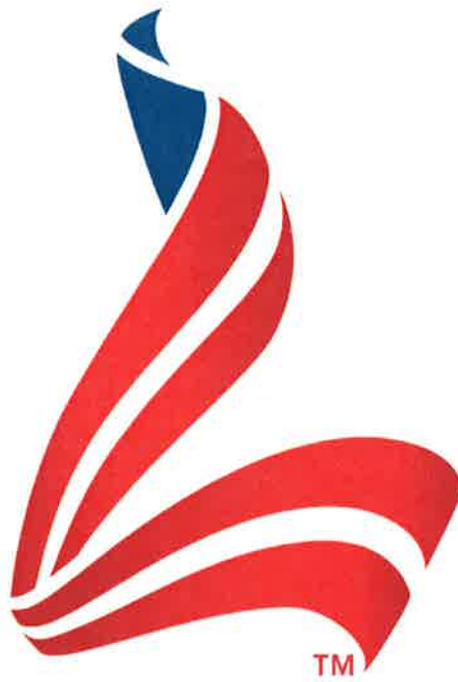


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# Comprehensive Annual Financial Report



**Libertyville**  
*spirit of independence*

For The Fiscal Year Ended  
April 30, 2013

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Village of Libertyville, IL

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**COMPREHENSIVE ANNUAL FINANCIAL REPORT**

**FOR THE FISCAL YEAR ENDED APRIL 30, 2013**

Prepared by the  
Finance Department

Patricia Wesolowski  
Director of Finance/Treasurer

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

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## **INTRODUCTORY SECTION**

**This section includes miscellaneous data regarding the Village of Libertyville including: Letter of Transmittal from the Director of Finance/Treasurer, List of Principal Officials, Organizational Chart and Certificate of Achievement for Excellence in Financial Reporting.**



July 5, 2013

To the Citizens of the Village of Libertyville:

The comprehensive annual financial report of the Village of Libertyville for the fiscal year ended April 30, 2013 is hereby submitted.

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

The Village of Libertyville's financial statements have been audited by Lauterbach & Amen, LLP, a firm of licensed certified public accountants. The goal of the independent audit is to provide reasonable assurance that the financial statements of the Village of Libertyville for the fiscal year ended April 30, 2013, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unqualified opinion that the Village of Libertyville's financial statements for the fiscal year ended April 30, 2013, are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report.

The comprehensive annual financial report is presented in three sections: introductory, financial, and statistical (unaudited). GAAP requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and is meant to be read in conjunction with it. The Village's MD &A can be found immediately following the report of the independent auditors.

**Village Hall**

## **Profile of the Village of Libertyville**

The Village of Libertyville, incorporated in 1882, is located in Lake County and lies approximately thirty-five miles north of the City of Chicago and seven miles west of Lake Michigan. The Village covers an area of approximately nine square miles with unincorporated areas to the north and northwest. The Village has good transportation links to the Chicago metropolitan area and the interstate highway system. The Village is within one-half mile of Interstate 94 (Tri-State Tollway), the highway which connects the Chicago metropolitan area to Milwaukee. Located within commuting distance of Chicago, the Village has experienced strong growth in taxable valuation and new residential, commercial and industrial construction. The population of Libertyville doubled in the 70's and has remained fairly stable since then with the 2010 census showing 20,315 residents. Socioeconomic indices highlight the affluent character of the community with home values of \$441,000 compared with the State average of \$198,500. The per capita income is 70% higher than the state average with a median household income of \$104,165. Although much of the Village is developed, there is open space bordering the corporate limits with the potential for further annexation.

Due to the strong local economy, the Village of Libertyville has an AA2 rating from Moody's Investor Service

The Village is governed by a President and Board of six trustees. Policy making and legislative authority are vested in the Village Board. The Village Board is responsible for passing ordinances, adopting the budget, appointing committees and hiring the Village's Administrator and Attorney. The Village Administrator is responsible for carrying out the policies and ordinances of the Village Board and for overseeing the day-to-day operations of the Village. The Village President and Village Board are elected at large on a non-partisan basis to four-year staggered terms.

The Village provides a full range of services, including building and zoning, code enforcement, maintenance of streets, bridges and sewers, police, fire protection and paramedic services, parks and recreation, water distribution and waste water transmission and treatment. The financial reporting entity of the Village of Libertyville, as defined by Governmental Accounting Standards Board Statement No. 14, is comprised of all the funds and account groups of the primary government (i.e., the Village of Libertyville as legally defined). The Village is a member of two intergovernmental insurance pools; the Intergovernmental Personnel Benefit Cooperative (IPBC) and the Intergovernmental Risk Management Agency (IRMA). These pools are defined as public entity risk pools and are accounted for accordingly.

The annual budget serves as the foundation for the Village's financial planning and control. During the month of October, the Village Board meets to review the status of goals and priorities from the previous year and to develop goals for the upcoming year. These goals and priorities are distributed to the department heads as they prepare their budget proposals. All departments of the Village are required to submit their budget requests to the Village Administrator during the first week of January each year. The Village Administrator and

Finance Director use these requests to develop the proposed budget which is presented to the Village Board during the second week of February. The Village Board is required to hold a public hearing on the proposed budget and to adopt a final budget no later than April 30<sup>th</sup> of each year. Budget to actual comparisons are provided in this report for each individual governmental fund for which a budget has been adopted. These comparisons are presented in the supplementary information section of this report which begins on page 68.

### ***Economic Condition and Outlook***

Beginning in the 1980's, the Village had many years of increasing sales tax revenue mainly due to growth in the sale of automobiles. This sales tax revenue along with property taxes and building permit fees generated sufficient revenue to fund all General Fund operations and enabled the Village to build up the Village's General Fund reserves to 50% of budgeted expenditures. The economy changed drastically in 1991 and the Village has seen decreases in sales tax revenue since that time. The auto category of sales tax accounted for approximately 70% of all sales tax received in 1990 and has been decreasing since then with the 2012-13 fiscal year accounting for 49% of all sales tax. While sales tax has increased slightly in the past several years, it is unlikely to increase to levels seen in the early 1990's.

The Village of Libertyville, along with most governmental entities, was impacted with the recession that began in 2008. While this recession is officially over, the results of the recession are still impacting the government sector. Unemployment continues to be a concern nationally and while unemployment for the village of Libertyville is well below national and state levels, it has increased from prior years. During the past several fiscal years, the Village has seen an increase in sales tax revenue, although sales tax remains below the revenue received prior to 2008. Other revenues such as State Income Tax, Recreation Fees and Building Permits have seen increases although they too, remain below what was received prior to the recession.

The State of Illinois continues to have fiscal problems and there have been many attempts to reduce the amount of State funds distributed to local governments. The recession also impacted housing values and many areas, including Libertyville have experienced a drop in the equalized assessed valuation (EAV). Overall, the Village's increasing wealth and income levels are reflected in a substantial tax base which has helped Libertyville weather this reduction in EAV. With the increase in sales tax and other revenues, the Village Board recently voted to eliminate the utility tax on natural gas, although the electric and telecom taxes will remain.

### ***Long-Term Financial Planning and Major Initiatives***

Every year during the month of November, the Village Board meets to discuss the annual 5-year financial plan which highlights the revenue and expenditure projections for the current fiscal year along with 4 future years. This plan is then used during the annual budget development. The 5-year plan focuses on the Village's General Operating Fund but does include information on projected capital funding.

The Village also has Streets and Water and Sewer Committees that meet every month. These committees review various issues relating to roads and the water and sewer system. Annually they review the 10 year capital projects lists in order to determine if there is sufficient funding for future capital needs and if not, discuss which projects need to be deferred. Due to the deteriorating condition of local roads, the Streets Committee recommended the Village Board authorize a referendum to issue \$20 million in bonds over 4 years to rehabilitate roads within the Village. This referendum was held in March 2012 and passed with 60% voting in favor of approval. The first bond was issued in November 2012 with first round of street repairs beginning in March 2013.

The Water and Sewer Committee reviewed various water and sewer projects that totaled approximately \$17 million and have been working on various options to fund these improvements and recommended a \$0.45 rate increase to fund these projects. In May 2013, the Village Board authorized this rate increase along with the annual 3% increase that was approved in the past to cover annual cost increases for operation of the water and sewer system. This rate increase will fund several bond issues over the next 5 years and the first bond in the amount of \$4.3 million was issued in November 2012.

The Village's Economic Development Coordinator continues to work with various property owners in order to redevelop several vacant and shuttered properties within the Village. The Village Board has made this a priority for the past several years and there has been progress made on several parcels. One vacant parcel has recently been approved for a shopping center to be anchored by a Trader Joe's specialty grocery store which is currently under construction with an expected completion of late fall 2013.

The Village also has been working with Libertyville Toyota which is one of the Village's top sales tax producers. The Village board approved a tax sharing agreement with them which enabled the dealer to purchase a parcel of property adjacent to the existing dealership for future expansion.

### ***Financial Policies***

The Village Board has been reviewing the General Fund Unreserved Fund Balance Policy and recently approved a new policy. In the past, the Fund Balance Policy recommended a fund balance that was equal to 50% of General Fund Expenditures. The new policy has two components. The first component calls for 17% of General Fund Expenditures which is equal to two months. The second component is comprised of 60% of the average of the past three year sales tax revenue. In instances where the fund balance is above this amount, the Board has the option to use the excess for one-time expenditures or transfers to the capital projects funds.

Certificate of Achievement - The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Village of Libertyville for its comprehensive annual financial report for the fiscal year ended April 30, 2012. This was the twentieth consecutive year the Village received this prestigious award. In order to be awarded a Certificate of Achievement, the government published an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable program requirements.

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

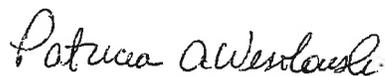
Distinguished Budget Presentation Award – The Village also received the Distinguished Budget Presentation Award for its 2012-13 annual budget from the GFOA. The award represents the Village's commitment to meeting the highest principles of governmental budgeting. The budget is rated in four major categories: as a policy document, an operations guide, a financial plan and a communications device. The budget must be rated proficient in all four categories to receive the award.

Acknowledgments - The preparation of the comprehensive annual financial report on a timely basis was made possible by the dedicated service of the entire staff of the Finance Department and in particular the efforts of the Assistant Finance Director, Ariel Tax. We would like to express our sincere appreciation to all, as well as the Mayor and Board of Trustees who encourage and insist upon the highest standards of excellence in planning and conducting the financial operations of the Village.

Sincerely,



Kevin J. Bowens  
Village Administrator



Patricia A. Wesolowski  
Director of Finance

# VILLAGE OF LIBERTYVILLE, ILLINOIS

**List of Principal Officials  
April 30, 2013**

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## LEGISLATIVE

Village President: Terry L. Wepler

Village Clerk: Sally Kowal

Village Attorney: David L. Pardys

## BOARD OF TRUSTEES

Drew Cullum

Jay Justice

Todd Gaines

Richard Moras

Donna Johnson

James Moran, III

## ADMINISTRATIVE

Village Administrator

Kevin J. Bowens

Director of Finance/Treasurer

Patricia A. Wesolowski

Director of Public Works

John Heinz

Community Development

John P. Spoden

Chief of Police

Clinton Herdegen

Fire Chief

Richard Carani

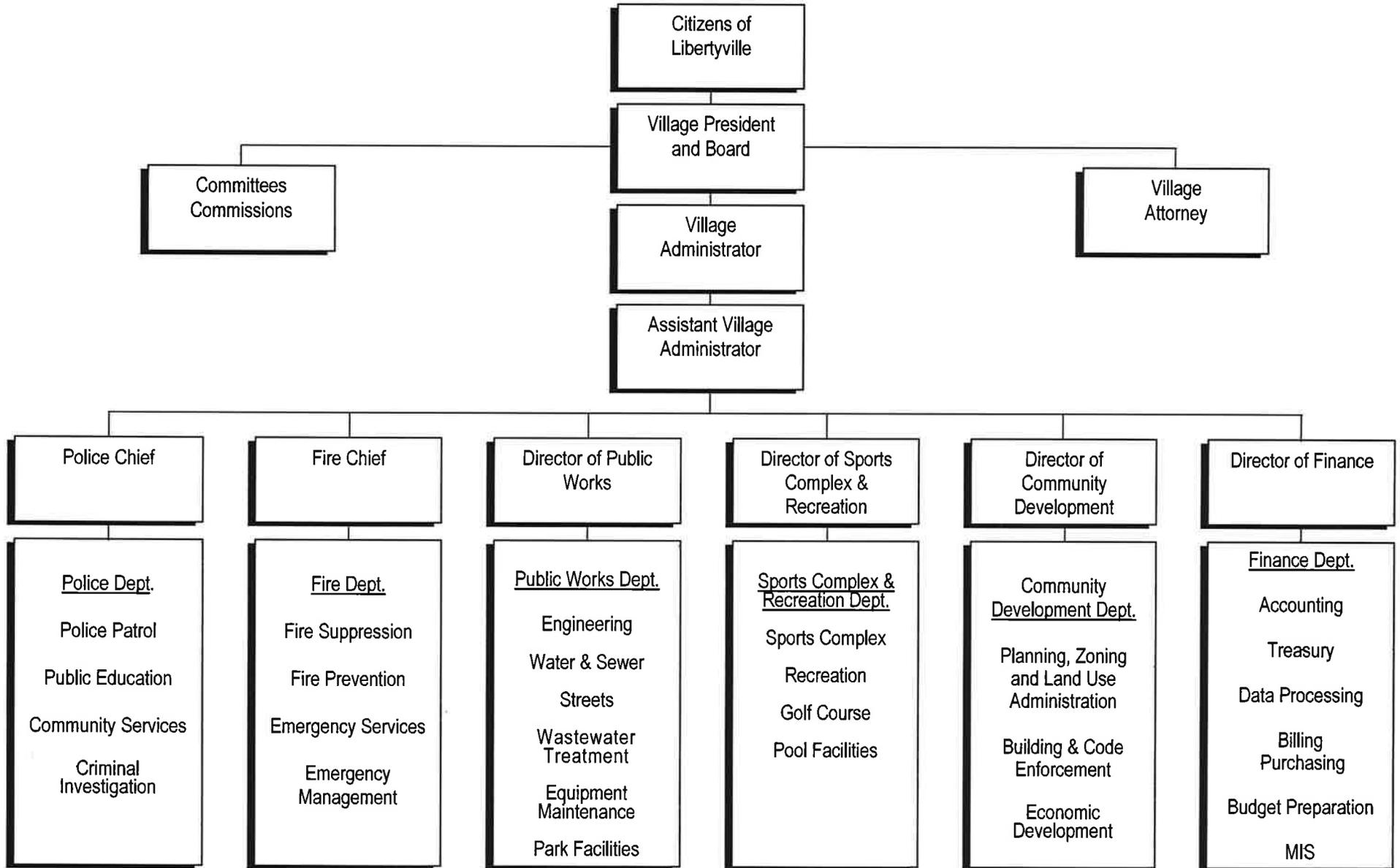
Director of Parks and Recreation

Conrad Kowal

Assistant Administrator

Kelly Amidei

# Village of Libertyville Organizational Chart





Government Finance Officers Association

**Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting**

Presented to

**Village of Libertyville  
Illinois**

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended

**April 30, 2012**

Executive Director/CEO

## **FINANCIAL SECTION**

This section includes:

- Independent Auditors' Report
- Management's Discussion and Analysis
- Basic Financial Statements
- Required Supplementary Information
- Combining and Individual Fund Statements and Schedules

## **INDEPENDENT AUDITORS' REPORT**

This section includes the opinion of the Village's independent auditing firm.

**INDEPENDENT AUDITORS' REPORT**

July 5, 2013

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

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

*Management's Responsibility for the Financial Statements*

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

*Auditor's Responsibility*

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

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

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

*Opinions*

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

*Other Matters*

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Village of Libertyville, Illinois', financial statements as a whole. The introductory section, combining and individual fund financial statements and schedules, supplemental schedules, and statistical section are presented for purposes of additional analysis and are not a required part of the financial statements. The combining and individual fund financial statements and schedules and supplemental schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole. The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.



LAUTERBACH & AMEN, LLP

## **MANAGEMENT'S DISCUSSION AND ANALYSIS**

# VILLAGE OF LIBERTYVILLE, ILLINOIS

## Management's Discussion and Analysis April 30, 2013

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Our discussion and analysis of the Village of Libertyville's financial performance provides an overview of the Village of Libertyville's financial activities for the fiscal year ended April 30, 2013. Since the Management's Discussion and Analysis (MD&A) is designed to focus on the current year's activities, readers are urged to consider the information presented here in conjunction with additional information that is furnished in the letter of transmittal (beginning on page i) and the Village's financial statements which begin on page 3.

### FINANCIAL HIGHLIGHTS

- The Village of Libertyville's assets and deferred outflows of resources exceeded its liabilities and deferred inflows of resources as of April 30, 2013, by \$185,382,717. Of this amount, \$15,626,641 represents unrestricted net position, which may be used to meet the Village's ongoing obligations to citizens and creditors.
- The Village of Libertyville's total net position increased \$3,197,546 due to various increases in revenue such as sales tax and water and sewer fees.
- At the close of the current fiscal year, Libertyville's governmental funds reported combined fund balances of \$22,367,858, an increase of \$9,609,732 compared with the prior year. Approximately 38% of this amount (\$8,468,691) is available for spending at the Village's discretion (unassigned fund balance).
- As of April 30, 2013, unrestricted fund balance (the total of the committed, assigned, and unassigned components of fund balance) for the General Fund was \$8,468,691, or approximately 32% of total General Fund expenditures. The General Fund unrestricted fund balance increased from \$5,988,654 to \$8,468,691 or 41%.
- The Village of Libertyville issued a \$5,000,000 general obligation bond (approved via referendum in March 2012) for road improvements and a \$4,200,000 bond for water and sewer improvements and entered into one capital lease (installment contract) for the purchase of a large Public Works dump truck with salt spreader and plow. Total debt increased by \$7,872,198 to \$34,873,995.

### USING THIS ANNUAL REPORT

This annual report consists of a series of financial statements. The Statement of Net Position and the Statement of Activities (on pages 3 - 6) provide information about the activities of the Village of Libertyville as a whole and present a longer-term view of the Village of Libertyville's finances. Fund financial statements begin on page 7. For governmental activities, these statements tell how these services were financed in the short term as well as what remains for future spending. Fund financial statements also report the Village of Libertyville's operation in more detail than the government-wide statements by providing information about the Village of Libertyville's most significant funds. The report also contains other supplementary and statistical information in addition to the basic financial statements themselves.

# VILLAGE OF LIBERTYVILLE, ILLINOIS

## Management's Discussion and Analysis April 30, 2013

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### Government-Wide Financial Statements

The government-wide financial statements provide readers with a broad overview of the Village of Libertyville's finances, in a matter similar to a private-sector business. The government-wide financial statements can be found on pages 3 - 6 of this report.

The Statement of Net Position reports information on all of the Village of Libertyville's assets, liabilities, and deferred inflows/outflows of resources, with the difference reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the Village of Libertyville is improving or deteriorating. Consideration of other nonfinancial factors, such as changes in the Village of Libertyville's property tax base and the condition of the Village of Libertyville's roads, is needed to assess the overall health of the Village of Libertyville.

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

Both of the government-wide financial statements distinguish functions of the Village of Libertyville that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the Village of Libertyville include general government, community development, public safety, public works, parks and recreation, and economic development. The business-type activities of the Village of Libertyville include waterworks and sewerage and the Libertyville Sports Complex, which includes an indoor recreation center, golf learning center and family entertainment center.

The government-wide financial statements include only the financial activities of the Village of Libertyville. The government-wide statements do not include the Police Pension and Firefighters' Pension Funds as they are reported as pension trust funds and are being held for the benefit of pension participants and cannot be used to address activities or obligations of the Village. There are no component units such as affiliated school or library districts.

### Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Village of Libertyville, like other local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the Village of Libertyville can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

# VILLAGE OF LIBERTYVILLE, ILLINOIS

## Management's Discussion and Analysis

April 30, 2013

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### **Governmental Funds**

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating the Village of Libertyville's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the Village's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate the comparison between governmental funds and governmental activities.

The Village of Libertyville maintains five individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, Debt Service Fund, Capital Improvement Fund, and Tax Increment Financing District Construction Fund, all of which are considered major funds. Data from the other governmental fund, Commuter Parking, is listed as a non-major Fund.

The Village of Libertyville adopts an annual appropriated budget for all of the governmental funds. A budgetary comparison schedule for these funds has been provided to demonstrate compliance with this budget.

The basic governmental fund financial statements can be found on pages 7 – 12 of this report.

### **Proprietary Funds**

The Village of Libertyville maintains two different types of proprietary funds: enterprise and internal service. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The Village of Libertyville utilizes enterprise funds to account for its waterworks and sewerage system, and the Libertyville Sports Complex. Internal service funds are an accounting device used to accumulate and allocate costs internally among the Village of Libertyville's various functions.

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The Village of Libertyville uses internal service funds to account for its fleet of vehicles and construction equipment and for its technology costs. Because both of these services predominantly benefit governmental rather than business-type functions, they have been consolidated into the governmental column when presented in the government-wide financial statements.

Proprietary fund financial statements provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Waterworks and Sewerage Fund and for the Libertyville Sports Complex Fund, both of which are considered to be major funds of the Village of Libertyville. Conversely, both internal service funds are combined into a single, aggregated presentation in the proprietary fund financial statements. Individual fund data for the internal service funds is provided in the form of combining statements elsewhere in this report.

The basic proprietary fund financial statements can be found on pages 13 - 16 of this report.

### **Fiduciary Funds**

Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the Village of Libertyville's own programs. The accounting use for fiduciary funds is much like that used for proprietary funds. The basic fiduciary fund financial statements can be found on pages 17 - 18 of this report.

### **Notes to the Financial Statements**

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 19 - 63 of this report.

### **Other Information**

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the Village of Libertyville's I.M.R.F. , OPEB (Other Post-Employment Benefit) and police and firefighters' employee pension obligations, as well as the budgetary comparison schedule for the General Fund. Required supplementary information can be found on pages 64 - 68 of this report. The combining statements referred to earlier in connection with the internal service funds are presented immediately following the required supplementary information on pensions. Combining and individual fund statements and schedules can be found on pages 69 - 117 of this report.

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### GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net position may serve over time as a useful indicator of a government's financial position. The following tables show that in the case of the Village of Libertyville, assets/deferred outflows exceeded liabilities/deferred inflows by \$185.4 million. Net position increased 1.8%, from \$182,185,171 to \$185,382,717. For governmental activities, net assets increased by \$3,291,769 (2%) and for business-type activities, net assets decreased by \$94,223 (.5%).

Village of Libertyville's Net Position

Account	Governmental Activities				Business-type Activities				Total Primary Government			
	Current Year	Prior Year	Change	% Chg	Current Year	Prior Year	Change	% Chg	Current Year	Prior Year	Change	% Chg
<b>Statement of Net Position</b>												
Capital assets	\$ 152,370,101	154,273,479	-1,903,378	-1.23%	41,061,401	40,815,162	246,239	0.60%	193,431,502	195,088,641	-1,657,139	-0.85%
Current and other assets	36,287,174	25,219,811	11,047,363	43.80%	6,771,731	3,818,542	2,953,189	77.34%	43,038,905	29,038,353	14,000,552	48.21%
Deferred Outflows of Resources	-	-	-	-	983,877	-	983,877	-	983,877	-	983,877	-
<b>Total assets</b>	<b>188,637,275</b>	<b>179,493,290</b>	<b>9,143,985</b>	<b>5.09%</b>	<b>48,817,009</b>	<b>44,633,704</b>	<b>4,183,305</b>	<b>9.37%</b>	<b>237,454,284</b>	<b>224,126,994</b>	<b>13,327,290</b>	<b>5.95%</b>
Deferred Inflows of Resources	9,259,211	-	9,259,211	-	-	-	-	-	9,259,211	-	9,259,211	-
Long-term liabilities	9,227,114	4,226,954	5,000,160	118.29%	26,108,103	23,749,568	2,358,535	9.93%	35,335,217	27,976,522	7,358,695	26.30%
Other Liabilities	3,620,030	12,027,185	-8,407,155	-69.90%	2,873,232	1,938,116	935,116	48.25%	6,493,262	13,965,301	-7,472,039	-53.50%
<b>Total Liabilities</b>	<b>22,106,355</b>	<b>16,254,139</b>	<b>5,852,216</b>	<b>36.00%</b>	<b>28,981,335</b>	<b>25,687,684</b>	<b>3,293,651</b>	<b>12.82%</b>	<b>51,087,690</b>	<b>41,941,823</b>	<b>9,145,867</b>	<b>21.81%</b>
<b>Net Position:</b>												
Net Investment in capital assets	149,549,566	151,632,425	-2,082,839	-1.37%	17,455,144	16,457,414	997,730	6.06%	167,004,730	168,089,839	-1,085,109	-0.65%
Restricted	2,751,346	1,806,307	945,039	52.32%	-	-	-	-	2,751,346	1,806,307	945,039	-
Unrestricted	14,229,988	9,800,419	4,429,569	45.20%	1,396,653	2,488,606	-1,091,953	-43.88%	15,626,641	12,289,025	3,337,616	27.16%
<b>Total net position</b>	<b>166,530,920</b>	<b>163,239,151</b>	<b>3,291,769</b>	<b>2.02%</b>	<b>18,851,797</b>	<b>18,946,020</b>	<b>-94,223</b>	<b>-0.50%</b>	<b>185,382,717</b>	<b>182,185,171</b>	<b>3,197,546</b>	<b>1.76%</b>

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

Net Results of Activities – which will impact (increase/decrease) current assets and unrestricted net position.

Borrowing for Capital – which will increase current assets and long-term debt.

Spending Borrowed Proceeds on New Capital – which will reduce current assets and increase capital assets. There is a second impact, an increase in invested capital assets and an increase in related net debt which will not change the net investment in capital assets.

Principal Payment on Debt – which will reduce current assets and reduce long-term debt, and reduce unrestricted net position and increase the net investment in capital assets.

Reduction of Capital Assets through Depreciation – which will reduce capital assets and net investment in capital assets.

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By far the largest portion of the Village of Libertyville's net position, which is 90 percent, reflects its investment in capital assets (for example, land, buildings, machinery, and equipment, and infrastructure), less any related debt used to acquire those assets that is still outstanding. The Village of Libertyville uses these capital assets to provide services to citizens'; consequently, these assets are not available for future spending. Although the Village of Libertyville'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.

An additional portion or 1 percent of the Village of Libertyville's net position represents resources that are subject to external restrictions on how they may be used. The remaining 9 percent, or \$15.6 million, represents unrestricted net position and may be used to meet the Village's ongoing obligations to citizens and creditors.

Net position of the Village of Libertyville's governmental activities have increased 2% this fiscal year (\$166,530,920 compared to \$163,239,151). Unrestricted net position, the part of net position that can be used to finance day-to-day operations without constraints, totaled \$14,229,988. The increase in net position is primarily due to the issuance of a \$5 million bond issued for road improvements although there have also been increases in sales tax, charges for services such as Ambulance Fees, Fire District Fees, Telecom Fees and other miscellaneous charges. As of April 30, 2013, the unrestricted net position amounts to 51% of operating expenses (\$28,075,589) of governmental activities.

During the 2012-2013 fiscal year, net position of business-type activities decreased by .5% (\$18,851,797 compared to \$18,946,020). This decrease, however, cannot be offset by the increase reported in governmental activities. The Village of Libertyville generally can only use these net position to finance the continuing operations of governmental activities of the Village. The Waterworks and Sewage Fund generated an operating profit this fiscal year due to an increase in the water and sewer rates charges to users of the system. This increase was also sufficient to cover depreciation costs and interest charges on debt which resulted in an increase in net position. The Libertyville Sports Complex generated a \$763,917 operating profit this fiscal year and for the first time since the complex opened, the operating profit was sufficient to cover depreciation resulting in an increase in net position of \$279,026. Once interest of \$870,594 on debt is included, a decrease in net position of \$259,568 results. This is the eleventh year of operation for the Sports Complex and the Village had anticipated the complex would begin to break even after the third year of operation, however there have been losses since the complex opened. The Village has made adjustments to the last several budgets for the Sports Complex in order to break even or generate a small surplus; however, the high debt expense has continued to cause a net loss for the complex. After many years of increasing losses, the past several years have seen increases in revenue. The Village Board has authorized staff to sell a portion of the property that the Family Entertainment Center and Golf Learning Center are located on; however, due to the economy this is not expected to happen for several years. The Village did refund all existing Sports Complex debt in order to reduce annual debt expenses.

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The Village budgets an annual transfer from the General Fund to the Sports Complex Fund to cover the annual cash deficits in the Sports Complex Fund.

Total revenues (excluding special items) increased from \$40.3 million to \$42.6 million or 5.7%. The total cost of all programs and services increased from \$38.2 million to \$39.4 million or 3%.

Exhibit #2 compares the revenue and expenses for the current and prior fiscal year.

Village of Libertyville Change in Net Position

Account	Governmental Activities			Business-type Activities			Total Primary Government		
	Current Year	Prior Year	Change	Current Year	Prior Year	Change	Current Year	Prior Year	Change
<b>Statement of Activities</b>									
Program revenues	\$								
General Government	4,584,087	4,279,235	304,852	-	-	-	4,584,087	4,279,235	304,852
Community Development	366,961	412,641	-45,680	-	-	-	366,961	412,641	-45,680
Public Safety	3,866,375	3,706,711	159,664	-	-	-	3,866,375	3,706,711	159,664
Parks & Recreation	1,194,394	1,318,077	-123,683	-	-	-	1,194,394	1,318,077	-123,683
Waterworks and Sewerage	-	-	-	8,144,050	7,395,741	748,309	8,144,050	7,395,741	748,309
Libertyville Sports Complex	-	-	-	2,714,129	2,653,828	60,301	2,714,129	2,653,828	60,301
Capital Grants/Contributions	1,116,419	692,390	424,029	-	-	-	1,116,419	692,390	424,029
General revenues									
Taxes	11,203,089	11,177,053	26,036	-	-	-	11,203,089	11,177,053	26,036
Intergovernmental	8,518,468	8,093,184	425,284	-	-	-	8,518,468	8,093,184	425,284
Interest Income	32,348	7,061	25,287	7,972	1,921	6,051	40,320	8,982	31,338
Miscellaneous	817,217	546,555	270,662	32,371	8,749	23,622	849,588	555,304	294,284
Total Revenues	31,699,358	30,232,907	1,466,451	10,898,522	10,060,239	838,283	42,597,880	40,293,146	2,304,734
Program Expenses									
General Government	2,435,465	2,630,190	-194,725	-	-	-	2,435,465	2,630,190	-194,725
Community Development	1,331,882	1,311,039	20,843	-	-	-	1,331,882	1,311,039	20,843
Public Safety	14,513,947	13,821,741	692,206	-	-	-	14,513,947	13,821,741	692,206
Public Works	4,076,596	3,868,391	208,205	-	-	-	4,076,596	3,868,391	208,205
Parks & Recreation	2,811,451	2,803,764	7,687	-	-	-	2,811,451	2,803,764	7,687
Economic Development	2,796,285	2,917,982	-121,697	-	-	-	2,796,285	2,917,982	-121,697
Interest on Long-term Debt	109,963	57,295	52,668	-	-	-	109,963	57,295	52,668
Waterworks & Sewerage	-	-	-	8,019,048	7,434,983	584,065	8,019,048	7,434,983	584,065
Libertyville Sports Complex	-	-	-	3,305,697	3,400,155	-94,458	3,305,697	3,400,155	(94,458)
Total Expenses	28,075,589	27,410,402	665,187	11,324,745	10,835,138	489,607	39,400,334	38,245,540	1,154,794
Increase (Decrease) in Net Position Before Transfers	3,623,769	2,822,505	801,264	-426,223	-774,899	348,676	3,197,546	2,047,606	1,149,940
Transfers	-332,000	-570,000	238,000	332,000	570,000	-238,000	-	-	-
Increase/(Decrease) in Net Position	3,291,769	2,252,505	1,039,264	-94,223	-204,899	110,676	3,197,546	2,047,606	1,149,940
Net Position - Beginning	163,239,151	160,986,646	2,252,505	18,946,020	19,150,919	-204,899	182,185,171	180,137,565	2,047,606
Net Position - Ending	\$ 166,530,920	163,239,151	3,291,769	18,851,797	18,946,020	-94,223	185,382,717	182,185,171	3,197,546

### Governmental Activities

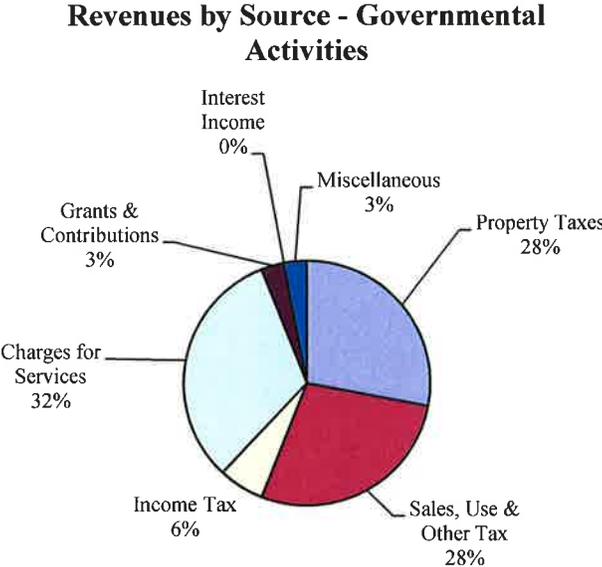
For the fiscal year ended April 30, 2013, revenues from governmental activities increased from \$30,232,907 to \$31,699,358 (4.9%). Intergovernmental Revenues, which consist of sales tax and state income taxes, which comprise one of the largest segments of governmental revenue, increased 5.3% from \$8,093,184 to \$8,518,468 due to an increase in sales and income taxes. Taxes, which is comprised of property tax and utility tax, increased by \$26,036 (.2%) to \$11,203,089, due to increases in property taxes. Taxes comprise 35% of the total governmental activities revenue.

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Program revenues, which include fire district payments, building fees, and parks and recreation fees, amounted to \$11,128,236 or 35% of governmental revenues. This revenue source increased \$719,182 from the previous fiscal year due to increases in various charges for services such as ambulance fees, fire protection district contractual fees and telecom fees along with grant revenue.

Sales tax revenues increased \$255,250 (4%) compared to the previous year and was \$238,262 above budget.



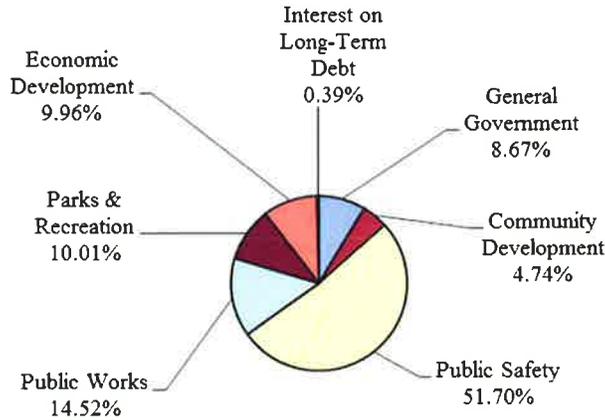
The above table graphically depicts the major revenue sources of the Village of Libertyville. It very clearly shows the reliance of sales and property taxes to fund governmental activities. Approximately 60% of sales tax revenue is generated from auto dealerships. This is down from 70% in previous years due to increased competition from new car dealerships in other surrounding towns along with the lingering effects of the recent economic recession which has caused a reduction in spending. The Village Board, along with the economic development coordinator continues to work on attaining and attracting businesses to the Village of Libertyville in order to diversify the Village’s sales tax base.

The cost of all governmental activities this year was \$28,075,589 compared to \$27,410,402 last fiscal year. A portion of this increase is due to the one-time payments of vacation and severance payments for the telecommunication positions that were eliminated with the closing of the Village’s dispatch center due to contracting for this service with a neighboring city. Expenses for governmental funds were below budgeted amounts although a budget amendment was necessary due to an increased litigation costs and expenses incurred due to newly obtained grants.

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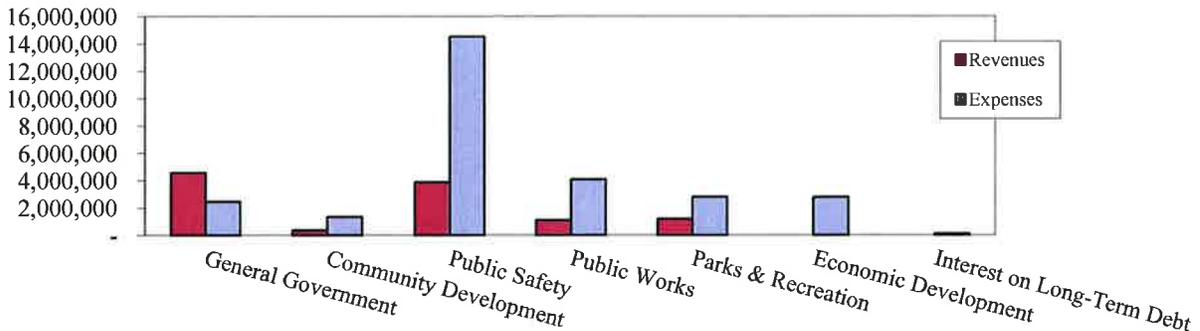
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**Governmental Activities Expenses**



The expenses and program revenues table below identifies those governmental functions where program expenses exceed revenues. Most governmental activities do not generate sufficient program revenues to fund operations. These activities are normally financed through general property and sales tax revenues.

**Expenses and Program Revenues - Governmental Activities**



**Business-type activities**

Revenues of the Village’s business-type activities increased by 8.3% (\$10,060,239 in 2012 compared to \$10,898,522 in 2013) and expenses increased by 4.5% (\$10,835,138 in 2012 compared to \$11,324,745 in 2013).

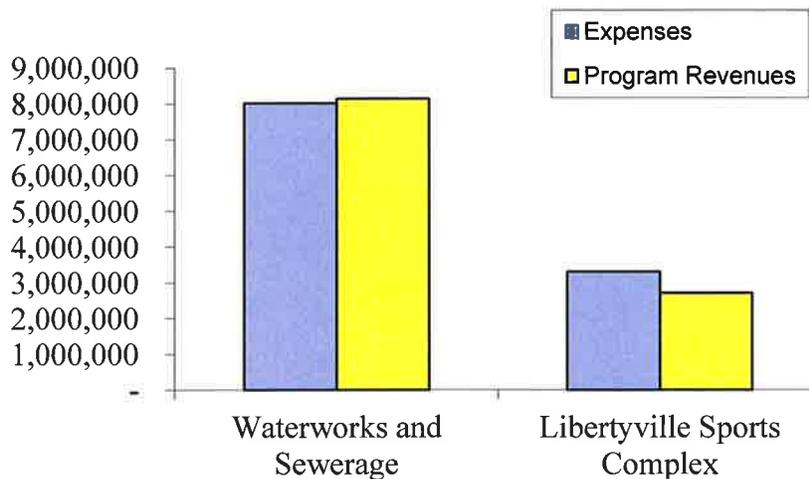
# VILLAGE OF LIBERTYVILLE, ILLINOIS

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Key factors behind these results include:

- Due to a water and sewer rate increase along with a hot dry summer, water and sewer charges for service increased \$649,888 from last year. Excluding depreciation and interest expense, this fund had an increase in net assets of \$1,194,769. Once depreciation of \$1,065,586 and interest charges of \$223,102 are included, an increase in net position of \$165,345 results. Expenses before depreciation amounted to \$6,730,360 compared to \$6,227,307 in 2011. This increase in expenses is due to an increase in water purchased due to the hot dry summer along with an increase in capital improvements that are classified as maintenance and are shown as expenses rather than additions to infrastructure assets.
- The Libertyville Sports Complex (LSC) had an operating income (before depreciation and interest expense) of \$763,917 compared to last year's income of \$507,575. With the addition of depreciation, debt expense and the transfer from the General Fund, the complex had a net loss or decrease in net position of \$259,568. Operating expenses before depreciation and interest expense amounted to \$1,950,212 compared to \$2,037,316 in 2012.

Expenses and Program Revenues - Business-Type Activities



The above graph compares program expenses to revenues for waterworks and sewerage operations, and The LSC. The Village Board has authorized the sale of a portion of Sports Complex property where the Family Entertainment Center and Golf Learning Center's are located since the underlying property is more valuable than the cash flows generated by these facilities. The proceeds will be used to reduce the amount of debt by refunding the current bonds outstanding. As mentioned elsewhere in this document, the Village is transferring funds to the Sports Complex to cover a portion of the debt that is unable to be funded through operations. For the 2013 fiscal year, this transfer amounted to \$332,000.

# VILLAGE OF LIBERTYVILLE, ILLINOIS

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### FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS

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

#### Governmental Funds

The focus of the Village's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. In particular, unassigned fund balance may serve as a useful measure of a government's net resources available discretionary use as they represent the portion of fund balance which has not yet been limited to use for a particular purpose by either an external party, the Village of Libertyville itself, or a group or individual that has been delegated authority to assign resources for use for particular purposes by the Libertyville Village Board.

As of the end of the current fiscal year, the governmental funds reported combined ending fund balances of \$22,367,858, which is 75% above last year's total of \$12,758,126. Approximately 38% of this amount (\$8,468,691) is unassigned, which is available for spending at the Village's discretion. The remainder of fund balance is not available for new spending because it has already been 1) restricted for debt and other items (\$2,815,462), 2) committed to fund commuter parking (\$1,349,535), 3) assigned for Capital projects (\$8,293,193); or 4) non-spendable for prepaid items (\$1,440,977).

The General Fund is the chief operating fund of the Village. At the end of the current fiscal year, unassigned fund balance of the General Fund was \$8,468,691, while total fund balance reached \$10,854,239. This is \$3,116,705 above last year's total fund balance of \$7,737,534. This increase is attributable to increases in taxes and charges for services. As a measure of the General Fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents 37% of total general fund expenditures, while total fund balance represents 48% of that same amount.

The Debt Service Fund has a total fund balance of \$543,110, all of which is restricted for the payment of debt service. The fund balance decreased \$9,092 from the previous fiscal year due to a change in future debt service payments.

