



**COMPREHENSIVE
ANNUAL
FINANCIAL
REPORT**

FOR THE FISCAL YEAR ENDED APRIL 30, 2007

**Village of Sugar Grove
10 Municipal Drive
Sugar Grove, Illinois 60554**

Village of Sugar Grove, Illinois

Comprehensive Annual Financial Report
Year Ended April 30, 2007

Issued by the Finance Department

Justin E. VanVooren
Finance Director

INTRODUCTORY SECTION

Village of Sugar Grove, Illinois

Comprehensive Annual Financial Report

Year Ended April 30, 2007

Table of Contents

	<u>Page(s)</u>
Introductory Section	
Table of Contents	i - iii
Letter of Transmittal	iv - viii
GFOA Certificate of Achievement	ix
Organization Chart	x
Principal Officials	xi
Financial Section	
Independent Auditor's Report	1 - 2
Management's Discussion and Analysis	3 - 12
Basic Financial Statements	
Government-Wide Financial Statements	
Statement of Net Assets	13 - 14
Statement of Activities	15 - 16
Fund Financial Statements	
Balance Sheet - Governmental Funds	17
Reconciliation of the Balance Sheet - Governmental Funds to the Statement of Net Assets	18
Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds	19
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds to the Statement of Activities	20
Statement of Net Assets - Proprietary Funds	21 - 22
Statement of Revenues, Expenses, and Changes in Net Assets - Proprietary Funds	23
Statement of Cash Flows - Proprietary Funds	24 - 25
Statement of Fiduciary Net Assets	26
Statement of Changes in Fiduciary Net Assets - Pension Trust Fund	27
Notes to Financial Statements	28 - 52
Required Supplementary Information (Unaudited)	
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual - General Fund	53
Analysis of Funding Progress	
Illinois Municipal Retirement Fund	54
Police Pension Fund	54
Employer Contributions	
Illinois Municipal Retirement Fund	55
Police Pension Fund	55
Note to Required Supplementary Information	56

Village of Sugar Grove, Illinois

Comprehensive Annual Financial Report

Year Ended April 30, 2007

Table of Contents

	<u>Page(s)</u>
Financial Section (Continued)	
Supplemental Data (Combining and Individual Fund Financial Statements and Schedules and Budgetary Schedules)	
Governmental Funds	
Major Governmental Funds	
General Fund	
Schedule of Revenues - Budget and Actual	57 - 58
Schedule of Expenditures - Budget and Actual	59 - 66
General Capital Projects Fund	
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	67
Schedule of Revenues and Expenditures - Budget and Actual	68
Nonmajor Governmental Funds	
Combining Balance Sheet	69
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances	70
Debt Service Fund	
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual	71
Infrastructure Capital Projects Fund	
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual	72
Proprietary Funds	
Major Enterprise Fund	
Schedule of Revenues, Expenses and Changes in Net Assets - Budget and Actual (Budgetary Basis)	73
Schedule of Revenues - Budget and Actual (Budgetary Basis)	74
Schedule of Expenses - Budget and Actual (Budgetary Basis)	75 - 79
Nonmajor Enterprise Fund	
Schedule of Revenues, Expenses and Changes in Net Assets - Budget and Actual	80
Fiduciary Funds	
Statement of Fiduciary Net Assets - Police Pension Fund	81
Schedule of Changes in Fiduciary Net Assets - Police Pension Fund - Budget and Actual	82
Combining Statement of Changes in Assets and Liabilities - Agency Funds	83 - 87

Village of Sugar Grove, Illinois

Comprehensive Annual Financial Report

Year Ended April 30, 2007

Table of Contents

	<u>Page(s)</u>
Financial Section (Continued)	
Supplemental Data (Continued)	
Other Supplementary Information	
Long-Term Debt Requirements	
General Obligation Alternate Revenue Bonds, Series 1991	88
General Obligation Alternate Revenue Bonds, Series 2001	89
General Obligation Water and Sewer Alternate Revenue Refunding Bonds, Series 2002	90
General Obligation Water and Sewer Alternate Revenue Refunding Bonds, Series 2006	91
General Obligation Alternate Revenue Bonds, Series 2006A	92
Illinois Environmental Protection Agency Loan Payable, 1998	93
Illinois Environmental Protection Agency Loan Payable, 2002	94
Illinois Environmental Protection Agency Loan Payable, 2003	95
Statistical Section (Unaudited)	
Financial Trends	
Net Assets by Component - Last Three Fiscal Years	96
Change in Net Assets - Last Three Fiscal Years	97 - 98
Fund Balances of Governmental Funds - Last Ten Fiscal Years	99
General Governmental Revenues by Source - Last Ten Fiscal Years	100
General Governmental Expenditures by Function - Last Ten Fiscal Years	101
Changes in Fund Balances for Governmental Funds - Last Ten Fiscal Years	102 - 103
Tax Revenues by Source for Governmental Funds - Last Ten Fiscal Years	104
Revenue Capacity	
Equalized Assessed Valuation of Taxable Property - Last Ten Levy Years	105
Direct and Overlapping Property Tax Rates - Last Ten Levy Years	106
Principal Property Tax Payers - Current Levy Year and Nine Levy Years Ago	107
Property Tax Levies and Collections - Last Ten Levy Years	108
Debt Capacity	
Ratios of Outstanding Debt by Type - Last Ten Fiscal Years	109
Ratios of General Bonded Debt Outstanding - Last Ten Fiscal Years	110
Schedule of Direct and Overlapping Bonded Debt	111
Legal Debt Margin Information - Last Ten Fiscal Years	112
Pledged-Revenue Coverage - Last Ten Fiscal Years	113
Demographics and Economic Information	
Demographic and Economic Statistics - Last Ten Calendar Years	114
Principal Employers - Current Fiscal Year and Nine Fiscal Years Ago	115
Operating Information	
Full-Time Equivalent Village Government Employees by Function/Program - Last Six Fiscal Years	116
Operating Indicators by Function Program - Last Ten Fiscal Years	117
Property Value and New Construction Permits - Last Ten Calendar Years	118
Capital Asset Statistics by Function/Program - Last Ten Fiscal Years	119

August 31, 2007

The Honorable Village President
Members of the Board of Trustees
Village Administrator
Citizens of the Village of Sugar Grove

State law requires that all general-purpose local governments publish within six months of the close of each fiscal year a complete set of financial statements in conformity with accounting principles generally accepted in the United States of America (GAAP) and audited in accordance with auditing standards generally accepted in the United States of America (GAAS) by an independent firm of certified public accountants. Pursuant to that requirement, the Comprehensive Annual Financial Report (CAFR) of the Village of Sugar Grove, Illinois (Village) for the fiscal year ended April 30, 2007, is hereby submitted.

This report consists of management's representations concerning the finances of the Village. Consequently, management assumes full responsibility for the completeness and reliability of all of the information presented in this report. To provide a reasonable basis for making these representations, management of the Village has established a comprehensive internal control framework that is designed both to protect the Village's assets from loss, theft or misuse and to compile sufficient reliable information for the preparation of the Village's financial statements in conformity with GAAP. Because the cost of the internal controls should not exceed anticipated benefits, the Village's comprehensive framework of internal controls has been designed to provide reasonable, rather than absolute, assurance that the financial statements will be free of any material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The Village's financial statements have been audited by Lauterbach & Amen, LLP, a firm of licensed certified public accountants. The goal of the independent audit is to provide reasonable assurance that the financial statements of the Village for the year ended April 30, 2007, are free of material misstatement. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unqualified opinion and that the Village's financial statements for the fiscal year ended April 30, 2007, are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report.

GAAP requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement MD&A and should be read in conjunction with it. The Village's MD&A can be found immediately following the report of the independent auditors on page 3 of this report.

Profile of the Village of Sugar Grove

The Village had its beginning as home to Native Americans who called the area "Sin-Qua-Sip". In 1835, settlers arrived at what is now known as Bliss Woods Forest Preserve. The Village was incorporated in 1957 with a population of approximately 200 residents and until the 1960's, was predominantly a farming community. The Village, a non-home rule community as defined by the Illinois Constitution, is now a diverse middle and upper-middle class residential community covering approximately 9 square miles with a 2005 Special Census population of 7,958 residents. The Village is located 50 miles southwest of Chicago, in southern Kane County.

Policy making and legislative authority are vested in the Village Board, which consists of the Village President and six Village Trustees. The President is elected at-large to a four-year term and the Trustees are elected at-large to overlapping four-year terms. The Village Board is responsible for, among other things, passing ordinances and resolutions, adopting the budget, and appointing the Village Administrator, Village Clerk, and each of the four department heads. The Village Administrator is responsible for the day-to-day operations and staffing of the Village.

The Village provides a full range of services including police protection, the construction and maintenance of highways, streets and infrastructure, water treatment and distribution, planning and zoning, and general administrative services.

The annual budget serves as the foundation for the Village's financial planning and control. All departments of the Village are required to submit their budget requests to the Village Administrator on or before January 31st of each year. The Village Administrator and staff use these requests as the starting point for developing the annual proposed budget. The proposed budget is presented to the Village Board at budget workshops throughout February, March and April of each year. The Village Board is required to hold a public hearing on the proposed budget and to adopt a final budget no later than April 30th of each year, the close of the Village's previous fiscal year.

Local Economy

The Village is at the cross roads of development and is working with developers to grow in a reasonable and responsible manner, one that benefits the Village, the County and the Village's neighbors. To that end, the Village adopted a Comprehensive Plan during fiscal year 2004 – 2005 that sets forth long-range recommendations for future growth and development of the community, utilizing its existing assets.

The existing residential areas are among the Village's most important assets. The Village has a diverse mix of detached and attached single family homes and a limited number of multi-family dwelling units. The current residential property tax base accounts for approximately 90% of the assessed value of the Village. The assessed value has more than doubled in the past five years and more than quadrupled in the past ten years. The Village has felt the effects in the past year of the national housing slowdown like other high growth communities. However, there were three additional residential developments approved in fiscal year 2005 – 2006 that will more than double the size of the current Village at final build-out. In addition, there are a number of small to large residential developments under consideration at various points in the approval process. The Village is positioned well to continue its growth when the economy and housing starts begin to recover.

While residential growth has slowed somewhat, retail and commercial development seems to be on the increase. The Village approved a 21-acre commercial development during fiscal year 2004 – 2005 at the northeast corner of Galena Boulevard and Route 47, anchored by a Jewel-Osco which opened in April 2006. There were various in-line stores open during fiscal year 2006 – 2007, including Rosati's Pizza, Hair Cuttery, JT Nails and Subway. Six additional commercial projects were approved during late fiscal year 2005 – 2006 and throughout fiscal year 2006 – 2007, with Chase Bank opening in December 2006. Aldi and King Wok are scheduled to open in June 2007. Nationally known developers such as Forest City Enterprises, Dalan Development Corporation and Location Finders International along with other regional and local commercial developers either have or are pursuing projects in Sugar Grove which will further expand the non-residential tax base. This commercial interest is based on the population growth, higher than average home values and disposable income levels. The commercial development so far has been part of the Village's Route 47 corridor for which it has adopted the Route 47 Corridor Development Manual. In addition, the Village has also completed a Special Development District Feasibility Study for the area bounded by Galena Boulevard to the north, Route 47 to the west and Route 56 to the south and east.

The combination of its transportation assets makes the Village an attractive, logistical, and popular choice for relocation of new commercial, manufacturing, industrial, distribution and retail interests. State Highways 47, 30 and 56 run through the Village, with Interstate 88 on our northern border and the proposed Prairie Parkway on the western edge of the Village. The Burlington Northern Sante Fe Railroad runs freight service through the Village and the Aurora Municipal Airport is located along State Highway 30 adjacent to the Village.

Long-Term Financial Planning

The Village annually updates a three-year financial plan providing for all Village revenues and expenditures. Information is gathered from each department regarding major capital projects and changes in operating levels and services that may be needed over the next several years. The Village completed a Five-Year Capital Improvement Program (CIP) for fiscal year 2007 through fiscal year 2011 during fiscal year 2007. In addition, the Village has updated the Five-Year Capital Improvement for fiscal year 2008 through fiscal year 2012, which will be approved during fiscal year 2008. Lastly, the Village submitted its fiscal year 2007 budget to the Government Finance Officers Association (GFOA) Distinguished Budget program and received this prestigious award for the first time during fiscal year 2007.

Cash Management Policies and Practices

Cash temporarily idle during the year was invested in demand deposits, certificates of deposit and the Illinois Funds. The maturities of the investments range from being immediately accessible to eighteen months. The Village will be examining its cash and investment policies during fiscal year 2008 to determine whether changes can be made to better utilize temporarily idle cash.

Risk Management

The Village continues to participate in the Intergovernmental Risk Management Agency (IRMA) insurance risk pool. This pool is utilized to provide the Village with insurance coverage for liability, property damage, workers' compensation and other types of coverage. IRMA is an organization of municipalities and special districts in Northeastern Illinois, which have formed an association under the Illinois Intergovernmental Cooperation Statute to pool its risk management needs. In addition, various control techniques, including employee accident prevention training, are utilized to minimize accident-related losses. The Village will perform an in depth analysis of its risk management program during fiscal year 2008 in order to maximize employee awareness.

Pension Benefits

The Village provides two separate defined benefit plans for its employees. Non-public safety employees participate in the Illinois Municipal Retirement Fund (IMRF) and public safety employees are members of the Police Pension Plan. Information on each of these plans can be found in the notes to the financial statements.

Major Initiatives

Consistent with the Village's mission statement are operational goals that provide direction for the Village policies and procedures as set by the Village President and Board of Trustees. These goals do not change from year to year and are the main consideration for all planning endeavors and projects undertaken by Village staff as directed by the Village Board. These operational goals are as follows:

- To provide equal access to services, programs and activities to all citizens.
- To maintain an adequate level of financial growth and maintain the current level of services.

- To preserve the Village's quality of life with a focus on enhancing the physical appearance of the Village.
- To maintain controlled growth and compatible land use development patterns.
- To maintain and recruit a diverse, qualified and professional workforce that will uphold our commitment to service excellence.

The nationwide slowdown in housing was evident in Sugar Grove this year. The approved fiscal year 2006 – 2007 Budget anticipated that 377 residential permits would be issued. As the year unfolded it became evident that the Village would have fewer housing starts, which ended up at 149 permits. In response to the housing numbers and the resulting affect on the Village's revenue stream, the Village made significant changes to planned expenditures during the year. Several staff positions and projects were postponed in order to maintain a balanced budget.

The nationwide slowdown in the housing market is expected to continue. Housing starts for fiscal year 2007 – 2008 are expected to reach 229 units. While this would represent a significant increase over fiscal year 2006 – 2007 it remains well below prior projections. This has necessitated a conservative budget. Very few new programs or projects are proposed. Staffing levels are proposed to increase in line with the original fiscal year 2006 – 2007 Budget. This is appropriate as the two year housing starts will generally equal what was expected for one year. In that respect, there is a strong need to continually monitor the budget and the implications of growth.

The Administration Department is preparing for a strategic planning retreat for the Village Board during fiscal year 2007 – 2008. This will allow the Board to set overall goals for the Village and allow departments to adapt their future action plans to reflect the current mind set of the Village Board. In addition, Administration will be working on projects and programs throughout the fiscal year including, 1) negotiation of a new refuse collection agreement, 2) carry out the Village's first community satisfaction survey, 3) completion of labor agreement negotiations with represented employees, 4) coordination of the 50th Anniversary Celebration events, 5) expansion of the employee wellness program, and 6) coordination of the creation of a Village Identity/Beautification Program.

The Community Development Department will be working on several goals during the upcoming fiscal year. Staff will be completing an update to the Subdivision Regulations during fiscal year 2007 – 2008 to reflect current practice. Meetings will continue with commercial developers to bring retail and commercial businesses to fruition as soon as possible. Community Development will also continue to pursue strategic annexations of adjacent and surrounded property.

The Finance Department will concentrate its efforts in three main areas during fiscal year 2007 – 2008 including, 1) enacting financial policies and procedures that assist in the efficient and effective operation of the department; 2) streamlining the human resources function of the department; and 3) reviewing the risk management practices of the Village.

The Police Department will be putting words into action when a number of exercises are carried out in accordance with the Village's emergency preparedness plan. In addition, each officer will attend National Academy of Professional Drivers (NAPD) training to endure driving activities designed to be intense and real in a safe environment and at controlled speeds.

The Public Works Department covers building maintenance, highways and streets, and waterworks and sewerage operations. The focus of Public Works for fiscal year 2007 – 2008 will be directed towards procedural development. Staff will be reviewing operations for safety, efficiency and training requirements as they relate to the individual divisions with in Public Works.

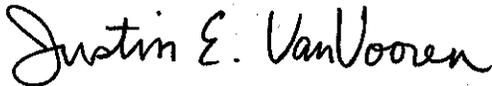
Awards and Acknowledgements

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Village of Sugar Grove for its Comprehensive Annual Financial Report for the fiscal year ended April 30, 2006. This was the 6th consecutive year that the Village has received this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized Comprehensive Annual Financial Report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current Comprehensive Annual Financial Report continues to meet the Certificate of Achievement program's requirements and we are submitting it to the GFOA to determine its eligibility for a 7th certificate.

The preparation of this report would not have been possible without the efficient and dedicated services of the entire staff of the Finance Department including Terri Ferrario, Michelle Klingberg, Barbara Nielsen and Melonie Pierson. I would like to express my sincere appreciation to all employees of the Village who assisted and contributed to the preparation of this report. In addition, I would like to thank the Village President, Board of Trustees and Village Administrator for their unfailing support for maintaining the highest standards of professionalism in the management of the Village's finances.

Respectfully submitted,



Justin E. VanVooren, CMA, CPA
Finance Director

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Village of Sugar Grove
Illinois

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
April 30, 2006

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.

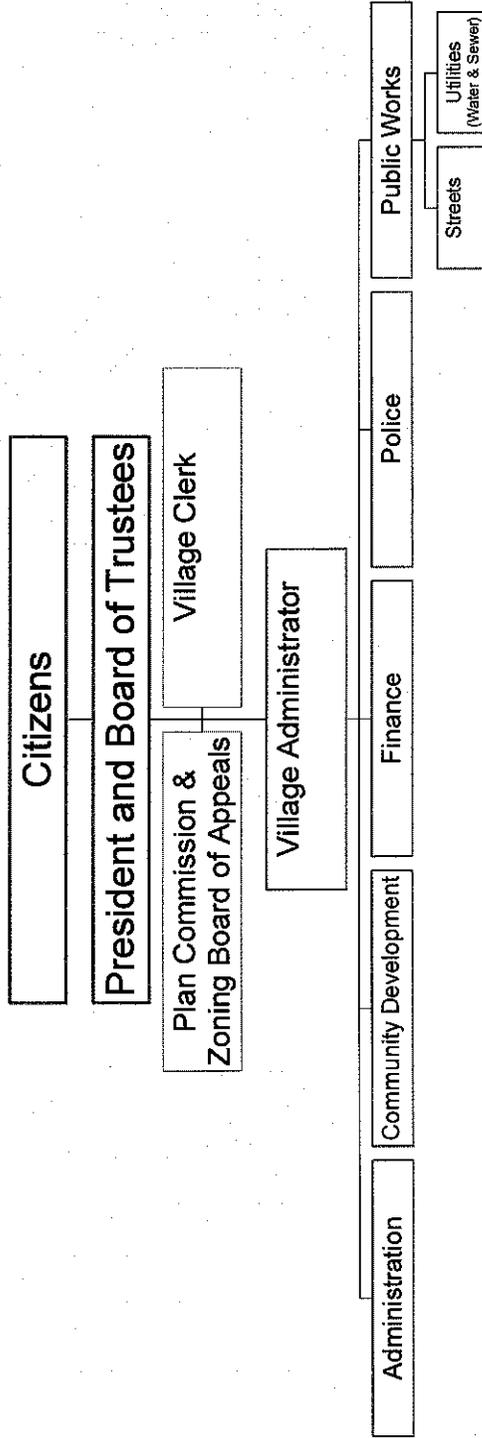


President

Executive Director



Organizational Chart



Village of Sugar Grove

Principal Officials

April 30, 2007

Village President

P. Sean Michels

Village Board of Trustees

Robert E. Bohler

Mari J. Johnson

Kevin M. Geary

Thomas F. Renk

Mary E. Heineman

Melisa A. Taylor

Appointed

Brent M. Eichelberger

Village Administrator

Cynthia L. Welsch

Village Clerk

Scott C. Buening

Community Development Director

Justin E. VanVooren

Finance Director/Treasurer

Bradley A. Sauer

Police Chief

Anthony J. Speciale

Public Works Director

FINANCIAL SECTION

INDEPENDENT AUDITOR'S REPORT

INDEPENDENT AUDITORS' REPORT

August 31, 2007

The Honorable Village President
Members of the Board of Trustees
Village of Sugar Grove, Illinois

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Village of Sugar Grove, as of and for the year ended April 30, 2007, which collectively comprise the Village of Sugar Grove's basic financial statements as listed in the table of contents. These basic financial statements are the responsibility of the Village of Sugar Grove, Illinois' management. Our responsibility is to express an opinion on these basic financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the 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 basic financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the basic financial statements referred to above present fairly, in all material respects, the financial position of the Village of Sugar Grove, Illinois as of April 30, 2007, and the results of its operations and the cash flows of its business type activities for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Our audit was made for the purpose of forming an opinion on the basic financial statements taken as a whole. The combining and individual fund schedules, as well as the information listed as supplemental and schedules, are presented for purposes of additional analysis and are not a required part of the basic financial statements of the Village of Sugar Grove, Illinois. Such information, except for that portion marked "unaudited" on which we express no opinion, has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is presented fairly, in all material respects, in relation to the basic financial statements taken as a whole.

Village of Sugar Grove, Illinois

August 31, 2007

Page 2

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

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

Lauterbach & Amen LLP

LAUTERBACH & AMEN, LLP

Management's Discussion and Analysis

As management of the Village of Sugar Grove, Illinois (the Village), we offer readers of the Village's financial statements this narrative overview and analysis of the financial activities of the Village for the fiscal year ended April 30, 2007. Management's Discussion and Analysis (MD&A) is designed to (1) assist the reader in focusing on significant financial issues, (2) provide an overview of the Village's financial activity, (3) identify changes in the Village's financial position (its ability to address the next and subsequent year challenges), (4) identify any material deviations from the financial plan (the approved budget), and (5) identify individual fund issues or concerns.

Since the MD&A is designed to focus on the current year's activities, resulting changes and currently known facts, please read it in conjunction with the our Letter of Transmittal, which can be found on pages iv through viii of this report, and the Village's financial statements, which begin on page 13 of this report. All amounts in the MD&A, unless otherwise indicated, are expressed in thousands of dollars.

Financial Highlights

The assets of the Village exceeded its liabilities as of April 30, 2006 by \$38,238 (net assets). Of this amount, \$4,066 (unrestricted net assets) may be used to meet the Village's ongoing obligations to citizens and creditors. The Village's total net assets increased by \$10,764 over the prior year. Approximately 14% of this increase is attributable to review and development fees charged to developers and 81% is attributable to capital asset contributions, from developers, accepted during the current year.

As of April 30, 2007, the Village's governmental funds reported combined ending fund balances of \$14,768, an increase of \$8,695 over the prior year. Approximately two fifths of this total amount, \$6,157, is available for spending at the Village's discretion (unreserved, undesignated fund balance) for general purposes. In addition, the Village's proprietary funds reported combined ending net assets of \$17,832, an increase of \$3,216 over the prior year. Approximately one third of this total amount, \$5,857, is available for spending at the Village's discretion (unrestricted net assets) for proprietary purposes.

Overview of the Financial Statements

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

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

Government-Wide Financial Statements. The government-wide financial statements are designed to provide readers with a broad overview of the Village's finances, in a manner similar to a private-sector business.

The Statement of Net Assets presents information on all of the Village's assets and liabilities, with the difference between the two reported as net assets. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the Village is improving or deteriorating.

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

Both of the government-wide financial statements distinguish 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 a significant portion of their costs through user fees and charges (Business-Type Activities). The Governmental Activities reflect the Village's basic services, including general government, public safety and highways and streets. The Business-Type Activities include the water, sewer and refuse operations.

The government-wide financial statements can be found on pages 13 through 16 of this report.

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

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

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

The Village maintains four individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund and the General Capital Projects Fund, both of which are considered to be major funds. Data from the other two governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements elsewhere in this report.

The Village adopts an annual budget for each of its governmental funds. A budgetary comparison statement has been provided for each fund to demonstrate compliance with these budgets.

The basic governmental fund financial statements can be found on pages 17 through 20 of this report.

Proprietary Funds. The Village maintains two proprietary funds, both of which are enterprise funds. Enterprise funds are used to report the same functions and provide the same type of information, only in more detail, as presented in the business-type activities in the government-wide financial statements. The Village uses enterprise funds to account for its waterworks and sewerage operation, which is considered to be a major fund, and refuse operation, which is considered to be a nonmajor fund.

The Village adopts an annual budget for each of its proprietary funds. A budgetary comparison statement has been provided for each fund to demonstrate compliance with these budgets.

The basic proprietary fund financial statements can be found on pages 21 through 25 of this report.

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

The basic fiduciary fund financial statements can be found on pages 26 through 27 of this report.

Notes to the 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. The notes to the financial statements can be found on pages 28 through 52 of this report.

Other information. In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning budget to actual comparisons for the General Fund and the Village's progress in funding its obligation to provide pension benefits to its employees. Required supplementary information can be found on pages 53 through 56 of this report.

The combining statements referred to earlier in connection with nonmajor governmental funds are presented immediately following the required supplementary information discussed above. Combining and individual fund statements and schedules can be found on pages 57 through 87 of this report.

Financial Analysis of the Village as a Whole

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. In the case of the Village, assets exceeded liabilities by \$38,238 as of April 30, 2007.

The largest portion of the Village's net assets (68.0%) reflects is investment in capital assets (e.g. land, infrastructure, buildings, improvements, vehicles, and equipment) less any related debt used to acquire those assets that is still outstanding. The Village uses these capital assets to provide services to citizens; consequently, these assets are not available for spending. Although the Village's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

Table 1
Condensed Statement of Net Assets

	Governmental Activities		Business-type Activities		Total	
	2007	2006	2007	2006	2007	2006
Current and other assets	\$ 17,327	\$ 7,858	\$ 6,181	\$ 6,282	\$ 23,508	\$ 14,140
Capital assets	17,986	10,669	20,358	17,658	38,344	28,327
Total assets	35,313	18,527	26,539	23,940	61,852	42,467
Long-term liabilities	12,216	3,885	8,404	8,815	20,620	12,700
Other liabilities	2,691	1,784	303	509	2,994	2,293
Total liabilities	14,907	5,669	8,707	9,324	23,614	14,993
Net assets:						
Invested in capital assets, net of related debt	14,017	6,859	11,975	8,863	25,992	15,722
Restricted	8,179	42	-	-	8,179	42
Unrestricted	(1,790)	5,957	5,857	5,753	4,067	11,710
Total net assets	\$ 20,406	\$ 12,858	\$ 17,832	\$ 14,616	\$ 38,238	\$ 27,474

An additional portion of the Village's net assets (21.4%) represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net assets (10.6%) may be used to meet the government's ongoing obligations to citizens and creditors.

