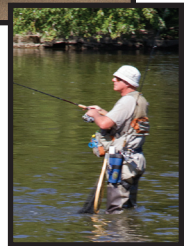




Village of Oswego



Village of Oswego, Illinois Comprehensive Annual Financial Report For the Fiscal Year Ended April 30, 2013

VILLAGE OF OSWEGO, ILLINOIS

COMPREHENSIVE ANNUAL
FINANCIAL REPORT

For the Year Ended
April 30, 2013

Prepared by:

Village of Oswego Finance Department

VILLAGE OF OSWEGO, ILLINOIS
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Principal Officials

Village President

Brian LeClercq
(Term Expires April 2015)

Village Trustees

Tony Giles
(Term Expires April 2015)

Pam Parr
(Term Expires April 2017)

Terry Michels
(Term Expires April 2015)

Gail Johnson
(Term Expires April 2015)

Judy Sollinger
(Term Expires April 2017)

Scott Volpe
(Term Expires April 2017)

Appointed Positions

Tina Touchette

Village Clerk

Steve Jones

Village Administrator

Mark Horton

Finance Director/Village Treasurer

Ann Spears

Human Resources Director

Rod Zenner

Community Development Director

Vijay Gadde

Economic Development Director

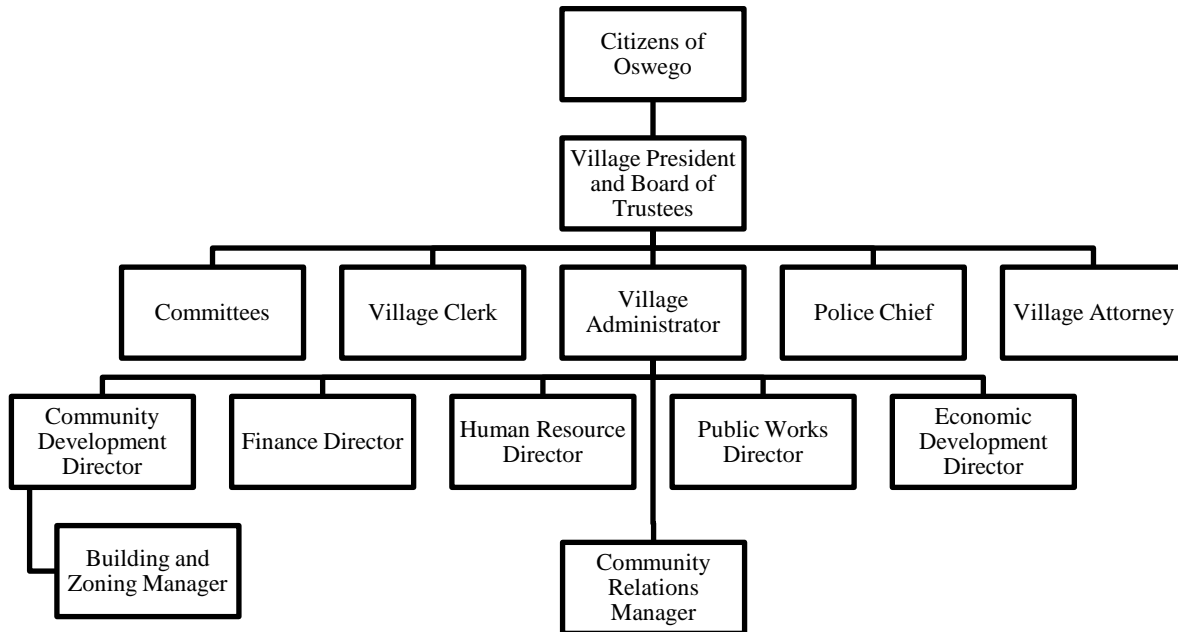
Jerry Weaver

Public Works Director

Dwight Baird

Police Chief

VILLAGE OF OSWEGO ORGANIZATIONAL CHART





Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**Village of Oswego
Illinois**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

April 30, 2012

Executive Director/CEO



September 19, 2013

Residents of the Village of Oswego
Village President LeClercq and Board of Trustees

The Comprehensive Annual Financial Report of the Village of Oswego, Illinois, for the fiscal year ended April 30, 2013 is hereby presented in compliance with State Statutes. State Statutes require local governments publish within six months of the close of each fiscal year a complete set of financial statements presented in conformity with generally accepted accounting principles (GAAP). These financial statements must also be audited in accordance with accepted auditing standards by a firm of licensed certified public accountants.

The financial statements consist of management's representations regarding the finances of the Village of Oswego. Consequently, management assumes full responsibility for the completeness and reliability of all the information presented in this document. Management has established an internal control framework designed to protect the government's assets from loss, theft, misuse and to compile sufficient reliable information for preparing the Village's financial statements in conformity with GAAP. The cost of implementing internal controls should not outweigh their benefits and so the control framework has been designed to provide reasonable assurance rather than absolute assurance that the financial statements will be free from material misstatement. Management believes the data presented in this financial report is complete and reliable in all material respects.

The Village of Oswego retained the services of an independent accounting firm, Sikich LLP, Naperville, Illinois, to conduct the April 30, 2013 audit. The 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. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that the Village of Oswego financial statements for the fiscal year ended April 30, 2013 are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report.

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

GOVERNMENT PROFILE

Oswego was first settled in 1833 and formally incorporated in 1852. It is a home rule community as defined by the Illinois Constitution and as such is empowered to levy a property tax, at the rate it deems appropriate on all property located within its boundaries. The Village of Oswego is located in the northeastern section of the State of Illinois, approximately 50 miles southwest of Chicago in the northeast corner of Kendall County. The Village population reached 30,355 with the 2010 decennial census. The Village operates under the Trustee/Administrator form of government, as defined in Illinois state statutes. A Village President and six trustees are elected at large to overlapping 4 year terms. The Board appointed full-time Village Administrator acts as the Chief Operating Officer of the Village, managing the day-to-day activities of the Village.

The Village of Oswego has 112 full time equivalent employees providing an array of services for the residents including; police protection, maintaining the water distribution system, sanitary sewer line administration, storm water collection, public works operations, road & bridge maintenance, community development, economic development, building and zoning services, general administrative services, and tourism.

Generally accepted accounting principles (GAAP) require that the financial reporting entity include the primary government, organizations for which the primary government is financially responsible and other organizations for which the nature and significance of their relationship with the primary government are such that the exclusion would cause the financial reporting entity's financial statements to be misleading and incomplete. The criteria used to evaluate the responsibility for oversight at the Village's level includes financial independence, election of a governing authority, designation of management, ability to significantly influence operations and accountability for fiscal matters. The Village has included the Police Pension Fund as part of the Village. The Village is not considered to be a component unit of any other governmental unit.

The annual budget serves as the spending authority for the Village. Budgetary control is maintained at the fund level for all budgeted funds. An annual budget is prepared for the General Fund, the Capital Projects Fund, the Debt Service Fund, the Motor Fuel Tax Fund, the Police Pension Fund, the Water and Sewer Fund, and the Garbage Fund. The budget process begins in the fall with the updating of a five year financial forecast which provides a long term outlook on the Village's financial condition and also provides direction for the subsequent fiscal year budget. Department heads are given instructions for preparing line item budgets for their respective departments and submitting them to the Budget Officer/Finance Director. All the department submissions are compiled creating the draft budget which is presented to the Board. A public hearing is required to be held on the budget before formal adoption by the Board. The annual budget must be adopted before the beginning of the Village's fiscal year, which is May 1st.

ECONOMIC CONDITION AND OUTLOOK

Local Economy

The Village's population increased from 13,326 in calendar year 2000 to the 2010 Census amount of 30,355. Commercial growth has followed the increase in population and is providing retail shopping for Village residents as well as many non-residents from many surrounding towns. The

Village's Economic Development department works to retain and attract retail, office, and industrial businesses to the Village.

The Village is a regional shopping and dining destination as national retailers and restaurants have located here. The Route 34 corridor is one of the largest commercial centers in the Fox Valley area now offering over 2.6 million square feet of commercial space. Anchor stores include Best Buy, Dick's Sporting Goods, Dominick's, The Home Depot, Kohl's, Meijer, Target, Wal-Mart and Sears Home Appliance. Many well-known chain restaurants have also located within the shopping centers.

The Orchard Road Corridor is the second largest commercial area within the Village currently home to a large chain grocery, financial institutions, a health care facility, restaurants, a senior residential facility and other retail. Discussions have begun with interested developers for the remaining open areas within the corridor.

The Village has four business parks providing commercial and industrial development. The 300-acre Kendall Point Business Center, the 130-acre Stonehill Business Park, the Highland Business Center and Farmington Lakes Office Campus have all been established providing an abundance of commercial and manufacturing businesses. Proposed industrial and office development areas in the Orchard Road corridor covering more than 200 acres will add to the commercial and industrial base within the community.

All of this development and residential growth has helped the local economy to remain steady and even grow over the past four years. The Village's Sales Tax revenue continued to grow beating budget estimates for the fiscal year and the prior year's totals. The Village's proactive reaction to the economy has helped keep costs down and the Village's finances on track. The local economy remains strong and annual housing starts and commercial developments are increasing as the national economy continues improving.

Long-Term Financial Planning

The Village annually updates the five year capital/personnel plans as a means of identifying increases in expenditure levels for subsequent years. The Five Year Financial Forecast document estimating annual revenues and annual expenditures for long term planning is also updated annually. Trends in revenue sources and expenditures are identified and reviewed so quality assumptions may be made for the future fiscal health of the Village. In fiscal year 2012, the Village Board completed a strategic plan and goal setting session outlining the future direction they have for the Village. This plan is reviewed and updated to show the status of each goal annually. All of this information will be utilized in creating a roadmap for Village operations, future capital improvement projects and creating a financing plan for the Village's future.

Major Initiatives

During fiscal year 2012/2013, work was done on the technology upgrade for all Village departments, funded by the remaining 2009 Bond proceeds. The annual road program, paid from Motor Fuel Tax revenue, was 100% completed. The Route 71 water-main relocation project was started and is to be finished during fiscal year 2013/2014.

The capital projects scheduled for Fiscal Year 2013/2014, include the completion of the technology upgrade project, the annual road program paid from Motor Fuel Tax revenue, the Route 71 water-main relocation project, bike and multi-use path installations, and other minor road improvements.

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 Oswego for its comprehensive annual financial report for the fiscal year ended April 30, 2012. This was the 10th consecutive year the Village has received this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. The report must also satisfy both generally accepted accounting principles and applicable legal requirements.

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

The Village also received the GFOA Distinguished Budget Presentation Award for the Fiscal Year 2012/2013 Annual Budget document. This was the 9th consecutive year the Village has received this award. In order to qualify for the Distinguished budget Presentation Award, the government must publish a budget document that meets program criteria as a policy document, as an operations guide, as a financial plan and as a communications device.

The preparation of this report would not have been possible without the dedicated services of Village Department Heads and staff. The entire staff of the finance department is extended a special appreciation for all of their assistance in the completion of the annual audit and preparation of this report. We would also like to thank the Village President and Board of Trustees for their support in maintaining the highest standards of professionalism in the management of the Village's finances.

Respectfully submitted,



Steve Jones
Village Administrator



Mark G. Horton
Finance Director/Village Treasurer



INDEPENDENT AUDITOR'S REPORT

The Honorable President
Members of the Board of Trustees
Village of Oswego
Oswego, Illinois

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the Village of Oswego, Illinois (the Village) as of and for the year ended April 30, 2013, and the related notes to financial statements, which collectively comprise the Village's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the Village of Oswego, Illinois, as of April 30, 2013, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Emphasis of Matter

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

Other Matters

Required Supplementary Information

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

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Village of Oswego, Illinois' basic financial statements. The combining and individual fund financial statements and schedules and supplemental data, introductory and statistical sections 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 and supplemental data are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to

prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statements as a whole. The introductory and statistical sections listed in the table of contents were not audited by us and, accordingly, we express no opinion thereon.

We also have previously audited, in accordance with auditing standards generally accepted in the United States of America, financial statements of the governmental activities, business-type activities, each major fund and the aggregate remaining fund information of the Village of Oswego, Illinois as of and for the year ended April 30, 2012, and we expressed unmodified opinions on those financial statements. Those audits were conducted for purposes of forming an opinion on the financial statements as a whole. The schedules of revenues, expenditures (expenses) and changes in fund balance (net assets) - budget and actual for each fund with comparative actual is presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2012 financial statements. The information has been subjected to the auditing procedures applied in the audit of those financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements from which it has been derived.



Naperville, Illinois
September 19, 2013

GENERAL PURPOSE EXTERNAL FINANCIAL STATEMENTS

VILLAGE OF OSWEGO, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
APRIL 30, 2013

As management of the Village of Oswego ("Village"), we offer readers of the Village's financial statements this narrative overview and analysis of the financial activities of the Village for the fiscal year ended April 30, 2013. Since Management's Discussion and Analysis ("MD&A") is designed to focus on the current year's activities, resulting changes and currently known facts, it should be read in conjunction with the Letter of Transmittal on pages iv through vii and the financial statements beginning on page 4.

Overview of the Financial Statements

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

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

Financial Highlights

- The Village's total assets and deferred outflows decreased \$1.7 million from \$369.8 million to \$368.1 million. The decrease is due to depreciation of capital assets being greater than the amount of capital asset additions for the fiscal year.
- The Village's total liabilities and deferred inflows decreased \$4.1 million for the fiscal year. Current liabilities decreased \$2.2 million as a final capital project payout was made and Long term liabilities decreased \$1.9 million due to principal payments made on outstanding debt.
- The Village's total net position increased \$2.5 million for the fiscal year ending April 30, 2013 indicating the Village may be economically better off than the prior fiscal year.
- Total revenues increased \$1.2 million during the fiscal year. Charges for services revenue, Operating grants/contributions and other revenues contributed to the increase.
- Total expenses increased \$0.06 million over the fiscal year due to greater expenses incurred in the governmental funds as compared to last fiscal year.

Government-Wide Financial Statements. The *government-wide financial statements* are designed to provide readers with a broad overview of the Village's finances, in a manner similar to a private-sector business. The *statement of net position* presents information on all of the Village's assets and liabilities, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the Village is improving or deteriorating.

VILLAGE OF OSWEGO, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
APRIL 30, 2013

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

The government-wide financial statements distinguish functions of the Village that are primarily supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities reflect the Village's basic services, including administration, building and zoning, community development, public works and public safety. Sales taxes, shared state taxes and permit fees finance the majority of these services. The business-type activities reflect private sector type operations, where the fee for service typically covers all or most of the cost of operations, including depreciation. The water/sewer operations and the garbage collection operations are the two business-type activities within the village.

The government-wide financial statements can be found beginning on page 4 of this report.

Fund Financial Statements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Village 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 are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. 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 Village's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The Village maintains many individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures and changes in fund balances for the General Fund and the Debt Service Fund which are considered to be major funds. Information from the Village's other governmental funds is combined into a single column presentation. Individual fund information for these non-major governmental funds is provided elsewhere in the report. The basic governmental fund financial statements can be found beginning on page 7 of this report.

**VILLAGE OF OSWEGO, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
APRIL 30, 2013**

Proprietary Funds maintained by the Village are of only one type; enterprise funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The Village uses enterprise funds to account for its water and sanitary sewer operations and its contractually hired garbage collections. Proprietary funds provide the same type of information as the government-wide financial statements. The proprietary fund financial statements provide separate information for the Water and Sewer Fund and the Garbage Fund, both of which are considered to be major funds of the Village. The basic proprietary fund financial statements can be found beginning on page 11 of this report.

Fiduciary funds are used to account for resources held for the benefit of parties outside the Village. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the Village's own programs. The accounting used for fiduciary funds is similar to that used by proprietary funds. The Village maintains one fiduciary trust fund; the Police Pension fund and two agency funds; one for development fees held for other governmental agencies and one for developer deposits. The basic fiduciary fund financial statements can be found beginning on page 16 of this report.

Notes to the Financial Statements. The notes to the financial statements provide additional information that is essential to a full understanding of the information provided in the government-wide and fund financial statements. The notes to the financial statements begin on page 18 of this report.

Other Information. In addition to the basic financial statements, this report also includes certain required supplementary information related to budgetary information and the Village's progress in funding its obligation to provide pension benefits to its employees. Non-major fund information can be found immediately following the required supplementary information.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Statement of Net Position. A useful indicator of the Village's financial position may be ascertained by comparing the total Net Position from year to year. The Village's total assets/deferred outflows decreased as did total liabilities/deferred inflows from 2012 to 2013 resulting in an increase in total Net Position. The increase in total Net Position suggests the Village's financial position was better off at the end of fiscal year 2013 as compared to fiscal year 2012. The following chart reflects the condensed Statement of Net Position:

**VILLAGE OF OSWEGO, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
APRIL 30, 2013**

Village of Oswego
Statement of Net Position
As of April 30, 2013

	Governmental Activities		Business-Type Activities		Total Primary Government	
	2012	2013	2012	2013	2012	2013
Assets:						
Current & other assets	\$14,528,849	\$11,862,844	\$7,327,732	\$10,371,686	\$21,856,581	\$22,234,530
Capital assets	289,924,391	287,546,557	57,604,920	57,906,133	347,529,311	345,452,690
Total assets	304,453,240	299,409,401	64,932,652	68,277,819	369,385,892	367,687,220
Deferred outflows	121,864	111,177	280,960	331,392	402,824	442,569
Total assets & deferred outflows	304,575,104	299,520,578	65,213,612	68,609,211	369,788,716	368,129,789
Liabilities:						
Current liabilities	4,224,242	1,548,270	1,008,071	1,495,915	5,232,313	3,044,185
Long-term liabilities	18,505,760	17,470,525	16,857,735	15,961,344	35,363,495	33,431,869
Total liabilities	22,730,002	19,018,795	17,865,806	17,457,259	40,595,808	36,476,054
Deferred inflows	1,216,073	1,216,083	-	-	1,216,073	1,216,083
Total liabilities & deferred inflows	23,946,075	20,234,878	17,865,806	17,457,259	41,811,881	37,692,137
Net Position:						
Net investment in capital assets	272,998,786	271,570,611	40,762,984	41,995,957	313,761,770	313,566,568
Restricted	2,486,786	2,888,976	654,000	654,000	3,140,786	3,542,976
Unrestricted	5,143,457	4,826,113	5,930,822	8,501,995	11,074,279	13,328,108
Total Net Position	\$280,629,029	\$279,285,700	\$47,347,806	\$51,151,952	\$327,976,835	\$330,437,652

The majority of the Village of Oswego's net position reflects its investment in capital assets (e.g. land, buildings, machinery & equipment and infrastructure), less any related outstanding debt used to acquire or construct those assets. The Village of Oswego uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Net investment in capital assets decreased from fiscal year 2012 by \$0.2 million due to the depreciation of the capital assets. The Restricted net position increased \$0.4 million because of the increase in Fund Balance of the Motor Fuel Tax Fund. Of the total restricted net position, 58% is for the completion of general road improvements. Unrestricted net position increased \$2.2 million compared to fiscal year 2012. For more detailed information on net position, refer to the Statement of Net Position on page 4.

**VILLAGE OF OSWEGO, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
APRIL 30, 2013**

Changes in Net Position. The following chart summarizes the revenue and expenses of the Village's activities.

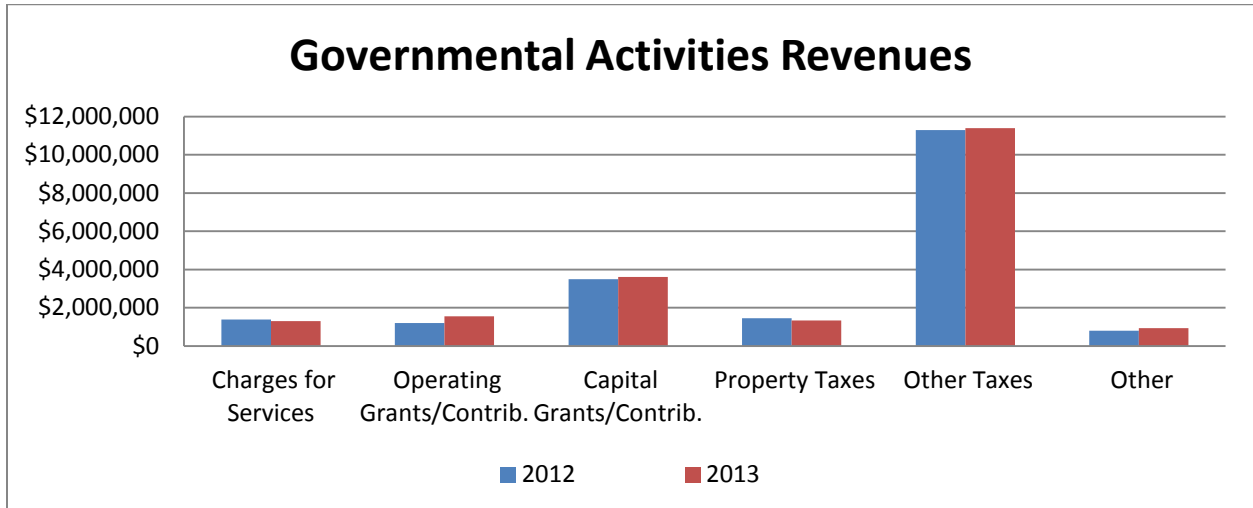
**Village of Oswego
Changes in Net Position
For the Fiscal Year Ended April 30, 2013**

	Governmental Activities		Business-Type Activities		Total Primary Government	
	2012	2013	2012	2013	2012	2013
REVENUES						
Program Revenues:						
Charges for Services	\$1,382,036	\$1,305,358	\$8,529,573	\$8,727,681	\$9,911,609	\$10,033,039
Operating Grants/Contrib.	1,207,396	1,561,809	111,935	636,669	1,319,331	2,198,478
Capital Grants/Contrib.	3,495,236	3,614,701	62,390	-	3,557,626	3,614,701
General Revenues:						
Property Taxes	1,454,079	1,344,929	-	-	1,454,079	1,344,929
Other Taxes	11,284,637	11,398,855	-	-	11,284,637	11,398,855
Other	800,156	933,495	58,694	59,209	858,850	992,704
Total Revenues	19,623,540	20,159,147	8,762,592	9,423,559	28,386,132	29,582,706
EXPENSES						
General Government	2,551,465	2,504,327	-	-	2,551,465	2,504,327
Building and Zoning	603,708	627,008	-	-	603,708	627,008
Community Development	469,946	507,828	-	-	469,946	507,828
Public Safety	7,785,066	7,854,804	-	-	7,785,066	7,854,804
Public Works	6,466,254	7,560,190	-	-	6,466,254	7,560,190
Interest on Debt	756,086	827,319	-	-	756,086	827,319
Water and Sewer	-	-	5,573,478	5,171,212	5,573,478	5,171,212
Garbage	-	-	2,272,694	2,069,201	2,272,694	2,069,201
Total Expenses	18,632,525	19,881,476	7,846,172	7,240,413	26,478,697	27,121,889
Change in Net Position before Transfers	991,015	277,671	916,420	2,183,146	1,907,435	2,460,817
Transfers	325,470	(1,621,000)	(325,470)	1,621,000	-	-
Change in Net Position	1,316,485	(1,343,329)	590,950	3,804,146	1,907,435	2,460,817
Net Position, Beginning of Year	280,589,213	280,629,029	46,756,856	47,347,806	327,346,069	327,976,835
Prior period adjustment	(1,276,669)	-	-	-	(1,276,669)	-
Net Position, Beginning of Year Restated	279,312,544	280,629,029	46,756,856	47,347,806	326,069,400	327,976,835
Net Position, End of the Year	\$280,629,029	\$279,285,700	\$47,347,806	\$51,151,952	\$327,976,835	\$330,437,652

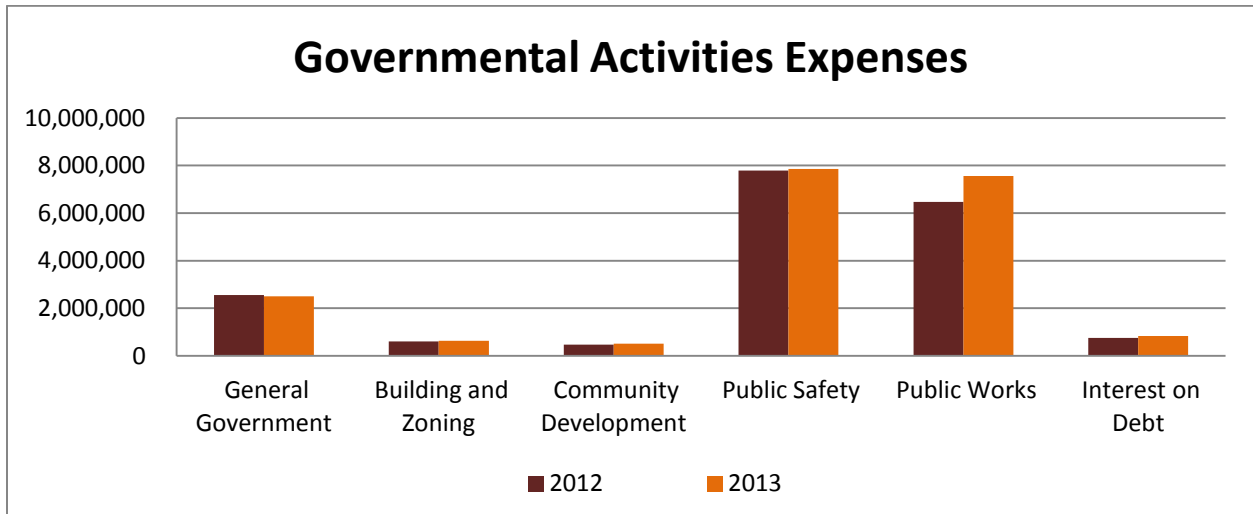
Change in Net Position in the Governmental Activities. Total revenues for governmental activities increased \$0.5 million compared to fiscal year 2012. Contributing factors to the increase were;

- Operating grants/contrib. category of revenue increased \$0.4 million compared to fiscal year 2012 and Capital grants/contrib. increased \$0.1 million for a total increase in revenue of \$0.5 million.
- Other revenue increased \$0.1 million compared to the prior fiscal year. An increase in various miscellaneous revenues accounts for the increase.