The Capital Improvement Fund provides funding for capital projects of the Village of Libertyville which are not normal operating or maintenance type expenditures reportable within the General Fund or other governmental funds. The total fund balance as of April 30, 2013 is \$8,293,193, of which 100% is assigned. The Capital Improvement Fund balance increased by \$5,667,850 primarily due to a bond issued to fund road improvements that began in the fall of 2012. Total expenditures amounted to \$1,366,685.

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The Tax Increment Financing (TIF) Construction Fund provides funding for the redevelopment of the Village's downtown area. The TIF was due to expire in December 2009, however; there was legislation approved that allows for a 12 year extension of the TIF in order to complete additional parking improvements for this area. The total fund balance increased by \$768,577 to \$1,318,735 as of April 30, 2013. This fund balance is being built up in order to provide funding for a possible parking structure and other improvements on the east side of the downtown business district.

The Commuter Parking Fund is included as a governmental fund but is considered a non-major fund. Fund balance increased by \$65,692 to \$1,358,581. The Village is working with the owners of the property adjacent to the downtown commuter station and parking lot in order to increase the size of these facilities and is planning on using this fund balance for the redevelopment of this area.

#### Proprietary Funds

The Village of Libertyville's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail. The Village reports the Waterworks and Sewerage Fund and Sports Complex Fund as major proprietary funds. These funds account for all of the operations of the municipal water and sewer system and the sports complex. Water is purchased from the Central Lake County Joint Action Water Agency (CLCJAWA) at a rate of \$2.65 per thousand gallons. Water is sold to all municipal customers at a rate of \$6.80 per thousand gallons for the first 4,000 gallons and \$5.60 for each additional 1,000 gallons. For users connected to the Village's sewage system, the charge is \$4.70 per thousand gallons for the first 4,000 gallons. For each additional 1,000 gallons, the charge is \$3.55. The spread between purchase and sale rates is intended to finance the operations of the waterworks and sewerage system, including labor costs, supplies, and infrastructure maintenance. The Village Board increased rates by 3% on May 1, 2012 along with a \$0.13 increase to cover CLCJAWA's increase that became effective May 1, 2012. The Village's Water and Sewer Committee has recommended an annual 3% increase along with any increase from CLCJAWA in order to generate sufficient funds for future capital improvements to the water and sewer system.

The Village intends to run the fund breakeven or generate a slight surplus that will be used for future capital improvements. Periodically, there will be an annual surplus or draw down due to timing of capital projects. There was a positive change in net position for the current fiscal year of \$165,345 which includes \$1,065,586 of depreciation costs. Net position of the Waterworks and Sewerage Fund at the end of the year amounted to \$21,256,882 compared to \$21,091,537 in 2012.

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Net position for the Libertyville Sports Complex Fund amounted to (\$2405,085) compared to (\$2,145,517) at the end of 2012. The loss for 2013 amounts to \$259,568 which includes \$484,891 in depreciation expense. As mentioned elsewhere in this report, the Village transferred \$332,000 from the General Fund to the Sports Complex Fund to cover the debt payments that are unable to be funded through the operations of the complex. It is expected that the Village will still be required to subsidize the Sports Complex and has budgeted \$530,345 in the 2013-2014 budget for this.

#### GENERAL FUND BUDGETARY HIGHLIGHTS

The 2012-2013 expenditure budget was revised once at the end of the fiscal year. The increases include:

- \$230,100 in General Government due to additional legal costs.
- 15,300 in the General Fund to cover unbudgeted items purchased and reimbursed with insurance proceeds.
- \$111,500 in the Bond Fund for bond issue and interest expense due to the new road bond issued during the fiscal year.
- The Pension Funds included an additional \$91,150 for new retirees in the Police and Fire Pension Funds.

Revenues in the General Fund were \$26,353,071, which was \$2,054,936 above the revenue budget of \$24,298,135. The final expenditure budget amounted to \$23,845,250, a \$512,790 variance from the original budget of \$23,332,460. Actual expenditures were below the final budget by \$608,884. The largest revenue variances were for intergovernmental revenues which was \$446,673 above budget, miscellaneous which was \$492,225 above budget and charges for services which were \$373,091 above budget.

#### CAPITAL ASSETS AND DEBT ADMINISTRATION

##### Capital Assets

The Village of Libertyville's investment in capital assets for its governmental and business-type activities as of April 30, 2013 was \$193.4 million (net of accumulated depreciation). This investment in capital assets includes land, buildings and improvements, land improvements, vehicles, machinery and equipment, park facilities, roads, sidewalks, and bridges. The Village of Libertyville had a decrease of \$1.6 million in its capital assets for the current fiscal year. Funds were also expended to maintain the Village's infrastructure assets, however, maintenance costs are not included as an increase to a capital asset.

## VILLAGE OF LIBERTYVILLE, ILLINOIS

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#### Capital Assets - Net of Depreciation (in Millions)

	Governmental Activities		Business-Type Activities		Total	
	2013	2012	2013	2012	2013	2012
Land	\$ 98.3	98.3	7.0	7.0	105.3	105.3
Buildings	6.4	6.7	18.9	19.7	25.3	26.4
Machinery and Equipment	2.9	3.0	0.3	0.3	3.2	3.3
Water Infrastructure			7.9	6.8	7.9	6.8
Sewer Infrastructure			6.9	7.0	6.9	7.0
Other Infrastructure	44.8	46.2			44.8	46.2
Total	152.4	154.2	41.0	40.8	193.4	195.0

This year's major additions included \$384,611 in machinery and equipment, \$492,591 in roadway and infrastructure additions, \$49,891 for building improvements and \$1,796,716 water and sanitary sewer additions.

The governmental activities net capital assets decreased from last year by \$1,903,378 net of depreciation. This is attributable to the fact that the capital projects constructed were less than the amount of depreciation added this year. Accumulated depreciation increased by \$2,703,998 to a total of \$59,581,763.

For Business-type activities, the net capital assets increased by \$246,239. A total of \$1,796,716 was added in water and sewer improvements and \$1,550,477 was expensed as depreciation. Additional information on the Village of Libertyville's capital assets can be found in note 3 on pages 37 – 38 of this report.

#### Debt Outstanding

At year-end, the Village of Libertyville had total outstanding bonded debt of \$34.8 million as compared to \$27.0 million the previous year, an increase of 29%. During this fiscal year, the Village issued a \$5 million bond for road rehabilitation and a \$4.2 million bond for water and sewer system improvements. The Village also entered into an installment purchase contract for the purchase of public works dump truck with plow and salt spreader. The following is a comparative statement of outstanding debt:

# VILLAGE OF LIBERTYVILLE, ILLINOIS

## Management's Discussion and Analysis April 30, 2013

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	Outstanding Debt					
	Governmental Activities		Business-Type Activities		Total	
	2013	2012	2013	2012	2013	2012
General Obligation Bonds	\$ 6,640,000	1,865,000	27,425,000	23,890,000	34,065,000	25,755,000
IEPA Loans Payable	-	-	286,661	470,743	286,661	470,743
Installment Contracts	522,334	776,054	-	-	522,334	776,054
Total	7,162,334	2,641,054	27,711,661	24,360,743	34,873,995	27,001,797

As of April 30, 2013, the Village of Libertyville maintained an Aa2 rating from Moody's Investors Service for general obligation debt. State statutes limit the amount of general obligation debt a non home-rule community may issue to 8.625% of total assessed value. The current debt limitation for the Village of Libertyville is \$94 million, which significantly exceeds the Village's outstanding general obligation debt. Additional information on the Village of Libertyville's long-term debt can be found in Note 3 on pages 39 - 47 of this report.

### ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES

The Village's elected and appointed officials considered many factors when setting the fiscal-year 2013-2014 budget, tax rates, and fees that will be charged for its governmental and business-type activities. One of those factors is the economy. The unemployment rate for 2012 for the Village of Libertyville decreased from 5.1% to 4.7%. For this same period, the State unemployment rate was 8.9% and the Lake County rate was 8.7%. The most current rate for the Village of Libertyville is not available; however the national rate for June 2013 is 7.6% compared to 8.2% for June 2012.

Inflation increases in the Midwest area are usually somewhat lower than the national Consumer Price Index (CPI) increases. For 2012 the National CPI was 1.7% and the Chicagoland area CPI was 1.6%.

These indicators were taken into account when adopting the General Fund budget for 2012-2013. Amounts available for appropriation in the General Fund budget are \$24,439,995, an increase of \$777,780 from the final 2012-13 budget of \$23,662,215. Property taxes are estimated to increase due to the levy passed in December 2012. Due to the improving financial situation of the Village, the Village Board eliminated the Gas Utility Tax effective May 1, 2013. Most other revenue sources are expected to remain flat. Budgeted expenditures are expected to increase \$744,881, from \$22,677,489 to \$23,422,370. The Village Board approved a 2 % pay increase on May 1<sup>st</sup> for all non-union employees that matches the increases in the current union contracts. Also included is an allocation of \$100,000 for funding to remove trees affected by the Emerald Ash Borer.

## **VILLAGE OF LIBERTYVILLE, ILLINOIS**

### **Management's Discussion and Analysis April 30, 2013**

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The 2013-2014 General Fund budget is balanced with a budgeted surplus of \$1,017,625 which will be used to increase the unreserved fund balance. The Village Board has expressed interest in redeeming a portion of the Sports Complex Bonds using the fund balance in excess of the amount required per the fund balance policy.

#### **REQUESTS FOR INFORMATION**

This financial report is designed to provide a general overview of the Village of Libertyville finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional information should be directed to Office of the Finance Director, Village of Libertyville, 118 W. Cook Ave., Libertyville, IL 60048.

## **BASIC FINANCIAL STATEMENTS**

The basic financial Statements include integrated sets of financial statements as required by the GASB. The sets of statements include:

- Government-Wide Financial Statements
- Fund Financial Statements

Governmental Funds

Proprietary Funds

Fiduciary Funds

In addition, the notes to the financial statements are included to provide information that is essential to a user's understanding of the basic financial statements.

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Statement of Net Position  
April 30, 2013**

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**See Following Page**

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Statement of Net Position  
April 30, 2013**

	Governmental Activities	Business- Type Activities	Total
<b>ASSETS</b>			
<b>Current Assets</b>			
Cash and Investments	\$ 22,491,335	5,466,540	27,957,875
Receivables - Net	12,070,012	1,200,492	13,270,504
Prepaid Items/Inventories	1,505,334	104,699	1,610,033
<b>Total Current Assets</b>	<b>36,066,681</b>	<b>6,771,731</b>	<b>42,838,412</b>
<b>Noncurrent Assets</b>			
<b>Capital Assets</b>			
Land	98,301,694	7,043,248	105,344,942
Buildings and Improvements	17,160,186	31,723,222	48,883,408
Machinery and Equipment	8,068,351	2,169,017	10,237,368
Infrastructure	88,421,633	-	88,421,633
Waterworks and Sewerage System	-	31,990,058	31,990,058
	211,951,864	72,925,545	284,877,409
Accumulated Depreciation	(59,581,763)	(31,864,144)	(91,445,907)
<b>Total Capital Assets</b>	<b>152,370,101</b>	<b>41,061,401</b>	<b>193,431,502</b>
<b>Other Assets</b>			
Net Pension Asset	200,493	-	200,493
<b>Total Noncurrent Assets</b>	<b>152,570,594</b>	<b>41,061,401</b>	<b>193,631,995</b>
<b>Total Assets</b>	<b>188,637,275</b>	<b>47,833,132</b>	<b>236,470,407</b>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>			
Loss on Refunding	-	983,877	983,877
<b>Total Assets/Deferred Outflows of Resources</b>	<b>188,637,275</b>	<b>48,817,009</b>	<b>237,454,284</b>

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

	Governmental Activities	Business- Type Activities	Total
<b>LIABILITIES</b>			
Current Liabilities			
Accounts Payable	846,563	1,114,254	1,960,817
Accrued Payroll	553,411	124,819	678,230
Deposits Payable	984,990	139,059	1,124,049
Interest Payable	64,116	401,378	465,494
Other Payables	286,000	136,549	422,549
Current Portion of Long-Term Debt	884,950	957,173	1,842,123
Total Current Liabilities	<u>3,620,030</u>	<u>2,873,232</u>	<u>6,493,262</u>
Noncurrent Liabilities			
Net Other Post-Employment Benefit Obligation	737,019	-	737,019
Compensated Absences Payable	1,770,169	269,993	2,040,162
Installment Contracts Payable	309,926	-	309,926
IEPA Loans Payable	-	96,987	96,987
General Obligation Bonds Payable - Net	6,410,000	26,725,000	33,135,000
Total Noncurrent Liabilities	<u>9,227,114</u>	<u>27,091,980</u>	<u>36,319,094</u>
Total Liabilities	<u>12,847,144</u>	<u>29,965,212</u>	<u>42,812,356</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Property Taxes	9,259,211	-	9,259,211
Total Liabilities and Deferred Inflows of Resources	<u>22,106,355</u>	<u>29,965,212</u>	<u>52,071,567</u>
<b>NET POSITION</b>			
Net Investment in Capital Assets	149,549,586	17,455,144	167,004,730
Restricted			
General Government			
Hotel/Motel Tax	333,562	-	333,562
Public Safety			
Emergency Telephone System 911	429,042	-	429,042
Foreign Fire Insurance	77,182	-	77,182
Fire Fund	28,017	-	28,017
Economic Development			
Tim/Creek Special Service Area	53,569	-	53,569
Lucerne/Interlaken Special Service Area	32,245	-	32,245
Tax Increment Financing District	1,318,735	-	1,318,735
Debt Service	478,994	-	478,994
Unrestricted	<u>14,229,988</u>	<u>1,396,653</u>	<u>15,626,641</u>
Total Net Position	<u>166,530,920</u>	<u>18,851,797</u>	<u>185,382,717</u>

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

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Statement of Activities  
Year Ended April 30, 2013**

	Expenses	Program Revenues	
		Charges for Services	Capital Grants/ Contributions
<b>Governmental Activities</b>			
General Government	\$ 2,435,465	4,584,087	-
Community Development	1,331,882	366,961	-
Public Safety	14,513,947	3,866,375	-
Public Works	4,076,596	-	1,116,419
Parks and Recreation	2,811,451	1,194,394	-
Economic Development	2,796,285	-	-
Interest on Long-Term Debt	109,963	-	-
<b>Total Governmental Activities</b>	<b>28,075,589</b>	<b>10,011,817</b>	<b>1,116,419</b>
<b>Business-Type Activities</b>			
Waterworks and Sewerage	7,994,677	8,102,600	41,450
Libertyville Sports Complex	3,305,697	2,714,129	-
<b>Total Business-Type Activities</b>	<b>11,300,374</b>	<b>10,816,729</b>	<b>41,450</b>
	<b>39,375,963</b>	<b>20,828,546</b>	<b>1,157,869</b>

General Revenues  
 Taxes  
   Property Taxes  
   Other Taxes  
 Intergovernmental - Unrestricted  
   Sales and Use Taxes  
   Income Taxes  
   Other  
 Interest Income  
 Miscellaneous  
 Transfers - Internal Activity

Change in Net Position  
 Net Position - Beginning  
 Net Position - Ending

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

Net Expense/Revenue		
Governmental Activities	Business-Type Activities	Total
2,148,622	-	2,148,622
(964,921)	-	(964,921)
(10,647,572)	-	(10,647,572)
(2,960,177)	-	(2,960,177)
(1,617,057)	-	(1,617,057)
(2,796,285)	-	(2,796,285)
(109,963)	-	(109,963)
(16,947,353)	-	(16,947,353)
-	149,373	149,373
-	(591,568)	(591,568)
-	(442,195)	(442,195)
(16,947,353)	(442,195)	(17,389,548)
8,980,556	-	8,980,556
2,222,533	-	2,222,533
6,412,366	-	6,412,366
1,888,088	-	1,888,088
218,014	-	218,014
32,348	7,972	40,320
817,217	8,000	825,217
(332,000)	332,000	-
20,239,122	347,972	20,587,094
3,291,769	(94,223)	3,197,546
163,239,151	18,946,020	182,185,171
166,530,920	18,851,797	185,382,717

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

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Balance Sheet - Governmental Funds  
April 30, 2013**

	<u>General</u>
<b>ASSETS</b>	
Cash and Investments	\$ 8,635,558
Receivables - Net of Allowances	
Property Taxes	5,892,464
Other Taxes	1,435,079
Accounts	1,249,291
Prepays	<u>1,431,931</u>
 Total Assets	 <u><u>18,644,323</u></u>
<b>LIABILITIES</b>	
Accounts Payable	380,045
Accrued Payroll	530,265
Deposits Payable	919,525
Total Liabilities	<u>1,829,835</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>	
Property Taxes	<u>5,960,249</u>
Total Liabilities and Deferred Inflows of Resources	<u><u>7,790,084</u></u>
<b>FUND BALANCE</b>	
Nonspendable	1,431,931
Restricted	953,617
Committed	-
Assigned	-
Unassigned	<u>8,468,691</u>
Total Fund Balances	<u><u>10,854,239</u></u>
 Total Liabilities, Deferred Inflows of Resources and Fund Balances	 <u><u>18,644,323</u></u>

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

Debt Service	Capital Improvement	Tax Increment Financing Construction	Nonmajor Commuter Parking	Total
543,110	8,577,755	1,340,617	1,359,543	20,456,583
327,790	-	2,971,172	-	9,191,426
-	-	-	-	1,435,079
-	126,557	-	-	1,375,848
-	-	-	9,046	1,440,977
<b>870,900</b>	<b>8,704,312</b>	<b>4,311,789</b>	<b>1,368,589</b>	<b>33,899,913</b>
-	367,536	-	4,958	752,539
-	-	-	5,050	535,315
-	43,583	21,882	-	984,990
-	411,119	21,882	10,008	2,272,844
327,790	-	2,971,172	-	9,259,211
327,790	411,119	2,993,054	10,008	11,532,055
-	-	-	9,046	1,440,977
543,110	-	1,318,735	-	2,815,462
-	-	-	1,349,535	1,349,535
-	8,293,193	-	-	8,293,193
-	-	-	-	8,468,691
543,110	8,293,193	1,318,735	1,358,581	22,367,858
<b>870,900</b>	<b>8,704,312</b>	<b>4,311,789</b>	<b>1,368,589</b>	<b>33,899,913</b>

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

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Reconciliation of Total Governmental Fund Balance to the  
Statement of Net Position - Governmental Activities**

**April 30, 2013**

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**Total Governmental Fund Balances** **\$ 22,367,858**

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

Capital assets used in governmental activities are not financial  
resources and therefore, are not reported in the funds. 149,647,671

Internal service funds are used by the Village to charge the costs of vehicle  
and equipment management and technology services to individual funds.  
The assets and liabilities of the internal service funds are included  
in the governmental activities in the Statement of Net Position. 3,896,883

Long-term liabilities are not due and payable in the current  
period and therefore are not reported in the funds.

Net Pension Asset	200,493
Other Post-Employment Benefit Obligation Payable	(737,019)
Compensated Absences Payable	(2,140,850)
General Obligation Bonds Payable	(6,640,000)
Accrued Interest Payable	<u>(64,116)</u>

**Net Position of Governmental Activities** **166,530,920**

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds  
Year Ended April 30, 2013**

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**See Following Page**

VILLAGE OF LIBERTYVILLE, ILLINOIS

Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds  
Year Ended April 30, 2013

	<u>General</u>
Revenues	
Taxes	\$ 8,203,716
Licenses and Permits	1,096,105
Intergovernmental	8,518,468
Charges for Services	7,044,091
Fines and Forfeits	671,354
Interest	12,792
Miscellaneous	806,545
Total Revenues	<u>26,353,071</u>
Expenditures	
Current	
General Government	2,372,033
Community Development	1,331,882
Public Safety	14,404,887
Public Works	2,191,091
Parks and Recreation	2,549,473
Economic Development	-
Capital Outlay	-
Debt Service	
Principal Retirement	-
Interest and Fiscal Charges	-
Total Expenditures	<u>22,849,366</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>3,503,705</u>
Other Financing Sources (Uses)	
Debt Issuance	-
Premium on Debt Issuance	-
Transfers In	-
Transfers Out	(387,000)
	<u>(387,000)</u>
Net Change in Fund Balances	3,116,705
Fund Balances - Beginning	<u>7,737,534</u>
Fund Balances - Ending	<u><u>10,854,239</u></u>

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

Debt Service	Capital Improvement	Tax Increment Financing Construction	Nonmajor Commuter Parking	Total
227,276	-	2,772,097	-	11,203,089
-	576,387	-	-	1,672,492
-	1,116,419	-	-	9,634,887
-	291,015	-	332,865	7,667,971
-	-	-	-	671,354
349	8,956	1,997	4,894	28,988
-	10,672	-	-	817,217
227,625	2,003,449	2,774,094	337,759	31,695,998
-	-	-	272,067	2,644,100
-	-	-	-	1,331,882
-	-	-	-	14,404,887
-	-	-	-	2,191,091
-	-	-	-	2,549,473
-	-	2,005,517	-	2,005,517
-	1,333,250	-	-	1,333,250
225,000	-	-	-	225,000
85,907	33,435	-	-	119,342
310,907	1,366,685	2,005,517	272,067	26,804,542
(83,282)	636,764	768,577	65,692	4,891,456
-	5,000,000	-	-	5,000,000
-	50,276	-	-	50,276
74,190	55,000	-	-	129,190
-	(74,190)	-	-	(461,190)
74,190	5,031,086	-	-	4,718,276
(9,092)	5,667,850	768,577	65,692	9,609,732
552,202	2,625,343	550,158	1,292,889	12,758,126
543,110	8,293,193	1,318,735	1,358,581	22,367,858

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

VILLAGE OF LIBERTYVILLE, ILLINOIS

Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances  
to the Statement of Activities - Governmental Activities

Year Ended April 30, 2013

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Net Change in Fund Balances - Total Governmental Funds \$ 9,609,732

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

Governmental funds report capital outlays as expenditures. However, in the  
Statement of Activities the cost of those assets is allocated over their estimated  
useful lives and reported as depreciation expense.

Capital Outlays	542,482
Depreciation Expense	(2,356,331)

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

Change in Net Pension Asset	64,661
Increase in Net Other Post-Employment Benefit Obligation	(178,333)
Additions to Compensated Absences Payable	(169,892)
Debt Issuance	(5,000,000)
Retirement of Debt	225,000

Changes to accrued interest on long-term debt in the Statement of Activities  
does not require the use of current financial resources and, therefore, are not  
reported as expenditures in the governmental funds.

(40,897)

Internal service funds are used by the Village to charge the costs of vehicle  
and equipment management and technology services to individual funds.  
The net revenue of certain activities of internal service funds is  
reported with governmental activities.

595,347

Changes in Net Position of Governmental Activities

3,291,769

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

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Statement of Net Position - Proprietary Funds  
April 30, 2013**

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**See Following Page**

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Statement of Net Position - Proprietary Funds  
April 30, 2013**

	Business-Type Activities - Enterprise			Governmental
	Waterworks and Sewerage	Libertyville Sports Complex	Total	Activities Internal Service
<b>ASSETS</b>				
Current Assets				
Cash and Investments	\$ 5,433,738	32,802	5,466,540	2,034,752
Receivables - Net of Allowances				
Accounts	1,132,268	68,224	1,200,492	67,659
Due from Other Funds	951,273	-	951,273	-
Inventories	-	1,926	1,926	52,016
Prepays	59,773	43,000	102,773	12,341
Total Current Assets	<u>7,577,052</u>	<u>145,952</u>	<u>7,723,004</u>	<u>2,166,768</u>
Noncurrent Assets				
Capital Assets				
Land	2,272,080	4,771,168	7,043,248	-
Buildings and Improvements	14,217,185	17,506,037	31,723,222	-
Machinery and Equipment	1,720,581	448,436	2,169,017	7,362,683
Waterworks System	16,199,622	-	16,199,622	-
Sewerage System	15,790,436	-	15,790,436	-
	<u>50,199,904</u>	<u>22,725,641</u>	<u>72,925,545</u>	<u>7,362,683</u>
Accumulated Depreciation	<u>(27,365,782)</u>	<u>(4,498,362)</u>	<u>(31,864,144)</u>	<u>(4,640,253)</u>
Total Noncurrent Assets	<u>22,834,122</u>	<u>18,227,279</u>	<u>41,061,401</u>	<u>2,722,430</u>
 Total Assets	 30,411,174	 18,373,231	 48,784,405	 4,889,198
<b>DEFERRED OUTFLOWS OF RESOURCES</b>				
Loss on Refunding	-	983,877	983,877	-
Total Assets/ Deferred Outflows of Resources	<u>30,411,174</u>	<u>19,357,108</u>	<u>49,768,282</u>	<u>4,889,198</u>

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

	Business-Type Activities - Enterprise			Governmental
	Waterworks and Sewerage	Libertyville Sports Complex	Total	Activities Internal Service
<b>LIABILITIES</b>				
Current Liabilities				
Accounts Payable	1,019,894	94,360	1,114,254	94,024
Accrued Payroll	85,070	39,749	124,819	18,096
Deposits Payable	128,534	10,525	139,059	-
Accrued Interest Payable	100,855	300,523	401,378	-
Due to Other Funds	-	951,273	951,273	-
Other Payables	80,000	56,549	136,549	286,000
Compensated Absences Payable	58,656	8,843	67,499	14,372
Installment Contract Payable	-	-	-	212,408
IEPA Loans Payable	189,674	-	189,674	-
General Obligation Bonds Payable	470,000	230,000	700,000	-
Total Current Liabilities	<u>2,132,683</u>	<u>1,691,822</u>	<u>3,824,505</u>	<u>624,900</u>
Noncurrent Liabilities				
Compensated Absences Payable	234,622	35,371	269,993	57,489
Installment Contract Payable	-	-	-	309,926
IEPA Loans Payable	96,987	-	96,987	-
General Obligation Bonds Payable - Net	6,690,000	20,035,000	26,725,000	-
Total Noncurrent Liabilities	<u>7,021,609</u>	<u>20,070,371</u>	<u>27,091,980</u>	<u>367,415</u>
Total Liabilities	<u>9,154,292</u>	<u>21,762,193</u>	<u>30,916,485</u>	<u>992,315</u>
<b>NET POSITION</b>				
Net Investment in Capital Assets	18,508,988	(1,053,844)	17,455,144	2,200,096
Unrestricted	2,747,894	(1,351,241)	1,396,653	1,696,787
Total Net Position	<u>21,256,882</u>	<u>(2,405,085)</u>	<u>18,851,797</u>	<u>3,896,883</u>

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

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Statement of Revenues, Expenses and Changes in Net Position - Proprietary Funds  
Year Ended April 30, 2013**

	Business-Type Activities - Enterprise			Governmental
	Waterworks and Sewerage	Libertyville Sports Complex	Total	Activities Internal Service
Operating Revenues				
Charges for Services	\$ 7,925,129	2,714,129	10,639,258	-
Interfund Services	-	-	-	2,000,532
Total Operating Revenues	7,925,129	2,714,129	10,639,258	2,000,532
Operating Expenses				
Operations	6,730,360	1,950,212	8,680,572	1,097,459
Depreciation	1,065,586	484,891	1,550,477	474,140
Total Operating Expenses	7,795,946	2,435,103	10,231,049	1,571,599
Operating Income	129,183	279,026	408,209	428,933
Nonoperating Revenues (Expenses)				
Interest Income	7,972	-	7,972	3,360
Connection Fees	177,471	-	177,471	-
Grants	41,450	-	41,450	-
Other Income	8,000	-	8,000	183,005
Interest Expense and Fiscal Charges	(198,731)	(870,594)	(1,069,325)	(19,951)
	36,162	(870,594)	(834,432)	166,414
Income (Loss) Before Transfers	165,345	(591,568)	(426,223)	595,347
Transfers In	-	332,000	332,000	-
Change in Net Position	165,345	(259,568)	(94,223)	595,347
Net Position - Beginning	21,091,537	(2,145,517)	18,946,020	3,301,536
Net Position - Ending	21,256,882	(2,405,085)	18,851,797	3,896,883

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

VILLAGE OF LIBERTYVILLE, ILLINOIS

Statement of Cash Flows - Proprietary Funds  
Year Ended April 30, 2013

	Business-Type Activities - Enterprise Funds			Governmental
	Waterworks and Sewerage	Libertyville Sports Complex	Total	Activities Internal Service
Cash Flows from Operating Activities				
Receipts from Customers and Users	\$ 8,206,955	2,785,723	10,992,678	-
Receipts from Interfund Services	-	-	-	2,158,938
Payments to Employees	(1,630,108)	(858,660)	(2,488,768)	(345,439)
Payments to Suppliers	(4,206,276)	(1,130,667)	(5,336,943)	(759,974)
	<u>2,370,571</u>	<u>796,396</u>	<u>3,166,967</u>	<u>1,053,525</u>
Cash Flows from Noncapital Financing Activities				
Transfers In	-	332,000	332,000	-
Operating Grants	41,450	-	41,450	-
	<u>41,450</u>	<u>332,000</u>	<u>373,450</u>	<u>-</u>
Cash Flows from Capital and Related Financing Activities				
Purchase of Capital Assets	(1,796,716)	-	(1,796,716)	(252,090)
Capital Bond Proceeds	4,200,000	-	4,200,000	-
Interest on Capital Debt	(198,731)	(870,594)	(1,069,325)	(19,951)
Principal on Capital Debt	(624,082)	(225,000)	(849,082)	(386,241)
	<u>1,580,471</u>	<u>(1,095,594)</u>	<u>484,877</u>	<u>(658,282)</u>
Cash Flows from Investing Activities				
Interest Received	7,972	-	7,972	3,360
Net Change in Cash and Cash Equivalents	4,000,464	32,802	4,033,266	398,603
Cash and Cash Equivalents - Beginning	1,433,274	-	1,433,274	1,636,149
Cash and Cash Equivalents - Ending	<u>5,433,738</u>	<u>32,802</u>	<u>5,466,540</u>	<u>2,034,752</u>
Reconciliation of Operating Income to Net Cash Provided (Used) by Operating Activities				
Operating Income (Loss)	129,183	279,026	408,209	428,933
Adjustments to Reconcile Operating Income to Net Cash Provided by Operating Activities:				
Depreciation Expense	1,065,586	484,891	1,550,477	474,140
Other Income	185,471	-	185,471	183,005
(Increase) Decrease in Current Assets	96,355	71,594	167,949	(24,599)
Increase (Decrease) in Current Liabilities	893,976	(39,115)	854,861	(7,954)
Net Cash Provided by Operating Activities	<u>2,370,571</u>	<u>796,396</u>	<u>3,166,967</u>	<u>1,053,525</u>
Noncash Financing Activities				
Capital Assets Purchased Under Capital Lease	-	-	-	132,521

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

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Statement of Fiduciary Net Position  
April 30, 2013**

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	<u>Pension Trust</u>
<b>ASSETS</b>	
Cash and Cash Equivalents	\$ 3,046,856
Investments	
State and Local Obligations	932,183
Corporate Bonds	10,268,119
U.S. Government and Agency Obligations	8,502,335
Stock Equities	5,208,363
Insurance Contracts	731,116
Mutual Funds	16,195,843
Receivables	
Accrued Interest	141,762
Prepays	<u>500</u>
Total Assets	45,027,077
<b>LIABILITIES</b>	
Accounts Payable	<u>31,328</u>
<b>NET POSITION</b>	
Held in Trust for Pension Benefits	<u><u>44,995,749</u></u>

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

VILLAGE OF LIBERTYVILLE, ILLINOIS

Statement of Changes in Fiduciary Net Position  
Year Ended April 30, 2013

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	Pension Trust
Additions	
Contributions - Employer	\$ 2,232,146
Contributions - Plan Members	<u>693,444</u>
Total Contributions	<u>2,925,590</u>
Investment Income	
Interest Earned	1,269,909
Net Change in Fair Value	<u>2,552,431</u>
	3,822,340
Less Investment Expenses	<u>(92,095)</u>
Net Investment Income	<u>3,730,245</u>
Total Additions	<u>6,655,835</u>
Deductions	
Administration	74,897
Benefits	2,837,966
Total Deductions	<u>2,912,863</u>
Change in Net Position	3,742,972
Net Position Held in Trust for Pension Benefits	
Beginning	<u>41,252,777</u>
Ending	<u><u>44,995,749</u></u>

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

# VILLAGE OF LIBERTYVILLE, ILLINOIS

## Notes to the Financial Statements April 30, 2013

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### NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Village of Libertyville, Illinois, incorporated in 1882, is a municipal corporation governed by an elected president and six-member Board of Trustees. The Village's major operations include police and fire safety, highway and street maintenance and reconstruction, forestry, building code enforcement, public improvements, economic development, planning and zoning, water and sanitary sewer services, recreation services and general administrative services.

The government-wide financial statements are prepared in accordance with generally accepted accounting principles (GAAP). The Governmental Accounting Standards Board (GASB) is responsible for establishing GAAP for state and local governments through its pronouncements (Statements and Interpretations). The more significant of the Village's accounting policies established in GAAP and used by the Village are described below.

#### REPORTING ENTITY

The Village's financial reporting entity comprises the following:

Primary Government:	Village of Libertyville
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In determining the financial reporting entity, the Village complies with the provisions of GASB Statement No. 39, "Determining Whether Certain Organizations are Component Units – an Amendment of GASB Statement No. 14," and includes all component units that have a significant operational or financial relationship with the Village. Based upon the criteria set forth in the GASB Statement No. 39, there are no component units included in the reporting entity.

#### Police Pension Employees Retirement System

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

# VILLAGE OF LIBERTYVILLE, ILLINOIS

## Notes to the Financial Statements April 30, 2013

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### NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

#### REPORTING ENTITY – Continued

##### Firefighters' Pension Employees Retirement System

The Village's sworn firefighters participate in the Firefighters' Pension Employees Retirement System (FPERS). FPERS functions for the benefit of these employees and is governed by a five-member pension board, with two members appointed by the Village President, two elected from active participants of the Fund, and one elected from the retired members of the Fund. The participants are required to contribute a percentage of salary as established by state statute and the Village is obligated to fund all remaining FPERS costs based upon actuarial valuations. The State of Illinois is authorized to establish benefit levels and the Village is authorized to approve the actuarial assumptions used in the determination of contribution levels. Although it is legally separate from the Village, the FPERS is reported as if it were part of the primary government because its sole purpose is to provide retirement benefits for the Village's sworn firefighters. The FPERS is reported as a fiduciary fund, and specifically a pension trust fund, due to the fiduciary responsibility exercised over the FPERS.

#### BASIS OF PRESENTATION

##### Government-Wide Statements

The Village's basic financial statements include both government-wide (reporting the Village as a whole) and fund financial statements (reporting the Village's major funds). Both the government-wide and fund financial statements categorize primary activities as either governmental or business type.

The Village's police and fire safety, highway and street maintenance and reconstruction, parks and recreation, forestry, building code enforcement, public improvements, economic development, planning and zoning, and general administrative services are classified as governmental activities. The Village's waterworks and sewerage services and sports complex are classified as business-type activities.

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

# VILLAGE OF LIBERTYVILLE, ILLINOIS

## Notes to the Financial Statements April 30, 2013

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### NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

#### BASIS OF PRESENTATION – Continued

##### Government-Wide Statements – Continued

The government-wide Statement of Activities reports both the gross and net cost of each of the Village's functions and business-type activities (general government, public safety, public works, etc.) The functions are supported by general government revenues (property, sales and use taxes, certain intergovernmental revenues, fines, permits and charges, etc.). The Statement of Activities reduces gross expenses (including depreciation) by related program revenues, which include 1) changes to customers or applicants who purchase, use or directly benefit from goods, services or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment.

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

The Village allocates indirect costs to the proprietary funds for personnel who perform administrative services for those funds, along with other indirect costs deemed necessary for their operations, but are paid through the General Fund

This government-wide focus is more on the sustainability of the Village as an entity and the change in the Village's net position resulting from the current year's activities.

##### Fund Financial Statements

The financial transactions of the Village are reported in individual funds in the fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprises its assets/deferred outflows, liabilities/deferred inflows, fund equity, revenues and expenditures/expenses. Funds are organized into three major categories: governmental, proprietary, and fiduciary.

The emphasis in fund financial statements is on the major funds in either the governmental or business-type activities categories. Nonmajor funds by category are summarized into a single column. GASB Statement No. 34 sets forth minimum criteria (percentage of the assets/deferred outflows, liabilities/deferred inflows, revenues or expenditures/expenses of either fund category or the governmental and enterprise combined) for the determination of major funds. The Village electively added funds, as major funds, which either had debt outstanding or specific community focus. The nonmajor funds are combined in a column in the fund financial statements. A fund is considered major if it is the primary operating fund of the Village or meets the following criteria:

# VILLAGE OF LIBERTYVILLE, ILLINOIS

## Notes to the Financial Statements April 30, 2013

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### NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

#### BASIS OF PRESENTATION – Continued

##### Fund Financial Statements – Continued

Total assets/deferred outflows, liabilities/deferred inflows, revenues, or expenditures/expenses of that individual governmental or enterprise fund are at least 10 percent of the corresponding total for all funds of that category or type; and

Total assets/deferred outflows, liabilities/deferred inflows, revenues, or expenditures/expenses of the individual governmental fund or enterprise fund are at least 5 percent of the corresponding total for all governmental and enterprise funds combined.

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

#### **Governmental Funds**

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

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

**Special revenue funds** are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes. The Village has one nonmajor special revenue fund.

**Debt service funds** are used to account for the accumulation of funds for the periodic payment of principal and interest on general long-term debt. The Debt Service Fund is treated as a major fund and accounts for the payment of interest and principal on the long-term general obligation debt.

**Capital projects funds** are used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by business-type/proprietary funds).

# VILLAGE OF LIBERTYVILLE, ILLINOIS

## Notes to the Financial Statements April 30, 2013

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### NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

#### BASIS OF PRESENTATION – Continued

##### Fund Financial Statements – Continued

##### Governmental Funds – Continued

The Village maintains two major capital projects fund, the Capital Improvements Fund and the Tax Increment Financing Construction Fund. The Capital Improvements Fund accounts for the purchase or construction of major capital facilities that are not financed by proprietary funds. The Tax Increment Financing District Construction Fund accounts for resources to acquire property and construct certain improvements in the Tax Increment Financing District.

##### Proprietary Funds

The focus of proprietary fund measurement is upon determination of operating income, changes in net position, financial position, and cash flows. The generally accepted accounting principles applicable are those similar to businesses in the private sector. The following is a description of the proprietary funds of the Village:

**Enterprise funds** are required to account for operations for which a fee is charged to external users for goods or services and the activity (a) is financed with debt that is solely secured by a pledge of the net revenues, (b) has third party requirements that the cost of providing services, including capital costs, be recovered with fees and charges or (c) establishes fees and charges based on a pricing policy designed to recover similar costs. The Village maintains two major enterprise funds, the Waterworks and Sewerage Fund and the Libertyville Sports Complex Fund. The Waterworks and Sewerage Fund accounts for the provision of water and sewer service to the residents of the Village. The Libertyville Sports Complex Fund accounts for all activities associated with the complex, including, but not limited to, purchase of land, construction of facilities, operations, maintenance and all related debt service for the 48-acre site.

**Internal service funds** are used to account for the financing of goods or services provided by an activity to other departments, funds or component units of the Village on a cost-reimbursement basis. The Village maintains two internal service funds. The Vehicle Maintenance and Replacement Service Fund accounts for costs associated with maintaining and replacing motor vehicles in all Village departments. The Technology Equipment and Replacement Service Fund accounts for acquiring, maintaining, and updating management information systems including computers, communications, software, etc. in all Village departments. The Village's internal service funds are presented in the proprietary funds financial statements. Because the principal users of the internal services are the Village's governmental activities, the financial statements of the internal service funds are consolidated into the governmental column when presented in the government-wide financial statements. To the extent possible, the cost of these services is reported in the appropriate functional activity (general government, public safety, public works, etc.).

# VILLAGE OF LIBERTYVILLE, ILLINOIS

## Notes to the Financial Statements April 30, 2013

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### NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

#### BASIS OF PRESENTATION – Continued

#### Fund Financial Statements – Continued

#### Fiduciary Funds

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

**Pension trust funds** are used to account for assets held in a trustee capacity for pension benefit payments. The Police and Firefighters' Pension Funds account for the accumulation of resources to pay pension costs. Resources are contributed by members at rates fixed by state statutes and by the Village through an annual property tax levy.

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

#### MEASUREMENT FOCUS AND BASIS OF ACCOUNTING

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

#### Measurement Focus

On the government-wide Statement of Net Position and the Statement of Activities, both governmental and business-like activities are presented using the economic resources measurement focus as defined below.

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

All governmental funds utilize a "current financial resources" measurement focus. Only current financial assets/deferred outflows and liabilities/deferred inflows are generally included on their balance sheets. Their operating statements present sources and uses of available spendable financial resources during a given period. These funds use fund balance as their measure of available spendable financial resources at the end of the period.

# VILLAGE OF LIBERTYVILLE, ILLINOIS

## Notes to the Financial Statements April 30, 2013

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### NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

#### MEASUREMENT FOCUS AND BASIS OF ACCOUNTING – Continued

##### Measurement Focus – Continued

All proprietary and pension trust funds utilize an “economic resources” measurement focus. The accounting objectives of this measurement focus are the determination of operating income, changes in net position (or cost recovery), financial position, and cash flows. All assets/deferred outflows and liabilities/deferred inflows (whether current or noncurrent) associated with their activities are reported. Proprietary and pension trust fund equity is classified as net position.

##### Basis of Accounting

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

In the fund financial statements, governmental funds are presented on the modified accrual basis of accounting. Under this modified accrual basis of accounting, revenues are recognized when “measurable and available.” Measurable means knowing or being able to reasonably estimate the amount. Available means collectible within the current period or within sixty days after year-end. The Village recognizes property taxes when they become both measurable and available in accordance with GASB Codification Section P70. A sixty day availability period is used for revenue recognition for all other governmental fund revenues. Expenditures (including capital outlay) are recorded when the related fund liability is incurred, except for general obligation bond principal and interest which are recognized when due.

In applying the susceptible to accrual concept under the modified accrual basis, those revenues susceptible to accrual are property taxes, sales and use taxes, franchise taxes, licenses, interest revenue, and charges for services. All other revenues are not susceptible to accrual because generally they are not measurable until received in cash.

All proprietary and pension trust funds utilize the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset used.

