

COMPREHENSIVE ANNUAL FINANCIAL REPORT

For the Year Ended September 30, 2006

Village of Orland Park
14700 South Ravinia Avenue
Orland Park, Illinois 60462

VILLAGE OF ORLAND PARK, ILLINOIS

**COMPREHENSIVE ANNUAL
FINANCIAL REPORT**

**For the Year Ended
September 30, 2006**

**Prepared By:
Department of Finance**

**Annmarie K. Mampe
Finance Director**

**Sarah A. Schueler
Assistant Finance Director**

VILLAGE OF ORLAND PARK, ILLINOIS

TABLE OF CONTENTS

	PAGE
<u>INTRODUCTORY SECTION:</u>	
Letter of Transmittal	i - vi
GFOA Certificate of Achievement.....	vii
The Village of Orland Park Organization Chart.....	viii
Elected and Appointed Officials.....	ix
<u>FINANCIAL SECTION:</u>	
Independent Auditors' Report.....	x - xi
Independent Auditors' Report on Internal Controls	xii - xiii
Management's Discussion and Analysis.....	xiv - xxxii
Basic Financial Statements:	
Government-wide Financial Statements:	
Statement of Net Assets.....	1
Statement of Activities.....	2 - 3
Fund Financial Statements:	
Governmental Funds:	
Balance Sheet.....	4 - 5
Reconciliation of Total Governmental Fund Balance to Net Assets of Governmental Activities.....	6
Statement of Revenues, Expenditures and Changes in Fund Balances	7 - 8
Reconciliation of the Governmental Funds Statement of Revenues, Expenditures and Changes in Fund Balances to the Statement of Activities.....	9
Proprietary Funds:	
Statement of Net Assets	10 - 13
Statement of Revenues, Expenses and Changes in Fund Net Assets	14 - 15
Statement of Cash Flows	16 - 19
Fiduciary Funds:	
Statement of Fiduciary Net Assets.....	20
Pension Trust Fund Statement of Changes in Fiduciary Net Assets	21

VILLAGE OF ORLAND PARK, ILLINOIS

TABLE OF CONTENTS

	PAGE
Component Units:	
Combining Statement of Net Assets.....	22 - 23
Combining Statement of Activities.....	24 - 25
Notes to Financial Statements.....	26 - 58
Required Supplementary Information:	
General and Major Special Revenue Funds - Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual.....	59 - 62
Illinois Municipal Retirement Fund - Schedule of Analysis of Funding Progress.....	63 - 64
Police Pension Fund - Schedule of Analysis of Funding Progress.....	65 - 66
Combining and Individual Fund Financial Statements and Schedules:	
Major Governmental Funds:	
General Fund:	
Balance Sheet.....	67
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual.....	68
Schedule of Expenditures - Budget and Actual.....	69
Debt Service Fund:	
Balance Sheet.....	70
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual.....	71
Capital Improvement Fund:	
Balance Sheet.....	72
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual.....	73
General Obligation Bond Projects Fund:	
Balance Sheet.....	74
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual.....	75
Home Rule Sales Tax Fund:	
Balance Sheet.....	76
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual.....	77

VILLAGE OF ORLAND PARK, ILLINOIS

TABLE OF CONTENTS

	PAGE
Main Street Triangle TIF Fund:	
Balance Sheet.....	78
Schedule of Revenues, Expenditures and Changes in Fund Deficits - Budget and Actual.....	79
Nonmajor Governmental Funds:	
Combining Balance Sheet.....	80 - 81
Combining Statement of Revenues, Expenditures and Changes in Fund Balance	82 - 83
Special Revenue Funds:	
Motor Fuel Tax Fund:	
Balance Sheet.....	84
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual.....	85
Park Development Fund:	
Balance Sheet.....	86
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual.....	87
Special Tax Allocation Fund:	
Balance Sheet.....	88
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual.....	89
Seizure and Forfeiture Fund:	
Balance Sheet.....	90
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual.....	91
Sportsplex Fund:	
Balance Sheet.....	92
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual.....	93
Capital Projects Fund:	
Road Exaction Fund:	
Balance Sheet.....	94
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual.....	95

VILLAGE OF ORLAND PARK, ILLINOIS

TABLE OF CONTENTS

	PAGE
Major Proprietary Funds:	
Water and Sewerage Fund:	
Statement of Net Assets	96
Schedule of Revenues, Expenses/Expenditures and Changes in Fund Net Assets - Budget and Actual	97
Statement of Cash Flows	98
Schedule of Capital Assets and Accumulated Depreciation.....	99 - 100
Centennial Pool Fund:	
Statement of Net Assets	101
Schedule of Revenues, Expenses and Changes in Fund Net Assets - Budget and Actual.....	102
Statement of Cash Flows	103
Schedule of Capital Assets and Accumulated Depreciation.....	104 - 105
Nonmajor Proprietary Fund:	
Commuter Parking Fund:	
Statement of Net Assets	106
Schedule of Revenues, Expenses/Expenditures and Changes in Fund Net Assets - Budget and Actual	107
Statement of Cash Flows	108
Schedule of Capital Assets and Accumulated Depreciation.....	109 - 110
Internal Service Funds:	
Combining Statement of Net Assets	111 - 112
Combining Statement of Revenues, Expenses and Changes in Fund Net Assets	113 - 114
Combining Statement of Cash Flows	115 - 118
Vehicle and Equipment Fund:	
Statement of Net Assets	119
Schedule of Revenues, Expenses/Expenditures and Changes in Fund Net Assets - Budget and Actual	120
Statement of Cash Flows	121
Schedule of Capital Assets and Accumulated Depreciation.....	122 - 123
Insurance Fund:	
Statement of Net Assets	124
Statement of Revenues, Expenses and Changes in Fund Net Assets - Budget and Actual.....	125
Statement of Cash Flows	126

VILLAGE OF ORLAND PARK, ILLINOIS

TABLE OF CONTENTS

	PAGE
Fiduciary Funds:	
Pension Trust Fund:	
Statement of Fiduciary Net Assets.....	127
Schedule of Changes in Fiduciary Net Assets – Budget and Actual	128
Agency Fund:	
Statement of Changes in Assets and Liabilities.....	129
Supplementary Information:	
Schedule of Governmental Capital Assets by Source.....	130
Schedule of Changes in Governmental Capital Assets by Function and Activity	131
Schedule of Governmental Capital Assets by Function and Activity.....	132 - 133
Schedule of Long-Term Debt:	
General Obligation Bonds.....	134 - 143
<u>STATISTICAL SECTION</u>	144 - 183

THIS PAGE INTENTIONALLY LEFT BLANK

INTRODUCTORY SECTION

THIS PAGE INTENTIONALLY LEFT BLANK

MAYOR
Daniel J. McLaughlin

VILLAGE CLERK
David P. Maher

14700 S. Ravinia Ave.
Orland Park, IL 60462
(708) 403-6100



VILLAGE HALL

TRUSTEES
Bernard A. Murphy
Kathleen M. Fenton
Brad S. O'Halloran
James V. Dodge
Edward G. Schussler III
Patricia Gira

March 1, 2007

To the Honorable Daniel McLaughlin,
Members of the Village Board,
and Citizens of the Village of Orland Park, Illinois:

Illinois state statute requires that all general-purpose local governments publish, within six months of the close of each fiscal year, a complete set of financial statements presented in conformity with United States Generally Accepted Accounting Principles (GAAP) and audited in accordance with generally accepted auditing standards by a firm of licensed certified public accountants. Pursuant to that requirement, we hereby issue the Village of Orland Park Comprehensive Annual Financial Report (CAFR) for the fiscal year ended September 30, 2006.

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

Mulcahy, Pauritsch, Salvador & Co., Ltd., a firm of independent licensed certified public accountants, have audited the Village's financial statements. The goal of an independent audit is to provide reasonable assurance that the financial statements of the Village for the fiscal year ended September 30, 2006, are free of material misstatement. The Village's independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. Based upon the audit, the independent auditor concluded that there was a reasonable basis for rendering an unqualified opinion that the Village of Orland Park's financial statements for the fiscal year ended September 30, 2006, are fairly presented in

conformity with GAAP. The Independent Auditors' Report is presented as the first component of the Financial Section of this report.

For the fiscal year ending September 30, 2006, the Village was required to undergo a single audit in conformity with the provisions of the Single Audit Act of 1984, as amended and the United States Office of Management and Budget Circular A-133, Audits of States, Local Governments and Non-Profit Organizations, as federal assistance amounted to more than \$500,000 for the fiscal year. The results of this audit state that the Village complied, in all material respects, with the requirements referred to in the previously mentioned circular that are applicable to each of the Village's major federal programs for the year ended September 30, 2006.

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

The Village's CAFR is presented in three main sections, as follows.

1. *Introductory Section* – containing a list of officials, an entity-wide organization chart, the Village's Certificate of Achievement for Excellence in Financial Reporting and this Transmittal Letter.
2. *Financial Section* – containing the Independent Auditors' Report, Management's Discussion and Analysis, the Basic Financial Statements (including Notes to the Financial Statements) and Required Supplementary Information
3. *Statistical Section* – containing select, un-audited financial and demographic information, generally presented on a multi-year basis.

Profile of the Village of Orland Park

The Village of Orland Park was incorporated in 1892 and has operated as a home rule municipality under the 1970 Constitution since October, 1984 when a special census, taken by the U. S. Census Bureau and certified by the Illinois Secretary of State, determined that the Village's population was above the level of 25,000 needed to become a home rule municipality.

The Village utilizes the Council-Manager form of government and is directed by a board of six Trustees and a President. The "Council-Manager" form of government has been adopted by many local communities of more than 25,000 citizens and governs more than 3,000 cities and villages in the United States.

The Board of Trustees constitutes the primary policy making body of the Village. The Board determines Village policy, approves the annual budget, levies taxes, authorizes the payment of bills, approves bids and contracts involving Village business, and adopts ordinances of the Village.

Since 1984, when home rule status was obtained, a Village Manager has been appointed as the Chief Administrative Officer of the Village. The Village manager is directly responsible to the Board of Trustees for the proper administration of all day-to-day affairs of the Village. He is vested with the enforcement of all Village laws and ordinances, and has the authority to appoint and direct all employees. It is the responsibility of the Village Manager to develop the annual budget, prepare the required tax levies, and monitor all departmental operations and respective programs. The Village Manager recommends to the Board all such matters as may be deemed necessary or expedient for the fulfillment of the administrative duties of his office.

The Village provides a full range of municipal services with the exception of fire protection and ambulance services. Services provided include public safety, highway and street maintenance and reconstruction, building code enforcement, public improvements, economic development, planning and zoning, transportation, water and sewer services, parks and recreation, and general administrative services. A separate Fire Protection District that encompasses a geographic area larger than the Village's corporate boundaries provides fire protection. The Village's Department of Parks and Recreation supports and maintains public parklands totaling more than 550 acres, 36 playgrounds, multiple baseball/softball fields and tennis/basketball courts, an outdoor ice arena, a 25,000 square foot swimming pool facility, a 90,000 square foot sports recreation and fitness center, 150 miles of walking/bicycle paths, and a man-made lake for water-related activities.

Factors Affecting Financial Condition

The Mayor, Board of Trustees and staff of the Village are intent on maintaining the Village's strong financial condition, while continuing to provide the highest level of public services to its residents. The Village's financial position, as reflected in the financial statements presented in this report, is perhaps best understood when it is considered from the broader perspective of the environment within which the Village operates.

Local economy - The Village has a diversified economic base, which continues to exhibit strong growth with the arrival of additional mid to large size retailers. The Orland Square Mall contains over 150 stores with over 1.2 million square feet of shopping area and the Orland Park Place Mall and out-lots contain over a dozen stores/restaurants with more than 700,000 square feet of retail space. In addition, a number of retail centers are in various stages of completion and offer hundred of thousands of square feet of additional retail space. Some of the large retail centers in development include Main Street Village and Main Street Village West, Orland Park Crossing, Lowe's Retail Center and Costco Retail Center. The Village is an active participant and supporter of the Orland Park Area Chamber of Commerce and actively encourages commercial development within the Village through the Village's Economic Development Advisory Board.

The Village is home to a large number of small to midsize industrial and distribution companies. These companies provide a variety of goods and services ranging from laminated counter tops to millwork to corrosion-resistant fuel handling systems. Andrew Corporation is currently the Village's largest industrial employer with 800 employees. School District 135 is the Village's second largest employer, employing approximately 790 employees. One of the Village's industrial entities, Panduit Corporation, operates a large facility in the community with an employee level presently at approximately 325 persons. Large non-industrial employers in the community include the high school district and a large number of retail establishments. Employees of these companies range from 70 to 400.

Eighty two permits for upscale single-family housing were approved in fiscal year 2006, as well as forty nine town homes and fifty one condominium units. The Village is committed to controlled, continuous growth of its commercial and residential base in order to balance current economic diversity within the community.

The 2005 equalized assessed valuation of the Village of Orland Park of \$2,107,443,850 represents an 18.96% increase in Village real estate values as compared to the 2004 equalized assessed valuation. The diversity of the business community, as well as the continued expansion of housing, attests to the vitality of the Village's economic base. This economic base produces the revenue resources necessary to fund governmental services at current levels and the Village consistently reviews its revenue portfolio to identify any additional revenue resources.

Annual Budget Process - A budgetary system is maintained for all funds and serves as the foundation of the Village's financial planning and control. The budget for fiscal year 2006, as well as fiscal year 2007, was developed using a "target budget" process. Target budgeting is a modification of zero-based budgeting in that it adheres to the premise that the Village provides certain basic services and attempts to "target funds" for these basic service levels. Beyond these basic service levels, additional services are considered discretionary and are evaluated, prioritized, and matched against available revenues. Patterns of service can therefore be modified to meet the changing needs of the Village without disrupting basic services.

The Village also maintains budgetary control through the use of a purchase order/encumbrance accounting system. Purchase orders are approved prior to being encumbered and compliance with Village purchasing policies is consistently monitored.

Long-term financial planning - Redevelopment of the Main Street Triangle TIF District continues to be one of the main priorities of the Village, with the ultimate goal of making this area a pedestrian friendly downtown district centered around the 143rd Street Metra train station. During fiscal year 2006, the Village acquired additional parcels within the area and also entered into an agreement with the potential developer to construct the public infrastructure improvements within the area, including a detention pond, roadways and parks. Beginning in fiscal year 2006 and continuing into fiscal year 2007, the Village is negotiating an agreement with the developer to redevelop the private

use property into a high-end mixed use development including condominiums, row houses, retail and commercial space, complimenting the public improvements within the district. As this area was designated as a TIF district, the Village will recoup its investment through future tax increment, as well as provide an increased tax base for other area taxing bodies.

The Village also continues to address transportation issues that are a top priority of the Mayor and the Board of Trustees. The Village remains committed to utilizing home rule sales tax revenues to improve roads and, as the need arises, provide advanced funding for the engineering and/or construction costs related to the improvement of roads not under the Village's jurisdiction. Some of the road projects for which the Village has advance funded engineering and/or construction costs include 159th Street from 94th Avenue to 104th Avenue, 104th Avenue from 159th Street to 167th Street and 167th Street from LaGrange Road to Wolf Road, LaGrange Road from 131st Street to 179th Street, and the intersection of 143rd Street and LaGrange Road. In addition, the Village is participating in the improvement of Southwest Highway in order to provide for adequate parking related to the Main Street Triangle District.

The development of the I-80 corridor continues, and Orland Parkway between LaGrange and Wolf Road has been completed. Completed developments within the I-80 corridor include the Horton Insurance building, St. Xavier University satellite campus, Smith Crossing, an assisted living facility and Parkview Christian Church. Additional developments are in the planning stages of the development process and include industrial, office and hotels/restaurants.

In prior years, the Village has had a very active program for the purchase of open space and the Village plans to continue this program if an opportunity arises. Any additional open space acquired would be used for the development of new parks and recreation areas, while other open space would be maintained as green areas.

Cash management policies and practices - It is the policy of the Village to invest temporary idle cash in treasury bills, treasury notes, certificates of deposit, repurchase agreements, and other federal government securities. The Village's investment policy is to minimize credit and market risks while maintaining a competitive yield on its portfolio.

Risk management - The Village uses a protected self-insured risk management program for healthcare and property and casualty losses. This approach to managing and transferring risk, where appropriate, is designed to control costs, finance the Village's exposure to catastrophic loss, and define which types of exposure to insure. The Village has:

- Structured its risk management program to retain a substantial portion of all risk. The Village transfers the risk only where it is clearly economically advantageous to do so.
- Established the management capability to finance the Village's exposure to risk either in the insurance market or internally, depending on which option is most favorable to the Village.

- Continued working towards the establishment of well-defined and operationally effective safety, loss control, risk reduction, and claims management system.

Pension and other post employment benefits - The Village of Orland Park is a participating member in an agent-multiple-employer public employee retirement plan. The plan is administered by the Illinois Municipal Retirement Fund (IMRF). The plan covers all employees who meet statutory eligibility requirements. Employees not qualified under the plan are considered as non-participating employees and are only covered under Social Security.

Participating employees are required to contribute 4.5% of their annual salary to IMRF. At December 2005, available assets were sufficient to fund 85.81% of the IMRF pension benefit obligation.

The Village also maintains a single-employer defined benefit pension plan (Police Pension Fund) that covers its qualified Police Department employees. Covered employees contribute 9.91% of their base salary. At September 30, 2005 (the most recent information available), available assets were sufficient to fund 85.00% of the police pension benefit obligation.

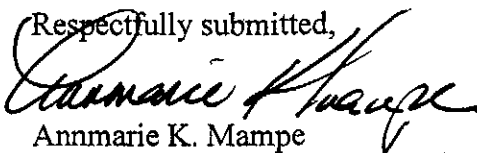
Awards and Acknowledgements


The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Village of Orland Park for its Comprehensive Annual Financial Report (CAFR) for the fiscal year ended September 30, 2005. This was the fifteenth consecutive year that the Village has received this prestigious award. In order to be awarded a Certificate of Achievement, the Village must publish an easily readable and efficiently organized CAFR. This report satisfied both generally accepted accounting principles and other applicable requirements.

A Certificate of Achievement is valid for a period of one year. We believe that our current CAFR continues to meet the Certificate of Achievement Program requirements and we are submitting it to GFOA to determine its eligibility for another certificate.

The preparation of this report would not have been possible without the efficient and dedicated services of the entire staff of the Finance Department. Each member of the department is sincerely appreciated for their contribution to this report. In addition, without the continued leadership and support of the President, Village Board, and Village Manager, preparation of this report would not have been possible.

Respectfully submitted,


Annmarie K. Mampe
Finance Director


Sarah A. Schueler
Assistant Finance Director

THIS PAGE INTENTIONALLY LEFT BLANK

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Village of Orland Park
Illinois

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
September 30, 2005

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



A handwritten signature in black ink, appearing to read "Donald J. [unclear]".

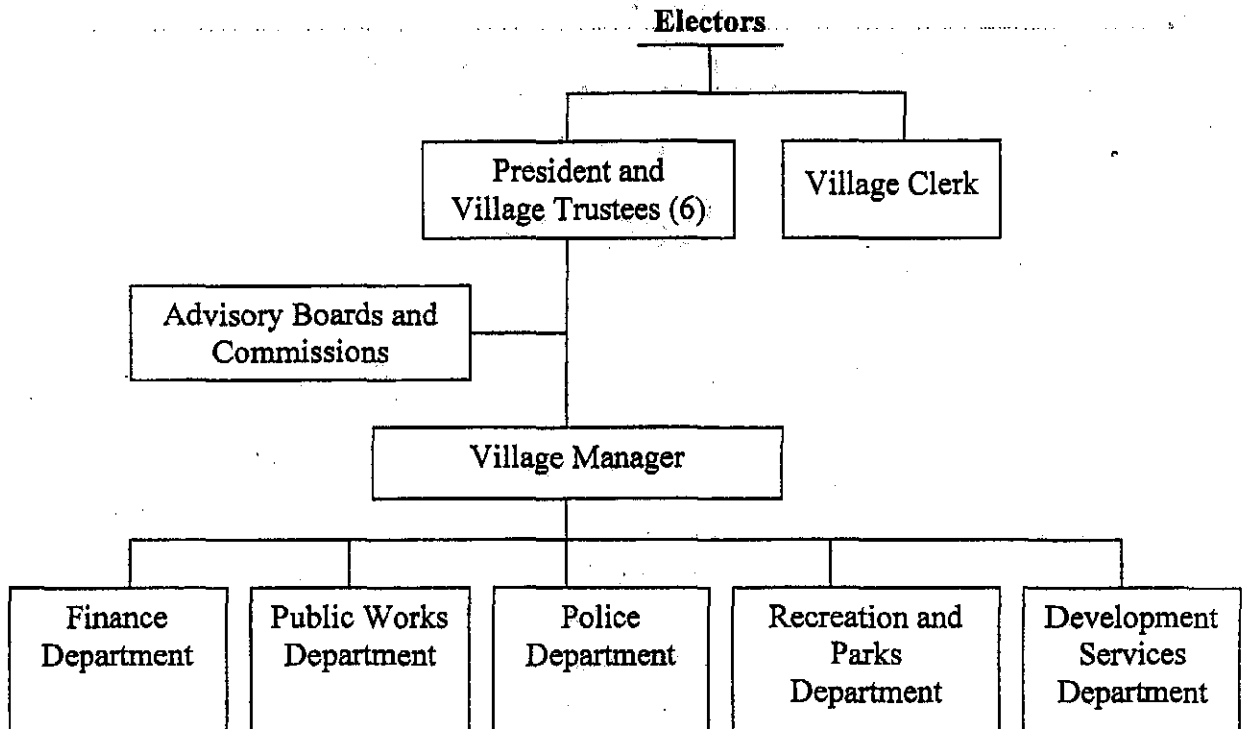
President

A handwritten signature in black ink, appearing to read "Jeffrey R. Emmer".

Executive Director

VILLAGE OF ORLAND PARK, ILLINOIS

**ORGANIZATIONAL CHART
SEPTEMBER 30, 2006**



VILLAGE OF ORLAND PARK, ILLINOIS

**ELECTED AND APPOINTED OFFICIALS
SEPTEMBER 30, 2006**

Elected Officials

Village President	Daniel J. McLaughlin
Village Clerk	David P. Maher
Village Trustee	Bernard A. Murphy
Village Trustee	Kathleen M. Fenton
Village Trustee	Brad S. O'Halloran
Village Trustee	James V. Dodge, Jr.
Village Trustee	Edward G. Schussler III
Village Trustee	Patricia A. Gira

Appointed Officials

Village Manager	Robert J. Zeder
Finance Director	Annmarie K. Mampe

THIS PAGE INTENTIONALLY LEFT BLANK

FINANCIAL SECTION

THIS PAGE INTENTIONALLY LEFT BLANK

Honorable Village President and
Board of Trustees
Village of Orland Park, Illinois

INDEPENDENT AUDITORS' REPORT

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the Village of Orland Park, Illinois, as of and for the year ended September 30, 2006, which collectively comprise the basic financial statements of the Village as listed in the table of contents. These financial statements are the responsibility of the management of the Village of Orland Park, Illinois. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with U.S. generally accepted auditing standards and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. 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 the significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the Village of Orland Park, Illinois, as of September 30, 2006, and the respective changes in financial position, and where applicable, cash flows thereof for the year then ended in conformity with U.S. generally accepted accounting principles.

In accordance with *Government Auditing Standards*, we have also issued our report dated January 9, 2007, on our consideration of internal control over financial reporting of the Village of Orland Park, Illinois and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in conjunction in assessing the results of our audit.



The management's discussion and analysis, budgetary comparison information, and schedules of funding progress on pages xiv through xxxii and 59 through 66, are not a required part of the basic financial statements but are supplementary information required by U.S. generally accepted accounting principles. We 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 basic financial statements of the Village of Orland Park, Illinois. The introductory section, combining and individual fund financial statements and schedules, supplementary information, and statistical tables are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining and individual fund financial statements and schedules 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. We also have previously audited, in accordance with U.S. generally accepted auditing standards, the basic financial statements of the Village of Orland Park, Illinois for the year ended September 30, 2005, which are not presented with the accompanying financial statements. In our report dated December 20, 2005, we expressed unqualified opinions on the respective financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information. In our opinion, the 2005 combining and individual fund information is fairly stated in all material respects in relation to the basic financial statements for the year ended September 30, 2005, taken as a whole. The introductory section, supplementary information and statistical tables have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

Mulcahy, Pauritsch, Schwader & Co., Ltd.

January 9, 2007
Orland Park, Illinois

Honorable Village President and
Board of Trustees
Village of Orland Park, Illinois

**REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND
ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF
FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH
GOVERNMENT AUDITING STANDARDS**

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the Village of Orland Park, Illinois, as of and for the year ended September 30, 2006, which collectively comprise the basic financial statements of the Village of Orland Park, Illinois and have issued our report thereon dated January 9, 2007. We conducted our audit in accordance with U.S. generally accepted auditing standards and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control over Financial Reporting

In planning and performing our audit, we considered the internal control over financial reporting of the Village of Orland Park, Illinois in order to determine our auditing procedures for the purpose of expressing our opinions on the financial statements and not to provide an opinion on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by errors or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the financial statements of the Village of Orland Park, Illinois are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.



This report is intended solely for the information of management, the Board of Trustees, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Mulcahy, Pawlitsch, Salvador + Co., Ltd.

January 9, 2007
Orland Park, Illinois

**VILLAGE OF ORLAND PARK, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2006**

The Village of Orland Park (Village) Management's Discussion and Analysis (MD&A) is designed to provide an overview of the Village's financial position and activity at and for the fiscal year ended September 30, 2006. The information discussed in the MD&A should be read in conjunction with the Letter of Transmittal when reviewing the government-wide and fund financial statements that are included in this report. The Letter of Transmittal can be found on pages i – vi of this report.

As the Village presents its financial statements in conformity with the Governmental Accounting Standards Board Statement No. 34 reporting requirements, prior year comparative information has been included in the Village's MD&A. This comparative information will provide readers with a broader view of the Village's financial position and finances at and for the fiscal year ended September 30, 2006.

As with other sections of this financial report, the information contained within this MD&A should be considered as a part of a greater whole. Readers of this report should read and evaluate all sections of this report, including the Notes to the Financial Statements and the other Required Supplemental Information ("RSI") that is provided in addition to the MD&A, in order to form an opinion on the financial position and finances of the Village. Readers of this report should also note that the financial position and activities of the Village's component units, i.e., the Orland Park Civic Center Authority, Orland Park Open Lands Corporation, Orland Park Public Library and the Orland Joint Emergency Telephone System, are not included in the data reflected in the MD&A.

Financial Highlights

- The Village's net assets as of September 30, 2006 equaled \$366,886,205, an increase of \$28,369,624, or 8.38 percent, over the Village's net assets as of September 30, 2005. The Village's governmental net assets increased by \$19,855,027 or 9.91 percent and the Village's business-type activities net assets increased by \$8,514,597 or 6.17 percent.
- The change in the Village's governmental activities' net assets is substantially due to the following events.
 - The Village received contributions from developers totaling \$6,082,137 and contributions from the Village's Water & Sewer Fund totaling \$579,354. These contributions consisted of right of way and park donations, as well as streets and sidewalks accepted by the Village.
 - Construction in progress, in the amount of \$6,585,215, for the Village's new police facility was added to Capital Assets, not being depreciated. This increase to net assets was offset by the issuance of general obligation debt in the amount of \$12,000,000 to partially fund construction of the new police facility. An offset to the addition to the Village's general obligation debt is the payment of principal due on the Village's outstanding debt during fiscal year 2006, totaling \$3,175,000. In addition, the TIF note payable decreased during fiscal year 2006 by \$465,353.

**VILLAGE OF ORLAND PARK, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2006**

- Additional construction in progress amounts added to Capital Assets, not being depreciated totaled approximately \$2,517,563. This amount was funded through reserves available in various Village funds and/or current fiscal year revenues.
- The increase in the Village's business-type activities' net assets is due to contributions of infrastructure assets made by residential and commercial developers, in the amount of approximately \$9,974,451.
- The Village's governmental activities' unrestricted net assets as of September 30, 2006 are \$(2,965,360). This is an increase of \$2,704,476 from fiscal year 2005. The increase is primarily attributable to the \$4,268,925 Due from Component Unit recorded for the receipt of funds to pay principal and interest on the \$4,050,000 note maturing on December 1, 2006, issued in the previous fiscal year for the Orland Park Public Library.
- The governmental funds reported combined fund balances of \$44,429,740 of which \$30,757,914 is unreserved and available for spending at the Village's discretion. This increase in governmental funds combined fund balance of \$16,447,094, or 58.8 percent is partially attributable to bond proceeds received in fiscal year 2006 that remained unspent at the end of the fiscal year, in the amount of approximately \$9,400,000.
- At the end of the fiscal year, unreserved fund balance for the General Fund was \$20,424,734, or approximately 58.5 percent of total General Fund expenditures.

Overview of the Financial Statements

The Village's basic financial statements are comprised of three components.

1. Government-wide financial statements,
2. Fund financial statements, and
3. Notes to the financial statements.

In addition to the financial statements, this report also contains supplementary information that provides the reader a more detailed depiction of amounts reflected in the 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, consistent with private-sector business presentation. The Village's government wide financial statements can be found on pages 1 - 3 of this report.

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

**VILLAGE OF ORLAND PARK, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2006**

The *Statement of Activities* presents information regarding how the Village's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of the related cash flows. Thus, revenues and expenses are reported in this statement for some items that only result in cash flows in future fiscal periods (for example, uncollected taxes and earned but unused vacation leave).

Government-wide financial statements distinguish functions of the Village that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of associated costs through user fees and charges (business-type activities). The Village's governmental activities include general government, public safety, planning and development, public works, culture and recreation, and interest on long-term debt. Business-type activities of the Village include the water and sewerage system (water and sewerage), Centennial Pool (recreation) and the commuter parking lots (parking).

The government-wide financial statements include not only the Village itself (known as the primary government), but also component units of the Village that are legally separate entities for which the Village is financially accountable, including the Orland Park Public Library, Orland Park Civic Center Authority, Orland Park Open Lands Corporation and the Orland Joint Emergency Telephone System. Financial information for these component units is reported separately from the financial information presented for the primary government itself.

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Village, like other local governments, 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. However, governmental fund financial statements focus on near-term inflows and outflows of resources available for spending, as well as on balances of resources available for spending at the end of the fiscal year. Such information may be useful in evaluating the 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. The governmental fund's

**VILLAGE OF ORLAND PARK, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2006**

Balance Sheet and the governmental fund's 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 12 individual governmental funds. Information is presented separately in the governmental fund's Balance Sheet and in the governmental fund's Statement of Revenues, Expenditures, and Changes in Fund Balances for the General Fund, Debt Service Fund, Capital Improvement Fund, General Obligation Bond Project Fund, Home Rule Sales Tax Fund, and the Main Street Triangle TIF Fund all of which are considered major funds. Data from the other 6 governmental funds are combined into a single, aggregated presentation on these fund financial statements. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in this report.

The Village of Orland Park adopts an annual appropriated budget for all of its governmental funds. A budgetary comparison statement for these funds has been provided to demonstrate compliance with this budget.

Basic governmental fund financial statements can be found on pages 4 - 9 of this report.

Proprietary Funds - Proprietary fund financial statements provide the same type of information as the government-wide financial statements, only in more detail. The Village maintains two different types of proprietary funds: enterprise funds and internal service funds.

Enterprise Funds - Enterprise funds report the same functions presented as business-type activities in the government-wide financial statements. The Village utilizes enterprise funds to account for its water and sewerage services, the Centennial Pool, and the Village's commuter parking lots. Proprietary fund financial statements provide separate information for the Water and Sewerage and Centennial Pool Funds, both of which are considered major funds of the Village. By default, the Commuter Parking Fund is reported separately under the column headed Non-major on the Statement of Net Assets and Statement of Revenues, Expenses and Changes in Fund Net Assets.

Internal Service Funds - Internal service funds are used to accumulate and allocate costs internally among the Village's various functions. The Village utilizes an internal service fund to account for its insurance expenditures. Because the services reported in this fund predominantly benefit governmental rather than business-type functions, it has been included within governmental activities in the government-wide financial statements and combined into a single, aggregated presentation in the proprietary fund financial statements. Individual fund data for this internal service fund is provided in the form of combining financial statements in this report.

**VILLAGE OF ORLAND PARK, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2006**

Prior to fiscal year 2006, the Village maintained the Vehicle & Equipment internal service fund. This fund was utilized to account for all expenses related to the maintenance of the Village's fleet of vehicles and related equipment. As the majority of the expenses recorded in this fund related to governmental activities, this fund was combined with the Village's General Fund and recorded as a department of said fund. The only transactions reflected in the Vehicle & Equipment Fund for fiscal year 2006 are the transfers out of any remaining assets.

Basic proprietary fund financial statements can be found on pages 10 - 19 of this report.

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

Basic fiduciary fund financial statements can be found on pages 20 - 21 of this report.

Notes to the Financial Statements

The Notes to the Financial Statements provide additional information essential to obtaining a full understanding of the data provided in the government-wide and fund financial statements. Notes to the Financial Statements can be found on pages 26 - 58 of this report.

The Notes to the Financial Statements also include certain Required Supplementary Information (RSI) concerning the Village's I.M.R.F. employee and police employee pension obligations, as well as a Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget to Actual for the Village's General Fund and major Special Revenue Funds.

Required Supplementary Information can be found on pages 59 - 66 of this report.

Other Supplementary Information

In addition to the basic financial statements and accompanying notes, and immediately following the Required Supplementary Information section, this report also presents combining and individual fund financial statements for each of the Village's funds and schedules of capital assets and long-term debt activities.

Combining and individual fund statements and schedules can be found on pages 67 - 143 of this report.

**VILLAGE OF ORLAND PARK, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2006**

Statistical Section –

This report also contains a statistical section that provides information about financial trends, the Village's revenue and debt capacity, demographics, services and activities.

Government-Wide Financial Analysis

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. The following table, which provides a summary of the components of the Village's Statement of Net Assets, shows that the Village of Orland Park's assets exceeded its liabilities by \$366,886,205 for the fiscal year ended September 30, 2006, as reflected on the Village's government-wide Statement of Net Assets. This amount reflects an increase of \$28,369,624 in net assets as compared to the fiscal year ended September 30, 2005.

**Village of Orland Park
Summary Statement of Net Assets
(Reported in Thousands)**

	Governmental Activities		Business-Type Activities		Total Primary Government	
	2006	2005	2006	2005	2006	2005
Current and Other Assets	\$ 67,130	\$ 46,642	\$ 14,909	\$ 18,811	\$ 82,039	\$ 65,453
Capital Assets, Net	254,619	240,467	133,552	121,611	388,170	362,078
Unamortized Issuance Costs	686	751	-	-	686	751
Long-Term Notes Receivable	936	834	-	-	936	834
Total Assets	\$ 323,370	\$ 288,693	\$ 148,461	\$ 140,423	\$ 471,831	\$ 429,116
Long-term Liabilities	\$ 73,535	\$ 65,265	\$ -	\$ -	\$ 73,535	\$ 65,265
Other Liabilities	29,534	22,980	1,876	2,353	31,410	25,333
Total Liabilities	\$ 103,069	\$ 88,246	\$ 1,876	\$ 2,353	\$ 104,945	\$ 90,598
Net Assets						
Invested in Capital Assets,						
Net of Related Debt	\$ 196,574	\$ 194,618	\$ 133,552	\$ 121,611	\$ 330,125	\$ 316,230
Restricted	26,693	11,498	-	-	26,693	11,498
Unrestricted	(2,965)	(5,670)	13,033	16,459	10,068	10,789
Total Net Assets	\$ 220,302	\$ 200,447	\$ 146,585	\$ 138,070	\$ 366,886	\$ 338,517

**VILLAGE OF ORLAND PARK, ILLINOIS
MANAGEMENT’S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2006**

The largest portion of the Village’s net assets is reflected in Net Assets – Invested in Capital Assets, Net of Related Debt, accounting for approximately 90% of the Village’s net assets. This amount consists of land, land improvements, buildings, machinery, vehicles, equipment and infrastructure, less any related outstanding debt used to acquire these assets. The Village uses these capital assets to provide a variety of services to citizens; consequently, these assets are not available for future spending by the Village. Although the Village’s investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since these capital assets themselves cannot be used to liquidate the liabilities related to this debt.

An additional portion, \$26,693,400, or 7.28%, of the Village’s net assets represents resources that are subject to external restrictions on how it may be used. The remaining unrestricted net asset balance of \$10,067,625 may be used to meet the Village’s ongoing obligations to its citizens and creditors.

Changes in Net Assets – Governmental and Business-type Activities

The following table (reported in thousands) provides detail of the change in the Village’s net assets during fiscal year 2006. Governmental activities increased the Village’s net assets by \$19,855,027 thereby accounting for 70% of the total growth in the net assets of the Village. Business-type activities increased the Village’s net assets by \$8,514,597, accounting for the remaining 30% of the total growth in the net assets of the Village.

**Village of Orland Park
Summary Statement of Activities
(Reported in Thousands)**

	<u>Governmental Activities</u>		<u>Business-Type Activities</u>		<u>Total Primary Government</u>	
	2006	2005	2006	2005	2006	2005
Revenues:						
Program Revenues:						
Charges for Services	\$ 12,187	\$ 13,118	\$ 16,586	\$ 16,427	\$ 28,773	\$ 29,546
Operating Grants and Contributions	10,577	1,164	-	-	10,577	1,164
Capital Grants and Contributions	11,160	14,014	9,974	4,607	21,135	18,621

**VILLAGE OF ORLAND PARK, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2006**

	Governmental Activities		Business-Type Activities		Total Primary Government	
	2006	2005	2006	2005	2006	2005
General Revenues:						
Property Taxes	11,817	11,312	-	-	11,817	11,312
State Sales Tax	28,335	27,460	-	-	28,335	27,460
Other Taxes	7,041	6,642	-	-	7,041	6,642
Other	1,521	480	381	406	1,902	885
Total Revenues	82,637	74,189	26,941	21,440	109,578	95,629
Expenses:						
General Government	16,163	20,008	-	-	16,163	20,008
Public Safety	13,529	13,834	-	-	13,529	13,834
Planning and Development	2,525	3,039	-	-	2,525	3,039
Public Works	19,210	9,258	-	-	19,210	9,258
Culture and Recreation	8,909	8,813	-	-	8,909	8,813
Interest	2,923	2,537	-	-	2,923	2,537
Water and Sewerage	-	-	16,385	15,934	16,385	15,934
Recreation	-	-	1,354	1,402	1,354	1,402
Parking	-	-	209	227	209	227
Total Expenses	63,260	57,489	17,948	17,563	81,209	75,051
Increase in Net Assets						
before Transfers	19,377	16,700	8,993	3,877	28,370	20,578
Transfers - Internal	478	(166)	(478)	166	-	-
Special Items:						
Forgiveness of Debt by Primary Government	-	(1,070)	-	-	-	(1,070)
Gain on exchange of land and building, net	-	89	-	-	-	89
Increase in Net Assets	19,855	15,554	8,515	4,043	28,370	19,597
Net Assets - 10/01/05	200,447	184,893	138,070	134,027	338,517	318,920
Net Assets - 9/30/06	\$ 220,302	\$ 200,447	\$ 146,585	\$ 138,070	\$ 366,886	\$ 338,517

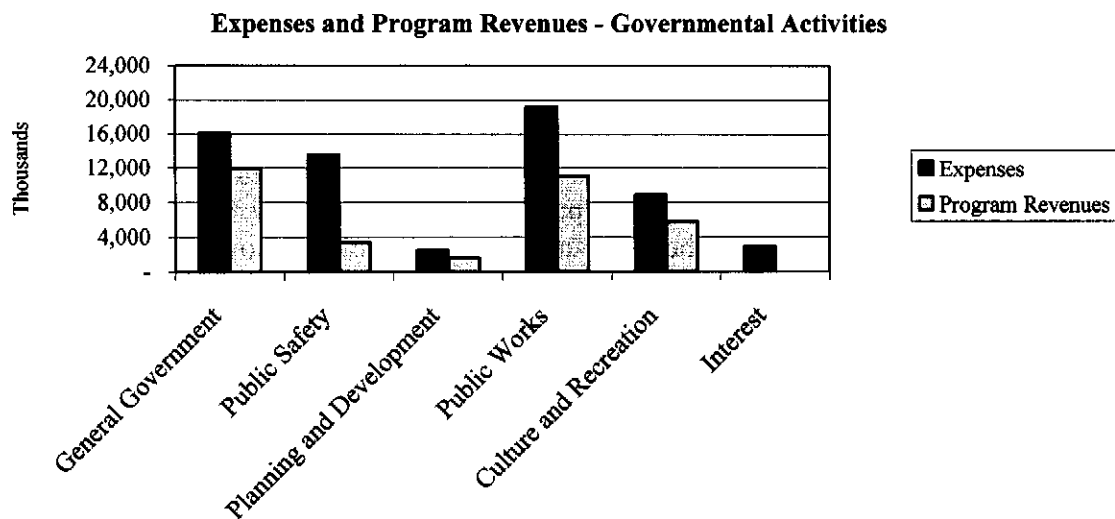
**VILLAGE OF ORLAND PARK, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2006**

Key elements of the increase in net assets are as follows:

- Contributions from developers totaled \$6,082,137 for fiscal year 2006. The Village accepted a total of 40 streets amounting to approximately 7.55 lane miles, 26.98 acres of right of way, 38,890 feet of sidewalks and a 3.2 acre park. In addition, the Village Water & Sewer Fund reconstructed 2.72 lane miles of streets in the Village's Old Orland area, valued at \$579,354.
- The Village received a total of \$212,899 from Cook County for the reimbursement of advance funding engineering related to 104th Avenue from 159th Street to 167th Street and 153rd Street from West Avenue to Wolf Road. In addition, the Village recorded a receivable in the amount of \$2,045,540 as reimbursement due from the State of Illinois for construction costs related to Orland Parkway.