As of April 30, 2007, the Village is able to report positive balances in all three categories of net assets for the government as a whole. For governmental activities, two of three categories are positive, whereas business-type activities report positive balances in all three categories. As of April 30, 2006, the Village was able to report positive balances in all three categories of net assets, both for the government as a whole, as well as for its separate governmental and business-type activities.

The Village's total net assets increased by \$10,764 over the prior year. Approximately 14% of this increase is attributable to review and development fees charged to developers and 81% is attributable to capital asset contributions, from developers, accepted during the current year.

The Village's net assets invested in capital assets, net of related debt increased by \$10,270 during the current fiscal year. The Village accepted infrastructure improvements from three developments in fiscal year 2007, which accounts for approximately 85% of this increase.

The Village's unrestricted net assets decreased by \$7,643 during the current fiscal year. The Village issued \$8,500 in general obligation alternate revenue source bonds during fiscal year 2007 to fund the Village's Municipal Facilities Construction Program (MFCP). Approximately \$8,000 remains unspent as of April 30, 2007 and is legally restricted to certain capital projects. Therefore, the debt has been included in unrestricted net assets since there are only minimal capital assets to offset the debt.

Table 2
Condensed Statement of Activities

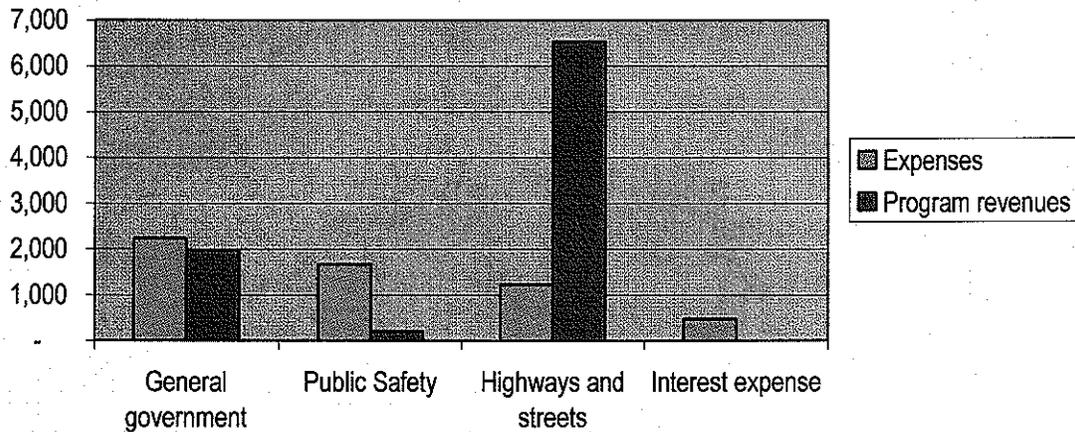
	Governmental Activities		Business-type Activities		Total	
	2007	2006	2007	2006	2007	2006
Revenues:						
Program revenues:						
Charges for services	\$ 1,311	\$ 1,741	\$ 2,724	\$ 3,258	\$ 4,035	\$ 4,999
Operating grants and contributions	69	57	-	-	69	57
Capital grants and contributions	7,320	6,796	3,262	2,978	10,582	9,774
General revenues:						
Property taxes	1,125	1,021	-	-	1,125	1,021
Other taxes	2,239	1,838	-	-	2,239	1,838
Other	897	498	310	204	1,207	702
Total revenues	12,961	11,951	6,296	6,440	19,257	18,391
Expenses:						
General government	2,233	2,195	-	-	2,233	2,195
Public safety	1,658	1,360	-	-	1,658	1,360
Highways and streets	1,228	862	-	-	1,228	862
Interest	469	190	-	-	469	190
Water and sewer	-	-	2,410	2,048	2,410	2,048
Refuse	-	-	495	457	495	457
Total expenses	5,588	4,607	2,905	2,505	8,493	7,112
Increase in net assets						
before transfers	7,373	7,344	3,391	3,935	10,764	11,279
Transfers	175	158	(175)	(158)	-	-
Increase in net assets	7,548	7,502	3,216	3,777	10,764	11,279
Net assets, beginning of year	12,858	5,356	14,616	10,839	27,474	16,195
Net assets, end of year	\$ 20,406	\$ 12,858	\$ 17,832	\$ 14,616	\$ 38,238	\$ 27,474

Governmental activities. Governmental activities increased the Village's net assets by \$7,548, thereby accounting for approximately seventy percent of the growth in the total net assets of the Village. Key elements of this increase are as follows:

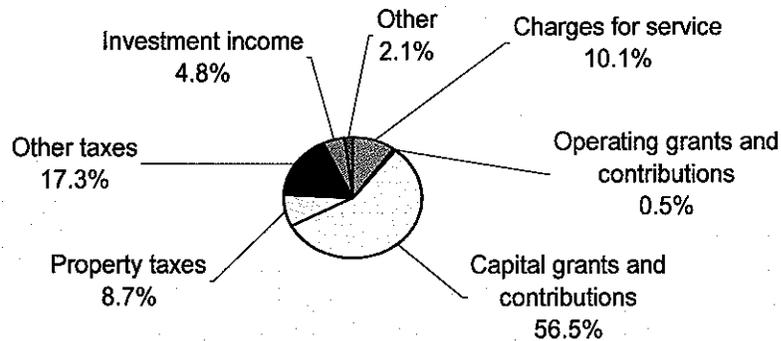
- Charges for services decreased by \$430 (25%), mostly because of a decrease in review and development fees as a result of the national housing slowdown. Each new developer is billed through an escrow account for the Village's consulting fees up to and including acceptance of improvements. At that time, the developer is charged a final plat fee. Both the escrow billing and the final plat fee are included in review and development fees.
- Capital grants and contributions increased by \$524 (8%), due to the acceptance of infrastructure improvements by the Board of Trustees from three developments in fiscal year 2007. These improvements consist of streets, storm sewers, and rights-of-way within each development.
- Other taxes increased by \$401 (22%), mostly due to new retail development opening in the Village.
- Other revenues increased by \$399 (80%), mostly due to higher than expected interest earnings on temporarily idle cash during the year.

The increase in expenses was attributable mostly to the Village's residential and commercial growth and the corresponding demands for service. The increase in general government (2%) can be attributed mostly to increases in salary for existing employees. The increase in public safety (22%) was due to enhanced staffing and fleet costs. The increase in highways and streets (42%) is mainly due to additional infrastructure of approximately \$3,400 and \$3,200 in fiscal year 2006 and fiscal year 2007, respectively, which is now being depreciated.

Expenses and Program Revenues - Governmental Activities



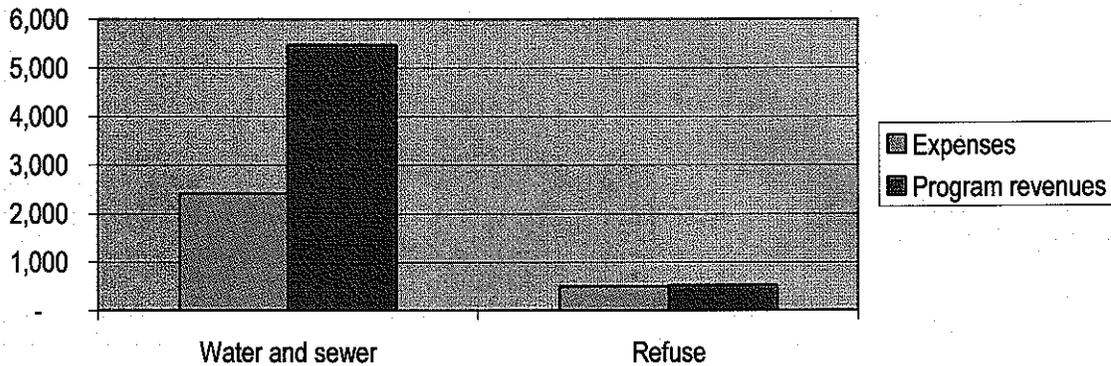
Revenues by Source - Governmental Activities



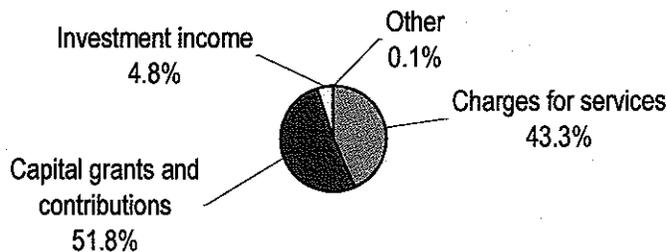
Business-type activities. Business-type activities increased the Village's net assets by \$3,216, thereby accounting for approximately thirty percent of the total growth in the total net assets of the Village. Key elements of this increase are as follows:

- Charges for services decreased by \$534 (16%), mostly because of a decrease in reimbursable development fees as a result of the national housing slowdown.
- Capital grants and contributions increased by \$284 (10%), due to the acceptance of infrastructure improvements by the Board of Trustees from three developments in fiscal year 2007. These improvements consist of water main and sanitary sewer main.

Expenses and Program Revenues - Business-type Activities



Revenues by Source - Business-type Activities



Financial Analysis of the Village's Funds

As noted earlier, the Village uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

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

As of the end of the current fiscal year, the Village's governmental funds reported combined ending fund balances of \$14,768, an increase of \$8,695 in comparison with the prior year. Approximately 12% of this total amount, \$1,757, is available for spending at the Village's discretion for general purposes, while

approximately 30% of this total amount, \$4,400, is available for spending at the Village's discretion for capital projects. The remainder of fund balance is reserved to indicate that it is not available for new spending because it has already been committed to (1) to pay for capital projects as outlined in the Series 2006A general obligation alternate revenue source bonds, (2) liquidate expenses of the prior period, (3) to pay debt service, or (4) to pay for improvements to highways and streets for the motor fuel tax program.

The General Fund is the chief operating fund of the Village. As of April 30, 2007, unreserved and undesignated fund balance of the General Fund was \$1,757. As a measure of the General Fund's liquidity, it may be useful to compare both unreserved fund balance and total fund balance to total fund expenditures. Unreserved/undesignated fund balance represents 41% (4.9 months) of the total General Fund expenditures, while total fund balance represents 43% (5.2 months) of total General Fund expenditures.

The fund balance of the General Fund decreased by \$121 during the current fiscal year. The key factor in this decrease is attributable to the national housing slowdown and lower than expected building permit fees.

The fund balance of the General Capital Projects Fund increased by \$8,212 during the current fiscal year. General obligation alternate revenue source bonds accounted for nearly all of the above increase.

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

The Waterworks and Sewerage Fund had an increase in net assets of \$3,216 to a total of \$17,832 of net assets at the end of the current fiscal year. Approximately one third of that total is unrestricted net assets. Other factors concerning the finances of the Waterworks and Sewerage Fund have already been addressed in the discussion of the Village's business-type activities.

General Fund Budgetary Highlights

It has been a policy of the Village to not adopt budget amendments; therefore, there were no budget amendments during the current fiscal year. The General Fund revenues were less than the budget by \$1,635 or 26%. However, the General Fund expenditures were also less than the budget by \$1,760 or 29%. A good portion of the shortfall in both is attributable to legal, engineering and other consulting expenditures directly reimbursed by developers through escrow billing. The amounts reimbursed by developers and spent on consulting for developments within the Village were overestimated. In addition, building permits and related revenues were lower than estimated due to the national housing slowdown and expenditures were lower than estimated due to several staff positions and projects being postponed in fiscal year 2007 in order to maintain a balanced budget.

Capital Asset and Debt Administration

Capital assets. The Village's investment in capital assets for its governmental and business-type activities as of April 30, 2007, amounts to \$38,343 (net of accumulated depreciation). This investment in capital assets includes land (including rights-of-way), buildings, improvements other than buildings, vehicles and equipment, and infrastructure (including streets, storm sewers, water mains, water pumping and storage facilities, and sanitary sewers).

Major capital asset events during the current fiscal year included the following:

- Architectural and engineering services began for the Village's new Police Station. This improvement, including architectural, construction management, engineering and legal services, amounts to \$827 which is included in construction in progress for governmental activities.

- Public improvements in three developments were accepted by the Village Board during the current fiscal year. These improvements, including rights-of-way, storm sewers, streets, water mains, and sanitary sewer mains, amount to \$8,725 of additional capital assets (\$6,382 of governmental and \$2,343 of business-type).

The following schedule summarizes the Village's capital assets.

Table 3
Capital Assets

	Governmental Activities		Business-type Activities		Total	
	2007	2006	2007	2006	2007	2006
Land	\$ 7,956	\$ 4,747	\$ 232	\$ 232	\$ 8,188	\$ 4,979
Construction in progress	1,014	4	231	790	1,245	794
Infrastructure	6,555	3,382	21,383	18,077	27,938	21,459
Buildings	2,218	2,218	1,510	1,510	3,728	3,728
Improvements other than buildings	134	134	397	260	531	394
Vehicles and equipment	1,353	1,086	912	526	2,265	1,612
Less:						
Accumulated depreciation	(1,245)	(902)	(4,307)	(3,737)	(5,552)	(4,639)
Total capital assets	\$ 17,985	\$ 10,669	\$ 20,358	\$ 17,658	\$ 38,343	\$ 28,327

Additional information regarding the capital assets can be found in note 4 on pages 38 through 40 of this report.

Long-term debt. At the end of the current fiscal year, the Village had total debt outstanding of \$20,519 (excluding compensated absences). This amount is comprised of five general obligation bonds backed by the full faith and credit of the Village and three Illinois Environmental Protection Agency (IEPA) loans backed by the net revenues of the waterworks and sewerage system. In fiscal year 2007, the Village's debt increased by \$7,913.

Major long-term debt events during the current fiscal year included the following:

- The Village Board authorized the issuance of \$40,000,000 general obligation alternate revenue bonds for the purpose of financing capital improvements on April 4, 2006. The Village subsequently issued \$8,500,000 of general obligation alternate revenue bonds on June 28, 2006 to fund a new Police Station, a new Village Hall, and the Municipal Drive/Galena Boulevard extension.
- The Village Board also authorized the issuance of \$2,640,000 general obligation water and sewer alternate revenue bonds for the purpose of refunding the 1998 Series bonds on April 18, 2006. The Village subsequently issues \$2,640,000 of general obligation water and sewer alternate revenue bonds on May 17, 2006. The Village called and refunded the Series 1998 bonds on June 1, 2006.

The following schedule summarizes the Village's indebtedness.

Table 4
Long-Term Debt

	Governmental Activities		Business-type Activities		Total	
	2007	2006	2007	2006	2007	2006
General obligation bonds	\$ 12,136	\$ 3,810	\$ 3,286	\$ 3,411	\$ 15,422	\$ 7,221
IEPA loans	-	-	5,097	5,385	5,097	5,385
Total long-term debt	\$ 12,136	\$ 3,810	\$ 8,383	\$ 8,796	\$ 20,519	\$ 12,606

Additional information regarding the Village's long-term debt can be found in note 6 on pages 41 through 46 of this report.

Economic Factors and Next Year's Budgets and Rates

Property taxes imposed on property within the Village's corporate limits provide a stable revenue source. We will see increases in the property tax extension and the total equalized assessed value due to the growth already approved within the Village. The property tax rate itself will continue to fall because of a combination of the tax cap and Village growth. The Village has already begun to see growth in its sales tax dollars from a number of new stores opening in fiscal year 2007.

The water and sewer rates will both remain the same throughout fiscal year 2007. However, the refuse rate will increase from \$14.75 per month to \$16.75 per month to cover the increase in the Village's contract with Waste Management.

Contacting the Village's Financial Management

This financial report is designed to provide our citizens, customers, investors and creditors with a general overview of the Village's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to Mr. Justin E. VanVooren, Finance Director, Village of Sugar Grove, 10 Municipal Drive, Sugar Grove, IL 60554.

BASIC FINANCIAL STATEMENTS

Village of Sugar Grove, Illinois

Statement of Net Assets

April 30, 2007

	Governmental Activities	Business-Type Activities	Total
Assets			
Current			
Cash and cash equivalents	\$ 12,315,760	\$ 4,651,356	\$ 16,967,116
Investments	2,277,488	1,153,323	3,430,811
Receivables			
Property taxes	1,264,207	-	1,264,207
Other taxes	471,924	-	471,924
Intergovernmental	357,943	-	357,943
Accounts	-	213,472	213,472
Interest	244,864	36,818	281,682
Other	163,479	5,651	169,130
Internal balances	18,462	(18,462)	-
Prepaid items	84,482	84,482	168,964
Total current assets	<u>17,198,609</u>	<u>6,126,640</u>	<u>23,325,249</u>
Noncurrent			
Deferred charges	128,572	54,130	182,702
Capital assets (net of accumulated depreciation)			
Land	7,956,463	231,723	8,188,186
Construction in progress	1,013,753	231,436	1,245,189
Infrastructure	6,278,646	17,580,047	23,858,693
Buildings	1,853,650	1,370,377	3,224,027
Improvements other than buildings	95,893	307,256	403,149
Vehicles and equipment	786,875	637,362	1,424,237
Total noncurrent assets	<u>18,113,852</u>	<u>20,412,331</u>	<u>38,526,183</u>
Total assets	<u>\$ 35,312,461</u>	<u>\$ 26,538,971</u>	<u>\$ 61,851,432</u>

See Notes to Financial Statements.

Village of Sugar Grove, Illinois

Statement of Net Assets - Continued

April 30, 2007

	Governmental Activities	Business-Type Activities	Total
Liabilities			
Current			
Accounts payable	\$ 366,473	\$ 171,931	\$ 538,404
Wages payable	50,710	12,812	63,522
Deposits payable	441,829	-	441,829
Sales tax rebate payable	115,617	-	115,617
Arbitrage payable	77,477	-	77,477
Accrued interest	359,139	95,064	454,203
Unearned revenue - property tax	1,264,207	-	1,264,207
Unearned revenue - other	-	21,000	21,000
Other liabilities	15,942	1,900	17,842
Total current liabilities	2,691,394	302,707	2,994,101
Long-term Liabilities			
Amounts due within one year	529,568	491,640	1,021,208
Amounts due beyond one year	11,685,916	7,912,672	19,598,588
Total noncurrent liabilities	12,215,484	8,404,312	20,619,796
Total liabilities	14,906,878	8,707,019	23,613,897
Net Assets			
Invested in capital assets, net of related debt	14,016,691	11,975,053	25,991,744
Restricted for			
Capital projects	8,038,755	-	8,038,755
Debt service	119,143	-	119,143
Highways and streets	21,395	-	21,395
Unrestricted	(1,790,401)	5,856,899	4,066,498
Total net assets	\$ 20,405,583	\$ 17,831,952	\$ 38,237,535

See Notes to Financial Statements.

Village of Sugar Grove, Illinois

Statement of Activities
Year Ended April 30, 2007

Functions/Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Governmental activities				
General government	\$ 2,232,790	\$ 1,145,993	\$ 64,041	\$ 759,067
Public safety	1,657,731	157,205	4,670	33,893
Highways and streets	1,227,688	7,930	-	6,526,771
Interest expense	469,079	-	-	-
Total governmental activities	5,587,288	1,311,128	68,711	7,319,731
Business-type activities				
Water and sewer	2,409,780	2,207,202	-	3,262,306
Refuse	494,692	516,245	-	-
Total business-type activities	2,904,472	2,723,447	-	3,262,306
Total	\$ 8,491,760	\$ 4,034,575	\$ 68,711	\$ 10,582,037

General revenues:

Taxes

 Property

 Income

 Sales

 Electric

 Natural gas

 Telecommunications

 Motor fuel

 Other

Investment income

Miscellaneous

Transfers

Total general revenues
and transfers

Change in net assets

Net assets - beginning

Net assets - ending

See Notes to Financial Statements.

Net (Expense), Revenue and Changes in Net Assets

Governmental Activities	Business-Type Activities	Total
\$ (263,689)	\$ -	\$ (263,689)
(1,461,963)	-	(1,461,963)
5,307,013	-	5,307,013
(469,079)	-	(469,079)
3,112,282	-	3,112,282
-	3,059,728	3,059,728
-	21,553	21,553
-	3,081,281	3,081,281
3,112,282	3,081,281	6,193,563
1,124,578	-	1,124,578
686,381	-	686,381
444,728	-	444,728
247,629	-	247,629
158,172	-	158,172
356,449	-	356,449
240,989	-	240,989
104,594	-	104,594
626,646	304,374	931,020
270,438	5,173	275,611
175,205	(175,205)	-
4,435,809	134,342	4,570,151
7,548,091	3,215,623	10,763,714
12,857,492	14,616,329	27,473,821
\$ 20,405,583	\$ 17,831,952	\$ 38,237,535

Village of Sugar Grove, Illinois

Balance Sheet - Governmental Funds
April 30, 2007

	General Fund	General Capital Projects Fund	Nonmajor Governmental Funds	Total Governmental Funds
Assets				
Cash and cash equivalents	\$ 1,617,594	\$ 10,468,094	\$ 230,072	\$ 12,315,760
Investments	576,130	979,879	721,479	2,277,488
Receivables				
Property taxes	1,169,552	-	94,655	1,264,207
Other taxes	453,015	-	18,909	471,924
Intergovernmental	7,799	350,144	-	357,943
Interest	12,380	232,484	-	244,864
Other	163,479	-	-	163,479
Due from other funds	19,002	841	247,533	267,376
Prepaid items	84,482	-	-	84,482
Total assets	\$ 4,103,433	\$ 12,031,442	\$ 1,312,648	\$ 17,447,523
Liabilities				
Accounts payable	\$ 134,468	\$ 170,589	\$ 61,416	\$ 366,473
Wages payable	50,710	-	-	50,710
Deposits payable	441,829	-	-	441,829
Sales tax rebate payable	115,617	-	-	115,617
Arbitrage payable	-	77,477	-	77,477
Accrued interest	-	-	12,451	12,451
Due to other funds	247,533	540	841	248,914
Unearned revenues - property tax	1,169,552	-	94,655	1,264,207
Unearned revenues - other	86,161	-	-	86,161
Other liabilities	15,942	-	-	15,942
Total liabilities	2,261,812	248,606	169,363	2,679,781
Fund Balances				
Reserved for				
Capital projects	-	8,038,755	-	8,038,755
Debt service	-	-	465,831	465,831
Highways and streets	-	-	21,395	21,395
Prepaid items	84,482	-	-	84,482
Unreserved				
General fund	1,757,139	-	-	1,757,139
Capital projects funds	-	3,744,081	656,059	4,400,140
Total fund balances	1,841,621	11,782,836	1,143,285	14,767,742
Total liabilities and fund balances	\$ 4,103,433	\$ 12,031,442	\$ 1,312,648	\$ 17,447,523

See Notes to Financial Statements.

Village of Sugar Grove, Illinois

Reconciliation of the Balance Sheet - Governmental Funds
to the Statement of Net Assets
April 30, 2007

Total fund balances-governmental funds	\$ 14,767,742
--	---------------

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.	17,985,280
--	------------

Issuance costs of debt are capitalized in the Statement of Net Assets and are amortized over the life of the related debt.	128,572
---	---------

Revenues in the Statement of Activities that do not provide current financial resources are unearned in the funds.	86,161
---	--------

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

Accrued interest	(346,688)
Compensated absences	(79,568)
General obligation bonds payable	<u>(12,135,916)</u>

Net assets of governmental activities	<u>\$ 20,405,583</u>
---------------------------------------	----------------------

See Notes to Financial Statements.

Village of Sugar Grove, Illinois

Statement of Revenues, Expenditures and Changes in Fund Balances –
 Governmental Funds
 Year Ended April 30, 2007

	General Fund	General Capital Projects Fund	Nonmajor Governmental Funds	Total Governmental Funds
Revenues				
Property taxes	\$ 1,030,390	\$ -	\$ 94,188	\$ 1,124,578
Other taxes	1,972,964	-	240,989	2,213,953
Charges for services	742,396	-	-	742,396
Intergovernmental, grants and contributions	68,111	808,980	96,408	973,499
Licenses and permits	422,503	-	-	422,503
Fines, fees and forfeitures	191,144	-	-	191,144
Interest	131,471	454,772	40,403	626,646
Miscellaneous	167,612	58,511	-	226,123
Total revenues	4,726,591	1,322,263	471,988	6,520,842
Expenditures				
Current				
General government	2,200,397	128,572	-	2,328,969
Public safety	1,566,444	637,616	-	2,204,060
Highways and streets	555,433	-	191,749	747,182
Debt service				
Principal	-	-	220,000	220,000
Interest and fiscal charges	-	-	183,350	183,350
Capital outlay	-	539,766	324,113	863,879
Total expenditures	4,322,274	1,305,954	919,212	6,547,440
Excess (deficiency) of revenues over expenditures	404,317	16,309	(447,224)	(26,598)
Other financing sources (uses)				
Transfers in	128,017	407,726	1,052,799	1,588,542
Transfers out	(653,116)	(758,078)	(2,143)	(1,413,337)
Proceeds of general obligation alternate revenue bonds	-	8,500,000	-	8,500,000
Premium on general obligation alternate revenue bonds	-	45,916	-	45,916
Total other financing sources (uses)	(525,099)	8,195,564	1,050,656	8,721,121
Net change in fund balances	(120,782)	8,211,873	603,432	8,694,523
Fund balances - beginning	1,962,403	3,570,963	539,853	6,073,219
Fund balances - ending	\$ 1,841,621	\$ 11,782,836	\$ 1,143,285	\$ 14,767,742

See Notes to Financial Statements.

Village of Sugar Grove, 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, 2007

Net change in fund balances-total governmental funds \$ 8,694,523

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 life of the assets. This is the amount by which capital outlays exceeded depreciation in the current period. (\$6,394,313 current additions less \$262,432 depreciation.) 7,284,064

The net effect of various miscellaneous transactions involving capital assets (i.e., sales, trade-ins, and donations) is to increase net assets. 31,853

Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds.
Change in unearned revenues 24,989

The issuance of long-term debt (e.g., bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items. (8,417,344)

Repayment of principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Assets. 220,000

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 compensated absences (4,265)
Accrued interest (285,729)

Change in net assets of governmental activities \$ 7,548,091

See Notes to Financial Statements.

