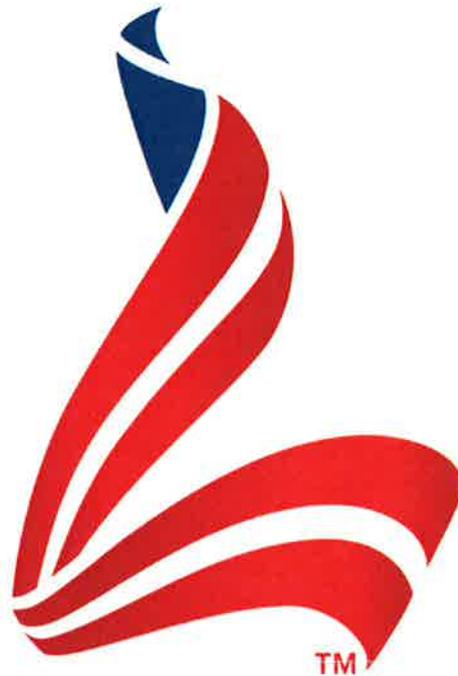

Comprehensive Annual Financial Report



Libertyville
spirit of independence

For The Fiscal Year Ended
April 30, 2014

Village of Libertyville, IL

VILLAGE OF LIBERTYVILLE, ILLINOIS

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED APRIL 30, 2014

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 2, 2014

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, 2014 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, 2014, 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, 2014, 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

118 West Cook Avenue Libertyville, Illinois 60048 (847) 362-2430 (847) 362-9453 Fax
www.libertyville.com

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 30th 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 69.

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. In 2001, auto sales taxes began decreasing with a low reached in 2009. Since then, sales taxes have been slowly increasing; however it is unlikely to increase to levels seen prior to 2001. Currently, the auto category accounts for 62% of all sales tax received, although prior to 2002, the auto category accounted for 70% of all sales tax.

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. 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). The housing market is stabilizing in Libertyville and demand remains strong for the housing market. 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 past several years, the Village Board voted to eliminate the utility tax on natural gas and reduced the tax on electric use by 10%.

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 two bonds have been issued with 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 two bonds totaling \$8.6 million were issued in 2012 and 2013.

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. A Trader Joe's specialty grocery store recently opened on a previously vacant parcel.

The Village recently approved a tax sharing agreement with Libertyville Toyota which is one of the Village's top sales tax producers. This agreement enabled the dealer to purchase a parcel of property adjacent to the existing dealership for future expansion and to renovate their existing showroom.

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. In the 2013-14 fiscal year, the Village Board approved using \$1,335,000 of the excess fund balance to redeem the balance of the 2004 Series Bonds for the Sports Complex.

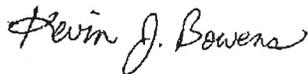
Certificate of Achievement - The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Village of Libertyville for its comprehensive annual financial report for the fiscal year ended April 30, 2013. This was the twenty-first consecutive 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.

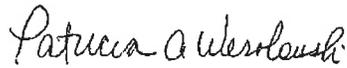
Distinguished Budget Presentation Award – The Village also received the Distinguished Budget Presentation Award for its 2013-14 annual budget from the GFOA. The award represents the Village's commitment to meeting the highest principles of governmental budgeting. The budget is rated in four major categories: 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, 2014

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

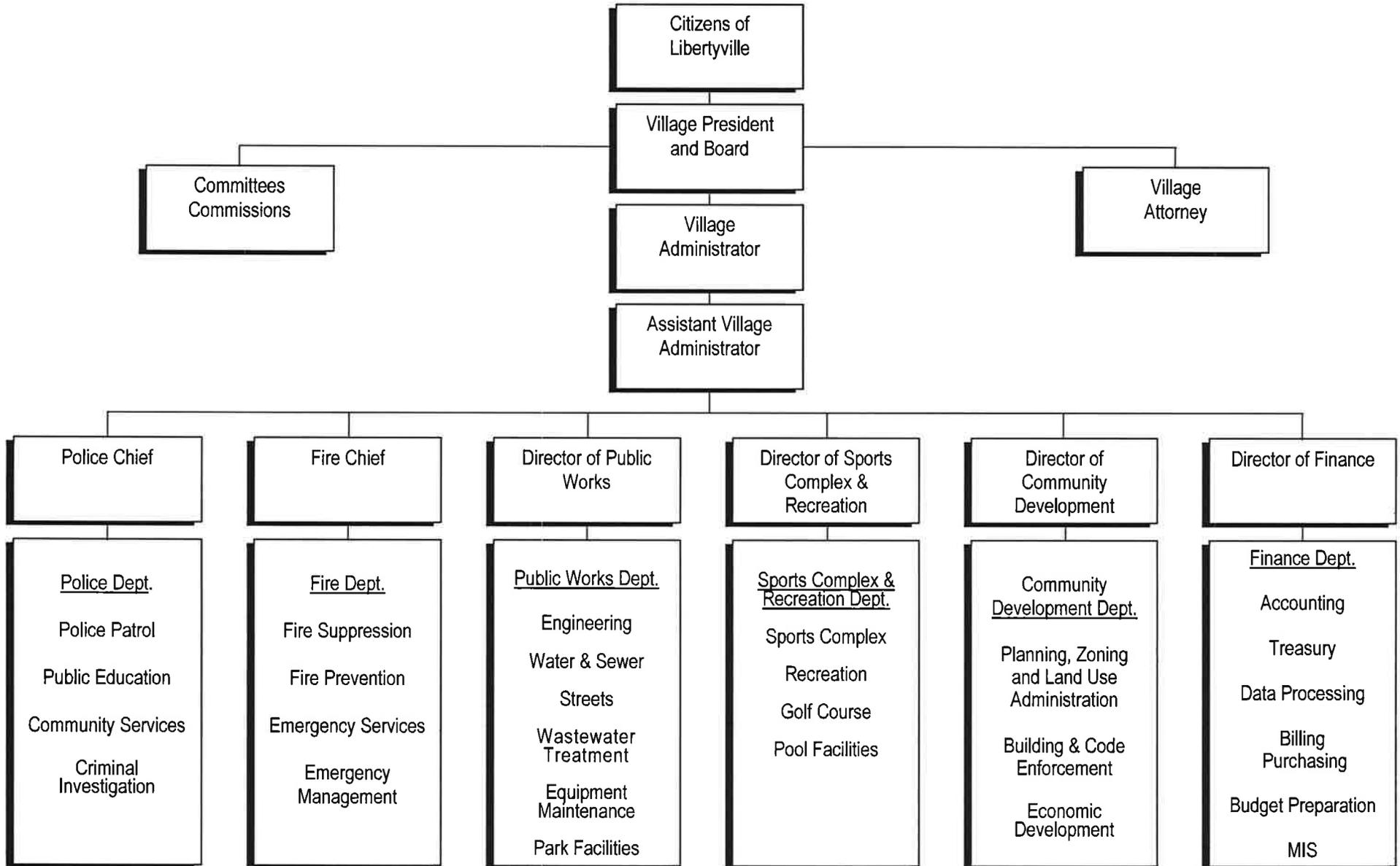
Director of Parks and Recreation

Conrad Kowal

Deputy Village 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, 2013

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 2, 2014

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, 2014, and the related notes to the financial statements, which collectively comprise the Village's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

An audit 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, 2014, 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

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

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Village of 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. Such 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 basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual fund financial statements and schedules and supplemental schedules are fairly stated, in all material respects, in relation to the basic 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

LAUTERBACH & AMEN, LLP

MANAGEMENT'S DISCUSSION AND ANALYSIS

VILLAGE OF LIBERTYVILLE, ILLINOIS

Management's Discussion and Analysis April 30, 2014

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, 2014. 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, 2014, by \$185,369,888. Of this amount, \$12,954,044 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 decreased \$12,829.
- At the close of the current fiscal year, Libertyville's governmental funds reported combined fund balances of \$25,737,531, an increase of \$3,369,673 compared with the prior year. Approximately 35% of this amount (\$9,077,819) is available for spending at the Village's discretion (unassigned fund balance).
- As of April 30, 2014, unrestricted fund balance (the total of the committed, assigned, and unassigned components of fund balance) for the General Fund was \$9,077,819, or approximately 36% of total General Fund expenditures. The General Fund unrestricted fund balance increased from \$8,468,691 to \$9,077,819 or 7.2%.
- 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. Total debt increased by \$6,292,918 to \$41,166,913.

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, 2014

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, 2014

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 - 64 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 65 - 69 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 70 - 118 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 decreased .01%, from \$185,382,717 to \$185,369,888. For governmental activities, net position decreased by \$1,693,828 (1%) and for business-type activities, net position increased by \$1,680,999 (8.9%).

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
Statement of Net Position												
Capital assets	\$ 151,247,233	152,370,101	-1,122,868	-0.74%	42,040,737	41,061,401	979,336	2.39%	193,287,970	193,431,502	-143,532	-0.07%
Current and other assets	40,889,495	36,267,174	4,622,321	12.75%	9,125,396	6,771,731	2,353,665	34.76%	50,014,891	43,038,905	6,975,986	16.21%
Deferred Outflows of Resources	-	-	-	-	921,439	983,877	-62,438	-	921,439	983,877	-62,438	-
Total assets	192,136,728	188,637,275	3,499,453	1.86%	52,087,572	48,817,009	3,270,563	6.70%	244,224,300	237,454,284	6,770,016	2.85%
Deferred Inflows of Resources	10,115,737	9,259,211	856,526	9.25%	-	-	-	-	10,115,737	9,259,211	856,526	9.25%
Long-term liabilities	13,451,572	9,227,114	4,224,458	45.78%	28,291,988	26,108,103	2,183,885	8.36%	41,743,560	35,335,217	6,408,343	18.14%
Other Liabilities	3,732,327	3,732,327	-	0.00%	3,262,788	2,973,232	389,556	13.56%	6,995,115	6,605,559	389,556	5.90%
Total Liabilities	27,299,636	22,218,652	5,080,984	22.87%	31,554,776	28,981,335	2,573,441	8.88%	58,854,412	51,199,987	7,654,425	14.95%
Net Position:												
Net investment in capital assets	146,332,268	149,549,586	-3,217,318	-2.15%	22,293,035	17,455,144	4,837,891	27.72%	168,625,303	167,004,730	1,620,573	0.97%
Restricted	3,790,541	2,751,346	1,039,195	37.77%	-	-	-	-	3,790,541	2,751,346	1,039,195	-
Unrestricted	14,714,283	14,229,988	484,295	3.40%	-1,760,239	1,396,653	-3,156,892	-226.03%	12,954,044	15,626,641	-2,672,597	-17.10%
Total net position	164,837,092	166,530,920	-1,693,828	-1.02%	20,532,796	18,851,797	1,680,999	8.92%	185,369,888	185,382,717	-12,829	-0.01%

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, (91 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 (\$3.8 million) or 2 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 7 percent, or \$13.0 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 has decreased 1% this fiscal year (\$164,837,092 compared to \$166,530,920). Unrestricted net position, the part of net position that can be used to finance day-to-day operations without constraints, totaled \$14,714,283. The decrease in net position is primarily due to the transfer of \$1.3 million to the Sports Complex Enterprise Fund. This transfer enabled the Village to redeem the outstanding balance of the 2004 Sports Complex bond issue. As of April 30, 2014, the unrestricted net position amounts to 47% of operating expenses (\$31,463,478) of governmental activities.

During the 2013-2014 fiscal year, net position of business-type activities increased by 9% (\$20,532,796 compared to \$18,851,797). This increase, however, cannot be used to offset the decrease reported in governmental activities. The Village of Libertyville generally can only use net position for governmental funds 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 an \$586,885 operating profit this fiscal year which was also sufficient to cover depreciation (\$467,767) resulting in an increase in net position of \$119,118. Once interest of \$838,370 on debt is included, a decrease in net position of \$719,252 results. The Village did transfer \$2,108,030 from the General Fund to the Sports Complex Fund to cover this loss along with an additional transfer to redeem the remaining balance owed on the 2004 Sports Complex bond. 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. The Village continues to explore options to sell portions of the Sports Complex property in order to reduce the outstanding debt. The Village Board believes the Sports Complex is serving the community as a whole and has committed to subsidizing the debt payments until such time as it can become self-sufficient. Due to this the

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

Total revenues increased from \$42.6 million to \$42.9 million or .8%. The total cost of all programs and services increased from \$39.4 million to \$42.9 million or 9%.

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
Statement of Activities									
Program revenues									
General Government	\$ 4,486,044	4,584,087	(98,043)	-	-	-	4,486,044	4,584,087	(98,043)
Community Development	334,863	366,961	(32,098)	-	-	-	334,863	366,961	(32,098)
Public Safety	4,087,984	3,866,375	221,609	-	-	-	4,087,984	3,866,375	221,609
Parks & Recreation	1,062,959	1,194,394	(131,435)	-	-	-	1,062,959	1,194,394	(131,435)
Waterworks and Sewerage	-	-	-	8,182,517	8,144,050	38,467	8,182,517	8,144,050	38,467
Libertyville Sports Complex	-	-	-	2,695,475	2,714,129	(18,654)	2,695,475	2,714,129	(18,654)
Capital Grants/Contributions	1,219,274	1,116,419	102,855	19,095	-	19,095	1,238,369	1,116,419	121,950
General revenues									
Taxes	11,336,446	11,203,089	133,357	-	-	-	11,336,446	11,203,089	133,357
Intergovernmental	8,998,688	8,518,468	480,220	-	-	-	8,998,688	8,518,468	480,220
Interest Income	49,201	32,348	16,853	14,807	7,972	6,835	64,008	40,320	23,688
Miscellaneous	408,685	817,217	(408,532)	8,237	32,371	(24,134)	416,922	849,588	(432,666)
Total Revenues	<u>31,984,144</u>	<u>31,699,358</u>	<u>284,786</u>	<u>10,920,131</u>	<u>10,898,522</u>	<u>21,609</u>	<u>42,904,275</u>	<u>42,597,880</u>	<u>306,395</u>
Program Expenses									
General Government	2,054,617	2,435,465	(380,848)	-	-	-	2,054,617	2,435,465	(380,848)
Community Development	1,427,236	1,331,882	95,354	-	-	-	1,427,236	1,331,882	95,354
Public Safety	14,849,529	14,513,947	335,582	-	-	-	14,849,529	14,513,947	335,582
Public Works	8,131,163	4,076,596	4,054,567	-	-	-	8,131,163	4,076,596	4,054,567
Parks & Recreation	2,886,570	2,811,451	75,119	-	-	-	2,886,570	2,811,451	75,119
Economic Development	2,105,591	2,796,285	(690,694)	-	-	-	2,105,591	2,796,285	(690,694)
Interest on Long-term Debt	115,236	109,963	5,273	-	-	-	115,236	109,963	5,273
Waterworks & Sewerage	-	-	-	7,932,435	8,019,048	(86,613)	7,932,435	8,019,048	(86,613)
Libertyville Sports Complex	-	-	-	3,414,727	3,305,697	109,030	3,414,727	3,305,697	109,030
Total Expenses	<u>31,569,942</u>	<u>28,075,589</u>	<u>3,494,353</u>	<u>11,347,162</u>	<u>11,324,745</u>	<u>22,417</u>	<u>42,917,104</u>	<u>39,400,334</u>	<u>3,516,770</u>
Increase (Decrease) In Net Position Before Transfers	414,202	3,623,769	(3,209,567)	(427,031)	(426,223)	(808)	(12,829)	3,197,546	(3,210,375)
Transfers	(2,108,030)	(332,000)	(1,776,030)	2,108,030	332,000	1,776,030	-	-	-
Increase/(Decrease) in Net Position	(1,693,828)	3,291,769	(4,985,597)	1,680,999	(94,223)	1,775,222	(12,829)	3,197,546	(3,210,375)
Net Position - Beginning	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
Net Position - Ending	<u>\$ 164,837,092</u>	<u>166,530,920</u>	<u>(1,693,828)</u>	<u>20,532,796</u>	<u>18,851,797</u>	<u>1,680,999</u>	<u>185,369,888</u>	<u>185,382,717</u>	<u>(12,829)</u>

Governmental Activities

For the fiscal year ended April 30, 2014, revenues from governmental activities increased from \$31,699,358 to \$31,984,144 (1%). Intergovernmental Revenues, which consist of sales tax and state income taxes, which comprise one of the largest segments of governmental revenue, increased 5.6% from \$8,518,468 to \$8,998,688 due to an increase in sales and income taxes. Taxes, which is comprised of property tax and utility tax, increased by \$133,357 (1%) to \$11,336,446, due to increases in utility taxes. Taxes comprise 35% of the total governmental activities revenue.

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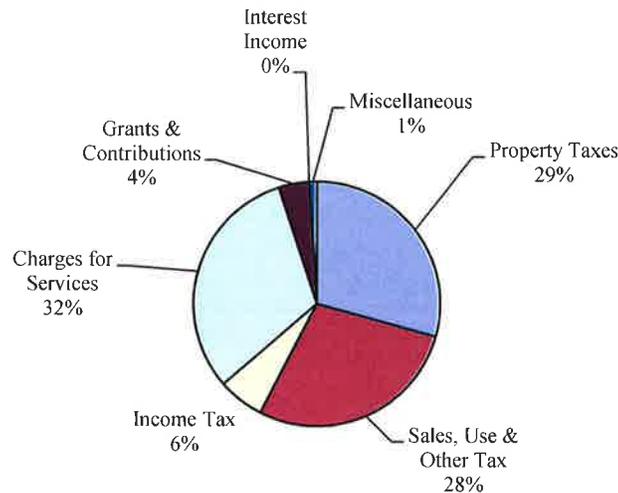
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Program revenues, which include fire district payments, building fees, and parks and recreation fees, amounted to \$11,191,124 or 35% of governmental revenues. This revenue source increased \$62,888 from the previous fiscal year due to increases in police and fire associated revenues along with grant revenue.

Sales tax revenues increased \$367,135 (6%) compared to the previous year and was \$265,397 above budget.

Revenues by Source - Governmental Activities

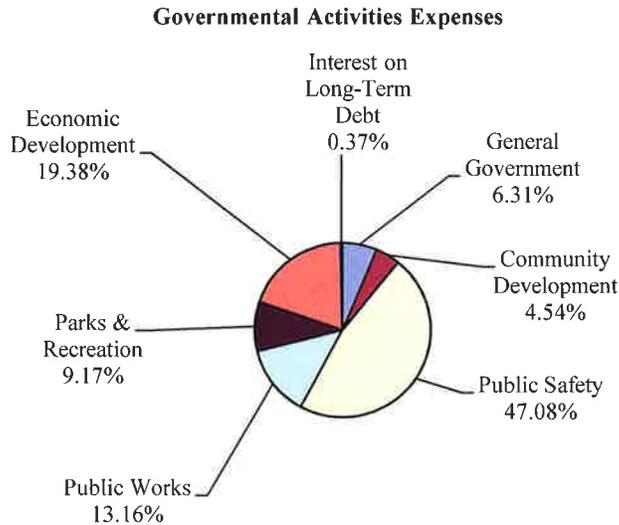


The above table graphically depicts the major revenue sources of the Village of Libertyville. It very clearly shows the reliance of sales and property taxes to fund governmental activities. Approximately 62% of sales tax revenue is generated from auto dealerships. In the early 2000's this category generated 70% of total sales tax and has decreased through 2009 with only 58% of sales tax generated by the auto category. Since 2009 there has been slight growth in sales taxes which now generates 62% of all sales tax. 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 \$31,569,942 compared to \$28,075,589 last fiscal year. The majority of this increase was due to expenses incurred in rehabilitating various roadways within the Village. This was the second year of a five year program that is being funded with \$20 million in referendum approved bonds. Expenses for governmental funds were below budgeted amounts although a budget amendment was necessary due to increased legal costs, snow removal expenses due to the extreme cold and snowy winter, and expenses incurred due to newly obtained grants.

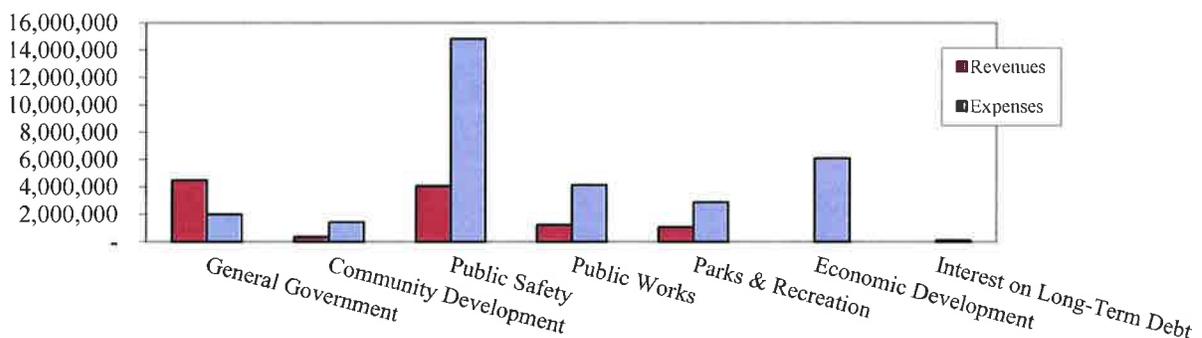
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The expenses and program revenues table below identifies those governmental functions where program expenses exceed revenues. Most governmental activities do not generate sufficient program revenues to fund operations. These activities are normally 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 .4% (\$10,874,151 in 2013 compared to \$10,920,131 in 2014) and expenses increased by .4% (\$11,300,374 in 2013 compared to \$11,347,162 in 2014).

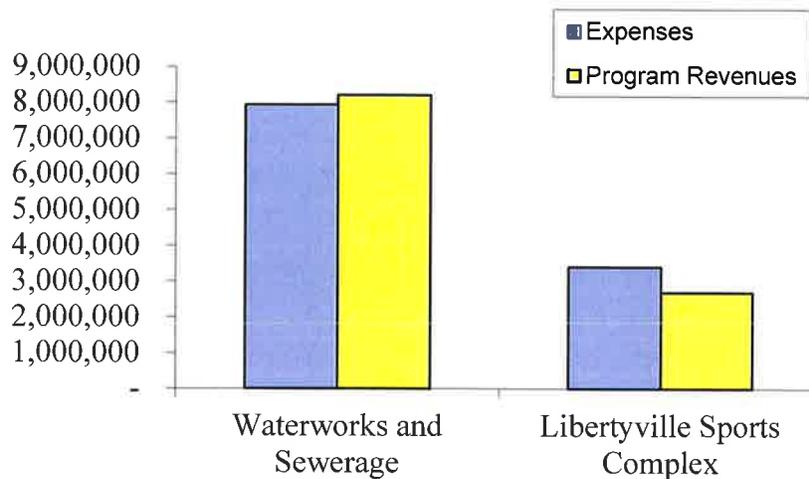
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Key factors behind these results include:

- Due to a water and sewer rate increase, water and sewer charges for service increased \$61,254 from last year. Excluding depreciation and interest expense, this fund had an increase in net position of \$1,573,695. Once depreciation of \$1,094,895 and interest charges of \$186,579 are included, an increase in net position of \$292,221 results. Expenses before depreciation amounted to \$6,650,961 compared to \$6,730,360 in 2013. This decrease in expenses is due to a decrease in water purchased due to lower demand.
- The Libertyville Sports Complex (LSC) had an operating income (before depreciation and interest expense) of \$586,885 compared to last year's income of \$763,917. With the addition of depreciation, debt expense and the transfer from the General Fund, the complex had an increase in net position of \$1,388,778. This increase was due to the transfer in from governmental funds that enabled the Village to redeem the remaining outstanding \$1,350,000 balance of the 2004 bond issue. Operating expenses before depreciation and interest expense amounted to \$2,108,590 compared to \$1,950,212 in 2013.

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 2014 fiscal year, this transfer amounted to \$2,108,030 which included \$758,030 to fund current debt and \$1,350,000 to redeem certain outstanding bonds.

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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 \$27,737,531, which is 15.1% above last year's total of \$22,367,858. Approximately 35% of this amount (\$9,077,819) 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 (\$3,848,401), 2) committed to fund commuter parking (\$1,368,442), 3) assigned for Capital projects (\$10,072,387); or 4) non-spendable for prepaid items (\$1,370,482).

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 \$9,077,819, while total fund balance reached \$11,592,389. This is \$738,150 above last year's total fund balance of \$10,854,239. This increase is attributable to increases in taxes and charges for services partially due to better economic conditions. Also as noted earlier in this discussion, \$1,350,000 of unassigned fund balance was transferred to the Sports Complex Fund to redeem bonds. 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 39% of total General Fund expenditures, while total fund balance represents 50% of that same amount.

The Debt Service Fund has a total fund balance of \$533,376, all of which is restricted for the payment of debt service. The fund balance decreased \$9,734 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, 2014 is \$10,072,387, of which 100% is assigned. The Capital Improvement Fund balance increased by \$1,779,194 primarily due to bonds issued to fund road improvements that began in the fall of 2012. Total expenditures amounted to \$4,806,690.

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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 \$844,267 to \$2,163,002 as of April 30, 2014. This fund balance is being built up in order to provide funding for an additional parking structure and other parking improvements in 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 \$17,796 to \$1,376,377. 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 \$2.56 per thousand gallons. Water is sold to all municipal customers at a rate of \$7.10 per thousand gallons for the first 4,000 gallons and \$5.90 for each additional 1,000 gallons. For users connected to the Village's sewage system, the charge is \$5.05 per thousand gallons for the first 4,000 gallons. For each additional 1,000 gallons, the charge is \$3.90. 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, 2013 to cover inflation along with a \$0.45 increase to cover planned capital projects that are being funded by several bond issues. The decrease of \$0.09 in wholesale water rates from CLCJAWA was also passed on to Village customers. 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 \$292,221 which includes \$1,094,895 of depreciation costs. Net position of the Waterworks and Sewerage Fund at the end of the year amounted to \$21,549,103 compared to \$21,256,882 in 2013.

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Net position for the Libertyville Sports Complex Fund amounted to (\$1,016,307) compared to (\$2,405,085) at the end of 2013. There was a positive change in net position this year due to the transfer from the General Fund for the redemption of \$1,350,000 in bonds. As mentioned elsewhere in this report, the Village transferred \$758,030 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 \$904,055 in the 2014-15 budget for this subsidy.

GENERAL FUND BUDGETARY HIGHLIGHTS

The 2013-2014 expenditure budget was revised once at the end of the fiscal year. The increases include:

- \$25,000 in General Government due to additional legal costs.
- \$125,200 in the General Fund to cover additional expenditures for snow removal due to the excessive amount of snowfall received this year.
- \$1,535,000 in additional transfers to the Sports Complex Fund to provide for redemption of bonds and to cover a portion of the annual debt service payments unable to be provided through operating revenues.
- The Pension Funds included an additional \$462,000 for new retirees in the Police and Fire Pension Funds.

Revenues in the General Fund were \$26,173,863, which was \$969,818 above the revenue budget of \$25,204,045. The final expenditure budget amounted to \$25,917,605, a \$1,728,800 variance from the original budget of \$24,188,805. Actual expenditures were below the final budget by \$481,892. The largest revenue variances were for intergovernmental revenues which were \$458,273 above budget, fines and forfeitures which were \$195,720 above budget and charges for services which were \$123,717 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, 2014 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's total net assets remained unchanged this year due to depreciation expense despite an increase in business-type assets of \$2.5 million. Funds were also expended to maintain the Village's infrastructure assets, however, maintenance costs are not included as an increase to a capital asset.

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Capital Assets - Net of Depreciation (in Millions)

	Governmental Activities		Business-Type Activities		Total	
	2014	2013	2014	2013	2014	2013
Land	\$ 98.3	98.3	7.0	7.0	105.3	105.3
Buildings	6.0	6.4	18.5	18.9	24.5	25.3
Machinery and Equipment	2.6	2.9	0.2	0.3	2.8	3.2
Water Infrastructure			9.8	7.9	9.8	7.9
Sewer Infrastructure			6.6	6.9	6.6	6.9
Other Infrastructure	44.4	44.8			44.4	44.8
Total	151.3	152.4	42.1	41.0	193.4	193.4

This year's major additions included \$281,359 in machinery and equipment, \$1,431,517 in roadway and infrastructure additions, and \$2,541,998 water and sanitary sewer additions.

