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# Comprehensive Annual Financial Report



**Libertyville**  
*spirit of independence*

For The Year Ended  
April 30, 2010

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Village of Libertyville, IL

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**COMPREHENSIVE ANNUAL FINANCIAL REPORT**

**FOR THE YEAR ENDED APRIL 30, 2010**

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Prepared by the  
Finance Department

Patricia Wesolowski  
Director of Finance/Treasurer

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

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## **INTRODUCTORY SECTION**

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



July 21, 2010

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, 2010 is hereby submitted.

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

The Village of Libertyville's financial statements have been audited by Lauterbach & Amen, LLP, a firm of licensed certified public accountants. The goal of the independent audit is to provide reasonable assurance that the financial statements of the Village of Libertyville for the fiscal year ended April 30, 2010, 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, 2010, are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report.

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

## **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 30<sup>th</sup> 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 enabled the Village to build up the Village's General Fund reserves to 50% of budgeted expenditures. The economy changed drastically in 1991 and the Village has seen decreases in sales tax revenue since that time. The auto category of sales tax accounted for approximately 70% of all sales tax received in 1990 and has been decreasing since then with the 2009-10 fiscal year accounting for 58% of all sales tax. It is unlikely that even when the economy rebounds that sales taxes will increase to the prior levels.

Due to the current recession, the Village has 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 additional expenditure reductions in order to balance the budget. Village reserves, which at one time exceeded 6 months of expenditures, have been reduced to less than 1 month of expenditures. During the second half of the 2009-10 fiscal year, Village offices were closed one day per month and all non-union employees were required to take this day off without pay. In an effort to reduce costs further and re-build the unreserved fund balance, these unpaid furlough days are also being implemented for the 2010-11 fiscal year along with the lay-off of 3 employees, and the reduction of 4 positions from full-time to part-time. The Village Board also instituted a gas and electric utility tax along with increasing the tax on telecommunications. Even with all of these reductions in expenditures and revenue enhancements, the Village will still be faced with structural deficits in future years as the growth in revenue is not sufficient to support the level of programs and services that Village residents have received in the past.

## ***Major Initiatives***

During the prior 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 was funded by the Tax Increment Financing (TIF) Fund and was completed in August 2009. The Village will now focus on finalizing plans for improvements to the surface parking lot on the west side along with a possible parking garage and improvements to the ground parking lots for the east side of the downtown area.

In the past year, Village Board also approved a contract with a real estate broker to sell the Family Entertainment Center and Golf Learning Center property by using an auction process. Due to the economy, there has not been much interest in the property and the auction failed to generate a viable offer. While both of these areas of the Libertyville Sports Complex (LSC) successful, revenues have decreased 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 by be repaid upon the sale of this property. The Village restructured the outstanding bonds that were issued to construct the LSC and was able to generate savings of approximately \$1 million per year for the next four

years. This is intended to provide time for the economy to improve in order to eventually sell the property at a viable price.

For the Future - For 2010-11, the Village will continue its emphasis on infrastructure and capital improvements. The budget includes \$840,000 in the Motor Fuel Tax and Capital Improvement Funds for road construction and repairs, \$1.7 million in water main, sanitary sewer and wastewater treatment plant improvements, and \$50,000 for park and playground improvements. Overall, the Village has budgeted over \$3.5 million in capital expenditures for 2010-11.

The Village's Economic Development Coordinator will continue to work with various property owners in order to redevelop several vacant and shuttered properties within the Village. The Village Board has made this a priority for the past several years and there has been progress made on several parcels. There are other parcels that still need redevelopment and include the Fresh Foods property on South Milwaukee Avenue and the Young property located at the southwest corner of Milwaukee and Peterson. The Young property was formerly the Hitch-In Post Hotel and the building has recently been razed in order provide additional redevelopment opportunities on this parcel.

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.

The Village Board has also recently established a historic preservation committee to review whether the creation of an historic preservation ordinance would be appropriate for the Village. This committee will have seven members and will be responsible for conducting public meetings to obtain input regarding the possible creation of a historic preservation ordinance.

Certificate of Achievement - The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Village of Libertyville for its comprehensive annual financial report for the fiscal year ended April 30, 2009. This was the seventeenth consecutive year the Village received this prestigious award. In order to be awarded a Certificate of Achievement, the government published an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable 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.

Distinguished Budget Presentation Award – The Village also received the Distinguished Budget Presentation Award for its 2009-10 annual budget from the GFOA. The award

represents the Village's commitment to meeting the highest principles of governmental budgeting. The budget is rated in four major categories: as a policy document, an operations guide, a financial plan and a communications device. The budget must be rated proficient in all four categories to receive the award.

Acknowledgments - The preparation of the comprehensive annual financial report on a timely basis was made possible by the dedicated service of the entire staff of the Finance Department and in particular the efforts of the 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, 2010**

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**LEGISLATIVE**

Village President: Terry L. Wepler

Village Clerk: Sally Kowal

Village Attorney: David L. Pardys

**BOARD OF TRUSTEES**

Drew Cullum

Jay Justice

Todd Gaines

Richard Moras

Donna Johnson

Nick Proepper

**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

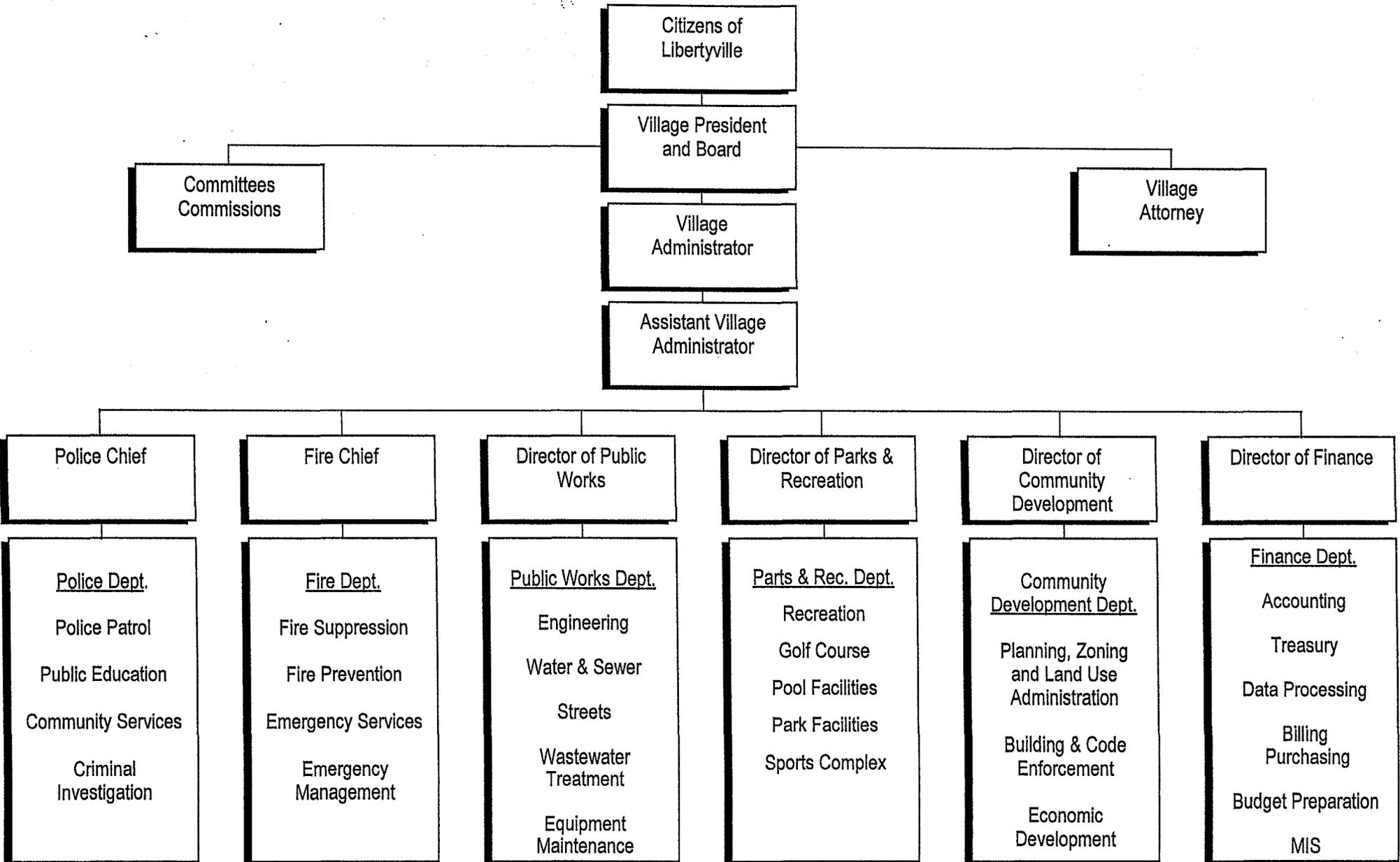
Director of Parks and Recreation

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, 2009

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.



A stylized handwritten signature in black ink.

President

A handwritten signature in black ink, appearing to read "Jeffrey R. Emer".

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 Statements and Schedules

## **INDEPENDENT AUDITORS' REPORT**

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

**INDEPENDENT AUDITORS' REPORT**

July 1, 2010

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, 2010, 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.

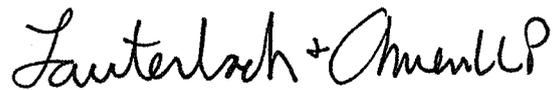
In our opinion, the basic financial statements referred to above present fairly, in all material respects, respective financial position of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the Village of Libertyville, Illinois as of April 30, 2010, 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  
July 1, 2010  
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.

A handwritten signature in cursive script that reads "Lauterbach + Amen LLP".

LAUTERBACH & AMEN, LLP

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

## **Village of Libertyville, ILLINOIS**

### **Management's Discussion and Analysis April 30, 2010**

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Our discussion and analysis of the Village of Libertyville's financial performance provides an overview of the Village of Libertyville's financial activities for the fiscal year ended April 30, 2010. 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, 2010, by \$180,164,639. Net assets of governmental activities amounts to \$159,448,764 and for business activities are \$20,715,875.
- The Village of Libertyville's total net assets decreased by \$2,134,521 with the general governmental activities net assets decreasing by \$7,898,763 and the business-type activities net assets increasing by \$5,764,242.
- Total revenues for governmental activities equal \$25,495,821, a decrease of \$904,683 (3.5%) while expenses equal \$24,969,934, a decrease of \$1,450,356 (5.8%).
- Revenues for business-type activities decreased by \$511,153 or 6.2% while expenses for these activities also decreased \$526,812 or 4.9%.
- As of April 30, 2010, total fund balance for the governmental funds was \$5,905,495 or approximately 24% of total the governmental fund expenditures. Total unreserved fund balance for governmental funds was \$2,902,981.
- The Village of Libertyville issued two bonds this fiscal year to refund portions of an older issue and also entered into several capital leases (installment contract) for the purchase of various vehicles. Total bonded debt decreased by \$1,134,420 to \$29,260,383 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, 2010**

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#### **Government-Wide Financial Statements**

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

The Statement of Net 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, 2010**

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#### **Governmental Funds**

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

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

The Village of Libertyville maintains five individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, Debt Service Fund, 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 Non-major 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.

## **Village of Libertyville, ILLINOIS**

### **Management's Discussion and Analysis**

**April 30, 2010**

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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 - 61 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 62 - 70 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 71 - 119 of this report.

# Village of Libertyville, ILLINOIS

## Management's Discussion and Analysis April 30, 2010

### 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 \$180.2 million. Net assets decreased 1.15%, from \$182,299,160 to \$180,164,639. For governmental activities, net assets decreased by \$7,898,763 (4.7%) and for business-type activities, net assets increased by \$5,764,242 (38.5%).

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
<b>Statement of Net Assets</b>												
Capital assets	\$ 158,402,049	155,517,733	2,884,316	1.85%	43,268,702	43,851,627	-582,925	-1.33%	201,670,751	199,369,360	2,301,391	1.15%
Current and other assets	16,509,686	29,399,259	-12,889,573	-43.84%	5,789,528	-736,109	6,525,637	-886.50%	22,299,214	28,663,150	-6,363,936	-22.20%
<b>Total assets</b>	<b>174,911,735</b>	<b>184,916,992</b>	<b>-10,005,257</b>	<b>-5.41%</b>	<b>49,058,230</b>	<b>43,115,518</b>	<b>5,942,712</b>	<b>13.78%</b>	<b>223,969,965</b>	<b>228,032,510</b>	<b>-4,062,545</b>	<b>-1.78%</b>
Long-term liabilities	4,694,404	4,750,732	-56,328	-1.19%	25,385,098	24,952,442	432,656	1.73%	30,079,502	29,703,174	376,328	1.27%
Other Liabilities	10,768,667	12,818,733	-2,050,166	-15.99%	2,957,257	3,211,443	-254,186	-7.92%	13,725,824	16,030,176	-2,304,352	-14.38%
<b>Total Liabilities</b>	<b>15,462,971</b>	<b>17,569,465</b>	<b>-2,106,494</b>	<b>-11.99%</b>	<b>28,342,355</b>	<b>28,163,885</b>	<b>178,470</b>	<b>0.63%</b>	<b>43,805,326</b>	<b>45,733,350</b>	<b>-1,928,024</b>	<b>-4.22%</b>
<b>Net assets:</b>												
Invested in capital assets, net of related debt	155,042,487	151,837,268	3,205,219	2.11%	17,379,271	17,292,192	87,079	0.50%	172,421,758	169,129,460	3,292,298	1.95%
Restricted	1,036,836	1,225,206	-188,370	-15.37%	-	-	-	-	1,036,836	1,225,206	-188,370	-
Unrestricted	3,369,441	14,285,053	-10,915,612	-76.41%	3,336,604	-2,340,559	5,677,163	-242.56%	6,706,045	11,944,494	-5,238,449	-43.86%
<b>Total net assets</b>	<b>159,448,764</b>	<b>167,347,527</b>	<b>-7,898,763</b>	<b>-4.72%</b>	<b>20,715,875</b>	<b>14,951,633</b>	<b>5,764,242</b>	<b>38.55%</b>	<b>180,164,639</b>	<b>182,299,160</b>	<b>-2,134,521</b>	<b>-1.17%</b>

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.

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

## Village of Libertyville, ILLINOIS

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By far the largest portion of the Village of Libertyville's net assets, which is 95 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 4 percent, or \$6.7 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 have decreased 4.7% this fiscal year (\$159,448,764 compared to \$167,347,527). Unrestricted net assets, the part of net assets that can be used to finance day-to-day operations without constraints, total \$3,369,441. This decrease in net assets is primarily due to the transfer of \$8,395,000 from the General Fund to the Sports Complex Fund. Since the Sports Complex began operations in 2002, it has been successful in generating an operating profit; however once the debt payments are included, the complex has been generating an annual loss. In prior years, the general fund has been funding this and has shown the amount as an interfund receivable since it was the intent to have this paid back. Due to continuing losses, the Village does not anticipate this repayment and has chosen to formally transfer these funds from the General Fund to the Sports Complex Fund which is shown as a business-type activity. As of April 30, 2010, the unrestricted net assets amounts to 14% of operating expenses (\$24,999,584) of governmental activities.

During the 2009-2010 fiscal year, net assets of business-type activities increased by 38.5% (\$20,715,875 compared to \$14,951,633). This increase, however, cannot be offset by the decrease 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 a reduction in the amount of water used due to a cooler and rainy summer. The Libertyville Sports Complex generated a \$298,372 operating profit this fiscal year; however, once interest payments and depreciation are reflected, a loss is generated. This is the eighth 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; however, due to the economy this is not expected to happen for several years. The Village did refund a portion of debt in order to reduce annual debt expenses.

# Village of Libertyville, ILLINOIS

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Total revenues (excluding special items) decreased from \$35,097,477 to \$33,681,641 or 4.2%. The total cost of all programs and services decreased from \$37,763,680 to \$35,816,162 or 5.2%. 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
<b>Statement of Activities</b>									
Program revenues	\$								
General Government	3,746,656	4,058,357	-311,701	-	-	-	3,746,656	4,058,357	-311,701
Community Development	293,603	385,513	-91,910	-	-	-	293,603	385,513	-91,910
Public Safety	3,225,790	3,184,475	41,315	-	-	-	3,225,790	3,184,475	41,315
Parks & Recreation	1,204,507	1,219,846	-15,339	-	-	-	1,204,507	1,219,846	-15,339
Waterworks and Sewerage	-	-	0	5,766,417	5,837,221	-70,804	5,766,417	5,837,221	-70,804
Libertyville Sports Complex	-	-	0	2,363,709	2,704,025	-340,316	2,363,709	2,704,025	-340,316
Capital Grants/Contributions	533,583	874,399	-340,816	0	31,500	-31,500	533,583	905,899	-372,316
							0	0	0
General revenues									
Taxes	8,853,658	7,924,054	929,604	25,498	25,479	19	8,879,156	7,949,533	929,623
Intergovernmental	7,328,434	8,158,557	-830,123	-	-	-	7,328,434	8,158,557	-830,123
Interest Income	85,192	391,979	-306,787	22,196	90,748	-68,552	107,388	482,727	-375,339
Miscellaneous	224,398	203,324	21,074	8,000	8,000	-	232,398	211,324	21,074
Total Revenues	<u>25,495,821</u>	<u>26,400,504</u>	<u>-904,683</u>	<u>8,185,820</u>	<u>8,696,973</u>	<u>-511,153</u>	<u>33,681,641</u>	<u>35,097,477</u>	<u>-1,415,836</u>
Program Expenses									
General Government	2,850,107	2,857,313	-7,206	-	-	-	2,850,107	2,857,313	-7,206
Community Development	1,327,110	1,315,490	11,620	-	-	-	1,327,110	1,315,490	11,620
Public Safety	13,318,393	13,343,437	-25,044	-	-	-	13,318,393	13,343,437	-25,044
Public Works	3,996,726	3,963,080	33,646	-	-	-	3,996,726	3,963,080	33,646
Parks & Recreation	2,933,418	3,095,859	-162,441	-	-	-	2,933,418	3,095,859	-162,441
Economic Development	487,576	1,651,999	-1,164,423	-	-	-	487,576	1,651,999	-1,164,423
Interest on Long-term Debt	86,254	193,112	-106,858	-	-	-	86,254	193,112	-106,858
Waterworks & Sewerage	-	-	-	7,260,535	7,575,730	-315,195	7,260,535	7,575,730	(315,195)
Libertyville Sports Complex	-	-	-	3,556,043	3,767,660	-211,617	3,556,043	3,767,660	(211,617)
Total Expenses	<u>24,999,584</u>	<u>26,420,290</u>	<u>-1,420,706</u>	<u>10,816,578</u>	<u>11,343,390</u>	<u>-526,812</u>	<u>35,816,162</u>	<u>37,763,680</u>	<u>-1,947,518</u>
Increase (Decrease) In Net Assets Before Transfers	496,237	-19,786	516,023	-2,630,758	-2,646,417	15,659	-2,134,521	-2,666,203	531,682
Transfers	-8,395,000	103,690	-8,498,690	8,395,000	-103,690	8,498,690	-	-	-
Change in Net assets	-7,898,763	83,904	-7,982,667	5,764,242	-2,750,107	8,514,349	-2,134,521	-2,666,203	531,682
Net Assets - Beginning as Restated	<u>167,347,527</u>	<u>167,263,623</u>	<u>83,904</u>	<u>14,951,633</u>	<u>17,701,740</u>	<u>-2,750,107</u>	<u>182,299,160</u>	<u>184,965,363</u>	<u>-2,666,203</u>
Net Assets - Ending	\$ <u>159,448,764</u>	\$ <u>167,347,527</u>	\$ <u>-7,898,763</u>	\$ <u>20,715,875</u>	\$ <u>14,951,633</u>	\$ <u>5,764,242</u>	\$ <u>180,164,639</u>	\$ <u>182,299,160</u>	\$ <u>-2,134,521</u>

### Governmental Activities

For the fiscal year ended April 30, 2010, revenues from governmental activities decreased from \$26,400,504 to \$25,495,821 (3.5%). Intergovernmental Revenues, which consist of sales tax and state income taxes, which comprise the largest segment of governmental revenue, decreased 11.3% from \$8,158,557 to \$7,328,434 due to a reduction in sales tax. Taxes which is comprised of property tax and utility tax increased by \$929,604 (11%) to \$8,853,658, due to the Village enacting a tax on electric and gas utilities. Taxes comprise 35% of the total governmental activities revenue. Program revenues, which include fire district payments, building fees, and parks and recreation fees, amounted to \$9,004,139 or 35% of governmental revenues. This

## Village of Libertyville, ILLINOIS

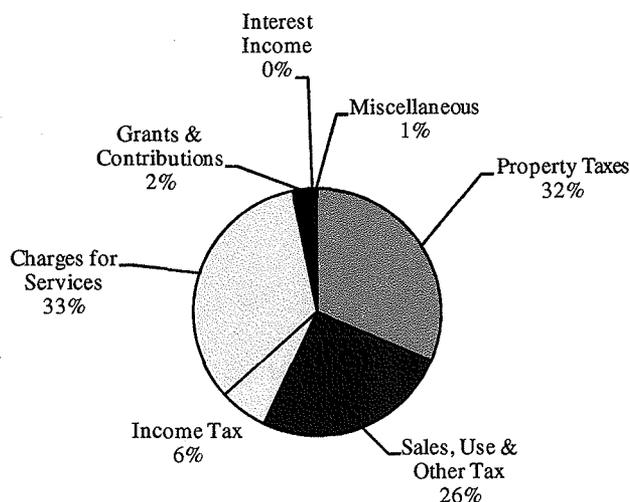
### Management's Discussion and Analysis April 30, 2010

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revenue source decreased \$718,451 (8%) from the previous fiscal year due to decreases in building permit and interest income.

Sales tax revenues increased \$243,535 (4.7%) compared to the previous year although ended the year below the budget. Total revenue for the General Fund was below budget by \$1,231,437.

#### Revenues by Source - Governmental Activities

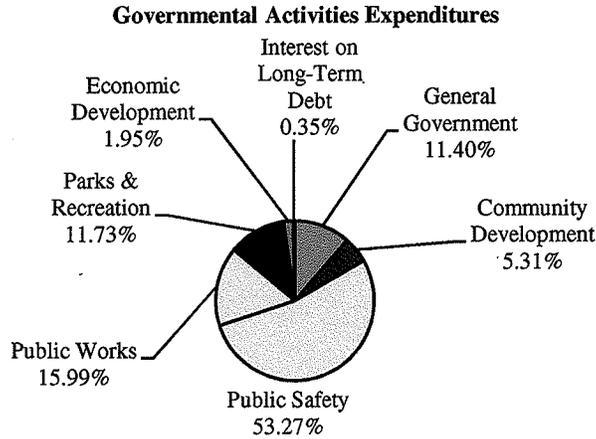


The above table graphically depicts the major revenue sources of the Village of Libertyville. It very clearly shows the reliance of sales and property taxes to fund governmental activities. Approximately 60% of sales tax revenue is generated from auto dealerships. This is down from 70% in previous years 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 \$24,999,584 compared to \$26,420,290 last fiscal year. Due to competition in the local area for qualified employees, the Village did grant a 3.50% salary range adjustment this fiscal year for its union and non-union employees. Due to shortfalls in budgeted revenue and the ongoing support of the Sports Complex Debt, the Village required non-union employees to take six unpaid furlough days during the second half of the fiscal year. 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, 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.

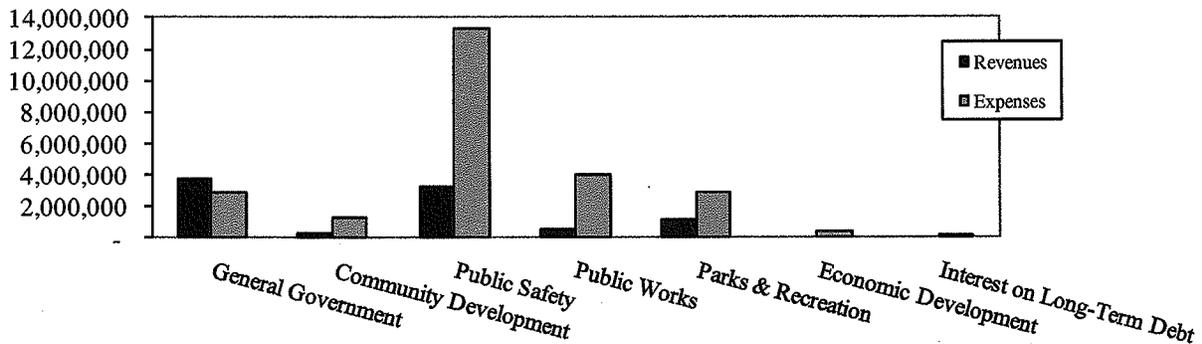
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The expenses and program revenues table below identifies those governmental functions where program expenses exceed revenues. Most governmental activities do not generate sufficient program revenues to fund operations. These activities are normally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

**Expenses and Program Revenues - Governmental Activities**



# Village of Libertyville, ILLINOIS

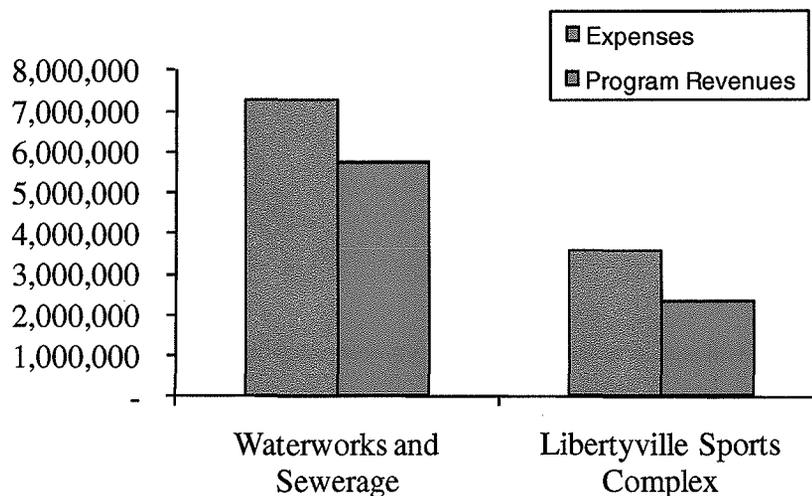
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### Business-type activities

Revenues of the Village's business-type activities decreased by 6.2% (\$8,696,973 in 2009 compared to \$8,185,820 in 2010) and expenses decreased by 4.9% (\$11,343,390 in 2009 compared to \$10,816,578 in 2010). 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 \$28,675 from last year. Also construction activity has slowed considerably due to the economy and connection fees are down \$148,388 and capital contributions from developer installed infrastructure are also down from last year. Excluding depreciation and interest expense, this fund had a decrease in net assets of \$153,889. Once depreciation of \$1,082,299 and interest charges of \$202,236 are included, the decrease in net assets amounts to \$1,438,424. Expenses before depreciation amounted to \$5,976,000 compared to \$6,269,995 in 2009. This decrease is due to a decrease 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 (before depreciation) of \$298,372 compared to last year's income of \$507,824. With the addition of depreciation and debt expense, the complex had a net loss or decrease in net assets of \$1,192,334. Operating expenses before depreciation and debt expense amounted to \$2,065,337 compared to \$2,196,201 in 2009.

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

## **Village of Libertyville, ILLINOIS**

### **Management's Discussion and Analysis April 30, 2010**

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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. As mentioned elsewhere in this document, the Village transferred \$8,395,000 from the General Fund to the Sports Complex Fund to cover the inter-fund receivable that was on the books from the current and prior year deficits at the Sports Complex.

#### **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 \$5,905,495, which is 187% below last year's total of \$16,928,566. Approximately 49% 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 (\$536,380), 2) to fund specific programs (\$1,679,285), or 3) for prepaid insurance premiums and special purposes (\$786,849).

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 \$1,378,303, while total fund balance reached \$2,681,029. This is below last year's total fund balance of \$10,849,642. This decrease is due to the funds transferred to the Sports Complex Fund as explained earlier. 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 6% of total general fund expenditures, while total fund balance represents 12% of that same amount.

The Debt Service Fund has a total fund balance of \$536,380, all of which is reserved for the payment of debt service. The fund balance decreased \$246,750 from the previous fiscal year due to the transfer of accumulated interest income to the General Fund.

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, 2010 is \$1,349,350, of which 100% is unreserved. The Capital Improvement Fund balance decreased by \$430,350 due to a transfer of \$300,000 to the General Fund; \$256,250 to the Tax Increment

## **Village of Libertyville, ILLINOIS**

### **Management's Discussion and Analysis April 30, 2010**

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Financing Fund ; and \$78,115 to the Debt Service Fund. Total capital expenditures amounted to \$1,152,920.

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 \$2,269,375 to \$175,328 as of April 30, 2010 due to the expenditures associated with the parking garage recently completed 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 remaining fund balance in the TIF fund will be used for future parking improvements in the downtown area.

The Commuter Parking Fund is included as a governmental fund but is considered a nonmajor fund. Fund balance increased by \$92,025 to \$1,163,408. 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 \$2.32 per thousand gallons. Water is sold to all municipal customers at a rate of \$5.99 per thousand gallons for the first 4,000 gallons and \$4.79 for each additional 1,000 gallons. For users connected to the Village's sewage system, the charge is \$3.94 per thousand gallons for the first 4,000 gallons. For each additional 1,000 gallons, the charge is \$2.80. The spread between purchase and sale rates is intended to finance the operations of the waterworks and sewerage system, including labor costs, supplies, and infrastructure maintenance. The Village Board increased rates by 3% on May 1, 2010 along with a \$0.14 increase to cover CLCJAWA's increase that became effective May 1, 2010. The Village's Water and Sewer Committee is looking at future increases that will be necessary in order to generate sufficient funds for future improvements to the water and sewer system.

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 \$1,438,424 which includes \$1,082,299 of depreciation costs. Net assets of the water and sewer fund at the end of the year amounted to \$22,207,725 compared to \$23,646,149 in 2009.

## **Village of Libertyville, ILLINOIS**

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Net assets for the Libertyville Sports Complex Fund amounted to (\$1,491,850) compared to (\$8,694,516) at the end of 2009. The loss for 2010 amounts to \$1,192,334 which includes \$477,628 in depreciation expense. As mentioned elsewhere in this report, the Village transferred \$8,395,000 from the General Fund to the Sports Complex Fund which created a positive \$7,202,666 change in net assets. The Village has restructured the remaining debt of the Sports Complex which is expected to reduce annual debt service payments by approximately \$1.2 million annually for the next four years. It is expected that the Village will still be required to subsidize the Sports Complex and has budgeted \$350,000 in the 2010-11 budget for this.