Village of Sugar Grove, Illinois

Statement of Net Assets - Proprietary Funds
 April 30, 2007

	Business Type Activities		
	Enterprise Funds		
	Waterworks and Sewerage Fund	Nonmajor Enterprise Fund - Refuse Fund	Totals
Assets			
Current			
Cash and cash equivalents	\$ 4,590,786	\$ 60,570	\$ 4,651,356
Investments	1,153,323	-	1,153,323
Receivables			
Accounts	163,323	50,149	213,472
Interest	36,818	-	36,818
Other	5,651	-	5,651
Due from other funds	-	1,965	1,965
Prepaid items	84,482	-	84,482
Total current assets	<u>6,034,383</u>	<u>112,684</u>	<u>6,147,067</u>
Noncurrent			
Deferred charges	54,130	-	54,130
Capital assets (net of accumulated depreciation)			
Land	231,723	-	231,723
Construction in progress	231,436	-	231,436
Infrastructure	17,580,047	-	17,580,047
Buildings	1,370,377	-	1,370,377
Improvements other than buildings	307,256	-	307,256
Vehicles and equipment	637,362	-	637,362
Total noncurrent assets	<u>20,412,331</u>	<u>-</u>	<u>20,412,331</u>
Total assets	<u>\$ 26,446,714</u>	<u>\$ 112,684</u>	<u>\$ 26,559,398</u>

See Notes to Financial Statements.

Village of Sugar Grove, Illinois

Statement of Net Assets - Proprietary Funds - Continued
 April 30, 2007

	Business Type Activities		
	Enterprise Funds		
	Waterworks and Sewerage Fund	Nonmajor Enterprise Fund - Refuse Fund	Totals
Liabilities			
Current			
Accounts payable	\$ 129,814	\$ 42,117	\$ 171,931
Wages payable	12,812	-	12,812
Accrued interest	95,064	-	95,064
Due to other funds	20,427	-	20,427
Unearned revenue - other	21,000	-	21,000
Other liabilities	1,900	-	1,900
Compensated absences - current	20,943	-	20,943
General obligation bonds payable - current	175,000	-	175,000
Notes payable - current	295,697	-	295,697
Total current liabilities	772,657	42,117	814,774
Noncurrent			
Compensated absences	221	-	221
General obligation bonds payable (net of unamortized premiums and deferred amount on refunding)	3,111,304	-	3,111,304
Notes payable	4,801,147	-	4,801,147
Total noncurrent liabilities	7,912,672	-	7,912,672
Total liabilities	8,685,329	42,117	8,727,446
Net Assets			
Invested in capital assets, net of related debt	11,975,053	-	11,975,053
Unrestricted	5,786,332	70,567	5,856,899
Total net assets	\$ 17,761,385	\$ 70,567	\$ 17,831,952

See Notes to Financial Statements.

Village of Sugar Grove, Illinois

Statement of Revenues, Expenses and Changes in Net Assets - Proprietary Funds
Year Ended April 30, 2007

	Business Type Activities		
	Enterprise Funds		
	Waterworks and Sewerage Fund	Nonmajor Enterprise Fund - Refuse Fund	Totals
Operating revenues			
Charges for services			
Water revenue	\$ 1,101,379	\$ -	\$ 1,101,379
Sewer revenue	1,033,654	-	1,033,654
Meter sales	62,548	-	62,548
Refuse revenue	-	516,245	516,245
Total operating revenues	2,197,581	516,245	2,713,826
Operating expenses excluding amortization and depreciation	1,516,763	494,692	2,011,455
Operating income before amortization and depreciation	680,818	21,553	702,371
Amortization	7,068	-	7,068
Depreciation	570,280	-	570,280
Total amortization and depreciation	577,348	-	577,348
Operating income	103,470	21,553	125,023
Nonoperating revenues (expenses)			
Connection fees	652,590	-	652,590
Interest income	302,216	2,158	304,374
Other income	281,624	-	281,624
Interest expense	(315,669)	-	(315,669)
Total nonoperating revenues (expenses)	920,761	2,158	922,919
Income before contributions and transfers	1,024,231	23,711	1,047,942
Capital contributions	2,342,886	-	2,342,886
Transfer in	215,678	-	215,678
Transfer out	(370,883)	(20,000)	(390,883)
Change in net assets	3,211,912	3,711	3,215,623
Net assets - beginning	14,549,473	66,856	14,616,329
Net assets - ending	\$ 17,761,385	\$ 70,567	\$ 17,831,952

See Notes to Financial Statements.

Village of Sugar Grove, Illinois

Statement of Cash Flows – Proprietary Funds
Year Ended April 30, 2007

	Business Type Activities		
	Enterprise Funds		
	Waterworks and Sewerage Fund	Nonmajor Enterprise Fund - Refuse Fund	Totals
Cash flows from operating activities			
Cash received from customers	\$ 2,589,350	\$ 568,053	\$ 3,157,403
Cash paid to suppliers	(1,167,205)	(490,463)	(1,657,668)
Cash paid to employees	(546,327)	-	(546,327)
Net cash provided (used) by operating activities	875,818	77,590	953,408
Cash flows from noncapital financing activities			
Transfers from other funds	215,678	-	215,678
Transfers to other funds	(370,883)	(20,000)	(390,883)
Connection fees	652,590	-	652,590
Net cash provided (used) by noncapital financing activities	497,385	(20,000)	477,385
Cash flows from capital and related financing activities			
Acquisition and construction of capital assets	(927,012)	-	(927,012)
Proceeds from general obligation bonds	2,674,855	-	2,674,855
Interest and fees paid on general obligation bonds	(152,974)	-	(152,974)
Interest paid on IEPA loans	(139,529)	-	(139,529)
Payment to refunding escrow agent	(2,665,248)	-	(2,665,248)
Principal paid on general obligation bonds	(160,000)	-	(160,000)
Principal paid on IEPA loans	(288,082)	-	(288,082)
Net cash flows provided (used) by capital and related financing activities	(1,657,990)	-	(1,657,990)
Cash flows from investing activities			
Purchase of investments	(1,235,562)	-	(1,235,562)
Sale of investments	905,699	-	905,699
Interest on investments	307,023	2,158	309,181
Net cash flows provided (used) by investing activities	(22,840)	2,158	(20,682)
Net increase (decrease) in cash and equivalents	(307,627)	59,748	(247,879)
Cash and cash equivalents - beginning	4,898,413	822	4,899,235
Cash and cash equivalents - ending	\$ 4,590,786	\$ 60,570	\$ 4,651,356

See Notes to Financial Statements.

Village of Sugar Grove, Illinois

Statement of Cash Flows – Proprietary Funds - Continued
Year Ended April 30, 2007

	Business Type Activities		
	Enterprise Funds		
	Waterworks and Sewerage Fund	Nonmajor Enterprise Fund - Refuse Fund	Totals
Reconciliation of operating income to net cash provided by operating activities			
Operating income	\$ 103,470	\$ 21,553	\$ 125,023
Adjustments to reconcile operating income to net cash provided by (used for) operating activities			
Amortization	7,068	-	7,068
Depreciation	570,280	-	570,280
Other income	281,624	-	281,624
Changes in assets and liabilities			
Accounts receivable	(3,041)	(4,904)	(7,945)
Other receivable	165,999	-	165,999
Due from other funds	-	56,712	56,712
Prepaid items	(6,549)	-	(6,549)
Accounts payable	(156,490)	4,259	(152,231)
Wages payable	4,717	-	4,717
Due to other funds	(40,697)	-	(40,697)
Unearned revenue	(52,813)	-	(52,813)
Other liabilities	115	(30)	85
Compensated absences	2,135	-	2,135
Total adjustments	772,348	56,037	828,385
Net cash provided (used) by operating activities	\$ 875,818	\$ 77,590	\$ 953,408
Summary of noncash capital financing activities:			
Capital assets contributed from developers	\$ 2,342,886	\$ -	\$ 2,342,886

See Notes to Financial Statements.

Village of Sugar Grove, Illinois

Statement of Fiduciary Net Assets
April 30, 2007

	Pension Trust Fund	Agency Funds
Assets		
Cash and cash equivalents	\$ 626,936	\$ 100,491
Investments		
Illinois Funds	85,799	112,973
Money market funds	-	88
Interest receivable	6,247	-
Total assets	<u>718,982</u>	<u>213,552</u>
Liabilities		
Accounts payable	459	-
Benefits payable	1,231	-
Due to other governments	-	213,464
Due to bondholders	-	88
Total liabilities	<u>1,690</u>	<u>213,552</u>
Net Assets		
Held in trust for pension benefits	<u>\$ 717,292</u>	<u>\$ -</u>

See Notes to Financial Statements.

Village of Sugar Grove, Illinois

Statement of Changes in Fiduciary Net Assets - Pension Trust Fund
Year Ended April 30, 2007

Additions	
Contributions	
Employer	\$ 157,750
Employee	99,556
	<u>257,306</u>
Investment income	
Interest income	30,598
Less investment expenses	-
	<u>30,598</u>
Total additions	<u>287,904</u>
Deductions	
Administration	3,794
Pension benefits and refunds	22,675
Total deductions	<u>26,469</u>
Change in net assets	261,435
Net assets - beginning	<u>455,857</u>
Net assets - ending	<u>\$ 717,292</u>

See Notes to Financial Statements.

Village of Sugar Grove, Illinois

Notes to the Financial Statements

Note 1. Summary of significant accounting policies

A. Reporting Entity

The Village of Sugar Grove (Village) is a municipal corporation governed by an elected Village president and six-trustee Village Board. As required by generally accepted accounting principles, these financial statements present the Village and its component units, legally separate entities for which the Village is considered to be financially accountable. Blended component units, although legally separate entities, are, in substance, part of the Village's operations and, therefore, data from these units are combined with data of the primary government.

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 the will of 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.

Blended Component Units

The Village's financial statements include the following pension trust fund:

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

PPERS is reported as a pension trust fund. No separate annual financial report is issued for the PPERS.

B. 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. 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 Sugar Grove, Illinois

Notes to the Financial Statements

Note 1. Summary of significant accounting policies (continued)

B. Government-wide and fund financial statements (continued)

The Statement of Net Assets presents the Village's nonfiduciary 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 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, which presents the Village's nonfiduciary revenues and expenses, 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 to customers or applicants who purchase, use or directly benefit from goods, services or privileges provided by a given function, and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues.

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

The Village has the following major governmental funds – General Fund and General Capital Projects Fund. All remaining governmental funds are aggregated and reported as nonmajor governmental funds. The Village has the following major enterprise fund –Waterworks and Sewerage Fund. The Refuse Fund is reported as a nonmajor enterprise fund.

C. Measurement focus, basis of accounting and financial statement presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flow takes place. Property taxes are recognized as revenues in the year for which they are levied. 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.

Village of Sugar Grove, Illinois

Notes to the Financial Statements

Note 1. Summary of significant accounting policies (continued)

C. Measurement focus, basis of accounting and financial statement presentation (continued)

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 60 days of the end of the current fiscal year.

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.

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

The Village administers the following major governmental funds:

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

The General Capital Projects Fund accounts for the acquisition, construction and improvement of governmental capital assets other than infrastructure. Activities are financed from developer contributions and transfers from other funds.

The Village administers the following major proprietary fund:

The Waterworks and Sewerage 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.

Additionally, the Village administers fiduciary (pension trust and agency) funds for assets held by the Village in a fiduciary capacity on behalf of certain public safety employees, bondholders and other governments.

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.

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements. The exception to this general rule is charges between the Village's water and sewer function and various other functions of the Village. Elimination of these charges would distort the direct costs and programs revenues reported for the various functions concerned.

Village of Sugar Grove, Illinois

Notes to the Financial Statements

Note 1. Summary of significant accounting policies (continued)

C. Measurement focus, basis of accounting and financial statement presentation (continued)

Amounts reported as program revenues include 1) charges to customers or applicants who purchase, use or directly benefit from goods, services or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with the proprietary fund's principal ongoing operations. The principal operating revenue of the Waterworks and Sewerage Fund is charges to customers for sales and services. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

When both restricted and unrestricted resources are available for use, it is the Village's policy to use restricted resources first, then unrestricted resources as they are needed.

D. Assets, liabilities and net assets or equity

1. Cash and Cash Equivalents

The Village's cash and cash equivalents are considered to be cash on hand, demand deposits and short-term investments with original maturities of three months or less from the date of acquisition.

2. Investments

State statutes authorize the Village to invest in obligations of the U.S. Treasury, commercial paper, corporate bonds, repurchase agreements and the Illinois Funds.

Investments are stated at fair value. The Illinois Funds operates in accordance with appropriate state laws and regulations. The reported value of the pool is the same as the fair value of the pool shares.

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 the County and issued on or about May and August, and are payable in two installments which are due on or about June 15 and September 1.

Property taxes are billed, collected and remitted periodically by the County Treasurer of Kane County, Illinois. A reduction for collection losses, based on historical collection experience, has been provided to reduce the taxes receivable to the estimated amount to be collected. That portion of the property taxes receivable which is not expected to be collected within sixty (60) days after year end is not considered to pay current liabilities and is, therefore, shown as deferred revenue.

Village of Sugar Grove, Illinois

Notes to the Financial Statements

Note 1. Summary of significant accounting policies (continued)

D. Assets, liabilities and net assets or equity (continued)

4. Prepaid Items

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both the government-wide and fund financial statements.

5. Interfund Receivables/Payables

The Village has the following types of transactions between funds:

Loans and Advances—amounts provided with a requirement for repayment. In the fund financial statements, interfund loans are reported as due from other funds in lender funds and due to other funds in borrower funds. Any residual balances outstanding between the governmental activities and business-type activities are reported as internal balances in the government-wide statement of net assets.

Services provided and used—sales and purchases of goods and services between funds for a price approximating their external exchange value. Interfund services provided and used are reported as revenues in seller funds and expenditures or expenses in purchaser funds. Unpaid amounts are reported as due to/from other funds in the fund balance sheets or fund statements 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 nonoperating revenues and expenses.

6. Capital Assets

Capital assets, which include property, plant, equipment and infrastructure assets (e.g. water and sewer system), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. The Village defines capital assets as assets with an initial, individual cost in at or above of the following, and an estimated useful life of greater than one year.

Asset Class	Capitalization Threshold
Land	\$ 1
Improvements other than buildings	25,000
Buildings	50,000
Building improvements	50,000
Vehicles	10,000
Equipment	25,000
Computers	10,000
Furniture and fixtures	15,000
Infrastructure	250,000

Village of Sugar Grove, Illinois

Notes to the Financial Statements

Note 1. Summary of significant accounting policies (continued)

D. Assets, liabilities and net assets or equity (continued)

6. Capital Assets (continued)

As the Village constructs or acquires additional capital assets each period, including infrastructure assets, they are capitalized and reported at historical cost. The reported value excludes normal maintenance and repairs that do not increase the capacity or efficiency of the item or extend its useful life beyond the original estimate. In the case of donations the Village values these capital assets at the estimated fair value of the item at the date of donation.

Interest incurred during the construction phase of capital assets is reflected in the capitalized value of the asset constructed.

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:

Asset Class	Years
Improvements other than buildings	15 - 20
Buildings	45
Building improvements	10 - 30
Vehicles	3 - 10
Equipment	5 - 30
Computers	4
Furniture and fixtures	5 - 20
Infrastructure	20 - 50

7. Compensated Absences

It is the Village's policy to permit employees to accumulate earned but unused vacation and sick pay benefits. There is no liability for unpaid accumulated sick leave since the Village does not have a policy to pay any amounts when employees separate from service within the Village. All vacation pay is accrued when incurred in the government-wide and proprietary fund financial statements. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

8. Unearned Revenue

The Village defers revenue recognition in connection with resources that have been received, but not yet earned.

Governmental funds report unearned revenue in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period.

9. Long-term Obligations

In the government-wide financial statements and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations 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.

Village of Sugar Grove, Illinois

Notes to the Financial Statements

Note 1. Summary of significant accounting policies (continued)

D. Assets, liabilities and net assets or equity (continued)

9. Long-term Obligations

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

10. Fund Equity

In the fund financial statements, governmental funds report reservations of fund balance for amounts that are not available for appropriation or are legally segregated for a specific purpose.

11. Accounting Estimates

The preparation of the financial statements 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.

12. New Accounting Pronouncements

Effective May 1, 2006, the Village adopted the provisions of Governmental Accounting Standards Board Statement No. 44, *Economic Condition Reporting: The Statistical Section, an amendment of NCGA Statement 1*. This Statement improves the understandability and usefulness of statistical section information by addressing the comparability problems that have developed in practice and by adding information from Statement 34.

The implementation of this new standard had no effect on prior year balances.

Note 2. Stewardship, compliance and accountability

A. Budgetary Information

Annual budgets are adopted for all funds on a basis consistent with GAAP except for the Waterworks and Sewerage Fund in that gains/losses on the sales of capital assets and depreciation are not budgeted, and capital outlay and debt principal retirements are budgeted. The annual appropriated budget is legally enacted and provides for a legal level of control at the fund level. All annual appropriations lapse at the fiscal year end.

All departments of the Village submit requests for appropriations so that a budget may be prepared. The budget is prepared by fund, function, and activity, and includes information on the past two years, current year estimates and requested budget for the next fiscal year.

Village of Sugar Grove, Illinois

Notes to the Financial Statements

Note 2. Stewardship, compliance and accountability (continued)

A. Budgetary Information (continued)

The proposed budget is then presented to the governing body for review. The governing body holds public hearings and may add to, subtract from, or change appropriations, but may not change the form of the budget. Management may transfer budget amounts between functions and activities. However, transfers between funds and increases in total funds must be approved by the governing board. Expenditures may not legally exceed appropriations at the fund level. There were no supplemental budget amendments approved during the year.

B. Excess of expenditures over appropriations

For the year ended April 30, 2007, expenditures/expenses/deductions exceeded appropriations in the Police Pension Fund by \$22,869. The excess of expenditures/expenses/deductions in the Police Pension Fund were funded by existing net assets and greater than anticipated revenues/additions.

Note 3. Deposits and investments

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

Illinois statutes authorize the Village to make deposits/invest in insured commercial banks, savings and loan institutions, obligations of the U.S. Treasury and U.S. agencies, insured credit union shares, money market mutual funds with portfolios of securities issued or guaranteed by the United States or agreements to repurchase these same obligations, repurchase agreements, short-term commercial paper rated within the three highest classifications by at least two standard rating services, and the Illinois Funds. Pension funds may also invest in certain non-U.S. obligations of the State of Illinois and its political subdivisions, Illinois insurance company general and separate accounts, and certain equities, subject to limitations.

Illinois Funds is an investment pool managed by the State of Illinois, Office of the Treasurer, which allows governments within the State to pool their funds for investment purposes. Illinois Funds is not registered with the SEC as an investment company, but does operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. Investments in Illinois Funds are valued at Illinois Fund's share price, which is the price the investment could be sold for.

A. Village credit risk, custodial credit risk, and concentration risk

Deposits. At year-end, the carrying amount of Village's deposits totaled \$16,858,623 and the bank balances totaled \$16,600,619.

Investments. At year-end, the carrying amount and fair value of the Village's investments totaled \$3,752,856. The investments consisted of \$185,839 in money market funds and \$3,567,017 in Illinois Funds. Such investments are not subject to categorization. The investments in Illinois Funds has an average maturity of less than one year.

Village of Sugar Grove, Illinois

Notes to the Financial Statements

Note 3. Deposits and investments (continued)

A. Village credit risk, custodial credit risk, and concentration risk (continued)

Reconciliation. Total Village deposits and investments at year-end are as follows:

Carrying amount of deposits	\$ 16,858,623
Carrying amount of investments	3,752,856
Total pooled deposits and investments	<u>\$ 20,611,479</u>
Cash and cash equivalents - governmental and business-type activities	\$ 16,967,116
Investments - governmental and business-type activities	3,430,811
Cash and cash equivalents - agency funds	100,491
Investments - agency funds	113,061
Total pooled deposits and investments	<u>\$ 20,611,479</u>

Interest rate risk. Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The Village limits its exposure to interest rate risk by structuring the portfolio to provide liquidity while at the same time matching maturities to projected fund liabilities.

Credit risk. Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The Village helps limit its exposure to credit risk by investing only in certificates of deposit (collateralized above the necessary limits) and the Illinois Funds investment pool. The Village's investment policy limits authorized investments in the following:

- Bonds, notes, certificates of indebtedness, treasury bills, or other securities which are guaranteed by the full faith and credit of the United States of America.
- Interest bearing savings accounts, interest bearing certificates of deposit or interest bearing time deposits, or any investment constituting direct obligations of any institution as authorized by the Village Board.
- Illinois Funds Investment Pool

The Village's investment policy also prescribes to the "prudent person" rule, which states, "Investments shall be made with judgment and care, under circumstances then prevailing, which persons of prudence, discretion and intelligence exercise in the management of their own affairs, not for speculation, but for investment, considering the probable safety of their capital as well as possible income to be derived. At April 30, 2007, the Village's investments in the Illinois Funds are triple A rated by Standard & Poor's.

Custodial credit risk – deposits. In the case of deposits, this is the risk that in the event of a bank failure, the Village's deposits may not be returned to it. At April 30, 2007, the entire amount of the bank balance of the deposits was covered by federal depository or equivalent insurance. The Village's investment policy further limits the custodial credit risk for deposits as follows: The Village requires that each of its depositories pledge collateral, or an equivalent thereof, for all deposits in excess of \$100,000. This collateral is to be held by the Village or a third party in the Village's name and may not be released or modified without Village approval. The value of the collateral shall be determined by the Village or by the third party custodian. The necessary amount (at least 102% of excess FDIC insured deposits) of collateral is determined under the Village's custodial agreement with its depository institution.

Village of Sugar Grove, Illinois

Notes to the Financial Statements

Note 3. Deposits and investments (continued)

A. Village credit risk, custodial credit risk, and concentration risk (continued)

Custodial credit risk – investments. For an investment, this is the risk that, in the event of the failure of the counterparty, the Village will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. At April 30, 2007, the Village has invested only in certificates of deposit (collateralized above the necessary limits) and the Illinois Funds investment pool.

Concentration of credit risk. This is the risk of loss attributed to the magnitude of the Village's investment in a single issuer. The Village does not have a formal written policy with regards to the concentration of credit risk for investments. At April 30, 2007, the Village has no investment in any single issuer over 5% of total cash and cash equivalents and investments.

B. Police pension credit risk, custodial credit risk, and concentration risk

Deposits. At year-end, the carrying amount of the Police Pension Fund's deposits totaled \$626,936 and the bank balances totaled \$626,936.

Investments. At year-end, the carrying amount and fair value of the Police Pension Fund's investments totaled \$85,799. The investments consisted of \$85,799 in Illinois Funds. Such investments are not subject to categorization.

Interest rate risk. The Fund's investment policy limits exposure to interest rate risk by structuring the portfolio to provide liquidity while at the same time matching investment maturities to projected fund liabilities. The investment policy does not limit the maximum maturity length of investments.

Credit risk. The Fund helps limit its exposure to credit risk by investing only in certificates of deposit (collateralized above the necessary limits) and the Illinois Funds investment pool. At April 30, 2007, the Fund's investments in the Illinois Funds are triple A rated by Standard & Poor's.

The Fund's investment policy also prescribes to the "prudent person" rule, which states, "Investments shall be made with judgment and care, under circumstances then prevailing, which persons of prudence, discretion and intelligence exercise in the management of their own affairs, not for speculation, but for investment, considering the probable safety of their capital as well as possible income to be derived

Custodial credit risk – deposits. The Fund's investment policy does not limit custodial credit risk for deposits. At April 30, 2007, the entire amount of the bank balance of the deposits was covered by federal depository or equivalent insurance.

Custodial credit risk – investments. The Fund's investment policy does not limit custodial credit risk for investments. At April 30, 2007, the Village has invested only in certificates of deposit (collateralized above the necessary limits) and the Illinois Funds investment pool.

Concentration of credit risk. The Fund does not have a formal written policy with regards to the concentration of credit risk for investments. At April 30, 2007, the Village has no investment in any single issuer over 5% of total cash and cash equivalents and investments.

Village of Sugar Grove, Illinois

Notes to the Financial Statements

Note 4. Capital assets

A. Governmental activities

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

	Balance May 1	Additions	Deletions	Balance April 30
Governmental activities:				
Capital assets not being depreciated:				
Land	\$ 4,747,077	\$ 3,209,386	\$ -	\$ 7,956,463
Construction in progress	3,600	1,010,153	-	1,013,753
Total capital assets not being depreciated	<u>4,750,677</u>	<u>4,219,539</u>	<u>-</u>	<u>8,970,216</u>
Capital assets being depreciated:				
Infrastructure	3,382,495	3,173,104	-	6,555,599
Buildings	2,217,441	-	-	2,217,441
Improvements other than buildings	134,399	-	-	134,399
Vehicles and equipment	1,085,774	387,031	119,989	1,352,816
	<u>6,820,109</u>	<u>3,560,135</u>	<u>119,989</u>	<u>10,260,255</u>
Less accumulated depreciation for:				
Infrastructure	74,094	202,859	-	276,953
Buildings	314,514	49,277	-	363,791
Improvements other than buildings	31,786	6,720	-	38,506
Vehicles and equipment	481,029	203,105	118,193	565,941
	<u>901,423</u>	<u>461,961</u>	<u>118,193</u>	<u>1,245,191</u>
Total capital assets being depreciated, net	<u>5,918,686</u>	<u>3,098,174</u>	<u>1,796</u>	<u>9,015,064</u>
Governmental activities capital assets, net	<u>\$ 10,669,363</u>	<u>\$ 7,317,713</u>	<u>\$ 1,796</u>	<u>\$ 17,985,280</u>

Village of Sugar Grove, Illinois

Notes to the Financial Statements

Note 4. Capital assets (continued)

B. Business-type activities

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

	Balance May 1	Additions	Deletions	Balance April 30
Business-type activities:				
Capital assets not being depreciated:				
Land	\$ 231,723	\$ -	\$ -	\$ 231,723
Construction in progress	790,213	82,490	641,267	231,436
Total capital assets not being depreciated	1,021,936	82,490	641,267	463,159
Capital assets being depreciated:				
Infrastructure	18,076,853	3,305,759	-	21,382,612
Buildings	1,510,211	-	-	1,510,211
Improvements other than buildings	260,300	136,651	-	396,951
Vehicles and equipment	526,277	386,265	-	912,542
	20,373,641	3,828,675	-	24,202,316
Less accumulated depreciation for:				
Infrastructure	3,374,588	427,977	-	3,802,565
Buildings	106,274	33,560	-	139,834
Improvements other than buildings	75,921	13,774	-	89,695
Vehicles and equipment	180,211	94,969	-	275,180
	3,736,994	570,280	-	4,307,274
Total capital assets being depreciated, net	16,636,647	3,258,395	-	19,895,042
Business-type activities capital assets, net	\$ 17,658,583	\$ 3,340,885	\$ 641,267	\$ 20,358,201

Village of Sugar Grove, Illinois

Notes to the Financial Statements

Note 4. Capital assets (continued)

C. Depreciation charged to functions/activities

Depreciation was charged to functions/activities as follows:

	Governmental Activities	Business-Type Activities
General government	\$ 30,619	\$ -
Public safety	90,528	-
Highways and streets	340,814	-
Water and sewer	-	570,280
	<u>\$ 461,961</u>	<u>\$ 570,280</u>

Note 5. Risk management

The Village is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; natural disasters; and injuries to employees. These risks are provided for through participation in the Intergovernmental Risk Management Agency and private insurance coverage. The Village has purchase insurance from private insurance companies for its medical, dental and life insurance coverages. The Village has not had significant reductions in insurance coverage during the year nor did settlements exceed insurance coverage in any of the last three years.