**VILLAGE OF OSWEGO, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
APRIL 30, 2013**



Total expenses for governmental activities increased \$1.2 million compared with fiscal year 2012. General government, building and zoning, community development and public safety functions had minimal changes in total expenses compared with fiscal year 2012. Public works functions expenses increased \$1.1 million because of increased roadway projects completed during the fiscal year.



The resulting total change in Net Position was a decrease of \$1.3 million leaving an ending Net Position balance of \$279.3 million at April 30, 2013. The transfer out to Business-Type Activities of \$1.6 million less the \$0.3 million surplus from total revenues exceeding total expenses accounts for the \$1.3 decrease in Net Position.

VILLAGE OF OSWEGO, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
APRIL 30, 2013

Change in Net Position in Business-Type Activities. The total change in Net Position for business-type activities is an increase of \$3.8 million for fiscal year 2013. Total revenues increased \$0.7 million compared to fiscal year 2012 while total expenses decreased \$0.6 million. A \$1.6 million transfer from governmental activities was received during the fiscal year.

Charges for services revenues increased \$0.2 million due to greater usage charges during the year. Operating grants/contributions increased \$0.5 million due to increased grant revenue received. Total expenses decreased \$0.6 million because of lower costs for capital maintenance in fiscal year 2013 and lower garbage disposal costs due lower contractual charges.

Increased revenues combined with lower expenses resulted in Total net position increasing \$3.8 million to a total of \$51.1 million.

FINANCIAL ANALYSIS OF THE VILLAGE'S FUNDS

Governmental Funds. The focus of the governmental funds is to provide information on near term inflows, outflows and balances of spendable resources. This information may be helpful in assessing the Village's financing requirements. For example, unrestricted-unassigned fund balance serves as a useful measure of net resources available for spending at the end of the fiscal year. At April 30, 2013, the governmental funds reported combined ending fund balances of \$9.3 million which was the same balance at April 30, 2012. Total revenues for governmental funds exceeded expenditures by \$1.6 million but was offset by the net \$1.6 million decrease in Other Financing Sources/Uses resulting in no change in fund balances at April 30, 2013.

The General Fund is the primary operating fund of the Village of Oswego. The total fund balance of the General Fund decreased \$0.2 million creating an ending balance at April 30, 2013 of \$5.8 million. All but \$0.1 million is unrestricted. As a measure of liquidity, it is useful to compare unrestricted fund balance to total expenditures. Unrestricted fund balance represents 45% of total 2013 General Fund expenditures compared to 49% for Fiscal year 2012.

The Debt Service Fund had expenditures of \$1.8 million for principal and interest payments during the fiscal year. Transfers from the General Fund and Motor Fuel Tax Fund supported the expenditures.

The non-major governmental funds consist of the Motor Fuel Tax Fund, the Public Works Escrow Fund, the Economic Development Fund, the Public Service Fund and the Capital Projects Fund. The inclusion this year of the Capital Projects Fund as a non-major governmental fund is the major reason total combined assets increased \$1.1 million compared to fiscal year 2012. The Motor Fuel Tax Fund also contributed \$0.4 million to the total assets increase. Total fund balances increased \$0.7 million from the fiscal year activity. Total revenues increased \$1.2 million compared to last fiscal year due to \$1.1 million of Capital Projects Fund revenue included this fiscal year. Total expenditures increased \$1.0 million compared to Fiscal year 2012 due to \$1.1 million of Capital Projects Fund expenditures included in Fiscal year 2013.

**VILLAGE OF OSWEGO, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
APRIL 30, 2013**

Proprietary Funds. The Village's proprietary fund statements provide the same type of information found in the government-wide statements but in greater detail. *Water and Sewer Fund* total assets increased \$3.2 million to a total of \$67.7 million. Water and Sewer Fund total liabilities decreased \$0.5 million due primarily to payments made on outstanding debt issuances and loans. Water and Sewer Fund Net Position increased \$3.8 million compared to Fiscal Year 2012 due to the greater usage fees, grant revenue, \$1.6 million transfer to the Fund and \$1.9 in capitalized assets recorded in Fiscal year 2013.

The Garbage Fund Total Net Position remained at \$0.5 million as of April 30, 2013 which was the same balance as last fiscal year end. Total assets declined \$0.2 million compared to the prior fiscal year. Total liabilities also decreased \$0.2 million resulting in no change to the unrestricted net position of the Fund. The Garbage Fund contracts with a commercial waste hauler passing the entire costs of the service to the users.

General Fund Budgetary Highlights

**Village of Oswego
General Fund Budgetary Highlights
For the Fiscal Year Ended April 30, 2013**

	Original Budget	Final Budget	Actual
REVENUES			
Taxes	\$11,384,000	\$11,384,000	\$11,989,051
Charges for Services	1,347,650	1,347,650	1,353,105
Other	1,819,844	1,819,844	1,932,589
Total revenues	<u>14,551,494</u>	<u>14,551,494</u>	<u>15,274,745</u>
EXPENDITURES			
General Government	2,153,980	2,153,980	1,949,298
Building and Zoning	633,840	633,840	616,216
Community Development	562,280	562,280	489,809
Public Works	1,420,545	1,420,545	1,462,158
Public Safety	8,014,824	8,014,824	7,913,809
Total expenditures	<u>12,785,469</u>	<u>12,785,469</u>	<u>12,431,290</u>
OTHER FINANCING SOURCES (USES)			
Transfer In (Out)	(1,489,691)	(3,110,691)	(3,114,412)
Sale of capital assets	-	-	25,757
Total other financing sources (uses)	<u>(1,489,691)</u>	<u>(3,110,691)</u>	<u>(3,088,655)</u>
Net Change in Fund Balance	<u>\$276,334</u>	<u>(\$1,344,666)</u>	(245,200)
Fund Balance, May 1			<u>6,001,482</u>
Fund Balance, April 30			<u><u>\$5,756,282</u></u>

**VILLAGE OF OSWEGO, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
APRIL 30, 2013**

Total General Fund Revenues were \$0.7 million greater than budget. Tax revenue was \$0.6 million greater than budget. Sales tax revenue was \$0.3 more than budget and Income tax was \$0.3 greater than budget. Other revenue was \$0.1 greater than budget due to miscellaneous charges for services more than anticipated.

General Fund Expenditures were less than budget by \$0.4 million. General Government was \$0.2 less than budget due to lower personnel related costs from periods of vacant positions during the year. Building & zoning and Community development departments were less than budget because of lower personnel costs and less expended on economic development. Public works expenditures were only \$0.02 over budget. Public safety costs were less than budget by \$0.1 million due to position vacancies during the fiscal year, lower communication costs and less spent on operating supplies for the year.

Capital Asset and Debt Administration. The Village of Oswego's investment in capital assets decreased \$2.1 million (net of accumulated depreciation) as compared to fiscal year 2012. This investment in capital assets includes property and improvements, equipment, facilities, vehicles and infrastructure (roadway improvements, water supply lines and sanitary sewer lines). The following table details the Villages changes in capital assets for governmental activities and business-type activities.

**Village of Oswego
Capital Assets
As of April 30, 2013**

	Governmental Activities		Business-Type Activities		Total Primary Government	
	2012	2013	2012	2013	2012	2013
Non-Depreciable Assets:						
Land	\$1,312,153	\$1,312,153	\$897,871	\$897,871	\$2,210,024	\$2,210,024
Right of Way	100,952,329	101,588,973	-	-	100,952,329	101,588,973
CIP	-	-	195,946	2,099,543	195,946	2,099,543
Depreciable Assets						
Land improvements	848,229	848,229	-	-	848,229	848,229
Buildings	9,515,388	9,515,388	6,618,082	6,618,082	16,133,470	16,133,470
Equipment	1,181,016	709,937	130,418	130,418	1,311,434	840,355
Vehicles	1,118,425	1,185,938	1,367,745	1,342,282	2,486,170	2,528,220
Infrastructure	228,192,271	229,928,335	63,878,312	63,878,312	292,070,583	293,806,647
Accumulated Depreciation	(53,195,420)	(57,542,396)	(15,483,454)	(17,060,375)	(68,678,874)	(74,602,771)
Total	\$289,924,391	\$287,546,557	\$57,604,920	\$57,906,133	\$347,529,311	\$345,452,690

Governmental activities total capital assets decreased \$2.4 million as the change in accumulated depreciation was greater than the net increase in assets.

**VILLAGE OF OSWEGO, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
APRIL 30, 2013**

Business-type activities total capital assets increased \$0.3 million compared to last fiscal year. Construction in progress (CIP) increased \$1.9 million compared to last fiscal year. Annual depreciation of \$1.6 million offset the increase in capitalized assets. The Route 71 Watermain Relocation Project engineering services and construction costs accounted for the increase in CIP compared to 2012.

Additional information on the Village of Oswego's capital assets can be found in Note 7.

Long-Term Debt. At April 30, 2013 the Village had total debt outstanding of \$33.4 million. General Obligation Bonds and IEPA notes account for 96% of the Village's total outstanding debt. Sales tax, MFT tax and water/sewer revenues are currently pledged to pay the annual debt service on the bonds and notes.

**Village of Oswego
Bonded and Other Indebtedness
As of April 30, 2013**

	Governmental Activities		Business-Type Activities		Total Primary Government	
	2012	2013	2012	2013	2012	2013
General obligation bonds	\$17,325,000	\$16,195,000	\$15,850,000	\$14,635,000	\$33,175,000	\$30,830,000
IEPA notes	-	-	1,244,718	1,127,309	1,244,718	1,127,309
Unamortized premium (discount)	50,867	79,534	28,178	147,867	79,045	227,401
Unamortized loss on refunding	(121,284)	(35,445)	(280,960)	-	(402,244)	(35,445)
Compensated absences	439,704	446,780	13,052	47,541	452,756	494,321
Retiree termination benefits	93,104	59,990	-	-	93,104	59,990
Net pension obligation	678,286	671,168	-	-	678,286	671,168
Other post-employment benefits	40,083	53,498	2,747	3,627	42,830	57,125
Total	\$18,505,760	\$17,470,525	\$16,857,735	\$15,961,344	\$35,363,495	\$33,431,869

As an Illinois home-rule community, the Village is not subject to any debt limitation. The Village's debt policy is to limit the amount of outstanding debt to 5% of the equalized assessed valuation (EAV) of the Village. The latest EAV is \$779,490,106 which results in a gross debt to EAV ratio of 4.29% as of April 30, 2013 and a gross debt per capita of \$1,101 using the latest certified village population of 30,355. The Village's current credit rating issued by Moody's Investors Services is Aa2.

Additional information on the Village of Oswego's long-term liabilities can be found in Note 8.

**VILLAGE OF OSWEGO, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
APRIL 30, 2013**

Economic Factors and Next Year's Budget

Fiscal Year 2013 financial results were better than forecast for the Village when comparing final actual numbers with final budget numbers. Revenues were better than expected due to greater sales tax revenue, greater local home rule sales tax revenue, greater income tax revenue, a contribution to the Motor Fuel Tax Fund from the Township and greater charges for services revenue in the Water and Sewer Fund. Total expenditures ended the year less than budget contributing to the overall positive financial results. Interest in new development increased over the year with new homes being constructed, the completion of 63 townhomes in an established development undertaken and commercial businesses having discussions with the Village.

The Village remained vigilant in preparing the Fiscal Year 2014 Budget. Expenditures were reduced wherever possible and revenues estimated conservatively to adopt a balanced budget. \$4.8 million in capital expenditures were able to be included within the budget being paid from previous bond proceeds and awarded grant revenue. Department heads continue to spend only what is necessary attempting to maintain current service levels over the fiscal year.

The Village will monitor revenues and expenses throughout the fiscal year and will take action if warranted to remain within budget amounts. The Village will continue to be proactive in responding to any unforeseen events to minimize the impact to Village residents.

CONTACTING THE VILLAGE'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, customers, investors and creditors with a general overview of the Village's finances. Questions concerning this report or requests for additional financial information should be directed to the Finance Director, Village of Oswego, 100 Parkers Mill, Oswego, Illinois, 60543.

VILLAGE OF OSWEGO, ILLINOIS

STATEMENT OF NET POSITION

April 30, 2013

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
ASSETS			
Cash and investments	\$ 7,284,730	\$ 8,604,170	\$ 15,888,900
Restricted cash and investments	-	654,000	654,000
Receivables (net where applicable of allowance for uncollectibles)			
Property taxes	1,216,083	-	1,216,083
Accounts	210,511	1,066,190	1,276,701
Intergovernmental	2,678,467	26,648	2,705,115
Utility taxes	81,858	-	81,858
Notes	260,251	-	260,251
Prepaid expenses	128,249	20,163	148,412
Due from fiduciary funds	2,695	515	3,210
Capital assets not being depreciated	102,901,126	2,997,414	105,898,540
Capital assets being depreciated (net of accumulated depreciation)	184,645,431	54,908,719	239,554,150
Total assets	299,409,401	68,277,819	367,687,220
DEFERRED OUTFLOWS OF RESOURCES			
Unamortized loss on refunding	111,177	331,392	442,569
Total deferred outflows of resources	111,177	331,392	442,569
Total assets and deferred outflows of resources	299,520,578	68,609,211	368,129,789
LIABILITIES			
Accounts payable	641,301	1,228,640	1,869,941
Accrued payroll	229,985	26,189	256,174
Retainage payable	24,295	8,695	32,990
Escrow deposits	401,578	-	401,578
Due to fiduciary funds	1,887	-	1,887
Unearned revenue	4,984	-	4,984
Interest payable	244,240	232,391	476,631
Long-term liabilities			
Due within one year	1,400,517	1,096,243	2,496,760
Due in more than one year	16,070,008	14,865,101	30,935,109
Total liabilities	19,018,795	17,457,259	36,476,054
DEFERRED INFLOWS OF RESOURCES			
Unavailable revenue - property taxes	1,216,083	-	1,216,083
Total deferred inflows of resources	1,216,083	-	1,216,083
Total liabilities and deferred inflows of resources	20,234,878	17,457,259	37,692,137
NET POSITION			
Net investment in capital assets	271,570,611	41,995,957	313,566,568
Restricted for			
Highways and streets	1,189,603	-	1,189,603
Special projects	1,264,270	-	1,264,270
Economic development	413,866	-	413,866
Debt service	21,237	-	21,237
Radium removal	-	654,000	654,000
Unrestricted	4,826,113	8,501,995	13,328,108
TOTAL NET POSITION	\$ 279,285,700	\$ 51,151,952	\$ 330,437,652

See accompanying notes to financial statements.

VILLAGE OF OSWEGO, ILLINOIS

STATEMENT OF ACTIVITIES

For the Year Ended April 30, 2013

FUNCTIONS/PROGRAMS	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
PRIMARY GOVERNMENT				
Governmental Activities				
General government	\$ 2,504,327	\$ 19,489	\$ -	\$ -
Building and zoning	627,008	546,995	570,287	-
Community development	507,828	135,718	-	-
Public safety	7,854,804	603,156	205,252	-
Public works	7,560,190	-	786,270	3,614,701
Interest	827,319	-	-	-
Total governmental activities	19,881,476	1,305,358	1,561,809	3,614,701
Business-Type Activities				
Water and sewer	5,171,212	6,695,627	636,669	-
Garbage	2,069,201	2,032,054	-	-
Total business-type activities	7,240,413	8,727,681	636,669	-
TOTAL PRIMARY GOVERNMENT	\$ 27,121,889	\$ 10,033,039	\$ 2,198,478	\$ 3,614,701

	<u>Net (Expense) Revenue and Change in Net Assets</u>		
	<u>Primary Government</u>		
	<u>Governmental</u>	<u>Business-Type</u>	
	<u>Activities</u>	<u>Activities</u>	<u>Total</u>
	\$ (2,484,838)	\$ -	\$ (2,484,838)
	490,274	-	490,274
	(372,110)	-	(372,110)
	(7,046,396)	-	(7,046,396)
	(3,159,219)	-	(3,159,219)
	(827,319)	-	(827,319)
	<u>(13,399,608)</u>	<u>-</u>	<u>(13,399,608)</u>
	-	2,161,084	2,161,084
	-	(37,147)	(37,147)
	-	2,123,937	2,123,937
	<u>(13,399,608)</u>	<u>2,123,937</u>	<u>(11,275,671)</u>
General Revenues			
Taxes			
Property	1,344,929	-	1,344,929
Sales	6,129,126	-	6,129,126
Telecommunication	959,986	-	959,986
Utility	1,009,180	-	1,009,180
Other	555,475	-	555,475
Intergovernmental - unrestricted			
Income tax	2,735,608	-	2,735,608
Personal property replacement tax	9,480	-	9,480
Investment income	57,097	28,448	85,545
Miscellaneous	876,398	30,761	907,159
Transfers	(1,621,000)	1,621,000	-
Total	<u>12,056,279</u>	<u>1,680,209</u>	<u>13,736,488</u>
CHANGE IN NET POSITION	(1,343,329)	3,804,146	2,460,817
NET POSITION, MAY 1	<u>280,629,029</u>	<u>47,347,806</u>	<u>327,976,835</u>
NET POSITION, APRIL 30	<u>\$ 279,285,700</u>	<u>\$ 51,151,952</u>	<u>\$ 330,437,652</u>

See accompanying notes to financial statements.

VILLAGE OF OSWEGO, ILLINOIS

BALANCE SHEET
GOVERNMENTAL FUNDS

April 30, 2013

	General	Debt Service	Nonmajor Governmental Funds	Total Governmental Funds
ASSETS				
Cash and investments	\$ 3,575,340	\$ 21,237	\$ 3,688,153	\$ 7,284,730
Receivables				
Property taxes	1,216,083	-	-	1,216,083
Accounts	209,394	-	1,117	210,511
Intergovernmental	2,626,264	-	52,203	2,678,467
Utility tax	81,858	-	-	81,858
Notes	-	-	260,251	260,251
Prepaid items	128,249	-	-	128,249
Due from fiduciary funds	2,695	-	-	2,695
TOTAL ASSETS	\$ 7,839,883	\$ 21,237	\$ 4,001,724	\$ 11,862,844
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES				
LIABILITIES				
Accounts payable	\$ 630,662	\$ -	\$ 10,639	\$ 641,301
Accrued payroll	229,985	-	-	229,985
Retainage payable	-	-	24,295	24,295
Escrow deposits	-	-	401,578	401,578
Due to fiduciary funds	1,887	-	-	1,887
Unearned revenue	4,984	-	-	4,984
Total liabilities	867,518	-	436,512	1,304,030
DEFERRED INFLOWS OF RESOURCES				
Unavailable revenue - property taxes	1,216,083	-	-	1,216,083
Total deferred inflows of resources	1,216,083	-	-	1,216,083
Totals liabilities and deferred inflows of resources	2,083,601	-	436,512	2,520,113
FUND BALANCES				
Nonspendable				
Prepaid items	128,249	-	-	128,249
Notes receivable	-	-	260,251	260,251
Restricted				
Highways and streets	-	-	1,189,603	1,189,603
Special projects	-	-	1,264,270	1,264,270
Economic development	-	-	153,615	153,615
Debt service	-	21,237	-	21,237
Unrestricted				
Assigned - Fiscal Sustainability	5,021,748	-	-	5,021,748
Assigned - Capital Projects	-	-	697,473	697,473
Unassigned	606,285	-	-	606,285
Total fund balances	5,756,282	21,237	3,565,212	9,342,731
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	\$ 7,839,883	\$ 21,237	\$ 4,001,724	\$ 11,862,844

See accompanying notes to financial statements.

VILLAGE OF OSWEGO, ILLINOIS

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

April 30, 2013

FUND BALANCES OF GOVERNMENTAL FUNDS		\$	9,342,731
Amounts reported for governmental activities in the statement of net position are different because:			
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds			287,546,557
Long-term liabilities applicable to the Village's governmental activities are not due and payable in the current period and, accordingly, are not reported as fund liabilities. All liabilities, both current and long-term, are reported in the statement of net position.			
Bonds payable	\$	(16,195,000)	
Unamortized discount on bonds payable		35,445	
Unamortized loss on refunding		111,177	
Unamortized premium on bonds payable		(79,534)	
Compensated absences payable		(446,780)	
Retiree termination benefit payable		(59,990)	
Net pension obligation		(671,168)	
Other postemployment benefit		(53,498)	
Interest payable		(244,240)	(17,603,588)
NET POSITION OF GOVERNMENTAL ACTIVITIES		\$	<u>279,285,700</u>

See accompanying notes to financial statements.

VILLAGE OF OSWEGO, ILLINOIS

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

For the Year Ended April 30, 2013

	General	Debt Service	Nonmajor Governmental Funds	Total Governmental Funds
REVENUES				
Taxes	\$ 9,038,711	\$ -	\$ -	\$ 9,038,711
Licenses and permits	917,933	-	-	917,933
Intergovernmental	2,950,340	-	2,226,032	5,176,372
Charges for services	1,353,105	-	-	1,353,105
Fines and forfeits	365,675	-	21,136	386,811
Investment income	21,903	91	35,103	57,097
Miscellaneous	627,078	-	203,576	830,654
Total revenues	15,274,745	91	2,485,847	17,760,683
EXPENDITURES				
Current				
General government	1,949,298	-	210,501	2,159,799
Building and zoning	616,216	-	-	616,216
Community development	489,809	-	-	489,809
Public safety	7,913,809	-	13,069	7,926,878
Public works	1,462,158	-	512,422	1,974,580
Capital outlay	-	-	1,156,074	1,156,074
Debt service				
Principal retirement	-	1,130,000	-	1,130,000
Interest and fiscal charges	-	693,047	-	693,047
Total expenditures	12,431,290	1,823,047	1,892,066	16,146,403
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	2,843,455	(1,822,956)	593,781	1,614,280
OTHER FINANCING SOURCES (USES)				
Transfers in	72,691	1,828,603	-	1,901,294
Transfers (out)	(3,187,103)	-	(335,191)	(3,522,294)
Proceeds from the sale of capital assets	25,757	-	-	25,757
Total other financing sources (uses)	(3,088,655)	1,828,603	(335,191)	(1,595,243)
NET CHANGE IN FUND BALANCES	(245,200)	5,647	258,590	19,037
FUND BALANCES, MAY 1	6,001,482	15,590	3,306,622	9,323,694
FUND BALANCES, APRIL 30	\$ 5,756,282	\$ 21,237	\$ 3,565,212	\$ 9,342,731

See accompanying notes to financial statements.

VILLAGE OF OSWEGO, ILLINOIS

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

For the Year Ended April 30, 2013

NET CHANGE IN FUND BALANCES - TOTAL GOVERNMENTAL FUNDS	\$ 19,037
Amounts reported for governmental activities in the statement of activities are different because:	
Governmental funds report capital outlays as expenditures; however, they are capitalized and depreciated in the statement of activities	
Capital expenditures capitalized	280,190
Loss on disposal of capital assets is not a use of current financial resources and, therefore, is not reported in governmental funds but is reported as an expense on the statement of activities	(25,463)
Some expenses in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds	
Depreciation of capital assets	(5,005,269)
Capital contributions by developers are reported as revenue in the statement of activities	2,372,709
The repayment of long-term debt is reported as an expenditure when due in governmental funds but as a reduction of principal outstanding in the statement of activities	
Compensated absences payable	(7,076)
Retiree benefit payable	33,114
Net pension obligation	7,118
Other postemployment benefit	(13,415)
Bonds payable	1,130,000
Change in interest	15,216
The amortization of unamortized discount and issuance costs are recorded as interest expense on the statement of activities	<u>(149,490)</u>
CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES	<u>\$ (1,343,329)</u>

See accompanying notes to financial statements.

VILLAGE OF OSWEGO, ILLINOIS

STATEMENT OF NET POSITION
 PROPRIETARY FUNDS

April 30, 2013

	Business-Type Activities		
	Water and Sewer	Garbage	Total
CURRENT ASSETS			
Cash and investments	\$ 8,418,855	\$ 185,315	\$ 8,604,170
Accounts receivable	703,992	362,198	1,066,190
Intergovernmental	-	26,648	26,648
Restricted cash and investments			
IEPA restriction	654,000	-	654,000
Prepaid expenses	20,163	-	20,163
Due from fiduciary funds	515	-	515
Total current assets	9,797,525	574,161	10,371,686
NONCURRENT ASSETS			
Capital assets			
Capital assets, net of depreciation			
Nondepreciable assets	2,997,414	-	2,997,414
Depreciable buildings, property and infrastructure	71,969,094	-	71,969,094
Accumulated depreciation	(17,060,375)	-	(17,060,375)
Total capital assets	57,906,133	-	57,906,133
Total noncurrent assets	57,906,133	-	57,906,133
Total assets	67,703,658	574,161	68,277,819
DEFERRED OUTFLOWS OF RESOURCES			
Unamortized loss on refunding	331,392	-	331,392
Total deferred outflows of resources	331,392	-	331,392
Total assets and deferred outflows of resources	68,035,050	574,161	68,609,211

(This statement is continued on the following page.)

VILLAGE OF OSWEGO, ILLINOIS

STATEMENT OF NET POSITION (Continued)
 PROPRIETARY FUNDS

April 30, 2013

	Business-Type Activities		
	Water and Sewer	Garbage	Total
CURRENT LIABILITIES			
Accounts payable	\$ 1,193,110	\$ 35,530	\$ 1,228,640
Accrued payroll	26,189	-	26,189
Retainage payable	8,695	-	8,695
Compensated absences	35,667	-	35,667
Interest payable	232,391	-	232,391
IEPA loans payable	120,576	-	120,576
Bonds payable	940,000	-	940,000
Total current liabilities	<u>2,556,628</u>	<u>35,530</u>	<u>2,592,158</u>
LONG-TERM LIABILITIES			
Compensated absences	11,874	-	11,874
Other postemployment benefits	3,627	-	3,627
IEPA loans payable	1,006,733	-	1,006,733
Bonds payable, net	13,842,867	-	13,842,867
Total long-term liabilities	<u>14,865,101</u>	<u>-</u>	<u>14,865,101</u>
Total liabilities	<u>17,421,729</u>	<u>35,530</u>	<u>17,457,259</u>
NET POSITION			
Net investment in capital assets	41,995,957	-	41,995,957
Restricted for radium removal	654,000	-	654,000
Unrestricted	7,963,364	538,631	8,501,995
TOTAL NET POSITION	<u>\$ 50,613,321</u>	<u>\$ 538,631</u>	<u>\$ 51,151,952</u>

See accompanying notes to financial statements.