The governmental activities net capital assets decreased from last year by \$1,122,868 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 \$2,788,051 to a total of \$62,369,814.

For Business-type activities, the net capital assets increased by \$979,336. A total of \$2,541,998 was added in water and sewer improvements and \$1,562,662 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 \$41.2 million as compared to \$34.9 million the previous year, an increase of 18%. 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 following is a comparative statement of outstanding debt:

VILLAGE OF LIBERTYVILLE, ILLINOIS

Management's Discussion and Analysis April 30, 2014

	Outstanding Debt					
	Governmental Activities		Business-Type Activities		Total	
	2014	2013	2014	2013	2014	2013
General Obligation Bonds	\$ 11,410,000	6,640,000	29,350,000	27,425,000	40,760,000	34,065,000
IEPA Loans Payable	-	-	96,987	286,661	96,987	286,661
Installment Contracts	309,926	522,334	-	-	309,926	522,334
Total	11,719,926	7,162,334	29,446,987	27,711,661	41,166,913	34,873,995

As of April 30, 2014, 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 \$90 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 2014-2015 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 2013 for the Village of Libertyville decreased from 6.7% to 6.4%. For this same period, the State unemployment rate was 9.2% 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 2014 is 6.1% compared to 7.5% for June 2013.

Inflation increases in the Midwest area are usually somewhat lower than the national Consumer Price Index (CPI) increases. For May 2014 the National CPI was 2.1% and the Chicagoland area CPI was 1.8%.

These indicators were taken into account when adopting the General Fund budget for 2014-2015. Amounts available for appropriation in the General Fund budget are \$26,179,695, an increase of \$217,103 from the final 2013-2014 budget of \$25,962,592. Property taxes are estimated to increase due to the levy passed in December 2013. Due to the improving financial situation of the Village, the Village Board reduced the electric utility tax by 20% effective May 1, 2014. Most other revenue sources are expected to remain flat. Budgeted expenditures are expected to increase \$159,255, from the final adjusted budget of \$25,917,605 to \$26,076,860. The Village Board approved a 2% pay increase on May 1st for all non-union employees that matches the increases in the current union contracts. Also included is an allocation of \$290,000 for funding to remove trees affected by the Emerald Ash Borer.

VILLAGE OF LIBERTYVILLE, ILLINOIS

Management's Discussion and Analysis April 30, 2014

The 2014-2015 General Fund budget is balanced with a budgeted surplus of \$64,585 which will be used to increase the unreserved fund balance.

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, 2014**

See Following Page

VILLAGE OF LIBERTYVILLE, ILLINOIS

Statement of Net Position
April 30, 2014

	Governmental Activities	Business- Type Activities	Total
ASSETS			
Current Assets			
Cash and Investments	\$ 26,272,285	7,772,217	34,044,502
Receivables - Net	13,081,513	1,260,518	14,342,031
Prepaid Items/Inventories	1,408,421	92,661	1,501,082
Total Current Assets	40,762,219	9,125,396	49,887,615
Noncurrent Assets			
Capital Assets			
Land	98,301,694	7,043,248	105,344,942
Buildings and Improvements	17,160,186	31,876,393	49,036,579
Machinery and Equipment	8,302,017	2,169,017	10,471,034
Infrastructure	89,853,150	-	89,853,150
Waterworks and Sewerage System	-	34,321,266	34,321,266
	213,617,047	75,409,924	289,026,971
Accumulated Depreciation	(62,369,814)	(33,369,187)	(95,739,001)
Total Capital Assets	151,247,233	42,040,737	193,287,970
Other Assets			
Net Pension Asset	127,276	-	127,276
Total Noncurrent Assets	151,374,509	42,040,737	193,415,246
Total Assets	192,136,728	51,166,133	243,302,861
DEFERRED OUTFLOWS OF RESOURCES			
Loss on Refunding	-	921,439	921,439
Total Assets and Deferred Outflows of Resources	192,136,728	52,087,572	244,224,300

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

	Governmental Activities	Business- Type Activities	Total
LIABILITIES			
Current Liabilities			
Accounts Payable	562,084	930,087	1,492,171
Accrued Payroll	570,089	122,250	692,339
Deposits Payable	1,130,846	165,815	1,296,661
Tax Rebate Payable	106,464	-	106,464
Interest Payable	57,860	397,215	455,075
Other Payables	200,000	139,937	339,937
Current Portion of Long-Term Debt	1,104,984	1,507,484	2,612,468
Total Current Liabilities	<u>3,732,327</u>	<u>3,262,788</u>	<u>6,995,115</u>
Noncurrent Liabilities			
Net Other Post-Employment Benefit Obligation	931,856	-	931,856
Compensated Absences Payable	1,523,819	281,988	1,805,807
Installment Contracts Payable	180,897	-	180,897
General Obligation Bonds Payable - Net	10,815,000	28,010,000	38,825,000
Total Noncurrent Liabilities	<u>13,451,572</u>	<u>28,291,988</u>	<u>41,743,560</u>
Total Liabilities	<u>17,183,899</u>	<u>31,554,776</u>	<u>48,738,675</u>
DEFERRED INFLOWS OF RESOURCES			
Property Taxes	10,115,737	-	10,115,737
Total Liabilities and Deferred Inflows of Resources	<u>27,299,636</u>	<u>31,554,776</u>	<u>58,854,412</u>
NET POSITION			
Net Investment in Capital Assets	146,332,268	22,293,035	168,625,303
Restricted			
Hotel/Motel Tax	407,145	-	407,145
Emergency Telephone System 911	534,186	-	534,186
Foreign Fire Insurance	81,926	-	81,926
Fire Fund	26,285	-	26,285
Tim/Creek Special Service Area	64,244	-	64,244
Lucerne/Interlaken Special Service Area	38,237	-	38,237
Tax Increment Financing District	2,163,002	-	2,163,002
Debt Service	475,516	-	475,516
Unrestricted	<u>14,714,283</u>	<u>(1,760,239)</u>	<u>12,954,044</u>
Total Net Position	<u>164,837,092</u>	<u>20,532,796</u>	<u>185,369,888</u>

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

VILLAGE OF LIBERTYVILLE, ILLINOIS

Statement of Activities
For the Fiscal Year Ended April 30, 2014

	Expenses	Program Revenues	
		Charges for Services	Capital Grants/Contributions
Governmental Activities			
General Government	\$ 2,054,617	4,486,044	-
Community Development	1,427,236	334,863	-
Public Safety	14,849,529	4,087,984	-
Public Works	8,131,163	-	1,219,274
Parks and Recreation	2,886,570	1,062,959	-
Economic Development	2,105,591	-	-
Interest on Long-Term Debt	115,236	-	-
Total Governmental Activities	<u>31,569,942</u>	<u>9,971,850</u>	<u>1,219,274</u>
Business-Type Activities			
Waterworks and Sewerage	7,932,435	8,182,517	19,095
Libertyville Sports Complex	3,414,727	2,695,475	-
Total Business-Type Activities	<u>11,347,162</u>	<u>10,877,992</u>	<u>19,095</u>
	<u>42,917,104</u>	<u>20,849,842</u>	<u>1,238,369</u>

General Revenues
 Taxes
 Property Taxes
 Utility Taxes
 Hotel/Motel 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
2,431,427	-	2,431,427
(1,092,373)	-	(1,092,373)
(10,761,545)	-	(10,761,545)
(6,911,889)	-	(6,911,889)
(1,823,611)	-	(1,823,611)
(2,105,591)	-	(2,105,591)
(115,236)	-	(115,236)
(20,378,818)	-	(20,378,818)
-	269,177	269,177
-	(719,252)	(719,252)
-	(450,075)	(450,075)
(20,378,818)	(450,075)	(20,828,893)
9,258,558	-	9,258,558
1,540,737	-	1,540,737
268,093	-	268,093
269,058	-	269,058
6,810,033	-	6,810,033
1,978,062	-	1,978,062
210,593	-	210,593
49,201	14,807	64,008
408,685	8,237	416,922
(2,108,030)	2,108,030	-
18,684,990	2,131,074	20,816,064
(1,693,828)	1,680,999	(12,829)
166,530,920	18,851,797	185,382,717
164,837,092	20,532,796	185,369,888

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

VILLAGE OF LIBERTYVILLE, ILLINOIS

**Balance Sheet - Governmental Funds
April 30, 2014**

	<u>General</u>
ASSETS	
Cash and Investments	\$ 9,583,248
Receivables - Net of Allowances	
Property Taxes	6,002,300
Other Taxes	1,555,869
Accounts	1,235,878
Prepays	<u>1,362,547</u>
 Total Assets	 <u><u>19,739,842</u></u>
LIABILITIES	
Accounts Payable	446,958
Accrued Payroll	546,596
Deposits Payable	1,045,135
Tax Rebate Payable	<u>106,464</u>
Total Liabilities	2,145,153
DEFERRED INFLOWS OF RESOURCES	
Property Taxes	<u>6,002,300</u>
Total Liabilities and Deferred Inflows of Resources	<u><u>8,147,453</u></u>
FUND BALANCE	
Nonspendable	1,362,547
Restricted	1,152,023
Committed	-
Assigned	-
Unassigned	<u>9,077,819</u>
Total Fund Balances	<u><u>11,592,389</u></u>
 Total Liabilities, Deferred Inflows of Resources and Fund Balances	 <u><u>19,739,842</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
533,376	10,143,297	2,168,002	1,382,645	23,810,568
876,453	-	3,236,984	-	10,115,737
-	-	-	-	1,555,869
-	103,872	-	3,200	1,342,950
-	-	-	7,935	1,370,482
<u>1,409,829</u>	<u>10,247,169</u>	<u>5,404,986</u>	<u>1,393,780</u>	<u>38,195,606</u>
-	94,071	-	12,162	553,191
-	-	-	5,241	551,837
-	80,711	5,000	-	1,130,846
-	-	-	-	106,464
-	174,782	5,000	17,403	2,342,338
876,453	-	3,236,984	-	10,115,737
876,453	174,782	3,241,984	17,403	12,458,075
-	-	-	7,935	1,370,482
533,376	-	2,163,002	-	3,848,401
-	-	-	1,368,442	1,368,442
-	10,072,387	-	-	10,072,387
-	-	-	-	9,077,819
<u>533,376</u>	<u>10,072,387</u>	<u>2,163,002</u>	<u>1,376,377</u>	<u>25,737,531</u>
<u>1,409,829</u>	<u>10,247,169</u>	<u>5,404,986</u>	<u>1,393,780</u>	<u>38,195,606</u>

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, 2014

Total Governmental Fund Balances \$ 25,737,531

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. 148,717,803

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. 4,482,062

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

Net Pension Asset	127,276
Other Post-Employment Benefit Obligation Payable	(931,856)
Compensated Absences Payable	(1,827,864)
General Obligation Bonds Payable	(11,410,000)
Accrued Interest Payable	<u>(57,860)</u>

Net Position of Governmental Activities 164,837,092

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

VILLAGE OF LIBERTYVILLE, ILLINOIS

**Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds
For the Fiscal Year Ended April 30, 2014**

See Following Page

VILLAGE OF LIBERTYVILLE, ILLINOIS

Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds
For the Fiscal Year Ended April 30, 2014

	<u>General</u>
Revenues	
Taxes	\$ 8,080,478
Licenses and Permits	1,067,154
Intergovernmental	8,998,688
Charges for Services	6,947,797
Fines and Forfeits	683,220
Interest	11,325
Miscellaneous	385,201
Total Revenues	<u>26,173,863</u>
Expenditures	
Current	
General Government	2,368,739
Community Development	1,427,236
Public Safety	14,602,591
Public Works	2,249,525
Parks and Recreation	2,624,592
Economic Development	-
Capital Outlay	-
Debt Service	
Principal Retirement	-
Interest and Fiscal Charges	-
Total Expenditures	<u>23,272,683</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>2,901,180</u>
Other Financing Sources (Uses)	
Debt Issuance	-
Premium on Debt Issuance	-
Transfers In	-
Transfers Out	<u>(2,163,030)</u>
	<u>(2,163,030)</u>
Net Change in Fund Balances	738,150
Fund Balances - Beginning	<u>10,854,239</u>
Fund Balances - Ending	<u><u>11,592,389</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
313,311	-	2,942,657	-	11,336,446
-	647,373	-	-	1,714,527
-	603,368	-	-	9,602,056
-	269,632	-	356,674	7,574,103
-	-	-	-	683,220
70	18,604	7,201	6,480	43,680
-	20,284	-	3,200	408,685
313,381	1,559,261	2,949,858	366,354	31,362,717
-	-	-	348,558	2,717,297
-	-	-	-	1,427,236
-	-	-	-	14,602,591
-	-	-	-	2,249,525
-	-	-	-	2,624,592
-	-	2,105,591	-	2,105,591
-	4,806,690	-	-	4,806,690
230,000	-	-	-	230,000
166,615	-	-	-	166,615
396,615	4,806,690	2,105,591	348,558	30,930,137
(83,234)	(3,247,429)	844,267	17,796	432,580
-	5,000,000	-	-	5,000,000
-	45,123	-	-	45,123
73,500	55,000	-	-	128,500
-	(73,500)	-	-	(2,236,530)
73,500	5,026,623	-	-	2,937,093
(9,734)	1,779,194	844,267	17,796	3,369,673
543,110	8,293,193	1,318,735	1,358,581	22,367,858
533,376	10,072,387	2,163,002	1,376,377	25,737,531

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**

For the Fiscal Year Ended April 30, 2014

Net Change in Fund Balances - Total Governmental Funds **\$ 3,369,673**

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	1,431,517
Depreciation Expense	(2,361,385)

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	(73,217)
Increase in Net Other Post-Employment Benefit Obligation	(194,837)
Deductions to Compensated Absences Payable	312,986
Debt Issuance	(5,000,000)
Retirement of Debt	230,000

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.

6,256

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.

585,179

Changes in Net Position of Governmental Activities **(1,693,828)**

VILLAGE OF LIBERTYVILLE, ILLINOIS

**Statement of Net Position - Proprietary Funds
April 30, 2014**

See Following Page

VILLAGE OF LIBERTYVILLE, ILLINOIS

Statement of Net Position - Proprietary Funds
April 30, 2014

	Business-Type Activities - Enterprise			Governmental
	Waterworks and Sewerage	Libertyville Sports Complex	Total	Activities Internal Service
ASSETS				
Current Assets				
Cash and Investments	\$ 7,734,952	37,265	7,772,217	2,461,717
Receivables - Net of Allowances				
Accounts	1,199,904	60,614	1,260,518	66,957
Due from Other Funds	951,273	-	951,273	-
Inventories	-	2,504	2,504	27,114
Prepays	52,435	37,722	90,157	10,825
Total Current Assets	<u>9,938,564</u>	<u>138,105</u>	<u>10,076,669</u>	<u>2,566,613</u>
Noncurrent Assets				
Capital Assets				
Land	2,272,080	4,771,168	7,043,248	-
Buildings and Improvements	14,268,990	17,607,403	31,876,393	-
Machinery and Equipment	1,720,581	448,436	2,169,017	7,596,349
Waterworks System	18,480,830	-	18,480,830	-
Sewerage System	15,840,436	-	15,840,436	-
	<u>52,582,917</u>	<u>22,827,007</u>	<u>75,409,924</u>	<u>7,596,349</u>
Accumulated Depreciation	<u>(28,460,677)</u>	<u>(4,908,510)</u>	<u>(33,369,187)</u>	<u>(5,066,919)</u>
Total Noncurrent Assets	<u>24,122,240</u>	<u>17,918,497</u>	<u>42,040,737</u>	<u>2,529,430</u>
Total Assets	<u>34,060,804</u>	<u>18,056,602</u>	<u>52,117,406</u>	<u>5,096,043</u>
DEFERRED OUTFLOWS OF RESOURCES				
Loss on Refunding	-	921,439	921,439	-
Total Assets and Deferred Outflows of Resources	<u>34,060,804</u>	<u>18,978,041</u>	<u>53,038,845</u>	<u>5,096,043</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
LIABILITIES				
Current Liabilities				
Accounts Payable	831,316	98,771	930,087	8,893
Accrued Payroll	81,750	40,500	122,250	18,252
Deposits Payable	154,540	11,275	165,815	-
Accrued Interest Payable	124,687	272,528	397,215	-
Due to Other Funds	-	951,273	951,273	-
Other Payables	72,000	67,937	139,937	200,000
Compensated Absences Payable	61,084	9,413	70,497	15,382
Installment Contract Payable	-	-	-	129,029
IEPA Loans Payable	96,987	-	96,987	-
General Obligation Bonds Payable	605,000	735,000	1,340,000	-
Total Current Liabilities	2,027,364	2,186,697	4,214,061	371,556
Noncurrent Liabilities				
Compensated Absences Payable	244,337	37,651	281,988	61,528
Installment Contract Payable	-	-	-	180,897
General Obligation Bonds Payable	10,240,000	17,770,000	28,010,000	-
Total Noncurrent Liabilities	10,484,337	17,807,651	28,291,988	242,425
Total Liabilities	12,511,701	19,994,348	32,506,049	613,981
NET POSITION				
Net Investment in Capital Assets	21,958,099	334,936	22,293,035	2,219,504
Unrestricted	(408,996)	(1,351,243)	(1,760,239)	2,262,558
Total Net Position	21,549,103	(1,016,307)	20,532,796	4,482,062

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
For the Fiscal Year Ended April 30, 2014

	Business-Type Activities - Enterprise			Governmental
	Waterworks and Sewerage	Libertyville Sports Complex	Total	Activities Internal Service
Operating Revenues				
Charges for Services	\$ 7,986,383	2,695,475	10,681,858	-
Interfund Services	-	-	-	1,985,115
Total Operating Revenues	<u>7,986,383</u>	<u>2,695,475</u>	<u>10,681,858</u>	<u>1,985,115</u>
Operating Expenses				
Operations	6,650,961	2,108,590	8,759,551	1,201,525
Depreciation	1,094,895	467,767	1,562,662	474,359
Total Operating Expenses	<u>7,745,856</u>	<u>2,576,357</u>	<u>10,322,213</u>	<u>1,675,884</u>
Operating Income	<u>240,527</u>	<u>119,118</u>	<u>359,645</u>	<u>309,231</u>
Nonoperating Revenues (Expenses)				
Interest Income	14,807	-	14,807	5,521
Connection Fees	196,134	-	196,134	-
Other Income	8,237	-	8,237	281,358
Interest Expense and Fiscal Charges	(186,579)	(838,370)	(1,024,949)	(10,931)
	<u>32,599</u>	<u>(838,370)</u>	<u>(805,771)</u>	<u>275,948</u>
Income (Loss) Before Transfers and Capital Contributions	<u>273,126</u>	<u>(719,252)</u>	<u>(446,126)</u>	<u>585,179</u>
Capital Grants	19,095	-	19,095	-
Transfers In	-	2,108,030	2,108,030	-
	<u>19,095</u>	<u>2,108,030</u>	<u>2,127,125</u>	<u>-</u>
Change in Net Position	292,221	1,388,778	1,680,999	585,179
Net Position - Beginning	<u>21,256,882</u>	<u>(2,405,085)</u>	<u>18,851,797</u>	<u>3,896,883</u>
Net Position - Ending	<u>21,549,103</u>	<u>(1,016,307)</u>	<u>20,532,796</u>	<u>4,482,062</u>

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

VILLAGE OF LIBERTYVILLE, ILLINOIS

**Statement of Cash Flows - Proprietary Funds
For the Fiscal Year Ended April 30, 2014**

	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	\$ 8,130,456	2,770,223	10,900,679	-
Receipts from Interfund Services	-	-	-	2,293,593
Payments to Employees	(1,666,704)	(883,276)	(2,549,980)	(353,255)
Payments to Suppliers	(5,122,174)	(1,233,159)	(6,355,333)	(1,014,196)
	<u>1,341,578</u>	<u>653,788</u>	<u>1,995,366</u>	<u>926,142</u>
Cash Flows from Noncapital Financing Activities				
Transfers In	-	2,108,030	2,108,030	-
Operating Grants	19,095	-	19,095	-
	<u>19,095</u>	<u>2,108,030</u>	<u>2,127,125</u>	<u>-</u>
Cash Flows from Capital and Related Financing Activities				
Purchase of Capital Assets	(2,383,013)	(158,985)	(2,541,998)	(281,359)
Capital Bond Proceeds	6,415,000	-	6,415,000	-
Interest on Capital Debt	(186,579)	(838,370)	(1,024,949)	(10,931)
Principal on Capital Debt	(2,919,674)	(1,760,000)	(4,679,674)	(212,408)
	<u>925,734</u>	<u>(2,757,355)</u>	<u>(1,831,621)</u>	<u>(504,698)</u>
Cash Flows from Investing Activities				
Interest Received	14,807	-	14,807	5,521
Net Change in Cash and Cash Equivalents	<u>2,301,214</u>	<u>4,463</u>	<u>2,305,677</u>	<u>426,965</u>
Cash and Cash Equivalents - Beginning	<u>5,433,738</u>	<u>32,802</u>	<u>5,466,540</u>	<u>2,034,752</u>
Cash and Cash Equivalents - Ending	<u><u>7,734,952</u></u>	<u><u>37,265</u></u>	<u><u>7,772,217</u></u>	<u><u>2,461,717</u></u>
Reconciliation of Operating Income to Net Cash Provided (Used) by Operating Activities				
Operating Income (Loss)	240,527	119,118	359,645	309,231
Adjustments to Reconcile Operating Income to Net Cash Provided by Operating Activities:				
Depreciation Expense	1,094,895	467,767	1,562,662	474,359
Other Income	204,371	-	204,371	281,358
(Increase) Decrease in Current Assets	(60,298)	74,748	14,450	27,120
Increase (Decrease) in Current Liabilities	(137,917)	(7,845)	(145,762)	(165,926)
Net Cash Provided by Operating Activities	<u><u>1,341,578</u></u>	<u><u>653,788</u></u>	<u><u>1,995,366</u></u>	<u><u>926,142</u></u>

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

VILLAGE OF LIBERTYVILLE, ILLINOIS

Statement of Fiduciary Net Position
April 30, 2014

	<u>Pension Trust</u>
ASSETS	
Cash and Cash Equivalents	\$ 2,593,482
Investments	
State and Local Obligations	1,298,395
Corporate Bonds	11,194,908
U.S. Government and Agency Obligations	7,830,512
Stock Equities	6,679,121
Mutual Funds	18,843,302
Receivables - Accrued Interest	199,938
Prepays	<u>845</u>
Total Assets	48,640,503
LIABILITIES	
Accounts Payable	<u>23,582</u>
NET POSITION	
Held in Trust for Pension Benefits	<u><u>48,616,921</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
For the Fiscal Year Ended April 30, 2014**

	<u>Pension Trust</u>
Additions	
Contributions - Employer	\$ 2,267,670
Contributions - Plan Members	<u>657,956</u>
Total Contributions	<u>2,925,626</u>
Investment Income	
Interest Earned	1,288,484
Net Change in Fair Value	<u>2,862,059</u>
	4,150,543
Less Investment Expenses	<u>(104,360)</u>
Net Investment Income	<u>4,046,183</u>
Total Additions	<u>6,971,809</u>
Deductions	
Administration	66,089
Benefits	3,284,548
Total Deductions	<u>3,350,637</u>
Change in Net Position	3,621,172
Net Position Held in Trust for Pension Benefits	
Beginning	<u>44,995,749</u>
Ending	<u><u>48,616,921</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, 2014

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. 61, "The Financial Reporting Omnibus – an Amendment of GASB Statements No. 14 and No. 34," 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. 61, 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, 2014

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, 2014

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) charges to customers or applicants who purchase, use or directly benefit from goods, services or privileges provided by a given function or segment and 2) grants and 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, 2014

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, 2014

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, 2014

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 pension funds are presented in the fiduciary fund financial statements. Since by definition these assets are being held for the benefit of a third party (pension participants) 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-type 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, 2014

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-type 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, 2014

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 prepaids/inventories are recorded as expenditures when consumed rather than when purchased.

VILLAGE OF LIBERTYVILLE, ILLINOIS

Notes to the Financial Statements April 30, 2014

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 prepaids 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, 2014

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 required 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 had 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 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, 2014

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, 2014**

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	\$ 1,016,307

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, 2014

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, 2014

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 \$7,399,940 and the bank balances totaled \$7,523,432.

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	\$ 12,499,600	12,499,600	-	-
Illinois Funds	14,144,962	14,144,962	-	-
	<u>26,644,562</u>	<u>26,644,562</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 f 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, 2014**

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, \$798,642 of the bank balance of deposits was not covered by federal depository collateral or equivalent insurance, of which \$729,200 represents cash at paying agent for debt service payments.

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.

VILLAGE OF LIBERTYVILLE, ILLINOIS

Notes to the Financial Statements April 30, 2014

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

- 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.
- 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 \$1,472,625 and the bank balances totaled \$1,472,925.

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. Treasuries	\$ 424,071	-	280,492	143,579	-
U. S. Agencies	3,771,833	24,063	476,798	1,479,509	1,791,463
Corporate Bonds	5,685,732	1,023,328	2,374,872	2,029,506	258,026
State and Local Obligations	899,527	60,846	630,314	100,643	107,724
	10,781,163	1,108,237	3,762,476	3,753,237	2,157,213

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, corporate bonds, and state and local obligation were all rated BAA3 to Aaa by Moody's.

VILLAGE OF LIBERTYVILLE, ILLINOIS

Notes to the Financial Statements
April 30, 2014

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 \$10,116,393 invested in mutual funds and \$3,363,562 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 Oakmark International Fund (\$1,564,330), T Rowe Price Growth (\$1,973,680), Vanguard Institutional Index (\$2,909,553) and Cohen and Steers Realty (\$1,361,670).

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 \$1,116,183 and the bank balances totaled \$1,117,278.

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. Agencies	\$ 2,368,663	25,123	107,538	66,301	2,169,701
U. S. Treasuries	1,265,945	-	1,234,285	-	31,660
Corporate Bonds	5,509,176	893,773	2,157,105	2,250,185	208,113
State and Local Obligations	398,868	81,662	239,998	50,026	27,182
IMET	4,674	4,674	-	-	-
	9,547,326	1,005,232	3,738,926	2,366,512	2,436,656

VILLAGE OF LIBERTYVILLE, ILLINOIS

Notes to the Financial Statements

April 30, 2014

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, corporate bonds, and state and local obligations all rated BBB- to AA+ 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 \$8,726,909 invested in mutual funds and \$3,315,559 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 (\$1,957,537) and Vanguard 500 Index (\$2,220,969).

