

# **Village of Lansing, Illinois**

Financial Report  
April 30, 2012

## Contents

Independent Auditor's Report	1 – 2
Management's Discussion and Analysis (MD&A)	3 – 8
Basic Financial Statements	
Government-Wide Financial Statements (GWFS)	
Statement of Net Assets	9 – 10
Statement of Activities	11
Fund Financial Statements (FFS)	
Balance Sheet – Governmental Funds	12
Reconciliation of the Balance Sheet – Governmental Funds to the Statement of Net Assets	13
Statement of Revenues, Expenditures and Changes in Fund Balances – Governmental Funds	14
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities	15 – 16
Statement of Net Assets – Enterprise Funds	17
Statement of Revenues, Expenses and Changes in Net Assets – Enterprise Funds	18
Statement of Cash Flows – Enterprise Funds	19 – 20
Statement of Fiduciary Net Assets – Fiduciary Funds	21
Statement of Changes in Fiduciary Net Assets – Pension Trust Funds	22
Notes to Basic Financial Statements	23 – 54
Required Supplementary Information	
Schedule of Funding Progress:	
Illinois Municipal Retirement Fund	55
Police Pension Fund	56
Firefighters' Pension Fund	57
Postemployment Healthcare Plan	58
Schedule of Employer Contributions:	
Police Pension Fund	59
Firefighters' Pension Fund	60
Postemployment Healthcare Plan	61
Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual – General Fund	62
Schedule of Revenues – Budget and Actual – General Fund	63
Schedule of Expenditures – Budget and Actual – General Fund	64 – 71
Note to Required Supplemental Information	72
Supplementary Information	
Combining Balance Sheet – Nonmajor Governmental Funds	73
Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Nonmajor Governmental Funds	74
Combining Balance Sheet – Nonmajor Special Revenue Funds	75
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual – Nonmajor Special Revenue Funds	76 – 77

## Contents

---

### Supplementary Information (Continued)

---

Combining Balance Sheet – Nonmajor Capital Projects Funds	78
Combining Statements of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Capital Projects Funds	79
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual – Nonmajor Capital Projects Funds	80
Combining Statement of Net Assets – Agency Funds	81
Combining Statement of Changes in Assets and Liabilities – Agency Funds	82
Other Information (Unaudited)	
Schedule of Assessed Valuations, Tax Rates, Tax Extensions and Tax Collections	83
Schedule of Debt Service Requirements	84 – 88
Balance Sheet – Component Unit – Public Library	89
Reconciliation of the Balance Sheet – Component Unit – Public Library to the Statement of Net Assets	90
Statement of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual – Component Unit – Public Library	91
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balance – Component Unit – Public Library to the Statement of Activities	92
Schedule of Expenditures – Budget and Actual – Library Fund	93 – 94
Net Assets by Component – Last Nine Fiscal Years	95
Changes in Net Assets – Last Nine Fiscal Years	96 – 97
Fund Balances of Government Funds – Last Ten Fiscal Years	98
Changes in Fund Balances of Governmental funds – Last Ten Fiscal Years	99

---



## Independent Auditor's Report

To the Honorable Mayor  
and Board of Trustees  
Village of Lansing, Illinois

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund and the aggregate remaining fund information of the Village of Lansing, Illinois (Village), as of and for the year ended April 30, 2012, which collectively comprise the Village's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the Village's management. Our responsibility is to express opinions on these financial statements based on our audit.

We 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 includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our 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, the discretely presented component unit, each major fund and the aggregate remaining fund information of the Village of Lansing, Illinois, as of April 30, 2012, and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

As discussed in Note 1, as of May 1, 2011, the Village adopted the reporting and disclosure requirements of Governmental Accounting Standards Board Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*.

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis (pages 3 – 8), pension and postemployment related information (pages 55-61) and budgetary comparison information (pages 62-72) 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 financial statements that collectively comprise the Village's basic financial statements. The combining and individual fund financial statements and other schedules listed in the table of contents as supplementary information (pages 73-82) are presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic 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 basic financial statements or to the basic 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 basic financial statements as a whole.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Village's basic financial statements. The other information listed in the table of contents (pages 84-99) are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information has not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on it.

*McGladrey LLP*

Chicago, Illinois  
December 6, 2012

## Management's Discussion and Analysis

The management of the Village of Lansing (the "Village") is providing this overview and analysis of the financial activities of the Village for fiscal year ended April 30, 2012. Please read it in conjunction with the financial statements in this report.

### Financial Highlights

The assets of the Village exceeded its liabilities at the close of Fiscal Year 2012 by \$90,933,937 and Fiscal Year 2011 by \$57,852,315. The Village's capital assets, net of depreciation increased by \$32,359,812 during fiscal year 2012. The increase is attributable mostly to a State Funded I-80 frontage road reconstruction project. This project accounts for \$32,856,576 of contributed capital reported in the current year's Statement of Activities. Total long-term debt of the Village (for both governmental and business-type activities) had a net overall increase of approximately \$271,300 during the Fiscal Year 2012. The increase is attributable to an increase in other postemployment benefits offset by reductions in bond principal payments. At the end of the current fiscal year, the General Fund had a surplus fund balance of \$2,474,636, whereas at the end of Fiscal Year 2011, the General Fund had a surplus balance of \$2,695,217.

### Overview of the Financial Statements

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

**Government-wide financial statements.** The government-wide financial statements provide a broad overview of the Village's finances in a manner similar to a private-sector business. The government's current financial resources are combined and consolidated with capital assets and long-term obligations using the accrual basis of accounting.

The statement of net assets presents information on all of the Village's assets and liabilities, with the difference between the two reported as net assets. In the future, the increase or decrease in net assets may be a useful indicator of whether the Village's financial position is improving or deteriorating.

The statement of activities presents information showing how the Village's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as they occur, regardless of the timing of cash flow. Therefore, revenues and expenses are reported for some items that will result in cash flows in future fiscal periods. The costs of various governmental services and any subsidy to business activities are presented.

Both of these government-wide financial statements distinguish the functions of the Village that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or most of their costs through user fees and charges (business-type activities). The Village's governmental activities include general services, public works, and public safety. Property, sales, utility and income taxes pay for most of those activities. The Village's business-type activities include water and sewer operations and municipal airport operations.

The government-wide financial statements include not only the financial activities of the Village but also that of its component unit, the Public Library.

**Fund financial statements.** A fund is a grouping of related accounts used to maintain control over resources that have been segregated for specific activities. Fund accounting is used to ensure and demonstrate compliance with finance-related legal requirements. The Village funds are divided into three categories: governmental funds, proprietary funds and fiduciary funds.

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. Unlike government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of expendable resources, as well as on balances of expendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

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

The Village maintains 12 individual governmental funds. This year, information is presented separately in the governmental fund statement of revenues, expenditures, and changes in fund balances for four major funds: General Fund, TIF Ridge Road, TIF West Lansing, and the Debt Service Fund. Data from the other 8 governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements in this report.

The Village adopts an annual appropriated budget for all of its funds. Budgetary comparison schedules have been provided where appropriate to demonstrate compliance with this budget.

One type of proprietary fund is an enterprise fund. The Village maintains two enterprise funds to report the same functions presented as business-type activities in the government-wide financial statements, only in more detail. Those two functions are a municipal airport operation and sewer and water operations. The Waterworks and Sewerage Fund and the Municipal Airport Fund are considered to be major funds of the Village.

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

**Infrastructure assets.** The Village depreciates assets over their estimated useful lives. If a road project is considered maintenance – a recurring cost that does not extend the road's original useful life or expand its capacity – the cost of the project will be expensed. An "overlay" of a road will be considered maintenance whereas a "rebuild" of a road will be capitalized.

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

**Other information.** In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the Village's progress in funding its obligation to provide pension benefits to its employees, as well as budget to actual comparisons.

The combining statements, referred to earlier in connection with non-major governmental funds, are presented immediately following the required supplementary information.

## Government-wide Financial Analysis

The following tables are the condensed Village of Lansing's Statement of Net Assets as of April 30, 2012 and 2011, respectively.

April 30, 2012	Governmental Activities	Business-Type Activities	Total Primary Government
Current and other assets	\$27,387,817	\$3,008,776	\$30,396,593
Interfund balances	5,216,923	(5,216,923)	-
Capital assets (net)	64,949,284	29,650,632	94,599,916
<b>Total assets</b>	<b>97,554,024</b>	<b>27,442,485</b>	<b>124,996,509</b>
Current liabilities	7,984,911	900,732	8,885,643
Non-current liabilities	23,616,393	1,560,536	25,176,929
<b>Total liabilities</b>	<b>31,601,304</b>	<b>2,461,268</b>	<b>34,062,572</b>
Net assets:			
Invested in capital assets, net of debt	47,483,534	27,991,853	75,475,387
Restricted	19,927,559	-	19,927,559
Unrestricted	(1,458,373)	(3,010,636)	(4,469,009)
<b>Total net assets</b>	<b>\$65,952,720</b>	<b>\$24,981,217</b>	<b>\$90,933,937</b>

April 30, 2011	Governmental Activities	Business-Type Activities	Total Primary Government
Current and other assets	\$29,615,616	\$1,829,982	\$31,445,598
Interfund balances	5,081,111	(5,081,111)	-
Capital assets, net	32,798,151	29,441,953	62,240,104
<b>Total assets</b>	<b>67,494,878</b>	<b>26,190,824</b>	<b>93,685,702</b>
Current liabilities	10,029,896	897,890	10,927,786
Non-current liabilities	23,172,281	1,733,320	24,905,601
<b>Total liabilities</b>	<b>33,202,177</b>	<b>2,631,210</b>	<b>35,833,387</b>
Net assets:			
Invested in capital assets, net of debt	14,529,488	27,615,875	42,145,363
Restricted	20,690,125	-	20,690,125
Unrestricted	(926,912)	(4,056,261)	(4,983,173)
<b>Total net assets</b>	<b>\$34,292,701</b>	<b>\$23,559,614</b>	<b>\$57,852,315</b>

\$47,483,534 million of the Village's net assets are invested in capital assets that are used to provide services to the citizens of the Village. Although they are reported net of debt, it should be noted that the resources needed to repay any debt must be provided from other sources since these capital assets cannot be liquidated to repay liabilities. The Village has a deficit for unrestricted net assets in its governmental activities and in its business-type activities.

The following tables are the condensed Village of Lansing's Statements of Activities for the Fiscal Years Ended April 30, 2012 and 2011, respectively.

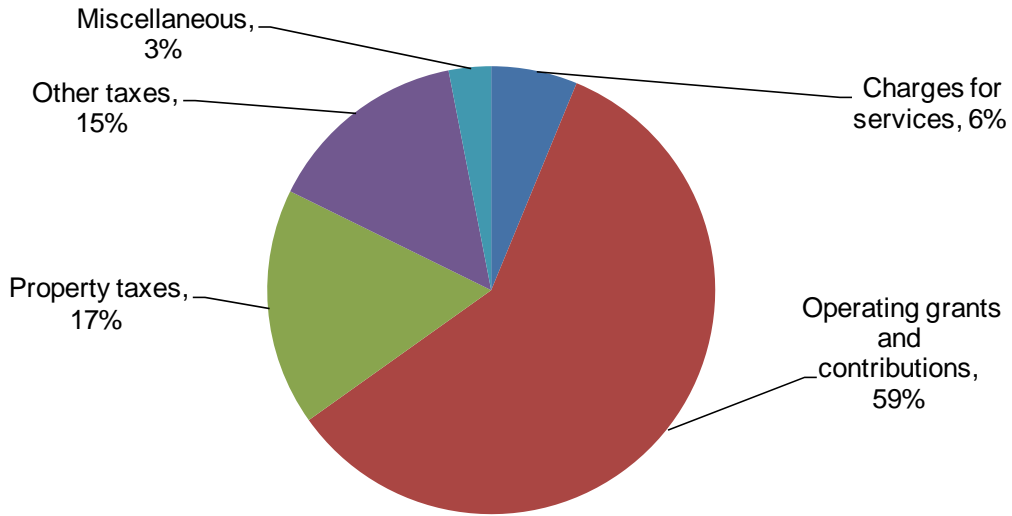


<b>April 30, 2012</b>	<b>Governmental Activities</b>	<b>Business-Type Activities</b>	<b>Total Primary Government</b>
Revenues:			
Program revenues:			
Charges for services	\$3,843,846	\$4,951,102	\$8,794,948
Operating grants and contributions	36,977,882	1,617,939	38,595,821
General revenues:			
Property taxes	10,560,834	-	10,560,834
Other taxes	9,049,413	-	9,049,413
Miscellaneous	1,887,924	1,102	1,889,026
Transfers in (out)	(191,374)	191,374	-
Total revenues	62,128,525	6,761,517	68,890,042
Expenses:			
General government	13,854,817	-	13,854,817
Public safety	12,751,592	-	12,751,592
Interest expense	920,130	-	920,130
Public works	2,941,967	4,317,457	7,259,424
Airport	-	1,022,457	1,022,457
Total expenses	30,468,506	5,339,914	35,808,420
Change in net assets	31,660,019	1,421,603	33,081,622
Net assets May 1, 2011	34,292,701	23,559,614	57,852,315
Net assets April 30, 2012	\$65,952,720	\$24,981,217	\$90,933,937

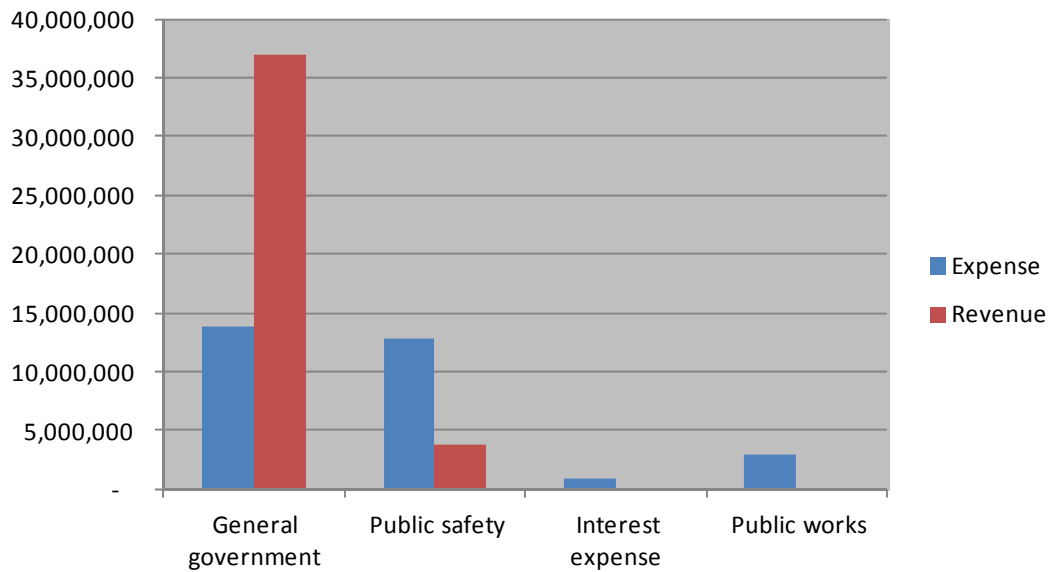
<b>April 30, 2011</b>	<b>Governmental Activities</b>	<b>Business-Type Activities</b>	<b>Total Primary Government</b>
Revenues:			
Program revenues:			
Charges for services	\$3,347,679	\$4,997,665	\$8,345,344
Operating grants and contributions	3,477,901	2,172,099	5,650,000
General revenues:			
Property taxes	10,696,637	-	10,696,637
Other taxes	9,338,116	-	9,338,116
Miscellaneous	1,871,290	1,195	1,872,485
Transfers in (out)	(104,577)	104,577	-
Total revenues	28,627,046	7,275,536	35,902,582
Expenses:			
General government	16,438,512	-	16,438,512
Public safety	14,383,846	-	14,383,846
Interest expense	900,988	-	900,988
Public works	-	4,468,245	4,468,245
Airport	-	1,123,873	1,123,873
Total expenses	31,723,346	5,592,118	37,315,464
Change in net assets	(3,096,300)	1,683,418	(1,412,882)
Net assets May 1, 2010	37,389,001	21,876,196	59,265,197
Net assets April 30, 2011	\$34,292,701	\$23,559,614	\$57,852,315

The following charts summarize how governmental activities as of April 30, 2012, are funded.

**Revenues by Source - Governmental Activities**



**Expenses and Program Revenues by Function**



17% of governmental activities are funded by property taxes. In fiscal year 2012, the Village received over 59% of its revenues related to the I-80 Frontage road reconstruction project. The Village has continued to provide the same level of services for its residents by continuing to adhere to its prescribed fiscal controls. The challenges presented by limited revenue have been met through sound budget planning. Each year this becomes more challenging.

Business-type activities are to be funded through charges for related services. This year, operating income before depreciation in the Waterworks and Sewerage Fund was \$1,211,872. For Fiscal Year 2011, the Waterworks and Sewerage Fund's operating income before depreciation was \$1,334,604. The Municipal Airport Fund had an operating loss before depreciation of \$(2,813) in FY2012, compared to an operating loss before depreciation of \$(99,823) in FY2011.

### **Financial Analysis of the Government's Funds**

Governmental funds provide information on near term inflows, outflows and balances of expendable resources. Unreserved fund balance may serve as a useful measure of a government's net resources available for spending at the end of a fiscal year. The governmental funds, in total, ended the year with an overall operating deficit (before other financing sources and uses) of \$(1,005,570) in FY2012 compared to an operating deficit of \$(2,241,767) in FY2011. At the end of the current fiscal year, the Village's governmental funds reported combined ending fund balances of \$22,379,772, while governmental fund balances were \$23,385,342 at the end of FY2011.

Proprietary funds provide the same type of information found in the Fund financial statements. Net assets of the Waterworks and Sewerage Fund were \$16,069,090 and \$8,912,127 for the Municipal Airport Fund for the current fiscal year.

### **General Fund Budgetary Highlights**

The Village amended the original budget in FY2012. Actual General Fund revenues were higher than final budgeted revenues by \$1,677,688 in FY2012 and higher than budgeted revenues by \$3,461,694 in FY2011. In FY2012, actual General Fund expenditures were lower than final budgeted expenditures by \$2,135,342 and higher than budgeted expenditures by \$3,062,672 in FY2011. However, there was a \$(220,581) net decrease in the fund balance during FY2012. Most of this variance relates to higher than anticipated public safety expenditures.

### **Capital Asset and Debt Administration**

The Village's investment in capital assets for its governmental and business-type activities as of April 30, 2012 and 2011 amounts to \$94,599,916 and \$62,240,104, net of depreciation, respectively. This investment in capital assets includes land and improvements, buildings and improvements, machinery and equipment, streets, sidewalks, storm sewers, manholes, hydrants, valves, streetlights and the water distribution system. The Village has elected to depreciate these assets over their useful lives.

During the fiscal year, the Village Public Library issued general obligation bonds in the amount of \$1,500,000. At the end of the current year, the Village had total bond debt of \$17,785,000 in general obligation bonds, \$909,180 in general obligation notes, \$143,000 in a fire truck loan payable, and \$368,162 of installment notes. The Library had total debt of \$1,560,000 in general obligation bonds. During the fiscal year, bonded debt and notes were retired in the amount of \$975,600. The Village Public Library retired \$55,000 of bonds.

### **Requests for Information**

This financial report is designed to provide a general overview of the Village of Lansing's finances for all those with an interest in the government's operations. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Lansing Village Treasurer Arlette Frye, 3141 Ridge Road, Lansing, IL 60438.

Village of Lansing, Illinois

Statement of Net Assets  
April 30, 2012

	Governmental Activities	Business-Type Activities	Total	Component Unit Public Library	Reporting Entity Total
<b>Assets</b>					
Current:					
Cash and cash equivalents	\$ 15,831,601	\$ 2,020,805	\$ 17,852,406	\$ 2,099,666	\$ 19,952,072
Cash held in escrow	210,287	-	210,287	-	210,287
Investments	174,534	-	174,534	-	174,534
Receivables:					
Property taxes	4,191,567	-	4,191,567	1,115,003	5,306,570
Intergovernmental	2,295,537	-	2,295,537	-	2,295,537
Accounts, customers	1,480,221	961,443	2,441,664	-	2,441,664
Prepaid items	160,858	26,528	187,386	21,822	209,208
Other assets	1,111	-	1,111	-	1,111
Interfund balances	5,216,923	(5,216,923)	-	-	-
	<u>29,562,639</u>	<u>(2,208,147)</u>	<u>27,354,492</u>	<u>3,236,491</u>	<u>30,590,983</u>
Noncurrent:					
Net pension asset	2,631,881	-	2,631,881	-	2,631,881
Unamortized bond issuance costs	224,162	-	224,162	23,694	247,856
Unamortized discount on bonds	186,058	-	186,058	30,049	216,107
Capital assets, not being depreciated	9,582,082	10,194,167	19,776,249	-	19,776,249
Capital assets, net of accumulated depreciation	55,367,202	19,456,465	74,823,667	2,135,031	76,958,698
	<u>67,991,385</u>	<u>29,650,632</u>	<u>97,642,017</u>	<u>2,188,774</u>	<u>99,830,791</u>
Total assets	<u>97,554,024</u>	<u>27,442,485</u>	<u>124,996,509</u>	<u>5,425,265</u>	<u>130,421,774</u>

See Notes to Basic Financial Statements.