Program revenues compare to governmental expenses as follows:

	<u>Expenses</u>	<u>Program Revenues</u>
General Government	\$ 16,163,138	\$ 11,984,458
Public Safety	13,528,847	3,399,681
Planning and Development	2,525,472	1,647,667
Public Works	19,210,465	11,063,141
Culture and Recreation	8,909,379	5,828,453
Interest	2,923,002	-
	<u>\$ 63,260,303</u>	<u>\$ 33,923,400</u>



**VILLAGE OF ORLAND PARK, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2006**

Governmental Activities – Expenditures

The Village's governmental activities' expenses are categorized into the following functions, which are typical to most municipal governments.

- **General government** - including the departments of administration, finance, building maintenance, boards and commissions, officials and other general administration.
- **Public safety** - encompassing the police and emergency service disaster agency (ESDA) departments.
- **Planning and development** - including engineering, planning and code enforcement.
- **Public works** - including the street, transportation and vehicle and equipment departments.
- **Culture and recreation** - containing the Village's parks, programs and general recreation administration.
- **Interest of long-term debt** - containing interest and fiscal charges.

Total governmental activities spending during fiscal year 2006 amounted to approximately \$63,260,303, broken down by function as follows:

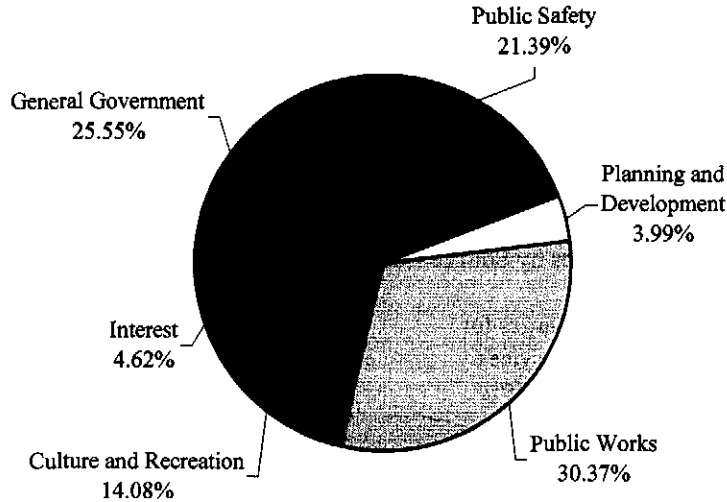
	<u>2006</u>	<u>2005</u>
General Government	\$ 16,163,138	\$ 20,009,250
Public Safety	13,528,847	13,833,582
Planning and Development	2,525,472	3,039,143
Public Works	19,210,465	9,257,883
Culture and Recreation	8,909,379	8,812,763
Interest	2,923,002	2,537,024
	<u>\$ 63,260,303</u>	<u>\$ 57,489,645</u>

Total governmental activities spending increased approximately \$5,770,658 when comparing fiscal year 2006 to fiscal year 2005. This increase, attributable to the public works function, is partially due to the purchase of right of way for a State of Illinois owned project (the Village will be reimbursed by the State of Illinois at some future date) in the amount of approximately \$5,300,000. The remaining increase is due to the inclusion of activities related the Village's Vehicle & Equipment Department in the public works function; in prior years, these activities were separately reported in an internal service fund.

The following graph provides a snapshot of the functional expenditures of the Village's governmental activities for fiscal year 2006.

**VILLAGE OF ORLAND PARK, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2006**

2006 Governmental Activities by Function



Governmental Revenues

Total fiscal year 2006 governmental revenues amounted to \$83,216,499, broken down as follows:

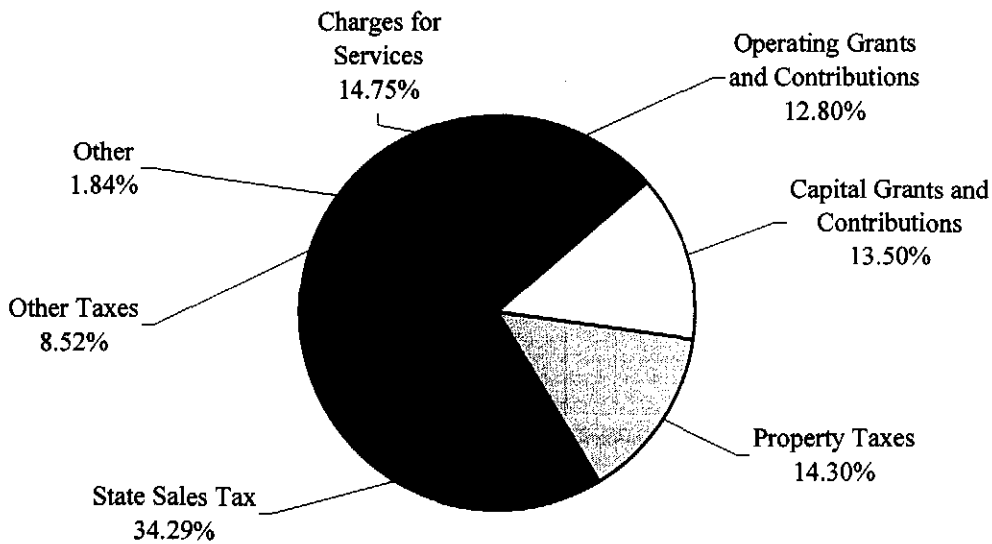
	<u>2006</u>	<u>2005</u>
Charges for Services	\$ 12,186,647	\$ 13,118,262
Operating Grants and Contributions	10,576,676	1,163,553
Capital Grants and Contributions	11,160,077	14,014,004
Property Taxes	11,816,804	11,311,563
State Sales Tax	28,334,779	27,461,061
Other Taxes	7,041,150	6,642,089
Other	1,521,012	313,286
	<u>\$ 82,637,145</u>	<u>\$ 74,023,818</u>

Total governmental revenues increased \$8,613,327 when comparing fiscal year 2006 to fiscal year 2005. The majority of the increase is attributable to grants and reimbursements received from State and County agencies for amounts previously spent by the Village on capital items not owned by the Village.

**VILLAGE OF ORLAND PARK, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2006**

Sales taxes are the largest governmental revenue source for the Village comprising 34.43 percent of total governmental revenues (see pie chart). The Sales Tax amount listed above, and shown on the chart below, includes Home Rule Sales Tax in the amount of \$10,044,800. Home Rule Sales Tax revenues continue to be utilized to fund road construction and improvements, and property tax levy abatements, as well as the Village's property tax rebate program. Utilizing Home Rule Sales Tax, the Village rebated 100% of its 2004 property tax levy to residents of the Village. The total rebate amounted to \$4,767,489.

Revenues by Source - Governmental Activities



Property taxes are another major revenue source for the Village comprising 14.36 percent of governmental revenues. The increase in property tax from the prior fiscal year amounted to approximately \$505,000. The majority of this increase is due the receipt of additional incremental property taxes from the Orland Park Place Mall TIF district. Due to the continued increase in the Village's equalized assessed valuation, the Village's overall tax rate decreased minimally from .483 to .406 per \$100 of equalized assessed valuation.

**VILLAGE OF ORLAND PARK, ILLINOIS
 MANAGEMENT'S DISCUSSION AND ANALYSIS
 FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2006**

Business-Type Activities

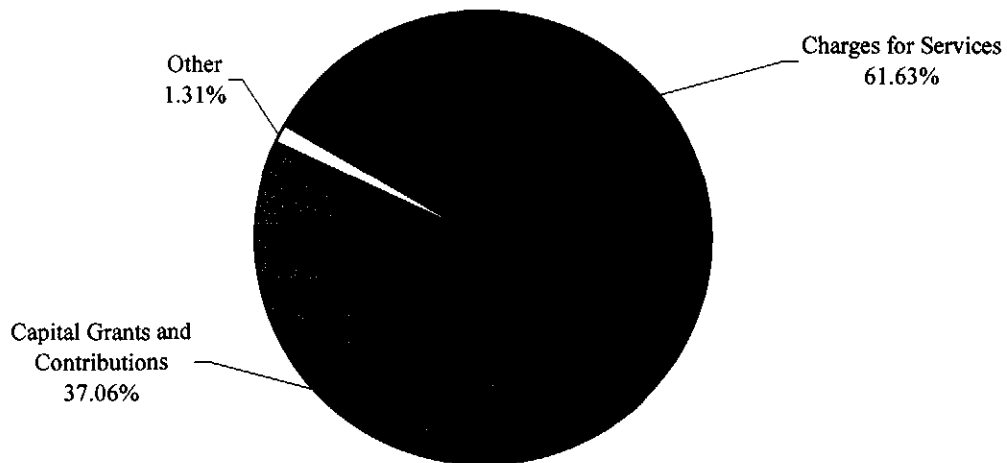
The Village's business-type activities are those that the Village charges a fee to customers to help cover all or most of the cost of the services it provides. The business-type activities of the Village include water, sewerage and refuse services (water and sewerage), the commuter parking lots, (parking) and the Centennial Pool (recreation). Business-type activities increased the Village's net assets by \$8,514,597, accounting for 30 percent of the total growth in the Village's net assets. A key element of this increase in net business-type net assets is increased capital grants and contributions due to the acceptance of a number of detention/retention ponds, as well as additions to the Village's water distribution system and the storm water management system.

Business-type activities, and the program revenues related to that activity, are as follows:

	<u>Expenses</u>	<u>Program Revenues</u>
Water and Sewerage	\$ 16,385,241	\$ 25,581,385
Recreation	1,353,924	791,866
Parking	209,265	187,182
	<u>\$ 17,948,430</u>	<u>\$ 26,560,433</u>

Business-type total revenues, including general revenues, total \$26,463,027, and are broken down as follows:

Revenues by Source - Business-type Activities



**VILLAGE OF ORLAND PARK, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2006**

The Water and Sewerage Fund's operating loss \$(750,882) was due to additional funding the flood risk reduction program without the issuance of debt. Similar to prior years, the Centennial Pool experienced an operating loss \$(562,058) and a change in net assets of \$(443,796). Because of the history of operating at a loss, beginning with fiscal year 2007, the Village combined the Centennial Pool with all other recreation functions and created the Recreation and Parks Fund. The Commuter Parking Fund also operated at a minimal operating loss of \$(22,083).

Financial Analysis of the Village's Funds

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

Governmental Funds. Governmental funds are used to account for essentially the same functions reported as governmental funds in the government-wide financial statements. However, the focus of the Village's governmental funds is on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the Village's financing requirements. In particular, unreserved fund balance may serve as a useful measure of the Village's net resources available for spending at the end of the fiscal year.

As of September 30, 2006, the Village's governmental funds reported combined ending fund balances of \$44,429,740. Approximately 70 percent of this total amount, or \$30,757,914, constitutes unreserved fund balance, which is available for spending at the Village's discretion. The remainder of the fund balance is reserved to indicate that it is not available for new spending because it has already been committed for the following purposes:

- Prepaid items – \$109,174
- Long-term Receivables - \$935,580
- Debt Service - \$10,402,638
- Tax Increment Financing - \$2,224,434

General Fund - The General Fund is the chief operating fund of the Village. At the end of the current fiscal year, unreserved fund balance of the General Fund was \$20,424,734 while total fund balance amounted to \$21,468,344, as compared to a total fund balance at September 30, 2005 of \$16,049,846.

In order to measure the General Fund's liquidity, it is useful to compare both unreserved fund balance and total fund balance to total fund expenditures. Unreserved fund balance represents approximately 58 percent of total general fund expenditures, while total fund balance represents 62 percent of that same amount. These percentages are within the Board's policy of retaining a minimum of 15.0 percent of the ensuing year's General Fund expenditure budget, as well as a 5.0 percent contingency amount, in fund balance.

During the year, the fund balance of the Village's General Fund increased by \$5,418,498. This is a total increase in fund balance of approximately 33 percent. Key factors in this growth are as follows:

**VILLAGE OF ORLAND PARK, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2006**

- State sales tax (1% municipal) continued to grow, increasing by approximately \$430,000 from fiscal year 2005. This is partially due to the opening of additional large retail stores within the Village.
- State income tax increased approximately \$406,000. This is mainly due to an increase in the State's per capita rate from \$67.50 to \$75.80.
- Total expenditures for the General Fund were \$2,458,564 less than budgeted, with the majority of the budget savings reflected in the general government expenditure category.

Special Revenue Fund – The Home Rule Sales Tax Fund has a total fund balance of \$6,003,283 as of September 30, 2006. While this ending fund balance is shown as unreserved in the Village's financial statements, the Village Board of Trustees will continue to dedicate revenues received by this fund to property tax relief, as well as road construction projects throughout the Village.

In October 2004, the Village Board approved an ordinance adopting tax increment financing within the area designated as the Main Street Triangle Redevelopment Project Area. Based upon adoption of this ordinance, the Village established the Main Street Triangle TIF Fund within which all revenues and expenditures related to the TIF area will be recorded. The Main Street Triangle TIF Fund has a fund balance of \$(15,750,438) as of September 30, 2006. The majority of this negative fund balance consists of loans from other funds to purchase parcels within the TIF district. In early fiscal year 2007, the Village issued general obligation bonds in the amount of \$18,500,000 to partially reimburse the TIF fund for expenditures to date. This reimbursement amount was then transferred to the various funds of the Village that had previously loaned funds to the TIF Fund. The Village estimates that through a partial sale of the land to a developer within the area and future TIF increment the remainder of these loans will be paid in full in approximately ten years.

Debt Service Fund - The Debt Service Fund has a total fund balance of \$10,402,638 as of September 30, 2006, as compared to a total fund balance of \$5,885,369 at the end of fiscal year 2005, all of which is reserved for principal and interest payments on the Village's outstanding general obligation debt. The net increase in fund balance during the current fiscal year for the Debt Service Fund was approximately \$4,517,269 the majority of which is applicable to amounts due from the Orland Park Public Library for repayment of the 2005 Library Note.

Capital Improvement Fund - The Village's Capital Improvement Fund has a total fund balance at September 30, 2006 of \$7,716,060, as compared to a total fund balance of \$8,755,256 as of September 30, 2005. Although reflected as unreserved on the financial statements, this fund balance comprises amounts set aside for the completion of future capital projects. General operating revenues of the Village are utilized to fund the projects recorded in this fund.

General Obligation Bond Projects Fund. The General Obligation Bond Projects Fund of the Village is used to account for the receipt of bond issuance and/or grant proceeds, as well as the spending of these proceeds to fund capital projects. As of September 30, 2006, total fund balance of this fund amounted to \$7,335,415, as compared to \$(4,099,592) as of September 30, 2005. The change in fund balance is due to the receipt of grant proceeds related to on-going projects, as well as the issuance of general obligation bonds to partially fund construction of the Village's new police facility.

**VILLAGE OF ORLAND PARK, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2006**

Enterprise Funds. As noted earlier, the Village's enterprise fund financial statements provide the same type of information found in the government-wide financial statements for each of the Village's business-type activities, but in more detail.

Unrestricted net assets of the Water and Sewerage Fund at the end of the year amounted to \$12,119,007, while the Centennial Pool Fund's unrestricted net assets amounted to \$194,376, and the Commuter Parking Fund's amounted to \$719,602.

Total net assets for the Village's enterprise funds increased or decreased as follows:

- Total net assets of the Water and Sewerage Fund at September 30, 2006 increased \$8,951,587, or 7.0 percent, as compared to September 30, 2005. During fiscal year 2006 capital contributions from developers amounted to approximately \$9,974,451, accounting for all of the increase in net assets.
- When comparing 2006 to 2005, net assets of the Centennial Pool Fund decreased by \$443,796 due to operating expenses exceeding operating revenues by \$562,058. The operating revenues are consistently unable to cover the cost of operating the pool.
- Net assets of the Commuter Parking Fund increased by \$6,806 when comparing 2006 to 2005. Although operating expenses exceeded operating revenues, non-operating revenues, i.e., interest income, was sufficient to cause an increase in net assets. The Village has set daily and monthly parking rates at a level that ensures the full recovery of all costs related to the operations and maintenance of the parking lots.

General Fund Budgetary Highlights

The variance between the Village's General Fund original and the final amended expenditure budget for fiscal year 2006 was \$771,756, with the final budget amounting to more than the original budget, and is summarized below:

- \$350,000 to bury Com Ed lines along 159th Street
- \$114,790 for additional sales tax rebates
- \$25,000 for federal intergovernmental affairs services
- \$44,000 for the funding of a retiring police officer's 401A account
- \$41,500 for additional engineering services to update Village code
- \$28,835 for unanticipated improvement to the Village hall
- \$97,153 for the purchase of vehicles involved in accidents

In addition, fiscal year 2006 actual expenditures amounted to \$34,922,283, which is \$2,458,564 less than the fiscal year 2006 final expenditure budget. Each department within the General Fund was under budget, with the exception of the Boards and Commissions category.

The original budget for Transfers In was amended during the fiscal year in the amount of \$1,668,328. The majority of this amendment was for the transfer of the balance in the Village's Vehicle and Equipment internal service fund, as this fund was combined with the Village's General Fund beginning in

**VILLAGE OF ORLAND PARK, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2006**

fiscal year 2006. Actual transfers in were more than the budgeted amount by \$265,696. This is due to an increase in street-related expenditures within the public works function that are eligible for reimbursement from the Motor Fuel Tax Fund.

The original budget for Transfers Out was slightly decreased during the fiscal year. However, actual transfers out were less than the budgeted amount by \$898,673. The majority of this amount is due to a decrease in the transfer to the Village's Sportsplex Fund and Centennial Pool Fund.

Capital Asset and Debt Administration

Capital Assets

The Village of Orland Park's investment in capital assets for its governmental and business type activities as of September 30, 2006, amounts to \$388,170,479 (net of accumulated depreciation). This investment in capital assets includes land, land improvements, buildings and improvements, vehicles, machinery and equipment, park facilities, and infrastructure, such as roads, sidewalks, and bridges.

The following table provides a breakdown of the Village's capital assets.

**Village of Orland Park's Capital Assets
(Net of Depreciation)
(In Millions)**

	Governmental Activities		Business-Type Activities		Total Primary Government	
	2006	2005	2006	2005	2006	2005
Land	\$ 128.01	\$ 119.74	\$ 24.63	\$ 21.75	\$ 152.64	\$ 141.49
Land Improvements	5.99	6.36	2.34	1.24	8.33	7.60
Buildings	34.64	35.53	0.50	0.56	35.14	36.09
Pool	-	-	7.52	7.86	7.52	7.86
Water Distribution System	-	-	52.37	45.61	52.37	45.61
Storm and Sanitary System	-	-	44.50	37.35	44.50	37.35
Vehicles, Machinery and Equipment	4.73	4.98	0.63	0.64	5.35	5.63
Infrastructure	70.34	71.94	-	-	70.34	71.94
Construction in Progress	10.92	1.90	1.06	6.60	11.98	8.50
Total	\$ 254.62	\$ 240.47	\$ 133.55	\$ 121.61	\$ 388.17	\$ 362.08

**VILLAGE OF ORLAND PARK, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2006**

Major capital asset events during fiscal year 2006 included the following:

- The Village accepted contributions from developers and/or made improvements to its existing park system in the amount of approximately \$685,274.
- The Village completed a major flood risk reduction program in the areas of Westwood, Old Orland and Windsor, in the amount of approximately \$4,192,733.
- The Village reconstructed 11.63 lane miles throughout the Village in the amount of approximately \$2,472,376.
- The Village purchased two parcels within the Main Street Triangle District for a total of approximately \$2,500,000.

Additional information on the Village of Orland Park's capital assets can be found in the Notes to the Financial Statements section on pages 42 – 44 of this report.

Long-term debt

As of September 30, 2006, the Village had total outstanding bonded debt of \$78,095,000, as compared to \$69,270,000 at the end of fiscal year 2005. During the fiscal year, the Village issued general obligation bonds in the amount of \$12,000,000 to partially fund construction of the Village's new police facility.

In addition to the above-mentioned general obligation debt, the Village has outstanding debt of \$2,739,948 for the Orland Park Place Tax Increment Financing Note.

The total general obligation bond amounts outstanding are backed by the full faith and credit of the Village. The outstanding TIF note is backed by sales tax generated by the Orland Park Place Mall and property taxes paid by mall property owners.

The following table provides a comparative statement of outstanding debt (in millions) for the fiscal years ending 2006 and 2005.

**Village of Orland Park's Outstanding Debt
General Obligation Bonds
(In Millions)**

	Governmental Activities		Business-Type Activities		Total Primary Government	
	2006	2005	2006	2005	2006	2005
G.O. Bonds	\$ 78.10	\$ 69.27	\$ -	\$ -	\$ 78.10	\$ 69.27
TIF Note	2.74	3.21	-	-	2.74	3.21
Compensated Absences	2.16	2.17	0.17	0.14	2.33	2.31
Total	\$ 83.00	\$ 74.64	\$ 0.17	\$ 0.14	\$ 83.17	\$ 74.78

**VILLAGE OF ORLAND PARK, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2006**

The amounts stated above do not include an unamortized deferred amount due to the issuance of the 2005 Refunding Bonds. The unamortized deferred amount as of September 30, 2006 amounted to \$1,499,728.

During fiscal year 2006, the Village of Orland Park maintained an AA rating from Standard & Poor's and an AA3 rating from Moody's for general obligation debt. As a home-rule unit, no legal limit exists on the amount of debt that can be outstanding at any given time. Additional information on the Village's long-term debt can be found in the Notes to the Financial Statements on pages 47 - 51 of this report.

Economic Factors and Next Year's Budget

A number of external and internal economic factors were considered when preparing the Village of Orland Park's budget for 2007 fiscal year, including the following:

- The Village's issuance of residential and commercial building permits remains strong, providing for a steady growth of the Village's tax base.
- While the Village's sales tax revenues remained relatively flat from 2005 to 2006, a number of large commercial developments are in various stages of completion and should begin to provide for additional sales tax revenues in late fiscal year 2006 or early fiscal year 2007.
- The Village will continue its residential property tax rebate program, as well as the abatement of property taxes on various debt issuance repayments.
- Salaries and health insurance benefits continue to increase at a rate equal to or greater than general inflation.
- The Village will continue its efforts to improve the Metra Triangle, acquiring land for infrastructure development, as well as future residential and commercial development by outside parties. The Village will recover a portion of its investment by selling land to a developer.
- The Village will continue with its efforts to improve various roads in the Village that are owned by the State of Illinois or County of Cook by advancing the costs of reconstructing these roads. This was a major consideration in determining the 2006 capital program of the Village and will remain a major factor when determining the Village's fiscal year 2007 capital program.

Requests for Information

This financial report is designed to provide a general overview of the Village of Orland Park's finances for all those with an interest in the Village's finances. Questions concerning any of the information provided in this report or requests for additional information should be directed to Annmarie Mampe, Finance Director, Village of Orland Park, 14700 S. Ravinia Avenue, Orland Park, Illinois 60462.

THIS PAGE INTENTIONALLY LEFT BLANK

VILLAGE OF ORLAND PARK, ILLINOIS

Statement of Net Assets As of September 30, 2006

	Primary Government			Component Units
	Governmental Activities	Business-type Activities	Total	
ASSETS				
Cash and Investments	\$ 49,127,828	\$ 9,158,616	\$ 58,286,444	\$ 11,893,041
Receivables, net of allowance for uncollectibles	14,790,651	3,407,402	18,198,053	823,023
Due from Component Units	5,063,184	-	5,063,184	-
Interfund Balance	(2,330,345)	2,330,345	-	-
Other Assets	478,606	12,796	491,402	66,543
Capital Assets, not being depreciated	138,926,239	25,689,340	164,615,579	555,206
Other Capital Assets, net of accumulated depreciation	115,692,563	107,862,337	223,554,900	22,394,186
Deferred Charges	685,900	-	685,900	-
Long-Term Notes Receivable	935,580	-	935,580	-
Total Assets	\$ 323,370,206	\$ 148,460,836	\$ 471,831,042	\$ 35,731,999
LIABILITIES				
Accounts Payable	\$ 10,962,160	\$ 1,636,595	\$ 12,598,755	\$ 108,037
Accrued Bond Interest	9,830	-	9,830	-
Accrued Interest Payable	1,313,941	-	1,313,941	-
Accrued Payroll	735,514	69,038	804,552	6,148
Rebates Payable	4,545,761	-	4,545,761	-
Deposits Payable	1,161,347	-	1,161,347	8,580
Claims Payable	1,484,008	-	1,484,008	-
Due to Primary Government	-	-	-	5,063,184
Unearned Revenue	1,168,916	-	1,168,916	-
Unamortized Debt Premium	190,927	-	190,927	-
Noncurrent Liabilities:				
Due within one year	7,961,384	170,541	8,131,925	72,047
Due in more than one year	73,534,875	-	73,534,875	-
Total Liabilities	\$ 103,068,663	\$ 1,876,174	\$ 104,944,837	\$ 5,257,996
NET ASSETS				
Invested in Capital Assets, net of related debt	\$ 196,573,503	\$ 133,551,677	\$ 330,125,180	\$ 22,949,392
Restricted for:				
Tax Increment Financing	2,224,434	-	2,224,434	-
Debt Service	9,417,491	-	9,417,491	-
Capital Projects	15,051,475	-	15,051,475	-
Special Purposes	-	-	-	407,260
Unrestricted	(2,965,360)	13,032,985	10,067,625	7,117,351
Total Net Assets	\$ 220,301,543	\$ 146,584,662	\$ 366,886,205	\$ 30,474,003

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

VILLAGE OF ORLAND PARK, ILLINOIS

Statement of Activities For the Year Ended September 30, 2006

	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Functions/programs:				
Governmental Activities:				
General Government	\$ 16,163,138	\$ 3,491,647	\$ 8,492,811	\$ -
Public Safety	13,528,847	756,745	105,011	2,537,925
Planning and Development	2,525,472	1,647,667	-	-
Public Works	19,210,465	834,454	1,978,854	8,249,833
Culture and Recreation	8,909,379	5,456,134	-	372,319
Interest	2,923,002	-	-	-
Total Governmental Activities	63,260,303	12,186,647	10,576,676	11,160,077
Business-Type Activities:				
Water and Sewerage	16,385,241	15,606,934	-	9,974,451
Recreation	1,353,924	791,866	-	-
Parking	209,265	187,182	-	-
Total Business-Type Activities	17,948,430	16,585,982	-	9,974,451
Total Primary Government	\$ 81,208,733	\$ 28,772,629	\$ 10,576,676	\$ 21,134,528
Component Units	\$ 10,429,105	\$ 279,944	\$ 412,053	\$ 3,996
General revenues:				
Taxes:				
Property				
State Sales				
Other				
Unrestricted Intergovernmental				
Investment Income				
Other				
Transfers				
Total General Revenues and Transfers				
Change in Net Assets				
Net Assets at Beginning of Year				
Net Assets at End of Year				

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

Net (Expense) Revenue and Changes in Net Assets			
Primary Government			
Governmental Activities	Business-type Activities	Total	Component Units
\$ (4,178,680)	\$ -	\$ (4,178,680)	\$ -
(10,129,166)	-	(10,129,166)	-
(877,805)	-	(877,805)	-
(8,147,324)	-	(8,147,324)	-
(3,080,926)	-	(3,080,926)	-
(2,923,002)	-	(2,923,002)	-
(29,336,903)	-	(29,336,903)	-
-	9,196,144	9,196,144	-
-	(562,058)	(562,058)	-
-	(22,083)	(22,083)	-
-	8,612,003	8,612,003	-
(29,336,903)	8,612,003	(20,724,900)	-
-	-	-	(9,733,112)
11,816,804	-	11,816,804	8,768,286
28,334,779	-	28,334,779	-
795,368	-	795,368	761,116
6,245,782	-	6,245,782	-
1,507,489	380,779	1,888,268	267,322
13,523	-	13,523	42,985
478,185	(478,185)	-	-
49,191,930	(97,406)	49,094,524	9,839,709
19,855,027	8,514,597	28,369,624	106,597
200,446,516	138,070,065	338,516,581	30,367,406
<u>\$ 220,301,543</u>	<u>\$ 146,584,662</u>	<u>\$ 366,886,205</u>	<u>\$ 30,474,003</u>

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

VILLAGE OF ORLAND PARK, ILLINOIS

Governmental Funds

Balance Sheet

As of September 30, 2006

With comparative actual amounts as of September 30, 2005

	General	Debt Service	Capital Improvement	General Obligation Bond Projects
ASSETS				
Cash and Investments	\$ 10,221,972	\$ 4,843,263	\$ 8,332,488	\$ 9,377,960
Restricted Cash	-	-	-	-
Receivables:				
Property Taxes	511,085	270,618	-	-
Other Taxes	5,070,727	-	-	-
Accounts	626,683	347,720	900,652	2,537,442
Accrued Interest	42,147	-	47,212	10,576
Due from Other Funds	7,876,226	-	2,173,278	-
Due from Component Units	10	5,063,174	-	-
Prepaid Items and Deposits	108,030	-	-	-
Long-term Notes Receivable	935,580	-	-	-
Total Assets	\$ 25,392,460	\$ 10,524,775	\$ 11,453,630	\$ 11,925,978
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts Payable	\$ 1,474,330	\$ -	\$ 3,704,120	\$ 2,260,218
Accrued Bond Interest	-	9,830	-	-
Accrued Interest Payable	140,178	-	-	-
Accrued Payroll	701,384	-	-	-
Rebates Payable	76,888	-	-	-
Deposits Payable	1,060,397	-	33,450	-
Deferred Revenue	411,563	112,307	-	-
Due to Other Funds	18,129	-	-	2,330,345
Other	41,247	-	-	-
TIF Note Payable	-	-	-	-
Total Liabilities	3,924,116	122,137	3,737,570	4,590,563
Fund Balances:				
Reserved for Prepaid Items and Deposits	108,030	-	-	-
Reserved for Long-Term Notes Receivable	935,580	-	-	-
Reserved for Debt Service	-	10,402,638	-	-
Reserved for Tax Increment Financing	-	-	-	-
Unreserved:				
General	20,424,734	-	-	-
Capital Projects	-	-	7,716,060	7,335,415
Special Revenue	-	-	-	-
Total Fund Balances	21,468,344	10,402,638	7,716,060	7,335,415
Total Liabilities and Fund Balances	\$ 25,392,460	\$ 10,524,775	\$ 11,453,630	\$ 11,925,978

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

Home Rule Sales Tax	Main Street Triangle TIF	Nonmajor Governmental Funds	Total Governmental Funds	
			2006	2005
\$ 4,726,156	\$ -	\$ 8,214,967	\$ 45,716,806	\$ 25,733,728
-	-	-	-	1,250,000
-	-	100,782	882,485	6,498,500
2,322,254	-	187,554	7,580,535	7,849,831
-	1,523,236	202,977	6,138,710	776,758
7,042	-	24,739	131,716	97,942
3,461,630	-	-	13,511,134	10,717,429
-	-	-	5,063,184	851,600
-	-	1,144	109,174	51,178
-	-	-	935,580	833,773
<u>\$ 10,517,082</u>	<u>\$ 1,523,236</u>	<u>\$ 8,732,163</u>	<u>\$ 80,069,324</u>	<u>\$ 54,660,739</u>
\$ 44,926	\$ 3,250,956	\$ 168,235	\$ 10,902,785	\$ 4,149,909
-	-	-	9,830	-
-	-	188,616	328,794	384,637
-	-	34,130	735,514	690,732
4,468,873	-	-	4,545,761	4,272,867
-	-	67,500	1,161,347	499,712
-	650,007	319,437	1,493,314	2,705,533
-	13,372,711	138,423	15,859,608	13,390,488
-	-	-	41,247	118,852
-	-	561,384	561,384	465,363
<u>4,513,799</u>	<u>17,273,674</u>	<u>1,477,725</u>	<u>35,639,584</u>	<u>26,678,093</u>
-	-	1,144	109,174	51,178
-	-	-	935,580	833,773
-	-	-	10,402,638	5,885,369
-	-	2,224,434	2,224,434	1,592,611
-	-	-	20,424,734	15,165,485
-	-	3,286,313	18,337,788	8,509,239
6,003,283	(15,750,438)	1,742,547	(8,004,608)	(4,055,009)
<u>6,003,283</u>	<u>(15,750,438)</u>	<u>7,254,438</u>	<u>44,429,740</u>	<u>27,982,646</u>
<u>\$ 10,517,082</u>	<u>\$ 1,523,236</u>	<u>\$ 8,732,163</u>	<u>\$ 80,069,324</u>	<u>\$ 54,660,739</u>

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

THIS PAGE INTENTIONALLY LEFT BLANK

VILLAGE OF ORLAND PARK, ILLINOIS

**Reconciliation of Total Governmental Fund Balance to Net Assets of Governmental Activities
As of September 30, 2006**

Total Fund Balances - Governmental Funds \$ 44,429,740

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

Capital assets used in governmental activities are not financial resources and, therefore, are not reported as assets in governmental funds. 254,618,802

Long-term liabilities, including bonds payable, are not due and payable in the current year and, therefore, are not reported as liabilities in the funds. Long-term liabilities at year-end consist of:

Bonds Payable	\$ 78,095,000
Compensated Absences	2,161,039
Tax Increment Financing Notes Payable	2,178,564
Accrued Interest on Long-Term Debt	985,147
Unamortized Deferred Amount on Refunding	(1,499,728)
Unamortized Debt Premium	190,927
Deferred Charges	<u>(685,900)</u>

Total (81,425,049)

Internal service funds are used by the Village to charge the costs of liability insurance to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the Statement of Net Assets. 2,004,219

Property taxes receivable are not available to pay for current period expenditures and, therefore, are deferred in the funds. 324,399

Cumulative net over-contribution of the annual required contribution to the Police Pension Fund 349,432

Total Net Assets - Governmental Activities \$ 220,301,543

VILLAGE OF ORLAND PARK, ILLINOIS

Governmental Funds

Statement of Revenues, Expenditures and Changes in Fund Balances

For the Year Ended September 30, 2006

With comparative actual amounts for the year ended September 30, 2005

	General	Debt Service	Capital Improvement	General Obligation Bond Projects
Revenues:				
Taxes	\$ 24,914,175	\$ 3,133,337	\$ -	\$ -
Licenses and Permits	2,985,213	-	-	-
Intergovernmental	5,527,089	-	1,722,652	4,583,465
Charges for Services	3,602,557	-	-	-
Investment Income	336,834	135,729	313,769	280,715
Fines and Forfeitures	648,985	-	-	-
Miscellaneous	84,727	5,887,281	-	-
Total Revenues	38,099,580	9,156,347	2,036,421	4,864,180
Expenditures:				
Current:				
General Government	7,766,899	44,812	235	11,389
Public Safety	12,945,365	-	-	-
Planning and Development	2,493,936	-	-	-
Public Works	4,981,123	-	5,728,179	-
Culture and Recreation	5,901,612	-	-	-
Capital Outlay	833,348	-	2,183,343	6,344,867
Debt Service:				
Principal	-	3,175,000	-	-
Interest and Fiscal Charges	-	2,568,191	-	-
Bond Issuance Costs	-	-	-	158,766
Total Expenditures	34,922,283	5,788,003	7,911,757	6,515,022
Excess (Deficiency) of Revenues Over (Under) Expenditures	3,177,297	3,368,344	(5,875,336)	(1,650,842)
Other Financing Sources (Uses):				
Transfers In	3,553,603	1,148,925	4,836,140	1,085,849
Transfers Out	(1,312,402)	-	-	-
General Obligation Bonds Issued	-	-	-	12,000,000
Premium on Debt Issuance	-	-	-	-
Payment to Fiscal Agent	-	-	-	-
Total Other Financing Sources (Uses)	2,241,201	1,148,925	4,836,140	13,085,849
Net Change in Fund Balances	5,418,498	4,517,269	(1,039,196)	11,435,007
Fund Balances (Deficits) at Beginning of Year	16,049,846	5,885,369	8,755,256	(4,099,592)
Fund Balances (Deficits) at End of Year	\$ 21,468,344	\$ 10,402,638	\$ 7,716,060	\$ 7,335,415

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

Home Rule Sales Tax	Main Street Triangle TIF	Nonmajor Governmental Funds	Total Governmental Funds	
			2006	2005
\$ 10,044,800	\$ -	\$ 2,915,201	\$ 41,007,513	\$ 38,745,954
-	-	-	2,985,213	3,663,317
-	3,939,535	1,939,079	17,711,820	7,707,651
-	-	2,991,672	6,594,229	6,778,978
136,429	-	304,013	1,507,489	723,435
-	-	10,446	659,431	725,485
-	-	-	5,972,008	1,968,049
<u>10,181,229</u>	<u>3,939,535</u>	<u>8,160,411</u>	<u>76,437,703</u>	<u>60,312,869</u>
4,831,223	1,555,448	1,597,360	15,807,366	20,112,651
-	-	12,474	12,957,839	13,630,051
-	-	-	2,493,936	3,010,375
-	-	588,672	11,297,974	3,609,350
-	-	1,771,954	7,673,566	7,684,525
-	6,955,045	373,076	16,689,679	15,823,903
-	-	561,384	3,736,384	3,525,363
-	-	188,616	2,756,807	2,980,821
-	-	-	158,766	181,199
<u>4,831,223</u>	<u>8,510,493</u>	<u>5,093,536</u>	<u>73,572,317</u>	<u>70,558,238</u>
5,350,006	(4,570,958)	3,066,875	2,865,386	(10,245,369)
-	-	-	10,624,517	6,435,752
(4,773,832)	-	(2,956,575)	(9,042,809)	(6,623,514)
-	-	-	12,000,000	13,865,000
-	-	-	-	73,937
-	-	-	-	(9,719,814)
<u>(4,773,832)</u>	<u>-</u>	<u>(2,956,575)</u>	<u>13,581,708</u>	<u>4,031,361</u>
576,174	(4,570,958)	110,300	16,447,094	(6,214,008)
5,427,109	(11,179,480)	7,144,138	27,982,646	34,196,654
<u>\$ 6,003,283</u>	<u>\$ (15,750,438)</u>	<u>7,254,438</u>	<u>\$ 44,429,740</u>	<u>\$ 27,982,646</u>

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

THIS PAGE INTENTIONALLY LEFT BLANK

VILLAGE OF ORLAND PARK, ILLINOIS

Reconciliation of the Governmental Funds Statement of Revenues, Expenditures and Changes in Fund Balances to the Statement of Activities For the Year Ended September 30, 2006

Total Net Change in Fund Balances - Governmental Funds \$ 16,447,094

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

Property tax revenues that are not available to pay for current period expenditures are deferred and not reported as revenues in the governmental funds. This is the amount by which deferred property tax revenue at the end of the previous year exceeded the corresponding amount at year end. (377,171)

Governmental funds report capital outlays as expenditures. However, in the Statement of Activities the cost of those assets are allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period. 8,407,173

The net effect of the transactions involving the sale/exchange of capital assets is to decrease net assets. (916,790)

Contributions of infrastructure and land from developers. 6,661,491

The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal on long-term debt consumes the current financial resources of the governmental funds:

Issuance of General Obligation Bonds	(12,000,000)
Retirement of General Obligation Bonds	3,175,000
Retirement of Tax Increment Financing Note	561,384
Capitalize Bond Issuance Costs	158,766
Amortize Bond Issuance and Deferred Amount on Refunding	(292,145)

Long-term compensated absences do not require the use of current financial resources. Therefore, compensated absences are not reported as expenditures in the governmental funds. (73,801)

Interest on long-term debt in the Statement of Activities differs from the amount reported in the governmental funds because interest is recognized as an expenditure in the funds when it is due, and thus requires the use of current financial resources. In the Statement of Activities, however, interest expense is recognized as the interest accrues, regardless of when it is due. The decrease in the interest reported in the Statement of Activities is the result of a net decrease in accrued interest on outstanding debt. (114,400)

Internal service funds are used by the Village to charge the costs of liability insurance to individual funds. The net revenue of certain activities of internal service funds is reported with governmental activities. (1,724,405)