PROPERTY TAXES

Property taxes for 2013 attach as an enforceable lien on January 1, 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 and September 1. 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, 2014**

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	17,160,186	-	-	17,160,186
Machinery and Equipment	8,068,351	281,359	47,693	8,302,017
Infrastructure	88,421,633	1,431,517	-	89,853,150
	<u>113,650,170</u>	<u>1,712,876</u>	<u>47,693</u>	<u>115,315,353</u>
Less Accumulated Depreciation				
Buildings and Improvements	10,788,079	412,198	-	11,200,277
Machinery and Equipment	5,213,697	511,672	47,693	5,677,676
Infrastructure	43,579,987	1,911,874	-	45,491,861
	<u>59,581,763</u>	<u>2,835,744</u>	<u>47,693</u>	<u>62,369,814</u>
Total Other Capital Assets	<u>54,068,407</u>	<u>(1,122,868)</u>	<u>-</u>	<u>52,945,539</u>
Total Capital Assets	<u>152,370,101</u>	<u>(1,122,868)</u>	<u>-</u>	<u>151,247,233</u>

Depreciation expense was charged to governmental activities as follows:

General Government	\$ 35,127
Public Safety	173,721
Public Works	1,890,559
Parks and Recreation	261,978
Internal Service	474,359
	<u>2,835,744</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

Notes to the Financial Statements
April 30, 2014

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	31,723,222	210,790	57,619	31,876,393
Machinery and Equipment	2,169,017	-	-	2,169,017
Waterworks System	16,199,622	2,281,208	-	18,480,830
Sewerage System	15,790,436	50,000	-	15,840,436
	<u>65,882,297</u>	<u>2,541,998</u>	<u>57,619</u>	<u>68,366,676</u>
Less Accumulated Depreciation				
Buildings and Improvements	12,751,473	707,951	57,619	13,401,805
Machinery and Equipment	1,935,677	89,287	-	2,024,964
Waterworks System	8,293,200	414,330	-	8,707,530
Sewerage System	8,883,794	351,094	-	9,234,888
	<u>31,864,144</u>	<u>1,562,662</u>	<u>57,619</u>	<u>33,369,187</u>
Total Other Capital Assets	<u>34,018,153</u>	<u>979,336</u>	<u>-</u>	<u>34,997,489</u>
Total Capital Assets	<u>41,061,401</u>	<u>979,336</u>	<u>-</u>	<u>42,040,737</u>

Depreciation expense was charged to business-type as follows:

Waterworks and Sewerage	\$ 1,094,895
Libertyville Sports Complex	<u>467,767</u>
	<u>1,562,662</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

**Notes to the Financial Statements
April 30, 2014**

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	\$ 73,500
Capital Improvement	General	55,000
Libertyville Sports Complex	General	<u>2,108,030</u>
		<u>2,236,530</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

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

VILLAGE OF LIBERTYVILLE, ILLINOIS

**Notes to the Financial Statements
April 30, 2014**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

LONG-TERM DEBT – Continued

General Obligation Bonds – 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	\$ 375,000	-	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	1,710,000	-	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	2,585,000	-	2,260,000 * 95,000	230,000
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	1,300,000	-	165,000	1,135,000

* Refunded

VILLAGE OF LIBERTYVILLE, ILLINOIS

Notes to the Financial Statements
April 30, 2014

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

LONG-TERM DEBT – Continued

General Obligation Bonds– 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	3,740,000	-	50,000	3,690,000
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	340,000	-	65,000	275,000

VILLAGE OF LIBERTYVILLE, ILLINOIS

Notes to the Financial Statements
April 30, 2014

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

LONG-TERM DEBT – Continued

General Obligation Bonds – 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 1, 2032.	Waterworks and Sewerage	4,200,000	-	-	4,200,000
General Obligation Bonds of 2013A (\$5,000,000), due in annual installments of \$160,000 to \$365,000, including interest at 2.00% to 4.00% through December 15, 2032.	Debt Service	-	5,000,000	-	5,000,000
General Obligation Alternate Revenue Source Bonds of 2013B (\$4,200,000), due in annual installments of \$155,000 to \$300,000, including interest at 2.00% to 4.00% through May 15, 2032.	Waterworks and Sewerage	-	4,200,000	-	4,200,000

VILLAGE OF LIBERTYVILLE, ILLINOIS

Notes to the Financial Statements
April 30, 2014

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

LONG-TERM DEBT – Continued

General Obligation Bonds – Continued

Issue	Fund Debt Retired By	Beginning Balances	Issuances	Retirements	Ending Balances
General Obligation Refunding Alternate Revenue Source Bonds of 2014B (\$2,215,000), due in annual installments of \$245,000 to \$310,000, including interest at 3.00%	Waterworks and Sewerage	\$ -	2,215,000	-	2,215,000
		<u>34,065,000</u>	<u>11,415,000</u>	<u>4,720,000</u>	40,760,000
Less Unamortized Loss on Refunding					<u>(921,439)</u>
					<u>39,838,561</u>

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	\$ 286,661	-	189,674	96,987

VILLAGE OF LIBERTYVILLE, ILLINOIS

**Notes to the Financial Statements
April 30, 2014**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

LONG-TERM DEBT – Continued

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	\$ 474,300	-	180,749	293,551
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	48,034	-	31,659	16,375
		522,334	-	212,408	309,926

VILLAGE OF LIBERTYVILLE, ILLINOIS

**Notes to the Financial Statements
April 30, 2014**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

LONG-TERM DEBT – Continued

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
Governmental Activities					
Compensated Absences	\$ 2,212,711	307,937	615,874	1,904,774	380,955
General Obligation Bonds	6,640,000	5,000,000	230,000	11,410,000	595,000
Installment Contracts	522,334	-	212,408	309,926	129,029
Net Other Post-Employment Benefit Obligation	737,019	194,837	-	931,856	-
	<u>10,112,064</u>	<u>5,502,774</u>	<u>1,058,282</u>	<u>14,556,556</u>	<u>1,104,984</u>
Business-Type Activities					
Compensated Absences	337,492	29,988	14,994	352,486	70,497
General Obligation Bonds	27,425,000	6,415,000	4,490,000	29,350,000	1,340,000
IEPA Loans Payable	286,661	-	189,674	96,987	96,987
	<u>28,049,153</u>	<u>6,444,988</u>	<u>4,694,668</u>	<u>29,799,473</u>	<u>1,507,484</u>

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 as part of the above totals for governmental activities. At year end, \$76,910 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.

VILLAGE OF LIBERTYVILLE, ILLINOIS

**Notes to the Financial Statements
April 30, 2014**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

LONG-TERM DEBT -- Continued

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
2015	\$ 595,000	347,346	129,029	38,884
2016	645,000	308,954	93,526	36,969
2017	660,000	291,104	66,860	27,132
2018	680,000	272,367	20,511	174
2019	645,000	252,527	-	-
2020	660,000	233,222	-	-
2021	475,000	213,312	-	-
2022	495,000	201,513	-	-
2023	515,000	189,213	-	-
2024	540,000	176,413	-	-
2025	560,000	163,013	-	-
2026	580,000	149,113	-	-
2027	600,000	134,013	-	-
2028	625,000	118,025	-	-
2029	655,000	100,700	-	-
2030	675,000	80,790	-	-
2031	705,000	59,915	-	-
2032	735,000	37,920	-	-
2033	365,000	14,600	-	-
Total	11,410,000	3,344,060	309,926	103,159

VILLAGE OF LIBERTYVILLE, ILLINOIS

**Notes to the Financial Statements
April 30, 2014**

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
2015	\$ 1,340,000	992,755	96,987	1,463
2016	1,315,000	986,392	-	-
2017	1,345,000	952,497	-	-
2018	1,385,000	913,968	-	-
2019	1,435,000	876,717	-	-
2020	1,485,000	835,767	-	-
2021	1,535,000	791,505	-	-
2022	1,755,000	743,305	-	-
2023	1,820,000	679,405	-	-
2024	1,575,000	617,030	-	-
2025	1,650,000	556,124	-	-
2026	1,720,000	491,061	-	-
2027	1,800,000	422,904	-	-
2028	1,880,000	350,364	-	-
2029	1,960,000	273,951	-	-
2030	2,045,000	195,704	-	-
2031	2,115,000	113,832	-	-
2032	585,000	28,966	-	-
2033	605,000	9,813	-	-
Total	29,350,000	10,832,060	96,987	1,463

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, 2014**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

LONG-TERM DEBT – Continued

Legal Debt Margin – Continued

Assessed Valuation - 2013	<u>\$ 1,043,396,255</u>
Legal Debt Limit - 8.625% of Assessed Valuation	89,992,927
Amount of Debt Applicable to Debt Limit	
General Obligation Limited Tax Refunding Bonds of 2008	1,135,000
General Obligation Bonds of 2012A	5,000,000
General Obligation Bonds of 2013A	5,000,000
Installment Contracts	<u>309,926</u>
Legal Debt Margin	<u>78,548,001</u>

Bond Defeasances

On April 8, 2014, the Village issued \$2,215,000 par value General Obligation Refunding Alternate Revenue Source Bonds of 2014A. The Village defeased bonds by placing the proceeds of the new bonds in an irrevocable trust to provide for all future debt service payment of the old bonds. Since the requirements that 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 government's basic financial statements. Through this refunding, the Village reduced its total debt service by \$201,181 and obtained an economic gain of \$206,910.

VILLAGE OF LIBERTYVILLE, ILLINOIS

Notes to the Financial Statements
April 30, 2014

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, 2014:

Governmental Activities

Capital Assets - Net of Accumulated Depreciation		\$ 151,247,233
Plus Unspent Bond Proceeds		6,804,961
Less Capital Related Debt:		
General Obligation Bonds	(11,410,000)	
Installment Contracts	(309,926)	<u>(11,719,926)</u>
Net Investment in Capital Assets		<u>146,332,268</u>

Business-Type Activities

Capital Assets - Net of Accumulated Depreciation		\$ 42,040,737
Plus Unspent Bond Proceeds		8,777,846
Less Capital Related Debt:		
General Obligation Bonds	(29,350,000)	
IEPA Loans	(96,987)	
Plus Unamortized Items		
Unamortized Loss on Refunding	921,439	<u>(28,525,548)</u>
Net Investment in Capital Assets		<u>22,293,035</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

**Notes to the Financial Statements
April 30, 2014**

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
Fund Balances						
Nonspendable - Prepaids	\$ 1,362,547	-	-	-	7,935	1,370,482
Restricted						
Special Revenues						
Emergency Telephone System 911	534,186	-	-	-	-	534,186
Foreign Fire Insurance	81,926	-	-	-	-	81,926
Tim/Creek Special Service Area	64,244	-	-	-	-	64,244
Hotel/Motel Tax	407,145	-	-	-	-	407,145
Lucerne/Interlaken Special Service Area	38,237	-	-	-	-	38,237
Fire Fund	26,285	-	-	-	-	26,285
Tax Increment Financing District	-	-	-	2,163,002	-	2,163,002
Debt Service	-	533,376	-	-	-	533,376
	1,152,023	533,376	-	2,163,002	-	3,848,401
Committed - Commuter Parking	-	-	-	-	1,368,442	1,368,442
Assigned - Capital Projects	-	-	10,072,387	-	-	10,072,387
Unassigned	9,077,819	-	-	-	-	9,077,819
Total Fund Balances	11,592,389	533,376	10,072,387	2,163,002	1,376,377	25,737,531

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. Formal Board action (ordinance and/or resolution) is required to establish, modify, or rescind a fund balance commitment. 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 (Finance Director) 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, 2014

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 \$10,000 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, 2014**

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:

<u>Year Ending</u>	<u>Amount</u>
2014	\$ 1,602,556
2015	1,602,556
2016	1,602,556
2017	1,602,556
2018	1,602,556
2019-2029	<u>17,628,116</u>
	<u><u>25,640,896</u></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, 2014

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. 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, 2014**

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 2013 was 13.60 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	32
Current Employees	
Vested	30
Nonvested	9
	<u>71</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

**Notes to the Financial Statements
April 30, 2014**

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, 2014**

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	23
Current Employees	
Vested	22
Nonvested	<u>19</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, 2014

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 \$1,564,330, T Rowe Price Growth \$1,973,680, Vanguard 500 Index \$2,909,553 and Cohen and Steers Realty \$1,361,670. The Firefighters' Pension Plan has over 5 percent of net position (other than U.S. Government guaranteed obligations) invested in T Rowe Price Growth \$1,957,537 and Vanguard 500 Index \$2,220,969. 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, 2014**

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Annual Pension Cost and Net Pension Obligation

The net pension obligation 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 net pension obligation (asset) for the Police and Firefighters’ Pension Plans is as follows:

	Police Pension	Firefighters' Pension	Totals
Annual Required Contribution	\$ 1,232,889	1,034,381	2,267,270
Interest on the NPO (Asset)	(8,726)	(5,300)	(14,026)
Adjustment to the ARC	52,321	35,322	87,643
Annual Pension Cost	1,276,484	1,064,403	2,340,887
Actual Contribution	1,232,893	1,034,777	2,267,670
Change in NPO/(NPA)	43,591	29,626	73,217
NPO/(NPA) - Beginning of Year	(124,720)	(75,773)	(200,493)
NPO/(NPA) - End of Year	(81,129)	(46,147)	(127,276)

VILLAGE OF LIBERTYVILLE, ILLINOIS

**Notes to the Financial Statements
April 30, 2014**

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Annual Pension Cost and Net Pension Obligation – Continued

The actuarial assumptions and related information for each plan is as follows:

	Illinois Municipal Retirement	Police Pension	Firefighters' Pension
Contribution Rates			
Employer	13.60%	35.26%	28.66%
Employee	4.50%	9.91%	9.455%
Actuarial Valuation Date	12/31/2013	4/30/2013	4/30/2013
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	28 Years	28 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, 2014

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)	2012	\$ 755,207	1,185,058	941,160
	2013	744,729	1,190,885	976,600
	2014	855,892	1,276,484	1,064,403
Actual Contributions	2012	837,238	1,232,055	987,758
	2013	744,729	1,240,285	991,861
	2014	855,892	1,232,893	1,034,777
Percentage of APC Contributed	2012	110.86%	103.97%	104.95%
	2013	100.00%	104.15%	101.56%
	2014	100.00%	96.59% *	97.22% *
Net Pension Obligation (Asset)	2012	82,031	(28,323)	(13,914)
	2013	-	(75,320)	(60,512)
	2014	-	(81,129)	(46,147)

*Contributions were less due to a reduction in property taxes caused by a refund provided to prior years taxes to Condell Hospital.

VILLAGE OF LIBERTYVILLE, ILLINOIS

**Notes to the Financial Statements
April 30, 2014**

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	12/31/13	4/30/13	4/30/13
Percent Funded	77.81%	57.54%	65.19%
Actuarial Accrued Liability for Benefits	\$23,288,949	\$42,010,689	\$31,943,862
Actuarial Value of Assets	\$18,120,398	\$24,171,869	\$20,823,880
Over (Under) Funded Actuarial Accrued Liability (UAAL)	(\$5,168,551)	(\$17,838,820)	(\$11,119,982)
Covered Payroll (Annual Payroll of Active Employees Covered by the Plan)	\$6,293,321	\$3,517,070	\$3,460,676
Ratio of UAAL to Covered Payroll	82.13%	507.21%	321.32%

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, 2014**

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, 2014, retirees contributed \$322,934. Active employees do not contribute to the plan until retirement.

At April 30, 2014, membership consisted of:

Retirees and Beneficiaries Currently Receiving Benefits and Terminated Employees Entitled to Benefits but not yet Receiving Them	19
Active Employees	<u>154</u>
Total	<u>173</u>
Participating Employers	1

The Village does not currently have a funding policy.

VILLAGE OF LIBERTYVILLE, ILLINOIS

Notes to the Financial Statements April 30, 2014

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, 2014, was calculated as follows:

Annual Required Contribution	\$ 239,064
Interest on the NOPEBO	36,851
Adjustment to the ARC	<u>(24,568)</u>
Annual OPEB Cost	251,347
Actual Contribution	<u>56,510</u>
Increase in the NOPEBO	194,837
NOPEBO - Beginning of Year	<u>737,019</u>
NOPEBO - End of Year	<u><u>931,856</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
2012	\$ 192,179	56,510	29.40 %	558,686
2013	234,843	56,510	24.06 %	737,019
2014	251,347	56,510	22.48 %	931,856

VILLAGE OF LIBERTYVILLE, ILLINOIS

Notes to the Financial Statements April 30, 2014

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 advanced 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, 2014, 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, 2014

Funding Progress

Actuarial Valuation Date	(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)
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%
2013	18,120,398	23,288,949	77.81%	5,168,551	6,293,321	82.13%

Employer Contributions

Fiscal Year	Employer Contributions	Annual Required Contribution	Percent Contributed
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%
2014	855,892	855,892	100.00%

VILLAGE OF LIBERTYVILLE, ILLINOIS

Police Pension Fund

Required Supplementary Information
 Schedule of Funding Progress and Employer Contributions
 April 30, 2014

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)
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%
2013	24,171,869	42,010,689	57.54%	17,838,820	3,517,070	507.21%

Employer Contributions

Fiscal Year	Employer Contributions	Annual Required Contribution	Percent Contributed
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%
2014	1,232,893	1,232,889	100.00%

VILLAGE OF LIBERTYVILLE, ILLINOIS

Firefighters' Pension Fund

Required Supplementary Information
 Schedule of Funding Progress and Employer Contributions
 April 30, 2014

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)
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%
2013	20,823,880	31,943,862	65.19%	11,119,982	3,460,676	321.32%

Employer Contributions

Fiscal Year	Employer Contributions	Annual Required Contribution	Percent Contributed
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%
2014	1,034,777	1,034,381	100.04%

VILLAGE OF LIBERTYVILLE, ILLINOIS

Other Post-Employment Benefit Plan

**Required Supplementary Information
Schedule of Funding Progress and Employer Contributions
April 30, 2014**

Funding Progress

Actuarial Valuation Date April 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)
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%
2013	N/A	N/A	N/A	N/A	N/A	N/A

Employer Contributions

Fiscal Year	Employer Contributions	Annual Required Contribution	Percent Contributed
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%
2014	56,510	239,064	23.64%

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
For the Fiscal Year Ended April 30, 2014**

	Budget		Actual
	Original	Final	
Revenues			
Taxes	\$ 8,067,750	8,067,750	8,080,478
Licenses and Permits	889,000	889,000	1,067,154
Intergovernmental	8,540,415	8,540,415	8,998,688
Charges for Services	6,824,080	6,824,080	6,947,797
Fines and Forfeits	487,500	487,500	683,220
Interest	15,000	15,000	11,325
Miscellaneous	380,300	380,300	385,201
Total Revenues	<u>25,204,045</u>	<u>25,204,045</u>	<u>26,173,863</u>
Expenditures			
General Government	2,431,360	2,471,560	2,368,739
Community Development	1,424,545	1,449,545	1,427,236
Public Safety	14,803,415	14,863,015	14,602,591
Public Works	2,245,865	2,314,865	2,249,525
Parks and Recreation	2,698,275	2,698,275	2,624,592
Total Expenditures	<u>23,603,460</u>	<u>23,797,260</u>	<u>23,272,683</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	1,600,585	1,406,785	2,901,180
Other Financing (Uses)			
Transfers Out	(585,345)	(2,120,345)	(2,163,030)
Net Change in Fund Balance	<u>1,015,240</u>	<u>(713,560)</u>	738,150
Fund Balance - Beginning			<u>10,854,239</u>
Fund Balance - Ending			<u><u>11,592,389</u></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

GENERAL FUND

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

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.

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.

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.

COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS AND SCHEDULES

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.

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.

COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS AND SCHEDULES

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.

VILLAGE OF LIBERTYVILLE, ILLINOIS

General Fund

**Schedule of Revenues - Budget and Actual
For the Fiscal Year Ended April 30, 2014**

	Budget		Actual
	Original	Final	
Taxes			
Property Taxes			
General Corporate	\$ 884,000	884,000	855,718
Fire Protection	825,000	825,000	803,147
Parks	375,000	375,000	359,627
Recreation	375,000	375,000	359,627
Highway and Bridges - Village	545,000	545,000	507,410
Highway and Bridges - Township	280,000	280,000	300,516
Municipal Retirement	380,000	380,000	370,071
Police Pension	1,250,000	1,250,000	1,216,008
Fire Pension	1,050,000	1,050,000	1,024,771
Special Recreation	160,000	160,000	158,824
Concord/Interlaken Special Service Area	24,030	24,030	24,030
Timber Creek Special Service Area	22,720	22,720	22,841
Electric Utility Tax	1,400,000	1,400,000	1,532,696
Gas Utility Tax	-	-	8,041
Leased Car Tax	72,000	72,000	94,000
Hotel/Motel Tax	280,000	280,000	268,093
Foreign Fire Insurance Tax	50,000	50,000	60,718
Personal Property Replacement Tax			
General	75,000	75,000	94,340
Police	10,000	10,000	10,000
Fire	10,000	10,000	10,000
	<u>8,067,750</u>	<u>8,067,750</u>	<u>8,080,478</u>
Licenses and Permits			
Building Permits	715,000	715,000	855,369
Zoning Fees	25,000	25,000	27,545
Fire Bureau - Permits/Fees	55,000	55,000	76,740
Liquor Licenses	77,000	77,000	91,425
Other Licenses	17,000	17,000	16,075
	<u>889,000</u>	<u>889,000</u>	<u>1,067,154</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

General Fund

**Schedule of Revenues - Budget and Actual - Continued
For the Fiscal Year Ended April 30, 2014**

	Budget		Actual
	Original	Final	
Intergovernmental			
Sales Tax	\$ 6,190,000	6,190,000	6,455,397
Income Tax	1,935,000	1,935,000	1,978,062
Use Tax	329,100	329,100	354,636
Street/Signal Maintenance Fees	81,315	81,315	82,885
Grants	5,000	5,000	127,708
	<u>8,540,415</u>	<u>8,540,415</u>	<u>8,998,688</u>
Charges for Services			
Libertyville Fire Protection	2,573,150	2,573,150	2,574,966
Ambulance Fees	610,000	610,000	709,872
Recreation Fees	676,000	676,000	612,274
Green Fees	20,000	20,000	19,750
Swimming Fees	235,000	235,000	204,732
Swimming Programs	125,000	125,000	94,649
Senior Meals Fees	18,300	18,300	16,196
Recycling/Refuse Fees	100,000	100,000	88,145
Parking Fees	12,000	12,000	12,445
Engineering	75,000	75,000	76,658
Alarm Fees	172,130	172,130	214,521
Elevator Inspection Fees	33,000	33,000	43,684
Fire Services	10,000	10,000	16,919
Legal Fee Reimbursement	5,000	5,000	18,255
Birth/Death Certificates	270,000	270,000	281,601
Cable Franchise Fee	380,000	380,000	399,918
Telecom Infrastructure Maintenance Fee	1,060,000	1,060,000	1,043,099
Police Services	75,000	75,000	103,007
Damage to Village Property	5,000	5,000	4,749
Senior Center Sponsorship	7,500	7,500	5,944
Concessions - Pools	27,000	27,000	21,269
Telephone Surcharge - 911	135,000	135,000	128,285
Wireless Surcharge - 911	200,000	200,000	256,859
	<u>6,824,080</u>	<u>6,824,080</u>	<u>6,947,797</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

General Fund

Schedule of Revenues - Budget and Actual - Continued
For the Fiscal Year Ended April 30, 2014

	Budget		Actual
	Original	Final	
Fines and Forfeits			
Local Fines	\$ 225,000	225,000	289,822
Circuit Court Fines	200,000	200,000	259,089
DUI Fines - Senate Bill 740	7,500	7,500	51,933
Automated Traffic Enforcement	55,000	55,000	82,376
	<u>487,500</u>	<u>487,500</u>	<u>683,220</u>
Interest			
Investment Income	15,000	15,000	11,325
Miscellaneous			
Park Rentals	11,500	11,500	12,120
Scholarship/Donations	19,000	19,000	16,035
Banner Program	34,000	34,000	-
LCCF Contribution	14,300	14,300	15,081
Soda Machine Revenue	2,000	2,000	739
Tree Program	15,000	15,000	16,930
Drug Forfeiture	-	-	23,609
Cash Over	-	-	123
TIF Surplus Rebate	140,000	140,000	157,526
Insurance Surplus	108,500	108,500	72,089
Miscellaneous	36,000	36,000	70,949
	<u>380,300</u>	<u>380,300</u>	<u>385,201</u>
Total Revenues	<u>25,204,045</u>	<u>25,204,045</u>	<u>26,173,863</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

General Fund

**Schedule of Expenditures - Budget and Actual
For the Fiscal Year Ended April 30, 2014**

	Budget		Actual
	Original	Final	
General Government			
Legislative	\$ 87,130	92,130	92,075
Administration and Finance	1,320,820	1,320,820	1,313,940
Legal	402,100	427,100	411,011
Public Buildings	55,730	55,730	55,449
Community Organization/Activities	190,250	190,250	181,664
Senior Programs	55,870	57,870	57,842
Central Business District Parking	33,090	41,290	41,195
Hotel/Motel Tax	286,370	286,370	215,563
	<u>2,431,360</u>	<u>2,471,560</u>	<u>2,368,739</u>
Community Development			
Planning	517,080	517,080	511,561
Building Services	733,615	758,615	757,786
Economic Development	173,850	173,850	157,889
	<u>1,424,545</u>	<u>1,449,545</u>	<u>1,427,236</u>
Public Safety			
Police Department			
Administration/Communication/Records	1,964,700	1,964,700	2,003,096
Patrol Services	4,771,610	4,771,610	4,617,637
Investigation	748,475	748,475	671,320
Public Education	2,140	2,140	2,017
Community Service	154,930	154,930	132,483
	<u>7,641,855</u>	<u>7,641,855</u>	<u>7,426,553</u>
Fire Services Department			
Administration	232,920	232,920	233,472
Fire Prevention	197,935	197,935	195,419
Emergency Services	5,649,765	5,707,365	5,699,248
Support Services	636,975	638,975	649,023
Fire Fund	13,000	13,000	3,706
Foreign Fire Insurance	87,800	87,800	70,722
	<u>6,818,395</u>	<u>6,877,995</u>	<u>6,851,590</u>
Emergency Management Agency	<u>8,400</u>	<u>8,400</u>	<u>7,202</u>
Emergency Telephone System (911)	<u>334,765</u>	<u>334,765</u>	<u>317,246</u>
Total Public Safety	<u>14,803,415</u>	<u>14,863,015</u>	<u>14,602,591</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

General Fund

Schedule of Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended April 30, 2014

	Budget		Actual
	Original	Final	
Public Works			
Engineering	\$ 243,915	248,915	248,745
Highways and Bridges	1,511,010	1,511,010	1,460,900
Snow Removal and Ice Control	288,620	348,620	348,007
Concord/Interlaken Special Service Area	23,170	23,170	18,038
Timber Creek Special Service Area	21,330	21,330	12,166
Refuse and Recycling	157,820	161,820	161,669
	<u>2,245,865</u>	<u>2,314,865</u>	<u>2,249,525</u>
Parks and Recreation			
Parks	1,480,995	1,480,995	1,470,381
Recreation	838,425	838,425	795,535
Libertyville Golf Course	18,460	18,460	15,714
Swimming Pool	360,395	360,395	342,962
	<u>2,698,275</u>	<u>2,698,275</u>	<u>2,624,592</u>
Total Expenditures	<u>23,603,460</u>	<u>23,797,260</u>	<u>23,272,683</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

General Fund

Schedule of Detailed Expenditures - Budget and Actual
For the Fiscal Year Ended April 30, 2014

	Budget		Actual
	Original	Final	
General Government			
Legislative			
Salaries	\$ 45,600	45,600	45,600
Employer Contribution - FICA & Medicare	4,080	4,080	3,982
Travel, Training, Subscriptions and Dues	20,250	20,250	16,910
Technical Services	3,000	3,000	3,169
Appearance Review Committee	1,300	1,300	850
Board of Police and Fire Commissions	3,000	8,000	13,093
Keep Libertyville Beautiful	1,000	1,000	-
Plan Commission/Zoning Board of Appeals	6,200	6,200	5,600
Business Appreciation Breakfast	700	700	913
Miscellaneous	2,000	2,000	1,958
	<u>87,130</u>	<u>92,130</u>	<u>92,075</u>
Administration and Finance			
Salaries	657,670	657,670	602,302
Employer Contribution - IMRF	91,950	91,950	79,774
Employer Contribution - FICA & Medicare	44,900	44,900	38,690
Telephone	9,000	9,000	8,985
Maintenance - Copy Machines	5,400	5,400	4,940
Maintenance - Motor Vehicles	5,900	5,900	5,900
Maintenance - Other Equipment	500	500	896
Vital Records	90,000	90,000	93,107
Insurance	156,060	156,060	156,628
Intergovernmental Risk Management Agency	118,930	118,930	116,515
Postage	14,000	14,000	16,101
Office Supplies	12,500	12,500	11,030
Audit Services	23,100	23,100	20,930
Travel, Training, Subscriptions and Dues	11,500	11,500	12,233
Technical Services	14,800	14,800	14,222
Credit Card/Bank Fees	12,000	12,000	12,035
Publication	16,400	16,400	19,195
Printing	10,910	10,910	9,151
Section 125 Administration Fees	5,350	5,350	5,189

