

FILE COPY

VILLAGE OF SUMMIT

FINANCIAL STATEMENTS

**FOR THE YEAR ENDED DECEMBER 31, 2006
AND
INDEPENDENT AUDITORS' REPORT**

VILLAGE OF SUMMIT
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INDEPENDENT AUDITOR'S REPORT

President and Board of Trustees
Village of Summit
7321 West 59th Street
Summit, IL 60501

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 Summit, Illinois, as of and for the year ended December 31, 2006, which collectively comprise Village of Summit's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the Village of Summit's management. Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the pension trust fund, the Police Pension Fund. Those financial statements were audited by other auditors whose report thereon has been furnished to us, and our opinion, insofar as it relates to the amounts included for the Police Pension Fund is based on the report of the other auditors.

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

As described in Note 13, the financial statements do not disclose the composition of the net pension obligation nor a liability to be recognized when the accumulated annual pension cost exceeds the accumulated contributions. The effects of those departures on the financial statements are not reasonably determinable. In our opinion, disclosure of that information is required to conform with accounting principles generally accepted in the United States of America.

In our opinion, based on our report and the report of other auditors, except for the effect of such adjustments, if any, as might have been disclosed with respect to the net pension obligation, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Village of Summit, Illinois as of December 31, 2006, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

President and Board of Trustees
Village of Summit

The management's discussion and analysis, the historical pension information and the budgetary comparison schedules, as listed in the table of contents, are not a required part of the basic financial statements, but are supplementary information required by accounting principles generally accepted in the United States of America. We and the other auditors have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Village of Summit's basic financial statements. The supplementary schedules and other information are presented for purposes of additional analysis and are not a required part of the basic financial statements. The supplementary schedules have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole. The other information section had not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

We also have previously audited, in accordance with auditing standards generally accepted in the United States, Village of Summit's basic financial statements for the year ended December 31, 2005, which are not presented with the accompanying financial statements. In our report dated February 24, 2006, we expressed qualified opinions on the respective financial statements of the governmental activities, business-type activities, each major fund, and the aggregate remaining fund information. In our opinion, the 2005 information included in the individual fund financial schedules is fairly stated in all material respects in relation to the basic financial statements for the year ended December 31, 2005, taken as a whole.

Vielow, Krause & Company LLP

Oak Brook, Illinois
May 9, 2007

Village of Summit

Management's Discussion and Analysis

For the Year Ended December 31, 2006

The discussion and analysis of Village of Summit's (the "Village") financial performance provides an overall review of the Village's financial activities for the year ended December 31, 2006. The management of the Village encourages readers to consider the information presented herein in conjunction with the basic financial statements to enhance their understanding of the Village's financial performance. Certain comparative information between the current year and the prior is required to be presented in the Management's Discussion and Analysis (the "MD&A").

Financial Highlights

- The assets of the Village exceeded its liabilities at the close of the most recent fiscal year by \$5.225 million (net assets).
- In total, net assets increased by \$0.7 million. This represents a 17% increase from 2005 and is primarily the result of the use of property tax revenues to reduce debt related to the TIF.
- As of the close of the current fiscal year, the Village's governmental funds reported combined ending fund balances of \$2,883,870, an increase of \$0.4 million in comparison with the prior year.
- General revenues accounted for \$7.7 million in revenue or 78% of all governmental revenues. Program specific revenues in the form of charges for services and fees and grants accounted for \$2.1 million or 22% of total governmental revenues of \$9.6 million.
- The Village had \$8.912 million in expenses related to government activities. However, only \$2.1 million of these expenses were offset by program specific charges and grants.
- At the end of the current fiscal year, unreserved fund balance for the General Fund was \$408,777, or 5% of the total General Fund expenditures.
- The Village's total long-term liabilities decreased by \$376 thousand during the current year to \$1.2 million.

Overview of the Financial Statements

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

- Government-wide financial statements,
- Fund financial statements, and
- Notes to basic financial statements.

This report also contains other supplementary information in addition to the basic financial statements.

Government-wide financial statements

The government-wide financial statements are designed to provide readers with a broad overview of the Village's finances, in a manner similar to a private-sector business, and are reported using the accrual basis of accounting and economic resources measurement focus.

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.

Village of Summit

Management's Discussion and Analysis

For the Year Ended December 31, 2006

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

The government-wide financial statements can be divided into two types of activities: governmental and business type. Governmental activities present the functions of the Village that are principally supported by taxes and intergovernmental revenues. Business type activities present the functions that are intended to recover all or a significant portion of their costs through user fees and charges. The Village's governmental activities include functions like general government, public safety, public works and community development. The Village's business type activities include providing water and sewer services to its residents.

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 uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the Village can be divided into three categories: governmental funds, proprietary funds and fiduciary funds.

Governmental funds

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements and are reported using the modified accrual basis of accounting and current financial resources measurement focus. The governmental fund statements provide a detailed short-term view of the Village's general government operations and the basic services it provides. 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 Village'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 4 major 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, West Summit TIF Fund, 63rd St. and Archer Avenue TIF Fund and Motor Fuel Tax Fund, all of which are considered to be major funds. Data from the remaining governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining schedules elsewhere in this report. The Village adopts an annual budget for the General Fund listed above. A budgetary comparison statement has been provided for each major fund to demonstrate compliance with this budget.

Village of Summit

Management's Discussion and Analysis

For the Year Ended December 31, 2006

Proprietary funds

Proprietary funds are used to report the same functions presented as business type activities in the government-wide financial statements. The Village's proprietary funds present the activities and balances in the water fund, which is considered to be a major fund, using the accrual basis of accounting and economic resources measurement focus. Proprietary funds provide the same type of information as the government-wide financial statements, but in greater detail. The proprietary funds reflect the private-sector type operation, where the fee for service typically covers all or most of the cost of operation and maintenance including depreciation. The Village adopts an annual budget for the proprietary fund. A budgetary comparison schedule has been provided to demonstrate compliance with this budget.

Fiduciary funds

Fiduciary funds are used to account for resources held for the benefit of parties outside the Village. 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 for the government-wide financial statements.

Notes to basic financial statements

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

Other information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the Village's contributions and funding progress of the Illinois Municipal Retirement Fund and Police Pension Fund; as well as, budget to actual comparisons of the funds. Supplementary schedules include combining and individual fund schedules of all non-major funds and Fiduciary Funds.

Village of Summit
Management's Discussion and Analysis
For the Year Ended December 31, 2006

Government-Wide Financial Analysis

Table 1						
Condensed Statements of Net Assets						
(in thousands of dollars)						
	<i>Governmental Activities</i>		<i>Business-Type Activities</i>		<i>Total</i>	
	2006	2005	2006	2005	2006	2005
Assets:						
Current and other assets	\$ 6,803	\$ 6,554	\$ 426	\$ 468	\$ 7,229	\$ 7,022
Capital Assets	<u>2,857</u>	<u>2,802</u>	<u>396</u>	<u>447</u>	<u>3,253</u>	<u>3,249</u>
Total assets	<u>9,660</u>	<u>9,356</u>	<u>822</u>	<u>915</u>	<u>10,482</u>	<u>10,271</u>
Liabilities:						
Long-term liabilities	1,212	1,588	-	-	1,212	1,588
Other liabilities	<u>3,789</u>	<u>3,993</u>	<u>256</u>	<u>214</u>	<u>4,045</u>	<u>4,207</u>
Total liabilities	<u>5,001</u>	<u>5,581</u>	<u>256</u>	<u>214</u>	<u>5,257</u>	<u>5,795</u>
Net assets:						
Invested in capital assets, net of related debt	2,549	2,727	396	447	2,945	3,174
Restricted	2,450	2,393	-	-	2,450	2,393
Unrestricted	<u>(340)</u>	<u>(1,345)</u>	<u>170</u>	<u>254</u>	<u>(170)</u>	<u>(1,091)</u>
Total net assets	<u>\$ 4,659</u>	<u>\$ 3,775</u>	<u>\$ 566</u>	<u>\$ 701</u>	<u>\$ 5,225</u>	<u>\$ 4,476</u>

Normal Impacts

There are six basic (normal) transactions that will affect the comparability of the Statement of Net Assets summary presentation.

Net results of activities – which will impact (increase/decrease) current assets and unrestricted net assets.

Borrowing for capital – which will increase current assets and long-term debt.

Spending borrowed proceeds on new capital – which will: (a) reduce current assets and increase capital assets; and, (b) increase capital assets and long-term debt, which will not change the net assets invested in capital assets, net of related debt.

Spending of non-borrowed current assets on new capital – which will: (a) reduce current assets and increase capital assets; and, (b) will reduce unrestricted net assets and increase invested in capital assets, net of related debt.

Principal payment on debt – which will: (a) reduce current assets and reduce long-term debt; and, (b) reduce unrestricted net assets and increase net assets invested in capital assets, net of related debt.

Reduction of capital assets through depreciation – which will reduce capital assets and net assets invested in capital assets, net of related debt.

Village of Summit
Management's Discussion and Analysis
For the Year Ended December 31, 2006

Current Year Impacts

As noted earlier, net assets may serve over time as a useful indicator of a governments' financial position. Overall, the Village's financial position has improved over the prior year. In the case of the Village, total net assets increased by \$0.7 million from \$4,476 million to \$5.225 million. The Village's total assets equal \$10,482 million. The Village's total liabilities equal \$5,257 million.

The Village experienced an increase in total assets due to an increase in public safety expenses. Also, the Village reduced its long-term liabilities by approximately \$376 thousand.

A portion of the net assets of the governmental activities is restricted for debt service, road improvements, drug prevention, emergency 911 and community development. All restricted net asset categories show positive balances at year end.

Table 2
Condensed Statements of Activities
(in thousands of dollars)

	<i>Governmental Activities</i>		<i>Business-Type Activities</i>		<i>Total</i>	
	2006	2005	2006	2005	2006	2005
Revenues:						
<i>Program revenues:</i>						
Charges for services	\$ 1,563	\$ 1,418	\$ 1,541	\$ 1,544	\$ 3,104	\$ 2,962
Operating grants and contributions	583	912	-	-	583	912
<i>General revenues:</i>						
Property taxes	3,899	3,222	-	-	3,899	3,222
Other taxes	1,852	1,543	-	-	1,852	1,543
Intergovernmental	1,010	875	-	-	1,010	875
Other general revenues	714	733	-	1	714	734
Total revenues	9,621	8,703	1,541	1,545	11,162	10,248
Expenses:						
General government	2,973	2,762	-	-	2,973	2,762
Public safety	4,334	4,151	-	-	4,334	4,151
Public works	1,139	1,119	-	-	1,139	1,119
Community development	431	384	-	-	431	384
Interest and fees	35	27	-	-	35	27
Water	-	-	1,501	1,371	1,501	1,371
Total expenses	8,912	8,443	1,501	1,371	10,413	9,814
Transfers	175	53	(175)	(53)	-	-
Change in net assets	884	313	(135)	121	749	434
Net assets, beginning of year	3,775	3,462	701	580	4,476	4,042
Net assets end of year	\$ 4,659	\$ 3,775	\$ 566	\$ 701	\$ 5,225	\$ 4,476

Village of Summit

Management's Discussion and Analysis

For the Year Ended December 31, 2006

Normal Impacts

There are eight basic (normal) impacts that will affect the comparability of the revenues and expenses on the Statement of Activities summary presentation.

Revenues

Economic condition – which can reflect a declining, stable or growing economic environment, and has substantial impact on state sales, replacement and hotel/motel tax revenue; as well as, public spending habits for building permits, elective user fees, and volumes of consumption.

Increase/decrease in Village approved rates – while certain tax rates are set by statute, the Village has significant authority to impose and periodically increase/decrease rates (water, home rule sales tax, etc.).

Changing patterns in intergovernmental and grant revenue (both recurring and non-recurring) – certain recurring revenues (state shared revenues, etc.) may experience significant changes periodically while non-recurring grants are less predictable and often distorting in their impact on year to year comparisons.

Market impacts on investment income – the Village's investments may be affected by market conditions causing investment income to increase/decrease.

Expenses

Introduction of new programs – within the functional expense categories (general government, public safety, public works, and community development), individual programs may be added or deleted to meet changing community needs.

Change in authorized personnel – changes in service demand may cause the Village to increase/decrease authorized staffing. Staffing costs (salary and related benefits) represent the largest operating cost of the Village.

Salary increases (annual adjustments and merit) – the ability to attract and retain human and intellectual resources requires the Village to strive to approach a competitive salary range position in the marketplace.

Inflation – while overall inflation appears to be reasonably modest, the Village is a major consumer of certain commodities such as supplies, fuel, and parts. Some functions may experience unusual commodity specific increases.

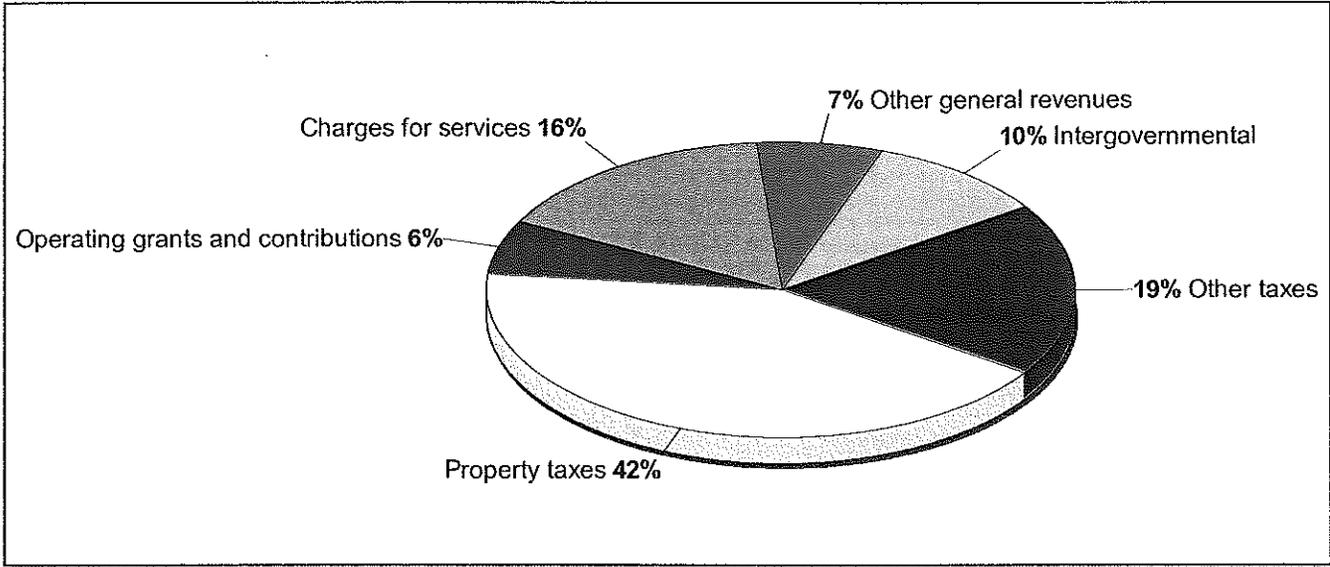
Current Year Impacts

The Governmental Activities experienced an increase in revenue due to increased receipt of property taxes. This increase combined with paying off the TIF related debt resulted in an increase in net assets to \$5,225 thousand compared to \$4,476 thousand in the prior fiscal year.