	Governmental Activities	Business-Type Activities	Total	Component Unit Public Library	Reporting Entity Total
<b>Liabilities</b>					
Current					
Accounts payable	\$ 2,308,565	\$ 243,430	\$ 2,551,995	\$ 67,479	\$ 2,619,474
Accrued payroll	439,474	65,254	504,728	35,687	540,415
Accrued interest	136,091	-	136,091	9,040	145,131
Refundable deposits	105,409	404,554	509,963	-	509,963
Due to fiduciary funds	107,324	-	107,324	-	107,324
Deferred revenues	3,866,109	-	3,866,109	1,015,985	4,882,094
General obligation bonds	-	120,000	120,000	135,000	255,000
General obligation note	909,180	-	909,180	-	909,180
Installment note payable	86,230	55,992	142,222	-	142,222
Fire truck note payable	11,000	-	11,000	-	11,000
Compensated absences	15,529	11,502	27,031	52,749	79,780
<b>Total current liabilities</b>	<b>7,984,911</b>	<b>900,732</b>	<b>8,885,643</b>	<b>1,315,940</b>	<b>10,201,583</b>
Noncurrent					
General obligation bonds, net of loss on refunding	16,303,187	1,281,000	17,584,187	1,425,000	19,009,187
Installment note payable	24,153	201,787	225,940	-	225,940
Fire truck note payable	132,000	-	132,000	-	132,000
Claims payable	209,186	-	209,186	-	209,186
Net pension obligation	131,474	-	131,474	-	131,474
Other postemployment benefits	5,527,159	-	5,527,159	-	5,527,159
Compensated absences	1,289,234	77,749	1,366,983	-	1,366,983
<b>Total noncurrent liabilities</b>	<b>23,616,393</b>	<b>1,560,536</b>	<b>25,176,929</b>	<b>1,425,000</b>	<b>26,601,929</b>
Total liabilities	31,601,304	2,461,268	34,062,572	2,740,940	36,803,512
<b>Net Assets</b>					
Invested in capital assets, net of related debt	47,483,534	27,991,853	75,475,387	575,031	76,050,418
Restricted	19,927,559	-	19,927,559	-	19,927,559
Unrestricted (deficit)	(1,458,373)	(3,010,636)	(4,469,009)	2,109,294	(2,359,715)
Total net assets	\$ 65,952,720	\$ 24,981,217	\$ 90,933,937	\$ 2,684,325	\$ 93,618,262

Village of Lansing, Illinois

Statement of Activities  
Year Ended April 30, 2012

Functions/Programs	Expenses	Program Revenues		Net (Expense), Revenue and Changes in Net Assets			Component Unit Public Library	Reporting Entity Total
		Charges for Services	Operating Grants and Contributions	Governmental Activities	Business-Type Activities	Total		
Governmental activities								
General government	\$ 13,854,817	\$ -	\$ 36,977,882	\$ 23,123,065	\$ -	\$ 23,123,065	\$ (1,591,013)	\$ 21,532,052
Public safety	12,751,592	2,145,969	-	(10,605,623)	-	(10,605,623)	-	(10,605,623)
Public works	2,941,967	1,697,877	-	(1,244,090)	-	(1,244,090)	-	(1,244,090)
Interest expense and fees	920,130	-	-	(920,130)	-	(920,130)	(54,244)	(974,374)
Total governmental activities	<u>30,468,506</u>	<u>3,843,846</u>	<u>36,977,882</u>	<u>10,353,222</u>	<u>-</u>	<u>10,353,222</u>	<u>(1,645,257)</u>	<u>8,707,965</u>
Business-type activities								
Waterworks and sewerage	4,317,457	4,513,328	1,578,401	-	1,774,272	1,774,272	-	1,774,272
Airport	1,022,457	437,774	39,538	-	(545,145)	(545,145)	-	(545,145)
Total business-type activities	<u>5,339,914</u>	<u>4,951,102</u>	<u>1,617,939</u>	<u>-</u>	<u>1,229,127</u>	<u>1,229,127</u>	<u>-</u>	<u>1,229,127</u>
Total	<u>\$ 35,808,420</u>	<u>\$ 8,794,948</u>	<u>\$ 38,595,821</u>	<u>10,353,222</u>	<u>1,229,127</u>	<u>11,582,349</u>	<u>(1,645,257)</u>	<u>9,937,092</u>
General revenues								
Taxes:								
Property				10,560,834	-	10,560,834	2,144,884	12,705,718
Sales				5,368,145	-	5,368,145	-	5,368,145
Utility				1,471,116	-	1,471,116	-	1,471,116
Replacement				188,269	-	188,269	-	188,269
Motel				358,270	-	358,270	-	358,270
Other				1,663,613	-	1,663,613	-	1,663,613
Investment income				27,773	1,102	28,875	571	29,446
Miscellaneous				1,860,151	-	1,860,151	88,043	1,948,194
Transfers in				1,887,195	195,255	2,082,450	-	2,082,450
Transfers (out)				(2,078,569)	(3,881)	(2,082,450)	-	(2,082,450)
Total general revenues and transfers				<u>21,306,797</u>	<u>192,476</u>	<u>21,499,273</u>	<u>2,233,498</u>	<u>23,732,771</u>
Change in net assets				31,660,019	1,421,603	33,081,622	588,241	33,669,863
Net assets, May 1, 2011				<u>34,292,701</u>	<u>23,559,614</u>	<u>57,852,315</u>	<u>2,096,084</u>	<u>59,948,399</u>
Net assets, April 30, 2012				<u>\$ 65,952,720</u>	<u>\$ 24,981,217</u>	<u>\$ 90,933,937</u>	<u>\$ 2,684,325</u>	<u>\$ 93,618,262</u>

See Notes to Basic Financial Statements.

Village of Lansing, Illinois

Balance Sheet - Governmental Funds  
April 30, 2012

	Major Funds				Nonmajor Governmental Funds	Total Governmental Funds
	General Fund	TIF Ridge Road	TIF West Lansing	Debt Service Fund		
<b>Assets</b>						
Cash and cash equivalents	\$ 773,585	\$ 6,327,541	\$ 2,740,756	\$ 1,970,377	\$ 4,019,342	\$ 15,831,601
Cash held in escrow	-	-	-	-	210,287	210,287
Investments	-	-	-	-	174,534	174,534
Receivables						
Property taxes	3,405,931	-	-	234,976	550,660	4,191,567
Intergovernmental	2,223,188	-	-	-	72,349	2,295,537
Accounts	1,480,221	-	-	-	-	1,480,221
Due from other funds	2,700,808	3,090,072	1,406,685	1,261,829	140,512	8,599,906
Prepaid items	160,858	-	-	-	-	160,858
Other assets	-	-	-	-	1,111	1,111
<b>Total assets</b>	<b>\$ 10,744,591</b>	<b>\$ 9,417,613</b>	<b>\$ 4,147,441</b>	<b>\$ 3,467,182</b>	<b>\$ 5,168,795</b>	<b>\$ 32,945,622</b>
<b>Liabilities</b>						
Accounts payable	\$ 1,178,807	\$ 35,875	\$ 154,118	\$ -	\$ 939,765	\$ 2,308,565
Accrued payroll	439,474	-	-	-	-	439,474
Deposits	105,409	-	-	-	-	105,409
Due to other funds	3,052,532	-	-	-	437,775	3,490,307
Deferred revenue	3,493,733	-	-	218,599	509,763	4,222,095
<b>Total liabilities</b>	<b>8,269,955</b>	<b>35,875</b>	<b>154,118</b>	<b>218,599</b>	<b>1,887,303</b>	<b>10,565,850</b>
<b>Fund Balances</b>						
Nonspendable for prepaid items	160,858	-	-	-	-	160,858
Restricted	22,423	9,381,738	3,993,323	3,248,583	3,281,492	19,927,559
Unassigned	2,291,355	-	-	-	-	2,291,355
<b>Total fund balances</b>	<b>2,474,636</b>	<b>9,381,738</b>	<b>3,993,323</b>	<b>3,248,583</b>	<b>3,281,492</b>	<b>22,379,772</b>
<b>Total liabilities and fund balances</b>	<b>\$ 10,744,591</b>	<b>\$ 9,417,613</b>	<b>\$ 4,147,441</b>	<b>\$ 3,467,182</b>	<b>\$ 5,168,795</b>	<b>\$ 32,945,622</b>

See Notes to Basic Financial Statements.

**Village of Lansing, Illinois**

**Reconciliation of the Balance Sheet - Governmental Funds  
to the Statement of Net Assets  
April 30, 2012**

---

Total fund balances-governmental funds	\$ 22,379,772
Amounts reported for governmental activities in the Statement of Net Assets are different because:	
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	64,949,284
State revenue is deferred in the fund financial statements because it is not available but is recognized as revenue in the government-wide financial statements.	355,986
Bond issuance costs that are an expenditure in the fund financial statements are an asset that is amortized over the life of the bonds in the government-wide financial statements.	224,162
Discount on bonds that are other financing uses in the fund financial statements are an asset that is amortized over the life of the bonds in the government-wide financial statements.	186,058
Losses on debt refundings that are other financing uses in the fund financial statements are amortized over the life of the bonds and are netted with general obligation bonds in the government-wide financial statements.	80,813
Certain assets reported in the Statement of Net Assets do not result in current financial resources and, therefore, are not reported as assets in governmental funds. These assets consist of:	
Net pension asset	2,631,881
Some liabilities reported in the Statement of Net Assets do not require the use of current financial resources and, therefore, are not reported as liabilities in governmental funds. These activities consist of:	
General obligation bonds	(16,384,000)
General obligation notes	(909,180)
Installment notes payable	(110,383)
Fire truck note payable	(143,000)
Accrued interest	(136,091)
Claims payable	(209,186)
Net pension obligation	(131,474)
Other postemployment benefits	(5,527,159)
Compensated absences	(1,304,763)
Net assets of governmental activities	<u>\$ 65,952,720</u>

See Notes to Basic Financial Statements.



Village of Lansing, Illinois

Statement of Revenues, Expenditures and Changes in Fund Balances –  
 Governmental Funds  
 Year Ended April 30, 2012

	Major funds				Nonmajor Governmental Funds	Total Governmental Funds
	General Fund	TIF Ridge Road	TIF West Lansing	Debt Service Fund		
<b>Revenues:</b>						
Program:						
Charges for services	\$ 1,697,877	\$ -	\$ -	\$ -	\$ -	\$ 1,697,877
Licenses and permits	772,851	-	-	-	-	772,851
Intergovernmental	3,020,187	-	-	-	1,196,976	4,217,163
Fines and forfeitures	1,166,235	-	-	-	206,884	1,373,119
General:						
Property taxes	5,837,690	2,261,410	1,316,314	341,969	803,451	10,560,834
Other taxes	8,861,144	-	-	-	-	8,861,144
Interest	1,808	11,455	531	2,864	11,115	27,773
Miscellaneous	1,860,151	-	-	-	-	1,860,151
<b>Total revenues</b>	<b>23,217,943</b>	<b>2,272,865</b>	<b>1,316,845</b>	<b>344,833</b>	<b>2,218,426</b>	<b>29,370,912</b>
<b>Expenditures:</b>						
Current:						
General government	7,190,522	26,617	224,311	-	1,069,352	8,510,802
Public safety	12,455,293	-	-	-	-	12,455,293
Public works	2,808,136	-	-	-	-	2,808,136
Capital outlay	132,045	3,926,606	4,372	-	652,402	4,715,425
Debt service:						
Principal	18,103	-	-	790,198	-	808,301
Interest and fees	4,364	-	-	882,787	-	887,151
<b>Total expenditures</b>	<b>22,608,463</b>	<b>3,953,223</b>	<b>228,683</b>	<b>1,672,985</b>	<b>1,721,754</b>	<b>30,185,108</b>
Excess (deficiency) of revenues over (under) expenditures	609,480	(1,680,358)	1,088,162	(1,328,152)	496,672	(814,196)
Other financing sources (uses):						
Transfers in	303,567	-	-	1,583,628	-	1,887,195
Transfers (out)	(1,133,628)	(84,945)	(40,471)	(195,255)	(624,270)	(2,078,569)
<b>Total other financing sources (uses)</b>	<b>(830,061)</b>	<b>(84,945)</b>	<b>(40,471)</b>	<b>1,388,373</b>	<b>(624,270)</b>	<b>(191,374)</b>
<b>Net change in fund balances</b>	<b>(220,581)</b>	<b>(1,765,303)</b>	<b>1,047,691</b>	<b>60,221</b>	<b>(127,598)</b>	<b>(1,005,570)</b>
Fund balances, May 1, 2011	2,695,217	11,147,041	2,945,632	3,188,362	3,409,090	23,385,342
<b>Fund balances, April 30, 2012</b>	<b>\$ 2,474,636</b>	<b>\$ 9,381,738</b>	<b>\$ 3,993,323</b>	<b>\$ 3,248,583</b>	<b>\$ 3,281,492</b>	<b>\$ 22,379,772</b>

See Notes to Basic Financial Statements.

**Village of Lansing, Illinois**

**Reconciliation of the Statement of Revenues, Expenditures and Changes  
in Fund Balances of Governmental Funds to the Statement of Activities  
Year Ended April 30, 2012**

---

Net change in fund balances-total governmental funds \$ (1,005,570)

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

Governmental funds report capital outlays as expenditures while governmental activities report depreciation expense to allocate those expenditures over the lives of the assets. This is the amount by which capital outlays exceeded depreciation in the current period.

Capital outlay	1,581,797
Depreciation	(2,388,325)

Loss on disposal of capital assets	101,085
------------------------------------	---------

Revenue in the Statement of of Activities that do not provide current financial resources are not reported as revenues in the funds.

Contributed capital assets	32,856,576
----------------------------	------------

State revenues that are deferred in the fund financial statements because they are not available but are recognized in the government-wide financial statements.

Current year deferred balance	92,412
-------------------------------	--------

The following are expenditures in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Assets.

General obligation note	716,820
Fire truck note payable	11,000
Installment note payable	80,481

Losses on refunded debt are recorded as an expenditure in the fund financial statements, but the loss netted with general obligation bonds in the Statement of Net Assets and is amortized over the life of the bonds.

Deferred loss on refunding	(5,388)
----------------------------	---------

Discount on bonds is recorded as other financing uses in the fund financial statements, but the discount is recorded as an asset in the Statement of Net Assets and is amortized over the life of the bonds. This is the amount in the current period.

Amortization of bond discount	(14,617)
-------------------------------	----------

(Continued)

See Notes to Basic Financial Statements.

**Village of Lansing, Illinois**

**Reconciliation of the Statement of Revenues, Expenditures and Changes  
in Fund Balances of Governmental Funds to the Statement of Activities (Continued)  
Year Ended April 30, 2012**

---

Bond issuance costs are recorded as an expenditure in the fund financial statements, but the cost is recorded as an asset in the statement of net assets which is amortized over the life of the bonds. These are the amounts in the current period.

Amortization of bond issuance costs	\$ (18,727)
-------------------------------------	-------------

Some expenses reported in the Statement of Activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds. These activities consist of:

Increase in net pension asset	779,140
Decrease in accrued interest	5,752
Increase in claims	(16,283)
Increase in net pension obligation	(52,375)
Increase in other postemployment benefits	(1,133,037)
Decrease in compensated absences	69,278
	<hr/>

Change in net assets of governmental activities	<u><u>\$ 31,660,019</u></u>
---	-----------------------------

See Notes to Basic Financial Statements.

Village of Lansing, Illinois

Statement of Net Assets  
Enterprise Funds  
April 30, 2012

	Municipal Airport	Waterworks and Sewerage	Total
<b>Assets</b>			
Current Assets			
Cash and cash equivalents	\$ 15,530	\$ 2,005,275	\$ 2,020,805
Receivables, Accounts:			
Customers, net of allowance for doubtful accounts	59,194	555,918	615,112
Unbilled services	-	346,331	346,331
Due from other funds	-	451,930	451,930
Prepaid assets	2,494	24,034	26,528
<b>Total current assets</b>	<u>77,218</u>	<u>3,383,488</u>	<u>3,460,706</u>
Capital Assets			
Land and improvements	7,888,445	2,018,049	9,906,494
Construction in process	34,538	253,135	287,673
Municipal airport system	15,062,413	-	15,062,413
Waterworks and sewerage system	-	35,775,072	35,775,072
	<u>22,985,396</u>	<u>38,046,256</u>	<u>61,031,652</u>
Less accumulated depreciation	9,207,905	22,173,115	31,381,020
<b>Net capital assets</b>	<u>13,777,491</u>	<u>15,873,141</u>	<u>29,650,632</u>
<b>Total assets</b>	<u>13,854,709</u>	<u>19,256,629</u>	<u>33,111,338</u>
<b>Liabilities</b>			
Current Liabilities			
Accounts payable	29,671	213,759	243,430
Accrued liabilities	27,394	37,860	65,254
Deposits	15,057	389,497	404,554
Due to other funds	3,198,984	2,469,869	5,668,853
General obligation bond payable	120,000	-	120,000
Installment note payable	55,992	-	55,992
Compensated absences	-	11,502	11,502
<b>Total current liabilities</b>	<u>3,447,098</u>	<u>3,122,487</u>	<u>6,569,585</u>
Noncurrent Liabilities			
General obligation bond payable	1,281,000	-	1,281,000
Installment note payable	201,787	-	201,787
Compensated absences	12,697	65,052	77,749
<b>Total liabilities</b>	<u>4,942,582</u>	<u>3,187,539</u>	<u>8,130,121</u>
<b>Net Assets</b>			
Invested in capital assets, net of related debt	12,118,712	15,873,141	27,991,853
Unrestricted	(3,206,585)	195,949	(3,010,636)
<b>Total net assets</b>	<u>\$ 8,912,127</u>	<u>\$ 16,069,090</u>	<u>\$ 24,981,217</u>

See Notes to Basic Financial Statements.

Village of Lansing, Illinois

**Statement of Revenues, Expenses and  
Changes in Net Assets  
Enterprise Funds  
Year Ended April 30, 2012**

	Municipal Airport	Waterworks and Sewerage	Total
Operating revenues:			
Municipal airport fees and charges	\$ 437,774	\$ -	\$ 437,774
Water sales and sewer charges	-	4,349,986	4,349,986
Inspections and fees	-	140,871	140,871
Other	-	22,471	22,471
<b>Total operating revenues</b>	<u>437,774</u>	<u>4,513,328</u>	<u>4,951,102</u>
Operating expenses, other than depreciation	<u>440,587</u>	<u>3,301,456</u>	<u>3,742,043</u>
<b>Operating (loss) income before depreciation</b>	(2,813)	1,211,872	1,209,059
Depreciation	<u>490,663</u>	<u>1,016,001</u>	<u>1,506,664</u>
<b>Operating (loss) income</b>	(493,476)	195,871	(297,605)
Nonoperating income (expense):			
Interest income	12	1,090	1,102
Interest expense	(91,207)	-	(91,207)
Capital contributions	39,538	1,578,401	1,617,939
Transfers in	195,255	-	195,255
Transfers (out)	-	(3,881)	(3,881)
<b>Change in net assets</b>	(349,878)	1,771,481	1,421,603
<b>Net Assets</b>			
May 1, 2011	<u>9,262,005</u>	<u>14,297,609</u>	<u>23,559,614</u>
April 30, 2012	<u>\$ 8,912,127</u>	<u>\$ 16,069,090</u>	<u>\$ 24,981,217</u>

See Notes to Basic Financial Statements.

**Village of Lansing, Illinois**

**Statement of Cash Flows – Enterprise Funds  
Year Ended April 30, 2012**

	Municipal Airport	Waterworks and Sewerage	Total
<b>Cash Flows from Operating Activities</b>			
Cash received from residents for services	\$ 391,136	\$ 4,501,378	\$ 4,892,514
Payments to employees	(126,012)	(893,768)	(1,019,780)
Payments to suppliers	(328,920)	(2,401,460)	(2,730,380)
Net cash (used in) provided by operating activities	<u>(63,796)</u>	<u>1,206,150</u>	<u>1,142,354</u>
<b>Cash Flows from Noncapital Financing Activities</b>			
Increase in due from other funds	-	3,881	3,881
Increase in due to other funds	131,931	-	131,931
Transfers in	195,255	-	195,255
Transfers out	-	(3,881)	(3,881)
Net cash provided by noncapital financing activities	<u>327,186</u>	<u>-</u>	<u>327,186</u>
<b>Cash Flows from Capital and Related Financing Activities</b>			
Capital assets purchased	-	(97,404)	(97,404)
Principal paid on general obligation bonds	(115,000)	-	(115,000)
Principal paid on note payable	(52,299)	-	(52,299)
Interest paid	(91,207)	-	(91,207)
Net cash (used in) capital and related financing activities	<u>(258,506)</u>	<u>(97,404)</u>	<u>(355,910)</u>
<b>Cash Flows from Investing Activities</b>			
Cash receipts from interest income	<u>7,918</u>	<u>1,090</u>	<u>9,008</u>
Net increase in cash and cash equivalents	12,802	1,109,836	1,122,638
<b>Cash and cash equivalents:</b>			
May 1, 2011	<u>2,728</u>	<u>895,439</u>	<u>898,167</u>
April 30, 2012	<u>\$ 15,530</u>	<u>\$ 2,005,275</u>	<u>\$ 2,020,805</u>
<b>Supplemental schedule of noncash capital and related financing activities</b>			
Capital contribution of equipment	<u>\$ 39,538</u>	<u>\$ 1,578,401</u>	<u>\$ 1,617,939</u>

(Continued)

See Notes to Basic Financial Statements.

**Village of Lansing, Illinois**

**Statement of Cash Flows – Enterprise Funds (Continued)**  
**Year Ended April 30, 2012**

	Municipal Airport	Waterworks and Sewerage	Total
<hr/>			
Reconciliation of operating (loss) income to net cash (used in) provided by operating activities			
Operating (loss) income	\$ (493,476)	\$ 195,871	\$ (297,605)
Adjustments to reconcile operating (loss) income to net cash (used in) provided by operating activities:			
Depreciation	490,663	1,016,001	1,506,664
Changes in assets and liabilities:			
Accounts receivable	(21,369)	(29,595)	(50,964)
Prepaid assets	127	(13,225)	(13,098)
Accounts payable	(10,630)	51,276	40,646
Accrued liabilities	(4,086)	(31,859)	(35,945)
Deposits	(25,269)	17,645	(7,624)
Compensated absences payable	244	36	280
Total adjustments	<u>429,680</u>	<u>1,010,279</u>	<u>1,439,959</u>
Net cash (used in) provided by operating activities	<u>\$ (63,796)</u>	<u>\$ 1,206,150</u>	<u>\$ 1,142,354</u>

See Notes to Basic Financial Statements.

Village of Lansing, Illinois

Statement of Fiduciary Net Assets  
Fiduciary Funds  
April 30, 2012

	Pension Trust Funds	Agency Funds
<b>Assets</b>		
Cash and cash equivalents	\$ 7,220,259	\$ 84,582
Investments:		
Certificates of deposit	997,870	
U.S. government agencies	6,978,311	-
Municipal bonds	187,178	
Mutual funds	11,794,792	-
Insurance contracts	11,210,790	-
Receivables:		
Accrued interest	28,478	-
Other	-	19,519
Due from other funds	-	142,819
Total assets	<u>38,417,678</u>	<u>246,920</u>
<b>Liabilities</b>		
Accounts payable	2,875	225,277
Due to other funds	13,852	21,643
<b>Total liabilities</b>	<u>16,727</u>	<u>246,920</u>
<b>Net Assets</b>		
Held in trust for pension benefits	<u>\$ 38,400,951</u>	<u>\$ -</u>

See Notes to Basic Financial Statements.



**Village of Lansing, Illinois**

**Statement of Changes in Fiduciary Net Assets  
Pension Trust Funds  
Year Ended April 30, 2012**

---

Additions:

Contributions:

Employer	\$ 3,246,550
Plan member	656,544
Total contributions	<u>3,903,094</u>

Investment income:

Net appreciation in fair value	504,007
Interest	790,040
Total investment income	<u>1,294,047</u>

Total additions	<u>5,197,141</u>
-----------------	------------------

Deductions:

Benefits and refunds	3,588,140
Administrative expenses	160,111
Total deductions	<u>3,748,251</u>

Net increase	1,448,890
--------------	-----------

Net assets held in trust for pension benefits:

May 1, 2011	<u>36,952,061</u>
April 30, 2012	<u>\$ 38,400,951</u>

See Notes to Basic Financial Statements.

