FY 2011
ANNUAL TAX INCREMENT FINANCE REPORT

STATE OF ILLINOIS
COMPTROLLER
JUDY BAAR TOPINKA

Name of Municipality:	Village of Tinley Park	Reporting Fiscal Year:	**2011**
County:	Cook	Fiscal Year End:	April/30/**2011**
Unit Code:	016/575/32		

TIF Administrator Contact Information

First Name:	Brad	Last Name:	Bettenhausen
Address:	16250 Oak Park Ave	Title:	Treasurer
Telephone:	708-444-5000	City:	Tinley Park Zip: 60477
E-Mail:	bbettenhausen@tinleypark.org		

I attest to the best of my knowledge, this report of the redevelopment project areas in: City/Village of Tinley Park
is complete and accurate at the end of this reporting Fiscal year under the Tax Increment Allocation Redevelopment Act [65 ILCS 5/11-74.4-3 et. seq.] Or the Industrial Jobs Recovery Law [65 ILCS 5/11-74.6-10 ~~et. seq.~~]

Brad Bettenhausen — 23 Dec 2011

Written signature of TIF Administrator — Date

Section 1 (65 ILCS 5/11-74.4-5 (d) (1.5) and 65 ILCS 5/11-74.6-22 (d) (1.5)*)

FILL OUT ONE FOR EACH TIF DISTICT

Name of Redevelopment Project Area	Date Designated	Date Terminated
Main Street South TIF District (#3)	4/1/2003	12/31/2027

*All statutory citations refer to one of two sections of the Illinois Municipal Code: the Tax Increment Allocation Redevelopment Act [65 ILCS 5/11-74.4-3 et. seq.] or the Industrial Jobs Recovery Law [65 ILCS 5/11-74.6-10 et. seq.]

SECTION 2 [Sections 2 through 5 must be completed for each redevelopment project area listed in Section 1.]

Name of Redevelopment Project Area:	Main Street South (#3)
Primary Use of Redevelopment Project Area*:	Combination/Mixed
If "Combination/Mixed" List Component Types:	Res./Comm./Retail
Under which section of the Illinois Municipal Code was Redevelopment Project Area designated? (check one):	
Tax Increment Allocation Redevelopment Act __X__	**Industrial Jobs Recovery Law** _____

	No	Yes
Were there any amendments to the redevelopment plan, the redevelopment project area, or the State Sales Tax Boundary? [65 ILCS 5/11-74.4-5 (d) (1) and 5/11-74.6-22 (d) (1)] **If yes, please enclose the amendment labeled Attachment A**	X	
Certification of the Chief Executive Officer of the municipality that the municipality has complied with all of the requirements of the Act during the preceding fiscal year. [65 ILCS 5/11-74.4-5 (d) (3) and 5/11-74.6-22 (d) (3)] **Please enclose the CEO Certification labeled Attachment B**		X
Opinion of legal counsel that municipality is in compliance with the Act. [65 ILCS 5/11-74.4-5 (d) (4) and 5/11-74.6-22 (d) (4)] **Please enclose the Legal Counsel Opinion labeled Attachment C**		X
Were there any activities undertaken in furtherance of the objectives of the redevelopment plan, including any project implemented in the preceding fiscal year and a description of the activities undertaken? [65 ILCS 5/11-74.4-5 (d) (7) (A and B) and 5/11-74.6-22 (d) (7) (A and B)] **If yes, please enclose the Activities Statement labeled Attachment D**		X
Were any agreements entered into by the municipality with regard to the disposition or redevelopment of any property within the redevelopment project area or the area within the State Sales Tax Boundary? [65 ILCS 5/11-74.4-5 (d) (7) (C) and 5/11-74.6-22 (d) (7) (C)] **If yes, please enclose the Agreement(s) labeled Attachment E**	X	
Is there additional information on the use of all funds received under this Division and steps taken by the municipality to achieve the objectives of the redevelopment plan? [65 ILCS 5/11-74.4-5 (d) (7) (D) and 5/11-74.6-22 (d) (7) (D)] **If yes, please enclose the Additional Information labeled Attachment F**	X	
Did the municipality's TIF advisors or consultants enter into contracts with entities or persons that have received or are receiving payments financed by tax increment revenues produced by the same TIF? [65 ILCS 5/11-74.4-5 (d) (7) (E) and 5/11-74.6-22 (d) (7) (E)] **If yes, please enclose the contract(s) or description of the contract(s) labeled Attachment G**	X	
Were there any reports or meeting minutes submitted to the municipality by the joint review board? [65 ILCS 5/11-74.4-5 (d) (7) (F) and 5/11-74.6-22 (d) (7) (F)] **If yes, please enclose the Joint Review Board Report labeled Attachment H**		X
Were any obligations issued by municipality? [65 ILCS 5/11-74.4-5 (d) (8) (A) and 5/11-74.6-22 (d) (8) (A)] **If yes, please enclose the Official Statement labeled Attachment I**		X
Was analysis prepared by a financial advisor or underwriter setting forth the nature and term of obligation and projected debt service including required reserves and debt coverage? [65 ILCS 5/11-74.4-5 (d) (8) (B) and 5/11-74.6-22 (d) (8) (B)] **If yes, please enclose the Analysis labeled Attachment J**		X
Cumulatively, have deposits equal or greater than $100,000 been made into the special tax allocation fund? 65 ILCS 5/11-74.4-5 (d) (2) and 5/11-74.6-22 (d) (2) **If yes, please enclose Audited financial statements of the special tax allocation fund labeled Attachment K**		X
Cumulatively, have deposits of incremental revenue equal to or greater than $100,000 been made into the special tax allocation fund? [65 ILCS 5/11-74.4-5 (d) (9) and 5/11-74.6-22 (d) (9)] **If yes, please enclose a certified letter statement reviewing compliance with the Act labeled Attachment L**		X
A list of all intergovernmental agreements in effect in FY 2010, to which the municipality is a part, and an accounting of any money transferred or received by the municipality during that fiscal year pursuant to those intergovernmental agreements. [65 ILCS 5/11-74.4-5 (d) (10)] **If yes, please enclose a copy of the intergovernmental agreements labeled Attachment M**		X

* Types include: Central Business District, Retail, Other Commercial, Industrial, Residential, and Combination/Mixed.

SECTION 3.1 - (65 ILCS 5/11-74.4-5 (d) (5) and 65 ILCS 5/11-74.6-22 (d) (5))
Provide an analysis of the special tax allocation fund.

	Reporting Year	Cumulative	
Fund Balance at Beginning of Reporting Period	$ 1,428,950		

Revenue/Cash Receipts Deposited in Fund During Reporting FY:

			% of Total
Property Tax Increment	$ 576,514	$ 4,463,554	92%
State Sales Tax Increment			0%
Local Sales Tax Increment			0%
State Utility Tax Increment			0%
Local Utility Tax Increment			0%
Interest	$ 18,852	$ 200,032	4%
Land/Building Sale Proceeds			0%
Bond Proceeds			0%
Transfers from Municipal Sources			0%
Private Sources			0%
Other (identify source:overpayment refund); if multiple other sources, attach schedule)		$ 180,508	4%

Total Amount Deposited in Special Tax Allocation Fund During Reporting Period	$ 595,366		
Cumulative Total Revenues/Cash Receipts		$ 4,844,094	100%
Total Expenditures/Cash Disbursements (Carried forward from Section 3.2)	$ 83,422		
Distribution of Surplus	$ -		
Total Expenditures/Disbursements	$ 83,422		
NET INCOME/CASH RECEIPTS OVER/(UNDER) CASH DISBURSEMENTS	$ 511,944		
FUND BALANCE, END OF REPORTING PERIOD	$ 1,940,894		

- if there is a positive fund balance at the end of the reporting period, you must complete Section 3.3

SECTION 3.2 A- (65 ILCS 5/11-74.4-5 (d) (5) and 65 ILCS 5/11-74.6-22 (d) (5))
ITEMIZED LIST OF ALL EXPENDITURES FROM THE SPECIAL TAX ALLOCATION FUND
(by category of permissible redevelopment cost, amounts expended during reporting period)

FOR AMOUNTS >$10,000 SECTION 3.2 B MUST BE COMPLETED

Category of Permissible Redevelopment Cost [65 ILCS 5/11-74.4-3 (q) and 65 ILCS 5/11-74.6-10 (o)]

		Reporting Fiscal Year
1. Costs of studies, administration and professional services—Subsections (q)(1) and (o) (1)		
Audit	1,867	
Engineering services	16,660	
Legal services	11,819	
TIF consultant	2,295	
Architect	50,281	
Market consultant	500	
		$ 83,422
2. Cost of marketing sites—Subsections (q)(1.6) and (o)(1.6)		
		$ -
3. Property assembly, demolition, site preparation and environmental site improvement costs. Subsection (q)(2), (o)(2) and (o)(3)		
		$ -
4. Costs of rehabilitation, reconstruction, repair or remodeling and replacement of existing public buildings. Subsection (q)(3) and (o)(4)		
		$ -
5. Costs of construction of public works and improvements. Subsection (q)(4) and (o)(5)		
		$ -
6. Costs of removing contaminants required by environmental laws or rules (o)(6) - Industrial Jobs Recovery TIFs ONLY		
		$ -

7. Cost of job training and retraining, including "welfare to work" programs Subsection (q)(5), (o)(7) and (o)(12)		
		$ -
8. Financing costs. Subsection (q) (6) and (o)(8)		
		$ -
9. Approved capital costs. Subsection (q)(7) and (o)(9)		
		$ -
10. Cost of Reimbursing school districts for their increased costs caused by TIF assisted housing projects. Subsection (q)(7.5) - Tax Increment Allocation Redevelopment TIFs ONLY		
		$ -
11. Relocation costs. Subsection (q)(8) and (o)(10)		
		$ -
12. Payments in lieu of taxes. Subsection (q)(9) and (o)(11)		
		$ -
13. Costs of job training, retraining advanced vocational or career education provided by other taxing bodies. Subsection (q)(10) and (o)(12)		
		$ -

14. Costs of reimbursing private developers for interest expenses incurred on approved redevelopment projects. Subsection (q)(11)(A-E) and (o)(13)(A-E)		
		$ -
15. Costs of construction of new housing units for low income and very low-income households. Subsection (q)(11)(F) - Tax Increment Allocation Redevelopment TIFs ONLY		
		$ -
16. Cost of day care services and operational costs of day care centers. Subsection (q) (11.5) - Tax Increment Allocation Redevelopment TIFs ONLY		
		$ -

TOTAL ITEMIZED EXPENDITURES		$ 83,422

Section 3.2 B

List all vendors, including other municipal funds, that were paid in excess of $10,000 during the current reporting year.

_____ **There were no vendors, including other municipal funds, paid in excess of $10,000 during the current reporting period.**

Name	Service	Amount
Teng & Assoc	Architect	51,281.37
Klein, Thorpe & Jenkins, LTD	Legal	11,819.43
Robinson Engineering	Engineer	16,659.50

SECTION 3.3 - (65 ILCS 5/11-74.4-5 (d) (5) 65 ILCS 11-74.6-22 (d) (5))
Breakdown of the Balance in the Special Tax Allocation Fund At the End of the Reporting Period
(65 ILCS 5/11-74.4-5 (d) (5) (D) and 65 ILCS 5/11-74.6-22 (d) (5) (D))

FUND BALANCE, END OF REPORTING PERIOD	$ 1,940,894

	Amount of Original Issuance	Amount Designated
1. Description of Debt Obligations		
General obligation bonds, Series 2010 (MSS Portion)	$ 152,000	$ 215,103
Total Amount Designated for Obligations	$ 152,000	$ 215,103
2. Description of Project Costs to be Paid		
Land acquisition		$ 1,350,000
Public improvements		$ 48,250,000
Development assistance		$ 15,000,000
Total Amount Designated for Project Costs		$ 64,600,000
TOTAL AMOUNT DESIGNATED		$ 64,815,103
SURPLUS*/(DEFICIT)		$ (62,874,209)

* NOTE: If a surplus is calculated, the municipality may be required to repay the amount to overlapping taxing

SECTION 4 [65 ILCS 5/11-74.4-5 (d) (6) and 65 ILCS 5/11-74.6-22 (d) (6)]

Provide a description of all property purchased by the municipality during the reporting fiscal year within the redevelopment project area.

__X__ No property was acquired by the Municipality Within the Redevelopment Project Area

Property Acquired by the Municipality Within the Redevelopment Project Area

Property (1):	
Street address:	
Approximate size or description of property:	
Purchase price:	
Seller of property:	

Property (2):	
Street address:	
Approximate size or description of property:	
Purchase price:	
Seller of property:	

Property (3):	
Street address:	
Approximate size or description of property:	
Purchase price:	
Seller of property:	

Property (4):	
Street address:	
Approximate size or description of property:	
Purchase price:	
Seller of property:	

SECTION 5 - 65 ILCS 5/11-74.4-5 (d) (7) (G) and 65 ILCS 5/11-74.6-22 (d) (7) (G)
Please include a brief description of each project.

No Projects Were Undertaken by the Municipality Within the Redevelopment Project Area

	11/1/99 to Date	Estimated Investment for Subsequent Fiscal Year	Estimated Cost of the Total Project
TOTAL:			
Private Investment Undertaken (See Instructions)	$ 8,413,000	$ -	$ 99,213,000
Public Investment Undertaken	4,916,553	-	70,050,000
Ratio of Private/Public Investment	1 32/45		1 5/12
Project 1: **Bettenhausen Motor Sales expansion**			
Private Investment Undertaken (See Instructions)	$ 2,000,000	$ -	$ 2,000,000
Public Investment Undertaken			
Ratio of Private/Public Investment	0		0
Project 2: **Lakeview Townhomes (6 units)**			
Private Investment Undertaken (See Instructions)	$ 1,213,000	$ -	$ 1,213,000
Public Investment Undertaken			
Ratio of Private/Public Investment	0		0
Project 3: **Boston Blackies restaurant**			
Private Investment Undertaken (See Instructions)	$ 900,000		$ 2,000,000
Public Investment Undertaken	115,641		550,000
Ratio of Private/Public Investment	7 18/23		3 7/11
Project 4: **Tinley Park Place mixed-use development**			
Private Investment Undertaken (See Instructions)	$ 1,500,000		$ 65,000,000
Public Investment Undertaken	175,000		30,000,000
Ratio of Private/Public Investment	8 4/7		2 1/6
Project 5: **Former school site redevelopment**			
Private Investment Undertaken (See Instructions)		$ -	$ 8,000,000
Public Investment Undertaken	1,350,000		1,350,000
Ratio of Private/Public Investment	0		5 25/27
Project 6: **The Promenade**			
Private Investment Undertaken (See Instructions)	$ 2,800,000		$ 21,000,000
Public Investment Undertaken	1,050,000		3,150,000
Ratio of Private/Public Investment	2 2/3		6 2/3

Project 7: Public Parking Structure and Community Park			
Private Investment Undertaken (See Instructions)			
Public Investment Undertaken	2,225,912		35,000,000
Ratio of Private/Public Investment	0		0

Project 8:			
Private Investment Undertaken (See Instructions)			
Public Investment Undertaken			
Ratio of Private/Public Investment	0		0

Project 9:			
Private Investment Undertaken (See Instructions)			
Public Investment Undertaken			
Ratio of Private/Public Investment	0		0

Project 10:			
Private Investment Undertaken (See Instructions)			
Public Investment Undertaken			
Ratio of Private/Public Investment	0		0

Project 11:			
Private Investment Undertaken (See Instructions)			
Public Investment Undertaken			
Ratio of Private/Public Investment	0		0

Project 12:			
Private Investment Undertaken (See Instructions)			
Public Investment Undertaken			
Ratio of Private/Public Investment	0		0

Project 13:			
Private Investment Undertaken (See Instructions)			
Public Investment Undertaken			
Ratio of Private/Public Investment	0		0

Project 14:			
Private Investment Undertaken (See Instructions)			
Public Investment Undertaken			
Ratio of Private/Public Investment	0		0

Project 15:			
Private Investment Undertaken (See Instructions)			
Public Investment Undertaken			
Ratio of Private/Public Investment	0		0

Project 16:			
Private Investment Undertaken (See Instructions)			
Public Investment Undertaken			
Ratio of Private/Public Investment	0		0

Optional: Information in the following sections is not required by law, but would be helpful in evaluating the performance of TIF in Illinois.

SECTION 6

Provide the base EAV (at the time of designation) and the EAV for the year reported for the redevelopment project area

Year redevelopment project area was designated	Base EAV	Reporting Fiscal Year EAV	
2003	$ 11,215,743	$ 20,541,256	(2009)

List all overlapping tax districts in the redevelopment project area.
If overlapping taxing district received a surplus, list the surplus.

__X__ The overlapping taxing districts did not receive a surplus.

Overlapping Taxing District	Surplus Distributed from redevelopment project area to overlapping districts
	$ -
	-
	-
	-
	-
	-
	-
	-
	-
	-
	-
	-
	-
	-
	-

SECTION 7

Provide information about job creation and retention

Number of Jobs Retained	Number of Jobs Created	Description and Type (Temporary or Permanent) of Jobs	Total Salaries Paid
			$ -
			-
			-
			-
			-
			-
			-

SECTION 8

Provide a general description of the redevelopment project area using only major boundaries:

Oak Park Ave. from 172nd St. to 178th St. North and South Sts., 68th Ct & 69th Ave. South of 173rd Pl., 173rd St., 66th Ave. and 67th Ct South of 172nd St. -~71.7 acres

Optional Documents	Enclosed	
Legal description of redevelopment project area	Previously provided	
Map of District	Previously provided	

Tinley Park
ILLINOIS

Village President
Edward J. Zabrocki

Village Clerk
Patrick E. Rea

Village Trustees
David G. Seaman
Gregory J. Hannon
Brian S. Maher
Thomas J. Staunton, Jr.
Patricia A. Leoni
T. J. Grady

Village Hall
16250 S. Oak Park Ave.
Tinley Park, IL 60477

Administration
(708) 444-5000
Fax: (708) 444-5099

Building & Planning
(708) 444-5100
Fax: (708) 444-5199

Public Works
(708) 444-5500

Police Department
7850 W. 183rd St.
Tinley Park, IL 60477
(708) 444-5300/Non-emergency
Fax: (708) 444-5399

John T. Dunn Public Safety Building
17355 S. 68th Court
Tinley Park, IL 60477

Fire Department & Prevention
(708) 444-5200/Non-emergency
Fax: (708) 444-5299

EMA
(708) 444-5600
Fax: (708) 444-5699

Senior Community Center
(708) 444-5150

www.tinleypark.org

Attachment B

Certification of the Chief Executive Officer
Village of Tinley Park, Cook and Will Counties, Illinois

I, the undersigned, the duly qualified and acting presiding officer of the Village of Tinley Park, Cook and Will Counties, Illinois, do hereby certify that said Village has complied with all of the requirements of the Tax Increment Allocation Redevelopment Act [65 ILCS 5/11-74.4-1 et. seq.], during the fiscal year ended April 30, 2011

IN WITNESS WHEREOF, I have placed my official signature this __20th___ day of ___December___, 2011

Village President and
Chief Executive Officer of the Village of Tinley Park

Attachment C

KTJ
KLEIN, THORPE & JENKINS, LTD.
Attorneys at Law

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December 21, 2011

State Comptroller
All Overlapping Taxing Districts
Joint Review Board
Main Street South TIF Project
c/o Village Hall
Village of Tinley Park
16250 South Oak Park Avenue
Tinley Park, Illinois 60477

Re: Main Street South TIF Project Statutory Status Report

Dear Addressees:

Please be advised that the undersigned, as attorney for the Village of Tinley Park, Cook and Will Counties, Illinois, hereby certifies that upon my review of all relevant redevelopment project documents and information provided by the Village, the Village of Tinley Park is in compliance with the Tax Increment Redevelopment Allocation Act (65 ILCS 11-74.4-1, *et seq.*) with respect to the above-referenced Project.

Very truly yours,

KLEIN, THORPE AND JENKINS, LTD.

Terrence M. Barnicle

Terrence M. Barnicle

TMB/an
cc: Brad Bettenhausen,
Village Treasurer

279358_1

Attachment D

Main Street South TIF District
Village of Tinley Park, Cook and Will Counties, Illinois
Statement of Activities
Fiscal year ended April 30, 2011

In accordance with 65 ILCS 5/11-74.4-5(d)(7)(A&B) and 5/11-74.6-22(d)(7)(A&B), the following statement of activities is provided:

This TIF District was established by ordinance on 1 April 2003. Due to the necessity to tax divide a parcel containing railroad right of way, the Cook County Clerk was unable to certify the base year Equalized Assessed Value (EAV) until calendar 2004. The base year EAV was certified on 7 December 2004 at $11,215,743 utilizing the EAV of the 2001 tax year. Tax increment has begun to be allocated to the Redevelopment Fund with the 2003 tax year (taxes payable in 2004). The life of the Redevelopment District has automatically been extended for one year due to the delay in Certification. The boundaries of the TIF district were expanded in 2006 to include additional properties. The base year for these expansion parcels was frozen at their 2005 EAV values and added approximately $2.3 million to the TIF base value.

During the fiscal year ended April 30, 2011, the following projects have been undertaken, in process, or completed:

Project 1 Bettenhausen Motor Sales expansion (completed 2004)

A local automobile dealership significantly remodeled and expanded its automotive showroom, service garage, and offices. No property tax increment funds are associated with this redevelopment project.

Project 2 Lakeview Townhomes Lakeview Townhomes (completed 2007)

A development of 16 single family attached townhomes was constructed at 178th Street and Oak Park Avenue. The site overlooks a wet detention pond completed by the Village in 2006. This detention facility removed approximately 550 adjacent properties from designated flood plain with the Federal Emergency Management Agency Letter of Map Revision in 2007. A portion of this development (6 units) is located in the Main Street South TIF, with the remainder located in the adjacent Oak Park Avenue TIF. No public financial assistance was required in conjunction with this development.

Project 3 Boston Blackies's restaurant

A restaurateur acquired a building of local historical and architectural significance with the intent of renovating the structure for another restaurant in their chain. The building had been constructed in 1886 for Henry Vogt, Sr. for his general merchandise business originally known as the Bremen Cash Store. It was the first commercial structure in the community built of brick, and it also was one of the first buildings in the south suburban area to incorporate an elevator (used for moving merchandise from storage areas in the basement and upper floor). Henry Vogt was the first mayor for the Village of Tinley Park and he and his family were significant civic leaders in the community for over a century. In order to support their intended use, they owners found that they needed to make significant structural improvements, and also proposed a historically compatible addition to provide necessary kitchen and refrigeration spaces. After inadvertently creating issues that compromised the structural integrity of the historic building, the owners elected to demolish the structure with the intent to recreate the building's appearances with a new structure. The Village had approved financial assistance in an amount not to exceed $550,000 toward the revised project.

During 2009, the lender acquired title to the property under foreclosure and the restaurateur filed for bankruptcy protection. In light of these developments, the proposed redevelopment will not occur.

Project 4 Tinley Park Place mixed-use development

Developers have proposed redevelopment of an entire block at the core of the Village's Historic District. Considered a transit-oriented development, the project includes approximately 40,000 square feet of ground floor retail, an additional 20,000 square feet of second floor office/retail space, an 11 screen movie theater complex, and 115 condominium units. The development is in close proximity to the Village's Oak Park Avenue Metra commuter rail depot providing daily rail service between Chicago and Joliet. Access to Interstates 80 and 57 are nearby. The developers have requested financial assistance with the project for a variety of TIF qualified costs associated with the development in the amount of approximately $12,000,000. The Village is also committed to other public improvements in the vicinity including construction of a public parking facility which will serve both commuter and local business needs. The Village has proceeded with planning for the parking structure and other public improvements. The developers began to market pre-construction contracts on the residential units while seeking financing to begin construction. Their efforts have been hampered by the downturn in the housing market compounded by the fall-out in the mortgage loan industry and other economic forces. A residential parcel owned by the Village was demolished, but no redevelopment activity has occurred with the site to-date and the future of the project would appear questionable.

Project 5 Former School Site

In May 2003, the Village of Tinley Park entered into an agreement with Community Consolidated School District 146 to acquire the site of the former Central Middle School consisting of approximately 3 acres. A new Central Middle School was completed in the Fall of 2001 near the northwest corner of 183rd Street and Oak Park Avenue, partially within the Tinley Park Oak Park Avenue TIF District (#1). The old school was subsequently demolished, and the site cleared of all appurtenances except the foundations. Under the terms of the agreement, the Village owed the School District $350,000 at closing, which occurred in December 2003, with an additional $1,000,000 payment guaranteed by the end of five years. The site is anticipated to be used for temporary commuter and public parking during construction of a parking facility along North Street and adjacent to the commuter rail depot. It is expected that this site will later be sold for residential development most likely consisting of row houses or townhomes.

Project 6 South Street mixed-use development

A redevelopment project has been proposed for the majority of the block immediately south of the Oak Park Avenue commuter rail depot on South Street.

This proposed redevelopment has gone through several evolutions since its first proposal.

The initial project was referenced by the concept name of Market Square due to its location abutting the "Markt Platz" of the original plat for the Village of Bremen dating to 1853. Traditional German towns centered around a central market place (Markt Platz) which was incorporated into the original plan for the Village of Bremen presumably due to the large number of individuals of German ancestry emigrating to and settling in this area at that time. The project was proposed to include two mixed use buildings containing a total of 69 residential condominiums built over first floor commercial space. The commercial space was tentatively 32,700 square feet providing for approximately 23 tenant units. This plan was in keeping with the concepts for Transit Oriented Development which would place higher density housing closer to the transit hub (the commuter rail station).

After concerns primarily regarding the marketing and sale of the residential units, the developer revised his development plan to a lower density project consisting of 31 townhomes and approximately 24,000 square foot of first floor retail along South Street. This project was referred to as The Promenade in reference to the open common area created above the commercial spaces providing access to the townhome units. The townhome units were originally proposed to have two car garage units and individual elevator access to the three story townhome units. In 2007, the Village formally approved $2.2 million in financial assistance as reimbursements for TIF qualified costs. A tentative increase the financial assistance to $2.7 million based on certain development enhancements requested by the Village was discussed but was not formally approved

by the Village Board. The Village acquired additional property that is necessary for the overall project and the development site has been cleared of all of the previously existing buildings and structures. However, due to economic forces and other issues, this development plan has also been abandoned. A portion of the property is continuing to be used as a commuter parking lot in the interim.

In light of the economic recession, in 2010, the developer again retooled his development plan. The newest iteration consists of 128 one and two bedroom apartments and approximately 11,500 square foot of commercial space. Currently, financing can more easily be obtained for residential rental development than for other residential projects (townhome or condominium). It is intended that the development would be converted to condominiums in the future, with the one bedroom units being absorbed into adjacent units to provide larger condominium units when ultimately sold as condominiums. The development project is now being referenced as The Boulevard at Central Station. The project is still in the early planning stages and the developer is requesting a significant amount of financial assistance for the project to move forward. The extent of the Village's financial assistance is yet to be determined. No other development activity has occurred at this time.

Project 7 Public Parking Facility and Community Park

The Village proceeded with architectural design of a public parking facility adjacent to the Oak Park Avenue Metra commuter rail depot that would provide additional parking required to support the proposed Tinley Park Place (project 4) and other existing and proposed developments in the area of the Oak Park Avenue depot. This parking facility would replace the existing surface parking lots that are used primarily for commuter parking and add additional parking to support adjacent commercial developments. In conjunction with this facility, a portion of the parking would be below grade with an urban style community park developed at surface level. This park is expected to have a performance stage and a central fountain/water feature that would also serve as an ice skating rink in the winter months. Funding to support this development beyond the design phase has not currently been determined.

Based on several projects being proposed, the Village of Tinley Park contracted traffic studies to determine the adequacy of the existing roadways within the development area with specific consideration of the proposed developments. Village staff and consultants have compiled a list of public and private infrastructure and other improvements that will either be necessary or desirable as part of redevelopment within the District and work continues on refining the cost estimates for these projects. Additionally, the Village staff and consultants have been developing and refining analysis of projected incremental revenues, and related developmental costs associated with the redevelopment projects that are being proposed by developers and under discussion.

Attachment H

MINUTES OF THE JOINT REVIEW BOARD MEETING
MAIN STREET SOUTH TIF DISTRICT
February 9, 2011
3:40 P.M.

The meeting of the Oak Park Avenue TIF Joint Review Board was called to order by Chairman Rea at 4:29 p.m. at the Tinley Park Convention Center, Suite C.

Joint Review Board Members Present and responding to Roll Call:
- Patrick E. Rea, Clerk - Village of Tinley Park and Chairman of the Joint Review Board
- John Curran, Director of Parks and Recreation, Tinley Park Park District
- Michael Clark, Public Member
- Tim O'Malley, Bremen High School District 228
- Mark Schilling, Elementary School District 146

Joint Review Board Members Absent:
- Cook County
- Bremen Township
- South Suburban Community College District 510

Others Present:
- Michael Mertens, Assistant Village Manager
- Brad Bettenhausen, Village Treasurer
- Thomas Bayer, Village Attorney
- Laura Godette, Deputy Village Clerk
- Jim Garrett, Chicago Southland Convention and Visitors Bureau
- Ashley Rueff, Chicago Tribune
- James Eaton, Prairie State Community College District No. 515

Motion was made by Michael Clark, Public Member, seconded by, John Curran, Tinley Park Park District, to approve and place on file the minutes of the February 25, 2010, meeting of the Main Street South TIF District (hereinafter the "TIF District") Joint Review Board. Vote by voice call. Chairman Rea declared motion carried unanimously.

Chairman Rea recognized Brad Bettenhausen, Village Treasurer who presented a recap of the TIF District Equalized Assessed Valuation from 2001 to 2009. There was a decrease in the equalized assessed valuation of this TIF District this year. This is, in part, due to the demolition of commercial properties, leaving the properties vacant.

At this time Mike Mertens, Assistant Village Manager, presented an overview of the boundaries of the TIF District and presented an overview of the projects taking place in this TIF District.

Mr. Mertens presented an overview of the following projects:

- Completed projects include;
  - Bailey's Façade Improvements;
  - Citibank Façade Improvements;
  - Isabella's Façade Improvements;
- Future projects include:
  - Proposed Demolition of Tinley Ice House;
  - Residential Redevelopment – Panos on the west side of Oak Park Avenue at 178th Street.

Mr. Merterns noted that Oak Park Avenue is being planned for walk-ability.

Jim Garrett, South Suburban Convention and Visitors Bureau asked if there were any agreements with school districts for additional parking at the Tinley Park Convention Center. Mike Mertens noted that yes there was. This past year the Village entered into an agreement with Elementary School District 146 to share the parking lot at Central Middle School when needed.

Michael Clark asked what the time frame was for the demolition of the Tinley Ice House. Mike Mertens noted that this was on the next Village Board meeting agenda; and the demolition should take place in 90 to 120 days following the approval of the demolition agreement and permit process.

Michael Clark asked if the Promenade and North Street Development was off the table? Mike Mertens noted that yes it is, pending financing, and South Street concept plans are in the discussion stage.

Mark Schilling, Elementary School District , asked if the Village is planning additional Senior and Assisting Living housing? Mike Mertens noted that this housing may be planned in the Rich Township district of the Village. This is also planned as part of the Downtown Master Plan.

Jim Garrett, Chicago Southland Convention and Visitors Bureau, asked if the Village where to acquire the Tinley Park Mental Health Center property, how would it be developed. Chairman Rea noted that the Village has a study being done on this property. The study is showing the development of the property starting from the 80th Avenue Train Station, and branching southeast from there.

There being no further questions, Chairman Rea called for a motion to adjourn. Motion was made by John Curran, Tinley Park Park District, seconded by Mark Schilling, Elementary School District No. 146, to adjourn the meeting of the TIF District Joint Review Board. Vote by voice call: Chairman Rea declared motion carried unanimously and adjourned the meeting at 5:03 p.m.

FINAL OFFICIAL STATEMENT DATED DECEMBER 7, 2010

NEW ISSUE: Book-Entry Only **Investment Rating: Standard and Poor's AA+**

Interest on the Bonds is includible in gross income of the owners thereof for federal income tax purposes. Interest on the Bonds is not exempt from present State of Illinois income taxes. See "TAX TREATMENT" herein for a more complete discussion.

$14,155,000
VILLAGE OF TINLEY PARK
Cook and Will Counties, Illinois
Taxable General Obligation Bonds, Series 2010 (Build America Bonds – Direct Payment)

Dated: Date of Delivery **Due: December 1, see inside cover**

The $14,155,000 Taxable General Obligation Bonds, Series 2010 (Build America Bonds -- Direct Payment) (the "Bonds") of the Village of Tinley Park, Cook and Will Counties, Illinois (the "Village") will be issued in fully registered form in the denomination of $5,000 or authorized integral multiples thereof. Semi-annual interest shall be payable on each December 1 and June 1, commencing June 1, 2011. The Bond Registrar and Paying Agent for this issue is Wells Fargo Bank, N.A., Chicago, Illinois (the "Bond Registrar and Paying Agent"). The Bonds will be issued only in fully registered form and will be registered in the name of Cede & Co. as nominee of The Depository Trust Company, New York, New York ("DTC"). DTC will act as the securities depository of the Bonds. Individual purchases will be made in book-entry form only in denominations of $5,000 principal amount or any authorized integral multiple thereof. Purchasers of the Bonds will not receive certificates representing their interest in the Bonds purchased. (See "THE BONDS - Book-Entry Only System.").

The Bonds are subject to redemption prior to maturity. See "THE BONDS –Redemption Prior to Maturity" herein.

The proceeds from the sale of the Bonds will be used to (i) provide various corporate capital improvements to the Village infrastructure and (ii) to pay the costs of issuance of the Bonds. See "THE FINANCING – Purpose of the Bonds" herein. See "THE FINANCING" herein.

The Bonds are secured by ad valorem taxes levied against all of the taxable property in the Village without limitation as to rate or amount, except that the rights of the owners of the Bonds and the enforceability of the Bonds may be limited by bankruptcy, insolvency, moratorium, reorganization and other similar laws relating to the enforcement of creditors' rights and by equitable principles, whether considered at law or in equity, including the exercise of judicial discretion. See "THE BONDS – Security" herein.

This cover page contains certain information for quick reference only. It is not a summary for the Bonds. Investors must read the entire Official Statement to obtain information essential to the making of an informed investment decision.

The Bonds are offered when, as and if issued by the Village and received by BMO Capital Markets GKST Inc. (the "Underwriter"), subject to prior sale, withdrawal or modification of the offer without notice and to the approval of legality by Chapman and Cutler LLP, Chicago, Illinois, Bond Counsel. It is expected that the Bonds will be available for delivery through the facilities of DTC on or about December 22, 2010.

Underwriter:

BMO Capital Markets GKST Inc.

Financial Advisor:

BAIRD

MATURITY SCHEDULE, AMOUNTS, INTEREST RATES, YIELDS AND CUSIPS

$14,155,000 Taxable General Obligation Bonds, Series 2010
(Build America Bonds – Direct Payment)

Maturing December 1	Amount	Interest Rate	Reoffering Price	CUSIP [1]
2011	$535,000	1.100%	100.000%	887547MK0
2012	500,000	1.750	100.189	887547ML8
2013	510,000	2.100	100.426	887547MM6
2014	520,000	2.500	100.560	887547MN4
2015	535,000	2.900	100.687	887547MP9
2016	550,000	3.400	101.073	887547MQ7
2017	565,000	3.800	101.217	887547MR5
2018	590,000	4.300	101.341	887547MS3
2019	615,000	4.500	101.841	887547MT1
2020	640,000	4.500	100.000	887547MU8

$3,725,000 5.250% Term Bond Due December 1, 2025 (Price 100%) CUSIP[1] 887547MZ7

$2,750,000 5.900% Term Bond Due December 1, 2028 (Price 100%) CUSIP[1] 887547NC7

$2,120,000 6.200% Term Bond Due December 1, 2030 (Price 100%) CUSIP[1] 887547NE3

(1) CUSIP data herein is provided by Standard & Poor's CUSIP Bureau Service, a division of the McGraw-Hill Companies, Inc.

Certain information contained in this Official Statement has been obtained by the Village of Tinley Park (the "Village") from DTC and other sources that are deemed to be reliable. No representation or warranty is made, however, as to the accuracy or completeness of such information by the Village or the Financial Advisor. Nothing contained in this Official Statement is or shall be relied on as a promise or representation by the Financial Advisor. This Official Statement is being used in connection with the sale of securities as referred to herein and may not be used, in whole or in part, for any other purpose. The delivery of this Official Statement at any time does not imply that information in it is correct as of any time subsequent to its date.

No dealer, broker, salesman or other person has been authorized by the Village or the Financial Advisor to give any information or to make any representations other than those contained herein, and if given or made, such other information or representations must not be relied upon as having been authorized by any of the foregoing. This Official Statement does not constitute an offer to sell or the solicitation of any offer to buy, nor shall there be any sale of the Bonds, by any person in any jurisdiction in which it is unlawful for such person to make such offer, solicitation or sale.

Robert W. Baird & Co., in its role as Financial Advisor, assisted the Village in preparing the Official Statement. The Financial Advisor obtained information from the Village and other sources that it believed was reliable but cannot guarantee the accuracy or completeness of the information in this Official Statement.

The information and expressions of opinion herein are subject to change without notice and neither the delivery of this Official Statement nor any other sale made hereunder shall, under any circumstances, create any implication that there has been no change in the affairs of the Village.

The tax advice contained in this Official Statement is not intended or written by the Village, its Bond Counsel, or any other tax practitioner to be used, and it cannot be used, by any taxpayer for the purpose of avoiding penalties that may be imposed on the taxpayer. The tax advice contained in this Official Statement was written to support the promotion or marketing of the Bonds. Each taxpayer should seek advice based on the taxpayer's particular circumstances from an independent tax advisor.

