
Comprehensive Annual Financial Report



Libertyville
spirit of independence

For The Year Ended
April 30, 2009

Village of Libertyville, IL

VILLAGE OF LIBERTYVILLE, ILLINOIS
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED APRIL 30, 2009

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: List of Principal Officials, Organizational Chart, Certificate of Achievement for Excellence in Financial Reporting and Letter of Transmittal from the Director of Finance/Treasurer.



June 19, 2009

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, 2009 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.

In 1999, the Governmental Accounting Standards Board (GASB) adopted Statement No. 34, *Basic Financial Statements – Management's Discussion and Analysis – For State and Local Governments*. Beginning with the April 30, 2004 financial statements, the Village of Libertyville was required to comply with GASB 34. As such, the reader will notice many changes in scope, approach and presentation with reports after this date as compared to financial statements prior to this date.

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, 2009, 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, 2009, 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

Village Hall

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www.libertyville.com

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.

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. Socioeconomic indices highlight the affluent character of the community with home values a third higher than the regional norm and per capita income almost double the state average. Although much of the Village is developed, there is open space bordering the corporate limits with the potential for further annexation.

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 police, fire protection and paramedic services, parks and recreation, maintenance of streets, bridges and sewers, building and zoning, code enforcement, water distribution and waste water 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.

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 build up the Village's General Fund reserves to 50% of budgeted revenues. The economy changed drastically in 1991 and the Village has seen decreases in sales tax revenue since that time. The auto category of sales tax accounted for approximately 70% of all sales tax received in 1990 and has been decreasing since then with the 2008-09 fiscal year accounting for 59% of all sales tax. It is anticipated that sales taxes will decline another 2% for the 2009-10 fiscal year.

Due to the current recession, the Village is expecting to see a reduction in other categories of revenue such as State Income Tax, Building Permit Revenue and Park and Recreation User fees. These projected decreases have caused the Village to make cuts in the General Fund for the 2009-10 fiscal year. The Village does have the ability to increase revenues by instituting a gas and electric utility tax, a non-home rule sales tax and a eating and drinking establishment tax among various other sources; however, the Village Board has been reluctant to increase taxes paid by Village residents when they are also being faced with reductions in income. Overall, the Village's increasing wealth and income levels are reflected in a substantial tax base which continues to appreciate in value. The Village's strong financial condition is recognized by Moody's Investors Service bond rating of Aa1.

Major Initiatives

During the 2008-2009 fiscal year, the Village awarded a contract to McShane Construction Company to construct a 364 space parking garage on the west side of the Village's downtown business district. The construction of this garage is being funded by the Tax Increment Financing (TIF) Fund and is due to be completed in August 2009. The Village was also successful in obtaining State legislation to extend the TIF for an additional 12 years. This extension will allow the Village to complete the ground parking and pedestrian improvements on the west side and to purchase property and construct a garage on the east side of the downtown shopping district.

The Village also continued working on the Butler Lake and connected ponds. The dredging of the lake was completed in the previous fiscal year and during 2007-08 the Village contracted with Integrated Lakes Management to address the overgrowth of cattails and water lilies on the lake. The Village also contracted with JF New to maintain the native prairie buffer that has been planted along the shoreline.

For the Future - For 2009-10, the Village will continue its emphasis on infrastructure and capital improvements. The 2009-10 budget includes \$805,000 in the Motor Fuel Tax and Capital Improvement Funds for road construction and repairs, \$3.5 million in water main, sanitary sewer and wastewater treatment plant improvements, \$5.9 million for the completion of the parking structure and \$132,000 for park and playground improvements. Overall, the Village has budgeted over \$11 million in capital expenditures for 2009-10.

Last fiscal year the Village Board has approved a contract with a real estate broker to sell the Family Entertainment Center and Golf Learning Center property. Due to the economy, there has not been much interest in the property and recently the Village has contacted the broker to discuss the possibility using an auction to sell the property. While both of these areas of the Libertyville Sports Complex (LSC) were successful, revenues have decreased and are not sufficient to cover the debt service payments creating an annual deficit for the Complex. These deficits have been funded with an interfund loan from the General Fund and are intended to be repaid upon the sale of this property.

The Village's Economic Development Coordinator will be working 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. There are other parcels that still need redevelopment and include the Fresh Foods property on South Milwaukee Avenue, the Young property located at the southwest corner of Milwaukee and Peterson Road (formerly the Hitch In Post Hotel) and the former Miller-Krueger Dodge automobile dealership on Milwaukee Avenue.

Another Village Board goal is the possible annexation of surrounding unincorporated property, including properties located in the northwest area of the Village. These properties include the Roppelt Farm property (located at Midlothian and Peterson Roads) and the Com Ed right-of-way property. This will help ensure that any property development in these areas will be consistent with Village plans and ordinances.

Financial Information

Management of the Village is responsible for establishing and maintaining internal controls designed to ensure that the assets of the government are protected from loss, theft, or misuse and to ensure that adequate accounting data is compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles. Internal controls are designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the valuation of costs and benefits requires estimates and judgments by management.

Cash Management - Cash temporarily idle during the year was invested in demand deposits, certificates of deposit, money market accounts, commercial paper, United States Agency obligations and obligations of the United States Treasury. As of April 30, 2009, the Police and Firefighters' pension funds realized a yield of 2.76% and -13.3% respectively. Excluding the pension funds, the Village earned \$482,727 on all investments for the year ended April 30, 2009. The pension funds earned \$962,816 in interest income; however, experienced a loss of \$5,573,383 due to a reduction in the fair market value of the investments. The Village of Libertyville has developed a comprehensive written investment policy, following these certain cash management and investment principles:

- Safety of principal is of foremost importance to the Village of Libertyville. Each investment transaction will seek first to ensure that capital losses are avoided whether they are from securities defaults or erosion of market value.

- Diversification of investments plays an important part in guaranteeing asset safety. The Village maintains diversity in its investments to avoid incurring unreasonable risks from concentrating investments in specific security types and/or particular financial institutions.

- The investment program must serve operating needs of the Village. The Village's investment portfolio shall remain sufficiently liquid to enable the Village to meet all operating requirements which may be reasonably anticipated in any Village fund.

- Public confidence in the investment program and practices is essential. In managing its investment portfolio, the Village will avoid any transaction that might impair public confidence in the governing body. Investments shall be made based upon standards of care which would, under then current circumstances, be utilized by reasonable, prudent persons in the management of their own affairs. Such standards emphasize proper investment, rather than speculation. Therefore, the safety of capital is more critical to a determination of appropriate investment than the probable income to be derived.

Risk Management - The Village of Libertyville is a member of the Intergovernmental Risk Management Agency (IRMA), which is an organization of sixty-eight municipalities and five special districts in the six-county collar area around Chicago, which have joined together to pool insurance risk, cost, and coverage. IRMA, through its risk-sharing provisions, provides the Village with coverage for liability, property damage, automobile, and worker's compensation insurance. The Village's successful loss control efforts are reflected in its loss experience, which continues to be below the IRMA average. This positive loss experience will help to minimize the rate of increase of the Village's annual IRMA contribution. The Village is a member of the Intergovernmental Public Benefit Cooperative (IPBC) that provides health and life insurance benefits for employees.

Pension and Other Post-Employment Benefits - The Village sponsors a single-employer defined benefit pension plan for its police and fire officers. Each year, an independent actuary engaged by the Village and the pension plans calculates the amount of the annual contribution that the Village must make to the pension plan to ensure that the plan will be able to fully meet its obligations to retired employees on a timely basis. As a matter of policy, the Village fully funds each year's annual required contribution to the respective pension plans as determined by the actuary. As a result of the Village's conservative funding policy, the Village has succeeded as of April 30, 2008, in funding 62.0% of the Police Pension and 73.9% of the Firefighter's Pension actuarial accrued liabilities. The remaining unfunded liability is being systematically funded through 2033 as part of the annual required contribution calculated by the actuary.

The Village also provides pension benefits for its non-public safety employees. These benefits are provided through a statewide plan managed by the Illinois Municipal Retirement

Fund (IMRF). The Village has no obligation in connection with employee benefits offered through this plan beyond its contractual payments to IMRF.

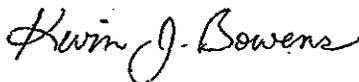
Additional information on the Village's pension arrangements can be found in the notes in the financial statements.

Awards and Acknowledgments - 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, 2008. This was the sixteenth 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 satisfied both generally accepted accounting principles and applicable legal 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.

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 Senior Accountant, 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, 2009

LEGISLATIVE

Village President: Jeffrey A. Harger

Village Clerk: Sally Kowal

Village Attorney: David L. Pardys

BOARD OF TRUSTEES

Luke Lukens

Donna Johnson

Robert Peron

Drew Cullum

Nick Proepper

Barry Reszel

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

Patrick W. Carey

Fire Chief

Richard Carani

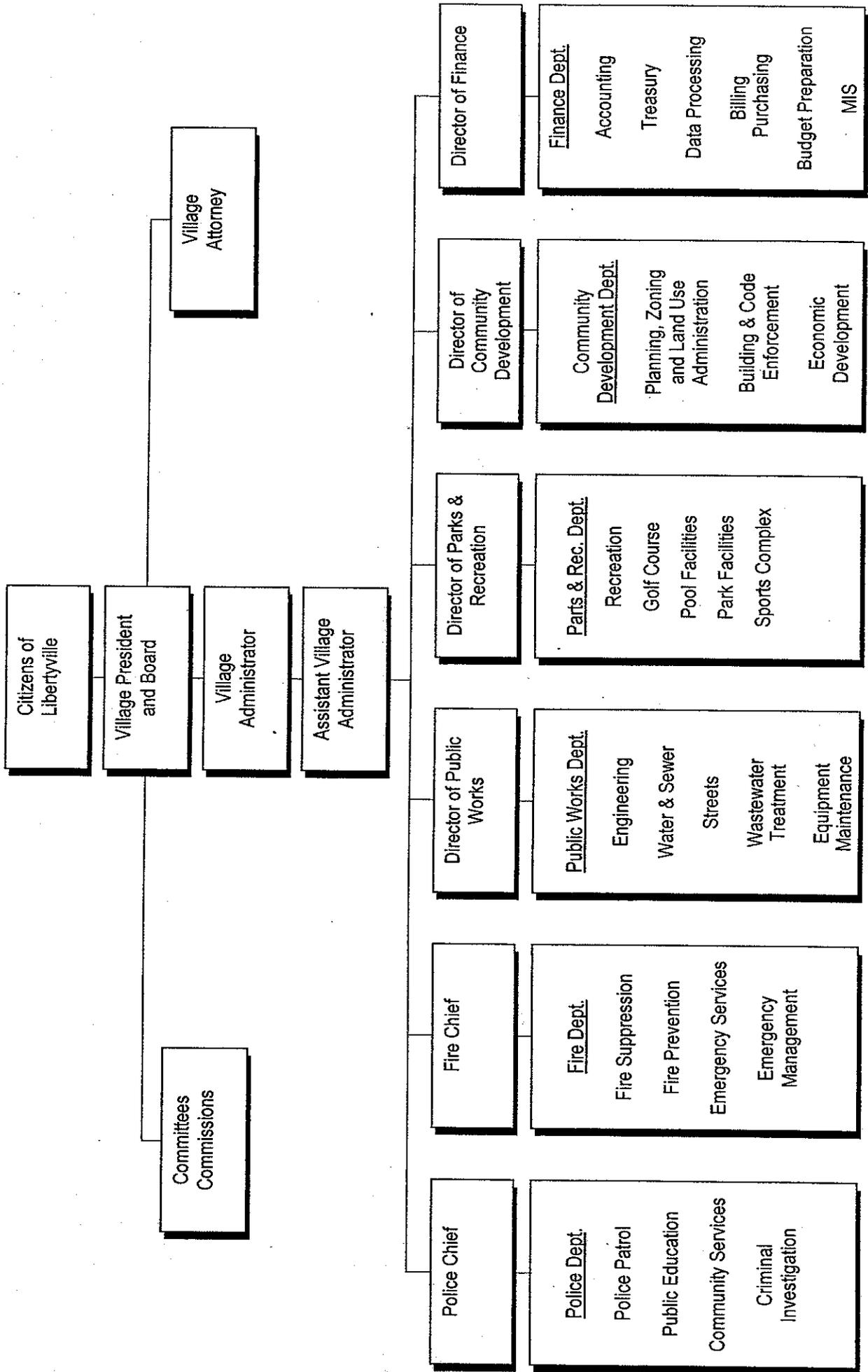
Director of Parks and Recreation

James Zych

Assistant Administrator

Kelly Amidei

Village of Libertyville Organizational Chart



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, 2008

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



President

Executive Director

FINANCIAL SECTION

This section includes:

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

INDEPENDENT AUDITORS' REPORT

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

INDEPENDENT AUDITORS' REPORT

June 19, 2009

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

We have audited the accompanying basic 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, 2009, which collectively comprise the Village of Libertyville's basic financial statements as listed in the table of contents. These basic financial statements are the responsibility of the Village of Libertyville, Illinois' management. Our responsibility is to express opinions on these basic 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 basic financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the basic financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall basic financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the basic financial statements referred to above present fairly, in all material respects, 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, 2008, and the respective changes in financial position and the cash flows, where applicable, for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Our audit was made for the purpose of forming an opinion on the basic financial statements taken as a whole. The combining and individual fund statements and schedules, as well as the information listed as supplemental schedules, are presented for purposes of additional analysis and are not a required part of the basic financial statements of the Village of Libertyville, Illinois. Such information, except for that portion marked "unaudited" on which we express no opinion, has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is presented fairly, in all material respects, in relation to the basic financial statements taken as a whole.

Village of Libertyville, Illinois
June 19, 2009
Page 2

The Management's Discussion and Analysis and the other required supplementary information listed in the accompanying table of contents are not a required part of the basic financial statements but is supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted primarily of inquiries of management regarding the methods of measurement and presentation of the supplementary information. However, we did not audit the information and express no opinion thereon.

The introductory and statistical information listed in the table of contents was not audited by us and, accordingly, we do not express an opinion thereon.

Lauterbach + Amen, LLP

LAUTERBACH & AMEN, LLP

MANAGEMENT'S DISCUSSION AND ANALYSIS

Village of Libertyville, ILLINOIS

Management's Discussion and Analysis April 30, 2009

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, 2009. 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 net assets exceeded its liabilities as of April 30, 2009, by \$182,299,160. Net assets of governmental activities amounts to \$167,347,527 and for business activities are \$14,951,633.
- The Village of Libertyville's total net assets decreased by \$2,666,203 with the general governmental activities net assets increasing by \$83,904 and the business-type activities net assets decreasing by \$2,750,107.
- Total revenues for governmental activities equal \$26,400,504, a decrease of \$1,124,790 (4.09%) while expenses equal \$26,420,290, an increase of \$1,491,649 (5.98%).
- Revenues for business-type activities decreased by \$1,882,993 or 17.80% while expenses for these activities also decreased \$172,659 or 1.5%.
- As of April 30, 2009, total fund balance for the governmental funds was \$16,928,566 or approximately 64% of total the governmental fund expenditures. Total unreserved fund balance for governmental funds was \$13,943,256.
- The Village of Libertyville issued one bond this fiscal year to refund an older issue and also entered into several capital leases (installment contract) for the purchase of various vehicles. Total bonded debt decreased by \$2,182,612 to \$30,394,803 due to scheduled debt maturities.

USING THIS ANNUAL REPORT

This annual report consists of a series of financial statements. The Statement of Net Assets 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, 2009

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 Assets reports information on all of the Village of Libertyville's assets and liabilities, with the difference between the two reported as net assets. Over time, increases or decreases in net assets 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 assets changed during the most recent fiscal year. All changes in net assets 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, public safety, highways and streets, community development, economic development, and parks and recreation. 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 Fire Pension Funds as they are considered blended component units. 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, 2009

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, the Capital Improvements Fund, and the 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 Nonmajor Fund.

The Village of Libertyville adopts an annual appropriated budget for all of the governmental funds. A budgetary comparison statement 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, 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 - 62 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. and police and firefighters employee pension obligations. Required supplementary information can be found on pages 63 - 71 of this report. The combining statements referred to earlier in connection with non-major governmental funds and 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 72 - 120 of this report.

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GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net assets 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 exceeded liabilities by \$182.3 million. Net assets decreased 1.4%, from \$184,965,361 to \$182,299,160. Total net assets for governmental activities increased by \$83,904 (.05%). For business-type activities, net assets decreased by \$2,750,107 (15.54%).

Exhibit 1

Government-wide Financial Analysis Worksheet

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 Assets												
Capital assets	\$ 155,517,733	150,121,456	5,396,277	3.59%	43,851,627	45,299,175	-1,447,548	-3.20%	199,369,360	195,420,631	3,948,729	2.02%
Current and other assets	29,399,259	32,776,872	-3,377,613	-10.30%	-736,109	2,584,942	-3,321,051	-128.48%	28,663,150	35,361,814	-6,698,664	-18.94%
Total assets	184,916,992	182,898,328	2,018,664	1.10%	43,115,518	47,884,117	-4,768,599	-9.96%	228,032,510	230,782,445	-2,749,935	-1.19%
Long-term liabilities	4,750,732	3,972,885	777,847	19.58%	24,952,442	30,182,379	-5,229,937	-17.33%	29,703,174	34,155,264	-4,452,090	-13.03%
Other Liabilities	12,818,733	11,661,820	1,156,913	9.92%	3,211,443	3,359,985	-148,542	-4.42%	16,030,176	15,021,805	1,008,371	6.71%
Total Liabilities	17,569,465	15,634,705	1,934,760	12.37%	28,163,885	33,542,364	-5,378,479	-16.03%	45,733,350	49,177,069	-3,443,719	-7.00%
Net assets:												
Invested in capital assets, net of related debt	151,837,268	146,045,939	5,791,329	3.97%	17,292,192	16,895,822	396,370	2.35%	169,129,460	162,941,761	6,187,699	3.80%
Restricted	1,225,206	1,338,773	-113,567	-8.48%	-	-	-	-	1,225,206	1,338,773	-113,567	-
Unrestricted	14,265,053	19,878,911	-5,693,858	-28.14%	-2,340,559	805,916	-3,146,475	-390.42%	11,944,494	20,684,827	-8,740,333	-42.25%
Total net assets	167,347,527	167,263,623	83,904	0.05%	14,951,633	17,701,738	-2,750,105	-15.54%	182,299,160	184,965,361	-2,666,201	-1.44%

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

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

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 invested in capital assets, net of debt.

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

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

By far the largest portion of the Village of Libertyville's net assets, which is 93 percent, reflects its investment in capital assets (for example, land, buildings, machinery, and equipment, and infrastructure), less any related debt used to acquire those assets that is still outstanding. The Village of Libertyville uses these capital assets to provide services to citizens'; consequently, these assets are not available for future spending. Although the Village of Libertyville's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion or 1 percent of the Village of Libertyville's net assets represents resources that are subject to external restrictions on how they may be used. The remaining 7 percent, or \$11.9 million, represents unrestricted net assets and may be used to meet the village's ongoing obligations to citizens and creditors.

Net assets of the Village of Libertyville's governmental activities increased by .05% (\$167,347,527 compared to \$167,263,623). Unrestricted net assets, the part of net assets that can be used to finance day-to-day operations without constraints, total \$14,285,053. As of April 30, 2009, the unrestricted net assets amounts to 54% of operating expenses (\$26,420,290) of governmental activities.

During the 2008-09 fiscal year, net assets of business-type activities decreased by 15.54% (\$14,951,633 compared to \$17,701,738). This decrease, however, cannot be offset by the increase reported in governmental activities. The Village of Libertyville generally can only use these net assets to finance the continuing operations of governmental activities of the Village. The Waterworks and Sewage Fund generated a loss this fiscal year due to an aggressive capital project program. The capital improvements were funded with a bond issued in 2006 and until these projects are completed, a loss will be reflected in the financial statements since the revenues that provided for this construction were reflected as bond proceeds in a prior year. The Libertyville Sports Complex generated a slight (>1%) operating profit this fiscal year; however, once interest payments are reflected, a loss is generated. This is the seventh year of operation for the Sports Complex and the Village had anticipated the complex would begin to break even after the third year of operations, 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 large amount of debt expense has continued to cause a net loss for the complex. The Village Board has authorized staff to sell a portion of the property that the Family Entertainment Center and Golf Learning Center are located on. Once this property is sold, the proceeds will be used to refund a portion of debt in order to reduce annual debt expenditures so the Complex is able to break even or generate a surplus. It is the Village's intent to also repay the General Fund which has funded the annual deficits at the Complex.

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Total revenues (excluding special items) decreased from \$38,105,260 to \$35,097,477 or 7.9%. The total cost of all programs and services increased from \$36,444,690 to \$37,763,680 or 3.6%. Exhibit #2 compares the revenue and expenses for the current and prior fiscal years.

Exhibit 2

Government-wide Financial Analysis Worksheet

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	4,058,357	3,940,484	117,873	-	-	-	4,058,357	3,940,484	117,873
Community Development	385,513	299,923	85,590	-	-	-	385,513	299,923	85,590
Public Safety	3,184,475	3,092,050	92,425	-	-	-	3,184,475	3,092,050	92,425
Parks & Recreation	1,219,846	1,294,725	-74,879	-	-	-	1,219,846	1,294,725	-74,879
Waterworks and Sewerage	-	-	0	5,837,221	6,261,728	-424,507	5,837,221	6,261,728	-424,507
Libertyville Sports Complex	-	-	0	2,704,025	3,213,660	-509,635	2,704,025	3,213,660	-509,635
Capital Grants/Contributions	874,399	704,992	169,407	31,500	829,396	-797,896	905,899	1,534,388	-628,489
General revenues									
Taxes	7,924,054	7,646,558	277,496	25,479	24,637	842	7,949,533	7,671,195	278,338
Intergovernmental	8,158,557	9,299,776	-1,141,219	-	-	-	8,158,557	9,299,776	-1,141,219
Interest Income	391,979	885,382	-493,403	90,748	242,545	-151,797	482,727	1,127,927	-645,200
Miscellaneous	203,324	361,404	-158,080	8,000	8,000	-	211,324	369,404	-158,080
Total Revenues	<u>26,400,504</u>	<u>27,525,294</u>	<u>-1,124,790</u>	<u>8,696,973</u>	<u>10,579,966</u>	<u>-1,882,993</u>	<u>35,097,477</u>	<u>38,105,260</u>	<u>-3,007,783</u>
Program Expenses									
General Government	2,857,313	2,815,826	41,487	-	-	-	2,857,313	2,815,826	41,487
Community Development	1,315,490	1,286,825	28,665	-	-	-	1,315,490	1,286,825	28,665
Public Safety	13,343,437	12,893,235	450,202	-	-	-	13,343,437	12,893,235	450,202
Public Works	3,963,080	3,848,776	114,304	-	-	-	3,963,080	3,848,776	114,304
Parks & Recreation	3,095,859	3,194,934	-99,075	-	-	-	3,095,859	3,194,934	-99,075
Economic Development	1,651,999	695,858	956,141	-	-	-	1,651,999	695,858	956,141
Interest on Long-term Debt	193,112	193,187	-75	-	-	-	193,112	193,187	-75
Waterworks & Sewerage	-	-	-	7,575,730	7,374,060	201,670	7,575,730	7,374,060	201,670
Libertyville Sports Complex	-	-	-	3,767,660	4,141,989	-374,329	3,767,660	4,141,989	(374,329)
Total Expenses	<u>26,420,290</u>	<u>24,928,641</u>	<u>1,491,649</u>	<u>11,343,390</u>	<u>11,516,049</u>	<u>-172,659</u>	<u>37,763,680</u>	<u>36,444,690</u>	<u>1,318,990</u>
Increase (Decrease) In Net Assets Before Transfers	-19,786	2,596,653	-2,616,439	-2,646,417	-936,083	-1,710,334	-2,666,203	1,660,570	-4,326,773
Transfers	103,690	102,975	715	-103,690	-102,975	-715	-	-	-
Change in Net assets	83,904	2,699,628	-2,615,724	-2,750,107	-1,039,058	-1,711,049	-2,666,203	1,660,570	-4,326,773
Net Assets - Beginning as Restated	<u>167,263,623</u>	<u>157,715,825</u>	<u>9,547,798</u>	<u>17,701,740</u>	<u>18,859,531</u>	<u>-1,157,791</u>	<u>184,965,363</u>	<u>176,575,356</u>	<u>8,390,007</u>
Net Assets - Ending	\$ <u>167,347,527</u>	\$ <u>160,415,453</u>	\$ <u>6,932,074</u>	\$ <u>14,951,633</u>	\$ <u>17,820,473</u>	\$ <u>-2,868,840</u>	\$ <u>182,299,160</u>	\$ <u>178,235,926</u>	\$ <u>4,063,234</u>

Governmental Activities

For the fiscal year ended April 30, 2009, revenues from governmental activities decreased from \$27,525,294 to \$26,400,504 (4.1%). Intergovernmental Revenues, which consist of sales tax and state income taxes, which comprise the largest segment of governmental revenues decreased 12.3% from \$9,299,776 to \$8,158,557 due to a reduction in sales tax. The largest percentage decrease is in interest revenue which decreased \$493,403 (55.7%).

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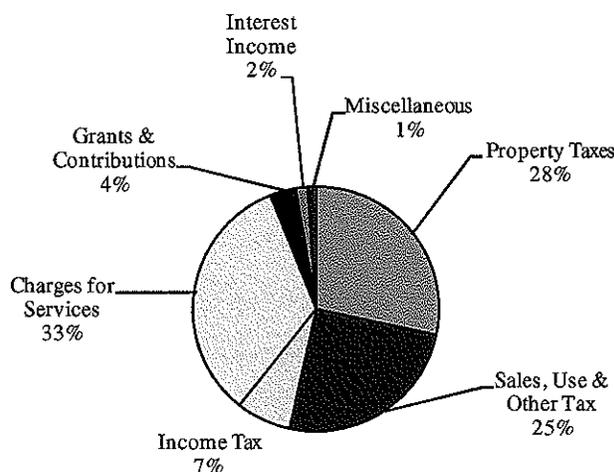
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Taxes, mainly comprised of property taxes, increased by \$277,496 (3.6%) to \$7,924,054. Taxes comprise 30% of the total governmental activities revenue. The Village's 2007 levy year equalized assessed valuation increased 6.7%, while the property tax rate for the village decreased from .435 to .429 per \$1000 of equalized assessed valuation for tax year 2007. Program revenues, which include fire district payments, building fees, and parks and recreation fees, amounted to \$9,722,590 or 37% of governmental revenues. This revenue source increased \$390,416 (4%) from the previous fiscal year due to Condell Hospital's expansion building and inspection fees paid this fiscal year.

Sales tax revenues decreased \$1,233,976 (18%) compared to the previous year and also ended the year below the budget. Overall revenues ended the year \$1,239,267 below the final 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 60% of sales tax revenue is generated from auto dealerships. This is down from 70% in previous years due to increased competition from new car dealerships in other surrounding towns and the economy which has caused a reduction in spending. The Village's economic development coordinator is working with businesses to attain and attract businesses to the Village of Libertyville in order to diversify the Village's sales tax base.

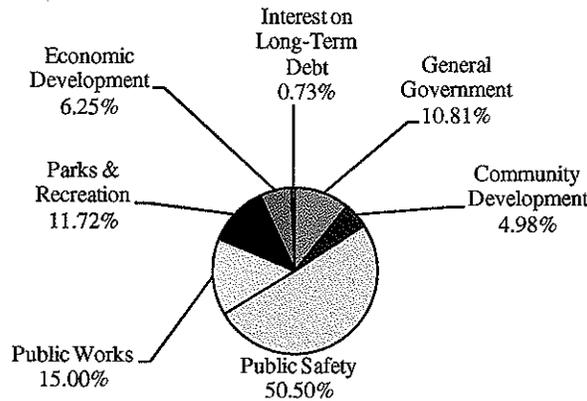
The cost of all governmental activities this year was \$26,420,290 compared to \$24,928,641 last fiscal year. Due to competition in the local area for qualified employees, the Village did grant a 3.25% salary range adjustment this fiscal year for its union and non-union employees. Expenses for governmental funds were slightly above budgeted amounts and a budget amendment was necessary due to overtime paid within the Police Department caused by vacant positions,

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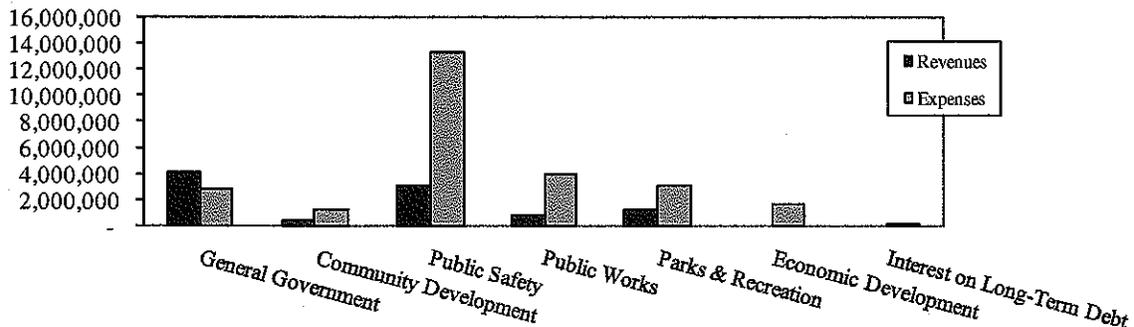
additional legal fees due to litigation costs, for the cost of ice control salt and additional plowing necessary due to the large amount of snowfall, and to account for additional purchases made possible through grants received this fiscal year.

Governmental Activities Expenditures



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



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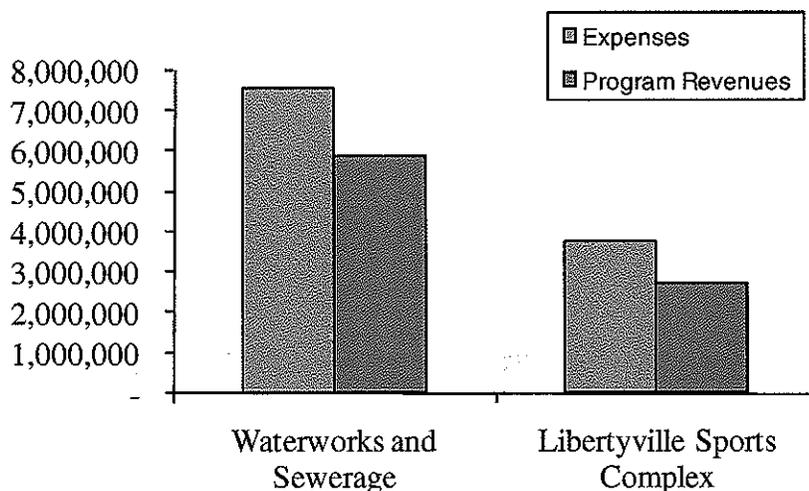
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Business-type activities

Revenues of the Village's business-type activities decreased by 17.80% (\$10,579,966 in 2008 compared to \$8,696,973 in 2009) and expenses decreased by 1.5% (\$11,516,049 in 2008 compared to \$11,343,390 in 2009). Key factors behind these results include:

- Several factors caused the decrease for the waterworks and sewerage system. Due to a cooler and rainy year, water and sewer sales were down \$377,434 from last year. Also construction activity has slowed considerably due to the economy and connection fees are down \$80,669 and capital contributions from developer installed infrastructure is also down \$860,896 from last year. Excluding depreciation, this fund had a decrease in net assets of \$610,086. Once depreciation of \$1,076,386 and interest charges of \$229,349 are included, the decrease in net assets amounts to \$1,686,472. Expenses before depreciation amounted to \$6,269,995 compared to \$6,062,911 in 2008. This increase is attributable to an increase in the amount of capital improvements that are either maintenance improvements or below the capitalization threshold and are shown as expenses rather than additions to infrastructure assets.
- The Libertyville Sports Complex (LSC) had an operating income of \$9,830 compared to last year's income of \$193,750. With the addition of depreciation and debt expense, the complex had a net loss or decrease in net assets of \$1,063,635. Operating expenses before depreciation and debt expense amounted to \$2,196,201 compared to \$2,520,840 in 2008.

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

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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, along with repaying the General Fund for the funds that have been borrowed to fund the ongoing cash deficits at the LSC. Projections have shown the complex should break even if the land is sold at a price that is close to the appraised value.

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, unreserved fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of the end of the current fiscal year, the governmental funds reported combined ending fund balances of \$16,928,568, which is 24.3% below last year's total of \$22,370,590. Approximately 82% of the governmental fund balance total constitutes unreserved fund balance, which is available for spending at the Village's discretion. The remainder of fund balance is reserved to indicate that it is not available for new spending because it has already been committed 1) to pay debt service (\$783,138), 2) to fund specific programs (\$1,538,310), or 3) for prepaid insurance premiums and special purposes (\$663,862).