### **GENERAL FUND BUDGETARY HIGHLIGHTS**

The 2009-2010 expenditure budget was revised once at the end of the fiscal year. The increases include:

- \$167,760 in General Government due to additional legal costs, costs for the auto rewards incentive program intended to increase auto sales, and to cover costs for items purchased with unanticipated grant proceeds.
- \$23,700 for Motor Fuel Tax expenses due to additional ice control salt purchased.
- \$127,100 in the Pension Funds for pension payments due to retirements unknown at the time the budget was prepared.

Revenues in the general fund were \$21,368,048, which was \$1,231,437 below the revenue budget of \$22,599,485. The final expenditure budget amounted to \$21,636,661, a \$900,539 variance from the original budget of \$22,537,200. Actual expenses were below the final budget by \$1,076,599. The largest revenue variance was for intergovernmental revenues where sales tax was \$622,366 below budget due to the economy 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, 2010 was \$201.7 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 \$2.2 million in its capital assets for the current fiscal year. Funds were also expended to maintain the Village's infrastructure assets, however, maintenance costs are not included as an increase to a capital asset.

This year's major additions included \$337,573 in machinery and equipment, \$5,444,921 in roadway and infrastructure additions, \$588,843 in sanitary sewer additions and \$382,154 in water system improvements.

## Village of Libertyville, ILLINOIS

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The governmental activities net capital assets increased from last year by \$2,884,316 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 \$2,898,178 to a total of \$51,290,978.

For Business-type activities, the net capital assets decreased by \$582,925. A total of \$970,997 was added in water and sewer improvements and \$1,553,922 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 \$29.3 million as compared to \$30.4 million the previous year, decrease of 4%. The following is a comparative statement of outstanding debt:

	Outstanding Debt					
	Governmental Activities		Business-Type Activities		Total	
	2010	2009	2010	2009	2010	2009
General Obligation Bonds	\$ 2,250,000	2,445,000	25,065,000	25,685,000	27,315,000	28,130,000
IEPA Loans Payable			822,785	991,061	822,785	991,061
Installment Contracts	1,109,562	1,235,465	13,036	38,277	1,122,598	1,273,742
Total	3,359,562	3,680,465	25,900,821	26,714,338	29,260,383	30,394,803

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

As of April 30, 2010, the Village of Libertyville maintained an Aa2 rating from Moody's Investors Service for general obligation debt. State statutes limit the amount of general obligation debt a non home-rule community may issue to 8.625% of total assessed value. The current debt limitation for the Village of Libertyville is \$108.8 million, which significantly exceeds the Village's outstanding general obligation debt. Additional information on the Village of Libertyville's long-term debt can be found in Note 3 on pages 39 - 47 of this report.

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

The Village's elected and appointed officials considered many factors when setting the fiscal-year 2010-2011 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 2009

## **Village of Libertyville, ILLINOIS**

### **Management's Discussion and Analysis**

**April 30, 2010**

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for the Village of Libertyville increased from 3.5% to 5.2%. This is below the latest rate for the Chicagoland area of 10.4% and the national unemployment rate of 9.5%.

Inflation increases in the Midwest area are usually somewhat lower than the national Consumer Price Index (CPI) increases. For 2009 the National CPI was -0.4 and the Chicagoland area CPI was -1.2.

These indicators were taken into account when adopting the General Fund budget for 2010-2011. Amounts available for appropriation in the General Fund budget are \$23,245,700, an increase of \$1,255,750 over the final 2009-2010 budget of \$21,989,950. Many revenue sources have decreased; however, due to the addition of utility taxes, total revenues are projected to increase. Budgeted expenditures are expected to decrease \$11,950, from \$21,989,915 to \$21,977,965. Due to reductions in sales tax revenues, the budget does not include any capital purchases for the General Fund and all merit pay increases for non-union employees have been eliminated from the budget. Non-union employees are also being required to take 12 unpaid furlough days and all employees are paying 12% of the cost of insurance compared to 10% last fiscal year.

### **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, 2010**

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**See Following Page**

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Statement of Net Assets  
April 30, 2010**

	Governmental Activities	Business- Type Activities	Total
<b>ASSETS</b>			
<b>Current Assets</b>			
Cash and Investments	\$ 5,037,763	2,619,459	7,657,222
Receivables - Net	10,633,966	982,780	11,616,746
Prepaid Items/Inventories	825,326	162,177	987,503
<b>Total Current Assets</b>	<b>16,497,055</b>	<b>3,764,416</b>	<b>20,261,471</b>
<b>Noncurrent Assets</b>			
<b>Capital Assets</b>			
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	7,583,198	2,169,017	9,752,215
Infrastructure	86,697,840	-	86,697,840
Waterworks and Sewerage System	-	29,721,277	29,721,277
	209,693,027	70,560,535	280,253,562
Accumulated Depreciation	(51,290,978)	(27,291,833)	(78,582,811)
<b>Total Capital Assets</b>	<b>158,402,049</b>	<b>43,268,702</b>	<b>201,670,751</b>
<b>Other Assets</b>			
Unamortized Bond Issue Costs	-	1,073,839	1,073,839
Net Pension Asset	12,631	-	12,631
<b>Total Other Assets</b>	<b>12,631</b>	<b>1,073,839</b>	<b>1,086,470</b>
<b>Total Noncurrent Assets</b>	<b>158,414,680</b>	<b>44,342,541</b>	<b>202,757,221</b>
<b>Total Assets</b>	<b>174,911,735</b>	<b>48,106,957</b>	<b>223,018,692</b>

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

	Governmental Activities	Business- Type Activities	Total
<b>LIABILITIES</b>			
<b>Current Liabilities</b>			
Accounts Payable	462,229	393,947	856,176
Accrued Payroll	546,670	111,838	658,508
Deposits Payable	469,308	109,938	579,246
Interest Payable	28,581	297,197	325,778
Unearned Revenues	8,371,529	242,368	8,613,897
Current Portion of Long-Term Debt	890,250	850,696	1,740,946
	<u>10,768,567</u>	<u>2,005,984</u>	<u>12,774,551</u>
<b>Noncurrent Liabilities</b>			
Net Pension Obligation	32,022	-	32,022
Net Other Post-Employment Benefit Obligation	263,858	-	263,858
Compensated Absences Payable	1,543,370	277,091	1,820,461
Installment Contracts Payable	785,154	-	785,154
IEPA Loans Payable	-	649,397	649,397
General Obligation Bonds Payable	2,070,000	24,470,000	26,540,000
Unamortized Bond Discount	-	(11,390)	(11,390)
	<u>4,694,404</u>	<u>25,385,098</u>	<u>30,079,502</u>
Total Liabilities	<u>15,462,971</u>	<u>27,391,082</u>	<u>42,854,053</u>
<b>NET ASSETS</b>			
Invested in Capital Assets - Net of Related Debt	155,042,487	17,379,271	172,421,758
Restricted			
General Government			
Hotel/Motel Tax	72,380	-	72,380
Public Safety			
Emergency Telephone System 911	302,162	-	302,162
Foreign Fire Insurance	53,611	-	53,611
Fire Fund	28,968	-	28,968
Economic Development			
Tim/Creek Special Service Area	38,308	-	38,308
Lucerne/Interlaken Special Service Area	33,608	-	33,608
Debt Service	507,799	-	507,799
Unrestricted	<u>3,369,441</u>	<u>3,336,604</u>	<u>6,706,045</u>
Total Net Assets	<u>159,448,764</u>	<u>20,715,875</u>	<u>180,164,639</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, 2010

	Expenses	Program Revenues	
		Charges for Services	Capital Grants/Contributions
<b>Governmental Activities</b>			
General Government	\$ 2,850,107	3,746,656	-
Community Development	1,327,110	293,603	-
Public Safety	13,318,393	3,225,790	-
Public Works	3,996,726	-	533,583
Parks and Recreation	2,933,418	1,204,507	-
Economic Development	487,576	-	-
Interest on Long-Term Debt	86,254	-	-
<b>Total Governmental Activities</b>	<b>24,999,584</b>	<b>8,470,556</b>	<b>533,583</b>
<b>Business-Type Activities</b>			
Waterworks and Sewerage	7,260,535	5,766,417	-
Libertyville Sports Complex	3,556,043	2,363,709	-
<b>Total Business-Type Activities</b>	<b>10,816,578</b>	<b>8,130,126</b>	<b>-</b>
	<b>35,816,162</b>	<b>16,600,682</b>	<b>533,583</b>

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

Change in Net 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
896,549	-	896,549
(1,033,507)	-	(1,033,507)
(10,092,603)	-	(10,092,603)
(3,463,143)	-	(3,463,143)
(1,728,911)	-	(1,728,911)
(487,576)	-	(487,576)
(86,254)	-	(86,254)
(15,995,445)	-	(15,995,445)
-	(1,494,118)	(1,494,118)
-	(1,192,334)	(1,192,334)
-	(2,686,452)	(2,686,452)
(15,995,445)	(2,686,452)	(18,681,897)
8,003,971	25,498	8,029,469
849,687	-	849,687
5,649,260	-	5,649,260
1,600,904	-	1,600,904
78,270	-	78,270
85,192	22,196	107,388
224,398	8,000	232,398
(8,395,000)	8,395,000	-
8,096,682	8,450,694	16,547,376
(7,898,763)	5,764,242	(2,134,521)
167,347,527	14,951,633	182,299,160
159,448,764	20,715,875	180,164,639

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

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Balance Sheet - Governmental Funds  
April 30, 2010**

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	<u>General</u>
<b>ASSETS</b>	
Cash and Investments	\$ 828,327
Receivables - Net of Allowances	
Property Taxes	5,357,242
Other Taxes	1,335,239
Accounts	1,111,389
Accrued Interest	440
Prepays	<u>773,689</u>
 Total Assets	 <u><u>9,406,326</u></u>
<b>LIABILITIES AND FUND BALANCES</b>	
Liabilities	
Accounts Payable	375,341
Accrued Payroll	530,587
Deposits Payable	462,127
Unearned/Deferred Revenues	<u>5,357,242</u>
Total Liabilities	<u>6,725,297</u>
Fund Balances	
Reserved - Prepays	773,689
Reserved - Special Revenues	529,037
Reserved - Debt Service	-
Reserved - Nonmajor Special Revenues	-
Unreserved	<u>1,378,303</u>
Total Fund Balances	<u>2,681,029</u>
 Total Liabilities and Fund Balances	 <u><u>9,406,326</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
536,680	1,266,911	184,036	1,156,215	3,972,169
189,303	-	2,460,984	-	8,007,529
-	-	-	-	1,335,239
-	108,488	-	-	1,219,877
-	1,305	-	370	2,115
-	-	-	13,160	786,849
<b>725,983</b>	<b>1,376,704</b>	<b>2,645,020</b>	<b>1,169,745</b>	<b>15,323,778</b>
300	27,354	1,527	4,477	408,999
-	-	-	1,860	532,447
-	-	7,181	-	469,308
189,303	-	2,460,984	-	8,007,529
189,603	27,354	2,469,692	6,337	9,418,283
-	-	-	13,160	786,849
-	-	-	-	529,037
536,380	-	-	-	536,380
-	-	-	1,150,248	1,150,248
-	1,349,350	175,328	-	2,902,981
536,380	1,349,350	175,328	1,163,408	5,905,495
<b>725,983</b>	<b>1,376,704</b>	<b>2,645,020</b>	<b>1,169,745</b>	<b>15,323,778</b>

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

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

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

**April 30, 2010**

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<b>Total Governmental Fund Balances</b>	<b>\$ 5,905,495</b>
 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.	154,994,159
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.	2,974,863
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds.	
Net Pension Obligation	(32,022)
Net Pension Asset	12,631
Other Post-Employment Benefit Obligation Payable	(263,858)
Compensated Absences Payable	(1,863,923)
General Obligation Bonds Payable	(2,250,000)
Accrued Interest Payable	<u>(28,581)</u>
 <b>Net Assets of Governmental Activities</b>	 <b><u>159,448,764</u></b>

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  
Year Ended April 30, 2010**

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**See Following Page**

VILLAGE OF LIBERTYVILLE, ILLINOIS

Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds  
Year Ended April 30, 2010

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	<u>General</u>
Revenues	
Taxes	\$ 6,388,321
Licenses and Permits	1,250,180
Intergovernmental	7,328,434
Charges for Services	5,855,837
Fines and Forfeits	271,978
Interest	65,358
Miscellaneous	207,940
Total Revenues	<u>21,368,048</u>
Expenditures	
Current	
General Government	2,321,630
Community Development	1,327,110
Public Safety	13,224,141
Public Works	2,133,158
Parks and Recreation	2,630,622
Economic Development	-
Capital Outlay	-
Debt Service	
Principal Retirement	-
Interest and Fiscal Charges	-
Total Expenditures	<u>21,636,661</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(268,613)</u>
Other Financing Sources (Uses)	
Transfers In	550,000
Transfers Out	<u>(8,450,000)</u>
	<u>(7,900,000)</u>
Net Change in Fund Balances	(8,168,613)
Fund Balances - Beginning	<u>10,849,642</u>
Fund Balances - Ending	<u><u>2,681,029</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
213,523	-	2,251,814	-	8,853,658
-	495,025	-	-	1,745,205
-	533,583	-	-	7,862,017
-	253,602	-	343,934	6,453,373
-	-	-	-	271,978
-	3,267	2,138	10,892	81,655
-	16,458	-	-	224,398
213,523	1,301,935	2,253,952	354,826	25,492,284
-	-	-	262,801	2,584,431
-	-	-	-	1,327,110
-	-	-	-	13,224,141
-	-	-	-	2,133,158
-	-	-	-	2,630,622
-	-	4,779,577	-	4,779,577
-	1,152,920	-	-	1,152,920
195,000	-	-	-	195,000
93,396	-	-	-	93,396
288,396	1,152,920	4,779,577	262,801	28,120,355
(74,873)	149,015	(2,525,625)	92,025	(2,628,071)
78,115	55,000	256,250	-	939,365
(250,000)	(634,365)	-	-	(9,334,365)
(171,885)	(579,365)	256,250	-	(8,395,000)
(246,758)	(430,350)	(2,269,375)	92,025	(11,023,071)
783,138	1,779,700	2,444,703	1,071,383	16,928,566
536,380	1,349,350	175,328	1,163,408	5,905,495

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, 2010**

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**Net Change in Fund Balances - Total Governmental Funds** **\$ (11,023,071)**

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	5,444,921
Depreciation Expense	(2,415,811)

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	66,076
Increase in Net Other Post-Employment Benefit Obligation	(135,058)
Additions to Compensated Absences Payable	(129,560)
Retirement of Debt	195,000

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.

7,142

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.

91,598

**Changes in Net Assets of Governmental Activities**

(7,898,763)

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, 2010**

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**See Following Page**

VILLAGE OF LIBERTYVILLE, ILLINOIS

Statement of Net Assets - Proprietary Funds  
April 30, 2010

	Business-Type Activities - Enterprise			Governmental
	Waterworks and Sewerage	Libertyville Sports Complex	Total	Activities Internal Service
<b>ASSETS</b>				
<b>Current Assets</b>				
Cash and Investments	\$ 2,568,119	51,340	2,619,459	1,065,594
Receivables - Net of Allowances				
Property Taxes	25,498	-	25,498	-
Accounts	919,831	36,977	956,808	66,589
Accrued Interest	474	-	474	2,617
Due from Other Funds	951,273	-	951,273	-
Inventories	-	12,659	12,659	20,524
Prepays	86,961	62,557	149,518	17,953
<b>Total Current Assets</b>	<b>4,552,156</b>	<b>163,533</b>	<b>4,715,689</b>	<b>1,173,277</b>
<b>Noncurrent Assets</b>				
<b>Capital Assets</b>				
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	6,877,530
Waterworks System	14,634,678	-	14,634,678	-
Sewerage System	15,086,599	-	15,086,599	-
	47,893,831	22,666,704	70,560,535	6,877,530
<b>Accumulated Depreciation</b>	<b>(24,187,250)</b>	<b>(3,104,583)</b>	<b>(27,291,833)</b>	<b>(3,469,640)</b>
	23,706,581	19,562,121	43,268,702	3,407,890
<b>Other Assets</b>				
Unamortized Bond Issue Costs	-	1,073,839	1,073,839	-
<b>Total Noncurrent Assets</b>	<b>23,706,581</b>	<b>20,635,960</b>	<b>44,342,541</b>	<b>3,407,890</b>
<b>Total Assets</b>	<b>28,258,737</b>	<b>20,799,493</b>	<b>49,058,230</b>	<b>4,581,167</b>

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

	Business-Type Activities - Enterprise			Governmental
	Waterworks and Sewerage	Libertyville Sports Complex	Total	Activities Internal Service
<b>LIABILITIES</b>				
<b>Current Liabilities</b>				
Accounts Payable	278,565	115,382	393,947	53,230
Accrued Payroll	71,564	40,274	111,838	14,223
Deposits Payable	101,988	7,950	109,938	-
Accrued Interest Payable	90,952	206,245	297,197	-
Due to Other Funds	-	951,273	951,273	-
Unearned/Deferred Revenues	173,448	68,920	242,368	364,000
Compensated Absences Payable	59,620	9,652	69,272	13,057
Installment Contract Payable	-	13,036	13,036	324,408
IEPA Loans Payable	173,388	-	173,388	-
General Obligation Bonds Payable	405,000	190,000	595,000	-
<b>Total Current Liabilities</b>	<b>1,354,525</b>	<b>1,602,732</b>	<b>2,957,257</b>	<b>768,918</b>
<b>Noncurrent Liabilities</b>				
Compensated Absences Payable	238,480	38,611	277,091	52,232
Installment Contract Payable	-	-	-	785,154
IEPA Loans Payable	649,397	-	649,397	-
General Obligation Bonds Payable	3,820,000	20,650,000	24,470,000	-
Unamortized Bond Discount	(11,390)	-	(11,390)	-
<b>Total Noncurrent Liabilities</b>	<b>4,696,487</b>	<b>20,688,611</b>	<b>25,385,098</b>	<b>837,386</b>
<b>Total Liabilities</b>	<b>6,051,012</b>	<b>22,291,343</b>	<b>28,342,355</b>	<b>1,606,304</b>
<b>NET ASSETS</b>				
<b>Invested in Capital Assets - Net of Related Debt</b>				
Unrestricted	18,670,186	(1,290,915)	17,379,271	2,298,328
	3,537,539	(200,935)	3,336,604	676,535
<b>Total Net Assets</b>	<b>22,207,725</b>	<b>(1,491,850)</b>	<b>20,715,875</b>	<b>2,974,863</b>

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, 2010**

	Business-Type Activities - Enterprise			Governmental
	Waterworks and Sewerage	Libertyville Sports Complex	Total	Activities Internal Service
Operating Revenues				
Charges for Services	\$ 5,719,482	2,363,709	8,083,191	-
Interfund Services	-	-	-	1,662,268
Total Operating Revenues	5,719,482	2,363,709	8,083,191	1,662,268
Operating Expenses				
Operations	5,976,000	2,065,337	8,041,337	1,130,515
Depreciation and Amortization	1,082,299	477,628	1,559,927	482,367
Total Operating Expenses	7,058,299	2,542,965	9,601,264	1,612,882
Operating Income (Loss)	(1,338,817)	(179,256)	(1,518,073)	49,386
Nonoperating Revenues (Expenses)				
Interest Income	22,196	-	22,196	3,537
Connection Fees	46,935	-	46,935	-
Property Tax	25,498	-	25,498	-
Other Income	8,000	-	8,000	81,127
Interest Expense and Fiscal Charges	(202,236)	(1,013,078)	(1,215,314)	(42,452)
	(99,607)	(1,013,078)	(1,112,685)	42,212
Income (Loss) Before Transfers	(1,438,424)	(1,192,334)	(2,630,758)	91,598
Transfers In	-	8,395,000	8,395,000	-
Change in Net Assets	(1,438,424)	7,202,666	5,764,242	91,598
Net Assets - Beginning	23,646,149	(8,694,516)	14,951,633	2,883,265
Net Assets - Ending	22,207,725	(1,491,850)	20,715,875	2,974,863

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, 2010**

	Business-Type Activities - Enterprise Funds			Governmental
	Waterworks and Sewerage	Libertyville Sports Complex	Total	Activities Internal Service
<b>Cash Flows from Operating Activities</b>				
Receipts from Customers and Users	\$ 5,724,019	1,377,989	7,102,008	-
Receipts from Interfund Services	-	-	-	1,743,976
Payments to Employees	(1,720,087)	(971,511)	(2,691,598)	(371,681)
Payments to Suppliers	(4,225,739)	(7,476,819)	(11,702,558)	(768,207)
	<u>(221,807)</u>	<u>(7,070,341)</u>	<u>(7,292,148)</u>	<u>604,088</u>
<b>Cash Flows from Noncapital Financing Activities</b>				
Transfers In	-	8,395,000	8,395,000	-
Connection Fees	46,935	-	46,935	-
Property Taxes	25,498	-	25,498	-
	<u>72,433</u>	<u>8,395,000</u>	<u>8,467,433</u>	<u>-</u>
<b>Cash Flows from Capital and Related Financing Activities</b>				
Purchase of Capital Assets	(970,997)	-	(970,997)	(337,573)
Interest on Capital Debt	(202,236)	(1,013,078)	(1,215,314)	(42,452)
Proceeds of Capital Debt	-	-	-	290,433
Principal on Capital Debt	(553,276)	(260,241)	(813,517)	(416,336)
	<u>(1,726,509)</u>	<u>(1,273,319)</u>	<u>(2,999,828)</u>	<u>(505,928)</u>
<b>Cash Flows from Investing Activities</b>				
Interest Received	22,196	-	22,196	3,537
	<u>22,196</u>	<u>-</u>	<u>22,196</u>	<u>3,537</u>
<b>Net Change in Cash and Cash Equivalents</b>	<u>(1,853,687)</u>	<u>51,340</u>	<u>(1,802,347)</u>	<u>101,697</u>
<b>Cash and Cash Equivalents - Beginning</b>	<u>4,421,806</u>	<u>-</u>	<u>4,421,806</u>	<u>963,897</u>
<b>Cash and Cash Equivalents - Ending</b>	<u>2,568,119</u>	<u>51,340</u>	<u>2,619,459</u>	<u>1,065,594</u>
<b>Reconciliation of Operating Income to Net Cash Provided (Used) by Operating Activities</b>				
Operating Income (Loss)	(1,338,817)	(179,256)	(1,518,073)	49,386
Adjustments to Reconcile Operating Income to Net Cash Provided by Operating Activities:				
Depreciation and Amortization Expense	1,082,299	477,628	1,559,927	482,367
Other Income	8,000	-	8,000	81,127
(Increase) Decrease in Current Assets	(3,463)	(985,720)	(989,183)	581
Increase (Decrease) in Current Liabilities	30,174	(6,382,993)	(6,352,819)	(9,373)
Net Cash Provided by Operating Activities	<u>(221,807)</u>	<u>(7,070,341)</u>	<u>(7,292,148)</u>	<u>604,088</u>
<b>Noncash Capital and Related Financing Activities</b>				
Capital Contributions	-	-	-	-

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, 2010**

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	<u>Pension Trust</u>
<b>ASSETS</b>	
Cash and Cash Equivalents	\$ 2,672,565
Investments	
State and Local Obligations	977,785
U.S. Government and Agency Obligations	16,011,918
Insurance Contracts	576,153
Mutual Funds	15,510,498
Receivables	
Accrued Interest	<u>112,069</u>
Total Assets	35,860,988
<b>LIABILITIES</b>	
Accounts Payable	<u>10,717</u>
<b>NET ASSETS</b>	
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>35,850,271</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, 2010**

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	<u>Pension Trust</u>
<b>Additions</b>	
Contributions - Employer	\$ 1,701,489
Contributions - Plan Members	<u>576,718</u>
Total Contributions	<u>2,278,207</u>
Investment Income	
Interest Earned	779,371
Net Change in Fair Value	<u>5,035,953</u>
	5,815,324
Less Investment Expenses	<u>(59,557)</u>
Net Investment Income	<u>5,755,767</u>
Total Additions	<u>8,033,974</u>
<b>Deductions</b>	
Administration	54,551
Benefits	<u>2,319,469</u>
Total Deductions	<u>2,374,020</u>
<b>Change in Net Assets</b>	5,659,954
<b>Net Plan Assets Held in Trust for Pension Benefits</b>	
Beginning	<u>30,190,317</u>
Ending	<u><u>35,850,271</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, 2010

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### NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

The government-wide financial statements are prepared in accordance with generally accepted accounting principles (GAAP). The Governmental Accounting Standards Board (GASB) is responsible for establishing GAAP for state and local governments through its pronouncements (Statements and Interpretations). 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, 2010**

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### **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, 2010

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### 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, 2010

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### 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, 2010

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

#### BASIS OF PRESENTATION – Continued

##### Fund Financial Statements – Continued

##### Governmental Funds – Continued

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

##### Proprietary Funds

The focus of proprietary fund measurement is upon determination of operating income, changes in net 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, 2010

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

#### BASIS OF PRESENTATION – Continued

#### Fund Financial Statements – Continued

#### Fiduciary Funds

Fiduciary funds are used to report assets held in a trustee or agency capacity for others and therefore are not available to support Village programs. The reporting focus is on net 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, 2010

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

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

##### Measurement Focus – Continued

All proprietary and pension trust funds utilize an “economic resources” measurement focus. The accounting objectives of this measurement focus are the determination of operating income, changes in net 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, 2010

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

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

##### Basis of Accounting – Continued

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

#### ASSETS, 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, 2010**

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**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, 2010

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### 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, 2010

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### 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, 2010**

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

**BUDGETARY INFORMATION – Continued**

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

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

**DEFICIT FUND EQUITY**

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

Fund	Deficit
Libertyville Sports Complex	\$ 1,491,850
Technology Equipment and Replacement Service	35,334

**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:

Fund	Excess
Technology Equipment and Replacement Service	\$ 2,881

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

**DEPOSITS AND INVESTMENTS**

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

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

## VILLAGE OF LIBERTYVILLE, ILLINOIS

### Notes to the Financial Statements

April 30, 2010

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

##### DEPOSITS AND INVESTMENTS – Continued

Statutes authorize the Pension Funds to make deposits/invest in interest bearing direct obligations of the United States of America; obligations that are fully guaranteed or insured as to the payment of principal and interest by the United States of America; bonds, notes, debentures, or similar obligations of agencies of the United States of America; savings accounts or certificates of deposit issued by banks or savings and loan associations chartered by the United States of America or by the State of Illinois, to the extent that the deposits are insured by the agencies or instrumentalities of the federal government; State of Illinois Bonds; pooled accounts managed by the Illinois Public Treasurer, or by banks, their subsidiaries or holding companies, in accordance with the laws of the State of Illinois; bonds or tax anticipation warrants of any county, township, or municipal corporation of the State of Illinois, direct obligations of the State of Israel; money market mutual funds managed by investment companies that are registered under the federal Investment Company Act of 1940 and the Illinois Securities Law of 1953 and are diversified, open-ended management investment companies, provided the portfolio is limited to specified restrictions; general accounts of life insurance companies and separate accounts of life insurance companies provided the investment in separate accounts does not exceed ten percent of the pension fund's net 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, 2010

### 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 \$4,731,826 and the bank balances totaled \$4,503,990.

*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	\$ 303,750	-	303,750	-
Federal Home Loan Mortgage Corp	201,544	-	201,544	-
Federal National Mortgage Assoc	200,688	-	200,688	-
Illinois Metropolitan Investment Trust	1,877,870	1,877,870	-	-
Illinois Funds	341,544	341,544	-	-
	<u>2,925,396</u>	<u>2,219,414</u>	<u>705,982</u>	<u>-</u>

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

*Credit Risk.* Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. Besides investing in security instruments authorized under State Statute, the Village's investment policy further states investments shall be undertaken in a manner that seeks to ensure the preservation of capital in the overall portfolio. At year-end, the Village's investments 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, 2010**

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

**DEPOSITS AND INVESTMENTS – Continued**

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

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

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

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

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

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

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

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Notes to the Financial Statements  
April 30, 2010**

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

**DEPOSITS AND INVESTMENTS – Continued**

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

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

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

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

*Deposits.* At year-end, the carrying amount of the Fund’s deposits totaled \$1,256,029 and the bank balances totaled \$1,256,029.

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

Investment Type	Fair Value	Investment Maturities (in Years)			
		Less than 1	1 to 5	6 to 10	More than 10
U. S. Treasury Notes	\$ 824,318	-	824,318	-	-
Federal Home Loan Bank	3,995,260		2,112,228	419,093	1,463,939
Federal Home Loan Mortgage Corp	1,766,844	153,285	1,604,993	-	8,566
Federal Farm Credit Bank	1,570,847	152,062	639,016	779,769	-
Federal National Mortgage Association	103,125	103,125	-	-	-
Government National Mortgage Association	5,784	-	5,784	-	-
Municipal Bonds	977,785	-	567,980	314,510	95,295
	<u>9,243,963</u>	<u>408,472</u>	<u>5,754,319</u>	<u>1,513,372</u>	<u>1,567,800</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, 2010**

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

**DEPOSITS AND INVESTMENTS – Continued**

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

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

*Concentration Risk.* The Fund’s investment policy states that not more than 10% of the Pension Fund monies shall be invested in any one financial institution. At year-end, the Fund is in compliance with the guideline outlined above. In addition to the securities and fair values listed above, the Fund also has \$8,336,970 invested in mutual funds and \$576,153 invested in insurance contracts. 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 (\$1,433,065), Fidelity Contrafund (\$1,438,578) and Vanguard Institutional Index (\$2,297,786).

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

*Deposits.* At year-end, the carrying amount of the Fund’s deposits totaled \$1,411,920 and the bank balances totaled \$1,411,920.

*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	\$ 3,607,459	453,577	3,153,882	-
Federal Home Loan Mortgage Corp	976,977	255,165	402,350	319,462
Federal Farm Credit Bank	1,481,917	-	1,280,479	201,438
Federal National Mortgage Association	1,402,326	-	1,202,170	200,156
U. S. Treasury Notes	277,061	-	-	277,061
IMET	4,616	4,616	-	-
	<u>7,750,356</u>	<u>713,358</u>	<u>6,038,881</u>	<u>998,117</u>

## VILLAGE OF LIBERTYVILLE, ILLINOIS

### Notes to the Financial Statements April 30, 2010

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

##### DEPOSITS AND INVESTMENTS – Continued

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

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

*Credit Risk.* The Fund's investment policy helps limit its exposure to credit risk by primarily investing in securities issued by the United States Government and/or its agencies that are implicitly guaranteed by the United States Government. At year-end, the Fund's investments in U.S. 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 \$7,173,528 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 (\$1,323,479), T Rowe Price Growth (\$1,150,766) and Vanguard 500 Index (\$1,007,977).