In connection with the offering of the Bonds, the Underwriter may overallot or effect transactions that stabilize or maintain the market price of the Bonds at a level above the level that might otherwise prevail in the open market. Such stabilizing, if commenced, may be discontinued at any time without notice. The prices and other terms respecting the offering and sale of the Bonds may be changed from time to time by the Underwriter after the Bonds are released for sale, and the Bonds may be offered and sold at prices other than the initial offering prices, including sales to dealers who may sell the Bonds into investment accounts.

IN MAKING AN INVESTMENT DECISION, INVESTORS MUST RELY ON THEIR OWN EXAMINATION OF THE VILLAGE AND THE TERMS OF THE OFFERING, INCLUDING THE MERITS AND RISK INVOLVED. THESE SECURITIES HAVE NOT BEEN RECOMMENDED BY ANY FEDERAL OR STATE SECURITIES COMMISSION OR REGULATORY AUTHORITY. FURTHERMORE, THE FOREGOING AUTHORITIES HAVE NOT CONFIRMED THE ACCURACY OR DETERMINED THE ADEQUACY OF THIS DOCUMENT. ANY REPRESENTATION TO THE CONTRARY IS A CRIMINAL OFFENSE.

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Village of Tinley Park

Village Board

President
Edward J. Zabrocki

Trustees

David G. Seaman

Gregory J. Hannon

Michael H. Bettenhausen

Brian S. Maher

Thomas J. Staunton Jr.

Patricia Leoni

Village Clerk
Patrick E. Rea

Administration

Village Manager
Scott R. Niehaus

Village Treasurer
Brad L. Bettenhausen

Assistant Village Manager
Michael S. Mertens

Assistant Village Manager
Steve J. Tilton

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Terrence M. Barnicle

Village of Tinley Park
16250 South Oak Park Avenue
Tinley Park, Illinois 60477
Phone: (708) 444-5000
Fax: (708) 444-5099

PROFESSIONAL SERVICES

Bond Counsel:	Chapman and Cutler LLP, Chicago, Illinois
Financial Advisor:	Robert W. Baird & Co., Naperville, Illinois
Bond Registrar and Paying Agent:	Wells Fargo Bank, N.A., Chicago, Illinois

OFFICIAL STATEMENT
of the
Village of Tinley Park
Cook and Will Counties, Illinois
Relating to its
$14,155,000 Taxable General Obligation Bonds, Series 2010 (Build America Bonds – Direct Payment)

INTRODUCTION

This Official Statement, including the cover page hereof and the appendices hereto, is provided by the Village of Tinley Park, Cook and Will Counties, Illinois (the "Village") for the purpose of setting forth information to all who may become registered owners of the Village's $14,155,000 Taxable General Obligation Bonds, Series 2010 (Build America Bonds – Direct Payment) (the "Bonds") as authorized in an ordinance adopted by the President and Board of Trustees of the Village (the "Board") on November 16, 2010 (as supplemented by a Bond Order, the "Ordinance").

THE FINANCING

Purpose of the Bonds

The Bonds are being issued for the purpose of (i) providing various corporate capital improvements to the Village infrastructure and (ii) paying certain expenses relating to the issuance of the Bonds. (see "The Project" herein.)

The Project

The Village will provide for various corporate capital improvements to the Village infrastructure, including, specifically, improvements to the Tinley Park Convention Center, acquisition, construction and equipping of a new train station to replace the existing station located at 80th Avenue in the Village, improvements to the water and sewer system at various locations throughout the Village, improvements to and reconstruction of streets at various locations throughout the Village, and construction and equipping of improvements to the Village Hall, including, in connection with such works, acquisition of all land or rights in land, mechanical, electrical, and other services necessary, useful or advisable thereto and, incidental to said work, to pay bond discount, bond interest, bond reserve account funding, legal, financing, and administrative expense.

Estimated Sources and Uses of Funds

Estimated Sources of Funds

Par Amount of the Bonds	$ 14,155,000.00
Original Issue Premium	41,716.65
Total	$ 14,196,716.65

Estimated Uses of Funds

Deposit to Project Fund	$ 14,000,000.00
Costs of Issuance (1)	196,716.65
Total	$ 14,196,716.65

(1) Includes bond registrar and paying agent fees, financial advisor fees, underwriter's discount, legal fees, rating agency fees, printing and other miscellaneous costs of issuance.

THE BONDS

Authorization

The Bonds are issued pursuant to the Village's home rule powers as provided by Article VII, Section 6 of the 1970 Constitution of the State of Illinois and pursuant to the Ordinance as duly authorized by the Board.

Security

The Bonds are secured by ad valorem taxes levied against all of the taxable property in the Village without limitation as to rate or amount (the "Full Faith and Credit Taxes"), except that the rights of the owners of the Bonds and the enforceability of the Bonds may be limited by bankruptcy, insolvency, moratorium, reorganization and other similar laws relating to the enforcement of creditors' rights and by equitable principles, whether considered at law or in equity, including the exercise of judicial discretion.

Redemption Prior to Maturity

Optional Redemption: The Bonds maturing on and after December 1, 2021 shall be subject to redemption prior to maturity at the option of the Village from any available funds on December 1, 2020 or on any date thereafter, in whole or in part, and if in part in such principal amounts and from such maturities as determined by the Village, and within any maturity by lot, at a redemption price of par plus accrued interest. Notice of such call shall be given by mailing a notice thereof at least thirty (30) days, but not more that (60) days, prior to the date fixed for redemption to the registered owner of each Bond to be redeemed at the address shown on the registration books.

Unless moneys sufficient to pay the redemption price of the Bonds to be redeemed are received by the Bond Registrar and Paying Agent (as defined herein) prior to the giving of the notice of redemption as described below, such notice may, at the option of the Village, state that the redemption is conditional upon the receipt of such moneys by the Bond Registrar and Paying Agent on or prior to the date fixed for redemption. If such moneys are not received, such notice shall be of no force and effect, the Village shall not redeem such Bonds, and the Bond Registrar and Paying Agent shall give notice, in the same manner in which the notice of redemption was given, that such moneys were not so received and that such Bonds will not be redeemed.

Extraordinary Optional Redemption: Each maturity of the Bonds is subject to extraordinary optional redemption prior to maturity, from any available funds, in whole or in part, in integral multiples of $5,000, in any order of their maturity at the option of the Village, as provided in the Ordinance, on any date on or after the occurrence of an Extraordinary Event (as defined below), at a redemption price of par plus accrued interest to the redemption date of the Bonds redeemed.

"Extraordinary Event" means a change that has occurred to Section 54AA or Section 6431 of the Code, or to any guidance published by the Internal Revenue Service or the United States Treasury with respect to such sections or any other determination by the Internal Revenue Service or the United States Treasury, pursuant to which the Village's 35% cash subsidy payments from the United States Treasury with respect to interest paid on the Bonds is reduced or eliminated (excluding only any reduction in such subsidy payments due to any offset against other outstanding tax liabilities or other obligations due and payable to the United States federal government by the Village).

Mandatory Redemption: The Bonds maturing December 1, 2025, December 1, 2028 and December 1, 2030 (the "Term Bonds") are subject to mandatory sinking fund redemption in part and by lot, on December 1 of each of the years and in the amounts set forth below at a redemption price equal to 100% of the principal amount thereof plus accrued interest to the redemption date.

Term Bonds Due December 1, 2025

Redemption Date December 1	Amount
2021	$670,000
2022	705,000
2023	745,000
2024	780,000
2025 (maturity)	825,000

Term Bonds Due December 1, 2028

Redemption Date December 1	Amount
2026	$865,000
2027	915,000
2028 (maturity)	970,000

Term Bonds Due December 1, 2030

Redemption Date December 1	Amount
2029	$1,030,000
2030 (maturity)	1,090,000

Notice of such redemption shall be given by mailing a notice thereof at least thirty (30) days, but not more than (60) days, prior to the date fixed for redemption to the registered owner of each Bond to be redeemed at the address shown on the registration books. On or prior to the 60th day preceding any sinking fund installment date, the Village may purchase Term Bonds, which are subject to mandatory redemption on such sinking fund installment date, at such prices as the Village shall determine. Any Term Bond so purchased shall be cancelled and the principal amount thereof so purchased shall be credited against the unsatisfied balance of the next ensuing sinking fund installment of the Term Bonds of the same maturity as the Term Bond so purchased.

Registration, Payment and Transfer

The Bonds are issuable only as fully registered Bonds without coupons, and when issued, will be registered in the name of Cede & Co., as nominee for The Depository Trust Company ("DTC"), New York, New York. DTC will act as securities depository for the Bonds. Purchases of beneficial interests in the Bonds will be made in book-entry only form, in the denomination of $5,000 or any integral multiple thereof. Purchasers will not receive certificates representing their beneficial interest in Bonds purchased. So long as Cede & Co. is the Bondholder, as nominee for DTC, references herein to the Bondholders or registered owners shall mean Cede & Co., as aforesaid, and shall not mean the Beneficial Owners (as hereinafter defined) of the Bonds. See "THE BONDS – Book-Entry Only System" herein.

The Bonds will be issued in the original aggregate principal amounts as shown on the inside cover of this Official Statement. The Bonds will be dated the date of delivery and will bear interest from the later of that date or from the most recent interest payment date to which interest has been paid or duly provided for. Interest on the Bonds shall be payable semiannually on December 1 and June 1 of each year commencing on June 1, 2011. Interest on the Bonds shall be computed using a 360-day year and twelve 30-day months and the Bonds will mature on the dates and in the principal amounts and will bear interest at the rates as set forth on the inside cover of this Official Statement. The Bonds will be registered Bonds in the denomination of $5,000 or multiples thereof not exceeding for each maturity the principal amount of such maturity. The principal and interest shall be payable at the office maintained for the purpose by Wells Fargo Bank, N.A., Chicago, Illinois (the "Bond Registrar and Paying Agent") or such other paying agent as the Village may hereafter designate by notice mailed to the Bondholders. So long as DTC or its nominee, Cede & Co., is the Bondholder, such payments will be made directly to DTC. Disbursement of such payments to the Beneficial Owners is the responsibility of DTC Participants and Indirect Participants (both as hereinafter defined), as more fully described below. Interest shall be paid when due by check or draft mailed to the registered owners of Bonds as shown on the registration books as of the fifteenth day of the calendar month preceding the payment date for each interest payment or at the request of a registered owner, by wire transfer to the registered owner's instructions.

Book-Entry Only System

The information in this section has been furnished by DTC. No representation is made by the Village, Bond Counsel, the Financial Advisor or the Bond Registrar and Paying Agent as to the completeness or accuracy of such information or as to the absence of material adverse changes in such information subsequent to the date hereof. No attempt has been made by the Village, Bond Counsel, the Financial Advisor or the Bond Registrar and Paying Agent to determine whether DTC is or will be financially or otherwise capable of fulfilling its obligations. Neither the Village nor the Bond Registrar and Paying Agent will have any responsibility or obligation to direct participants, indirect participants (as defined below) or the persons for which they act as nominees with respect to the Bonds, or for any principal or interest payment thereof.

DTC will act as securities depository for the Bonds. The Bonds will be issued as fully-registered bonds registered in the name of Cede & Co. (DTC's partnership nominee) or such other name as may be requested by an authorized representative of DTC. One fully-registered Bond certificate will be issued for each maturity of the Bonds of each series, in the aggregate principal amount of such maturity, and will be deposited with DTC.

DTC, the world's largest securities depository, is a limited-purpose trust company organized under the New York Banking Law, a "banking organization" within the meaning of the New York Banking Law, a member of the Federal Reserve System, a "clearing corporation" within the meaning of the New York Uniform Commercial Code, and a "clearing agency" registered pursuant to the provisions of Section 17A of the Securities Exchange Act of 1934. DTC holds and provides asset servicing for over 3.5 million issues of U.S. and non-U.S. equity issues, corporate and municipal debt issues, and money market instruments (from over 100 countries) that DTC's participants ("Direct Participants") deposit with DTC. DTC also facilitates the post-trade settlement among Direct Participants of sales and other bond transactions in deposited bonds, through electronic computerized book-entry transfers and pledges between Direct Participants' accounts. This eliminates the need for physical movement of bond certificates. Direct Participants include both U.S. and non-U.S. securities brokers and dealers, banks, trust companies, clearing corporations, and certain other organizations. DTC is a wholly-owned subsidiary of The Depository Trust & Clearing Corporation ("DTCC"). DTCC, in turn, is owned by a number of Direct Participants of DTC and members of the National Securities Clearing Corporation, Fixed Income Clearing Corporation and Emerging Markets Clearing Corporation (NSCC, FICC and EMCC, also subsidiaries of DTCC), as well as by the New York Stock Exchange, Inc., the American Stock Exchange LLC, and the National Association of Securities Dealers, Inc. Access to the DTC system is also available to others such as both U.S. and non-U.S. bond brokers and dealers, banks, trust companies, and clearing corporations that clear through or maintain a custodial relationship with a Direct Participant, either directly or indirectly ("Indirect Participants"). DTC has Standard & Poor's highest rating: AAA. The DTC Rules applicable to its Participants are on file with the Securities and Exchange Commission (the "Commission"). More information about DTC can be found at www.dtcc.com.

Purchases of Bonds under the DTC system must be made by or through Direct Participants, which will receive a credit for the Bonds on DTC's records. The ownership interest of each actual purchaser of each Bond ("Beneficial Owner") is in turn to be recorded on the Direct and Indirect Participants' records. Beneficial Owners will not receive written confirmation from DTC of their purchase. Beneficial Owners are, however, expected to receive written confirmations providing details of the transaction, as well as periodic statements of their holdings, from the Direct or Indirect Participant through which the Beneficial Owner entered into the transaction. Transfers of ownership interests in the Bonds are to be accomplished by entries made on the books of Direct and Indirect Participants acting on behalf of Beneficial Owners. Beneficial Owners will not receive certificates representing their ownership interests in Bonds, except in the event that use of the book-entry system for the Bonds is discontinued.

To facilitate subsequent transfers, all Bonds deposited by Direct Participants with DTC are registered in the name of DTC's partnership nominee, Cede & Co., or such other name as may be requested by an authorized representative of DTC. The deposit of Bonds with DTC and their registration in the name of Cede & Co. or such other DTC nominee do not effect any change in beneficial ownership. DTC has no knowledge of the actual Beneficial Owners of the Bonds; DTC's records reflect only the identity of the Direct Participants to whose accounts such Bonds are credited, which may or may not be the Beneficial Owners. The Direct and Indirect Participants will remain responsible for keeping account of their holdings on behalf of their customers.

Conveyance of notices and other communications by DTC to Direct Participants, by Direct Participants to Indirect Participants, and by Direct Participants and Indirect Participants to Beneficial Owners will be governed by arrangements among them, subject to any statutory or regulatory requirements as may be in effect from time to time. Beneficial Owners of Bonds may wish to take certain steps to augment transmission to them of notices of significant events with respect to the Bonds, such as redemptions, tenders, defaults, and proposed amendments to the Bond documents. For example, Beneficial Owners of Bonds may wish to ascertain that the nominee holding the Bonds for their benefit has agreed to obtain and transmit notices to Beneficial Owners. In the alternative, Beneficial Owners may wish to provide their names and addresses to the Bond Registrar and Paying Agent and request that copies of notices be provided directly to them.

Redemption notices shall be sent to DTC. If less than all of the Bonds within an issue are being redeemed, DTC's practice is to determine by lot the amount of the interest of each Direct Participant in such issue to be redeemed.

Neither DTC nor Cede & Co. (nor any other DTC nominee) will consent or vote with respect to the Bonds unless authorized by a Direct Participant in accordance with DTC's Procedures. Under its usual procedures, DTC mails an Omnibus Proxy to the Village as soon as possible after the record date. The Omnibus Proxy assigns Cede & Co.'s consenting or voting rights to those Direct Participants to whose accounts the Bonds are credited on the record date (identified in a listing attached to the Omnibus Proxy).

Redemption proceeds, distributions, and dividend payments on the Bonds will be made to Cede & Co., or such other nominee as may be requested by an authorized representative of DTC. DTC's practice is to credit Direct Participants' accounts upon DTC's receipt of funds and corresponding detailed information from the Village or Bond Registrar and Paying Agent, on payable date in accordance with their respective holdings shown on DTC's records. Payments by Participants to Beneficial Owners will be governed by standing instructions and customary practices, as is the case with bonds held for the accounts of customers in bearer form or registered in "street name," and will be the responsibility of such Participant and not of DTC, the Bond Registrar and Paying Agent, or the Village, subject to any statutory or regulatory requirements as may be in effect from time to time. Payment of redemption proceeds, distributions, and dividend payments to Cede & Co. (or such other nominee as may be requested by an authorized representative of DTC) is the responsibility of the Village or the Bond Registrar and Paying Agent, disbursement of such payments to Direct Participants will be the responsibility of DTC, and disbursement of such payments to Beneficial Owners will be the responsibility of Direct and Indirect Participants.

DTC may discontinue providing its services as securities depository with respect to the Bonds at any time by giving reasonable notice to the Village or the Bond Registrar and Paying Agent. Under such circumstances, in the event that a successor securities depository is not obtained, Bond certificates are required to be printed and delivered.

The Village may decide to discontinue use of the system of book-entry transfers through DTC (or a successor securities depository). In that event, Bond certificates will be printed and delivered to DTC.

The information in this section concerning DTC and DTC's book-entry system has been obtained from DTC, and the Village takes no responsibility for the accuracy thereof.

The Village, Bond Counsel, the Financial Advisor and the Bond Registrar and Paying Agent cannot and do not give any assurances that DTC, the Direct Participants or the Indirect Participants will distribute to the Beneficial Owners of the Bonds (i) payments of principal of or interest on the Bonds, (ii) any document representing or confirming beneficial ownership interests in the Bonds, or (iii) notices sent to DTC or Cede & Co. its nominee, as the registered owner of the Bonds, or that it will do so on a timely basis or that DTC, Direct Participants or Indirect Participants will serve and act in the manner described in this Official Statement. The current "rules" applicable to DTC are on file with the Securities and Exchange Commission, and the current "procedures" of DTC to be followed in dealing with the Direct and Indirect Participants are on file with DTC.

Neither the Village, Bond Counsel, the Financial Advisor nor the Bond Registrar and Paying Agent will have any responsibility or obligation to any Direct Participant, Indirect Participant or any Beneficial Owner or any other person with respect to: (a) the Bonds; (b) the accuracy of any records maintained by DTC or any Direct Participant or Indirect Participant; (c) the payment by DTC to any Participant, or by any Direct Participant or Indirect Participant to any Beneficial Owner of any amount due with respect to the principal of or interest on the Bonds; (d) the delivery by DTC to any participant, or by and Direct Participant or Indirect Participant to any Beneficial Owner of any notice which is required or permitted under the terms of the authorizing ordinance to be given to Bondholders; (e) the selection of the Beneficial Owners to receive payment in the event of any partial redemption of the Bonds; or (f) any consent given or other action taken by DTC as Bondholder.

Transfer Outside Book-Entry Only System

In the event the book-entry only system is discontinued, the following provisions would apply to the Bonds. The Bond Registrar and Paying Agent will act as transfer agent and bond registrar and shall keep the registration books for the Bonds (the "Bond Register") at its principal office maintained for the purpose. Subject to the further conditions contained in the Ordinance, the Bonds may be transferred or exchanged for one or more Bonds in different authorized denominations upon surrender thereof at the principal office maintained for the purpose by the Bond Registrar and Paying Agent by the registered owners or their duly authorized attorneys; upon surrender of any Bonds to be transferred or exchanged, the Bond Registrar and Paying Agent shall record the transfer or exchange in the Bond Register and shall authenticate replacement bonds in authorized denominations. The Bond Registrar and Paying Agent shall not be required to transfer or exchange any Bond during the period of 15 days preceding the giving of notice of redemption of the Bonds or to transfer or exchange any Bond all or a portion of which has been called for redemption. The Village and Bond Registrar and Paying Agent shall be entitled to treat the registered owners of the Bonds, as their names appear in the Bond Register as of the appropriate dates, as the owner of such Bonds for all purposes under the Ordinance. No transfer or exchange made other than as described above and in the Ordinance shall be valid or effective for any purposes under the Ordinance.

THE VILLAGE OF TINLEY PARK

General Information

The Village of Tinley Park is located approximately 30 miles southwest of downtown Chicago. Its present incorporated boundaries cover approximately 16 square miles and include properties in Bremen, Orland, and Rich Townships in Cook County, and Frankfort Township in Will County. The Village has evolved over time from a rural commerce center and farm community to a progressive suburb of Chicago. Although primarily a residential community, it also has a diverse economic base with a variety of retail stores and shops, offices, light industry, and manufacturing. The proximity and easy access to the Chicago metropolitan area will continue to provide the Village with opportunities for further residential and commercial development.

The community was originally platted as the Village of Bremen (but was commonly known as New Bremen after its post office) in 1853 on the path of the Chicago, Rock Island and Pacific Railroad. The railroad played a prominent role in the growth and development of the community, and the Village quickly became a center of commerce and industry in the area. The Village was renamed in 1890 after the first railroad station agent, Samuel Tinley, Sr., who served the community in that capacity for over 25 years. It is believed that Mr. Tinley had also been the community's longest resident at that time. The citizen's election to incorporate as the Village of Tinley Park became official on June 28, 1892. Under the provision of the 1970 Illinois constitution, the Village automatically became a Home Rule Unit in 1980 when its population exceeded 25,000 and may exercise virtually any power and perform any function pertaining to its governmental affairs.

The Village of Tinley Park's population grew at a modest rate in the first half of this century, increasing from 300 in 1900 to 2,326 in 1950. After recording a population of 6,392 at the 1960 Census, the Village's population increased dramatically over the next three decades, increasing to 12,382 at the 1970 Census, 26,171 at the 1980 Census, and 37,121 at the 1990 Census. The Village's population has continued to steadily increase since 1990, with a Special Census recording 39,679 in 1992, 42,328 in 1995, 45,194 in 1998 and the 2000 Census recorded 48,401 residents (45,887 persons in Cook County and 2,514 in Will County). A 2006 Special Census set the Village's population at 58,323, which is approximately 20.5% greater than the 2000 Census. The Northeastern Illinois Planning Commission has projected the Village's 2020 population at 72,867.

The Village's municipal neighbors include Orland Park and Orland Hills to the north and west and Oak Forest to the north and east. Cook County Forest Preserves serve as the eastern boundary of the Village. The Village has boundary agreements with its municipal neighbors to the south, including Frankfort, Mokena, and Matteson. Tinley Park has cooperated with surrounding communities in planning for the development of the "I-80 Corridor", part of which is in the southern part of the Village. The growth along the I-80 Corridor is primarily focused on industrial and commercial developments which continue to add to the Village's economic and employment bases. Since 1995, nearly 950 lodging rooms have become available in the community with the construction of nine hotels between the Harlem Avenue and LaGrange Road interchanges of I-80. A full service Holiday Inn hotel with over 200 rooms is connected to the Village of Tinley Park's Convention and Conference Center which opened in October 2000. Located near Interstate 80 at the Harlem Avenue exit, the 64,000 square foot convention center has approximately 40,000 square feet of multi-functional exhibition and meeting space and is managed by the operator of the Holiday Inn Hotel. The Village is currently working on an expansion of the Convention and Conference Center which will add approximately 18,000 square feet of exhibition space, 6,000 square feet of meeting rooms, 450 additional parking spaces, a new business center, and expanded kitchen services and storage. Due to the expansion, the Convention and Conference Center will be classified by industry publications as a "major exhibit hall."

The Village's transportation links have been, and will continue to be, instrumental in its growth. The Village is located near the intersection of two major interstate highways, Interstate 57 (north-south) and Interstate 80 (east-west) which offer convenient access to the other Chicago metropolitan expressways and tollways. Two interchanges on I-80 (north-south Routes 45 and 43) lie within the Village boundaries. Daily commuter rail service to and from Chicago is provided by Metra (Metropolitan Rail Service of the Regional Transportation Authority). The Metra commuter rail service reaches downtown Chicago in approximately 50 minutes from two commuter stations located in Tinley Park. O'Hare International Airport is approximately 30 miles north of the Village, Chicago's Midway Airport is 15 miles northeast, and small aircraft can be accommodated at the airport in Frankfort, just south of Tinley Park.

The Village has also received the following recognitions. In November of 2009, the Village was identified by Business Week Magazine's fourth annual survey "America's Best Places to Raise Your Kids" as the number one place in both Illinois and the Nation. In the April of 2010, Chicago Magazine recognized the Village among their list of "20 Best Towns and Neighborhoods in Chicago and the Suburbs." The Village is a national winner for Economic Development Excellence (Urban and Suburban Category) by the U.S. Department of Commerce EDA. The Village received the Award for

Municipal Excellence in Economic Development from the National League of Cities. The Village was placed in the top twelve cities in the United States for Leadership and Innovation in Economic Development from CoreNet Global Association of Real Estate Executives. Finally, the Village received the award for Top Ten Mayors in the United States from the World Mayor Project in London, England.

Population

The following table shows the population of the Village for the last five U.S. Censuses.

U.S. Census	Population	Percent Change
1960	6,392	174.8%
1970	12,382	93.7
1980	26,171	111.4
1990	37,121	41.8
2000	48,401	30.4
2003	54,352 (1)	12.3
2006	58,323 (1)	7.3

(1) Village population based on special census.
Source: U.S. Bureau of the Census

The following table shows the age distribution of the Village's population based on the 2000 Census and 2003 Special Census.

Category	2000	2003
Under 19 Years	29.2%	27.9%
20-24 Years	5.6	6.7
25-44 Years	31.1	28.4
45-64 Years	23.5	26.0
65 + Years	10.6	10.9
Median Age	36.5 Years	37.3 Years

Source: U.S. Department of Commerce, Census Bureau

Village Government

The Village of Tinley Park is governed by a President (Mayor) and Board of six trustees, all of whom are elected on an at large basis to four-year overlapping terms. Below is list of the Village's President and Board of Trustees.

		First Elected/Appointed	Term Expires
President:	Edward J. Zabrocki	1981	May 2013
Village Clerk:	Patrick E. Rea.	2009	May 2011
Village Trustees			
David G. Seaman		1984	May 2013
Gregory J. Hannon		1987	May 2011
Michael H. Bettenhausen.		1998	May 2011
Brian S. Maher		1999	May 2013
Thomas J. Staunton, Jr.		2007	May 2011
Patricia Leoni		2009	May 2011

An appointed Village Manager (position created in 1974) is charged with the day-to-day responsibility of administering Board policy and supervising the Village's employees. The following is a list of all Village Department heads:

Position	Department Head	Start Date
Village Manager	Scott R. Niehaus	2003
Village Treasurer	Brad L. Bettenhausen	1984
Police Chief	Michael J. O'Connell	1995
Fire Chief	Kenneth C. Dunn	2004
Emergency Management	Patrick Carr	2005
Public Works Director	Dale Schepers	2004
Planning Director	Amy Connolly	2007
Economic Development Director	Ivan Baker	2003
Human Resources Director	Gerry Horan	2001
Marketing Director	Donna Framke	1998

REAL PROPERTY ASSESSMENT, TAX LEVY AND COLLECTION PROCEDURES

Tax Assessments – Cook County

The County Assessor (the "County Assessor") is responsible for the assessment of all taxable real property within Cook County (the "County"), including real property within the Village, except for certain railroad property and pollution control facilities which are assessed directly by the Illinois Department of Revenue (the "Department of Revenue"). For triennial reassessment purposes, Cook County is divided into three sections: west and south suburbs, north and northwest suburbs, and the City of Chicago. The Village is located in the west and south suburbs and was reassessed for the 2008 tax levy year.

Real property in the County is separated into classifications for assessment purposes. After the County Assessor establishes the fair market value of a parcel of property, that value is multiplied by the appropriate classification percentage to arrive at the assessed valuation (the "Assessed Valuation") for the parcel. The classification percentages effective for tax years through 2008 range from 16% for certain residential; industrial and commercial property to 36% and 38%, respectively, for other industrial and commercial property. Beginning with tax year 2009, the classification percentages have generally been reduced to 10% for all vacant land and residential properties, and 25% for all industrial and commercial properties.

Detailed information covering property tax assessment and collections can be found in the Statute 35 ILCS 200. For additional information on the Cook County tax assessment process please reference Chapter 74 of the Cook County Code of Ordinances at www.municode.com/Resources/gateway.asp?pid=13805&sid=13 or visit the website of the Cook County Clerk at www.cookcountyclerk.com.

Tax Assessments – Will County

Local Assessment Officers at the Township level determine the assessed valuation of taxable real property and railroad property not held or used for railroad operations. The Illinois Department of Revenue (the "Department") assesses certain other types of taxable property, including railroad property held or used for railroad operations. Local Assessment Officers' valuation determinations are subject to review at the county level and then, in general, to equalization by the Department. Such equalization is achieved by applying to each county's assessments a multiplier determined by the Department. The purpose of equalization is to provide a common basis of assessments among counties by adjusting assessments toward the statutory standard of 33-1/3% of fair cash value. Farmland is assessed according to a statutory formula which takes into account factors such as productivity and crop mix. Taxes are extended against the assessed values after equalization.

General Tax Assessment Process

Property tax levies of each taxing body are filed in the office of the county clerk of each county in which territory of that taxing body is located. The county clerk computes the rates and amount of taxes applicable to the taxable property subject to the tax levies of each taxing body and determines the dollar amount of taxes attributable to each respective parcel of taxable property. The county clerk then supplies information to the appropriate collecting officials within the county to bill the attributable taxes to the individual parcels. After the taxes have been paid, the collecting officials distribute to the respective share of taxes collected to the various taxing bodies. Taxes levied in one calendar year are due payable in two installments during the next calendar year. Taxes that are not paid when due, or that are not paid by mail and postmarked

on or before the due date, are subject to a penalty of 1-1/2% per month until paid. Unpaid property taxes, together with penalties, interest and costs constitute a lien against the property subject to the tax.

Exemptions

State Statutes provide for exemptions for owner occupied residential property (Homeowner's Exemption). The maximum assessment deduction for counties with less than 3,000,000 inhabitants is $5,000 for tax year 2007 payable in 2008, $5,500 for tax year 2008 payable in 2009 and $6,000 for tax year 2009 payable in 2010 and thereafter. This exemption may be granted on a pro-rated basis for newly constructed homes based upon the number of days in the tax year the home was occupied by the taxpayer. An additional exemption is provided for homeowners aged 65 or over in the amount of $4,000 for tax year 2008 and $4,500 for tax year 2009 in Cook County and $4,000 in tax year 2009 for Will County. Additionally, senior citizens may qualify for their assessment to be frozen at its current value if certain income conditions are met. Other more specialized exemptions exist under State Statutes, but have limited general applicability. In addition, certain property is exempt from taxation on the basis of ownership and/or use, such as property owned by Federal, State, or local governments that is used for public purposes and certain not-for profit organizations such as churches or cemeteries. Detailed information covering property tax exemptions can be found in the State of Illinois Statute 35 ILCS 200/4.

The following table sets forth the Village's EAV and estimated market value for the last five fiscal years.

Village of Tinley Park
Property Valuations

Levy Year	Collection Year	Fiscal Year	EAV	Estimated Market Value	Percent Change
2004	2005	2006	1,220,081,001	3,660,243,003	7.85
2005	2006	2007	1,412,425,410	4,237,276,230	15.76
2006	2007	2008	1,491,626,393	4,474,879,179	5.61
2007	2008	2009	1,596,468,368	4,789,405,104	7.03
2008	2009	2010	1,761,707,602	5,285,122,806	10.35
2009	2010	2011	1,796,096,943	5,388,290,829	1.95

Per Capita 2009 EAV (1) $30,795,69
Per Capita 2009 Estimated Market Value (1) $92,387.07

(1) Based on the Village's 2006 special census population of 58,323.
Source: The Village

The following table sets forth the Village's EAV by use for the tax levy year 2004 through 2008.

Village of Tinley Park
Equalized Assessed Valuation by Use

Classification	2004	2005	2006	2007	2008
Residential	$ 882,950,616	$ 1,028,774,701	$ 1,099,763,856	$ 1,191,691,159	$ 1,290,068,906
Commercial	259,933,014	294,711,590	302,934,799	308,859,009	311,456,800
Industrial	76,912,548	88,749,584	88,780,310	95,726,455	159,990,610
Other	284,823	189,535	147,428	191,745	191,286
Total	$ 1,220,081,001	$ 1,412,425,410	$ 1,491,626,393	$ 1,596,468,368	$ 1,761,707,602

Source: The Cook and Will County Clerk's Offices.

The Village's property tax rates expressed as a dollar for each $100 of EAV, for the tax levy years 2005 through 2009 are as follows:

Village of Tinley Park
Tax Rates by Purpose Per $100 of Equalized Assessed Valuation (1)

	Levy Years				
	2005	2006	2007	2008	2009
Corporate	$ 0.414	$ 0.434	$ 0.466	$ 0.462	$ 0.497
Social Security and IMRF	0.096	0.111	0.106	0.102	0.105
Audit	0.003	0.002	0.002	0.002	0.002
Fire Protection	0.075	0.079	0.081	0.075	0.077
Police Protection	0.075	0.079	0.081	0.076	0.076
Emergency Management Agency	0.055	0.055	0.052	0.048	0.049
Liability Insurance	0.058	0.054	0.047	0.053	0.057
Police Pension	0.079	0.083	0.082	0.078	0.085
Bonds	0.019	0.018	0.016	0.015	0.021
Total Village Purposes	$ 0.874	$ 0.914	$ 0.933	$ 0.910	$ 0.969

(1) Stated rates are for Cook County only, which represents the majority of the Village's tax base.
Source: The Cook County Clerk's Office.

The Village's property tax rates and those levied by other units of government expressed as a dollar for each $100 of EAV, for the tax levy years 2005 through 2009 are as follows:

Village of Tinley Park
Representative Property Tax Rates
Per $100 Equalized Assessed Valuation

	Levy Years				
	2005	2006	2007	2008	2009
Village of Tinley Park	$ 0.874	$ 0.914	$ 0.933	$ 0.910	$ 0.969
Cook County	0.593	0.500	0.446	0.415	0.415
Metropolitan Water Reclamation District	0.315	0.284	0.263	0.252	0.261
Consolidated H.S. District No. 230	1.939	1.985	1.926	1.801	1.764
Kirby School District No. 140	3.032	3.351	3.649	3.654	3.564
Moraine Valley Comm. College No. 524	0.208	0.270	0.262	0.247	0.247
Tinley Park Park District	0.379	0.387	0.376	0.351	0.353
Tinley Park Library	0.275	0.288	0.294	0.288	0.301
All Other	0.126	0.169	0.168	0.144	0.145
Total (1)	$ 7.741	$ 8.148	$ 8.316	$ 8.062	$ 8.019

(1) Tax rate applicable to the largest tax code which represents approximately 44% of the Village's 2009 tax base.
Source: The Village and the Cook County Clerk's Office

Tax Collections and Extensions

Cook County - The Village prepares an itemized budget upon which hearings are held. A tax levy amount is submitted to the Cook County Treasurer's Office prior to the last Tuesday of December. Property taxes in Cook County are collected by the County Treasurer who distributes to the Village its share of the collections. Taxes levied for expenditures of any year become due and payable in the following year. Real estate taxes are by statute payable in two installments during the year on March 1 and on or about September 1. Beginning in tax year 2009, the first installment equals 55% of the real estate taxes billed in the previous year. After determination of the equalized assessed valuation and calculation of the rates, the difference between the taxes billed on March 1 and the total taxes determined for the year become due on or about September 1.

If an arrearage remains after the second payment is due, a Treasurer's tax sale occurs, usually within six months. Participants in this sale are not purchasing the actual property, but merely the taxes owed. Detailed procedures covering the sale of property for delinquent taxes are prescribed in 35 ILCS 205/238 et seq.

If no tax sale is made, taxes on real estate which are now delinquent for two years or more can be offered for sale at the "Scavenger" sale. The bidding at the scavenger sale is in ascending fixed dollar amounts and the highest bid is in satisfaction of the full amount of all delinquent taxes.

Upon sale of the Bonds an ordinance is filed with the County Clerk in Cook County. In addition to the repayment terms of the Bonds, the ordinance levies the exact amount of taxes that must be collected each tax year to fully pay principal and interest on the Bonds. A tax rate based on the total equalized assessed valuation is annually established for the Village and taxes are extended and collected in the same manner as described above.

Will County - The Village prepares an itemized budget upon which hearings are held. The County Collector, who is also the County Treasurer, collects the property taxes and remits the Village's share of the collections to the Village. Taxes levied in one calendar year become payable during the following calendar year in two equal installments, the first on the later of June 1 or 30 days after the mailing of the tax bills and the second on the later of September 1 or 120 days after such mailing. The Village receives tax distributions from the County in five installments.

At the end of each calendar year, the County Collector presents the Warrant Books to the Circuit Court, and applies for a judgment for all unpaid taxes. The Court order resulting from that application for judgment provides for a sale of all property with unpaid taxes shown on that year's Warrant Books. A public sale is held, at which time successful bidders pay the unpaid taxes plus penalties. Unpaid taxes accrue penalties at the rate of 1 1/2% (1% for agricultural property) per month from their due date until the date of sale. Taxpayers can redeem their property by paying the tax buyer the amount paid at the sale, plus a penalty. If no redemption is made within specified time periods based on the type of real estate involved, the tax buyer can receive a deed to the property. In addition, there are miscellaneous statutory provisions for foreclosure of tax liens.

The following table sets forth the Village's tax levy and collections for the last five fiscal years.