The General fund is the chief operating fund of the Village. At the end of the current fiscal year, unreserved fund balance of the general fund was \$9,767,586, while total fund balance reached \$10,849,642. This is slightly below last year's total fund balance of \$11,564,940. As a measure of the general fund's liquidity, it may be useful to compare both unreserved fund balance and total fund balance to total fund expenditures. Unreserved fund balance represents 45% 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 \$783,138, all of which is reserved for the payment of debt service. The fund balance decreased \$190,910 from the previous fiscal year due to the retirement of two bond issues.

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, 2009 is \$1,779,700, of which 100% is unreserved. The Capital Improvement Fund balance decreased by \$1,064,054 due to the many projected funded this fiscal year. Capital Expenditures amounted to \$2,545,995.

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The Tax Increment Financing Construction (TIF) 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 decreased by \$3,544,062 to \$2,444,703 as of April 30, 2009 due to the expenditures associated with the parking garage under construction on the west side of the downtown area. The Village had been accumulating revenues in the TIF Fund in order to construct parking improvements and this decrease has been planned. The garage is expected to be completed in August 2009 and the fund balance in the TIF fund will be depleted at that time.

The Commuter Parking Fund is included as a governmental fund but is considered a nonmajor fund. Fund balance increased by \$72,300 to \$1,071,383. 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 \$2.15 per thousand gallons. Water is sold to all municipal customers at a rate of \$4.70 per thousand gallons for the first 4,000 gallons and \$4.50 for each additional 1,000 gallons. For users connected to the Village's sewage system, the charge is \$4.50 per thousand gallons for the first 4,000 gallons. For each additional 1,000 gallons, the charge is \$2.70. 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 January 1, 2009 and has approved a 3% annual increase beginning in May 2010.

The Village intends to run the fund at a breakeven rate. Periodically, there will be an annual surplus or draw down due to timing of capital projects. The loss during the current fiscal year was \$1,686,472 which includes \$1,076,386 of depreciation. Net assets of the water and sewer fund at the end of the year amounted to \$23,646,149 compared to \$25,332,621 in 2008.

Net assets for the Libertyville Sports Complex Fund amounted to (\$8,694,516) compared to (\$7,630,881) at the end of 2008. The loss for 2009 amounts to \$1,063,635 which includes \$497,994 in depreciation expense. As mentioned elsewhere in this report, this fund was anticipated to have a loss for the first three years of operation. While the complex generates an operating income, once debt service payments and depreciation are included, the complex continues to generate losses. Due to these continued losses, the Village Board has authorized the

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sale of a portion of the property where the Family Entertainment Center and Golf Learning Centers are located. The proceeds of this sale will be used to pay a portion of the debt in order to reduce the amount of debt and interest expenses.

GENERAL FUND BUDGETARY HIGHLIGHTS

The 2008-2009 expenditure budget was revised once at the end of the fiscal year. The increases include:

- \$297,200 in General Government due to additional legal costs, snow removal for the Central Business District and Commuter parking lots, and additional police payroll expense due to overtime caused by several vacancies in this department.
- \$495,000 for Motor Fuel Tax expenses due to the 300% increase in the cost of ice removal salt and additional costs associated with the Lake Street Bridge project caused by unstable soils for the bridge foundation.
- \$86,000 in Park Improvement Capital to account for repairs made to the tennis courts at Riverside Park. This project was budgeted in the 2007-08 fiscal year but due to delays caused by weather, was not completed and paid for until early in the 2008-09 budget year.
- \$75,000 in the Pension Funds for pension payments due to retirements unknown at the time the budget was prepared and legal fees associated with a disability pension application.

Revenues in the general fund were \$21,237,767, which was \$782,748 below the revenue budget of \$22,020,515. The final expenditure budget amounted to \$22,253,455, a \$258,200 variance from the original budget of \$21,995,255. Actual expenses were below the final budget by \$380,390. The largest revenue variance was for intergovernmental revenues where sales tax was \$1,031,101 below budget due to the recession and the reduction in automobile sales.

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, 2009 was \$199.4 million (net of accumulated depreciation). This investment in capital assets includes land, buildings and improvements, land improvements, vehicles, machinery and equipment, park facilities, roads, sidewalks, and bridges. The Village of Libertyville had an increase of \$3,948,729 in its capital assets for the current fiscal year. Funds were also expended to maintain the Village's infrastructure assets, however, maintenance costs are not included as an increase to a capital asset.

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This year's major additions included \$159,708 in building and improvements, \$1,597,303 in machinery and equipment, \$6,453,845 in roadway and infrastructure additions, \$13,500 in sanitary sewer additions and \$18,000 in water system improvements.

The governmental activities net capital assets increased from last year by \$5,396,277 net of depreciation. This is attributable to the fact that the capital projects constructed were greater than the amount of depreciation added this year. Depreciation increased by \$2,739,614 to a total of \$48,466,345.

For Business-type activities, the net capital assets decreased by \$1,447,548. A total of \$106,465 was added in water and sewer improvements and \$1,554,013 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 \$30.4 million as compared to \$32.6 million the previous year, decrease of 7%. The following is a comparative statement of outstanding debt:

	Outstanding Debt					
	Governmental Activities		Business-Type Activities		Total	
	2009	2008	2009	2008	2009	2008
General Obligation Bonds	\$ 2,445,000	3,700,000	25,685,000	27,355,000	28,130,000	31,055,000
IEPA Loans Payable			991,061	1,154,376	991,061	1,154,376
Installment Contracts	1,235,465	291,675	38,277	76,364	1,273,742	368,039
Total	3,680,465	3,991,675	26,714,338	28,585,740	30,394,803	32,577,415

The Village issued a General Obligation Limited Tax Refunding Bond to refund an older bond issue and also entered into several installment purchase contract for the purchase of various equipment.

As of April 30, 2009, the Village of Libertyville maintained an Aa1 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 \$108.4 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.

Village of Libertyville, ILLINOIS

**Management's Discussion and Analysis
April 30, 2009**

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES

The Village's elected and appointed officials considered many factors when setting the fiscal-year 2009-10 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 2008 (latest available) for the Village of Libertyville increased from 2.6 to 3.5%. This is below the latest rate for the Chicagoland area of 10.5% and the national unemployment rate of 9.4%.

Inflation increases in the Midwest area is usually somewhat lower than the national Consumer Price Index (CPI) increases; however for calendar year 2008 they were identical at 3.8%.

These indicators were taken into account when adopting the General Fund budget for 2009-10. Amounts available for appropriation in the General Fund budget are \$21,989,950, an increase of \$623,585 over the final 2008-09 budget of \$21,366,365. Budgeted expenditures are expected to increase \$624,425, from \$21,365,490 to \$21,989,915. Due to reductions in sales tax revenues, the budget does not include any capital purchase for the General Fund and all merit pay increases for non-union employees have been eliminated from the budget.

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 Assets

April 30, 2009

See Following Page

VILLAGE OF LIBERTYVILLE, ILLINOIS

**Statement of Net Assets
April 30, 2009**

	Governmental Activities	Business- Type Activities	Total
ASSETS			
Current Assets			
Cash and Investments	\$ 12,276,234	4,421,806	16,698,040
Receivables - Net	10,032,866	1,067,132	11,099,998
Internal Balances	6,386,325	(6,386,325)	-
Prepaid Items/Inventories	703,834	161,278	865,112
Total Current Assets	29,399,259	(736,109)	28,663,150
Noncurrent Assets			
Capital Assets			
Land	98,301,694	7,043,248	105,344,942
Buildings and Improvements	17,110,295	31,626,993	48,737,288
Machinery and Equipment	7,319,170	2,169,017	9,488,187
Infrastructure	81,252,919	-	81,252,919
Waterworks and Sewerage System	-	28,750,280	28,750,280
	203,984,078	69,589,538	273,573,616
Accumulated Depreciation	(48,466,345)	(25,737,911)	(74,204,256)
Total Noncurrent Assets	155,517,733	43,851,627	199,369,360
Total Assets	184,916,992	43,115,518	228,032,510

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

	Governmental Activities	Business- Type Activities	Total
LIABILITIES			
Current Liabilities			
Accounts Payable	2,152,877	315,698	2,468,575
Accrued Payroll	561,795	128,498	690,293
Deposits Payable	981,472	55,225	1,036,697
Interest Payable	35,723	487,462	523,185
Unearned Revenues	8,145,141	221,913	8,367,054
Current Portion of Long-Term Debt	941,725	2,002,647	2,944,372
	<u>12,818,733</u>	<u>3,211,443</u>	<u>16,030,176</u>
Noncurrent Liabilities			
Net Pension Obligation	85,467	-	85,467
Net Other Post-Employment Benefit Obligation	128,800	-	128,800
Compensated Absences Payable	1,438,180	316,524	1,754,704
Installment Contracts Payable	848,285	13,036	861,321
IEPA Loans Payable	-	822,785	822,785
General Obligation Bonds Payable	2,250,000	23,955,000	26,205,000
Unamortized Bond Discount	-	(154,903)	(154,903)
	<u>4,750,732</u>	<u>24,952,442</u>	<u>29,703,174</u>
Total Liabilities	<u>17,569,465</u>	<u>28,163,885</u>	<u>45,733,350</u>
NET ASSETS			
Invested in Capital Assets - Net of Related Debt	151,837,268	17,292,192	169,129,460
Restricted - Special Revenues	477,791	-	477,791
Restricted - Debt Service	747,415	-	747,415
Unrestricted	14,285,053	(2,340,559)	11,944,494
	<u>167,347,527</u>	<u>14,951,633</u>	<u>182,299,160</u>

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

VILLAGE OF LIBERTYVILLE, ILLINOIS

**Statement of Activities
Year Ended April 30, 2009**

	Expenses	Program Revenues	
		Charges for Services	Capital Grants/ Contributions
Governmental Activities			
General Government	\$ 2,857,313	4,058,357	-
Community Development	1,315,490	385,513	-
Public Safety	13,343,437	3,184,475	-
Public Works	3,963,080	-	874,399
Parks and Recreation	3,095,859	1,219,846	-
Economic Development	1,651,999	-	-
Interest on Long-Term Debt	193,112	-	-
Total Governmental Activities	26,420,290	8,848,191	874,399
Business-Type Activities			
Waterworks and Sewerage	7,575,730	5,837,221	31,500
Libertyville Sports Complex	3,767,660	2,704,025	-
Total Business-Type Activities	11,343,390	8,541,246	31,500
	37,763,680	17,389,437	905,899

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

Change in Net Assets

Net Assets - Beginning

Net Assets - Ending

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

Net Expense/Revenue		
Governmental Activities	Business-Type Activities	Total
1,201,044	-	1,201,044
(929,977)	-	(929,977)
(10,158,962)	-	(10,158,962)
(3,088,681)	-	(3,088,681)
(1,876,013)	-	(1,876,013)
(1,651,999)	-	(1,651,999)
(193,112)	-	(193,112)
<u>(16,697,700)</u>	-	<u>(16,697,700)</u>
-	(1,707,009)	(1,707,009)
-	(1,063,635)	(1,063,635)
-	<u>(2,770,644)</u>	<u>(2,770,644)</u>
<u>(16,697,700)</u>	<u>(2,770,644)</u>	<u>(19,468,344)</u>
7,519,390	25,479	7,544,869
404,664	-	404,664
6,086,067	-	6,086,067
1,889,000	-	1,889,000
183,490	-	183,490
391,979	90,748	482,727
203,324	8,000	211,324
103,690	(103,690)	-
<u>16,781,604</u>	<u>20,537</u>	<u>16,802,141</u>
83,904	(2,750,107)	(2,666,203)
<u>167,263,623</u>	<u>17,701,740</u>	<u>184,965,363</u>
<u>167,347,527</u>	<u>14,951,633</u>	<u>182,299,160</u>

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

VILLAGE OF LIBERTYVILLE, ILLINOIS

**Balance Sheet - Governmental Funds
April 30, 2009**

	<u>General</u>
ASSETS	
Cash and Investments	\$ 3,065,404
Receivables - Net of Allowances	
Property Taxes	5,287,186
Other Taxes	1,378,634
Accounts	671,057
Accrued Interest	40,052
Due from Other Funds	6,387,528
Prepays	<u>604,265</u>
Total Assets	<u><u>17,434,126</u></u>
LIABILITIES AND FUND BALANCES	
Liabilities	
Accounts Payable	277,193
Accrued Payroll	538,742
Deposits Payable	480,160
Due to Other Funds	1,203
Unearned/Deferred Revenues	<u>5,287,186</u>
Total Liabilities	<u>6,584,484</u>
Fund Balances	
Reserved - Prepays	604,265
Reserved - Special Revenues	477,791
Reserved - Debt Service	-
Reserved - Nonmajor Special Revenues	-
Unreserved	<u>9,767,586</u>
Total Fund Balances	<u>10,849,642</u>
Total Liabilities and Fund Balances	<u><u>17,434,126</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
783,138	1,872,614	4,522,866	1,068,315	11,312,337
213,698	-	2,254,257	-	7,755,141
-	-	-	-	1,378,634
-	108,913	-	-	779,970
-	-	7,902	2,875	50,829
-	-	-	-	6,387,528
-	-	48,733	10,864	663,862
996,836	1,981,527	6,833,758	1,082,054	28,328,301
-	149,307	1,686,006	6,577	2,119,083
-	-	-	4,094	542,836
-	52,520	448,792	-	981,472
-	-	-	-	1,203
213,698	-	2,254,257	-	7,755,141
213,698	201,827	4,389,055	10,671	11,399,735
-	-	48,733	10,864	663,862
-	-	-	-	477,791
783,138	-	-	-	783,138
-	-	-	1,060,519	1,060,519
-	1,779,700	2,395,970	-	13,943,256
783,138	1,779,700	2,444,703	1,071,383	16,928,566
996,836	1,981,527	6,833,758	1,082,054	28,328,301

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 Assets - Governmental Activities**

April 30, 2009

Total Governmental Fund Balances	\$ 16,928,566
 Amounts reported for governmental activities in the Statement of Net Assets are different because:	
Capital assets used in governmental activities are not financial resources and therefore, are not reported in the funds.	151,965,049
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 Assets.	2,883,265
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds.	
Pension Obligation Payable	(85,467)
Other Post-Employment Benefit Obligation Payable	(128,800)
Compensated Absences Payable	(1,734,363)
General Obligation Bonds Payable	(2,445,000)
Accrued Interest Payable	<u>(35,723)</u>
 Net Assets of Governmental Activities	 <u>167,347,527</u>

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
April 30, 2009

See Following Page

VILLAGE OF LIBERTYVILLE, ILLINOIS

Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds
Year Ended April 30, 2009

	<u>General</u>
Revenues	
Taxes	\$ 5,622,728
Licenses and Permits	1,609,199
Intergovernmental	7,549,932
Charges for Services	5,655,327
Fines and Forfeits	330,028
Interest	276,815
Miscellaneous	193,738
Total Revenues	<u>21,237,767</u>
Expenditures	
Current	
General Government	2,465,902
Community Development	1,315,490
Public Safety	13,094,666
Public Works	2,190,399
Parks and Recreation	2,806,608
Economic Development	-
Capital Outlay	-
Debt Service	
Principal Retirement	-
Interest and Fiscal Charges	-
Total Expenditures	<u>21,873,065</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(635,298)</u>
Other Financing Sources (Uses)	
Debt Issuance	-
Discount on Debt Issuance	-
Payment to Escrow Agent	-
Transfers In	-
Transfers Out	(80,000)
	<u>(80,000)</u>
Net Change in Fund Balances	(715,298)
Fund Balances - Beginning	<u>11,564,940</u>
Fund Balances - Ending	<u>10,849,642</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
240,594	-	2,060,732	-	7,924,054
-	646,579	-	-	2,255,778
608,625	558,399	-	-	8,716,956
-	280,891	-	326,167	6,262,385
-	-	-	-	330,028
3,285	11,951	74,004	19,693	385,748
-	9,586	-	-	203,324
852,504	1,507,406	2,134,736	345,860	26,078,273
-	-	-	273,560	2,739,462
-	-	-	-	1,315,490
-	-	-	-	13,094,666
-	-	-	-	2,190,399
-	-	-	-	2,806,608
-	-	5,456,218	-	5,456,218
-	2,545,995	-	-	2,545,995
1,310,000	-	-	-	1,310,000
196,729	-	-	-	196,729
1,506,729	2,545,995	5,456,218	273,560	31,655,567
(654,225)	(1,038,589)	(3,321,482)	72,300	(5,577,294)
1,710,000	-	-	-	1,710,000
(11,628)	-	-	-	(11,628)
(1,666,792)	-	-	-	(1,666,792)
431,735	55,000	-	-	486,735
-	(80,465)	(222,580)	-	(383,045)
463,315	(25,465)	(222,580)	-	135,270
(190,910)	(1,064,054)	(3,544,062)	72,300	(5,442,024)
974,048	2,843,754	5,988,765	999,083	22,370,590
783,138	1,779,700	2,444,703	1,071,383	16,928,566

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

VILLAGE OF LIBERTYVILLE, ILLINOIS

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

Year Ended April 30, 2009

Net Change in Fund Balances - Total Governmental Funds \$ (5,442,024)

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	6,666,214
Depreciation Expense	(2,311,988)

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.

Reductions to Net Pension Obligation	30,674
Increase in Net Other Post-Employment Benefit Obligation	(128,800)
Additions to Compensated Absences Payable	(103,489)
Issuance of Debt	(1,710,000)
Retirement of Debt	2,965,000

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.

27,037

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.

91,280

Changes in Net Assets of Governmental Activities

83,904

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

VILLAGE OF LIBERTYVILLE, ILLINOIS

Statement of Net Assets - Proprietary Funds
April 30, 2009

See Following Page

VILLAGE OF LIBERTYVILLE, ILLINOIS

Statement of Net Assets - Proprietary Funds
April 30, 2009

	Business-Type Activities - Enterprise			Governmental
	Waterworks and Sewerage	Libertyville Sports Complex	Total	Activities Internal Service
ASSETS				
Current Assets				
Cash and Investments	\$ 4,421,806	-	4,421,806	963,897
Receivables - Net of Allowances				
Property Taxes	25,479	-	25,479	-
Accounts	926,017	109,955	1,035,972	67,665
Accrued Interest	5,681	-	5,681	627
Due from Other Funds	951,273	1,203	952,476	-
Inventories	-	26,167	26,167	25,789
Prepays	72,124	62,987	135,111	14,183
Total Current Assets	<u>6,402,380</u>	<u>200,312</u>	<u>6,602,692</u>	<u>1,072,161</u>
Noncurrent Assets				
Capital Assets				
Land	2,272,080	4,771,168	7,043,248	-
Buildings and Improvements	14,179,893	17,447,100	31,626,993	-
Machinery and Equipment	1,720,581	448,436	2,169,017	6,613,502
Waterworks System	14,252,524	-	14,252,524	-
Sewerage System	14,497,756	-	14,497,756	-
	<u>46,922,834</u>	<u>22,666,704</u>	<u>69,589,538</u>	<u>6,613,502</u>
Accumulated Depreciation	(23,110,956)	(2,626,955)	(25,737,911)	(3,060,818)
Total Noncurrent Assets	<u>23,811,878</u>	<u>20,039,749</u>	<u>43,851,627</u>	<u>3,552,684</u>
Total Assets	<u>30,214,258</u>	<u>20,240,061</u>	<u>50,454,319</u>	<u>4,624,845</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	247,748	67,950	315,698	33,794
Accrued Payroll	82,086	46,412	128,498	18,959
Deposits Payable	49,775	5,450	55,225	-
Accrued Interest Payable	99,153	388,309	487,462	-
Due to Other Funds	-	7,338,801	7,338,801	-
Unearned/Deferred Revenues	159,284	62,629	221,913	390,000
Compensated Absences Payable	69,279	9,851	79,130	12,672
Installment Contract Payable	-	25,241	25,241	387,180
IEPA Loans Payable	168,276	-	168,276	-
General Obligation Bonds Payable	385,000	1,345,000	1,730,000	-
Total Current Liabilities	1,260,601	9,289,643	10,550,244	842,605
Noncurrent Liabilities				
Compensated Absences Payable	277,118	39,406	316,524	50,690
Installment Contract Payable	-	13,036	13,036	848,285
IEPA Loans Payable	822,785	-	822,785	-
General Obligation Bonds Payable	4,225,000	19,730,000	23,955,000	-
Unamortized Bond Discount	(17,395)	(137,508)	(154,903)	-
Total Noncurrent Liabilities	5,307,508	19,644,934	24,952,442	898,975
Total Liabilities	6,568,109	28,934,577	35,502,686	1,741,580
NET ASSETS				
Invested in Capital Assets - Net of Related Debt				
Unrestricted	18,228,212	(936,020)	17,292,192	2,317,219
	5,417,937	(7,758,496)	(2,340,559)	566,046
Total Net Assets	23,646,149	(8,694,516)	14,951,633	2,883,265

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 Assets - Proprietary Funds
Year Ended April 30, 2009

	Business-Type Activities - Enterprise			Governmental
	Waterworks and Sewerage	Libertyville Sports Complex	Total	Activities Internal Service
Operating Revenues				
Charges for Services	\$ 5,710,431	2,704,025	8,414,456	-
Interfund Services	-	-	-	1,806,515
Total Operating Revenues	5,710,431	2,704,025	8,414,456	1,806,515
Operating Expenses				
Operations	6,269,995	2,196,201	8,466,196	1,397,893
Depreciation and Amortization	1,083,502	497,994	1,581,496	427,626
Total Operating Expenses	7,353,497	2,694,195	10,047,692	1,825,519
Operating Income (Loss)	(1,643,066)	9,830	(1,633,236)	(19,004)
Nonoperating Revenues (Expenses)				
Interest Income	90,748	-	90,748	6,231
Connection Fees	126,790	-	126,790	-
Property Tax	25,479	-	25,479	-
Other Income	8,000	-	8,000	135,342
Interest Expense and Fiscal Charges	(222,233)	(1,073,465)	(1,295,698)	(31,289)
	28,784	(1,073,465)	(1,044,681)	110,284
Income (Loss) Before Contributions and Transfers	(1,614,282)	(1,063,635)	(2,677,917)	91,280
Capital Contributions	31,500	-	31,500	-
Transfers Out	(103,690)	-	(103,690)	-
Change in Net Assets	(1,686,472)	(1,063,635)	(2,750,107)	91,280
Net Assets - Beginning	25,332,621	(7,630,881)	17,701,740	2,791,985
Net Assets - Ending	23,646,149	(8,694,516)	14,951,633	2,883,265

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

VILLAGE OF LIBERTYVILLE, ILLINOIS

Statement of Cash Flows - Proprietary Funds
Year Ended April 30, 2009

	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	\$ 5,788,291	2,676,720	8,465,011	-
Receipts from Interfund Services	-	-	-	1,962,479
Payments to Employees	(1,739,399)	(1,033,390)	(2,772,789)	(401,405)
Payments to Suppliers	(4,634,403)	753,222	(3,881,181)	(1,028,367)
	<u>(585,511)</u>	<u>2,396,552</u>	<u>1,811,041</u>	<u>532,707</u>
Cash Flows from Noncapital Financing Activities				
Transfers Out	(103,690)	-	(103,690)	-
Connection Fees	126,790	-	126,790	-
Property Taxes	25,479	-	25,479	-
	<u>48,579</u>	<u>-</u>	<u>48,579</u>	<u>-</u>
Cash Flows from Capital and Related Financing Activities				
Purchase of Capital Assets	(74,965)	-	(74,965)	(1,469,677)
Interest on Capital Debt	(222,233)	(1,073,465)	(1,295,698)	(31,289)
Proceeds of Capital Debt	-	-	-	1,342,164
Principal on Capital Debt	(548,315)	(1,323,087)	(1,871,402)	(398,374)
	<u>(845,513)</u>	<u>(2,396,552)</u>	<u>(3,242,065)</u>	<u>(557,176)</u>
Cash Flows from Investing Activities				
Interest Received	90,748	-	90,748	6,231
	<u>(1,291,697)</u>	<u>-</u>	<u>(1,291,697)</u>	<u>(18,238)</u>
Cash and Cash Equivalents - Beginning	5,713,503	-	5,713,503	982,135
Cash and Cash Equivalents - Ending	<u>4,421,806</u>	<u>-</u>	<u>4,421,806</u>	<u>963,897</u>
Reconciliation of Operating Income to Net Cash Provided (Used) by Operating Activities				
Operating Income (Loss)	(1,643,066)	9,830	(1,633,236)	(19,004)
Adjustments to Reconcile Operating Income to Net Cash Provided by Operating Activities:				
Depreciation and Amortization Expense	1,083,502	497,994	1,581,496	427,626
Other Income	8,000	-	8,000	135,342
(Increase) Decrease in Current Assets	69,860	(27,305)	42,555	20,622
Increase (Decrease) in Current Liabilities	(103,807)	1,916,033	1,812,226	(31,879)
	<u>(585,511)</u>	<u>2,396,552</u>	<u>1,811,041</u>	<u>532,707</u>
Noncash Capital and Related Financing Activities				
Capital Contributions	31,500	-	31,500	-

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

VILLAGE OF LIBERTYVILLE, ILLINOIS

**Statement of Net Assets - Fiduciary Funds
April 30, 2009**

	<u>Pension Trust</u>
ASSETS	
Cash and Cash Equivalents	\$ 1,188,133
Investments	
State and Local Obligations	909,437
U.S. Government and Agency Obligations	15,176,326
Mutual Funds	12,697,495
Receivables	
Accrued Interest	<u>236,122</u>
Total Assets	30,207,513
LIABILITIES	
Accounts Payable	<u>17,196</u>
NET ASSETS	
Net Plan Assets Held in Trust for Pension Benefits (A schedule of funding progress is presented following the notes to the financial statements.)	<u><u>30,190,317</u></u>

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

VILLAGE OF LIBERTYVILLE, ILLINOIS

**Statement of Changes in Net Assets - Fiduciary Funds
Year Ended April 30, 2009**

	<u>Pension Trust</u>
Additions	
Contributions - Employer	\$ 1,499,189
Contributions - Plan Members	<u>564,382</u>
Total Contributions	<u>2,063,571</u>
Investment Income	
Interest Earned	962,816
Net Change in Fair Value	<u>(5,573,383)</u>
Less Investment Expenses	<u>(62,662)</u>
Total Additions	<u>(2,609,658)</u>
Deductions	
Administration	75,249
Benefits	<u>2,132,625</u>
Total Deductions	<u>2,207,874</u>
Change in Net Assets	(4,817,532)
Net Plan Assets Held in Trust for Pension Benefits	
Beginning	<u>35,007,849</u>
Ending	<u><u>30,190,317</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, 2009

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). Governments are also required to follow the pronouncements of the Financial Accounting Standards Board (FASB) issued through November 30, 1989 (when applicable) that do not conflict with or contradict GASB Pronouncements. Although the Village has the option to apply FASB pronouncements issued after that date to its business-type activities and enterprise funds, the Village has chosen not to do so. 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
Blended Component Units:	Police Pension Employees Retirement System Firefighters' Pension Employees Retirement System

In determining the financial reporting entity, the Village complies with the provisions of GASB Statement No. 14, "The Financial Reporting Entity," and includes all component units that have a significant operational or financial relationship with the Village.

Blended Component Units - Blended component units are separate legal entities that meet the component unit criteria described above and whose governing body is the same or substantially the same as the Village Board or the Component unit provides services entirely to the Village. These component units' funds are blended into those of the Village's by appropriate activity type to compose the primary government presentation.

VILLAGE OF LIBERTYVILLE, ILLINOIS

Notes to the Financial Statements
April 30, 2009

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

REPORTING ENTITY – Continued

Blended Component Unit

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 pension trust fund.

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 pension trust fund.

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.

VILLAGE OF LIBERTYVILLE, ILLINOIS

Notes to the Financial Statements April 30, 2009

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

BASIS OF PRESENTATION – Continued

Government-Wide Statements – Continued

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 Assets, 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 and receivables as well as long-term debt and obligations. The Village's net assets are reported in three parts: invested in capital assets, net of related debt; restricted net assets; and unrestricted net assets. The Village first utilizes restricted resources to finance qualifying activities.

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 discretely 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 assets 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, liabilities, reserves, fund equity, revenues and expenditures/expenses. Funds are organized into three major categories: governmental, proprietary, and fiduciary.

VILLAGE OF LIBERTYVILLE, ILLINOIS

Notes to the Financial Statements April 30, 2009

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

BASIS OF PRESENTATION – Continued

Fund Financial Statements – Continued

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, liabilities, 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:

Total assets, liabilities, 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, liabilities, 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, 2009

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 assets, 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, 2009

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 assets and changes in net assets and is reported using accounting principles similar to proprietary funds.

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

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

MEASUREMENT FOCUS AND BASIS OF ACCOUNTING

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

Measurement Focus

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

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

All governmental funds utilize a "current financial resources" measurement focus. Only current financial assets and liabilities 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, 2009

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 assets (or cost recovery), financial position, and cash flows. All assets and liabilities (whether current or noncurrent) associated with their activities are reported. Proprietary and pension trust fund equity is classified as net assets.

Basis of Accounting

In the government-wide Statement of Net Assets and Statement of Activities, both governmental and business-like activities are presented using the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset used. Revenues, expenses, gains, losses, assets, and liabilities 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, 2009

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, LIABILITIES, AND NET ASSETS OR EQUITY

Cash and Investments

Cash and cash equivalents on the Statement of Net Assets 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.

Inventories

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

VILLAGE OF LIBERTYVILLE, ILLINOIS

**Notes to the Financial Statements
April 30, 2009**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

ASSETS, LIABILITIES, AND NET ASSETS OR EQUITY – Continued

Prepays

Payments made to vendors for services that will benefit periods beyond the date of this report are recorded as prepaids.

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, 2009

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

ASSETS, LIABILITIES, AND NET ASSETS OR EQUITY – Continued

Capital Assets – Continued

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

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 assets. Bond premiums and discounts, as well as issuance costs, 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 deferred charges and amortized over the term of the related debt.

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, 2009

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

ASSETS, LIABILITIES, AND NET ASSETS OR EQUITY – Continued

Unearned/Deferred Revenue

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

Fund Equity

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

Invested in capital assets, net of related debt—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 net assets—Consists of net assets 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 net assets—All other net assets that do not meet the definition of “restricted” or “invested in capital assets, net of related debt”.

In the fund financial statements, governmental funds report reservations of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose. Designations of fund balance represent tentative management plans that are subject to change.

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, 2009

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.

EXCESS OF ACTUAL EXPENDITURES/EXPENSES OVER BUDGET IN INDIVIDUAL FUNDS

The following fund had an excess of actual expenditures/expenses, exclusive of depreciation, over budget as of the date of this report:

<u>Fund</u>	<u>Excess</u>
Firefighters' Pension	\$ 5,852

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	\$ 8,694,516
Technology Equipment and Replacement Service	127,809

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.

VILLAGE OF LIBERTYVILLE, ILLINOIS

Notes to the Financial Statements April 30, 2009

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

DEPOSITS AND INVESTMENTS – Continued

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. 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 assets. 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 assets 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, 2009

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 \$5,267,360 and the bank balances totaled \$6,674,776.

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
Federal Home Loan Bank	\$ 1,417,033	505,780	911,253	-
Federal Home Loan Mortgage Corp	205,082	-	205,082	-
Illinois Metropolitan Investment Trust	4,396,402	4,396,402	-	-
Illinois Funds	4,905,162	4,905,162	-	-
US Treasury Notes	507,001	507,001	-	-
	11,430,680	10,314,345	1,116,335	-

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 U.S. Government Agencies are all rated AAA by Standard & Poor's, and the Village's investment in the Illinois Funds and the Illinois Metropolitan Investment Fund were rated AAAM by Standard & Poor's.

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, 2009

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

DEPOSITS AND INVESTMENTS – Continued

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

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

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

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

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

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

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

VILLAGE OF LIBERTYVILLE, ILLINOIS

**Notes to the Financial Statements
April 30, 2009**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

DEPOSITS AND INVESTMENTS – Continued

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

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

At year-end, the Village’s investment in the Illinois Fund and the Illinois Metropolitan Investment Trust represents more than 5 percent of the total cash and 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 \$770,961 and the bank balances totaled \$771,047.

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
Treasury Notes	\$ 798,851	-	272,019	526,832	-
Federal Home Loan Bank	3,845,200	484,799	1,206,123	733,752	1,420,526
Federal Home Loan Mortgage Corp	1,203,103	-	1,192,114	-	10,989
Federal Farm Credit Bank	1,465,464	-	722,485	742,979	-
Federal National Mortgage Association	260,485	-	105,844	154,641	-
Government National Mortgage Association	9,090	-	-	9,090	-
Municipal Bonds	909,437	-	542,086	280,774	86,577
	<u>8,491,630</u>	<u>484,799</u>	<u>4,040,671</u>	<u>2,448,068</u>	<u>1,518,092</u>

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

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

VILLAGE OF LIBERTYVILLE, ILLINOIS

Notes to the Financial Statements April 30, 2009

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 \$6,972,453 invested in mutual funds. At year-end, the Fund has over 5 percent of net plan assets available for retirement benefits (other than U.S. Government guaranteed obligations) invested in the American Beacon (\$1,068,717), Fidelity Contrafund (\$1,073,100) and Vanguard (\$2,200,227).