VILLAGE OF OSWEGO, ILLINOIS

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

For the Year Ended April 30, 2013

	Business-Type Activities		
	Water and Sewer Fund	Garbage Fund	Total
OPERATING REVENUES			
Charges for services	\$ 5,571,056	\$ 2,032,054	\$ 7,603,110
OPERATING EXPENSES			
Production	2,876,698	2,069,201	4,945,899
Total operating expenses	2,876,698	2,069,201	4,945,899
OPERATING INCOME (LOSS) BEFORE DEPRECIATION	2,694,358	(37,147)	2,657,211
DEPRECIATION	1,602,382	-	1,602,382
OPERATING INCOME (LOSS)	1,091,976	(37,147)	1,054,829
NONOPERATING REVENUES (EXPENSES)			
Connection fees	1,124,571	-	1,124,571
Grant revenue	610,021	26,648	636,669
Miscellaneous income	30,761	-	30,761
Investment income	27,353	1,095	28,448
Interest expense	(692,132)	-	(692,132)
Total nonoperating revenues (expenses)	1,100,574	27,743	1,128,317
Net income (loss) before transfers	2,192,550	(9,404)	2,183,146
TRANSFERS IN (OUT)			
Transfers in	1,621,000	-	1,621,000
CHANGE IN NET POSITION	3,813,550	(9,404)	3,804,146
NET POSITION, MAY 1	46,799,771	548,035	47,347,806
NET POSITION, APRIL 30	\$ 50,613,321	\$ 538,631	\$ 51,151,952

See accompanying notes to financial statements.

VILLAGE OF OSWEGO, ILLINOIS

STATEMENT OF CASH FLOWS
 PROPRIETARY FUNDS

For the Year Ended April 30, 2013

	Business-Type Activities		
	Water and Sewer Fund	Garbage Fund	Total
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from customers and users	\$ 5,571,052	\$ 2,084,049	\$ 7,655,101
Payments to suppliers	(1,139,784)	(2,225,997)	(3,365,781)
Payments to employees	(909,103)	-	(909,103)
Miscellaneous income	30,761	-	30,761
Net cash from operating activities	3,552,926	(141,948)	3,410,978
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
Payment from other funds	1,621,583	-	1,621,583
Net cash from noncapital financing activities	1,621,583	-	1,621,583
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES			
Purchase of capital assets	(1,903,597)	-	(1,903,597)
Connection fees	1,124,571	-	1,124,571
Grant revenue	485,021	-	485,021
Bond principal payments	(1,110,000)	-	(1,110,000)
IEPA loan principal payments	(117,409)	-	(117,409)
Interest paid	(647,135)	-	(647,135)
Net cash from capital and related financing activities	(2,168,549)	-	(2,168,549)
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest income	27,353	1,095	28,448
Net cash from investing activities	27,353	1,095	28,448
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	3,033,313	(140,853)	2,892,460
CASH AND CASH EQUIVALENTS, MAY 1	6,039,542	326,168	6,365,710
CASH AND CASH EQUIVALENTS, APRIL 30	\$ 9,072,855	\$ 185,315	\$ 9,258,170

(This statement is continued on the following page.)

VILLAGE OF OSWEGO, ILLINOIS

STATEMENT OF CASH FLOWS (Continued)
 PROPRIETARY FUNDS

For the Year Ended April 30, 2013

	Business-Type Activities		
	Water and Sewer Fund	Garbage Fund	Total
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH FLOWS FROM OPERATING ACTIVITIES			
Operating income (loss)	\$ 1,091,976	\$ (37,147)	\$ 1,054,829
Adjustments to reconcile operating income (loss) to net cash from operating activities			
Depreciation	1,602,382	-	1,602,382
Miscellaneous income	30,761	-	30,761
Changes in assets and liabilities			
Accounts receivable	(4)	51,995	51,991
Prepaid expenses	(4,067)	-	(4,067)
Accounts payable	792,947	(156,796)	636,151
Accrued payroll	3,562	-	3,562
Compensated absences	34,489	-	34,489
Other postemployment benefits	880	-	880
NET CASH FROM OPERATING ACTIVITIES	\$ 3,552,926	\$ (141,948)	\$ 3,410,978
CASH AND CASH EQUIVALENTS			
Unrestricted cash and cash equivalents	\$ 8,418,855	\$ 185,315	\$ 8,604,170
Restricted cash and cash equivalents IEPA restriction	654,000	-	654,000
TOTAL CASH AND CASH EQUIVALENTS	\$ 9,072,855	\$ 185,315	\$ 9,258,170
NONCASH TRANSACTIONS			
Capital contributions	\$ -	\$ -	\$ -

See accompanying notes to financial statements.

VILLAGE OF OSWEGO, ILLINOIS

STATEMENT OF FIDUCIARY NET POSITION

April 30, 2013

	Pension Trust	Agency
ASSETS		
Cash and cash equivalents	\$ 289,777	\$ 425,880
Investments, at fair value		
U.S. Government and agency securities	6,365,831	-
Municipal bonds	907,435	-
Insurance contracts	2,872,769	-
Equity mutual funds	6,319,422	-
Accounts receivable	-	3,300
Due from other funds	-	1,887
Accrued interest receivable	42,005	-
	<u>16,797,239</u>	<u>\$ 431,067</u>
LIABILITIES		
Accounts payable	6,880	\$ 2,055
Due to others	-	425,802
Due to other funds	-	3,210
	<u>6,880</u>	<u>\$ 431,067</u>
NET POSITION HELD IN TRUST FOR PENSION BENEFITS	<u><u>\$ 16,790,359</u></u>	

See accompanying notes to financial statements.

VILLAGE OF OSWEGO, ILLINOIS

STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
PENSION TRUST FUND

For the Year Ended April 30, 2013

ADDITIONS	
Contributions	
Employer	\$ 1,025,000
Employee	394,850
	<hr/>
Total contributions	1,419,850
	<hr/>
Investment income	
Net appreciation in fair value of investments	894,162
Interest	357,490
	<hr/>
Total investment income	1,251,652
Less investment expense	(41,664)
	<hr/>
Net investment income	1,209,988
	<hr/>
Total additions	2,629,838
	<hr/>
DEDUCTIONS	
Benefits and refunds	453,869
Administration	23,328
	<hr/>
Total deductions	477,197
	<hr/>
NET INCREASE	2,152,641
NET POSITION HELD IN TRUST FOR PENSION BENEFITS	
May 1	14,637,718
	<hr/>
April 30	\$ 16,790,359
	<hr/> <hr/>

See accompanying notes to financial statements.

VILLAGE OF OSWEGO, ILLINOIS
NOTES TO FINANCIAL STATEMENTS

April 30, 2013

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of the Village of Oswego, Illinois (the Village) are in accordance with accounting principles generally accepted in the United States of America, as applied to governmental units (hereinafter referred to as generally accepted accounting principles (GAAP)). The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The following is a summary of the significant accounting policies of the Village.

a. Reporting Entity

The Village was established in 1833 and incorporated in 1852. The Village operates under a Trustee-Administrator form of government. The Village Board is comprised of the Village President and six trustees. The Village provides services to the community including; public safety (police protection), highways and streets, water and waste removal services and general administrative services.

The Village has defined its reporting entity in accordance with GASB Statement No. 14. Financial accountability is defined as the appointment of a voting majority of the component unit's board and either (1) the Village's ability to impose its will over the component unit or (2) the possibility that the component unit will provide a financial benefit to or impose a financial burden on the Village. The Police Pension Fund is a legally separate organization from the Village and has its own governing board. However, although legally separate, this fund is reported as if it is part of the Village, because it is fiscally dependent on the Village and administered exclusively for the benefit of the Village's police personnel.

b. Fund Accounting

The Village uses funds to report its financial position and the changes in its financial position. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain government functions or activities. A fund is a separate accounting entity with a self-balancing set of accounts.

Funds are classified into the following categories: governmental, proprietary and fiduciary.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

b. Fund Accounting (Continued)

Governmental funds are used to account for all or most of a government's general activities, including the collection and disbursement of restricted, committed or assigned funds (special revenue funds), the funds restricted, committed or assigned acquisition or construction of capital assets (capital projects funds) and the funds restricted, committed or assigned for the servicing of general long-term debt (debt service funds). The general fund is used to account for all activities of the general government not accounted for in some other fund.

Proprietary funds are used to account for activities similar to those found in the private sector, where the determination of net income is necessary or useful for sound financial administration. Goods or services from such activities can be provided either to outside parties (enterprise funds) or to other departments or agencies primarily within the government (internal service funds).

Fiduciary funds are used to account for assets held on behalf of outside parties, including other governments, or on behalf of other funds within the government. The Village utilizes a pension trust fund which is generally used to account for assets that the Village holds in a fiduciary capacity and agency funds to account for assets that the Village holds in an agent capacity.

c. Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net assets and the statement of activities) report information on all of the nonfiduciary activities of the Village. The effect of material interfund activity has been eliminated from these statements. Interfund services provided and used are not eliminated on these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

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

The Village reports the following major governmental funds:

The General Fund is the general operating fund of the Village and is used to account for all financial resources of the Village unless required to be accounted for in another fund.

The Debt Service Fund is used to account for the repayment of the Series 2004A, 2006A, 2007B, a portion of the 2009 general obligation bonds that are being repaid with property and sales tax, and a portion of the 2011 general obligation refunding bonds.

In addition, the Village reports the following major enterprise funds:

The Water and Sewer Fund is used to account for the revenues and expenses related to the sale of water and sewer collection services to the Village's residents and other customers.

The Garbage Fund accounts for the revenues and expenses related to waste removal service provided to the Village's residents and other customers.

The Village reports a pension trust fund as a fiduciary fund to account for the Police Pension Fund. Agency funds are used to account for the subdivision escrow and agency funds.

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

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements (except the agency funds which do not have a measurement focus). Revenues and additions are recorded when earned and expenses and deductions are recorded when a liability is incurred. Property taxes are recognized as revenues in the year for which they are levied (i.e., intended to finance). Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. Operating revenues/expenses include all revenues/expenses directly related to providing enterprise fund services. Incidental revenues/expenses are reported as nonoperating.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

**d. Measurement Focus, Basis of Accounting and Financial Statement Presentation
(Continued)**

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. The Village considers revenues to be available if they are collected within 60 days of the end of the current fiscal period, except for sales taxes and telecommunication taxes which use a 90-day period and income taxes which uses a 120-day period. Expenditures generally are recorded when a fund liability is incurred. However, debt service expenditures are recorded only when payment is due.

Property taxes, sales and telecommunication taxes owed by the state at year end, franchise fees, licenses, court fines, charges for services and interest associated with the current fiscal period are all considered to be susceptible to accrual and are recognized as revenues of the current fiscal period. Other fines and permit revenue are considered to be measurable and available only when cash is received by the Village.

In applying the susceptible to accrual concept to intergovernmental revenues (i.e., federal and state grants), the legal and contractual requirements of the numerous individual programs are used as guidance. There are, however, essentially two types of these revenues. In one, monies must be expended on the specific purpose or project before any amounts will be paid to the Village; therefore, revenues are recognized based upon the expenditures/expenses recorded. In the other, monies are virtually unrestricted as to purpose of expenditure/expense and are generally revocable only for failure to comply with prescribed eligibility requirements, such as equal employment opportunity. These resources are reflected as revenues at the time of receipt or earlier if they meet the availability criterion.

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

e. Cash and Cash Equivalents

Cash and cash equivalents are defined as cash on hand and in interest-bearing and non-interest-bearing checking accounts and cash with paying agent.

f. Investments

Investments of the Village consist of money market accounts, certificates of deposit with various local financial institutions, various marketable securities, pooled investments and insurance company annuity contracts. Investments are stated at fair value, except for nonnegotiable certificates and other nonpension fund investments with a maturity of less than one year at date of purchase which are stated at cost or amortized cost.

g. Interfund Receivables/Payables

During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered (interfund services). These receivables and payables are classified as “due from other funds” or “due to other funds” on the financial statements as are short-term interfund loans. Long-term interfund loans, if any, are classified as advances to/from other funds.

h. Prepaid Items/Expenses

Payments made to vendors for services that will benefit periods beyond the date of this report are recorded as prepaid items/expenses using the consumption method.

i. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

j. Capital Assets

Capital assets, which include property, plant, equipment and infrastructure assets (e.g., roads, bridges, storm sewers and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the Village as assets with an initial, individual cost of more than \$10,000 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 Village has reported its retroactive infrastructure assets in these financial statements for governmental activities. The costs of normal maintenance and repairs, including street overlays that do not add to the value or service capacity of the asset or materially extend asset lives, 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 is included as part of the capitalized value of the assets constructed. Property, plant and equipment are depreciated using the straight-line method over the following estimated useful lives:

Buildings	40 years
Vehicles	3-7 years
Equipment	5-10 years
Infrastructure	25-75 years

k. Compensated Absences

Vested or accumulated vacation leave related to employees that have retired or terminated at year end but are not yet paid out is reported as an expenditure and a fund liability of the governmental fund (general fund) that will pay it. Vested and accumulated vacation leave of the proprietary funds and governmental activities is recorded as an expense and liability as the benefits accrue to employees. Sick leave does not vest and, therefore, is not recorded as a liability, except for a few employees with specific employment contracts that specify their unused sick leave can be used to pay health insurance premiums after retirement from the Village. These amounts are recorded as liabilities of the governmental activities.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

l. Long-Term Obligations

In the government-wide financial statements and proprietary funds in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities or proprietary fund financial statements. Bond premiums and discounts are deferred and amortized over the life of the bonds. Bonds payable are reported net of the applicable bond premium or discount and any gain or loss on refunding. Bond issuance costs are reported as expenses.

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

m. Fund Balances/Net Position

In the fund financial statements, governmental funds report nonspendable fund balance for amounts that are either not in spendable form or legally or contractually required to be maintained intact. Restrictions of fund balance are reported for amounts constrained by legal restrictions from outside parties for use for a specific purpose, or externally imposed by outside entities or from enabling legislation adopted by the Village. Committed fund balance is constrained by formal actions of the Village's Board of Trustees, which is considered the Village's highest level of decision making authority. Formal actions include ordinances approved by the Board. Assigned fund balance represents amounts constrained by the Village's intent to use them for a specific purpose. The Village Board has the authority to assign fund balance. Any residual fund balance in the General Fund, including fund balance targets and any deficit fund balance of any other governmental fund is reported as unassigned.

In the government-wide financial statements, restricted net assets are legally restricted by outside parties for a specific purpose. In the Capital Projects Fund, the restriction of fund balance for highways and streets is a result of enabling legislation adopted by the Village. This is also shown as restricted net assets on the statement of net assets. Net investment in capital assets is the book value of the capital assets net of any debt outstanding that was issued to construct or acquire the capital assets.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

m. Fund Balances/Net Position (Continued)

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

n. Interfund Transactions

Interfund services are accounted for as revenues, expenditures or expenses in the effected funds. Transactions that constitute reimbursements to a fund for expenditures/expenses initially made from it that are properly applicable to another fund, are recorded as expenditures/expenses in the reimbursing fund and as reductions of expenditures/expenses in the fund that is reimbursed. All other interfund transactions are reported as transfers.

2. CASH AND INVESTMENTS

The Village's investment policy authorizes the Village to make deposits/invest in insured commercial banks, savings and loan institutions, obligations of the U.S. Treasury and U.S. agencies, insured credit union shares, money market mutual funds with portfolios of securities issued or guaranteed by the United States or agreements to repurchase these same obligations, repurchase agreements, short-term commercial paper rated within the three highest classifications by at least two standard rating services and Illinois Funds.

The Police Pension Fund can invest in the same securities as the Village, plus the following: certain non-U.S. obligations (investment grade corporate debt securities), Illinois municipal corporations tax anticipation warrants, veteran's loans, obligations of the State of Illinois and its political divisions, Illinois insurance company general and separate accounts (not to exceed 10% of the portfolio), mutual funds and common and preferred stocks (limited to 50% and 55% of the Police Pension Fund's net present assets effective July 1, 2011 and 2012, respectively).

It is the policy of the Village to invest its funds in a manner which will provide the highest investment return with the maximum security while meeting the daily cash flow demands of the Village and conforming to all state and local statutes governing the investment of public funds, using the "prudent person" standard for managing the overall portfolio. The primary objective of the policy is legality, safety (preservation of capital and protection of investment principal), liquidity and yield.

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

2. CASH AND INVESTMENTS (Continued)

Village Deposits with Financial Institutions

Custodial credit risk for deposits with financial institutions is the risk that in the event of bank failure, the Village's deposits may not be returned to it. The Village's investment policy requires pledging of collateral with a fair value of 110% of all bank balances in excess of federal depository insurance with the collateral held by an independent third party or by the Federal Reserve Bank.

Village Investments

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

Investment Type	Fair Value	Investment Maturities (in Years)			
		Less than 1	1-2	3-5	Greater than 5
U.S. Treasury obligations	\$ 675,771	\$ 289,284	\$ 163,110	\$ 223,377	\$ -
U.S. agency obligations	193,516	-	-	-	193,516
TOTAL	\$ 869,287	\$ 289,284	\$ 163,110	\$ 223,377	\$ 193,516

In accordance with its investment policy, the Village limits its exposure to interest rate risk by structuring the portfolio to provide liquidity for operating funds and maximizing yields for funds not needed within a one-year period. The investment policy limits the maximum maturity length of investments to 20 years from the date of purchase, except if matched to anticipated cash flow requirement (e.g., bond proceeds).

The Village limits its exposure to credit risk, the risk that the issuer of a debt security will not pay its par value upon maturity, by primarily investing in obligations guaranteed by the U.S. Government or securities issued by agencies of the U.S. Government that are explicitly or implicitly guaranteed by the U.S. Government. Illinois Funds is rated AAA by Standard and Poor's. The U.S. agency obligations are rated AAA by Moody's.

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

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

2. CASH AND INVESTMENTS (Continued)

Village Investments (Continued)

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

Concentration of credit risk - The Village's investment policy does not limit the amount of the portfolio that can be invested in any one investment vehicle but does require reasonable diversification of the portfolio.

Police Pension Fund Deposits with Financial Institutions

Custodial credit risk for deposits with financial institutions is the risk that in the event of bank failure, the Police Pension Fund's deposits may not be returned to them. The Police Pension Fund's investment policies require that bank balances in excess of federal depository insurance or guarantee limits must be collateralized.

Police Pension Fund Investments

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

Investment Type	Fair Value	Investment Maturities (in Years)			
		Less than 1	1-5	6-10	Greater than 10
U.S. Treasury obligations	\$ 1,419,761	\$ 101,719	\$ 857,041	\$ 461,001	\$ -
U.S. agency obligations	4,946,070	-	1,476,432	2,348,032	1,121,606
Municipal bonds	907,435	-	247,132	660,303	-
TOTAL	\$ 7,273,266	\$ 101,719	\$ 2,580,605	\$ 3,469,336	\$ 1,121,606

In accordance with its investment policy, the Police Pension Fund limits its exposure to interest rate risk by structuring the portfolio to provide liquidity for operating funds while maximizing yields for funds.

2. CASH AND INVESTMENTS (Continued)

Police Pension Fund Investments (Continued)

The Police Pension Fund limits its exposure to credit risk, the risk that the issuer of a debt security will not pay its par value upon maturity, by primarily investing in obligations guaranteed by the U.S. Government or securities issued by agencies of the U.S. Government that are explicitly or implicitly guaranteed by the U.S. Government. The U.S. agency securities are rated between AAA and A by Moody's or Standard and Poor's or are small issues that are unrated. The money market mutual funds are rated AAA.

Custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to the investment, the Police Pension Fund will not be able to recover the value of its investments that are in possession of an outside party. The Police Pension Fund's investment policy does not address custodial credit risk. However, all security transactions exposed to custodial credit risk are processed on a delivery versus payment (DVP) basis with the underlying investments held by an independent third party custodian and evidenced by safekeeping receipts. The money market mutual funds are not subject to custodial credit risk.

Concentration of credit risk - The Police Pension Fund's investment policy establishes the following limits of investments of the portfolio:

Investment Type	Normal Allocation	Range of Allocation
U.S. Treasury bills/notes/bonds	30%	0-100%
U.S. Government agency securities (non-MBS)	35%	0-70%
U.S. Government agency securities (callable)	20%	0-30%
U.S. Government agency securities (MBS)	5%	0-10%
Taxable municipal securities	10%	0-20%
Certificates of deposit	0%	0-20%
Investment grade corporate bonds	0%	0-30%
U.S. large company stocks	70%	40-100%
U.S. small company stocks	20%	0-40%
International stocks	10%	0-20%

At April 30, 2013, the Village had two mutual funds and one annuity contract that were each valued at greater than 5.00% of the total plan net position for the Police Pension Fund.

2. CASH AND INVESTMENTS (Continued)

Police Pension Fund Investments (Continued)

The Police Pension Fund's investment policy prohibits investment in derivatives, short selling, purchase of securities on margin, transactions involving futures or options contracts, reverse repurchase agreements and securities lending and borrowing transactions.

3. RECEIVABLE - TAXES

Property taxes for 2012 attach as an enforceable lien on January 1, 2012, on property values assessed as of the same date. Taxes are levied by December of the subsequent fiscal year (by passage of a tax levy ordinance). Tax bills are prepared by the County and issued on or about May 1, 2013, and are payable in two installments, on or about June 1, 2013 and September 1, 2013. The County collects such taxes and remits them periodically. Because the 2012 levy is intended to finance the fiscal year ending April 30, 2014, it has been offset by unavailable/unearned revenue at April 30, 2013. The 2013 tax levy, which attached as an enforceable lien on property as of January 1, 2013, has not been recorded as a receivable as of April 30, 2013, as the tax has not yet been levied by the Village and will not be levied until December 2013 and, therefore, the levy is not measurable at April 30, 2013.

4. NOTES RECEIVABLE - ECONOMIC DEVELOPMENT

The Village established the Economic Development Fund to account for funds which are to be loaned to new or expanding local business ventures which enhance economic development of the Village. Proceeds (principal and interest) received from such economic development loans made by the Village are to be used to capitalize a revolving economic development loan fund. The following represents the outstanding balances as of April 30, 2013:

During the fiscal year 2009, the Village entered into an installment note with the Oswego Tap House in the amount of \$249,241. The note is payable in monthly installments of \$2,897 through October 2016, which includes 3.0% interest on the unpaid balance. The outstanding balance of this note as of April 30, 2013 was \$110,137.

During the fiscal year 2009, the Village entered into a second installment note with the Oswego Tap House in the amount of \$60,000. The note is payable in monthly installments of \$579 through July 2018, which includes 3.0% interest on the unpaid balance. The outstanding balance of this note as of April 30, 2013 was \$33,732.

During the fiscal year 2013, the Village entered into a installment note with the Firehouse Pizza & Pub, LLC in the amount of \$130,000. The note is payable in monthly installments of \$1,260 through February 2022, which includes 3.0% interest on the unpaid balance. The outstanding balance of this note as of April 30, 2013 was \$116,382.

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

4. NOTES RECEIVABLE - ECONOMIC DEVELOPMENT (Continued)

Principal and interest maturities of these notes receivable for future periods are as follows:

Year Ending April 30,	Amount
2014	\$ 56,834
2015	56,834
2016	56,834
2017	33,660
2018	22,072
2019	16,859
2020	15,120
2021	15,120
2022	11,600
	<hr/>
Total principal and interest	284,933
Interest	(24,682)
	<hr/>
TOTAL PRINCIPAL	<u>\$ 260,251</u>

5. DUE FROM OTHER GOVERNMENTS

The following receivables are included in intergovernmental receivable on the statement of net position:

GOVERNMENTAL ACTIVITIES	
Sales tax	\$ 1,291,309
Home rule tax	418,633
Use tax	111,508
Income tax	441,875
Telecommunications tax	236,376
Motor fuel tax	52,203
Grants	126,563
	<hr/>
TOTAL GOVERNMENTAL ACTIVITIES	<u>\$ 2,678,467</u>

6. INDIVIDUAL FUND DISCLOSURES

a. Interfund receivable/payables at April 30, 2013 are as follows:

Receivable Fund	Payable Fund	Amount
Water and Sewer	Fiduciary	\$ 515
General	Fiduciary	2,695
Fiduciary	General	1,887
		<hr/>
TOTAL		<u>\$ 5,097</u>

All amounts will be repaid within one year.

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

6. INDIVIDUAL FUND DISCLOSURES (Continued)

b. Transfers between funds at April 30, 2013 consist of the following:

	Transfers In	Transfers Out
General	\$ 72,691	\$ 3,187,103
Debt Service	1,828,603	-
Nonmajor Governmental		
Motor Fuel Tax	-	262,500
Public Service	-	72,691
Water and Sewer Fund	1,621,000	-
TOTAL	\$ 3,522,294	\$ 3,522,294

Significant interfund transfers are as follows:

- \$1,566,103 transferred from the General Fund to the Debt Service Fund is for the repayment of principal and interest of the Series 2004A, 2007B and 2009 bonds.
- \$1,621,000 transferred from the General Fund to the Water and Sewer is for the repayment of previous fiscal year's transfers.
- \$262,500 transferred from the Motor Fuel Tax Fund to Debt Service Fund is for the repayment of principal and interest of the Series 2007B bonds.

None of the transfers will be repaid.