The net increase in the over-contribution of the annual required contribution to the Police Pension Fund (57,169)

Change in Net Assets of Governmental Activities \$ 19,855,027

VILLAGE OF ORLAND PARK, ILLINOIS

Proprietary Funds

Statement of Net Assets

As of September 30, 2006

With comparative actual amounts as of September 30, 2005

ASSETS	Business Type Activities - Enterprise Funds		
	Water and Sewerage	Centennial Pool	Nonmajor Commuter Parking
Current Assets:			
Cash and Investments	\$ 8,136,337	\$ 293,713	\$ 728,566
Receivables:			
Accounts, Net of Allowance for Uncollectibles	3,362,690	-	-
Accrued Interest	37,801	848	6,063
Due from Other Funds	2,330,345	-	-
Inventory	-	-	-
Prepaid Expenses	12,796	-	-
Total Current Assets	13,879,969	294,561	734,629
Noncurrent Assets:			
Capital Assets:			
Land and Land Improvements	25,833,830	162,635	1,635,681
Buildings	502,582	-	346,500
Pool	-	10,971,065	-
Water Distribution System	74,929,735	-	-
Storm and Sanitary System	63,152,252	-	-
Machinery and Equipment	996,936	10,039	139,688
Vehicles	597,092	-	-
Improvements Other Than Buildings	-	-	-
Construction in Progress	1,059,915	-	-
Total	167,072,342	11,143,739	2,121,869
Less Accumulated Depreciation	(42,591,952)	(3,494,508)	(699,813)
Net Capital Assets	124,480,390	7,649,231	1,422,056
Total Assets	\$ 138,360,359	\$ 7,943,792	\$ 2,156,685

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

Business Type Activities		Governmental Activities	
Totals		Internal Service Funds	
2006	2005	2006	2005
\$ 9,158,616	\$ 12,415,373	\$ 3,411,022	\$ 5,364,659
3,362,690	3,936,922	42,780	23,814
44,712	118,957	14,425	18,826
2,330,345	2,330,345	-	-
-	-	-	28,506
12,796	9,791	20,000	20,000
<u>14,909,159</u>	<u>18,811,388</u>	<u>3,488,227</u>	<u>5,455,805</u>
27,632,146	23,572,423	-	23,895
849,082	926,828	-	-
10,971,065	10,971,065	-	-
74,929,735	66,859,052	-	-
63,152,252	54,831,448	-	-
1,146,663	1,033,124	-	562,440
597,092	644,461	-	5,488,378
-	-	-	79,844
1,059,915	6,599,302	-	-
180,337,950	165,437,703	-	6,154,557
(46,786,273)	(43,826,298)	-	(3,727,695)
<u>133,551,677</u>	<u>121,611,405</u>	<u>-</u>	<u>2,426,862</u>
<u>\$ 148,460,836</u>	<u>\$ 140,422,793</u>	<u>\$ 3,488,227</u>	<u>\$ 7,882,667</u>

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

VILLAGE OF ORLAND PARK, ILLINOIS

Proprietary Funds

Statement of Net Assets

As of September 30, 2006

With comparative actual amounts as of September 30, 2005

	Business Type Activities - Enterprise Funds		
	Water and Sewerage	Centennial Pool	Nonmajor Commuter Parking
LIABILITIES			
Current Liabilities:			
Accounts Payable	\$ 1,523,442	\$ 98,126	\$ 15,027
Accrued Payroll	66,979	2,059	-
Compensated Absences Payable	170,541	-	-
Claims Payable	-	-	-
Total Current Liabilities	<u>\$ 1,760,962</u>	<u>\$ 100,185</u>	<u>\$ 15,027</u>
NET ASSETS			
Invested in Capital Assets	\$ 124,480,390	\$ 7,649,231	\$ 1,422,056
Unrestricted	12,119,007	194,376	719,602
Total Net Assets	<u>\$ 136,599,397</u>	<u>\$ 7,843,607</u>	<u>\$ 2,141,658</u>

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

Business Type Activities		Governmental Activities	
Totals		Internal Service Funds	
2006	2005	2006	2005
\$ 1,636,595	\$ 2,148,408	\$ -	\$ 82,956
69,038	60,165	-	29,838
170,541	144,155	-	77,828
-	-	1,484,008	1,536,559
<u>\$ 1,876,174</u>	<u>\$ 2,352,728</u>	<u>\$ 1,484,008</u>	<u>\$ 1,727,181</u>
\$ 133,551,677	\$ 121,611,405	\$ -	\$ 2,426,862
13,032,985	16,458,660	2,004,219	3,728,624
<u>\$ 146,584,662</u>	<u>\$ 138,070,065</u>	<u>\$ 2,004,219</u>	<u>\$ 6,155,486</u>

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

VILLAGE OF ORLAND PARK, ILLINOIS

Proprietary Funds

Statement of Revenues, Expenses and Changes in Fund Net Assets

For the Year Ended September 30, 2006

With comparative actual amounts for the year ended September 30, 2005

	Business Type Activities - Enterprise Funds		
	Water and Sewerage	Centennial Pool	Nonmajor Commuter Parking
Operating Revenues:			
Charges for Services	\$ 15,606,934	\$ 791,866	\$ 187,182
Reimbursements and Miscellaneous	-	-	-
Total Operating Revenues	15,606,934	791,866	187,182
Operating Expenses:			
Administration	957,918	-	-
Operations	12,516,016	1,009,805	153,965
Depreciation	2,883,882	344,119	55,300
Total Operating Expenses	16,357,816	1,353,924	209,265
Operating Income (Loss)	(750,882)	(562,058)	(22,083)
Non-Operating Revenue (Expense):			
Investment Income	334,797	17,093	28,889
Reimbursements	-	-	-
Gain (Loss) on Disposals of Capital Assets	(27,425)	-	-
Total Non-Operating Revenues	307,372	17,093	28,889
Income (Loss) before Contributions and Transfers	(443,510)	(544,965)	6,806
Capital Contributions	9,974,451	-	-
Transfers In	-	101,169	-
Transfers Out	-	-	-
Transfers Out of Capital Assets	(579,354)	-	-
Change in Net Assets	8,951,587	(443,796)	6,806
Net Assets at Beginning of Year	127,647,810	8,287,403	2,134,852
Net Assets at End of Year	\$ 136,599,397	\$ 7,843,607	\$ 2,141,658

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

Business Type Activities		Governmental Activities	
Totals		Internal Service Funds	
2006	2005	2006	2005
\$ 16,585,982	\$ 16,427,340	\$ 5,298,495	\$ 6,875,510
-	-	47,208	13,660
<u>16,585,982</u>	<u>16,427,340</u>	<u>5,345,703</u>	<u>6,889,170</u>
957,918	939,047	-	-
13,679,786	13,567,195	5,514,748	6,462,867
3,283,301	3,056,400	-	779,312
<u>17,921,005</u>	<u>17,562,642</u>	<u>5,514,748</u>	<u>7,242,179</u>
<u>(1,335,023)</u>	<u>(1,135,302)</u>	<u>(169,045)</u>	<u>(353,009)</u>
380,779	397,272	127,517	116,752
-	153,590	-	-
<u>(27,425)</u>	<u>(13,265)</u>	<u>-</u>	<u>(49,240)</u>
<u>353,354</u>	<u>537,597</u>	<u>127,517</u>	<u>67,512</u>
<u>(981,669)</u>	<u>(597,705)</u>	<u>(41,528)</u>	<u>(285,497)</u>
9,974,451	4,453,396	-	-
101,169	187,762	-	-
-	-	(1,682,877)	-
<u>(579,354)</u>	<u>-</u>	<u>(2,426,862)</u>	<u>-</u>
8,514,597	4,043,453	(4,151,267)	(285,497)
<u>138,070,065</u>	<u>134,026,612</u>	<u>6,155,486</u>	<u>6,440,983</u>
<u>\$ 146,584,662</u>	<u>\$ 138,070,065</u>	<u>\$ 2,004,219</u>	<u>\$ 6,155,486</u>

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

VILLAGE OF ORLAND PARK, ILLINOIS

Proprietary Funds

Statement of Cash Flows

For the Year Ended September 30, 2006

With comparative actual amounts for the year ended September 30, 2005

	Business-Type Activities - Enterprise Funds		
	Water and Sewerage	Centennial Pool	Nonmajor Commuter Parking
Cash Flows From Operating Activities:			
Receipts from Customers and Users	\$ 16,181,166	\$ 791,866	\$ 187,182
Receipts from Interfund Services Provided	-	-	-
Payments to Suppliers	(12,229,399)	(412,645)	(225,171)
Payments to Employees	(1,707,012)	(543,038)	-
Net Cash Provided (Used) by Operating Activities	2,244,755	(163,817)	(37,989)
Cash Flows from Non-Capital and Related Financing Activities:			
Transfers In	-	101,169	-
Transfers Out	-	-	-
Due from Component Units	-	-	-
Due from Other Funds	-	-	-
Net Cash Provided (Used) by Non-Capital and Related Financing Activities	-	101,169	-
Cash Flows from Capital and Related Financing Activities:			
Purchase and Construction of Capital Assets	(5,866,321)	-	-
Proceeds from Disposals of Capital Assets	10,419	-	-
Reimbursements	-	-	-
Net Cash Used by Capital and Related Financing Activities	(5,855,902)	-	-
Cash Flows from Investing Activities:			
Investment Income Received	411,692	16,244	27,091
Net Increase (Decrease) in Cash and Investments	(3,199,455)	(46,404)	(10,898)
Cash and Investments at Beginning of Year	11,335,792	340,117	739,464
Cash and Investments at End of Year	\$ 8,136,337	\$ 293,713	\$ 728,566

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

Business-Type Activities		Governmental Activities	
Totals		Internal Service Funds	
2006	2005	2006	2005
\$ 17,160,214	\$ 15,575,870	\$ 657,328	\$ 601,216
-	-	4,669,409	6,304,969
(12,867,215)	(11,464,942)	(5,678,611)	(5,913,727)
(2,250,050)	(2,142,925)	(50,804)	(595,441)
<u>2,042,949</u>	<u>1,968,003</u>	<u>(402,678)</u>	<u>397,017</u>
101,169	187,762	-	-
-	-	(1,682,877)	-
-	-	-	403
-	-	-	<u>804,844</u>
<u>101,169</u>	<u>187,762</u>	<u>(1,682,877)</u>	<u>805,247</u>
(5,866,321)	(8,497,821)	-	(267,106)
10,419	8,272	-	34,911
-	153,590	-	-
<u>(5,855,902)</u>	<u>(8,335,959)</u>	<u>-</u>	<u>(232,195)</u>
<u>455,027</u>	<u>397,594</u>	<u>131,918</u>	<u>116,675</u>
(3,256,757)	(5,782,600)	(1,953,637)	1,086,744
<u>12,415,373</u>	<u>18,197,973</u>	<u>5,364,659</u>	<u>4,277,915</u>
<u>\$ 9,158,616</u>	<u>\$ 12,415,373</u>	<u>\$ 3,411,022</u>	<u>\$ 5,364,659</u>

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

VILLAGE OF ORLAND PARK, ILLINOIS

Proprietary Funds

Statement of Cash Flows

For the Year Ended September 30, 2006

With comparative actual amounts for the year ended September 30, 2005

	<u>Business-Type Activities - Enterprise Funds</u>		
	<u>Water and Sewerage</u>	<u>Centennial Pool</u>	<u>Nonmajor Commuter Parking</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:			
Operating Income (Loss)	\$ (750,882)	\$ (562,058)	\$ (22,083)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:			
Depreciation	2,883,882	344,119	55,300
Changes in Operating Assets and Liabilities:			
(Increase) Decrease in Current Assets	571,224	-	-
Increase (Decrease) in Current Liabilities	(459,469)	54,122	(71,206)
Net Cash Provided (Used) by Operating Activities	<u>\$ 2,244,755</u>	<u>(163,817)</u>	<u>\$ (37,989)</u>
Noncash Capital and Related Financing Activities:			
Transfers Out of Capital Assets to Governmental Activities	(579,354)	-	-
Contribution of Capital Assets	9,974,451	-	-

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

Business-Type Activities		Governmental Activities	
Totals		Internal Service Funds	
2006	2005	2006	2005
\$ (1,335,023)	\$ (1,135,302)	\$ (169,045)	\$ (353,009)
3,283,301	3,056,400	-	779,312
571,224	(854,440)	9,540	8,462
(476,553)	901,345	(243,173)	(37,748)
<u>\$ 2,042,949</u>	<u>\$ 1,968,003</u>	<u>\$ (402,678)</u>	<u>\$ 397,017</u>
(579,354)	-	-	-
9,974,451	4,453,396	-	-

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

VILLAGE OF ORLAND PARK, ILLINOIS

**Fiduciary Funds
Statement of Fiduciary Net Assets
As of September 30, 2006**

ASSETS	Agency	Pension Trust
Cash and Investments	\$ 138,377	\$ 6,272,561
Special Assessment Notes Receivable	15,026	-
Accrued Interest Receivable	-	186,788
Due from Other Funds	-	18,129
Investments at Fair Value:		
U.S. Agencies	-	7,889,978
U.S. Treasuries	-	7,091,296
Equities	-	13,985,164
GNMA	-	3,176,782
Total Assets	\$ 153,403	\$ 38,620,698
LIABILITIES		
Due to Bond Holders	\$ 153,403	\$ -
Accounts Payable	-	400
Total Liabilities	\$ 153,403	\$ 400
NET ASSETS		
Held in Trust for Pension Benefits and Other Purposes	\$ -	\$ 38,620,298

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

VILLAGE OF ORLAND PARK, ILLINOIS

Pension Trust Fund

Statement of Changes in Fiduciary Net Assets

For the Year Ended September 30, 2006

With comparative actual amounts for the year ended September 30, 2005

	<u>Pension Trust</u>
Additions:	
Contributions:	
Employer	\$ 942,162
Plan Members	679,431
	<u>1,621,593</u>
Total Contributions	
Investment Income:	
Net Change in Fair Value of Investments	267,699
Interest	1,115,770
	<u>1,383,469</u>
Total Investment Income	
Less Investment Expenses	<u>(205,885)</u>
Net Investment Income	<u>1,177,584</u>
Total Additions	<u>2,799,177</u>
Deductions:	
Benefits	772,483
Refunds of Contributions	53,209
Administrative Expense	34,435
	<u>860,127</u>
Total Deductions	
Change in Net Assets	1,939,050
Net Assets at Beginning of Year	<u>36,681,248</u>
Net Assets at End of Year	<u>\$ 38,620,298</u>

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

VILLAGE OF ORLAND PARK, ILLINOIS

**Component Units
Combining Statement of Net Assets
As of September 30, 2006**

	<u>Orland Park Civic Center Authority</u>	<u>Orland Park Open Lands Corporation</u>	<u>Orland Park Public Library</u>
ASSETS			
Cash and Investments	\$ 67	\$ 1,314,856	\$ 8,637,746
Receivables:			
Property Taxes	-	-	659,083
Accounts	-	-	-
Accrued Interest	-	3,146	31,789
Prepaid Items	-	-	64,565
Capital Assets, not being depreciated	253,000	-	262,702
Capital Assets, net of accumulated depreciation	<u>1,914,224</u>	<u>-</u>	<u>19,949,284</u>
Total Assets	<u>\$ 2,167,291</u>	<u>\$ 1,318,002</u>	<u>\$ 29,605,169</u>
LIABILITIES			
Accounts Payable	\$ 12,480	\$ -	\$ 28,878
Accrued Payroll	6,148	-	-
Due to Primary Government	-	10	5,063,174
Security Deposits	8,580	-	-
Compensated Absences Payable	<u>15,303</u>	<u>-</u>	<u>56,744</u>
Total Liabilities	<u>\$ 42,511</u>	<u>\$ 10</u>	<u>\$ 5,148,796</u>
NET ASSETS			
Invested in Capital Assets	\$ 2,167,224	\$ -	\$ 20,211,986
Restricted for Special Purposes	-	-	407,260
Unrestricted	<u>(42,444)</u>	<u>1,317,992</u>	<u>3,837,127</u>
Total Net Assets	<u>\$ 2,124,780</u>	<u>\$ 1,317,992</u>	<u>\$ 24,456,373</u>

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

<u>Orland Joint Emergency Telephone Board</u>	<u>Component Unit Totals</u>
\$ 1,940,372	\$ 11,893,041
-	659,083
129,005	129,005
-	34,935
1,978	66,543
39,504	555,206
530,678	22,394,186
<u>\$ 2,641,537</u>	<u>\$ 35,731,999</u>
\$ 66,679	\$ 108,037
-	6,148
-	5,063,184
-	8,580
-	72,047
<u>\$ 66,679</u>	<u>\$ 5,257,996</u>
\$ 570,182	\$ 22,949,392
-	407,260
2,004,676	7,117,351
<u>\$ 2,574,858</u>	<u>\$ 30,474,003</u>

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

VILLAGE OF ORLAND PARK, ILLINOIS

**Component Units
Combining Statement of Activities
For the Year Ended September 30, 2006**

	<u>Expenses</u>	<u>Program Revenues</u>		
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>
Major Component Units:				
Orland Park Civic Center Authority	\$ 392,186	\$ 191,169	\$ 126,334	\$ -
Orland Park Open Lands Corporation	11,574	-	169,264	-
Orland Park Public Library	9,491,737	88,775	116,455	3,996
Orland Joint Emergency Telephone	533,608	-	-	-
Totals	\$ 10,429,105	\$ 279,944	\$ 412,053	\$ 3,996

General revenues:

Taxes:

Property

 Surcharges

 Other

Investment Income

Other

Total General Revenues

Change in Net Assets

Net Assets at Beginning of Year

Net Assets at End of Year

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

Net (Expense) Revenue and Changes in Net Assets				
Orland Park Civic Center Authority	Orland Park Open Lands Corporation	Orland Park Public Library	Orland Joint Emergency Telephone	Component Unit Totals
\$ (74,683)	\$ -	\$ -	\$ -	\$ (74,683)
-	157,690	-	-	157,690
-	-	(9,282,511)	-	(9,282,511)
-	-	-	(533,608)	(533,608)
<u>(74,683)</u>	<u>157,690</u>	<u>(9,282,511)</u>	<u>(533,608)</u>	<u>(9,733,112)</u>
-	-	8,768,286	-	8,768,286
-	-	-	748,098	748,098
-	-	13,018	-	13,018
-	14,461	178,316	74,545	267,322
-	-	42,985	-	42,985
-	<u>14,461</u>	<u>9,002,605</u>	<u>822,643</u>	<u>9,839,709</u>
(74,683)	172,151	(279,906)	289,035	106,597
2,199,463	1,145,841	24,736,279	2,285,823	30,367,406
<u>\$ 2,124,780</u>	<u>\$ 1,317,992</u>	<u>\$ 24,456,373</u>	<u>\$ 2,574,858</u>	<u>\$ 30,474,003</u>

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

THIS PAGE INTENTIONALLY LEFT BLANK

VILLAGE OF ORLAND PARK, ILLINOIS

**Notes to the Financial Statements
For the Year Ended September 30, 2006**

	<u>PAGE</u>
NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES	
• Reporting Entity	26
• Government-wide and Fund Financial Statements	28
• Measurement Focus, Basis of Accounting and Financial Statement Presentation	31
• Assets, Liabilities and Net Assets or Equity	34
NOTE 2 - STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY	
• Budgetary Information	37
• Excess of Expenditures/Expenses over Appropriations	38
• Deficit Fund Equity	38
NOTE 3 - DETAILED NOTES ON ALL FUNDS	
• Deposits and Investments	38
• Capital Assets	42
• Interfund Receivables, Payables and Transfers	45
• Long-term Liabilities	47
NOTE 4 - OTHER INFORMATION	
• Risk Management	52
• Post-employment Benefits	53
• Employee Retirement Systems and Plans	53
• Commitments	57
• Contingent Liabilities	58
• Grant Reporting	58

THIS PAGE INTENTIONALLY LEFT BLANK

VILLAGE OF ORLAND PARK, ILLINOIS

Notes to the Financial Statements For the Year Ended September 30, 2006

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Reporting Entity

The Village of Orland Park, Illinois was incorporated in 1892 and became a home rule municipality under the 1970 Illinois Constitution during the year ended April 30, 1985. The Village is a municipal corporation governed by an elected president and a six-member Board of Trustees. The Village's major operations include public safety, highway and street maintenance and reconstruction, building code enforcement, public improvements, economic development, planning and zoning, water and sewerage services, parks and recreation, and general administrative services.

The government-wide financial statements are prepared in accordance with United States Generally Accepted Accounting Principles (GAAP). The Governmental Accounting Standards Board (GASB) is responsible for establishing GAAP for state and local governments through its pronouncements (Statements and Interpretations). Governments are also required to follow the pronouncements of the Financial Accounting Standards Board (FASB) issued through November 30, 1989 (when applicable) that do not conflict with or contradict GASB Pronouncements. Although the Village has the option to apply FASB pronouncements issued after that date to its business-type activities and enterprise funds, the Village has chosen not to do so. The more significant of the Village's accounting policies established by GAAP and used by the Village are described below.

The Village's financial reporting entity comprises the following:

Primary Government:	Village of Orland Park
Blended Component Unit:	Police Pension Employees Retirement System
Discretely Presented Component Units:	Orland Park Metropolitan Exposition, Auditorium and Office Building Authority (Orland Park Civic Center Authority) Orland Park Open Lands Corporation Orland Park Public Library Orland Joint Emergency Telephone System Board (Orland Joint Emergency Telephone)

In determining the financial reporting entity, the Village complies with the provisions of GASB Statement No. 14, "The Financial Reporting Entity", and includes all component units that have a significant operational or financial relationship with the Village.

Blended Component Units - Blended component units are separate legal entities that meet the component unit criteria described above and whose governing body is the same or substantially the same as the Village governance or provide services entirely to the Village. These component units' funds are

VILLAGE OF ORLAND PARK, ILLINOIS

Notes to the Financial Statements For the Year Ended September 30, 2006

blended into those of the Village's by appropriate activity type to complete the primary government presentation.

Discretely Presented Component Units - Discretely presented component units are separate legal entities that meet the component unit criteria described above but do not meet the criteria for blending.

Blended Component Unit

Police Pension Employees Retirement System

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

Discretely Presented Component Units

Orland Park Metropolitan Exposition, Auditorium and Office Building Authority (Civic Center Authority)

The Orland Park Civic Center Authority is governed by a Board whose members are appointed by the Village President, subject to confirmation by the Village Board of Trustees. Additionally, the Village is responsible for funding any deficits realized by the Civic Center Authority. The Civic Center Authority is presented as a governmental activity. Separately issued financial statements for the Authority may be obtained at Civic Center Authority, 14750 S. Ravinia Avenue, Orland Park, Illinois 60462.

Orland Park Open Lands Corporation

The Orland Park Open Lands Corporation is a not-for-profit corporation that was established to review, evaluate and identify the present and future open land needs of the Village of Orland Park and to acquire and preserve natural areas, including habitats for endangered and threatened species, high quality natural communities, wetlands and other areas with unique or unusual natural heritage qualities. The members of its governing board are appointed by the Village President, subject to confirmation by the Village Board of Trustees. All land acquired is approved by the Village Board and is located within the corporate limits of the Village. The Corporation is presented as a governmental activity. Separately issued financial statements for the Corporation may be obtained at Orland Park Open Lands Corporation, 14700 S. Ravinia Avenue, Orland Park, Illinois 60462.

VILLAGE OF ORLAND PARK, ILLINOIS

Notes to the Financial Statements For the Year Ended September 30, 2006

Orland Park Public Library

The Orland Park Public Library is responsible for providing library services to Village residents. The members of the Library's governing Board are elected by the voters. However, the property tax levy for the Library is a component of the Village's levy, which is approved by the Village Board. The Library is presented as a governmental activity. Separately issued financial statements for the Library may be obtained at Orland Park Public Library, 14921 S. Ravinia Avenue, Orland Park, Illinois 60462.

Orland Joint Emergency Telephone System Board (Orland Joint Emergency Telephone)

The Orland Joint Emergency Telephone System Board is governed by a Board of Directors whose members are appointed by the Village President. The Board must be comprised of representatives from the region being serviced. The Village has a majority position in regards to the Board of Directors. The Orland Joint Emergency Telephone maintains a significant financial relationship with the Village and is presented as a governmental activity. Separately issued financial statements for the Orland Joint Emergency Telephone System may be obtained at Orland Joint Emergency Telephone, 14600 S. Ravinia Avenue, Orland Park, Illinois 60462.

Government-wide and Fund Financial Statements

The Village's basic financial statements include both government-wide (reporting the Village as a whole) and fund financial statements (reporting the Village's major funds). Both the government-wide and fund financial statements categorize primary activities as either governmental or business type. Governmental activities are primarily supported by taxes and intergovernmental revenues. The Village's public safety, highway and street maintenance and reconstruction, building code enforcement, public improvements, economic development, planning and zoning, parks and recreation, and general administrative services are classified as governmental activities. Business-type activities rely to a significant extent on fees and charges for services. The Village's water and sewerage services, commuter parking, and Centennial Pool are classified as business-type activities. The Village is reported apart from certain legally separate component units for which the Village is financially accountable. The effect of most of the interfund activity has been removed from these statements.

Government-Wide Statements

In the government-wide Statement of Net Assets, both the governmental and business-type activities columns (a) are presented on a consolidated basis by column, (b) and are reported on a full accrual, economic resource basis, which recognizes all long-term assets and receivables as well as long-term debt and obligations. The Village's net assets are reported in three parts: (a) invested in capital assets, net of related debt; (b) restricted net assets; and (c) unrestricted net assets. The Village first utilizes restricted resources to finance qualifying activities.

VILLAGE OF ORLAND PARK, ILLINOIS

Notes to the Financial Statements For the Year Ended September 30, 2006

The government-wide Statement of Activities reports both the gross direct expense and net cost of each of the Village's functions and business-type activities (general government, public safety, public works, etc.). Direct expenses are those that are clearly identifiable with a specific function or segment. The functions are also supported by general government revenues (property, sales and use taxes, certain intergovernmental revenues, fines, permits and charges, etc.) The Statement of Activities reduces gross direct expenses (including depreciation) with related program revenues, operating and capital grants. Program revenues include charges to customers or applicants who purchase, use or directly benefit from goods or privileges provided by a given function or segment and grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment.

The net costs (by function or business-type activity) are normally covered by general revenue (property tax, sales tax, intergovernmental revenues, interest income, etc.)

The Village does not allocate indirect costs. An administrative service fee is charged by the General Fund to the other operating funds that is eliminated by reducing the revenue and expense of the General Fund. The purpose of the fee is to recover the direct costs of services provided (finance, personnel, purchasing, legal, technology management, etc.)

The government-wide focus is on the sustainability of the Village as an entity and the change in the Village's net assets resulting from the current year's activity.

Fund Financial Statements

The financial transactions of the Village are reported in individual funds in the fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprise its assets, liabilities, reserves, fund equity, revenues and expenditures/expenses. Funds are organized into three major categories: governmental, proprietary, and fiduciary. The emphasis in fund financial statements is on the major fund in either governmental or business-type activity categories. Nonmajor funds by category are summarized into a single column. GASB Statement No. 34 sets forth minimum criteria (percentage of assets, liabilities, revenues or expenditures/expenses of either fund category or the governmental and enterprise combined) for the determination of major funds. The Village may electively add funds, as major funds, which either have a debt outstanding or a specific community focus. A fund is considered major if it is the primary operating fund of the Village or meets the following criteria:

- Total assets, liabilities, revenues, or expenditures/expenses of that individual governmental or enterprise fund are at least ten percent of the corresponding total for all funds of that category or type; and
- Total assets, liabilities, revenues, or expenditures/expenses of the individual governmental or enterprise fund are at least five percent of the corresponding total for all governmental and enterprise funds combined.

The various funds are reported by generic classification within the financial statements. The following fund types are used by the Village.

VILLAGE OF ORLAND PARK, ILLINOIS

Notes to the Financial Statements For the Year Ended September 30, 2006

Governmental Funds

The focus of the governmental funds' measurement (in the fund statements) is upon determination of financial position and changes in financial position (sources, uses, and balances of financial resources) rather than net income. The following is a description of the governmental funds of the Village.

General fund is the general operating fund of the Village. It is used to account for all financial resources except those required to be accounted for in another fund. The General fund is a major fund.

Special revenue funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specific purposes. The Home Rule Sales Tax Fund and the Main Street Triangle TIF Fund are major funds.

Debt service funds are used to account for accumulation of funds for the periodic payment of principal and interest on general long-term debt. The Village's Debt Service Fund is a major fund.

Capital project funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by business-type/proprietary funds). The Village maintains two major capital project funds, the Capital Improvement Fund and the General Obligation Bond Projects Fund. The Capital Improvement Fund accounts for the acquisition of major capital assets or public improvements and large multi-year projects. The General Obligation Bond Projects Fund accounts for all major capital projects funded by the issuance of general obligation bonds.

Proprietary Funds

The focus of proprietary fund measurement is upon determination of operating income, changes in net assets, financial position, and cash flows. Generally Accepted Accounting Principles applicable are similar to those applied to businesses in the private sector. The following is a description of the proprietary funds of the Village.

Enterprise funds are required to be used to account for operations for which a fee is charged to external users for goods or services and the activity (a) is financed with debt that is solely secured by a pledge of the net revenues, (b) has third party requirements that the cost of providing services, including capital costs, be recovered with fees and charges or (c) establishes fees and charges based on a pricing policy designed to recover similar costs. The Village maintains two major enterprise funds. The Water and Sewerage Fund accounts for the provision of water, sewer and stormwater services to the residents of the Village. The Centennial Pool Fund accounts for the provision of recreation activities at the Centennial Pool.

Internal service funds are used to account for the financing of goods or services provided by an activity to other departments, funds or component units of the Village on a cost-reimbursement basis. The Village maintains one internal service fund. The Insurance Fund accounts for the costs associated with the Village's health, workers' compensation and general liability insurance programs.

VILLAGE OF ORLAND PARK, ILLINOIS

Notes to the Financial Statements For the Year Ended September 30, 2006

The Village's internal service fund is presented in the proprietary funds financial statements. Because the principal users of the internal services are the Village's governmental activities, the financial statements of the internal service fund are consolidated into the governmental column when presented in the government-wide financial statements. To the extent possible, the costs of these services are reported in the appropriate functional activity (general government, public safety, public works, etc.)

Fiduciary Funds

Fiduciary funds are used to report assets held in a trustee or agency capacity for others and therefore are not available to support Village programs. The reporting focus is on net assets and changes in net assets and is reported using accounting principles similar to proprietary funds.

Pension trust funds are used to account for assets held in a trustee capacity for pension benefit payments. The Police Pension Fund accounts for the accumulation of resources to pay for retirement and other related benefits for sworn members of the Village's police force.

Agency Funds are used to account for assets held by the Village in purely a custodial capacity. The Special Assessments Agency Fund accounts for the collection of special assessments from property owners and the payment of outstanding special assessment bonds.

The Village's fiduciary funds are presented in the fiduciary fund financial statements by type (pension trust and agency). Since by definition these assets are being held for the benefit of a third party (other local governments, private parties, pension participants, etc.) and cannot be used to fund activities or obligations of the Village, these funds are not incorporated into the government-wide statements.

Measurement Focus, Basis of Accounting and Financial Statement Presentation

Measurement focus is a term used to describe "which" transactions are recorded within the various financial statements. Basis of accounting refers to "when" transactions are recorded regardless of the measurement focus applied.

Measurement Focus

In the government-wide Statement of Net Assets and the Statement of Activities, both governmental and business-like activities use the economic resources measurement focus as defined below.

In the fund financial statements the "current financial resources" measurement focus or the "economic resources" measurement focus is used as appropriate.

VILLAGE OF ORLAND PARK, ILLINOIS

Notes to the Financial Statements For the Year Ended September 30, 2006

The accounting objectives of the economic resources measurement focus are the determination of operating income, changes in net assets (or cost recovery), financial position and cash flows. All assets and liabilities (whether current or noncurrent) associated with the activity are reported.

When using the current financial resources measurement focus, only current financial assets and liabilities are generally included on the funds balance sheet. The operating statements present sources and uses of available spendable financial resources during a given period. Under this focus, fund balance is the measure of remaining spendable resources at the end of the period.

Basis of Accounting

In the government-wide Statement of Net Assets and Statement of Activities, both governmental and business-like activities are presented using the accrual basis of accounting. Under the accrual basis, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic assets are used. Revenues, expenses, gains, losses, assets and liabilities resulting from exchange and exchange-like transactions are recognized when the exchange takes place.

Under the modified accrual basis of accounting revenues are recognized when "measurable and available." Measurable means knowing or being able to reasonably estimate the amount of the transaction. Available means collectible within the current period or within sixty days of the year end for property taxes and within one year for other governmental revenues. Expenditures (including capital outlay) 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.

For the year ended September 30, 2006, the Village considers property taxes available if collected within 60 days of the end of the fiscal year.

Per capita taxes, investment income and charges for services are susceptible to accrual. Sales taxes, road and bridge reimbursements, motor fuel taxes, income taxes and fines collected and held by the state or county at year end on behalf of the Village are also recognized as revenue. Other receipts and taxes become measurable and available when cash is received by the Village and are recognized as revenue at that time.

The economic resources measurement focus and the accrual basis of accounting are utilized by 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.) Proprietary and pension trust fund equity is classified as net assets.

VILLAGE OF ORLAND PARK, ILLINOIS

Notes to the Financial Statements For the Year Ended September 30, 2006

The current financial resources measurement focus and the modified accrual basis of accounting are utilized by the governmental funds. Revenues are recognized as soon as they are both measurable and available.

Revenues are considered to be available when they are collected within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the Village considers revenues to be available if they are collected within 60 days of the end of the current fiscal year.

Financial Statement Presentation

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

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. An exception to this general rule are payments-in-lieu of taxes where the amounts are reasonably equivalent in value to the interfund services provided and other charges between the Village's water and sewerage function and various other functions of the Village. Elimination of these charges would distort the total direct costs and program revenues reported for the various functions concerned.

Proprietary funds are accounted for on the flow of economic resources measurement focus and use the accrual basis of accounting. Under this basis of accounting and measurement focus, the Village applies (a) all GASB pronouncements and (b) FASB Statements and Interpretations, APB Opinions, and Accounting Research Bulletins issued on or before November 30, 1989, except those that conflict with a GASB pronouncement.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenue of both the Water and Sewerage and Centennial Pool enterprise funds is charges to customers for sales and services. The Water and Sewerage enterprise fund also recognizes as operating revenue the portion of tap fees intended to recover the cost of connecting new customers to the system. The operating expenses for enterprise funds and internal service funds include the cost of sales and services, administrative expenses and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

VILLAGE OF ORLAND PARK, ILLINOIS

Notes to the Financial Statements For the Year Ended September 30, 2006

Assets, Liabilities and Net Assets or Equity

Deposits and Investments

Cash and investments of the Village and its component units are considered to be cash on hand, demand deposits, short-term investments and long-term investments.

State statutes authorize the Village and its component units to invest in obligations of the U.S. Treasury, commercial paper, corporate bonds, repurchase agreements and the Illinois Funds, which is regulated by the State of Illinois.

Investments are reported at fair value, determined using selected bases. Short-term investments are reported at cost, which approximates fair value. Securities traded on a national exchange are valued at the last reported sales price and investments that do not have an established market are reported at estimated fair value. Cash deposits are reported at carrying amount which reasonably estimates fair value. Investments in the Illinois Funds are reported at market which is the same as the Village's or component unit's position in the pool.

Receivables and Payables and Transfers

Interfund activity is reported as loans, services provided, reimbursements or transfers. Loans are reported as interfund receivables and payables which arise during the course of the Village's operations as there are numerous transactions between funds to finance operations, provide services, construct assets and service debt amounts due. Certain transactions between funds have not been repaid or received as of September 30, 2006. The loans are subject to elimination upon consolidation. Services provided, deemed to be at market rates, are treated as revenues and expenditures/expenses. Reimbursements occur when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers. Transfers between governmental or proprietary funds are netted as part of the reconciliation to the government-wide financial statements.

Property taxes are levied as of January 1 on property values assessed on the same date. The tax levy is divided into two billings: the first billing (mailed on or about February 1) is an estimate of the current year's levy based on the prior year's taxes; the second billing (mailed on or about October 1) reflects adjustments to the current year's actual levy. Significant collections occur approximately one month after the bills are mailed. The billings are considered past due 30 days after the respective tax billing date at which time the applicable property is subject to lien and penalties and interest are assessed.

Water and sewerage services and sanitation services are billed on a bi-monthly basis. Estimated unbilled water and sewerage service at September 30, 2006 was \$1,476,700. Estimated unbilled sanitation service at September 30, 2006 was \$473,176. These amounts are included in accounts receivable.

VILLAGE OF ORLAND PARK, ILLINOIS

Notes to the Financial Statements For the Year Ended September 30, 2006

Inventories and Prepaid Items

Inventories are valued at cost using the first-in/first-out (FIFO) method. Inventories of governmental funds are recorded as expenditures when consumed rather than when purchased.

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

Capital Assets

Capital assets, which include land, buildings, 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. Capital assets are defined by the Village as all buildings, vehicles and all other assets with an initial, individual cost of more than \$10,000 (amount not rounded) and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend the asset's life are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities, if any, is included in the capitalized value of the asset constructed. No such interest expense was incurred during the current fiscal year.

Property and equipment of the Village, as well as the component units, is depreciated using the straight-line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Land improvements	20
Buildings	50
Vehicles, machinery and equipment	4 - 15
Water and sewer system	30 - 50
Other infrastructure	15 - 50

Compensated Absences

Village policy permits employees to accumulate earned but unused vacation and sick pay benefits. The liability for accumulated unpaid sick leave is recorded subject to certain limitations. All vacation and sick leave pay is accrued when incurred in the government-wide and proprietary fund financial statements. A liability for these amounts is reported in the governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

VILLAGE OF ORLAND PARK, ILLINOIS

Notes to the Financial Statements For the Year Ended September 30, 2006

The liability for these compensated absences is recorded as long-term debt in the government-wide statements. The current portion is estimated based on historical trends. In the fund financial statements, governmental funds report only the compensated absence liability payable from expendable available financial resources, while the proprietary funds report the liability as it is incurred.

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.

Deferred Revenue

Governmental funds report deferred revenue in connection with receivables that are not considered to be available to liquidate liabilities of the current period as well as resources that have been received but not yet earned.

Fund Equity

In the government-wide financial statements, equity is classified as net assets and displayed in three components:

Invested in capital assets, net of related debt - Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.

Restricted net assets - Consists of net assets with constraints placed on the use by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislation.

Unrestricted net assets - Consists of all other net assets that do not meet the definition of "invested in capital assets, net of related debt" or "restricted".

VILLAGE OF ORLAND PARK, ILLINOIS

Notes to the Financial Statements For the Year Ended September 30, 2006

In the fund financial statements, governmental funds report reservations of fund balance for amounts that are not available for appropriation or are legally restricted to outside parties for use for a specific purpose. Designations of fund balance represent tentative management plans that are subject to change.

Estimates

Management uses estimates and assumptions in preparing financial statements. Those estimates and assumptions affect the reported amount of assets and liabilities, the disclosure of contingent assets and liabilities, and the reported revenues and expenditures/expenses. Actual results could differ from those estimates.

Comparative Data

Comparative total data for the prior year has been presented in selected sections of the accompanying financial statements in order to provide an understanding of the changes in the Village's assets, liabilities, fund balance/net assets, revenues and expenditures/expenses.

NOTE 2 - STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Budgetary Information

Annual budgets are adopted on a basis consistent with United States Generally Accepted Accounting Principles. All departments of the Village submit requests for budgets to the Finance Director so that a budget may be prepared. The budget is prepared by fund, function, and activity, and includes information on the past year, current year estimates, and requested budgets for the next fiscal year. The proposed budget is presented by the Village Manager and Finance Director to the Village Board for review. The Village Board holds public hearings and may add to, subtract from, or change budgeted amounts, but may not change the form of the budget. The budget for the year ended September 30, 2006 was adopted through the passage of ordinance number 4073 on September 6, 2005.

The Village Manager is authorized to transfer budgeted amounts between departments within any fund; however, any revisions that alter the total expenditures of any fund must be approved by the Village Board. Expenditures may not legally exceed budgeted appropriations at the fund level. Appropriations lapse at the end of the fiscal year. Budgeted amounts are as originally adopted or as amended by the Village Board.

Encumbrance accounting, under which purchase orders, contracts and other commitments for the expenditure of monies are recorded in order to reserve that portion of the applicable appropriation, is employed by the Village. Outstanding encumbrances, if any, at the end of the year are reported as reservations of fund balances and do not constitute expenditures or liabilities. Outstanding encumbrances at the end of the fiscal year will result in an increase to the budget for the subsequent year.