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 \$412,581 and the bank balances totaled \$412,731.

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
Federal Home Loan Bank	\$ 3,505,476	1,560,623	1,668,368	276,485
Federal Home Loan Mortgage Corp	922,003	250,703	671,300	-
Federal Farm Credit Bank	1,454,338	203,719	703,157	547,462
Federal National Mortgage Association	1,625,149	363,321	1,261,828	-
Government National Mortgage Association	87,167	-	-	87,167
IMET	4,591	4,591	-	-
	<u>7,598,724</u>	<u>2,382,957</u>	<u>4,304,653</u>	<u>911,114</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

Notes to the Financial Statements April 30, 2009

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. Government and Agency securities and as municipal bonds were all rated AAA rated by Standard & Poor's.

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

Concentration Risk. The Fund's investment policy states that not more than 10% of the Pension Fund monies shall be invested in any one financial institution. At year-end, the Fund is in compliance with the guideline outlined above. In addition to the securities and fair values listed above, the Fund also has \$5,725,042 in mutual funds. At year-end, the Fund has over 5 percent of net plan assets available for retirement benefits (other than U.S. Government guaranteed obligations) invested in the Dodge and Cox Stock Fund (\$930,447), T Rowe Price (\$869,975) and Vanguard (\$860,318).

PROPERTY TAXES

Property taxes for 2008 attach as an enforceable lien on January 1, 2008, 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, 2009 and September 1, 2009. 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, 2009**

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	16,989,687	120,608	-	17,110,295
Machinery and Equipment	6,624,440	1,561,438	866,708	7,319,170
Infrastructure	74,799,074	6,453,845	-	81,252,919
	<u>98,413,201</u>	<u>8,135,891</u>	<u>866,708</u>	<u>105,682,384</u>
Less Accumulated Depreciation				
Buildings and Improvements	8,436,110	513,923	-	8,950,033
Machinery and Equipment	3,768,322	486,945	866,708	3,388,559
Infrastructure	34,389,007	1,738,746	-	36,127,753
	<u>46,593,439</u>	<u>2,739,614</u>	<u>866,708</u>	<u>48,466,345</u>
Total Other Capital Assets	<u>51,819,762</u>	<u>5,396,277</u>	<u>-</u>	<u>57,216,039</u>
Total Capital Assets	<u>150,121,456</u>	<u>5,396,277</u>	<u>-</u>	<u>155,517,733</u>

Depreciation expense was charged to governmental activities as follows:

General Government	\$ 72,100
Public Safety	177,956
Public Works	1,772,681
Parks and Recreation	289,251
Internal Service	427,626
	<u>2,739,614</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

**Notes to the Financial Statements
April 30, 2009**

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	31,587,893	39,100	-	31,626,993
Machinery and Equipment	2,133,152	35,865	-	2,169,017
Waterworks System	14,234,524	18,000	-	14,252,524
Sewerage System	14,484,256	13,500	-	14,497,756
	<u>62,439,825</u>	<u>106,465</u>	-	<u>62,546,290</u>
Less Accumulated Depreciation				
Buildings and Improvements	9,029,361	761,137	-	9,790,498
Machinery and Equipment	1,559,530	74,512	-	1,634,042
Waterworks System	6,496,015	356,089	-	6,852,104
Sewerage System	7,098,992	362,275	-	7,461,267
	<u>24,183,898</u>	<u>1,554,013</u>	-	<u>25,737,911</u>
Total Other Capital Assets	<u>38,255,927</u>	<u>(1,447,548)</u>	-	<u>36,808,379</u>
Total Capital Assets	<u>45,299,175</u>	<u>(1,447,548)</u>	-	<u>43,851,627</u>

Depreciation expense was charged to business-type as follows:

Waterworks and Sewerage	\$ 1,076,386
Libertyville Sports Complex	<u>477,627</u>
	<u>1,554,013</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

**Notes to the Financial Statements
April 30, 2009**

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:

Receivable Fund	Payable Fund	Amount
General	Libertyville Sports Complex	\$ 6,387,528
Libertyville Sports Complex	General	1,203
Waterworks and Sewerage	Libertyville Sports Complex	<u>951,273</u>
		<u><u>7,340,004</u></u>

Interfund balances are advances in anticipation of receipts.

Interfund Transfers

Interfund transfers for the year consisted of the following:

	Transfer Out				Totals
	General	Tax Increment Financing Construction	Capital Improvements	Waterworks and Sewerage	
Transfer In					
Debt Service	\$ 25,000	222,580	80,465	103,690	431,735
Capital Improvement	55,000	-	-	-	55,000
	<u>80,000</u>	<u>222,580</u>	<u>80,465</u>	<u>103,690</u>	<u>486,735</u>

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

LONG-TERM DEBT

General Obligation Bonds/Certificates

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

VILLAGE OF LIBERTYVILLE, ILLINOIS

**Notes to the Financial Statements
April 30, 2009**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

LONG-TERM DEBT – Continued

General Obligation Bonds/Certificates

Issue	Fund Debt Retired By	Beginning Balances	Issuances	Retirements	Ending Balances
General Obligation (Sales Tax Alternate Revenue Source) Bonds of 1997 (\$1,000,000), due in annual installments of \$30,000 to \$75,000, including interest at 4.375% to 5.15% through December 15, 2017.	Debt Service	\$ 610,000	-	50,000	560,000
General Obligation (Sales Tax Alternate Revenue Source) Bonds of 1998 (\$3,695,000), due in annual installments of \$305,000 to \$435,000, including interest at 3.60% to 3.75% through December 15, 2008.	Debt Service	435,000	-	435,000	-
General Obligation Limited Tax Bonds of 2000 (\$1,800,000), due in annual installments of \$10,000 to \$215,000, including interest at 5.20% to 5.70% through December 15, 2019.	Debt Service	1,675,000	-	1,675,000	-
General Obligation Refunding Bonds of 2001 (\$2,600,000), due in annual installments of \$340,000 to \$405,000, including interest at 3.25% to 3.75% through December 15, 2008.	Debt Service	405,000	-	405,000	-

VILLAGE OF LIBERTYVILLE, ILLINOIS

**Notes to the Financial Statements
April 30, 2009**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

LONG-TERM DEBT – Continued

General Obligation Bonds/Certificates – Continued

Issue	Fund Debt Retired By	Beginning Balances	Issuances	Retirements	Ending Balances
General Obligation Refunding Bonds of 2003A (\$665,000), due in annual installments of \$75,000 to \$115,000, including interest at 1.50% to 2.90% through December 15, 2010.	Debt Service	\$ 290,000	-	115,000	175,000
General Obligation Refunding Bonds of 2003B (\$1,360,000), due in annual installments of \$260,000 to \$285,000, including interest at 1.50% to 2.90% through December 15, 2008.	Debt Service	285,000	-	285,000	-
General Obligation Alternate Revenue Bonds of 2000 (\$5,000,000), due in annual installments of \$180,000 to \$415,000, including interest at 5.125% to 5.15% through December 15, 2020.	Sports Complex	4,015,000	-	225,000	3,790,000
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	1,995,000	-	310,000	1,685,000

VILLAGE OF LIBERTYVILLE, ILLINOIS

**Notes to the Financial Statements
April 30, 2009**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

LONG-TERM DEBT – Continued

General Obligation Bonds/Certificates – Continued

Issue	Fund Debt Retired By	Beginning Balances	Issuances	Retirements	Ending Balances
General Obligation Refunding Bonds of 2001 (\$17,800,000), due in annual installments of \$245,000 to \$1,590,000, including interest at 4.25% to 5.125% through December 15, 2020.	Sports Complex	\$ 15,910,000	-	935,000	14,975,000
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	2,435,000	-	125,000	2,310,000
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	3,000,000	-	75,000	2,925,000
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	-	1,710,000	-	1,710,000
		<u>31,055,000</u>	<u>1,710,000</u>	<u>4,635,000</u>	<u>28,130,000</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

**Notes to the Financial Statements
April 30, 2009**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

LONG-TERM DEBT – Continued

IEPA Loans Payable

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

Issue	Fund Debt Retired By	Beginning Balances	Issuances	Retirements	Ending Balances
Loan Payable in Illinois Environmental Protection Agency (IEPA), due in annual installments of \$98,449, including interest at 3.015% through September 1, 2014.	Waterworks and Sewerage	\$ 1,154,376	-	163,315	991,061

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
Sports Complex installment contract dated May 24, 2002 due in annual installments of \$12,116 to \$14,000 plus interest through maturity at February 24, 2006.	Sports Complex	\$ 13,915	-	13,915	-
Vehicle Maintenance installment contracts due in annual installments of \$12,036 to \$117,345 plus interest through maturity at fiscal year 2005 to fiscal year 2008.	Vehicle Maintenance	291,675	1,342,164	398,374	1,235,465

VILLAGE OF LIBERTYVILLE, ILLINOIS

**Notes to the Financial Statements
April 30, 2009**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

LONG-TERM DEBT – Continued

Installment Contracts Payable – Continued

Issue	Fund Debt Retired By	Beginning Balances	Issuances	Retirements	Ending Balances
Sports Complex installment contract dated December 1, 2007 due in quarterly installments of \$6,624, including interest at 4.35% through maturity at September 1, 2010.	Sports Complex	\$ 62,449	-	24,172	38,277
		368,039	1,342,164	436,461	1,273,742

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					
Net Pension Obligation	\$ 116,141	1,419,074	1,449,748	85,467	-
Compensated Absences	1,692,003	211,444	105,722	1,797,725	359,545
Installment Contracts	291,675	1,342,164	398,374	1,235,465	387,180
General Obligation Bonds	3,700,000	1,710,000	2,965,000	2,445,000	195,000
Net Other Post-Employment Benefit Obligation	-	185,310	56,510	128,800	-
	5,799,819	4,867,992	4,975,354	5,692,457	941,725
Business-Type Activities					
Compensated Absences	363,054	65,200	32,600	395,654	79,130
Installment Contracts	76,364	-	38,087	38,277	25,241
IEPA Loans Payable	1,154,376	-	163,315	991,061	168,276
General Obligation Bonds	27,355,000	-	1,670,000	25,685,000	1,730,000
	28,948,794	65,200	1,904,002	27,109,992	2,002,647

VILLAGE OF LIBERTYVILLE, ILLINOIS

Notes to the Financial Statements April 30, 2009

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

LONG-TERM DEBT – Continued

Long-Term Liability Activity – Continued

The Libertyville Sports Complex, Vehicle Maintenance and Technology Equipment Funds make payments on the installments contracts. Payments on the IEPA bonds payable are made by the Waterworks and Sewerage Fund. The Debt Service, Waterworks and Sewerage and Sports Complex Funds make payments on the general obligation bonds. Governmental compensated absences are retired by the General and Vehicle Maintenance Funds. In fiscal year 2009, the Village implemented GASB Statement No. 45, *Accounting and Financial Reporting by Employers for Post-Employment Benefits Other than Pensions*. This pronouncement required the Village to calculate and record a net other post employment benefit obligation (NOPEBO) at April 30, 2009. The NOPEBO is, in general, the cumulative difference between the actuarial required contribution and the actual contributions since May 1, 2008.

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
2010	\$ 195,000	91,770	387,180	39,398
2011	180,000	85,742	284,012	26,841
2012	210,000	79,652	256,145	16,857
2013	220,000	73,081	252,436	7,951
2014	225,000	65,680	55,692	1,158
2015	235,000	57,731	-	-
2016	250,000	48,891	-	-
2017	255,000	39,020	-	-
2018	265,000	28,477	-	-
2019	205,000	17,015	-	-
2020	205,000	8,610	-	-
Total	2,445,000	595,669	1,235,465	92,205

VILLAGE OF LIBERTYVILLE, ILLINOIS

**Notes to the Financial Statements
April 30, 2009**

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		Installment Contracts	
	Principal	Interest	Principal	Interest	Principal	Interest
2010	\$ 1,730,000	1,216,481	168,276	28,622	25,241	1,257
2011	1,810,000	1,139,604	173,388	23,510	13,036	213
2012	1,885,000	1,058,927	178,655	18,243	-	-
2013	1,975,000	969,395	184,081	12,816	-	-
2014	2,080,000	874,941	189,673	7,224	-	-
2015	1,920,000	781,236	96,988	1,462	-	-
2016	2,010,000	688,658	-	-	-	-
2017	2,110,000	591,333	-	-	-	-
2018	2,210,000	488,896	-	-	-	-
2019	2,320,000	381,280	-	-	-	-
2020	2,435,000	268,104	-	-	-	-
2021	2,555,000	147,372	-	-	-	-
2022	315,000	20,475	-	-	-	-
2023	330,000	6,930	-	-	-	-
Total	25,685,000	8,633,632	991,061	91,877	38,277	1,470

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, 2009

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

LONG-TERM DEBT – Continued

Legal Debt Margin – Continued

Assessed Valuation - 2008	<u>\$ 1,257,047,676</u>
Legal Debt Limit - 8.625% of Assessed Valuation	108,420,362
Amount of Debt Applicable to Debt Limit General Obligation Bonds of 2003A	<u>175,000</u>
Legal Debt Margin	<u>108,245,362</u>

Bond Defeasances

During prior years, the Village defeased general obligation and revenue bonds by placing the proceeds of new bonds in an irrevocable trust to provide for all future debt service payments on the old bonds. Since the requirements which normally satisfy defeasance have been met, the financial statements reflect satisfaction of the original liability through the irrevocable transfer to an escrow agent of an amount computed to be adequate to meet the future debt service requirements of the issue. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the Village's general purpose financial statements. Defeased bonds in the amount of \$200,000 are still outstanding as of the date of this report.

VILLAGE OF LIBERTYVILLE, ILLINOIS

Notes to the Financial Statements
April 30, 2009

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

FUND EQUITY

Net Assets/Fund Balance – Restricted/Reserved for Special Revenues

The following is a schedule of fund balance reservations for special or restricted revenues as of the date of this report:

	Beginning Balances	Increases	Decreases	Ending Balances
General Fund				
Emergency Telephone System 911	\$ 280,184	348,147	329,281	299,050
Foreign Fire Insurance	40,529	32,618	30,818	42,329
Tim/Creek Special Service Area	17,320	24,364	13,201	28,483
Hotel/Motel Tax	60,876	199,634	214,831	45,679
Lucerne/Interlaken Special Service Area	28,576	21,774	14,433	35,917
Fire Fund	-	28,167	1,834	26,333
	<u>427,485</u>	<u>654,704</u>	<u>604,398</u>	<u>477,791</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

Notes to the Financial Statements April 30, 2009

NOTE 4 – OTHER INFORMATION – Continued

RISK MANAGEMENT

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

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

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

Initial contributions are determined each year based on the individual member's eligible revenue as defined in the by-laws of IRMA and experience modification factors based on past member loss experience. Each member assumes the first \$2,500 of each occurrence, and IRMA has self-insurance retentions at various amounts above that level. Members have a contractual obligation to fund any deficit of IRMA attributable to a membership year during which they were a member. Supplemental contributions may be required to fund these deficits. The Village's payments to IRMA are displayed on the financial statements as expenditures/expenses in the appropriate funds. The coverages provided by IRMA are generally consistent with the coverages in the prior year.

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

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

VILLAGE OF LIBERTYVILLE, ILLINOIS

Notes to the Financial Statements
April 30, 2009

NOTE 4 – OTHER INFORMATION

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>
2009	\$ 1,686,900
2010	1,602,556
2011	1,602,556
2012	1,602,556
2013	1,602,556
2014-2029	<u>25,640,896</u>
	<u><u>33,738,020</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.

VILLAGE OF LIBERTYVILLE, ILLINOIS

Notes to the Financial Statements April 30, 2009

NOTE 4 – OTHER INFORMATION – Continued

CONTINGENT LIABILITIES – Continued

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.

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.

VILLAGE OF LIBERTYVILLE, ILLINOIS

Notes to the Financial Statements April 30, 2009

NOTE 4 – OTHER INFORMATION – Continued

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 by writing to the Illinois Municipal Retirement Fund, 2211 York Road, Suite 500, Oak Brook, Illinois 60523. 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.

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. Pension benefits vest after eight years of service. Participating members 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. 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 rate for calendar year 2008 was 9.41 percent.

VILLAGE OF LIBERTYVILLE, ILLINOIS

**Notes to the Financial Statements
April 30, 2009**

NOTE 4 – OTHER INFORMATION – Continued

Plan Descriptions, Provisions and Funding Policies – Continued

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	28
Current Employees	
Vested	25
Nonvested	<u>16</u>
	<u>69</u>

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 attaining the age of 50 or more with 20 or more years of creditable service are entitled to receive an annual retirement benefit of one-half 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. Employees with at least 8 years but less than 20 years of credited service may retire at or after age 60 and receive a reduced benefit. The monthly benefit of a police officer 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.

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 2033 the Village's contributions must accumulate to the point where the past service cost for the Police Pension Plan is fully funded.

VILLAGE OF LIBERTYVILLE, ILLINOIS

**Notes to the Financial Statements
April 30, 2009**

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	16
Current Employees	
Vested	17
Nonvested	<u>13</u>
	<u>46</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 attaining the age of 50 or more with 20 or more years of creditable service are entitled to receive an annual retirement benefit of one-half of the monthly salary attached to the rank 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 monthly salary. Employees with at least 10 years but less than 20 years of credited service may retire at or after age 60 and receive a reduced benefit. The monthly pension of a firefighter 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.

VILLAGE OF LIBERTYVILLE, ILLINOIS

Notes to the Financial Statements April 30, 2009

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 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 2033 the Village's contributions must accumulate to the point where the past service cost for the Firefighters' Pension Plan is fully 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

There are no investments (other than U.S. Government and U.S. Government - guaranteed obligations) in any one organization that represent 5 percent or more of net assets available for benefits for either the Police or Firefighters' Pension Plans. 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, 2009

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Annual Pension Cost and Net Pension Obligation

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

	Police Pension	Firefighters' Pension	Totals
Annual Required Contribution	\$ 841,021	575,385	1,416,406
Interest on the NPO	4,643	4,068	8,711
Adjustment to the ARC	(3,221)	(2,822)	(6,043)
Annual Pension Cost	842,443	576,631	1,419,074
Actual Contribution	854,428	595,320	1,449,748
Increase to the NPO	(11,985)	(18,689)	(30,674)
NPO - Beginning of Year	61,900	54,241	116,141
NPO - End of Year	49,915	35,552	85,467

VILLAGE OF LIBERTYVILLE, ILLINOIS

**Notes to the Financial Statements
April 30, 2009**

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Annual Pension Cost and Net Pension Obligation – Continued

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

	Illinois Municipal Retirement	Police Pension	Firefighters' Pension
Contribution Rates			
Employer	9.41%	25.49%	24.598%
Employee	4.50%	9.91%	9.455%
Annual Pension Cost	\$681,313	\$842,443	\$576,631
Contributions Made	\$681,313	\$854,428	\$595,320
Actuarial Valuation Date	12/31/2008	4/30/2008	4/30/2008
Actuarial Cost Method	Entry Age Normal	Entry Age Normal	Entry Age Normal
Amortization Method	Level %of Projected Payroll Closed Basis	Level %of Projected Payroll Closed Basis	Level %of Projected Payroll Closed Basis
Remaining Amortization Period	24 Years	25 Years	25 Years
Asset Valuation Method	5-Year Smoothed Market	Market	Market
Actuarial Assumptions			
Investment Rate of Return	7.50% Compounded Annually	7.50% Compounded Annually	7.50% Compounded Annually
Projected Salary Increases	.4 to 11.6%	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, 2009**

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)	2007	\$ 648,020	721,307	529,639
	2008	677,977	790,589	540,625
	2009	681,313	842,443	576,631
Actual Contributions	2007	648,020	798,558	549,589
	2008	677,977	854,428	595,320
	2009	681,313	875,829	623,360
Percentage of APC Contributed	2007	100.00%	110.71%	103.77%
	2008	100.00%	108.07%	110.12%
	2009	100.00%	103.96%	108.10%
Net Pension Obligation	2007	-	69,869	63,205
	2008	-	61,900	54,241
	2009	-	49,915	35,552

VILLAGE OF LIBERTYVILLE, ILLINOIS

**Notes to the Financial Statements
April 30, 2009**

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	12/31/08	4/30/08	4/30/08
Percent Funded	77.28%	62.04%	73.90%
Accuarial Accrued Liability for Benefits	\$19,779,889	\$30,168,717	\$22,042,512
Actuarial Value of Assets	\$15,285,214	\$18,718,139	\$16,289,710
Over (Under) Funded Actuarial Accrued Liability (UAAL)	(\$4,494,675)	(\$11,450,578)	(\$5,752,802)
Covered Payroll (Annual Payroll of Active Employees Covered by the Plan)	\$7,239,177	\$3,352,666	\$2,420,202
Ratio of UAAL to Covered Payroll	62.09%	341.54%	237.70%

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, 2009

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, 2009, retirees contributed \$56,510. Active employees do not contribute to the plan until retirement.

At April 30, 2009, membership consisted of:

Retirees and Beneficiaries Currently Receiving Benefits and Terminated Employees Entitled to Benefits but not yet Receiving Them	18
Active Employees	<u>172</u>
Total	<u>190</u>
Participating Employers	1

The Village does not currently have a funding policy.

VILLAGE OF LIBERTYVILLE, ILLINOIS

Notes to the Financial Statements April 30, 2009

NOTE 4 – OTHER INFORMATION – Continued

OTHER POST-EMPLOYMENT BENEFITS – Continued

Annual OPEB Costs and Net OPEB Obligation

The Village first had an actuarial valuation performed for the plan as of April 30, 2009 to determine the funded status of the plan as of that date as well as the employer's annual required contribution (ARC) for the fiscal year ended April 30, 2009.

The net OPEB obligation (NOPEBO) as of April 30, 2009, was calculated as follows:

Annual Required Contribution	\$ 185,310
Interest on the NOPEBO	-
Adjustment to the ARC	-
	<hr/>
Annual OPEB Cost	185,310
Actual Contribution	56,510
	<hr/>
Increase in the NOPEBO	128,800
NOPEBO - Beginning of Year	-
	<hr/>
NOPEBO - End of Year	<u>128,800</u>

Funded Status and Funding Progress. The funded status of the plan as of April 30, 2009, was as follows:

Actuarial Accrued Liability (AAL)	\$ 2,528,411
Actuarial Value of Plan Assets	-
Unfunded Actuarial Accrued Liability (UAAL)	2,528,411
Funded Ratio (Actuarial Value of Plan Assets/AAL)	-
Covered Payroll (active plan members)	N/A
UAAL as a percentage of covered payroll	N/A

VILLAGE OF LIBERTYVILLE, ILLINOIS

Notes to the Financial Statements April 30, 2009

NOTE 4 – OTHER INFORMATION – Continued

OTHER POST-EMPLOYMENT BENEFITS – Continued

Annual OPEB Costs and Net OPEB Obligation – Continued

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, 2009 actuarial valuation the entry age actuarial cost method was used. The actuarial assumptions included a 5.0% investment rate of return (net of administrative expenses, and including a 3.0% inflation assumption) and an annual healthcare cost trend rate of 8.0%, with an ultimate rate of 6.0%. Both rates include a 3.0% inflation assumption. The actuarial value of assets was not determined as the Village has not advance funded its obligation. The plan's unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on a closed basis. The remaining amortization period at April 30, 2009, 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
 - Illinois Municipal Retirement Fund
 - Police Pension Fund
 - Firefighters' Pension Fund
 - Other Post-Employment Benefit Plan

- Schedule of 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

April 30, 2009

Actuarial Valuation Date Dec. 31	(1) Actuarial Value of Plan Assets	(2) Actuarial Accrued Liability (AAL) - Entry Age	(3) Funded Ratio (1) ÷ (2)	(4) Unfunded (Overfunded) Actuarial Accrued Liability (2) - (1)	(5) Annual Covered Payroll	(6) Unfunded (Overfunded) Actuarial Accrued Liability as a Percentage of Covered Payroll (4) ÷ (5)
2003	\$ 12,983,971	\$ 13,510,740	96.10%	\$ 526,769	\$ 6,133,563	8.59%
2004	13,135,869	14,374,301	91.38%	1,238,432	6,203,695	19.96%
2005	14,438,306	15,949,450	90.53%	1,511,144	6,138,236	24.62%
2006	16,188,371	17,418,295	92.94%	1,229,924	6,605,711	18.62%
2007	17,094,116	18,561,058	92.10%	1,466,942	6,925,199	21.18%
2008	15,285,214	19,779,889	77.28%	4,494,675	7,239,177	62.09%

VILLAGE OF LIBERTYVILLE, ILLINOIS

Illinois Municipal Retirement Fund

Required Supplementary Information

Schedule of Employer Contributions

April 30, 2009

Calendar Year	Employer Contributions	Annual Required Contribution	Percent Contributed
2003	\$ 389,481	\$ 389,481	100.00%
2004	540,962	540,962	100.00%
2005	556,124	556,124	100.00%
2006	648,020	648,020	100.00%
2007	677,977	677,977	100.00%
2008	681,313	681,313	100.00%

VILLAGE OF LIBERTYVILLE, ILLINOIS

Police Pension Fund

Required Supplementary Information

Schedule of Funding Progress

April 30, 2009

	(1)	(2)	(3)	(4)	(5)	(6)
Actuarial	Actuarial	Actuarial	Funded	Unfunded	Annual	Unfunded
Valuation	Value	Accrued	Ratio	Actuarial	Covered	(Overfunded)
April 30	of Plan	Liability	(1) ÷ (2)	Liability	Payroll	Actuarial
	Assets	(AAL)		(2) - (1)		Accrued
		- Entry Age				Liability
						as a
						Percentage
						of Covered
						Payroll
						(4) ÷ (5)
2003	\$ 12,761,516	\$ 21,076,678	60.55%	\$ 8,315,162	\$ 2,619,717	317.41%
2004	14,417,561	23,037,972	62.58%	8,620,411	2,790,845	308.88%
2005	15,268,089	24,534,390	62.23%	9,266,301	2,954,668	313.62%
2006	16,685,424	26,489,010	62.99%	9,803,586	3,134,860	312.73%
2007	18,319,178	27,745,651	66.03%	9,426,473	3,218,075	292.92%
2008	18,718,139	30,168,717	62.04%	11,450,578	3,352,666	341.54%

VILLAGE OF LIBERTYVILLE, ILLINOIS

Police Pension Fund

**Required Supplementary Information
Schedule of Employer Contributions
April 30, 2009**

Fiscal Year Ended	Employer Contributions	Annual Required Contribution	Percent Contributed
2004	\$ 582,020	\$ 587,484	99.07%
2005	670,984	667,352	100.54%
2006	724,464	719,433	100.70%
2007	798,558	788,887	101.23%
2008	854,428	841,021	101.59%
2009	875,829	830,021	105.52%

VILLAGE OF LIBERTYVILLE, ILLINOIS

Firefighters' Pension Fund

Required Supplementary Information

Schedule of Funding Progress

April 30, 2009

Actuarial Valuation 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)
2003	\$ 10,186,046	\$ 14,004,618	72.73%	\$ 3,818,572	\$ 2,063,417	185.06%
2004	11,692,117	15,393,069	75.96%	3,700,952	2,114,190	175.05%
2005	12,448,433	16,701,838	74.53%	4,253,405	2,165,528	196.41%
2006	14,146,603	18,337,848	77.14%	4,191,245	2,333,541	179.61%
2007	15,649,951	20,169,717	77.59%	4,519,766	2,430,457	185.96%
2008	16,289,710	22,042,512	73.90%	5,752,802	2,420,202	237.70%

VILLAGE OF LIBERTYVILLE, ILLINOIS

Firefighters' Pension Fund

**Required Supplementary Information
Schedule of Employer Contributions
April 30, 2009**

Fiscal Year Ended	Employer Contributions	Annual Required Contribution	Percent Contributed
2004	\$ 478,900	\$ 478,147	100.16%
2005	519,107	516,428	100.52%
2006	533,880	527,909	101.13%
2007	549,589	539,085	101.95%
2008	595,320	575,385	103.46%
2009	623,360	606,061	102.85%

VILLAGE OF LIBERTYVILLE, ILLINOIS

Other Post-Employment Benefit Plan

Required Supplementary Information

Schedule of Funding Progress

April 30, 2009

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 Liability (2) - (1)	(5) Annual Covered Payroll	(6) Unfunded (Overfunded) Actuarial Liability as a Percentage of Covered Payroll (4) ÷ (5)
April 30						
2004	\$ N/A	\$ N/A	N/A	\$ N/A	\$ N/A	N/A
2005	N/A	N/A	N/A	N/A	N/A	N/A
2006	N/A	N/A	N/A	N/A	N/A	N/A
2007	N/A	N/A	N/A	N/A	N/A	N/A
2008	N/A	N/A	N/A	N/A	N/A	N/A
2009	-	2,528,411	0.00%	2,528,411	N/A	N/A

The Village implemented GASB Statement No. 45 for the fiscal year ended April 30, 2009. Information for prior years is not available.

VILLAGE OF LIBERTYVILLE, ILLINOIS

Other Post-Employment Benefit Plan

Required Supplementary Information

Employer Contributions

April 30, 2009

Fiscal Year Ended	Employer Contributions	Annual Required Contributions	Percent Contributed
2004	\$ N/A	\$ N/A	N/A
2005	N/A	N/A	N/A
2006	N/A	N/A	N/A
2007	N/A	N/A	N/A
2008	N/A	N/A	N/A
2009	56,510	185,310	30.49%

The Village implemented GASB Statement No. 45 for the fiscal year ended April 30, 2009. Information for prior years is not available.