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

The Intergovernmental Risk Management Agency was formed on January 1, 1979, with fourteen charter municipal members. As of April 30, 2007, IRMA had eighty-nine members. Each member appoints one delegate, along with an alternate delegate, to represent the member on the Board of Directors. The Village does not exercise any control over the activities of the agency beyond its representation on the Board of Directors.

The IRMA bylaws provide that all contributions to fund IRMA's operations are based on the individual member's revenue base, which serves as a measure of exposure. The revenue base is computed from the members' most current annual audited financial reports. Revenue base is defined as all total income with some specific exclusions and deductions. This amount is then multiplied by an experience modification factor based on past member loss experience. Members have a contractual obligation to fund any deficit of IRMA attributable to a membership year during which they were a member. Supplemental contributions may be required to fund these deficits.

Village of Sugar Grove, Illinois

Notes to the Financial Statements

Note 6. Long-term obligations

A. General obligation bonds

The Village has issued general obligation alternate revenue source bonds to provide for the acquisition and construction of major capital facilities. General obligation bonds have been issued for both governmental and business-type activities. The alternate revenue source bonds pledge income derived from income, property and utility taxes and net water and sewer revenues. In addition, these bonds further pledge the full faith and credit of the Village should the alternate revenue source be insufficient. General obligation bonds currently outstanding are as follows:

Description	Fund Debt Retired By	Balances May 1	Additions	Retirements	Balances April 30
Governmental activities:					
\$ 925,000 General Obligation					
Alternate Revenue Source					
Bonds dated Sept. 15, 1991					
due in annual installments					
of \$25,000 to \$90,000 plus					
interest of 7.0% to 9.0%					
through Jan. 1, 2011					
	Debt Service	\$ 385,000	\$ -	\$ 65,000	\$ 320,000
\$ 3,900,000 General Obligation					
Alternate Revenue Source					
Bonds dated Sept. 1, 2001					
due in annual installments					
of \$60,000 to \$320,000 plus					
interest of 3.75% to 4.90%					
through Jan. 1, 2021					
	Debt Service	3,425,000	-	155,000	3,270,000
\$ 8,500,000 General Obligation					
Alternate Revenue Source					
Bonds dated June 28, 2006					
due in annual installments					
of \$215,000 to \$650,000 plus					
interest of 4.000% to 4.125%					
through Dec. 15, 2025					
	Debt Service	-	8,500,000	-	8,500,000
Total general obligation bonds - governmental activities		3,810,000	8,500,000	220,000	12,090,000

Village of Sugar Grove, Illinois

Notes to the Financial Statements

Note 6. Long-term obligations (continued)

A. General obligation bonds (continued)

Description	Fund Debt Retired By	Balances May 1	Additions	Retirements	Balances April 30
Business-type activities:					
\$ 2,875,000 General Obligation Alternate Revenue Source Bonds dated Sept. 24, 1998 due in annual installments of \$20,000 to \$320,000 plus interest of 4.15% to 4.80% through May 1, 2021	Waterworks and Sewerage	\$ 2,680,000	\$ -	\$ 2,680,000	\$ -
\$ 1,415,000 General Obligation Alternate Revenue Refunding Bonds dated May 29, 2002 due in annual installments of \$125,000 to \$165,000 plus interest of 3.00% to 4.00% through May 1, 2012	Waterworks and Sewerage	1,025,000	-	135,000	890,000
\$ 2,640,000 General Obligation Alternate Revenue Refunding Bonds dated May 17, 2006 due in annual installments of \$30,000 to \$325,000 plus interest of 4.00% to 4.50% through May 1, 2012	Waterworks and Sewerage	-	2,640,000	-	2,640,000
Total general obligation bonds - business-type activities		3,705,000	2,640,000	2,815,000	3,530,000
Total general obligation bonds		\$ 7,515,000	\$ 11,140,000	\$ 3,035,000	\$ 15,620,000

Village of Sugar Grove, Illinois

Notes to the Financial Statements

Note 6. Long-term obligations (continued)

B. Illinois Environmental Protection Agency (IEPA) loans

The Village has entered into three loan agreements with the IEPA to provide low interest financing for waterworks and sewerage improvements. IEPA loans have been issued for business-type activities only. The IEPA loans pledge net water and sewer revenues. IEPA loans currently outstanding are as follows:

Description	Fund Debt Retired By	Balances May 1	Additions	Retirements	Balances April 30
Business-type activities:					
\$ 3,697,283 IEPA Loan Payble dated Sept. 29, 1998 due in semi-annual installments of \$119,812 with interest of 2.625% through September 28, 2019	Waterworks and Sewerage	\$ 2,709,073	\$ -	\$ 169,618	\$ 2,539,455
\$ 1,565,676 IEPA Loan Payble dated May 21, 2002 due in semi-annual installments of \$52,237 with interest of 2.675% through October 8, 2023	Waterworks and Sewerage	1,452,411	-	66,061	1,386,350
\$ 1,272,108 IEPA Loan Payble dated March 28, 2003 due in semi-annual installments of \$41,755 with interest of 2.570% through June 18, 2024	Waterworks and Sewerage	1,223,442	-	52,403	1,171,039
Total IEPA loans		\$ 5,384,926	\$ -	\$ 288,082	\$ 5,096,844

Village of Sugar Grove, Illinois

Notes to the Financial Statements

Note 6. Long-term obligations (continued)

C. Changes in long-term liabilities

	Balances			Balances	Due Within
	May 1	Additions	Reductions	April 30	One Year
Governmental activities:					
Bonds payable:					
General obligation alternate revenue bonds	\$ 3,810,000	\$ 8,500,000	\$ 220,000	\$ 12,090,000	\$ 450,000
Plus deferred amounts:					
For issuance premiums	-	45,916	-	45,916	-
Compensated absences	75,303	90,151	85,886	79,568	79,568
Total governmental activities long-term liabilities	\$ 3,885,303	\$ 8,636,067	\$ 305,886	\$ 12,215,484	\$ 529,568
Business-type activities:					
Bonds payable:					
General obligation alternate revenue bonds	\$ 3,705,000	\$ 2,640,000	\$ 2,815,000	\$ 3,530,000	\$ 175,000
Plus deferred amounts:					
For issuance premiums	998	76,578	3,967	73,609	-
Less deferred amounts:					
For issuance discounts	(1,191)	-	(1,191)	-	-
On refunding	(293,914)	(272,811)	(249,420)	(317,305)	-
Total bonds payable	3,410,893	2,443,767	2,568,356	3,286,304	175,000
Loans payable	5,384,926	-	288,082	5,096,844	295,697
Compensated absences	19,029	21,828	19,693	21,164	20,943
Total business-type activities long-term liabilities	\$ 8,814,848	\$ 2,465,595	\$ 2,876,131	\$ 8,404,312	\$ 491,640

Village of Sugar Grove, Illinois

Notes to the Financial Statements

Note 6. Long-term obligations (continued)

D. Debt service requirements to maturity

As of April 30, 2007, debt service requirements to maturity on the outstanding general obligation bonds, including interest are as follows:

Fiscal Year Ending April 30	Governmental Activities			Business-Type Activities		
	Principal	Interest	Total	Principal	Interest	Total
2008	\$ 450,000	\$ 689,518	\$ 1,139,518	\$ 175,000	\$ 149,188	\$ 324,188
2009	655,000	496,774	1,151,774	180,000	142,638	322,638
2010	690,000	468,042	1,158,042	180,000	135,625	315,625
2011	720,000	437,372	1,157,372	190,000	128,225	318,225
2012	555,000	404,822	959,822	200,000	120,425	320,425
2013 - 2017	3,065,000	1,662,874	4,727,874	1,315,000	539,163	1,854,163
2018 - 2022	3,580,000	933,809	4,513,809	1,290,000	219,295	1,509,295
2023 - 2027	2,375,000	250,474	2,625,474	-	-	-
	<u>\$ 12,090,000</u>	<u>\$ 5,343,685</u>	<u>\$ 17,433,685</u>	<u>\$ 3,530,000</u>	<u>\$ 1,434,559</u>	<u>\$ 4,964,559</u>

As of April 30, 2007, debt service requirements to maturity on the outstanding IEPA loans, including interest are as follows:

Fiscal Year Ending April 30	Business-Type Activities		
	Principal	Interest	Total
2008	\$ 295,697	\$ 131,914	\$ 427,611
2009	303,515	124,095	427,610
2010	311,540	116,070	427,610
2011	319,775	107,835	427,610
2012	328,230	99,381	427,611
2013 - 2017	1,775,996	362,058	2,138,054
2018 - 2022	1,408,515	130,474	1,538,989
2023 - 2027	353,576	11,914	365,490
	<u>\$ 5,096,844</u>	<u>\$ 1,083,741</u>	<u>\$ 6,180,585</u>

Village of Sugar Grove, Illinois

Notes to the Financial Statements

Note 7. Interfund receivables, payables and transfers

The composition of interfund balances as of April 30, 2007 is as follows:

Receivable Fund	Payable Fund	Amount
General	General Capital Projects	\$ 540
General	Waterworks and Sewerage	18,462
General Capital Projects	Infrastructure Capital Projects	841
Infrastructure Capital Projects	General	247,533
Refuse	Waterworks and Sewerage	1,965
		<u>\$ 269,341</u>

The outstanding balance between funds result mainly from the time lag between the dates that: 1) interfund goods and services are provided or reimbursable expenditures occur, 2) transactions are recorded in the accounting system, and 3) payments between funds are made.

Individual interfund transfers for the Village at April 30, 2007 are shown as follows:

Transfers in	Transfers out	Amount	Reason
General	General Capital Projects	\$ 108,017	Special census costs
	Refuse	20,000	Overhead reimbursement
General Capital Projects	General	405,583	Equipment replacement
	Infrastructure Capital Projects	2,143	Move impact fees
Infrastructure Capital Projects	General	247,533	Street project costs
	Waterworks and Sewerage	61,467	Storm sewer costs
Debt Service	General Capital Projects	434,383	G.O. bonds debt service
	Waterworks and Sewerage	309,416	G.O. bonds debt service
Waterworks and Sewerage	General Capital Projects	215,678	New Waterworks and
			Sewerage Equipment
		<u>\$ 1,804,220</u>	

Note 8. Contingent liabilities

A. Litigation

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

Village of Sugar Grove, Illinois

Notes to the Financial Statements

B. Fox Metro Water Reclamation District

The Village entered into an intergovernmental agreement with Fox Metro Water Reclamation District (Fox Metro) on June 16, 1998. Section VI, paragraphs 3 and 4 of the agreement covers the purchase of approximately 100 acres of land by the Village. The Village would convey this land to Fox Metro for the location of a new wastewater treatment facility after receiving reimbursement for half the cost of the land. Fox Metro has since decided to expand their current facility and not build a new wastewater treatment plant. Therefore, Fox Metro expects some remedy of fair compensation. The Village has not estimated its liability under the intergovernmental agreement as of April 30, 2007.

Note 9. Employee retirement systems and plans

The Village contributes to two defined benefit pension plans, the Illinois Municipal Retirement Fund (IMRF), an agent-multiple-employer public employee retirement system; and the Police Pension Plan, a single-employer public employee retirement plan. The benefits, benefit levels, employee contributions and employer contributions for both plans are governed by Illinois Compiled Statutes and can only be amended by the Illinois General Assembly. Neither of the pension plans issue separate reports on the pension plans. However, IMRF does issue a publicly available report that includes financial statements and supplementary information for the plan as a whole, but not for individual employers. That report may be obtained by writing to the Illinois Municipal Retirement Fund, 2211 York Road, Suite 500, Oak Brook, Illinois 60523.

A. Plan descriptions

Illinois Municipal Retirement Fund

All employees (other than those covered by the Police Pension Plan) hired in positions that meet or exceed the prescribed annual hourly standard must be enrolled in IMRF as participating members. Pension benefits vest after eight years of service. Participating members who retire at or after age 60 with eight years of credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1 2/3% of their final rate of earnings, for each year of credited service up to 15 years, and 2.00% for each year thereafter. IMRF also provides death and disability benefits. These benefit provisions and all other requirements are established by state statute.

Police Pension Plan

Police sworn personnel are covered by the Police Pension Plan. Although this is a single-employer pension plan, the defined benefits and employee and employer contribution levels are governed by Illinois Compiled Statutes and can only be amended by the Illinois General Assembly. The Village accounts for the plan as a pension trust fund. At April 30, 2007, the Police Pension Plan membership consisted of:

Retirees, disabled participants and beneficiaries of deceased retirees currently receiving benefits	1
Terminated plan members entitled to but not yet receiving benefits	-
Current employees:	
Vested	4
Nonvested	10
	<hr/>
Total	15

Village of Sugar Grove, Illinois

Notes to the Financial Statements

Note 9. Employee retirement systems and plans (continued)

A. Plan descriptions (continued)

Police Pension Plan (continued)

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

B. Summary of significant accounting policies – basis of accounting and valuation of investments

The financial statements are prepared using the accrual basis of accounting. Plan member contributions are recognized in the period in which the contributions are due. Employer contributions are recognized when due and the employer has made a formal commitment to provide the contributions. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan. All plan investments are reported at fair value. Securities traded on a national exchange are valued at the last reported sales price on the Village's balance sheet date. Securities without an established market are reported at estimated fair value.

C. Funding policy

Illinois Municipal Retirement Fund

Participating members are required to contribute 4.50% of their annual salary to IMRF. The Village is required to contribute the remaining amounts necessary to fund the IMRF as specified by statute. The employer contribution rate for the year ended December 31, 2006 was 7.73% of covered payroll.

Police Pension Plan

Employees are required to contribute 9.91% of their base salary to the Police Pension Plan. Contributions are recorded when due in accordance with statutory requirements. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without accumulated interest. Benefits and refunds are recognized when due and payable in accordance with terms of the plan. The costs of administering the plan are financed through investment earnings. The Village is required to contribute the remaining amounts necessary to finance the plan as actuarially determined by an enrolled actuary, including the costs of administering the plan. Actuarial valuations are performed annually. By the year 2033, the Village's contributions must accumulate to the point where the past service cost for the Police Pension Plan is fully funded. For the year ended April 30, 2007, the Village's contribution was 21.6% of covered payroll.

Village of Sugar Grove, Illinois

Notes to the Financial Statements

Note 9. Employee retirement systems and plans (continued)

D. Reserves and concentration of investments

There are no assets legally reserved for purposes other than the payment of plan member benefits. There are no long-term contracts for contributions. There are no investments in any one organization that represent 5.00% or more of plan net assets for the Police Pension Plan.

E. Annual pension cost and net pension obligation (asset)

For calendar year 2006, the Village's annual pension cost for the Illinois Municipal Retirement Fund of \$92,059 was equal to the Village's required and actual contributions

For fiscal year 2007, the Village's annual pension cost for the Police Pension Plan was \$157,750. The Village's actual contribution was \$157,750.

The net pension obligation (asset) at April 30, 2007, was \$0. It was comprised of the following:

Net pension obligation (asset):	
Annual required contribution	\$ 157,750
Interest on net pension obligation	-
Adjustment to annual required contribution	-
	<hr/>
Annual pension cost	157,750
Contributions made	157,750
	<hr/>
Increase (decrease) in net pension obligation (asset)	-
	<hr/>
Net pension obligation (asset) at beginning of year	-
	<hr/>
Net pension obligation (asset) at end of year	<u><u>\$ -</u></u>

Village of Sugar Grove, Illinois

Notes to the Financial Statements

Note 10. Employee Retirement Systems and Plans (Continued)

F. Actuarial assumptions

The following actuarial assumptions were used in determining the pension contributions:

	Illinois Municipal Retirement	Police Pension
Actuarial valuation date	December 31, 2006	April 30, 2007
Actuarial cost method	Entry-age normal	Entry-age normal
Asset valuation method	5 year smoothed market	Market
Amortization method	Level percentage of payroll	Level percentage of payroll
Amortization period	26 years, closed	38 years, closed
Significant actuarial assumptions		
a) Rate of return on present and future assets	7.50% compounded annually	7.00%
b) Projected salary increase - attributable to inflation	4.00% compounded annually	5.00%
c) Projected salary increase Attributable to seniority/ merit	0.40 to 11.60%	
d) Post-retirement increases	3.00%	3.00%

G. Trend Information

	For Calendar Year	Illinois Municipal Retirement	For Fiscal Year	Police Pension
Annual Pension Cost	2006	\$ 92,059	2007	\$ 157,750
	2005	103,777	2006	133,439
	2004	103,952	2005	107,125
Percent Contributed	2006	100.00 %	2007	100.00 %
	2005	100.00	2006	100.00
	2004	100.00	2005	100.00
Net Pension Obligation	2006	\$ -	2007	\$ -
	2005	-	2006	-
	2004	-	2005	-

Village of Sugar Grove, Illinois

Notes to the Financial Statements

Note 12. New Governmental Accounting Standards

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

Statement No. 43 – “Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans.” This Statement establishes uniform financial reporting standards for other postemployment benefit (OPEB) plans and supersedes existing guidance. The Village is required to implement this Statement for the year ending April 30, 2009.

Statement No. 45 – “Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions.” This Statement establishes standards for the measurement, recognition, and display of OPEB expense/expenditures and related liabilities (assets), note disclosures, and if applicable, required supplementary information. The Village is required to implement this Statement for the year ending April 30, 2010.

Statement No. 48 – “Sales and Pledges of Receivables and Future Revenues and Intra-Entity Transfers of Assets and Future Revenues.” This Statement establishes standards for accounting for sales and pledges of receivables and future revenues. The Village is required to implement this Statement for the year ending April 30, 2008.

Statement No. 49 – “Accounting and Financial Reporting for Pollution Remediation Obligations.” This Statement provides guidance to governments regarding how and when to measure and report the costs and obligations associated with pollution cleanup efforts. The Village is required to implement this Statement for the year ending April 30, 2009.

Statement No. 50 – “Pension Disclosures.” This Statement aligns current pension disclosure requirements for governments with those that governments are beginning to implement for retiree health insurance and other post-employment benefits. The Village is required to implement this Statement for the year ending April 30, 2009.

Statement No. 51 – “Accounting and Financial Reporting for Intangible Assets.” This Statement provides needed guidance regarding how to identify, account for, and report intangible assets. The Village is required to implement this Statement for the year ending April 30, 2011.

Management has not currently determined what impact, if any, these Statements may have on its financial statements.

REQUIRED SUPPLEMENTARY INFORMATION (UNAUDITED)

Village of Sugar Grove, Illinois

Schedule of Revenues, Expenditures, and Changes in
Fund Balance - Budget and Actual - General Fund
Year Ended April 30, 2007

	Original Budget	Final Budget	Actual	Variance Over (Under)
Revenues				
Property taxes	\$ 1,044,568	\$ 1,044,568	\$ 1,030,390	\$ (14,178)
Other taxes	2,095,992	2,095,992	1,972,964	(123,028)
Charges for services	1,880,302	1,880,302	742,396	(1,137,906)
Intergovernmental, grants and contributions	67,300	67,300	68,111	811
Licenses and permits	922,243	922,243	422,503	(499,740)
Fines, fees and forfeitures	203,493	203,493	191,144	(12,349)
Interest	72,020	72,020	131,471	59,451
Miscellaneous	75,650	75,650	167,612	91,962
Total revenues	6,361,568	6,361,568	4,726,591	(1,634,977)
Expenditures				
Current				
General government	3,798,904	3,798,904	2,200,397	1,598,507
Public safety	1,683,334	1,683,334	1,566,444	116,890
Highways and streets	600,113	600,113	555,433	44,680
Total expenditures	6,082,351	6,082,351	4,322,274	1,760,077
Excess of revenues over expenditures	279,217	279,217	404,317	125,100
Other financing sources (uses)				
Transfers in	128,017	128,017	128,017	-
Transfers out	(405,583)	(405,583)	(653,116)	(247,533)
Total other financing sources (uses)	(277,566)	(277,566)	(525,099)	(247,533)
Net change in fund balance	\$ 1,651	\$ 1,651	(120,782)	\$ (122,433)
Fund balance - beginning			1,962,403	
Fund balance - ending			\$ 1,841,621	

See Notes to Required Supplementary Information.

Village of Sugar Grove, Illinois

Required Supplementary Information
Analysis of Funding Progress

April 30, 2007

Illinois Municipal Retirement Fund

Actuarial Valuation Date	(1) Actuarial Value of Assets	(2) Actuarial Accrued Liability (AAL) Entry Age	(2)-(1) (Overfunded) Unfunded AAL (UAAL)	(1)/(2) Funded Ratio	(3) Covered Payroll	(Overfunded) Underfunded AAL as a Percentage of Annual Covered Payroll ((2-1)/3)
12/31/2006	\$ 1,960,206	\$ 1,697,824	\$ (262,382)	115.45 %	\$ 1,190,933	(22.03) %
12/31/2005	1,696,701	1,436,720	(259,981)	118.10	1,066,570	(24.38)
12/31/2004	1,452,955	1,160,642	(292,313)	125.19	866,009	(33.75)
12/31/2003	1,444,789	1,596,314	151,525	90.51	1,259,767	12.03
12/31/2002	1,221,046	1,354,960	133,914	90.12	1,171,693	11.43
12/31/2001	1,200,764	1,263,282	62,518	95.05	1,028,169	6.08

Police Pension Fund

Actuarial Valuation Date	(1) Actuarial Value of Assets	(2) Actuarial Accrued Liability (AAL) Entry Age	(2)-(1) Unfunded AAL (UAAL)	(1)/(2) Funded Ratio	(3) Covered Payroll	UAAL as a Percentage of Covered Payroll ((2-1)/3)
4/30/2007	\$ 717,292	\$ 1,934,090	\$ 1,216,798	37.09 %	\$ 730,101	166.66 %
4/30/2006	455,857	1,358,168	902,311	33.56	673,899	133.89
4/30/2005	247,546	1,063,324	815,778	23.28	550,514	148.18

Information presented for as many years as available.

Village of Sugar Grove, Illinois

Required Supplementary Information
Employer Contributions

April 30, 2007

Illinois Municipal Retirement Fund

Actuarial Valuation Date	Annual Required Contribution	Percentage Contributed	Net Pension Obligation
12/31/2006	\$ 92,059	100 %	\$ -
12/31/2005	103,777	100	-
12/31/2004	103,952	100	-
12/31/2003	117,284	100	-
12/31/2002	107,796	100	-
12/31/2001	94,489	100	-

Police Pension Fund

Fiscal Year End Date	Annual Required Contribution	Percentage Contributed	Net Pension Obligation
4/30/2007	\$ 157,750	100 %	\$ -
4/30/2006	133,439	100	-
4/30/2005	107,175	100	-

Information presented for as many years as available.

Village of Sugar Grove, Illinois

Note to Required Supplementary Information

Note 1. Budgetary basis of accounting

The General Fund budget is adopted on a basis consistent with generally accepted accounting principles.

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

GOVERNMENTAL FUNDS

MAJOR GOVERNMENTAL FUNDS

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 highways and streets.

General Capital Projects Fund – This fund accounts for the acquisition, construction and improvement of governmental capital assets other than infrastructure. Activities are financed from developer contributions and transfers from other funds.