##### PROPERTY TAXES

Property taxes for 2009 attach as an enforceable lien on January 1, 2009, 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, 2010 and September 1, 2010. 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, 2010**

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

**CAPITAL ASSETS**

**Governmental Activities**

Governmental capital asset activity for the year was as follows:

	Beginning Balances	Increases	Decreases	Ending Balances
Capital Assets- Not Being Depreciated				
Land	\$ 98,301,694	-	-	98,301,694
Other Capital Assets				
Buildings and Improvements	17,110,295	-	-	17,110,295
Machinery and Equipment	7,319,170	337,573	73,545	7,583,198
Infrastructure	81,252,919	5,444,921	-	86,697,840
	<u>105,682,384</u>	<u>5,782,494</u>	<u>73,545</u>	<u>111,391,333</u>
Less Accumulated Depreciation				
Buildings and Improvements	8,950,033	516,938	-	9,466,971
Machinery and Equipment	3,388,559	544,745	73,545	3,859,759
Infrastructure	36,127,753	1,836,495	-	37,964,248
	<u>48,466,345</u>	<u>2,898,178</u>	<u>73,545</u>	<u>51,290,978</u>
Total Other Capital Assets	<u>57,216,039</u>	<u>2,884,316</u>	<u>-</u>	<u>60,100,355</u>
Total Capital Assets	<u>155,517,733</u>	<u>2,884,316</u>	<u>-</u>	<u>158,402,049</u>
			Governmental	154,994,159
			Internal Service	<u>3,407,890</u>
				<u>158,402,049</u>

Depreciation expense was charged to governmental activities as follows:

General Government	\$ 72,100
Public Safety	177,347
Public Works	1,863,568
Parks and Recreation	302,796
Internal Service	<u>482,367</u>
	<u>2,898,178</u>

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Notes to the Financial Statements  
April 30, 2010**

**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	31,626,993	-	-	31,626,993
Machinery and Equipment	2,169,017	-	-	2,169,017
Waterworks System	14,252,524	382,154	-	14,634,678
Sewerage System	14,497,756	588,843	-	15,086,599
	<u>62,546,290</u>	<u>970,997</u>	-	<u>63,517,287</u>
Less Accumulated Depreciation				
Buildings and Improvements	9,790,498	759,860	-	10,550,358
Machinery and Equipment	1,634,042	74,512	-	1,708,554
Waterworks System	6,852,104	361,090	-	7,213,194
Sewerage System	7,461,267	358,460	-	7,819,727
	<u>25,737,911</u>	<u>1,553,922</u>	-	<u>27,291,833</u>
Total Other Capital Assets	<u>36,808,379</u>	<u>(582,925)</u>	-	<u>36,225,454</u>
Total Capital Assets	<u>43,851,627</u>	<u>(582,925)</u>	-	<u>43,268,702</u>

Depreciation expense was charged to business-type as follows:

Waterworks and Sewerage	\$ 1,076,294
Libertyville Sports Complex	<u>477,628</u>
	<u><u>1,553,922</u></u>

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Notes to the Financial Statements  
April 30, 2010**

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

**INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS**

**Interfund Balances**

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

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

Interfund balances are advances in anticipation of receipts.

**Interfund Transfers**

Interfund transfers for the year consisted of the following:

<u>Transfer In</u>	<u>Transfer Out</u>	<u>Amount</u>
General	Debt Service	\$ 250,000
General	Capital Improvements	300,000
Debt Service	Capital Improvements	78,115
Capital Improvement	General	55,000
Tax Increment Financing Construction	Capital Improvements	256,250
Libertyville Sports Complex	General	<u>8,395,000</u>
		<u>9,334,365</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, 2010**

**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 (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	\$ 560,000	-	50,000	510,000
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	175,000	-	100,000	75,000
General Obligation Bonds of 2000 (\$2,235,000), due in annual installments of \$50,000 to \$345,000, including interest at 5.125% to 5.15% through December 15, 2020.	Sports Complex	3,790,000	-	* 1,320,000 235,000	2,235,000
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	1,685,000	-	305,000	1,380,000

\*Refunded

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Notes to the Financial Statements  
April 30, 2010**

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

**LONG-TERM DEBT – Continued**

**General Obligation Bonds/Certificates – Continued**

Issue	Fund Debt Retired By	Beginning Balances	Issuances	Retirements	Ending Balances
General Obligation Bonds of 2001 (\$1,620,000), due in annual installments of \$200,000 to \$265,000, including interest at 4.50% to 5.125% through December 15, 2020.	Sports Complex	\$ 14,975,000	-	* 12,385,000 970,000	1,620,000
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	2,310,000	-	140,000	2,170,000
General Obligation Alternate Revenue Bonds of 2006 (\$3,000,000), due in annual installments of \$75,000 to \$330,000, including interest at 3.90% to 4.20% through May 1, 2022.	Waterworks and Sewerage	2,925,000	-	80,000	2,845,000
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	-	45,000	1,665,000

\*Refunded

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Notes to the Financial Statements  
April 30, 2010**

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

**LONG-TERM DEBT – Continued**

**General Obligation Bonds/Certificates – Continued**

Issue	Fund Debt Retired By	Beginning Balances	Issuances	Retirements	Ending Balances
General Obligation Alternate Refunding Bonds of 2010A (\$11,570,000), due in annual installments of \$75,000 to \$1,550,000, including interest at 3.00% to 4.30% through December 15, 2030.	Sports Complex	\$ -	11,570,000	-	11,570,000
General Obligation Alternate Refunding Bonds of 2010B (\$3,245,000), due in annual installments of \$170,000 to \$320,000, including interest at 3.00% to 5.875% through December 15, 2027.	Sports Complex	-	3,245,000	-	3,245,000
		<u>28,130,000</u>	<u>14,815,000</u>	<u>15,630,000</u>	<u>27,315,000</u>

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Notes to the Financial Statements  
April 30, 2010**

**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	\$ 991,061	-	168,276	822,785

**Installment Contracts Payable**

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

Issue	Fund Debt Retired By	Beginning Balances	Issuances	Retirements	Ending Balances
Vehicle Maintenance installment contracts due in annual installments of \$14,020 to \$296,762 plus interest through maturity at fiscal year 2012 to fiscal year 2019.	Vehicle Maintenance	\$ 1,235,465	140,526	401,291	974,700
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	38,277	-	25,241	13,036

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Notes to the Financial Statements  
April 30, 2010**

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

**LONG-TERM DEBT – Continued**

**Installment Contracts Payable – Continued**

Issue	Fund Debt Retired By	Beginning Balances	Issuances	Retirements	Ending Balances	
Technology installment December 1, quarterly \$8,327, 4.54% August 19,	Equipment contract dated 2007 due in installments of interest at maturity at	Technology Equipment	-	149,907	15,045	134,862
		\$	1,273,742	290,433	441,577	1,122,598

**Long-Term Liability Activity**

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

Type of Debt	Beginning Balances	Additions	Deductions	Ending Balances	Amounts Due within One Year
<b>Governmental Activities</b>					
Net Pension Obligation	\$ 35,552	-	3,530	32,022	-
Compensated Absences	1,797,725	262,974	131,487	1,929,212	385,842
General Obligation Bonds	2,445,000	-	195,000	2,250,000	180,000
Installment Contracts	1,235,465	290,433	416,336	1,109,562	324,408
Net Other Post-Employment Benefit Obligation	128,800	135,058	-	263,858	-
	5,642,542	688,465	746,353	5,584,654	890,250
<b>Business-Type Activities</b>					
Compensated Absences	395,654	49,291	98,582	346,363	69,272
General Obligation Bonds	25,685,000	14,815,000	15,435,000	25,065,000	595,000
IEPA Loans Payable	991,061	-	168,276	822,785	173,388
Installment Contracts	38,277	-	25,241	13,036	13,036
	27,109,992	14,864,291	15,727,099	26,247,184	850,696

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Notes to the Financial Statements  
April 30, 2010**

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

**LONG-TERM DEBT – Continued**

**Long-Term Liability Activity – Continued**

The Debt Service, Waterworks and Sewerage and Sports Complex Funds make payments on the general obligation bonds. Payments on the IEPA bonds payable are made by the Waterworks and Sewerage Fund. The Sports Complex, Vehicle Maintenance and Technology Equipment Funds make payments on the installments contracts. Governmental compensated absences are retired by the General and Vehicle Maintenance Funds. Governmental net pension obligation and net other post-employment benefit obligation are generally liquidated by the General Fund. For business-type activities, compensated absences are retired by the Waterworks and Sewerage and Sports Complex Funds.

**Debt Service Requirements to Maturity**

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

Fiscal Year Ending April 30	Governmental Activities			
	General Obligation Bonds		Installment Contracts	
	Principal	Interest	Principal	Interest
2011	\$ 180,000	85,741	324,408	35,445
2012	210,000	79,649	298,125	23,877
2013	220,000	73,081	296,065	13,322
2014	225,000	65,680	101,041	4,806
2015	235,000	57,731	30,394	1,953
2016	250,000	48,889	14,357	1,336
2017	255,000	39,020	14,701	991
2018	265,000	28,477	15,055	638
2019	205,000	17,015	15,416	277
2020	205,000	8,610	-	-
Total	2,250,000	503,893	1,109,562	82,645

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Notes to the Financial Statements  
April 30, 2010**

**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
2011	\$ 595,000	902,497	173,388	23,510	13,036	213
2012	615,000	1,064,706	178,655	18,243	-	-
2013	650,000	1,038,950	184,081	12,816	-	-
2014	690,000	1,011,032	189,673	7,224	-	-
2015	1,120,000	987,135	96,988	1,462	-	-
2016	1,160,000	939,517	-	-	-	-
2017	1,210,000	889,892	-	-	-	-
2018	1,265,000	833,825	-	-	-	-
2019	1,325,000	777,461	-	-	-	-
2020	1,390,000	716,129	-	-	-	-
2021	1,455,000	650,867	-	-	-	-
2022	1,375,000	581,480	-	-	-	-
2023	1,430,000	523,235	-	-	-	-
2024	1,150,000	469,005	-	-	-	-
2025	1,205,000	419,499	-	-	-	-
2026	1,255,000	366,911	-	-	-	-
2027	1,315,000	312,079	-	-	-	-
2028	1,375,000	253,855	-	-	-	-
2029	1,435,000	192,855	-	-	-	-
2030	1,500,000	131,150	-	-	-	-
2031	1,550,000	66,650	-	-	-	-
<b>Total</b>	<b>25,065,000</b>	<b>10,916,726</b>	<b>822,785</b>	<b>63,255</b>	<b>13,036</b>	<b>213</b>

**Legal Debt Margin**

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

# VILLAGE OF LIBERTYVILLE, ILLINOIS

## Notes to the Financial Statements April 30, 2010

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

#### LONG-TERM DEBT – Continued

##### Legal Debt Margin – Continued

Assessed Valuation - 2009	<u>\$ 1,262,021,669</u>
Legal Debt Limit - 8.625% of Assessed Valuation	<u>108,849,369</u>
Amount of Debt Applicable to Debt Limit	
General Obligation Bonds of 2003A	75,000
General Obligation Limited Tax Refunding Bonds of 2008	<u>1,665,000</u>
	<u>1,740,000</u>
Legal Debt Margin	<u><u>107,109,369</u></u>

##### Bond Defeasances

On April 1 2010, the Village issued \$11,570,000 par value Refunding Alternate Bonds of 2010A and \$3,245,000 par value Refunding Alternate Bonds of 2010B to refund a portion of the General Obligation Alternate Revenue Bonds of 2000 and to defease and advance refund a portion of the General Obligation Refunding Bonds of 2001. The Village defeased bonds by placing the proceeds of the new bonds in an irrevocable trust to provide for all future debt service payment of the old bonds. Since the requirements that normally satisfy defeasance have been met, the financial statements reflect satisfaction of the original liability through the irrevocable transfer to an escrow agent of an amount computed to be adequate to meet the future debt service requirements of the issue. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the government's basic financial statements. Through this refunding, the Village reduced its total debt service by approximately \$192,000 and obtained an economic loss of approximately \$187,500.

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 \$100,000 are still outstanding as of the date of this report.

# VILLAGE OF LIBERTYVILLE, ILLINOIS

## Notes to the Financial Statements April 30, 2010

### 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	\$ 299,050	315,451	312,339	302,162
Foreign Fire Insurance	42,329	38,405	27,123	53,611
Tim/Creek Special Service Area	28,483	23,889	14,064	38,308
Hotel/Motel Tax	45,679	167,336	140,635	72,380
Lucerne/Interlaken Special Service Area	35,917	21,412	23,721	33,608
Fire Fund	26,333	6,587	3,952	28,968
	<u>477,791</u>	<u>573,080</u>	<u>521,834</u>	<u>529,037</u>

### NOTE 4 – OTHER INFORMATION

#### RISK MANAGEMENT

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

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

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

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Notes to the Financial Statements  
April 30, 2010**

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**NOTE 4 – OTHER INFORMATION – Continued**

**RISK MANAGEMENT – Continued**

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.

**CONTINGENT LIABILITIES**

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

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

Year Ending	Amount
2010	\$ 1,602,556
2011	1,602,556
2012	1,602,556
2013	1,602,556
2014	1,602,556
2015-2029	24,038,340
	<u>32,051,120</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.

# VILLAGE OF LIBERTYVILLE, ILLINOIS

## Notes to the Financial Statements

April 30, 2010

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### NOTE 4 – OTHER INFORMATION – Continued

#### CONTINGENT LIABILITIES – Continued

##### Litigation

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

##### Grants

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

#### 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, 2010

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#### 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 2009 was 9.57 percent.

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Notes to the Financial Statements**

**April 30, 2010**

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**NOTE 4 – OTHER INFORMATION – Continued**

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

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

**Police Pension Plan**

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	29
Nonvested	<u>11</u>
	<u><u>68</u></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, 2010**

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**NOTE 4 – OTHER INFORMATION – Continued**

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

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

**Firefighters’ Pension Plan**

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

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

Retirees and Beneficiaries Currently Receiving Benefits and Terminated Employees Entitled to Benefits but not yet Receiving Them	17
Current Employees	
Vested	18
Nonvested	<u>13</u>
	<u>48</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, 2010

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#### NOTE 4 – OTHER INFORMATION – Continued

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

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

#### Firefighters' Pension Plan – Continued

Covered employees 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

At year-end, the Police Pension Plan has over 5 percent of net plan assets (other than U.S. Government guaranteed obligations) invested in American Beacon \$1,433,065, Fidelity Contrafund \$1,438,578, and Vanguard Institutional Index \$2,297,786 and the Firefighters' Pension Plan has over 5 percent of net plan assets (other than U.S. Government guaranteed obligations) invested in Dodge & Cox Stock \$1,323,478, T Rowe Price Growth \$1,150,766, and Vanguard 500 Index \$1,007,977. 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, 2010**

**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.” The pension liability (asset) for the IMRF, Police and Firefighters’ Pension Plans is as follows:

	IMRF Pension*	Police Pension	Firefighters' Pension	Totals
Annual Required Contribution	\$ 279,426	972,769	696,956	1,949,151
Interest on the NPO	-	445	1,426	1,871
Adjustment to the ARC	-	(46,934)	(18,899)	(65,833)
Annual Pension Cost	279,426	926,280	679,483	1,885,189
Actual Contribution	249,776	988,826	712,663	1,951,265
Increase to the NPO	29,650	(62,546)	(33,180)	(66,076)
NPO - Beginning of Year	-	49,915	35,552	85,467
NPO - End of Year	29,650	(12,631)	2,372	19,391

\*NPO applicable January 1, 2010, therefore ARC and Actual Contributions on NPO calculation only apply to four months of activity.

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Notes to the Financial Statements  
April 30, 2010**

**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
<b>Contribution Rates</b>			
Employer	9.57%	25.32%	24.05%
Employee	4.50%	9.91%	9.455%
<b>Actuarial Valuation Date</b>	12/31/2009	4/30/2009	4/30/2009
<b>Actuarial Cost Method</b>	Entry Age Normal	Entry Age Normal	Entry Age Normal
<b>Amortization Method</b>	Level %of Projected Payroll Closed Basis	Level %of Projected Payroll Closed Basis	Level %of Projected Payroll Closed Basis
<b>Remaining Amortization Period</b>	23 Years	24 Years	24 Years
<b>Asset Valuation Method</b>	5-Year Smoothed Market	Market	Market
<b>Actuarial Assumptions</b>			
Investment Rate of Return	7.50% Compounded Annually	7.50% Compounded Annually	7.50% Compounded Annually
Projected Salary Increases	.4 to 10.0%	5.00%	5.00%
Inflation Rate Included	4.00%	3.00%	3.00%
Cost-of-Living Adjustments	3.00%	3.00%	3.00%

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Notes to the Financial Statements  
April 30, 2010**

**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)	2008	\$ 684,367	842,443	576,631
	2009	685,380	831,842	606,821
	2010	709,469	926,280	679,483
Actual Contributions	2008	684,367	854,428	595,320
	2009	685,380	875,829	623,360
	2010	709,469	988,826	712,663
Percentage of APC Contributed	2008	100.00%	101.42%	103.24%
	2009	100.00%	105.29%	102.73%
	2010	100.00%	106.75%	104.88%
Net Pension Obligation	2008	-	49,915	35,552
	2009	-	5,928	19,016
	2010	29,650	29,650	(12,631)

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Notes to the Financial Statements  
April 30, 2010**

**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	12/31/09	4/30/09	4/30/09
Percent Funded	76.01%	66.00%	77.60%
Accuarial Accrued Liability for Benefits	\$21,871,176	\$27,745,651	\$20,169,717
Actuarial Value of Assets	\$16,624,259	\$18,319,178	\$15,649,951
Over (Under) Funded Actuarial Accrued Liability (UAAL)	(\$5,246,917)	(\$9,426,473)	(\$4,519,766)
Covered Payroll (Annual Payroll of Active Employees Covered by the Plan)	\$7,196,062	\$3,218,075	\$2,430,457
Ratio of UAAL to Covered Payroll	72.91%	292.92%	185.96%

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, 2010**

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**NOTE 4 – OTHER INFORMATION – Continued**

**OTHER POST-EMPLOYMENT BENEFITS**

**Plan Descriptions, Provisions and Funding Policies**

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

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

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

All retirees contribute 100% of the actuarially determined premium to the plan. For the fiscal year ending April 30, 2010, retirees contributed \$206,923. Active employees do not contribute to the plan until retirement.

At April 30, 2010, 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, 2010**

**NOTE 4 – OTHER INFORMATION – Continued**

**OTHER POST-EMPLOYMENT BENEFITS – Continued**

**Annual OPEB Costs and Net OPEB Obligation**

The net OPEB obligation (NOPEBO) as of April 30, 2010, was calculated as follows:

Annual Required Contribution	\$ 185,128
Interest on the NOPEBO	6,440
Adjustment to the ARC	<u>-</u>
Annual OPEB Cost	191,568
Actual Contribution	<u>56,510</u>
Increase in the NOPEBO	135,058
NOPEBO - Beginning of Year	<u>128,800</u>
NOPEBO - End of Year	<u><u>263,858</u></u>

**Trend Information**

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

Fiscal Year	Annual OPEB Cost	Actual Contributions	Percentage of Annual OPEB Cost Contributions	Net OPEB Obligation
2008	N/A	N/A	N/A	N/A
2009	185,310	56,510	30.50 %	128,800
2010	191,568	56,510	29.50 %	263,858

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Notes to the Financial Statements  
April 30, 2010**

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**NOTE 4 – OTHER INFORMATION – Continued**

**OTHER POST-EMPLOYMENT BENEFITS – Continued**

**Funded Status and Funding Progress**

The funded status of the plan as of April 30, 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)	14,492,743
UAAL as a Percentage of Covered Payroll	17.45%

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 advanced 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, 2010, was 29 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, 2010**

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)
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%
2009	16,624,259	21,871,176	76.01%	5,246,917	7,196,062	72.91%

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Illinois Municipal Retirement Fund**

**Required Supplementary Information  
Schedule of Employer Contributions  
April 30, 2010**

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<b>Fiscal Year</b>	<b>Employer Contributions</b>	<b>Annual Required Contribution</b>	<b>Percent Contributed</b>
2005	\$ 580,224	\$ 580,224	100.00%
2006	659,811	659,811	100.00%
2007	685,591	685,591	100.00%
2008	684,367	684,367	100.00%
2009	685,380	685,380	100.00%
2010	709,469	709,469	100.00%

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Police Pension Fund**

**Required Supplementary Information**

**Schedule of Funding Progress**

**April 30, 2010**

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)
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%
2009	16,285,997	31,997,623	50.90%	15,711,626	3,458,735	454.26%

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Police Pension Fund**

**Required Supplementary Information  
Schedule of Employer Contributions  
April 30, 2010**

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<b>Fiscal Year Ended</b>	<b>Employer Contributions</b>	<b>Annual Required Contribution</b>	<b>Percent Contributed</b>
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	830,770	105.42%
2010	988,826	972,769	101.65%

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Firefighters' Pension Fund**

**Required Supplementary Information**

**Schedule of Funding Progress**

**April 30, 2010**

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)
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%
2009	13,904,320	23,866,950	58.26%	9,962,630	2,592,518	384.28%

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Firefighters' Pension Fund**

**Required Supplementary Information  
Schedule of Employer Contributions  
April 30, 2010**

<b>Fiscal Year Ended</b>	<b>Employer Contributions</b>	<b>Annual Required Contribution</b>	<b>Percent Contributed</b>
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%
2010	712,663	696,956	102.25%

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Other Post-Employment Benefit Plan**

**Required Supplementary Information**

**Schedule of Funding Progress**

**April 30, 2010**

Actuarial Valuation Date	(1) Actuarial Value of Plan Assets	(2) Actuarial Accrued Liability (AAL) - Entry Age	(3) Funded Ratio (1) ÷ (2)	(4) Unfunded (Overfunded) Actuarial Accrued Liability (2) - (1)	(5) Annual Covered Payroll	(6) Unfunded (Overfunded) Actuarial Accrued Liability as a Percentage of Covered Payroll (4) ÷ (5)
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
2010	N/A	N/A	N/A	N/A	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. The Village is required to have the actuarial valuation performed triennially.

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Other Post-Employment Benefit Plan**

**Required Supplementary Information**

**Employer Contributions**

**April 30, 2010**

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<b>Fiscal Year Ended</b>	<b>Employer Contributions</b>	<b>Annual Required Contributions</b>	<b>Percent Contributed</b>
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%
2010	56,510	185,128	30.52%

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, 2010**

	Budget		Actual
	Original	Final	
<b>Revenues</b>			
Taxes	\$ 5,874,220	5,874,220	6,388,321
Licenses and Permits	1,288,000	1,288,000	1,250,180
Intergovernmental	8,298,800	8,298,800	7,328,434
Charges for Services	5,737,150	5,737,150	5,855,837
Fines and Forfeits	1,177,000	1,177,000	271,978
Interest	150,815	150,815	65,358
Miscellaneous	73,500	73,500	207,940
<b>Total Revenues</b>	<b>22,599,485</b>	<b>22,599,485</b>	<b>21,368,048</b>
<b>Expenditures</b>			
General Government	2,325,045	2,489,295	2,321,630
Community Development	1,401,415	1,401,415	1,327,110
Public Safety	13,773,290	13,783,300	13,224,141
Public Works	2,277,100	2,278,900	2,133,158
Parks and Recreation	2,760,350	2,760,350	2,630,622
<b>Total Expenditures</b>	<b>22,537,200</b>	<b>22,713,260</b>	<b>21,636,661</b>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<b>62,285</b>	<b>(113,775)</b>	<b>(268,613)</b>
<b>Other Financing Sources (Uses)</b>			
Transfers In	-	-	550,000
Transfers Out	(55,000)	(8,450,000)	(8,450,000)
	<b>(55,000)</b>	<b>(8,450,000)</b>	<b>(7,900,000)</b>
<b>Net Change in Fund Balance</b>	<b>7,285</b>	<b>(8,563,775)</b>	<b>(8,168,613)</b>
<b>Fund Balance - Beginning</b>			<b>10,849,642</b>
<b>Fund Balance - Ending</b>			<b>2,681,029</b>

## **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**

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## **GENERAL FUND**

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

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## **SPECIAL REVENUE FUND**

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

### **Commuter Parking System Fund**

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

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## **DEBT SERVICE FUND**

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

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## **CAPITAL PROJECTS FUND**

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

### **Capital Improvement Fund**

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

### **Tax Increment Financing Construction**

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

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

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## **ENTERPRISE FUNDS**

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

### **Waterworks and Sewerage Fund**

The Waterworks and Sewerage Fund is used to account for the provision of potable water and wastewater treatment services to the residents of the Village. All activities necessary to provide such services are accounted for in this fund, including, but not limited to, administration, operations and maintenance, financing and related debt service, billing and collection.

### **Libertyville Sports Complex Fund**

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

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## **INTERNAL SERVICE FUNDS**

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

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

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

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

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

# **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, 2010**

	Budget		Actual
	Original	Final	
<b>Taxes</b>			
Property Taxes			
General Corporate	\$ 895,000	895,000	904,202
Fire Protection	800,000	800,000	803,432
Parks	370,000	370,000	376,388
Recreation	370,000	370,000	376,388
Highway and Bridges - Village	540,000	540,000	552,326
Highway and Bridges - Township	268,000	268,000	259,859
Municipal Retirement	390,000	390,000	401,444
Police Pension	973,000	973,000	978,826
Fire Pension	697,000	697,000	702,663
Special Recreation	134,000	134,000	137,809
Concord/Interlaken Special Service Area	21,410	21,410	21,410
Timber Creek Special Service Area	23,810	23,810	23,887
Electric Utility Tax	-	-	378,763
Gas Utility Tax	-	-	110,940
Leased Car Tax	70,000	70,000	65,672
Hotel/Motel Tax	200,000	200,000	152,480
Foreign Fire Insurance Tax	30,000	30,000	38,405
Personal Property Replacement Tax			
General	72,000	72,000	83,427
Police	10,000	10,000	10,000
Fire	10,000	10,000	10,000
	<u>5,874,220</u>	<u>5,874,220</u>	<u>6,388,321</u>
<b>Licenses and Permits</b>			
Building Plan Review Fees	50,000	50,000	75,986
Building Permits	1,103,000	1,103,000	966,443
Zoning Fees	30,000	30,000	27,372
Fire Bureau - Permits/Fees	30,000	30,000	80,046
Liquor Licenses	60,000	60,000	84,650
Other Licenses	15,000	15,000	15,683
	<u>1,288,000</u>	<u>1,288,000</u>	<u>1,250,180</u>

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**General Fund**

**Schedule of Revenues - Budget and Actual - Continued  
Year Ended April 30, 2010**

	Budget		Actual
	Original	Final	
<b>Intergovernmental</b>			
Sales Tax	\$ 6,034,800	6,034,800	5,412,434
Income Tax	1,880,000	1,880,000	1,600,904
Use Tax	306,000	306,000	236,826
Banner Program	500	500	-
Street/Signal Maintenance Fees	67,500	67,500	74,403
Grants	10,000	10,000	3,867
	<u>8,298,800</u>	<u>8,298,800</u>	<u>7,328,434</u>
<b>Charges for Services</b>			
Libertyville Fire Protection	2,326,600	2,326,600	2,326,611
Ambulance Fees	475,000	475,000	515,852
Golf Rentals	3,000	3,000	1,382
Recreation Fees	770,000	770,000	708,329
Green Fees	58,000	58,000	41,724
Swimming Fees	272,750	272,750	204,630
Swimming Programs	144,000	144,000	119,588
Senior Meals Fees	24,000	24,000	22,052
Recycling/Refuse Fees	60,000	60,000	74,085
Parking Fees	6,000	6,000	6,180
Engineering	50,000	50,000	33,728
Alarm Fees	240,000	240,000	221,774
Elevator Inspection Fees	25,000	25,000	38,101
Fire Services	15,000	15,000	23,324
Legal Fee Reimbursement	12,000	12,000	1,185
Birth/Death Certificates	150,000	150,000	185,937
Cable Franchise Fee	260,000	260,000	301,428
Telecom Infrastructure Maintenance Fee	405,000	405,000	592,719
Police Services	85,000	85,000	88,025
Damage to Village Property	-	-	3,052
Senior Center Sponsorship	5,000	5,000	7,256
Concessions - Pools	35,000	35,000	24,944
Pro Shop Merchandise	800	800	517
Telephone Surcharge - 911	160,000	160,000	156,991
Wireless Surcharge - 911	155,000	155,000	156,423
	<u>5,737,150</u>	<u>5,737,150</u>	<u>5,855,837</u>

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**General Fund**

**Schedule of Revenues - Budget and Actual - Continued  
Year Ended April 30, 2010**

	Budget		Actual
	Original	Final	
<b>Fines and Forfeits</b>			
Local Fines	\$ 152,500	152,500	119,313
Circuit Court Fines	170,000	170,000	150,999
DUI Fines - Senate Bill 740	4,000	4,000	1,666
Automated Traffic Enforcement	850,500	850,500	-
	<u>1,177,000</u>	<u>1,177,000</u>	<u>271,978</u>
<b>Interest</b>			
Investment Income	<u>150,815</u>	<u>150,815</u>	<u>65,358</u>
<b>Miscellaneous</b>			
Park Rentals	13,000	13,000	11,181
Scholarship/Donations	12,500	12,500	19,245
LCCF Contribution	15,000	15,000	12,761
Soda Machine Revenue	-	-	2,042
Hazardous Material Reimbursement	-	-	279
Drug Forfeiture	-	-	10,062
Cash Over	-	-	687
Insurance Surplus	-	-	101,976
Goosedrop Festival	3,000	3,000	2,095
Miscellaneous	30,000	30,000	47,612
	<u>73,500</u>	<u>73,500</u>	<u>207,940</u>
<b>Total Revenues</b>	<u>22,599,485</u>	<u>22,599,485</u>	<u>21,368,048</u>

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**General Fund**

**Schedule of Expenditures - Budget and Actual  
Year Ended April 30, 2010**

	Budget		Actual
	Original	Final	
<b>General Government</b>			
Legislative	\$ 104,105	137,355	122,544
Administration and Finance	1,257,090	1,257,090	1,203,463
Legal	289,500	420,500	416,645
Public Buildings	181,000	181,000	175,606
Community Organization/Activities	196,200	196,200	184,796
Senior Programs	64,300	64,300	63,518
Central Business District Parking	18,000	18,000	14,423
Hotel/Motel Tax	214,850	214,850	140,635
	<u>2,325,045</u>	<u>2,489,295</u>	<u>2,321,630</u>
<b>Community Development</b>			
Planning	466,710	466,710	446,171
Building Services	774,285	774,285	752,173
Economic Development	160,420	160,420	128,766
	<u>1,401,415</u>	<u>1,401,415</u>	<u>1,327,110</u>
<b>Public Safety</b>			
<b>Police Department</b>			
Administration/Communication/Records	2,434,750	2,434,750	2,061,745
Patrol Services	4,226,000	4,285,500	4,230,498
Investigation	627,365	567,865	557,031
Public Education	6,200	6,200	4,577
Community Service	161,755	161,755	148,730
	<u>7,456,070</u>	<u>7,456,070</u>	<u>7,002,581</u>
<b>Fire Services Department</b>			
Administration	223,135	223,135	219,049
Fire Prevention	245,435	245,435	240,423
Emergency Services	4,973,995	4,973,995	4,966,752
Support Services	525,930	525,930	443,155
Fire Fund	-	6,500	6,418
Foreign Fire Insurance	30,000	30,000	27,123
	<u>5,998,495</u>	<u>6,004,995</u>	<u>5,902,920</u>
Emergency Management Agency	5,350	8,860	6,301
Emergency Telephone System (911)	313,375	313,375	312,339
<b>Total Public Safety</b>	<u>13,773,290</u>	<u>13,783,300</u>	<u>13,224,141</u>