VILLAGE OF LIBERTYVILLE, ILLINOIS

General Fund

**Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual
Year Ended April 30, 2009**

	Budget		Actual
	Original	Final	
Revenues			
Taxes	\$ 5,590,900	5,590,900	5,622,728
Licenses and Permits	1,527,800	1,527,800	1,609,199
Intergovernmental	8,471,900	8,471,900	7,549,932
Charges for Services	5,605,790	5,605,790	5,655,327
Fines and Forfeits	336,750	336,750	330,028
Interest	301,750	301,750	276,815
Miscellaneous	185,625	185,625	193,738
Total Revenues	22,020,515	22,020,515	21,237,767
Expenditures			
General Government	2,422,240	2,580,440	2,465,902
Community Development	1,370,490	1,370,490	1,315,490
Public Safety	13,098,630	13,198,630	13,094,666
Public Works	2,252,840	2,252,840	2,190,399
Parks and Recreation	2,851,055	2,851,055	2,806,608
Total Expenditures	21,995,255	22,253,455	21,873,065
Excess (Deficiency) of Revenues Over (Under) Expenditures	25,260	(232,940)	(635,298)
Other Financing (Uses)			
Transfers Out	(80,000)	(80,000)	(80,000)
Net Change in Fund Balance	(54,740)	(312,940)	(715,298)
Fund Balance - Beginning			11,564,940
Fund Balance - Ending			10,849,642

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
General, Debt Service, Capital Improvement and
Tax Increment Financing Construction 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

TRUST AND AGENCY FUNDS

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
Year Ended April 30, 2009**

	Budget		Actual
	Original	Final	
Taxes			
Property Taxes			
General Corporate	\$ 875,000	875,000	877,718
Fire Protection	785,000	785,000	794,064
Parks	350,000	350,000	360,891
Recreation	350,000	350,000	360,891
Highway and Bridges - Village	525,000	525,000	532,302
Highway and Bridges - Township	250,000	250,000	249,677
Municipal Retirement	385,000	385,000	385,157
Police Pension	860,000	860,000	865,829
Fire Pension	608,000	608,000	613,360
Special Recreation	130,000	130,000	132,172
Concord/Interlaken Special Service Area	21,700	21,700	21,700
Timber Creek Special Service Area	24,200	24,200	24,303
Leased Car Tax	48,000	48,000	74,732
Hotel/Motel Tax	250,000	250,000	180,875
Foreign Fire Insurance Tax	29,000	29,000	32,558
Personal Property Replacement Tax			
General	80,000	80,000	96,499
Police	10,000	10,000	10,000
Fire	10,000	10,000	10,000
	<u>5,590,900</u>	<u>5,590,900</u>	<u>5,622,728</u>
Licenses and Permits			
Building Plan Review Fees	135,800	135,800	139,732
Building Permits	1,220,000	1,220,000	1,296,396
Zoning Fees	45,000	45,000	47,703
Fire Bureau - Permits/Fees	50,000	50,000	38,612
Liquor Licenses	60,000	60,000	72,700
Other Licenses	17,000	17,000	14,056
	<u>1,527,800</u>	<u>1,527,800</u>	<u>1,609,199</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

General Fund

**Schedule of Revenues - Budget and Actual - Continued
Year Ended April 30, 2009**

	Budget		Actual
	Original	Final	
Intergovernmental			
Sales Tax	\$ 6,200,000	6,200,000	5,168,899
Income Tax	1,922,000	1,922,000	1,889,000
Use Tax	275,000	275,000	308,543
Banner Program	500	500	700
Street/Signal Maintenance Fees	64,400	64,400	71,867
Grants	10,000	10,000	110,923
	<u>8,471,900</u>	<u>8,471,900</u>	<u>7,549,932</u>
Charges for Services			
Libertyville Fire Protection	2,233,290	2,233,290	2,234,803
Ambulance Fees	500,000	500,000	508,825
Golf Rentals	3,000	3,000	2,126
Recreation Fees	751,000	751,000	718,380
Green Fees	90,000	90,000	57,856
Swimming Fees	248,000	248,000	257,979
Swimming Programs	145,000	145,000	117,264
Senior Meals Fees	27,000	27,000	23,280
Parking Fees	5,000	5,000	4,848
Engineering	60,000	60,000	127,473
Alarm Fees	240,000	240,000	230,506
Elevator Inspection Fees	11,500	11,500	27,534
Fire Services	40,000	40,000	18,317
Legal Fee Reimbursement	12,000	12,000	6,963
Birth/Death Certificates	150,000	150,000	153,194
Cable Franchise Fee	250,000	250,000	261,974
Telecom Infrastructure Maintenance Fee	390,000	390,000	418,183
Police Services	80,000	80,000	92,502
Damage to Village Property	-	-	2,900
Senior Center Sponsorship	5,000	5,000	6,720
Concessions - Pools	40,000	40,000	34,994
Pro Shop Merchandise	1,000	1,000	1,247
Telephone Surcharge - 911	162,000	162,000	163,590
Wireless Surcharge - 911	162,000	162,000	183,869
	<u>5,605,790</u>	<u>5,605,790</u>	<u>5,655,327</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

General Fund

**Schedule of Revenues - Budget and Actual - Continued
Year Ended April 30, 2009**

	Budget		Actual
	Original	Final	
Fines and Forfeits			
Local Fines	\$ 220,750	220,750	127,285
Circuit Court Fines	112,000	112,000	186,599
DUI Fines - Senate Bill 740	4,000	4,000	16,144
	<u>336,750</u>	<u>336,750</u>	<u>330,028</u>
Interest			
Investment Income	301,750	301,750	276,815
Miscellaneous			
Park Rentals	6,000	6,000	12,048
Scholarship/Donations	13,500	13,500	35,266
LCCF Contribution	-	-	15,397
Soda Machine Revenue	-	-	6,834
Tree Program	3,125	3,125	5,703
Hazardous Material Reimbursement	-	-	3,767
Drug Forfeiture	-	-	12,002
D.A.R.E. Donations	-	-	200
Cash Over	-	-	2,497
Insurance Surplus	100,000	100,000	-
Goosedrop Festival	3,000	3,000	2,594
Miscellaneous	60,000	60,000	97,430
	<u>185,625</u>	<u>185,625</u>	<u>193,738</u>
Total Revenues	<u>22,020,515</u>	<u>22,020,515</u>	<u>21,237,767</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

General Fund

Schedule of Expenditures - Budget and Actual
Year Ended April 30, 2009

	Budget		Actual
	Original	Final	
General Government			
Legislative	\$ 115,795	115,795	103,669
Administration and Finance	1,245,980	1,245,980	1,201,304
Legal	332,000	463,500	461,238
Public Buildings	188,890	188,890	186,347
Community Organization/Activities	194,500	194,500	188,651
Senior Programs	63,265	88,565	88,467
Central Business District Parking	11,000	12,400	12,395
Hotel/Motel Tax	270,810	270,810	223,831
	<u>2,422,240</u>	<u>2,580,440</u>	<u>2,465,902</u>
Community Development			
Planning	455,780	455,780	442,625
Building Services	757,090	757,090	738,558
Economic Development	157,620	157,620	134,307
	<u>1,370,490</u>	<u>1,370,490</u>	<u>1,315,490</u>
Public Safety			
Police Department			
Administration/Communication/Records	2,117,520	2,182,520	2,182,006
Patrol Services	4,038,715	4,203,715	4,203,099
Investigation	583,285	443,285	442,009
Public Education	6,700	6,700	6,260
Community Service	155,495	155,495	141,382
	<u>6,901,715</u>	<u>6,991,715</u>	<u>6,974,756</u>
Fire Services Department			
Administration	216,675	217,175	216,999
Fire Prevention	228,515	228,015	223,282
Emergency Services	4,868,880	4,856,880	4,812,333
Support Services	507,760	519,760	518,500
Fire Fund	-	3,000	1,834
Foreign Fire Insurance	35,000	35,000	30,818
	<u>5,856,830</u>	<u>5,859,830</u>	<u>5,803,766</u>
Emergency Management Agency	5,350	12,350	11,863
Emergency Telephone System (911)	334,735	334,735	304,281
Total Public Safety	<u>13,098,630</u>	<u>13,198,630</u>	<u>13,094,666</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

General Fund

Schedule of Expenditures - Budget and Actual - Continued
Year Ended April 30, 2009

	Budget		Actual
	Original	Final	
Public Works			
Engineering	\$ 391,065	391,065	362,321
Highways and Bridges	1,561,585	1,532,585	1,518,501
Snow Removal and Ice Control	254,970	283,970	281,943
Concord/Interlaken Special Service Area	21,410	21,410	14,433
Timber Creek Special Service Area	23,810	23,810	13,201
	<u>2,252,840</u>	<u>2,252,840</u>	<u>2,190,399</u>
Parks and Recreation			
Parks	1,353,660	1,353,660	1,344,213
Recreation	942,380	933,380	916,367
Libertyville Golf Course	171,800	171,800	155,104
Swimming Pool	383,215	392,215	390,924
	<u>2,851,055</u>	<u>2,851,055</u>	<u>2,806,608</u>
Total Expenditures	<u>21,995,255</u>	<u>22,253,455</u>	<u>21,873,065</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

General Fund

Schedule of Detailed Expenditures - Budget and Actual - Continued
Year Ended April 30, 2009

	Budget		Actual
	Original	Final	
General Government			
Legislative			
Salaries	\$ 45,600	45,600	44,400
Employer Contribution - IMRF	1,645	1,645	1,139
Employer Contribution - FICA & Medicare	4,150	4,150	3,999
Travel, Training, Subscriptions and Dues	27,000	27,000	31,867
Technical Services	-	-	92
Appearance Review Committee	3,000	3,000	1,275
Board of Police and Fire Commissions	7,000	7,000	5,600
Economic Development Commission	200	200	591
Keep Libertyville Beautiful	1,200	1,200	1,311
Plan Commission/Zoning Board of Appeals	14,000	14,000	9,270
Business Appreciation Breakfast	5,000	5,000	429
Miscellaneous	7,000	7,000	3,696
	<u>115,795</u>	<u>115,795</u>	<u>103,669</u>
Administration and Finance			
Salaries	651,825	651,825	640,427
Employer Contribution - IMRF	63,230	63,230	59,965
Employer Contribution - FICA & Medicare	44,955	44,955	42,425
Materials and Supplies	700	700	-
Telephone	20,925	20,925	19,415
Maintenance - Copy Machines	7,215	7,215	6,915
Maintenance - Motor Vehicles	2,380	2,380	2,380
Maintenance - Other Equipment	500	500	563
Vital Records	26,380	26,380	29,655
Insurance	113,745	113,745	109,474
Intergovernmental Risk Management Agency	156,180	156,180	132,920
Postage	19,500	19,500	14,333
Office Supplies	11,000	11,000	11,844
Audit Services	20,450	20,450	19,415
Travel, Training, Subscriptions and Dues	10,715	10,715	12,182
Technical Services	3,500	3,500	3,917
Credit Card/Bank Fees	1,000	1,000	19,169
Sick Leave Buy Back	16,325	16,325	16,860
Publication	18,900	18,900	17,604
Printing	25,600	25,600	18,187
Section 125 Administration Fees	6,600	6,600	6,651

VILLAGE OF LIBERTYVILLE, ILLINOIS

General Fund

Schedule of Detailed Expenditures - Budget and Actual - Continued
Year Ended April 30, 2009

	Budget		Actual
	Original	Final	
General Government - Continued			
Administration and Finance - Continued			
Employee Programs	\$ 17,100	17,100	11,005
Cash Under	-	-	293
Vehicle Replacement Fees	4,755	4,755	4,755
Miscellaneous	2,500	2,500	950
	<u>1,245,980</u>	<u>1,245,980</u>	<u>1,201,304</u>
Legal			
Village Attorney	200,000	175,000	174,044
Village Prosecutor	45,000	37,000	36,792
Labor Counsel	30,000	84,000	83,593
Litigation	50,000	167,000	166,663
Special Projects	5,000	500	146
Miscellaneous	2,000	-	-
	<u>332,000</u>	<u>463,500</u>	<u>461,238</u>
Public Buildings			
Salaries	55,595	55,595	55,099
Employer Contribution - IMRF	5,445	5,445	5,218
Employer Contribution - FICA & Medicare	4,250	4,250	3,977
North Shore Gas	1,500	1,500	2,122
Maintenance - Village Hall	24,000	24,000	24,920
Maintenance - Schertz Building	55,150	55,150	56,229
Maintenance - Motor Vehicle	1,375	1,375	1,375
Insurance	14,390	14,390	13,723
Intergovernmental Risk Management Agency	9,020	9,020	7,057
Uniforms	250	250	327
Civic Center	9,200	9,200	10,863
Vehicle Replacement Costs	1,715	1,715	1,715
Brainerd Community Center	3,000	3,000	409
Miscellaneous	4,000	4,000	3,313
	<u>188,890</u>	<u>188,890</u>	<u>186,347</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

General Fund

Schedule of Detailed Expenditures - Budget and Actual - Continued
Year Ended April 30, 2009

	Budget		Actual
	Original	Final	
General Government - Continued			
Community Organization/Activities			
Dial-A-Ride	\$ 22,000	22,000	14,947
Northern Illinois Special Recreation Assn.	130,000	130,000	130,918
Special Events	17,000	17,000	17,586
Mosquito Control	25,000	25,000	25,200
Miscellaneous	500	500	-
	<u>194,500</u>	<u>194,500</u>	<u>188,651</u>
Senior Programs			
Salaries	27,650	32,650	32,355
Employer Contribution - IMRF	2,710	2,710	2,922
Employer Contribution - FICA & Medicare	2,115	2,115	2,475
Materials and Supplies	4,000	5,500	5,454
Meal Supplies	1,000	1,000	1,299
Utilities	240	240	216
Contractual Services	17,000	19,600	19,592
Senior Trips	8,550	8,750	9,113
Miscellaneous	-	16,000	15,041
	<u>63,265</u>	<u>88,565</u>	<u>88,467</u>
Central Business District Parking			
Materials and Supplies	1,000	-	-
Maintenance - Parking Lots	5,000	9,100	9,095
Rent	5,000	3,300	3,300
	<u>11,000</u>	<u>12,400</u>	<u>12,395</u>
Hotel/Motel Tax			
Libertyville Days	38,000	38,000	28,311
Cook House	11,250	11,250	11,156
Goosedrop Festival	3,000	3,000	2,424
Mainstreet Libertyville	5,000	5,000	5,000
Banner Program	1,000	1,000	1,647
Village Band	3,000	3,000	3,055
Tourism Promotions	20,000	20,000	17,251

VILLAGE OF LIBERTYVILLE, ILLINOIS

General Fund

Schedule of Detailed Expenditures - Budget and Actual - Continued
Year Ended April 30, 2009

	Budget		Actual
	Original	Final	
General Government - Continued			
Hotel/Motel Tax - Continued			
Lake County Convention	\$ 10,000	10,000	10,000
Special Events	11,000	11,000	15,736
Sports Complex Marketing	100,000	100,000	93,513
Adler Cultural Center	54,300	54,300	35,393
Lease Payments	14,260	14,260	345
	<u>270,810</u>	<u>270,810</u>	<u>223,831</u>
 Total General Government	 <u>2,422,240</u>	 <u>2,580,440</u>	 <u>2,465,902</u>
 Community Development			
Planning			
Salaries	314,675	314,675	313,520
Employer Contribution - IMRF	30,840	30,840	29,350
Employer Contribution - FICA & Medicare	22,940	22,940	22,233
Materials and Supplies	3,500	3,500	4,245
Telephone	4,000	4,000	4,114
Maintenance - Motor Vehicle	1,325	1,325	1,325
Insurance	53,390	53,390	51,866
Intergovernmental Risk Management Agency	7,210	7,210	6,178
Postage	1,500	1,500	771
Technical Services	2,000	2,000	-
Travel, Training, Subscriptions and Dues	7,400	7,400	4,237
Printing and Photoprocessing	6,000	6,000	4,677
Miscellaneous	1,000	1,000	109
	<u>455,780</u>	<u>455,780</u>	<u>442,625</u>
 Building Services			
Salaries	491,850	491,850	490,949
Employer Contribution - IMRF	48,100	48,100	46,496
Employer Contribution - FICA & Medicare	37,625	37,625	36,104

VILLAGE OF LIBERTYVILLE, ILLINOIS

General Fund

Schedule of Detailed Expenditures - Budget and Actual - Continued
Year Ended April 30, 2009

	Budget		Actual
	Original	Final	
Community Development - Continued			
Building Services - Continued			
Materials and Supplies	\$ 2,500	2,500	2,619
Telephone	4,000	4,000	4,114
Maintenance - Motor Vehicle	15,540	15,540	15,540
Maintenance - Other Equipment	2,100	2,100	1,727
Insurance	98,855	98,855	95,864
Intergovernmental Risk Management Agency	19,020	19,020	15,435
Office Supplies	3,500	3,500	3,125
Travel, Training, Subscriptions and Dues	5,000	5,000	5,135
Technical Services	24,000	24,000	18,298
Reimbursable Expenses	1,000	1,000	290
Printing and Publication	3,000	3,000	2,648
Miscellaneous	1,000	1,000	214
	<u>757,090</u>	<u>757,090</u>	<u>738,558</u>
Economic Development			
Salaries	81,220	81,220	77,647
Employer Contribution - IMRF	7,960	7,960	7,356
Employer Contribution - FICA & Medicare	6,210	6,210	5,683
Materials and Supplies	1,000	1,000	1,181
Insurance	17,735	17,735	17,235
Intergovernmental Risk Management Agency	1,805	1,805	1,544
Postage	1,000	1,000	562
Travel, Training, Subscriptions and Dues	7,190	7,190	5,456
Technical Services	1,500	1,500	240
Economic Development Incentives	25,000	25,000	11,092
Promotion and Activities	4,000	4,000	4,150
Printing and Publication	3,000	3,000	2,161
	<u>157,620</u>	<u>157,620</u>	<u>134,307</u>
Total Community Development	<u>1,370,490</u>	<u>1,370,490</u>	<u>1,315,490</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

General Fund

Schedule of Detailed Expenditures - Budget and Actual - Continued
Year Ended April 30, 2009

	Budget		Actual
	Original	Final	
Public Safety			
Police Department			
Administration/Communication/Records			
Salaries - Uniformed	\$ 431,020	481,020	481,558
Salaries - Civilian	180,335	180,335	156,876
Salaries - Dispatchers	315,355	330,355	371,133
Employer Contribution - IMRF	48,575	48,575	48,153
Employer Contribution - FICA & Medicare	40,600	40,600	41,326
Contractual Services	62,000	62,000	94,488
Materials and Supplies	5,000	5,000	6,600
Telephone	20,150	20,150	19,306
Maintenance - Motor Vehicles Fees	7,025	7,025	7,025
Maintenance - Other Equipment	2,000	2,000	805
Insurance	788,000	788,000	758,477
Intergovernmental Risk Management Agency	179,820	179,820	158,843
Postage	3,500	3,500	4,851
Office Supplies	9,000	9,000	10,508
Travel, Training, Subscriptions and Dues	9,000	9,000	7,946
Medical Services	500	500	135
Photocopying	5,300	5,300	5,283
Printing and Publications	4,340	4,340	4,246
Uniforms	5,000	5,000	4,143
Miscellaneous	1,000	1,000	304
	<u>2,117,520</u>	<u>2,182,520</u>	<u>2,182,006</u>
Patrol Services			
Salaries - Uniformed	2,797,845	2,962,845	2,957,899
Employer Contribution - FICA & Medicare	34,245	34,245	35,717
Contractual Services	1,000	1,000	895
Materials and Supplies	23,000	23,000	24,885
Maintenance - Motor Vehicles Fees	114,600	114,600	114,600
Maintenance - Other Equipment	4,000	4,000	4,098
Squad Equipment Changeover	20,000	20,000	25,110
Travel, Training, Subscriptions and Dues	14,000	14,000	9,322
Equipment Rental and User Fees	5,205	5,205	5,005
Uniforms	30,000	30,000	24,865

VILLAGE OF LIBERTYVILLE, ILLINOIS

General Fund

**Schedule of Detailed Expenditures - Budget and Actual - Continued
Year Ended April 30, 2009**

	Budget		Actual
	Original	Final	
Public Safety - Continued			
Police Department - Continued			
Patrol Services - Continued			
Northern Illinois Crime Lab	\$ 21,000	21,000	20,999
Police Pension	870,000	870,000	875,829
Vehicle Replacement Fees	103,720	103,720	103,720
Miscellaneous	100	100	155
	<u>4,038,715</u>	<u>4,203,715</u>	<u>4,203,099</u>
Investigations			
Salaries - Uniformed	541,050	401,050	393,096
Employer Contribution - FICA & Medicare	7,845	7,845	5,616
Contractual Services	1,135	1,135	2,722
Materials and Supplies	1,500	1,500	1,542
Maintenance - Motor Vehicles Fees	14,280	14,280	14,280
Maintenance - Other Equipment	300	300	-
Travel, Training, Subscriptions and Dues	1,000	1,000	1,047
Uniforms	4,600	4,600	4,326
Northern Illinois Crime Lab	10,825	10,825	10,825
Drug Forfeiture Expense	250	250	8,479
Miscellaneous	500	500	76
	<u>583,285</u>	<u>443,285</u>	<u>442,009</u>
Public Education			
Materials and Supplies	6,000	6,000	6,060
Maintenance - Motor Vehicles Fees	200	200	200
Travel, Training, Subscriptions and Dues	500	500	-
	<u>6,700</u>	<u>6,700</u>	<u>6,260</u>
Community Services			
Salaries - Civilian	121,250	121,250	109,499
Employer Contribution - IMRF	8,290	8,290	7,478
Employer Contribution - FICA & Medicare	9,275	9,275	8,150
Materials and Supplies	500	500	281
Maintenance - Motor Vehicles Fees	13,130	13,130	13,130
Travel, Training, Subscriptions and Dues	250	250	-

VILLAGE OF LIBERTYVILLE, ILLINOIS

General Fund

**Schedule of Detailed Expenditures - Budget and Actual - Continued
Year Ended April 30, 2009**

	Budget		Actual
	Original	Final	
Public Safety - Continued			
Police Department - Continued			
Community Services - Continued			
Animal Care	\$ 1,000	1,000	947
Uniforms	1,800	1,800	1,897
	<u>155,495</u>	<u>155,495</u>	<u>141,382</u>
Total Police Department	<u>6,901,715</u>	<u>6,991,715</u>	<u>6,974,756</u>
Fire Department			
Administration			
Salaries - Uniformed	115,085	115,085	115,102
Salaries - Civilian	57,820	57,820	55,626
Employer Contribution - IMRF	5,660	5,660	5,447
Employer Contribution - FICA & Medicare	5,660	5,660	5,532
Telephone	22,500	23,000	26,247
Postage	2,200	2,200	1,843
Office Supplies	2,200	2,200	2,343
Travel, Training, Subscriptions and Dues	600	600	131
Photocopying	4,450	4,450	4,014
Miscellaneous	500	500	714
	<u>216,675</u>	<u>217,175</u>	<u>216,999</u>
Fire Prevention			
Salaries - Uniformed	100,420	100,420	101,049
Salaries - Civilian	97,500	97,000	92,965
Employer Contribution - IMRF	9,515	9,515	8,803
Employer Contribution - FICA & Medicare	8,880	8,880	8,390
Maintenance - Motor Equipment Fees	7,000	7,000	7,000
Maintenance - Other Equipment	150	150	62
Office Supplies	200	200	121
Public Education	2,400	2,400	2,637
Travel, Training, Subscriptions and Dues	2,300	2,300	2,255
Photocopying	150	150	-
	<u>228,515</u>	<u>228,015</u>	<u>223,282</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

General Fund

Schedule of Detailed Expenditures - Budget and Actual - Continued
Year Ended April 30, 2009

	Budget		Actual
	Original	Final	
Public Safety - Continued			
Fire Department - Continued			
Emergency Services			
Salaries - Uniformed	\$ 2,491,450	2,491,450	2,480,419
Salaries - Paid on Call	31,000	19,000	9,358
Salaries - Dispatchers	211,720	211,720	206,571
Employer Contribution - IMRF	20,750	20,750	18,523
Employer Contribution - FICA & Medicare	49,035	49,035	45,824
Contractual Services	685,025	685,025	679,560
Firefighter/EMS Supplies	17,200	17,200	17,431
Insurance	538,000	538,000	520,296
Intergovernmental Risk Management Agency	167,580	167,580	145,875
Office Supplies	250	250	346
Travel, Training, Subscriptions and Dues	18,500	18,500	22,290
Technical Services	7,200	7,200	2,852
Rental & User Fees	9,420	9,420	8,695
Sick Leave Buyback	-	-	27,348
Photocopying	100	100	-
Firefighters' Pension	618,000	618,000	623,360
Paid on Call Pensions	2,450	2,450	2,625
Miscellaneous	1,200	1,200	960
	<u>4,868,880</u>	<u>4,856,880</u>	<u>4,812,333</u>
Support Services			
Salaries - Uniformed	30,100	30,100	30,833
Employer Contribution - FICA & Medicare	435	435	284
Materials and Supplies	14,000	14,000	13,424
Firefighter/EMS Supplies	26,900	26,900	22,881
Utilities	25,000	25,000	29,105
Maintenance - Buildings	20,000	20,000	19,426
Maintenance - Grounds	4,300	4,300	3,977
Maintenance - Motor Equipment	108,840	108,840	108,840
Maintenance - Other Equipment	11,100	11,100	10,763
Sick Leave Buyback	-	12,000	11,721
Uniforms	16,685	16,685	16,833
Vehicle Replacement Fees	250,000	250,000	250,000
Miscellaneous	400	400	413
	<u>507,760</u>	<u>519,760</u>	<u>518,500</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

General Fund

**Schedule of Detailed Expenditures - Budget and Actual - Continued
Year Ended April 30, 2009**

	Budget		Actual
	Original	Final	
Public Safety - Continued			
Fire Department - Continued			
Fire Fund			
Soda Purchase	\$ -	-	568
Miscellaneous	-	3,000	1,266
	-	3,000	1,834
Foreign Fire Insurance			
Firefighting/EMS Equipment	35,000	35,000	30,818
Total Fire Department	5,856,830	5,859,830	5,803,766
Emergency Management Agency			
Materials and Supplies	100	5,100	5,000
Electricity	400	400	166
Telephone	1,500	1,500	1,537
Maintenance - Other Equipment	2,000	3,000	3,153
Computer Equipment and Supplies	500	500	-
Office Supplies	100	100	-
Public Education	-	-	141
Travel, Training, Subscriptions and Dues	700	1,700	1,866
Photocopying	50	50	-
	5,350	12,350	11,863
Emergency Telephone System (911)			
Salaries	77,780	77,780	86,984
Employer Contribution - IMRF	7,620	7,620	8,233
Employer Contribution - FICA & Medicare	5,950	5,950	6,081
Materials and Supplies	500	500	297
Telephone	53,000	53,000	63,876
Maintenance - Other Equipment	16,300	16,300	9,009
Maintenance - 911 Equipment	67,800	67,800	50,202
Computer Equipment and Supplies	4,000	4,000	911
Insurance	6,765	6,765	6,836
Intergovernmental Risk Management Agency	13,520	13,520	11,580
Office Supplies	300	300	413
Travel, Training, Subscriptions and Dues	5,500	5,500	2,419
Technical Services	3,000	3,000	2,719

VILLAGE OF LIBERTYVILLE, ILLINOIS

General Fund

**Schedule of Detailed Expenditures - Budget and Actual - Continued
Year Ended April 30, 2009**

	Budget		Actual
	Original	Final	
Public Safety - Continued			
Emergency Telephone System (911) - Continued			
Uniforms	\$ 1,500	1,500	338
Capital Outlay	21,200	21,200	3,301
Computer Aided Dispatch Equipment	50,000	50,000	51,082
	<u>334,735</u>	<u>334,735</u>	<u>304,281</u>
 Total Public Safety	 <u>13,098,630</u>	 <u>13,198,630</u>	 <u>13,094,666</u>
 Public Works			
Engineering			
Salaries	239,105	239,105	217,365
Employer Contribution - IMRF	22,940	22,940	20,708
Employer Contribution - FICA & Medicare	18,290	18,290	16,460
Materials and Supplies	1,600	1,600	1,971
Telephone	4,100	4,100	4,114
Maintenance - Vehicles	8,615	8,615	8,615
Maintenance - Other Equipment	800	800	581
Insurance	70,160	70,160	67,953
Intergovernmental Risk Management Agency	9,190	9,190	7,873
Office Supplies	5,515	5,515	5,685
Travel, Training, Subscriptions and Dues	3,565	3,565	3,356
Technical Services	215	215	20
Vehicle Replacement Fees	6,970	6,970	6,970
Miscellaneous	-	-	650
	<u>391,065</u>	<u>391,065</u>	<u>362,321</u>
 Highways and Bridges			
Salaries - Administration	76,765	76,765	81,113
Salaries - Clerical	16,100	16,100	16,594
Salaries - Maintenance	370,575	341,575	328,505
Employer Contribution - IMRF	45,415	45,415	40,394
Employer Contribution - FICA & Medicare	35,185	35,185	31,221
Materials and Supplies	15,000	15,000	15,308
Streetlights - Energy	104,400	104,400	12,760
Streetlights - Maintenance	77,300	77,300	130,102
Maintenance - Buildings	7,200	7,200	6,792
Maintenance - Roadway Medians	9,800	9,800	11,466

VILLAGE OF LIBERTYVILLE, ILLINOIS

General Fund

Schedule of Detailed Expenditures - Budget and Actual - Continued
Year Ended April 30, 2009

	Budget		Actual
	Original	Final	
Public Works - Continued			
Highways and Bridges - Continued			
Maintenance - Motor Equipment Fees	\$ 221,160	221,160	221,160
Maintenance - Other Equipment	1,400	1,400	1,038
Maintenance - Streets and Alleys	43,035	43,035	109,002
Maintenance - Sidewalks	43,000	43,000	41,091
Maintenance - Storm Sewers	11,300	11,300	11,769
Maintenance - Signs	7,300	7,300	6,706
Insurance	180,920	180,920	168,086
Intergovernmental Risk Management Agency	73,825	73,825	70,013
Equipment Rental	6,500	6,500	5,641
Travel, Training, Subscriptions and Dues	1,000	1,000	1,136
Technical Services	3,000	3,000	1,605
Traffic Signal Maintenance	45,300	45,300	43,050
Photoprocessing	2,055	2,055	1,991
Uniforms	5,000	5,000	2,678
Vehicle Replacement Fees	158,800	158,800	158,800
Miscellaneous	250	250	480
	<u>1,561,585</u>	<u>1,532,585</u>	<u>1,518,501</u>
Snow Removal and Ice Control			
Salaries - Administration	15,950	15,950	16,201
Salaries - Maintenance	121,000	141,000	140,566
Employer Contribution - IMRF	11,860	14,860	14,931
Employer Contribution - FICA & Medicare	9,250	11,250	11,339
Materials and Supplies	77,000	77,000	76,535
Maintenance - Other Equipment	7,000	11,000	10,983
Intergovernmental Risk Management Agency	10,910	10,910	8,489
Contractual Service	1,000	1,000	688
Miscellaneous	1,000	1,000	2,211
	<u>254,970</u>	<u>283,970</u>	<u>281,943</u>
Concord/Interlaken Special Service Area			
Maintenance of Retention Pond	3,660	3,660	2,880
Landscaping	12,750	12,750	10,568
Miscellaneous	5,000	5,000	985
	<u>21,410</u>	<u>21,410</u>	<u>14,433</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

General Fund

Schedule of Detailed Expenditures - Budget and Actual - Continued
Year Ended April 30, 2009

	Budget		Actual
	Original	Final	
Public Works - Continued			
Timber Creek Special Service Area			
Maintenance of Retention Pond	\$ 5,000	5,000	3,602
Landscaping	11,810	11,810	8,599
Miscellaneous	7,000	7,000	1,000
	<u>23,810</u>	<u>23,810</u>	<u>13,201</u>
 Total Public Works	 <u>2,252,840</u>	 <u>2,252,840</u>	 <u>2,190,399</u>
 Parks and Recreation			
Parks			
Salaries - Full Time	630,535	630,535	649,999
Salaries - Part Time	51,465	51,465	50,068
Employer Contribution - IMRF	63,600	63,600	62,612
Employer Contribution - FICA & Medicare	52,200	52,200	51,862
Contractual Services	19,330	19,330	13,688
Materials and Supplies	14,000	14,000	11,515
Electricity	6,000	6,000	7,679
North Shore Gas	2,300	2,300	2,165
Telephone	5,800	5,800	6,487
Gasoline and Oil	1,700	1,700	1,923
Maintenance - Building	11,000	11,000	11,222
Maintenance - Grounds	30,700	30,700	35,907
Maintenance - Motor Vehicles	70,080	70,080	70,080
Maintenance - Other Equipment	15,190	15,190	12,812
Maintenance - Roads and Parking Lots	750	750	1,007
Insurance	178,000	178,000	175,988
Intergovernmental Risk Management Agency	41,050	41,050	36,721
Office Supplies	200	200	560
Travel, Training, Subscriptions and Dues	1,800	1,800	2,056
Tree Surgery and Spraying	38,000	38,000	19,877
Nursery Stock and Trees	6,250	6,250	6,193
Equipment Rental	600	600	503
Maintenance Radios	100	100	-

VILLAGE OF LIBERTYVILLE, ILLINOIS

General Fund

**Schedule of Detailed Expenditures - Budget and Actual - Continued
Year Ended April 30, 2009**

	Budget		Actual
	Original	Final	
Parks and Recreation - Continued			
Parks - Continued			
Unemployment Benefits	\$ 5,200	5,200	5,513
Uniform	6,500	6,500	6,562
Vehicle Replacement Fees	101,010	101,010	101,010
Miscellaneous	300	300	204
	<u>1,353,660</u>	<u>1,353,660</u>	<u>1,344,213</u>
Recreation			
Salaries - Administrative Staff	175,295	175,295	174,704
Salaries - Tot Programs	103,250	103,250	115,531
Salaries - Youth/Teen Programs	103,825	103,825	100,883
Salaries - Special/Cultural Events	48,725	39,725	32,544
Employer Contribution - IMRF	22,520	22,520	20,824
Employer Contribution - FICA & Medicare	33,755	33,755	32,051
Supplies and Expenses - Tot Programs	11,000	11,000	12,278
Supplies and Expenses - Youth Programs	30,000	30,000	28,877
Electricity	35,000	35,000	38,879
North Shore Gas	1,500	1,500	2,514
Telephone	9,500	9,500	9,743
Maintenance - Motor Vehicles	1,040	1,040	1,040
Maintenance - Building	25,000	25,000	25,146
Independent Contractor	145,600	145,600	156,480
Cultural Arts Expenses	12,700	12,700	11,850
Insurance	42,100	42,100	48,194
Intergovernmental Risk Management Agency	34,440	34,440	34,347
Seasonal Brochures	38,000	38,000	31,431
Office Supplies	8,200	8,200	6,086
Travel, Training, Subscriptions and Dues	4,000	4,000	600
Supplies and Expenses - Special Event Family	8,000	8,000	4,755
Credit Card Bank Fee	37,000	37,000	18,708
Photoprocessing	3,955	3,955	3,959