Village of Tinley Park
Tax Levy and Collections

Levy Year	Collection Year	Total Taxes Extended	Total Collections Amount	Total Collections Percent
2003	2004	$ 9,931,526	$ 9,793,936	98.6%
2004	2005	11,207,677	11,071,487	98.8
2005	2006	12,647,766	12,420,937	98.2
2006	2007	13,324,060	13,128,207	98.5
2007	2008	14,875,727	14,743,215	99.1
2008	2009	16,047,938	15,680,765	97.7

Source: The Village

The top ten taxpayers of the Village, their type of business and 2009 Equalized Assessed Value are as follows:

Village of Tinley Park
Principal Taxpayers

Taxpayers	Type of Business	2009 Equalized Assessed Valuation	Percent of Total (1)
New Plain Excel Prop	Retail Shopping Center	$ 17,423,535	1.0%
CNC	Retail Shopping Center	12,662,106	0.7
Panduit Corporation	Manufacturing – Plastic Components	10,207,089	0.6
Holiday Inn	Hotel	9,873,706	0.6
Neja Group	Outdoor Amphitheater	9,299,167	0.5
K Mart Corporation	Retail Shopping Center	8,707,129	0.5
Carmax	Automobile Dealership	8,202,274	0.5
Walmart Stores	Retail Shopping Center	7,274,624	0.4
Edenbridge Limited Partners	Residential Apartments	6,794,243	0.4
Menard Inc.	Retail Shopping Center	6,242,864	0.4
Total Ten Largest Taxpayers		$96,686,737	5.4%

(1) Based on the Village's 2009 EAV of $1,796,096,943.
Source: The Cook County Clerk's Office.

OTHER REVENUE

Other revenue includes grants, aid, revenue sharing and other entitlements from Federal and State government. Annually recurring intergovernmental revenue consists primarily of the 1% municipal portion of the retailer's occupation, service occupation and use tax, the Illinois motor vehicle fuel tax, and the Village's share of the State of Illinois 3% income tax.

Sales Tax

The Village receives a portion of the Illinois State sales tax collected in the Village. The following table sets forth the total sales tax receipts of the Village for the calendar years ended April 30, 2006 through 2010.

Village of Tinley Park
Retailer's Occupation, Service Occupation and Use Tax

Fiscal Year Ended: April 30	Sales Tax Distributions	Annual Change
2006	$ 11,242,862	11.01%
2007	11,419,345	1.57
2008	11,566,999	1.29
2009	10,905,820	-5.72
2010	10,365,906	-4.95

Source: The Village

Illinois Motor Vehicle Fuel Tax

The following table sets forth the motor fuel vehicle tax revenue received from the State for the fiscal years ended April 30, 2006 through April 30, 2010.

Village of Tinley Park
Illinois Motor Vehicle Fuel Tax

Fiscal Year Ended: April 30	Motor Fuel Tax Allocation	Annual Change
2006	$ 1,620,568	-1.52%
2007	1,647,121	1.64
2008	1,684,550	2.27
2009	1,577,193	-6.37
2010	1,524,114	-3.37

Source: The Village

Illinois State Income Tax

The following table sets forth the Illinois State income tax revenue received for the fiscal years ended April 30, 2006 through April 30, 2010.

Village of Tinley Park
Illinois State Income Tax

Fiscal Year Ended: April 30	State Income Tax Revenue	Annual Change
2006	$ 2,918,564	10.99%
2007	3,327,271	14.00
2008	3,814,615	14.65
2009	3,565,583	-6.53
2010	2,220,718	-37.72%

Source: The Village

VILLAGE DEBT

Debt Limitations

The Village has no general obligation debt limitation. It became a home rule unit of government under Article VII of the 1970 Illinois Constitution in 1980. The Village Board has the option to pass an ordinance to set a debt limit for the amount of general obligation bonds outstanding. As of this date, it has not done so.

Village's Retirement Schedule of Outstanding General Obligation Debt (1)

	Principal Maturities (2)							Total Maturities	
Due 12/1	Series 2002	Series 2003	Series 2004	Series 2008	Series 2009	Series 2009A	Series 2010	Amount	Cumulative Percent
2011	$30,000	$475,000	$525,000	$465,000	$755,000	$1,605,000	$535,000	$4,390,000	8.0%
2012	30,000	475,000	550,000	480,000	755,000	1,910,000	500,000	4,700,000	16.5%
2013	30,000	500,000	575,000	495,000	780,000	1,615,000	510,000	4,505,000	24.6%
2014		525,000	725,000	515,000	685,000	2,280,000	520,000	5,250,000	34.1%
2015		525,000	750,000	535,000	705,000	1,965,000	535,000	5,015,000	43.2%
2016		550,000	775,000	555,000	715,000	2,685,000	550,000	5,830,000	53.8%
2017		575,000	800,000	580,000	750,000	2,865,000	565,000	6,135,000	64.9%
2018		600,000	750,000		1,000,000		590,000	2,940,000	70.2%
2019		625,000	800,000		1,050,000		615,000	3,090,000	75.8%
2020		650,000			1,050,000		640,000	2,340,000	80.0%
2021		650,000			1,070,000		670,000	2,390,000	84.4%
2022		700,000					705,000	1,405,000	86.9%
2023							745,000	745,000	88.3%
2024							780,000	780,000	89.7%
2025							825,000	825,000	91.2%
2026							865,000	865,000	92.7%
2027							915,000	915,000	94.4%
2028							970,000	970,000	96.2%
2029							1,030,000	1,030,000	98.0%
2030							1,090,000	1,090,000	100.0%
Total	$90,000	$6,850,000	$6,250,000	$3,625,000	$9,315,000	$14,925,000	$14,155,000	$55,210,000	

(1) Debt information as of the delivery date of the Bonds.
(2) Includes the Bonds.
Source: The Village

Detailed Statement of Direct and Overlapping Bonded Indebtedness (1)

	Total Debt Outstanding	Self-Supporting	Net
General Obligation Bonds (2)	$ 55,210,000	$ 0	$ 55,210,000
Waterworks and Sewerage Revenue Bonds	740,000	740,000	0
Totals	$ 55,950,000	$ 740,000	$ 55,210,000

Per Capita Direct Bonded Debt (3)	$946.62
Percent of Direct Bonded Debt to 2008 EAV (4)	3.07%
Percent of Direct Debt to estimated 2008 Market Value (5)	1.02%

Overlapping Bonded Debt:	Outstanding Bonds		Percent %	Amount
School Districts				
Elementary School Districts				
Kirby School District #140	$ 7,450,622	(6)	81.07%	$ 6,040,219
Community Consolidated School District #146	28,095,000		56.01%	15,736,010
Summit Hill School District #161 (Will County)	59,740,451	(6)	38.52%	23,012,022
Elementary School District #159	30,941,586	(6)(7)	17.84%	5,519,979
Arbor Park School District #145	28,407,445	(6)	8.76%	2,488,492
School District #160	12,401,621	(6)	0.30%	37,205
High School Districts				
Consolidated High School District #230	58,775,000		16.02%	9,415,755
Bremen Community High School District #228	31,930,000		20.58%	6,571,194
Lincolnway High School District #210 (Will County)	212,463,543	(6)	9.02%	19,164,212
Rich Township High School District #227	45,675,000	(7)	7.09%	3,238,358
Community College Districts				
Moraine Valley Community College #524	78,850,000		7.49%	5,905,865
South Suburban Community College #510	16,943,297	(6)(7)	7.99%	1,353,769
Joliet Community College #525 (Will County)	11,457,055	(7)	1.72%	197,061
Prairie State Community College #515	13,277,040	(6)	2.36%	313,338
Other than Schools				
Cook County (Includes Forest Preserve District)	3,666,120,000		0.80%	29,328,960
Will County (Includes Forest Preserve District)	192,769,545	(6)(7)	1.68%	3,238,528
Metropolitan Water Reclamation District of Greater Chicago	2,115,927,756		0.82%	17,350,608
Park Districts				
Tinley Park Park District	11,815,000		98.86%	11,680,309
Frankfort Square Park District	3,840,632	(7)	35.32%	1,356,511
Mokena Park District	3,910,000		5.78%	225,998
Total Overlapping Bonded Debt:	$6,630,790,593			$ 162,174,393

Per Capita Overlapping Debt (3)	$2,780.62
Percent of Overlapping Debt to 2009 EAV (4)	9.03%
Percent of Overlapping Debt to estimated 2009 Market Value (5)	3.01%
Total Direct and Overlapping Bonded Debt:	$217,384,393
Per Capita Direct and Overlapping Debt (3)	$3,727.25
Percent of Direct and Overlapping Debt to 2009 EAV (4)	12.10%
Percent of Direct and Overlapping Debt to estimated 2009 Market Value (5)	4.03%

(1) Debt information for overlapping and direct debt is as of November 22, 2010 and the dated date of the bonds, respectively.
(2) Includes the Bonds.
(3) Based on the Village's 2006 special census of 58,323.
(4) Based on the Village's 2009 EAV of $1,796,096,943.
(5) Based on the Village's estimated 2009 Market Value of $5,388,290,829.
(6) Includes original principal amounts of outstanding General Obligation Capital Appreciation Bonds.
(7) Excludes principal amounts of outstanding General Obligation (Alternate Revenue Source) Bonds which are expected to be paid from sources other than general taxation.

Sources: The Village and the Cook and Will County Clerk's Offices.

Debt History

There is no record of default on obligations of the Village.

Short Term Borrowing

In November 2008, the Village authorized a $7 million Taxable General Obligation Line of Credit Note with First Midwest Bank. The Line of Credit is revolving and would expire on November 6, 2011 if executed. The Village has not drawn on the Line of Credit.

Future Financing

The Village does not anticipate issuing additional debt in the next twelve months.

LABOR CONTRACTS

The Village has 194 full time employees and approximately 274 part time and seasonal employees. Approximately 53.6% of the full time employees are represented by labor organizations. The following table illustrates the labor organizations that represent the Village employees, the number of members and the expiration date of the present contracts.

	Membership	Contract Expiration Date
Police Officers	64	April 30, 2012
Public Works Employees	40	1st Contract in Negotiation
Total	104	

Source: The Village

PENSION PLANS

For information relating to the Village's pension plans, see the notes and the Required Supplementary Information to the Village's basic purpose financial statements for the fiscal year ended April 30, 2010, which have been attached hereto as Appendix A.

SUMMARY OF HISTORICAL FINANCIAL OPERATIONS

Village of Tinley Park
General Fund - Balance Sheet
Fiscal Years Ended April 30, 2008 Through 2010

	2008	2009	2010
Assets:			
Cash and equivalents	$ 2,150	$ 8,935,232	$ 9,653,715
Investments	8,902,028	0	0
Receivables			
Property Taxes	10,107,349	10,498,850	10,740,398
Accounts	334,733	342,041	419,019
Intergovernmental	3,594,823	3,891,373	4,588,316
Due from other funds	0	0	0
Total assets	$ 22,941,083	$ 23,667,496	$ 25,401,448
Liabilities:			
Accounts Payable	$ 930,298	$ 848,763	$ 786,530
Accrued Payroll	371,886	807,034	612,349
Deposits	7,940	5,629	2,044
Due to other funds	88,456	88,456	0
Unearned Revenue	14,210,452	15,342,602	17,814,667
Total Liabilities	$ 15,609,032	$ 17,092,485	$ 19,215,590
Fund Balance:			
Total Fund Balance	$ 7,332,051	$ 6,575,011	$ 6,185,585
Total Liabilities and Fund Balance	$ 22,941,083	$ 23,667,496	$ 25,401,448

Source: The Village's Comprehensive Annual Financial Report for the fiscal years 2008, 2009 and 2010.

Village of Tinley Park
General Fund - Statement of Revenues, Expenses and Changes in Fund Balances
Fiscal Years Ended April 30, 2008 Through 2010

	2008	2009	2010
Revenues:			
Program:			
Charges for services	$ 227,965	$ 479,046	$ 284,934
Licenses, permits and fees	1,976,834	2,250,019	1,842,159
Intergovernmental	5,997,908	5,624,525	3,665,383
Fines, forfeitures and reimbursements	911,226	944,587	991,793
General:			
Property taxes	13,277,915	14,567,561	16,068,095
Other taxes	11,934,252	11,331,420	10,836,238
Interest	392,072	284,646	194,891
Miscellaneous	340,843	343,601	328,467
Total Revenues	$ 35,059,015	$ 35,825,405	$ 34,211,960
Expenditures:			
General government	$ 2,462,472	$ 2,468,780	$ 2,408,113
General overhead	2,315,237	2,370,968	2,143,671
Police	13,311,955	14,213,405	14,228,341
Fire	3,353,579	3,612,339	3,366,651
Emergency management agency (EMA)	920,615	940,193	946,120
Road and bridge	3,838,450	3,904,176	3,504,827
Electrical	972,884	958,486	904,966
Municipal building and grounds	765,336	703,259	613,593
Community development	1,242,791	1,235,150	1,227,885
Boards, commissions and committees	212,733	146,978	117,520
Senior bus services	104,435	96,904	76,789
Village bus services	20,244	27,320	37,986
Economic incentives	800,764	744,183	807,392
Total Expenditures	$ 30,321,495	$ 31,422,141	$ 30,383,854
Excess of Revenues Over Expenditures	$ 4,737,520	$ 4,403,264	$ 3,828,106
Other financing sources (uses):			
Transfers in	$ 0	$ 26,532	$ 114,754
Transfers (out)	(3,292,243)	(5,186,836)	(4,332,013)
Change in fund balance	1,445,277	(757,040)	(389,153)
Fund balance – beginning of year	5,886,774	7,332,051	6,575,011
Fund balance - end of year	$ 7,332,051	$ 6,575,011	$ 6,185,858

Source: The Village's Comprehensive Annual Financial Report for the fiscal years 2008, 2009 and 2010.

ECONOMIC PROFILE

Employment

The employment opportunities available to residents in the Village and the surrounding metropolitan area have contributed to a very favorable employment rates for the Village. The following table sets forth the rates of unemployment for the Village, the Counties, the State and the United States for the last five years.

Comparative Unemployment Rates

Year	Village of Tinley Park	Cook County	Will County	State of Illinois	United States
2005	5.1%	6.4%	5.1%	5.8%	5.1%
2006	3.8	4.7	4.2	4.6	4.6
2007	3.8	5.1	4.7	5.0	4.6
2008	5.0	6.5	6.1	6.5	5.8
2009	8.6	10.3	10.1	10.1	9.3
2010 (as of Aug.)	8.5	10.2	9.7	9.9	9.6

Source: Illinois Department of Employment Security, Department of Economic Information and Analysis

According to the 2000 Census data, Village residents have a wide variety of occupations. The following table categorizes occupations for the Village's employed residents 16 years of age and older for the Village, the Counties and the State of Illinois.

Occupational Categories

Occupational Category	Village of Tinley Park	Cook County	Will County	State of Illinois
Management, professional, and related occupations	36.2%	35.2%	33.9%	34.2%
Service occupations	11.0	14.0	12.0	13.9
Sales and office occupations	30.2	28.5	28.4	27.6
Farming, fishing, and forestry occupations	0.1	0.1	0.1	0.3
Construction, extraction, and maintenance occupations	11.4	7.1	11.2	8.2
Production, transportation, and material moving occupations	11.3	15.1	14.4	15.7

Source: U.S. Department of Commerce, Census Bureau

According to the 2000 Census data, Village residents work in a variety of industries. The following table categorizes the industries that the Village's residents (16 years of age and older) are employed by for the Village.

Village of Tinley Park
Industry Category

Industry Category	Village of Tinley Park	Percent
Agriculture, forestry, fishing and hunting, and mining	14	0.1%
Construction	2,241	8.9
Manufacturing	3,039	12.1
Wholesale trade	902	3.6
Retail trade	3,354	13.4
Transportation and warehousing, and utilities	1,544	6.2
Information	560	2.2
Finance, insurance, real estate, and rental and leasing	2,511	10.0
Professional, scientific, management, administrative, and waste management services	2,361	9.4
Educational, health and social services	5,097	20.3
Arts, entertainment, recreation, accommodation and food services	1,498	6.0
Other services (except public administration)	1,087	4.3
Public administration	847	3.4
Total	25,055	100.0%

Source: U.S. Department of Commerce, Census Bureau

The following table reflects the diversity of the major employers in the Village by the products manufactured or services performed and the approximate number of employees.

Village of Tinley Park
Representative Large Employers

Company	Business Product	Employees
Panduit Corporation	Manufacturer – Networking and Electrical	1,000
Comcast Corporation	Customer Service Call Center	600
Kirby School District 140	Elementary School District	540
Village of Tinley Park	Municipal Government	419
Target	Retail Shopping Center	350
Consolidated School District 146	School District	327
St. Coletta's of Illinois	Not-for-profit foundation	320
Consolidated High School District 230	High School District	275
Menards	Retail Shopping Center	230
Springfield Service Corp.	Call Center	230

Sources: Phone canvas of employers, Illinois Manufacturers and Services Directories, Harris Illinois Industrial Directory

Education

The educational background of Village residents as compared to the Counties and the State of Illinois is illustrated in the following table:

Education Levels For Persons 25 Years of Age And Older

	Village of Tinley Park	Cook County	Will County	State of Illinois
Less than 9th grade	3.7%	9.6%	4.3%	7.5%
9th or 12th grade, no diploma	6.9	12.7	8.8	11.1
High school graduate	30.8	24.2	29.1	27.7
Some college, no degree	25.7	20.3	25.1	21.6
Associate degree	8.2	5.2	7.2	6.1
Bachelor's degree	17.4	17.2	17.8	16.5
Graduate or professional degree	7.4	10.8	7.7	9.5
Percent high school graduate or higher	89.5	77.7	86.9	81.4
Percent bachelor's degree or higher	24.8	28.0	25.5	26.1

Source: U.S. Department of Commerce, Census Bureau

Estimated Retail Sales

The following table reflects the breakdown of retail sales according to major purchase categories for the Village, the Counties and the State for the year ended 2009.

2009 Comparative Retail Sales By Classification

	Village of Tinley Park		Cook County		Will County		State of Illinois	
	Retail Sales	Percent of Total	Retail Sales	Percent of Total	Retail Sales	Percent of Total	Retail Sales	Percent of Total
General Merchandise	$211,551,811	21.76%	$6,181,701,300	11.58%	$1,001,419,914	15.21%	$19,760,606,793	13.85%
Food	84,350,442	8.68%	8,054,226,339	15.09%	831,829,226	12.63%	18,823,743,751	13.20%
Drinking and Eating Places	93,729,095	9.64%	8,196,945,783	15.36%	685,793,291	10.41%	16,892,478,581	11.84%
Apparel	17,735,189	1.82%	2,891,460,333	5.42%	120,275,032	1.83%	5,249,919,884	3.68%
Furniture and Radio	36,000,113	3.70%	2,696,082,700	5.05%	359,803,099	5.46%	6,754,904,399	4.74%
Lumber and Building Hardware	33,892,581	3.49%	2,301,256,943	4.31%	467,233,888	7.09%	7,460,105,846	5.23%
Automotive and Gas Stations	315,115,018	32.41%	8,867,830,792	16.62%	1,288,339,041	19.56%	28,152,416,101	19.74%
Drugs and Miscellaneous Retail	97,078,986	9.98%	8,400,210,926	15.74%	963,025,203	14.62%	21,583,488,312	15.13%
Agriculture and All Others	78,194,123	8.04%	4,705,091,308	8.82%	685,768,575	10.41%	14,968,988,864	10.49%
Manufacturers	4,669,073	0.48%	1,076,990,373	2.02%	182,003,815	2.76%	2,991,532,503	2.10%
Totals	$972,316,431	100.00%	$53,371,796,797	100.00%	$6,585,491,084	100.00%	$142,638,185,034	100.00%

Source: Illinois Department of Revenue

Housing and Construction

A history of building permits in the Village for the last five calendar years is as follows:

Building Permits

	Single Family		Multi-Family			
Year	Number of Units	Value	Number of Units	Value	Other Value	Total Value
2004	223	$49,911,953	256	$35,092,000	54,273,168	$139,277,121
2005	197	49,038,657	247	34,010,276	39,671,486	122,720,419
2006	150	39,210,838	57	8,046,000	101,252,896	148,509,731
2007	61	17,798,587	34	5,494,950	65,969,775	89,263,312
2008	21	5,661,770	9	1,540,000	90,609,082	97,810,852

Source: The Village

The 2000 Census reported that 69.1% of the 17,480 occupied housing units in the Village were owner-occupied. The median home value of owner occupied homes in the Village was $169,300. Selected home value data relative to values of owner-occupied housing units in the Village compared with the Counties and the State of Illinois are as follows:

Home Values as of 2000 Census

Value of Specified Owner-Occupied Units	Village of Tinley Park	Cook County	Will County	State of Illinois
Under 50,000	0.4%	1.9%	1.4%	9.3%
$50,000 to $99,999	4.5	17.3	16.8	26.4
$100,000 to $149,999	28.0	26.8	29.4	23.6
$150,000 to $199,999	38.3	22.5	24.7	17.4
$200,000 to $299,999	23.1	18.1	18.9	14.0
$300,000 or more	5.7	13.4	8.9	9.4

Source: U.S. Department of Commerce, Census Bureau

Income

The following table sets forth the household income by category derived from the 2000 Census for the Village compared with the Counties and the State of Illinois.

Household Income as of 2000 Census

Household Income	Village of Tinley Park	Cook County	Will County	State of Illinois
Under $10,000	3.1%	9.8%	3.8%	8.3%
$10,000 to $14,999	3.1	5.4	3.0	5.5
$15,000 to $24,999	8.3	10.9	7.3	11.3
$25,000 to $34,999	8.3	11.7	8.8	11.9
$35,000 to $49,999	14.9	16.0	14.2	16.2
$50,000 to $74,999	25.3	19.8	24.9	20.7
$75,000 to $99,999	18.9	11.3	17.0	11.6
$100,000 to $149,999	13.5	9.2	14.7	9.0
$150,000 to $199,999	3.0	2.7	3.6	2.6
$200,000 or more	1.6	3.2	2.7	2.8
Median household income	$61,648	$45,922	$62,238	$46,590

Source: U.S. Department of Commerce, Census Bureau

BOND RATING

Standard & Poor's Ratings Services, a division of The McGraw-Hill Companies, Inc. (S&P), has assigned its rating of "AA+" to the Bonds. There is no assurance that such rating will prevail for any given period of time or that they will not be revised downward or withdrawn entirely by such rating agency if, in its judgment, circumstances so warrant. Any such downward revision or withdrawal of such rating may have an adverse effect on the market price of the Bonds. Any rating assigned represents only the view of the rating agency. The definitions furnished by the rating agency for its rating may be obtained from the rating agency.

TAX TREATMENT

Interest on the Bonds is includible in gross income for federal income purposes. Ownership of the Bonds may result in other federal income tax consequences to certain taxpayers. Bondholders should consult their tax advisors with respect to the inclusion of interest on the Bonds in gross income for federal income tax purposes and any collateral tax consequences. Interest on the Bonds is not exempt from present State of Illinois income taxes. Ownership of the Bonds may result in other state and local tax consequences to certain taxpayers, and Bond Counsel expresses no opinion regarding any such consequences arising with respect to the Bonds.

The Village may deposit moneys or securities in escrow in such amount and manner as to cause the Bonds to be deemed to be no longer outstanding under the Bond Ordinance (a "defeasance"). A defeasance of the Bonds may be treated as an exchange of the Bonds by the holders thereof and may therefore result in gain or loss to the holders. Bondholders should consult their own tax advisors about the consequences if any of such a defeasance. The Village is required to provide notice of defeasance of the Bonds as a reportable event under its Continuing Disclosure Undertaking.

Build America Bonds

As part of the American Recovery and Reinvestment Act of 2009 (the "Recovery Act"), Congress added provisions to the Internal Revenue Code of 1986, as amended (the "Code") that permit state or local governments to obtain certain tax advantages when issuing certain taxable obligations, referred to as "Build America Bonds." A Build America Bond must satisfy certain requirements, including that the interest on the Build America Bonds would be, but for the issuer's election to treat such bonds as Build America Bonds, excludable from gross income under Section 103 of the Code. The Village intends to make or has made an irrevocable election to treat the Bonds as Build America Bonds. The Village also intends to make or has made an irrevocable election to treat the Bonds as Build America Bonds that are "qualified bonds" as defined in the Code. As a result of these elections, interest on the Bonds will be includable in gross income of the holders thereof for federal income tax purposes and the holders of the Bonds will not be entitled to any tax credits as a result either of ownership of the Bonds or of receipt of any interest payments on the Bonds. Bondholders should consult their tax advisors with respect to the inclusion of interest on the Bonds in gross income for federal income tax purposes.

Federal tax law contains a number of requirements and restrictions that apply to the Bonds in order for them to be Build America Bonds and "qualified bonds," including investment restrictions, periodic payments of arbitrage profits to the United States, requirements regarding the proper use of bond proceeds and the facilities financed therewith, and certain other matters. The Village has covenanted to comply with requirements that must be satisfied in order for the Bonds to be qualified Build America Bonds. Failure to comply with certain of such covenants could cause the Bonds to not be qualified Build America Bonds (and consequently could prevent the allowance of Build America Payments described below) retroactively to the date of issuance of the Bonds.

As a consequence of the Bonds being Build America Bonds and "qualified bonds" under Section 54AA of the Code, the Village will be entitled to apply for certain tax credits under Section 6431 of the Code (the "Build America Payments"). If for any reason the Bonds cease to be Build America Bonds that are "qualified bonds" under Section 54AA of the Code, the Village will not be entitled to receive such Build America Payments.

Under Section 6431 of the Code, the Village will apply to receive Build America Payments directly from the Secretary of the U.S. Treasury. The amount of each Build America Payment is set in Section 6431 of the Code at 35 percent of the corresponding interest payable on the related qualified Build America Bond. If received by the Village, the Build America Payments will be revenues of the Village and are not pledged to the payment of the Bonds.

To receive a Build America Payment, under currently existing procedures, the Village is required to file a tax return between 90 and 45 days prior to each interest payment date. The procedures provide that the Village should expect to receive the Build America Payment within 45 days of filing the return. Depending on the timing of the filing, the Build America Payment may be received before or after the corresponding interest payment.

No assurances are provided that the Village will receive Build America Payments. The amount of any Build America Payment is subject to legislative changes by Congress. Also, Build America Payments are subject to offset against certain amounts that may, for unrelated reasons, be owed by the Village to an agency of the United States of America.

Circular 230

This Official Statement contains tax advice written to market the Bonds. This subsection is informing Bondholders of the following as required under Treas. Reg. §10.35 which is contained in the rules of practice before the Internal Revenue Service, commonly known as Circular 230.

The tax advice contained in this Official Statement is not intended or written by the Village, its Bond Counsel, or any other tax practitioner to be used, and it cannot be used, by any taxpayer for the purpose of avoiding penalties that may be imposed on the taxpayer. The tax advice contained in this Official Statement was written to support the promotion or marketing of the Bonds. Each taxpayer should seek advice based on the taxpayer's particular circumstances from an independent tax advisor.

The Village and its Bond Counsel impose no restrictions or limitations on disclosing the content of this Official Statement or of any details of the structure of the Bonds or on the tax treatment or tax structure of the Bonds and the use of proceeds thereof.

CERTAIN LEGAL MATTERS

Certain legal matters incident to the authorization, issuance and sale of the Bonds are subject to the approving legal opinion of Chapman and Cutler LLP, Chicago, Illinois, as Bond Counsel (the "Bond Counsel") who has been retained by, and acts as, Bond Counsel to the Village. Bond Counsel has not been retained or consulted on disclosure matters and has not undertaken to review or verify the accuracy, completeness or sufficiency of this Official Statement or other offering material relating to the Bonds and assumes no responsibility for the statements or information contained in or incorporated by reference in this Official Statement, except that in its capacity as Bond Counsel, Chapman and Cutler LLP has, at the request of the Village, reviewed only those sections of the Official Statement involving the description of the Bonds, the security for the Bonds (excluding forecasts, projections, estimates or any other financial or economic information in connection therewith), and the description of the federal tax status of interest on the Bonds. This review was undertaken solely at the request and for the benefit of the Village and did not include any obligation to establish or confirm factual matters set forth herein.

CONTINUING DISCLOSURE

The Village will enter into a Continuing Disclosure Undertaking (the "Undertaking") for the benefit of the beneficial owners of the Bonds to send certain information annually and to provide notice of certain events to the Municipal Securities Rulemaking Board (the "MSRB") pursuant to the requirements of Section (b)(5) of Rule 15c2-12 (the "Rule") adopted by the Securities and Exchange Commission (the "Commission") under the Securities Exchange Act of 1934 Act. The information to be provided on an annual basis, the events which will be noticed on an occurrence basis and a summary of other terms of the Undertaking, including termination, amendment and remedies, are set forth below under "The Undertaking."

The Village has not failed to comply in all material respects with each and every undertaking previously entered into by it pursuant to the Rule. A failure by the Village to comply with the Undertaking will not constitute a default under the Bond Resolution and beneficial owners of the Bonds are limited to the remedies described in the Undertaking. See "The Undertaking—Consequences of Failure of the Village to Provide Information." A failure by the Village to comply with the Undertaking must be reported in accordance with the Rule and must be considered by any broker, dealer or municipal securities dealer before recommending the purchase or sale of the Bonds in the secondary market. Consequently, such a failure may adversely affect the transferability and liquidity of the Bonds and their market price.

Bond Counsel expresses no opinion as to whether the Undertaking complies with the requirements of Section (b)(5) of the Rule.

THE UNDERTAKING

The following is a brief summary of certain provisions of the Undertaking of the Village and does not purport to be complete. The statements made under this caption are subject to the detailed provisions of the Undertaking, a copy of which is available upon request from the Village.

Annual Financial Information Disclosure

The Village covenants that it will disseminate its Annual Financial Information and its Audited Financial Statements, if any (as described below) to the MSRB in such manner and format and accompanied by identifying information as is prescribed by the MSRB or the Commission at the time of delivery of such information. The Village is required to deliver such information so that such entities receive the information by the dates specified in the Undertaking. MSRB Rule G-32 requires all EMMA filings to be in word-searchable PDF format. This requirement extends to all documents to be filed with EMMA, including financial statements and other externally prepared reports.

"Annual Financial Information" means the financial information and operating data consistent with the information contained in the Official Statement under the sections: "REAL PROPERTY ASSESSMENT, TAX LEVY AND COLLECTION PROCEDURES" and "VILLAGE DEBT" (excluding Overlapping Debt).

"Audited Financial Statements" means the combined financial statements of the Village prepared in accordance with generally accepted auditing standards and Government Auditing Standards, issued by the Comptroller General of the United States.

Reportable Events Disclosure

The Village covenants that it will disseminate in a timely manner (not in excess of ten business days after the occurrence of the Reportable Event) Reportable Events Disclosure to the MSRB in such manner and format and accompanied by identifying information as is prescribed by the MSRB or the Commission or the State at the time of delivery of such information. MSRB Rule G-32 requires all EMMA filings to be in word-searchable PDF format. This requirement extends to all documents to be filed with EMMA, including financial statements and other externally prepared reports. The "Events" are:

- Principal and interest payment delinquencies
- Non-payment related defaults, if material
- Unscheduled draws on debt service reserves reflecting financial difficulties
- Unscheduled draws on credit enhancements reflecting financial difficulties
- Substitution of credit or liquidity providers, or their failure to perform
- Adverse tax opinions, the issuance by the Internal Revenue Service of proposed or final determinations of taxability, Notices of Proposed Issue (IRS Form 5701-TEB) or other material notices or determinations with respect to the tax status of the security, or other material events affecting the tax status of the security
- Modifications to the rights of security holders, if material
- Bond calls, if material, and tender offers
- Defeasances
- Release, substitution or sale of property securing repayment of the securities, if material
- Rating changes
- Bankruptcy, insolvency, receivership or similar event of the Issuer*
- The consummation of a merger, consolidation, or acquisition involving the Issuer or the sale of all or substantially all of the assets of the Issuer, other than in the ordinary course of business, the entry into a definitive agreement to undertake such an action or the termination of a definitive agreement relating to any such actions, other than pursuant to its terms, if material
- Appointment of a successor or additional trustee or the change of name of a trustee, if material

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* This event is considered to occur when any of the following occur: the appointment of a receiver, fiscal agent or similar officer for the Issuer in a proceeding under the U.S. Bankruptcy Code or in any other proceeding under state or federal law in which a court or governmental authority has assumed jurisdiction over substantially all of the assets or business of the Issuer, or if such jurisdiction has been assumed by leaving the existing governing body and officials or officers in possession but subject to the supervision and orders of a court or governmental authority, or the entry of an order confirming a plan of reorganization, arrangement or liquidation by a court or governmental authority having supervision or jurisdiction over substantially all of the assets or business of the Issuer.

Consequences of Failure of the Village to Provide Information

The Village shall give notice in a timely manner to the MSRB of any failure to provide disclosure of Annual Financial Information and Audited Financial Statements when the same are due under the Undertaking.

In the event of a failure of the Village to comply with any provision of the Undertaking, the beneficial owner of any Bond may seek mandamus or specific performance by court order to cause the Village to comply with its obligations under the Undertaking. A default under the Undertaking shall not be deemed a default under the Ordinance, and the sole remedy under the Undertaking in the event of any failure of the Village to comply with the Undertaking shall be an action to compel performance.

Amendment; Waiver

Notwithstanding any other provision of the Undertaking, the Village by resolution authorizing such amendment or waiver, may amend the Undertaking, and any provision of the Undertaking may be waived, if:

(a)(i) The amendment or the waiver is made in connection with a change in circumstances that arises from a change in legal requirements, including, without limitation, pursuant to a "no-action" letter issued by the Commission, a change in law, or a change in the identity, nature, or status of the Village, or type of business conducted; or

(ii) The Undertaking, as amended, or the provision, as waived, would have complied with the requirements of the Rule at the time of the primary offering, after taking into account any amendments or interpretations of the Rule, as well as any change in circumstances; and

(b) The amendment or waiver does not materially impair the interests of the beneficial owners of the Bonds, as determined by parties unaffiliated with the Village (such as Bond Counsel).

In the event that the Commission or the MSRB or other regulatory authority approves or requires Annual Financial Information or notices of a Reportable Event to be filed with a central post office, governmental agency or similar entity other than the MSRB or in lieu of the MSRB, the Village shall, if required, make such dissemination to such central post office, governmental agency or similar entity without the necessity of amending the Undertaking.

Termination of Undertaking

The Undertaking shall be terminated if the Village shall no longer have any legal liability for any obligation on or relating to repayment of the Bonds under the Ordinance. The Village shall give notice to the MSRB in a timely manner if this paragraph is applicable.

Additional Information

Nothing in the Undertaking shall be deemed to prevent the Village from disseminating any other information, using the means of dissemination set forth in the Undertaking or any other means of communication, or including any other information in any Annual Financial Information or Audited Financial Statements or notice of occurrence of a Reportable Event, in addition to that which is required by the Undertaking. If the Village chooses to include any information from any document or notice of occurrence of a Reportable Event in addition to that which is specifically required by the Undertaking, the Village shall have no obligation under the Undertaking to update such information or include it in any future disclosure or notice of occurrence of a Reportable Event.

Dissemination of Information; Dissemination Agent

When filings are required to be made with the MSRB in accordance with the Undertaking, such filings are required to be made through its Electronic Municipal Market Access (EMMA) system for municipal securities disclosure or through any other electronic format or system prescribed by the MSRB for purposes of the Rule.

The Village may, from time to time, appoint or engage a Dissemination Agent to assist it in carrying out its obligations under the Undertaking, and may discharge any such Agent, with or without appointing a successor Dissemination Agent.

LITIGATION

There is no controversy or litigation of any nature now pending against the Village, or to the knowledge of its officers, threatened, seeking to restrain or enjoin the issuance, sale, execution or delivery of the Bonds, or in any way contesting or affecting the validity of the Bonds or any proceedings of the Village taken with respect to the issuance or sale thereof, or the pledge or application or any moneys or security provided for the payment of the Bonds or the existence of the Village or any of its powers, or the use of the proceeds of the Bonds.

There is no other controversy of any nature now pending against the Village, or to the knowledge of its officers, threatened, which, if successful, would materially adversely affect the operations or financial condition of the Village.

UNDERWRITING

The Bonds have been purchased at a public, competitive sale by BMO Capital Markets GKST Inc. (the "Underwriter") at a price of $14,086,449.20 (par plus a reoffering premium of $41,716.65 and less an Underwriter's discount of $110,267.45). The Underwriter is committed to take and pay for all of the Bonds if any are taken. The Underwriter has represented to the Village that the Bonds have been subsequently re-offered to the public initially at the prices set forth on the inside cover of the Official Statement. The Underwriter reserves the right to join with other dealers and other underwriters in offering the Bonds to the public.

FINANCIAL ADVISOR

Robert W. Baird & Co., Naperville, Illinois (the "Financial Advisor"), has been retained by the Village to provide certain financial advisory services to the Village. The Financial Advisor's fees are expected to be paid from Bond proceeds.

MISCELLANEOUS

Any statements made in this Official Statement involving matters of opinion or of estimates, whether or not so expressly stated, are set forth as such and not as representations of fact, and no representation is made that any of the estimates will be realized. Bond Counsel has not participated in the preparation of this Official Statement and will not pass on its accuracy, completeness or sufficiency. Bond Counsel has not examined or attempted to examine or verify any of the financial or statistical statements or data contained in this Official Statement, and will express no opinion with respect thereto. The execution and delivery of this Official Statement by its President has been duly authorized by the Village.

In accordance with SEC Rule 15c2-12, the Preliminary Official Statement is deemed Final.

OFFICIAL STATEMENT AUTHORIZATION

The Village will provide to the Underwriter at the time of delivery of the Bonds, a certificate confirming to the Underwriter that, to the best of its knowledge and belief, the Official Statement with respect to the Bonds, together with any supplements thereto at the time of delivery of the Bonds, was true and correct in all material respects and did not at any time contain any untrue statement of a material fact or omit to state a material fact required to be stated, where necessary to make the statements therein, in light of the circumstances under which they were made, not misleading.

This Official Statement has been duly executed and delivered by the Village.