# VILLAGE OF LIBERTYVILLE, ILLINOIS

## Notes to the Financial Statements April 30, 2013

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### NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

#### MEASUREMENT FOCUS AND BASIS OF ACCOUNTING – Continued

##### Basis of Accounting – Continued

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

#### ASSETS/DEFERRED OUTFLOWS, LIABILITIES/DEFERRED INFLOWS, AND NET POSITION OR EQUITY

##### Cash and Investments

Cash and cash equivalents on the Statement of Net Position are considered to be cash on hand, demand deposits, cash with fiscal agent. For the purpose of the proprietary funds "Statement of Cash Flows," cash and cash equivalents are considered to be cash on hand, demand deposits, cash with fiscal agent, and all highly liquid investments with an original maturity of three months or less.

Investments are reported at fair value. Short-term investments are reported at cost, which approximates fair value. Securities traded on national exchanges are valued at the last reported sales price. Investments that do not have any established market, if any, are reported at estimated fair value.

##### Interfund Receivables, Payables and Activity

Interfund activity is reported as loans, services provided, reimbursements or transfers. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation. Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures/expenses. Reimbursements are when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers. Transfers between governmental or proprietary funds are netted as part of the reconciliation to the government-wide financial statements.

##### Prepays/Inventories

Prepays/inventories are valued at cost, which approximates market, using the first-in/first-out (FIFO) method. The costs of governmental fund-type prepays/inventories are recorded as expenditures when consumed rather than when purchased.

# VILLAGE OF LIBERTYVILLE, ILLINOIS

## Notes to the Financial Statements April 30, 2013

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### NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

#### ASSETS/DEFERRED OUTFLOWS, LIABILITIES/DEFERRED INFLOWS, AND NET POSITION OR EQUITY – Continued

##### Prepays/Inventories – Continued

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

##### Receivables

In the government-wide financial statements, receivables consist of all revenues earned at year-end and not yet received. Allowances for uncollectible accounts receivable are based upon historical trends and the periodic aging of accounts receivable. Major receivables balances for governmental activities include property taxes, sales and use taxes, franchise taxes, and grants. Business-type activities report utility charges as their major receivables.

##### Capital Assets

Capital assets purchased or acquired with an original cost of \$25,000 or more are reported at historical cost or estimated historical cost. Contributed assets are reported at fair market value as of the date received. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred.

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. General capital assets are long-lived assets of the Village as a whole. When purchased, such assets are recorded as expenditures in the governmental funds and capitalized. Infrastructure such as streets, traffic signals and signs are capitalized. The valuation basis for general capital assets are historical cost, or where historical cost is not available, estimated historical cost based on replacement costs.

Capital assets in the proprietary funds are capitalized in the fund in which they are utilized. The valuation bases for proprietary fund capital assets are the same as those used for the general capital assets. Donated capital assets are capitalized at estimated fair market value on the date donated.

Depreciation on all assets is computed and recorded using the straight-line method of depreciation over the following estimated useful lives:

Land Improvements	20 - 30 Years
Buildings and Improvements	10 - 50 Years
Machinery and Equipment	3 - 30 Years
Infrastructure	40 – 50 Years

# VILLAGE OF LIBERTYVILLE, ILLINOIS

## Notes to the Financial Statements

April 30, 2013

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### NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

#### ASSETS/DEFERRED OUTFLOWS, LIABILITIES/DEFERRED INFLOWS, AND NET POSITION OR EQUITY – Continued

##### Capital Assets – Continued

GASB Statement No. 34 requires the Village to report and depreciate new infrastructure assets effective with the beginning of the 2004 fiscal year. Infrastructure assets include roads, sidewalks, underground pipe (other than related to utilities), traffic signals, etc. These infrastructure assets are the largest asset class of the Village. Neither their historical cost nor related depreciation has historically been reported in the financial statements.

##### Compensated Absences

The Village accrues accumulated unpaid vacation and associated employee-related costs when earned (or estimated to be earned) by the employee. In accordance with GASB Statement No. 16, no liability is recorded for nonvesting accumulation rights to receive sick pay benefits. However, a liability is recognized for that portion of accumulated sick leave that is estimated to be taken as “terminal leave” prior to retirement.

All vacation pay is accrued when incurred in the government-wide and proprietary fund financial statements. A liability for these amounts is reported in the governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

##### Long-Term Obligations

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type Statement of Net Position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as expenditures/expenses at the time of issuance.

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

# VILLAGE OF LIBERTYVILLE, ILLINOIS

## Notes to the Financial Statements

April 30, 2013

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### NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

#### ASSETS/DEFERRED OUTFLOWS, LIABILITIES/DEFERRED INFLOWS, AND NET POSITION OR EQUITY – Continued

##### Net Position

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

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

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

Unrestricted – All other net position balances that do not meet the definition of “restricted” or “net investment in capital assets.”

### NOTE 2 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

#### BUDGETARY INFORMATION

Budgets are adopted on a basis consistent with generally accepted accounting principles. All departments of the Village submit requests for budgets to the government’s administrator so that a budget may be prepared. The budget is prepared by fund and includes information on the past year, current year estimates, and requested budgets for the next fiscal year. The proposed budget is presented to the governing body for review. The governing body holds public hearings and may add to, subtract from, or change budgeted amounts, but may not change the form of the budget.

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Notes to the Financial Statements  
April 30, 2013**

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**NOTE 2 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY – Continued**

**BUDGETARY INFORMATION – Continued**

The Finance Director/Budget Officer is authorized to transfer budgeted amounts between departments within any fund; however, any revisions that alter the total expenditures of any fund must be approved by the governing body.

Expenditures may not legally exceed budgeted appropriations at the fund level. During the year several supplementary appropriations were necessary.

**DEFICIT FUND EQUITY**

The following funds had deficit fund equity as of the date of this report:

<u>Fund</u>	<u>Deficit</u>
Libertyville Sports Complex	\$ 2,405,085

**NOTE 3 – DETAIL NOTES ON ALL FUNDS**

**DEPOSITS AND INVESTMENTS**

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

Permitted Deposits and Investments – Statutes authorize the Village to make deposits/invest in commercial banks, savings and loan institutions, obligations of the U.S. Treasury and U.S. Agencies, obligations of States and their political subdivisions, credit union shares, repurchase agreements, commercial paper rated within the three highest classifications by at least two standard rating services, Illinois Funds and the Illinois Metropolitan Investment Fund. The deposits and investments of the Pension Funds are held separately from those of other Village funds.

## VILLAGE OF LIBERTYVILLE, ILLINOIS

### Notes to the Financial Statements April 30, 2013

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#### NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

##### DEPOSITS AND INVESTMENTS – Continued

Statutes authorize the Pension Funds to make deposits/invest in interest bearing direct obligations of the United States of America; obligations that are fully guaranteed or insured as to the payment of principal and interest by the United States of America; bonds, notes, debentures, or similar obligations of agencies of the United States of America; savings accounts or certificates of deposit issued by banks or savings and loan associations chartered by the United States of America or by the State of Illinois, to the extent that the deposits are insured by the agencies or instrumentalities of the federal government; State of Illinois Bonds; pooled accounts managed by the Illinois Public Treasurer, or by banks, their subsidiaries or holding companies, in accordance with the laws of the State of Illinois; bonds or tax anticipation warrants of any county, township, or municipal corporation of the State of Illinois, direct obligations of the State of Israel; money market mutual funds managed by investment companies that are registered under the federal Investment Company Act of 1940 and the Illinois Securities Law of 1953 and are diversified, open-ended management investment companies, provided the portfolio is limited to specified restrictions; general accounts of life insurance companies and separate accounts of life insurance companies provided the investment in separate accounts does not exceed ten percent of the pension fund's net position. Pension funds of at least 5 million that have appointed an investment advisor may, through that investment advisor, invest up to thirty-five percent of the plan's net position in common and preferred stocks that meet specific restrictions.

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

Illinois Metropolitan Investment Fund (IMET) is a non-for-profit investment trust formed pursuant to the Illinois Municipal Code. IMET is managed by a Board of Trustees elected from the participating members. IMET is not registered with the SEC as an Investment Company. Investments in IMET are valued at the share price, the price for which the investment could be sold.

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Notes to the Financial Statements  
April 30, 2013**

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**NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued**

**DEPOSITS AND INVESTMENTS – Continued**

**Village Interest Rate Risk, Credit Risk, Custodial Credit Risk and Concentration Risk**

*Deposits.* At year-end, the carrying amount of the Village’s deposits for governmental and business-type activities totaled \$7,415,291 and the bank balances totaled \$7,290,955.

*Investments.* The Village has the following investment fair values and maturities:

Investment Type	Fair Value	Investment Maturities (in Years)		
		Less than 1	1 to 5	6 to 10
Illinois Metropolitan Investment Trust	\$ 8,908,062	8,908,062	-	-
Illinois Funds	11,634,522	11,634,522	-	-
	<u>20,542,584</u>	<u>20,542,584</u>	-	-

*Interest Rate Risk.* Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The Village’s investment policy states that the investment portfolio shall remain sufficiently liquid to enable the Village to meet all operating requirements which may be reasonably anticipated. This is accomplished by structuring the portfolio so that securities mature concurrent with cash needs to meet anticipated demands (static liquidity). Furthermore, since all possible cash demands cannot be anticipated, the portfolio should consist largely of securities with active secondary or resale markets (dynamic liquidity).

*Credit Risk.* Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. Besides investing in security instruments authorized under State Statute, the Village’s investment policy further states investments shall be undertaken in a manner that seeks to ensure the preservation of capital in the overall portfolio. At year-end, the Village’s investments in the Illinois Funds is rated AAAM by Standard & Poor’s and the Village’s investment in the Illinois Metropolitan Investment Convenience Fund and 1-3 Year Fund are rated AA Af and AA Af by Standard & Poor’s, respectively.

*Custodial Credit Risk.* In the case of deposits, this is the risk that in the event of a bank failure, the Village’s deposits may not be returned to it. The Village’s investment policy states that deposits in excess of FDIC or SAIF insurable limits be secured by some form of collateral or insurance. Every pledge of collateral will be documented by an approved written security and pledge agreement.

# VILLAGE OF LIBERTYVILLE, ILLINOIS

## Notes to the Financial Statements

April 30, 2013

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### NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

#### DEPOSITS AND INVESTMENTS – Continued

#### Village Interest Rate Risk, Credit Risk, Custodial Credit Risk and Concentration Risk – Continued

Eligible collateral or insurance instruments and collateral ratios (market value divided by deposit) are as follows:

a) U.S. Government Securities	110%
b) Obligations of Federal Agencies	110%
c) Obligations of Federal Instrumentalities	110%
d) Obligations of the State of Illinois	110%
e) General Obligation Bonds of the Village	110%
f) Surety Bond issued by the Municipal Bond Investment Assurance (MBIA) or other Village approved issuer	110%

Third party safekeeping is required for all collateral. To accomplish this, the securities can be held at the following locations: a Federal Reserve Bank or its branch office, at another custodial facility – generally in a trust department through book-entry at the Federal Reserve, unless physical securities are involved, or by an escrow agent of the pledging institution. Safekeeping will be documented by an approved written agreement. At year-end, the entire amount of the bank balance of deposits was covered by federal depository collateral or equivalent insurance.

For an investment, this is the risk that in the event of the failure of the counterparty, the Village will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The Village's investment policy states that third party safekeeping is preferred for all securities. To accomplish this, the securities can be held at the following locations: a Federal Reserve Bank or its branch office, at another custodial facility – generally in a trust department through book-entry at the Federal Reserve, unless physical securities are involved, by an escrow agent of the pledging institution, or at a financial institution on the Illinois State Treasurer's approved list of safekeeping banks. Safekeeping will be documented by an approved written agreement. At year-end, the Village's investments in U.S. Government Agencies are all insured or registered with the Village or its agent in the Village's name and the Village's investment in the Illinois Fund and the Illinois Metropolitan Investment Trust are noncategorizable.

*Concentration Risk.* This is the risk of loss attributed to the magnitude of the Village's investment in a single issuer. The Village's investment policy states that investments shall be diversified to eliminate the risk of loss resulting in over concentration in a specific maturity, issuer, or class of securities. In order to reduce the risk of default, the investment portfolio of the Village shall not exceed the following diversification limits unless specifically authorized by the Board of Trustees:

- No financial institution shall hold more than 40% of the Village's investment portfolio, exclusive of U.S. Treasury securities in safekeeping.
- Monies deposited at a financial institution shall not exceed 75% of the capital stock and surplus of that institution.
- Commercial paper shall not exceed 10% of the Village's investment portfolio.

VILLAGE OF LIBERTYVILLE, ILLINOIS

Notes to the Financial Statements  
April 30, 2013

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

DEPOSITS AND INVESTMENTS – Continued

Village Interest Rate Risk, Credit Risk, Custodial Credit Risk and Concentration Risk – Continued

- Deposits in the Illinois Public Treasurer’s Investment Pool shall not exceed 50% of the Village’s investment portfolio.
- Brokered certificates of deposit shall not exceed 25% of the Village’s investment portfolio.

At year-end, the Village has over 5 percent of the total cash and investment portfolio (other than U.S. Government guaranteed obligations) invested in the Illinois Funds and the Illinois Metropolitan Investment Fund.

Police Pension Fund Interest Rate Risk, Credit Risk, Custodial Credit Risk and Concentration Risk

*Deposits.* At year-end, the carrying amount of the Fund’s deposits totaled \$1,999,688 and the bank balances totaled \$2,002,099.

*Investments.* The Fund has the following investment fair values and maturities:

Investment Type	Fair Value	Investment Maturities (in Years)			
		Less than 1	1 to 5	6 to 10	More than 10
U. S. Treasury Notes	\$ 201,293	-	99,785	101,508	-
Federal Home Loan Bank	675,465	332,582	106,635	236,248	-
Federal Home Loan Mortgage Corp	992,246	-	-	479,659	512,587
Federal Farm Credit Bank	151,358	-	-	151,358	-
Federal National Mortgage Association	1,972,797	-	195,024	691,895	1,085,878
Government National Mortgage Association	293,339	-	414	-	292,925
Corporate Bonds	5,207,545	699,810	2,338,146	1,870,839	298,750
Municipal Bonds	764,665	-	320,887	329,172	114,606
	10,258,708	1,032,392	3,060,891	3,860,679	2,304,746

*Interest Rate Risk.* The Fund’s investment policy states that the investment portfolio shall remain sufficiently liquid to pay all benefit payments as well as any operating requirements, which may be reasonably anticipated. Specifically, in no case will the Fund purchase securities with maturities of more than 20 years from the date of purchase.

*Credit Risk.* The Fund’s investment policy helps limit its exposure to credit risk by primarily investing in securities issued by the United States Government and/or its agencies that are implicitly guaranteed by the United States Government. At year-end, the Fund’s investments in U.S. Government and Agency securities and as municipal bonds were all rated AAA rated by Standard & Poor’s.

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Notes to the Financial Statements  
April 30, 2013**

**NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued**

**DEPOSITS AND INVESTMENTS – Continued**

**Police Pension Fund Interest Rate Risk, Credit Risk, Custodial Credit Risk and Concentration Risk – Continued**

*Custodial Credit Risk.* The Fund’s investment policy does not address custodial credit risk. At year-end, the entire carrying amount of the bank balance of deposits is covered by federal depository or equivalent insurance. Furthermore, the Fund’s investment in U.S. Treasury and Agency securities as well as municipal bonds are categorized as insured, registered, or held by the Fund or its agent in the Fund’s name.

*Concentration Risk.* The Fund’s investment policy states that not more than 10% of the Pension Fund monies shall be invested in any one financial institution. At year-end, the Fund is in compliance with the guideline outlined above. In addition to the securities and fair values listed above, the Fund also has \$8,533,697 invested in mutual funds, \$2,585,354 invested in stock equities, and \$731,116 invested in insurance contracts. At year-end, the Fund has over 5 percent of net position available for retirement benefits (other than U.S. Government guaranteed obligations) invested in the Oakmark International Fund (\$1,323,262), T Rowe Price Growth (\$1,871,475) and Vanguard Institutional Index (\$2,651,666).

**Firefighters’ Pension Fund Interest Rate Risk, Credit Risk, Custodial Credit Risk and Concentration Risk**

*Deposits.* At year-end, the carrying amount of the Fund’s deposits totaled \$1,042,510 and the bank balances totaled \$1,183,835.

*Investments.* The Fund has the following investment fair values and maturities:

Investment Type	Fair Value	Investment Maturities (in Years)			
		Less than 1	1 to 5	6 to 10	More than 10
Federal Home Loan Mortgage Corp	\$ 776,503	152,432	-	-	624,071
Federal Farm Credit Bank	26,395	-	26,395	-	-
Federal National Mortgage Association	1,724,448	-	111,442	70,159	1,542,847
Government National Mortgage Association	279,038	-	-	-	279,038
Small Business Administration	197,777	-	-	-	197,777
U. S. Treasury Notes	1,211,676	-	952,819	258,857	-
Corporate Bonds	5,060,574	425,956	1,717,985	2,602,000	314,633
Municipal Bonds	167,518	50,060	25,387	63,081	28,990
IMET	4,658	4,658	-	-	-
	<u>9,448,587</u>	<u>633,106</u>	<u>2,834,028</u>	<u>2,994,097</u>	<u>2,987,356</u>

## VILLAGE OF LIBERTYVILLE, ILLINOIS

### Notes to the Financial Statements

April 30, 2013

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#### NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

##### DEPOSITS AND INVESTMENTS – Continued

##### **Firefighters' Pension Fund Interest Rate Risk, Credit Risk, Custodial Credit Risk and Concentration Risk – Continued**

*Interest Rate Risk.* The Fund's investment policy states that the investment portfolio shall remain sufficiently liquid to pay all benefit payments as well as any operating requirements, which may be reasonably anticipated. Specifically, in no case will the Fund purchase securities with maturities of more than 20 years from the date of purchase.

*Credit Risk.* The Fund's investment policy helps limit its exposure to credit risk by primarily investing in securities issued by the United States Government and/or its agencies that are implicitly guaranteed by the United States Government. At year-end, the Fund's investments in U.S. Agency securities and as municipal bonds were all rated AAA rated by Standard & Poor's.

*Custodial Credit Risk.* The Fund's investment policy does not address custodial credit risk. At year-end, the entire carrying amount of the bank balance of deposits is covered by federal depository or equivalent insurance. Furthermore, the Fund's investment in U.S. Treasury and Agency securities as well as municipal bonds are categorized as insured, registered, or held by the Fund or its agent in the Fund's name.

*Concentration Risk.* The Fund's investment policy states that not more than 10% of the Pension Fund monies shall be invested in any one financial institution. At year-end, the Fund is in compliance with the guideline outlined above. In addition to the securities and fair values listed above, the Fund also has \$7,662,146 invested in mutual funds and \$2,623,009 invested in stock equities. At year-end, the Fund has over 5 percent of net position available for retirement benefits (other than U.S. Government guaranteed obligations) invested in the T Rowe Price Growth (\$1,600,460) and Vanguard 500 Index (\$2,411,328).

##### **PROPERTY TAXES**

Property taxes for 2012 attach as an enforceable lien on January 1, 2012, on property values assessed as of the same date. Taxes are levied by December of the subsequent fiscal year (by passage of a Tax Levy Ordinance). Tax bills are prepared by Lake County and are payable in two installments, on or about May 1, 2013 and September 1, 2013. The County collects such taxes and remits them periodically. The allowance for uncollectible taxes has been stated at 1% of the tax levy, to reflect actual collection experience.

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Notes to the Financial Statements  
April 30, 2013**

**NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued**

**CAPITAL ASSETS**

**Governmental Activities**

Governmental capital asset activity for the year was as follows:

	Beginning Balances	Increases	Decreases	Ending Balances
Capital Assets- Not Being Depreciated				
Land	\$ 98,301,694	-	-	98,301,694
Other Capital Assets				
Buildings and Improvements	17,110,295	49,891	-	17,160,186
Machinery and Equipment	7,810,213	384,611	126,473	8,068,351
Infrastructure	87,929,042	492,591	-	88,421,633
	<u>112,849,550</u>	<u>927,093</u>	<u>126,473</u>	<u>113,650,170</u>
Less Accumulated Depreciation				
Buildings and Improvements	10,360,686	427,393	-	10,788,079
Machinery and Equipment	4,805,717	534,453	126,473	5,213,697
Infrastructure	41,711,362	1,868,625	-	43,579,987
	<u>56,877,765</u>	<u>2,830,471</u>	<u>126,473</u>	<u>59,581,763</u>
Total Other Capital Assets	<u>55,971,785</u>	<u>(1,903,378)</u>	<u>-</u>	<u>54,068,407</u>
Total Capital Assets	<u>154,273,479</u>	<u>(1,903,378)</u>	<u>-</u>	<u>152,370,101</u>

Depreciation expense was charged to governmental activities as follows:

General Government	\$ 35,127
Public Safety	173,721
Public Works	1,885,505
Parks and Recreation	261,978
Internal Service	474,140
	<u>2,830,471</u>

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Notes to the Financial Statements  
April 30, 2013**

**NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued**

**CAPITAL ASSETS – Continued**

**Business-Type Activities**

Business-type capital asset activity for the year was as follows:

	Beginning Balances	Increases	Decreases	Ending Balances
Capital Assets - Not Being Depreciated				
Land	\$ 7,043,248	-	-	7,043,248
Other Capital Assets				
Buildings and Improvements	31,685,930	37,292	-	31,723,222
Machinery and Equipment	2,169,017	-	-	2,169,017
Waterworks System	14,677,598	1,522,024	-	16,199,622
Sewerage System	15,553,036	237,400	-	15,790,436
	<u>64,085,581</u>	<u>1,796,716</u>	-	<u>65,882,297</u>
Less Accumulated Depreciation				
Buildings and Improvements	11,995,156	756,317	-	12,751,473
Machinery and Equipment	1,859,969	75,708	-	1,935,677
Waterworks System	7,924,403	368,797	-	8,293,200
Sewerage System	8,534,139	349,655	-	8,883,794
	<u>30,313,667</u>	<u>1,550,477</u>	-	<u>31,864,144</u>
Total Other Capital Assets	<u>33,771,914</u>	<u>246,239</u>	-	<u>34,018,153</u>
Total Capital Assets	<u>40,815,162</u>	<u>246,239</u>	-	<u>41,061,401</u>

Depreciation expense was charged to business-type as follows:

Waterworks and Sewerage	\$ 1,065,586
Libertyville Sports Complex	<u>484,891</u>
	<u>1,550,477</u>

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Notes to the Financial Statements  
April 30, 2013**

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**NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued**

**INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS**

**Interfund Balances**

The composition of interfund balances as of the date of this report, is as follows:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
Waterworks and Sewerage	Libertyville Sports Complex	<u>\$ 951,273</u>

Interfund balances are advances in anticipation of receipts.

**Interfund Transfers**

Interfund transfers for the year consisted of the following:

<u>Transfer In</u>	<u>Transfer Out</u>	<u>Amount</u>
Debt Service	Capital Improvement	\$ 74,190
Capital Improvement	General	55,000
Libertyville Sports Complex	General	<u>332,000</u>
		<u>461,190</u>

Transfers are used to (1) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them, (2) move receipts restricted to debt service from the funds collecting the receipts to the debt service fund as debt service payments become due, and (3) use unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

**LONG-TERM DEBT**

**General Obligation Bonds/Certificates**

The government issues general obligation bonds/certificates to provide funds for the acquisition and construction of major capital facilities. General obligation bonds/certificates are direct obligations and pledge the full faith and credit of the government. General obligation bonds/certificates currently outstanding are as follows:

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Notes to the Financial Statements  
April 30, 2013**

**NOTE 3 – DETAIL NOTES ON ALL FUNDS -- Continued**

**LONG-TERM DEBT – Continued**

**General Obligation Bonds/Certificates – Continued**

Issue	Fund Debt Retired By	Beginning Balances	Issuances	Retirements	Ending Balances
General Obligation Refunding Bonds of 2001A (\$5,290,000), due in annual installments of \$290,000 to \$635,000, including interest at 3.20% to 4.25% through May 1, 2013.	Waterworks and Sewerage	\$ 725,000	-	350,000	375,000
General Obligation Refunding Bonds of 2004 (\$2,435,000), due in annual installments of \$125,000 to \$250,000, including interest at 4.10% to 4.45% through December 15, 2020.	Sports Complex	1,875,000	-	165,000	1,710,000
General Obligation Alternate Revenue Bonds of 2006 (\$3,000,000), due in annual installments of \$75,000 to \$330,000, including interest at 3.90% to 4.20% through May 1, 2022.	Waterworks and Sewerage	2,675,000	-	90,000	2,585,000
General Obligation Limited Tax Refunding Bonds of 2008 (\$1,710,000), due in annual installments of \$45,000 to \$205,000, including interest at 2.50% to 4.20% through December 15, 2019.	Debt Service	1,460,000	-	160,000	1,300,000

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Notes to the Financial Statements  
April 30, 2013**

**NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued**

**LONG-TERM DEBT – Continued**

**General Obligation Bonds/Certificates – Continued**

Issue	Fund Debt Retired By	Beginning Balances	Issuances	Retirements	Ending Balances
General Obligation Alternate Refunding Bonds of 2010A (\$11,570,000), due in annual installments of \$75,000 to \$1,550,000, including interest at 3.00% to 4.30% through December 15, 2030.	Sports Complex	\$ 11,570,000	-	-	11,570,000
General Obligation Alternate Refunding Bonds of 2010B (\$3,245,000), due in annual installments of \$170,000 to \$320,000, including interest at 3.00% to 5.875% through December 15, 2027.	Sports Complex	3,245,000	-	-	3,245,000
General Obligation Alternate Refunding Bonds of 2010C (\$3,840,000), due in annual installments of \$40,000 to \$570,000, including interest at 2.00% to 2.75% through December 15, 2020.	Sports Complex	3,800,000	-	60,000	3,740,000
General Obligation Alternate Refunding Bonds of 2010D (\$470,000), due in annual installments of \$65,000 to \$70,000, including interest at 2.00% to 2.60% through December 15, 2017.	Debt Service	405,000	-	65,000	340,000

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Notes to the Financial Statements  
April 30, 2013**

**NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued**

**LONG-TERM DEBT – Continued**

**General Obligation Bonds/Certificates – Continued**

Issue	Fund Debt Retired By	Beginning Balances	Issuances	Retirements	Ending Balances
General Obligation Bonds of 2012A (\$5,000,000), due in annual installments of \$195,000 to \$380,000, including interest at 2.00% to 2.40% through December 15, 2031.	Debt Service	\$ -	5,000,000	-	5,000,000
General Obligation Alternate Revenue Source Bonds of 2012B (\$4,200,000), due in annual installments of \$150,000 to \$305,000, including interest at 2.00% to 2.50% through May 15, 2032.	Waterworks and Sewerage	-	4,200,000	-	4,200,000
		<u>25,755,000</u>	<u>9,200,000</u>	<u>890,000</u>	34,065,000
Less Unamortized Loss on Refunding					<u>(983,876)</u>
					<u>33,081,124</u>

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Notes to the Financial Statements  
April 30, 2013**

**NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued**

**LONG-TERM DEBT – Continued**

**IEPA Loans Payable**

The Village has entered into loan agreements with the IEPA to provide low interest financing for waterworks and sewerage improvements. IEPA loans currently outstanding are as follows:

Issue	Fund Debt Retired By	Beginning Balances	Issuances	Retirements	Ending Balances
Illinois Environmental Protection Agency (IEPA) Sewer Revenue Bonds of 1999, due in annual installments of \$196,897, including interest at 3.015% through September 1, 2014.	Waterworks and Sewerage	\$ 470,743	-	184,082	286,661

**Installment Contracts Payable**

The balance on the installment contracts currently outstanding is as follows:

Issue	Fund Debt Retired By	Beginning Balances	Issuances	Retirements	Ending Balances
Vehicle Maintenance installment contracts due in annual installments of \$14,020 to \$296,762 plus interest through maturity at fiscal year 2012 to fiscal year 2019.	Vehicle Maintenance	\$ 697,760	132,521	355,981	474,300

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Notes to the Financial Statements  
April 30, 2013**

**NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued**

**LONG-TERM DEBT – Continued**

**Installment Contracts Payable – Continued**

Issue	Fund Debt Retired By	Beginning Balances	Issuances	Retirements	Ending Balances
Technology Equipment installment contract dated December 1, 2007 due in quarterly installments of \$8,327, including interest at 4.54% through maturity at August 19, 2014.	Technology Equipment	\$ 78,294	-	30,260	48,034
		776,054	132,521	386,241	522,334

**Long-Term Liability Activity**

Changes in long-term liabilities during the fiscal year were as follows:

Type of Debt	Beginning Balances	Additions	Deductions	Ending Balances	Amounts Due within One Year
<b>Governmental Activities</b>					
Compensated Absences	\$ 2,039,451	346,520	173,260	2,212,711	442,542
General Obligation Bonds	1,865,000	5,000,000	225,000	6,640,000	230,000
Installment Contracts	776,054	132,521	386,241	522,334	212,408
Net Other Post-Employment Benefit Obligation	558,686	178,333	-	737,019	-
	5,239,191	5,657,374	784,501	10,112,064	884,950
<b>Business-Type Activities</b>					
Compensated Absences	301,128	72,728	36,364	337,492	67,498
General Obligation Bonds	23,890,000	4,200,000	665,000	27,425,000	700,000
Unamortized Discount	(2,995)	-	(2,995)	-	-
Unamortized Loss on Refunding	(1,046,314)	-	(62,437)	(983,877)	-
IEPA Loans Payable	470,743	-	184,082	286,661	189,673
	23,612,562	4,272,728	820,014	27,065,276	957,171

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Notes to the Financial Statements  
April 30, 2013**

**NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued**

**LONG-TERM DEBT – Continued**

**Long-Term Liability Activity – Continued**

The Debt Service, Waterworks and Sewerage and Sports Complex Funds make payments on the general obligation bonds. Payments on the IEPA bonds payable are made by the Waterworks and Sewerage Fund. The Vehicle Maintenance and Technology Equipment Funds (internal service funds) make payments on the installments contracts. Governmental compensated absences are retired by the General and Vehicle Maintenance Funds. The governmental net pension obligation and net other post-employment benefit obligation are generally liquidated by the General Fund. Internal service funds predominantly serve the governmental funds. Accordingly, long-term liabilities for them are included are part of the above totals for governmental activities. At year end, \$71,861 of internal service funds' compensated absences are included in the above amounts. For business-type activities, compensated absences are retired by the Waterworks and Sewerage and Sports Complex Funds.

**Debt Service Requirements to Maturity**

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

Fiscal Year Ending April 30	Governmental Activities			
	General Obligation Bonds		Installment Contracts	
	Principal	Interest	Principal	Interest
2014	\$ 230,000	165,759	212,408	44,111
2015	435,000	154,293	129,029	38,884
2016	455,000	143,467	93,526	36,969
2017	465,000	131,317	66,860	27,132
2018	475,000	118,430	20,511	174
2019	435,000	104,740	-	-
2020	440,000	91,735	-	-
2021	245,000	78,425	-	-
2022	255,000	73,525	-	-
2023	265,000	68,425	-	-
2024	280,000	63,125	-	-
2025	290,000	57,525	-	-
2026	300,000	51,725	-	-
2027	310,000	45,725	-	-
2028	325,000	39,525	-	-
2029	340,000	32,700	-	-
2030	350,000	25,390	-	-
2031	365,000	17,515	-	-
2032	380,000	9,120	-	-
<b>Total</b>	<b>6,640,000</b>	<b>1,472,466</b>	<b>522,334</b>	<b>147,270</b>

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Notes to the Financial Statements  
April 30, 2013**

**NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued**

**LONG-TERM DEBT – Continued**

**Debt Service Requirements to Maturity – Continued**

Fiscal Year Ending April 30	Business-Type Activities			
	General Obligation Bonds		IEPA Loans Payable	
	Principal	Interest	Principal	Interest
2014	\$ 700,000	996,774	189,673	7,224
2015	1,310,000	978,846	96,988	1,462
2016	1,350,000	941,142	-	-
2017	1,390,000	899,722	-	-
2018	1,435,000	852,651	-	-
2019	1,490,000	806,328	-	-
2020	1,550,000	755,856	-	-
2021	1,605,000	702,094	-	-
2022	1,575,000	644,480	-	-
2023	1,635,000	582,185	-	-
2024	1,365,000	523,755	-	-
2025	1,430,000	469,849	-	-
2026	1,490,000	412,661	-	-
2027	1,560,000	353,029	-	-
2028	1,630,000	289,677	-	-
2029	1,700,000	223,151	-	-
2030	1,775,000	155,504	-	-
2031	1,835,000	84,632	-	-
2032	295,000	11,166	-	-
2033	305,000	3,813	-	-
<b>Total</b>	<b>27,425,000</b>	<b>10,687,315</b>	<b>286,661</b>	<b>8,686</b>

**Legal Debt Margin**

Chapter 65, Section 5/8-5-1 of the Illinois Compiled Statutes provides, "...no municipality having a population of less than 500,000 shall become indebted in any manner or for any purpose, to an amount, including existing indebtedness in the aggregate exceeding 8.625% on the value of the taxable property therein, to be ascertained by the last assessment for state and county purposes, previous to the incurring of the indebtedness or, until January 1, 1983, if greater, the sum that is produced by multiplying the municipality's 1978 equalized assessed valuation by the debt limitation percentage in effect on January 1, 1979."

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Notes to the Financial Statements  
April 30, 2013**

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**NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued**

**LONG-TERM DEBT – Continued**

**Legal Debt Margin – Continued**

Assessed Valuation - 2012	<u>\$ 1,092,633,571</u>
Legal Debt Limit - 8.625% of Assessed Valuation	94,239,645
Amount of Debt Applicable to Debt Limit	
General Obligation Limited Tax Refunding Bonds of 2008	1,300,000
General Obligation Bonds of 2012A	<u>5,000,000</u>
Legal Debt Margin	<u>87,939,645</u>

**Bond Defeasances**

In prior years the Village defeased general obligation bonds by placing the proceeds of new bonds in an irrevocable trust to provide for all future debt service payment on the old bonds. Since the requirements which normally satisfy defeasance, have been met, the financial statements reflect satisfaction of the original liability through the irrevocable transfer to an escrow agent of an amount computed to be adequate to meet the future debt service requirements of the issue. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the Village's basic financial statements. Defeased bonds of \$4,060,000 remain outstanding as of the date of this report.

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Notes to the Financial Statements  
April 30, 2013**

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**NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued**

**NET POSITION CLASSIFICATIONS**

Net investment in capital assets was comprised of the following as of April 30, 2013:

**Governmental Activities**

Capital Assets - Net of Accumulated Depreciation		\$ 152,370,101
Plus Unspent Bond Proceeds		4,341,819
Less Capital Related Debt:		
General Obligation Bonds	(6,640,000)	
Installment Contracts	(522,334)	<u>(7,162,334)</u>
Net Investment in Capital Assets		<u>149,549,586</u>

**Business-Type Activities**

Capital Assets - Net of Accumulated Depreciation		\$ 41,061,401
Plus Unspent Bond Proceeds		3,121,527
Less Capital Related Debt:		
General Obligation Bonds	(27,425,000)	
IEPA Loans	(286,661)	
Plus Unamortized Items		
Unamortized Loss on Refunding	983,877	<u>(26,727,784)</u>
Net Investment in Capital Assets		<u>17,455,144</u>

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Notes to the Financial Statements  
April 30, 2013**

**NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued**

**FUND BALANCE CLASSIFICATIONS**

The following is a schedule of fund balance classifications for the governmental funds as of the date of this report:

	General	Debt Service	Capital Improvement	Tax Increment Financing Construction	Nonmajor Commuter Parking	Total
<b>Fund Balances</b>						
Nonspendable - Prepaids	\$ 1,431,931	-	-	-	9,046	1,440,977
<b>Restricted</b>						
Special Revenues						
Emergency Telephone System 911	429,042	-	-	-	-	429,042
Foreign Fire Insurance	77,182	-	-	-	-	77,182
Tim/Creek Special Service Area	53,569	-	-	-	-	53,569
Hotel/Motel Tax	333,562	-	-	-	-	333,562
Lucerne/Interlaken Special Service Area	32,245	-	-	-	-	32,245
Fire Fund	28,017	-	-	-	-	28,017
Tax Increment Financing District	-	-	-	1,318,735	-	1,318,735
Debt Service	-	543,110	-	-	-	543,110
	953,617	543,110	-	1,318,735	-	2,815,462
Committed - Commuter Parking	-	-	-	-	1,349,535	1,349,535
Assigned - Capital Projects	-	-	8,293,193	-	-	8,293,193
Unassigned	8,468,691	-	-	-	-	8,468,691
<b>Total Fund Balances</b>	<b>10,854,239</b>	<b>543,110</b>	<b>8,293,193</b>	<b>1,318,735</b>	<b>1,358,581</b>	<b>22,367,858</b>

In the governmental funds financial statements, the Village considers restricted amounts to have been spent when an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available. The Village first utilizes committed, then assigned and then unassigned fund balance when an expenditure is incurred for purposes for which all three unrestricted fund balances are available.

**Committed Fund Balance.** The Village reports committed fund balance in Commuter Parking, a nonmajor fund. The Village’s Board, through formal board action (ordinance and/or resolution), has committed these funds for the operations of the Village’s commuter parking lot.

**Assigned Fund Balance.** The Village reports assigned fund balance in the Capital Improvement Fund, a major fund. The Village’s Board, through the Village’s adopted fund balance policy, has given authority to management to assign these funds to future acquisition and improvement of Village property including infrastructure and general capital assets.

# VILLAGE OF LIBERTYVILLE, ILLINOIS

## Notes to the Financial Statements

April 30, 2013

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### NOTE 4 – OTHER INFORMATION

#### RISK MANAGEMENT

The government is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; natural disasters; and injuries to the government's employees. These risks, along with medical claims for employees and retirees, are provided for through a limited self-insurance program. The Village currently reports all its risk management activities in its General Fund.

The Village participates in the Intergovernmental Risk Management Agency (IRMA). IRMA is an organization of Illinois municipalities and special districts in Northeastern Illinois which have formed an association under the Illinois Intergovernmental Cooperations Statute to pool its risk management needs. IRMA administers a mix of self-insurance and commercial insurance coverages; property/casualty and workers compensation claim administration and 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.

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 IRMA 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 and experience modification factors based on past member loss experience. Each member assumes the first \$2,500 of each occurrence, and IRMA has self-insurance retentions at various amounts above that level. 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's payments to IRMA are displayed on the financial statements as expenditures/expenses in the appropriate funds. The coverages provided by IRMA are generally consistent with the coverages in the prior year.

Risks for medical, dental and health benefits for employees and retirees are provided through the Village's participation in the Intergovernmental Public Benefit Cooperative (IPBC). IPBC acts as an administrative agency to receive, process and pay such claims as may come within the benefit program of each participating member. IPBC maintains specific reinsurance coverage for claims in excess of \$100,000 per individual employee participant. The Village pays premiums to IPBC based upon current employee participation and its prior experience factor with the pool. Current year coverages or underages for participation in the pool are adjusted into the subsequent year's experience factor of premiums.

For insured programs, there have been no significant reductions in insurance coverage over the prior year. For all programs, settlement amounts have not exceeded insurance coverage for the current year or for the three prior years.

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Notes to the Financial Statements  
April 30, 2013**

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**NOTE 4 – OTHER INFORMATION – Continued**

**CONTINGENT LIABILITIES**

**Commitments – Central Lake County Joint Action Water Agency (CLCJAWA)**

The government has committed to purchase water from the Central Lake County Joint Action Water Agency (CLC-JAWA). The government expects to pay the following minimum amounts:

Year Ending	Amount
2013	\$ 1,602,556
2014	1,602,556
2015	1,602,556
2016	1,602,556
2017	1,602,556
2018-2029	<u>19,230,672</u>
	<u>27,243,452</u>

These amounts have been calculated using the government's current allocation percentage in accordance with the contract. In future years this allocation percentage will be subject to change.

**Litigation**

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

**Grants**

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

## VILLAGE OF LIBERTYVILLE, ILLINOIS

Notes to the Financial Statements  
April 30, 2013

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### NOTE 4 – OTHER INFORMATION – Continued

#### JOINT VENTURE

##### Central Lake County Joint Action Water Agency (CLCJAWA)

The Village is a member of CLCJAWA, which consists of twelve municipalities. CLCJAWA is a municipal corporation and public body politic and corporate established pursuant to the Constitution of the State of Illinois and the Intergovernmental Cooperation Act of the State of Illinois, as amended (the Act). CLCJAWA is empowered under the Act to plan, construct, improve, extend, acquire, finance, operate, and maintain a joint water supply system to serve its members and other potential water purchasers.

CLCJAWA is governed by a board of directors, which consists of one elected official from each member municipality. Each director has an equal vote. The officers of CLCJAWA are appointed by the Board of Directors. The Board of Directors determines the general policy of CLCJAWA; makes all appropriations; approves contracts for sale or purchase of water; adopts resolutions providing for the issuance of bonds or notes by CLCJAWA; and adopts bylaws, rules and regulations. The Village has no explicit and measurable equity interest in CLCJAWA, although there does exist a residual interest in CLCJAWA's assets upon dissolution of the joint venture. The Village has an ongoing financial responsibility for its share of CLCJAWA's liabilities. Each participant is liable for its share of any agency contracts entered into while bound by the intergovernmental agreement, until those contracts are paid off. Additionally, the Village has an ongoing financial responsibility to purchase water from CLCJAWA. To obtain complete government financial statements, write to: Central Lake County Joint Action Water Agency, 200 Rockland Road, Lake Bluff, Illinois 60044.

#### EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS

The Village contributes to three defined benefit pension plans, the Illinois Municipal Retirement Fund (IMRF), a defined benefit agent multiple-employer public employee retirement system; the Police Pension Plan which is a single-employer pension plan; and, the Firefighters' Pension Plan, which is also a single-employer pension plan. Separate reports are issued for the Police and Firefighters' Pension Plans and may be obtained by writing to the Village at 118 West Cook Avenue, Libertyville, IL 60048-1847. IMRF does issue a publicly available financial report that includes financial statements and required supplementary information for the plan as a whole, but not by individual employer. That report may be obtained online at [www.imrf.org](http://www.imrf.org). The Police and Firefighters' Pension plans also issue separate reports that may be obtained by writing the Village of Libertyville, 118 West Cook Avenue, Libertyville, Illinois 60048. The benefits, benefit levels, employee contributions, and employer contributions are governed by Illinois Compiled Statutes and can only be amended by the Illinois General Assembly.

