
Comprehensive Annual Financial Report



Libertyville
spirit of independence

For The Year Ended
April 30, 2011

Village of Libertyville, IL

VILLAGE OF LIBERTYVILLE, ILLINOIS

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED APRIL 30, 2011

Prepared by the
Finance Department

Patricia Wesolowski
Director of Finance/Treasurer

VILLAGE OF LIBERTYVILLE, ILLINOIS

TABLE OF CONTENTS

| | PAGE |
|---|-------------|
| <u>INTRODUCTORY SECTION</u> | |
| Letter of Transmittal from the Director of Finance/Treasurer | i - v |
| List of Principal Officials..... | vi |
| Organizational Chart..... | vii |
| Certificate of Achievement for Excellence in Financial Reporting | viii |
| <u>FINANCIAL SECTION</u> | |
| INDEPENDENT AUDITORS' REPORT | 1 - 2 |
| MANAGEMENT'S DISCUSSION AND ANALYSIS | MD&A 1 - 15 |
| BASIC FINANCIAL STATEMENTS | |
| Government-Wide Financial Statements | |
| Statement of Net Assets | 3 - 4 |
| Statement of Activities..... | 5 - 6 |
| Fund Financial Statements | |
| Balance Sheet – Governmental Funds | 7 - 8 |
| Reconciliation of Total Governmental Fund Balance to the Statement of Net Assets – Governmental Activities..... | 9 |
| Statement of Revenues, Expenditures and Changes in Fund Balances – Governmental Funds | 10 - 11 |
| Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances to the Statement of Activities – Governmental Activities..... | 12 |
| Statement of Net Assets – Proprietary Funds | 13 - 14 |
| Statement of Revenues, Expenses and Changes in Net Assets – Proprietary Funds..... | 15 |
| Statement of Cash Flows – Proprietary Funds..... | 16 |
| Statement of Net Assets – Fiduciary Funds..... | 17 |
| Statement of Changes in Net Assets – Fiduciary Funds | 18 |
| Notes to the Financial Statements..... | 19 – 63 |

VILLAGE OF LIBERTYVILLE, ILLINOIS

TABLE OF CONTENTS

PAGE

FINANCIAL SECTION – Continued

REQUIRED SUPPLEMENTARY INFORMATION

Schedule of Funding Progress and Employer Contributions –
Illinois Municipal Retirement Fund..... 64

Schedule of Funding Progress and Employer Contributions –
Police Pension Fund..... 65

Schedule of Funding Progress and Employer Contributions –
Firefighters’ Pension Fund..... 66

Schedule of Funding Progress and Employer Contributions –
Other Post-Employment Benefit Plan..... 67

Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual – General Fund..... 68

OTHER SUPPLEMENTARY INFORMATION

Schedule of Revenues – Budget and Actual – General Fund69 - 71

Schedule of Expenditures – Budget and Actual – General Fund.....72 - 73

Schedule of Detailed Expenditures – Budget and Actual – General Fund74 - 89

Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual
Debt Service Fund..... 90

Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual
Capital Improvement – Capital Projects Fund 91

Schedule of Expenditures – Budget and Actual
Capital Improvement – Capital Projects Fund 92

Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual
Tax Increment Financing Construction – Capital Projects Fund 93

Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual
Commuter Parking System – Special Revenue Fund 94

Schedule of Expenditures – Budget and Actual –
Commuter Parking – Special Revenue Fund 95

Schedule of Revenues, Expenses and Changes in Net Assets – Budget and Actual
Waterworks and Sewerage – Enterprise Fund 96

Schedule of Operating Expenses – Budget and Actual
Waterworks and Sewerage – Enterprise Fund97 - 99

Schedule of Capital Assets and Depreciation
Waterworks and Sewerage – Enterprise Fund 100

Schedule of Revenues, Expenses and Changes in Net Assets – Budget and Actual
Libertyville Sports Complex – Enterprise Fund 101

Schedule of Operating Expenses – Budget and Actual
Libertyville Sports Complex – Enterprise Fund102 - 103

Schedule of Capital Assets and Depreciation
Libertyville Sports Complex – Enterprise Fund 104

VILLAGE OF LIBERTYVILLE, ILLINOIS

TABLE OF CONTENTS

PAGE

FINANCIAL SECTION – Continued

OTHER SUPPLEMENTARY INFORMATION – Continued

| | |
|---|-----|
| Combining Statement of Net Assets – Internal Service Funds..... | 105 |
| Combining Statement of Revenues, Expenses and Changes in Net Assets - Internal Service Funds | 106 |
| Combining Statement of Cash Flows - Internal Service Funds..... | 107 |
| Schedule of Revenues, Expenses and Changes in Net Assets – Budget and Actual Vehicle Maintenance and Replacement – Internal Service Fund | 108 |
| Schedule of Operating Expenses – Budget and Actual Vehicle Maintenance and Replacement – Internal Service Fund | 109 |
| Schedule of Capital Assets and Depreciation Vehicle Maintenance and Replacement – Internal Service Fund | 110 |
| Schedule of Revenues, Expenses and Changes in Net Assets – Budget and Actual Technology Equipment and Replacement Service – Internal Service Fund..... | 111 |
| Schedule of Operating Expenses – Budget and Actual Technology Equipment and Replacement Service – Internal Service Fund..... | 112 |
| Schedule of Capital Assets and Depreciation Technology Equipment Replacement – Internal Service Fund | 113 |
| Combining Statement of Net Plan Assets – Pension Trust Funds | 114 |
| Combining Statement of Changes in Net Plan Assets – Pension Trust Funds | 115 |
| Schedule of Changes in Net Plan Assets – Budget and Actual Police Pension – Pension Trust Fund..... | 116 |
| Schedule of Changes in Net Plan Assets – Budget and Actual Firefighters’ Pension – Pension Trust Fund..... | 117 |

SUPPLEMENTAL SCHEDULES

| | |
|---|-----|
| Long-Term Debt Requirements | |
| General Obligation Refunding Waterworks and Sewerage Bonds of 2001A..... | 118 |
| General Obligation Refunding Bonds of 2004 | 119 |
| General Obligation Waterworks and Sewerage Alternate Revenue Source Bonds of 2006 | 120 |
| General Obligation Limited Tax Refunding Bonds of 2008 | 121 |
| General Obligation Alternate Refunding Bonds of 2010A..... | 122 |
| General Obligation Alternate Refunding Bonds of 2010B..... | 123 |
| General Obligation Alternate Refunding Bonds of 2010C..... | 124 |
| General Obligation Alternate Refunding Bonds of 2010D..... | 125 |
| IEPA Sewer Revenue Bonds of 1999 | 126 |

VILLAGE OF LIBERTYVILLE, ILLINOIS

TABLE OF CONTENTS

| | PAGE |
|---|-------------|
| <u>STATISTICAL SECTION (Unaudited)</u> | |
| Net Assets by Component – Last Eight Fiscal Years | 127 - 128 |
| Changes in Net Assets – Last Eight Fiscal Years | 129 |
| Fund Balance of Governmental Funds – Last Ten Fiscal Years | 130 - 131 |
| General Governmental Revenues by Sources – Last Ten Fiscal Years..... | 132 - 133 |
| General Governmental Expenditures by Function – Last Ten Fiscal Years..... | 134 - 135 |
| Changes in Fund Balances for Governmental Funds – Last Ten Fiscal Years..... | 136 - 137 |
| Assessed Value and Actual Value of Taxable Property – Last Ten Fiscal Years | 138 - 139 |
| Direct and Overlapping Property Tax Rates – Last Ten Fiscal Years | 140 - 141 |
| Principal Property Tax Payers – Current Year and Nine Years Ago..... | 142 |
| Property Tax Levies and Collections – Last Ten Fiscal Years..... | 143 |
| Ratios of Outstanding Debt by Type – Last Ten Fiscal Years | 144 - 145 |
| Ratio of General Bonded Debt Outstanding to Equalized Assessed Value and Net General Obligation Bonded Debt Per Capita – Last Ten Fiscal Years | 146 |
| Schedule of Direct and Overlapping Bonded Debt..... | 147 |
| Schedule of Legal Debt Margin..... | 148 - 149 |
| Demographic and Economic Statistics – Last Ten Fiscal Years | 150 |
| Principal Employers – Current Fiscal Year and Nine Fiscal Years Ago | 151 |
| Full-Time Equivalent Village Government Employees by Fund – Last Ten Fiscal Years | 152 - 153 |
| Operating Indicators by Function/Program – Last Ten Fiscal Years | 154 - 155 |
| Capital Asset Statistics by Function/Program – Last Ten Fiscal Years..... | 156 - 157 |
| Additional SEC Rule Disclosures..... | a - p |

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.



June 30, 2011

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, 2011 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, 2011, 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, 2011, 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 building and zoning, code enforcement, maintenance of streets, bridges and sewers, police, fire protection and paramedic services, parks and recreation, water distribution and waste water transmission and treatment. The financial reporting entity of the Village of Libertyville, as defined by Governmental Accounting Standards Board Statement No. 14, is comprised of all the funds and account groups of the primary government (i.e., the Village of Libertyville as legally defined). The Village is a member of two intergovernmental insurance pools; the Intergovernmental Personnel Benefit Cooperative (IPBC) and the Intergovernmental Risk Management Agency (IRMA). These pools are defined as public entity risk pools and are accounted for accordingly.

The annual budget serves as the foundation for the Village's financial planning and control. During the month of October, the Village Board meets to review the status of goals and priorities from the previous year and to develop goals for the upcoming year. These goals and priorities are distributed to the department heads as they prepare their budget proposals. All departments of the Village are required to submit their budget requests to the Village Administrator during the first week of January each year. The Village Administrator and Finance Director use these requests to develop the proposed budget which is presented to the Village Board during the second week of February. The Village Board is required to hold a public hearing on the proposed budget and to adopt a final budget no later than April 30th of each year.

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 as the economy rebounds sales taxes will increase to the prior levels.

Due to the current recession and economic uncertainty that has been ongoing since 2008, the Village has experienced 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. At the end of the 2009 fiscal year, Village reserves which at one time exceeded 6 months of expenditures, were reduced to less than 1 month of expenditures. In order to preserve cash flow 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 were continued 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. Although sales tax revenues are starting to increase, the increase is not sufficient to fund service levels the Village has provided in the past. For the 2011-12 budget, three additional parks department employees were laid-off with their duties outsourced to a private firm. 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. The Village Board is currently working on a revised General Fund reserve policy and is committed to rebuilding the reserve to an appropriate level for the future.

Major Initiatives

During the current fiscal year, the Village will continue the annual road improvement program spending approximately \$850,000 for road rehabilitation. Following the completion of the downtown parking garage, plans were finalized for the improvements to the surface parking lot. Staff has been working with the Parking Commission and meeting with affected property owners and ComEd to schedule burying the above ground utilities which is scheduled to be completed during the summer of 2011. Once the underground utilities are complete, the reconstruction of the surface lot will begin with completion by late summer/early fall.

The Village's Water and Sewer Committee has been meeting to discuss a future rate increase necessary to fund over \$15 million in planned improvements to the water, sewer and wastewater infrastructure. In the past, new growth has provided revenues to fund

improvements through connection fees; however, with the reduction in new construction, this funding source has diminished.

The Village Board established a Historic Preservation Committee to review and recommend to the Village Board whether the creation of an historic preservation ordinance would be appropriate for the Village. This Committee consisting of seven members was established due to the demolition of many older homes in the downtown area of the Village. Many of the newer homes did not fit within the character of this area and the proposed historic preservation ordinance would help eliminate some of the complete tear downs.

Village staff has recently completed an analysis of Village services. The purpose of this analysis is to take a pro-active approach to identify Village services as either “core services” (defined as services that ensure the public health, safety and welfare), or “discretionary services” (services that enhance the quality of life and sense of community but are not required), the relative demand for the service, cost of providing the service, and alternatives to funding or providing the service. This analysis has been presented to the Village Board and will be further refined to be used during the preparation of the 2012-13 budget.

For 2011-2012, the Village will continue its emphasis on infrastructure and capital improvements. The budget includes \$1 million in the Motor Fuel Tax and Capital Improvement Funds for road construction and repairs, \$350,000 in water main, sanitary sewer and wastewater treatment plant improvements, \$1.3 million for the completion of the surface parking improvements in the downtown area, and \$40,000 for park and playground improvements. Overall, the Village has budgeted approximately \$3 million in capital expenditures for 2011-12.

The Village’s Economic Development Coordinator continues to work with various property owners in order to redevelop several vacant and shuttered properties within the Village. The Village Board has made this a priority for the past several years and there has been progress made on several parcels. 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.

Due to the current economic situation and impact on the Village budget, there have been reductions in funding for capital improvements. Although the Village has limited revenue options as a non-home rule community, the Village will be reviewing capital and facility improvement needs on a detailed basis and identify possible funding sources for these improvements.

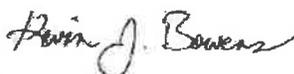
Certificate of Achievement - The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Village of Libertyville for its comprehensive annual financial report for the fiscal year ended April 30, 2010. This was the eighteenth consecutive 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.

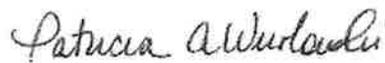
Distinguished Budget Presentation Award – The Village also received the Distinguished Budget Presentation Award for its 2010-2011 annual budget from the GFOA. The award represents the Village's commitment to meeting the highest principles of governmental budgeting. The budget is rated in four major categories: 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, 2011

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

Clinton Herdegen

Fire Chief

Richard Carani

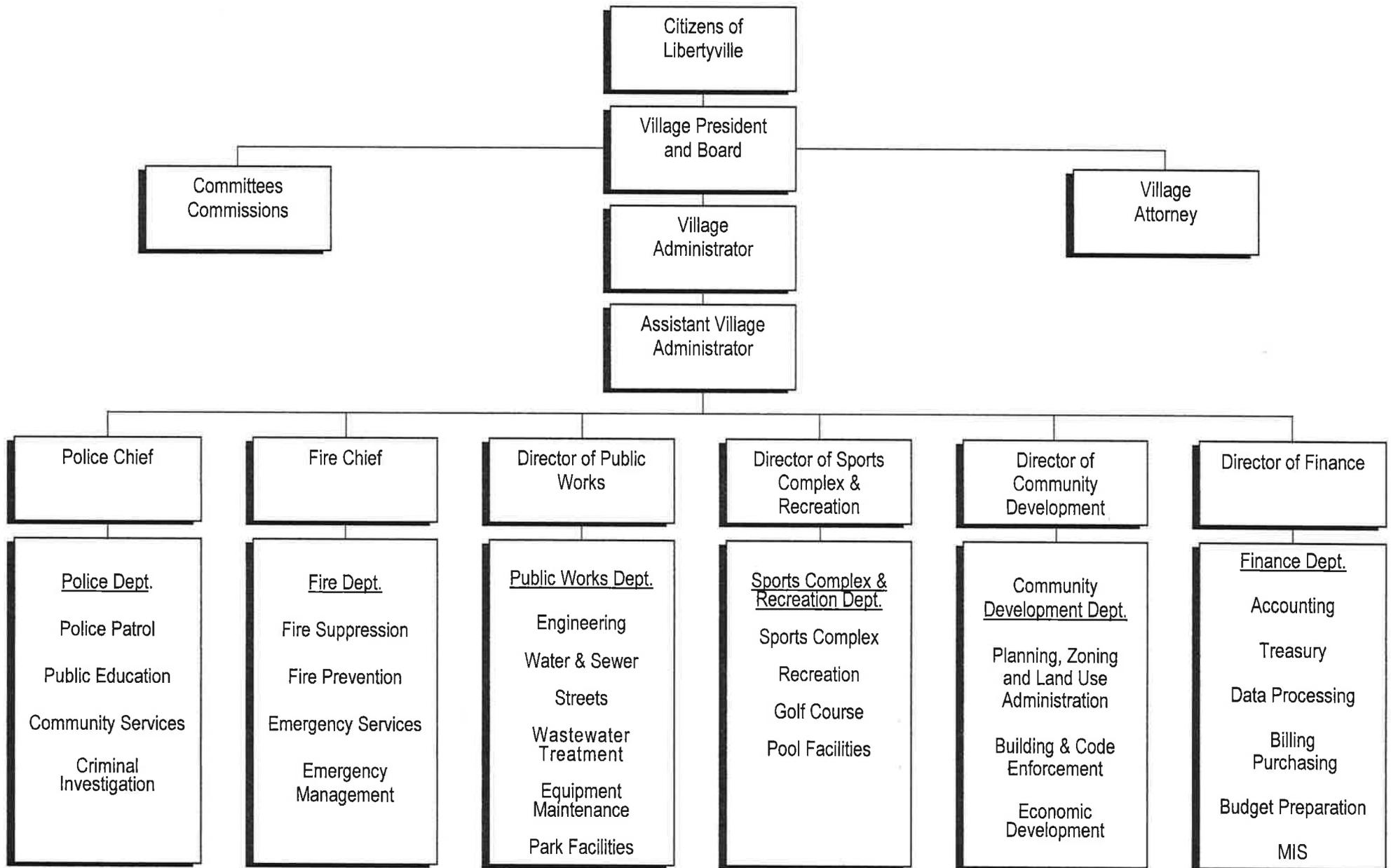
Director of Parks and Recreation

Conrad Kowal

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, 2010

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



President

Executive Director

FINANCIAL SECTION

This section includes:

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

INDEPENDENT AUDITORS' REPORT

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

INDEPENDENT AUDITORS' REPORT

June 30, 2011

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

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information for the Village of Libertyville, Illinois as of and for the year ended April 30, 2011, which collectively comprise the Village's basic financial statements as listed in the accompanying table of contents. These financial statements are the responsibility of the Village of Libertyville, Illinois' management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the 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 financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Village of Libertyville, Illinois as of April 30, 2011, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

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

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



LAUTERBACH & AMEN, LLP

MANAGEMENT'S DISCUSSION AND ANALYSIS

VILLAGE OF LIBERTYVILLE, ILLINOIS

Management's Discussion and Analysis April 30, 2011

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, 2011. 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, 2011, by \$180,137,565. Net assets of governmental activities amounts to \$160,986,646 and for business activities are \$19,150,919.
- The Village of Libertyville's total net assets decreased by \$27,074 with the general governmental activities net assets increasing by \$1,537,882 and the business-type activities net assets decreasing by \$1,564,956.
- Total revenues for governmental activities equal \$29,171,718, an increase of \$3,675,897 (14.4%) while expenses equal \$27,177,836, an increase of \$2,178,252 (8.7%).
- Revenues for business-type activities increased by \$1,197,521 or 14.6% while expenses for these activities also increased \$587,719 or 5.4%.
- As of April 30, 2011, total fund balance for the governmental funds was \$9,546,517 or approximately 38% of total the governmental fund expenditures. Total unassigned fund balance for governmental funds increased \$310,623 to \$3,213,604.
- The Village of Libertyville issued two bonds this fiscal year to refund portions of older issues and also entered into one capital lease (installment contract) for the purchase of a large Public Works vehicle. Total debt decreased by \$1,202,113 to \$28,058,270 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, 2011

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, 2011

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 system, and the Libertyville Sports Complex. Internal service funds are an accounting device used to accumulate and allocate costs internally among the Village of Libertyville's various functions.

VILLAGE OF LIBERTYVILLE, ILLINOIS

Management's Discussion and Analysis April 30, 2011

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

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

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

Fiduciary Funds

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

Notes to the Financial Statements

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

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the Village of Libertyville's I.M.R.F. and police and firefighters' employee pension obligations. Required supplementary information can be found on pages 64 - 68 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 69 - 117 of this report.

VILLAGE OF LIBERTYVILLE, ILLINOIS

Management's Discussion and Analysis April 30, 2011

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 \$180.1 million. Net assets decreased .02%, from \$180,164,639 to \$180,137,565. For governmental activities, net assets increased by \$1,537,882 (0.96%) and for business-type activities, net assets decreased by \$1,564,956 (7.55%).

Exhibit 1

Government-wide Financial Analysis Worksheet

| Account | Governmental Activities | | | | Business-type Activities | | | | Total Primary Government | | | |
|---|-------------------------|--------------------|------------------|--------------|--------------------------|-------------------|-------------------|---------------|--------------------------|--------------------|-------------------|---------------|
| | Current Year | Prior Year | Change | % Chg | Current Year | Prior Year | Change | % Chg | Current Year | Prior Year | Change | % Chg |
| Statement of Net Assets | | | | | | | | | | | | |
| Capital assets | \$ 155,894,764 | 158,402,049 | -2,707,285 | -1.71% | 42,150,549 | 43,268,702 | -1,118,153 | -2.58% | 197,845,313 | 201,670,751 | -3,825,438 | -1.90% |
| Current and other assets | 21,245,385 | 16,509,686 | 4,735,699 | 28.68% | 3,646,141 | 5,789,528 | -2,143,387 | -37.02% | 24,891,526 | 22,299,214 | 2,592,312 | 11.63% |
| Total assets | 176,940,149 | 174,911,735 | 2,028,414 | 1.16% | 45,796,690 | 49,058,230 | -3,261,540 | -6.65% | 222,736,839 | 223,969,965 | -1,233,126 | -0.55% |
| Long-term liabilities | 4,474,808 | 4,694,404 | -219,596 | -4.68% | 24,581,643 | 25,385,098 | -803,455 | -3.17% | 29,056,451 | 30,079,502 | -1,023,051 | -3.40% |
| Other Liabilities | 11,478,695 | 10,768,567 | 710,128 | 6.59% | 2,064,128 | 2,957,257 | -893,129 | -30.20% | 13,542,823 | 13,725,824 | -183,001 | -1.33% |
| Total Liabilities | 15,953,503 | 15,462,971 | 490,532 | 3.17% | 26,645,771 | 28,342,355 | -1,696,584 | -5.99% | 42,599,274 | 43,805,326 | -1,206,052 | -2.75% |
| Net assets: | | | | | | | | | | | | |
| Invested in capital assets, net of related debt | 152,790,891 | 155,042,487 | -2,251,596 | -1.45% | 17,002,713 | 18,453,110 | -1,450,397 | -7.86% | 169,793,604 | 173,495,597 | -3,701,993 | -2.13% |
| Restricted | 1,151,527 | 1,036,836 | 114,691 | 11.06% | - | - | - | - | 1,151,527 | 1,036,836 | 114,691 | - |
| Unrestricted | 7,044,228 | 3,369,441 | 3,674,787 | 109.06% | 2,148,206 | 2,262,765 | -114,559 | -5.06% | 9,192,434 | 5,632,206 | 3,560,228 | 63.21% |
| Total net assets | 160,986,646 | 159,448,764 | 1,537,882 | 0.96% | 19,150,919 | 20,715,875 | -1,564,956 | -7.55% | 180,137,565 | 180,164,639 | -27,074 | -0.02% |

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

Management's Discussion and Analysis April 30, 2011

By far the largest portion of the Village of Libertyville's net assets, which is 94.3 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 .6 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 5.1 percent, or \$9 million, represents unrestricted net assets and may be used to meet the village's ongoing obligations to citizens and creditors.

Net assets of the Village of Libertyville's governmental activities have increased .96% this fiscal year (\$160,986,646 compared to \$159,448,764). Unrestricted net assets, the part of net assets that can be used to finance day-to-day operations without constraints, total \$7,044,228. The increase in net assets is primarily due to the addition of a gas and electric utility tax which began in January 2010. As of April 30, 2011, the unrestricted net assets amounts to 26% of operating expenses (\$27,177,836) of governmental activities.

During the 2010-2011 fiscal year, net assets of business-type activities decreased by 7.6% (\$19,150,919 compared to \$20,715,875). This decrease, however, cannot be offset by the increase reported in governmental activities. The Village of Libertyville generally can only use these net assets to finance the continuing operations of governmental activities of the Village. The Waterworks and Sewage Fund generated an operating profit this fiscal year due to an increase in the water and sewer rates charges to users of the system. This increase was not sufficient to cover depreciation costs which resulted in a decrease in net assets. The Libertyville Sports Complex generated a \$318,970 operating profit this fiscal year; however, once interest payments and depreciation are reflected, a loss is generated. This is the ninth 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 all existing Sports Complex debt in order to reduce annual debt expenditures.

Total revenues (excluding special items) increased from \$33.7 million to \$38.6 or 14.5%. The total cost of all programs and services increased from \$35.8 million to \$38.6 million or 7.7%.

VILLAGE OF LIBERTYVILLE, ILLINOIS

Management's Discussion and Analysis April 30, 2011

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

Exhibit 2

Government-wide Financial Analysis Worksheet

| Account | Governmental Activities | | | Business-type Activities | | | Total Primary Government | | |
|--|-------------------------|-------------|------------|--------------------------|------------|------------|--------------------------|-------------|------------|
| | Current Year | Prior Year | Change | Current Year | Prior Year | Change | Current Year | Prior Year | Change |
| Statement of Activities | | | | | | | | | |
| Program revenues | \$ | | | | | | | | |
| General Government | 3,803,987 | 3,746,656 | 57,331 | - | - | - | 3,803,987 | 3,746,656 | 57,331 |
| Community Development | 258,792 | 293,603 | -34,811 | - | - | - | 258,792 | 293,603 | -34,811 |
| Public Safety | 3,380,120 | 3,225,790 | 154,330 | - | - | - | 3,380,120 | 3,225,790 | 154,330 |
| Parks & Recreation | 1,244,862 | 1,204,507 | 40,355 | - | - | - | 1,244,862 | 1,204,507 | 40,355 |
| Waterworks and Sewerage | - | - | 0 | 6,906,343 | 5,766,417 | 1,139,926 | 6,906,343 | 5,766,417 | 1,139,926 |
| Libertyville Sports Complex | - | - | 0 | 2,315,181 | 2,363,709 | -48,528 | 2,315,181 | 2,363,709 | -48,528 |
| Capital Grants/Contributions | 977,802 | 533,583 | 444,219 | 0 | 0 | 0 | 977,802 | 533,583 | 444,219 |
| | | | | | | | 0 | 0 | 0 |
| General revenues | | | | | | | | | |
| Taxes | 11,037,916 | 8,853,658 | 2,184,258 | 0 | 25,498 | -25,498 | 11,037,916 | 8,879,156 | 2,158,760 |
| Intergovernmental | 7,908,134 | 7,328,434 | 579,700 | - | - | - | 7,908,134 | 7,328,434 | 579,700 |
| Interest Income | 14,115 | 85,192 | -71,077 | 8,213 | 22,196 | -13,983 | 22,328 | 107,368 | -85,060 |
| Miscellaneous | 545,990 | 224,398 | 321,592 | 153,604 | 8,000 | 145,604 | 699,594 | 232,398 | 467,196 |
| Total Revenues | 29,171,718 | 25,495,821 | 3,675,897 | 9,383,341 | 8,185,820 | 1,197,521 | 38,555,059 | 33,681,641 | 4,873,418 |
| Program Expenses | | | | | | | | | |
| General Government | 2,471,416 | 2,850,107 | -378,691 | - | - | - | 2,471,416 | 2,850,107 | -378,691 |
| Community Development | 1,241,044 | 1,327,110 | -86,066 | - | - | - | 1,241,044 | 1,327,110 | -86,066 |
| Public Safety | 13,865,295 | 13,318,393 | 546,902 | - | - | - | 13,865,295 | 13,318,393 | 546,902 |
| Public Works | 3,928,442 | 3,996,726 | -68,284 | - | - | - | 3,928,442 | 3,996,726 | -68,284 |
| Parks & Recreation | 2,858,784 | 2,933,418 | -74,634 | - | - | - | 2,858,784 | 2,933,418 | -74,634 |
| Economic Development | 2,708,857 | 487,576 | 2,221,281 | - | - | - | 2,708,857 | 487,576 | 2,221,281 |
| Interest on Long-term Debt | 103,998 | 86,254 | 17,744 | - | - | - | 103,998 | 86,254 | 17,744 |
| Waterworks & Sewerage | - | - | - | 8,025,210 | 7,260,535 | 764,675 | 8,025,210 | 7,260,535 | 764,675 |
| Libertyville Sports Complex | - | - | - | 3,379,087 | 3,556,043 | -176,956 | 3,379,087 | 3,556,043 | (176,956) |
| Total Expenses | 27,177,836 | 24,999,584 | 2,178,252 | 11,404,297 | 10,816,578 | 587,719 | 38,582,133 | 35,816,162 | 2,765,971 |
| Increase (Decrease) In Net Assets Before Transfers | 1,993,882 | 496,237 | 1,497,645 | -2,020,956 | -2,630,758 | 609,802 | -27,074 | -2,134,521 | 2,107,447 |
| Transfers | -456,000 | -8,395,000 | 7,939,000 | 456,000 | 8,395,000 | -7,939,000 | - | - | - |
| Change in Net assets | 1,537,882 | -7,898,763 | 9,436,645 | -1,564,956 | 5,764,242 | -7,329,198 | -27,074 | -2,134,521 | 2,107,447 |
| Net Assets - Beginning as Restated | 159,448,764 | 167,347,527 | -7,898,763 | 20,715,875 | 14,951,633 | 5,764,242 | 180,164,639 | 182,299,160 | -2,134,521 |
| Net Assets - Ending | \$ 160,986,646 | 159,448,764 | 1,537,882 | 19,150,919 | 20,715,875 | -1,564,956 | 180,137,565 | 180,164,639 | -27,074 |

Governmental Activities

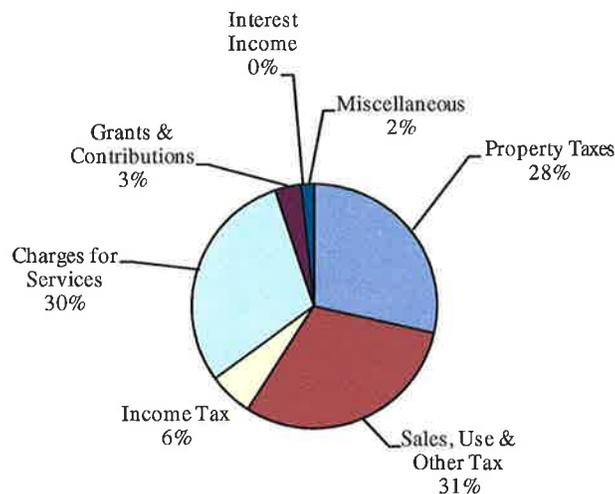
For the fiscal year ended April 30, 2011, revenues from governmental activities increased from \$25,495,821 to \$29,171,718 (14.4%). Intergovernmental Revenues, which consist of sales tax and state income taxes, which comprise one of the largest segments of governmental revenue, increased 7.9% from \$7,328,434 to \$7,908,134 due to an increase in sales tax. Taxes which is comprised of property tax and utility tax increased by \$2,184,258 (24.7%) to \$11,037,916, due to the Village's newly enacted tax on electric and gas utilities. Taxes comprise 38% of the total governmental activities revenue. Program revenues, which include fire district payments, building fees, and parks and recreation fees, amounted to \$9,665,563 or 33% of governmental revenues. This revenue source increased \$661,424 from the previous fiscal year due to increases in grants and contributions.

VILLAGE OF LIBERTYVILLE, ILLINOIS

Management's Discussion and Analysis April 30, 2011

Sales tax revenues increased \$387,754 (7%) compared to the previous year and was \$300,188 above budget. Total revenue for the General Fund was above budget by \$576,178.

Revenues by Source - Governmental Activities



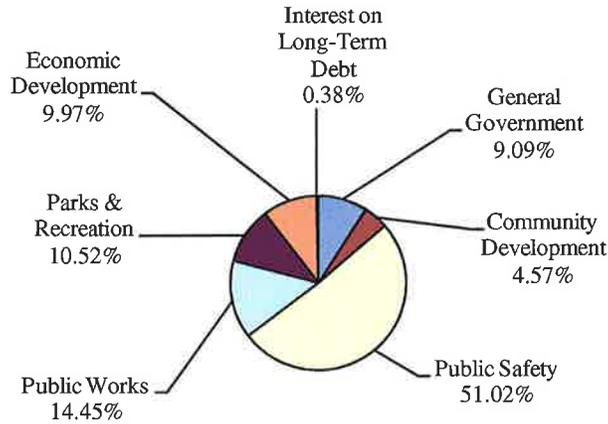
The above table graphically depicts the major revenue sources of the Village of Libertyville. It very clearly shows the reliance of sales and property taxes to fund governmental activities. Approximately 60% of sales tax revenue is generated from auto dealerships. This is down from 70% in previous years due to increased competition from new car dealerships in other surrounding towns and the economy which has caused a reduction in spending. The Village Board along with the economic development coordinator are working 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 \$27,177,836 compared to \$24,999,584 last fiscal year. The majority of this increase is due to parking improvements and a payment of 70% of property taxes collected, within the Tax Increment Financing (TIF) Fund, to the taxing bodies within the TIF area. The Village recently obtained approval to extend the TIF area an additional 12 years and as part of that approval, agreed to rebate 70% of the TIF property taxes back to the other taxing bodies. This was the first year this rebate has been paid. Due to shortfalls in budgeted revenue at the end of the prior fiscal year and the ongoing support of the Sports Complex Debt, the Village required non-union employees to take one unpaid furlough day each month. Expenses for governmental funds were below budgeted amounts although a budget amendment was necessary due to several divisions such as snow plowing and recreation that spent in excess of the original budgeted amount.

VILLAGE OF LIBERTYVILLE, ILLINOIS

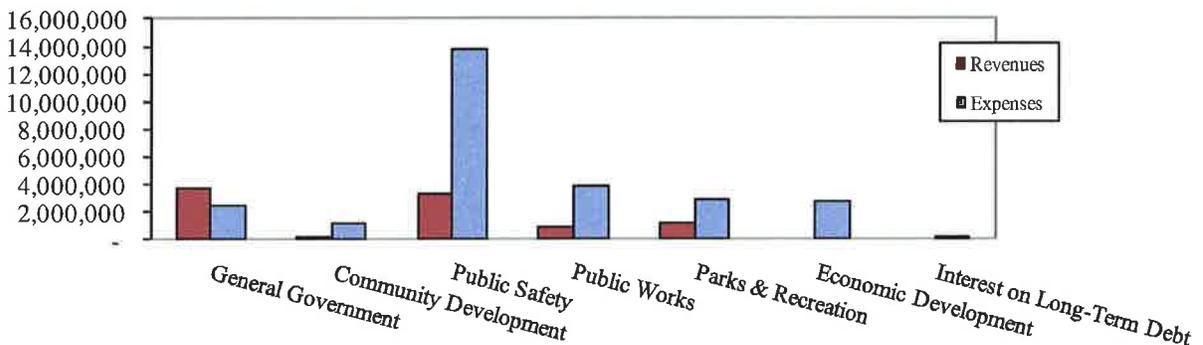
Management's Discussion and Analysis April 30, 2011

Governmental Activities Expenditures



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

Expenses and Program Revenues - Governmental Activities



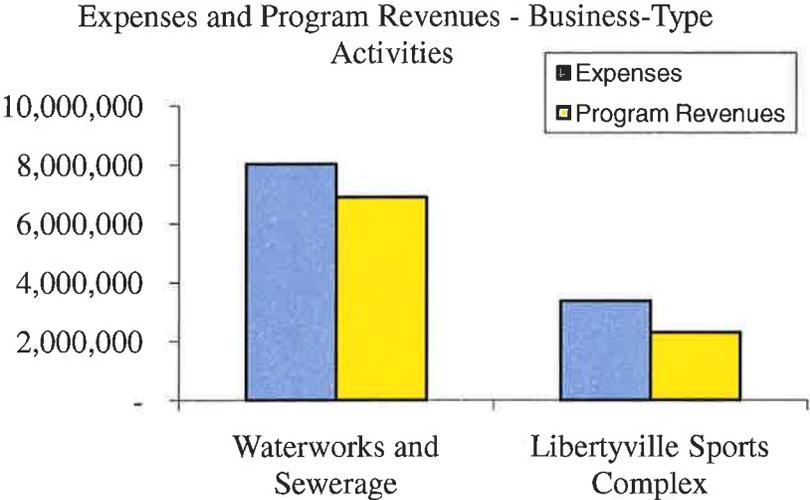
VILLAGE OF LIBERTYVILLE, ILLINOIS

Management’s Discussion and Analysis
April 30, 2011

Business-type activities

Revenues of the Village’s business-type activities increased by 14.6% (\$8,185,820 in 2010 compared to \$9,383,341 in 2011) and expenses increased by 5.4% (\$10,816,578 in 2010 compared to \$11,404,297 in 2011). Key factors behind these results include:

- Due to a water and sewer rate increase, water and sewer charges for service increased \$1,062,643 from last year. Also construction activity has increased slightly and connection fees are up \$77,283 from last year. Excluding depreciation and interest expense, this fund had an increase in net assets of \$166,484. Once depreciation of \$1,068,030 and interest charges of \$186,070 are included, a decrease in net assets of \$1,087,616 results. Expenses before depreciation amounted to \$6,771,110 compared to \$5,976,000 in 2010. This increase in expenses is due to the amount of capital improvements that are classified as maintenance and are shown as expenses rather than additions to infrastructure assets.
• The Libertyville Sports Complex (LSC) had an operating income (before depreciation and interest expense) of \$318,970 compared to last year’s income of \$298,372. With the addition of depreciation and debt expense, the complex had a net loss or decrease in net assets of \$477,340. Operating expenses before depreciation and interest expense amounted to \$1,996,211 compared to \$2,065,337 in 2010.