Village of Tinley Park, Cook and Will Counties, Illinois

By: /s/ Edward J. Zabrocki
Its: President

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Village of Tinley Park

BASIC FINANCIAL STATEMENTS AND RELATED NOTES

Fiscal Year Ended April 30, 2010

This appendix contains the general purpose financial statements (excluding supplemental financial information) and related notes for the Village's fiscal year ended April 30, 2010. The general purpose financial statements and related notes were prepared by the Village in accordance with generally accepted accounting principles and were audited by McGladrey & Pullen LLP. The Village did not request the approval of McGladrey & Pullen LLP, and did not include in this appendix its independent auditor's report dated September 17, 2010. The Village's Treasurer has advised, and will certify to the Underwriters, that the information contained in this appendix fairly represents the financial condition of the Village and there has been no material adverse change in the financial condition of the Village from the date of the independent auditor's report to the date of delivery of the Bonds. The supplemental financial information for the fiscal year ended April 30, 2010 is available from the Village.

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Village of Tinley Park, Illinois

Management's Discussion and Analysis

April 30, 2010

The Village of Tinley Park's (the "Village") management discussion and analysis (MD&A) is designed to (1) assist the reader in focusing on significant financial issues, (2) provide an overview of the Village's financial activity, (3) identify changes in the Village's financial position (its ability to address the next and subsequent year challenges), (4) identify any material deviations from the financial plan (the approved budget), and (5) identify individual fund issues or concerns

Since the Management's Discussion and Analysis (MD&A) is designed to focus on the current year's activities, resulting changes and currently known facts, please read it in conjunction with the Transmittal Letter (beginning on page i) and the Village's financial statements (beginning on page 16)

Using the Financial Section of this Comprehensive Annual Report

For more than 20 years, the primary focus of local governmental financial statements had been summarized fund type information on a current financial resource basis This approach was modified by the Government Accounting Standards Board, and beginning with the fiscal year ended April 30, 2004, the Village's financial statements present two kinds of statements, each with a different snapshot of the Village's finances. Both perspectives (government-wide and major fund) allow the user to address relevant questions, broaden a basis for comparison (year-to-year or government-to-government) and enhance the Village's accountability

Government-Wide Financial Statements

The government-wide financial statements (see pages 16-18) are designed to emulate the corporate sector in that all governmental and business-type activities are consolidated into columns which add to a total for the Primary Government. The focus of the Statement of Net Assets (the "Unrestricted Net Assets") is designed to be similar to bottom line results for the Village and its governmental and business-type activities. This statement combines and consolidates the governmental funds' current financial resources (short-term spendable resources) with capital assets and long-term obligations using the accrual basis of accounting and economic resources measurement focus.

The Statement of Activities (see page 18) is focused on both the gross and net cost of various activities (including governmental and business-type), which are supported by the government's general taxes and other resources. This is intended to summarize and simplify the user's analysis of the cost of various governmental services and/or subsidy to various business-type activities.

The Governmental Activities reflect the Village's basic services, including public safety (police, fire, and emergency services), public works (road and bridge, and facilities maintenance), and administration. Shared state sales and income taxes, and the local property tax finance the majority of these services. The Business-type Activities reflect private sector type operations (Waterworks and Sewerage, and Commuter Parking Lot), where the fee for service is typically expected to cover all or most of the cost of operation, including depreciation.

Fund Financial Statements

Traditional users of governmental financial statements will find the Fund Financial Statements presentation more familiar. However, the focus is on Major Funds rather than fund types of the previous reporting model

The Governmental Funds (see pages 19-22) are presented on a sources and uses of liquid resources basis This is the manner in which the financial plan (the budget) is typically developed The flow and availability of liquid resources is a clear and appropriate focus of any analysis of a government Funds are established for various purposes and the Fund Financial Statements allow the demonstration of sources and uses and/or budgeting compliance associated therewith

The Fund Financial Statements also allow the government to address its Fiduciary Funds (Police Pension and certain Agency funds, see pages 28-29). While these Funds represent trust responsibilities of the government, these assets are restricted in purpose and do not represent discretionary assets of the government Therefore, these assets are not presented as part of the Government-Wide Financial Statements.

While the Business-type Activities column on the Business-type Fund Financial Statements (see pages 23-27) is the same as the Business-type column on the Government-Wide Financial Statement, the Governmental Funds Total column requires a reconciliation because of the different measurement focus (current financial resources versus total economic resources) which is reflected on the page following each statement (see pages 20 and 22) The flow of current financial resources will reflect bond proceeds and interfund transfers as other financial sources as well as capital expenditures and bond principal payments as expenditures. The reconciliation will eliminate these transactions and incorporate the capital assets and long-term obligation (bonds and others) into the Governmental Activities column (in the Government-wide financial statements)

Infrastructure Assets

Historically, a government's largest group of assets (infrastructure – roads, bridges, storm sewers, etc) were not reported nor depreciated in governmental financial statements The Governmental Accounting Standards Board Statement No 34 (GASB 34) requires that these assets be valued and reported within the Governmental column of the Government-Wide Financial Statements. Additionally, the government must elect to either (1) depreciate these assets over their estimated useful life or (2) develop a system of asset management designed to maintain the service delivery potential of such assets to near perpetuity If the government develops the asset management system (the modified approach) which periodically (at least every third year), by category, measures and demonstrates its maintenance of locally established levels of service standards, the government may record its cost of maintenance in lieu of depreciation The Village has chosen to depreciate assets over their useful lives. If a road project is considered maintenance – a recurring cost that does not extend the road's original useful life or expand its capacity – the cost of the project will be expensed An "overlay" (resurfacing) of a road is considered maintenance and thus expensed, whereas a "rebuild" (reconstruction) of a road will be capitalized

Government-Wide Financial Statements

Statement of Net Assets

Net assets may serve over time as a useful indicator of a government's financial position In the case of the Village, assets exceeded liabilities by $238 5 million as of April 30, 2010, for the primary government (the "Village"), and by $6 4 million for its component unit, the Tinley Park Public Library (the "Library"). As of April 30, 2009, assets exceeded liabilities by $223 6 million for the primary government (the "Village"), and by $4.9 million for its component unit, the Tinley Park Public Library (the "Library").

A significant portion of the Village's net assets as of April 30, 2010 (76%) reflects its investment in capital assets (i e , land, land improvements, storm sewers, water mains, buildings, equipment, and vehicles), less any related debt that is still outstanding which was used to acquire those assets. The Village uses these capital assets to provide services to its citizens; consequently, these assets are not available for future spending. Although the Village's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources since the capital assets themselves cannot be used to liquidate these liabilities.

Table 1 on the following page summarizes the Statement of Net Assets for the current and prior fiscal years

Table 1
Statement of Net Assets
As of April 30, 2009
(in millions)

	Governmental Activities	Business-Type Activities	Total Primary Government
Current Assets	$58.2	$16.2	$74.4
Other Assets	1.4	.1	1.5
Capital Assets	157.6	37.8	195.4
Total Assets	217.2	54.1	271.3
Current Liabilities	22.8	1.4	24.2
Non Current Liabilities	15.9	7.6	23.5
Total Liabilities	38.7	9.0	47.7
Net Assets:			
Invested in Capital Assets, Net of Related Debt	141.6	29.9	171.5
Restricted	3.0	-	3.0
Unrestricted	33.9	15.2	49.1
Total Net Assets	$178.5	$45.1	$223.6

Statement of Net Assets
As of April 30, 2010
(in millions)

	Governmental Activities	Business-Type Activities	Total Primary Government
Current Assets	$79.3	$16.7	$96.0
Other Assets	1.8	0.0	1.8
Capital Assets	166.9	37.5	204.4
Total Assets	248.0	54.2	302.2
Current Liabilities	24.6	1.8	26.4
Non Current Liabilities	30.3	7.0	37.3
Total Liabilities	54.9	8.8	63.7
Net Assets:			
Invested in Capital Assets, Net of Related Debt	150.8	29.9	180.7
Restricted	3.3	-	3.3
Unrestricted	39.0	15.5	54.5
Total Net Assets	$193.1	$45.4	$238.5

For more detailed information see the Statement of Net Assets (pages 16-17).

The Village's combined net assets (the Village's equity) increased $14.9 million from $223.6 million to $238.5 million. Net assets of the Village's governmental activities were $193.1 million and increased by $14.6 million from the prior year. $9.3 million is represented by net additions to Capital Assets ($10.8 million of additions less $1.5 million in deletions). Other assets increased $0.4 million, liabilities increased $16.2 million and current assets increased $21.1 million. The Village's unrestricted net assets for governmental activities, the part of net assets that can be used to finance day-to-day operations, were $39.0 million and increased by $5.1 million over the prior year. Due to the change in classification of restricted assets under GASB 46, now only legally imposed restrictions by outside sources are shown. The net assets of business-type activities were $45.4 million and increased by $0.3 million.

Normal Impacts

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

- **Net Results of Activities** – will impact (increase/decrease) Current Assets and Unrestricted Net Assets.
- **Borrowing for Capital** – will increase Current Assets and Non Current Liabilities (Long-Term Debt).
- **Spending Borrowed Proceeds on New Capital** – will reduce Current Assets and increase Capital Assets. There is also a second impact, an increase in the Invested in Capital Assets portion of Net Assets and an increase in Related Debt which will not change the Invested in Capital Assets, Net of Related Debt.
- **Spending of Non-borrowed Current Assets on New Capital** – will (a) reduce Current Assets and increase Capital Assets; and (b) will reduce Unrestricted Net Assets and increase Invested in Capital Assets, Net of Related Debt.
- **Principal Payment on Debt** – will (a) reduce Current Assets and reduce Non Current Liabilities (Long-Term Debt); and (b) reduce Unrestricted Net Assets and increase Invested in Capital Assets, Net of Related Debt.
- **Reduction of Capital Assets through Depreciation** – will reduce Capital Assets and Invested in Capital Assets, Net of Related Debt.

Current Year Impacts

The Village's net assets increased by $14.9 million during the current fiscal year. Governmental activities resulted in an increase in net assets of $14.6 million while Business-Type activities increased net assets by $0.3 million. Capital outlay associated with governmental activities increased net assets by $10.7 million, and repayment of principal on outstanding debt decreased net assets by $1.3 million. Bonds issued decreased net assets by $16.3 million. Operating losses from Business-Type activities, inclusive of depreciation, decreased net assets by $1.4 million, and non-operating income increased net assets by $.4 million. There were contributions of $2.0 million of water and sewer related infrastructure and $1.7 million of roadway and detention infrastructure by developers.

Continued growth in the community, both residential and commercial, assisted in expanding the property tax base. The growth in the property tax base has allowed the Village to increase its levy request from year to year to sustain operations without placing additional burden on the existing property owners. The Village last conducted a special census during calendar 2006, which has continued to have a positive impact on the various taxes and items distributed by the State of Illinois on a per-capita basis in this fiscal year.

Changes in Net Assets

The following Table 2 summarizes the revenues and expenses for the current and prior fiscal years and highlights the Changes in Net Assets

Table 2
Changes in Net Assets
For the Fiscal Year Ended April 30, 2009
(in millions)

	Governmental Activities	Business-Type Activities	Total Primary Government
REVENUES			
Program Revenues			
Charges for Services	$4 1	$12 9	$ 17 0
Operating and Capital Grants & Contributions	2 6	0 1	2 7
General Revenues			
Property Taxes	19 7	-	19.7
Other Taxes	18 1	-	18 1
Miscellaneous	1 8	0.3	2 1
Total Revenues	46.3	13.3	59.6
EXPENSES			
General Government	9 5	-	9.5
Public Works	9 1	16.5	25 6
Public Safety	22 1	-	22 1
Social Services	2 6	-	2.6
Interest	8	-	8
Total Expenses	44 1	16 5	60 6
Excess (deficiency) before transfers	2 2	(3 2)	(1.0)
Transfers	3 3	(3.3)	0 0
CHANGE IN NET ASSETS	5.5	(6.5)	(1.0)
ENDING NET ASSETS	$178.5	$ 45.1	$223.6

2009 Governmental Activities Revenues

Charges for Services ■ Operating Grants
□ Property Taxes □ Other Taxes
■ Other

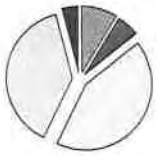
2009 Governmental Activities Expenses

General Government ■ Public Works
□ Public Safety □ Social Services
■ Interest

Table 2 (continued)
Changes in Net Assets
For the Fiscal Year Ended April 30, 2010
(in millions)

	Governmental Activities	Business-type Activities	Total Primary Government
REVENUES			
Program Revenues			
Charges for Services	$ 4 0	$14 3	$ 18 3
Operating and Capital Grants & Contributions	2.9	2.1	5 0
General Revenues			
Property Taxes	22 6	-	22.6
Other Taxes	17.0	-	17.0
Miscellaneous	1.5	0.2	1.7
Total Revenues	48 0	16.6	64.6
EXPENSES			
General Government	6.8	-	6 8
Public Works	6.2	16.1	22 3
Public Safety	17 8	-	17 8
Social Services	2.1	-	2 1
Interest	0.6	-	0 6
Total Expenses	33.5	16 1	49 6
Excess (deficiency) before transfers	14.5	0 5	15 0
Transfers	0 2	(0.2)	0 0
CHANGE IN NET ASSETS	14.7	0.3	15.0
ENDING NET ASSETS	$193.1	$ 45.4	$238.5

2010 Governmental Activities Revenues



Charges for Services ■ Operating Grants
□ Property Taxes □ Other Taxes
■ Other

2010 Governmental Activities Expenses

General Government ■ Public Works
□ Public Safety □ Social Services
■ Interest

Normal Impacts
There are eight basic impacts on revenues and expenses as reflected below

Revenues:

- Economic Condition – which can reflect a declining, stable or growing economic environment and has a substantial impact on state income, sales and utility tax revenue as well as public spending habits for building permits, elective user fees and volumes of consumption

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

- Changing Patterns in Intergovernmental and Grant Revenue (both recurring and non-recurring) – certain recurring revenues (state shared revenues, etc) may experience significant changes periodically while non-recurring (or one-time) grants are less predictable and often distorting in their impact on year-to-year comparisons

- Market Impacts on Investment income – the Village's investment portfolio is managed using a similar average maturity to most governments Market conditions may cause investment income to fluctuate

Expenses:

- Introduction of New Programs – within the functional expense categories (Public Safety, Public Works, General Government, Social Services, etc.) individual programs may be added or deleted to meet changing community needs

- Increase in Authorized Personnel – changes in service demand may cause the Village Board to increase/decrease authorized staffing

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

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

Current Year Impacts

Revenues:

For the fiscal year ended April 30, 2010, revenues from all activities totaled $64.6 million. The Village has a diversified revenue structure and depends on several key revenue sources to help pay for the services provided.

The property tax revenues derived from governmental activities increased 14 7% over the prior year A substantial portion of this increase in property taxes ($2 9 million) is attributable to general property taxes

Incremental taxes generated within the Oak Park Avenue, Main Street North and Main Street South Tax Increment Finance (TIF) Districts increased by $1.4 million in comparison to the prior year. The Village of Tinley Park established these three TIF districts to encourage both new development and redevelopment in certain targeted areas of the community to preferably increase and stabilize the local tax base Under TIF statutes, the taxable property values of each parcel located within the boundaries of the district are frozen at the inception of the TIF for distribution of taxes to the various taxing agencies that derive taxes from these properties The property taxes generated by any subsequent increase in taxable property values (the increment), are distributed to the Village to assist in making necessary public improvements, or undertake other activities to encourage and promote development

Even though the Village is a Home Rule community and does not have any restrictions as to the amounts that can be requested from property taxes, the Village follows a formula for determining the annual property tax levy that establishes a limit on the annual tax levy request. This formula limits the tax levy to increase annually by no more than 2/3 the rate of inflation plus new growth, and is generally more restrictive than the State's Property Tax Extension Limitation Law (PTELL) The Tinley Park Public Library's annual property tax levy is determined using the same formula. The tax base of the Village increased 10.4% from tax year 2007 to 2008, primarily in the Will County quadrant of the community (10.5% increase). The Cook County portion of the Village's tax base increased 10 3%, and in addition to new growth, the impact of a 4 7%

increase in the Cook County Equalization Factor The expanded homeowner exemptions provided under a program introduced by the Assessor (7% Solution) which first became effective with the 2005 tax year increased 69 7% from tax year 2007 to 2008 Homeowner exemptions under this program had increased substantially (201 9%) in 2005 over the prior tax year, but decreased 14.7% from 2005 to 2006. Cook County Homeowners Exemptions decreased an additional 2.9% between 2006 and 2007. These decreases were to be expected under the 7% Solution program which attempts to limit owner-occupied reassessment increases to 7% per year throughout the three year reassessment cycle The 2006 to 2007 change in homeowner exemptions was less than had been expected based on the shift in the homeowner exemptions that occurred between tax years 2004 and 2005, and between 2005 and 2006 As noted, the homeowner exemptions increased 69 7% from tax year 2007 to 2008 with the renewal of this program for an additional three year cycle and the general increases in assessments occurring with the triennial reassessment of properties in the southern portion of Cook County, including Tinley Park. Any change in the Equalization Factor (also referred to as the Multiplier) results in an increase or decrease of the overall tax base without changing the underlying property assessments Similarly, the changes in the homeowner exemptions results in an increase or decrease of the overall tax base without changing the underlying property assessments

Intergovernmental revenues decreased in Fiscal Year 2010 when compared to the prior year primarily from decreases in per-capita revenue sharing received from the State of Illinois This is discussed in further detail below

The State of Illinois distributes several tax items to municipalities based on population including Motor Fuel, Income, and Use taxes. The Tinley Park Public Library (component unit) receives an annual Per-Capita grant which is also based on population

The Village established a policy beginning in 1989 to set aside a portion of the State income tax distributions received to be used exclusively for major capital projects within the community. Under this policy, currently 30.58% of all income tax receipts are segregated and earmarked for capital projects. This has the direct effect of limiting the portion of income tax receipts that may be used to support general operations of the Village to the State's income tax distribution allocation levels that existed prior to the 1989 increase in income tax rates and the subsequent changes in the allocation formula for State income tax revenues distributable to municipalities. This bold action reflects the Village Board's fiscal restraint and long range financial planning. The earmarked share of the income tax revenues is transferred to a Village Capital Projects fund annually at the end of the fiscal year. Allowing these funds to remain in the General Fund throughout the fiscal year provides the Village the opportunity to utilize this cash flow throughout the year, and minimize the need for short-term borrowing or the establishment of a separate working cash fund. In the past, the monthly income distributions were paid to municipalities within 30 days of determination of the amounts due. Due to the State's own fiscal problems, the State began increasing the lag time between determination of the per-capita distribution and the physical payment which reached a total of five months lag by the end of the fiscal year. This delay has also impacted the revenue recognition for State income taxes due to the uncertainty of when the funds owed will be distributed.

License revenues increased 3.1% (over $25,000) overall in Fiscal Year 2010 over the prior year. Cable franchise fees decreased by 6 2% ($41,100) when compared to the prior year. Building permit revenues decreased 47 4% ($392,000) in relation to the prior year and is reflective of the Panduit Corporate Headquarters Building and isolated commercial developments that occurred in Fiscal Year 2009. Residential construction during the year continued to slow down with the economy. Calendar year 2009 saw only 7 new construction residential building permits issued. In over three decades of building permit activity history, no year had fewer new construction residential permits issued. Based on all building permits issued in calendar 2009, all types of building activity added $31.3 million dollars of new construction and improvements to community

Sales tax revenues (municipal occupation taxes) decreased 5% ($540,000) during Fiscal Year 2010 over the prior year and reflect the current economic conditions The Village was blessed to have experienced fifteen consecutive years of growth in sales tax revenues before the prior two years of decreases This long running trend was unprecedented in the community's history

The Village has continued to participate in a cooperative enforcement program with the U S Customs Bureau and the Department of Justice whereby the Village receives a portion of assets seized under this program. These funds are restricted for uses associated with police activities and public safety. The cash flow from these seizure funds has slowed in recent years due to delays in the legal process required to authorize release of seized assets for distribution. Additionally, the Village no longer receives a share of seizures that total less than $2,500 due to changes in the asset sharing guidelines. Revenues under the Customs Seizures program decreased 39% ($216,000) from the prior fiscal year and totaled $345,000.

Growth in other general revenue sources reduces the Village's reliance on property taxes to fund ongoing operations. The decline in economically sensitive revenue sources (State income tax, personal property replacement taxes, sales taxes, and hotel accommodation taxes) has made it difficult for the Village to keep pace with increasing cost of goods and services the municipality purchases. As a result, further budget reductions have been implemented for the next fiscal year.

During Fiscal Year 2010, the Village's earnings from investments decreased by 31.5% over the prior fiscal year. This decrease was due to declining interest rates throughout the year. Even with overall investment earnings decreasing, the Village's effective yield continued to be in line with established benchmarks. The Village of Tinley Park has traditionally considered investment earnings as a supplement to the annual operating budgets of the various funds and not considered as an integral component of operating revenues or essential to the support of budgeted expenditures during the fiscal year. However, as other revenues decline, investment earnings (interest) take on a larger role in the budgetary process.

The net assets of the Tinley Park Police Pension Fund increased $5.9 million (18.3%) during Fiscal Year 2010. There was a 5.6% increase in the employee contributions that would be primarily attributable to wage increases. Investment gains for the current fiscal year in the Police Pension Fund totaled $4.4 million.

In the fall of 1999, the Pension Fund embarked on a program of incrementally investing in equity securities (stocks and insurance contracts) to diversify its investment portfolio and to increase overall investment returns. The first ten years of equity investment proved to be less than satisfying with the investment managers seemingly all too frequently following a warped adage of "buy high and sell low." The generally disappointing performance of the equity sector of the portfolio has been a significant impact on the increase in the actuarially determined "employer" contribution, which correspondingly places a greater burden on the taxpayers of the Village to fund this defined benefit pension plan.

Expenses:

The Village's total expenses for all activities for the year ended April 30, 2010 were $49.6 million. Public Works activities ($22.3 million) accounted for the largest share (45%) of the total expenditures. The Village provides Lake Michigan water to its residents, as well as two other municipalities and a private utility company (primarily serving a third municipality) through intergovernmental agreements and contracts. The water supply is purchased from the Village of Oak Lawn. In turn, Oak Lawn obtains the treated Lake Michigan water supply from the City of Chicago. The Village maintains its own wastewater collection system, but the water reclamation and solid waste disposal (commonly referred to as sewerage treatment) is performed by other governmental agencies and a private utility company. Additionally, the Village operates and maintains storm water collection and storage facilities throughout the community. The waterworks, sewerage and storm water management operations accounted for 68.9% of the total Public Works activities for the fiscal year. The remaining public works activities relate to the maintaining of Village streets, street lighting, commuter parking lots, municipal buildings, and related facilities.

Public safety expenses are related to the operations of the Police and Fire Departments, as well as the Emergency Management Agency which accounted for $17.8 million (35.9%) of the total expenses. The Village has an authorized strength of 81 full-time sworn police personnel and 77 of these positions are currently filled. The patrol officers are members of the Metropolitan Alliance of Police (MAP) collective bargaining unit and their current contract ends April 30, 2012.

The Village of Tinley Park participates in an insurance risk pool (Intergovernmental Risk Management Agency – IRMA) which provides all liability and workers compensation coverage beyond a basic deductible for each claim. The annual contribution (premium) is based on the participating agency's prior revenues, and further adjusted for prior claims experience. The Village's general liability insurance contribution decreased by approximately $17,000 in the current fiscal year over the prior fiscal year, primarily as a result of decreased revenues which are used as the basis for the contribution calculation. The Village also received a credit reducing the total contribution for favorable prior claim experience. The cost of providing employee benefits (health insurance, etc.) continues to increase.

Financial Analysis of the Village's Funds

Governmental Funds

At April 30, 2010, the governmental funds (as presented on the balance sheet on page 19, and the statement of revenues, expenditures, and changes in fund balance on page 21) reported a combined fund balance of $57.4 million. Revenues and other financing sources were more than expenditures and other financing uses in Fiscal Year 2010 by $19.8 million. General Fund expenditures were approximately $4 million under budget and reflect the tighter controls implemented over spending.

The Capital Improvements Fund revenues, exclusive of transfers from other Village Funds, exceeded the projections by 148.4% ($0.7 million), primarily due to grant distributions received from the Illinois Department of Transportation. Expenditures constituted 28.7% ($3.1 million) of the budget. The annual Capital Improvements Fund budget does include a number of budgeted contingency reserve items that would only be utilized in emergency situations. These budgeted reserves significantly contribute to the favorable budget to expenditure relationship that exists in this Fund. Additionally, due to a variety of reasons, some of the departmental capital requests that had been approved and included in the adopted budget were unable to be purchased or expended within the fiscal year. As the budgetary authority lapses at fiscal year-end, these unspent capital requests generally must be re-requested and re-authorized in the following fiscal year, should the department determine they are still necessary.

The Village of Tinley Park established a Storm Water Management Fund in April 2004, as well as imposing a Storm Water Management Utility Fee based on water consumption to provide revenues to aid in support of the operation and maintenance of the various storm water facilities and infrastructure within the community and toward construction of new facilities and infrastructure. This action was driven in large part by requirements imposed by the National Pollution Discharge Elimination System (NPDES) rules and regulations issued by the U.S. Environmental Protection Agency designed toward protecting our natural land and water resources including lakes, streams, and other waterways, from erosion and storm water pollution. This new charge was first assessed beginning with August 2004 utility billing. At this time, a portion of the storm water management activities, including operation, maintenance, and repair of existing storm sewers, detention and retention ponds and related facilities continue to be funded through the General Fund and Capital Projects Funds. As the revenues generated by storm water management utility fees contribute only a small portion of the construction, operation and maintenance of the existing storm water facilities located throughout the community, this fund has been classified as a special revenue fund in this financial report.

Proprietary Funds

The budget approved for the Waterworks and Sewerage Fund reflected expenditures in excess of revenues by approximately $1.2 million, before depreciation and non operating revenues and expenses. The fiscal year financial activities included a number of capital improvements and scheduled infrastructure replacements being funded from net assets accumulated in earlier years that contributed to this "loss." The actual revenues for the fiscal year were 8.6% over budget for the year primarily in the sale of water and sewer services and an increase in utility rates. Expenditures were 10.3% ($1.4 million) under budget for the year. The budgetary savings in expenditures were primarily in the area of capital projects that had been approved, but due to engineering, bidding, and other timing considerations, were unable to be undertaken or completed within the fiscal year. For construction projects with approved contractual obligations, the budget is re-authorized in the following fiscal year for the remainder of the project. Budgeted projects that were not initiated or expended during the fiscal year will be re-evaluated for inclusion in subsequent budgets.

The Village Board had a utility rate study conducted to review the rate structures and the adequacy to cover operating expenses and provide for necessary reserves to provide for future rehabilitation or replacement of system components. Rate increases, as previously noted, were implemented as a result of this study.

General Fund Budgetary Highlights

The Village typically starts its annual budget preparation near the beginning of each calendar year, preparing projections of expected revenues for both the current and upcoming fiscal years; obtaining operating budget expenditure projections for the current year; as well as operating budget and capital expenditure requests for the ensuing fiscal year from Village department heads. The Treasurer and Village Manager review these requests and provide recommendation to the Village Board committees on the various departmental budgets, based on the requests and the expected revenue sources to support the activities. The Village Board then meets to review the proposed budgets in their entirety, generally during the month of March. It is the Village Board's policy that the primary operating and enterprise funds reflect a balanced budget prior to approval. Most of the other Village funds including capital projects and special revenue funds are not subject to this requirement since they are generally

designed to accumulate funds for later expenditure. The budget details are finalized and presented at a Public Hearing, and adopted by the Village Board, typically during the month of April, so that the budget is completed and approved prior to the start of the new fiscal year. The Village did not adopt any budget amendments applicable to fiscal year 2010. Below is a table that reflects the original budget and the actual activity for the revenues and expenditures for the General Fund.

Table 3
General Fund Budgetary Highlights
(in millions)

General Fund	Original and Final Budget	Actual
Revenues and Other Financing Sources		
Taxes	$25.9	$26.9
Licenses/charges for services	1.7	2.1
Intergovernmental	5.6	3.7
Fines and penalties	0.8	1.0
Reimbursements/Other/Miscellaneous	0.4	0.5
Total	34.4	34.2
Expenditures and Other Financing Uses		
General government	5.6	4.6
Public works	5.6	5.0
Public safety	20.2	18.5
Social services	1.7	1.5
Other financing uses	1.3	.8
Total	34.4	30.4
Change in Fund Balance	$.0	$3.8

As shown above, the General Fund budget was anticipated to break even (revenues equal to expenses), and actual results provided a $3.8 million surplus. Actual revenues were less than budget by $0.2 million, and actual expenditures were less than budget by $4.0 million.

As noted earlier, the Village annually transfers a portion of the income tax distributions received from the State of Illinois to a Capital Improvements (Projects) Fund for future expenditures to benefit the community. Additionally, it has also been a long established practice of the Village Board to make year-end transfers of cash funds from the General Fund to the Capital Projects Fund, and other "reserve" funds in excess of a predetermined cash balance (including investments) and fund balance. The desired cash balance (including investments) is determined in consideration of a number of factors and has been maintained well in excess of $1,000,000 for many years. The funds transferred to the Capital Projects Fund are used to finance capital expenditures in subsequent fiscal years as well as certain contingency reserves. This process provides the Village with greater fiscal control over operating budgets and expenditures, plan for future capital expenditures, as well as minimizing the need for frequent debt financing. This policy also minimizes the impact of unanticipated contractions in the revenue stream during any given fiscal year on capital acquisitions and replacements that had been scheduled and budgeted to occur within that fiscal year.

Capital Assets

At the end of the Fiscal Year 2010, the Village (primary government) had a combined total of capital assets of $204.3 million (after accumulated depreciation of $80.9 million) invested in a broad range of capital assets including land, land improvements, buildings, vehicles, machinery and equipment, furniture and fixtures, streets, bridges, water mains, storm sewers, and sanitary sewers.

The Net Capital Assets of the Village increased by about $8.9 million over Fiscal Year 2009. For more detailed information on capital assets, refer to the table below and Footnote 5 in the basic financial statements found on pages 40 through 42.

Table 4
Total Capital Assets at Year End
Net of Depreciation
(In millions)

	Balance 4/30/09	Net Additions/Deletions	Balance 4/30/10
Land	$ 112.5	$ 5.4	$ 117.9
Buildings and property	36.1	1.2	37.3
Machinery and Equipment	4.8	-	4.8
Waterworks and sewer system	34.9	(.3)	34.6
Parking lot	1.2	-	1.2
Construction in Progress (infrastructure)	5.9	2.6	8.5
Total Capital Assets	$195.4	$8.9	$204.3

Debt Outstanding

During the fiscal year, the Village of Tinley Park retired about $1.5 million of debt.

The Village Board has a long established practice of abating a substantial portion of the annual debt service requirements on the various outstanding general obligation bonds utilizing certain available funds or funding sources to minimize the impact on the community's property owners. The abatements of the debt service requirements for the 2009 tax year totaled over $2.3 million. All owners of real property in Tinley Park receive the benefit of these abatements. Tinley Park property owners generally receive a comparable or greater annual benefit through this abatement process than through tax rebate programs that have become politically popular in other communities in the area. The Village's program of annual abatements also benefits the business community which no other local rebate program considers. In fact, most established municipal rebate programs are predominately financed at the expense of the business community. The Village finds the rebate program concept to generally be fiscally unsound and administratively costly and has absolutely no plans to implement such a tax rebate program in the foreseeable future. The Village Board feels strongly that it is a better fiscal policy to have only taxed for what is necessary in the first place, than to create false illusions of an extra property owner benefit through a rebate program structure.

For more detailed information on the Village's debt, refer to Footnote 6 in the basic financial statements on pages 42 through 46.

Economic Factors

The financial condition of the Federal and State governments has had an effect on the Village of Tinley Park during Fiscal Year 2010 and is expected to continue into Fiscal Year 2011. The State of Illinois' deteriorating financial condition has resulted in delayed payments for rent, utility services, grants, and other operating expenses and reimbursements. The Village has often found it necessary to provide funding from other sources to complete or continue certain capital projects which involve State funding, as the distribution of the grant funds or other payments by the State agencies had been significantly delayed. New grant assistance through the State has been substantially reduced and is extremely competitive. Previously reliable State shared revenues (most notably the income and use taxes) have been delayed, and proposed changes in the State allocation formulas are periodically being proposed for legislative consideration. The Village has long established policies, special revenue funds, and other reserves to provide for its ability to continue operations for a period of time should changes in economy or its normal revenue streams occur. While the financial issues particularly associated with the State of Illinois are yet to be resolved, they have not caused insurmountable or immediate long-term concerns to the Village. It may need to reevaluate its operations, consider increasing other revenue sources, and/or reduce expenditures should there be significant or permanent changes in normal funding received through these sources in the future.

The Illinois General Assembly imposed property tax legislation on municipalities and other taxing bodies to give property taxpayers some tax relief by limiting the increase in tax dollars allowed each year. The Property Tax Extension Limitation Law (PTELL) limits an annual levy increase to the lower of the consumer price index (CPI) or five percent, plus new growth, and mandates the use of the prior year equalized assessed valuation (EAV) amounts to provide additional limits on the tax extension. This "tax cap" continues to limit the taxing authority of the majority of taxing bodies that overlap or share boundaries with the Village of Tinley Park. Qualifying as a Home Rule community under the Illinois Constitution, the Village of Tinley Park, inclusive of the Tinley Park Public Library as a component unit (which is considered a direct part of the Village's tax levy), is not subject to these State imposed tax cap requirements. However, as previously noted, the Village Board has long adhered to self imposed

"tax caps" since the early 1970s as part of its fiscal policies and practices. The Village's "tax cap" not only predates the State imposed formula, but is more restrictive in the factors that determine the allowable annual increase.

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 and to demonstrate the Village's accountability for the money it receives. Questions concerning this report or requests for additional financial information should be directed to:

Brad L. Bettenhausen, Treasurer
Village of Tinley Park
16250 Oak Park Avenue
Tinley Park, Illinois 60477
finance@tinleypark.org
708-444-5000

Government-Wide Financial Statements

Village of Tinley Park, Illinois

Statement of Net Assets
April 30, 2010

	Governmental Activities	Business-Type Activities	Total	Component Unit Library
Assets				
Current:				
Cash and cash equivalents	$ 59,951,228	$ 13,462,174	$ 73,413,402	$ 6,736,282
Land held for resale	1,350,505	-	1,350,505	-
Receivables:				
Property taxes	10,969,765	-	10,969,765	3,338,283
Accounts	456,417	2,391,809	2,848,226	-
Intergovernmental	4,940,718	584,309	5,525,027	22,510
Other	513,372	260,321	773,693	4,511
Deposits	1,116,254	-	1,116,254	-
Total current assets	79,298,259	16,698,613	95,996,872	10,101,586
Noncurrent:				
Net pension asset	1,439,772	-	1,439,772	-
Deferred charges	371,898	43,231	415,129	34,919
Capital assets, not being depreciated	125,072,577	1,302,235	126,374,812	-
Capital assets, net of accumulated depreciation	41,798,751	36,106,500	77,905,251	9,230,080
Total noncurrent assets	168,682,998	37,451,966	206,134,964	9,264,999
Total assets	$ 247,981,257	$ 54,150,579	$ 302,131,836	$ 19,366,585

See Notes to Financial Statements.

Village of Tinley Park, Illinois

Statement of Activities
Year Ended April 30, 2010

Functions/Programs	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions	Net (Expense), Revenue and Changes in Net Assets: Governmental Activities	Business-Type Activities	Total	Component Unit Library
Governmental activities:								
General government	$ 6,833,284	$ 2,987,075	$ 139,114	$ -	$ (3,707,095)	$ -	$ (3,707,095)	$ -
Public works	6,197,656	770,700	-	2,313,523	(3,113,433)	-	(3,113,433)	-
Public safety	17,833,741	119,443	108,295	345,474	(17,260,529)	-	(17,260,529)	-
Social services	2,081,820	140,771	26,546	-	(1,914,503)	-	(1,914,503)	-
Interest expense	570,709	-	-	-	(570,709)	-	(570,709)	-
Total governmental activities	33,517,210	4,017,989	273,955	2,658,997	(26,566,269)	-	(26,566,269)	-
Business-type activities:								
Public works:								
Waterworks and sewerage	15,398,271	13,614,833	2,109,497	-	-	326,059	326,059	-
Commuter parking lot	740,655	642,999	-	-	-	(97,656)	(97,656)	-
Total business-type activities	16,138,926	14,257,832	2,109,497	-	-	228,403	228,403	-
Primary Government	49,656,136	18,275,821	2,383,452	2,658,997	(26,566,269)	228,403	(26,337,866)	-
Component Unit	3,961,768	101,030	-	-	-	-	-	(3,860,738)
Total Reporting Entity	$ 53,617,904	$ 18,376,851	$ 2,383,452	$ 2,658,997	(26,566,269)	228,403	(26,337,866)	(3,860,738)
General revenues								
Taxes:								
Property					22,561,916	-	22,561,916	4,965,325
Other Taxes:								
Municipal occupation					10,365,906	-	10,365,906	-
Amusement					470,332	-	470,332	-
Income					4,498,268	-	4,498,268	-
Personal property replacement					64,285	-	64,285	11,749
Telecommunication					402,139	-	402,139	-
911					509,635	-	509,635	-
Hotel/Motel					655,081	-	655,081	-
Other grants					-	-	-	319,554
Interest					796,435	211,303	1,007,738	30,108
Miscellaneous					659,241	-	659,241	50,200
Transfers in (out)					235,294	(235,294)	-	-
Total general revenues, contributions and transfers					41,218,532	(23,991)	41,194,541	5,376,936
Change in net assets					14,652,263	204,412	14,856,675	1,516,198
Net assets:								
May 1, 2009					178,496,030	45,156,081	223,652,111	4,897,067
April 30, 2010					$ 193,148,293	$ 45,360,493	$ 238,508,786	6,413,265

See Notes to Financial Statements

Village of Tinley Park, Illinois

Statement of Net Assets - Continued
April 30, 2010

	Governmental Activities	Business-Type Activities	Total	Component Unit Library
Liabilities				
Current:				
General obligation bonds	$ 2,689,700	$ 515,300	$ 3,205,000	$ 450,000
Accounts payable	3,134,661	746,859	3,881,520	34,423
Accrued payroll	612,349	77,241	689,590	67,169
Accrued interest	305,200	103,000	408,200	101,800
Deposits	2,044	70,310	72,354	-
Compensated absences	924,768	100,282	1,025,050	94,100
Due to external parties	-	148,861	148,861	-
Unearned revenue	16,879,183	-	16,879,183	5,350,862
Total current liabilities	24,547,905	1,761,853	26,309,758	6,098,354
Noncurrent:				
General obligation bonds, net of unamortized bond premium and deferred loss on refunding	27,767,681	6,337,955	34,105,636	6,850,000
Revenue bonds	-	685,000	685,000	-
Special service area bonds	895,000	-	895,000	-
Other postemployment benefits	1,573,706	-	1,573,706	-
Compensated absences	48,672	5,278	53,950	4,966
Total noncurrent liabilities	30,285,059	7,028,233	37,313,292	6,854,966
Total liabilities	54,832,964	8,790,086	63,623,050	12,953,320
Net Assets				
Invested in capital assets, net of related debt	150,765,280	29,925,098	180,690,378	1,930,080
Restricted for:				
Custom seizures	1,009,024	-	1,009,024	-
Motor fuel tax	2,026,644	-	2,026,644	-
Enhanced 911	362,206	-	362,206	-
Unrestricted	38,985,139	15,435,395	54,420,534	4,483,185
Total net assets	$ 193,148,293	$ 45,360,493	$ 238,508,786	$ 6,413,265

See Notes to Financial Statements.

