

9. INTERFUND ASSETS/LIABILITIES (Continued)

c. Interfund Transfers (Continued)

The Schaumburg Baseball Stadium Fund received \$677,530 from the General Fund for the 1998 Series debt service payments that occurred in fiscal year end 2007. The Schaumburg Baseball Stadium Fund transferred out \$10,000 to the Schaumburg Commuter Parking Lot Fund for lot maintenance. The amount represents the payment to the Village from the Schaumburg Flyer's professional baseball team for a METRA parking lot use fee per an agreement between the Village and the team. This amount is also reflected as a transfer in for nonmajor enterprise.

The Airport Fund received \$598,823 from the General Fund for the annual debt service payments made in fiscal year end 2007.

The Hotel and Convention Center Project Fund received \$5,188,000 of excess fund balance from the General Fund to cover additional construction expenses.

10. CONTINGENT LIABILITIES

a. Contractual Commitments

The Village has contractual commitments for various construction and other projects of \$40,695,537.

The Village has committed to purchase water from the Northwest Suburban Municipal Joint Action Water Agency (JAWA). This agreement expires in 2022, with minimum amounts of gallons required for purchase every five years. The Village expects to pay minimum amounts totaling \$6,025,343 through fiscal year 2008. This amount has been computed using the minimum amount to be purchased per the agreement between the Village and JAWA multiplied by the average cost per gallon of \$2.38 charged by JAWA in the fiscal year end 2007.

b. Hotel/Convention Center Construction

As of April 30, 2007, the Village was in arbitration regarding final payout of services rendered by Walsh Construction Company for the construction of the Hotel and Convention Center. At April 30, 2007, the Village recorded a liability in the amount of \$22,625,931 based upon the settlement reached between the parties in question. The Village Board passed the ordinance approving the settlement on August 28, 2007.

c. Litigation

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