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 are located since the underlying property is more valuable than the cash flows generated by these facilities. The proceeds will be used to reduce the amount of debt by refunding the current bonds outstanding. As mentioned elsewhere in this document, the Village is transferring funds to the

VILLAGE OF LIBERTYVILLE, ILLINOIS

Management's Discussion and Analysis

April 30, 2011

Sports Complex to cover a portion of the debt that is unable to be funded through operations. For the 2011 fiscal year, this transfer amounted to \$456,000.

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 \$9,546,517, which is 62% above last year's total of \$5,905,495. Approximately 34% of the governmental fund balance total is unassigned, which is available for spending at the Village's discretion. The remainder of fund balance is not available for new spending because it has already been 1) restricted for debt and other items (\$1,186,400), 2) committed to fund commuter parking (\$1,255,236), 3) assigned for Capital projects (2,924,041); or 4) non-spendable for prepaid items (\$967,236).

The General Fund is the chief operating fund of the Village. At the end of the current fiscal year, unassigned fund balance of the general fund was \$3,213,604, while total fund balance reached \$4,812,193. This is \$2,131,164 above last year's total fund balance of \$2,681,029. This increase is due to the addition of gas and utility taxes that were enacted in January 2010 and a full year of revenue is included in this fiscal year. 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 15% of total general fund expenditures, while total fund balance represents 22% of that same amount.

The Debt Service Fund has a total fund balance of \$544,170, all of which is restricted for the payment of debt service. The fund balance increased \$7,790 from the previous fiscal year due to the increase in future debt service payments.

The Capital Improvement Fund provides funding for capital projects of the Village of Libertyville which are not normal operating or maintenance type expenditures reportable within the general fund or other governmental funds. The total fund balance as of April 30, 2011 is \$2,145,345, of which 100% is assigned. The Capital Improvement Fund balance increased by \$795,995 due to a decrease in the number of capital projects planned for this year. Total capital expenditures amounted to \$968,288.

VILLAGE OF LIBERTYVILLE, ILLINOIS

Management's Discussion and Analysis April 30, 2011

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 increased by \$603,368 to \$778,696 as of April 30, 2011 due to the build up of funds for planned improvements to the ground level parking areas on the west side of the downtown area. These improvements are scheduled to take place during the summer of 2011.

The Commuter Parking Fund is included as a governmental fund but is considered a non-major fund. Fund balance increased by \$102,705 to \$1,266,113. 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 \$2.46 per thousand gallons. Water is sold to all municipal customers at a rate of \$6.21 per thousand gallons for the first 4,000 gallons and \$5.01 for each additional 1,000 gallons. For users connected to the Village's sewage system, the charge is \$4.07 per thousand gallons for the first 4,000 gallons. For each additional 1,000 gallons, the charge is \$2.93. 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 and an additional 4.5% increase was approved in November to help cover all operating costs. The Village's Water and Sewer Committee is looking at future increases that will be necessary in order to generate sufficient funds for future capital 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 \$1,087,616 which includes \$1,068,030 of depreciation costs. Net assets of the water and sewer fund at the end of the year amounted to \$21,120,109 compared to \$22,207,725 in 2010.

Net assets for the Libertyville Sports Complex Fund amounted to (\$1,969,190) compared to (\$1,491,850) at the end of 2010. The loss for 2011 amounts to \$477,340 which includes \$477,629 in depreciation expense. As mentioned elsewhere in this report, the Village transferred \$456,000 from the General Fund to the Sports Complex Fund to cover the debt payments that are unable to be funded through the operations of the complex. The Village has restructured the

VILLAGE OF LIBERTYVILLE, ILLINOIS

Management's Discussion and Analysis April 30, 2011

remaining debt of the Sports Complex which is expected to reduce annual debt service payments by approximately \$1.2 million annually for the next several years. It is expected that the Village will still be required to subsidize the Sports Complex and has budgeted \$515,600 in the 2011-12 budget for this.

GENERAL FUND BUDGETARY HIGHLIGHTS

The 2010-2011 expenditure budget was revised once at the end of the fiscal year. The increases include:

- \$476,025 in General Government due to additional legal costs, snow plowing costs due to the blizzard, overtime due to staff shortages, and to cover costs for items purchased with unanticipated grant proceeds.
- \$485,000 in the Sales Tax Bond Fund for a bond refunding.
- \$224,000 in the Water and Sewer Fund to cover the increase in sewer fees due the County due to the new contract with the County.
- \$49,825 in the Pension Funds for pension payments due to retirements unknown at the time the budget was prepared.

Revenues in the general fund were \$24,403,518, which was \$576,178 above the revenue budget of \$23,827,340. The final expenditure budget amounted to \$22,590,525, a \$402,000 variance from the original budget of \$22,188,525. Actual expenses were below the final budget by \$829,171. The largest revenue variances were for intergovernmental revenues where sales tax was \$300,188 above budget and taxes where Electric Utility Tax was \$508,830 above budget.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

The Village of Libertyville's investment in capital assets for its governmental and business type activities as of April 30, 2011 was \$197.8 million (net of accumulated depreciation). This investment in capital assets includes land, buildings and improvements, land improvements, vehicles, machinery and equipment, park facilities, roads, sidewalks, and bridges. The Village of Libertyville had a decrease of \$3.8 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 \$51,985 in machinery and equipment, \$114,751 in roadway and infrastructure additions, and \$427,506 in sanitary sewer additions.

The governmental activities net capital assets decreased from last year by \$2,707,285 net of depreciation. This is attributable to the fact that the capital projects constructed were less than the amount of depreciation added this year. Depreciation increased by \$2,842,981 to a total of \$54,133,959.

VILLAGE OF LIBERTYVILLE, ILLINOIS

Management's Discussion and Analysis April 30, 2011

For Business-type activities, the net capital assets decreased by \$1,118,153. A total of \$427,506 was added in water and sewer improvements and \$1,545,659 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 \$28.1 million as compared to \$29.3 million the previous year, decrease of 4%. The following is a comparative statement of outstanding debt:

| | Outstanding Debt | | | | | |
|--------------------------|----------------------------|-----------|-----------------------------|------------|------------|------------|
| | Governmental Activities | | Business-Type Activities | | Total | |
| | 2011 | 2010 | 2011 | 2010 | 2011 | 2010 |
| General Obligation Bonds | \$ 2,085,000 | 2,250,000 | 24,505,000 | 25,065,000 | 26,590,000 | 27,315,000 |
| IEPA Loans Payable | | | 649,397 | 822,785 | 649,397 | 822,785 |
| Installment Contracts | 818,873 | 1,109,562 | 0 | 13,036 | 818,873 | 1,122,598 |
| Total | 2,903,873 | 3,359,562 | 25,154,397 | 25,900,821 | 28,058,270 | 29,260,383 |

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

As of April 30, 2011, 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 \$105.7 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 2011-2012 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 2010 for the Village of Libertyville increased from 5.2% to 5.6%. This is below the latest rate for the Lake County Illinois/Kenosha Wisconsin Metro area of 8.9% and the national unemployment rate of 9.2%.

VILLAGE OF LIBERTYVILLE, ILLINOIS

Management's Discussion and Analysis April 30, 2011

Inflation increases in the Midwest area are usually somewhat lower than the national Consumer Price Index (CPI) increases. For 2010 the National CPI was 1.64 and the Chicagoland area CPI was 1.4.

These indicators were taken into account when adopting the General Fund budget for 2011-2012. Amounts available for appropriation in the General Fund budget are \$23,213,370, a decrease of \$32,330 from the final 2010-2011 budget of \$23,245,700. Many revenue sources have decreased; however, due to the addition of utility taxes, total revenues are projected to be basically unchanged from the prior year. Budgeted expenditures are expected to decrease \$78,660, from \$21,977,965 to \$21,899,305. Due to revenues remaining flat, the budget does not include any capital purchases for the General Fund. Since all non-union employees did not receive any pay increase during the last fiscal year and also were required to take 1 unpaid furlough day each month, the Village Board approved a 1% pay increase for 2011-12. The 2011-12 General Fund budget is balanced with a budgeted surplus of \$1,314,065 which will be used to begin rebuilding the unreserved fund balance.

REQUESTS FOR INFORMATION

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

BASIC FINANCIAL STATEMENTS

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

- Government-Wide Financial Statements
- Fund Financial Statements
 - Governmental Funds
 - Proprietary Funds
 - Fiduciary Funds

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

VILLAGE OF LIBERTYVILLE, ILLINOIS

Statement of Net Assets
April 30, 2011

See Following Page

VILLAGE OF LIBERTYVILLE, ILLINOIS

Statement of Net Assets
April 30, 2011

| | Governmental Activities | Business- Type Activities | Total |
|--------------------------------|----------------------------|---------------------------------|--------------|
| ASSETS | | | |
| Current Assets | | | |
| Cash and Investments | \$ 8,714,380 | 1,306,689 | 10,021,069 |
| Receivables - Net | 11,483,694 | 1,103,111 | 12,586,805 |
| Prepaid Items/Inventories | 1,005,074 | 127,590 | 1,132,664 |
| Total Current Assets | 21,203,148 | 2,537,390 | 23,740,538 |
| Noncurrent Assets | | | |
| Capital Assets | | | |
| Land | 98,301,694 | 7,043,248 | 105,344,942 |
| Buildings and Improvements | 17,110,295 | 31,626,993 | 48,737,288 |
| Machinery and Equipment | 7,604,143 | 2,169,017 | 9,773,160 |
| Infrastructure | 86,812,591 | - | 86,812,591 |
| Waterworks and Sewerage System | - | 30,148,783 | 30,148,783 |
| | 209,828,723 | 70,988,041 | 280,816,764 |
| Accumulated Depreciation | (54,133,959) | (28,837,492) | (82,971,451) |
| Total Capital Assets | 155,694,764 | 42,150,549 | 197,845,313 |
| Other Assets | | | |
| Unamortized Bond Issue Costs | - | 1,108,751 | 1,108,751 |
| Net Pension Asset | 42,237 | - | 42,237 |
| Total Other Assets | 42,237 | 1,108,751 | 1,150,988 |
| Total Noncurrent Assets | 155,737,001 | 43,259,300 | 198,996,301 |
| Total Assets | 176,940,149 | 45,796,690 | 222,736,839 |

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

| | Governmental Activities | Business- Type Activities | Total |
|--|----------------------------|---------------------------------|--------------------|
| LIABILITIES | | | |
| Current Liabilities | | | |
| Accounts Payable | 505,073 | 335,570 | 840,643 |
| Accrued Payroll | 528,863 | 123,529 | 652,392 |
| Deposits Payable | 753,536 | 92,751 | 846,287 |
| Interest Payable | 34,873 | 397,870 | 432,743 |
| Unearned Revenues | 8,746,368 | 263,887 | 9,010,255 |
| Current Portion of Long-Term Debt | 909,982 | 850,521 | 1,760,503 |
| Total Current Liabilities | 11,478,695 | 2,064,128 | 13,542,823 |
| Noncurrent Liabilities | | | |
| Net Pension Obligation | 82,031 | - | 82,031 |
| Net Other Post-Employment Benefit Obligation | 423,017 | - | 423,017 |
| Compensated Absences Payable | 1,580,695 | 227,462 | 1,808,157 |
| Installment Contracts Payable | 524,065 | - | 524,065 |
| IEPA Loans Payable | - | 470,742 | 470,742 |
| General Obligation Bonds Payable - Net | 1,865,000 | 23,883,439 | 25,748,439 |
| Total Noncurrent Liabilities | 4,474,808 | 24,581,643 | 29,056,451 |
| Total Liabilities | 15,953,503 | 26,645,771 | 42,599,274 |
| NET ASSETS | | | |
| Invested in Capital Assets - Net of Related Debt | 152,790,891 | 17,002,713 | 169,793,604 |
| Restricted | | | |
| General Government | | | |
| Hotel/Motel Tax | 148,457 | - | 148,457 |
| Public Safety | | | |
| Emergency Telephone System 911 | 296,894 | - | 296,894 |
| Foreign Fire Insurance | 91,758 | - | 91,758 |
| Fire Fund | 33,846 | - | 33,846 |
| Economic Development | | | |
| Tim/Creek Special Service Area | 46,210 | - | 46,210 |
| Lucerne/Interlaken Special Service Area | 25,065 | - | 25,065 |
| Debt Service | 509,297 | - | 509,297 |
| Unrestricted | 7,044,228 | 2,148,206 | 9,192,434 |
| Total Net Assets | 160,986,646 | 19,150,919 | 180,137,565 |

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

VILLAGE OF LIBERTYVILLE, ILLINOIS

**Statement of Activities
Year Ended April 30, 2011**

| | Expenses | Program Revenues | |
|---------------------------------------|-------------------|----------------------------|-------------------------------------|
| | | Charges for Services | Capital Grants/ Contributions |
| Governmental Activities | | | |
| General Government | \$ 2,471,416 | 3,803,987 | - |
| Community Development | 1,241,044 | 258,792 | - |
| Public Safety | 13,865,295 | 3,380,120 | - |
| Public Works | 3,928,442 | - | 977,802 |
| Parks and Recreation | 2,858,784 | 1,244,862 | - |
| Economic Development | 2,708,857 | - | - |
| Interest on Long-Term Debt | 103,998 | - | - |
| Total Governmental Activities | 27,177,836 | 8,687,761 | 977,802 |
| Business-Type Activities | | | |
| Waterworks and Sewerage | 8,025,210 | 6,906,343 | - |
| Libertyville Sports Complex | 3,379,087 | 2,315,181 | - |
| Total Business-Type Activities | 11,404,297 | 9,221,524 | - |
| | 38,582,133 | 17,909,285 | 977,802 |

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

Change in Net Assets

Net Assets - Beginning

Net Assets - Ending

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

| Net Expense/Revenue | | |
|----------------------------|-----------------------------|--------------|
| Governmental Activities | Business-Type Activities | Total |
| 1,332,571 | - | 1,332,571 |
| (982,252) | - | (982,252) |
| (10,485,175) | - | (10,485,175) |
| (2,950,640) | - | (2,950,640) |
| (1,613,922) | - | (1,613,922) |
| (2,708,857) | - | (2,708,857) |
| (103,998) | - | (103,998) |
| (17,512,273) | - | (17,512,273) |
| - | (1,118,867) | (1,118,867) |
| - | (1,063,906) | (1,063,906) |
| - | (2,182,773) | (2,182,773) |
| (17,512,273) | (2,182,773) | (19,695,046) |
| 8,265,208 | - | 8,265,208 |
| 2,772,708 | - | 2,772,708 |
| 6,084,335 | - | 6,084,335 |
| 1,664,499 | - | 1,664,499 |
| 159,300 | - | 159,300 |
| 14,115 | 8,213 | 22,328 |
| 545,990 | 153,604 | 699,594 |
| (456,000) | 456,000 | - |
| 19,050,155 | 617,817 | 19,667,972 |
| 1,537,882 | (1,564,956) | (27,074) |
| 159,448,764 | 20,715,875 | 180,164,639 |
| 160,986,646 | 19,150,919 | 180,137,565 |

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

VILLAGE OF LIBERTYVILLE, ILLINOIS

Balance Sheet - Governmental Funds
April 30, 2011

| | <u>General</u> |
|--|------------------------------|
| ASSETS | |
| Cash and Investments | \$ 2,574,845 |
| Receivables - Net of Allowances | |
| Property Taxes | 5,536,555 |
| Other Taxes | 1,444,676 |
| Accounts | 1,460,653 |
| Prepays | <u>956,359</u> |
| Total Assets | <u><u>11,973,088</u></u> |
| LIABILITIES AND FUND BALANCES | |
| Liabilities | |
| Accounts Payable | 395,085 |
| Accrued Payroll | 509,439 |
| Deposits Payable | 719,816 |
| Unearned/Deferred Revenues | <u>5,536,555</u> |
| Total Liabilities | <u>7,160,895</u> |
| Fund Balances | |
| Nonspendable | 956,359 |
| Restricted | 642,230 |
| Committed | - |
| Assigned | - |
| Unassigned | <u>3,213,604</u> |
| Total Fund Balances | <u>4,812,193</u> |
| Total Liabilities and Fund Balances | <u><u>11,973,088</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 |
|----------------|---------------------|--------------------------------------|---------------------------|-------------------|
| 544,170 | 2,091,923 | 802,772 | 1,260,937 | 7,274,647 |
| 220,706 | - | 2,651,107 | - | 8,408,368 |
| - | - | - | - | 1,444,676 |
| - | 106,060 | - | - | 1,566,713 |
| - | - | - | 10,877 | 967,236 |
| <u>764,876</u> | <u>2,197,983</u> | <u>3,453,879</u> | <u>1,271,814</u> | <u>19,661,640</u> |
| - | 18,918 | 24,076 | 2,377 | 440,456 |
| - | - | - | 3,324 | 512,763 |
| - | 33,720 | - | - | 753,536 |
| 220,706 | - | 2,651,107 | - | 8,408,368 |
| <u>220,706</u> | <u>52,638</u> | <u>2,675,183</u> | <u>5,701</u> | <u>10,115,123</u> |
| - | - | - | 10,877 | 967,236 |
| 544,170 | - | - | - | 1,186,400 |
| - | - | - | 1,255,236 | 1,255,236 |
| - | 2,145,345 | 778,696 | - | 2,924,041 |
| - | - | - | - | 3,213,604 |
| <u>544,170</u> | <u>2,145,345</u> | <u>778,696</u> | <u>1,266,113</u> | <u>9,546,517</u> |
| <u>764,876</u> | <u>2,197,983</u> | <u>3,453,879</u> | <u>1,271,814</u> | <u>19,661,640</u> |

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

VILLAGE OF LIBERTYVILLE, ILLINOIS

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

April 30, 2011

Total Governmental Fund Balances **\$ 9,546,517**

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. 152,717,570

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. 3,215,990

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

| | |
|--|-----------------|
| Net Pension Obligation | (82,031) |
| Net Pension Asset | 42,237 |
| Other Post-Employment Benefit Obligation Payable | (423,017) |
| Compensated Absences Payable | (1,910,747) |
| General Obligation Bonds Payable | (2,085,000) |
| Accrued Interest Payable | <u>(34,873)</u> |

Net Assets of Governmental Activities **160,986,646**

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, 2011**

See Following Page

VILLAGE OF LIBERTYVILLE, ILLINOIS

Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds
Year Ended April 30, 2011

| | <u>General</u> |
|--|-------------------------|
| Revenues | |
| Taxes | \$ 8,392,243 |
| Licenses and Permits | 860,846 |
| Intergovernmental | 7,908,134 |
| Charges for Services | 6,327,328 |
| Fines and Forfeits | 426,114 |
| Interest | 5,765 |
| Miscellaneous | 483,088 |
| Total Revenues | <u>24,403,518</u> |
| Expenditures | |
| Current | |
| General Government | 2,155,051 |
| Community Development | 1,241,044 |
| Public Safety | 13,723,552 |
| Public Works | 2,046,389 |
| Parks and Recreation | 2,595,318 |
| Economic Development | - |
| Capital Outlay | - |
| Debt Service | |
| Principal Retirement | - |
| Interest and Fiscal Charges | - |
| Total Expenditures | <u>21,761,354</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | <u>2,642,164</u> |
| Other Financing Sources (Uses) | |
| Debt Issuance | - |
| Premium on Debt Issuance | - |
| Payment to Escrow Agent | - |
| Transfers In | - |
| Transfers Out | (511,000) |
| | <u>(511,000)</u> |
| Net Change in Fund Balances | 2,131,164 |
| Fund Balances - Beginning | <u>2,681,029</u> |
| Fund Balances - Ending | <u><u>4,812,193</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 |
|--------------|---------------------|--------------------------------------|---------------------------|------------|
| 189,106 | - | 2,456,567 | - | 11,037,916 |
| - | 491,516 | - | - | 1,352,362 |
| - | 977,802 | - | - | 8,885,936 |
| - | 257,282 | - | 324,675 | 6,909,285 |
| - | - | - | - | 426,114 |
| 75 | 1,096 | 2,121 | 4,324 | 13,381 |
| - | 62,902 | - | - | 545,990 |
| 189,181 | 1,790,598 | 2,458,688 | 328,999 | 29,170,984 |
| - | - | - | 226,294 | 2,381,345 |
| - | - | - | - | 1,241,044 |
| - | - | - | - | 13,723,552 |
| - | - | - | - | 2,046,389 |
| - | - | - | - | 2,595,318 |
| - | - | 1,855,320 | - | 1,855,320 |
| - | 968,288 | - | - | 968,288 |
| 180,000 | - | - | - | 180,000 |
| 104,968 | - | - | - | 104,968 |
| 284,968 | 968,288 | 1,855,320 | 226,294 | 25,096,224 |
| (95,787) | 822,310 | 603,368 | 102,705 | 4,074,760 |
| 470,000 | - | - | - | 470,000 |
| 7,262 | - | - | - | 7,262 |
| (455,000) | - | - | - | (455,000) |
| 81,315 | 55,000 | - | - | 136,315 |
| - | (81,315) | - | - | (592,315) |
| 103,577 | (26,315) | - | - | (433,738) |
| 7,790 | 795,995 | 603,368 | 102,705 | 3,641,022 |
| 536,380 | 1,349,350 | 175,328 | 1,163,408 | 5,905,495 |
| 544,170 | 2,145,345 | 778,696 | 1,266,113 | 9,546,517 |

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, 2011

Net Change in Fund Balances - Total Governmental Funds \$ 3,641,022

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 | 114,751 |
| Depreciation Expense | (2,391,340) |

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

| | |
|--|-----------|
| Change in Net Pension Obligation (Asset) | (20,403) |
| Increase in Net Other Post-Employment Benefit Obligation | (159,159) |
| Additions to Compensated Absences Payable | (46,824) |
| Retirement of Debt | 635,000 |
| Issuance of Debt | (470,000) |

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

(6,292)

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.

241,127

Changes in Net Assets of Governmental Activities

1,537,882

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, 2011

| | Business-Type Activities - Enterprise | | | Governmental |
|---|---------------------------------------|-----------------------------------|--------------|-----------------------------------|
| | Waterworks and Sewerage | Libertyville Sports Complex | Total | Activities Internal Service |
| ASSETS | | | | |
| Current Assets | | | | |
| Cash and Investments | \$ 1,306,689 | - | 1,306,689 | 1,439,733 |
| Receivables - Net of Allowances Accounts | 1,069,992 | 33,119 | 1,103,111 | 63,937 |
| Due from Other Funds | 1,043,909 | - | 1,043,909 | - |
| Inventories | - | 4,017 | 4,017 | 23,000 |
| Prepays | 71,870 | 51,703 | 123,573 | 14,838 |
| Total Current Assets | 3,492,460 | 88,839 | 3,581,299 | 1,541,508 |
| Noncurrent Assets | | | | |
| Capital Assets | | | | |
| Land | 2,272,080 | 4,771,168 | 7,043,248 | - |
| Buildings and Improvements | 14,179,893 | 17,447,100 | 31,626,993 | - |
| Machinery and Equipment | 1,720,581 | 448,436 | 2,169,017 | 6,898,475 |
| Waterworks System | 14,634,678 | - | 14,634,678 | - |
| Sewerage System | 15,514,105 | - | 15,514,105 | - |
| | 48,321,337 | 22,666,704 | 70,988,041 | 6,898,475 |
| Accumulated Depreciation | (25,255,280) | (3,582,212) | (28,837,492) | (3,921,281) |
| | 23,066,057 | 19,084,492 | 42,150,549 | 2,977,194 |
| Other Assets | | | | |
| Unamortized Bond Issue Costs | - | 1,108,751 | 1,108,751 | - |
| Total Noncurrent Assets | 23,066,057 | 20,193,243 | 43,259,300 | 2,977,194 |
| Total Assets | 26,558,517 | 20,282,082 | 46,840,599 | 4,518,702 |

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

| | Business-Type Activities - Enterprise | | | Governmental |
|---|---------------------------------------|-----------------------------------|-------------------|-----------------------------------|
| | Waterworks and Sewerage | Libertyville Sports Complex | Total | Activities Internal Service |
| LIABILITIES | | | | |
| Current Liabilities | | | | |
| Accounts Payable | 287,075 | 48,495 | 335,570 | 64,617 |
| Accrued Payroll | 69,527 | 54,002 | 123,529 | 16,100 |
| Deposits Payable | 87,301 | 5,450 | 92,751 | - |
| Accrued Interest Payable | 82,002 | 315,868 | 397,870 | - |
| Due to Other Funds | - | 1,043,909 | 1,043,909 | - |
| Unearned/Deferred Revenues | 200,918 | 62,969 | 263,887 | 338,000 |
| Compensated Absences Payable | 49,750 | 7,116 | 56,866 | 13,025 |
| Installment Contract Payable | - | - | - | 294,808 |
| IEPA Loans Payable | 178,655 | - | 178,655 | - |
| General Obligation Bonds Payable | 420,000 | 195,000 | 615,000 | - |
| Total Current Liabilities | 1,375,228 | 1,732,809 | 3,108,037 | 726,550 |
| Noncurrent Liabilities | | | | |
| Compensated Absences Payable | 198,999 | 28,463 | 227,462 | 52,097 |
| Installment Contract Payable | - | - | - | 524,065 |
| IEPA Loans Payable | 470,742 | - | 470,742 | - |
| General Obligation Bonds Payable | 3,400,000 | 20,490,000 | 23,890,000 | - |
| Unamortized Bond Discount | (6,561) | - | (6,561) | - |
| Total Noncurrent Liabilities | 4,063,180 | 20,518,463 | 24,581,643 | 576,162 |
| Total Liabilities | 5,438,408 | 22,251,272 | 27,689,680 | 1,302,712 |
| NET ASSETS | | | | |
| Invested in Capital Assets - Net of Related Debt | | | | |
| Unrestricted | 18,603,221 | (1,600,508) | 17,002,713 | 2,158,321 |
| | 2,516,888 | (368,682) | 2,148,206 | 1,057,669 |
| Total Net Assets | 21,120,109 | (1,969,190) | 19,150,919 | 3,215,990 |

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, 2011**

| | Business-Type Activities - Enterprise | | | Governmental |
|-------------------------------------|---------------------------------------|-----------------------------------|-------------|-----------------------------------|
| | Waterworks and Sewerage | Libertyville Sports Complex | Total | Activities Internal Service |
| Operating Revenues | | | | |
| Charges for Services | \$ 6,782,125 | 2,315,181 | 9,097,306 | - |
| Interfund Services | - | - | - | 1,761,010 |
| Total Operating Revenues | 6,782,125 | 2,315,181 | 9,097,306 | 1,761,010 |
| Operating Expenses | | | | |
| Operations | 6,771,110 | 1,996,211 | 8,767,321 | 1,166,723 |
| Depreciation | 1,068,030 | 477,629 | 1,545,659 | 482,681 |
| Total Operating Expenses | 7,839,140 | 2,473,840 | 10,312,980 | 1,649,404 |
| Operating Income (Loss) | (1,057,015) | (158,659) | (1,215,674) | 111,606 |
| Nonoperating Revenues (Expenses) | | | | |
| Interest Income | 8,213 | - | 8,213 | 734 |
| Connection Fees | 124,218 | - | 124,218 | - |
| Other Income | 23,038 | 130,566 | 153,604 | 167,517 |
| Interest Expense and Fiscal Charges | (186,070) | (905,247) | (1,091,317) | (38,730) |
| | (30,601) | (774,681) | (805,282) | 129,521 |
| Income (Loss) Before Transfers | (1,087,616) | (933,340) | (2,020,956) | 241,127 |
| Transfers In | - | 456,000 | 456,000 | - |
| Change in Net Assets | (1,087,616) | (477,340) | (1,564,956) | 241,127 |
| Net Assets - Beginning | 22,207,725 | (1,491,850) | 20,715,875 | 2,974,863 |
| Net Assets - Ending | 21,120,109 | (1,969,190) | 19,150,919 | 3,215,990 |

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, 2011

| | Business-Type Activities - Enterprise Funds | | | Governmental |
|--|---|-----------------------------------|--------------------|-----------------------------------|
| | Waterworks and Sewerage | Libertyville Sports Complex | Total | Activities Internal Service |
| Cash Flows from Operating Activities | | | | |
| Receipts from Customers and Users | \$ 6,603,429 | 2,434,189 | 9,037,618 | - |
| Receipts from Interfund Services | - | - | - | 1,934,435 |
| Payments to Employees | (1,439,859) | (913,408) | (2,353,267) | (336,421) |
| Payments to Suppliers | (5,365,467) | (954,838) | (6,320,305) | (843,205) |
| | <u>(201,897)</u> | <u>565,943</u> | <u>364,046</u> | <u>754,809</u> |
| Cash Flows from Noncapital Financing Activities | | | | |
| Transfers In | - | 456,000 | 456,000 | - |
| Connection Fees | 124,218 | - | 124,218 | - |
| Property Taxes | - | - | - | - |
| | <u>124,218</u> | <u>456,000</u> | <u>580,218</u> | <u>-</u> |
| Cash Flows from Capital and Related Financing Activities | | | | |
| Purchase of Capital Assets | (427,506) | - | (427,506) | (51,985) |
| Interest on Capital Debt | (186,070) | (905,247) | (1,091,317) | (38,730) |
| Proceeds of Capital Debt | - | 3,840,000 | 3,840,000 | 51,985 |
| Payment to Escrow Agent | - | (3,805,000) | (3,805,000) | - |
| Principal on Capital Debt | (578,388) | (203,036) | (781,424) | (342,674) |
| | <u>(1,191,964)</u> | <u>(1,073,283)</u> | <u>(2,265,247)</u> | <u>(381,404)</u> |
| Cash Flows from Investing Activities | | | | |
| Interest Received | 8,213 | - | 8,213 | 734 |
| Net Change in Cash and Cash Equivalents | <u>(1,261,430)</u> | <u>(51,340)</u> | <u>(1,312,770)</u> | <u>374,139</u> |
| Cash and Cash Equivalents - Beginning | <u>2,568,119</u> | <u>51,340</u> | <u>2,619,459</u> | <u>1,065,594</u> |
| Cash and Cash Equivalents - Ending | <u>1,306,689</u> | <u>-</u> | <u>1,306,689</u> | <u>1,439,733</u> |
| Reconciliation of Operating Income to Net Cash Provided (Used) by Operating Activities | | | | |
| Operating Income (Loss) | (1,057,015) | (158,659) | (1,215,674) | 111,606 |
| Adjustments to Reconcile Operating Income to Net Cash Provided by Operating Activities: | | | | |
| Depreciation Expense | 1,068,030 | 477,629 | 1,545,659 | 482,681 |
| Other Income | 23,038 | 130,566 | 153,604 | 167,517 |
| (Increase) Decrease in Current Assets | (201,734) | (11,558) | (213,292) | 5,908 |
| Increase (Decrease) in Current Liabilities | (34,216) | 127,965 | 93,749 | (12,903) |
| Net Cash Provided by Operating Activities | <u>(201,897)</u> | <u>565,943</u> | <u>364,046</u> | <u>754,809</u> |

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, 2011

| | <u>Pension Trust</u> |
|--|--------------------------|
| ASSETS | |
| Cash and Cash Equivalents | \$ 2,283,318 |
| Investments | |
| State and Local Obligations | 1,037,270 |
| U.S. Government and Agency Obligations | 18,233,837 |
| Insurance Contracts | 659,831 |
| Mutual Funds | 17,555,555 |
| Receivables | |
| Accrued Interest | 177,275 |
| Prepays | <u>500</u> |
| Total Assets | 39,947,586 |
| LIABILITIES | |
| Accounts Payable | <u>12,934</u> |
| NET ASSETS | |
| Net Plan Assets Held in Trust for Pension Benefits | <u><u>39,934,652</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, 2011**

| | <u>Pension Trust</u> |
|---|--------------------------|
| Additions | |
| Contributions - Employer | \$ 2,213,959 |
| Contributions - Plan Members | <u>598,608</u> |
| Total Contributions | <u>2,812,567</u> |
| Investment Income | |
| Interest Earned | 1,008,442 |
| Net Change in Fair Value | <u>2,866,152</u> |
| | 3,874,594 |
| Less Investment Expenses | <u>(76,252)</u> |
| Net Investment Income | <u>3,798,342</u> |
| Total Additions | <u>6,610,909</u> |
| Deductions | |
| Administration | 68,854 |
| Benefits | <u>2,457,674</u> |
| Total Deductions | <u>2,526,528</u> |
| Change in Net Assets | 4,084,381 |
| Net Plan Assets Held in Trust for Pension Benefits | |
| Beginning | <u>35,850,271</u> |
| Ending | <u><u>39,934,652</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, 2011

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. 39, "Determining Whether Certain Organizations are Component Units – an Amendment of GASB Statement No. 14," and includes all component units that have a significant operational or financial relationship with the Village.

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, 2011

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, 2011

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 directly benefit from goods, services or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment.

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

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

This government-wide focus is more on the sustainability of the Village as an entity and the change in the Village's net 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, 2011

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, 2011

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, 2011

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, 2011

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, 2011

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.

Prepays/Inventories

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

VILLAGE OF LIBERTYVILLE, ILLINOIS

**Notes to the Financial Statements
April 30, 2011**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

ASSETS, LIABILITIES, AND NET ASSETS OR EQUITY – Continued

Prepays/Inventories – Continued

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

Receivables

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

Capital Assets

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

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

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

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

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

VILLAGE OF LIBERTYVILLE, ILLINOIS

Notes to the Financial Statements April 30, 2011

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, 2011

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

ASSETS, LIABILITIES, AND NET ASSETS OR EQUITY – Continued

Unearned/Deferred Revenue

Governmental funds report unearned 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”.

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, 2011**

NOTE 2 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY – Continued

BUDGETARY INFORMATION – Continued

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

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

DEFICIT FUND EQUITY

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

| <u>Fund</u> | <u>Deficit</u> |
|-----------------------------|----------------|
| Libertyville Sports Complex | \$ 1,969,190 |

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, 2011

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, 2011

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 \$3,599,386 and the bank balances totaled \$3,194,078.

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

| Investment Type | Fair Value | Investment Maturities (in Years) | | |
|--|--------------|----------------------------------|--------|---------|
| | | Less than 1 | 1 to 5 | 6 to 10 |
| Illinois Metropolitan Investment Trust | \$ 1,389,652 | 1,389,652 | - | - |
| Illinois Funds | 5,032,031 | 5,032,031 | - | - |
| | 6,421,683 | 6,421,683 | - | - |

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, 2011

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, 2011

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 \$1,064,581 and the bank balances totaled \$1,064,581.

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 | \$ 634,915 | - | 634,915 | - | - |
| Federal Home Loan Bank | 4,157,828 | | 1,355,128 | 1,400,595 | 1,402,105 |
| Federal Home Loan Mortgage Corp | 2,646,341 | 128,111 | 1,434,925 | 1,076,777 | 6,528 |
| Federal Farm Credit Bank | 1,349,709 | 180,350 | 374,000 | 795,359 | - |
| Federal National Mortgage Association | 697,713 | - | 604,109 | - | 93,604 |
| Government National Mortgage Association | 4,540 | - | 4,540 | - | - |
| Municipal Bonds | 1,037,270 | - | 644,477 | 101,027 | 291,766 |
| | 10,528,316 | 308,461 | 5,052,094 | 3,373,758 | 1,794,003 |

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, 2011

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 \$9,375,681 invested in mutual funds and \$659,831 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 (\$1,636,931), Fidelity Contrafund (\$1,641,471) and Vanguard Institutional Index (\$2,635,260).

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 \$1,214,107 and the bank balances totaled \$1,214,107.

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

| Investment Type | Fair Value | Investment Maturities (in Years) | | | |
|---------------------------------------|------------------|----------------------------------|------------------|------------------|----------------|
| | | Less than 1 | 1 to 5 | 6 to 10 | More than 10 |
| Federal Home Loan Bank | \$ 3,367,259 | 1,372,898 | 1,564,346 | 430,015 | - |
| Federal Home Loan Mortgage Corp | 688,802 | 100,428 | 378,753 | 209,621 | - |
| Federal Farm Credit Bank | 1,716,470 | 411,713 | 1,136,554 | 168,203 | - |
| Federal National Mortgage Association | 2,863,790 | 1,104,601 | 1,098,722 | 539,948 | 120,519 |
| U. S. Treasury Notes | 106,470 | - | - | 106,470 | - |
| IMET | 4,630 | 4,630 | - | - | - |
| | <u>8,747,421</u> | <u>2,994,270</u> | <u>4,178,375</u> | <u>1,454,257</u> | <u>120,519</u> |

VILLAGE OF LIBERTYVILLE, ILLINOIS

Notes to the Financial Statements April 30, 2011

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 \$8,179,874 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 (\$1,437,001), T Rowe Price Growth (\$1,334,008), T Rowe MC (\$915,850), Vanguard Total Stock (\$961,749) and Vanguard 500 Index (\$1,007,977).