Village of Sugar Grove, Illinois

General Fund

Schedule of Revenues - Budget and Actual
Year Ended April 30, 2007

	Original Budget	Final Budget	Actual	Variance Over (Under)
Property taxes				
Corporate	\$ 412,669	\$ 412,669	\$ 411,677	\$ (992)
Audit	12,713	12,713	12,682	(31)
Insurance	110,513	110,513	110,248	(265)
IMRF	115,870	115,870	115,591	(279)
Social security	118,071	118,071	117,787	(284)
Street lighting	16,776	16,776	16,736	(40)
Police protection	82,521	82,521	82,323	(198)
Police pension	121,636	121,636	121,344	(292)
Road and bridge	53,799	53,799	42,002	(11,797)
Total property taxes	<u>1,044,568</u>	<u>1,044,568</u>	<u>1,030,390</u>	<u>(14,178)</u>
Other taxes				
Electric tax	266,410	266,410	247,629	(18,781)
Natural gas tax	212,348	212,348	158,172	(54,176)
Telecommunication tax	400,775	400,775	354,040	(46,735)
State income tax	630,274	630,274	686,381	56,107
Personal property replacement tax	1,651	1,651	2,085	434
State sales tax	602,349	602,349	538,126	(64,223)
State sales tax rebate	(115,698)	(115,698)	(115,618)	80
State use tax	97,883	97,883	102,149	4,266
Total other taxes	<u>2,095,992</u>	<u>2,095,992</u>	<u>1,972,964</u>	<u>(123,028)</u>
Charges for services				
Zoning and filing fees	40,500	40,500	16,400	(24,100)
Review and development fees	1,809,302	1,809,302	701,391	(1,107,911)
Charges for police services	10,500	10,500	10,090	(410)
Other charges for services	20,000	20,000	14,515	(5,485)
Total charges for services	<u>1,880,302</u>	<u>1,880,302</u>	<u>742,396</u>	<u>(1,137,906)</u>
Intergovernmental, grants and contributions				
Grants - operating, public safety	-	-	4,670	4,670
Grants - operating, general government	67,300	67,300	63,441	(3,859)
Total intergovernmental, grants and contributions	<u>67,300</u>	<u>67,300</u>	<u>68,111</u>	<u>811</u>
Licenses and permits				
Liquor licenses	10,900	10,900	11,675	775
Games licenses	1,600	1,600	1,248	(352)
Contractors licenses	58,900	58,900	52,205	(6,695)
Building permits	567,900	567,900	235,631	(332,269)
Certificate of occupancy fees	35,280	35,280	14,265	(21,015)
Plan review fees	60,318	60,318	22,337	(37,981)
Reinspection fees	39,525	39,525	27,120	(12,405)
Transition fees	137,860	137,860	50,092	(87,768)
Other licenses and permits	9,960	9,960	7,930	(2,030)
Total licenses and permits	<u>922,243</u>	<u>922,243</u>	<u>422,503</u>	<u>(499,740)</u>

(Continued)

Village of Sugar Grove, Illinois

General Fund

Schedule of Revenues - Budget and Actual (Continued)
 Year Ended April 30, 2007

	Original Budget	Final Budget	Actual	Variance Over (Under)
Fines, fees and forfeitures				
County court and drug fines	\$ 115,756	\$ 115,756	\$ 114,715	\$ (1,041)
Forfeitures	-	-	200	200
Other fines	39,618	39,618	32,200	(7,418)
Cable franchise fees	46,636	46,636	43,667	(2,969)
Map, plan and code charges	1,483	1,483	362	(1,121)
Total fines, fees and forfeitures	<u>203,493</u>	<u>203,493</u>	<u>191,144</u>	<u>(12,349)</u>
Interest	72,020	72,020	131,471	59,451
Miscellaneous				
Reimbursement	68,900	68,900	163,544	94,644
Rental	2,250	2,250	2,250	-
Donations	4,000	4,000	600	(3,400)
Other	500	500	1,218	718
Total miscellaneous	<u>75,650</u>	<u>75,650</u>	<u>167,612</u>	<u>91,962</u>
Total revenues	<u>\$ 6,361,568</u>	<u>\$ 6,361,568</u>	<u>\$ 4,726,591</u>	<u>\$ (1,634,977)</u>

Village of Sugar Grove, Illinois

General Fund

Schedule of Expenditures - Budget and Actual
Year Ended April 30, 2007

	Original Budget	Final Budget	Actual	Variance Over (Under)
Current				
General government				
Administration				
Personnel				
Regular salaries	\$ 191,796	\$ 191,796	\$ 156,719	\$ 35,077
Health insurance	28,982	28,982	18,217	10,765
Life insurance	325	325	237	88
Unemployment compensation	1,918	1,918	-	1,918
Social security contribution	13,311	13,311	10,397	2,914
IMRF contribution	14,826	14,826	12,262	2,564
Training and memberships	11,216	11,216	6,199	5,017
Uniform allowance	225	225	112	113
Mileage reimbursement	2,770	2,770	1,873	897
	<u>265,369</u>	<u>265,369</u>	<u>206,016</u>	<u>59,353</u>
Contractual services				
Legal services	13,680	13,680	9,787	3,893
Medical services	2,821	2,821	91	2,730
Information system services	1,700	1,700	-	1,700
Other professional services	200,450	200,450	1,163	199,287
Rental	4,621	4,621	3,415	1,206
Repair and maintenance services	2,500	2,500	2,192	308
Telecommunications	8,158	8,158	5,622	2,536
Publishing	100	100	-	100
Printing	500	500	163	337
Receptions and entertainment	567	567	320	247
Recruitment	2,500	2,500	270	2,230
General insurance	78,898	78,898	71,663	7,235
	<u>316,495</u>	<u>316,495</u>	<u>94,686</u>	<u>221,809</u>
Commodities				
General equipment	400	400	315	85
Postage and delivery	361	361	159	202
Specialized supplies	100	100	-	100
Safety supplies	50	50	-	50
Books and publications	1,286	1,286	287	999
Office supplies	2,345	2,345	1,452	893
	<u>4,542</u>	<u>4,542</u>	<u>2,213</u>	<u>2,329</u>
Total administration	<u>586,406</u>	<u>586,406</u>	<u>302,915</u>	<u>283,491</u>
Board and commissions				
Personnel				
Part-time salaries	36,421	36,421	36,356	65
Social security contribution	2,786	2,786	2,664	122

(Continued)

Village of Sugar Grove, Illinois

General Fund

Schedule of Expenditures - Budget and Actual (Continued)
Year Ended April 30, 2007

	Original Budget	Final Budget	Actual	Variance Over (Under)
Current (continued)				
General government (continued)				
Board and commissions (continued)				
Personnel (continued)				
IMRF contribution	\$ 386	\$ 386	\$ 393	\$ (7)
Training and memberships	31,721	31,721	16,775	14,946
Uniform allowance	800	800	815	(15)
Mileage reimbursement	400	400	164	236
	<u>72,514</u>	<u>72,514</u>	<u>57,167</u>	<u>15,347</u>
Contractual services				
Medical services	392	392	218	174
Information system services	47,225	47,225	3,748	43,477
Other professional services	49,695	49,695	4,710	44,985
Repair and maintenance services	-	-	213	(213)
Telecommunications	1,124	1,124	830	294
Publishing	200	200	45	155
Printing	3,065	3,065	1,150	1,915
Receptions and entertainment	5,788	5,788	5,691	97
Public relations	5,490	5,490	5,711	(221)
Employee activities	1,376	1,376	451	925
Plan commission	5,355	5,355	3,788	1,567
Police commission	9,207	9,207	11,475	(2,268)
Contingency	61,000	61,000	-	61,000
	<u>189,917</u>	<u>189,917</u>	<u>38,030</u>	<u>151,887</u>
Commodities				
Postage and delivery	682	682	76	606
Books and publications	155	155	27	128
Office supplies	1,545	1,545	817	728
	<u>2,382</u>	<u>2,382</u>	<u>920</u>	<u>1,462</u>
Total board and commissions	<u>264,813</u>	<u>264,813</u>	<u>96,117</u>	<u>168,696</u>
Building maintenance				
Personnel				
Regular salaries	64,397	64,397	59,124	5,273
Overtime salaries	2,951	2,951	5,099	(2,148)
Part-time salaries	20,704	20,704	13,879	6,825
Seasonal salaries	1,525	1,525	675	850
Health insurance	15,611	15,611	11,076	4,535
Life insurance	204	204	237	(33)
Unemployment compensation	881	881	-	881
Social security contribution	6,853	6,853	5,793	1,060
IMRF contribution	6,924	6,924	6,138	786

(Continued)

Village of Sugar Grove, Illinois

General Fund

Schedule of Expenditures - Budget and Actual (Continued)
Year Ended April 30, 2007

	Original Budget	Final Budget	Actual	Variance Over (Under)
Current (continued)				
General government (continued)				
Building maintenance (continued)				
Personnel (continued)				
Training and memberships	\$ 750	\$ 750	\$ 20	\$ 730
Uniform allowance	600	600	374	226
Mileage reimbursement	25	25	-	25
	<u>121,425</u>	<u>121,425</u>	<u>102,415</u>	<u>19,010</u>
Contractual services				
Legal services	-	-	63	(63)
Medical services	268	268	285	(17)
Other professional services	2,875	2,875	18,434	(15,559)
Rental	250	250	316	(66)
Repair and maintenance services	114,925	114,925	88,700	26,225
Telecommunications	4,730	4,730	2,352	2,378
Utilities	3,150	3,150	1,535	1,615
	<u>126,198</u>	<u>126,198</u>	<u>111,685</u>	<u>14,513</u>
Commodities				
General equipment	2,500	2,500	850	1,650
Fuels and lubricants	3,500	3,500	3,976	(476)
Custodial supplies	3,500	3,500	3,792	(292)
Specialized supplies	2,500	2,500	2,509	(9)
Safety supplies	600	600	638	(38)
Landscaping supplies	1,500	1,500	821	679
Books and publications	400	400	126	274
Building maintenance supplies	2,310	2,310	1,878	432
Office supplies	500	500	495	5
Vehicle maintenance supplies	750	750	-	750
	<u>18,060</u>	<u>18,060</u>	<u>15,085</u>	<u>2,975</u>
Total building maintenance	<u>265,683</u>	<u>265,683</u>	<u>229,185</u>	<u>36,498</u>
Community development				
Personnel				
Regular salaries	357,235	357,235	274,687	82,548
Overtime salaries	2,087	2,087	226	1,861
Part-time salaries	78,078	78,078	74,425	3,653
Health insurance	51,104	51,104	35,612	15,492
Life insurance	961	961	734	227
Unemployment compensation	4,374	4,374	-	4,374
Social security contribution	33,461	33,461	25,588	7,873
IMRF contribution	33,811	33,811	24,842	8,969
Training and memberships	11,398	11,398	9,826	1,572

(Continued)

Village of Sugar Grove, Illinois

General Fund

Schedule of Expenditures - Budget and Actual (Continued)
Year Ended April 30, 2007

	Original Budget	Final Budget	Actual	Variance Over (Under)
Current (continued)				
General government (continued)				
Community development (continued)				
Personnel (continued)				
Uniform allowance	\$ 1,125	\$ 1,125	\$ 509	\$ 616
Mileage reimbursement	630	630	1,188	(558)
	<u>574,264</u>	<u>574,264</u>	<u>447,637</u>	<u>126,627</u>
Contractual services				
Legal services	159,544	159,544	68,668	90,876
Engineering services	1,358,500	1,358,500	520,827	837,673
Medical services	860	860	344	516
Information system services	5,850	5,850	931	4,919
Other professional services	249,515	249,515	203,347	46,168
Rental	-	-	1,381	(1,381)
Repair and maintenance services	773	773	1,109	(336)
Telecommunications	10,450	10,450	9,216	1,234
Publishing	2,500	2,500	827	1,673
Printing	3,000	3,000	2,584	416
Receptions and entertainment	100	100	314	(214)
Recruitment	300	300	438	(138)
Contingency	10,000	10,000	3,182	6,818
	<u>1,801,392</u>	<u>1,801,392</u>	<u>813,168</u>	<u>988,224</u>
Commodities				
General equipment	1,050	1,050	-	1,050
Postage and delivery	900	900	1,273	(373)
Fuels and lubricants	2,575	2,575	3,061	(486)
Specialized supplies	2,758	2,758	1,767	991
Safety supplies	159	159	-	159
Books and publications	2,415	2,415	2,223	192
Office supplies	3,000	3,000	3,713	(713)
	<u>12,857</u>	<u>12,857</u>	<u>12,037</u>	<u>820</u>
Total community development	<u>2,388,513</u>	<u>2,388,513</u>	<u>1,272,842</u>	<u>1,115,671</u>
Finance				
Personnel				
Regular salaries	77,667	77,667	73,912	3,755
Overtime salaries	396	396	111	285
Part-time salaries	11,281	11,281	13,322	(2,041)
Health insurance	12,002	12,002	14,170	(2,168)
Life insurance	207	207	157	50
Unemployment compensation	893	893	56	837
Social security contribution	6,835	6,835	6,436	399

(Continued)

Village of Sugar Grove, Illinois

General Fund

Schedule of Expenditures - Budget and Actual (Continued)
Year Ended April 30, 2007

	Original Budget	Final Budget	Actual	Variance Over (Under)
Current (continued)				
General government (continued)				
Finance (continued)				
Personnel (continued)				
IMRF contribution	\$ 6,906	\$ 6,906	\$ 6,851	\$ 55
Training and memberships	2,848	2,848	2,993	(145)
Uniform allowance	275	275	253	22
Mileage reimbursement	250	250	377	(127)
	<u>119,560</u>	<u>119,560</u>	<u>118,638</u>	<u>922</u>
Contractual services				
Legal services	2,000	2,000	2,265	(265)
Audit services	12,350	12,350	10,500	1,850
Medical services	380	380	227	153
Information system services	5,700	5,700	4,725	975
Other professional services	110,777	110,777	108,033	2,744
Rental	-	-	90	(90)
Repair and maintenance services	-	-	51	(51)
Telecommunications	7,447	7,447	6,430	1,017
Publishing	2,000	2,000	4,438	(2,438)
Printing	840	840	1,238	(398)
Receptions and entertainment	-	-	50	(50)
Recruitment	400	400	703	(303)
	<u>141,894</u>	<u>141,894</u>	<u>138,750</u>	<u>3,144</u>
Commodities				
General equipment	1,400	1,400	947	453
Postage and delivery	1,050	1,050	1,111	(61)
Specialized supplies	358	358	234	124
Books and publications	526	526	451	75
Office supplies	1,795	1,795	1,489	306
Miscellaneous	-	-	1,237	(1,237)
	<u>5,129</u>	<u>5,129</u>	<u>5,469</u>	<u>(340)</u>
Total finance	<u>266,583</u>	<u>266,583</u>	<u>262,857</u>	<u>3,726</u>
Information technology				
Contractual services				
Information system services	26,906	26,906	36,481	(9,575)
Total general government	<u>3,798,904</u>	<u>3,798,904</u>	<u>2,200,397</u>	<u>1,598,507</u>

(Continued)

Village of Sugar Grove, Illinois

General Fund

Schedule of Expenditures - Budget and Actual (Continued)
Year Ended April 30, 2007

	Original Budget	Final Budget	Actual	Variance Over (Under)
Current (continued)				
Public safety				
Police				
Personnel				
Regular salaries	\$ 918,710	\$ 918,710	\$ 852,289	\$ 66,421
Overtime salaries	40,522	40,522	56,552	(16,030)
Part-time salaries	43,183	43,183	40,535	2,648
Seasonal salaries	-	-	160	(160)
Police pension contribution	157,703	157,703	157,750	(47)
Health insurance	105,432	105,432	109,591	(4,159)
Life insurance	2,365	2,365	2,146	219
Unemployment compensation	10,024	10,024	-	10,024
Social security contribution	76,685	76,685	72,618	4,067
IMRF contribution	3,965	3,965	3,212	753
Training and memberships	17,760	17,760	6,905	10,855
Uniform allowance	15,620	15,620	14,237	1,383
Mileage reimbursement	3,200	3,200	227	2,973
	<u>1,395,169</u>	<u>1,395,169</u>	<u>1,316,222</u>	<u>78,947</u>
Contractual services				
Legal services	50,875	50,875	43,401	7,474
Engineering services	-	-	6,000	(6,000)
Medical services	2,998	2,998	2,282	716
Information system services	3,070	3,070	3,687	(617)
Other professional services	6,100	6,100	12,690	(6,590)
Rental	2,820	2,820	2,106	714
Repair and maintenance services	41,429	41,429	28,703	12,726
Telecommunications	60,240	60,240	58,943	1,297
Publishing	75	75	-	75
Printing	5,552	5,552	4,750	802
Receptions and entertainment	150	150	5	145
	<u>173,309</u>	<u>173,309</u>	<u>162,567</u>	<u>10,742</u>
Commodities				
General equipment	56,850	56,850	28,574	28,276
Postage and delivery	1,200	1,200	729	471
Fuels and lubricants	40,000	40,000	44,507	(4,507)
Specialized supplies	5,700	5,700	4,554	1,146
Safety supplies	220	220	-	220
Books and publications	700	700	288	412
Office supplies	4,629	4,629	5,971	(1,342)
Vehicle maintenance supplies	5,557	5,557	3,032	2,525
	<u>114,856</u>	<u>114,856</u>	<u>87,655</u>	<u>27,201</u>
Total public safety	<u>1,683,334</u>	<u>1,683,334</u>	<u>1,566,444</u>	<u>116,890</u>

(Continued)

Village of Sugar Grove, Illinois

General Fund

Schedule of Expenditures - Budget and Actual (Continued)
Year Ended April 30, 2007

	Original Budget	Final Budget	Actual	Variance Over (Under)
Current (continued)				
Highways and streets				
Public works				
Personnel				
Regular salaries	215,386	215,386	169,274	46,112
Overtime salaries	7,575	7,575	11,972	(4,397)
Part-time salaries	9,316	9,316	9,397	(81)
Seasonal salaries	3,558	3,558	2,701	857
Health insurance	47,114	47,114	28,782	18,332
Life insurance	619	619	508	111
Unemployment compensation	2,323	2,323	-	2,323
Social security contribution	18,041	18,041	14,426	3,615
IMRF contribution	18,230	18,230	14,986	3,244
Training and memberships	3,200	3,200	2,212	988
Uniform allowance	1,250	1,250	1,041	209
Mileage reimbursement	25	25	-	25
	<u>326,637</u>	<u>326,637</u>	<u>255,299</u>	<u>71,338</u>
Contractual services				
Legal services	1,000	1,000	487	513
Engineering services	5,300	5,300	1,663	3,637
Medical services	1,324	1,324	730	594
Information system services	2,450	2,450	-	2,450
Other professional services	2,100	2,100	2,100	-
Rental	4,000	4,000	2,965	1,035
Repair and maintenance services	59,800	59,800	16,648	43,152
Telecommunications	7,122	7,122	6,175	947
Publishing	200	200	423	(223)
Printing	1,750	1,750	214	1,536
Receptions and entertainment	250	250	399	(149)
Recruitment	300	300	516	(216)
Utilities	29,000	29,000	39,781	(10,781)
Employee activities	850	850	624	226
	<u>115,446</u>	<u>115,446</u>	<u>72,725</u>	<u>42,721</u>
Commodities				
General equipment	20,000	20,000	13,855	6,145
Postage and delivery	-	-	4	(4)
Fuels and lubricants	12,000	12,000	11,616	384
Specialized supplies	6,000	6,000	2,955	3,045
Safety supplies	600	600	585	15
Landscaping supplies	26,500	26,500	94,128	(67,628)
Books and publications	1,250	1,250	523	727
Roadway maintenance supplies	10,500	10,500	4,126	6,374

(Continued)

Village of Sugar Grove, Illinois

General Fund

Schedule of Expenditures - Budget and Actual (Continued)
 Year Ended April 30, 2007

	Original Budget	Final Budget	Actual	Variance Over (Under)
Current (continued)				
Highways and streets (continued)				
Public works (continued)				
Commodities (continued)				
Traffic control supplies	\$ 12,000	\$ 12,000	\$ 10,762	\$ 1,238
Equipment parts	2,500	2,500	1,660	840
Office supplies	1,000	1,000	992	8
Snow and ice control supplies	60,620	60,620	73,746	(13,126)
Vehicle maintenance supplies	5,060	5,060	12,457	(7,397)
	<u>158,030</u>	<u>158,030</u>	<u>227,409</u>	<u>(69,379)</u>
Total highways and streets	<u>600,113</u>	<u>600,113</u>	<u>555,433</u>	<u>44,680</u>
Total expenditures	<u>\$ 6,082,351</u>	<u>\$ 6,082,351</u>	<u>\$ 4,322,274</u>	<u>\$ 1,760,077</u>

Village of Sugar Grove, Illinois

General Capital Projects Fund

Schedule of Revenues, Expenditures, and Changes in
Fund Balance - Budget and Actual - General Fund
Year Ended April 30, 2007

	Original Budget	Final Budget	Actual	Variance Over (Under)
Revenues				
Intergovernmental, grants and contributions	\$ 2,013,353	\$ 2,013,353	\$ 808,980	\$ (1,204,373)
Interest	271,100	271,100	454,772	183,672
Miscellaneous	58,420	58,420	58,511	91
Total revenues	2,342,873	2,342,873	1,322,263	(1,020,610)
Expenditures				
Current				
General government	199,000	199,000	128,572	70,428
Public safety	-	-	637,616	(637,616)
Capital outlay	3,513,256	3,513,256	539,766	2,973,490
Total expenditures	3,712,256	3,712,256	1,305,954	2,406,302
Excess of revenues over expenditures	(1,369,383)	(1,369,383)	16,309	1,385,692
Other financing sources (uses)				
Transfers in	405,583	405,583	407,726	2,143
Transfers out	(1,133,695)	(1,133,695)	(758,078)	375,617
General obligation alternate revenue bonds	8,600,000	8,600,000	8,500,000	(100,000)
Preium on general obligation alternate revenue bonds	-	-	45,916	45,916
Total other financing sources (uses)	7,871,888	7,871,888	8,195,564	323,676
Net change in fund balance	\$ 6,502,505	\$ 6,502,505	8,211,873	\$ 1,709,368
Fund balance - beginning			3,570,963	
Fund balance - ending			\$ 11,782,836	

Village of Sugar Grove, Illinois

General Capital Projects Fund

Schedule of Revenues and Expenditures -
Budget and Actual
Year Ended April 30, 2007

	Original Budget	Final Budget	Actual	Variance Over (Under)
Revenues				
Intergovernmental, grants and contributions				
Contributions - capital, general government	\$ 1,881,826	\$ 1,881,826	\$ 732,467	\$ (1,149,359)
Contributions - operating, general government	-	-	14,000	14,000
Contributions - capital, public safety	71,451	71,451	33,893	(37,558)
Contributions - capital, highways and streets	60,076	60,076	28,620	(31,456)
Interest	271,100	271,100	454,772	183,672
Miscellaneous				
Rental	58,420	58,420	58,511	91
Total revenues	\$ 2,342,873	\$ 2,342,873	\$ 1,322,263	\$ (1,020,610)
Expenditures				
Current				
General government				
Administration				
Contractual services				
Financial services				
	\$ 129,000	\$ 129,000	\$ 128,572	\$ 428
Other professional services				
	50,000	50,000	-	50,000
Finance				
Contractual services				
Other professional services				
	20,000	20,000	-	20,000
Public safety				
Police				
Contractual services				
Legal services				
	-	-	14,736	(14,736)
Engineering services				
	-	-	54,611	(54,611)
Architectural services				
	-	-	567,236	(567,236)
Information system services				
	-	-	180	(180)
Other professional services				
	-	-	853	(853)
Capital outlay				
General government				
Building maintenance				
Automotive equipment				
	57,784	57,784	41,293	16,491
Community development				
Automotive equipment				
	84,988	84,988	34,512	50,476
Public safety				
Police				
Land acquisition				
	1,306,800	1,306,800	856	1,305,944
Building improvements				
	1,646,259	1,646,259	185,528	1,460,731
Automotive equipment				
	189,925	189,925	180,938	8,987
Highways and streets				
Public works				
Automotive equipment				
	227,500	227,500	96,639	130,861
Total expenditures	\$ 3,712,256	\$ 3,712,256	\$ 1,305,954	\$ 2,406,302

NONMAJOR GOVERNMENTAL FUNDS

Debt Service Fund – This fund is used to accumulate monies for the Village's general obligation alternate revenue source bonds. Activities are financed from property taxes and transfers from other funds.

Infrastructure Capital Projects Fund – This fund accounts for the acquisition, construction and improvement of governmental infrastructure assets. Activities are financed from developer contributions and motor fuel taxes.

Village of Sugar Grove, Illinois

Nonmajor Governmental Funds
 Combining Balance Sheet
 April 30, 2007

	Debt Service Fund	Infrastructure Capital Projects Fund	Total Nonmajor Governmental Funds
Assets			
Cash and cash equivalents	\$ 25,305	\$ 204,767	\$ 230,072
Investments	452,977	268,502	721,479
Receivables			
Property taxes	94,655	-	94,655
Other taxes	-	18,909	18,909
Due from other funds	-	247,533	247,533
Total assets	\$ 572,937	\$ 739,711	\$ 1,312,648
Liabilities			
Accounts payable	\$ -	\$ 61,416	\$ 61,416
Accrued interest	12,451	-	12,451
Due to other funds	-	841	841
Unearned revenues - property tax	94,655	-	94,655
Total liabilities	107,106	62,257	169,363
Fund Balances			
Reserved for			
Debt service	465,831	-	465,831
Highways and streets	-	21,395	21,395
Unreserved	-	656,059	656,059
Total fund balances	465,831	677,454	1,143,285
Total liabilities and fund balances	\$ 572,937	\$ 739,711	\$ 1,312,648

Village of Sugar Grove, Illinois

Nonmajor Governmental Funds
 Combining Statement of Revenues, Expenditures
 and Changes in Fund Balances
 Year Ended April 30, 2007

	Debt Service Fund	Infrastructure Capital Projects Fund	Total Nonmajor Governmental Funds
Revenues			
Property taxes	\$ 94,188	\$ -	\$ 94,188
Other taxes	-	240,989	240,989
Intergovernmental, grants and contributions	-	96,408	96,408
Interest	14,948	25,455	40,403
Total revenues	109,136	362,852	471,988
Expenditures			
Current			
Highways and streets	-	191,749	191,749
Debt service			
Principal	220,000	-	220,000
Interest and fiscal charges	183,350	-	183,350
Capital outlay	-	324,113	324,113
Total expenditures	403,350	515,862	919,212
Excess (deficiency) of revenues over expenditures	(294,214)	(153,010)	(447,224)
Other financing sources (uses)			
Transfers in	743,799	309,000	1,052,799
Transfers out	-	(2,143)	(2,143)
Total other financing sources (uses)	743,799	306,857	1,050,656
Net change in fund balances	449,585	153,847	603,432
Fund balances - beginning	16,246	523,607	539,853
Fund balances - ending	\$ 465,831	\$ 677,454	\$ 1,143,285

Village of Sugar Grove, Illinois

Debt Service Fund

Statement of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual
Year Ended April 30, 2007

	Original Budget	Final Budget	Actual	Variance Over (Under)
Revenues				
Property taxes	\$ 93,462	\$ 93,462	\$ 94,188	\$ 726
Interest	10,500	10,500	14,948	4,448
Total revenues	<u>103,962</u>	<u>103,962</u>	<u>109,136</u>	<u>5,174</u>
Expenditures				
Debt service				
Principal	220,000	220,000	220,000	-
Interest and fiscal charges	510,878	510,878	183,350	327,528
Total expenditures	<u>730,878</u>	<u>730,878</u>	<u>403,350</u>	<u>327,528</u>
Deficiency of revenues over expenditures	(626,916)	(626,916)	(294,214)	332,702
Other financing sources				
Transfers in	<u>1,119,416</u>	<u>1,119,416</u>	<u>743,799</u>	<u>(375,617)</u>
Net change in fund balance	<u>\$ 492,500</u>	<u>\$ 492,500</u>	<u>449,585</u>	<u>\$ (42,915)</u>
Fund balance - beginning			<u>16,246</u>	
Fund balance - ending			<u>\$ 465,831</u>	

Village of Sugar Grove, Illinois

Infrastructure Capital Projects Fund

Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual
Year Ended April 30, 2007

	Original Budget	Final Budget	Actual	Variance Over (Under)
Revenues				
Other taxes				
Motor fuel tax allotments	\$ 233,453	\$ 233,453	\$ 240,989	\$ 7,536
Intergovernmental, grants and contributions				
Contributions - capital, highways and streets	380,315	380,315	96,408	(283,907)
Interest	39,340	39,340	25,455	(13,885)
Total revenues	<u>653,108</u>	<u>653,108</u>	<u>362,852</u>	<u>(290,256)</u>
Expenditures				
Current				
Highways and streets				
Public works				
Contractual services				
Legal services	-	-	841	(841)
Engineering services	526,100	526,100	190,908	335,192
Financial services	24,000	24,000	-	24,000
Capital outlay				
Highways and streets				
Public works				
Streets and right of way improvements	382,460	382,460	324,113	58,347
Total expenditures	<u>932,560</u>	<u>932,560</u>	<u>515,862</u>	<u>416,698</u>
Excess of revenues over expenditures	<u>(279,452)</u>	<u>(279,452)</u>	<u>(153,010)</u>	<u>126,442</u>
Other financing sources (uses)				
Transfers in	52,674	52,674	309,000	256,326
Transfers out	-	-	(2,143)	(2,143)
General obligation alternate revenue bonds	800,000	800,000	-	(800,000)
Total other financing sources (uses)	<u>852,674</u>	<u>852,674</u>	<u>306,857</u>	<u>(545,817)</u>
Net change in fund balance	<u>\$ 573,222</u>	<u>\$ 573,222</u>	<u>153,847</u>	<u>\$ (419,375)</u>
Fund balance - beginning			<u>523,607</u>	
Fund balance - ending			<u>\$ 677,454</u>	

PROPRIETARY FUNDS

MAJOR ENTERPRISE FUND

Waterworks and Sewerage Fund – This 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.