Fund Financial Statements

Village of Tinley Park, Illinois

Balance Sheet - Governmental Funds
April 30, 2010

	General Fund	Capital Improvements Fund	Oak Park Avenue TIF Fund	Nonmajor Governmental Funds	Total Governmental Funds
Assets					
Cash and cash equivalents	$ 9,653,715	$ 17,997,705	$ 19,779,309	$ 12,520,499	$ 59,951,228
Land held for resale	-	1,350,505	-	-	1,350,505
Receivables					
Property taxes	10,740,398	-	-	229,367	10,969,765
Accounts	419,019	-	37,398	-	456,417
Intergovernmental	4,588,316	-	-	352,402	4,940,718
Other	-	332,845	-	180,527	513,372
Deposits	-	1,116,254	-	-	1,116,254
Due from other funds	-	1,101,856	-	-	1,101,856
Total assets	$ 25,401,448	$ 21,899,165	$ 19,816,707	$ 13,282,795	$ 80,400,115
Liabilities					
Accounts payable	$ 786,530	$ 465,363	$ 1,710,814	$ 171,954	$ 3,134,661
Accrued payroll	612,349	-	-	-	612,349
Deposits	2,044	-	-	-	2,044
Due to other funds	-	-	-	1,101,856	1,101,856
Unearned revenue	17,814,667	-	-	363,825	18,178,492
Total liabilities	19,215,590	465,363	1,710,814	1,637,635	23,029,402
Fund Balances					
Reserved for debt service	-	-	-	2,559,141	2,559,141
Unreserved:					
General fund	6,185,858	-		-	6,185,858
Special revenue funds	-	-	-	5,818,135	5,818,135
Capital projects funds	-	21,433,802	18,105,893	3,267,884	42,807,579
Total fund balances	6,185,858	21,433,802	18,105,893	11,645,160	57,370,713
Total liabilities and fund balances	$ 25,401,448	$ 21,899,165	$ 19,816,707	$ 13,282,795	$ 80,400,115

See Notes to Financial Statements.

Village of Tinley Park, Illinois

Reconciliation of the Balance Sheet - Governmental Funds to the Statement of Net Assets
April 30, 2010

Total fund balances-governmental funds	$ 57,370,713
Amounts reported for governmental activities in the Statement of Net Assets are different because:	
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds	166,871,328
Certain assets reported in the Statement of Net Assets do not result in current financial resources and therefore are not reported as assets in governmental funds This activity consists of:	
Net pension asset	1,439,772
Bond issuance costs that are an expenditure in the fund financial statements are an asset amortized over the life of the bond in the government-wide financial statements	371,898
Bond premiums are other financing sources in the fund financial statements and a liability amortized over the life of the bond in the government-wide financial statements	(246,265)
Losses on debt refundings that are other financing uses in the fund financial statements are an asset that is amortized over the life of the bonds in the government-wide financial statements	345,629
State income tax revenue is deferred in the fund financial statements because it is not available but is recognized as revenue in the government-wide financial statements	1,299,309
Some liabilities reported in the Statement of Net Assets do not require the use of current financial resources and, therefore, are not reported as liabilities in governmental funds. These activities consist of:	
General obligation bonds	(30,556,745)
Special service area bonds	(895,000)
Accrued interest	(305,200)
Other postemployment benefits	(1,573,706)
Compensated absences	(973,440)
Net assets of governmental activities	$ 193,148,293

See Notes to Financial Statements.

Village of Tinley Park, Illinois

Statement of Revenues, Expenditures and Changes in Fund Balances – Governmental Funds
Year Ended April 30, 2010

	General Fund	Capital Improvements Fund	Oak Park Avenue TIF Fund	Nonmajor Governmental Funds	Total Governmental Funds
Revenues:					
Property taxes	$ 16,068,095	$ -	$ 4,524,925	$ 1,968,896	$ 22,561,916
Other taxes	10,836,238	-	-	1,164,716	12,000,954
Interest	194,891	290,244	78,119	233,181	796,435
Fines, forfeitures and reimbursements	991,793	-	-	1,174	992,967
Licenses, permits and fees	1,842,159	128,603	-	300,537	2,271,299
Charges for services	284,934	-	-	683,036	967,970
Intergovernmental	3,665,383	789,409	-	1,929,296	6,384,088
Miscellaneous	328,467	43,486	-	287,288	659,241
Total revenues	34,211,960	1,251,742	4,603,044	6,568,124	46,634,870
Expenditures:					
Current:					
General government	2,408,113	-	1,694,122	975,765	5,078,000
General overhead	2,143,671	-	-	-	2,143,671
Police	14,228,341	-	-	514,477	14,742,818
Fire	3,366,651	-	-	-	3,366,651
Emergency management agency (EMA)	946,120	-	-	-	946,120
Road and bridge	3,504,827	-	-	1,728,894	5,233,721
Electrical	904,966	-	-	-	904,966
Municipal building and grounds	613,593	-	-	-	613,593
Community development	1,227,885	-	-	-	1,227,885
Boards, commissions and committees	117,520	-	-	-	117,520
Senior bus service	76,789	-	-	-	76,789
Village bus services	37,986	-	-	-	37,986
Economic incentives	807,392	-	-	-	807,392
Debt service:					
Principal	-	-	-	1,273,430	1,273,430
Interest and fees	-	-	130,286	467,108	597,394
Capital outlay	-	3,066,765	2,341,485	839,651	6,247,901
Total expenditures	30,383,854	3,066,765	4,165,893	5,799,325	43,415,837
Excess (deficiency) of revenues over (under) expenditures	3,828,106	(1,815,023)	437,151	768,799	3,219,033
Other financing sources (uses):					
Issuance of debt	-	-	16,380,000	-	16,380,000
Transfers in	114,754	4,044,752	-	2,037,287	6,196,793
Transfers (out)	(4,332,013)	(138,053)	(602,838)	(888,595)	(5,961,499)
Total other financing sources (uses)	(4,217,259)	3,906,699	15,777,162	1,148,692	16,615,294
Change in fund balance	(389,153)	2,091,676	16,214,313	1,917,491	19,834,327
Fund balances:					
May 1, 2009	6,575,011	19,342,126	1,891,580	9,727,669	37,536,386
April 30, 2010	$ 6,185,858	$ 21,433,802	$ 18,105,893	$ 11,645,160	$ 57,370,713

See Notes to Financial Statements.

Village of Tinley Park, Illinois

Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities
Year Ended April 30, 2010

Net change in fund balances-total governmental funds	$ 19,834,327
Amounts reported for governmental activities in the Statement of Activities are different because:	
Governmental funds report capital outlays as expenditures while governmental activities report depreciation expense to allocate those expenditures over the lives of the assets	
Capital outlay	11,757,476
Depreciation	(2,511,778)
Gain on disposal of capital assets	2,995
Some general operations were financed through the issuance of long-term debt. In governmental funds, long-term debt is considered other financing sources, but in the Statement of Net Assets, debt is reported as a liability In the current period, proceeds were received from:	
General obligation bonds	(16,380,000)
The following are expenditures in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Assets This is the amount in the current period	
General obligation bonds	1,273,430
Losses on refunded debt are recorded as an expenditure in the fund financial statements, but the loss is netted with general obligation bonds in the Statement of Net Assets and is amortized over the life of the bonds	
Amortization of deferred loss on refunding	(29,628)
Premium/discount on bonds is recorded as other financing uses/sources in the fund financial statements, but the premium/discount is netted with general obligation bonds in the Statement of Net Assets and is amortized over the life of the bonds. This is the amount in the current period:	
Amortization of bond premium/discount	8,476
Bond issuance costs are recorded as an expenditure in the fund financial statements, but the cost is recorded as an asset in the Statement of Net Assets and amortized over the life of the bonds These are the amounts in the current period:	
Bond issuance costs	210,996
Amortization of bond issuance costs	(14,059)
State income tax revenue is deferred in the fund financial statements because it is not available but is recognized as revenue in the government-wide financial statements	1,299,309
Some expenses reported in the Statement of Activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds These activities consist of:	
(Increase) in compensated absences	(106,362)
(Increase) in other postemployment benefits	(739,352)
(Increase) in accrued interest	(149,100)
Increase in net pension asset	195,533
Change in net assets of governmental activities	$ 14,652,263

See Notes to Financial Statements

Village of Tinley Park, Illinois

Statement of Net Assets - Enterprise Funds
April 30, 2010

	Business-Type Activities		
	Waterworks and Sewerage Fund	Nonmajor Commuter Parking Lot	Total
Assets			
Current Assets:			
Cash and cash equivalents	$ 10,513,526	$ 2,948,648	$ 13,462,174
Receivables:			
Customer accounts	254,958	-	254,958
Unbilled service	2,136,851	-	2,136,851
Other receivables	260,321	-	260,321
Due from other governments	584,309	-	584,309
Total current assets	13,749,965	2,948,648	16,698,613
Noncurrent Assets:			
Capital Assets:			
Land	911,483	278,000	1,189,483
Construction in progress	112,752	-	112,752
Waterworks and sewerage system	87,544,786	-	87,544,786
Parking lot	-	3,383,821	3,383,821
Equipment	1,374,647	840,396	2,215,043
Pedestrian crossing	-	30,260	30,260
	89,943,668	4,532,477	94,476,145
Less accumulated depreciation	53,977,796	3,089,614	57,067,410
Net capital assets	35,965,872	1,442,863	37,408,735
Deferred charges	43,231	-	43,231
Total noncurrent assets	36,009,103	1,442,863	37,451,966
Total assets	$ 49,759,068	$ 4,391,511	$ 54,150,579

See Notes to Financial Statements

Village of Tinley Park, Illinois

Statement of Net Assets - Enterprise Funds - Continued
April 30, 2010

	Business-Type Activities		
	Waterworks and Sewerage Fund	Nonmajor Commuter Parking Lot	Total
Liabilities			
Current Liabilities:			
Current maturities of bonds payable:			
General obligation bonds	$ 515,300	$ -	$ 515,300
Accounts payable	741,782	5,077	746,859
Accrued payroll	64,243	12,998	77,241
Accrued interest	103,000	-	103,000
Deposits	70,310	-	70,310
Compensated absences	76,059	24,223	100,282
Due to other funds	148,861	-	148,861
Total current liabilities	1,719,555	42,298	1,761,853
Noncurrent Liabilities:			
Bonds payable, net of current maturities:			
General obligation bonds	6,337,955	-	6,337,955
Revenue bonds payable	685,000	-	685,000
Compensated absences	4,003	1,275	5,278
Total noncurrent liabilities	7,026,958	1,275	7,028,233
Total liabilities	8,746,513	43,573	8,790,086
Net Assets:			
Invested in capital assets, net of related debt	28,482,235	1,442,863	29,925,098
Unrestricted	12,530,320	2,905,075	15,435,395
Total net assets	$ 41,012,555	$ 4,347,938	$ 45,360,493

See Notes to Financial Statements.

Village of Tinley Park, Illinois

Statement of Revenues, Expenses, and Changes in Net Assets - Enterprise Funds
Year Ended April 30, 2010

	Business-Type Activities		
	Waterworks and Sewerage Fund	Nonmajor Commuter Parking Lot	Total
Operating revenues:			
Water sales and sewer services	$ 13,547,055	$ -	$ 13,547,055
Meter sales	29,883	-	29,883
Building impact fees	8,200	-	8,200
Parking fees	-	618,208	618,208
Parking fines	-	24,791	24,791
Other	29,695	-	29,695
Total operating revenues	13,614,833	642,999	14,257,832
Operating expenses:			
Operations	12,339,487	681,174	13,020,661
Depreciation	2,585,255	59,481	2,644,736
Total operating expenses	14,924,742	740,655	15,665,397
Operating (loss)	(1,309,909)	(97,656)	(1,407,565)
Nonoperating revenues (expenses):			
Annexation recaptures	26,295	-	26,295
Development assessments and fees	2,083,202	-	2,083,202
(Loss) on disposal of asset	(182,714)	-	(182,714)
Interest income	156,519	54,784	211,303
Interest (expense)	(290,815)	-	(290,815)
Profit (loss) before transfers	482,578	(42,872)	439,706
Transfers in	79,563	-	79,563
Transfers (out)	(314,857)	-	(314,857)
Change in net assets	247,284	(42,872)	204,412
Net assets:			
May 1, 2009	40,765,271	4,390,810	45,156,081
April 30, 2010	$ 41,012,555	$ 4,347,938	$ 45,360,493

See Notes to Financial Statements.

Village of Tinley Park, Illinois

Statement of Cash Flows - Enterprise Funds
Year Ended April 30, 2010

	Business-Type Activities		
	Waterworks and Sewerage Fund	Nonmajor Commuter Parking Lot	Total
Cash flows from operating activities			
Cash received for services	$ 13,019,015	$ 642,998	$ 13,662,013
Payments to employees	(1,826,118)	(329,599)	(2,155,717)
Payments to suppliers	(10,382,914)	(346,662)	(10,729,576)
Net cash provided by (used in) operating activities	809,983	(33,263)	776,720
Cash flows from noncapital financing activities			
(Decrease) in due to other funds	(6,000)	-	(6,000)
Transfers in	79,563	-	79,563
Transfers (out)	(314,857)	-	(314,857)
Net cash flows (used in) noncapital financing activities	(241,294)	-	(241,294)
Cash flows from capital and related financing activities			
Capital assets purchased	(2,421,446)	-	(2,421,446)
Developer fees received	2,083,202	-	2,083,202
Cash payments for interest	(258,915)	-	(258,915)
Receipts from other governments	54,400	-	54,400
Principal payments, general obligation bonds	(261,570)		(261,570)
Principal payments, alternate revenue bonds	(55,000)	-	(55,000)
Annexation recapture proceeds	26,295	-	26,295
Net cash flows (used in) capital and related financing activities	(833,034)	-	(833,034)
Cash flows from investing activities			
Cash receipts from interest income	156,519	54,784	211,303
Net cash flows provided by investing activities	156,519	54,784	211,303
Net (decrease) increase in cash and cash equivalents	(107,826)	21,521	(86,305)
Cash and cash equivalents:			
May 1, 2009	10,621,352	2,927,127	13,548,479
April 30, 2010	$ 10,513,526	$ 2,948,648	$ 13,462,174

See Notes to Financial Statements.

Village of Tinley Park, Illinois

Statement of Cash Flows - Enterprise Funds - Continued
Year Ended April 30, 2010

	Business-Type Activities		
	Waterworks and Sewerage Fund	Nonmajor Commuter Parking Lot	Total
Reconciliation of operating (loss) to net cash provided by (used in) operating activities			
Operating (loss)	$ (1,309,909)	$ (97,656)	$ (1,407,565)
Adjustments to reconcile operating (loss) to net cash provided by (used in) operating activities			
Depreciation	2,585,255	59,481	2,644,736
Changes in assets and liabilities			
Accounts receivable	(587,631)	-	(587,631)
Deposits	(8,188)	-	(8,188)
Accounts payable	125,266	1,932	127,198
Accrued payroll and compensated absences	5,190	2,980	8,170
Total adjustments	2,119,892	64,393	2,184,285
Net cash provided by (used in) operating activities	$ 809,983	$ (33,263)	$ 776,720

See Notes to Financial Statements

Village of Tinley Park, Illinois

Combining Statement of Fiduciary Net Assets
Pension Trust and Agency Funds
April 30, 2010

	Pension Trust Police Pension	Agency
Assets		
Cash and cash equivalents	$ 3,603,098	$ 7,322,640
Investments:		
U S. Government securities	18,704,206	-
Corporate equity instruments	14,356,517	-
Insurance annuity contracts	1,643,328	-
Interest and other receivable	225,487	-
Due from other funds	-	148,861
Total assets	38,532,636	$ 7,471,501
Liabilities		
Accounts payable	-	$ 1,930,645
Deposits	-	5,540,856
Total liabilities	-	$ 7,471,501
Net Assets		
Held in trust for pension benefits	$ 38,532,636	

See Notes to Financial Statements

Village of Tinley Park, Illinois

Combining Statement of Changes in Plan Net Assets
Pension Trust Funds
Year Ended April 30, 2010

	Police Pension
Additions	
Contributions:	
Employer	$ 1,441,620
Plan members	665,372
Total contributions	2,106,992
Investment income (loss):	
Net increase in fair value of investments	4,441,767
Dividends	185,272
Interest	832,604
Less: investment expenses	(128,750)
Net investment income	5,330,893
Total additions	7,437,885
Deductions	
Benefits	1,437,834
Administrative expenses:	
Other	26,966
Total deductions	1,464,800
Net increase	5,973,085
Net assets held in trust for pension benefits:	
May 1, 2009	32,559,551
April 30, 2010	$ 38,532,636

See Notes to Financial Statements.

Note 1. Summary of Significant Accounting Policies

Nature of Activities

The Village of Tinley Park, Illinois, is located in Cook County, Illinois, is a home-rule municipality and was incorporated in 1892 under the provisions of the constitution and general statutes of the State of Illinois. The Village operates under the trustee-village form of government and provides a full range of services including public safety, roads, planning, zoning, and general administrative services.

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

Financial Reporting Entity

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

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

(2) Fiscal dependency on the primary government.

Based upon the application criteria, the Tinley Park Public Library (Library) has been included within the reporting entity as a component unit. The Library provides library services to the residents of the Village of Tinley Park and to the citizens of Orland Hills under a contract with the Orland Hills Public Library District. The members of the Tinley Park Public Library Board are elected by the public. However, the Library is fiscally dependent upon the Village because the Village's board approves the Library's budget and tax levies and must approve any debt issuances. Financial data of the Library has been discretely presented in the component unit column in the combined financial statements to emphasize that it is separate from the Village. No separate financial statements have been issued for the Library.

Government-Wide and Fund Financial Statements

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

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

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

Note 1. Summary of Significant Accounting Policies (Continued)

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

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

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

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

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

Fund Financial Statements: Separate financial statements are provided for governmental funds, proprietary funds and fiduciary (agency) funds, even though the latter are excluded from the government-wide financial statements. The fund financial statements provide information about the Village's funds. The emphasis of fund financial statements is on major governmental funds, each displayed in a separate column. The Village has the following major governmental funds - General Fund, Capital Improvements Fund, and Oak Park Avenue TIF Fund. All remaining governmental funds are aggregated and reported as nonmajor governmental funds. The Village has the following major enterprise fund – Waterworks and Sewerage Fund. The remaining enterprise fund is reported as a nonmajor enterprise fund.

The Village administers the following major governmental funds:

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

Capital Improvements Fund – This fund is used to account for all other major capital projects transactions of the Village not financed through proprietary funds or other capital projects funds.

Oak Park Avenue TIF Fund – This fund is used to account for all development costs and activities of the Oak Park Avenue TIF District.

The Village administers the following major proprietary fund:

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

Additionally, the Village administers a fiduciary (police pension trust) fund for assets held by the Village in a fiduciary capacity on behalf of its sworn police officers and an agency trust funds (Special Assessment Fund, Escrow Fund, and Payroll Fund) each holding assets for others in an agency capacity.

Note 1. Summary of Significant Accounting Policies (Continued)

Measurement Focus and Basis of Accounting and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and pension trust fund financial statements. Revenues and contributions are recorded when earned and expenses including benefits and refunds paid are recorded at the time liabilities are incurred, regardless of when the related cash flow takes place. Nonexchange transactions, in which the Village gives (or receives) value without directly receiving (or giving) equal value in exchange, include various taxes, State shared revenues and various State, federal and local grants. On an accrual basis, revenues from taxes are recognized when the Village has a legal claim to the resources. Grants, entitlements, State shared revenues and similar items are recognized in the fiscal year in which all eligibility requirements imposed by the provider have been met.

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

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

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

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

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

Assets, liabilities, and net assets or equity

Cash and Cash Equivalents

The Village considers cash and cash equivalents to be all cash on hand, demand deposits, time deposits, all highly liquid investments, and all certificates of deposit.

Investments

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

Note 1. Summary of Significant Accounting Policies (Continued)

Interfund Receivables, Payables and Activity

The Village has the following types of transactions between funds:

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

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

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

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

Capital Assets

Capital assets which include land and improvements, current year purchases of streets and sidewalks, buildings, storm sewers, sanitary sewers, water distribution system and machinery and equipment are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined as assets with an initial, individual cost of more than $15,000, and an estimated useful life of greater than one year. Additions or improvements that significantly extend the useful life of an asset, or that significantly increase the capacity of an asset are capitalized. Expenditures for asset acquisitions and improvements are stated as capital outlay expenditures in the governmental funds.

These assets have been valued at historical cost or estimated historical cost if purchased or constructed. Donated assets are recorded at their estimated fair market value at the date of donation.

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

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

Note 1. Summary of Significant Accounting Policies (Continued)

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

	Estimated Useful Lives
Buildings and property	20 - 40 years
Equipment and vehicles	5 - 15 years
Waterworks and sewerage system	10 - 40 years
Parking lot	20 - 30 years
Pedestrian crossing	30 years

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

Unearned / Deferred Revenue

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

Compensated Absences

Vacation leave is recorded in governmental funds when due (upon employee retirement or termination). Vested or accumulated vacation leave of proprietary funds is recorded as an expense and liability of those funds as the benefits accrue to employees.

Long-Term Obligations

In the government-wide financial statements and proprietary fund financial statements, long-term debt and other long-term obligations, including compensated absences, are reported as liabilities in the applicable governmental or business-type activities and proprietary fund Statement of Net Assets. Bond issuance costs are reported as noncurrent assets and amortized over the term of the related debt.

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

Note 1. Summary of Significant Accounting Policies (Continued)

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

Fund Equity

In the fund financial statements, governmental funds report reservations of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose. Designated fund balances, if any, represent tentative plans for future use of financial resources.

Capital Contributions

Capital contributions reported in the proprietary funds represent capital assets donated from outside parties, principally developers.

Accounting Estimates

The preparation of the financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements, and the reported amount of revenues and expenditures/expenses during the period. Actual results could differ from these estimates.

Eliminations and Reclassifications

In the process of aggregating information for the Government Wide statements, some amounts reported as interfund activity and/or interfund balances in the Fund Financial statements are eliminated or reclassified.

New Accounting Pronouncements

Effective May 1, 2009, the Village adopted the provisions of GASB Statement No. 52, *Land and Other Real Estate Held as Investments by Endowments,* which established consistent standards for the reporting of land and other real estate held as investments by essentially similar entities. This Statement had no impact on the Village.

Note 2. Cash and Investments

Deposits

Custodial Credit Risk – Deposits
Custodial credit risk is the risk that in the event of bank failure, the Village's deposits may not be returned to it. The Village does not have a policy for custodial credit risk. As of April 30, 2010, the carrying amount of the Village's deposits was $76,216,398, with bank balances totaling $77,500,838, all of which are fully insured and collateralized. The Village also had $2,300 in petty cash on hand at April 30, 2010.

As of April 30, 2010, the Village had $8,120,442 with Illinois Funds, which are considered to mature in less than one year because the weighted average maturity of the pool is less than one year.

The Illinois Funds Investment Pool is not registered with the SEC. The pool is sponsored by the Treasurer of the State of Illinois, in accordance with State law. The fair value of the position in the Pool is the same as the value of the Pool shares. The Village's investments in the Illinois Funds were rated AAA by Standard & Poor's.

Investments

As of April 30, 2010, the Village had the following investments and maturities all of which were held by the Tinley Park Police Pension Fund:

		Investment Maturities (in Years)			
	Fair Value	Less Than 1	1-5	6-10	More Than 10
U.S. Government Backed Securities	$ 194,617	$ -	$ -	$ 1,139	$ 193,478
U.S. Government Bonds	1,370,672	-	644,237	726,435	-
U.S. agencies - FHLB	6,245,744	251,325	2,120,931	3,767,095	106,393
U.S. agencies - FNMA	1,529,117	-	412,110	551,385	565,622
U.S. agencies - FNMA Strips	387,697	-	387,697	-	-
U.S. agencies - FICO Strips	339,948	-	339,948	-	-
U.S. agencies - REFCO Strips	674,230	-	674,230	-	-
U.S. agencies - FFCB	4,536,539	-	869,409	3,667,130	-
Local Government Bonds	3,425,642	307,380	543,164	1,983,225	591,873
Total investments with maturities	18,704,206	$ 558,705	$ 5,991,726	$ 10,696,409	$ 1,457,366
Corporate equity investments	14,356,517				
Insurance annuity contracts	1,643,328				
	$ 34,704,051				

Note 2. Cash and Investments (continued)

Interest Rate Risk – The Tinley Park Police Pension Fund's investment policy states that the investment portfolio of the Fund shall be designed to attain a market-average rate of return throughout budgetary and economic cycles, taking into account the Fund's risk constraints, the cash flow characteristics of the portfolio and legal restrictions for return on investments. As a means of managing its exposure to fair value losses arising from increasing interest rates, the Fund's investment policy specifically identifies limits on investment maturities as follows:

Maturity	Percentage
0 - 1	25%
1 - 2	15%
2 - 3	15%
3 - 4	15%
4 - 5	10%
5 - 10	10%

Credit Risk – State statutes authorize the Village to invest in obligations of the U.S. Treasury and U.S. agencies, obligations of states and the their political subdivisions, repurchase agreements (under certain statutory restrictions), commercial paper rated within the three highest classifications by at least two standard rating services, the Illinois Funds and the Illinois Metropolitan Investment Fund. Pension funds may invest as allowed by Illinois Compiled Statutes. As of April 30, 2010, the Village's investments in U.S. Government agencies were rated AAA by Standard & Poor's and AAA by Moody's Investors Service. The Village's investments in the Illinois Funds were rated AAA by Standard & Poor's.

Concentration of Credit Risk – The Tinley Park Police Pension Fund's investment policy requires the Fund to diversify its investments by security type and institutions with the exception of U.S. Treasury Securities and authorized Pools for which there is no restriction as to percentage of portfolio. No more than (50%) of the Fund's total portfolio at the time of the investment will be invested in a single security, type of security or single financial institution. As of April 30, 2010, more than 5% of the Fund's investments are in FHLB, FFCB, and Local Government Bonds. These investments are 18.0%, 13.1%, and 9.9%, respectively, of the Fund's total investments.

Custodial Credit Risk – For an investment, this is the risk that, in the event of failure of the counterparty, the Tinley Park Police Pension Fund will not be able to recover the value of its investments or collateral securities that are in possession of an outside party. The Fund's investment policy states that all security transactions, including collateral for any repurchase agreements, entered into by the Fund shall be conducted on a delivery versus payment basis, which requires the delivery of securities with an exchange of money for those securities. The policy also states that securities will be held by a third party custodian designated by the Treasurer and evidenced by safekeeping receipts and reports. The U.S. Treasury Notes and Strips, U.S. agency securities, local government bonds, annuity contracts, and certificate of deposit are held by the Fund's agent in the Fund's name. The Illinois Funds Investment Pool, and Money Market Funds are not subject to custodial credit risk.

Note 2. Cash and Investments (continued)

The previously discussed deposits of $76,218,698, Illinois Funds of $8,120,442, and investments of $34,704,051 totaling $119,043,191 are reported in the financial statements as follows:

Governmental and business-type activities,	
Cash and cash equivalents:	
Subject to risk categorization	$ 65,292,960
Not subject to risk categorization	8,120,442
Subtotal	73,413,402
Fiduciary Funds:	
Cash and cash equivalents	10,925,738
Investments	34,704,051
Subtotal	45,629,789
Total	$ 119,043,191

Component Unit Library

Deposits

State statutes authorize the Library to make deposits in interest bearing depository accounts in federally insured and/or state chartered banks, savings and loan associations, and credit unions. As of April 30, 2010, the Library had deposits with federally insured financial institutions of $1,282,554 with bank balances totaling $1,340,781, all of which are fully insured and collateralized.

Custodial Credit Risk – Deposits – In the case of deposits, this is the risk that in the event of bank failure, the Library's deposits may not be returned to it. The Library does not have an investment policy for custodial credit risk for deposits.

As of April 30, 2010, the Library had $5,453,728 with Illinois Funds, which are considered to mature in less than one year because the weighted average maturity of the pool is less than one year.

Note 2. Cash and Investments (continued)

The Illinois Funds Investment Pool is not registered with the SEC. The pool is sponsored by the Treasurer of the State of Illinois, in accordance with State law. The fair value of the position in the Pool is the same as the value of the Pool shares.

Interest Rate Risk - The Library's investment policy does not limit the Library's investment portfolio to specific maturities.

Credit Risk - State statutes allow the Library to invest in direct obligations of, or obligations guaranteed by, the United States Treasury or agencies of the United States, and short-term obligations of corporations organized in the United States with assets exceeding $500,000,000. The Library is also authorized to invest in the Illinois Funds. Investments in Illinois Funds were rated AAA by Standard and Poor's. The Library's investment policy does not address credit risk.

Concentration of Credit Risk - The Library's investment policy does not restrict the amount of investments in any one issuer. All of the Library's investments are in the Illinois Funds.

Custodial Credit Risk – For an investment, this is the risk that in the event of the failure of the counterparty, the Library will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The Illinois Funds held by the Library are not subject to custodial credit risk. The Library's investment policy does not address custodial credit risk for investments.

Note 3. Property Taxes

The Village annually establishes a legal right to the property tax assessments upon the enactment of a tax levy ordinance by the Village Board of Trustees. These tax assessments are levied in December and attach as an enforceable lien on the previous January 1. Tax bills are prepared by Cook County and issued on or about February 1 and August 1, and are payable in two installments which become due on or about March 1 and September 1. Tax bills are prepared by Will County and issued on or about May 1, and are payable in two equal installments which become due on or about June 1 and September 1. The Counties collect such taxes and periodically remit them to the Village.

The 2009 property tax assessment, which was levied in December 2009, is to finance the budget for the fiscal year beginning May 1, 2010, and the revenue to be produced from that assessment is to be recognized during that period, provided the "available" criteria has been met. "Available" means when due or receivable within the current period, and collected within that fiscal period or expected to be collected soon enough thereafter to be used to pay liabilities of the current period. For governmental fund types, property taxes collected in advance of the fiscal year for which they are levied are recorded as unearned revenue and recognized as revenue in the year for which they are levied except for employee pension taxes which are recognized as revenue in the year in which they are received. A reduction for collection losses based on historical collection experience has been provided on uncollected tax levies.

Property taxes are billed and collected by the County Treasurers of Cook County and Will County, Illinois.

Note 4. Due from Other Governmental Agencies

The Village of Tinley Park entered into an intergovernmental agreement with the Villages of New Lenox and Mokena for bulk water supply services (providing Lake Michigan water to these communities). As part of this agreement, the Village of Tinley Park issued revenue bonds to assist the Village of Mokena in funding construction of improvements required to provide this water service to Mokena. The Village of Mokena has agreed to pay for all principal and interest payments on the debt. The initial amount of the debt was $1,000,000 and the balance receivable as of April 30, 2010 is $584,308

Note 5. Capital Assets

Governmental Activities

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

	Balance May 1, 2009	Additions	Deletions	Balance April 30, 2010
Governmental activities:				
Capital assets not being depreciated:				
Land	$ 111,265,256	$ 5,445,578	$ -	$ 116,710,834
Construction in progress	5,651,895	4,203,053	1,493,205	8,361,743
	116,917,151	9,648,631	1,493,205	125,072,577
Capital assets being depreciated:				
Buildings and property	48,958,163	2,826,917	-	51,785,080
Equipment and vehicles:				
General purpose	742,379	115,306	43,185	814,500
Public safety	4,605,812	471,186	197,118	4,879,880
Public works	8,084,600	188,641	107,435	8,165,806
	62,390,954	3,602,050	347,738	65,645,266
Less accumulated depreciation for:				
Buildings and property	12,855,325	1,616,377	2,995	14,468,707
Equipment and vehicles	8,830,145	895,401	347,738	9,377,808
	21,685,470	2,511,778	350,733	23,846,515
Total capital assets being depreciated, net	40,705,484	1,090,272	(2,995)	41,798,751
Governmental activities capital assets, net	$ 157,622,635	$ 10,738,903	$ 1,490,210	$ 166,871,328

Note 5. Capital Assets (continued)

Business-Type Activities

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

	Balance May 1, 2009	Additions	Deletions	Balance April 30, 2010
Business-type activities				
Capital assets not being depreciated:				
Land	$ 1,189,483	$ -	$ -	$ 1,189,483
Construction in progress	226,249	332,769	446,266	112,752
	1,415,732	332,769	446,266	1,302,235
Capital assets being depreciated:				
Waterworks and sewerage system	85,868,635	2,432,925	756,774	87,544,786
Parking lot	3,383,821	-	-	3,383,821
Equipment	2,156,279	102,017	43,253	2,215,043
Pedestrian crossing	30,260	-	-	30,260
	91,438,995	2,534,942	800,027	93,173,910
Less accumulated depreciation for:				
Waterworks and sewerage system	50,982,935	2,515,939	574,060	52,924,814
Parking lot	2,174,338	50,999	-	2,225,337
Equipment	1,852,454	77,798	43,253	1,886,999
Pedestrian crossing	30,260	-	-	30,260
	55,039,987	2,644,736	617,313	57,067,410
Total capital assets being depreciated, net	36,399,008	(109,794)	182,714	36,106,500
Business-type activities capital assets, net	$ 37,814,740	$ 222,975	$ 628,980	$ 37,408,735

Component Unit Library

	Balance May 1, 2009	Additions	Deletions	Balance April 30, 2010
Library building and equipment	$ 11,148,814	$ 21,998	$ -	$ 11,170,812
Less accumulated depreciation	1,634,916	305,816	-	1,940,732
Total capital assets being depreciated, net	$ 9,513,898	$ (283,818)	$ -	$ 9,230,080

Note 5. Capital Assets (continued)

Governmental Activities Depreciation Charged to Functions/Programs

Depreciation was charged to functions/programs as follows:

Governmental activities:	
General government	$ 513,901
Public safety	1,356,015
Public works	480,499
Social services	161,363
Total depreciation expense - governmental activities	$ 2,511,778
Business-type activities:	
Waterworks and sewerage	$ 2,585,255
Commuter parking lot	59,481
Total depreciation expense - business-type activities	$ 2,644,736

Note 6. Long-Term Obligations

Governmental Activities

The following is a summary of long-term obligation activity for the Village associated with governmental activity for the year ended April 30, 2010:

	Outstanding Debt as of May 1, 2009	Additions	Reductions	Outstanding Debt as of April 30, 2010	Due within one year
General obligation bonds financed through governmental funds	$ 15,450,175	$ 16,380,000	$ 1,273,430	$ 30,556,745	$ 2,689,700
Special service area bonds	895,000	-	-	895,000	-
Unamortized issuance costs	(174,961)	(210,996)	(14,059)	(371,898)	-
Unamortized bond premium	254,741	-	8,476	246,265	-
Deferred loss on refunding	(375,257)	-	(29,628)	(345,629)	-
Other postemployment benefits	834,354	739,352	-	1,573,706	-
Compensated absences	867,078	1,457,510	1,351,148	973,440	924,768
	$ 17,751,130	$ 18,365,866	$ 2,589,367	$ 33,527,629	$ 3,614,468

Compensated absences historically are retired by the Village's General Fund.