## Village of Lansing, Illinois

### Notes to Basic Financial Statements

---

#### Note 1. Summary of Significant Accounting Policies

##### Nature of Activities

The Village of Lansing provides various municipal services to its residents. These services include police protection, fire protection, paramedic services, water and sewer systems, public works operations, road and bridge maintenance and general administration. As required by generally accepted accounting principles, these financial statements include all of the funds and account groups of the Village of Lansing, the primary government, and Lansing Public Library, its component unit, which is included in the Village's reporting entity because of its operational and financial relationship with the Village.

The Village is a Home Rule unit under the Home Rule provision of the Illinois State Constitution.

The Lansing Public Library provides library services to the residents of the Village of Lansing, but is governed by a board which is separately elected by the public. Financial data of the Library has been discretely presented in the component unit column in the general purpose financial statements to emphasize that it is legally separate from the Village. Separate financial statements of the Library are not prepared.

The accounting policies of the Village of Lansing conform to accounting principles generally accepted in the United States of America as applicable to governments. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The following is a summary of the more significant accounting policies:

##### Financial Reporting Entity

As defined by generally accepted accounting principles established by the Governmental Accounting Standards Board (GASB), the financial reporting entity consists of the primary government, as well as component units, which are legally separate organizations for which elected officials of the primary government are financially accountable. Financial accountability is defined as:

- (1) Appointment of a voting majority of the component unit's board, and either (a) the ability to impose will by the primary government, or (b) the possibility that the component unit will provide a financial benefit to or impose a financial burden on the primary government; or
- (2) Fiscal dependency on the primary government.

Based upon the application criteria, the Lansing Public Library has been included as a component unit within the reporting entity.

##### Government-Wide and Fund Financial Statements

*Government-Wide Financial Statements:* The government-wide Statement of Net Assets and Statement of Activities report the overall financial activity of the Village. Eliminations have been made to minimize the double-counting of internal activities of the Village. The financial activities of the Village consist of governmental activities, which are primarily supported by taxes and intergovernmental revenues, and business-type activities, which rely to a significant extent on fees and charges for services.

## Village of Lansing, Illinois

### Notes to Basic Financial Statements

---

#### Note 1. Summary of Significant Accounting Policies (Continued)

The Statement of Net Assets presents the Village's non-fiduciary assets and liabilities with the difference reported in three categories:

Invested in capital assets, net of related debt consists of capital assets, net of accumulated depreciation and reduced by outstanding balances for bonds and other debt that are attributable to the acquisition, construction, or improvement of those assets.

Restricted net assets, if applicable, result when constraints placed on net asset use are either externally imposed by creditors, grantors, contributors, and the like, or imposed by law through constitutional provisions or enabling legislation.

Unrestricted net assets consist of net assets that do not meet the criteria of the two preceding categories.

The Statement of Activities demonstrates the degree to which the direct expenses of a given function (i.e. general government, public safety, etc.) are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include (a) charges paid by the recipients of goods or services offered by the programs (including fines and fees), and (b) grants and contributions that are restricted to meeting the operational requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues.

Fiduciary funds are excluded from the government-wide financial statements.

*Fund Financial Statements:* Separate financial statements are provided for governmental funds, proprietary funds and fiduciary (agency) funds, even though the latter are excluded from the government-wide financial statements. The fund financial statements provide information about the Village's funds. The emphasis of fund financial statements is on major governmental funds, each displayed in a separate column. The Village has the following major governmental funds - General Fund, Tax Incremental Financing (TIF) Ridge Road Fund, TIF West Lansing Fund and Debt Service Fund. All remaining governmental funds are aggregated and reported as nonmajor governmental funds. The Village has the following major enterprise funds – Municipal Airport and Waterworks and Sewerage. There are no nonmajor enterprise funds.

The major governmental funds are as follows:

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

## Village of Lansing, Illinois

### Notes to Basic Financial Statements

---

#### Note 1. Summary of Significant Accounting Policies (Continued)

*TIF Ridge Road Fund* – This capital projects fund is used to account for resources used for the acquisition or construction of major capital facilities within the Ridge Road economic development area.

*TIF West Lansing Fund* – This capital projects fund is used to account for resources used for the acquisition or construction of major capital facilities within the West Lansing economic development area.

*Debt Service Fund* – This fund is used to account for and service the long-term obligations for the governmental funds debt.

The major proprietary funds are as follows:

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

*Municipal Airport Fund* – This enterprise fund accounts for the financing and operation of the Village's airport.

Additionally, the Village administers fiduciary (pension trust) funds for assets held by the Village in a fiduciary capacity on behalf of certain public safety employees and agency funds, which account for assets held as custodian or agent for others.

#### Measurement Focus and 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 financial statements. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flow takes place. Nonexchange transactions, in which the Village gives (or receives) value without directly receiving (or giving) equal value in exchange, include various taxes, State shared revenues and various State, Federal and local grants. On an accrual basis, revenues from taxes are recognized when the Village has a legal claim to the resources. Grants, entitlements, State shared revenues and similar items are recognized in the fiscal year in which all eligibility requirements imposed by the provider have been met.

Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the Village considers revenues to be available if they are collected within approximately 90 days of the end of the current fiscal year (60 days for property taxes).

Significant revenue sources which are susceptible to accrual include property taxes, other taxes, grants, charges for services, and interest. All other revenue sources are considered to be measurable and available only when cash is received.

## Village of Lansing, Illinois

### Notes to Basic Financial Statements

---

#### **Note 1. Summary of Significant Accounting Policies (Continued)**

Expenditures generally are recorded when the liability is incurred, as under accrual accounting. However, compensated absences are recorded only when payment is due (upon employee retirement or termination). General capital asset acquisitions are reported as expenditures in governmental funds.

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

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services in connection with the proprietary fund's principal ongoing operations.

#### **Assets, liabilities, and net assets or equity**

##### **Cash and Cash Equivalents**

The Village considers cash and cash equivalents to be all cash on hand, demand deposits, time deposits and all highly liquid investments with an original maturity of three months or less when purchased.

##### **Investments**

Investments are reported at fair value. Fair value is based on quoted market prices, except for insurance contracts which are carried at contract value which approximates fair value.

##### **Interfund Receivables, Payables and Activity**

The Village has the following types of transactions between funds:

*Loans*—amounts provided with a requirement for repayment. Interfund loans are reported as due from other funds in lender funds and due to other funds in borrower funds for short-term borrowings and advances to other funds in lender funds and advances from other funds in borrower funds for long-term borrowings. Amounts are reported as internal balances in the government-wide statement of net assets.

*Reimbursements*—repayments from the funds responsible for particular expenditures or expenses to the funds that initially paid for them. Reimbursements are reported as expenditures in the reimbursing fund and as a reduction of expenditures in the reimbursed fund.

*Transfers*—flows of assets (such as cash or goods) without equivalent flows of assets in return and without a requirement for repayment. In governmental funds, transfers are reported as other financing uses in the funds making transfers and as other financing sources in the funds receiving transfers. In proprietary funds, transfers in/out are reported as a separate category after non-operating revenues and expenses.

## Village of Lansing, Illinois

### Notes to Basic Financial Statements

---

#### Note 1. Summary of Significant Accounting Policies (Continued)

##### Prepaid Items

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items.

##### Capital Assets

Capital assets which include land, streets, buildings, storm sewers, sanitary sewers, water mains, and equipment are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Equipment, building, and infrastructure capital assets are defined as assets with an initial, individual cost of more than \$5,000, \$25,000, and \$50,000, respectively, and an estimated useful life of greater than one year. Additions or improvements that significantly extend the useful life of an asset, or that significantly increase the capacity of an asset are capitalized. Expenditures for asset acquisitions and improvements are stated as capital outlay expenditures in the governmental funds.

These assets have been valued at historical cost or estimated historical cost if purchased or constructed. Donated assets are recorded at their estimated fair market value at the date of donation. For the year ended April 30, 2012, the Village received contributed capital consisting of infrastructure in the amount of \$32,856,576 in the governmental funds. The Village received contributed capital consisting of municipal airport and waterworks and sewerage systems of \$39,538 and \$1,578,401, respectively, in the proprietary funds.

Interest incurred during the construction phase of capital assets is reflected in the capitalized value of the asset constructed, net of interest earned on the invested proceeds over the same period.

The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend the assets' lives are not capitalized.

Depreciation of capital assets is recorded in the Statement of Activities with accumulated depreciation reflected in the Statement of Net Assets and is provided on the straight-line basis over the following estimated useful lives:

	<u>Estimated Useful Lives</u>
Land improvements	20 years
Buildings	30 years
Equipment	5 - 10 years
Infrastructure	10 - 40 years
Waterworks and sewerage system	30 - 60 years
Municipal airport system	10 years

Gains or losses from sales or retirements of capital assets are included in the operations on the Statement of Activities.

##### Deferred Revenue

The Village defers revenue recognition in connection with resources that have been received, but not yet earned. Governmental funds report deferred revenue in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period.

## Village of Lansing, Illinois

### Notes to Basic Financial Statements

---

#### Note 1. Summary of Significant Accounting Policies (Continued)

##### Compensated Absences

Certain Village employees accumulate vacation and sick hours, and compensatory time for subsequent use or for payment upon termination, death or retirement. All accrued vacation, sick pay, and compensatory time is recognized as an expense and as a liability of the enterprise funds at the time the liability is incurred. Governmental fund types record accumulated vacation, sick pay, and compensatory time as an expenditure in the current year to the extent it is paid or is expected to be paid with available financial resources; otherwise the General Fund is typically used to liquidate these liabilities.

##### Long-Term Obligations

In the government-wide financial statements and proprietary fund financial statements, long-term debt and other long-term obligations, including compensated absences, are reported as liabilities in the applicable governmental or business-type activities and proprietary fund Statement of Net Assets. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the effective interest method. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

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

Debt service funds are specifically established to account for and service the long-term obligations for the governmental funds debt. Enterprise funds individually account for and service the applicable debt that benefits those funds. Long-term debt is recognized as a liability in a governmental fund when due, or when resources have been accumulated for payment early in the following year.

##### Fund Equity

Effective May 1, 2011, the Village adopted the provisions of Governmental Accounting Standards Board Statement No. 54 (GASB 54), *Fund Balance Reporting and Governmental Fund Type Definitions*. This statement established fund balance classifications that comprise a hierarchy based primarily on the extent to which a government is bound to observe constraints imposed upon the use of the resources reported in the governmental funds. In addition, GASB 54 modified certain fund type definitions and provided guidance for classification of stabilization amounts on the face of the balance sheet.

Within the governmental fund types, the Village's fund balances are reported in one of the following classifications:

Nonspendable – includes amounts that cannot be spent because they are either a) not in spendable form; or b) legally or contractually required to be maintained intact.

Restricted – includes amounts that are restricted to specific purposes, that is, when constraints placed on the use of resources are either: a) externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments; or b) imposed by law through constitutional provisions or enabling legislation.

## Village of Lansing, Illinois

### Notes to Basic Financial Statements

---

#### Note 1. Summary of Significant Accounting Policies (Continued)

Committed – includes amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the Village's highest level of decision-making authority. Committed amounts cannot be used for any other purpose unless the Village removes or changes the specified use by taking the same type of action it employed to previously commit those amounts. The Village's highest level of decision-making authority rests with the Village's Board of Trustees. The Village passes formal resolutions to commit their fund balances. At April 30, 2012, the Village has no committed fund balances.

Assigned – Includes amounts that are constrained by the Village's intent to be used for specific purposes, but that are neither restricted nor committed. Intent is expressed by: a) the Village's Board of Trustees itself; or b) a body or official to which the Board of Trustees has delegated the authority to assign amounts to be used for specific purposes. The Village's Board of Trustees has not authorized any other body or official to assign amounts for specific purpose within the General Fund. Within the other governmental fund types (special revenue, debt service, capital projects) resources are assigned in accordance with the established fund purpose and approved budget/appropriation. Residual fund balances in these fund types that are not restricted or committed are reported as assigned. Within these same funds, a residual deficit, if any, is reported as unassigned. At April 30, 2012, the Village has no assigned fund balances.

Unassigned – includes the residual fund balance that has not been assigned to other funds and that has not been restricted, committed, or assigned to specific purposes within the General Fund.

It is the Village's policy for the General Fund to consider restricted resources to have been spent first when an expenditure is incurred for which both restricted and unrestricted (i.e. committed, assigned or unassigned) fund balances are available, followed by committed and then assigned fund balances. Unassigned amounts are used only after the other resources have been used.

For all other governmental funds, it is the Village's policy to consider unrestricted resources (i.e. – committed, assigned) to have been spent first, followed by restricted resources.

At April 30, 2012, the Village's fund balance restrictions were for the following purposes:

Restricted purpose:

MFT allotments	\$ 849,744
IMRF / FICA	381,097
Police forfeitures and seizures	1,394,998
Paid on call retirement fund	22,423
911 surcharges	441,108
TIF Ridge Road	9,381,738
TIF West Lansing	3,993,323
Debt Service	3,248,583
Capital projects	214,545
	<u>\$ 19,927,559</u>

#### Accounting Estimates

The preparation of the 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 disclosures of contingent assets and liabilities at the date of the financial statements, and the reported amount of revenues and expenditures/expenses during the period. Actual results could differ from these estimates.



## Village of Lansing, Illinois

### Notes to Basic Financial Statements

---

#### Note 1. Summary of Significant Accounting Policies (Continued)

##### Eliminations and Reclassifications

In the process of aggregating data for the Government-Wide Statement of Activities, some amounts reported as interfund activities and interfund balances are eliminated or reclassified.

#### Note 2. Cash and Investments

##### Deposits

##### Custodial Credit Risk – Deposits

Custodial credit risk is the risk that in the event of bank failure, the Village's deposits may not be returned to it. The Village's policy requires funds on deposit in excess of FDIC limits must be secured by some form of collateral, witnessed by a written agreement and held by an independent third party institution in the name of the municipality. As of April 30, 2012, the carrying amount of the Village's deposits was \$25,157,247, with bank balances totaling \$25,251,364. Of these bank balances, \$5,274,758 was covered by federal depository insurance and \$19,976,606 was collateralized with securities held by the Village or its agent in the Village's name.

As of April 30, 2012, the carrying amount of the Lansing Public Library's deposits was \$2,099,666 with the bank balance of \$2,203,583. Of the bank balance, \$250,000 was covered by Federal depository insurance and \$1,953,583 was collateralized with securities held by the Library or its agent in the Library's name.

As of April 30, 2012, the Village has \$210,287 of cash held in escrow. This balance was covered by federal depository insurance.

##### Investments

As of April 30, 2012, the Village had the following investments and maturities:

Investment Type	Fair Value	Investment Maturities (in Years)			
		Less Than 1	1-5	6-10	More Than 10
U.S. Government Agencies	\$ 7,078,756	\$ -	\$ 1,798,175	\$ 564,689	\$ 4,715,892
Certificate of Deposit	1,071,959	-	74,089	997,870	-
Municipal bonds	187,178	-	-	187,178	-
Mutual funds	11,794,792	11,794,792	-	-	-
	<u>\$ 20,132,685</u>	<u>\$ 11,794,792</u>	<u>\$ 1,872,264</u>	<u>\$ 1,749,737</u>	<u>\$ 4,715,892</u>

## Village of Lansing, Illinois

### Notes to Basic Financial Statements

---

#### Note 2. Cash and Investments (Continued)

*Interest Rate Risk* - The Village's investment policy requires the portfolio to obtain a comparable rate of return during a market/economic environment of stable interest rates. To the extent possible, the Village shall attempt to match its investments with anticipated cash flow requirements, and unless matched to a specific cash flow, the Village will not directly invest in securities maturing more than one year from the date of purchase.

*Credit Risk* – State statutes authorize the Village to invest in obligations of the U.S. Treasury and U.S. agencies, obligations of states and their political subdivisions, repurchase agreements (under certain statutory restrictions), commercial paper rated within the three highest classifications by at least two standard rating services, the Illinois Funds and the Illinois Metropolitan Investment Fund. Pension funds may invest investments as allowed by Illinois Compiled Statutes. As of April 30, 2012, the Village's investments in U.S. Government agencies and mutual funds were rated AAA by Standard & Poor's and Aaa by Moody's Investors Service. The Village's investment policy requires that investments be made in the types of securities allowed for in the Illinois statutes regarding the investment of public funds.

*Concentration of Credit Risk.* Concentration of credit risk defined by GASB is the Village's risk when more than 5 percent of the Village's investments are with a single issuer. The Village's investment policy requires diversified investments to eliminate the risk of loss resulting in over-concentration in a specific issuer or class of securities. The diversification can be by type of investment, number of institutions invested in, and length of maturity. As of April 30, 2012, the Village is in compliance of their investment policy. More than 5 percent of the Village's investments are in FNMA'S, FHLMC's, and GNMA's. These investments are 6.94%, 6.19% and 10.24%, respectively, of the Village's total investments.

As of April 30, 2012, the Village's fair values of investments that are not included in the totals above are as follows:

Insurance contracts	\$ 11,210,790
---------------------	---------------

*Custodial Credit Risk* – For an investment, this is the risk that in the event of failure of the counterparty, the Village will not be able to recover the value of its investments or collateral securities that are in possession of an outside party. The U.S. agency securities are held by the Village's agent in the Village's name. The Village's investment policy requires the Village Treasurer to maintain a list of financial institutions authorized to provide investment services and a list be maintained of approved security brokers/dealers selected by credit worthiness. All security transactions entered into by the Village shall be conducted on a delivery-verses-payment basis, and securities will be held by an independent third party custodian designated by the Village Treasurer and evidenced by safekeeping receipts and a written custodian agreement.

## Village of Lansing, Illinois

### Notes to Basic Financial Statements

---

#### Note 2. Cash and Investments (Continued)

Certificates of deposit and money market accounts, which have been presented as bank deposits in this note, are classified as investments for financial reporting purposes. The above cash and investments totaling \$58,810,675 are reported in the financial statements as follows:

	Governmental Activities	Business-Type Activities	Component Unit	Fiduciary Funds	Total
Cash and cash equivalents	\$ 15,831,601	\$ 2,020,805	\$ 2,099,666	\$ 7,304,841	\$ 27,256,913
Cash held in escrow	210,287	-	-	-	210,287
Investments	174,534	-	-	31,168,941	31,343,475
	<u>\$ 16,216,422</u>	<u>\$ 2,020,805</u>	<u>\$ 2,099,666</u>	<u>\$ 38,473,782</u>	<u>\$ 58,810,675</u>

#### Note 3. Property Taxes

The Village annually establishes a legal right to the property tax assessments upon the enactment of a tax levy ordinance by the Village Board. These tax assessments are levied in December and attach as an enforceable lien on the previous January 1. Tax bills are prepared by Cook County and issued on or about February 1 and July 1, and are payable in two installments which become due on or about March 1 and August 1. The County collects such taxes and periodically remits them to the Village. A reduction of the tax levy amount for collection losses has been made to reduce the property taxes receivable to the estimated amount to be collected.

The Village recognizes approximately one-half of the levy in the current fiscal year as revenue with the second half to be recognized in the following fiscal year. Accordingly, the second half amount is reflected as deferred revenue this year. This methodology conforms to the measurable and available criteria for revenue recognition. The portion of the property taxes receivable which is not expected to be collected within sixty (60) days after year-end is not considered available to pay current liabilities and is, therefore, shown as deferred revenue.

Village of Lansing, Illinois

Notes to Basic Financial Statements

**Note 4. Capital Assets**

**Governmental Activities**

A summary of the changes in capital assets for governmental activities of the Village is as follows:

	Balance, May 1, 2011	Additions	Deletions and Transfers	Balance, April 30, 2012
Governmental activities:				
Capital assets not being depreciated:				
Land	\$ 9,611,766	\$ 245,196	\$ 300,000	\$ 9,556,962
Construction in progress	-	25,120	-	25,120
	<u>9,611,766</u>	<u>270,316</u>	<u>300,000</u>	<u>9,582,082</u>
Capital assets being depreciated:				
Land improvements	2,300,432	238,517	-	2,538,949
Buildings	11,293,654	218,980	94,301	11,418,333
Equipment	6,236,910	1,136,649	115,054	7,258,505
Infrastructure	24,502,125	33,076,081	-	57,578,206
	<u>44,333,121</u>	<u>34,670,227</u>	<u>209,355</u>	<u>78,793,993</u>
Less accumulated depreciation for:				
Land improvements	918,097	84,249	-	1,002,346
Buildings	3,578,390	256,110	-	3,834,500
Equipment	3,830,524	419,938	108,270	4,142,192
Infrastructure	12,819,725	1,628,028	-	14,447,753
	<u>21,146,736</u>	<u>2,388,325</u>	<u>108,270</u>	<u>23,426,791</u>
Total capital assets being depreciated, net	<u>23,186,385</u>	<u>32,281,902</u>	<u>101,085</u>	<u>55,367,202</u>
Governmental activities capital assets, net	<u>\$ 32,798,151</u>	<u>\$ 32,552,218</u>	<u>\$ 401,085</u>	<u>\$ 64,949,284</u>

Village of Lansing, Illinois

Notes to Basic Financial Statements

Note 4. Capital Assets (Continued)

**Business-Type Activities**

A summary of changes in capital assets for business-type activities of the Village is as follows:

	Balance, May 1, 2011	Additions	Deletions and Transfers	Balance, April 30, 2012
Business-type activities:				
Capital assets not being depreciated:				
Land	\$ 9,906,494		\$ -	\$ 9,906,494
Construction in process	600,614	287,673	600,614	287,673
	<u>10,507,108</u>	<u>287,673</u>	<u>600,614</u>	<u>10,194,167</u>
Capital assets being depreciated:				
Waterworks and sewerage system	33,831,788	2,023,284	80,000	35,775,072
Municipal airport system	15,057,413	5,000	-	15,062,413
	<u>48,889,201</u>	<u>2,028,284</u>	<u>80,000</u>	<u>50,837,485</u>
Less accumulated depreciation for:				
Waterworks and sewerage system	21,237,114	1,016,001	80,000	22,173,115
Municipal airport system	8,717,242	490,663	-	9,207,905
	<u>29,954,356</u>	<u>1,506,664</u>	<u>80,000</u>	<u>31,381,020</u>
Total capital assets being depreciated, net	<u>18,934,845</u>	<u>521,620</u>	<u>-</u>	<u>19,456,465</u>
Business-type activities capital assets, net	<u>\$ 29,441,953</u>	<u>\$ 809,293</u>	<u>\$ 600,614</u>	<u>\$ 29,650,632</u>

Component Unit Activities

A summary of changes in capital assets for the component unit of the Village is as follows:

	Balance, May 1, 2011	Additions	Deletions and Transfers	Balance, April 30, 2012
Capital assets being depreciated:				
Land improvements	\$ 58,653	\$ -	\$ -	\$ 58,653
Buildings	1,831,606	1,639,048	-	3,470,654
Equipment	2,579,187	-	6,759	2,572,428
	<u>4,469,446</u>	<u>1,639,048</u>	<u>6,759</u>	<u>6,101,735</u>
Less accumulated depreciation for:				
Land improvements	58,653	-	-	58,653
Buildings	1,296,266	53,281	-	1,349,547
Equipment	2,560,888	4,375	6,759	2,558,504
	<u>3,915,807</u>	<u>57,656</u>	<u>6,759</u>	<u>3,966,704</u>
Total capital assets being depreciated, net	<u>\$ 553,639</u>	<u>\$ 1,581,392</u>	<u>\$ -</u>	<u>\$ 2,135,031</u>

**Village of Lansing, Illinois**

**Notes to Basic Financial Statements**

**Note 4. Capital Assets (Continued)**

Depreciation Charged to Functions/Activities

Depreciation was charged to functions/activities as follows:

	Governmental Activities	Business-Type Activities	Component Unit Activities
General government	\$ 1,906,483	\$ -	\$ -
Public safety	481,842	-	-
Public works	-	1,016,001	-
Municipal airport	-	490,663	-
Library	-	-	57,656
	<u>\$ 2,388,325</u>	<u>\$ 1,506,664</u>	<u>\$ 57,656</u>

**Note 5. Long-Term Obligations**

**Governmental Activities**

The following is a summary of debt transactions of the Village's governmental activities for the year ended April 30, 2012:

	May 1, 2011	Additions	Reductions	April 30, 2012	Due Within One Year
General obligation bonds	\$ 16,384,000	\$ -	\$ -	\$ 16,384,000	\$ -
General obligation notes	1,626,000	-	716,820	909,180	909,180
Installment notes payable	190,864	-	80,481	110,383	86,230
Loss on refunding	(86,201)	-	(5,388)	(80,813)	-
Fire truck note payable	154,000	-	11,000	143,000	11,000
Compensated absences*	1,374,041	220,217	289,495	1,304,763	15,529
Claims payable*	192,903	272,843	256,560	209,186	-
Net pension obligation**	79,099	52,375	-	131,474	-
Other postemployment benefits*	4,394,122	1,133,037	-	5,527,159	-
	<u>\$ 24,308,828</u>	<u>\$ 1,678,472</u>	<u>\$ 1,348,968</u>	<u>\$ 24,638,332</u>	<u>\$ 1,021,939</u>

\* - The General Fund is used to liquidate these liabilities.