VILLAGE OF LIBERTYVILLE, ILLINOIS

General Fund

Schedule of Detailed Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended April 30, 2014

	Budget		Actual
	Original	Final	
General Government - Continued			
Administration and Finance - Continued			
Employee Programs	\$ 14,000	14,000	10,677
Cash Under	200	200	123
Vehicle Replacement Fees	4,750	4,750	4,750
Miscellaneous	1,000	1,000	70,567
	<u>1,320,820</u>	<u>1,320,820</u>	<u>1,313,940</u>
Legal			
Village Attorney	240,000	265,000	295,066
Village Prosecutor	58,000	58,000	49,959
Labor Counsel	40,000	40,000	43,350
Litigation	60,000	60,000	18,641
Administrative Adjudicator	4,000	4,000	3,995
Miscellaneous	100	100	-
	<u>402,100</u>	<u>427,100</u>	<u>411,011</u>
Public Buildings			
North Shore Gas	2,400	2,400	1,854
Maintenance - Village Hall	12,400	12,400	11,676
Maintenance - Schertz Building	30,500	30,500	32,659
Maintenance - Motor Vehicle	850	850	850
Maintenance - Civic Center	-	-	289
Intergovernmental Risk Management Agency	6,880	6,880	6,192
Miscellaneous	2,700	2,700	1,929
	<u>55,730</u>	<u>55,730</u>	<u>55,449</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

General Fund

**Schedule of Detailed Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended April 30, 2014**

	Budget		Actual
	Original	Final	
General Government - Continued			
Community Organization/Activities			
Dial-A-Ride	\$ 11,000	11,000	9,480
Northern Illinois Special Recreation Assn.	138,250	138,250	138,246
Special Events	15,000	15,000	6,338
Mosquito Control	26,000	26,000	25,200
Brainerd Building	-	-	2,400
	<u>190,250</u>	<u>190,250</u>	<u>181,664</u>
Senior Programs			
Salaries	22,950	22,950	21,344
Employer Contribution - IMRF	3,280	3,280	2,879
Employer Contribution - FICA & Medicare	1,750	1,750	1,633
Materials and Supplies	4,500	4,500	5,657
Meal Supplies	2,000	2,000	2,324
Utilities	240	240	306
Contractual Services	15,000	17,000	19,157
Senior Trips	6,150	6,150	4,542
	<u>55,870</u>	<u>57,870</u>	<u>57,842</u>
Central Business District Parking			
Technical Services	5,000	5,000	4,800
Telephone	1,200	1,200	1,392
Materials and Supplies	3,450	3,450	1,998
Maintenance - Building	7,000	7,000	7,703
Maintenance - Parking Lots	16,440	24,640	25,302
	<u>33,090</u>	<u>41,290</u>	<u>41,195</u>
Hotel/Motel Tax			
Libertyville Days	28,600	28,600	26,803
Downtown Beautification	29,900	29,900	25,121
Cook House	14,000	14,000	12,451
Mainstreet Libertyville	5,000	5,000	5,000
Banner Program	34,000	34,000	-
Village Band	3,000	3,000	3,122
Tourism Promotions	23,900	23,900	22,828

VILLAGE OF LIBERTYVILLE, ILLINOIS

General Fund

Schedule of Detailed Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended April 30, 2014

	Budget		Actual
	Original	Final	
General Government - Continued			
Hotel/Motel Tax - Continued			
Lake County Convention	\$ 10,000	10,000	10,000
Special Events	17,770	17,770	18,906
Civic Center	35,200	35,200	20,337
Sports Complex Marketing	60,000	60,000	47,120
Adler Cultural Center	25,000	25,000	23,875
	<u>286,370</u>	<u>286,370</u>	<u>215,563</u>
Total General Government	2,431,360	2,471,560	2,368,739
Community Development			
Planning			
Salaries	350,210	350,210	352,223
Employer Contribution - IMRF	50,000	50,000	47,691
Employer Contribution - FICA & Medicare	24,780	24,780	24,423
Materials and Supplies	3,500	3,500	2,567
Telephone	2,200	2,200	2,247
Maintenance - Motor Vehicle	1,330	1,330	1,330
Insurance	68,015	68,015	66,596
Intergovernmental Risk Management Agency	5,485	5,485	4,947
Postage	1,000	1,000	915
Travel, Training, Subscriptions and Dues	5,500	5,500	3,858
Printing and Photoprocessing	4,710	4,710	3,906
Miscellaneous	350	350	858
	<u>517,080</u>	<u>517,080</u>	<u>511,561</u>
Building Services			
Salaries	483,915	483,915	489,935
Employer Contribution - IMRF	69,200	69,200	66,673
Employer Contribution - FICA & Medicare	37,020	37,020	36,297

VILLAGE OF LIBERTYVILLE, ILLINOIS

General Fund

Schedule of Detailed Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended April 30, 2014

	Budget		Actual
	Original	Final	
Community Development - Continued			
Building Services - Continued			
Materials and Supplies	\$ 2,000	2,000	1,080
Telephone	2,300	2,300	2,247
Maintenance - Motor Vehicle	7,750	7,750	7,750
Maintenance - Other Equipment	2,100	2,100	1,268
Insurance	81,825	81,825	81,462
Intergovernmental Risk Management Agency	14,705	14,705	12,368
Office Supplies	2,800	2,800	3,147
Travel, Training, Subscriptions and Dues	4,000	4,000	4,094
Technical Services	22,000	22,000	25,206
Reimbursable Expenses	600	600	25,105
Printing and Publication	3,000	28,000	1,154
Miscellaneous	400	400	-
	<u>733,615</u>	<u>758,615</u>	<u>757,786</u>
Economic Development			
Salaries	93,710	93,710	94,722
Employer Contribution - IMRF	13,025	13,025	12,825
Employer Contribution - FICA & Medicare	7,170	7,170	6,990
Materials and Supplies	500	500	290
Insurance	20,335	20,335	20,241
Intergovernmental Risk Management Agency	1,375	1,375	1,239
Postage	600	600	330
Travel, Training, Subscriptions and Dues	7,785	7,785	7,319
Technical Services	2,150	2,150	1,333
Economic Development Incentives	23,000	23,000	9,056
Promotion and Activities	3,300	3,300	3,215
Printing and Publication	900	900	329
	<u>173,850</u>	<u>173,850</u>	<u>157,889</u>
Total Community Development	<u>1,424,545</u>	<u>1,449,545</u>	<u>1,427,236</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

General Fund

Schedule of Detailed Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended April 30, 2014

	Budget		Actual
	Original	Final	
Public Safety			
Police Department			
Administration/Communication/Records			
Salaries - Uniformed	\$ 275,370	275,370	291,705
Salaries - Civilian	305,925	305,925	298,606
Sick Leave Buyback	-	-	45,945
Employer Contribution - IMRF	43,750	43,750	40,429
Employer Contribution - FICA & Medicare	25,560	25,560	25,895
Unemployment Benefits	10,000	10,000	1,239
Contractual Services	378,650	378,650	351,697
Materials and Supplies	5,950	5,950	15,426
Telephone	12,000	12,000	14,928
Maintenance - Motor Vehicles Fees	10,900	10,900	10,900
Maintenance - Other Equipment	1,000	1,000	91
Insurance	706,170	706,170	719,987
Intergovernmental Risk Management Agency	138,490	138,490	139,070
Postage	2,500	2,500	1,730
Office Supplies	9,500	9,500	9,670
Travel, Training, Subscriptions and Dues	17,900	17,900	14,441
Credit Card Fees	-	-	734
Medical Services	6,185	6,185	8,171
Photocopying	5,650	5,650	4,071
Printing and Publications	5,200	5,200	3,708
Uniforms	3,000	3,000	3,675
Miscellaneous	1,000	1,000	978
	<u>1,964,700</u>	<u>1,964,700</u>	<u>2,003,096</u>
Patrol Services			
Salaries - Uniformed	3,024,580	3,024,580	2,822,005
Sick Leave Buyback	-	-	72,876
Employer Contribution - FICA & Medicare	42,000	42,000	39,370
Contractual Services	1,000	1,000	235
Materials and Supplies	27,150	27,150	27,775
Maintenance - Motor Vehicles Fees	159,500	159,500	159,500
Maintenance - Other Equipment	18,280	18,280	13,316
Squad Equipment Changeover	20,000	20,000	19,622
DUI Equipment	19,000	19,000	12,823
Drug Forfeiture Expense	250	250	-

VILLAGE OF LIBERTYVILLE, ILLINOIS

General Fund

Schedule of Detailed Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended April 30, 2014

	Budget		Actual
	Original	Final	
Public Safety - Continued			
Police Department - Continued			
Patrol Services - Continued			
Travel, Training, Subscriptions and Dues	\$ 32,770	32,770	35,300
Equipment Rental and User Fees	5,155	5,155	5,225
Uniforms	32,300	32,300	36,830
Police Pension	1,250,000	1,250,000	1,232,893
Vehicle Replacement Fees	117,325	117,325	117,325
Miscellaneous	100	100	-
Capital Outlay	22,200	22,200	22,542
	<u>4,771,610</u>	<u>4,771,610</u>	<u>4,617,637</u>
Investigations			
Salaries - Uniformed	682,485	682,485	608,287
Employer Contribution - FICA & Medicare	8,600	8,600	7,278
Contractual Services	5,920	5,920	5,921
Materials and Supplies	1,500	1,500	1,180
Maintenance - Motor Vehicles Fees	13,370	13,370	13,370
Travel, Training, Subscriptions and Dues	1,000	1,000	444
Uniforms	5,600	5,600	5,498
Northern Illinois Crime Lab	29,500	29,500	29,342
Miscellaneous	500	500	-
	<u>748,475</u>	<u>748,475</u>	<u>671,320</u>
Public Education			
Materials and Supplies	1,000	1,000	877
Maintenance - Motor Vehicles Fees	1,140	1,140	1,140
	<u>2,140</u>	<u>2,140</u>	<u>2,017</u>
Community Services			
Salaries - Civilian	113,285	113,285	95,010
Employer Contribution - IMRF	5,635	5,635	4,063
Employer Contribution - FICA & Medicare	8,660	8,660	7,208
Materials and Supplies	250	250	82
Maintenance - Motor Vehicles Fees	23,800	23,800	23,800
Travel, Training, Subscriptions and Dues	500	500	25

VILLAGE OF LIBERTYVILLE, ILLINOIS

General Fund

Schedule of Detailed Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended April 30, 2014

	Budget		Actual
	Original	Final	
Public Safety - Continued			
Police Department - Continued			
Community Services - Continued			
Animal Care	\$ 1,000	1,000	765
Uniforms	1,800	1,800	1,530
	<u>154,930</u>	<u>154,930</u>	<u>132,483</u>
Total Police Department	<u>7,641,855</u>	<u>7,641,855</u>	<u>7,426,553</u>
Fire Department			
Administration			
Salaries - Uniformed	133,880	133,880	135,250
Salaries - Civilian	51,520	51,520	52,524
Employer Contribution - IMRF	7,350	7,350	7,112
Employer Contribution - FICA & Medicare	5,880	5,880	5,523
Telephone	19,000	19,000	21,850
Postage	1,700	1,700	1,101
Office Supplies	2,200	2,200	2,449
Travel, Training, Subscriptions and Dues	1,340	1,340	482
Photocopying	4,550	4,550	2,484
Miscellaneous	500	500	522
Capital Outlay	5,000	5,000	4,175
	<u>232,920</u>	<u>232,920</u>	<u>233,472</u>
Fire Prevention			
Salaries - Uniformed	117,750	117,750	120,784
Salaries - Civilian	48,855	48,855	46,769
Employer Contribution - IMRF	6,985	6,985	6,332
Employer Contribution - FICA & Medicare	5,445	5,445	5,267
Contractual Services	4,000	4,000	2,360
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	1,551
Travel, Training, Subscriptions and Dues	3,750	3,750	3,606
	<u>197,935</u>	<u>197,935</u>	<u>195,419</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

General Fund

Schedule of Detailed Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended April 30, 2014

	Budget		Actual
	Original	Final	
Public Safety - Continued			
Fire Department - Continued			
Emergency Services			
Salaries - Uniformed	\$ 3,442,915	3,483,915	3,483,843
Sick Leave Buyback	-	16,600	41,226
Employer Contribution - FICA & Medicare	44,265	44,265	44,503
Contractual Services	219,400	219,400	200,717
Firefighter/EMS Supplies	18,000	18,000	22,031
Insurance	655,740	655,740	650,145
Intergovernmental Risk Management Agency	130,625	130,625	142,347
Office Supplies	250	250	-
Travel, Training, Subscriptions and Dues	34,060	34,060	23,705
Technical Services	38,500	38,500	36,481
Rental & User Fees	12,210	12,210	12,415
Firefighters' Pension	1,050,000	1,050,000	1,034,771
Paid on Call Pensions	2,800	2,800	2,975
Miscellaneous	1,000	1,000	289
Capital Outlay	-	-	3,800
	<u>5,649,765</u>	<u>5,707,365</u>	<u>5,699,248</u>
Support Services			
Salaries - Uniformed	34,530	34,530	36,140
Employer Contribution - FICA & Medicare	500	500	503
Materials and Supplies	14,000	14,000	16,164
Firefighter/EMS Supplies	24,000	24,000	19,673
Utilities	25,000	25,000	25,274
Maintenance - Buildings	18,500	18,500	16,284
Maintenance - Grounds	7,300	7,300	3,543
Maintenance - Motor Equipment	205,470	205,470	205,470
Maintenance - Other Equipment	11,300	11,300	10,542
Uniforms	21,375	21,375	20,623
Vehicle Replacement Fees	275,000	275,000	275,000
Capital Outlay	-	2,000	19,807
	<u>636,975</u>	<u>638,975</u>	<u>649,023</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

General Fund

Schedule of Detailed Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended April 30, 2014

	Budget		Actual
	Original	Final	
Public Safety - Continued			
Fire Department - Continued			
Fire Fund			
Soda Purchase	\$ 1,000	1,000	880
Antique Fire Truck Repairs	2,000	2,000	-
EMS Supplies	10,000	10,000	2,826
	<u>13,000</u>	<u>13,000</u>	<u>3,706</u>
Foreign Fire Insurance			
Firefighting/EMS Equipment	87,800	87,800	69,976
EMS Supplies	-	-	746
	<u>87,800</u>	<u>87,800</u>	<u>70,722</u>
Total Fire Department	<u>6,818,395</u>	<u>6,877,995</u>	<u>6,851,590</u>
Emergency Management Agency			
Electricity	200	200	214
Telephone	1,000	1,000	403
Maintenance - Other Equipment	5,100	5,100	4,976
Computer Equipment and Supplies	350	350	-
Office Supplies	100	100	771
Travel, Training, Subscriptions and Dues	650	650	145
Capital Outlay	1,000	1,000	693
	<u>8,400</u>	<u>8,400</u>	<u>7,202</u>
Emergency Telephone System (911)			
Salaries	10,150	10,150	10,128
Employer Contribution - IMRF	1,450	1,450	1,371
Employer Contribution - FICA & Medicare	775	775	768
Contractual Services	134,420	134,420	107,530
Materials and Supplies	100	100	14
Telephone	22,000	22,000	92,916
Maintenance - Other Equipment	33,750	33,750	29,675
Maintenance - 911 Equipment	22,000	22,000	17,314
Intergovernmental Risk Management Agency	10,320	10,320	9,279

VILLAGE OF LIBERTYVILLE, ILLINOIS

General Fund

Schedule of Detailed Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended April 30, 2014

	Budget		Actual
	Original	Final	
Public Safety - Continued			
Emergency Telephone System (911) - Continued			
Travel, Training, Subscriptions and Dues	\$ 1,300	1,300	-
Technical Services	1,000	1,000	976
Capital Outlay	97,500	97,500	47,275
	<u>334,765</u>	<u>334,765</u>	<u>317,246</u>
Total Public Safety	14,803,415	14,863,015	14,602,591
Public Works			
Engineering			
Salaries	125,525	125,525	125,778
Employer Contribution - IMRF	17,950	17,950	17,031
Employer Contribution - FICA & Medicare	9,605	9,605	9,339
Materials and Supplies	1,900	1,900	1,232
Telephone	2,600	2,600	2,247
Maintenance - Vehicles	9,450	9,450	9,450
Maintenance - Other Equipment	1,160	1,160	-
Insurance	47,095	47,095	46,881
Intergovernmental Risk Management Agency	6,985	6,985	6,674
Office Supplies	5,150	5,150	4,953
Travel, Training, Subscriptions and Dues	2,490	2,490	2,494
Technical Services	10,305	15,305	18,966
Vehicle Replacement Fees	3,700	3,700	3,700
	<u>243,915</u>	<u>248,915</u>	<u>248,745</u>
Highways and Bridges			
Salaries - Administration	87,740	87,740	88,493
Salaries - Clerical	18,140	18,140	18,437
Salaries - Maintenance	334,490	334,490	307,818
Employer Contribution - IMRF	62,975	62,975	56,565
Employer Contribution - FICA & Medicare	33,200	33,200	31,150
Materials and Supplies	14,250	14,250	13,783
Streetlights - Energy	101,600	101,600	92,611
Streetlights - Maintenance	95,000	95,000	82,320

VILLAGE OF LIBERTYVILLE, ILLINOIS

General Fund

Schedule of Detailed Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended April 30, 2014

	Budget		Actual
	Original	Final	
Public Works - Continued			
Highways and Bridges - Continued			
Maintenance - Buildings	\$ 20,275	20,275	19,100
Maintenance - Roadway Medians	15,565	15,565	18,186
Maintenance - Motor Equipment Fees	166,350	166,350	166,350
Maintenance - Other Equipment	1,000	1,000	1,678
Maintenance - Streets and Alleys	45,000	45,000	39,115
Maintenance - Sidewalks	10,000	10,000	8,824
Maintenance - Storm Sewers	11,300	11,300	16,740
Maintenance - Signs	8,000	8,000	6,967
Insurance	192,655	192,655	187,086
Intergovernmental Risk Management Agency	53,940	53,940	60,571
Travel, Training, Subscriptions and Dues	1,000	1,000	312
Technical Services	1,220	1,220	1,211
Traffic Signal Maintenance	43,975	43,975	51,196
Photoprocessing	2,000	2,000	1,795
Uniforms	4,425	4,425	3,682
Vehicle Replacement Fees	186,910	186,910	186,910
	<u>1,511,010</u>	<u>1,511,010</u>	<u>1,460,900</u>
Snow Removal and Ice Control			
Salaries - Administration	17,835	17,835	18,036
Salaries - Maintenance	120,140	175,140	173,665
Employer Contribution - IMRF	19,700	24,700	26,034
Employer Contribution - FICA & Medicare	10,555	10,555	14,630
Materials and Supplies	105,900	105,900	106,608
Intergovernmental Risk Management Agency	12,525	12,525	6,809
Contractual Service	965	965	481
Miscellaneous	1,000	1,000	1,744
	<u>288,620</u>	<u>348,620</u>	<u>348,007</u>
Concord/Interlaken Special Service Area			
Administration Fees	1,200	1,200	1,200
Maintenance of Retention Pond	4,070	4,070	3,795
Landscaping	11,900	11,900	9,768
Miscellaneous	6,000	6,000	3,275
	<u>23,170</u>	<u>23,170</u>	<u>18,038</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

General Fund

Schedule of Detailed Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended April 30, 2014

	Budget		Actual
	Original	Final	
Public Works - Continued			
Timber Creek Special Service Area			
Administration Fees	\$ 1,200	1,200	1,200
Maintenance of Retention Pond	5,000	5,000	4,000
Landscaping	10,130	10,130	6,966
Miscellaneous	5,000	5,000	-
	<u>21,330</u>	<u>21,330</u>	<u>12,166</u>
Refuse and Recycling			
Salaries - Maintenance	40,960	40,960	41,121
Employer Contribution - IMRF	5,850	5,850	5,568
Employer Contribution - FICA & Medicare	3,135	3,135	3,146
Insurance	17,460	17,460	17,534
Materials and Supplies	1,200	1,200	1,879
Maintenance - Motor Vehicles	2,500	2,500	2,500
Intergovernmental Risk Management Agency	3,980	3,980	3,595
Disposal	12,000	12,000	11,400
SWALCO Fee	9,275	13,275	18,466
Contractual Service	60,000	60,000	55,000
Vehicle Replacement Fees	1,460	1,460	1,460
	<u>157,820</u>	<u>161,820</u>	<u>161,669</u>
Total Public Works	<u>2,245,865</u>	<u>2,314,865</u>	<u>2,249,525</u>
Parks and Recreation			
Parks			
Salaries - Full Time	661,695	661,695	664,473
Salaries - Part Time	18,775	18,775	21,899
Employer Contribution - IMRF	94,625	94,625	90,280
Employer Contribution - FICA & Medicare	52,055	52,055	50,502
Contractual Services	16,210	16,210	17,569
Materials and Supplies	10,400	10,400	10,477
Electricity	4,250	4,250	2,661
North Shore Gas	1,600	1,600	421
Telephone	1,500	1,500	1,106
Gasoline and Oil	2,000	2,000	1,301
Maintenance - Building	7,750	7,750	8,020

VILLAGE OF LIBERTYVILLE, ILLINOIS

General Fund

Schedule of Detailed Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended April 30, 2014

	Budget		Actual
	Original	Final	
Parks and Recreation - Continued			
Parks - Continued			
Maintenance - Grounds	\$ 76,200	76,200	72,255
Maintenance - Motor Vehicles	86,350	86,350	86,350
Maintenance - Other Equipment	10,950	10,950	12,305
Maintenance - Roads and Parking Lots	500	500	-
Maintenance - Radios	100	100	-
Insurance	132,490	132,490	136,996
Intergovernmental Risk Management Agency	32,415	32,415	28,106
Office Supplies	650	650	719
Travel, Training, Subscriptions and Dues	2,290	2,290	1,693
Tree Surgery and Spraying	130,000	130,000	123,358
Nursery Stock and Trees	31,200	31,200	35,784
Equipment Rental	300	300	181
Uniform	4,620	4,620	3,748
Vehicle Replacement Fees	96,110	96,110	96,110
Miscellaneous	2,760	2,760	1,028
Capital Outlay	3,200	3,200	3,039
	<u>1,480,995</u>	<u>1,480,995</u>	<u>1,470,381</u>
Recreation			
Salaries - Administrative Staff	196,360	196,360	200,313
Salaries - Tot Programs	104,645	104,645	99,460
Salaries - Youth/Teen Programs	99,940	99,940	93,390
Salaries - Special/Cultural Events	26,990	26,990	24,657
Employer Contribution - IMRF	33,150	33,150	34,072
Employer Contribution - FICA & Medicare	32,395	32,395	31,549
Supplies and Expenses - Tot Programs	9,295	9,295	8,541
Supplies and Expenses - Youth Programs	26,600	26,600	19,048
Electricity	28,000	28,000	26,342
North Shore Gas	1,500	1,500	3,905
Telephone	4,500	4,500	4,481
Maintenance - Motor Vehicles	1,900	1,900	1,900
Maintenance - Building	22,950	22,950	20,433
Independent Contractor	103,200	103,200	84,190
Cultural Arts Expenses	8,500	8,500	9,161
Insurance	43,655	43,655	43,615
Intergovernmental Risk Management Agency	26,725	26,725	28,234

VILLAGE OF LIBERTYVILLE, ILLINOIS

General Fund

Schedule of Detailed Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended April 30, 2014

	Budget		Actual
	Original	Final	
Parks and Recreation - Continued			
Recreation - Continued			
Seasonal Brochures	\$ 32,000	32,000	28,857
Office Supplies	5,700	5,700	5,634
Travel, Training, Subscriptions and Dues	250	250	255
Supplies and Expenses - Special Event Family	4,950	4,950	4,875
Credit Card Bank Fee	20,000	20,000	18,579
Photoprocessing	2,720	2,720	2,000
Refunds	-	-	(108)
Bad Debt Expense	-	-	93
Cash Short	-	-	59
Miscellaneous	2,500	2,500	2,000
	<u>838,425</u>	<u>838,425</u>	<u>795,535</u>
Libertyville Golf Course			
Salaries - Maintenance	-	-	(372)
Employer Contribution - IMRF	-	-	(51)
Employer Contribution - FICA & Medicare	-	-	(27)
Telephone	-	-	117
Maintenance - Building	3,700	3,700	3,686
Intergovernmental Risk Management Agency	14,760	14,760	12,375
Golf Course Supplies	-	-	(14)
	<u>18,460</u>	<u>18,460</u>	<u>15,714</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

General Fund

Schedule of Detailed Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended April 30, 2014

	Budget		Actual
	Original	Final	
Parks and Recreation - Continued			
Swimming Pool			
Salaries - Administration	\$ 35,355	35,355	36,442
Salaries - Concessions	5,880	5,880	4,926
Salaries - Public Swim	122,700	122,700	115,984
Salaries - Swim Lessons	39,530	39,530	32,176
Employer Contribution - IMRF	5,015	5,015	5,485
Employer Contribution - FICA & Medicare	15,300	15,300	14,283
Supplies - Swim Lessons	1,750	1,750	2,301
Materials and Supplies	4,530	4,530	4,502
Supplies - Maintenance	450	450	489
Electricity	16,000	16,000	15,198
North Shore Gas	10,000	10,000	15,710
Telephone	1,500	1,500	1,447
Maintenance - Building	4,850	4,850	4,861
Maintenance - Pools	53,300	53,300	52,308
Intergovernmental Risk Management Agency	14,760	14,760	12,375
Office Supplies	150	150	298
Travel, Training, Subscriptions and Dues	3,175	3,175	2,175
Concession Expense	12,650	12,650	11,964
Special Events	300	300	311
Printing and Photocopying	200	200	-
Uniforms	6,000	6,000	4,510
Capital Outlay	5,000	5,000	3,916
Miscellaneous	2,000	2,000	1,301
	<u>360,395</u>	<u>360,395</u>	<u>342,962</u>
 Total Parks and Recreation	 <u>2,698,275</u>	 <u>2,698,275</u>	 <u>2,624,592</u>
 Total Expenditures	 <u>23,603,460</u>	 <u>23,797,260</u>	 <u>23,272,683</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

Debt Service Fund

**Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended April 30, 2014**

	Budget		Actual
	Original	Final	
Revenues			
Taxes			
Property Taxes	\$ 322,870	322,870	313,311
Interest	500	500	70
Total Revenues	<u>323,370</u>	<u>323,370</u>	<u>313,381</u>
Expenditures			
Debt Service			
Principal Retirement	230,000	230,000	230,000
Interest	165,760	165,760	165,759
Fiscal Charges	1,610	1,610	856
Total Expenditures	<u>397,370</u>	<u>397,370</u>	<u>396,615</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(74,000)	(74,000)	(83,234)
Other Financing Sources			
Transfers In	<u>73,500</u>	<u>73,500</u>	<u>73,500</u>
Net Change in Fund Balance	<u>(500)</u>	<u>(500)</u>	(9,734)
Fund Balance - Beginning			<u>543,110</u>
Fund Balance - Ending			<u><u>533,376</u></u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

Capital Improvement - Capital Projects Fund

Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended April 30, 2014

	Budget		Actual
	Original	Final	
Revenues			
Licenses and Permits			
Park Impact Fees	\$ 99,350	99,350	214,753
Sidewalk Impact Fees	-	-	2,452
Vehicle Licenses	410,000	410,000	430,168
Intergovernmental			
Motor Fuel Tax Allotments	567,475	567,475	591,609
Grants	-	-	11,759
Charges for Services			
Telecommunication Revenue	272,000	272,000	269,632
Interest	4,700	4,700	18,604
Miscellaneous	10,000	10,000	20,284
Total Revenues	<u>1,363,525</u>	<u>1,363,525</u>	<u>1,559,261</u>
Expenditures			
Capital Outlay	<u>6,453,230</u>	<u>6,476,230</u>	<u>4,806,690</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(5,089,705)</u>	<u>(5,112,705)</u>	<u>(3,247,429)</u>
Other Financing Sources (Uses)			
Debt Issuance	5,000,000	5,000,000	5,000,000
Premium on Debt Issuance	-	-	45,123
Transfers In	55,000	55,000	55,000
Transfers Out	(72,890)	(72,890)	(73,500)
	<u>4,982,110</u>	<u>4,982,110</u>	<u>5,026,623</u>
Net Change in Fund Balance	<u>(107,595)</u>	<u>(130,595)</u>	1,779,194
Fund Balance - Beginning			<u>8,293,193</u>
Fund Balance - Ending			<u><u>10,072,387</u></u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