Business-Type Activities

The following is a summary of long-term obligation activity for the Village with business-type activities for the year ended April 30, 2010:

	Outstanding Debt as of May 1, 2009	Additions	Reductions	Outstanding Debt as of April 30, 2010	Due within one year
General obligation bonds financed through enterprise funds	$ 7,114,825	$ -	$ 261,570	$ 6,853,255	$ 515,300
Unamortized issuance costs	(47,782)	-	(4,551)	(43,231)	-
Revenue bonds financed through enterprise funds	740,000	-	55,000	685,000	-
Compensated absences	95,868	196,431	186,739	105,560	100,282
	$ 7,902,911	$ 196,431	$ 498,758	$ 7,600,584	$ 615,582

Note 6. Long-Term Obligations (continued)

Outstanding debt as of April 30, 2010, consists of the following:

General obligation bonds:

General obligation refunding bonds dated October 22, 2002, of which $120,000 is to be serviced by the Waterworks and Sewerage Fund, provides for the retirement of principal at the rate of $30,000 in 2011, $30,000 in 2012, $30,000 in 2013, and a final installment of $30,000 in 2014. Interest is payable on December 1 and June 1 of each year at a rate of 4.50%.	$ 120,000
General obligation bonds dated October 5, 2004, of which original principal of $4,250,350 is to be serviced by the Waterworks and Sewerage Fund, $2,535,000 is to be serviced by the Storm Water Management Fund and $1,644,650 is to be serviced by the Surtax Cap Fund, provides for the retirement of principal at the rate of $350,000 in 2011, $525,000 in 2012, $550,000 in 2013, $575,000 in 2014, $725,000 in 2015, $750,000 in 2016, $775,000 in 2017, $800,000 in 2018, $750,000 in 2019 and a final installment of $800,000 in 2020. Interest is payable on December 1 and June 1 of each year at rates varying between 3.25% and 4.00%.	6,600,000
General obligation refunding bonds dated April 28, 2008 provide for the retirement of principal of $450,000 in 2011, $465,000 in 2012, $480,000 in 2013, $495,000 in 2014, $515,000 in 2015, $535,000 in 2016, $555,000 in 2017 and $580,000 in 2018. Interest is payable on December 1 and June 1 of each year at varying rates between 3.5% and 4.1%.	4,075,000
General obligation refunding and improvement bonds dated March 23, 2009 provide for the retirement of principal of $920,000 in 2011, $755,000 in 2012, $755,000 in 2013, $780,000 in 2014, $685,000 in 2015, $705,000 in 2016, $715,000 in 2017, $750,000 in 2018, $1,000,000 in 2019, $1,050,000 in 2020, $1,050,000 in 2021 and $1,070,000 in 2022. Interest is payable on December 1 and June 1 of each year at varying rates between 2.5% and 4.1%.	10,235,000
General obligation bonds dated December 30, 2009 provide for the retirement of principal of $1,455,000 in 2011, $1,605,000 in 2012, $1,910,000 in 2013, $1,615,000 in 2014, $2,280,000 in 2015, $1,965,000 in 2016, $2,685,000 in 2017, and $2,865,000 in 2018. Interest is payable on December 1 and June 1 of each year at varying rates between 0.6% and 3.5%.	16,380,000
Unamortized bond premium	246,265
Unamortized issuance costs	(415,129)
Total general obligation bonds	37,241,136

Note 6. Long-Term Obligations (continued)

Special Service Area Bonds:

Limited sales tax revenue bonds dated November 1, 1988 provide for the retirement of principal at the rate of $895,000 through 2003. Interest was payable May 1 and November 1 at a rate of 10.25%. Bonds are to be paid solely from a specific portion of the sales tax revenues generated in the special service area over the life of the bonds. Incremental sales tax revenues have generated $89,416 in "Recapture Differential" through April 30, 2010 that is applied to retire outstanding interest coupons and bonds in serial order, respectively. Of this amount, $88,919 has been paid and reduced outstanding interest coupons, and $497 is held as Unused Recapture Differential for future debt service. The Village is not legally obligated to fund these payments except from available incremental sales tax revenues. When future incremental revenues become available bond maturity payments will be made. $ 895,000

Revenue Bonds:

Revenue bonds dated August 1, 2000 provide for the retirement of principal of $60,000 in 2012, $65,000 in 2013, $65,000 in 2014, $70,000 in 2015, $75,000 in 2016, $80,000 in 2017, $85,000 in 2018, $90,000 in 2019 and $95,000 in 2020. Interest is payable on May 1 and November 1 of each year at rates varying from 5.25% - 5.5%. 685,000

Compensated Absences 1,079,000

Total long-term debt $ 39,900,136

Note 6. Long-Term Obligations (continued)

The future debt service requirements to amortize the outstanding debt other than the 1988 limited sales tax bonds, unamortized issuance costs, unamortized bond premiums and the compensated absences including interest of $7,428,001 are as follows:

	Governmental		Business-Type				
	General Obligation Bonds		General Obligation Bonds		Revenue Bonds		
Year Ending April 30,	Principal	Interest	Principal	Interest	Principal	Interest	Total
2011	$ 2,689,700	$ 879,452	$ 515,300	$ 247,219	$ -	$ 18,474	$ 4,350,146
2012	2,838,220	865,299	541,780	232,634	60,000	35,372	4,573,305
2013	3,172,510	810,802	552,490	216,717	65,000	32,091	4,849,610
2014	2,920,610	737,195	574,390	199,179	65,000	28,679	4,525,053
2015	3,614,660	656,968	590,340	179,868	70,000	25,118	5,136,955
2016	3,344,625	550,617	610,375	159,271	75,000	21,256	4,761,144
2017	4,105,185	428,306	624,815	122,506	80,000	17,050	5,377,862
2018	4,344,555	302,718	650,445	113,653	85,000	12,512	5,508,883
2019	1,033,320	143,976	716,680	88,520	90,000	7,700	2,080,196
2020	1,091,385	102,534	758,615	59,962	95,000	2,613	2,110,109
2021	693,785	57,022	356,215	28,848	-	-	1,135,870
2022	708,190	29,156	361,810	14,714	-	-	1,113,870
	$ 30,556,745	$ 5,564,044	$ 6,853,255	$ 1,663,092	$ 685,000	$ 200,865	$ 45,523,001

The Village has pledged revenues to repay certain bond issues. The pledges will remain until all bonds are retired. The amount of pledges remaining as of April 30, 2010 is as follows:

Debt Issue	Pledged Revenue Source	Pledge Remaining	Commitment End Date	Percentage of Revenue Pledged
2002	Water Sales and Sewer Services	$ 88,800	12/01/2014	1.34%
2004	Water Sales and Sewer Services	6,600,000	12/01/2020	4.24%
1988	Sales tax revenue of the Special Service Area	1,426,719	N/A	N/A

Note 6. Long-Term Obligations (continued)

The secured debt was issued to provide for various Waterworks and Sewerage improvements and Special Service Area Number 3 improvements A comparison of the pledged revenues collected and the related principal and interest expenditures for the fiscal year 2010 is as follows

Debt Issue	Pledged Revenue Source	Pledge Revenue	Principal and Interest Retired
2002	Water Sales and Sewer Services	$ 13,547,055	$ 182,200
2004	Water Sales and Sewer Services	13,547,055	574,450
2000	Water Sales and Sewer Services	13,547,055	157,800

A summary of debt transactions of Tinley Park Public Library, a component unit, for the year ended April 30, 2010, is as follows:

	Debt as of May 1, 2009	Additions	Reductions	Debt as of April 30, 2010	Due within one year
General obligation bonds	$ 7,750,000	$	$ 450,000	$ 7,300,000	$ 450,000
Unamortized bond issuance costs	(43,649)		(8,730)	(34,919)	-
Compensated absences	98 767	157 996	157 697	99 066	94 100
	$ 7,805 118	$ 157 996	$ 598 967	$ 7,364 147	$ 544 100

On December 30, 2009, the Village issued $16,380,000 in General Obligation Build America Bonds-Direct Payment, Series 2009A with an interest rate range of .6 percent - 3 5 percent Also, associated with these bonds is a 35% Federal interest subsidy which totals $791,884 over the life of the issue The proceeds from the sale of the bonds will be used to acquire and construct improvements to the existing Tinley Park Convention Center and to pay the costs of issuance of the Bonds The proceeds of $16,380,000 will be used to provide $16,169,004 for capital projects and to pay $210,996 in bond issuance costs.

Note 7. Pension and Retirement Plan Commitments

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

Illinois Municipal Retirement Fund

Plan Description: The Village provides for retirement and disability benefits for certain regular employees through participation in the Illinois Municipal Retirement Fund (IMRF), an agent multiple-employer plan. The IMRF provides defined benefit pension coverage to eligible employees where the benefit provisions are established by statute and may only be changed by the General Assembly of the State of Illinois. IMRF issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained on-line at www.imrf.org.

Note 7. Pension and Retirement Plan Commitments (continued)

Funding Policy. As set by statute, the Village's regular plan members are required to contribute 4.50% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The employer contribution rate for fiscal year 2010 was a blended 12.71 percent of annual covered payroll. The Village also contributes for disability benefits, death benefits, and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by the IMRF Board of Trustees, while the supplemental retirement benefits rate is set by statute.

Annual Pension Cost. For fiscal year 2010, the Village's annual pension cost of $1,364,158 for the Regular plan was equal to your employer's required and actual contributions.

Trend Information

Fiscal Year Ending	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
04/30/10	$ 1,364,158	100%	-
04/30/09	1,284,710	100%	-
04/30/08	1,248,952	100%	-

The required contribution for calendar 2009 was determined as part of the December 31, 2007, actuarial valuation using the entry age normal actuarial cost method. The actuarial assumptions at December 31, 2007, included (a) 7.5%investment rate of return (net of administrative and direct investment expenses), (b) projected salary increases of 4.00% a year, attributable to inflation, (c) additional projected salary increases ranging from 0.4% to 10.0% per year depending on age and service, attributable to seniority/merit, and (d) post retirement benefit increases of 3% annually. The actuarial value of the Village's regular plan assets was determined using techniques that spread the effects of short-term volatility in the market value of investments over a five-year period with a 15% corridor between the actuarial and market value of assets. The Village's regular plan's unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on a closed basis. The remaining amortization period at December 31, 2007, valuation was 23 years.

Funded Status and Funding Progress. As of December 31, 2009, the most recent actuarial valuation date, the regular plan was 57.06% funded. The actuarial accrued liability for benefits was $27,121,699 and the actuarial value of assets was $15,476,915, resulting in an unfunded actuarial accrued liability (UAAL) of $11,644,784. The covered payroll (annual payroll of active employees covered by the plan) was $11,050,083 and the ratio of the UAAL to the covered payroll was 105%. In conjunction with the December 2009 actuarial valuation, the market value of investments was determined using techniques that spread the effect of short-term volatility in the market value of investments over a five-year period with a 20% corridor between the actuarial and market value of assets. In 2010, the unfunded actuarial accrued liability is being amortized on a level percentage of projected payroll on an open 30 year basis.

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

Note 7. Pension and Retirement Plan Commitments (continued)

Police Pension Plan

Police sworn personnel are covered by the Police Pension Plan which is a defined benefit single-employer pension plan. Although this is a single-employer pension plan, the defined benefits and employee and employer contribution levels are governed by Illinois Compiled Statutes and may be amended only by the Illinois Legislature. The plan provides retirement benefits as well as death and disability benefits. The Village presents the plan as a Pension Trust Fund within this report. No separate report is issued for the pension trust fund.

Covered employees are currently required to contribute 9.91% of their base salary to the Police Pension Plan. The member rate is determined by State Statute. The Village is required to contribute at an actuarially determined amount. The employer rate for fiscal year ended April 30, 2010, was 20.99% of covered payroll. The employer contribution is funded by property taxes. Administrative costs are funded by investment earnings. Contributions and benefits are recognized when due and payable and pursuant to formal commitments, as well as statutory or contractual requirements rather than the period in which employee services are performed. Refunds are recognized as paid.

The Village's annual pension cost and net pension (asset) of the Plan for the year ended April 30, 2010, were as follows:

Annual required contribution	$ 1,304,652
Interest on net pension obligation	(83,109)
Adjustment to annual requirement contribution	24,544
Annual pension cost	1,246,087
Contributions made	1,441,620
Increase in net pension asset	(195,533)
Net pension (asset), beginning of year	(1,244,239)
Net pension (asset), end of year	$ (1,439,772)

The annual required contribution for the year ended April 30, 2010, was determined as part of the April 30, 2009, actuarial valuation report using the entry age normal cost method. The actuarial assumptions included (a) 7.0% investment rate of return, (b) projected salary increases of 5.5%, (c) 3.0% per year cost of living adjustments. Both (a) and (b) included an inflation component of 3.0%. The actuarial value of Police Pension assets was determined using techniques that smooth the effects of short-term volatility in the market value of investments over a five-year period. The Police Pension Plan's unfunded actuarial liability is being amortized as a level percentage of payroll on a closed basis. The remaining amortization period at April 30, 2010, was 23 years.

Trend Information - Schedule of Employer Contributions

Fiscal Year Ending	Annual Pension Cost (APC)	Annual Contributions Made	Percentage of APC Contributed	Net Pension Obligation (Asset)
04/30/10	$ 1,246,087	$ 1,441,620	115.7%	$ (1,439,772)
04/30/09	850,138	1,309,956	154.1%	(1,244,239)
04/30/08	1,252,986	1,655,834	132.2%	(1,187,269)

Note 7. Pension and Retirement Plan Commitments (continued)

Funded Status and Funding Progress. As of April 30, 2009, the most recent actuarial valuation date, the Police Pension Plan was 62.5% funded. The actuarial accrued liability for benefits was $52,118,070 and the actuarial value of assets was $32,559,551, resulting in an unfunded actuarial accrued liability (UAAL) of $19,558,519. The covered payroll (annual payroll of active employees covered by the plan) was $6,242,342 and the ratio of the UAAL to the covered payroll was 313.3%.

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

Membership in the plan consisted of the following as of April 30, 2010:

Retirees and beneficiaries receiving benefits	27
Terminated plan members entitled to but not yet receiving benefits	2
Active vested plan members	59
Active nonvested plan members	18
	106

Note 8. 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; injuries to employees; and natural disasters.

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

The Village's payments to IRMA are displayed on the financial statements as expenditures/expenses in appropriate funds. Each member assumes the first $10,000 of each occurrence. IRMA has a mix of self-insurance and commercial insurance at various amounts above that level.

Each member appoints one delegate, along with an alternate delegate, to represent the member on the Board of Directors. The Village does not exercise any control over the activities of the Agency beyond its representation on the Board of Directors.

Initial contributions are determined each year based on the individual member's eligible revenue as defined in the by-laws of IRMA, experience modification factors based on past member loss experience and optional deductible credits. Members have a contractual obligation to fund any deficit of IRMA attributable to a membership year during which they were a member. Supplemental contributions may be required to fund these deficits.

The Village purchases commercial insurance to cover its employees for health and accident claims.

The Village has not had significant reductions in insurance coverage from the previous fiscal year nor did settlements exceed insurance coverage in any of the last three years.

Note 9. Other Fund Disclosures (FFS Level Only)

Other information related to individual funds includes the following:

Individual fund interfund receivable and payable balances as of April 30, 2010, are as follows:

Fund	Due From Other Funds
Capital Improvements	
Nonmajor Governmental	$ 1,101,856
Fiduciary	
Waterworks and Sewerage	148,861
Total	$ 1,250,717

Fund	Due To Other Funds
Nonmajor Governmental	
Capital Improvements	$ 1,101,856
Waterworks and Sewerage	
Fiduciary	148,861
Total	$ 1,250,717

Interfund debt reflects operating loans which are expected to be repaid in the following fiscal year.

Note 9. Other Fund Disclosures (FFS Level Only) (continued)

Transfers for the year ended April 30, 2010 are as follows:

Fund	Transfer From Other Funds
General	
Nonmajor Governmental	$ 114,754
Capital Improvements	
General Fund	3,982,238
Nonmajor Governmental	62,514
Waterworks and Sewerage	
Nonmajor Governmental	79,563
Nonmajor Governmental	
General Fund	349,775
Capital Improvements	138,053
Other Nonmajor Governmental	1,234,602
Waterworks and Sewerage	314,857
Total	$ 6,276,356

Note 9. Other Fund Disclosures (FFS Level Only) (continued)

Fund	Transfer To Other Funds
General	
Capital Improvements	$ 3,982,238
Nonmajor Governmental	349,775
Capital Improvements	
Nonmajor Governmental	138,053
Nonmajor Governmental	
Other Nonmajor Governmental	1,234,602
General Fund	114,754
Capital Improvements	62,514
Waterworks and Sewerage	79,563
Waterworks and Sewerage	
Nonmajor Governmental	314,857
Total	$ 6,276,356

Interfund transfers are to assist with payment of debt and cover expenses incurred in funds where work is related to other funds

Note 9. Other Fund Disclosures (FFS Level Only) (continued)

In addition, the Village had the following transactions with its component unit, the Library:

	Transfers From
Component Unit, Library	
Capital Improvements	$ 150,000

	Transfers To
Capital Improvements	
Component unit, Library	$ 150,000

Budget Overexpenditure

The following funds overexpended their budgets for the year ended April 30, 2010, by the following amounts: the Drug Enforcement (Special Revenue) overexpended by $4,156, the Train Station Operation & Maintenance (Special Revenue) overexpended by $1,021, the Oak Park TIF (Capital Projects) overexpended by $131,590, the Library Special Building (Component Unit) overexpended by $150,000.

Deficit Fund Balance

The following funds had deficit fund balances for the year ended April 30, 2010, by the following amounts: Storm Water Management (Special Revenue) $713,039, and 2001 General Obligation Bonds (Debt Service) $134,458.

Note 10. Postemployment Healthcare Plan

Plan Description. The Village of Tinley Park (Village) provides limited health care insurance coverage for its eligible retired employees. Dependent coverage is available to eligible retired employees at an additional cost to the retiree This is a single-employer plan. The Retiree Health Plan does not issue a publicly available financial report.

Funding Policy. The required contribution is based on projected pay-as-you-go financing requirements. Retirees receive coverage under the Village's health plan with a limited employer contribution rate applied towards the premiums for the coverage elected by the employee. For fiscal year 2010, the Village contributed $527,276 to the plan.

Note 10. Postemployment Healthcare Plan (continued)

Annual OPEB Cost and Net OPEB Obligation. The Village's annual other postemployment benefit (OPEB) cost (expense) is calculated based on the *annual required contribution of the employer (ARC)*, an amount actuarially determined in accordance with the parameters of GASB Statement 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed 30 years. The following table shows the components of the Village's annual OPEB cost for the year ended April 30, 2010, the amount actually contributed to the plan, and changes in the Village's net OPEB obligation to the plan:

Annual required contribution	$ 1,252,722
Interest on net OPEB obligation	41,718
Adjustment to annual requirement contribution	(27,812)
Annual OPEB cost (expense)	1,266,628
Contributions made	527,276
Increase in net OPEB obligation	739,352
Net OPEB liability, beginning of year	834,354
Net OPEB liability, end of year	$ 1,573,706

The Village's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for 2010 and the two preceding years were as follows:

Year Ending	Annual OPEB Cost	Percentage Annual OPEB Cost Contributed	Net OPEB Obligation
04/30/10	$ 1,266,628	41.6%	$ 1,573,706
04/30/09	1,134,422	26 5%	834,354
04/30/08	N/A	N/A	N/A

Funded Status and Funding Progress. As of April 30, 2010, the plan was not funded. The actuarial accrued liability for benefits was $14,285,906, and the actuarial value of assets was $0, resulting in an unfunded actuarial liability (UAAL) of $14,285,906. The covered payroll (annual payroll of active employees covered by the plan) was $16,268,498, and the ratio of the UAAL to the covered payroll was 87.81%.

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about the future employment, mortality, and the healthcare cost trend. Amounts determined 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 the financial statements presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

Note 10. Postemployment Healthcare Plan (continued)

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

In the April 30, 2010 actuarial valuation (the most recent available), the entry age actuarial cost method was used. The actuarial assumptions included a 5.0% investment rate of return (net of administrative expenses), which is the expected long-term investment returns on the employer's own investments calculated based on the funded level of the plan at the valuation date, 5.0% projected salary increases, and an annual healthcare cost trend rate of 8.0 percent initially, reduced by decrements to an ultimate rate of 6.0%. The actuarial value of assets was determined using techniques that spread the effects of short-term volatility in the market value of investments over a five-year period. The UAAL is being amortized as a level percentage of projected payroll on a closed basis. The remaining amortization period at April 30, 2010 was 30 years.

Note 11. Lake Michigan Water Project and Sanitary Sewer Services

In 1973, the Village entered into water service supply agreements with the Village of Oak Lawn, Illinois (Oak Lawn) whereby Oak Lawn constructed a water transmission line to provide Lake Michigan water to the Village and to neighboring communities. The purpose of the transmission line, as well as the related assets constructed by the Village was to provide, pump, and store Lake Michigan water. The project began operations in 1974.

To finance the construction of the transmission line, which remains the property of Oak Lawn, Oak Lawn issued general obligation bonds. As part of the current water supply agreements the Village is responsible for a share of the costs related to the construction of the transmission line. In addition to the transmission line costs, the Village is responsible for a portion of principal and interest on the bonded debt incurred by Oak Lawn to finance the expansion of the pumping and storage system, and is to make semiannual payments to Oak Lawn as the bonds are repaid through the fiscal year 2011. Payments are in proportion to the Village's water allocations. These debt service allocations are considered future commitments and are a component of the water service fees. The following is the projected summary of the Village's commitment for these water service fees related to the bond issued by Oak Lawn for the transmission system related projects:

Year ending April 30:	
2011	$ 329,892
2012	115,392
	$ 445,284

The Village also pays Oak Lawn for the purchase of Lake Michigan water which is based upon water consumption. During the year ended April 30, 2010, this additional amount totaled $7,034,966.

Note 11. Lake Michigan Water Project and Sanitary Sewer Services (continued)

In 1982, the Village of Tinley Park entered into a water supply contract with Citizens Utilities (now Illinois American Water, hereafter IAW). Under this contract, the Village supplies Lake Michigan water to this private utility company that serves a portion of the Village of Orland Hills, and a small Orland Park subdivision. For services provided under the agreement, the Village receives a handling fee toward the maintenance and operation of the water system, calculated on gallons supplied to IAW. The contract, as amended, has expired as of November 2006. Negotiations on a contract renewal are in process. The Village has continued to supply water to IAW under terms of the amended contract previously noted.

Under a 1999 water supply contract, the Village of Tinley Park also supplies Lake Michigan water to the Villages of New Lenox and Mokena. Similar to the IAW agreement, the Village receives a handling fee toward the maintenance and operation of the water system calculated on the gallons supplied to New Lenox and Mokena. The contract runs for a term of forty years (2039). Additionally, New Lenox and Mokena are responsible for a portion of the Village's commitment to Oak Lawn for debt service and the net amount paid by the Village is reflected in the table on the preceding page.

Sanitary Sewer Services

The portion of the Village of Tinley Park located within Cook County receives sanitary sewer treatment and disposal services through the Metropolitan Water Reclamation District (MWRD). The District charges for these services through a property tax against all property within its District.

In 1978, the Village of Tinley Park entered into a service agreement with the MWRD to provide sanitary sewer treatment and disposal services to a portion of Will County that was within the corporate limits, or planning area, of the Village. The fee for these services is calculated on a basis similar to the property tax the MWRD receives within its District boundaries assessed on all properties within the service area that are incorporated into the Village, but includes a premium factor for service outside their normal service area. These annual service fees are then charged to the individual properties as part of their quarterly utility billings. During the year ended April 30, 2010, the Village paid $567,894 under this agreement.

A portion of the Village of Tinley Park located in Will County receives sanitary sewer treatment and disposal services under a 1994 bulk wastewater treatment service agreement with Illinois American Water (formerly known as Citizen's Utilities). The fee for these services are based on the tariff schedule currently in effect as approved from time to time by the Illinois Commerce Commission. This agreement runs for a term of forty years, with a provision for a ten-year extension. The Village's utility customers within this service area are charged for these services as part of the quarterly utility billings. During the year ended April 30, 2010, the Village paid $267,913 under this agreement.

Under a 1996 wastewater treatment service agreement, the Village of Frankfort (Frankfort) provides sanitary sewer treatment and disposal services to a portion of the Village of Tinley Park located within Will County. This agreement runs for a period of twenty years (2016), with provision for extension. Frankfort receives a fee, based on water consumption, which is included as part of the utility bills to these property owners. During the year ended April 30, 2010, the Village paid $278,401 under this agreement.

Note 12. Commitments

The Village has agreements associated with the development of the Park Center Plaza to provide economic assistance in the development of the shopping center. Under the 1988 amended agreement, municipal sales taxes collected by the Village from this shopping plaza up to a maximum of the incremental $150,000 in excess of $425,000 annually are to be set aside for remittance to the bondholder(s) of limited sales tax bonds issued in conjunction with the agreement. The incremental taxes generated are referred to as "Recapture Differential" under the agreement. The Unused Recapture Differential is held until sufficient funds are accumulated to retire the next series of interest coupons. After all the outstanding interest coupons have been retired, Recapture Differential is then applied to retire outstanding bonds in serial order. The total amount to be provided under this agreement is not to exceed $1,500,000 and the total commitment is currently projected to be less than the maximum. Bond and interest coupons outstanding under the limited sales tax bond issue total $1,337,800 as of April 30, 2009. Through the year ended April 30, 2009, the annual sales taxes collected from the development have exceeded the $425,000 minimum threshold in four "incentive" fiscal years, and have generated a total of $89,416 in "Recapture Differential." Of this amount, $88,919 has been provided to the bond registrar for benefit of the bondholder(s) and retirement of the outstanding debt service. Unused Recapture Differential in the amount of $497 is held as of April 30, 2010.

The Village has an agreement with the developers of a commercial development known as 1-80 World to provide possible future economic assistance in the development of this commercial complex. Under this 1997 agreement, which ran through April 2003, the Village agreed to remit to the developers a portion of the municipal sales taxes collected by the Village from the businesses located within the development in excess of a base amount each year. The initial base amount was $120,000 and increased by 8% each year thereafter. The total contingent amount to be provided under this agreement was not to exceed $1,600,000. The total economic assistance earned under this agreement through April 30, 2003 was $1,600,000. As of April 30, 2010, $263,450 has been held and accrued pending completion by the developer of certain public improvements as required under the agreement.

Under the original 1998 development agreement for the construction of a full service hotel adjacent to the Village's Convention Center, the Village of Tinley Park has agreed to pay an annual amount toward the costs of maintenance and repair of the Convention Center to the hotel operator, who also manages and operates the Convention Center facility on behalf of the Village. In December 2008, the hotel operator and the Village entered into a new development and management agreements due to the anticipated expansions of the hotel and convention center. Under the new management agreement, the hotel operator receives the Facility Maintenance Cost Sharing payment in two equal installments each year of $510,000 the first year and $675,000 each subsequent year of the 10 year agreement. Additionally, the Village will support capital improvement expenditures benefiting the convention center facility of $500,000 in the first year and $185,000 each subsequent year of the agreement. The hotel developer/operator would be scheduled to receive a payment of not more than $3,700,000 as a TIF qualified reimbursement for interest costs write-down in the final year of the TIF per the agreement. As of April 30, 2010, the Village has paid a total of $847,500 to the hotel developer/operator under the new agreement.

The Village has an agreement with the owners of certain vacant commercial property fronting LaGrange Road to provide possible future economic assistance in the development of the property. Under this 2001 agreement, which runs for a ten-year period beginning with the first commercial development on the property, provided that such development was substantially completed by April 1, 2010, the Village is to remit to the developers a portion of the municipal sales taxes collected from the businesses located within the developed property in excess of $20,000 each year. The total contingent amount to be provided under this agreement is not to exceed $600,000. No commercial development has occurred as of April 30, 2010 and, therefore, the agreement has terminated.

Note 12. Commitments (continued)

The Village of Tinley Park entered into an intergovernmental agreement with Community Consolidated School District 146 for the purchase of the former Central Middle School site located one block east of Oak Park Avenue. The approximately three acre retired school site is located in the Main Street South TIF District. Under the terms of this 2003 agreement, the Village paid $350,000 at closing, with an additional $1,000,000 due within the five years after the transfer of title (December 2008). Additionally, the School District would be entitled to 30% of any incremental taxes generated by the property from December 2008 through the life of the TIF to a maximum of $1,650,000 ($3,000,000 overall total). The Village intends to utilize the property for temporary parking and staging area for construction projects contemplated in the Main Street South TIF District, and then sell the property for redevelopment, most likely for town homes or similar density residential development. As such, the property remains tax exempt and has not generated any incremental taxes. As of April 30, 2010, the Village has paid a total of $1,350,000 under the agreement.

An intergovernmental agreement was established between the Village of Tinley Park and Community Consolidated School District 146 associated with the Main Street North TIF District. Under this 2003 agreement and subject to some restrictions and priorities, 17% of the incremental taxes generated over the life of the TIF or a maximum of $2,500,000 are to be set aside for possible future capital improvements made by the School District within the Main Street North TIF District. A total of $414,593 has been accumulated in the aforementioned Cap Fund through April 30, 2010.

The Village has an agreement with the owner/developer of the Hilton Garden subdivision to provide possible future economic assistance in the redevelopment of the property. Under this 2003 agreement, the Village paid for the installation of certain public improvements on behalf of the developer. The developer agreed to provide certain other site improvements and enhancements beyond normal Village standards in an estimated amount not to exceed $450,000. The agreement, which runs for a ten year period beginning with the completion of the first hotel (Hilton Garden Inn) on the property, the Village will first recover its cost of the public improvements, plus interest at 3.46%, from hotel/motel taxes generated from the development. Provided that the development has been fully completed, including the identified enhancements, the Village would thereafter remit to the owner/developer a portion of the municipal hotel/motel accommodations taxes generated up to a maximum of $450,000. The agreement provides that the Village is not obligated to provide any financial assistance to the developer should the development conditions not be met by September 30, 2005. The agreement was subsequently amended to extend the developer's completion date to September 30, 2006. The agreement also provides that the Village can provide a lesser prorated assistance amount at its discretion based on the amount expended on identified enhancements that have been completed. The public improvements paid by the Village totaled $640,796. As of April 30, 2010, a balance (including interest) of $70,896 remains outstanding on this recapture amount. Through the end of the April 30, 2010 fiscal year, a total of $661,230 has been recouped from the hotel/motel accommodations taxes generated from businesses located on the property. As of April 30, 2010, this commercial development had not completed all required site improvements, and the completion date has passed, therefore, no other direct financial assistance payments are currently due.

The Village has entered into an agreement with Menard, Inc. to provide economic assistance to redevelop portions of what was formerly known as Brementowne Mall in order to expand their Tinley Park store location. Under this 2004 agreement, which runs for a ten year period beginning with the completion of the expansion, the Village will remit to the business up to $40,000 annually from the sales taxes generated from the business location in excess of $360,000, plus 50% of the sales taxes collected in excess of $400,000 annually. The total contingent amount to be provided under this agreement is not to exceed $500,000 over the ten year period. As of April 30, 2010, the total economic assistance provided under this agreement is $21,050.

Note 12. Commitments (continued)

The Village entered into a development agreement with Ryan Companies US, Inc. as owner/developer to provide possible future economic assistance in association with the development of a commercial shopping center known as Brookside Marketplace. Under this 2004 agreement, which runs for a ten year period beginning with the opening of the key anchor store, the Village will provide a maximum of $5,000,000 in financial assistance through sharing of sales tax revenues generated by the development. In addition, the Village reimbursed the developer a total of $2,517,267 for certain development costs in addition to certain infrastructure related costs paid for directly by the Village. The Village will remit a portion of the sales taxes generated in excess of an annual amount of $75,000 in semi-annual payments until either the maximum amount is achieved or the term expires (whichever occurs first). As of April 30, 2010, the total economic assistance provided through sales tax sharing under this agreement is $2,250,332. Incentive dollars earned through April 30, 2010 have been accrued in the amount of $381,000, but is not due and payable until after the conclusion of the semi-annual reporting periods of the incentive year.

The Village entered into an agreement with Catalina Kampground, Inc. to provide possible future economic assistance in the redevelopment and construction of a mixed-use commercial and residential project located on Oak Park Avenue commonly referred to as the PASS Building. Under this 2004 agreement, the Village will provide a maximum of $150,000 in financial assistance in the form of reimbursement of eligible redevelopment costs including demolition, utilities, and roadwork. The incentive is payable over a five year period from tax increment financing (TIF) revenue generated by the redevelopment which is located in the Main Street North TIF District. All the requirements associated with the redevelopment of the property have been completed, and $90,000 in financial assistance has been provided as of April 30, 2010.

The Village has entered into an agreement with Sord Management, Inc. as owner/developer, to provide possible future economic assistance in the development of a commercial shopping center known as Park Hills. Under this 2004 agreement, which runs for a twenty year period beginning with the Village's issuance of the first Certificate of Occupancy (June 2006), the Village will provide the developer 25% of the sales taxes generated from businesses located on the site. As of April 30, 2010, all of the developer and development commitments under the agreement have not been completed, and as such, no payments are yet required.

The Village has entered into an intergovernmental agreement with the Village of Orland Hills providing for possible sales tax revenue sharing in association with above referenced development of a commercial shopping center known as Park Hills. The site of this development had originally been annexed by Orland Hills, but the community was unable to adequately provide necessary public services for the site to develop. The property was subsequently de-annexed by Orland Hills and annexed to Tinley Park. The primary storm water detention for this development is being provided by a nearby site within the corporate limits of the Village of Orland Hills. In the spirit of inter-governmental cooperation, it was agreed that the two communities would share in the sales tax revenues generated by the shopping center development. Tinley Park was required to pay for the modification of a storm water detention pond located in Orland Hills that would be utilized by this commercial development. Under this 2005 agreement, beginning with the Village's issuance of the first Certificate of Occupancy for the Park Hills Shopping Plaza, the Village will provide the Village of Orland Hills with 65% of the municipal sales taxes received from businesses located on the site for the next twenty years. After the initial twenty year period, the Village of Orland Hills will thereafter receive 55% of the municipal sales taxes received from the development. However, Tinley Park would be allowed to retain a portion of these sales taxes in repayment of the costs associated with modification of the storm water facilities in Orland Hills. As of April 30, 2010, approximately $149,960 in sales tax sharing has been determined. The Village of Tinley Park has expended $1,760,227 on the storm water detention facility. As the detention pond modifications were not finalized and the associated costs are substantially greater than anticipated, by mutual agreement of the two municipalities, no payments are yet required.

Note 12. Commitments (continued)

The Village has entered into an agreement with Hanfer, Inc. (doing business as Hansen Development) to provide possible future economic assistance in the redevelopment and construction of a mixed-use commercial and residential project located on 183rd Street commonly referred to as Tinley Pointe. Under this 2005 agreement, the Village will provide a maximum of $423,000 in financial assistance in the form of reimbursement of eligible redevelopment costs including demolition, utilities, and roadwork. The incentive is payable over a five year period from tax increment financing (TIF) revenue generated by the redevelopment which is located in the Oak Park Avenue TIF District. A total of $169,200 in TIF reimbursements has been paid of April 30, 2010.

An agreement with UGN, Inc. (United Global Nippon) was approved in May 2005 to provide possible future economic assistance in relocating their corporate headquarters to Tinley Park. This agreement provides for a maximum of $50,000 in financial assistance in the form of reimbursement of certain expenditures incurred including $30,000 for landscaping costs payable after one year and reimbursement of up to $4,000 per year for five years for use of Tinley Park facilities for corporate meetings and events. As of April 30, 2010, a total of $46,000 has been paid under this agreement.

The Village has entered into an agreement with MMB, Inc. to provide possible future economic assistance in the redevelopment and construction of a mixed-use commercial and residential project located on Oak Park Avenue commonly known as Springfort Hall. Under this 2005 agreement, the Village will provide a maximum of $250,000 in financial assistance in the form of reimbursement of eligible redevelopment costs including development of public parking as part of the development. The incentive is payable over a ten year period from tax incremental financing (TIF) revenue generated by the project which is located in the Main Street North TIF. Following the occupancy of all the commercial units, the developer would be entitled to 75% of TIF revenues generated by the site, above a 17% base to a maximum of $250,000. As of April 30, 2010 $177,841 has been provided in reimbursement of TIF eligible expenses.

An agreement with JP Gallagher Building Corp was approved during 2005 to provide possible future economic assistance in redeveloping the former Lion's Pool site for eight (8) upscale single family wooded homes. The redevelopment site, known as Forest Glen, is located within the Main Street North TIF District. Under this agreement, the Village will construct a bridge over Midlothian Creek to allow Willow Lane (on the east) to be improved and interconnected with an extension of Gaynelle Road (on the west) providing a means of public access through the development. This bridge was estimated to cost $250,000, with the developer providing $90,000 toward the project as building permits are issued. This financial assistance is to be provided from sources other than tax incremental financing (TIF) revenues generated by the project. The Village has expended $545,686 on the bridge and roadway project through fiscal year end. A total of one building permit has been issued for this development as of fiscal year end. No other financial assistance has been provided.

An agreement with Family Hyundai and Suzuki, Inc. was approved during 2005 to provide possible future economic assistance in development and construction of a new Hyundai automobile dealership location, and the renovation and expansion of the existing Hyundai building for the Suzuki automobile dealership. Under this 2005 agreement which runs for a ten year period, the Village will provide a maximum of $1,250,000 in financial assistance from sales taxes generated by the two automobile dealership locations. This agreement was modified in April 2009 to provide for sharing of the economic assistance with Community Motors, Inc. who would purchase and renovate the former Hyundai location (originally slated to become a Suzuki dealership). The Village will remit a portion of the sales taxes generated in excess of an initial base amount of $437,000, with the base amount increasing annually to a maximum of $547,328 over the life of the agreement, until either the maximum amount is achieved or the term expires. During fiscal year 2009, the Village Board approved an extension of the term of the incentive agreement to twelve years at the request of the business owners/developers. As of April 30, 2010, a total of $29,276 has been paid under this agreement.

Note 12. Commitments (continued)

The Village has entered into an agreement with Boston Blackies Properties III LLC to provide possible future economic assistance in redeveloping the former "Bremen Cash Store/Vogt's Department Store" building located in the Village's Historic District for a restaurant and bar. This 2006 agreement provided for a maximum of $380,500 in financial assistance for demolition, professional services and construction payable from tax incremental financing (TIF) revenues generated by the project and was predicated on the preservation of the existing structure. This historic "Commercial Italianate" style building had been built in 1886 by Henry Vogt, Sr., the Village's first Village President, to house his expanding general merchandise store. The local Post Office was also located in this building for many years. The business was operated by the four generations of the Vogt family over nearly 110 years within the community. The site is also located within the Main Street South TIF District. The structural integrity of the building was irreparably compromised during initial renovations and regrettably this historic structure was demolished in February 2009. The demolition of the historic structure resulted in the termination of the 2006 agreement. The developers have subsequently agreed to replicate the exterior appearances in a new structure that was to add a third floor for residential apartments. The Village entered into a new financial assistance agreement with the developers in 2009 in connection with the redevelopment project which provides for $550,000 reimbursement of TIF qualified expenses. Subsequently, the site was acquired through foreclosure by the lending bank. The site has been leveled and seeded with grass and is available for sale. Accordingly, the development agreement has been terminated. The Village has provided $97,111 for demolition and site planning through April 30, 2010.