VILLAGE OF ORLAND PARK, ILLINOIS

Notes to the Financial Statements For the Year Ended September 30, 2006

Excess of Expenditures/Expenses over Appropriations

For the year ended September 30, 2006, expenditures/expenses exceeded appropriations in the following funds, the legal level of budgetary control:

Fund	Budget	Actual	Unfavorable Variance
Seizure and Forfeiture - Special Revenue	\$ -	\$ 12,474	\$ 12,474
Debt Service	5,742,767	5,788,003	45,236
Police Pension Fund	817,969	860,127	42,158

The excess of expenditures/expenses over appropriations in the Seizure and Forfeiture Fund, Debt Service Fund, and Police Pension Fund were funded through available fund balance.

Deficit Fund Equity

As of the date of this report, the Sportsplex Fund (Special Revenue) had a deficit fund balance of \$209,431. This fund was combined into the Recreation and Parks Fund (Special Revenue) beginning October 1, 2006. This fund will account for all culture and recreation functions and will operate with transfers from the General Fund. The Main Street Triangle TIF Fund (Special Revenue) had a deficit fund balances of \$15,750,438. This fund will continue to operate with future grant revenue, proceeds from the sale of land to a developer, bond proceeds, and future TIF increment.

NOTE 3 - DETAILED NOTES ON ALL FUNDS

Deposits and Investments

Deposits

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

State Statutes authorize the Village to make deposits/ invest in commercial banks, savings and loan institutions, obligations of the U.S. Treasury and U.S. Agencies, obligations of state and political subdivisions, credit union shares, repurchase agreements, and commercial paper rated within the three best classifications by at least two standard rating services, and the Illinois Funds investment pool.

VILLAGE OF ORLAND PARK, ILLINOIS

Notes to the Financial Statements For the Year Ended September 30, 2006

Pension funds may invest in certain non-U.S. obligations, mortgages, veteran's loans, life insurance company contracts, money market mutual funds, and common and preferred stock, subject to certain limits. The Illinois Funds is an external investment pool regulated by state statute; the pool values participant's shares on a fair value basis.

At year end, deposits are summarized as follows.

Village of Orland Park, Illinois:

Custodial credit risk for deposits is the risk that, in the event of a bank failure, the Village's deposits might not be recovered. The Village's Investment Policy protects the Village from custodial credit risk by requiring funds on deposit (checking accounts, certificates of deposit, etc.), in excess of FDIC limits to be secured by some form of collateral, witnessed by a written agreement and held at an independent third party institution in the name of the Village of Orland Park. The amount of collateral provided must not be less than 110% of the fair market value of the net amount of public funds secured. As of September 30, 2006, the Village's bank balance of \$18,481,137 was covered by \$1,000,000 of federal depository insurance. The remaining balance was collateralized with securities held by the pledging financial institutions' trust department or agent in the Village's name.

Orland Park Metropolitan Exposition, Auditorium and Office Building Authority:

The Authority participates in the Village's pooled cash account. At year end, the Authority's share of this account totaled \$0.

Orland Park Open Lands Corporation:

At September 30, 2006, the Corporation's bank balances were \$1,100,477, \$100,000 of which was covered by the Federal Deposit Insurance Corporation. The remaining bank balance, \$1,000,477, was collateralized with U.S. Treasury securities.

Orland Park Public Library:

As of September 30, 2006, the Library's bank balances were \$2,623,498 with \$368,093 of this amount being uninsured and uncollateralized.

Orland Joint Emergency Telephone System Board:

At September 30, 2006, the Board's bank balances were \$58,648. These deposits are insured by the Federal Deposit Insurance Corporation up to \$100,000.

VILLAGE OF ORLAND PARK, ILLINOIS

**Notes to the Financial Statements
For the Year Ended September 30, 2006**

As of September 30, 2006, the Village's and its component units' investment balances were as follows:

Village of Orland Park, Illinois:

Type of Investments	Fair Value	Investment Maturities (in Years)			
		Less Than 1	1 - 5	6 - 10	More Than 10
U.S. Agencies	\$ 21,814,248	\$ 7,379,720	\$ 13,937,183	\$ 497,345	\$ -
Commercial Paper	1,560,189	1,560,189	-	-	-
Illinois Funds	18,502,998	18,502,998	-	-	-
Mutual Fund Money					
Market Accounts	10,108,413	10,108,413	-	-	-
GNMA	3,121,988	-	-	-	3,121,988
U.S. Treasuries	8,059,887	2,144,465	2,180,979	2,888,111	846,332
Equities	15,149,489	15,149,489	-	-	-
Total	\$ 78,317,212	\$ 54,845,274	\$ 16,118,162	\$ 3,385,456	\$ 3,968,320

Orland Park Public Library:

Type of Investments	Fair Value	Investment Maturities (in Years)			
		Less Than 1	1 - 5	6 - 10	More Than 10
U.S. Agencies	\$ 202,518	\$ 202,518	\$ -	\$ -	\$ -
Illinois Funds	6,196,776	6,196,776	-	-	-
Total	\$ 6,399,294	\$ 6,399,294	\$ -	\$ -	\$ -

VILLAGE OF ORLAND PARK, ILLINOIS

**Notes to the Financial Statements
For the Year Ended September 30, 2006**

Orland Joint Emergency Telephone System Board:

Type of Investments	Fair Value	Investment Maturities (in Years)			
		Less Than 1	1 - 5	6 - 10	More Than 10
Illinois Funds	\$ 1,881,724	\$ 1,881,724	\$ -	\$ -	\$ -

The Village minimizes credit risk by limiting investments to the safest type of securities, pre-qualifying financial institutions, broker/dealers, intermediaries, and advisers with which the Village does business, and diversifying the investment portfolio so that potential losses on individual securities are minimized. The Village primarily invests in securities issued by agencies of the United States government. Credit risk for commercial paper is limited by only investing in obligations rated at one of the three highest classifications established by at least two standard rating services and only investing in commercial paper with maturities less than 180 days. The Village will minimize the risk that the market value of securities in the portfolio will fall due to changes in general interest rates by structuring the investment portfolio so that securities mature to meet cash requirements for ongoing operations, thereby avoiding the need to sell securities on the open market prior to maturity, and investing operating funds primarily in short-term securities, money market mutual funds, or similar investment pools.

The Illinois Funds and the mutual fund money market accounts are "AAA" rated funds and credit risk is very marginal. In order to limit its exposure to concentration of credit risk, the Village's Investment Policy limits the investment in any one financial institution to 35% and up to 10% in commercial paper.

VILLAGE OF ORLAND PARK, ILLINOIS

**Notes to the Financial Statements
For the Year Ended September 30, 2006**

Capital Assets

Governmental capital asset activity for the year ended September 30, 2006 was as follows:

	<u>Beginning of Year</u>	<u>Increases</u>	<u>Decreases</u>	<u>End of Year</u>
Primary Government:				
Village of Orland Park, Illinois:				
Governmental activities:				
Capital assets not being depreciated:				
Land	\$ 119,743,100	\$ 8,267,309	\$ -	\$ 128,010,409
Construction in Progress	1,902,011	9,102,778	88,959	10,915,830
Total Capital Assets not being Depreciated	<u>121,645,111</u>	<u>17,370,087</u>	<u>88,959</u>	<u>138,926,239</u>
Capital Assets being Depreciated:				
Land Improvements	11,070,851	150,783	-	11,221,634
Buildings	44,125,519	-	-	44,125,519
Vehicles, Machinery and Equipment	12,054,423	432,237	-	12,486,660
Infrastructure	<u>122,628,947</u>	<u>5,731,777</u>	<u>2,540,367</u>	<u>125,820,357</u>
Total Capital Assets being Depreciated	<u>189,879,740</u>	<u>6,314,797</u>	<u>2,540,367</u>	<u>193,654,170</u>
Less Accumulated Depreciation for:				
Land Improvements	4,708,586	527,142	-	5,235,728
Buildings	8,591,703	893,601	-	9,485,304
Vehicles, Machinery and Equipment	7,072,522	1,035,310	349,248	7,758,584
Infrastructure	<u>50,685,111</u>	<u>6,561,279</u>	<u>1,764,398</u>	<u>55,481,992</u>
Total Accumulated Depreciation	<u>71,057,922</u>	<u>9,017,332</u>	<u>2,113,647</u>	<u>77,961,607</u>
Total Capital Assets being Depreciated, Net	<u>118,821,818</u>	<u>(2,702,535)</u>	<u>426,720</u>	<u>115,692,563</u>
Governmental Activities Capital Assets, Net	<u>\$ 240,466,929</u>	<u>\$ 14,667,552</u>	<u>\$ 515,679</u>	<u>\$ 254,618,802</u>

Depreciation expense was charged to governmental activities as follows:

General Government	\$ 334,567
Public Safety	459,306
Planning and Development	19,944
Public Works	6,981,707
Culture and Recreation	<u>1,221,808</u>
Total	<u>\$ 9,017,332</u>

VILLAGE OF ORLAND PARK, ILLINOIS

Notes to the Financial Statements For the Year Ended September 30, 2006

	Beginning of Year	Increases	Decreases	End of Year
Business-Type activities:				
Capital Assets not being Depreciated:				
Land	\$ 21,750,561	\$ 2,878,864	\$ -	\$ 24,629,425
Construction in Progress	6,599,302	393,320	5,932,707	1,059,915
Total Capital Assets not being Depreciated	28,349,863	3,272,184	5,932,707	25,689,340
Capital Assets being Depreciated:				
Land Improvements	1,821,862	1,180,859	-	3,002,721
Buildings	926,828	-	77,746	849,082
Pool	10,971,065	-	-	10,971,065
Water Distribution System	66,859,052	8,306,741	236,058	74,929,735
Storm and Sanitary System	54,831,448	8,600,944	280,140	63,152,252
Vehicles, Machinery and Equipment	1,677,585	113,539	47,369	1,743,755
Total Capital Assets being Depreciated	137,087,840	18,202,083	641,313	154,648,610
Less Accumulated Depreciation for:				
Land Improvements	583,314	76,084	-	659,398
Buildings	368,168	17,069	39,854	345,383
Pool	3,112,025	340,274	-	3,452,299
Water Distribution System	21,250,597	1,539,684	233,304	22,556,977
Storm and Sanitary System	17,479,351	1,177,085	2,801	18,653,635
Vehicles, Machinery and Equipment	1,032,843	133,105	47,367	1,118,581
Total Accumulated Depreciation	43,826,298	3,283,301	323,326	46,786,273
Total Capital Assets being Depreciated, Net	93,261,542	14,918,782	317,987	107,862,337
Business-Type Activities Capital Assets, Net	\$ 121,611,405	\$ 18,190,966	\$ 6,250,694	\$ 133,551,677

Depreciation expense was charged to business-type activities as follows:

Water and Sewerage	\$ 2,883,882
Recreation	344,119
Parking	55,300
Total	\$ 3,283,301

VILLAGE OF ORLAND PARK, ILLINOIS

**Notes to the Financial Statements
For the Year Ended September 30, 2006**

	Beginning of Year	Increases	Decreases	End of Year
Discretely Presented Component Units:				
Capital Assets not being Depreciated:				
Land	\$ 453,000	\$ -	\$ -	\$ 453,000
Construction in Progress	-	39,504	-	39,504
Artwork	62,702	-	-	62,702
Total Capital Assets not being Depreciated	515,702	39,504	-	555,206
Capital Assets being Depreciated:				
Land Improvements	264,000	-	-	264,000
Buildings	23,778,288	-	-	23,778,288
Machinery and Equipment	1,895,318	-	-	1,895,318
Total Capital Assets being Depreciated	25,937,606	-	-	25,937,606
Less Accumulated Depreciation for:				
Land Improvements	204,600	13,200	-	217,800
Buildings	1,432,469	580,517	-	2,012,986
Machinery and Equipment	1,171,521	141,113	-	1,312,634
Total Accumulated Depreciation	2,808,590	734,830	-	3,543,420
Total Capital Assets being Depreciated, Net	23,129,016	(734,830)	-	22,394,186
Component Units Capital Assets, Net	\$ 23,644,718	\$ (695,326)	\$ -	\$ 22,949,392

Depreciation expense was charged to governmental activities as follows:

Orland Park Civic Center Authority	\$ 68,962
Orland Park Public Library	542,521
Orland Joint Emergency Telephone	123,347
Total	\$ 734,830

VILLAGE OF ORLAND PARK, ILLINOIS

**Notes to the Financial Statements
For the Year Ended September 30, 2006**

Interfund Receivables, Payables and Transfers

The composition of the interfund balances as of September 30, 2006 is as follows:

Due to/from other funds:

Receivable Fund	Payable Fund	Amount
General	Main St. Triangle TIF Fund	\$ 7,737,803
General	Motor Fuel Tax Fund	138,423
Capital Improvement Fund	Main St. Triangle TIF Fund	2,173,278
Home Rule Sales Tax Fund	Main St. Triangle TIF Fund	3,461,630
Pension Trust	General Fund	18,129
Water and Sewerage	General Obligation Bond Projects	2,330,345
Total		<u>\$ 15,859,608</u>

All interfund balances related to the Main Street Triangle TIF Fund were for the purpose of purchasing properties located within the TIF district. It is anticipated that these balances may remain at a reduced amount for several years. The interfund balance between the Pension Trust Fund and the General Fund is due to the property tax receivable which was transferred during the next fiscal year. The interfund balance between the Water and Sewerage Fund and the General Obligation Bond Projects Fund will be paid in full in the next fiscal year. This interfund balance was created to partially fund the purchases of open lands within the Village. The interfund balance between the General Fund and the Motor Fuel Tax Fund was created to fund public works operations and will be paid in full in the next fiscal year.

Due to/from primary government and component units:

Receivable Fund	Payable Fund	Amount
Primary Government - General Fund	Component Unit - Open Lands Corporation	\$ 10
Primary Government - Debt Service Fund	Component Unit - Orland Park Library	5,063,174
Total		<u>\$ 5,063,184</u>

VILLAGE OF ORLAND PARK, ILLINOIS

**Notes to the Financial Statements
For the Year Ended September 30, 2006**

The Open Lands Corporation balance is due to the General Fund of the Village (primary government) for operating expenses paid on its behalf by the General Fund. This balance will be repaid in the next fiscal year. The balance due from the Library is property tax revenue received by the Library that will be transferred to the Village in the next fiscal year for the payment of general obligation bonds and notes issued on behalf of the Library.

Interfund transfers for the year consisted of the following:

Transfer In	Transfer Out	Amount
General	Motor Fuel Tax	\$ 1,870,726
Centennial Pool	General	101,169
Debt Service	General	875,093
	Home Rule Sales Tax	273,832
Capital Improvements	Home Rule Sales Tax	4,500,000
	General	336,140
General Obligation Bond Projects	Road Exaction	1,085,849
Total		<u>\$ 9,042,809</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. Transfers are also used to move receipts restricted for debt service from the funds collecting the receipts to the Debt Service Fund as debt service payments come due. Transfers are also used to move unrestricted revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations. Transfers of capital assets from the Water and Sewer Fund and Vehicle and Equipment Fund to the General Fund totaled \$3,006,216.

Other Supplementary Information

VILLAGE OF ORLAND PARK, ILLINOIS

**Notes to the Financial Statements
For the Year Ended September 30, 2006**

The transfers are reported in the financial statements as follows:

	<u>Transfer In</u>	<u>Transfer Out</u>
Statement of Revenues, Expenditures and Changes in Fund Balances (Deficit) - Governmental Funds	\$ 10,624,517	\$ (9,042,809)
Statement of Revenues, Expenses and Changes in Fund Net Assets - Proprietary Funds		
Business Type Activities	101,169	-
Governmental Activities	<u>-</u>	<u>(1,682,877)</u>
 Total	 <u>\$ 10,725,686</u>	 <u>\$ (10,725,686)</u>

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 currently outstanding are as follows:

<u>Issue</u>	<u>Beginning Balances</u>	<u>Issuances</u>	<u>Retirements</u>	<u>Ending Balances</u>
General Obligation Bond Series of 1998, authorized issue \$9,950,000 building bonds, due in annual installments of \$570,000 to \$1,000,000, plus interest at 4.5% to 4.6% through December, 2019, maturities from 2008 to 2019 have been advance refunded.	\$ 570,000	\$ -	\$ -	\$ 570,000
General Obligation Bond Series of 2000, authorized issue \$15,000,000 building bonds due in annual installments of \$270,000 to \$1,480,000, plus interest at 5.75% to 6.00% through December, 2020, maturities from 2010 through 2020 have been defeased.	2,550,000	-	270,000	2,280,000

VILLAGE OF ORLAND PARK, ILLINOIS

Notes to the Financial Statements For the Year Ended September 30, 2006

Issue	Beginning Balances	Issuances	Retirements	Ending Balances
General Obligation Bond Series of 2001, authorized issue \$10,000,000 building bonds, due in annual installments of \$25,000 to \$805,000, plus interest at 4.0% to 4.8% through December, 2021.	9,885,000	-	420,000	9,465,000
General Obligation Bond Series of 2002A, authorized issue \$20,000,000 building bonds, due in annual installments of \$500,000 to \$1,535,000, plus interest at 3.0% to 5.0% through December, 2022.	18,865,000	-	810,000	18,055,000
General Obligation Bond Series of 2002B, authorized issue \$9,500,000 building bonds, due in annual installments of \$515,000 to \$810,000, plus interest at 2.5% to 4.5% through December, 2017.	8,460,000	-	535,000	7,925,000
General Obligation Bond Series of 2002C, authorized issue \$4,195,000 building bonds, due in annual installments of \$915,000 to \$1,655,000, plus interest at 2.0% through December, 2005.	915,000	-	915,000	-
General Obligation Bond Series of 2003, authorized issue \$14,570,000 building bonds, due in annual installments of \$155,000 to \$1,480,000, plus interest at 2.75% to 4.75% through December, 2019.	14,160,000	-	160,000	14,000,000
General Obligation Bond Series of 2004, authorized issue \$9,815,000 building bonds, due in annual installments of \$65,000 to \$980,000, plus interest at 3.00% to 4.00% through December, 2019.	9,815,000	-	65,000	9,750,000
General Obligation Library Notes of 2005, authorized issue \$4,050,000, due in one annual installment of \$4,050,000, plus interest at 3.50% through December, 2006.	4,050,000	-	-	4,050,000

VILLAGE OF ORLAND PARK, ILLINOIS

**Notes to the Financial Statements
For the Year Ended September 30, 2006**

Issue	Beginning Balances	Issuances	Retirements	Ending Balances
General Obligation Bond Series of 2006, authorized issue \$12,000,000 building bonds, due in annual installments of \$105,000 to \$920,000, plus interest at 4.10% to 4.45% through December, 2025.	-	12,000,000	-	12,000,000
Total	<u>\$ 69,270,000</u>	<u>\$ 12,000,000</u>	<u>\$ 3,175,000</u>	<u>\$ 78,095,000</u>

Tax Increment Financing (TIF) Note Payable

The Village has issued a note where the Village pledges incremental property tax income derived from a separately created tax increment financing district. This note is secured solely by the incremental property tax revenue generated within the district. Tax increment debt is not a direct obligation of the Village. The tax increment note outstanding is as follows:

Issue	Beginning Balances	Issuances	Retirements	Ending Balances
Tax Increment Financing Note Payable, due not later than January, 2010, bearing interest at 12% of the outstanding balance	<u>\$ 3,205,311</u>	<u>\$ -</u>	<u>\$ 465,363</u>	<u>\$ 2,739,948</u>

VILLAGE OF ORLAND PARK, ILLINOIS

Notes to the Financial Statements
For the Year Ended September 30, 2006

Long-term Liability Activity

During the year ended September 30, 2006, the following changes occurred in long-term liabilities:

	<u>Beginning Balances</u>	<u>Additions</u>	<u>Deletions</u>	<u>Ending Balances</u>	<u>Amounts Due Within One Year</u>
Primary Government:					
Village of Orland Park, Illinois:					
Governmental activities:					
General Obligation Bonds	\$ 69,270,000	\$ 12,000,000	\$ 3,175,000	\$ 78,095,000	\$ 7,400,000
Unamortized Deferred Amount on Refunding	(1,606,851)	-	(107,123)	(1,499,728)	-
TIF Note Payable	3,205,311	-	465,363	2,739,948	561,384
Compensated Absences	2,165,066	2,161,039	2,165,066	2,161,039	-
	<u>\$ 73,033,526</u>	<u>\$ 14,161,039</u>	<u>\$ 5,698,306</u>	<u>\$ 81,496,259</u>	<u>\$ 7,961,384</u>
Business-type activities:					
Compensated Absences	\$ 144,155	\$ 170,541	\$ 144,155	\$ 170,541	\$ 170,541

Payments on the general obligation bonds are made by the Debt Service Fund. The Special Tax Allocation Fund makes payments on the tax increment financing note. For the governmental activities, compensated absences are generally liquidated by the General Fund.

	<u>Beginning Balances</u>	<u>Additions</u>	<u>Deletions</u>	<u>Ending Balances</u>	<u>Amounts Due Within One Year</u>
Discretely Presented Component Units:					
Orland Park Public Library	\$ 56,592	\$ 152	-	\$ 56,744	\$ 56,744
Center Authority	11,707	3,596	-	15,303	15,303
	<u>\$ 68,299</u>	<u>\$ 3,748</u>	<u>\$ -</u>	<u>\$ 72,047</u>	<u>\$ 72,047</u>

Compensated absences are liquidated by the General Fund of the respective discretely presented component units.

VILLAGE OF ORLAND PARK, ILLINOIS

**Notes to the Financial Statements
For the Year Ended September 30, 2006**

Debt Service Requirements to Maturity

The annual debt service requirements to maturity, including principal and interest, are as follows:

<u>Year Ending September 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2007	\$ 7,400,000	\$ 3,283,771	\$ 10,683,771
2008	3,600,000	2,826,076	6,426,076
2009	4,100,000	2,681,897	6,781,897
2010	4,265,000	2,532,009	6,797,009
2011	4,420,000	2,380,484	6,800,484
2012-2016	24,945,000	9,170,730	34,115,730
2017-2021	22,785,000	3,677,801	26,462,801
2022-2026	6,580,000	587,104	7,167,104
Total	<u>\$ 78,095,000</u>	<u>\$ 27,139,872</u>	<u>\$ 105,234,872</u>

Non-commitment Debt - Special Assessment Bonds

Special assessment bonds outstanding as of the date of this report totaled \$100,000. These bonds are not an obligation of the Village and are secured by the levy of special assessments on the real property within the special assessment area. The Village is in no way liable for repayment but is acting as agent for the property owners in levying and collecting the assessments, and forwarding the collections to bondholders.

Legal Debt Margin

With the change to a Home Rule form of government during 1985, the Village is no longer required to maintain a legal debt margin. If it were required, the margin would be computed as follows:

Equalized Assessed Valuation - 2005 tax year	<u>\$ 2,107,443,850</u>
Statutory Debt Limitation (8.625% of Assessed Valuation)	181,767,032
Total Debt:	
General Obligation Bonds	<u>78,095,000</u>
Legal Debt Margin	<u>\$ 103,672,032</u>

VILLAGE OF ORLAND PARK, ILLINOIS

**Notes to the Financial Statements
For the Year Ended September 30, 2006**

NOTE 4 - OTHER INFORMATION

Risk Management

The Village is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; and natural disasters for which the Village utilizes the Insurance Fund, an internal service fund, to provide insurance through third party insurers as well as partial self insurance for workers' compensation, general liability and health. Premiums are paid into the Insurance Fund by other Village funds and are available to pay third party premiums, claims, claim reserves and administrative costs of the insurance program.

The Village records an estimated liability for workers' compensation, general liability and health insurance claims. Claims liabilities are based on estimates of the ultimate cost of reported claims (including future claim adjustment expenses) and an estimate for claims incurred but not reported based on historical experience. Claims liabilities include specific, incremental claim adjustment expenses, allocated loss adjustment expense, and are reduced for estimated recoveries on unsettled claims such as salvage or subrogation. Excess coverage policies cover individual general liability claims in excess of \$100,000, workers' compensation claims in excess of \$400,000, and individual health insurance claims in excess of \$100,000. The annual aggregate deductible is \$200,000 for automobile liability claims, the statutory limit for workers' compensation claims with an aggregate of \$400,000 and \$3,414,653 for health insurance claims. The amount of coverage has not decreased nor have the amount of settlements exceeded coverage in the current year or any of the past three years.

As of the date of this report, the Village is not aware of any unreported claims which would have been incurred as of September 30, 2006 under its self insurance plan. Changes in the balances of claims liabilities are as follows:

Unpaid Claims at September 30, 2004	\$	1,570,245
Incurred Claims		3,517,961
Claim Payments		<u>(3,551,647)</u>
Unpaid Claims at September 30, 2005		1,536,559
Incurred Claims		3,820,650
Claim Payments		<u>(3,873,201)</u>
Unpaid Claims at September 30, 2006	\$	<u>1,484,008</u>

VILLAGE OF ORLAND PARK, ILLINOIS

Notes to the Financial Statements For the Year Ended September 30, 2006

Post-employment Benefits

In addition to providing pension benefits, the Village provides certain health care insurance benefits for retired employees. In accordance with the personnel policy, substantially all of the Village's employees may become eligible for those benefits if they reach normal retirement age while working for the Village. The retirees pay an annual premium that is equal to the actuarially determined cost for each plan year. Accordingly, no liability has been recorded for post-retirement health care benefits. The Village also provides COBRA health and dental benefits to all prior employees as required by federal law. The prior employee pays the entire premium.

Employee Retirement Systems and Plans

The Village maintains a single-employer, defined benefit pension plan (Police Pension Fund) which covers its qualified Police Department employees and participates in the statewide Illinois Municipal Retirement Fund, an agent-multiple-employer public employee pension plan which covers substantially all remaining qualified Village employees. The information presented in the following notes for the Police Pension Fund (for the year ended September 30, 2005) and the Illinois Municipal Retirement Fund (for the year ended December 31, 2005) is the most current information available as of September 30, 2006.

Police Pension Fund

Plan Description

Police sworn personnel are covered by the Village of Orland Park, Illinois Police Pension Plan which is a defined benefit single-employer pension plan administered by the Village of Orland Park, Illinois Police Pension Fund Board. Although this is a single-employer pension plan, the defined benefits and employee and employer contributions levels are governed by Illinois State Statutes (Chapter 108 1/2 Article 3) and may be amended only by the Illinois legislature. The Village accounts for the plan as a pension trust fund. No separate report for the Police Pension Fund is issued. The Village's payroll for employees covered by the Police Pension Plan for the year ended September 30, 2005 was \$6,463,831. At September 30, 2005 the Police Pension Plan membership consisted of:

Retirees and beneficiaries currently receiving benefits	20
Terminated employee entitled to benefits but not yet receiving them	1
Active vested plan members	69
Active nonvested plan members	20
Total	<u>110</u>

VILLAGE OF ORLAND PARK, ILLINOIS

Notes to the Financial Statements For the Year Ended September 30, 2006

Funding Policy

The Police Pension Plan provides retirement benefits as well as death and disability benefits. Employees 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 held 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 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 be paid upon reaching the age of at least 55 years, by 3% of the original pension and 3% compounded annually thereafter.

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 plan as actuarially determined by an enrolled actuary. By the year 2033 the Village's contributions must accumulate to the point where the past service cost for the Police Pension Plan is fully funded.

Annual Pension Cost and Net Pension Obligation:

	<u>2005</u>	<u>2004</u>
Annual Required Contribution	\$ 804,294	\$ 710,648
Interest on Net Pension Obligation	(30,495)	(21,926)
Adjustment to Annual Required Contribution	<u>18,355</u>	<u>12,867</u>
Annual Pension Cost	792,154	701,589
Contributions Made	<u>734,985</u>	<u>815,845</u>
Increase (Decrease) in Net Pension Obligation	57,169	(114,256)
Net Pension Obligation Beginning of Year	<u>(406,601)</u>	<u>(292,345)</u>
Net Pension Obligation End of Year	<u>\$ (349,432)</u>	<u>\$ (406,601)</u>

VILLAGE OF ORLAND PARK, ILLINOIS

**Notes to the Financial Statements
For the Year Ended September 30, 2006**

Three Year Trend Information:

<u>Year</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage of APC Contributed</u>	<u>Net Pension Obligation</u>
2003	\$ 720,553	107.20%	\$ (292,345)
2004	701,589	116.29%	(406,601)
2005	792,154	92.78%	(349,432)

Funding Policy and Annual Pension Cost:

	<u>2005</u>	<u>2004</u>
Contribution Rate:		
Village	11.37%	12.46%
Plan Members	9.91%	Same
Annual Pension Cost	\$ 792,154	\$ 701,589
Contributions Made	\$ 734,985	\$ 815,845
Actuarial Valuation Date	9/30/2005	9/30/2004
Actuarial Cost Method	Entry Age	Same
Amortization Period	Level percentage of pay, closed	Same
Remaining Amortization Period in Years	28	29

VILLAGE OF ORLAND PARK, ILLINOIS

Notes to the Financial Statements For the Year Ended September 30, 2006

Asset Valuation Method	Market	Same
Actuarial Assumptions:		
Investment Rate of Return*	7.50%	Same
Projected Salary Increases*	5.50%	Same
*Included Inflation at	3.00%	Same
Cost of Living Adjustments per Year	3.00%	Same

Illinois Municipal Retirement Fund

The Village's cost-sharing, multi-employer defined benefit pension plan, Illinois Municipal Retirement (IMRF), provides retirement, disability, annual cost of living adjustments, and death benefits to plan members and beneficiaries. IMRF acts as a common investment and administrative agent for local governments and school districts in Illinois. The Illinois Pension Code establishes the benefits provisions of the plan that can only be amended by the Illinois General Assembly.

IMRF issues a financial report that includes financial statements and required supplementary information. That report may be obtained at www.imrf.org/pubs/pubs_homepage.htm or by writing to the Illinois Municipal Retirement Fund, 2211 York Road, Suite 500, Oak Brook, Illinois 60523.

Employees participating in IMRF are required to contribute 4.5% of their annual covered salary. The member rate is established by state statute. The Village is required to contribute at an actuarially determined rate. The employer rate for calendar year 2005 was 10.94% of payroll. The employer contribution requirements are established and may be amended by the IMRF Board of Trustees. IMRF's unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on a closed basis (overfunded liability amortized on open basis). The amortization period at December 31, 2005 was 27 years.

For December 31, 2005, the Village's annual pension cost of \$1,394,348 was equal to the Village's required and actual contributions. The required contribution was determined as part of the December 31, 2003 actuarial valuation using the entry age actuarial cost method. The actuarial assumptions included (a) 7.50% investment rate of return (net of administrative expenses), (b) projected salary increases of 4.00% a year, attributable to inflation, (c) additional projected salary increases ranging from 0.4% to 11.6% per year depending on age and service, attributed to seniority/merit, and (d) post-retirement benefit increases of 3% annually. The actuarial value of IMRF assets was determined using techniques that smooth the effects of short-term volatility in the market value of investments over a five-

VILLAGE OF ORLAND PARK, ILLINOIS

**Notes to the Financial Statements
For the Year Ended September 30, 2006**

year period with a 15% corridor. The assumptions used for the 2005 actuarial valuation were based on the 2002-2004 experience study.

Three Year Trend Information:

<u>Year</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage of APC Contributed</u>	<u>Net Pension Obligation</u>
12/31/2003	\$ 714,911	100.00%	\$ -
12/31/2004	1,108,857	100.00%	-
12/31/2005	1,394,348	100.00%	-

Social Security

Employees not qualifying for coverage under the Illinois Municipal Retirement Fund are considered "nonparticipating employees". These employees and those qualifying for coverage under the Illinois Municipal Retirement Fund are covered under Social Security. The Village paid \$900,412, the total required contribution for the current year.

Commitments

As of September 30, 2006, the Village had the following approximate remaining commitments with respect to unfinished capital projects:

<u>Project</u>	<u>Remaining Commitment</u>
143rd Street Train Station	\$ 557,710
Illinois Route 7 Construction Improvements	3,827,604
153rd Street Booster Station Construction	2,006,687
104th Avenue Phase II Design Engineering	229,679
Neighborhood Resurfacing Program	830,385
151st Street Widening and Reconstruction	223,296
Police Facility	7,192,030
Total	<u>\$ 14,867,391</u>

VILLAGE OF ORLAND PARK, ILLINOIS

Notes to the Financial Statements For the Year Ended September 30, 2006

Contingent Liabilities

Litigation

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

Grants

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

Letters of credit

On September 30, 2006, the Village was holding security agreement letters of credit in the amount of \$15,946,533. These letters of credit represent security for the Village for the completion of public improvements by various developers. No amounts are recorded on the books of the Village until the contractor defaults on the construction of the improvements.

Grant reporting

The Village received multiple grants, including Grant 02-120581 from the Illinois Department of Commerce and Community Affairs for the renovation of a building located at 151st and Ravinia, in Orland Park. The Village has incurred a total of \$2,866,195 of qualified expenses in relation to this grant.

THIS PAGE INTENTIONALLY LEFT BLANK

REQUIRED SUPPLEMENTARY INFORMATION

VILLAGE OF ORLAND PARK, ILLINOIS

General Fund and Major Special Revenue Funds

**Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
For the Year Ended September 30, 2006**

	General Fund			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
Revenues:				
Taxes:				
Property Taxes	\$ 5,671,718	\$ 5,671,718	\$ 6,145,436	\$ 473,718
Sales Taxes	17,840,622	17,840,622	18,289,979	449,357
Other Taxes	458,428	458,428	478,760	20,332
Licenses and Permits:				
Licenses	1,367,822	1,367,822	1,431,401	63,579
Permits	810,000	810,000	937,301	127,301
Inspections	594,200	594,200	616,511	22,311
Intergovernmental:				
Grants and Reimbursements	163,495	163,495	208,774	45,279
State Income Taxes	4,747,091	4,747,091	5,318,315	571,224
Charges for Services:				
Recreation Fees	1,379,267	1,379,267	1,590,019	210,752
Rental Fees	69,000	69,000	89,256	20,256
Fees by Agreement	216,000	216,000	83,961	(132,039)
Fees for Services	1,560,043	1,560,043	1,648,101	88,058
Contributions	85,950	85,950	191,220	105,270
Fines and Forfeitures	617,500	617,500	648,985	31,485
Investment Income	238,551	238,551	336,834	98,283
Miscellaneous	25,000	25,000	84,727	59,727
Total Revenues	<u>35,844,687</u>	<u>35,844,687</u>	<u>38,099,580</u>	<u>2,254,893</u>
Expenditures				
Current:				
General Government	8,782,255	9,248,761	7,786,185	1,462,576
Public Safety	13,856,416	13,868,921	13,470,800	398,121
Planning and Development	2,937,209	2,770,964	2,493,936	277,028
Public Works	5,078,314	5,485,098	5,196,338	288,760
Culture and Recreation	5,954,897	6,007,103	5,975,024	32,079
Capital Outlay	-	-	-	-
Total Expenditures	<u>36,609,091</u>	<u>37,380,847</u>	<u>34,922,283</u>	<u>2,458,564</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(764,404)</u>	<u>(1,536,160)</u>	<u>3,177,297</u>	<u>4,713,457</u>

Note: Budget basis is consistent with United States Generally Accepted Accounting Principles (GAAP).

<u>Special Revenue Fund</u> <u>Home Rule Sales Tax Fund</u>				<u>Special Revenue Fund</u> <u>Main Street Triangle TIF Fund</u>			
<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
9,806,064	9,806,064	10,044,800	238,736	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	9,648,510	9,648,510	3,939,535	(5,708,975)
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
133,182	133,182	136,429	3,247	-	-	-	-
-	-	-	-	-	-	-	-
<u>9,939,246</u>	<u>9,939,246</u>	<u>10,181,229</u>	<u>241,983</u>	<u>9,648,510</u>	<u>9,648,510</u>	<u>3,939,535</u>	<u>(5,708,975)</u>
4,411,729	4,911,729	4,831,223	80,506	200,000	325,982	1,555,448	(1,229,466)
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	10,940,113	16,291,409	6,955,045	9,336,364
<u>4,411,729</u>	<u>4,911,729</u>	<u>4,831,223</u>	<u>80,506</u>	<u>11,140,113</u>	<u>16,617,391</u>	<u>8,510,493</u>	<u>8,106,898</u>
5,527,517	5,027,517	5,350,006	322,489	(1,491,603)	(6,968,881)	(4,570,958)	2,397,923

Note: Budget basis is consistent with United States Generally Accepted Accounting Principles (GAAP).

VILLAGE OF ORLAND PARK, ILLINOIS

**General Fund and Major Special Revenue Funds
 Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
 For the Year Ended September 30, 2006**

	General Fund			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
Other Financing Sources (Uses):				
Transfers In	1,619,579	3,287,907	3,553,603	265,696
Transfers Out	(2,255,729)	(2,211,075)	(1,312,402)	898,673
Total Other Financing Sources (Uses)	(636,150)	1,076,832	2,241,201	1,164,369
Net Change in Fund Balances	(1,400,554)	(459,328)	5,418,498	5,877,826
Fund Balances at Beginning of Year	16,049,846	16,049,846	16,049,846	-
Fund Balances at End of Year	<u>\$ 14,649,292</u>	<u>\$ 15,590,518</u>	<u>\$ 21,468,344</u>	<u>\$ 5,877,826</u>

Note: Budget basis is consistent with United States Generally Accepted Accounting Principles (GAAP).

Special Revenue Fund Home Rule Sales Tax Fund				Special Revenue Fund Main Street Triangle TIF Fund			
Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
			-	500,000	500,000	-	(500,000)
(4,773,832)	(4,773,832)	(4,773,832)	-				
(4,773,832)	(4,773,832)	(4,773,832)	-	500,000	500,000	-	(500,000)
753,685	253,685	576,174	322,489	(991,603)	(6,468,881)	(4,570,958)	1,897,923
5,427,109	5,427,109	5,427,109	-	(11,179,480)	(11,179,480)	(11,179,480)	-
\$ 6,180,794	\$ 5,680,794	\$ 6,003,283	\$ 322,489	\$ (12,171,083)	\$ (17,648,361)	\$ (15,750,438)	\$ 1,897,923

Note: Budget basis is consistent with United States Generally Accepted Accounting Principles (GAAP).

