	89,389
Total other financing sources (uses)	-	-	-	(8,517,836)	(8,517,836)
NET CHANGE IN FUND BALANCES	31,634	104,724	728,166	(8,541,847)	(7,677,323)
FUND BALANCES, MAY 1	601,423	1,263,197	-	9,515,914	11,380,534
FUND BALANCES, APRIL 30	\$ 633,057	\$ 1,367,921	\$ 728,166	\$ 974,067	\$ 3,703,211

(See independent auditor's report.)

VILLAGE OF DEERFIELD, ILLINOIS

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

For the Year Ended April 30, 2013

	Original Budget	Final Budget	Actual
REVENUES			
Intergovernmental			
Allotments earned	\$ 453,800	\$ 453,800	\$ 520,115
Investment income	2,000	2,000	1,519
Total revenues	<u>455,800</u>	<u>455,800</u>	<u>521,634</u>
EXPENDITURES			
Highways and streets			
Capital outlay	490,000	490,000	490,000
Total expenditures	<u>490,000</u>	<u>490,000</u>	<u>490,000</u>
NET CHANGE IN FUND BALANCE	<u>\$ (34,200)</u>	<u>\$ (34,200)</u>	31,634
FUND BALANCE, MAY 1			<u>601,423</u>
FUND BALANCE, APRIL 30			<u>\$ 633,057</u>

(See independent auditor's report.)

VILLAGE OF DEERFIELD, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
ENHANCED 911 FUND

For the Year Ended April 30, 2013

	Original Budget	Final Budget	Actual
REVENUES			
Charges for services			
Other charges	\$ 350,000	\$ 350,000	\$ 372,378
Investment income	7,000	7,000	4,778
Miscellaneous	-	-	3,646
Total revenues	357,000	357,000	380,802
EXPENDITURES			
Public safety			
Contractual services	172,000	172,000	164,100
Utilities	58,000	58,000	45,742
Capital outlay	332,071	332,071	66,236
Total expenditures	562,071	562,071	276,078
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(205,071)	(205,071)	104,724
NET CHANGE IN FUND BALANCE	\$ (205,071)	\$ (205,071)	104,724
FUND BALANCE, MAY 1			1,263,197
FUND BALANCE, APRIL 30			\$ 1,367,921

(See independent auditor's report.)

VILLAGE OF DEERFIELD, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
2011B SINKING FUND

For the Year Ended April 30, 2013

	Original Budget	Final Budget	Actual
REVENUES			
Property taxes	\$ -	\$ -	\$ 725,000
Investment income	-	-	3,291
Total revenues	-	-	728,291
EXPENDITURES			
Contractual services	-	-	125
Total expenditures	-	-	125
NET CHANGE IN FUND BALANCE	<u>\$ -</u>	<u>\$ -</u>	728,166
FUND BALANCE, MAY 1			<u>-</u>
FUND BALANCE, APRIL 30			<u>\$ 728,166</u>

(See independent auditor's report.)

VILLAGE OF DEERFIELD, ILLINOIS

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

For the Year Ended April 30, 2013

	Original Budget	Final Budget	Actual
REVENUES			
Investment income	\$ -	\$ -	\$ 15,850
Total revenues	-	-	15,850
EXPENDITURES			
Debt service			
Issuance costs	-	-	39,861
Total expenditures	-	-	39,861
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	-	-	(24,011)
OTHER FINANCING SOURCES (USES)			
Transfers (out)			
Infrastructure Replacement Fund	-	-	(11,807,225)
Proceeds on bonds issued, at par	-	-	3,200,000
Premium on bonds issued	-	-	89,389
Total other financing sources (uses)	-	-	(8,517,836)
NET CHANGE IN FUND BALANCE	<u>\$ -</u>	<u>\$ -</u>	(8,541,847)
FUND BALANCE, MAY 1			<u>9,515,914</u>
FUND BALANCE, APRIL 30			<u>\$ 974,067</u>

(See independent auditor's report.)

VILLAGE OF DEERFIELD, ILLINOIS

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

For the Year Ended April 30, 2013

	Original Budget	Final Budget	Actual
OPERATING REVENUES			
Charges for services			
Water sales	\$ 4,100,000	\$ 4,100,000	\$ 4,295,580
Miscellaneous			
Permits and fees	37,000	37,000	38,568
Penalties	34,000	34,000	30,191
Other	32,000	32,000	30,969
Total operating revenues	<u>4,203,000</u>	<u>4,203,000</u>	<u>4,395,308</u>
OPERATING EXPENSES EXCLUDING DEPRECIATION			
Administration	593,267	593,267	527,715
Operations			
Distribution	2,310,900	2,610,900	2,660,916
Maintenance - mains and fire hydrants	615,500	615,500	667,538
Maintenance - meters	429,600	429,600	328,602
Total operating expenses excluding depreciation	<u>3,949,267</u>	<u>4,249,267</u>	<u>4,184,771</u>
OPERATING INCOME BEFORE DEPRECIATION			
	253,733	(46,267)	210,537
Depreciation	-	-	399,904
OPERATING INCOME (LOSS)	<u>253,733</u>	<u>(46,267)</u>	<u>(189,367)</u>
NONOPERATING REVENUES (EXPENSES)			
Investment income	100	100	-
Interest expense	(482,275)	(482,275)	(41,004)
Total nonoperating revenues (expenses)	<u>(482,175)</u>	<u>(482,175)</u>	<u>(41,004)</u>
INCOME (LOSS) BEFORE CONTRIBUTIONS	(228,442)	(528,442)	(230,371)
CONTRIBUTIONS	-	-	109,585
CHANGE IN NET POSITION	<u>\$ (228,442)</u>	<u>\$ (528,442)</u>	(120,786)
NET POSITION, MAY 1			<u>15,628,424</u>
NET POSITION, APRIL 30			<u>\$ 15,507,638</u>

(See independent auditor's report.)

VILLAGE OF DEERFIELD, ILLINOIS

SCHEDULE OF OPERATING EXPENSES - BUDGET AND ACTUAL
WATER FUND

For the Year Ended April 30, 2013

	Original Budget	Final Budget	Actual
ADMINISTRATION			
Personnel services	\$ 335,400	\$ 335,400	\$ 290,990
Training and development	2,100	2,100	1,151
Contractual services	184,139	184,139	164,747
Commodities	5,500	5,500	5,442
Utilities	10,700	10,700	10,300
Capital outlay	55,428	55,428	55,085
Total administration	<u>593,267</u>	<u>593,267</u>	<u>527,715</u>
OPERATIONS			
Distribution			
Personnel services	128,500	128,500	120,202
Contractual services	30,000	30,000	34,879
Commodities	2,052,400	2,352,400	2,414,236
Utilities	90,000	90,000	83,307
Capital outlay	10,000	10,000	8,292
Total distribution	<u>2,310,900</u>	<u>2,610,900</u>	<u>2,660,916</u>
Main and fire hydrant maintenance			
Personnel services	405,100	405,100	420,465
Contractual services	96,200	96,200	97,288
Commodities	112,200	112,200	148,175
Capital outlay	2,000	2,000	1,610
Total main and fire hydrant maintenance	<u>615,500</u>	<u>615,500</u>	<u>667,538</u>
Meter maintenance			
Personnel services	174,200	174,200	175,229
Contractual services	27,000	27,000	5,951
Commodities	5,400	5,400	5,748
Capital outlay	223,000	223,000	141,674
Total meter maintenance	<u>429,600</u>	<u>429,600</u>	<u>328,602</u>
TOTAL OPERATING EXPENSES	<u><u>\$ 3,949,267</u></u>	<u><u>\$ 4,249,267</u></u>	<u><u>\$ 4,184,771</u></u>

(See independent auditor's report.)

VILLAGE OF DEERFIELD, ILLINOIS

SCHEDULE OF CAPITAL ASSETS AND DEPRECIATION
WATER FUND

For the Year Ended April 30, 2013

	Assets			
	Balances May 1	Additions	Retirements	Balances April 30
Land	\$ 1,877,956	\$ -	\$ -	\$ 1,877,956
Buildings	4,180,123	-	-	4,180,123
Water system improvements	13,946,836	109,585	13,622	14,042,799
Equipment and vehicles	595,397	-	-	595,397
TOTAL	\$ 20,600,312	\$ 109,585	\$ 13,622	\$ 20,696,275
	Accumulated Depreciation			
	Balances May 1	Additions	Retirements	Balances April 30
Buildings	\$ 1,607,921	\$ 88,455	\$ -	\$ 1,696,376
Water system improvements	1,949,706	306,799	13,622	2,242,883
Equipment and vehicles	578,255	4,650	-	582,905
TOTAL	\$ 4,135,882	\$ 399,904	\$ 13,622	\$ 4,522,164
NET ASSET VALUE				\$ 16,174,111

(See independent auditor's report.)

VILLAGE OF DEERFIELD, ILLINOIS

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

For the Year Ended April 30, 2013

	Original Budget	Final Budget	Actual
OPERATING REVENUES			
Charges for services			
Sewer charges	\$ 2,668,000	\$ 2,668,000	\$ 2,892,170
Miscellaneous			
Permits and fees	12,000	12,000	8,650
Penalties	30,000	30,000	28,852
Other	5,000	5,000	6,720
Total operating revenues	<u>2,715,000</u>	<u>2,715,000</u>	<u>2,936,392</u>
OPERATING EXPENSES EXCLUDING DEPRECIATION			
Administration	542,426	542,426	493,232
Operations			
Treatment plant	1,785,783	1,785,783	1,660,260
Cleaning and maintenance	244,285	244,285	229,715
Construction	361,950	361,950	219,476
Total operating expenses excluding depreciation	<u>2,934,444</u>	<u>2,934,444</u>	<u>2,602,683</u>
OPERATING INCOME (LOSS) BEFORE DEPRECIATION	(219,444)	(219,444)	333,709
Depreciation	-	-	273,298
OPERATING INCOME (LOSS)	<u>(219,444)</u>	<u>(219,444)</u>	<u>60,411</u>
NONOPERATING REVENUES (EXPENSES)			
Investment income	100	100	407
Gain / (Loss) on disposal of capital assets	-	-	(391,887)
Total nonoperating revenues (expenses)	<u>100</u>	<u>100</u>	<u>(391,480)</u>
INCOME (LOSS) BEFORE CONTRIBUTIONS	(219,344)	(219,344)	(331,069)
CONTRIBUTIONS	-	-	12,456,875
CHANGE IN NET POSITION	<u>\$ (219,344)</u>	<u>\$ (219,344)</u>	12,125,806
NET POSITION, MAY 1			<u>30,718,130</u>
NET POSITION, APRIL 30			<u>\$ 42,843,936</u>

(See independent auditor's report.)