**Village of Summit
Management's Discussion and Analysis
For the Year Ended December 31, 2006**

Governmental Activities

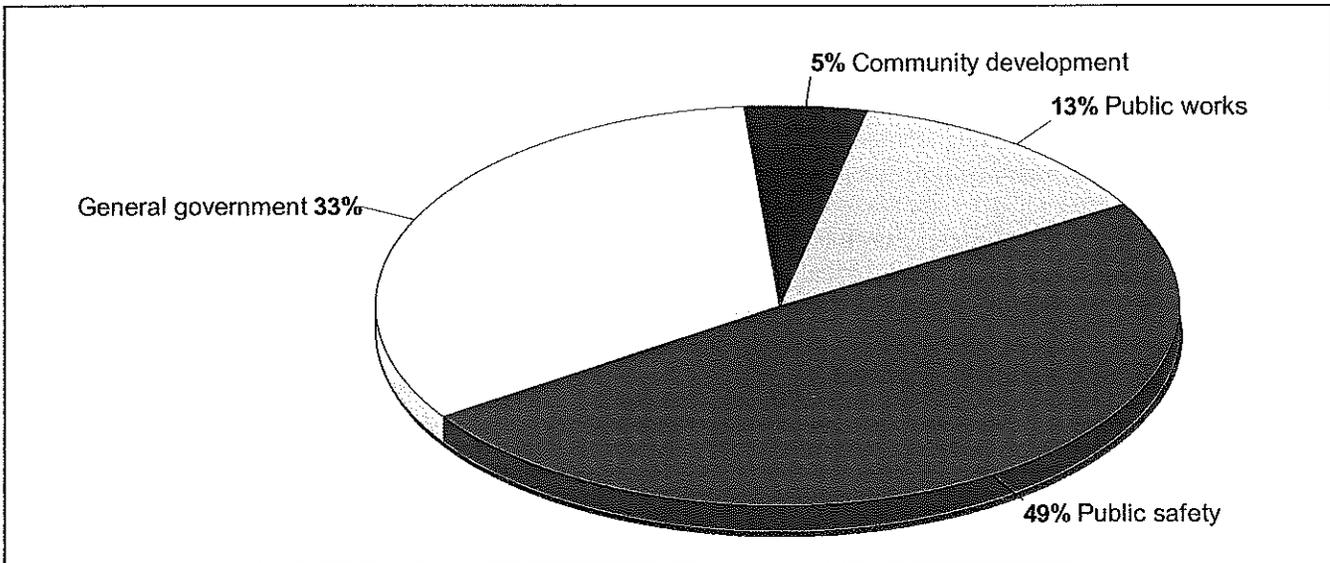
Governmental Revenues by Source



Revenues

The Village experienced an increase in governmental revenue for this fiscal year. This increase in revenues amounted to \$918 thousand. This increase in revenues was related to increased property tax collections and an increase in sales tax.

Governmental Expenses by Function



Village of Summit

Management's Discussion and Analysis

For the Year Ended December 31, 2006

Expenses

The Village's overall governmental expenses in the current fiscal year increased slightly over the previous year, only \$469 thousand. This increase was primarily due to increases in liability insurance of \$138,478, legal fees of \$11,592, municipal retirement of \$38,611, drug fund equipment of \$149,405, and motor fuel tax equipment of \$112,236.

Business Type Activities

The business-type activity of the Village of Summit includes the Water Department. The Water Department serves the Village of Summit residents and businesses. Pricing for water is based on a schedule set by the Village and reflects increases as passed along from the Village's supplier, the City of Chicago. Sales of water (revenues) can be affected by climate, at times, with warmer and drier summers bringing higher demand. The City of Chicago has annually adjusted rates and this adjustment is passed along to Village customers. The operating revenues of the Water Department decreased by \$4 thousand in comparison to the prior year.

Financial Analysis of the Village's Funds

The Village of Summit uses fund accounting to ensure and demonstrate compliance with finance related legal requirements.

Governmental Funds: The focus of the Village of Summit's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the Village of Summit's financing requirements.

As of the close of the current fiscal year, the Village's governmental funds reported combined ending fund balances of \$2,884 thousand, an increase of \$432 thousand in comparison with the prior year. All of which is available for spending at the government's discretion (unreserved fund balance). Revenues increased by approximately \$918 thousand. This increase in revenues was related to increased property tax collections and an increase in sales tax. The Village's overall expenses in the current fiscal year increased slightly over the previous year, only \$469 thousand. This increase was primarily due to increases in liability insurance of \$138,478, legal fees of \$11,592, municipal retirement of \$38,611, drug fund equipment of \$149,405, and motor fuel tax equipment of \$112,236.

The Proprietary Funds is the Water Department. The operating revenues of the Water Department decreased by \$4 thousand in comparison to the prior year due. Operating expenses, consisting mostly of water purchases and personnel services, increased approximately \$130 thousand. This increase was caused by an increase in the costs of water purchases of \$48 thousand due to purchasing new water pumps. In addition, personnel costs increased by approximately \$39 thousand due to annual salary increases. The net loss for fiscal 2006 was \$135 thousand after consideration of non-operating revenues and expenses and transfers. The net assets of the proprietary funds at the end of fiscal 2006 equaled \$566 thousand, of which \$170 thousand is unrestricted.

Village of Summit

Management's Discussion and Analysis

For the Year Ended December 31, 2006

General Fund Budgetary Highlights

Over the course of the year 2006, the original budget was not altered or amended. The increase of actual revenue from projected total revenues equaled approximately \$347 thousand in the General Fund for the fiscal year. Over the course of the year the Village realized an increase in budgeted other tax revenue due to the unbudgeted increase in sales tax receipts.

The actual expenditures for fiscal year 2006 were more than budgeted amounts by \$562 thousand. The public safety department has expenditures in excess of budget of approximately \$500 thousand due to unbudgeted contributions to the police pension funds.

Capital Assets and Debt Administration

Capital assets

By the end of 2006, the Village had compiled a total investment of \$8,172 million (\$3,253 million net of accumulated depreciation) in a broad range of capital assets. Total depreciation expense for the year was \$319 thousand. More detailed information about capital assets can be found in Note 6 of the basic financial statements.

	<i>Governmental Activities</i>		<i>Business-Type Activities</i>		<i>Total</i>	
	<i>2006</i>	<i>2005</i>	<i>2006</i>	<i>2005</i>	<i>2006</i>	<i>2005</i>
Land	\$ 588	\$ 588	\$ 17	\$ 17	\$ 605	\$ 605
Buildings	615	639	-	-	615	639
Land improvements	67	72	-	-	67	72
Improvements other than buildings	-	-	160	176	160	176
Water system	-	-	60	69	60	69
Vehicles	954	1,003	-	-	954	1,003
Machinery	633	500	159	185	792	685
Total	\$ 2,857	\$ 2,802	\$ 396	\$ 447	\$ 3,253	\$ 3,249

Debt Administration

The debt administration discussion covers two types of debt reported by the Village's financial statements. The Village's governmental activities include general obligation bonds, tax increment financing bonds, notes payable, capital leases, issued a new tax increment financing bond for \$96,241 and compensated absences. During the year, the Village entered into capital lease for \$263,918 to help finance the acquisition of multiple vehicles and made payments of \$1,154,243 on existing debt. More detailed information about debt can be found in Note 7 of the basic financial statements.

Village of Summit
Management's Discussion and Analysis
For the Year Ended December 31, 2006

Table 4
Long-Term Debt
(in thousands of dollars)

	<i>Governmental Activities</i>	
	<i>2006</i>	<i>2005</i>
General obligation bonds	\$ 527	\$ 620
Tax increment revenue bonds	-	618
Notes and other long-term liabilities	<u>685</u>	<u>350</u>
Total	<u>\$ 1,212</u>	<u>\$ 1,588</u>

Factors Bearing on the Village's Future

The general economic conditions of southwestern Cook County and the Chicago metropolitan statistical area are affected by the national economic downturn. The unemployment rate is presently at 5.7% County-wide (Local Area Unemployment Statistics LAUS web site). However, the Village has a small stable industrial base and is currently trying to bring new companies to the area. In addition, during 2003 the Village approved a tax increment financing district within the Village boundaries and during the next fiscal year, the Village will receive increased revenues relating to that district. Also, the Village has plans to bring in a senior living center and a casino to help bring in new revenues streams. The Village is also planning to apply for additional Illinois Environmental Protection Agency grants in order to clean up contaminated grounds.

The cost of insurance and retirement obligations may continue to increase.

Much of the vacant property in the Village has been absorbed and will be added to the Village's tax base. Also, an abandoned auto recycling center will be cleaned up and redeveloped. This should mean additional revenues for the Village.

Requests for Information

This financial report is designed to provide the Village's citizens, taxpayers, and creditors with a general overview of the Village's finances and to demonstrate the Village's accountability for the money it receives. If you have questions about this report, need additional financial information, or would like a copy of the financial statements for the Police Pension, contact the Village:

Office of the Village Hall Administration
Village of Summit
7321 West 59th Street
Summit, IL 60501

VILLAGE OF SUMMIT
STATEMENT OF NET ASSETS
DECEMBER 31, 2006

	GOVERNMENTAL ACTIVITIES	BUSINESS TYPE ACTIVITIES	TOTAL
Assets			
Cash and investments	\$ 2,951,958	\$ 282,515	\$ 3,234,473
Receivables - (net of allowances for uncollectibles):			
Property taxes	3,136,924	-	3,136,924
Other taxes	424,358	-	424,358
Intergovernmental	176,598	-	176,598
Accounts	-	249,125	249,125
Other assets	7,330	-	7,330
Internal balances	106,184	(106,184)	-
Capital assets (net of depreciation)			
Land	588,120	17,117	605,237
Land improvements	67,188	-	67,188
Buildings	615,057	-	615,057
Water system	-	59,543	59,543
Improvements other than buildings	-	159,849	159,849
Machinery	633,081	159,617	792,698
Vehicles	953,470	-	953,470
Total assets	<u>9,660,268</u>	<u>821,582</u>	<u>10,481,850</u>
Liabilities			
Accounts payable	160,277	93,361	253,638
Accrued payroll	144,221	22,278	166,499
Deposits payable	83,444	140,130	223,574
Due to other governments	27,159	-	27,159
Due to fiduciary funds	247,397	-	247,397
Unearned revenue	3,126,803	-	3,126,803
Noncurrent liabilities			
Due within one year	528,573	-	528,573
Due after one year	683,285	-	683,285
Total liabilities	<u>5,001,159</u>	<u>255,769</u>	<u>5,256,928</u>
Net assets			
Invested in capital assets, net of related debt	2,548,773	396,126	2,944,899
Restricted for:			
Debt service	155,705	-	155,705
Road improvements	890,411	-	890,411
Drug prevention	325,571	-	325,571
Emergency 911	24,894	-	24,894
Community development	1,053,512	-	1,053,512
Unrestricted	<u>(339,757)</u>	<u>169,687</u>	<u>(170,070)</u>
Total net assets	<u>\$ 4,659,109</u>	<u>\$ 565,813</u>	<u>\$ 5,224,922</u>

The notes to the financial statements are an integral part of this statement

VILLAGE OF SUMMIT
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2006

FUNCTIONS/PROGRAMS	EXPENSES	PROGRAM REVENUES	
		CHARGES FOR SERVICES	OPERATING GRANTS AND CONTRIBUTIONS
Primary government			
Governmental activities			
General government	\$ 2,972,780	\$ 678,596	\$ -
Public safety	4,334,336	542,787	218,478
Public works	1,139,097	341,602	306,179
Community development	431,291	-	57,970
Interest and fees	<u>34,926</u>	<u>-</u>	<u>-</u>
Total governmental activities	<u>8,912,430</u>	<u>1,562,985</u>	<u>582,627</u>
Business-type activities			
Water	<u>1,501,391</u>	<u>1,540,979</u>	<u>-</u>
Total business-type activities	<u>1,501,391</u>	<u>1,540,979</u>	<u>-</u>
Total primary government	<u>\$ 10,413,821</u>	<u>\$ 3,103,964</u>	<u>\$ 582,627</u>
	General revenues		
	Property taxes		
	Other taxes		
	Sales		
	Local use		
	Telecommunications		
	Utility		
	Other taxes		
	Intergovernmental:		
	State income tax		
	Personal property replacement tax		
	Interest income		
	Miscellaneous		
	Transfers - internal activity		
	Total general government revenues		
	Change in net assets		
	Net assets, beginning of year (as restated - Note 14)		
	Net assets, end of year		

The notes to the financial statements are an integral part of this statement

NET (EXPENSES) REVENUE AND CHANGES IN NET
ASSETS

PRIMARY GOVERNMENT

GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL
\$ (2,294,184)	\$ -	\$ (2,294,184)
(3,573,071)	-	(3,573,071)
(491,316)	-	(491,316)
(373,321)	-	(373,321)
<u>(34,926)</u>	<u>-</u>	<u>(34,926)</u>
<u>(6,766,818)</u>	<u>-</u>	<u>(6,766,818)</u>
-	39,588	39,588
-	39,588	39,588
(6,766,818)	39,588	(6,727,230)
3,898,771	-	3,898,771
1,318,968	-	1,318,968
128,897	-	128,897
369,401	-	369,401
582,999	-	582,999
34,900	-	34,900
871,524	-	871,524
138,781	-	138,781
26,310	182	26,492
105,799	-	105,799
<u>175,000</u>	<u>(175,000)</u>	<u>-</u>
<u>7,651,350</u>	<u>(174,818)</u>	<u>7,476,532</u>
884,532	(135,230)	749,302
<u>3,774,577</u>	<u>701,043</u>	<u>4,475,620</u>
<u>\$ 4,659,109</u>	<u>\$ 565,813</u>	<u>\$ 5,224,922</u>

VILLAGE OF SUMMIT
GOVERNMENTAL FUNDS
BALANCE SHEET
DECEMBER 31, 2006

	SPECIAL REVENUE		
	GENERAL	WEST SUMMIT TIF	MOTOR FUEL TAX
Assets			
Cash	\$ 372,366	\$ 58,405	\$ 902,094
Receivables (net allowance for uncollectibles):			
Property taxes	2,357,924	-	-
Other taxes	424,358	-	-
Intergovernmental	150,728	-	25,870
Other assets	7,330	-	-
Due from other funds	206,359	-	-
Total assets	<u>\$ 3,519,065</u>	<u>\$ 58,405</u>	<u>\$ 927,964</u>
Liabilities and fund balance			
Liabilities			
Accounts payable	\$ 122,086	\$ -	\$ 37,087
Accrued payroll	144,221	-	-
Deposits payable	83,444	-	-
Due to other funds	-	58,405	466
Due to other governments	27,159	-	-
Due to component units	247,397	-	-
Deferred revenue	2,485,981	-	-
Total liabilities	<u>3,110,288</u>	<u>58,405</u>	<u>37,553</u>
Fund balance			
Unreserved, undesignated reported in			
General fund	408,777	-	-
Special revenue funds	-	-	890,411
Debt service fund	-	-	-
Capital projects fund	-	-	-
Total fund balance	<u>408,777</u>	<u>-</u>	<u>890,411</u>
Total liabilities and fund balance	<u>\$ 3,519,065</u>	<u>\$ 58,405</u>	<u>\$ 927,964</u>