Village of Sugar Grove, Illinois

Waterworks and Sewerage Fund

Schedule of Revenues, Expenses and Changes in Net Assets
 - Budget and Actual (Budgetary Basis)
 Year Ended April 30, 2007

	Original Budget	Final Budget	Actual	Variance Over (Under)
Operating revenues				
Charges for services				
Water revenue	\$ 1,290,466	\$ 1,290,466	\$ 1,101,379	\$ (189,087)
Sewer revenue	1,183,782	1,183,782	1,033,654	(150,128)
Meter sales	145,145	145,145	62,548	(82,597)
Total operating revenues	<u>2,619,393</u>	<u>2,619,393</u>	<u>2,197,581</u>	<u>(421,812)</u>
Operating expenses excluding amortization and depreciation	<u>1,989,635</u>	<u>1,989,635</u>	<u>1,516,763</u>	<u>472,872</u>
Operating income before amortization and depreciation	<u>629,758</u>	<u>629,758</u>	<u>680,818</u>	<u>51,060</u>
Amortization	42,000	42,000	7,068	34,932
Depreciation	420,000	420,000	570,280	(150,280)
Total amortization and depreciation	<u>462,000</u>	<u>462,000</u>	<u>577,348</u>	<u>(115,348)</u>
Operating income	<u>167,758</u>	<u>167,758</u>	<u>103,470</u>	<u>166,408</u>
Nonoperating revenues (expenses)				
Connection fees	1,660,810	1,660,810	652,590	(1,008,220)
Interest income	223,440	223,440	302,216	78,776
Other income	439,327	439,327	281,624	(157,703)
Interest expense	(297,043)	(297,043)	(315,669)	(18,626)
Total nonoperating revenues (expenses)	<u>2,026,534</u>	<u>2,026,534</u>	<u>920,761</u>	<u>(1,105,773)</u>
Income before contributions and transfers	<u>2,194,292</u>	<u>2,194,292</u>	<u>1,024,231</u>	<u>(939,365)</u>
Capital contributions	-	-	2,342,886	2,342,886
Transfer in	215,678	215,678	215,678	-
Transfer out	(362,090)	(362,090)	(370,883)	(8,793)
Change in net assets	<u>\$ 2,047,880</u>	<u>\$ 2,047,880</u>	<u>3,211,912</u>	<u>\$ 1,394,728</u>
Net assets - beginning			<u>14,549,473</u>	
Net assets - ending			<u>\$ 17,761,385</u>	

Village of Sugar Grove, Illinois

Waterworks and Sewerage Fund

Schedule of Revenues - Budget and Actual (Budgetary Basis)

Year Ended April 30, 2007

	Original Budget	Final Budget	Actual	Variance Over (Under)
Operating revenues				
Charges for services				
Water revenue				
Water sales	\$ 1,260,281	\$ 1,260,281	\$ 1,079,667	\$ (180,614)
Water penalties	22,685	22,685	17,712	(4,973)
Water other	7,500	7,500	4,000	(3,500)
	<u>1,290,466</u>	<u>1,290,466</u>	<u>1,101,379</u>	<u>(189,087)</u>
Sewer revenue				
Sewer sales	1,162,851	1,162,851	1,016,058	(146,793)
Sewer penalties	20,931	20,931	17,596	(3,335)
	<u>1,183,782</u>	<u>1,183,782</u>	<u>1,033,654</u>	<u>(150,128)</u>
Meter sales	145,145	145,145	62,548	(82,597)
Total operating revenues	<u>\$ 2,619,393</u>	<u>\$ 2,619,393</u>	<u>\$ 2,197,581</u>	<u>\$ (421,812)</u>
Nonoperating revenues				
Connection fees				
Water tap-on fees	\$ 1,272,877	\$ 1,272,877	\$ 493,197	\$ (779,680)
Sewer tap-on fees	387,933	387,933	159,393	(228,540)
	<u>1,660,810</u>	<u>1,660,810</u>	<u>652,590</u>	<u>(1,008,220)</u>
Interest income	223,440	223,440	302,216	78,776
Other income				
Meter reinspections	8,000	8,000	3,425	(4,575)
Fines	1,000	1,000	-	(1,000)
Reimbursement	424,480	424,480	273,026	(151,454)
Rental	4,847	4,847	4,973	126
Miscellaneous	1,000	1,000	200	(800)
	<u>439,327</u>	<u>439,327</u>	<u>281,624</u>	<u>(157,703)</u>
Total nonoperating revenues	<u>\$ 2,323,577</u>	<u>\$ 2,323,577</u>	<u>\$ 1,236,430</u>	<u>\$ (1,087,147)</u>

Village of Sugar Grove, Illinois

Waterworks and Sewerage Fund

Schedule of Expenses - Budget and Actual (Budgetary Basis)
Year Ended April 30, 2007

	Original Budget	Final Budget	Actual	Variance Over (Under)
Operating expenses				
Information technology				
Contractual services				
Information system services	\$ 24,707	\$ 24,707	\$ 36,431	\$ (11,724)
General administration				
Personnel				
Regular salaries	118,858	118,858	100,769	18,089
Overtime salaries	595	595	111	484
Part-time salaries	3,760	3,760	4,437	(677)
Health insurance	15,749	15,749	19,944	(4,195)
Life insurance	322	322	254	68
Unemployment compensation	1,232	1,232	223	1,009
Social security contribution	8,626	8,626	7,516	1,110
IMRF contribution	9,524	9,524	8,176	1,348
Training and memberships	2,849	2,849	2,752	97
Mileage reimbursement	250	250	642	(392)
	<u>161,765</u>	<u>161,765</u>	<u>144,824</u>	<u>16,941</u>
Contractual services				
Legal services	2,000	2,000	1,213	787
Audit services	12,350	12,350	10,500	1,850
Information system services	4,000	4,000	3,768	232
Other professional services	750	750	206	544
Rental	-	-	301	(301)
Repair and maintenance services	1,128	1,128	1,227	(99)
Telecommunications	724	724	336	388
Printing	6,009	6,009	2,421	3,588
Recruitment	-	-	745	(745)
General insurance	78,898	78,898	71,663	7,235
	<u>105,859</u>	<u>105,859</u>	<u>92,380</u>	<u>13,479</u>
Commodities				
General equipment	1,400	1,400	949	451
Postage and delivery	19,493	19,493	19,209	284
Books and publications	526	526	451	75
Office supplies	2,000	2,000	1,251	749
	<u>23,419</u>	<u>23,419</u>	<u>21,860</u>	<u>1,559</u>
Total general administration	<u>291,043</u>	<u>291,043</u>	<u>259,064</u>	<u>31,979</u>
Public works administration				
Personnel				
Regular salaries	365,693	365,693	262,259	103,434
Overtime salaries	35,068	35,068	43,446	(8,378)
Part-time salaries	4,880	4,880	1,699	3,181
Seasonal salaries	5,083	5,083	3,279	1,804
Health insurance	67,006	67,006	40,698	26,308

(Continued)

Village of Sugar Grove, Illinois

Waterworks and Sewerage Fund

Schedule of Expenses - Budget and Actual (Budgetary Basis) (Continued)
 Year Ended April 30, 2007

	Original Budget	Final Budget	Actual	Variance Over (Under)
Operating expenses (continued)				
Public works administration (continued)				
Personnel (continued)				
Life insurance	\$ 1,025	\$ 1,025	\$ 723	\$ 302
Unemployment compensation	4,056	4,056	-	4,056
Social security contribution	31,420	31,420	23,114	8,306
IMRF contribution	31,749	31,749	23,989	7,760
Training and memberships	17,150	17,150	7,616	9,534
Uniform allowance	2,700	2,700	1,491	1,209
Mileage reimbursement	200	200	41	159
	<u>566,030</u>	<u>566,030</u>	<u>408,355</u>	<u>157,675</u>
Contractual services				
Legal services	2,500	2,500	625	1,875
Engineering services	2,000	2,000	828	1,172
Medical services	2,429	2,429	965	1,464
Information system services	8,350	8,350	-	8,350
Other professional services	31,348	31,348	20,301	11,047
Julie services	6,433	6,433	2,636	3,797
Scada services	10,500	10,500	-	10,500
Rental	250	250	844	(594)
Repair and maintenance services	77,450	77,450	37,538	39,912
Telecommunications	19,334	19,334	15,381	3,953
Publishing	250	250	299	(49)
Printing	28,500	28,500	213	28,287
Receptions and entertainment	250	250	352	(102)
Recruitment	750	750	1,040	(290)
Utilities	1,750	1,750	725	1,025
Employee activities	850	850	415	435
	<u>192,944</u>	<u>192,944</u>	<u>82,162</u>	<u>110,782</u>
Commodities				
General equipment	27,500	27,500	17,632	9,868
Postage and delivery	6,180	6,180	5,280	900
Fuels and lubricants	27,500	27,500	22,055	5,445
Custodial supplies	3,500	3,500	3,762	(262)
Specialized supplies	12,150	12,150	10,136	2,014
Safety supplies	3,225	3,225	2,367	858
Books and publications	3,500	3,500	1,064	2,436
Equipment parts	3,000	3,000	2,946	54
Office supplies	1,500	1,500	1,499	1
Vehicle maintenance supplies	12,221	12,221	13,519	(1,298)
Office machinery and equipment	25,000	25,000	8,636	16,364
Less: capital assets capitalized	(25,000)	(25,000)	(8,636)	(16,364)
	<u>100,276</u>	<u>100,276</u>	<u>80,260</u>	<u>20,016</u>
Total public works administration	<u>859,250</u>	<u>859,250</u>	<u>570,777</u>	<u>288,473</u>

(Continued)

Village of Sugar Grove, Illinois

Waterworks and Sewerage Fund

Schedule of Expenses - Budget and Actual (Budgetary Basis) (Continued)
Year Ended April 30, 2007

	Original Budget	Final Budget	Actual	Variance Over (Under)
Operating expenses (continued)				
Water operations				
Contractual services				
Other professional services	\$ 9,000	\$ 9,000	\$ 1,270	\$ 7,730
IEPA water sampling	30,000	30,000	14,252	15,748
Rental	500	500	-	500
Repair and maintenance services	52,655	52,655	8,151	44,504
Utilities	143,476	143,476	188,183	(44,707)
Bad debt	1,260	1,260	158	1,102
	<u>236,891</u>	<u>236,891</u>	<u>212,014</u>	<u>24,877</u>
Commodities				
Specialized supplies	284,465	284,465	201,813	82,652
Landscaping supplies	7,830	7,830	3,280	4,550
Chemicals and lab supplies	71,760	71,760	85,688	(13,928)
Traffic control supplies	1,700	1,700	1,201	499
Building maintenance supplies	3,090	3,090	3,248	(158)
Equipment parts	840	840	-	840
Miscellaneous	-	-	-	-
	<u>369,685</u>	<u>369,685</u>	<u>295,230</u>	<u>74,455</u>
Total water operations	<u>606,576</u>	<u>606,576</u>	<u>507,244</u>	<u>99,332</u>
Sewer operations				
Contractual services				
Other professional services	58,500	58,500	17,013	41,487
Rental	500	500	90	410
Repair and maintenance services	25,920	25,920	17,071	8,849
Utilities	14,085	14,085	10,217	3,868
Bad debt	1,163	1,163	55	1,108
	<u>100,168</u>	<u>100,168</u>	<u>44,446</u>	<u>55,722</u>
Commodities				
Specialized supplies	1,000	1,000	2,539	(1,539)
Chemicals and lab supplies	6,026	6,026	2,751	3,275
Building maintenance supplies	4,500	4,500	1,315	3,185
Equipment parts	4,793	4,793	624	4,169
	<u>16,319</u>	<u>16,319</u>	<u>7,229</u>	<u>9,090</u>
Total sewer operations	<u>116,487</u>	<u>116,487</u>	<u>51,675</u>	<u>64,812</u>
Water capital				
Contractual services				
Engineering services	710,512	710,512	341,074	369,438
Less: capital assets capitalized	(706,011)	(706,011)	(336,573)	(369,438)
	<u>4,501</u>	<u>4,501</u>	<u>4,501</u>	<u>-</u>

(Continued)

Village of Sugar Grove, Illinois

Waterworks and Sewerage Fund

Schedule of Expenses - Budget and Actual (Budgetary Basis) (Continued)
 Year Ended April 30, 2007

	Original Budget	Final Budget	Actual	Variance Over (Under)
Operating expenses				
Water capital				
Commodities				
Land acquisition	\$ 200,000	\$ 200,000	\$ -	\$ 200,000
Building improvements	363,810	363,810	116,708	247,102
Automotive equipment	90,678	90,678	56,021	34,657
Water system improvements	875,000	875,000	100,571	774,429
Less: capital assets capitalized	(1,442,417)	(1,442,417)	(186,229)	(1,256,188)
	87,071	87,071	87,071	-
Total water capital	91,572	91,572	91,572	-
Sewer capital				
Contractual services				
Engineering services	50,000	50,000	-	50,000
Less: capital assets capitalized	(50,000)	(50,000)	-	(50,000)
	-	-	-	-
Commodities				
Automotive equipment	182,784	182,784	56,975	125,809
Other machinery and equipment	325,000	325,000	323,069	1,931
Sanitary sewer system improvements	370,000	370,000	-	370,000
Less: capital assets capitalized	(877,784)	(877,784)	(380,044)	(497,740)
	-	-	-	-
Total sewer capital	-	-	-	-
IEPA water projects capital				
Contractual services				
Engineering services	\$ -	\$ -	\$ 1,350	\$ (1,350)
Less: capital assets capitalized	-	-	(1,350)	1,350
	-	-	-	-
Commodities				
Water system improvements	-	-	14,180	(14,180)
Less: capital assets capitalized	-	-	(14,180)	14,180
	-	-	-	-
Total IEPA water projects capital	-	-	-	-
Total operating expenses excluding depreciation	\$ 1,989,635	\$ 1,989,635	\$ 1,516,763	\$ 472,872

(Continued)

Village of Sugar Grove, Illinois

Waterworks and Sewerage Fund

Schedule of Expenses - Budget and Actual (Budgetary Basis) (Continued)
 Year Ended April 30, 2007

	Original Budget	Final Budget	Actual	Variance Over (Under)
Nonoperating expenses				
Principal retirements				
Bonds payable	\$ 755,000	\$ 755,000	\$ 160,000	\$ 595,000
Loans payable	288,083	288,083	288,082	1
Less: decrease in liability	(1,043,083)	(1,043,083)	(448,082)	(595,001)
Interest expense				
Bonds payable	156,614	156,614	176,522	(19,908)
Loans payable	139,529	139,529	138,554	975
Fiscal agent fees	900	900	593	307
	297,043	297,043	315,669	(18,626)
Total nonoperating expenses	\$ 297,043	\$ 297,043	\$ 315,669	\$ (18,626)

NONMAJOR ENTERPRISE FUND

Refuse Fund – This fund is used to account for refuse services contracted by the Village for the benefit of its citizens, but performed by a private entity. This fund is financed by fees charged to residents on their monthly utility bill.

Village of Sugar Grove, Illinois

Refuse Fund

Schedule of Revenues, Expenses and Changes in Net Assets
 - Budget and Actual
 Year Ended April 30, 2007

	Original Budget	Final Budget	Actual	Variance Over (Under)
Operating revenues				
Charges for services				
Refuse revenue	\$ 530,018	\$ 530,018	\$ 516,245	\$ (13,773)
Operating expenses				
Contractual services				
Refuse services	495,434	495,434	494,642	792
Bad debt	521	521	50	471
Total operating expenses	495,955	495,955	494,692	1,263
Operating income	34,063	34,063	21,553	(12,510)
Nonoperating revenues				
Interest income	600	600	2,158	1,558
Income before contributions and transfers	34,663	34,663	23,711	(10,952)
Transfer out	(20,000)	(20,000)	(20,000)	-
Change in net assets	\$ 14,663	\$ 14,663	3,711	\$ (10,952)
Net assets - beginning			66,856	
Net assets - ending			\$ 70,567	

FIDUCIARY FUNDS

Pension Trust Fund

Police Pension Fund – This fund is used for the accumulation of resources to be used for retirement annuity payments at appropriate amounts and times in the future. Resources are contributed by sworn police officers at rates fixed by law and by the Village at amounts determined by an annual actuarial study.

Agency Funds

Special Service Area One Bond Fund – This fund is used to account for debt service payments made by property holders relative to Special Service Area One Bonds issued at various times in the early 1990s.

Special Service Area Two Bond Fund – This fund is used to account for debt service payments made by property holders relative to Special Service Area Two Bonds issued at various times in the early 1990s.

School District Development Transition Fee Fund – This fund is used to account for donations made by developers on behalf of the School District for operating purposes.

Fire District Development Transition Fee Fund – This fund is used to account for donations made by developers on behalf of the Fire District for operating purposes.

Park District Development Transition Fee Fund – This fund is used to account for donations made by developers on behalf of the Park District for operating purposes.

Library District Development Transition Fee Fund – This fund is used to account for donations made by developers on behalf of the Library District for operating purposes.

Township Development Transition Fee Fund – This fund is used to account for donations made by developers on behalf of the Township for operating purposes.

School District Development Impact Fee Fund – This fund is used to account for donations made by developers on behalf of the School District for the acquisition of property and construction of facilities.

Library District Development Impact Fee Fund – This fund is used to account for donations made by developers on behalf of the Library District for the acquisition of property and construction of facilities.

Fire District Development Impact Fee Fund – This fund is used to account for donations made by developers on behalf of the Fire District for the acquisition of property and construction of facilities.

Park District Development Land Cash Fund – This fund is used to account for donations made by developers on behalf of the Park District for the acquisition of property and construction of facilities.

Park District Development Impact Fee Fund – This fund is used to account for donations made by developers on behalf of the Park District for the acquisition of property and construction of facilities.

School District Development Land Cash Fund – This fund is used to account for donations made by developers on behalf of the School District for the acquisition of property and construction of facilities.

Village of Sugar Grove, Illinois

Pension Trust Fund - Police Pension Fund

Statement of Fiduciary Net Assets
April 30, 2007

Assets

Cash and cash equivalents	\$ 626,936
Investments - Illinois Funds	85,799
Interest receivable	6,247

Total assets 718,982

Liabilities

Accounts payable	459
Benefits payable	1,231

Total liabilities 1,690

Net plan assets held in trust for pension benefits

(Schedule of funding progress for the plan is
presented in the required supplementary information section) \$ 717,292

Village of Sugar Grove, Illinois

Pension Trust Fund - Police Pension Fund

Schedule of Changes in Fiduciary Net Assets -
Budget and Actual
Year Ended April 30, 2007

	Original Budget	Final Budget	Actual	Variance Over (Under)
Additions				
Contributions				
Employer	\$ 157,703	\$ 157,703	\$ 157,750	\$ 47
Participants	86,908	86,908	99,556	12,648
	<u>244,611</u>	<u>244,611</u>	<u>257,306</u>	<u>12,695</u>
Investment income				
Interest income	23,460	23,460	30,598	7,138
Less investment expenses	(1,500)	(1,500)	-	1,500
	<u>21,960</u>	<u>21,960</u>	<u>30,598</u>	<u>8,638</u>
Total additions	<u>266,571</u>	<u>266,571</u>	<u>287,904</u>	<u>21,333</u>
Deductions				
Administration	3,600	3,600	3,794	(194)
Pension benefits and refunds	-	-	22,675	(22,675)
Total deductions	<u>3,600</u>	<u>3,600</u>	<u>26,469</u>	<u>(22,869)</u>
Change in net assets	<u>\$ 262,971</u>	<u>\$ 262,971</u>	<u>261,435</u>	<u>\$ (1,536)</u>
Net assets - beginning			<u>455,857</u>	
Net assets - ending			<u>\$ 717,292</u>	

Village of Sugar Grove, Illinois

Agency Funds

Combining Statement of Changes in Assets and Liabilities
Year Ended April 30, 2007

	Balance, May 1	Additions	Deductions	Balance, April 30
All Agency Funds				
Assets				
Cash and cash equivalents	\$ 30,044	\$ 1,340,455	\$ 1,270,008	\$ 100,491
Investments				
Illinois Funds	137,263	194,985	219,275	112,973
Money market funds	88	888,233	888,233	88
	<u>\$ 167,395</u>	<u>\$ 2,423,673</u>	<u>\$ 2,377,516</u>	<u>\$ 213,552</u>
Liabilities				
Due to other governments	\$ 167,307	\$ 1,079,428	\$ 1,125,585	\$ 213,464
Due to bondholders	88	444,117	444,117	88
	<u>\$ 167,395</u>	<u>\$ 1,523,545</u>	<u>\$ 1,569,702</u>	<u>\$ 213,552</u>
 Special Service Area One Bond Fund				
Assets				
Investments - money market funds	\$ 78	\$ 758,590	\$ 758,590	\$ 78
Liabilities				
Due to bondholders	\$ 78	\$ 379,295	\$ 379,295	\$ 78
 Special Service Area Two Bond Fund				
Assets				
Investments - money market funds	\$ 10	\$ 129,643	\$ 129,643	\$ 10
Liabilities				
Due to bondholders	\$ 10	\$ 64,822	\$ 64,822	\$ 10

(Continued)

Village of Sugar Grove, Illinois

Agency Funds

Combining Statement of Changes in Assets and Liabilities (Continued)
Year Ended April 30, 2007

	Balance, May 1	Additions	Deductions	Balance, April 30
School District Development Transition Fee Fund				
Assets				
Cash and cash equivalents	\$ -	\$ 380,827	\$ 356,960	\$ 23,867
Investments - Illinois Funds	-	142,652	80,000	62,652
	<u>\$ -</u>	<u>\$ 523,479</u>	<u>\$ 436,960</u>	<u>\$ 86,519</u>
Liabilities				
Due to other governments	\$ -	\$ 215,763	\$ 302,282	\$ 86,519
Fire District Development Transition Fee Fund				
Assets				
Cash and cash equivalents	\$ -	\$ 37,999	\$ 27,372	\$ 10,627
Liabilities				
Due to other governments	\$ -	\$ 27,372	\$ 37,999	\$ 10,627
Park District Development Transition Fee Fund				
Assets				
Cash and cash equivalents	\$ -	\$ 10,774	\$ 7,700	\$ 3,074
Liabilities				
Due to other governments	\$ -	\$ 7,700	\$ 10,774	\$ 3,074

(Continued)

Village of Sugar Grove, Illinois

Agency Funds

Combining Statement of Changes in Assets and Liabilities (Continued)
Year Ended April 30, 2007

	Balance, May 1	Additions	Deductions	Balance, April 30
Library District Development Transition Fee Fund				
Assets				
Cash and cash equivalents	\$ -	\$ 15,659	\$ 11,334	\$ 4,325
Liabilities				
Due to other governments	\$ -	\$ 11,334	\$ 15,659	\$ 4,325
Township Development Transition Fee Fund				
Assets				
Cash and cash equivalents	\$ -	\$ 5,905	\$ 4,248	\$ 1,657
Liabilities				
Due to other governments	\$ -	\$ 4,248	\$ 5,905	\$ 1,657
School District Development Impact Fee Fund				
Assets				
Cash and cash equivalents	\$ 800	\$ 362,223	\$ 346,521	\$ 16,502
Investments - Illinois Funds	72,138	21,186	73,196	20,128
	\$ 72,938	\$ 383,409	\$ 419,717	\$ 36,630
Liabilities				
Due to other governments	\$ 72,938	\$ 326,892	\$ 290,584	\$ 36,630

(Continued)

Village of Sugar Grove, Illinois

Agency Funds

Combining Statement of Changes in Assets and Liabilities (Continued)
Year Ended April 30, 2007

	Balance, May 1	Additions	Deductions	Balance, April 30
Library District Development Impact Fee Fund				
Assets				
Cash and cash equivalents	\$ 2,820	\$ 24,899	\$ 24,478	\$ 3,241
Liabilities				
Due to other governments	\$ 2,820	\$ 24,478	\$ 24,899	\$ 3,241
Fire District Development Impact Fee Fund				
Assets				
Cash and cash equivalents	\$ 10,265	\$ 61,449	\$ 61,010	\$ 10,704
Liabilities				
Due to other governments	\$ 10,265	\$ 61,010	\$ 61,449	\$ 10,704
Park District Development Land Cash Fund				
Assets				
Cash and cash equivalents	\$ 15,635	\$ 88,178	\$ 92,799	\$ 11,014
Liabilities				
Due to other governments	\$ 15,635	\$ 92,799	\$ 88,178	\$ 11,014
Park District Development Impact Fee Fund				
Assets				
Cash and cash equivalents	\$ -	\$ 22,627	\$ 21,003	\$ 1,624
Liabilities				
Due to other governments	\$ -	\$ 21,003	\$ 22,627	\$ 1,624

(Continued)

Village of Sugar Grove, Illinois

Agency Funds

Combining Statement of Changes in Assets and Liabilities (Continued)
Year Ended April 30, 2007

	Balance, May 1	Additions	Deductions	Balance, April 30
School District Development Land Cash Fund				
Assets				
Cash and cash equivalents	\$ 524	\$ 329,915	\$ 316,583	\$ 13,856
Investments - Illinois Funds	65,125	31,147	66,079	30,193
	<u>\$ 65,649</u>	<u>\$ 361,062</u>	<u>\$ 382,662</u>	<u>\$ 44,049</u>
Liabilities				
Due to other governments	<u>\$ 65,649</u>	<u>\$ 286,829</u>	<u>\$ 265,229</u>	<u>\$ 44,049</u>