VILLAGE OF LIBERTYVILLE, ILLINOIS

General Fund

**Schedule of Detailed Expenditures - Budget and Actual - Continued
Year Ended April 30, 2009**

	Budget		Actual
	Original	Final	
Parks and Recreation - Continued			
Recreation - Continued			
Supplies and Expenses - Teen Program	\$ 3,600	3,600	18
Cash Short	-	-	379
Vehicle Replacement Fees	2,375	2,375	2,375
Miscellaneous	2,000	2,000	2,171
	<u>942,380</u>	<u>933,380</u>	<u>916,367</u>
Libertyville Golf Course			
Salaries - Administration	5,910	5,910	3,069
Salaries - Pro Shop	24,370	24,370	15,975
Salaries - Maintenance	69,160	69,160	70,820
Employer Contribution - IMRF	5,490	5,490	5,680
Employer Contribution - FICA & Medicare	7,540	7,540	6,752
Materials and Supplies	500	500	33
Telephone	2,520	2,520	2,334
Maintenance - Building	805	805	3,200
Maintenance - Grounds	12,450	12,450	12,509
Maintenance - Motor Vehicles	2,600	2,600	2,600
Maintenance - Other Equipment	7,500	7,500	5,062
Intergovernmental Risk Management Agency	19,030	19,030	15,446
Travel, Training, Subscriptions and Dues	600	600	320
Golf Course Supplies	1,200	1,200	1,200
Special Events	600	600	219
Pro Shop Merchandise	375	375	-
Unemployment Insurance	5,800	5,800	4,841
Uniform	200	200	-
Vehicle Replacement Fees	5,000	5,000	5,000
Miscellaneous	150	150	44
	<u>171,800</u>	<u>171,800</u>	<u>155,104</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

General Fund

Schedule of Detailed Expenditures - Budget and Actual - Continued
Year Ended April 30, 2009

	Budget		Actual
	Original	Final	
Parks and Recreation - Continued			
Swimming Pool			
Salaries - Administration	\$ 31,110	31,110	31,312
Salaries - Concessions	11,880	11,880	10,223
Salaries - Public Swim	113,000	119,000	118,651
Salaries - Swim Lessons	72,100	72,100	70,302
Employer Contribution - IMRF	3,045	3,045	2,965
Employer Contribution - FICA & Medicare	18,100	18,100	17,533
Supplies - Swim Lessons	2,000	2,000	1,175
Materials and Supplies	3,500	3,500	3,486
Supplies - Maintenance	550	550	513
Electricity	25,000	28,000	30,728
North Shore Gas	28,000	28,000	28,531
Maintenance - Building	5,450	5,450	7,861
Maintenance - Office Equipment	250	250	-
Maintenance - Pools	18,000	18,000	17,233
Intergovernmental Risk Management Agency	19,030	19,030	19,237
Office Supplies	300	300	133
Travel, Training, Subscriptions and Dues	900	900	720
Equipment Rental	400	400	302
Concession Expense	17,500	17,500	17,737
Special Events	2,500	2,500	1,365
Printing and Photocopying	900	900	613
Uniforms	7,000	7,000	7,997
Miscellaneous	2,700	2,700	2,307
	<u>383,215</u>	<u>392,215</u>	<u>390,924</u>
 Total Parks and Recreation	 <u>2,851,055</u>	 <u>2,851,055</u>	 <u>2,806,608</u>
 Total Expenditures	 <u>21,995,255</u>	 <u>22,253,455</u>	 <u>21,873,065</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

Debt Service Fund

**Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
Year Ended April 30, 2009**

	Budget		Actual
	Original	Final	
Revenues			
Taxes			
Property Taxes	\$ 239,125	239,125	240,594
Intergovernmental			
Sales Tax	811,500	811,500	608,625
Interest	7,800	7,800	3,285
Total Revenues	<u>1,058,425</u>	<u>1,058,425</u>	<u>852,504</u>
Expenditures			
Debt Service			
Principal Retirement	1,315,000	1,315,000	1,310,000
Interest	167,360	167,360	167,097
Fiscal Charges	4,200	30,850	29,632
Total Expenditures	<u>1,486,560</u>	<u>1,513,210</u>	<u>1,506,729</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(428,135)</u>	<u>(454,785)</u>	<u>(654,225)</u>
Other Financing Sources (Uses)			
Debt Issuance	-	-	1,710,000
Discount on Debt Issuance	-	(11,700)	(11,628)
Payment to Escrow Agent	-	(1,666,792)	(1,666,792)
Transfers In	431,735	431,735	431,735
	<u>431,735</u>	<u>(1,246,757)</u>	<u>463,315</u>
Net Change in Fund Balance	<u>3,600</u>	<u>(1,701,542)</u>	<u>(190,910)</u>
Fund Balance - Beginning			<u>974,048</u>
Fund Balance - Ending			<u>783,138</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

Capital Improvement - Capital Projects Fund

Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
Year Ended April 30, 2009

	Budget		Actual
	Original	Final	
Revenues			
Licenses and Permits			
Park Impact Fees	\$ 359,000	359,000	224,993
Tree Restoration	-	-	11,250
Vehicle Licenses	400,000	400,000	410,336
Intergovernmental			
Federal Reimbursement	5,300	5,300	6,613
Motor Fuel Tax Allotments	610,000	610,000	551,786
Charges for Services			
Telecommunication Revenue	252,000	252,000	280,891
Interest	44,100	44,100	11,951
Miscellaneous	15,200	15,200	9,586
Total Revenues	<u>1,685,600</u>	<u>1,685,600</u>	<u>1,507,406</u>
Expenditures			
Capital Outlay	<u>2,160,800</u>	<u>2,741,800</u>	<u>2,545,995</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures			
	<u>(475,200)</u>	<u>(1,056,200)</u>	<u>(1,038,589)</u>
Other Financing Sources (Uses)			
Transfers In	55,000	55,000	55,000
Transfers Out	(80,465)	(80,465)	(80,465)
	<u>(25,465)</u>	<u>(25,465)</u>	<u>(25,465)</u>
Net Change in Fund Balance	<u>(500,665)</u>	<u>(1,081,665)</u>	(1,064,054)
Fund Balance - Beginning			<u>2,843,754</u>
Fund Balance - Ending			<u><u>1,779,700</u></u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

Capital Improvement - Capital Projects Fund

**Schedule of Expenditures - Budget and Actual
Year Ended April 30, 2009**

	Budget		Actual
	Original	Final	
Capital Outlay			
Materials and Supplies	\$ -	220,000	220,745
Streetlight Energy	-	65,000	65,813
Maintenance Streets and Alley	40,000	40,000	36,566
Asphalt Resurfacing	650,000	860,000	857,941
Village Hall	23,500	23,500	7,156
Civic Center	12,000	12,000	3,049
Fire Stations	50,500	50,500	26,505
Schertz Municipal Building	136,000	136,000	132,228
Park Improvement	210,800	254,800	254,464
Annual Road Improvement Program	-	-	2,678
Storm Sewer Improvement	123,000	123,000	94,895
Streetlight Replacement	-	-	5,539
Butterfield Sidewalk, Light and Signal	10,500	10,500	510
Engineering Fourth/Garfield	120,000	120,000	26,448
Lake Street Bridge Replacement	650,000	650,000	728,993
Sidewalks and Bike Paths	35,000	35,000	500
Entryway Signage	20,000	20,000	-
Peterson Road Corridor	20,000	20,000	7,982
Miscellaneous	59,500	101,500	73,983
Total Expenditures	2,160,800	2,741,800	2,545,995

VILLAGE OF LIBERTYVILLE, ILLINOIS

Tax Increment Financing Construction - Capital Projects Fund

**Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
Year Ended April 30, 2009**

	Budget		Actual
	Original	Final	
Revenues			
Taxes			
Property Tax	\$ 2,050,000	2,050,000	2,060,732
Interest	150,000	150,000	74,004
Total Revenues	<u>2,200,000</u>	<u>2,200,000</u>	<u>2,134,736</u>
Expenditures			
Economic Development			
Maintenance Streetscape	25,000	25,000	24,665
Intergovernmental Risk Management Agency	81,100	81,100	69,417
Consulting Services	10,000	10,000	-
Storm Sewer Improvements	721,500	721,500	330,178
Landscape/Streetscape	25,000	25,000	16,780
Watermain Replacement	40,000	40,000	46,623
Parking Improvements	8,472,500	8,472,500	4,959,372
Sidewalk Replacement	5,000	5,000	4,983
Miscellaneous	4,500	4,500	4,200
Total Expenditures	<u>9,384,600</u>	<u>9,384,600</u>	<u>5,456,218</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(7,184,600)	(7,184,600)	(3,321,482)
Other Financing (Uses)			
Transfers Out	(222,580)	(222,580)	(222,580)
Net Change in Fund Balance	<u>(7,407,180)</u>	<u>(7,407,180)</u>	(3,544,062)
Fund Balance - Beginning			<u>5,988,765</u>
Fund Balance - Ending			<u><u>2,444,703</u></u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

Commuter Parking - Special Revenue Fund

Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
Year Ended April 30, 2009

	Budget		Actual
	Original	Final	
Revenues			
Charges for Services			
Permit Fees	\$ 147,000	147,000	138,849
Daily Fees	180,000	180,000	187,318
Interest	26,000	26,000	19,693
Total Revenues	<u>353,000</u>	<u>353,000</u>	<u>345,860</u>
Expenditures			
General Government	<u>237,990</u>	<u>279,990</u>	<u>273,560</u>
Net Change in Fund Balance	<u>115,010</u>	<u>73,010</u>	72,300
Fund Balance - Beginning			<u>999,083</u>
Fund Balance - Ending			<u>1,071,383</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

Commuter Parking - Special Revenue Fund

Schedule of Expenditures - Budget and Actual
Year Ended April 30, 2009

	Budget		Actual
	Original	Final	
General Government			
Salaries	\$ 84,320	84,320	85,677
Employer Contribution - IMRF	8,260	8,260	7,994
Employer Contribution - FICA & Medicare	6,450	6,450	6,260
Materials and Supplies	5,000	5,000	4,311
Electricity	6,500	6,500	6,456
Telephone	7,800	7,800	7,852
Maintenance - Grounds	41,000	108,000	107,224
Insurance	17,730	17,730	17,245
Intergovernmental Risk Management Agency	18,030	18,030	15,446
Postage	-	-	489
Consulting	15,000	-	-
Rental of Land	10,900	10,900	10,900
Refunds	2,000	2,000	2,220
Capital Outlay	10,000	-	-
Milwaukee Station Improvements	5,000	5,000	1,640
Miscellaneous	-	-	(154)
Total Expenditures	237,990	279,990	273,560

VILLAGE OF LIBERTYVILLE, ILLINOIS

Waterworks and Sewerage - Enterprise Fund

**Schedule of Revenues, Expenses and Changes in Net Assets - Budget and Actual
Year Ended April 30, 2009**

	Budget		Actual
	Original	Final	
Operating Revenues			
Charges for Services			
Water Sales	\$ 4,015,500	4,015,500	3,685,770
Sewer Service Charges	2,223,000	2,223,000	1,979,874
Meters and Readouts	15,000	15,000	38,936
Miscellaneous	1,500	1,500	5,851
Total Operating Revenues	6,255,000	6,255,000	5,710,431
Operating Expenses			
Operations			
Water Operations	3,928,450	3,928,450	3,563,090
Sewer Operations	818,605	824,605	824,529
Wastewater Treatment Plant	1,213,770	1,230,270	1,229,766
Water and Sewer Capital Improvements	3,320,165	3,297,665	652,610
Depreciation and Amortization	-	-	1,083,502
Total Operating Expenses	9,280,990	9,280,990	7,353,497
Operating Income (Loss)	(3,025,990)	(3,025,990)	(1,643,066)
Nonoperating Revenues (Expenses)			
Interest Income	150,000	150,000	90,748
Connection Fees	129,875	129,875	126,790
Property Tax	25,480	25,480	25,479
Other Income	-	-	8,000
Interest and Fiscal Charges	(230,030)	(230,030)	(222,233)
	75,325	75,325	28,784
Income (Loss) Before Contributions and Transfers	(2,950,665)	(2,950,665)	(1,614,282)
Capital Contributions	-	-	31,500
Transfers Out	(103,690)	(103,690)	(103,690)
Change in Net Assets	(3,054,355)	(3,054,355)	(1,686,472)
Net Assets - Beginning			25,332,621
Net Assets - Ending			23,646,149

VILLAGE OF LIBERTYVILLE, ILLINOIS

Waterworks and Sewerage - Enterprise Fund

**Schedule of Operating Expenses - Budget and Actual
Year Ended April 30, 2009**

	Budget		Actual
	Original	Final	
Operations			
Water Operations			
Salaries - Administrative	\$ 162,910	162,910	169,014
Salaries - Clerical	165,870	165,870	156,288
Salaries - Engineering	138,660	138,660	121,037
Salaries - Maintenance	403,755	403,755	400,624
Employer Contribution - IMRF	85,065	85,065	79,665
Employer Contribution - FICA & Medicare	64,785	64,785	61,089
Materials and Supplies	8,500	8,500	9,839
Electricity	46,000	46,000	60,953
North Shore Gas	6,000	6,000	6,750
Telephone	8,900	8,900	9,972
Maintenance - Building and Grounds	7,400	7,400	6,521
Maintenance - Motor Vehicles	26,850	26,850	26,850
Maintenance - Other Equipment	10,000	10,000	7,222
Maintenance - Water Lines	35,000	35,000	33,418
Insurance	70,055	70,055	59,349
Intergovernmental Risk Management Agency	42,020	42,020	35,164
Postage	10,000	10,000	12,389
Office Supplies	1,500	1,500	1,313
Travel, Training, Subscriptions and Dues	5,025	5,025	4,651
Technical Services	44,100	44,100	43,214
Meters - New Construction	30,000	30,000	37,308
Credit Card Fees	6,000	6,000	8,011
Uniforms	3,300	3,300	3,100
Bad Debt Expense	100	100	13
Technology Equipment and Replacement	35,000	35,000	35,000
Capital Outlay	117,665	117,665	88,993
Vehicle Replacement Fees	39,990	39,990	39,990
Purchase of Water - CLCJAWA	2,353,000	2,353,000	2,044,677
Miscellaneous	1,000	1,000	676
	<u>3,928,450</u>	<u>3,928,450</u>	<u>3,563,090</u>
Sewer Operations			
Salaries - Administrative	105,660	105,660	111,303
Salaries - Engineering	89,860	95,860	112,087
Salaries - Maintenance	262,630	262,630	262,100

VILLAGE OF LIBERTYVILLE, ILLINOIS

Waterworks and Sewerage - Enterprise Fund

**Schedule of Operating Expenses - Budget and Actual - Continued
Year Ended April 30, 2009**

	Budget		Actual
	Original	Final	
Operations - Continued			
Sewer Operations - Continued			
Employer Contribution - IMRF	\$ 44,900	44,900	44,161
Employer Contribution - FICA & Medicare	34,510	34,510	33,977
Materials and Supplies	4,000	4,000	5,141
County Sewer Service	9,500	9,500	-
Telephone	1,020	1,020	1,104
Maintenance - Motor Equipment	14,460	14,460	14,460
Maintenance - Lift Stations	51,150	51,150	44,222
Maintenance - Sewer Lines	34,000	34,000	25,619
Insurance	53,110	53,110	50,259
Intergovernmental Risk Management Agency	41,660	41,660	33,972
Postage	6,500	6,500	8,692
Travel, Training, Subscriptions and Dues	1,300	1,300	1,645
Technical Services	2,830	2,830	14,720
Sick Leave Buy Back	-	-	1,315
Uniforms	1,250	1,250	-
Technology Equipment and Replacement	35,000	35,000	35,000
Capital Outlay	5,250	5,250	4,848
Vehicle Replacement Fees	19,515	19,515	19,515
Miscellaneous	500	500	389
	818,605	824,605	824,529
Wastewater Treatment Plant			
Salaries - Administrative	48,170	48,170	50,887
Salaries - Operators	349,900	349,900	356,059
Employer Contribution - IMRF	39,010	39,010	37,577
Employer Contribution - FICA & Medicare	30,385	30,385	29,007
Materials and Supplies	27,500	27,500	27,741
Chemicals	18,935	18,935	18,399
Electricity	264,600	278,100	277,858
North Shore Gas	42,000	45,000	55,058
Telephone	5,100	5,100	5,429
Maintenance - Building and Grounds	18,300	18,300	14,337
Maintenance - Motor Equipment	11,850	11,850	11,850
Maintenance - Other Equipment	43,750	43,750	50,533

VILLAGE OF LIBERTYVILLE, ILLINOIS

Waterworks and Sewerage - Enterprise Fund

**Schedule of Operating Expenses - Budget and Actual - Continued
Year Ended April 30, 2009**

	Budget		Actual
	Original	Final	
Operations - Continued			
Wastewater Treatment Plant - Continued			
Sludge Removal	\$ 131,100	131,100	129,614
Insurance	71,015	71,015	71,474
Intergovernmental Risk Management Agency	42,020	42,020	34,280
Office Supplies	-	-	29
Travel, Training, Subscriptions and Dues	1,600	1,600	914
Technical Services	29,500	29,500	20,750
Uniforms	2,500	2,500	2,036
Technology Equipment and Replacement	20,000	20,000	20,000
Capital Outlay	6,000	6,000	5,806
Vehicle Replacement Fees	10,035	10,035	10,035
Miscellaneous	500	500	93
	<u>1,213,770</u>	<u>1,230,270</u>	<u>1,229,766</u>
Water and Sewer Capital Improvements			
Sanitary Sewer Improvements	445,360	445,360	1,796
WWTP Improvements	572,900	550,400	176,458
Butterfield Road Watermain Loop	350,000	350,000	8,691
Burr Ridge Court Relief Sewer	325,000	325,000	20,225
Sanitary Sewer Repairs	185,000	185,000	46,604
Well Capacity Study	45,000	45,000	48,134
Water and Sewer River Crossing	1,228,000	1,228,000	348,414
Sanitary Sewer Replacement	45,300	45,300	-
Replacement Meters	79,270	79,270	42,591
Hydrants, Valves, Miscellaneous	37,000	37,000	18,369
Water Storage Tank Rehabilitation	50,000	50,000	240
Water and Sewer Improvements	-	-	31,500
Miscellaneous	75,000	75,000	16,053
	<u>3,437,830</u>	<u>3,415,330</u>	<u>759,075</u>
Less Nonoperating Items			
Capital Assets Capitalized	(117,665)	(117,665)	(106,465)
	<u>3,320,165</u>	<u>3,297,665</u>	<u>652,610</u>
Total Operations	<u>9,280,990</u>	<u>9,280,990</u>	<u>6,269,995</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

Waterworks and Sewerage - Enterprise Fund

Schedule of Capital Assets and Depreciation
Year Ended April 30, 2009

	Capital Assets			
	Beginning Balances	Additions	Retirements/ Transfers	Balances Ending
Land and Improvements	\$ 2,272,080	-	-	2,272,080
Buildings and Improvements	14,140,793	39,100	-	14,179,893
Machinery and Equipment	1,684,716	35,865	-	1,720,581
Waterworks System	14,234,524	18,000	-	14,252,524
Sewerage System	14,484,256	13,500	-	14,497,756
Total Capital Assets	46,816,369	106,465	-	46,922,834

	Accumulated Depreciation			
	Beginning Balances	Additions	Retirements/ Transfers	Balances Ending
Buildings and Improvements	7,081,830	328,353	-	7,410,183
Machinery and Equipment	1,357,733	29,669	-	1,387,402
Waterworks System	6,496,015	356,089	-	6,852,104
Sewerage System	7,098,992	362,275	-	7,461,267
Total Accumulated Depreciation	22,034,570	1,076,386	-	23,110,956
Total Capital Assets (Net of Accumulated Depreciation)	24,781,799			23,811,878

VILLAGE OF LIBERTYVILLE, ILLINOIS

Libertyville Sports Complex - Enterprise Fund

**Schedule of Revenues, Expenses and Changes in Net Assets - Budget and Actual
Year Ended April 30, 2009**

	Budget		Actual
	Original	Final	
Operating Revenues			
Charges for Services			
Indoor Sports Center	\$ 2,541,335	2,541,335	2,186,592
Golf Learning Center	538,650	538,650	424,383
Family Entertainment Center	-	-	8,050
Miscellaneous	60,000	60,000	85,000
Total Operating Revenues	<u>3,139,985</u>	<u>3,139,985</u>	<u>2,704,025</u>
Operating Expenses			
Operations			
Indoor Sports Center	1,838,975	1,818,075	1,784,986
Golf Learning Center	431,210	437,210	396,548
Family Entertainment Center	-	14,900	14,667
Depreciation and Amortization	-	-	497,994
Total Operating Expenses	<u>2,270,185</u>	<u>2,270,185</u>	<u>2,694,195</u>
Operating Income	869,800	869,800	9,830
Nonoperating (Expenses)			
Interest and Fiscal Charges	<u>(1,096,355)</u>	<u>(1,096,355)</u>	<u>(1,073,465)</u>
Change in Net Assets	<u>(226,555)</u>	<u>(226,555)</u>	<u>(1,063,635)</u>
Net Assets - Beginning			<u>(7,630,881)</u>
Net Assets - Ending			<u>(8,694,516)</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

Libertyville Sports Complex - Enterprise Fund

Schedule of Operating Expenses - Budget and Actual
Year Ended April 30, 2009

	Budget		Actual
	Original	Final	
Operations			
Indoor Sports Center			
Salaries - Administrative	\$ 241,335	241,335	192,902
Salaries - Maintenance	154,070	154,070	159,176
Salaries - Fitness	253,915	253,915	235,433
Salaries - Conference/Front Desk/Parties	166,195	166,195	194,654
Salaries - Programs	88,000	88,000	66,997
Employer Contribution - IMRF	50,000	50,000	49,432
Employer Contribution - FICA & Medicare	71,300	71,300	62,968
Materials and Supplies	28,500	22,500	20,043
Contracted Services	120,000	120,000	88,598
Electricity	190,000	190,000	229,829
North Shore Gas	21,000	21,000	24,912
Telephone	4,400	4,400	5,334
Maintenance - Building	66,000	66,000	92,637
Maintenance - Independent Contractors	-	-	10,634
Maintenance - Grounds	8,725	8,725	10,384
Corporate Contracted Services	95,000	80,100	79,143
Maintenance - Vehicle	7,110	7,110	7,110
Insurance	78,350	78,350	77,793
Intergovernmental Risk Management Agency	68,085	68,085	56,540
Office Supplies	2,000	2,000	1,448
Publicity	11,800	11,800	4,173
Travel, Training, Subscriptions and Dues	3,800	3,800	10
Consulting	10,000	10,000	18,823
Materials and Supplies - Conference Rooms	4,000	4,000	1,550
Materials and Supplies - Fitness	10,000	10,000	7,120
Credit Card Bank Fee	35,000	35,000	37,975
Photoprocessing	5,870	5,870	4,520
Unemployment Benefits	-	-	940
Refunds	-	-	165
Climbing Wall/Front Desk	5,520	5,520	2,329
Fitness Equipment Lease	26,500	26,500	2,326
Cash Short/Over	-	-	797
Technology Equipment & Replacement	12,000	12,000	12,000
Capital Outlays	-	-	25,998
Miscellaneous	500	500	293
	<u>1,838,975</u>	<u>1,818,075</u>	<u>1,784,986</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

Libertyville Sports Complex - Enterprise Fund

Schedule of Operating Expenses - Budget and Actual - Continued
Year Ended April 30, 2009

	Budget		Actual
	Original	Final	
Operations - Continued			
Golf Learning Center			
Salaries - Administrative	\$ 40,990	40,990	24,704
Salaries - Maintenance	98,535	98,535	94,244
Salaries - Pro Shop	60,000	60,000	64,686
Salaries - Instructors	-	-	594
Employer Contribution - IMRF	14,000	14,000	12,767
Employer Contribution - FICA & Medicare	15,270	15,270	13,698
Materials and Supplies	3,050	3,050	438
Electricity	14,500	20,500	22,085
North Shore Gas	10,000	10,000	9,985
Telephone	2,400	2,400	3,291
Maintenance - Building	2,000	2,000	2,024
Maintenance - Grounds	11,750	11,750	11,834
Maintenance - Other Equipment	7,250	7,250	7,385
Contractual - Golf Lessons	53,000	53,000	36,878
Insurance	14,390	14,390	13,723
Intergovernmental Risk Management Agency	27,035	27,035	23,159
Office Supplies	550	550	128
Travel, Training, Subscriptions and Dues	335	335	-
Materials and Supplies - Pro Shop	25,000	25,000	20,473
Pro Shop Merchandise	30,000	30,000	28,526
Photoprocessing	555	555	376
Uniforms	500	500	200
Miscellaneous	100	100	5,350
	<u>431,210</u>	<u>437,210</u>	<u>396,548</u>
Family Entertainment Center			
Employer Contribution - IMRF	-	-	(104)
Employer Contribution - FICA & Medicare	-	-	(81)
Electricity	-	1,900	1,878
North Shore Gas	-	500	336
Telephone	-	-	23
Intergovernmental Risk Management Agency	-	12,500	12,351
Miscellaneous	-	-	264
	<u>-</u>	<u>14,900</u>	<u>14,667</u>
Total Operations	<u>2,270,185</u>	<u>2,270,185</u>	<u>2,196,201</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

Libertyville Sports Complex - Enterprise Fund

**Schedule of Capital Assets and Depreciation
Year Ended April 30, 2009**

	Capital Assets			Balances Ending
	Beginning Balances	Additions	Retirements/ Transfers	
Land	\$ 4,771,168	-	-	4,771,168
Buildings and Improvements	17,447,100	-	-	17,447,100
Machinery and Equipment	448,436	-	-	448,436
Total Capital Assets	22,666,704	-	-	22,666,704

	Accumulated Depreciation			Balances Ending
	Beginning Balances	Additions	Retirements/ Transfers	
Buildings and Improvements	1,947,531	432,784	-	2,380,315
Machinery and Equipment	201,797	44,843	-	246,640
Total Accumulated Depreciation	2,149,328	477,627	-	2,626,955
Total Capital Assets (Net of Accumulated Depreciation)	20,517,376			20,039,749

VILLAGE OF LIBERTYVILLE, ILLINOIS

**Combining Statement of Net Assets - Internal Service Funds
April 30, 2009**

	Vehicle Maintenance and Replacement Service	Technology Equipment and Replacement Service	Total
ASSETS			
Current Assets			
Cash and Investments	\$ 729,117	234,780	963,897
Receivables - Net of Allowances			
Accounts	172	67,493	67,665
Accrued Interest	627	-	627
Inventories	25,789	-	25,789
Prepays	14,183	-	14,183
Total Current Assets	<u>769,888</u>	<u>302,273</u>	<u>1,072,161</u>
Noncurrent Assets			
Capital Assets			
Machinery and Equipment	6,575,167	38,335	6,613,502
Accumulated Depreciation	(3,041,651)	(19,167)	(3,060,818)
Total Noncurrent Assets	<u>3,533,516</u>	<u>19,168</u>	<u>3,552,684</u>
Total Assets	<u>4,303,404</u>	<u>321,441</u>	<u>4,624,845</u>
LIABILITIES			
Current Liabilities			
Accounts Payable	23,044	10,750	33,794
Accrued Payroll	14,499	4,460	18,959
Unearned/Deferred Revenues	-	390,000	390,000
Compensated Absences Payable	3,864	8,808	12,672
Installment Contracts Payable	387,180	-	387,180
Total Current Liabilities	<u>428,587</u>	<u>414,018</u>	<u>842,605</u>
Noncurrent Liabilities			
Compensated Absences Payable	15,458	35,232	50,690
Installment Contracts Payable	848,285	-	848,285
Total Noncurrent Liabilities	<u>863,743</u>	<u>35,232</u>	<u>898,975</u>
Total Liabilities	<u>1,292,330</u>	<u>449,250</u>	<u>1,741,580</u>
NET ASSETS			
Invested in Capital Assets - Net of Related Debt	2,298,051	19,168	2,317,219
Unrestricted	713,023	(146,977)	566,046
Total Net Assets	<u>3,011,074</u>	<u>(127,809)</u>	<u>2,883,265</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

**Combining Statement of Revenues, Expenses and Changes in Net Assets
Internal Service Funds
Year Ended April 30, 2009**

	Vehicle Maintenance and Replacement Service	Technology Equipment and Replacement Service	Total
Operating Revenues			
Interfund Services	\$ 1,424,259	382,256	1,806,515
Operating Expenses			
Operations	1,082,792	315,101	1,397,893
Depreciation	419,959	7,667	427,626
Total Operating Expenses	1,502,751	322,768	1,825,519
Operating Income (Loss)	(78,492)	59,488	(19,004)
Nonoperating Revenues (Expenses)			
Interest Income	5,982	249	6,231
Other Income	76,244	59,098	135,342
Interest and Fiscal Charges	(31,289)	-	(31,289)
	50,937	59,347	110,284
Change in Net Assets	(27,555)	118,835	91,280
Net Assets - Beginning	3,038,629	(246,644)	2,791,985
Net Assets - Ending	3,011,074	(127,809)	2,883,265

VILLAGE OF LIBERTYVILLE, ILLINOIS

Combining Statement of Cash Flows - Internal Service Funds
Year Ended April 30, 2009

	Vehicle Maintenance and Replacement Service	Technology Equipment and Replacement Service	Total
Cash Flows from Operating Activities			
Receipts from Interfund Services	\$ 1,523,232	439,247	1,962,479
Payments to Employees	(302,843)	(98,562)	(401,405)
Payments to Suppliers	(790,510)	(237,857)	(1,028,367)
	<u>429,879</u>	<u>102,828</u>	<u>532,707</u>
Cash Flows from Capital and Related Financing Activities			
Purchase of Capital Assets	(1,469,677)	-	(1,469,677)
Interest on Capital Debt	(31,289)	-	(31,289)
Proceeds on Capital Debt	1,342,164	-	1,342,164
Principal on Capital Debt	(398,374)	-	(398,374)
	<u>(557,176)</u>	<u>-</u>	<u>(557,176)</u>
Cash Flows from Investing Activities			
Interest Received	5,982	249	6,231
	<u>5,982</u>	<u>249</u>	<u>6,231</u>
Net Change in Cash and Cash Equivalents	(121,315)	103,077	(18,238)
Cash and Cash Equivalents - Beginning	850,432	131,703	982,135
	<u>850,432</u>	<u>131,703</u>	<u>982,135</u>
Cash and Cash Equivalents - Ending	<u>729,117</u>	<u>234,780</u>	<u>963,897</u>
Reconciliation of Operating Income to Net Cash			
Provided (Used) by Operating Activities			
Operating Income (Loss)	(78,492)	59,488	(19,004)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by Operating Activities:			
Depreciation and Amortization Expense	419,959	7,667	427,626
Other Income	76,244	59,098	135,342
(Increase) Decrease in Current Assets	22,729	(2,107)	20,622
Increase (Decrease) in Current Liabilities	(10,561)	(21,318)	(31,879)
	<u>429,879</u>	<u>102,828</u>	<u>532,707</u>
Net Cash Provided by Operating Activities	<u>429,879</u>	<u>102,828</u>	<u>532,707</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

Vehicle Maintenance and Replacement Service - Internal Service Fund

Schedule of Revenues, Expenses and Changes in Net Assets
Year Ended April 30, 2009

	Budget		Actual
	Original	Final	
Operating Revenues			
Interfund Services	\$ 1,343,115	1,343,115	1,424,259
Operating Expenses			
Operations	840,755	840,755	1,082,792
Depreciation	-	-	419,959
Total Operating Expenses	840,755	840,755	1,502,751
Operating Income (Loss)	502,360	502,360	(78,492)
Nonoperating Revenues (Expenses)			
Interest Income	18,000	18,000	5,982
Other Income	5,000	5,000	76,244
Interest and Fiscal Charges	-	-	(31,289)
	23,000	23,000	50,937
Change in Net Assets	525,360	525,360	(27,555)
Net Assets - Beginning			3,038,629
Net Assets - Ending			3,011,074

VILLAGE OF LIBERTYVILLE, ILLINOIS

Vehicle Maintenance and Replacement Service - Internal Service Fund

Schedule of Operating Expenses - Budget and Actual
Year Ended April 30, 2009

	Budget		Actual
	Original	Final	
Operations			
Salaries - Administration	\$ 92,425	92,425	91,867
Salaries - Clerical	5,330	5,330	5,608
Salaries - Maintenance	208,495	208,495	205,368
Employer Contribution - IMRF	30,010	30,010	28,624
Employer Contribution - FICA & Medicare	23,425	23,425	21,855
Shop Supplies	5,000	5,000	2,870
Tools	3,500	3,500	2,594
Gasoline and Oil	235,100	235,100	243,339
Maintenance Shop Facilities	500	500	376
Vehicle Washing	3,600	3,600	3,341
Non-Stocked Vehicle Parts	74,200	74,200	95,545
Maintenance Other Equipment	4,250	4,250	8,781
Insurance	70,930	70,930	68,981
Intergovernmental Risk Management Agency	24,040	24,040	23,252
Travel, Training and Dues	750	750	587
Contractual Repair Services	13,000	13,000	15,386
Uniforms	1,500	1,500	527
License, Title and Inspection Fees	1,800	1,800	2,724
Transfer Vehicle Replacement	5,400	5,400	-
Vehicle Replacement Costs	193,000	193,000	235,368
Fire Contractual Repairs	23,000	23,000	54,986
Police Contractual Repairs	4,000	4,000	5,258
Accident Damage Expense	10,000	10,000	22,914
Capital Outlay	55,000	55,000	66,585
Capital Outlay - Vehicles	-	-	1,342,164
Miscellaneous	500	500	3,569
	1,088,755	1,088,755	2,552,469
Less Nonoperating Items			
Capital Assets Capitalized	(248,000)	(248,000)	(1,469,677)
Total Operations	840,755	840,755	1,082,792