VILLAGE OF DEERFIELD, ILLINOIS

SCHEDULE OF OPERATING EXPENSES - BUDGET AND ACTUAL
SEWERAGE FUND

For the Year Ended April 30, 2013

	Original Budget	Final Budget	Actual
ADMINISTRATION			
Personnel services	\$ 246,000	\$ 246,000	\$ 224,207
Training and development	1,400	1,400	950
Contractual services	228,850	228,850	201,655
Commodities	5,800	5,800	7,636
Utilities	4,600	4,600	3,008
Capital outlay	55,776	55,776	55,776
Total administration	542,426	542,426	493,232
OPERATIONS			
Treatment plant			
Personnel services	1,071,485	1,071,485	1,145,394
Training and development	5,480	5,480	1,793
Contractual services	252,805	252,805	148,064
Commodities	101,000	101,000	83,459
Utilities	281,200	281,200	242,636
Miscellaneous	49,500	49,500	19,000
Capital outlay	27,948	27,948	23,549
Subtotal treatment plant	1,789,418	1,789,418	1,663,895
Less nonoperating expenses			
Capital assets capitalized	(3,635)	(3,635)	(3,635)
Total treatment plant	1,785,783	1,785,783	1,660,260
Cleaning and maintenance			
Personnel services	209,285	209,285	203,511
Contractual services	19,500	19,500	13,527
Commodities	15,500	15,500	12,677
Total cleaning and maintenance	244,285	244,285	229,715
Construction			
Personnel services	263,750	263,750	161,053
Contractual services	26,000	26,000	15,794
Commodities	72,200	72,200	42,629
Total construction	361,950	361,950	219,476
TOTAL OPERATING EXPENSES	\$ 2,934,444	\$ 2,934,444	\$ 2,602,683

(See independent auditor's report.)

VILLAGE OF DEERFIELD, ILLINOIS

SCHEDULE OF CAPITAL ASSETS AND DEPRECIATION
SEWERAGE FUND

For the Year Ended April 30, 2013

	Assets			
	Balances			Balances
	May 1	Additions	Retirements	April 30
Construction in progress	\$ 21,891,788	\$ 8,536	\$ 21,891,788	\$ 8,536
Sewer system	4,369,256	-	-	4,369,256
Buildings and improvements	7,637,264	34,343,761	1,439,469	40,541,556
TOTAL	\$ 33,898,308	\$ 34,352,297	\$ 23,331,257	\$ 44,919,348
	Accumulated Depreciation			
	Balances			Balances
	May 1	Additions	Retirements	April 30
Sewer system	\$ 1,258,558	\$ 96,347	\$ -	\$ 1,354,905
Buildings and improvements	1,975,144	176,951	1,047,584	1,104,511
TOTAL	\$ 3,233,702	\$ 273,298	\$ 1,047,584	\$ 2,459,416
NET ASSET VALUE				\$ 42,459,932

(See independent auditor's report.)

VILLAGE OF DEERFIELD, ILLINOIS

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

For the Year Ended April 30, 2013

	Original Budget	Final Budget	Actual
OPERATING REVENUES			
Charges for services			
Refuse billing	\$ 487,150	\$ 487,150	\$ 476,926
Miscellaneous	72,000	72,000	45,405
Total operating revenues	<u>559,150</u>	<u>559,150</u>	<u>522,331</u>
OPERATING EXPENSES			
Operations			
Personnel services	85,250	85,250	73,730
Contractual services	1,245,400	1,245,400	1,238,146
Commodities	21,750	21,750	22,638
Capital outlay	9,177	9,177	9,177
Total operating expenses	<u>1,361,577</u>	<u>1,361,577</u>	<u>1,343,691</u>
OPERATING INCOME (LOSS)	<u>(802,427)</u>	<u>(802,427)</u>	<u>(821,360)</u>
NONOPERATING REVENUES (EXPENSES)			
Investment income	750	750	1,179
Property taxes	905,500	905,500	890,214
Total nonoperating revenues (expenses)	<u>906,250</u>	<u>906,250</u>	<u>891,393</u>
CHANGE IN NET POSITION	<u>\$ 103,823</u>	<u>\$ 103,823</u>	70,033
NET POSITION (DEFICIT), MAY 1			<u>(23,406)</u>
NET POSITION, APRIL 30			<u>\$ 46,627</u>

(See independent auditor's report.)

VILLAGE OF DEERFIELD, ILLINOIS

SCHEDULE OF REVENUES, EXPENSES
AND CHANGES IN NET POSITION - BUDGET AND ACTUAL
COMMUTER PARKING LOT FUND

For the Year Ended April 30, 2013

	Original Budget	Final Budget	Actual
OPERATING REVENUES			
Parking lot fees	\$ 200,000	\$ 200,000	\$ 223,381
Miscellaneous	-	-	22,512
Total operating revenues	200,000	200,000	245,893
OPERATING EXPENSES			
Operations	417,019	417,019	325,351
Depreciation	-	-	26,737
Total operating expenses	417,019	417,019	352,088
OPERATING INCOME (LOSS)	(217,019)	(217,019)	(106,195)
NONOPERATING REVENUES (EXPENSES)			
Investment income	3,200	3,200	1,438
Total nonoperating revenues (expenses)	3,200	3,200	1,438
CHANGE IN NET POSITION	\$ (213,819)	\$ (213,819)	(104,757)
NET POSITION, MAY 1			1,681,928
NET POSITION, APRIL 30			\$ 1,577,171

(See independent auditor's report.)

VILLAGE OF DEERFIELD, ILLINOIS

SCHEDULE OF OPERATING EXPENSES - BUDGET AND ACTUAL
COMMUTER PARKING LOT FUND

For the Year Ended April 30, 2013

	Original Budget	Final Budget	Actual
OPERATIONS			
Parking lots - village and federal funds			
Personnel services	\$ 15,550	\$ 15,550	\$ 11,861
Contractual services	156,035	156,035	156,771
Commodities	750	750	333
Utilities	3,300	3,300	3,364
	<hr/>		
Total parking lots - village and federal funds	175,635	175,635	172,329
	<hr/>		
Parking lots - village construction			
Personnel services	15,850	15,850	11,860
Contractual services	218,534	218,534	133,228
Commodities	1,000	1,000	333
Utilities	6,000	6,000	7,601
	<hr/>		
Total parking lots - village construction	241,384	241,384	153,022
	<hr/>		
TOTAL OPERATING EXPENSES	\$ 417,019	\$ 417,019	\$ 325,351

(See independent auditor's report.)

VILLAGE OF DEERFIELD, ILLINOIS

SCHEDULE OF CAPITAL ASSETS AND DEPRECIATION
COMMUTER PARKING LOT FUND

For the Year Ended April 30, 2013

	Assets			
	Balances	Additions	Retirements	Balances
	May 1			April 30
Land	\$ 77,500	\$ -	\$ -	\$ 77,500
Parking lot improvements	1,950,830	-	-	1,950,830
TOTAL	\$ 2,028,330	\$ -	\$ -	\$ 2,028,330
	Accumulated Depreciation			
	Balances	Additions	Retirements	Balances
	May 1			April 30
Parking lot improvements	\$ 801,119	\$ 26,737	\$ -	\$ 827,856
NET ASSET VALUE				\$ 1,200,474

(See independent auditor's report.)

VILLAGE OF DEERFIELD, ILLINOIS
 COMBINING STATEMENT OF NET POSITION
 INTERNAL SERVICE FUNDS

April 30, 2013

	Garage	Vehicle and Equipment Replacement	Total
CURRENT ASSETS			
Cash and investments	\$ 96,618	\$ 4,728,964	\$ 4,825,582
Receivables			
Accounts	1,405	-	1,405
Accrued interest	29	1,522	1,551
Inventory	98,108	-	98,108
Total current assets	196,160	4,730,486	4,926,646
CAPITAL ASSETS			
Depreciable	-	3,459,910	3,459,910
Accumulated depreciation	-	(2,041,475)	(2,041,475)
Net capital assets	-	1,418,435	1,418,435
Total assets	196,160	6,148,921	6,345,081
CURRENT LIABILITIES			
Accounts payable	10,662	31,020	41,682
Accrued payroll	10,010	-	10,010
Compensated absences payable	4,164	-	4,164
Total current liabilities	24,836	31,020	55,856
LONG-TERM LIABILITIES			
Compensated absences payable	37,475	-	37,475
Total long-term liabilities	37,475	-	37,475
Total liabilities	62,311	31,020	93,331
NET POSITION			
Invested in capital assets	-	1,418,435	1,418,435
Unrestricted	133,849	4,699,466	4,833,315
TOTAL NET POSITION	\$ 133,849	\$ 6,117,901	\$ 6,251,750

(See independent auditor's report.)

VILLAGE OF DEERFIELD, ILLINOIS

COMBINING STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN NET POSITION
INTERNAL SERVICE FUNDS

For the Year Ended April 30, 2013

	Garage	Vehicle and Equipment Replacement	Total
OPERATING REVENUES			
Interfund services			
Billings	\$ 341,233	\$ 532,484	\$ 873,717
Miscellaneous	9,375	-	9,375
Total operating revenues	350,608	532,484	883,092
OPERATING EXPENSES			
Operations	389,587	-	389,587
Commodities	-	37,460	37,460
Total operating expenses	389,587	37,460	427,047
OPERATING INCOME (LOSS) BEFORE DEPRECIATION	(38,979)	495,024	456,045
Depreciation	-	242,984	242,984
OPERATING INCOME (LOSS)	(38,979)	252,040	213,061
NONOPERATING REVENUES (EXPENSES)			
Investment income	316	17,847	18,163
Gain on disposal of capital assets	-	38,877	38,877
Total nonoperating revenues (expenses)	316	56,724	57,040
CHANGE IN NET POSITION	(38,663)	308,764	270,101
NET POSITION, MAY 1	172,512	5,809,137	5,981,649
NET POSITION, APRIL 30	\$ 133,849	\$ 6,117,901	\$ 6,251,750

(See independent auditor's report.)