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Notes to the Financial Statements  
April 30, 2013**

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**NOTE 4 – OTHER INFORMATION – Continued**

**EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued**

**Plan Descriptions, Provisions and Funding Policies**

**Illinois Municipal Retirement System**

All employees (other than those covered by the Police and Firefighters' Pension plans) hired in positions that meet or exceed the prescribed annual hourly standard must be enrolled in IMRF as participating members. Participating members hired before January 1, 2012 who retire at or after age 60 with 8 years of service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1-2/3 percent of their final rate (average of the highest 48 consecutive months' earnings during the last 10 years) of earnings, for each year of credited service up to 15 years, and 2 percent for each year thereafter. For participating members hired on or after January 1, 2012 who retire at or after age 67 with 10 years of service are entitled to an annual retirement benefit, payable monthly for life in an amount equal to 1-2/3 percent of their final rate (average of the highest 96 consecutive months' earnings during the last 10 years) of earnings, for each year of credited service, with a maximum salary cap of \$106,800 at January 1, 2012. The maximum salary cap increases each year thereafter. The monthly pension of a member hired on or after January 1, 2012, shall be increased annually, following the later of the first anniversary date of retirement or the month following the attainment of age 62, by the lesser of 3% or ½ of the consumer price index. Employees with at least 10 years of credited service may retire at or after age 62 and receive a reduced benefit. IMRF also provides death and disability benefits. These benefit provisions and all other requirements are established by state statute. Employees participating in the plan are required to contribute 4.50 percent of their annual covered salary to IMRF. The employees' contribution rate is established by state statute. The Village is required to contribute the remaining amount necessary to fund the IMRF plan as specified by statute. The employer annual required contribution rate for calendar year 2012 was 11.88 percent.

**Police Pension Plan**

The Police Pension Plan is a single-employer defined benefit pension plan that covers all sworn police personnel. Although this is a single-employer pension plan, the defined benefits and employee and employer contribution levels are governed by Illinois State Statutes and may be amended only by the Illinois legislature. The Village accounts for the plan as a pension trust fund.

At fiscal year end the Police Pension Plan membership consisted of:

Retirees and Beneficiaries Currently Receiving Benefits and Terminated Employees Entitled to Benefits but not yet Receiving Them	30
Current Employees	
Vested	30
Nonvested	10
	<u>70</u>

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Notes to the Financial Statements  
April 30, 2013**

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**NOTE 4 – OTHER INFORMATION – Continued**

**EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued**

**Plan Descriptions, Provisions and Funding Policies – Continued**

**Police Pension Plan – Continued**

The following is a summary of the Police Pension Plan as provided for in Illinois State Statutes.

The Police Pension Plan provides retirement benefits as well as death and disability benefits. Covered employees hired before January 1, 2012, attaining the age of 50 or more with 20 or more years of creditable service are entitled to receive an annual retirement benefit of ½ of the salary attached to the rank held on the last day of service, or for one year prior to the last day, whichever is greater. The pension shall be increased by 2.5% of such salary for each additional year of service over 20 years up to 30 years, to a maximum of 75% of such salary. Covered employees hired on or after January 1, 2012, attaining the age of 55 with at least 10 years creditable service are entitled to receive an annual retirement benefit of 2.5% of final average salary for each year of service, with a maximum salary cap of \$106,800 as of January 1, 2012. The maximum salary cap increases each year thereafter. The monthly benefit of a police officer hired before January 1, 2012, who retired with 20 or more years of service after January 1, 1977 shall be increased annually, following the first anniversary date of retirement and be paid upon reaching the age of at least 55 years, by 3% of the original pension and 3% compounded annually thereafter. The monthly pension of a police officer hired on or after January 1, 2012, shall be increased annually, following the later of the first anniversary date of retirement or the month following the attainment of age 60, but the lesser of 3% or ½ of the consumer price index. Employees with at least 10 years but less than 20 years of creditable service may retire at or after age 60 and receive a reduced benefit.

Covered employees are required to contribute 9.91% of their base salary to the Police Pension Plan. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without accumulated interest. The Village is required to contribute the remaining amounts necessary to finance the plan, including administrative costs, as actuarially determined by an enrolled actuary. By the year 2040 the Village's contributions must accumulate to the point where the past service cost for the Police Pension Plan is 90% funded.

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Notes to the Financial Statements**

**April 30, 2013**

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**NOTE 4 – OTHER INFORMATION – Continued**

**EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued**

**Plan Descriptions, Provisions and Funding Policies – Continued**

**Firefighters' Pension Plan**

The Firefighters' Pension Plan is a single-employer defined pension plan that covers all sworn fire personnel. Although this is a single-employer pension plan, the defined benefits and employee and employer contribution levels are governed by Illinois State Statutes and may be amended only by the Illinois legislature. The Village accounts for the plan as a pension trust fund.

At fiscal year end the Firefighters' Pension Plan membership consisted of:

Retirees and Beneficiaries Currently Receiving Benefits and Terminated Employees Entitled to Benefits but not yet Receiving Them	24
Current Employees	
Vested	22
Nonvested	<u>18</u>
	<u>64</u>

The following is a summary of the Firefighters' Pension Plan as provided for in Illinois State Statutes.

The Firefighters' Pension Plan provides retirement benefits as well as death and disability benefits. Covered employees hired before January 1, 2012, attaining the age of 50 or more with 20 or more years of creditable service are entitled to receive an annual retirement benefit of ½ of the monthly salary attached to the rank held at the date of retirement. The pension shall be increased by 1/12 of 2.5% of such monthly salary for each additional month over 20 years of service through 30 years of service, to a maximum of 75% of such salary. Covered employees hired on or after January 1, 2012, attaining the age of 55 with at least 10 years of creditable service are entitled to receive an annual retirement benefit of 2.5% of final average salary for each year of service, with a maximum salary cap of \$106,800 as of January 1, 2012. The maximum salary cap increases each year thereafter. The monthly pension of a firefighter hired before January 1, 2012, who retired with 20 or more years of service after January 1, 1977 shall be increased annually, following the first anniversary date of retirement and be paid upon reaching the age of at least 55 years, by 3% of the original pension and 3% compounded annually thereafter. The monthly pension of a firefighter hired on or after January 1, 2012, shall be increased annually, following the later of the first anniversary date of retirement or the month following the attainment of age 60, by the lesser of 3% or ½ of the consumer price index. Employees with at least 10 years but less than 20 years of creditable service may retire at or after age 60 and receive a reduced benefit.

## VILLAGE OF LIBERTYVILLE, ILLINOIS

### Notes to the Financial Statements

April 30, 2013

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#### NOTE 4 – OTHER INFORMATION – Continued

#### EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

#### Plan Descriptions, Provisions and Funding Policies – Continued

#### Firefighters' Pension Plan – Continued

Covered employees, if any, are required to contribute 9.455% of their base salary to the Firefighters' Pension Plan. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without accumulated interest. The Village is required to contribute the remaining amounts necessary to finance the plan, including administrative costs, as actuarially determined by an enrolled actuary. By the year 2040 the Village's contributions must accumulate to the point where the past service cost for the Firefighters' Pension Plan is 90% funded.

#### Summary of Significant Accounting Policies and Plan Asset Matters

##### Basis of Accounting

The financial statements are prepared using the accrual basis of accounting. Employee and employer contributions are recognized as revenues when due, pursuant to formal commitments, as well as statutory or contractual requirements. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan.

##### Method Used to Value Investments

Investments are reported at fair value. Short-term investments are reported at cost, which approximates fair value. Securities traded on national exchanges are valued at the last reported sales price. Investments that do not have any established market, if any, are reported at estimated fair value.

##### Significant Investments

At year-end, the Police Pension Plan has over 5 percent of net position (other than U.S. Government guaranteed obligations) invested in Oakmark International Fund \$1,323,262, T Rowe Price Growth \$1,871,475 and Vanguard 500 Index \$2,651,666 and the Firefighters' Pension Plan has over 5 percent of net position (other than U.S. Government guaranteed obligations) invested in T Rowe Price Growth \$1,600,460 and Vanguard 500 Index \$2,411,328. Information for IMRF is not available.

##### Related Party Transactions

There are no securities of the employer or any other related parties included in plan assets.

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Notes to the Financial Statements  
April 30, 2013**

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**NOTE 4 – OTHER INFORMATION – Continued**

**EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued**

**Annual Pension Cost and Net Pension Obligation**

The pension liability was determined in accordance with GASB Statement No. 27, “Accounting for Pensions by State and Local Governmental Employers.” There is no net pension obligation for the IMRF plan. The pension liability (asset) for the Police and Firefighters’ Pension Plans is as follows:

	Police Pension	Firefighters' Pension	Totals
Annual Required Contribution	\$ 1,171,761	959,757	2,131,518
Interest on the NPO	(3,834)	(2,979)	(6,813)
Adjustment to the ARC	22,958	19,822	42,780
Annual Pension Cost	1,190,885	976,600	2,167,485
Actual Contribution	1,240,285	991,861	2,232,146
Increase to the NPO	(49,400)	(15,261)	(64,661)
NPO - Beginning of Year	(75,320)	(60,512)	(135,832)
NPO - End of Year	(124,720)	(75,773)	(200,493)

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Notes to the Financial Statements  
April 30, 2013**

**NOTE 4 – OTHER INFORMATION – Continued**

**EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued**

**Annual Pension Cost and Net Pension Obligation – Continued**

The Village annual required contribution for the current year and related information for each plan is as follows:

	Illinois Municipal Retirement	Police Pension	Firefighters' Pension
Contribution Rates			
Employer	11.88%	35.11%	30.10%
Employee	4.50%	9.91%	9.455%
Actuarial Valuation Date	12/31/2012	4/30/2012	4/30/2012
Actuarial Cost Method	Entry Age Normal	Entry Age Normal	Entry Age Normal
Amortization Method	Level %of Projected Payroll Open Basis	Level %of Projected Payroll Closed Basis	Level %of Projected Payroll Closed Basis
Remaining Amortization Period	30 Years	29 Years	29 Years
Asset Valuation Method	5-Year Smoothed Market	Market	Market
Actuarial Assumptions			
Investment Rate of Return	7.50% Compounded Annually	7.00% Compounded Annually	7.00% Compounded Annually
Projected Salary Increases	.4 to 10.0%	5.00%	5.00%
Inflation Rate Included	4.00%	3.00%	3.00%
Cost-of-Living Adjustments	3.00%	3.00%	3.00%

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Notes to the Financial Statements  
April 30, 2013**

**NOTE 4 – OTHER INFORMATION – Continued**

**EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued**

**Trend Information**

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

	Year	Illinois Municipal Retirement	Police Pension	Firefighters' Pension
Annual Pension Cost (APC)	2011	\$ 744,639	1,217,450	964,531
	2012	755,207	1,185,058	941,160
	2013	744,729	1,190,885	976,600
Actual Contributions	2011	692,258	1,233,142	980,817
	2012	837,238	1,232,055	987,758
	2013	744,729	1,240,285	991,861
Percentage of APC Contributed	2011	92.97%	101.29%	101.69%
	2012	110.86%	103.97%	104.95%
	2013	100.00%	104.15%	101.56%
Net Pension Obligation (Asset)	2011	29,650	(28,323)	(13,914)
	2012	82,031	(75,320)	(60,512)
	2013	-	(124,720)	(75,773)

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Notes to the Financial Statements  
April 30, 2013**

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**NOTE 4 – OTHER INFORMATION – Continued**

**EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued**

**Funded Status and Funding Progress**

The Village's funded status for the current year and related information for each plan is as follows:

	Illinois Municipal Retirement	Police Pension	Firefighters' Pension
Actuarial Valuation Date	12/31/12	4/30/12	4/30/12
Percent Funded	74.85%	57.90%	63.00%
Actuarial Accrued Liability for Benefits	\$22,410,391	\$38,964,842	\$29,656,889
Actuarial Value of Assets	\$16,775,201	\$22,561,584	\$18,691,193
Over (Under) Funded Actuarial Accrued Liability (UAAL)	(\$5,635,190)	(\$16,403,258)	(\$10,965,696)
Covered Payroll (Annual Payroll of Active Employees Covered by the Plan)	\$6,268,766	\$3,509,606	\$3,282,028
Ratio of UAAL to Covered Payroll	89.89%	467.38%	334.11%

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 are increasing or decreasing over time relative to the actuarial accrued liability for benefits.

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Notes to the Financial Statements  
April 30, 2013**

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**NOTE 4 – OTHER INFORMATION – Continued**

**OTHER POST-EMPLOYMENT BENEFITS**

**Plan Descriptions, Provisions and Funding Policies**

In addition to providing the pension benefits described, the Village provides post-employment health care insurance benefits (OPEB) for its eligible retired employees through a single employer defined benefit plan. The benefits, benefit levels, employee contributions and employer contributions are governed by the Village and can be amended by the Village through its personnel manual and union contracts. The plan is not accounted for as a trust fund, as an irrevocable trust has not been established to account for the plan. The plan does not issue a separate report. The activity of the plan is reported in the Village's General Fund.

The Village provides post-employment health care benefits to its retirees. To be eligible for benefits, an employee must qualify for retirement under one of the Village's retirement plans.

All health care benefits are provided through the Village's health insurance plan. The benefit levels are the same as those afforded to active employees. Benefits include general inpatient and outpatient medical services; mental, nervous, and substance abuse care; vision care; dental care; and prescriptions. Upon a retiree reaching 65 years of age, Medicare becomes the primary insurer and the Village's plan becomes secondary.

All retirees contribute 100% of the actuarially determined premium to the plan. For the fiscal year ending April 30, 2013, retirees contributed \$253,237. Active employees do not contribute to the plan until retirement.

At April 30, 2013, membership consisted of:

Retirees and Beneficiaries Currently Receiving Benefits and Terminated Employees Entitled to Benefits but not yet Receiving Them	20
Active Employees	<u>163</u>
Total	<u>183</u>
Participating Employers	1

The Village does not currently have a funding policy.

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Notes to the Financial Statements  
April 30, 2013**

**NOTE 4 – OTHER INFORMATION – Continued**

**OTHER POST-EMPLOYMENT BENEFITS – Continued**

**Annual OPEB Costs and Net OPEB Obligation**

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

Annual Required Contribution	\$ 225,532
Interest on the NOPEBO	27,934
Adjustment to the ARC	<u>(18,623)</u>
Annual OPEB Cost	234,843
Actual Contribution	<u>56,510</u>
Increase in the NOPEBO	178,333
NOPEBO - Beginning of Year	<u>558,686</u>
NOPEBO - End of Year	<u><u>737,019</u></u>

**Trend Information**

The Village's annual OPEB cost, actual contributions, the percentage of annual OPEB cost contributed and the net OPEB obligation are as follows:

Fiscal Year	Annual OPEB Cost	Actual Contributions	Percentage of Annual OPEB Cost Contributions	Net OPEB Obligation
2011	202,833	43,674	21.53 %	423,017
2012	192,179	56,510	29.40 %	558,686
2013	234,843	56,510	24.06 %	737,019

# VILLAGE OF LIBERTYVILLE, ILLINOIS

## Notes to the Financial Statements April 30, 2013

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### NOTE 4 – OTHER INFORMATION – Continued

#### OTHER POST-EMPLOYMENT BENEFITS – Continued

##### Funded Status and Funding Progress

The funded status of the plan as of April 30, 2012, the date of the most recent actuarial valuation, was as follows:

Actuarial Accrued Liability (AAL)	\$ 3,982,317
Actuarial Value of Plan Assets	-
Unfunded Actuarial Accrued Liability (UAAL)	3,982,317
Funded Ratio (Actuarial Value of Plan Assets/AAL)	-
Covered Payroll (Active Plan Members)	14,377,724
UAAL as a Percentage of Covered Payroll	27.70%

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

##### Actuarial Methods and Assumptions

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

In the April 30, 2012 actuarial valuation the entry age actuarial cost method was used. The actuarial assumptions included a 5.0% investment rate of return (net of administrative expenses, and including a 3.0% inflation assumption) and an annual healthcare cost trend rate of 8.0%, with an ultimate rate of 6.0%. Both rates include a 3.0% inflation assumption. The actuarial value of assets was not determined as the Village has not advance funded its obligation. The plan's unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on an open basis. The remaining amortization period at April 30, 2013, was 30 years.

## **REQUIRED SUPPLEMENTARY INFORMATION**

Required supplementary information includes financial information and disclosures that are required by the GASB but are not considered a part of the basic financial statements. Such information includes:

- Schedule of Funding Progress and Employer Contributions
  - Illinois Municipal Retirement Fund
  - Police Pension Fund
  - Firefighters' Pension Fund
  - Other Post-Employment Benefit Plan
  
- Budgetary Comparison Schedule – General Fund

Notes to the Required Supplementary Information

Budgetary Information – Budgets are adopted on a basis consistent with generally accepted accounting principles.

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Illinois Municipal Retirement Fund**

**Required Supplementary Information  
Schedule of Funding Progress and Employer Contributions  
April 30, 2013**

**Funding Progress**

Actuarial Valuation Date Dec. 31	(1) Actuarial Value of Plan Assets	(2) Actuarial Accrued Liability (AAL) - Entry Age	(3) Funded Ratio (1) ÷ (2)	(4) Unfunded (Overfunded) Actuarial Accrued Liability (2) - (1)	(5) Annual Covered Payroll	(6) Unfunded (Overfunded) Actuarial Accrued Liability as a Percentage of Covered Payroll (4) ÷ (5)
2007	\$ 17,094,116	\$ 18,561,058	92.10%	\$ 1,466,942	\$ 6,925,199	21.18%
2008	15,285,214	19,779,889	77.28%	4,494,675	7,239,177	62.09%
2009	16,624,259	21,871,176	76.01%	5,246,917	7,196,062	72.91%
2010	17,218,638	21,463,129	80.22%	4,244,491	6,511,768	65.18%
2011	15,457,426	21,265,331	72.69%	5,807,905	6,251,369	92.91%
2012	16,775,201	22,410,391	74.85%	5,635,190	6,268,766	89.89%

**Employer Contributions**

Fiscal Year	Employer Contributions	Annual Required Contribution	Percent Contributed
2008	\$ 684,367	\$ 684,367	100.00%
2009	685,380	685,380	100.00%
2010	709,469	709,469	100.00%
2011	692,258	744,005	93.04%
2012	837,238	753,453	111.12%
2013	744,729	744,729	100.00%

VILLAGE OF LIBERTYVILLE, ILLINOIS

Police Pension Fund

Required Supplementary Information  
 Schedule of Funding Progress and Employer Contributions  
 April 30, 2013

Funding Progress

Actuarial Valuation Apr. 30	(1) Actuarial Value of Plan Assets	(2) Actuarial Accrued Liability (AAL) - Entry Age	(3) Funded Ratio (1) ÷ (2)	(4) Unfunded (Overfunded) Actuarial Accrued Liability (2) - (1)	(5) Annual Covered Payroll	(6) Unfunded (Overfunded) Actuarial Accrued Liability as a Percentage of Covered Payroll (4) ÷ (5)
2007	\$ 18,319,178	\$ 27,745,651	66.03%	\$ 9,426,473	\$ 3,218,075	292.92%
2008	18,718,139	30,168,717	62.04%	11,450,578	3,352,666	341.54%
2009	16,285,997	31,997,623	50.90%	15,711,626	3,458,735	454.26%
2010	19,422,120	33,558,833	57.87%	14,136,713	3,276,821	431.42%
2011	21,735,881	37,108,237	58.57%	15,372,356	3,348,439	459.09%
2012	22,561,584	38,964,842	57.90%	16,403,258	3,509,606	467.38%

Employer Contributions

Fiscal Year	Employer Contributions	Annual Required Contribution	Percent Contributed
2008	\$ 854,428	\$ 841,021	101.59%
2009	875,829	830,770	105.42%
2010	988,826	972,769	101.65%
2011	1,233,142	1,235,640	99.80%
2012	1,232,055	1,185,197	103.95%
2013	1,240,285	1,171,761	105.85%

VILLAGE OF LIBERTYVILLE, ILLINOIS

Firefighters' Pension Fund

Required Supplementary Information  
 Schedule of Funding Progress and Employer Contributions  
 April 30, 2013

Funding Progress

Actuarial Valuation Apr. 30	(1) Actuarial Value of Plan Assets	(2) Actuarial Accrued Liability (AAL) - Entry Age	(3) Funded Ratio (1) ÷ (2)	(4) Unfunded (Overfunded) Actuarial Accrued Liability (2) - (1)	(5) Annual Covered Payroll	(6) Unfunded (Overfunded) Actuarial Accrued Liability as a Percentage of Covered Payroll (4) ÷ (5)
2007	\$ 15,649,951	\$ 20,169,717	77.59%	\$ 4,519,766	\$ 2,430,457	185.96%
2008	16,289,710	22,042,512	73.90%	5,752,802	2,420,202	237.70%
2009	13,904,320	23,866,950	58.26%	9,962,630	2,592,518	384.28%
2010	16,428,151	25,269,074	65.01%	8,840,923	2,711,700	326.03%
2011	18,198,771	28,133,581	64.69%	9,934,810	2,819,335	352.38%
2012	18,691,193	29,656,889	63.02%	10,965,696	3,282,028	334.11%

Employer Contributions

Fiscal Year	Employer Contributions	Annual Required Contribution	Percent Contributed
2008	\$ 595,320	\$ 575,385	103.46%
2009	623,360	606,061	102.85%
2010	712,663	696,956	102.25%
2011	980,817	981,061	99.98%
2012	987,758	941,093	104.96%
2013	991,861	959,757	103.35%

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Other Post-Employment Benefit Plan**

**Required Supplementary Information  
Schedule of Funding Progress and Employer Contributions  
April 30, 2013**

**Funding Progress**

Actuarial Valuation Date	(1) Actuarial Value of Plan Assets	(2) Actuarial Liability (AAL) - Entry Age	(3) Funded Ratio (1) ÷ (2)	(4) Unfunded (Overfunded) Actuarial Liability (2) - (1)	(5) Annual Covered Payroll	(6) Unfunded (Overfunded) Actuarial Liability as a Percentage of Covered Payroll (4) ÷ (5)
April 30						
2007	\$ N/A	\$ N/A	N/A	\$ N/A	\$ N/A	N/A
2008	N/A	N/A	N/A	N/A	N/A	N/A
2009	-	2,528,411	0.00%	2,528,411	14,492,743	17.45%
2010	N/A	N/A	N/A	N/A	N/A	N/A
2011	N/A	N/A	N/A	N/A	N/A	N/A
2012	-	3,982,317	0.00%	3,982,317	14,377,724	27.70%

**Employer Contributions**

Fiscal Year	Employer Contributions	Annual Required Contribution	Percent Contributed
2008	\$ N/A	\$ N/A	N/A
2009	56,510	185,310	30.49%
2010	56,510	185,128	30.52%
2011	43,674	196,236	22.26%
2012	56,510	185,129	30.52%
2013	56,510	225,532	25.06%

The Village implemented GASB Statement No. 45 for the fiscal year ended April 30, 2009. Information for prior years is not available. The Village is required to have the actuarial valuation performed triennially.

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**General Fund**

**Schedule of Revenues, Expenditures and Changes in  
Fund Balance - Budget and Actual  
Year Ended April 30, 2013**

	Budget		Actual
	Original	Final	
<b>Revenues</b>			
Taxes	\$ 8,043,520	8,043,520	8,203,716
Licenses and Permits	791,000	791,000	1,096,105
Intergovernmental	8,071,795	8,071,795	8,518,468
Charges for Services	6,671,000	6,671,000	7,044,091
Fines and Forfeits	404,500	404,500	671,354
Interest	2,000	2,000	12,792
Miscellaneous	314,320	314,320	806,545
<b>Total Revenues</b>	<u>24,298,135</u>	<u>24,298,135</u>	<u>26,353,071</u>
<b>Expenditures</b>			
General Government	2,146,820	2,443,290	2,372,033
Community Development	1,340,370	1,358,820	1,331,882
Public Safety	14,514,200	14,641,400	14,404,887
Public Works	2,188,230	2,258,900	2,191,091
Parks and Recreation	2,726,430	2,726,430	2,549,473
<b>Total Expenditures</b>	<u>22,916,050</u>	<u>23,428,840</u>	<u>22,849,366</u>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	1,382,085	869,295	3,503,705
<b>Other Financing (Uses)</b>			
Transfers Out	<u>(416,410)</u>	<u>(416,410)</u>	<u>(387,000)</u>
<b>Net Change in Fund Balance</b>	<u>965,675</u>	<u>452,885</u>	3,116,705
<b>Fund Balance - Beginning</b>			<u>7,737,534</u>
<b>Fund Balance - Ending</b>			<u>10,854,239</u>

## **OTHER SUPPLEMENTARY INFORMATION**

Other supplementary information includes financial statements and schedules not required by the GASB, nor a part of the basic financial statements, but are presented for purposes of additional analysis.

Such statements and schedules include:

- Budgetary Comparison Schedules – Major Governmental Funds
- Budgetary Comparison Schedules – Nonmajor Governmental Fund
- Budgetary Comparison Schedules – Enterprise Funds
- Combining Statements – Internal Service Funds
- Budgetary Comparison Schedules – Internal Service Funds
- Combining Statements – Pension Trust Funds
- Budgetary Comparison Schedules – Pension Trust Funds

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

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## **GENERAL FUND**

The General Fund accounts for all financial resources except those required to be accounted for in another fund.

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## **SPECIAL REVENUE FUND**

The Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than fiduciary funds or capital projects funds) that are legally restricted to expenditure for specified purposes. The Village's Special Revenue Funds are all nonmajor funds.

### **Commuter Parking System Fund**

The Commuter Parking System Fund is used to account for the operations of the Village's commuter parking lot. Financing is provided by parking fees.

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## **DEBT SERVICE FUND**

The Debt Service Fund, a major fund, accounts for the accumulation of resources for, and the payment of, general long-term debt principal and interest.

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## **CAPITAL PROJECTS FUND**

Capital Projects Funds are created to account for all resources used for the acquisition of capital facilities by a governmental unit except those financed by Proprietary Funds.

### **Capital Improvement Fund**

The Capital Improvements Fund is used to account for the acquisition and improvement of Village property including infrastructure and general fixed assets.

### **Tax Increment Financing Construction**

The Tax Increment Financing Construction Fund is used to account for a portion of the infrastructure costs for the tax increment service area.

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

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## **ENTERPRISE FUNDS**

Enterprise Funds are used to account for operations that are financed and operated in a manner similar to private business enterprises where the intent is that costs of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or where it has been decided that periodic determination of revenues earned, expenses incurred and/or net income is appropriate for capital maintenance, public policy, management control, accountability or other purpose. The Village's enterprise funds are both major funds.

### **Waterworks and Sewerage Fund**

The Waterworks and Sewerage Fund is used to account for the provision of potable water and wastewater treatment 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 and maintenance, financing and related debt service, billing and collection.

### **Libertyville Sports Complex Fund**

The Libertyville Sports Complex Fund is used to account for all activities associated with the complex, but not limited to, purchase of land, construction of facilities, operations, maintenance, and all related debt service for the 48-acre site.

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## **INTERNAL SERVICE FUNDS**

Internal Service Funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies other governmental unit, or to other governmental units, on a cost-reimbursement basis.

### **Vehicle Maintenance and Replacement Service Fund**

The Vehicle Maintenance and Replacement Service Fund is used to account for costs associated with maintaining and replacing motor vehicles in all Village departments.

### **Technology Equipment and Replacement Service Fund**

The Technology Equipment and Replacement Service Fund is used to account for acquisition, maintenance and updates of management information systems including computers, communications, software, etc. in all Village departments.

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

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## **PENSION TRUST FUNDS**

### **Police Pension Fund**

The Police Pension Fund is used to account for the accumulation of resources to be used for retirement annuity payments to employees on the police force at appropriate amounts and times in the future. Resources are contributed by employees at rates fixed by law and by the Village at amounts determined by an annual actuarial study.

### **Firefighters' Pension Fund**

The Firefighters' Pension Fund is used to account for the accumulation of resources to be used for retirement annuity payments to employees on the fire department at appropriate amounts and times in the future. Resources are contributed by employees at rates fixed by law and by the Village at amounts determined by an annual actuarial study.

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**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**General Fund**

**Schedule of Revenues - Budget and Actual  
Year Ended April 30, 2013**

	Budget		Actual
	Original	Final	
<b>Taxes</b>			
Property Taxes			
General Corporate	\$ 850,000	850,000	851,735
Fire Protection	795,000	795,000	792,588
Parks	360,000	360,000	366,718
Recreation	360,000	360,000	366,718
Highway and Bridges - Village	500,000	500,000	532,335
Highway and Bridges - Township	290,000	290,000	282,652
Municipal Retirement	377,000	377,000	366,719
Police Pension	1,225,000	1,225,000	1,230,285
Fire Pension	972,000	972,000	981,861
Special Recreation	160,000	160,000	165,615
Concord/Interlaken Special Service Area	24,120	24,120	24,120
Timber Creek Special Service Area	19,800	19,800	19,837
Electric Utility Tax	1,450,000	1,450,000	1,520,295
Gas Utility Tax	206,000	206,000	176,410
Leased Car Tax	72,000	72,000	68,043
Hotel/Motel Tax	240,000	240,000	265,017
Foreign Fire Insurance Tax	41,000	41,000	91,293
Personal Property Replacement Tax			
General	81,600	81,600	81,475
Police	10,000	10,000	10,000
Fire	10,000	10,000	10,000
	<u>8,043,520</u>	<u>8,043,520</u>	<u>8,203,716</u>
<b>Licenses and Permits</b>			
Building Permits	625,000	625,000	860,502
Zoning Fees	25,000	25,000	51,515
Fire Bureau - Permits/Fees	50,000	50,000	86,673
Liquor Licenses	74,000	74,000	79,050
Other Licenses	17,000	17,000	18,365
	<u>791,000</u>	<u>791,000</u>	<u>1,096,105</u>

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**General Fund**

**Schedule of Revenues - Budget and Actual - Continued  
Year Ended April 30, 2013**

	Budget		Actual
	Original	Final	
<b>Intergovernmental</b>			
Sales Tax	\$ 5,850,000	5,850,000	6,088,262
Income Tax	1,608,900	1,608,900	1,888,088
Use Tax	320,970	320,970	324,104
Street/Signal Maintenance Fees	79,075	79,075	80,197
Grants	212,850	212,850	137,817
	<u>8,071,795</u>	<u>8,071,795</u>	<u>8,518,468</u>
<b>Charges for Services</b>			
Libertyville Fire Protection	2,492,000	2,492,000	2,498,208
Ambulance Fees	540,000	540,000	591,617
Golf Rentals	1,600	1,600	2,509
Recreation Fees	750,000	750,000	645,673
Green Fees	52,600	52,600	66,628
Swimming Fees	225,000	225,000	227,890
Swimming Programs	120,000	120,000	114,167
Senior Meals Fees	20,000	20,000	15,907
Recycling/Refuse Fees	100,000	100,000	88,073
Parking Fees	5,000	5,000	11,190
Engineering	100,000	100,000	130,612
Alarm Fees	185,000	185,000	201,424
Elevator Inspection Fees	29,000	29,000	34,925
Fire Services	15,000	15,000	17,706
Legal Fee Reimbursement	10,000	10,000	24,594
Birth/Death Certificates	200,000	200,000	269,396
Cable Franchise Fee	361,000	361,000	393,100
Telecom Infrastructure Maintenance Fee	1,060,000	1,060,000	1,128,529
Police Services	70,000	70,000	87,490
Damage to Village Property	5,000	5,000	37,457
Senior Center Sponsorship	6,700	6,700	8,051
Concessions - Pools	28,000	28,000	25,320
Pro Shop Merchandise	100	100	176
Telephone Surcharge - 911	140,000	140,000	136,725
Wireless Surcharge - 911	155,000	155,000	286,724
	<u>6,671,000</u>	<u>6,671,000</u>	<u>7,044,091</u>

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**General Fund**

**Schedule of Revenues - Budget and Actual - Continued  
Year Ended April 30, 2013**

	Budget		Actual
	Original	Final	
<b>Fines and Forfeits</b>			
Local Fines	\$ 180,000	180,000	266,047
Circuit Court Fines	150,000	150,000	272,313
DUI Fines - Senate Bill 740	4,500	4,500	22,068
Automated Traffic Enforcement	70,000	70,000	110,926
	<u>404,500</u>	<u>404,500</u>	<u>671,354</u>
<b>Interest</b>			
Investment Income	2,000	2,000	12,792
<b>Miscellaneous</b>			
Park Rentals	10,000	10,000	15,573
Scholarship/Donations	16,000	16,000	13,715
LCCF Contribution	12,000	12,000	16,906
Soda Machine Revenue	2,000	2,000	690
Tree Program	4,320	4,320	13,117
Drug Forfeiture	-	-	1,484
Cash Over	-	-	144
TIF Surplus Rebate	130,000	130,000	144,053
Insurance Surplus	100,000	100,000	553,367
Miscellaneous	40,000	40,000	47,496
	<u>314,320</u>	<u>314,320</u>	<u>806,545</u>
<b>Total Revenues</b>	<u>24,298,135</u>	<u>24,298,135</u>	<u>26,353,071</u>

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**General Fund**

**Schedule of Expenditures - Budget and Actual  
Year Ended April 30, 2013**

	Budget		Actual
	Original	Final	
<b>General Government</b>			
Legislative	\$ 90,230	90,230	83,965
Administration and Finance	1,159,760	1,196,330	1,171,071
Legal	364,000	594,100	592,061
Public Buildings	56,850	56,850	53,624
Community Organization/Activities	188,000	188,000	185,388
Senior Programs	51,790	54,140	53,854
Central Business District Parking	25,090	28,540	25,747
Hotel/Motel Tax	211,100	235,100	206,323
	<u>2,146,820</u>	<u>2,443,290</u>	<u>2,372,033</u>
<b>Community Development</b>			
Planning	487,660	487,660	472,193
Building Services	694,850	708,700	700,354
Economic Development	157,860	162,460	159,335
	<u>1,340,370</u>	<u>1,358,820</u>	<u>1,331,882</u>
<b>Public Safety</b>			
<b>Police Department</b>			
Administration/Communication/Records	2,095,758	2,090,158	2,060,833
Patrol Services	4,675,007	4,745,657	4,730,568
Investigation	677,395	691,045	689,852
Public Education	2,140	2,140	1,749
Community Service	137,970	137,970	121,599
	<u>7,588,270</u>	<u>7,666,970</u>	<u>7,604,601</u>
<b>Fire Services Department</b>			
Administration	218,584	219,434	218,658
Fire Prevention	194,893	194,043	188,303
Emergency Services	5,495,166	5,495,166	5,370,771
Support Services	609,757	609,757	606,514
Fire Fund	19,000	19,000	3,927
Foreign Fire Insurance	75,000	75,000	69,835
	<u>6,612,400</u>	<u>6,612,400</u>	<u>6,458,008</u>
Emergency Management Agency	<u>10,300</u>	<u>25,600</u>	<u>20,252</u>
Emergency Telephone System (911)	<u>303,230</u>	<u>336,430</u>	<u>322,026</u>
<b>Total Public Safety</b>	<u>14,514,200</u>	<u>14,641,400</u>	<u>14,404,887</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

General Fund

Schedule of Expenditures - Budget and Actual - Continued  
Year Ended April 30, 2013

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	Budget		Actual
	Original	Final	
Public Works			
Engineering	\$ 233,450	246,950	242,907
Highways and Bridges	1,472,240	1,480,460	1,463,951
Snow Removal and Ice Control	277,440	326,390	317,169
Concord/Interlaken Special Service Area	24,020	24,020	15,828
Timber Creek Special Service Area	22,720	22,720	15,073
Refuse and Recycling	158,360	158,360	136,163
	<u>2,188,230</u>	<u>2,258,900</u>	<u>2,191,091</u>
Parks and Recreation			
Parks	1,376,790	1,376,790	1,318,969
Recreation	881,750	881,750	788,257
Libertyville Golf Course	135,300	135,300	116,498
Swimming Pool	332,590	332,590	325,749
	<u>2,726,430</u>	<u>2,726,430</u>	<u>2,549,473</u>
Total Expenditures	<u>22,916,050</u>	<u>23,428,840</u>	<u>22,849,366</u>

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**General Fund**

**Schedule of Detailed Expenditures - Budget and Actual  
Year Ended April 30, 2013**

	Budget		Actual
	Original	Final	
<b>General Government</b>			
<b>Legislative</b>			
Salaries	\$ 45,600	45,600	45,600
Employer Contribution - FICA & Medicare	4,080	4,080	3,999
Travel, Training, Subscriptions and Dues	20,000	20,000	16,237
Technical Services	3,000	3,000	2,944
Appearance Review Committee	1,300	1,300	975
Board of Police and Fire Commissions	6,000	6,000	5,554
Keep Libertyville Beautiful	1,000	1,000	593
Plan Commission/Zoning Board of Appeals	6,500	6,500	5,700
Business Appreciation Breakfast	750	750	674
Miscellaneous	2,000	2,000	1,689
	<u>90,230</u>	<u>90,230</u>	<u>83,965</u>
<b>Administration and Finance</b>			
Salaries	581,910	581,910	577,313
Employer Contribution - IMRF	69,600	71,100	70,950
Employer Contribution - FICA & Medicare	39,900	39,900	37,359
Telephone	9,000	9,000	7,939
Maintenance - Copy Machines	7,200	7,200	6,421
Maintenance - Motor Vehicles	5,900	5,900	5,900
Maintenance - Other Equipment	500	900	862
Vital Records	50,000	90,000	88,281
Insurance	139,490	154,490	154,368
Intergovernmental Risk Management Agency	150,160	130,160	119,074
Postage	10,930	8,930	8,710
Office Supplies	11,000	9,000	8,607
Audit Services	21,970	23,170	23,098
Travel, Training, Subscriptions and Dues	11,200	12,400	12,377
Technical Services	7,700	7,700	6,838
Credit Card/Bank Fees	12,000	12,000	10,995
Publication	15,900	17,000	16,933
Printing	3,000	3,000	2,908
Section 125 Administration Fees	6,000	6,000	5,733

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**General Fund**

**Schedule of Detailed Expenditures - Budget and Actual - Continued  
Year Ended April 30, 2013**

	Budget		Actual
	Original	Final	
<b>General Government - Continued</b>			
<b>Administration and Finance - Continued</b>			
Employee Programs	\$ 450	470	464
Cash Under	200	200	51
Vehicle Replacement Fees	4,750	4,750	4,750
Miscellaneous	1,000	1,150	1,140
	<u>1,159,760</u>	<u>1,196,330</u>	<u>1,171,071</u>
<b>Legal</b>			
Village Attorney	220,000	264,000	263,918
Village Prosecutor	40,000	62,000	61,888
Labor Counsel	40,000	171,500	171,477
Litigation	60,000	92,500	92,279
Administrative Adjudicator	4,000	4,000	2,423
Miscellaneous	-	100	76
	<u>364,000</u>	<u>594,100</u>	<u>592,061</u>
<b>Public Buildings</b>			
North Shore Gas	2,222	2,222	1,609
Maintenance - Village Hall	12,400	12,625	12,608
Maintenance - Schertz Building	30,000	27,625	27,502
Maintenance - Motor Vehicle	850	850	850
Intergovernmental Risk Management Agency	8,680	8,680	6,922
Unemployment Benefits	-	2,150	2,124
Miscellaneous	2,698	2,698	2,009
	<u>56,850</u>	<u>56,850</u>	<u>53,624</u>

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**General Fund**

**Schedule of Detailed Expenditures - Budget and Actual - Continued  
Year Ended April 30, 2013**

	Budget		Actual
	Original	Final	
<b>General Government - Continued</b>			
<b>Community Organization/Activities</b>			
Dial-A-Ride	\$ 9,000	11,000	10,969
Northern Illinois Special Recreation Assn.	137,000	135,000	134,219
Special Events	15,000	15,000	15,000
Mosquito Control	27,000	27,000	25,200
	<u>188,000</u>	<u>188,000</u>	<u>185,388</u>
<b>Senior Programs</b>			
Salaries	20,710	20,710	20,608
Employer Contribution - IMRF	2,464	2,564	2,516
Employer Contribution - FICA & Medicare	1,584	1,584	1,577
Materials and Supplies	4,000	5,850	5,845
Meal Supplies	1,492	2,092	2,059
Utilities	240	240	216
Contractual Services	15,000	17,800	17,788
Senior Trips	6,300	3,300	3,245
	<u>51,790</u>	<u>54,140</u>	<u>53,854</u>
<b>Central Business District Parking</b>			
Telephone	1,300	1,300	1,234
Materials and Supplies	3,000	6,450	6,443
Maintenance - Building	7,000	7,000	4,665
Maintenance - Parking Lots	13,790	13,790	13,405
	<u>25,090</u>	<u>28,540</u>	<u>25,747</u>
<b>Hotel/Motel Tax</b>			
Libertyville Days	24,000	24,000	24,000
Downtown Beautification	24,680	24,680	20,841
Cook House	15,000	15,000	4,662
Mainstreet Libertyville	5,000	5,000	5,000
Village Band	3,000	3,000	2,912
Tourism Promotions	24,000	24,000	17,806

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**General Fund**

**Schedule of Detailed Expenditures - Budget and Actual - Continued  
Year Ended April 30, 2013**

	Budget		Actual
	Original	Final	
<b>General Government - Continued</b>			
<b>Hotel/Motel Tax - Continued</b>			
Lake County Convention	\$ 10,000	10,000	10,000
Special Events	17,910	17,910	15,998
Civic Center	25,400	49,400	48,957
Sports Complex Marketing	42,110	41,410	35,489
Adler Cultural Center	20,000	20,700	20,658
	<u>211,100</u>	<u>235,100</u>	<u>206,323</u>
Total General Government	<u>2,146,820</u>	<u>2,443,290</u>	<u>2,372,033</u>
<b>Community Development</b>			
<b>Planning</b>			
Salaries	338,140	338,140	327,625
Employer Contribution - IMRF	40,240	40,740	40,660
Employer Contribution - FICA & Medicare	24,200	23,700	22,985
Materials and Supplies	3,500	3,500	2,595
Telephone	2,300	2,300	1,984
Maintenance - Motor Vehicle	1,330	1,330	1,330
Insurance	59,660	59,660	59,481
Intergovernmental Risk Management Agency	6,930	6,930	5,531
Postage	1,000	1,000	894
Travel, Training, Subscriptions and Dues	5,300	5,300	5,183
Printing and Photoprocessing	4,710	4,710	3,593
Miscellaneous	350	350	332
	<u>487,660</u>	<u>487,660</u>	<u>472,193</u>
<b>Building Services</b>			
Salaries	459,860	467,660	467,620
Employer Contribution - IMRF	54,720	58,720	58,608
Employer Contribution - FICA & Medicare	35,180	35,180	34,666