\*\* - The IMRF/FICA Fund is used to liquidate this liability.

**Village of Lansing, Illinois**

**Notes to Basic Financial Statements**

---

**Note 5. Long-Term Obligations (Continued)**

***Business-Type Activities***

The following is a summary of debt transactions of the Village's business-type activities for the year ended April 30, 2012:

	May 1, 2011	Additions	Reductions	April 30, 2012	Due Within One Year
General obligation bonds	\$ 1,516,000	\$ -	\$ 115,000	\$ 1,401,000	\$ 120,000
Installment notes payable	310,078		52,299	257,779	55,992
Compensated absences	88,971	20,713	20,433	89,251	11,502
	<u>\$ 1,915,049</u>	<u>\$ 20,713</u>	<u>\$ 187,732</u>	<u>\$ 1,748,030</u>	<u>\$ 187,494</u>

***Component Unit***

The following is a summary of debt transactions of the Library's governmental activities for the year ended April 30, 2012:

	May 1, 2011	Additions	Reductions	April 30, 2012	Due Within One Year
General obligation bonds	\$ 115,000	\$ 1,500,000	\$ 55,000	\$ 1,560,000	\$ 135,000
Compensated absences	57,797	10,050	15,098	52,749	52,749
	<u>\$ 172,797</u>	<u>\$ 1,510,050</u>	<u>\$ 70,098</u>	<u>\$ 1,612,749</u>	<u>\$ 187,749</u>

During May 2011, the Village issued General Obligation Bonds in the amount of \$1,500,000 for the purpose of renovating the library.

## Village of Lansing, Illinois

### Notes to Basic Financial Statements

---

#### Note 5. Long-Term Obligations (Continued)

Details of the long-term debt of the Village and its component unit as of April 30, 2012, are as follows:  
General Obligation Bonds and Notes:

2002B General Obligation Bonds, due in annual installment of \$60,000 in 2013. Interest is at 4.375%. The Library Fund is responsible for the required payments on these bonds.	\$ 60,000
2003 General Obligation Bonds, due in annual installments of \$120,000 in 2013, \$125,000 in 2014, \$130,000 in 2015, \$135,000 in 2016, \$140,000 in 2017, \$145,000 in 2018, and \$155,000 in 2019. Interest is at 5.50%. The Airport Fund is responsible for the required payments on these bonds.	950,000
2008A General Obligation Bonds, due in annual installments of \$820,000 in 2014, \$850,000 in 2015, \$885,000 in 2016, \$925,000 in 2017, \$965,000 in 2018, \$1,010,000 in 2019, \$1,055,000 in 2020, \$1,110,000 in 2021, \$1,160,000 in 2022, and \$1,220,000 in 2023. Interest is at rates of 4.25% to 5.00%. The General Obligation Bond Fund is responsible for the required payments on these bonds.	10,000,000
2009A General Obligation Bonds, due in annual installments of \$250,000 in 2023, \$1,000,000 in 2024, \$1,000,000 in 2025, \$1,000,000 in 2026, and \$810,000 in 2027. Interest is at rates of 4.20% to 4.65%. The General Obligation Bond Fund and the Airport Fund are responsible for 88.89% and 11.11%, respectively, of the required payments on these bonds.	4,060,000
2009B General Obligation Bonds, due in annual installments of \$450,000 in 2022, \$300,000 in 2023, \$1,000,000 in 2028, and \$1,025,000 in 2029. Interest is at rates of 4.85% to 5.35%. The General Obligation Bond Fund is responsible for the required payments on these bonds.	2,775,000
2009C General Obligation (Limited Tax) Notes, due in annual installment of \$248,000 in 2013. Interest is at 5.80%. The General Obligation Bond Fund is responsible for the required repayments on these bonds.	248,000
2010 General Obligation (Limited Tax) Notes, due in annual installment of \$661,180 in 2013. Interest is at 5.80%. The General Obligation Bond Fund is responsible for the required repayments on these bonds.	661,180
2011 General Obligation Bonds, due in annual installments of \$75,000 in 2013, \$140,000 in 2014, \$145,000 in 2015, \$150,000 in 2016, \$150,000 in 2017, \$155,000 in 2018, \$160,000 in 2019, \$170,000 in 2020, \$175,000 in 2021 and \$180,000 in 2022. Interest is at rates of 2.125% to 4.000%. The Library Fund is responsible for the required repayments on these bonds.	1,500,000
<b>Total General Obligation Bonds and Notes</b>	<u>20,254,180</u>



**Village of Lansing, Illinois**

**Notes to Basic Financial Statements**

**Note 5. Long-Term Obligations (Continued)**

Installment Notes and Loan Payable:

Note for the purchase of a building with principal of \$9,608 in 2013, \$10,277 in 2014, \$10,993 in 2015 and \$2,883 in 2016. Interest is at a rate of 6.75%. The General Fund is responsible for making the required payments on this note. \$ 33,761

Interest-free note for the purchase of a fire truck with principal of \$11,000 in 2013 through 2025. The General Fund is responsible for making the required payments on this note. 143,000

Promissory note for the purpose of financing current airport operations with principal of \$55,992 in 2013, \$58,856 in 2014, \$61,867 in 2015, \$65,033 in 2016, and \$16,031 in 2017. Interest is at a rate of 5.00%. The Airport Fund is responsible for making the required payments on this note. 257,779

Promissory note for the purpose of financing vehicles with principal of \$76,622 in 2013. Interest is at a rate of 5.40%. The General Fund is responsible for making the required payments on this note. 76,622

**Total Installment Notes and Loan Payable** 511,162

Compensated Absences 1,446,763

Claims 209,186

**Total Long-Term Debt** \$ 22,421,291

***Debt service requirements to maturity***

The future debt service requirements to amortize the outstanding debt of the Village's governmental activities, excluding compensated absences and claims payable and including interest of \$7,677,269 are as follows:

Year	General Obligation Bonds	General Obligation Notes	Installment Contracts and Notes Payable	Total
2013	\$ 787,915	\$ 928,387	\$ 101,682	\$ 1,817,984
2014	1,607,915	-	22,466	1,630,381
2015	1,596,915	-	22,467	1,619,382
2016	1,589,415	-	13,932	1,603,347
2017	1,591,803	-	11,000	1,602,803
2018-2022	8,393,964	-	55,000	8,448,964
2023-2027	6,279,804	-	33,000	6,312,804
2028-2029	2,188,167	-	-	2,188,167
	<u>\$ 24,035,898</u>	<u>\$ 928,387</u>	<u>\$ 259,547</u>	<u>\$ 25,223,832</u>

Village of Lansing, Illinois

Notes to Basic Financial Statements

---

**Note 5. Long-Term Obligations (Continued)**

The future debt service requirements to amortize the outstanding debt of the Village's business-type activities excluding compensated absences and including interest of \$510,946 are as follows:

Year	General Obligation Bonds	Installment Note Payable	Total
2013	\$ 192,123	\$ 67,609	\$ 259,732
2014	190,523	67,609	258,132
2015	188,648	67,609	256,257
2016	186,498	67,609	254,107
2017	184,073	16,162	200,235
2018-2022	424,391	-	424,391
2023-2027	516,871	-	516,871
	<u>\$ 1,883,127</u>	<u>\$ 286,598</u>	<u>\$ 2,169,725</u>

The future debt service requirements to amortize the outstanding debt of the Library's governmental activities, excluding compensated absences and including interest of \$319,938 are as follows:

Year	General Obligation Bonds
2013	\$ 186,425
2014	187,206
2015	189,231
2016	190,425
2017	186,488
2018-2022	940,163
	<u>\$ 1,879,938</u>

## Village of Lansing, Illinois

### Notes to Basic Financial Statements

---

#### Note 6. Pension and Retirement Plan Commitments

Substantially all Village employees are covered under one of the following employee retirement plans:

##### Illinois Municipal Retirement Fund

*Plan Description.* The Village's defined benefit pension plan for regular employees provides retirement and disability benefits, post retirement increases, and death benefits to plan members and beneficiaries. The Village plan is affiliated with the Illinois Municipal Retirement Fund (IMRF), an agent multiple-employer plan. Benefit provisions are established by statute and may only be changed by the General Assembly of the State of Illinois. IMRF issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained on-line at [www.imrf.org](http://www.imrf.org).

Information related to the employer's contributions and three-year trend information is on a fiscal year basis. The actuarial information and schedule of funding progress are on a calendar year basis as that is the year used by IMRF.

*Funding Policy.* As set by statute, the Village's regular plan members are required to contribute 4.50 percent of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The employer contribution rates for calendar years ended December 31, 2012 and 2011 used by the Village were 11.63 percent and 10.57 percent, respectively, of annual covered payroll. The Village's annual required contribution rates for calendar years ended December 31, 2012 and 2011 were 12.48 percent and 11.90 percent, respectively. The Village also contributes for disability benefits, death benefits and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by the IMRF Board of Trustees, while the supplemental retirement benefits rate is set by statute.

The required contributions for 2012 and 2011 were determined as part of the December 31, 2010 and 2009, actuarial valuations using the entry age normal actuarial cost method. The actuarial assumptions at December 31, 2010 and 2009, included (a) 7.5 percent investment rate of return (net of administrative and direct investment expenses), (b) projected salary increases of 4.0 percent a year, attributable to inflation, (c) additional projected salary increases ranging from 0.4 percent to 10.0 percent per year depending on age and service, attributable to seniority/merit, and (d) post retirement benefit increases of 3.0 percent annually. The actuarial value of the Village's regular plan assets was determined using techniques that spread the effects of short-term volatility in the market value of investments over a five-year period with a 20 percent corridor between the actuarial and market value of assets. The Village's regular plan's unfunded actuarial accrued liability at December 31, 2010 and 2009 is being amortized as a level percentage of projected payroll on an open 30-year basis.

*Annual Pension Cost.* The following table shows the components of the Village's annual pension costs for the fiscal year ended April 30, 2012, the amount actually contributed to the plan, and changes in the Village's net pension obligation to the plan:

Annual required contribution	\$ 514,810
Interest on net pension obligation	5,932
Adjustment to annual requirement contribution	(4,241)
Annual pension cost	<u>516,501</u>
Contributions made	<u>464,126</u>
Increase in net pension obligation	52,375
Net pension obligation, beginning of year	<u>79,099</u>
Net pension obligation, end of year	<u>\$ 131,474</u>

**Village of Lansing, Illinois**

**Notes to Basic Financial Statements**

**Note 6. Pension and Retirement Plan Commitments (Continued)**

Three-Year Trend Information for the Regular Plan

Fiscal Year Ending	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
4/30/2012	\$ 514,810	90.0%	\$ 131,474
4/30/2011	570,954	89.0%	79,099
4/30/2010	499,931	96.0%	18,332

*Funded Status and Funding Progress.* As of December 31, 2011, the most recent actuarial valuation date, the Regular plan was 18.25 percent funded. The actuarial accrued liability for benefits was \$9,257,176 and the actuarial value of assets was \$1,689,026, resulting in an underfunded actuarial accrued liability (UAAL) of \$7,568,150. The decrease in the actuarial value of assets and UAAL is attributable to the number of employees who elected the early retirement option in the previous fiscal year. The covered payroll for calendar year 2011 (annual payroll of active employees covered by the plan) was \$4,615,149 and the ratio of UAAL to covered payroll was 164 percent.

The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

**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 contribution levels are governed by Illinois Compiled Statutes and may be amended only by the Illinois Legislature. The plan provides retirement benefits as well as death and disability benefits. The Police Pension Plan is a fund of the Village and does not issue separate financial statements.

Costs of administering the plan are financed through employee and employer contributions. Covered employees are required to contribute 9.91% of their base salary to the Police Pension Plan. The member rate is determined by state statute. The Village is required to contribute at an actuarially determined rate. The Village's most recent actuarial determination was as of April 30, 2012. The employer rate for fiscal year 2012 was approximately 44 percent of covered payroll.

The Village's annual pension cost and net pension (asset) to the Plan for the year ended April 30, 2012 were as follows:

Annual required contribution	\$ 1,938,564
Interest on net pension (asset)	(59,642)
Adjustment to annual requirement contribution	35,969
Annual pension cost	<u>1,914,891</u>
Contributions made	<u>2,387,260</u>
(Increase) in net pension (asset)	(472,369)
Net pension (asset), beginning of year	<u>(795,227)</u>
Net pension (asset), end of year	<u><u>\$ (1,267,596)</u></u>

**Village of Lansing, Illinois**

**Notes to Basic Financial Statements**

**Note 6. Pension and Retirement Plan Commitments (Continued)**

The annual required contribution for the year ended April 30, 2012, was determined as part of the April 30, 2012, actuarial valuation report using the entry age normal cost method. The actuarial assumptions included (a) 7.50% investment rate of return, (b) projected salary increases of 1.12% to 4.86% varying by age, and (c) payroll growth of 4.00% per year. Both (a) and (b) included an inflation component of 2%. The actuarial value of Police Pension assets was determined using techniques that smooth the effects of short-term volatility in the market value of investments over a five-year period. The Police Pension Plan's unfunded actuarial liability is being amortized as a level percentage of payroll on a closed basis. The remaining amortization period at April 30, 2012, was 26 years.

Membership in the plan consisted of the following as of the April 30, 2012 actuarial valuation:

Retirees and beneficiaries receiving benefits and terminated plan members entitled to but not yet receiving benefits	52
Current employees, vested and nonvested	55
<b>Total members</b>	<b>107</b>

The funded status of the Police Pension Plan as of April 30, 2012, the most recent actuarial valuation, is as follows:

Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability	Unfunded Actuarial Accrued Liability (UAAL)	Funded Ratio	Covered Payroll	UAAL as a Percentage of Covered Payroll
4/30/2012	\$ 24,399,438	\$ 54,081,410	\$ 29,681,972	45.12 %	\$ 4,340,126	683.90 %

The schedule of funding progress, presented as required supplementary information (RSI) following the notes to the financial statements, presents multi-year trend information about whether the actuarial values of plan assets are increasing or decreasing over time relative to the actuarial accrued liability.

Trend Information

Fiscal Year Ending	Annual Pension Cost (APC)	Annual Contributions Made	Percentage of APC Contributed	Net Pension (Asset)
4/30/2012	\$ 1,914,891	\$ 2,387,260	124.67%	\$ (1,267,596)
4/30/2011	1,867,831	2,526,714	135.28%	(795,227)
4/30/2010	1,570,892	1,646,247	104.80%	(136,344)

## Village of Lansing, Illinois

### Notes to Basic Financial Statements

---

#### Note 6. Pension and Retirement Plan Commitments (Continued)

##### Firefighters' Pension Plan

Firefighter sworn personnel are covered by the Firefighters' 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 contribution levels are governed by Illinois Compiled Statutes and may be amended only by the Illinois Legislature. The plan provides retirement benefits as well as death and disability benefits. The Firefighters' Pension Plan is a fund of the Village and does not issue separate financial statements.

Costs of administering the plan are financed through employee and employer contributions. Covered employees are required to contribute 9.46% of their base salary to the Firefighters' Pension Plan. The member rate is determined by state statute. The Village is required to contribute at an actuarially determined rate. The Village's most recent actuarial determination was as of April 30, 2012. The employer rate for fiscal year 2012 was approximately 26% of covered payroll.

The Village's annual pension cost and net pension (asset) to the Plan for the year ended April 30, 2012 were as follows:

Annual required contribution	\$ 580,295
Interest on net pension (asset)	(79,314)
Adjustment to annual requirement contribution	51,538
Annual pension cost	<u>552,519</u>
Contributions made	859,290
(Increase) in net pension (asset)	<u>(306,771)</u>
Net pension (asset), beginning of year	<u>(1,057,514)</u>
Net pension (asset), end of year	<u><u>\$ (1,364,285)</u></u>

The annual required contribution for the year ended April 30, 2012 was determined as part of the April 30, 2011 actuarial valuation report using the entry age normal cost method. The assumptions included (a) 7.50% investment rate of return, (b) projected salary increases of 1.12% to 4.86% varying by age, and (c) payroll growth of 4.0% per year. Both (a) and (b) included an inflation component of 2%. The actuarial value of Fire Pension assets was determined using techniques that smooth the effects of short-term volatility in the market value of investments over a five-year period. The Firefighters' Pension Plan's unfunded actuarial liability is being amortized as a level percentage of payroll on a closed basis. The remaining amortization period at April 30, 2012, was 26 years.

Membership in the plan consisted of the following as of the April 30, 2012 actuarial valuation:

Retirees and beneficiaries receiving benefits and terminated plan members entitled to but not yet receiving benefits	20
Current employees, vested and nonvested	<u>27</u>
<b>Total members</b>	<u><u>47</u></u>

**Village of Lansing, Illinois**

**Notes to Basic Financial Statements**

---

**Note 6. Pension and Retirement Plan Commitments (Continued)**

The funded status of the Firefighters' Pension Plan as of April 30, 2012, the most recent actuarial valuation, is as follows:

Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability	Unfunded Actuarial Accrued Liability (UAAL)	Funded Ratio	Covered Payroll	UAAL as a Percentage of Covered Payroll
4/30/2012	\$ 11,060,445	\$ 16,256,951	\$ 5,196,506	68.04 %	\$ 2,076,473	250.26 %

The schedule of funding progress, presented as required supplementary information (RSI) following the notes to the financial statements, presents multi-year trend information about whether the actuarial values of plan assets are increasing or decreasing over time relative to the actuarial accrued liability.

Trend Information

Fiscal Year Ending	Annual Pension Cost (APC)	Annual Contributions Made	Percentage of APC Contributed	Net Pension (Asset)
4/30/2012	\$ 552,519	\$ 859,290	155.52%	\$ (1,364,285)
4/30/2011	520,412	997,443	191.66%	(1,057,514)
4/30/2010	439,443	658,472	149.84%	(580,483)

Village of Lansing, Illinois

Notes to Basic Financial Statements

---

Note 6. Pension and Retirement Plan Commitments (Continued)

Combining Statement of Net Assets  
Pension Trust Funds  
April 30, 2012

	Police Pension	Firefighters' Pension	Total
<b>Assets</b>			
Cash and cash equivalents	\$ 5,144,043	\$ 2,076,216	\$ 7,220,259
Investments:			
Certificates of deposit	997,870	-	997,870
U.S. government agencies	5,923,134	1,055,177	6,978,311
Municipal bonds	187,178	-	187,178
Mutual funds	7,876,165	3,918,627	11,794,792
Insurance contracts	7,384,455	3,826,335	11,210,790
Receivables:			
Accrued interest	23,621	4,857	28,478
<b>Total assets</b>	<b>27,536,466</b>	<b>10,881,212</b>	<b>38,417,678</b>
<b>Liabilities</b>			
Accounts payable	1,052	1,823	2,875
Due to other funds	8,896	4,956	13,852
<b>Total liabilities</b>	<b>9,948</b>	<b>6,779</b>	<b>16,727</b>
<b>Net Assets</b>			
Held in trust for pension benefits	\$ 27,526,518	\$ 10,874,433	\$ 38,400,951



Village of Lansing, Illinois

Notes to Basic Financial Statements

Note 6. Pension and Retirement Plan Commitments (Continued)

Combining Statement of Changes in Net Assets  
Pension Trust Funds  
Year Ended April 30, 2012

	Police Pension	Firefighters' Pension	Total
<b>Additions</b>			
Contributions:			
Employer	\$ 2,387,260	\$ 859,290	\$ 3,246,550
Plan members	452,722	203,822	656,544
<b>Total contributions</b>	<b>2,839,982</b>	<b>1,063,112</b>	<b>3,903,094</b>
Investment income:			
Net appreciation in fair value	409,447	94,560	504,007
Interest	590,995	199,045	790,040
<b>Total investment income</b>	<b>1,000,442</b>	<b>293,605</b>	<b>1,294,047</b>
<b>Total additions</b>	<b>3,840,424</b>	<b>1,356,717</b>	<b>5,197,141</b>
<b>Deductions</b>			
Benefits and refunds	2,743,951	844,189	3,588,140
Administrative expenses	106,064	54,047	160,111
<b>Total deductions</b>	<b>2,850,015</b>	<b>898,236</b>	<b>3,748,251</b>
<b>Net increase</b>	<b>990,409</b>	<b>458,481</b>	<b>1,448,890</b>
Net assets held in trust for pension benefits:			
May 1, 2011	26,536,109	10,415,952	36,952,061
April 30, 2012	\$ 27,526,518	\$ 10,874,433	\$ 38,400,951

Note 7. Risk Management

The Village participates in the Illinois Municipal League Risk Management Association (IMLRMA) for its workers' compensation coverages. IMLRMA is an organization of Villages in Illinois which have formed an association under the Illinois Intergovernmental Cooperation's Statute to pool its risk management needs. The IMLRMA pool purchases commercial insurance for its worker's compensation and liability coverage through member premiums. IMLRMA can assess supplemental premiums to fund these premium deficiencies. The Village has not made any supplemental payments to the IMLRMA during the last three years.

