

**LITTLE VILLAGE SPECIAL SERVICE
AREA #25 COMMISSION**

FINANCIAL STATEMENTS

YEAR ENDED DECEMBER 31, 2009

**LITTLE VILLAGE SPECIAL SERVICE AREA #25 COMMISSION
FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2009**

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To the Board of Directors
Little Village Special Service Area #25 Commission
Chicago, Illinois

INDEPENDENT AUDITORS' REPORT

We have audited the accompanying statement of financial position of the Little Village Special Service Area #25 Commission as of December 31, 2009, and the related statements of activities and cash flows for the year then ended. These financial statements are the responsibility of the Commission's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with U.S. generally accepted auditing standards. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Little Village Special Service Area #25 Commission as of December 31, 2009, and the changes in its net assets and its cash flows for the year then ended in conformity with U.S. generally accepted accounting principles.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The 2009 schedules included in the supplementary information section 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 2008 supplementary schedule was not audited by us and, accordingly, we express no opinion or other form of assurance on it.

Mulcahy, Pauritsch, Salvador & Co., Ltd.

Orland Park, Illinois
April 30, 2010



**LITTLE VILLAGE SPECIAL SERVICE AREA #25 COMMISSION
STATEMENT OF FINANCIAL POSITION
DECEMBER 31, 2009**

ASSETS

Cash	<u>\$ 147,551</u>
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LIABILITIES AND NET ASSETS

Liabilities:	
Accounts payable	\$ 137,718
Net assets:	
Unrestricted	<u>9,833</u>
 Total liabilities and net assets	 <u>\$ 147,551</u>

See notes to financial statements.

**LITTLE VILLAGE SPECIAL SERVICE AREA #25 COMMISSION
STATEMENT OF ACTIVITIES
YEAR ENDED DECEMBER 31, 2009**

Revenues:		
Property taxes	\$ 326,541	
Interest income	<u>113</u>	
Total revenues		\$ 326,654
Expenses:		
Public way aesthetics	256,478	
Public way maintenance	101,626	
Operational and administrative support	23,625	
Advertising and promotion	14,400	
Facade improvement	10,000	
Parking and transit	3,500	
District planning	2,720	
Safety programs	<u>2,500</u>	
Total expenses		<u>414,849</u>
Change in net assets		<u>(88,195)</u>
Net assets at beginning of year:		
As previously reported		105,099
Prior period adjustment		<u>(7,071)</u>
As restated		<u>98,028</u>
Net assets at end of year		<u><u>\$ 9,833</u></u>

See notes to financial statements.

**LITTLE VILLAGE SPECIAL SERVICE AREA #25 COMMISSION
STATEMENT OF CASH FLOWS
YEAR ENDED DECEMBER 31, 2009**

Cash flows from operating activities:	
Change in net assets	\$ (88,195)
Adjustment to reconcile change in net assets to net cash provided by operating activities:	
Increase in accounts payable	<u>130,647</u>
Net cash provided by operating activities	42,452
Cash at beginning of year	<u>105,099</u>
Cash at end of year	<u><u>\$ 147,551</u></u>

See notes to financial statements.

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**LITTLE VILLAGE SPECIAL SERVICE AREA #25 COMMISSION
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2009**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Nature of Activities

Little Village Special Service Area #25 Commission (the Commission) is a Special Service Area (SSA) formed in 2004 to create a dynamic public space to attract new businesses and shoppers to strengthen the residential community. The SSA is created by State statute and a City ordinance that allows additional property taxes to be levied to fund added services for a defined area.

B. Estimates

The preparation of financial statements in conformity with U.S. generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

C. Cash

For purposes of the statement of cash flows, the Commission considers all short-term debt securities purchased with a maturity of three months or less to be cash equivalents.

The Commission maintains its cash balances at several banks. The bank account balances, at times, exceed federally insured limits. The Commission has not experienced any losses on such accounts.

D. Basis of Revenue Recognition

Property taxes are recognized as revenue when received from the City of Chicago.

E. Special Service Area Agreement

The Commission entered into an agreement with City of Chicago on January 1, 2004, which expires December 31, 2014, whereby the City established a special service area known and designated as Little Village SSA Commission #25 to provide special services in addition to those normally provided by the City. The Little Village Chamber of Commerce has been designated as the Contractor which services the special service area.

F. Income Taxes

The Commission is serviced by the Little Village Chamber of Commerce, which operates as a not-for-profit organization and has received exempt status under Section 501(c)(3) of the Internal Revenue Code.

**LITTLE VILLAGE SPECIAL SERVICE AREA #25 COMMISSION
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2009**

G. Subsequent Events

Management has evaluated subsequent events through April 30, 2010, which is the date the financial statements were available to be issued.

NOTE 2. RELATED PARTY TRANSACTIONS

During the year ended December 31, 2009, the Commission reimbursed the Little Village Chamber of Commerce for employee and administrative costs of \$61,243.