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**General Fund**

**Schedule of Expenditures - Budget and Actual - Continued  
Year Ended April 30, 2010**

	Budget		Actual
	Original	Final	
<b>Public Works</b>			
Engineering	\$ 419,070	419,070	369,415
Highways and Bridges	1,372,420	1,330,820	1,281,542
Snow Removal and Ice Control	291,820	333,420	331,498
Concord/Interlaken Special Service Area	22,250	24,050	23,721
Timber Creek Special Service Area	21,810	21,810	14,064
Refuse and Recycling	149,730	149,730	112,918
	<u>2,277,100</u>	<u>2,278,900</u>	<u>2,133,158</u>
<b>Parks and Recreation</b>			
Parks	1,297,100	1,297,100	1,256,923
Recreation	939,580	939,580	899,446
Libertyville Golf Course	153,620	153,620	135,735
Swimming Pool	370,050	370,050	338,518
	<u>2,760,350</u>	<u>2,760,350</u>	<u>2,630,622</u>
<b>Total Expenditures</b>	<u>22,537,200</u>	<u>22,713,260</u>	<u>21,636,661</u>

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**General Fund**

**Schedule of Detailed Expenditures - Budget and Actual  
Year Ended April 30, 2010**

	Budget		Actual
	Original	Final	
<b>General Government</b>			
<b>Legislative</b>			
Salaries	\$ 45,600	45,600	45,600
Employer Contribution - IMRF	1,200	1,200	-
Employer Contribution - FICA & Medicare	4,740	4,740	4,037
Travel, Training, Subscriptions and Dues	20,665	20,665	17,189
Technical Services	8,000	8,000	2,635
Economic Development	-	33,250	33,240
Appearance Review Committee	1,300	1,300	1,275
Board of Police and Fire Commissions	10,000	10,000	7,476
Economic Development Commission	100	100	68
Keep Libertyville Beautiful	500	500	372
Plan Commission/Zoning Board of Appeals	7,000	7,000	5,900
Business Appreciation Breakfast	1,000	1,000	-
Miscellaneous	4,000	4,000	4,752
	<u>104,105</u>	<u>137,355</u>	<u>122,544</u>
<b>Administration and Finance</b>			
Salaries	660,590	660,590	644,612
Employer Contribution - IMRF	65,960	65,960	63,186
Employer Contribution - FICA & Medicare	44,990	44,990	42,330
Telephone	19,550	19,550	15,994
Maintenance - Copy Machines	6,715	6,715	6,485
Maintenance - Motor Vehicles	3,000	3,000	3,000
Maintenance - Other Equipment	250	250	627
Vital Records	23,500	23,500	38,809
Insurance	124,700	124,700	126,753
Intergovernmental Risk Management Agency	167,850	167,850	147,332
Postage	16,135	16,135	12,974
Office Supplies	11,000	11,000	9,260
Audit Services	25,215	25,215	20,968
Travel, Training, Subscriptions and Dues	6,435	6,435	6,343
Technical Services	7,000	7,000	6,300
Credit Card/Bank Fees	20,000	20,000	17,199
Publication	18,100	18,100	15,289
Printing	20,000	20,000	11,204
Section 125 Administration Fees	6,720	6,720	6,910

VILLAGE OF LIBERTYVILLE, ILLINOIS

General Fund

Schedule of Detailed Expenditures - Budget and Actual - Continued  
Year Ended April 30, 2010

	Budget		Actual
	Original	Final	
<b>General Government - Continued</b>			
<b>Administration and Finance - Continued</b>			
Employee Programs	\$ 3,625	3,625	4,292
Cash Under	-	-	117
Vehicle Replacement Fees	4,755	4,755	3,566
Miscellaneous	1,000	1,000	(87)
	<u>1,257,090</u>	<u>1,257,090</u>	<u>1,203,463</u>
<b>Legal</b>			
Village Attorney	200,000	160,000	157,849
Village Prosecutor	42,000	37,000	36,249
Labor Counsel	10,000	43,000	42,477
Litigation	20,000	180,500	180,070
Special Projects	5,000	-	-
Administrative Adjudicator	11,500	-	-
Miscellaneous	1,000	-	-
	<u>289,500</u>	<u>420,500</u>	<u>416,645</u>
<b>Public Buildings</b>			
Salaries	57,030	57,030	67,691
Employer Contribution - IMRF	5,705	5,705	6,788
Employer Contribution - FICA & Medicare	4,365	4,365	4,937
North Shore Gas	1,500	1,500	1,646
Maintenance - Village Hall	22,250	22,250	14,628
Maintenance - Schertz Building	47,800	47,800	46,014
Maintenance - Motor Vehicle	1,375	1,375	1,375
Insurance	15,610	15,610	15,347
Intergovernmental Risk Management Agency	9,700	9,700	9,231
Uniforms	250	250	-
Civic Center	9,200	9,200	6,013
Vehicle Replacement Costs	1,715	1,715	1,286
Brainerd Community Center	500	500	-
Miscellaneous	4,000	4,000	650
	<u>181,000</u>	<u>181,000</u>	<u>175,606</u>

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**General Fund**

**Schedule of Detailed Expenditures - Budget and Actual - Continued  
Year Ended April 30, 2010**

	Budget		Actual
	Original	Final	
<b>General Government - Continued</b>			
<b>Community Organization/Activities</b>			
Dial-A-Ride	\$ 21,000	21,000	9,862
Northern Illinois Special Recreation Assn.	134,500	134,500	134,219
Special Events	15,000	15,000	15,000
Mosquito Control	25,200	25,200	25,200
Miscellaneous	500	500	515
	<u>196,200</u>	<u>196,200</u>	<u>184,796</u>
<b>Senior Programs</b>			
Salaries	28,480	28,480	28,910
Employer Contribution - IMRF	2,850	2,850	2,545
Employer Contribution - FICA & Medicare	2,180	2,180	2,212
Materials and Supplies	4,000	4,000	5,216
Meal Supplies	1,000	1,000	1,153
Utilities	240	240	216
Contractual Services	17,000	17,000	17,591
Senior Trips	8,550	8,550	5,675
	<u>64,300</u>	<u>64,300</u>	<u>63,518</u>
<b>Central Business District Parking</b>			
Technical Services	500	500	-
Electricity	10,000	10,000	1,295
Telephone	500	500	2,283
Materials and Supplies	1,000	1,000	2,158
Maintenance - Building	1,000	1,000	1,670
Maintenance - Parking Lots	5,000	5,000	7,017
	<u>18,000</u>	<u>18,000</u>	<u>14,423</u>
<b>Hotel/Motel Tax</b>			
Libertyville Days	30,000	30,000	23,272
Downtown Beautification	15,000	15,000	18,749
Cook House	22,800	22,800	4,718
Goosedrop Festival	3,000	3,000	1,235
Mainstreet Libertyville	5,000	5,000	5,000
Banner Program	1,000	1,000	-
Village Band	3,250	3,250	3,359
Tourism Promotions	20,000	20,000	9,115

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**General Fund**

**Schedule of Detailed Expenditures - Budget and Actual - Continued  
Year Ended April 30, 2010**

	Budget		Actual
	Original	Final	
General Government - Continued			
Hotel/Motel Tax - Continued			
Lake County Convention	\$ 10,000	10,000	10,000
Special Events	14,500	14,500	13,822
Sports Complex Marketing	70,000	70,000	49,114
Adler Cultural Center	20,300	20,300	2,251
	<u>214,850</u>	<u>214,850</u>	<u>140,635</u>
 Total General Government	 <u>2,325,045</u>	 <u>2,489,295</u>	 <u>2,321,630</u>
Community Development			
Planning			
Salaries	326,690	326,690	317,854
Employer Contribution - IMRF	32,670	32,670	31,176
Employer Contribution - FICA & Medicare	23,600	23,600	22,489
Materials and Supplies	3,500	3,500	1,920
Telephone	4,000	4,000	3,697
Maintenance - Motor Vehicle	600	600	600
Insurance	53,200	53,200	52,210
Intergovernmental Risk Management Agency	7,750	7,750	6,845
Postage	1,300	1,300	1,260
Travel, Training, Subscriptions and Dues	6,900	6,900	3,700
Printing and Photoprocessing	6,000	6,000	4,339
Miscellaneous	500	500	81
	<u>466,710</u>	<u>466,710</u>	<u>446,171</u>
Building Services			
Salaries	509,045	509,045	502,012
Employer Contribution - IMRF	50,905	50,905	49,817
Employer Contribution - FICA & Medicare	38,940	38,940	36,877

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**General Fund**

**Schedule of Detailed Expenditures - Budget and Actual - Continued  
Year Ended April 30, 2010**

	Budget		Actual
	Original	Final	
Community Development - Continued			
Building Services - Continued			
Materials and Supplies	\$ 2,500	2,500	442
Telephone	4,000	4,000	3,697
Maintenance - Motor Vehicle	11,120	11,120	11,120
Maintenance - Other Equipment	2,100	2,100	2,004
Insurance	99,900	99,900	99,292
Intergovernmental Risk Management Agency	20,375	20,375	17,111
Office Supplies	3,500	3,500	3,409
Travel, Training, Subscriptions and Dues	4,600	4,600	2,750
Technical Services	24,000	24,000	21,222
Reimbursable Expenses	300	300	1,296
Printing and Publication	2,500	2,500	1,124
Miscellaneous	500	500	-
	<u>774,285</u>	<u>774,285</u>	<u>752,173</u>
Economic Development			
Salaries	84,820	84,820	82,862
Employer Contribution - IMRF	8,480	8,480	8,220
Employer Contribution - FICA & Medicare	6,490	6,490	6,069
Materials and Supplies	1,000	1,000	1,440
Insurance	17,700	17,700	17,329
Intergovernmental Risk Management Agency	1,940	1,940	1,713
Postage	1,000	1,000	421
Travel, Training, Subscriptions and Dues	6,990	6,990	6,225
Technical Services	1,500	1,500	-
Economic Development Incentives	25,000	25,000	1,140
Promotion and Activities	4,000	4,000	3,250
Printing and Publication	1,500	1,500	97
	<u>160,420</u>	<u>160,420</u>	<u>128,766</u>
 Total Community Development	 <u>1,401,415</u>	 <u>1,401,415</u>	 <u>1,327,110</u>

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**General Fund**

**Schedule of Detailed Expenditures - Budget and Actual - Continued  
Year Ended April 30, 2010**

	Budget		Actual
	Original	Final	
<b>Public Safety</b>			
<b>Police Department</b>			
Administration/Communication/Records			
Salaries - Uniformed	\$ 398,785	398,785	360,105
Salaries - Civilian	134,715	134,715	112,860
Salaries - Dispatchers	322,850	322,850	325,188
Sick Leave Buyback	43,445	43,445	116,038
Employer Contribution - IMRF	45,755	45,755	42,466
Employer Contribution - FICA & Medicare	38,395	38,395	35,052
Contractual Services	442,165	442,165	101,686
Materials and Supplies	5,000	5,000	3,142
Telephone	19,500	19,500	15,828
Maintenance - Motor Vehicles Fees	1,920	1,920	1,920
Maintenance - Other Equipment	2,000	2,000	1,223
Insurance	754,500	754,500	746,229
Intergovernmental Risk Management Agency	192,780	192,780	174,619
Postage	3,500	3,500	2,973
Office Supplies	9,000	9,000	9,365
Travel, Training, Subscriptions and Dues	5,000	5,000	1,574
Medical Services	200	200	1,498
Photocopying	5,200	5,200	5,480
Printing and Publications	4,340	4,340	2,285
Uniforms	4,700	4,700	1,935
Miscellaneous	1,000	1,000	279
	<u>2,434,750</u>	<u>2,434,750</u>	<u>2,061,745</u>
<b>Patrol Services</b>			
Salaries - Uniformed	2,836,275	2,895,775	2,895,768
Employer Contribution - FICA & Medicare	34,600	34,600	35,394
Contractual Services	500	500	670
Materials and Supplies	23,000	23,000	19,002
Maintenance - Motor Vehicles Fees	125,000	125,000	125,000
Maintenance - Other Equipment	4,000	4,000	4,763
Squad Equipment Changeover	20,000	20,000	1,299
Travel, Training, Subscriptions and Dues	10,000	10,000	10,062
Equipment Rental and User Fees	5,205	5,205	5,005
Uniforms	30,000	30,000	24,192

VILLAGE OF LIBERTYVILLE, ILLINOIS

General Fund

Schedule of Detailed Expenditures - Budget and Actual - Continued  
Year Ended April 30, 2010

	Budget		Actual
	Original	Final	
Public Safety - Continued			
Police Department - Continued			
Patrol Services - Continued			
Northern Illinois Crime Lab	\$ 18,520	18,520	18,517
Police Pension	982,800	982,800	988,826
Vehicle Replacement Fees	136,000	136,000	102,000
Miscellaneous	100	100	-
	<u>4,226,000</u>	<u>4,285,500</u>	<u>4,230,498</u>
Investigations			
Salaries - Uniformed	581,260	521,760	512,168
Employer Contribution - FICA & Medicare	6,845	6,845	5,686
Contractual Services	1,735	1,735	2,463
Materials and Supplies	1,500	1,500	1,447
Maintenance - Motor Vehicles Fees	17,650	17,650	17,650
Maintenance - Other Equipment	300	300	-
Travel, Training, Subscriptions and Dues	1,000	1,000	532
Uniforms	5,500	5,500	5,955
Northern Illinois Crime Lab	10,825	10,825	10,825
Drug Forfeiture Expense	250	250	305
Miscellaneous	500	500	-
	<u>627,365</u>	<u>567,865</u>	<u>557,031</u>
Public Education			
Materials and Supplies	6,000	6,000	4,377
Maintenance - Motor Vehicles Fees	200	200	200
	<u>6,200</u>	<u>6,200</u>	<u>4,577</u>
Community Services			
Salaries - Civilian	125,065	125,065	113,839
Employer Contribution - IMRF	8,840	8,840	8,575
Employer Contribution - FICA & Medicare	9,570	9,570	8,480
Materials and Supplies	250	250	217
Maintenance - Motor Vehicles Fees	14,980	14,980	14,980
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, 2010**

	Budget		Actual
	Original	Final	
Public Safety - Continued			
Police Department - Continued			
Community Services - Continued			
Animal Care	\$ 1,000	1,000	1,425
Uniforms	1,800	1,800	1,214
	<u>161,755</u>	<u>161,755</u>	<u>148,730</u>
Total Police Department	<u>7,456,070</u>	<u>7,456,070</u>	<u>7,002,581</u>
Fire Department			
Administration			
Salaries - Uniformed	119,580	119,580	117,545
Salaries - Civilian	58,965	58,965	57,540
Employer Contribution - IMRF	5,895	5,895	6,169
Employer Contribution - FICA & Medicare	6,245	6,245	6,018
Telephone	22,500	22,500	23,533
Postage	2,200	2,200	2,067
Office Supplies	2,200	2,200	1,873
Travel, Training, Subscriptions and Dues	600	600	50
Photocopying	4,450	4,450	3,988
Miscellaneous	500	500	266
	<u>223,135</u>	<u>223,135</u>	<u>219,049</u>
Fire Prevention			
Salaries - Uniformed	106,645	106,645	106,644
Salaries - Civilian	101,655	101,655	97,664
Employer Contribution - IMRF	10,165	10,165	9,698
Employer Contribution - FICA & Medicare	9,320	9,320	8,808
Maintenance - Motor Equipment Fees	12,600	12,600	12,600
Maintenance - Other Equipment	150	150	-
Office Supplies	200	200	995
Public Education	2,400	2,400	1,690
Travel, Training, Subscriptions and Dues	2,300	2,300	2,324
	<u>245,435</u>	<u>245,435</u>	<u>240,423</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

General Fund

Schedule of Detailed Expenditures - Budget and Actual - Continued  
Year Ended April 30, 2010

	Budget		Actual
	Original	Final	
Public Safety - Continued			
Fire Department - Continued			
Emergency Services			
Salaries - Uniformed	\$ 2,545,420	2,545,420	2,539,774
Salaries - Dispatchers	191,290	191,290	214,734
Employer Contribution - IMRF	19,130	19,130	20,366
Employer Contribution - FICA & Medicare	46,530	46,530	45,883
Contractual Services	712,430	712,430	706,492
Firefighter/EMS Supplies	17,200	17,200	16,653
Insurance	521,550	521,550	514,377
Intergovernmental Risk Management Agency	179,800	179,800	170,627
Office Supplies	250	250	-
Travel, Training, Subscriptions and Dues	12,500	12,500	8,289
Technical Services	7,200	7,200	4,182
Rental & User Fees	9,045	9,045	8,820
Firefighters' Pension	706,950	706,950	712,663
Paid on Call Pensions	3,500	3,500	3,150
Miscellaneous	1,200	1,200	742
	<u>4,973,995</u>	<u>4,973,995</u>	<u>4,966,752</u>
Support Services			
Salaries - Uniformed	29,275	29,275	29,274
Employer Contribution - FICA & Medicare	425	425	412
Materials and Supplies	14,000	14,000	11,992
Firefighter/EMS Supplies	23,400	23,400	16,928
Utilities	25,000	25,000	23,809
Maintenance - Buildings	18,000	18,000	13,136
Maintenance - Grounds	7,550	7,550	6,392
Maintenance - Motor Equipment	130,910	130,910	130,910
Maintenance - Other Equipment	11,100	11,100	9,379
Uniforms	15,870	15,870	13,333
Vehicle Replacement Fees	250,000	250,000	187,500
Miscellaneous	400	400	90
	<u>525,930</u>	<u>525,930</u>	<u>443,155</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

General Fund

Schedule of Detailed Expenditures - Budget and Actual - Continued  
Year Ended April 30, 2010

	Budget		Actual
	Original	Final	
Public Safety - Continued			
Fire Department - Continued			
Fire Fund			
Soda Purchase	\$ -	2,500	2,466
Miscellaneous	-	4,000	3,952
	-	6,500	6,418
Foreign Fire Insurance			
Firefighting/EMS Equipment	30,000	30,000	27,123
Total Fire Department	5,998,495	6,004,995	5,902,920
Emergency Management Agency			
Materials and Supplies	100	100	-
Electricity	200	200	176
Telephone	1,600	1,600	1,337
Maintenance - Other Equipment	2,200	2,200	1,280
Computer Equipment and Supplies	400	400	-
Office Supplies	100	100	-
Public Education	-	3,510	3,508
Travel, Training, Subscriptions and Dues	700	700	-
Photocopying	50	50	-
	5,350	8,860	6,301
Emergency Telephone System (911)			
Salaries	79,250	79,250	87,127
Employer Contribution - IMRF	7,925	7,925	8,641
Employer Contribution - FICA & Medicare	6,065	6,065	6,618
Materials and Supplies	500	500	318
Telephone	53,000	53,000	62,551
Maintenance - Other Equipment	13,300	13,300	11,083
Maintenance - 911 Equipment	62,000	62,000	65,819
Computer Equipment and Supplies	4,000	4,000	2,530
Insurance	6,750	6,750	6,611
Intergovernmental Risk Management Agency	14,535	14,535	12,839
Office Supplies	300	300	242
Travel, Training, Subscriptions and Dues	3,750	3,750	693
Technical Services	3,000	3,000	1,950

VILLAGE OF LIBERTYVILLE, ILLINOIS

General Fund

Schedule of Detailed Expenditures - Budget and Actual - Continued  
Year Ended April 30, 2010

	Budget		Actual
	Original	Final	
<b>Public Safety - Continued</b>			
<b>Emergency Telephone System (911) - Continued</b>			
Uniforms	\$ 1,000	1,000	964
Capital Outlay	33,000	33,000	21,669
Computer Aided Dispatch Equipment	25,000	25,000	22,684
	<u>313,375</u>	<u>313,375</u>	<u>312,339</u>
Total Public Safety	<u>13,773,290</u>	<u>13,783,300</u>	<u>13,224,141</u>
<b>Public Works</b>			
<b>Engineering</b>			
Salaries	219,225	219,225	219,967
Sick Leave Buyback	18,730	18,730	14,485
Employer Contribution - IMRF	19,360	19,360	21,889
Employer Contribution - FICA & Medicare	16,750	16,750	16,278
Materials and Supplies	1,600	1,600	1,344
Telephone	4,000	4,000	3,697
Maintenance - Vehicles	3,775	3,775	3,775
Maintenance - Other Equipment	800	800	54
Insurance	64,600	64,600	66,847
Intergovernmental Risk Management Agency	9,880	9,880	8,726
Office Supplies	5,515	5,515	4,933
Travel, Training, Subscriptions and Dues	2,650	2,650	1,665
Technical Services	45,215	45,215	528
Vehicle Replacement Fees	6,970	6,970	5,227
	<u>419,070</u>	<u>419,070</u>	<u>369,415</u>
<b>Highways and Bridges</b>			
Salaries - Administration	80,945	80,945	82,679
Salaries - Clerical	16,835	16,835	16,310
Salaries - Maintenance	319,130	304,130	293,859
Employer Contribution - IMRF	40,690	40,690	39,457
Employer Contribution - FICA & Medicare	30,580	30,580	28,971
Materials and Supplies	15,450	15,450	11,860
Streetlights - Energy	104,400	104,400	108,108
Streetlights - Maintenance	86,350	86,350	82,351
Maintenance - Buildings	8,200	8,200	3,612
Maintenance - Roadway Medians	12,305	12,305	14,957

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**General Fund**

**Schedule of Detailed Expenditures - Budget and Actual - Continued  
Year Ended April 30, 2010**

	Budget		Actual
	Original	Final	
<b>Public Works - Continued</b>			
<b>Highways and Bridges - Continued</b>			
Maintenance - Motor Equipment Fees	\$ 149,100	149,100	149,100
Maintenance - Other Equipment	1,300	1,300	592
Maintenance - Streets and Alleys	40,400	40,400	36,109
Maintenance - Sidewalks	8,000	8,000	11,067
Maintenance - Storm Sewers	11,300	11,300	12,205
Maintenance - Signs	6,300	6,300	5,332
Insurance	154,475	154,475	152,586
Intergovernmental Risk Management Agency	73,180	73,180	63,384
Equipment Rental	500	500	760
Travel, Training, Subscriptions and Dues	800	800	870
Technical Services	2,830	2,830	517
Traffic Signal Maintenance	40,200	40,200	41,126
Photoprocessing	2,100	2,100	2,132
Uniforms	4,825	4,825	1,929
Vehicle Replacement Fees	162,225	135,625	121,669
	<u>1,372,420</u>	<u>1,330,820</u>	<u>1,281,542</u>
<b>Snow Removal and Ice Control</b>			
Salaries - Administration	16,970	16,970	16,577
Salaries - Maintenance	124,725	139,725	139,164
Employer Contribution - IMRF	14,170	14,170	15,664
Employer Contribution - FICA & Medicare	10,840	10,840	11,565
Materials and Supplies	95,750	122,350	122,266
Capital Outlay	15,710	15,710	15,217
Intergovernmental Risk Management Agency	11,655	11,655	9,413
Contractual Service	1,000	1,000	963
Miscellaneous	1,000	1,000	669
	<u>291,820</u>	<u>333,420</u>	<u>331,498</u>
<b>Concord/Interlaken Special Service Area</b>			
Maintenance of Retention Pond	5,000	8,800	8,790
Landscaping	12,750	11,750	11,610
Miscellaneous	4,500	3,500	3,321
	<u>22,250</u>	<u>24,050</u>	<u>23,721</u>

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**General Fund**

**Schedule of Detailed Expenditures - Budget and Actual - Continued  
Year Ended April 30, 2010**

	Budget		Actual
	Original	Final	
<b>Public Works - Continued</b>			
<b>Timber Creek Special Service Area</b>			
Maintenance of Retention Pond	\$ 5,000	5,000	3,600
Landscaping	11,810	11,810	10,464
Miscellaneous	5,000	5,000	-
	<u>21,810</u>	<u>21,810</u>	<u>14,064</u>
<b>Refuse and Recycling</b>			
Salaries - Maintenance	44,800	44,800	37,216
Employer Contribution - IMRF	4,480	4,480	2,909
Employer Contribution - FICA & Medicare	3,430	3,430	2,531
Insurance	17,700	17,700	17,329
Materials and Supplies	1,500	1,500	989
Maintenance - Motor Vehicles	23,000	23,000	23,000
Intergovernmental Risk Management Agency	5,630	5,630	1,817
Disposal	22,000	22,000	9,293
Equipment Rental	5,500	5,500	-
SWALCO Fee	7,420	7,420	7,416
Vehicle Replacement Fees	13,770	13,770	10,327
Miscellaneous	500	500	91
	<u>149,730</u>	<u>149,730</u>	<u>112,918</u>
<b>Total Public Works</b>	<u><u>2,277,100</u></u>	<u><u>2,278,900</u></u>	<u><u>2,133,158</u></u>
<b>Parks and Recreation</b>			
<b>Parks</b>			
Salaries - Full Time	643,380	643,380	641,264
Salaries - Part Time	19,275	19,275	17,984
Employer Contribution - IMRF	64,340	64,340	63,584
Employer Contribution - FICA & Medicare	49,220	49,220	48,657
Contractual Services	17,020	17,020	15,720
Materials and Supplies	12,800	12,800	10,688
Electricity	8,000	8,000	11,034
North Shore Gas	2,000	2,000	1,654
Telephone	5,800	5,800	6,220
Gasoline and Oil	2,000	2,000	1,204
Maintenance - Building	11,000	11,000	8,634
Maintenance - Grounds	29,300	29,300	28,721

VILLAGE OF LIBERTYVILLE, ILLINOIS

General Fund

Schedule of Detailed Expenditures - Budget and Actual - Continued  
Year Ended April 30, 2010

	Budget		Actual
	Original	Final	
<b>Parks and Recreation - Continued</b>			
<b>Parks - Continued</b>			
Maintenance - Motor Vehicles	\$ 69,950	69,950	69,950
Maintenance - Other Equipment	14,840	14,840	11,107
Maintenance - Roads and Parking Lots	750	750	730
Insurance	182,800	182,800	189,532
Intergovernmental Risk Management Agency	43,760	43,760	38,004
Office Supplies	500	500	709
Travel, Training, Subscriptions and Dues	1,735	1,735	672
Tree Surgery and Spraying	15,000	15,000	11,659
Nursery Stock and Trees	-	-	(250)
Equipment Rental	600	600	296
Unemployment Benefits	-	-	2,264
Uniform	6,330	6,330	4,219
Vehicle Replacement Fees	96,400	96,400	72,300
Miscellaneous	300	300	367
	<u>1,297,100</u>	<u>1,297,100</u>	<u>1,256,923</u>
<b>Recreation</b>			
Salaries - Administrative Staff	181,900	181,900	177,783
Salaries - Tot Programs	107,490	107,490	120,714
Salaries - Youth/Teen Programs	103,620	103,620	90,018
Salaries - Special/Cultural Events	37,500	37,500	29,685
Employer Contribution - IMRF	21,090	21,090	21,629
Employer Contribution - FICA & Medicare	32,945	32,945	31,636
Supplies and Expenses - Tot Programs	11,000	11,000	9,109
Supplies and Expenses - Youth Programs	34,000	34,000	24,967
Electricity	35,000	35,000	35,385
North Shore Gas	4,000	4,000	1,793
Telephone	9,500	9,500	5,247
Maintenance - Motor Vehicles	3,800	3,800	3,800
Maintenance - Building	26,000	26,000	25,431
Independent Contractor	146,000	146,000	156,874
Cultural Arts Expenses	11,500	11,500	10,930
Insurance	54,400	54,400	54,263
Intergovernmental Risk Management Agency	36,880	36,880	34,236
Seasonal Brochures	33,110	33,110	30,525
Office Supplies	7,800	7,800	5,041

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**General Fund**

**Schedule of Detailed Expenditures - Budget and Actual - Continued  
Year Ended April 30, 2010**

	Budget		Actual
	Original	Final	
<b>Parks and Recreation - Continued</b>			
<b>Recreation - Continued</b>			
Travel, Training, Subscriptions and Dues	\$ 850	850	513
Supplies and Expenses - Special Event Family	7,500	7,500	3,201
Credit Card Bank Fee	25,000	25,000	18,183
Photoprocessing	3,820	3,820	3,270
Bad Debt Expense	-	-	2,820
Cash Short	-	-	142
Vehicle Replacement Fees	2,375	2,375	1,781
Miscellaneous	2,500	2,500	470
	<u>939,580</u>	<u>939,580</u>	<u>899,446</u>
<b>Libertyville Golf Course</b>			
Salaries - Administration	-	-	
Salaries - Pro Shop	21,000	21,000	15,469
Salaries - Maintenance	63,795	63,795	62,206
Employer Contribution - IMRF	5,380	5,380	5,542
Employer Contribution - FICA & Medicare	6,490	6,490	5,816
Materials and Supplies	450	450	357
Telephone	-	-	1,507
Maintenance - Building	805	805	716
Maintenance - Grounds	12,450	12,450	13,152
Maintenance - Motor Vehicles	3,825	3,825	3,825
Maintenance - Other Equipment	7,000	7,000	4,560
Intergovernmental Risk Management Agency	20,385	20,385	17,120
Golf Course Supplies	1,200	1,200	507
Special Events	-	-	49
Unemployment Insurance	5,800	5,800	1,088
Vehicle Replacement Fees	5,000	5,000	3,750
Miscellaneous	40	40	71
	<u>153,620</u>	<u>153,620</u>	<u>135,735</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

General Fund

Schedule of Detailed Expenditures - Budget and Actual - Continued  
Year Ended April 30, 2010

	Budget		Actual
	Original	Final	
Parks and Recreation - Continued			
Swimming Pool			
Salaries - Administration	\$ 32,195	32,195	31,452
Salaries - Concessions	8,880	8,880	6,131
Salaries - Public Swim	105,340	105,340	103,910
Salaries - Swim Lessons	72,820	72,820	56,567
Employer Contribution - IMRF	3,220	3,220	3,115
Employer Contribution - FICA & Medicare	16,770	16,770	15,017
Supplies - Swim Lessons	2,000	2,000	1,619
Materials and Supplies	3,500	3,500	3,819
Supplies - Maintenance	550	550	532
Electricity	25,000	25,000	29,460
North Shore Gas	28,000	28,000	22,319
Telephone	2,520	2,520	660
Maintenance - Building	5,575	5,575	5,800
Maintenance - Pools	18,000	18,000	17,465
Intergovernmental Risk Management Agency	20,385	20,385	17,120
Office Supplies	200	200	81
Travel, Training, Subscriptions and Dues	1,345	1,345	755
Equipment Rental	400	400	404
Concession Expense	12,500	12,500	11,898
Special Events	1,000	1,000	782
Printing and Photocopying	550	550	350
Uniforms	7,000	7,000	7,154
Miscellaneous	2,300	2,300	2,108
	<u>370,050</u>	<u>370,050</u>	<u>338,518</u>
 Total Parks and Recreation	 <u>2,760,350</u>	 <u>2,760,350</u>	 <u>2,630,622</u>
 Total Expenditures	 <u>22,537,200</u>	 <u>22,713,260</u>	 <u>21,636,661</u>