## Village of Lansing, Illinois

### Notes to Basic Financial Statements

---

#### Note 7. Risk Management (Continued)

The Village maintains a health and medical benefit program which is available to all full-time employees. The Village has elected to be self-insured for certain members of this plan and, accordingly, is liable for the related employee health claims that are approved for payment. A purchased insurance policy covers claims over \$80,000 per individual and \$3,777,021 in the aggregate per calendar year. All administration and claims processing is done by an independent administrator. The amount of coverage has not decreased nor has the amount of settlements exceeded coverage in the current fiscal year or any of the past three years.

Changes in the balances of claims liabilities are as follows:

Unpaid claims at April 30, 2010	\$ 229,019
Incurred claims	129,075
Claim payments	<u>(165,191)</u>
Unpaid claims at April 30, 2011	192,903
Incurred claims	272,843
Claim payments	<u>(256,560)</u>
Unpaid claims at April 30, 2012	<u><u>\$ 209,186</u></u>

#### Note 8. Deferred Compensation Plan

The Village offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan, available to all Village employees, permits them to defer a portion of their salary until future years. Participation in the plan is optional. The deferred compensation is not available to the participants until termination, retirement, death, or an unforeseeable emergency occurs. The plan assets are held in trust for the benefit of the employee and, therefore, not reflected in the financial statements of the Village. The Village contributed \$0 to the plan for the year ended April 30, 2012.

#### Note 9. Commitments

The Village has committed future incremental property tax revenue from specific parcels of land within its tax incremental financing (TIF) districts for the payment of developer construction loans. As of April 30, 2012, these commitments are as follows:

<u>District</u>	<u>Commitment</u>
<ul style="list-style-type: none"><li>• West Lansing Tax Incremental Financing District</li></ul>	1) Lesser of 50% of future year property tax collection through 2014 on a parcel-by-parcel basis or \$1,403,213. One business will receive the lesser of 50% of future property tax collections through 2014 or \$8,050,000, plus interest of \$6,565,979.

**Village of Lansing, Illinois**

**Notes to Basic Financial Statements**

---

**Note 9. Commitments (Continued)**

- Ridge Road Tax Incremental Financing District
  - 1) Lesser of various specified percentages of future property tax collections ranging from 50-100% over various designated time periods through 2012 on a parcel-by-parcel basis or \$330,347.

In addition, the Village has committed future sales tax revenue on three parcels of land outside of the TIF District boundaries. On two of the parcels, the Village committed 0% on the first \$100,000 of sales tax paid by the business, 100% on the second \$100,000, and 50% of sales tax paid in excess of \$200,000 through March 2027 and August 2029, or \$9,326,423 and \$3,484,416, respectively.

The Village has committed future sales tax revenue on another parcel of land outside of the TIF District boundaries. The Village committed 0% on the first \$115,000 of sales tax paid by the business and 50% of sales tax paid in excess of \$115,000 through March 2017.

**Village of Lansing, Illinois**

**Notes to Basic Financial Statements**

---

**Note 10. Other Financial Disclosures (FFS Level Only)**

(a) Due To/From Other Funds

Individual interfund balances for the Village at April 30, 2012, are shown as follows:

Fund	Due From Other Funds
General Fund	
Nonmajor Governmental Funds	\$ 389,046
Airport Fund	2,297,910
Fiduciary Funds	13,852
TIF Ridge Road Fund	
General Fund	941,444
Airport Fund	133,363
Waterworks and Sewerage Fund	2,015,265
TIF West Lansing Fund	
General Fund	1,375,614
Airport Fund	9,428
Fiduciary Funds	21,643
Debt Service Fund	
General Fund	213
Nonmajor Governmental Funds	48,729
Airport Fund	758,283
Waterworks and Sewerage Fund	454,604
Nonmajor Governmental Funds	
General Fund	140,512
Waterworks and Sewerage Fund	
General Fund	451,930
Fiduciary Funds	
General Fund	142,819
Total	<u><u>\$ 9,194,655</u></u>

**Village of Lansing, Illinois**

**Notes to Basic Financial Statements**

---

**Note 10. Other Financial Disclosures (FFS Level Only) (Continued)**

Fund	Due to Other Funds
General Fund	
TIF Ridge Road Fund	\$ 941,444
TIF West Lansing Fund	1,375,614
Debt Service Fund	213
Nonmajor Governmental Funds	140,512
Waterworks and Sewerage Fund	451,930
Fiduciary Funds	142,819
Nonmajor Governmental Funds	
General Fund	389,046
Debt Service Fund	48,729
Airport Fund	
General Fund	2,297,910
TIF Ridge Road Fund	133,363
Debt Service Fund	758,283
TIF West Lansing Fund	9,428
Waterworks and Sewerage Fund	
TIF Ridge Road Fund	2,015,265
Debt Service Fund	454,604
Fiduciary Funds	
General Fund	13,852
TIF West Lansing Fund	21,643
Total	\$ 9,194,655

Interfund receivables and payables are used as loans to fund short-term cash needs of individual funds.

Village of Lansing, Illinois

Notes to Basic Financial Statements

---

**Note 10. Other Financial Disclosures (FFS Level Only) (Continued)**

(b) Transfers In/Out

The interfund transfers in and out for the year ended April 30, 2012 are as follows:

<u>Fund</u>	<u>Transfers In</u>
General Fund	
TIF Ridge Road Fund	\$ 84,945
TIF West Lansing Fund	40,471
Waterworks and Sewerage Fund	3,881
Nonmajor Governmental Funds	174,270
Debt Service Fund	
General Fund	1,133,628
Nonmajor Governmental Funds	450,000
Airport Fund	
Debt Service Fund	195,255
Total	<u>\$ 2,082,450</u>

<u>Fund</u>	<u>Transfers Out</u>
General Fund	
Debt Service Fund	\$ 1,133,628
TIF Ridge Road	
General Fund	84,945
TIF West Lansing Fund	
General Fund	40,471
Debt Service Fund	
Airport Fund	195,255
Nonmajor Governmental Funds	
General Fund	174,270
Debt Service Fund	450,000
Waterworks and Sewerage Fund	
General Fund	3,881
	<u>\$ 2,082,450</u>

Transfers are used to (a) move receipts from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them; (b) move receipts restricted to debt service from the fund collecting the receipts to the debt service fund; and (c) use unrestricted revenues collected in the General Fund to finance various programs accounted for in accordance with budgetary authorizations.

(c) Excess of Expenditures Over Budget

TIF The Landings Fund overexpended its budget by \$532 during the year ended April 30, 2012.

**Village of Lansing, Illinois**

**Notes to Basic Financial Statements**

**Note 11. Postemployment Healthcare Plan**

*Plan Description.* The Village of Lansing (Village) provides employer paid retiree medical (including prescription drugs) and to current and future eligible retirees until age 65. Dependents are provided access to coverage on a fully contributory basis. This is a single-employer plan. The Retiree Health Plan does not issue a publicly available financial report.

*Funding Policy.* The required contribution is based on projected pay-as-you-go financing requirements. Retirees receive coverage under the Village's health plan with an employer contribution ranging from \$345 to \$1,668 depending on the coverage elected by the employee. For fiscal year 2012, the Village contributed \$966,211 to the plan. Plan members receiving benefits contributed \$222 to \$517 depending on the coverage elected.

*Annual OPEB Cost and Net OPEB Obligation.* The Village's annual other postemployment benefit (OPEB) cost (expense) is calculated based on the *annual required contribution of the employer (ARC)*, an amount actuarially determined in accordance with the parameters of GASB Statement 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed 30 years. The Village's net OPEB obligation at April 30, 2012 is included as a liability on the Statement of Net Assets as "other postemployment benefits." The following table shows the components of the Village's annual OPEB cost for the year ended April 30, 2012, the amount actually contributed to the plan, and changes in the Village's net OPEB obligation to the plan:

Annual required contribution	\$ 2,069,687
Interest on net OPEB obligation	177,365
Adjustment to annual required contribution	<u>(147,804)</u>
Annual OPEB cost (expense)	2,099,248
Contributions made	<u>966,211</u>
Increase in net OPEB obligation	1,133,037
Net OPEB obligation beginning of year	<u>4,394,122</u>
 Net OPEB obligation end of year	 <u><u>\$ 5,527,159</u></u>

The Village's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for 2012 and the two preceding years were as follows:

Year Ending	Annual OPEB Costs	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
4/30/2012	\$ 2,099,248	46.0%	\$ 5,527,159
4/30/2011	2,134,253	45.3%	4,394,122
4/30/2010	2,079,818	22.5%	3,226,080

*Funded Status and Funding Progress.* As of April 30, 2012, the most recent actuarial valuation date, the plan was not funded. The actuarial accrued liability for benefits was \$19,364,687 and the actuarial value of assets was \$0, resulting in an unfunded actuarial liability (UAAL) of \$19,364,687. The covered payroll (annual payroll of active employees covered by the plan) was \$11,688,690, and the ratio of the UAAL to the covered payroll was 165.7 percent.

**Note 11. Postemployment Healthcare Plan (Continued)**

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about the future employment, mortality, and the healthcare cost trend. Amounts determined reporting 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 the financial statements presents multiyear trend information about 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 the 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 the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

In the April 30, 2012 actuarial valuation, the entry age actuarial cost method was used. The actuarial assumptions included a 4 percent investment rate of return (net of administrative expenses), which is the expected long-term investment returns on the employer's own investments calculated based on the funded level of the plan at the valuation date, projected salary increases of 4 percent, and an annual healthcare cost trend rate of 8 percent initially, reduced by decrements to an ultimate rate of 6 percent. The actuarial value of assets was determined using techniques that spread the effects of short-term volatility in the market value of investments over a five-year period. The UAAL is being amortized as a level percentage of projected payroll on an open basis. The remaining amortization period at April 30, 2012 was 30 years.

**Note 12. Pronouncements Issued But Not Yet Adopted**

The Governmental Accounting Standards Board (GASB) recently issued the following statements:

GASB Statement No. 57, *OPEB Measurements by Agent Employers and Agent Multiple-Employer Plans*, will be effective for the Village beginning with its year ending, April 30, 2013. The objective of this Statement is to address issues related to the measurement of OPEB obligations by certain employers participating in agent multiple-employer OPEB plans. In agent multiple-employer plans, separate liabilities are calculated and separate asset accounts are kept for each participating government, rather than being administered and accounted for as a single plan as is done in a cost-sharing plan. Statement No. 57 amends Statement No. 43, *Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans*, and Statement No. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions*.

GASB Statement No. 61, *The Financial Reporting Entity: Omnibus—an amendment of GASB Statements No. 14 and No. 34* will be effective for the Village beginning with its year ending April 30, 2013. This Statement modifies certain requirements inclusion of component units in the financial reporting entity. This Statement also amends the criteria for reporting component units as if they were part of the primary government (that is, blending) in certain circumstances. This Statement also clarifies the reporting of equity interests in legally separate organizations.



## Village of Lansing, Illinois

### Notes to Basic Financial Statements

---

#### Note 12. Pronouncements Issued But Not Yet Adopted (Continued)

GASB Statement No. 62, Codification of Accounting and Financial Reporting Guidance Contained in the Pre-November 30, 1989 FASB and AICPA Pronouncements will be effective for the Village beginning with its year ending April 30, 2013. This Statement provides financial reporting guidance for deferred outflows of resources and deferred inflows of resources and their effects on a government's net position.

GASB Statement No. 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position* will be effective for the Village beginning with its year ending April 30, 2013. This Statement provides financial reporting guidance for deferred outflows of resources and deferred inflows of resources.

GASB Statement No. 65, *Items Previously Reported as Assets and Liabilities*, will be effective for the Village beginning with its year ending April 30, 2014. This Statement establishes accounting and financial reporting standards that reclassify, as deferred outflows of resources or deferred inflows of resources, certain items that were previously reported as assets and liabilities and recognizes, as outflows of resources or inflows of resources, certain items that were previously reported as assets and liabilities.

GASB Statement No. 66, *Technical Corrections—2012—an amendment of GASB Statements No. 10 and No. 62*, will be effective for the Village beginning with its year ending April 30, 2014. The objective of this Statement is to improve accounting and financial reporting for a governmental financial reporting entity by resolving conflicting guidance that resulted from the issuance of two pronouncements, Statements No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, and No. 62, *Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements*.

GASB Statement No. 67, *Financial Reporting for Pension Plans*, will be effective for the Village beginning with its year ended April 30, 2015. This statement builds upon the existing framework for financial reports of defined benefit pension plans, which includes a statement of fiduciary net position (the amount held in a trust for paying retirement benefits) and a statement of changes in fiduciary net position. This statement enhances note disclosures and RSI for both defined benefit and defined contribution pension plans and requires the presentation of new information about annual money-weighted rates of return in the notes to the financial statements and in 10-year RSI schedules.

GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*, will be effective for the Village beginning with its year ending April 30, 2016. This statement requires governments providing defined benefit pensions to recognize their long-term obligation for pension benefits as a liability for the first time, and to more comprehensively and comparably measure the annual costs of pension benefits. This statement also enhances accountability and transparency through revised and new note disclosures and required supplementary information (RSI).

Management has not determined the impact, if any, the above Statements will have on the financial position and results of operations of the Village.

**Required Supplementary Information**

**Village of Lansing, Illinois**

**Required Supplementary Information  
Illinois Municipal Retirement Fund  
Schedule of Funding Progress**

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) Entry Age (b)	Unfunded (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
12/31/2011	\$ 1,689,026	\$ 9,257,176	\$ 7,568,150	18.25 %	\$ 4,615,149	163.98 %
12/31/2010	11,553,037	15,326,879	3,773,842	75.38	5,210,728	72.42
12/31/2009	13,251,973	16,964,757	3,712,784	78.11	6,007,998	61.80

On a market value basis, the actuarial value of assets as of December 31, 2011 is \$1,028,310. On a market basis, the funded ratio would be 11.11%.

**Village of Lansing, Illinois**

**Schedule of Funding Progress  
Police Pension Fund**

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) - Entry Age (b)	Unfunded (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
4/30/2012	\$ 24,399,438	\$ 54,081,410	\$ 29,681,972	45.12 %	\$ 4,340,126	683.90 %
4/30/2011	27,224,494	51,960,338	24,735,844	52.39	4,259,988	580.66
4/30/2010	N/A	N/A	N/A	N/A	N/A	N/A

N/A – The Village did not have an actuarial valuation performed in this year.

**Village of Lansing, Illinois**

**Schedule of Funding Progress  
Firefighters' Pension Fund**

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) Entry Age (b)	Unfunded (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
4/30/2012	\$ 11,060,445	\$ 16,256,951	\$ 5,196,506	68.04 %	\$ 2,076,473	250.26 %
4/30/2011	10,603,562	15,501,270	4,897,708	68.40	2,023,962	241.99
4/30/2010	N/A	N/A	N/A	N/A	N/A	N/A

N/A – The Village did not have an actuarial valuation performed in this year.

**Village of Lansing, Illinois**

**Schedule of Funding Progress  
Postemployment Healthcare Plan**

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
4/30/2012	\$ -	\$ 19,364,687	\$ 19,364,687	- %	\$ 11,688,690	165.7%
4/30/2011	-	28,991,186	28,991,186	-	11,795,718	245.8%
4/30/2010	N/A	N/A	N/A	N/A	N/A	N/A

N/A – The Village did not have actuarial valuations performed in this year.

**Village of Lansing, Illinois**

**Schedule of Employer Contributions  
Police Pension Fund**

Actuarial Valuation Date	Annual Required Contribution	Percentage Contributed	
Fiscal Year			
2012	\$ 1,938,564	123.15	%
2011	1,892,584	126.14	
2010	1,572,325	104.52	

**Village of Lansing, Illinois**

**Schedule of Employer Contributions  
Firefighters' Pension Fund**

Actuarial Valuation Date	Annual Required Contribution	Percentage Contributed	
Fiscal Year			
2012	\$ 580,295	148.08	%
2011	535,061	186.42	
2010	443,989	147.85	



**Village of Lansing, Illinois**

**Schedule of Employer Contributions  
Postemployment Healthcare Plan**

Actuarial Valuation Date	Annual Required Contribution	Percentage Contributed	
Fiscal Year			
2012	\$ 2,069,687	46.03	%
2011	2,079,818	45.27	
2010	2,079,818	22.52	

Village of Lansing, Illinois

**Schedule of Revenues, Expenditures and Changes in Fund Balance -  
Budget and Actual - General Fund  
Year Ended April 30, 2012**

	Final Budget	Actual	Variance
<b>Revenues:</b>			
Charges for services	\$ 1,700,000	\$ 1,697,877	\$ (2,123)
Licenses and permits	1,033,300	772,851	(260,449)
Intergovernmental	4,549,005	3,020,187	(1,528,818)
Fines and forfeitures	1,254,050	1,166,235	(87,815)
Property taxes	2,198,000	5,837,690	3,639,690
Other taxes	9,088,055	8,861,144	(226,911)
Interest	-	1,808	1,808
Miscellaneous	1,717,845	1,860,151	142,306
<b>Total revenues</b>	<u>21,540,255</u>	<u>23,217,943</u>	<u>1,677,688</u>
<b>Expenditures:</b>			
<b>Current:</b>			
General government	8,044,271	7,190,522	853,749
Public safety	10,823,812	12,455,293	(1,631,481)
Public works	3,488,780	2,808,136	680,644
Capital outlay	1,464,560	132,045	1,332,515
<b>Debt service:</b>			
Principal	27,000	18,103	8,897
Interest and fees	895,382	4,364	891,018
<b>Total expenditures</b>	<u>24,743,805</u>	<u>22,608,463</u>	<u>2,135,342</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(3,203,550)</u>	<u>609,480</u>	<u>3,813,030</u>
<b>Other financing sources (uses):</b>			
Transfers in	300,000	303,567	3,567
Transfers (out)	(883,600)	(1,133,628)	(250,028)
<b>Total other financing sources (uses)</b>	<u>(583,600)</u>	<u>(830,061)</u>	<u>(246,461)</u>
<b>Change in fund balance</b>	<u>\$ (3,787,150)</u>	<u>(220,581)</u>	<u>\$ 3,566,569</u>
<b>Fund balances:</b>			
May 1, 2011		<u>2,695,217</u>	
April 30, 2012		<u>\$ 2,474,636</u>	

Village of Lansing, Illinois

Schedule of Revenues - Budget and Actual  
 General Fund  
 Year Ended April 30, 2012

	Original and Final Budget	Actual
Charges for services:		
Refuse billing	\$ 1,700,000	\$ 1,697,877
<b>Total charges for services</b>	<u>1,700,000</u>	<u>1,697,877</u>
Licenses and permits:		
Business licenses	150,000	125,890
Vehicle licenses	640,800	489,848
Other licenses	15,500	14,694
Building permits	200,000	124,267
Electrical permits	15,000	10,936
Heating, air conditioning, and other permits	12,000	7,216
<b>Total licenses and permits</b>	<u>1,033,300</u>	<u>772,851</u>
Intergovernmental:		
State income	3,086,750	2,307,962
Replacement tax	214,005	188,269
Grants	1,248,250	523,956
<b>Total intergovernmental</b>	<u>4,549,005</u>	<u>3,020,187</u>
Fines and fees:		
Court fines	39,000	48,750
MSCI tickets	100,000	91,660
Other fines	197,200	156,056
Building/elevator inspection fees	263,100	354,931
Planning/zoning fees	5,250	4,052
Paramedic fees	480,000	505,515
Other fees	169,500	5,271
<b>Total fines and fees</b>	<u>1,254,050</u>	<u>1,166,235</u>
Property taxes:		
General	2,198,000	5,837,690
<b>Total property taxes</b>	<u>2,198,000</u>	<u>5,837,690</u>
Other taxes:		
Sales tax	5,722,055	5,368,145
Utility tax	1,620,000	1,471,116
Cable TV franchise fee	326,000	395,505
Phone franchise fee	1,100,000	1,268,108
Motel tax	320,000	358,270
<b>Total other taxes</b>	<u>9,088,055</u>	<u>8,861,144</u>
Interest	-	1,808
Miscellaneous:		
Medical plan	766,000	725,046
Miscellaneous other revenue	811,800	940,287
Rental income	110,250	97,699
Builders club	14,600	6,870
Paramedic donations	8,195	6,840
Subrogation - other	7,000	83,409
<b>Total miscellaneous</b>	<u>1,717,845</u>	<u>1,860,151</u>
<b>Total revenues</b>	<u>\$ 21,540,255</u>	<u>\$ 23,217,943</u>

Village of Lansing, Illinois

Schedule of Expenditures - Budget and Actual  
 General Fund  
 Year Ended April 30, 2012

	Original Budget	Final Budget	Actual
General government:			
General administrative and support:			
Administration:			
Salaries - full time	\$ 169,188	\$ 169,188	\$ 140,455
Salaries - part time	119,978	119,978	99,981
Employee insurance	3,164,904	3,364,904	3,312,363
MOE insurance	278,496	278,496	203,751
Unemployment taxes	63,600	63,600	18,872
Workmen's comp insurance	627,670	627,670	615,395
Legal Service	180,000	180,000	136,542
Telephone	3,600	3,600	1,865
Publishing / Advertising	360	1,560	1,316
Printing / Copying / Postage	360	360	72
Emergency Response	600	600	-
Community Relations	13,200	13,200	11,516
Azavar contingency payments	8,400	8,400	6,798
Sales tax agreement reimbursements	456,000	359,800	356,997
Hotel / Motel tax	78,000	83,000	84,910
Dues	27,600	27,600	22,361
Training	360	360	-
Contributions / flowers	360	360	384
Liability insurance	129,732	129,732	113,628
General insurance	259,465	309,465	298,364
Street lighting	324,000	274,000	194,328
Office supplies	1,200	1,200	14
MSI code violations	48,000	48,000	36,839
Safe routes to school	31,200	31,200	38,536
Fire memorial	8,580	8,580	2,214
Village vision	16,800	16,800	11,310
Total administration	<u>6,011,653</u>	<u>6,121,653</u>	<u>5,708,811</u>
Finance:			
Salaries - full time	272,714	272,714	194,491
Salaries - over time	6,000	6,000	3,338
Auditing fees	96,000	96,000	64,245
Postage	390	390	26
Telephone	1,200	1,200	1,254
Publishing / Advertising	2,400	1,400	743
Dues	312	312	195
Travel	360	360	106
Training	720	720	350
Office supplies	2,400	3,400	3,125
Total finance	<u>382,496</u>	<u>382,496</u>	<u>267,873</u>

(continued)

Village of Lansing, Illinois

Schedule of Expenditures - Budget and Actual  
 General Fund  
 Year Ended April 30, 2012