A development agreement was approved between the Village of Tinley Park and Tinley Park Place LLC to provide possible future economic assistance in the redevelopment and construction of a mixed-use commercial and residential project encompassing the entirety of Block 4 of the Village of Bremen (now Tinley Park), at Oak Park Avenue and North Street commonly known as Tinley Park Place. The redevelopment project consists of development of approximately 60,000 square feet of retail commercial and office space, an 11 screen movie theater, and 115 residential condominiums. This 2006 agreement provides for a maximum of $12,000,000 in financial assistance for demolition, professional services, and construction payable from tax incremental financing (TIF) revenues generated by the project. This incremental tax assistance is subject to priorities for statutorily required payments to school or other districts and Village administrative expenses. Additionally, the developers are eligible to receive a maximum of $1,300,000 in amusement taxes generated by the development over no more than a ten year period after the cinema opens. The Village is committed to constructing, or reimbursing for approximately $25,000,000 in public improvements including roadway, water, sanitary sewer, and storm sewer improvements and construction of public parking. The redevelopment site is located within the Main Street South TIF District. The developer has not met the conditions necessary to be eligible for any payments under this agreement as of April 30, 2010. Likewise, the Village is not obligated to commence any of the related public improvements at this time. This notwithstanding, the Village has proceeded with the acquisitions and clearing of real estate associated with this development totaling $714,233. In addition, the Village has authorized the engineering and design for the parking facilities (including temporary parking) and has incurred $1,798,929 in related expenses as of April 30, 2010.

The Village of Tinley Park entered into a preliminary development agreement with South Street Development, LLC related to the construction of a mixed use development encompassing a significant portion of the block fronting South Street across from the Tinley Park Oak Park Avenue commuter station. This development is proposed to consist of retail commercial space combined with residential town homes. Under this 2007 agreement, the Village will provide a maximum of $2,200,000 in reimbursement of TIF eligible expenses. Although the developer has not received any direct reimbursement payments, the developer has received benefit of $629,859 in expenses paid by the Village for real estate acquisition, demolition, and other site related costs under this agreement as of April 30, 2010.

Note 12. Commitments (continued)

Through an agreement with the developers of Bailey's Bar and Grill, a façade improvement agreement was approved providing for a maximum of $27,811 in reimbursement for qualified façade improvement costs associated with the redevelopment and improvement of their existing building. The Village Board approved an additional reimbursement of $7,189 in improvement costs for total financial assistance of $35,000 which was paid during the fiscal year ended April 30, 2010.

In conjunction with the development of a new corporate world headquarters, the Village of Tinley Park and Panduit Corporation entered into an agreement providing for certain financial assistance in May 2008. Under this agreement, the Village will rebate a portion of the Village's property taxes extended against the property in excess of $26,000 each year for a maximum of $2,200,000 over twenty years. The initial incentive year begins the year that the completed project is fully assessed for property tax purposes. As of April 30, 2010, all of the developer and development commitments under the agreement have not been completed, and as such, no payments are yet required.

Related to the development of the Panduit Corporation world headquarters complex, the Village entered into a sales tax sharing agreement with related Panduit Procurement LLC in April 2008 which provides for the sharing of 50% of all sales taxes generated by the business for a ten year period with no maximum limitation. As of April 30, 2010, a total of $159,671 had been paid under this agreement and an estimated $12,500 has been accrued based on expected sales tax reporting through the end of the fiscal year.

An agreement between Temperature Equipment Corporation (TEC), the Village of Lansing, and the Village of Tinley Park was approved in April 2010 to provide economic assistance to TEC in relocating its sales office to a location in Tinley Park from Lansing, IL. Under Illinois statutes, this agreement was required to provide compensation to Lansing for the loss of sales tax revenues due to the economic incentive being offered in association with this type of sales relocation. This agreement, covering a ten year period, provides for the sharing of sales taxes generated by the business in excess of $20,000 annually. The next $600,000 in sales taxes generated would be shared 50% to TEC and 25% to Lansing. Sales taxes in excess of $620,000 are shared 25% to TEC, and 25% to Lansing with no maximum limit. As of April 30, 2010, no benefits under this agreement had accrued, and no payments were required.

The Village entered into an agreement with International Imports, LLC in April 2010 to provide economic assistance in conjunction with the remodeling of facilities to accommodate a Subaru dealership. Under this agreement, which runs for a ten year period, the Village will provide a maximum of $395,000 in financial assistance through sales taxes generated by the new automobile dealership. As of April 30, 2010, no financial assistance was due to the business operators.

The Village has several construction contracts for various Village improvements totaling $15,949,079 at April 30, 2010.

Note 13. Pronouncements Issued But Not Yet Adopted

GASB Statement No. 51, *Accounting and Financial Reporting for Intangible Assets,* will be effective for the Village beginning with its year ended April 30, 2011. This statement establishes accounting and financial reporting requirements for intangible assets to reduce these inconsistencies, thereby, enhancing the comparability of the accounting and financial reporting of such assets among state and local governments.

Note 13. Pronouncements Issued But Not Yet Adopted (continued)

GASB Statement No. 53, *Accounting and Financial Reporting for Derivative Instruments,* will be effective for the Village beginning with its year ending April 30, 2011. This Statement addresses recognition, measurement, and disclosure of information regarding derivative instruments entered into by state and local governments.

GASB Statement No. 54, *Fund Balance Reporting and Government Fund Type Definitions,* will be effective for the Village beginning with its year ending April 30, 2012. This Statement establishes fund balance classifications that comprise a hierarchy based primarily on the extent to which a government is bound to observe constraints imposed upon the use of the resources reported on governmental funds.

GASB Statement No. 57, *OPEB Measurements by Agent Employers and Agent Multiple-Employer Plans,* will be effective for the Village with its year ended April 30, 2013. This statement addresses issues related to the use of the alternative measurement method and the frequency and timing of measurements by employers that participate in agent multiple-employer other postemployment benefit plans.

GASB Statement No. 59, *Financial Instrument Omnibus,* will be effective for the Village with its year ended April 30, 2012. This statement updates and improves existing standards regarding financial reporting and disclosure requirements of certain financial instruments and external investment pools for which significant issues have been identified in practice.

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

Village of Tinley Park, Illinois

Illinois Municipal Retirement Fund
Schedule of Funding Progress

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
12/31/09	$ 15,476,915	$ 27,121,699	$ 11,644,784	57.06 %	$ 11,050,083	105.38 %
12/31/08	13,811,767	24,230,327	10,418,560	57.00	10,571,153	98.56
12/31/07	15,483,973	22,026,440	6,542,467	70.30	9,990,456	65.49
12/31/06	14,894,742	20,522,669	5,627,927	72.58	9,178,721	61.31
12/31/05	13,060,098	18,692,162	5,632,064	69.87	8,414,340	66.93
12/31/04	15,572,449	20,270,598	4,698,149	76.82	7,684,813	61.14

On a market value basis, the actuarial value of assets as of December 31, 2009 is $14,881,066. On a market basis, the funded ratio would be 54.87%.

Village of Tinley Park, Illinois

Police Pension Fund
Schedule of Funding Progress

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll [(b-a)/c]
4/30/09	32,559,551	52,118,070	19,558,519	62.5 %	$ 6,242,342	313.32 %
4/30/08	36,223,752	47,570,810	11,347,058	76.1	5,909,785	192.00
4/30/07	34,340,521	44,032,327	9,691,806	78.0	5,610,043	172.76
4/30/06	30,623,542	40,492,975	9,869,433	75.6	5,284,341	186.77
4/30/05	28,253,772	37,592,315	9,338,543	75.2	5,023,308	185.90
4/30/04	26,307,060	34,443,373	8,136,313	76.4	4,585,867	177.42

Village of Tinley Park, Illinois

Schedule of Employer Contributions
Police Pension Fund

Actuarial Valuation Date	Annual Required Contribution	Percentage Contributed
Fiscal Year		
2009	$ 1,304,652	100.45 %
2008	1,271,594	130.22
2007	1,201,929	90.53
2006	1,088,065	91.35
2005	993,917	96.51
2004	959,185	83.91

Village of Tinley Park, Illinois

Schedule of Funding Progress
Postemployment Healthcare Plan

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll [(b-a)/c]
4/30/10	$ -	$ 14,285,906	$ 14,285,906	0.0 %	$ 16,268,498	87.81 %
4/30/09	-	14,108,935	14,108,935	0.0	16,164,746	87 28
4/30/08	N/A	N/A	N/A	N/A	N/A	N/A
4/30/07	N/A	N/A	N/A	N/A	N/A	N/A

Village of Tinley Park, Illinois

Schedule of General Fund Revenues - Budget and Actual
Year Ended April 30, 2010

	Original and Final Budget	Actual
Property taxes	$ 16,275,000	$ 16,068,095
Other taxes:		
Municipal occupation taxes	9,365,000	10,365,906
Amusement	300,000	470,332
Total other taxes	9,665,000	10,836,238
Intergovernmental:		
Personal property replacement taxes	64,175	64,285
State income taxes	3,600,000	2,220,718
Illinois income tax surcharge	1,580,000	978,241
Telecommunication tax	395,000	402,139
Total intergovernmental	5,639,175	3,665,383
Licenses, permits and fees:		
Liquor	80,000	82,587
Vehicles	450,000	476,637
Business	115,000	128,780
Cable franchise	650,000	626,946
Building permits	225,000	435,901
Contractor	45,000	58,650
Pet	2,500	2,358
Crime free rental license	-	30,300
Total licenses, permits and fees	1,567,500	1,842,159
Charges for services:		
Police security	95,000	119,443
Rebillables	50,000	117,146
Fire protection	-	23,625
Senior bus	6,500	6,670
Elevator inspection fees	15,000	18,050
Total charges for services	166,500	284,934

See Note to Required Supplementary Information.

(continued)

Village of Tinley Park, Illinois

Schedule of General Fund Revenues - Budget and Actual
Year Ended April 30, 2010

	Original and Final Budget	Actual
Fines, forfeitures and reimbursements:		
Pace	$ 20,000	$ 26,546
State	25,160	38,529
Police grant	-	50,122
Custom seizures	-	16,700
Other reimbursements	126,000	141,993
Fines and penalties	534,200	635,553
Insurance	50,000	82,350
Total fines, forfeitures and reimbursements	755,360	991,793
Interest	179,000	194,891
Miscellaneous	177,500	328,467
Total revenues	$ 34,425,035	$ 34,211,960

See Note to Required Supplementary Information.

Village of Tinley Park, Illinois

Schedule of General Fund Expenditures - Budget and Actual
Year Ended April 30, 2010

	Original and Final Budget	Actual
General government:		
Mayor and trustees:		
Personal services:		
Salaries	$ 207,000	$ 202,899
Health and life	50,900	28,379
Social Security and IMRF	49,550	40,551
Contractual services and commodities:		
Telephone and pagers	1,000	2,032
Travel	700	115
Meetings and conferences	7,500	2,027
Reception and meals	12,000	11,039
Dues and subscriptions	11,750	10,210
Office supplies	750	667
Repairs and maintenance - computer equipment	1,000	-
Total mayor and trustees	342,150	297,919
Village manager:		
Personal services:		
Salaries	554,500	511,312
Employee health and life	59,000	54,097
Social Security and IMRF	118,750	103,146
Contractual services and commodities:		
Telephone and pagers	4,050	2,340
Meetings and conferences	3,100	737
Reception and meals	4,000	2,284
Dues and subscriptions	12,000	10,645
Other operating supplies	500	177
Office supplies	750	121
Other	11,700	9,697
Total village manager	768,350	694,556
Finance:		
Personal services:		
Salaries	595,050	577,274
Employee health and life	94,000	79,530
Social Security and IMRF	127,050	113,395
Contractual services and commodities:		
Telephone and pagers	2,500	2,882
Travel	1,000	877
Training	1,500	-
Meetings and conferences	5,000	3,209
Reception and meals	750	364
Dues and subscriptions	12,750	12,416
Reference	200	-
Office supplies	1,200	929
Other operating supplies	50	-
Total finance	841,050	790,876

See Note to Required Supplementary Information.
(continued)

Village of Tinley Park, Illinois

Schedule of General Fund Expenditures - Budget and Actual
Year Ended April 30, 2010

	Original and Final Budget	Actual
General government: (continued)		
Village clerk:		
Personal services:		
Salaries	$ 274,500	$ 254,640
Employee health and life	78,680	71,709
Social Security and IMRF	58,200	50,625
Contractual services and commodities:		
Training	2,100	201
Meeting and conferences	1,600	1,441
Receptions and meals	500	666
Printing	1,000	1,610
Legal and classified advertising	1,000	351
Dues and subscriptions	6,500	7,648
Other contractual services	-	228
Codification	6,000	9,450
Postage	10,000	2,884
Office supplies	3,000	1,997
Total village clerk	443,080	403,450
Economic Development:		
Personal services:		
Salaries	165,750	154,131
Employee health and life	14,000	12,854
Social Security and IMRF	35,650	31,148
Contractual services and commodities:		
Travel	200	27
Meeting and conferences	2,500	2,484
Reception and meals	1,000	1,341
Dues and subscriptions	5,550	5,155
Programs	11,500	10,799
Telephone	300	344
Postage	400	797
Office supplies	400	107
Gasoline	1,000	1,300
Repair motor vehicles	-	624
Other contractual services	2,000	201
Total economic development	240,250	221,312
Total general government	$ 2,634,880	$ 2,408,113

See Note to Required Supplementary Information
(continued)

Village of Tinley Park, Illinois

Schedule of General Fund Expenditures - Budget and Actual
Year Ended April 30, 2010

	Original and Final Budget	Actual
General overhead:		
Contractual services and commodities:		
Telephone and telegraph	$ 84,500	$ 46,398
Wireless fire alarm	660	793
Printing	20,000	17,073
Health and life	250	150
Liability insurance	1,200,000	786,102
Unemployment compensation	18,500	30,359
Insurance deductible	5,000	735
Maintenance operations	15,000	4,705
Dues and subscriptions	100,000	52,656
Other contractual service	197,972	157,175
Auditing services	50,000	32,655
Legal services	607,000	600,453
Illinois state police fingerprint fee	-	240
Administrative fees	11,000	7,031
Postage	13,200	14,024
Office supplies	12,000	10,944
Items for resale	20,000	25,725
Confectionery supplies	2,000	3,630
Other operating supplies	2,300	174
Repairs and maintenance	6,000	625
Exchange	67,080	72,042
Architect services	155,000	106,654
Refunds	-	3,377
Property taxes	5,000	740
Miscellaneous	264,700	90,056
Fuel supplied to others	83,000	79,155
Total general overhead	$ 2,940,162	$ 2,143,671

See Note to Required Supplementary Information.
(continued)

Village of Tinley Park, Illinois

Schedule of General Fund Expenditures - Budget and Actual
Year Ended April 30, 2010

	Original and Final Budget	Actual
Police:		
Personal services:		
Salaries	$ 10,267,315	$ 9,692,577
Employee recognitions	1,750	618
Employee health and life	2,078,488	1,821,965
Social Security and IMRF	557,990	511,875
Contractual services and commodities:		
Telephone and pagers	67,000	60,720
Travel	500	387
Training	22,392	20,670
Meetings and conferences	7,422	4,310
Reception and meals	3,000	1,940
Prisoner care	3,640	3,607
Animal care	9,125	8,939
Printing	18,000	16,992
Legal and classified advertising	200	-
Photography	1,350	526
Microfilming	4,000	4,458
Repair to machinery and equipment	42,445	17,369
Repair motor vehicles	73,400	66,258
Insurance deductible	30,000	47,171
Radio maintenance	18,000	5,734
Radio changeover	5,000	-
Machine rental	8,230	6,026
Towel and laundry service	1,000	1,346
Dues and subscriptions	103,875	104,792
Service contract by agreement	77,610	47,033
Wireless fire alarm	-	795
Towing service	3,000	1,953
Medical services	3,050	1,398
Vehicle licenses	2,000	2,019
Postage	14,000	13,510
Office supplies	21,371	20,657
Confectionery supplies	1,000	846
Expendable tools	500	-
Gasoline	260,865	207,699
Oil	4,500	2,078
Miscellaneous fuels	600	109
Chemical supplies	10,970	6,649
Tires and tubes	18,500	14,395
Electric supplies	3,200	800
Books/manuals/brochures	3,125	451
Police operating supplies	27,265	15,169
Uniforms	13,066	9,876
Ammunition and targets	14,410	15,356
Telephone communications	23,520	23,066
Signs and sign material	500	-
Grant expenditures	4,365	240
Training	6,269	1,981
Travel expenses	5,000	2,172
Pension contribution	1,500,000	1,441,809
Total police	$ 15,342,808	$ 14,228,341

See Note to Required Supplementary Information.
(continued)

Village of Tinley Park, Illinois

Schedule of General Fund Expenditures - Budget and Actual
Year Ended April 30, 2010

	Original and Final Budget	Actual
Fire:		
Fire suppression:		
Personal services:		
Salaries	$ 2,300,350	$ 2,023,871
Deferred compensation contribution	115,050	97,009
Social Security and IMRF	184,800	163,624
Disability insurance	11,858	8,521
Insurance deductible	15,000	3,350
Contractual services and commodities:		
Telephone and pagers	67,774	70,632
Training	21,815	13,015
Medical exams	4,150	120
Meetings and conferences	3,500	1,386
Reception and meals	4,000	1,524
Printing	1,750	1,436
Microfilm/digital imaging	2,500	143
Repair machinery and equipment	14,250	13,642
Repair motor vehicles	65,000	65,799
Radio maintenance	5,000	4,624
Repairs tires/tubes	12,000	6,815
Repair/maintenance airpaks	20,000	13,565
Equipment rental	18,792	16,978
Towel and laundry services	500	570
Service contracts	1,400	964
Testing services	1,770	-
Dues and subscription	16,625	17,784
Postage	917	838
Wireless fire alarm	2,640	3,606
Office supplies	7,500	7,151
Expendable tools	10,000	9,865
Gasoline	18,274	12,126
Diesel	33,011	22,183
Miscellaneous fuels	400	374
Chemical supplies	1,600	-
Hazardous material supplies	1,500	194
Janitorial supplies	4,000	4,000
Uniforms	40,000	30,888
Bunker gear	48,005	46,530
Hose	10,000	7,974
Other operating supplies	13,000	11,321
Total fire suppression	3,078,730	2,682,422

See Note to Required Supplementary Information.
(continued)

Village of Tinley Park, Illinois

Schedule of General Fund Expenditures - Budget and Actual
Year Ended April 30, 2010

	Original and Final Budget	Actual
Fire: (continued)		
Fire prevention:		
Personal services:		
Salaries	$ 521,500	$ 449,486
Employee health and life	101,300	91,162
Social Security and IMRF	107,950	86,614
Contractual services and commodities:		
Telephone and pagers	7,214	5,253
Travel	400	74
Training	3,345	1,973
Meetings and conferences	2,950	1,771
Reception and meals	2,000	1,789
Printing	5,200	5,219
Photography	10,500	5,605
Blueprinting and mapping	3,000	-
Repair motor vehicles	3,500	3,036
Repair office equipment	7,000	3,352
Radio maintenance	1,000	-
Other contractual services	2,520	2,528
Dues and subscription	17,330	7,394
Postage	2,300	1,959
Office supplies	1,500	1,276
Gasoline	6,146	3,778
Pamphlets	2,000	1,963
Fire safety/ed program supplies	5,588	5,599
Uniforms	3,350	2,632
Fire investigations equipment	1,500	774
Signs and sign material	250	-
Other operating supplies	1,250	992
Total fire prevention	820,593	684,229
Total fire	$ 3,899,323	$ 3,366,651

See Note to Required Supplementary Information
(continued)

Village of Tinley Park, Illinois

Schedule of General Fund Expenditures - Budget and Actual
Year Ended April 30, 2010

	Original and Final Budget	Actual
Emergency management agency (EMA):		
Personal services:		
Salaries	$ 73,000	$ 65,429
Social Security and IMRF	14,200	13,505
Disability insurance	2,000	1,897
Contractual services and commodities:		
Telephone and pagers	14,000	11,313
Travel	1,000	220
Medical exams / drug tests	500	420
Training	3,000	1,662
Meetings and conferences	3,000	506
Reception and meals	3,000	3,047
Printing	1,000	331
Repair machinery and equipment	5,000	5,112
Repair motor vehicles	7,000	7,362
Radio maintenance	3,000	3,134
Repair sirens	6,500	6,210
Computer maintenance	550	120
Dues and subscriptions	4,240	3,412
Ambulance service	806,000	805,699
Marketing/recruitment	4,000	793
Emergency disaster plan	4,150	3,660
Postage	500	100
Office supplies	1,000	540
Gasoline	7,300	6,095
Uniforms	3,000	1,951
Cert grant program	300	3,207
Pamphlets	2,000	395
Total emergency management agency (EMA)	$ 969,240	$ 946,120
Road and bridge:		
Personal services:		
Salaries	$ 1,826,050	$ 1,725,225
Employee health and life	388,300	357,149
Social Security and IMRF	384,350	345,312
Contractual services and commodities:		
Telephone and pagers	11,300	8,253
Training	5,000	1,909
Meetings and conferences	1,000	463
Reception and meals	1,000	692
Vehicle inspection	1,500	1,695
Printing	500	576
Photography	400	358
Blueprinting and mapping	200	88
Electricity	3,000	3,347
Maintenance lift station	5,000	7,831
Contributed services	3,000	3,994
Drainage maintenance	35,000	13,708

See Note to Required Supplementary Information.
(continued)

Village of Tinley Park, Illinois

Schedule of General Fund Expenditures - Budget and Actual
Year Ended April 30, 2010

	Original and Final Budget	Actual
Road and bridge: (continued)		
Repair machinery and equipment	$ 62,000	$ 57,966
Repair motor vehicles	70,000	42,778
Insurance deductible	60,000	56,098
Radio maintenance	1,000	-
Computer maintenance	500	236
Machine rental	6,000	975
Tune-up software and maintenance	4,000	4,500
Towels and laundry service	1,100	1,050
Dues and subscriptions	750	1,084
Drug testing	1,000	600
Service contract by agreement	2,000	1,714
Contract snow removal	30,000	59,370
Contract landscape maintenance	21,600	36,265
Other contractual services	32,000	13,386
Engineering services	220,000	210,622
Planning services	10,000	-
Vehicle license	1,200	468
Refuse disposal	40,000	52,342
Duplicating	500	555
Advertising and legal notices	1,200	550
Postage	2,300	2,705
Office supplies	2,500	1,551
Confectionery supplies	1,300	1,241
First aid supplies	950	240
Expendable tools	5,000	3,110
Kerosene and LP gas	300	99
Gasoline	45,000	35,342
Oil	4,000	3,417
Diesel	60,000	56,052
Chemical supplies	7,000	7,000
Tires and tubes	12,000	10,881
Electrical supplies	200	347
Books/manuals/brochures	500	-
Uniforms	16,000	11,108
Paint supplies	10,000	7,750
Thermo lane marking	2,000	1,899
Plumbing supplies	100	252
Landscaping materials	25,000	27,913
Retention maintenance	15,000	16,946
Lumber supplies	1,000	804
Welding supplies	500	777
Concrete and masonry supplies	25,000	11,737
Asphalt/road oil and tar	20,000	13,859
Sewer tile culvert and related supplies	10,000	12,973
Ice control for roads	200,000	199,781
Signs and sign material	20,000	19,905
Hardware	2,000	3,440
Safety supplies	7,000	7,243
Steel supplies	1,000	1,059
Sand/gravel/rock	25,000	13,556
Software license	4,500	8,271
Sidewalk repair	90,000	490
Tree replacement	5,000	5,000
Other operating supplies	13,000	6,920
Total road and bridge	$ 3,863,600	$ 3,504,827

See Note to Required Supplementary Information.
(continued)

Village of Tinley Park, Illinois

Schedule of General Fund Expenditures - Budget and Actual
Year Ended April 30, 2010

	Original and Final Budget	Actual
Electrical:		
Personal services:		
Salaries	$ 380,250	$ 359,156
Employee health and life	131,700	117,832
Social Security and IMRF	80,400	70,669
Contractual services and commodities:		
Telephone and pagers	10,200	7,908
Training	3,000	1,292
Meetings and conferences	500	-
Receptions and meals	500	329
Vehicle inspection	1,100	861
Printing	175	24
Advertising and legal notices	100	-
Utility locating service	7,000	6,771
Repair machinery and equipment	2,000	319
Repair motor vehicles	10,000	11,958
Towel and laundry service	1,000	1,084
Insurance deduction	10,000	-
Radio maintenance	1,500	751
Machine rental	500	-
Duplicating	500	279
Dues and subscriptions	1,330	1,290
Drug testing	350	175
Service contract by agreement	1,200	1,075
Traffic signal maintenance	30,000	28,817
Traffic signal damage		
Other contractual services	1,500	1,003
Vehicle license	250	192
Electricity	230,000	226,254
Postage	-	26
Office supplies	700	256
Confectionery supplies	500	531
First aid supplies	500	93
Expendable tools	1,800	949
Kerosene and LP gas	-	38
Gasoline	11,000	9,963
Oil	1,800	1,510
Diesel fuel	4,500	2,986
Tires and tubes	1,000	183
Electrical supplies	32,000	42,606
Uniforms	4,500	2,846
Paint supplies	150	292
Landscaping materials	1,000	-
Welding supplies	100	64
Traffic signal supplies	500	-
Concrete and masonry supplies	1,500	246

See Note to Required Supplementary Information.
(continued)

Village of Tinley Park, Illinois

Schedule of General Fund Expenditures - Budget and Actual
Year Ended April 30, 2010

	Original and Final Budget	Actual
Electrical: (continued)		
Asphalt	$ 900	$ -
Hardware	500	172
Safety supplies	3,500	3,402
Other operating supplies	1,000	50
Books, manuals, brochures	500	54
Lumber supplies	50	555
Chemical supplies	100	105
Total electrical	$ 973,155	$ 904,966
Municipal buildings and grounds:		
Personal services:		
Salaries	$ 277,150	$ 242,258
Employee health and life	64,300	54,548
Social Security and IMRF	56,350	46,004
Contractual services and commodities:		
Printing	100	117
Repair buildings and structures	49,500	39,397
Custodial services	56,000	49,767
Insurance deductible	10,000	-
Maintenance contract	20,000	18,444
Phone system maintenance	35,000	25,356
Other contractual services	40,000	39,929
Engineering	5,000	1,643
Machine rental	1,000	-
Maintenance of computer equipment	-	590
Inspection fees	700	-
Wireless fire alarm	660	660
Gas	37,000	17,346
Electricity	3,000	2,539
Water and sewer	16,000	15,590
Confectionery supplies	1,000	707
Expendable tools	2,000	2,410
Diesel fuel	400	659
Chemical supplies	1,000	777
Electrical supplies	10,000	5,314
Janitorial supplies	18,000	12,537
Paint supplies	1,500	230
Plumbing supplies	1,800	2,057
Landscaping maintenance	36,000	25,821
Landscaping materials	4,000	53
Lumber supplies	500	110
Concrete	3,000	26
Hardware	1,500	478
Other operating supplies	10,000	5,098
Furniture repair	3,500	978
Office supplies	1,500	552
Uniforms	1,500	1,587
Flags and banners	500	11
Asphalt	4,000	-
Total municipal buildings and grounds	$ 773,460	$ 613,593

See Note to Required Supplementary Information
(continued)

Village of Tinley Park, Illinois

Schedule of General Fund Expenditures - Budget and Actual
Year Ended April 30, 2010

	Original and Final Budget	Actual
Community development:		
Building:		
Personal services:		
Salaries	$ 488,200	$ 462,209
Employee health and life	126,200	115,810
Social Security and IMRF	104,625	94,303
Contractual services and commodities:		
Telephone and pagers	6,520	5,849
Travel	1,000	203
Training	6,955	1,952
Meetings and conferences	810	28
Reception and meals	700	83
Printing	1,750	1,614
Repair motor vehicles	12,960	4,937
Repair office equipment	1,800	600
Dues and subscriptions	14,155	8,709
Architectural fees	35,000	41,936
Elevator inspection	16,500	13,315
Engineering services	25,000	18,114
Postage	1,827	1,797
Office supplies	3,800	2,293
Gasoline	12,000	6,166
Books/manuals/brochures	240	51
Uniforms	1,550	1,461
Other operating supplies	750	641
Total building	862,342	782,071
Planning:		
Personal services:		
Salaries	$ 280,400	$ 270,804
Employee health and life	53,000	49,264
Social Security and IMRF	60,450	54,953
Contractual services and commodities:		
Telephone and pagers	650	252
Travel	1,445	-
Training	5,300	2,128
Meetings and conferences	4,200	1,323
Reception and meals	500	1,309
Printing	1,250	1,851
Repair motor vehicles	300	102
Dues and subscriptions	24,199	9,329
Engineering services	25,000	23,566
Planning services	35,000	26,133
Office equipment	1,000	2,103

See Note to Required Supplementary Information.
(continued)

Village of Tinley Park, Illinois

Schedule of General Fund Expenditures - Budget and Actual
Year Ended April 30, 2010

	Original and Final Budget	Actual
Planning: (continued)		
Postage	$ 1,000	$ 466
Office supplies	1,600	1,670
Gasoline	750	535
Books/manuals/brochures	300	26
Total planning	496,344	445,814
Total community development	$ 1,358,686	$ 1,227,885
Boards, commissions and committees:		
Civil service commission:		
Personal services:		
Salaries	$ 7,650	$ 7,441
Social Security and IMRF	595	569
Contractual services and commodities:		
Reception and meals	100	53
Legal and classified advertising	10,000	-
Dues and subscriptions	400	375
Other contractual services	500	-
Testing services	23,250	19,095
Printing	200	-
Legal services	3,500	-
Postage	1,000	13
Office supplies	200	39
Total civil service commission	47,395	27,585

See Note to Required Supplementary Information.

(continued)

Village of Tinley Park, Illinois

Schedule of General Fund Expenditures - Budget and Actual
Year Ended April 30, 2010

	Original and Final Budget	Actual
Boards, commissions and committees: (continued)		
Environmental control board:		
Personal services:		
Salaries	$ 1,550	$ 788
Social Security and IMRF	125	60
Contractual services and commodities:		
Printing	250	-
Publicity	250	-
Clean up program	500	1,025
Recycling program	12,000	-
Postage	125	44
Other operating supplies	150	40
Anti-litter program	2,500	-
Total environmental control board	17,450	1,957
Community resource commission:		
Personal services:		
Salaries	$ 2,400	$ 1,590
Social Security and IMRF	185	122
Contractual services and commodities:		
Meetings and conferences	300	-
Other contractual services	300	498
Receptions and meals	600	121
Discover Tinley television production	7,500	15,880
Scholarships	6,500	6,463
Youth in Government	750	710
Presidential classroom	2,000	-
Postage	600	1,660
Other operating supplies	1,000	772
Total community resource commission	22,135	27,816
Zoning board of appeals:		
Personal services:		
Salaries	$ 825	$ 288
Social Security	65	22
Contractual services and commodities:		
Legal and classified advertising	300	186
Postage	250	295
Other operating supplies	-	117
Total zoning board of appeals	1,440	908

See Note to Required Supplementary Information.

(continued)

Village of Tinley Park, Illinois

Schedule of General Fund Expenditures - Budget and Actual
Year Ended April 30, 2010

	Original and Final Budget	Actual
Boards, commissions and committees: (continued)		
Long range planning commission:		
Personal services:		
Salaries	$ 3,100	$ 1,492
Social Security and IMRF	240	114
Contractual services and commodities:		
Legal and classified advertising	700	153
Training	-	343
Postage	500	292
Total long range planning commission	4,540	2,394
Veterans commission:		
Personal services:		
Salaries	$ 1,550	$ -
Social Security	100	-
Contractual services and commodities:		
Receptions and meals	750	-
Flagpole maintenance	50	-
Dues and subscriptions	80	-
Other contractual services	1,500	938
Veterans awards	100	-
Awards and scholarships	500	-
Homeless vets program	500	-
Armed service reunion	3,000	3,319
Vet welcome home reception	2,750	1,661
Community support	500	-
Overseas support	1,500	349
Postage	5,000	2,610
Flags/banners	750	446
Total veterans commission	18,630	9,323

See Note to Required Supplementary Information.
(continued)

Village of Tinley Park, Illinois

Schedule of General Fund Expenditures - Budget and Actual
Year Ended April 30, 2010

	Original and Final Budget	Actual
Boards, commissions and committees: (continued)		
Historical preservation commission:		
Personal services:		
Salaries	$ 1,000	$ 6
Social Security and IMRF	80	-
Contractual services and commodities:		
Other contractual services	5,000	-
Printing	100	-
Dues and subscriptions	400	480
Donations and support	5,000	5,000
Architect/planning service	5,000	-
Office supplies	100	-
Postage	-	13
Total historical preservation commission	16,680	5,499
Senior services commission:		
Personal services:		
Salaries	$ 8,850	$ 4,996
Social Security and IMRF	685	350
Contractual services and commodities:		
Reception and meals	400	178
Printing	300	184
Community center	12,000	9 478
Office supplies	-	627
Senior needs survey	1,000	-
Postage	1,000	1,107
Total senior services commission	24,235	16,920

See Note to Required Supplementary Information.
(continued)

Village of Tinley Park, Illinois

Schedule of General Fund Expenditures - Budget and Actual
Year Ended April 30, 2010

	Original and Final Budget	Actual
Boards, commissions and committees: (continued)		
Sister cities commission:		
Contractual services and commodities:		
Reception and meals	$ 950	$ 225
Dues and subscriptions	600	-
Promotional brochures	150	-
Other contractual services	600	11
German exchange visit	1,500	9,226
Other exchange visits	150	148
Postage	150	83
Total sister cities commission	4,100	9,693
Economic / Commercial Commission		
Personal services:		
Salaries	$ 2,900	$ 1,773
Social Security and IMRF	240	136
Contractual services and commodities:		
Reception and meals	3,000	3,190
Programs	4,450	4,906
Chamber dues	2,500	2,500
Printing	1,100	1,120
Postage	1,200	1,800
Total economic / commercial commission	15,390	15,425
Total boards, commissions and committees	$ 171,995	$ 117,520
Senior bus service:		
Personal services:		
Salaries	$ 66,000	$ 59,119
Social Security and IMRF	10,500	9,034
Contractual services and commodities:		
Telephone and pagers	400	488
Repair motor vehicles	4,000	2,207
Radio maintenance	100	-
Medical services	750	720
Postage	-	4
Diesel fuel	7,800	5,072
Tires and tubes	500	-
Vehicle inspections	75	53
Other operating supplies	-	60
Insurance deductible	5,000	-
Contractual services	-	32
Total senior bus service	$ 95,125	$ 76,789

See Note to Required Supplementary Information
(continued)

Village of Tinley Park, Illinois

Schedule of General Fund Expenditures - Budget and Actual
Year Ended April 30, 2010

	Original and Final Budget	Actual
Village bus services:		
Personal services:		
Salaries	$ 32,350	$ 27,039
Social security and IMRF	6,270	4,917
Contractual services and commodities:		
Telephone communications	500	242
Vehicle Inspection	50	25
Repair motor vehicles	3,000	333
Repair radios	100	-
Tires and tubes	250	189
Gasoline	7,500	5,181
Other operating supplies	100	60
Insurance deductible	5,000	-
Total village bus services	$ 55,120	$ 37,986
Economic incentives	$ 1,318,900	$ 807,392
Total expenditures	$ 34,396,454	$ 30,383,854

See Note to Required Supplementary Information.

Note 1. Budgetary Basis of Accounting

Budgets are adopted on a basis consistent with GAAP. The original budget was not amended during the current year. The Village follows these procedures in establishing the budgetary data reflected in the financial statements:

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

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Appendix B

FORM OF APPROVING OPINION

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PROPOSED FORM OF OPINION OF BOND COUNSEL

[LETTERHEAD OF CHAPMAN AND CUTLER LLP]

[TO BE DATED CLOSING DATE]

We hereby certify that we have examined a certified copy of the proceedings (the *"Proceedings"*) of the President and Board of Trustees of the Village of Tinley Park, Cook and Will Counties, Illinois (the *"Village"*), passed preliminary to the issuance by the Village of its fully registered Taxable General Obligation Bonds, Series 2010 (Build America Bonds-Direct Payment) (the *"Bonds"*) to the amount of $14,155,000, dated the date hereof, of the denomination of $5,000 or authorized integral multiples thereof, and due and payable serially on December 1 of the years and in the amounts and bearing interest at the rates percent per annum as follows:

YEAR	AMOUNT ($)	RATE (%)	YEAR	AMOUNT ($)	RATE (%)
2011	535,000	1.10	2019	615,000	4.50
2012	500,000	1.75	2020	640,000	4.50
2013	510,000	2.10	*	*	*
2014	520,000	2.50	2025	3,725,000	5.25
2015	535,000	2.90	*	*	*
2016	550,000	3.40	2028	2,750,000	5.90
2017	565,000	3.80	*	*	*
2018	590,000	4.30	2030	2,120,000	6.20

and issued for various capital improvements, including improvements to the Tinley Park Convention Center, the water and sewer system of the Village, various streets of the Village, the Village Hall, and construction of a train station in the Village. Each Bond bears interest from the later of the dated date as stated above or from the most recent interest payment date to which interest has been paid or duly provided for, until the principal amount of each Bond, respectively, is paid or duly provided for, such interest (computed upon the basis of a 360-day year of twelve 30-day months) being payable on June 1 and December 1 of each year, commencing on June 1, 2011.