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Debt Service Fund**

**Schedule of Revenues, Expenditures and  
Changes in Fund Balance - Budget and Actual  
Year Ended April 30, 2010**

	Budget		Actual
	Original	Final	
Revenues			
Taxes			
Property Taxes	\$ 225,280	225,280	213,523
Interest	1,200	1,200	-
Total Revenues	<u>226,480</u>	<u>226,480</u>	<u>213,523</u>
Expenditures			
Debt Service			
Principal Retirement	195,000	195,000	195,000
Interest	91,770	91,770	91,768
Fiscal Charges	1,800	1,800	1,628
Total Expenditures	<u>288,570</u>	<u>288,570</u>	<u>288,396</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(62,090)</u>	<u>(62,090)</u>	<u>(74,873)</u>
Other Financing Sources (Uses)			
Transfers In	78,115	78,115	78,115
Transfers Out	-	(250,000)	(250,000)
	<u>78,115</u>	<u>(171,885)</u>	<u>(171,885)</u>
Net Change in Fund Balance	<u>16,025</u>	<u>(233,975)</u>	(246,758)
Fund Balance - Beginning			<u>783,138</u>
Fund Balance - Ending			<u>536,380</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, 2010**

	Budget		Actual
	Original	Final	
<b>Revenues</b>			
Licenses and Permits			
Park Impact Fees	\$ 187,600	187,600	86,017
Tree Restoration	-	-	4,400
Vehicle Licenses	400,000	400,000	404,608
Intergovernmental			
Motor Fuel Tax Allotments	555,000	555,000	533,583
Charges for Services			
Telecommunication Revenue	275,000	275,000	253,602
Interest	6,000	6,000	3,267
Miscellaneous	6,100	6,100	16,458
Total Revenues	<u>1,429,700</u>	<u>1,429,700</u>	<u>1,301,935</u>
<b>Expenditures</b>			
Capital Outlay	<u>1,264,400</u>	<u>1,288,100</u>	<u>1,152,920</u>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>			
	<u>165,300</u>	<u>141,600</u>	<u>149,015</u>
<b>Other Financing Sources (Uses)</b>			
Transfers In	55,000	55,000	55,000
Transfers Out	(334,115)	(634,365)	(634,365)
	<u>(279,115)</u>	<u>(579,365)</u>	<u>(579,365)</u>
Net Change in Fund Balance	<u>(113,815)</u>	<u>(437,765)</u>	(430,350)
Fund Balance - Beginning			<u>1,779,700</u>
Fund Balance - Ending			<u><u>1,349,350</u></u>

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Capital Improvement - Capital Projects Fund**

**Schedule of Expenditures - Budget and Actual  
Year Ended April 30, 2010**

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	Budget		Actual
	Original	Final	
Capital Outlay			
Maintenance Streets and Alley	\$ 45,100	86,800	86,750
Asphalt Resurfacing	480,000	462,000	461,832
Village Hall	500	500	-
Civic Center	35,000	35,000	24,887
Public Works Building	2,400	2,400	1,032
Fire Stations	22,500	22,500	21,986
Schertz Municipal Building	25,000	25,000	92
Park Improvement	132,000	132,000	117,233
Annual Road Improvement Program	325,000	325,000	277,809
Storm Sewer Improvement	-	-	18,424
Butterfield Sidewalk, Light and Signal	10,500	10,500	-
Engineering Fourth/Garfield	88,000	88,000	67,011
Lake Street Bridge Replacement	15,000	15,000	22,587
Sidewalks and Bike Paths	40,000	40,000	35,305
Entryway Signage	10,000	10,000	-
Peterson Road Corridor	10,000	10,000	308
Miscellaneous	23,400	23,400	17,664
Total Expenditures	<u>1,264,400</u>	<u>1,288,100</u>	<u>1,152,920</u>

**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, 2010**

	Budget		Actual
	Original	Final	
<b>Revenues</b>			
Taxes			
Property Tax	\$ 2,100,000	2,100,000	2,251,814
Interest	5,000	5,000	2,138
Total Revenues	<u>2,105,000</u>	<u>2,105,000</u>	<u>2,253,952</u>
<b>Expenditures</b>			
Economic Development			
Maintenance Streetscape	-	-	(929)
Intergovernmental Risk Management Agency	-	-	48,733
Consulting Services	10,000	10,000	-
Storm Sewer Improvements	-	-	168,102
Parking Improvements	5,935,725	5,935,725	4,551,173
Sidewalk Replacement	-	-	5,212
Miscellaneous	4,500	4,500	7,286
Total Expenditures	<u>5,950,225</u>	<u>5,950,225</u>	<u>4,779,577</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(3,845,225)	(3,845,225)	(2,525,625)
<b>Other Financing Sources</b>			
Transfers In	<u>256,000</u>	<u>256,000</u>	<u>256,250</u>
Net Change in Fund Balance	<u>(3,589,225)</u>	<u>(3,589,225)</u>	<u>(2,269,375)</u>
Fund Balance - Beginning			<u>2,444,703</u>
Fund Balance - Ending			<u><u>175,328</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, 2010**

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	Budget		Actual
	Original	Final	
Revenues			
Charges for Services			
Permit Fees	\$ 168,000	168,000	166,325
Daily Fees	194,000	194,000	177,609
Interest	10,000	10,000	10,892
Total Revenues	<u>372,000</u>	<u>372,000</u>	354,826
Expenditures			
General Government	<u>269,940</u>	<u>269,940</u>	262,801
Net Change in Fund Balance	<u>102,060</u>	<u>102,060</u>	92,025
Fund Balance - Beginning			<u>1,071,383</u>
Fund Balance - Ending			<u><u>1,163,408</u></u>

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Commuter Parking - Special Revenue Fund**

**Schedule of Expenditures - Budget and Actual  
Year Ended April 30, 2010**

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	Budget		Actual
	Original	Final	
General Government			
Salaries	\$ 87,510	87,510	80,619
Employer Contribution - IMRF	8,750	8,750	7,848
Employer Contribution - FICA & Medicare	6,695	6,695	5,893
Materials and Supplies	5,000	5,000	5,364
Electricity	7,100	7,100	6,229
Telephone	7,800	7,800	8,397
Maintenance - Grounds	78,000	78,000	98,983
Insurance	17,700	17,700	17,329
Intergovernmental Risk Management Agency	20,385	20,385	17,444
Postage	300	300	1,754
Consulting	15,000	15,000	-
Rental of Land	8,700	8,700	10,900
Refunds	2,000	2,000	1,593
Milwaukee Station Improvements	5,000	5,000	-
Miscellaneous	-	-	448
Total Expenditures	<u>269,940</u>	<u>269,940</u>	<u>262,801</u>

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, 2010

	Budget		Actual
	Original	Final	
Operating Revenues			
Charges for Services			
Water Sales	\$ 4,117,000	4,117,000	3,630,771
Sewer Service Charges	2,089,000	2,089,000	2,006,198
Meters and Readouts	15,000	15,000	29,836
Miscellaneous	1,500	1,500	52,677
Total Operating Revenues	<u>6,222,500</u>	<u>6,222,500</u>	<u>5,719,482</u>
Operating Expenses			
Operations			
Water Operations	3,854,775	3,854,775	3,578,704
Sewer Operations	952,065	952,065	801,039
Wastewater Treatment Plant	1,263,480	1,263,480	1,177,274
Water and Sewer Capital Improvements	1,357,400	1,357,400	418,983
Depreciation and Amortization	-	-	1,082,299
Total Operating Expenses	<u>7,427,720</u>	<u>7,427,720</u>	<u>7,058,299</u>
Operating Income (Loss)	<u>(1,205,220)</u>	<u>(1,205,220)</u>	<u>(1,338,817)</u>
Nonoperating Revenues (Expenses)			
Interest Income	75,000	75,000	22,196
Connection Fees	84,000	84,000	46,935
Property Tax	25,480	25,480	25,498
Other Income	-	-	8,000
Interest and Fiscal Charges	(210,815)	(210,815)	(202,236)
	<u>(26,335)</u>	<u>(26,335)</u>	<u>(99,607)</u>
Change in Net Assets	<u>(1,231,555)</u>	<u>(1,231,555)</u>	(1,438,424)
Net Assets - Beginning			<u>23,646,149</u>
Net Assets - Ending			<u>22,207,725</u>

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Waterworks and Sewerage - Enterprise Fund**

**Schedule of Operating Expenses - Budget and Actual  
Year Ended April 30, 2010**

	Budget		Actual
	Original	Final	
<b>Operations</b>			
<b>Water Operations</b>			
Salaries - Administrative	\$ 170,235	170,235	171,319
Salaries - Clerical	160,200	160,200	163,806
Salaries - Engineering	138,060	138,060	111,892
Salaries - Maintenance	400,430	400,430	360,936
Sick Leave Buy Back	11,235	11,235	39,129
Employer Contribution - IMRF	86,510	86,510	84,511
Employer Contribution - FICA & Medicare	64,400	64,400	61,234
Materials and Supplies	8,500	8,500	8,812
Electricity	46,000	46,000	53,603
North Shore Gas	6,000	6,000	6,562
Telephone	9,000	9,000	9,814
Maintenance - Building and Grounds	23,000	23,000	18,888
Maintenance - Motor Vehicles	47,200	47,200	47,200
Maintenance - Other Equipment	10,000	10,000	14,812
Maintenance - Water Lines	35,000	35,000	31,639
Insurance	60,300	60,300	67,192
Intergovernmental Risk Management Agency	47,030	47,030	41,995
Postage	15,000	15,000	11,194
Office Supplies	1,500	1,500	1,640
Travel, Training, Subscriptions and Dues	4,225	4,225	4,538
Technical Services	37,600	37,600	30,580
Meters - New Construction	20,000	20,000	27,240
Credit Card Fees	6,000	6,000	13,540
Uniforms	3,300	3,300	2,764
Bad Debt Expense	100	100	-
Technology Equipment and Replacement	35,000	35,000	35,000
Capital Outlay	12,500	12,500	12,200
Vehicle Replacement Fees	39,450	39,450	39,450
Purchase of Water - CLCJAWA	2,353,000	2,353,000	2,105,831
Miscellaneous	4,000	4,000	1,383
	<u>3,854,775</u>	<u>3,854,775</u>	<u>3,578,704</u>
<b>Sewer Operations</b>			
Salaries - Administrative	110,985	110,985	109,797
Salaries - Engineering	97,770	97,770	98,228
Salaries - Maintenance	265,655	265,655	255,260

VILLAGE OF LIBERTYVILLE, ILLINOIS

Waterworks and Sewerage - Enterprise Fund

Schedule of Operating Expenses - Budget and Actual - Continued  
Year Ended April 30, 2010

	Budget		Actual
	Original	Final	
<b>Operations - Continued</b>			
<b>Sewer Operations - Continued</b>			
Sick Leave Buy Back	\$ 7,490	7,490	5,794
Employer Contribution - IMRF	47,440	47,440	46,598
Employer Contribution - FICA & Medicare	35,670	35,670	34,293
Materials and Supplies	5,585	5,585	4,698
County Sewer Service	100,000	100,000	-
Electricity	19,000	19,000	17,332
North Shore Gas	3,000	3,000	1,860
Telephone	1,020	1,020	1,141
Maintenance - Motor Equipment	17,760	17,760	17,760
Maintenance - Lift Stations	38,150	38,150	26,680
Maintenance - Sewer Lines	20,000	20,000	11,848
Insurance	53,100	53,100	51,986
Intergovernmental Risk Management Agency	46,640	46,640	38,306
Postage	8,000	8,000	8,952
Office Supplies	-	-	32
Travel, Training, Subscriptions and Dues	1,300	1,300	1,080
Technical Services	9,730	9,730	6,919
Uniforms	1,250	1,250	1,382
Technology Equipment and Replacement	35,000	35,000	35,000
Capital Outlay	7,505	7,505	6,389
Vehicle Replacement Fees	19,515	19,515	19,515
Miscellaneous	500	500	189
	<u>952,065</u>	<u>952,065</u>	<u>801,039</u>
<b>Wastewater Treatment Plant</b>			
Salaries - Administrative	50,065	50,065	49,242
Salaries - Operators	363,645	363,645	354,684
Employer Contribution - IMRF	41,310	41,310	39,790
Employer Contribution - FICA & Medicare	31,465	31,465	29,249
Materials and Supplies	27,500	27,500	28,752
Chemicals	22,300	22,300	11,682
Electricity	275,000	275,000	255,318
North Shore Gas	51,000	51,000	31,789
Telephone	5,100	5,100	5,191
Maintenance - Building and Grounds	16,300	16,300	13,111
Maintenance - Motor Equipment	10,820	10,820	10,820

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Waterworks and Sewerage - Enterprise Fund**

**Schedule of Operating Expenses - Budget and Actual - Continued  
Year Ended April 30, 2010**

	Budget		Actual
	Original	Final	
<b>Operations - Continued</b>			
<b>Wastewater Treatment Plant - Continued</b>			
Maintenance - Other Equipment	\$ 43,750	43,750	49,418
Sludge Removal	139,260	139,260	124,778
Insurance	75,500	75,500	75,831
Intergovernmental Risk Management Agency	47,030	47,030	38,648
Office Supplies	-	-	13
Travel, Training, Subscriptions and Dues	1,200	1,200	394
Technical Services	29,500	29,500	26,728
Uniforms	2,500	2,500	1,801
Technology Equipment and Replacement	20,000	20,000	20,000
Vehicle Replacement Fees	10,035	10,035	10,035
Miscellaneous	200	200	-
	<u>1,263,480</u>	<u>1,263,480</u>	<u>1,177,274</u>
<b>Water and Sewer Capital Improvements</b>			
Sanitary Sewer Improvements	440,600	440,600	17
WWTP Improvements	920,100	920,100	457,140
Butterfield Road Watermain Loop	410,000	410,000	6,066
Rockland/Ames Watermain	40,000	40,000	-
Burr Ridge Court Relief Sewer	305,000	305,000	210,170
Sanitary Sewer Repairs	215,300	215,300	152,516
Lift Station Improvements	135,000	135,000	-
Water and Sewer River Crossing	1,223,000	1,223,000	470,955
Replacement Meters	47,500	47,500	39,857
Hydrants, Valves, Miscellaneous	19,000	19,000	9,378
Water Storage Tank Rehabilitation	-	-	4,250
Miscellaneous	50,000	50,000	39,631
	<u>3,805,500</u>	<u>3,805,500</u>	<u>1,389,980</u>
<b>Less Nonoperating Items</b>			
Capital Assets Capitalized	(2,448,100)	(2,448,100)	(970,997)
	<u>1,357,400</u>	<u>1,357,400</u>	<u>418,983</u>
<b>Total Operations</b>	<u><u>7,427,720</u></u>	<u><u>7,427,720</u></u>	<u><u>5,976,000</u></u>

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Waterworks and Sewerage - Enterprise Fund**

**Schedule of Capital Assets and Depreciation  
Year Ended April 30, 2010**

	Capital Assets			
	Beginning Balances	Additions	Retirements/ Transfers	Balances Ending
Land and Improvements	\$ 2,272,080	-	-	2,272,080
Buildings and Improvements	14,179,893	-	-	14,179,893
Machinery and Equipment	1,720,581	-	-	1,720,581
Waterworks System	14,252,524	382,154	-	14,634,678
Sewerage System	14,497,756	588,843	-	15,086,599
<b>Total Capital Assets</b>	<b>46,922,834</b>	<b>970,997</b>	<b>-</b>	<b>47,893,831</b>
	Accumulated Depreciation			
	Beginning Balances	Additions	Retirements/ Transfers	Balances Ending
Buildings and Improvements	7,410,183	327,075	-	7,737,258
Machinery and Equipment	1,387,402	29,669	-	1,417,071
Waterworks System	6,852,104	361,090	-	7,213,194
Sewerage System	7,461,267	358,460	-	7,819,727
<b>Total Accumulated Depreciation</b>	<b>23,110,956</b>	<b>1,076,294</b>	<b>-</b>	<b>24,187,250</b>
<b>Total Capital Assets (Net of Accumulated Depreciation)</b>	<b>23,811,878</b>			<b>23,706,581</b>

**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, 2010**

	Budget		Actual
	Original	Final	
Operating Revenues			
Charges for Services			
Indoor Sports Center	\$ 2,260,000	2,260,000	2,026,476
Golf Learning Center	510,500	510,500	336,233
Family Entertainment Center	-	-	1,000
Total Operating Revenues	<u>2,770,500</u>	<u>2,770,500</u>	<u>2,363,709</u>
Operating Expenses			
Operations			
Indoor Sports Center	1,764,770	1,741,370	1,718,361
Golf Learning Center	330,835	317,835	312,715
Family Entertainment Center	-	36,400	34,261
Depreciation and Amortization	-	-	477,628
Total Operating Expenses	<u>2,095,605</u>	<u>2,095,605</u>	<u>2,542,965</u>
Operating Income (Loss)	674,895	674,895	(179,256)
Nonoperating (Expenses)			
Interest and Fiscal Charges	<u>(1,038,790)</u>	<u>(1,204,790)</u>	<u>(1,013,078)</u>
Income (Loss) Before Transfers	(363,895)	(529,895)	(1,192,334)
Transfers In	-	-	<u>8,395,000</u>
Change in Net Assets	<u>(363,895)</u>	<u>(529,895)</u>	7,202,666
Net Assets - Beginning			<u>(8,694,516)</u>
Net Assets - Ending			<u><u>(1,491,850)</u></u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

Libertyville Sports Complex - Enterprise Fund

Schedule of Operating Expenses - Budget and Actual  
Year Ended April 30, 2010

	Budget		Actual
	Original	Final	
Operations			
Indoor Sports Center			
Salaries - Administrative	\$ 205,080	205,080	205,482
Salaries - Maintenance	156,655	156,655	152,812
Salaries - Fitness	254,080	254,080	232,232
Salaries - Conference/Front Desk/Parties	160,000	160,000	150,433
Salaries - Programs	73,465	73,465	49,648
Employer Contribution - IMRF	52,000	52,000	49,357
Employer Contribution - FICA & Medicare	64,095	64,095	58,523
Materials and Supplies	21,450	17,950	17,332
Concessions	70,500	70,500	68,539
Contracted Services	104,415	94,515	94,504
Electricity	210,000	210,000	228,455
North Shore Gas	25,000	25,000	21,206
Telephone	4,400	4,400	5,068
Maintenance - Building	89,565	89,565	90,430
Maintenance - Independent Contractors	-	-	23,874
Maintenance - Grounds	9,200	9,200	8,623
Maintenance - Vehicle	11,470	11,470	11,470
Insurance	84,400	84,400	89,180
Intergovernmental Risk Management Agency	72,830	62,830	59,905
Office Supplies	2,000	2,000	2,269
Materials and Supplies - Conference Rooms	1,500	1,500	2,048
Materials and Supplies - Fitness	10,000	10,000	10,604
Credit Card Bank Fee	35,000	35,000	36,925
Photoprocessing	4,665	4,665	3,527
Unemployment Benefits	-	-	8,836
Refunds	-	-	485
Climbing Wall/Front Desk	4,000	4,000	2,007
Fitness Equipment Lease	26,500	26,500	1,257
Cash Short/Over	-	-	208
Bad Debt Expense	-	-	11,776
Technology Equipment & Replacement	12,000	12,000	12,000
Miscellaneous	500	500	9,346
	<u>1,764,770</u>	<u>1,741,370</u>	<u>1,718,361</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

Libertyville Sports Complex - Enterprise Fund

Schedule of Operating Expenses - Budget and Actual - Continued  
Year Ended April 30, 2010

	Budget		Actual
	Original	Final	
Operations - Continued			
Golf Learning Center			
Salaries - Administrative	\$ 17,780	17,780	17,413
Salaries - Maintenance	89,460	89,460	89,424
Salaries - Pro Shop	61,085	61,085	67,425
Salaries - Instructors	14,000	14,000	6,642
Employer Contribution - IMRF	13,330	13,330	13,550
Employer Contribution - FICA & Medicare	13,950	13,950	13,470
Materials and Supplies	2,300	2,300	2,269
Electricity	25,000	15,000	10,807
North Shore Gas	10,000	10,000	5,092
Telephone	3,600	3,600	2,957
Maintenance - Building	2,300	2,300	1,930
Maintenance - Grounds	10,000	10,000	9,477
Maintenance - Other Equipment	5,750	5,750	6,544
Contractual - Golf Lessons	-	-	4,546
Insurance	15,610	15,610	15,347
Intergovernmental Risk Management Agency	29,070	26,070	25,674
Office Supplies	300	300	186
Materials and Supplies - Pro Shop	7,000	7,000	5,112
Pro Shop Merchandise	10,000	10,000	14,830
Photoprocessing	150	150	20
Uniforms	150	150	-
	<u>330,835</u>	<u>317,835</u>	<u>312,715</u>
Family Entertainment Center			
Electricity	-	-	1,690
North Shore Gas	-	-	276
Intergovernmental Risk Management Agency	-	8,690	8,687
Miscellaneous	-	27,710	23,608
	<u>-</u>	<u>36,400</u>	<u>34,261</u>
Total Operations	<u>2,095,605</u>	<u>2,095,605</u>	<u>2,065,337</u>

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Libertyville Sports Complex - Enterprise Fund**

**Schedule of Capital Assets and Depreciation  
Year Ended April 30, 2010**

	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
<b>Total Capital Assets</b>	<b>22,666,704</b>	<b>-</b>	<b>-</b>	<b>22,666,704</b>

	Accumulated Depreciation			Balances Ending
	Beginning Balances	Additions	Retirements/ Transfers	
Buildings and Improvements	2,380,315	432,784	-	2,813,099
Machinery and Equipment	246,640	44,844	-	291,484
<b>Total Accumulated Depreciation</b>	<b>2,626,955</b>	<b>477,628</b>	<b>-</b>	<b>3,104,583</b>
<b>Total Capital Assets (Net of Accumulated Depreciation)</b>	<b>20,039,749</b>			<b>19,562,121</b>

VILLAGE OF LIBERTYVILLE, ILLINOIS

Combining Statement of Net Assets - Internal Service Funds

April 30, 2010

	Vehicle Maintenance and Replacement Service	Technology Equipment and Replacement Service	Total
<b>ASSETS</b>			
Current Assets			
Cash and Investments	\$ 729,924	335,670	1,065,594
Receivables - Net of Allowances			
Accounts	3,094	63,495	66,589
Accrued Interest	2,617	-	2,617
Inventories	20,524	-	20,524
Prepays	17,953	-	17,953
Total Current Assets	<u>774,112</u>	<u>399,165</u>	<u>1,173,277</u>
Noncurrent Assets			
Capital Assets			
Machinery and Equipment	6,670,866	206,664	6,877,530
Accumulated Depreciation	(3,425,973)	(43,667)	(3,469,640)
Total Noncurrent Assets	<u>3,244,893</u>	<u>162,997</u>	<u>3,407,890</u>
Total Assets	<u>4,019,005</u>	<u>562,162</u>	<u>4,581,167</u>
<b>LIABILITIES</b>			
Current Liabilities			
Accounts Payable	5,375	47,855	53,230
Accrued Payroll	9,557	4,666	14,223
Unearned/Deferred Revenues	-	364,000	364,000
Compensated Absences Payable	3,835	9,222	13,057
Installment Contracts Payable	296,762	27,646	324,408
Total Current Liabilities	<u>315,529</u>	<u>453,389</u>	<u>768,918</u>
Noncurrent Liabilities			
Compensated Absences Payable	15,341	36,891	52,232
Installment Contracts Payable	677,938	107,216	785,154
Total Noncurrent Liabilities	<u>693,279</u>	<u>144,107</u>	<u>837,386</u>
Total Liabilities	<u>1,008,808</u>	<u>597,496</u>	<u>1,606,304</u>
<b>NET ASSETS</b>			
Invested in Capital Assets - Net of Related Debt	2,270,193	28,135	2,298,328
Unrestricted	740,004	(63,469)	676,535
Total Net Assets	<u>3,010,197</u>	<u>(35,334)</u>	<u>2,974,863</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

Combining Statement of Revenues, Expenses and Changes in Net Assets  
 Internal Service Funds  
 Year Ended April 30, 2010

	Vehicle Maintenance and Replacement Service	Technology Equipment and Replacement Service	Total
Operating Revenues			
Interfund Services	\$ 1,306,666	355,602	1,662,268
Operating Expenses			
Operations	827,924	302,591	1,130,515
Depreciation	457,867	24,500	482,367
Total Operating Expenses	1,285,791	327,091	1,612,882
Operating Income	20,875	28,511	49,386
Nonoperating Revenues (Expenses)			
Interest Income	3,537	-	3,537
Other Income	15,554	65,573	81,127
Interest and Fiscal Charges	(40,843)	(1,609)	(42,452)
	(21,752)	63,964	42,212
Change in Net Assets	(877)	92,475	91,598
Net Assets - Beginning	3,011,074	(127,809)	2,883,265
Net Assets - Ending	3,010,197	(35,334)	2,974,863

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Combining Statement of Cash Flows - Internal Service Funds  
Year Ended April 30, 2010**

	Vehicle Maintenance and Replacement Service	Technology Equipment and Replacement Service	Total
<b>Cash Flows from Operating Activities</b>			
Receipts from Interfund Services	\$ 1,318,803	425,173	1,743,976
Payments to Employees	(269,205)	(102,476)	(371,681)
Payments to Suppliers	(581,476)	(186,731)	(768,207)
	<u>468,122</u>	<u>135,966</u>	<u>604,088</u>
<b>Cash Flows from Capital and Related Financing Activities</b>			
Purchase of Capital Assets	(169,244)	(168,329)	(337,573)
Interest on Capital Debt	(40,843)	(1,609)	(42,452)
Proceeds on Capital Debt	140,526	149,907	290,433
Principal on Capital Debt	(401,291)	(15,045)	(416,336)
	<u>(470,852)</u>	<u>(35,076)</u>	<u>(505,928)</u>
<b>Cash Flows from Investing Activities</b>			
Interest Received	3,537	-	3,537
	<u>807</u>	<u>100,890</u>	<u>101,697</u>
<b>Net Change in Cash and Cash Equivalents</b>			
	807	100,890	101,697
<b>Cash and Cash Equivalents - Beginning</b>	729,117	234,780	963,897
<b>Cash and Cash Equivalents - Ending</b>	<u>729,924</u>	<u>335,670</u>	<u>1,065,594</u>
<b>Reconciliation of Operating Income to Net Cash</b>			
<b>Provided (Used) by Operating Activities</b>			
Operating Income (Loss)	20,875	28,511	49,386
<b>Adjustments to Reconcile Operating Income (Loss) to</b>			
<b>Net Cash Provided by Operating Activities:</b>			
Depreciation and Amortization Expense	457,867	24,500	482,367
Other Income	15,554	65,573	81,127
(Increase) Decrease in Current Assets	(3,417)	3,998	581
Increase (Decrease) in Current Liabilities	(22,757)	13,384	(9,373)
	<u>468,122</u>	<u>135,966</u>	<u>604,088</u>
<b>Net Cash Provided by Operating Activities</b>			
	<u>468,122</u>	<u>135,966</u>	<u>604,088</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, 2010**

	Budget		Actual
	Original	Final	
Operating Revenues			
Interfund Services	\$ 1,453,635	1,453,635	1,306,666
Operating Expenses			
Operations	920,440	920,440	827,924
Depreciation	-	-	457,867
Total Operating Expenses	920,440	920,440	1,285,791
Operating Income	533,195	533,195	20,875
Nonoperating Revenues (Expenses)			
Interest Income	6,000	6,000	3,537
Other Income	5,000	5,000	15,554
Interest and Fiscal Charges	-	-	(40,843)
	11,000	11,000	(21,752)
Change in Net Assets	544,195	544,195	(877)
Net Assets - Beginning			3,011,074
Net Assets - Ending			3,010,197

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

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

**Schedule of Operating Expenses - Budget and Actual  
Year Ended April 30, 2010**

	Budget		Actual
	Original	Final	
Operations			
Salaries - Administration	\$ 94,250	94,250	54,874
Salaries - Clerical	5,550	5,550	5,579
Salaries - Maintenance	215,315	215,315	208,752
Employer Contribution - IMRF	31,510	31,510	26,624
Employer Contribution - FICA & Medicare	24,110	24,110	19,457
Shop Supplies	5,000	5,000	2,887
Tools	3,500	3,500	2,141
Gasoline and Oil	298,560	298,560	210,313
Maintenance Shop Facilities	500	500	1,847
Vehicle Washing	3,600	3,600	479
Non-Stocked Vehicle Parts	73,200	73,200	100,353
Maintenance Other Equipment	7,250	7,250	6,844
Insurance	70,760	70,760	69,475
Intergovernmental Risk Management Agency	28,310	28,310	24,794
Travel, Training and Dues	650	650	456
Contractual Repair Services	13,000	13,000	23,787
Uniforms	1,000	1,000	1,016
License, Title and Inspection Fees	2,500	2,500	1,461
Transfer Vehicle Replacement	4,575	4,575	-
Vehicle Replacement Costs	43,000	43,000	181,939
Fire Contractual Repairs	22,800	22,800	31,057
Police Contractual Repairs	4,000	4,000	2,903
Accident Damage Expense	10,000	10,000	19,783
Miscellaneous	500	500	347
	<u>963,440</u>	<u>963,440</u>	<u>997,168</u>
Less Nonoperating Items			
Capital Assets Capitalized	<u>(43,000)</u>	<u>(43,000)</u>	<u>(169,244)</u>
<b>Total Operations</b>	<u><u>920,440</u></u>	<u><u>920,440</u></u>	<u><u>827,924</u></u>

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

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

**Schedule of Capital Assets and Depreciation  
Year Ended April 30, 2010**

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	Capital Assets			
	Beginning Balances	Additions	Retirements/ Transfers	Balances Ending
Machinery and Equipment	\$ 6,575,167	169,244	73,545	6,670,866

	Accumulated Depreciation			
	Beginning Balances	Additions	Retirements/ Transfers	Balances Ending
Machinery and Equipment	3,041,651	457,867	73,545	3,425,973

Total Capital Assets (Net of Accumulated Depreciation)	<u>3,533,516</u>			<u>3,244,893</u>
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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, 2010