	Original Budget	Final Budget	Actual
General government: (continued)			
General administrative and support: (continued)			
Village clerk:			
Salaries - full time	236,257	236,257	165,291
Salaries - over time	21,360	21,360	6,566
Contract maintenance - building	5,520	5,520	4,545
Contract maintenance - equipment	9,120	9,120	5,708
Janitorial services	14,400	14,400	12,046
Other professional services	1,800	1,800	400
Postage	19,452	19,452	13,805
Telephone	4,800	4,800	2,508
Publishing / advertising	3,000	3,000	2,041
Printing / Copying	19,500	19,500	16,677
Dues	120	120	95
Travel	600	600	81
Training	2,400	2,400	-
Publications	120	120	29
Contributions / flowers	120	120	-
Bank charges	4,200	4,200	3,705
Public utility	4,200	4,200	2,607
Office supplies	18,000	18,000	11,204
Institutional supplies	3,600	4,100	3,387
Computer supplies	600	600	489
Maintenance supplies - building	600	600	85
Maintenance supplies - equipment	300	300	-
Annexation fees	600	600	-
Recording fees	600	1,100	864
Lease / purchase computer	27,600	27,600	19,548
Crime free housing supplies	900	900	310
Medical billing - Andres	54,000	53,000	48,781
Total village clerk	<u>453,769</u>	<u>453,769</u>	<u>320,772</u>
Human resources:			
Salaries - full time	67,384	67,384	65,008
IDOT drug and alcohol screening	3,600	3,600	786
Telephone	1,200	1,200	942
Printing / Copying	300	300	105
Flood activities	3,600	3,600	3,482
Travel expense	180	180	-
Training expense	180	180	-
Village wide training	3,600	3,600	190
Office supplies	360	360	270
Total human resources	<u>80,404</u>	<u>80,404</u>	<u>70,783</u>

(continued)

Village of Lansing, Illinois

Schedule of Expenditures - Budget and Actual  
 General Fund  
 Year Ended April 30, 2012

	Original Budget	Final Budget	Actual
General government: (continued)			
General administrative and support: (continued)			
Information technology:			
Salaries - full time	61,200	61,200	51,196
Contract maintenance	12,000	14,000	10,869
Telephone	1,800	1,800	1,091
Dues	-	-	43
Travel expenses	360	360	-
Training education	600	600	-
Office supplies / postage	300	300	466
Website development	1,200	1,200	11,902
General hardware / software purchase	24,000	20,000	3,024
Virus protection	4,200	4,200	-
IT expenses - finance	600	600	309
IT expenses - mayor	600	600	230
IT expenses - VCO	2,700	2,700	509
IT expenses - police department	1,800	1,800	660
IT expenses - fire department	1,800	1,800	1,500
IT expenses - public works	1,800	1,800	599
IT expenses - building	1,200	1,200	505
IT expenses - airport	1,200	1,200	833
IT expenses - youth center	600	600	68
IT expenses - human resources	660	660	304
IT expenses - planning and development	600	600	72
WAN	23,952	23,952	18,026
Support services	3,000	5,000	4,745
Crime free housing support	1,200	1,200	150
Total information technology	<u>147,372</u>	<u>147,372</u>	<u>107,101</u>
<b>Total general and administrative support</b>	<u>7,075,695</u>	<u>7,185,695</u>	<u>6,475,340</u>
Community development:			
Boards and commissions:			
Member fees	4,200	4,200	1,560
Police and Fire professional service	48,000	48,000	3,638
Postage	780	780	240
Telephone	2,400	2,400	933
Publishing / Advertising	5,040	4,840	756
Dues	600	600	-
Travel expense	360	360	-
Training		200	125
Refunds	180	180	-
Publications	240	240	-
Office supplies	360	360	32
Total boards and commissions	<u>62,160</u>	<u>62,160</u>	<u>7,284</u>

(continued)

Village of Lansing, Illinois

Schedule of Expenditures - Budget and Actual  
 General Fund  
 Year Ended April 30, 2012

	Original Budget	Final Budget	Actual
General government: (continued)			
Community development: (continued)			
Building:			
Salaries - full time	212,904	192,904	162,274
Salaries - part time	38,136	43,136	36,964
Salaries - over time	2,400	2,400	283
Clothing allowance	600	600	102
Salaries - property maintenance inspector	81,978	81,978	66,253
Engineering service	1,200	1,200	195
Property maintenance	2,400	12,400	7,668
Other professional services	1,200	1,200	1,052
Postage	3,000	3,000	85
Telephone	4,800	4,800	3,690
Printing / copying	3,960	3,960	2,620
Elevator inspection fees	8,400	13,400	13,020
Dues	720	720	534
Travel expense	1,200	1,200	61
Landscaping AT&T VRADS	1,200	1,200	-
Training	1,200	1,200	353
Refunds - reimbursements	1,200	1,200	218
Publications	1,200	1,200	137
Plumbing inspector	16,200	16,200	16,520
Plan review & inspection fees	7,200	7,200	3,535
Office supplies	6,000	6,000	4,310
Other general supplies	300	300	66
Maintenance supplies - building	3,120	3,120	445
Maintenance supplies - equipment	480	480	307
Maintenance supplies - vehicles	6,000	6,000	2,380
Security deposit refund	12,000	12,000	-
Other	-	-	76,556
Lease purchase	4,800	4,800	4,222
Total building	423,798	423,798	403,850
Builder's club:			
Bank service charges	-	300	108
Builder's club	1,800	1,500	318
Special event	3,600	1,800	1,778
Kitchen beverage	4,200	8,000	7,983
Equipment and remodeling	2,400	400	-
Total builder's club	12,000	12,000	10,187

(continued)

Village of Lansing, Illinois

**Schedule of Expenditures - Budget and Actual  
General Fund  
Year Ended April 30, 2012**

	Original Budget	Final Budget	Actual
General government: (continued)			
Community development: (continued)			
Planning and development:			
Salaries - full time	116,988	111,788	58,565
Miscellaneous engineering	6,000	11,000	44,063
Telephone	600	800	874
Printing	240	240	56
Dues	360	360	-
Travel	360	360	53
Training	240	240	30
Publications	240	240	183
Planner	1,200	1,200	-
Appraisals	1,200	1,200	-
Office supplies	360	360	156
Economic development	6,000	6,000	18
Total planning and development	<u>133,788</u>	<u>133,788</u>	<u>103,998</u>
Channel 10 LNN:			
Contract services	99,600	98,100	83,000
Repairs	600	100	-
Telephone	1,800	1,800	1,469
Office supplies	1,800	1,800	772
Production supplies	4,800	6,800	5,777
Promotions	840	840	373
Lease purchase - equipment	-	1,000	961
Lease purchase - production equipment	4,800	3,800	2,965
Total Channel 10 LNN	<u>114,240</u>	<u>114,240</u>	<u>95,317</u>
Youth center:			
Salaries - full time	44,400	41,800	37,142
Salaries - part time	50,400	50,400	42,650
Contract maintenance - building	2,400	5,000	4,391
Contract maintenance - equipment	2,340	2,340	1,843
Janitorial service	7,020	7,020	5,019
Telephone	1,260	1,260	1,011
Printing / copying	300	300	176
Utilities	1,800	1,800	1,121
Miscellaneous	210	210	-
Office supplies	600	600	136
Other general supplies	720	720	248
Maintenance supplies - building	840	840	675
Maintenance supplies - equipment	300	300	134
Total youth center	<u>112,590</u>	<u>112,590</u>	<u>94,546</u>
<b>Total community development</b>	<u>858,576</u>	<u>858,576</u>	<u>715,182</u>
<b>Total general government</b>	<u>7,934,271</u>	<u>8,044,271</u>	<u>7,190,522</u>

(continued)



Village of Lansing, Illinois

Schedule of Expenditures - Budget and Actual  
 General Fund  
 Year Ended April 30, 2012

	Original Budget	Final Budget	Actual
Public safety:			
Police:			
Salaries - full time	6,307,200	6,210,700	5,409,478
Salaries - part time	64,837	64,837	11,581
Salaries - special police village	3,600	3,600	2,967
Salaries - crossing guards	199,200	199,200	163,721
Salaries - overtime	420,000	440,000	447,270
Pension contribution	-	-	2,387,260
Uniform expense	57,600	57,600	43,188
SO. Sub major crime task force	1,800	1,800	90
Animal control officer	52,547	52,547	43,787
Contract maintenance - building	24,000	24,000	19,501
Contract maintenance - equipment	11,400	11,400	6,027
Contract maintenance - vehicles	24,000	24,000	27,170
Contract maintenance - other	9,600	9,600	7,106
Legal service	2,400	2,400	54
Other professional services	18,000	18,000	10,217
Postage	5,400	5,400	5,441
Telephone	24,000	24,000	12,393
Dues	564	564	440
Travel expense	5,220	5,220	3,797
Training	1,200	1,200	1,125
Publications	540	540	200
Public utility services	3,600	4,600	2,906
Office supplies	13,500	13,500	11,800
Automotive fuel	138,000	168,000	163,518
Operating supplies	6,000	6,000	3,421
Institutional supplies	300	300	256
Other general supplies	3,600	3,600	1,898
Maintenance supplies - building	12,000	12,500	11,822
Maintenance supplies - equipment	5,400	15,400	12,682
Maintenance supplies - vehicles	24,000	24,000	20,174
Equipment purchase	12,000	12,000	12,350
Education assistance - union	22,800	22,800	11,981
Local law enforcement expense (bracelet / tow)	3,600	3,600	2,981
Total police	<u>7,477,908</u>	<u>7,442,908</u>	<u>8,858,602</u>

(continued)

Village of Lansing, Illinois

Schedule of Expenditures - Budget and Actual  
 General Fund  
 Year Ended April 30, 2012

	Original Budget	Final Budget	Actual
Public safety: (continued)			
Fire:			
Salaries - full time	2,650,680	2,624,680	2,212,760
Salaries - part time	258,384	258,384	154,871
Salaries - over time	150,000	172,000	163,802
Pension contribution	-	-	859,290
Uniform expense	12,000	12,000	6,583
Contract maintenance - building	38,400	38,400	28,207
Contract maintenance - equipment	3,600	7,600	5,596
Contract maintenance - vehicle	64,800	64,800	36,484
Contract maintenance - other	7,200	7,200	6,319
Other professional services	10,800	10,800	3,789
Postage	600	600	272
Telephone	20,400	20,400	15,275
Fire prevention	2,400	2,400	903
Printing / copying	1,800	1,800	607
Mutual aid	3,600	3,600	2,434
Dues	1,560	1,560	1,463
Travel expense	1,200	1,200	896
Training	3,000	3,000	2,774
Public utility services	4,200	4,200	3,122
Office supplies	4,200	4,200	2,778
Automotive fuel	48,000	48,000	43,920
Operating supplies	3,600	3,600	2,447
Small tools	2,400	2,400	1,899
Institutional supplies	6,000	6,000	4,631
Maintenance supplies - building	1,800	1,800	1,465
Maintenance supplies - equipment	5,400	5,400	3,811
Maintenance supplies - vehicles	16,200	16,200	8,471
Lease purchase - copier	4,800	4,800	3,351
Public education	1,800	1,800	267
Dive team	4,800	4,800	3,025
POC retirement	4,680	4,680	3,900
Total fire	<u>3,338,304</u>	<u>3,338,304</u>	<u>3,585,412</u>
CPR / Paramedic:			
EMS text books	1,200	1,200	216
Operating supplies	17,400	17,400	11,063
Miscellaneous equipment	24,000	24,000	-
Total CPR / Paramedic	<u>42,600</u>	<u>42,600</u>	<u>11,279</u>
<b>Total public safety</b>	<u>10,858,812</u>	<u>10,823,812</u>	<u>12,455,293</u>

(continued)

Village of Lansing, Illinois

**Schedule of Expenditures - Budget and Actual  
General Fund  
Year Ended April 30, 2012**

	Original Budget	Final Budget	Actual
Public works:			
Street:			
Salaries - full time	1,069,580	1,042,080	798,377
Salaries - part time	-	2,000	2,526
Salaries - over time	45,600	49,600	48,458
Uniform expense	6,900	6,900	6,293
Contract maintenance - building	14,400	18,400	18,054
Contract maintenance - equipment	1,800	2,800	2,293
Contract maintenance - vehicles	18,000	27,000	24,699
Contract maintenance - street / sidewalk	4,200	4,200	1,460
Contract maintenance - street lights	25,200	25,200	10,612
Contract maintenance - traffic lights	25,200	25,200	14,334
Engineering service	3,000	3,000	925
Telephone	17,400	17,400	11,853
Printing / copying	600	600	831
Public utilities	5,760	5,760	5,234
Vacant home lawn mowing	60,000	60,000	50,600
Grass / leaves / branches / disposal fees	156,000	156,000	117,652
Office supplies	1,320	1,320	1,203
Safety supplies	3,000	3,000	2,305
Automotive fuel	90,000	90,000	74,435
Operating supplies	2,760	3,260	2,752
Small tools	1,500	2,000	1,584
Chemicals	780	780	593
Institutional supplies	2,100	2,100	2,359
Salt	153,600	153,600	139,417
Maintenance supplies - building	1,680	2,180	1,593
Maintenance supplies - snow equipment	10,200	15,200	13,392
Maintenance supplies - vehicle	42,000	42,000	45,138
Maintenance supplies - street lights	3,000	3,000	2,157
Maintenance supplies - traffic signals	3,000	3,000	-
Tree removal	15,000	16,000	15,470
Sign maintenance and equipment	4,200	4,200	3,046
Miscellaneous	-	-	24,383
Homewood disposal	1,701,000	1,701,000	1,364,108
<b>Total public works</b>	<b>3,488,780</b>	<b>3,488,780</b>	<b>2,808,136</b>
<b>Capital outlay</b>	<b>1,629,560</b>	<b>1,464,560</b>	<b>132,045</b>
Debt service:			
Principal	27,000	27,000	18,103
Interest and fees	805,382	895,382	4,364
<b>Total debt service</b>	<b>832,382</b>	<b>922,382</b>	<b>22,467</b>
<b>Total expenditures</b>	<b>\$ 24,743,805</b>	<b>\$ 24,743,805</b>	<b>\$ 22,608,463</b>

## Village of Lansing, Illinois

### Note to Required Supplementary Information

---

#### Note 1. Budgetary Information

##### Budgetary Basis of Accounting

Budgets are adopted on a basis consistent with generally accepted accounting principles. The original budget was amended during the fiscal year for account allocations only.

##### Budgetary Process

The Village follows these procedures in establishing the appropriation data reflected in the financial statements:

1. The Village Treasurer submits to the Village Board of Trustees a proposed operating appropriation ordinance (budget) for the fiscal year commencing the following May 1. The operating budget includes proposed expenditures and the means of financing them.
2. Public hearings are conducted by the Village to obtain taxpayer comments.
3. Subsequently, the appropriation ordinance is legally enacted through passage of an ordinance.
4. Formal budgetary integration is employed as a management control device during the year for the general, special revenue and capital project funds. Formal budgetary integration is not employed for the debt service fund because effective budgetary control is alternatively achieved through general obligation bond indenture provisions.
5. Appropriations for the general, special revenue and capital project funds are adopted on a basis consistent with accounting principles generally accepted in the United States of America.
6. Budgetary authority lapses at the year-end.
7. State law requires that "expenditures be made in conformity with appropriation/budget." As under the Budget Act, transfers between line items and departments may be made by administrative action. Amounts to be transferred between funds would require Village Board approval. The level of legal control is generally considered to be the fund budget in total.

##### Excess of Expenditures Over Budget

TIF The Landings Fund overexpended their budget by \$532 during the year ended April 30, 2012.

## **Supplementary Information**

Village of Lansing, Illinois

Combining Balance Sheet  
 Nonmajor Governmental Funds  
 April 30, 2012

	Special Revenue	Capital Projects	Total Nonmajor Governmental Funds
<b>Assets</b>			
Cash and cash equivalents	\$ 3,187,010	\$ 832,332	\$ 4,019,342
Cash held in escrow	-	210,287	210,287
Investments	174,534	-	174,534
Receivables:			
Property taxes	550,660	-	550,660
Intergovernmental	72,349	-	72,349
Other assets	1,111	-	1,111
Due from other funds	140,512	-	140,512
	<u>\$ 4,126,176</u>	<u>\$ 1,042,619</u>	<u>\$ 5,168,795</u>
<b>Total assets</b>			
<b>Liabilities and Fund Balances</b>			
Liabilities			
Accounts payable	\$ 114,016	\$ 825,749	\$ 939,765
Deferred revenue	509,763	-	509,763
Due to other funds	435,450	2,325	437,775
<b>Total liabilities</b>	<u>1,059,229</u>	<u>828,074</u>	<u>1,887,303</u>
Fund Balances:			
Restricted	3,066,947	214,545	3,281,492
Unassigned	-	-	-
<b>Total fund balances</b>	<u>3,066,947</u>	<u>214,545</u>	<u>3,281,492</u>
	<u>\$ 4,126,176</u>	<u>\$ 1,042,619</u>	<u>\$ 5,168,795</u>
<b>Total liabilities and fund balances</b>			

Village of Lansing, Illinois

**Combining Statement of Revenues, Expenditures  
and Changes in Fund Balances  
Nonmajor Governmental Funds  
Year Ended April 30, 2012**

	Special Revenue	Capital Projects	Total Nonmajor Governmental Funds
Revenues:			
Program:			
Intergovernmental	\$ 1,056,810	\$ 140,166	\$ 1,196,976
Fines and forfeitures	206,884	-	206,884
General:			
Property taxes	803,451	-	803,451
Interest	10,574	541	11,115
<b>Total revenues</b>	<u>2,077,719</u>	<u>140,707</u>	<u>2,218,426</u>
Expenditures:			
Current:			
General government	882,491	186,861	1,069,352
Capital outlay	476,708	175,694	652,402
<b>Total expenditures</b>	<u>1,359,199</u>	<u>362,555</u>	<u>1,721,754</u>
Excess (deficiency) of revenues over (under) expenditures	718,520	(221,848)	496,672
Other financing (uses), transfers (out)	<u>(621,945)</u>	<u>(2,325)</u>	<u>(624,270)</u>
<b>Change in fund balances</b>	96,575	(224,173)	(127,598)
Fund balances:			
May 1, 2011	<u>2,970,372</u>	<u>438,718</u>	<u>3,409,090</u>
April 30, 2012	<u>\$ 3,066,947</u>	<u>\$ 214,545</u>	<u>\$ 3,281,492</u>

Village of Lansing, Illinois

Combining Balance Sheet  
 Nonmajor Special Revenue Funds  
 April 30, 2012

	IMRF / FICA	Motor Fuel Tax	Police Department Forfeiture	Police Department Forfeiture Justice	911	Total
<b>Assets</b>						
Cash and cash equivalents	\$ 584,069	\$ 926,260	\$ 297,911	\$ 911,525	\$ 467,245	\$ 3,187,010
Investments	-	-	174,534	-	-	174,534
Receivables:						
Property taxes	550,660	-	-	-	-	550,660
Intergovernmental	-	55,002	-	-	17,347	72,349
Other assets	-	-	1,111	-	-	1,111
Due from other funds	-	123,037	17,475	-	-	140,512
<b>Total assets</b>	<b>\$ 1,134,729</b>	<b>\$ 1,104,299</b>	<b>\$ 491,031</b>	<b>\$ 911,525</b>	<b>\$ 484,592</b>	<b>\$ 4,126,176</b>
<b>Liabilities and Fund Balances</b>						
Liabilities						
Accounts payable	\$ 27,381	\$ 35,593	\$ 583	\$ 6,975	\$ 43,484	\$ 114,016
Deferred revenue	509,763	-	-	-	-	509,763
Due to other funds	216,488	218,962	-	-	-	435,450
Total liabilities	753,632	254,555	583	6,975	43,484	1,059,229
Fund Balances,						
Restricted	381,097	849,744	490,448	904,550	441,108	3,066,947
<b>Total liabilities and fund balances</b>	<b>\$ 1,134,729</b>	<b>\$ 1,104,299</b>	<b>\$ 491,031</b>	<b>\$ 911,525</b>	<b>\$ 484,592</b>	<b>\$ 4,126,176</b>



Village of Lansing, Illinois

Combining Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual  
 Nonmajor Special Revenue Funds  
 Year Ended April 30, 2012

	IMRF / FICA			Motor Fuel Tax			Police Department Forfeiture		
	Original Budget	Final Budget	Actual	Original Budget	Final Budget	Actual	Original Budget	Final Budget	Actual
Revenues:									
Property taxes	\$ 832,900	\$ 832,900	\$ 803,451	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental:									
Allotments	-	-	-	851,144	851,144	822,468	-	-	-
911 surcharge	-	-	-	-	-	-	-	-	-
Fees and services:									
Police Department seizures	-	-	-	-	-	-	25,000	25,000	77,342
Interest	100	100	393	1,000	1,000	208	26,000	26,000	7,726
<b>Total revenues</b>	<b>833,000</b>	<b>833,000</b>	<b>803,844</b>	<b>852,144</b>	<b>852,144</b>	<b>822,676</b>	<b>51,000</b>	<b>51,000</b>	<b>85,068</b>
Expenditures:									
Current:									
Police	-	-	-	-	-	-	186,120	186,120	47,831
Pension contributions	831,120	831,120	644,220	-	-	-	-	-	-
Capital outlay	-	-	-	978,600	528,600	338,539	12,000	12,000	2,391
<b>Total expenditures</b>	<b>831,120</b>	<b>831,120</b>	<b>644,220</b>	<b>978,600</b>	<b>528,600</b>	<b>338,539</b>	<b>198,120</b>	<b>198,120</b>	<b>50,222</b>
Excess (deficiency) of revenues over (under) expenditures	1,880	1,880	159,624	(126,456)	323,544	484,137	(147,120)	(147,120)	34,846
Other financing (uses), transfers (out)	-	-	-	(192,000)	(642,000)	(586,721)	(198,000)	(198,000)	(35,224)
<b>Change in fund balances</b>	<b>1,880</b>	<b><u>\$ 1,880</u></b>	<b>159,624</b>	<b>(318,456)</b>	<b><u>\$ (318,456)</u></b>	<b>(102,584)</b>	<b>(345,120)</b>	<b><u>\$ (345,120)</u></b>	<b>(378)</b>
Fund balances:									
May 1, 2011			<u>221,473</u>			<u>952,328</u>			<u>490,826</u>
April 30, 2012			<u>\$ 381,097</u>			<u>\$ 849,744</u>			<u>\$ 490,448</u>

Village of Lansing, Illinois

Combining Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual  
 Nonmajor Special Revenue Funds  
 Year Ended April 30, 2012