VILLAGE OF ORLAND PARK, ILLINOIS

**Illinois Municipal Retirement Fund
Required Supplementary Information
Schedule of Analysis of Funding Progress
As of September 30, 2006
Actual amounts for the past six years (2000 - 2005)**

Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability	Unfunded Actuarial Accrued Liability (UAAL)	Funded Ratio
December 31, 2005	\$ 25,030,422	\$ 29,169,454	\$ 4,139,032	85.81%
December 31, 2004	22,436,109	26,816,783	4,380,674	83.66
December 31, 2003	20,573,796	23,148,293	2,574,497	88.88
December 31, 2002	21,589,076	21,683,483	94,407	99.56
December 31, 2001	22,097,126	19,841,352	(2,255,774)	111.37
December 31, 2000	20,250,055	17,798,529	(2,451,526)	113.77

	<u>Covered Payroll</u>	<u>UAAL as a Percentage of Covered Payroll</u>
\$	12,745,409	32.47%
	12,487,134	35.08%
	11,329,810	22.72
	10,622,577	0.89
	9,698,040	(23.26)
	8,630,540	(28.41)

VILLAGE OF ORLAND PARK, ILLINOIS

**Police Pension Fund
Required Supplementary Information
Schedule of Analysis of Funding Progress
As of September 30, 2006
Actual amounts for the past six years (2000 - 2005)**

<u>Actuarial Valuation Date</u>	<u>Actuarial Value of Assets</u>	<u>Actuarial Accrued Liability</u>	<u>Unfunded Actuarial Accrued Liability (UAAL)</u>	<u>Funded Ratio</u>
September 30, 2005	\$ 36,681,248	\$ 43,135,870	\$ 6,454,622	85.04%
September 30, 2004	33,970,478	39,235,103	5,264,625	86.58%
September 30, 2003	31,509,979	34,673,749	3,163,770	90.88
September 30, 2002	29,048,171	30,482,918	1,434,747	95.29
September 30, 2001	25,419,929	27,848,548	2,428,619	91.28
September 30, 2000	24,440,846	25,789,404	1,348,558	94.77

<u>Covered Payroll</u>	<u>UAAL as a Percentage of Covered Payroll</u>	<u>Annual Required Contributions</u>	<u>Percentage Contributed</u>
\$ 6,463,831	99.86%	\$ 804,294	91.38%
6,547,861	80.40%	710,648	114.80%
5,843,858	54.14	728,266	106.03%
5,544,856	25.88	687,850	103.03%
5,248,409	46.27	719,502	107.32%
5,251,141	25.68	680,820	104.10%

THIS PAGE INTENTIONALLY LEFT BLANK

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

THIS PAGE INTENTIONALLY LEFT BLANK

VILLAGE OF ORLAND PARK, ILLINOIS

**General Fund
Balance Sheet
as of September 30, 2006
with comparative actual amounts as of September 30, 2005**

	<u>2006</u>	<u>2005</u>
ASSETS		
Land and Investments	\$ 10,221,972	\$ 4,772,014
Receivables:		
Property Taxes	511,085	2,703,055
Other Taxes	5,070,727	5,477,915
Accounts	626,683	356,174
Accrued Interest	42,147	34,220
from Other Funds	7,876,226	5,114,406
from Component Units	10	779
Prepaid Items and Deposits	108,030	50,588
Long-Term Notes Receivable	935,580	833,773
Total Assets	<u>\$ 25,392,460</u>	<u>\$ 19,342,924</u>
LIABILITIES AND FUND BALANCES		
Liabilities:		
Accounts Payable	\$ 1,474,330	\$ 862,550
Accrued Interest Payable	140,178	100,000
Accrued Payroll	701,384	656,771
Commodities Payable	76,888	62,204
Deposits Payable	1,060,397	398,762
Deferred Revenue	411,563	864,104
Due to Other Funds	18,129	342,714
Other	41,247	5,973
Total Liabilities	<u>3,924,116</u>	<u>3,293,078</u>
Fund Balances:		
Reserved for Prepaid Items and Deposits	108,030	50,588
Reserved for Long-term Notes Receivable	935,580	833,773
Unreserved	20,424,734	15,165,485
Total Fund Balances	<u>21,468,344</u>	<u>16,049,846</u>
Total Liabilities and Fund Balances	<u>\$ 25,392,460</u>	<u>\$ 19,342,924</u>

VILLAGE OF ORLAND PARK, ILLINOIS

General Fund

**Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
For the Year Ended September 30, 2006**

With comparative actual amounts for the year ended September 30, 2005

	2006			Variance with Final Budget Positive (Negative)	2005
	Original Budget	Final Budget	Actual		Actual
Revenues:					
Taxes:					
Property Taxes	\$ 5,671,718	\$ 5,671,718	\$ 6,145,436	\$ 473,718	\$ 5,257,724
Sales Taxes	17,840,622	17,840,622	18,289,979	449,357	17,860,240
Other Taxes	458,428	458,428	478,760	20,332	447,120
Licenses and Permits:					
Licenses	1,367,822	1,367,822	1,431,401	63,579	1,727,157
Permits	810,000	810,000	937,301	127,301	1,154,429
Inspections	594,200	594,200	616,511	22,311	781,731
Intergovernmental:					
Grants and Reimbursements	163,495	163,495	208,774	45,279	218,540
State Income Taxes	4,747,091	4,747,091	5,318,315	571,224	4,912,357
Charges for Services:					
Recreation Fees	1,379,267	1,379,267	1,590,019	210,752	1,412,537
Rental Fees	69,000	69,000	89,256	20,256	64,048
Fees by Agreement	216,000	216,000	83,961	(132,039)	458,254
Fees for Services	1,560,043	1,560,043	1,648,101	88,058	1,473,200
Contributions	85,950	85,950	191,220	105,270	70,473
Fines and Forfeitures	617,500	617,500	648,985	31,485	690,201
Investment Income	238,551	238,551	336,834	98,283	187,034
Miscellaneous	25,000	25,000	84,727	59,727	17,220
Total Revenues	35,844,687	35,844,687	38,099,580	2,254,893	36,732,265
Expenditures	36,609,091	37,380,847	34,922,283	2,458,564	33,894,556
Excess (Deficiency) of Revenues Over (Under) Expenditures	(764,404)	(1,536,160)	3,177,297	4,713,457	2,837,709
Other Financing Sources (Uses):					
Transfers In	1,619,579	3,287,907	3,553,603	265,696	1,692,679
Transfers Out	(2,255,729)	(2,211,075)	(1,312,402)	898,673	(2,224,803)
Total Other Financing Sources (Uses)	(636,150)	1,076,832	2,241,201	1,164,369	(532,124)
Net Change in Fund Balances	(1,400,554)	(459,328)	5,418,498	5,877,826	2,305,585
Fund Balances at Beginning of Year	16,049,846	16,049,846	16,049,846	-	13,744,261
Fund Balances at End of Year	\$ 14,649,292	\$ 15,590,518	\$ 21,468,344	\$ 5,877,826	\$ 16,049,846

VILLAGE OF ORLAND PARK, ILLINOIS

General Fund

Schedule of Expenditures - Budget and Actual

For the Year Ended September 30, 2006

With comparative actual amounts for the year ended September 30, 2005

	2006			Variance with Final Budget Positive (Negative)	2005
	Original Budget	Final Budget	Actual		Actual
General Government:					
Administration	\$ 2,247,540	\$ 2,249,513	\$ 2,061,137	\$ 188,376	\$ 2,094,969
Officials	1,536,737	1,546,432	1,368,542	177,890	1,195,998
Finance	997,211	994,082	982,511	11,571	938,726
Boards and Commissions	109,795	126,895	149,783	(22,888)	102,711
Building Maintenance	1,415,181	1,448,354	1,439,296	9,058	1,276,366
Non-Departmental	2,202,391	2,610,085	1,533,482	1,076,603	1,709,959
Transfers to Component Units	273,400	273,400	251,434	21,966	127,087
Forgiveness of Component Unit Debt	-	-	-	-	1,069,905
Total General Government	8,782,255	9,248,761	7,786,185	1,462,576	8,515,721
Public Safety:					
E.S.D.A.	96,264	96,264	94,023	2,241	84,739
Police	13,760,152	13,772,657	13,376,777	395,880	13,516,772
Total Public Safety	13,856,416	13,868,921	13,470,800	398,121	13,601,511
Planning and Development:					
Administration	678,190	469,670	372,072	97,598	765,579
Code Enforcement	1,493,847	1,481,777	1,332,391	149,386	1,302,324
Planning	765,172	819,517	789,473	30,044	791,713
Total Planning and Development	2,937,209	2,770,964	2,493,936	277,028	2,859,616
Public Works	5,078,314	5,485,098	5,196,338	288,760	3,029,609
Culture and Recreation:					
Recreation	5,954,897	6,007,103	5,975,024	32,079	5,888,099
Total Expenditures	\$ 36,609,091	\$ 37,380,847	\$ 34,922,283	\$ 2,458,564	\$ 33,894,556

VILLAGE OF ORLAND PARK, ILLINOIS

Debt Service Fund

Balance Sheet

As of September 30, 2006

With comparative actual amounts as of September 30, 2005

	<u>2006</u>	<u>2005</u>
ASSETS		
Cash and Investments	\$ 4,843,263	\$ 2,946,531
Receivables:		
Property Taxes	270,618	2,033,325
Accounts	347,720	334,196
Due from Component Units	<u>5,063,174</u>	<u>850,821</u>
Total Assets	<u>\$ 10,524,775</u>	<u>\$ 6,164,873</u>
LIABILITIES AND FUND BALANCES		
Liabilities:		
Deferred Property Tax Revenue	\$ 112,307	\$ 279,504
Accrued Bond Interest	<u>9,830</u>	<u>-</u>
Total Liabilities	122,137	279,504
Fund Balances:		
Reserved for Debt Service	<u>10,402,638</u>	<u>5,885,369</u>
Total Liabilities and Fund Balances	<u>\$ 10,524,775</u>	<u>\$ 6,164,873</u>

VILLAGE OF ORLAND PARK, ILLINOIS

Debt Service Fund

Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

For the Year Ended September 30, 2006

With comparative actual amounts for the year ended September 30, 2005

	2006			Variance with Final Budget Positive (Negative)	2005
	Original Budget	Final Budget	Actual		Actual
Revenues:					
Property Taxes	\$ 2,816,008	\$ 2,816,008	\$ 3,133,337	\$ 317,329	\$ 3,240,942
Investment Income	25,400	25,400	135,729	110,329	60,804
Miscellaneous	1,604,833	1,604,833	5,887,281	4,282,448	1,603,183
Total Revenues	4,446,241	4,446,241	9,156,347	4,710,106	4,904,929
Expenditures:					
Current:					
General Government:					
Credit and Collection	-	-	-	-	88
Transfers to Component Unit	-	-	44,812	(44,812)	4,000,000
Total General Government	-	-	44,812	(44,812)	4,000,088
Debt Service:					
Principal	3,175,000	3,175,000	3,175,000	-	3,060,000
Interest and Fiscal Charges	2,568,167	2,568,167	2,568,191	(24)	2,696,184
Bond Issuance Costs	-	-	-	-	181,199
Total Debt Service	5,743,167	5,743,167	5,743,191	(24)	5,937,383
Total Expenditures	5,743,167	5,743,167	5,788,003	(44,836)	9,937,471
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,296,926)	(1,296,926)	3,368,344	4,665,270	(5,032,542)
Other Financing Sources (Uses):					
Transfers In	1,446,750	1,446,750	1,148,925	(297,825)	1,386,873
General Obligation Bonds Issued	-	-	-	-	13,865,000
Premium on Debt Issuance	-	-	-	-	73,937
Payment to Fiscal Agent	-	-	-	-	(9,719,814)
Total Other Financing Sources	1,446,750	1,446,750	1,148,925	(297,825)	5,605,996
Net Change in Fund Balances	149,824	149,824	4,517,269	4,367,445	573,454
Fund Balances at Beginning of Year	5,885,369	5,885,369	5,885,369	-	5,311,915
Fund Balances at End of Year	\$ 6,035,193	\$ 6,035,193	\$ 10,402,638	\$ 4,367,445	\$ 5,885,369

VILLAGE OF ORLAND PARK, ILLINOIS

**Capital Improvement Fund
Balance Sheet**

As of September 30, 2006

With comparative actual amounts as of September 30, 2005

	<u>2006</u>	<u>2005</u>
ASSETS		
Cash and Investments	\$ 8,332,488	\$ 7,466,492
Accounts Receivable	900,652	-
Accrued Interest Receivable	47,212	55,907
Due from Other Funds	<u>2,173,278</u>	<u>2,141,393</u>
Total Assets	<u>\$ 11,453,630</u>	<u>\$ 9,663,792</u>
LIABILITIES AND FUND BALANCES		
Liabilities:		
Accounts Payable	\$ 3,704,120	\$ 875,086
Deposits Payable	<u>33,450</u>	<u>33,450</u>
Total Liabilities	3,737,570	908,536
Fund Balances:		
Unreserved	<u>7,716,060</u>	<u>8,755,256</u>
Total Liabilities and Fund Balances	<u>\$ 11,453,630</u>	<u>\$ 9,663,792</u>

VILLAGE OF ORLAND PARK, ILLINOIS

Capital Improvement Fund

Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
For the Year Ended September 30, 2006

With comparative actual amounts for the year ended September 30, 2005

	2006			2005	
	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)	Actual
Revenues:					
Grants and Reimbursements	\$ 2,087,608	\$ 1,849,292	\$ 1,722,652	\$ (126,640)	\$ 666,493
Investment Income	288,971	288,971	313,769	24,798	213,306
Total Revenues	2,376,579	2,138,263	2,036,421	(101,842)	879,799
Expenditures:					
Current:					
General Government:					
Credit and Collection	100	100	235	(135)	777
Professional Services	-	-	-	-	913,421
Miscellaneous	-	-	-	-	3,374
Total General Government	100	100	235	(135)	917,572
Planning and Development:					
Professional Services	-	-	-	-	50,000
Repairs and Maintenance	-	-	-	-	100,759
Total Planning and Development	-	-	-	-	150,759
Public Works:					
Professional Services	-	423,726	210,169	213,557	-
Repairs and Maintenance	170,000	177,965	176,245	1,720	26,227
Miscellaneous	-	-	5,341,765	(5,341,765)	-
Total Public Works	170,000	601,691	5,728,179	(5,126,488)	26,227
Culture and Recreation:					
Repairs and Maintenance	-	-	-	-	84,743
Capital Outlay	7,057,619	10,208,766	2,183,343	8,025,423	1,898,734
Total Expenditures	7,227,719	10,810,557	7,911,757	2,898,800	3,078,035
Excess (Deficiency) of Revenues Over (Under) Expenditures	(4,851,140)	(8,672,294)	(5,875,336)	2,796,958	(2,198,236)
Other Financing Sources:					
Transfers In	4,836,140	4,836,140	4,836,140	-	3,094,000
Net Change in Fund Balances	(15,000)	(3,836,154)	(1,039,196)	2,796,958	895,764
Fund Balances at Beginning of Year	8,755,256	8,755,256	8,755,256	-	7,859,492
Fund Balances at End of Year	\$ 8,740,256	\$ 4,919,102	\$ 7,716,060	\$ 2,796,958	\$ 8,755,256

VILLAGE OF ORLAND PARK, ILLINOIS

General Obligation Bond Projects Fund

Balance Sheet

As of September 30, 2006

With comparative actual amounts as of September 30, 2005

	<u>2006</u>	<u>2005</u>
ASSETS		
Cash and Investments	\$ 9,377,960	\$ -
Accounts Receivable	2,537,442	-
Accrued Interest Receivable	10,576	-
Restricted Cash	-	1,250,000
	<hr/>	<hr/>
Total Assets	<u>\$ 11,925,978</u>	<u>\$ 1,250,000</u>
 LIABILITIES AND FUND BALANCES (DEFICITS)		
Liabilities:		
Accounts Payable	\$ 2,260,218	\$ 1,769,247
Deferred Revenue	-	1,250,000
Due to Other Funds	2,330,345	2,330,345
	<hr/>	<hr/>
Total Liabilities	4,590,563	5,349,592
Fund Balances (Deficits):		
Unreserved	7,335,415	(4,099,592)
	<hr/>	<hr/>
Total Liabilities and Fund Balances (Deficits)	<u>\$ 11,925,978</u>	<u>\$ 1,250,000</u>

VILLAGE OF ORLAND PARK, ILLINOIS

General Obligation Bond Projects Fund

Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

for the Year Ended September 30, 2006

with comparative actual amounts for the year ended September 30, 2005

	2006			Variance with Final Budget Positive (Negative)	2005
	Original Budget	Final Budget	Actual		Actual
Revenues:					
Grants	\$ 2,856,085	\$ 2,856,085	\$ 4,583,465	\$ 1,727,380	\$ -
Investment Income	44,324	44,324	280,715	236,391	32,425
Miscellaneous	1,000,000	1,000,000	-	(1,000,000)	347,646
Total Revenues	3,900,409	3,900,409	4,864,180	963,771	380,071
Expenditures:					
Current:					
General Government:					
Credit and Collection	-	-	201	(201)	563
Professional Services	-	238,454	-	238,454	602,287
Miscellaneous	-	-	11,188	(11,188)	11,939
Total General Government	-	238,454	11,389	227,065	614,789
Debt Service:					
Bond Issuance Costs	-	-	158,766	(158,766)	-
Capital Outlay	11,441,285	13,923,656	6,344,867	7,578,789	2,742,594
Total Expenditures	11,441,285	14,162,110	6,515,022	7,647,088	3,357,383
Change (Deficiency) of Revenues Over Expenditures	(7,540,876)	(10,261,701)	(1,650,842)	8,610,859	(2,977,312)
Financing Sources:					
Transfers In	-	-	1,085,849	1,085,849	-
General Obligation Bonds Issued	-	12,000,000	12,000,000	-	-
Total Other Financing Sources	-	12,000,000	13,085,849	1,085,849	-
Change in Fund Balances	(7,540,876)	1,738,299	11,435,007	9,696,708	(2,977,312)
Fund Balances (Deficits) at Beginning of Year	(4,099,592)	(4,099,592)	(4,099,592)	-	(1,122,280)
Fund Balances (Deficits) at End of Year	\$ (11,640,468)	\$ (2,361,293)	\$ 7,335,415	\$ 9,696,708	\$ (4,099,592)

VILLAGE OF ORLAND PARK, ILLINOIS

Home Rule Sales Tax Fund

Balance Sheet

As of September 30, 2006

With comparative actual amounts as of September 30, 2005

	<u>2006</u>	<u>2005</u>
ASSETS		
Cash and Investments	\$ 4,726,156	\$ 3,962,474
Receivables:		
Sales Taxes	2,322,254	2,249,200
Accrued Interest	7,042	-
Due from Other Funds	<u>3,461,630</u>	<u>3,461,630</u>
 Total Assets	 <u>\$ 10,517,082</u>	 <u>\$ 9,673,304</u>
 LIABILITIES AND FUND BALANCES		
Liabilities:		
Accounts Payable	\$ 44,926	\$ 35,532
Tax Rebates Payable	<u>4,468,873</u>	<u>4,210,663</u>
 Total Liabilities	 4,513,799	 4,246,195
 Fund Balances:		
Unreserved	<u>6,003,283</u>	<u>5,427,109</u>
 Total Liabilities and Fund Balances	 <u>\$ 10,517,082</u>	 <u>\$ 9,673,304</u>

VILLAGE OF ORLAND PARK, ILLINOIS

Home Rule Sales Tax Fund

Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

For the Year Ended September 30, 2006

With comparative actual amounts for the year ended September 30, 2005

	2006			Variance with Final Budget Positive (Negative)	2005
	Original Budget	Final Budget	Actual		Actual
Revenues:					
Sales Taxes	\$ 9,806,064	\$ 9,806,064	\$ 10,044,800	\$ 238,736	\$ 9,600,821
Investment Income	133,182	133,182	136,429	3,247	85,102
Total Revenues	<u>9,939,246</u>	<u>9,939,246</u>	<u>10,181,229</u>	<u>241,983</u>	<u>9,685,923</u>
Expenditures:					
Current:					
General Government:					
Personal Services	29,619	29,619	23,332	6,287	26,092
Employee Benefits	3,333	3,333	5,215	(1,882)	2,995
Credit and Collection	5,250	5,250	3,606	1,644	4,849
Utilities, Communication, Transportation	14,000	14,000	15,198	(1,198)	13,678
Repairs and Maintenance	974	974	1,395	(421)	974
Insurance	2,230	2,230	2,230	-	379
Supplies - General	14,500	14,500	12,758	1,742	12,047
Tax Rebates	4,341,823	4,841,823	4,767,489	74,334	4,496,240
Total Expenditures	<u>4,411,729</u>	<u>4,911,729</u>	<u>4,831,223</u>	<u>80,506</u>	<u>4,557,254</u>
Excess of Revenues Over Expenditures	<u>5,527,517</u>	<u>5,027,517</u>	<u>5,350,006</u>	<u>322,489</u>	<u>5,128,669</u>
Other Financing Uses:					
Transfers Out	<u>(4,773,832)</u>	<u>(4,773,832)</u>	<u>(4,773,832)</u>	<u>-</u>	<u>(2,706,032)</u>
Total Other Financing Uses	<u>(4,773,832)</u>	<u>(4,773,832)</u>	<u>(4,773,832)</u>	<u>-</u>	<u>(2,706,032)</u>
Net Change in Fund Balances	753,685	253,685	576,174	322,489	2,422,637
Fund Balances at Beginning of Year	<u>5,427,109</u>	<u>5,427,109</u>	<u>5,427,109</u>	<u>-</u>	<u>3,004,472</u>
Fund Balances at End of Year	<u>\$ 6,180,794</u>	<u>\$ 5,680,794</u>	<u>\$ 6,003,283</u>	<u>\$ 322,489</u>	<u>\$ 5,427,109</u>

VILLAGE ORLAND PARK, ILLINOIS

Main Street Triangle TIF Fund

Balance Sheet

As of September 30, 2006

With comparative actual amounts as of September 30, 2005

	<u>2006</u>	<u>2005</u>
ASSETS		
Cash and Investments	\$ -	\$ 9,311
Accounts Receivable	1,523,236	-
Total Assets	<u>\$ 1,523,236</u>	<u>\$ 9,311</u>
LIABILITIES AND FUND BALANCES (DEFICIT)		
Liabilities:		
Accounts Payable	\$ 3,250,956	\$ 358,483
Deferred Revenue	650,007	-
Due to Other Funds	13,372,711	10,717,429
Other	-	112,879
Total Liabilities	17,273,674	11,188,791
Fund Balances (Deficit):		
Unreserved	<u>(15,750,438)</u>	<u>(11,179,480)</u>
Total Liabilities and Fund Balances (Deficit)	<u>\$ 1,523,236</u>	<u>\$ 9,311</u>

VILLAGE OF ORLAND PARK, ILLINOIS

Main Street Triangle TIF Fund

Schedule of Revenues, Expenditures and Changes in Fund Deficits - Budget and Actual

For the Year Ended September 30, 2006

With comparative actual amounts for the year ended September 30, 2005

	2006			Variance with Final Budget Positive (Negative)	2005
	Original Budget	Final Budget	Actual		Actual
Revenues:					
Grants and Reimbursements	\$ 9,648,510	\$ 9,648,510	\$ 3,939,535	\$ (5,708,975)	\$ -
Expenditures:					
Current:					
General Government:					
Professional Services	\$ 200,000	\$ 325,982	\$ 410,720	\$ (84,738)	\$ 1,036,419
Rent	-	-	-	-	9,469
Utilities, Communication, Transportation	-	-	6,969	(6,969)	-
Purchased Services	-	-	1,531	(1,531)	-
Repair & Maintenance	-	-	3,261	(3,261)	-
Supplies - General	-	-	-	-	950
Miscellaneous	-	-	1,132,967	(1,132,967)	110
Total General Government	200,000	325,982	1,555,448	(1,229,466)	1,046,948
Capital Outlay	10,940,113	16,291,409	6,955,045	9,336,364	10,132,532
Total Expenditures	11,140,113	16,617,391	8,510,493	8,106,898	11,179,480
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,491,603)	(6,968,881)	(4,570,958)	2,397,923	(11,179,480)
Other Financing Sources (Uses):					
Transfers In	500,000	500,000	-	(500,000)	-
Net Change in Fund Deficits	(991,603)	(6,468,881)	(4,570,958)	1,897,923	(11,179,480)
Fund Deficits at Beginning of Year	(11,179,480)	(11,179,480)	(11,179,480)	-	-
Fund Deficits at End of Year	\$ (12,171,083)	\$ (17,648,361)	\$ (15,750,438)	\$ 1,897,923	\$ (11,179,480)

VILLAGE OF ORLAND PARK, ILLINOIS

Nonmajor Governmental Funds

Combining Balance Sheet

As of September 30, 2006

With comparative actual amounts as of September 30, 2005

	Special Revenue			
	Motor Fuel Tax	Park Development	Special Tax Allocation	Seizure and Forfeiture
ASSETS				
Cash and Investments	\$ 104,325	\$ 1,675,429	\$ 2,874,813	\$ 143,674
Receivables:				
Property Taxes	-	-	100,782	-
Other Taxes	187,554	-	-	-
Accounts	-	16,577	-	-
Accrued Interest	-	6,709	-	-
Prepaid Items	-	-	-	-
Total Assets	\$ 291,879	\$ 1,698,715	\$ 2,975,595	\$ 143,674
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts Payable	\$ -	\$ 42,723	\$ 1,161	\$ -
Accrued Interest Payable	-	-	188,616	-
Accrued Payroll	-	-	-	-
Deferred Revenue	-	-	-	-
Deposits Payable	-	-	-	-
Due to Other Funds	138,423	-	-	-
TIF Note Payable	-	-	561,384	-
Total Liabilities	138,423	42,723	751,161	-
Fund Balances:				
Reserved for Prepaid Items	-	-	-	-
Reserved for Tax Increment Financing	-	-	2,224,434	-
Unreserved	153,456	1,655,992	-	143,674
Total Fund Balances	153,456	1,655,992	2,224,434	143,674
Total Liabilities and Fund Balances	\$ 291,879	\$ 1,698,715	\$ 2,975,595	\$ 143,674

Special Revenue		Capital Project	Total Nonmajor Governmental Funds	
Sportsplex	Total	Road Exaction	2006	2005
\$ 228,047	\$ 5,026,288	\$ 3,188,679	\$ 8,214,967	\$ 6,576,906
-	100,782	-	100,782	1,762,120
-	187,554	-	187,554	122,716
-	16,577	186,400	202,977	86,388
-	6,709	18,030	24,739	7,815
1,144	1,144	-	1,144	590
<u>\$ 229,191</u>	<u>\$ 5,339,054</u>	<u>\$ 3,393,109</u>	<u>\$ 8,732,163</u>	<u>\$ 8,556,535</u>
\$ 85,055	\$ 128,939	\$ 39,296	\$ 168,235	\$ 249,011
-	188,616	-	188,616	284,637
34,130	34,130	-	34,130	33,961
319,437	319,437	-	319,437	311,925
-	-	67,500	67,500	67,500
-	138,423	-	138,423	-
-	561,384	-	561,384	465,363
<u>438,622</u>	<u>1,370,929</u>	<u>106,796</u>	<u>1,477,725</u>	<u>1,412,397</u>
1,144	1,144	-	1,144	590
-	2,224,434	-	2,224,434	1,592,611
(210,575)	1,742,547	3,286,313	5,028,860	5,550,937
<u>(209,431)</u>	<u>3,968,125</u>	<u>3,286,313</u>	<u>7,254,438</u>	<u>7,144,138</u>
<u>\$ 229,191</u>	<u>\$ 5,339,054</u>	<u>\$ 3,393,109</u>	<u>\$ 8,732,163</u>	<u>\$ 8,556,535</u>

VILLAGE OF ORLAND PARK, ILLINOIS

Nonmajor Governmental Funds

Combining Statement of Revenues, Expenditures and Changes in Fund Balances

For the Year Ended September 30, 2006

With comparative actual amounts for the year ended September 30, 2005

	Special Revenue			
	Motor Fuel Tax	Park Development	Special Tax Allocation	Seizure and Forfeiture
Revenues:				
Taxes	\$ -	\$ -	\$ 2,915,201	\$ -
Intergovernmental	1,722,835	-	-	3,346
Charges for Services	-	629,265	-	-
Investment Income	35,236	51,384	63,649	1,069
Fines and Forfeitures	-	-	-	10,446
Total Revenues	<u>1,758,071</u>	<u>680,649</u>	<u>2,978,850</u>	<u>14,861</u>
Expenditures:				
Current:				
General Government	-	-	1,597,027	-
Public Safety	-	-	-	12,474
Public Works	-	-	-	-
Culture and Recreation	-	6,665	-	-
Capital Outlay	-	312,955	-	-
Debt Service:				
Principal	-	-	561,384	-
Interest and Fiscal Charges	-	-	188,616	-
Total Expenditures	<u>-</u>	<u>319,620</u>	<u>2,347,027</u>	<u>12,474</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>1,758,071</u>	<u>361,029</u>	<u>631,823</u>	<u>2,387</u>
Other Financing Sources (Uses):				
Transfers In	-	-	-	-
Transfers Out	<u>(1,870,726)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>(1,870,726)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	(112,655)	361,029	631,823	2,387
Fund Balance at Beginning of Year	<u>266,111</u>	<u>1,294,963</u>	<u>1,592,611</u>	<u>141,287</u>
Fund Balance at End of Year	<u>\$ 153,456</u>	<u>\$ 1,655,992</u>	<u>\$ 2,224,434</u>	<u>\$ 143,674</u>

Special Revenue		Capital Project	Total Nonmajor Governmental Funds	
Sportsplex	Total	Road Exaction	2006	2005
\$ -	\$ 2,915,201	\$ -	\$ 2,915,201	\$ 2,339,107
-	1,726,181	212,898	1,939,079	1,910,261
1,546,361	2,175,626	816,046	2,991,672	3,300,466
13,906	165,244	138,769	304,013	144,764
-	10,446	-	10,446	35,284
<u>1,560,267</u>	<u>6,992,698</u>	<u>1,167,713</u>	<u>8,160,411</u>	<u>7,729,882</u>
-	1,597,027	333	1,597,360	482,279
-	12,474	-	12,474	46,700
-	-	588,672	588,672	553,514
1,765,289	1,771,954	-	1,771,954	1,721,721
-	312,955	60,121	373,076	999,845
-	561,384	-	561,384	465,363
-	188,616	-	188,616	284,637
<u>1,765,289</u>	<u>4,444,410</u>	<u>649,126</u>	<u>5,093,536</u>	<u>4,554,059</u>
<u>(205,022)</u>	<u>2,548,288</u>	<u>518,587</u>	<u>3,066,875</u>	<u>3,175,823</u>
-	-	-	-	262,200
-	(1,870,726)	(1,085,849)	(2,956,575)	(1,692,679)
-	(1,870,726)	(1,085,849)	(2,956,575)	(1,430,479)
(205,022)	677,562	(567,262)	110,300	1,745,344
(4,409)	3,290,563	3,853,575	7,144,138	5,398,794
<u>\$ (209,431)</u>	<u>\$ 3,968,125</u>	<u>\$ 3,286,313</u>	<u>\$ 7,254,438</u>	<u>\$ 7,144,138</u>

VILLAGE OF ORLAND PARK, ILLINOIS

Motor Fuel Tax Fund

Balance Sheet

As of September 30, 2006

With comparative actual amounts as of September 30, 2005

	<u>2006</u>	<u>2005</u>
ASSETS		
Cash and Investments	\$ 104,325	\$ 143,395
Receivables:		
Other Taxes	<u>187,554</u>	<u>122,716</u>
Total Assets	<u><u>\$ 291,879</u></u>	<u><u>\$ 266,111</u></u>
LIABILITIES AND FUND BALANCES		
Liabilities:		
Due to Other Funds	\$ 138,423	\$ -
Fund Balances:		
Unreserved	<u>153,456</u>	<u>266,111</u>
Total Liabilities and Fund Balances	<u><u>\$ 291,879</u></u>	<u><u>\$ 266,111</u></u>

VILLAGE OF ORLAND PARK, ILLINOIS

Motor Fuel Tax Fund

Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

For the Year Ended September 30, 2006

With comparative actual amounts for the year ended September 30, 2005

	2006		Variance with Final Budget Positive (Negative)	2005
	Original and Final Budget	Actual		Actual
Revenues:				
Intergovernmental				
Motor Fuel Tax Allocations	\$ 1,619,579	\$ 1,722,835	\$ 103,256	\$ 1,729,732
Investment Income	9,396	35,236	25,840	13,139
Total Revenues	1,628,975	1,758,071	129,096	1,742,871
Expenditures:				
General Government:				
Credit and Collections	100	-	100	50
Excess of Revenues Over Expenditures	1,628,875	1,758,071	129,196	1,742,821
Other Financing Uses:				
Transfers Out	(1,619,579)	(1,870,726)	(251,147)	(1,692,679)
Net Change in Fund Balances	9,296	(112,655)	(121,951)	50,142
Fund Balances at Beginning of Year	266,111	266,111	-	215,969
Fund Balances at End of Year	\$ 275,407	\$ 153,456	\$ (121,951)	\$ 266,111

VILLAGE OF ORLAND PARK, ILLINOIS

Park Development Fund

Balance Sheet

As of September 30, 2006

With comparative actual amounts as of September 30, 2005

	<u>2006</u>	<u>2005</u>
ASSETS		
Cash and Investments	\$ 1,675,429	\$ 1,366,391
Receivables:		
Accounts	16,577	16,577
Accrued Interest	<u>6,709</u>	<u>-</u>
Total Assets	<u>\$ 1,698,715</u>	<u>\$ 1,382,968</u>
LIABILITIES AND FUND BALANCES		
Liabilities:		
Accounts Payable	\$ 42,723	\$ 88,005
Fund Balances:		
Unreserved	<u>1,655,992</u>	<u>1,294,963</u>
Total Liabilities and Fund Balances	<u>\$ 1,698,715</u>	<u>\$ 1,382,968</u>

VILLAGE OF ORLAND PARK, ILLINOIS

Park Development Fund

Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
For the Year Ended September 30, 2006

With comparative actual amounts for the year ended September 30, 2005

	2006			Variance with Final Budget Positive (Negative)	2005
	Original Budget	Final Budget	Actual		Actual
Revenues:					
Charges for Services:					
Fees by Agreement	\$ 1,000,000	\$ 1,000,000	\$ 629,265	\$ (370,735)	\$ 776,995
Investment Income	33,716	33,716	51,384	17,668	28,628
Intergovernmental Reimbursements	-	-	-	-	1,374
Total Revenues	<u>1,033,716</u>	<u>1,033,716</u>	<u>680,649</u>	<u>(353,067)</u>	<u>806,997</u>
Expenditures:					
Current:					
Culture and Recreation:					
Credit and Collection	850	850	165	685	579
Professional Services	-	-	6,500	(6,500)	7,010
Repairs and Maintenance	-	-	-	-	9,540
Rent	-	-	-	-	866
Supplies - General	-	-	-	-	17,539
Total Culture and Recreation	850	850	6,665	(5,815)	35,534
Capital Outlay	744,200	847,557	312,955	534,602	905,217
Total Expenditures	<u>745,050</u>	<u>848,407</u>	<u>319,620</u>	<u>528,787</u>	<u>940,751</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	288,666	185,309	361,029	175,720	(133,754)
Other Financing Sources (Uses):					
Transfers Out	(500,000)	(500,000)	-	500,000	-
Net Change in Fund Balances	(211,334)	(314,691)	361,029	675,720	(133,754)
Fund Balances at Beginning of Year	1,294,963	1,294,963	1,294,963	-	1,428,717
Fund Balances at End of Year	<u>\$ 1,083,629</u>	<u>\$ 980,272</u>	<u>\$ 1,655,992</u>	<u>\$ 675,720</u>	<u>\$ 1,294,963</u>

VILLAGE OF ORLAND PARK, ILLINOIS

**Special Tax Allocation Fund
Balance Sheet**

As fo September 30, 2006

With comparative actual amounts as of September 30, 2005

	<u>2006</u>	<u>2005</u>
ASSETS		
Cash and Investments	\$ 2,874,813	\$ 580,773
Receivables:		
Property Taxes	<u>100,782</u>	<u>1,762,120</u>
Total Assets	<u>\$ 2,975,595</u>	<u>\$ 2,342,893</u>
LIABILITIES AND FUND BALANCES		
Liabilities:		
Accounts Payable	\$ 1,161	\$ 282
Accrued Interest Payable	188,616	284,637
TIF Note Payable	<u>561,384</u>	<u>465,363</u>
Total Liabilities	751,161	750,282
Fund Balances:		
Reserved for Tax Increment Financing	<u>2,224,434</u>	<u>1,592,611</u>
Total Liabilities and Fund Balances	<u>\$ 2,975,595</u>	<u>\$ 2,342,893</u>

VILLAGE OF ORLAND PARK, ILLINOIS

Special Tax Allocation Fund

Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

For the Year Ended September 30, 2006

With comparative actual amounts for the year ended September 30, 2005

	2006			Variance with Final Budget Positive (Negative)	2005
	Original Budget	Final Budget	Actual		Actual
Revenues:					
Incremental Taxes	\$ 1,382,332	\$ 1,382,332	\$ 2,915,201	\$ 1,532,869	\$ 2,339,107
Investment Income	23,500	23,500	63,649	40,149	15,071
Total Revenues	<u>1,405,832</u>	<u>1,405,832</u>	<u>2,978,850</u>	<u>1,573,018</u>	<u>2,354,178</u>
Expenditures:					
Current:					
General Government:					
Credit and Collection	100	100	-	100	-
Professional Services	11,000	11,000	4,416	6,584	11,567
Tax Increment Financing Surplus	503,921	1,592,611	1,592,611	-	470,199
Total General Government	<u>515,021</u>	<u>1,603,711</u>	<u>1,597,027</u>	<u>6,684</u>	<u>481,766</u>
Debt Service:					
Principal	750,000	750,000	561,384	188,616	465,363
Interest	-	-	188,616	(188,616)	284,637
Total Debt Service	<u>750,000</u>	<u>750,000</u>	<u>750,000</u>	<u>-</u>	<u>750,000</u>
Total Expenditures	<u>1,265,021</u>	<u>2,353,711</u>	<u>2,347,027</u>	<u>6,684</u>	<u>1,231,766</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	140,811	(947,879)	631,823	1,579,702	1,122,412
Fund Balances at Beginning of Year	<u>1,592,611</u>	<u>1,592,611</u>	<u>1,592,611</u>	<u>-</u>	<u>470,199</u>
Fund Balances at End of Year	<u>\$ 1,733,422</u>	<u>\$ 644,732</u>	<u>\$ 2,224,434</u>	<u>\$ 1,579,702</u>	<u>\$ 1,592,611</u>

VILLAGE OF ORLAND PARK, ILLINOIS

Seizure and Forfeiture Fund

Balance Sheet

As of September 30, 2006

With comparative actual amounts as of September 30, 2005

	<u>2006</u>	<u>2005</u>
ASSETS		
Cash and Investments	<u>\$ 143,674</u>	<u>\$ 141,457</u>
LIABILITIES AND FUND BALANCES		
Liabilities:		
Accounts Payable	\$ -	\$ 170
Fund Balances:		
Unreserved	<u>143,674</u>	<u>141,287</u>
Total Liabilities and Fund Balances	<u>\$ 143,674</u>	<u>\$ 141,457</u>

VILLAGE OF ORLAND PARK, ILLINOIS

Seizure and Forfeiture Fund

**Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
For the Year Ended September 30, 2006**

With comparative actual amounts for the year ended September 30, 2005

	2006			2005
	Original and Final Budget	Actual	Variance with Final Budget Positive (Negative)	Actual
Revenues:				
Intergovernmental Reimbursements	\$ -	\$ 3,346	\$ 3,346	\$ 3,268
Fines and Forfeitures	8,500	10,446	1,946	35,284
Investment Income	500	1,069	569	654
Total Revenues	9,000	14,861	5,861	39,206
Expenditures:				
Current:				
Public Safety:				
Supplies - General	-	2,255	(2,255)	45,931
Miscellaneous	-	10,219	(10,219)	769
Total Expenditures	-	12,474	(12,474)	46,700
Excess (Deficiency) of Revenues Over (Under) Expenditures	9,000	2,387	(6,613)	(7,494)
Fund Balances at Beginning of Year	141,287	141,287	-	148,781
Fund Balances at End of Year	\$ 150,287	\$ 143,674	\$ (6,613)	\$ 141,287

VILLAGE OF ORLAND PARK, ILLINOIS

Sportsplex Fund

Balance Sheet

As of September 30, 2006

With comparative actual amounts as of September 30, 2005

	<u>2006</u>	<u>2005</u>
ASSETS		
Cash and Investments	\$ 228,047	\$ 402,653
Prepaid Items	1,144	590
Total Assets	<u>\$ 229,191</u>	<u>\$ 403,243</u>
LIABILITIES AND FUND BALANCES (DEFICITS)		
Liabilities:		
Accounts Payable	\$ 85,055	\$ 61,766
Accrued Payroll	34,130	33,961
Deferred Revenue	319,437	311,925
Total Liabilities	<u>438,622</u>	<u>407,652</u>
Fund Balances (Deficits):		
Reserved for Prepaid Items	1,144	590
Unreserved	(210,575)	(4,999)
Total Fund Deficits	<u>(209,431)</u>	<u>(4,409)</u>
Total Liabilities and Fund Balances (Deficits)	<u>\$ 229,191</u>	<u>\$ 403,243</u>

VILLAGE OF ORLAND PARK, ILLINOIS

Sportsplex Fund

Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

For the Year Ended September 30, 2006

With comparative actual amounts for the year ended September 30, 2005

	2006			Variance with Final Budget Positive (Negative)	2005
	Original Budget	Final Budget	Actual		Actual
Revenues:					
Charges for Services:					
Program Fees	\$ 1,538,300	\$ 1,458,300	\$ 1,546,361	\$ 88,061	\$ 1,484,032
Investment Income	8,559	8,559	13,906	5,347	9,721
Total Revenues	<u>1,546,859</u>	<u>1,466,859</u>	<u>1,560,267</u>	<u>13,408</u>	<u>1,493,753</u>
Expenditures:					
Current:					
Culture and Recreation:					
Personal Services	924,777	891,081	843,643	47,438	860,303
Employee Benefits	180,680	169,722	164,757	4,965	161,195
Employee Reimbursements	5,500	5,500	3,715	1,785	4,599
Credit and Collection	32,450	32,450	45,395	(12,945)	36,419
Professional Services	3,200	3,200	5,855	(2,655)	2,955
Utilities, Communication, Transportation	215,600	215,600	240,333	(24,733)	207,884
Purchased Services	178,150	178,150	179,557	(1,407)	170,181
Repairs and Maintenance	29,850	29,850	30,008	(158)	22,523
Insurance	39,122	39,122	39,122	-	41,656
Supplies:					
General	114,000	114,000	103,520	10,480	57,590
Repairs and Maintenance	48,000	48,000	28,257	19,743	38,038
Miscellaneous	-	-	-	-	151
Recreation Programs	80,815	80,815	81,127	(312)	82,693
Total Expenditures	<u>1,852,144</u>	<u>1,807,490</u>	<u>1,765,289</u>	<u>42,201</u>	<u>1,686,187</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(305,285)	(340,631)	(205,022)	135,609	(192,434)
Other Financing Sources:					
Transfers In	331,866	287,212	-	(287,212)	262,200
Net Change in Fund Balances	26,581	(53,419)	(205,022)	(151,603)	69,766
Fund Balances (Deficits) at Beginning of Year	(4,409)	(4,409)	(4,409)	-	(74,175)
Fund Balances (Deficits) at End of Year	<u>\$ 22,172</u>	<u>\$ (57,828)</u>	<u>\$ (209,431)</u>	<u>\$ (151,603)</u>	<u>\$ (4,409)</u>