7. CAPITAL ASSETS

a. The following is a summary of capital asset activity during the fiscal year:

	Beginning Balances	Increases	Decreases	Ending Balances
GOVERNMENTAL ACTIVITIES				
Capital assets not being depreciated				
Land	\$ 1,312,153	\$ -	\$ -	\$ 1,312,153
Right of way	100,952,329	636,644	-	101,588,973
Total capital assets not being depreciated	102,264,482	636,644	-	102,901,126
Capital assets being depreciated				
Land improvements	848,229	-	-	848,229
Buildings	9,515,388	-	-	9,515,388
Equipment	1,181,016	-	471,079	709,937
Vehicles	1,118,425	280,190	212,677	1,185,938
Infrastructure	228,192,271	1,736,064	-	229,928,335
Total capital assets being depreciated	240,855,329	2,016,254	683,756	242,187,827

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

7. CAPITAL ASSETS (Continued)

a. (Continued)

	Beginning Balances	Increases	Decreases	Ending Balances
GOVERNMENTAL ACTIVITIES (Continued)				
Less accumulated depreciation for				
Land improvements	\$ 88,356	\$ 42,411	\$ -	\$ 130,767
Buildings	1,784,883	237,838	-	2,022,721
Equipment	1,033,325	39,680	471,079	601,926
Vehicles	995,424	93,146	187,214	901,356
Infrastructure	49,293,432	4,592,194	-	53,885,626
Total accumulated depreciated	53,195,420	5,005,269	658,293	57,542,396
Total capital assets being depreciated, net	187,659,909	(2,989,015)	25,463	184,645,431
GOVERNMENTAL ACTIVITIES CAPITAL ASSETS, NET	\$ 289,924,391	\$ (2,352,371)	\$ 25,463	\$ 287,546,557
	Beginning Balances	Increases	Decreases	Ending Balances
BUSINESS-TYPE ACTIVITIES				
Capital assets not being depreciated				
Land	\$ 897,871	\$ -	\$ -	\$ 897,871
Construction in progress	195,946	1,903,597	-	2,099,543
Total capital assets not being depreciated	1,093,817	1,903,597	-	2,997,414
Capital assets being depreciated				
Buildings	6,618,082	-	-	6,618,082
Equipment	130,418	-	-	130,418
Vehicles	1,367,745	-	25,463	1,342,282
Infrastructure	63,878,312	-	-	63,878,312
Total capital assets being depreciated	71,994,557	-	25,463	71,969,094
Less accumulated depreciation for				
Buildings	1,103,093	168,658	-	1,271,751
Equipment	91,147	13,793	-	104,940
Vehicles	992,740	147,477	25,463	1,114,754
Infrastructure	13,296,474	1,272,456	-	14,568,930
Total accumulated depreciation	15,483,454	1,602,384	25,463	17,060,375
Total capital assets being depreciated, net	56,511,103	(1,602,384)	-	54,908,719
BUSINESS-TYPE ACTIVITIES CAPITAL ASSETS, NET	\$ 57,604,920	\$ 301,213	\$ -	\$ 57,906,133

7. CAPITAL ASSETS

a. (Continued)

Depreciation expense was charged to the governmental activities functions/programs as follows:

GOVERNMENTAL ACTIVITIES	
General government	\$ 236,406
Public safety	143,978
Public works	<u>4,624,885</u>
TOTAL DEPRECIATION EXPENSE - GOVERNMENTAL ACTIVITIES	<u>\$ 5,005,269</u>

b. Construction Contracts

The Village has entered into contracts for the construction or renovation of various facilities. At April 30, 2013, the Village has remaining commitments of \$698,815 for the relocation of the Route 71 water main.

8. LONG-TERM DEBT

a. General Obligation Bonds

The Village issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities, refunding prior issuances and providing working capital for the Village.

General obligation bonds are direct obligations and pledge the full faith and credit of the Village and are payable from governmental activities/funds and business-type activities/enterprise funds. General obligation bonds currently outstanding are as follows:

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

8. LONG-TERM DEBT (Continued)

a. General Obligation Bonds (Continued)

Governmental Activities

Issue	Fund Debt Retired by	Purpose	Balances May 1	Issuances	Retirements	Balances April 30	Current Portion
\$3,300,000 General Obligation Alternate Revenue Source Bonds, Series 2004A, dated September 1, 2004, due in annual installments of \$115,000 to \$435,000 through December 15, 2024, interest at 3.30% to 4.50% payable each June 15 and December 15 from sales tax revenues	Debt Service	Town Center Renovation Project	\$ 150,000	\$ -	\$ 150,000	\$ -	\$ -
\$9,970,000 General Obligation Alternate Revenue Source Bonds, Series 2006A, dated May 15, 2006, due in annual installments of \$375,000 to \$700,000 through December 15, 2025, interest at 4.125% to 4.50% payable each June 15 and December 15 from sales tax revenues	Debt Service	New Village Hall Facility and Town Center Renovation Project	7,975,000	-	450,000	7,525,000	450,000
\$6,000,000 General Obligation Alternate Revenue Source Bonds, Series 2007B, dated December 15, 2007, due in annual installments of \$210,000 to \$425,000 through December 15, 2027, interest at 3.750% to 4.000% payable each June 15 and December 15 from sales tax and motor fuel tax revenues	Debt Service	Douglas Road Reconstruct	5,125,000	-	240,000	4,885,000	250,000

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

8. LONG-TERM DEBT (Continued)

a. General Obligation Bonds (Continued)

Governmental Activities (Continued)

Issue	Fund Debt Retired by	Purpose	Balances May 1	Issuances	Retirements	Balances April 30	Current Portion
\$9,015,000 Taxable General Obligation Bonds, Series 2009, dated September 2, 2009, due in annual installments of \$240,000 to \$620,000 through December 15, 2029, interest at 2.125% to 5.500% payable each June 15 and December 15 from sales tax and motor fuel revenues*	Debt Service	Douglas Road Reconstruct	\$ 1,775,000	\$ -	\$ 280,000	\$ 1,495,000	\$ 285,000
\$4,055,000 General Obligation Refunding Bonds, Series 2011, dated December 20, 2011, due in annual installments of \$20,000 to \$390,000 through December 15, 2024, interest at 2.000% to 3.500% payable each June 15 and December 15 from sales tax revenues**	Debt Service	Refund 2004A & 2004 B Bonds	2,300,000	-	10,000	2,290,000	160,000
TOTAL GOVERNMENTAL ACTIVITIES			\$17,325,000	\$ -	\$ 1,130,000	\$16,195,000	\$ 1,145,000

* The portion of the Series 2009 bonds allocated to governmental activities was \$1,495,000. Pursuant to the American Recovery and Reinvestment Act, the Village is eligible to receive a rebate of 35% of the interest paid each year from the U.S. Treasury Department. The net interest rate for these Build America Bonds, after rebate, is 1.38% to 3.58%.

** The portion of the original Series 2011 bonds allocated to governmental activities was \$2,300,000.

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

8. LONG-TERM DEBT (Continued)

a. General Obligation Bonds (Continued)

Business-Type Activities

Issue	Fund Debt Retired by	Purpose	Balances May 1	Issuances	Retirements	Balances April 30	Current Portion
<p>\$4,400,000 General Obligation Alternate Revenue Source Bonds, Series 1997B, dated July 1, 1997, due in annual installments of \$100,000 to \$450,000 through May 1, 2012, interest at 4.875% to 5.000% payable each May 1 and November 1 from water and sewer fund revenues</p>	<p>Water and Sewer</p>	<p>Improve Water and Sewerage System</p>	<p>\$ 450,000</p>	<p>\$ -</p>	<p>\$ 450,000</p>	<p>\$ -</p>	<p>\$ -</p>
<p>\$4,045,000 General Obligation Refunding Alternate Revenue Source Bonds, Series 2004, dated May 4, 2004, due in annual installments of \$40,000 to \$390,000 through December 30, 2019, interest at 2.500% to 4.000% payable each June 30 and December 30 from water and sewer fund revenues</p>	<p>Water and Sewer</p>	<p>Refund portion of 1999 bonds</p>	<p>2,730,000</p>	<p>-</p>	<p>2,730,000</p>	<p>-</p>	<p>-</p>
<p>\$2,500,000 General Obligation Alternate Revenue Source Bonds, Series 2004B, dated September 1, 2004, due in annual installments of \$85,000 to \$175,000 through December 15, 2024, interest at 3.000% to 4.550% payable each June 15 and December 15 from water and sewer fund revenues</p>	<p>Water and Sewer</p>	<p>Town Center Renovation Project</p>	<p>110,000</p>	<p>-</p>	<p>110,000</p>	<p>-</p>	<p>-</p>

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

8. LONG-TERM DEBT (Continued)

a. General Obligation Bonds (Continued)

Business-Type Activities (Continued)

Issue	Fund Debt Retired by	Purpose	Balances May 1	Issuances	Retirements	Balances April 30	Current Portion
<p>\$1,585,000 General Obligation Alternate Revenue Source Bonds, Series 2006B, dated May 15, 2006, due in annual installments of \$100,000 to \$145,000 through December 15, 2020, interest at 4.250% to 4.375% payable each June 15 and December 15 from water and sewer fund revenues</p>	<p>Water and Sewer</p>	<p>Town Center Renovation Project</p>	<p>\$ 1,085,000</p>	<p>\$ -</p>	<p>\$ 100,000</p>	<p>\$ 985,000</p>	<p>\$ 100,000</p>
<p>\$3,500,000 General Obligation Alternate Revenue Source Bonds, Series 2007A, dated December 15, 2007, due in annual installments of \$125,000 to \$245,000 through December 15, 2027, interest at 4.000% to 4.250% payable each June 15 and December 15 from water and sewer fund revenues</p>	<p>Water and Sewer</p>	<p>Village Hall Facility</p>	<p>2,990,000</p>	<p>-</p>	<p>140,000</p>	<p>2,850,000</p>	<p>150,000</p>
<p>\$9,015,000 Taxable General Obligation Bonds, Series 2009, dated September 2, 2009, due in annual installments of \$240,000 to \$620,000 through December 15, 2029, interest at 2.125% to 5.500% payable each June 15 and December 15 from water and sewer fund revenues***</p>	<p>Water and Sewer</p>	<p>Improve Water and Sewerage System</p>	<p>6,730,000</p>	<p>-</p>	<p>-</p>	<p>6,730,000</p>	<p>265,000</p>

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

8. LONG-TERM DEBT (Continued)

a. General Obligation Bonds (Continued)

Business-Type Activities (Continued)

Issue	Fund Debt Retired by	Purpose	Balances May 1	Issuances	Retirements	Balances April 30	Current Portion
\$4,055,000 General Obligation Refunding Bonds, Series 2011, dated December 20, 2011, due in annual installments of \$20,000 to \$390,000 through December 15, 2024, interest at 2.000% to 3.500% payable each June 15 and December 15 from sales tax revenues****	Water and Sewer	Refund 2004A & 2004 B Bonds	\$ 1,755,000	\$ -	\$ 10,000	\$ 1,745,000	\$ 125,000
\$2,325,000 General Obligation Refunding Bonds, Series 2012, dated October 11, 2012, due in annual installments of \$300,000 to \$365,000 through December 30, 2019, interest at 2.000% to 3.000% payable each June 30 and December 30 from sales tax revenues	Water and Sewer	Refund 2004 Bonds	-	2,325,000	-	2,325,000	300,000
TOTAL BUSINESS-TYPE ACTIVITIES			\$ 15,850,000	\$ 2,325,000	\$ 3,540,000	\$ 14,635,000	\$ 940,000

*** The portion of the Series 2009 bonds allocated to business-type activities was \$6,730,000. Pursuant to the American Recovery and Reinvestment Act, the Village is eligible to receive a rebate at 35% of the interest paid each year from the U.S. Treasury. The net interest rate for these Build America Bonds, after rebate, is 1.38% to 3.58%.

**** The original portion of the Series 2011 bonds allocated to business-type activities was \$1,755,000.

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

8. LONG-TERM DEBT (Continued)

b. IEPA Loans

The Village, through the Illinois Environmental Protection Agency (IEPA), received low interest loans for the construction of sewerage collection and treatment facilities payable from water and sewer revenues. IEPA loans currently outstanding are as follows:

Issue	Fund Debt Retired by	Purpose	Balances May 1	Issuances	Retirements	Balances April 30	Current Portion
\$907,735 loan agreement with the IEPA, IEPA-SRF Loan No. 17-0783, dated November 1, 1999, due semiannually on April 27 and October 27 through April 27, 2017, with interest at 2.89%	Water and Sewer	Convert sewage treatment facility to a pump station	\$ 287,488	\$ -	\$ 54,247	\$ 233,241	\$ 55,825
\$1,346,766 loan agreement with the IEPA, IEPA-SRF Loan No. 17-1445, issued April 1, 2004, due semiannually on January 15 and July 15 through January 15, 2025, with interest at 2.50%	Water and Sewer	Installation of radium removal equipment at five existing well sites	957,230	-	63,162	894,068	64,751
TOTAL IEPA LOANS			\$ 1,244,718	\$ -	\$ 117,409	\$ 1,127,309	\$ 120,576

c. Debt Service Requirements to Maturity

Annual debt service requirements to maturity are as follows:

Fiscal Year	Governmental Activities General Obligation Bonds		Business-Type Activities General Obligation Bonds		Business-Type Activities IEPA Loans	
	Principal	Interest	Principal	Interest	Principal	Interest
2014	\$ 1,145,000	\$ 651,307	\$ 940,000	\$ 610,679	\$ 120,576	\$ 28,289
2015	1,180,000	610,118	985,000	570,064	123,830	25,036
2016	1,245,000	566,794	1,010,000	540,650	127,172	21,693
2017	1,275,000	518,630	1,045,000	508,350	130,606	18,260
2018	1,275,000	468,618	1,070,000	470,836	71,516	15,184
2019	1,030,000	416,775	1,125,000	431,262	73,316	13,384
2020	1,075,000	375,312	1,155,000	389,426	75,161	11,539
2021	1,125,000	330,963	840,000	345,148	77,051	9,649
2022	1,160,000	284,562	730,000	309,234	78,989	7,711
2023	1,220,000	236,713	765,000	277,744	80,977	5,723

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

8. LONG-TERM DEBT (Continued)

c. Debt Service Requirements to Maturity (Continued)

Fiscal Year	Governmental Activities General Obligation Bonds		Business-Type Activities General Obligation Bonds		Business-Type Activities IEPA Loans	
	Principal	Interest	Principal	Interest	Principal	Interest
2024	\$ 1,255,000	\$ 186,088	\$ 800,000	\$ 244,119	\$ 83,014	\$ 3,686
2025	1,295,000	133,950	840,000	208,506	85,101	1,599
2026	1,090,000	80,100	695,000	171,026	-	-
2027	400,000	33,000	730,000	137,656	-	-
2028	425,000	17,000	765,000	101,062	-	-
2029	-	-	555,000	62,700	-	-
2030	-	-	585,000	32,174	-	-
TOTAL	\$ 16,195,000	\$ 4,909,930	\$ 14,635,000	\$ 5,410,636	\$ 1,127,309	\$ 161,753

d. Changes in Long-Term Liabilities

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

	Balances May 1	Issuances	Retirements	Balances April 30	Current Portion
General obligation bonds payable	\$ 17,325,000	\$ -	\$ 1,130,000	\$ 16,195,000	\$ 1,145,000
Unamortized premium					
On bonds payable	92,033	-	12,499	79,534	-
Unamortized (discount)					
on bonds payable	(41,166)	-	(5,721)	(35,445)	-
Compensated absences payable	439,704	7,076	-	446,780	226,398
Retiree termination benefit payable	93,104	-	33,114	59,990	29,119
Net pension obligation	678,286	-	7,118	671,168	-
Other postemployment benefit	40,083	13,415	-	53,498	-
TOTAL	\$ 18,627,044	\$ 20,491	\$ 1,177,010	\$ 17,470,525	\$ 1,400,517

The retiree termination benefit, compensated absences and other postemployment benefit payables are normally liquidated by the General Fund.

During the fiscal year, the following changes occurred in long-term liabilities for business-type activities:

	Balances May 1	Issuances	Retirements	Balances April 30	Current Portion
General obligation bonds payable	\$ 15,850,000	\$ 2,325,000	\$ 3,540,000	\$ 14,635,000	\$ 940,000
Unamortized discount on					
bonds payable	(47,274)	-	(14,739)	(32,535)	-
Unamortized premium on					
bonds payable	75,452	154,035	49,085	180,402	-
IEPA loans payable	1,244,718	-	117,409	1,127,309	120,576
Compensated absences payable	13,052	35,275	786	47,541	35,667
Other postemployment benefit	2,747	880	-	3,627	-
TOTAL	\$ 17,138,695	\$ 2,515,190	\$ 3,692,541	\$ 15,961,344	\$ 1,096,243

8. LONG-TERM DEBT (Continued)

e. Legal Debt Margin

The Village is a home rule municipality. Chapter 65, Section 5/8-5-1 of the Illinois Compiled Statutes governs computation of the legal debt margin.

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

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

f. Refunding

On October 11, 2012, the Village issued \$2,325,000 General Obligation Refunding Bonds, Series 2012, to advance refund, through an in-substance defeasance, \$2,430,000 of the Series 2004 General Obligation Bonds. The bonds were paid from escrow on December 30, 2012. Through the refunding, the Village reduced its debt service by \$217,335 and achieved an economic gain of \$253,174.

9. RISK MANAGEMENT

The Village is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; natural disasters; employee health; and injuries to the Village’s employees. The Village provides all insurance coverages through third party indemnity policies. The Village pays an annual premium to the insurance company for its coverage. Settled claims have not exceeded the coverages in the current or preceding two fiscal years.

10. COMMITMENTS AND CONTINGENCIES

a. Economic Incentive

The Village has entered into economic development agreements with companies to provide sales tax rebates. As of April 30, 2013, five agreements have been executed for stores that have opened. The agreements require the Village to rebate to the companies different amounts of additional sales tax generated by the facilities. For the second agreement, a maximum of \$1,000,000 is to be paid or until ten years elapses, whichever occurs first. For the third agreement, repayments will occur until \$3,011,371 is repaid. The fourth agreement requires \$3,789,640 to be repaid through fiscal year 2027, whichever comes first. The fifth agreement requires a maximum of \$850,000 to be repaid with no time limit. The amount paid/accrued for the fiscal year ended April 30, 2013 was \$990,504. The total expenditures incurred to date (reported as a reduction of sales tax revenue) in rebates as of April 30, 2013 was \$9,140,872.

b. Litigation

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

c. 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.

11. EMPLOYEE RETIREMENT SYSTEMS

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

11. EMPLOYEE RETIREMENT SYSTEMS (Continued)

a. Plan Descriptions

Illinois Municipal Retirement Fund (IMRF)

All employees (other than those covered by the Police Pension Plan) hired in positions that meet or exceed the prescribed annual hourly standard must be enrolled in IMRF as participating members. IMRF provides two tiers of pension benefits. Employees hired prior to January 1, 2011, are eligible for Tier 1 benefits. For Tier 1 employees, pension benefits vest after eight years of service. Participating members who retire at age 55 (reduced benefits) or after age 60 (full benefits) with eight years of credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1 2/3% of their final rate of earnings, for each year of credited service up to 15 years, and 2% for each year thereafter.

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

IMRF also provides death and disability benefits. These benefit provisions and all other requirements are established by state statute. Participating members are required to contribute 4.5% of their annual salary to IMRF. The Village is required to contribute the remaining amounts necessary to fund IMRF as specified by statute. The employer contribution for the calendar years 2013 and 2012 was 11.63% and 11.24% of covered payroll, respectively.

Police Pension Plan

Police sworn personnel are covered by the Police Pension Plan. Although this is a single-employer pension plan, the defined benefits and employee and employer contribution levels are governed by Illinois Compiled Statutes (40 ILCS 5/3-1) and may be amended only by the Illinois legislature. The Village accounts for the plan as a Pension Trust Fund. At April 30, 2013, the Police Pension Plan membership consisted of:

Retirees and beneficiaries currently receiving benefits	8
Terminated employees entitled to benefits but not yet receiving them	1
Current employees	
Vested	32
Nonvested	17
	<hr/>
TOTAL	<hr/> <hr/> 58

11. EMPLOYEE RETIREMENT SYSTEMS (Continued)

a. Plan Descriptions (Continued)

Police Pension Plan (Continued)

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

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

Employees are required by ILCS 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. Benefits and refunds are recognized when due and payable in accordance with the terms of the Police Pension Plan. The costs of administering the Police Pension Plan are financed through investment earnings. The Village is required to contribute the remaining amounts necessary to finance the plan, including the costs of administering the plan, as actuarially determined by an enrolled actuary. Effective January 1, 2012, the Village has until the year 2040 to fully fund 90% of the past service cost for the Police Pension Plan. For the year ended April 30, 2013, the Village's contribution was 25.23% of covered payroll.

11. EMPLOYEE RETIREMENT SYSTEMS (Continued)

b. Significant Investments

Significant investments are defined as investments in any one organization that represent 5.00% or more of plan net position for the Police Pension Plan (other than U.S. Government guaranteed obligations). At April 30, 2013, the Police Pension Plan had one separate annuity contract and two mutual funds that were valued at 5.35%, 6.80% and 6.81% of the total plan net position. Information for IMRF is not available.

c. Annual Pension Costs

The annual pension costs (APC) and the net pension obligation (asset) (NPO) as of April 30, 2013 were derived from the actuarial valuations performed as of the dates and using the assumptions noted below:

	Illinois Municipal Retirement	Police Pension
Actuarial valuation date	December 31, 2010	April 30, 2012
Actuarial cost method	Entry-age Normal	Entry-age Normal
Asset valuation method	5 Year Smoothed Market	Market
Amortization method	Level Percentage of Payroll	Level Percentage of Payroll
Amortization period	30 Years, Open	21 Years, Closed
Significant actuarial assumptions		
a) Rate of return on present and future assets	7.50% Compounded Annually	7.00% Compounded Annually
b) Projected salary increase - attributable to inflation	4.00% Compounded Annually	5.50% Compounded Annually
c) Additional projected salary increases - seniority/merit	.40% to 10.00%	3.00%
d) Postretirement benefit increases	3.00%	3.00%

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

11. EMPLOYEE RETIREMENT SYSTEMS (Continued)

c. Annual Pension Costs (Continued)

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

	Fiscal Year	Illinois Municipal Retirement	Police Pension
Annual pension cost (APC)	2011	\$ 327,250	\$ 1,003,100
	2012	329,892	1,015,731
	2013	363,708	1,017,882
Actual contribution	2011	\$ 327,250	990,650
	2012	329,892	1,015,000
	2013	363,708	1,025,000
Percentage of APC contributed	2011	100.00%	98.8%
	2012	100.00%	99.9%
	2013	100.00%	100.7%
NPO (asset)	2011	\$ -	\$ 677,555
	2012	-	678,286
	2013	-	671,168

The NPO (asset) has been calculated as follows as of April 30, 2013:

	<u>Police Pension</u>
Annual required contribution	\$ 1,007,990
Interest on net pension obligation	47,480
Adjustment to annual required contribution	<u>(37,588)</u>
Annual pension cost	1,017,882
Contributions made	<u>1,025,000</u>
Increase in net pension obligation	(7,118)
Net pension obligation, May 1	<u>678,286</u>
NET PENSION OBLIGATION, APRIL 30	<u><u>\$ 671,168</u></u>

11. EMPLOYEE RETIREMENT SYSTEMS (Continued)

d. Funded Status

The funded status of the plans as of April 30, 2013, based on actuarial valuations performed as of December 31, 2012 and April 30, 2013, is as follows. The actuarial assumptions used to determine the funded status of the plans are the same actuarial assumptions used to determine the employer annual pension costs of the plans as disclosed in Note 11-c.

	Illinois Municipal Retirement	Police Pension
Actuarial accrued liability (AAL)	\$ 7,557,407	\$ 24,793,566
Actuarial value of plan assets	5,867,921	16,790,359
Unfunded actuarial accrued liability (UAAL)	1,689,486	8,003,207
Funded ratio (actuarial value of plan assets/AAL)	77.64%	67.7%
Covered payroll (active plan members)	\$ 3,125,615	\$ 4,062,393
UAAL as a percentage of covered payroll	54.05%	197.0%

See the schedules of funding progress in the required supplementary information immediately following the notes to financial statements for additional information related to the funded status of the plans.

12. OTHER POSTEMPLOYMENT BENEFITS

Plan Description

In addition to providing the pension benefits described, the Village provides postemployment health care benefits (OPEB) for retired employees through a single-employer defined benefit plan. The benefits, benefit levels, employee contributions and any employer contributions are governed by ILCS and by the Village. The plan is not accounted for as a trust fund, as an irrevocable trust has not been established to account for the plan. The plan does not issue a separate report. The activity of the plan is reported in the Village's Water and Sewer Fund and Governmental Activities.

12. OTHER POSTEMPLOYMENT BENEFITS (Continued)

Benefits Provided

The Village provides postemployment health care benefits to its retirees. To be eligible for benefits, an employee must qualify for retirement under one of the Village's retirement plans or meet COBRA requirements.

All health care benefits are provided through the Village's third party indemnity health plan. The benefit levels are the same as those afforded to active employees. Benefits include general inpatient and outpatient medical services; mental, nervous and substance abuse care; vision care; dental care; and prescriptions. Eligibility in village sponsored health care plans may be continued at a separate premium upon eligibility for federally sponsored health care benefits.

Membership

At April 30, 2013, membership consisted of:

Retirees and beneficiaries currently receiving benefits	6
Terminated employees entitled to benefits but not yet receiving them	-
Active plan members - vested	77
Active plan members - nonvested	<u>43</u>
 TOTAL	 <u><u>126</u></u>
 Participating employers	 <u><u>1</u></u>

Funding Policy

The Village provides the contribution percentages between the Village and employees through the union contracts and personnel policy. All retirees contribute 100% of the premium to the plan to cover the cost of providing the benefits to the retirees via the plan (pay as you go) which results in an implicit subsidy to the Village as defined by the GASB Statement No. 45. For the fiscal year ended April 30, 2013, the Village contributed \$18,197. The Village is not required to and currently does not advance fund the cost of benefits that will become due and payable in the future. Active employees do not contribute to the plan until retirement.