	Budget		Actual
	Original	Final	
Operating Revenues			
Interfund Services	\$ 377,000	377,000	355,602
Operating Expenses			
Operations	299,710	299,710	302,591
Depreciation	-	-	24,500
Total Operating Expenses	299,710	299,710	327,091
Operating Income	77,290	77,290	28,511
Nonoperating Revenues (Expenses)			
Interest Income	200	200	-
Other Income	28,000	28,000	65,573
Interest and Fiscal Charges	-	-	(1,609)
	28,200	28,200	63,964
Change in Net Assets	105,490	105,490	92,475
Net Assets - Beginning			(127,809)
Net Assets - Ending			(35,334)

VILLAGE OF LIBERTYVILLE, ILLINOIS

Technology Equipment Replacement - Internal Service Fund

Schedule of Operating Expenses - Budget and Actual  
Year Ended April 30, 2010

	Budget		Actual
	Original	Final	
Operations			
Salaries Administration	\$ 109,720	109,720	102,476
Employer Contribution - IMRF	10,970	10,970	8,695
Employer Contribution - FICA & Medicare	8,395	8,395	7,666
Computer Supplies	12,000	12,000	11,317
Wireless Service	12,000	12,000	3,730
Motor Vehicles Maintenance	2,840	2,840	2,840
Hardware Maintenance	5,000	5,000	1,573
Internet Access	21,415	21,415	16,404
Insurance	100	100	93
Travel, Training, Subscriptions and Dues	5,000	5,000	599
Consulting Services	17,000	17,000	17,716
Software, Licensing and Updates	85,650	85,650	76,006
Web Page Services	8,620	8,620	6,355
Capital Outlay	55,700	55,700	215,087
Miscellaneous	1,000	1,000	363
	<u>355,410</u>	<u>355,410</u>	<u>470,920</u>
Less Nonoperating Items			
Capital Assets Capitalized	<u>(55,700)</u>	<u>(55,700)</u>	<u>(168,329)</u>
Total Operations	<u>299,710</u>	<u>299,710</u>	<u>302,591</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

Technology Equipment Replacement - Internal Service Fund

Schedule of Capital Assets and Depreciation  
Year Ended April 30, 2010

	Capital Assets			
	Beginning Balances	Additions	Retirements/ Transfers	Balances Ending
Machinery and Equipment	\$ 38,335	168,329	-	206,664
	Accumulated Depreciation			
	Beginning Balances	Additions	Retirements/ Transfers	Balances Ending
Machinery and Equipment	19,167	24,500	-	43,667
Total Capital Assets (Net of Accumulated Depreciation)	19,168			162,997

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Pension Trust Funds**

**Combining Statement of Net Plan Assets  
April 30, 2010**

	<u>Police Pension</u>	<u>Firefighters' Pension</u>	<u>Totals</u>
<b>Assets</b>			
Cash and Cash Equivalents	\$ 1,256,029	1,416,536	2,672,565
<b>Investments</b>			
State and Local Obligations	977,785	-	977,785
U.S. Government and Agency Obligations	8,266,178	7,745,740	16,011,918
Insurance Contracts	576,153	-	576,153
Mutual Funds	8,336,970	7,173,528	15,510,498
Receivables - Accrued Interest	9,005	103,064	112,069
Total Assets	19,422,120	16,438,868	35,860,988
<b>Liabilities</b>			
Accounts Payable	-	10,717	10,717
<b>Net Plan Assets Held in Trust for Pension Benefits</b> (A schedule of funding progress is presented following the notes to the financial statements.)			
	<u>19,422,120</u>	<u>16,428,151</u>	<u>35,850,271</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

Pension Trust Funds

Combining Statement of Changes in Net Plan Assets  
Year Ended April 30, 2010

	Police Pension	Firefighters' Pension	Totals
<b>Additions</b>			
Contributions - Employer	\$ 988,826	712,663	1,701,489
Contributions - Plan Members	328,079	248,639	576,718
Total Contributions	1,316,905	961,302	2,278,207
<b>Investment Income</b>			
Interest Earned	452,565	326,806	779,371
Net Change in Fair Value	2,833,873	2,202,080	5,035,953
	3,286,438	2,528,886	5,815,324
Less Investment Expenses	(36,495)	(23,062)	(59,557)
Net Investment Income	3,249,943	2,505,824	5,755,767
Total Additions	4,566,848	3,467,126	8,033,974
<b>Deductions</b>			
Administration	45,747	8,804	54,551
Benefits	1,384,978	934,491	2,319,469
Total Deductions	1,430,725	943,295	2,374,020
Change in Net Assets	3,136,123	2,523,831	5,659,954
<b>Net Plan Assets Held in Trust for Pension Benefits</b>			
Beginning	16,285,997	13,904,320	30,190,317
Ending	19,422,120	16,428,151	35,850,271

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Police Pension - Pension Trust Fund**

**Schedule of Changes in Net Plan Assets - Budget and Actual  
Year Ended April 30, 2010**

	Budget		Actual
	Original	Final	
<b>Additions</b>			
Contributions - Employer	\$ 983,000	983,000	988,826
Contributions - Plan Members	330,000	330,000	328,079
Total Contributions	<u>1,313,000</u>	<u>1,313,000</u>	<u>1,316,905</u>
<b>Investment Income</b>			
Interest Earned	460,000	460,000	452,565
Net Change in Fair Value	-	-	2,833,873
	<u>460,000</u>	<u>460,000</u>	<u>3,286,438</u>
Less Investment Expenses	(38,000)	(38,000)	(36,495)
Net Investment Income	<u>422,000</u>	<u>422,000</u>	<u>3,249,943</u>
Total Additions	<u>1,735,000</u>	<u>1,735,000</u>	<u>4,566,848</u>
<b>Deductions</b>			
Administration	53,300	53,300	45,747
Benefits	1,262,785	1,389,885	1,384,978
Total Deductions	<u>1,316,085</u>	<u>1,443,185</u>	<u>1,430,725</u>
Change in Net Assets	<u>418,915</u>	<u>291,815</u>	3,136,123
<b>Net Plan Assets Held in Trust for Pension Benefits</b>			
Beginning			<u>16,285,997</u>
Ending			<u>19,422,120</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

Firefighters' Pension - Pension Trust Fund

Schedule of Changes in Net Plan Assets - Budget and Actual  
Year Ended April 30, 2010

	Budget		Actual
	Original	Final	
<b>Additions</b>			
Contributions - Employer	\$ 707,000	707,000	712,663
Contributions - Plan Members	235,000	235,000	248,639
Total Contributions	942,000	942,000	961,302
<b>Investment Income</b>			
Interest Earned	320,000	320,000	326,806
Net Change in Fair Value	-	-	2,202,080
	320,000	320,000	2,528,886
Less Investment Expenses	(30,000)	(30,000)	(23,062)
Net Investment Income	290,000	290,000	2,505,824
Total Additions	1,232,000	1,232,000	3,467,126
<b>Deductions</b>			
Administration	12,000	12,000	8,804
Benefits	935,150	935,150	934,491
Total Deductions	947,150	947,150	943,295
Change in Net Assets	284,850	284,850	2,523,831
<b>Net Plan Assets Held in Trust for Pension Benefits</b>			
Beginning			13,904,320
Ending			16,428,151

## **SUPPLEMENTAL SECTION**

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Long-Term Debt Requirements**

**General Obligation Sales Tax Alternative Revenue Bonds of 1997  
April 30, 2010**

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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
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>510,000</u>	<u>123,187</u>	<u>633,187</u>		<u>61,595</u>		<u>61,592</u>

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Long-Term Debt Requirements**

**General Obligation Refunding Bonds of 2003A**

**April 30, 2010**

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
2009	\$ 75,000	2,174	77,174	2010	1,087	2010	1,087

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Long-Term Debt Requirements**

**General Obligation Bonds of 2000**

**April 30, 2010**

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Date of Issue	December 15, 2000
Date of Maturity	December 15, 2020
Authorized Issue	\$2,235,000
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	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
2009	\$ 50,000	114,788	164,788	2010	57,394	2010	57,394
2010	40,000	112,224	152,224	2011	56,112	2011	56,112
2011	45,000	110,176	155,176	2012	55,088	2012	55,088
2012	40,000	107,868	147,868	2013	53,934	2013	53,934
2013	250,000	105,820	355,820	2014	52,910	2014	52,910
2014	265,000	93,006	358,006	2015	46,503	2015	46,503
2015	275,000	79,426	354,426	2016	39,713	2016	39,713
2016	295,000	65,330	360,330	2017	32,665	2017	32,665
2017	305,000	50,214	355,214	2018	25,107	2018	25,107
2018	325,000	34,504	359,504	2019	17,252	2019	17,252
2019	345,000	17,768	362,768	2020	8,884	2020	8,884
	<u>2,235,000</u>	<u>891,124</u>	<u>3,126,124</u>		<u>445,562</u>		<u>445,562</u>

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Long-Term Debt Requirements**

**General Obligation Refunding Waterworks and Sewerage Bonds of 2001A  
April 30, 2010**

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

**CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS**

Tax Levy Year	Requirements			Interest Due on			
	Principal	Interest	Totals	May 1	Amount	Nov. 1	Amount
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>1,380,000</u>	<u>118,149</u>	<u>1,498,149</u>		<u>73,192</u>		<u>44,957</u>

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Long-Term Debt Requirements**

**General Obligation Bonds of 2001**

**April 30, 2010**

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Date of Issue	May 15, 2001
Date of Maturity	December 15, 2020
Authorized Issue	\$1,620,000
Denomination of Bonds	\$5,000
Interest Rates	4.50% to 5.125%
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
2009	\$ -	81,644	81,644	2010	40,822	2010	40,822
2010	-	81,644	81,644	2011	40,822	2011	40,822
2011	-	81,644	81,644	2012	40,822	2012	40,822
2012	-	81,644	81,644	2013	40,822	2013	40,822
2013	200,000	81,644	281,644	2014	40,822	2014	40,822
2014	210,000	71,644	281,644	2015	35,822	2015	35,822
2015	220,000	61,144	281,144	2016	30,572	2016	30,572
2016	230,000	50,144	280,144	2017	25,072	2017	25,072
2017	245,000	38,644	283,644	2018	19,322	2018	19,322
2018	250,000	26,394	276,394	2019	13,197	2019	13,197
2019	265,000	13,580	278,580	2020	6,790	2020	6,790
	<u>1,620,000</u>	<u>669,770</u>	<u>2,289,770</u>		<u>334,885</u>		<u>334,885</u>

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Long-Term Debt Requirements**

**General Obligation Refunding Bonds of 2004**

**April 30, 2010**

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	92,512	232,512	2010	46,256	2010	46,256
2010	155,000	86,772	241,772	2011	43,386	2011	43,386
2011	165,000	80,418	245,418	2012	40,209	2012	40,209
2012	180,000	73,652	253,652	2013	36,826	2013	36,826
2013	195,000	66,272	261,272	2014	33,136	2014	33,136
2014	195,000	58,278	253,278	2015	29,139	2015	29,139
2015	210,000	50,088	260,088	2016	25,044	2016	25,044
2016	215,000	41,058	256,058	2017	20,529	2017	20,529
2017	225,000	31,704	256,704	2018	15,852	2018	15,852
2018	240,000	21,806	261,806	2019	10,903	2019	10,903
2019	250,000	11,124	261,124	2020	5,562	2020	5,562
	<u>2,170,000</u>	<u>613,684</u>	<u>2,783,684</u>		<u>306,842</u>		<u>306,842</u>

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Long-Term Debt Requirements**

**General Obligation Waterworks and Sewerage Alternate Revenue Source Bonds of 2006  
April 30, 2010**

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Date of Issue	July 26, 2006
Date of Maturity	May 1, 2022
Authorized Issue	\$3,000,000
Denomination of Bonds	\$5,000
Interest Rates	3.900% 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
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>2,845,000</u>	<u>939,970</u>	<u>3,784,970</u>		<u>499,272</u>		<u>440,698</u>

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Long-Term Debt Requirements**

**General Obligation Limited Tax Refunding Bonds of 2008  
April 30, 2010**

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Date of Issue	December 15, 2008
Date of Maturity	December 15, 2019
Authorized Issue	\$1,710,000
Denomination of Bonds	\$5,000
Interest Rates	2.500% 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
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>1,665,000</u>	<u>378,532</u>	<u>2,043,532</u>		<u>189,265</u>		<u>189,267</u>

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Long-Term Debt Requirements**

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

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

**CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS**

Tax Levy Year	Requirements			Interest Due on			
	Principal	Interest	Totals	June 15	Amount	Dec. 15	Amount
2009	\$ -	333,908	333,908	2010	97,280	2010	236,628
2010	-	473,255	473,255	2011	236,628	2011	236,627
2011	-	473,255	473,255	2012	236,628	2012	236,627
2012	-	473,255	473,255	2013	236,628	2013	236,627
2013	75,000	473,255	548,255	2014	236,628	2014	236,627
2014	75,000	471,005	546,005	2015	235,502	2015	235,503
2015	75,000	469,755	544,755	2016	234,377	2016	235,378
2016	75,000	465,505	540,505	2017	233,252	2017	232,253
2017	75,000	464,255	539,255	2018	232,127	2018	232,128
2018	75,000	461,255	536,255	2019	230,627	2019	230,628
2019	75,000	458,255	533,255	2020	229,127	2020	229,128
2020	830,000	455,255	1,285,255	2021	227,627	2021	227,628
2021	860,000	422,055	1,282,055	2022	211,027	2022	211,028
2022	895,000	387,655	1,282,655	2023	193,827	2023	193,828
2023	935,000	351,855	1,286,855	2024	175,927	2024	175,928
2024	970,000	314,455	1,284,455	2025	157,227	2025	157,228
2025	1,015,000	275,655	1,290,655	2026	137,827	2026	137,828
2026	1,055,000	235,055	1,290,055	2027	117,527	2027	117,528
2027	1,435,000	192,855	1,627,855	2028	96,427	2028	96,428
2028	1,500,000	131,150	1,631,150	2029	65,575	2029	65,575
2029	1,550,000	66,650	1,616,650	2030	33,325	2030	33,325
	<u>11,570,000</u>	<u>7,849,598</u>	<u>19,419,598</u>		<u>3,855,120</u>		<u>3,994,478</u>

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Long-Term Debt Requirements**

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

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

**CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS**

Tax Levy Year	Requirements			Interest Due on			
	Principal	Interest	Totals	June 15	Amount	Dec. 15	Amount
2009	\$ -	114,097	114,097	2010	33,241	2010	80,856
2010	-	161,712	161,712	2011	80,856	2011	80,856
2011	-	161,712	161,712	2012	80,856	2012	80,856
2012	-	161,712	161,712	2013	80,856	2013	80,856
2013	170,000	161,712	331,712	2014	80,856	2014	80,856
2014	175,000	156,612	331,612	2015	78,306	2015	78,306
2015	180,000	150,492	330,492	2016	75,246	2016	75,246
2016	190,000	143,288	333,288	2017	71,644	2017	71,644
2017	200,000	135,212	335,212	2018	67,606	2018	67,606
2018	210,000	126,462	336,462	2019	63,231	2019	63,231
2019	220,000	116,750	336,750	2020	58,375	2020	58,375
2020	230,000	105,750	335,750	2021	52,875	2021	52,875
2021	240,000	94,250	334,250	2022	47,125	2022	47,125
2022	255,000	81,350	336,350	2023	40,675	2023	40,675
2023	270,000	67,644	337,644	2024	33,822	2024	33,822
2024	285,000	52,456	337,456	2025	26,228	2025	26,228
2025	300,000	36,424	336,424	2026	18,212	2026	18,212
2026	320,000	18,800	338,800	2027	9,400	2027	9,400
	<u>3,245,000</u>	<u>2,046,435</u>	<u>5,291,435</u>		<u>999,410</u>		<u>1,047,025</u>

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Long-Term Debt Requirements**

**IEPA Sewer Revenue Bonds of 1999**

**April 30, 2010**

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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	
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>822,785</u>	<u>63,255</u>	<u>886,040</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 Seven Fiscal Years  
April 30, 2010 (Unaudited)**

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**See Following Page**

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Net Assets by Component - Last Seven Fiscal Years  
April 30, 2010 (Unaudited)**

	<u>2004</u>	<u>2005</u>
<b>Governmental Activities</b>		
Invested in Capital Assets, Net of Related Debt	\$ 23,528,062	24,520,248
Restricted	1,201,639	1,725,315
Unrestricted	10,210,430	10,398,325
	<u>34,940,131</u>	<u>36,643,888</u>
<b>Business-Type Activities</b>		
Invested in Capital Assets, Net of Related Debt	18,271,947	18,071,513
Unrestricted	2,845,264	1,922,287
	<u>21,117,211</u>	<u>19,993,800</u>
<b>Primary Government</b>		
Invested in Capital Assets, Net of Related Debt	41,800,009	42,591,761
Restricted	1,201,639	1,725,315
Unrestricted	13,055,694	12,320,612
	<u>56,057,342</u>	<u>56,637,688</u>

Data Source: Village Records

The Village implemented GASB 34 in Fiscal Year 2004.

2006	2007	2008	2009	2010
130,700,298	145,149,599	146,129,781	151,837,268	155,042,487
1,206,999	1,298,287	1,338,773	1,225,206	1,036,836
12,579,529	18,116,079	19,795,069	14,285,053	3,369,441
144,486,826	164,563,965	167,263,623	167,347,527	159,448,764
18,046,127	16,156,592	16,895,822	17,292,192	17,379,271
813,404	2,584,234	805,916	(2,340,559)	3,336,604
18,859,531	18,740,826	17,701,738	14,951,633	20,715,875
148,746,425	161,306,191	163,025,603	169,129,460	172,421,758
1,206,999	1,298,287	1,338,773	1,225,206	1,036,836
13,392,933	20,700,313	20,600,985	11,944,494	6,706,045
163,346,357	183,304,791	184,965,361	182,299,160	180,164,639

VILLAGE OF LIBERTYVILLE, ILLINOIS

Changes in Net Assets - Last Seven Fiscal Years  
April 30, 2010 (Unaudited)

	2004	2005	2006	2007	2008	2009	2010
<b>Expenses</b>							
<b>Governmental Activities</b>							
General Government	\$ 2,684,660	2,767,055	2,594,575	2,468,057	2,815,826	2,857,313	2,850,107
Community Development	1,030,429	968,502	1,034,897	1,136,810	1,286,825	1,315,490	1,327,110
Public Safety	11,349,821	11,204,047	13,666,355	11,073,209	12,893,235	13,343,437	13,318,393
Public Works	2,275,270	2,011,215	3,225,742	3,730,768	3,848,776	3,963,080	3,996,726
Parks and Recreation	3,772,294	3,550,485	3,080,371	3,091,115	3,194,934	3,095,859	2,933,418
Economic Development	109,275	703,633	124,291	939,443	695,858	1,651,999	487,576
Interest on Long-Term Debt	409,403	305,035	269,242	234,969	193,187	193,112	86,254
Total Governmental Activities Expenses	21,631,152	21,509,972	23,995,473	22,674,371	24,928,641	26,420,290	24,999,584
<b>Business-Type Activities</b>							
Waterworks and Sewerage	6,734,485	6,507,588	7,303,198	7,047,807	7,374,060	7,575,730	7,260,535
Libertyville Sports Complex	5,178,720	4,553,222	3,987,449	3,834,185	4,141,989	3,767,660	3,556,043
Total Business-Type Activities Net Assets	11,913,205	11,060,810	11,290,647	10,881,992	11,516,049	11,343,390	10,816,578
Total Primary Government Expenses	33,544,357	32,570,782	35,286,120	33,556,363	36,444,690	37,763,680	35,816,162
<b>Program Revenues</b>							
<b>Governmental Activities</b>							
<b>Charges for Services</b>							
General Government	2,143,973	3,041,474	3,272,877	4,109,949	3,940,484	4,058,357	3,746,656
Community Development	138,654	196,770	330,339	423,194	299,923	385,513	293,603
Public Safety	2,688,795	2,473,544	2,656,464	2,773,671	3,092,050	3,184,475	3,225,790
Parks and Recreation	1,231,096	1,196,794	1,320,083	1,291,404	1,294,725	1,219,846	1,204,507
Capital Grants/Contributions	602,715	618,286	669,307	601,837	704,992	874,399	533,583
Total Governmental Activities Program Revenues	6,805,233	7,526,868	8,249,070	9,200,055	9,332,174	9,722,590	9,004,139
<b>Business-Type Activities</b>							
<b>Charges for Services</b>							
Waterworks and Sewerage	6,408,995	6,336,099	6,911,448	6,803,946	6,261,728	5,837,221	5,766,417
Libertyville Sports Complex	3,696,439	3,613,227	3,223,825	3,075,067	3,213,660	2,704,025	2,363,709
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	8,130,126
Total Primary Government Program Revenues	16,910,667	17,476,194	18,384,343	19,774,716	19,636,958	18,295,336	17,134,265

	2004	2005	2006	2007	2008	2009	2010
<b>Net (Expense) Revenue</b>							
Governmental Activities	\$ (14,825,919)	(13,983,104)	(15,746,403)	(13,474,316)	(15,596,467)	(16,697,700)	(15,995,445)
Business-Type Activities	(1,807,771)	(1,111,484)	(1,155,374)	(307,331)	(1,211,265)	(2,770,644)	(2,686,452)
<b>Total Primary Government Net Revenue (Expense)</b>	<b>(16,633,690)</b>	<b>(15,094,588)</b>	<b>(16,901,777)</b>	<b>(13,781,647)</b>	<b>(16,807,732)</b>	<b>(19,468,344)</b>	<b>(18,681,897)</b>
<b>General Revenues and Other Changes in Net Assets</b>							
Governmental Activities							
Taxes							
Property Taxes	5,523,186	5,938,095	6,405,525	6,868,027	7,199,409	7,519,390	8,003,971
Other Taxes	372,206	362,902	429,598	431,258	447,149	404,664	849,687
Intergovernmental							
Sales and Use Taxes	7,840,044	7,420,912	7,735,611	7,569,381	7,304,853	6,086,067	5,649,260
Income Taxes	1,253,563	1,404,226	1,584,940	1,748,207	1,909,785	1,889,000	1,600,904
Other	105,305	87,424	74,214	476,047	85,138	183,490	78,270
Interest Income	278,943	184,131	431,533	837,852	885,382	391,979	85,192
Miscellaneous	396,933	386,081	387,140	2,288,709	361,404	203,324	224,398
Transfers - Internal Activity	104,980	103,090	103,690	102,975	103,005	103,690	(8,395,000)
<b>Total Governmental Activities</b>	<b>15,875,160</b>	<b>15,886,861</b>	<b>17,152,251</b>	<b>20,322,456</b>	<b>18,296,125</b>	<b>16,781,604</b>	<b>8,096,682</b>
Business-Type Activities							
Taxes							
Property Taxes	26,784	26,784	26,784	31,542	24,637	25,479	25,498
Interest Income	120,813	56,379	90,327	252,059	242,545	90,748	22,196
Miscellaneous	8,000	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)	8,395,000
<b>Total Business-Type Activities</b>	<b>50,617</b>	<b>(11,927)</b>	<b>21,421</b>	<b>188,626</b>	<b>172,177</b>	<b>20,537</b>	<b>8,450,694</b>
<b>Total Primary Government</b>	<b>15,925,777</b>	<b>15,874,934</b>	<b>17,173,672</b>	<b>20,511,082</b>	<b>18,468,302</b>	<b>16,802,141</b>	<b>16,547,376</b>
<b>Changes in Net Assets</b>							
Governmental Activities	1,049,241	1,903,757	1,405,848	6,848,140	2,699,658	83,904	(7,898,763)
Business-Type Activities	(1,757,154)	(1,123,411)	(1,133,953)	(118,705)	(1,039,088)	(2,750,107)	5,764,242
<b>Total Primary Government</b>	<b>(707,913)</b>	<b>780,346</b>	<b>271,895</b>	<b>6,729,435</b>	<b>1,660,570</b>	<b>(2,666,203)</b>	<b>(2,134,521)</b>

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, 2010 (Unaudited)**

	2001	2002	2003	2004
<b>General Fund</b>				
Reserved	\$ 653,212	228,459	135,163	916,115
Unreserved	9,111,821	9,798,777	9,314,620	9,528,874
<b>Total General Fund</b>	<b>9,765,033</b>	<b>10,027,236</b>	<b>9,449,783</b>	<b>10,444,989</b>
<b>All Other Governmental Funds</b>				
Reserved	3,372,098	2,227,315	916,915	926,948
Unreserved, Reported in:				
Special Revenues Funds	1,259,988	1,833,148	1,402,840	429,909
Debt Service Funds	-	-	90,342	-
Capital Improvement Funds	2,938,758	1,919,439	239,165	553,721
TIF Construction Funds	1,569,717	(75,155)	(745,247)	(72,073)
<b>Total All Other Governmental Funds</b>	<b>9,140,561</b>	<b>5,904,747</b>	<b>1,904,015</b>	<b>1,838,505</b>

Data Source: Village Records

The Village implemented GASB 34 in Fiscal Year 2004.

2005	2006	2007	2008	2009	2010
774,395	838,445	969,572	1,117,762	1,082,056	1,302,726
9,567,686	9,706,124	10,658,159	10,447,178	9,767,586	1,378,303
10,342,081	10,544,569	11,627,731	11,564,940	10,849,642	2,681,029
923,409	945,150	1,909,238	2,018,181	1,903,254	1,699,788
552,921	726,535	-	-	-	-
-	-	-	-	-	-
1,292,885	985,563	2,433,476	2,843,754	1,779,700	1,349,350
380,723	1,898,884	4,613,664	5,943,715	2,395,970	175,328
3,149,938	4,556,132	8,956,378	10,805,650	6,078,924	3,224,466

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**General Governmental Revenues By Source - Last Ten Fiscal Years**

**(In Thousands)**

**April 30, 2010 (Unaudited)**

<b>Fiscal Year</b>	<b>2001</b>	<b>2002</b>	<b>2003</b>	<b>2004</b>
Taxes	\$ 4,890	5,284	5,750	5,895
Licenses and Permits	935	1,390	1,168	1,324
Intergovernmental	10,171	10,474	10,049	9,802
Charges for Services	3,530	3,858	3,881	4,679
Fines and Forfeits	169	183	199	200
Interest	1,313	814	447	252
Grants	220	296	236	-
Miscellaneous	1,203	1,010	998	397
<b>Total</b>	<b>22,431</b>	<b>23,309</b>	<b>22,728</b>	<b>22,549</b>

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

Data Source: Village Records

2005	2006	2007	2008	2009	2010
6,301	6,835	7,300	7,647	7,924	8,854
1,888	1,863	2,468	2,184	2,256	1,745
9,531	10,065	10,395	10,005	8,717	7,862
4,795	5,475	5,943	6,210	6,262	6,453
226	241	187	233	330	272
171	422	816	857	386	82
-	-	-	-	-	-
386	387	2,289	361	203	224
<b>23,298</b>	<b>25,288</b>	<b>29,398</b>	<b>27,497</b>	<b>26,078</b>	<b>25,492</b>

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

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

**(In Thousands)**

**April 30, 2010 (Unaudited)**

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Function	2001	2002	2003	2004
General Government	\$ 2,373	2,766	3,117	2,369
Community Development	823	868	860	1,004
Public Safety	8,258	9,554	10,358	10,730
Public Works	2,280	2,306	2,948	2,618
Parks and Recreation	2,765	3,262	2,796	2,855
Economic Development	-	-	-	604
Capital Outlay	4,934	6,724	5,483	439
Debt Service				
Principal	1,110	140	1,125	1,170
Interest and Fiscal Charges	521	522	468	444
Total	<u>23,064</u>	<u>26,142</u>	<u>27,155</u>	<u>22,233</u>

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

Data Source: Village Records

2005	2006	2007	2008	2009	2010
2,454	2,465	2,443	2,683	2,739	2,584
945	1,035	1,137	1,287	1,315	1,327
10,740	11,944	12,393	12,737	13,095	13,224
2,052	2,084	2,075	2,345	2,190	2,133
2,659	2,792	2,803	2,909	2,807	2,631
704	124	939	696	5,456	4,780
978	1,866	765	1,706	2,546	1,153
1,140	1,190	1,215	1,240	1,310	195
320	283	246	211	197	93
21,992	23,783	24,016	25,814	31,655	28,120

## VILLAGE OF LIBERTYVILLE, ILLINOIS

### Changes in Fund Balances for Governmental Funds - Last Ten Fiscal Years

(In Thousands)

April 30, 2010 (Unaudited)

	2001	2002	2003	2004
<b>Revenues</b>				
Taxes	\$ 4,890	5,284	5,750	5,895
Licenses and Permits	935	1,390	1,168	1,324
Intergovernmental	10,171	10,474	10,049	9,802
Charges for Services	3,530	3,858	3,881	4,679
Fines and Forfeits	169	183	199	200
Investment Income	1,313	814	447	252
Grants	220	296	236	-
Miscellaneous	1,203	1,010	998	397
<b>Total Revenues</b>	<b>22,431</b>	<b>23,309</b>	<b>22,728</b>	<b>22,549</b>
<b>Expenditures</b>				
General Government	2,373	2,766	3,117	2,369
Community Development	823	868	860	1,004
Public Safety	8,258	9,554	10,358	10,730
Public Works	2,280	2,306	2,948	2,618
Parks and Recreation	2,765	3,262	2,796	2,855
Economic Development	-	-	-	604
Capital Outlay	4,934	6,724	5,483	439
Debt Service				
Principal	1,110	140	1,125	1,170
Interest and Fiscal Charges	521	522	468	444
<b>Total Expenditures</b>	<b>23,064</b>	<b>26,142</b>	<b>27,155</b>	<b>22,233</b>
<b>Excess of Revenues Over (Under) Expenditures</b>	<b>(633)</b>	<b>(2,833)</b>	<b>(4,427)</b>	<b>316</b>
<b>Other Financing Sources (Uses)</b>				
Proceeds from Bonds	1,786	2,607	-	2,025
Payments to Escrow Agent	93	(3,480)	-	(1,986)
Transfers In	927	1,349	664	1,676
Transfers Out	(796)	(1,217)	(533)	(1,571)
	2,010	(741)	131	144
<b>Net Change in Fund Balances</b>	<b>1,377</b>	<b>(3,574)</b>	<b>(4,296)</b>	<b>460</b>
<b>Debt Service as a Percentage of Noncapital Expenditures</b>	<b>9.00%</b>	<b>3.41%</b>	<b>7.35%</b>	<b>7.41%</b>