VILLAGE OF ORLAND PARK, ILLINOIS

Road Exaction Fund

Balance Sheet

As of September 30, 2006

With comparative actual amounts as of September 30, 2005

	<u>2006</u>	<u>2005</u>
ASSETS		
Cash and Investments	\$ 3,188,679	\$ 3,942,237
Accounts Receivable	186,400	69,811
Accrued Interest Receivable	18,030	7,815
	<u> </u>	<u> </u>
Total Assets	<u>\$ 3,393,109</u>	<u>\$ 4,019,863</u>
LIABILITIES AND FUND BALANCES		
Liabilities:		
Accounts Payable	\$ 39,296	\$ 98,788
Deposits Payable	67,500	67,500
	<u> </u>	<u> </u>
Total Liabilities	106,796	166,288
Fund Balances:		
Unreserved	<u>3,286,313</u>	<u>3,853,575</u>
	<u> </u>	<u> </u>
Total Liabilities and Fund Balances	<u>\$ 3,393,109</u>	<u>\$ 4,019,863</u>

VILLAGE OF ORLAND PARK, ILLINOIS

Road Exaction Fund

**Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
For the Year Ended September 30, 2006**

With comparative actual amounts for the year ended September 30, 2005

	2006			Variance with	2005
	Original Budget	Final Budget	Actual	Final Budget Positive (Negative)	Actual
Revenues:					
Intergovernmental Reimbursements	\$ 382,500	\$ 807,216	\$ 212,898	\$ 212,898	\$ 175,887
Charges for Services:					
Fees by Agreement	1,000,000	1,000,000	816,046	(183,954)	1,039,439
Investment Income	103,058	103,058	138,769	35,711	77,551
Total Revenues	1,485,558	1,910,274	1,167,713	(742,561)	1,292,877
Expenditures:					
Current:					
General Government:					
Credit and Collection	-	-	333	(333)	463
Total General Government	-	-	333	(333)	463
Public Works:					
Professional Services	450,000	592,140	330,210	261,930	547,907
Repairs and Maintenance	-	-	-	-	5,607
Miscellaneous	-	-	258,462	(258,462)	-
Total Public Works	450,000	592,140	588,672	3,468	553,514
Capital Outlay	600,000	2,290,537	60,121	2,230,416	94,628
Total Expenditures	1,050,000	2,882,677	649,126	2,233,551	648,605
Excess (Deficiency) of Revenues Over (Under) Expenditures	435,558	(972,403)	518,587	1,490,990	644,272
Other Financing Use:					
Transfers Out	-	-	(1,085,849)	(1,085,849)	-
Net Change in Fund Balances	435,558	(972,403)	(567,262)	405,141	644,272
Fund Balances at Beginning of Year	3,853,575	3,853,575	3,853,575	-	3,209,303
Fund Balances at End of Year	\$ 4,289,133	\$ 2,881,172	\$ 3,286,313	\$ 405,141	\$ 3,853,575

VILLAGE OF ORLAND PARK, ILLINOIS

Water and Sewerage Fund

Statement of Net Assets

As of September 30, 2006

With comparative actual amounts as of September 30, 2005

ASSETS	2006	2005
Current Assets:		
Cash and Investments	\$ 8,136,337	\$ 11,335,792
Receivables:		
Accounts, Net of Allowance for Uncollectibles	3,362,690	3,936,922
Accrued Interest	37,801	114,692
Due from Other Funds	2,330,345	2,330,345
Prepaid Expenses	12,796	9,791
Total Current Assets	13,879,969	17,727,542
Noncurrent Assets:		
Capital Assets:		
Land and Land Improvements	25,833,830	21,774,107
Buildings	502,582	580,328
Water Distribution System	74,929,735	66,859,052
Storm and Sanitary System	63,152,252	54,831,448
Machinery and Equipment	996,936	883,397
Vehicles	597,092	644,461
Construction in Progress	1,059,915	6,599,302
Total	167,072,342	152,172,095
Less Accumulated Depreciation	(42,591,952)	(40,031,396)
Net Capital Assets	124,480,390	112,140,699
Total Assets	\$ 138,360,359	\$ 129,868,241
LIABILITIES		
Current Liabilities:		
Accounts Payable	\$ 1,523,442	\$ 2,018,088
Accrued Payroll	66,979	58,188
Compensated Absences Payable	170,541	144,155
Total Liabilities	\$ 1,760,962	\$ 2,220,431
NET ASSETS		
Invested in Capital Assets	\$ 124,480,390	\$ 112,140,699
Unrestricted	12,119,007	15,507,111
Total Net Assets	\$ 136,599,397	\$ 127,647,810

VILLAGE OF ORLAND PARK, ILLINOIS

Water and Sewerage Fund

Schedule of Revenues, Expenses/Expenditures and Changes in Fund Net Assets -

Budget and Actual

For the Year Ended September 30, 2006

With comparative actual amounts for the year ended September 30, 2005

	2006			Variance with Final Budget Positive (Negative)	2005
	Original Budget	Final Budget	Actual		Actual
Operating Revenues:					
Water and Sewer Service Fees	\$ 13,140,000	\$ 13,140,000	\$ 12,033,800	\$ (1,106,200)	\$ 11,991,972
Solid Waste Disposal	3,630,000	3,630,000	3,573,134	(56,866)	3,402,832
Total Operating Revenues	16,770,000	16,770,000	15,606,934	(1,163,066)	15,394,804
Operating Expenses:					
Administration	957,918	957,918	957,918	-	939,047
Personal Services	1,642,183	1,717,867	1,707,012	10,855	1,528,165
Employee Benefits	579,973	610,691	592,034	18,657	516,688
Employee Reimbursements	16,825	16,825	5,458	11,367	8,853
Credit and Collection	35,400	35,400	31,659	3,741	75,626
Professional Services	307,500	662,381	146,677	515,704	259,687
Utilities, Communication, Transportation	4,815,825	4,815,825	4,949,384	(133,559)	5,047,914
Purchased Services	3,778,903	3,778,903	3,741,915	36,988	3,544,201
Repairs and Maintenance	438,002	698,406	332,324	366,082	277,570
Rent	4,600	4,600	1,577	3,023	1,749
Insurance	214,326	214,326	214,326	-	257,292
Supplies:					
General	100,170	104,645	66,651	37,994	41,892
Repairs and Maintenance	50,800	50,800	19,006	31,794	20,532
Operations	251,750	254,750	73,218	181,532	69,098
Other Commodities	713,100	713,100	634,171	78,929	665,564
Miscellaneous	125,000	105,666	604	105,062	25,025
Depreciation	2,678,100	2,678,100	2,883,882	(205,782)	2,655,165
Total Operating Expenses	16,710,375	17,420,203	16,357,816	1,062,387	15,934,068
Operating Income (Loss)	59,625	(650,203)	(750,882)	(100,679)	(539,264)
Non-Operating Revenues:					
Investment Income	541,283	541,283	334,797	(206,486)	367,775
Reimbursements	-	-	-	-	153,590
Gain (Loss) on Disposals of Capital Assets	2,500	2,500	(27,425)	(29,925)	8,272
Total Non-Operating Revenues	543,783	543,783	307,372	(236,411)	529,637
Income (Loss) Before Contributions and Transfers	603,408	(106,420)	(443,510)	(337,090)	(9,627)
Capital Contributions	-	-	9,974,451	9,974,451	4,453,396
Transfers Out of Capital Assets	-	-	(579,354)	(579,354)	-
Changes in Net Assets	603,408	(106,420)	8,951,587	9,058,007	4,443,769
Net Assets at Beginning of Year	127,647,810	127,647,810	127,647,810	-	123,204,041
Net Assets at End of Year	\$ 128,251,218	\$ 127,541,390	\$ 136,599,397	\$ 9,058,007	\$ 127,647,810
Other Budgeted Expenditures:					
Capital Outlay	\$ (5,350,835)	\$ (11,512,022)	\$ (5,286,967)	\$ 6,225,055	\$ (8,497,821)

THIS PAGE INTENTIONALLY LEFT BLANK

VILLAGE OF ORLAND PARK, ILLINOIS

Water and Sewerage Fund

Statement of Cash Flows

For the Year Ended September 30, 2006

With comparative actual amounts for the year ended September 30, 2005

	<u>2006</u>	<u>2005</u>
Cash Flows from Operating Activities:		
Receipts from Customers and Users	\$ 16,181,166	\$ 14,543,334
Payments to Suppliers	(12,229,399)	(10,855,258)
Payments to Employees	(1,707,012)	(1,528,165)
Net Cash Provided by Operating Activities	<u>2,244,755</u>	<u>2,159,911</u>
Cash Flows from Capital and Related Financing Activities:		
Purchase and Construction of capital assets	(5,866,321)	(8,497,821)
Proceeds from Disposal of capital assets	10,419	8,272
Reimbursements	-	153,590
Net Cash Used by Capital and Related Financing Activities	<u>(5,855,902)</u>	<u>(8,335,959)</u>
Cash Flows from Investing Activities:		
Investment Income Received	<u>411,692</u>	<u>370,981</u>
Net Decrease in Cash and Investments	(3,199,455)	(5,805,067)
Cash and Investments at Beginning of Year	<u>11,335,792</u>	<u>17,140,859</u>
Cash and Investments at End of Year	<u>\$ 8,136,337</u>	<u>\$ 11,335,792</u>
Reconciliation of Operating Loss to Net Cash Provided by Operating Activities:		
Operating Loss	\$ (750,882)	\$ (539,264)
Adjustments to Reconcile Operating Loss to Net Cash Provided by Operating Activities:		
Depreciation	2,883,882	2,655,165
Changes in Operating Assets and Liabilities:		
(Increase) Decrease in Current Assets	571,224	(854,440)
Increase (Decrease) in Current Liabilities	(459,469)	898,450
Net Cash Provided by Operating Activities	<u>\$ 2,244,755</u>	<u>\$ 2,159,911</u>
Noncash Capital and Related Financing Activities:		
Transfers Out of Capital Assets to Governmental Activities	(579,354)	-
Contribution of Capital Assets	9,974,451	4,453,396

VILLAGE OF ORLAND PARK, ILLINOIS

**Water and Sewerage Fund
Schedule of Capital Assets and Accumulated Depreciation
For the Year Ended September 30, 2006**

	A S S E T S			
	Balance October 1, 2005	Additions/ Transfers	Adjustments/ Disposals/ Transfers	Balance September 30, 2006
Land	\$ 21,488,302	\$ 2,878,864	\$ -	\$ 24,367,166
Land Improvements	285,805	1,180,859	-	1,466,664
Buildings	580,328	-	77,746	502,582
Water Distribution System	66,859,052	8,306,741	236,058	74,929,735
Storm and Sanitary System	54,831,448	8,600,944	280,140	63,152,252
Machinery and Equipment	883,397	113,539	-	996,936
Vehicles	644,461	-	47,369	597,092
Construction in Progress	6,599,302	393,320	5,932,707	1,059,915
Totals	\$ 152,172,095	\$ 21,474,267	\$ 6,574,020	\$ 167,072,342

ACCUMULATED DEPRECIATION

Balance October 1, 2005	Additions/ Transfers	Adjustments/ Disposals/ Transfers	Balance September 30, 2006	Net Asset Value
\$ -	\$ -	\$ -	\$ -	\$ 24,367,166
63,762	42,658	-	106,420	1,360,244
263,959	10,046	39,854	234,151	268,431
21,250,596	1,539,684	233,304	22,556,976	52,372,759
17,479,351	1,177,085	2,801	18,653,635	44,498,617
559,446	71,112	-	630,558	366,378
414,282	43,297	47,367	410,212	186,880
-	-	-	-	1,059,915
<u>\$ 40,031,396</u>	<u>\$ 2,883,882</u>	<u>\$ 323,326</u>	<u>\$ 42,591,952</u>	<u>\$ 124,480,390</u>

VILLAGE OF ORLAND PARK, ILLINOIS

Centennial Pool Fund

Statement of Net Assets

As of September 30, 2006

With comparative actual amounts as of September 30, 2005

	<u>2006</u>	<u>2005</u>
ASSETS		
Current Assets:		
Cash and Investments	\$ 293,713	\$ 340,117
Accrued Interest Receivable	848	-
Total Current Assets	<u>294,561</u>	<u>340,117</u>
Noncurrent Assets:		
Capital Assets:		
Land and Land Improvements	162,635	162,635
Pool	10,971,065	10,971,065
Machinery and Equipment	<u>10,039</u>	<u>10,039</u>
Total	11,143,739	11,143,739
Less Accumulated Depreciation	<u>(3,494,508)</u>	<u>(3,150,389)</u>
Net Capital Assets	<u>7,649,231</u>	<u>7,993,350</u>
Total Assets	<u>\$ 7,943,792</u>	<u>\$ 8,333,467</u>
LIABILITIES		
Current Liabilities:		
Accounts Payable	\$ 98,126	\$ 44,087
Accrued Payroll	<u>2,059</u>	<u>1,977</u>
Total Liabilities	<u>\$ 100,185</u>	<u>\$ 46,064</u>
NET ASSETS		
Invested in Capital Assets	\$ 7,649,231	\$ 7,993,350
Unrestricted	<u>194,376</u>	<u>294,053</u>
Total Net Assets	<u>\$ 7,843,607</u>	<u>\$ 8,287,403</u>

VILLAGE OF ORLAND PARK, ILLINOIS

Centennial Pool Fund

Schedule of Revenues, Expenses and Changes in Fund Net Assets - Budget and Actual

For the Year Ended September 30, 2006

With comparative actual amounts for the year ended September 30, 2005

	2006			Variance with Final Budget Positive (Negative)	2005
	Original Budget	Final Budget	Actual		Actual
Operating Revenues:					
Culture and Recreation Fees	\$ 677,200	\$ 677,200	\$ 791,866	\$ 114,666	\$ 857,671
Operating Expenses:					
Personal Services	792,068	792,068	543,038	249,030	614,760
Employee Benefits	78,892	78,892	59,867	19,025	64,947
Employee Reimbursements	19,000	19,000	14,414	4,586	16,123
Credit and Collection	4,400	4,400	4,379	21	4,476
Professional Services	4,000	4,000	6,580	(2,580)	1,091
Utilities, Communication, Transportation	142,000	142,000	128,411	13,589	115,439
Purchased Services	6,900	6,900	10,318	(3,418)	9,429
Repairs and Maintenance	54,968	54,968	47,318	7,650	35,003
Insurance	36,487	36,487	36,487	-	55,381
Supplies:					
General	121,500	121,500	60,097	61,403	59,298
Repairs and Maintenance	27,000	46,007	46,482	(475)	29,922
Operations	33,500	33,500	36,790	(3,290)	33,819
Recreation Program Expense	18,000	18,000	15,624	2,376	17,987
Depreciation	350,000	350,000	344,119	5,881	344,119
Total Operating Expenses	1,688,715	1,707,722	1,353,924	353,798	1,401,794
Operating Loss	(1,011,515)	(1,030,522)	(562,058)	468,464	(544,123)
Non-Operating Revenues:					
Investment Income	11,655	11,655	17,093	5,438	12,508
Loss Before Transfers	(999,860)	(1,018,867)	(544,965)	473,902	(531,615)
Transfers in	414,805	414,805	101,169	(313,636)	187,762
Change in Net Assets	(585,055)	(604,062)	(443,796)	160,266	(343,853)
Net Assets at Beginning of Year	8,287,403	8,287,403	8,287,403	-	8,631,256
Net Assets at End of Year	\$ 7,702,348	\$ 7,683,341	\$ 7,843,607	\$ 160,266	\$ 8,287,403

THIS PAGE INTENTIONALLY LEFT BLANK

VILLAGE OF ORLAND PARK, ILLINOIS

Centennial Pool Fund

Statement of Cash Flows

For the Year Ended September 30, 2006

With comparative actual amounts for the year ended September 30, 2005

	<u>2006</u>	<u>2005</u>
Cash Flows from Operating Activities:		
Receipts from Customers and Users	\$ 791,866	\$ 857,671
Payments to Suppliers	(412,645)	(453,098)
Payments to Employees	(543,038)	(614,760)
	<u>(163,817)</u>	<u>(210,187)</u>
Net Cash used by Operating Activities	(163,817)	(210,187)
Cash Flows from Non-Capital and Related Financing Activities:		
Transfers In	101,169	187,762
Cash Flows from Investing Activities:		
Investment Income Received	16,244	12,508
	<u>(46,404)</u>	<u>(9,917)</u>
Net Decrease in Cash and Investments	(46,404)	(9,917)
Cash and Investments at Beginning of Year	340,117	350,034
Cash and Investments at End of Year	<u>\$ 293,713</u>	<u>\$ 340,117</u>
Reconciliation of Operating Loss to Net Cash Used by Operating Activities:		
Operating Loss	\$ (562,058)	\$ (544,123)
Adjustments to Reconcile Operating Loss to Net Cash Used by Operating Activities:		
Depreciation	344,119	344,119
Changes in Operating Liabilities:		
Increase (Decrease) in Current Liabilities	54,122	(10,183)
	<u>54,122</u>	<u>(10,183)</u>
Net Cash Used by Operating Activities	<u>\$ (163,817)</u>	<u>\$ (210,187)</u>

VILLAGE OF ORLAND PARK, ILLINOIS

Centennial Pool Fund
Schedule of Capital Assets and Accumulated Depreciation
For the Year Ended September 30, 2006

	ASSETS			
	<u>Balance October 1, 2005</u>	<u>Additions/ Transfers</u>	<u>Adjustments/ Disposals/ Transfers</u>	<u>Balance September 30, 2006</u>
Land	\$ 115,000	\$ -	\$ -	\$ 115,000
Land Improvements	47,635	-	-	47,635
Pool	10,971,065	-	-	10,971,065
Machinery and Equipment	<u>10,039</u>	<u>-</u>	<u>-</u>	<u>10,039</u>
Totals	<u>\$ 11,143,739</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 11,143,739</u>

ACCUMULATED DEPRECIATION

<u>Balance October 1, 2005</u>	<u>Additions/ Transfers</u>	<u>Adjustments/ Disposals/ Transfers</u>	<u>Balance September 30, 2006</u>	<u>Net Asset Value</u>
\$ -	\$ -	\$ -	\$ -	\$ 115,000
33,346	3,176	-	36,522	11,113
3,112,025	340,274	-	3,452,299	7,518,766
5,018	669	-	5,687	4,352
<u>\$ 3,150,389</u>	<u>\$ 344,119</u>	<u>\$ -</u>	<u>\$ 3,494,508</u>	<u>\$ 7,649,231</u>

VILLAGE OF ORLAND PARK, ILLINOIS

Commuter Parking Fund

Statement of Net Assets

As of September 30, 2006

With comparative actual amounts as of September 30, 2005

	<u>2006</u>	<u>2005</u>
ASSETS		
Current Assets:		
Cash and Investments	\$ 728,566	\$ 739,464
Accrued Interest Receivable	6,063	4,265
Total Current Assets	<u>734,629</u>	<u>743,729</u>
Noncurrent Assets:		
Capital Assets:		
Land and Land Improvements	1,635,681	1,635,681
Buildings	346,500	346,500
Machinery and Equipment	139,688	139,688
Total	2,121,869	2,121,869
Less Accumulated Depreciation	<u>(699,813)</u>	<u>(644,513)</u>
Net Capital Assets	<u>1,422,056</u>	<u>1,477,356</u>
Total Assets	<u>\$ 2,156,685</u>	<u>\$ 2,221,085</u>
LIABILITIES		
Current Liabilities:		
Accounts Payable	<u>\$ 15,027</u>	<u>\$ 86,233</u>
NET ASSETS		
Invested in Capital Assets	\$ 1,422,056	\$ 1,477,356
Unrestricted	<u>719,602</u>	<u>657,496</u>
Total Net Assets	<u>\$ 2,141,658</u>	<u>\$ 2,134,852</u>

VILLAGE OF ORLAND PARK, ILLINOIS

Commuter Parking Fund

Schedule of Revenues, Expenses and Changes in Fund Net Assets - Budget and Actual
For the Year Ended September 30, 2006

With comparative actual amounts for the year ended September 30, 2005

	2006		Variance with Final Budget Positive (Negative)	2005
	Original and Final Budget	Actual		Actual
Operating Revenues:				
Charges for Services:				
Permits	\$ 165,000	\$ 187,182	\$ 22,182	\$ 174,865
Operating Expenses:				
Credit and Collection	500	33	467	273
Professional Services	-	2,191	(2,191)	-
Utilities, Communication, Transportation	10,000	12,679	(2,679)	11,604
Purchased Services	26,562	17,254	9,308	19,057
Repairs and Maintenance	118,000	96,605	21,395	115,555
Rent	16,120	16,046	74	18,108
Insurance	5,527	5,527	-	3,136
Supplies:				
General	1,600	2,877	(1,277)	1,260
Repairs and Maintenance	3,000	753	2,247	641
Miscellaneous	-	-	-	30
Depreciation	58,500	55,300	3,200	57,116
Total Operating Expenses	239,809	209,265	30,544	226,780
Operating Income (Loss)	(74,809)	(22,083)	52,726	(51,915)
Non-Operating Revenues (Expenses):				
Investment Income	21,226	28,889	7,663	16,989
Contribution Expense	-	-	-	(21,537)
Total Non-Operating Revenues (Expenses)	21,226	28,889	7,663	(4,548)
Change in Net Assets	(53,583)	6,806	60,389	(56,463)
Net Assets at Beginning of Year	2,134,852	2,134,852	-	2,191,315
Net Assets at End of Year	\$ 2,081,269	\$ 2,141,658	\$ 60,389	\$ 2,134,852

THIS PAGE INTENTIONALLY LEFT BLANK

VILLAGE OF ORLAND PARK, ILLINOIS

Commuter Parking Fund

Statement of Cash Flows

For the Year Ended September 30, 2006

With comparative actual amounts for the year ended September 30, 2005

	<u>2006</u>	<u>2005</u>
Cash Flows from Operating Activities:		
Receipts from Customers and Users	\$ 187,182	\$ 174,865
Payments to Suppliers	<u>(225,171)</u>	<u>(156,586)</u>
Net Cash Provided (Used) by Operating Activities	(37,989)	18,279
Cash Flows from Investing Activities:		
Investment Income Received	<u>27,091</u>	<u>14,105</u>
Net Increase (Decrease) in Cash and Investments	(10,898)	32,384
Cash and Investments at Beginning of Year	<u>739,464</u>	<u>707,080</u>
Cash and Investments at End of Year	<u>\$ 728,566</u>	<u>\$ 739,464</u>
Reconciliation of Operating Loss to Net Cash Provided (Used) by Operating Activities:		
Operating Loss	\$ (22,083)	\$ (51,915)
Adjustments to Reconcile Operating Loss to Net Cash Provided (Used) by Operating Activities:		
Depreciation	55,300	57,116
Changes in Operating Assets and Liabilities:		
Increase (Decrease) in Current Liabilities	<u>(71,206)</u>	<u>13,078</u>
Net Cash Provided (Used) by Operating Activities	<u>\$ (37,989)</u>	<u>\$ 18,279</u>

VILLAGE OF ORLAND PARK, ILLINOIS

Commuter Parking Fund
Schedule of Capital Assets and Accumulated Depreciation
For the year ended September 30, 2006

	ASSETS			
	Balance October 1, 2005	Additions/ Transfers	Adjustments/ Disposals/ Transfers	Balance September 30, 2006
Land	\$ 147,259	\$ -	\$ -	\$ 147,259
Land Improvements	1,488,422	-	-	1,488,422
Buildings	346,500	-	-	346,500
Equipment	139,688	-	-	139,688
Totals	<u>\$ 2,121,869</u>	<u>-</u>	<u>\$ -</u>	<u>\$ 2,121,869</u>

ACCUMULATED DEPRECIATION

<u>Balance October 1, 2005</u>	<u>Additions/ Transfers</u>	<u>Adjustments/ Disposals/ Transfers</u>	<u>Balance September 30, 2006</u>	<u>Net Asset Value</u>
\$ -	\$ -	\$ -	\$ -	\$ 147,259
486,207	30,250	-	516,457	971,965
104,209	7,023	-	111,232	235,268
54,097	18,027	-	72,124	67,564
<u>\$ 644,513</u>	<u>\$ 55,300</u>	<u>\$ -</u>	<u>\$ 699,813</u>	<u>\$ 1,422,056</u>

VILLAGE OF ORLAND PARK, ILLINOIS

Internal Service Funds

Combining Statement of Net Assets

As of September 30, 2006

With comparative actual amounts as of September 30, 2005

ASSETS	Vehicle and Equipment	Insurance
Current Assets:		
Cash and Investments	\$ -	\$ 3,411,022
Receivables:		
Accounts	-	42,780
Accrued Interest	-	14,425
Prepaid Expenses	-	20,000
Inventory	-	-
Total Current Assets	-	3,488,227
Noncurrent Assets:		
Capital Assets:		
Land and Land Improvements	-	-
Improvements Other Than Buildings	-	-
Machinery and Equipment	-	-
Vehicles	-	-
Total	-	-
Less Accumulated Depreciation	-	-
Net Capital Assets	-	-
Total Assets	\$ -	\$ 3,488,227
LIABILITIES		
Current Liabilities:		
Accounts Payable	\$ -	\$ -
Accrued Payroll	-	-
Compensated Absences Payable	-	-
Claims Payable	-	1,484,008
Total Liabilities	\$ -	\$ 1,484,008
NET ASSETS		
Invested in Capital Assets	\$ -	\$ -
Unrestricted	-	2,004,219
Total Net Assets	\$ -	\$ 2,004,219

Totals	
2006	2005

\$ 3,411,022	\$ 5,364,659
42,780	23,814
14,425	18,826
20,000	20,000
-	28,506
<u>3,488,227</u>	<u>5,455,805</u>

-	23,895
-	79,844
-	562,440
-	<u>5,488,378</u>

-	6,154,557
-	<u>(3,727,695)</u>

-	<u>2,426,862</u>
---	------------------

<u>\$ 3,488,227</u>	<u>\$ 7,882,667</u>
---------------------	---------------------

\$ -	\$ 82,956
-	29,838
-	77,828
<u>1,484,008</u>	<u>1,536,559</u>

<u>\$ 1,484,008</u>	<u>\$ 1,727,181</u>
---------------------	---------------------

\$ -	\$ 2,426,862
<u>2,004,219</u>	<u>3,728,624</u>

<u>\$ 2,004,219</u>	<u>\$ 6,155,486</u>
---------------------	---------------------

VILLAGE OF ORLAND PARK, ILLINOIS

Internal Service Funds

Combining Statement of Revenues, Expenses and Changes in Fund Net Assets

For the Year Ended September 30, 2006

With comparative actual amounts for the year ended September 30, 2005

	<u>Vehicle and Equipment</u>	<u>Insurance</u>
Operating Revenues:		
Fees for Services	\$ -	\$ 5,298,495
Reimbursements and Miscellaneous	-	47,208
Total Operating Revenues	<u>-</u>	<u>5,345,703</u>
Operating Expenses:		
Personal Services	-	50,804
Employee Benefits	-	6,077
Employee Reimbursements	-	-
Credit and Collection	-	712
Professional Services	-	116,400
Utilities, Communication, Transportation	-	-
Purchased Services	-	-
Repairs and Maintenance	-	-
Insurance	-	5,340,605
Supplies:		
General	-	150
Repairs and Maintenance	-	-
Operations	-	-
Other Commodities	-	-
Miscellaneous	-	-
Depreciation	-	-
Total Operating Expenses	<u>-</u>	<u>5,514,748</u>
Operating Income (Loss)	<u>-</u>	<u>(169,045)</u>
Non-Operating Revenues:		
Investment Income	-	127,517
Gain (Loss) on Disposals of Capital Assets	-	-
Total Non-Operating Revenues	<u>-</u>	<u>127,517</u>
Income (Loss) Before Contributions and Transfers	-	(41,528)
Transfers Out	(1,585,724)	(97,153)
Transfers Out of Capital Assets	<u>(2,426,862)</u>	<u>-</u>
Change in Net Assets	(4,012,586)	(138,681)
Net Assets at Beginning of Year	<u>4,012,586</u>	<u>2,142,900</u>
Net Assets at End of Year	<u>\$ -</u>	<u>\$ 2,004,219</u>

Totals	
2006	2005
\$ 5,298,495	\$ 6,875,510
47,208	13,660
<u>5,345,703</u>	<u>6,889,170</u>
50,804	595,441
6,077	217,859
-	2,682
712	22,583
116,400	115,000
-	1,329
-	3,846
-	90,103
5,340,605	4,811,950
150	31,892
-	178,853
-	389,972
-	757
-	600
-	779,312
<u>5,514,748</u>	<u>7,242,179</u>
<u>(169,045)</u>	<u>(353,009)</u>
127,517	116,752
-	(49,240)
<u>127,517</u>	<u>67,512</u>
(41,528)	(285,497)
(1,682,877)	-
<u>(2,426,862)</u>	<u>-</u>
(4,151,267)	(285,497)
<u>6,155,486</u>	<u>6,440,983</u>
<u>\$ 2,004,219</u>	<u>\$ 6,155,486</u>

VILLAGE OF ORLAND PARK, ILLINOIS

Internal Service Funds

Combining Statement of Cash Flows

For the Year Ended September 30, 2006

With comparative actual amounts for the year ended September 30, 2005

	<u>Vehicle and Equipment</u>	<u>Insurance</u>
Cash Flows from Operating Activities:		
Receipts from Customers and Users	\$ -	\$ 657,328
Receipts from Interfund Services Provided	-	4,669,409
Payments to Suppliers	(153,287)	(5,525,324)
Payments to Employees	-	(50,804)
	<u>-</u>	<u>(50,804)</u>
Net Cash Provided (Used) by Operating Activities	<u>(153,287)</u>	<u>(249,391)</u>
Cash Flows from Non-Capital and Related Financing Activities:		
Transfers In	-	-
Transfers Out	(1,585,724)	(97,153)
Due from Component Unit	-	-
Due from Other Funds	-	-
	<u>-</u>	<u>-</u>
Net Cash Provided (Used) by Non-Capital and Related Financing Activities	<u>(1,585,724)</u>	<u>(97,153)</u>
Cash Flows from Capital and Related Financing Activities:		
Purchase of Capital Assets	-	-
Proceeds from Disposals of Capital Assets	-	-
	<u>-</u>	<u>-</u>
Net Cash Used by Capital and Related Financing Activities	<u>-</u>	<u>-</u>
Cash Flows from Investing Activities:		
Investment Income Received	5,802	126,116
	<u>5,802</u>	<u>126,116</u>
Net Increase (Decrease) in Cash and Investments	(1,733,209)	(220,428)
Cash and Investments at Beginning of Year	<u>1,733,209</u>	<u>3,631,450</u>
Cash and Investments at End of Year	<u>\$ -</u>	<u>\$ 3,411,022</u>

Totals	
2006	2005
\$ 657,328	\$ 601,216
4,669,409	6,304,969
(5,678,611)	(5,913,727)
<u>(50,804)</u>	<u>(595,441)</u>
<u>(402,678)</u>	<u>397,017</u>
-	-
(1,682,877)	-
-	403
<u>-</u>	<u>804,844</u>
<u>(1,682,877)</u>	<u>805,247</u>
-	(267,106)
<u>-</u>	<u>34,911</u>
<u>-</u>	<u>(232,195)</u>
<u>131,918</u>	<u>116,675</u>
(1,953,637)	1,086,744
<u>5,364,659</u>	<u>4,277,915</u>
<u>\$ 3,411,022</u>	<u>\$ 5,364,659</u>

VILLAGE OF ORLAND PARK, ILLINOIS

Internal Service Funds

Combining Statement of Cash Flows

For the Year Ended September 30, 2006

With comparative actual amounts for the year ended September 30, 2005

	<u>Vehicle and Equipment</u>	<u>Insurance</u>
Reconciliation of Operating Loss to Net Cash Provided (Used) by Operating Activities:		
Operating Loss	\$ -	\$ (169,045)
Adjustments to Reconcile Operating Loss to Net Cash Provided (Used) by Operating Activities:		
Depreciation	-	-
Changes in Operating Assets and Liabilities:		
(Increase) Decrease in Current Assets	28,506	(18,966)
Increase (Decrease) in Current Liabilities	<u>(181,793)</u>	<u>(61,380)</u>
Net Cash Provided (Used) by Operating Activities	<u>\$ (153,287)</u>	<u>\$ (249,391)</u>
Noncash Capital and Related Financing Activities:		
Transfers Out of Capital Assets to Governmental Activities	(2,426,862)	-

Totals	
2006	2005
\$ (169,045)	\$ (353,009)
-	779,312
9,540	8,462
(243,173)	(37,748)
<u>\$ (402,678)</u>	<u>\$ 397,017</u>

(2,426,862)

VILLAGE OF ORLAND PARK, ILLINOIS

Vehicle and Equipment Fund

Statement of Net Assets

As of September 30, 2006

With comparative actual amounts as of September 30, 2005

ASSETS	2006	2005
Current Assets:		
Cash and Investments	\$ -	\$ 1,733,209
Accrued Interest Receivable	-	5,802
Inventory	-	28,506
Total Current Assets	<u>-</u>	<u>1,767,517</u>
Noncurrent Assets:		
Capital Assets:		
Land and Land Improvements	-	23,895
Improvements Other than Buildings	-	79,844
Machinery and Equipment	-	562,440
Vehicles	-	5,488,378
Total	-	6,154,557
Less Accumulated Depreciation	-	(3,727,695)
Net Capital Assets	<u>-</u>	<u>2,426,862</u>
Total Assets	<u>\$ -</u>	<u>\$ 4,194,379</u>
LIABILITIES		
Current Liabilities:		
Accounts Payable	\$ -	\$ 82,956
Accrued Payroll	-	21,009
Compensated Absences Payable	-	77,828
Total Liabilities	<u>\$ -</u>	<u>\$ 181,793</u>
NET ASSETS		
Invested in Capital Assets	\$ -	\$ 2,426,862
Unrestricted	-	1,585,724
Total Net Assets	<u>\$ -</u>	<u>\$ 4,012,586</u>

VILLAGE OF ORLAND PARK, ILLINOIS

Vehicle and Equipment Fund

Schedule of Revenues, Expenses and Changes in Fund Net Assets -

Budget and Actual

For the Year Ended September 30, 2006

With comparative actual amounts for the year ended September 30, 2005

	2006			Variance with Final Budget Positive (Negative)	2005
	Original Budget	Final Budget	Actual		Actual
Operating Revenues:					
Fees for Services	\$ -	\$ -	\$ -	\$ -	\$ 1,638,604
Reimbursements	-	-	-	-	700
Total Operating Revenues	-	-	-	-	1,639,304
Operating Expenses:					
Personal Services	-	-	-	-	523,869
Employee Benefits	-	-	-	-	209,376
Employee Reimbursements	-	-	-	-	2,682
Credit and Collection	-	-	-	-	190
Utilities, Communication, Transportation	-	-	-	-	1,329
Purchased Services	-	-	-	-	3,846
Repairs and Maintenance	-	-	-	-	90,103
Insurance	-	-	-	-	11,873
Supplies:					
General	-	-	-	-	31,892
Repairs and Maintenance	-	-	-	-	178,853
Operations	-	-	-	-	389,972
Other Commodities	-	-	-	-	757
Miscellaneous	-	-	-	-	600
Depreciation	-	-	-	-	779,312
Total Operating Expenses	-	-	-	-	2,224,654
Operating Income (Loss)	-	-	-	-	(585,350)
Non-Operating Revenues:					
Investment Income	-	-	-	-	38,176
(Loss) on Disposals of Capital Assets	-	-	-	-	(49,240)
Total Non-Operating Revenues	-	-	-	-	(11,064)
(Loss) Before Contributions and Transfers	-	-	-	-	(596,414)
Transfers Out	-	(1,591,175)	(1,585,724)	5,451	-
Transfers Out of Capital Assets	-	-	(2,426,862)	(2,426,862)	-
Change in Net Assets	-	(1,591,175)	(4,012,586)	(2,421,411)	(596,414)
Net Assets at Beginning of Year	4,012,586	4,012,586	4,012,586	-	4,609,000
Net Assets at End of Year	\$ 4,012,586	2,421,411	\$ -	\$ (2,421,411)	\$ 4,012,586
Other Budgeted Expenditures:					
Capital Outlay	\$ -	-	\$ -	\$ -	\$ (267,106)

THIS PAGE INTENTIONALLY LEFT BLANK

VILLAGE OF ORLAND PARK, ILLINOS

Vehicle and Equipment Fund

Statement of Cash Flows

For the Year Ended September 30, 2006

With comparative actual amounts for the year ended September 30, 2005

	<u>2006</u>	<u>2005</u>
Cash Flows from Operating Activities:		
Receipts from Customers and Users	\$ -	\$ 700
Receipts from Interfund Services Provided	-	1,638,604
Payments to Suppliers	(153,287)	(934,004)
Payments to Employees	-	(523,869)
Net Cash Provided (Used) by Operating Activities	<u>(153,287)</u>	<u>181,431</u>
Cash Flows from Non-Capital and Related Financing Activities:		
Transfers Out	(1,585,724)	-
Due from Component Unit	-	403
Net Cash Provided (Used) by Non-Capital and Related Financing Activities	<u>(1,585,724)</u>	<u>403</u>
Cash Flows from Capital and Related Financing Activities:		
Purchases of Capital Assets	-	(267,106)
Proceeds from Disposal of Capital Assets	-	34,911
Net Cash Used by Capital and Related Financing Activities	<u>-</u>	<u>(232,195)</u>
Cash Flows from Investing Activities:		
Investment Income Received	5,802	38,565
Net Increase (Decrease) in Cash and Investments	(1,733,209)	(11,796)
Cash and Investments at Beginning of Year	1,733,209	1,745,005
Cash and Investments at End of Year	<u>\$ -</u>	<u>\$ 1,733,209</u>
Reconciliation of Operating Loss to Net Cash Provided by Operating Activities:		
Operating Loss	\$ -	\$ (585,350)
Adjustments to Reconcile Operating Loss to Net Cash Provided (Used) by Operating Activities:		
Depreciation	-	779,312
Changes in Operating Assets and Liabilities:		
(Increase) Decrease in Current Assets	28,506	(11,553)
(Decrease) in Current Liabilities	(181,793)	(978)
Net Cash Provided (Used) by Operating Activities	<u>\$ (153,287)</u>	<u>\$ 181,431</u>
Noncash Capital and Related Financing Activities:		
Transfers Out of Capital Assets to Governmental Activities	(2,426,862)	-

VILLAGE OF ORLAND PARK, ILLINOIS

**Vehicle and Equipment Fund
 Schedule of Capital Assets and Accumulated Depreciation
 For the Year Ended September 30, 2006**

	ASSETS			
	Balance October 1, 2005	Additions/ Transfers	Adjustments/ Disposals/ Transfers	Balance September 30, 2006
Land Improvements	\$ 23,895	\$ -	\$ 23,895	\$ -
Improvements Other Than Buildings	79,844	-	79,844	-
Machinery and Equipment	562,440		562,440	-
Vehicles	5,488,378		5,488,378	-
Totals	<u>\$ 6,154,557</u>	<u>\$ -</u>	<u>\$ 6,154,557</u>	<u>\$ -</u>

ACCUMULATED DEPRECIATION

Balance October 1, 2005	Additions/ Transfers	Adjustments/ Disposals/ Transfers	Balance September 30, 2006	Net Asset Value
\$ 19,714	\$ -	\$ 19,714	\$ -	\$ -
22,213	-	22,213	-	-
200,367	-	200,367	-	-
3,485,401	-	3,485,401	-	-
<u>\$ 3,727,695</u>	<u>\$ -</u>	<u>\$ 3,727,695</u>	<u>\$ -</u>	<u>\$ -</u>

VILLAGE OF ORLAND PARK, ILLINOIS

Insurance Fund

Statement of Net Assets

As of September 30, 2006

With comparative actual amounts as of September 30, 2005

	<u>2006</u>	<u>2005</u>
ASSETS		
Current Assets:		
Cash and Investments	\$ 3,411,022	\$ 3,631,450
Receivables:		
Accounts	42,780	23,814
Accrued Interest	14,425	13,024
Prepaid Expenses	<u>20,000</u>	<u>20,000</u>
Total Assets	<u>\$ 3,488,227</u>	<u>\$ 3,688,288</u>
LIABILITIES		
Current Liabilities:		
Accrued Payroll	\$ -	\$ 8,829
Claims Payable	<u>1,484,008</u>	<u>1,536,559</u>
Total Liabilities	<u>\$ 1,484,008</u>	<u>\$ 1,545,388</u>
NET ASSETS		
Unrestricted	<u>\$ 2,004,219</u>	<u>\$ 2,142,900</u>