VILLAGE OF LIBERTYVILLE, ILLINOIS

Vehicle Maintenance and Replacement Service - Internal Service Fund

**Schedule of Capital Assets and Depreciation
Year Ended April 30, 2009**

	Capital Assets			Balances Ending
	Beginning Balances	Additions	Retirements/ Transfers	
Machinery and Equipment	\$ 5,972,198	1,469,677	866,708	6,575,167
	Accumulated Depreciation			
	Beginning Balances	Additions	Retirements/ Transfers	Balances Ending
Machinery and Equipment	3,488,400	419,959	866,708	3,041,651
Total Capital Assets (Net of Accumulated Depreciation)	2,483,798			3,533,516

VILLAGE OF LIBERTYVILLE, ILLINOIS

Technology Equipment and Replacement Service - Internal Service Fund

Schedule of Revenues, Expenses and Changes in Net Assets
Year Ended April 30, 2009

	Budget		Actual
	Original	Final	
Operating Revenues			
Interfund Services	\$ 358,000	358,000	382,256
Operating Expenses			
Operations	365,040	365,040	315,101
Depreciation	-	-	7,667
Total Operating Expenses	365,040	365,040	322,768
Operating Income (Loss)	(7,040)	(7,040)	59,488
Nonoperating Revenues			
Interest Income	500	500	249
Other Income	22,200	22,200	59,098
	22,700	22,700	59,347
Change in Net Assets	15,660	15,660	118,835
Net Assets - Beginning			(246,644)
Net Assets - Ending			(127,809)

VILLAGE OF LIBERTYVILLE, ILLINOIS

Technology Equipment Replacement - Internal Service Fund

Schedule of Operating Expenses - Budget and Actual
Year Ended April 30, 2009

	Budget		Actual
	Original	Final	
Operations			
Salaries Administration	\$ 105,165	105,165	98,562
Employer Contribution - IMRF	10,305	10,305	8,068
Employer Contribution - FICA & Medicare	8,045	8,045	7,398
Computer Supplies	13,000	13,000	11,253
Wireless Service	15,000	15,000	13,094
Motor Vehicles Maintenance	1,480	1,480	1,480
Hardware Maintenance	5,000	5,000	1,885
Internet Access	15,115	15,115	14,033
Insurance	100	100	-
Travel, Training, Subscriptions and Dues	5,000	5,000	4,333
Consulting Services	17,000	17,000	12,866
Software, Licensing and Updates	83,130	83,130	73,696
Web Page Services	8,200	8,200	8,370
Capital Outlay	77,500	77,500	59,365
Miscellaneous	1,000	1,000	698
Total Operations	365,040	365,040	315,101

VILLAGE OF LIBERTYVILLE, ILLINOIS

Technology Equipment Replacement - Internal Service Fund

Schedule of Capital Assets and Depreciation
Year Ended April 30, 2009

	Capital Assets																
	Beginning Balances	Additions	Retirements/ Transfers	Balances Ending													
Machinery and Equipment	\$ 38,335	-	-	38,335													
	<table border="1"> <thead> <tr> <th rowspan="2"></th> <th colspan="3">Accumulated Depreciation</th> </tr> <tr> <th>Beginning Balances</th> <th>Additions</th> <th>Retirements/ Transfers</th> <th>Balances Ending</th> </tr> </thead> <tbody> <tr> <td>Machinery and Equipment</td> <td>11,500</td> <td>7,667</td> <td>-</td> <td>19,167</td> </tr> </tbody> </table>					Accumulated Depreciation			Beginning Balances	Additions	Retirements/ Transfers	Balances Ending	Machinery and Equipment	11,500	7,667	-	19,167
	Accumulated Depreciation																
	Beginning Balances	Additions	Retirements/ Transfers	Balances Ending													
Machinery and Equipment	11,500	7,667	-	19,167													
Total Capital Assets (Net of Accumulated Depreciation)	<u>26,835</u>			<u>19,168</u>													

VILLAGE OF LIBERTYVILLE, ILLINOIS

Pension Trust Funds

**Combining Statement of Net Plan Assets
April 30, 2009**

	Police Pension	Firefighters' Pension	Totals
Assets			
Cash and Cash Equivalents	\$ 770,961	417,172	1,188,133
Investments			
State and Local Obligations	909,437	-	909,437
U.S. Government and Agency Obligations	7,582,193	7,594,133	15,176,326
Mutual Funds	6,972,453	5,725,042	12,697,495
Receivables - Accrued Interest	51,703	184,419	236,122
Total Assets	16,286,747	13,920,766	30,207,513
Liabilities			
Accounts Payable	750	16,446	17,196
Net Plan Assets Held in Trust for Pension Benefits (A schedule of funding progress is presented following the notes to the financial statements)			
	<u>16,285,997</u>	<u>13,904,320</u>	<u>30,190,317</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

Pension Trust Funds

**Combining Statement of Changes in Net Plan Assets
Year Ended April 30, 2009**

	Police Pension	Firefighters' Pension	Totals
Additions			
Contributions - Employer	\$ 875,829	623,360	1,499,189
Contributions - Plan Members	329,922	234,460	564,382
Total Contributions	<u>1,205,751</u>	<u>857,820</u>	<u>2,063,571</u>
Investment Income			
Interest Earned	534,922	427,894	962,816
Net Change in Fair Value	(2,837,276)	(2,736,107)	(5,573,383)
	<u>(2,302,354)</u>	<u>(2,308,213)</u>	<u>(4,610,567)</u>
Less Investment Expenses	(34,867)	(27,795)	(62,662)
	<u>(2,337,221)</u>	<u>(2,336,008)</u>	<u>(4,673,229)</u>
Total Additions	<u>(1,131,470)</u>	<u>(1,478,188)</u>	<u>(2,609,658)</u>
Deductions			
Administration	66,534	8,715	75,249
Benefits	1,234,138	898,487	2,132,625
Total Deductions	<u>1,300,672</u>	<u>907,202</u>	<u>2,207,874</u>
Change in Net Assets	(2,432,142)	(2,385,390)	(4,817,532)
Net Plan Assets Held in Trust for Pension Benefits			
Beginning	<u>18,718,139</u>	<u>16,289,710</u>	<u>35,007,849</u>
Ending	<u>16,285,997</u>	<u>13,904,320</u>	<u>30,190,317</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

Police Pension - Pension Trust Fund

**Schedule of Changes in Net Plan Assets - Budget and Actual
Year Ended April 30, 2009**

	Budget		Actual
	Original	Final	
Additions			
Contributions - Employer	\$ 870,000	870,000	875,829
Contributions - Plan Members	320,000	320,000	329,922
Total Contributions	1,190,000	1,190,000	1,205,751
Investment Income			
Interest Earned	800,000	800,000	534,922
Net Change in Fair Value	(42,000)	(42,000)	(2,837,276)
	758,000	758,000	(2,302,354)
Less Investment Expenses	-	-	(34,867)
	758,000	758,000	(2,337,221)
Net Investment Income			
Total Additions	1,948,000	1,948,000	(1,131,470)
Deductions			
Administration	37,000	72,000	66,534
Benefits	1,234,000	1,234,000	1,234,138
Total Deductions	1,271,000	1,306,000	1,300,672
Change in Net Assets	677,000	642,000	(2,432,142)
Net Plan Assets Held in Trust for Pension Benefits			
Beginning			18,718,139
Ending			16,285,997

VILLAGE OF LIBERTYVILLE, ILLINOIS

Firefighters' Pension - Pension Trust Fund

**Schedule of Changes in Net Plan Assets - Budget and Actual
Year Ended April 30, 2009**

	Budget		Actual
	Original	Final	
Additions			
Contributions - Employer	\$ 616,000	616,000	623,360
Contributions - Plan Members	230,000	230,000	234,460
Total Contributions	846,000	846,000	857,820
Investment Income			
Interest Earned	700,000	700,000	427,894
Net Change in Fair Value	-	-	(2,736,107)
	700,000	700,000	(2,308,213)
Less Investment Expenses	(34,000)	(34,000)	(27,795)
Net Investment Income	666,000	666,000	(2,336,008)
Total Additions	1,512,000	1,512,000	(1,478,188)
Deductions			
Administration	11,850	11,850	8,715
Benefits	849,500	889,500	898,487
Total Deductions	861,350	901,350	907,202
Change in Net Assets	650,650	610,650	(2,385,390)
Net Plan Assets Held in Trust for Pension Benefits			
Beginning			<u>16,289,710</u>
Ending			<u>13,904,320</u>

SUPPLEMENTAL SECTION

VILLAGE OF LIBERTYVILLE, ILLINOIS

Long-Term Debt Requirements

**General Obligation Sales Tax Alternative Revenue Bonds of 1997
April 30, 2009**

Date of Issue	December 15, 1997
Date of Maturity	December 15, 2017
Authorized Issue	\$1,000,000
Denomination of Bonds	\$5,000
Interest Rates	4.375% to 5.150%
Interest Dates	June 15 and December 15
Principal Maturity Date	December 15
Payable at	American National Bank and Trust Company Chicago, Illinois

CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Tax Levy Year	Requirements			Interest Due on			
	Principal	Interest	Totals	June 15	Amount	Dec. 15	Amount
2008	\$ 50,000	28,115	78,115	2009	14,057	2009	14,058
2009	55,000	25,715	80,715	2010	12,858	2010	12,857
2010	55,000	23,047	78,047	2011	11,523	2011	11,524
2011	60,000	20,353	80,353	2012	10,177	2012	10,176
2012	60,000	17,352	77,352	2013	8,676	2013	8,676
2013	65,000	14,353	79,353	2014	7,177	2014	7,176
2014	70,000	11,037	81,037	2015	5,519	2015	5,518
2015	70,000	7,468	77,468	2016	3,734	2016	3,734
2016	75,000	3,862	78,862	2017	1,931	2017	1,931
	<u>560,000</u>	<u>151,302</u>	<u>711,302</u>		<u>75,652</u>		<u>75,650</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

Long-Term Debt Requirements

**General Obligation Refunding Bonds of 2003A
April 30, 2009**

Date of Issue	November 15, 2003
Date of Maturity	December 15, 2010
Authorized Issue	\$665,000
Denomination of Bonds	\$5,000
Interest Rates	1.50% to 2.90%
Interest Dates	June 15 and December 15
Principal Maturity Date	December 15
Payable at	American National Bank and Trust Company Chicago, Illinois

CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Tax Levy Year	Requirements			Interest Due on			
	Principal	Interest	Totals	June 15	Amount	Dec. 15	Amount
2008	\$ 100,000	4,674	104,674	2009	2,337	2009	2,337
2009	75,000	2,174	77,174	2010	1,087	2010	1,087
	<u>175,000</u>	<u>6,848</u>	<u>181,848</u>		<u>3,424</u>		<u>3,424</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

Long-Term Debt Requirements

**General Obligation Alternate Revenue Bonds of 2000
April 30, 2009**

Date of Issue	December 15, 2000
Date of Maturity	December 15, 2020
Authorized Issue	\$5,000,000
Denomination of Bonds	\$5,000
Interest Rates	5.125% to 5.150%
Interest Dates	June 15 and December 15
Principal Maturity Date	December 15
Payable at	American National Bank and Trust Company Chicago, Illinois

CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Tax Levy Year	Requirements			Interest Due on			
	Principal	Interest	Totals	June 15	Amount	Dec. 15	Amount
2008	\$ 235,000	194,532	429,532	2009	97,266	2009	97,266
2009	250,000	182,488	432,488	2010	91,244	2010	91,244
2010	260,000	169,674	429,674	2011	84,837	2011	84,837
2011	275,000	156,350	431,350	2012	78,175	2012	78,175
2012	285,000	142,256	427,256	2013	71,128	2013	71,128
2013	300,000	127,650	427,650	2014	63,825	2014	63,825
2014	320,000	112,276	432,276	2015	56,138	2015	56,138
2015	335,000	95,876	430,876	2016	47,938	2016	47,938
2016	355,000	78,706	433,706	2017	39,353	2017	39,353
2017	370,000	60,512	430,512	2018	30,256	2018	30,256
2018	390,000	41,458	431,458	2019	20,729	2019	20,729
2019	415,000	21,370	436,370	2020	10,685	2020	10,685
	<u>3,790,000</u>	<u>1,383,148</u>	<u>5,173,148</u>		<u>691,574</u>		<u>691,574</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

Long-Term Debt Requirements

**General Obligation Refunding Waterworks and Sewerage Bonds of 2001A
April 30, 2009**

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

CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Tax Levy Year	Requirements			Interest Due on			
	Principal	Interest	Totals	May 1	Amount	Nov. 1	Amount
2008	\$ 305,000	62,283	367,283	2009	34,039	2009	28,244
2009	320,000	50,079	370,079	2010	28,235	2010	21,844
2010	335,000	36,988	371,988	2011	21,844	2011	15,144
2011	350,000	23,113	373,113	2012	15,144	2012	7,969
2012	375,000	7,969	382,969	2013	7,969	2013	-
	<u>1,685,000</u>	<u>180,432</u>	<u>1,865,432</u>		<u>107,231</u>		<u>73,201</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

Long-Term Debt Requirements

**General Obligation Refunding Sports Complex Bonds of 2001
April 30, 2009**

Date of Issue	May 15, 2001
Date of Maturity	December 15, 2020
Authorized Issue	\$17,800,000
Denomination of Bonds	\$5,000
Interest Rates	4.250% to 5.125%
Interest Dates	June 15 and December 15
Principal Maturity Date	December 15
Payable at	American National Bank and Trust Company Chicago, Illinois

CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Tax Levy Year	Requirements			Interest Due on			
	Principal	Interest	Totals	June 15	Amount	Dec. 15	Amount
2008	\$ 970,000	742,706	1,712,706	2009	371,353	2009	371,353
2009	1,015,000	699,056	1,714,056	2010	349,528	2010	349,528
2010	1,050,000	653,382	1,703,382	2011	326,691	2011	326,691
2011	1,095,000	600,882	1,695,882	2012	300,441	2012	300,441
2012	1,145,000	546,132	1,691,132	2013	273,066	2013	273,066
2013	1,195,000	488,882	1,683,882	2014	244,441	2014	244,441
2014	1,255,000	429,132	1,684,132	2015	214,566	2015	214,566
2015	1,315,000	366,382	1,681,382	2016	183,191	2016	183,191
2016	1,380,000	300,632	1,680,632	2017	150,316	2017	150,316
2017	1,450,000	231,632	1,681,632	2018	115,816	2018	115,816
2018	1,515,000	159,132	1,674,132	2019	79,566	2019	79,566
2019	1,590,000	81,488	1,671,488	2020	40,744	2020	40,744
	<u>14,975,000</u>	<u>5,299,438</u>	<u>20,274,438</u>		<u>2,649,719</u>		<u>2,649,719</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

Long-Term Debt Requirements

General Obligation Refunding Bonds of 2004

April 30, 2009

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

CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Tax Levy Year	Requirements			Interest Due on			
	Principal	Interest	Totals	June 15	Amount	Dec. 15	Amount
2009	\$ 140,000	98,252	238,252	2009	49,126	2009	49,126
2010	140,000	92,512	232,512	2010	46,256	2010	46,256
2011	155,000	86,772	241,772	2011	43,386	2011	43,386
2012	165,000	80,418	245,418	2012	40,209	2012	40,209
2013	180,000	73,652	253,652	2013	36,826	2013	36,826
2014	195,000	66,272	261,272	2014	33,136	2014	33,136
2015	195,000	58,278	253,278	2015	29,139	2015	29,139
2016	210,000	50,088	260,088	2016	25,044	2016	25,044
2017	215,000	41,058	256,058	2017	20,529	2017	20,529
2018	225,000	31,704	256,704	2018	15,852	2018	15,852
2019	240,000	21,806	261,806	2019	10,903	2019	10,903
2020	250,000	11,124	261,124	2020	5,562	2020	5,562
	<u>2,310,000</u>	<u>711,936</u>	<u>3,021,936</u>		<u>355,968</u>		<u>355,968</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

Long-Term Debt Requirements

**General Obligation Waterworks and Sewerage Alternate Revenue Source Bonds of 2006
April 30, 2009**

Date of Issue	July 26, 2006
Date of Maturity	May 1, 2022
Authorized Issue	\$3,000,000
Denomination of Bonds	\$5,000
Interest Rates	3.900% to 4.200%
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 FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Tax Levy Year	Requirements			Interest Due on			
	Principal	Interest	Totals	May 1	Amount	Nov. 1	Amount
2008	\$ 80,000	118,708	198,708	2009	60,134	2009	58,574
2009	85,000	115,469	200,469	2010	58,574	2010	56,895
2010	85,000	112,111	197,111	2011	56,895	2011	55,216
2011	90,000	108,632	198,632	2012	55,216	2012	53,416
2012	95,000	104,932	199,932	2013	53,416	2013	51,516
2013	230,000	98,432	328,432	2014	51,516	2014	46,916
2014	240,000	88,972	328,972	2015	46,916	2015	42,056
2015	250,000	78,987	328,987	2016	42,056	2016	36,931
2016	260,000	68,500	328,500	2017	36,931	2017	31,569
2017	275,000	57,432	332,432	2018	31,569	2018	25,863
2018	290,000	45,708	335,708	2019	25,863	2019	19,845
2019	300,000	33,390	333,390	2020	19,845	2020	13,545
2020	315,000	20,475	335,475	2021	13,545	2021	6,930
2021	330,000	6,930	336,930	2022	6,930	2022	-
	<u>2,925,000</u>	<u>1,058,678</u>	<u>3,983,678</u>		<u>559,406</u>		<u>499,272</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

Long-Term Debt Requirements

**General Obligation Limited Tax Refunding Bonds of 2008
April 30, 2009**

Date of Issue	December 15, 2008
Date of Maturity	December 15, 2019
Authorized Issue	\$1,710,000
Denomination of Bonds	\$5,000
Interest Rates	2.500% to 4.200%
Interest Dates	June 15 and December 15
Principal Maturity Date	December 15
Payable at	New York Mellon Trust Company Chicago, Illinois

CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Tax Levy Year	Requirements			Interest Due on			
	Principal	Interest	Totals	June 15	Amount	Dec. 15	Amount
2008	\$ 45,000	58,978	103,978	2009	29,489	2009	29,489
2009	50,000	57,852	107,852	2010	28,926	2010	28,926
2010	155,000	56,602	211,602	2011	28,301	2011	28,301
2011	160,000	52,728	212,728	2012	26,364	2012	26,364
2012	165,000	48,328	213,328	2013	24,164	2013	24,164
2013	170,000	43,378	213,378	2014	21,689	2014	21,689
2014	180,000	37,852	217,852	2015	18,926	2015	18,926
2015	185,000	31,552	216,552	2016	15,776	2016	15,776
2016	190,000	24,615	214,615	2017	12,307	2017	12,308
2017	205,000	17,015	222,015	2018	8,507	2018	8,508
2018	205,000	8,610	213,610	2019	4,305	2019	4,305
	<u>1,710,000</u>	<u>437,510</u>	<u>2,147,510</u>		<u>218,754</u>		<u>218,756</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

Long-Term Debt Requirements

IEPA Sewer Revenue Bonds of 1999

April 30, 2009

Date of Issue	March 1, 1995
Date of Maturity	September 1, 2014
Authorized Issue	\$2,854,333.36
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 FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Requirements		Totals
	Principal	Interest	
2010	\$ 168,276	28,622	196,898
2011	173,388	23,510	196,898
2012	178,654	18,243	196,897
2013	184,082	12,816	196,898
2014	189,673	7,224	196,897
2015	96,988	1,462	98,450
	<u>991,061</u>	<u>91,877</u>	<u>1,082,938</u>

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 Assets by Component - Last Six Fiscal Years
April 30, 2009 (Unaudited)**

See Following Page

VILLAGE OF LIBERTYVILLE, ILLINOIS

**Net Assets by Component - Last Six Fiscal Years
April 30, 2009 (Unaudited)**

	<u>2004</u>
Governmental Activities	
Invested in Capital Assets, Net of Related Debt	\$ 23,528,062
Restricted	1,201,639
Unrestricted	<u>10,210,430</u>
Total Governmental Activities Net Assets	<u><u>34,940,131</u></u>
Business-Type Activities	
Invested in Capital Assets, Net of Related Debt	18,271,947
Unrestricted	<u>2,845,264</u>
Total Business-Type Activities Net Assets	<u><u>21,117,211</u></u>
Primary Government	
Invested in Capital Assets, Net of Related Debt	41,800,009
Restricted	1,201,639
Unrestricted	<u>13,055,694</u>
Total Primary Government Net Assets	<u><u>56,057,342</u></u>

Data Source: Village Records

The Village implemented GASB 34 in Fiscal Year 2004.

2005	2006	2007	2008	2009
24,520,248	130,700,298	145,149,599	146,129,781	151,837,268
1,725,315	1,206,999	1,298,287	1,338,773	1,225,206
10,398,325	12,579,529	18,116,079	19,795,069	14,285,053
36,643,888	144,486,826	164,563,965	167,263,623	167,347,527
18,071,513	18,046,127	16,156,592	16,895,822	17,292,192
1,922,287	813,404	2,584,234	805,916	(2,340,559)
19,993,800	18,859,531	18,740,826	17,701,738	14,951,633
42,591,761	148,746,425	161,306,191	163,025,603	169,129,460
1,725,315	1,206,999	1,298,287	1,338,773	1,225,206
12,320,612	13,392,933	20,700,313	20,600,985	11,944,494
56,637,688	163,346,357	183,304,791	184,965,361	182,299,160

VILLAGE OF LIBERTYVILLE, ILLINOIS

Changes in Net Assets - Last Six Fiscal Years
April 30, 2009 (Unaudited)

	2004	2005	2006	2007	2008	2009
Expenses						
Governmental Activities						
General Government	\$ 2,684,660	2,767,055	2,594,575	2,468,057	2,815,826	2,857,313
Community Development	1,030,429	968,502	1,034,897	1,136,810	1,286,825	1,315,490
Public Safety	11,349,821	11,204,047	13,666,355	11,073,209	12,893,235	13,343,437
Public Works	2,275,270	2,011,215	3,225,742	3,730,768	3,848,776	3,963,080
Parks and Recreation	3,772,294	3,550,485	3,080,371	3,091,115	3,194,934	3,095,859
Economic Development	109,275	703,633	124,291	939,443	695,858	1,651,999
Interest on Long-Term Debt	409,403	305,035	269,242	234,969	193,187	193,112
Total Governmental Activities Expenses	21,631,152	21,509,972	23,995,473	22,674,371	24,928,641	26,420,290
Business-Type Activities						
Waterworks and Sewerage	6,734,485	6,507,588	7,303,198	7,047,807	7,374,060	7,575,730
Libertyville Sports Complex	5,178,720	4,553,222	3,987,449	3,834,185	4,141,989	3,767,660
Total Business-Type Activities Net Assets	11,913,205	11,060,810	11,290,647	10,881,992	11,516,049	11,343,390
Total Primary Government Expenses	33,544,357	32,570,782	35,286,120	33,556,363	36,444,690	37,763,680
Program Revenues						
Governmental Activities						
Charges for Services						
General Government	2,143,973	3,041,474	3,272,877	4,109,949	3,940,484	4,058,357
Community Development	138,654	196,770	330,339	423,194	299,923	385,513
Public Safety	2,688,795	2,473,544	2,656,464	2,773,671	3,092,050	3,184,475
Parks and Recreation	1,231,096	1,196,794	1,320,083	1,291,404	1,294,725	1,219,846
Capital Grants/Contributions	602,715	618,286	669,307	601,837	704,992	874,399
Total Governmental Activities Program Revenues	6,805,233	7,526,868	8,249,070	9,200,055	9,332,174	9,722,590
Business-Type Activities						
Charges for Services						
Waterworks and Sewerage	6,408,995	6,336,099	6,911,448	6,803,946	6,261,728	5,837,221
Libertyville Sports Complex	3,696,439	3,613,227	3,223,825	3,075,067	3,213,660	2,704,025
Capital Grants/Contributions	-	-	-	695,648	829,396	31,500
Total Business-Type Activities Program Revenues	10,105,434	9,949,326	10,135,273	10,574,661	10,304,784	8,572,746
Total Primary Government Program Revenues	16,910,667	17,476,194	18,384,343	19,774,716	19,636,958	18,295,336

	2004	2005	2006	2007	2008	2009
Net (Expense) Revenue						
Governmental Activities	\$ (14,825,919)	(13,983,104)	(15,746,403)	(13,474,316)	(15,596,467)	(16,697,700)
Business-Type Activities	(1,807,771)	(1,111,484)	(1,155,374)	(307,331)	(1,211,265)	(2,770,644)
Total Primary Government Net Revenue (Expense)	<u>(16,633,690)</u>	<u>(15,094,588)</u>	<u>(16,901,777)</u>	<u>(13,781,647)</u>	<u>(16,807,732)</u>	<u>(19,468,344)</u>
General Revenues and Other Changes in Net Assets						
Governmental Activities						
Taxes						
Property Taxes	5,523,186	5,938,095	6,405,525	6,868,027	7,199,409	7,519,390
Other Taxes	372,206	362,902	429,598	431,258	447,149	404,664
Intergovernmental						
Sales and Use Taxes	7,840,044	7,420,912	7,735,611	7,569,381	7,304,853	6,086,067
Income Taxes	1,253,563	1,404,226	1,584,940	1,748,207	1,909,785	1,889,000
Other	105,305	87,424	74,214	476,047	85,138	183,490
Interest Income	278,943	184,131	431,533	837,852	885,382	391,979
Miscellaneous	396,933	386,081	387,140	2,288,709	361,404	203,324
Transfers - Internal Activity	104,980	103,090	103,690	102,975	103,005	103,690
Total Governmental Activities	<u>15,875,160</u>	<u>15,886,861</u>	<u>17,152,251</u>	<u>20,322,456</u>	<u>18,296,125</u>	<u>16,781,604</u>
Business-Type Activities						
Taxes						
Property Taxes	26,784	26,784	26,784	31,542	24,637	25,479
Interest Income	120,813	56,379	90,327	252,059	242,545	90,748
Miscellaneous	8,000	8,000	8,000	8,000	8,000	8,000
Transfers - Internal Activity	(104,980)	(103,090)	(103,690)	(102,975)	(103,005)	(103,690)
Total Business-Type Activities	<u>50,617</u>	<u>(11,927)</u>	<u>21,421</u>	<u>188,626</u>	<u>172,177</u>	<u>20,537</u>
Total Primary Government	<u>15,925,777</u>	<u>15,874,934</u>	<u>17,173,672</u>	<u>20,511,082</u>	<u>18,468,302</u>	<u>16,802,141</u>
Changes in Net Assets						
Governmental Activities	1,049,241	1,903,757	1,405,848	6,848,140	2,699,658	83,904
Business-Type Activities	(1,757,154)	(1,123,411)	(1,133,953)	(118,705)	(1,039,088)	(2,750,107)
Total Primary Government	<u>(707,913)</u>	<u>780,346</u>	<u>271,895</u>	<u>6,729,435</u>	<u>1,660,570</u>	<u>(2,666,203)</u>

Data Source: Village Records

The Village implemented GASB 34 in Fiscal Year 2004.

VILLAGE OF LIBERTYVILLE, ILLINOIS

**Fund Balances of Governmental Funds - Last Ten Fiscal Years
April 30, 2009 (Unaudited)**

	2000	2001	2002	2003
General Fund				
Reserved	\$ 557,096	653,212	228,459	135,163
Unreserved	8,911,332	9,111,821	9,798,777	9,314,620
Total General Fund	<u>9,468,428</u>	<u>9,765,033</u>	<u>10,027,236</u>	<u>9,449,783</u>
All Other Governmental Funds				
Reserved	1,521,010	3,372,098	2,227,315	916,915
Unreserved, Reported in:				
Special Revenues Funds	917,888	1,259,988	1,833,148	1,402,840
Debt Service Funds	-	-	-	90,342
Capital Improvement Funds	4,749,333	2,938,758	1,919,439	239,165
TIF Construction Funds	2,262,650	1,569,717	(75,155)	(745,247)
Total All Other Governmental Funds	<u>9,450,881</u>	<u>9,140,561</u>	<u>5,904,747</u>	<u>1,904,015</u>

Data Source: Village Records

The Village implemented GASB 34 in Fiscal Year 2004.