VILLAGE OF DEERFIELD, ILLINOIS

COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS

For the Year Ended April 30, 2013

	Garage	Vehicle and Equipment Replacement	Total
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from interfund services	\$ 341,334	\$ 532,484	\$ 873,818
Receipts from miscellaneous revenue	9,375	-	9,375
Payments to suppliers	(124,668)	(6,440)	(131,108)
Payments to employees	(239,537)	-	(239,537)
Net cash from operating activities	(13,496)	526,044	512,548
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
None	-	-	-
Net cash from noncapital financing activities	-	-	-
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES			
Proceeds from sale of capital assets	-	63,500	63,500
Capital assets purchased	-	(313,259)	(313,259)
Net cash from capital and related financing activities	-	(249,759)	(249,759)
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest received	402	20,937	21,339
Net cash from investing activities	402	20,937	21,339
NET INCREASE IN CASH AND CASH EQUIVALENTS	(13,094)	297,222	284,128
CASH AND CASH EQUIVALENTS, MAY 1	109,712	4,431,742	4,541,454
CASH AND CASH EQUIVALENTS, APRIL 30	\$ 96,618	\$ 4,728,964	\$ 4,825,582
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH FLOWS FROM OPERATING ACTIVITIES			
Operating income (loss)	\$ (38,979)	\$ 252,040	\$ 213,061
Adjustments to reconcile operating income (loss) to net cash from operating activities			
Depreciation	-	242,984	242,984
(Increase) decrease in			
Accounts receivable	101	-	101
Inventories	13,212	-	13,212
Increase (decrease) in			
Accounts payable	5,577	31,020	36,597
Accrued payroll	3,106	-	3,106
Compensated absences payable	3,487	-	3,487
NET CASH FROM OPERATING ACTIVITIES	\$ (13,496)	\$ 526,044	\$ 512,548

(See independent auditor's report.)

VILLAGE OF DEERFIELD, ILLINOIS

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

For the Year Ended April 30, 2013

	Original Budget	Final Budget	Actual
OPERATING REVENUES			
Interfund services			
Billings	\$ 385,000	\$ 385,000	\$ 341,233
Miscellaneous	8,000	8,000	9,375
Total operating revenues	<u>393,000</u>	<u>393,000</u>	<u>350,608</u>
OPERATING EXPENSES			
Operations	<u>390,300</u>	<u>390,300</u>	<u>389,587</u>
OPERATING INCOME (LOSS)	<u>2,700</u>	<u>2,700</u>	<u>(38,979)</u>
NONOPERATING REVENUES (EXPENSES)			
Investment income	<u>500</u>	<u>500</u>	<u>316</u>
Total nonoperating revenues (expenses)	<u>500</u>	<u>500</u>	<u>316</u>
CHANGE IN NET POSITION	<u>\$ 3,200</u>	<u>\$ 3,200</u>	<u>(38,663)</u>
NET POSITION, MAY 1			<u>172,512</u>
NET POSITION, APRIL 30			<u>\$ 133,849</u>

(See independent auditor's report.)

VILLAGE OF DEERFIELD, ILLINOIS

SCHEDULE OF OPERATING EXPENSES - BUDGET AND ACTUAL
GARAGE FUND

For the Year Ended April 30, 2013

	Original Budget	Final Budget	Actual
OPERATING EXPENSES			
Public works department			
Personnel services	\$ 233,700	\$ 233,700	\$ 246,130
Training and development	930	930	70
Contractual services	33,400	33,400	21,191
Commodities	112,600	112,600	116,391
Utilities	4,500	4,500	3,043
Capital outlay	5,170	5,170	2,762
TOTAL OPERATING EXPENSES	<u>\$ 390,300</u>	<u>\$ 390,300</u>	<u>\$ 389,587</u>

(See independent auditor's report.)

VILLAGE OF DEERFIELD, ILLINOIS

SCHEDULE OF REVENUES, EXPENSES
AND CHANGES IN NET POSITION - BUDGET AND ACTUAL
VEHICLE AND EQUIPMENT REPLACEMENT FUND

For the Year Ended April 30, 2013

	Original Budget	Final Budget	Actual
OPERATING REVENUES			
Interfund services			
Billings	\$ 532,484	\$ 532,484	\$ 532,484
Total operating revenues	<u>532,484</u>	<u>532,484</u>	<u>532,484</u>
OPERATING EXPENSES			
Capital outlay	903,259	903,259	350,719
Less capital assets capitalized	<u>(313,259)</u>	<u>(313,259)</u>	<u>(313,259)</u>
Net operating expenses	<u>590,000</u>	<u>590,000</u>	<u>37,460</u>
OPERATING INCOME BEFORE DEPRECIATION			
	(57,516)	(57,516)	495,024
Depreciation	<u>-</u>	<u>-</u>	<u>242,984</u>
OPERATING INCOME	<u>(57,516)</u>	<u>(57,516)</u>	<u>252,040</u>
NONOPERATING REVENUES (EXPENSES)			
Investment income	28,000	28,000	17,847
Gain on disposal of capital assets	<u>-</u>	<u>-</u>	<u>38,877</u>
Total nonoperating revenues (expenses)	<u>28,000</u>	<u>28,000</u>	<u>56,724</u>
CHANGE IN NET POSITION	<u>\$ (29,516)</u>	<u>\$ (29,516)</u>	308,764
NET POSITION, MAY 1			<u>5,809,137</u>
NET POSITION, APRIL 30			<u>\$ 6,117,901</u>

(See independent auditor's report.)

VILLAGE OF DEERFIELD, ILLINOIS

SCHEDULE OF CHANGES IN PLAN NET POSITION - BUDGET AND ACTUAL
POLICE PENSION FUND

For the Year Ended April 30, 2013

	Original Budget	Final Budget	Actual
ADDITIONS			
Contributions - employer	\$ 1,000,000	\$ 1,000,000	\$ 1,023,006
Contributions - employee	410,000	410,000	519,857
Total contributions	1,410,000	1,410,000	1,542,863
Investment income			
Net appreciation in fair value of investments	500,000	500,000	3,338,993
Interest earned on investments	600,000	600,000	738,742
Total investment income	1,100,000	1,100,000	4,077,735
Less investment expense	(1,750)	(1,750)	(1,665)
Net investment income	1,098,250	1,098,250	4,076,070
Total additions	2,508,250	2,508,250	5,618,933
DEDUCTIONS			
Benefits and refunds			
Pension payments	2,040,000	2,040,000	2,051,186
Separation refunds	15,000	15,000	60,460
Administrative	30,800	30,800	17,783
Total deductions	2,085,800	2,085,800	2,129,429
NET INCREASE	\$ 422,450	\$ 422,450	3,489,504
NET POSITION HELD IN TRUST FOR PENSION BENEFITS			
May 1			33,917,872
April 30			\$ 37,407,376

(See independent auditor's report.)

VILLAGE OF DEERFIELD, ILLINOIS

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUNDS

For the Year Ended April 30, 2013

	Balances May 1	Additions	Deductions	Balances April 30
ALL FUNDS				
ASSETS				
Cash and investments	\$ 1,541,520	\$ 66,855	\$ 41,395	\$ 1,566,980
Receivables - accrued interest	78	-	54	24
TOTAL ASSETS	\$ 1,541,598	\$ 66,855	\$ 41,449	\$ 1,567,004
LIABILITIES				
Accounts payable	\$ 35,750	\$ 4,320	\$ -	\$ 40,070
Deposits payable	1,447,948	54,821	19,846	1,482,923
Other payables	57,900	7,714	21,603	44,011
TOTAL LIABILITIES	\$ 1,541,598	\$ 66,855	\$ 41,449	\$ 1,567,004
DEPOSIT FUND				
ASSETS				
Cash and investments	\$ 1,483,370	\$ 55,339	\$ 19,846	\$ 1,518,863
TOTAL ASSETS	\$ 1,483,370	\$ 55,339	\$ 19,846	\$ 1,518,863
LIABILITIES				
Accounts payable	\$ 35,422	\$ 518	\$ -	\$ 35,940
Deposits payable	1,447,948	54,821	19,846	1,482,923
TOTAL LIABILITIES	\$ 1,483,370	\$ 55,339	\$ 19,846	\$ 1,518,863
EAST SHORE RADIO NETWORK FUND				
ASSETS				
Cash and investments	\$ 58,150	\$ 11,516	\$ 21,549	\$ 48,117
Receivables - accrued interest	78	-	54	24
TOTAL ASSETS	\$ 58,228	\$ 11,516	\$ 21,603	\$ 48,141
LIABILITIES				
Accounts payable	\$ 328	\$ 3,802	\$ -	\$ 4,130
Other payables	57,900	7,714	21,603	44,011
TOTAL LIABILITIES	\$ 58,228	\$ 11,516	\$ 21,603	\$ 48,141

(See independent auditor's report.)

VILLAGE OF DEERFIELD, ILLINOIS
LONG-TERM DEBT REQUIREMENTS
GENERAL OBLIGATION BOND SERIES OF 2008

April 30, 2013

Date of Issue	August 1, 2008
Date of Maturity	December 1, 2028
Authorized Issue	\$5,000,000
Denomination of Bonds	\$5,000
Interest Rates	3.25%, 3.375%, 3.50%, 3.75%, 3.875%, 4.00%, 4.125%, 4.25%
Principal Maturity Date	December 1
Payable at	Amalgamated Bank, Chicago, Illinois

FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Tax Levy Year	Tax Levy			June 1	Interest Due on		
	Principal	Interest	Total		Amount	December 1	Amount
2012	\$ 195,000	\$ 169,425	\$ 364,425	2013	\$ 84,712	2013	\$ 84,713
2013	205,000	162,844	367,844	2014	81,422	2014	81,422
2014	210,000	155,669	365,669	2015	77,834	2015	77,835
2015	220,000	147,794	367,794	2016	73,897	2016	73,897
2016	225,000	139,544	364,544	2017	69,772	2017	69,772
2017	235,000	131,106	366,106	2018	65,553	2018	65,553
2018	245,000	122,294	367,294	2019	61,147	2019	61,147
2019	255,000	112,800	367,800	2020	56,400	2020	56,400
2020	265,000	102,919	367,919	2021	51,459	2021	51,460
2021	275,000	92,319	367,319	2022	46,159	2022	46,160
2022	290,000	81,319	371,319	2023	40,659	2023	40,660
2023	300,000	69,356	369,356	2024	34,678	2024	34,678
2024	315,000	56,981	371,981	2025	28,491	2025	28,490
2025	330,000	43,987	373,987	2026	21,994	2026	21,993
2026	345,000	29,962	374,962	2027	14,981	2027	14,981
2027	360,000	15,300	375,300	2028	7,650	2028	7,650
	<u>\$ 4,270,000</u>	<u>\$ 1,633,619</u>	<u>\$ 5,903,619</u>		<u>\$ 816,808</u>		<u>\$ 816,811</u>

(See independent auditor's report.)