VILLAGE OF ORLAND PARK, ILLINOIS

Insurance Fund

Schedule of Revenues, Expenses and Changes in Fund Net Assets - Budget and Actual
For the Year Ended September 30, 2006

With comparative actual amounts for the year ended September 30, 2005

	2006			Variance with Final Budget Positive (Negative)	2005
	Original Budget	Final Budget	Actual		Actual
Operating Revenues:					
Fees for Services	\$ 5,376,123	\$ 5,376,123	\$ 5,298,495	\$ (77,628)	\$ 5,236,906
Reimbursements	20,000	20,000	47,208	27,208	12,960
Total Operating Revenues	<u>5,396,123</u>	<u>5,396,123</u>	<u>5,345,703</u>	<u>(50,420)</u>	<u>5,249,866</u>
Operating Expenses:					
Personal Services	48,957	48,957	50,804	(1,847)	71,572
Employee Benefits	6,078	6,078	6,077	1	8,483
Credit and Collection	4,200	4,200	712	3,488	22,393
Professional Services	117,810	117,810	116,400	1,410	115,000
Insurance	5,256,119	5,756,119	5,340,605	415,514	4,800,077
Supplies - General	-	-	150	(150)	-
Total Operating Expenses	<u>5,433,164</u>	<u>5,933,164</u>	<u>5,514,748</u>	<u>418,416</u>	<u>5,017,525</u>
Operating Income (Loss)	(37,041)	(537,041)	(169,045)	367,996	232,341
Non-Operating Revenues:					
Investment Income	<u>84,583</u>	<u>84,583</u>	<u>127,517</u>	<u>42,934</u>	<u>78,576</u>
Income (Loss) before Transfers Out	47,542	(452,458)	(41,528)	410,930	310,917
Transfers Out	<u>-</u>	<u>(97,153)</u>	<u>(97,153)</u>	<u>-</u>	<u>-</u>
Change in Net Assets	47,542	(549,611)	(138,681)	410,930	310,917
Net Assets at Beginning of Year	<u>2,142,900</u>	<u>2,142,900</u>	<u>2,142,900</u>	<u>-</u>	<u>1,831,983</u>
Net Assets at End of Year	<u>\$ 2,190,442</u>	<u>\$ 1,593,289</u>	<u>\$ 2,004,219</u>	<u>\$ 410,930</u>	<u>\$ 2,142,900</u>

VILLAGE OF ORLAND PARK, ILLINOIS

Insurance Fund

Statement of Cash Flows

For the Year Ended September 30, 2006

With comparative actual amounts for the year ended September 30, 2005

	<u>2006</u>	<u>2005</u>
Cash flows from Operating Activities:		
Receipts from Customers and Users	\$ 657,328	\$ 600,516
Receipts from Interfund Services Provided	4,669,409	4,666,365
Payments to Suppliers	(5,525,324)	(4,979,723)
Payments to Employees	(50,804)	(71,572)
	<u>(249,391)</u>	<u>215,586</u>
Cash Flows from Non-Capital Financing Activities:		
Due from Other Funds	-	804,844
Transfers Out	(97,153)	-
	<u>(97,153)</u>	<u>804,844</u>
Cash Flows from Investing Activities:		
Investment Income Received	126,116	78,110
	<u>126,116</u>	<u>78,110</u>
Net Increase (Decrease) in Cash and Investments	(220,428)	1,098,540
Cash and Investments at Beginning of Year	3,631,450	2,532,910
Cash and Investments at End of Year	<u>\$ 3,411,022</u>	<u>\$ 3,631,450</u>
Reconciliation of Operating Income to Net Cash Provided (Used) by Operating Activities:		
Operating Income (Loss)	\$ (169,045)	\$ 232,341
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) By Operating Activities:		
Changes in Operating Assets and Liabilities:		
(Increase) Decrease in Current Assets	(18,966)	20,015
Increase (Decrease) in Current Liabilities	(61,380)	(36,770)
	<u>(61,380)</u>	<u>(36,770)</u>
Net Cash Provided (Used) by Operating Activities	<u>\$ (249,391)</u>	<u>\$ 215,586</u>

VILLAGE OF ORLAND PARK, ILLINOIS

Pension Trust Fund

Statement of Fiduciary Net Assets

As of September 30, 2006

With comparative actual amounts as of September 30, 2005

	<u>2006</u>	<u>2005</u>
ASSETS		
Cash and Cash Equivalents	\$ 6,272,561	\$ 4,219,899
Accrued Interest Receivable	186,788	-
Due from Other Funds	18,129	342,714
Investments at Fair Value:		
U.S. Agencies	7,889,978	2,545,789
U.S. Treasuries	7,091,296	10,792,459
Equities	13,985,164	11,912,182
GNMA	3,176,782	6,870,837
	<u>\$ 38,620,698</u>	<u>\$ 36,683,880</u>
LIABILITIES		
Accounts Payable	<u>\$ 400</u>	<u>\$ 2,632</u>
NET ASSETS		
Held in Trust for Pension Benefits and Other Purposes	<u>\$ 38,620,298</u>	<u>\$ 36,681,248</u>

VILLAGE OF ORLAND PARK, ILLINOIS

Pension Trust Fund

Schedule of Changes in Fiduciary Net Assets - Budget and Actual

For the Year Ended September 30, 2006

With comparative actual amounts for the year ended September 30, 2005

	2006		Variance with Final Budget Positive (Negative)	2005
	Original and Final Budget	Actual		Actual
Additions:				
Contributions:				
Employer	\$ 885,000	\$ 942,162	\$ 57,162	\$ 734,985
Plan Members	660,750	679,431	18,681	741,466
Total Contributions	1,545,750	1,621,593	75,843	1,476,451
Investment Income:				
Net Change in Fair Value of Investments	-	267,699	267,699	1,021,894
Interest	1,202,700	1,115,770	(86,930)	1,012,551
Total Investment Income	1,202,700	1,383,469	180,769	2,034,445
Less Investment Expenses	(55,000)	(205,885)	(150,885)	(122,909)
Net Investment Income	1,147,700	1,177,584	29,884	1,911,536
Total Additions	2,693,450	2,799,177	105,727	3,387,987
Deductions:				
Benefits	749,969	772,483	(22,514)	588,737
Refunds of Contributions	25,000	53,209	(28,209)	56,366
Administrative Expense	43,000	34,435	8,565	32,115
Total Deductions	817,969	860,127	(42,158)	677,218
Change in Net Assets	1,875,481	1,939,050	147,885	2,710,769
Net Assets at Beginning of Year	36,681,248	36,681,248	-	33,970,479
Net Assets at End of Year	\$ 38,556,729	\$ 38,620,298	\$ 147,885	\$ 36,681,248

VILLAGE OF ORLAND PARK, ILLINOIS

**Agency Fund
Statement of Changes in Assets and Liabilities
For the Year Ended September 30, 2006**

	<u>Balance at Beginning of Year</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance at End of Year</u>
ASSETS				
Cash	\$ 89,807	\$ 54,699	\$ 6,129	\$ 138,377
Special Assessment Notes Receivable	<u>12,889</u>	<u>2,137</u>	<u>-</u>	<u>15,026</u>
Total Assets	<u>\$ 102,696</u>	<u>\$ 56,836</u>	<u>\$ 6,129</u>	<u>\$ 153,403</u>
LIABILITIES				
Due to Property Owners	<u>\$ 102,696</u>	<u>\$ 56,836</u>	<u>\$ 6,129</u>	<u>\$ 153,403</u>

THIS PAGE INTENTIONALLY LEFT BLANK

SUPPLEMENTARY INFORMATION

VILLAGE OF ORLAND PARK, ILLINOIS

Schedule of Governmental Capital Assets by Source

As of September 30, 2006

With comparative actual amounts as of September 30, 2005

	<u>2006</u>	<u>2005</u>
GOVERNMENTAL CAPITAL ASSETS		
Land	\$ 128,010,409	\$ 119,743,100
Land Improvements	11,221,634	11,046,956
Buildings	44,125,519	44,045,675
Vehicles, Machinery and Equipment	12,486,660	6,003,605
Infrastructure	125,820,357	122,628,947
Construction in Progress	<u>10,915,830</u>	<u>1,902,011</u>
 Total Governmental Capital Assets	 <u>\$ 332,580,409</u>	 <u>\$ 305,370,294</u>

**INVESTMENT IN GOVERNMENTAL
CAPITAL ASSETS BY SOURCE**

General Fund	\$ 37,598,580	\$ 37,134,165
Special Revenue Funds	27,863,292	20,595,290
Capital Project Funds	71,734,521	65,072,874
Contributions	<u>195,384,016</u>	<u>182,567,965</u>
 Total Investment in Governmental Capital Assets	 <u>\$ 332,580,409</u>	 <u>\$ 305,370,294</u>

VILLAGE OF ORLAND PARK, ILLINOIS

Schedule of Changes in Governmental Capital Assets by Function and Activity
For the Year Ended September 30, 2006

	Governmental Capital Assets October 1, 2005	Additions / Transfers	Retirements / Transfers	Governmental Capital Assets September 30, 2006
General Government:				
Village Manager	\$ 53,684,723	\$ 6,950,336	\$ -	\$ 60,635,059
MIS	1,155,663	339,981	-	1,495,644
Finance	108,551	-	(61,055)	47,496
Total General Government	54,948,937	7,290,317	(61,055)	62,178,199
Public Safety:				
ESDA	119,150	92,090	(15,716)	195,524
Police	8,258,625	8,461,479	(266,817)	16,453,287
Total Public Safety	8,377,775	8,553,569	(282,533)	16,648,811
Planning and Development:				
Administration	23,662	70,817	-	94,479
Planning	12,177	15,549	-	27,726
Code Enforcement	23,080	125,352	-	148,432
Total Planning and Development	58,919	211,718	-	270,637
Public Works	190,160,959	12,377,523	(2,661,506)	199,876,976
Culture and Recreation	51,823,704	1,868,482	(86,400)	53,605,786
Total Governmental Funds Capital Assets	\$ 305,370,294	\$ 30,301,609	\$ (3,091,494)	\$ 332,580,409

VILLAGE OF ORLAND PARK, ILLINOIS

Schedule of Governmental Capital Assets by Function and Activity
As of September 30, 2006

	<u>Land</u>	<u>Land Improvements</u>	<u>Buildings</u>
General Government:			
Village Manager	\$ 43,502,721	\$ 53,348	\$ 14,481,868
MIS	-	-	-
Finance	-	-	-
Total General Government	<u>43,502,721</u>	<u>53,348</u>	<u>14,481,868</u>
Public Safety:			
ESDA	-	-	-
Police	1,265,747	102,436	6,236,128
Total Public Safety	<u>1,265,747</u>	<u>102,436</u>	<u>6,236,128</u>
Planning and Development:			
Administration	-	-	-
Planning	-	-	-
Code Enforcement	-	-	-
Total Planning and Development	<u>-</u>	<u>-</u>	<u>-</u>
Public Works	64,553,866	1,087,856	3,630,897
Culture and Recreation	18,688,075	9,977,994	19,776,626
Total Governmental Funds Capital Assets	<u>\$ 128,010,409</u>	<u>\$ 11,221,634</u>	<u>\$ 44,125,519</u>

<u>Vehicles, Machinery and Equipment</u>	<u>Infrastructure</u>	<u>Construction in Progress</u>	<u>Total</u>
\$ 213,315	\$ 48,448	\$ 2,335,359	\$ 60,635,059
1,495,644	-		1,495,644
47,496	-		47,496
<u>1,756,455</u>	<u>48,448</u>	<u>2,335,359</u>	<u>62,178,199</u>
195,524	-		195,524
2,209,344	31,672	6,607,960	16,453,287
<u>2,404,868</u>	<u>31,672</u>	<u>6,607,960</u>	<u>16,648,811</u>
94,479	-	-	94,479
27,726	-	-	27,726
148,432	-	-	148,432
<u>270,637</u>	<u>-</u>	<u>-</u>	<u>270,637</u>
<u>3,342,785</u>	<u>125,659,137</u>	<u>1,602,435</u>	<u>199,876,976</u>
<u>4,711,915</u>	<u>81,100</u>	<u>370,076</u>	<u>53,605,786</u>
<u>\$ 12,486,660</u>	<u>\$ 125,820,357</u>	<u>\$ 10,915,830</u>	<u>\$ 332,580,409</u>

VILLAGE OF ORLAND PARK, ILLINOIS

**Schedule of Long-Term Debt
General Obligation Bonds
September 30, 2006**

<u>Year Ending September 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2007	\$ 570,000	\$ 12,825	\$ 582,825

General Obligation Corporate
Purpose Bonds - Series 1998:

Date of Issue:	June 4, 1998
Date of Maturity:	December 1, 2006
Authorized Issue:	\$9,950,000 *
Denomination of Bonds:	\$5,000
Interest Rates:	4.50% - 4.60%
Interest Dates:	June 1 and December 1
Principal Maturity Date:	December 1

*\$9,380,000 of original issue of \$9,950,000 was advance refunded.

VILLAGE OF ORLAND PARK, ILLINOIS

Schedule of Long-Term Debt
 General Obligation Bonds
 September 30, 2006

Year Ending September 30,	Principal	Interest	Total
2007	\$ 720,000	\$ 110,400	\$ 830,400
2008	760,000	67,850	827,850
2009	800,000	23,000	823,000
Total	\$ 2,280,000	\$ 201,250	\$ 2,481,250

General Obligation Corporate
 Purpose Bonds - Series 2000:

Date of Issue:	June 1, 2000
Date of Maturity:	December 1, 2008
Authorized Issue:	\$15,000,000 *
Denomination of Bonds:	\$5,000
Interest Rates:	5.75% - 6.00%
Interest Dates:	June 1 and December 1
Principal Maturity Date:	December 1

*\$12,450,000 of original issue of \$15,000,000 was advance refunded.

VILLAGE OF ORLAND PARK, ILLINOIS

**Schedule of Long-Term Debt
General Obligation Bonds
September 30, 2006**

<u>Year Ending September 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2007	\$ 430,000	\$ 419,065	\$ 849,065
2008	445,000	401,565	846,565
2009	460,000	383,465	843,465
2010	480,000	364,425	844,425
2011	500,000	344,085	844,085
2012	520,000	322,405	842,405
2013	540,000	299,345	839,345
2014	565,000	274,753	839,753
2015	585,000	248,585	833,585
2016	615,000	220,678	835,678
2017	640,000	191,025	831,025
2018	670,000	159,913	829,913
2019	705,000	127,256	832,256
2020	735,000	93,056	828,056
2021	770,000	57,120	827,120
2022	805,000	19,320	824,320
Total	\$ 9,465,000	\$ 3,926,061	\$ 13,391,061

**General Obligation Corporate
Purpose Bonds - Series 2001:**

Date of Issue: December 1, 2001
 Date of Maturity: December 1, 2021
 Authorized Issue: \$10,000,000
 Denomination of Bonds: \$5,000
 Interest Rates: 4.00% - 4.80%
 Interest Dates: June 1 and
 December 1
 Principal Maturity Date: December 1

VILLAGE OF ORLAND PARK, ILLINOIS

Schedule of Long-Term Debt
 General Obligation Bonds
 September 30, 2006

Year Ending September 30,	Principal	Interest	Total
2007	\$ 855,000	\$ 737,008	\$ 1,592,008
2008	895,000	710,758	1,605,758
2009	940,000	683,233	1,623,233
2010	980,000	652,963	1,632,963
2011	1,025,000	618,855	1,643,855
2012	1,075,000	581,299	1,656,299
2013	1,130,000	539,080	1,669,080
2014	1,185,000	492,780	1,677,780
2015	1,250,000	443,143	1,693,143
2016	1,310,000	389,368	1,699,368
2017	1,380,000	331,515	1,711,515
2018	1,475,000	264,625	1,739,625
2019	1,535,000	189,375	1,724,375
2020	925,000	127,875	1,052,875
2021	550,000	91,000	641,000
2022	585,000	62,625	647,625
2023	960,000	24,000	984,000
	<u>\$ 18,055,000</u>	<u>\$ 6,939,502</u>	<u>\$ 24,994,502</u>

General Obligation Corporate
 Purpose Bonds - Series 2002A:
 Date of Issue: December 1, 2002
 Date of Maturity: December 1, 2022
 Authorized Issue: \$20,000,000
 Denomination of Bonds: \$5,000
 Interest Rates: 3.00% - 5.00%
 Interest Dates: June 1 and
 December 1
 Principal Maturity Date: December 1

VILLAGE OF ORLAND PARK, ILLINOIS

**Schedule of Long-Term Debt
General Obligation Bonds
September 30, 2006**

Year Ending September 30,	Principal	Interest	Total
2007	\$ 545,000	\$ 290,965	\$ 835,965
2008	560,000	275,753	835,753
2009	575,000	258,728	833,728
2010	595,000	240,434	835,434
2011	615,000	220,003	835,003
2012	640,000	197,240	837,240
2013	660,000	172,040	832,040
2014	685,000	145,140	830,140
2015	715,000	117,140	832,140
2016	745,000	87,195	832,195
2017	780,000	54,000	834,000
2018	810,000	18,225	828,225
Total	\$ 7,925,000	\$ 2,076,863	\$ 10,001,863

**General Obligation Corporate
Purpose Bonds - Series 2002B:**

Date of Issue: December 1, 2002
 Date of Maturity: December 1, 2017
 Authorized Issue: \$9,500,000
 Denomination of Bonds: \$5,000
 Interest Rates: 2.50% - 4.50%
 Interest Dates: June 1 and
 December 1
 Principal Maturity Date: December 1

VILLAGE OF ORLAND PARK, ILLINOIS

Schedule of Long-Term Debt
 General Obligation Bonds
 September 30, 2006

Year Ending September 30,	Principal	Interest	Total
2007	\$ 165,000	\$ 548,181	\$ 713,181
2008	170,000	543,575	713,575
2009	175,000	538,831	713,831
2010	1,025,000	519,769	1,544,769
2011	1,050,000	484,738	1,534,738
2012	1,085,000	447,375	1,532,375
2013	1,125,000	407,294	1,532,294
2014	1,165,000	362,900	1,527,900
2015	1,210,000	315,400	1,525,400
2016	1,260,000	266,000	1,526,000
2017	1,310,000	213,945	1,523,945
2018	1,360,000	158,870	1,518,870
2019	1,420,000	100,475	1,520,475
2020	1,480,000	35,150	1,515,150
Total	\$ 14,000,000	\$ 4,942,503	\$ 18,942,503

General Obligation Corporate
 Purpose Bonds - Series 2003:

Date of Issue: October 29, 2003
 Date of Maturity: December 1, 2019
 Authorized Issue: \$14,570,000
 Denomination of Bonds: \$5,000
 Interest Rates: 2.75% - 4.75%
 Interest Dates: June 1 and
 December 1
 Principal Maturity Date: December 1

VILLAGE OF ORLAND PARK, ILLINOIS

**Schedule of Long-Term Debt
General Obligation Bonds
September 30, 2006**

<u>Year Ending September 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2007	\$ 65,000	\$ 334,140	\$ 399,140
2008	665,000	323,190	988,190
2009	685,000	302,940	987,940
2010	705,000	282,090	987,090
2011	730,000	260,565	990,565
2012	755,000	236,780	991,780
2013	785,000	210,600	995,600
2014	810,000	183,485	993,485
2015	845,000	154,928	999,928
2016	880,000	124,740	1,004,740
2017	915,000	92,870	1,007,870
2018	930,000	57,800	987,800
2019	980,000	19,600	999,600
Total	\$ 9,750,000	\$ 2,583,728	\$ 12,333,728

General Obligation Corporate
Purpose Bonds - Series 2004:

Date of Issue: December 1, 2004
 Date of Maturity: December 1, 2018
 Authorized Issue: \$9,815,000
 Denomination of Bonds: \$5,000
 Interest Rates: 3.00% - 4.00%
 Interest Dates: June 1 and
 December 1
 Principal Maturity Date: December 1

VILLAGE OF ORLAND PARK, ILLINOIS

**Schedule of Long-Term Debt
General Obligation Bonds
September 30, 2006**

<u>Year Ending September 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2007	\$ 4,050,000	\$ 218,925	\$ 4,268,925

General Obligation Library

Notes - Series 2005A:

Date of Issue:	May 15, 2005
Date of Maturity:	December 1, 2006
Authorized Issue:	\$4,050,000
Denomination of Bonds:	\$5,000
Interest Rates:	3.50%
Interest Dates:	December 1
Principal Maturity Date:	December 1

VILLAGE OF ORLAND PARK, ILLINOIS

**Schedule of Long-Term Debt
General Obligation Bonds
September 30, 2006**

Year Ending September 30,	Principal	Interest	Total
2007	\$ -	\$ 612,262	\$ 612,262
2008	105,000	503,385	608,385
2009	465,000	491,700	956,700
2010	480,000	472,328	952,328
2011	500,000	452,238	952,238
2012	520,000	431,328	951,328
2013	540,000	409,598	949,598
2014	560,000	387,048	947,048
2015	580,000	363,678	943,678
2016	605,000	339,385	944,385
2017	630,000	314,067	944,067
2018	655,000	287,725	942,725
2019	680,000	260,273	940,273
2020	710,000	231,338	941,338
2021	740,000	200,703	940,703
2022	775,000	168,315	943,315
2023	810,000	134,035	944,035
2024	845,000	98,039	943,039
2025	880,000	60,300	940,300
2026	920,000	20,470	940,470
Total	\$ 12,000,000	\$ 6,238,215	\$ 18,238,215

General Obligation Corporate
Purpose Bonds - Series 2006:

Date of Issue: March 15, 2006
 Date of Maturity: December 1, 2025
 Authorized Issue: \$12,000,000
 Denomination of Bonds: \$5,000
 Interest Rates: 4.10% - 4.45%
 Interest Dates: June 1 and
 December 1
 Principal Maturity Date: December 1

VILLAGE OF ORLAND PARK, ILLINOIS

Schedule of Long-Term Debt
General Obligation Bonds
September 30, 2006

<u>Year Ending September 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2007	\$ 7,400,000	\$ 3,283,771	\$ 10,683,771
2008	3,600,000	2,826,076	6,426,076
2009	4,100,000	2,681,897	6,781,897
2010	4,265,000	2,532,009	6,797,009
2011	4,420,000	2,380,484	6,800,484
2012	4,595,000	2,216,427	6,811,427
2013	4,780,000	2,037,957	6,817,957
2014	4,970,000	1,846,106	6,816,106
2015	5,185,000	1,642,874	6,827,874
2016	5,415,000	1,427,366	6,842,366
2017	5,655,000	1,197,422	6,852,422
2018	5,900,000	947,158	6,847,158
2019	5,320,000	696,979	6,016,979
2020	3,850,000	487,419	4,337,419
2021	2,060,000	348,823	2,408,823
2022	2,165,000	250,260	2,415,260
2023	1,770,000	158,035	1,928,035
2024	845,000	98,039	943,039
2025	880,000	60,300	940,300
2026	920,000	20,470	940,470
Total	<u>\$ 78,095,000</u>	<u>\$ 27,139,872</u>	<u>\$ 105,234,872</u>

THIS PAGE INTENTIONALLY LEFT BLANK

VILLAGE OF ORLAND PARK, ILLINOIS

Statistical Section For the Year Ended September 30, 2006

The Statistical Section of the Village of Orland Park, Illinois' Comprehensive Annual Financial Report presents detailed information as a context for understanding the information in the financial statements, note disclosures, and required supplementary information. Together they report the Village's overall financial health. The section is divided into five sections as follows:

<u>Contents</u>	<u>Page</u>
Financial Trends - These schedules contain trend information to help the reader understand how the Village's financial performance and well-being have changed over time.	
Net assets by Component.....	144
Change in Net Assets.....	146
Fund Balances of Governmental Funds.....	150
Changes in Fund Balances of Governmental Funds.....	152
Revenue Capacity - These schedules contain information to help the reader assess the Village's significant local revenue sources, sales tax and property tax.	
Governmental Activities Tax Revenues by Source.....	156
General Governmental Tax Revenues by Source.....	157
Sales Tax by Category.....	158
Direct and Overlapping Sales Tax Rates.....	160
Sales Tax Receipts – Cash Basis.....	161
State Sales Tax Receipts by Month Earned.....	162
Home Rule Sales Tax Receipts by Month Earned.....	163
Sales Tax Revenue – Top Ten Illinois Communities.....	164
Assessed Value and Estimated Actual Value of Taxable Property.....	165
Property Tax Rates per \$100 of Assessed Valuation, Direct and Overlapping Governments.....	166
Principal Cook and Will County Taxpayers.....	169
Property Tax Levies and Collections.....	171
Debt Capacity - These schedules present information to help the reader assess the affordability of the Village's current levels of outstanding debt and the Village's ability to issue additional debt in the future.	
Ratio of Net General Obligation Bonded Debt to Assessed Value and Net General Obligation Bonded Debt per Capita.....	173
Computation of Direct and Overlapping Debt.....	175

THIS PAGE INTENTIONALLY LEFT BLANK

VILLAGE OF ORLAND PARK, ILLINOIS

**Statistical Section
For the Year Ended September 30, 2006**

Demographics - These schedules contain demographic and economic indicators to help the reader understand the environment within which the Village's financial activities take place.

Demographic and Economic Statistics	176
Principal Employers.....	177

Operating Information - These schedules contain service and infrastructure data to help the reader understand how the information in the Village's financial report relates to the services the government provides and the activities it performs.

Full and Part-time Village Government Employees by Function.....	179
Operating Indicators.....	180
Capital Asset Statistics.....	182

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year. The Village implemented GASB Statement No. 34 in FY2002; therefore, schedules presenting government-wide information will begin reporting from that year.

VILLAGE OF ORLAND PARK, ILLINOIS

Net Assets by Component Last Five Fiscal Years

	<u>2006</u>	<u>2005</u>	<u>2004</u>
Governmental Activities:			
Invested in Capital Assets, net of related debt	\$ 196,573,503	\$ 194,618,307	\$ 173,341,392
Restricted for:			
Tax Increment Financing	2,224,434	1,592,611	470,199
Special Revenues	-	-	-
Debt Service	9,417,491	5,249,770	2,946,734
Capital Projects	15,051,475	4,655,664	5,324,270
Unrestricted	<u>(2,965,360)</u>	<u>(5,669,836)</u>	<u>2,518,036</u>
Total Governmental Activities Net Assets	<u>\$ 220,301,543</u>	<u>\$ 200,446,516</u>	<u>\$ 184,600,631</u>
Business-Type Activities:			
Invested in Capital Assets, net of related debt	\$ 133,551,677	\$ 121,611,405	\$ 111,738,125
Unrestricted	<u>13,032,985</u>	<u>16,458,660</u>	<u>22,288,487</u>
Total Business-Type Activities Net Assets	<u>\$ 146,584,662</u>	<u>\$ 138,070,065</u>	<u>\$ 134,026,612</u>
Primary Government:			
Invested in Capital Assets, net of related debt	\$ 330,125,180	\$ 316,229,712	\$ 285,079,517
Restricted for:			
Tax Increment Financing	2,224,434	1,592,611	470,199
Special Revenues	-	-	-
Debt Service	9,417,491	5,249,770	2,946,734
Capital Projects	15,051,475	4,655,664	5,324,270
Unrestricted	<u>10,067,625</u>	<u>10,788,824</u>	<u>24,806,523</u>
Total Primary Government Net Assets	<u>\$ 366,886,205</u>	<u>\$ 338,516,581</u>	<u>\$ 318,627,243</u>

<u>2003</u>	<u>2002</u>
\$ 149,376,731	\$ 160,673,622
351,661	1,197,387
2,808,219	2,588,113
3,785,876	3,026,046
6,009,751	4,016,629
<u>13,764,994</u>	<u>10,491,559</u>
<u>\$ 176,097,232</u>	<u>\$ 181,993,356</u>
\$ 110,566,160	\$ 103,924,023
<u>21,816,868</u>	<u>21,245,845</u>
<u>\$ 132,383,028</u>	<u>\$ 125,169,868</u>
\$ 259,942,891	\$ 264,597,645
351,661	1,197,387
2,808,219	2,588,113
3,785,876	3,026,046
6,009,751	4,016,629
<u>35,581,862</u>	<u>31,737,404</u>
<u>\$ 308,480,260</u>	<u>\$ 307,163,224</u>

VILLAGE OF ORLAND PARK, ILLINOIS

Change in Net Assets Last Five Fiscal Years

	2006	2005	2004
Expenses			
Governmental Activities:			
General Government	\$ 16,163,138	\$ 20,009,250	\$ 13,563,191
Public Safety	13,528,847	13,833,582	13,309,727
Planning and Development	2,525,472	3,039,143	2,785,002
Public Works	19,210,465	9,257,883	8,424,553
Culture and Recreation	8,909,379	8,812,763	8,601,335
Sanitation	-	-	-
Interest	2,923,002	2,537,024	3,727,089
Total Governmental Activities	63,260,303	57,489,645	50,410,897
Business-type Activities:			
Water and Sewerage	16,385,241	15,934,068	14,710,511
Recreation	1,353,924	1,401,794	189,319
Parking	209,265	226,780	1,393,624
Total Business-Type Activities	17,948,430	17,562,642	16,293,454
Total Primary Governmental Expenses	\$ 81,208,733	\$ 75,052,287	\$ 66,704,351
Program Revenues:			
Governmental Activities:			
Charges for Services:			
General Government	\$ 3,491,647	\$ 5,005,199	\$ 4,291,456
Public Safety	756,745	789,987	698,797
Planning and Development	1,647,667	2,001,331	1,934,993
Public Works	834,454	-	-
Culture and Recreation	5,456,134	5,321,745	5,074,418
Sanitation ⁽¹⁾	-	-	-
Operating Grants and Contributions	10,576,676	1,163,553	835,147
Capital Grants and Contributions	11,160,077	14,014,004	776,505
Total Governmental Activities Revenue	33,923,400	28,295,819	13,611,316
Business-type Activities:			
Charges for Services:			
Water and Sewerage	15,606,934	15,394,804	13,720,912
Recreation	791,866	857,671	175,372
Parking	187,182	174,865	650,909
Capital Grants and Contributions	9,974,451	4,606,986	2,699,390
Total Business-Type Activities Revenue	26,560,433	21,034,326	17,246,583
Total Primary Governmental Revenue	\$ 60,483,833	\$ 49,330,145	\$ 30,857,899

2003	2002
\$ 11,861,626	\$ 9,807,267
12,307,515	12,060,750
2,875,081	3,480,029
8,013,887	7,869,378
7,941,350	7,710,691
3,027,453	2,546,900
3,150,317	2,647,131
<u>49,177,229</u>	<u>46,122,146</u>
10,856,764	11,785,750
1,393,527	1,757,123
121,047	107,877
<u>12,371,338</u>	<u>13,650,750</u>
<u>\$ 61,548,567</u>	<u>\$ 59,772,896</u>
\$ 2,424,776	\$ 3,396,849
444,069	398,230
2,332,276	2,352,792
-	-
2,319,498	1,197,983
1,800,736	1,497,948
1,567,308	1,523,997
13,508,816	10,636,574
<u>24,397,479</u>	<u>21,004,373</u>
9,631,353	9,876,800
666,418	794,923
163,174	160,234
6,184,345	2,570,057
<u>16,645,290</u>	<u>13,402,014</u>
<u>\$ 41,042,769</u>	<u>\$ 34,406,387</u>

VILLAGE OF ORLAND PARK, ILLINOIS

Change in Net Assets Last Five Fiscal Years

	2006	2005	2004
Net (Expense) Revenue:			
Governmental Activities	\$ (29,336,903)	\$ (29,193,826)	\$ (36,799,581)
Business-Type Activities	8,612,003	3,471,684	953,129
 Total Primary Government	<u>\$ (20,724,900)</u>	<u>\$ (25,722,142)</u>	<u>\$ (35,846,452)</u>
 General Revenues and Other Changes in Net Assets			
Governmental Activities:			
Taxes:			
Property	\$ 11,816,804	\$ 11,311,563	\$ 9,141,293
State Sales	28,334,779	27,461,061	26,438,856
Other	795,368	704,924	598,717
Unrestricted Intergovernmental	6,245,782	5,937,165	4,671,419
Investment Income	1,507,489	723,435	451,500
Loss on Disposals of Capital Assets	-	(610,620)	-
Other	13,523	366,696	13,560
Transfers	478,185	(166,225)	(374,573)
Special Items:			
Forgiveness of Debt by Primary Government	-	(1,069,905)	-
Gain (Loss) on Exchange of Land and Building, Net	-	-	-
 Total Governmental Activities	<u>49,191,930</u>	<u>44,658,094</u>	<u>40,940,772</u>
 Business-Type Activities:			
Intergovernmental	-	-	-
Investment Income	380,779	397,272	316,344
Loss on Disposal of Capital Assets	-	8,272	(462)
Other	-	-	-
Transfers	(478,185)	166,225	374,573
 Total Business-Type Activities	<u>(97,406)</u>	<u>571,769</u>	<u>690,455</u>
 Total Primary Government	<u>\$ 49,094,524</u>	<u>\$ 45,229,863</u>	<u>\$ 41,631,227</u>
 Change in Net Assets			
Governmental Activities	\$ 19,855,027	\$ 15,464,268	\$ 4,141,191
Business-Type Activities	8,514,597	4,043,453	1,643,584
Total Primary Government	<u>\$ 28,369,624</u>	<u>\$ 19,507,721</u>	<u>\$ 5,784,775</u>

Note: ¹ Effective FY2004 Sanitation is included as a Business-Type Activity in Water and Sewerage

2003	2002
\$ (24,779,750)	\$ (25,117,773)
4,273,952	(248,736)
<u>\$ (20,505,798)</u>	<u>\$ (25,366,509)</u>

\$ 8,951,815	\$ 7,195,189
26,594,928	23,223,679
433,592	-
3,936,271	4,427,694
571,448	825,523
(723,093)	-
287,102	484,409
(20,192,903)	117,558
-	-
-	-
<u>19,859,160</u>	<u>36,274,052</u>

909,460	238,578
455,874	955,181
-	-
-	-
<u>1,573,874</u>	-
<u>2,939,208</u>	<u>1,193,759</u>
<u>\$ 22,798,368</u>	<u>\$ 37,467,811</u>

\$ (4,920,590)	\$ 11,156,279
7,213,160	945,023
<u>\$ 2,292,570</u>	<u>\$ 12,101,302</u>

VILLAGE OF ORLAND PARK, ILLINOIS

Fund Balances of Governmental Funds

Last Ten Fiscal Years

As of September 30, 2006

	2006	2005	2004	2003
General Fund:				
Reserved for:				
Prepaid Items and Deposits	\$ 108,030	\$ 50,588	\$ 48,386	\$ 69,950
Long-Term Notes Receivable	935,580	833,773	1,165,376	1,019,524
Tax Increment Financing	-	-	-	-
Special Recreation	-	-	-	-
Unreserved	20,424,734	15,165,485	12,530,499	13,789,936
Total General Fund	\$ 21,468,344	\$ 16,049,846	\$ 13,744,261	\$ 14,879,410
All Other Governmental Funds:				
Reserved for:				
Prepaid Items and Deposits	\$ 1,144	\$ 590	\$ 1,460	\$ -
Debt Service	10,402,638	5,885,369	5,311,915	4,791,317
Land Held for Resale	-	-	1,432,375	1,432,375
Tax Increment Financing	2,224,434	1,592,611	470,199	351,661
Long-Term Notes Receivable	-	-	-	-
Capital Projects	-	-	-	-
Employee Pension Benefits	-	-	-	-
Unreserved, reported in:				
Special Revenue Funds	(8,004,608)	(4,055,009)	7,931,607	2,808,219
Capital Project Fund	18,337,788	8,509,239	5,304,837	2,420,587
Debt Service	-	-	-	-
Other Governmental Funds	-	-	-	3,589,164
Total All Other Governmental Funds	\$ 22,961,396	\$ 11,932,800	\$ 20,452,393	\$ 15,393,323
Total Primary Governmental Funds	\$ 44,429,740	\$ 27,982,646	\$ 34,196,654	\$ 30,272,733

2002	2001	2000	1999	1998	1997
\$ 22,175	\$ 16,870	\$ 545	\$ 1,196	\$ 2,373	\$ 74,014
753,296	-	-	-	-	-
373,909	234,632	194,819	-	-	-
-	-	-	2,877	1,004	8,560
13,177,097	10,650,105	13,606,005	11,550,418	10,524,004	9,911,958
\$ 14,326,477	\$ 10,901,607	\$ 13,801,369	\$ 11,554,491	\$ 10,527,381	\$ 9,994,532
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
3,176,482	2,686,763	1,780,973	1,739,019	1,313,424	1,265,821
-	-	-	-	-	-
823,478	755,326	-	-	-	-
-	592,110	319,752	51,743	68,993	289,604
-	14,652,375	22,021,184	11,052,103	15,183,864	4,741,462
-	25,419,929	24,440,846	21,353,441	20,900,579	15,424,350
2,588,113	1,511,954	1,402,040	1,733,174	1,955,194	1,437,590
1,797,468	-	-	-	-	-
-	-	-	-	1,175,152	1,115,308
11,234,676	-	-	-	-	-
\$ 19,620,217	\$ 45,618,457	\$ 49,964,795	\$ 35,929,480	\$ 40,597,206	\$ 24,274,135
\$ 33,946,694	\$ 56,520,064	\$ 63,766,164	\$ 47,483,971	\$ 51,124,587	\$ 34,268,667

VILLAGE OF ORLAND PARK, ILLINOIS

Changes in Fund Balances of Governmental Funds

Last Ten Fiscal Years

As of September 30, 2006

	2006	2005	2004	2003
Revenues:				
Taxes	\$ 41,007,513	\$ 38,745,954	\$ 36,036,651	\$ 35,980,335
Licenses and Permits	2,985,213	3,663,317	2,878,760	2,332,276
Intergovernmental	17,711,820	7,707,651	5,689,981	11,134,985
Charges for Services	6,594,229	6,778,978	6,957,691	7,413,211
Investment Income	1,507,489	723,435	451,500	501,780
Fines and Forfeitures	659,431	725,485	676,331	444,069
Miscellaneous	5,972,008	1,968,049	1,465,257	287,102
Total Revenues	76,437,703	60,312,869	54,156,171	58,093,758
Expenditures:				
Current:				
General Government	15,807,366	20,112,651	13,238,483	12,834,105
Public Safety	12,957,839	13,630,051	13,164,529	12,326,529
Planning and Development	2,493,936	3,010,375	2,770,176	2,886,633
Public Works	11,297,974	3,609,350	2,787,722	2,574,533
Culture and Recreation	7,673,566	7,684,525	7,620,494	7,083,474
Sanitation	-	-	-	3,027,453
Special Census	-	-	-	-
Capital Outlay	16,689,679	15,823,903	3,980,055	26,110,069
Debt Service:				
Principal	3,736,384	3,525,363	3,353,763	2,234,609
Interest and Fiscal Charges	2,756,807	2,980,821	2,896,794	2,765,524
Administrative Fees	-	-	-	-
Bond Issuance Costs	158,766	181,199	255,831	-
Total Expenditures	73,572,317	70,558,238	50,067,847	71,842,929
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	2,865,386	(10,245,369)	4,088,324	(13,749,171)

2002	2001	2000	1999	1998	1997
\$ 30,418,868	\$ 22,355,779	\$ 20,336,482	\$ 17,867,664	\$ 16,322,102	\$ 15,686,613
2,352,792	2,488,825	2,401,895	2,409,496	1,784,976	1,544,235
6,151,691	6,511,400	7,602,008	5,779,937	6,778,280	5,550,990
6,680,706	4,848,064	5,070,298	4,349,710	5,157,820	4,717,182
704,275	1,873,657	1,500,771	1,268,277	942,450	802,687
398,230	387,105	371,906	355,336	368,629	374,388
484,409	357,306	136,062	178,318	126,561	119,175
47,190,971	38,822,136	37,419,422	32,208,738	31,480,818	28,795,270
9,891,634	5,198,200	5,617,209	3,931,656	4,297,761	4,355,866
11,885,202	10,892,904	9,509,984	9,039,709	8,206,452	7,786,951
3,745,140	2,299,832	2,162,524	2,118,981	2,015,132	878,206
2,574,003	2,589,909	2,210,754	2,167,116	1,997,750	1,907,412
6,896,506	4,800,166	4,010,605	3,903,659	3,532,908	3,093,883
2,546,900	2,414,929	2,286,537	2,395,870	2,138,999	2,076,290
-	-	-	-	-	144,767
13,278,018	14,914,864	10,178,705	10,309,344	5,309,466	4,879,600
1,600,000	1,395,000	1,525,000	1,330,000	1,255,000	1,980,000
2,634,860	1,735,785	943,197	990,453	653,878	767,473
-	3,396	5,238	3,321	2,990	4,232
-	-	-	-	-	-
55,052,263	46,244,985	38,449,753	36,190,109	29,410,336	27,874,680
(7,861,292)	(7,422,849)	(1,030,331)	(3,981,371)	2,070,482	920,590

VILLAGE OF ORLAND PARK, ILLINOIS

**Changes in Fund Balances of Governmental Funds
Last Ten Fiscal Years
As of September 30, 2006**

	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>
Other Financing Sources (Uses):				
Transfers In	10,624,517	6,435,752	11,960,091	9,581,635
Transfers Out	(9,042,809)	(6,623,514)	(12,349,514)	(9,581,635)
Transfers to Component Unit	-	-	-	-
Payment to Component Unit for Lawsuit Settlement	-	-	(144,997)	(18,619,029)
General Obligation Bonds Issued	12,000,000	13,865,000	14,570,000	33,695,000
Premium on Debt Issuance	-	73,937	58,551	135,354
Payment to Fiscal Agent	-	(9,719,814)	(14,271,097)	(4,162,798)
Total Other Financing Sources (Uses)	<u>13,581,708</u>	<u>4,031,361</u>	<u>(176,966)</u>	<u>11,048,527</u>
Net Change in Fund Balances	<u>\$ 16,447,094</u>	<u>\$ (6,214,008)</u>	<u>\$ 3,911,358</u>	<u>\$ (2,700,644)</u>
Debt Service as a Percentage of Non-Capital Expenditures	11.7%	12.2%	14.1%	10.9%

2002	2001	2000	1999	1998	1997
7,138,540	8,816,515	5,598,737	3,966,034	3,972,624	4,710,332
(6,430,689)	(9,513,849)	(6,455,424)	(3,978,141)	(4,403,424)	(5,045,365)
-	(105,000)	(105,000)	(100,000)	(103,000)	(78,920)
-	-	-	-	-	-
10,000,000	-	15,000,000	-	9,950,000	-
-	-	-	-	-	-
-	-	-	-	-	-
10,707,851	(802,334)	14,038,313	(112,107)	9,416,200	(413,953)
\$ 2,846,559	\$ (8,225,183)	\$ 13,007,982	\$ (4,093,478)	\$ 11,486,682	\$ 506,637
10.1%	10.0%	8.7%	9.0%	7.9%	12.0%

VILLAGE OF ORLAND PARK, ILLINOIS

Governmental Activities Tax Revenues by Source Last Five Fiscal Years September 30, 2006

<u>Fiscal Year</u>	<u>Property Tax</u>	<u>State Sales Tax</u>	<u>Other</u>	<u>Inter-governmental</u>	<u>Total</u>
2002	\$ 7,195,189	\$ 23,223,679	\$ -	\$ 4,427,694	\$ 34,846,562
2003	8,951,815	26,594,928	433,592	3,936,271	39,916,606
2004	9,141,293	26,438,856	598,717	4,671,419	40,850,285
2005	11,311,563	27,461,061	704,924	5,937,165	45,414,713
2006	11,816,804	28,334,779	795,368	6,245,782	47,192,733

VILLAGE OF ORLAND PARK, ILLINOIS

**General Governmental Tax Revenues by Source
Last Ten Fiscal Years
September 30, 2006**

Fiscal Year	Property Tax	Sales Tax	Income Tax	Motor Fuel Tax	Total
1997	\$ 5,200,944	\$ 12,016,174	\$ 3,378,130	\$ 1,164,265	\$ 21,759,513
1998	5,250,534	12,678,842	3,843,642	1,142,594	22,915,612
1999	6,074,719	13,514,629	4,084,519	1,208,372	24,882,239
2000	7,191,851	15,060,775	4,446,003	1,479,600	28,178,229
2001	8,606,934	15,726,254	4,334,481	1,389,954	30,057,623
2002	9,433,992	23,223,679	3,984,369	1,523,997	38,166,037
2003	12,799,056	26,594,928	3,690,849	1,567,308	44,652,141
2004	13,305,012	26,438,856	3,799,785	1,470,351	45,014,004
2005	15,527,516	27,461,061	4,912,357	1,729,732	49,630,666
2006	21,110,299	28,334,779	5,318,315	1,722,835	56,486,228

Note: Includes General, Special Revenue, Debt Service Funds and Component Units.