SUPPLEMENTARY INFORMATION

LITTLE VILLAGE SPECIAL SERVICE AREA #25 COMMISSION
SCHEDULE OF EXPENSES - BUDGET AND ACTUAL
YEAR ENDED DECEMBER 31, 2009
WITH COMPARATIVE AMOUNTS FOR THE YEAR ENDED DECEMBER 31, 2008

	2009			2008 - Unaudited		
	Original and Final Budget	Actual	Variance with Final Budget Positive (Negative)	Original and Final Budget	Actual	Variance with Final Budget Positive (Negative)
Advertising and promotion:						
1.01 Display advertisements	\$ 12,500	\$ -	\$ 12,500	\$ 16,000	\$ -	\$ 16,000
1.03 Print materials	9,500	-	9,500	9,500	-	9,500
1.05 Special events	10,000	-	10,000	-	-	-
1.06 Website and technology	1,000	-	1,000	2,500	2,500	-
1.07 Service provider direct	9,400	9,400	-	2,000	-	2,000
1.08 Other advertising	-	5,000	(5,000)	-	-	-
Total advertising and promotion	42,400	14,400	28,000	30,000	2,500	27,500
Public way maintenance:						
2.03 Graffiti removal	-	2,846	(2,846)	-	525	(525)
2.05 Sidewalk cleaning	60,000	69,024	(9,024)	-	37,071	(37,071)
2.06 Sidewalk power washing	-	-	-	11,500	-	11,500
2.07 Sidewalk snow plowing	-	-	-	55,000	-	55,000
2.10 Supplies	5,000	-	5,000	2,000	-	2,000
2.14 Service provider direct	11,000	11,000	-	1,500	-	1,500
2.15 Other maintenance stipend	-	17,880	(17,880)	-	-	-
2.16 Graffiti film protect	-	876	(876)	-	-	-
Total public way maintenance	76,000	101,626	(25,626)	70,000	37,596	32,404
Public way aesthetics:						
3.01 Decorative banner purchase	10,000	-	10,000	-	-	-
3.02 Holiday decorations	15,000	14,080	920	6,000	-	6,000
3.03 Landscaping	94,093	107,450	(13,357)	30,500	-	30,500
3.05 Streetscape elements	10,000	3,125	6,875	26,000	-	26,000
3.07 Service provider direct	12,500	12,500	-	1,500	-	1,500
3.00 Public way other	-	119,323	(119,323)	-	114,192	(114,192)
Total public way aesthetics	141,593	256,478	(114,885)	64,000	114,192	(50,192)
Facade improvement:						
5.01 Facade enhancement	25,000	-	25,000	33,000	5,000	28,000
5.04 Service provider direct	10,000	10,000	-	2,000	-	2,000
Total facade improvement	35,000	10,000	25,000	35,000	5,000	30,000
Parking and transit:						
6.02 On-street parking management	2,500	-	2,500	-	-	-
6.08 Parking fee subsidy	4,000	-	4,000	-	-	-
6.09 Parking wayfinding and signage	2,500	-	2,500	-	-	-
6.13 Service provider direct	3,500	3,500	-	-	-	-
Total parking and transit	12,500	3,500	9,000	-	-	-

LITTLE VILLAGE SPECIAL SERVICE AREA #25 COMMISSION
SCHEDULE OF EXPENSES - BUDGET AND ACTUAL
YEAR ENDED DECEMBER 31, 2009
WITH COMPARATIVE AMOUNTS FOR THE YEAR ENDED DECEMBER 31, 2008

	2009			2008 - Unaudited		
	Original and Final Budget	Actual	Variance with Final Budget Positive (Negative)	Original and Final Budget	Actual	Variance with Final Budget Positive (Negative)
Safety programs:						
7.01 Public way surveillance cameras	-	-	-	7,000	-	7,000
7.04 Police bicycle purchase	2,500	-	2,500	2,000	-	2,000
7.06 Safety seminars	1,000	-	1,000	2,000	-	2,000
7.07 Security subcontractor	1,000	-	1,000	4,000	-	4,000
7.09 Service provider direct	2,500	2,500	-	2,000	-	2,000
Total safety programs	7,000	2,500	4,500	17,000	-	17,000
District planning:						
8.04 District master plan	2,287	-	2,287	3,000	-	3,000
8.05 Parking studies	15,000	-	15,000	13,000	-	13,000
8.07 Service provider direct	2,720	2,720	-	2,000	-	2,000
Total district planning	20,007	2,720	17,287	18,000	-	18,000
Operational and administrative support:						
10.01 Audit and bookkeeping	5,000	1,750	3,250	-	2,300	(2,300)
10.02 Meeting expense	1,500	338	1,162	-	276	(276)
10.05 Office supplies	3,500	875	2,625	-	-	-
10.07 Postage	2,000	500	1,500	-	-	-
10.09 Service provider administrative support	15,000	20,162	(5,162)	-	7,000	(7,000)
10.00 Operational and administrative support	-	-	-	-	43,600	(43,600)
Total operational and administrative support	27,000	23,625	3,375	-	53,176	(53,176)
Loss collection:						
11.00 Loss collection	37,000	-	37,000	-	-	-
Total expenses	\$ 398,500	\$ 414,849	\$ (16,349)	\$ 234,000	\$ 212,464	\$ 21,536

**LITTLE VILLAGE SPECIAL SERVICE AREA #25 COMMISSION
SCHEDULE OF FINDINGS
YEAR ENDED DECEMBER 31, 2009**

Findings:

There were no findings for the year ended December 31, 2009.