PROPERTY TAXES

Property taxes for 2010 attach as an enforceable lien on January 1, 2010, 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, 2011 and September 1, 2011. 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, 2011**

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 | 7,583,198 | 51,985 | 31,040 | 7,604,143 |
| Infrastructure | 86,697,840 | 114,751 | - | 86,812,591 |
| | <u>111,391,333</u> | <u>166,736</u> | <u>31,040</u> | <u>111,527,029</u> |
| Less Accumulated Depreciation | | | | |
| Buildings and Improvements | 9,466,971 | 469,184 | - | 9,936,155 |
| Machinery and Equipment | 3,859,759 | 542,994 | 31,040 | 4,371,713 |
| Infrastructure | 37,964,248 | 1,861,843 | - | 39,826,091 |
| | <u>51,290,978</u> | <u>2,874,021</u> | <u>31,040</u> | <u>54,133,959</u> |
| Total Other Capital Assets | <u>60,100,355</u> | <u>(2,707,285)</u> | - | <u>57,393,070</u> |
| Total Capital Assets | <u>158,402,049</u> | <u>(2,707,285)</u> | - | <u>155,694,764</u> |

Depreciation expense was charged to governmental activities as follows:

| | |
|----------------------|------------------|
| General Government | \$ 72,100 |
| Public Safety | 173,721 |
| Public Works | 1,882,053 |
| Parks and Recreation | 263,466 |
| Internal Service | <u>482,681</u> |
| | <u>2,874,021</u> |

VILLAGE OF LIBERTYVILLE, ILLINOIS

**Notes to the Financial Statements
April 30, 2011**

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 | 14,634,678 | - | - | 14,634,678 |
| Sewerage System | 15,086,599 | 427,506 | - | 15,514,105 |
| | <u>63,517,287</u> | <u>427,506</u> | - | <u>63,944,793</u> |
| Less Accumulated Depreciation | | | | |
| Buildings and Improvements | 10,550,358 | 758,035 | - | 11,308,393 |
| Machinery and Equipment | 1,708,554 | 75,708 | - | 1,784,262 |
| Waterworks System | 7,213,194 | 356,605 | - | 7,569,799 |
| Sewerage System | 7,819,727 | 355,311 | - | 8,175,038 |
| | <u>27,291,833</u> | <u>1,545,659</u> | - | <u>28,837,492</u> |
| Total Other Capital Assets | <u>36,225,454</u> | <u>(1,118,153)</u> | - | <u>35,107,301</u> |
| Total Capital Assets | <u>43,268,702</u> | <u>(1,118,153)</u> | - | <u>42,150,549</u> |

Depreciation expense was charged to business-type as follows:

| | |
|-----------------------------|------------------|
| Waterworks and Sewerage | \$ 1,068,030 |
| Libertyville Sports Complex | <u>477,629</u> |
| | <u>1,545,659</u> |

VILLAGE OF LIBERTYVILLE, ILLINOIS

**Notes to the Financial Statements
April 30, 2011**

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>\$ 1,043,909</u> |

Interfund balances are advances in anticipation of receipts.

Interfund Transfers

Interfund transfers for the year consisted of the following:

| <u>Transfer In</u> | <u>Transfer Out</u> | <u>Amount</u> |
|-----------------------------|---------------------|----------------|
| Debt Service | Capital Improvement | \$ 81,315 |
| Capital Improvement | General | 55,000 |
| Libertyville Sports Complex | General | <u>456,000</u> |
| | | <u>592,315</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, 2011**

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 | \$ 510,000 | - | * 455,000 55,000 | - |
| 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 | 75,000 | - | 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 | 2,235,000 | - | * 2,185,000 50,000 | - |
| 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 | 1,380,000 | - | 320,000 | 1,060,000 |

*Refunded

VILLAGE OF LIBERTYVILLE, ILLINOIS

**Notes to the Financial Statements
April 30, 2011**

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 | \$ 1,620,000 | - | * 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 | 2,170,000 | - | 140,000 | 2,030,000 |
| 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 | 2,845,000 | - | 85,000 | 2,760,000 |
| 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 | 1,665,000 | - | 50,000 | 1,615,000 |

*Refunded

VILLAGE OF LIBERTYVILLE, ILLINOIS

Notes to the Financial Statements
April 30, 2011

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

LONG-TERM DEBT – Continued

General Obligation Bonds/Certificates – Continued

| Issue | Fund Debt Retired By | Beginning Balances | Issuances | Retirements | Ending Balances |
|--|-------------------------|-----------------------|-----------|-------------|--------------------|
| General Obligation Alternate Refunding Bonds of 2010A (\$11,570,000), due in annual installments of \$75,000 to \$1,550,000, including interest at 3.00% to 4.30% through December 15, 2030. | Sports Complex | \$ 11,570,000 | - | - | 11,570,000 |
| General Obligation Alternate Refunding Bonds of 2010B (\$3,245,000), due in annual installments of \$170,000 to \$320,000, including interest at 3.00% to 5.875% through December 15, 2027. | Sports Complex | 3,245,000 | - | - | 3,245,000 |
| General Obligation Alternate Refunding Bonds of 2010C (\$3,840,000), due in annual installments of \$40,000 to \$570,000, including interest at 2.00% to 2.75% through December 15, 2020. | Sports Complex | - | 3,840,000 | - | 3,840,000 |
| General Obligation Alternate Refunding Bonds of 2010D (\$470,000), due in annual installments of \$65,000 to \$70,000, including interest at 2.00% to 2.60% through December 15, 2017. | Debt Service | - | 470,000 | - | 470,000 |
| | | 27,315,000 | 4,310,000 | 5,035,000 | 26,590,000 |

VILLAGE OF LIBERTYVILLE, ILLINOIS

**Notes to the Financial Statements
April 30, 2011**

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 \$196,897, including interest at 3.015% through September 1, 2014. | Waterworks and Sewerage | \$ 822,785 | - | 173,388 | 649,397 |

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 | \$ 974,700 | 51,985 | 315,029 | 711,656 |
| 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 | 13,036 | - | 13,036 | - |

VILLAGE OF LIBERTYVILLE, ILLINOIS

Notes to the Financial Statements
April 30, 2011

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

LONG-TERM DEBT – Continued

Installment Contracts Payable – Continued

| Issue | Fund Debt Retired By | Beginning Balances | Issuances | Retirements | Ending Balances |
|---|-------------------------|-----------------------|-----------|-------------|--------------------|
| Technology Equipment installment contract dated December 1, 2007 due in quarterly installments of \$8,327, including interest at 4.54% through maturity at August 19, 2014. | Technology Equipment | \$ 134,862 | - | 27,645 | 107,217 |
| | | 1,122,598 | 51,985 | 355,710 | 818,873 |

Long-Term Liability Activity

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

| Type of Debt | Beginning Balances | Additions | Deductions | Ending Balances | Amounts Due within One Year |
|---|-----------------------|-----------|------------|--------------------|-----------------------------------|
| Governmental Activities | | | | | |
| Net Pension Obligation | \$ 32,022 | 50,009 | - | 82,031 | - |
| Compensated Absences | 1,929,212 | 93,314 | 46,657 | 1,975,869 | 395,174 |
| General Obligation Bonds | 2,250,000 | 470,000 | 635,000 | 2,085,000 | 220,000 |
| Installment Contracts | 1,109,562 | 51,985 | 342,674 | 818,873 | 294,808 |
| Net Other Post-Employment Benefit Obligation | 263,858 | 159,159 | - | 423,017 | - |
| | 5,584,654 | 824,467 | 1,024,331 | 5,384,790 | 909,982 |
| Business-Type Activities | | | | | |
| Compensated Absences | 346,363 | 62,035 | 124,070 | 284,328 | 56,866 |
| General Obligation Bonds | 25,065,000 | 3,840,000 | 4,400,000 | 24,505,000 | 615,000 |
| IEPA Loans Payable | 822,785 | - | 173,388 | 649,397 | 178,655 |
| Installment Contracts | 13,036 | - | 13,036 | - | - |
| | 26,247,184 | 3,902,035 | 4,710,494 | 25,438,725 | 850,521 |

VILLAGE OF LIBERTYVILLE, ILLINOIS

**Notes to the Financial Statements
April 30, 2011**

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. Internal service funds predominantly serve the governmental funds. Accordingly, long-term liabilities for them are included are part of the above totals for governmental activities. At year end, \$65,121 of internal service funds' compensated absences are included in the above amounts.

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 |
| 2012 | \$ 220,000 | 68,520 | 294,808 | 25,465 |
| 2013 | 225,000 | 61,918 | 306,167 | 14,547 |
| 2014 | 230,000 | 56,218 | 111,519 | 5,654 |
| 2015 | 240,000 | 49,968 | 41,264 | 2,410 |
| 2016 | 250,000 | 43,042 | 19,943 | 1,413 |
| 2017 | 255,000 | 34,992 | 14,701 | 991 |
| 2018 | 255,000 | 26,305 | 15,055 | 638 |
| 2019 | 205,000 | 17,015 | 15,416 | 277 |
| 2020 | 205,000 | 8,610 | - | - |
| Total | 2,085,000 | 366,588 | 818,873 | 51,395 |

VILLAGE OF LIBERTYVILLE, ILLINOIS

**Notes to the Financial Statements
April 30, 2011**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

LONG-TERM DEBT – Continued

Debt Service Requirements to Maturity – Continued

| Fiscal Year Ending April 30 | Business-Type Activities | | | |
|-----------------------------------|-----------------------------|-------------------|-----------------------|---------------|
| | General Obligation Bonds | | IEPA Loans Payable | |
| | Principal | Interest | Principal | Interest |
| 2012 | \$ 615,000 | 978,513 | 178,655 | 18,243 |
| 2013 | 665,000 | 941,105 | 184,081 | 12,816 |
| 2014 | 700,000 | 914,295 | 189,673 | 7,224 |
| 2015 | 1,160,000 | 891,446 | 96,988 | 1,462 |
| 2016 | 1,190,000 | 856,842 | - | - |
| 2017 | 1,225,000 | 818,672 | - | - |
| 2018 | 1,265,000 | 774,951 | - | - |
| 2019 | 1,315,000 | 732,078 | - | - |
| 2020 | 1,365,000 | 685,206 | - | - |
| 2021 | 1,415,000 | 635,194 | - | - |
| 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 | - | - |
| Total | 24,505,000 | 11,545,021 | 649,397 | 39,745 |

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, 2011**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

LONG-TERM DEBT – Continued

Legal Debt Margin – Continued

| | |
|---|---------------------------|
| Assessed Valuation - 2010 | <u>\$ 1,226,143,087</u> |
| Legal Debt Limit - 8.625% of Assessed Valuation | <u>105,754,841</u> |
| Amount of Debt Applicable to Debt Limit General Obligation Limited Tax Refunding Bonds of 2008 | <u>1,615,000</u> |
| Legal Debt Margin | <u><u>104,139,841</u></u> |

Bond Defeasances

On October 26 2010, the Village issued \$3,840,000 par value Refunding Alternate Bonds of 2010C and \$470,000 par value Refunding Alternate Bonds of 2010D. 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 \$714,074 and obtained an economic gain of approximately \$610,369.

VILLAGE OF LIBERTYVILLE, ILLINOIS

**Notes to the Financial Statements
April 30, 2011**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

NET ASSETS CLASSIFICATIONS

Investment in capital assets – net of related debt, was comprised of the following as of April 30, 2011:

Governmental Activities

| | | |
|--|-------------|--------------------|
| Capital Assets - Net of Accumulated Depreciation | | \$ 155,694,764 |
| Less Capital Related Debt: | | |
| General Obligation Bonds | (2,085,000) | |
| Installment Contracts | (818,873) | <u>(2,903,873)</u> |
| Investment in Capital Assets - Net of Related Debt | | <u>152,790,891</u> |

Business-Type Activities

| | | |
|--|--------------|---------------------|
| Capital Assets - Net of Accumulated Depreciation | | \$ 42,150,549 |
| Less Capital Related Debt: | | |
| General Obligation Bonds | (24,505,000) | |
| IEPA Loans | (649,397) | |
| Plus Unamortized Items | | |
| Unamortized Bond Discount | 6,561 | <u>(25,147,836)</u> |
| Investment in Capital Assets - Net of Related Debt | | <u>17,002,713</u> |

VILLAGE OF LIBERTYVILLE, ILLINOIS

Notes to the Financial Statements
April 30, 2011

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

FUND BALANCE CLASSIFICATIONS

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

| | General | Debt Service | Capital Improvement | Tax Increment Financing Construction | Nonmajor Commuter Parking | Total |
|---|------------|--------------|---------------------|--------------------------------------|---------------------------|-----------|
| Fund Balances | | | | | | |
| Nonspendable | \$ 956,359 | - | - | - | 10,877 | 967,236 |
| Restricted | | | | | | |
| Special Revenues | | | | | | |
| Emergency Telephone System 911 | 296,894 | - | - | - | - | 296,894 |
| Foreign Fire Insurance | 91,758 | - | - | - | - | 91,758 |
| Tim/Creek Special Service Area | 46,210 | - | - | - | - | 46,210 |
| Hotel/Motel Tax | 148,457 | - | - | - | - | 148,457 |
| Lucerne/Interlaken Special Service Area | 25,065 | - | - | - | - | 25,065 |
| Fire Fund | 33,846 | - | - | - | - | 33,846 |
| Debt Service | - | 544,170 | - | - | - | 544,170 |
| Committed | | | | | | |
| Commuter Parking Lot | - | - | - | - | 1,255,236 | 1,255,236 |
| Assigned | - | - | 2,145,345 | 778,696 | - | 2,924,041 |
| Unassigned | 3,213,604 | - | - | - | - | 3,213,604 |
| Total Fund Balances | 4,812,193 | 544,170 | 2,145,345 | 778,696 | 1,266,113 | 9,546,517 |

The Village implemented the provisions of GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions* for the fiscal year ended April 30, 2011. In the governmental funds financial statements, the Village first utilizes restricted resources to finance qualifying activities, then committed, assigned and unassigned fund balance.

Committed Fund Balance. The Village reports committed fund balance in Commuter Parking, a nonmajor fund. The Village’s Board has committed the funds for the operations of the Village’s commuter parking lot.

Assigned Fund Balance. The Village reports assigned fund balance in the Capital Improvement Fund and in the Tax Increment Financing Construction Fund, both major funds. The Village’s management has assigned the funds in the Capital Improvement Fund to future acquisition and improvement of Village property including infrastructure and general capital assets. Additionally, the Village’s management has assigned the funds in the Tax Increment Financing Construction Fund for a portion of the infrastructure costs for the tax increment service area. Both fund assignments are based on approved management expenditures as determined through the annual budget process.

VILLAGE OF LIBERTYVILLE, ILLINOIS

Notes to the Financial Statements

April 30, 2011

NOTE 4 – OTHER INFORMATION

RISK MANAGEMENT

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

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

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

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

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

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

VILLAGE OF LIBERTYVILLE, ILLINOIS

**Notes to the Financial Statements
April 30, 2011**

NOTE 4 – OTHER INFORMATION – Continued

CONTINGENT LIABILITIES

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

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

| Year Ending | Amount |
|----------------|-------------------|
| 2011 | \$ 1,602,556 |
| 2012 | 1,602,556 |
| 2013 | 1,602,556 |
| 2014 | 1,602,556 |
| 2015 | 1,602,556 |
| 2016-2029 | 22,435,784 |
| | <u>30,448,564</u> |

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

Litigation

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

Grants

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

VILLAGE OF LIBERTYVILLE, ILLINOIS

Notes to the Financial Statements

April 30, 2011

NOTE 4 – OTHER INFORMATION – Continued

JOINT VENTURE

Central Lake County Joint Action Water Agency (CLCJAWA)

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

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

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS

The Village contributes to three defined benefit pension plans, the Illinois Municipal Retirement Fund (IMRF), a defined benefit agent multiple-employer public employee retirement system; the Police Pension Plan which is a single-employer pension plan; and, the Firefighters' Pension Plan, which is also a single-employer pension plan. Separate reports are issued for the Police and Firefighters' Pension Plans and may be obtained by writing to the Village at 118 West Cook Avenue, Libertyville, IL 60048-1847. IMRF does issue a publicly available financial report that includes financial statements and required supplementary information for the plan as a whole, but not by individual employer. That report may be obtained 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.

VILLAGE OF LIBERTYVILLE, ILLINOIS

Notes to the Financial Statements
April 30, 2011

NOTE 4 – OTHER INFORMATION – Continued

Plan Descriptions, Provisions and Funding Policies

Illinois Municipal Retirement System

All employees (other than those covered by the Police and Firefighters' Pension plans) hired in positions that meet or exceed the prescribed annual hourly standard must be enrolled in IMRF as participating members. Participating members hired before January 1, 2011 who retire at or after age 60 with 8 years of service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1-2/3 percent of their final rate (average of the highest 48 consecutive months' earnings during the last 10 years) of earnings, for each year of credited service up to 15 years, and 2 percent for each year thereafter. For participating members hired on or after January 1, 2011 who retire at or after age 67 with 10 years of service are entitled to an annual retirement benefit, payable monthly for life in an amount equal to 1-2/3 percent of their final rate (average of the highest 96 consecutive months' earnings during the last 10 years) of earnings, for each year of credited service, with a maximum salary cap of \$106,800 at January 1, 2011. The maximum salary cap increases each year thereafter. The monthly pension of a member hired on or after January 1, 2011, shall be increased annually, following the later of the first anniversary date of retirement or the month following the attainment of age 62, by the lesser of 3% or ½ of the consumer price index. Employees with at least 10 years of credited service may retire at or after age 62 and receive a reduced benefit. IMRF also provides death and disability benefits. These benefit provisions and all other requirements are established by state statute. Employees participating in the plan are required to contribute 4.50 percent of their annual covered salary to IMRF. The employees' contribution rate is established by state statute. The Village is required to contribute the remaining amount necessary to fund the IMRF plan as specified by statute. The employer contribution rate for calendar year 2010 used by the employer was 10.53 percent of annual covered payroll. The employer annual required contribution rate for calendar year 2010 was 11.78 percent.

Police Pension Plan

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

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

| | |
|--|-----------|
| Retirees and Beneficiaries Currently Receiving Benefits and Terminated Employees Entitled to Benefits but not yet Receiving Them | 28 |
| Current Employees | |
| Vested | 29 |
| Nonvested | 9 |
| | <u>66</u> |

VILLAGE OF LIBERTYVILLE, ILLINOIS

Notes to the Financial Statements

April 30, 2011

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Plan Descriptions, Provisions and Funding Policies – Continued

Police Pension Plan – Continued

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

The Police Pension Plan provides retirement benefits as well as death and disability benefits. Covered employees hired before January 1, 2011, attaining the age of 50 or more with 20 or more years of creditable service are entitled to receive an annual retirement benefit of $\frac{1}{2}$ of the salary attached to the rank held on the last day of service, or for one year prior to the last day, whichever is greater. The pension shall be increased by 2.5% of such salary for each additional year of service over 20 years up to 30 years, to a maximum of 75% of such salary. Covered employees hired on or after January 1, 2011, attaining the age of 55 with at least 10 years creditable service are entitled to receive an annual retirement benefit of 2.5% of final average salary for each year of service, with a maximum salary cap of \$106,800 as of January 1, 2011. The maximum salary cap increases each year thereafter. The monthly benefit of a police officer hired before January 1, 2011, who retired with 20 or more years of service after January 1, 1977 shall be increased annually, following the first anniversary date of retirement and be paid upon reaching the age of at least 55 years, by 3% of the original pension and 3% compounded annually thereafter. The monthly pension of a police officer hired on or after January 1, 2011, shall be increased annually, following the later of the first anniversary date of retirement or the month following the attainment of age 60, but the lesser of 3% or $\frac{1}{2}$ of the consumer price index. Employees with at least 10 years but less than 20 years of creditable service may retire at or after age 60 and receive a reduced benefit.

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

VILLAGE OF LIBERTYVILLE, ILLINOIS

Notes to the Financial Statements

April 30, 2011

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 hired before January 1, 2011, attaining the age of 50 or more with 20 or more years of creditable service are entitled to receive an annual retirement benefit of ½ of the monthly salary attached to the rank held at the date of retirement. The pension shall be increased by 1/12 of 2.5% of such monthly salary for each additional month over 20 years of service through 30 years of service, to a maximum of 75% of such salary. Covered employees hired on or after January 1, 2011, attaining the age of 55 with at least 10 years of creditable service are entitled to receive an annual retirement benefit of 2.5% of final average salary for each year of service, with a maximum salary cap of \$106,800 as of January 1, 2011. The maximum salary cap increases each year thereafter. The monthly pension of a firefighter hired before January 1, 2011, who retired with 20 or more years of service after January 1, 1977 shall be increased annually, following the first anniversary date of retirement and be paid upon reaching the age of at least 55 years, by 3% of the original pension and 3% compounded annually thereafter. The monthly pension of a firefighter hired on or after January 1, 2011, shall be increased annually, following the later of the first anniversary date of retirement or the month following the attainment of age 60, by the lesser of 3% or ½ of the consumer price index. Employees with at least 10 years but less than 20 years of creditable service may retire at or after age 60 and receive a reduced benefit.

VILLAGE OF LIBERTYVILLE, ILLINOIS

Notes to the Financial Statements

April 30, 2011

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Plan Descriptions, Provisions and Funding Policies – Continued

Firefighters' Pension Plan – Continued

Covered employees, if any, are required to contribute 9.455% of their base salary to the Firefighters' Pension Plan. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without accumulated interest. The Village is required to contribute the remaining amounts necessary to finance the plan, including administrative costs, as actuarially determined by an enrolled actuary. By the year 2044 the Village's contributions must accumulate to the point where the past service cost for the Firefighters' Pension Plan is 90% funded.

Summary of Significant Accounting Policies and Plan Asset Matters

Basis of Accounting

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

Method Used to Value Investments

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

Significant Investments

At year-end, the Police Pension Plan has over 5 percent of net plan assets (other than U.S. Government guaranteed obligations) invested in American Beacon \$1,636,931, Fidelity Contrafund \$1,641,471, and Vanguard Institutional Index \$2,635,260 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 \$1,437,001, T Rowe Price Growth \$1,334,008, T Rowe MC \$915,850, Vanguard Total Stock \$961,749 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, 2011**

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 | \$ 744,005 | 1,235,640 | 981,061 | 2,960,706 |
| Interest on the NPO | 2,224 | (751) | 276 | 1,749 |
| Adjustment to the ARC | (1,590) | (17,439) | (16,806) | (35,835) |
| Annual Pension Cost | 744,639 | 1,217,450 | 964,531 | 2,926,620 |
| Actual Contribution | 692,258 | 1,233,142 | 980,817 | 2,906,217 |
| Increase to the NPO | 52,381 | (15,692) | (16,286) | 20,403 |
| NPO - Beginning of Year | 29,650 | (12,631) | 2,372 | 19,391 |
| NPO - End of Year | 82,031 | (28,323) | (13,914) | 39,794 |

VILLAGE OF LIBERTYVILLE, ILLINOIS

**Notes to the Financial Statements
April 30, 2011**

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Annual Pension Cost and Net Pension Obligation – Continued

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

| | Illinois Municipal Retirement | Police Pension | Firefighters' Pension |
|--------------------------------------|--|--|--|
| Contribution Rates | | | |
| Employer | 10.53% | 30.18% | 26.28% |
| Employee | 4.50% | 9.91% | 9.455% |
| Actuarial Valuation Date | 12/31/2010 | 4/30/2010 | 4/30/2010 |
| Actuarial Cost Method | Entry Age Normal | Entry Age Normal | Entry Age Normal |
| Amortization Method | Level %of Projected Payroll Open Basis | Level %of Projected Payroll Closed Basis | Level %of Projected Payroll Closed Basis |
| Remaining Amortization Period | 30 Years | 23 Years | 23 Years |
| Asset Valuation Method | 5-Year Smoothed Market | Market | Market |
| Actuarial Assumptions | | | |
| Investment Rate of Return | 7.50% Compounded Annually | 7.50% Compounded Annually | 7.50% Compounded Annually |
| Projected Salary Increases | .4 to 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, 2011**

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) | 2009 | \$ 685,380 | 831,842 | 606,821 |
| | 2010 | 709,469 | 926,280 | 679,483 |
| | 2011 | 744,639 | 1,217,450 | 964,531 |
| Actual Contributions | 2009 | 685,380 | 875,829 | 623,360 |
| | 2010 | 709,469 | 988,826 | 712,663 |
| | 2011 | 692,258 | 1,233,142 | 980,817 |
| Percentage of APC Contributed | 2009 | 100.00% | 105.29% | 102.73% |
| | 2010 | 100.00% | 106.75% | 104.88% |
| | 2011 | 92.97% | 101.29% | 101.69% |
| Net Pension Obligation (Asset) | 2009 | - | 5,928 | 19,016 |
| | 2010 | 29,650 | (12,631) | 2,372 |
| | 2011 | 82,031 | (28,323) | (13,914) |

VILLAGE OF LIBERTYVILLE, ILLINOIS

**Notes to the Financial Statements
April 30, 2011**

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 | 12/31/10 | 4/30/10 | 4/30/10 |
| Percent Funded | 80.22% | 57.90% | 65.00% |
| Actuarial Accrued Liability for Benefits | \$21,463,129 | \$33,558,833 | \$25,269,074 |
| Actuarial Value of Assets | \$17,218,638 | \$19,422,120 | \$16,428,151 |
| Over (Under) Funded Actuarial Accrued Liability (UAAL) | (\$4,244,491) | (\$14,136,713) | (\$8,840,923) |
| Covered Payroll (Annual Payroll of Active Employees Covered by the Plan) | \$6,511,768 | \$3,276,821 | \$2,711,700 |
| Ratio of UAAL to Covered Payroll | 65.18% | 431.42% | 326.03% |

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, 2011

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, 2011, retirees contributed \$218,372. Active employees do not contribute to the plan until retirement.

At April 30, 2011, membership consisted of:

| | |
|--|------------|
| Retirees and Beneficiaries Currently Receiving Benefits and Terminated Employees Entitled to Benefits but not yet Receiving Them | 30 |
| Active Employees | <u>153</u> |
| Total | <u>183</u> |
| Participating Employers | 1 |

The Village does not currently have a funding policy.

VILLAGE OF LIBERTYVILLE, ILLINOIS

**Notes to the Financial Statements
April 30, 2011**

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, 2011, was calculated as follows:

| | |
|------------------------------|-----------------------|
| Annual Required Contribution | \$ 196,236 |
| Interest on the NOPEBO | 13,193 |
| Adjustment to the ARC | <u>(6,596)</u> |
| Annual OPEB Cost | 202,833 |
| Actual Contribution | <u>43,674</u> |
| Increase in the NOPEBO | 159,159 |
| NOPEBO - Beginning of Year | <u>263,858</u> |
| NOPEBO - End of Year | <u><u>423,017</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:

| <u>Fiscal Year</u> | <u>Annual OPEB Cost</u> | <u>Actual Contributions</u> | <u>Percentage of Annual OPEB Cost Contributions</u> | <u>Net OPEB Obligation</u> |
|--------------------|-------------------------|-----------------------------|---|----------------------------|
| 2009 | 185,310 | 56,510 | 30.50 % | 128,800 |
| 2010 | 191,568 | 56,510 | 29.50 % | 263,858 |
| 2011 | 202,833 | 43,674 | 21.53 % | 423,017 |

VILLAGE OF LIBERTYVILLE, ILLINOIS

Notes to the Financial Statements April 30, 2011

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, the date of the last actuarial valuation, 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 an open basis. The remaining amortization period at April 30, 2011, was 30 years.

REQUIRED SUPPLEMENTARY INFORMATION

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

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

- Budgetary Comparison Schedule – General Fund

Notes to the Required Supplementary Information

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

VILLAGE OF LIBERTYVILLE, ILLINOIS

Illinois Municipal Retirement Fund

**Required Supplementary Information
Schedule of Funding Progress and Employer Contributions
April 30, 2011**

Funding Progress

| Actuarial Valuation Date Dec. 31 | (1) Actuarial Value of Plan Assets | (2) Actuarial Accrued Liability (AAL) - Entry Age | (3) Funded Ratio (1) ÷ (2) | (4) Unfunded (Overfunded) Actuarial Accrued Liability (2) - (1) | (5) Annual Covered Payroll | (6) Unfunded (Overfunded) Actuarial Accrued Liability as a Percentage of Covered Payroll (4) ÷ (5) |
|---|--|--|-------------------------------------|---|-------------------------------------|--|
| 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% |
| 2010 | 17,218,638 | 21,463,129 | 80.22% | 4,244,491 | 6,511,768 | 65.18% |

Employer Contributions

| Fiscal Year | Employer Contributions | Annual Required Contribution | Percent Contributed |
|----------------|---------------------------|------------------------------------|------------------------|
| 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% |
| 2011 | 692,258 | 744,005 | 93.04% |

VILLAGE OF LIBERTYVILLE, ILLINOIS

Police Pension Fund

Required Supplementary Information
 Schedule of Funding Progress and Employer Contributions
 April 30, 2011

Funding Progress

| Actuarial Valuation April 30 | (1) Actuarial Value of Plan Assets | (2) Actuarial Liability (AAL) - Entry Age | (3) Funded Ratio (1) ÷ (2) | (4) Unfunded (Overfunded) Actuarial Liability (2) - (1) | (5) Annual Covered Payroll | (6) Unfunded (Overfunded) Actuarial Liability as a Percentage of Covered Payroll (4) ÷ (5) |
|------------------------------|---------------------------------------|--|----------------------------------|---|-------------------------------|--|
| 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% |
| 2010 | 19,422,120 | 33,558,833 | 57.87% | 14,136,713 | 3,276,821 | 431.42% |

Employer Contributions

| Fiscal Year | Employer Contributions | Annual Required Contribution | Percent Contributed |
|-------------|------------------------|------------------------------|---------------------|
| 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% |
| 2011 | 1,233,142 | 1,235,640 | 99.80% |

VILLAGE OF LIBERTYVILLE, ILLINOIS

Firefighters' Pension Fund

Required Supplementary Information
 Schedule of Funding Progress and Employer Contributions
 April 30, 2011

Funding Progress

| 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) |
|------------------------------|---------------------------------------|--|-------------------------------|--|-------------------------------|---|
| 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% |
| 2010 | 16,428,151 | 25,269,074 | 65.01% | 8,840,923 | 2,711,700 | 326.03% |

Employer Contributions

| Fiscal Year | Employer Contributions | Annual Required Contribution | Percent Contributed |
|-------------|------------------------|------------------------------|---------------------|
| 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% |
| 2011 | 980,817 | 981,061 | 99.98% |

VILLAGE OF LIBERTYVILLE, ILLINOIS

Other Post-Employment Benefit Plan

**Required Supplementary Information
Schedule of Funding Progress and Employer Contributions
April 30, 2011**

Funding Progress

| Actuarial Valuation Date | (1) Actuarial Value of Plan Assets | (2) Actuarial Liability (AAL) - Entry Age | (3) Funded Ratio (1) ÷ (2) | (4) Unfunded (Overfunded) Actuarial Liability (2) - (1) | (5) Annual Covered Payroll | (6) Unfunded (Overfunded) Actuarial Liability as a Percentage of Covered Payroll (4) ÷ (5) |
|--------------------------|---------------------------------------|--|----------------------------------|---|-------------------------------|--|
| April 30 | | | | | | |
| 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 | 14,492,743 | 17.45% |
| 2010 | N/A | N/A | N/A | N/A | N/A | N/A |
| 2011 | N/A | N/A | N/A | N/A | N/A | N/A |

Employer Contributions

| Fiscal Year | Employer Contributions | Annual Required Contribution | Percent Contributed |
|-------------|------------------------|------------------------------|---------------------|
| 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% |
| 2011 | 43,674 | 196,236 | 22.26% |

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

VILLAGE OF LIBERTYVILLE, ILLINOIS

General Fund

**Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual
Year Ended April 30, 2011**

| | Budget | | Actual |
|--|-------------------|-------------------|-------------------|
| | Original | Final | |
| Revenues | | | |
| Taxes | \$ 7,893,740 | 7,893,740 | 8,392,243 |
| Licenses and Permits | 854,000 | 854,000 | 860,846 |
| Intergovernmental | 7,325,000 | 7,325,000 | 7,908,134 |
| Charges for Services | 6,414,000 | 6,414,000 | 6,327,328 |
| Fines and Forfeits | 1,137,500 | 1,137,500 | 426,114 |
| Interest | 20,000 | 20,000 | 5,765 |
| Miscellaneous | 183,100 | 183,100 | 483,088 |
| Total Revenues | <u>23,827,340</u> | <u>23,827,340</u> | <u>24,403,518</u> |
| Expenditures | | | |
| General Government | 2,119,485 | 2,313,085 | 2,155,051 |
| Community Development | 1,281,055 | 1,281,055 | 1,241,044 |
| Public Safety | 14,146,170 | 14,189,525 | 13,723,552 |
| Public Works | 2,056,470 | 2,118,975 | 2,046,389 |
| Parks and Recreation | 2,585,345 | 2,687,885 | 2,595,318 |
| Total Expenditures | <u>22,188,525</u> | <u>22,590,525</u> | <u>21,761,354</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | 1,638,815 | 1,236,815 | 2,642,164 |
| Other Financing (Uses) | | | |
| Transfers Out | <u>(405,000)</u> | <u>(511,000)</u> | <u>(511,000)</u> |
| Net Change in Fund Balance | <u>1,233,815</u> | <u>725,815</u> | 2,131,164 |
| Fund Balance - Beginning | | | <u>2,681,029</u> |
| Fund Balance - Ending | | | <u>4,812,193</u> |

OTHER SUPPLEMENTARY INFORMATION

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

Such statements and schedules include:

- Budgetary Comparison Schedules – Major Governmental Funds
General, Debt Service, Capital Improvement and
Tax Increment Financing Construction Funds
- Budgetary Comparison Schedules – Nonmajor Governmental Fund
- Budgetary Comparison Schedules – Enterprise Funds
- Combining Statements – Internal Service Funds
- Budgetary Comparison Schedules – Internal Service Funds
- Combining Statements – Pension Trust Funds
- Budgetary Comparison Schedules – Pension Trust Funds

COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS AND SCHEDULES

GENERAL FUND

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

SPECIAL REVENUE FUND

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

Commuter Parking System Fund

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

DEBT SERVICE FUND

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

CAPITAL PROJECTS FUND

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

Capital Improvement Fund

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

Tax Increment Financing Construction

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

COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS AND SCHEDULES

ENTERPRISE FUNDS

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

Waterworks and Sewerage Fund

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

Libertyville Sports Complex Fund

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

INTERNAL SERVICE FUNDS

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

Vehicle Maintenance and Replacement Service Fund

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

Technology Equipment and Replacement Service Fund

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

COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS AND SCHEDULES

TRUST AND AGENCY FUNDS

PENSION TRUST FUNDS

Police Pension Fund

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

Firefighters' Pension Fund

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

VILLAGE OF LIBERTYVILLE, ILLINOIS

General Fund

Schedule of Revenues - Budget and Actual
Year Ended April 30, 2011

| | Budget | | Actual |
|---|------------------|------------------|------------------|
| | Original | Final | |
| Taxes | | | |
| Property Taxes | | | |
| General Corporate | \$ 785,000 | 785,000 | 782,335 |
| Fire Protection | 700,000 | 700,000 | 693,205 |
| Parks | 324,000 | 324,000 | 327,637 |
| Recreation | 324,000 | 324,000 | 327,637 |
| Highway and Bridges - Village | 490,000 | 490,000 | 479,362 |
| Highway and Bridges - Township | 260,000 | 260,000 | 267,172 |
| Municipal Retirement | 350,000 | 350,000 | 352,925 |
| Police Pension | 1,235,640 | 1,235,640 | 1,223,142 |
| Fire Pension | 981,060 | 981,060 | 970,817 |
| Special Recreation | 140,000 | 140,000 | 151,175 |
| Concord/Interlaken Special Service Area | 22,230 | 22,230 | 22,230 |
| Timber Creek Special Service Area | 21,810 | 21,810 | 21,898 |
| Electric Utility Tax | 1,100,000 | 1,100,000 | 1,608,830 |
| Gas Utility Tax | 800,000 | 800,000 | 702,549 |
| Leased Car Tax | 69,000 | 69,000 | 67,753 |
| Hotel/Motel Tax | 165,000 | 165,000 | 231,977 |
| Foreign Fire Insurance Tax | 38,000 | 38,000 | 49,129 |
| Personal Property Replacement Tax | | | |
| General | 68,000 | 68,000 | 92,470 |
| Police | 10,000 | 10,000 | 10,000 |
| Fire | 10,000 | 10,000 | 10,000 |
| | <u>7,893,740</u> | <u>7,893,740</u> | <u>8,392,243</u> |
| Licenses and Permits | | | |
| Building Plan Review Fees | 50,000 | 50,000 | 53,111 |
| Building Permits | 650,000 | 650,000 | 554,671 |
| Zoning Fees | 25,000 | 25,000 | 74,078 |
| Fire Bureau - Permits/Fees | 40,000 | 40,000 | 79,871 |
| Liquor Licenses | 70,000 | 70,000 | 80,275 |
| Other Licenses | 19,000 | 19,000 | 18,840 |
| | <u>854,000</u> | <u>854,000</u> | <u>860,846</u> |