Data Source: Village Records

2005	2006	2007	2008	2009	2010
6,301	6,835	7,300	7,647	7,924	8,854
1,888	1,863	2,468	2,184	2,256	1,745
9,531	10,065	10,395	10,005	8,717	7,862
4,795	5,475	5,943	6,210	6,262	6,453
226	241	187	233	330	272
171	422	816	857	386	82
-	-	-	-	-	-
386	387	2,289	361	203	224
23,298	25,288	29,398	27,497	26,078	25,492
2,454	2,465	2,443	2,683	2,739	2,584
945	1,035	1,137	1,287	1,315	1,327
10,740	11,944	12,393	12,737	13,095	13,224
2,052	2,084	2,075	2,345	2,190	2,133
2,659	2,792	2,803	2,909	2,807	2,631
704	124	939	696	5,456	4,780
978	1,866	765	1,706	2,546	1,153
1,140	1,190	1,215	1,240	1,310	195
320	283	246	211	197	93
21,992	23,783	24,016	25,814	31,655	28,120
1,306	1,505	5,382	1,683	(5,577)	(2,628)
-	-	-	-	1,698	-
-	-	-	-	(1,667)	-
461	488	956	479	487	939
(358)	(384)	(853)	(376)	(383)	(9,334)
103	104	103	103	135	(8,395)
1,409	-	1,609	5,485	1,786	(5,442)
6.95%	6.72%	6.28%	6.07%	6.03%	1.27%

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Assessed Value and Actual Value of Taxable Property - Last Ten Fiscal Years  
April 30, 2010 (Unaudited)**

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<b>Tax Levy Year</b>	<b>Residential Property</b>	<b>Farm</b>	<b>Commercial Property</b>
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
2009	985,805,551	113,659	170,301,644

Data Source: Lake County Tax Extension Division

Industrial Property	Total	Railroad	Total Assessed Value	Total Direct Tax Rate
\$ 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
105,589,232	1,261,810,086	211,583	1,262,021,669	0.436

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Direct and Overlapping Property Tax Rates - Last Ten Fiscal Years  
April 30, 2010 (Unaudited)**

	2000	2001	2002	2003
<b>Village of Libertyville</b>				
Corporate	0.108	0.102	0.095	0.087
Street & Bridge	0.072	0.068	0.065	0.057
Fire Protection	0.098	0.092	0.087	0.078
Playgrounds and Recreation	0.037	0.035	0.033	0.031
Parks	0.037	0.035	0.033	0.031
IMRF	0.045	0.043	0.042	0.038
Police Pension	0.061	0.069	0.072	0.074
Firefighters Pension	0.056	0.054	0.059	0.057
Recreation for the Handicapped	0.000	0.000	0.000	0.000
Limited Bonds	0.035	0.032	0.029	0.026
Bonds	0.000	0.000	0.000	0.000
<b>Total Direct Tax Rate</b>	<b>0.549</b>	<b>0.530</b>	<b>0.515</b>	<b>0.479</b>
<b>Overlapping Rates</b>				
Grade School District #70	2.932	2.870	2.792	2.581
High School District #128	2.203	2.344	2.391	2.359
Lake County	0.521	0.516	0.502	0.490
Libertyville Township	0.272	0.256	0.232	0.060
Library	0.256	0.254	0.247	0.236
Other	0.538	0.498	0.514	0.526
<b>Total Direct and Overlapping Tax Rate</b>	<b>7.271</b>	<b>7.268</b>	<b>7.193</b>	<b>6.731</b>
<b>Village's Share of Total Tax Rate</b>	<b>7.55%</b>	<b>7.29%</b>	<b>7.16%</b>	<b>7.12%</b>

Data Source: Office of the County Clerk

2004	2005	2006	2007	2008	2009
0.084	0.079	0.074	0.073	0.072	0.062
0.053	0.048	0.045	0.044	0.044	0.038
0.075	0.070	0.067	0.066	0.064	0.055
0.030	0.029	0.029	0.030	0.030	0.026
0.030	0.029	0.029	0.030	0.030	0.026
0.037	0.035	0.033	0.032	0.032	0.028
0.075	0.076	0.075	0.072	0.078	0.097
0.055	0.052	0.052	0.051	0.056	0.077
0.011	0.011	0.011	0.011	0.011	0.012
0.000	0.000	0.000	0.000	0.000	0.000
0.024	0.022	0.020	0.020	0.017	0.015
0.474	0.451	0.435	0.429	0.434	0.436
2.499	2.378	2.297	2.247	2.278	2.283
2.291	2.225	2.179	2.136	2.163	2.179
0.465	0.454	0.450	0.444	0.453	0.464
0.058	0.057	0.057	0.057	0.058	0.059
0.231	0.225	0.222	0.219	0.222	0.223
0.516	0.498	0.487	0.478	0.481	0.487
6.534	6.288	6.127	6.010	6.089	6.131
7.25%	7.17%	7.10%	7.14%	7.13%	7.11%

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Principal Property Tax Payers - Current Year and Nine Years Ago  
April 30, 2010 (Unaudited)**

Taxpayer	2010			2001		
	Taxable Assessed Value	Rank	Percentage of Total Village Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total Village Taxable Assessed Value
Motorola	\$ 14,700,000	1	1.16%	\$ 20,218,464	1	2.60%
Advocate Health & Hospital Corp	13,690,425	2	1.08%			
Hollister Incorporated	11,453,065	3	0.91%			
Manufacturers Life Ins. Co.	8,145,837	4	0.65%	7,200,827	3	0.90%
Medline Industries	7,832,550	5	0.62%			
Capmark Finance Inc	6,236,417	6	0.49%			
Bradley Operating Ltd	4,378,596	7	0.35%			
PNCMAC Pine Meadows III LLC	4,277,095	8	0.34%			
McShane Constructions	3,885,144	9	0.31%			
Giannoulis Enterprises	3,802,665	10	0.30%			
Medical Center Properties, Inc./Condell				8,621,451	2	1.10%
Libertyville JV c/o Bradley				4,922,597	4	0.60%
Bre/Technology Way III LLC				4,801,635	5	0.60%
Temperature Equipment Corp				4,757,938	6	0.60%
Lincoln Atrium Management				4,370,360	7	0.60%
Mass Mutual Life Ins				3,770,103	8	0.50%
Ashley Libertyville, LLC				3,297,763	9	0.40%
Individual				2,494,219	10	0.30%
Manor Care, Inc.				1,785,714	10	0.30%
	<u>78,401,794</u>		<u>6.21%</u>	<u>66,241,071</u>		<u>8.50%</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, 2010 (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
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	5,447	99.84%	N/A	5,447	99.84%
2010	2009	5,502	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, 2010 (Unaudited)**

Fiscal Year Ended April 30	Governmental Activities		General Obligation Bonds
	General Obligation Bonds	Installment Contracts	
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
2010	2,250	1,110	25,065

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				
\$ 2,170	\$ -	\$	25,344	3.02%	\$ 1,222
2,038	-		43,318	5.17%	2,088
1,902	159		41,774	4.98%	2,014
1,761	108		39,013	4.65%	1,881
1,616	108		37,305	4.45%	1,799
1,467	40		35,023	4.18%	1,689
1,313	27		35,373	4.22%	1,705
1,154	76		32,502	3.88%	1,567
991	38		30,394	3.62%	1,465
823	13		29,261	3.49%	1,411

**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, 2010 (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)
2001	\$ 11,760	\$ 844	\$ 10,916	1.56%	\$ 526
2002	10,740	925	9,815	1.29%	473
2003	9,615	1,007	8,608	1.07%	415
2004	8,485	927	7,558	0.84%	365
2005	7,345	923	6,422	0.67%	310
2006	6,155	946	5,209	0.50%	251
2007	4,940	962	3,978	0.35%	192
2008	3,700	974	2,726	0.23%	131
2009	2,445	783	1,662	0.13%	80
2010	2,250	536	1,714	0.14%	83

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, 2010 (Unaudited)**

Governmental Unit	Gross Debt	Percentage to Debt Applicable to Village (1)	Village's Share of Debt
Village of Libertyville	\$ 2,250,000	100.00%	\$ 2,250,000
<b>Overlapping Debt:</b>			
Libertyville School District #70	16,760,233	91.31%	15,303,769
Hawthorn School District #73	48,435,158	13.50%	6,538,746
Fremont Center School District #79	29,120,000	5.05%	1,470,560
Community High School District #128	33,385,000	36.54%	12,198,879
Mundelein High School District #120	8,201,723	5.63%	461,757
Grayslake High School District #127	52,589,516	0.03%	15,777
Lake County Community College #532	7,545,560	4.40%	332,005
Lake County	36,360,000	4.18%	1,519,848
Lake County Forest Preserve District	266,575,000	4.18%	11,142,835
Central Lake County JAWA	22,545,000	15.94%	3,593,673
Fremont Public Library District	6,455,000	3.52%	227,216
<b>Subtotal</b>	<b>527,972,190</b>		<b>52,805,065</b>
<b>Total</b>	<b>530,222,190</b>		<b>55,055,065</b>

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

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Legal Debt Margin - Last Ten Fiscal Years  
April 30, 2010 (Unaudited)**

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	2001	2002	2003	2004
Assessed Valuation	<u>\$ 714,465,440</u>	<u>774,907,276</u>	<u>818,341,666</u>	<u>920,904,542</u>
Bonded Debt Limit - 8.625% of Assessed Value	61,622,644	66,835,753	70,581,969	79,428,017
Amount of Debt Applicable to Limit	<u>2,910,000</u>	<u>7,970,000</u>	<u>4,855,001</u>	<u>5,680,000</u>
Legal Debt Margin	<u>58,712,644</u>	<u>58,865,753</u>	<u>65,726,968</u>	<u>73,748,017</u>
Percentage of Legal Debt Margin to Bonded Debt Limit	<u>95.28%</u>	<u>88.08%</u>	<u>93.12%</u>	<u>92.85%</u>

Data Source: Village Records

2005	2006	2007	2008	2009	2010
980,297,159	1,039,667,041	1,127,812,367	1,203,544,687	1,257,047,676	1,262,021,669
84,550,630	89,671,282	97,273,817	103,805,729	108,420,362	108,849,369
4,955,000	2,200,000	2,080,000	1,965,000	175,000	75,000
79,595,630	87,471,282	95,193,817	101,840,729	108,245,362	108,774,369
94.14%	97.55%	97.86%	98.11%	99.84%	99.93%

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Demographic and Economic Statistics - Last Ten Fiscal Years  
April 30, 2010 (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
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	5.20%
2010	20,742	838,516	40,426	39.2	2,742	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, 2010 (Unaudited)**

Employer	2010			2001		
	Employees	Rank	Percentage of Total Village Employment	Employees	Rank	Percentage of Total Village Employment
Motorola	3,500	1	N/A	6,200	1	N/A
Condell Medical Center	2,025	2	N/A	1,700	2	N/A
Lake County	665	3	N/A	516	3	N/A
Hollister	485	4	N/A	350	7	N/A
Volkswagen Credit	372	5	N/A			
Libertyville School District No. 70	299	6	N/A	310	9	N/A
Commonwealth Edison	297	7	N/A	325	8	N/A
Fabrication Technologies	270	8	N/A			
Libertyville Community High School No.	253	9	N/A	310	10	N/A
Village of Libertyville	238	10	N/A	449	6	N/A
Solar Corporation				500	4	N/A
Temple Steel				500	5	N/A
	<u>8,404</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.

N/A: Currently Not Available

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Full-Time Equivalent Village Government Employees by Function - Last Ten Fiscal Years  
April 30, 2010 (Unaudited)**

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Function	2001	2002	2003	2004
General Government				
Administration	3	3	3	3
Finance	10	10	10	10
Public Works	33	33	33	33
Police	56.5	56.5	56.5	56.5
Fire	39.5	39.5	39.5	39.5
Community Development	12	12	12	12
Water and Sewer	4	4	4	4
Parks and Recreation	16	25	29	29
Total	174	183	187	187

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Data Source: Village Records

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2005	2006	2007	2008	2009	2010
3	3	3	3	3	3
9	9	9	9	9	9
33	33	33	33	33	33
56.5	54.5	58.0	59.0	59.0	59.0
39.5	38.5	33.0	34.0	34.0	34.0
12	12	13	13	13	13
4	4	4	4	5	5
26	26	24	24	24	24
183	180	177	179	180	180

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**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Operating Indicators by Function/Program - Last Ten Fiscal Years  
April 30, 2010 (Unaudited)**

Function/Program	2001	2002	2003	2004
<b>Public Works</b>				
Forestry				
Number of Parkway Trees Planted	84	124	90	48
Number of Parkway Trees Trimmed	1,200	1,435	1,300	1,047
Fleet Services				
Number of Vehicles Maintained	108	108	111	111
Number of Equipment Maintained	39	39	51	51
Preventative Maintenance Services	1,111	1,118	1,150	1,296
<b>Public Safety</b>				
Fire (1)				
Number of Fire Calls	1,174	1,005	1,251	1,282
Number of EMS Calls	1,737	1,950	1,960	1,874
Number of Training Hours	9,700	10,139	7,072	4,782
ISO Rating	2	2	2	2
Police				
Part I Crime	452	383	395	363
Part II Crime	N/A	N/A	N/A	N/A
Calls for Service	13,178	13,669	25,244	26,820
State Tickets Issued	3,138	2,819	2,350	2,779
Parking Tickets Issued	4,601	4,746	4,907	3,786
<b>Community Development</b>				
Number of Building Permits Issued	1,290	1,450	1,350	1,582
Number of Building Inspections	N/A	4,681	6,363	7,371
Number of Food Service Inspections	N/A	N/A	N/A	N/A
<b>Highways and Streets</b>				
Sidewalk Replaced (Sq. Ft.)	23,580	20,802	13,436	12,663
Annual Resurfacing Program (\$)	1,256,000	1,100,000	955,000	655,000
Crack Sealing (Lbs. Installed)	26,490	49,740	48,120	10,166
<b>Water and Sewer</b>				
Water Main Breaks	37	16	14	26
Hydrants Flushed	1,024	589	801	361
Water Meters Read	7,032	7,094	7,332	4,200
Water Meter Service Requests	4,898	4,597	4,954	4,550
Water Meters Replaced	103	100	123	104
Total Distribution Pumpage (1,000 Gallons)	1,047,325	1,038,773	1,044,398	1,043,247
Average Daily Pumpage (1,000 Gallons)	2,939	2,945	2,870	2,866
Sanitary Sewer Televising (Feet)	15,305	17,319	20,647	16,177
Sanitary Sewer Repairs	2	2	-	2

N/A: Currently Not Available

Data Source: Village Records

2005	2006	2007	2008	2009	2010
44	49	-	49	36	1
1,412	551	836	537	210	125
111	111	109	109	109	107
51	51	51	51	51	64
1,083	1,207	1,077	1,207	999	1,139
1,220	N/A	1,171	1,234	1,174	N/A
2,014	N/A	2,243	2,294	2,157	N/A
5,128	5,193	6,084	8,195	7,987	N/A
2	2	2	2	2	2
401	368	395	388	391	N/A
N/A	N/A	N/A	N/A	N/A	N/A
20,402	20,491	21,695	24,364	24,283	5,882
2,378	2,591	2,740	4,624	3,620	1,209
5,139	4,226	4,315	4,861	4,861	1,207
1,284	1,406	1,366	2,418	1,201	1,171
7,058	7,103	6,741	7,130	5,877	5,436
N/A	N/A	N/A	N/A	N/A	N/A
10,115	12,637	8,562	8,742	10,490	11,884
870,000	880,000	985,000	780,000	1,263,000	805,000
21,360	29,950	-	30,845	22,190	24,480
32	28	16	22	31	21
857	1,184	335	995	421	1,234
7,550	7,331	7,393	7,434	7,465	7,471
2,927	2,517	435	2,485	2,305	3,180
128	117	70	87	64	62
1,140,013	1,026,566	99,732	1,088,301	975,624	929,402
3,121	2,737	3,217	2,957	2,672	2,544
28,323	1,140	12,094	17,594	87,504	4,587
1	1	-	3	19	14

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Capital Asset Statistics by Function/Program - Last Ten Fiscal Years  
April 30, 2010 (Unaudited)**

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Function/Program	2001	2002	2003	2004
<b>Police</b>				
Stations	1	1	1	1
Patrol Units (1)	12	12	12	12
Patrol Officers	33	33	33	31.5
<b>Fire Stations</b>	3	3	3	3
<b>Public Works</b>				
Streets (Miles)	72	72	80	80
Sidewalks (Miles)	125.85	125.90	127.23	128.11
Streetlights	1,650	1,650	1,700	1,700
<b>Water and Sewer</b>				
Water Mains (Miles)	108	108	111	111
Fire Hydrants	1,270	1,270	1,300	1,300
Sanitary Sewers (Miles)	77	77	94	94
Manholes	2,195	2,212	2,231	2,261
Storm Sewer (Miles)	81	81	93	93

(1) Marked Police Vehicles

Data Source: Village Records

2005	2006	2007	2008	2009	2010
1	1	1	1	1	1
12	12	12	12	12	11
31.5	31.5	32.5	32.5	29.0	29.0
3	3	3	3	3	3
80	80	80	81	81	81
129.63	130.35	130.67	131.67	131.67	131.67
2,171	2,171	2,171	2,314	2,318	2,318
114	126	126	127	127	127
1,300	1,300	1,300	1,310	1,311	1,311
94	94	94	95	95	95
2,276	2,297	2,297	2,324	2,324	2,324
93	93	93	94	94	94

## **2010 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**  
**\$1,710,000 General Obligation Limited Tax Refunding Bonds, Series 2008**  
**\$11,570,000 General Obligation Refunding Alternate Bonds, Series 2010A**

and

**\$3,245,000 Taxable General Obligation Refunding Alternate Bonds, Series 2010B**

**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(I) (As of June 1, 2010)

	Amount Applicable	Ratio To		Per Capita (2000 Census 20,742)
		Equalized Assessed	Estimated Actual	
Village EAV of Taxable Property, 2009 .....	\$1,262,021,669	100.00%	33.33%	\$ 60,843.78
Estimated Actual Value, 2009 .....	\$3,786,065,007	300.00%	100.00%	182,531.34
Direct Bonded Debt(1) .....	\$ 26,910,000	2.13%	0.71%	\$ 1,297.37
Less: Self Supporting .....	(25,170,000)	(1.99%)	(0.66%)	(1,213.48)
Net Direct Bonded Debt .....	\$ 1,740,000	0.14%	0.05%	\$ 83.89
<b>Overlapping Bonded Debt</b>				
Schools .....	\$ 36,321,493	2.88%	0.96%	\$ 1,751.11
All Others .....	16,483,572	1.31%	0.44%	794.70
Total Overlapping Bonded Debt .....	\$ 52,805,065	4.18%	1.39%	\$ 2,545.80
Total Net Direct & Overlapping Debt .....	\$ 54,545,065	4.32%	1.44%	\$ 2,629.69

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

### Legal Debt Margin(I) (As of June 1, 2010)

	8.625% of EAV
2009 Equalized Assessed Valuation .....	\$1,262,021,669
Statutory Debt Limitation (8.625% of EAV) .....	108,849,369

<b>General Obligation Bonded Debt</b>	
Series 1997(2) .....	\$ 510,000
Series 2000(2) .....	2,235,000
Series 2001(2) .....	1,620,000
Series 2001A(2) .....	1,060,000
Series 2003A .....	75,000
Series 2004(2) .....	2,170,000
Series 2006(2) .....	2,760,000
Series 2008 .....	1,665,000
Series 2010A(2) .....	11,570,000
Series 2010B(2) .....	3,245,000
Total General Obligation Bonded Debt .....	\$ 26,910,000

<b>Less: Alternate Revenue Source Bonds</b>	
Series 1997(2) .....	\$ (510,000)
Series 2000(2) .....	(2,235,000)
Series 2001(2) .....	(1,620,000)
Series 2001A(2) .....	(1,060,000)
Series 2004(2) .....	(2,170,000)
Series 2006(2) .....	(2,760,000)
Series 2010A(2) .....	(11,570,000)
Series 2010B(2) .....	(3,245,000)
Total Alternate Bonds(2) .....	\$(25,170,000)
Net Applicable General Obligation Bonds .....	\$ 1,740,000

<b>Other Debt</b>	
Installment Contracts (As of May 1, 2010) .....	\$ 1,122,598
Total Other Debt .....	1,122,598
Total Applicable Debt .....	\$ 2,862,598
Legal Debt Margin .....	\$ 105,986,771

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 (5-1)	Series 2008(2) (12-15)
2010	\$ 55,000	\$ 50,000	\$ 0	\$ 0	\$75,000	\$ 140,000	\$ 0	\$ 50,000
2011	55,000	40,000	0	335,000	0	155,000	85,000	155,000
2012	60,000	45,000	0	350,000	0	165,000	90,000	160,000
2013	60,000	40,000	0	375,000	0	180,000	95,000	165,000
2014	65,000	250,000	200,000	0	0	195,000	230,000	170,000
2015	70,000	265,000	210,000	0	0	195,000	240,000	180,000
2016	70,000	275,000	220,000	0	0	210,000	250,000	185,000
2017	75,000	295,000	230,000	0	0	215,000	260,000	190,000
2018	0	305,000	245,000	0	0	225,000	275,000	205,000
2019	0	325,000	250,000	0	0	240,000	290,000	205,000
2020	0	345,000	265,000	0	0	250,000	300,000	0
2021	0	0	0	0	0	0	315,000	0
2022	0	0	0	0	0	0	330,000	0
2023	0	0	0	0	0	0	0	0
2024	0	0	0	0	0	0	0	0
2025	0	0	0	0	0	0	0	0
2026	0	0	0	0	0	0	0	0
2027	0	0	0	0	0	0	0	0
2028	0	0	0	0	0	0	0	0
2029	0	0	0	0	0	0	0	0
2030	0	0	0	0	0	0	0	0
Total	\$510,000	\$2,235,000	\$1,620,000	\$1,060,000	\$75,000	\$2,170,000	\$2,760,000	\$1,665,000

Year	Series 2010A (12-15)	Series 2010B (12-15)	Total Outstanding	Cumulative Retirement		Debt Service Tax Levies Payable from Property Taxes	
				Amount	Percent	Year	Amount
2010	\$ 0	\$ 0	\$ 370,000	\$ 370,000	1.37%	2009	\$201,208
2011	0	0	825,000	1,195,000	4.44%	2010	227,195
2012	0	0	870,000	2,065,000	7.67%	2011	229,845
2013	0	0	915,000	2,980,000	11.07%	2012	226,970
2014	75,000	170,000	1,355,000	4,335,000	16.11%	2013	228,755
2015	75,000	175,000	1,410,000	5,745,000	21.35%	2014	229,845
2016	75,000	180,000	1,465,000	7,210,000	26.79%	2015	230,308
2017	75,000	190,000	1,530,000	8,740,000	32.48%	2016	230,040
2018	75,000	200,000	1,530,000	10,270,000	38.16%	2017	234,120
2019	75,000	210,000	1,595,000	11,865,000	44.09%	2018	227,255
2020	75,000	220,000	1,455,000	13,320,000	49.50%		
2021	830,000	230,000	1,375,000	14,695,000	54.61%		
2022	860,000	240,000	1,430,000	16,125,000	59.92%		
2023	895,000	255,000	1,150,000	17,275,000	64.20%		
2024	935,000	270,000	1,205,000	18,480,000	68.67%		
2025	970,000	285,000	1,255,000	19,735,000	73.34%		
2026	1,015,000	300,000	1,315,000	21,050,000	78.22%		
2027	1,055,000	320,000	1,375,000	22,425,000	83.33%		
2028	1,435,000	0	1,435,000	23,860,000	88.67%		
2029	1,500,000	0	1,500,000	25,360,000	94.24%		
2030	1,550,000	0	1,550,000	26,910,000	100.00%		
Total	\$11,570,000	\$3,245,000	\$26,910,000				

- Notes: (1) Source: The Village. Excludes \$1,122,598 of installment contracts as of May 1, 2010 and \$822,785 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 Amount	Ratio to Estimated Actual Value				Per Capita(2)		
		Direct Debt		Direct & Overlapping Debt		Direct & Overlapping		
		Including Self- Supporting	Excluding Self- Supporting	Including Self- Supporting	Excluding Self- Supporting	Including Self- Supporting	Excluding Self- Supporting	Estimated True Value
June 27, 2000	\$ 1,800,000	0.72%	0.14%	3.09%	2.51%	\$3,254.81	\$2,646.44	\$105,306.57
November 28, 2000	5,000,000	0.92%	0.14%	3.23%	2.45%	3,407.31	2,583.28	105,306.57
May 8, 2001	20,000,000	1.78%	0.12%	4.08%	2.42%	4,217.66	2,506.16	103,336.05
October 23, 2001	7,895,000(3)	1.95%	0.12%	4.16%	2.33%	4,302.05	2,413.85	103,336.05
October 28, 2003	2,025,000(3)	1.57%	0.10%	3.44%	1.97%	4,074.38	2,328.89	118,360.09
May 11, 2004	2,435,000	1.53%	0.10%	3.34%	1.91%	3,949.22	2,260.38	118,360.09
July 25, 2006	3,000,000	1.13%	0.07%	2.56%	1.50%	3,229.61	2,257.59	150,371.28
December 9, 2008	1,710,000	0.78%	0.05%	2.16%	1.44%	3,764.46	2,499.15	174,073.57
March 9, 2010	11,570,000	0.72%	0.05%	2.09%	1.41%	3,805.25	2,571.28	181,811.93
March 9, 2010	3,245,000	0.72%	0.05%	2.09%	1.41%	3,805.25	2,571.28	181,811.93

- Notes: (1) Source: Village's 2009 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 1, 2010)

	Percent of Village's 2009 Real Property In Taxing Body	Bonds Outstanding	Applicable to District	
			Percent(2)	Amount
<b>Schools:</b>				
School District No. 70 .....	81.05%	\$ 16,760,233	91.31%	\$15,303,769
School District No. 73 .....	15.24%	48,435,158	13.50%	6,538,746
School District No. 79 .....	3.71%	29,120,000	5.05%	1,470,560
High School District No. 120 .....	6.88%	8,201,723	5.63%	461,757
High School District No. 127 .....	0.03%	52,589,516	0.03%	15,777
High School District No. 128 .....	93.09%	33,385,000	36.54%	12,198,879
Community College District No. 532 .....	100.00%	7,545,560	4.40%	332,005
Total Schools .....				\$36,321,493
<b>Others:</b>				
Lake County .....	100.00%	\$ 36,360,000	4.18%	\$ 1,519,848
Lake County Forest Preserve District .....	100.00%	266,575,000	4.18%	11,142,835
Central Lake County Joint Action Water Agency.....	100.00%	22,545,000	15.94%	3,593,673
Fremont Public Library .....	3.70%	6,455,000	3.52%	227,216
Total Others .....				\$16,483,572
Total Overlapping Debt .....				\$52,805,065

Notes: (1) Source: Lake County.  
(2) Based on 2009 Equalized Assessed Valuations, the most recent available.

**PROPERTY ASSESSMENT AND TAX INFORMATION**

**Village Equalized Assessed Valuations(1)**

By Property Class	Levy Years					Increase 2005 to 2009	Percent Of Total	
	2005	2006	2007	2008	2009		2005	2009
Residential .....	\$ 814,448,568	\$ 885,318,045	\$ 944,580,239	\$ 982,088,516	\$ 985,805,551	21.04%	78.34%	78.11%
Farm .....	111,334	109,640	115,236	116,705	113,659	2.09%	0.01%	0.01%
Commercial .....	140,312,336	156,042,710	165,025,208	168,486,530	170,301,644	21.37%	13.50%	13.49%
Industrial .....	84,670,218	86,201,916	93,665,242	106,157,054	105,589,232	24.71%	8.14%	8.37%
Railroad .....	124,585	140,056	158,762	198,871	211,583	69.83%	0.01%	0.02%
Total .....	\$1,039,667,041	\$1,127,812,367	\$1,203,544,687	\$1,257,047,676	\$1,262,021,669		100.00%	100.00%
Percent change +(-) .....	8.90%(2)	8.48%	6.71%	4.45%	0.40%			
Gross Value .....	\$1,087,718,163	\$1,176,721,156	\$1,252,896,805	\$1,310,019,812	\$1,317,414,944			
Less: Exemptions .....	48,051,122	48,908,789	49,352,118	52,972,136	55,393,275			
Net EAV .....	\$1,039,667,041	\$1,127,812,367	\$1,203,544,687	\$1,257,047,676	\$1,262,021,669			
TIF Value .....	30,796,731	33,098,411	34,457,112	37,021,792	40,140,011			
Total for All Taxing Purposes .....	\$1,070,463,772	\$1,160,910,778	\$1,238,001,799	\$1,294,069,468	\$1,302,161,680			

Notes: (1) Source: Lake County Clerk.  
(2) Percentage based on 2004 EAV of \$954,658,240.

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

	Levy Years					Maximum Allowable	Unused Margin
	2005	2006	2007	2008	2009		
Corporate .....	\$0.0790	\$0.0740	\$0.0730	\$0.0720	\$0.0620	\$0.4380	85.84%
Street and Bridge .....	0.0480	0.0450	0.0440	0.0440	0.0380	0.1000	62.00%
Fire Protection .....	0.0700	0.0670	0.0660	0.0640	0.0550	0.6000	90.83%
Playgrounds and Recreation .....	0.0290	0.0290	0.0300	0.0300	0.0260	0.2000	87.00%
Parks .....	0.0290	0.0290	0.0300	0.0300	0.0260	0.0750	65.33%
IMRF .....	0.0350	0.0330	0.0320	0.0320	0.0280	No Limit	
Police Pension .....	0.0760	0.0750	0.0720	0.0780	0.0970	No Limit	
Firefighters Pension .....	0.0520	0.0520	0.0510	0.0560	0.0770	No Limit	
Recreation for the Handicapped .....	0.0110	0.0110	0.0110	0.0110	0.0120	No Limit	
Limited Bonds .....	0.0000	0.0000	0.0000	0.0000	0.0000	No Limit	
Bonds .....	0.0220	0.0200	0.0200	0.0170	0.0150	No Limit	
Total Village Rate .....	\$0.4510	\$0.4350	\$0.4290	\$0.4340	\$0.4360		
Lake County .....	0.4540	0.4500	0.4440	0.4530	0.4640		
Lake County Forest Preserve District .....	0.2100	0.2040	0.2010	0.1990	0.2000		
Libertyville Township - Road and Bridge .....	0.0420	0.0420	0.0430	0.0440	0.0450		
Libertyville Township .....	0.0570	0.0570	0.0570	0.0580	0.0590		
Cook Memorial Library District .....	0.2250	0.2220	0.2190	0.2220	0.2230		
Central Lake County Joint Action Water Agency .....	0.0490	0.0460	0.0420	0.0420	0.0420		
School District Number 70 .....	2.3780	2.2970	2.2470	2.2780	2.2830		
High School District Number 128 .....	2.2250	2.1790	2.1360	2.1630	2.1790		
Community College District Number 532 .....	0.1970	0.1950	0.1920	0.1960	0.2000		
Total(2) .....	\$6.2880	\$6.1270	\$6.0100	\$6.0890	\$6.1310		
Village as a percent of Total .....	7.2%	7.1%	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 73.79% of the Village's 2009 Equalized Assessed Valuation.