VILLAGE OF DEERFIELD, ILLINOIS

LONG-TERM DEBT REQUIREMENTS
GENERAL OBLIGATION BOND SERIES OF 2010A

April 30, 2013

Date of Issue	November 3, 2010
Date of Maturity	December 1, 2030
Authorized Issue	\$12,500,000
Denomination of Bonds	\$5,000
Interest Rates	.80% - 5.50%
Principal Maturity Date	December 1
Payable at	Depository Trust Company, Chicago, Illinois

FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Tax Levy Year	Tax Levy			Interest Due on			
	Principal	Interest	Total	June 1	Amount	December 1	Amount
2012	\$ 545,000	\$ 458,592	\$ 1,003,592	2013	\$ 229,296	2013	\$ 229,296
2013	550,000	451,235	1,001,235	2014	225,617	2014	225,618
2014	555,000	442,435	997,435	2015	221,217	2015	221,218
2015	560,000	431,335	991,335	2016	215,667	2016	215,668
2016	565,000	418,455	983,455	2017	209,227	2017	209,228
2017	575,000	402,918	977,918	2018	201,459	2018	201,459
2018	585,000	385,380	970,380	2019	192,690	2019	192,690
2019	600,000	364,320	964,320	2020	182,160	2020	182,160
2020	610,000	341,220	951,220	2021	170,610	2021	170,610
2021	625,000	316,210	941,210	2022	158,105	2022	158,105
2022	645,000	289,335	934,335	2023	144,667	2023	144,668
2023	660,000	260,310	920,310	2024	130,155	2024	130,155
2024	680,000	229,290	909,290	2025	114,645	2025	114,645
2025	700,000	195,970	895,970	2026	97,985	2026	97,985
2026	720,000	160,270	880,270	2027	80,135	2027	80,135
2027	735,000	122,830	857,830	2028	61,415	2028	61,415
2028	750,000	83,875	833,875	2029	41,937	2029	41,938
2029	775,000	42,625	817,625	2030	21,312	2030	21,313
	<u>\$ 11,435,000</u>	<u>\$ 5,396,605</u>	<u>\$ 16,831,605</u>		<u>\$ 2,698,299</u>		<u>\$ 2,698,306</u>

(See independent auditor's report.)

VILLAGE OF DEERFIELD, ILLINOIS
LONG-TERM DEBT REQUIREMENTS
GENERAL OBLIGATION BOND SERIES OF 2011A

April 30, 2013

Date of Issue	October 17, 2011
Date of Maturity	December 1, 2031
Authorized Issue	\$9,900,000
Denomination of Bonds	\$5,000
Interest Rates	1.00% - 3.25%
Principal Maturity Date	December 1
Payable at	Depository Trust Company, Chicago, Illinois

FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Tax Levy Year	Tax Levy			Interest Due on			
	Principal	Interest	Total	June 1	Amount	December 1	Amount
2012	\$ 245,000	\$ 233,915	\$ 478,915	2013	\$ 116,958	2013	\$ 116,957
2013	255,000	231,465	486,465	2014	115,733	2014	115,732
2014	270,000	228,915	498,915	2015	114,458	2015	114,457
2015	280,000	226,215	506,215	2016	113,108	2016	113,107
2016	295,000	222,715	517,715	2017	111,358	2017	111,357
2017	310,000	218,290	528,290	2018	109,145	2018	109,145
2018	325,000	212,865	537,865	2019	106,433	2019	106,432
2019	340,000	206,365	546,365	2020	103,183	2020	103,182
2020	365,000	199,565	564,565	2021	99,783	2021	99,782
2021	380,000	192,265	572,265	2022	96,133	2022	96,132
2022	400,000	183,715	583,715	2023	91,858	2023	91,857
2023	425,000	174,115	599,115	2024	87,058	2024	87,057
2024	450,000	163,490	613,490	2025	81,745	2025	81,745
2025	475,000	151,340	626,340	2026	75,670	2026	75,670
2026	500,000	138,277	638,277	2027	69,139	2027	69,138
2027	355,000	123,277	478,277	2028	61,639	2028	61,638
2028	1,280,000	112,628	1,392,628	2029	56,314	2029	56,314
2029	1,335,000	74,228	1,409,228	2030	37,114	2030	37,114
2030	990,000	32,175	1,022,175	2030	16,088	2030	16,087
	<u>\$ 9,275,000</u>	<u>\$ 3,325,820</u>	<u>\$ 12,600,820</u>		<u>\$ 1,662,917</u>		<u>\$ 1,662,903</u>

(See independent auditor's report.)

VILLAGE OF DEERFIELD, ILLINOIS

LONG-TERM DEBT REQUIREMENTS
GENERAL OBLIGATION BOND SERIES OF 2011B

April 30, 2013

Date of Issue	October 17, 2011
Date of Maturity	December 1, 2028
Authorized Issue	\$12,500,000
Denomination of Bonds	\$5,000
Interest Rates	4.00%
Principal Maturity Date	December 1, 2028
Payable at	Depository Trust Company, Chicago, Illinois

FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Tax Levy Year	Tax Levy			Interest Due on			
	Principal	Interest	Total	June 1	Amount	December 1	Amount
2012	\$ -	\$ 500,000	\$ 500,000	2013	\$ 250,000	2013	\$ 250,000
2013	-	500,000	500,000	2014	250,000	2014	250,000
2014	-	500,000	500,000	2015	250,000	2015	250,000
2015	-	500,000	500,000	2016	250,000	2016	250,000
2016	-	500,000	500,000	2017	250,000	2017	250,000
2017	-	500,000	500,000	2018	250,000	2018	250,000
2018	-	500,000	500,000	2019	250,000	2019	250,000
2019	-	500,000	500,000	2020	250,000	2020	250,000
2020	-	500,000	500,000	2021	250,000	2021	250,000
2021	-	500,000	500,000	2022	250,000	2022	250,000
2022	-	500,000	500,000	2023	250,000	2023	250,000
2023	-	500,000	500,000	2024	250,000	2024	250,000
2024	-	500,000	500,000	2025	250,000	2025	250,000
2025	-	500,000	500,000	2026	250,000	2026	250,000
2026	-	500,000	500,000	2027	250,000	2027	250,000
2027	12,500,000	500,000	13,000,000	2028	250,000	2028	250,000
	<u>\$ 12,500,000</u>	<u>\$ 8,000,000</u>	<u>\$ 20,500,000</u>		<u>\$ 4,000,000</u>		<u>\$ 4,000,000</u>

(See independent auditor's report.)

VILLAGE OF DEERFIELD, ILLINOIS

LONG-TERM DEBT REQUIREMENTS
GENERAL OBLIGATION BOND SERIES OF 2012

April 30, 2013

Date of Issue	February 21, 2012
Date of Maturity	December 1, 2031
Authorized Issue	\$10,000,000
Denomination of Bonds	\$5,000
Interest Rates	1.25% - 2.75%
Principal Maturity Date	December 1
Payable at	Depository Trust Company, Chicago, Illinois

FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Tax Levy Year	Tax Levy			Interest Due on			
	Principal	Interest	Total	June 1	Amount	December 1	Amount
2012	\$ -	\$ 234,762	\$ 234,762	2013	\$ 117,381	2013	\$ 117,381
2013	-	234,762	234,762	2014	117,381	2014	117,381
2014	-	234,762	234,762	2015	117,381	2015	117,381
2015	-	234,763	234,763	2016	117,381	2016	117,382
2016	-	234,763	234,763	2017	117,381	2017	117,382
2017	135,000	234,763	369,763	2018	117,381	2018	117,382
2018	440,000	233,075	673,075	2019	116,537	2019	116,538
2019	455,000	227,575	682,575	2020	113,787	2020	113,788
2020	475,000	220,750	695,750	2021	110,375	2021	110,375
2021	495,000	212,438	707,438	2022	106,219	2022	106,219
2022	515,000	203,775	718,775	2023	101,887	2023	101,888
2023	540,000	193,475	733,475	2024	96,737	2024	96,738
2024	555,000	182,674	737,674	2025	91,337	2025	91,337
2025	580,000	170,188	750,188	2026	85,094	2026	85,094
2026	600,000	157,138	757,138	2027	78,569	2027	78,569
2027	455,000	142,138	597,138	2028	71,069	2028	71,069
2028	1,380,000	130,762	1,510,762	2029	65,381	2029	65,381
2029	1,425,000	92,812	1,517,812	2030	46,406	2030	46,406
2030	1,950,000	53,625	2,003,625	2031	26,812	2031	26,813
	<u>\$ 10,000,000</u>	<u>\$ 3,629,000</u>	<u>\$ 13,629,000</u>		<u>\$ 1,814,496</u>		<u>\$ 1,814,504</u>

(See independent auditor's report.)

VILLAGE OF DEERFIELD, ILLINOIS

LONG-TERM DEBT REQUIREMENTS
GENERAL OBLIGATION BOND SERIES OF 2013

April 30, 2013

Date of Issue	January 3, 2013
Date of Maturity	December 1, 2031
Authorized Issue	\$9,075,000
Denomination of Bonds	\$5,000
Interest Rates	2.00% - 2.25%
Principal Maturity Date	December 1
Payable at	Depository Trust Company, Chicago, Illinois

FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Tax Levy Year	Tax Levy			Interest Due on			
	Principal	Interest	Total	June 1	Amount	December 1	Amount
2012	\$ 665,000	\$ 168,936	\$ 833,936	2013	\$ 76,227	2013	\$ 92,709
2013	660,000	172,118	832,118	2014	86,059	2014	86,059
2014	685,000	158,918	843,918	2015	79,459	2015	79,459
2015	710,000	145,218	855,218	2016	72,609	2016	72,609
2016	730,000	131,018	861,018	2017	65,509	2017	65,509
2017	615,000	116,418	731,418	2018	58,209	2018	58,209
2018	335,000	104,118	439,118	2019	52,059	2019	52,059
2019	340,000	97,418	437,418	2020	48,709	2020	48,709
2020	345,000	90,618	435,618	2021	45,309	2021	45,309
2021	350,000	83,718	433,718	2022	41,859	2022	41,859
2022	350,000	76,718	426,718	2023	38,359	2023	38,359
2023	355,000	69,718	424,718	2024	34,859	2024	34,859
2024	360,000	62,618	422,618	2025	31,309	2025	31,309
2025	365,000	55,416	420,416	2026	27,708	2026	27,708
2026	375,000	48,118	423,118	2027	24,059	2027	24,059
2027	380,000	40,618	420,618	2028	20,309	2028	20,309
2028	390,000	32,542	422,542	2029	16,271	2029	16,271
2029	390,000	23,962	413,962	2030	11,981	2030	11,981
2030	675,000	15,183	690,183	2031	7,592	2031	7,591
	<u>\$ 9,075,000</u>	<u>\$ 1,693,391</u>	<u>\$ 10,768,391</u>		<u>\$ 838,455</u>		<u>\$ 854,936</u>

(See independent auditor's report.)

STATISTICAL SECTION

This part of the Village of Deerfield's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the Village's overall financial health.

<u>Contents</u>	<u>Page</u>
Financial Trends These schedules contain trend information to help the reader understand how the Village's financial performance and well-being have changed over time.	95-99
Revenue Capacity These schedules contain information to help the reader assess the Village's most significant local revenue source, the property tax.	100-101
Debt Capacity These schedules present information to help the reader assess the affordability of the Village's current levels of outstanding debt and the Village's ability to issue additional debt in the future.	102-105
Demographic and Economic Information These schedules offer demographic and economic indicators to help the reader understand the environment within which the Village's financial activities take place.	106-107
Operating Information These schedules contain service and infrastructure data to help the reader understand how the information in the Village's financial report relates to the services the Village provides and the activities it performs.	108-110

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year.