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

12. OTHER POSTEMPLOYMENT BENEFITS (Continued)

Annual OPEB Costs and Net OPEB Obligation

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

Fiscal Year Ended	Annual OPEB Cost	Employer Contributions	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
April 30, 2011	\$ 32,442	\$ 18,197	56.1%	\$ 28,348
April 30, 2012	32,679	18,197	55.7%	42,830
April 30, 2013	32,492	18,197	56.0%	57,125

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

Annual required contribution	\$ 32,207
Interest on net OPEB obligation	1,713
Adjustment to annual required contribution	<u>(1,428)</u>
Annual OPEB cost	32,492
Contributions made	<u>18,197</u>
Increase in net OPEB obligation	14,295
Net OPEB obligation, beginning of year	<u>42,830</u>
NET OPEB OBLIGATION, END OF YEAR	<u><u>\$ 57,125</u></u>

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

Actuarial accrued liability (AAL)	\$ 538,394
Actuarial value of plan assets	-
Unfunded actuarial accrued liability (UAAL)	538,394
Funded ratio (actuarial value of plan assets/AAL)	0.0%
Covered payroll (active plan members)	\$ 7,999,757
UAAL as a percentage of covered payroll	6.7%

12. OTHER POSTEMPLOYMENT BENEFITS (Continued)

Annual OPEB Costs and Net OPEB Obligation (Continued)

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

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

In the April 30, 2013 actuarial valuation, the entry-age actuarial cost method was used. The actuarial assumptions included a 5.00% investment rate of return (net of administrative expenses), 5.0% salary increase and an initial annual healthcare cost trend rate of 8.00% with an ultimate rate of 6.00%, which include a 3.00% inflation assumption. The actuarial value of assets was not determined as the Village has not advance funded its obligation. The plan's unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on an open basis. The remaining amortization period at April 30, 2010 was 30 years.

13. SUBSEQUENT EVENT

On May 9, 2013, the Village sold \$8,595,000 General Obligation Refunding Bonds, Series 2013. The bonds mature annually on December 15, beginning December 15, 2014 through December 15, 2027, with maturities ranging from \$55,000 to \$1,325,000. Interest is due semiannually on June 15 and December 15, commencing June 15, 2014, with rates ranging from 2.00% to 3.00%. The bonds were issued to refund \$3,350,000 of the Village's General Obligation Bonds, Series 2006A, \$1,725,000 of the General Obligation Bonds (Alternate Revenue Source), Series 2007A and \$2,950,000 of the General Obligation Bonds (Alternate Revenue Source), Series 2007B.

REQUIRED SUPPLEMENTARY INFORMATION

VILLAGE OF OSWEGO, ILLINOIS

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

For the Year Ended April 30, 2013
(with comparative actual)

	2013			2012
	Original Budget	Final Budget	Actual	Actual
REVENUES				
Taxes	\$ 8,902,900	\$ 8,902,900	\$ 9,038,711	\$ 11,434,714
Licenses and permits	780,000	780,000	917,933	807,046
Intergovernmental	2,481,100	2,481,100	2,950,340	83,602
Charges for services	1,347,650	1,347,650	1,353,105	1,651,653
Fines and forfeits	439,550	439,550	365,675	458,830
Investment income	26,000	26,000	21,903	26,881
Miscellaneous	574,294	574,294	627,078	535,941
Total revenues	14,551,494	14,551,494	15,274,745	14,998,667
EXPENDITURES				
Current				
General government	2,153,980	2,153,980	1,949,298	1,969,231
Building and zoning	633,840	633,840	616,216	602,123
Community development	562,280	562,280	489,809	467,525
Public works	1,420,545	1,420,545	1,462,158	1,176,395
Public safety	8,014,824	8,014,824	7,913,809	7,753,773
Total expenditures	12,785,469	12,785,469	12,431,290	11,969,047
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	1,766,025	1,766,025	2,843,455	3,029,620
OTHER FINANCING SOURCES (USES)				
Transfers in	72,691	72,691	72,691	-
Transfers (out)	(1,562,382)	(3,183,382)	(3,187,103)	(1,555,117)
Proceeds from the sale of capital assets	-	-	25,757	106
Total other financing sources (uses)	(1,489,691)	(3,110,691)	(3,088,655)	(1,555,011)
NET CHANGE IN FUND BALANCE	\$ 276,334	\$ (1,344,666)	(245,200)	1,474,609
FUND BALANCE, MAY 1			6,001,482	4,526,873
FUND BALANCE, APRIL 30			\$ 5,756,282	\$ 6,001,482

(See independent auditor's report.)

VILLAGE OF OSWEGO, ILLINOIS
 SCHEDULE OF FUNDING PROGRESS
 ILLINOIS MUNICIPAL RETIREMENT FUND

April 30, 2013

Actuarial Valuation Date December 31,	(1) Actuarial Value of Assets	(2) Actuarial Liability (AAL) Entry-Age	(3) Funded Ratio (1) / (2)	(4) Unfunded (Overfunded) AAL (UAAL)/ (OAAL) (2) - (1)	(5) Covered Payroll	UAAL/ (OAAL) as a Percentage of Covered Payroll (4) / (5)
2007	\$ 3,998,511	\$ 4,591,455	87.09%	\$ 592,944	\$ 3,222,464	18.40%
2008	4,039,923	5,094,827	79.29%	1,054,904	3,551,455	29.70%
2009	4,398,752	5,902,682	74.52%	1,503,930	3,545,482	42.42%
2010	4,940,793	6,624,843	74.58%	1,684,050	3,256,272	51.72%
2011	5,117,962	6,749,795	75.82%	1,631,833	3,064,080	53.26%
2012	5,867,921	7,557,407	77.64%	1,689,486	3,125,615	54.05%

(See independent auditor's report.)

VILLAGE OF OSWEGO, ILLINOIS

SCHEDULE OF FUNDING PROGRESS
POLICE PENSION FUND

April 30, 2013

Actuarial Valuation Date April 30,	(1) Actuarial Value of Assets	(2) Actuarial Liability (AAL) Entry-Age	(3) Funded Ratio (1) / (2)	(4) Unfunded AAL (UAAL) (2) - (1)	(5) Covered Payroll	UAAL as a Percentage of Covered Payroll (4) / (5)
2008	\$ 7,998,615	\$ 13,722,687	58.29%	\$ 5,724,072	\$ 3,551,158	161.19%
2009	7,990,525	15,480,858	51.62%	7,490,333	3,678,626	203.62%
2010	10,528,232	17,828,835	59.05%	7,300,603	3,717,257	196.40%
2011	13,027,639	20,096,454	64.83%	7,068,815	3,815,936	185.24%
2012	14,638,061	22,066,568	66.34%	7,428,507	3,962,251	187.48%
2013	16,790,359	24,793,566	67.72%	8,003,207	4,062,393	197.01%

(See independent auditor's report.)

VILLAGE OF OSWEGO, ILLINOIS
 SCHEDULE OF FUNDING PROGRESS
 OTHER POSTEMPLOYMENT BENEFIT PLAN

April 30, 2013

Actuarial Valuation Date April 30,	(1) Actuarial Value of Assets	(2) Actuarial Accrued Liability (AAL) Entry-Age	(3) Funded Ratio (1) / (2)	(4) Unfunded AAL (UAAL) (2) - (1)	(5) Covered Payroll	UAAL as a Percentage of Covered Payroll (4) / (5)
2010	\$ -	\$ 361,933	0.00%	\$ 361,933	\$ 6,659,050	5.44%
2011	N/A	N/A	N/A	N/A	N/A	N/A
2012	N/A	N/A	N/A	N/A	N/A	N/A
2013	-	538,394	0.00%	538,394	7,999,757	6.73%

The Village implemented GASB Statement No. 45 for the fiscal year ended April 30, 2010. Information for prior years is not available.

N/A - Not available

(See independent auditor's report.)

VILLAGE OF OSWEGO, ILLINOIS

SCHEDULE OF EMPLOYER CONTRIBUTIONS
ILLINOIS MUNICIPAL RETIREMENT FUND

April 30, 2013

<u>Fiscal Year</u>	<u>Annual Required Contribution (ARC)</u>	<u>Contribution Made</u>	<u>Percentage Contributed</u>
2008	\$ 317,619	\$ 317,619	100.00%
2009	335,255	335,255	100.00%
2010	334,997	334,997	100.00%
2011	327,250	327,250	100.00%
2012	329,892	329,892	100.00%
2013	363,708	363,708	100.00%

(See independent auditor's report.)

VILLAGE OF OSWEGO, ILLINOIS

SCHEDULE OF EMPLOYER CONTRIBUTIONS
POLICE PENSION FUND

April 30, 2013

Fiscal Year	Annual Required Contribution (ARC)	Contribution Made	Percentage Contributed	Net Pension Obligation
2008	\$ 726,606	\$ 728,387	100.25%	\$ 638,150
2009	752,163	752,748	100.08%	651,726
2010	890,070	890,070	100.00%	665,105
2011	990,649	990,650	100.00%	677,555
2012	1,003,047	1,015,000	101.19%	678,286
2013	1,007,990	1,025,000	101.69%	671,168

(See independent auditor's report.)

VILLAGE OF OSWEGO, ILLINOIS

SCHEDULE OF EMPLOYER CONTRIBUTIONS
OTHER POSTEMPLOYMENT BENEFIT PLAN

April 30, 2013

<u>Fiscal Year</u>	<u>Annual Required Contribution (ARC)</u>	<u>Contribution Made</u>	<u>Percentage Contributed</u>	<u>Net Pension Obligation</u>
2010	\$ 32,300	\$ 18,197	56.34%	\$ 14,103
2011	32,207	18,197	56.50%	28,348
2012	32,207	18,197	56.50%	42,830
2013	32,207	18,197	56.50%	57,125

The Village implemented GASB Statement No. 45 for the fiscal year ended April 30, 2010. Information for prior years is not available.

(See independent auditor's report.)

VILLAGE OF OSWEGO, ILLINOIS

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

April 30, 2013

1. BUDGETS

Annual budgets are adopted on a basis consistent with generally accepted accounting principles for all governmental and proprietary funds (except for the Public Works Escrow, Economic Development and Public Service Funds). All annual appropriations lapse at fiscal year end.

All departments submit requests for appropriation to the Budget Officer who compiles all the data and prepares a budget. The budget is prepared by fund, function and activity and includes information on the past year, current year estimates and requested appropriations for the subsequent year.

The proposed budget is presented to the Village Board for review. The Village Board holds public hearings on the proposed budget and may add to, subtract or change requested appropriations. The Village Treasurer is authorized to transfer budget amounts between functions and activities. However, transfers between funds and increases to total fund expenditures must be approved by the Village Board. The legal level of budgetary control (level at which expenditures may not exceed appropriations) is at the fund level except for the General Fund where it is at the department level.

Budget amendments were adopted during the fiscal year and are included in these financial statements.

COMBINING AND INDIVIDUAL FUND
FINANCIAL STATEMENTS AND SCHEDULES

MAJOR GOVERNMENTAL FUNDS

GENERAL FUND

General Fund - the general operating fund of the Village and is used to account for all financial resources of the Village unless required to be accounted for in another fund.

DEBT SERVICE FUND

Debt Service Fund - the debt service fund is used to account for the repayment of the Series 2004A, 2006A, 2007B and a portion of the 2009 general obligation bonds that are being repaid with property and sales taxes.

VILLAGE OF OSWEGO, ILLINOIS

BALANCE SHEET
GENERAL FUND

April 30, 2013
(with comparative prior year)

	2013	2012
ASSETS		
Cash and investments	\$ 3,575,340	\$ 3,339,008
Receivables		
Property taxes	1,216,083	1,216,073
Accounts	209,394	158,726
Intergovernmental	2,626,264	3,336,287
Utility tax	81,858	61,989
Prepaid items	128,249	88,206
Due from fiduciary funds	2,695	606
TOTAL ASSETS	\$ 7,839,883	\$ 8,200,895
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES		
LIABILITIES		
Accounts payable	\$ 630,662	\$ 782,767
Accrued payroll	229,985	196,001
Due to fiduciary funds	1,887	-
Unearned revenue	4,984	4,572
Total liabilities	867,518	983,340
DEFERRED INFLOWS OF RESOURCES		
Unavailable revenue - property taxes	1,216,083	1,216,073
Total deferred inflows of resources	1,216,083	1,216,073
Total liabilities and deferred inflows of resources	2,083,601	2,199,413
FUND BALANCES		
Nonspendable - prepaid items	128,249	88,206
Unrestricted		
Assigned - Fiscal Sustainability	5,021,748	5,021,748
Unassigned	606,285	891,528
Total fund balances	5,756,282	6,001,482
TOTAL LIABILITIES AND FUND BALANCES	\$ 7,839,883	\$ 8,200,895

(See independent auditor's report.)

VILLAGE OF OSWEGO, ILLINOIS

SCHEDULE OF REVENUES - BUDGET AND ACTUAL
GENERAL FUND

For the Year Ended April 30, 2013
(with comparative actual)

	2013		Actual	2012
	Original Budget	Final Budget		Actual
TAXES				
Property	\$ 1,365,500	\$ 1,365,500	\$ 1,344,929	\$ 1,454,079
Sales	6,785,000	6,785,000	7,119,630	6,957,846
Less sales tax rebate	(720,000)	(720,000)	(990,504)	(918,500)
Other	1,472,400	1,472,400	1,564,656	1,471,320
Total taxes	8,902,900	8,902,900	9,038,711	8,964,745
LICENSES AND PERMITS				
Licenses and permits	595,000	595,000	614,235	610,729
Transition fees	185,000	185,000	303,698	196,317
Total licenses and permits	780,000	780,000	917,933	807,046
INTERGOVERNMENTAL				
Grants	73,000	73,000	205,252	83,602
Income	2,400,000	2,400,000	2,735,608	2,460,342
Replacement	8,100	8,100	9,480	9,627
Total intergovernmental	2,481,100	2,481,100	2,950,340	2,553,571
CHARGES FOR SERVICES				
Telecommunication surcharge	1,000,000	1,000,000	959,986	1,304,003
Other charges for services	347,650	347,650	393,119	347,650
Total charges for services	1,347,650	1,347,650	1,353,105	1,651,653
FINES AND FORFEITS				
Fines and fees	439,550	439,550	365,675	458,830
Total fines and forfeits	439,550	439,550	365,675	458,830
INVESTMENT INCOME				
	26,000	26,000	21,903	26,881
MISCELLANEOUS				
Contributions	113,394	113,394	113,703	121,221
Miscellaneous	460,900	460,900	513,375	414,720
Total miscellaneous	574,294	574,294	627,078	535,941
TOTAL REVENUES	\$ 14,551,494	\$ 14,551,494	\$ 15,274,745	\$ 14,998,667

(See independent auditor's report.)

VILLAGE OF OSWEGO, ILLINOIS

SCHEDULE OF DETAILED EXPENDITURES - BUDGET AND ACTUAL
GENERAL FUND

For the Year Ended April 30, 2013
(with comparative actual)

	2013			2012
	Original Budget	Final Budget	Actual	Actual
CURRENT				
General government				
Administration				
Salaries/personnel services	\$ 486,864	\$ 486,864	\$ 443,685	\$ 315,622
Insurance and benefits	164,146	164,146	147,537	114,819
Professional services	437,781	437,781	400,786	556,407
Contractual services	124,974	124,974	94,198	170,519
Communication	17,000	17,000	13,515	20,892
Professional development	27,840	27,840	17,958	28,637
Operating supplies	4,800	4,800	3,667	6,548
Capital outlay	-	-	-	10,506
Total administration	1,263,405	1,263,405	1,121,346	1,223,950
Community relations				
Salaries/personnel services	106,635	106,635	105,170	78,144
Insurance and benefits	29,907	29,907	28,986	17,842
Professional services	71,500	71,500	64,699	54,871
Contractual services	24,686	24,686	22,688	22,112
Communication	32,768	32,768	31,980	21,647
Professional development	1,350	1,350	1,499	2,140
Operating supplies	3,600	3,600	1,461	1,767
Total community relations	270,446	270,446	256,483	198,523
Finance				
Salaries/personnel services	292,022	292,022	280,643	286,618
Insurance and benefits	108,507	108,507	98,676	103,815
Professional services	144,986	144,986	134,482	77,309
Contractual services	64,414	64,414	47,843	71,556
Communication	4,100	4,100	3,807	2,268
Professional development	4,600	4,600	3,951	3,346
Operating supplies	1,500	1,500	2,067	1,151
Capital outlay	-	-	-	695
Total finance	620,129	620,129	571,469	546,758
Total general government	2,153,980	2,153,980	1,949,298	1,969,231

(This schedule is continued on the following pages.)

VILLAGE OF OSWEGO, ILLINOIS

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

For the Year Ended April 30, 2013
(with comparative actual)

	2013			2012
	Original Budget	Final Budget	Actual	Actual
CURRENT (Continued)				
Building and zoning				
Salaries/personnel services	\$ 411,712	\$ 411,712	\$ 406,214	\$ 397,942
Insurance and benefits	179,354	179,354	165,187	165,462
Professional services	4,000	4,000	3,376	4,825
Contractual services	17,514	17,514	18,422	17,649
Communication	7,360	7,360	7,726	6,541
Professional development	5,500	5,500	2,950	1,857
Operating supplies	8,400	8,400	12,341	7,847
Total building and zoning	633,840	633,840	616,216	602,123
Community development				
Community development				
Salaries and personnel services	261,063	261,063	250,702	246,563
Insurance and benefits	101,314	101,314	92,229	98,363
Professional services	8,150	8,150	9,854	5,768
Contractual services	11,168	11,168	12,271	11,502
Communication	10,700	10,700	4,955	5,095
Professional development	4,100	4,100	4,651	2,995
Operating supplies	4,625	4,625	3,715	1,202
Capital outlay	3,900	3,900	4,000	-
Total community development	405,020	405,020	382,377	371,488
Economic development				
Salaries and personnel services	84,000	84,000	67,480	49,218
Insurance and benefits	31,354	31,354	27,620	17,925
Professional services	27,000	27,000	2,340	21,898
Contractual services	2,606	2,606	2,917	1,017
Communication	8,000	8,000	3,777	2,238
Professional development	3,950	3,950	2,337	3,615
Operating supplies	350	350	961	126
Total economic development	157,260	157,260	107,432	96,037
Total community development	562,280	562,280	489,809	467,525

(This schedule is continued on the following page.)

VILLAGE OF OSWEGO, ILLINOIS

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

For the Year Ended April 30, 2013
(with comparative actual)

	2013			2012
	Original Budget	Final Budget	Actual	Actual
CURRENT (Continued)				
Public works				
Salaries/personnel services	\$ 365,236	\$ 365,236	\$ 343,366	\$ 334,011
Insurance and benefits	150,834	150,834	137,592	138,502
Professional services	35,000	35,000	9,562	20,148
Contractual services	572,605	572,605	717,791	469,020
Communication	8,200	8,200	4,235	5,253
Professional development	1,300	1,300	2,943	1,005
Operating supplies	129,000	129,000	103,022	72,974
Capital outlay	158,370	158,370	143,647	135,482
Total public works	1,420,545	1,420,545	1,462,158	1,176,395
Public safety - police				
Salaries/personnel services	4,826,961	4,826,961	4,710,062	4,600,571
Insurance and benefits	1,318,862	1,318,862	1,276,742	1,252,355
Professional services	46,311	46,311	44,016	37,686
Contractual services	374,405	374,405	424,993	395,085
Communication	61,018	61,018	54,624	48,272
Professional development	48,775	48,775	46,823	49,320
Operating supplies	164,010	164,010	149,163	160,660
Capital outlay	149,482	149,482	182,386	194,824
Contribution to Police Pension Fund	1,025,000	1,025,000	1,025,000	1,015,000
Total public safety - police	8,014,824	8,014,824	7,913,809	7,753,773
TOTAL EXPENDITURES	\$ 12,785,469	\$ 12,785,469	\$ 12,431,290	\$ 11,969,047

(See independent auditor's report.)

VILLAGE OF OSWEGO, ILLINOIS

BALANCE SHEET
DEBT SERVICE FUND

April 30, 2013
(with comparative prior year)

	2013	2012
ASSETS		
Cash and investments	\$ 21,237	\$ 15,590
TOTAL ASSETS	\$ 21,237	\$ 15,590
LIABILITIES AND FUND BALANCES		
LIABILITIES		
None	\$ -	\$ -
Total liabilities	-	-
FUND BALANCES		
Restricted for debt service	21,237	15,590
Total fund balances	21,237	15,590
TOTAL LIABILITIES AND FUND BALANCES	\$ 21,237	\$ 15,590

(See independent auditor's report.)

VILLAGE OF OSWEGO, ILLINOIS

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

For the Year Ended April 30, 2013
(with comparative actual)

	2013			2012
	Original Budget	Final Budget	Actual	Actual
REVENUES				
Investment income	\$ 700	\$ 700	\$ 91	\$ 631
Miscellaneous	-	-	-	1,078
Total revenues	700	700	91	1,709
EXPENDITURES				
Debt service				
Principal retirement	1,130,000	1,130,000	1,130,000	1,060,000
Interest and fiscal charges	694,882	700,882	693,047	798,595
Total expenditures	1,824,882	1,830,882	1,823,047	1,858,595
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(1,824,182)	(1,830,182)	(1,822,956)	(1,856,886)
OTHER FINANCING SOURCES (USES)				
Transfers in	1,824,882	1,824,882	1,828,603	1,817,617
Bonds issued, at par	-	-	-	2,300,000
Premium on bonds issued	-	-	-	92,033
Payment to escrow agent	-	-	-	(2,351,675)
Total other financing sources (uses)	1,824,882	1,824,882	1,828,603	1,857,975
NET CHANGE IN FUND BALANCE	\$ 700	\$ (5,300)	5,647	1,089
FUND BALANCE, MAY 1			15,590	14,501
FUND BALANCE, APRIL 30			\$ 21,237	\$ 15,590

(See independent auditor's report.)

NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

Motor Fuel Tax Fund - to account for State Gasoline Tax Allocations restricted for local roadway program expenditures.

Public Works Escrow Fund - to account for monies collected from developers and others for specific road and other capital improvements.

Economic Development Fund - to account for income generated from low interest economic development loans offered to local businesses.

Public Service Fund - to account for donations and contributions collected for various public projects and special events.

CAPITAL PROJECTS FUND

Capital Projects Fund - to account for the acquisition of capital assets or construction of major capital projects not being financed by proprietary funds.

VILLAGE OF OSWEGO, ILLINOIS
 COMBINING BALANCE SHEET
 NONMAJOR GOVERNMENTAL FUNDS

April 30, 2013

	Special Revenue					Total
	Motor Fuel Tax	Public Works Escrow	Economic Development	Public Service	Capital Projects	
ASSETS						
Cash and investments	\$ 1,061,381	\$ 1,354,845	\$ 153,615	\$ 315,252	\$ 803,060	\$ 3,688,153
Receivables						
Accounts	-	-	-	1,117	-	1,117
Intergovernmental	52,203	-	-	-	-	52,203
Notes	-	-	260,251	-	-	260,251
TOTAL ASSETS	\$ 1,113,584	\$ 1,354,845	\$ 413,866	\$ 316,369	\$ 803,060	\$ 4,001,724
LIABILITIES AND FUND BALANCES						
LIABILITIES						
Accounts payable	\$ -	\$ -	\$ -	\$ 5,366	\$ 5,273	\$ 10,639
Retainage payable	-	-	-	-	24,295	24,295
Escrow deposits	-	397,485	-	4,093	-	401,578
Total liabilities	-	397,485	-	9,459	29,568	436,512
FUND BALANCES						
Nonspendable						
Notes	-	-	260,251	-	-	260,251
Restricted						
Highways and streets	1,113,584	-	-	-	76,019	1,189,603
Special projects	-	957,360	-	306,910	-	1,264,270
Economic development	-	-	153,615	-	-	153,615
Unrestricted - assigned						
Capital projects	-	-	-	-	697,473	697,473
Total fund balances	1,113,584	957,360	413,866	306,910	773,492	3,565,212
TOTAL LIABILITIES AND FUND BALANCES	\$ 1,113,584	\$ 1,354,845	\$ 413,866	\$ 316,369	\$ 803,060	\$ 4,001,724

(See independent auditor's report.)

VILLAGE OF OSWEGO, ILLINOIS

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

For the Year Ended April 30, 2013

	Special Revenue					Total
	Motor Fuel Tax	Public Works Escrow	Economic Development	Public Service	Capital Projects	
REVENUES						
Intergovernmental	\$ 1,155,387	\$ -	\$ -	\$ 6,982	\$ 1,063,663	\$ 2,226,032
Fines and forfeits	-	-	-	21,136	-	21,136
Investment income	4,920	8,939	9,357	-	11,887	35,103
Donations and contributions	-	45,358	-	134,755	23,463	203,576
Total revenues	1,160,307	54,297	9,357	162,873	1,099,013	2,485,847
EXPENDITURES						
Current						
General government	-	-	-	210,501	-	210,501
Public safety	-	-	-	13,069	-	13,069
Public works	512,422	-	-	-	-	512,422
Capital outlay	-	-	-	-	1,156,074	1,156,074
Total expenditures	512,422	-	-	223,570	1,156,074	1,892,066
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	647,885	54,297	9,357	(60,697)	(57,061)	593,781
OTHER FINANCING SOURCES (USES)						
Transfers (out)	(262,500)	-	-	(72,691)	-	(335,191)
Total other financing sources (uses)	(262,500)	-	-	(72,691)	-	(335,191)
NET CHANGE IN FUND BALANCES	385,385	54,297	9,357	(133,388)	(57,061)	258,590
FUND BALANCES, MAY 1	728,199	903,063	404,509	440,298	830,553	3,306,622
FUND BALANCES, APRIL 30	\$ 1,113,584	\$ 957,360	\$ 413,866	\$ 306,910	\$ 773,492	\$ 3,565,212

(See independent auditor's report.)

VILLAGE OF OSWEGO, ILLINOIS

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

For the Year Ended April 30, 2013
 (with comparative actual)

	2013		2012	
	Original Budget	Final Budget	Actual	Actual
REVENUES				
Intergovernmental				
Motor fuel tax	\$ 810,000	\$ 810,000	\$ 912,260	\$ 933,627
Reimbursements	-	-	243,127	72,914
Investment income	9,000	9,000	4,920	6,852
Total revenues	819,000	819,000	1,160,307	1,013,393
EXPENDITURES				
Current				
Public works/transportation	200,000	512,500	512,422	769,708
Total expenditures	200,000	512,500	512,422	769,708
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	619,000	306,500	647,885	243,685
OTHER FINANCING SOURCES (USES)				
Transfers (out)	(262,500)	(262,500)	(262,500)	(262,500)
Total other financing sources (uses)	(262,500)	(262,500)	(262,500)	(262,500)
NET CHANGE IN FUND BALANCE	<u>\$ 356,500</u>	<u>\$ 44,000</u>	385,385	(18,815)
FUND BALANCE, MAY 1			728,199	747,014
FUND BALANCE, APRIL 30			<u>\$ 1,113,584</u>	<u>\$ 728,199</u>

(See independent auditor's report.)