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**General Fund**

**Schedule of Detailed Expenditures - Budget and Actual - Continued  
Year Ended April 30, 2013**

	Budget		Actual
	Original	Final	
Community Development - Continued			
Building Services - Continued			
Materials and Supplies	\$ 2,000	2,450	2,438
Telephone	2,300	2,300	1,984
Maintenance - Motor Vehicle	7,750	7,750	7,750
Maintenance - Other Equipment	2,100	2,100	1,383
Insurance	79,820	79,820	79,559
Intergovernmental Risk Management Agency	18,320	18,320	13,828
Office Supplies	2,800	3,300	3,268
Travel, Training, Subscriptions and Dues	4,000	4,000	3,396
Technical Services	22,000	25,500	25,337
Reimbursable Expenses	600	600	-
Printing and Publication	3,000	600	517
Miscellaneous	400	400	-
	<u>694,850</u>	<u>708,700</u>	<u>700,354</u>
Economic Development			
Salaries	87,830	89,330	89,203
Employer Contribution - IMRF	10,450	11,250	11,181
Employer Contribution - FICA & Medicare	6,720	6,720	6,560
Materials and Supplies	800	800	557
Insurance	19,840	19,840	19,774
Intergovernmental Risk Management Agency	1,740	1,740	1,385
Postage	600	600	257
Travel, Training, Subscriptions and Dues	4,800	7,100	7,092
Technical Services	2,180	2,180	1,910
Economic Development Incentives	18,000	18,000	17,684
Promotion and Activities	3,400	3,400	3,000
Printing and Publication	1,500	1,500	732
	<u>157,860</u>	<u>162,460</u>	<u>159,335</u>
Total Community Development	<u>1,340,370</u>	<u>1,358,820</u>	<u>1,331,882</u>

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**General Fund**

**Schedule of Detailed Expenditures - Budget and Actual - Continued  
Year Ended April 30, 2013**

	Budget		Actual
	Original	Final	
Public Safety			
Police Department			
Administration/Communication/Records			
Salaries - Uniformed	\$ 324,789	324,789	317,453
Salaries - Civilian	274,700	274,700	272,169
Salaries - Dispatchers	118,880	145,480	145,404
Employer Contribution - IMRF	46,830	51,630	51,538
Employer Contribution - FICA & Medicare	32,870	34,070	34,034
Unemployment Benefits	-	23,000	22,769
Contractual Services	309,390	309,390	307,003
Materials and Supplies	5,450	5,450	4,550
Telephone	12,000	12,500	12,497
Maintenance - Motor Vehicles Fees	10,900	10,900	10,900
Maintenance - Other Equipment	1,000	1,000	485
Insurance	737,550	699,550	699,263
Intergovernmental Risk Management Agency	173,149	148,149	141,699
Postage	2,500	2,600	2,572
Office Supplies	9,500	10,300	10,277
Travel, Training, Subscriptions and Dues	18,800	18,800	14,520
Medical Services	2,450	2,850	2,846
Photocopying	5,650	5,650	4,083
Printing and Publications	5,350	5,350	4,279
Uniforms	3,000	3,000	2,177
Miscellaneous	1,000	1,000	315
	<u>2,095,758</u>	<u>2,090,158</u>	<u>2,060,833</u>
Patrol Services			
Salaries - Uniformed	2,971,427	3,003,427	3,002,664
Sick Leave Buyback	-	37,000	36,697
Employer Contribution - FICA & Medicare	36,850	38,450	38,423
Contractual Services	1,000	1,000	590
Materials and Supplies	22,450	22,450	21,860
Maintenance - Motor Vehicles Fees	159,500	159,500	159,500
Maintenance - Other Equipment	17,000	10,000	9,936
Squad Equipment Changeover	14,000	14,000	13,284
DUI Equipment	34,200	34,200	31,840
Drug Forfeiture Expense	15,550	15,550	8,073

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**General Fund**

**Schedule of Detailed Expenditures - Budget and Actual - Continued  
Year Ended April 30, 2013**

	Budget		Actual
	Original	Final	
<b>Public Safety - Continued</b>			
<b>Police Department - Continued</b>			
<b>Patrol Services - Continued</b>			
Travel, Training, Subscriptions and Dues	\$ 16,950	16,950	14,692
Equipment Rental and User Fees	5,155	5,155	5,155
Uniforms	28,150	29,900	29,884
Police Pension	1,235,000	1,240,300	1,240,285
Vehicle Replacement Fees	117,685	117,685	117,685
Miscellaneous	90	90	-
	<u>4,675,007</u>	<u>4,745,657</u>	<u>4,730,568</u>
<b>Investigations</b>			
Salaries - Uniformed	607,900	619,900	619,825
Employer Contribution - FICA & Medicare	8,815	8,815	8,806
Contractual Services	4,810	5,560	5,540
Materials and Supplies	1,000	1,000	967
Maintenance - Motor Vehicles Fees	13,370	13,370	13,370
Travel, Training, Subscriptions and Dues	1,000	1,000	602
Uniforms	5,500	6,400	6,400
Northern Illinois Crime Lab	29,500	29,500	29,342
Miscellaneous	500	500	-
Capital Outlay	5,000	5,000	5,000
	<u>677,395</u>	<u>691,045</u>	<u>689,852</u>
<b>Public Education</b>			
Materials and Supplies	1,000	1,000	609
Maintenance - Motor Vehicles Fees	1,140	1,140	1,140
	<u>2,140</u>	<u>2,140</u>	<u>1,749</u>
<b>Community Services</b>			
Salaries - Civilian	96,250	96,250	85,671
Employer Contribution - IMRF	7,040	7,040	3,525
Employer Contribution - FICA & Medicare	7,330	7,330	6,465
Materials and Supplies	250	250	15
Maintenance - Motor Vehicles Fees	23,800	23,800	23,800
Travel, Training, Subscriptions and Dues	500	500	-

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**General Fund**

**Schedule of Detailed Expenditures - Budget and Actual - Continued  
Year Ended April 30, 2013**

	Budget		Actual
	Original	Final	
Public Safety - Continued			
Police Department - Continued			
Community Services - Continued			
Animal Care	\$ 1,000	1,000	685
Uniforms	1,800	1,800	1,438
	<u>137,970</u>	<u>137,970</u>	<u>121,599</u>
Total Police Department	<u>7,588,270</u>	<u>7,666,970</u>	<u>7,604,601</u>
Fire Department			
Administration			
Salaries - Uniformed	124,781	126,781	126,780
Salaries - Civilian	47,941	48,941	48,941
Employer Contribution - IMRF	5,705	6,155	6,133
Employer Contribution - FICA & Medicare	5,477	5,477	5,080
Telephone	19,000	19,160	19,153
Postage	2,200	1,590	1,501
Office Supplies	2,200	3,250	3,223
Travel, Training, Subscriptions and Dues	1,280	280	249
Photocopying	4,500	2,300	2,258
Miscellaneous	500	500	428
Capital Outlay	5,000	5,000	4,912
	<u>218,584</u>	<u>219,434</u>	<u>218,658</u>
Fire Prevention			
Salaries - Uniformed	110,861	113,411	113,404
Salaries - Civilian	47,658	47,658	45,823
Employer Contribution - IMRF	5,671	5,746	5,737
Employer Contribution - FICA & Medicare	5,253	5,253	5,075
Contractual Services	12,000	8,525	5,250
Maintenance - Motor Equipment Fees	8,750	8,750	8,750
Maintenance - Other Equipment	200	200	-
Office Supplies	200	200	-
Public Education	2,000	2,000	1,996
Travel, Training, Subscriptions and Dues	2,300	2,300	2,268
	<u>194,893</u>	<u>194,043</u>	<u>188,303</u>

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**General Fund**

**Schedule of Detailed Expenditures - Budget and Actual - Continued  
Year Ended April 30, 2013**

	Budget		Actual
	Original	Final	
<b>Public Safety - Continued</b>			
<b>Fire Department - Continued</b>			
<b>Emergency Services</b>			
Salaries - Uniformed	\$ 3,263,430	3,330,930	3,330,594
Salaries - Dispatchers	78,980	78,980	38,015
Employer Contribution - IMRF	9,400	9,400	4,578
Employer Contribution - FICA & Medicare	48,070	48,070	44,315
Contractual Services	162,760	162,785	162,781
Firefighter/EMS Supplies	17,600	19,850	19,822
Insurance	603,810	617,110	617,039
Intergovernmental Risk Management Agency	163,277	163,277	126,524
Office Supplies	200	200	-
Travel, Training, Subscriptions and Dues	143,310	42,335	6,871
Technical Services	6,700	14,300	14,261
Rental & User Fees	11,495	11,495	10,540
Firefighters' Pension	982,000	991,900	991,861
Paid on Call Pensions	3,150	3,150	3,150
Miscellaneous	984	984	50
Capital Outlay	-	400	370
	<u>5,495,166</u>	<u>5,495,166</u>	<u>5,370,771</u>
<b>Support Services</b>			
Salaries - Uniformed	32,294	33,044	33,044
Employer Contribution - FICA & Medicare	468	468	458
Materials and Supplies	14,000	14,400	14,398
Firefighter/EMS Supplies	24,000	24,120	24,112
Utilities	25,000	24,680	21,710
Maintenance - Buildings	18,500	20,700	20,657
Maintenance - Grounds	8,050	4,650	4,633
Maintenance - Motor Equipment	205,470	205,470	205,470
Maintenance - Other Equipment	11,100	11,100	10,913
Uniforms	20,875	21,125	21,119
Vehicle Replacement Fees	250,000	250,000	250,000
	<u>609,757</u>	<u>609,757</u>	<u>606,514</u>

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**General Fund**

**Schedule of Detailed Expenditures - Budget and Actual - Continued  
Year Ended April 30, 2013**

	Budget		Actual
	Original	Final	
Public Safety - Continued			
Fire Department - Continued			
Fire Fund			
Soda Purchase	\$ 2,000	2,000	1,083
Antique Fire Truck Repairs	1,000	1,000	225
EMS Supplies	16,000	16,000	2,619
	<u>19,000</u>	<u>19,000</u>	<u>3,927</u>
Foreign Fire Insurance			
Firefighting/EMS Equipment	75,000	75,000	69,835
	<u>6,612,400</u>	<u>6,612,400</u>	<u>6,458,008</u>
Emergency Management Agency			
Materials and Supplies	-	700	662
Electricity	200	200	188
Telephone	1,000	500	388
Maintenance - Other Equipment	3,050	3,050	645
Computer Equipment and Supplies	300	100	-
Office Supplies	100	100	28
Public Education	4,000	4,000	1,969
Travel, Training, Subscriptions and Dues	650	650	130
Capital Outlay	1,000	16,300	16,242
	<u>10,300</u>	<u>25,600</u>	<u>20,252</u>
Emergency Telephone System (911)			
Salaries	14,140	14,140	9,594
Employer Contribution - IMRF	1,680	1,680	1,202
Employer Contribution - FICA & Medicare	1,080	1,080	727
Contractual Services	115,760	115,760	115,414
Materials and Supplies	500	500	185
Telephone	11,500	41,400	41,390
Maintenance - Other Equipment	40,500	35,500	34,981
Maintenance - 911 Equipment	32,720	26,720	26,655
Computer Equipment and Supplies	1,000	1,000	-
Insurance	-	1,200	1,143
Intergovernmental Risk Management Agency	13,000	13,000	10,373
Office Supplies	300	300	184

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**General Fund**

**Schedule of Detailed Expenditures - Budget and Actual - Continued  
Year Ended April 30, 2013**

	Budget		Actual
	Original	Final	
<b>Public Safety - Continued</b>			
Emergency Telephone System (911) - Continued			
Travel, Training, Subscriptions and Dues	\$ 2,550	2,550	-
Technical Services	1,500	1,500	1,458
Capital Outlay	67,000	67,000	65,623
Computer Aided Dispatch Equipment	-	13,100	13,097
	<u>303,230</u>	<u>336,430</u>	<u>322,026</u>
Total Public Safety	<u>14,514,200</u>	<u>14,641,400</u>	<u>14,404,887</u>
<b>Public Works</b>			
Engineering			
Salaries	120,078	119,078	118,797
Employer Contribution - IMRF	12,576	14,876	14,830
Employer Contribution - FICA & Medicare	9,186	9,186	8,764
Materials and Supplies	1,900	1,900	1,318
Telephone	2,600	2,450	1,984
Maintenance - Vehicles	9,450	9,450	9,450
Maintenance - Other Equipment	766	766	-
Insurance	46,510	46,510	45,732
Intergovernmental Risk Management Agency	8,839	7,539	7,051
Office Supplies	5,150	5,250	5,236
Travel, Training, Subscriptions and Dues	2,390	2,440	2,402
Technical Services	10,305	23,805	23,643
Vehicle Replacement Fees	3,700	3,700	3,700
	<u>233,450</u>	<u>246,950</u>	<u>242,907</u>
Highways and Bridges			
Salaries - Administration	122,788	87,788	86,220
Salaries - Clerical	17,287	17,787	17,668
Salaries - Maintenance	278,454	315,954	315,662
Employer Contribution - IMRF	49,805	52,305	52,117
Employer Contribution - FICA & Medicare	31,681	31,681	30,973
Materials and Supplies	14,250	14,450	14,426
Streetlights - Energy	101,600	101,600	97,051
Streetlights - Maintenance	95,000	110,000	109,472

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**General Fund**

**Schedule of Detailed Expenditures - Budget and Actual - Continued  
Year Ended April 30, 2013**

	Budget		Actual
	Original	Final	
<b>Public Works - Continued</b>			
<b>Highways and Bridges - Continued</b>			
Maintenance - Buildings	\$ 10,770	10,270	9,814
Maintenance - Roadway Medians	13,250	11,750	11,324
Maintenance - Motor Equipment Fees	166,350	166,350	166,350
Maintenance - Other Equipment	4,000	3,500	3,158
Maintenance - Streets and Alleys	45,000	36,000	35,032
Maintenance - Sidewalks	10,000	9,000	8,422
Maintenance - Storm Sewers	11,300	12,000	11,956
Maintenance - Signs	7,000	8,050	8,014
Insurance	183,990	188,690	188,647
Intergovernmental Risk Management Agency	66,218	56,218	51,885
Travel, Training, Subscriptions and Dues	1,000	1,000	318
Technical Services	980	1,830	1,827
Traffic Signal Maintenance	43,958	46,478	46,310
Photoprocessing	2,000	2,200	2,173
Uniforms	4,425	4,425	3,998
Vehicle Replacement Fees	191,134	191,134	191,134
	<u>1,472,240</u>	<u>1,480,460</u>	<u>1,463,951</u>
<b>Snow Removal and Ice Control</b>			
Salaries - Administration	22,029	22,029	16,940
Salaries - Maintenance	111,015	127,515	127,363
Employer Contribution - IMRF	15,832	18,482	18,456
Employer Contribution - FICA & Medicare	10,178	10,878	10,842
Materials and Supplies	105,900	133,900	133,897
Intergovernmental Risk Management Agency	10,532	10,532	7,611
Contractual Service	954	954	-
Miscellaneous	1,000	2,100	2,060
	<u>277,440</u>	<u>326,390</u>	<u>317,169</u>
<b>Concord/Interlaken Special Service Area</b>			
Administration Fees	1,000	1,000	-
Maintenance of Retention Pond	5,100	5,100	3,213
Landscaping	11,920	11,920	11,781
Miscellaneous	6,000	6,000	834
	<u>24,020</u>	<u>24,020</u>	<u>15,828</u>

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**General Fund**

**Schedule of Detailed Expenditures - Budget and Actual - Continued  
Year Ended April 30, 2013**

	Budget		Actual
	Original	Final	
<b>Public Works - Continued</b>			
<b>Timber Creek Special Service Area</b>			
Administration Fees	\$ 1,000	1,000	-
Maintenance of Retention Pond	6,500	6,500	4,167
Landscaping	10,220	10,220	7,923
Miscellaneous	5,000	5,000	2,983
	<u>22,720</u>	<u>22,720</u>	<u>15,073</u>
<b>Refuse and Recycling</b>			
Salaries - Maintenance	38,400	39,400	39,312
Employer Contribution - IMRF	4,570	4,970	4,922
Employer Contribution - FICA & Medicare	2,940	2,990	2,972
Insurance	19,840	19,840	17,432
Materials and Supplies	4,200	4,200	1,082
Maintenance - Motor Vehicles	2,500	2,500	2,500
Intergovernmental Risk Management Agency	5,033	5,033	4,018
Disposal	12,000	14,100	14,059
SWALCO Fee	7,420	7,420	-
Contractual Service	60,000	56,350	48,348
Vehicle Replacement Fees	1,457	1,457	1,460
Miscellaneous	-	100	58
	<u>158,360</u>	<u>158,360</u>	<u>136,163</u>
<b>Total Public Works</b>	<u>2,188,230</u>	<u>2,258,900</u>	<u>2,191,091</u>
<b>Parks and Recreation</b>			
<b>Parks</b>			
Salaries - Full Time	628,489	630,689	630,622
Salaries - Part Time	18,775	18,975	18,944
Employer Contribution - IMRF	69,161	79,161	78,975
Employer Contribution - FICA & Medicare	44,461	47,861	47,807
Contractual Services	16,420	16,720	16,688
Materials and Supplies	10,750	10,750	10,599
Electricity	4,500	4,500	3,198
North Shore Gas	1,600	1,600	1,329
Telephone	2,300	2,300	1,134
Gasoline and Oil	2,000	2,000	1,021
Maintenance - Building	7,750	7,750	5,703

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**General Fund**

**Schedule of Detailed Expenditures - Budget and Actual - Continued  
Year Ended April 30, 2013**

	Budget		Actual
	Original	Final	
<b>Parks and Recreation - Continued</b>			
<b>Parks - Continued</b>			
Maintenance - Grounds	\$ 35,300	45,600	45,504
Maintenance - Motor Vehicles	86,350	86,350	86,350
Maintenance - Other Equipment	10,950	11,050	11,050
Maintenance - Roads and Parking Lots	500	500	197
Maintenance - Radios	4,600	4,600	3,223
Insurance	129,720	129,720	129,634
Intergovernmental Risk Management Agency	39,650	39,650	30,629
Office Supplies	500	500	645
Travel, Training, Subscriptions and Dues	2,160	2,160	1,498
Tree Surgery and Spraying	115,000	81,900	48,176
Nursery Stock and Trees	22,750	29,350	29,312
Equipment Rental	300	300	-
Unemployment Benefits	5,100	5,100	-
Uniform	4,620	4,620	4,432
Vehicle Replacement Fees	110,179	110,179	110,179
Miscellaneous	2,905	2,905	2,120
	<u>1,376,790</u>	<u>1,376,790</u>	<u>1,318,969</u>
<b>Recreation</b>			
Salaries - Administrative Staff	182,940	187,740	187,666
Salaries - Tot Programs	112,883	112,883	89,400
Salaries - Youth/Teen Programs	96,400	103,000	102,932
Salaries - Special/Cultural Events	30,000	30,000	24,502
Employer Contribution - IMRF	25,904	27,904	27,675
Employer Contribution - FICA & Medicare	32,286	32,286	30,545
Supplies and Expenses - Tot Programs	10,200	10,200	7,847
Supplies and Expenses - Youth Programs	26,600	26,600	24,368
Electricity	31,000	31,000	25,421
North Shore Gas	1,800	1,800	1,435
Telephone	5,000	5,000	3,945
Maintenance - Motor Vehicles	1,900	1,900	1,900
Maintenance - Building	22,950	22,950	20,155
Independent Contractor	155,000	135,850	94,851
Cultural Arts Expenses	9,000	9,000	7,051
Insurance	42,540	42,640	42,636
Intergovernmental Risk Management Agency	33,185	35,185	35,019

VILLAGE OF LIBERTYVILLE, ILLINOIS

General Fund

Schedule of Detailed Expenditures - Budget and Actual - Continued  
Year Ended April 30, 2013

	Budget		Actual
	Original	Final	
<b>Parks and Recreation - Continued</b>			
<b>Recreation - Continued</b>			
Seasonal Brochures	\$ 27,000	27,000	25,980
Office Supplies	5,800	5,800	5,464
Travel, Training, Subscriptions and Dues	205	255	241
Supplies and Expenses - Special Event Family	4,950	4,950	3,928
Credit Card Bank Fee	19,000	19,500	19,365
Photoprocessing	2,720	2,720	2,178
Refunds	-	3,000	2,678
Cash Short	-	100	75
Miscellaneous	2,487	2,487	1,000
	<u>881,750</u>	<u>881,750</u>	<u>788,257</u>
<b>Libertyville Golf Course</b>			
Salaries - Pro Shop	12,960	12,960	7,870
Salaries - Maintenance	8,082	8,482	8,465
Employer Contribution - IMRF	1,676	1,676	1,072
Employer Contribution - FICA & Medicare	1,609	1,609	1,211
Materials and Supplies	250	250	118
Maintenance - Building	175	2,025	1,976
Maintenance - Grounds	91,030	88,780	81,583
Intergovernmental Risk Management Agency	18,331	18,331	13,834
Golf Course Supplies	900	900	300
Special Events	250	250	57
Miscellaneous	37	37	12
	<u>135,300</u>	<u>135,300</u>	<u>116,498</u>

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**General Fund**

**Schedule of Detailed Expenditures - Budget and Actual - Continued  
Year Ended April 30, 2013**

	Budget		Actual
	Original	Final	
<b>Parks and Recreation - Continued</b>			
<b>Swimming Pool</b>			
Salaries - Administration	\$ 32,500	32,525	32,517
Salaries - Concessions	6,475	6,475	5,766
Salaries - Public Swim	110,000	122,000	121,279
Salaries - Swim Lessons	44,000	39,000	38,757
Employer Contribution - IMRF	3,855	4,380	4,371
Employer Contribution - FICA & Medicare	15,991	15,991	15,057
Supplies - Swim Lessons	1,800	3,025	3,004
Materials and Supplies	4,000	3,115	2,793
Supplies - Maintenance	450	450	380
Electricity	16,500	16,500	15,982
North Shore Gas	16,000	10,000	9,680
Telephone	2,100	2,100	1,434
Maintenance - Building	4,850	5,110	5,108
Maintenance - Pools	18,400	18,400	17,312
Intergovernmental Risk Management Agency	18,331	13,931	13,834
Office Supplies	150	150	150
Travel, Training, Subscriptions and Dues	950	950	818
Concession Expense	11,500	15,450	15,441
Special Events	300	300	125
Printing and Photocopying	450	450	-
Uniforms	7,000	5,300	5,290
Capital Outlay	15,000	15,000	14,990
Miscellaneous	1,988	1,988	1,661
	<u>332,590</u>	<u>332,590</u>	<u>325,749</u>
Total Parks and Recreation	<u>2,726,430</u>	<u>2,726,430</u>	<u>2,549,473</u>
Total Expenditures	<u>22,916,050</u>	<u>23,428,840</u>	<u>22,849,366</u>

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Debt Service Fund**

**Schedule of Revenues, Expenditures and  
Changes in Fund Balance - Budget and Actual  
Year Ended April 30, 2013**

	Budget		Actual
	Original	Final	
Revenues			
Taxes			
Property Taxes	\$ 214,840	214,840	227,276
Interest	100	100	349
Total Revenues	<u>214,940</u>	<u>214,940</u>	<u>227,625</u>
Expenditures			
Debt Service			
Principal Retirement	225,000	225,000	225,000
Interest	61,920	104,970	61,918
Fiscal Charges	1,600	24,600	23,989
Total Expenditures	<u>288,520</u>	<u>354,570</u>	<u>310,907</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(73,580)	(139,630)	(83,282)
Other Financing Sources			
Transfers In	<u>74,190</u>	<u>74,190</u>	<u>74,190</u>
Net Change in Fund Balance	<u>610</u>	<u>(65,440)</u>	<u>(9,092)</u>
Fund Balance - Beginning			<u>552,202</u>
Fund Balance - Ending			<u>543,110</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

Capital Improvement - Capital Projects Fund

Schedule of Revenues, Expenditures and  
Changes in Fund Balance - Budget and Actual  
Year Ended April 30, 2013

	Budget		Actual
	Original	Final	
<b>Revenues</b>			
Licenses and Permits			
Park Impact Fees	\$ 110,000	110,000	157,857
Vehicle Licenses	410,000	410,000	418,530
Intergovernmental			
Motor Fuel Tax Allotments	505,000	505,000	580,028
Grants	432,080	432,080	536,391
Charges for Services			
Telecommunication Revenue	270,000	270,000	291,015
Interest	500	500	8,956
Miscellaneous	10,000	10,000	10,672
Total Revenues	<u>1,737,580</u>	<u>1,737,580</u>	<u>2,003,449</u>
<b>Expenditures</b>			
Capital Outlay	1,340,650	1,965,675	1,333,250
Debt Service			
Fiscal Charges	-	33,500	33,435
Total Expenditures	<u>1,340,650</u>	<u>1,999,175</u>	<u>1,366,685</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>396,930</u>	<u>(261,595)</u>	<u>636,764</u>
<b>Other Financing Sources (Uses)</b>			
Debt Issuance	-	-	5,000,000
Premium on Debt Issuance	-	-	50,276
Transfers In	55,000	55,000	55,000
Transfers Out	(74,190)	(74,190)	(74,190)
	<u>(19,190)</u>	<u>(19,190)</u>	<u>5,031,086</u>
Net Change in Fund Balance	<u>377,740</u>	<u>(280,785)</u>	5,667,850
Fund Balance - Beginning			<u>2,625,343</u>
Fund Balance - Ending			<u>8,293,193</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

Capital Improvement - Capital Projects Fund

Schedule of Expenditures - Budget and Actual  
Year Ended April 30, 2013

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	Budget		Actual
	Original	Final	
Capital Outlay			
Maintenance Streets and Alley	\$ 75,100	60,100	50,869
Asphalt Resurfacing	-	15,000	14,821
Public Works Building	-	26,900	26,806
Fire Stations	157,080	130,180	111,454
Schertz Municipal Building	20,000	20,000	19,923
Park Improvement	112,670	112,670	85,339
Annual Road Improvement Program	230,300	230,300	166,907
Storm Sewer Improvements	140,000	140,000	36,508
Sidewalks and Bike Paths	136,000	133,575	113,299
Engineering Fau Projects	440,000	440,000	50,677
Peterson Road Corridor	10,000	12,400	12,385
Road Rehabilitation	-	625,000	624,723
Miscellaneous	19,500	19,550	19,539
Total Expenditures	1,340,650	1,965,675	1,333,250

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VILLAGE OF LIBERTYVILLE, ILLINOIS

Tax Increment Financing Construction - Capital Projects Fund

Schedule of Revenues, Expenditures and  
Changes in Fund Balance - Budget and Actual  
Year Ended April 30, 2013

	Budget		Actual
	Original	Final	
Revenues			
Taxes			
Property Tax	\$ 2,650,000	2,650,000	2,772,097
Interest	250	250	1,997
Total Revenues	<u>2,650,250</u>	<u>2,650,250</u>	<u>2,774,094</u>
Expenditures			
Economic Development			
Parking Improvements	345,000	259,000	61,531
TIF Surplus Rebate	1,855,000	1,941,000	1,940,466
Miscellaneous	4,000	4,000	3,520
Total Expenditures	<u>2,204,000</u>	<u>2,204,000</u>	<u>2,005,517</u>
Net Change in Fund Balance	<u>446,250</u>	<u>446,250</u>	768,577
Fund Balance - Beginning			<u>550,158</u>
Fund Balance - Ending			<u>1,318,735</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

Commuter Parking - Special Revenue Fund

Schedule of Revenues, Expenditures and  
Changes in Fund Balance - Budget and Actual  
Year Ended April 30, 2013

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	Budget		Actual
	Original	Final	
Revenues			
Charges for Services			
Permit Fees	\$ 155,000	155,000	141,614
Daily Fees	181,000	181,000	191,251
Interest	1,000	1,000	4,894
Total Revenues	<u>337,000</u>	<u>337,000</u>	<u>337,759</u>
Expenditures			
General Government	<u>314,430</u>	<u>314,430</u>	<u>272,067</u>
Net Change in Fund Balance	<u>22,570</u>	<u>22,570</u>	65,692
Fund Balance - Beginning			<u>1,292,889</u>
Fund Balance - Ending			<u>1,358,581</u>

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Commuter Parking - Special Revenue Fund**

**Schedule of Expenditures - Budget and Actual  
Year Ended April 30, 2013**

	Budget		Actual
	Original	Final	
General Government			
Salaries	\$ 99,550	100,200	100,191
Employer Contribution - IMRF	11,840	12,565	12,551
Employer Contribution - FICA & Medicare	7,610	7,610	7,342
Materials and Supplies	2,450	3,600	3,571
Electricity	5,200	5,210	5,206
Telephone	7,330	8,880	8,845
Maintenance - Grounds	95,000	95,000	73,720
Insurance	13,250	13,250	13,200
Intergovernmental Risk Management Agency	18,300	18,300	14,548
Postage	1,200	1,200	821
Software Maintenance	12,800	12,900	12,867
Rental of Land	8,900	8,900	8,400
Credit Card Fees	7,000	8,725	8,710
Refunds	1,000	2,100	2,095
Station Improvements	8,000	8,000	-
Capital Outlay	15,000	7,990	-
Total Expenditures	314,430	314,430	272,067

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Waterworks and Sewerage - Enterprise Fund**

**Schedule of Revenues, Expenses and Changes in Net Position - Budget and Actual  
Year Ended April 30, 2013**

	Budget		Actual
	Original	Final	
Operating Revenues			
Charges for Services			
Water Sales	\$ 4,922,000	4,922,000	4,867,655
Sewer Service Charges	3,013,940	3,013,940	3,036,956
Meters and Readouts	10,000	10,000	17,589
Miscellaneous	7,000	7,000	2,929
Total Operating Revenues	<u>7,952,940</u>	<u>7,952,940</u>	<u>7,925,129</u>
Operating Expenses			
Operations			
Water Operations	3,853,945	4,005,280	3,946,576
Sewer Operations	1,361,000	1,368,210	1,350,158
Wastewater Treatment Plant	1,212,805	1,212,805	1,135,008
Water and Sewer Capital Improvements	1,088,600	2,269,100	298,618
Depreciation	-	-	1,065,586
Total Operating Expenses	<u>7,516,350</u>	<u>8,855,395</u>	<u>7,795,946</u>
Operating Income (Loss)	<u>436,590</u>	<u>(902,455)</u>	<u>129,183</u>
Nonoperating Revenues (Expenses)			
Interest Income	1,000	1,000	7,972
Connection Fees	30,000	30,000	177,471
Grants	-	-	41,450
Other Income	-	-	8,000
Interest and Fiscal Charges	<u>(145,460)</u>	<u>(194,785)</u>	<u>(198,731)</u>
	<u>(114,460)</u>	<u>(163,785)</u>	<u>36,162</u>
Change in Net Position	<u>322,130</u>	<u>(1,066,240)</u>	<u>165,345</u>
Net Position - Beginning			<u>21,091,537</u>
Net Position - Ending			<u>21,256,882</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

Waterworks and Sewerage - Enterprise Fund

Schedule of Operating Expenses - Budget and Actual  
Year Ended April 30, 2013

	Budget		Actual
	Original	Final	
<b>Operations</b>			
<b>Water Operations</b>			
Salaries - Administrative	\$ 181,747	196,747	196,367
Salaries - Clerical	165,721	165,721	154,450
Salaries - Engineering	75,826	76,826	76,456
Salaries - Maintenance	316,417	357,667	357,481
Employer Contribution - IMRF	84,877	96,077	95,994
Employer Contribution - FICA & Medicare	54,284	54,784	54,765
Materials and Supplies	9,700	10,475	10,468
Electricity	41,500	41,500	37,510
North Shore Gas	6,000	6,000	4,444
Telephone	8,000	8,500	8,350
Maintenance - Building and Grounds	12,000	12,000	9,045
Maintenance - Motor Vehicles	41,650	41,650	41,650
Maintenance - Other Equipment	12,500	12,500	11,596
Maintenance - Water Lines	45,000	59,000	58,818
Insurance	87,120	87,120	71,733
Intergovernmental Risk Management Agency	42,260	42,260	33,194
Postage	15,000	15,000	13,368
Office Supplies	2,000	2,000	1,739
Travel, Training, Subscriptions and Dues	4,610	4,620	4,616
Technical Services	48,645	48,645	44,981
Meters - New Construction	20,000	20,000	18,711
Credit Card Fees	20,000	20,000	18,963
Uniforms	3,500	3,600	3,586
Bad Debt Expense	1,500	1,500	124
Technology Equipment and Replacement	35,000	35,000	35,000
Capital Outlay	3,000	3,000	2,765
Vehicle Replacement Fees	40,998	40,998	40,998
Purchase of Water - CLCJAWA	2,471,590	2,538,590	2,538,433
Miscellaneous	3,500	3,500	971
	<u>3,853,945</u>	<u>4,005,280</u>	<u>3,946,576</u>
<b>Sewer Operations</b>			
Salaries - Administrative	115,380	115,380	114,442
Salaries - Engineering	62,848	63,973	63,956
Salaries - Maintenance	238,934	247,134	247,129

VILLAGE OF LIBERTYVILLE, ILLINOIS

Waterworks and Sewerage - Enterprise Fund

Schedule of Operating Expenses - Budget and Actual - Continued  
Year Ended April 30, 2013

	Budget		Actual
	Original	Final	
<b>Operations - Continued</b>			
<b>Sewer Operations - Continued</b>			
Employer Contribution - IMRF	\$ 49,654	51,364	51,358
Employer Contribution - FICA & Medicare	31,168	31,168	29,915
Materials and Supplies	4,700	4,700	4,426
County Sewer Service	597,000	597,150	597,140
Electricity	19,000	19,000	14,772
North Shore Gas	3,000	3,000	1,473
Telephone	1,350	1,550	1,532
Maintenance - Motor Equipment	25,870	25,870	25,870
Maintenance - Lift Stations	29,500	29,500	24,935
Maintenance - Sewer Lines	28,500	28,950	28,934
Insurance	33,520	37,795	37,779
Intergovernmental Risk Management Agency	41,930	31,930	31,857
Postage	9,500	10,500	10,456
Travel, Training, Subscriptions and Dues	1,350	1,450	1,440
Technical Services	6,100	6,100	1,866
Uniforms	1,250	1,250	1,182
Technology Equipment and Replacement	35,000	35,000	35,000
Capital Outlay	3,000	3,000	2,750
Vehicle Replacement Fees	21,946	21,946	21,946
Miscellaneous	500	500	-
	<u>1,361,000</u>	<u>1,368,210</u>	<u>1,350,158</u>
<b>Wastewater Treatment Plant</b>			
Salaries - Administrative	52,369	53,019	52,989
Salaries - Operators	363,364	366,864	366,838
Employer Contribution - IMRF	49,470	52,370	52,329
Employer Contribution - FICA & Medicare	31,480	31,480	30,170
Materials and Supplies	25,750	30,750	30,722
Chemicals	19,000	19,000	12,736
Electricity	185,000	185,000	183,698
North Shore Gas	41,000	28,900	25,213
Telephone	4,600	4,600	4,166
Maintenance - Building and Grounds	18,000	54,000	16,619
Maintenance - Motor Equipment	24,000	24,000	24,000

VILLAGE OF LIBERTYVILLE, ILLINOIS

Waterworks and Sewerage - Enterprise Fund

Schedule of Operating Expenses - Budget and Actual - Continued  
Year Ended April 30, 2013

	Budget		Actual
	Original	Final	
Operations - Continued			
Wastewater Treatment Plant - Continued			
Maintenance - Other Equipment	\$ 43,750	43,750	43,262
Sludge Removal	164,800	128,800	128,540
Insurance	86,190	86,190	80,430
Intergovernmental Risk Management Agency	42,260	42,260	32,136
Office Supplies	-	50	20
Travel, Training, Subscriptions and Dues	1,180	1,180	276
Technical Services	27,725	27,725	19,034
Uniforms	2,250	2,250	1,405
Technology Equipment and Replacement	20,000	20,000	20,000
Vehicle Replacement Fees	10,421	10,421	10,421
Miscellaneous	196	196	4
	<u>1,212,805</u>	<u>1,212,805</u>	<u>1,135,008</u>
Water and Sewer Capital Improvements			
WWTP Improvements	-	13,100	50,349
Watermain Improvements	635,000	635,000	457,865
Underground Improvements	-	1,156,000	1,155,367
Sanitary Sewer Relocation	100,000	100,000	70,000
Sanitary Sewer Repairs	205,000	213,500	213,494
Well Capacity Study	-	2,350	2,346
Replacement Meters	89,100	89,650	89,628
Hydrants, Valves, Miscellaneous	59,500	59,500	56,285
	<u>1,088,600</u>	<u>2,269,100</u>	<u>2,095,334</u>
Less Nonoperating Items			
Capital Assets Capitalized	-	-	(1,796,716)
	<u>1,088,600</u>	<u>2,269,100</u>	<u>298,618</u>
Total Operations	<u>7,516,350</u>	<u>8,855,395</u>	<u>6,730,360</u>

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Waterworks and Sewerage - Enterprise Fund**

**Schedule of Capital Assets and Depreciation  
Year Ended April 30, 2013**

	Capital Assets			
	Beginning Balances	Additions	Retirements/ Transfers	Balances Ending
Land and Improvements	\$ 2,272,080	-	-	2,272,080
Buildings and Improvements	14,179,893	37,292	-	14,217,185
Machinery and Equipment	1,720,581	-	-	1,720,581
Waterworks System	14,677,598	1,522,024	-	16,199,622
Sewerage System	15,553,036	237,400	-	15,790,436
<b>Total Capital Assets</b>	<b>48,403,188</b>	<b>1,796,716</b>	<b>-</b>	<b>50,199,904</b>
	Accumulated Depreciation			
	Beginning Balances	Additions	Retirements/ Transfers	Balances Ending
Buildings and Improvements	8,362,856	316,270	-	8,679,126
Machinery and Equipment	1,478,798	30,864	-	1,509,662
Waterworks System	7,924,403	368,797	-	8,293,200
Sewerage System	8,534,139	349,655	-	8,883,794
<b>Total Accumulated Depreciation</b>	<b>26,300,196</b>	<b>1,065,586</b>	<b>-</b>	<b>27,365,782</b>
<b>Total Capital Assets (Net of Accumulated Depreciation)</b>	<b>22,102,992</b>			<b>22,834,122</b>

VILLAGE OF LIBERTYVILLE, ILLINOIS

Libertyville Sports Complex - Enterprise Fund

Schedule of Revenues, Expenses and Changes in Net Position - Budget and Actual  
Year Ended April 30, 2013

	Budget		Actual
	Original	Final	
Operating Revenues			
Charges for Services			
Indoor Sports Center	\$ 2,209,492	2,209,492	2,294,509
Golf Learning Center	322,625	322,625	363,299
Family Entertainment Center	-	-	56,321
Total Operating Revenues	<u>2,532,117</u>	<u>2,532,117</u>	<u>2,714,129</u>
Operating Expenses			
Operations			
Indoor Sports Center	1,583,536	1,670,271	1,653,195
Golf Learning Center	275,624	299,244	288,691
Family Entertainment Center	-	8,375	8,326
Depreciation	-	-	484,891
Total Operating Expenses	<u>1,859,160</u>	<u>1,977,890</u>	<u>2,435,103</u>
Operating Income	672,957	554,227	279,026
Nonoperating (Expenses)			
Interest and Fiscal Charges	<u>(809,360)</u>	<u>(871,860)</u>	<u>(870,594)</u>
Income (Loss) Before Transfers	(136,403)	(317,633)	(591,568)
Transfers In	<u>361,410</u>	<u>361,410</u>	<u>332,000</u>
Change in Net Position	<u>225,007</u>	<u>43,777</u>	<u>(259,568)</u>
Net Position - Beginning			<u>(2,145,517)</u>
Net Position - Ending			<u>(2,405,085)</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

Libertyville Sports Complex - Enterprise Fund

Schedule of Operating Expenses - Budget and Actual  
Year Ended April 30, 2013

	Budget		Actual
	Original	Final	
Operations			
Indoor Sports Center			
Salaries - Administrative	\$ 244,620	251,120	251,116
Salaries - Maintenance	71,062	71,062	71,012
Salaries - Fitness	235,380	236,380	236,374
Salaries - Conference/Front Desk/Parties	138,500	153,100	153,060
Salaries - Programs	43,500	46,855	46,852
Employer Contribution - IMRF	53,254	59,179	59,179
Employer Contribution - FICA & Medicare	55,447	56,197	56,174
Materials and Supplies	16,590	17,640	17,619
Concessions	64,000	100,600	100,572
Contracted Services	90,000	98,425	98,424
Electricity	95,000	126,125	126,101
North Shore Gas	25,000	27,700	27,690
Telephone	4,100	5,100	5,073
Maintenance - Building	98,250	86,250	85,546
Maintenance - Independent Contractors	28,000	35,450	35,433
Maintenance - Grounds	99,590	86,090	86,060
Maintenance - Vehicle	5,210	5,210	5,210
Insurance	65,690	66,015	66,015
Intergovernmental Risk Management Agency	65,623	48,623	48,409
Office Supplies	2,620	2,620	1,551
Supplies - Adult Athletic Programs	7,000	7,000	5,065
Materials and Supplies - Conference Rooms	3,050	3,700	3,700
Materials and Supplies - Fitness	9,100	10,450	10,444
Credit Card Bank Fee	39,000	40,050	40,049
Photoprocessing	2,700	2,700	2,305
Unemployment Benefits	5,000	5,000	(3,326)
Refunds	-	-	(2,556)
Climbing Wall/Front Desk	3,750	3,750	2,408
Cash Short/Over	-	250	245
Bad Debt Expense	-	5,130	5,126
Technology Equipment & Replacement	12,000	12,000	12,000
Miscellaneous	500	500	265
	<u>1,583,536</u>	<u>1,670,271</u>	<u>1,653,195</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