VILLAGE OF LIBERTYVILLE, ILLINOIS

General Fund

Schedule of Revenues - Budget and Actual - Continued
Year Ended April 30, 2011

| | Budget | | Actual |
|--|------------------|------------------|------------------|
| | Original | Final | |
| Intergovernmental | | | |
| Sales Tax | \$ 5,500,000 | 5,500,000 | 5,800,188 |
| Income Tax | 1,467,000 | 1,467,000 | 1,664,499 |
| Use Tax | 250,000 | 250,000 | 284,147 |
| Street/Signal Maintenance Fees | 72,000 | 72,000 | 39,646 |
| Grants | 36,000 | 36,000 | 119,654 |
| | <u>7,325,000</u> | <u>7,325,000</u> | <u>7,908,134</u> |
| Charges for Services | | | |
| Libertyville Fire Protection | 2,373,000 | 2,373,000 | 2,386,048 |
| Ambulance Fees | 500,000 | 500,000 | 471,578 |
| Golf Rentals | 1,500 | 1,500 | 1,272 |
| Recreation Fees | 710,000 | 710,000 | 761,948 |
| Green Fees | 59,000 | 59,000 | 43,801 |
| Swimming Fees | 235,000 | 235,000 | 173,507 |
| Swimming Programs | 135,000 | 135,000 | 115,935 |
| Senior Meals Fees | 24,000 | 24,000 | 19,638 |
| Recycling/Refuse Fees | 75,000 | 75,000 | 98,533 |
| Parking Fees | 6,000 | 6,000 | 5,475 |
| Engineering | 40,000 | 40,000 | 63,098 |
| Alarm Fees | 260,000 | 260,000 | 157,982 |
| Elevator Inspection Fees | 28,000 | 28,000 | 37,712 |
| Fire Services | 25,000 | 25,000 | 11,398 |
| Legal Fee Reimbursement | 10,000 | 10,000 | 20,977 |
| Birth/Death Certificates | 180,000 | 180,000 | 194,736 |
| Cable Franchise Fee | 300,000 | 300,000 | 338,977 |
| Telecom Infrastructure Maintenance Fee | 1,020,000 | 1,020,000 | 998,300 |
| Police Services | 83,000 | 83,000 | 84,982 |
| Damage to Village Property | 1,000 | 1,000 | 1,139 |
| Senior Center Sponsorship | 5,000 | 5,000 | 3,725 |
| Concessions - Pools | 28,000 | 28,000 | 26,213 |
| Pro Shop Merchandise | 500 | 500 | 290 |
| Telephone Surcharge - 911 | 160,000 | 160,000 | 151,170 |
| Wireless Surcharge - 911 | 155,000 | 155,000 | 158,894 |
| | <u>6,414,000</u> | <u>6,414,000</u> | <u>6,327,328</u> |

VILLAGE OF LIBERTYVILLE, ILLINOIS

General Fund

Schedule of Revenues - Budget and Actual - Continued Year Ended April 30, 2011

| | Budget | | Actual |
|-------------------------------|-------------------|-------------------|-------------------|
| | Original | Final | |
| Fines and Forfeits | | | |
| Local Fines | \$ 139,000 | 139,000 | 120,152 |
| Circuit Court Fines | 145,000 | 145,000 | 159,505 |
| DUI Fines - Senate Bill 740 | 3,000 | 3,000 | 4,307 |
| Automated Traffic Enforcement | 850,500 | 850,500 | 142,150 |
| | <u>1,137,500</u> | <u>1,137,500</u> | <u>426,114</u> |
| Interest | | | |
| Investment Income | <u>20,000</u> | <u>20,000</u> | <u>5,765</u> |
| Miscellaneous | | | |
| Park Rentals | 10,000 | 10,000 | 9,441 |
| Scholarship/Donations | 15,500 | 15,500 | 30,795 |
| LCCF Contribution | 13,000 | 13,000 | 11,271 |
| Soda Machine Revenue | 2,500 | 2,500 | 1,147 |
| Drug Forfeiture | - | - | 2,350 |
| Cash Over | - | - | 372 |
| TIF Surplus Rebate | 105,000 | 105,000 | 124,644 |
| Insurance Surplus | - | - | 265,988 |
| Goosedrop Festival | 2,100 | 2,100 | - |
| Miscellaneous | 35,000 | 35,000 | 37,080 |
| | <u>183,100</u> | <u>183,100</u> | <u>483,088</u> |
| Total Revenues | <u>23,827,340</u> | <u>23,827,340</u> | <u>24,403,518</u> |

VILLAGE OF LIBERTYVILLE, ILLINOIS

General Fund

Schedule of Expenditures - Budget and Actual
Year Ended April 30, 2011

| | Budget | | Actual |
|--------------------------------------|-------------------|-------------------|-------------------|
| | Original | Final | |
| General Government | | | |
| Legislative | \$ 91,820 | 91,820 | 86,453 |
| Administration and Finance | 1,145,680 | 1,145,680 | 1,094,177 |
| Legal | 332,500 | 453,500 | 441,133 |
| Public Buildings | 98,060 | 98,510 | 90,798 |
| Community Organization/Activities | 196,200 | 196,200 | 188,345 |
| Senior Programs | 62,000 | 62,000 | 51,978 |
| Central Business District Parking | 16,625 | 35,725 | 34,995 |
| Hotel/Motel Tax | 176,600 | 229,650 | 167,172 |
| | <u>2,119,485</u> | <u>2,313,085</u> | <u>2,155,051</u> |
| Community Development | | | |
| Planning | 454,175 | 454,175 | 449,430 |
| Building Services | 679,505 | 679,505 | 670,828 |
| Economic Development | 147,375 | 147,375 | 120,786 |
| | <u>1,281,055</u> | <u>1,281,055</u> | <u>1,241,044</u> |
| Public Safety | | | |
| Police Department | | | |
| Administration/Communication/Records | 2,294,410 | 2,204,610 | 1,867,362 |
| Patrol Services | 4,484,105 | 4,523,705 | 4,466,123 |
| Investigation | 525,625 | 612,825 | 610,617 |
| Community Service | 161,450 | 124,450 | 111,790 |
| | <u>7,465,590</u> | <u>7,465,590</u> | <u>7,055,892</u> |
| Fire Services Department | | | |
| Administration | 194,020 | 196,070 | 190,811 |
| Fire Prevention | 216,400 | 220,150 | 215,002 |
| Emergency Services | 5,328,275 | 5,390,775 | 5,383,806 |
| Support Services | 547,825 | 542,025 | 534,177 |
| Fire Fund | 7,000 | 8,100 | 8,614 |
| Foreign Fire Insurance | 75,000 | 35,000 | 10,982 |
| | <u>6,368,520</u> | <u>6,392,120</u> | <u>6,343,392</u> |
| Emergency Management Agency | <u>5,100</u> | <u>9,755</u> | <u>7,952</u> |
| Emergency Telephone System (911) | <u>306,960</u> | <u>322,060</u> | <u>316,316</u> |
| Total Public Safety | <u>14,146,170</u> | <u>14,189,525</u> | <u>13,723,552</u> |

VILLAGE OF LIBERTYVILLE, ILLINOIS

General Fund

Schedule of Expenditures - Budget and Actual - Continued
Year Ended April 30, 2011

| | Budget | | Actual |
|---|-------------------|-------------------|-------------------|
| | Original | Final | |
| Public Works | | | |
| Engineering | \$ 252,805 | 273,730 | 253,926 |
| Highways and Bridges | 1,360,935 | 1,365,065 | 1,326,171 |
| Snow Removal and Ice Control | 271,670 | 313,795 | 310,875 |
| Concord/Interlaken Special Service Area | 28,900 | 31,225 | 30,774 |
| Timber Creek Special Service Area | 21,100 | 21,100 | 13,996 |
| Refuse and Recycling | 121,060 | 114,060 | 110,647 |
| | <u>2,056,470</u> | <u>2,118,975</u> | <u>2,046,389</u> |
| Parks and Recreation | | | |
| Parks | 1,250,800 | 1,270,865 | 1,245,035 |
| Recreation | 856,755 | 939,230 | 903,470 |
| Libertyville Golf Course | 130,680 | 130,680 | 127,072 |
| Swimming Pool | 347,110 | 347,110 | 319,741 |
| | <u>2,585,345</u> | <u>2,687,885</u> | <u>2,595,318</u> |
| Total Expenditures | <u>22,188,525</u> | <u>22,590,525</u> | <u>21,761,354</u> |

VILLAGE OF LIBERTYVILLE, ILLINOIS

General Fund

**Schedule of Detailed Expenditures - Budget and Actual
Year Ended April 30, 2011**

| | Budget | | Actual |
|--|---------------|---------------|---------------|
| | Original | Final | |
| General Government | | | |
| Legislative | | | |
| Salaries | \$ 45,600 | 45,600 | 45,600 |
| Employer Contribution - FICA & Medicare | 4,020 | 4,020 | 3,584 |
| Travel, Training, Subscriptions and Dues | 20,000 | 17,000 | 15,247 |
| Technical Services | 3,500 | 3,500 | 2,989 |
| Appearance Review Committee | 1,325 | 1,325 | 1,250 |
| Board of Police and Fire Commissions | 6,275 | 15,275 | 15,200 |
| Economic Development Commission | 100 | 100 | - |
| Keep Libertyville Beautiful | 500 | 1,500 | 1,474 |
| Plan Commission/Zoning Board of Appeals | 6,000 | - | - |
| Business Appreciation Breakfast | 1,000 | 1,000 | 131 |
| Miscellaneous | 3,500 | 2,500 | 978 |
| | <u>91,820</u> | <u>91,820</u> | <u>86,453</u> |
| Administration and Finance | | | |
| Salaries | 556,405 | 556,405 | 556,460 |
| Employer Contribution - IMRF | 61,205 | 61,205 | 61,182 |
| Employer Contribution - FICA & Medicare | 38,455 | 38,455 | 36,519 |
| Telephone | 16,000 | 16,000 | 10,178 |
| Maintenance - Copy Machines | 6,000 | 6,750 | 6,747 |
| Maintenance - Motor Vehicles | 2,200 | 2,200 | 2,200 |
| Maintenance - Other Equipment | 250 | 700 | 683 |
| Vital Records | 46,675 | 46,675 | 45,324 |
| Insurance | 126,430 | 133,430 | 133,067 |
| Intergovernmental Risk Management Agency | 184,365 | 177,365 | 152,227 |
| Postage | 5,000 | 10,300 | 10,282 |
| Office Supplies | 10,000 | 10,300 | 10,295 |
| Audit Services | 20,970 | 20,970 | 20,435 |
| Travel, Training, Subscriptions and Dues | 6,200 | 6,900 | 6,867 |
| Technical Services | 7,000 | 7,000 | 3,800 |
| Credit Card/Bank Fees | 17,000 | 17,000 | 9,695 |
| Publication | 20,100 | 13,800 | 13,341 |
| Printing | 7,800 | 6,390 | 2,352 |
| Section 125 Administration Fees | 7,020 | 7,020 | 6,604 |

VILLAGE OF LIBERTYVILLE, ILLINOIS

General Fund

Schedule of Detailed Expenditures - Budget and Actual - Continued
Year Ended April 30, 2011

| | Budget | | Actual |
|--|------------------|------------------|------------------|
| | Original | Final | |
| General Government - Continued | | | |
| Administration and Finance - Continued | | | |
| Employee Programs | \$ 850 | 850 | 364 |
| Cash Under | - | 210 | 202 |
| Vehicle Replacement Fees | 4,755 | 4,755 | 4,755 |
| Miscellaneous | 1,000 | 1,000 | 598 |
| | <u>1,145,680</u> | <u>1,145,680</u> | <u>1,094,177</u> |
| Legal | | | |
| Village Attorney | 175,000 | 203,000 | 202,333 |
| Village Prosecutor | 40,000 | 40,000 | 35,688 |
| Labor Counsel | 25,000 | 42,000 | 44,416 |
| Litigation | 80,000 | 156,000 | 155,593 |
| Administrative Adjudicator | 11,500 | 11,500 | 3,103 |
| Miscellaneous | 1,000 | 1,000 | - |
| | <u>332,500</u> | <u>453,500</u> | <u>441,133</u> |
| Public Buildings | | | |
| North Shore Gas | 2,000 | 2,250 | 2,228 |
| Maintenance - Village Hall | 14,650 | 14,650 | 10,381 |
| Maintenance - Schertz Building | 33,800 | 33,800 | 32,917 |
| Maintenance - Motor Vehicle | 850 | 850 | 850 |
| Insurance | 1,200 | 2,650 | 2,608 |
| Intergovernmental Risk Management Agency | 10,395 | 10,145 | 8,850 |
| Uniforms | 250 | 250 | 76 |
| Civic Center | 9,200 | 17,200 | 16,912 |
| Unemployment Benefits | 20,000 | 14,500 | 13,806 |
| Vehicle Replacement Costs | 1,715 | 1,715 | 1,715 |
| Miscellaneous | 4,000 | 500 | 455 |
| | <u>98,060</u> | <u>98,510</u> | <u>90,798</u> |

VILLAGE OF LIBERTYVILLE, ILLINOIS

General Fund

Schedule of Detailed Expenditures - Budget and Actual - Continued
Year Ended April 30, 2011

| | Budget | | Actual |
|--|----------------|----------------|----------------|
| | Original | Final | |
| General Government - Continued | | | |
| Community Organization/Activities | | | |
| Dial-A-Ride | \$ 15,000 | 15,000 | 13,926 |
| Northern Illinois Special Recreation Assn. | 141,000 | 141,000 | 134,219 |
| Special Events | 15,000 | 15,000 | 15,000 |
| Mosquito Control | 25,200 | 25,200 | 25,200 |
| | <u>196,200</u> | <u>196,200</u> | <u>188,345</u> |
| Senior Programs | | | |
| Salaries | 28,480 | 28,480 | 22,189 |
| Employer Contribution - IMRF | 3,130 | 3,130 | 1,475 |
| Employer Contribution - FICA & Medicare | 2,180 | 2,180 | 1,697 |
| Materials and Supplies | 4,000 | 5,400 | 5,369 |
| Meal Supplies | 1,000 | 1,550 | 1,529 |
| Utilities | 240 | 240 | 216 |
| Contractual Services | 16,670 | 16,220 | 14,798 |
| Senior Trips | 6,300 | 4,400 | 4,355 |
| Special Events | - | 400 | 350 |
| | <u>62,000</u> | <u>62,000</u> | <u>51,978</u> |
| Central Business District Parking | | | |
| Technical Services | 500 | 500 | - |
| Telephone | 1,900 | 1,900 | 1,797 |
| Materials and Supplies | 3,000 | 3,300 | 3,272 |
| Maintenance - Building | 1,000 | 18,000 | 17,922 |
| Maintenance - Parking Lots | 10,225 | 12,025 | 12,004 |
| | <u>16,625</u> | <u>35,725</u> | <u>34,995</u> |
| Hotel/Motel Tax | | | |
| Libertyville Days | 24,000 | 24,000 | 22,936 |
| Downtown Beautification | 18,000 | 71,000 | 70,729 |
| Cook House | 15,000 | 15,000 | 9,049 |
| Goosedrop Festival | 2,100 | 2,100 | - |
| Mainstreet Libertyville | 5,000 | 5,000 | 5,000 |
| Village Band | 3,000 | 3,050 | 3,032 |
| Tourism Promotions | 15,000 | 15,000 | 4,542 |

VILLAGE OF LIBERTYVILLE, ILLINOIS

General Fund

Schedule of Detailed Expenditures - Budget and Actual - Continued
Year Ended April 30, 2011

| | 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 | 13,940 |
| Sports Complex Marketing | 60,000 | 60,000 | 24,677 |
| Adler Cultural Center | 10,000 | 10,000 | 3,267 |
| | <u>176,600</u> | <u>229,650</u> | <u>167,172</u> |
| Total General Government | <u>2,119,485</u> | <u>2,313,085</u> | <u>2,155,051</u> |
| Community Development | | | |
| Planning | | | |
| Salaries | 311,690 | 314,690 | 314,259 |
| Employer Contribution - IMRF | 34,505 | 34,605 | 34,594 |
| Employer Contribution - FICA & Medicare | 22,600 | 22,600 | 22,384 |
| Materials and Supplies | 3,500 | 3,500 | 2,497 |
| Telephone | 4,000 | 2,400 | 2,202 |
| Maintenance - Motor Vehicle | 450 | 450 | 450 |
| Insurance | 56,975 | 56,975 | 56,011 |
| Intergovernmental Risk Management Agency | 8,305 | 7,305 | 7,071 |
| Postage | 1,300 | 1,300 | 748 |
| Travel, Training, Subscriptions and Dues | 5,500 | 5,500 | 4,445 |
| Printing and Photoprocessing | 5,000 | 4,500 | 4,469 |
| Miscellaneous | 350 | 350 | 300 |
| | <u>454,175</u> | <u>454,175</u> | <u>449,430</u> |
| Building Services | | | |
| Salaries | 423,620 | 427,620 | 427,018 |
| Employer Contribution - IMRF | 46,595 | 47,595 | 47,552 |
| Employer Contribution - FICA & Medicare | 32,400 | 31,400 | 31,367 |

VILLAGE OF LIBERTYVILLE, ILLINOIS

General Fund

Schedule of Detailed Expenditures - Budget and Actual - Continued
Year Ended April 30, 2011

| | Budget | | Actual |
|--|------------------|------------------|------------------|
| | Original | Final | |
| Community Development - Continued | | | |
| Building Services - Continued | | | |
| Materials and Supplies | \$ 2,200 | 3,300 | 3,276 |
| Telephone | 4,000 | 4,000 | 2,202 |
| Maintenance - Motor Vehicle | 7,900 | 7,900 | 7,900 |
| Maintenance - Other Equipment | 2,100 | 2,100 | 2,069 |
| Insurance | 83,730 | 83,730 | 82,497 |
| Intergovernmental Risk Management Agency | 21,760 | 18,760 | 17,677 |
| Office Supplies | 3,200 | 3,200 | 2,589 |
| Travel, Training, Subscriptions and Dues | 4,000 | 4,000 | 3,265 |
| Technical Services | 24,000 | 24,700 | 24,670 |
| Reimbursable Expenses | 600 | 3,700 | 3,680 |
| Printing and Publication | 3,000 | 1,000 | 989 |
| Unemployment Benefits | 20,000 | 16,100 | 13,927 |
| Miscellaneous | 400 | 400 | 150 |
| | <u>679,505</u> | <u>679,505</u> | <u>670,828</u> |
| Economic Development | | | |
| Salaries | 80,905 | 80,905 | 75,141 |
| Employer Contribution - IMRF | 8,900 | 8,900 | 8,295 |
| Employer Contribution - FICA & Medicare | 6,190 | 6,190 | 5,415 |
| Materials and Supplies | 1,000 | 1,000 | 160 |
| Insurance | 18,950 | 18,950 | 18,614 |
| Intergovernmental Risk Management Agency | 2,080 | 2,080 | 1,771 |
| Postage | 750 | 750 | 493 |
| Travel, Training, Subscriptions and Dues | 6,600 | 6,600 | 5,227 |
| Technical Services | 1,500 | 1,500 | 1,025 |
| Economic Development Incentives | 15,000 | 15,000 | 1,550 |
| Promotion and Activities | 4,000 | 4,000 | 3,095 |
| Printing and Publication | 1,500 | 1,500 | - |
| | <u>147,375</u> | <u>147,375</u> | <u>120,786</u> |
| Total Community Development | <u>1,281,055</u> | <u>1,281,055</u> | <u>1,241,044</u> |

VILLAGE OF LIBERTYVILLE, ILLINOIS

General Fund

Schedule of Detailed Expenditures - Budget and Actual - Continued
Year Ended April 30, 2011

| | Budget | | Actual |
|--|------------------|------------------|------------------|
| | Original | Final | |
| Public Safety | | | |
| Police Department | | | |
| Administration/Communication/Records | | | |
| Salaries - Uniformed | \$ 324,620 | 242,620 | 242,495 |
| Salaries - Civilian | 127,495 | 127,495 | 125,039 |
| Salaries - Dispatchers | 300,460 | 302,460 | 301,663 |
| Employer Contribution - IMRF | 47,075 | 47,075 | 45,611 |
| Employer Contribution - FICA & Medicare | 35,510 | 35,510 | 32,781 |
| Contractual Services | 449,165 | 432,715 | 117,849 |
| Materials and Supplies | 4,600 | 4,600 | 826 |
| Telephone | 17,000 | 17,000 | 12,551 |
| Maintenance - Motor Vehicles Fees | 5,600 | 5,600 | 5,600 |
| Maintenance - Other Equipment | 2,000 | 2,000 | 254 |
| Insurance | 744,350 | 766,350 | 766,043 |
| Intergovernmental Risk Management Agency | 206,045 | 182,045 | 181,159 |
| Postage | 2,500 | 2,500 | 2,379 |
| Office Supplies | 9,000 | 9,400 | 9,377 |
| Travel, Training, Subscriptions and Dues | 5,000 | 5,000 | 3,816 |
| Medical Services | 200 | 1,750 | 1,741 |
| Photocopying | 5,650 | 6,350 | 6,266 |
| Printing and Publications | 4,340 | 8,340 | 6,235 |
| Uniforms | 2,800 | 4,800 | 4,781 |
| Miscellaneous | 1,000 | 1,000 | 896 |
| | <u>2,294,410</u> | <u>2,204,610</u> | <u>1,867,362</u> |
| Patrol Services | | | |
| Salaries - Uniformed | 2,892,970 | 2,892,970 | 2,857,201 |
| Sick Leave Buyback | - | 32,000 | 31,623 |
| Employer Contribution - FICA & Medicare | 35,300 | 35,300 | 34,494 |
| Contractual Services | 1,000 | 3,800 | 3,797 |
| Materials and Supplies | 23,000 | 23,000 | 14,428 |
| Maintenance - Motor Vehicles Fees | 90,800 | 90,800 | 90,800 |
| Maintenance - Other Equipment | 6,500 | 6,500 | 3,762 |
| Squad Equipment Changeover | 20,000 | 20,000 | 18,723 |
| DUI Equipment | - | 16,800 | 16,765 |

VILLAGE OF LIBERTYVILLE, ILLINOIS

General Fund

Schedule of Detailed Expenditures - Budget and Actual - Continued
Year Ended April 30, 2011

| | Budget | | Actual |
|--|------------------|------------------|------------------|
| | Original | Final | |
| Public Safety - Continued | | | |
| Police Department - Continued | | | |
| Patrol Services - Continued | | | |
| Travel, Training, Subscriptions and Dues | \$ 10,000 | 10,000 | 6,153 |
| Equipment Rental and User Fees | 5,205 | 5,205 | 4,655 |
| Uniforms | 30,000 | 18,000 | 16,990 |
| Northern Illinois Crime Lab | 18,520 | 18,520 | 18,520 |
| Police Pension | 1,235,640 | 1,235,640 | 1,233,142 |
| Vehicle Replacement Fees | 115,070 | 115,070 | 115,070 |
| Miscellaneous | 100 | 100 | - |
| | <u>4,484,105</u> | <u>4,523,705</u> | <u>4,466,123</u> |
| Investigations | | | |
| Salaries - Uniformed | 485,380 | 569,380 | 568,755 |
| Employer Contribution - FICA & Medicare | 7,035 | 8,185 | 8,147 |
| Contractual Services | 1,735 | 2,785 | 2,780 |
| Materials and Supplies | 1,000 | 1,000 | 625 |
| Maintenance - Motor Vehicles Fees | 11,900 | 11,900 | 11,900 |
| Travel, Training, Subscriptions and Dues | 1,000 | 1,000 | 333 |
| Uniforms | 6,000 | 7,000 | 6,956 |
| Northern Illinois Crime Lab | 10,825 | 10,825 | 10,822 |
| Drug Forfeiture Expense | 250 | 250 | - |
| Miscellaneous | 500 | 500 | 299 |
| | <u>525,625</u> | <u>612,825</u> | <u>610,617</u> |
| Community Services | | | |
| Salaries - Civilian | 121,275 | 84,275 | 82,326 |
| Employer Contribution - IMRF | 9,300 | 9,300 | 2,855 |
| Employer Contribution - FICA & Medicare | 9,275 | 9,275 | 6,185 |
| Materials and Supplies | 250 | 250 | 226 |
| Maintenance - Motor Vehicles Fees | 18,300 | 18,300 | 18,300 |
| Travel, Training, Subscriptions and Dues | 250 | 250 | 25 |

VILLAGE OF LIBERTYVILLE, ILLINOIS

General Fund

**Schedule of Detailed Expenditures - Budget and Actual - Continued
Year Ended April 30, 2011**

| | Budget | | Actual |
|--|------------------|------------------|------------------|
| | Original | Final | |
| Public Safety - Continued | | | |
| Police Department - Continued | | | |
| Community Services - Continued | | | |
| Animal Care | \$ 1,000 | 1,000 | 390 |
| Uniforms | 1,800 | 1,800 | 1,483 |
| | <u>161,450</u> | <u>124,450</u> | <u>111,790</u> |
| Total Police Department | <u>7,465,590</u> | <u>7,465,590</u> | <u>7,055,892</u> |
| Fire Department | | | |
| Administration | | | |
| Salaries - Uniformed | 119,580 | 119,580 | 117,059 |
| Salaries - Civilian | 36,855 | 36,855 | 36,565 |
| Employer Contribution - IMRF | 4,055 | 4,080 | 4,079 |
| Employer Contribution - FICA & Medicare | 4,550 | 4,525 | 4,159 |
| Telephone | 19,000 | 21,050 | 21,032 |
| Postage | 2,200 | 2,200 | 1,601 |
| Office Supplies | 2,200 | 2,200 | 2,067 |
| Travel, Training, Subscriptions and Dues | 630 | 630 | 95 |
| Photocopying | 4,450 | 4,450 | 3,766 |
| Miscellaneous | 500 | 500 | 388 |
| | <u>194,020</u> | <u>196,070</u> | <u>190,811</u> |
| Fire Prevention | | | |
| Salaries - Uniformed | 106,645 | 109,645 | 109,315 |
| Salaries - Civilian | 80,795 | 80,795 | 77,396 |
| Employer Contribution - IMRF | 8,885 | 8,885 | 8,627 |
| Employer Contribution - FICA & Medicare | 7,725 | 7,725 | 7,420 |
| Maintenance - Motor Equipment Fees | 7,700 | 7,700 | 7,700 |
| Maintenance - Other Equipment | 150 | 150 | - |
| Office Supplies | 200 | 200 | 196 |
| Public Education | 2,000 | 2,000 | 1,305 |
| Travel, Training, Subscriptions and Dues | 2,300 | 3,050 | 3,043 |
| | <u>216,400</u> | <u>220,150</u> | <u>215,002</u> |

VILLAGE OF LIBERTYVILLE, ILLINOIS

General Fund

Schedule of Detailed Expenditures - Budget and Actual - Continued
Year Ended April 30, 2011

| | Budget | | Actual |
|--|------------------|------------------|------------------|
| | Original | Final | |
| Public Safety - Continued | | | |
| Fire Department - Continued | | | |
| Emergency Services | | | |
| Salaries - Uniformed | \$ 2,759,380 | 2,813,380 | 2,812,929 |
| Salaries - Dispatchers | 176,215 | 191,615 | 191,594 |
| Employer Contribution - IMRF | 17,825 | 20,825 | 20,688 |
| Employer Contribution - FICA & Medicare | 48,415 | 48,415 | 47,945 |
| Contractual Services | 548,870 | 548,870 | 548,428 |
| Firefighter/EMS Supplies | 17,000 | 17,000 | 16,540 |
| Insurance | 544,805 | 558,805 | 558,402 |
| Intergovernmental Risk Management Agency | 197,780 | 167,780 | 166,091 |
| Office Supplies | 200 | 200 | - |
| Travel, Training, Subscriptions and Dues | 15,500 | 10,000 | 8,511 |
| Technical Services | 7,200 | 18,800 | 18,761 |
| Rental & User Fees | 9,525 | 9,525 | 9,525 |
| Firefighters' Pension | 981,060 | 981,060 | 980,817 |
| Paid on Call Pensions | 3,500 | 3,500 | 3,500 |
| Miscellaneous | 1,000 | 1,000 | 75 |
| | <u>5,328,275</u> | <u>5,390,775</u> | <u>5,383,806</u> |
| Support Services | | | |
| Salaries - Uniformed | 29,275 | 29,975 | 29,878 |
| Employer Contribution - FICA & Medicare | 425 | 425 | 418 |
| Materials and Supplies | 14,000 | 14,300 | 14,275 |
| Firefighter/EMS Supplies | 23,400 | 16,050 | 15,464 |
| Utilities | 25,000 | 25,550 | 25,526 |
| Maintenance - Buildings | 18,000 | 18,000 | 14,042 |
| Maintenance - Grounds | 7,550 | 7,550 | 5,934 |
| Maintenance - Motor Equipment | 125,200 | 125,200 | 125,200 |
| Maintenance - Other Equipment | 11,100 | 11,100 | 10,096 |
| Uniforms | 43,875 | 43,875 | 43,344 |
| Vehicle Replacement Fees | 250,000 | 250,000 | 250,000 |
| | <u>547,825</u> | <u>542,025</u> | <u>534,177</u> |

VILLAGE OF LIBERTYVILLE, ILLINOIS

General Fund

**Schedule of Detailed Expenditures - Budget and Actual - Continued
Year Ended April 30, 2011**

| | Budget | | Actual |
|--|------------------|------------------|------------------|
| | Original | Final | |
| Public Safety - Continued | | | |
| Fire Department - Continued | | | |
| Fire Fund | | | |
| Soda Purchase | \$ 2,500 | 1,500 | 1,209 |
| Antique Fire Truck Repairs | 4,500 | 600 | 586 |
| Miscellaneous | - | 6,000 | 6,819 |
| | <u>7,000</u> | <u>8,100</u> | <u>8,614</u> |
| Foreign Fire Insurance | | | |
| Firefighting/EMS Equipment | 75,000 | 35,000 | 10,982 |
| | <u>6,368,520</u> | <u>6,392,120</u> | <u>6,343,392</u> |
| Emergency Management Agency | | | |
| Materials and Supplies | 50 | 50 | - |
| Electricity | 200 | 200 | 179 |
| Telephone | 1,600 | 1,600 | 795 |
| Maintenance - Other Equipment | 2,200 | 3,800 | 3,788 |
| Computer Equipment and Supplies | 300 | 300 | 73 |
| Office Supplies | 100 | 100 | - |
| Public Education | - | 3,055 | 3,052 |
| Travel, Training, Subscriptions and Dues | 650 | 650 | 65 |
| | <u>5,100</u> | <u>9,755</u> | <u>7,952</u> |
| Emergency Telephone System (911) | | | |
| Salaries | 75,730 | 84,730 | 84,315 |
| Employer Contribution - IMRF | 8,330 | 9,430 | 9,402 |
| Employer Contribution - FICA & Medicare | 5,795 | 6,495 | 6,414 |
| Materials and Supplies | 500 | 500 | 40 |
| Telephone | 49,500 | 62,000 | 61,748 |
| Maintenance - Other Equipment | 12,300 | 7,300 | 6,449 |
| Maintenance - 911 Equipment | 60,400 | 62,400 | 62,025 |
| Computer Equipment and Supplies | 4,000 | 4,000 | 3,344 |
| Insurance | 6,530 | 6,530 | 6,516 |
| Intergovernmental Risk Management Agency | 15,575 | 13,575 | 13,261 |
| Office Supplies | 300 | 300 | - |
| Travel, Training, Subscriptions and Dues | 5,500 | 1,500 | 754 |
| Technical Services | 3,000 | 1,800 | 1,725 |

VILLAGE OF LIBERTYVILLE, ILLINOIS

General Fund

Schedule of Detailed Expenditures - Budget and Actual - Continued
Year Ended April 30, 2011

| | Budget | | Actual |
|--|-------------------|-------------------|-------------------|
| | Original | Final | |
| Public Safety - Continued | | | |
| Emergency Telephone System (911) - Continued | | | |
| Uniforms | \$ 1,000 | 1,000 | 915 |
| Capital Outlay | 32,000 | 32,000 | 31,003 |
| Computer Aided Dispatch Equipment | 26,500 | 28,500 | 28,405 |
| | <u>306,960</u> | <u>322,060</u> | <u>316,316</u> |
| Total Public Safety | <u>14,146,170</u> | <u>14,189,525</u> | <u>13,723,552</u> |
| Public Works | | | |
| Engineering | | | |
| Salaries | 125,380 | 125,380 | 113,705 |
| Sick Leave Buyback | - | 18,700 | 18,662 |
| Employer Contribution - IMRF | 13,790 | 13,790 | 12,596 |
| Employer Contribution - FICA & Medicare | 9,590 | 9,590 | 8,420 |
| Materials and Supplies | 1,600 | 1,600 | 717 |
| Telephone | 3,600 | 3,600 | 2,202 |
| Maintenance - Vehicles | 6,450 | 6,450 | 6,450 |
| Maintenance - Other Equipment | 765 | 765 | - |
| Insurance | 46,910 | 57,910 | 56,697 |
| Intergovernmental Risk Management Agency | 10,585 | 9,085 | 9,015 |
| Office Supplies | 5,150 | 5,150 | 4,455 |
| Travel, Training, Subscriptions and Dues | 1,890 | 1,890 | 1,442 |
| Technical Services | 125 | 850 | 844 |
| Vehicle Replacement Fees | 6,970 | 6,970 | 6,970 |
| Unemployment Benefits | 20,000 | 12,000 | 11,751 |
| | <u>252,805</u> | <u>273,730</u> | <u>253,926</u> |
| Highways and Bridges | | | |
| Salaries - Administration | 77,210 | 77,910 | 77,904 |
| Salaries - Clerical | 15,925 | 16,175 | 16,167 |
| Salaries - Maintenance | 285,950 | 274,000 | 273,787 |
| Sick Leave Buyback | - | 11,300 | 11,299 |
| Employer Contribution - IMRF | 41,700 | 41,700 | 40,462 |
| Employer Contribution - FICA & Medicare | 28,685 | 28,685 | 26,859 |
| Materials and Supplies | 14,750 | 14,750 | 13,406 |
| Streetlights - Energy | 104,400 | 104,400 | 96,021 |
| Streetlights - Maintenance | 85,850 | 86,850 | 86,549 |

VILLAGE OF LIBERTYVILLE, ILLINOIS

General Fund

Schedule of Detailed Expenditures - Budget and Actual - Continued
Year Ended April 30, 2011

| | Budget | | Actual |
|--|------------------|------------------|------------------|
| | Original | Final | |
| Public Works - Continued | | | |
| Highways and Bridges - Continued | | | |
| Maintenance - Buildings | \$ 7,000 | 8,950 | 8,921 |
| Maintenance - Roadway Medians | 13,000 | 13,000 | 11,744 |
| Maintenance - Motor Equipment Fees | 149,000 | 149,000 | 149,000 |
| Maintenance - Other Equipment | 1,300 | 1,300 | 909 |
| Maintenance - Streets and Alleys | 39,150 | 39,150 | 25,255 |
| Maintenance - Sidewalks | 9,000 | 11,005 | 11,005 |
| Maintenance - Storm Sewers | 16,300 | 16,300 | 10,030 |
| Maintenance - Signs | 6,000 | 6,000 | 5,943 |
| Insurance | 163,585 | 164,835 | 164,752 |
| Intergovernmental Risk Management Agency | 77,880 | 63,880 | 63,683 |
| Travel, Training, Subscriptions and Dues | 800 | 800 | 651 |
| Technical Services | 2,500 | 2,500 | 1,322 |
| Traffic Signal Maintenance | 40,200 | 51,825 | 51,802 |
| Photoprocessing | 2,200 | 2,200 | 2,019 |
| Uniforms | 4,600 | 4,600 | 2,731 |
| Vehicle Replacement Fees | 173,950 | 173,950 | 173,950 |
| | <u>1,360,935</u> | <u>1,365,065</u> | <u>1,326,171</u> |
| | | | |
| Snow Removal and Ice Control | | | |
| Salaries - Administration | 16,185 | 16,185 | 15,139 |
| Salaries - Maintenance | 112,590 | 141,590 | 141,330 |
| Sick Leave Buyback | - | 3,800 | 3,766 |
| Employer Contribution - IMRF | 14,165 | 18,165 | 18,009 |
| Employer Contribution - FICA & Medicare | 9,850 | 11,850 | 11,546 |
| Materials and Supplies | 104,450 | 108,850 | 108,482 |
| Intergovernmental Risk Management Agency | 12,430 | 10,430 | 9,730 |
| Contractual Service | 1,000 | 1,000 | 963 |
| Miscellaneous | 1,000 | 1,925 | 1,910 |
| | <u>271,670</u> | <u>313,795</u> | <u>310,875</u> |
| | | | |
| Concord/Interlaken Special Service Area | | | |
| Maintenance of Retention Pond | 5,000 | 6,125 | 6,105 |
| Landscaping | 11,900 | 12,900 | 12,557 |
| Miscellaneous | 12,000 | 12,200 | 12,112 |
| | <u>28,900</u> | <u>31,225</u> | <u>30,774</u> |

VILLAGE OF LIBERTYVILLE, ILLINOIS

General Fund

Schedule of Detailed Expenditures - Budget and Actual - Continued
Year Ended April 30, 2011

| | Budget | | Actual |
|--|------------------|------------------|------------------|
| | Original | Final | |
| Public Works - Continued | | | |
| Timber Creek Special Service Area | | | |
| Maintenance of Retention Pond | \$ 5,000 | 5,000 | 3,600 |
| Landscaping | 11,100 | 11,100 | 8,275 |
| Miscellaneous | 5,000 | 5,000 | 2,121 |
| | <u>21,100</u> | <u>21,100</u> | <u>13,996</u> |
| Refuse and Recycling | | | |
| Salaries - Maintenance | 43,075 | 36,075 | 35,660 |
| Employer Contribution - IMRF | 4,740 | 4,740 | 3,962 |
| Employer Contribution - FICA & Medicare | 3,295 | 3,295 | 2,604 |
| Insurance | 18,975 | 18,975 | 18,614 |
| Materials and Supplies | 750 | 590 | 233 |
| Maintenance - Motor Vehicles | 23,000 | 23,000 | 23,000 |
| Intergovernmental Risk Management Agency | 6,035 | 6,035 | 5,137 |
| Disposal | - | 160 | 160 |
| SWALCO Fee | 7,420 | 7,420 | 7,416 |
| Vehicle Replacement Fees | 13,770 | 13,770 | 13,770 |
| Miscellaneous | - | - | 91 |
| | <u>121,060</u> | <u>114,060</u> | <u>110,647</u> |
| Total Public Works | <u>2,056,470</u> | <u>2,118,975</u> | <u>2,046,389</u> |
| Parks and Recreation | | | |
| Parks | | | |
| Salaries - Full Time | 613,675 | 618,675 | 618,390 |
| Salaries - Part Time | 19,275 | 19,275 | 18,299 |
| Sick Leave Buyback | - | 22,500 | 22,550 |
| Employer Contribution - IMRF | 67,505 | 68,905 | 68,856 |
| Employer Contribution - FICA & Medicare | 48,420 | 48,420 | 46,976 |
| Contractual Services | 16,100 | 12,300 | 12,240 |
| Materials and Supplies | 10,800 | 10,800 | 6,444 |
| Electricity | 11,000 | 11,000 | 3,776 |
| North Shore Gas | 1,500 | 1,500 | 1,703 |
| Telephone | 5,800 | 5,800 | 4,029 |
| Gasoline and Oil | 2,000 | 2,000 | 1,973 |
| Maintenance - Building | 9,000 | 6,000 | 5,849 |
| Maintenance - Grounds | 28,300 | 28,300 | 26,327 |