Capital Improvement - Capital Projects Fund

**Schedule of Expenditures - Budget and Actual
For the Fiscal Year Ended April 30, 2014**

	Budget		Actual
	Original	Final	
Capital Outlay			
Maintenance Streets and Alley	\$ 93,000	93,000	113,231
Asphalt Resurfacing	656,700	656,700	599,999
Village Hall	24,740	24,740	23,108
Schertz Municipal Building	10,000	10,000	-
Park Improvement	113,500	136,500	135,410
Streetscape Improvements	50,000	50,000	28,804
Annual Road Improvement Program	1,006,575	1,006,575	963,900
Storm Sewer Improvements	100,000	100,000	58,820
Streetlight Replacement	150,000	150,000	45,065
Sidewalks and Bike Paths	60,000	60,000	66,309
Peterson Road Corridor	25,000	25,000	3,224
Road Rehabilitation	4,144,215	4,144,215	2,746,907
Miscellaneous	19,500	19,500	21,913
Total Expenditures	<u>6,453,230</u>	<u>6,476,230</u>	<u>4,806,690</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

Tax Increment Financing Construction - Capital Projects Fund

**Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended April 30, 2014**

	Budget		Actual
	Original	Final	
Revenues			
Taxes			
Property Tax	\$ 2,800,000	2,800,000	2,942,657
Interest	1,950	1,950	7,201
Total Revenues	<u>2,801,950</u>	<u>2,801,950</u>	<u>2,949,858</u>
Expenditures			
Economic Development			
Parking Improvements	60,000	60,000	42,209
TIF Surplus Rebate	1,925,000	2,042,000	2,059,852
Miscellaneous	4,000	4,000	3,530
Total Expenditures	<u>1,989,000</u>	<u>2,106,000</u>	<u>2,105,591</u>
Net Change in Fund Balance	<u>812,950</u>	<u>695,950</u>	844,267
Fund Balance - Beginning			<u>1,318,735</u>
Fund Balance - Ending			<u><u>2,163,002</u></u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

Commuter Parking - Special Revenue Fund

Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended April 30, 2014

	Budget		Actual
	Original	Final	
Revenues			
Charges for Services			
Permit Fees	\$ 140,000	140,000	149,665
Daily Fees	183,000	183,000	207,009
Interest	4,000	4,000	6,480
Miscellaneous	-	-	3,200
Total Revenues	<u>327,000</u>	<u>327,000</u>	366,354
Expenditures			
General Government	<u>341,860</u>	<u>348,860</u>	348,558
Net Change in Fund Balance	<u>(14,860)</u>	<u>(21,860)</u>	17,796
Fund Balance - Beginning			<u>1,358,581</u>
Fund Balance - Ending			<u>1,376,377</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

Commuter Parking - Special Revenue Fund

Schedule of Expenditures - Budget and Actual
For the Fiscal Year Ended April 30, 2014

	Budget		Actual
	Original	Final	
General Government			
Salaries	\$ 114,500	114,500	105,375
Employer Contribution - IMRF	16,375	16,375	14,268
Employer Contribution - FICA & Medicare	8,760	8,760	7,750
Materials and Supplies	9,950	9,950	9,597
Electricity	4,800	4,800	6,475
Telephone	9,755	9,755	9,353
Maintenance - Grounds	103,170	110,170	129,523
Insurance	13,545	13,545	13,484
Intergovernmental Risk Management Agency	14,405	14,405	13,014
Postage	1,200	1,200	809
Software Maintenance	14,500	14,500	14,157
Rental of Land	8,900	8,900	8,400
Credit Card Fees	8,000	8,000	11,593
Refunds	1,000	1,000	1,560
Station Improvements	13,000	13,000	-
Miscellaneous	-	-	3,200
Total Expenditures	341,860	348,860	348,558

VILLAGE OF LIBERTYVILLE, ILLINOIS

Waterworks and Sewerage - Enterprise Fund

Schedule of Revenues, Expenses and Changes in Net Position - Budget and Actual
For the Fiscal Year Ended April 30, 2014

	Budget		Actual
	Original	Final	
Operating Revenues			
Charges for Services			
Water Sales	\$ 4,897,000	4,897,000	4,738,003
Sewer Service Charges	3,125,000	3,125,000	3,213,075
Meters and Readouts	14,000	14,000	29,979
Miscellaneous	4,000	4,000	5,326
Total Operating Revenues	<u>8,040,000</u>	<u>8,040,000</u>	<u>7,986,383</u>
Operating Expenses			
Operations			
Water Operations	3,888,120	3,888,120	3,795,488
Sewer Operations	1,373,010	1,373,010	1,381,186
Wastewater Treatment Plant	1,241,495	1,241,495	1,166,699
Water and Sewer Capital Improvements	3,205,695	3,205,695	307,588
Depreciation	-	-	1,094,895
Total Operating Expenses	<u>9,708,320</u>	<u>9,708,320</u>	<u>7,745,856</u>
Operating Income (Loss)	<u>(1,668,320)</u>	<u>(1,668,320)</u>	<u>240,527</u>
Nonoperating Revenues (Expenses)			
Interest Income	3,000	3,000	14,807
Connection Fees	60,000	60,000	196,134
Other Income	-	-	8,237
Interest and Fiscal Charges	(208,330)	(208,330)	(186,579)
	<u>(145,330)</u>	<u>(145,330)</u>	<u>32,599</u>
Income (Loss) before Capital Contributions	(1,813,650)	(1,813,650)	273,126
Capital Grants	-	-	19,095
Change in Net Position	<u>(1,813,650)</u>	<u>(1,813,650)</u>	292,221
Net Position - Beginning			<u>21,256,882</u>
Net Position - Ending			<u>21,549,103</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

Waterworks and Sewerage - Enterprise Fund

Schedule of Operating Expenses - Budget and Actual
For the Fiscal Year Ended April 30, 2014

	Budget		Actual
	Original	Final	
Operations			
Water Operations			
Salaries - Administrative	\$ 187,320	187,320	189,081
Salaries - Clerical	179,630	179,630	176,377
Salaries - Engineering	79,770	79,770	81,198
Salaries - Maintenance	335,740	335,740	346,762
Employer Contribution - IMRF	103,685	103,685	107,201
Employer Contribution - FICA & Medicare	56,450	56,450	56,657
Materials and Supplies	11,000	11,000	11,603
Electricity	41,500	41,500	53,549
North Shore Gas	6,000	6,000	6,515
Telephone	8,700	8,700	9,890
Maintenance - Building and Grounds	27,000	27,000	25,685
Maintenance - Motor Vehicles	41,650	41,650	41,650
Maintenance - Other Equipment	15,500	15,500	13,906
Maintenance - Water Lines	50,000	50,000	61,430
Insurance	72,300	72,300	75,843
Intergovernmental Risk Management Agency	33,930	33,930	28,747
Postage	15,000	15,000	15,105
Office Supplies	2,000	2,000	1,947
Travel, Training, Subscriptions and Dues	4,815	4,815	4,252
Technical Services	54,630	54,630	61,718
Meters - New Construction	20,000	20,000	23,144
Credit Card Fees	20,000	20,000	21,326
Uniforms	3,500	3,500	3,503
Bad Debt Expense	1,500	1,500	(189)
Technology Equipment and Replacement	35,000	35,000	35,000
Capital Outlay	2,000	2,000	1,753
Vehicle Replacement Fees	41,000	41,000	41,000
Purchase of Water - CLCJAWA	2,435,000	2,435,000	2,299,853
Miscellaneous	3,500	3,500	982
	<u>3,888,120</u>	<u>3,888,120</u>	<u>3,795,488</u>
Sewer Operations			
Salaries - Administrative	121,975	121,975	123,859
Salaries - Engineering	66,410	66,410	67,826
Salaries - Maintenance	228,480	228,480	242,844

VILLAGE OF LIBERTYVILLE, ILLINOIS

Waterworks and Sewerage - Enterprise Fund

**Schedule of Operating Expenses - Budget and Actual - Continued
For the Fiscal Year Ended April 30, 2014**

	Budget		Actual
	Original	Final	
Operations - Continued			
Sewer Operations - Continued			
Employer Contribution - IMRF	\$ 59,450	59,450	58,656
Employer Contribution - FICA & Medicare	30,850	30,850	31,369
Materials and Supplies	4,700	4,700	4,990
County Sewer Service	600,000	600,000	596,989
Electricity	18,000	18,000	14,857
North Shore Gas	2,500	2,500	1,620
Telephone	1,450	1,450	2,024
Maintenance - Motor Equipment	25,870	25,870	25,870
Maintenance - Lift Stations	29,500	29,500	26,281
Maintenance - Sewer Lines	28,500	28,500	28,481
Insurance	41,290	41,290	41,473
Intergovernmental Risk Management Agency	33,715	33,715	34,728
Postage	9,500	9,500	12,052
Travel, Training, Subscriptions and Dues	1,350	1,350	204
Technical Services	8,775	8,775	7,425
Uniforms	1,250	1,250	1,087
Technology Equipment and Replacement	35,000	35,000	35,000
Capital Outlay	2,000	2,000	1,606
Vehicle Replacement Fees	21,945	21,945	21,945
Miscellaneous	500	500	-
	<u>1,373,010</u>	<u>1,373,010</u>	<u>1,381,186</u>
Wastewater Treatment Plant			
Salaries - Administrative	57,060	57,060	58,425
Salaries - Operators	375,705	375,705	380,332
Employer Contribution - IMRF	61,750	61,750	59,455
Employer Contribution - FICA & Medicare	32,475	32,475	31,703
Materials and Supplies	27,750	27,750	25,180
Chemicals	17,700	17,700	14,628
Electricity	181,000	181,000	168,930
North Shore Gas	39,000	39,000	36,726
Telephone	4,600	4,600	4,842
Maintenance - Building and Grounds	17,000	17,000	15,486
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
For the Fiscal Year Ended April 30, 2014

	Budget		Actual
	Original	Final	
Operations - Continued			
Wastewater Treatment Plant - Continued			
Maintenance - Other Equipment	\$ 64,750	64,750	86,368
Sludge Removal	162,000	162,000	104,380
Insurance	81,425	81,425	75,561
Intergovernmental Risk Management Agency	33,930	33,930	28,747
Office Supplies	-	-	53
Travel, Training, Subscriptions and Dues	1,180	1,180	250
Technical Services	27,300	27,300	19,379
Uniforms	2,250	2,250	1,813
Technology Equipment and Replacement	20,000	20,000	20,000
Vehicle Replacement Fees	10,420	10,420	10,420
Miscellaneous	200	200	21
	<u>1,241,495</u>	<u>1,241,495</u>	<u>1,166,699</u>
Water and Sewer Capital Improvements			
WWTP Improvements	340,000	340,000	-
Watermain Improvements	70,000	70,000	17,934
Underground Improvements	2,327,095	2,327,095	2,333,013
Sanitary Sewer Relocation	30,000	30,000	-
Sanitary Sewer Repairs	165,000	165,000	118,915
Lift Station Improvements	20,000	20,000	-
SCADA Improvements	50,000	50,000	47,176
Replacement Meters	89,100	89,100	90,297
Hydrants, Valves, Miscellaneous	64,500	64,500	39,177
Miscellaneous	50,000	50,000	44,089
	<u>3,205,695</u>	<u>3,205,695</u>	<u>2,690,601</u>
Less Nonoperating Items			
Capital Assets Capitalized	-	-	(2,383,013)
	<u>3,205,695</u>	<u>3,205,695</u>	<u>307,588</u>
Total Operations	<u>9,708,320</u>	<u>9,708,320</u>	<u>6,650,961</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

Waterworks and Sewerage - Enterprise Fund

Schedule of Capital Assets and Depreciation
For the Fiscal Year Ended April 30, 2014

	Capital Assets			
	Beginning Balances	Additions	Retirements/ Transfers	Balances Ending
Land and Improvements	\$ 2,272,080	-	-	2,272,080
Buildings and Improvements	14,217,185	51,805	-	14,268,990
Machinery and Equipment	1,720,581	-	-	1,720,581
Waterworks System	16,199,622	2,281,208	-	18,480,830
Sewerage System	15,790,436	50,000	-	15,840,436
Total Capital Assets	50,199,904	2,383,013	-	52,582,917
	Accumulated Depreciation			
	Beginning Balances	Additions	Retirements/ Transfers	Balances Ending
Buildings and Improvements	8,679,126	262,605	-	8,941,731
Machinery and Equipment	1,509,662	66,866	-	1,576,528
Waterworks System	8,293,200	414,330	-	8,707,530
Sewerage System	8,883,794	351,094	-	9,234,888
Total Accumulated Depreciation	27,365,782	1,094,895	-	28,460,677
Total Capital Assets (Net of Accumulated Depreciation)	22,834,122			24,122,240

VILLAGE OF LIBERTYVILLE, ILLINOIS

Libertyville Sports Complex - Enterprise Fund

Schedule of Revenues, Expenses and Changes in Net Position - Budget and Actual
For the Fiscal Year Ended April 30, 2014

	Budget		Actual
	Original	Final	
Operating Revenues			
Charges for Services			
Indoor Sports Center	\$ 2,229,655	2,229,655	2,295,939
Golf Learning Center	359,750	359,750	329,545
Family Entertainment Center	67,530	67,530	69,991
Total Operating Revenues	<u>2,656,935</u>	<u>2,656,935</u>	<u>2,695,475</u>
Operating Expenses			
Operations			
Indoor Sports Center	1,865,755	2,007,755	1,837,557
Golf Learning Center	279,925	279,925	261,067
Family Entertainment Center	10,200	10,200	9,966
Depreciation	-	-	467,767
Total Operating Expenses	<u>2,155,880</u>	<u>2,297,880</u>	<u>2,576,357</u>
Operating Income	501,055	359,055	119,118
Nonoperating (Expenses)			
Interest and Fiscal Charges	<u>(801,400)</u>	<u>(801,400)</u>	<u>(838,370)</u>
Income (Loss) Before Transfers	(300,345)	(442,345)	(719,252)
Transfers In	<u>530,345</u>	<u>530,345</u>	<u>2,108,030</u>
Change in Net Position	<u>230,000</u>	<u>88,000</u>	1,388,778
Net Position - Beginning			<u>(2,405,085)</u>
Net Position - Ending			<u>(1,016,307)</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

Libertyville Sports Complex - Enterprise Fund

Schedule of Operating Expenses - Budget and Actual
For the Fiscal Year Ended April 30, 2014

	Budget		Actual
	Original	Final	
Operations			
Indoor Sports Center			
Salaries - Administrative	\$ 264,495	272,495	272,275
Salaries - Maintenance	70,815	70,815	72,907
Salaries - Fitness	247,260	247,260	240,098
Salaries - Conference/Front Desk/Parties	144,535	144,535	152,418
Salaries - Programs	48,350	48,350	46,239
Employer Contribution - IMRF	65,135	65,135	72,319
Employer Contribution - FICA & Medicare	58,100	58,100	57,914
Materials and Supplies	21,645	21,645	23,645
Concessions	80,000	95,000	94,847
Contracted Services	90,100	90,100	95,578
Electricity	110,000	138,000	137,559
North Shore Gas	22,000	38,000	38,698
Telephone	5,000	5,000	5,801
Maintenance - Building	98,250	98,250	84,857
Maintenance - Independent Contractors	30,500	30,500	33,035
Maintenance - Grounds	101,500	151,500	151,012
Maintenance - Vehicle	5,210	5,210	5,210
Insurance	86,620	86,620	83,171
Intergovernmental Risk Management Agency	54,020	54,020	43,302
Office Supplies	2,620	2,620	2,406
Supplies - Adult Athletic Programs	7,000	7,000	4,899
Materials and Supplies - Conference Rooms	4,850	4,850	7,306
Materials and Supplies - Fitness	10,600	10,600	10,642
Credit Card Bank Fee	40,000	40,000	39,653
Photoprocessing	2,700	2,700	1,962
Refunds	-	-	(5)
Climbing Wall/Front Desk	3,750	3,750	3,687
Cash Short/Over	-	-	421
Bad Debt Expense	-	-	6,528
Technology Equipment & Replacement	12,000	12,000	12,000
Fitness Equipment Lease	8,700	8,700	546
Capital Outlay	170,000	195,000	194,912
Miscellaneous	-	-	700
	1,865,755	2,007,755	1,996,542

VILLAGE OF LIBERTYVILLE, ILLINOIS

Libertyville Sports Complex - Enterprise Fund

Schedule of Operating Expenses - Budget and Actual - Continued
For the Fiscal Year Ended April 30, 2014

	Budget		Actual
	Original	Final	
Operations - Continued			
Indoor Sports Center - Continued			
Less Nonoperating Items			
Capital Assets Capitalized	\$ -	-	(158,985)
Total Indoor Sports Center	1,865,755	2,007,755	1,837,557
Golf Learning Center			
Salaries - Administrative	24,850	24,850	25,850
Salaries - Maintenance	16,075	16,075	16,817
Salaries - Pro Shop	65,000	65,000	56,672
Employer Contribution - IMRF	8,490	8,490	8,875
Employer Contribution - FICA & Medicare	7,830	7,830	7,503
Materials and Supplies	5,040	5,040	4,255
Electricity	8,000	8,000	6,804
North Shore Gas	5,500	5,500	9,762
Telephone	3,300	3,300	3,866
Maintenance - Building	1,500	1,500	1,073
Maintenance - Grounds	42,965	42,965	37,633
Maintenance - Other Equipment	2,250	2,250	2,213
Contractual - Golf Lessons	10,500	10,500	7,207
Insurance	-	-	3,056
Intergovernmental Risk Management Agency	20,585	20,585	18,558
Office Supplies	250	250	98
Materials and Supplies - Pro Shop	19,650	19,650	17,692
Pro Shop Merchandise	38,000	38,000	33,072
Photoprocessing	40	40	61
Uniforms	100	100	-
	279,925	279,925	261,067
Family Entertainment Center			
Electricity	6,200	6,200	5,580
North Shore Gas	2,000	2,000	3,025
Maintenance - Building	2,000	2,000	1,361
	10,200	10,200	9,966
Total Operations	2,155,880	2,297,880	2,267,575

VILLAGE OF LIBERTYVILLE, ILLINOIS

Libertyville Sports Complex - Enterprise Fund

Schedule of Capital Assets and Depreciation
For the Fiscal Year Ended April 30, 2014

	Capital Assets			
	Beginning Balances	Additions	Retirements/ Transfers	Balances Ending
Land	\$ 4,771,168	-	-	4,771,168
Buildings and Improvements	17,506,037	158,985	57,619	17,607,403
Machinery and Equipment	448,436	-	-	448,436
Total Capital Assets	<u>22,725,641</u>	<u>158,985</u>	<u>57,619</u>	<u>22,827,007</u>
	Accumulated Depreciation			
	Beginning Balances	Additions	Retirements/ Transfers	Balances Ending
Buildings and Improvements	4,072,347	445,346	57,619	4,460,074
Machinery and Equipment	426,015	22,421	-	448,436
Total Accumulated Depreciation	<u>4,498,362</u>	<u>467,767</u>	<u>57,619</u>	<u>4,908,510</u>
Total Capital Assets (Net of Accumulated Depreciation)	<u>18,227,279</u>			<u>17,918,497</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

Combining Statement of Net Position - Internal Service Funds
April 30, 2014

	Vehicle Maintenance and Replacement Service	Technology Equipment and Replacement Service	Total
ASSETS			
Current Assets			
Cash and Investments	\$ 1,746,657	715,060	2,461,717
Receivables - Net of Allowances			
Accounts	828	66,129	66,957
Inventories	27,114	-	27,114
Prepays	10,825	-	10,825
Total Current Assets	<u>1,785,424</u>	<u>781,189</u>	<u>2,566,613</u>
Noncurrent Assets			
Capital Assets			
Machinery and Equipment	7,307,427	288,922	7,596,349
Accumulated Depreciation	(4,858,432)	(208,487)	(5,066,919)
Total Noncurrent Assets	<u>2,448,995</u>	<u>80,435</u>	<u>2,529,430</u>
Total Assets	<u>4,234,419</u>	<u>861,624</u>	<u>5,096,043</u>
LIABILITIES			
Current Liabilities			
Accounts Payable	3,465	5,428	8,893
Accrued Payroll	12,599	5,653	18,252
Other Payables	-	200,000	200,000
Compensated Absences Payable	5,141	10,241	15,382
Installment Contracts Payable	112,654	16,375	129,029
Total Current Liabilities	<u>133,859</u>	<u>237,697</u>	<u>371,556</u>
Noncurrent Liabilities			
Compensated Absences Payable	20,565	40,963	61,528
Installment Contracts Payable	180,897	-	180,897
Total Noncurrent Liabilities	<u>201,462</u>	<u>40,963</u>	<u>242,425</u>
Total Liabilities	<u>335,321</u>	<u>278,660</u>	<u>613,981</u>
NET POSITION			
Net Investment in Capital Assets	2,155,444	64,060	2,219,504
Unrestricted	1,743,654	518,904	2,262,558
Total Net Position	<u>3,899,098</u>	<u>582,964</u>	<u>4,482,062</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

Combining Statement of Revenues, Expenses and Changes in Net Position

Internal Service Funds

For the Fiscal Year Ended April 30, 2014

	Vehicle Maintenance and Replacement Service	Technology Equipment and Replacement Service	Total
Operating Revenues			
Interfund Services	\$ 1,613,483	371,632	1,985,115
Operating Expenses			
Operations	826,207	375,318	1,201,525
Depreciation	427,252	47,107	474,359
Total Operating Expenses	1,253,459	422,425	1,675,884
Operating Income (Loss)	360,024	(50,793)	309,231
Nonoperating Revenues (Expenses)			
Interest Income	5,403	118	5,521
Other Income	42,152	239,206	281,358
Interest and Fiscal Charges	(9,282)	(1,649)	(10,931)
	38,273	237,675	275,948
Change in Net Position	398,297	186,882	585,179
Net Position - Beginning	3,500,801	396,082	3,896,883
Net Position - Ending	3,899,098	582,964	4,482,062

VILLAGE OF LIBERTYVILLE, ILLINOIS

**Combining Statement of Cash Flows - Internal Service Funds
For the Fiscal Year Ended April 30, 2014**

	Vehicle Maintenance and Replacement Service	Technology Equipment and Replacement Service	Total
Cash Flows from Operating Activities			
Receipts from Interfund Services	\$ 1,681,517	612,076	2,293,593
Payments to Employees	(240,514)	(112,741)	(353,255)
Payments to Suppliers	(633,687)	(380,509)	(1,014,196)
	<u>807,316</u>	<u>118,826</u>	<u>926,142</u>
Cash Flows from Capital and Related Financing Activities			
Purchase of Capital Assets	(251,251)	(30,108)	(281,359)
Interest on Capital Debt	(9,282)	(1,649)	(10,931)
Principal on Capital Debt	(180,749)	(31,659)	(212,408)
	<u>(441,282)</u>	<u>(63,416)</u>	<u>(504,698)</u>
Cash Flows from Investing Activities			
Interest Received	5,403	118	5,521
Net Change in Cash and Cash Equivalents	371,437	55,528	426,965
Cash and Cash Equivalents - Beginning	<u>1,375,220</u>	<u>659,532</u>	<u>2,034,752</u>
Cash and Cash Equivalents - Ending	<u><u>1,746,657</u></u>	<u><u>715,060</u></u>	<u><u>2,461,717</u></u>
Reconciliation of Operating Income to Net Cash Provided (Used) by Operating Activities			
Operating Income (Loss)	360,024	(50,793)	309,231
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by Operating Activities:			
Depreciation and Amortization Expense	427,252	47,107	474,359
Other Income	42,152	239,206	281,358
(Increase) Decrease in Current Assets	25,882	1,238	27,120
Increase (Decrease) in Current Liabilities	(47,994)	(117,932)	(165,926)
Net Cash Provided by Operating Activities	<u><u>807,316</u></u>	<u><u>118,826</u></u>	<u><u>926,142</u></u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

Vehicle Maintenance and Replacement Service - Internal Service Fund

Schedule of Revenues, Expenses and Changes in Net Position
For the Fiscal Year Ended April 30, 2014

	Budget		Actual
	Original	Final	
Operating Revenues			
Interfund Services	\$ 1,606,945	1,606,945	1,613,483
Operating Expenses			
Operations	1,125,910	1,125,910	826,207
Depreciation	-	-	427,252
Total Operating Expenses	1,125,910	1,125,910	1,253,459
Operating Income	481,035	481,035	360,024
Nonoperating Revenues (Expenses)			
Interest Income	2,600	2,600	5,403
Other Income	10,000	10,000	42,152
Interest and Fiscal Charges	-	-	(9,282)
	12,600	12,600	38,273
Change in Net Position	493,635	493,635	398,297
Net Position - Beginning			3,500,801
Net Position - Ending			3,899,098

VILLAGE OF LIBERTYVILLE, ILLINOIS

Vehicle Maintenance and Replacement Service - Internal Service Fund

Schedule of Operating Expenses - Budget and Actual
For the Fiscal Year Ended April 30, 2014

	Budget		Actual
	Original	Final	
Operations			
Salaries - Clerical	\$ 6,045	6,045	6,163
Salaries - Maintenance	239,045	239,045	234,351
Employer Contribution - IMRF	35,050	35,050	33,917
Employer Contribution - FICA & Medicare	18,750	18,750	17,982
Shop Supplies	5,000	5,000	4,809
Tools	3,500	3,500	3,657
Gasoline and Oil	301,000	301,000	267,765
Maintenance Shop Facilities	500	500	288
Vehicle Washing	3,000	3,000	2,237
Non-Stocked Vehicle Parts	73,200	73,200	74,710
Maintenance Other Equipment	6,850	6,850	4,959
Insurance	55,210	55,210	52,977
Intergovernmental Risk Management Agency	22,375	22,375	28,736
Travel, Training and Dues	2,405	2,405	217
Contractual Repair Services	12,000	12,000	25,186
Uniforms	1,200	1,200	1,013
License, Title and Inspection Fees	3,000	3,000	3,597
Vehicle Replacement Costs	306,000	306,000	287,033
Fire Contractual Repairs	18,300	18,300	18,566
Police Contractual Repairs	3,000	3,000	2,424
Accident Damage Expense	10,000	10,000	6,473
Miscellaneous	480	480	398
	1,125,910	1,125,910	1,077,458
Less Nonoperating Items			
Capital Assets Capitalized	-	-	(251,251)
Total Operations	1,125,910	1,125,910	826,207

VILLAGE OF LIBERTYVILLE, ILLINOIS

Vehicle Maintenance and Replacement Service - Internal Service Fund

Schedule of Capital Assets and Depreciation
For the Fiscal Year Ended April 30, 2014

	Capital Assets			
	Beginning Balances	Additions	Retirements/ Transfers	Balances Ending
Machinery and Equipment	\$ 7,103,869	251,251	47,693	7,307,427
	Accumulated Depreciation			
	Beginning Balances	Additions	Retirements/ Transfers	Balances Ending
Machinery and Equipment	4,478,873	427,252	47,693	4,858,432
Total Capital Assets (Net of Accumulated Depreciation)	2,624,996			2,448,995

VILLAGE OF LIBERTYVILLE, ILLINOIS

Technology Equipment and Replacement Service - Internal Service Fund

Schedule of Revenues, Expenses and Changes in Net Position
For the Fiscal Year Ended April 30, 2014