Libertyville Sports Complex - Enterprise Fund

Schedule of Operating Expenses - Budget and Actual - Continued  
Year Ended April 30, 2013

	Budget		Actual
	Original	Final	
Operations - Continued			
Golf Learning Center			
Salaries - Administrative	\$ 22,590	24,490	24,447
Salaries - Maintenance	15,999	16,049	16,025
Salaries - Pro Shop	65,000	60,000	59,774
Employer Contribution - IMRF	7,910	8,235	8,218
Employer Contribution - FICA & Medicare	7,914	7,914	7,520
Materials and Supplies	5,000	5,025	5,009
Electricity	8,500	8,500	6,954
North Shore Gas	6,200	7,425	7,413
Telephone	2,100	3,325	3,319
Maintenance - Building	1,500	1,500	829
Maintenance - Grounds	42,395	43,495	43,465
Maintenance - Other Equipment	2,250	2,250	1,082
Contractual - Golf Lessons	12,500	10,500	10,360
Insurance	18,350	18,350	18,197
Intergovernmental Risk Management Agency	25,988	20,988	20,747
Office Supplies	138	223	212
Materials and Supplies - Pro Shop	19,650	22,850	22,830
Pro Shop Merchandise	9,500	35,975	35,967
Photoprocessing	40	50	48
Unemployment Benefits	2,000	2,000	(3,725)
Uniforms	100	100	-
	<u>275,624</u>	<u>299,244</u>	<u>288,691</u>
Family Entertainment Center			
Electricity	-	4,900	4,896
North Shore Gas	-	2,100	2,056
Maintenance - Building	-	1,375	1,374
	<u>-</u>	<u>8,375</u>	<u>8,326</u>
Total Operations	<u>1,859,160</u>	<u>1,977,890</u>	<u>1,950,212</u>

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Libertyville Sports Complex - Enterprise Fund**

**Schedule of Capital Assets and Depreciation  
Year Ended April 30, 2013**

	Capital Assets			
	Beginning Balances	Additions	Retirements/ Transfers	Balances Ending
Land	\$ 4,771,168	-	-	4,771,168
Buildings and Improvements	17,506,037	-	-	17,506,037
Machinery and Equipment	448,436	-	-	448,436
<b>Total Capital Assets</b>	<b>22,725,641</b>	<b>-</b>	<b>-</b>	<b>22,725,641</b>

	Accumulated Depreciation			
	Beginning Balances	Additions	Retirements/ Transfers	Balances Ending
Buildings and Improvements	3,632,300	440,047	-	4,072,347
Machinery and Equipment	381,171	44,844	-	426,015
<b>Total Accumulated Depreciation</b>	<b>4,013,471</b>	<b>484,891</b>	<b>-</b>	<b>4,498,362</b>
<b>Total Capital Assets (Net of Accumulated Depreciation)</b>	<b>18,712,170</b>			<b>18,227,279</b>

VILLAGE OF LIBERTYVILLE, ILLINOIS

Combining Statement of Net Position - Internal Service Funds  
April 30, 2013

	Vehicle Maintenance and Replacement Service	Technology Equipment and Replacement Service	Total
<b>ASSETS</b>			
Current Assets			
Cash and Investments	\$ 1,375,220	659,532	2,034,752
Receivables - Net of Allowances			
Accounts	292	67,367	67,659
Inventories	52,016	-	52,016
Prepays	12,341	-	12,341
Total Current Assets	<u>1,439,869</u>	<u>726,899</u>	<u>2,166,768</u>
Noncurrent Assets			
Capital Assets			
Machinery and Equipment	7,103,869	258,814	7,362,683
Accumulated Depreciation	(4,478,873)	(161,380)	(4,640,253)
Total Noncurrent Assets	<u>2,624,996</u>	<u>97,434</u>	<u>2,722,430</u>
Total Assets	<u>4,064,865</u>	<u>824,333</u>	<u>4,889,198</u>
<b>LIABILITIES</b>			
Current Liabilities			
Accounts Payable	54,979	39,045	94,024
Accrued Payroll	12,699	5,397	18,096
Other Payables	-	286,000	286,000
Compensated Absences Payable	4,417	9,955	14,372
Installment Contracts Payable	180,749	31,659	212,408
Total Current Liabilities	<u>252,844</u>	<u>372,056</u>	<u>624,900</u>
Noncurrent Liabilities			
Compensated Absences Payable	17,669	39,820	57,489
Installment Contracts Payable	293,551	16,375	309,926
Total Noncurrent Liabilities	<u>311,220</u>	<u>56,195</u>	<u>367,415</u>
Total Liabilities	<u>564,064</u>	<u>428,251</u>	<u>992,315</u>
<b>NET POSITION</b>			
Net Investment in Capital Assets	2,150,696	49,400	2,200,096
Unrestricted	1,350,105	346,682	1,696,787
Total Net Position	<u>3,500,801</u>	<u>396,082</u>	<u>3,896,883</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

Combining Statement of Revenues, Expenses and Changes in Net Position  
 Internal Service Funds  
 Year Ended April 30, 2013

	Vehicle Maintenance and Replacement Service	Technology Equipment and Replacement Service	Total
Operating Revenues			
Interfund Services	\$ 1,607,517	393,015	2,000,532
Operating Expenses			
Operations	798,373	299,086	1,097,459
Depreciation	435,259	38,881	474,140
Total Operating Expenses	1,233,632	337,967	1,571,599
Operating Income	373,885	55,048	428,933
Nonoperating Revenues (Expenses)			
Interest Income	2,860	500	3,360
Other Income	33,142	149,863	183,005
Interest and Fiscal Charges	(16,904)	(3,047)	(19,951)
	19,098	147,316	166,414
Change in Net Position	392,983	202,364	595,347
Net Position - Beginning	3,107,818	193,718	3,301,536
Net Position - Ending	3,500,801	396,082	3,896,883

VILLAGE OF LIBERTYVILLE, ILLINOIS

Combining Statement of Cash Flows - Internal Service Funds  
Year Ended April 30, 2013

	Vehicle Maintenance and Replacement Service	Technology Equipment and Replacement Service	Total
<b>Cash Flows from Operating Activities</b>			
Receipts from Interfund Services	\$ 1,617,960	540,978	2,158,938
Payments to Employees	(239,196)	(106,243)	(345,439)
Payments to Suppliers	(511,089)	(248,885)	(759,974)
	<u>867,675</u>	<u>185,850</u>	<u>1,053,525</u>
<b>Cash Flows from Capital and Related Financing Activities</b>			
Purchase of Capital Assets	(199,940)	(52,150)	(252,090)
Interest on Capital Debt	(16,904)	(3,047)	(19,951)
Principal on Capital Debt	(355,981)	(30,260)	(386,241)
	<u>(572,825)</u>	<u>(85,457)</u>	<u>(658,282)</u>
<b>Cash Flows from Investing Activities</b>			
Interest Received	<u>2,860</u>	<u>500</u>	<u>3,360</u>
Net Change in Cash and Cash Equivalents	297,710	100,893	398,603
Cash and Cash Equivalents - Beginning	<u>1,077,510</u>	<u>558,639</u>	<u>1,636,149</u>
Cash and Cash Equivalents - Ending	<u><u>1,375,220</u></u>	<u><u>659,532</u></u>	<u><u>2,034,752</u></u>
<b>Reconciliation of Operating Income to Net Cash</b>			
Provided (Used) by Operating Activities			
Operating Income (Loss)	<u>373,885</u>	<u>55,048</u>	<u>428,933</u>
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by Operating Activities:			
Depreciation and Amortization Expense	435,259	38,881	474,140
Other Income	33,142	149,863	183,005
(Increase) Decrease in Current Assets	(22,699)	(1,900)	(24,599)
Increase (Decrease) in Current Liabilities	<u>48,088</u>	<u>(56,042)</u>	<u>(7,954)</u>
Net Cash Provided by Operating Activities	<u><u>867,675</u></u>	<u><u>185,850</u></u>	<u><u>1,053,525</u></u>
<b>Noncash Financing Activities</b>			
Capital Assets Purchased Under Capital Lease	<u><u>132,521</u></u>	<u><u>-</u></u>	<u><u>132,521</u></u>

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Vehicle Maintenance and Replacement Service - Internal Service Fund**

**Schedule of Revenues, Expenses and Changes in Net Position  
Year Ended April 30, 2013**

	Budget		Actual
	Original	Final	
Operating Revenues			
Interfund Services	\$ 1,619,280	1,619,280	1,607,517
Operating Expenses			
Operations	1,031,050	1,014,145	798,373
Depreciation	-	-	435,259
Total Operating Expenses	1,031,050	1,014,145	1,233,632
Operating Income	588,230	605,135	373,885
Nonoperating Revenues (Expenses)			
Interest Income	800	800	2,860
Other Income	10,000	10,000	33,142
Interest and Fiscal Charges	-	(16,905)	(16,904)
	10,800	(6,105)	19,098
Change in Net Position	599,030	599,030	392,983
Net Position - Beginning			3,107,818
Net Position - Ending			3,500,801

VILLAGE OF LIBERTYVILLE, ILLINOIS

Vehicle Maintenance and Replacement Service - Internal Service Fund

Schedule of Operating Expenses - Budget and Actual  
Year Ended April 30, 2013

	Budget		Actual
	Original	Final	
Operations			
Salaries - Clerical	\$ 5,805	5,980	5,967
Salaries - Maintenance	226,210	233,235	233,229
Employer Contribution - IMRF	27,610	29,860	29,860
Employer Contribution - FICA & Medicare	17,749	17,749	17,494
Shop Supplies	5,000	5,450	5,445
Tools	7,500	7,500	7,241
Gasoline and Oil	301,000	266,000	265,960
Maintenance Shop Facilities	500	500	298
Vehicle Washing	4,000	4,000	1,497
Non-Stocked Vehicle Parts	73,200	81,525	81,509
Maintenance Other Equipment	6,850	6,850	4,967
Insurance	59,520	54,720	54,622
Intergovernmental Risk Management Agency	25,366	25,366	21,080
Travel, Training and Dues	2,350	2,350	1,152
Contractual Repair Services	13,000	14,600	14,577
Uniforms	1,100	1,100	981
License, Title and Inspection Fees	2,500	3,550	3,548
Transfer Vehicle Replacement	5,460	255	-
Vehicle Replacement Costs	151,600	151,924	360,338
Fire Contractual Repairs	20,300	11,300	11,141
Police Contractual Repairs	4,000	4,000	694
Accident Damage Expense	10,000	10,000	9,051
Capital Outlay	60,000	75,900	-
Miscellaneous	430	431	183
	1,031,050	1,014,145	1,130,834
Less Nonoperating Items			
Capital Assets Capitalized	-	-	(332,461)
Total Operations	1,031,050	1,014,145	798,373

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Vehicle Maintenance and Replacement Service - Internal Service Fund**

**Schedule of Capital Assets and Depreciation  
Year Ended April 30, 2013**

	Capital Assets			
	Beginning Balances	Additions	Retirements/ Transfers	Balances Ending
Machinery and Equipment	\$ 6,897,881	332,461	126,473	7,103,869
	Accumulated Depreciation			
	Beginning Balances	Additions	Retirements/ Transfers	Balances Ending
Machinery and Equipment	4,170,087	435,259	126,473	4,478,873
Total Capital Assets (Net of Accumulated Depreciation)	2,727,794			2,624,996

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Technology Equipment and Replacement Service - Internal Service Fund**

**Schedule of Revenues, Expenses and Changes in Net Position  
Year Ended April 30, 2013**

	Budget		Actual
	Original	Final	
Operating Revenues			
Interfund Services	\$ 372,000	372,000	393,015
Operating Expenses			
Operations	400,612	400,612	299,086
Depreciation	-	-	38,881
Total Operating Expenses	400,612	400,612	337,967
Operating Income (Loss)	(28,612)	(28,612)	55,048
Nonoperating Revenues (Expenses)			
Interest Income	100	100	500
Other Income	123,360	123,360	149,863
Interest and Fiscal Charges	(33,308)	(33,308)	(3,047)
	90,152	90,152	147,316
Change in Net Position	61,540	61,540	202,364
Net Position - Beginning			193,718
Net Position - Ending			396,082

VILLAGE OF LIBERTYVILLE, ILLINOIS

Technology Equipment Replacement - Internal Service Fund

Schedule of Operating Expenses - Budget and Actual  
Year Ended April 30, 2013

	Budget		Actual
	Original	Final	
Operations			
Salaries Administration	\$ 103,690	106,265	106,243
Employer Contribution - IMRF	12,310	13,035	13,029
Employer Contribution - FICA & Medicare	7,910	7,960	7,937
Computer Supplies	10,000	10,000	7,428
Wireless Service	2,500	2,500	(373)
Motor Vehicles Maintenance	1,000	1,000	1,000
Hardware Maintenance	5,000	5,000	1,282
Internet Access	19,880	19,880	19,416
Insurance	100	100	75
Travel, Training, Subscriptions and Dues	5,000	5,000	3,381
Consulting Services	55,500	55,500	30,307
Software, Licensing and Updates	80,110	86,410	86,406
Web Page Services	12,000	12,000	11,044
Capital Outlay	84,610	74,960	63,248
Miscellaneous	1,002	1,002	813
	400,612	400,612	351,236
Less Nonoperating Items			
Capital Assets Capitalized	-	-	(52,150)
Total Operations	400,612	400,612	299,086

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Technology Equipment Replacement - Internal Service Fund**

**Schedule of Capital Assets and Depreciation  
Year Ended April 30, 2013**

	Capital Assets																	
	Beginning Balances	Additions	Retirements/ Transfers	Balances Ending														
Machinery and Equipment	\$ 206,664	52,150	-	258,814														
	<table border="1"> <thead> <tr> <th rowspan="2"></th> <th colspan="4">Accumulated Depreciation</th> </tr> <tr> <th>Beginning Balances</th> <th>Additions</th> <th>Retirements/ Transfers</th> <th>Balances Ending</th> </tr> </thead> <tbody> <tr> <td>Machinery and Equipment</td> <td>122,499</td> <td>38,881</td> <td>-</td> <td>161,380</td> </tr> </tbody> </table>					Accumulated Depreciation				Beginning Balances	Additions	Retirements/ Transfers	Balances Ending	Machinery and Equipment	122,499	38,881	-	161,380
	Accumulated Depreciation																	
	Beginning Balances	Additions	Retirements/ Transfers	Balances Ending														
Machinery and Equipment	122,499	38,881	-	161,380														
Total Capital Assets (Net of Accumulated Depreciation)	84,165			97,434														

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Pension Trust Funds**

**Combining Statement of Fiduciary Net Position  
April 30, 2013**

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	Police Pension	Firefighters' Pension	Totals
<b>ASSETS</b>			
Cash and Cash Equivalents	\$ 1,999,688	1,047,168	3,046,856
Investments			
State and Local Obligations	764,665	167,518	932,183
Corporate Bonds	5,207,545	5,060,574	10,268,119
U.S. Government and Agency Obligations	4,286,498	4,215,837	8,502,335
Stock Equities	2,585,354	2,623,009	5,208,363
Insurance Contracts	731,116	-	731,116
Mutual Funds	8,533,697	7,662,146	16,195,843
Receivables - Accrued Interest	77,885	63,877	141,762
Prepays	-	500	500
Total Assets	24,186,448	20,840,629	45,027,077
<b>LIABILITIES</b>			
Accounts Payable	14,579	16,749	31,328
<b>NET POSITION</b>			
Held in Trust for Pension Benefits	24,171,869	20,823,880	44,995,749

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**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Pension Trust Funds**

**Combining Statement of Changes in Fiduciary Net Position  
Year Ended April 30, 2013**

	Police Pension	Firefighters' Pension	Totals
<b>Additions</b>			
Contributions - Employer	\$ 1,240,285	991,861	2,232,146
Contributions - Plan Members	344,590	348,854	693,444
<b>Total Contributions</b>	<b>1,584,875</b>	<b>1,340,715</b>	<b>2,925,590</b>
<b>Investment Income</b>			
Interest Earned	650,052	619,857	1,269,909
Net Change in Fair Value	1,173,476	1,378,955	2,552,431
	1,823,528	1,998,812	3,822,340
Less Investment Expenses	(45,296)	(46,799)	(92,095)
<b>Net Investment Income</b>	<b>1,778,232</b>	<b>1,952,013</b>	<b>3,730,245</b>
<b>Total Additions</b>	<b>3,363,107</b>	<b>3,292,728</b>	<b>6,655,835</b>
<b>Deductions</b>			
Administration	43,089	31,808	74,897
Benefits	1,709,733	1,128,233	2,837,966
<b>Total Deductions</b>	<b>1,752,822</b>	<b>1,160,041</b>	<b>2,912,863</b>
<b>Change in Net Position</b>	<b>1,610,285</b>	<b>2,132,687</b>	<b>3,742,972</b>
<b>Net Position Held in Trust for Pension Benefits</b>			
Beginning	22,561,584	18,691,193	41,252,777
Ending	24,171,869	20,823,880	44,995,749

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Police Pension - Pension Trust Fund**

**Schedule of Changes in Fiduciary Net Position - Budget and Actual  
Year Ended April 30, 2013**

	Budget		Actual
	Original	Final	
<b>Additions</b>			
Contributions - Employer	\$ 1,236,200	1,236,200	1,240,285
Contributions - Plan Members	345,000	345,000	344,590
Total Contributions	<u>1,581,200</u>	<u>1,581,200</u>	<u>1,584,875</u>
<b>Investment Income</b>			
Interest Earned	490,000	490,000	650,052
Net Change in Fair Value	-	-	1,173,476
	<u>490,000</u>	<u>490,000</u>	<u>1,823,528</u>
Less Investment Expenses	(44,000)	(34,000)	(45,296)
Net Investment Income	<u>446,000</u>	<u>456,000</u>	<u>1,778,232</u>
Total Additions	<u>2,027,200</u>	<u>2,037,200</u>	<u>3,363,107</u>
<b>Deductions</b>			
Administration	36,520	43,895	43,089
Benefits	1,657,960	1,710,160	1,709,733
Total Deductions	<u>1,694,480</u>	<u>1,754,055</u>	<u>1,752,822</u>
Change in Net Position	<u>332,720</u>	<u>283,145</u>	1,610,285
<b>Net Position Held in Trust for Pension Benefits</b>			
Beginning			<u>22,561,584</u>
Ending			<u>24,171,869</u>

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Firefighters' Pension - Pension Trust Fund**

**Schedule of Changes in Fiduciary Net Position - Budget and Actual  
Year Ended April 30, 2013**

	Budget		Actual
	Original	Final	
<b>Additions</b>			
Contributions - Employer	\$ 991,000	991,000	991,861
Contributions - Plan Members	307,000	307,000	348,854
<b>Total Contributions</b>	<b>1,298,000</b>	<b>1,298,000</b>	<b>1,340,715</b>
<b>Investment Income</b>			
Interest Earned	300,000	300,000	619,857
Net Change in Fair Value	-	-	1,378,955
	300,000	300,000	1,998,812
Less Investment Expenses	(36,000)	(42,650)	(46,799)
<b>Net Investment Income</b>	<b>264,000</b>	<b>257,350</b>	<b>1,952,013</b>
<b>Total Additions</b>	<b>1,562,000</b>	<b>1,555,350</b>	<b>3,292,728</b>
<b>Deductions</b>			
Administration	37,850	38,775	31,808
Benefits	1,094,450	1,128,450	1,128,233
<b>Total Deductions</b>	<b>1,132,300</b>	<b>1,167,225</b>	<b>1,160,041</b>
<b>Change in Net Position</b>	<b>429,700</b>	<b>388,125</b>	<b>2,132,687</b>
<b>Net Position Held in Trust for Pension Benefits</b>			
Beginning			<u>18,691,193</u>
Ending			<u><u>20,823,880</u></u>

## **SUPPLEMENTAL SCHEDULES**

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Long-Term Debt Requirements**

**General Obligation Refunding Waterworks and Sewerage Bonds of 2001A  
April 30, 2013**

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Date of Issue	October 23, 2001
Date of Maturity	May 1, 2013
Authorized Issue	\$5,290,000
Denomination of Bonds	\$5,000
Interest Rates	3.20% to 4.25%
Interest Dates	May 1 and November 1
Principal Maturity Date	May 1
Payable at	American National Bank and Trust Company Chicago, Illinois

**CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS**

Tax Levy Year	Requirements			Interest Due on			
	Principal	Interest	Totals	May 1	Amount	Nov. 1	Amount
2012	\$ 375,000	7,969	382,969	2013	7,969	2013	-

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Long-Term Debt Requirements**

**General Obligation Refunding Bonds of 2004  
April 30, 2013**

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Date of Issue	May 11, 2004
Date of Maturity	December 15, 2020
Authorized Issue	\$2,435,000
Denomination of Bonds	\$5,000
Interest Rates	4.10% to 4.45%
Interest Dates	June 15 and December 15
Principal Maturity Date	December 15
Payable at	Wells Fargo Bank, NA Chicago, Illinois

**CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS**

Tax Levy Year	Requirements			Interest Due on			
	Principal	Interest	Totals	June 15	Amount	Dec. 15	Amount
2012	\$ 180,000	73,652	253,652	2013	36,826	2013	36,826
2013	195,000	66,272	261,272	2014	33,136	2014	33,136
2014	195,000	58,278	253,278	2015	29,139	2015	29,139
2015	210,000	50,088	260,088	2016	25,044	2016	25,044
2016	215,000	41,058	256,058	2017	20,529	2017	20,529
2017	225,000	31,704	256,704	2018	15,852	2018	15,852
2018	240,000	21,806	261,806	2019	10,903	2019	10,903
2019	250,000	11,124	261,124	2020	5,562	2020	5,562
	<u>1,710,000</u>	<u>353,982</u>	<u>2,063,982</u>		<u>176,991</u>		<u>176,991</u>

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Long-Term Debt Requirements**

**General Obligation Waterworks and Sewerage Alternate Revenue Source Bonds of 2006  
April 30, 2013**

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Date of Issue	July 26, 2006
Date of Maturity	May 1, 2022
Authorized Issue	\$3,000,000
Denomination of Bonds	\$5,000
Interest Rates	3.90% to 4.20%
Interest Dates	May 1 and November 1
Principal Maturity Date	May 1
Payable at	J. P. Morgan Trust Company, National Association Chicago, Illinois

**CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS**

Tax Levy Year	Requirements			Interest Due on			
	Principal	Interest	Totals	May 1	Amount	Nov. 1	Amount
2012	\$ 95,000	104,932	199,932	2013	53,416	2013	51,516
2013	230,000	98,432	328,432	2014	51,516	2014	46,916
2014	240,000	88,972	328,972	2015	46,916	2015	42,056
2015	250,000	78,987	328,987	2016	42,056	2016	36,931
2016	260,000	68,500	328,500	2017	36,931	2017	31,569
2017	275,000	57,432	332,432	2018	31,569	2018	25,863
2018	290,000	45,708	335,708	2019	25,863	2019	19,845
2019	300,000	33,390	333,390	2020	19,845	2020	13,545
2020	315,000	20,475	335,475	2021	13,545	2021	6,930
2021	330,000	6,930	336,930	2022	6,930	2022	-
	<u>2,585,000</u>	<u>603,758</u>	<u>3,188,758</u>		<u>328,587</u>		<u>275,171</u>

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Long-Term Debt Requirements**

**General Obligation Limited Tax Refunding Bonds of 2008  
April 30, 2013**

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Date of Issue	December 15, 2008
Date of Maturity	December 15, 2019
Authorized Issue	\$1,710,000
Denomination of Bonds	\$5,000
Interest Rates	2.50% to 4.20%
Interest Dates	June 15 and December 15
Principal Maturity Date	December 15
Payable at	New York Mellon Trust Company
	Chicago, Illinois

**CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS**

Tax Levy Year	Requirements			Interest Due on			
	Principal	Interest	Totals	June 15	Amount	Dec. 15	Amount
2012	\$ 165,000	48,328	213,328	2013	24,164	2013	24,164
2013	170,000	43,378	213,378	2014	21,689	2014	21,689
2014	180,000	37,852	217,852	2015	18,926	2015	18,926
2015	185,000	31,552	216,552	2016	15,776	2016	15,776
2016	190,000	24,615	214,615	2017	12,307	2017	12,308
2017	205,000	17,015	222,015	2018	8,507	2018	8,508
2018	205,000	8,610	213,610	2019	4,305	2019	4,305
	<u>1,300,000</u>	<u>211,350</u>	<u>1,511,350</u>		<u>105,674</u>		<u>105,676</u>

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Long-Term Debt Requirements**

**General Obligation Alternate Refunding Bonds of 2010A  
April 30, 2013**

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Date of Issue	April 1, 2010
Date of Maturity	December 15, 2030
Authorized Issue	\$11,570,000
Denomination of Bonds	\$5,000
Interest Rates	3.00% to 4.30%
Interest Dates	June 15 and December 15
Principal Maturity Date	December 15
Payable at	New York Mellon Trust Company Chicago, Illinois

**CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS**

Tax Levy Year	Requirements			Interest Due on			
	Principal	Interest	Totals	June 15	Amount	Dec. 15	Amount
2012	\$ -	473,255	473,255	2013	236,628	2013	236,627
2013	75,000	473,255	548,255	2014	236,628	2014	236,627
2014	75,000	471,005	546,005	2015	235,502	2015	235,503
2015	75,000	469,755	544,755	2016	234,377	2016	235,378
2016	75,000	465,505	540,505	2017	233,252	2017	232,253
2017	75,000	464,255	539,255	2018	232,127	2018	232,128
2018	75,000	461,255	536,255	2019	230,627	2019	230,628
2019	75,000	458,255	533,255	2020	229,127	2020	229,128
2020	830,000	455,255	1,285,255	2021	227,627	2021	227,628
2021	860,000	422,055	1,282,055	2022	211,027	2022	211,028
2022	895,000	387,655	1,282,655	2023	193,827	2023	193,828
2023	935,000	351,855	1,286,855	2024	175,927	2024	175,928
2024	970,000	314,455	1,284,455	2025	157,227	2025	157,228
2025	1,015,000	275,655	1,290,655	2026	137,827	2026	137,828
2026	1,055,000	235,055	1,290,055	2027	117,527	2027	117,528
2027	1,435,000	192,855	1,627,855	2028	96,427	2028	96,428
2028	1,500,000	131,150	1,631,150	2029	65,575	2029	65,575
2029	1,550,000	66,650	1,616,650	2030	33,325	2030	33,325
	<u>11,570,000</u>	<u>6,569,180</u>	<u>18,139,180</u>		<u>3,284,584</u>		<u>3,284,596</u>

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Long-Term Debt Requirements**

**General Obligation Alternate Refunding Bonds of 2010B  
April 30, 2013**

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Date of Issue	April 1, 2010
Date of Maturity	December 15, 2027
Authorized Issue	\$3,245,000
Denomination of Bonds	\$5,000
Interest Rates	3.00% to 5.875%
Interest Dates	June 15 and December 15
Principal Maturity Date	December 15
Payable at	New York Mellon Trust Company Chicago, Illinois

**CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS**

Tax Levy Year	Requirements			Interest Due on			
	Principal	Interest	Totals	June 15	Amount	Dec. 15	Amount
2012	\$ -	161,712	161,712	2013	80,856	2013	80,856
2013	170,000	161,712	331,712	2014	80,856	2014	80,856
2014	175,000	156,612	331,612	2015	78,306	2015	78,306
2015	180,000	150,492	330,492	2016	75,246	2016	75,246
2016	190,000	143,288	333,288	2017	71,644	2017	71,644
2017	200,000	135,212	335,212	2018	67,606	2018	67,606
2018	210,000	126,462	336,462	2019	63,231	2019	63,231
2019	220,000	116,750	336,750	2020	58,375	2020	58,375
2020	230,000	105,750	335,750	2021	52,875	2021	52,875
2021	240,000	94,250	334,250	2022	47,125	2022	47,125
2022	255,000	81,350	336,350	2023	40,675	2023	40,675
2023	270,000	67,644	337,644	2024	33,822	2024	33,822
2024	285,000	52,456	337,456	2025	26,228	2025	26,228
2025	300,000	36,424	336,424	2026	18,212	2026	18,212
2026	320,000	18,800	338,800	2027	9,400	2027	9,400
	<u>3,245,000</u>	<u>1,608,914</u>	<u>4,853,914</u>		<u>804,457</u>		<u>804,457</u>

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Long-Term Debt Requirements**

**General Obligation Alternate Refunding Bonds of 2010C  
April 30, 2013**

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Date of Issue	October 26, 2010
Date of Maturity	December 15, 2020
Authorized Issue	\$3,840,000
Denomination of Bonds	\$5,000
Interest Rates	2.00% to 2.75%
Interest Dates	June 15 and December 15
Principal Maturity Date	December 15
Payable at	New York Mellon Trust Company Chicago, Illinois

**CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS**

Tax Levy Year	Requirements			Interest Due on			
	Principal	Interest	Totals	June 15	Amount	Dec. 15	Amount
2012	\$ 50,000	92,775	142,775	2013	46,388	2013	46,387
2013	490,000	91,775	581,775	2014	45,888	2014	45,887
2014	505,000	81,975	586,975	2015	40,988	2015	40,987
2015	510,000	69,350	579,350	2016	34,675	2016	34,675
2016	525,000	56,600	581,600	2017	28,300	2017	28,300
2017	540,000	43,475	583,475	2018	21,738	2018	21,737
2018	550,000	29,975	579,975	2019	14,988	2019	14,987
2019	570,000	15,675	585,675	2020	7,838	2020	7,837
	<u>3,740,000</u>	<u>481,600</u>	<u>4,221,600</u>		<u>240,803</u>		<u>240,797</u>

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Long-Term Debt Requirements**

**General Obligation Alternate Refunding Bonds of 2010D  
April 30, 2013**

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Date of Issue	October 26, 2010
Date of Maturity	December 15, 2017
Authorized Issue	\$470,000
Denomination of Bonds	\$5,000
Interest Rates	2.00% to 2.60%
Interest Dates	June 15 and December 15
Principal Maturity Date	December 15
Payable at	New York Mellon Trust Company Chicago, Illinois

**CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS**

Tax Levy Year	Requirements			Interest Due on			
	Principal	Interest	Totals	June 15	Amount	Dec. 15	Amount
2012	\$ 65,000	7,890	72,890	2013	3,945	2013	3,945
2013	70,000	6,590	76,590	2014	3,295	2014	3,295
2014	70,000	5,190	75,190	2015	2,595	2015	2,595
2015	70,000	3,440	73,440	2016	1,720	2016	1,720
2016	65,000	1,690	66,690	2017	845	2017	845
	<u>340,000</u>	<u>24,800</u>	<u>364,800</u>		<u>12,400</u>		<u>12,400</u>

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Long-Term Debt Requirements**

**General Obligation Bonds of 2012A**

**April 30, 2013**

Date of Issue	November 27, 2012
Date of Maturity	December 15, 2031
Authorized Issue	\$5,000,000
Denomination of Bonds	\$5,000
Interest Rates	2.00% to 2.40%
Interest Dates	June 15 and December 15
Principal Maturity Date	December 15
Payable at	New York Mellon Trust Company Chicago, Illinois

**CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS**

Tax Levy Year	Requirements			Interest Due on			
	Principal	Interest	Totals	June 15	Amount	Dec. 15	Amount
2012	\$ -	109,541	109,541	2013	57,379	2013	52,162
2013	195,000	104,325	299,325	2014	52,163	2014	52,162
2014	205,000	100,425	305,425	2015	50,213	2015	50,212
2015	210,000	96,325	306,325	2016	48,163	2016	48,162
2016	220,000	92,125	312,125	2017	46,063	2017	46,062
2017	230,000	87,725	317,725	2018	43,863	2018	43,862
2018	235,000	83,125	318,125	2019	41,563	2019	41,562
2019	245,000	78,425	323,425	2020	39,213	2020	39,212
2020	255,000	73,525	328,525	2021	36,763	2021	36,762
2021	265,000	68,425	333,425	2022	34,213	2022	34,212
2022	280,000	63,125	343,125	2023	31,563	2023	31,562
2023	290,000	57,525	347,525	2024	28,763	2024	28,762
2024	300,000	51,725	351,725	2025	25,863	2025	25,862
2025	310,000	45,725	355,725	2026	22,863	2026	22,862
2026	325,000	39,525	364,525	2027	19,763	2027	19,762
2027	340,000	32,700	372,700	2028	16,350	2028	16,350
2028	350,000	25,390	375,390	2029	12,695	2029	12,695
2029	365,000	17,515	382,515	2030	8,758	2030	8,757
2030	380,000	9,120	389,120	2031	4,560	2031	4,560
	<u>5,000,000</u>	<u>1,236,316</u>	<u>6,236,316</u>		<u>620,774</u>		<u>615,542</u>

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Long-Term Debt Requirements**

**General Obligation Waterworks and Sewerage Alternate Revenue Source Bonds of 2012B  
April 30, 2013**

Date of Issue	November 27, 2012
Date of Maturity	May 1, 2032
Authorized Issue	\$4,200,000
Denomination of Bonds	\$5,000
Interest Rates	2.00% to 2.50%
Interest Dates	May 1 and November 1
Principal Maturity Date	May 1
Payable at	New York Mellon Trust Company Chicago, Illinois

**CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS**

Tax Levy Year	Requirements			Interest Due on			
	Principal	Interest	Totals	May 1	Amount	Nov. 1	Amount
2012	\$ -	82,479	82,479	2013	38,029	2013	44,450
2013	150,000	87,400	237,400	2014	44,450	2014	42,950
2014	160,000	84,300	244,300	2015	42,950	2015	41,350
2015	165,000	81,050	246,050	2016	41,350	2016	39,700
2016	170,000	77,700	247,700	2017	39,700	2017	38,000
2017	175,000	74,250	249,250	2018	38,000	2018	36,250
2018	185,000	70,650	255,650	2019	36,250	2019	34,400
2019	190,000	66,900	256,900	2020	34,400	2020	32,500
2020	200,000	63,000	263,000	2021	32,500	2021	30,500
2021	205,000	58,950	263,950	2022	30,500	2022	28,450
2022	215,000	54,750	269,750	2023	28,450	2023	26,300
2023	225,000	50,350	275,350	2024	26,300	2024	24,050
2024	235,000	45,750	280,750	2025	24,050	2025	21,700
2025	245,000	40,950	285,950	2026	21,700	2026	19,250
2026	255,000	35,822	290,822	2027	19,250	2027	16,572
2027	265,000	30,296	295,296	2028	16,573	2028	13,723
2028	275,000	24,354	299,354	2029	13,724	2029	10,630
2029	285,000	17,982	302,982	2030	10,630	2030	7,352
2030	295,000	11,166	306,166	2031	7,353	2031	3,813
2031	305,000	3,813	308,813	2032	3,813	2032	-
	<u>4,200,000</u>	<u>1,061,912</u>	<u>5,261,912</u>		<u>549,972</u>		<u>511,940</u>

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Long-Term Debt Requirements**

**IEPA Sewer Revenue Bonds of 1999**

**April 30, 2013**

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Date of Issue	March 1, 1995
Date of Maturity	September 1, 2014
Authorized Issue	\$2,854,333
Interest Rates	3.015%
Interest Dates	March 1 and September 1
Principal Maturity Date	March 1 and September 1
Payable at	Illinois Environmental Protection Agency

**CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS**

Fiscal Year	Requirements		Totals
	Principal	Interest	
2014	\$ 189,673	7,224	196,897
2015	96,988	1,463	98,451
	286,661	8,687	295,348

## **STATISTICAL SECTION**

### **(Unaudited)**

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

#### **Financial Trends**

These schedules contain trend information to help the reader understand how the Village's financial performance and well-being have changed over time.

#### **Revenue Capacity**

These schedules contain information to help the reader assess the Village's most significant local revenue sources.

#### **Debt Capacity**

These schedules present information to help the reader assess the affordability of the Village's current levels of outstanding debt and the Village's ability to issue additional debt in the future.

#### **Demographic and Economic Information**

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

#### **Operating Information**

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

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Net Position by Component - Last Ten Fiscal Years  
April 30, 2013 (Unaudited)**

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**See Following Page**

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Net Position by Component - Last Ten Fiscal Years  
April 30, 2013 (Unaudited)**

	2004	2005	2006
<b>Governmental Activities</b>			
Net Investment in Capital Assets	\$ 23,528,062	24,520,248	130,700,298
Restricted	1,201,639	1,725,315	1,206,999
Unrestricted	10,210,430	10,398,325	12,579,529
<b>Total Governmental Activities Net Position</b>	<b>34,940,131</b>	<b>36,643,888</b>	<b>144,486,826</b>
<b>Business-Type Activities</b>			
Net Investment in Capital Assets	18,271,947	18,071,513	18,046,127
Unrestricted	2,845,264	1,922,287	813,404
<b>Total Business-Type Activities Net Position</b>	<b>21,117,211</b>	<b>19,993,800</b>	<b>18,859,531</b>
<b>Primary Government</b>			
Net Investment in Capital Assets	41,800,009	42,591,761	148,746,425
Restricted	1,201,639	1,725,315	1,206,999
Unrestricted	13,055,694	12,320,612	13,392,933
<b>Total Primary Government Net Position</b>	<b>56,057,342</b>	<b>56,637,688</b>	<b>163,346,357</b>

Data Source: Village Records

The Village implemented GASB 34 in Fiscal Year 2004.

2007	2008	2009	2010	2011	2012	2013
145,149,599	146,129,781	151,837,268	155,042,487	152,790,891	151,632,425	149,549,586
1,298,287	1,338,773	1,225,206	1,036,836	1,930,223	1,806,307	2,751,346
18,116,079	19,795,069	14,285,053	3,369,441	6,265,532	9,800,419	14,229,988
164,563,965	167,263,623	167,347,527	159,448,764	160,986,646	163,239,151	166,530,920
16,156,592	16,895,822	17,292,192	17,379,271	17,002,713	16,457,414	17,455,144
2,584,234	805,916	(2,340,559)	3,336,604	2,148,206	2,488,606	1,396,653
18,740,826	17,701,738	14,951,633	20,715,875	19,150,919	18,946,020	18,851,797
161,306,191	163,025,603	169,129,460	172,421,758	169,793,604	168,089,839	167,004,730
1,298,287	1,338,773	1,225,206	1,036,836	1,930,223	1,806,307	2,751,346
20,700,313	20,600,985	11,944,494	6,706,045	8,413,738	12,289,025	15,626,641
183,304,791	184,965,361	182,299,160	180,164,639	180,137,565	182,185,171	185,382,717

VILLAGE OF LIBERTYVILLE, ILLINOIS

Changes in Net Position - Last Ten Fiscal Years  
April 30, 2013 (Unaudited)

	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
<b>Expenses</b>										
<b>Governmental Activities</b>										
General Government	\$ 2,684,660	2,767,055	2,594,575	2,468,057	2,815,826	2,857,313	2,850,107	2,471,416	2,630,190	2,435,465
Community Development	1,030,429	968,502	1,034,897	1,136,810	1,286,825	1,315,490	1,327,110	1,241,044	1,311,039	1,331,882
Public Safety	11,349,821	11,204,047	13,666,355	11,073,209	12,893,235	13,343,437	13,318,393	13,865,295	13,821,741	14,513,947
Public Works	2,275,270	2,011,215	3,225,742	3,730,768	3,848,776	3,963,080	3,996,726	3,928,442	3,868,391	4,076,596
Parks and Recreation	3,772,294	3,550,485	3,080,371	3,091,115	3,194,934	3,095,859	2,933,418	2,858,784	2,803,764	2,811,451
Economic Development	109,275	703,633	124,291	939,443	695,858	1,651,999	487,576	2,708,857	2,917,982	2,796,285
Interest on Long-Term Debt	409,403	305,035	269,242	234,969	193,187	193,112	86,254	103,998	57,295	109,963
Total Governmental Activities Expenses	21,631,152	21,509,972	23,995,473	22,674,371	24,928,641	26,420,290	24,999,584	27,177,836	27,410,402	28,075,589
<b>Business-Type Activities</b>										
Waterworks and Sewerage	6,734,485	6,507,588	7,303,198	7,047,807	7,374,060	7,575,730	7,260,535	8,025,210	7,434,983	7,994,677
Libertyville Sports Complex	5,178,720	4,553,222	3,987,449	3,834,185	4,141,989	3,767,660	3,556,043	3,379,087	3,400,155	3,305,697
Total Business-Type Activities Net Assets	11,913,205	11,060,810	11,290,647	10,881,992	11,516,049	11,343,390	10,816,578	11,404,297	10,835,138	11,300,374
Total Primary Government Expenses	33,544,357	32,570,782	35,286,120	33,556,363	36,444,690	37,763,680	35,816,162	38,582,133	38,245,540	39,375,963
<b>Program Revenues</b>										
<b>Governmental Activities</b>										
<b>Charges for Services</b>										
General Government	2,143,973	3,041,474	3,272,877	4,109,949	3,940,484	4,058,357	3,746,656	3,803,987	4,279,235	4,584,087
Community Development	138,654	196,770	330,339	423,194	299,923	385,513	293,603	258,792	412,641	366,961
Public Safety	2,688,795	2,473,544	2,656,464	2,773,671	3,092,050	3,184,475	3,225,790	3,380,120	3,706,711	3,866,375
Parks and Recreation	1,231,096	1,196,794	1,320,083	1,291,404	1,294,725	1,219,846	1,204,507	1,244,862	1,318,077	1,194,394
Capital Grants/Contributions	602,715	618,286	669,307	601,837	704,992	874,399	533,583	977,802	692,390	1,116,419
Total Governmental Activities Program Revenues	6,805,233	7,526,868	8,249,070	9,200,055	9,332,174	9,722,590	9,004,139	9,665,563	10,409,054	11,128,236
<b>Business-Type Activities</b>										
<b>Charges for Services</b>										
Waterworks and Sewerage	6,408,995	6,336,099	6,911,448	6,803,946	6,261,728	5,837,221	5,766,417	6,906,343	7,395,741	8,102,600
Libertyville Sports Complex	3,696,439	3,613,227	3,223,825	3,075,067	3,213,660	2,704,025	2,363,709	2,315,181	2,544,891	2,714,129
Capital Grants/Contributions	-	-	-	695,648	829,396	31,500	-	-	108,937	41,450
Total Business-Type Activities Program Revenues	10,105,434	9,949,326	10,135,273	10,574,661	10,304,784	8,572,746	8,130,126	9,221,524	10,049,569	10,858,179
Total Primary Government Program Revenues	16,910,667	17,476,194	18,384,343	19,774,716	19,636,958	18,295,336	17,134,265	18,887,087	20,458,623	21,986,415

	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
<b>Net (Expense) Revenue</b>										
Governmental Activities	\$ (14,825,919)	(13,983,104)	(15,746,403)	(13,474,316)	(15,596,467)	(16,697,700)	(15,995,445)	(17,512,273)	(17,001,348)	(16,947,353)
Business-Type Activities	(1,807,771)	(1,111,484)	(1,155,374)	(307,331)	(1,211,265)	(2,770,644)	(2,686,452)	(2,182,773)	(785,569)	(442,195)
<b>Total Primary Government Net Revenue (Expense)</b>	<b>(16,633,690)</b>	<b>(15,094,588)</b>	<b>(16,901,777)</b>	<b>(13,781,647)</b>	<b>(16,807,732)</b>	<b>(19,468,344)</b>	<b>(18,681,897)</b>	<b>(19,695,046)</b>	<b>(17,786,917)</b>	<b>(17,389,548)</b>
<b>General Revenues and Other Changes in Net Position</b>										
Governmental Activities										
Taxes										
Property Taxes	5,523,186	5,938,095	6,405,525	6,868,027	7,199,409	7,519,390	8,003,971	8,265,208	8,675,085	8,980,556
Other Taxes	372,206	362,902	429,598	431,258	447,149	404,664	849,687	2,772,708	2,501,968	2,222,533
Intergovernmental										
Sales and Use Taxes	7,840,044	7,420,912	7,735,611	7,569,381	7,304,853	6,086,067	5,649,260	6,084,335	6,143,233	6,412,366
Income Taxes	1,253,563	1,404,226	1,584,940	1,748,207	1,909,785	1,889,000	1,600,904	1,664,499	1,736,561	1,888,088
Other	105,305	87,424	74,214	476,047	85,138	183,490	78,270	159,300	213,390	218,014
Interest Income	278,943	184,131	431,533	837,852	885,382	391,979	85,192	14,115	7,061	32,348
Miscellaneous	396,933	386,081	387,140	2,288,709	361,404	203,324	224,398	545,990	546,555	817,217
Transfers - Internal Activity	104,980	103,090	103,690	102,975	103,005	103,690	(8,395,000)	(456,000)	(570,000)	(332,000)
<b>Total Governmental Activities</b>	<b>15,875,160</b>	<b>15,886,861</b>	<b>17,152,251</b>	<b>20,322,456</b>	<b>18,296,125</b>	<b>16,781,604</b>	<b>8,096,682</b>	<b>19,050,155</b>	<b>19,253,853</b>	<b>20,239,122</b>
Business-Type Activities										
Taxes										
Property Taxes	26,784	26,784	26,784	31,542	24,637	25,479	25,498	-	-	-
Interest Income	120,813	56,379	90,327	252,059	242,545	90,748	22,196	8,213	1,921	7,972
Miscellaneous	8,000	8,000	8,000	8,000	8,000	8,000	8,000	153,604	8,749	8,000
Transfers - Internal Activity	(104,980)	(103,090)	(103,690)	(102,975)	(103,005)	(103,690)	8,395,000	456,000	570,000	332,000
<b>Total Business-Type Activities</b>	<b>50,617</b>	<b>(11,927)</b>	<b>21,421</b>	<b>188,626</b>	<b>172,177</b>	<b>20,537</b>	<b>8,450,694</b>	<b>617,817</b>	<b>580,670</b>	<b>347,972</b>
<b>Total Primary Government</b>	<b>15,925,777</b>	<b>15,874,934</b>	<b>17,173,672</b>	<b>20,511,082</b>	<b>18,468,302</b>	<b>16,802,141</b>	<b>16,547,376</b>	<b>19,667,972</b>	<b>19,834,523</b>	<b>20,587,094</b>
<b>Changes in Net Position</b>										
Governmental Activities	1,049,241	1,903,757	1,405,848	6,848,140	2,699,658	83,904	(7,898,763)	1,537,882	2,252,505	3,291,769
Business-Type Activities	(1,757,154)	(1,123,411)	(1,133,953)	(118,705)	(1,039,088)	(2,750,107)	5,764,242	(1,564,956)	(204,899)	(94,223)
<b>Total Primary Government</b>	<b>(707,913)</b>	<b>780,346</b>	<b>271,895</b>	<b>6,729,435</b>	<b>1,660,570</b>	<b>(2,666,203)</b>	<b>(2,134,521)</b>	<b>(27,074)</b>	<b>2,047,606</b>	<b>3,197,546</b>

Data Source: Village Records

The Village implemented GASB 34 in Fiscal Year 2004.