VILLAGE OF LIBERTYVILLE, ILLINOIS

General Fund

Schedule of Detailed Expenditures - Budget and Actual - Continued
Year Ended April 30, 2011

| | Budget | | Actual |
|--|------------------|------------------|------------------|
| | Original | Final | |
| Parks and Recreation - Continued | | | |
| Parks - Continued | | | |
| Maintenance - Motor Vehicles | \$ 47,200 | 47,200 | 47,200 |
| Maintenance - Other Equipment | 13,840 | 19,840 | 19,115 |
| Maintenance - Roads and Parking Lots | 750 | 750 | 155 |
| Insurance | 184,310 | 185,310 | 185,134 |
| Intergovernmental Risk Management Agency | 46,535 | 40,535 | 37,772 |
| Office Supplies | 500 | 550 | 503 |
| Travel, Training, Subscriptions and Dues | 1,000 | 1,100 | 1,056 |
| Tree Surgery and Spraying | 15,000 | 10,000 | 9,594 |
| Nursery Stock and Trees | - | - | (807) |
| Equipment Rental | 600 | 600 | 214 |
| Unemployment Benefits | - | 1,615 | 1,611 |
| Uniform | 6,330 | 6,330 | 4,518 |
| Vehicle Replacement Fees | 101,060 | 101,060 | 101,060 |
| Miscellaneous | 300 | 500 | 498 |
| | <u>1,250,800</u> | <u>1,270,865</u> | <u>1,245,035</u> |
| Recreation | | | |
| Salaries - Administrative Staff | 173,670 | 173,670 | 169,659 |
| Salaries - Tot Programs | 104,990 | 117,990 | 116,975 |
| Salaries - Youth/Teen Programs | 90,000 | 94,000 | 93,285 |
| Salaries - Special/Cultural Events | 33,500 | 29,500 | 26,452 |
| Employer Contribution - IMRF | 22,400 | 23,400 | 23,355 |
| Employer Contribution - FICA & Medicare | 30,765 | 30,765 | 30,664 |
| Supplies and Expenses - Tot Programs | 10,800 | 10,800 | 9,670 |
| Supplies and Expenses - Youth Programs | 28,000 | 28,000 | 23,865 |
| Electricity | 33,000 | 33,000 | 27,482 |
| North Shore Gas | 2,500 | 2,500 | 1,640 |
| Telephone | 5,500 | 5,500 | 4,627 |
| Maintenance - Motor Vehicles | 1,000 | 1,000 | 1,000 |
| Maintenance - Building | 22,000 | 23,050 | 23,027 |
| Independent Contractor | 125,000 | 193,000 | 192,610 |
| Cultural Arts Expenses | 9,500 | 13,500 | 9,824 |
| Insurance | 54,840 | 54,840 | 53,922 |
| Intergovernmental Risk Management Agency | 39,380 | 35,380 | 34,323 |
| Seasonal Brochures | 30,410 | 30,410 | 25,638 |
| Office Supplies | 6,000 | 6,000 | 5,021 |

VILLAGE OF LIBERTYVILLE, ILLINOIS

General Fund

Schedule of Detailed Expenditures - Budget and Actual - Continued
Year Ended April 30, 2011

| | Budget | | Actual |
|--|----------------|----------------|----------------|
| | Original | Final | |
| Parks and Recreation - Continued | | | |
| Recreation - Continued | | | |
| Travel, Training, Subscriptions and Dues | \$ 700 | 700 | 382 |
| Supplies and Expenses - Special Event Family | 4,500 | 4,500 | 4,283 |
| Credit Card Bank Fee | 22,000 | 19,000 | 18,011 |
| Photoprocessing | 3,800 | 3,800 | 3,318 |
| Bad Debt Expense | - | 1,300 | 1,271 |
| Cash Short | - | 125 | 116 |
| Miscellaneous | 2,500 | 3,500 | 3,050 |
| | <u>856,755</u> | <u>939,230</u> | <u>903,470</u> |
| Libertyville Golf Course | | | |
| Salaries - Pro Shop | 17,000 | 19,500 | 19,420 |
| Salaries - Maintenance | 56,300 | 58,300 | 58,063 |
| Employer Contribution - IMRF | 5,920 | 6,370 | 6,339 |
| Employer Contribution - FICA & Medicare | 5,610 | 5,810 | 5,778 |
| Materials and Supplies | 250 | 250 | 45 |
| Maintenance - Building | 175 | 175 | - |
| Maintenance - Grounds | 10,000 | 10,000 | 8,213 |
| Maintenance - Motor Vehicles | 1,450 | 1,450 | 1,450 |
| Maintenance - Other Equipment | 6,000 | 4,800 | 4,420 |
| Intergovernmental Risk Management Agency | 21,775 | 17,775 | 17,687 |
| Golf Course Supplies | 1,200 | 1,200 | 638 |
| Vehicle Replacement Fees | 5,000 | 5,000 | 5,000 |
| Miscellaneous | - | 50 | 19 |
| | <u>130,680</u> | <u>130,680</u> | <u>127,072</u> |

VILLAGE OF LIBERTYVILLE, ILLINOIS

General Fund

Schedule of Detailed Expenditures - Budget and Actual - Continued
Year Ended April 30, 2011

| | Budget | | Actual |
|--|-------------------|-------------------|-------------------|
| | Original | Final | |
| Parks and Recreation - Continued | | | |
| Swimming Pool | | | |
| Salaries - Administration | \$ 30,710 | 30,710 | 29,604 |
| Salaries - Concessions | 6,300 | 6,600 | 6,580 |
| Salaries - Public Swim | 101,000 | 106,600 | 106,556 |
| Salaries - Swim Lessons | 59,000 | 53,100 | 48,780 |
| Employer Contribution - IMRF | 3,380 | 3,380 | 3,295 |
| Employer Contribution - FICA & Medicare | 15,025 | 15,025 | 14,498 |
| Supplies - Swim Lessons | 1,800 | 1,800 | 1,563 |
| Materials and Supplies | 3,500 | 3,500 | 2,673 |
| Supplies - Maintenance | 550 | 550 | 33 |
| Electricity | 27,000 | 29,050 | 29,017 |
| North Shore Gas | 28,000 | 25,700 | 11,314 |
| Telephone | 1,900 | 2,150 | 2,107 |
| Maintenance - Building | 5,575 | 5,925 | 5,895 |
| Maintenance - Pools | 18,000 | 18,000 | 17,609 |
| Intergovernmental Risk Management Agency | 21,770 | 20,300 | 17,687 |
| Office Supplies | 150 | 220 | 212 |
| Travel, Training, Subscriptions and Dues | 1,000 | 1,000 | 737 |
| Equipment Rental | 400 | 400 | - |
| Concession Expense | 11,800 | 12,850 | 12,828 |
| Special Events | 400 | 400 | 367 |
| Printing and Photocopying | 550 | 550 | 545 |
| Uniforms | 7,000 | 7,000 | 5,926 |
| Miscellaneous | 2,300 | 2,300 | 1,915 |
| | <u>347,110</u> | <u>347,110</u> | <u>319,741</u> |
| Total Parks and Recreation | <u>2,585,345</u> | <u>2,687,885</u> | <u>2,595,318</u> |
| Total Expenditures | <u>22,188,525</u> | <u>22,590,525</u> | <u>21,761,354</u> |

VILLAGE OF LIBERTYVILLE, ILLINOIS

Debt Service Fund

Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
Year Ended April 30, 2011

| | Budget | | Actual |
|--|-----------------|------------------|-----------------|
| | Original | Final | |
| Revenues | | | |
| Taxes | | | |
| Property Taxes | \$ 185,030 | 185,030 | 189,106 |
| Interest | - | - | 75 |
| Total Revenues | <u>185,030</u> | <u>185,030</u> | <u>189,181</u> |
| Expenditures | | | |
| Debt Service | | | |
| Principal Retirement | 180,000 | 180,000 | 180,000 |
| Interest | 85,745 | 85,745 | 74,219 |
| Fiscal Charges | 1,700 | 31,700 | 30,749 |
| Total Expenditures | <u>267,445</u> | <u>297,445</u> | <u>284,968</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | <u>(82,415)</u> | <u>(112,415)</u> | <u>(95,787)</u> |
| Other Financing Sources (Uses) | | | |
| Debt Issuance | - | - | 470,000 |
| Premium on Debt Issuance | - | - | 7,262 |
| Payment to Escrow Agent | - | (455,000) | (455,000) |
| Transfers In | 81,315 | 81,315 | 81,315 |
| | <u>81,315</u> | <u>(373,685)</u> | <u>103,577</u> |
| Net Change in Fund Balance | <u>(1,100)</u> | <u>(486,100)</u> | 7,790 |
| Fund Balance - Beginning | | | <u>536,380</u> |
| Fund Balance - Ending | | | <u>544,170</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, 2011

| | Budget | | Actual |
|--|----------------|---------------|-------------------------|
| | Original | Final | |
| Revenues | | | |
| Licenses and Permits | | | |
| Park Impact Fees | \$ 60,000 | 60,000 | 87,661 |
| Buy a Brick | - | - | 1,500 |
| Vehicle Licenses | 410,000 | 410,000 | 402,355 |
| Intergovernmental | | | |
| Motor Fuel Tax Allotments | 541,000 | 541,000 | 624,924 |
| Federal/State Reimbursements | - | - | 352,878 |
| Grants | 36,000 | 36,000 | - |
| Charges for Services | | | |
| Telecommunication Revenue | 255,000 | 255,000 | 257,282 |
| Interest | - | - | 1,096 |
| Miscellaneous | 11,500 | 11,500 | 62,902 |
| Total Revenues | 1,313,500 | 1,313,500 | 1,790,598 |
| Expenditures | | | |
| Capital Outlay | 1,069,040 | 1,217,990 | 968,288 |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | | | |
| | 244,460 | 95,510 | 822,310 |
| Other Financing Sources (Uses) | | | |
| Transfers In | 55,000 | 55,000 | 55,000 |
| Transfers Out | (81,315) | (81,315) | (81,315) |
| | (26,315) | (26,315) | (26,315) |
| Net Change in Fund Balance | <u>218,145</u> | <u>69,195</u> | 795,995 |
| Fund Balance - Beginning | | | <u>1,349,350</u> |
| Fund Balance - Ending | | | <u><u>2,145,345</u></u> |

VILLAGE OF LIBERTYVILLE, ILLINOIS

Capital Improvement - Capital Projects Fund

Schedule of Expenditures - Budget and Actual
Year Ended April 30, 2011

| | Budget | | Actual |
|--|------------------|------------------|----------------|
| | Original | Final | |
| Capital Outlay | | | |
| Maintenance Streets and Alley | \$ 35,100 | 96,100 | 95,777 |
| Asphalt Resurfacing | 505,640 | 444,640 | 244,269 |
| Fire Stations | 36,000 | 36,000 | 30,680 |
| Schertz Municipal Building | 25,000 | 25,000 | 24,997 |
| Park Improvement | 50,200 | 50,200 | 18,648 |
| Annual Road Improvement Program | 337,600 | 465,600 | 463,825 |
| Butterfield Sidewalk, Light and Signal | - | 20,950 | 20,944 |
| Sidewalks and Bike Paths | 40,000 | 40,000 | 39,033 |
| Peterson Road Corridor | 10,000 | 9,300 | - |
| Miscellaneous | 29,500 | 30,200 | 30,115 |
| | | | |
| Total Expenditures | <u>1,069,040</u> | <u>1,217,990</u> | <u>968,288</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, 2011

| | Budget | | Actual |
|----------------------------|------------------|------------------|-----------------------|
| | Original | Final | |
| Revenues | | | |
| Taxes | | | |
| Property Tax | \$ 2,300,000 | 2,300,000 | 2,456,567 |
| Interest | - | - | 2,121 |
| Total Revenues | <u>2,300,000</u> | <u>2,300,000</u> | <u>2,458,688</u> |
| Expenditures | | | |
| Economic Development | | | |
| Parking Improvements | 340,000 | 230,000 | 132,233 |
| TIF Surplus Rebate | 1,610,000 | 1,720,000 | 1,719,597 |
| Miscellaneous | 5,000 | 5,000 | 3,490 |
| Total Expenditures | <u>1,955,000</u> | <u>1,955,000</u> | <u>1,855,320</u> |
| Net Change in Fund Balance | <u>345,000</u> | <u>345,000</u> | 603,368 |
| Fund Balance - Beginning | | | <u>175,328</u> |
| Fund Balance - Ending | | | <u><u>778,696</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, 2011

| | Budget | | Actual |
|----------------------------|----------------|----------------|------------------|
| | Original | Final | |
| Revenues | | | |
| Charges for Services | | | |
| Permit Fees | \$ 160,000 | 160,000 | 145,628 |
| Daily Fees | 186,500 | 186,500 | 179,047 |
| Interest | 1,000 | 1,000 | 4,324 |
| Total Revenues | <u>347,500</u> | <u>347,500</u> | <u>328,999</u> |
| Expenditures | | | |
| General Government | <u>345,505</u> | <u>345,505</u> | <u>226,294</u> |
| Net Change in Fund Balance | <u>1,995</u> | <u>1,995</u> | 102,705 |
| Fund Balance - Beginning | | | <u>1,163,408</u> |
| Fund Balance - Ending | | | <u>1,266,113</u> |

VILLAGE OF LIBERTYVILLE, ILLINOIS

Commuter Parking - Special Revenue Fund

Schedule of Expenditures - Budget and Actual
Year Ended April 30, 2011

| | Budget | | Actual |
|--|-----------|---------|---------|
| | Original | Final | |
| General Government | | | |
| Salaries | \$ 91,720 | 91,720 | 54,484 |
| Employer Contribution - IMRF | 10,090 | 10,090 | 5,442 |
| Employer Contribution - FICA & Medicare | 7,020 | 7,020 | 3,956 |
| Materials and Supplies | 5,000 | 5,100 | 5,044 |
| Electricity | 7,100 | 7,100 | 5,806 |
| Telephone | 8,285 | 9,585 | 9,434 |
| Maintenance - Grounds | 87,400 | 94,400 | 93,923 |
| Insurance | 18,975 | 18,975 | 2,873 |
| Intergovernmental Risk Management Agency | 21,715 | 21,715 | 18,598 |
| Postage | 2,500 | 1,100 | 914 |
| Rental of Land | 8,700 | 8,700 | 8,400 |
| Refunds | 2,000 | 2,000 | 850 |
| Milwaukee Station Improvements | 8,000 | 8,000 | - |
| Capital Outlay | 67,000 | 60,000 | 16,570 |
| | | | |
| Total Expenditures | 345,505 | 345,505 | 226,294 |

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, 2011

| | Budget | | Actual |
|--------------------------------------|--------------------|--------------------|--------------------|
| | Original | Final | |
| Operating Revenues | | | |
| Charges for Services | | | |
| Water Sales | \$ 3,946,000 | 3,946,000 | 4,099,623 |
| Sewer Service Charges | 2,110,000 | 2,110,000 | 2,648,667 |
| Meters and Readouts | 30,000 | 30,000 | 8,914 |
| Miscellaneous | 1,500 | 1,500 | 24,921 |
| Total Operating Revenues | <u>6,087,500</u> | <u>6,087,500</u> | <u>6,782,125</u> |
| Operating Expenses | | | |
| Operations | | | |
| Water Operations | 3,695,875 | 3,695,875 | 3,649,585 |
| Sewer Operations | 758,485 | 982,485 | 936,155 |
| Wastewater Treatment Plant | 1,240,865 | 1,240,865 | 1,177,865 |
| Water and Sewer Capital Improvements | 2,275,500 | 2,275,500 | 1,007,505 |
| Depreciation | - | 4,850 | 1,068,030 |
| Total Operating Expenses | <u>7,970,725</u> | <u>8,199,575</u> | <u>7,839,140</u> |
| Operating Income (Loss) | <u>(1,883,225)</u> | <u>(2,112,075)</u> | <u>(1,057,015)</u> |
| Nonoperating Revenues (Expenses) | | | |
| Interest Income | 25,000 | 25,000 | 8,213 |
| Connection Fees | 50,000 | 50,000 | 124,218 |
| Property Tax | 25,480 | 25,480 | - |
| Other Income | - | - | 23,038 |
| Interest and Fiscal Charges | (189,970) | (190,195) | (186,070) |
| | <u>(89,490)</u> | <u>(89,715)</u> | <u>(30,601)</u> |
| Change in Net Assets | <u>(1,972,715)</u> | <u>(2,201,790)</u> | <u>(1,087,616)</u> |
| Net Assets - Beginning | | | <u>22,207,725</u> |
| Net Assets - Ending | | | <u>21,120,109</u> |

VILLAGE OF LIBERTYVILLE, ILLINOIS

Waterworks and Sewerage - Enterprise Fund

**Schedule of Operating Expenses - Budget and Actual
Year Ended April 30, 2011**

| | Budget | | Actual |
|--|------------------|------------------|------------------|
| | Original | Final | |
| Operations | | | |
| Water Operations | | | |
| Salaries - Administrative | \$ 162,380 | 162,380 | 151,991 |
| Salaries - Clerical | 169,340 | 169,340 | 162,213 |
| Salaries - Engineering | 77,170 | 69,670 | 52,266 |
| Salaries - Maintenance | 342,420 | 349,920 | 349,974 |
| Sick Leave Buy Back | - | 18,800 | 18,764 |
| Employer Contribution - IMRF | 80,950 | 81,975 | 81,951 |
| Employer Contribution - FICA & Medicare | 55,530 | 55,530 | 52,477 |
| Materials and Supplies | 8,500 | 8,500 | 7,023 |
| Electricity | 46,500 | 53,500 | 52,525 |
| North Shore Gas | 6,000 | 7,400 | 7,338 |
| Telephone | 8,700 | 8,200 | 8,186 |
| Maintenance - Building and Grounds | 16,800 | 16,800 | 21,181 |
| Maintenance - Motor Vehicles | 35,800 | 35,800 | 35,800 |
| Maintenance - Other Equipment | 13,000 | 13,000 | 6,685 |
| Maintenance - Water Lines | 35,000 | 42,050 | 42,038 |
| Insurance | 63,810 | 72,810 | 72,186 |
| Intergovernmental Risk Management Agency | 50,255 | 43,255 | 43,032 |
| Postage | 15,000 | 12,000 | 11,623 |
| Office Supplies | 2,000 | 2,000 | 1,862 |
| Travel, Training, Subscriptions and Dues | 3,025 | 1,525 | 1,121 |
| Technical Services | 49,100 | 52,100 | 51,986 |
| Meters - New Construction | 20,000 | 18,000 | 17,528 |
| Credit Card Fees | 10,000 | 18,800 | 18,730 |
| Uniforms | 3,050 | 3,050 | 2,924 |
| Bad Debt Expense | 100 | 8,600 | 8,519 |
| Technology Equipment and Replacement | 35,000 | 35,000 | 35,000 |
| Capital Outlay | 3,000 | 3,000 | 2,985 |
| Vehicle Replacement Fees | 39,445 | 39,445 | 39,445 |
| Purchase of Water - CLCJAWA | 2,340,000 | 2,289,425 | 2,289,599 |
| Miscellaneous | 4,000 | 4,000 | 2,633 |
| | <u>3,695,875</u> | <u>3,695,875</u> | <u>3,649,585</u> |
| Sewer Operations | | | |
| Salaries - Administrative | 105,870 | 105,870 | 88,663 |
| Salaries - Engineering | 60,595 | 58,095 | 53,113 |
| Salaries - Maintenance | 219,695 | 199,695 | 197,146 |

VILLAGE OF LIBERTYVILLE, ILLINOIS

Waterworks and Sewerage - Enterprise Fund

Schedule of Operating Expenses - Budget and Actual - Continued
Year Ended April 30, 2011

| | Budget | | Actual |
|--|----------------|----------------|----------------|
| | Original | Final | |
| Operations - Continued | | | |
| Sewer Operations - Continued | | | |
| Sick Leave Buy Back | \$ - | 22,500 | 22,497 |
| Employer Contribution - IMRF | 42,475 | 42,725 | 42,679 |
| Employer Contribution - FICA & Medicare | 28,920 | 28,920 | 27,078 |
| Materials and Supplies | 4,700 | 5,100 | 5,142 |
| County Sewer Service | 25,000 | 249,000 | 248,746 |
| Electricity | 19,000 | 19,000 | 18,203 |
| North Shore Gas | 3,000 | 3,000 | 1,382 |
| Telephone | 1,200 | 1,525 | 1,509 |
| Maintenance - Motor Equipment | 33,100 | 33,100 | 33,100 |
| Maintenance - Lift Stations | 26,150 | 26,150 | 23,757 |
| Maintenance - Sewer Lines | 18,500 | 16,825 | 13,059 |
| Insurance | 44,245 | 44,245 | 40,243 |
| Intergovernmental Risk Management Agency | 49,385 | 49,385 | 45,224 |
| Postage | 8,500 | 9,200 | 9,137 |
| Travel, Training, Subscriptions and Dues | 1,300 | 1,300 | 443 |
| Technical Services | 2,830 | 2,830 | 2,072 |
| Uniforms | 1,250 | 1,250 | 1,011 |
| Technology Equipment and Replacement | 35,000 | 35,000 | 35,000 |
| Capital Outlay | 5,440 | 5,440 | 5,021 |
| Vehicle Replacement Fees | 21,830 | 21,830 | 21,830 |
| Miscellaneous | 500 | 500 | 100 |
| | <u>758,485</u> | <u>982,485</u> | <u>936,155</u> |
| Wastewater Treatment Plant | | | |
| Salaries - Administrative | 47,760 | 48,785 | 48,779 |
| Salaries - Operators | 338,050 | 337,025 | 335,714 |
| Employer Contribution - IMRF | 42,440 | 42,665 | 42,647 |
| Employer Contribution - FICA & Medicare | 29,470 | 29,245 | 27,496 |
| Materials and Supplies | 26,500 | 28,700 | 28,634 |
| Chemicals | 20,000 | 17,775 | 12,637 |
| Electricity | 265,000 | 265,000 | 257,640 |
| North Shore Gas | 46,000 | 46,000 | 27,392 |
| Telephone | 5,100 | 5,100 | 4,837 |
| Maintenance - Building and Grounds | 19,300 | 18,300 | 16,819 |
| Maintenance - Motor Equipment | 18,500 | 18,500 | 18,500 |

VILLAGE OF LIBERTYVILLE, ILLINOIS

Waterworks and Sewerage - Enterprise Fund

Schedule of Operating Expenses - Budget and Actual - Continued
Year Ended April 30, 2011

| | Budget | | Actual |
|--|------------------|------------------|------------------|
| | Original | Final | |
| Operations - Continued | | | |
| Wastewater Treatment Plant - Continued | | | |
| Maintenance - Other Equipment | \$ 43,750 | 44,750 | 44,484 |
| Sludge Removal | 145,000 | 145,000 | 130,365 |
| Insurance | 82,305 | 82,305 | 80,970 |
| Intergovernmental Risk Management Agency | 50,255 | 50,255 | 43,585 |
| Office Supplies | - | 25 | 17 |
| Travel, Training, Subscriptions and Dues | 1,200 | 1,200 | 300 |
| Technical Services | 27,500 | 27,500 | 25,405 |
| Uniforms | 2,500 | 2,500 | 1,594 |
| Technology Equipment and Replacement | 20,000 | 20,000 | 20,000 |
| Vehicle Replacement Fees | 10,035 | 10,035 | 10,035 |
| Miscellaneous | 200 | 200 | 15 |
| | <u>1,240,865</u> | <u>1,240,865</u> | <u>1,177,865</u> |
| Water and Sewer Capital Improvements | | | |
| WWTP Improvements | 871,500 | 870,500 | 753,013 |
| Butterfield Road Watermain Loop | - | 1,000 | 782 |
| Sanitary Sewer Repairs | 155,000 | 155,000 | 94,821 |
| Lift Station Improvements | 115,000 | 115,000 | 73,760 |
| Water and Sewer River Crossing | 505,000 | 505,000 | 427,506 |
| Northwest Area Sanitary Improvements | 30,000 | 30,000 | - |
| Well Capacity Study | 34,000 | 34,000 | 23,679 |
| Replacement Meters | 25,000 | 25,000 | 19,805 |
| Hydrants, Valves, Miscellaneous | 10,000 | 10,000 | 15,802 |
| Butterfield Corr WM/Sewer Replacement | - | - | 5,951 |
| Miscellaneous | 25,000 | 25,000 | 19,892 |
| | <u>1,770,500</u> | <u>1,770,500</u> | <u>1,435,011</u> |
| Less Nonoperating Items | | | |
| Capital Assets Capitalized | 505,000 | 505,000 | (427,506) |
| | <u>2,275,500</u> | <u>2,275,500</u> | <u>1,007,505</u> |
| Total Operations | <u>7,970,725</u> | <u>8,194,725</u> | <u>6,771,110</u> |

VILLAGE OF LIBERTYVILLE, ILLINOIS

Waterworks and Sewerage - Enterprise Fund

Schedule of Capital Assets and Depreciation
Year Ended April 30, 2011

| | 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 | 14,634,678 | - | - | 14,634,678 |
| Sewerage System | 15,086,599 | 427,506 | - | 15,514,105 |
| Total Capital Assets | 47,893,831 | 427,506 | - | 48,321,337 |

| | Accumulated Depreciation | | | |
|--|--------------------------|-----------|---------------------------|-----------------|
| | Beginning Balances | Additions | Retirements/ Transfers | Balances Ending |
| Buildings and Improvements | 7,737,258 | 325,250 | - | 8,062,508 |
| Machinery and Equipment | 1,417,071 | 30,864 | - | 1,447,935 |
| Waterworks System | 7,213,194 | 356,605 | - | 7,569,799 |
| Sewerage System | 7,819,727 | 355,311 | - | 8,175,038 |
| Total Accumulated Depreciation | 24,187,250 | 1,068,030 | - | 25,255,280 |
| Total Capital Assets (Net of Accumulated Depreciation) | 23,706,581 | | | 23,066,057 |

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, 2011

| | Budget | | Actual |
|----------------------------------|------------------|------------------|--------------------|
| | Original | Final | |
| Operating Revenues | | | |
| Charges for Services | | | |
| Indoor Sports Center | \$ 2,174,450 | 2,174,450 | 2,030,596 |
| Golf Learning Center | 403,700 | 403,700 | 284,585 |
| Family Entertainment Center | - | - | - |
| Total Operating Revenues | <u>2,578,150</u> | <u>2,578,150</u> | <u>2,315,181</u> |
| Operating Expenses | | | |
| Operations | | | |
| Indoor Sports Center | 1,694,780 | 1,722,100 | 1,694,308 |
| Golf Learning Center | 336,425 | 336,425 | 301,903 |
| Depreciation | - | 154,000 | 477,629 |
| Total Operating Expenses | <u>2,031,205</u> | <u>2,212,525</u> | <u>2,473,840</u> |
| Operating Income (Loss) | <u>546,945</u> | <u>365,625</u> | <u>(158,659)</u> |
| Nonoperating Revenues (Expenses) | | | |
| Other Income | 70,000 | 70,000 | 130,566 |
| Interest and Fiscal Charges | (741,000) | (754,000) | (905,247) |
| | <u>(671,000)</u> | <u>(684,000)</u> | <u>(774,681)</u> |
| Income (Loss) Before Transfers | (124,055) | (318,375) | (933,340) |
| Transfers In | <u>350,000</u> | <u>350,000</u> | <u>456,000</u> |
| Change in Net Assets | <u>225,945</u> | <u>31,625</u> | (477,340) |
| Net Assets - Beginning | | | <u>(1,491,850)</u> |
| Net Assets - Ending | | | <u>(1,969,190)</u> |

VILLAGE OF LIBERTYVILLE, ILLINOIS

Libertyville Sports Complex - Enterprise Fund

Schedule of Operating Expenses - Budget and Actual
Year Ended April 30, 2011

| | Budget | | Actual |
|---|------------------|------------------|------------------|
| | Original | Final | |
| Operations | | | |
| Indoor Sports Center | | | |
| Salaries - Administrative | \$ 195,610 | 215,610 | 214,087 |
| Salaries - Maintenance | 116,660 | 117,660 | 117,471 |
| Salaries - Fitness | 236,990 | 231,990 | 231,249 |
| Salaries - Conference/Front Desk/Parties | 144,000 | 150,600 | 150,600 |
| Salaries - Programs | 55,000 | 49,000 | 48,596 |
| Employer Contribution - IMRF | 56,370 | 52,870 | 52,480 |
| Employer Contribution - FICA & Medicare | 55,920 | 56,920 | 56,775 |
| Materials and Supplies | 17,000 | 19,900 | 19,830 |
| Concessions | 66,000 | 76,200 | 76,140 |
| Contracted Services | 103,500 | 92,500 | 90,152 |
| Electricity | 250,000 | 230,500 | 230,383 |
| North Shore Gas | 25,000 | 21,500 | 21,342 |
| Telephone | 4,400 | 4,400 | 4,291 |
| Maintenance - Building | 89,565 | 88,565 | 87,227 |
| Maintenance - Independent Contractors | 12,000 | 44,000 | 43,727 |
| Maintenance - Grounds | 9,200 | 5,200 | 4,857 |
| Maintenance - Vehicle | 11,470 | 11,470 | 11,470 |
| Insurance | 58,045 | 66,945 | 66,847 |
| Intergovernmental Risk Management Agency | 77,685 | 62,685 | 61,886 |
| Travel, Training and Dues | - | - | 60 |
| Office Supplies | 1,900 | 1,900 | 1,706 |
| Supplies - Adult Athletic Programs | 12,950 | 4,950 | 4,625 |
| Materials and Supplies - Conference Rooms | 1,600 | 1,600 | 1,601 |
| Materials and Supplies - Fitness | 10,000 | 10,000 | 7,803 |
| Credit Card Bank Fee | 35,000 | 36,600 | 36,545 |
| Photoprocessing | 4,665 | 4,665 | 3,476 |
| Unemployment Benefits | 15,000 | 15,400 | 15,400 |
| Refunds | - | 675 | 668 |
| Climbing Wall/Front Desk | 3,500 | 3,500 | 1,803 |
| Fitness Equipment Lease | 13,250 | 13,250 | 213 |
| Cash Short/Over | - | 520 | 519 |
| Bad Debt Expense | - | 17,100 | 17,073 |
| Technology Equipment & Replacement | 12,000 | 12,000 | 12,000 |
| Miscellaneous | 500 | 1,425 | 1,406 |
| | <u>1,694,780</u> | <u>1,722,100</u> | <u>1,694,308</u> |

VILLAGE OF LIBERTYVILLE, ILLINOIS

Libertyville Sports Complex - Enterprise Fund

Schedule of Operating Expenses - Budget and Actual - Continued
Year Ended April 30, 2011

| | Budget | | Actual |
|--|----------------------|----------------------|----------------------|
| | Original | Final | |
| Operations - Continued | | | |
| Golf Learning Center | | | |
| Salaries - Administrative | \$ 16,960 | 17,960 | 17,536 |
| Salaries - Maintenance | 71,550 | 71,800 | 71,765 |
| Salaries - Pro Shop | 65,000 | 63,750 | 62,104 |
| Employer Contribution - IMRF | 11,750 | 14,750 | 14,347 |
| Employer Contribution - FICA & Medicare | 12,600 | 12,600 | 11,750 |
| Materials and Supplies | 2,300 | 2,300 | 1,065 |
| Electricity | 13,000 | 13,000 | 11,701 |
| North Shore Gas | 10,000 | 10,000 | 4,847 |
| Telephone | 3,600 | 3,600 | 2,106 |
| Maintenance - Building | 1,500 | 1,500 | 1,255 |
| Maintenance - Grounds | 8,000 | 8,000 | 6,666 |
| Maintenance - Other Equipment | 4,750 | 4,750 | 4,703 |
| Contractual - Golf Lessons | 32,000 | 32,000 | 15,414 |
| Insurance | 16,665 | 13,140 | 16,492 |
| Intergovernmental Risk Management Agency | 31,150 | 31,150 | 26,522 |
| Office Supplies | 300 | 300 | 157 |
| Materials and Supplies - Pro Shop | 30,000 | 25,500 | 23,467 |
| Pro Shop Merchandise | 5,000 | 9,500 | 9,454 |
| Photoprocessing | 150 | 150 | 36 |
| Unemployment Benefits | - | 525 | 516 |
| Uniforms | 150 | 150 | - |
| | <u>336,425</u> | <u>336,425</u> | <u>301,903</u> |
| Total Operations | <u>2,031,205</u> | <u>2,058,525</u> | <u>1,996,211</u> |

VILLAGE OF LIBERTYVILLE, ILLINOIS

Libertyville Sports Complex - Enterprise Fund

Schedule of Capital Assets and Depreciation
Year Ended April 30, 2011

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

| | Accumulated Depreciation | | | Balances Ending |
|---|--------------------------|----------------|---------------------------|--------------------|
| | Beginning Balances | Additions | Retirements/ Transfers | |
| Buildings and Improvements | 2,813,099 | 432,785 | - | 3,245,884 |
| Machinery and Equipment | 291,484 | 44,844 | - | 336,328 |
| Total Accumulated Depreciation | 3,104,583 | 477,629 | - | 3,582,212 |
| Total Capital Assets (Net of Accumulated Depreciation) | 19,562,121 | | | 19,084,492 |

VILLAGE OF LIBERTYVILLE, ILLINOIS

Combining Statement of Net Assets - Internal Service Funds
April 30, 2011

| | Vehicle Maintenance and Replacement Service | Technology Equipment and Replacement Service | Total |
|--|---|--|--------------------|
| ASSETS | | | |
| Current Assets | | | |
| Cash and Investments | \$ 1,006,579 | 433,154 | 1,439,733 |
| Receivables - Net of Allowances | | | |
| Accounts | 187 | 63,750 | 63,937 |
| Inventories | 23,000 | - | 23,000 |
| Prepays | 14,838 | - | 14,838 |
| Total Current Assets | <u>1,044,604</u> | <u>496,904</u> | <u>1,541,508</u> |
| Noncurrent Assets | | | |
| Capital Assets | | | |
| Machinery and Equipment | 6,691,811 | 206,664 | 6,898,475 |
| Accumulated Depreciation | <u>(3,836,281)</u> | <u>(85,000)</u> | <u>(3,921,281)</u> |
| Total Noncurrent Assets | <u>2,855,530</u> | <u>121,664</u> | <u>2,977,194</u> |
| Total Assets | <u>3,900,134</u> | <u>618,568</u> | <u>4,518,702</u> |
| LIABILITIES | | | |
| Current Liabilities | | | |
| Accounts Payable | 35,849 | 28,768 | 64,617 |
| Accrued Payroll | 10,405 | 5,695 | 16,100 |
| Unearned/Deferred Revenues | - | 338,000 | 338,000 |
| Compensated Absences Payable | 4,019 | 9,006 | 13,025 |
| Installment Contracts Payable | 265,885 | 28,923 | 294,808 |
| Total Current Liabilities | <u>316,158</u> | <u>410,392</u> | <u>726,550</u> |
| Noncurrent Liabilities | | | |
| Compensated Absences Payable | 16,074 | 36,023 | 52,097 |
| Installment Contracts Payable | 445,771 | 78,294 | 524,065 |
| Total Noncurrent Liabilities | <u>461,845</u> | <u>114,317</u> | <u>576,162</u> |
| Total Liabilities | <u>778,003</u> | <u>524,709</u> | <u>1,302,712</u> |
| NET ASSETS | | | |
| Invested in Capital Assets - Net of Related Debt | 2,143,874 | 14,447 | 2,158,321 |
| Unrestricted | <u>978,257</u> | <u>79,412</u> | <u>1,057,669</u> |
| Total Net Assets | <u>3,122,131</u> | <u>93,859</u> | <u>3,215,990</u> |

VILLAGE OF LIBERTYVILLE, ILLINOIS

Combining Statement of Revenues, Expenses and Changes in Net Assets
 Internal Service Funds
 Year Ended April 30, 2011

| | Vehicle Maintenance and Replacement Service | Technology Equipment and Replacement Service | Total |
|----------------------------------|---|--|-----------|
| Operating Revenues | | | |
| Interfund Services | \$ 1,401,228 | 359,782 | 1,761,010 |
| Operating Expenses | | | |
| Operations | 833,730 | 332,993 | 1,166,723 |
| Depreciation | 441,348 | 41,333 | 482,681 |
| Total Operating Expenses | 1,275,078 | 374,326 | 1,649,404 |
| Operating Income (Loss) | 126,150 | (14,544) | 111,606 |
| Nonoperating Revenues (Expenses) | | | |
| Interest Income | 646 | 88 | 734 |
| Other Income | 18,205 | 149,312 | 167,517 |
| Interest and Fiscal Charges | (33,067) | (5,663) | (38,730) |
| | (14,216) | 143,737 | 129,521 |
| Change in Net Assets | 111,934 | 129,193 | 241,127 |
| Net Assets - Beginning | 3,010,197 | (35,334) | 2,974,863 |
| Net Assets - Ending | 3,122,131 | 93,859 | 3,215,990 |