The Bonds maturing on December 1 of the years 2025, 2028 and 2030 are issued as term bonds and are subject to mandatory redemption prior to maturity on December 1 of the years and in the amounts as follows, at a redemption price of par plus accrued interest to the date fixed for redemption:

FOR THE 2025 TERM BOND

YEAR	AMOUNT(S)
2021	670,000
2022	705,000
2023	745,000
2024	780,000
2025	825,000 (stated maturity)

FOR THE 2028 TERM BOND

YEAR	AMOUNT(S)
2026	865,000
2027	915,000
2028	970,000 (stated maturity)

FOR THE 2030 TERM BOND

YEAR	AMOUNT(S)
2029	1,030,000
2030	1,090,000 (stated maturity)

Those of the Bonds due on or after December 1, 2021, are subject to redemption prior to maturity at the option of the Village, from any available funds, in whole or in part, on any date on or after December 1, 2020, and if in part, in any order of maturity as selected by the Village, and if less than an entire maturity, in integral multiples of $5,000, selected by lot, at the redemption price of par plus accrued interest to the date fixed for redemption.

The Bonds are further subject to extraordinary optional redemption prior to maturity at the option of the Village, upon the occurrence of an Extraordinary Event (as defined in the Proceedings), from any available funds, in whole or in part, and if in part, in any order of maturity as selected by the Village, and if less than an entire maturity, in integral multiples of $5,000, selected by lot, at the redemption price of par plus accrued interest to the date fixed for redemption.

Based upon such examination, we are of the opinion that the Proceedings show lawful authority for the issuance of the Bonds under the laws of the State of Illinois now in force.

We further certify that we have examined the form prescribed for the Bonds and find the same in due form of law, and in our opinion the Bonds, to the amount named, are valid and legally binding upon the Village, and all taxable property in the Village is subject to the levy of taxes to pay the same without limitation as to rate or amount, except that the rights of the owners of the Bonds and the enforceability of the Bonds may be limited by bankruptcy, insolvency,

moratorium, reorganization and other similar laws affecting creditors' rights and by equitable principles, whether considered at law or in equity, including the exercise of judicial discretion.

It is our opinion that under present law, interest on the Bonds is includible in gross income of the owners thereof for federal income tax purposes. Ownership of the Bonds may result in other federal income tax consequences to certain taxpayers. Bondholders should consult their own tax advisors concerning tax consequences of ownership of the Bonds.

We express no opinion herein as to the accuracy, adequacy or completeness of the Official Statement relating to the Bonds.

In rendering this opinion, we have relied upon certifications of the Village with respect to certain material facts within the Village's knowledge. Our opinion represents our legal judgment based upon our review of the law and the facts that we deem relevant to render such opinion and is not a guarantee of a result. This opinion is given as of the date hereof and we assume no obligation to revise or supplement this opinion to reflect any facts or circumstances that may hereafter come to our attention or any changes in law that may hereafter occur.

Village of Tinley Park, IL

Taxable General Obligation Bonds, Series 2010 (BABs)

Dated/Delivery: December 22, 2010

Winning Bidder: BMO Capital Markets

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Village of Tinley Park, IL

Taxable General Obligation Bonds, Series 2010 (BABs)

Dated/Delivery: December 22, 2010

Winning Bidder: BMO Capital Markets

Sources & Uses

Dated 12/22/2010 | Delivered 12/22/2010

SOURCES OF FUNDS

Par Amount of Bonds	$14,155,000.00
Reoffering Premium	41,716.65
TOTAL SOURCES	**$14,196,716.65**

USES OF FUNDS

Deposit to Project Construction Fund	14,000,000.00
Total Underwriter's Discount (0.779%)	110,267.45
Bond Counsel Fee	35,387.50
Financial Advisor Fee	28,310.00
Standard and Poor's Rating Agency Fee	12,700.00
Local Counsel Fee	5,900.00
POS/Official Statement	2,550.00
Paying Agent Fee	1,000.00
Miscellaneous	601.70
TOTAL USES	**$14,196,716.65**

Village of Tinley Park, IL

Taxable General Obligation Bonds, Series 2010 (BABs)

Dated/Delivery: December 22, 2010

Winning Bidder: BMO Capital Markets

Debt Service Schedule

Date	Principal	Coupon	Interest	BAB Subsidy	Total P+I	Fiscal Total
12/22/2010	-	-	-	-	-	-
06/01/2011	-	-	293,764.65	(102,817.62)	190,947.03	-
12/01/2011	535,000.00	1.100%	332,563.75	(116,397.31)	751,166.44	942,113.47
06/01/2012	-	-	329,621.25	(115,367.43)	214,253.82	-
12/01/2012	500,000.00	1.750%	329,621.25	(115,367.43)	714,253.82	928,507.64
06/01/2013	-	-	325,246.25	(113,836.18)	211,410.07	-
12/01/2013	510,000.00	2.100%	325,246.25	(113,836.18)	721,410.07	932,820.14
06/01/2014	-	-	319,891.25	(111,961.93)	207,929.32	-
12/01/2014	520,000.00	2.500%	319,891.25	(111,961.93)	727,929.32	935,858.64
06/01/2015	-	-	313,391.25	(109,686.93)	203,704.32	-
12/01/2015	535,000.00	2.900%	313,391.25	(109,686.93)	738,704.32	942,408.64
06/01/2016	-	-	305,633.75	(106,971.81)	198,661.94	-
12/01/2016	550,000.00	3.400%	305,633.75	(106,971.81)	748,661.94	947,323.88
06/01/2017	-	-	296,283.75	(103,699.31)	192,584.44	-
12/01/2017	565,000.00	3.800%	296,283.75	(103,699.31)	757,584.44	950,168.88
06/01/2018	-	-	285,548.75	(99,942.06)	185,606.69	-
12/01/2018	590,000.00	4.300%	285,548.75	(99,942.06)	775,606.69	961,213.38
06/01/2019	-	-	272,863.75	(95,502.31)	177,361.44	-
12/01/2019	615,000.00	4.500%	272,863.75	(95,502.31)	792,361.44	969,722.88
06/01/2020	-	-	259,026.25	(90,659.18)	168,367.07	-
12/01/2020	640,000.00	4.500%	259,026.25	(90,659.18)	808,367.07	976,734.14
06/01/2021	-	-	244,626.25	(85,619.18)	159,007.07	-
12/01/2021	670,000.00	5.250%	244,626.25	(85,619.18)	829,007.07	988,014.14
06/01/2022	-	-	227,038.75	(79,463.56)	147,575.19	-
12/01/2022	705,000.00	5.250%	227,038.75	(79,463.56)	852,575.19	1,000,150.38
06/01/2023	-	-	208,532.50	(72,986.37)	135,546.13	-
12/01/2023	745,000.00	5.250%	208,532.50	(72,986.37)	880,546.13	1,016,092.26
06/01/2024	-	-	188,976.25	(66,141.68)	122,834.57	-
12/01/2024	780,000.00	5.250%	188,976.25	(66,141.68)	902,834.57	1,025,669.14
06/01/2025	-	-	168,501.25	(58,975.43)	109,525.82	-
12/01/2025	825,000.00	5.250%	168,501.25	(58,975.43)	934,525.82	1,044,051.64
06/01/2026	-	-	146,845.00	(51,395.75)	95,449.25	-
12/01/2026	865,000.00	5.900%	146,845.00	(51,395.75)	960,449.25	1,055,898.50
06/01/2027	-	-	121,327.50	(42,464.62)	78,862.88	-
12/01/2027	915,000.00	5.900%	121,327.50	(42,464.62)	993,862.88	1,072,725.76
06/01/2028	-	-	94,335.00	(33,017.25)	61,317.75	-
12/01/2028	970,000.00	5.900%	94,335.00	(33,017.25)	1,031,317.75	1,092,635.50
06/01/2029	-	-	65,720.00	(23,002.00)	42,718.00	-
12/01/2029	1,030,000.00	6.200%	65,720.00	(23,002.00)	1,072,718.00	1,115,436.00
06/01/2030	-	-	33,790.00	(11,826.50)	21,963.50	-
12/01/2030	1,090,000.00	6.200%	33,790.00	(11,826.50)	1,111,963.50	1,133,927.00
Total	**$14,155,000.00**	**-**	**$9,040,725.90**	**(3,164,253.89)**	**$20,031,472.01**	**-**

Yield Statistics

Bond Year Dollars	$167,939.29
Average Life	11.864 Years
Average Coupon	3.4991645%
Net Interest Cost (NIC)	3.5399833%
True Interest Cost (TIC)	3.5072898%
Bond Yield for Arbitrage Purposes	3.4242296%
All Inclusive Cost (AIC)	3.5730582%

IRS Form 8038

Net Interest Cost	3.4684435%
Weighted Average Maturity	11.850 Years

2010 Bonds Final Numbers | SINGLE PURPOSE | 12/ 7/2010 | 1:08 PM

Village of Tinley Park, IL

Taxable General Obligation Bonds, Series 2010 (BABs)

Dated/Delivery: December 22, 2010

Winning Bidder: BMO Capital Markets

Net Debt Service Schedule

Date	Principal	Coupon	Interest	BAB Subsidy	Total P+I	Net New D/S
12/01/2011	535,000.00	1.100%	626,328.40	(219,214.93)	942,113.47	942,113.47
12/01/2012	500,000.00	1.750%	659,242.50	(230,734.86)	928,507.64	928,507.64
12/01/2013	510,000.00	2.100%	650,492.50	(227,672.36)	932,820.14	932,820.14
12/01/2014	520,000.00	2.500%	639,782.50	(223,923.86)	935,858.64	935,858.64
12/01/2015	535,000.00	2.900%	626,782.50	(219,373.86)	942,408.64	942,408.64
12/01/2016	550,000.00	3.400%	611,267.50	(213,943.62)	947,323.88	947,323.88
12/01/2017	565,000.00	3.800%	592,567.50	(207,398.62)	950,168.88	950,168.88
12/01/2018	590,000.00	4.300%	571,097.50	(199,884.12)	961,213.38	961,213.38
12/01/2019	615,000.00	4.500%	545,727.50	(191,004.62)	969,722.88	969,722.88
12/01/2020	640,000.00	4.500%	518,052.50	(181,318.36)	976,734.14	976,734.14
12/01/2021	670,000.00	5.250%	489,252.50	(171,238.36)	988,014.14	988,014.14
12/01/2022	705,000.00	5.250%	454,077.50	(158,927.12)	1,000,150.38	1,000,150.38
12/01/2023	745,000.00	5.250%	417,065.00	(145,972.74)	1,016,092.26	1,016,092.26
12/01/2024	780,000.00	5.250%	377,952.50	(132,283.36)	1,025,669.14	1,025,669.14
12/01/2025	825,000.00	5.250%	337,002.50	(117,950.86)	1,044,051.64	1,044,051.64
12/01/2026	865,000.00	5.900%	293,690.00	(102,791.50)	1,055,898.50	1,055,898.50
12/01/2027	915,000.00	5.900%	242,655.00	(84,929.24)	1,072,725.76	1,072,725.76
12/01/2028	970,000.00	5.900%	188,670.00	(66,034.50)	1,092,635.50	1,092,635.50
12/01/2029	1,030,000.00	6.200%	131,440.00	(46,004.00)	1,115,436.00	1,115,436.00
12/01/2030	1,090,000.00	6.200%	67,580.00	(23,653.00)	1,133,927.00	1,133,927.00
Total	**$14,155,000.00**	**-**	**$9,040,725.90**	**(3,164,253.89)**	**$20,031,472.01**	**$20,031,472.01**

Village of Tinley Park, IL

Taxable General Obligation Bonds, Series 2010 (BABs)

Dated/Delivery: December 22, 2010

Winning Bidder: BMO Capital Markets

Pricing Summary

Maturity	Type of Bond	Coupon	Yield	Maturity Value	Price	Dollar Price
12/01/2011	Serial Coupon	1.100%	1.100%	535,000.00	100.000%	535,000.00
12/01/2012	Serial Coupon	1.750%	1.650%	500,000.00	100.189%	500,945.00
12/01/2013	Serial Coupon	2.100%	1.950%	510,000.00	100.426%	512,172.60
12/01/2014	Serial Coupon	2.500%	2.350%	520,000.00	100.560%	522,912.00
12/01/2015	Serial Coupon	2.900%	2.750%	535,000.00	100.687%	538,675.45
12/01/2016	Serial Coupon	3.400%	3.200%	550,000.00	101.073%	555,901.50
12/01/2017	Serial Coupon	3.800%	3.600%	565,000.00	101.217%	571,876.05
12/01/2018	Serial Coupon	4.300%	4.100%	590,000.00	101.341%	597,911.90
12/01/2019	Serial Coupon	4.500%	4.250%	615,000.00	101.841%	626,322.15
12/01/2020	Serial Coupon	4.500%	4.500%	640,000.00	100.000%	640,000.00
12/01/2025	Term 1 Coupon	5.250%	5.250%	3,725,000.00	100.000%	3,725,000.00
12/01/2028	Term 2 Coupon	5.900%	5.900%	2,750,000.00	100.000%	2,750,000.00
12/01/2030	Term 3 Coupon	6.200%	6.200%	2,120,000.00	100.000%	2,120,000.00
Total	-	-	-	**$14,155,000.00**	-	**$14,196,716.65**

Bid Information

Par Amount of Bonds	$14,155,000.00
Reoffering Premium or (Discount)	41,716.65
Gross Production	$14,196,716.65
Total Underwriter's Discount (0.779%)	$(110,267.45)
Bid (99.516%)	14,086,449.20
Total Purchase Price	$14,086,449.20
Bond Year Dollars	$167,939.29
Average Life	11.864 Years
Average Coupon	3.4991645%
Net Interest Cost (NIC)	3.5399833%
True Interest Cost (TIC)	3.5072898%

Village of Tinley Park, IL

Taxable General Obligation Bonds, Series 2010 (BABs)

Dated/Delivery: December 22, 2010

Winning Bidder: BMO Capital Markets

Debt Service Schedule (Without BAB Subsidy)

Date	Principal	Coupon	Interest	Total P+I	Fiscal Total
12/22/2010	-	-	-	-	-
06/01/2011	-	-	293,764.65	293,764.65	-
12/01/2011	535,000.00	1.100%	332,563.75	867,563.75	1,161,328.40
06/01/2012	-	-	329,621.25	329,621.25	-
12/01/2012	500,000.00	1.750%	329,621.25	829,621.25	1,159,242.50
06/01/2013	-	-	325,246.25	325,246.25	-
12/01/2013	510,000.00	2.100%	325,246.25	835,246.25	1,160,492.50
06/01/2014	-	-	319,891.25	319,891.25	-
12/01/2014	520,000.00	2.500%	319,891.25	839,891.25	1,159,782.50
06/01/2015	-	-	313,391.25	313,391.25	-
12/01/2015	535,000.00	2.900%	313,391.25	848,391.25	1,161,782.50
06/01/2016	-	-	305,633.75	305,633.75	-
12/01/2016	550,000.00	3.400%	305,633.75	855,633.75	1,161,267.50
06/01/2017	-	-	296,283.75	296,283.75	-
12/01/2017	565,000.00	3.800%	296,283.75	861,283.75	1,157,567.50
06/01/2018	-	-	285,548.75	285,548.75	-
12/01/2018	590,000.00	4.300%	285,548.75	875,548.75	1,161,097.50
06/01/2019	-	-	272,863.75	272,863.75	-
12/01/2019	615,000.00	4.500%	272,863.75	887,863.75	1,160,727.50
06/01/2020	-	-	259,026.25	259,026.25	-
12/01/2020	640,000.00	4.500%	259,026.25	899,026.25	1,158,052.50
06/01/2021	-	-	244,626.25	244,626.25	-
12/01/2021	670,000.00	5.250%	244,626.25	914,626.25	1,159,252.50
06/01/2022	-	-	227,038.75	227,038.75	-
12/01/2022	705,000.00	5.250%	227,038.75	932,038.75	1,159,077.50
06/01/2023	-	-	208,532.50	208,532.50	-
12/01/2023	745,000.00	5.250%	208,532.50	953,532.50	1,162,065.00
06/01/2024	-	-	188,976.25	188,976.25	-
12/01/2024	780,000.00	5.250%	188,976.25	968,976.25	1,157,952.50
06/01/2025	-	-	168,501.25	168,501.25	-
12/01/2025	825,000.00	5.250%	168,501.25	993,501.25	1,162,002.50
06/01/2026	-	-	146,845.00	146,845.00	-
12/01/2026	865,000.00	5.900%	146,845.00	1,011,845.00	1,158,690.00
06/01/2027	-	-	121,327.50	121,327.50	-
12/01/2027	915,000.00	5.900%	121,327.50	1,036,327.50	1,157,655.00
06/01/2028	-	-	94,335.00	94,335.00	-
12/01/2028	970,000.00	5.900%	94,335.00	1,064,335.00	1,158,670.00
06/01/2029	-	-	65,720.00	65,720.00	-
12/01/2029	1,030,000.00	6.200%	65,720.00	1,095,720.00	1,161,440.00
06/01/2030	-	-	33,790.00	33,790.00	-
12/01/2030	1,090,000.00	6.200%	33,790.00	1,123,790.00	1,157,580.00
Total	**$14,155,000.00**	**-**	**$9,040,725.90**	**$23,195,725.90**	**-**

Yield Statistics

Bond Year Dollars	$167,939.29
Average Life	11.864 Years
Average Coupon	5.3833298%
Net Interest Cost (NIC)	5.4241486%
True Interest Cost (TIC)	5.3410590%
Bond Yield for Arbitrage Purposes	5.2481340%
All Inclusive Cost (AIC)	5.4146724%

IRS Form 8038

Net Interest Cost	5.3494197%
Weighted Average Maturity	11.850 Years

2010 Bonds Final Numbers | SINGLE PURPOSE | 12/ 7/2010 | 1:12 PM

Village of Tinley Park, Illinois

Taxable General Obligation Bonds, Series 2010 (BABs)

Debt Service Schedule

Date	Principal	Coupon	Interest	Gross Fiscal Total P+I	BAB Subsidy	BAB Subsidy Fiscal Total	Net Periodic Total P+I	Net Fiscal Total
1-Jun-11	-	-	293,764.65		(102,817.62)		190,947.03	
1-Dec-11	535,000.00	1.100%	332,563.75	1,161,328.40	(116,397.31)	(219,214.93)	751,166.44	942,113.47
1-Jun-12	-	-	329,621.25		(115,367.43)		214,253.82	
1-Dec-12	500,000.00	1.750%	329,621.25	1,159,242.50	(115,367.43)	(230,734.86)	714,253.82	928,507.64
1-Jun-13	-	-	325,246.25		(113,836.18)		211,410.07	
1-Dec-13	510,000.00	2.100%	325,246.25	1,160,492.50	(113,836.18)	(227,672.36)	721,410.07	932,820.14
1-Jun-14	-	-	319,891.25		(111,961.93)		207,929.32	
1-Dec-14	520,000.00	2.500%	319,891.25	1,159,782.50	(111,961.93)	(223,923.86)	727,929.32	935,858.64
1-Jun-15	-	-	313,391.25		(109,686.93)		203,704.32	
1-Dec-15	535,000.00	2.900%	313,391.25	1,161,782.50	(109,686.93)	(219,373.86)	738,704.32	942,408.64
1-Jun-16	-	-	305,633.75		(106,971.81)		198,661.94	
1-Dec-16	550,000.00	3.400%	305,633.75	1,161,267.50	(106,971.81)	(213,943.62)	748,661.94	947,323.88
1-Jun-17	-	-	296,283.75		(103,699.31)		192,584.44	
1-Dec-17	565,000.00	3.800%	296,283.75	1,157,567.50	(103,699.31)	(207,398.62)	757,584.44	950,168.88
1-Jun-18	-	-	285,548.75		(99,942.06)		185,606.69	
1-Dec-18	590,000.00	4.300%	285,548.75	1,161,097.50	(99,942.06)	(199,884.12)	775,606.69	961,213.38
1-Jun-19	-	-	272,863.75		(95,502.31)		177,361.44	
1-Dec-19	615,000.00	4.500%	272,863.75	1,160,727.50	(95,502.31)	(191,004.62)	792,361.44	969,722.88
1-Jun-20	-	-	259,026.25		(90,659.18)		168,367.07	
1-Dec-20	640,000.00	4.500%	259,026.25	1,158,052.50	(90,659.18)	(181,318.36)	808,367.07	976,734.14
1-Jun-21	-	-	244,626.25		(85,619.18)		159,007.07	
1-Dec-21	670,000.00	5.250%	244,626.25	1,159,252.50	(85,619.18)	(171,238.36)	829,007.07	988,014.14
1-Jun-22	-	-	227,038.75		(79,463.56)		147,575.19	
1-Dec-22	705,000.00	5.250%	227,038.75	1,159,077.50	(79,463.56)	(158,927.12)	852,575.19	1,000,150.38
1-Jun-23	-	-	208,532.50		(72,986.37)		135,546.13	
1-Dec-23	745,000.00	5.250%	208,532.50	1,162,065.00	(72,986.37)	(145,972.74)	880,546.13	1,016,092.26
1-Jun-24	-	-	188,976.25		(66,141.68)		122,834.57	
1-Dec-24	780,000.00	5.250%	188,976.25	1,157,952.50	(66,141.68)	(132,283.36)	902,834.57	1,025,669.14
1-Jun-25	-	-	168,501.25		(58,975.43)		109,525.82	
1-Dec-25	825,000.00	5.250%	168,501.25	1,162,002.50	(58,975.43)	(117,950.86)	934,525.82	1,044,051.64
1-Jun-26	-	-	146,845.00		(51,395.75)		95,449.25	
1-Dec-26	865,000.00	5.900%	146,845.00	1,158,690.00	(51,395.75)	(102,791.50)	960,449.25	1,055,898.50
1-Jun-27	-	-	121,327.50		(42,464.62)		78,862.88	
1-Dec-27	915,000.00	5.900%	121,327.50	1,157,655.00	(42,464.62)	(84,929.24)	993,862.88	1,072,725.76
1-Jun-28	-	-	94,335.00		(33,017.25)		61,317.75	
1-Dec-28	970,000.00	5.900%	94,335.00	1,158,670.00	(33,017.25)	(66,034.50)	1,031,317.75	1,092,635.50
1-Jun-29	-	-	65,720.00		(23,002.00)		42,718.00	
1-Dec-29	1,030,000.00	6.200%	65,720.00	1,161,440.00	(23,002.00)	(46,004.00)	1,072,718.00	1,115,436.00
1-Jun-30	-	-	33,790.00		(11,826.50)		21,963.50	
1-Dec-30	1,090,000.00	6.200%	33,790.00	1,157,580.00	(11,826.50)	(23,653.00)	1,111,963.50	1,133,927.00
Totals	14,155,000.00		9,040,725.90	23,195,725.90	(3,164,253.89)	(3,164,253.89)	20,031,472.01	20,031,472.01

Hotel/Motel Tax (and/or OPA TIF)				Surtax				Water & Sewer				Stormwater				Main Street South TIF			
Convention Center				Train Station (80th Ave)				Sanitary Sewer projects				Detention 175th St & 71st Ave				Street realignment 67th Ave			
5,662,000	40.0%			6,066,000	42.9%			2,022,000	14.3%			253,000	1.8%			152,000	1.1%		
Principal	Net Interest	Total P+I	Fiscal Total	Principal	Net Interest	Total P+I	Fiscal Total	Principal	Net Interest	Total P+I	Fiscal Total	Principal	Net Interest	Total P+I	Fiscal Total	Principal	Net Interest	Total P+I	Fiscal Total
	76,378.81	76,378.81			81,828.66	81,828.66			27,276.22	27,276.22			3,412.90	3,412.90			2,050.44	2,050.44	
214,000.00	86,466.58	300,466.58	376,845.39	229,269.52	92,636.21	321,905.73	403,734.39	76,423.16	30,878.74	107,301.90	134,578.12	9,562.35	3,863.66	13,426.01	16,838.91	5,744.97	2,321.25	8,066.22	10,116.66
	85,701.53	85,701.53			91,816.58	91,816.58			30,605.53	30,605.53			3,829.47	3,829.47			2,300.71	2,300.71	
200,000.00	85,701.53	285,701.53	371,403.06	214,270.57	91,816.58	306,087.15	397,903.73	71,423.53	30,605.53	102,029.06	132,634.59	8,936.77	3,829.47	12,766.24	16,595.71	5,369.13	2,300.71	7,669.84	9,970.55
	84,564.03	84,564.03			90,597.91	90,597.91			30,199.30	30,199.30			3,778.65	3,778.65			2,270.18	2,270.18	
204,000.00	84,564.03	288,564.03	373,128.06	218,555.98	90,597.91	309,153.89	399,751.80	72,852.00	30,199.30	103,051.30	133,250.60	9,115.51	3,778.65	12,894.16	16,672.81	5,476.51	2,270.18	7,746.69	10,016.87
	83,171.73	83,171.73			89,106.27	89,106.27			29,702.09	29,702.09			3,716.43	3,716.43			2,232.80	2,232.80	
208,000.00	83,171.73	291,171.73	374,343.46	222,841.40	89,106.27	311,947.67	401,053.94	74,280.47	29,702.09	103,982.56	133,684.65	9,294.24	3,716.43	13,010.67	16,727.10	5,583.89	2,232.80	7,816.69	10,049.49
	81,481.73	81,481.73			87,295.68	87,295.68			29,098.56	29,098.56			3,640.92	3,640.92			2,187.43	2,187.43	
214,000.00	81,481.73	295,481.73	376,963.46	229,269.51	87,295.68	316,565.19	403,860.87	76,423.17	29,098.56	105,521.73	134,620.29	9,562.35	3,640.92	13,203.27	16,844.19	5,744.97	2,187.43	7,932.40	10,119.83
	79,464.78	79,464.78			85,134.82	85,134.82			28,378.27	28,378.27			3,550.79	3,550.79			2,133.28	2,133.28	
220,000.00	79,464.78	299,464.78	378,929.56	235,697.63	85,134.82	320,832.45	405,967.27	78,565.88	28,378.27	106,944.15	135,322.42	9,830.45	3,550.79	13,381.24	16,932.03	5,906.04	2,133.28	8,039.32	10,172.60
	77,033.78	77,033.78			82,530.35	82,530.35			27,510.12	27,510.12			3,442.17	3,442.17			2,068.02	2,068.02	
226,000.00	77,033.78	303,033.78	380,067.56	242,125.76	82,530.35	324,656.11	407,186.46	80,708.58	27,510.12	108,218.70	135,728.82	10,098.55	3,442.17	13,540.72	16,982.89	6,067.11	2,068.02	8,135.13	10,203.15
	74,242.68	74,242.68			79,540.10	79,540.10			26,513.37	26,513.37			3,317.45	3,317.45			1,993.09	1,993.09	
236,000.00	74,242.68	310,242.68	384,485.36	252,839.28	79,540.10	332,379.38	411,919.48	84,279.76	26,513.37	110,793.13	137,306.50	10,545.39	3,317.45	13,862.84	17,180.29	6,335.57	1,993.09	8,328.66	10,321.75
	70,944.58	70,944.58			76,006.67	76,006.67			25,335.56	25,335.56			3,170.08	3,170.08			1,904.55	1,904.55	
246,000.00	70,944.58	316,944.58	387,889.16	263,552.80	76,006.67	339,559.47	415,566.14	87,850.94	25,335.56	113,186.50	138,522.06	10,992.23	3,170.08	14,162.31	17,332.39	6,604.03	1,904.55	8,508.58	10,413.13
	67,346.83	67,346.83			72,152.21	72,152.21			24,050.74	24,050.74			3,009.32	3,009.32			1,807.97	1,807.97	
256,000.00	67,346.83	323,346.83	390,693.66	274,266.34	72,152.21	346,418.55	418,570.76	91,422.11	24,050.74	115,472.85	139,523.59	11,439.07	3,009.32	14,448.39	17,457.71	6,872.48	1,807.97	8,680.45	10,488.42
	63,602.83	63,602.83			68,141.07	68,141.07			22,713.69	22,713.69			2,842.02	2,842.02			1,707.46	1,707.46	
268,000.00	63,602.83	331,602.83	395,205.66	287,122.58	68,141.07	355,263.65	423,404.72	95,707.52	22,713.69	118,421.21	141,134.90	11,975.27	2,842.02	14,817.29	17,659.31	7,194.63	1,707.46	8,902.09	10,609.55
	59,030.08	59,030.08			63,242.04	63,242.04			21,080.68	21,080.68			2,637.69	2,637.69			1,584.70	1,584.70	
282,000.00	59,030.08	341,030.08	400,060.16	302,121.51	63,242.04	365,363.55	428,605.59	100,707.17	21,080.68	121,787.85	142,868.53	12,600.85	2,637.69	15,238.54	17,876.23	7,570.47	1,584.70	9,155.17	10,739.87
	54,218.45	54,218.45			58,087.10	58,087.10			19,362.36	19,362.36			2,422.69	2,422.69			1,455.53	1,455.53	
298,000.00	54,218.45	352,218.45	406,436.90	319,263.16	58,087.10	377,350.26	435,437.36	106,421.05	19,362.36	125,783.41	145,145.77	13,315.79	2,422.69	15,738.48	18,161.17	8,000.00	1,455.53	9,455.53	10,911.06
	49,133.83	49,133.83			52,639.66	52,639.66			17,546.56	17,546.56			2,195.49	2,195.49			1,319.03	1,319.03	
312,000.00	49,133.83	361,133.83	410,267.66	334,262.10	52,639.66	386,901.76	439,541.42	111,420.70	17,546.56	128,967.26	146,513.82	13,941.36	2,195.49	16,136.85	18,332.34	8,375.84	1,319.03	9,694.87	11,013.90
	43,810.33	43,810.33			46,936.32	46,936.32			15,645.44	15,645.44			1,957.61	1,957.61			1,176.12	1,176.12	
330,000.00	43,810.33	373,810.33	417,620.66	353,546.45	46,936.32	400,482.77	447,419.09	117,848.82	15,645.44	133,494.26	149,139.70	14,745.67	1,957.61	16,703.28	18,660.89	8,859.06	1,176.12	10,035.18	11,211.30
	38,179.70	38,179.70			40,903.93	40,903.93			13,634.64	13,634.64			1,706.02	1,706.02			1,024.96	1,024.96	
346,000.00	38,179.70	384,179.70	422,359.40	370,688.10	40,903.93	411,592.03	452,495.96	123,562.70	13,634.64	137,197.34	150,831.98	15,460.61	1,706.02	17,166.63	18,872.65	9,288.59	1,024.96	10,313.55	11,338.51
	31,545.15	31,545.15			33,795.99	33,795.99			11,265.33	11,265.33			1,409.56	1,409.56			846.85	846.85	
366,000.00	31,545.15	397,545.15	429,090.30	392,115.16	33,795.99	425,911.15	459,707.14	130,705.05	11,265.33	141,970.38	153,235.71	16,354.29	1,409.56	17,763.85	19,173.41	9,825.50	846.85	10,672.35	11,519.20
	24,527.10	24,527.10			26,277.17	26,277.17			8,759.06	8,759.06			1,095.97	1,095.97			658.45	658.45	
388,000.00	24,527.10	412,527.10	437,054.20	415,684.91	26,277.17	441,962.08	468,239.25	138,561.64	8,759.06	147,320.70	156,079.76	17,337.34	1,095.97	18,433.31	19,529.28	10,416.11	658.45	11,074.56	11,733.01
	17,087.20	17,087.20			18,306.42	18,306.42			6,102.14	6,102.14			763.52	763.52			458.72	458.72	
412,000.00	17,087.20	429,087.20	446,174.40	441,397.39	18,306.42	459,703.81	478,010.23	147,132.46	6,102.14	153,234.60	159,336.74	18,409.75	763.52	19,173.27	19,936.79	11,060.40	458.72	11,519.12	11,977.84
	8,785.40	8,785.40			9,412.26	9,412.26			3,137.42	3,137.42			392.57	392.57			235.85	235.85	
436,000.00	8,785.40	444,785.40	453,570.80	467,109.85	9,412.26	476,522.11	485,934.37	155,703.29	3,137.42	158,840.71	161,978.13	19,482.16	392.57	19,874.73	20,267.30	11,704.70	235.85	11,940.55	12,176.40
5,662,000.00	2,350,588.87	8,012,588.87	8,012,588.87	6,066,000.00	2,518,309.97	8,584,309.97	8,584,309.97	2,022,000.00	839,436.68	2,861,436.68	2,861,436.68	253,000.00	105,033.40	358,033.40	358,033.40	152,000.00	63,103.09	215,103.09	215,103.09

Projects recap	Project	Debt Service Funding Source
5,600,000.00	Convention Center	Hotel Tax (OPA TIF if available)
5,200,000.00	80th Train Station	Surtax
2,000,000.00	Sewer projects	Water/Sewer
250,000.00	Detention 175th/71st	Stormwater
150,000.00	Street align 67th/173rd	Main St South TIF
600,000.00	VH addition	Surtax
200,000.00	Contingency	Surtax
155,000.00	Issue costs	Pro-rated to projects
14,155,000.00	14,000,000.00	

Village of Tinley Park, Illinois

Main Street South Tax Increment Redevelopment
Project Area Fund

Financial and Compliance Report
Year Ended April 30, 2011

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McGladrey

Independent Auditor's Report

To the Honorable Village President and
Members of the Board of Trustees
Village of Tinley Park, Illinois

We have submitted, under separate cover, the financial statements of the Village of Tinley Park, Illinois for the year ended April 30, 2011, and our report thereon, dated November 28, 2011, is as follows:

> We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund and the aggregate remaining fund information of the Village of Tinley Park, Illinois, as of and for the year ended April 30, 2011, which collectively comprise the Village's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the management of the Village of Tinley Park, Illinois. 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 and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes consideration of internal control over financial reporting as a basis for designing 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 over financial reporting. Accordingly, we express no such opinion. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.
>
> In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the discretely presented component unit, each major fund and the aggregate remaining fund information of the Village of Tinley Park, Illinois, as of April 30, 2011, and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.
>
> In accordance with *Government Auditing Standards*, we have also issued our report dated November 28, 2011 on our consideration of the Village of Tinley Park's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

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The required supplemental information which includes management's discussion and analysis (pages 3 - 15), pension and postemployment healthcare plan related schedules (pages 64 - 67) and budgetary schedules and related note (pages 68 - 87) is not a required part of the basic financial statements but is supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplemental information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements of the Village of Tinley Park, Illinois. The combining and individual fund financial statements and other schedules listed in the table of contents as supplemental data are presented for purposes of additional analysis, and are not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

The introductory and statistical sections, as listed in the table of contents, have not been subjected to the auditing procedures applied in the basic financial statements and, accordingly, we express no opinion on them.

Our audit was made for the purpose of forming opinions on the basic financial statements taken as a whole. The accompanying supplementary information is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole, and should be read in conjunction with these financial statements and related notes.

The supplementary information submitted herewith is as follows:

1. Main Street South Tax Increment Redevelopment Project Area Fund - Schedule of balance sheet information
2. Main Street South Tax Increment Redevelopment Project Area Fund - Schedule of revenues, expenditures and changes in fund balance information

McGladrey & Pullen, LLP

Chicago, Illinois
November 28, 2011

Village of Tinley Park, Illinois

Main Street South Tax Increment Redevelopment Project Area Fund
Schedule of Balance Sheet Information
April 30, 2011

Assets	
Cash and cash equivalents	$ 1,960,813
Liabilities and Fund Balance	
Liabilities	
Accounts payable	$ 19,919
Fund Balance	
Unreserved	1,940,894
Total liabilities and fund balance	$ 1,960,813

Village of Tinley Park, Illinois

Main Street South Tax Increment Redevelopment Project Area Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance Information
Year Ended April 30, 2011

Revenues:		
Property taxes	$	576,514
Interest		18,852
Total revenues		595,366
Expenditures:		
Current, general government:		
Other contractual services		4,662
Capital outlay		78,760
Total expenditures		83,422
Change in fund balance		511,944
Fund balance:		
May 1, 2010		1,428,950
April 30, 2011	$	1,940,894

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Independent Auditor's Report on Compliance

To the Honorable Village President and
Members of the Board of Trustees
Village of Tinley Park, Illinois

We have audited the financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the Village of Tinley Park, Illinois, as of and for the year ended April 30, 2011, which collectively comprise the Village's basic financial statements and have issued our report thereon dated November 28, 2011.

We have also audited the Village's compliance with the provisions of subsection (q) of Section 11-74.4-3 of the Illinois Tax Increment Redevelopment Allocation Act (Illinois Public Act 85-1142) for the Main Street South Tax Increment Redevelopment Project Area Fund. The management of the Village of Tinley Park, Illinois is responsible for the Village's compliance with those requirements. Our responsibility is to express an opinion on compliance with those requirements.

We conducted our audit of compliance 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 material noncompliance with the requirements referred to above occurred. An audit includes examining, on a test basis, evidence about the Village of Tinley Park, Illinois' compliance with those requirements and performing such procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of the Village of Tinley Park, Illinois' compliance with those requirements.

In our opinion, the Village of Tinley Park, Illinois complied, in all material respects, with the requirements of subsection (q) of Section 11-74.4-3 of the Illinois Tax Increment Redevelopment Allocation Act (Illinois Public Act 85-1142) for the Main Street South Tax Increment Redevelopment Project Area Fund.

McGladrey & Pullen, LLP

Chicago, Illinois
November 28, 2011

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Attachment M

Main Street South TIF District
Village of Tinley Park, Cook and Will Counties, Illinois
Statement of Activities
Fiscal year ended April 30, 2011

In accordance with 65 ILCS 5/11-74.4-5(d)(10), the following summarizes the intergovernmental agreements in effect during the fiscal year and the amounts of money paid during the fiscal year:

Intergovernmental agreement entered into with Community Consolidated School District 146 in 2003 providing for certain payments out of the TIF fund for purchase of real estate.

No payments made during the fiscal year under this agreement.