	Police Department Forfeiture Justice			911			Total		
	Original Budget	Final Budget	Actual	Original Budget	Final Budget	Actual	Original Budget	Final Budget	Actual
Revenues:									
Taxes:									
Property	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 832,900	\$ 832,900	\$ 803,451
Intergovernmental:									
Allotments	-	-	-	-	-	-	851,144	851,144	822,468
911 surcharge	-	-	-	227,000	227,000	234,342	227,000	227,000	234,342
Fees and services:									
Police Department seizures	300,000	300,000	129,542	-	-	-	325,000	325,000	206,884
Interest	3,000	3,000	2,104	500	500	143	30,600	30,600	10,574
<b>Total revenues</b>	<b>303,000</b>	<b>303,000</b>	<b>131,646</b>	<b>227,500</b>	<b>227,500</b>	<b>234,485</b>	<b>2,266,644</b>	<b>2,266,644</b>	<b>2,077,719</b>
Expenditures:									
Current:									
Police	204,120	204,120	85,761	180,659	114,659	104,679	570,899	504,899	238,271
Pension contributions	-	-	-	-	-	-	831,120	831,120	644,220
Capital outlay	-	-	-	104,806	170,806	135,778	1,095,406	711,406	476,708
<b>Total expenditures</b>	<b>204,120</b>	<b>204,120</b>	<b>85,761</b>	<b>285,465</b>	<b>285,465</b>	<b>240,457</b>	<b>2,497,425</b>	<b>2,047,425</b>	<b>1,359,199</b>
Excess (deficiency) of revenues over (under) expenditures	98,880	98,880	45,885	(57,965)	(57,965)	(5,972)	(230,781)	219,219	718,520
Other financing (uses), transfers (out)	-	-	-	-	-	-	(390,000)	(840,000)	(621,945)
<b>Change in fund balances</b>	<b>98,880</b>	<b><u>\$ 98,880</u></b>	<b>45,885</b>	<b>(57,965)</b>	<b><u>\$ (57,965)</u></b>	<b>(5,972)</b>	<b>(620,781)</b>	<b><u>\$ (620,781)</u></b>	<b>96,575</b>
Fund balances:									
May 1, 2011			<u>858,665</u>			<u>447,080</u>			<u>2,970,372</u>
April 30, 2012			<u>\$ 904,550</u>			<u>\$ 441,108</u>			<u>\$ 3,066,947</u>

Village of Lansing, Illinois

Combining Balance Sheet  
 Nonmajor Capital Projects Funds  
 April 30, 2012

	TIF The Landings	TIF Bernice Road	Community Development Block Grant	Total
<b>Assets</b>				
Cash and cash equivalents	\$ 601,756	\$ 203,876	\$ 26,700	\$ 832,332
Cash held in escrow	210,287	-	-	210,287
<b>Total assets</b>	<b>\$ 812,043</b>	<b>\$ 203,876</b>	<b>\$ 26,700</b>	<b>\$ 1,042,619</b>
<b>Liabilities and Fund Balances</b>				
Liabilities				
Accounts payable	\$ 812,043	\$ 10,123	\$ 3,583	\$ 825,749
Due to other funds	-	2,325	-	2,325
Total liabilities	812,043	12,448	3,583	828,074
Fund Balances				
Restricted	-	191,428	23,117	214,545
Unassigned	-	-	-	-
Total fund balances	-	191,428	23,117	214,545
<b>Total liabilities and fund balances</b>	<b>\$ 812,043</b>	<b>\$ 203,876</b>	<b>\$ 26,700</b>	<b>\$ 1,042,619</b>

Village of Lansing, Illinois

Combining Statements of Revenues, Expenditures and Changes in Fund Balances  
 Nonmajor Capital Projects Funds  
 Year Ended April 30, 2012

	TIF The Landings	TIF Bernice Road	Community Development Block Grant	Total
Revenues:				
Intergovernmental, grants	\$ -	\$ -	\$ 140,166	\$ 140,166
Interest	532	-	9	541
<b>Total revenues</b>	<b>532</b>	<b>-</b>	<b>140,175</b>	<b>140,707</b>
Expenditures:				
General government	532	186,329	-	186,861
Capital outlay, project costs	-	39,278	136,416	175,694
<b>Total expenditures</b>	<b>532</b>	<b>225,607</b>	<b>136,416</b>	<b>362,555</b>
Excess (deficiency) of revenues over (under) expenditures	-	(225,607)	3,759	(221,848)
Other financing (uses):				
Transfers (out)	-	(2,325)	-	(2,325)
<b>Change in fund balances</b>	<b>-</b>	<b>(227,932)</b>	<b>3,759</b>	<b>(224,173)</b>
Fund balances (deficit):				
May 1, 2011	-	419,360	19,358	438,718
April 30, 2012	\$ -	\$ 191,428	\$ 23,117	\$ 214,545

Village of Lansing, Illinois

Combining Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual  
 Nonmajor Capital Projects Funds  
 Year Ended April 30, 2012

	TIF The Landings		TIF Bernice Road		Community Development Block Grant		Total	
	Original and Final Budget	Actual	Original and Final Budget	Actual	Original and Final Budget	Actual	Original and Final Budget	Actual
Revenues:								
Property taxes	\$ -	\$ -	\$ 420,000	\$ -	\$ -	\$ -	\$ 420,000	\$ -
Intergovernmental, grants	-	-	-	-	264,500	140,166	264,500	140,166
Interest	5,000	532	10,000	-	100	9	15,100	541
<b>Total revenues</b>	<u>5,000</u>	<u>532</u>	<u>430,000</u>	<u>-</u>	<u>264,600</u>	<u>140,175</u>	<u>699,600</u>	<u>140,707</u>
Expenditures:								
General government	-	532	69,848	186,329	-	-	-	186,861
Capital outlay, project costs	-	-	230,000	39,278	317,400	136,416	547,400	175,694
<b>Total expenditures</b>	<u>-</u>	<u>532</u>	<u>299,848</u>	<u>225,607</u>	<u>317,400</u>	<u>136,416</u>	<u>547,400</u>	<u>362,555</u>
Excess (deficiency) of revenues over (under) expenditures	5,000	-	130,152	(225,607)	(52,800)	3,759	152,200	(221,848)
Other financing (uses), transfers (out)	-	-	(24,000)	(2,325)	-	-	(24,000)	(2,325)
<b>Change in fund balances</b>	<u>\$ 5,000</u>	<u>-</u>	<u>\$ 106,152</u>	<u>(227,932)</u>	<u>\$ (52,800)</u>	<u>3,759</u>	<u>\$ 128,200</u>	<u>(224,173)</u>
Fund balances:								
May 1, 2011		<u>-</u>		<u>419,360</u>		<u>19,358</u>		<u>438,718</u>
April 30, 2012		<u>\$ -</u>		<u>\$ 191,428</u>		<u>\$ 23,117</u>		<u>\$ 214,545</u>

Village of Lansing, Illinois

Combining Statement of Net Assets  
Agency Funds  
April 30, 2012

	Agency		Total
	Special Service Area	Special Assessment	
<b>Assets</b>			
Cash and cash equivalents	\$ 2,124	\$ 82,458	\$ 84,582
Other receivables	19,519	-	19,519
Due from other funds	-	142,819	142,819
<b>Total assets</b>	<u>21,643</u>	<u>225,277</u>	<u>246,920</u>
<b>Liabilities</b>			
Accounts payable	-	225,277	225,277
Due to other funds	21,643	-	21,643
<b>Total liabilities</b>	<u>21,643</u>	<u>225,277</u>	<u>246,920</u>
<b>Net assets</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Village of Lansing, Illinois

Combining Statement of Changes in Assets and Liabilities  
 Agency Funds  
 Year Ended April 30, 2012

	Balances May 1, 2011	Additions	Deletions	Balances April 30, 2012
<b>SPECIAL SERVICE AREA</b>				
Assets:				
Cash and cash equivalents	\$ 2,121	\$ 3	\$ -	\$ 2,124
Other receivables	19,520	-	1	19,519
<b>Total assets</b>	<b>\$ 21,641</b>	<b>\$ 3</b>	<b>\$ 1</b>	<b>\$ 21,643</b>
Liabilities:				
Due to other funds	\$ 21,641	\$ 3	\$ 1	\$ 21,643
<b>SPECIAL ASSESSMENT</b>				
Assets:				
Cash and cash equivalents	\$ 79,852	\$ 2,606	\$ -	\$ 82,458
Due from other funds	142,819	-	-	142,819
<b>Total assets</b>	<b>\$ 222,671</b>	<b>\$ 2,606</b>	<b>\$ -</b>	<b>\$ 225,277</b>
Liabilities:				
Accounts payable	\$ 222,671	\$ 2,606	\$ -	\$ 225,277
<b>TOTAL</b>				
Assets:				
Cash and cash equivalents	\$ 81,973	\$ 2,609	\$ -	\$ 84,582
Other receivables	19,520	-	1	19,519
Due from other funds	142,819	-	-	142,819
<b>Total assets</b>	<b>\$ 244,312</b>	<b>\$ 2,609</b>	<b>\$ 1</b>	<b>\$ 246,920</b>
Liabilities:				
Accounts payable	\$ 222,671	\$ 2,606	\$ -	\$ 225,277
Due to other funds	21,641	3	1	21,643
<b>Total liabilities</b>	<b>\$ 244,312</b>	<b>\$ 2,609</b>	<b>\$ 1</b>	<b>\$ 246,920</b>

**Other Information (Unaudited)**



Village of Lansing, Illinois

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

	Tax Year				
	2011	2010	2009	2008	2007
Assessed valuations	\$ 449,970,464	\$ 559,790,853	\$ 567,377,253	\$ 520,693,211	\$ 472,231,319
Tax rates:					
Primary government, by fund:					
General	0.7339	0.3947	0.1824	0.1919	0.2116
Refuse Disposal	-	-	0.0545	0.0593	0.0654
Police Pension	0.5073	0.4279	0.4026	0.3095	0.3289
Fire Pension	0.1297	0.1583	0.1587	0.1205	0.1164
Road and Bridge	-	-	-	0.0069	0.0076
Illinois Municipal Retirement and Social Security	0.1902	0.1533	0.1503	0.1244	0.1123
Bond and Interest	0.0816	0.0659	0.1746	0.1589	0.1807
<b>Total primary government</b>	<b>1.6427</b>	<b>1.2001</b>	<b>1.1231</b>	<b>0.9714</b>	<b>1.0229</b>
Lansing Public Library	0.4562	0.3667	0.3449	0.3345	0.3530
<b>Total</b>	<b>2.0989</b>	<b>1.5668</b>	<b>1.4680</b>	<b>1.3059</b>	<b>1.3759</b>
Tax extensions:					
Primary government, by fund					
General	\$ 3,302,272	\$ 2,209,350	\$ 1,035,150	\$ 999,100	\$ 999,100
Refuse Disposal	-	-	309,000	309,000	309,000
Police Pension	2,282,826	2,395,258	2,284,278	1,611,389	1,553,309
Fire Pension	583,772	886,221	900,369	627,278	549,662
Road and Bridge	-	-	-	36,050	36,050
Illinois Municipal Retirement and Social Security	856,053	857,887	852,840	647,904	530,450
Bond and Interest	367,096	368,631	990,369	827,382	853,145
<b>Total primary government</b>	<b>7,392,019</b>	<b>6,717,347</b>	<b>6,372,006</b>	<b>5,058,103</b>	<b>4,830,716</b>
Lansing Public Library	2,052,893	2,052,893	1,957,000	1,741,944	1,666,932
<b>Totals</b>	<b>\$ 9,444,912</b>	<b>\$ 8,770,240</b>	<b>\$ 8,329,006</b>	<b>\$ 6,800,047</b>	<b>\$ 6,497,648</b>
<b>Collections</b>	<b>\$ 4,376,242</b>	<b>\$ 8,373,653</b>	<b>\$ 7,919,672</b>	<b>\$ 6,633,185</b>	<b>\$ 6,292,593</b>
<b>Percent collections</b>	<b>46.33%</b>	<b>95.48%</b>	<b>95.09%</b>	<b>97.55%</b>	<b>96.84%</b>

**Village of Lansing, Illinois**

**Schedule of Debt Service Requirements  
April 30, 2012**

	Year Ending April 30	Interest rate	Principal	Interest	Total
General Obligation Serial Bonds:					
2002B General Obligation Issue Dated September 1, 2002 Interest payable June 1 and December 1 of each year at a rate of 4.375%	2013	4.375%	\$ 60,000	\$ 2,625	\$ 62,625
The Library Fund is responsible for the required payments on these bonds.					
General Obligation Serial Bonds					
2003 General Obligation Issue Dated August 28, 2003 Interest payable June 1 and December 1 of each year at rates of 5.50%	2013	5.500%	\$ 120,000	\$ 52,250	\$ 172,250
	2014	5.500%	125,000	45,650	170,650
	2015	5.500%	130,000	38,775	168,775
	2016	5.500%	135,000	31,625	166,625
	2017	5.500%	140,000	24,200	164,200
The Airport Fund is responsible for the required payments on these bonds.	2018	5.500%	145,000	16,500	161,500
	2019	5.500%	155,000	8,525	163,525
			<u>\$ 950,000</u>	<u>\$ 217,525</u>	<u>\$ 1,167,525</u>

(continued)

Village of Lansing, Illinois

Schedule of Debt Service Requirements (continued)  
 April 30, 2012

	Year Ending April 30	Interest rate	Principal	Interest	Total
General Obligation Serial Bonds					
2008A General Obligation Issue	2013	5.000%	\$ -	\$ 482,410	\$ 482,410
Dated November 13, 2008	2014	5.000%	820,000	482,410	1,302,410
Interest payable March 1 and	2015	5.000%	850,000	441,410	1,291,410
September 1 of each year at	2016	4.250%	885,000	398,910	1,283,910
rates ranging from 4.250% - 5.000%	2017	4.450%	925,000	361,298	1,286,298
The General Obligation Bond Fund is	2018	4.700%	965,000	320,135	1,285,135
responsible for the required	2019	4.750%	1,010,000	274,780	1,284,780
payments on these bonds.	2020	4.900%	1,055,000	226,805	1,281,805
	2021	5.000%	1,110,000	175,110	1,285,110
	2022	5.000%	1,160,000	119,610	1,279,610
	2023	5.000%	1,220,000	61,610	1,281,610
			<u>\$ 10,000,000</u>	<u>\$ 3,344,488</u>	<u>\$ 13,344,488</u>

General Obligation Serial Bonds					
2009A General Obligation Issue	2013	4.200%	\$ -	\$ 180,665	\$ 180,665
Dated April 30, 2009	2014	4.200%	-	180,665	180,665
Interest payable March 1 and	2015	4.200%	-	180,665	180,665
September 1 of each year at	2016	4.200%	-	180,665	180,665
rates ranging from 4.200% - 4.650%	2017	4.200%	-	180,665	180,665
The General Obligation Bond Fund and	2018	4.200%	-	180,665	180,665
the Airport Fund are responsible	2019	4.200%	-	180,665	180,665
for 88.89% and 11.11%, respectively,	2020	4.200%	-	180,665	180,665
of the required payments on these	2021	4.200%	-	180,665	180,665
bonds.	2022	4.200%	-	180,665	180,665
	2023	4.200%	250,000	180,665	430,665
	2024	4.300%	1,000,000	170,165	1,170,165
	2025	4.400%	1,000,000	127,165	1,127,165
	2026	4.550%	1,000,000	83,165	1,083,165
	2027	4.650%	810,000	37,665	847,665
			<u>\$ 4,060,000</u>	<u>\$ 2,405,475</u>	<u>\$ 6,465,475</u>

(continued)

Village of Lansing, Illinois

Schedule of Debt Service Requirements (continued)  
April 30, 2012

	Year Ending April 30	Interest rate	Principal	Interest	Total
<b>General Obligation Serial Bonds</b>					
2009B General Obligation Issue	2013	4.850%	\$ -	\$ 144,713	\$ 144,713
Dated June 1, 2009	2014	4.850%	-	144,713	144,713
Interest payable March 1 and	2015	4.850%	-	144,713	144,713
September 1 of each year at	2016	4.850%	-	144,713	144,713
rates ranging from 4.850% - 5.350%	2017	4.850%	-	144,713	144,713
The General Obligation Bond Fund is	2018	4.850%	-	144,713	144,713
responsible for the required	2019	4.850%	-	144,713	144,713
payments on these bonds.	2020	4.850%	-	144,713	144,713
	2021	4.850%	-	144,713	144,713
	2022	4.850%	450,000	144,713	594,713
	2023	4.850%	300,000	122,888	422,888
	2024	5.350%	-	108,338	108,338
	2025	5.350%	-	108,338	108,338
	2026	5.350%	-	108,338	108,338
	2027	5.350%	-	108,338	108,338
	2028	5.350%	1,000,000	108,338	1,108,338
	2029	5.350%	1,025,000	54,829	1,079,829
			<u>\$ 2,775,000</u>	<u>\$ 2,166,537</u>	<u>\$ 4,941,537</u>
<b>General Obligation Serial Bonds:</b>					
2011 General Obligation Issue	2013	2.125%	\$ 75,000	\$ 48,800	\$ 123,800
Dated May 26, 2011	2014	2.125%	140,000	47,206	187,206
Interest payable March 1 and	2015	2.625%	145,000	44,231	189,231
September 1 of each year	2016	2.625%	150,000	40,425	190,425
at rates of 2.125% to 4.000%	2017	3.250%	150,000	36,488	186,488
The Library Fund is responsible for the	2018	3.250%	155,000	31,613	186,613
required payments on these bonds.	2019	3.750%	160,000	26,575	186,575
	2020	3.750%	170,000	20,575	190,575
	2021	4.000%	175,000	14,200	189,200
	2022	4.000%	180,000	7,200	187,200
			<u>\$ 1,500,000</u>	<u>\$ 317,313</u>	<u>\$ 1,817,313</u>

(continued)

**Village of Lansing, Illinois**

**Schedule of Debt Service Requirements (continued)  
April 30, 2012**

	Year Ending April 30	Interest rate	Principal	Interest	Total
General Obligation (Limited Tax) Notes, Series 2009C Dated November 13, 2009 Interest payable May 13 and November 13 of each year at rates of 5.8%	2013	5.800%	\$ 248,000	\$ 7,192	\$ 255,192
The General Obligation Bond Fund is responsible for the required payments on these bonds.					
General Obligation (Limited Tax) Notes, Series 2010 Dated December 15, 2010 Interest payable quarterly beginning March 15 of each year at rates of 5.8%	2013	5.800%	\$ 661,180	\$ 12,015	\$ 673,195
The General Obligation Bond Fund is responsible for the required payments on these bonds.					
Note Payable: Building Dated May 4, 2000	2013	6.750%	\$ 9,608	\$ 1,858	\$ 11,466
Principal and interest payable	2014	6.750%	10,277	1,189	11,466
monthly at a rate of 6.75%	2015	6.750%	10,993	474	11,467
The General Fund is responsible for making the required payments on this note.	2016	6.750%	2,883	49	2,932
			\$ 33,761	\$ 3,570	\$ 37,331

(continued)

Village of Lansing, Illinois

Schedule of Debt Service Requirements (continued)  
April 30, 2012

	Year Ending April 30	Interest rate	Principal	Interest	Total
<b>Note Payable:</b>					
Fire Truck	2013		\$ 11,000	\$ -	\$ 11,000
Dated December 8, 2004	2014		11,000	-	11,000
Principal payable yearly	2015		11,000	-	11,000
The General Fund is responsible for making the required payments on this note.	2016		11,000	-	11,000
	2017		11,000	-	11,000
	2018		11,000	-	11,000
	2019		11,000	-	11,000
	2020		11,000	-	11,000
	2021		11,000	-	11,000
	2022		11,000	-	11,000
	2023		11,000	-	11,000
	2024		11,000	-	11,000
	2025		11,000	-	11,000
			<u>\$ 143,000</u>	<u>\$ -</u>	<u>\$ 143,000</u>

<b>Note Payable:</b>					
Financial Institution	2013	5.000%	\$ 55,992	\$ 11,617	\$ 67,609
Dated July 18, 2006	2014	5.000%	58,856	8,753	67,609
Principal and interest payable	2015	5.000%	61,867	5,742	67,609
monthly at a rate of 5.00%	2016	5.000%	65,033	2,576	67,609
The Airport Fund is responsible for making the required payments on this note.	2017	5.000%	16,031	131	16,162
			<u>\$ 257,779</u>	<u>\$ 28,819</u>	<u>\$ 286,598</u>

<b>Note Payable:</b>					
Financial Institution	2013	5.400%	\$ 76,622	\$ 2,594	\$ 79,216
Dated March 13, 2011					
Principal and interest payable					
monthly at a rate of 5.40%					
The General Fund is responsible for making the required payments on this note.					

Village of Lansing, Illinois

Balance Sheet - Component Unit - Public Library  
April 30, 2012

	Public Library
<hr/>	
<b>Assets</b>	
Cash and cash equivalents	\$ 2,099,666
Property tax receivables	1,115,003
Prepaid items	<u>21,822</u>
<b>Total assets</b>	<u><u>\$ 3,236,491</u></u>
<b>Liabilities</b>	
Accounts payable	\$ 67,479
Accrued payroll	35,687
Deferred revenue	<u>1,015,985</u>
Total liabilities	<u>1,119,151</u>
<b>Fund Balances</b>	
Unassigned	<u>2,117,340</u>
<b>Total liabilities and fund balance</b>	<u><u>\$ 3,236,491</u></u>

Village of Lansing, Illinois

Reconciliation of the Balance Sheet - Component Unit - Public Library  
to the Statement of Net Assets  
April 30, 2012

---

Total fund balance - component unit - public library	\$ 2,117,340
--	--------------

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

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	2,135,031
--	-----------

Bond issuance costs that are an expenditure in the fund financial statements are an asset that is amortized over the life of the bonds in the government-wide financial statements.	23,694
--	--------

Discount on bonds that are other financing uses in the fund financial statements are an asset that is amortized over the life of the bonds in the government-wide financial statements.	30,049
---	--------

Some liabilities reported in the Statement of Net Assets do not  
require the use of current financial resources and, therefore, are  
not reported as liabilities in governmental funds. These  
activities consist of:

General obligation bonds	(1,560,000)
Compensated absences	(52,749)
Accrued interest	(9,040)
	<u>                    </u>

Net assets of component unit - public library	<u><u>\$ 2,684,325</u></u>
---	----------------------------



Village of Lansing, Illinois

Statement of Revenues, Expenditures and Changes in Fund Balance –  
Budget and Actual - Component Unit - Public Library  
Year Ended April 30, 2012

	Public Library	
	Budget	Actual
Revenues:		
General:		
Property taxes	\$ 1,993,100	\$ 2,144,884
Fines	20,000	21,879
Library cards	1,500	1,321
Donations	300	430
Audio visual	7,000	7,934
Printing / vending	6,000	9,055
Lost materials	500	1,394
State grant	28,993	28,993
Book fees	50	30
Interest	1,000	571
Miscellaneous	1,000	17,007
Total revenues	<u>2,059,443</u>	<u>2,233,498</u>
Expenditures:		
Current:		
General government	2,286,831	1,773,442
Debt service:		
Principal	184,500	55,000
Interest and fees	-	40,236
Bond issuance costs	-	25,884
Capital outlay	1,800,000	1,404,011
Total expenditures	<u>4,271,331</u>	<u>3,298,573</u>
(Deficiency) of revenues (under) expenditures	(2,211,888)	(1,065,075)
Other financing sources (uses):		
Proceeds from general obligation bond	1,500,000	1,500,000
Discount on general obligation bond	-	(32,827)
Total other financing sources (uses)	<u>1,500,000</u>	<u>1,467,173</u>
Net change in fund balance	<u>\$ (711,888)</u>	402,098
Fund balance, May 1, 2011		<u>1,715,242</u>
Fund balance, April 30, 2012		<u>\$ 2,117,340</u>

**Village of Lansing, Illinois**

**Reconciliation of the Statement of Revenues, Expenditures and Changes  
in Fund Balance - Component Unit - Public Library to the Statement of Activities  
Year Ended April 30, 2012**

---

Net change in fund balance - component unit - public library	\$	402,098
--	----	---------

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

Governmental funds report capital outlays as expenditures while governmental activities report depreciation expense to allocate those expenditures over the lives of the assets. This is the amount by which depreciation exceeded capital outlays in the current period.