VILLAGE OF OSWEGO, ILLINOIS

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

For the Year Ended April 30, 2013
(with comparative actual)

	2013			2012
	Original Budget	Final Budget	Actual	Actual
REVENUES				
Intergovernmental	\$ 902,000	\$ 902,000	\$ 1,063,663	\$ (3,364)
Investment income	32,000	32,000	11,887	35,557
Developer contributions	60,000	60,000	23,463	46,926
Total revenues	994,000	994,000	1,099,013	79,119
EXPENDITURES				
Capital outlay	1,250,000	1,250,000	1,156,074	222,351
Total expenditures	1,250,000	1,250,000	1,156,074	222,351
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES				
	(256,000)	(256,000)	(57,061)	(143,232)
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	325,470
Total other financing sources (uses)	-	-	-	325,470
NET CHANGE IN FUND BALANCE	<u>\$ (256,000)</u>	<u>\$ (256,000)</u>	(57,061)	182,238
FUND BALANCE, MAY 1			830,553	648,315
FUND BALANCE, APRIL 30			<u>\$ 773,492</u>	<u>\$ 830,553</u>

(See independent auditor's report.)

MAJOR ENTERPRISE FUNDS

Water and Sewer Fund - to account for revenues and expenses relative to the operation of the water and sewer utility.

Garbage Fund - to account for the operations of the Village's garbage collection service.

VILLAGE OF OSWEGO, ILLINOIS

STATEMENT OF NET POSITION
WATER AND SEWER FUND

April 30, 2013
(with comparative prior year)

	2013	2012
CURRENT ASSETS		
Cash and investments	\$ 8,418,855	\$ 4,924,292
Accounts receivable	703,992	703,988
Restricted cash and investments		
Cash with paying agent	-	461,250
IEPA restriction	654,000	654,000
Prepaid expenses	20,163	16,096
Due from fiduciary funds	515	1,098
	<u>9,797,525</u>	<u>6,760,724</u>
NONCURRENT ASSETS		
Capital assets		
Capital assets, net of depreciation		
Nondepreciable assets	2,997,414	1,093,817
Depreciable buildings, property and infrastructure	71,969,094	71,994,557
Accumulated depreciation	(17,060,375)	(15,483,454)
	<u>57,906,133</u>	<u>57,604,920</u>
Deferred charges	-	107,607
	<u>57,906,133</u>	<u>57,712,527</u>
	<u>67,703,658</u>	<u>64,473,251</u>
DEFERRED OUTFLOWS OF RESOURCES		
Unamortized loss on refunding	331,392	280,960
	<u>331,392</u>	<u>280,960</u>
Total assets and deferred outflows of resources	<u>68,035,050</u>	<u>64,754,211</u>

(This statement is continued on the following page.)

VILLAGE OF OSWEGO, ILLINOIS

STATEMENT OF NET POSITION (Continued)
WATER AND SEWER FUND

April 30, 2013
(with comparative prior year)

	2013	2012
CURRENT LIABILITIES		
Accounts payable	\$ 1,193,110	\$ 400,163
Accrued payroll	26,189	22,627
Retainage payable	8,695	8,695
Compensated absences	35,667	786
Unearned revenue	-	125,000
Interest payable	232,391	259,260
IEPA loans payable	120,576	117,408
Bonds payable	940,000	1,110,000
	<u>2,556,628</u>	<u>2,043,939</u>
LONG-TERM LIABILITIES		
Compensated absences	11,874	12,266
Other postemployment benefits	3,627	2,747
IEPA loans payable	1,006,733	1,127,310
Bonds payable, net	13,842,867	14,768,178
	<u>14,865,101</u>	<u>15,910,501</u>
	<u>17,421,729</u>	<u>17,954,440</u>
NET POSITION		
Net investment in capital assets	41,995,957	40,762,984
Restricted for radium removal	654,000	654,000
Unrestricted	7,963,364	5,382,787
	<u>50,613,321</u>	<u>46,799,771</u>
TOTAL NET POSITION	<u>\$ 50,613,321</u>	<u>\$ 46,799,771</u>

(See independent auditor's report.)

VILLAGE OF OSWEGO, ILLINOIS

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

For the Year Ended April 30, 2013
(with comparative actual)

	2013		2012	
	Original Budget	Final Budget	Actual	Actual
OPERATING REVENUES				
Charges for services	\$ 4,957,250	\$ 4,957,250	\$ 5,571,056	\$ 5,022,115
Total operating revenues	4,957,250	4,957,250	5,571,056	5,022,115
OPERATING EXPENSES				
Salaries/personnel services	973,365	973,365	948,034	921,925
Insurance and benefits	415,866	415,866	362,607	376,581
Professional services	75,200	75,200	97,927	57,310
Contractual services	1,425,843	1,425,843	1,228,518	1,569,884
Communication	61,000	61,000	51,146	56,044
Professional development	7,600	7,600	3,899	5,070
Operating supplies	283,000	283,000	184,567	184,351
Capital maintenance	3,745,000	3,745,000	1,903,597	136,899
Total operating expenses	6,986,874	6,986,874	4,780,295	3,308,064
OPERATING INCOME (LOSS)	(2,029,624)	(2,029,624)	790,761	1,714,051
NONOPERATING REVENUES (EXPENSES)				
Connection fees	645,000	645,000	1,124,571	1,239,859
Grant revenue	485,000	485,000	610,021	111,935
Investment income	35,000	35,000	27,353	42,125
Interest expense and amortization	(835,284)	(835,284)	(692,132)	(777,704)
Principal retirement	(627,408)	(627,408)	(1,227,409)	(1,164,324)
Miscellaneous income	39,512	39,512	30,761	14,345
Total nonoperating revenues (expenses)	(258,180)	(258,180)	(126,835)	(533,764)
NET INCOME (LOSS) BEFORE CONTRIBUTIONS AND TRANSFERS	(2,287,804)	(2,287,804)	663,926	1,180,287
CONTRIBUTIONS				
Capital contributions	-	-	-	62,390
TRANSFERS IN (OUT)				
General Fund	-	-	1,621,000	(325,470)
ADJUSTMENTS TO GAAP BASIS				
Principal retirement	627,408	627,408	1,227,409	1,164,324
Depreciation	-	-	(1,602,382)	(1,622,496)
Capital assets capitalized	3,745,000	3,745,000	1,903,597	134,786
Total adjustments to GAAP basis	4,372,408	4,372,408	1,528,624	(323,386)
CHANGE IN NET POSITION	\$ 2,084,604	\$ 2,084,604	3,813,550	593,821
NET POSITION, MAY 1			46,799,771	46,205,950
NET POSITION, APRIL 30			\$ 50,613,321	\$ 46,799,771

(See independent auditor's report.)

VILLAGE OF OSWEGO, ILLINOIS

STATEMENT OF NET POSITION
GARBAGE FUND

April 30, 2013
(with comparative prior year)

	2013	2012
CURRENT ASSETS		
Cash and investments	\$ 185,315	\$ 326,168
Accounts receivable	362,198	414,193
Intergovernmental	26,648	-
Total current assets	574,161	740,361
NONCURRENT ASSETS		
None	-	-
Total assets	574,161	740,361
CURRENT LIABILITIES		
Accounts payable	35,530	192,326
Total current liabilities	35,530	192,326
LONG-TERM LIABILITIES		
None	-	-
Total liabilities	35,530	192,326
NET POSITION		
Unrestricted	538,631	548,035
TOTAL NET POSITION	\$ 538,631	\$ 548,035

(See independent auditor's report.)

VILLAGE OF OSWEGO, ILLINOIS

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

For the Year Ended April 30, 2013
(with comparative actual)

	2013			2012
	Original Budget	Final Budget	Actual	Actual
OPERATING REVENUES				
Charges for services	\$ 2,261,200	\$ 2,261,200	\$ 2,032,054	\$ 2,267,599
Total operating revenues	2,261,200	2,261,200	2,032,054	2,267,599
OPERATING EXPENSES				
Disposal services	2,300,000	2,300,000	2,069,201	2,272,589
Professional services	50	50	-	105
Total operating expenses	2,300,050	2,300,050	2,069,201	2,272,694
OPERATING INCOME (LOSS)	(38,850)	(38,850)	(37,147)	(5,095)
NONOPERATING REVENUES (EXPENSES)				
Grant revenue	-	-	26,648	-
Investment income	2,000	2,000	1,095	2,224
Total nonoperating revenues (expenses)	2,000	2,000	27,743	2,224
CHANGE IN NET POSITION	\$ (36,850)	\$ (36,850)	(9,404)	(2,871)
NET POSITION, MAY 1			548,035	550,906
NET POSITION, APRIL 30			\$ 538,631	\$ 548,035

(See independent auditor's report.)

FIDUCIARY FUNDS

PENSION TRUST FUND

Police Pension Fund - to account for the resources necessary to provide retirement and disability benefits to the personnel of the Village police department.

AGENCY FUNDS

Agency Fund - to account for land/cash and transition fees collected from developers for other governmental entities.

Subdivision Escrow Fund - to account for developer deposits.

VILLAGE OF OSWEGO, ILLINOIS

STATEMENT OF NET POSITION
POLICE PENSION FUND

April 30, 2013
(with comparative prior year)

	2013	2012
ASSETS		
Cash and cash equivalents	\$ 289,777	\$ 72,557
Investments, at fair value		
U.S. Government and agency securities	6,365,831	6,331,431
Municipal bonds	907,435	89,235
Insurance contracts	2,872,769	2,979,892
Equity mutual funds	6,319,422	5,135,983
Accrued interest receivable	42,005	32,901
Total assets	16,797,239	14,641,999
LIABILITIES		
Accounts payable	6,880	3,938
Due to General Fund	-	343
Total liabilities	6,880	4,281
NET POSITION HELD IN TRUST FOR PENSION BENEFITS	\$ 16,790,359	\$ 14,637,718

(See independent auditor's report.)

VILLAGE OF OSWEGO, ILLINOIS

SCHEDULE OF CHANGES IN FIDUCIARY NET POSITION -
BUDGET AND ACTUAL - PENSION TRUST FUND

For the Year Ended April 30, 2013
(with comparative actual)

	2013			2012
	Original Budget	Final Budget	Actual	Actual
ADDITIONS				
Contributions				
Employer	\$ 1,025,000	\$ 1,025,000	\$ 1,025,000	\$ 1,015,000
Employee	375,000	375,000	394,850	414,257
Total contributions	1,400,000	1,400,000	1,419,850	1,429,257
Investment income				
Net appreciation in fair value of investments	-	-	894,162	391,568
Interest	250,000	250,000	357,490	268,036
Total investment income	250,000	250,000	1,251,652	659,604
Less investment expense	(30,000)	(42,000)	(41,664)	(33,320)
Net investment income	220,000	208,000	1,209,988	626,284
Total additions	1,620,000	1,608,000	2,629,838	2,055,541
DEDUCTIONS				
Benefits and refunds	450,000	450,000	453,869	428,991
Administration	27,675	27,675	23,328	16,470
Total deductions	477,675	477,675	477,197	445,461
NET INCREASE	\$ 1,142,325	\$ 1,130,325	2,152,641	1,610,080
NET POSITION HELD IN TRUST FOR PENSION BENEFITS				
May 1			14,637,718	13,027,638
April 30			<u>\$ 16,790,359</u>	<u>\$ 14,637,718</u>

(See independent auditor's report.)

VILLAGE OF OSWEGO, ILLINOIS

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUNDS

For the Year Ended April 30, 2013

	Balances			Balances
	May 1	Additions	Deductions	April 30
ALL FUNDS				
ASSETS				
Cash and investments	\$ 383,440	\$ 42,440	\$ -	\$ 425,880
Accounts receivable	2,325	975	-	3,300
Due from others	-	1,887	-	1,887
TOTAL ASSETS	\$ 385,765	\$ 45,302	\$ -	\$ 431,067
LIABILITIES				
Accounts payable	\$ 6,760	\$ -	\$ 4,705	\$ 2,055
Due to others	377,644	135,799	87,641	425,802
Due to other funds	1,361	2,431	582	3,210
TOTAL LIABILITIES	\$ 385,765	\$ 138,230	\$ 92,928	\$ 431,067
AGENCY FUND				
ASSETS				
Cash and investments	\$ 79,393	\$ -	\$ -	\$ 79,393
Due from others	-	1,887	-	1,887
TOTAL ASSETS	\$ 79,393	\$ 1,887	\$ -	\$ 81,280
LIABILITIES				
Due to others	\$ 79,393	\$ 1,887	\$ -	\$ 81,280
TOTAL LIABILITIES	\$ 79,393	\$ 1,887	\$ -	\$ 81,280

(This statement is continued on the following page.)

VILLAGE OF OSWEGO, ILLINOIS

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES (Continued)
 AGENCY FUNDS

For the Year Ended April 30, 2013

	Balances			Balances
	May 1	Additions	Deductions	April 30
SUBDIVISION ESCROW FUND				
ASSETS				
Cash and investments	\$ 304,047	\$ 42,440	\$ -	\$ 346,487
Accounts receivable	2,325	975	-	3,300
TOTAL ASSETS	\$ 306,372	\$ 43,415	\$ -	\$ 349,787
LIABILITIES				
Accounts payable	\$ 6,760	\$ -	\$ 4,705	\$ 2,055
Due to others	298,251	133,912	87,641	344,522
Due to other funds	1,361	2,431	582	3,210
TOTAL LIABILITIES	\$ 306,372	\$ 136,343	\$ 92,928	\$ 349,787

(See independent auditor's report.)

SUPPLEMENTAL DATA

VILLAGE OF OSWEGO, ILLINOIS

LONG-TERM DEBT REQUIREMENTS

GENERAL OBLIGATION ALTERNATE REVENUE SOURCE
BOND SERIES OF 2006A

April 30, 2013

Date of Issue	May 15, 2006
Date of Maturity	December 15, 2025
Authorized Issue	\$ 9,970,000
Actual Issue	\$ 9,970,000
Denomination of Bonds	1 - 1994 - \$5,000
Interest Rates	Bonds
	233 - 314 4.25%
	315 - 979 4.30%
	980 - 1089 4.38%
	1090 - 1449 4.40%
	1450 - 1854 4.45%
	1855 - 1994 4.50%
Principal Maturity Date	December 15
Interest Dates	December 15 and June 15
Payable at	BNY Mellon

FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Tax Levy Year	Bond Numbers	Tax Levy			Interest Due on			
		Principal	Interest	Totals	June 15	Amount	December 15	Amount
2012	490-579	\$ 450,000	\$ 330,225	\$ 780,225	2013	\$ 165,113	2013	\$ 165,113
2013	580-674	475,000	310,875	785,875	2014	155,438	2014	155,438
2014	675-774	500,000	290,450	790,450	2015	145,225	2015	145,225
2015	775-874	500,000	268,950	768,950	2016	134,475	2016	134,475
2016	875-979	525,000	247,450	772,450	2017	123,725	2017	123,725
2017	980-1089	550,000	224,875	774,875	2018	112,438	2018	112,438
2018	1090-1204	575,000	200,813	775,813	2019	100,407	2019	100,407
2019	1205-1324	600,000	175,513	775,513	2020	87,757	2020	87,757
2020	1325-1449	625,000	149,113	774,113	2021	74,557	2021	74,557
2021	1450-1579	650,000	121,613	771,613	2022	60,807	2022	60,807
2022	1580-1714	675,000	92,688	767,688	2023	46,344	2023	46,344
2023	1715-1854	700,000	62,650	762,650	2024	31,325	2024	31,325
2024	1855-1994	700,000	31,500	731,500	2025	15,750	2025	15,750
		<u>\$ 7,525,000</u>	<u>\$ 2,506,715</u>	<u>\$ 10,031,713</u>		<u>\$ 1,253,361</u>		<u>\$ 1,253,361</u>

(See independent auditor's report.)

VILLAGE OF OSWEGO, ILLINOIS

LONG-TERM DEBT REQUIREMENTS

GENERAL OBLIGATION ALTERNATE REVENUE SOURCE
BOND SERIES OF 2006B

April 30, 2013

Date of Issue	May 15, 2006
Date of Maturity	December 15, 2020
Authorized Issue	\$ 1,585,000
Actual Issue	\$ 1,585,000
Denomination of Bonds	1 - 317 - \$5,000
Interest Rates	Bonds
	61 - 263 4.25%
	264 - 263 4.30%
	264 - 288 4.35%
	289 - 317 4.375%
Principal Maturity Date	December 15
Interest Dates	December 15 and June 15
Payable at	BNY Mellon

FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Tax Levy Year	Bond Numbers	Tax Levy			Interest Due on			
		Principal	Interest	Totals	June 15	Amount	December 15	Amount
2012	121-140	\$ 100,000	\$ 42,231	\$ 142,231	2013	\$ 21,116	2013	\$ 21,116
2013	141-163	115,000	37,981	152,981	2014	18,991	2014	18,991
2014	164-188	125,000	33,094	158,094	2015	16,547	2015	16,547
2015	189-213	125,000	27,781	152,781	2016	13,891	2016	13,891
2016	214-238	125,000	22,469	147,469	2017	11,235	2017	11,235
2017	239-263	125,000	17,156	142,156	2018	8,578	2018	8,578
2018	264-288	125,000	11,781	136,781	2019	5,891	2019	5,891
2019	289-317	145,000	6,344	151,344	2020	3,172	2020	3,172
		<u>\$ 985,000</u>	<u>\$ 198,837</u>	<u>\$ 1,183,838</u>		<u>\$ 99,421</u>		<u>\$ 99,421</u>

(See independent auditor's report.)

VILLAGE OF OSWEGO, ILLINOIS

LONG-TERM DEBT REQUIREMENTS

GENERAL OBLIGATION ALTERNATE REVENUE SOURCE
BOND SERIES OF 2007A

April 30, 2013

Date of Issue	December 15, 2007
Date of Maturity	December 15, 2027
Authorized Issue	\$ 3,500,000
Actual Issue	\$ 3,500,000
Denomination of Bonds	1 - 700 - \$5,000
Interest Rates	Bonds
	1 - 472 4.000%
	473 - 651 4.125%
	652 - 700 4.250%
Principal Maturity Date	December 15
Interest Dates	December 15 and June 15
Payable at	BNY Mellon

FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Tax Levy Year	Bond Numbers	Tax Levy			Interest Due on			
		Principal	Interest	Totals	June 15	Amount	December 15	Amount
2012	131-160	\$ 150,000	\$ 116,275	\$ 266,275	2013	\$ 58,138	2013	\$ 58,138
2013	161-190	150,000	110,275	260,275	2014	55,138	2014	55,138
2014	191-220	150,000	104,275	254,275	2015	52,138	2015	52,138
2015	221-252	160,000	98,275	258,275	2016	49,138	2016	49,138
2016	253-285	165,000	91,875	256,875	2017	45,938	2017	45,938
2017	286-320	175,000	85,275	260,275	2018	42,638	2018	42,638
2018	321-355	175,000	78,275	253,275	2019	39,138	2019	39,138
2019	356-392	185,000	71,275	256,275	2020	35,638	2020	35,638
2020	393-432	200,000	63,875	263,875	2021	31,938	2021	31,938
2021	433-472	200,000	55,875	255,875	2022	27,938	2022	27,938
2022	473-514	210,000	47,625	257,625	2023	23,813	2023	23,813
2023	515-559	225,000	38,963	263,963	2024	19,482	2024	19,482
2024	560-604	225,000	29,681	254,681	2025	14,841	2025	14,841
2025	605-651	235,000	20,400	255,400	2026	10,200	2026	10,200
2026	652-700	245,000	10,413	255,413	2027	5,207	2027	5,207
		<u>\$ 2,850,000</u>	<u>\$ 1,022,632</u>	<u>\$ 3,872,631</u>			<u>\$ 511,323</u>	<u>\$ 511,323</u>

(See independent auditor's report.)

VILLAGE OF OSWEGO, ILLINOIS

LONG-TERM DEBT REQUIREMENTS

GENERAL OBLIGATION ALTERNATE REVENUE SOURCE
BOND SERIES OF 2007B

April 30, 2013

Date of Issue	December 15, 2007
Date of Maturity	December 15, 2027
Authorized Issue	\$ 6,000,000
Actual Issue	\$ 6,000,000
Denomination of Bonds	1 - 1200 - \$5,000
Interest Rates	Bonds
	1 - 488 3.750%
	489 - 1200 4.000%
Principal Maturity Date	December 15
Interest Dates	December 15 and June 15
Payable at	BNY Mellon

FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Tax Levy Year	Bond Numbers	Tax Levy			Interest Due on			
		Principal	Interest	Totals	June 15	Amount	December 15	Amount
2012	224-273	\$ 250,000	\$ 192,800	\$ 442,800	2013	\$ 96,400	2013	\$ 96,400
2013	274-323	250,000	183,425	433,425	2014	91,713	2014	91,713
2014	324-376	265,000	174,050	439,050	2015	87,025	2015	87,025
2015	377-431	275,000	164,113	439,113	2016	82,057	2016	82,057
2016	432-488	285,000	153,800	438,800	2017	76,900	2017	76,900
2017	489-548	300,000	142,400	442,400	2018	71,200	2018	71,200
2018	549-610	310,000	130,400	440,400	2019	65,200	2019	65,200
2019	611-675	325,000	118,000	443,000	2020	59,000	2020	59,000
2020	676-740	325,000	105,000	430,000	2021	52,500	2021	52,500
2021	741-810	350,000	92,000	442,000	2022	46,000	2022	46,000
2022	811-882	360,000	78,000	438,000	2023	39,000	2023	39,000
2023	883-957	375,000	63,600	438,600	2024	31,800	2024	31,800
2024	958-1035	390,000	48,600	438,600	2025	24,300	2025	24,300
2025	1036-1115	400,000	33,000	433,000	2026	16,500	2026	16,500
2026	1116-1200	425,000	17,000	442,000	2027	8,500	2027	8,500
		<u>\$ 4,885,000</u>	<u>\$ 1,696,188</u>	<u>\$ 6,581,188</u>	<u>\$ 848,095</u>		<u>\$ 848,095</u>	

(See independent auditor's report.)

VILLAGE OF OSWEGO, ILLINOIS
LONG-TERM DEBT REQUIREMENTS
TAXABLE GENERAL OBLIGATION
BOND SERIES OF 2009

April 30, 2013

Date of Issue September 2, 2009
Date of Maturity December 15, 2029
Authorized Issue \$ 9,015,000
Actual Issue \$ 9,015,000
Denomination of Bonds 1 - 1803 - \$5,000
Interest Rates *

Bonds		Bonds	
1-48	2.125%	810-877	4.600%
49-102	2.500%	878-949	4.700%
103-158	2.750%	950-1025	4.800%
159-268	3.250%	1026-1105	4.900%
269-382	3.500%	1106-1278	5.000%
383-501	3.750%	1279-1372	5.125%
502-625	4.000%	1373-1575	5.375%
626-744	4.375%	1576-1803	5.500%
745-809	4.450%		

Principal Maturity Date December 15
Interest Dates December 15 and June 15
Payable at BNY Mellon

FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Tax Levy Year	Bond Numbers	Tax Levy			Interest Due on			
		Principal	Interest	Totals	June 15	Amount	December 15	Amount
2012	159-268	\$ 550,000	\$ 380,425	\$ 930,425	2013	\$ 190,213	2013	\$ 190,213
2013	269-382	570,000	362,550	932,550	2014	181,275	2014	181,275
2014	383-501	595,000	342,600	937,600	2015	171,300	2015	171,300
2015	502-625	620,000	320,288	940,288	2016	160,144	2016	160,144
2016	626-744	595,000	295,488	890,488	2017	147,744	2017	147,744
2017	745-809	325,000	269,456	594,456	2018	134,728	2018	134,728
2018	810-877	340,000	254,994	594,994	2019	127,497	2019	127,497
2019	878-949	360,000	239,354	599,354	2020	119,677	2020	119,677
2020	950-1025	380,000	222,434	602,434	2021	111,217	2021	111,217
2021	1026-1105	400,000	204,194	604,194	2022	102,097	2022	102,097
2022	1106-1189	420,000	184,594	604,594	2023	92,297	2023	92,297
2023	1190-1278	445,000	163,594	608,594	2024	81,797	2024	81,797
2024	1279-1372	470,000	141,344	611,344	2025	70,672	2025	70,672
2025	1373-1471	495,000	117,256	612,256	2026	58,628	2026	58,628
2026	1472-1575	520,000	90,650	610,650	2027	45,325	2027	45,325
2027	1576-1686	555,000	62,700	617,700	2028	31,350	2028	31,350
2028	1687-1803	585,000	32,175	617,175	2029	16,088	2029	16,088
		\$ 8,225,000	\$ 3,684,096	\$ 11,909,094	\$ 1,842,049		\$ 1,842,049	

*Pursuant to the American Recovery and Reinvestment Act, the Village is eligible to receive a rebate from the U.S. Treasury Department of the 35% of the interest paid each year. The net interest rate for these Build America Bonds, after rebate, is 1.38% to 3.58%.

(See independent auditor's report.)

VILLAGE OF OSWEGO, ILLINOIS
LONG-TERM DEBT REQUIREMENTS
GENERAL OBLIGATION REFUNDING
BOND SERIES OF 2012

April 30, 2013

Date of Issue	October 11, 2012
Date of Maturity	December 30, 2019
Authorized Issue	\$ 2,525,000
Actual Issue	\$ 2,325,000
Denomination of Bonds	1 - 465 - \$5,000
Interest Rates *	
	Bonds
	1-187 2.000%
	188-465 3.000%

Principal Maturity Date	December 30
Interest Dates	December 30 and June 30
Payable at	BNY Mellon

FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Tax Levy Year	Bond Numbers	Tax Levy			Interest Due on			
		Principal	Interest	Totals	June 15	Amount	December 15	Amount
2012	1-4	\$ 300,000	\$ 73,654	\$ 373,654	2013	\$ 36,827	2012	\$ 36,827
2013	5-62	315,000	54,400	369,400	2014	27,200	2013	27,200
2014	63-120	320,000	48,100	368,100	2015	24,050	2014	24,050
2015	121-180	330,000	41,700	371,700	2016	20,850	2015	20,850
2016	181-242	340,000	31,800	371,800	2017	15,900	2016	15,900
2017	243-304	355,000	21,600	376,600	2018	10,800	2017	10,800
2018	305-369	365,000	10,950	375,950	2019	5,475	2018	5,475
		<u>\$ 2,325,000</u>	<u>\$ 282,204</u>	<u>\$ 2,607,204</u>	<u>\$ 141,102</u>		<u>\$ 141,102</u>	

(See independent auditor's report.)