The notes to the financial statements are an integral part of this statement

SPECIAL REVENUE		
63RD ST. AND ARCHER AVE TIF	NONMAJOR FUNDS	TOTAL
\$ 1,036,386	\$ 582,707	\$ 2,951,958
665,000	114,000	3,136,924
-	-	424,358
-	-	176,598
-	-	7,330
-	23,423	229,782
<u>\$ 1,701,386</u>	<u>\$ 720,130</u>	<u>\$ 6,926,950</u>

\$ -	\$ 1,104	\$ 160,277
-	-	144,221
-	-	83,444
-	64,727	123,598
-	-	27,159
-	-	247,397
<u>657,111</u>	<u>113,892</u>	<u>3,256,984</u>
<u>657,111</u>	<u>179,723</u>	<u>4,043,080</u>

-	-	408,777
1,044,275	359,702	2,294,388
-	155,705	155,705
-	25,000	25,000
<u>1,044,275</u>	<u>540,407</u>	<u>2,883,870</u>
<u>\$ 1,701,386</u>	<u>\$ 720,130</u>	<u>\$ 6,926,950</u>

VILLAGE OF SUMMIT
 RECONCILIATION OF THE GOVERNMENTAL FUNDS
 BALANCE SHEET TO THE STATEMENT OF NET ASSETS
 DECEMBER 31, 2006

Total fund balances - governmental funds \$ 2,883,870

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

The cost of capital assets (land, buildings, furniture and equipment) purchased or constructed is reported as an expenditure in governmental funds. The Statement of Net Assets includes those capital assets among the assets of the Village as a whole.

Cost of capital assets	\$ 5,854,055	
Depreciation expense to date	<u>(2,997,139)</u>	2,856,916

Revenue is deferred in the Fund Financial Statement because it is not available and recognized as revenue in the Government-wide Financial Statements.		130,181
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Long-term liabilities applicable to the Village's governmental activities are not due and payable in the current period and accordingly, are not reported as fund liabilities. All liabilities - both current and long-term - are reported in the Statement of Net Assets.

Long-term liabilities payable	\$ <u>(1,211,858)</u>	<u>(1,211,858)</u>
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Net assets of governmental activities		\$ <u><u>4,659,109</u></u>
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The notes to the financial statements are an integral part of this statement

VILLAGE OF SUMMIT
GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED DECEMBER 31, 2006

	SPECIAL REVENUE		
	GENERAL	WEST SUMMIT TIF	MOTOR FUEL TAX
Revenues			
Property taxes	\$ 2,333,210	\$ 773,042	\$ -
Other taxes	2,318,615	95,087	-
Intergovernmental	1,065,587	-	306,179
Licenses, permits and fees	985,279	-	-
Reimbursements	210,591	-	-
Charges for services	39,735	-	-
Fines and traffic violations	239,319	-	-
Interest	14,130	3,170	4,115
Miscellaneous	75,407	-	30,392
Total revenues	<u>7,281,873</u>	<u>871,299</u>	<u>340,686</u>
Expenditures			
Current:			
General government	2,962,510	-	-
Public safety	3,936,589	-	-
Public works	674,673	-	185,414
Community development	93,960	157,475	-
Debt Service:			
Principal	24,838	713,797	3,191
Interest	11,413	-	2,178
Capital Outlay	77,322	-	180,650
Total expenditures	<u>7,781,305</u>	<u>871,272</u>	<u>371,433</u>
Excess (deficiency) of revenues over expenditures	<u>(499,432)</u>	<u>27</u>	<u>(30,747)</u>
Other financing uses			
Sale of capital assets	-	-	-
Debt proceeds	47,500	96,241	170,000
Transfers in	530,366	-	-
Transfers (out)	-	(335,366)	-
Total other financing uses	<u>577,866</u>	<u>(239,125)</u>	<u>170,000</u>
Net change in fund balance	78,434	(239,098)	139,253
Fund balance, beginning of year (as restated - Note 14)	<u>330,343</u>	<u>239,098</u>	<u>751,158</u>
Fund balance, end of year	<u>\$ 408,777</u>	<u>\$ -</u>	<u>\$ 890,411</u>

The notes to the financial statements are an integral part of this statement

SPECIAL REVENUE			
63RD ST. AND ARCHER AVE TIF	NONMAJOR FUNDS		TOTAL
\$ 675,241	\$ 117,278	\$	3,898,771
-	-		2,413,702
-	221,166		1,592,932
-	-		985,279
-	37,443		248,034
-	50,618		90,353
-	-		239,319
3,376	1,519		26,310
-	-		105,799
<u>678,617</u>	<u>428,024</u>		<u>9,600,499</u>
-	-		2,962,510
-	390,410		4,326,999
-	-		860,087
30,840	149,016		431,291
-	95,587		837,413
-	21,335		34,926
-	-		257,972
<u>30,840</u>	<u>656,348</u>		<u>9,711,198</u>
<u>647,777</u>	<u>(228,324)</u>		<u>(110,699)</u>
-	7,500		7,500
-	46,418		360,159
-	-		530,366
(20,000)	-		(355,366)
<u>(20,000)</u>	<u>53,918</u>		<u>542,659</u>
627,777	(174,406)		431,960
<u>416,498</u>	<u>714,813</u>		<u>2,451,910</u>
<u>\$ 1,044,275</u>	<u>\$ 540,407</u>	<u>\$</u>	<u>2,883,870</u>

VILLAGE OF SUMMIT
RECONCILIATION OF THE GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2006

Net change in fund balances - total governmental funds	\$	431,960
Amounts reported for governmental activities in the Statement of Activities are different because:		
Capital outlays are reported in governmental funds as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays exceeds depreciation in the current period.		
Depreciation expense	\$ (262,626)	
Capital outlays	<u>342,737</u>	80,111
The net effect of various miscellaneous transactions involving capital assets (i.e. sales and trade-ins) is to (decrease) net assets.		
		(25,065)
Some of the capital assets acquired this year were financed with capital leases. The amount financed by the leases is reported in the governmental funds as a source of financing. On the other hand, the capital leases are not revenues in the Statement of Activities, but rather constitute long-term liabilities in the Statement of Net Assets.		
		(263,918)
Bond proceeds are reported in the governmental funds as an "other financing source". In the government-wide financial statements, the bond issuances are not revenues in the Statement of Activities, but rather a change in long-term liabilities in the Statement of Net Assets.		
		(96,241)
Some revenues not collected as of the year end are not considered "available" revenues in the governmental funds. These are the amounts that were not considered available in the current year.		
		21,464
In the Statement of Activities, operating expenses are measured by the amounts incurred during the year. However, certain of these items are included in the governmental funds only to the extent that they require the expenditure of current financial resources:		
Compensated absences	\$ <u>(101,192)</u>	(101,192)
Repayment of long-term liabilities is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Assets and does not affect the Statement of Activities.		
		<u>837,413</u>
Change in net assets of governmental activities	\$	<u><u>884,532</u></u>

The notes to the financial statements are an integral part of this statement

VILLAGE OF SUMMIT
PROPRIETARY FUND
STATEMENT OF NET ASSETS
DECEMBER 31, 2006

WATER

Assets

Current assets

Cash	\$	282,515
Receivables - (net of allowances for uncollectibles):		
Accounts		249,125
Total current assets		531,640

Noncurrent Assets

Capital assets

Land		17,117
Buildings		15,383
Improvements other than buildings		624,484
Waterworks and reservoir system		1,039,311
Machinery and equipment		621,831
Less accumulated depreciation		(1,922,000)
Total noncurrent assets		396,126
Total assets		927,766

Liabilities

Current liabilities

Accounts payable		93,361
Accrued payroll		22,278
Due to other funds		106,184
Deposits payable		140,130
Total liabilities		361,953

Net assets

Invested in capital assets, net of related debt		396,126
Unrestricted		169,687
Total net assets	\$	565,813

The notes to the financial statements are an integral part of this statement

VILLAGE OF SUMMIT
PROPRIETARY FUND
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS
FOR THE YEAR ENDED DECEMBER 31, 2006

	WATER
Operating revenues	
Charges for services	\$ <u>1,540,979</u>
Total operating revenues	<u>1,540,979</u>
Operating expenses	
Source of water	620,104
Repairs and maintenance	659,785
Administrative	165,015
Depreciation expense	<u>56,487</u>
Total operating expenses	<u>1,501,391</u>
Operating income (loss)	<u>39,588</u>
Non operating revenues (expenses)	
Interest income	<u>182</u>
Total non operating revenues (expenses)	<u>182</u>
Income (loss) before contributions and transfers	<u>39,770</u>
Contributions and transfers	
Transfers out	<u>(175,000)</u>
Total contributions and transfers	<u>(175,000)</u>
Change in net assets	(135,230)
Net assets, beginning of year	<u>701,043</u>
Net assets, end of year	<u>\$ <u>565,813</u></u>

The notes to the financial statements are an integral part of this statement

VILLAGE OF SUMMIT
PROPRIETARY FUND
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2006

	<u>WATER FUND</u>
	<u>TOTAL</u>
Cash flows from operating activities	
Cash received from customers	\$ 1,514,215
Cash payments to suppliers for services	(791,054)
Cash payment to employees for services	<u>(620,811)</u>
Net cash provided by (used for) operating activities	<u>102,350</u>
Cash flows from non-capital financing activities	
Transfers to other funds	<u>(175,000)</u>
Net cash used for non-capital financing activities	<u>(175,000)</u>
Cash flows (used for) capital and related financing activities	
Acquisition and construction of capital assets-net	<u>(5,700)</u>
Net cash used for capital and related financing activities	<u>(5,700)</u>
Cash flows from investing activities	
Interest on investments	<u>182</u>
Net cash provided by investing activities	<u>182</u>
Net (decrease) in cash and cash equivalents	(78,168)
Cash and cash equivalents, beginning of year	<u>360,683</u>
Cash and cash equivalents, end of year	<u>\$ 282,515</u>
Reconciliation of operating income to net cash provided by operating activities	
Operating income	<u>\$ 39,588</u>
Adjustment to reconcile operating income to net cash provided by operating activities:	
Depreciation	56,487
Changes in assets and liabilities:	
(Increase) decrease in accounts receivable	(33,276)
Increase (decrease) in accounts payable	34,248
Increase (decrease) in accrued salaries	1,381
Increase (decrease) in due to other funds	(2,590)
Increase in deposits	<u>6,512</u>
Total adjustments	<u>62,762</u>
Net cash provided by operating activities	<u>\$ 102,350</u>

The notes to the basic financial statements are an integral part of this statement

VILLAGE OF SUMMIT
FIDUCIARY FUND
STATEMENT OF NET ASSETS
DECEMBER 31, 2006

	PENSION TRUST
Assets	
Cash	\$ 587,487
Investments	
U.S. treasuries	248,054
U.S. agencies	3,111,582
Annuities	3,161,782
Money market mutual funds	51,946
Receivables - net of allowances:	
Accrued interest	48,547
Due from other funds	<u>247,397</u>
Total assets	<u>7,456,795</u>
Liabilities	
Accounts payable	<u>1,200</u>
Total liabilities	<u>1,200</u>
Net assets	
Net assets held in trust for pension benefits	\$ <u><u>7,455,595</u></u>

The notes to the financial statements are an integral part of this statement

VILLAGE OF SUMMIT
FIDUCIARY FUND
STATEMENT OF CHANGES IN NET ASSETS
FOR THE YEAR ENDED DECEMBER 31, 2006

	PENSION TRUST
Additions	
Contributions	
Employer	\$ 485,887
Plan members	<u>229,093</u>
Total contributions	<u>714,980</u>
Investment Income	
Interest	185,206
Net appreciation (depreciation) in fair value of investments	<u>280,975</u>
Total investment income	466,181
Less investment expenses	<u>181</u>
Net investment income	<u>466,000</u>
Total additions	<u>1,180,980</u>
Deductions	
Benefits	700,909
Administration	<u>19,139</u>
Total deductions	<u>720,048</u>
Net change in fund balance	460,932
Net assets, beginning of year	<u>6,994,663</u>
Net assets, end of year	<u>\$ 7,455,595</u>

The notes to the financial statements are an integral part of this statement

VILLAGE OF SUMMIT
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2006

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Village of Summit, IL (the "Village") is a nonhome-rule municipality, under the 1970 Illinois Constitution, located in Cook County, Illinois. The Village operates under a President-Trustee form of government and provides the following services as authorized by its charter: public safety (police and fire protection), highways and streets, sanitation (water and sewer), health and social services, public improvements, planning and zoning, and general administrative services.

The financial statements of the Village have been prepared in conformity with accounting principles generally accepted in the United States of America as applied to governmental units, hereinafter referred to as GAAP (general accepted accounting principles). The accepted standard-setting body for establishing governmental accounting and financial reporting principles is GASB (the Governmental Accounting Standards Board).

The more significant of the Village's accounting policies are described below.

Reporting Entity

As defined by generally accepted accounting principles established by the Governmental Accounting Standards Board (GASB), the financial reporting entity consists solely of the primary government. Even though there are local government agencies within the geographic area served by the Village, such as the library and park district, these agencies have been excluded from the report because they are legally separate and the Village is not financially accountable for them. Financial accountability is defined as:

- (A) Appointment of a voting majority or 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
- (B) Fiscal dependency on the primary government.

Blended Component Unit

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

Police Pension Employees Retirement System (PPERS) - is established for the Village's police employees. 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 and the Village is authorized to approve the actuarial assumptions used in the determination of contribution 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.

Complete financial statements for the component unit may be obtained at the entity's administrative offices.

Police Pension Board
7321 West 59th Street
Summit, IL 60501

VILLAGE OF SUMMIT
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2006

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Government-wide and Fund Financial Statements

The government-wide financial statements (i.e., the Statement of Net Assets and the Statement of Activities) report information on all of the non-fiduciary activities of the Village and its component unit. As a general rule, the effect of interfund activity has been removed from these statements. Exceptions to this general rule are payments-in-lieu of taxes and other charges between the government's enterprise functions and various other functions of the Village. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for services.

The Statement of Activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment, 2) operating grants and contributions that are restricted to meeting the requirements of a particular function or segment and 3) capital grants and contributions, including special assessments, that are restricted to meeting capital requirements of a particular function or segment. Taxes and other items, including internally dedicated resources, not properly included among program revenues are reported instead as general revenues.