VILLAGE OF DEERFIELD, ILLINOIS

NET POSITION BY COMPONENT

Last Ten Fiscal Years

Fiscal Year	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
GOVERNMENTAL ACTIVITIES										
Net investment in capital assets	\$ 45,212,401	\$ 46,416,475	\$ 47,360,406	\$ 60,106,127	\$ 60,243,189	\$ 62,619,244	\$ 66,174,872	\$ 64,483,632	\$ 51,392,981	\$ 55,359,465
Restricted	7,143,495	5,642,027	6,634,566	4,088,876	4,979,340	5,899,947	1,698,902	1,833,178	1,864,620	2,000,978
Unrestricted	23,683,161	22,293,759	24,431,788	18,185,786	22,238,210	18,140,003	14,799,887	13,730,019	9,491,193	(3,773,495)
TOTAL GOVERNMENTAL ACTIVITIES	\$ 76,039,057	\$ 74,352,261	\$ 78,426,760	\$ 82,380,789	\$ 87,460,739	\$ 86,659,194	\$ 82,673,661	\$ 80,046,829	\$ 62,748,794	\$ 53,586,948
BUSINESS-TYPE ACTIVITIES										
Invested in capital assets net of related debt	\$ 12,533,676	\$ 14,327,902	\$ 15,898,989	\$ 16,926,626	\$ 19,176,339	\$ 22,289,499	\$ 25,794,886	\$ 28,525,266	\$ 47,891,247	\$ 59,834,517
Unrestricted	5,750,279	4,753,661	4,066,666	4,841,210	3,120,381	2,071,153	1,332,314	649,610	113,829	140,855
TOTAL BUSINESS-TYPE ACTIVITIES	\$ 18,283,955	\$ 19,081,563	\$ 19,965,655	\$ 21,767,836	\$ 22,296,720	\$ 24,360,652	\$ 27,127,200	\$ 29,174,876	\$ 48,005,076	\$ 59,975,372
PRIMARY GOVERNMENT										
Net investment in capital assets	\$ 57,746,077	\$ 60,744,377	\$ 63,259,395	\$ 77,032,753	\$ 79,419,528	\$ 84,908,743	\$ 91,969,758	\$ 93,008,898	\$ 84,682,839	\$ 86,323,125
Restricted	7,143,495	5,642,027	6,634,566	4,088,876	4,979,340	5,899,947	1,698,902	1,833,178	1,864,620	2,000,978
Unrestricted	29,433,440	27,047,420	28,498,454	23,026,996	25,358,591	20,211,156	16,132,201	14,379,629	24,206,411	25,238,217
TOTAL PRIMARY GOVERNMENT	\$ 94,323,012	\$ 93,433,824	\$ 98,392,415	\$ 104,148,625	\$ 109,757,459	\$ 111,019,846	\$ 109,800,861	\$ 109,221,705	\$ 110,753,870	\$ 113,562,320

Data Source

Audited Financial Statements

VILLAGE OF DEERFIELD, ILLINOIS

CHANGE IN NET POSITION

Last Ten Fiscal Years

Fiscal Year	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
EXPENSES										
Governmental activities										
General government	\$ 13,407,856	\$ 17,160,850	\$ 14,956,404	\$ 4,602,570	\$ 4,569,982	\$ 5,228,097	\$ 9,833,315	\$ 5,477,968	\$ 24,267,281	\$ 18,988,356
Public safety	6,718,927	6,660,439	6,780,176	7,154,536	7,232,143	7,715,014	8,543,631	8,497,498	8,388,066	8,572,034
Highways and streets	4,809,688	7,113,852	6,404,266	5,822,340	4,451,069	7,317,060	10,985,018	7,749,726	6,602,895	5,753,656
Interest	574,558	462,600	372,475	295,435	209,430	215,464	193,105	393,054	1,098,736	1,791,625
Total governmental activities expenses	25,511,029	31,397,741	28,513,321	17,874,881	16,462,624	20,475,635	29,555,069	22,118,246	40,356,978	35,105,671
Business-type activities										
Water	3,915,324	3,940,038	4,319,188	4,264,602	6,224,262	3,993,964	4,103,889	4,215,482	4,455,971	4,625,679
Sewerage	2,335,993	2,380,517	2,126,395	2,450,965	2,735,053	3,040,082	2,643,276	2,846,388	2,996,805	3,267,868
Refuse disposal	1,388,879	1,386,178	1,397,308	1,496,548	1,520,190	1,590,167	1,599,244	1,600,736	1,307,850	1,343,691
Commuter parking	43,573	195,513	225,498	246,153	210,307	282,534	262,458	322,431	337,337	352,088
Total business-type activities expenses	7,683,769	7,902,246	8,068,389	8,458,268	10,689,812	8,906,747	8,608,867	8,985,037	9,097,963	9,589,326
TOTAL PRIMARY GOVERNMENT EXPENSES	\$ 33,194,798	\$ 39,299,987	\$ 36,581,710	\$ 26,333,149	\$ 27,152,436	\$ 29,382,382	\$ 38,163,936	\$ 31,103,283	\$ 49,454,941	\$ 44,694,997
PROGRAM REVENUES										
Governmental activities										
Charges for services										
General government	\$ 1,147,830	\$ 1,617,058	\$ 2,384,295	\$ 1,743,818	\$ 1,480,008	\$ 1,645,678	\$ 1,862,200	\$ 2,011,535	\$ 1,833,930	\$ 2,290,768
Public safety	770,963	867,230	884,195	911,421	935,302	956,468	866,510	873,947	986,382	1,047,217
Highways and streets	-	10,091	57,912	69,216	75,400	59,609	47,219	73,968	66,279	263,607
Operating grants and contributions	534,561	558,143	557,050	544,823	524,423	490,768	474,526	582,734	715,849	1,140,504
Capital grants and contributions	297,220	1,019,794	235,298	213,575	1,492,153	894,545	2,195,963	360,539	434,225	75,864
Total governmental activities program revenues	2,750,574	4,072,316	4,118,750	3,482,853	4,507,286	4,047,068	5,446,418	3,902,723	4,036,665	4,817,960
Business-type activities										
Charges for services										
Water	4,109,003	4,038,598	4,644,744	4,250,938	4,365,767	3,647,017	3,567,809	3,777,700	3,891,387	\$ 4,295,580
Sewerage	1,772,816	1,713,520	1,788,238	2,372,061	2,396,295	2,306,028	2,320,123	2,450,088	2,499,701	2,892,170
Refuse disposal	640,430	630,935	615,349	623,681	624,349	623,738	622,629	608,475	461,887	476,926
Commuter parking	151,133	202,497	206,205	204,177	212,585	218,770	209,165	204,236	201,426	223,381
Capital grants and contributions	365,926.00	-	573,179	1,002,909	441,605	-	-	2,963,996	19,620,003	12,566,460
Total business-type activities program revenues	7,039,308	6,585,550	7,827,715	8,453,766	8,040,601	6,795,553	6,719,726	10,004,495	26,674,404	20,454,517
TOTAL PRIMARY GOVERNMENT PROGRAM REVENUES	\$ 9,789,882	\$ 10,657,866	\$ 11,946,465	\$ 11,936,619	\$ 12,547,887	\$ 10,842,621	\$ 12,166,144	\$ 13,907,218	\$ 30,711,069	\$ 25,272,477

VILLAGE OF DEERFIELD, ILLINOIS

CHANGE IN NET POSITION (Continued)

Last Ten Fiscal Years

Fiscal Year	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
NET (EXPENSE) REVENUE										
Governmental activities	\$ (22,760,455)	\$ (27,325,425)	\$ (24,394,571)	\$ (14,392,028)	\$ (11,955,338)	\$ (16,428,567)	\$ (24,108,651)	\$ (18,215,523)	\$ (36,320,313)	\$ (30,287,711)
Business-type activities	(644,461)	(1,316,696)	(240,674)	(4,502)	(2,649,211)	(2,111,194)	(1,889,141)	1,019,458	17,576,441	10,865,191
TOTAL PRIMARY GOVERNMENT NET (EXPENSE) REVENUE	\$ (23,404,916)	\$ (28,642,121)	\$ (24,635,245)	\$ (14,396,530)	\$ (14,604,549)	\$ (18,539,761)	\$ (25,997,792)	\$ (17,196,065)	\$ (18,743,872)	\$ (19,422,520)
GENERAL REVENUES AND OTHER CHANGES IN NET POSITION										
Governmental activities										
Taxes										
Property	\$ 16,273,531	\$ 16,752,445	\$ 17,081,336	\$ 6,542,142	\$ 6,617,648	\$ 7,093,819	\$ 8,618,052	\$ 2,278,574	\$ 2,822,939	\$ 4,410,633
Home rule sales	-	-	1,875,874	1,832,281	1,913,268	2,448,385	2,525,183	2,725,330	3,121,749	3,665,374
Simplified telecommunications	339,634	298,021	305,226	323,358	354,984	347,666	326,528	644,129	1,752,850	1,430,126
Other	2,899,641	3,214,073	3,600,623	3,891,356	4,065,091	3,684,318	3,097,643	4,396,881	4,684,153	3,438,882
Intergovernmental	3,420,855	4,490,379	4,480,111	4,533,261	4,552,097	4,438,194	4,995,509	5,281,422	5,968,953	8,474,800
Investment income	499,724	835,537	871,624	1,557,378	1,253,533	486,398	166,844	92,855	115,175	117,770
Miscellaneous	182,343	175,507	221,617	210,116	278,667	260,971	393,359	169,500	556,459	252,924
Special items	(1,370,009)	-	-	-	-	-	-	-	-	-
Contribution to component unit	-	(127,335)	-	-	-	-	-	-	-	-
Transfers (out)	-	-	-	(1,600,000)	(2,000,000)	(3,132,729)	-	-	-	-
Total governmental activities	22,245,719	25,638,627	28,436,411	17,289,892	17,035,288	15,627,022	20,123,118	15,588,691	19,022,278	21,790,509
Business-type activities										
Property taxes	761,356	740,915	786,228	859,502	780,785	807,708	807,968	832,264	889,586	890,214
Investment income	56,301	113,401	66,823	188,864	192,967	49,427	8,304	4,530	3,701	3,024
Miscellaneous	101,007	218,095	271,715	214,481	204,343	185,262	146,400	191,424	360,472	211,867
Transfers in	-	-	-	1,600,000	2,000,000	3,132,729	-	-	-	-
Total business-type activities	918,664	1,072,411	1,124,766	2,862,847	3,178,095	4,175,126	962,672	1,028,218	1,253,759	1,105,105
TOTAL PRIMARY GOVERNMENT	\$ 23,164,383	\$ 26,711,038	\$ 29,561,177	\$ 20,152,739	\$ 20,213,383	\$ 19,802,148	\$ 21,085,790	\$ 16,616,909	\$ 20,276,037	\$ 22,895,614
CHANGE IN NET POSITION										
Governmental activities	\$ (514,736)	\$ (1,686,798)	\$ 4,041,840	\$ 2,897,864	\$ 5,079,950	\$ (801,545)	\$ (3,985,533)	\$ (2,626,832)	\$ (17,298,035)	\$ (8,497,202)
Business-type activities	274,203	(244,285)	884,092	2,858,345	528,884	2,063,932	(926,469)	2,047,676	18,830,200	11,970,296
TOTAL PRIMARY GOVERNMENT CHANGE IN NET POSITION	\$ (240,533)	\$ (1,931,083)	\$ 4,925,932	\$ 5,756,209	\$ 5,608,834	\$ 1,262,387	\$ (4,912,002)	\$ (579,156)	\$ 1,532,165	\$ 3,473,094