2004	2005	2006	2007	2008	2009
916,115	774,395	838,445	969,572	1,117,762	1,082,056
9,528,874	9,567,686	9,706,124	10,658,159	10,447,178	9,767,586
10,444,989	10,342,081	10,544,569	11,627,731	11,564,940	10,849,642
926,948	923,409	945,150	1,909,238	2,018,181	1,903,254
429,909	552,921	726,535	-	-	-
-	-	-	-	-	-
553,721	1,292,885	985,563	2,433,476	2,843,754	1,779,700
(72,073)	380,723	1,898,884	4,613,664	5,943,715	2,395,970
1,838,505	3,149,938	4,556,132	8,956,378	10,805,650	6,078,924

VILLAGE OF LIBERTYVILLE, ILLINOIS

**General Governmental Revenues By Source - Last Ten Fiscal Years
(In Thousands)
April 30, 2009 (Unaudited)**

<u>Fiscal Year</u>	<u>2000</u>	<u>2001</u>	<u>2002</u>	<u>2003</u>
Taxes	\$ 4,663	4,890	5,284	5,750
Licenses and Permits	1,299	935	1,390	1,168
Intergovernmental	9,947	10,171	10,474	10,049
Charges for Services	3,425	3,530	3,858	3,881
Fines and Forfeits	188	169	183	199
Interest	1,076	1,313	814	447
Grants	425	220	296	236
Miscellaneous	1,018	1,203	1,010	998
Total	<u>22,041</u>	<u>22,431</u>	<u>23,309</u>	<u>22,728</u>

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

Data Source: Village Records

2004	2005	2006	2007	2008	2009
5,895	6,301	6,835	7,300	7,647	7,924
1,324	1,888	1,863	2,468	2,184	2,256
9,802	9,531	10,065	10,395	10,005	8,717
4,679	4,795	5,475	5,943	6,210	6,262
200	226	241	187	233	330
252	171	422	816	857	386
-	-	-	-	-	-
397	386	387	2,289	361	203
22,549	23,298	25,288	29,398	27,497	26,078

VILLAGE OF LIBERTYVILLE, ILLINOIS

General Governmental Expenditures By Function - Last Ten Fiscal Years

(In Thousands)

April 30, 2009 (Unaudited)

Function	2000	2001	2002	2003
General Government	\$ 2,123	2,373	2,766	3,117
Community Development	725	823	868	860
Public Safety	7,793	8,258	9,554	10,358
Public Works	2,541	2,280	2,306	2,948
Parks and Recreation	2,502	2,765	3,262	2,796
Economic Development	-	-	-	-
Capital Outlay	3,794	4,934	6,724	5,483
Debt Service				
Principal	1,060	1,110	140	1,125
Interest and Fiscal Charges	534	521	522	468
Total	<u>21,072</u>	<u>23,064</u>	<u>26,142</u>	<u>27,155</u>

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

Data Source: Village Records

2004	2005	2006	2007	2008	2009
2,369	2,454	2,465	2,443	2,683	2,739
1,004	945	1,035	1,137	1,287	1,315
10,730	10,740	11,944	12,393	12,737	13,095
2,618	2,052	2,084	2,075	2,345	2,190
2,855	2,659	2,792	2,803	2,909	2,807
604	704	124	939	696	5,456
439	978	1,866	765	1,706	2,546
1,170	1,140	1,190	1,215	1,240	1,310
444	320	283	246	211	197
22,233	21,992	23,783	24,016	25,814	31,655

VILLAGE OF LIBERTYVILLE, ILLINOIS

Changes in Fund Balances for Governmental Funds - Last Ten Fiscal Years
(In Thousands)
April 30, 2009 (Unaudited)

	2000	2001	2002	2003
Revenues				
Taxes	\$ 4,663	4,890	5,284	5,750
Licenses and Permits	1,299	935	1,390	1,168
Intergovernmental	9,947	10,171	10,474	10,049
Charges for Services	3,425	3,530	3,858	3,881
Fines and Forfeits	188	169	183	199
Investment Income	1,076	1,313	814	447
Grants	425	220	296	236
Miscellaneous	1,018	1,203	1,010	998
Total Revenues	22,041	22,431	23,309	22,728
Expenditures				
General Government	2,123	2,373	2,766	3,117
Community Development	725	823	868	860
Public Safety	7,793	8,258	9,554	10,358
Public Works	2,541	2,280	2,306	2,948
Parks and Recreation	2,502	2,765	3,262	2,796
Economic Development	-	-	-	-
Capital Outlay	3,794	4,934	6,724	5,483
Debt Service				
Principal	1,060	1,110	140	1,125
Interest and Fiscal Charges	534	521	522	468
Total Expenditures	21,072	23,064	26,142	27,155
Excess of Revenues Over (Under) Expenditures	969	(633)	(2,833)	(4,427)
Other Financing Sources (Uses)				
Proceeds from Bonds	-	1,786	2,607	-
Payments to Escrow Agent	-	93	(3,480)	-
Transfers In	1,678	927	1,349	664
Transfers Out	(1,546)	(796)	(1,217)	(533)
	132	2,010	(741)	131
Net Change in Fund Balances	1,101	1,377	(3,574)	(4,296)
Debt Service as a Percentage of Noncapital Expenditures	9.23%	9.00%	3.41%	7.35%

Data Source: Village Records

2004	2005	2006	2007	2008	2009
5,895	6,301	6,835	7,300	7,647	7,924
1,324	1,888	1,863	2,468	2,184	2,256
9,802	9,531	10,065	10,395	10,005	8,717
4,679	4,795	5,475	5,943	6,210	6,262
200	226	241	187	233	330
252	171	422	816	857	386
-	-	-	-	-	-
397	386	387	2,289	361	203
22,549	23,298	25,288	29,398	27,497	26,078
2,369	2,454	2,465	2,443	2,683	2,739
1,004	945	1,035	1,137	1,287	1,315
10,730	10,740	11,944	12,393	12,737	13,095
2,618	2,052	2,084	2,075	2,345	2,190
2,855	2,659	2,792	2,803	2,909	2,807
604	704	124	939	696	5,456
439	978	1,866	765	1,706	2,546
1,170	1,140	1,190	1,215	1,240	1,310
444	320	283	246	211	197
22,233	21,992	23,783	24,016	25,814	31,655
316	1,306	1,505	5,382	1,683	(5,577)
2,025	-	-	-	-	1,698
(1,986)	-	-	-	-	(1,667)
1,676	461	488	956	479	487
(1,571)	(358)	(384)	(853)	(376)	(383)
144	103	104	103	103	135
460	1,409	-	1,609	1,786	(5,442)
7.41%	6.95%	6.72%	6.28%	6.07%	6.03%

VILLAGE OF LIBERTYVILLE, ILLINOIS

**Assessed Value and Actual Value of Taxable Property - Last Ten Fiscal Years
April 30, 2009 (Unaudited)**

Tax Levy Year	Residential Property	Farm	Commercial Property
1999	\$ 493,981,211	\$ 155,918	\$ 100,544,189
2000	521,713,110	149,689	103,737,015
2001	559,479,791	142,233	119,663,578
2002	599,026,637	141,432	125,418,130
2003	681,583,331	105,212	137,350,112
2004	736,057,028	118,812	133,554,438
2005	814,448,568	111,334	140,312,336
2006	885,318,045	109,640	156,042,710
2007	944,580,239	115,236	165,025,208
2008	982,088,516	116,705	168,486,530

Data Source: Lake County Tax Extension Division

Industrial Property	Total	Railroad	Total Assessed Value	Total Direct Tax Rate
\$ 64,709,731	\$ 659,391,049	\$ 68,128	\$ 659,459,177	0.552
74,076,873	699,676,687	74,572	699,751,259	0.549
79,279,950	758,565,552	87,166	758,652,718	0.530
77,128,250	801,714,449	101,917	801,816,366	0.515
80,107,173	899,145,828	108,939	899,254,767	0.479
84,806,924	954,537,202	121,038	954,658,240	0.474
84,670,218	1,039,542,456	124,585	1,039,667,041	0.451
86,201,916	1,127,672,311	140,056	1,127,812,367	0.435
93,665,242	1,203,385,925	158,762	1,203,544,687	0.429
106,157,054	1,256,848,805	198,871	1,257,047,676	0.434

VILLAGE OF LIBERTYVILLE, ILLINOIS

**Direct and Overlapping Property Tax Rates* - Last Ten Fiscal Years
April 30, 2009 (Unaudited)**

	<u>1999</u>	<u>2000</u>	<u>2001</u>	<u>2002</u>
Tax Rates*				
Village	0.552	0.549	0.530	0.515
Grade School District #70	2.965	2.932	2.870	2.792
High School District #128	1.886	2.203	2.344	2.391
Lake County	0.521	0.521	0.516	0.502
Libertyville Township	0.288	0.272	0.256	0.232
Library	0.257	0.256	0.254	0.247
Other	0.477	0.538	0.498	0.514
	<u>6.946</u>	<u>7.271</u>	<u>7.268</u>	<u>7.193</u>
Village's Share of Total Tax Rate	<u>7.95%</u>	<u>7.55%</u>	<u>7.29%</u>	<u>7.16%</u>

* Property tax rates are per \$100 of assessed valuation and represent a typical household within the Village.

2003	2004	2005	2006	2007	2008
0.479	0.474	0.451	0.435	0.429	0.434
2.581	2.499	2.378	2.297	2.247	2.278
2.359	2.291	2.225	2.179	2.136	2.163
0.490	0.465	0.454	0.450	0.444	0.453
0.060	0.058	0.057	0.057	0.057	0.058
0.236	0.231	0.225	0.222	0.219	0.222
0.526	0.516	0.498	0.487	0.478	0.481
6.731	6.534	6.288	6.127	6.010	6.089
7.12%	7.25%	7.17%	7.10%	7.14%	7.13%

VILLAGE OF LIBERTYVILLE, ILLINOIS

**Principal Property Tax Payers - Current Year and Nine Years Ago
April 30, 2009 (Unaudited)**

Taxpayer	2009			2000		
	Taxable Assessed Value	Rank	Percentage of Total Village Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total Village Taxable Assessed Value
Motorola	\$ 17,702,065	1	1.41%	\$ 19,561,317	1	2.90%
Abbott Laboratories	11,203,522	2	0.89%			
Hollister Incorporated	10,715,556	3	0.85%			
Manufacturers Life Ins. Co.	8,538,482	4	0.68%	6,439,871	3	1.00%
Capmark Finance Inc.	6,861,018	5	0.55%			
Bradley Operating Ltd	4,679,146	6	0.37%			
PNCMAC Pine Meadows III LLC	4,150,907	7	0.33%			
Keystone Property Group	3,199,298	8	0.25%			
Lincoln Commerce Center Pro	3,112,418	9	0.25%			
MB BP Portfolio II LLC	3,075,558	10	0.24%			
Medical Center Properties, Inc./ Condell				6,962,686	2	1.00%
Lincoln Atrium Management				4,244,961	4	0.60%
Libertyville JV c/o Bradley				4,118,952	5	0.60%
Temperature Equipment Corp.				2,839,835	6	0.40%
Ashley Libertyville, LLC				2,794,275	7	0.40%
Cornerstone				2,555,654	8	0.40%
Individual				2,413,150	9	0.40%
Manor Care, Inc.				1,785,714	10	0.30%
	<u>73,237,970</u>		<u>5.82%</u>	<u>53,716,415</u>		<u>8.00%</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, 2009 (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
2000	1999	\$ 3,667	\$ 3,650	99.54%	N/A	\$ 3,650	99.54%
2001	2000	3,894	3,864	99.23%	N/A	3,864	99.23%
2002	2001	4,075	4,072	99.93%	N/A	4,072	99.93%
2003	2002	4,184	4,146	99.09%	N/A	4,146	99.09%
2004	2003	4,365	4,279	98.03%	N/A	4,279	98.03%
2005	2004	4,589	4,520	98.50%	N/A	4,520	98.50%
2006	2005	4,766	4,756	99.79%	N/A	4,756	99.79%
2007	2006	4,981	4,904	98.45%	N/A	4,904	98.45%
2008	2007	5,238	5,166	98.63%	N/A	5,166	98.63%
2009	2008	5,456	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, 2009 (Unaudited)**

Fiscal Year Ended April 30	Governmental Activities		General Obligation Bonds
	General Obligation Bonds	Installment Contracts	
2000	\$ 11,070	\$ 780	\$ 6,215
2001	11,760	684	10,730
2002	10,740	250	30,290
2003	9,615	353	29,745
2004	8,485	434	28,225
2005	7,345	361	27,875
2006	6,155	626	26,735
2007	4,940	533	28,560
2008	3,700	292	27,280
2009	2,445	1,235	25,685

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				
\$ 2,299	\$ -	\$	18,065	2.33%	\$ 942.16
2,170	-		23,174	2.76%	1,117.25
2,038	-		41,280	4.92%	1,990.16
1,902	159		39,713	4.74%	1,914.62
1,761	108		37,144	4.43%	1,790.76
1,616	108		35,581	4.24%	1,715.41
1,467	40		33,516	4.00%	1,615.85
1,313	27		34,033	4.06%	1,640.78
1,154	76		31,272	3.73%	1,507.67
991	38		29,365	3.50%	1,415.73

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, 2009 (Unaudited)**

Fiscal Year Ended April 30	Gross General Obligation Bonds	Less: Amounts Available in Debt Service Funds	Total	Percentage of Equalized Assessed Value (1)	Per Capita (2)
2000	\$ 11,070	\$ 860	\$ 10,210	1.55%	\$ 532.49
2001	11,760	844	10,916	1.56%	526.28
2002	10,740	925	9,815	1.29%	473.19
2003	9,615	1,007	8,608	1.07%	415.00
2004	8,485	927	7,558	0.84%	364.62
2005	7,345	923	6,422	0.67%	309.61
2006	6,155	946	5,209	0.50%	251.13
2007	4,940	962	3,978	0.35%	191.78
2008	3,700	974	2,726	0.23%	131.42
2009	2,445	783	1,662	0.13%	80.13

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, 2009 (Unaudited)**

Governmental Unit	Gross Debt	Percentage to Debt Applicable to Village (1)	Village's Share of Debt
Village of Libertyville	\$ 28,130,000	100.00%	\$ 28,130,000
Overlapping Debt:			
Libertyville School District #70	12,894,172	91.28%	11,769,800
Hawthorn School District #73	33,813,922	13.81%	4,669,703
Fremont Center School District #79	29,665,000	4.96%	1,471,384
Community High School District #128	36,365,000	36.56%	13,295,044
Mundelein High School District #120	8,847,688	5.61%	496,355
Grayslake High School District #127	67,839,516	0.03%	20,352
Lake County Community College #532	8,660,229	4.34%	375,854
Lake County	37,955,000	4.12%	1,563,746
Lake County Forest Preserve District	252,435,000	4.12%	10,400,322
Central Lake County JAWA	24,360,000	15.72%	3,829,392
Fremont Public Library District	7,050,000	3.42%	241,110
Subtotal	519,885,527		48,133,062
Total	548,015,527		76,263,062

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

VILLAGE OF LIBERTYVILLE, ILLINOIS

**Legal Debt Margin - Last Ten Fiscal Years
April 30, 2009 (Unaudited)**

	<u>2000</u>	<u>2001</u>	<u>2002</u>	<u>2003</u>
Assessed Valuation	<u>\$ 673,049,403</u>	<u>714,465,440</u>	<u>774,907,276</u>	<u>818,341,666</u>
Bonded Debt Limit - 8.625% of Assessed Value	58,050,511	61,622,644	66,835,753	70,581,969
Amount of Debt Applicable to Limit	<u>1,355,000</u>	<u>2,910,000</u>	<u>7,970,000</u>	<u>4,855,001</u>
Legal Debt Margin	<u>56,695,511</u>	<u>58,712,644</u>	<u>58,865,753</u>	<u>65,726,968</u>
Percentage of Legal Debt Margin to Bonded Debt Limit	<u>97.67%</u>	<u>95.28%</u>	<u>88.08%</u>	<u>93.12%</u>

Data Source: Village Records

2004	2005	2006	2007	2008	2009
920,904,542	980,297,159	1,039,667,041	1,127,812,367	1,203,544,687	1,257,047,676
79,428,017	84,550,630	89,671,282	97,273,817	103,805,729	108,420,362
5,680,000	4,955,000	2,200,000	2,080,000	1,965,000	175,000
73,748,017	79,595,630	87,471,282	95,193,817	101,840,729	108,245,362
92.85%	94.14%	97.55%	97.86%	98.11%	99.84%

VILLAGE OF LIBERTYVILLE, ILLINOIS

Demographic and Economic Statistics - Last Ten Fiscal Years April 30, 2009 (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
2000	19,174	\$ 775,128	\$ 40,426	39.2	2,647	2.38%
2001	20,742	838,516	40,426	39.2	2,671	2.95%
2002	20,742	838,516	40,426	39.2	2,649	3.68%
2003	20,742	838,516	40,426	39.2	2,665	3.91%
2004	20,742	838,516	40,426	39.2	2,714	3.64%
2005	20,742	838,516	40,426	39.2	2,656	3.22%
2006	20,742	838,516	40,426	39.2	2,650	2.60%
2007	20,742	838,516	40,426	39.2	2,637	2.50%
2008	20,742	838,516	40,426	39.2	2,576	3.50%
2009	20,742	838,516	40,426	39.2	2,700	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, 2009 (Unaudited)**

Employer	2009			2000		
	Employees	Rank	Percentage of Total Village Employment	Employees	Rank	Percentage of Total Village Employment
Motorola	3,531	1	N/A	6,200	1	N/A
Condell Medical Center	2,150	2	N/A	1,700	2	N/A
Lake County	522	3	N/A	516	3	N/A
Hollister, Inc.	476	4	N/A	350	7	
Village of Libertyville	411	5	N/A	449	6	N/A
Libertyville School District No. 70	308	6	N/A	310	9	N/A
Libertyville Comm. High School No. 128	252	7	N/A	310	10	N/A
Fabrication Technologies	233	8	N/A			N/A
Zeller Plastic	220	9	N/A			N/A
Snap-On Credit, LLC	215	10	N/A			
Solar Corporation				500	4	N/A
Temple Steel				500	5	
Commonwealth Edison				325	8	N/A
	<u>8,318</u>		<u>0.00%</u>	<u>11,160</u>		<u>0.00%</u>

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

VILLAGE OF LIBERTYVILLE, ILLINOIS

**Full-Time Equivalent Village Government Employees by Function - Last Ten Fiscal Years
April 30, 2009 (Unaudited)**

Function	2000	2001	2002	2003
General Government				
Administration	3	3	3	3
Finance	10	10	10	10
Public Works	33	33	33	33
Police	57	56.5	56.5	56.5
Fire	38	39.5	39.5	39.5
Community Development	12	12	12	12
Water and Sewer	4	4	4	4
Parks and Recreation	16	16	25	29
Total	173	174	183	187

Data Source: Village Records

2004	2005	2006	2007	2008	2009
3	3	3	3	3	3
10	9	9	9	9	9
33	33	33	33	33	33
56.5	56.5	54.5	58.0	59.0	59.0
39.5	39.5	38.5	33.0	34.0	34.0
12	12	12	13	13	13
4	4	4	4	4	5
29	26	26	24	24	24
187	183	180	177	179	180

VILLAGE OF LIBERTYVILLE, ILLINOIS

Operating Indicators by Function/Program - Last Ten Fiscal Years April 30, 2009 (Unaudited)

Function/Program	2000	2001	2002	2003
Public Works				
Forestry				
Number of Parkway Trees Planted	106	84	124	90
Number of Parkway Trees Trimmed	1067	1200	1435	1300
Fleet Services				
Number of Vehicles Maintained	104	108	108	111
Number of Equipment Maintained	39	39	39	51
Preventative Maintenance Services	1014	1111	1118	1150
Public Safety				
Fire (1)				
Number of Fire Calls	1,188	1,174	1,005	1,251
Number of EMS Calls	1,838	1,737	1,950	1,960
Number of Training Hours	8,140	9,700	10,139	7,072
ISO Rating	2	2	2	2
Police				
Part I Crime	518	452	383	395
Part II Crime	N/A	N/A	N/A	N/A
Calls for Service	13,680	13,178	13,669	25,244
State Tickets Issued	2,475	3,138	2,819	2,350
Parking Tickets Issued	5,856	4,601	4,746	4,907
Community Development				
Number of Building Permits Issued	1,238	1,290	1,450	1,350
Number of Building Inspections	N/A	N/A	4,681	6,363
Number of Food Service Inspections	N/A	N/A	N/A	N/A
Highways and Streets				
Sidewalk Replaced (Sq. Ft.)	14,640	23,580	20,802	13,436
Annual Resurfacing Program (\$)	\$850,000	\$1,256,000	\$1,100,000	\$955,000
Crack Sealing (Lbs. Installed)	12,680	26,490	49,740	48,120
Water and Sewer				
Water Main Breaks	30	37	16	14
Hydrants Flushed	1,037	1,024	589	801
Water Meters Read	6,660	7,032	7,094	7,332
Water Meter Service Requests	4,433	4,898	4,597	4,954
Water Meters Replaced	142	103	100	123
Total Distribution Pumpage (1,000 Gallons)	1,065,321	1,047,325	1,038,773	1,044,398
Average Daily Pumpage (1,000 Gallons)	2,879	2,939	2,945	2,870
Sanitary Sewer Televising (Feet)	112,333	15,305	17,319	20,647
Sanitary Sewer Repairs	1	2	2	-

N/A: Currently Not Available

Data Source: Village Records

2004	2005	2006	2007	2008	2009
48	44	49	-	49	36
1047	1412	551	836	537	210
111	111	111	109	109	109
51	51	51	51	51	51
1296	1083	1207	1077	1,207	999
1,282	1,220	N/A	1,171	1,234	N/A
1,874	2,014	N/A	2,243	2,294	N/A
4,782	5,128	5,193	6,084	8,195	N/A
2	2	2	2	2	2
363	401	368	395	388	130
N/A	N/A	N/A	N/A	N/A	N/A
26,820	20,402	20,491	21,695	24,364	7,155
2,779	2,378	2,591	2,740	4,624	1,271
3,786	5,139	4,226	4,315	4,861	1,943
1,582	1,284	1,406	1,366	2,418	1,201
7,371	7,058	7,103	6,741	7,130	5,877
N/A	N/A	N/A	N/A	N/A	N/A
12,663	10,115	12,637	8,562	8,742	10,490
\$655,000	\$870,000	\$880,000	\$985,000	\$780,000	\$1,263,000
10,166	21,360	29,950	-	30,845	22,190
26	32	28	16	22	31
361	857	1,184	335	995	421
4,200	7,550	7,331	7,393	7,434	7,465
4,550	2,927	2,517	435	2,485	2,305
104	128	117	70	87	64
1,043,247	1,140,013	1,026,566	99,732	1,088,301	975,624
2,866	3,121	2,737	3,217	2,957	2,672
16,177	28,323	1,140	12,094	17,594	87,504
2	1	1	-	3	19

VILLAGE OF LIBERTYVILLE, ILLINOIS

Capital Asset Statistics by Function/Program - Last Ten Fiscal Years April 30, 2009 (Unaudited)

Function/Program	2000	2001	2002	2003
Police				
Stations	1	1	1	1
Patrol Units (1)	12	12	12	12
Patrol Officers	32	33	33	33
Fire Stations	3	3	3	3
Public Works				
Streets (Miles)	87	72	72	80
Sidewalks (Miles)	124.52	125.85	125.90	127.23
Streetlights	1,650	1,650	1,650	1,700
Water and Sewer				
Water Mains (Miles)	108	108	108	111
Fire Hydrants	1,252	1,270	1,270	1,300
Sanitary Sewers (Miles)	77	77	77	94
Manholes	2,130	2,195	2,212	2,231
Storm Sewer (Miles)	80	81	81	93

(1) Marked Police Vehicles

Data Source: Village Records

2004	2005	2006	2007	2008	2009
1	1	1	1	1	1
12	12	12	12	12	12
31.5	31.5	31.5	32.5	32.5	29.0
3	3	3	3	-	-
80	80	80	80	81	81
128.11	129.63	130.35	130.67	131.67	131.67
1,700	2,171	2,171	2,171	2,314	2,318
111	114	126	126	127	127
1,300	1,300	1,300	1,300	1,310	1,311
94	94	94	94	95	95
2,261	2,276	2,297	2,297	2,324	2,324
93	93	93	93	94	94

2009 DISCLOSURE

for

VILLAGE OF LIBERTYVILLE

Lake County, Illinois

CUSIP NUMBER: 531575

Relating to the following Bond Issues:

\$1,000,000 General Obligation Bonds, Series 1997
\$3,695,000 General Obligation Bonds, Series 1998
\$1,800,000 General Obligation Limited Tax Bonds, Series 2000
\$17,800,000 General Obligation Bonds, Series 2001
\$5,290,000 General Obligation Refunding Bonds, Series 2001A
\$2,600,000 General Obligation Refunding Bonds, Series 2001B
\$665,000 General Obligation Limited Tax Refunding Bonds, Series 2003A
\$1,360,000 General Obligation Refunding Bonds, Series 2003B
\$2,435,000 General Obligation Refunding Bonds, Series 2004
\$3,000,000 General Obligation Bonds (Waterworks and Sewerage System Alternate Revenue Source), Series 2006

and

\$1,710,000 General Obligation Limited Tax Refunding Bonds, Series 2008

For further information please contact:

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

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

DEBT INFORMATION

Statement of Bonded Indebtedness(1) (As of June 2, 2009)

	Amount Applicable	Ratio To		Per Capita (2000 Census 20,742)
		Equalized Assessed	Estimated Actual	
Village EAV of Taxable Property, 2008.....	\$1,257,047,676	100.00%	33.33%	\$ 60,603.98
Estimated Actual Value, 2008.....	3,771,143,028	300.00%	100.00%	181,811.93
Direct Bonded Debt(1).....	\$ 28,130,000	2.24%	0.75%	\$ 1,356.19
Less: Self Supporting.....	(26,245,000)	(2.09%)	(0.70%)	(1,265.31)
Net Direct Bonded Debt.....	\$ 1,885,000	0.15%	0.05%	\$ 90.88
Overlapping Bonded Debt				
Schools.....	\$ 32,098,492	2.55%	0.85%	\$ 1,547.51
All Others.....	16,034,570	1.28%	0.43%	773.05
Total Overlapping Bonded Debt.....	\$ 48,133,062	3.83%	1.28%	\$ 2,320.56
Total Net Direct & Overlapping Debt.....	\$ 50,018,062	3.98%	1.33%	\$ 2,411.44

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

Legal Debt Margin(1) (As of June 2, 2009)

	8.625% of EAV
2008 Equalized Assessed Valuation.....	\$1,257,047,676
Statutory Debt Limitation (8.625% of EAV).....	108,420,362
General Obligation Bonded Debt	
Series 1997(2).....	\$ 560,000
Series 2000(2).....	3,790,000
Series 2001(2).....	14,975,000
Series 2001A(2).....	1,685,000
Series 2003A.....	175,000
Series 2004(2).....	2,310,000
Series 2006(2).....	2,925,000
Series 2008.....	1,710,000
Total General Obligation Bonded Debt.....	\$ 28,130,000
Less: Alternate Revenue Source Bonds	
Series 1997(2).....	\$ (560,000)
Series 2000(2).....	(3,790,000)
Series 2001(2).....	(14,975,000)
Series 2001A(2).....	(1,685,000)
Series 2004(2).....	(2,310,000)
Series 2006(2).....	(2,925,000)
Total Alternate Bonds(2).....	\$(26,245,000)
Net Applicable General Obligation Bonds.....	\$ 1,885,000
Other Debt	
Installment Contracts (As of May 1, 2009).....	\$ 1,273,742
Total Other Debt.....	1,273,742
Total Applicable Debt.....	\$ 3,158,742
Legal Debt Margin.....	\$ 105,261,620

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

General Obligation Bonded Debt(1) (Principal Only)

Year	Series 1997(3) (12-15)		Series 2000(3) (12-15)		Series 2001(3) (12-15)		Series 2001A(3) (5-1)		Series 2003A(2) (12-15)		Series 2004(3) (12-15)		Series 2006(3) (5-1)		Series 2008(3) (12-15)		Total Outstanding	Cumulative Retirement Amount	Percent (5-1)	Debt Service Tax Levies Payable from Property Taxes
	Amount	Year	Amount	Year	Amount	Year	Amount	Year	Amount	Year	Amount	Year	Amount	Year	Amount	Year				
2009	\$ 50,000	2000	\$ 235,000	2001	\$ 970,000	2001A	\$ 305,000	2003A	\$ 100,000	2004	\$ 140,000	2006	\$ 80,000	2008	\$ 45,000	\$ 1,925,000	\$ 1,925,000	6.84%	\$ 225,283	
2010	55,000	2000	250,000	2001	1,015,000	2001A	320,000	2003A	75,000	2004	140,000	2006	85,000	2008	50,000	1,990,000	3,915,000	13.92%	201,208	
2011	55,000	2000	260,000	2001	1,050,000	2001A	335,000	2003A	0	2004	155,000	2006	85,000	2008	155,000	2,095,000	6,010,000	21.37%	227,195	
2012	60,000	2000	275,000	2001	1,095,000	2001A	350,000	2003A	0	2004	165,000	2006	90,000	2008	160,000	2,195,000	8,205,000	29.17%	229,845	
2013	60,000	2000	285,000	2001	1,145,000	2001A	375,000	2003A	0	2004	180,000	2006	95,000	2008	165,000	2,305,000	10,510,000	37.36%	226,970	
2014	65,000	2000	300,000	2001	1,195,000	2001A	0	2003A	0	2004	195,000	2006	230,000	2008	170,000	2,155,000	12,665,000	45.02%	228,755	
2015	70,000	2000	320,000	2001	1,255,000	2001A	0	2003A	0	2004	195,000	2006	240,000	2008	180,000	2,280,000	14,925,000	53.06%	229,845	
2016	70,000	2000	335,000	2001	1,315,000	2001A	0	2003A	0	2004	210,000	2006	250,000	2008	185,000	2,365,000	17,290,000	61.46%	230,308	
2017	75,000	2000	355,000	2001	1,380,000	2001A	0	2003A	0	2004	215,000	2006	260,000	2008	190,000	2,475,000	19,765,000	70.26%	230,040	
2018	0	2000	370,000	2001	1,450,000	2001A	0	2003A	0	2004	225,000	2006	275,000	2008	205,000	2,525,000	22,290,000	79.24%	234,120	
2019	0	2000	390,000	2001	1,515,000	2001A	0	2003A	0	2004	240,000	2006	290,000	2008	205,000	2,640,000	24,930,000	88.62%	227,255	
2020	0	2000	415,000	2001	1,590,000	2001A	0	2003A	0	2004	250,000	2006	300,000	2008	0	2,555,000	27,485,000	97.71%		
2021	0	2000	0	2001	0	2001A	0	2003A	0	2004	0	315,000	330,000	0	315,000	27,800,000	98.83%			
2022	0	2000	0	2001	0	2001A	0	2003A	0	2004	0	330,000	330,000	0	330,000	28,130,000	100.00%			
Total	\$560,000		\$3,790,000		\$14,975,000		\$1,685,000		\$175,000		\$2,310,000		\$2,925,000		\$1,710,000	\$28,130,000	\$28,130,000			

Notes: (1) Source: The Village. Excludes \$1,273,742 of installment contracts as of May 1, 2009 and \$991,061 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.

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

Sale Date	Village Issue	Ratio to Estimated Actual Value		Per Capita(2)	
		Direct Debt		Direct & Overlapping	
		Including Self-Supporting	Excluding Self-Supporting	Including Self-Supporting	Excluding Self-Supporting
December 9, 1997	\$ 1,000,000	0.67%	0.08%	\$2,206.95	\$ 91,230.78
October 27, 1998	3,650,000	0.81%	0.08%	3,355.41	96,160.44
June 27, 2000	1,800,000	0.72%	0.14%	3,254.81	105,306.57
November 28, 2000	5,000,000	0.92%	0.14%	3,407.31	105,306.57
May 8, 2001	20,000,000	1.78%	0.12%	4,217.66	103,336.05
October 23, 2001	7,895,000(3)	1.95%	0.12%	4,302.05	103,336.05
October 28, 2003	2,025,000(3)	1.57%	0.10%	4,074.38	118,360.09
May 11, 2004	2,435,000	1.53%	0.10%	3,949.22	118,360.09
July 25, 2006	3,000,000	1.13%	0.07%	3,229.61	150,371.28
December 9, 2008	1,710,000	0.78%	5.00%	3,764.46	174,073.57

Notes: (1) Source: Village's 2007 Comprehensive Annual Financial Report. Information derived from prior Official Statements.
(2) Based on Census available at the time of issuance. 1990 Census - 19,174; 2000 - Census 20,742.
(3) Final issue amounts were adjusted.

Statement of Overlapping Debt(1)
(As of June 2, 2009)

	Percent of Village's 2008 Real Property In Taxing Body	Bonds Outstanding	Applicable to District Percent(2)	Amount
Schools:				
School District No. 70	80.68%	\$ 12,894,172	91.28%	\$11,769,800
School District No. 73	15.67%	33,813,922	13.81%	4,669,703
School District No. 79	3.63%	29,665,000	4.96%	1,471,384
High School District No. 120	6.87%	8,847,688	5.61%	496,355
High School District No. 127	0.03%	67,839,516	0.03%	20,352
High School District No. 128	93.09%	36,365,000	36.56%	13,295,044
Community College District No. 532	100.00%	8,660,229	4.34%	375,854
Total Schools				\$32,098,492
Others:				
Lake County	100.00%	\$ 37,955,000	4.12%	\$ 1,563,746
Lake County Forest Preserve District	100.00%	252,435,000	4.12%	10,400,322
Central Lake County Joint Action Water Agency	100.00%	24,360,000	15.72%	3,829,392
Fremont Public Library	3.62%	7,050,000	3.42%	241,110
Total Others				\$16,034,570
Total Overlapping Debt				\$48,133,062

Notes: (1) Source: Lake County.
(2) Based on 2008 Equalized Assessed Valuations, the most recent available.

PROPERTY ASSESSMENT AND TAX INFORMATION
Village Equalized Assessed Valuations(1)

By Property Class	Levy Years			Percent Increase 2004 to 2008	Of Total	
	2004	2005	2007		2004	2008
Residential	\$736,057,028	\$ 814,448,568	\$ 944,580,239	33.43%	77.10%	78.13%
Farm	118,812	111,334	115,236	(1.77%)	0.01%	0.01%
Commercial	133,554,438	140,312,336	165,025,208	26.16%	13.99%	13.40%
Industrial	84,806,924	84,670,218	93,665,242	25.17%	8.88%	8.44%
Railroad	121,038	124,585	158,762	64.30%	0.01%	0.02%
Total	\$954,658,240	\$1,039,667,041	\$1,203,544,687		100.00%	100.00%
Percent change +(-)	6.16%(2)	8.90%	6.71%			
Gross Value	\$998,473,867	\$1,087,718,163	\$1,176,721,156		\$1,310,019,812	
Less: Exemptions	43,815,627	48,051,122	49,352,118		52,972,136	
Net EAV	\$954,658,240	\$1,039,667,041	\$1,127,369,038		\$1,257,047,676	
TIF Value	25,638,919	30,796,731	34,457,112		37,021,792	
Total for All Taxing Purposes	\$980,297,159	\$1,070,463,772	\$1,161,826,150		\$1,294,069,468	

Notes: (1) Source: Lake County Clerk.
(2) Percentage based on 2003 EAV of \$899,254,767.