VILLAGE OF OSWEGO, ILLINOIS

LONG-TERM DEBT REQUIREMENTS
IEPA LOAN NO. 17-0783

April 30, 2013

Date of Loan	November 1, 1999
Date of Maturity	April 27, 2017
Authorized Loan	\$ 907,735
Actual Loan	\$ 907,735
Interest Rate	2.890%
Principal Maturity Date	April 27 and October 27
Interest Dates	April 27 and October 27

FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Tax Levy			Interest Due on			
	Principal	Interest	Totals	October 27	Amount	April 27	Amount
2014	\$ 55,825	\$ 6,340	\$ 62,165	2013	\$ 3,370	2014	\$ 2,970
2015	57,450	4,716	62,166	2014	2,564	2015	2,152
2016	59,122	3,043	62,165	2015	1,734	2016	1,309
2017	60,844	1,322	62,166	2016	879	2017	443
	<u>\$ 233,241</u>	<u>\$ 15,421</u>	<u>\$ 248,662</u>		<u>\$ 8,547</u>		<u>\$ 6,874</u>

(See independent auditor's report.)

VILLAGE OF OSWEGO, ILLINOIS
LONG-TERM DEBT REQUIREMENTS
IEPA LOAN NO. 17-1445

April 30, 2013

Date of Loan	April 1, 2004
Date of Maturity	January 15, 2025
Authorized Loan	\$ 1,772,543
Actual Loan	\$ 1,346,766
Interest Rate	2.500%
Principal Maturity Date	January 15 and July 15
Interest Dates	January 15 and July 15

FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Tax Levy			Interest Due on			
	Principal	Interest	Totals	July 15	Amount	January 15	Amount
2014	\$ 64,751	\$ 21,949	\$ 86,700	2013	\$ 11,176	2014	\$ 10,773
2015	66,380	20,320	86,700	2014	10,366	2015	9,954
2016	68,050	18,650	86,700	2015	9,537	2016	9,113
2017	69,762	16,938	86,700	2016	8,686	2017	8,252
2018	71,516	15,184	86,700	2017	7,814	2018	7,370
2019	73,316	13,384	86,700	2018	6,920	2019	6,464
2020	75,161	11,539	86,700	2019	6,004	2020	5,535
2021	77,051	9,649	86,700	2020	5,064	2021	4,585
2022	78,989	7,711	86,700	2021	4,101	2022	3,610
2023	80,977	5,723	86,700	2022	3,114	2023	2,609
2024	83,014	3,686	86,700	2023	2,101	2024	1,585
2025	85,101	1,599	86,700	2024	1,064	2025	535
	<u>\$ 894,068</u>	<u>\$ 146,332</u>	<u>\$ 1,040,400</u>		<u>\$ 75,947</u>		<u>\$ 70,385</u>

(See independent auditor's report.)

STATISTICAL SECTION

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

<u>Contents</u>	<u>Page</u>
Financial Trends These schedules contain trend information to help the reader understand how the Village's financial performance and well-being have changed over time.	88-97
Revenue Capacity These schedules contain information to help the reader assess the Village's most significant local revenue source, the sales tax.	98-106
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.	107-111
Demographic and Economic Information These schedules offer demographic and economic indicators to help the reader understand the environment within which the Village's financial activities take place.	112-113
Operating Information These schedules contain service and infrastructure data to help the reader understand how the information in the Village's financial report relates to the services the Village provides and the activities it performs.	114-116

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 2005; schedules presenting government-wide information include information beginning in that year.

VILLAGE OF OSWEGO, ILLINOIS

NET POSITION BY COMPONENT

Last Nine Fiscal Years

	2005	2006*	2007	2008
GOVERNMENTAL ACTIVITIES				
Net investment in capital assets	\$ 2,246,206	\$ 212,015,432	\$ 275,810,548	\$ 275,890,996
Restricted	2,988,094	1,469,306	2,833,472	2,271,727
Unrestricted	2,742,804	5,867,096	4,676,344	6,193,562
TOTAL GOVERNMENTAL ACTIVITIES	\$ 7,977,104	\$ 219,351,834	\$ 283,320,364	\$ 284,356,285
BUSINESS-TYPE ACTIVITIES				
Net investment in capital assets	\$ 24,853,527	\$ 37,823,930	\$ 38,320,494	\$ 41,640,918
Restricted	3,151,950	899,500	899,500	899,500
Unrestricted	6,559,112	1,091,886	4,265,995	2,043,619
TOTAL BUSINESS-TYPE ACTIVITIES	\$ 34,564,589	\$ 39,815,316	\$ 43,485,989	\$ 44,584,037
PRIMARY GOVERNMENT				
Net investment in capital assets	\$ 27,099,733	\$ 249,839,362	\$ 314,131,042	\$ 317,531,914
Restricted	6,140,044	2,368,806	3,732,972	3,171,227
Unrestricted	9,301,916	6,958,982	8,942,339	8,237,181
TOTAL PRIMARY GOVERNMENT	\$ 42,541,693	\$ 259,167,150	\$ 326,806,353	\$ 328,940,322

Data Source

Audited Financial Statements

The implementation of GASB Statement No. 34 was completed for fiscal year ended April 30, 2005. Therefore, information prior to fiscal year 2005 is unavailable.

* In fiscal year 2006, the Village began reporting infrastructure.

	2009	2010	2011	2012	2013
\$	279,192,631	\$ 275,314,514	\$ 274,396,968	\$ 272,998,786	\$ 271,570,611
	2,603,394	2,599,700	2,772,565	2,273,073	2,888,976
	4,893,607	4,420,252	3,419,680	5,357,170	4,826,113
\$	286,689,632	\$ 282,334,466	\$ 280,589,213	\$ 280,629,029	\$ 279,285,700
\$	40,762,063	\$ 42,523,985	\$ 41,398,648	\$ 40,762,984	\$ 41,995,957
	899,500	654,000	654,000	654,000	654,000
	1,736,338	1,684,126	4,704,208	5,217,977	8,501,995
\$	43,397,901	\$ 44,862,111	\$ 46,756,856	\$ 46,634,961	\$ 51,151,952
\$	319,954,694	\$ 317,838,499	\$ 315,795,616	\$ 313,761,770	\$ 313,566,568
	3,502,894	3,253,700	3,426,565	2,927,073	3,542,976
	6,629,945	6,104,378	8,123,888	10,575,147	13,328,108
\$	330,087,533	\$ 327,196,577	\$ 327,346,069	\$ 327,263,990	\$ 330,437,652

VILLAGE OF OSWEGO, ILLINOIS

CHANGE IN NET POSITION

Last Nine Fiscal Years

	2005	2006	2007	2008
EXPENSES				
Governmental activities				
General government	\$ 1,654,530	\$ 1,275,745	\$ 1,556,726	\$ 1,757,232
Building and zoning	716,031	720,110	834,696	1,001,493
Community development	335,868	324,322	371,006	447,050
Public safety	4,367,226	5,648,230	6,165,019	7,264,710
Public works	1,329,419	5,215,219	6,750,620	6,454,882
Retirement	460,219	-	-	-
Interest	153,467	87,901	551,346	652,516
Total governmental activities expenses	9,016,760	13,271,527	16,229,413	17,577,883
Business-type activities				
Water and sewer	3,790,286	4,750,871	5,672,233	6,866,834
Garbage	1,025,226	1,197,131	1,350,403	1,675,620
Total business-type activities expenses	4,815,512	5,948,002	7,022,636	8,542,454
TOTAL PRIMARY GOVERNMENT EXPENSES	\$ 13,832,272	\$ 19,219,529	\$ 23,252,049	\$ 26,120,337
PROGRAM REVENUES				
Governmental activities				
Charges for services				
General government	\$ 42,921	\$ 22,572	\$ 40,357	\$ 59,324
Building and zoning	81,812	1,806,043	2,111,691	1,190,633
Community development	1,164,757	164,422	179,377	200,517
Public safety	317,633	398,781	490,922	523,519
Operating grants and contributions	743,489	1,516,159	1,635,808	1,353,159
Capital grants and contributions	-	54,754,974	67,207,177	4,638,376
Total governmental activities program revenues	2,350,612	58,662,951	71,665,332	7,965,528
Business-type activities				
Charges for services				
Water and sewer	3,501,031	3,955,995	7,143,385	6,563,342
Garbage	1,069,999	1,237,470	1,399,455	1,736,868
Operating grants and contributions	-	-	-	-
Capital grants and contributions	950,200	3,414,625	2,575,410	1,474,988
Total business-type activities program revenues	5,521,230	8,608,090	11,118,250	9,775,198
TOTAL PRIMARY GOVERNMENT PROGRAM REVENUES	\$ 7,871,842	\$ 67,271,041	\$ 82,783,582	\$ 17,740,726
NET REVENUE (EXPENSE)				
Governmental activities	\$ (6,666,148)	\$ 45,391,424	\$ 55,435,919	\$ (9,612,355)
Business-type activities	705,718	2,660,088	4,095,614	1,232,744
TOTAL PRIMARY GOVERNMENT NET REVENUE (EXPENSE)	\$ (5,960,430)	\$ 48,051,512	\$ 59,531,533	\$ (8,379,611)

	2009	2010	2011	2012	2013
\$	2,550,510	\$ 2,786,451	\$ 2,574,508	\$ 2,551,465	\$ 2,504,327
	782,406	688,512	574,252	603,708	627,008
	567,010	413,592	355,570	469,946	507,828
	7,281,633	7,495,117	7,771,351	7,785,066	7,854,804
	6,321,596	6,465,291	6,443,722	6,466,254	7,560,190
	-	-	-	-	-
	774,560	798,077	810,467	756,086	827,319
	18,277,715	18,647,040	18,529,870	18,632,525	19,881,476
	6,441,779	6,444,545	5,915,469	5,573,478	5,171,212
	1,982,933	1,995,198	2,088,471	2,272,694	2,069,201
	8,424,712	8,439,743	8,003,940	7,846,172	7,240,413
\$	26,702,427	\$ 27,086,783	\$ 26,533,810	\$ 26,478,697	\$ 27,121,889
\$	71,824	\$ 132,928	\$ 34,291	\$ 22,668	\$ 19,489
	544,440	513,399	438,255	530,892	546,995
	168,897	162,819	169,080	146,390	135,718
	486,881	722,428	708,635	682,086	603,156
	1,230,557	1,380,242	1,218,753	1,207,396	1,561,809
	7,447,372	598,992	3,681,288	3,495,236	3,614,701
	9,949,971	3,510,808	6,250,302	6,084,668	6,481,868
	5,348,323	5,308,250	5,497,141	6,261,974	6,695,627
	2,052,072	2,084,353	2,172,351	2,267,599	2,032,054
	-	-	-	111,935	636,669
	166,998	-	149,056	62,390	-
	7,567,393	7,392,603	7,818,548	8,703,898	9,364,350
\$	17,517,364	\$ 10,903,411	\$ 14,068,850	\$ 14,788,566	\$ 15,846,218
\$	(8,327,744)	\$ (15,136,232)	\$ (12,279,568)	\$ (12,547,857)	\$ (13,399,608)
	(857,319)	(1,047,140)	(185,392)	857,726	2,123,937
\$	(9,185,063)	\$ (16,183,372)	\$ (12,464,960)	\$ (11,690,131)	\$ (11,275,671)

VILLAGE OF OSWEGO, ILLINOIS
CHANGE IN NET POSITION (Continued)

Last Nine Fiscal Years

	2005	2006	2007	2008
GENERAL REVENUES AND OTHER				
CHANGES IN NET ASSETS				
Governmental Activities				
Taxes				
Property	\$ 875,573	\$ 957,682	\$ 1,008,600	\$ 1,149,608
Sales	2,179,804	2,514,830	2,925,295	3,595,313
Telecommunication	867,423	937,474	899,885	1,020,222
Developer contributions	1,286,994	-	-	-
Utility	-	837,414	824,833	972,764
Other	874,764	253,381	266,240	293,303
Intergovernmental - unrestricted				
Income tax	1,426,886	1,525,240	1,681,961	1,837,415
Personal property replacement tax	8,077	9,135	9,926	11,864
Investment income	110,685	282,254	736,926	516,202
Miscellaneous	529,556	782,579	548,958	785,556
Transfers in (out)	-	313,646	337,048	382,146
Total governmental activities	8,159,762	8,413,635	9,239,672	10,564,393
Business-type activities				
Developer contributions	4,883,135	-	-	-
Connection fees	2,934,498	2,724,191	-	-
Miscellaneous	-	-	-	-
Investment income	46,939	122,081	212,107	228,086
Transfers in (out)	-	(313,646)	(337,048)	(382,146)
Total business-type activities	7,864,572	2,532,626	(124,941)	(154,060)
TOTAL PRIMARY GOVERNMENT	\$ 16,024,334	\$ 10,946,261	\$ 9,114,731	\$ 10,410,333
CHANGE IN NET ASSETS				
Governmental activities	\$ 1,493,614	\$ 53,805,059	\$ 64,675,591	\$ 952,038
Business-type activities	8,570,290	5,192,714	3,970,673	1,078,684
TOTAL PRIMARY GOVERNMENT				
CHANGE IN NET ASSETS	\$ 10,063,904	\$ 58,997,773	\$ 68,646,264	\$ 2,030,722

Data Source

Audited Financial Statements

The implementation of GASB Statement No. 34 was completed for fiscal year ended April 30, 2005. Therefore, information prior to fiscal year 2005 is unavailable.

	2009	2010	2011	2012	2013
\$	1,258,277	\$ 1,395,165	\$ 1,449,154	\$ 1,454,079	\$ 1,344,929
	3,444,187	4,072,717	5,349,488	6,039,345	6,129,126
	1,067,075	1,073,121	1,022,272	1,304,003	959,986
	-	-	-	-	-
	957,052	886,998	1,010,223	959,959	1,009,180
	387,339	354,165	490,642	511,361	555,475
	2,175,465	2,304,243	2,261,969	2,460,342	2,735,608
	10,366	9,175	10,666	9,627	9,480
	229,198	74,953	100,039	92,563	57,097
	707,915	610,529	722,862	707,593	876,398
	424,217	-	(1,883,000)	325,470	(1,621,000)
	10,661,091	10,781,066	10,534,315	13,864,342	12,056,279
	-	-	-	-	-
	-	-	-	-	-
	-	107,450	164,442	14,345	30,761
	95,400	55,376	32,695	44,349	28,448
	(424,217)	-	1,883,000	(325,470)	1,621,000
	(328,817)	162,826	2,080,137	(266,776)	1,680,209
\$	10,332,274	\$ 10,943,892	\$ 12,614,452	\$ 13,597,566	\$ 13,736,488
\$	2,333,347	\$ (4,355,166)	\$ (1,745,253)	\$ 1,316,485	\$ (1,343,329)
	(1,186,136)	(884,314)	1,894,745	590,950	3,804,146
\$	1,147,211	\$ (5,239,480)	\$ 149,492	\$ 1,907,435	\$ 2,460,817

VILLAGE OF OSWEGO, ILLINOIS
 FUND BALANCES OF GOVERNMENTAL FUNDS

Last Ten Fiscal Years

	2004	2005	2006	2007	2008
GENERAL FUND					
Reserved	\$ 83,574	\$ 257,274	\$ 96,976	\$ 97,538	\$ 222,328
Unreserved - undesignated	3,279,070	4,726,667	4,636,113	4,905,726	5,039,694
Nonspendable	-	-	-	-	-
Restricted	-	-	-	-	-
Unrestricted					
Committed	-	-	-	-	-
Assigned	-	-	-	-	-
Unassigned	-	-	-	-	-
TOTAL GENERAL FUND	\$ 3,362,644	\$ 4,983,941	\$ 4,733,089	\$ 5,003,264	\$ 5,262,022
ALL OTHER GOVERNMENTAL FUNDS					
Reserved	\$ 18,397	\$ -	\$ 1,455,526	\$ 2,955,549	\$ 2,271,727
Unreserved, reported in					
Special Revenue Funds	295,731	1,044,710	501,978	401,022	1,208,681
Debt Service Funds	-	19,091	-	-	-
Capital Project Funds	-	2,969,003	601,901	6,573,870	6,154,477
Nonspendable	-	-	-	-	-
Restricted	-	-	-	-	-
Unrestricted					
Committed	-	-	-	-	-
Assigned	-	-	-	-	-
Unassigned	-	-	-	-	-
TOTAL ALL OTHER GOVERNMENTAL FUNDS	\$ 314,128	\$ 4,032,804	\$ 2,559,405	\$ 9,930,441	\$ 9,634,885

Data Source

Audited Financial Statements

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

2009	2010	2011	2012*	2013*
\$ 138,934	\$ 160,365	\$ 154,338	\$ -	\$ -
4,799,544	5,461,181	4,372,535	-	-
-	-	-	88,206	128,249
-	-	-	-	-
-	-	-	-	-
-	-	-	5,021,748	5,021,748
-	-	-	891,528	606,285
<u>\$ 4,938,478</u>	<u>\$ 5,621,546</u>	<u>\$ 4,526,873</u>	<u>\$ 6,001,482</u>	<u>\$ 5,756,282</u>

\$ 2,603,394	\$ 2,599,700	\$ 2,828,917	\$ -	\$ -
739,078	(242)	-	-	-
-	-	-	-	-
991,902	263,626	349,405	-	697,473
-	-	-	313,658	260,251
-	-	-	2,253,504	2,628,725
-	-	-	-	-
-	-	-	755,050	-
-	-	-	-	-
<u>\$ 4,334,374</u>	<u>\$ 2,863,084</u>	<u>\$ 3,178,322</u>	<u>\$ 3,322,212</u>	<u>\$ 3,586,449</u>

VILLAGE OF OSWEGO, ILLINOIS

CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS

Last Ten Fiscal Years

	2004	2005	2006	2007	2008
REVENUES					
Taxes	\$ 2,826,242	\$ 3,909,703	\$ 4,487,332	\$ 5,014,388	\$ 5,923,856
Telecommunication surcharge	778,023	853,278	-	-	-
Licenses and permits	1,130,675	1,273,831	2,553,194	2,626,747	1,762,818
Intergovernmental	2,101,445	2,178,452	2,319,621	2,442,523	2,587,649
Charges for services	303,544	344,262	1,406,122	1,439,999	1,603,959
Fines and forfeits	115,091	127,642	209,438	269,025	255,339
Transition fees	-	1,076,448	-	-	-
Franchise fees	1,237,877	-	-	-	-
Reimbursements	87,590	-	-	-	-
Contributions	22,465	210,546	-	372,236	136,582
Rents	-	-	-	-	-
Investment income	43,962	110,685	282,255	736,926	516,202
Miscellaneous	6,097	390,944	689,341	706,084	779,490
Total revenues	8,653,011	10,475,791	11,947,303	13,607,928	13,565,895
EXPENDITURES					
General government	2,359,252	1,510,602	1,361,693	1,573,828	1,946,204
Building and zoning	-	712,483	693,129	800,393	1,000,940
Community development	-	335,868	313,529	357,065	464,973
Public safety	3,422,036	3,945,254	5,272,127	5,920,557	7,120,633
Public works	1,930,223	1,253,272	2,484,197	1,982,817	1,613,678
Retirement	-	460,219	539,628	633,103	-
Capital outlay	494,661	924,712	2,440,790	4,530,533	6,831,068
Debt service					
Principal	270,000	280,000	405,000	125,000	500,000
Interest	23,370	55,506	138,441	378,275	555,028
Other charges	2,400	1,385	1,200	1,100	1,625
Total expenditures	8,501,942	9,479,301	13,649,734	16,302,671	20,034,149
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	151,069	996,490	(1,702,431)	(2,694,743)	(6,468,254)
OTHER FINANCING SOURCES (USES)					
Transfers in	426,168	515,631	1,600,276	1,137,048	1,606,398
Transfers (out)	-	(14,624)	(1,286,630)	(800,000)	(1,224,252)
Bonds issued at par	-	3,389,991	-	9,970,000	6,000,000
Premium on bonds issued	-	-	-	-	-
Payment to escrow agent	-	-	-	-	-
Discount on bonds issued	-	(29,657)	-	-	(48,000)
Proceeds from sale of capital assets	-	-	70,366	28,906	13,427
Total other financing sources (uses)	426,168	3,861,341	384,012	10,335,954	6,347,573
NET CHANGE IN FUND BALANCES	\$ 577,237	\$ 4,857,831	\$ (1,318,419)	\$ 7,641,211	\$ (120,681)
DEBT SERVICE AS A PERCENTAGE OF NONCAPITAL EXPENDITURES	3.66%	392.00%	4.85%	4.28%	7.84%

Data Source

Audited Financial Statements

	2009	2010	2011	2012	2013
\$	6,070,220	\$ 7,509,857	\$ 8,078,942	\$ 9,289,911	\$ 9,038,711
	-	-	-	-	-
	944,023	759,162	741,030	807,046	917,933
	3,144,141	3,129,158	3,885,905	3,243,025	5,176,372
	1,507,759	1,594,789	1,349,356	1,651,653	1,353,105
	259,635	466,995	508,506	478,278	386,811
	-	-	-	-	-
	-	-	-	-	-
	-	-	-	-	-
	66,208	66,394	59,168	46,926	-
	-	-	-	-	-
	229,198	74,953	100,039	92,563	57,097
	745,738	674,537	798,293	743,581	830,654
	<u>12,966,922</u>	<u>14,275,845</u>	<u>15,521,239</u>	<u>16,352,983</u>	<u>17,760,683</u>
	2,337,350	2,570,171	2,368,944	2,083,617	2,159,799
	783,117	692,072	573,687	602,123	616,216
	564,967	417,585	353,320	467,525	489,809
	7,144,164	7,281,450	7,555,771	7,759,427	7,926,878
	1,845,856	2,114,545	1,659,059	1,949,282	1,974,580
	-	-	-	-	-
	4,880,950	3,274,945	243,714	222,351	1,156,074
	720,000	740,000	1,010,000	1,060,000	1,130,000
	761,851	741,672	811,754	796,970	691,422
	1,625	1,625	1,625	1,625	1,625
	<u>19,039,880</u>	<u>17,834,065</u>	<u>14,577,874</u>	<u>14,942,920</u>	<u>16,146,403</u>
	(6,072,958)	(3,558,220)	943,365	1,410,063	1,614,280
	2,070,351	1,888,737	1,821,696	2,143,087	1,901,294
	(1,646,134)	(1,888,737)	(3,704,696)	(1,817,617)	(3,522,294)
	-	2,285,000	-	2,300,000	-
	-	-	-	92,033	-
	-	-	-	(2,351,675)	-
	-	-	-	-	-
	24,676	8,091	2,702	106	25,757
	<u>448,893</u>	<u>2,293,091</u>	<u>(1,880,298)</u>	<u>365,934</u>	<u>(1,595,243)</u>
\$	<u>(5,624,065)</u>	<u>(1,265,129)</u>	<u>(936,933)</u>	<u>1,775,997</u>	<u>19,037</u>
	10.43%	10.17%	12.53%	12.60%	11.48%

VILLAGE OF OSWEGO, ILLINOIS

ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY

Last Ten Levy Years

Levy Year	Fiscal Year	Farm	Residential Property	Commercial Property	Industrial Property	Railroad Local	Railroad State	Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Taxable Value	Estimated Actual Taxable Value
2003	2004	\$ 881,890	\$ 364,599,756	\$ 48,109,113	\$ 6,157,610	\$ 9,051	\$ 28,901	\$ 419,786,321	0.1832	\$ 1,260,619,583	33.300%
2004	2005	845,537	428,720,119	63,514,300	7,074,855	9,200	27,693	500,191,704	0.1682	1,502,077,189	33.300%
2005	2006	853,932	527,855,050	78,769,511	7,509,528	9,200	27,849	615,025,070	0.1439	1,846,922,132	33.300%
2006	2007	696,570	623,511,609	83,409,340	7,640,570	9,010	27,693	715,294,792	0.1404	2,148,032,408	33.300%
2007	2008	725,042	714,402,997	112,097,740	8,141,000	9,390	27,693	835,403,862	0.1334	2,508,720,306	33.300%
2008	2009	1,015,643	768,055,888	120,267,641	8,426,867	9,200	27,693	897,802,932	0.1393	2,696,104,901	33.300%
2009	2010	1,011,885	790,703,227	132,681,817	8,887,396	3,000	27,693	933,315,018	0.1400	2,802,747,802	33.300%
2010	2011	874,234	748,097,856	132,123,809	8,779,509	3,015	27,693	889,906,116	0.1468	2,672,390,739	33.300%
2011	2012	916,416	700,657,817	126,530,094	8,573,857	3,015	27,693	836,708,892	0.1453	2,512,639,315	33.300%
2012	2013	959,934	645,685,646	124,345,342	8,468,446	3,015	27,723	779,490,106	0.1468	2,340,811,129	33.300%

Note: Property in the Village is reassessed each year. Property is assessed at 33% of actual value.