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Fund Balances of Governmental Funds - Last Ten Fiscal Years  
April 30, 2013 (Unaudited)**

	2004	2005	2006	2007
<b>General Fund</b>				
Reserved	\$ 916,115	774,395	838,445	969,572
Unreserved	9,528,874	9,567,686	9,706,124	10,658,159
Nonspendable	-	-	-	-
Restricted	-	-	-	-
Unassigned	-	-	-	-
<b>Total General Fund</b>	<b>10,444,989</b>	<b>10,342,081</b>	<b>10,544,569</b>	<b>11,627,731</b>
<b>All Other Governmental Funds</b>				
Reserved	926,948	923,409	945,150	1,909,238
Unreserved, Reported in:				
Special Revenues Funds	429,909	552,921	726,535	-
Debt Service Funds	-	-	-	-
Capital Improvement Funds	553,721	1,292,885	985,563	2,433,476
TIF Construction Funds	(72,073)	380,723	1,898,884	4,613,664
Nonspendable	-	-	-	-
Restricted	-	-	-	-
Committed	-	-	-	-
Assigned	-	-	-	-
<b>Governmental Funds</b>	<b>1,838,505</b>	<b>3,149,938</b>	<b>4,556,132</b>	<b>8,956,378</b>

Data Source: Village Records

The Village implemented GASB 54 in Fiscal Year 2011.

2008	2009	2010	2011	2012	2013
1,117,762	1,082,056	1,302,726	-	-	-
10,447,178	9,767,586	1,378,303	-	-	-
-	-	-	956,359	1,021,714	1,431,931
-	-	-	642,230	727,166	953,617
-	-	-	3,213,604	5,988,654	8,468,691
11,564,940	10,849,642	2,681,029	4,812,193	7,737,534	10,854,239
2,018,181	1,903,254	1,699,788	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
2,843,754	1,779,700	1,349,350	-	-	-
5,943,715	2,395,970	175,328	-	-	-
-	-	-	10,877	10,025	9,046
-	-	-	1,322,866	1,102,360	1,861,845
-	-	-	1,255,236	1,282,864	1,349,535
-	-	-	2,145,345	2,625,343	8,293,193
10,805,650	6,078,924	3,224,466	4,734,324	5,020,592	11,513,619

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**General Governmental Revenues By Source - Last Ten Fiscal Years  
(In Thousands)  
April 30, 2013 (Unaudited)**

<b>Fiscal Year</b>	<b>2004</b>	<b>2005</b>	<b>2006</b>	<b>2007</b>
Taxes	\$ 5,895	6,301	6,835	7,300
Licenses and Permits	1,324	1,888	1,863	2,468
Intergovernmental	9,802	9,531	10,065	10,395
Charges for Services	4,679	4,795	5,475	5,943
Fines and Forfeits	200	226	241	187
Interest	252	171	422	816
Miscellaneous	397	386	387	2,289
<b>Total</b>	<b>22,549</b>	<b>23,298</b>	<b>25,288</b>	<b>29,398</b>

Note: Includes General, Special Revenue, Debt Service and Capital Projects Funds.

Data Source: Village Records

2008	2009	2010	2011	2012	2013
7,647	7,924	8,854	11,038	11,177	11,203
2,184	2,256	1,745	1,352	1,508	1,673
10,005	8,717	7,862	8,886	8,786	9,635
6,210	6,262	6,453	6,909	7,608	7,668
233	330	272	426	600	671
857	386	82	14	6	29
361	203	224	546	547	817
<b>27,497</b>	<b>26,078</b>	<b>25,492</b>	<b>29,171</b>	<b>30,232</b>	<b>31,696</b>

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**General Governmental Expenditures By Function - Last Ten Fiscal Years**

**(In Thousands)**

**April 30, 2013 (Unaudited)**

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Function	2004	2005	2006	2007
General Government	\$ 2,369	2,454	2,465	2,443
Community Development	1,004	945	1,035	1,137
Public Safety	10,730	10,740	11,944	12,393
Public Works	2,618	2,052	2,084	2,075
Parks and Recreation	2,855	2,659	2,792	2,803
Economic Development	604	704	124	939
Capital Outlay	439	978	1,866	765
Debt Service				
Principal	1,170	1,140	1,190	1,215
Interest and Fiscal Charges	444	320	283	246
Total	<u>22,233</u>	<u>21,992</u>	<u>23,783</u>	<u>24,016</u>

Note: Includes General, Special Revenue, Debt Service and Capital Projects Funds.

Data Source: Village Records

2008	2009	2010	2011	2012	2013
2,683	2,739	2,584	2,381	2,546	2,644
1,287	1,315	1,327	1,241	1,311	1,332
12,737	13,095	13,224	13,724	13,741	14,405
2,345	2,190	2,133	2,047	1,988	2,191
2,909	2,807	2,631	2,595	2,540	2,550
696	5,456	4,780	1,855	2,880	2,006
1,706	2,546	1,153	968	1,155	1,333
1,240	1,310	195	180	220	225
211	197	93	105	69	119
25,814	31,655	28,120	25,096	26,450	26,805

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Changes in Fund Balances for Governmental Funds - Last Ten Fiscal Years  
(In Thousands)  
April 30, 2013 (Unaudited)**

	2004	2005	2006	2007
<b>Revenues</b>				
Taxes	\$ 5,895	6,301	6,835	7,300
Licenses and Permits	1,324	1,888	1,863	2,468
Intergovernmental	9,802	9,531	10,065	10,395
Charges for Services	4,679	4,795	5,475	5,943
Fines and Forfeits	200	226	241	187
Investment Income	252	171	422	816
Miscellaneous	397	386	387	2,289
<b>Total Revenues</b>	<b>22,549</b>	<b>23,298</b>	<b>25,288</b>	<b>29,398</b>
<b>Expenditures</b>				
General Government	2,369	2,454	2,465	2,443
Community Development	1,004	945	1,035	1,137
Public Safety	10,730	10,740	11,944	12,393
Public Works	2,618	2,052	2,084	2,075
Parks and Recreation	2,855	2,659	2,792	2,803
Economic Development	604	704	124	939
Capital Outlay	439	978	1,866	765
Debt Service				
Principal	1,170	1,140	1,190	1,215
Interest and Fiscal Charges	444	320	283	246
<b>Total Expenditures</b>	<b>22,233</b>	<b>21,992</b>	<b>23,783</b>	<b>24,016</b>
<b>Excess of Revenues Over (Under) Expenditures</b>	<b>316</b>	<b>1,306</b>	<b>1,505</b>	<b>5,382</b>
<b>Other Financing Sources (Uses)</b>				
Proceeds from Bonds	2,025	-	-	-
Premium on Debt Issuance				
Payments to Escrow Agent	(1,986)	-	-	-
Transfers In	1,676	461	488	956
Transfers Out	(1,571)	(358)	(384)	(853)
	144	103	104	103
<b>Net Change in Fund Balances</b>	<b>460</b>	<b>1,409</b>	<b>1,609</b>	<b>5,485</b>
<b>Debt Service as a Percentage of Noncapital Expenditures</b>	<b>7.41%</b>	<b>6.95%</b>	<b>6.72%</b>	<b>6.28%</b>

Data Source: Village Records

2008	2009	2010	2011	2012	2013
7,647	7,924	8,854	11,038	11,177	11,203
2,184	2,256	1,745	1,352	1,508	1,673
10,005	8,717	7,862	8,886	8,786	9,635
6,210	6,262	6,453	6,909	7,608	7,668
233	330	272	426	600	671
857	386	82	14	6	29
361	203	224	546	547	817
27,497	26,078	25,492	29,171	30,232	31,696
2,683	2,739	2,584	2,381	2,546	2,644
1,287	1,315	1,327	1,241	1,311	1,332
12,737	13,095	13,224	13,724	13,741	14,405
2,345	2,190	2,133	2,047	1,988	2,191
2,909	2,807	2,631	2,595	2,540	2,550
696	5,456	4,780	1,855	2,880	2,006
1,706	2,546	1,153	968	1,155	1,333
1,240	1,310	195	180	220	225
211	197	93	105	69	119
25,814	31,655	28,120	25,096	26,450	26,805
1,683	(5,577)	(2,628)	4,075	3,782	4,891
-	1,698	-	470	-	5,000
-	(1,667)	-	7	-	51
-	(1,667)	-	(455)	-	-
479	487	939	136	132	129
(376)	(383)	(9,334)	(592)	(702)	(462)
103	135	(8,395)	(434)	(570)	4,718
1,786	(5,442)	(11,023)	3,641	3,212	9,609
6.07%	6.03%	1.27%	1.14%	1.14%	1.31%

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Assessed Value and Actual Value of Taxable Property - Last Ten Tax Levy Years  
April 30, 2013 (Unaudited)**

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Tax Levy Year	Residential Property	Farm	Commercial Property
2003	\$ 681,583,331	\$ 105,212	\$ 137,350,112
2004	736,057,028	118,812	133,554,438
2005	814,448,568	111,334	140,312,336
2006	885,318,045	109,640	156,042,710
2007	944,580,239	115,236	165,025,208
2008	982,088,516	116,705	168,486,530
2009	985,805,551	113,659	170,301,644
2010	949,232,348	115,432	173,402,106
2011	904,438,916	119,502	180,181,416
2012	835,985,887	117,882	160,206,640

Data Source: Lake County Tax Extension Division

Industrial Property	Total	Railroad	Total Assessed Value	Total Direct Tax Rate
\$ 80,107,173	\$ 899,145,828	\$ 108,939	\$ 899,254,767	0.479
84,806,924	954,537,202	121,038	954,658,240	0.474
84,670,218	1,039,542,456	124,585	1,039,667,041	0.451
86,201,916	1,127,672,311	140,056	1,127,812,367	0.435
93,665,242	1,203,385,925	158,762	1,203,544,687	0.429
106,157,054	1,256,848,805	198,871	1,257,047,676	0.434
105,589,232	1,261,810,086	211,583	1,262,021,669	0.436
103,115,145	1,225,865,031	278,056	1,226,143,087	0.466
97,800,339	1,182,540,173	287,224	1,182,827,397	0.497
96,085,518	1,092,395,927	237,644	1,092,633,571	0.565

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Direct and Overlapping Property Tax Rates - Last Ten Tax Levy Years  
April 30, 2013 (Unaudited)**

	2003	2004	2005	2006
<b>Village of Libertyville</b>				
Corporate	0.087	0.084	0.079	0.074
Street & Bridge	0.057	0.053	0.048	0.045
Fire Protection	0.078	0.075	0.070	0.067
Playgrounds and Recreation	0.031	0.030	0.029	0.029
Parks	0.031	0.030	0.029	0.029
IMRF	0.038	0.037	0.035	0.033
Police Pension	0.074	0.075	0.076	0.075
Firefighters Pension	0.057	0.055	0.052	0.052
Recreation for the Handicapped	0.000	0.011	0.011	0.011
Limited Bonds	0.026	0.000	0.000	0.000
Bonds	0.000	0.024	0.022	0.020
<b>Total Direct Tax Rate</b>	<b>0.479</b>	<b>0.474</b>	<b>0.451</b>	<b>0.435</b>
<b>Overlapping Rates</b>				
Grade School District #70	2.581	2.499	2.378	2.297
High School District #128	2.359	2.291	2.225	2.179
Lake County	0.490	0.465	0.454	0.450
Libertyville Township	0.060	0.058	0.057	0.057
Library	0.236	0.231	0.225	0.222
Other	0.526	0.516	0.498	0.487
<b>Total Direct and Overlapping Tax Rate</b>	<b>6.731</b>	<b>6.534</b>	<b>6.288</b>	<b>6.127</b>
<b>Village's Share of Total Tax Rate</b>	<b>7.12%</b>	<b>7.25%</b>	<b>7.17%</b>	<b>7.10%</b>

Data Source: Office of the County Clerk

Note: Overlapping rates are those of local and county governments that apply to property owners within the Village. Not all overlapping rates apply to all Village property owners.

2007	2008	2009	2010	2011	2012
0.073	0.072	0.062	0.066	0.072	0.081
0.044	0.044	0.038	0.039	0.045	0.048
0.066	0.064	0.055	0.061	0.067	0.076
0.030	0.030	0.026	0.029	0.031	0.034
0.030	0.030	0.026	0.029	0.031	0.034
0.032	0.032	0.028	0.031	0.031	0.035
0.072	0.078	0.097	0.100	0.104	0.115
0.051	0.056	0.077	0.080	0.083	0.097
0.011	0.011	0.012	0.013	0.014	0.015
0.000	0.000	0.000	0.000	0.000	0.000
0.020	0.017	0.015	0.018	0.019	0.030
0.429	0.434	0.436	0.466	0.497	0.565
2.247	2.278	2.283	2.431	2.518	2.839
2.136	2.163	2.179	2.324	2.399	2.580
0.444	0.453	0.464	0.505	0.554	0.608
0.057	0.058	0.059	0.058	0.060	0.065
0.219	0.222	0.223	0.238	0.254	0.282
0.478	0.481	0.487	0.509	0.539	0.593
6.010	6.089	6.131	6.531	6.821	7.532
7.14%	7.13%	7.11%	7.14%	7.29%	7.50%

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Principal Property Tax Payers - Current Year and Nine Years Ago  
April 30, 2013 (Unaudited)**

Taxpayer	2013			2004		
	Taxable Assessed Value	Rank	Percentage of Total Village Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total Village Taxable Assessed Value
Motorola	\$ 12,731,226	1	1.17%	\$ 16,999,999	1	1.89%
Hollister Incorporated	10,440,082	2	0.96%	9,830,630	2	1.09%
Medline Industries	7,638,736	3	0.70%			
Capmark Finance Inc	6,851,165	4	0.63%			
Advocate Health & Hospital Corp	6,334,245	5	0.58%	5,102,018	6	0.57%
Inland Real Estate Corporation	4,847,824	6	0.44%			
Manufacturers Life Ins. Co.	4,788,942	7	0.44%	3,582,929	10	0.40%
Bradley Operating Ltd	4,195,063	8	0.38%			
Giannoulis Enterprises	3,936,894	9	0.36%			
Wynkoop Holdings LLC	4,334,738	10	0.40%			
Bre/Technology Way III LLC				7,837,089	3	0.87%
Libertyville JV c/o Bradley				7,276,882	4	0.81%
Capital Senior Living				6,098,641	5	0.68%
Temperature Equipment Corp				4,963,623	7	0.39%
Marvin F. Poer				4,056,336	8	0.45%
Mass Mutual Life Ins				3,938,480	9	0.44%
	<u>66,098,915</u>		<u>6.05%</u>	<u>69,686,627</u>		<u>7.59%</u>

Data Source: Office of the Lake County Clerk's

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Property Tax Levies and Collections - Last Ten Fiscal Years (In Thousands)  
April 30, 2013 (Unaudited)**

Fiscal Year Ended April 30	Tax Levy Year	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
			Amount	Percentage of Levy		Amount	Percentage of Levy
2004	2003	\$ 4,365	\$ 4,279	98.03%	N/A	\$ 4,279	98.03%
2005	2004	4,589	4,520	98.50%	N/A	4,520	98.50%
2006	2005	4,766	4,756	99.79%	N/A	4,756	99.79%
2007	2006	4,981	4,904	98.45%	N/A	4,904	98.45%
2008	2007	5,238	5,166	98.63%	N/A	5,166	98.63%
2009	2008	5,456	5,447	99.84%	N/A	5,447	99.84%
2010	2009	5,502	5,497	99.91%	N/A	5,497	99.91%
2011	2010	5,714	5,695	99.67%	N/A	5,695	99.67%
2012	2011	5,879	5,874	99.91%	N/A	5,874	99.91%
2013	2012	6,173	N/A	N/A	N/A	N/A	N/A

N/A: Currently Not Available

Data Source: Village Records

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Ratios of Outstanding Debt By Type - Last Ten Fiscal Years (In Thousands)  
April 30, 2013 (Unaudited)**

Fiscal Year Ended April 30	Governmental Activities		General Obligation Bonds
	General Obligation Bonds	Installment Contracts	
2004	\$ 8,485	\$ 434	\$ 28,225
2005	7,345	361	27,875
2006	6,155	626	26,735
2007	4,940	533	28,560
2008	3,700	292	27,280
2009	2,445	1,235	25,685
2010	2,250	1,110	25,065
2011	2,085	819	24,505
2012	1,865	776	23,890
2013	6,640	522	26,441

Data Source: Village's Records

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

(1) See the Schedule of Demographic and Economic Statistics for personal income and population data.

Business-Type Activities					
IEPA Loans	Installment Contracts	Total Primary Government	Percentage of Personal Income (1)	Per Capita (1)	
\$ 1,761	\$ 108	\$ 39,013	4.65%	\$ 1,881	
1,616	108	37,305	4.45%	1,799	
1,467	40	35,023	4.18%	1,689	
1,313	27	35,373	4.22%	1,705	
1,154	76	32,502	3.88%	1,567	
991	38	30,394	3.62%	1,465	
823	13	29,261	3.49%	1,411	
649	-	28,058	3.35%	1,353	
471	-	27,002	2.70%	1,329	
287	-	33,890	3.39%	1,668	

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Ratios of General Bonded Debt Outstanding to Equalized Assessed Value  
and Net General Obligation Bonded Debt per Capita - Last Ten Fiscal Years (In Thousands)  
April 30, 2013 (Unaudited)**

Fiscal Year Ended April 30	Gross General Obligation Bonds	Less Amount Available	Total	Percentage of Equalized Assessed Value (1)	Per Capita (2)
2004	\$ 37,144	\$ 927	\$ 36,217	4.03%	\$ 365
2005	35,581	923	34,658	3.63%	310
2006	33,516	946	32,570	3.13%	251
2007	34,033	962	33,071	2.93%	192
2008	31,272	974	30,298	2.52%	1,461
2009	29,365	783	28,582	2.27%	1,378
2010	28,425	536	27,889	2.21%	1,345
2011	27,409	509	26,900	2.19%	1,324
2012	26,531	529	26,002	2.20%	1,280
2013	33,603	479	33,124	3.03%	1,631

Data Source: U.S. Census Bureau, Lake County Tax Extension Division, Village Records

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

(1) See the Ratios of Outstanding Debt by Type Schedule for Equalized Assessed Value data (Actual Taxable Value of Property).

(2) See the Demographic and Economic Statistics Schedule for the Per Capita Income data.

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Schedule of Direct and Overlapping Bonded Debt  
April 30, 2013 (Unaudited)**

Governmental Unit	Gross Debt	Percentage to Debt Applicable to Village (1)	Village's Share of Debt
Village of Libertyville	\$ 7,162,334	100.00%	\$ 7,162,334
<b>Overlapping Debt:</b>			
Libertyville School District #70	13,815,340	90.98%	12,569,196
Hawthorn School District #73	39,648,398	14.29%	5,665,756
Fremont Center School District #79	26,455,000	5.51%	1,457,671
Community High School District #128	21,995,000	36.24%	7,970,988
Mundelein High School District #120	13,455,501	5.70%	766,964
Grayslake High School District #127	36,839,176	0.04%	14,736
Lake County Community College #532	20,535,000	4.70%	965,145
Lake County	82,035,000	4.46%	3,658,761
Lake County Forest Preserve District	305,415,000	4.46%	13,621,509
Central Lake County JAWA	16,350,000	16.78%	2,743,530
Fremont Public Library District	4,400,000	3.89%	171,160
<b>Subtotal</b>	<b>580,943,415</b>		<b>49,605,415</b>
<b>Total</b>	<b>588,105,749</b>		<b>56,767,749</b>

Data Source: Lake County Clerk's Office, Illinois Tax Extension Division.

(1) Determined by ratio of assessed valuation of property subject to taxation in the Village to valuation of property subject to taxation in overlapping unit.

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Legal Debt Margin - Last Ten Fiscal Years  
April 30, 2013 (Unaudited)**

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	2004	2005	2006	2007
Assessed Valuation	<u>\$ 920,904,542</u>	<u>980,297,159</u>	<u>1,039,667,041</u>	<u>1,127,812,367</u>
Bonded Debt Limit - 8.625% of Assessed Value	79,428,017	84,550,630	89,671,282	97,273,817
Amount of Debt Applicable to Limit	<u>5,680,000</u>	<u>4,955,000</u>	<u>2,200,000</u>	<u>2,080,000</u>
Legal Debt Margin	<u>73,748,017</u>	<u>79,595,630</u>	<u>87,471,282</u>	<u>95,193,817</u>
Percentage of Legal Debt Margin to Bonded Debt Limit	<u>92.85%</u>	<u>94.14%</u>	<u>97.55%</u>	<u>97.86%</u>

Data Source: Village Records

2008	2009	2010	2011	2012	2013
1,203,544,687	1,257,047,676	1,262,021,669	1,226,143,087	1,182,827,397	1,092,633,571
103,805,729	108,420,362	108,849,369	105,754,841	102,018,863	94,239,645
1,965,000	175,000	75,000	1,615,000	1,460,000	6,300,000
101,840,729	108,245,362	108,774,369	104,139,841	100,558,863	87,939,645
98.11%	99.84%	99.93%	98.47%	98.57%	93.31%

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Demographic and Economic Statistics - Last Ten Fiscal Years  
April 30, 2013 (Unaudited)**

Fiscal Year Ended April 30	(1) Population	(1) Personal Income (in Thousands)	(2) Per Capita Personal Income	(1) Median Age	(3) School Enrollment	(4) Unemployment Rate
2004	20,742	\$ 838,516	\$ 40,426	39.2	2,714	3.64%
2005	20,742	838,516	40,426	39.2	2,656	3.22%
2006	20,742	838,516	40,426	39.2	2,650	2.60%
2007	20,742	838,516	40,426	39.2	2,637	2.50%
2008	20,742	838,516	40,426	39.2	2,576	3.50%
2009	20,742	838,516	40,426	39.2	2,700	5.20%
2010	20,742	838,516	40,426	39.2	2,742	5.60%
2011	20,315	999,823	49,216	43.0	2,507	5.10%
2012	20,315	999,823	49,216	43.0	2,574	4.70%
2013	20,315	999,823	49,216	43.0	2,535	N/A

**Data Sources:**

- (1) U.S. Bureau of the Census
- (2) Local Chamber of Commerce
- (3) School District Administrative Offices - District 70
- (4) IL Dept of Employment Security

N/A: Currently Not Available

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Principal Employers - Current Fiscal Year and Nine Fiscal Years Ago  
April 30, 2013 (Unaudited)**

Employer	2013			2004		
	Employees	Rank	Percentage of Total Village Employment	Employees	Rank	Percentage of Total Village Employment
Condell Medical Center	2,500	1	N/A	2,600	2	N/A
Motorola	2,300	2	N/A	4,000	1	N/A
Volkswagen Credit	550	3	N/A			
Hollister	548	4	N/A	350	8	N/A
Fabrication Technologies	430	5	N/A			
Lake County	403	6	N/A	515	3	N/A
Brightstar	396	7	N/A			
Libertyville School District No. 70	320	8	N/A	320	9	N/A
Commonwealth Edison	307	9	N/A	400	5	N/A
Morton Manufacturing	225	10	N/A			
Solar Corporation				500	4	N/A
Temple Steel				400	6	N/A
Libertyville Community High School No. 128				400	7	N/A
Village of Libertyville				183	10	N/A
	<u>7,979</u>		<u>N/A</u>	<u>9,668</u>		<u>N/A</u>

Data Sources: Village Community Development Department Records and U.S. Census Bureau.

N/A: Currently Not Available

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Full-Time Equivalent Village Government Employees by Function - Last Ten Fiscal Years  
April 30, 2013 (Unaudited)**

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Function	2004	2005	2006	2007
General Government				
Administration	3	3	3	3
Finance	10	9	9	9
Public Works	33	33	33	33
Police	56.5	56.5	54.5	58.0
Fire	39.5	39.5	38.5	33.0
Community Development	12	12	12	13
Water and Sewer	4	4	4	4
Parks and Recreation	29	26	26	24
Total	<u>187</u>	<u>183</u>	<u>180</u>	<u>177</u>

Data Source: Village Records

2008	2009	2010	2011	2012	2013
3	3	3	3	3	3
9	9	9	7	7	7
33	33	33	29	28	26
59.0	59.0	59.0	54.0	54.0	53.0
34.0	34.0	34.0	34.0	41.0	41.0
13	13	13	11	11	11
4	5	5	4	4	6
24	24	24	22	19	19
179	180	180	164	167	166

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Operating Indicators by Function/Program - Last Ten Fiscal Years  
April 30, 2013 (Unaudited)**

Function/Program	2004	2005	2006	2007
<b>Public Works</b>				
Forestry				
Number of Parkway Trees Planted	48	44	49	-
Number of Parkway Trees Trimmed	1,047	1,412	551	836
Fleet Services				
Number of Vehicles Maintained	111	111	111	109
Number of Equipment Maintained	51	51	51	51
Preventative Maintenance Services	1,296	1,083	1,207	1,077
<b>Public Safety</b>				
Fire				
Number of Fire Calls	1,282	1,220	N/A	1,171
Number of EMS Calls	1,874	2,014	N/A	2,243
Number of Training Hours	4,782	5,128	5,193	6,084
ISO Rating	2	2	2	2
Police				
Part I Crime	363	401	368	395
Calls for Service	26,820	20,402	20,491	21,695
State Tickets Issued	2,779	2,378	2,591	2,740
Parking Tickets Issued	3,786	5,139	4,226	4,315
<b>Community Development</b>				
Number of Building Permits Issued	1,582	1,284	1,406	1,366
Number of Building Inspections	7,371	7,058	7,103	6,741
<b>Highways and Streets</b>				
Sidewalk Replaced (Sq. Ft.)	12,663	10,115	12,637	8,562
Annual Resurfacing Program (\$)	655,000	870,000	880,000	985,000
Crack Sealing (Lbs. Installed)	10,166	21,360	29,950	-
<b>Water and Sewer</b>				
Water Main Breaks	26	32	28	16
Hydrants Flushed	361	857	1,184	335
Water Meters Read	4,200	7,550	7,331	7,393
Water Meter Service Requests	4,550	2,927	2,517	435
Water Meters Replaced	104	128	117	70
Total Distribution Pumpage (1,000 Gallons)	1,043,247	1,140,013	1,026,566	99,732
Average Daily Pumpage (1,000 Gallons)	2,866	3,121	2,737	3,217
Sanitary Sewer Televising (Feet)	16,177	28,323	1,140	12,094
Sanitary Sewer Repairs	2	1	1	-

N/A: Currently Not Available

Data Source: Village Records

2008	2009	2010	2011	2012	2013
49	36	1	1	21	121
537	210	125	235	182	115
109	109	107	105	105	105
51	51	64	60	60	60
1,207	999	1,139	1,233	1,334	1,500
1,234	1,174	1,294	1,661	1,522	N/A
2,294	2,157	2,307	2,108	2,301	N/A
8,195	7,987	6,324	5,518	6,569	N/A
2	2	4	4	4	N/A
388	391	377	N/A	318	N/A
24,364	24,283	23,117	27,886	26,631	11,013
4,624	3,620	3,294	2,988	3,462	1,329
4,861	4,861	4,574	5,027	5,110	2,341
2,418	1,201	1,171	1,371	1,424	2,734
7,130	5,877	5,436	5,300	6,020	5,824
8,742	10,490	11,884	7,256	6,395	11,343
780,000	1,263,000	805,000	977,492	896,391	181,728
30,845	22,190	24,480	24,480	-	30,000
22	31	21	31	17	24
995	421	1,234	1,501	1,300	1,353
7,434	7,465	7,471	7,511	7,523	7,555
2,485	2,305	3,180	2,902	3,290	3,967
87	64	62	88	105	97
1,088,301	975,624	929,402	953,812	923,989	980,093
2,957	2,672	2,544	2,645	2,523	2,667
17,594	87,504	4,587	905	5,104	1,978
3	19	14	11	8	17

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Capital Asset Statistics by Function/Program - Last Ten Fiscal Years  
April 30, 2013 (Unaudited)**

Function/Program	2004	2005	2006	2007
<b>Police</b>				
Stations	1	1	1	1
Patrol Units (1)	12	12	12	12
Patrol Officers	31.5	31.5	31.5	32.5
<b>Fire Stations</b>	3	3	3	3
<b>Public Works</b>				
Streets (Miles)	80	80	80	80
Sidewalks (Miles)	128.11	129.63	130.35	130.67
Streetlights	1,700	2,171	2,171	2,171
<b>Water and Sewer</b>				
Water Mains (Miles)	111	114	126	126
Fire Hydrants	1,300	1,300	1,300	1,300
Sanitary Sewers (Miles)	94	94	94	94
Manholes	2,261	2,276	2,297	2,297
Storm Sewer (Miles)	93	93	93	93

(1) Marked Police Vehicles

Data Source: Village Records

2008	2009	2010	2011	2012	2013
1	1	1	1	1	1
12	12	11	11	11	11
32.5	29.0	29.0	29.0	29.0	29.0
3	3	3	3	3	3
81	81	81	81	81	81
131.67	131.67	131.67	131.67	131.67	131.67
2,314	2,318	2,318	2,318	2,318	2,318
127	127	127	127	127	127
1,310	1,311	1,311	1,311	1,311	1,311
95	95	95	95	95	95
2,324	2,324	2,324	2,324	2,324	2,324
94	94	94	94	94	94

## **2013 DISCLOSURE**

for

### **VILLAGE OF LIBERTYVILLE**

Lake County, Illinois

CUSIP NUMBER: 531575

Relating to the following Bond Issues:

**\$2,435,000 General Obligation Refunding Bonds, Series 2004**  
**\$3,000,000 General Obligation Bonds (Waterworks and Sewerage System Alternate Revenue Source), Series 2006**  
**\$1,710,000 General Obligation Limited Tax Refunding Bonds, Series 2008**  
**\$11,570,000 General Obligation Refunding Alternate Bonds, Series 2010A**  
**\$3,245,000 Taxable General Obligation Refunding Alternate Bonds, Series 2010B**  
**\$3,840,000 General Obligation Refunding Alternate Bonds, Series 2010C**  
**\$470,000 General Obligation Refunding Alternate Bonds, Series 2010D**  
**\$5,000,000 General Obligation Bonds, Series 2012A**

and

**\$4,200,000 General Obligation Bonds**  
**(Waterworks and Sewerage System Alternate Revenue Source), Series 2012B**

**For further information please contact:**

**Patricia A. Wesolowski**  
**Director of Finance**  
**Village of Libertyville**  
**118 West Cook Street**  
**Libertyville, Illinois 60048**

**Telephone Number: (847) 918-2102**  
**Fax Number: (847) 362-9453**

## DEBT INFORMATION

### Statement of Bonded Indebtedness(1)

	Amount Applicable	Ratio To		Per Capita (2010 Census 20,315)
		Equalized Assessed	Estimated Actual	
Village EAV of Taxable Property, 2012.....	\$1,092,633,571	100.00%	33.33%	\$ 53,784.57
Estimated Actual Value, 2012.....	\$3,277,900,713	300.00%	100.00%	\$161,353.71
Direct Bonded Debt(1).....	\$ 33,595,000	3.07%	1.02%	\$ 1,653.70
Less: Self Supporting.....	(27,295,000)	(2.50%)	(0.83%)	(1,343.59)
Net Direct Bonded Debt.....	\$ 6,300,000	0.58%	0.19%	\$ 310.12
Overlapping Bonded Debt:				
Schools.....	\$ 29,410,455	2.69%	0.90%	\$ 1,447.72
All Others.....	20,194,960	1.85%	0.62%	994.09
Total Overlapping Bonded Debt.....	\$ 49,605,415	4.54%	1.51%	\$ 2,441.81
Total Net Direct & Overlapping Debt.....	\$ 55,905,415	5.12%	1.71%	\$ 2,751.93

Note: (1) Source: The Village. Excludes installment contracts.

### Legal Debt Margin(1)

2012 Equalized Assessed Valuation.....	\$1,092,633,571
Statutory Debt Limitation (8.625% of EAV).....	\$ 94,239,645

General Obligation Bonded Debt

Series 2004(2).....	\$ 1,710,000
Series 2006(2).....	2,490,000
Series 2008.....	1,300,000
Series 2010A(2).....	11,570,000
Series 2010B(2).....	3,245,000
Series 2010C(2).....	3,740,000
Series 2010D(2).....	340,000
Series 2012A.....	5,000,000
Series 2012B(2).....	4,200,000
Total General Obligation Bonded Debt.....	\$ 33,595,000

Less: Alternate Revenue Source Bonds

Series 2004(2).....	\$ (1,710,000)
Series 2006(2).....	(2,490,000)
Series 2010A(2).....	(11,570,000)
Series 2010B(2).....	(3,245,000)
Series 2010C(2).....	(3,740,000)
Series 2010D(2).....	(340,000)
Series 2012B(2).....	(4,200,000)
Total Alternate Bonds(2).....	\$(27,295,000)

Net Applicable General Obligation Bonds..... \$ 6,300,000

Other Debt

Installment Contracts (As of May 1, 2013)..... \$ 522,334

Total Other Debt.....	\$ 522,334
Total Applicable Debt.....	\$ 6,822,334
Legal Debt Margin.....	\$ 87,417,311

Notes: (1) Source: The Village.  
 (2) General obligation alternate revenue source bonds under Illinois Statutes, do not count against the overall 8.625% of EAV debt limit for general obligation bonded debt so long as the debt service levy for such bonds is abated annually and not extended.

**General Obligation Bonded Debt(1)  
(Principal Only)**

Year	Series 2004(2) (12-15)	Series 2006(2) (5-1)	Series 2008(3) (12-15)	Series 2010A(2) (12-15)	Series 2010B(2) (12-15)	Series 2010C(2) (12-15)
2013	\$ 180,000	\$ 0	\$ 165,000	\$ 0	\$ 0	\$ 50,000
2014	195,000	230,000	170,000	75,000	170,000	490,000
2015	195,000	240,000	180,000	75,000	175,000	505,000
2016	210,000	250,000	185,000	75,000	180,000	510,000
2017	215,000	260,000	190,000	75,000	190,000	525,000
2018	225,000	275,000	205,000	75,000	200,000	540,000
2019	240,000	290,000	205,000	75,000	210,000	550,000
2020	250,000	300,000	0	75,000	220,000	570,000
2021	0	315,000	0	830,000	230,000	0
2022	0	330,000	0	860,000	240,000	0
2023	0	0	0	895,000	255,000	0
2024	0	0	0	935,000	270,000	0
2025	0	0	0	970,000	285,000	0
2026	0	0	0	1,015,000	300,000	0
2027	0	0	0	1,055,000	320,000	0
2028	0	0	0	1,435,000	0	0
2029	0	0	0	1,500,000	0	0
2030	0	0	0	1,550,000	0	0
2031	0	0	0	0	0	0
2032	0	0	0	0	0	0
<b>Total</b>	<b>\$1,710,000</b>	<b>\$2,490,000</b>	<b>\$1,300,000</b>	<b>\$11,570,000</b>	<b>\$3,245,000</b>	<b>\$3,740,000</b>

Year	Series 2010D(2) (12-15)	Series 2012A (12-15)	Series 2012B(2) (5-1)	Total Debt	Cumulative Retirement	
					Amount	Percent
2013	\$ 65,000	\$ 0	\$ 0	\$ 460,000	\$ 460,000	1.37%
2014	70,000	195,000	150,000	1,745,000	2,205,000	6.56%
2015	70,000	205,000	160,000	1,805,000	4,010,000	11.94%
2016	70,000	210,000	165,000	1,855,000	5,865,000	17.46%
2017	65,000	220,000	170,000	1,910,000	7,775,000	23.14%
2018	0	230,000	175,000	1,925,000	9,700,000	28.87%
2019	0	235,000	185,000	1,990,000	11,690,000	34.80%
2020	0	245,000	190,000	1,850,000	13,540,000	40.30%
2021	0	255,000	200,000	1,830,000	15,370,000	45.75%
2022	0	265,000	205,000	1,900,000	17,270,000	51.41%
2023	0	280,000	215,000	1,645,000	18,915,000	56.30%
2024	0	290,000	225,000	1,720,000	20,635,000	61.42%
2025	0	300,000	235,000	1,790,000	22,425,000	66.75%
2026	0	310,000	245,000	1,870,000	24,295,000	72.32%
2027	0	325,000	255,000	1,955,000	26,250,000	78.14%
2028	0	340,000	265,000	2,040,000	28,290,000	84.21%
2029	0	350,000	275,000	2,125,000	30,415,000	90.53%
2030	0	365,000	285,000	2,200,000	32,615,000	97.08%
2031	0	380,000	295,000	675,000	33,290,000	99.09%
2032	0	0	305,000	305,000	33,595,000	100.00%
<b>Total</b>	<b>\$340,000</b>	<b>\$5,000,000</b>	<b>\$4,200,000</b>	<b>\$33,595,000</b>		

- Notes: (1) Source: The Village. Excludes \$522,334 of installment contracts as of May 1, 2013 and \$286,661 of an Illinois EPA Loan payable from the Waterworks and Sewerage Fund.  
(2) Alternate Revenue Source Bonds Sources of revenues are sales taxes and recreational facility revenues.  
(3) Limited Tax Bonds.