OTHER SUPPLEMENTARY INFORMATION

OTHER SUPPLEMENTARY INFORMATION

VILLAGE OF SUGAR GROVE, ILLINOIS

Long-Term Debt Requirements

General Obligation Alternate Revenue Source Bond Series of 1991
 April 30, 2007

Date of Issue September 15, 1991
 Date of Maturity January 1, 2011
 Authorized Issue \$925,000
 Denomination of Bonds \$ 5,000
 Interest Rates 7.0 - 9.0%
 Interest Dates January 1 and July 1
 Principal Maturity Date January 1
 Payable at Old Second National Bank

CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Tax Levy			Interest Due on			
	Principal	Interest	Totals	July 1	Amount	Jan. 1	Amount
2008	\$ 70,000	\$ 23,716	\$ 93,716	2007	\$ 11,858	2008	\$ 11,858
2009	75,000	18,572	93,572	2008	9,286	2009	9,286
2010	85,000	13,040	98,040	2009	6,520	2010	6,520
2011	90,000	6,750	96,750	2010	3,375	2011	3,375
	<u>\$ 320,000</u>	<u>\$ 62,078</u>	<u>\$ 382,078</u>		<u>\$ 31,039</u>		<u>\$ 31,039</u>

VILLAGE OF SUGAR GROVE, ILLINOIS

Long-Term Debt Requirements

General Obligation Alternate Revenue Source Bond Series of 2001
 April 30, 2007

Date of Issue September 1, 2001
 Date of Maturity January 1, 2021
 Authorized Issue \$3,900,000
 Denomination of Bonds \$ 5,000
 Interest Rates 3.75% - 4.90%
 Interest Dates January 1 and July 1
 Principal Maturity Date January 1
 Payable at Cole Taylor Bank

CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Tax Levy			Interest Due on			
	Principal	Interest	Totals	July 1	Amount	Jan. 1	Amount
2008	\$ 165,000	\$ 148,602	\$ 313,602	2007	\$ 74,301	2008	\$ 74,301
2009	170,000	142,002	312,002	2008	71,001	2009	71,001
2010	180,000	135,202	315,202	2009	67,601	2010	67,601
2011	190,000	127,822	317,822	2010	63,911	2011	63,911
2012	200,000	119,842	319,842	2011	59,921	2012	59,921
2013	210,000	111,242	321,242	2012	55,621	2013	55,621
2014	225,000	102,002	327,002	2013	51,001	2014	51,001
2015	235,000	91,878	326,878	2014	45,939	2015	45,939
2016	245,000	81,068	326,068	2015	40,534	2016	40,534
2017	260,000	69,674	329,674	2016	34,837	2017	34,837
2018	275,000	57,454	332,454	2017	28,727	2018	28,727
2019	290,000	44,392	334,392	2018	22,196	2019	22,196
2020	305,000	30,472	335,472	2019	15,236	2020	15,236
2021	320,000	15,680	335,680	2020	7,840	2021	7,840
	<u>\$ 3,270,000</u>	<u>\$ 1,277,332</u>	<u>\$ 4,547,332</u>		<u>\$ 638,666</u>		<u>\$ 638,666</u>

VILLAGE OF SUGAR GROVE, ILLINOIS

Long-Term Debt Requirements

General Obligation Alternate Revenue Source Bond Series of 2002
 April 30, 2007

Date of Issue May 1, 2002
 Date of Maturity May 1, 2012
 Authorized Issue \$1,415,000
 Denomination of Bonds \$ 5,000
 Interest Rates 3.00% - 4.00%
 Interest Dates May 1 and November 1
 Principal Maturity Date May 1
 Payable at Cole Taylor Bank

CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Tax Levy			Interest Due on			
	Principal	Interest	Totals	May 1	Amount	Nov. 1	Amount
2008	\$ 145,000	\$ 31,963	\$ 176,963	2007	\$ 17,250	2007	\$ 14,713
2009	150,000	26,613	176,613	2008	14,713	2008	11,900
2010	150,000	20,800	170,800	2009	11,900	2009	8,900
2011	155,000	14,700	169,700	2010	8,900	2010	5,800
2012	165,000	8,300	173,300	2011	5,800	2011	2,500
2013	125,000	2,500	127,500	2012	2,500	2012	-
	<u>\$ 890,000</u>	<u>\$ 104,876</u>	<u>\$ 994,876</u>		<u>\$ 61,063</u>		<u>\$ 43,813</u>

VILLAGE OF SUGAR GROVE, ILLINOIS

Long-Term Debt Requirements

General Obligation Alternate Revenue Source Bond Series of 2006
 April 30, 2007

Date of Issue	May 17, 2006
Date of Maturity	May 1, 2021
Authorized Issue	\$2,640,000
Denomination of Bonds	\$ 5,000
Interest Rates	4.00% - 4.50%
Interest Dates	May 1 and November 1
Principal Maturity Date	May 1
Payable at	Cole Taylor Bank

CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Tax Levy			Interest Due on			
	Principal	Interest	Totals	May 1	Amount	Nov. 1	Amount
2008	\$ 30,000	117,225	147,225	2007	58,913	2007	58,312
2009	30,000	116,025	146,025	2008	58,313	2008	57,712
2010	30,000	114,825	144,825	2009	57,713	2009	57,112
2011	35,000	113,525	148,525	2010	57,113	2010	56,412
2012	35,000	112,125	147,125	2011	56,413	2011	55,712
2013	35,000	110,725	145,725	2012	55,713	2012	55,012
2014	255,000	104,288	359,288	2013	55,013	2013	49,275
2015	285,000	92,137	377,137	2014	49,275	2014	42,862
2016	300,000	78,975	378,975	2015	42,863	2015	36,112
2017	315,000	65,138	380,138	2016	36,113	2016	29,025
2018	325,000	50,737	375,737	2017	29,025	2017	21,712
2019	290,000	36,900	326,900	2018	21,713	2018	15,187
2020	230,000	25,200	255,200	2019	15,188	2019	10,012
2021	225,000	14,963	239,963	2020	10,013	2020	4,950
2022	220,000	4,950	224,950	2021	4,950	2021	-
	<u>\$ 2,640,000</u>	<u>\$ 1,157,738</u>	<u>\$ 3,797,738</u>		<u>\$ 608,331</u>		<u>\$ 549,407</u>

VILLAGE OF SUGAR GROVE, ILLINOIS

Long-Term Debt Requirements

General Obligation Alternate Revenue Source Bond Series of 2006A
 April 30, 2007

Date of Issue June 28, 2006
 Date of Maturity December 15, 2025
 Authorized Issue \$8,500,000
 Denomination of Bonds \$ 5,000
 Interest Rates 4.000% - 4.125%
 Interest Dates June 15 and December 15
 Principal Maturity Date December 15
 Payable at Cole Taylor Bank

CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Tax Levy			Interest Due on			
	Principal	Interest	Totals	June 15	Amount	Dec. 15	Amount
2008	\$ 215,000	517,200	732,200	2007	344,800	2007	172,400
2009	410,000	336,200	746,200	2008	168,100	2008	168,100
2010	425,000	319,800	744,800	2009	159,900	2009	159,900
2011	440,000	302,800	742,800	2010	151,400	2010	151,400
2012	355,000	284,980	639,980	2011	142,490	2011	142,490
2013	345,000	270,602	615,602	2012	135,301	2012	135,301
2014	360,000	256,630	616,630	2013	128,315	2013	128,315
2015	375,000	242,050	617,050	2014	121,025	2014	121,025
2016	395,000	226,862	621,862	2015	113,431	2015	113,431
2017	415,000	210,866	625,866	2016	105,433	2016	105,433
2018	435,000	194,058	629,058	2017	97,029	2017	97,029
2019	455,000	176,440	631,440	2018	88,220	2018	88,220
2020	475,000	158,012	633,012	2019	79,006	2019	79,006
2021	500,000	138,776	638,776	2020	69,388	2020	69,388
2022	525,000	118,525	643,525	2021	59,263	2021	59,262
2023	550,000	97,262	647,262	2022	48,631	2022	48,631
2024	575,000	74,988	649,988	2023	37,494	2023	37,494
2025	600,000	51,412	651,412	2024	25,706	2024	25,706
2026	650,000	26,812	676,812	2025	13,406	2025	13,406
	<u>\$ 8,500,000</u>	<u>\$ 4,004,275</u>	<u>\$ 12,504,275</u>		<u>\$ 2,088,338</u>		<u>\$ 1,915,937</u>

VILLAGE OF SUGAR GROVE, ILLINOIS

Long-Term Debt Requirements

IEPA Loan Payable of 1998
April 30, 2007

Date of Issue	September 29, 1998
Date of Maturity	September 28, 2019
Original Contract	\$3,697,283
Interest Rates	2.625%
Interest Dates	March 28 and September 28
Principal Maturity Date	March 28 and September 28
Payable to	Illinois Environmental Protection Agency

CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Principal	Interest	Totals
2008	\$ 174,099	\$ 65,526	\$ 239,625
2009	178,699	60,926	239,625
2010	183,421	56,204	239,625
2011	188,267	51,358	239,625
2012	193,242	46,383	239,625
2013	198,348	41,277	239,625
2014	203,589	36,036	239,625
2015	208,968	30,657	239,625
2016	214,489	25,136	239,625
2017	220,157	19,468	239,625
2018	225,973	13,652	239,625
2019	231,944	7,681	239,625
2020	118,260	1,552	119,812
	<u>\$ 2,539,456</u>	<u>\$ 455,856</u>	<u>\$ 2,995,312</u>

VILLAGE OF SUGAR GROVE, ILLINOIS

Long-Term Debt Requirements

IEPA Loan Payable of 2002
April 30, 2007

Date of Issue	May 21, 2002
Date of Maturity	October 8, 2023
Original Contract	\$ 1,565,676
Interest Rates	2.675%
Interest Dates	April 8 and October 8
Principal Maturity Date	April 8 and October 8
Payable to	Illinois Environmental Protection Agency

CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Principal	Interest	Totals
2008	\$ 67,841	\$ 36,634	\$ 104,475
2009	69,668	34,807	104,475
2010	71,544	32,931	104,475
2011	73,470	31,005	104,475
2012	75,449	29,026	104,475
2013	77,481	26,994	104,475
2014	79,567	24,908	104,475
2015	81,710	22,765	104,475
2016	83,910	20,565	104,475
2017	86,170	18,305	104,475
2018	88,490	15,985	104,475
2019	90,873	13,602	104,475
2020	93,320	11,155	104,475
2021	95,833	8,642	104,475
2022	98,414	6,061	104,475
2023	101,064	3,411	104,475
2024	51,546	690	52,236
	\$ 1,386,350	\$ 337,486	\$ 1,723,836

VILLAGE OF SUGAR GROVE, ILLINOIS

Long-Term Debt Requirements

IEPA Loan Payable of 2003
April 30, 2007

Date of Issue	March 28, 2003
Date of Maturity	June 18, 2024
Original Contract	\$ 1,272,108
Interest Rates	2.570%
Interest Dates	June 18 and December 18
Principal Maturity Date	June 18 and December 18
Payable to	Illinois Environmental Protection Agency

CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Principal	Interest	Totals
2008	\$ 53,757	\$ 29,754	\$ 83,511
2009	55,149	28,362	83,511
2010	56,576	26,935	83,511
2011	58,039	25,472	83,511
2012	59,539	23,972	83,511
2013	61,079	22,432	83,511
2014	62,658	20,853	83,511
2015	64,280	19,231	83,511
2016	65,942	17,569	83,511
2017	67,649	15,862	83,511
2018	69,397	14,114	83,511
2019	71,193	12,318	83,511
2020	73,035	10,476	83,511
2021	74,923	8,587	83,510
2022	76,861	6,649	83,510
2023	78,849	4,661	83,510
2024	80,887	2,623	83,510
2025	41,226	529	41,755
	\$ 1,171,039	\$ 290,399	\$ 1,461,438

Statistical Section (Unaudited)

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

	<u>Pages</u>
Financial Trends	96 - 104
<i>These schedules contain trend information to help the reader understand how the Village's financial performance and well-being have changed over time.</i>	
Revenue Capacity	105 - 108
<i>These schedules contain information to help the reader assess the Village's most significant local revenue source, the property tax.</i>	
Debt Capacity	109 - 113
<i>These schedules present information to help the reader assess the Affordability of the Village's current levels of outstanding debt and the Village's ability to issue additional debt in the future.</i>	
Demographics and Economic Information	114 - 115
<i>These schedules offer demographic and economic indicators to help the reader understand the environment within which the Village's financial activities take place.</i>	
Operating Information	116 - 119
<i>These schedules contain service and infrastructure data to help the reader understand how the information in the Village's financial report relates to the services the Village provides and the activities it performs.</i>	

Sources: *Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year. The Village implemented GASB Statement 34 in fiscal year 2005; schedules presenting government-wide information include information beginning in that year.*

**Net Assets by Component
Last Three Fiscal Years**
(accrual basis of accounting)

	Fiscal Year		
	2005	2006	2007
Governmental activities			
Invested in capital assets, net of related debt	\$ 656,130	\$ 6,859,363	\$ 14,016,691
Restricted	57,860	41,586	8,179,293
Unrestricted	4,641,305	5,956,543	(1,790,401)
Total governmental activities net assets	\$ 5,355,295	\$ 12,857,492	\$ 20,405,583
Business-type activities			
Invested in capital assets, net of related debt	\$ 6,200,704	\$ 8,862,763	\$ 11,975,053
Unrestricted	4,638,542	5,753,566	5,856,899
Total business-type activities net assets	\$ 10,839,246	\$ 14,616,329	\$ 17,831,952
Net assets			
Invested in capital assets, net of related debt	\$ 6,856,834	\$ 15,722,126	\$ 25,991,744
Restricted	57,860	41,586	8,179,293
Unrestricted	9,279,847	11,710,109	4,066,498
Total net assets	\$ 16,194,541	\$ 27,473,821	\$ 38,237,535

Data source: Village records

Village of Sugar Grove, Illinois

Exhibit B-2

Changes in Net Assets
Last Three Fiscal Years
(accrual basis of accounting)

	Fiscal Year		
	2005	2006	2007
Expenses			
Governmental activities			
General government	\$ 1,848,393	\$ 2,194,586	\$ 2,232,790
Public safety	1,106,496	1,359,891	1,657,731
Highways and streets	725,605	862,219	1,227,688
Interest	199,615	189,832	469,079
Total governmental activities expenses	<u>3,880,109</u>	<u>4,606,528</u>	<u>5,587,288</u>
Business-type activities			
Water and sewer	1,731,797	2,048,070	2,409,780
Refuse	354,628	457,274	494,692
Total business-type activities expenses	<u>2,086,425</u>	<u>2,505,344</u>	<u>2,904,472</u>
Total expenses	<u>\$ 5,966,534</u>	<u>\$ 7,111,872</u>	<u>\$ 8,491,760</u>
Program Revenues			
Governmental activities			
Charges for services			
General government	\$ 1,045,165	\$ 1,586,585	\$ 1,145,993
Public safety	148,469	148,524	157,205
Highways and streets	4,750	5,945	7,930
Operating grants and contributions	50,217	56,968	68,711
Capital grants and contributions	707,447	6,795,602	7,319,731
Total governmental activities program revenues	<u>1,956,048</u>	<u>8,593,624</u>	<u>8,699,570</u>
Business-type activities			
Charges for services			
Water and sewer	2,266,728	2,795,195	2,207,202
Refuse	383,015	462,224	516,245
Capital grants and contributions	1,087,701	2,362,505	3,262,306
Total business-type activities program revenues	<u>3,737,444</u>	<u>5,619,924</u>	<u>5,985,753</u>
Total program revenues	<u>\$ 5,693,492</u>	<u>\$ 14,213,548</u>	<u>\$ 14,685,323</u>
Net (Expense) Revenue			
Governmental activities	\$ (1,924,061)	\$ 3,987,096	\$ 3,112,282
Business-type activities	1,651,019	3,114,580	3,081,281
Total net expense	<u>\$ (273,042)</u>	<u>\$ 7,101,676</u>	<u>\$ 6,193,563</u>

Village of Sugar Grove, Illinois

Exhibit B-2

Changes in Net Assets
Last Three Fiscal Years
(accrual basis of accounting)

	Fiscal Year	
	2006	2007
General Revenues and Other Changes in Net Assets		
Governmental activities		
Taxes		
Property Income	\$ 909,171	\$ 1,020,864
Sales	419,200	501,456
Electric	299,274	294,015
Natural gas	219,231	233,888
Telecommunications	121,180	184,573
Motor fuel	341,355	352,759
Other	182,539	188,602
Investment income	70,628	82,288
Miscellaneous	90,740	216,364
Gain (loss) on disposal of capital assets	102,423	267,374
Transfers in (out)	-	15,064
Total governmental activities	2,911,210	3,515,101
Business-type activities		
Investment income	76,126	189,372
Miscellaneous	5,574	620,985
Gain (loss) on disposal of capital assets	7,000	-
Transfers in (out)	(155,469)	(157,854)
Total Business-Type Activities	(66,769)	682,503
Total	\$ 2,844,441	\$ 4,177,604
Changes in Net Assets		
Governmental activities	\$ 987,149	\$ 7,502,197
Business-type activities	1,584,250	3,777,083
Total changes in net assets	\$ 2,571,399	\$ 11,279,280

Data source: Village records

**Fund Balances of Governmental Funds
Last Ten Fiscal Years**
(modified accrual basis of accounting)

	Fiscal Year									
	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007
General Fund										
Reserved	\$ 40,983	\$ 45,970	\$ 46,413	\$ 49,622	\$ 71,435	\$ 41,033	\$ 39,197	\$ 76,553	\$ 77,933	\$ 84,482
Unreserved	838,595	699,016	934,068	1,139,242	1,142,832	1,240,190	1,371,021	1,516,724	1,884,470	1,757,139
Total general fund	\$ 879,578	\$ 744,986	\$ 980,481	\$ 1,188,864	\$ 1,214,267	\$ 1,281,223	\$ 1,410,218	\$ 1,593,277	\$ 1,962,403	\$ 1,841,621
All Other Governmental Funds										
Reserved	\$ -	\$ -	\$ -	\$ -	\$ 58	\$ 55,275	\$ 42,479	\$ 70,804	\$ 57,832	\$ 8,525,981 (a)
Unreserved, reported in:										
Special revenues funds	287,181	345,378	201,919	287,002	244,611	-	-	-	-	-
Debt service funds	(6,064)	(5,009)	(3,159)	(1,193)	-	-	-	-	-	-
Capital projects funds	503,465	480,538	487,083	257,012	2,094,904	2,092,325	2,564,494	3,251,739	4,052,984	4,400,140
Total all other governmental funds	\$ 784,582	\$ 820,907	\$ 685,843	\$ 542,821	\$ 2,339,573	\$ 2,147,600	\$ 2,606,973	\$ 3,322,543	\$ 4,110,816	\$ 12,926,121

(a) The substantial increase in reserved fund balance in 2007 is due to the issuance of the Series 2006A bonds for capital expenditures that have not been completed yet.

Data source: Village records

Village of Sugar Grove, Illinois

Exhibit B-4

General Governmental Revenues By Source

Last Ten Fiscal Years

(modified accrual basis of accounting)

	Fiscal Year									
	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007
Property taxes	\$ 471,550	\$ 511,333	\$ 538,008	\$ 569,570	\$ 609,296	\$ 686,617	\$ 788,108	\$ 909,171	\$ 1,020,864	\$ 1,124,578
Other taxes	638,443	675,979	974,856	1,031,997	899,907	983,890	1,207,833	1,595,720	1,834,096	2,213,953
Charges for services	102,190	154,462	245,030	339,090	392,752	426,356	468,220	591,897	1,198,302	742,396
Intergovernmental	180,562	236,303	419,438	690,406	982,256	1,380,491	815,674	732,864	768,434	973,499
Licenses and permits	136,956	110,993	156,928	218,466	289,888	395,547	440,067	469,495	404,465	422,503
Fines, fees and forfeitures	110,280	123,753	140,296	149,259	168,793	173,332	140,456	176,315	180,447	191,144
Interest	80,784	89,111	89,618	117,844	98,982	51,009	38,028	90,740	216,364	626,646
Miscellaneous	94,451	78,054	152,983	60,149	59,843	133,536	65,033	87,900	225,214	226,123
	\$ 1,815,216	\$ 1,979,988	\$ 2,717,157	\$ 3,176,781	\$ 3,501,707	\$ 4,230,778	\$ 3,963,419	\$ 4,654,102	\$ 5,848,186	\$ 6,520,842

Note: Includes General, Special Revenue, Debt Service and Capital Projects Funds.

Data source: Village records

Village of Sugar Grove, Illinois

Exhibit B-5

General Governmental Expenditures By Function

Last Ten Fiscal Years

(modified accrual basis of accounting)

	Fiscal Year									
	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007
General government	\$ 551,541	\$ 723,915	\$ 818,401	\$ 976,172	\$ 1,057,992	\$ 1,033,073	\$ 1,242,241	\$ 1,789,992	\$ 2,161,329	\$ 2,328,969
Public safety	369,236	422,888	497,488	576,468	661,563	840,645	884,383	1,051,698	1,302,644	2,204,060
Highways and streets	178,258	223,104	573,687	268,331	477,002	560,760	337,500	407,436	470,929	747,182
Culture and recreation	86,279	91,149	103,076	113,851	177,354	230,138	269,098	-	-	-
Debt service										
Principal	35,000	35,000	40,000	45,000	45,000	110,000	206,180	200,000	210,000	220,000
Interest and fiscal charges	61,886	58,836	55,686	52,086	48,126	266,238	211,609	202,805	193,215	183,350
Capital outlay	308,080	533,363	566,252	1,079,512	3,112,515	1,480,060	374,650	259,011	510,524	863,879
	\$ 1,590,380	\$ 2,088,255	\$ 2,654,590	\$ 3,111,420	\$ 5,579,552	\$ 4,520,914	\$ 3,525,661	\$ 3,910,942	\$ 4,848,641	\$ 6,547,440

Note: Includes General, Special Revenue, Debt Service and Capital Projects Funds.

Data source: Village records

Village of Sugar Grove, Illinois

**Changes in Fund Balances for Governmental Funds
Last Ten Fiscal Years**
(modified accrual basis of accounting)

See Following Page

Village of Sugar Grove, Illinois

Changes in Fund Balances for Governmental Funds
 Last Ten Fiscal Years
 (modified accrual basis of accounting)

	1998	1999	2000	2001
Revenues				
Property taxes	\$ 471,550	\$ 511,333	\$ 538,008	\$ 569,570
Other taxes	638,443	675,979	974,856	1,031,997
Charges for services	102,190	154,462	245,030	339,090
Intergovernmental	180,562	236,303	419,438	690,406
Licenses and permits	136,956	110,993	156,928	218,466
Fines, fees and forfeitures	110,280	123,753	140,296	149,259
Interest	80,784	89,111	89,618	117,844
Miscellaneous	94,451	78,054	152,983	60,149
Total Revenues	1,815,216	1,979,988	2,717,157	3,176,781
Expenditures				
General government	551,541	723,915	818,401	976,172
Public safety	369,236	422,888	497,488	576,468
Highways and streets	178,258	223,104	573,687	268,331
Culture and recreation	86,279	91,149	103,076	113,851
Debt service				
Principal	35,000	35,000	40,000	45,000
Interest and fiscal charges	61,986	58,836	55,686	52,086
Capital Outlay	308,080	533,363	566,252	1,079,512
Total Expenditures	1,590,380	2,088,255	2,654,590	3,111,420
Excess (deficiency) of revenues over expenditures	224,836	(108,267)	62,567	65,361
Other financing sources (uses)				
Transfers in	155,740	330,977	171,396	125,000
Transfers out	(90,740)	(320,977)	(171,396)	(125,000)
Proceeds of installment contract	-	-	37,864	-
Proceeds of general obligation alternate revenue bonds	-	-	-	-
Premium on general obligation alternate revenue bonds	-	-	-	-
Total Other Financing Sources (Uses)	65,000	10,000	37,864	-
Net Change in Fund Balances	\$ 289,836	\$ (98,267)	\$ 100,431	\$ 65,361
Debt Service as a Percentage of Noncapital Expenditures	7.56%	6.03%	4.58%	4.78%

Note: Includes General, Special Revenue, Debt Service and Capital Projects Funds.

Data source: Village records

Fiscal Year							
2002	2003	2004	2005	2006	2007		
\$ 609,286	\$ 686,617	\$ 788,108	\$ 909,171	\$ 1,020,864	\$ 1,124,578		
899,907	983,890	1,207,833	1,595,720	1,834,096	2,213,953		
392,752	426,356	468,220	591,897	1,198,302	742,396		
982,256	1,380,491	815,674	732,864	768,434	973,499		
289,888	395,547	440,067	469,495	404,465	422,503		
168,793	173,332	140,456	176,315	180,447	191,144		
98,982	51,009	38,028	90,740	216,364	626,646		
59,843	133,536	65,033	87,900	225,214	226,123		
3,501,707	4,230,778	3,963,419	4,654,102	5,848,186	6,520,842		
1,057,992	1,033,073	1,242,241	1,789,992	2,161,329	2,328,969		
661,563	840,645	884,383	1,051,698	1,302,644	2,204,060		
477,002	560,760	337,500	407,436	470,929	747,182		
177,354	230,138	269,098	-	-	-		
45,000	110,000	206,180	200,000	210,000	220,000		
48,126	266,238	211,609	202,805	193,215	183,350		
3,112,515	1,480,060	374,650	259,011	510,524	863,879		
5,579,552	4,520,914	3,525,661	3,910,942	4,848,641	6,547,440		
(2,077,845)	(290,136)	437,758	743,160	999,545	(26,598)		
99,000	791,875	428,944	714,151	1,050,573	1,588,542		
(99,000)	(658,526)	(278,334)	(558,682)	(892,719)	(1,413,337)		
-	31,770	-	-	-	-		
3,900,000	-	-	-	-	8,500,000		
-	-	-	-	-	45,916		
3,900,000	165,119	150,610	155,469	157,854	8,721,121		
\$ 1,822,155	\$ (125,017)	\$ 588,368	\$ 898,629	\$ 1,157,399	\$ 8,694,523		
3.77%	12.37%	13.26%	11.03%	9.29%	7.10%		

Village of Sugar Grove, Illinois

Exhibit B-7

Tax Revenues by Source for Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)

Fiscal Year	Property (a)	Income (b)	Sales (c)	Telecom- munications (d)	Electric (d)	Motor Fuel (b)	Natural Gas (d)	Use (b)	Personal Property Replacement	Total
1998	\$ 471,550	\$ 209,878	\$ 114,313	\$ 71,290	\$ 88,276	\$ 71,747	\$ 46,339	\$ 35,406	\$ 1,194	\$ 1,109,993
1999	511,333	227,724	103,896	101,829	90,711	76,634	33,596	40,156	1,433	1,187,312
2000	538,008	239,398	325,448	112,573	122,660	88,001	41,399	43,685	1,692	1,512,864
2001	569,570	256,293	289,426	132,703	121,120	94,355	87,498	49,120	1,482	1,601,567
2002	609,286	265,698	161,880	142,937	129,236	106,036	44,756	48,199	1,165	1,509,193
2003	686,617	254,270	172,851	160,388	157,155	111,417	91,188	35,511	1,110	1,670,507
2004	788,108	297,546	206,092	265,996	143,350	135,114	109,291	49,209	1,235	1,995,941
2005	909,171	419,200	278,489	311,343	219,231	182,539	121,180	62,135	1,603	2,504,891
2006	1,020,864	501,456	290,848	353,797	233,888	188,602	184,573	79,057	1,875	2,854,960
2007	1,124,578	686,381	422,508	354,040	247,629	240,989	158,172	102,149	2,085	3,338,531

Change

1998 - 2007	138.5%	227.0%	269.6%	396.6%	180.5%	235.9%	241.3%	188.5%	74.6%	200.8%
-------------	--------	--------	--------	--------	--------	--------	--------	--------	-------	--------

(a) The property tax rate has continued to decrease because of a combination of the tax cap and Village growth, however, the equalized assessed valuation of new and existing homes has continued to see substantial growth.