	Budget		Actual
	Original	Final	
Operating Revenues			
Interfund Services	\$ 374,000	374,000	371,632
Operating Expenses			
Operations	469,290	469,290	375,318
Depreciation	-	-	47,107
Total Operating Expenses	469,290	469,290	422,425
Operating (Loss)	(95,290)	(95,290)	(50,793)
Nonoperating Revenues (Expenses)			
Interest Income	500	500	118
Other Income	126,820	126,820	239,206
Interest and Fiscal Charges	(33,310)	(33,310)	(1,649)
	94,010	94,010	237,675
Change in Net Position	(1,280)	(1,280)	186,882
Net Position - Beginning			396,082
Net Position - Ending			582,964

VILLAGE OF LIBERTYVILLE, ILLINOIS

Technology Equipment and Replacement Service - Internal Service Fund

Schedule of Operating Expenses - Budget and Actual
For the Fiscal Year Ended April 30, 2014

	Budget		Actual
	Original	Final	
Operations			
Salaries Administration	\$ 113,005	113,005	112,741
Employer Contribution - IMRF	16,110	16,110	15,072
Employer Contribution - FICA & Medicare	8,620	8,620	8,507
Computer Supplies	10,000	10,000	9,260
Wireless Service	2,500	2,500	23,941
Motor Vehicles Maintenance	1,000	1,000	1,000
Hardware Maintenance	5,000	5,000	3,547
Internet Access	22,400	22,400	18,456
Insurance	125	125	84
Travel, Training, Subscriptions and Dues	5,000	5,000	5,259
Consulting Services	43,720	43,720	44,350
Software, Licensing and Updates	93,315	93,315	87,748
Web Page Services	11,385	11,385	11,491
Capital Outlay	136,110	136,110	63,469
Miscellaneous	1,000	1,000	501
	469,290	469,290	405,426
Less Nonoperating Items			
Capital Assets Capitalized	-	-	(30,108)
Total Operations	469,290	469,290	375,318

VILLAGE OF LIBERTYVILLE, ILLINOIS

Technology Equipment and Replacement Service - Internal Service Fund

**Schedule of Capital Assets and Depreciation
For the Fiscal Year Ended April 30, 2014**

	Capital Assets			
	Beginning Balances	Additions	Retirements/ Transfers	Balances Ending
Machinery and Equipment	\$ 258,814	30,108	-	288,922

	Accumulated Depreciation			
	Beginning Balances	Additions	Retirements/ Transfers	Balances Ending
Machinery and Equipment	161,380	47,107	-	208,487

Total Capital Assets (Net of Accumulated Depreciation)	97,434			80,435
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VILLAGE OF LIBERTYVILLE, ILLINOIS

Pension Trust Funds

**Combining Statement of Fiduciary Net Position
April 30, 2014**

	Police Pension	Firefighters' Pension	Totals
ASSETS			
Cash and Cash Equivalents	\$ 1,472,625	1,120,857	2,593,482
Investments			
State and Local Obligations	899,527	398,868	1,298,395
Corporate Bonds	5,685,732	5,509,176	11,194,908
U.S. Government and Agency Obligations	4,195,904	3,634,608	7,830,512
Stock Equities	3,363,562	3,315,559	6,679,121
Mutual Funds	10,116,393	8,726,909	18,843,302
Receivables - Accrued Interest	111,668	88,270	199,938
Prepays	-	845	845
Total Assets	25,845,411	22,795,092	48,640,503
LIABILITIES			
Accounts Payable	2,144	21,438	23,582
NET POSITION			
Held in Trust for Pension Benefits	25,843,267	22,773,654	48,616,921

VILLAGE OF LIBERTYVILLE, ILLINOIS

Pension Trust Funds

**Combining Statement of Changes in Fiduciary Net Position
For the Fiscal Year Ended April 30, 2014**

	Police Pension	Firefighters' Pension	Totals
Additions			
Contributions - Employer	\$ 1,232,893	1,034,777	2,267,670
Contributions - Plan Members	326,725	331,231	657,956
Total Contributions	1,559,618	1,366,008	2,925,626
Investment Income			
Interest Earned	711,035	577,449	1,288,484
Net Change in Fair Value	1,552,025	1,310,034	2,862,059
	2,263,060	1,887,483	4,150,543
Less Investment Expenses	(44,936)	(59,424)	(104,360)
Net Investment Income	2,218,124	1,828,059	4,046,183
Total Additions	3,777,742	3,194,067	6,971,809
Deductions			
Administration	30,400	35,689	66,089
Benefits	2,075,944	1,208,604	3,284,548
Total Deductions	2,106,344	1,244,293	3,350,637
Change in Net Position	1,671,398	1,949,774	3,621,172
Net Position Held in Trust for Pension Benefits			
Beginning	24,171,869	20,823,880	44,995,749
Ending	25,843,267	22,773,654	48,616,921

VILLAGE OF LIBERTYVILLE, ILLINOIS

Police Pension - Pension Trust Fund

Schedule of Changes in Fiduciary Net Position - Budget and Actual
For the Fiscal Year Ended April 30, 2014

	Budget		Actual
	Original	Final	
Additions			
Contributions - Employer	\$ 1,260,000	1,260,000	1,232,893
Contributions - Plan Members	345,000	345,000	326,725
Total Contributions	<u>1,605,000</u>	<u>1,605,000</u>	<u>1,559,618</u>
Investment Income			
Interest Earned	370,000	370,000	711,035
Net Change in Fair Value	-	-	1,552,025
	<u>370,000</u>	<u>370,000</u>	<u>2,263,060</u>
Less Investment Expenses	(44,000)	(44,000)	(44,936)
Net Investment Income	<u>326,000</u>	<u>326,000</u>	<u>2,218,124</u>
Total Additions	<u>1,931,000</u>	<u>1,931,000</u>	<u>3,777,742</u>
Deductions			
Administration	39,700	47,700	30,400
Benefits	1,700,660	2,076,660	2,075,944
Total Deductions	<u>1,740,360</u>	<u>2,124,360</u>	<u>2,106,344</u>
Change in Net Position	<u>190,640</u>	<u>(193,360)</u>	1,671,398
Net Position Held in Trust for Pension Benefits			
Beginning			<u>24,171,869</u>
Ending			<u>25,843,267</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

Firefighters' Pension - Pension Trust Fund

**Schedule of Changes in Fiduciary Net Position - Budget and Actual
For the Fiscal Year Ended April 30, 2014**

	Budget		Actual
	Original	Final	
Additions			
Contributions - Employer	\$ 1,060,000	1,060,000	1,034,777
Contributions - Plan Members	317,000	317,000	331,231
Total Contributions	<u>1,377,000</u>	<u>1,377,000</u>	<u>1,366,008</u>
Investment Income			
Interest Earned	400,000	400,000	577,449
Net Change in Fair Value	-	-	1,310,034
	<u>400,000</u>	<u>400,000</u>	<u>1,887,483</u>
Less Investment Expenses	(45,000)	(53,000)	(59,424)
Net Investment Income	<u>355,000</u>	<u>347,000</u>	<u>1,828,059</u>
Total Additions	<u>1,732,000</u>	<u>1,724,000</u>	<u>3,194,067</u>
Deductions			
Administration	34,400	38,400	35,689
Benefits	1,142,850	1,208,850	1,208,604
Total Deductions	<u>1,177,250</u>	<u>1,247,250</u>	<u>1,244,293</u>
Change in Net Position	<u>554,750</u>	<u>476,750</u>	1,949,774
Net Position Held in Trust for Pension Benefits			
Beginning			<u>20,823,880</u>
Ending			<u>22,773,654</u>

SUPPLEMENTAL SCHEDULES

VILLAGE OF LIBERTYVILLE, ILLINOIS

Long-Term Debt Requirements

**General Obligation Waterworks and Sewerage Alternate Revenue Source Bonds of 2006
April 30, 2014**

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
2013	\$ 230,000	4,600	234,600	2014	4,600	2014	-

VILLAGE OF LIBERTYVILLE, ILLINOIS

Long-Term Debt Requirements

**General Obligation Limited Tax Refunding Bonds of 2008
April 30, 2014**

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
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>1,135,000</u>	<u>163,022</u>	<u>1,298,022</u>		<u>81,510</u>		<u>81,512</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

Long-Term Debt Requirements

**General Obligation Alternate Refunding Bonds of 2010A
April 30, 2014**

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
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>6,095,925</u>	<u>17,665,925</u>		<u>3,047,956</u>		<u>3,047,969</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

Long-Term Debt Requirements

**General Obligation Alternate Refunding Bonds of 2010B
April 30, 2014**

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
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>1,447,202</u>	<u>4,692,202</u>		<u>723,601</u>		<u>723,601</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

Long-Term Debt Requirements

**General Obligation Alternate Refunding Bonds of 2010C
April 30, 2014**

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
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>3,690,000</u>	<u>388,825</u>	<u>4,078,825</u>		<u>194,415</u>		<u>194,410</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

Long-Term Debt Requirements

**General Obligation Alternate Refunding Bonds of 2010D
April 30, 2014**

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
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>275,000</u>	<u>16,910</u>	<u>291,910</u>		<u>8,455</u>		<u>8,455</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

Long-Term Debt Requirements

**General Obligation Bonds of 2012A
April 30, 2014**

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
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>1,126,775</u>	<u>6,126,775</u>		<u>563,395</u>		<u>563,380</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

Long-Term Debt Requirements

**General Obligation Waterworks and Sewerage Alternate Revenue Source Bonds of 2012B
April 30, 2014**

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
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>979,433</u>	<u>5,179,433</u>		<u>511,943</u>		<u>467,490</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

Long-Term Debt Requirements

**General Obligation Bonds of 2013A
April 30, 2014**

Date of Issue	October 23, 2013
Date of Maturity	December 15, 2032
Authorized Issue	\$5,000,000
Denomination of Bonds	\$5,000
Interest Rates	2.00% to 4.00%
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
2013	\$ 160,000	193,053	353,053	2014	108,710	2014	84,343
2014	190,000	165,487	355,487	2015	82,744	2015	82,743
2015	195,000	159,787	354,787	2016	79,894	2016	79,893
2016	205,000	153,937	358,937	2017	76,969	2017	76,968
2017	210,000	147,787	357,787	2018	73,894	2018	73,893
2018	220,000	141,487	361,487	2019	70,744	2019	70,743
2019	230,000	134,887	364,887	2020	67,444	2020	67,443
2020	240,000	127,988	367,988	2021	63,994	2021	63,994
2021	250,000	120,788	370,788	2022	60,394	2022	60,394
2022	260,000	113,288	373,288	2023	56,644	2023	56,644
2023	270,000	105,488	375,488	2024	52,744	2024	52,744
2024	280,000	97,388	377,388	2025	48,694	2025	48,694
2025	290,000	88,288	378,288	2026	44,144	2026	44,144
2026	300,000	78,500	378,500	2027	39,250	2027	39,250
2027	315,000	68,000	383,000	2028	34,000	2028	34,000
2028	325,000	55,400	380,400	2029	27,700	2029	27,700
2029	340,000	42,400	382,400	2030	21,200	2030	21,200
2030	355,000	28,800	383,800	2031	14,400	2031	14,400
2031	365,000	14,600	379,600	2032	7,300	2032	7,300
	<u>5,000,000</u>	<u>2,037,353</u>	<u>7,037,353</u>		<u>1,030,863</u>		<u>1,006,490</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

Long-Term Debt Requirements

**General Obligation Waterworks and Sewerage Alternate Revenue Source Bonds of 2013B
April 30, 2014**

Date of Issue	October 23, 2013
Date of Maturity	May 1, 2032
Authorized Issue	\$4,200,000
Denomination of Bonds	\$5,000
Interest Rates	2.00% to 4.00%
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
2013	\$ 225,000	136,543	361,543	2014	70,905	2014	65,638
2014	155,000	129,725	284,725	2015	65,637	2015	64,088
2015	160,000	126,575	286,575	2016	64,087	2016	62,488
2016	165,000	123,325	288,325	2017	62,487	2017	60,838
2017	175,000	119,925	294,925	2018	60,837	2018	59,088
2018	180,000	116,150	296,150	2019	59,087	2019	57,063
2019	190,000	111,275	301,275	2020	57,062	2020	54,213
2020	195,000	105,500	300,500	2021	54,212	2021	51,288
2021	205,000	99,500	304,500	2022	51,287	2022	48,213
2022	210,000	93,275	303,275	2023	48,212	2023	45,063
2023	220,000	86,275	306,275	2024	45,062	2024	41,213
2024	230,000	78,400	308,400	2025	41,212	2025	37,188
2025	240,000	69,875	309,875	2026	37,187	2026	32,688
2026	250,000	60,687	310,687	2027	32,687	2027	28,000
2027	260,000	50,800	310,800	2028	28,000	2028	22,800
2028	270,000	40,200	310,200	2029	22,800	2029	17,400
2029	280,000	29,200	309,200	2030	17,400	2030	11,800
2030	290,000	17,800	307,800	2031	11,800	2031	6,000
2031	300,000	6,000	306,000	2032	6,000	2032	-
	<u>4,200,000</u>	<u>1,601,030</u>	<u>5,801,030</u>		<u>835,961</u>		<u>765,069</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

Long-Term Debt Requirements

**General Obligation Refunding Waterworks and Sewerage Alternate Revenue Source Bonds of 2014A
April 30, 2014**

Date of Issue	April 8, 2014
Date of Maturity	May 1, 2022
Authorized Issue	\$2,215,000
Denomination of Bonds	\$5,000
Interest Rates	3.00%
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
2013	\$ -	37,470	37,470	2014	4,245	2014	33,225
2014	245,000	62,775	307,775	2015	33,225	2015	29,550
2015	255,000	55,275	310,275	2016	29,550	2016	25,725
2016	260,000	47,550	307,550	2017	25,725	2017	21,825
2017	270,000	39,600	309,600	2018	21,825	2018	17,775
2018	285,000	31,275	316,275	2019	17,775	2019	13,500
2019	290,000	22,650	312,650	2020	13,500	2020	9,150
2020	300,000	13,800	313,800	2021	9,150	2021	4,650
2021	310,000	4,650	314,650	2022	4,650	2022	-
	<u>2,215,000</u>	<u>315,045</u>	<u>2,530,045</u>		<u>159,645</u>		<u>155,400</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

Long-Term Debt Requirements

IEPA Sewer Revenue Bonds of 1999

April 30, 2014

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

<u>Fiscal Year</u>	<u>Requirements</u>		<u>Totals</u>
	<u>Principal</u>	<u>Interest</u>	
2015	\$ 96,987	1,463	98,450

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, 2014 (Unaudited)**

See Following Page

VILLAGE OF LIBERTYVILLE, ILLINOIS

**Net Position by Component - Last Ten Fiscal Years
April 30, 2014 (Unaudited)**

	2005	2006	2007
Governmental Activities			
Net Investment in Capital Assets	\$ 24,520,248	130,700,298	145,149,599
Restricted	1,725,315	1,206,999	1,298,287
Unrestricted	10,398,325	12,579,529	18,116,079
Total Governmental Activities Net Position	36,643,888	144,486,826	164,563,965
Business-Type Activities			
Net Investment in Capital Assets	18,071,513	18,046,127	16,156,592
Unrestricted	1,922,287	813,404	2,584,234
Total Business-Type Activities Net Position	19,993,800	18,859,531	18,740,826
Primary Government			
Net Investment in Capital Assets	42,591,761	148,746,425	161,306,191
Restricted	1,725,315	1,206,999	1,298,287
Unrestricted	12,320,612	13,392,933	20,700,313
Total Primary Government Net Position	56,637,688	163,346,357	183,304,791

Data Source: Village Records

2008	2009	2010	2011	2012	2013	2014
146,129,781	151,837,268	155,042,487	152,790,891	151,632,425	149,549,586	146,332,268
1,338,773	1,225,206	1,036,836	1,930,223	1,806,307	2,751,346	3,790,541
19,795,069	14,285,053	3,369,441	6,265,532	9,800,419	14,229,988	14,714,283
<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>	<u>166,530,920</u>	<u>164,837,092</u>
16,895,822	17,292,192	17,379,271	17,002,713	16,457,414	17,455,144	22,293,035
805,916	(2,340,559)	3,336,604	2,148,206	2,488,606	1,396,653	(1,760,239)
<u>17,701,738</u>	<u>14,951,633</u>	<u>20,715,875</u>	<u>19,150,919</u>	<u>18,946,020</u>	<u>18,851,797</u>	<u>20,532,796</u>
163,025,603	169,129,460	172,421,758	169,793,604	168,089,839	167,004,730	168,625,303
1,338,773	1,225,206	1,036,836	1,930,223	1,806,307	2,751,346	3,790,541
20,600,985	11,944,494	6,706,045	8,413,738	12,289,025	15,626,641	12,954,044
<u>184,965,361</u>	<u>182,299,160</u>	<u>180,164,639</u>	<u>180,137,565</u>	<u>182,185,171</u>	<u>185,382,717</u>	<u>185,369,888</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

Changes in Net Position - Last Ten Fiscal Years
April 30, 2014 (Unaudited)

	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
Expenses										
Governmental Activities										
General Government	\$ 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	2,054,617
Community Development	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	1,427,236
Public Safety	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	14,849,529
Public Works	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	8,131,163
Parks and Recreation	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	2,886,570
Economic Development	703,633	124,291	939,443	695,858	1,651,999	487,576	2,708,857	2,917,982	2,796,285	2,105,591
Interest on Long-Term Debt	305,035	269,242	234,969	193,187	193,112	86,254	103,998	57,295	109,963	115,236
Total Governmental Activities Expenses	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	31,569,942
Business-Type Activities										
Waterworks and Sewerage	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	7,932,435
Libertyville Sports Complex	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	3,414,727
Total Business-Type Activities Net Assets	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	11,347,162
Total Primary Government Expenses	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	42,917,104
Program Revenues										
Governmental Activities										
Charges for Services										
General Government	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	4,486,044
Community Development	196,770	330,339	423,194	299,923	385,513	293,603	258,792	412,641	366,961	334,863
Public Safety	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	4,087,984
Parks and Recreation	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	1,062,959
Capital Grants/Contributions	618,286	669,307	601,837	704,992	874,399	533,583	977,802	692,390	1,116,419	1,219,274
Total Governmental Activities Program Revenues	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	11,191,124
Business-Type Activities										
Charges for Services										
Waterworks and Sewerage	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	8,182,517
Libertyville Sports Complex	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	2,695,475
Capital Grants/Contributions	-	-	695,648	829,396	31,500	-	-	108,937	41,450	19,095
Total Business-Type Activities Program Revenues	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	10,897,087
Total Primary Government Program Revenues	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	22,088,211

#	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
Net (Expense) Revenue										
Governmental Activities	\$ (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)	(20,378,818)
Business-Type Activities	(1,111,484)	(1,155,374)	(307,331)	(1,211,265)	(2,770,644)	(2,686,452)	(2,182,773)	(785,569)	(442,195)	(450,075)
Total Primary Government Net Revenue (Expense)	(15,094,588)	(16,901,777)	(13,781,647)	(16,807,732)	(19,468,344)	(18,681,897)	(19,695,046)	(17,786,917)	(17,389,548)	(20,828,893)
General Revenues and Other Changes in Net Position										
Governmental Activities										
Taxes										
Property Taxes	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	9,258,558
Other Taxes	362,902	429,598	431,258	447,149	404,664	849,687	2,772,708	2,501,968	2,222,533	2,077,888
Intergovernmental										
Sales and Use Taxes	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	6,810,033
Income Taxes	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	1,978,062
Other	87,424	74,214	476,047	85,138	183,490	78,270	159,300	213,390	218,014	210,593
Interest Income	184,131	431,533	837,852	885,382	391,979	85,192	14,115	7,061	32,348	49,201
Miscellaneous	386,081	387,140	2,288,709	361,404	203,324	224,398	545,990	546,555	817,217	408,685
Transfers - Internal Activity	103,090	103,690	102,975	103,005	103,690	(8,395,000)	(456,000)	(570,000)	(332,000)	(2,108,030)
Total Governmental Activities	15,886,861	17,152,251	20,322,456	18,296,125	16,781,604	8,096,682	19,050,155	19,253,853	20,239,122	18,684,990
Business-Type Activities										
Taxes										
Property Taxes	26,784	26,784	31,542	24,637	25,479	25,498	-	-	-	-
Interest Income	56,379	90,327	252,059	242,545	90,748	22,196	8,213	1,921	7,972	14,807
Miscellaneous	8,000	8,000	8,000	8,000	8,000	8,000	153,604	8,749	8,000	8,237
Transfers - Internal Activity	(103,090)	(103,690)	(102,975)	(103,005)	(103,690)	8,395,000	456,000	570,000	332,000	2,108,030
Total Business-Type Activities	(11,927)	21,421	188,626	172,177	20,537	8,450,694	617,817	580,670	347,972	2,131,074
Total Primary Government	15,874,934	17,173,672	20,511,082	18,468,302	16,802,141	16,547,376	19,667,972	19,834,523	20,587,094	20,816,064
Changes in Net Position										
Governmental Activities	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	(1,693,828)
Business-Type Activities	(1,123,411)	(1,133,953)	(118,705)	(1,039,088)	(2,750,107)	5,764,242	(1,564,956)	(204,899)	(94,223)	1,680,999
Total Primary Government	780,346	271,895	6,729,435	1,660,570	(2,666,203)	(2,134,521)	(27,074)	2,047,606	3,197,546	(12,829)

Data Source: Village Records

VILLAGE OF LIBERTYVILLE, ILLINOIS

**Fund Balances of Governmental Funds - Last Ten Fiscal Years
April 30, 2014 (Unaudited)**

	2005	2006	2007	2008
General Fund				
Reserved	\$ 774,395	838,445	969,572	1,117,762
Unreserved	9,567,686	9,706,124	10,658,159	10,447,178
Nonspendable	-	-	-	-
Restricted	-	-	-	-
Unassigned	-	-	-	-
Total General Fund	10,342,081	10,544,569	11,627,731	11,564,940
All Other Governmental Funds				
Reserved	923,409	945,150	1,909,238	2,018,181
Unreserved, Reported in:				
Special Revenues Funds	552,921	726,535	-	-
Debt Service Funds	-	-	-	-
Capital Improvement Funds	1,292,885	985,563	2,433,476	2,843,754
TIF Construction Funds	380,723	1,898,884	4,613,664	5,943,715
Nonspendable	-	-	-	-
Restricted	-	-	-	-
Committed	-	-	-	-
Assigned	-	-	-	-
Governmental Funds	3,149,938	4,556,132	8,956,378	10,805,650

Data Source: Village Records

The Village implemented GASB 54 in Fiscal Year 2011.

2009	2010	2011	2012	2013	2014
1,082,056	1,302,726	-	-	-	-
9,767,586	1,378,303	-	-	-	-
-	-	956,359	1,021,714	1,431,931	1,362,547
-	-	642,230	727,166	953,617	1,152,023
-	-	3,213,604	5,988,654	8,468,691	9,077,819
10,849,642	2,681,029	4,812,193	7,737,534	10,854,239	11,592,389
1,903,254	1,699,788	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
1,779,700	1,349,350	-	-	-	-
2,395,970	175,328	-	-	-	-
-	-	10,877	10,025	9,046	7,935
-	-	1,322,866	1,102,360	1,861,845	2,696,378
-	-	1,255,236	1,282,864	1,349,535	1,368,442
-	-	2,145,345	2,625,343	8,293,193	10,072,387
6,078,924	3,224,466	4,734,324	5,020,592	11,513,619	14,145,142

VILLAGE OF LIBERTYVILLE, ILLINOIS

**General Governmental Revenues By Source - Last Ten Fiscal Years
(In Thousands)
April 30, 2014 (Unaudited)**

<u>Fiscal Year</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>
Taxes	\$ 6,301	6,835	7,300	7,647
Licenses and Permits	1,888	1,863	2,468	2,184
Intergovernmental	9,531	10,065	10,395	10,005
Charges for Services	4,795	5,475	5,943	6,210
Fines and Forfeits	226	241	187	233
Interest	171	422	816	857
Miscellaneous	386	387	2,289	361
Total	<u>23,298</u>	<u>25,288</u>	<u>29,398</u>	<u>27,497</u>

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

Data Source: Village Records

2009	2010	2011	2012	2013	2014
7,924	8,854	11,038	11,177	11,203	11,336
2,256	1,745	1,352	1,508	1,673	1,715
8,717	7,862	8,886	8,786	9,635	9,602
6,262	6,453	6,909	7,608	7,668	7,574
330	272	426	600	671	683
386	82	14	6	29	44
203	224	546	547	817	409
26,078	25,492	29,171	30,232	31,696	31,363

VILLAGE OF LIBERTYVILLE, ILLINOIS

**General Governmental Expenditures By Function - Last Ten Fiscal Years
(In Thousands)
April 30, 2014 (Unaudited)**

Function	2005	2006	2007	2008
General Government	\$ 2,454	2,465	2,443	2,683
Community Development	945	1,035	1,137	1,287
Public Safety	10,740	11,944	12,393	12,737
Public Works	2,052	2,084	2,075	2,345
Parks and Recreation	2,659	2,792	2,803	2,909
Economic Development	704	124	939	696
Capital Outlay	978	1,866	765	1,706
Debt Service				
Principal	1,140	1,190	1,215	1,240
Interest and Fiscal Charges	320	283	246	211
Total	21,992	23,783	24,016	25,814

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

Data Source: Village Records

2009	2010	2011	2012	2013	2014
2,739	2,584	2,381	2,546	2,644	2,717
1,315	1,327	1,241	1,311	1,332	1,427
13,095	13,224	13,724	13,741	14,405	14,603
2,190	2,133	2,047	1,988	2,191	2,250
2,807	2,631	2,595	2,540	2,550	2,625
5,456	4,780	1,855	2,880	2,006	2,106
2,546	1,153	968	1,155	1,333	4,806
1,310	195	180	220	225	230
197	93	105	69	119	166
31,655	28,120	25,096	26,450	26,805	30,930

VILLAGE OF LIBERTYVILLE, ILLINOIS

**Changes in Fund Balances for Governmental Funds - Last Ten Fiscal Years
(In Thousands)
April 30, 2014 (Unaudited)**

	2005	2006	2007	2008
Revenues				
Taxes	\$ 6,301	6,835	7,300	7,647
Licenses and Permits	1,888	1,863	2,468	2,184
Intergovernmental	9,531	10,065	10,395	10,005
Charges for Services	4,795	5,475	5,943	6,210
Fines and Forfeits	226	241	187	233
Investment Income	171	422	816	857
Miscellaneous	386	387	2,289	361
Total Revenues	23,298	25,288	29,398	27,497
Expenditures				
General Government	2,454	2,465	2,443	2,683
Community Development	945	1,035	1,137	1,287
Public Safety	10,740	11,944	12,393	12,737
Public Works	2,052	2,084	2,075	2,345
Parks and Recreation	2,659	2,792	2,803	2,909
Economic Development	704	124	939	696
Capital Outlay	978	1,866	765	1,706
Debt Service				
Principal	1,140	1,190	1,215	1,240
Interest and Fiscal Charges	320	283	246	211
Total Expenditures	21,992	23,783	24,016	25,814
Excess of Revenues Over (Under) Expenditures	1,306	1,505	5,382	1,683
Other Financing Sources (Uses)				
Proceeds from Bonds	-	-	-	-
Premium on Debt Issuance				
Payments to Escrow Agent	-	-	-	-
Transfers In	461	488	956	479
Transfers Out	(358)	(384)	(853)	(376)
	103	104	103	103
Net Change in Fund Balances	1,409	1,609	5,485	1,786
Debt Service as a Percentage of Noncapital Expenditures	6.95%	6.72%	6.28%	6.07%

Data Source: Village Records

2009	2010	2011	2012	2013	2014
7,924	8,854	11,038	11,177	11,203	11,336
2,256	1,745	1,352	1,508	1,673	1,715
8,717	7,862	8,886	8,786	9,635	9,602
6,262	6,453	6,909	7,608	7,668	7,574
330	272	426	600	671	683
386	82	14	6	29	44
203	224	546	547	817	409
26,078	25,492	29,171	30,232	31,696	31,363
2,739	2,584	2,381	2,546	2,644	2,717
1,315	1,327	1,241	1,311	1,332	1,427
13,095	13,224	13,724	13,741	14,405	14,603
2,190	2,133	2,047	1,988	2,191	2,250
2,807	2,631	2,595	2,540	2,550	2,625
5,456	4,780	1,855	2,880	2,006	2,106
2,546	1,153	968	1,155	1,333	4,806
1,310	195	180	220	225	230
197	93	105	69	119	166
31,655	28,120	25,096	26,450	26,805	30,930
(5,577)	(2,628)	4,075	3,782	4,891	433
1,698	-	470	-	5,000	5,000
(1,667)	-	7	-	51	45
487	939	(455)	-	-	-
(383)	(9,334)	136	132	129	129
		(592)	(702)	(462)	(2,237)
135	(8,395)	(434)	(570)	4,718	2,937
(5,442)	(11,023)	3,641	3,212	9,609	3,370
6.03%	1.27%	1.14%	1.14%	1.31%	1.34%

VILLAGE OF LIBERTYVILLE, ILLINOIS

**Assessed Value and Actual Value of Taxable Property - Last Ten Tax Levy Years
April 30, 2014 (Unaudited)**

Tax Levy Year	Residential Property	Farm	Commercial Property
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
2013	790,261,154	54,687	156,069,601

Data Source: Lake County Tax Extension Division

Industrial Property	Total	Railroad	Total Assessed Value	Total Direct Tax Rate
\$ 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
96,725,515	1,043,110,957	285,298	1,043,396,255	0.655

VILLAGE OF LIBERTYVILLE, ILLINOIS

**Direct and Overlapping Property Tax Rates - Last Ten Tax Levy Years
April 30, 2014 (Unaudited)**

	2004	2005	2006	2007
Village of Libertyville				
Corporate	0.084	0.079	0.074	0.073
Street & Bridge	0.053	0.048	0.045	0.044
Fire Protection	0.075	0.070	0.067	0.066
Playgrounds and Recreation	0.030	0.029	0.029	0.030
Parks	0.030	0.029	0.029	0.030
IMRF	0.037	0.035	0.033	0.032
Police Pension	0.075	0.076	0.075	0.072
Firefighters Pension	0.055	0.052	0.052	0.051
Recreation for the Handicapped	0.011	0.011	0.011	0.011
Limited Bonds	0.000	0.000	0.000	0.000
Bonds	0.024	0.022	0.020	0.020
Total Direct Tax Rate	0.474	0.451	0.435	0.429
Overlapping Rates				
Grade School District #70	2.499	2.378	2.297	2.247
High School District #128	2.291	2.225	2.179	2.136
Lake County	0.465	0.454	0.450	0.444
Libertyville Township	0.058	0.057	0.057	0.057
Library	0.231	0.225	0.222	0.219
Other	0.516	0.498	0.487	0.478
Total Direct and Overlapping Tax Rate	6.534	6.288	6.127	6.010
Village's Share of Total Tax Rate	7.25%	7.17%	7.10%	7.14%

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.