VILLAGE OF LIBERTYVILLE, ILLINOIS

Combining Statement of Cash Flows - Internal Service Funds
Year Ended April 30, 2011

| | Vehicle Maintenance and Replacement Service | Technology Equipment and Replacement Service | Total |
|---|---|--|-------------------------|
| Cash Flows from Operating Activities | | | |
| Receipts from Interfund Services | \$ 1,425,596 | 508,839 | 1,934,435 |
| Payments to Employees | (219,146) | (117,275) | (336,421) |
| Payments to Suppliers | (582,345) | (260,860) | (843,205) |
| | <u>624,105</u> | <u>130,704</u> | <u>754,809</u> |
| Cash Flows from Capital and Related Financing Activities | | | |
| Purchase of Capital Assets | (51,985) | - | (51,985) |
| Interest on Capital Debt | (33,067) | (5,663) | (38,730) |
| Proceeds on Capital Debt | 51,985 | - | 51,985 |
| Principal on Capital Debt | (315,029) | (27,645) | (342,674) |
| | <u>(348,096)</u> | <u>(33,308)</u> | <u>(381,404)</u> |
| Cash Flows from Investing Activities | | | |
| Interest Received | <u>646</u> | <u>88</u> | <u>734</u> |
| Net Change in Cash and Cash Equivalents | 276,655 | 97,484 | 374,139 |
| Cash and Cash Equivalents - Beginning | <u>729,924</u> | <u>335,670</u> | <u>1,065,594</u> |
| Cash and Cash Equivalents - Ending | <u><u>1,006,579</u></u> | <u><u>433,154</u></u> | <u><u>1,439,733</u></u> |
| Reconciliation of Operating Income to Net Cash Provided (Used) by Operating Activities | | | |
| Operating Income (Loss) | <u>126,150</u> | <u>(14,544)</u> | <u>111,606</u> |
| Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by Operating Activities: | | | |
| Depreciation and Amortization Expense | 441,348 | 41,333 | 482,681 |
| Other Income | 18,205 | 149,312 | 167,517 |
| (Increase) Decrease in Current Assets | 6,163 | (255) | 5,908 |
| Increase (Decrease) in Current Liabilities | <u>32,239</u> | <u>(45,142)</u> | <u>(12,903)</u> |
| Net Cash Provided by Operating Activities | <u><u>624,105</u></u> | <u><u>130,704</u></u> | <u><u>754,809</u></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, 2011

| | Budget | | Actual |
|----------------------------------|--------------|-----------|-----------|
| | Original | Final | |
| Operating Revenues | | | |
| Interfund Services | \$ 1,366,800 | 1,366,800 | 1,401,228 |
| Operating Expenses | | | |
| Operations | 915,795 | 915,795 | 833,730 |
| Depreciation | - | - | 441,348 |
| Total Operating Expenses | 915,795 | 915,795 | 1,275,078 |
| Operating Income | 451,005 | 451,005 | 126,150 |
| Nonoperating Revenues (Expenses) | | | |
| Interest Income | 1,000 | 1,000 | 646 |
| Other Income | 10,000 | 10,000 | 18,205 |
| Interest and Fiscal Charges | - | (33,000) | (33,067) |
| | 11,000 | (22,000) | (14,216) |
| Change in Net Assets | 462,005 | 429,005 | 111,934 |
| Net Assets - Beginning | | | 3,010,197 |
| Net Assets - Ending | | | 3,122,131 |

VILLAGE OF LIBERTYVILLE, ILLINOIS

Vehicle Maintenance and Replacement Service - Internal Service Fund

**Schedule of Operating Expenses - Budget and Actual
Year Ended April 30, 2011**

| | Budget | | Actual |
|--|-----------------------|-----------------------|-----------------------|
| | Original | Final | |
| Operations | | | |
| Salaries - Administration | \$ 89,900 | 80,900 | (244) |
| Salaries - Clerical | 5,430 | 5,430 | 5,393 |
| Salaries - Maintenance | 205,850 | 214,850 | 213,997 |
| Employer Contribution - IMRF | 33,130 | 33,130 | 24,358 |
| Employer Contribution - FICA & Medicare | 23,040 | 23,040 | 15,662 |
| Shop Supplies | 5,000 | 5,000 | 4,214 |
| Tools | 3,500 | 3,500 | 1,928 |
| Gasoline and Oil | 298,560 | 288,060 | 230,548 |
| Maintenance Shop Facilities | 500 | 500 | - |
| Vehicle Washing | 3,600 | 3,600 | 2,369 |
| Non-Stocked Vehicle Parts | 73,200 | 78,200 | 78,094 |
| Maintenance Other Equipment | 7,250 | 7,250 | 2,683 |
| Insurance | 75,780 | 75,780 | 58,714 |
| Intergovernmental Risk Management Agency | 32,300 | 32,300 | 31,488 |
| Travel, Training and Dues | 630 | 630 | 465 |
| Contractual Repair Services | 13,000 | 17,000 | 16,982 |
| Uniforms | 1,000 | 1,000 | 906 |
| License, Title and Inspection Fees | 2,500 | 3,000 | 2,969 |
| Transfer Vehicle Replacement | 4,575 | 4,575 | - |
| Vehicle Replacement Costs | 120,000 | 120,000 | 165,177 |
| Fire Contractual Repairs | 22,800 | 18,800 | 13,268 |
| Police Contractual Repairs | 4,000 | 4,000 | 2,083 |
| Accident Damage Expense | 10,000 | 15,000 | 14,472 |
| Miscellaneous | 250 | 250 | 189 |
| | <u>1,035,795</u> | <u>1,035,795</u> | <u>885,715</u> |
| Less Nonoperating Items | | | |
| Capital Assets Capitalized | <u>(120,000)</u> | <u>(120,000)</u> | <u>(51,985)</u> |
| Total Operations | <u><u>915,795</u></u> | <u><u>915,795</u></u> | <u><u>833,730</u></u> |

VILLAGE OF LIBERTYVILLE, ILLINOIS

Vehicle Maintenance and Replacement Service - Internal Service Fund

**Schedule of Capital Assets and Depreciation
Year Ended April 30, 2011**

| | Capital Assets | | | Balances Ending |
|---|--------------------------|-----------|---------------------------|--------------------|
| | Beginning Balances | Additions | Retirements/ Transfers | |
| Machinery and Equipment | \$ 6,670,866 | 51,985 | 31,040 | 6,691,811 |
| | Accumulated Depreciation | | | |
| | Beginning Balances | Additions | Retirements/ Transfers | Balances Ending |
| Machinery and Equipment | 3,425,973 | 441,348 | 31,040 | 3,836,281 |
| Total Capital Assets (Net of Accumulated Depreciation) | 3,244,893 | | | 2,855,530 |

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, 2011

| | Budget | | Actual |
|----------------------------------|------------|----------|----------|
| | Original | Final | |
| Operating Revenues | | | |
| Interfund Services | \$ 357,000 | 357,000 | 359,782 |
| Operating Expenses | | | |
| Operations | 399,445 | 399,445 | 332,993 |
| Depreciation | - | - | 41,333 |
| Total Operating Expenses | 399,445 | 399,445 | 374,326 |
| Operating Income (Loss) | (42,445) | (42,445) | (14,544) |
| Nonoperating Revenues (Expenses) | | | |
| Interest Income | - | - | 88 |
| Other Income | 84,000 | 84,000 | 149,312 |
| Interest and Fiscal Charges | (33,310) | (33,310) | (5,663) |
| | 84,000 | 84,000 | 143,737 |
| Change in Net Assets | 41,555 | 41,555 | 129,193 |
| Net Assets - Beginning | | | (35,334) |
| Net Assets - Ending | | | 93,859 |

VILLAGE OF LIBERTYVILLE, ILLINOIS

Technology Equipment Replacement - Internal Service Fund

**Schedule of Operating Expenses - Budget and Actual
Year Ended April 30, 2011**

| | Budget | | Actual |
|--|------------|---------|---------|
| | Original | Final | |
| Operations | | | |
| Salaries Administration | \$ 128,860 | 128,860 | 117,275 |
| Employer Contribution - IMRF | 14,175 | 14,150 | 12,238 |
| Employer Contribution - FICA & Medicare | 9,860 | 9,860 | 8,927 |
| Computer Supplies | 12,000 | 12,000 | 5,788 |
| Wireless Service | 7,200 | 7,200 | 5,847 |
| Motor Vehicles Maintenance | 1,000 | 1,000 | 1,000 |
| Hardware Maintenance | 5,000 | 5,000 | 3,925 |
| Internet Access | 17,500 | 17,500 | 15,202 |
| Insurance | 60 | 85 | 78 |
| Travel, Training, Subscriptions and Dues | 5,000 | 5,000 | 915 |
| Consulting Services | 19,500 | 19,500 | 14,897 |
| Software, Licensing and Updates | 87,680 | 87,680 | 77,334 |
| Web Page Services | 8,000 | 8,000 | 7,805 |
| Capital Outlay | 82,610 | 82,610 | 61,566 |
| Miscellaneous | 1,000 | 1,000 | 196 |
| Total Operations | 399,445 | 399,445 | 332,993 |

VILLAGE OF LIBERTYVILLE, ILLINOIS

Technology Equipment Replacement - Internal Service Fund

Schedule of Capital Assets and Depreciation
Year Ended April 30, 2011

| | Capital Assets | | | |
|---|--------------------------|-----------|---------------------------|--------------------|
| | Beginning Balances | Additions | Retirements/ Transfers | Balances Ending |
| Machinery and Equipment | \$ 206,664 | - | - | 206,664 |
| | Accumulated Depreciation | | | |
| | Beginning Balances | Additions | Retirements/ Transfers | Balances Ending |
| Machinery and Equipment | 43,667 | 41,333 | - | 85,000 |
| Total Capital Assets (Net of Accumulated Depreciation) | 162,997 | | | 121,664 |

VILLAGE OF LIBERTYVILLE, ILLINOIS**Pension Trust Funds****Combining Statement of Net Plan Assets
April 30, 2011**

| | Police Pension | Firefighters' Pension | Totals |
|--|-------------------|--------------------------|------------|
| Assets | | | |
| Cash and Cash Equivalents | \$ 1,064,581 | 1,218,737 | 2,283,318 |
| Investments | | | |
| State and Local Obligations | 1,037,270 | - | 1,037,270 |
| U.S. Government and Agency Obligations | 9,491,046 | 8,742,791 | 18,233,837 |
| Insurance Contracts | 659,831 | - | 659,831 |
| Mutual Funds | 9,375,681 | 8,179,874 | 17,555,555 |
| Receivables - Accrued Interest | 107,488 | 69,787 | 177,275 |
| Prepays | - | 500 | 500 |
| Total Assets | 21,735,897 | 18,211,689 | 39,947,586 |
| Liabilities | | | |
| Accounts Payable | 16 | 12,918 | 12,934 |
| Net Plan Assets Held in Trust for Pension Benefits (A schedule of funding progress is presented following the notes to the financial statements.) | 21,735,881 | 18,198,771 | 39,934,652 |

VILLAGE OF LIBERTYVILLE, ILLINOIS

Pension Trust Funds

**Combining Statement of Changes in Net Plan Assets
Year Ended April 30, 2011**

| | Police Pension | Firefighters' Pension | Totals |
|---|-------------------|--------------------------|------------------|
| Additions | | | |
| Contributions - Employer | \$ 1,233,142 | 980,817 | 2,213,959 |
| Contributions - Plan Members | 322,489 | 276,119 | 598,608 |
| Total Contributions | 1,555,631 | 1,256,936 | 2,812,567 |
| Investment Income | | | |
| Interest Earned | 600,302 | 408,140 | 1,008,442 |
| Net Change in Fair Value | 1,713,751 | 1,152,401 | 2,866,152 |
| | 2,314,053 | 1,560,541 | 3,874,594 |
| Less Investment Expenses | (29,357) | (46,895) | (76,252) |
| Net Investment Income | 2,284,696 | 1,513,646 | 3,798,342 |
| Total Additions | 3,840,327 | 2,770,582 | 6,610,909 |
| Deductions | | | |
| Administration | 33,377 | 35,477 | 68,854 |
| Benefits | 1,493,189 | 964,485 | 2,457,674 |
| Total Deductions | 1,526,566 | 999,962 | 2,526,528 |
| Change in Net Assets | 2,313,761 | 1,770,620 | 4,084,381 |
| Net Plan Assets Held in Trust for Pension Benefits | | | |
| Beginning | 19,422,120 | 16,428,151 | 35,850,271 |
| Ending | 21,735,881 | 18,198,771 | 39,934,652 |

VILLAGE OF LIBERTYVILLE, ILLINOIS

Police Pension - Pension Trust Fund

Schedule of Changes in Net Plan Assets - Budget and Actual
Year Ended April 30, 2011

| | Budget | | Actual |
|---|------------------|------------------|-------------------|
| | Original | Final | |
| Additions | | | |
| Contributions - Employer | \$ 1,245,640 | 1,245,640 | 1,233,142 |
| Contributions - Plan Members | 330,000 | 330,000 | 322,489 |
| Total Contributions | <u>1,575,640</u> | <u>1,575,640</u> | <u>1,555,631</u> |
| Investment Income | | | |
| Interest Earned | 350,000 | 350,000 | 600,302 |
| Net Change in Fair Value | - | - | 1,713,751 |
| | <u>350,000</u> | <u>350,000</u> | <u>2,314,053</u> |
| Less Investment Expenses | (36,000) | (30,000) | (29,357) |
| Net Investment Income | <u>314,000</u> | <u>320,000</u> | <u>2,284,696</u> |
| Total Additions | <u>1,889,640</u> | <u>1,895,640</u> | <u>3,840,327</u> |
| Deductions | | | |
| Administration | 38,600 | 35,300 | 33,377 |
| Benefits | 1,484,400 | 1,493,700 | 1,493,189 |
| Total Deductions | <u>1,523,000</u> | <u>1,529,000</u> | <u>1,526,566</u> |
| Change in Net Assets | <u>366,640</u> | <u>366,640</u> | 2,313,761 |
| Net Plan Assets Held in Trust for Pension Benefits | | | |
| Beginning | | | <u>19,422,120</u> |
| Ending | | | <u>21,735,881</u> |

VILLAGE OF LIBERTYVILLE, ILLINOIS

Firefighters' Pension - Pension Trust Fund

**Schedule of Changes in Net Plan Assets - Budget and Actual
Year Ended April 30, 2011**

| | Budget | | Actual |
|---|------------------|------------------|-------------------|
| | Original | Final | |
| Additions | | | |
| Contributions - Employer | \$ 991,060 | 991,060 | 980,817 |
| Contributions - Plan Members | 256,000 | 256,000 | 276,119 |
| Total Contributions | <u>1,247,060</u> | <u>1,247,060</u> | <u>1,256,936</u> |
| Investment Income | | | |
| Interest Earned | 210,000 | 210,000 | 408,140 |
| Net Change in Fair Value | - | - | 1,152,401 |
| | <u>210,000</u> | <u>210,000</u> | <u>1,560,541</u> |
| Less Investment Expenses | (29,000) | (33,500) | (46,895) |
| Net Investment Income | <u>181,000</u> | <u>176,500</u> | <u>1,513,646</u> |
| Total Additions | <u>1,428,060</u> | <u>1,423,560</u> | <u>2,770,582</u> |
| Deductions | | | |
| Administration | 12,100 | 37,425 | 35,477 |
| Benefits | 954,705 | 974,705 | 964,485 |
| Total Deductions | <u>966,805</u> | <u>1,012,130</u> | <u>999,962</u> |
| Change in Net Assets | <u>461,255</u> | <u>411,430</u> | <u>1,770,620</u> |
| Net Plan Assets Held in Trust for Pension Benefits | | | |
| Beginning | | | <u>16,428,151</u> |
| Ending | | | <u>18,198,771</u> |

SUPPLEMENTAL SCHEDULES

VILLAGE OF LIBERTYVILLE, ILLINOIS

Long-Term Debt Requirements

**General Obligation Refunding Waterworks and Sewerage Bonds of 2001A
April 30, 2011**

| | |
|-------------------------|---|
| 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 |
| 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>1,060,000</u> | <u>68,070</u> | <u>1,128,070</u> | | <u>44,957</u> | | <u>23,113</u> |

VILLAGE OF LIBERTYVILLE, ILLINOIS

Long-Term Debt Requirements

**General Obligation Refunding Bonds of 2004
April 30, 2011**

| | |
|-------------------------|---|
| 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 |
| 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>2,030,000</u> | <u>521,172</u> | <u>2,551,172</u> | | <u>260,586</u> | | <u>260,586</u> |

VILLAGE OF LIBERTYVILLE, ILLINOIS

Long-Term Debt Requirements

**General Obligation Waterworks and Sewerage Alternate Revenue Source Bonds of 2006
April 30, 2011**

| | |
|-------------------------|---|
| 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 |
| 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>2,760,000</u> | <u>824,501</u> | <u>3,584,501</u> | | <u>440,698</u> | | <u>383,803</u> |

VILLAGE OF LIBERTYVILLE, ILLINOIS

Long-Term Debt Requirements

**General Obligation Limited Tax Refunding Bonds of 2008
April 30, 2011**

| | |
|-------------------------|--|
| 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 |
| 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>1,615,000</u> | <u>320,680</u> | <u>1,935,680</u> | | <u>160,339</u> | | <u>160,341</u> |

VILLAGE OF LIBERTYVILLE, ILLINOIS

Long-Term Debt Requirements

**General Obligation Alternate Refunding Bonds of 2010A
April 30, 2011**

| | |
|-------------------------|--|
| 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 |
| 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>7,515,690</u> | <u>19,085,690</u> | | <u>3,757,840</u> | | <u>3,757,850</u> |

VILLAGE OF LIBERTYVILLE, ILLINOIS

Long-Term Debt Requirements

**General Obligation Alternate Refunding Bonds of 2010B
April 30, 2011**

| | |
|-------------------------|--|
| 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 |
| 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>1,932,338</u> | <u>5,177,338</u> | | <u>966,169</u> | | <u>966,169</u> |

VILLAGE OF LIBERTYVILLE, ILLINOIS

Long-Term Debt Requirements

**General Obligation Alternate Refunding Bonds of 2010C
April 30, 2011**

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

CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

| Tax Levy Year | Requirements | | | Interest Due on | | | |
|---------------------|------------------|----------------|------------------|-----------------|----------------|---------|----------------|
| | Principal | Interest | Totals | June 15 | Amount | Dec. 15 | Amount |
| 2010 | \$ 40,000 | 107,675 | 147,675 | 2011 | 60,287 | 2011 | 47,388 |
| 2011 | 60,000 | 93,975 | 153,975 | 2012 | 46,988 | 2012 | 46,987 |
| 2012 | 50,000 | 92,775 | 142,775 | 2013 | 46,388 | 2013 | 46,387 |
| 2013 | 490,000 | 91,775 | 581,775 | 2014 | 45,888 | 2014 | 45,887 |
| 2014 | 505,000 | 81,975 | 586,975 | 2015 | 40,988 | 2015 | 40,987 |
| 2015 | 510,000 | 69,350 | 579,350 | 2016 | 34,675 | 2016 | 34,675 |
| 2016 | 525,000 | 56,600 | 581,600 | 2017 | 28,300 | 2017 | 28,300 |
| 2017 | 540,000 | 43,475 | 583,475 | 2018 | 21,738 | 2018 | 21,737 |
| 2018 | 550,000 | 29,975 | 579,975 | 2019 | 14,988 | 2019 | 14,987 |
| 2019 | 570,000 | 15,675 | 585,675 | 2020 | 7,838 | 2020 | 7,837 |
| | <u>3,840,000</u> | <u>683,250</u> | <u>4,523,250</u> | | <u>348,078</u> | | <u>335,172</u> |

VILLAGE OF LIBERTYVILLE, ILLINOIS

Long-Term Debt Requirements

**General Obligation Alternate Refunding Bonds of 2010D
April 30, 2011**

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

CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

| Tax Levy Year | Requirements | | | Interest Due on | | | |
|---------------------|----------------|---------------|----------------|-----------------|---------------|---------|---------------|
| | Principal | Interest | Totals | June 15 | Amount | Dec. 15 | Amount |
| 2010 | \$ 65,000 | 11,918 | 76,918 | 2011 | 6,673 | 2011 | 5,245 |
| 2011 | 65,000 | 9,190 | 74,190 | 2012 | 4,595 | 2012 | 4,595 |
| 2012 | 65,000 | 7,890 | 72,890 | 2013 | 3,945 | 2013 | 3,945 |
| 2013 | 70,000 | 6,590 | 76,590 | 2014 | 3,295 | 2014 | 3,295 |
| 2014 | 70,000 | 5,190 | 75,190 | 2015 | 2,595 | 2015 | 2,595 |
| 2015 | 70,000 | 3,440 | 73,440 | 2016 | 1,720 | 2016 | 1,720 |
| 2016 | 65,000 | 1,690 | 66,690 | 2017 | 845 | 2017 | 845 |
| | <u>470,000</u> | <u>45,908</u> | <u>515,908</u> | | <u>23,668</u> | | <u>22,240</u> |

VILLAGE OF LIBERTYVILLE, ILLINOIS

Long-Term Debt Requirements

IEPA Sewer Revenue Bonds of 1999

April 30, 2011

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

CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

| <u>Fiscal Year</u> | <u>Requirements</u> | | <u>Totals</u> |
|------------------------|---------------------|-----------------|----------------|
| | <u>Principal</u> | <u>Interest</u> | |
| 2012 | \$ 178,654 | 18,243 | 196,897 |
| 2013 | 184,082 | 12,815 | 196,897 |
| 2014 | 189,673 | 7,224 | 196,897 |
| 2015 | 96,988 | 1,463 | 98,451 |
| | <u>649,397</u> | <u>39,745</u> | <u>689,142</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 Eight Fiscal Years
April 30, 2011 (Unaudited)**

See Following Page

VILLAGE OF LIBERTYVILLE, ILLINOIS

**Net Assets by Component - Last Eight Fiscal Years
April 30, 2011 (Unaudited)**

| | <u>2004</u> | <u>2005</u> |
|---|-------------------|-------------------|
| Governmental Activities | | |
| Invested in Capital Assets, Net of Related Debt | \$ 23,528,062 | 24,520,248 |
| Restricted | 1,201,639 | 1,725,315 |
| Unrestricted | <u>10,210,430</u> | <u>10,398,325</u> |
| Total Governmental Activities Net Assets | <u>34,940,131</u> | <u>36,643,888</u> |
| | | |
| Business-Type Activities | | |
| Invested in Capital Assets, Net of Related Debt | 18,271,947 | 18,071,513 |
| Unrestricted | <u>2,845,264</u> | <u>1,922,287</u> |
| Total Business-Type Activities Net Assets | <u>21,117,211</u> | <u>19,993,800</u> |
| | | |
| Primary Government | | |
| Invested in Capital Assets, Net of Related Debt | 41,800,009 | 42,591,761 |
| Restricted | 1,201,639 | 1,725,315 |
| Unrestricted | <u>13,055,694</u> | <u>12,320,612</u> |
| Total Primary Government Net Assets | <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 | 2011 |
|-------------|-------------|-------------|-------------|-------------|-------------|
| 130,700,298 | 145,149,599 | 146,129,781 | 151,837,268 | 155,042,487 | 152,790,891 |
| 1,206,999 | 1,298,287 | 1,338,773 | 1,225,206 | 1,036,836 | 1,151,527 |
| 12,579,529 | 18,116,079 | 19,795,069 | 14,285,053 | 3,369,441 | 7,044,228 |
| 144,486,826 | 164,563,965 | 167,263,623 | 167,347,527 | 159,448,764 | 160,986,646 |
| 18,046,127 | 16,156,592 | 16,895,822 | 17,292,192 | 17,379,271 | 18,111,464 |
| 813,404 | 2,584,234 | 805,916 | (2,340,559) | 3,336,604 | 1,039,455 |
| 18,859,531 | 18,740,826 | 17,701,738 | 14,951,633 | 20,715,875 | 19,150,919 |
| 148,746,425 | 161,306,191 | 163,025,603 | 169,129,460 | 172,421,758 | 170,902,355 |
| 1,206,999 | 1,298,287 | 1,338,773 | 1,225,206 | 1,036,836 | 1,151,527 |
| 13,392,933 | 20,700,313 | 20,600,985 | 11,944,494 | 6,706,045 | 8,083,683 |
| 163,346,357 | 183,304,791 | 184,965,361 | 182,299,160 | 180,164,639 | 180,137,565 |

VILLAGE OF LIBERTYVILLE, ILLINOIS

Changes in Net Assets - Last Eight Fiscal Years
April 30, 2011 (Unaudited)

| | 2004 | 2005 | 2006 | 2007 | 2008 | 2009 | 2010 | 2011 |
|---|--------------|------------|------------|------------|------------|------------|------------|------------|
| Expenses | | | | | | | | |
| Governmental Activities | | | | | | | | |
| General Government | \$ 2,684,660 | 2,767,055 | 2,594,575 | 2,468,057 | 2,815,826 | 2,857,313 | 2,850,107 | 2,471,416 |
| Community Development | 1,030,429 | 968,502 | 1,034,897 | 1,136,810 | 1,286,825 | 1,315,490 | 1,327,110 | 1,241,044 |
| Public Safety | 11,349,821 | 11,204,047 | 13,666,355 | 11,073,209 | 12,893,235 | 13,343,437 | 13,318,393 | 13,865,295 |
| Public Works | 2,275,270 | 2,011,215 | 3,225,742 | 3,730,768 | 3,848,776 | 3,963,080 | 3,996,726 | 3,928,442 |
| Parks and Recreation | 3,772,294 | 3,550,485 | 3,080,371 | 3,091,115 | 3,194,934 | 3,095,859 | 2,933,418 | 2,858,784 |
| Economic Development | 109,275 | 703,633 | 124,291 | 939,443 | 695,858 | 1,651,999 | 487,576 | 2,708,857 |
| Interest on Long-Term Debt | 409,403 | 305,035 | 269,242 | 234,969 | 193,187 | 193,112 | 86,254 | 103,998 |
| Total Governmental Activities Expenses | 21,631,152 | 21,509,972 | 23,995,473 | 22,674,371 | 24,928,641 | 26,420,290 | 24,999,584 | 27,177,836 |
| Business-Type Activities | | | | | | | | |
| Waterworks and Sewerage | 6,734,485 | 6,507,588 | 7,303,198 | 7,047,807 | 7,374,060 | 7,575,730 | 7,260,535 | 8,025,210 |
| Libertyville Sports Complex | 5,178,720 | 4,553,222 | 3,987,449 | 3,834,185 | 4,141,989 | 3,767,660 | 3,556,043 | 3,379,087 |
| Total Business-Type Activities Net Assets | 11,913,205 | 11,060,810 | 11,290,647 | 10,881,992 | 11,516,049 | 11,343,390 | 10,816,578 | 11,404,297 |
| Total Primary Government Expenses | 33,544,357 | 32,570,782 | 35,286,120 | 33,556,363 | 36,444,690 | 37,763,680 | 35,816,162 | 38,582,133 |
| Program Revenues | | | | | | | | |
| Governmental Activities | | | | | | | | |
| Charges for Services | | | | | | | | |
| General Government | 2,143,973 | 3,041,474 | 3,272,877 | 4,109,949 | 3,940,484 | 4,058,357 | 3,746,656 | 3,803,987 |
| Community Development | 138,654 | 196,770 | 330,339 | 423,194 | 299,923 | 385,513 | 293,603 | 258,792 |
| Public Safety | 2,688,795 | 2,473,544 | 2,656,464 | 2,773,671 | 3,092,050 | 3,184,475 | 3,225,790 | 3,380,120 |
| Parks and Recreation | 1,231,096 | 1,196,794 | 1,320,083 | 1,291,404 | 1,294,725 | 1,219,846 | 1,204,507 | 1,244,862 |
| Capital Grants/Contributions | 602,715 | 618,286 | 669,307 | 601,837 | 704,992 | 874,399 | 533,583 | 977,802 |
| Total Governmental Activities Program Revenues | 6,805,233 | 7,526,868 | 8,249,070 | 9,200,055 | 9,332,174 | 9,722,590 | 9,004,139 | 9,665,563 |
| Business-Type Activities | | | | | | | | |
| Charges for Services | | | | | | | | |
| Waterworks and Sewerage | 6,408,995 | 6,336,099 | 6,911,448 | 6,803,946 | 6,261,728 | 5,837,221 | 5,766,417 | 6,906,343 |
| Libertyville Sports Complex | 3,696,439 | 3,613,227 | 3,223,825 | 3,075,067 | 3,213,660 | 2,704,025 | 2,363,709 | 2,315,181 |
| 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 | 9,221,524 |
| Total Primary Government Program Revenues | 16,910,667 | 17,476,194 | 18,384,343 | 19,774,716 | 19,636,958 | 18,295,336 | 17,134,265 | 18,887,087 |

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

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, 2011 (Unaudited)**

| | 2002 | 2003 | 2004 | 2005 |
|-------------------------------------|-------------------|------------------|-------------------|-------------------|
| General Fund | | | | |
| Reserved | \$ 228,459 | 135,163 | 916,115 | 774,395 |
| Unreserved | 9,798,777 | 9,314,620 | 9,528,874 | 9,567,686 |
| Nonspendable | - | - | - | - |
| Restricted | - | - | - | - |
| Unassigned | - | - | - | - |
| Total General Fund | 10,027,236 | 9,449,783 | 10,444,989 | 10,342,081 |
| All Other Governmental Funds | | | | |
| Reserved | 2,227,315 | 916,915 | 926,948 | 923,409 |
| Unreserved, Reported in: | | | | |
| Special Revenues Funds | 1,833,148 | 1,402,840 | 429,909 | 552,921 |
| Debt Service Funds | - | 90,342 | - | - |
| Capital Improvement Funds | 1,919,439 | 239,165 | 553,721 | 1,292,885 |
| TIF Construction Funds | (75,155) | (745,247) | (72,073) | 380,723 |
| Nonspendable | - | - | - | - |
| Restricted | - | - | - | - |
| Committed | - | - | - | - |
| Assigned | - | - | - | - |
| Governmental Funds | 5,904,747 | 1,904,015 | 1,838,505 | 3,149,938 |

Data Source: Village Records

The Village implemented GASB 34 in Fiscal Year 2004.

The Village implemented GASB 54 in Fiscal Year 2011.

| 2006 | 2007 | 2008 | 2009 | 2010 | 2011 |
|------------|------------|------------|------------|-----------|-----------|
| 838,445 | 969,572 | 1,117,762 | 1,082,056 | 1,302,726 | - |
| 9,706,124 | 10,658,159 | 10,447,178 | 9,767,586 | 1,378,303 | - |
| - | - | - | - | - | 956,359 |
| - | - | - | - | - | 642,230 |
| - | - | - | - | - | 3,213,604 |
| 10,544,569 | 11,627,731 | 11,564,940 | 10,849,642 | 2,681,029 | 4,812,193 |
| 945,150 | 1,909,238 | 2,018,181 | 1,903,254 | 1,699,788 | - |
| 726,535 | - | - | - | - | - |
| - | - | - | - | - | - |
| 985,563 | 2,433,476 | 2,843,754 | 1,779,700 | 1,349,350 | - |
| 1,898,884 | 4,613,664 | 5,943,715 | 2,395,970 | 175,328 | - |
| - | - | - | - | - | 10,877 |
| - | - | - | - | - | 544,170 |
| - | - | - | - | - | 1,255,236 |
| - | - | - | - | - | 2,924,041 |
| 4,556,132 | 8,956,378 | 10,805,650 | 6,078,924 | 3,224,466 | 4,734,324 |

VILLAGE OF LIBERTYVILLE, ILLINOIS

General Governmental Revenues By Source - Last Ten Fiscal Years

(In Thousands)

April 30, 2011 (Unaudited)

| Fiscal Year | 2002 | 2003 | 2004 | 2005 |
|----------------------|---------------|---------------|---------------|---------------|
| Taxes | \$ 5,284 | 5,750 | 5,895 | 6,301 |
| Licenses and Permits | 1,390 | 1,168 | 1,324 | 1,888 |
| Intergovernmental | 10,474 | 10,049 | 9,802 | 9,531 |
| Charges for Services | 3,858 | 3,881 | 4,679 | 4,795 |
| Fines and Forfeits | 183 | 199 | 200 | 226 |
| Interest | 814 | 447 | 252 | 171 |
| Grants | 296 | 236 | - | - |
| Miscellaneous | 1,010 | 998 | 397 | 386 |
| Total | 23,309 | 22,728 | 22,549 | 23,298 |

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

Data Source: Village Records

| 2006 | 2007 | 2008 | 2009 | 2010 | 2011 |
|---------------|---------------|---------------|---------------|---------------|---------------|
| 6,835 | 7,300 | 7,647 | 7,924 | 8,854 | 11,038 |
| 1,863 | 2,468 | 2,184 | 2,256 | 1,745 | 1,352 |
| 10,065 | 10,395 | 10,005 | 8,717 | 7,862 | 8,886 |
| 5,475 | 5,943 | 6,210 | 6,262 | 6,453 | 6,909 |
| 241 | 187 | 233 | 330 | 272 | 426 |
| 422 | 816 | 857 | 386 | 82 | 14 |
| - | - | - | - | - | - |
| 387 | 2,289 | 361 | 203 | 224 | 546 |
| <u>25,288</u> | <u>29,398</u> | <u>27,497</u> | <u>26,078</u> | <u>25,492</u> | <u>29,171</u> |

VILLAGE OF LIBERTYVILLE, ILLINOIS

General Governmental Expenditures By Function - Last Ten Fiscal Years (In Thousands) April 30, 2011 (Unaudited)

| Function | 2002 | 2003 | 2004 | 2005 |
|-----------------------------|----------|--------|--------|--------|
| General Government | \$ 2,766 | 3,117 | 2,369 | 2,454 |
| Community Development | 868 | 860 | 1,004 | 945 |
| Public Safety | 9,554 | 10,358 | 10,730 | 10,740 |
| Public Works | 2,306 | 2,948 | 2,618 | 2,052 |
| Parks and Recreation | 3,262 | 2,796 | 2,855 | 2,659 |
| Economic Development | - | - | 604 | 704 |
| Capital Outlay | 6,724 | 5,483 | 439 | 978 |
| Debt Service | | | | |
| Principal | 140 | 1,125 | 1,170 | 1,140 |
| Interest and Fiscal Charges | 522 | 468 | 444 | 320 |
| Total | 26,142 | 27,155 | 22,233 | 21,992 |

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

Data Source: Village Records

| 2006 | 2007 | 2008 | 2009 | 2010 | 2011 |
|---------------|---------------|---------------|---------------|---------------|---------------|
| 2,465 | 2,443 | 2,683 | 2,739 | 2,584 | 2,381 |
| 1,035 | 1,137 | 1,287 | 1,315 | 1,327 | 1,241 |
| 11,944 | 12,393 | 12,737 | 13,095 | 13,224 | 13,724 |
| 2,084 | 2,075 | 2,345 | 2,190 | 2,133 | 2,047 |
| 2,792 | 2,803 | 2,909 | 2,807 | 2,631 | 2,595 |
| 124 | 939 | 696 | 5,456 | 4,780 | 1,855 |
| 1,866 | 765 | 1,706 | 2,546 | 1,153 | 968 |
| 1,190 | 1,215 | 1,240 | 1,310 | 195 | 180 |
| 283 | 246 | 211 | 197 | 93 | 105 |
| 23,783 | 24,016 | 25,814 | 31,655 | 28,120 | 25,096 |

VILLAGE OF LIBERTYVILLE, ILLINOIS

**Changes in Fund Balances for Governmental Funds - Last Ten Fiscal Years
(In Thousands)
April 30, 2011 (Unaudited)**

| | 2002 | 2003 | 2004 | 2005 |
|--|----------------|----------------|---------------|---------------|
| Revenues | | | | |
| Taxes | \$ 5,284 | 5,750 | 5,895 | 6,301 |
| Licenses and Permits | 1,390 | 1,168 | 1,324 | 1,888 |
| Intergovernmental | 10,474 | 10,049 | 9,802 | 9,531 |
| Charges for Services | 3,858 | 3,881 | 4,679 | 4,795 |
| Fines and Forfeits | 183 | 199 | 200 | 226 |
| Investment Income | 814 | 447 | 252 | 171 |
| Grants | 296 | 236 | - | - |
| Miscellaneous | 1,010 | 998 | 397 | 386 |
| Total Revenues | 23,309 | 22,728 | 22,549 | 23,298 |
| Expenditures | | | | |
| General Government | 2,766 | 3,117 | 2,369 | 2,454 |
| Community Development | 868 | 860 | 1,004 | 945 |
| Public Safety | 9,554 | 10,358 | 10,730 | 10,740 |
| Public Works | 2,306 | 2,948 | 2,618 | 2,052 |
| Parks and Recreation | 3,262 | 2,796 | 2,855 | 2,659 |
| Economic Development | - | - | 604 | 704 |
| Capital Outlay | 6,724 | 5,483 | 439 | 978 |
| Debt Service | | | | |
| Principal | 140 | 1,125 | 1,170 | 1,140 |
| Interest and Fiscal Charges | 522 | 468 | 444 | 320 |
| Total Expenditures | 26,142 | 27,155 | 22,233 | 21,992 |
| Excess of Revenues Over (Under) Expenditures | (2,833) | (4,427) | 316 | 1,306 |
| Other Financing Sources (Uses) | | | | |
| Proceeds from Bonds | 2,607 | - | 2,025 | - |
| Premium on Debt Issuance | | | | |
| Payments to Escrow Agent | (3,480) | - | (1,986) | - |
| Transfers In | 1,349 | 664 | 1,676 | 461 |
| Transfers Out | (1,217) | (533) | (1,571) | (358) |
| | (741) | 131 | 144 | 103 |
| Net Change in Fund Balances | (3,574) | (4,296) | 460 | 1,409 |
| Debt Service as a Percentage of Noncapital Expenditures | 3.41% | 7.35% | 7.41% | 6.95% |