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

Levy Year	Coll. Year	Taxes Extended	Taxes Collected	
			Amount	Percent
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 .....	5,455,587	5,446,999	99.84%
2009 .....	2010(2) .....	5,502,414	2,761,267	50.18%

Notes: (1) Source: Lake County Treasurer.  
(2) In collection as of July 20, 2010.

**Principal Village Taxpayers(1)**

Taxpayer Name	Business/Service	2009 EAV(2)	Percent of Village
Motorola Inc. ....	Portable and Cellular Mobile Telephones .....	\$14,700,000	1.16%
Advocate Health & Hospital Corp. ....	Health Services .....	13,690,425	1.08%
Hollister Incorporated .....	Corporate HQ and Health Care Products .....	11,453,065	0.91%
Manufacturers Life Insurance Co. ....	Insurance Company .....	8,145,837	0.65%
Medline Industries .....	Real Property .....	7,832,550	0.62%
Capmark Finance Inc. ....	Financial Services .....	6,236,417	0.49%
Bradley Operating Ltd. ....	Shopping Center .....	4,378,596	0.35%
PNCMAC Pine Meadows III LLC .....	Industrial/Office .....	4,277,095	0.34%
MC Shane Constructions .....	Real Property .....	3,885,144	0.31%
Giannoulas Enterprises .....	Real Property .....	3,802,665	0.30%
Total .....		\$78,401,794	

Ten largest as a percent of the Village's 2009 EAV (\$1,262,021,669) .....6.21%

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.

## FINANCIAL INFORMATION

### Statement of Activities Governmental Activities

	Audited Year Ended April 30				
	2006(2)	2007	2008	2009	2010
<b>Governmental Activities(1):</b>					
General Government .....	\$ 678,302	\$ 1,259,593	\$ 1,124,658	\$ 1,201,044	\$ 926,199
Community Development .....	(704,558)	(713,616)	(986,902)	(929,977)	(1,033,507)
Public Safety .....	(11,009,891)	(7,917,239)	(9,801,185)	(10,158,962)	(10,092,603)
Public Works .....	(2,556,435)	(3,128,931)	(3,143,784)	(3,088,681)	(3,463,143)
Parks and Recreation .....	(1,760,288)	(1,799,711)	(1,900,209)	(1,876,013)	(1,728,911)
Economic Development .....	(124,291)	(939,443)	(695,858)	(1,651,999)	(487,576)
Interest of Long-Term Debt .....	(269,242)	(234,969)	(193,187)	(193,112)	(86,254)
Total Governmental Activities .....	<u>\$(15,746,403)</u>	<u>\$(13,474,316)</u>	<u>\$(15,596,467)</u>	<u>\$(16,697,700)</u>	<u>\$(15,965,795)</u>
<b>General Revenues:</b>					
<b>Taxes:</b>					
Property Taxes .....	\$ 6,405,525	\$ 6,868,027	\$ 7,199,409	\$ 7,519,390	\$ 8,003,971
Other Taxes .....	429,598	431,258	447,149	404,664	849,687
<b>Intergovernmental</b>					
Sales and Use Taxes .....	7,735,611	7,569,381	7,304,853	6,086,067	5,649,260
Income Taxes .....	1,584,940	1,748,207	1,909,785	1,889,000	1,600,904
Other .....	74,214	476,047	85,138	183,490	78,270
Interest Income .....	431,533	837,852	885,382	391,979	85,192
Miscellaneous .....	387,140	2,288,709	361,404	203,324	224,398
Transfers - Internal Activity .....	103,690	102,975	103,005	103,690	(8,395,000)
Total General Revenue .....	<u>\$ 17,152,251</u>	<u>\$ 20,322,456</u>	<u>\$ 18,296,125</u>	<u>\$ 16,781,604</u>	<u>\$ 8,096,682</u>
Change in Net Assets .....	\$ 1,405,848	\$ 6,848,140	\$ 2,699,658	\$ 83,904	\$ (7,869,113)
Net Assets Beginning .....	<u>143,080,978</u>	<u>157,715,825</u>	<u>164,563,965</u>	<u>167,263,623</u>	<u>167,347,527</u>
Net Assets Ending .....	<u>\$144,486,826</u>	<u>\$164,563,965</u>	<u>\$167,263,623</u>	<u>\$167,347,527</u>	<u>\$159,478,414</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				
	2006	2007	2008	2009	2010
<b>REVENUES:</b>					
Taxes .....	\$ 4,937,965	\$ 5,138,723	\$ 5,396,947	\$ 5,622,728	\$ 6,388,321
Licenses and Permits .....	1,051,786	1,615,635	1,221,835	1,609,199	1,250,180
Intergovernmental .....	8,428,129	8,834,956	8,487,357	7,549,932	7,328,434
Charges for Services .....	5,106,072	5,366,573	5,606,483	5,655,327	5,855,837
Fines and Forfeits .....	241,105	186,834	232,859	330,028	271,978
Interest .....	325,224	571,467	539,367	276,815	65,358
Miscellaneous .....	366,049	610,412	218,612	193,738	207,940
Total Revenues .....	<u>\$20,456,330</u>	<u>\$22,324,600</u>	<u>\$21,703,460</u>	<u>\$21,237,767</u>	<u>\$21,368,048</u>
<b>EXPENDITURES:</b>					
<b>Current:</b>					
General Government .....	\$ 2,318,431	\$ 2,277,783	\$ 2,408,271	\$ 2,465,902	\$ 2,321,630
Community Development .....	1,034,897	1,136,810	1,286,825	1,315,490	1,327,110
Public Safety .....	11,944,339	12,393,135	12,737,445	13,094,666	13,224,141
Public Works .....	2,083,919	2,075,338	2,344,969	2,190,399	2,133,158
Parks and Recreation .....	2,792,256	2,803,372	2,908,741	2,806,608	2,630,622
Total Expenditures .....	<u>\$20,173,842</u>	<u>\$20,686,438</u>	<u>\$21,686,251</u>	<u>\$21,873,065</u>	<u>\$21,636,661</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures .....	\$ 282,488	\$ 1,638,162	\$ 17,209	\$ (635,298)	\$ (268,613)
<b>Other Financing Sources (Uses)</b>					
Transfers In .....	\$ 0	\$ 0	\$ 0	\$ 0	\$ 550,000
Transfers Out .....	(80,000)	(555,000)	(80,000)	(80,000)	(8,450,000)
Total Other Financing Sources (Uses) .....	<u>\$ (80,000)</u>	<u>\$ (555,000)</u>	<u>\$ (80,000)</u>	<u>\$ (80,000)</u>	<u>\$(7,900,000)</u>
Net Change in Fund Balances .....	\$ 202,488	\$ 1,083,162	\$ (62,791)	\$ (715,298)	\$(8,168,613)
Fund Balances - Beginning .....	<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>
Fund Balances - Ending .....	<u>\$10,544,569</u>	<u>\$11,627,731</u>	<u>\$11,564,940</u>	<u>\$10,849,642</u>	<u>\$ 2,681,029</u>

## Budget and Actual General Fund

	Budget 2010	Actual Fiscal Year 2010
<b>REVENUES:</b>		
Property Taxes .....	\$ 5,482,220	\$ 5,538,634
Other Taxes .....	392,000	849,687
Sales Taxes .....	6,034,800	5,412,434
Income Tax .....	1,880,000	1,600,904
Other Intergovernmental Revenue .....	384,000	315,096
Building Permits .....	1,103,000	966,443
Fines and Penalties .....	1,177,000	271,978
Libertyville Fire Protection District .....	2,326,600	2,326,611
Recreation Fees .....	1,312,550	1,130,422
Parking Fees .....	6,000	6,180
Interest Income .....	150,815	65,358
Transfers In .....	0	550,000
Other Revenues .....	<u>2,350,500</u>	<u>2,884,301</u>
Total General Fund Revenues .....	\$22,599,485	\$21,918,048
<b>EXPENDITURES:</b>		
Administration .....	\$ 1,257,090	\$ 1,203,463
Engineering .....	419,070	369,415
Highways & Bridges .....	1,330,820	1,281,542
Snow Removal and Ice Control .....	333,420	331,498
Refuse and Recycling .....	149,730	112,918
Planning .....	466,710	446,171
Building .....	774,285	752,173
Economic Development .....	160,420	128,766
Police .....	7,456,070	7,002,581
Fire .....	6,004,995	5,902,920
Parks .....	1,297,100	1,256,923
Recreation .....	939,580	899,446
Swimming Pool Operations .....	370,050	338,518
Riverside Park Golf Course .....	153,620	135,735
Senior Programs .....	64,300	63,518
Emergency Management Agency .....	8,860	6,301
Legislative Boards and Committees .....	137,355	122,544
Legal .....	420,500	416,645
Central Business District .....	18,000	14,423
Community Organizations/Activities .....	196,200	184,796
Public Buildings .....	181,000	175,606
Emergency Telephone System .....	313,375	312,339
Hotel/Motel Tax .....	214,850	140,635
Other Expenditures .....	<u>45,860</u>	<u>37,785</u>
Total Expenditures .....	\$22,713,260	\$21,636,661
Transfers Out .....	0	(8,450,000)
Excess of Income over Expenses .....	\$ (113,775)	\$(8,168,613)(1)

Note: (1) Transfers Out include a \$8,395,000 transfer to the Sports Complex Fund for prior year losses that have been reflected in previous years as Due To Other Funds.

**Statement of Net Assets  
Governmental Activities**

Audited as of April 30

	2006(1)	2007	2008	2009	2010
<b>ASSETS:</b>					
<b>Current Assets</b>					
Cash and Investments .....	\$ 12,560,004	\$ 17,217,070	\$ 17,714,305	\$ 12,276,234	\$ 5,037,763
Receivables - Net .....	9,229,461	9,549,286	9,866,989	10,032,866	10,633,966
Internal Balances .....	2,219,484	3,097,125	4,400,729	6,386,325	0
Prepaid Items/Inventory .....	513,982	631,487	794,849	703,834	825,326
Total Current Assets .....	<u>\$ 24,522,931</u>	<u>\$ 30,494,968</u>	<u>\$ 32,776,872</u>	<u>\$ 29,399,259</u>	<u>\$ 16,497,055</u>
<b>Capital Assets</b>					
Land .....	\$ 97,812,093	\$ 98,301,694	\$ 98,301,694	\$ 98,301,694	\$ 98,301,694
Infrastructure .....	47,036,993	73,087,614	74,799,074	81,252,919	86,697,840
Buildings and Improvements .....	16,628,146	16,810,256	16,989,687	17,110,295	17,110,295
Machinery and Equipment .....	6,221,208	6,459,741	6,624,440	7,319,170	7,583,198
Total Capital Assets .....	<u>\$167,698,440</u>	<u>\$194,659,305</u>	<u>\$196,714,895</u>	<u>\$203,984,078</u>	<u>\$209,693,027</u>
Less: Accumulated Depreciation .....	<u>(30,217,070)</u>	<u>(44,036,297)</u>	<u>(46,593,439)</u>	<u>(48,466,345)</u>	<u>(51,290,978)</u>
Total Capital Assets .....	<u>\$137,481,370</u>	<u>\$150,623,008</u>	<u>\$150,121,456</u>	<u>\$155,517,733</u>	<u>\$158,402,049</u>
Other Assets - Net Pension Asset .....	0	0	0	0	12,631
Total Assets .....	<u>\$162,004,301</u>	<u>\$181,117,976</u>	<u>\$182,898,328</u>	<u>\$184,916,992</u>	<u>\$174,911,735</u>
<b>LIABILITIES:</b>					
<b>Current Liabilities</b>					
Accounts Payable .....	\$ 526,223	\$ 375,049	\$ 726,611	\$ 2,152,877	\$ 462,229
Accrued Payroll .....	645,064	535,971	534,305	561,795	546,670
Deposits Payable .....	684,571	969,637	812,227	981,472	469,308
Interest Payable .....	91,196	80,233	62,760	35,723	28,581
Unearned Revenues .....	7,143,835	7,426,758	7,698,984	8,145,141	8,371,529
Current Portion of Long Term Debt .....	1,683,526	1,793,711	1,826,933	941,725	890,250
Total Current Assets .....	<u>\$ 10,774,415</u>	<u>\$ 11,181,359</u>	<u>\$ 11,661,820</u>	<u>\$ 12,818,733</u>	<u>\$ 10,768,567</u>
<b>Noncurrent Liabilities:</b>					
Net Pension Obligation .....	\$ 140,472	\$ 133,074	\$ 116,141	\$ 85,467	\$ 2,372
Net Other Post-Employment Benefit Obligation....	0	0	0	128,800	263,858
Compensated Absences Payable .....	1,204,034	1,247,904	1,353,602	1,438,180	1,543,370
Installment Contract Payable .....	458,554	291,674	113,142	848,285	785,154
General Obligation Bonds Payable .....	4,940,000	3,700,000	2,390,000	2,250,000	2,070,000
Total Noncurrent Liabilities .....	<u>\$ 6,743,060</u>	<u>\$ 5,372,652</u>	<u>\$ 3,972,885</u>	<u>\$ 4,750,732</u>	<u>\$ 4,664,754</u>
Total Liabilities .....	<u>\$ 17,517,475</u>	<u>\$ 16,554,011</u>	<u>\$ 15,634,705</u>	<u>\$ 17,569,465</u>	<u>\$ 15,433,321</u>
<b>NET ASSETS:</b>					
<b>Invested in Capital Assets - Net of</b>					
Related Debt .....	\$130,700,298	\$145,149,599	\$146,045,939	\$151,837,268	\$155,042,487
Restricted - Special Revenues .....	353,140	416,939	427,485	477,791	0
Restricted - Debt Service .....	853,859	881,348	911,288	747,415	507,799
Restricted - General Government .....	0	0	0	0	72,380
Restricted - Public Safety .....	0	0	0	0	384,741
Restricted - Economic Development .....	0	0	0	0	71,916
Unrestricted .....	<u>12,579,529</u>	<u>18,116,079</u>	<u>19,878,911</u>	<u>14,285,053</u>	<u>3,399,091</u>
Total Net Assets .....	<u>\$144,486,826</u>	<u>\$164,563,965</u>	<u>\$167,263,623</u>	<u>\$167,347,527</u>	<u>\$159,478,414</u>

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

	2006	2007	2008	2009	2010
<b>ASSETS:</b>					
Cash and Investments .....	\$ 7,399,270	\$ 7,619,478	\$ 6,031,808	\$ 3,065,404	\$ 828,327
Receivables - Net of Allowances:					
Property Taxes .....	4,510,610	4,729,050	4,971,403	5,287,186	5,357,242
Other Taxes .....	1,608,462	1,795,554	1,582,618	1,378,634	1,335,239
Accounts .....	461,085	312,827	528,017	671,057	1,111,389
Accrued Interest .....	51,018	38,285	52,269	40,052	440
Due From Other Funds .....	2,219,484	3,097,125	4,400,729	6,387,528	0
Prepaid Items .....	485,305	552,633	690,277	604,265	773,689
Total Assets .....	<u>\$16,735,234</u>	<u>\$18,144,952</u>	<u>\$18,257,121</u>	<u>\$17,434,126</u>	<u>\$9,406,326</u>
<b>LIABILITIES AND FUND BALANCES:</b>					
<b>Liabilities:</b>					
Accounts Payable .....	\$ 368,787	\$ 304,987	\$ 394,973	\$ 277,193	\$ 375,341
Accrued Payroll .....	626,697	515,749	513,578	538,742	530,587
Deposits Payable .....	684,571	967,435	812,227	480,160	462,127
Due to Other Funds .....	0	0	0	1,203	0
Deferred Revenues .....	4,510,610	4,729,050	4,971,403	5,287,186	5,357,242
Total Liabilities .....	<u>\$ 6,190,665</u>	<u>\$ 6,517,221</u>	<u>\$ 6,692,181</u>	<u>\$ 6,584,484</u>	<u>\$6,725,297</u>
<b>Fund Balances:</b>					
Reserved - Prepaid Items .....	\$ 485,305	\$ 552,633	\$ 690,277	\$ 604,265	\$ 773,689
Reserved - Special Revenues .....	353,140	416,939	427,485	477,791	529,037
Unreserved .....	9,706,124	10,658,159	10,447,178	9,767,586	1,378,303
Total Fund Balances .....	<u>\$10,544,569</u>	<u>\$11,627,731</u>	<u>\$11,564,940</u>	<u>\$10,849,642</u>	<u>\$2,681,029</u>
Total Liabilities and Fund Balances .....	<u>\$16,735,234</u>	<u>\$18,144,952</u>	<u>\$18,257,121</u>	<u>\$17,434,126</u>	<u>\$9,406,326</u>

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

	Actual					Fiscal Year Ended April 30, 2010		Revenues Over (Under) Expenditures	Fund Balance
	2006	2007	2008	2009	2010	Revenues Including Transfers	Property Taxes		
						Total			
<b>Government Fund Types</b>									
General Fund .....	\$10,544,569	\$11,627,731	\$11,564,940	\$10,849,642	\$ 2,681,029	\$6,088,634	\$21,368,048	\$ (268,613)	\$ 2,681,029
<b>Special Revenue Funds</b>									
Foreign Fire Ins. Tax .....	0	0	0	0	0	0	0	0	0
Motor Fuel Tax .....	0	0	0	0	0	0	0	0	0
Commuter Parking .....	726,630	910,745	999,083	1,071,383	1,163,408	0	354,826	92,025	1,163,408
911 Emergency Telephone .....	0	0	0	0	0	0	0	0	0
Timber Creek SSA .....	0	0	0	0	0	0	0	0	0
Hotel/Motel Tax .....	0	0	0	0	0	0	0	0	0
Lucerne At Interlaken SSA .....	0	0	0	0	0	0	0	0	0
Total Special Revenue Funds .....	\$ 726,630	\$ 910,745	\$ 999,083	\$ 1,071,383	\$ 1,163,408	\$ 0	\$ 354,826	\$ 92,025	\$ 1,163,408
Debt Service Funds .....	\$ 945,055	\$ 961,581	\$ 974,048	\$ 783,138	\$ 536,380	213,523	\$ 213,523	\$ (74,873)	\$ 536,380
Capital Projects Funds									
(Total Including TIF) .....	2,884,447	7,084,052	8,832,519	4,224,403	1,524,678	2,251,814	3,558,887	(2,376,610)	1,524,678
Total Governmental Funds .....	\$15,100,701	\$20,584,109	\$22,370,590	\$16,928,566	\$ 5,905,495	\$8,553,971	\$25,495,284	\$(2,628,071)	\$ 5,905,495
<b>Proprietary and Fiduciary Fund Types</b>									
<b>Enterprise Funds</b>									
Waterworks and Sewerage .....	\$24,802,967	\$25,443,380	\$25,332,621	\$23,646,149	\$22,207,725	\$ 0	\$ 5,719,482	\$(1,338,817)	\$22,207,725
Sports Complex .....	(5,943,436)	(6,702,554)	(7,630,883)	(8,694,516)	(1,491,850)	0	2,363,709	(179,256)	(1,491,850)
<b>Internal Service Funds</b>									
Vehicle Maintenance and Repair .....	2,979,551	2,990,228	3,038,629	3,011,074	3,010,197	0	1,306,666	20,875	3,010,197
Technology Equipment and Replacement .....	(411,133)	(266,591)	(246,644)	(127,809)	(35,334)	0	355,602	26,902	(35,334)
Wireless Equipment and Replacement .....	0	0	0	0	0	0	0	0	0
<b>Pension Fund Trusts</b>									
Police Pension .....	16,685,424	18,319,178	18,718,139	16,285,997	19,422,120	0	1,316,905	3,136,123	19,422,120
Firefighter's Pension .....	14,146,603	15,649,951	16,289,710	13,904,320	16,428,151	0	961,302	2,523,831	16,428,151
Total Proprietary and Fiduciary .....	\$52,259,976	\$55,433,592	\$55,501,572	\$48,025,215	\$59,541,009	\$ 0	\$12,023,666	\$ 4,189,658	\$59,541,009
Total All Funds (Memo Only) .....	\$67,360,677	\$76,017,701	\$77,872,162	\$64,953,781	\$65,446,504	\$8,553,971	\$37,518,950	\$ 1,561,587	\$65,446,504
	2006	2007	2008	2009	2010				
<b>Cash and Investments at April 30:</b>									
General Fund .....	\$ 8,087,728	\$ 7,619,478	\$ 6,031,808	\$ 3,065,404	\$ 828,327				
Special Revenue Funds .....	546,496	902,240	991,108	1,068,315	1,156,215				
Debt Service Funds .....	715,871	760,206	771,173	783,138	536,680				
Capital Project Funds .....	1,963,508	6,938,445	8,938,081	6,395,480	1,450,947				
Subtotal (Governmental) .....	\$11,313,603	\$16,220,369	\$16,732,170	\$11,312,337	\$ 3,972,169				
Enterprise Funds .....	3,372,195	5,831,552	5,713,503	4,421,806	2,619,459				
Internal Service Funds .....	772,181	996,701	982,135	963,897	1,065,594				
Pension Funds .....	27,484,785	33,814,870	34,620,820	29,971,391	35,748,919				
Total All Funds .....	\$42,942,764	\$56,863,492	\$58,048,628	\$46,669,431	\$43,406,141				

## 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, 2010)

Name	Dollars Billed	Gallons Used (1,000 Gallons)
Motorola .....	\$150,828	23,500
Winchester House .....	102,439	14,220
Condell .....	102,007	14,160
Condell .....	76,231	10,580
Temperature Equipment .....	67,886	9,421
Zeller Plastik .....	46,207	6,410
Libertyville High School .....	43,687	6,060
Spring Meadows .....	40,505	5,618
American Health Care .....	34,975	4,850
Center Club/Condell .....	<u>26,184</u>	<u>3,629</u>
Total .....	<u>\$690,950</u>	<u>98,448</u>

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

	Audited as of April 30				
	2006	2007	2008	2009	2010
<b>ASSETS:</b>					
Cash and Investments .....	\$ 3,341,194	\$ 5,831,552	\$ 5,713,503	\$ 4,421,806	\$ 2,568,119
Receivables - Net of Allowances					
Property Taxes .....	26,784	26,784	25,479	25,479	25,498
Accounts .....	1,246,871	1,166,541	979,478	926,017	919,831
Accrued Interest .....	12,738	12,107	27,734	5,681	474
Due From Other Funds .....	951,273	951,273	951,273	951,273	951,273
Prepaid Expenses .....	68,519	54,466	66,470	72,124	86,961
Total .....	\$ 5,647,379	\$ 8,042,723	\$ 7,763,937	\$ 6,402,380	\$ 4,552,156
<b>Capital Assets:</b>					
Land .....	\$ 2,272,080	\$ 2,272,080	\$ 2,272,080	\$ 2,272,080	\$ 2,272,080
Buildings and Improvements .....	14,016,621	14,016,621	14,140,793	14,179,893	14,179,893
Machinery and Equipment .....	1,684,716	1,684,716	1,684,716	1,720,581	1,720,581
Waterworks System .....	12,930,848	13,648,356	14,234,524	14,252,524	14,634,678
Sewerage System .....	13,631,993	14,200,740	14,484,256	14,497,756	15,086,599
Total .....	\$ 44,536,258	\$ 45,822,513	\$ 46,816,369	\$ 46,922,834	\$ 47,893,831
Accumulated Depreciation .....	(19,965,004)	(20,972,743)	(22,034,570)	(23,110,956)	(24,187,250)
Net Capital Assets .....	\$ 24,571,254	\$ 24,849,770	\$ 24,781,799	\$ 23,811,878	\$ 23,706,581
Total Assets .....	\$ 30,218,633	\$ 32,892,493	\$ 32,545,736	\$ 30,214,258	\$ 28,258,737
<b>LIABILITIES:</b>					
<b>Current Liabilities</b>					
Accounts Payable .....	\$ 465,817	\$ 262,808	\$ 391,766	\$ 247,748	\$ 278,565
Retainage Payable .....	0	0	0	0	0
Accrued Payroll .....	66,751	67,854	76,275	82,086	71,564
Deposits Payable .....	17,305	34,065	41,035	49,775	101,988
Accrued Interest Payable .....	62,059	113,041	107,170	99,153	90,952
Unearned Revenues .....	136,000	128,000	152,981	159,284	173,448
Compensated Absences Payable .....	68,659	55,628	63,805	69,279	59,620
Interest Payable - Bonds .....	0	0	0	0	0
Interest Payable - IEPA Loan .....	0	0	0	0	0
IEPA Loans Payable .....	153,827	158,500	163,315	168,276	173,388
General Obligation Bonds Payable .....	615,000	365,000	385,000	385,000	405,000
Total Current Liabilities .....	\$ 1,585,418	\$ 1,184,896	\$ 1,381,347	\$ 1,260,601	\$ 1,354,525
<b>Noncurrent Liabilities</b>					
Compensated Absences Payable .....	\$ 274,637	\$ 222,511	\$ 255,219	\$ 277,118	\$ 238,480
IEPA Loans Payable .....	1,312,876	1,154,375	991,060	822,785	649,397
General Obligation Bonds Payable .....	2,285,000	4,920,000	4,610,000	4,225,000	3,820,000
Unamortized Bond Discount .....	(42,265)	(32,669)	(24,511)	(17,395)	(11,390)
Total Noncurrent Liabilities .....	\$ 3,830,248	\$ 6,264,217	\$ 5,831,768	\$ 5,307,508	\$ 4,696,487
Total Liabilities .....	\$ 5,415,666	\$ 7,449,113	\$ 7,213,115	\$ 6,568,109	\$ 6,051,012
<b>NET ASSETS:</b>					
Invested in Capital Assets					
- Net of Available Debt .....	\$ 20,246,816	\$ 18,284,563	\$ 18,656,935	\$ 18,228,212	\$ 18,670,186
Unrestricted .....	4,556,151	7,158,817	6,675,686	5,417,937	3,537,539
Total Net Assets .....	\$ 24,802,967	\$ 25,443,380	\$ 25,332,621	\$ 23,646,149	\$ 22,207,725

**Waterworks and Sewerage Fund  
Revenues and Expenditures**

Audited Year Ended April 30

	2006	2007	2008	2009	2010
<b>OPERATING REVENUES:</b>					
Charges for Services:					
Water Sales .....	\$ 4,281,269	\$ 3,935,662	\$ 3,888,951	\$ 3,685,770	\$ 3,630,771
Sewer Service Charges .....	2,290,799	2,221,981	2,154,127	1,979,874	2,006,198
Sewer Process Fees .....	0	0	0	0	0
Damage to Village Property .....	3,065	5	(4,858)	0	0
Meters and Readouts .....	25,755	28,935	14,350	38,936	29,836
Miscellaneous .....	6,904	6,078	1,699	5,851	52,677
Total Charges for Service .....	<u>\$ 6,607,792</u>	<u>\$ 6,192,661</u>	<u>\$ 6,054,269</u>	<u>\$ 5,710,431</u>	<u>\$ 5,719,482</u>
<b>OPERATING EXPENSES:</b>					
Water Operations .....	\$ 3,608,871	\$ 3,404,182	\$ 3,677,387	\$ 3,563,090	\$ 3,578,704
Sewer Operations .....	741,258	720,074	731,650	824,529	801,039
Wastewater Treatment Plant .....	1,006,125	985,041	1,258,659	1,229,766	1,177,274
Water and Sewer Capital Improvements .....	719,233	576,775	395,215	652,610	418,983
Depreciation and Amortization .....	1,071,545	1,054,302	1,061,826	1,083,502	1,082,299
Total Operating Expenses .....	<u>\$ 7,147,032</u>	<u>\$ 6,740,374</u>	<u>\$ 7,124,737</u>	<u>\$ 7,353,497</u>	<u>\$ 7,058,299</u>
Operating Income (Loss) .....	\$ (539,240)	\$ (547,713)	\$(1,070,468)	\$(1,643,066)	\$(1,338,817)
Nonoperating Revenues (Expenses):					
Interest Income .....	\$ 89,180	\$ 252,059	\$ 242,545	\$ 90,748	\$ 22,196
Connection Fees .....	303,656	611,285	207,459	126,790	46,935
Property Tax .....	26,784	31,542	24,637	25,479	25,498
Other Income .....	8,000	8,000	8,000	8,000	8,000
Interest and Fiscal Charges .....	(156,166)	(272,282)	(249,323)	(222,233)	(202,236)
Loss on Disposal of Fixed Assets .....	0	(35,151)	0	0	0
Total Non Operating Revenues (Expenses) ..	<u>\$ 271,454</u>	<u>\$ 595,453</u>	<u>\$ 233,318</u>	<u>\$ 28,784</u>	<u>\$ (99,607)</u>
Income (Loss) Before Contributions and Transfers .....	\$ (267,786)	\$ 47,740	\$ (837,150)	\$(1,614,282)	\$(1,438,424)
Transfers Out, net .....	(103,690)	(102,975)	(103,005)	(103,690)	0
Capital Contributions .....	0	695,648	829,396	31,500	0
Change in Net Assets .....	\$ (371,476)	\$ 640,413	\$ (110,759)	\$(1,686,472)	\$(1,438,424)
Net Assets - Beginning .....	<u>25,174,443(1)</u>	<u>24,802,967</u>	<u>25,443,380</u>	<u>25,332,621</u>	<u>23,646,149</u>
Net Assets - Ending .....	<u>\$24,802,967</u>	<u>\$25,443,380</u>	<u>\$25,332,621</u>	<u>\$23,646,149</u>	<u>\$22,207,725</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			EPA Loan	Coverage
2010.....	\$231,596	\$ 376,488	\$ 202,148	\$ 578,635	0.40X	\$(347,039)	\$ 196,898	(1.76)X
2011.....	231,596	378,688	198,790	577,478	0.40X	(345,882)	196,898	(1.76)X
2012.....	231,596	380,288	200,433	580,720	0.40X	(349,124)	196,897	(1.77)X
2013.....	231,596	390,938	201,833	592,770	0.39X	(361,174)	196,898	(1.83)X
2014.....	231,596	0	333,033	333,033	0.70X	(101,437)	196,898	(0.52)X
2015.....	231,596	0	333,833	333,833	0.69X	(102,237)	98,450	(1.04)X
2016.....	231,596	0	334,113	334,113	0.69X	(102,517)	0	
2017.....	231,596	0	333,863	333,863	0.69X	(102,267)	0	
2018.....	231,596	0	338,138	338,138	0.68X	(106,542)	0	
2019.....	231,596	0	341,725	341,725	0.68X	(110,129)	0	
2020.....	231,596	0	339,690	339,690	0.68X	(108,094)	0	
2021.....	231,596	0	342,090	342,090	0.68X	(110,494)	0	
2022.....	231,596	0	343,860	343,860	0.67X	(112,264)	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 2010 Comprehensive Annual Financial Report. This amount includes \$5,719,482 total charges for service less \$5,487,886 total operating expenses not including \$418,983 of capital improvements and \$1,082,299 of depreciation and amortization, plus \$22,196 of interest income and \$46,935 of connection fees.