Data Source

Audited Financial Statements

VILLAGE OF DEERFIELD, ILLINOIS
FUND BALANCES OF GOVERNMENTAL FUNDS

Last Ten Fiscal Years

Fiscal Year	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
GENERAL FUND										
Reserved	\$ 4,101,576	\$ 4,090,258	\$ 3,638,004	\$ 3,219,255	\$ 2,233,242	\$ 453,124	\$ 447,892	\$ 443,532	\$ -	\$ -
Unreserved	12,997,848	13,734,009	17,242,457	16,968,193	14,913,911	16,155,829	15,619,459	16,566,828	-	-
Nonspendable for										
Note receivable	-	-	-	-	-	-	-	-	100,000	90,000
Inventory	-	-	-	-	-	-	-	-	55,190	27,824
Prepaid items	-	-	-	-	-	-	-	-	441,382	459,247
Unrestricted										
Assigned for debt service	-	-	-	-	-	-	-	-	833,396	818,344
Assigned for capital projects	-	-	-	-	-	-	-	-	1,650,000	1,400,000
Unassigned	-	-	-	-	-	-	-	-	16,206,557	17,002,357
TOTAL GENERAL FUND	\$ 17,099,424	\$ 17,824,267	\$ 20,880,461	\$ 20,187,448	\$ 17,147,153	\$ 16,608,953	\$ 16,067,351	\$ 17,010,360	\$ 19,286,525	\$ 19,797,772
ALL OTHER GOVERNMENTAL FUNDS										
Reserved	\$ 10,037,943	\$ 3,805,267	\$ 6,634,566	\$ 4,088,876	\$ 4,979,340	\$ 5,899,947	\$ 1,698,902	\$ 6,927,256	\$ -	\$ -
Unreserved, reported in										
Special Revenue Funds	361,876	-	-	-	-	-	-	-	-	-
Capital Project Funds	892,287	3,627,272	1,185,564	976,571	1,804,245	1,928,286	230,653	417,104	-	-
Restricted for										
Capital projects	-	-	-	-	-	-	-	-	14,581,925	1,515,401
Maintenance of roadways	-	-	-	-	-	-	-	-	601,423	633,057
Public safety	-	-	-	-	-	-	-	-	1,263,197	1,367,921
Unrestricted										
Assigned for										
Debt service	-	-	-	-	-	-	-	-	286,753	841,240
Capital projects	-	-	-	-	-	-	-	-	1,088,012	2,154,351
TOTAL ALL OTHER GOVERNMENTAL FUNDS	\$ 11,292,106	\$ 7,432,539	\$ 7,820,130	\$ 5,065,447	\$ 6,783,585	\$ 7,828,233	\$ 1,929,555	\$ 7,344,360	\$ 17,821,310	\$ 6,511,970

* The Village implemented GASB Statement No. 54 for the year ended April 30, 2012. This resulted in a change in fund balance classification. The Village has not elected to report this change retroactively.

Data Source

Audited Financial Statements

VILLAGE OF DEERFIELD, ILLINOIS
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS

Last Ten Fiscal Years

Fiscal Year	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
REVENUES										
Taxes	\$ 22,933,661	\$ 24,754,920	\$ 27,343,170	\$ 17,122,400	\$ 17,503,089	\$ 18,012,382	\$ 19,562,915	\$ 15,326,336	\$ 18,350,644	\$ 12,220,016
Licenses and permits	939,098	1,390,602	2,151,791	1,454,044	1,161,276	1,271,817	1,366,472	1,431,793	1,173,799	1,645,735
Intergovernmental	831,782	1,582,943	795,364	762,016	713,470	1,349,486	951,183	944,344	1,152,141	9,692,051
Charges for services	166,175	230,320	244,100	239,668	716,522	727,445	654,662	687,515	709,146	710,049
Fines and forfeitures	561,219	606,071	657,581	701,606	261,495	251,680	227,686	262,542	317,262	342,740
Contribution from library	-	-	-	-	-	-	-	-	-	763,572
Investment income	499,720	835,537	871,621	1,557,378	1,253,533	486,398	166,844	92,855	115,175	117,770
Miscellaneous	434,648	433,279	491,534	514,765	614,796	698,839	821,396	715,868	1,219,949	1,113,205
Total revenues	26,366,303	29,833,672	32,555,161	22,351,877	22,224,181	22,798,047	23,751,158	19,461,253	23,038,116	26,605,138
EXPENDITURES										
General government	12,787,565	17,159,086	14,733,899	4,208,961	4,827,462	5,156,342	12,471,646	5,328,331	6,436,048	7,783,224
Public safety	6,455,809	6,655,195	6,818,734	7,114,542	7,273,503	7,656,333	8,322,821	8,407,416	8,352,887	8,540,957
Highways and streets	1,760,743	1,860,596	2,167,013	2,333,709	3,034,841	3,536,206	2,916,045	3,032,200	3,091,770	2,806,358
Capital outlay	2,864,456	4,203,040	4,107,770	8,260,631	4,204,984	6,735,684	6,207,466	8,278,643	23,114,852	24,479,003
Debt service										
Principal	2,750,000	2,485,000	1,500,000	2,000,000	2,000,000	4,000,000	175,000	180,000	710,000	1,355,000
Interest	598,683	482,750	377,850	302,600	216,600	184,939	193,150	237,997	1,180,062	1,770,522
Total expenditures	27,217,256	32,845,667	29,705,266	24,220,443	21,557,390	27,269,504	30,286,128	25,464,587	42,885,619	46,735,064
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(850,953)	(3,011,995)	2,849,895	(1,868,566)	666,791	(4,471,457)	(6,534,970)	(6,003,334)	(19,847,503)	(20,129,926)
OTHER FINANCING SOURCES (USES)										
Transfers in	2,044,550	2,441,750	2,438,479	4,702,000	4,216,000	8,629,795	923,389	7,506,834	22,440,459	14,290,621
Transfers (out)	(2,044,550)	(2,569,085)	(1,877,250)	(6,302,000)	(6,216,000)	(8,629,795)	(923,389)	(7,506,834)	(22,440,459)	(14,290,621)
Bonds issued	-	-	-	-	-	5,000,000	-	12,500,000	32,400,000	9,075,000
Premium (discount) on bonds issued	-	-	-	-	-	(30,867)	-	(69,013)	79,791	253,502
Special item	(1,370,009)	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	4,606	-	20,870	11,052	8,772	94,690	30,161	20,827	3,331
Total other financing sources (uses)	(1,370,009)	(122,729)	561,229	(1,579,130)	(1,988,948)	4,977,905	94,690	12,461,148	32,500,618	9,331,833
NET CHANGE IN FUND BALANCES	\$ (2,220,962)	\$ (3,134,724)	\$ 3,411,124	\$ (3,447,696)	\$ (1,322,157)	\$ 506,448	\$ (6,440,280)	\$ 6,457,814	\$ 12,653,115	\$ (10,798,093)
Debt service as a percentage of noncapital expenditures	13.75%	10.36%	7.34%	14.43%	12.77%	20.38%	1.53%	2.09%	4.75%	7.16%

Note: The 2004 special item was a payment to the park district for the building improvements to the Senior Center.

[Data Source](#)

Audited Financial Statements

VILLAGE OF DEERFIELD, ILLINOIS

SALES TAX BY CATEGORY

Last Ten Calendar Years

Calendar Year	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
General merchandise	\$ 162,873	\$ 214,657	\$ 297,344	\$ 217,623	\$ 268,413	\$ 181,355	\$ 215,487	\$ 222,696	\$ 233,408	\$ 22,350
Food	418,454	506,945	646,617	709,999	712,229	656,766	708,194	772,736	798,668	796,940
Drinking and eating places	472,203	469,889	604,698	666,821	749,845	756,872	931,610	932,074	970,059	1,018,539
Apparel	91,238	108,410	140,908	189,351	195,358	178,925	205,112	207,981	240,746	205,856
Furniture & H.H. & radio	528,154	579,127	1,026,827	836,653	784,397	676,075	644,981	752,175	713,431	473,808
Lumber, building hardware	441,858	490,021	741,273	681,704	614,752	532,637	622,406	610,072	590,742	694,743
Automobile and filling stations	157,021	168,139	264,775	317,435	257,719	283,125	284,289	434,095	513,421	348,318
Drugs and miscellaneous retail	793,503	994,536	1,707,928	1,899,467	1,877,780	2,184,421	3,211,071	2,625,382	3,625,900	5,476,027
Agriculture and all others	163,866	186,343	685,694	788,059	737,298	711,157	895,708	852,588	1,138,377	1,005,454
Manufacturers	65,151	63,701	95,169	125,147	93,150	143,018	196,451	203,171	214,511	237,039
TOTAL	\$ 3,294,321	\$ 3,781,768	\$ 6,211,233	\$ 6,432,259	\$ 6,290,941	\$ 6,304,351	\$ 7,915,309	\$ 7,612,970	\$ 9,039,263	\$ 10,279,074
Village direct sales tax rate	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%
Village home rule rate	0.00%	0.00%	0.00%	0.50%	0.50%	0.50%	1.00%	1.00%	1.00%	1.00%