(b) Income, motor fuel, and use tax are received from the State of Illinois on a per capita basis. The population of the Village increased from 3,238 in 1997 to 7,958 in 2005, both based on Special Censuses done by the Village.

(c) Sales tax revenue increased 270% in the past ten year due to growth in the number of retail outlets in the Village. The Village had a sales tax rebate agreement with Edward Hines Lumber Company beginning in September 1999. The company moved operations to a location outside of the Village in January 2001.

(d) Telecommunications, electric, and natural gas utility taxes are charged to residents based on the cost of goods/services received. The population of the Village increased from 3,238 in 1997 to 7,958 in 2005, both based on Special Censuses done by the Village.

Data source: Village records

Village of Sugar Grove, Illinois

Exhibit C-1

Equalized Assessed Valuation of Taxable Property
Last Ten Levy Years

Tax Levy Year	Property Type				Total		Ratio of Total Assessed Value to Total		Direct Tax Rate (a)	
	Residential	Commercial	Industrial	Farm	Railroad	Equalized Assessed Value	Estimated Actual Value	Estimated Actual Value		Equalization Factor
1997	\$ 55,037,593	\$ 5,314,754	\$ 3,572,253	\$ 1,970,601	\$ 40,683	\$ 65,935,884	\$ 197,807,652	33.33%	1.0000	0.7151
1998	59,724,270	5,493,182	4,117,660	2,027,357	51,950	71,414,419	214,243,257	33.33	1.0000	0.7019
1999	65,072,006	7,312,251	4,003,193	2,396,775	65,324	78,849,549	236,548,647	33.33	1.0000	0.6758
2000	73,451,841	8,371,420	5,755,991	2,250,381	67,101	89,896,734	269,690,202	33.33	1.0000	0.6360
2001	88,919,660	9,217,786	6,119,738	2,312,670	72,773	106,642,627	319,927,881	33.33	1.0000	0.6061
2002	113,638,557	9,894,250	6,914,915	2,417,380	76,497	132,941,599	398,824,797	33.33	1.0000	0.5609
2003	141,744,773	10,546,838	7,492,112	2,377,441	64,197	162,225,361	486,676,083	33.33	1.0000	0.5326
2004	179,336,717	10,536,212	8,076,853	2,377,897	62,801	200,390,480	601,171,440	33.33	1.0000	0.4859
2005	213,346,305	12,129,466	8,548,379	2,896,278	58,028	236,918,456	710,755,368	33.33	1.0000	0.4580
2006	260,596,815	18,207,794	9,748,563	3,756,701	60,748	292,370,621	877,111,863	33.33	1.0000	0.4210

Note: The county assesses property at approximately 33% of actual value. Estimated actual value is calculated by dividing equalized assessed value by that percentage.

(a) Property tax rates are per \$100 of assessed valuation.

Data source: Kane County Clerk

Village of Sugar Grove, Illinois

Direct and Overlapping Property Tax Rates
Last Ten Levy Years

Tax Rates (a)	Tax Levy Year									
	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006
Village direct rates										
Corporate (c)	\$ 0.2889	\$ 0.2769	\$ 0.2604	\$ 0.2525	\$ 0.2453	\$ 0.2316	\$ 0.2241	\$ 0.1818	\$ 0.1742	\$ 0.1619
Debt service	0.1438	0.1353	0.1244	0.1046	0.0899	0.0733	0.0607	0.0495	0.0398	0.0324
IMRF	0.0658	0.0758	0.0719	0.0708	0.0688	0.0650	0.0629	0.0510	0.0489	0.0454
Police protection (c)	0.0573	0.0553	0.0495	0.0506	0.0490	0.0463	0.0448	0.0363	0.0348	0.0324
Police pension								0.0536	0.0514	0.0477
Audit	0.0086	0.0092	0.0084	0.0077	0.0075	0.0071	0.0069	0.0056	0.0054	0.0050
Liability insurance	0.0691	0.0758	0.0794	0.0675	0.0656	0.0620	0.0600	0.0487	0.0466	0.0433
Street lighting (c)	0.0158	0.0135	0.0114	0.0102	0.0099	0.0094	0.0091	0.0074	0.0071	0.0066
Social security	0.0658	0.0601	0.0704	0.0721	0.0701	0.0662	0.0641	0.0520	0.0498	0.0463
Total direct tax rate	0.7151	0.7019	0.6758	0.6360	0.6061	0.5609	0.5326	0.4859	0.4680	0.4210
Overlapping rates										
Kane County	0.4972	0.4912	0.4772	0.4677	0.4529	0.4292	0.3578	0.3467	0.3367	0.3452
Kane County Forest Preserve	0.1183	0.1171	0.1985	0.1634	0.1520	0.1395	0.1270	0.1432	0.1905	0.1747
Sugar Grove Township (b)	0.1480	0.1394	0.1303	0.1216	0.1087	0.3604	0.0950	0.0881	0.0847	0.0792
Sugar Grove Township Road District (b)	0.2734	0.2675	0.2603	0.2522	0.2416	N/A	0.2236	0.2072	0.1994	0.1864
Kaneland Community Unit School District 302	5.0767	5.1085	5.0275	4.8591	4.8407	4.8637	4.6805	4.5024	4.8886	4.6796
Waubensee Community College District 516	0.4559	0.4459	0.4358	0.4294	0.4131	0.4043	0.4134	0.4099	0.3933	0.3983
Sugar Grove Park District	0.0078	0.0078	0.0077	0.0076	0.0074	0.0071	0.1291	0.1587	0.1569	0.1424
Sugar Grove Library District	0.1245	0.1239	0.1224	0.1214	0.1184	0.1138	0.1114	0.2362	0.2212	0.1984
Sugar Grove Fire District	0.3347	0.3315	0.3253	0.3217	0.2990	0.5096	0.4980	0.5680	0.5432	0.5066
Sugar Grove Water Authority	0.0068	0.0062	0.0057	0.0052	0.0045	0.0038	0.0033	0.0028	0.0025	0.0019
Sugar Grove Community Building (b)	0.0729	0.0664	0.0607	0.0410	0.0369	N/A	0.0279	0.0236	0.0227	0.0213
Total direct and overlapping tax rates	\$ 7.8313	\$ 7.8073	\$ 7.7272	\$ 7.4263	\$ 7.2813	\$ 7.3923	\$ 7.1996	\$ 7.1727	\$ 7.4977	\$ 7.1550

Note: Representative tax rates for other governmental units are from Sugar Grove Township tax code 22, which represents a majority of the Village's 2006 EAV.

(a) Property tax rates are per \$100 of assessed valuation.

(b) The tax rate for Sugar Grove Township contains the Sugar Grove Township Road District and Sugar Grove Community Building in levy year 2002.

(c) Statutory tax rate limits for the Village are: Corporate (\$0.3330); Police Protection (\$0.0750); and Street Lighting (\$0.0500).

N/A - Information not readily available for specific levy year.

**Principal Property Tax Payers
Current Levy Year and Nine Levy Years Ago**

Taxpayer	Business/Service	2006			1997		
		Equalized Assessed Value	Rank	Percentage of Total Equalized Assessed Value	Equalized Assessed Value	Rank	Percentage of Total Equalized Assessed Value
Sav-On Realty Inc (Jewel)	Commercial property	\$ 2,767,072	1	0.95%	\$ -		0.00%
LaSalle National Bank	Real property	2,111,147	2	0.72	-		-
Scot Industries, Inc.	Industrial property	1,763,043	3	0.60	1,141,560	1	1.73
Chicago Title Land Trust	Commercial property	720,180	4	0.25	-		-
Kyle LLC	Commercial property	591,132	5	0.20	-		-
Healy Undertaking Co.	Commercial property	519,835	6	0.18	-		-
Sugar Grove Holding LLC	Commercial property	485,470	7	0.17	-		-
Individual	Commercial property	456,433	8	0.16	443,583	3	0.67
Old Second National Bank	Bank - commercial property	427,980	9	0.15	316,635	4	0.48
Itasca Bank (Hearland)	Bank - commercial property	424,186	10	0.15	-		-
Aurora National Bank	Commercial property	-		-	534,174	2	0.81
Individual	Commercial property	-		-	314,017	5	0.48
First National Bank of Cicero	Commercial property	-		-	249,960	6	0.38
Pioneer Bank & Trust Co.	Commercial property	-		-	244,321	7	0.37
LaSalle National Trust	Commercial property	-		-	241,210	8	0.37
Phillips 66 Co.	Gas Station	-		-	238,474	9	0.36
Pinnacle Bank	Commercial property	-		-	233,134	10	0.35
		<u>\$ 10,266,478</u>		<u>3.51%</u>	<u>\$ 3,957,068</u>		<u>6.00%</u>

Data source: Kane County Clerk

**Property Tax Levies and Collections
Last Ten Levy Years**

Tax Levy Year	Taxes Levied for the Fiscal Year	Amount Collected	Percentage of Levy
1997	\$ 471,508	\$ 466,461	98.93%
1998	501,257	500,347	99.82
1999	532,866	531,103	99.67
2000	571,743	569,237	99.56
2001	646,361	644,542	99.72
2002	745,670	742,547	99.58
2003	864,012	909,171	105.23
2004	973,737	971,732	99.79
2005	1,085,167	1,124,578	103.63
2006	1,230,749	*	*

Note: Levies for all Special Service Areas have been excluded from this table.

* Taxes are collected in two installments due in June and September of the following year.

Data source: Village records

Village of Sugar Grove, Illinois

Exhibit D-1

Ratios of Outstanding Debt By Type
Last Ten Fiscal Years

Fiscal Year	Governmental Activities			Business-Type Activities				Total	Percentage of Personal Income (a)	Per Capita (a)
	General Obligation Bonds	Water General Obligation Bonds	Water Revenue Bonds	IEPA Revolving Loans	Installment Contracts					
1998	\$ 780,000	\$ -	\$ 3,475,000	\$ -	\$ 276,000	\$ 4,531,000	7.85%	\$ 1,399		
1999	745,000	2,875,000	1,790,000	1,529,720	257,648	7,197,368	12.47	2,223		
2000	705,000	2,875,000	1,740,000	3,493,746	265,399	9,079,145	15.73	2,804		
2001	660,000	2,875,000	1,685,000	3,495,231	233,332	8,948,563	7.56	2,289		
2002	4,515,000	2,875,000	1,625,000	3,344,989	199,225	12,559,214	10.60	3,213		
2003	4,405,000	4,220,000	-	3,512,882	184,161	12,322,043	10.40	3,152		
2004	4,220,000	4,010,000	-	4,278,699	135,391	12,644,090	6.94	2,102		
2005	4,020,000	3,855,000	-	5,630,313	-	13,505,313	7.41	2,245		
2006	3,810,000	3,705,000	-	5,384,926	-	12,899,926	5.35	1,621		
2007	12,090,000	3,530,000	-	5,096,844	-	20,716,844	8.59	2,603		

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

(a) See Schedule E-1 for personal income and population data. These ratios are calculated using personal income and population for the prior calendar year.

Data source: Village records

**Ratios of General Bonded Debt Outstanding
Last Ten Fiscal Years**

Fiscal Year	General Bonded Debt Outstanding			Percentage of Equalized Assessed Valuation (a)	Per Capita (b)
	Gross General Obligation Bonds	Debt Service Monies Available	Net General Obligation Bonds		
1998	\$ 780,000	\$ (6,064)	\$ 786,064	1.19%	29.40
1999	745,000	(5,009)	750,009	1.05	28.08
2000	705,000	(3,159)	708,159	0.90	26.57
2001	660,000	(1,193)	661,193	0.74	24.88
2002	4,515,000	58	4,514,942	4.23	163.29
2003	4,405,000	10,376	4,394,624	3.31	159.31
2004	4,220,000	11,674	4,208,326	2.59	152.62
2005	4,020,000	12,944	4,007,056	2.00	145.38
2006	3,810,000	16,246	3,793,754	1.60	137.79
2007	12,090,000	465,831	11,624,169	3.98	437.24

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

(a) See Schedule C-1 for property value data. This ratio is calculated using equalized assessed valuation for the prior tax levy year.

(b) See Schedule E-1 for population data. This ratio is calculated using population for the prior calendar year.

Data Source: Village Records

Schedule of Direct and Overlapping Bonded Debt
April 30, 2007

	Gross Bonded Debt	Percentage of Debt Applicable to Village	Village's Share of Debt
Total direct bonded debt	\$ 15,620,000	100.00%	\$ 15,620,000
Less: self-supported debt	<u>(15,300,000)</u>	100.00	<u>(15,300,000)</u>
Net direct bonded debt	<u>320,000</u>		<u>320,000</u>
Overlapping Districts			
Schools:			
Aurora West Unit School District Number 129	160,630,000	0.66	1,060,158
Kaneland Community Unit School District Number 302	58,596,417	20.62	12,082,581
Hinckley - Big Rock Community Unit School District Number 1	14,340,000	3.70	530,580
Waubensee Community College District Number 516	<u>82,360,796</u>	3.26	<u>2,684,962</u>
Total schools	<u>315,927,213</u>		<u>16,358,281</u>
Other:			
Kane County	51,565,000	2.16	1,113,804
Kane County Forest Preserve District	262,590,866	2.16	5,671,963
Sugar Grove Public Library District	7,805,000	59.84	4,670,512
Sugar Grove Special Service Area Number 1	442,730	100.00	442,730
Sugar Grove Special Service Area Number 2	<u>115,594</u>	100.00	<u>115,594</u>
Total other	<u>322,519,190</u>		<u>12,014,603</u>
Total direct and overlapping bonded debt	<u>\$ 638,766,403</u>		<u>\$ 28,692,884</u>

Note: Percentages are based on 2006 equalized assessed valuation.

(a) Determined by the ratio of assessed value of property in the Village subject to taxation by the governmental unit to the total assessed value of property of the Governmental Unit.

Data source: Kane County Clerk

Village of Sugar Grove, Illinois

Exhibit D-4

Legal Debt Margin Information
Last Ten Fiscal Years

Equalized assessed valuation - 2006	\$ 292,370,621
Legal debt limit - 8.625% of equalized assessed valuation	\$ 25,216,966
Amount of debt applicable to limit	
Alternate Revenue Source Bonds of 1991	\$ 320,000
Alternate Revenue Source Bonds of 2001	3,270,000
Alternate Revenue Source Bonds of 2002	890,000
Alternate Revenue Source Bonds of 2006	2,640,000
Alternate Revenue Source Bonds of 2006A	8,500,000
Total general obligation debt	15,620,000
Less: alternate revenue source bonds	(15,300,000)
Total applicable debt	320,000
Legal debt margin	\$ 24,896,966

	Fiscal Year									
	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007
Legal debt limit	\$ 5,686,970	\$ 6,159,494	\$ 6,800,774	\$ 7,753,593	\$ 9,197,927	\$ 11,466,213	\$ 13,991,937	\$ 17,283,679	\$ 20,434,217	\$ 25,216,966
Total applicable debt	780,000	745,000	705,000	660,000	615,000	565,000	510,000	450,000	385,000	320,000
Legal debt margin	\$ 4,906,970	\$ 5,414,494	\$ 6,095,774	\$ 7,093,593	\$ 8,582,927	\$ 10,901,213	\$ 13,481,937	\$ 16,833,679	\$ 20,049,217	\$ 24,896,966

Total applicable debt as a percentage of debt limit	13.72%	12.10%	10.37%	8.51%	6.69%	4.93%	3.64%	2.60%	1.88%	1.27%
---	--------	--------	--------	-------	-------	-------	-------	-------	-------	-------

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

Data source: Village records

**Pledged-Revenue Coverage
Last Ten Fiscal Years**

General Obligation Bonds, Illinois Environmental Protection Agency Loans, Installment
Contracts, and Revenue Bonds Serviced by Waterworks and Sewerage Revenues

Fiscal Year	Operating Revenues	Less: Operating Expenses	Net Available Revenue	Debt Service		Coverage
				Principal	Interest	
1998	947,000	669,709	277,291	90,000	250,300	0.81
1999	1,064,667	685,707	378,960	131,996	243,513	1.01
2000	1,237,070	675,972	561,098	71,501	287,082	1.56
2001	1,197,694	698,174	499,520	77,886	277,114	1.41
2002	1,435,025	787,569	647,456	234,598	366,772	1.08
2003	1,768,459	742,868	1,025,591	313,739	286,082	1.71
2004	1,919,933	935,838	984,095	394,443	299,480	1.42
2005	1,964,332	1,131,137	833,195	500,323	201,670	1.19
2006	2,179,314	1,212,341	966,973	429,181	350,608	1.24
2007	2,197,581	1,516,763	680,818	448,082	315,669	0.89

Note: Details regarding the Village's outstanding debt can be found in the notes to the financial statements. Operating expenses do not include interest, depreciation, or amortization expenses.

Data Source: Village Records

**Demographic and Economic Statistics
Last Ten Calendar Years**

Year	Population		Personal Income	Per Capita Personal Income (b)	Median Age (b)	School Enrollment (e)	Unemployment Rate (f)
1997	3,238	(a)	\$ 57,730,302	17,829	N/A	N/A	1.60%
1998	3,238	(a)	57,730,302	17,829	N/A	2,360	1.50%
1999	3,238	(a)	57,730,302	17,829	N/A	2,476	1.50%
2000	3,909	(b)	118,438,791	30,299	34.6	2,647	3.60%
2001	3,909	(b)	118,438,791	30,299	34.6	2,747	4.30%
2002	3,909	(b)	118,438,791	30,299	34.6	2,862	5.30%
2003	6,016	(c)	182,278,784	30,299	34.6	3,049	5.40%
2004	6,016	(c)	182,278,784	30,299	34.6	3,325	4.90%
2005	7,958	(d)	241,119,442	30,299	34.6	3,616	4.70%
2006	7,958	(d)	241,119,442	30,299	34.6	3,994	4.30%

N/A - Information not readily available for specific year.

Data sources:

- (a) U.S. Census Bureau 1997 Special Census
- (b) U.S. Census Bureau 1990 and 2000 decennial censuses
- (c) U.S. Census Bureau 2003 Special Census
- (d) U.S. Census Bureau 2005 Special Census
- (e) Kaneland Community School District 302
- (f) Illinois Department of Employment Security

Village of Sugar Grove, Illinois

Exhibit E-2

Principal Employers
Current Fiscal Year and Nine Fiscal Years Ago

Employer	2007			1998		
	Employees	Rank	Percentage of Total Village Employment	Employees	Rank	Percentage of Total Village Employment
Waubonsee Community College District No. 516	1,460	1	N/A	750	1	N/A
HFR Precision Machining, Inc.	80	2	N/A	80	3	N/A
Scot Industries, Inc.	55	3	N/A	75	4	N/A
Engineering Enterprises, Inc.	50	4	N/A	-		N/A
CMC Electronics, Inc. (formerly Flight Visions, Inc.)	50	5	N/A	32	9	N/A
Hy-Tek Mfg. Co., Inc.	45	6	N/A	35	6	N/A
Deep-Coat Metallizing, Inc. (Division of Wave Zero, Inc.)	37	7	N/A	35	7	N/A
Lumanair Aviation Services	35	8	N/A	35	8	N/A
Edko, Inc.	30	9	N/A	30	10	N/A
Falex Corporation	30	10	N/A	30	11	N/A
OakGrigsby, Inc. (Division of Oak Industries, Inc.)	-		N/A	200	2	N/A
Finishes Unlimited	-		N/A	38	5	N/A
	<u>1,872</u>		<u>-</u>	<u>1,340</u>		<u>-</u>

N/A - Information not readily available.

Data source: 2007 Illinois Manufacturers Directory and 2007 Illinois Services Directory

Village of Sugar Grove, Illinois

Exhibit F-1

Full-Time Equivalent Village Government Employees by Function/Program
Last Six Fiscal Years

Function/Program	Fiscal Year					
	2002	2003	2004	2005	2006	2007
General Government						
Administration	2,692	2,000	2,000	2,000	2,000	2,000
Finance	2,500	2,500	2,500	3,500	3,500	4,500
Community Development						
Planning	1,000	1,000	1,000	2,000	2,000	2,000
Building	2,500	2,500	3,250	4,000	4,000	5,000
Police						
Officers	10,200	11,000	11,000	11,750	13,750	17,000
Civilians	1,000	1,000	1,000	1,000	1,000	1,000
Public Works						
General	2,000	1,625	1,625	2,000	2,000	2,000
Parks	2,692	3,692	-	-	-	-
Properties	0,250	0,500	2,000	2,000	2,000	2,000
Streets	2,692	2,346	3,346	3,346	3,346	4,346
Water and Sewer	4,346	4,346	4,346	4,346	6,346	6,346
Total	31,872	32,509	32,067	35,942	39,942	46,192

Data source: Village records

Village of Sugar Grove, Illinois

Exhibit F-2

Operating Indicators by Function/Program
Last Ten Fiscal Years

Function/Program	Fiscal Year									
	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007
Police										
Part I crimes	65	51	86	84	80	64	93	84	N/A	N/A
Part II crimes	274	340	447	360	321	317	276	252	N/A	N/A
Traffic violations	3,320	3,053	3,426	3,801	3,915	2,720	2,820	3,320	N/A	N/A
Parking violations	251	338	430	423	549	340	548	251	N/A	N/A
Forestry										
Parkway trees planted	N/A	N/A	N/A	N/A	N/A	N/A	24	110	240	196
Parkway trees trimmed	N/A	N/A	N/A	N/A	N/A	N/A	50	234	469	69
Streets										
Sidewalk replaced (sq ft) ¹	N/A	N/A	N/A	N/A	N/A	N/A	172	11	772	2,880
Street resurfacing (miles)	N/A	N/A	N/A	N/A	N/A	0.65	0.75	0.95	0.50	1.30
Street micro-surfacing (miles) ²	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	2.80	N/A
Pavement marking (linear feet) ³	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	84,417
Pothole repairs (tons of material)	N/A	N/A	N/A	N/A	N/A	N/A	N/A	15	18	12
Mosquito abatement (catch basins treated)	N/A	N/A	N/A	N/A	N/A	N/A	N/A	468	539	990
Water										
Water main breaks	N/A	N/A	3	2	3	2	2	3	1	-
Total distribution pumpage (1,000 gallons)	N/A	N/A	N/A	N/A	N/A	N/A	317,467	353,594	378,108	246,964
Average daily pumpage (1,000 gallons)	N/A	N/A	N/A	N/A	N/A	N/A	867	975	1,034	867
Sanitary sewer televising (feet)	N/A	N/A	N/A	N/A	N/A	700	1,000	1,200	800	1,000

1 Sidewalk replacements completed as component of annual MFT programs

2 Pilot program - 2006 MFT

3 Initial program year FYE08

N/A - Information not readily available.

Data source: Village records

Village of Sugar Grove, Illinois

Exhibit F-3

Property Value and New Construction Permits
Last Ten Calendar Years

Calendar Year	Commercial Construction		Residential Construction Single-Family		Residential Construction Multi-Family		Total	
	Number Of Units	Property Value	Number of Units	Property Value	Number of Units	Property Value	Number of Units	Property Value
1997	3	\$ 1,110,000	46	\$ 954,755	-	\$ -	49	\$ 2,064,755
1998	4	1,369,641	43	8,351,561	1	400,000	48	10,121,202
1999	3	970,000	87	15,715,096	-	-	90	16,685,096
2000	3	3,077,000	122	26,705,783	12	914,298	137	30,697,081
2001	2	720,000	189	46,841,314	114	16,098,292	305	63,659,606
2002	1	1,239,000	257	66,655,643	127	18,163,197	385	86,057,840
2003	3	1,011,500	140	36,987,796	149	21,958,365	292	59,957,661
2004	2	1,925,000	236	72,721,162	52	9,696,831	290	84,342,993
2005	6	6,493,480	171	58,389,204	32	4,915,111	209	69,797,795
2006	26	8,743,057	113	38,088,663	61	9,017,301	200	55,849,021

Data source: Village records

Village of Sugar Grove, Illinois

Exhibit F-4

Capital Asset Statistics by Function/Program
Last Ten Fiscal Years

Function/Program	Fiscal Year									
	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007
Police										
Stations	1	1	1	1	1	1	1	1	1	1
Patrol Units	N/A	N/A	N/A	N/A	6	6	6	6	8	10
Public Works										
Streets (miles)	N/A	N/A	N/A	N/A	N/A	81	95	104	109	116
Sidewalks (miles)	N/A	N/A	N/A	N/A	N/A	58	74	82	88	96
Storm sewers (miles)	N/A	N/A	N/A	N/A	N/A	44	51	55	58	61
Streetlights	N/A	N/A	N/A	N/A	N/A	1,100	1,300	1,750	1,900	2,050
Water										
Water mains (miles)	N/A	N/A	N/A	N/A	N/A	N/A	100	105	115	117
Fire hydrants	N/A	N/A	N/A	N/A	N/A	N/A	1,760	1,800	1,900	2,000
Sewer mains (miles)	N/A	N/A	N/A	N/A	N/A	N/A	90	95	105	107

N/A - Information not readily available.

Data source: Village records