2008	2009	2010	2011	2012	2013
0.072	0.062	0.066	0.072	0.081	0.081
0.044	0.038	0.039	0.045	0.048	0.050
0.064	0.055	0.061	0.067	0.076	0.079
0.030	0.026	0.029	0.031	0.034	0.036
0.030	0.026	0.029	0.031	0.034	0.036
0.032	0.028	0.031	0.031	0.035	0.036
0.078	0.097	0.100	0.104	0.115	0.130
0.056	0.077	0.080	0.083	0.097	0.109
0.011	0.012	0.013	0.014	0.015	0.014
0.000	0.000	0.000	0.000	0.000	0.000
0.017	0.015	0.018	0.019	0.030	0.084
0.434	0.436	0.466	0.497	0.565	0.655
2.278	2.283	2.431	2.518	2.839	2.993
2.163	2.179	2.324	2.399	2.580	2.919
0.453	0.464	0.505	0.554	0.608	0.663
0.058	0.059	0.058	0.060	0.065	0.069
0.222	0.223	0.238	0.254	0.282	0.303
0.481	0.487	0.509	0.539	0.593	0.631
6.089	6.131	6.531	6.821	7.532	8.233
7.13%	7.11%	7.14%	7.29%	7.50%	7.96%

VILLAGE OF LIBERTYVILLE, ILLINOIS

Principal Property Tax Payers - Current Year and Nine Years Ago
April 30, 2014 (Unaudited)

Taxpayer	2014			2005		
	Taxable Assessed Value	Rank	Percentage of Total Village Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total Village Taxable Assessed Value
Motorola	\$ 12,498,750	1	1.20%	\$ 18,103,539	1	1.74%
Hollister Incorporated	9,545,337	2	0.91%	8,987,721	2	0.86%
Medline Industries	7,499,250	3	0.72%			
Capmark Finance Inc	6,849,146	4	0.66%			
Advocate Health & Hospital Corp	6,038,209	5	0.58%	8,258,254	3	0.79%
Inland Real Estate Corporation	5,088,882	6	0.49%			
McShane Constructions	4,864,455	7	0.47%			
Manufacturers Life Ins. Co.	4,787,530	8	0.46%	6,279,782	5	0.60%
Bre/Technology Way III LLC	4,193,827	9	0.40%	7,996,966	4	0.77%
Giannoulis Enterprises	3,966,270	10	0.38%			
Temperature Equipment Corp				6,082,717	6	0.59%
Capital Senior Living				5,096,601	7	0.49%
Mass Mutual Life Ins				4,084,119	8	0.39%
Bradley Operating Ltd				3,854,287	9	0.37%
California Tristate Teachers Retirement				4,084,119	10	0.39%
	<u>65,331,656</u>		<u>6.26%</u>	<u>72,828,105</u>		<u>7.00%</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, 2014 (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
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	5,969	96.70%	N/A	5,969	96.70%
2014	2013	6,834	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, 2014 (Unaudited)**

Fiscal Year Ended April 30	Governmental Activities		General Obligation Bonds
	General Obligation Bonds	Installment Contracts	
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
2014	11,410	310	28,429

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			Total Primary Government	Percentage of Personal Income (1)	Per Capita (1)
IEPA Loans	Installment Contracts				
\$ 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
97	-		40,246	4.03%	1,981

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, 2014 (Unaudited)**

Fiscal Year Ended April 30	Gross General Obligation Bonds	Less Amount Available	Total	Percentage of Equalized Assessed Value (1)	Per Capita (2)
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
2014	40,149	476	39,673	3.80%	1,953

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, 2014 (Unaudited)**

Governmental Unit	Gross Debt	Percentage to Debt Applicable to Village (1)	Village's Share of Debt
Village of Libertyville	\$ 11,719,926	100.00%	\$ 11,719,926
Overlapping Debt:			
Libertyville School District #70	12,810,000	90.98%	11,654,538
Hawthorn School District #73	37,728,655	14.29%	5,391,425
Fremont Center School District #79	21,150,000	5.51%	1,165,365
Community High School District #128	17,270,000	36.24%	6,258,648
Mundelein High School District #120	11,460,547	5.70%	653,251
Grayslake High School District #127	31,387,611	0.04%	12,555
Lake County Community College #532	77,990,000	4.70%	3,665,530
Lake County	110,575,000	4.46%	4,931,645
Lake County Forest Preserve District	289,835,000	4.46%	12,926,641
Central Lake County JAWA	14,005,000	16.78%	2,350,039
Fremont Public Library District	3,625,000	3.89%	141,013
Subtotal	627,836,813		49,150,650
Total	639,556,739		60,870,576

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, 2014 (Unaudited)**

	2005	2006	2007	2008
Assessed Valuation	\$ 980,297,159	1,039,667,041	1,127,812,367	1,203,544,687
Bonded Debt Limit - 8.625% of Assessed Value	84,550,630	89,671,282	97,273,817	103,805,729
Amount of Debt Applicable to Limit	4,955,000	2,200,000	2,080,000	1,965,000
Legal Debt Margin	79,595,630	87,471,282	95,193,817	101,840,729
Percentage of Legal Debt Margin to Bonded Debt Limit	94.14%	97.55%	97.86%	98.11%

Data Source: Village Records

2009	2010	2011	2012	2013	2014
1,257,047,676	1,262,021,669	1,226,143,087	1,182,827,397	1,092,633,571	1,043,396,255
108,420,362	108,849,369	105,754,841	102,018,863	94,239,645	89,992,927
175,000	75,000	1,615,000	1,460,000	6,300,000	11,444,926
108,245,362	108,774,369	104,139,841	100,558,863	87,939,645	78,548,001
99.84%	99.93%	98.47%	98.57%	93.31%	87.28%

VILLAGE OF LIBERTYVILLE, ILLINOIS

**Demographic and Economic Statistics - Last Ten Fiscal Years
April 30, 2014 (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
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	8.00%
2011	20,315	999,823	49,216	43.0	2,507	7.30%
2012	20,315	999,823	49,216	43.0	2,574	6.70%
2013	20,315	999,823	49,216	43.0	2,535	6.40%
2014	20,315	999,823	49,216	43.0	2,439	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, 2014 (Unaudited)**

Employer	2014			2005		
	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
Volkswagen Credit	623	2	N/A			
Hollister	548	3	N/A	350	8	N/A
Lake County	403	4	N/A	515	3	N/A
Brightstar	400	5	N/A			
Libertyville Community High School No.	348	6	N/A	400	7	N/A
Libertyville School District No. 70	324	7	N/A	320	9	N/A
Commonwealth Edison	311	8	N/A	400	5	N/A
Fabrication Technologies	272	9	N/A			
Snap On Credit	230	10	N/A			
Motorola				4,000	1	N/A
Solar Corporation				500	4	N/A
Temple Steel				400	6	N/A
Village of Libertyville				183	10	N/A
	<u>5,959</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, 2014 (Unaudited)**

Function	2005	2006	2007	2008
General Government				
Administration	3	3	3	3
Finance	9	9	9	9
Public Works	33	33	33	33
Police	56.5	54.5	58.0	59.0
Fire	39.5	38.5	33.0	34.0
Community Development	12	12	13	13
Water and Sewer	4	4	4	4
Parks and Recreation	26	26	24	24
Total	183	180	177	179

Data Source: Village Records

2009	2010	2011	2012	2013	2014
3	3	3	3	3	3
9	9	7	7	7	7
33	33	29	28	26	26
59.0	59.0	54.0	54.0	53.0	47.0
34.0	34.0	34.0	41.0	41.0	42.0
13	13	11	11	11	11
5	5	4	4	6	6
24	24	22	19	19	19
180	180	164	167	166	161

VILLAGE OF LIBERTYVILLE, ILLINOIS

**Operating Indicators by Function/Program - Last Ten Fiscal Years
April 30, 2014 (Unaudited)**

Function/Program	2005	2006	2007	2008
Public Works				
Forestry				
Number of Parkway Trees Planted	44	49	-	49
Number of Parkway Trees Trimmed	1,412	551	836	537
Fleet Services				
Number of Vehicles Maintained	111	111	109	109
Number of Equipment Maintained	51	51	51	51
Preventative Maintenance Services	1,083	1,207	1,077	1,207
Public Safety				
Fire				
Number of Fire Calls	1,220	N/A	1,171	1,234
Number of EMS Calls	2,014	N/A	2,243	2,294
Number of Training Hours	5,128	5,193	6,084	8,195
ISO Rating	2	2	2	2
Police				
Part I Crime	401	368	395	388
Calls for Service	20,402	20,491	21,695	24,364
State Tickets Issued	2,378	2,591	2,740	4,624
Parking Tickets Issued	5,139	4,226	4,315	4,861
Community Development				
Number of Building Permits Issued	1,284	1,406	1,366	2,418
Number of Building Inspections	7,058	7,103	6,741	7,130
Highways and Streets				
Sidewalk Replaced (Sq. Ft.)	10,115	12,637	8,562	8,742
Annual Resurfacing Program (\$)	870,000	880,000	985,000	780,000
Crack Sealing (Lbs. Installed)	21,360	29,950	-	30,845
Water and Sewer				
Water Main Breaks	32	28	16	22
Hydrants Flushed	857	1,184	335	995
Water Meters Read	7,550	7,331	7,393	7,434
Water Meter Service Requests	2,927	2,517	435	2,485
Water Meters Replaced	128	117	70	87
Total Distribution Pumpage (1,000 Gallons)	1,140,013	1,026,566	999,732	1,088,301
Average Daily Pumpage (1,000 Gallons)	3,121	2,737	3,217	2,957
Sanitary Sewer Televising (Feet)	28,323	1,140	12,094	17,594
Sanitary Sewer Repairs	1	1	-	3

N/A: Currently Not Available

Data Source: Village Records

2009	2010	2011	2012	2013	2014
36	1	1	21	121	136
210	125	235	182	115	1,179
109	107	105	105	105	104
51	64	60	60	60	60
999	1,139	1,233	1,334	1,500	1,625
1,174	1,294	1,661	1,522	1,028	N/A
2,157	2,307	2,108	2,301	2,189	N/A
7,987	6,324	5,518	6,569	7,716	N/A
2	4	4	4	4	4
391	377	N/A	318	237	107
24,283	23,117	27,886	26,631	11,013	16,684
3,620	3,294	2,988	3,462	1,329	1,633
4,861	4,574	5,027	5,110	2,341	226
1,201	1,171	1,371	1,424	2,734	2,307
5,877	5,436	5,300	6,020	5,824	6,481
10,490	11,884	7,256	6,395	11,343	8,665
1,263,000	805,000	977,492	896,391	762,869	4,273,677
22,190	24,480	24,480	-	30,000	30,000
31	21	31	17	24	30
421	1,234	1,501	1,300	1,353	1,448
7,465	7,471	7,511	7,523	7,555	7,573
2,305	3,180	2,902	3,290	3,967	3,708
64	62	88	105	97	70
975,624	929,402	953,812	923,989	980,093	907,992
2,672	2,544	2,645	2,523	2,667	2,486
87,504	4,587	905	5,104	1,978	1,635
19	14	11	8	17	8

VILLAGE OF LIBERTYVILLE, ILLINOIS

**Capital Asset Statistics by Function/Program - Last Ten Fiscal Years
April 30, 2014 (Unaudited)**

Function/Program	2005	2006	2007	2008
Police				
Stations	1	1	1	1
Patrol Units (1)	12	12	12	12
Patrol Officers	31.5	31.5	32.5	32.5
Fire Stations				
Fire Stations	3	3	3	3
Public Works				
Streets (Miles)	80	80	80	81
Sidewalks (Miles)	129.63	130.35	130.67	131.67
Streetlights	2,171	2,171	2,171	2,314
Water and Sewer				
Water Mains (Miles)	114	126	126	127
Fire Hydrants	1,300	1,300	1,300	1,310
Sanitary Sewers (Miles)	94	94	94	95
Manholes	2,276	2,297	2,297	2,324
Storm Sewer (Miles)	93	93	93	94

(1) Marked Police Vehicles

Data Source: Village Records

2009	2010	2011	2012	2013	2014
1	1	1	1	1	1
12	11	11	11	11	11
29.0	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
2,318	2,318	2,318	2,318	2,318	2,318
127	127	127	127	127	127
1,311	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

2014 DISCLOSURE

for

VILLAGE OF LIBERTYVILLE

Lake County, Illinois

CUSIP NUMBER: 531575

Relating to the following Bond Issues:

\$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
\$4,200,000 General Obligation Bonds
(Waterworks and Sewerage System Alternate Revenue Source), Series 2012B
\$5,000,000 General Obligation Bonds, Series 2013A
\$4,200,000 General Obligation Bonds
(Waterworks and Sewerage System Alternate Revenue Source), Series 2013B

and

\$2,215,000 General Obligation Refunding Bonds
(Waterworks and Sewerage System Alternate Revenue Source), Series 2014A

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

General Obligation Bonded Debt(1) (Principal Only)

Year	Series 2008(2) (12-15)	Series 2010A(3) (12-15)	Series 2010B(3) (12-15)	Series 2010C(3) (12-15)	Series 2010D(3) (12-15)	Series 2012A (12-15)	Series 2012B(3)(4) (5-1)
2014	\$ 170,000	\$ 75,000	\$ 170,000	\$ 490,000	\$ 70,000	\$ 195,000	\$ 0
2015	180,000	75,000	175,000	505,000	70,000	205,000	160,000
2016	185,000	75,000	180,000	510,000	70,000	210,000	165,000
2017	190,000	75,000	190,000	525,000	65,000	220,000	170,000
2018	205,000	75,000	200,000	540,000	0	230,000	175,000
2019	205,000	75,000	210,000	550,000	0	235,000	185,000
2020	0	75,000	220,000	570,000	0	245,000	190,000
2021	0	830,000	230,000	0	0	255,000	200,000
2022	0	860,000	240,000	0	0	265,000	205,000
2023	0	895,000	255,000	0	0	280,000	215,000
2024	0	935,000	270,000	0	0	290,000	225,000
2025	0	970,000	285,000	0	0	300,000	235,000
2026	0	1,015,000	300,000	0	0	310,000	245,000
2027	0	1,055,000	320,000	0	0	325,000	255,000
2028	0	1,435,000	0	0	0	340,000	265,000
2029	0	1,500,000	0	0	0	350,000	275,000
2030	0	1,550,000	0	0	0	365,000	285,000
2031	0	0	0	0	0	380,000	295,000
2032	0	0	0	0	0	0	305,000
Total	\$1,135,000	\$11,570,000	\$3,245,000	\$3,690,000	\$275,000	\$5,000,000	\$4,050,000

Year	Series 2013A (12-15)	Series 2013B(3)(4) (5-1)	Series 2014A(3) (5-1)	Total Debt	Cumulative Retirement	
					Amount	Percent
2014	\$ 160,000	\$ 0	\$ 0	\$ 1,330,000	\$ 1,330,000	3.31%
2015	190,000	155,000	245,000	1,960,000	3,290,000	8.19%
2016	195,000	160,000	255,000	2,005,000	5,295,000	13.19%
2017	205,000	165,000	260,000	2,065,000	7,360,000	18.33%
2018	210,000	175,000	270,000	2,080,000	9,440,000	23.51%
2019	220,000	180,000	285,000	2,145,000	11,585,000	28.85%
2020	230,000	190,000	290,000	2,010,000	13,595,000	33.86%
2021	240,000	195,000	300,000	2,250,000	15,845,000	39.46%
2022	250,000	205,000	310,000	2,335,000	18,180,000	45.27%
2023	260,000	210,000	0	2,115,000	20,295,000	50.54%
2024	270,000	220,000	0	2,210,000	22,505,000	56.05%
2025	280,000	230,000	0	2,300,000	24,805,000	61.77%
2026	290,000	240,000	0	2,400,000	27,205,000	67.75%
2027	300,000	250,000	0	2,505,000	29,710,000	73.99%
2028	315,000	260,000	0	2,615,000	32,325,000	80.50%
2029	325,000	270,000	0	2,720,000	35,045,000	87.27%
2030	340,000	280,000	0	2,820,000	37,865,000	94.30%
2031	355,000	290,000	0	1,320,000	39,185,000	97.58%
2032	365,000	300,000	0	970,000	40,155,000	100.00%
Total	\$5,000,000	\$3,975,000	\$2,215,000	\$40,155,000		

- Notes: (1) Source: The Village. Excludes \$376,934 of installment contracts as of January 1, 2014 and \$192,553 of an Illinois EPA Loan payable from the Waterworks and Sewerage Fund.
- (2) Limited Tax Bonds.
- (3) Alternate Revenue Source Bonds. Sources of revenues are sales taxes, recreational facility and waterworks and sewerage fund revenues.
- (4) Series 2012B and Series 2013B Bonds are payable from waterworks and sewerage fund revenues.

Statement of Overlapping Debt(I)
(As of July 9, 2014)

	Outstanding Debt	Applicable to County	
		Percent(2)	Amount
Schools:			
School District No. 70	\$ 12,810,000	91.32%	\$11,698,092
School District No. 73	37,728,655	14.04%	5,297,103
School District No. 79	21,150,000	5.88%	1,243,620
High School District No. 120	11,460,547	6.06%	694,509
High School District No. 127	31,387,611	0.05%	15,694
High School District No. 128	17,270,000	36.24%	6,258,648
Community College District No. 532	77,990,000	4.79%	3,735,721
Total Schools			<u>\$28,943,387</u>
Others:			
Lake County	\$110,575,000	4.54%	\$ 5,020,105
Lake County Forest Preserve District	289,835,000	4.54%	13,158,509
Central Lake County Joint Action Water Agency	14,005,000	17.08%	2,392,054
Fremont Public Library	3,625,000	4.20%	152,250
Total Others			<u>\$20,722,918</u>
Total Overlapping Debt			<u>\$49,666,305</u>

- Notes: (1) Source: Lake County.
(2) Based on 2013 Equalized Assessed Valuations, the most recent available.

Statement of Bonded Indebtedness(I)
(As of July 9, 2014)

	Amount Applicable	Ratio To		Per Capita (2010 Census 20,315)
		Equalized Assessed	Estimated Actual	
Village EAV of Taxable Property, 2013	\$1,043,396,255	100.00%	33.33%	\$ 51,360.88
Estimated Actual Value, 2013	\$3,130,188,765	300.00%	100.00%	\$154,082.64
Direct Bonded Debt(1)	\$ 40,155,000	3.85%	1.28%	\$ 1,976.62
Less: Self Supporting	(29,020,000)	(2.78%)	(0.93%)	(1,428.50)
Net Direct Bonded Debt	\$ 11,135,000	1.07%	0.36%	\$ 548.12
Overlapping Bonded Debt:				
Schools	\$ 28,943,387	2.77%	0.92%	\$ 1,424.73
All Others	20,722,918	1.99%	0.66%	1,020.08
Total Overlapping Bonded Debt	\$ 49,666,305	4.76%	1.59%	\$ 2,444.81
Total Net Direct & Overlapping Debt	\$ 60,801,305	5.83%	1.94%	\$ 2,992.93

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

Legal Debt Margin(1)
(As of July 9, 2014)

2013 Equalized Assessed Valuation.....	\$1,043,396.255
Statutory Debt Limitation (8.625% of EAV).....	\$ 89,992.927

General Obligation Bonded Debt	
Series 2008	\$ 1,135,000
Series 2010A(2)	11,570,000
Series 2010B(2)	3,245,000
Series 2010C(2)	3,690,000
Series 2010D(2)	275,000
Series 2012A	5,000,000
Series 2012B(2)	4,050,000
Series 2013A	5,000,000
Series 2013B(2)	3,975,000
Series 2014A(2)	2,215,000
Total General Obligation Bonded Debt.....	\$ 40,155,000

Less: Alternate Revenue Source Bonds	
Series 2010A(2)	\$(11,570,000)
Series 2010B(2)	(3,245,000)
Series 2010C(2)	(3,690,000)
Series 2010D(2)	(275,000)
Series 2012B(2)	(4,050,000)
Series 2013B(2)	(3,975,000)
Series 2014A(2)	(2,215,000)
Total Alternate Bonds(2)	\$(29,020,000)
Net Applicable General Obligation Bonds	\$ 11,135,000

<u>Other Debt</u>	
Installment Contracts (As of January 1, 2014).....	\$ 376,934
Total Other Debt	\$ 376,934
Total Applicable Debt	\$ 11,511,934
Legal Debt Margin	\$ 78,480,993

- 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.

PROPERTY ASSESSMENT AND TAX INFORMATION

Equalized Assessed Valuation(1)

By Property Class	Levy Years				
	2009	2010	2011	2012	2013
Residential	\$ 985,805,551	\$ 949,232,348	\$ 904,438,916	\$ 835,985,887	\$ 790,261,154
Farm	113,659	115,432	119,502	117,882	54,687
Commercial	170,301,644	173,402,106	180,181,416	160,206,640	156,069,601
Industrial	105,589,232	103,115,145	97,800,339	96,085,518	96,725,515
Railroad	211,583	278,056	287,224	237,644	285,298
Total	\$1,262,021,669	\$1,226,143,087	\$1,182,827,397	\$1,092,633,571	\$1,043,396,255
Percent change +(-)	0.40%(2)	(2.84%)	(3.53%)	(7.63%)	(4.51%)

- Notes: (1) Source: Lake County Clerk.
(2) Percentage based on 2008 EAV of \$1,257,047,676.

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

	Levy Years					Maximum Allowable(2)
	2009	2010	2011	2012	2013	
Corporate	\$0.0620	\$0.0660	\$0.0720	\$0.0810	\$0.0810	\$0.4380
Street and Bridge	0.0380	0.0390	0.0450	0.0480	0.0500	0.1000
Fire Protection	0.0550	0.0610	0.0670	0.0760	0.0790	0.6000
Playgrounds and Recreation	0.0260	0.0290	0.0310	0.0340	0.0360	0.2000
Parks	0.0260	0.0290	0.0310	0.0340	0.0360	0.0750
IMRF	0.0280	0.0310	0.0310	0.0350	0.0360	No Limit
Police Pension	0.0970	0.1000	0.1040	0.1150	0.1300	No Limit
Firefighters Pension	0.0770	0.0800	0.0830	0.0970	0.1090	No Limit
Recreation for the Handicapped	0.0120	0.0130	0.0140	0.0150	0.0140	0.0400
Bonds	0.0150	0.0180	0.0190	0.0300	0.0840	No Limit
Total Village Rate	\$0.4360	\$0.4660	\$0.4970	\$0.5650	\$0.6550	No Limit
Lake County	0.4640	0.5050	0.5540	0.6080	0.6630	
Lake County Forest Preserve District	0.2000	0.1980	0.2010	0.2120	0.2180	
Libertyville Township - Road and Bridge	0.0450	0.0480	0.0510	0.0570	0.0620	
Libertyville Township	0.0590	0.0580	0.0600	0.0650	0.0690	
Cook Memorial Library District	0.2230	0.2380	0.2540	0.2820	0.3030	
Central Lake County Joint Action Water Agency	0.0420	0.0450	0.0470	0.0520	0.0550	
School District Number 70	2.2830	2.4310	2.5180	2.8390	2.9930	
High School District Number 128	2.1790	2.3240	2.3990	2.5800	2.9190	
Community College District No. 532	0.2000	0.2180	0.2400	0.2720	0.2960	
Total(2)	\$6.1310	\$6.5310	\$6.8210	\$7.5320	\$8.2330	

Notes: (1) Source: Lake County Clerk.
(2) Representative tax rates for Libertyville Township Tax Code Number 38 which represents 74% of the Village's 2013 Equalized Assessed Valuation.

Village Tax Extensions and Collections(1)

Levy Year	Coll. Year	Taxes	Taxes Collected	
		Extended	Amount	Percent
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	5,900,751(2)	95.58%
2013	2014	6,834,245	2,638,424(3)	38.61%

Notes: (1) Source: Lake County Treasurer.
(2) In levy year 2012 collected in 2013, The Condell Hospital received a \$250,000 refund of previous taxes paid.
(3) In collection as of June 12, 2014.

Principal Village Taxpayers(1)

Taxpayer Name	Business/Service	2013 EAV(2)
Motorola Inc.	Portable and Cellular Mobile Telephones	\$12,498,750
Hollister Incorporated	Corporate HQ and Health Care Products	9,545,337
Medline Industries	Real Property	7,499,250
Capmark Finance Inc.	Financial Services	6,849,146
Advocate Health & Hospital Corp.	Health Services	6,038,209
Inland Real Estate Corporation	Real Property	5,088,882
Mc Shane Constructions	Real Property	4,864,455
Manufacturers Life Insurance Co.	Insurance Company	4,787,530
Bre Retail Spe7 LLC	Real Property	4,193,827
Giannoulis Enterprises	Real Property	3,966,270
Total		\$65,331,656
Ten largest as a percent of the Village's 2013 EAV (\$1,043,396,255)		6.26%

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 2013 EAV is the most current available.