Data Source

Illinois Department of Revenue

VILLAGE OF DEERFIELD, ILLINOIS

DIRECT AND OVERLAPPING SALES TAX RATES

Last Ten Fiscal Years

Calendar Year	Lake County Rate	RTA Lake County Rate	Cook County Rate	Cook County Home Rule Rate	RTA Cook County Rate	Village Home Rule Rate	Village Direct Rate	State Rate
2003	0.25%	0.25%	0.25%	0.75%	0.75%	0.00%	1.00%	5.00%
2004	0.25%	0.25%	0.25%	0.75%	0.75%	0.00%	1.00%	5.00%
2005	0.25%	0.25%	0.25%	0.75%	0.75%	0.50%	1.00%	5.00%
2006	0.25%	0.25%	0.25%	0.75%	0.75%	0.50%	1.00%	5.00%
2007	0.25%	0.25%	0.25%	0.75%	0.75%	0.50%	1.00%	5.00%
2008	0.25%	0.75%	0.25%	1.75%	1.00%	0.50%	1.00%	5.00%
2009	0.25%	0.75%	0.25%	1.75%	1.00%	1.00%	1.00%	5.00%
2010	0.25%	0.75%	0.25%	1.25%	1.00%	1.00%	1.00%	5.00%
2011	0.25%	0.75%	0.25%	1.00%	1.00%	1.00%	1.00%	5.00%
2012	0.25%	0.75%	0.25%	0.75%	1.00%	1.00%	1.00%	5.00%

Data Source

Village and County Records

VILLAGE OF DEERFIELD, ILLINOIS

RATIOS OF OUTSTANDING DEBT BY TYPE

Last Ten Fiscal Years

Fiscal Year Ended	Governmental Activities		Business-Type Activities		Total Primary Government	Percentage of Personal Income*	Per Capita*
	General Obligation Bonds	General Obligation Bonds	General Obligation Bonds	General Obligation Bonds			
2004	\$ 11,985,000	\$ 3,730,000	\$ 15,715,000		2.28%	853.15	
2005	9,500,000	3,360,000	12,860,000		1.87%	698.15	
2006	8,000,000	2,980,000	10,980,000		1.60%	596.09	
2007	6,000,000	2,585,000	8,585,000		1.25%	466.07	
2008	4,000,000	2,185,000	6,185,000		0.90%	335.78	
2009	5,000,000	1,775,000	6,775,000		0.98%	367.81	
2010	4,825,000	1,350,000	6,175,000		0.90%	335.23	
2011	17,145,000	915,000	18,060,000		2.13%	940.43	
2012	48,835,000	465,000	49,300,000		5.86%	2,678.62	
2013	56,555,000	-	56,555,000		6.55%	3,063.98	

Note:

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

* See the schedule of Demographic and Economic Statistics on page 106 for personal income and population data.

Data Source

Audited Financial Statements

VILLAGE OF DEERFIELD, ILLINOIS

RATIOS OF GENERAL BONDED DEBT OUTSTANDING

Last Ten Fiscal Years

Fiscal Year	(1)		(1)	Total	Percentage of Estimated Actual Taxable Value of Property	Per Capita
	Governmental Activities General Obligation Bonds	Business-Type Activities General Obligation Bonds	Less: Amounts Available In Debt Service Fund			
2004	\$ 11,985,000	\$ 3,730,000	\$ 1,674,419	\$ 14,040,581	0.51%	\$ 762.25
2005	9,500,000	3,360,000	361,876	12,498,124	0.42%	678.51
2006	8,000,000	2,980,000	1,094,777	9,885,223	0.26%	536.66
2007	6,000,000	2,585,000	533,758	8,051,242	0.20%	437.09
2008	4,000,000	2,185,000	560,711	5,624,289	0.12%	305.34
2009	5,000,000	1,775,000	472,761	6,302,239	0.13%	342.14
2010	4,825,000	1,350,000	105,915	6,069,085	0.13%	329.48
2011	17,145,000	915,000	101,518	17,958,482	1.18%	935.14
2012	48,835,000	465,000	286,753	49,013,247	3.52%	2,663.04
2013*	56,555,000	-	113,074	56,441,926	4.36%	3,066.66

* 2012 EAV used as it is the most recent data available

Data Source

(1) Audited Financial Statements

VILLAGE OF DEERFIELD, ILLINOIS

DIRECT AND OVERLAPPING BONDED DEBT -
GOVERNMENTAL ACTIVITIES

April 30, 2013

Governmental Unit	* (1) Gross General Obligation Debt	** (2) Percentage of Debt Applicable to Government	*** Village's Share of Debt
Village of Deerfield	\$ 56,555,000	100.000%	\$ 56,555,000
Lake County (1)	-	0.000%	-
Lake County Forest Preserve	295,270,000	4.622%	13,646,670
Cook County	3,814,460,000	0.104%	3,961,773
Cook County Forest Preserve	195,875,000	0.104%	203,440
Deerfield Park District (2)	3,055,000	97.572%	2,980,825
Park District of Highland Park (3)	8,375,000	1.351%	113,115
Northbrook Park District	8,210,000	3.606%	296,090
Lake Elementary School District No. 109 (3)	14,790,000	76.158%	11,263,713
Lake Elementary School District No. 112	14,370,000	0.102%	14,677
Lake High School District No. 113	28,350,000	29.117%	8,254,799
Cook Northfield Township High School District No. 225	92,449,554	2.921%	2,700,344
Community College of Lake County No. 532	26,085,000	4.866%	1,269,415
Metropolitan Water Reclamation District of Greater Chicago (4)	2,406,464,000	0.106%	2,550,053
	6,907,753,554		47,254,914
Total gross debt	6,964,308,554		103,809,914
Less Debt Service Fund amount available - Village of Deerfield	113,074		113,074
TOTAL DIRECT AND OVERLAPPING DEBT	\$ 6,964,195,480		\$ 103,696,840

- (1) Excludes Alternate Revenue Source Bonds
- (2) Excludes Self-Supporting debt.
- (3) Includes Debt Certificates that are not supported by a property tax levy.
- (4) Includes Illinois Environmental Protection Agency loans.

* Most recent data available.

** Determined by ratio of assessed value of property subject to taxation in overlapping unit to value of property subject to taxation.

*** Amount of column (2) multiplied by amount in column (1).

Data Source

Lake and Cook County Clerk's Offices

VILLAGE OF DEERFIELD, ILLINOIS

LEGAL DEBT MARGIN INFORMATION

April 30, 2013

The Village is a home rule municipality.

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

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

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

Illustrative Computation of Debt Margin If Government Were Not a Home Rule Municipality

The Village is a home rule municipality and, as such, has no debt limitations. If, however, the Village were a nonhome rule municipality, its available debt limit would be as follows:

EQUALIZED ASSESSED VALUATION - 2012*	\$ 1,293,263,968
Non-Home Rule Legal Debt Limit - 8.625%	\$ 111,544,017
Amount of debt applicable to limit:	
General Obligation Bonds Series 2008	4,270,000
General Obligation Bonds Series 2010A	11,435,000
General Obligation Bonds Series 2011A	9,275,000
General Obligation Bonds Series 2011B	12,500,000
General Obligation Bonds Series 2012	10,000,000
General Obligation Bonds Series 2013	9,075,000
Total amount of debt applicable to limit:	56,555,000
NON-HOME RULE LEGAL DEBT MARGIN	\$ 54,989,017

* Most Recent EAV Available

VILLAGE OF DEERFIELD, ILLINOIS

DEMOGRAPHIC AND ECONOMIC INFORMATION

Last Ten Fiscal Years

Fiscal Year		Population	Per Capita Personal Income	Median Household Income	Unemployment Rate
2004	*	18,420	\$ 37,361	\$ 107,194	3.80%
2005	*	18,420	37,361	107,194	1.40%
2006	*	18,420	37,361	107,194	1.10%
2007	*	18,420	37,361	107,194	2.80%
2008	*	18,420	37,361	107,194	3.40%
2009	*	18,420	37,361	107,194	4.90%
2010	*	18,420	37,361	107,194	7.10%
2011	**	19,204	44,127	131,585	5.60%
2012	***	18,405	45,703	131,534	5.75%
2013	****	18,458	46,782	132,785	5.30%

Data Source

- * U.S. Census Bureau "Census 2000 Summary Files" and U.S. Bureau of Labor Statistics
- ** U.S. Census Bureau "2005-2009 American Community Survey 5-Yr Estimates" and U.S. Bureau of Labor Statistics
- *** U.S. Census Bureau "2006-2010 American Community Survey 5-Yr Estimates" and U.S. Bureau of Labor Statistics
- **** U.S. Census Bureau, 2007-2011 American Community Survey 5-Yr. Estimates

VILLAGE OF DEERFIELD, ILLINOIS

PRINCIPAL EMPLOYERS

Current Year and Nine Years Ago

Employer	2013			2004		
	Employees	Rank	% of Total Village Population	Employees	Rank	% of Total Village Population
Walgreen Co	4,200	1	23%	2,500	1	14%
Baxter International Inc	4,000	2	22%	1,000	2	5%
Takeda Pharmaceuticals North	1,776	3	10%	-	-	-
Mondelez International, Inc.	1,200	4	7%	250	8	1%
Astellia US Technologies	900	5	5%	-	-	-
United Stationers	700	6	4%	515	4	3%
Cornerstone Deerfield	500	7	3%	400	6	2%
Deerfield Park District	500	8	3%	-	-	-
Illinois Student Assistance Commission	499	9	3%	-	-	-
Jim Beam Brands	430	10	2%	-	-	-
Township High School Distrit 113	-	-	-	246	9	1%
Hewitt Associates	-	-	-	800	3	4%
Fujisawa USA Incorporated	-	-	-	450	5	2%
Wm M Mercer Inc.	-	-	-	250	7	1%
Shand Morahan	-	-	-	240	10	1%
	<u>14,705</u>		<u>82%</u>	<u>6,651</u>		<u>34%</u>
Village population			18,458			18,420

Data Source

Lake County Partners

VILLAGE OF DEERFIELD, ILLINOIS
 FULL-TIME EQUIVALENT EMPLOYEES

Last Ten Fiscal Years

Function/Program	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
GENERAL GOVERNMENT										
Village Manager	3	3	3	3	3	3	3	2	4	5
Finance	8	8	9	10	10	10	10	10	8	8
Engineering	1	1	2	3	3	3	3	2	2	2
Community development	5	5	6	7	7	7	7	7	7	7
PUBLIC WORKS										
Administration	3	3	2	4	4	4	4	4	4	4
Street maintenance	7	7	7	7	7	7	7	7	7	7
Utilities maintenance	13	13	13	14	15	15	15	14	14	14
Sewage treatment plant	8	8	8	8	8	8	8	8	8	7
Garage	2	2	2	2	2	2	2	2	2	2
PUBLIC SAFETY										
Police										
Administration	8	8	8	7	7	7	7	7	7	7
Communications	8	8	8	8	8	8	8	8	8	8
Investigations/youth	7	7	7	7	7	7	7	7	7	7
Patrol	32	32	32	31	31	31	31	31	31	33
TOTAL	105	105	107	111	112	112	112	109	109	111