Data Source: Village Records

| 2006 | 2007 | 2008 | 2009 | 2010 | 2011 |
|--------|--------|--------|---------|----------|--------|
| 6,835 | 7,300 | 7,647 | 7,924 | 8,854 | 11,038 |
| 1,863 | 2,468 | 2,184 | 2,256 | 1,745 | 1,352 |
| 10,065 | 10,395 | 10,005 | 8,717 | 7,862 | 8,886 |
| 5,475 | 5,943 | 6,210 | 6,262 | 6,453 | 6,909 |
| 241 | 187 | 233 | 330 | 272 | 426 |
| 422 | 816 | 857 | 386 | 82 | 14 |
| - | - | - | - | - | - |
| 387 | 2,289 | 361 | 203 | 224 | 546 |
| 25,288 | 29,398 | 27,497 | 26,078 | 25,492 | 29,171 |
| 2,465 | 2,443 | 2,683 | 2,739 | 2,584 | 2,381 |
| 1,035 | 1,137 | 1,287 | 1,315 | 1,327 | 1,241 |
| 11,944 | 12,393 | 12,737 | 13,095 | 13,224 | 13,724 |
| 2,084 | 2,075 | 2,345 | 2,190 | 2,133 | 2,047 |
| 2,792 | 2,803 | 2,909 | 2,807 | 2,631 | 2,595 |
| 124 | 939 | 696 | 5,456 | 4,780 | 1,855 |
| 1,866 | 765 | 1,706 | 2,546 | 1,153 | 968 |
| 1,190 | 1,215 | 1,240 | 1,310 | 195 | 180 |
| 283 | 246 | 211 | 197 | 93 | 105 |
| 23,783 | 24,016 | 25,814 | 31,655 | 28,120 | 25,096 |
| 1,505 | 5,382 | 1,683 | (5,577) | (2,628) | 4,075 |
| - | - | - | 1,698 | - | 470 |
| - | - | - | (1,667) | - | 7 |
| 488 | 956 | 479 | 487 | 939 | (455) |
| (384) | (853) | (376) | (383) | (9,334) | 136 |
| 104 | 103 | 103 | 135 | (8,395) | (592) |
| 1,609 | 5,485 | 1,786 | (5,442) | (11,023) | (434) |
| 6.72% | 6.28% | 6.07% | 6.03% | 1.27% | 3,641 |
| | | | | | 1.14% |

VILLAGE OF LIBERTYVILLE, ILLINOIS

**Assessed Value and Actual Value of Taxable Property - Last Ten Tax Levy Years
April 30, 2011 (Unaudited)**

| Tax Levy Year | Residential Property | Farm | Commercial Property |
|---------------------|-------------------------|------------|------------------------|
| 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 |
| 2010 | 949,232,348 | 115,432 | 173,402,106 |

Data Source: Lake County Tax Extension Division

| Industrial Property | Total | Railroad | Total Assessed Value | Total Direct Tax Rate |
|---------------------|----------------|-----------|----------------------|-----------------------|
| \$ 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 |
| 103,115,145 | 1,225,865,031 | 278,056 | 1,226,143,087 | 0.466 |

VILLAGE OF LIBERTYVILLE, ILLINOIS

**Direct and Overlapping Property Tax Rates - Last Ten Tax Levy Years
April 30, 2011 (Unaudited)**

| | 2001 | 2002 | 2003 | 2004 |
|--|--------------|--------------|--------------|--------------|
| Village of Libertyville | | | | |
| Corporate | 0.102 | 0.095 | 0.087 | 0.084 |
| Street & Bridge | 0.068 | 0.065 | 0.057 | 0.053 |
| Fire Protection | 0.092 | 0.087 | 0.078 | 0.075 |
| Playgrounds and Recreation | 0.035 | 0.033 | 0.031 | 0.030 |
| Parks | 0.035 | 0.033 | 0.031 | 0.030 |
| IMRF | 0.043 | 0.042 | 0.038 | 0.037 |
| Police Pension | 0.069 | 0.072 | 0.074 | 0.075 |
| Firefighters Pension | 0.054 | 0.059 | 0.057 | 0.055 |
| Recreation for the Handicapped | 0.000 | 0.000 | 0.000 | 0.011 |
| Limited Bonds | 0.032 | 0.029 | 0.026 | 0.000 |
| Bonds | 0.000 | 0.000 | 0.000 | 0.024 |
| Total Direct Tax Rate | 0.530 | 0.515 | 0.479 | 0.474 |
| Overlapping Rates | | | | |
| Grade School District #70 | 2.870 | 2.792 | 2.581 | 2.499 |
| High School District #128 | 2.344 | 2.391 | 2.359 | 2.291 |
| Lake County | 0.516 | 0.502 | 0.490 | 0.465 |
| Libertyville Township | 0.256 | 0.232 | 0.060 | 0.058 |
| Library | 0.254 | 0.247 | 0.236 | 0.231 |
| Other | 0.498 | 0.514 | 0.526 | 0.516 |
| Total Direct and Overlapping Tax Rate | 7.268 | 7.193 | 6.731 | 6.534 |
| Village's Share of Total Tax Rate | 7.29% | 7.16% | 7.12% | 7.25% |

Data Source: Office of the County Clerk

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

| 2005 | 2006 | 2007 | 2008 | 2009 | 2010 |
|-------|-------|-------|-------|-------|-------|
| 0.079 | 0.074 | 0.073 | 0.072 | 0.062 | 0.066 |
| 0.048 | 0.045 | 0.044 | 0.044 | 0.038 | 0.039 |
| 0.070 | 0.067 | 0.066 | 0.064 | 0.055 | 0.061 |
| 0.029 | 0.029 | 0.030 | 0.030 | 0.026 | 0.029 |
| 0.029 | 0.029 | 0.030 | 0.030 | 0.026 | 0.029 |
| 0.035 | 0.033 | 0.032 | 0.032 | 0.028 | 0.031 |
| 0.076 | 0.075 | 0.072 | 0.078 | 0.097 | 0.100 |
| 0.052 | 0.052 | 0.051 | 0.056 | 0.077 | 0.080 |
| 0.011 | 0.011 | 0.011 | 0.011 | 0.012 | 0.013 |
| 0.000 | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 |
| 0.022 | 0.020 | 0.020 | 0.017 | 0.015 | 0.018 |
| 0.451 | 0.435 | 0.429 | 0.434 | 0.436 | 0.466 |
| 2.378 | 2.297 | 2.247 | 2.278 | 2.283 | 2.431 |
| 2.225 | 2.179 | 2.136 | 2.163 | 2.179 | 2.324 |
| 0.454 | 0.450 | 0.444 | 0.453 | 0.464 | 0.505 |
| 0.057 | 0.057 | 0.057 | 0.058 | 0.059 | 0.058 |
| 0.225 | 0.222 | 0.219 | 0.222 | 0.223 | 0.238 |
| 0.498 | 0.487 | 0.478 | 0.481 | 0.487 | 0.509 |
| 6.288 | 6.127 | 6.010 | 6.089 | 6.131 | 6.531 |
| 7.17% | 7.10% | 7.14% | 7.13% | 7.11% | 7.14% |

VILLAGE OF LIBERTYVILLE, ILLINOIS

**Principal Property Tax Payers - Current Year and Nine Years Ago
April 30, 2011 (Unaudited)**

| Taxpayer | 2011 | | | 2002 | | |
|---|------------------------|------|--|------------------------|------|--|
| | Taxable Assessed Value | Rank | Percentage of Total Village Taxable Assessed Value | Taxable Assessed Value | Rank | Percentage of Total Village Taxable Assessed Value |
| Motorola | \$ 14,243,179 | 1 | 1.16% | \$ 20,218,464 | 1 | 2.67% |
| Advocate Health & Hospital Corp | 12,033,625 | 2 | 0.98% | | | |
| Hollister Incorporated | 10,844,737 | 3 | 0.88% | | | |
| Manufacturers Life Ins. Co. | 8,309,372 | 4 | 0.68% | 7,200,827 | 3 | 0.95% |
| Medline Industries | 7,988,417 | 5 | 0.65% | | | |
| Capmark Finance Inc | 6,562,048 | 6 | 0.54% | | | |
| Bradley Operating Ltd | 4,121,693 | 7 | 0.34% | | | |
| PNCMAC Pine Meadows III LLC | 3,852,741 | 8 | 0.31% | | | |
| McShane Constructions | 3,698,806 | 9 | 0.30% | | | |
| Giannoulas Enterprises | 3,625,143 | 10 | 0.30% | | | |
| Medical Center Properties, Inc./Condell | | | | 8,621,451 | 2 | 1.14% |
| Libertyville JV c/o Bradley | | | | 4,922,597 | 4 | 0.65% |
| Bre/Technology Way III LLC | | | | 4,801,635 | 5 | 0.63% |
| Temperature Equipment Corp | | | | 4,757,938 | 6 | 0.63% |
| Lincoln Atrium Management | | | | 4,370,360 | 7 | 0.58% |
| Mass Mutual Life Ins | | | | 3,770,103 | 8 | 0.50% |
| Ashley Libertyville, LLC | | | | 3,297,763 | 9 | 0.43% |
| Individual | | | | 2,494,219 | 10 | 0.33% |
| | <u>75,279,761</u> | | <u>6.14%</u> | <u>64,455,357</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, 2011 (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 |
| 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 | 5,497 | 99.91% | N/A | 5,497 | 99.91% |
| 2011 | 2010 | 5,714 | 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, 2011 (Unaudited)

| Fiscal Year Ended April 30 | Governmental Activities | | General Obligation Bonds |
|----------------------------------|--------------------------------|--------------------------|--------------------------------|
| | General Obligation Bonds | Installment Contracts | |
| 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 |
| 2011 | 2,085 | 819 | 24,505 |

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 | | | | |
| \$ 2,038 | \$ - | \$ | 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 |
| 649 | - | | 28,058 | 3.35% | 1,381 |

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, 2011 (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) |
|----------------------------|--------------------------------|---|----------|--|----------------|
| 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 |
| 2011 | 2,085 | 544 | 1,541 | 0.13% | 76 |

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, 2011 (Unaudited)**

| Governmental Unit | Gross Debt | Percentage to Debt Applicable to Village | Village's Share of Debt |
|--------------------------------------|--------------------|--|-------------------------|
| Village of Libertyville | \$ 2,085,000 | 100.00% | \$ 2,085,000 |
| Overlapping Debt: | | | |
| Libertyville School District #70 | 15,719,318 | 91.25% | 14,343,878 |
| Hawthorn School District #73 | 45,819,149 | 13.73% | 6,290,969 |
| Fremont Center School District #79 | 28,415,000 | 5.21% | 1,480,422 |
| Community High School District #128 | 30,020,000 | 36.62% | 10,993,324 |
| Mundelein High School District #120 | 7,578,106 | 5.75% | 435,741 |
| Grayslake High School District #127 | 47,164,516 | 0.03% | 14,149 |
| Lake County Community College #532 | 6,920,000 | 4.50% | 311,400 |
| Lake County | 86,515,000 | 4.27% | 3,694,191 |
| Lake County Forest Preserve District | 286,485,000 | 4.27% | 12,232,910 |
| Central Lake County JAWA | 20,610,000 | 16.19% | 3,336,759 |
| Fremont Public Library District | 5,815,000 | 3.63% | 211,085 |
| Subtotal | 581,061,089 | | 53,344,826 |
| Total | 583,146,089 | | 55,429,826 |

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

VILLAGE OF LIBERTYVILLE, ILLINOIS

**Legal Debt Margin - Last Ten Fiscal Years
April 30, 2011 (Unaudited)**

| | <u>2002</u> | <u>2003</u> | <u>2004</u> | <u>2005</u> |
|---|-----------------------|--------------------|--------------------|--------------------|
| Assessed Valuation | <u>\$ 774,907,276</u> | <u>818,341,666</u> | <u>920,904,542</u> | <u>980,297,159</u> |
| Bonded Debt Limit - 8.625% of Assessed Value | 66,835,753 | 70,581,969 | 79,428,017 | 84,550,630 |
| Amount of Debt Applicable to Limit | <u>7,970,000</u> | <u>4,855,001</u> | <u>5,680,000</u> | <u>4,955,000</u> |
| Legal Debt Margin | <u>58,865,753</u> | <u>65,726,968</u> | <u>73,748,017</u> | <u>79,595,630</u> |
| Percentage of Legal Debt Margin to Bonded Debt Limit | <u>88.08%</u> | <u>93.12%</u> | <u>92.85%</u> | <u>94.14%</u> |

Data Source: Village Records

| 2006 | 2007 | 2008 | 2009 | 2010 | 2011 |
|---------------|---------------|---------------|---------------|---------------|---------------|
| 1,039,667,041 | 1,127,812,367 | 1,203,544,687 | 1,257,047,676 | 1,262,021,669 | 1,226,143,087 |
| 89,671,282 | 97,273,817 | 103,805,729 | 108,420,362 | 108,849,369 | 105,754,841 |
| 2,200,000 | 2,080,000 | 1,965,000 | 175,000 | 75,000 | 1,615,000 |
| 87,471,282 | 95,193,817 | 101,840,729 | 108,245,362 | 108,774,369 | 104,139,841 |
| 97.55% | 97.86% | 98.11% | 99.84% | 99.93% | 98.47% |

VILLAGE OF LIBERTYVILLE, ILLINOIS

**Demographic and Economic Statistics - Last Ten Fiscal Years
April 30, 2011 (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 |
|----------------------------|----------------|------------------------------------|--------------------------------|----------------|-----------------------|-----------------------|
| 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 | 5.60% |
| 2011 | 20,315 | 838,516 | 41,276 | 39.2 | 2,507 | 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, 2011 (Unaudited)**

| Employer | 2011 | | | 2002 | | |
|---------------------------------------|--------------|------|--|--------------|------|--|
| | Employees | Rank | Percentage of Total Village Employment | Employees | Rank | Percentage of Total Village Employment |
| Motorola | 3,500 | 1 | N/A | 2,700 | 1 | N/A |
| Condell Medical Center | 1,812 | 2 | N/A | 2,000 | 2 | N/A |
| Lake County | 650 | 3 | N/A | 516 | 3 | N/A |
| Aldridge Electric | 502 | 4 | | | | |
| Hollister | 466 | 5 | N/A | 350 | 7 | N/A |
| Volkswagen Credit | 380 | 6 | N/A | | | |
| Libertyville School District No. 70 | 315 | 7 | N/A | 320 | 9 | N/A |
| Commonwealth Edison | 298 | 8 | N/A | 325 | 8 | N/A |
| Libertyville Comm High School No. 128 | 248 | 9 | N/A | 363 | 6 | N/A |
| Brightstar | 236 | 10 | | | | |
| Village of Libertyville | - | | N/A | 183 | 10 | N/A |
| Solar Corporation | | | | 500 | 4 | N/A |
| Temple Steel | | | | 400 | 5 | N/A |
| | <u>8,407</u> | | <u>0.00%</u> | <u>7,657</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, 2011 (Unaudited)**

| Function | 2002 | 2003 | 2004 | 2005 |
|-----------------------|------|------|------|------|
| General Government | | | | |
| Administration | 3 | 3 | 3 | 3 |
| Finance | 10 | 10 | 10 | 9 |
| 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 | 25 | 29 | 29 | 26 |
| Total | 183 | 187 | 187 | 183 |

Data Source: Village Records

| 2006 | 2007 | 2008 | 2009 | 2010 | 2011 |
|------|------|------|------|------|------|
| 3 | 3 | 3 | 3 | 3 | 3 |
| 9 | 9 | 9 | 9 | 9 | 7 |
| 33 | 33 | 33 | 33 | 33 | 29 |
| 54.5 | 58.0 | 59.0 | 59.0 | 59.0 | 54.0 |
| 38.5 | 33.0 | 34.0 | 34.0 | 34.0 | 34.0 |
| 12 | 13 | 13 | 13 | 13 | 11 |
| 4 | 4 | 4 | 5 | 5 | 4 |
| 26 | 24 | 24 | 24 | 24 | 22 |
| 180 | 177 | 179 | 180 | 180 | 164 |

VILLAGE OF LIBERTYVILLE, ILLINOIS

**Operating Indicators by Function/Program - Last Ten Fiscal Years
April 30, 2011 (Unaudited)**

| Function/Program | 2002 | 2003 | 2004 | 2005 |
|--|-----------|-----------|-----------|-----------|
| Public Works | | | | |
| Forestry | | | | |
| Number of Parkway Trees Planted | 124 | 90 | 48 | 44 |
| Number of Parkway Trees Trimmed | 1,435 | 1,300 | 1,047 | 1,412 |
| Fleet Services | | | | |
| Number of Vehicles Maintained | 108 | 111 | 111 | 111 |
| Number of Equipment Maintained | 39 | 51 | 51 | 51 |
| Preventative Maintenance Services | 1,118 | 1,150 | 1,296 | 1,083 |
| Public Safety | | | | |
| Fire (1) | | | | |
| Number of Fire Calls | 1,005 | 1,251 | 1,282 | 1,220 |
| Number of EMS Calls | 1,950 | 1,960 | 1,874 | 2,014 |
| Number of Training Hours | 10,139 | 7,072 | 4,782 | 5,128 |
| ISO Rating | 2 | 2 | 2 | 2 |
| Police | | | | |
| Part I Crime | 383 | 395 | 363 | 401 |
| Part II Crime | N/A | N/A | N/A | N/A |
| Calls for Service | 13,669 | 25,244 | 26,820 | 20,402 |
| State Tickets Issued | 2,819 | 2,350 | 2,779 | 2,378 |
| Parking Tickets Issued | 4,746 | 4,907 | 3,786 | 5,139 |
| Community Development | | | | |
| Number of Building Permits Issued | 1,450 | 1,350 | 1,582 | 1,284 |
| Number of Building Inspections | 4,681 | 6,363 | 7,371 | 7,058 |
| Number of Food Service Inspections | N/A | N/A | N/A | N/A |
| Highways and Streets | | | | |
| Sidewalk Replaced (Sq. Ft.) | 20,802 | 13,436 | 12,663 | 10,115 |
| Annual Resurfacing Program (\$) | 1,100,000 | 955,000 | 655,000 | 870,000 |
| Crack Sealing (Lbs. Installed) | 49,740 | 48,120 | 10,166 | 21,360 |
| Water and Sewer | | | | |
| Water Main Breaks | 16 | 14 | 26 | 32 |
| Hydrants Flushed | 589 | 801 | 361 | 857 |
| Water Meters Read | 7,094 | 7,332 | 4,200 | 7,550 |
| Water Meter Service Requests | 4,597 | 4,954 | 4,550 | 2,927 |
| Water Meters Replaced | 100 | 123 | 104 | 128 |
| Total Distribution Pumpage (1,000 Gallons) | 1,038,773 | 1,044,398 | 1,043,247 | 1,140,013 |
| Average Daily Pumpage (1,000 Gallons) | 2,945 | 2,870 | 2,866 | 3,121 |
| Sanitary Sewer Televising (Feet) | 17,319 | 20,647 | 16,177 | 28,323 |
| Sanitary Sewer Repairs | 2 | - | 2 | 1 |

N/A: Currently Not Available
Data Source: Village Records

| 2006 | 2007 | 2008 | 2009 | 2010 | 2011 |
|-----------|---------|-----------|-----------|---------|---------|
| 49 | - | 49 | 36 | 1 | 1 |
| 551 | 836 | 537 | 210 | 125 | 235 |
| 111 | 109 | 109 | 109 | 107 | 105 |
| 51 | 51 | 51 | 51 | 64 | 60 |
| 1,207 | 1,077 | 1,207 | 999 | 1,139 | 1,233 |
| N/A | 1,171 | 1,234 | 1,174 | N/A | N/A |
| N/A | 2,243 | 2,294 | 2,157 | N/A | N/A |
| 5,193 | 6,084 | 8,195 | 7,987 | N/A | N/A |
| 2 | 2 | 2 | 2 | 2 | - |
| 368 | 395 | 388 | 391 | N/A | N/A |
| N/A | N/A | N/A | N/A | N/A | N/A |
| 20,491 | 21,695 | 24,364 | 24,283 | 23,117 | 7,415 |
| 2,591 | 2,740 | 4,624 | 3,620 | 3,294 | 712 |
| 4,226 | 4,315 | 4,861 | 4,861 | 4,574 | 1,426 |
| 1,406 | 1,366 | 2,418 | 1,201 | 1,171 | 1,371 |
| 7,103 | 6,741 | 7,130 | 5,877 | 5,436 | 5,300 |
| N/A | N/A | N/A | N/A | N/A | N/A |
| 12,637 | 8,562 | 8,742 | 10,490 | 11,884 | 7,256 |
| 880,000 | 985,000 | 780,000 | 1,263,000 | 805,000 | 977,492 |
| 29,950 | - | 30,845 | 22,190 | 24,480 | 24,480 |
| 28 | 16 | 22 | 31 | 21 | 31 |
| 1,184 | 335 | 995 | 421 | 1,234 | 1,501 |
| 7,331 | 7,393 | 7,434 | 7,465 | 7,471 | 7,511 |
| 2,517 | 435 | 2,485 | 2,305 | 3,180 | 2,902 |
| 117 | 70 | 87 | 64 | 62 | 88 |
| 1,026,566 | 99,732 | 1,088,301 | 975,624 | 929,402 | 953,812 |
| 2,737 | 3,217 | 2,957 | 2,672 | 2,544 | 2,645 |
| 1,140 | 12,094 | 17,594 | 87,504 | 4,587 | 905 |
| 1 | - | 3 | 19 | 14 | 11 |

VILLAGE OF LIBERTYVILLE, ILLINOIS

**Capital Asset Statistics by Function/Program - Last Ten Fiscal Years
April 30, 2011 (Unaudited)**

| Function/Program | 2002 | 2003 | 2004 | 2005 |
|-------------------------|--------|--------|--------|--------|
| Police | | | | |
| Stations | 1 | 1 | 1 | 1 |
| Patrol Units (1) | 12 | 12 | 12 | 12 |
| Patrol Officers | 33 | 33 | 31.5 | 31.5 |
| Fire Stations | 3 | 3 | 3 | 3 |
| Public Works | | | | |
| Streets (Miles) | 72 | 80 | 80 | 80 |
| Sidewalks (Miles) | 125.90 | 127.23 | 128.11 | 129.63 |
| Streetlights | 1,650 | 1,700 | 1,700 | 2,171 |
| Water and Sewer | | | | |
| Water Mains (Miles) | 108 | 111 | 111 | 114 |
| Fire Hydrants | 1,270 | 1,300 | 1,300 | 1,300 |
| Sanitary Sewers (Miles) | 77 | 94 | 94 | 94 |
| Manholes | 2,212 | 2,231 | 2,261 | 2,276 |
| Storm Sewer (Miles) | 81 | 93 | 93 | 93 |

(1) Marked Police Vehicles

Data Source: Village Records

| 2006 | 2007 | 2008 | 2009 | 2010 | 2011 |
|--------|--------|--------|--------|--------|--------|
| 1 | 1 | 1 | 1 | 1 | 1 |
| 12 | 12 | 12 | 12 | 11 | 11 |
| 31.5 | 32.5 | 32.5 | 29.0 | 29.0 | 29.0 |
| 3 | 3 | 3 | 3 | 3 | 3 |
| 80 | 80 | 81 | 81 | 81 | 81 |
| 130.35 | 130.67 | 131.67 | 131.67 | 131.67 | 131.67 |
| 2,171 | 2,171 | 2,314 | 2,318 | 2,318 | 2,318 |
| 126 | 126 | 127 | 127 | 127 | 127 |
| 1,300 | 1,300 | 1,310 | 1,311 | 1,311 | 1,311 |
| 94 | 94 | 95 | 95 | 95 | 95 |
| 2,297 | 2,297 | 2,324 | 2,324 | 2,324 | 2,324 |
| 93 | 93 | 94 | 94 | 94 | 94 |

2011 DISCLOSURE

for

VILLAGE OF LIBERTYVILLE

Lake County, Illinois

CUSIP NUMBER: 531575

Relating to the following Bond Issues:

\$5,290,000 General Obligation Refunding Bonds, Series 2001A

\$2,600,000 General Obligation Refunding Bonds, Series 2001B

\$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

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

\$3,840,000 General Obligation Refunding Alternate Bonds, Series 2010C

and

\$470,000 General Obligation Refunding Alternate Bonds, Series 2010D

For further information please contact:

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

Telephone Number: (847) 918-2102

Fax Number: (847) 362-9453

DEBT INFORMATION

Statement of Bonded Indebtedness(1) (As of March 16, 2011)

| | Amount Applicable | Ratio To | | Per Capita (2010 Census 20,315) |
|---|----------------------|-----------------------|---------------------|---------------------------------------|
| | | Equalized Assessed | Estimated Actual | |
| Village EAV of Taxable Property, 2010 | \$1,226,143,087 | 100.00% | 33.33% | \$ 60,356.54 |
| Estimated Actual Value, 2010 | \$3,678,429,261 | 300.00% | 100.00% | 181,069.62 |
| | | | | |
| Direct Bonded Debt(1) | \$ 26,105,000 | 2.13% | 0.71% | \$ 1,285.01 |
| Less: Self Supporting | (24,490,000) | (2.00%) | (0.67%) | (1,205.51) |
| Net Direct Bonded Debt | \$ 1,615,000 | 0.13% | 0.04% | \$ 79.50 |
| | | | | |
| Overlapping Bonded Debt | | | | |
| Schools | \$ 33,869,883 | 2.76% | 0.92% | \$ 1,667.24 |
| All Others | 19,474,944 | 1.59% | 0.53% | 958.65 |
| Total Overlapping Bonded Debt | \$ 53,344,827 | 4.35% | 1.45% | \$ 2,625.88 |
| Total Net Direct & Overlapping Debt | \$ 54,959,827 | 4.48% | 1.49% | \$ 2,705.38 |

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

Legal Debt Margin(1) (As of March 16, 2011)

| | | |
|---|----------------|------------------|
| | | 8.625% of EAV |
| 2010 Equalized Assessed Valuation | | \$1,226,143,087 |
| Statutory Debt Limitation (8.625% of EAV) | | \$ 105,754,841 |
| | | |
| General Obligation Bonded Debt | | |
| Series 2001A(2) | \$ 725,000 | |
| Series 2004(2) | 2,030,000 | |
| Series 2006(2) | 2,675,000 | |
| Series 2008 | 1,615,000 | |
| Series 2010A(2) | 11,570,000 | |
| Series 2010B(2) | 3,245,000 | |
| Series 2010C(2) | 3,840,000 | |
| Series 2010D(2) | 405,000 | |
| Total General Obligation Bonded Debt | \$ 26,105,000 | |
| | | |
| Less: Alternate Revenue Source Bonds | | |
| Series 2001A(2) | \$ (725,000) | |
| Series 2004(2) | (2,030,000) | |
| Series 2006(2) | (2,675,000) | |
| Series 2010A(2) | (11,570,000) | |
| Series 2010B(2) | (3,245,000) | |
| Series 2010C(2) | (3,840,000) | |
| Series 2010D(2) | (405,000) | |
| Total Alternate Bonds(2) | \$(24,490,000) | |
| Net Applicable General Obligation Bonds | | \$ 1,615,000 |
| | | |
| Other Debt | | |
| Installment Contracts (As of May 1, 2011) | \$ 818,873 | |
| | | |
| Total Other Debt | | \$ 818,873 |
| Total Applicable Debt | | \$ 2,433,873 |
| Legal Debt Margin | | \$ 103,320,968 |

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 2001A(2) (5-1) | Series 2004(2) (12-15) | Series 2006(2) (5-1) | Series 2008(2) (12-15) | Series 2010A(2) (12-15) | Series 2010B(2) (12-15) | Series 2010C(2) (12-15) |
|--------------|-----------------------------|------------------------------|----------------------------|------------------------------|-------------------------------|-------------------------------|-------------------------------|
| 2011 | \$ 0 | \$ 155,000 | \$ 0 | \$ 155,000 | \$ 0 | \$ 0 | \$ 40,000 |
| 2012 | 350,000 | 165,000 | 90,000 | 160,000 | 0 | 0 | 60,000 |
| 2013 | 375,000 | 180,000 | 95,000 | 165,000 | 0 | 0 | 50,000 |
| 2014 | 0 | 195,000 | 230,000 | 170,000 | 75,000 | 170,000 | 490,000 |
| 2015 | 0 | 195,000 | 240,000 | 180,000 | 75,000 | 175,000 | 505,000 |
| 2016 | 0 | 210,000 | 250,000 | 185,000 | 75,000 | 180,000 | 510,000 |
| 2017 | 0 | 215,000 | 260,000 | 190,000 | 75,000 | 190,000 | 525,000 |
| 2018 | 0 | 225,000 | 275,000 | 205,000 | 75,000 | 200,000 | 540,000 |
| 2019 | 0 | 240,000 | 290,000 | 205,000 | 75,000 | 210,000 | 550,000 |
| 2020 | 0 | 250,000 | 300,000 | 0 | 75,000 | 220,000 | 570,000 |
| 2021 | 0 | 0 | 315,000 | 0 | 830,000 | 230,000 | 0 |
| 2022 | 0 | 0 | 330,000 | 0 | 860,000 | 240,000 | 0 |
| 2023 | 0 | 0 | 0 | 0 | 895,000 | 255,000 | 0 |
| 2024 | 0 | 0 | 0 | 0 | 935,000 | 270,000 | 0 |
| 2025 | 0 | 0 | 0 | 0 | 970,000 | 285,000 | 0 |
| 2026 | 0 | 0 | 0 | 0 | 1,015,000 | 300,000 | 0 |
| 2027 | 0 | 0 | 0 | 0 | 1,055,000 | 320,000 | 0 |
| 2028 | 0 | 0 | 0 | 0 | 1,435,000 | 0 | 0 |
| 2029 | 0 | 0 | 0 | 0 | 1,500,000 | 0 | 0 |
| 2030 | 0 | 0 | 0 | 0 | 1,550,000 | 0 | 0 |
| Total | \$725,000 | \$2,030,000 | \$2,675,000 | \$1,615,000 | \$11,570,000 | \$3,245,000 | \$3,840,000 |

| Year | Series 2010D(2) (5-1) | Total Outstanding | Cumulative Retirement | | Debt Service Tax Levies Payable from Property Taxes | |
|--------------|-----------------------------|----------------------|-----------------------|---------|--|-----------|
| | | | Amount | Percent | Year | Amount |
| 2011 | \$ 0 | \$ 350,000 | \$ 350,000 | 1.34% | 2010 | \$227,195 |
| 2012 | 65,000 | 890,000 | 1,240,000 | 4.75% | 2011 | 229,845 |
| 2013 | 65,000 | 930,000 | 2,170,000 | 8.31% | 2012 | 226,970 |
| 2014 | 70,000 | 1,400,000 | 3,570,000 | 13.68% | 2013 | 228,755 |
| 2015 | 70,000 | 1,440,000 | 5,010,000 | 19.19% | 2014 | 229,845 |
| 2016 | 70,000 | 1,480,000 | 6,490,000 | 24.86% | 2015 | 230,308 |
| 2017 | 65,000 | 1,520,000 | 8,010,000 | 30.68% | 2016 | 230,040 |
| 2018 | 0 | 1,520,000 | 9,530,000 | 36.51% | 2017 | 234,120 |
| 2019 | 0 | 1,570,000 | 11,100,000 | 42.52% | 2018 | 227,255 |
| 2020 | 0 | 1,415,000 | 12,515,000 | 47.94% | | |
| 2021 | 0 | 1,375,000 | 13,890,000 | 53.21% | | |
| 2022 | 0 | 1,430,000 | 15,320,000 | 58.69% | | |
| 2023 | 0 | 1,150,000 | 16,470,000 | 63.09% | | |
| 2024 | 0 | 1,205,000 | 17,675,000 | 67.71% | | |
| 2025 | 0 | 1,255,000 | 18,930,000 | 72.51% | | |
| 2026 | 0 | 1,315,000 | 20,245,000 | 77.55% | | |
| 2027 | 0 | 1,375,000 | 21,620,000 | 82.82% | | |
| 2028 | 0 | 1,435,000 | 23,055,000 | 88.32% | | |
| 2029 | 0 | 1,500,000 | 24,555,000 | 94.06% | | |
| 2030 | 0 | 1,550,000 | 26,105,000 | 100.00% | | |
| Total | \$405,000 | \$26,105,000 | | | | |

- Notes:**
- (1) Source: The Village. Excludes \$818,873 of installment contracts as of May 1, 2011 and \$649,397 of an Illinois EPA Loan payable from the Waterworks and Sewerage Fund.
 - (2) Alternate Revenue Source Bonds. Sources of revenues are sales taxes, recreational facility and waterworks and sewerage fund revenues.
 - (3) Limited Tax Bonds.

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

| Village Issue | | Ratio to Estimated Actual Value | | | | Per Capita(2) | | |
|---------------------|--------------|---------------------------------|---------------------------|---------------------------|---------------------------|---------------------------|---------------------------|--------------|
| | | Direct Debt | | Direct & Overlapping Debt | | Direct & Overlapping | | Estimated |
| Sale Date | Amount | Including Self-Supporting | Excluding Self-Supporting | Including Self-Supporting | Excluding Self-Supporting | Including Self-Supporting | Excluding Self-Supporting | True Value |
| 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 |
| October 12, 2010(3) | 3,840,000 | 0.71% | 0.05% | 2.11% | 1.44% | 3,845.58 | 2,629.69 | 182,531.34 |
| October 12, 2010(3) | 470,000 | 0.71% | 0.05% | 2.11% | 1.44% | 3,845.58 | 2,629.69 | 182,531.34 |

- Notes: (1) Source: Village's 2010 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 March 16, 2011)**

| | Percent of Village's 2010 Real Property In Taxing Body | Bonds Outstanding | Applicable to District Percent(2) | Amount |
|---|--|----------------------|--------------------------------------|---------------------|
| Schools: | | | | |
| School District No. 70 | 80.74% | \$ 15,719,318 | 91.25% | \$14,343,878 |
| School District No. 73 | 15.45% | 45,819,149 | 13.73% | 6,290,969 |
| School District No. 79 | 3.81% | 28,415,000 | 5.21% | 1,480,422 |
| High School District No. 120 | 7.00% | 7,578,106 | 5.75% | 435,741 |
| High School District No. 127 | 0.03% | 47,164,516 | 0.03% | 14,149 |
| High School District No. 128 | 92.96% | 30,020,000 | 36.62% | 10,993,324 |
| Community College District No. 532 | 100.00% | 6,920,000 | 4.50% | 311,400 |
| Total Schools | | | | <u>\$33,869,883</u> |
| Others: | | | | |
| Lake County(3) | 100.00% | \$ 86,515,000 | 4.27% | \$ 3,694,191 |
| Lake County Forest Preserve District | 100.00% | 286,485,000 | 4.27% | 12,232,910 |
| Central Lake County Joint Action Water Agency | 100.00% | 20,610,000 | 16.19% | 3,336,759 |
| Fremont Public Library | 3.80% | 5,815,000 | 3.63% | 211,085 |
| Total Others | | | | <u>\$19,474,944</u> |
| Total Overlapping Debt | | | | <u>\$53,344,826</u> |

- Notes: (1) Source: Lake County.
(2) Based on 2010 Equalized Assessed Valuations, the most recent available.
(3)

PROPERTY ASSESSMENT AND TAX INFORMATION

Village Equalized Assessed Valuations(1)

| By Property Class | Levy Years | | | | | Percent | | |
|-------------------------------------|------------------------|------------------------|------------------------|------------------------|------------------------|-----------------------------|----------|---------|
| | 2006 | 2007 | 2008 | 2009 | 2010 | Increase 2006 to 2010 | Of Total | |
| | | | | | | | 2006 | 2010 |
| Residential | \$ 885,318,045 | \$ 944,580,239 | \$ 982,088,516 | \$ 985,805,551 | \$ 949,232,348 | 7.22% | 78.50% | 77.42% |
| Farm | 109,640 | 115,236 | 116,705 | 113,659 | 115,432 | 5.28% | 0.01% | 0.01% |
| Commercial | 156,042,710 | 165,025,208 | 168,486,530 | 170,301,644 | 173,402,106 | 11.12% | 13.84% | 14.14% |
| Industrial | 86,201,916 | 93,665,242 | 106,157,054 | 105,589,232 | 103,115,145 | 19.62% | 7.64% | 8.41% |
| Railroad | 140,056 | 158,762 | 198,871 | 211,583 | 278,056 | 98.53% | 0.01% | 0.02% |
| Total | <u>\$1,127,812,367</u> | <u>\$1,203,544,687</u> | <u>\$1,257,047,676</u> | <u>\$1,262,021,669</u> | <u>\$1,226,143,087</u> | | 100.00% | 100.00% |
| Percent change +(-) | 8.48%(2) | 6.71% | 4.45% | 0.40% | (2.84%) | | | |
| Gross Value | \$1,176,721,156 | \$1,252,896,805 | \$1,310,019,812 | \$1,317,414,944 | \$1,280,743,411 | | | |
| Less: Exemptions | 48,908,789 | 49,352,118 | 52,972,136 | 55,393,275 | 54,600,324 | | | |
| Net EAV | <u>\$1,127,812,367</u> | <u>\$1,203,544,687</u> | <u>\$1,257,047,676</u> | <u>\$1,262,021,669</u> | <u>\$1,226,143,087</u> | | | |
| TIF Value | 33,098,411 | 34,457,112 | 37,021,792 | 40,140,011 | 40,592,672 | | | |
| Total for All Taxing Purposes | <u>\$1,160,910,778</u> | <u>\$1,238,001,799</u> | <u>\$1,294,069,468</u> | <u>\$1,302,161,680</u> | <u>\$1,266,735,759</u> | | | |

- Notes: (1) Source: Lake County Clerk.
(2) Percentage based on 2005 EAV of \$1,039,667,041.