**Debt Ratios and Per Capita Debt - Last Ten Sales(1)**

Village Issue		Ratio to Estimated Actual Value				Per Capita(2)		
		Direct Debt		Direct & Overlapping Debt		Direct & Overlapping		
Sale Date	Amount	Including Self-Supporting	Excluding Self-Supporting	Including Self-Supporting	Excluding Self-Supporting	Including Self-Supporting	Excluding Self-Supporting	Estimated True Value
October 28, 2003.....	2,025,000(3) .....	1.57%	0.10%	3.44%	1.97%	4,074.38	2,328.89	118,360.09
May 11, 2004.....	2,435,000 .....	1.53%	0.10%	3.34%	1.91%	3,949.22	2,260.38	118,360.09
July 25, 2006.....	3,000,000 .....	1.13%	0.07%	2.56%	1.50%	3,229.61	2,257.59	150,371.28
December 9, 2008.....	1,710,000 .....	0.78%	0.05%	2.16%	1.44%	3,764.46	2,499.15	174,073.57
March 9, 2010.....	11,570,000 .....	0.72%	0.05%	2.09%	1.41%	3,805.25	2,571.28	181,811.93
March 9, 2010.....	3,245,000 .....	0.72%	0.05%	2.09%	1.41%	3,805.25	2,571.28	181,811.93
October 12, 2010.....	3,840,000(3) .....	0.71%	0.05%	2.10%	1.44%	3,845.59	2,629.69	182,531.34
October 12, 2010.....	470,000(3) .....	0.71%	0.05%	2.10%	1.44%	3,845.59	2,629.69	182,531.34
November 13, 2012.....	5,000,000 .....	0.97%	0.18%	2.46%	1.67%	4,301.57	2,920.58	174,673.01
November 13, 2012.....	4,200,000 .....	0.97%	0.18%	2.46%	1.67%	4,301.57	2,920.58	174,673.01

- Notes: (1) Source: Village's 2012 Comprehensive Annual Financial Report. Information derived from prior Official Statements.  
(2) Based on Census available at the time of issuance. 1990 Census - 19,174; 2000 - Census 20,742; 2010 - Census 20,315.  
(3) Final issue amounts were adjusted.

**Statement of Overlapping Debt(I)**  
(As of June 17, 2013)

	Percent of Village's 2012 Real Property In Taxing Body	Bonds Outstanding	Applicable to District	
			Percent(2)	Amount
<b>Schools:</b>				
School District No. 70 .....	80.08%	\$ 13,815,340	90.98%	\$12,569,196
School District No. 73 .....	16.00%	39,648,398	14.29%	5,665,756
School District No. 79 .....	3.92%	26,455,000	5.51%	1,457,671
High School District No. 120 .....	6.67%	13,455,501	5.70%	766,964
High School District No. 127 .....	0.04%	36,839,176	0.04%	14,736
High School District No. 128 .....	93.30%	21,995,000	36.24%	7,970,988
Community College District No. 532 .....	100.00%	20,535,000	4.70%	965,145
Total Schools .....				\$29,410,455
<b>Others:</b>				
Lake County .....	100.00%	\$ 82,035,000	4.46%	\$ 3,658,761
Lake County Forest Preserve District .....	100.00%	305,415,000	4.46%	13,621,509
Central Lake County Joint Action Water Agency .....	100.00%	16,350,000	16.78%	2,743,530
Fremont Public Library .....	3.91%	4,400,000	3.89%	171,160
Total Others .....				\$20,194,960
Total Overlapping Debt .....				\$49,605,415

Notes: (1) Source: Lake County.  
(2) Based on 2012 Equalized Assessed Valuations, the most recent available.

**PROPERTY ASSESSMENT AND TAX INFORMATION**

**Village Equalized Assessed Valuations(I)**

By Property Class	Levy Years					Percent		
	2008	2009	2010	2011	2012	Increase 2008 to 2012	Of Total	
							2008	2012
Residential .....	\$ 982,088,516	\$ 985,805,551	\$ 949,232,348	\$ 904,438,916	\$ 835,985,887	(14.88%)	78.13%	76.51%
Farm .....	116,705	113,659	115,432	119,502	117,882	1.01%	0.01%	0.01%
Commercial .....	168,486,530	170,301,644	173,402,106	180,181,416	160,206,640	(4.91%)	13.40%	14.66%
Industrial .....	106,157,054	105,589,232	103,115,145	97,800,339	96,085,518	(9.49%)	8.44%	8.79%
Railroad .....	198,871	211,583	278,056	287,224	237,644	19.50%	0.02%	0.02%
Total .....	\$1,257,047,676	\$1,262,021,669	\$1,226,143,087	\$1,182,827,397	\$1,092,633,571		100.00%	100.00%
Percent change +(-).....	4.45%(2)	0.40%	(2.84%)	(3.53%)	(7.63%)			
Gross Value .....	\$1,310,019,812	\$1,317,414,944	\$1,280,743,411	\$1,233,718,516	\$1,154,521,863			
Less: Exemptions.....	52,972,136	55,393,275	54,600,324	50,891,119	61,888,292			
Net EAV .....	\$1,257,047,676	\$1,262,021,669	\$1,226,143,087	\$1,182,827,397	\$1,092,633,571			
TIF Value .....	37,021,792	40,140,011	40,592,672	40,291,855	39,447,313			
Total for All Taxing Purposes....	\$1,294,069,468	\$1,302,161,680	\$1,266,735,759	\$1,223,119,252	\$1,132,080,884			

Notes: (1) Source: Lake County Clerk.  
(2) Percentage based on 2007 EAV of \$1,203,544,687.

**Representative Tax Rates**  
Per \$100 of Equalized Assessed Valuation(1)

	Levy Years					Maximum Allowable	Unused Margin
	2008	2009	2010	2011	2012		
Corporate .....	\$0.0720	\$0.0620	\$0.0660	\$0.0720	\$0.0810	\$0.4380	81.51%
Street and Bridge.....	0.0440	0.0380	0.0390	0.0450	0.0480	0.1000	52.00%
Fire Protection.....	0.0640	0.0550	0.0610	0.0670	0.0760	0.6000	87.33%
Playgrounds and Recreation.....	0.0300	0.0260	0.0290	0.0310	0.0340	0.2000	83.00%
Parks .....	0.0300	0.0260	0.0290	0.0310	0.0340	0.0750	54.67%
IMRF .....	0.0320	0.0280	0.0310	0.0310	0.0350	No Limit	
Police Pension .....	0.0780	0.0970	0.1000	0.1040	0.1150	No Limit	
Firefighters Pension.....	0.0560	0.0770	0.0800	0.0830	0.0970	No Limit	
Recreation for the Handicapped.....	0.0110	0.0120	0.0130	0.0140	0.0150	0.0400	62.50%
Bonds .....	<u>0.0170</u>	<u>0.0150</u>	<u>0.0180</u>	<u>0.0190</u>	<u>0.0300</u>	No Limit	
Total Village Rate.....	<u>\$0.4340</u>	<u>\$0.4360</u>	<u>\$0.4660</u>	<u>\$0.4970</u>	<u>\$0.5650</u>		
Lake County .....	0.4530	0.4640	0.5050	0.5540	0.6080		
Lake County Forest Preserve District.....	0.1990	0.2000	0.1980	0.2010	0.2120		
Libertyville Township - Road and Bridge.....	0.0440	0.0450	0.0480	0.0510	0.0570		
Libertyville Township.....	0.0580	0.0590	0.0580	0.0600	0.0650		
Cook Memorial Library District.....	0.2220	0.2230	0.2380	0.2540	0.2820		
Central Lake County Joint Action Water Agency.....	0.0420	0.0420	0.0450	0.0470	0.0520		
School District Number 70.....	2.2780	2.2830	2.4310	2.5180	2.8390		
High School District Number 128.....	2.1630	2.1790	2.3240	2.3990	2.5800		
Community College District Number 532.....	0.1960	0.2000	0.2180	0.2400	0.2720		
Total(2) .....	<u>\$6.0890</u>	<u>\$6.1310</u>	<u>\$6.5310</u>	<u>\$6.8210</u>	<u>\$7.5320</u>		
Village as a percent of Total.....	7.1%	7.1%	7.1%	7.3%	7.5%		

Notes: (1) Source: Lake County Clerk.  
(2) Representative tax rates for Libertyville Township Tax Code Number 38 which represents 73.56% of the Village's 2012 Equalized Assessed Valuation.

**Village Tax Extensions and Collections(1)**

Levy Year	Coll. Year	Taxes Extended	Taxes Collected	
			Amount	Percent
2007	2008	\$5,166,109	\$5,165,702	99.99%
2008	2009	5,455,587	5,446,999	99.84%
2009	2010	5,502,414	5,497,267	99.91%
2010	2011	5,713,827	5,694,647	99.66%
2011	2012	5,878,652	5,878,646	100.00%
2012	2013	6,173,380	-----IN COLLECTION-----	

Note: (1) Source: Lake County Treasurer.

**Principal Village Taxpayers(1)**

Taxpayer Name	Business/Service	2012 EAV(2)	Percent of Village
Motorola Inc.....	Portable and Cellular Mobile Telephones .....	\$12,731,226	1.17%
Hollister Incorporated.....	Corporate HQ and Health Care Products .....	10,440,082	0.96%
Medline Industries.....	Real Property .....	7,638,736	0.70%
Capmark Finance Inc.....	Financial Services .....	6,851,165	0.63%
Advocate Health & Hospital Corp.....	Health Services .....	6,334,245	0.58%
Inland Real Estate Corporation.....	Real Property .....	4,847,824	0.44%
Manufacturers Life Insurance Co.....	Insurance Company .....	4,788,942	0.44%
Bradley Operating Ltd.....	Shopping Center .....	4,195,063	0.38%
Giannoulis Enterprises.....	Real Property .....	3,936,894	0.36%
Wynkoop Holdings LLC.....	Real Property .....	4,334,738	0.40%
Total.....		\$66,098,915	
Ten largest as a percent of the Village's 2012 EAV (\$1,092,633,571).....			6.05%

Notes: (1) Source: Lake County Clerk.  
(2) Every effort has been made to seek out and report the largest taxpayers. However many of the taxpayers listed contain multiple parcels, and it is possible that some parcels and their valuations have been overlooked. The 2012 EAV is the most current available.

## FINANCIAL INFORMATION

### Statement of Activities Governmental Activities

	Audited Year Ended April 30				
	2009	2010	2011	2012	2013
<b>Governmental Activities(1):</b>					
General Government.....	\$ 1,201,044	\$ 896,549	\$ 1,332,571	\$ 1,649,045	\$ 2,148,622
Community Development.....	(929,977)	(1,033,507)	(982,252)	(898,398)	(964,921)
Public Safety.....	(10,158,962)	(10,092,603)	(10,485,175)	(10,115,030)	(10,647,572)
Public Works.....	(3,088,681)	(3,463,143)	(2,950,640)	(3,176,001)	(2,960,177)
Parks and Recreation.....	(1,876,013)	(1,728,911)	(1,613,922)	(1,485,687)	(1,617,057)
Economic Development.....	(1,651,999)	(487,576)	(2,708,857)	(2,917,982)	(2,796,285)
Interest of Long-Term Debt.....	(193,112)	(86,254)	(103,998)	(57,295)	(109,963)
Total Governmental Activities.....	<u>\$ (16,697,700)</u>	<u>\$ (15,995,445)</u>	<u>\$ (17,512,273)</u>	<u>\$ (17,001,348)</u>	<u>\$ (16,947,353)</u>
<b>General Revenues:</b>					
<b>Taxes:</b>					
Property Taxes.....	\$ 7,519,390	\$ 8,003,971	\$ 8,265,208	\$ 8,675,085	\$ 8,980,556
Other Taxes.....	404,664	849,687	2,772,708	2,501,968	2,222,533
<b>Intergovernmental</b>					
Sales and Use Taxes.....	6,086,067	5,649,260	6,084,335	6,143,233	6,412,366
Income Taxes.....	1,889,000	1,600,904	1,664,499	1,736,561	1,888,088
Other.....	183,490	78,270	159,300	213,390	218,014
Interest Income.....	391,979	85,192	14,115	7,061	32,348
Miscellaneous.....	203,324	224,398	545,990	546,555	817,217
Transfers - Internal Activity.....	103,690	(8,395,000)	(456,000)	(570,000)	(332,000)
Total General Revenue.....	<u>\$ 16,781,604</u>	<u>\$ 8,096,682</u>	<u>\$ 19,050,155</u>	<u>\$ 19,253,853</u>	<u>\$ 20,239,122</u>
Change in Net Assets.....	\$ 83,904	\$ (7,898,763)	\$ 1,537,882	\$ 2,252,505	\$ 3,291,769
Net Assets Beginning.....	<u>167,263,623</u>	<u>167,347,527</u>	<u>159,448,764</u>	<u>160,986,646</u>	<u>163,239,151</u>
Net Assets Ending.....	<u>\$167,347,527</u>	<u>\$159,448,764</u>	<u>\$160,986,646</u>	<u>\$163,239,151</u>	<u>\$166,530,920</u>

Note: (1) Expenses less Program Revenues for Charges for Services and Capital Grants/Contributions.

**Statement of Revenues and Expenditures  
General Fund**

	Audited Year Ended April 30				
	2009	2010	2011	2012	2013
<b>REVENUES:</b>					
Taxes.....	\$ 5,622,728	\$ 6,388,321	\$ 8,392,243	\$ 8,308,730	\$ 8,203,716
Licenses and Permits.....	1,609,199	1,250,180	860,846	868,427	1,096,105
Intergovernmental.....	7,549,932	7,328,434	7,908,134	8,093,184	8,518,468
Charges for Services.....	5,655,327	5,855,837	6,327,328	6,987,375	7,044,091
Fines and Forfeits.....	330,028	271,978	426,114	600,493	671,354
Interest.....	276,815	65,358	5,765	3,179	12,792
Miscellaneous.....	193,738	207,940	483,088	507,205	806,545
Total Revenues.....	<u>\$21,237,767</u>	<u>\$21,368,048</u>	<u>\$24,403,518</u>	<u>\$25,368,593</u>	<u>\$26,353,071</u>
<b>EXPENDITURES:</b>					
Current:					
General Government.....	\$ 2,465,902	\$ 2,321,630	\$ 2,155,051	\$ 2,237,568	\$ 2,372,033
Community Development.....	1,315,490	1,327,110	1,241,044	1,311,039	1,331,882
Public Safety.....	13,094,666	13,224,141	13,723,552	13,741,615	14,404,887
Public Works.....	2,190,399	2,133,158	2,046,389	1,987,732	2,191,091
Parks and Recreation.....	2,806,608	2,630,622	2,595,318	2,540,298	2,549,473
Total Expenditures.....	<u>\$21,873,065</u>	<u>\$21,636,661</u>	<u>\$21,761,354</u>	<u>\$21,818,252</u>	<u>\$22,849,366</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures.....	\$ (635,298)	\$ (268,613)	\$ 2,642,164	\$ 3,550,341	\$ 3,503,705
Other Financing Sources (Uses)					
Transfers In.....	\$ 0	\$ 550,000	\$ 0	\$ 0	\$ 0
Transfers Out.....	(80,000)	(8,450,000)	(511,000)	(625,000)	(387,000)
Total Other Financing Sources (Uses).....	<u>\$ (80,000)</u>	<u>\$(7,900,000)</u>	<u>\$ (511,000)</u>	<u>\$ (625,000)</u>	<u>\$ (387,000)</u>
Net Change in Fund Balances.....	\$ (715,298)	\$(8,168,613)	\$ 2,131,164	\$ 2,925,341	\$ 3,116,705
Fund Balances - Beginning.....	<u>11,564,940</u>	<u>10,849,642</u>	<u>2,681,029</u>	<u>4,812,193</u>	<u>7,737,534</u>
Fund Balances - Ending.....	<u>\$10,849,642</u>	<u>\$ 2,681,029</u>	<u>\$ 4,812,193</u>	<u>\$ 7,737,534</u>	<u>\$10,854,239</u>

**Budget and Financial Information  
General Fund**

	Budget Year Ending <u>4/30/13</u>	Actual Year Ending <u>4/30/13</u>	Budget Year Ending <u>4/30/14</u>
<b>REVENUES:</b>			
Property Taxes .....	\$ 5,932,920	\$ 5,981,183	\$ 6,170,750
Other Taxes .....	2,110,600	2,222,533	1,897,000
Sales Taxes .....	5,850,000	6,088,262	6,190,000
Income Tax .....	1,608,900	1,888,088	1,935,000
Other Intergovernmental Revenue .....	612,895	542,118	415,415
Building Permits .....	625,000	860,502	715,000
Fines and Penalties .....	404,500	671,354	487,500
Libertyville Fire Protection District .....	2,492,000	2,498,208	2,573,150
Recreation Fees .....	1,204,000	1,106,321	1,108,800
Parking Fees .....	5,000	11,190	12,000
Interest Income .....	2,000	12,792	15,000
Other Revenues .....	<u>3,450,320</u>	<u>4,470,520</u>	<u>3,297,130</u>
Total General Fund Revenues .....	\$24,298,135	\$26,353,071	\$24,816,745
<b>EXPENDITURES:</b>			
Administration .....	\$ 1,196,330	\$ 1,171,071	\$ 1,320,820
Engineering .....	246,950	242,907	243,915
Highways & Bridges .....	1,480,460	1,463,951	1,516,010
Snow Removal and Ice Control .....	326,390	317,169	288,620
Refuse and Recycling .....	158,360	136,163	157,820
Planning .....	487,660	472,193	517,080
Building .....	708,700	700,354	733,615
Economic Development .....	162,460	159,335	173,850
Police .....	7,666,970	7,604,601	7,646,855
Fire .....	6,612,400	6,458,008	6,732,595
Parks .....	1,376,790	1,318,969	1,480,995
Recreation .....	881,750	788,257	1,373,770
Swimming Pool Operations .....	332,590	325,749	360,395
Riverside Park Golf Course .....	135,300	116,498	18,460
Senior Programs .....	54,140	53,854	55,870
Emergency Management Agency .....	25,600	20,252	8,400
Legislative Boards and Committees .....	90,230	83,965	87,130
Legal .....	594,100	592,061	402,100
Central Business District .....	28,540	25,747	33,090
Community Organizations/Activities .....	188,000	185,388	190,250
Public Buildings .....	56,850	53,624	80,730
Emergency Telephone System .....	336,430	322,026	334,765
Hotel/Motel Tax .....	235,100	206,323	286,370
Other Expenditures .....	<u>46,740</u>	<u>30,901</u>	<u>44,500</u>
Total General Fund Expenditures .....	\$23,428,840	\$22,849,366	\$24,088,005
Transfers Out .....	<u>(416,410)</u>	<u>(387,000)</u>	<u>(585,345)</u>
Excess of Income over Expenses .....	\$ 452,885	\$ 3,116,705	\$ 143,395

**Statement of Net Assets  
Governmental Activities**

Audited as of April 30

	2009	2010	2011	2012	2013
<b>ASSETS:</b>					
<b>Current Assets</b>					
Cash and Investments.....	\$ 12,276,234	\$ 5,037,763	\$ 8,714,380	\$ 12,245,551	\$ 22,491,335
Receivables - Net.....	10,032,866	10,633,966	11,483,694	11,765,835	12,070,012
Internal Balances.....	6,386,325	0	0	0	0
Prepaid Items/Inventory.....	703,834	825,326	1,005,074	1,072,593	1,505,334
Total Current Assets.....	<u>\$ 29,399,259</u>	<u>\$ 16,497,055</u>	<u>\$ 21,203,148</u>	<u>\$ 25,083,979</u>	<u>\$ 36,066,681</u>
<b>Capital Assets</b>					
Land.....	\$ 98,301,694	\$ 98,301,694	\$ 98,301,694	\$ 98,301,694	\$ 98,301,694
Infrastructure.....	81,252,919	86,697,840	86,812,591	87,929,042	88,421,633
Buildings and Improvements.....	17,110,295	17,110,295	17,110,295	17,110,295	17,160,186
Machinery and Equipment.....	7,319,170	7,583,198	7,604,143	7,810,213	8,068,351
Total Capital Assets.....	<u>\$203,984,078</u>	<u>\$209,693,027</u>	<u>\$209,828,723</u>	<u>\$211,151,244</u>	<u>\$211,951,864</u>
Less: Accumulated Depreciation.....	<u>(48,466,345)</u>	<u>(51,290,978)</u>	<u>(54,133,959)</u>	<u>(56,877,765)</u>	<u>(59,581,763)</u>
Total Capital Assets.....	<u>\$155,517,733</u>	<u>\$158,402,049</u>	<u>\$155,694,764</u>	<u>\$154,273,479</u>	<u>\$152,370,101</u>
Other Assets - Net Pension Asset.....	0	12,631	42,237	135,832	200,493
Total Assets.....	<u>\$184,916,992</u>	<u>\$174,911,735</u>	<u>\$176,940,149</u>	<u>\$179,493,290</u>	<u>\$188,637,275</u>
<b>LIABILITIES:</b>					
<b>Current Liabilities</b>					
Accounts Payable.....	\$ 2,152,877	\$ 462,229	\$ 505,073	\$ 638,580	\$ 846,563
Accrued Payroll.....	561,795	546,670	528,863	556,945	553,411
Deposits Payable.....	981,472	469,308	753,536	813,288	984,990
Interest Payable.....	35,723	28,581	34,873	23,219	64,116
Other Payables.....	0	0	0	0	286,000
Unearned Revenues.....	8,145,141	8,371,529	8,746,368	8,982,916	9,259,211
Current Portion of Long Term Debt.....	941,725	890,250	909,982	1,012,237	884,950
Total Current Liabilities.....	<u>\$ 12,818,733</u>	<u>\$ 10,768,567</u>	<u>\$ 11,478,695</u>	<u>\$ 12,027,185</u>	<u>\$ 12,879,241</u>
<b>Noncurrent Liabilities:</b>					
Net Pension Obligation.....	\$ 85,467	\$ 32,022	\$ 82,031	\$ 0	\$ 0
Net Other Post-Employment Benefit Obligation.....	128,800	263,858	423,017	558,686	737,019
Compensated Absences Payable.....	1,438,180	1,543,370	1,580,695	1,631,561	1,770,169
Installment Contract Payable.....	848,285	785,154	524,065	396,707	309,926
General Obligation Bonds Payable.....	2,250,000	2,070,000	1,865,000	1,640,000	6,410,000
Total Noncurrent Liabilities.....	<u>\$ 4,750,732</u>	<u>\$ 4,694,404</u>	<u>\$ 4,474,808</u>	<u>\$ 4,226,954</u>	<u>\$ 9,227,114</u>
Total Liabilities.....	<u>\$ 17,569,465</u>	<u>\$ 15,462,971</u>	<u>\$ 15,953,503</u>	<u>\$ 16,254,139</u>	<u>\$ 22,106,355</u>
<b>NET ASSETS:</b>					
Invested in Capital Assets - Net of Related Debt.....	\$151,837,268	\$155,042,487	\$152,790,891	\$151,632,425	\$145,207,767
Restricted - Special Revenues.....	477,791	0	0	0	0
Restricted - Debt Service.....	747,415	507,799	509,297	528,983	478,994
Restricted - General Government.....	0	72,380	148,457	250,164	333,562
Restricted - Public Safety.....	0	384,741	422,498	455,709	534,241
Restricted - Economic Development.....	0	71,916	71,275	97,822	1,404,549
Unrestricted.....	14,285,053	3,369,441	7,044,228	10,274,048	18,571,807
Total Net Assets.....	<u>\$167,347,527</u>	<u>\$159,448,764</u>	<u>\$160,986,646</u>	<u>\$163,239,151</u>	<u>\$166,530,920</u>

**Balance Sheet  
General Fund**

	Audited as of April 30				
	2009	2010	2011	2012	2013
<b>ASSETS:</b>					
Cash and Investments.....	\$ 3,065,404	\$ 828,327	\$ 2,574,845	\$ 5,409,470	\$ 8,635,558
Receivables - Net of Allowances:					
Property Taxes.....	5,287,186	5,357,242	5,536,555	5,697,872	5,892,464
Other Taxes.....	1,378,634	1,335,239	1,444,676	1,419,274	1,435,079
Accounts.....	671,057	1,111,389	1,460,653	1,504,176	1,249,291
Accrued Interest.....	40,052	440	0	0	0
Due From Other Funds.....	6,387,528	0	0	0	0
Prepaid Items.....	604,265	773,689	956,359	1,021,714	1,431,931
Total Assets.....	<u>\$17,434,126</u>	<u>\$9,406,326</u>	<u>\$11,973,088</u>	<u>\$15,052,506</u>	<u>\$18,644,323</u>
<b>LIABILITIES AND FUND BALANCES:</b>					
<b>Liabilities:</b>					
Accounts Payable.....	\$ 277,193	\$ 375,341	\$ 395,085	\$ 336,286	\$ 380,045
Accrued Payroll.....	538,742	530,587	509,439	534,980	530,265
Deposits Payable.....	480,160	462,127	719,816	745,834	919,525
Due to Other Funds.....	1,203	0	0	0	0
Deferred Revenues.....	5,287,186	5,357,242	5,536,555	5,697,872	5,960,249
Total Liabilities.....	<u>\$ 6,584,484</u>	<u>\$6,725,297</u>	<u>\$ 7,160,895</u>	<u>\$ 7,314,972</u>	<u>\$ 7,790,084</u>
<b>Fund Balances:</b>					
Reserved - Prepaid Items.....	\$ 604,265	\$ 773,689	\$ 0	\$ 0	\$ 0
Reserved - Special Revenues.....	477,791	529,037	0	0	0
Nonspendable.....	0	0	956,359	1,021,714	1,431,931
Restricted.....	0	0	642,230	803,695	953,617
Unreserved.....	9,767,586	1,378,303	3,213,604	5,912,125	8,468,691
Total Fund Balances.....	<u>\$10,849,642</u>	<u>\$2,681,029</u>	<u>\$ 4,812,193</u>	<u>\$ 7,737,534</u>	<u>\$10,854,239</u>
Total Liabilities and Fund Balances.....	<u>\$17,434,126</u>	<u>\$9,406,326</u>	<u>\$11,973,088</u>	<u>\$15,052,506</u>	<u>\$18,644,323</u>

**Fund Balances and Summary of Revenues, Excess Revenues and Fund Balances**  
**Fiscal Years Ended April 30**

	Actual					Fiscal Year Ended April 30, 2013			
	2009	2010	2011	2012	2013	Revenues Including Transfers	Revenues		Fund
						Property Taxes	Total	Over (Under) Expenditures	Balance
<b>Government Fund Types</b>									
General Fund.....	\$10,849,642	\$ 2,681,029	\$ 4,812,193	\$ 7,737,534	\$10,854,239	\$ 5,594,183	\$26,353,071	\$ 3,503,705	\$10,854,239
<b>Special Revenue Funds</b>									
Foreign Fire Ins. Tax.....	0	0	0	0	0	0	0	0	0
Motor Fuel Tax.....	0	0	0	0	0	0	0	0	0
Commuter Parking.....	1,071,383	1,163,408	1,266,113	1,292,889	1,358,581	0	337,759	65,692	1,358,581
911 Emergency Telephone.....	0	0	0	0	0	0	0	0	0
Timber Creek SSA.....	0	0	0	0	0	0	0	0	0
Hotel/Motel Tax.....	0	0	0	0	0	0	0	0	0
Lucerne At Interlaken SSA.....	0	0	0	0	0	0	0	0	0
Total Special Revenue Funds.....	\$ 1,071,383	\$ 1,163,408	\$ 1,266,113	\$ 1,292,889	\$ 1,358,581	\$ 0	\$ 337,759	\$ 65,692	\$ 1,358,581
Debt Service Funds.....	\$ 783,138	\$ 536,380	\$ 544,170	\$ 552,202	\$ 543,110	\$ 227,276	\$ 227,625	\$ (83,282)	\$ 543,110
Capital Projects Funds									
(Total Including TIF).....	4,224,403	1,524,678	2,924,041	3,175,501	9,611,928	2,772,097	4,777,543	1,405,341	9,611,928
Total Governmental Funds.....	\$16,928,566	\$ 5,905,495	\$ 9,546,517	\$12,758,126	\$22,367,858	\$ 8,593,556	\$31,695,998	\$ 4,891,456	\$22,367,858
<b>Proprietary and Fiduciary Fund Types</b>									
<b>Enterprise Funds</b>									
Waterworks and Sewerage.....	\$23,646,149	\$22,207,725	\$21,120,109	\$21,091,537	\$21,256,882	\$ 0	\$ 7,925,129	\$ 129,183	\$21,256,882
Sports Complex.....	(8,694,516)	(1,491,850)	(1,969,190)	(2,145,517)	(2,405,085)	0	2,714,129	279,026	(2,405,085)
<b>Internal Service Funds</b>									
Vehicle Maintenance and Repair.....	3,011,074	3,010,197	3,122,131	3,107,818	3,500,801	0	1,607,517	373,885	3,500,801
Technology Equipment and Replacement.....	(127,809)	(35,334)	93,859	193,718	396,082	0	393,015	55,048	396,082
Wireless Equipment and Replacement.....	0	0	0	0	0	0	0	0	0
<b>Pension Fund Trusts</b>									
Police Pension.....	16,285,997	19,422,120	21,735,881	22,561,584	24,171,869	0	1,584,875	3,363,107	24,171,869
Firefighter's Pension.....	13,904,320	16,428,151	18,198,771	18,691,193	20,823,880	0	1,340,715	3,292,728	20,823,880
Total Proprietary and Fiduciary.....	\$48,025,215	\$59,541,009	\$62,301,561	\$63,500,333	\$67,744,429	\$ 0	\$15,565,380	\$ 7,492,977	\$67,744,429
Total All Funds (Memo Only).....	\$64,953,781	\$65,446,504	\$71,848,078	\$76,258,459	\$90,112,287	\$ 8,593,556	\$47,261,378	\$12,384,433	\$90,112,287
	2009	2010	2011	2012	2013				
<b>Cash and Investments at April 30:</b>									
General Fund.....	\$ 3,065,404	\$ 828,327	\$ 2,574,845	\$ 5,409,470	\$ 8,635,558				
Special Revenue Funds.....	1,068,315	1,156,215	1,260,937	1,293,173	1,359,543				
Debt Service Funds.....	783,138	536,680	544,170	552,202	543,110				
Capital Project Funds.....	6,395,480	1,450,947	2,894,695	3,354,557	9,918,372				
Subtotal (Governmental).....	\$11,312,337	\$ 3,972,169	\$ 7,274,647	\$10,609,402	\$20,456,583				
Enterprise Funds.....	4,421,806	2,619,459	1,306,689	1,433,274	5,433,738				
Internal Service Funds.....	963,897	1,065,594	1,439,733	1,636,149	2,034,752				
Pension Funds.....	29,971,391	35,748,919	39,769,811	41,121,039	44,884,815				
Total All Funds.....	\$46,669,431	\$43,406,141	\$49,790,880	\$54,799,864	\$72,809,888				

## THE WATERWORKS AND SEWERAGE SYSTEM

### Rates and Charges

#### Rates Per 1,000 Gallons

	Effective				
	May 1, 2010	November 1, 2010	May 1, 2011	May 1, 2012	May 1, 2013
Minimum - First 4,000 Gallons:					
Water.....	\$23.96	\$24.84	\$26.00	\$27.20	\$28.40
Sewer.....	15.75	16.27	18.40	18.40	20.20
Over 4,000 Gallons:					
Water.....	\$ 4.79	\$ 5.01	\$ 5.30	\$ 5.60	\$ 5.90
Sewer.....	2.80	2.93	3.45	3.55	3.90

#### Major System Users (As of April 30, 2013)

Name	Dollars Billed	Gallons Used (1,000 Gallons)
Advocate Condell Medical Center .....	\$235,224	25,689
US Gypsum .....	94,027	10,270
Motorola .....	87,634	10,788
Winchester House .....	85,142	9,299
Libertyville High School .....	68,864	7,520
Elcor/Spring Meadows .....	67,492	7,370
Zeller Plastik .....	59,879	6,538
KAMW Acquisition .....	56,054	6,120
Americana Healthcare .....	44,818	4,892
Capital Fitness .....	43,089	4,703
Total .....	\$842,224	93,189

**Waterworks and Sewerage Fund**  
**Statement of Net Assets**

Audited as of April 30

	2009	2010	2011	2012	2013
<b>ASSETS:</b>					
Cash and Investments.....	\$ 4,421,806	\$ 2,568,119	\$ 1,306,689	\$ 1,433,274	\$ 5,433,738
Receivables - Net of Allowances					
Property Taxes.....	25,479	25,498	1,069,992	0	0
Accounts.....	926,017	919,831	0	1,087,967	1,132,268
Accrued Interest.....	5,681	474	0	0	0
Due From Other Funds.....	951,273	951,273	1,043,909	1,085,459	951,273
Prepaid Expenses.....	72,124	86,961	71,870	66,243	59,773
Total.....	<u>\$ 6,402,380</u>	<u>\$ 4,552,156</u>	<u>\$ 3,492,460</u>	<u>\$ 3,672,943</u>	<u>\$ 7,577,052</u>
<b>Capital Assets:</b>					
Land.....	\$ 2,272,080	\$ 2,272,080	\$ 2,272,080	\$ 2,272,080	\$ 2,272,080
Buildings and Improvements.....	14,179,893	14,179,893	14,179,893	14,179,893	14,217,185
Machinery and Equipment.....	1,720,581	1,720,581	1,720,581	1,720,581	1,720,581
Waterworks System.....	14,252,524	14,634,678	14,634,678	14,677,598	16,199,622
Sewerage System.....	14,497,756	15,086,599	15,514,105	15,553,036	15,790,436
Total.....	<u>\$ 46,922,834</u>	<u>\$ 47,893,831</u>	<u>\$ 48,321,337</u>	<u>\$ 48,403,188</u>	<u>\$50,199,904</u>
Accumulated Depreciation.....	(23,110,956)	(24,187,250)	(25,255,280)	(26,300,196)	(27,365,782)
Net Capital Assets.....	<u>\$ 23,811,878</u>	<u>\$ 23,706,581</u>	<u>\$ 23,066,057</u>	<u>\$ 22,102,992</u>	<u>\$22,834,122</u>
Total Assets.....	<u>\$ 30,214,258</u>	<u>\$ 28,258,737</u>	<u>\$ 26,558,517</u>	<u>\$ 25,775,935</u>	<u>\$30,411,174</u>
<b>LIABILITIES:</b>					
<b>Current Liabilities</b>					
Accounts Payable.....	\$ 247,748	\$ 278,565	\$ 287,075	\$ 254,813	\$ 1,019,894
Accrued Payroll.....	82,086	71,564	69,527	74,437	85,070
Deposits Payable.....	49,775	101,988	87,301	70,420	128,534
Accrued Interest Payable.....	99,153	90,952	82,002	72,725	100,855
Unearned Revenues.....	159,284	173,448	200,918	88,000	80,000
Compensated Absences Payable.....	69,279	59,620	49,750	51,251	58,656
IEPA Loans Payable.....	168,276	173,388	178,655	196,898	189,674
General Obligation Bonds Payable.....	385,000	405,000	420,000	440,000	470,000
Total Current Liabilities.....	<u>\$ 1,260,601</u>	<u>\$ 1,354,525</u>	<u>\$ 1,375,228</u>	<u>\$ 1,248,544</u>	<u>\$ 2,132,683</u>
<b>Noncurrent Liabilities</b>					
Compensated Absences Payable.....	\$ 277,118	\$ 238,480	\$ 198,999	\$ 205,004	\$ 234,622
IEPA Loans Payable.....	822,785	649,397	470,742	273,845	96,987
General Obligation Bonds Payable.....	4,225,000	3,820,000	3,400,000	2,960,000	6,690,000
Unamortized Bond Discount.....	(17,395)	(11,390)	(6,561)	(2,995)	0
Total Noncurrent Liabilities.....	<u>\$ 5,307,508</u>	<u>\$ 4,696,487</u>	<u>\$ 4,063,180</u>	<u>\$ 3,435,854</u>	<u>\$ 7,021,609</u>
Total Liabilities.....	<u>\$ 6,568,109</u>	<u>\$ 6,051,012</u>	<u>\$ 5,438,408</u>	<u>\$ 4,684,398</u>	<u>\$ 9,154,292</u>
<b>NET ASSETS:</b>					
Invested in Capital Assets					
- Net of Available Debt.....	\$ 18,228,212	\$ 18,670,186	\$ 18,603,221	\$ 18,235,244	\$15,387,461
Unrestricted.....	5,417,937	3,537,539	2,516,888	2,856,293	5,869,421
Total Net Assets.....	<u>\$ 23,646,149</u>	<u>\$ 22,207,725</u>	<u>\$ 21,120,109</u>	<u>\$ 21,091,537</u>	<u>\$21,256,882</u>

**Waterworks and Sewerage Fund  
Revenues and Expenditures**

	Audited Year Ended April 30				
	2009	2010	2011	2012	2013
<b>OPERATING REVENUES:</b>					
Charges for Services:					
Water Sales.....	\$ 3,685,770	\$ 3,630,771	\$ 4,099,623	\$ 4,371,774	\$ 4,867,655
Sewer Service Charges.....	1,979,874	2,006,198	2,648,667	2,855,758	3,036,956
Meters and Readouts.....	38,936	29,836	8,914	19,622	17,589
Miscellaneous.....	<u>5,851</u>	<u>52,677</u>	<u>24,921</u>	<u>28,087</u>	<u>2,929</u>
Total Charges for Service.....	\$ 5,710,431	\$ 5,719,482	\$ 6,782,125	\$ 7,275,241	\$ 7,925,129
<b>OPERATING EXPENSES:</b>					
Water Operations.....	\$ 3,563,090	\$ 3,578,704	\$ 3,649,585	\$ 3,620,138	\$ 3,946,576
Sewer Operations.....	824,529	801,039	936,155	1,283,970	1,350,158
Wastewater Treatment Plant.....	1,229,766	1,177,274	1,177,865	1,224,143	1,135,008
Water and Sewer Capital Improvements.....	652,610	418,983	1,007,505	99,056	298,618
Depreciation and Amortization.....	<u>1,083,502</u>	<u>1,082,299</u>	<u>1,068,030</u>	<u>1,044,917</u>	<u>1,065,586</u>
Total Operating Expenses.....	\$ 7,353,497	\$ 7,058,299	\$ 7,839,140	\$ 7,272,224	\$ 7,795,946
Operating Income (Loss).....	\$(1,643,066)	\$(1,338,817)	\$(1,057,015)	\$ 3,017	\$ 129,183
<b>Nonoperating Revenues (Expenses):</b>					
Interest Income.....	\$ 90,748	\$ 22,196	\$ 8,213	\$ 1,921	\$ 7,972
Connection Fees.....	126,790	46,935	124,218	120,500	177,471
Grants.....	0	0	0	0	41,450
Premium on Debt Issuance.....	0	0	0	0	24,371
Property Tax.....	25,479	25,498	0	0	0
Other Income.....	8,000	8,000	23,038	8,749	8,000
Interest and Fiscal Charges.....	<u>(222,233)</u>	<u>(202,236)</u>	<u>(186,070)</u>	<u>(162,759)</u>	<u>(223,102)</u>
Total Non Operating Revenues (Expenses).....	\$ 28,784	\$ (99,607)	\$ (30,601)	\$ (31,589)	\$ 36,162
Income (Loss) Before Contributions and Transfers.....	\$(1,614,282)	\$(1,438,424)	\$(1,087,616)	\$ (28,572)	\$ 165,345
Transfers Out, net.....	(103,690)	0	0	0	0
Capital Contributions.....	31,500	0	0	0	0
Change in Net Assets.....	\$(1,686,472)	\$(1,438,424)	\$(1,087,616)	\$ (28,572)	\$ 165,345
Net Assets - Beginning.....	<u>25,332,621</u>	<u>23,646,149</u>	<u>22,207,725</u>	<u>21,120,109</u>	<u>21,091,537</u>
Net Assets - Ending.....	<u>\$23,646,149</u>	<u>\$22,207,725</u>	<u>\$21,120,109</u>	<u>\$21,091,537</u>	<u>\$21,256,882</u>

**Coverage  
Waterworks and Sewerage Fund**

Fiscal Year	Net Available For Debt Service(2)	Outstanding Debt Service(1)			Coverage	Available for Subordinate Obligation	Subordinate Obligation		Alt. Bonds Plus EPA Loan Total Debt Service	Aggregate Coverage
		Series 2006	Series 2012B	Total			EPA Loan	Coverage		
2014	\$1,269,411	\$ 333,033	\$ 238,900	\$ 571,933	2.22X	\$697,479	\$196,898	3.54X	\$ 768,831	1.65X
2015	1,269,411	333,833	245,900	579,733	2.19X	689,679	98,450	7.01X	678,183	1.87X
2016	1,269,411	334,113	247,700	581,813	2.18X	687,599	0		581,813	2.18X
2017	1,269,411	333,863	249,400	583,263	2.18X	686,149	0		583,263	2.18X
2018	1,269,411	338,138	251,000	589,138	2.15X	680,274	0		589,138	2.15X
2019	1,269,411	341,725	257,500	599,225	2.12X	670,186	0		599,225	2.12X
2020	1,269,411	339,690	258,800	598,490	2.12X	670,921	0		598,490	2.12X
2021	1,269,411	342,090	265,000	607,090	2.09X	662,321	0		607,090	2.09X
2022	1,269,411	343,860	266,000	609,860	2.08X	659,551	0		609,860	2.08X
2023	1,269,411	0	271,900	271,900	4.67X	997,511	0		271,900	4.67X
2024	1,269,411	0	277,600	277,600	4.57X	991,811	0		277,600	4.57X
2025	1,269,411	0	283,100	283,100	4.48X	986,311	0		283,100	4.48X
2026	1,269,411	0	288,400	288,400	4.40X	981,011	0		288,400	4.40X
2027	1,269,411	0	293,500	293,500	4.33X	975,911	0		293,500	4.33X
2028	1,269,411	0	298,145	298,145	4.26X	971,266	0		298,145	4.26X
2029	1,269,411	0	302,448	302,448	4.20X	966,964	0		302,448	4.20X
2030	1,269,411	0	306,260	306,260	4.14X	963,151	0		306,260	4.14X
2031	1,269,411	0	309,705	309,705	4.10X	959,706	0		309,705	4.10X
2032	1,269,411	0	312,625	312,625	4.06X	956,786	0		312,625	4.06X
		<u>\$3,040,343</u>	<u>\$5,223,883</u>	<u>\$8,264,225</u>			<u>\$295,348</u>		<u>\$8,559,573</u>	

Notes: ... (1) For debt service including the May 1 principal and interest due.

(2) Source: The Village's 2012 Comprehensive Annual Financial Report. This amount includes \$7,275,241 total charges for service less \$6,005,830 total operating expenses not including \$99,056 of capital improvements and \$1,044,917 of depreciation and amortization, plus \$1,921 of interest income and \$120,500 of connection fees.