Data Source

Village budget office

VILLAGE OF DEERFIELD, ILLINOIS

OPERATING INDICATORS

Last Ten Calendar Years

Function/Program	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
PUBLIC SAFETY										
Police										
Physical arrests	552	463	498	532	587	568	415	575	513	485
Parking violations	3,911	3,260	2,332	2,625	2,690	2,385	1,656	1,509	1,343	2,628
Traffic violations	3,767	3,836	4,140	4,119	4,278	4,255	3,703	3,106	3,391	3,367
PUBLIC WORKS										
Street resurfacing (miles)	0.00	2.21	3.11	3.18	3.21	3.14	0.89	0.86	1.83	2.80
WATER										
Water main breaks	110	107	141	62	77	47	59	76	75	78
Average daily consumption (gallons)	2,997,941	2,998,732	3,350,346	2,998,220	3,128,000	2,566,000	2,630,000	2,683,526	2,522,061	2,805,124
Peak daily consumption (gallons)	5,461,590	4,225,510	4,932,570	4,476,210	5,894,000	5,279,000	4,510,000	5,009,819	5,502,196	5,482,125
WASTEWATER										
Average daily treatment (gallons)	2,926,027	3,106,164	2,809,671	3,204,822	2,963,972	3,324,536	3,313,068	2,930,000	3,530,000	2,395,000

Data Source

Various village departments

VILLAGE OF DEERFIELD, ILLINOIS

CAPITAL ASSET STATISTICS

Last Ten Fiscal Years

Function/Program	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
PUBLIC SAFETY										
Police										
Stations	1	1	1	1	1	1	1	1	1	1
Number of Police Officers	40	40	39	39	39	39	39	39	39	40
PUBLIC WORKS										
Arterial streets (miles)	8	8	8	8	8	8	8	8	8	8
Residential streets (miles)	68	68	68	68	68	68	68	68	68	68
Traffic signals	9	10	10	10	10	10	10	10	10	10
WATER										
Water mains (miles)	83	84	84	84	84	84	88	90	90	90
Fire hydrants	1,189	1,203	1,203	1,203	1,203	1,203	1,212	1,217	1,208	1,220
Storage capacity (gallons)	8,000,000	8,000,000	8,000,000	8,000,000	8,000,000	8,000,000	8,000,000	8,200,850	8,200,850	8,200,850
WASTEWATER										
Sewers (miles)	80	80	80	80	80	80	80	80	80	80
Treatment capacity (gallons)	8,000,000	8,000,000	8,000,000	8,000,000	8,000,000	8,000,000	8,000,000	8,000,000	9,200,000	9,200,000

Data Source

Various village departments

Debt Information

Direct Debt :

General Obligation Bonds \$ 56,555,000

	Gross General Obligation Debt	Percent Applicable	Village's Share of Debt
Overlapping Debt :			
Lake County ⁽¹⁾	-	4.622%	-
Lake County Forest Preserve	295,270,000	4.622%	13,646,670
Cook County	3,814,460,000	0.104%	3,961,773
Cook County Forest Preserve	195,875,000	0.104%	203,440
Deerfield Park District ⁽²⁾	3,055,000	97.572%	2,980,825
Park District of Highland Park ⁽³⁾	8,375,000	1.351%	113,115
Northbrook Park District	8,210,000	3.606%	296,090
Lake School District No. 109 ⁽³⁾	14,790,000	76.158%	11,263,713
Lake School District No. 112	14,370,000	0.102%	14,677
Lake High School District No. 113	28,350,000	29.117%	8,254,799
Cook High School District No. 225	92,449,554	2.921%	2,700,344
Community College No. 532	26,085,000	4.866%	1,269,415
Metro Water Reclamation District ⁽⁴⁾	2,406,464,000	0.106%	2,550,053
Total Overlapping Debt			<u>\$ 47,254,914</u>
Total Direct and Overlapping Debt			<u><u>\$ 103,809,914</u></u>

Source: Lake and Cook County Clerk's Offices.

(1) Excludes Alternate Revenue Bonds.

(2) Excludes Self-Supporting debt.

(3) Includes Debt Certificates that are not supported by a property tax levy.

(4) Includes Illinois Environmental Protection Agency loans.

Statement of Indebtedness

	<u>Amount Applicable</u>	<u>% of EAV</u>	<u>% of Estimated True Value</u>	<u>Per Capita*</u>
2012 Equalized Assessed Valuation ⁽¹⁾	\$ 1,293,263,968	100.00%	33.33%	\$ 70,267
Estimated True Value	3,879,791,904	300.00%	100.00%	210,801
Direct Debt	56,555,000	4.37%	1.46%	3,073
Overlapping Debt	47,254,914	3.65%	1.22%	2,568
Direct and Overlapping Debt	103,809,914	8.03%	2.68%	5,640

**Population of 18,405 based on 2012 CAFR.*

(1) Reflects 2012 Lake County EAV and 2012 Cook County EAV.

Equalized Assessed Valuation

	2008	2009	2010	2011	2012
Residential	\$1,152,038,203	\$1,170,079,592	\$1,108,117,369	\$1,012,534,720	\$938,649,978
Commerical	397,882,340	412,939,520	397,215,326	364,721,276	340,275,838
Industrial	19,601,642	23,884,106	17,827,124	15,266,443	14,338,152
Total	<u>\$1,569,522,185</u>	<u>\$1,606,903,218</u>	<u>\$1,523,159,819</u>	<u>\$1,392,522,439</u>	<u>\$1,293,263,968</u>

Source: Offices of Lake and Cook County Clerk.

Lake County

Residential	\$1,150,686,329	\$1,168,909,109	\$1,107,301,252	\$1,011,816,893	\$937,972,021
Farm	-	-	-	-	-
Commerical	201,651,978	212,436,454	210,585,916	220,050,035	207,908,753
Industrial	2,572,641	2,514,757	2,723,342	2,713,600	2,562,167
Total	<u>\$1,354,910,948</u>	<u>\$1,383,860,320</u>	<u>\$1,320,610,510</u>	<u>\$1,234,580,528</u>	<u>\$1,148,442,941</u>

Cook County

Residential	\$ 1,351,874	\$ 1,170,483	\$ 816,117	\$ 717,827	\$ 677,957
Farm	-	-	-	-	-
Commerical	196,230,362	200,503,066	186,629,410	144,671,241	132,367,085
Industrial	17,029,001	21,369,349	15,103,782	12,552,843	11,775,985
Total	<u>\$214,611,237</u>	<u>\$223,042,898</u>	<u>\$202,549,309</u>	<u>\$ 157,941,911</u>	<u>\$ 144,821,027</u>

Tax Rates Per \$100 of Assessed Valuation

	2007	2008	2009	2010	2011	2012
Bonds and Interest	0.000	0.000	0.010	0.034	0.098	0.159
Corporate	0.130	0.127	0.123	0.143	0.154	0.164
Garbage	0.053	0.052	0.053	0.059	0.064	0.071
All Other	0.000	0.003	0.003	0.003	0.004	0.063
Total Village	0.183	0.182	0.189	0.239	0.320	0.457
County Including Forest Preserve	0.640	0.650	0.660	0.703	0.755	0.820
Deerfield Elementary Dist. 109	2.286	2.346	2.455	2.665	2.892	3.254
High School District 113	1.619	1.660	1.748	1.921	2.167	2.178
Community College (Lake County) Dist. 532	0.192	0.196	0.200	0.218	0.240	0.272
Deerfield Park District	0.402	0.419	0.431	0.460	0.503	0.546
Deerfield-Bannockburn Fire Protection Dist.	0.410	0.426	0.447	0.486	0.529	0.593
Library	0.173	0.177	0.180	0.204	0.237	0.262
All Other	0.042	0.044	0.045	0.065	0.073	0.053
Total	5.947	6.100	6.355	6.961	7.716	8.435
Village as a Percent of Total	3.1%	3.0%	3.0%	3.4%	4.1%	5.4%

Source: Office of Lake County Clerk.

Tax Extensions and Collections

LAKE COUNTY

Levy Year	Collection Year	Taxes Extended	Total Collections	
			Amount	Percent
2002	2003	3,667,652	3,664,378	99.91%
2003	2004	3,677,468	3,671,745	99.84%
2004	2005	3,980,792	3,958,956	99.45%
2005	2006	4,723,411	4,706,769	99.65%
2006	2007	4,290,135	4,287,885	99.95%
2007	2008	4,700,551	4,690,657	99.79%
2008	2009	4,838,606	4,829,011	99.80%
2009	2010	5,106,445	5,098,946	99.85%
2010	2011	5,850,305	5,838,131	99.79%
2011	2012	7,469,212	7,470,033	100.01%

Source: Lake County Clerk's Office.

COOK COUNTY

Levy Year	Collection Year	Taxes Extended	Total Collections	
			Amount	Percent
2002	2003	272,766	275,117	100.86%
2003	2004	255,507	255,507	100.00%
2004	2005	258,537	261,462	101.13%
2005	2006	444,012	457,708	103.08%
2006	2007	420,514	416,589	99.07%
2007	2008	409,907	410,137	100.06%
2008	2009	414,860	407,960	98.34%
2009	2010	399,022	402,287	100.82%
2010	2011	445,248	452,011	101.52%
2011	2012	521,208	520,642	99.89%

Source: Cook County Clerk's Office.

Total

Levy Year	Collection Year	Taxes Extended	Total Collections	
			Amount	Percent
2002	2003	3,940,418	3,939,495	99.98%
2003	2004	3,932,975	3,927,252	99.85%
2004	2005	4,239,329	4,220,418	99.55%
2005	2006	5,167,423	5,164,477	99.94%
2006	2007	4,710,649	4,704,474	99.87%
2007	2008	5,110,458	5,100,794	99.81%
2008	2009	5,253,466	5,236,971	99.69%
2009	2010	5,505,467	5,501,233	99.92%
2010	2011	6,295,553	6,290,142	99.91%
2011	2012	7,990,420	7,990,675	100.00%

Source: Lake and Cook County Clerk's Office.

Lake County as of 10/11/13 and Cook County as of 10/11/2012.

Principal Taxpayers within the Village

Taxpayer	Taxable Assessed Value	% of Total Taxable Assessed Valuation
Arden Realty, Inc.	\$37,312,352	0.96%
Scott Dressing, Sr Mgr Taxation	32,552,216	0.84%
JBC Funds Parkway North LLC	31,279,964	0.81%
CRM Properties Group	14,453,476	0.37%
RREEF America Reit Agent Corner Partners	6,814,044	0.18%
Walgreens Co RE#00001-2	6,313,526	0.16%
Walgreens Co RE#1079-2	6,002,933	0.15%
AEW-DOW Deerfield, LLC	5,980,952	0.15%
% Deloitte PTS	5,662,002	0.15%
CRP Holdings Pfingsten	5,109,668	0.13%
Total	\$151,481,133	3.90%

Data Source: Lake & Cook County Clerk's & Assessor's Offices.