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

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 when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Property taxes, replacement taxes, and interest associated with the current fiscal period are all considered to be susceptible to accrual and are recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the Village.

VILLAGE OF SUMMIT
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2006

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

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. Governments also have the option of following subsequent private-sector guidance for their business-type activities and enterprise funds, subject to this same limitation. The Village has elected not to follow subsequent private-sector guidance.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the Village's proprietary (enterprise) fund is charges to customers for sales and services. The fund recognizes as operating revenue the portion of tap fees intended to recover the cost of connecting new customers to the system. Operating expenses 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 non-operating 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.

Fund and Accounting Entity

A fund is an independent fiscal and accounting entity with a self-balancing set of accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance-related legal and contractual provisions. The minimum numbers of funds are maintained consistent with legal and managerial requirements.

The Village reports the following major governmental funds:

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

The Motor Fuel Tax Fund - is used to account for State shared motor fuel tax revenues that are legally restricted to maintenance and construction of streets, sidewalks, alleys and signals.

The West Summit TIF Fund - is used to account for incremental real estate and sales tax revenues received from the Village's Tax Increment Financing district that are to be used for the debt service payments on bonds issued to provide redevelopment of sites and improve their contributions to the Village and its surrounding area.

VILLAGE OF SUMMIT
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2006

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

The 63rd St. And Archer Ave TIF Fund - is used to account for incremental real estate and sales tax revenues received from the Village's Tax Increment Financing district that are to be used for the debt service payments on bonds issued to provide redevelopment of sites and improve their contributions to the Village and its surrounding area.

The Village reports the following major proprietary fund:

The Water Fund - accounts for the activities of the Village which operate the water distribution system.

Additionally, the Village reports the following fiduciary fund type which is held in a trustee capacity for others and therefore are not available to support Village programs. Since by definition these assets are being held for the benefit of a third party (pension participants, etc.) and cannot be used to address activities or obligations of the Village, these funds are not incorporated into the government-wide statements:

The Pension Trust Fund - accounts for the activities of the Police Pension fund, which accumulate resources for pension benefit payments to qualified public safety employees.

Assets, Liabilities and Net Assets or Equity

Deposits and Investments

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. Investments for the Village, as well as for its component unit, are reported at fair value. The State Treasurer's Investment Pool 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.

Receivables and Payables

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

All trade and property tax receivables are shown net of an allowance for uncollectibles. Trade accounts receivable in excess of 180 days comprise the trade accounts receivable allowance for uncollectibles. The property tax receivable allowance is equal to 5 percent of outstanding property taxes at December 31, 2006.

Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements and proprietary fund statements. Capital assets are defined by the government as assets with an initial, individual cost of more than \$2,000. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation. In 2004, the Village engaged an appraisal company to estimate historical cost of its capital assets acquired prior to that date. In addition, the Village will report major general infrastructure assets prospectively for governmental funds.

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

VILLAGE OF SUMMIT
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2006

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Property, plant, and equipment of the primary government are depreciated using the straight line method over the following estimated useful lives:

<i>Assets</i>	<i>Years</i>
Land improvements	20
Buildings	40-60
Water and reservoir system Improvements	50 30
Machinery and equipment	5-15
Vehicles	8-30

The Village does not depreciate land, land improvements and construction in progress.

Compensated Absences

Employees earn a specified amount of vacation and sick leave each year. The policy for compensated absences vary according to the area in which the employee works. For the public works department's employees, sick days may be accrued up to 240 days and may be paid out as severance pay upon termination of employment. Vacations should be taken in the year in which it is earned. However, unused vacation time may be carried forward to the current year with approval from the department head and can be paid out upon termination of the employee or with approval from the department head. Due to these policies, both vacation and sick leave of 5 days can be sold back at the end of the contract year. However, as the contract year is ended April 30th, the number of days accrued which will eventually be sold back is inestimable and therefore not accrued. However, vacation time for the police department is accrued as that time may be carried forward from year to year and paid out upon termination of employment. Village administrative employees cannot sell back their sick days, but vacation time is carried forward from year to year and paid out upon retirement. Therefore only vacation time for administrative employees is accrued. All compensated absence accrual is considered to be a long-term obligation of the Village.

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 activities, business-type activities, or proprietary fund type 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. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

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

VILLAGE OF SUMMIT
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2006

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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 restricted by outside parties for use for a specific purpose. Designations of fund balance represent tentative management plans that are subject to change.

Restricted Net Assets

For the government-wide financial statements, net assets are reported as restricted when constraints placed on net assets are either: (1) Externally imposed by creditors (such as debt covenants), grantors, contributors, or laws or regulations of other governments or (2) imposed by law through constitutional provisions or enabling legislation.

<i>Purpose of Restriction</i>	<i>Amounts</i>
Debt service	\$ 155,705
Road improvements	890,411
Drug prevention	325,571
Emergency 911	24,894
Community development	1,053,512

NOTE 2 - PROPERTY TAX REVENUES

Property taxes for levy year 2006 attaches an enforceable lien on January 1, 2006, on property values assessed as of the same date. Taxes are levied by December of the subsequent fiscal year (by passage of a Tax Levy Ordinance).

Tax bills are prepared by Cook County and issued on or about February 1, 2006 and September 1, 2006, and are payable in two installments, on or about March 1, 2006 and October 1, 2006 or within 30 days of the tax bills being issued.

The County collects such taxes and remits them periodically. The 2006 property tax levy is recognized as a receivable and deferral in fiscal 2006, net the allowance for uncollectible. As the taxes become available to finance current expenditures, they are recognized as revenues. At December 31, 2006, the property taxes receivable and deferred tax revenue consisted of the estimated amount collectible from the 2006 levy.

NOTE 3 - STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Excess of Expenditures Over Appropriations

For the year ended December 31, 2006, expenditures exceeded appropriations in the following funds:

<i>Fund</i>	<i>Excess</i>
General fund	\$ 561,989

This overexpenditure was funded by available fund balance.

VILLAGE OF SUMMIT
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2006

NOTE 4 - DEPOSITS AND INVESTMENTS

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

Permitted Deposits and Investments - Statutes authorize the Village to make deposits/investments in insured commercial banks, savings and loan institutions, obligations of the U.S. Treasury and U.S. Agencies, insured credit union shares, money market mutual funds with portfolios of securities issued or guaranteed by the United States or agreement 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 Investment Pool. The Village's investment policy further limits their investments by limiting the mutual funds the Village can invest in to dollar denominated securities and by limiting deposits with financial institutions, bankers' acceptances and commercial paper to those rated in the highest tier.

Pension funds may also invest in certain non-U.S. obligations, Illinois municipal corporations tax anticipation warrants, veteran's loans, obligations of the State of Illinois and its political subdivisions, the Illinois insurance company general and separate accounts, mutual funds and equity securities. The Police Pension Fund's investment policy allows funds to be invested in any type of security authorized by the Illinois Pension Code.

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, the price for which the investments could be sold.

At year-end, the Village's cash and investments was comprised of the following:

	<i>Government- wide</i>	<i>Fiduciary</i>	<i>Total</i>
Cash and investments	\$ <u>3,234,473</u>	\$ <u>7,160,851</u>	\$ <u>10,395,324</u>
Total	\$ <u>3,234,473</u>	\$ <u>7,160,851</u>	\$ <u>10,395,324</u>

For disclosure purposes, the cash and investments of the Village are segregated into three components: 1) cash on hand 2) deposits with financial institutions, which include amounts held in demand accounts, savings accounts and non-negotiable certificates of deposit; and 3) other investments, which consist of all investments other than certificates of deposit, as follows:

<i>Village</i>	<i>Cash and investments</i>
Cash on hand	\$ 475
Deposits with financial institutions	2,961,246
Other investments	<u>7,433,603</u>
Total	\$ <u>10,395,324</u>

VILLAGE OF SUMMIT
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2006

NOTE 4 - DEPOSITS AND INVESTMENTS (CONTINUED)

At December 31, 2006, the Village's investments in debt securities consisted of the following:

	<i>Investment Maturity (In Years)</i>				
	<i>Fair Value</i>	<i>Less than one</i>	<i>1-5</i>	<i>6-10</i>	<i>More than 10</i>
Village:					
Illinois Funds	\$ 272,752	\$ 272,752	\$ -	\$ -	\$ -
Total Village	<u>272,752</u>	<u>272,752</u>	<u>-</u>	<u>-</u>	<u>-</u>
Police Pension:					
U.S Treasury Notes	248,054	-	248,054	-	-
Federal Farm Credit Bank	351,274	100,750	250,524	-	-
Federal Home Loan Mortgage	782,442	249,855	483,324	49,263	-
Federal Home Loan Bank	1,107,282	70,022	962,525	50,219	24,516
Federal National Mortgage	870,584	310,876	559,708	-	-
Money Market Mutual Funds	51,946	51,946	-	-	-
Total Police Pension	<u>3,411,582</u>	<u>783,449</u>	<u>2,504,135</u>	<u>99,482</u>	<u>24,516</u>
Total	<u>\$ 3,684,334</u>	<u>\$ 1,056,201</u>	<u>\$ 2,504,135</u>	<u>\$ 99,482</u>	<u>\$ 24,516</u>

Interest Rate Risk

Interest rate risk is the risk that changes in the interest rates will adversely affect the fair value of an investment. The Village's investment policy manages this risk by investing operating funds primarily in shorter term securities, money market mutual funds, or similar investment pools. In addition, the investment policy of the Village and the Pension mandates the structuring of the investment portfolio to provide liquidity while at the same time matching investment maturities to projected fund liabilities.

The Village's and Pensions' investment policies seek to ensure preservation of capital in the Village's and Pensions' overall portfolio. Return on investment is of secondary importance to safety of principal and liquidity. The Village's and Police Pension's policies limit the Village and Police Pension to investments with a maturity of no more than 20 years from the date of purchase, unless matched to a specific cash flow. All of the policies requires the Village's and Pensions' investment portfolio to be sufficiently liquid to enable the Village and Pensions to meet all operating requirements as they come due.

Credit Risk

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. In order to mitigate this risk, state statues limits the investments in commercial paper to the top three ratings of two nationally recognized statistical rating organizations (NRSRO's). The Village's investment policy addresses this risk by limiting investments to the safest type of securities. As of December 31, 2006, the Village did not own any investments which would be subject to this risk. The Village's and Pension's investment policy authorizes investments in any type of security allowed for in Illinois statutes regarding the investment of public funds. As of December 31, 2006, all of the Pension's applicable other investments had either "AAA" or "A-1+" ratings with their applicable rating agency.

VILLAGE OF SUMMIT
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2006

NOTE 4 - DEPOSITS AND INVESTMENTS (CONTINUED)

Concentration of Credit Risk

This is the risk of loss attributed to the magnitude of the investment in a single issuer. The Village investment policy addresses this risk by limiting investments to avoid overconcentration in securities from a specific issuer, limiting investment in securities that have higher credit risks, investing in securities with varying maturities and continually investing a portion of the portfolio in readily available funds. The Pension fund does not have a formal written policy with regards to concentration of credit risk for investments. At December 31, 2006, the Pension Fund has over 5% over net plan assets invested in the following insurance contracts.

Allstate Life Annuity Contracts	\$665,848
GE Life and Annuity	\$867,025
Pacific Life Annuity Contracts	\$603,568
Nationwide Life and Annuity Contracts	\$340,700
Hartford Life Annuity Contracts	\$465,098
Equitable Annuity Contracts	\$219,543

Custodial Credit Risk - Deposits

With respect to deposits, custodial credit risk refers to the risk that, in the event of a bank failure, the government's deposits may not be returned to it. The Village does not have a formal written policy addressing custodial credit risk. At year-end, the bank balance of the Village's deposits with financial institutions was \$3,777,516. Of this bank balance, \$896,601 was covered by federal depository insurance and investments pledged in the Village's name. The remaining balance of \$2,880,915, was uncollateralized. At year end, in the Police Pension, the entire amount of the bank balance of the deposits with financial institution was covered by federal depository insurance as is required by the Pension's investment policy.

Custodial Credit Risk - Investments

With respect to investments, custodial credit risk is the risk that, in the event of the failure of the counterparty, the government will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The Village's and Police Pension's investment policies do not specifically address these risks.

VILLAGE OF SUMMIT
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2006

NOTE 5 - RECEIVABLES

Receivables as of year end for the Village's individual major funds, nonmajor and Fiduciary Funds in the aggregate, including the applicable allowances for uncollectible accounts, are as follows:

	<i>General Fund</i>	<i>Motor Fuel Tax Fund</i>	<i>63rd St. and Archer Ave. TIF</i>	<i>Non Major Funds</i>
<i>Receivables:</i>				
Property taxes	\$ 2,482,025	\$ -	\$ 700,000	\$ 120,000
Utility taxes	48,607	-	-	-
Sales taxes	272,949	-	-	-
Use taxes	11,651	-	-	-
Auto rental tax	1,910	-	-	-
Telecommunication taxes	89,241	-	-	-
Income tax	125,024	-	-	-
Court fines	4,713	-	-	-
Replacement taxes	20,990	-	-	-
MFT Allocation	-	25,870	-	-
Gross Receivables	3,057,110	25,870	700,000	120,000
Less: Allowance for uncollectibles	(124,101)	-	(35,000)	(6,000)
Total receivables	<u>\$ 2,933,009</u>	<u>\$ 25,870</u>	<u>\$ 665,000</u>	<u>\$ 114,000</u>

	<i>Water Fund</i>	<i>Fiduciary Fund</i>	<i>Total</i>
<i>Receivables:</i>			
Property taxes	\$ -	\$ -	\$ 3,302,025
Utility Taxes	-	-	48,607
Sales Taxes	-	-	272,949
Use taxes	-	-	11,651
Auto rental taxes	-	-	1,910
Telecommunication taxes	-	-	89,241
Income taxes	-	-	125,024
Court fines	-	-	4,714
Replacement taxes	-	-	20,990
MFT Allocation	-	-	25,870
Interest	-	49,537	49,537
Accounts	251,679	-	251,679
Gross Receivables	251,679	49,537	4,204,197
Less: Allowance for uncollectibles	(2,554)	-	(167,655)
Total receivables	<u>\$ 249,125</u>	<u>\$ 49,537</u>	<u>\$ 4,036,542</u>

VILLAGE OF SUMMIT
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2006

NOTE 5 - RECEIVABLES (CONTINUED)

Governmental funds report deferred revenue in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. Governmental funds also defer revenue recognition in connection with resources that have been received, but not yet earned. At the end of the current fiscal year, the various components of deferred revenue and unearned revenue reported in the governmental funds were as follows:

	<i>Unavailable</i>
Property taxes receivable* - General Fund	\$ 2,355,800
Property taxes receivable* - 63rd St. and Archer Ave. Fund	657,111
Property taxes receivable* - Non Major Funds	113,892
Sales tax - General Fund	97,071
Auto rental tax - General Fund	644
Telecommunication Tax	32,466
Governmental Funds Balance Sheet Total	3,256,984
Reconciliation of the Governmental Funds	(130,181)
Statement of Net Assets Total	\$ 3,126,803

* - Under the accrual method deferred revenue is recognized as revenue in the period earned. An exception in Illinois is real estate taxes, whereby the intent of the Village is to finance the next fiscal year's operations with those monies. Therefore, these amounts will remain deferred revenue for the government-wide statements.