FINANCIAL INFORMATION

Statement of Net Position Governmental Activities

Audited as of April 30

	2010	2011	2012	2013	2014
ASSETS:					
Current Assets					
Cash and Investments	\$ 5,037,763	\$ 8,714,380	\$ 12,245,551	\$ 22,491,335	\$ 26,272,285
Receivables - Net	10,633,966	11,483,694	11,765,835	12,070,012	13,081,513
Internal Balances	0	0	0	0	0
Prepaid Items/Inventory	825,326	1,005,074	1,072,593	1,505,334	1,408,421
Total Current Assets	<u>\$ 16,497,055</u>	<u>\$ 21,203,148</u>	<u>\$ 25,083,979</u>	<u>\$ 36,066,681</u>	<u>\$ 40,762,219</u>
Capital Assets:					
Land	\$ 98,301,694	\$ 98,301,694	\$ 98,301,694	\$ 98,301,694	\$ 98,301,694
Infrastructure	86,697,840	86,812,591	87,929,042	88,421,633	89,853,150
Buildings and Improvements	17,110,295	17,110,295	17,110,295	17,160,186	17,160,186
Machinery and Equipment	7,583,198	7,604,143	7,810,213	8,068,351	8,302,017
Total Capital Assets	<u>\$209,693,027</u>	<u>\$209,828,723</u>	<u>\$211,151,244</u>	<u>\$211,951,864</u>	<u>\$213,617,047</u>
Less: Accumulated Depreciation	<u>(51,290,978)</u>	<u>(54,133,959)</u>	<u>(56,877,765)</u>	<u>(59,581,763)</u>	<u>(62,369,814)</u>
Total Capital Assets	<u>\$158,402,049</u>	<u>\$155,694,764</u>	<u>\$154,273,479</u>	<u>\$152,370,101</u>	<u>\$151,247,233</u>
Other Assets - Net Pension Asset	12,631	42,237	135,832	200,493	127,276
Total Assets	<u>\$174,911,735</u>	<u>\$176,940,149</u>	<u>\$179,493,290</u>	<u>\$188,637,275</u>	<u>\$192,136,728</u>
LIABILITIES:					
Current Liabilities:					
Accounts Payable	\$ 462,229	\$ 505,073	\$ 638,580	\$ 846,563	\$ 562,084
Accrued Payroll	546,670	528,863	556,945	553,411	570,089
Deposits Payable	469,308	753,536	813,288	984,990	1,130,846
Tax Rebate Payable	0	0	0	0	106,464
Interest Payable	28,581	34,873	23,219	64,116	57,860
Other Payables	0	0	0	286,000	200,000
Unearned Revenues	8,371,529	8,746,368	8,982,916	0 ⁽¹⁾	0
Current Portion of Long Term Debt	890,250	909,982	1,012,237	884,950	1,104,984
Total Current Liabilities	<u>\$ 10,768,567</u>	<u>\$ 11,478,695</u>	<u>\$ 12,027,185</u>	<u>\$ 3,620,030</u>	<u>\$ 3,732,327</u>
Noncurrent Liabilities:					
Net Pension Obligation	\$ 32,022	\$ 82,031	\$ 0	\$ 0	\$ 0
Net Other Post-Employment Benefit Obligation	263,858	423,017	558,686	737,019	931,856
Compensated Absences Payable	1,543,370	1,580,695	1,631,561	1,770,169	1,523,819
Installment Contract Payable	785,154	524,065	396,707	309,926	180,897
General Obligation Bonds Payable	2,070,000	1,865,000	1,640,000	6,410,000	10,815,000
Total Noncurrent Liabilities	<u>\$ 4,694,404</u>	<u>\$ 4,474,808</u>	<u>\$ 4,226,954</u>	<u>\$ 9,227,114</u>	<u>\$ 13,451,572</u>
Total Liabilities	<u>\$ 15,462,971</u>	<u>\$ 15,953,503</u>	<u>\$ 16,254,139</u>	<u>\$ 12,847,144</u>	<u>\$ 17,183,899</u>
DEFERRED INFLOWS OF RESOURCES:					
Property Taxes	\$ 0	\$ 0	\$ 0	\$ 9,259,211 ⁽¹⁾	\$ 10,115,737
Total Liabilities and Deferred Inflows of Resources	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 22,106,355</u>	<u>\$ 27,299,636</u>
NET POSITION:					
Invested in Capital Assets - Net of Related Debt	\$155,042,487	\$152,790,891	\$151,632,425	\$149,549,586	\$146,332,268
Restricted - Special Revenues	0	0	0	0	0
Restricted - Debt Service	507,799	509,297	528,983	478,994	475,516
Restricted - General Government	72,380	148,457	250,164	333,562	407,145
Restricted - Public Safety	384,741	422,498	455,709	534,241	642,397
Restricted - Economic Development	71,916	71,275	97,822	1,404,549	2,265,483
Unrestricted	3,369,441	7,044,228	10,274,048	14,229,988	14,714,283
Total Net Position	<u>\$159,448,764</u>	<u>\$160,986,646</u>	<u>\$163,239,151</u>	<u>\$166,530,920</u>	<u>\$164,837,092</u>

Note: (1) Format change in 2013.

**Statement of Activities
Governmental Activities**

	Audited Year Ended April 30				
	2010	2011	2012	2013	2014
Governmental Activities(1):					
General Government	\$ 896,549	\$ 1,332,571	\$ 1,649,045	\$ 2,148,622	\$ 2,431,427
Community Development	(1,033,507)	(982,252)	(898,398)	(964,921)	(1,092,373)
Public Safety	(10,092,603)	(10,485,175)	(10,115,030)	(10,647,572)	(10,761,545)
Public Works	(3,463,143)	(2,950,640)	(3,176,001)	(2,960,177)	(2,920,810)
Parks and Recreation	(1,728,911)	(1,613,922)	(1,485,687)	(1,617,057)	(1,823,611)
Economic Development	(487,576)	(2,708,857)	(2,917,982)	(2,796,285)	(6,096,670)
Interest of Long-Term Debt	(86,254)	(103,998)	(57,295)	(109,963)	(115,236)
Total Governmental Activities	\$(15,995,445)	\$(17,512,273)	\$(17,001,348)	\$(16,947,353)	\$(20,378,818)
General Revenues:					
Taxes:					
Property Taxes	\$ 8,003,971	\$ 8,265,208	\$ 8,675,085	\$ 8,980,556	\$ 9,258,558
Other Taxes	849,687	2,772,708	2,501,968	2,222,533	2,077,888
Intergovernmental					
Sales and Use Taxes	5,649,260	6,084,335	6,143,233	6,412,366	6,810,033
Income Taxes	1,600,904	1,664,499	1,736,561	1,888,088	1,978,062
Other	78,270	159,300	213,390	218,014	210,593
Interest Income	85,192	14,115	7,061	32,348	49,201
Miscellaneous	224,398	545,990	546,555	817,217	408,685
Transfers - Internal Activity	(8,395,000)	(456,000)	(570,000)	(332,000)	(2,108,030)
Total General Revenue	\$ 8,096,682	\$ 19,050,155	\$ 19,253,853	\$ 20,239,122	\$ 18,684,990
Change in Net Assets	\$ (7,898,763)	\$ 1,537,882	\$ 2,252,505	\$ 3,291,769	\$ (1,693,828)
Net Assets Beginning	167,347,527	159,448,764	160,986,646	163,239,151	166,530,920
Net Assets Ending	<u>\$159,448,764</u>	<u>\$160,986,646</u>	<u>\$163,239,151</u>	<u>\$166,530,920</u>	<u>\$164,837,092</u>

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

**Balance Sheet
General Fund**

	Audited as of April 30				
	2010	2011	2012	2013	2014
ASSETS:					
Cash and Investments	\$ 828,327	\$ 2,574,845	\$ 5,409,470	\$ 8,635,558	\$ 9,583,248
Receivables - Net of Allowances:					
Property Taxes	5,357,242	5,536,555	5,697,872	5,892,464	6,002,300
Other Taxes	1,335,239	1,444,676	1,419,274	1,435,079	1,555,869
Accounts	1,111,389	1,460,653	1,504,176	1,249,291	1,235,878
Accrued Interest	440	0	0	0	0
Due From Other Funds	0	0	0	0	0
Prepaid Items	773,689	956,359	1,021,714	1,431,931	1,362,547
Total Assets	<u>\$9,406,326</u>	<u>\$11,973,088</u>	<u>\$15,052,506</u>	<u>\$18,644,323</u>	<u>\$19,739,842</u>
LIABILITIES AND FUND BALANCES:					
Liabilities:					
Accounts Payable	\$ 375,341	\$ 395,085	\$ 336,286	\$ 380,045	\$ 446,958
Accrued Payroll	530,587	509,439	534,980	530,265	546,596
Deposits Payable	462,127	719,816	745,834	919,525	1,045,135
Due to Other Funds	0	0	0	0	0
Tax Rebate Payable	0	0	0	0	106,464
Deferred Revenues	5,357,242	5,536,555	5,697,872	0(1)	0
Total Liabilities	\$6,725,297	\$ 7,160,895	\$ 7,314,972	\$ 1,829,835	\$ 2,145,153
DEFERRED INFLOWS OF RESOURCES:					
Property Taxes	\$ 0	\$ 0	\$ 0	\$ 5,960,249(1)	\$ 6,002,300
Total Liabilities and Deferred Inflows of Resources	\$ 0	\$ 0	\$ 0	\$ 7,790,084	\$ 8,147,453
Fund Balances:					
Reserved - Prepaid Items	\$ 773,689	\$ 0	\$ 0	\$ 0	\$ 0
Reserved - Special Revenues	529,037	0	0	0	0
Nonspendable	0	956,359	1,021,714	1,431,931	1,362,547
Restricted	0	642,230	803,695	953,617	1,152,023
Unreserved/Unassigned	1,378,303	3,213,604	5,912,125	8,468,691	9,077,819
Total Fund Balances	<u>\$2,681,029</u>	<u>\$ 4,812,193</u>	<u>\$ 7,737,534</u>	<u>\$10,854,239</u>	<u>\$11,592,389</u>
Total Liabilities and Fund Balances	<u>\$9,406,326</u>	<u>\$11,973,088</u>	<u>\$15,052,506</u>	<u>\$12,684,074</u>	<u>\$13,737,542</u>

**Statement of Revenues and Expenditures
General Fund**

	Audited Year Ended April 30				
	2010	2011	2012	2013	2014
REVENUES:					
Taxes	\$ 6,388,321	\$ 8,392,243	\$ 8,308,730	\$ 8,203,716	\$ 8,080,478
Licenses and Permits	1,250,180	860,846	868,427	1,096,105	1,067,154
Intergovernmental	7,328,434	7,908,134	8,093,184	8,518,468	8,998,688
Charges for Services	5,855,837	6,327,328	6,987,375	7,044,091	6,947,797
Fines and Forfeits	271,978	426,114	600,493	671,354	683,220
Interest	65,358	5,765	3,179	12,792	11,325
Miscellaneous	207,940	483,088	507,205	806,545	385,201
Total Revenues	<u>\$21,368,048</u>	<u>\$24,403,518</u>	<u>\$25,368,593</u>	<u>\$26,353,071</u>	<u>\$26,173,863</u>
EXPENDITURES:					
Current:					
General Government	\$ 2,321,630	\$ 2,155,051	\$ 2,237,568	\$ 2,372,033	\$ 2,368,739
Community Development	1,327,110	1,241,044	1,311,039	1,331,882	1,427,236
Public Safety	13,224,141	13,723,552	13,741,615	14,404,887	14,602,591
Public Works	2,133,158	2,046,389	1,987,732	2,191,091	2,249,525
Parks and Recreation	2,630,622	2,595,318	2,540,298	2,549,473	2,624,592
Total Expenditures	<u>\$21,636,661</u>	<u>\$21,761,354</u>	<u>\$21,818,252</u>	<u>\$22,849,366</u>	<u>\$23,272,683</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ (268,613)	\$ 2,642,164	\$ 3,550,341	\$ 3,503,705	\$ 2,901,180
Other Financing Sources (Uses)					
Transfers In	\$ 550,000	\$ 0	\$ 0	\$ 0	\$ 0
Transfers Out	(8,450,000)	(511,000)	(625,000)	(387,000)	(2,163,030)
Total Other Financing Sources (Uses)	<u>\$(7,900,000)</u>	<u>\$(511,000)</u>	<u>\$(625,000)</u>	<u>\$(387,000)</u>	<u>\$(2,163,030)</u>
Net Change in Fund Balances	\$(8,168,613)	\$ 2,131,164	\$ 2,925,341	\$ 3,116,705	\$ 738,150
Fund Balances - Beginning	<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>
Fund Balances - Ending	<u>\$ 2,681,029</u>	<u>\$ 4,812,193</u>	<u>\$ 7,737,534</u>	<u>\$10,854,239</u>	<u>\$11,592,389</u>

**Budget and Financial Information
General Fund**

	Budget Year Ending <u>4/30/14</u>	Actual Year Ending <u>4/30/14</u>	Budget Year Ending <u>4/30/15</u>
REVENUES:			
Property Taxes	\$ 6,170,750	\$ 6,002,590	\$ 6,301,460
Other Taxes	1,897,000	2,077,888	1,820,000
Sales Taxes	6,190,000	6,455,397	6,370,000
Income Tax	1,935,000	1,978,062	1,986,800
Other Intergovernmental Revenue.....	415,415	565,229	515,840
Building Permits	715,000	855,369	750,000
Fines and Penalties	487,500	683,220	595,000
Libertyville Fire Protection District.....	2,573,150	2,574,966	2,646,485
Recreation Fees	1,108,800	974,814	1,054,500
Parking Fees	12,000	12,445	13,000
Interest Income	15,000	11,325	16,550
Other Revenues	<u>3,684,430</u>	<u>3,982,558</u>	<u>3,768,360</u>
Total General Fund Revenues.....	<u>\$25,204,045</u>	<u>\$26,173,863</u>	<u>\$25,837,995</u>
EXPENDITURES:			
Administration	\$ 1,320,820	\$ 1,313,940	\$ 1,275,420
Engineering	248,915	248,745	271,425
Highways & Bridges	1,511,010	1,460,900	1,559,715
Snow Removal and Ice Control.....	348,620	348,007	317,490
Refuse and Recycling	161,820	161,669	167,130
Planning	517,080	511,561	533,415
Building	758,615	757,786	789,955
Economic Development	173,850	157,889	222,660
Police	7,641,855	7,426,553	7,826,965
Fire	6,877,995	6,851,590	7,185,170
Parks	1,480,995	1,470,381	1,781,020
Recreation	838,425	795,535	837,730
Swimming Pool Operations.....	360,395	342,962	352,950
Riverside Park Golf Course.....	18,460	15,714	17,790
Senior Programs	57,870	57,842	55,725
Emergency Management Agency.....	8,400	7,202	43,550
Legislative Boards and Committees	92,130	92,075	90,220
Legal	427,100	411,011	394,000
Central Business District.....	41,290	41,195	78,595
Community Organizations/Activities.....	190,250	181,664	194,200
Public Buildings	55,730	55,449	117,940
Emergency Telephone System.....	334,765	317,246	348,200
Hotel/Motel Tax	286,370	215,563	344,100
Other Expenditures	<u>44,500</u>	<u>30,204</u>	<u>43,715</u>
Total General Fund Expenditures.....	<u>\$23,797,260</u>	<u>\$23,272,683</u>	<u>\$24,849,080</u>
Transfers Out	<u>(813,030)</u>	<u>(2,163,030)</u>	<u>(904,055)</u>
Excess of Income over Expenses.....	<u>\$ 593,755</u>	<u>\$ 738,150</u>	<u>\$ 84,860</u>

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	May 1, 2014
Minimum - First 4,000 Gallons:						
Water	\$23.96	\$24.84	\$26.00	\$27.20	\$28.40	\$29.50
Sewer	15.75	16.27	18.40	18.40	20.20	20.80
Over 4,000 Gallons:						
Water	\$ 4.79	\$ 5.01	\$ 5.30	\$ 5.60	\$ 5.90	\$ 6.14
Sewer	2.80	2.93	3.45	3.55	3.90	4.01
\$						
921,946		111.108				

Major System Users (As of April 30, 2014)

Name	Dollars Billed	Gallons Used (1,000 Gallons)
Advocate Condell Medical Center	\$288,787	35.383
Motorola	133,594	24.796
Winchester House	96,635	9.855
Bridge Point 94 LLC	81,710	8.331
Libertyville High School	75,026	7.650
Elcor/Spring Meadows	59,542	6.070
Zeller Plastik	55,887	5.697
US Gypsum	52,016	5.302
Americana Healthcare	39,403	4.015
Capital Fitness	39,345	4.009
Total	\$921,946	111.108

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

Audited as of April 30

	2010	2011	2012	2013	2014
ASSETS:					
Cash and Investments	\$ 2,568,119	\$ 1,306,689	\$ 1,433,274	\$ 5,433,738	\$ 7,734,952
Receivables - Net of Allowances					
Property Taxes	25,498	1,069,992	0	0	0
Accounts	919,831	0	1,087,967	1,132,268	1,199,904
Accrued Interest	474	0	0	0	0
Due From Other Funds	951,273	1,043,909	1,085,459	951,273	951,273
Prepaid Expenses	86,961	71,870	66,243	59,773	52,435
Total	<u>\$ 4,552,156</u>	<u>\$ 3,492,460</u>	<u>\$ 3,672,943</u>	<u>\$ 7,577,052</u>	<u>\$ 9,938,564</u>
Capital Assets:					
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	14,217,185	14,268,990
Machinery and Equipment	1,720,581	1,720,581	1,720,581	1,720,581	1,720,581
Waterworks System	14,634,678	14,634,678	14,677,598	16,199,622	18,480,830
Sewerage System	15,086,599	15,514,105	15,553,036	15,790,436	15,840,436
Total	<u>\$ 47,893,831</u>	<u>\$ 48,321,337</u>	<u>\$ 48,403,188</u>	<u>\$ 50,199,904</u>	<u>\$ 52,582,917</u>
Accumulated Depreciation	<u>(24,187,250)</u>	<u>(25,255,280)</u>	<u>(26,300,196)</u>	<u>(27,365,782)</u>	<u>(28,460,677)</u>
Net Capital Assets	<u>\$ 23,706,581</u>	<u>\$ 23,066,057</u>	<u>\$ 22,102,992</u>	<u>\$ 22,834,122</u>	<u>\$ 24,122,240</u>
Total Assets	<u>\$ 28,258,737</u>	<u>\$ 26,558,517</u>	<u>\$ 25,775,935</u>	<u>\$ 30,411,174</u>	<u>\$ 34,060,804</u>
LIABILITIES:					
Current Liabilities					
Accounts Payable	\$ 278,565	\$ 287,075	\$ 254,813	\$ 1,019,894	\$ 831,316
Accrued Payroll	71,564	69,527	74,437	85,070	81,750
Deposits Payable	101,988	87,301	70,420	128,534	154,540
Accrued Interest Payable	90,952	82,002	72,725	100,855	124,687
Unearned Revenues/Other Payables	173,448	200,918	88,000	80,000	72,000
Compensated Absences Payable	59,620	49,750	51,251	58,656	61,084
IEPA Loans Payable	173,388	178,655	196,898	189,674	96,987
General Obligation Bonds Payable	405,000	420,000	440,000	470,000	605,000
Total Current Liabilities	<u>\$ 1,354,525</u>	<u>\$ 1,375,228</u>	<u>\$ 1,248,544</u>	<u>\$ 2,132,683</u>	<u>\$ 2,027,364</u>
Noncurrent Liabilities					
Compensated Absences Payable	\$ 238,480	\$ 198,999	\$ 205,004	\$ 234,622	\$ 244,337
IEPA Loans Payable	649,397	470,742	273,845	96,987	0
General Obligation Bonds Payable	3,820,000	3,400,000	2,960,000	6,690,000	10,240,000
Unamortized Bond Discount	(11,390)	(6,561)	(2,995)	0	0
Total Noncurrent Liabilities	<u>\$ 4,696,487</u>	<u>\$ 4,063,180</u>	<u>\$ 3,435,854</u>	<u>\$ 7,021,609</u>	<u>\$ 10,484,337</u>
Total Liabilities	<u>\$ 6,051,012</u>	<u>\$ 5,438,408</u>	<u>\$ 4,684,398</u>	<u>\$ 9,154,292</u>	<u>\$ 12,511,701</u>
NET POSITION:					
Invested in Capital Assets					
- Net of Available Debt	\$ 18,670,186	\$ 18,603,221	\$ 18,235,244	\$ 15,387,461	\$ 21,958,099
Unrestricted	3,537,539	2,516,888	2,856,293	5,869,421	(408,996)
Total Net Position	<u>\$ 22,207,725</u>	<u>\$ 21,120,109</u>	<u>\$ 21,091,537</u>	<u>\$ 21,256,882</u>	<u>\$ 21,549,103</u>

**Waterworks and Sewerage Fund
Revenues and Expenditures**

	Audited Year Ended April 30				
	2010	2011	2012	2013	2014
OPERATING REVENUES:					
Charges for Services:					
Water Sales	\$ 3,630,771	\$ 4,099,623	\$ 4,371,774	\$ 4,867,655	\$ 4,738,003
Sewer Service Charges	2,006,198	2,648,667	2,855,758	3,036,956	3,213,075
Meters and Readouts	29,836	8,914	19,622	17,589	29,979
Miscellaneous	52,677	24,921	28,087	2,929	5,326
Total Charges for Service	<u>\$ 5,719,482</u>	<u>\$ 6,782,125</u>	<u>\$ 7,275,241</u>	<u>\$ 7,925,129</u>	<u>\$ 7,986,383</u>
OPERATING EXPENSES:					
Water Operations	\$ 3,578,704	\$ 3,649,585	\$ 3,620,138	\$ 3,946,576	\$ 3,795,488
Sewer Operations	801,039	936,155	1,283,970	1,350,158	1,381,186
Wastewater Treatment Plant	1,177,274	1,177,865	1,224,143	1,135,008	1,166,699
Water and Sewer Capital Improvements	418,983	1,007,505	99,056	298,618	307,588
Depreciation and Amortization	1,082,299	1,068,030	1,044,917	1,065,586	1,094,895
Total Operating Expenses	<u>\$ 7,058,299</u>	<u>\$ 7,839,140</u>	<u>\$ 7,272,224</u>	<u>\$ 7,795,946</u>	<u>\$ 7,745,856</u>
Operating Income (Loss)	\$(1,338,817)	\$(1,057,015)	\$ 3,017	\$ 129,183	\$ 240,527
Nonoperating Revenues (Expenses):					
Interest Income	\$ 22,196	\$ 8,213	\$ 1,921	\$ 7,972	\$ 14,807
Connection Fees	46,935	124,218	120,500	177,471	196,134
Grants	0	0	0	41,450	19,095
Premium on Debt Issuance	0	0	0	24,371	0
Property Tax	25,498	0	0	0	0
Other Income	8,000	23,038	8,749	8,000	8,237
Interest and Fiscal Charges	(202,236)	(186,070)	(162,759)	(223,102)	(186,579)
Total Non Operating Revenues (Expenses) ..	<u>\$ (99,607)</u>	<u>\$ (30,601)</u>	<u>\$ (31,589)</u>	<u>\$ 36,162</u>	<u>\$ 51,694</u>
Income (Loss) Before Contributions and Transfers	\$(1,438,424)	\$(1,087,616)	\$ (28,572)	\$ 165,345	\$ 292,221
Transfers Out, net	0	0	0	0	0
Capital Contributions	0	0	0	0	0
Change in Net Assets	\$(1,438,424)	\$(1,087,616)	\$ (28,572)	\$ 165,345	\$ 292,221
Net Assets - Beginning	23,646,149	22,207,725	21,120,109	21,091,537	21,256,882
Net Assets - Ending	<u>\$22,207,725</u>	<u>\$21,120,109</u>	<u>\$21,091,537</u>	<u>\$21,256,882</u>	<u>\$21,549,103</u>

Waterworks and Sewerage Fund
Statement of Revenues, Expenditures and Changes in Net Assets

	Fiscal Year Ended <u>4/30/14</u>
OPERATING REVENUES:	
Charges for Services:	
Water Sales	\$4,738,003
Sewer Service Charges	3,213,075
Meters and Readouts	29,979
Miscellaneous	<u>5,326</u>
Total Operating Revenues.....	<u>\$7,986,383</u>
OPERATING EXPENSES:	
Operations:	
Water Operations	\$3,795,488
Sewer Operations	1,381,186
Wastewater Treatment Plant.....	1,166,699
Water and Sewer Capital Improvements	307,588
Depreciation and Amortization.....	<u>1,094,895</u>
Total Operating Expenses.....	<u>\$7,745,856</u>
Operating Income (Loss)	\$ 240,527
Plus:	
Interest Income	\$ 14,807
Connection Fees	196,134
Water and Sewer Capital Improvements.....	307,588
Depreciation and Amortization.....	<u>1,094,895</u>
Total Additions	<u>\$1,613,424</u>
Net Available For Debt Service.....	\$1,853,951

Coverage Waterworks and Sewerage Fund

Fiscal Year	Net Available For Debt Service(2)	Outstanding Debt Service(1)				Total	Total	Coverage	Available for Subordinate Obligation	Subordinate Obligation EPA		Alt. Bonds Plus EPA Loan Total Debt Service	Aggregate Coverage
		Series 2012B	Series 2013B	Series 2014A	Total					Loan	Coverage		
2015	\$1,853,951	\$ 245,900	\$ 286,275	\$ 311,450	\$ 843,625	\$ 843,625	2.20X	\$1,010,326	\$98,450	10.26X	\$ 942,075	1.97X	
2016	1,853,951	247,700	288,175	314,100	849,975	849,975	2.18X	1,003,976	0		849,975	2.18X	
2017	1,853,951	249,400	289,975	311,450	850,825	850,825	2.18X	1,003,126	0		850,825	2.18X	
2018	1,853,951	251,000	296,675	313,650	861,325	861,325	2.15X	992,626	0		861,325	2.15X	
2019	1,853,951	257,500	298,175	320,550	876,225	876,225	2.12X	977,726	0		876,225	2.12X	
2020	1,853,951	258,800	304,125	317,000	879,925	879,925	2.11X	974,026	0		879,925	2.11X	
2021	1,853,951	265,000	303,425	318,300	886,725	886,725	2.09X	967,226	0		886,725	2.09X	
2022	1,853,951	266,000	307,575	319,300	892,875	892,875	2.08X	961,076	0		892,875	2.08X	
2023	1,853,951	271,900	306,425	0	578,325	578,325	3.21X	1,275,626	0		578,325	3.21X	
2024	1,853,951	277,600	310,125	0	587,725	587,725	3.15X	1,266,226	0		587,725	3.15X	
2025	1,853,951	283,100	312,425	0	595,525	595,525	3.11X	1,258,426	0		595,525	3.11X	
2026	1,853,951	288,400	314,375	0	602,775	602,775	3.08X	1,251,176	0		602,775	3.08X	
2027	1,853,951	293,500	315,375	0	608,875	608,875	3.04X	1,245,076	0		608,875	3.04X	
2028	1,853,951	298,145	316,000	0	614,145	614,145	3.02X	1,239,806	0		614,145	3.02X	
2029	1,853,951	302,448	315,600	0	618,048	618,048	3.00X	1,235,904	0		618,048	3.00X	
2030	1,853,951	306,260	314,800	0	621,060	621,060	2.99X	1,232,891	0		621,060	2.99X	
2031	1,853,951	309,705	313,600	0	623,305	623,305	2.97X	1,230,646	0		623,305	2.97X	
2032	1,853,951	312,625	312,000	0	624,625	624,625	2.97X	1,229,326	0		624,625	2.97X	
Total		\$4,984,983	\$5,505,125	\$2,525,800	\$13,015,908	\$13,015,908			\$98,450		\$13,114,358		

- Notes: (1) For debt service including the May 1 principal and interest due.
(2) Source: The Village's 2014 Preliminary Comprehensive Annual Financial Report. This amount includes \$7,986,383 total charges for service less \$7,745,856 total operating expenses not including \$307,588 of capital improvements and \$1,094,895 of depreciation and amortization, plus \$14,807 of interest income and \$196,134 of connection fees.