VILLAGE OF ORLAND PARK, ILLINOIS

Sales Tax by Category Last Ten Years

	2005	2004	2003	2002
General Merchandise	\$ 2,581,882	\$ 2,904,311	\$ 2,988,493	\$ 2,902,845
Food	1,431,311	1,301,458	1,191,074	1,081,377
Drinking and Eating Places	1,350,647	1,314,900	1,186,498	1,094,471
Apparel	1,559,188	1,448,680	1,329,393	1,369,896
Furniture & H.H. & Radio	2,481,009	2,607,757	2,689,460	2,558,694
Lumber, Bldg, Hardware	687,622	828,757	854,382	858,286
Automotive & Filling Stations	3,748,887	3,135,266	3,197,487	3,178,572
Drugs & Misc. Retail	2,914,490	2,657,002	2,574,611	2,264,825
Agriculture & All Others	816,004	814,679	894,040	921,475
Manufacturers	224,923	100,727	75,036	204,297
Total	\$ 17,795,964	\$ 17,113,537	\$ 16,980,473	\$ 16,434,738
Village Direct Sales Tax Rate	1.00%	1.00%	1.00%	1.00%

Source: Illinois Department of Revenue

Note: Beginning in 1998 Gross Receipts include both Cook and Will County 1% municipal sales tax. Amounts reflect sales tax collected between January 1 and December 31.

2001	2000	1999	1998	1997	1996
\$ 2,977,963	\$ 2,631,412	\$ 2,869,650	\$ 2,406,915	\$ 2,991,743	\$ 2,845,969
1,036,003	1,014,438	984,584	1,059,617	1,255,106	1,393,624
1,016,018	1,377,874	846,323	787,062	802,018	769,181
1,358,218	1,173,153	1,046,801	986,218	886,395	840,156
2,321,996	2,300,711	1,851,747	1,445,220	1,296,620	1,287,049
780,354	756,624	669,023	610,529	930,773	882,918
3,209,236	2,829,428	2,838,021	2,566,413	2,044,551	1,811,386
2,107,276	2,013,663	1,842,939	1,708,194	1,466,290	1,372,172
988,696	952,101	922,760	1,200,513	297,103	286,360
266,301	210,208	179,676	163,566	157,223	192,409
\$ 16,062,059	\$ 15,259,611	\$ 14,051,524	\$ 12,934,246	\$ 12,127,821	\$ 11,681,224
1.00%	1.00%	1.00%	1.00%	1.00%	1.00%

VILLAGE OF ORLAND PARK, ILLINOIS

**Direct and Overlapping Sales Tax Rates
Last Ten Years**

<u>Fiscal Year</u>	<u>Village Direct Rate</u>	<u>State Rate</u>	<u>Cook County Rate</u>	<u>Village Home Rule Sales Tax ¹</u>	<u>Cook County Home Rule Sales Tax</u>	<u>Regional Transportation Authority Rate</u>	<u>Total Direct Rate</u>
1997	1.00%	5.00%	0.25%	n/a	0.75%	0.75%	7.75%
1998	1.00%	5.00%	0.25%	n/a	0.75%	0.75%	7.75%
1999	1.00%	5.00%	0.25%	n/a	0.75%	0.75%	7.75%
2000	1.00%	5.00%	0.25%	n/a	0.75%	0.75%	7.75%
2001	1.00%	5.00%	0.25%	n/a	0.75%	0.75%	7.75%
2002	1.00%	5.00%	0.25%	0.75%	0.75%	0.75%	8.50%
2003	1.00%	5.00%	0.25%	0.75%	0.75%	0.75%	8.50%
2004	1.00%	5.00%	0.25%	0.75%	0.75%	0.75%	8.50%
2005	1.00%	5.00%	0.25%	0.75%	0.75%	0.75%	8.50%
2006	1.00%	5.00%	0.25%	0.75%	0.75%	0.75%	8.50%

Source: Illinois Department of Revenue

Note: The above tax rates are for General Merchandise.

¹ The Home Rule Sales Tax became effective January 1, 2002.

VILLAGE OF ORLAND PARK, ILLINOIS

**Sales Tax Receipts
Last Ten Fiscal Years**

<u>Fiscal Year Ended Sept. 30</u>	<u>Village Share/ State Sales Tax Receipts</u>	<u>% Change from Preceding Year</u>	<u>Home-rule Sales Tax Receipts ¹</u>	<u>% Change from Preceding Year</u>	<u>Total Sales Tax Receipts</u>	<u>% Change from Preceding Year</u>
1997	\$ 12,016,174	3.62 %	n/a	n/a %	\$ 12,016,174	3.62 %
1998	12,678,846	5.51	n/a	n/a	12,678,846	5.51
1999	13,514,629	6.59	n/a	n/a	13,514,629	6.59
2000	15,060,775	11.44	n/a	n/a	15,060,775	11.44
2001	15,600,000	3.58	n/a	n/a	15,600,000	3.58
2002	16,411,817	5.20	6,811,862	100.00	23,223,679	48.87
2003	16,999,857	3.58	9,595,071	40.86	26,594,928	14.52
2004	16,980,960	-0.11	9,457,896	-1.43	26,438,856	-0.59
2005	17,860,240	5.18	9,600,821	1.51	27,461,061	3.87
2006	18,289,980	2.41	10,044,801	4.62	28,334,781	3.18

Source: Village Records

Note: ¹ The Home Rule Sales Tax became effective January 1, 2002.

VILLAGE OF ORLAND PARK, ILLINOIS

State Sales Tax Receipts by Month Earned Last Three Fiscal Years

Month	Fiscal Year Ended 9/30/06	Fiscal Year Ended 9/30/05	Fiscal Year Ended 9/30/04	Percentage Change From Preceding Year		
				FY 2006	FY 2005	FY 2004
October	\$ 1,264,020	\$ 1,324,126	\$ 1,220,279	-4.54 %	8.51 %	-5.64 %
November	1,495,552	1,484,984	1,537,857	0.71	-3.44	5.68
December	2,089,950	2,100,151	2,015,444	-0.49	4.20	-1.26
January	1,589,526	1,245,697	1,186,203	27.60	5.02	4.76
February	1,347,964	1,360,501	1,306,167	-0.92	4.16	6.77
March	1,371,500	1,458,706	1,430,378	-5.98	1.98	5.33
April	1,637,564	1,480,692	1,357,265	10.59	9.09	-11.47
May	1,610,336	1,385,210	1,442,613	16.25	-3.98	5.52
June	1,487,295	1,643,129	1,414,180	-9.48	16.19	-3.81
July	1,474,813	1,406,286	1,349,108	4.87	4.24	-1.54
August	1,455,466	1,528,237	1,454,701	-4.76	5.06	4.46
September	1,465,994	1,442,520	1,266,766	1.63	13.87	-7.09
	<u>\$ 18,289,980</u>	<u>\$ 17,860,240</u>	<u>\$ 16,980,960</u>	<u>2.41 %</u>	<u>5.18 %</u>	<u>-0.11 %</u>

Source: Village Records

VILLAGE OF ORLAND PARK, ILLINOIS

**Home Rule Sales Tax Receipts by Month Earned
Last Three Fiscal Years**

Month	Fiscal Year Ended 9/30/06	Fiscal Year Ended 9/30/05	Fiscal Year Ended 9/30/04	Percentage Change From Preceding Year		
				FY 2006	FY 2005	FY 2004
October	\$ 708,455	\$ 717,846	\$ 668,232	-1.31 %	7.42 %	-8.15 %
November	879,529	892,284	890,727	-1.43	0.17	6.58
December	1,282,789	1,299,600	1,235,468	-1.29	5.19	-2.17
January	811,373	607,621	655,423	33.53	-7.29	1.31
February	715,474	676,549	674,651	5.75	0.28	4.52
March	722,466	792,654	781,154	-8.85	1.47	6.04
April	891,820	758,461	745,526	17.58	1.73	-9.93
May	859,088	752,372	765,955	14.18	-1.77	3.08
June	851,554	854,234	796,380	-0.31	7.26	0.90
July	725,915	738,290	750,632	-1.68	-1.64	2.71
August	776,691	751,680	731,821	3.33	2.71	-2.57
September	819,648	759,231	761,925	7.96	-0.35	-1.45
	<u>\$ 10,044,801</u>	<u>\$ 9,600,821</u>	<u>\$ 9,457,896</u>	<u>4.62 %</u>	<u>1.51 %</u>	<u>-0.13 %</u>

Source: Village Records

VILLAGE OF ORLAND PARK, ILLINOIS

Sales Tax Revenue - Top Ten Illinois Communities Municipal Sales Tax and Home Rule Sales Tax For the Period January - December 2005

<u>Municipality</u>	<u>Rank</u>	<u>Sales Tax Receipts</u>	<u>2000 Census Population</u>	<u>Dollars per Capita</u>
Chicago	1	\$ 384,594,468	2,896,016	\$ 133
Schaumburg	2	49,812,081	75,386	661
Springfield	3	45,907,092	111,454	412
Peoria	4	42,384,371	112,936	375
Aurora	5	35,705,571	142,990	250
Joliet	6	34,718,434	106,221	327
Orland Park	7	27,346,538	51,077	535
Naperville	8	26,433,138	128,358	206
Bloomington	9	26,334,463	64,808	406
Kankakee	10	24,129,285	27,491	878

Source: Illinois Department of Revenue

VILLAGE OF ORLAND PARK, ILLINOIS

**Assessed Value and Estimated Actual Value of Taxable Property
Last Ten Tax Levy Years**

Tax Levy Year	Real Property		Ratio of Equalized Assessed Valuation to Estimated Actual Value	Equalization Factor ¹
	Equalized Assessed Valuation	Estimated Actual Value		
1996	\$ 1,014,691,148	\$ 3,044,073,444	0.3333	2.1517
1997	1,046,731,415	3,140,194,245	0.3333	2.1489
1998	1,092,193,648	3,276,580,944	0.3333	2.1799
1999	1,228,383,504	3,685,150,512	0.3333	2.2505
2000	1,242,106,737	3,726,320,211	0.3333	2.2235
2001	1,324,498,770	3,973,496,310	0.3333	2.3098
2002	1,617,407,088	4,852,221,264	0.3333	2.4689
2003	1,663,932,057	4,991,796,171	0.3333	2.4598
2004	1,771,533,962	5,314,601,886	0.3333	2.5757
2005	2,107,443,850	6,322,331,550	0.3333	2.7320

Source: Office of the Cook and Will County Clerks

Note: ¹ Cook County Equalization Factor (Will County Equalization Factor is 1.0)

VILLAGE OF ORLAND PARK, ILLINOIS

Property Tax Rates per \$100 of Assessed Valuation Direct and Overlapping Governments Last Ten Fiscal Years

Tax Levy Year	2005	2004	2003	2002	2001	2000
Cook County:						
Tax Rates ¹						
Village of Orland Park ²	0.824	0.757	0.738	0.724	0.642	0.637
Cook County:						
General	0.533	0.593	0.630	0.690	0.746	0.824
Forest Preserve	0.060	0.060	0.059	0.061	0.067	0.069
Consolidated Elections	0.014	0.000	0.029	0.000	0.032	0.000
Bremen Township	0.049	0.054	0.053	0.051	0.062	0.063
Bremen General Assistance	0.008	0.008	0.008	0.006	0.005	0.005
Bremen Road and Bridge	0.032	0.019	0.037	0.035	0.041	0.040
Orland Township	0.057	0.064	0.061	0.057	0.066	0.068
Orland General Assistance	0.005	0.000	0.006	0.000	0.009	0.000
Orland Road and Bridge	0.035	0.042	0.042	0.041	0.049	0.050
Palos Township	0.039	0.043	0.045	0.043	0.050	0.050
Palos General Assistance	0.003	0.004	0.004	0.004	0.004	0.005
Palos Road and Bridge	0.033	0.038	0.039	0.037	0.044	0.045
Suburban Cook TB San District	0.005	0.001	0.004	0.006	0.007	0.008
South Cook Mosquito Abate. District	0.010	0.012	0.013	0.011	0.015	0.014
Metropolitan Water						
Reclamation District	0.315	0.347	0.361	0.371	0.401	0.415
Orland Fire Protection District	0.972	1.063	1.019	0.956	0.978	0.959
Palos Fire Protection District	0.586	0.667	0.686	0.665	0.816	0.815
Orland Hills Public Library District	0.109	0.122	0.123	0.119	0.142	0.137
Mokena Community Park District	0.294	0.305	0.320	0.297	0.315	0.325
Tinley Park Park District	0.379	0.422	0.427	0.384	0.445	0.481
School Districts:						
School District #118	2.346	2.687	2.726	2.698	3.247	3.296
School District #135	2.652	3.071	2.705	2.635	3.030	3.039
School District #140	3.032	3.144	2.617	2.570	3.086	3.137
School District #146	3.772	3.830	3.673	3.527	3.749	3.815
Consolidated High School #230	1.939	2.200	2.239	2.115	2.517	2.526
Moraine Valley Comm. College #524	0.208	0.253	0.256	0.245	0.288	0.286

*** Information not available

Data Source: Cook County Clerk

Notes: ¹ Property tax rates are per \$100 of assessed valuation

² Includes the Village Library Fund

1999	1998	1997	1996
0.597	0.606	0.552	0.551
0.854	0.911	0.919	0.989
0.070	0.072	0.074	0.074
0.023	0.000	0.027	0.000
0.061	0.063	***	***
0.003	0.004	***	***
0.038	0.040	***	***
0.067	0.073	0.076	0.076
0.000	0.010	0.004	0.004
0.049	0.055	0.056	0.056
0.049	0.055	***	***
0.004	0.005	***	***
0.043	0.047	***	***
0.008	0.008	0.008	0.008
0.013	0.013	0.012	0.011
0.419	0.444	0.451	0.492
0.928	0.995	0.977	0.941
0.780	0.834	***	***
0.131	0.141	***	***
0.325	0.329	***	***
0.370	0.396	***	***
3.167	3.283	***	***
2.925	3.165	3.157	3.072
3.015	3.369	***	***
3.739	3.856	***	***
2.430	2.619	2.388	2.321
0.273	0.287	0.286	0.275

THIS PAGE INTENTIONALLY LEFT BLANK

VILLAGE OF ORLAND PARK, ILLINOIS

**Property Tax Rates per \$100 of Assessed Valuation
Direct and Overlapping Governments
Last Six Fiscal Years**

Tax Levy Year	2005	2004	2003	2002	2001	2000
Will County:						
Tax Rates ¹						
Village of Orland Park ²	0.895	0.753	0.710	0.826	0.642	0.603
Will County:						
General	0.538	0.571	0.581	0.606	0.623	0.627
Forest Preserve	0.148	0.124	0.127	0.132	0.135	0.137
Frankfort Township Town Funds	0.087	0.090	0.092	0.097	0.098	0.099
Frankfort Township Road Funds	0.213	0.221	0.226	0.237	0.242	0.244
Mokena Fire District	0.467	0.491	0.499	0.523	0.533	0.536
Mokena Public Library District Bonds	0.000	0.038	0.065	0.069	0.071	0.072
Mokena Community Park District	0.287	0.298	0.301	0.302	0.310	0.316
School Districts:						
School District #159	2.306	2.441	2.491	2.630	2.666	2.701
School District #161	2.990	2.882	2.848	2.848	2.485	2.497
High School District #210	1.677	1.744	1.799	1.878	1.932	1.939
Community College District #525	0.209	0.214	0.211	0.221	0.224	0.222

Data Source: Will County Clerk

Notes: ¹ Property tax rates are per \$100 of assessed valuation

² Includes the Village Library Fund

VILLAGE OF ORLAND PARK, ILLINOIS

Principal Cook and Will County Taxpayers As of September 30, 2006

2006 Taxpayer	1997 Taxpayer	Type of Business
Simon Property Group	Urban Investment & Devel. Corp	Orland Square Mall (includes smaller stores)
Inland Real Estate	n/a	Shopping Center
Inland Retail Fund Ravinia		Shopping Center
Inland Orland Park PL LLC		One-story Store
Orland Park Joint Venture	Lakeview Plaza	Lake View Plaza (shopping center)
J.C. Penney Co., Inc.	J.C. Penney Co., Inc.	Department Store
St. George Corp	n/a	Commercial building over three stories
Sears D768 Tax B2 109A	Sears Roebuck & Co.	Department Store
Albertsons Tax Prop	n/a	Jewel Supermarkets and OSCO Drugs
May Department Stores	Marshall Fields	Macy's/Marshall Fields (department store)
MCRAES Inc.	Carson Pirie Scott	Carson Pirie Scott & Co.(department store)
B & G Realty	n/a	One-story non-fire proof public garage
n/a	Andrew Corp	Manufacturer
n/a	Target	Discount Store
n/a	Montgomery Ward	Department Store
n/a	Homemakers	Furniture Store

TOTALS

Data Source: Offices of the Cook and Will County Clerks and Orland Township Assessor.

Note: The figures above are totals of numerous parcel valuations of approximately \$200,000 and over as recorded in the Cook and Will County Assessor's offices. They were compiled from a meticulous page by page search of a listing of such records. It is possible, however, that certain parcels may have been overlooked.

¹ Total 2005 Equalized Assessed Valuation for the Village of Orland Park was \$2,107,443,850.

² Total 1996 Equalized Assessed Valuation for the Village of Orland Park was \$1,014,691,148.

2006			1997		
2005 Assessed Valuation ¹	Rank	Percentage of Total Equalized Assessed Valuation (EAV)	1996 Assessed Valuation ²	Rank	Percentage of Total Equalized Assessed Valuation (EAV)
\$ 89,990,110	1	4.27%	\$ 23,406,848	1	2.31%
54,231,872	2	2.57%	-		0.00%
26,087,346	3	1.24%	8,357,599	2	0.82%
14,931,530	4	0.71%	4,670,080	3	0.46%
14,875,620	5	0.71%	-		0.00%
14,003,776	6	0.66%	4,455,749	6	0.44%
13,809,768	7	0.66%	-		
11,419,755	8	0.54%	4,525,939	4	0.45%
11,193,876	9	0.53%	3,724,832	7	0.37%
10,457,481	10	0.50%	-		0.00%
-		0.00%	4,484,287	5	0.44%
-		0.00%	2,987,612	8	0.29%
-		0.00%	2,883,269	9	0.28%
-		0.00%	2,790,109	10	0.27%
<u>\$ 261,001,134</u>		<u>12.38%</u>	<u>\$ 62,286,324</u>		<u>6.14%</u>

VILLAGE OF ORLAND PARK, ILLINOIS

Property Tax Levies and Collections Last Ten Fiscal Years

	2005	2004	2003	2002
Equalized Assessed Valuation ¹	\$ 2,107,443,850	\$ 1,771,533,962	\$ 1,663,932,057	\$ 1,617,407,088
Tax Rates:				
General Corporate	0.0804	0.0956	0.1048	0.0818
Solid Waste	-	-	-	0.0791
Recreation and Parks	0.0112	0.0134	0.0142	0.0146
Open Lands Fund	-	-	-	-
I.M.R.F.	0.0691	0.0698	0.0563	0.0306
F.I.C.A.	0.0610	0.0680	0.0694	0.0404
Library Fund	0.4180	0.2740	0.2440	0.2440
Debt Service Fund	0.1403	0.1923	0.1792	0.1862
Police Pension Fund	0.0433	0.0436	0.0505	0.0464
Total	0.8233	0.7567	0.7184	0.7231
Tax Extensions:				
General Corporate	1,424,313	1,693,586	1,743,801	1,323,550
Solid Waste	-	-	-	1,279,178
Recreation and Parks	198,412	237,386	236,278	236,900
Open Lands Fund	-	-	-	-
I.M.R.F.	1,224,130	1,236,531	936,794	494,400
F.I.C.A.	1,080,636	1,204,643	1,154,769	654,050
Library Fund	7,405,012	4,854,003	4,294,711	3,934,919
Debt Service Fund	2,485,462	3,406,660	2,981,766	3,011,646
Police Pension Fund	767,074	772,389	840,286	750,114
Total	\$ 14,585,039	\$ 13,405,197	\$ 12,188,405	\$ 11,684,757
Collections	\$ 13,968,516	\$ 13,188,407	\$ 11,235,001	\$ 11,462,228
Percent Collected	95.77%	98.38%	92.18%	98.10%

Data Sources: Office of the County Clerk, Village Records

Note: ¹ Equalized Assessed Valuation includes Cook and Will Counties

2001	2000	1999	1998	1997	1996
<u>\$ 1,324,498,770</u>	<u>\$ 1,242,106,737</u>	<u>\$ 1,228,383,504</u>	<u>\$ 1,092,193,648</u>	<u>\$ 1,046,731,415</u>	<u>\$ 1,014,691,148</u>
0.0756	0.0721	0.0740	0.0472	0.0492	0.0492
0.0817	0.0826	0.0801	0.0876	0.0886	0.0886
0.0136	0.0138	0.0130	0.0142	0.0148	0.0148
0.0083	0.0089	0.0090	0.0096	0.0100	0.0100
0.0303	0.0426	0.0400	0.0438	0.0443	0.0443
0.0467	0.0395	0.0371	0.0406	0.0394	0.0394
0.1671	0.1636	0.1559	0.1620	0.1572	0.1502
0.1631	0.1654	0.1572	0.1486	0.0879	0.0878
0.0544	0.0473	0.0302	0.0524	0.0590	0.0492
<u>0.6408</u>	<u>0.6358</u>	<u>0.5965</u>	<u>0.6060</u>	<u>0.5504</u>	<u>0.5335</u>
1,001,160	896,029	909,228	516,013	515,000	515,000
1,081,624	1,025,473	983,454	956,688	927,000	927,000
180,250	171,285	159,135	154,804	154,500	154,500
110,250	110,250	110,250	105,207	105,000	105,000
401,700	529,271	491,727	478,344	463,500	463,500
618,000	490,447	455,657	443,255	412,000	412,000
2,212,635	2,032,087	1,915,285	1,769,354	1,645,425	1,571,780
2,160,853	2,054,988	1,931,076	1,622,542	919,944	919,480
721,000	587,100	370,883	572,486	618,000	515,000
<u>\$ 8,487,472</u>	<u>\$ 7,896,930</u>	<u>\$ 7,326,695</u>	<u>\$ 6,618,693</u>	<u>\$ 5,760,369</u>	<u>\$ 5,583,260</u>
<u>\$ 8,417,090</u>	<u>\$ 7,519,508</u>	<u>\$ 7,202,610</u>	<u>\$ 6,442,229</u>	<u>\$ 5,455,377</u>	<u>\$ 5,429,855</u>
<u>99.17%</u>	<u>95.22%</u>	<u>98.31%</u>	<u>97.33%</u>	<u>94.71%</u>	<u>97.25%</u>

VILLAGE OF ORLAND PARK, ILLINOIS

**Ratio of Net General Obligation Bonded Debt to Assessed Value and
Net General Obligation Bonded Debt per Capita
Last Ten Fiscal Years**

Fiscal Year	Population	Assessed Value	Gross General Obligation Bonded Debt	Less Debt Service Funds	Net General Obligation Bonded Debt
1997	47,583	\$ 1,046,731,415	\$ 12,385,000	\$ 1,265,821	\$ 11,119,179
1998	47,583	1,092,193,648	21,080,000	1,313,424	19,766,576
1999	47,583	1,228,383,504	19,640,000	1,739,019	17,900,981
2000	51,077	1,242,106,737	33,765,000	1,780,973	31,984,027
2001	51,077	1,324,498,770	32,370,000	2,686,763	29,683,237
2002	51,077	1,617,407,088	40,770,000	3,176,482	37,593,518
2003	51,077	1,663,932,057	68,645,000	4,791,317	63,853,683
2004	56,876	1,771,533,962	67,845,000	5,311,915	62,533,085
2005	56,876	2,107,443,850	69,270,000	5,885,369	63,384,631
2006	56,876	2,107,443,850	78,095,000	10,402,638	67,692,362

Note: Assessed Valuation for Fiscal Year 2006 is not available as of the date of this report.

Ratio of Net General Obligation Bonded Debt to Assessed Value	Percentage of Personal Income	Net General Obligation Bonded Debt per Capita
1.062	1.14%	233.68
1.810	2.02%	415.41
1.457	1.83%	376.21
2.575	2.06%	626.19
2.241	1.91%	581.15
2.324	2.42%	736.02
3.838	4.10%	1,250.15
3.530	3.61%	1,099.46
3.008	3.66%	1,114.44
3.212	3.91%	1,190.17

VILLAGE OF ORLAND PARK, ILLINOIS

Computation of Direct and Overlapping Debt As of September 30, 2006

	<u>Net Debt Outstanding</u>	<u>Percentage Applicable to Orland Park</u>	<u>Amount Applicable to Orland Park</u>
Direct Debt:			
Village of Orland Park, Illinois ³	\$ 78,095,000	100.000 %	<u>\$ 78,095,000</u>
Overlapping Debt:			
Cook County	3,070,610,000	1.578	48,454,226
Cook County Forest Preserve District	132,855,000	1.578	2,096,452
Will County ^{4,6}	4,885,000	0.036	1,759
Will County Forest Preserve ²	169,107,309	0.036	60,879
Metropolitan Water Reclamation District ¹	1,628,886,177	1.611	26,241,356
Orland Fire Protection District	1,400,000	87.893	1,230,502
Palos Fire Protection District	215,000	7.604	16,349
Tinley Park Park District	15,395,340	6.448	992,692
Mokena Community Park District ²	4,160,000	12.404	516,006
School District #118	10,700,000	5.350	572,450
School District #135 ²	49,711,342	90.163	44,821,237
School District #140 ²	10,440,480	9.231	963,761
School District # 146	19,570,000	25.603	5,010,507
School District # 159 ^{2,4,5}	19,570,582	1.217	238,174
School District # 161 ²	4,185,467	0.001	42
Consolidated High School District #230	103,340,000	44.320	45,800,288
Consolidated High School District #210 ²	52,891,654	0.198	104,725
Community College District #525 ⁴	-	0.037	-
Total Overlapping Debt			<u>177,121,404</u>
Total Direct and Overlapping Debt			<u>\$ 255,216,404</u>

Data Sources: Offices of the Cook and Will County Clerks, Cook County Department of Revenue, and Treasurer of the Metropolitan Water Reclamation District of Greater Chicago

Notes: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the city. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of the Village of Orland Park. This process recognizes that, when considering the government's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt, of each overlapping government.

¹ Includes IEPA Revolving Loan Fund Bonds

² Includes original principal amounts of outstanding General Obligation Capital Appreciation Bonds

³ Includes Library Notes

⁴ Excludes outstanding principal amounts of General Obligation (Alternate Revenue Source) Bonds which are expected to be paid from sources other than general taxation.

⁵ Includes taxable debt certificates

⁶ Includes Public Building Commission Revenue Bonds payable from lease payments secured by ad valorem taxes levied on all taxable property within the County. Includes the Will County portion of the Juvenile Justice Center bonds.

VILLAGE OF ORLAND PARK, ILLINOIS

Demographic and Economic Statistics

Last Ten Fiscal Years

September 30, 2006

Fiscal Year	Population ¹	Personal Income	Per Capita Personal Income ²	Median Age ²	Education Level in Years of Formal Schooling ⁴	School Enrollment ⁵	Unemployment Rate ³
1997	47,583	\$ 976,450,743	\$ 20,521	39.4	14	n/a	3.3 %
1998	47,583	976,450,743	20,521	39.4	14	8,605	2.9
1999	47,583	976,450,743	20,521	39.4	14	8,672	3.0
2000	51,077	1,556,162,959	30,467	41.4	14	8,808	3.7
2001	51,077	1,556,162,959	30,467	41.4	14	8,868	4.6
2002	51,077	1,556,162,959	30,467	41.4	14	8,992	5.6
2003	51,077	1,556,162,959	30,467	41.4	14	9,260	5.7
2004	56,876	1,732,841,092	30,467	41.4	14	9,338	5.2
2005	56,876	1,732,841,092	30,467	41.4	14	9,410	5.1
2006	56,876	1,732,841,092	30,467	41.4	14	n/a	5.1

Data Sources:

¹ U.S. Census Bureau, 1997 Special Census, 2000 Census, 2004 Special Census, Northeastern Illinois Planning Commission

² Based on the 1990 and 2000 U.S. Census

³ March 2006 Northeastern Illinois Planning Commission

2006 Data not available at time of report. Using 2005 data.

⁴ Based on the 1990 and 2000 U.S. Census over 50% of the population 25 years and over attended college and/or received an Associate Degree (Grade 14)

⁵ Based on Illinois State Board of Education School Report Cards for School District #135 and Carl Sandburg HS.

VILLAGE OF ORLAND PARK, ILLINOIS

Principal Employers

As of September 30, 2006 and September 30, 1997

Name	Type of Business	2006		
		Approximate Number Employed	Rank	Percentage of Total Village Employment ¹
Andrew Corporation	Communications systems and equipment	800	1	3.13%
School District #135	Elementary school (K-8)	789	2	3.09%
High School District #230	Carl Sandburg HS	335	6	1.31%
Panduit Corporation	Manufactures communication and telecommunications products	325	8	1.27%
Marquette Bank	Full service bank	318	9	1.25%
J.C. Penney	Retail Department Store	405	4	1.59%
Carson Pirie Scott	Retail Department Store	335	7	1.31%
Sears	Retail Department Store	-	-	-
Marshall Fields	Retail Department Store	340	5	1.33%
Jewel/Osco Food Store	Supermarket and Drug Store	570	3	2.23%
Target	Discount Store	250	10	0.98%

* Will not confirm

Note: Does not include the Village of Orland Park

¹ Total Persons in the Labor Force (25,536) is based on 2000 Census

² Total Persons in the Labor Force (24,051) is based on 1990 Census

Data Source: Phone survey of employers. 2007 Harris Illinois Industrial Directory, 2006 Illinois Manufacturer's Directory and 2006 Illinois Services Directory

1997		
Approximate Number Employed	Rank	Percentage of Total Village Employment ²
1400	1	5.82%
540	2	2.25%
-		-
-		-
-		-
415	3	1.73%
350	4	1.46%
350	5	1.46%
325	6	1.35%
325	7	1.35%
260	8	1.08%

THIS PAGE INTENTIONALLY LEFT BLANK

VILLAGE OF ORLAND PARK, ILLINOIS

Full-time and Part-time Village Government Employees by Function Last Eight Fiscal Years As of September 30, 2006

Function/Program	2006	2005	2004	2003	2002	2001	2000	1999
General Government								
Village Manager/Administration	13	16	12	12	15	13	14	10
MIS	3	3	3	3	3	3	3	3
Village Clerk	5	3	3	3	3	3	3	3
Finance/Finance Water	21	21	16	20	22	22	27	24
Officials	10	12	13	16	12	11	11	11
Building Maintenance	9	9	9	9	10	10	8	7
Total General Government	61	64	56	63	65	62	66	58
Planning and Development								
Engineering	4	5	6	9	8	9	8	8
Community Development	9	10	10	10	9	10	8	9
Building Code Enforcement	21	21	21	19	20	19	18	17
Total Planning and Development	34	36	37	38	37	38	34	34
Public Safety								
Police Patrol	97	95	96	92	93	93	92	90
Civilian	69	78	62	63	58	60	53	49
Crossing Guards	12	11	11	11	10	11	11	10
Total Public Safety	178	184	169	166	161	164	156	149
Public Works								
Streets	26	23	22	23	21	20	20	18
Transportation	6	6	6	7	7	7	6	7
Vehicle & Equipment	10	10	10	10	10	9	7	7
Water & Sewer/Administration	28	25	27	26	24	24	24	21
Total Public Works	70	64	65	66	62	60	57	53
Culture & Recreation								
Administration	9	13	12	13	13	15	19	18
Programs	108	109	94	92	190	257	253	206
Parks	37	31	34	34	27	28	26	27
Sportsplex ¹	103	104	113	105	105	4	0	0
Special Recreation ²	69	74	65	72	0	0	0	0
Total Culture & Recreation	326	331	318	316	335	304	298	251
Total Full-time and Part-time Employees	669	679	645	649	660	628	611	545

Source: Village Records - data not available prior to 1999

Note: Part-time Seasonal Employees are not included in this report.

¹ Sportsplex opened in 2002

² Prior to 2003 Special Recreation was part of Programs

VILLAGE OF ORLAND PARK, ILLINOIS

Operating Indicators

Last Ten Fiscal Years

As of September 30, 2006

	2006	2005	2004	2003	2002	2001
General Government:						
Number of Registered Voters	37,584	37,302	36,538	35,131	35,373	32,727
Number of Votes Cast in:						
Last Consolidated Election	12,916	12,916	7,366	7,366	10,828	10,828
Percentage of Registered Voter Voting in:						
Last Consolidated Election	34.37%	34.63%	20.16%	20.97%	30.61%	33.09%
Planning and Development:						
Building Permits Issued	1,845	2,129	2,288	3,320	3,129	2,992
Water and Sewerage:						
Number of Metered Accounts	22,570	22,205	21,684	21,297	20,807	19,495
Average Daily Gallons Pumped	7,307,000	7,828,000	6,837,000	6,956,000	7,257,000	6,700,000
Public Works:						
Streets Resurfaced (in miles)	6	6	4	3	7	9
Number of Potholes Repaired	48	60	68	65	62	83
Culture and Recreation:						
Number of Programs	2,014	2,011	2,290	2,090	2,071	1,780
Number of Sportsplex Memberships	2,720	2,959	2,621	2,958	2,211	47
Number of Pool Memberships	1,556	1,510	1,471	1,282	1,451	1,905
Police Department:						
Offenses:						
Murder	0	0	0	1	0	0
Criminal Sexual Assault	2	5	1	3	3	7
Robbery	4	9	8	8	5	5
Aggravated Assault	11	16	13	18	15	17
Burglary	45	58	49	51	74	63
Theft	1,113	1,011	1,128	949	1,078	1,099
Motor Vehicle Theft	18	30	23	42	37	44
Arson	1	2	1	1	1	0
Warrants and Violations:						
Motor Vehicle Accidents	3,662	2,659	3,212	3,492	3,320	3,453
Traffic Enforcement Arrests	9,394	8,028	1,316	1,210	1,205	7,332
Traffic Warnings	6,264	6,270	5,230	4,449	5,530	5,256

Note: 1997 data is not available.

The Village will report prospectively until a full ten-year trend has been compiled.

The Sportsplex opened in the Spring of 2002. There were early membership enrollments in 2001.

2000	1999	1998	1997
31,504	29,974	28,392	n/a
3,968	3,968	4,265	n/a
12.60%	13.24%	15.02%	n/a
2,788	2,749	2,739	2436
22,254	18,787	18,300	n/a
6,670,000	6,800,000	6,000,000	n/a
12	9	10	11
102	97	73	104
1,737	1,728	1,610	1532
n/a	n/a	n/a	n/a
2,204	1,605	n/a	n/a
0	0	0	n/a
7	7	3	n/a
5	3	4	n/a
17	21	23	n/a
63	58	53	n/a
1,099	955	917	n/a
44	50	44	n/a
0	0	0	n/a
3,428	3,238	2,910	n/a
7,781	9,552	8,162	n/a
3,308	6,792	5,646	4042

VILLAGE OF ORLAND PARK, ILLINOIS

Capital Asset Statistics Last Ten Fiscal Years As of September 30, 2006

	2006	2005	2004	2003	2002
Water and Sewerage:					
Miles of Water Mains	330	325	322	314	308
Public Works:					
Miles of Streets		413	270	190	185
Miles of Curbs		381	500	365	354
Miles of Sidewalks		314	480	307	300
Number of Streetlights	4071	4056	4035	3966	3886
Number of Traffic Signals	9	7	6	4	4
Culture and Recreation:					
Pool	1	1	1	1	1
Parks	51	51	50	50	49
Parks Acreage	610	610	605	605	600
Tennis Courts	29	29	29	29	29
Recreation Centers	2	2	2	2	2
Lakes	1	1	1	1	1
Police Department:					
Stations	1	1	1	1	1
Holding Cells	11	11	11	11	11
Patrol Cars	42	42	42	41	36
Unmarked Cars	24	24	25	27	24
Trucks and Vans	85	81	8	7	14
Motorcycles	2	2	2	2	2
Trailers	33	31	4	4	4
All-terrain Vehicles	1	1	1	1	1

Source: Village of Orland Park Financial Reports

Note: 1997 data is unavailable.

The Village will report prospectively until a full ten-year trend has been compiled.

n/a Data unavailable

2001	2000	1999	1998	1997
290	290	281	281	n/a
181	170	168	168	168
344	320	315	315	315
302	315	310	310	310
3716	3687	3663	3607	3568
4	4	4	4	4
1	1	1	1	1
49	48	46	45	45
506	500	455	450	450
29	29	29	28	28
1	1	1	1	1
1	1	1	1	1
1	1	1	1	1
12	12	12	12	12
39	39	39	39	n/a
21	21	21	21	n/a
9	9	8	8	n/a
n/a	n/a	n/a	n/a	n/a
n/a	n/a	n/a	n/a	n/a
1	1	1	1	n/a

THIS PAGE INTENTIONALLY LEFT BLANK