VILLAGE OF SUMMIT
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2006

NOTE 6 - CAPITAL ASSETS

Capital asset activity for the Village for the year ended December 31, 2006, was as follows:

	<i>Beginning Balance</i>	<i>Increases</i>	<i>Decreases</i>	<i>Ending Balance</i>
<u>Governmental Activities:</u>				
Capital assets not being depreciated:				
Land	\$ 588,120	\$ -	\$ -	\$ 588,120
Total capital assets not being depreciated	<u>588,120</u>	<u>-</u>	<u>-</u>	<u>588,120</u>
Capital assets being depreciated:				
Land improvements	98,868	-	-	98,868
Buildings	1,139,993	-	-	1,139,993
Machinery and equipment	1,275,009	232,650	-	1,507,659
Vehicles	<u>2,522,364</u>	<u>110,087</u>	<u>113,036</u>	<u>2,519,415</u>
Total capital assets being depreciated	<u>5,036,234</u>	<u>342,737</u>	<u>113,036</u>	<u>5,265,935</u>
Less accumulated depreciation for:				
Land improvements	(27,135)	(4,545)	-	(31,680)
Buildings	(501,378)	(23,558)	-	(524,936)
Machinery and equipment	(774,895)	(99,683)	-	(874,578)
Vehicles	<u>(1,519,076)</u>	<u>(134,840)</u>	<u>(87,971)</u>	<u>(1,565,945)</u>
Total accumulated depreciation	<u>(2,822,484)</u>	<u>(262,626)</u>	<u>(87,971)</u>	<u>(2,997,139)</u>
Net capital assets being depreciated	<u>2,213,750</u>	<u>80,111</u>	<u>25,065</u>	<u>2,268,796</u>
Net governmental activities capital assets	<u>\$ 2,801,870</u>	<u>\$ 80,111</u>	<u>\$ 25,065</u>	<u>\$ 2,856,916</u>

VILLAGE OF SUMMIT
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2006

NOTE 6 - CAPITAL ASSETS (CONTINUED)

	<i>Beginning Balance</i>	<i>Increases</i>	<i>Decreases</i>	<i>Ending Balance</i>
<i>Business-Type Activities:</i>				
Capital assets not being depreciated:				
Land	\$ 17,117	\$ -	\$ -	\$ 17,117
Total capital assets not being depreciated	<u>17,117</u>	<u>-</u>	<u>-</u>	<u>17,117</u>
Capital assets being depreciated:				
Buildings	15,383	-	-	15,383
Improvements other than buildings	624,484	-	-	624,484
Waterworks and reservoir system	1,039,311	-	-	1,039,311
Machinery and equipment	<u>616,131</u>	<u>5,700</u>	<u>-</u>	<u>621,831</u>
Total capital assets being depreciated	<u>2,295,309</u>	<u>5,700</u>	<u>-</u>	<u>2,301,009</u>
Less Accumulated Depreciation for:				
Buildings	(15,383)	-	-	(15,383)
Improvements other than buildings	(448,796)	(15,839)	-	(464,635)
Waterworks and reservoir system	(970,568)	(9,200)	-	(979,768)
Machinery and equipment	<u>(430,766)</u>	<u>(31,448)</u>	<u>-</u>	<u>(462,214)</u>
Total accumulated depreciation	<u>(1,865,513)</u>	<u>(56,487)</u>	<u>-</u>	<u>(1,922,000)</u>
Net capital assets being depreciated	<u>429,796</u>	<u>(50,787)</u>	<u>-</u>	<u>379,009</u>
Net governmental activities capital assets	<u>\$ 446,913</u>	<u>\$ (50,787)</u>	<u>\$ -</u>	<u>\$ 396,126</u>

Depreciation expense was recognized in the operating activities of the Village as follows:

<i>Governmental Activities</i>	<i>Depreciation</i>
General Government	\$ 4,635
Public Safety	198,307
Public Works	<u>59,684</u>
Total depreciation expense - governmental activities	<u>\$ 262,626</u>
<i>Business-Type Activities</i>	<i>Depreciation</i>
Water	<u>\$ 56,487</u>
Total depreciation expense - business-type activities	<u>\$ 56,487</u>

VILLAGE OF SUMMIT
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2006

NOTE 7 - LONG TERM LIABILITIES

General Obligation Bonds

The Village issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. General obligation bonds are direct obligations and pledge the full faith and credit of the Village. General obligation bonds have been issued for governmental activities. The original amount of general obligation bonds issued in prior years was \$700,000. General obligation bonds currently outstanding are as follows:

<i>Purpose</i>	<i>Interest Rates</i>	<i>Carrying Amount</i>
General Obligation Bond Series of 2004 of \$700,000 – Due in semi-annual installments of \$13,000 to \$110,000 through December 31, 2012 Governmental Activities	3.4%	\$ <u>527,000</u>
Total General Obligation Bonds		\$ <u>527,000</u>

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

<i>Year Ending</i>	<i>Governmental Activities</i>		
	<i>Principal</i>	<i>Interest</i>	<i>Total</i>
December 31, 2007	\$ 96,000	\$ 17,918	\$ 113,918
2008	99,000	14,654	113,654
2009	103,000	11,288	114,288
2010	106,000	7,786	113,786
2011	110,000	4,182	114,182
2012	<u>13,000</u>	<u>442</u>	<u>13,442</u>
Total	<u>\$ 527,000</u>	<u>\$ 56,270</u>	<u>\$ 583,270</u>

Notes Payable

The Village obtained a loan for the purchase of a back hoe in the amount of \$65,000 with an initial interest rate of 3.95%. The interest rate is subject to change from time to time based on changes in an independent index. The interest rate change will not occur more often than each month. The effective interest rate as of December 31, 2006 is 3.50%.

<i>Year Ending</i>	<i>Governmental Activities</i>		
	<i>Principal</i>	<i>Interest</i>	<i>Total</i>
2007	\$ 13,218	\$ 1,150	\$ 14,368
2008	13,750	618	14,368
2009	<u>8,160</u>	<u>107</u>	<u>8,267</u>
Total	<u>\$ 35,128</u>	<u>\$ 1,875</u>	<u>\$ 37,003</u>

VILLAGE OF SUMMIT
 NOTES TO FINANCIAL STATEMENTS
 DECEMBER 31, 2006

NOTE 7 - LONG TERM LIABILITIES (CONTINUED)

Capital Leases

The Village has entered into several lease agreements as lessee for financing the acquisition of equipment with a down payment of \$10,650. These lease agreements qualify as capital leases for accounting purposes and, therefore, the assets and obligations have been recorded at the present value of the future minimum lease payments as of the inception date. At December 31, 2006, \$299,630 of amounts included in capital assets were acquired via capital leases. The future minimum lease obligations and the net present value of these minimum lease payments as of December 31, 2006, are as follows:

	<i>Amount</i>
2007	\$ 55,971
2008	55,971
2009	53,130
2010	36,202
2011	24,203
2012 - 2016	102,004
Total minimum lease payments	327,481
Less: amount representing interest	(54,466)
Present value of minimum lease payments	\$ 273,015

Changes in Long-Term Liabilities

	<i>Beginning Balance</i>	<i>Additions</i>	<i>Deletions</i>	<i>Ending Balance</i>	<i>Due Within One Year</i>
<u>Governmental Activities:</u>					
General obligation bonds	\$ 620,000	\$ -	\$ 93,000	\$ 527,000	\$ 96,000
Tax increment financing bonds	617,556	96,241	713,797	-	-
Total bonds payable	1,237,556	96,241	806,797	527,000	96,000
Notes payable	47,835	-	12,707	35,128	13,218
Capital Leases	27,006	263,918	17,909	273,015	42,640
Compensated absences	275,523	418,022	316,830	376,715	376,715
Total long-term liabilities - governmental activities	\$ 1,587,920	\$ 778,181	\$ 1,154,243	\$ 1,211,858	\$ 528,573

The obligations for the capital leases will be repaid from the General, Motor Fuel Tax, and Drug Funds. The notes payable are paid out of the General Fund.

The bond ordinances contain a number of provisions and covenants. During the year, the Village was in compliance with all significant provisions and covenants of the ordinances.

The Village is subject to the Illinois Municipal Code, which limits the amount of certain indebtedness to 8.625% of the most recent available equalized assessed valuation of the Village. As of December 31, 2006, the statutory debt limit for the Village was \$13,388,193, providing a debt margin of \$12,861,193.

VILLAGE OF SUMMIT
 NOTES TO FINANCIAL STATEMENTS
 DECEMBER 31, 2006

NOTE 7 - LONG TERM LIABILITIES (CONTINUED)

Special Assessment Vouchers

As of December 31, 2006, the Village had special assessment vouchers payable outstanding for assessment number 106 in the amount of \$11,000 at 9.00% and for assessment number 107 in the amount of \$4,200 at 8.00%. Although the vouchers have no due date, they are to be paid over a ten year period from special assessment collections. At December 31, 2006, there were insufficient funds available in the special assessment accounts to pay the vouchers. As the Village has no legal obligation to use other resources to retire the debt, they are not recorded as long-term liabilities. However, the Village may be required to retire the vouchers in order to entice contractors to do future work with the Village.

NOTE 8 - OPERATING LEASES

The Village leases building and office facilities and other equipment under noncancelable operating leases. Total costs for such leases were \$6,303 for the year ended December 31, 2006. At December 31, 2006, future minimum lease payments for these leases are as follows:

	<i>Year Ending June 30,</i>	<i>Amount</i>
2007		\$ 7,416
2008		7,416
2009		6,039
2010		1,908
2011		<u>1,113</u>
Total		<u>\$ 23,892</u>

NOTE 9 - SHORT-TERM DEBT

A summary of activity in short-term debt of the Village is as follows:

	<i>Beginning Balance</i>	<i>Issued</i>	<i>Retired</i>	<i>Ending Balance</i>
Tax anticipation warrants	\$ <u>200,000</u>	\$ <u>-</u>	\$ <u>200,000</u>	\$ <u>-</u>
Total	\$ <u>200,000</u>	\$ <u>-</u>	\$ <u>200,000</u>	\$ <u>-</u>

The short-term debt was issued because of receiving the 2nd installment of property taxes late in 2005.

NOTE 10 - POST EMPLOYMENT BENEFITS

The Village provides post-employment dental, vision, and health benefits for any full time employee and their dependents who retired with 20 years of service. As of December 31, 2006, 31 former employees are participating in the program. The cost is recognized as an expenditure as claims are paid. For the year, those costs paid by the Village totaled \$423,521. This expenditure has been recognized in the general fund.

VILLAGE OF SUMMIT
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2006

NOTE 11 - INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS

The composition of interfund balances as of December 31, 2006, is as follows:

Due to/from other funds:

<i>Receivable Fund</i>	<i>Payable Fund</i>	<i>Amount</i>
General Fund	Motor Fuel Tax Fund	\$ 466
General Fund	West Summit TIF Fund	58,405
General Fund	Water Fund	106,184
Police Pension Fund	General Fund	247,397
General Fund	Non-major Fund	41,304
Non-major Fund	General Fund	<u>23,423</u>
Total		<u>\$ 477,179</u>

The above interfund balances exist because of the time lag between the dates that transactions are recorded in the accounting system and payments between funds are made.

The composition of interfund transfers made during the year, is as follows:

Transfers:

<i>Receiving Fund</i>	<i>Paying Fund</i>	<i>Amount</i>
General Fund	Water Fund	\$ 175,000
General Fund	63rd St. and Archer Avenue	20,000
General Fund	West Summit TIF Fund	<u>335,366</u>
Total		<u>\$ 530,366</u>

Transfers are used to move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them.

NOTE 12 - RISK MANAGEMENT

IMLRA

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

VILLAGE OF SUMMIT
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2006

NOTE 13 - EMPLOYEE RETIREMENT SYSTEMS

Plan Descriptions

The Village contributes to two defined benefit pension plans, the Illinois Municipal Retirement Fund (IMRF), an agent-multiple-employer public employee retirement system; and the Police Pension Plan which is a single-employer pension plan. The benefits, benefits levels, employee contributions and employer contributions for the plans are governed by Illinois Compiled Statutes and can only be amended by the Illinois General Assembly. The Police Pension Plan does issue a separate report on the pension plan. IMRF issues a publicly available report that includes financial statements and supplementary information for the plan as a whole, but not for individual employers. That report can be obtained from IMRF, 2211 York Road, Suite 500, Oak Brook, Illinois 60523.

Illinois Municipal Retirement Fund

All employees hired in positions that meet or exceed the prescribed annual hourly standard must be enrolled in IMRF as participating members. Pension benefits vest after 8 years of service. Participating members who retire at or after age 60 with 8 years of service are entitled to an annual retirement benefit, payable monthly for life in an amount equal to 1 2/3% of their final rate (average of the highest 48 consecutive months's earnings during the last 10 years) of earnings for each year thereafter. IMRF provides credited service up to 15 years and 2% for each year thereafter. IMRF also provides death and disability benefits. These benefit provisions and all other requirements are established by Illinois Compiled Statutes. Participating members are required to contribute 4.5% of their annual salary to IMRF. The Village is required to contribute the remaining amounts necessary to fund the coverage of its own employees in IMRF, as specified by statute. For calendar year 2005, the Village's required contribution rate was 5.37%.

Police Pension

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

At December 31, 2006, the Police Pension membership consisted of:

Retirees and beneficiaries currently receiving benefits and terminated employees entitled to benefits but not yet receiving them	16
Current employees:	
Vested	<u>32</u>
Total	<u><u>48</u></u>

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

The Police Pension Fund provides retirement benefits as well as death and disability benefits. Participants attaining the age of 50 or more with 20 or more years of creditable service are entitled to receive an annual retirement benefit of one half of the salary attached to the rank on the last day of service, or for one year prior to the last day, whichever is greater. The pension shall be increased by 2.5% of such salary for each additional year of service over 20 years up to 30 years, and 1% of such salary for each additional year of service over 30 years, to a maximum of 75% of such salary. Employees with at least 8 years but less than 20 years of credited service may retire at or after age 60 and receive a reduced retirement benefit. The monthly pension 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 paid upon reaching at least the age 55, by 3% of the original pension and 3% compounded annually thereafter.

VILLAGE OF SUMMIT
 NOTES TO FINANCIAL STATEMENTS
 DECEMBER 31, 2006

NOTE 13 - EMPLOYEE RETIREMENT SYSTEMS (CONTINUED)

Covered employees are required to contribute 9.91% of their base salary to the Police Pension Plan. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without accumulated interest. The Village is required to contribute the remaining amounts necessary to finance the plans as actuarially determined by an enrolled actuary. Effective July 1, 1993, the Village's contributions must accumulate to the point where the past service cost for the Police Pension Plan is fully funded by the year 2033.