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

	Levy Years					Maximum Allowable	Unused Margin
	2004	2005	2006	2007	2008		
Corporate	\$0.0840	\$0.0790	\$0.0740	\$0.0730	\$0.0720	\$0.4380	83.56%
Street and Bridge.....	0.0530	0.0480	0.0450	0.0440	0.0440	0.1000	56.00%
Fire Protection.....	0.0750	0.0700	0.0670	0.0660	0.0640	0.6000	89.33%
Playgrounds and Recreation.....	0.0300	0.0290	0.0290	0.0300	0.0300	0.2000	85.00%
Parks	0.0300	0.0290	0.0290	0.0300	0.0300	0.0750	60.00%
IMRF	0.0370	0.0350	0.0330	0.0320	0.0320	No Limit	
Police Pension	0.0750	0.0750	0.0750	0.0720	0.0780	No Limit	
Firefighters Pension.....	0.0550	0.0520	0.0520	0.0510	0.0560	No Limit	
Recreation for the Handicapped.....	0.0110	0.0110	0.0110	0.0110	0.0110	No Limit	
Limited Bonds	0.0000	0.0000	0.0000	0.0000	0.0000	No Limit	
Bonds	0.0240	0.0220	0.0200	0.0200	0.0170	No Limit	
Total Village Rate.....	\$0.4740	\$0.4510	\$0.4350	\$0.4290	\$0.4340		
Lake County	0.4650	0.4540	0.4500	0.4440	0.4530		
Lake County Forest Preserve District.....	0.2190	0.2100	0.2040	0.2010	0.1990		
Libertyville Township - Road and Bridge.....	0.0430	0.0420	0.0420	0.0430	0.0440		
Libertyville Township.....	0.0580	0.0570	0.0570	0.0570	0.0580		
Cook Memorial Library District.....	0.2310	0.2250	0.2220	0.2190	0.2220		
Central Lake County Joint Action Water Agency.....	0.0540	0.0490	0.0460	0.0420	0.0420		
School District Number 70.....	2.4990	2.3780	2.2970	2.2470	2.2780		
High School District Number 128.....	2.2910	2.2250	2.1790	2.1360	2.1630		
Community College District Number 532.....	0.2000	0.1970	0.1950	0.1920	0.1960		
Total(3)	\$6.5340	\$6.2880	\$6.1270	\$6.0100	\$6.0890		
Village as a percent of Total.....	7.3%	7.2%	7.1%	7.1%	7.1%		

Notes: (1) Source: Lake County Clerk.
(2) Representative tax rates for Libertyville Township Tax Code Number 38 which represents 73.43% of the Village's 2008 Equalized Assessed Valuation.

Village Tax Extensions and Collections(1)

Levy Year	Coll. Year	Taxes Extended	Taxes Collected	
			Amount	Percent
2003.....	2004.....	\$4,306,327	\$4,278,214	99.35%
2004.....	2005.....	4,526,009	4,516,208	99.78%
2005.....	2006.....	4,689,805	4,679,872	99.79%
2006.....	2007.....	4,907,276	4,898,073	99.81%
2007.....	2008.....	5,166,109	5,165,702	99.99%
2008.....	2009(2).....	5,455,587	2,725,281	49.95%

Notes: (1) Source: Lake County Treasurer.
(2) In collection as of June 25, 2009.

Principal Village Taxpayers(1)

Taxpayer Name	Business/Service	2008 EAV(2)	Percent of Village
Motorola Inc.....	Portable and Cellular Mobile Telephones	\$17,702,065	1.41%
Hollister Incorporated.....	Corporate HQ and Health Care Products	10,715,556	0.85%
Manufacturers Life Insurance Company.....	Insurance Company	8,538,482	0.68%
Capmark Finance Inc.....	Financial Services	6,861,018	0.55%
Bradley Operating Ltd.....	Shopping Center	4,679,146	0.37%
PNCMAC Pine Meadows III LLC(3).....	Industrial/Office	4,150,907	0.33%
Keystone Property Group.....	Industrial/Office	3,199,298	0.25%
Lincoln Commerce Center Pro.....	Industrial/Office	3,112,418	0.25%
MB BP Portfolio II LLC.(4).....	Industrial/Office	3,075,558	0.24%
Liberty Mill Plaza.....	Shopping Center	2,910,837	0.23%
Total.....		\$62,034,448	
Ten largest as a percent of the Village's 2008 EAV (\$1,257,047,676)			4.93%

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 2008 EAV is the most current available.
(3) Previously: Brea Property Management
(4) Previously: USG Corporation

FINANCIAL INFORMATION

Statement of Activities Governmental Activities

	Audited Year Ended April 30				
	2005	2006(2)	2007	2008	2009
Governmental Activities(1):					
General Government.....	\$ 274,419	\$ 678,302	\$ 1,259,593	\$ 1,124,658	\$ 1,201,044
Community Development.....	(771,732)	(704,558)	(713,616)	(986,902)	(929,977)
Public Safety.....	(8,730,503)	(11,009,891)	(7,917,239)	(9,801,185)	(10,158,962)
Public Works.....	(1,392,929)	(2,556,435)	(3,128,931)	(3,143,784)	(3,088,681)
Parks and Recreation.....	(2,353,691)	(1,760,288)	(1,799,711)	(1,900,209)	(1,876,013)
Economic Development.....	(703,633)	(124,291)	(939,443)	(695,858)	(1,651,999)
Interest of Long-Term Debt.....	(305,035)	(269,242)	(234,969)	(193,187)	(193,112)
Total Governmental Activities.....	<u>\$(13,983,104)</u>	<u>\$(15,746,403)</u>	<u>\$(13,474,316)</u>	<u>\$(15,596,467)</u>	<u>\$(16,697,700)</u>
General Revenues:					
Taxes:					
Property Taxes.....	\$ 5,938,095	\$ 6,405,525	\$ 6,868,027	\$ 7,199,409	\$ 7,519,390
Other Taxes.....	362,902	429,598	431,258	447,149	404,664
Intergovernmental					
Sales and Use Taxes.....	7,420,912	7,735,611	7,569,381	7,304,853	6,086,067
Income Taxes.....	1,404,226	1,584,940	1,748,207	1,909,785	1,889,000
Other.....	87,424	74,214	476,047	85,138	183,490
Interest Income.....	184,131	431,533	837,852	885,382	391,979
Miscellaneous.....	386,081	387,140	2,288,709	361,404	203,324
Transfers - Internal Activity.....	103,090	103,690	102,975	103,005	103,690
Total General Revenue.....	<u>\$ 15,886,861</u>	<u>\$ 17,152,251</u>	<u>\$ 20,322,456</u>	<u>\$ 18,296,125</u>	<u>\$ 16,781,604</u>
Change in Net Assets.....	\$ 1,903,757	\$ 1,405,848	\$ 6,848,140	\$ 2,699,658	\$ 83,904
Net Assets Beginning.....	<u>34,740,131</u>	<u>143,080,978</u>	<u>157,715,825</u>	<u>164,563,965</u>	<u>167,263,623</u>
Net Assets Ending.....	<u>\$ 36,643,888</u>	<u>\$144,486,826</u>	<u>\$164,563,965</u>	<u>\$167,263,623</u>	<u>\$167,347,527</u>

- Notes: (1) Expenses less Program Revenues for Charges for Services and Capital Grants/Contributions.
(2) Net assets were restated due to addition of infrastructure assets.

**Statement of Revenues and Expenditures
General Fund**

	Audited Year Ended April 30				
	2005	2006(2)	2007	2008	2009
REVENUES:					
Taxes.....	\$ 4,616,631	\$ 4,937,965	\$ 5,138,723	\$ 5,396,947	\$ 5,622,728
Licenses and Permits.....	931,936	1,051,786	1,615,635	1,221,835	1,609,199
Intergovernmental.....	8,006,837	8,428,129	8,834,956	8,487,357	7,549,932
Charges for Services.....	4,517,958	5,106,072	5,366,573	5,606,483	5,655,327
Fines and Forfeits.....	226,257	241,105	186,834	232,859	330,028
Interest.....	143,328	325,224	571,467	539,367	276,815
Miscellaneous.....	207,427	366,049	610,412	218,612	193,738
Total Revenues.....	<u>\$18,650,374</u>	<u>\$20,456,330</u>	<u>\$22,324,600</u>	<u>\$21,703,460</u>	<u>\$21,237,767</u>
EXPENDITURES:					
Current:					
General Government.....	\$ 2,296,028	\$ 2,318,431	\$ 2,277,783	\$ 2,408,271	\$ 2,465,902
Community Development.....	945,485	1,034,897	1,136,810	1,286,825	1,315,490
Public Safety.....	10,740,333	11,944,339	12,393,135	12,737,445	13,094,666
Public Works.....	2,052,131	2,083,919	2,075,338	2,344,969	2,190,399
Parks and Recreation.....	2,659,305	2,792,256	2,803,372	2,908,741	2,806,608
Total Expenditures.....	<u>\$18,693,282</u>	<u>\$20,173,842</u>	<u>\$20,686,438</u>	<u>\$21,686,251</u>	<u>\$21,873,065</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures.....	\$ (42,908)	\$ 282,488	\$ 1,638,162	\$ 17,209	\$ (635,298)
Other Financing Sources (Uses)					
Transfers In.....	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Transfers Out.....	(60,000)	(80,000)	(555,000)	(80,000)	(80,000)
Total Other Financing Sources (Uses).....	<u>\$ (60,000)</u>	<u>\$ (80,000)</u>	<u>\$ (555,000)</u>	<u>\$ (80,000)</u>	<u>\$ (80,000)</u>
Net Change in Fund Balances.....	\$ (102,908)	\$ 202,488	\$ 1,083,162	\$ (62,791)	\$ (715,298)
Fund Balances - Beginning.....	<u>10,444,989</u>	<u>10,342,081</u>	<u>10,544,569</u>	<u>11,627,731</u>	<u>11,564,940</u>
Fund Balances - Ending.....	<u>\$10,342,081</u>	<u>\$10,544,569</u>	<u>\$11,627,731</u>	<u>\$11,564,940</u>	<u>\$10,849,642</u>

**Budget and Unaudited
General Fund**

	Budget 2009	Actual Fiscal Year 2009
REVENUES:		
Property Taxes	\$ 5,163,900	\$ 5,218,064
Other Taxes	427,000	404,664
Sales Taxes	6,200,000	5,168,899
Income Tax	1,922,000	1,889,000
Other Intergovernmental Revenue	349,900	492,033
Building Permits	1,527,800	1,609,199
Fines and Penalties	336,750	330,028
Libertyville Fire Protection District	2,233,290	2,234,803
Recreation Fees	1,278,000	1,189,846
Parking Fees	5,000	4,848
Interest Income	301,750	276,815
Transfers In	0	0
Other Revenues	<u>2,275,125</u>	<u>2,419,568</u>
Total General Fund Revenues	\$22,020,515	\$21,237,767
EXPENDITURES:		
Administration	\$ 1,245,980	\$ 1,201,304
Engineering	391,065	362,321
Highways & Bridges	1,532,585	1,518,501
Snow Removal and Ice Control	283,970	281,943
Planning	455,780	442,625
Building	757,090	738,558
Police	6,991,715	6,974,756
Fire	5,859,830	5,803,766
Parks	1,353,660	1,344,213
Recreation	933,380	916,367
Swimming Pool Operations	392,215	390,924
Riverside Park Golf Course	171,800	155,104
Senior Programs	88,565	88,467
Emergency Management Agency	12,350	11,863
Legislative Boards and Committees	115,795	103,669
Legal	463,500	461,238
Central Business District	12,400	12,395
Community Organizations/Activities	194,500	188,651
Public Buildings	188,890	186,347
Emergency Telephone System	334,735	304,281
Hotel/Motel Tax	270,810	223,831
Other Expenditures	<u>202,840</u>	<u>161,941</u>
Total Expenditures	\$22,253,455	\$21,873,065
Transfers Out	0	0
Excess of Income over Expenses	\$ (232,940)	\$ (635,298)

**Statement of Net Assets
Governmental Activities**

Audited as of April 30

	2005	2006	2007	2008	2009
ASSETS:					
Current Assets					
Cash and Investments.....	\$ 12,035,784	\$ 12,560,004	\$ 17,217,070	\$ 17,714,305	\$ 12,276,234
Receivables - Net.....	8,377,916	9,229,461	9,549,286	9,866,989	10,032,866
Internal Balances.....	1,036,604	2,219,484	3,097,125	4,400,729	6,386,325
Prepaid Items/Inventory.....	436,430	513,982	631,487	794,849	703,834
Total Current Assets.....	\$ 21,886,734	\$ 24,522,931	\$ 30,494,968	\$ 32,776,872	\$ 29,399,259
Capital Assets					
Land.....	\$ 2,976,162	\$ 97,812,093	\$ 98,301,694	\$ 98,301,694	\$ 98,301,694
Infrastructure.....	21,473,659	47,036,993	73,087,614	74,799,074	81,252,919
Buildings and Improvements.....	15,922,818	16,628,146	16,810,256	16,989,687	17,110,295
Machinery and Equipment.....	12,714,958	6,221,208	6,459,741	6,624,440	7,319,170
Total Capital Assets.....	\$ 53,087,597	\$167,698,440	\$194,659,305	\$196,714,895	\$203,984,078
Less: Accumulated Depreciation.....	(20,861,374)	(30,217,070)	(44,036,297)	(46,593,439)	(48,466,345)
Total Capital Assets.....	\$ 32,226,223	\$137,481,370	\$150,623,008	\$150,121,456	\$155,517,733
Total Assets.....	\$ 54,112,957	\$162,004,301	\$181,117,976	\$182,898,328	\$184,916,992
LIABILITIES:					
Current Liabilities					
Accounts Payable.....	\$ 333,744	\$ 526,223	\$ 375,049	\$ 726,611	\$ 2,152,877
Accrued Payroll.....	593,963	645,064	535,971	534,305	561,795
Deposits Payable.....	529,191	684,571	969,637	812,227	981,472
Interest Payable.....	104,826	91,196	80,233	62,760	35,723
Unearned Revenues.....	6,731,032	7,143,835	7,426,758	7,698,984	8,145,141
Current Portion of Long Term Debt.....	1,558,814	1,683,526	1,793,711	1,826,933	941,725
Total Current Liabilities.....	\$ 9,851,570	\$ 10,774,415	\$ 11,181,359	\$ 11,661,820	\$ 12,818,733
Noncurrent Liabilities:					
Net Pension Obligation.....	\$ 142,944	\$ 140,472	\$ 133,074	\$ 116,141	\$ 85,467
Net Other Post-Employment Benefit Obligation.....	0	0	0	0	128,800
Compensated Absences Payable.....	1,061,915	1,204,034	1,247,904	1,353,602	1,438,180
Installment Contract Payable.....	257,640	458,554	291,674	113,142	848,285
General Obligation Bonds Payable.....	6,155,000	4,940,000	3,700,000	2,390,000	2,250,000
Total Noncurrent Liabilities.....	\$ 7,617,499	\$ 6,743,060	\$ 5,372,652	\$ 3,972,885	\$ 4,750,732
Total Liabilities.....	\$ 17,469,069	\$ 17,517,475	\$ 16,554,011	\$ 15,634,705	\$ 17,569,465
NET ASSETS:					
Invested in Capital Assets - Net of					
Related Debt.....	\$ 24,520,248	\$130,700,298	\$145,149,599	\$146,045,939	\$151,837,268
Restricted - Special Revenues.....	906,732	353,140	416,939	427,485	477,791
Restricted - Debt Service.....	818,583	853,859	881,348	911,288	747,415
Unrestricted.....	10,398,325	12,579,529	18,116,079	19,878,911	14,285,053
Total Net Assets.....	\$ 36,643,888	\$144,486,826	\$164,563,965	\$167,263,623	\$167,347,527

Note: (1) Governmental Infrastructure Assets added in FY 2006 and other assets restated due to appraisal.

**Balance Sheet
General Fund**

	Audited as of April 30				
	2005	2006	2007	2008	2009
ASSETS:					
Cash and Investments.....	\$ 8,087,728	\$ 7,399,270	\$ 7,619,478	\$ 6,031,808	\$ 3,065,404
Receivables - Net of Allowances:					
Property Taxes.....	4,332,667	4,510,610	4,729,050	4,971,403	5,287,186
Other Taxes.....	1,514,950	1,608,462	1,795,554	1,582,618	1,378,634
Accounts.....	305,592	461,085	312,827	528,017	671,057
Accrued Interest.....	29,571	51,018	38,285	52,269	40,052
Due From Other Funds.....	1,366,732	2,219,484	3,097,125	4,400,729	6,387,528
Prepaid Items.....	420,584	485,305	552,633	690,277	604,265
Total Assets.....	<u>\$16,057,824</u>	<u>\$16,735,234</u>	<u>\$18,144,952</u>	<u>\$18,257,121</u>	<u>\$17,434,126</u>
LIABILITIES AND FUND BALANCES:					
Liabilities:					
Accounts Payable.....	\$ 264,770	\$ 368,787	\$ 304,987	\$ 394,973	\$ 277,193
Accrued Payroll.....	576,342	626,697	515,749	513,578	538,742
Deposits Payable.....	529,191	684,571	967,435	812,227	480,160
Due to Other Funds.....	12,773	0	0	0	1,203
Deferred Revenues.....	4,332,667	4,510,610	4,729,050	4,971,403	5,287,186
Total Liabilities.....	<u>\$ 5,715,743</u>	<u>\$ 6,190,665</u>	<u>\$ 6,517,221</u>	<u>\$ 6,692,181</u>	<u>\$ 6,584,484</u>
Fund Balances:					
Reserved - Prepaid Items.....	\$ 420,584	\$ 485,305	\$ 552,633	\$ 690,277	\$ 604,265
Reserved - Special Revenues.....	353,811	353,140	416,939	427,485	477,791
Unreserved.....	9,567,686	9,706,124	10,658,159	10,447,178	9,767,586
Total Fund Balances.....	<u>\$10,342,081</u>	<u>\$10,544,569</u>	<u>\$11,627,731</u>	<u>\$11,564,940</u>	<u>\$10,849,642</u>
Total Liabilities and Fund Balances.....	<u>\$16,057,824</u>	<u>\$16,735,234</u>	<u>\$18,144,952</u>	<u>\$18,257,121</u>	<u>\$17,434,126</u>

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

	Fiscal Year Ended April 30, 2009			
	2005	2006	2007	2008
Government Fund Types				
General Fund	\$10,342,081	\$10,544,569	\$11,627,731	\$11,564,940
Special Revenue Funds				
Foreign Fire Ins. Tax	0	0	0	0
Motor Fuel Tax	0	0	0	0
Commuter Parking	552,921	726,630	910,745	999,083
911 Emergency Telephone	0	0	0	0
Timber Creek SSA	0	0	0	0
Hotel/Motel Tax	0	0	0	0
Lucerne At Interlaken SSA	0	0	0	0
Total Special Revenue Funds	\$ 552,921	\$ 726,630	\$ 910,745	\$ 999,083
Total Governmental Funds	\$ 10,894,999	\$ 11,271,199	\$ 12,538,476	\$ 12,564,023
Debt Service Funds	\$ 923,409	\$ 945,055	\$ 961,581	\$ 974,048
Capital Projects Funds	1,673,608	2,884,447	7,084,052	8,832,519
Total Governmental Funds	\$13,492,019	\$15,100,701	\$20,584,109	\$22,370,590
Proprietary and Fiduciary Fund Types				
Enterprise Funds				
Waterworks and Sewerage	\$24,627,500	\$24,802,967	\$25,443,380	\$25,332,621
Sports Complex	(4,633,700)	(5,943,436)	(6,702,554)	(7,630,883)
Internal Service Funds				
Vehicle Maintenance and Repair	2,525,237	2,979,551	2,990,228	3,038,629
Technology Equipment and Replacement	(522,946)	(411,133)	(266,591)	(246,644)
Wireless Equipment and Replacement	0	0	0	0
Pension Fund Trusts				
Police Pension	15,268,089	16,685,424	18,319,178	18,718,139
Firefighter's Pension	12,448,443	14,146,603	15,649,951	16,289,710
Total Proprietary and Fiduciary	\$49,712,623	\$52,259,976	\$55,433,592	\$55,501,572
Total All Funds (Memo Only)	\$63,204,642	\$67,360,677	\$76,017,701	\$77,872,162
Cash and Investments at April 30:				
General Fund	\$ 7,814,409	\$ 8,087,728	\$ 7,619,478	\$ 6,031,808
Special Revenue Funds	207,572	546,496	902,240	991,108
Debt Service Funds	704,717	715,871	760,206	771,173
Capital Project Funds	788,144	1,963,508	6,938,445	8,938,081
Subtotal (Governmental)	\$ 9,514,842	\$11,313,603	\$16,220,369	\$16,732,170
Enterprise Funds	4,598,421	3,372,195	5,831,552	5,713,503
Internal Service Funds	1,080,181	772,181	996,701	982,135
Pension Funds	25,925,281	27,484,785	33,814,870	34,620,820
Total All Funds	\$41,118,725	\$42,942,764	\$56,863,492	\$58,048,628

	Revenues Including Transfers		Revenues Over (Under) Expenditures		Fund Balance
	Property Taxes	Total			
General Fund	\$5,218,064	\$21,237,767	\$ (635,298)	\$10,849,642	
Special Revenue Funds	0	0	0	0	
Foreign Fire Ins. Tax	0	0	0	0	
Motor Fuel Tax	0	0	0	0	
Commuter Parking	0	345,860	72,300	1,071,383	
911 Emergency Telephone	0	0	0	0	
Timber Creek SSA	0	0	0	0	
Hotel/Motel Tax	0	0	0	0	
Lucerne At Interlaken SSA	0	0	0	0	
Total Special Revenue Funds	\$ 0	\$ 345,860	\$ 72,300	\$ 1,071,383	
Debt Service Funds	240,594	\$ 852,504	\$ (654,225)	\$ 783,138	
Capital Projects Funds	2,060,732	3,642,142	(4,360,071)	4,224,403	
Total Governmental Funds	\$7,519,390	\$26,078,273	\$ (5,577,294)	\$16,928,566	
Proprietary and Fiduciary Fund Types					
Enterprise Funds					
Waterworks and Sewerage	\$ 0	\$ 5,710,431	\$ (1,643,066)	\$23,646,149	
Sports Complex	0	2,704,025	9,830	(8,694,516)	
Internal Service Funds					
Vehicle Maintenance and Repair	0	1,424,259	(78,492)	3,011,074	
Technology Equipment and Replacement	0	382,256	59,488	(127,809)	
Wireless Equipment and Replacement	0	0	0	0	
Pension Fund Trusts					
Police Pension	0	1,205,751	(2,432,142)	16,285,997	
Firefighter's Pension	0	857,820	(2,385,390)	13,904,320	
Total Proprietary and Fiduciary	\$ 0	\$12,284,542	\$ (6,469,772)	\$48,025,215	
Total All Funds (Memo Only)	\$7,519,390	\$38,362,815	\$ (12,047,066)	\$64,953,781	

THE WATERWORKS AND SEWERAGE SYSTEM

Rates and Charges

Rates Per 1,000 Gallons

	Effective		
	July 1, 2003	June 1, 2006	January 1, 2009
Minimum - First 4,000 Gallons:			
Water	\$21.32	\$22.20	\$22.70
Sewer	14.40	14.80	15.30
Over 4,000 Gallons:			
Water	\$ 4.18	\$ 4.40	\$ 4.50
Sewer	2.50	2.60	2.70

Major System Users (As of April 30, 2009)

Name	Dollars Billed	Gallons Used (1,000 Gallons)
Motorola	\$146,988	24,700
Winchester House	118,396	16,906
Condell	109,884	15,690
Condell	97,284	11,990
Temperature Equipment	69,557	9,929
Zeller Plastik	52,295	7,463
Libertyville High School	47,234	6,740
Spring Meadows	47,164	6,730
American Health Care	34,991	4,991
Center Club/Condell	33,682	4,804
Total	\$757,475	109,943

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

Audited as of April 30

	2005	2006	2007	2008	2009
ASSETS:					
Cash and Investments.....	\$ 3,372,195	\$ 3,341,194	\$ 5,831,552	\$ 5,713,503	\$ 4,421,806
Receivables - Net of Allowances					
Property Taxes.....	26,784	26,784	26,784	25,479	25,479
Accounts.....	1,015,635	1,246,871	1,166,541	979,478	926,017
Accrued Interest.....	8,775	12,738	12,107	27,734	5,681
Due From Other Funds.....	1,281,401	951,273	951,273	951,273	951,273
Prepaid Expenses.....	52,000	68,519	54,466	66,470	72,124
Total.....	<u>\$ 5,756,790</u>	<u>\$ 5,647,379</u>	<u>\$ 8,042,723</u>	<u>\$ 7,763,937</u>	<u>\$ 6,402,380</u>
Capital Assets:					
Land.....	\$ 68,920	\$ 2,272,080	\$ 2,272,080	\$ 2,272,080	\$ 2,272,080
Buildings and Improvements.....	8,290,450	14,016,621	14,016,621	14,140,793	14,179,893
Machinery and Equipment.....	3,224,782	1,684,716	1,684,716	1,684,716	1,720,581
Waterworks System.....	18,367,884	12,930,848	13,648,356	14,234,524	14,252,524
Sewerage System.....	19,409,971	13,631,993	14,200,740	14,484,256	14,497,756
Total.....	<u>\$ 49,362,007</u>	<u>\$ 44,536,258</u>	<u>\$ 45,822,513</u>	<u>\$ 46,816,369</u>	<u>\$ 46,922,834</u>
Accumulated Depreciation.....	(24,468,507)	(19,965,004)	(20,972,743)	(22,034,570)	(23,110,956)
Net Capital Assets.....	<u>\$ 24,893,500</u>	<u>\$ 24,571,254</u>	<u>\$ 24,849,770</u>	<u>\$ 24,781,799</u>	<u>\$ 23,811,878</u>
Total Assets.....	<u>\$ 30,650,290</u>	<u>\$ 30,218,633</u>	<u>\$ 32,892,493</u>	<u>\$ 32,545,736</u>	<u>\$ 30,214,258</u>
LIABILITIES:					
Current Liabilities					
Accounts Payable.....	\$ 338,749	\$ 465,817	\$ 262,808	\$ 391,766	\$ 247,748
Retainage Payable.....	0	0	0	0	0
Accrued Payroll.....	60,005	66,751	67,854	76,275	82,086
Deposits Payable.....	20,682	17,305	34,065	41,035	49,775
Accrued Interest Payable.....	73,336	62,059	113,041	107,170	99,153
Unearned Revenues.....	144,000	136,000	128,000	152,981	159,284
Compensated Absences Payable.....	57,763	68,659	55,628	63,805	69,279
Interest Payable - Bonds.....	0	0	0	0	0
Interest Payable - IEPA Loan.....	0	0	0	0	0
IEPA Loans Payable.....	149,292	153,827	158,500	163,315	168,276
General Obligation Bonds Payable.....	635,000	615,000	365,000	385,000	385,000
Total Current Liabilities.....	<u>\$ 1,478,827</u>	<u>\$ 1,585,418</u>	<u>\$ 1,184,896</u>	<u>\$ 1,381,347</u>	<u>\$ 1,260,601</u>
Noncurrent Liabilities					
Compensated Absences Payable.....	\$ 231,052	\$ 274,637	\$ 222,511	\$ 255,219	\$ 277,118
IEPA Loans Payable.....	1,466,703	1,312,876	1,154,375	991,060	822,785
General Obligation Bonds Payable.....	2,900,000	2,285,000	4,920,000	4,610,000	4,225,000
Unamortized Bond Discount.....	(53,792)	(42,265)	(32,669)	(24,511)	(17,395)
Total Noncurrent Liabilities.....	<u>\$ 4,543,963</u>	<u>\$ 3,830,248</u>	<u>\$ 6,264,217</u>	<u>\$ 5,831,768</u>	<u>\$ 5,307,508</u>
Total Liabilities.....	<u>\$ 6,022,790</u>	<u>\$ 5,415,666</u>	<u>\$ 7,449,113</u>	<u>\$ 7,213,115</u>	<u>\$ 6,568,109</u>
NET ASSETS:					
Invested in Capital Assets					
- Net of Available Debt.....	\$ 19,796,297	\$ 20,246,816	\$ 18,284,563	\$ 18,656,935	\$ 18,228,212
Unrestricted.....	4,831,203	4,556,151	7,158,817	6,675,686	5,417,937
Total Net Assets.....	<u>\$ 24,627,500</u>	<u>\$ 24,802,967</u>	<u>\$ 25,443,380</u>	<u>\$ 25,332,621</u>	<u>\$ 23,646,149</u>

**Waterworks and Sewerage Fund
Revenues and Expenditures**

Audited Year Ended April 30

	2005	2006	2007	2008	2009
OPERATING REVENUES:					
Charges for Services:					
Water Sales.....	\$ 3,637,883	\$ 4,281,269	\$ 3,935,662	\$ 3,888,951	\$ 3,685,770
Sewer Service Charges.....	2,142,981	2,290,799	2,221,981	2,154,127	1,979,874
Sewer Process Fees.....	0	0	0	0	0
Damage to Village Property.....	3,829	3,065	5	(4,858)	0
Meters and Readouts.....	32,156	25,755	28,935	14,350	38,936
Miscellaneous.....	14,425	6,904	6,078	1,699	5,851
Total Charges for Service.....	<u>\$ 5,831,274</u>	<u>\$ 6,607,792</u>	<u>\$ 6,192,661</u>	<u>\$ 6,054,269</u>	<u>\$ 5,710,431</u>
OPERATING EXPENSES:					
Water Operations.....	\$ 3,219,716	\$ 3,608,871	\$ 3,404,182	\$ 3,677,387	\$ 3,563,090
Sewer Operations.....	667,936	741,258	720,074	731,650	824,529
Wastewater Treatment Plant.....	907,712	1,006,125	985,041	1,258,659	1,229,766
Water and Sewer Capital Improvements.....	81,745	719,233	576,775	395,215	652,610
Depreciation and Amortization.....	1,448,536	1,071,545	1,054,302	1,061,826	1,083,502
Total Operating Expenses.....	<u>\$ 6,325,645</u>	<u>\$ 7,147,032</u>	<u>\$ 6,740,374</u>	<u>\$ 7,124,737</u>	<u>\$ 7,353,497</u>
Operating Income (Loss).....	\$ (494,371)	\$ (539,240)	\$ (547,713)	\$(1,070,468)	\$(1,643,066)
Nonoperating Revenues (Expenses):					
Interest Income.....	\$ 51,609	\$ 89,180	\$ 252,059	\$ 242,545	\$ 90,748
Connection Fees.....	504,825	303,656	611,285	207,459	126,790
Property Tax.....	26,784	26,784	31,542	24,637	25,479
Other Income.....	8,000	8,000	8,000	8,000	8,000
Interest and Fiscal Charges.....	(181,943)	(156,166)	(272,282)	(249,323)	(222,233)
Loss on Disposal of Fixed Assets.....	0	0	(35,151)	0	0
Total Non Operating Revenues (Expenses)....	<u>\$ 409,275</u>	<u>\$ 271,454</u>	<u>\$ 595,453</u>	<u>\$ 233,318</u>	<u>\$ 28,784</u>
Income (Loss) Before Contributions and Transfers.....	\$ (85,096)	\$ (267,786)	\$ 47,740	\$ (837,150)	\$(1,614,282)
Transfers Out, net.....	(103,090)	(103,690)	(102,975)	(103,005)	(103,690)
Capital Contributions.....	0	0	695,648	829,396	31,500
Change in Net Assets.....	\$ (188,186)	\$ (371,476)(1)	\$ 640,413	\$ (110,759)	\$(1,686,472)
Net Assets - Beginning.....	<u>24,815,686</u>	<u>25,174,443</u>	<u>24,802,967</u>	<u>25,443,380</u>	<u>25,332,621</u>
Net Assets - Ending.....	<u>\$24,627,500</u>	<u>\$24,802,967</u>	<u>\$25,443,380</u>	<u>\$25,332,621</u>	<u>\$23,646,149</u>

Note: (1) Net assets beginning were restated due to change in fixed assets.

**Coverage
Waterworks and Sewerage Fund**

Fiscal Year	Net Available For Debt Service(2)	Debt Service(1)			Coverage	Available for Subordinate Obligation	Subordinate Obligation	
		Series 2001A	Series 2006	Total			Loan	Coverage
2009	\$385,549	\$ 373,078	\$ 200,268	\$ 573,345	0.67X	\$(187,796)	\$ 196,898	(0.95)X
2010	385,549	376,488	202,148	578,635	0.67X	(193,086)	196,898	(0.98)X
2011	385,549	378,688	198,790	577,478	0.67X	(191,929)	196,898	(0.97)X
2012	385,549	380,288	200,433	580,720	0.66X	(195,171)	196,897	(0.99)X
2013	385,549	390,938	201,833	592,770	0.65X	(207,221)	196,898	(1.05)X
2014	385,549	0	333,033	333,033	1.16X	52,517	196,898	0.27X
2015	385,549	0	333,833	333,833	1.15X	51,717	98,450	0.53X
2016	385,549	0	334,113	334,113	1.15X	51,437	0	
2017	385,549	0	333,863	333,863	1.15X	51,687	0	
2018	385,549	0	338,138	338,138	1.14X	47,412	0	
2019	385,549	0	341,725	341,725	1.13X	43,824	0	
2020	385,549	0	339,690	339,690	1.14X	45,859	0	
2021	385,549	0	342,090	342,090	1.13X	43,459	0	
2022	385,549	0	343,860	343,860	1.12X	41,689	0	
Total		\$1,899,478	\$4,043,813	\$5,943,290			\$1,279,837	

- Notes: (1) For debt service including the May 1 principal and interest due.
(2) Source: The Village's Preliminary 2009 Comprehensive Annual Financial Report. This amount includes \$5,710,431 total charges for service less \$5,542,420 total operating expenses not including \$727,575 of capital improvements and \$1,076,386 of depreciation and amortization, plus \$90,748 of interest income and \$126,790 of connection fees.