Capital outlay		1,639,048
Depreciation		(57,656)

Some general operations were financed through the issuance of long-term debt. In governmental funds, long-term debt is considered other financing sources, but in the statement of net assets, debt is reported as a liability. In the current period, proceeds were received from:

General obligation bonds		(1,500,000)
--------------------------	--	-------------

The following are expenditures in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Assets.

General obligation bonds		55,000
--------------------------	--	--------

Bond issuance costs are recorded as an expenditure in the fund financial statements, but the cost is recorded as an asset in the statement of net assets which is amortized over the life of the bonds. These are the amounts in the current period.

Bond issuance cost		25,884
Amortization of bond issuance costs		(2,190)

Discount on bonds is recorded as other financing uses in the fund financial statements, but the discount is recorded as an asset in the Statement of Net Assets and is amortized over the life of the bonds. This is the amount in the current period.

Discount on bonds issued		32,827
Amortization of bond discount		(2,778)

Some expenses reported in the Statement of Activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds. These activities consist of:

Decrease in compensated absences		5,048
Increase in accrued interest		(9,040)

Change in net assets of component unit - public library	\$	<u>588,241</u>
---	----	----------------

Village of Lansing, Illinois

Schedule of Expenditures - Budget and Actual  
 Library Fund  
 Year Ended April 30, 2012

	Original Budget	Final Budget	Actual
General government:			
Salaries - full time	\$ 625,582	\$ 625,582	\$ 512,968
Salaries - part time	220,972	220,972	166,179
FICA taxes	64,762	64,762	51,956
Employee insurance	288,655	288,655	266,187
Workmen's comp insurance	67,573	71,573	92,659
IMRF	68,335	68,335	55,273
Legal service	3,600	3,600	555
Programming - youth	7,920	7,920	6,626
Programming - adult	8,400	8,400	4,930
Programming - teens	3,000	3,000	2,384
E-Books	3,600	5,100	4,750
Computer service	66,000	66,000	55,517
Village services	15,000	15,000	12,500
Postage	4,800	4,800	3,713
Telephone	8,400	8,400	3,174
Printing/copying	13,800	13,800	10,482
Training	10,200	12,200	9,273
Continuing education	7,200	7,200	3,500
Bank service charges	600	1,100	748
Public utility services	63,600	63,600	24,221
Liability insurance	9,870	14,870	15,779
General insurance	28,909	40,909	42,821
Office supplies	7,200	7,200	5,976
Processing and cataloging supplies	7,200	7,200	5,497
Operating supplies	2,400	2,400	1,953
Building	360,000	360,000	209,811
Building - maintenance supplies	6,000	6,000	4,714
Periodicals	13,200	13,200	11,238
Adult audio visual	20,400	20,400	16,711
YS audio visual	3,600	3,600	2,963
Online resources	27,600	27,600	19,941
Contract purchase	26,400	26,400	20,960
Lease purchase equipment	18,000	18,000	16,881
Adult non-fiction	32,688	32,688	25,894
Youth non-fiction	13,200	13,200	5,320
Adult fiction	39,600	39,600	22,882
Youth fiction	12,600	12,600	10,228
Adult material - pcgf	17,395	17,395	14,817
Youth material - pcgf	17,396	17,396	15,009
Adult reference	8,400	8,400	5,894
Youth reference	1,200	1,200	899
Reciprocal reimbursement books	1,200	1,700	1,211
Teen material	6,000	6,000	5,241
Professional collection	120	120	-
ADA	1,200	1,200	-
Public relations	-	-	17
Miscellaneous	3,600	3,600	3,190
Reserve fund	23,954	23,954	-
<b>Total general government</b>	<b>2,261,331</b>	<b>2,286,831</b>	<b>1,773,442</b>

(continued)

Village of Lansing, Illinois

**Schedule of Expenditures - Budget and Actual**  
**Library Fund**  
**Year Ended April 30, 2012**

	Original Budget	Final Budget	Actual
Debt service:			
Principal	\$ 210,000	\$ 184,500	\$ 55,000
Interest and fees	-	-	40,236
Bond issuance costs	-	-	25,884
<b>Total debt service</b>	<u>210,000</u>	<u>184,500</u>	<u>121,120</u>
<b>Capital outlay</b>	<u>1,800,000</u>	<u>1,800,000</u>	<u>1,404,011</u>
<b>Total expenditures:</b>	<u>\$ 4,271,331</u>	<u>\$ 4,271,331</u>	<u>\$ 3,298,573</u>

VILLAGE OF LANSING, ILLINOIS

Net Assets by Component - Last Nine Fiscal Years\*  
April 30, 2012 (Unaudited)

	2004	2005	2006	2007	2008	2009	2010	2011	2012
<b>Governmental Activities</b>									
Invested in Capital Assets - Net of Related Debt	\$ 21,711,518	\$ 21,550,312	\$ 23,344,751	\$ 25,022,967	\$ 18,658,329	\$ 15,166,342	\$ 15,828,421	\$ 14,529,488	\$ 47,483,534
Restricted	15,202,048	16,262,003	17,083,535	20,414,919	23,782,519	19,087,687	21,715,742	20,690,125	19,927,559
Unrestricted	(34,845,110)	(27,524,440)	(23,162,617)	(18,187,965)	(8,302,550)	3,138,514	(155,162)	(926,912)	(1,458,373)
<b>Total Governmental Activities Net Assets</b>	<b>\$ 2,068,456</b>	<b>\$ 10,287,875</b>	<b>\$ 17,265,669</b>	<b>\$ 27,249,921</b>	<b>\$ 34,138,298</b>	<b>\$ 37,392,543</b>	<b>\$ 37,389,001</b>	<b>\$ 34,292,701</b>	<b>\$ 65,952,720</b>
<b>Business-Type Activities</b>									
Invested in Capital Assets - Net of Related Debt	\$ 33,314,827	\$ 30,665,188	\$ 29,274,967	\$ 30,059,498	\$ 28,596,861	\$ 27,465,524	\$ 26,815,623	\$ 27,615,875	\$ 27,991,853
Unrestricted	(1,130,018)	(834,797)	(1,061,371)	(3,996,943)	(4,334,127)	(4,652,968)	(4,939,427)	(4,056,261)	(3,010,636)
<b>Total Business-Type Activities Net Assets</b>	<b>\$ 32,184,809</b>	<b>\$ 29,830,391</b>	<b>\$ 28,213,596</b>	<b>\$ 26,062,555</b>	<b>\$ 24,262,734</b>	<b>\$ 22,812,556</b>	<b>\$ 21,876,196</b>	<b>\$ 23,559,614</b>	<b>\$ 24,981,217</b>
<b>Primary Government</b>									
Invested in capital assets - net of related debt	\$ 55,026,345	\$ 52,215,500	\$ 52,619,718	\$ 55,082,465	\$ 47,255,190	\$ 42,631,866	\$ 42,644,044	\$ 42,145,363	\$ 75,475,387
Restricted	15,202,048	16,262,003	17,083,535	20,414,919	23,782,519	19,087,687	21,715,742	20,690,125	19,927,559
Unrestricted	(35,975,128)	(28,359,237)	(24,223,988)	(22,184,908)	(12,636,677)	(1,514,454)	(5,094,589)	(4,983,173)	(4,469,009)
<b>Total Primary Government Net Assets</b>	<b>\$ 34,253,265</b>	<b>\$ 40,118,266</b>	<b>\$ 45,479,265</b>	<b>\$ 53,312,476</b>	<b>\$ 58,401,032</b>	<b>\$ 60,205,099</b>	<b>\$ 59,265,197</b>	<b>\$ 57,852,315</b>	<b>\$ 90,933,937</b>

\* Accrual Basis of Accounting

Data Source : Village Records

The Village implemented GASB No. 34 for the fiscal year ended April 30, 2004.

VILLAGE OF LANSING, ILLINOIS

Changes in Net Assets - Last Nine Fiscal Years\*  
April 30, 2012 (Unaudited)

	2004	2005	2006	2007	2008	2009	2010	2011	2012
<b>Expenses</b>									
Governmental Activities									
General Government	\$ 9,124,584	\$ 8,894,540	\$ 10,559,314	\$ 9,137,908	\$ 10,679,633	\$ 13,644,245	\$ 15,154,176	\$ 16,438,512	\$ 13,854,817
Public Safety	13,965,915	12,870,084	14,020,280	13,120,335	15,429,075	15,925,004	14,827,780	14,383,846	12,751,592
Public Works	-	-	-	-	-	-	-	-	2,941,967
Interest on Long-Term Debt	1,534,799	1,282,271	1,099,952	906,220	744,285	797,643	845,791	900,988	920,130
Total Governmental Activities Expenses	<u>24,625,298</u>	<u>23,046,895</u>	<u>25,679,546</u>	<u>23,164,463</u>	<u>26,852,993</u>	<u>30,366,892</u>	<u>30,827,747</u>	<u>31,723,346</u>	<u>30,468,506</u>
Business-Type Activities									
Waterworks and Sewerage	3,829,130	4,118,601	3,681,816	4,382,723	4,669,836	4,842,171	4,303,002	4,468,245	4,317,457
Airport	1,077,792	1,171,975	1,192,579	1,645,690	1,251,045	1,176,860	750,231	1,123,873	1,022,457
Total Business-Type Activities Expenses	<u>4,906,922</u>	<u>5,290,576</u>	<u>4,874,395</u>	<u>6,028,413</u>	<u>5,920,881</u>	<u>6,019,031</u>	<u>5,053,233</u>	<u>5,592,118</u>	<u>5,339,914</u>
Total Primary Government Expenses	<u>\$ 29,532,220</u>	<u>\$ 28,337,471</u>	<u>\$ 30,553,941</u>	<u>\$ 29,192,876</u>	<u>\$ 32,773,874</u>	<u>\$ 36,385,923</u>	<u>\$ 35,880,980</u>	<u>\$ 37,315,464</u>	<u>\$ 35,808,420</u>
<b>Program Revenues</b>									
Governmental Activities									
Charges for Services									
Public Safety	\$ 3,808,931	\$ 3,982,487	\$ 3,583,036	\$ 3,830,520	\$ 3,874,623	\$ 3,953,202	\$ 4,301,238	\$ 3,369,994	\$ 2,145,969
Public Works	-	-	-	-	-	-	-	-	1,697,877
Operating Grants/Contributions	2,753,798	3,006,004	3,342,097	3,473,180	3,700,821	3,505,024	3,186,814	3,238,715	36,977,882
Capital Grants/Contributions	157,215	449,135	174,737	247,718	219,887	207,430	299,616	216,871	-
Total Governmental Activities Program Revenues	<u>6,719,944</u>	<u>7,437,626</u>	<u>7,099,870</u>	<u>7,551,418</u>	<u>7,795,331</u>	<u>7,665,656</u>	<u>7,787,668</u>	<u>6,825,580</u>	<u>40,821,728</u>
Business-Type Activities									
Charges for Services									
Water and Sewer	3,678,847	3,664,895	3,850,486	3,933,546	4,184,152	4,157,944	4,351,710	4,573,239	4,513,328
Airport	311,914	456,451	446,093	864,910	492,071	530,731	453,764	424,426	437,774
Capital Grants/Contributions	1,407,901	-	-	-	369,351	133,469	143,407	2,172,099	1,617,939
Total Business-Type Activities Program Revenues	<u>5,398,662</u>	<u>4,121,346</u>	<u>4,296,579</u>	<u>4,798,456</u>	<u>5,045,574</u>	<u>4,822,144</u>	<u>4,948,881</u>	<u>7,169,764</u>	<u>6,569,041</u>
Total Primary Government Program Revenues	<u>\$ 12,118,606</u>	<u>\$ 11,558,972</u>	<u>\$ 11,396,449</u>	<u>\$ 12,349,874</u>	<u>\$ 12,840,905</u>	<u>\$ 12,487,800</u>	<u>\$ 12,736,549</u>	<u>\$ 13,995,344</u>	<u>\$ 47,390,769</u>
<b>Net (Expense) Revenue</b>									
Governmental Activities	\$ (17,905,354)	\$ (15,609,269)	\$ (18,579,676)	\$ (15,613,045)	\$ (19,057,662)	\$ (22,701,236)	\$ (23,040,079)	\$ (24,897,766)	\$ 10,353,222
Business-Type Activities	491,740	(1,169,230)	(577,816)	(1,229,957)	(875,307)	(1,196,887)	(104,352)	1,577,646	1,229,127
Total Primary Government Net (Expense) Revenue	<u>\$ (17,413,614)</u>	<u>\$ (16,778,499)</u>	<u>\$ (19,157,492)</u>	<u>\$ (16,843,002)</u>	<u>\$ (19,932,969)</u>	<u>\$ (23,898,123)</u>	<u>\$ (23,144,431)</u>	<u>\$ (23,320,120)</u>	<u>\$ 11,582,349</u>

VILLAGE OF LANSING, ILLINOIS

Changes in Net Assets - Last Nine Fiscal Years\* (Continued)  
April 30, 2012 (Unaudited)

	2004	2005	2006	2007	2008	2009	2010	2011	2012
<b>General Revenues and Other Changes in Net Assets</b>									
Governmental Activities									
Taxes									
Property	\$ 10,935,962	\$ 12,768,464	\$ 14,442,372	\$ 14,358,494	\$ 14,379,750	\$ 15,084,069	\$ 12,714,276	\$ 10,696,637	\$ 10,560,834
Utility	860,194	865,840	986,171	881,869	936,549	1,550,986	1,617,512	1,619,697	1,471,116
Other	246,941	251,933	225,848	237,192	275,892	314,333	276,789	1,783,806	2,021,883
Intergovernmental - Unrestricted									
State Sales and Use Taxes	7,868,388	7,611,092	7,450,839	7,575,897	7,627,883	6,912,266	5,905,955	5,726,422	5,368,145
Replacement Taxes	126,776	148,426	190,529	210,407	233,251	204,767	168,712	208,191	188,269
Other	-	140,000	-	-	-	-	-	-	-
Interest	150,156	170,973	301,208	490,129	426,400	168,972	90,843	69,807	27,773
Miscellaneous	820,849	1,122,176	931,818	989,553	1,140,746	1,466,330	1,429,863	1,801,483	1,860,151
Disposal of Assets	-	(436,135)	(12,564)	(68,069)	-	-	-	-	-
Transfers	624,889	1,185,918	1,041,249	921,825	925,568	253,758	832,587	(104,577)	(191,374)
Total Governmental Activities	21,634,155	23,828,687	25,557,470	25,597,297	25,946,039	25,955,481	23,036,537	21,801,466	21,306,797
Business-Type Activities									
Interest	1,897	730	2,270	741	1,054	467	579	1,195	1,102
Transfers	(624,889)	(1,185,918)	(1,041,249)	(921,825)	(925,568)	(253,758)	(832,587)	104,577	191,374
Total Business-Type Activities	(622,992)	(1,185,188)	(1,038,979)	(921,084)	(924,514)	(253,291)	(832,008)	105,772	192,476
Total Primary Government General Revenues	\$ 21,011,163	\$ 22,643,499	\$ 24,518,491	\$ 24,676,213	\$ 25,021,525	\$ 25,702,190	\$ 22,204,529	\$ 21,907,238	\$ 21,499,273
<b>Changes in Net Assets</b>									
Governmental Activities	\$ 3,728,801	\$ 8,219,418	\$ 6,977,794	\$ 9,984,252	\$ 6,888,377	\$ 3,254,245	\$ (3,542)	\$ (3,096,300)	\$ 31,660,019
Business-Type Activities	(131,252)	(2,354,418)	(1,616,795)	(2,151,041)	(1,799,821)	(1,450,178)	(936,360)	1,683,418	1,421,603
Total Primary Government	\$ 3,597,549	\$ 5,865,000	\$ 5,360,999	\$ 7,833,211	\$ 5,088,556	\$ 1,804,067	\$ (939,902)	\$ (1,412,882)	\$ 33,081,622

\* Accrual Basis of Accounting

Data Source: Village Records

The Village implemented GASB No. 34 for the fiscal year ended April 30, 2004.

VILLAGE OF LANSING, ILLINOIS

Fund Balances of Governmental Funds - Last Ten Fiscal Years\*  
 April 30, 2012 (Unaudited)

	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
General Fund										
Reserved	\$ 2,211,451	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unreserved	(3,845,423)	(2,087,677)	87,301	(753,898)	(1,104,974)	(1,496,168)	6,923,192	2,933,944	2,695,217	-
Nonspendable	-	-	-	-	-	-	-	-	-	160,858
Restricted	-	-	-	-	-	-	-	-	-	22,423
Unassigned	-	-	-	-	-	-	-	-	-	2,291,355
Total General Fund	(1,633,972)	(2,087,677)	87,301	(753,898)	(1,104,974)	(1,496,168)	6,923,192	2,933,944	2,695,217	2,474,636
All Other Governmental Funds										
Reserved	3,514,915	-	-	-	-	-	-	-	-	-
Unreserved, Reported in,										
Special Revenue Funds	(265,125)	(54,518)	(322,838)	(406,550)	156,052	104,729	217,305	2,847,588	2,970,372	-
Debt Service Funds	3,841,830	3,461,559	3,645,951	3,525,888	3,754,163	4,301,920	1,898,519	2,878,406	3,188,362	-
Capital Projects Funds	6,292,293	9,597,338	10,655,098	11,552,601	14,080,665	16,963,504	14,515,664	15,989,748	14,531,391	-
Restricted	-	-	-	-	-	-	-	-	-	19,905,136
Unassigned	-	-	-	-	-	-	-	-	-	-
Total All Other Governmental Funds	13,383,913	13,004,379	13,978,211	14,671,939	17,990,880	21,370,153	16,631,488	21,715,742	20,690,125	19,905,136
Total Governmental Funds	\$ 11,749,941	\$ 10,916,702	\$ 14,065,512	\$ 13,918,041	\$ 16,885,906	\$ 19,873,985	\$ 23,554,680	\$ 24,649,686	\$ 23,385,342	\$ 22,379,772

\* Modified Accrual Basis of Accounting

Data Source: Village Records

The Village implemented GASB No. 54 for the fiscal year ended April 30, 2012.



VILLAGE OF LANSING, ILLINOIS

Changes in Fund Balances of Governmental Funds - Last Ten Fiscal Years\*  
April 30, 2012 (Unaudited)

	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
<b>Revenues</b>										
Taxes	\$ 20,725,083	\$ 20,038,261	\$ 21,785,755	\$ 23,295,759	\$ 23,263,858	\$ 23,453,325	\$ 24,066,421	\$ 20,683,244	\$ 19,826,562	\$ 19,421,978
Licenses, Permits and Fees	710,777	582,488	705,500	550,024	582,395	682,777	618,937	762,998	745,289	772,851
Intergovernmental	3,056,366	2,911,013	3,455,139	3,516,834	3,720,898	3,920,708	3,712,454	2,970,114	3,916,519	4,217,163
Charges for Services	2,008,764	1,246,262	1,258,023	1,260,772	1,260,715	1,260,160	1,252,824	1,286,697	1,698,451	1,697,877
Fines and Forfeitures	269,567	1,980,181	2,018,964	1,772,240	1,987,410	1,931,686	2,081,441	2,251,543	926,254	1,373,119
Interest	248,842	150,156	170,973	301,208	490,129	426,400	168,972	90,843	69,807	27,773
Miscellaneous	938,278	820,849	1,122,176	931,818	989,553	1,140,746	1,466,330	1,429,863	1,801,483	1,860,151
<b>Total Revenues</b>	<b>27,957,677</b>	<b>27,729,210</b>	<b>30,516,530</b>	<b>31,628,655</b>	<b>32,294,958</b>	<b>32,815,802</b>	<b>33,367,379</b>	<b>29,475,302</b>	<b>28,984,365</b>	<b>29,370,912</b>
<b>Expenditures</b>										
<b>Current</b>										
General Government	6,992,193	7,685,470	7,640,401	8,145,695	8,212,673	9,017,212	9,464,092	9,350,368	11,184,474	8,510,802
Public Safety	9,814,707	11,336,635	11,957,672	12,461,544	12,933,132	14,261,441	14,550,807	12,998,013	14,325,704	12,455,293
Public Works	-	-	-	-	-	-	-	-	-	2,808,136
Capital Outlay	4,720,971	3,285,745	2,563,028	5,622,186	3,236,278	2,408,490	7,564,890	8,342,255	4,281,321	4,715,425
<b>Debt Service</b>										
Principal	5,607,701	5,403,800	5,324,408	5,487,998	4,960,616	5,621,866	7,415,940	1,408,851	567,398	808,301
Interest and fees	1,850,909	1,534,799	1,288,130	1,099,952	906,220	744,285	920,796	814,273	867,235	887,151
<b>Total Expenditures</b>	<b>28,986,481</b>	<b>29,246,449</b>	<b>28,773,639</b>	<b>32,817,375</b>	<b>30,248,919</b>	<b>32,053,294</b>	<b>39,916,525</b>	<b>32,913,760</b>	<b>31,226,132</b>	<b>30,185,108</b>
<b>Excess (Deficiency) of Revenues</b>										
Over (Under) Expenditures	(1,028,804)	(1,517,239)	1,742,891	(1,188,720)	2,046,039	762,508	(6,549,146)	(3,438,458)	(2,241,767)	(814,196)
<b>Other Financing Sources (Uses)</b>										
Debt Issuance	(1,740,833)	-	220,000	-	-	1,300,000	9,976,083	3,700,877	1,082,000	-
Transfers In	6,497,439	6,957,513	8,687,326	7,413,533	9,300,605	5,727,609	9,071,900	6,486,506	1,780,570	1,887,195
Transfers Out	(6,042,810)	(6,273,513)	(7,501,408)	(6,372,284)	(8,378,780)	(4,802,041)	(8,818,142)	(5,653,919)	(1,885,147)	(2,078,569)
<b>Total Other Financing Sources (Uses)</b>	<b>(1,286,204)</b>	<b>684,000</b>	<b>1,405,918</b>	<b>1,041,249</b>	<b>921,825</b>	<b>2,225,568</b>	<b>10,229,841</b>	<b>4,533,464</b>	<b>977,423</b>	<b>(191,374)</b>
<b>Net Change in Fund Balances</b>	<b>\$ (2,315,008)</b>	<b>\$ (833,239)</b>	<b>\$ 3,148,809</b>	<b>\$ (147,471)</b>	<b>\$ 2,967,864</b>	<b>\$ 2,988,076</b>	<b>\$ 3,680,695</b>	<b>\$ 1,095,006</b>	<b>\$ (1,264,344)</b>	<b>\$ (1,005,570)</b>
<b>Debt Service as a Percentage</b>										
of Noncapital Expenditures	25.7313%	23.7246%	22.9812%	20.0746%	19.3952%	19.8611%	20.8854%	6.7544%	4.5943%	5.6168%

\* Modified Accrual Basis of Accounting

Data Source: Village Records