Summary of Significant Accounting Policies

Police Pension Plan

Basis of Accounting. The financial statements of the pension fund are prepared using the accrual basis of accounting. Plan member contributions are recognized in the period in which contributions are due. The Village's contributions are recognized when due and a formal commitment to provide the contributions are made. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan.

Method Used to Value Investments Plan investments are reported at fair value. Short-term investments are reported at cost, which approximated fair value. Investments that do not have an established market are reported at estimated fair values.

Annual Pension Cost

The Village annual required contribution for the current year and related information for the plan is as follows:

	<i>Illinois Municipal Retirement</i>	<i>Police Pension</i>
Actuarial valuation date	December 31, 2006	December 31, 2006
Contribution rates:		
Employer	5.37%	N/A
Employee	4.50%	9.91%
Annual required contribution	\$78,790	\$946,845
Contributions made	\$78,790	\$485,887
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	27 years, closed	28 years, closed
Actuarial assumptions:		
Investment rate of return	7.50%	7.00%
	Compounded annually	Compounded annually
Projected salary increases	3.00%	5.50%
Inflation rate included	4.00%	3.00%
Cost-of-living adjustments	0.4 to 11.6%	3.00%

Net Pension Obligation

The Village has not obtained an independent actuarial report and, as such, has not calculated a net pension obligation or its components.

VILLAGE OF SUMMIT
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2006

NOTE 13 - EMPLOYEE RETIREMENT SYSTEMS (CONTINUED)

Trend Information

Trend information gives an indication of the progress made in accumulating sufficient assets to pay benefits when due.

	<i>Fiscal Year</i>	<i>Illinois Municipal Retirement</i>	<i>Police Pension</i>
Annual required contributions (ARC)	2005	\$ 78,790	\$ 657,066
	2004	16,778	598,420
	2003	13,157	472,358
Contributions made	2005	\$ 78,790	\$ 485,887
	2004	16,778	426,829
	2003	13,157	483,511
Percentage of ARC contributed	2005	100%	73%
	2004	100%	71%
	2003	100%	102%
Net pension obligation	2005	\$ -	N/A
	2005	-	N/A
	2005	-	N/A

NOTE 14 - RESTATEMENT

The December 31, 2005 net assets and fund balances have been restated to reflect the adjustments of prior year estimates of sales tax collections within the West Summit TIF, which was terminated in 2006 and recording prior year transfers between the West Summit TIF and the 63rd St. and Archer Avenue TIF.

	<i>Governmental Activities Net Assets</i>	<i>General Fund</i>	<i>West Summit TIF</i>	<i>63rd St. and Archer Ave. TIF</i>
Net assets/fund balance as previously reported, December 31, 2005	\$ 3,873,225	\$ 75,875	\$ 586,566	\$ 336,498
Adjustment to Cash	(13,000)	-	(13,000)	-
Adjustment to Interfunds	-	254,468	(334,468)	80,000
Adjustment to Long-term liabilities	(85,648)	-	-	-
Net assets/fund balance as restated, December 31, 2005	<u>\$ 3,774,577</u>	<u>\$ 330,343</u>	<u>\$ 239,098</u>	<u>\$ 416,498</u>

VILLAGE OF SUMMIT
ILLINOIS MUNICIPAL RETIREMENT FUND
SCHEDULE OF EMPLOYER'S CONTRIBUTIONS AND SCHEDULE OF FUNDING PROGRESS
DECEMBER 31, 2006

Actuarial Valuation Date	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
12/31/05	\$ 78,790	100%	\$ -
12/31/04	16,778	100%	-
12/31/03	13,157	100%	-

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
12/31/05	\$ 3,865,328	\$ 3,699,944	\$ (165,384)	104.47%	\$ 1,467,222	-11.27%
12/31/04	4,058,955	3,767,007	(291,948)	107.75%	1,433,995	-20.36%
12/31/03	4,682,590	3,832,614	(849,976)	122.18%	1,329,024	-63.95%
12/31/02	4,905,830	3,964,150	(941,680)	123.75%	1,377,001	-68.39%
12/31/01	5,024,664	4,016,471	(1,008,193)	125.10%	1,316,586	-76.58%
12/31/00	4,630,472	3,485,929	(1,144,543)	132.83%	1,336,964	-85.61%

On a market value basis, the actuarial value of assets as of December 31, 2005 is \$3,936,827. On a market basis, the funded ratio would be 106.40%.

Digest of Changes

The actuarial assumptions used to determine the actuarial accrued liability for 2005 are based on the 2002-2004 Experience Study.

The principal changes were:

- The 1994 Group Annuity Mortality implemented.
- For regular members, fewer normal and early retirements are expected to occur.

The information presented in the above required supplementary schedule was determined as part of the actuarial valuation at the date indicated. Additional information as of the latest actuarial valuation can be found in the notes to basic financial statements.

Valuation date	12/31/2006
Actuarial cost method	Entry Age normal
Amortization method	Level percentage of pay, closed
Remaining amortization period	27 Years
Asset valuation method	Market
Actuarial assumptions:	
Investment rate of return	7.50%
Projected salary increases	4.00%
Inflation factor	4.00%
Cost of living adjustments	.4 to 11.6%

VILLAGE OF SUMMIT
POLICE PENSION FUND
SCHEDULE OF EMPLOYER'S CONTRIBUTIONS AND SCHEDULE OF FUNDING PROGRESS
DECEMBER 31, 2006

Actuarial Valuation Date	Annual Required Contribution (ARC)	Percentage of ARC Contributed	Employer Contributions
12/31/06	\$ 946,845	51%	\$ 485,887
12/31/05	657,066	64%	426,829
12/31/04	598,420	69%	418,344

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
12/31/05	\$ 6,956,895	\$ 17,371,478	\$ 10,414,583	40.05%	\$ 1,900,145	548.09%
12/31/04	6,743,731	15,005,800	8,262,069	44.94%	1,804,561	457.84%
12/31/03	6,272,488	15,378,792	9,106,304	40.79%	1,777,254	512.38%
12/31/02	5,713,735	14,164,860	8,451,125	40.34%	1,638,098	515.91%
12/31/01	6,647,905	12,713,103	6,065,198	52.29%	1,498,130	404.85%
12/31/00	6,809,199	13,485,115	6,675,916	50.49%	1,490,554	447.88%

The information presented in the above required supplementary schedule was determined as part of the actuarial valuation at the date indicated. Additional information as of the latest actuarial valuation can be found in the notes to basic financial statements.

Valuation date	12/31/2005
Actuarial cost method	Entry Age normal
Amortization method	Level percentage of pay, closed
Remaining amortization period	28 Years
Asset valuation method	Market
Actuarial assumptions:	
Investment rate of return	7.00%
Projected salary increases	5.50%
Inflation factor	3.00%
Cost of living adjustments	3.00%

**VILLAGE OF SUMMIT
GENERAL FUND**

SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2006

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED DECEMBER 31, 2005

	2006		VARIANCE WITH FINAL BUDGET	2005 ACTUAL
	ORIGINAL AND FINAL BUDGET	ACTUAL		
Revenues				
Property taxes				
General	\$ 2,350,000	\$ 1,879,801	\$ (470,199)	\$ 1,815,991
Road and bridge	17,000	24,718	7,718	23,397
Police pension	-	428,691	428,691	375,807
Total property taxes	<u>2,367,000</u>	<u>2,333,210</u>	<u>(33,790)</u>	<u>2,215,195</u>
Other taxes	2,072,000	2,318,615	246,615	1,988,841
Intergovernmental	920,000	1,065,587	145,587	1,100,216
Licenses, permits and fees	1,019,600	985,279	(34,321)	929,644
Fines and traffic violations	313,000	239,319	(73,681)	261,559
Charges for services	36,000	39,735	3,735	50,680
Interest	20,000	14,130	(5,870)	13,026
Reimbursement for damage to property	120,000	210,591	90,591	105,648
Miscellaneous	67,000	75,407	8,407	99,532
Total revenue	<u>6,934,600</u>	<u>7,281,873</u>	<u>347,273</u>	<u>6,764,341</u>
Expenditures				
Current				
General government	2,885,960	2,962,510	76,550	2,678,470
Public safety	3,370,413	3,936,589	566,176	3,906,118
Public works	800,668	674,673	(125,995)	657,366
Community development	83,275	93,960	10,685	57,684
Debt Service				
Principal	-	24,838	24,838	17,956
Interest	-	11,413	11,413	2,984
Capital Outlay	79,000	77,322	(1,678)	168,873
Total expenditures	<u>7,219,316</u>	<u>7,781,305</u>	<u>561,989</u>	<u>7,489,451</u>
(Deficiency) of revenues over expenditures	<u>(284,716)</u>	<u>(499,432)</u>	<u>(214,716)</u>	<u>(725,110)</u>
Other financing sources				
Sale of capital assets	115,000	-	(115,000)	54,821
Debt proceeds	-	47,500	47,500	28,492
Transfers in	570,000	530,366	(39,634)	377,613
Transfers (out)	-	-	-	(21,602)
Total other financing sources	<u>685,000</u>	<u>577,866</u>	<u>(107,134)</u>	<u>439,324</u>
Net change in fund balance	<u>\$ 400,284</u>	78,434	<u>\$ (321,850)</u>	(285,786)
Fund balance, beginning of year		<u>330,343</u>		<u>616,129</u>
Fund balance, end of year		<u>\$ 408,777</u>		<u>\$ 330,343</u>

VILLAGE OF SUMMIT
GENERAL FUND
SCHEDULE OF REVENUE - BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2006
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED DECEMBER 31, 2005

	2006		VARIANCE WITH FINAL BUDGET	2005 ACTUAL
	ORIGINAL AND FINAL BUDGET	ACTUAL		
Revenues				
Property Taxes				
General	\$ 2,350,000	\$ 1,879,801	\$ (470,199)	\$ 1,815,991
Police pension	-	428,691	428,691	375,807
Road and bridge	<u>17,000</u>	<u>24,718</u>	<u>7,718</u>	<u>23,397</u>
Total property taxes	<u>2,367,000</u>	<u>2,333,210</u>	<u>(33,790)</u>	<u>2,215,195</u>
Other taxes				
Sales	895,000	1,201,561	306,561	819,401
Local use	146,300	128,897	(17,403)	137,628
Utility taxes	600,000	582,999	(17,001)	599,322
Telecommunication	400,000	370,211	(29,789)	404,746
Other taxes	<u>30,700</u>	<u>34,947</u>	<u>4,247</u>	<u>27,744</u>
Total other taxes	<u>2,072,000</u>	<u>2,318,615</u>	<u>246,615</u>	<u>1,988,841</u>
Intergovernmental				
State income tax	750,000	871,524	121,524	797,955
Personal property replacement tax	125,000	138,781	13,781	133,119
State grants	20,000	40,737	20,737	24,639
Federal grants	<u>25,000</u>	<u>14,545</u>	<u>(10,455)</u>	<u>144,503</u>
Total intergovernmental	<u>920,000</u>	<u>1,065,587</u>	<u>145,587</u>	<u>1,100,216</u>
Licenses permits and fees				
Ambulance fees	140,000	167,177	27,177	147,724
Sanitation fees	330,000	341,602	11,602	328,597
Licenses, permits and fees	<u>549,600</u>	<u>476,500</u>	<u>(73,100)</u>	<u>453,323</u>
Total licenses permits and fees	<u>1,019,600</u>	<u>985,279</u>	<u>(34,321)</u>	<u>929,644</u>
Fines and traffic violations				
Court fines	60,000	38,835	(21,165)	54,340
Traffic violations	250,000	197,529	(52,471)	204,483
Accident reports	<u>3,000</u>	<u>2,955</u>	<u>(45)</u>	<u>2,736</u>
Total fines and traffic violations	<u>313,000</u>	<u>239,319</u>	<u>(73,681)</u>	<u>261,559</u>
Charges for service				
Security	<u>36,000</u>	<u>39,735</u>	<u>3,735</u>	<u>50,680</u>
Total charges for service	<u>36,000</u>	<u>39,735</u>	<u>3,735</u>	<u>50,680</u>
Interest	20,000	14,130	(5,870)	13,026
Reimbursement for damage to property	120,000	210,591	90,591	105,648
Miscellaneous	<u>67,000</u>	<u>75,407</u>	<u>8,407</u>	<u>99,532</u>
Total revenues	<u>\$ 6,934,600</u>	<u>\$ 7,281,873</u>	<u>\$ 347,273</u>	<u>\$ 6,764,341</u>

VILLAGE OF SUMMIT

GENERAL FUND

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL

FOR THE YEAR ENDED DECEMBER 31, 2006

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED DECEMBER 31, 2005

	2006		VARIANCE WITH FINAL BUDGET	2005 ACTUAL
	ORIGINAL AND FINAL BUDGET	ACTUAL		
Expenditures				
General Government				
Village president	\$ 19,550	\$ 18,859	\$ (691)	\$ 21,610
Village board	166,102	255,875	89,773	179,545
Legal	213,500	198,050	(15,450)	186,458
Treasurer	4,500	4,299	(201)	3,390
Village collector	8,200	7,829	(371)	7,082
Village clerk	60,703	57,938	(2,765)	54,401
Village administrator	60,500	60,000	(500)	60,000
Health and liquor	4,600	7,369	2,769	4,000
Fire and police commission	7,850	7,004	(846)	375
Zoning board	1,800	309	(1,491)	1,523
Public liability insurance	1,907,295	1,890,487	(16,808)	1,752,009
Telephone	35,000	27,134	(7,866)	31,799
Electricity	18,000	8,881	(9,119)	12,545
Municipal building	92,000	59,829	(32,171)	64,026
Municipal retirement	255,000	306,631	51,631	268,020
Library reimbursements	100	20,682	20,582	-
Postage meter	12,000	14,068	2,068	13,069
Community services	7,160	5,166	(1,994)	6,056
Enterprise zone	12,100	12,100	-	12,562
Improvements	2,000	2,035	35	-
Total general government	2,887,960	2,964,545	76,585	2,678,470
Public Safety				
Police Department				
Salaries	2,402,357	2,454,654	52,297	2,488,692
Uniform allowance	40,000	27,849	(12,151)	24,283
Office supplies	5,000	5,356	356	4,427
Prisoner meals	1,500	1,233	(267)	1,267
Maintenance communication system	10,000	6,241	(3,759)	24,946
Livescan equipment	3,200	-	(3,200)	-
Training and schooling	4,000	4,165	165	3,603
Professional dues & periodicals	1,300	1,261	(39)	665
Gas and oil	62,500	67,439	4,939	59,614
Vehicle maintenance	25,000	30,481	5,481	24,487
Contingent expense	2,500	1,896	(604)	5,677
Copiers	5,612	3,843	(1,769)	813
Operating supplies	3,500	2,980	(520)	2,292
Conference expense	500	-	(500)	-
Legal notices	250	100	(150)	181
Educational reimbursement	25,000	14,645	(10,355)	7,821
Contribution to police pension fund	-	491,460	491,460	426,829
Medical supplies	250	240	(10)	-
Municipal systems	15,000	12,029	(2,971)	11,051
Cellular phones	4,000	3,446	(554)	11,857
Computer software	2,000	1,003	(997)	-
Animal hospital	1,000	429	(571)	554
Film and flash equipment	200	-	(200)	121
DUI	-	33,980	33,980	7,174