Data Source

Kendall County Clerk

VILLAGE OF OSWEGO, ILLINOIS

DIRECT AND OVERLAPPING PROPERTY TAX RATES

Last Ten Levy Years

Levy Year	Fiscal Year	Village Direct Rates						Overlapping Rates		
		Corporate	Bonds and Interest	IMRF	Police Pension	Audit	Total Direct Tax Rate	Kendall County	Kendall County Mental Health	Kendall County Health
2003	2004	\$ 0.0346	\$ 0.0190	\$ 0.0556	\$ 0.0737	\$ 0.0003	\$ 0.1832	\$ 0.5796	\$ 0.0341	\$ 0.0344
2004	2005	0.0300	0.0154	0.0366	0.0857	0.0005	0.1682	0.5578	0.0311	0.0305
2005	2006	0.0171	-	0.0230	0.1038	-	0.1439	0.5559	0.0317	0.0280
2006	2007	0.0156	-	0.0232	0.1016	-	0.1404	0.5925	-	-
2007	2008	0.0229	-	0.0205	0.0900	-	0.1334	0.5595	-	-
2008	2009	0.0084	-	0.0317	0.0992	-	0.1393	0.5724	-	-
2009	2010	0.0079	-	0.0259	0.1062	-	0.1400	0.5734	-	-
2010	2011	0.0081	-	0.0246	0.1141	-	0.1468	0.6396	-	-
2011	2012	-	-	0.0228	0.1225	-	0.1453	0.6998	-	-
2012	2013	-	-	0.0205	0.1355	-	0.1560	0.7446	-	-

Note: The Village basic property tax rate may be increased only by a majority vote of the Village's residents. Rates for debt service are set based on each year's requirements.

Data Source

Kendall County Clerk

Overlapping Rates									
Oswego Township	Kendall County Forest Preserve	Oswego School CU-308	Waubonsie JC #516	Oswego Fire Protection District	Oswego Library District	Oswego Park District	Oswego Road District	Total Overlapping Rates	Total Direct and Overlapping Rates
\$ 0.2717	\$ 0.0403	\$ 4.8013	\$ 0.4105	\$ 0.5505	\$ 0.1755	\$ 0.4586	\$ -	\$ 7.3565	\$ 7.5397
0.2621	0.0369	4.9969	0.4104	0.5944	0.1702	0.4586	-	7.5489	7.7171
0.2534	0.0335	5.0605	0.3968	0.6247	0.1659	0.4353	-	7.5857	7.7296
0.0766	0.0299	5.0600	0.4005	0.6029	0.2118	0.4122	0.1757	7.5621	7.7025
0.0734	0.1292	5.0600	0.3924	0.5772	0.2012	0.3896	0.1687	7.5512	7.6846
0.0745	0.0966	5.0600	0.3990	0.5821	0.2031	0.3880	0.1711	7.5468	7.6861
0.0729	0.0944	5.0600	0.4037	0.5731	0.2012	0.3594	0.1675	7.5056	7.6456
0.0790	0.1041	5.8377	0.4115	0.6286	0.2206	0.3830	0.1804	8.4845	8.6313
0.0800	0.1204	6.6572	0.4702	0.6713	0.2449	0.4116	0.1870	9.5424	9.6877
0.0845	0.1495	7.3488	0.5306	0.7216	0.2721	0.4203	0.1963	10.4683	10.6243

VILLAGE OF OSWEGO, ILLINOIS

PROPERTY TAX RATES - PER \$100 OF ASSESSED VALUATION - DIRECT AND OVERLAPPING GOVERNMENTS

Last Ten Levy Years

	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Village of Oswego	\$ 0.1832	\$ 0.1682	\$ 0.1439	\$ 0.1404	\$ 0.1335	\$ 0.1393	\$ 0.1400	\$ 0.1468	\$ 0.1453	\$ 0.1560
Kendall County	0.5796	0.5578	0.5559	0.5925	0.5595	0.5724	0.5734	0.6396	0.6998	0.7446
Kendall County Mental Health	0.0341	0.0311	0.0317	-	-	-	-	-	-	-
Kendall County Health	0.0344	0.0305	0.0280	-	-	-	-	-	-	-
Oswego Township	0.2717	0.2621	0.2534	0.0766	0.0734	0.0745	0.0729	0.0790	0.0800	0.0845
Kendall County Forest Preserve	0.0403	0.0369	0.0335	0.0299	0.1292	0.0966	0.0944	0.1041	0.1204	0.1495
Oswego School CU-308	4.8013	4.9969	5.0605	5.0600	5.0600	5.0600	5.0600	5.8377	6.6570	7.3488
Waubonsie JC #516	0.4105	0.4104	0.3968	0.4005	0.3924	0.3990	0.4037	0.4115	0.4702	0.5306
Oswego Fire Protection District	0.5505	0.5944	0.6247	0.6029	0.5772	0.5821	0.5731	0.6286	0.6713	0.7216
Oswego Library District	0.1755	0.1702	0.1659	0.2118	0.2012	0.2031	0.2012	0.2206	0.2449	0.2721
Oswego Park District	0.4586	0.4586	0.4353	0.4122	0.3896	0.3880	0.3594	0.3830	0.4116	0.4203
Oswego Road District	-	-	-	0.1757	0.1687	0.1711	0.1675	0.1804	0.1870	0.1963
TOTAL	\$ 7.5397	\$ 7.7171	\$ 7.7296	\$ 7.7025	\$ 7.6847	\$ 7.6861	\$ 7.6456	\$ 8.6313	\$ 9.6875	\$ 10.6243

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

*Levy Year finances the subsequent fiscal year (i.e., Levy Year 2002 finances Fiscal Year 2003)

Data Source

Kendall County Clerk

VILLAGE OF OSWEGO, ILLINOIS
 PRINCIPAL PROPERTY TAXPAYERS

Current Year and Ten Years Ago

Taxpayer	2012 Levy			2002 Levy		
	Taxable Assessed Value	Rank	Percentage of Total Village Taxable Assessed Valuation	Taxable Assessed Value	Rank	Percentage of Total Village Taxable Assessed Valuation
Inland Western Oswego Douglas	\$ 6,456,886	1	0.83%	\$ -	n/a	0.00%
Farmington Lakes, LLC	5,338,843	2	0.68%	-	n/a	0.00%
Inland Western Oswego Gerry Centennial, LLC	4,384,497	3	0.56%	-	n/a	0.00%
VS Oswego LLC	4,134,792	4	0.53%	-	n/a	0.00%
Meijer Stores LTD Partnership	4,119,728	5	0.53%	-	n/a	0.00%
Wal-Mart Real Estate Business Trust	3,809,676	6	0.49%	-	na/	0.00%
Target Corporation	2,301,071	7	0.30%	2,389,883	2	0.67%
Home Depot USA	2,099,646	8	0.27%	-	na/	0.00%
Jewel Food Stores, Inc	1,944,378	9	0.25%	-	n/a	0.00%
Lowes Home Centers, Inc.	1,845,095	10	0.24%	-	n/a	0.00%
Home Depot USA	-	n/a	0.00%	2,919,288	1	0.82%
Inland Real Estate Towne Cross	-	n/a	0.00%	2,417,211	3	0.68%
Old Second National Bank, Tr. 5711	-	n/a	0.00%	1,211,073	4	0.34%
Dominicks	-	n/a	0.00%	1,202,285	5	0.34%
Goodrich Quality Theaters, Inc	-	n/a	0.00%	1,140,339	6	0.32%
Kendall Point Assoc. Ltd. Partnership	-	n/a	0.00%	891,669	7	0.25%
Griffith Labs Worldwide	-	n/a	0.00%	847,261	8	0.24%
Mason Square LLC	-	n/a	0.00%	789,533	9	0.22%
Old Second National Bank, Tr. 4080	-	n/a	0.00%	697,596	10	0.20%
	<u>\$ 36,434,612</u>	n/a	<u>4.67%</u>	<u>\$ 14,506,138</u>		<u>4.08%</u>

NOTE: 2003 data not readily available.

Data Source

Office of the County Clerk

VILLAGE OF OSWEGO, ILLINOIS
PROPERTY TAX LEVIES AND COLLECTIONS

Last Ten Levy Years

Levy Year	Tax Levied	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date**	
		Amount*	Percentage of Levy		Amount*	Percentage of Levy
2003	\$ 769,051	\$ 768,041	99.87%	\$ -	\$ 768,041	99.87%
2004	841,319	841,620	100.04%	-	841,620	100.04%
2005	885,020	874,217	98.78%	-	874,217	98.78%
2006	1,004,275	1,006,551	100.23%	-	1,006,551	100.23%
2007	1,116,935	1,117,007	100.01%	-	1,117,007	100.01%
2008	1,249,762	1,249,136	99.95%	-	1,249,136	99.95%
2009	1,306,268	1,303,051	99.75%	-	1,303,051	99.75%
2010	1,306,204	1,306,002	99.99%	-	1,306,002	99.99%
2011	1,216,073	1,214,730	99.89%	-	1,214,730	99.89%
2012	1,216,083	-	0.00%	-	-	0.00%

Data Source

Office of the County Clerk

Note: Property in the Village is reassessed each year. Property is assessed at 33% of actual value.

** Total collections to date are the same as the amount collected during the fiscal year that the levy is financing. Certain years may have collections greater than 100% as the County does not identify the tax year related to prior year collections.

VILLAGE OF OSWEGO, ILLINOIS

DIRECT AND OVERLAPPING SALES TAX RATES

Last Ten Calendar Years

Calendar Year	Village Direct Rate	County Rate	County Public Safety Rate	State Rate	Total
2004	1.00%	0.25%	0.50%	5.00%	6.75%
2005	1.00%	0.25%	0.50%	5.00%	6.75%
2006	1.00%	0.25%	0.50%	5.00%	6.75%
2007	1.00%	0.25%	0.50%	5.00%	6.75%
2008	1.00%	0.25%	1.00%	5.00%	7.25%
2009	1.00%	0.25%	1.00%	5.00%	7.25%
2010	1.00%	0.25%	1.00%	5.00%	7.25%
2011	1.00%	0.25%	1.00%	5.00%	7.25%
2012	1.00%	0.25%	1.00%	5.00%	7.25%
2013	1.50%	0.25%	1.00%	5.00%	7.75%

Data Source

Department of Revenue

VILLAGE OF OSWEGO, ILLINOIS
GENERAL SALES TAX BY CATEGORY

Last Ten Calendar Years

Calendar Year	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
General merchandise	\$ 334,458	\$ 386,487	\$ 427,467	\$ 543,782	\$ 835,823	\$ 1,026,304	\$ 1,017,002	\$ 1,044,682	\$ 897,868	\$ 1,052,030
Food	590,685	655,955	687,128	687,390	626,897	469,987	608,638	561,369	520,995	465,110
Drinking and eating places	201,563	242,078	281,626	366,868	388,960	418,317	543,990	538,906	566,591	598,064
Apparel	34,111	33,842	42,128	53,429	182,697	203,385	200,655	228,374	379,146	252,180
Furniture & H.H. & Radio	23,854	35,603	36,501	49,469	251,549	310,674	260,491	267,536	266,894	246,453
Lumber, building hardware	486,284	550,776	555,657	407,660	433,350	366,169	302,034	313,492	281,290	215,643
Automobile and filling stations	496,944	520,992	569,694	591,150	869,332	1,033,223	1,004,753	1,113,413	1,309,894	1,467,995
Drugs and miscellaneous retail	232,518	319,011	356,124	403,803	469,358	489,005	501,300	550,689	578,602	665,416
Agriculture and all others	150,116	200,887	246,646	264,769	305,607	258,909	184,054	132,674	186,966	369,659
Manufacturers	14,556	13,025	12,687	15,849	20,973	24,764	76,516	74,224	23,368	23,555
TOTAL	\$ 2,565,089	\$ 2,958,656	\$ 3,215,658	\$ 3,384,169	\$ 4,384,546	\$ 4,600,736	\$ 4,699,433	\$ 4,825,359	\$ 5,011,615	\$ 5,356,105
VILLAGE DIRECT SALES TAX RATE	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%

Data Source

Illinois Department of Revenue

Data available for calendar year only

VILLAGE OF OSWEGO, ILLINOIS
HOME RULE SALES TAX BY CATEGORY
Last Ten Calendar Years

Calendar Year	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
General Merchandise	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 200,098	\$ 317,148	\$ 358,345
Food	-	-	-	-	-	-	-	61,378	109,599	79,882
Drinking and Eating Places	-	-	-	-	-	-	-	132,401	279,711	294,925
Apparel	-	-	-	-	-	-	-	59,752	155,532	126,033
Furniture & H.H. & Radio	-	-	-	-	-	-	-	74,095	131,635	121,668
Lumber, Building Hardware	-	-	-	-	-	-	-	74,964	140,120	107,447
Automobile and Filling Stations	-	-	-	-	-	-	-	128,593	292,333	315,667
Drugs and Miscellaneous Retail	-	-	-	-	-	-	-	90,094	189,861	229,725
Agriculture and All Others	-	-	-	-	-	-	-	26,246	79,016	176,477
Manufacturers	-	-	-	-	-	-	-	16,907	9,130	9,547
TOTAL	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 864,528	\$ 1,704,085	\$ 1,819,716
VILLAGE HOME RULE TAX RATE	0.50%	0.50%	0.50%	0.50%	0.50%	0.50%	0.50%	0.50%	0.50%	0.50%

NOTE: Home Rule Tax established July 1, 2010. Data before that is not applicable.

Data Source

Illinois Department of Revenue

Data available for Calendar Year only

VILLAGE OF OSWEGO, ILLINOIS

RATIOS OF OUTSTANDING DEBT BY TYPE

Last Ten Fiscal Years

Fiscal Year Ended	Governmental Activities			Business-Type Activities			Total Primary Government	Percentage of Personal Income*	Per Capita*
	General Obligation Bonds	General Obligation Alternate Revenue Bonds	Installment Contract	IEPA Loans Payable	General Obligation Alternate Revenue Bonds	Other Governmental Loans Payable			
2004	\$ 570,000	\$ -	\$ -	\$ 669,714	\$ 7,300,000	\$ -	\$ 8,539,714	2.36%	\$ 641
2005	290,000	3,300,000	89,991	1,971,377	10,010,000	-	15,661,368	2.88%	785
2006	-	3,185,000	45,956	1,852,504	9,395,000	-	14,478,460	2.67%	726
2007	-	13,030,000	-	1,773,982	10,350,000	-	25,153,982	4.63%	1,260
2008	-	18,530,000	-	1,684,310	13,055,000	-	33,269,310	6.13%	1,667
2009	-	17,810,000	-	1,578,760	12,115,000	-	31,503,760	3.94%	1,073
2010	-	19,355,000	-	1,470,363	17,875,000	-	38,700,363	3.91%	1,275
2011	-	18,345,000	-	1,359,041	16,870,000	-	36,574,041	3.85%	1,188
2012	-	17,325,000	-	1,244,716	15,850,000	-	34,419,716	3.62%	1,118
2013	-	16,195,000	-	1,127,309	14,635,000	-	31,957,309	3.09%	1,039

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

Data Source: Village Finance Department

* See the schedule of Demographic and Economic Information on page 112 for personal income and population.

VILLAGE OF OSWEGO, ILLINOIS

DIRECT AND OVERLAPPING BONDED DEBT

April 30, 2013

Governmental Unit	Gross Bonded Debt	Percentage Debt Applicable to the Village of Oswego*	Village of Oswego Share of Debt
Village of Oswego	\$ 30,830,000	100.00%	\$ 30,830,000
Oswego Community Unit School District #308	381,401,884	45.07%	171,897,829
Yorkville Community Unit School District #115	88,059,154	2.05%	1,805,213
Kendall County	40,808,762	28.68%	11,703,953
Kendall County Forest Preserve	48,590,000	28.68%	13,935,612
Waubonsee Community College #516	72,162,893	9.20%	6,638,986
Oswegoland Park District	6,425,000	62.34%	4,005,345
Oswego Public Library District	8,350,000	50.99%	4,257,665
Total overlapping debt	<u>645,797,693</u>		<u>214,244,603</u>
TOTAL DIRECT AND OVERLAPPING DEBT	<u>\$ 676,627,693</u>		<u>\$ 245,074,603</u>
Per capita overlapping debt			<u>\$ 8,073.62</u>

* Percentage is calculated by dividing the Village equalized assessed value (EAV) by the respective taxing district EAV.

Data Source

Kendall County Clerk

VILLAGE OF OSWEGO, ILLINOIS
 LEGAL DEBT MARGIN INFORMATION
 Last Ten Fiscal Years

Fiscal Year	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Debt limit	\$ 36,206,570	\$ 43,141,534	\$ 53,045,912	\$ 61,694,176	\$ 72,053,583	*	*	*	*	*
Total net debt applicable to limit	570,000	3,590,000	3,185,000	13,030,000	18,530,000	*	*	*	*	*
Legal debt margin	35,636,570	39,551,534	49,860,912	48,664,176	53,523,583	*	*	*	*	*
Total net debt applicable to the limit as a percentage of debt limit	1.6%	8.3%	6.0%	21.1%	25.7%	*	*	*	*	*

* The Village became a home rule municipality during fiscal year 2009.

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

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

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

VILLAGE OF OSWEGO, ILLINOIS

PLEDGED-REVENUE COVERAGE
GOVERNMENTAL ACTIVITIES

Last Ten Fiscal Years

Fiscal Year	Sales Tax Revenue	Net Available Revenue	General Obligation Bonds Debt Service		Coverage
			Principal	Interest	
2004	\$ 2,096,941	\$ 2,096,941	\$ 200,000	\$ 16,320	\$ 9.69
2005	2,159,366	2,159,366	205,000	50,591	8.45
2006	2,489,674	2,489,674	330,000	136,491	5.34
2007	2,913,178	2,913,178	125,000	379,375	5.78
2008	3,510,620	3,510,620	500,000	556,653	3.32
2009	3,475,795	3,475,795	720,000	763,476	2.34
2010	4,072,717	4,072,717	740,000	743,297	2.75
2011	5,349,488	5,349,488	1,010,000	813,379	2.93
2012	6,039,346	6,039,346	1,060,000	798,595	3.25
2013	6,129,126	6,129,126	1,130,000	693,047	3.36

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

VILLAGE OF OSWEGO, ILLINOIS

PLEDGED-REVENUE COVERAGE
BUSINESS-TYPE ACTIVITIES

Last Ten Fiscal Years

Fiscal Year	Water and Sewer Revenue	Less Operating Expenses	Net Available Revenue	General Obligation Bonds Debt Service		IEPA Loans Debt Service		Coverage
				Principal	Interest	Principal	Interest	
2004	\$ 5,446,990	\$ 3,160,931	\$ 2,286,059	\$ 425,000	\$ 393,631	\$ 41,900	\$ 20,265	\$ 2.60
2005	6,482,458	2,354,959	4,127,499	385,000	383,988	43,120	19,045	4.97
2006	6,802,147	3,224,109	3,578,038	615,000	405,161	62,828	35,186	3.20
2007	7,355,370	3,725,539	3,629,831	630,000	432,663	78,522	43,268	3.06
2008	6,790,870	4,742,094	2,048,776	795,000	455,655	89,672	48,200	1.48
2009	5,443,437	4,063,299	1,380,138	940,000	502,754	105,551	42,886	0.87
2010	5,363,112	3,577,194	1,785,918	970,000	703,325	108,397	40,029	0.98
2011	5,527,817	3,408,690	2,119,127	1,005,000	825,637	111,322	37,089	1.07
2012	6,304,099	1,550,782	4,753,317	1,050,000	743,619	114,325	34,085	2.45
2013	6,722,980	1,274,316	5,448,664	1,110,000	746,247	117,409	31,457	2.72

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

Operating expenses do not include interest or depreciation.

VILLAGE OF OSWEGO, ILLINOIS

DEMOGRAPHIC AND ECONOMIC INFORMATION

Last Ten Fiscal Years

Fiscal Year	Population	Personal Income	Per Capita Personal Income	Unemployment Rate
2004	13,326	\$ 362,520,504	\$ 27,204	7.6%
2005 *	19,956	542,883,024	27,204	4.8%
2006	19,956	542,883,024	27,204	4.6%
2007	19,956	542,883,024	27,204	3.8%
2008	19,956	542,883,024	27,204	3.9%
2009 *	29,364	798,818,256	27,204	5.2%
2010 **	30,355	954,543,330	31,446	8.5%
2011 ***	30,780	950,763,420	30,889	8.7%
2012	30,750	1,013,058,750	32,945	8.0%
2013	30,750	1,033,384,500	33,606	8.3%

* Population change in 2005 and 2009 due to Special Census data received from Census Bureau.

** Per capita personal income stated in 2008 inflation-adjusted dollars.

*** Per capita personal income stated in 2009 inflation-adjusted dollars.

Data Source

U.S. Census Bureau Fact Sheet

VILLAGE OF OSWEGO, ILLINOIS

PRINCIPAL EMPLOYERS

Current Year and Nine Years Ago

2013				2004			
Employer	Rank	Number	% of Total Village Population	Employer	Rank	Number	% of Total Village Population
Oswego Comm. Unit School Dist. No. 308	1	1,631	5.3%	Oswego Comm. Unit School Dist. No. 308	1	468	5.1%
Wal-Mart Stores, Inc.	2	450	1.5%	Home Depot USA	2	250	2.7%
Jewel/Osco	3	425	1.4%	Jewel/Osco	3	245	2.7%
Meijer Corporation	3	425	1.4%	Radiac Abrasives	4	200	2.2%
Dominick's Fresh Foods, Inc.	5	250	0.8%	Avtec Industries, Inc	5	125	1.4%
Target Corporation	5	250	0.8%	The Tillers	6	125	1.4%
Home Depot USA	5	250	0.8%	Custom Food Products	7	80	0.9%
Kohl's	8	225	0.7%	Alley Drywall	8	70	0.8%
Coldwell Banker	8	225	0.7%	Great Western Flooring	9	70	0.8%
Radiac Abrasives, Inc.	9	150	0.5%	Blocker Grading Construction	10	65	0.7%

Note

2013 information is estimated at April 30, 2013. Actual data not available at time of issuance.

Data Source

Oswego Economic Development Corporation

VILLAGE OF OSWEGO, ILLINOIS
 FULL-TIME EQUIVALENT EMPLOYEES

Last Ten Fiscal Years

Function/Program	2004*	2005*	2006*	2007*	2008*	2009*	2010*	2011*	2012*	2013*
GENERAL GOVERNMENT										
Administration	5.00	7.50	8.00	8.50	8.50	8.50	7.00	4.50	3.50	3.50
Finance	3.00	3.00	3.00	3.50	3.50	4.00	4.00	6.00	6.00	6.00
Village Clerk	2.00	2.00	2.00	2.50	2.50	3.00	3.00	2.50	2.50	2.50
Building and Zoning	9.00	9.50	11.00	12.00	12.50	12.00	6.00	7.00	7.00	7.00
Community Development	5.00	5.00	6.00	6.00	6.00	6.50	4.00	4.00	4.00	4.00
Community Relation	-	-	-	-	-	-	-	-	1.50	2.00
Economic Development	-	-	-	-	-	-	-	-	1.00	1.00
PUBLIC SAFETY										
Police										
Officers	40.00	42.00	45.00	50.00	53.00	53.00	49.00	49.00	49.00	49.00
Civilians	3.00	7.00	9.00	13.50	15.00	15.00	13.00	13.50	13.50	13.50
PUBLIC WORKS										
Road and Bridge/Water and Sewer	22.50	27.00	28.00	29.00	33.00	32.00	24.00	23.50	23.50	23.50
TOTAL	89.50	103.00	112.00	125.00	134.00	134.00	110.00	110.00	111.50	112.00

* Totals include seasonal positions. Each seasonal position counts as 0.5 positions.

Data Source

Village budget office

VILLAGE OF OSWEGO, ILLINOIS

OPERATING INDICATORS

Last Ten Fiscal Years

Function/Program	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Building and Zoning										
Permits issued	759	1,080	1,754	2,098	1,642	1,123	1,492	982	1,285	1,191
Community Development										
Total year-end requested projects	n/a	57	64	84	40	46	45	47	38	34
Total year-end projects approved	57	83	88	109	39	45	45	46	27	32
Public Safety										
Police										
Physical arrests	677	798	1,302	1,326	1,382	1,371	1,140	1,201	1,174	997
Parking violations	291	387	882	1,600	1,174	758	1,137	505	604	1,225
Traffic violations	8,088	10,639	18,663	20,136	6,172	4,565	5,033	5,246	11,622	12,548
Criminal reports	3,630	3,998	4,948	5,096	2,335	2,185	1,770	1,862	4,339	3,982
Calls for service	20,629	30,847	44,385	50,837	51,918	46,378	47,813	25,128	22,607	23,568
Road and Bridge										
Pothole repairs (tons)	29	45	47	33	99	94	65	109	-	37
Parkway tree replacement	117	60	17	1	48	57	-	1	-	586
Water										
Number of accounts	7,229	7,810	8,965	9,624	10,061	10,350	10,344	10,597	10,733	10,829
Total annual consumption	640,361,110	762,958,040	886,948,175	878,522,150	930,759,000	898,847,000	895,657,000	868,978,000	909,085,000	971,176,000
Average daily consumption	1,754,414	2,090,296	2,429,995	2,406,910	2,550,025	2,462,595	2,453,855	2,380,762	2,490,644	2,660,756
Peak daily consumption	3,650,000	3,631,000	5,071,000	5,289,000	5,692,000	5,951,000	4,588,000	4,146,000	4,723,000	4,943,000
Water main breaks	5	12	8	4	9	13	7	9	-	9
Water service repairs	2	3	3	3	7	8	11	69	-	74
Main line valve repairs	-	-	5	-	1	-	-	5	-	1
Fire hydrant replacements	1	-	-	2	3	1	-	4	-	2

n/a = not available

Data Source

Various Village Departments

VILLAGE OF OSWEGO, ILLINOIS

CAPITAL ASSET STATISTICS

Last Ten Fiscal Years

Function/Program	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
PUBLIC SAFETY										
Police										
Stations	1	1	1	1	1	1	1	1	1	1
Patrol units	28	32	30	34	34	38	37	34	34	32
PUBLIC WORKS										
Miles of streets	80	97	115	125	125	128	128	128	128	128
Streetlights	1,408	1,770	2,000	2,094	2,094	2,120	2,126	2,133	2,145	2,149
Traffic signals	15	16	16	20	20	20	20	20	20	20
WATER										
Water mains (miles)	87	110	119	159	159	161	161	161	161	162
Fire hydrants	1,408	2,099	2,400	2,400	2,400	2,517	2,511	2,503	2,543	2,544
Storage capacity (gallons)	2,000,000	3,500,000	3,500,000	3,500,000	3,500,000	3,800,000	3,800,000	5,300,000	5,300,000	5,300,000

n/a = not available

Data Source

Various village departments