VILLAGE OF SUMMIT

GENERAL FUND

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL

FOR THE YEAR ENDED DECEMBER 31, 2006

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED DECEMBER 31, 2005

	2006			2005 ACTUAL
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET	
Vehicle equipment	\$ 1,000	\$ -	\$ (1,000)	\$ 662
Grant expenses	2,500	7,864	5,364	5,028
Possession expense	-	20,112	20,112	-
Body armor and firearms	500	-	(500)	-
Purchase of radio equipment	1,000	1,000	-	-
Purchase of equipment	<u>22,000</u>	<u>20,293</u>	<u>(1,707)</u>	<u>-</u>
Total police department	<u>2,641,669</u>	<u>3,213,999</u>	<u>572,330</u>	<u>3,112,044</u>
Fire Department				
Salaries	67,000	66,392	(608)	45,523
Gas and oil	7,500	10,827	3,327	8,373
Dues and professional materials	3,950	2,707	(1,243)	3,205
Uniform expense	4,000	2,001	(1,999)	3,961
Fire runs	170,000	187,457	17,457	232,526
Fire fighting supplies	20,000	6,776	(13,224)	11,873
Fire apparatus maintenance	15,000	19,203	4,203	27,163
Fire prevention material	1,500	-	(1,500)	248
Pagers/cell phones	6,500	4,468	(2,032)	5,053
Equipment - containment	5,000	5,000	-	5,000
Office supply	1,500	864	(636)	2,064
Computer expense	1,200	583	(617)	946
New equipment	15,000	2,995	(12,005)	168,873
Miscellaneous expense	<u>4,000</u>	<u>1,971</u>	<u>(2,029)</u>	<u>5,605</u>
Total fire department	<u>322,150</u>	<u>311,244</u>	<u>(10,906)</u>	<u>520,413</u>
Ambulance				
Salaries	411,194	403,537	(7,657)	409,325
Gas and oil	6,000	5,667	(333)	5,114
Vehicle maintenance	4,000	3,645	(355)	5,876
Medical supplies	5,000	5,330	330	4,315
Uniform expense	5,000	3,055	(1,945)	2,833
Purchase of equipment	5,200	7,045	1,845	2,221
Cellular phones	3,000	2,717	(283)	2,084
Computer expense	1,200	729	(471)	1,000
Training	2,000	2,058	58	1,689
Miscellaneous	<u>1,000</u>	<u>851</u>	<u>(149)</u>	<u>808</u>
Total ambulance	<u>443,594</u>	<u>434,634</u>	<u>(8,960)</u>	<u>435,265</u>
Emergency Services				
Emergency Services Coordinator	<u>-</u>	<u>-</u>	<u>-</u>	<u>7,269</u>
Total emergency services	<u>-</u>	<u>-</u>	<u>-</u>	<u>7,269</u>
Total public safety	<u>3,407,413</u>	<u>3,959,877</u>	<u>552,464</u>	<u>4,074,991</u>

VILLAGE OF SUMMIT

GENERAL FUND

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL

FOR THE YEAR ENDED DECEMBER 31, 2006

WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED DECEMBER 31, 2005

	2006		VARIANCE WITH FINAL BUDGET	2005 ACTUAL
	ORIGINAL AND FINAL BUDGET	ACTUAL		
Public Works				
Streets, Bridges, and Alleys				
Salaries	\$ 334,683	\$ 234,513	\$ (100,170)	\$ 224,834
Repairs, operation, and maintenance	10,500	9,615	(885)	6,724
Equipment maintenance and supplies	9,000	10,559	1,559	6,724
Gasoline and oil	20,000	21,935	1,935	16,813
Alley maintenance	500	-	(500)	52
Parkway maintenance	700	911	211	1,940
Engineer services	1,000	2,000	1,000	-
Safety and training	3,000	937	(2,063)	623
Vermin control	2,000	1,990	(10)	2,270
Contingent expense	1,200	723	(477)	998
Forestry consultant	500	375	(125)	779
Traffic and street signs	-	-	-	57
Speed bumps	1,000	677	(323)	202
Storage yard rental	2,255	2,255	-	2,255
Sewer maintenance	8,000	3,292	(4,708)	3,043
Uniforms	2,000	1,122	(878)	2,825
Purchase of equipment	40,000	51,999	11,999	-
Total streets, bridges, and alleys	<u>436,338</u>	<u>342,903</u>	<u>(93,435)</u>	<u>270,139</u>
Garbage Department				
Dumping	<u>312,030</u>	<u>322,060</u>	<u>10,030</u>	<u>306,192</u>
Total garbage department	<u>312,030</u>	<u>322,060</u>	<u>10,030</u>	<u>306,192</u>
Building Inspector				
Salaries	55,600	38,319	(17,281)	46,543
Auto expense	4,000	543	(3,457)	2,780
Office equipment and supplies	1,000	499	(501)	603
Dues and subscriptions	500	135	(365)	315
Seminar	1,000	70	(930)	350
Phones	4,000	1,911	(2,089)	3,692
Inspectors	22,200	19,910	(2,290)	24,784
Computer expense	500	-	(500)	-
Demolition	3,000	280	(2,720)	1,923
Miscellaneous	500	42	(458)	45
Total building inspector	<u>92,300</u>	<u>61,709</u>	<u>(30,591)</u>	<u>81,035</u>
Total public works	<u>840,668</u>	<u>726,672</u>	<u>(113,996)</u>	<u>657,366</u>

VILLAGE OF SUMMIT
GENERAL FUND
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2006
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED DECEMBER 31, 2005

	2006		VARIANCE WITH FINAL BUDGET	2005 ACTUAL
	ORIGINAL AND FINAL BUDGET	ACTUAL		
Community Development				
Salaries	\$ 46,575	\$ 46,575	\$ -	\$ 46,636
Publications and dues	300	-	(300)	-
Supplies	300	247	(53)	89
Conferences and seminars	300	-	(300)	2,356
Legal and audit	2,000	2,174	174	1,233
Engineering	20,000	39,954	19,954	5,250
Contingency	300	-	(300)	25
Village match for CDBG grant expenditures	10,000	3,375	(6,625)	-
Computer services	250	250	-	-
Court reporter	3,000	1,385	(1,615)	1,995
Travel and mileage	250	-	(250)	100
Total community development	<u>83,275</u>	<u>93,960</u>	<u>10,685</u>	<u>57,684</u>
Debt Service				
Debt service - principal	-	24,838	24,838	17,956
Debt service - interest and other	-	4,882	4,882	2,984
Debt service - interest	-	6,531	6,531	-
Total debt service	<u>-</u>	<u>36,251</u>	<u>36,251</u>	<u>20,940</u>
Total expenditures	<u>\$ 7,219,316</u>	<u>\$ 7,781,305</u>	<u>\$ 561,989</u>	<u>\$ 7,489,451</u>

VILLAGE OF SUMMIT
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
DECEMBER 31, 2006

STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Budgetary Information

Annual budgets are adopted on a basis consistent with generally accepted accounting principles for the general fund and proprietary funds. Budget amounts are as originally adopted by the Board of Trustees. All annual appropriations lapse at fiscal year end.

Prior to December 31, the Village Clerk submits to the Village Board a proposed operating budget for the fiscal year commencing January 1. The operating budget includes proposed expenditures and the means of financing them. Public hearings are conducted to obtain taxpayer comments. Prior to December 31, the budget is legally enacted through passage of an ordinance. Formal budgetary integration is employed as a management control device during the year of the General Fund and Proprietary Funds. As none of the major special revenue funds are required to have budget adopted for them, no budget to actual statements are presented for them.

The budget officer is authorized to change budgeted amounts within any fund; however, revision must be approved by two-thirds of the members of the Village Board. No revisions can be made increasing the budget unless funding is available for the purpose of the revision. The legal level of budgetary control (i.e., the level at which expenditures may not legally exceed appropriations) is the fund level. The appropriated budget is prepared by fund, function, and department.

Excess of Expenditures Over Appropriations

For the year ended December 31, 2006, expenditures exceeded appropriations in the following funds:

<i>Fund</i>	<i>Excess</i>
General fund	\$ 561,989

These overexpenditures were funded by available fund balance.

VILLAGE OF SUMMIT
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
DECEMBER 31, 2006

	SPECIAL REVENUE			CAPITAL PROJECT
	COMMUNITY DEVELOPMENT	DRUG	911 ETS	POLICE STATION RENOVATION
Assets				
Cash	\$ 9,237	\$ 325,571	\$ 90,725	\$ 25,000
Receivables (net allowance for uncollectibles):				
Property taxes	-	-	-	-
Due from other funds	-	-	-	-
Total assets	<u>\$ 9,237</u>	<u>\$ 325,571</u>	<u>\$ 90,725</u>	<u>\$ 25,000</u>
Liabilities and fund balance				
Liabilities				
Accounts payable	\$ -	\$ -	\$ 1,104	\$ -
Due to other funds	-	-	64,727	-
Deferred revenue	-	-	-	-
Total liabilities	<u>-</u>	<u>-</u>	<u>65,831</u>	<u>-</u>
Fund balance				
Unreserved, undesignated reported in				
Special revenue funds	9,237	325,571	24,894	-
Debt service fund	-	-	-	-
Capital projects fund	-	-	-	25,000
Total fund balance	<u>9,237</u>	<u>325,571</u>	<u>24,894</u>	<u>25,000</u>
Total liabilities and fund balance	<u>\$ 9,237</u>	<u>\$ 325,571</u>	<u>\$ 90,725</u>	<u>\$ 25,000</u>

DEBT SERVICE

<u>BOND & INTEREST</u>		<u>TOTAL</u>	
\$	132,174	\$	582,707
	114,000		114,000
	<u>23,423</u>		<u>23,423</u>
\$	<u>269,597</u>	\$	<u>720,130</u>
\$	-	\$	1,104
	-		64,727
	<u>113,892</u>		<u>113,892</u>
	<u>113,892</u>		<u>179,723</u>
	-		359,702
	155,705		155,705
	-		<u>25,000</u>
	<u>155,705</u>		<u>540,407</u>
\$	<u>269,597</u>	\$	<u>720,130</u>

VILLAGE OF SUMMIT
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED DECEMBER 31, 2006

	SPECIAL REVENUE			CAPITAL PROJECT
	COMMUNITY DEVELOPMENT	DRUG	911 ETS	POLICE STATION RENOVATION
Revenues				
Property taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	57,970	138,196	-	25,000
Charges for services	-	-	50,618	-
Reimbursements	-	37,443	-	-
Interest	-	1,103	416	-
Total revenues	<u>57,970</u>	<u>176,742</u>	<u>51,034</u>	<u>25,000</u>
Expenditures				
Current:				
Public safety	-	356,507	33,903	-
Community development	149,016	-	-	-
Debt Service:				
Principal	-	2,587	-	-
Interest	-	255	-	-
Total expenditures	<u>149,016</u>	<u>359,349</u>	<u>33,903</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>(91,046)</u>	<u>(182,607)</u>	<u>17,131</u>	<u>25,000</u>
Other financing uses				
Debt proceeds	-	46,418	-	-
Sale of capital assets	-	7,500	-	-
Total other financing uses	<u>-</u>	<u>53,918</u>	<u>-</u>	<u>-</u>
Net change in fund balance	(91,046)	(128,689)	17,131	25,000
Fund balance, beginning of year	<u>100,283</u>	<u>454,260</u>	<u>7,763</u>	<u>-</u>
Fund balance, end of year	<u>\$ 9,237</u>	<u>\$ 325,571</u>	<u>\$ 24,894</u>	<u>\$ 25,000</u>

DEBT SERVICE

<u>BOND & INTEREST</u>	<u>TOTAL</u>
\$ 117,278	\$ 117,278
-	221,166
-	50,618
-	37,443
-	1,519
<u>117,278</u>	<u>428,024</u>
-	390,410
-	149,016
93,000	95,587
<u>21,080</u>	<u>21,335</u>
<u>114,080</u>	<u>656,348</u>
<u>3,198</u>	<u>(228,324)</u>
-	46,418
-	7,500
-	53,918
3,198	(174,406)
<u>152,507</u>	<u>714,813</u>
<u>\$ 155,705</u>	<u>\$ 540,407</u>

**VILLAGE OF SUMMIT
WATER FUND**

SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS - BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2006
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED DECEMBER 31, 2005

	2006		VARIANCE WITH FINAL BUDGET	2005 ACTUAL
	ORIGINAL AND FINAL BUDGET	ACTUAL		
Operating revenues				
Charges for services				
Charges for services	\$ 1,683,000	\$ 1,537,864	\$ (145,136)	\$ 1,541,695
Miscellaneous	<u>5,000</u>	<u>3,115</u>	<u>(1,885)</u>	<u>2,045</u>
Total operating revenues	<u>1,688,000</u>	<u>1,540,979</u>	<u>(147,021)</u>	<u>1,543,740</u>
Operating expenses				
Source of water				
Water purchases	650,000	570,693	(79,307)	550,378
Electricity - water pumps	<u>25,000</u>	<u>49,411</u>	<u>24,411</u>	<u>22,179</u>
Total source of water	<u>675,000</u>	<u>620,104</u>	<u>(54,896)</u>	<u>572,557</u>
Repairs and maintenance				
Salaries - assistant foreman, equipment operators	395,820	489,834	94,014	455,533
Maintenance and repairs				
Building	35,000	32,505	(2,495)	11,566
Trucks	7,000	7,015	15	5,470
Equipment	12,500	6,527	(5,973)	5,619
Gas and oil	7,500	7,248	(252)	6,684
Engineering	5,000	2,849	(2,151)	4,999
Leak detection	22,000	17,780	(4,220)	17,780
Purchase of water meters	26,000	18,738	(7,262)	20,489
Equipment	75,000	(1,197)	(76,197)	15,565
Contingency and testing	5,000	3,290	(1,710)	5,172
Supplies	78,000	75,651	(2,349)	41,418
Tower maintenance	5,000	-	(5,000)	-
Refunds	<u>3,000</u>	<u>(455)</u>	<u>(3,455)</u>	<u>(59)</u>
Total repairs and maintenance	<u>676,820</u>	<u>659,785</u>	<u>(17,035)</u>	<u>590,236</u>
Administrative				
Salaries - superintendent, clerk, meter readers	130,989	132,358	1,369	128,049
Office Supplies	1,500	1,519	19	1,117
Telephone	4,000	4,648	648	5,000
Pagers/radios	2,100	1,210	(890)	1,022
Computer software/training	2,000	2,300	300	792
Training	5,000	1,405	(3,595)	1,746
Postage	-	-	-	1,013
Accounting	25,000	21,575	(3,425)	12,000
Legal	<u>500</u>	<u>-</u>	<u>(500)</u>	<u>300</u>
Total administrative	<u>171,089</u>	<u>165,015</u>	<u>(6,074)</u>	<u>151,039</u>
Depreciation expense	<u>6,000</u>	<u>56,487</u>	<u>50,487</u>	<u>56,832</u>
Total operating expenses	<u>1,528,909</u>	<u>1,501,391</u>	<u>(27,518)</u>	<u>1,370,664</u>
Operating income	<u>159,091</u>	<u>39,588</u>	<u>(119,503)</u>	<u>173,076</u>

**VILLAGE OF SUMMIT
WATER FUND**

SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS - BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2006
WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED DECEMBER 31, 2005

	2006		VARIANCE WITH FINAL BUDGET	2005 ACTUAL
	ORIGINAL AND FINAL BUDGET	ACTUAL		
Non operating revenues				
Interest income	\$ 1,500	\$ 182	\$ (1,318)	\$ 704
Total non operating revenues	<u>1,500</u>	<u>182</u>	<u>(1,318)</u>	<u>704</u>
Income before transfers	<u>160,591</u>	<u>39,770</u>	<u>(120,821)</u>	<u>173,780</u>
Transfers				
Transfers out	<u>(428,000)</u>	<u>(175,000)</u>	<u>253,000</u>	<u>(53,145)</u>
Total transfers	<u>(428,000)</u>	<u>(175,000)</u>	<u>253,000</u>	<u>(53,145)</u>
Change in net assets	<u>\$ (267,409)</u>	<u>(135,230)</u>	<u>\$ 132,179</u>	<u>120,635</u>
Net assets, beginning of year		<u>701,043</u>		<u>580,408</u>
Net assets, end of year		<u>\$ 565,813</u>		<u>\$ 701,043</u>

VILLAGE OF SUMMIT
FIVE YEAR SUMMARY OF ASSESSED VALUATIONS, TAX RATES,
EXTENSIONS AND COLLECTIONS
DECEMBER 31, 2006

	2001	2002	2003	2004	2005
Assessed valuation					
Total	<u>\$ 106,381,621</u>	<u>\$ 128,218,272</u>	<u>\$ 124,571,986</u>	<u>\$ 129,718,612</u>	<u>\$ 155,225,427</u>
Rates					
Corporate	0.2065	0.1933	0.2377	0.2341	0.1943
Bond and Interest	0.1052	0.0872	0.0965	0.0926	0.0772
Garbage	0.0921	0.0788	0.0628	0.0610	0.1553
Street Lighting	0.0056	0.0053	0.0110	0.0107	0.0103
Police Pension	0.4780	0.3477	0.3073	0.2982	0.2835
I.M.R.F.	0.2104	0.1517	0.1477	0.1434	0.0392
Social Security	0.0000	0.0000	0.0000	0.0000	0.1172
Street and Bridge	0.0402	0.0341	0.0550	0.0562	0.0621
Fire Protection	0.1496	0.1274	0.1895	0.1457	0.1553
Police Protection	0.0468	0.0402	0.0707	0.0687	0.0582
Civil Defense	0.0018	0.0016	0.0000	0.0000	0.0000
Liability Insurance	0.6922	0.6481	0.6053	0.6695	0.4012
Auditing	0.0328	0.0265	0.0550	0.0381	0.0322
Crossing Guard	<u>0.0094</u>	<u>0.0079</u>	<u>0.0094</u>	<u>0.0153</u>	<u>0.0155</u>
Total	<u>2.0706</u>	<u>1.7498</u>	<u>1.8479</u>	<u>1.8335</u>	<u>1.6015</u>
Tax extensions					
Corporate	\$ 219,678	\$ 247,845	\$ 296,107	\$ 303,671	\$ 301,603
Bond and Interest	111,862	111,887	120,269	120,089	119,784
Garbage	97,977	101,035	78,231	79,128	241,065
Street Lighting	5,957	6,795	13,702	13,879	15,988
Police Pension	508,504	445,814	382,809	386,820	440,064
I.M.R.F.	223,827	194,507	183,992	186,016	60,848
Social Security	-	-	-	-	181,924
Street and Bridge	42,765	43,722	68,514	72,901	96,394
Fire Protection	159,147	163,350	236,063	189,000	241,065
Police Protection	49,787	51,543	88,072	89,116	90,341
Civil Defense	1,915	2,051	-	-	-
Liability Insurance	736,374	830,982	754,034	868,466	622,764
Auditing	34,893	33,977	68,514	49,422	49,982
Crossing Guard	<u>10,000</u>	<u>10,129</u>	<u>11,709</u>	<u>19,846</u>	<u>24,059</u>
Total	<u>\$ 2,202,686</u>	<u>\$ 2,243,637</u>	<u>\$ 2,302,016</u>	<u>\$ 2,378,354</u>	<u>\$ 2,485,881</u>
Total collected at December 31, 2006	<u>\$ 2,071,051</u>	<u>\$ 2,122,104</u>	<u>\$ 2,038,751</u>	<u>\$ 2,155,195</u>	<u>\$ 2,340,355</u>
Percentage collected	<u>94.0%</u>	<u>94.6%</u>	<u>88.6%</u>	<u>90.6%</u>	<u>94.1%</u>

VILLAGE OF SUMMIT
BOND PAYMENT REQUIREMENTS
GENERAL OBLIGATION BOND ISSUE DATED JANUARY 9, 2004
DECEMBER 31, 2006

FISCAL ASSESSED VALUATION	BONDS ISSUED	BONDS OUTSTANDING	INTEREST PAYABLE IN FUTURE YEARS	LEVY PROVISIONS
2007	\$ 96,000	\$ 96,000	\$ 17,918	\$ 113,918
2008	99,000	99,000	14,654	113,654
2009	103,000	103,000	11,288	114,288
2010	106,000	106,000	7,786	113,786
2011	110,000	110,000	4,182	114,182
2012	<u>13,000</u>	<u>13,000</u>	<u>442</u>	<u>13,442</u>
Total	<u>\$ 527,000</u>	<u>\$ 527,000</u>	<u>\$ 56,270</u>	

Rates

Interest Rate: 3.40%

Interest Date: December and June 1st of each year

Bonds Payable: December 1st

Paying Agent: Bridgeview Bank and Trust
Summit, Illinois

Purpose: Working Cash

VILLAGE OF SUMMIT
SCHEDULE OF BONDS OUTSTANDING AND LEGAL DEBT MARGIN
DECEMBER 31, 2006

YEAR ENDING	BONDS OUTSTANDING
Bonds outstanding:	
2007	\$ 96,000
2008	99,000
2009	103,000
2010	106,000
2011	110,000
2012	<u>13,000</u>
Total bonds outstanding	<u>\$ 527,000</u>
 Legal Debt Margin	
2005 assessed valuation	<u>\$ 155,225,427</u>
Rates	13,388,193
General obligation bonds outstanding	<u>527,000</u>
Legal debt margin	<u>\$ 12,861,193</u>

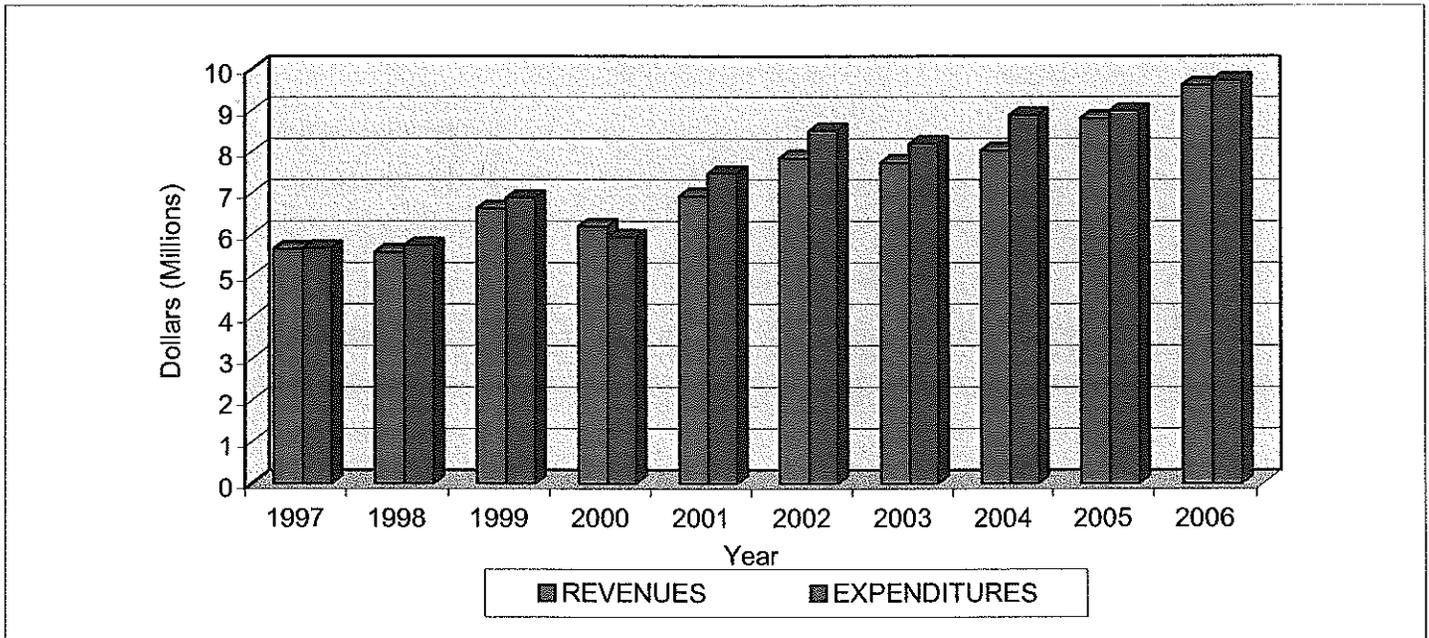
VILLAGE OF SUMMIT
SUMMARY OF CASH AND INVESTMENTS
DECEMBER 31, 2006

Cash	
General Fund	\$ 99,614
Motor Fuel Tax Fund	902,094
Community Development Fund	9,237
E911 Fund	90,725
Drug Fund	325,571
West Summit TIF Fund	58,405
63rd St. and Archer Ave. TIF Fund	1,036,386
Bond and Interest Fund	132,174
Police Station Renovation Fund	25,000
Water Fund	<u>282,515</u>
 Total cash	 <u>2,961,721</u>
 Total cash and cash equivalents	 <u>2,961,721</u>
 Investments	
General Fund:	
Illinois Funds	<u>272,752</u>
 Total investments	 <u>272,752</u>
 Total cash and investments	 <u>\$ 3,234,473</u>

VILLAGE OF SUMMIT
REVENUES AND EXPENDITURES -
ALL GOVERNMENTAL FUNDS
FOR THE FISCAL PERIODS ENDED

YEAR	TOTAL REVENUES	TOTAL EXPENDITURES
1997	\$ 5,650,653	\$ 5,660,541
1998	5,571,731	5,729,419
1999	6,624,975	6,870,746
2000	6,191,932	5,921,338
2001 **	6,921,614	7,460,338
2002	7,838,516	8,487,925
2003	7,730,439	8,182,772
2004	8,021,785	8,866,154
2005	8,798,040	8,967,636
2006	9,600,499	9,711,198

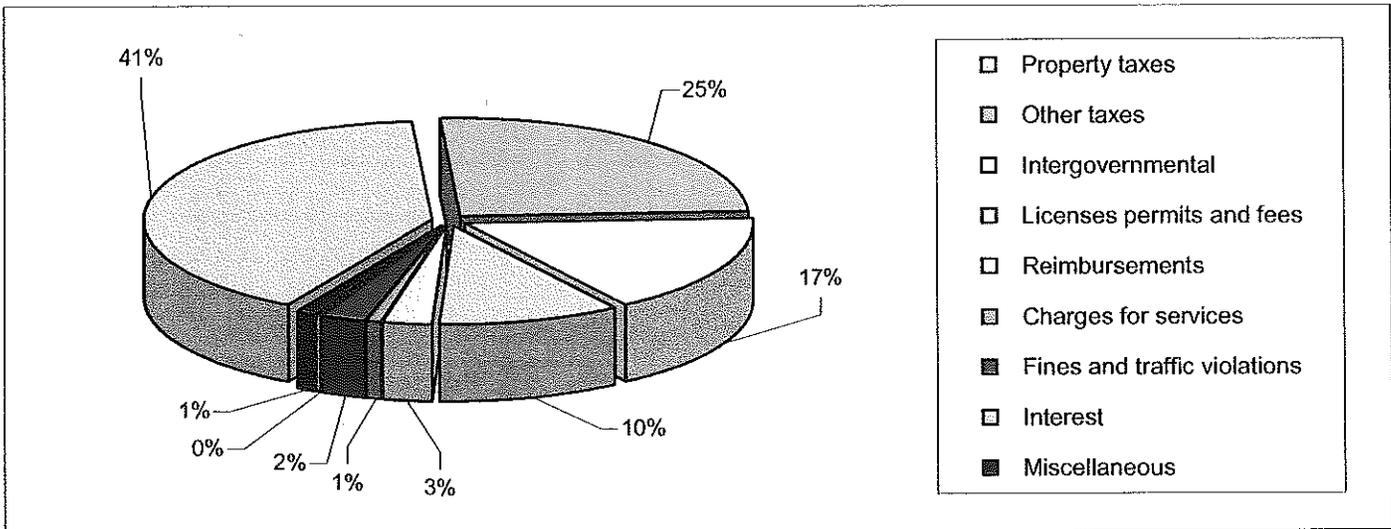
Fiscal Periods 1997 Through 2006



** Fiscal year 2001 includes the Special Tax Allocation and Drug Funds for the first time.

VILLAGE OF SUMMIT
GOVERNMENTAL REVENUES BY OBJECT TYPE
FOR THE YEAR ENDED DECEMBER 31, 2006

REVENUES	TOTAL
Property taxes	\$ 3,898,771
Other taxes	2,413,702
Intergovernmental	1,592,932
Licenses permits and fees	985,279
Reimbursements	248,034
Charges for services	90,353
Fines and traffic violations	239,319
Interest	26,310
Miscellaneous	<u>105,799</u>
 Total revenue	 \$ <u>9,600,499</u>



VILLAGE OF SUMMIT
GOVERNMENTAL EXPENDITURES BY FUNCTION TYPE
FOR THE YEAR ENDED DECEMBER 31, 2006

EXPENDITURES

TOTAL

Current:	
General government	\$ 2,962,510
Public safety	4,326,999
Public works	860,087
Community development	431,291
Debt service	872,339
Capital outlay	<u>257,972</u>
 Total expenditures	 <u>\$ 9,711,198</u>