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

| | Levy Years | | | | | Maximum Allowable | Unused Margin |
|---|-----------------|-----------------|-----------------|-----------------|-----------------|-------------------|---------------|
| | 2006 | 2007 | 2008 | 2009 | 2010 | | |
| Corporate | \$0.0740 | \$0.0730 | \$0.0720 | \$0.0620 | \$0.0660 | \$0.4380 | 85.84% |
| Street and Bridge | 0.0450 | 0.0440 | 0.0440 | 0.0380 | 0.0390 | 0.1000 | 62.00% |
| Fire Protection | 0.0670 | 0.0660 | 0.0640 | 0.0550 | 0.0610 | 0.6000 | 90.83% |
| Playgrounds and Recreation | 0.0290 | 0.0300 | 0.0300 | 0.0260 | 0.0290 | 0.2000 | 87.00% |
| Parks | 0.0290 | 0.0300 | 0.0300 | 0.0260 | 0.0290 | 0.0750 | 65.33% |
| IMRF | 0.0330 | 0.0320 | 0.0320 | 0.0280 | 0.0310 | No Limit | |
| Police Pension | 0.0750 | 0.0720 | 0.0780 | 0.0970 | 0.1000 | No Limit | |
| Firefighters Pension | 0.0520 | 0.0510 | 0.0560 | 0.0770 | 0.0800 | No Limit | |
| Recreation for the Handicapped | 0.0110 | 0.0110 | 0.0110 | 0.0120 | 0.0130 | No Limit | |
| Limited Bonds | 0.0000 | 0.0000 | 0.0000 | 0.0000 | 0.0000 | No Limit | |
| Bonds | 0.0200 | 0.0200 | 0.0170 | 0.0150 | 0.0180 | No Limit | |
| Total Village Rate | \$0.4350 | \$0.4290 | \$0.4340 | \$0.4360 | \$0.4660 | | |
| Lake County | 0.4500 | 0.4440 | 0.4530 | 0.4640 | 0.5050 | | |
| Lake County Forest Preserve District | 0.2040 | 0.2010 | 0.1990 | 0.2000 | 0.1980 | | |
| Libertyville Township - Road and Bridge | 0.0420 | 0.0430 | 0.0440 | 0.0450 | 0.0480 | | |
| Libertyville Township | 0.0570 | 0.0570 | 0.0580 | 0.0590 | 0.0580 | | |
| Cook Memorial Library District | 0.2220 | 0.2190 | 0.2220 | 0.2230 | 0.2380 | | |
| Central Lake County Joint Action Water Agency | 0.0460 | 0.0420 | 0.0420 | 0.0420 | 0.0450 | | |
| School District Number 70 | 2.2970 | 2.2470 | 2.2780 | 2.2830 | 2.4310 | | |
| High School District Number 128 | 2.1790 | 2.1360 | 2.1630 | 2.1790 | 2.3240 | | |
| Community College District Number 532 | 0.1950 | 0.1920 | 0.1960 | 0.2000 | 0.2180 | | |
| Total(2) | \$6.1270 | \$6.0100 | \$6.0890 | \$6.1310 | \$6.5310 | | |
| Village as a percent of Total | 7.1% | 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 73.51% of the Village's 2010 Equalized Assessed Valuation.

Village Tax Extensions and Collections(1)

| Levy Year | Coll. Year | Taxes Extended | Taxes Collected | |
|------------|------------|----------------|-------------------------|---------|
| | | | Amount | Percent |
| 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 | 5,502,414 | 5,497,267 | 99.91% |
| 2010 | 2011 | 5,235,631 | -----In collection----- | |

Note: (1) Source: Lake County Treasurer.

Principal Village Taxpayers(1)

| Taxpayer Name | Business/Service | 2010 EAV(2) | Percent of Village |
|--|---|---------------------|--------------------|
| Motorola Inc. | Portable and Cellular Mobile Telephones | \$14,243,179 | 1.13% |
| Advocate Health & Hospital Corp. | Health Services | 12,033,625 | 0.95% |
| Hollister Incorporated | Corporate HQ and Health Care Products | 10,844,737 | 0.86% |
| Manufacturers Life Insurance Co. | Insurance Company | 8,309,372 | 0.66% |
| Medline Industries | Real Property | 7,988,417 | 0.63% |
| Capmark Finance Inc. | Financial Services..... | 6,562,048 | 0.52% |
| Bradley Operating Ltd. | Shopping Center | 4,121,693 | 0.33% |
| Giannoulis Enterprises | Real Property | 3,852,741 | 0.31% |
| MC Shane Constructions | Real Property | 3,698,806 | 0.29% |
| Calsters | Real Property | 3,625,143 | 0.29% |
| Total | | \$75,279,761 | |
| Ten largest as a percent of the Village's 2010 EAV (\$1,226,143,087) | | | 6.14% |

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 2010 EAV is the most current available.

FINANCIAL INFORMATION

Statement of Activities Governmental Activities

| | Audited Year Ended April 30 | | | | |
|-------------------------------------|-----------------------------|-----------------------|-----------------------|-----------------------|-----------------------|
| | 2007 | 2008 | 2009 | 2010 | 2011 |
| Governmental Activities(1): | | | | | |
| General Government | \$ 1,259,593 | \$ 1,124,658 | \$ 1,201,044 | \$ 896,549 | \$ 1,332,571 |
| Community Development | (713,616) | (986,902) | (929,977) | (1,033,507) | (982,252) |
| Public Safety | (7,917,239) | (9,801,185) | (10,158,962) | (10,092,603) | (10,485,175) |
| Public Works | (3,128,931) | (3,143,784) | (3,088,681) | (3,463,143) | (2,950,640) |
| Parks and Recreation | (1,799,711) | (1,900,209) | (1,876,013) | (1,728,911) | (1,613,922) |
| Economic Development | (939,443) | (695,858) | (1,651,999) | (487,576) | (2,708,857) |
| Interest of Long-Term Debt | (234,969) | (193,187) | (193,112) | (86,254) | (103,998) |
| Total Governmental Activities | <u>\$(13,474,316)</u> | <u>\$(15,596,467)</u> | <u>\$(16,697,700)</u> | <u>\$(15,995,445)</u> | <u>\$(17,512,273)</u> |
| General Revenues: | | | | | |
| Taxes: | | | | | |
| Property Taxes | \$ 6,868,027 | \$ 7,199,409 | \$ 7,519,390 | \$ 8,003,971 | \$ 8,265,208 |
| Other Taxes | 431,258 | 447,149 | 404,664 | 849,687 | 2,772,708 |
| Intergovernmental | | | | | |
| Sales and Use Taxes | 7,569,381 | 7,304,853 | 6,086,067 | 5,649,260 | 6,084,335 |
| Income Taxes | 1,748,207 | 1,909,785 | 1,889,000 | 1,600,904 | 1,664,499 |
| Other | 476,047 | 85,138 | 183,490 | 78,270 | 159,300 |
| Interest Income | 837,852 | 885,382 | 391,979 | 85,192 | 14,115 |
| Miscellaneous | 2,288,709 | 361,404 | 203,324 | 224,398 | 545,990 |
| Transfers - Internal Activity | 102,975 | 103,005 | 103,690 | (8,395,000) | (456,000) |
| Total General Revenue | <u>\$ 20,322,456</u> | <u>\$ 18,296,125</u> | <u>\$ 16,781,604</u> | <u>\$ 8,096,682</u> | <u>\$ 19,050,155</u> |
| Change in Net Assets | \$ 6,848,140 | \$ 2,699,658 | \$ 83,904 | \$ (7,898,763) | \$ 1,537,882 |
| Net Assets Beginning | <u>157,715,825</u> | <u>164,563,965</u> | <u>167,263,623</u> | <u>167,347,527</u> | <u>159,448,764</u> |
| Net Assets Ending | <u>\$164,563,965</u> | <u>\$167,263,623</u> | <u>\$167,347,527</u> | <u>\$159,448,764</u> | <u>\$160,986,646</u> |

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

**Statement of Revenues and Expenditures
General Fund**

| | Audited Year Ended April 30 | | | | |
|--|-----------------------------|---------------------|---------------------|----------------------|---------------------|
| | 2007 | 2008 | 2009 | 2010 | 2011 |
| REVENUES: | | | | | |
| Taxes | \$ 5,138,723 | \$ 5,396,947 | \$ 5,622,728 | \$ 6,388,321 | \$ 8,392,243 |
| Licenses and Permits | 1,615,635 | 1,221,835 | 1,609,199 | 1,250,180 | 860,846 |
| Intergovernmental | 8,834,956 | 8,487,357 | 7,549,932 | 7,328,434 | 7,908,134 |
| Charges for Services | 5,366,573 | 5,606,483 | 5,655,327 | 5,855,837 | 6,327,328 |
| Fines and Forfeits | 186,834 | 232,859 | 330,028 | 271,978 | 426,114 |
| Interest | 571,467 | 539,367 | 276,815 | 65,358 | 5,765 |
| Miscellaneous | 610,412 | 218,612 | 193,738 | 207,940 | 483,088 |
| Total Revenues | <u>\$22,324,600</u> | <u>\$21,703,460</u> | <u>\$21,237,767</u> | <u>\$21,368,048</u> | <u>\$24,403,518</u> |
| EXPENDITURES: | | | | | |
| Current: | | | | | |
| General Government | \$ 2,277,783 | \$ 2,408,271 | \$ 2,465,902 | \$ 2,321,630 | \$ 2,155,051 |
| Community Development | 1,136,810 | 1,286,825 | 1,315,490 | 1,327,110 | 1,241,044 |
| Public Safety | 12,393,135 | 12,737,445 | 13,094,666 | 13,224,141 | 13,723,552 |
| Public Works | 2,075,338 | 2,344,969 | 2,190,399 | 2,133,158 | 2,046,389 |
| Parks and Recreation | 2,803,372 | 2,908,741 | 2,806,608 | 2,630,622 | 2,595,318 |
| Total Expenditures | <u>\$20,686,438</u> | <u>\$21,686,251</u> | <u>\$21,873,065</u> | <u>\$21,636,661</u> | <u>\$21,761,354</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | \$ 1,638,162 | \$ 17,209 | \$ (635,298) | \$ (268,613) | \$ 2,642,164 |
| Other Financing Sources (Uses) | | | | | |
| Transfers In | \$ 0 | \$ 0 | \$ 0 | \$ 550,000 | \$ 0 |
| Transfers Out | (555,000) | (80,000) | (80,000) | (8,450,000) | (511,000) |
| Total Other Financing Sources (Uses) | <u>\$ (555,000)</u> | <u>\$ (80,000)</u> | <u>\$ (80,000)</u> | <u>\$(7,900,000)</u> | <u>\$ (511,000)</u> |
| Net Change in Fund Balances | \$ 1,083,162 | \$ (62,791) | \$ (715,298) | \$(8,168,613) | \$ 2,131,164 |
| Fund Balances - Beginning | 10,544,569 | 11,627,731 | 11,564,940 | 10,849,642 | 2,681,029 |
| Fund Balances - Ending | <u>\$11,627,731</u> | <u>\$11,564,940</u> | <u>\$10,849,642</u> | <u>\$ 2,681,029</u> | <u>\$ 4,812,193</u> |

Budget and Actual General Fund

| | Budget 2011 | Actual Fiscal Year 2011 |
|---|----------------|-------------------------------|
| REVENUES: | | |
| Property Taxes | \$ 5,633,740 | \$ 5,619,535 |
| Other Taxes | 2,260,000 | 2,772,708 |
| Sales Taxes | 5,500,000 | 5,800,188 |
| Income Tax | 1,467,000 | 1,664,499 |
| Other Intergovernmental Revenue | 358,000 | 443,447 |
| Building Permits | 650,000 | 554,671 |
| Fines and Penalties | 1,137,500 | 426,114 |
| Libertyville Fire Protection District | 2,373,000 | 2,386,048 |
| Recreation Fees | 1,198,000 | 1,146,329 |
| Parking Fees | 6,000 | 5,475 |
| Interest Income | 20,000 | 5,765 |
| Transfers In | 0 | 0 |
| Other Revenues | 3,224,100 | 3,578,739 |
| Total General Fund Revenues | \$23,827,340 | \$24,403,518 |
| EXPENDITURES: | | |
| Administration | \$ 1,145,680 | \$ 1,094,177 |
| Engineering | 273,730 | 253,926 |
| Highways & Bridges | 1,365,065 | 1,326,171 |
| Snow Removal and Ice Control | 313,795 | 310,875 |
| Refuse and Recycling | 114,060 | 110,647 |
| Planning | 454,175 | 449,430 |
| Building | 679,505 | 670,828 |
| Economic Development | 147,375 | 120,786 |
| Police | 7,465,590 | 7,055,892 |
| Fire | 6,392,120 | 6,343,392 |
| Parks | 1,270,865 | 1,245,035 |
| Recreation | 939,230 | 903,470 |
| Swimming Pool Operations | 347,110 | 319,741 |
| Riverside Park Golf Course | 130,680 | 127,072 |
| Senior Programs | 62,000 | 51,978 |
| Emergency Management Agency | 9,755 | 7,952 |
| Legislative Boards and Committees | 91,820 | 86,453 |
| Legal | 453,500 | 441,133 |
| Central Business District | 35,725 | 34,995 |
| Community Organizations/Activities | 196,200 | 188,345 |
| Public Buildings | 98,510 | 90,798 |
| Emergency Telephone System | 322,060 | 316,316 |
| Hotel/Motel Tax | 229,650 | 167,172 |
| Other Expenditures | 52,325 | 44,770 |
| Total Expenditures | \$22,590,525 | \$21,761,354 |
| Transfers Out | 0 | (511,000) |
| Excess of Income over Expenses | \$ 1,236,815 | \$ 2,131,164 |

**Statement of Net Assets
Governmental Activities**

| | Audited as of April 30 | | | | |
|--|------------------------|---------------|---------------|---------------|---------------|
| | 2007 | 2008 | 2009 | 2010 | 2011 |
| ASSETS: | | | | | |
| Current Assets | | | | | |
| Cash and Investments | \$ 17,217,070 | \$ 17,714,305 | \$ 12,276,234 | \$ 5,037,763 | \$ 8,714,380 |
| Receivables - Net | 9,549,286 | 9,866,989 | 10,032,866 | 10,633,966 | 11,483,694 |
| Internal Balances | 3,097,125 | 4,400,729 | 6,386,325 | 0 | 0 |
| Prepaid Items/Inventory | 631,487 | 794,849 | 703,834 | 825,326 | 1,005,074 |
| Total Current Assets | \$ 30,494,968 | \$ 32,776,872 | \$ 29,399,259 | \$ 16,497,055 | \$ 21,203,148 |
| Capital Assets | | | | | |
| Land | \$ 98,301,694 | \$ 98,301,694 | \$ 98,301,694 | \$ 98,301,694 | \$ 98,301,694 |
| Infrastructure | 73,087,614 | 74,799,074 | 81,252,919 | 86,697,840 | 86,812,591 |
| Buildings and Improvements | 16,810,256 | 16,989,687 | 17,110,295 | 17,110,295 | 17,110,295 |
| Machinery and Equipment | 6,459,741 | 6,624,440 | 7,319,170 | 7,583,198 | 7,604,143 |
| Total Capital Assets | \$194,659,305 | \$196,714,895 | \$203,984,078 | \$209,693,027 | \$209,828,723 |
| Less: Accumulated Depreciation | (44,036,297) | (46,593,439) | (48,466,345) | (51,290,978) | (54,133,959) |
| Total Capital Assets | \$150,623,008 | \$150,121,456 | \$155,517,733 | \$158,402,049 | \$155,694,764 |
| Other Assets - Net Pension Asset | 0 | 0 | 0 | 12,631 | 42,237 |
| Total Assets | \$181,117,976 | \$182,898,328 | \$184,916,992 | \$174,911,735 | \$176,940,149 |
| LIABILITIES: | | | | | |
| Current Liabilities | | | | | |
| Accounts Payable | \$ 375,049 | \$ 726,611 | \$ 2,152,877 | \$ 462,229 | \$ 505,073 |
| Accrued Payroll | 535,971 | 534,305 | 561,795 | 546,670 | 528,863 |
| Deposits Payable | 969,637 | 812,227 | 981,472 | 469,308 | 753,536 |
| Interest Payable | 80,233 | 62,760 | 35,723 | 28,581 | 34,873 |
| Unearned Revenues | 7,426,758 | 7,698,984 | 8,145,141 | 8,371,529 | 8,746,368 |
| Current Portion of Long Term Debt | 1,793,711 | 1,826,933 | 941,725 | 890,250 | 909,982 |
| Total Current Liabilities | \$ 11,181,359 | \$ 11,661,820 | \$ 12,818,733 | \$ 10,768,567 | \$ 11,478,695 |
| Noncurrent Liabilities: | | | | | |
| Net Pension Obligation | \$ 133,074 | \$ 116,141 | \$ 85,467 | \$ 32,022 | \$ 82,031 |
| Net Other Post-Employment Benefit Obligation | 0 | 0 | 128,800 | 263,858 | 423,017 |
| Compensated Absences Payable | 1,247,904 | 1,353,602 | 1,438,180 | 1,543,370 | 1,580,695 |
| Installment Contract Payable | 291,674 | 113,142 | 848,285 | 785,154 | 524,065 |
| General Obligation Bonds Payable | 3,700,000 | 2,390,000 | 2,250,000 | 2,070,000 | 1,865,000 |
| Total Noncurrent Liabilities | \$ 5,372,652 | \$ 3,972,885 | \$ 4,750,732 | \$ 4,694,404 | \$ 4,474,808 |
| Total Liabilities | \$ 16,554,011 | \$ 15,634,705 | \$ 17,569,465 | \$ 15,462,971 | \$ 15,953,503 |
| NET ASSETS: | | | | | |
| Invested in Capital Assets - Net of | | | | | |
| Related Debt | \$145,149,599 | \$146,045,939 | \$151,837,268 | \$155,042,487 | \$152,790,891 |
| Restricted - Special Revenues | 416,939 | 427,485 | 477,791 | 0 | 0 |
| Restricted - Debt Service | 881,348 | 911,288 | 747,415 | 507,799 | 509,297 |
| Restricted - General Government | 0 | 0 | 0 | 72,380 | 148,457 |
| Restricted - Public Safety | 0 | 0 | 0 | 384,741 | 422,498 |
| Restricted - Economic Development | 0 | 0 | 0 | 71,916 | 71,275 |
| Unrestricted | 18,116,079 | 19,878,911 | 14,285,053 | 3,369,441 | 7,044,228 |
| Total Net Assets | \$164,563,965 | \$167,263,623 | \$167,347,527 | \$159,448,764 | \$160,986,646 |

**Balance Sheet
General Fund**

Audited as of April 30

| | 2007 | 2008 | 2009 | 2010 | 2011 |
|---|---------------------|---------------------|---------------------|--------------------|---------------------|
| ASSETS: | | | | | |
| Cash and Investments | \$ 7,619,478 | \$ 6,031,808 | \$ 3,065,404 | \$ 828,327 | \$ 2,574,845 |
| Receivables - Net of Allowances: | | | | | |
| Property Taxes | 4,729,050 | 4,971,403 | 5,287,186 | 5,357,242 | 5,536,555 |
| Other Taxes | 1,795,554 | 1,582,618 | 1,378,634 | 1,335,239 | 1,444,676 |
| Accounts | 312,827 | 528,017 | 671,057 | 1,111,389 | 1,460,653 |
| Accrued Interest | 38,285 | 52,269 | 40,052 | 440 | 0 |
| Due From Other Funds | 3,097,125 | 4,400,729 | 6,387,528 | 0 | 0 |
| Prepaid Items | 552,633 | 690,277 | 604,265 | 773,689 | 956,359 |
| Total Assets | <u>\$18,144,952</u> | <u>\$18,257,121</u> | <u>\$17,434,126</u> | <u>\$9,406,326</u> | <u>\$11,973,088</u> |
| LIABILITIES AND FUND BALANCES: | | | | | |
| Liabilities: | | | | | |
| Accounts Payable | \$ 304,987 | \$ 394,973 | \$ 277,193 | \$ 375,341 | \$ 395,085 |
| Accrued Payroll | 515,749 | 513,578 | 538,742 | 530,587 | 509,439 |
| Deposits Payable | 967,435 | 812,227 | 480,160 | 462,127 | 719,816 |
| Due to Other Funds | 0 | 0 | 1,203 | 0 | 0 |
| Deferred Revenues | 4,729,050 | 4,971,403 | 5,287,186 | 5,357,242 | 5,536,555 |
| Total Liabilities | <u>\$ 6,517,221</u> | <u>\$ 6,692,181</u> | <u>\$ 6,584,484</u> | <u>\$6,725,297</u> | <u>\$ 7,160,895</u> |
| Fund Balances: | | | | | |
| Reserved - Prepaid Items | \$ 552,633 | \$ 690,277 | \$ 604,265 | \$ 773,689 | \$ 0 |
| Reserved - Special Revenues | 416,939 | 427,485 | 477,791 | 529,037 | 0 |
| Nonspendable | 0 | 0 | 0 | 0 | 956,359 |
| Restricted | 0 | 0 | 0 | 0 | 642,230 |
| Unreserved | 10,658,159 | 10,447,178 | 9,767,586 | 1,378,303 | 3,213,604 |
| Total Fund Balances | <u>\$11,627,731</u> | <u>\$11,564,940</u> | <u>\$10,849,642</u> | <u>\$2,681,029</u> | <u>\$ 4,812,193</u> |
| Total Liabilities and Fund Balances | <u>\$18,144,952</u> | <u>\$18,257,121</u> | <u>\$17,434,126</u> | <u>\$9,406,326</u> | <u>\$11,973,088</u> |

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

| | Actual | | | | | Fiscal Year Ended April 30, 2011 | | | |
|--|--------------|--------------|--------------|--------------|--------------|----------------------------------|--------------|--|-----------------|
| | 2007 | 2008 | 2009 | 2010 | 2011 | Revenues Including Transfers | | Revenues Over (Under) Expenditures | Fund Balance |
| | | | | | | Property Taxes | Total | | |
| Government Fund Types | | | | | | | | | |
| General Fund | \$11,627,731 | \$11,564,940 | \$10,849,642 | \$2,681,029 | \$4,812,193 | \$5,108,535 | \$24,403,518 | \$ 2,642,164 | \$ 4,812,193 |
| Special Revenue Funds | | | | | | | | | |
| 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 | 910,745 | 999,083 | 1,071,383 | 1,163,408 | 1,266,113 | 0 | 328,999 | 102,705 | 1,266,113 |
| 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 | \$ 910,745 | \$ 999,083 | \$ 1,071,383 | \$ 1,163,408 | \$ 1,266,113 | \$ 0 | \$ 328,999 | \$ 102,705 | \$ 1,266,113 |
| Debt Service Funds | \$ 961,581 | \$ 974,048 | \$ 783,138 | \$ 536,380 | \$ 544,170 | \$ 189,106 | \$ 189,181 | \$ (95,787) | \$ 544,170 |
| Capital Projects Funds | | | | | | | | | |
| (Total Including TIF) | 7,084,052 | 8,832,519 | 4,224,403 | 1,524,678 | 2,924,041 | 2,456,567 | 4,044,550 | 1,425,678 | 2,924,041 |
| Total Governmental Funds | \$20,584,109 | \$22,370,590 | \$16,928,566 | \$ 5,905,495 | \$ 9,546,517 | \$7,754,208 | \$28,966,248 | \$ 4,074,760 | \$ 9,546,517 |
| Proprietary and Fiduciary Fund Types | | | | | | | | | |
| Enterprise Funds | | | | | | | | | |
| Waterworks and Sewerage | \$25,443,380 | \$25,332,621 | \$23,646,149 | \$22,207,725 | \$21,120,109 | \$ 0 | \$ 6,782,125 | \$(1,057,015) | \$21,120,109 |
| Sports Complex | (6,702,554) | (7,630,883) | (8,694,516) | (1,491,850) | (1,969,190) | 0 | 2,315,181 | (158,659) | (1,969,190) |
| Internal Service Funds | | | | | | | | | |
| Vehicle Maintenance and Repair | 2,990,228 | 3,038,629 | 3,011,074 | 3,010,197 | 3,122,131 | 0 | 1,401,228 | 126,150 | 3,122,131 |
| Technology Equipment and Replacement | (266,591) | (246,644) | (127,809) | (35,334) | 93,859 | 0 | 359,782 | (14,544) | 93,859 |
| Wireless Equipment and Replacement | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Pension Fund Trusts | | | | | | | | | |
| Police Pension | 18,319,178 | 18,718,139 | 16,285,997 | 19,422,120 | 21,735,881 | 0 | 1,555,631 | 2,313,761 | 21,735,881 |
| Firefighter's Pension | 15,649,951 | 16,289,710 | 13,904,320 | 16,428,151 | 18,198,771 | 0 | 1,256,936 | 1,770,620 | 18,198,771 |
| Total Proprietary and Fiduciary | \$55,433,592 | \$55,501,572 | \$48,025,215 | \$59,541,009 | \$62,301,561 | \$ 0 | \$13,670,883 | \$ 2,980,313 | \$62,301,561 |
| Total All Funds (Memo Only) | \$76,017,701 | \$77,872,162 | \$64,953,781 | \$65,446,504 | \$71,848,078 | \$7,754,208 | \$42,637,131 | \$ 7,055,073 | \$71,848,078 |
| | 2007 | 2008 | 2009 | 2010 | 2011 | | | | |
| Cash and Investments at April 30: | | | | | | | | | |
| General Fund | \$ 7,619,478 | \$ 6,031,808 | \$ 3,065,404 | \$ 828,327 | \$ 2,574,845 | | | | |
| Special Revenue Funds | 902,240 | 991,108 | 1,068,315 | 1,156,215 | 1,260,937 | | | | |
| Debt Service Funds | 760,206 | 771,173 | 783,138 | 536,680 | 544,170 | | | | |
| Capital Project Funds | 6,938,445 | 8,938,081 | 6,395,480 | 1,450,947 | 2,894,695 | | | | |
| Subtotal (Governmental) | \$16,220,369 | \$16,732,170 | \$11,312,337 | \$ 3,972,169 | \$ 7,274,647 | | | | |
| Enterprise Funds | 5,831,552 | 5,713,503 | 4,421,806 | 2,619,459 | 1,306,689 | | | | |
| Internal Service Funds | 996,701 | 982,135 | 963,897 | 1,065,594 | 1,439,733 | | | | |
| Pension Funds | 33,814,870 | 34,620,820 | 29,971,391 | 35,748,919 | 39,769,811 | | | | |
| Total All Funds | \$56,863,492 | \$58,048,628 | \$46,669,431 | \$43,406,141 | \$49,790,880 | | | | |

THE WATERWORKS AND SEWERAGE SYSTEM

Rates and Charges

Rates Per 1,000 Gallons

| | Effective | | | | |
|--------------------------------|--------------|--------------|-----------------|-------------|------------------|
| | July 1, 2003 | June 1, 2006 | January 1, 2009 | May 1, 2010 | November 1, 2010 |
| Minimum - First 4,000 Gallons: | | | | | |
| Water | \$21.32 | \$22.20 | \$22.70 | \$23.96 | \$24.84 |
| Sewer | 14.40 | 14.80 | 15.30 | 15.75 | 16.27 |
| Over 4,000 Gallons: | | | | | |
| Water | \$ 4.18 | \$ 4.40 | \$ 4.50 | \$ 4.79 | \$ 5.01 |
| Sewer | 2.50 | 2.60 | 2.70 | 2.80 | 2.93 |

**Major System Users
(As of April 30, 2011)**

| Name | Dollars Billed | Gallons Used (1,000 Gallons) |
|--------------------------------|----------------|---------------------------------|
| Motorola | \$123,007 | 19,100 |
| Conde11 Hospital | 118,966 | 15,390 |
| Temperature Equipment | 90,074 | 11,590 |
| Conde11 Hospital | 88,152 | 11,350 |
| Winchester House | 72,897 | 9,406 |
| Zellar Plastik | 50,035 | 6,452 |
| Libertyville High School | 49,911 | 6,420 |
| Elcor/Spring Meadows | 47,415 | 6,770 |
| Americana Health Care | 39,733 | 5,111 |
| Liberty Towers | 29,670 | 3,814 |
| Total | \$709,860 | 95,403 |

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

Audited as of April 30

| | 2007 | 2008 | 2009 | 2010 | 2011 |
|--|----------------------|----------------------|----------------------|----------------------|----------------------|
| ASSETS: | | | | | |
| Cash and Investments | \$ 5,831,552 | \$ 5,713,503 | \$ 4,421,806 | \$ 2,568,119 | \$ 1,306,689 |
| Receivables - Net of Allowances | | | | | |
| Property Taxes | 26,784 | 25,479 | 25,479 | 25,498 | 1,069,992 |
| Accounts | 1,166,541 | 979,478 | 926,017 | 919,831 | 0 |
| Accrued Interest | 12,107 | 27,734 | 5,681 | 474 | 0 |
| Due From Other Funds | 951,273 | 951,273 | 951,273 | 951,273 | 1,043,909 |
| Prepaid Expenses | 54,466 | 66,470 | 72,124 | 86,961 | 71,870 |
| Total | <u>\$ 8,042,723</u> | <u>\$ 7,763,937</u> | <u>\$ 6,402,380</u> | <u>\$ 4,552,156</u> | <u>\$ 3,492,460</u> |
| Capital Assets: | | | | | |
| Land | \$ 2,272,080 | \$ 2,272,080 | \$ 2,272,080 | \$ 2,272,080 | \$2,272,080 |
| Buildings and Improvements | 14,016,621 | 14,140,793 | 14,179,893 | 14,179,893 | 14,179,893 |
| Machinery and Equipment | 1,684,716 | 1,684,716 | 1,720,581 | 1,720,581 | 1,720,581 |
| Waterworks System | 13,648,356 | 14,234,524 | 14,252,524 | 14,634,678 | 14,634,678 |
| Sewerage System | 14,200,740 | 14,484,256 | 14,497,756 | 15,086,599 | 15,514,105 |
| Total | <u>\$ 45,822,513</u> | <u>\$ 46,816,369</u> | <u>\$ 46,922,834</u> | <u>\$ 47,893,831</u> | <u>\$ 48,321,337</u> |
| Accumulated Depreciation | <u>(20,972,743)</u> | <u>(22,034,570)</u> | <u>(23,110,956)</u> | <u>(24,187,250)</u> | <u>(25,255,280)</u> |
| Net Capital Assets | <u>\$ 24,849,770</u> | <u>\$ 24,781,799</u> | <u>\$ 23,811,878</u> | <u>\$ 23,706,581</u> | <u>\$ 23,066,057</u> |
| Total Assets | <u>\$ 32,892,493</u> | <u>\$ 32,545,736</u> | <u>\$ 30,214,258</u> | <u>\$ 28,258,737</u> | <u>\$ 26,558,517</u> |
| LIABILITIES: | | | | | |
| Current Liabilities | | | | | |
| Accounts Payable | \$ 262,808 | \$ 391,766 | \$ 247,748 | \$ 278,565 | \$ 287,075 |
| Retainage Payable | 0 | 0 | 0 | 0 | 0 |
| Accrued Payroll | 67,854 | 76,275 | 82,086 | 71,564 | 69,527 |
| Deposits Payable | 34,065 | 41,035 | 49,775 | 101,988 | 87,301 |
| Accrued Interest Payable | 113,041 | 107,170 | 99,153 | 90,952 | 82,002 |
| Unearned Revenues | 128,000 | 152,981 | 159,284 | 173,448 | 200,918 |
| Compensated Absences Payable | 55,628 | 63,805 | 69,279 | 59,620 | 49,750 |
| Interest Payable - Bonds | 0 | 0 | 0 | 0 | 0 |
| Interest Payable - IEPA Loan | 0 | 0 | 0 | 0 | 0 |
| IEPA Loans Payable | 158,500 | 163,315 | 168,276 | 173,388 | 178,655 |
| General Obligation Bonds Payable | 365,000 | 385,000 | 385,000 | 405,000 | 420,000 |
| Total Current Liabilities | <u>\$ 1,184,896</u> | <u>\$ 1,381,347</u> | <u>\$ 1,260,601</u> | <u>\$ 1,354,525</u> | <u>\$ 1,375,228</u> |
| Noncurrent Liabilities | | | | | |
| Compensated Absences Payable | \$ 222,511 | \$ 255,219 | \$ 277,118 | \$ 238,480 | \$ 198,999 |
| IEPA Loans Payable | 1,154,375 | 991,060 | 822,785 | 649,397 | 470,742 |
| General Obligation Bonds Payable | 4,920,000 | 4,610,000 | 4,225,000 | 3,820,000 | 3,400,000 |
| Unamortized Bond Discount | (32,669) | (24,511) | (17,395) | (11,390) | (6,561) |
| Total Noncurrent Liabilities | <u>\$ 6,264,217</u> | <u>\$ 5,831,768</u> | <u>\$ 5,307,508</u> | <u>\$ 4,696,487</u> | <u>\$ 4,063,180</u> |
| Total Liabilities | <u>\$ 7,449,113</u> | <u>\$ 7,213,115</u> | <u>\$ 6,568,109</u> | <u>\$ 6,051,012</u> | <u>\$ 5,438,408</u> |
| NET ASSETS: | | | | | |
| Invested in Capital Assets | | | | | |
| - Net of Available Debt | <u>\$ 18,284,563</u> | <u>\$ 18,656,935</u> | <u>\$ 18,228,212</u> | <u>\$ 18,670,186</u> | <u>\$ 18,603,221</u> |
| Unrestricted | <u>7,158,817</u> | <u>6,675,686</u> | <u>5,417,937</u> | <u>3,537,539</u> | <u>2,516,888</u> |
| Total Net Assets | <u>\$ 25,443,380</u> | <u>\$ 25,332,621</u> | <u>\$ 23,646,149</u> | <u>\$ 22,207,725</u> | <u>\$ 21,120,109</u> |

**Waterworks and Sewerage Fund
Revenues and Expenditures**

Audited Year Ended April 30

| | 2007 | 2008 | 2009 | 2010 | 2011 |
|---|---------------------|---------------------|---------------------|---------------------|---------------------|
| OPERATING REVENUES: | | | | | |
| Charges for Services: | | | | | |
| Water Sales | \$ 3,935,662 | \$ 3,888,951 | \$ 3,685,770 | \$ 3,630,771 | \$ 4,099,623 |
| Sewer Service Charges | 2,221,981 | 2,154,127 | 1,979,874 | 2,006,198 | 2,648,667 |
| Sewer Process Fees | 0 | 0 | 0 | 0 | 0 |
| Damage to Village Property | 5 | (4,858) | 0 | 0 | 0 |
| Meters and Readouts | 28,935 | 14,350 | 38,936 | 29,836 | 8,914 |
| Miscellaneous | 6,078 | 1,699 | 5,851 | 52,677 | 24,921 |
| Total Charges for Service | <u>\$ 6,192,661</u> | <u>\$ 6,054,269</u> | <u>\$ 5,710,431</u> | <u>\$ 5,719,482</u> | <u>\$ 6,782,125</u> |
| OPERATING EXPENSES: | | | | | |
| Water Operations | \$ 3,404,182 | \$ 3,677,387 | \$ 3,563,090 | \$ 3,578,704 | \$ 3,649,585 |
| Sewer Operations | 720,074 | 731,650 | 824,529 | 801,039 | 936,155 |
| Wastewater Treatment Plant | 985,041 | 1,258,659 | 1,229,766 | 1,177,274 | 1,177,865 |
| Water and Sewer Capital Improvements | 576,775 | 395,215 | 652,610 | 418,983 | 1,007,505 |
| Depreciation and Amortization | 1,054,302 | 1,061,826 | 1,083,502 | 1,082,299 | 1,068,030 |
| Total Operating Expenses | <u>\$ 6,740,374</u> | <u>\$ 7,124,737</u> | <u>\$ 7,353,497</u> | <u>\$ 7,058,299</u> | <u>\$ 7,839,140</u> |
| Operating Income (Loss) | \$ (547,713) | \$(1,070,468) | \$(1,643,066) | \$(1,338,817) | \$(1,057,015) |
| Nonoperating Revenues (Expenses): | | | | | |
| Interest Income | \$ 252,059 | \$ 242,545 | \$ 90,748 | \$ 22,196 | \$ 8,213 |
| Connection Fees | 611,285 | 207,459 | 126,790 | 46,935 | 124,218 |
| Property Tax | 31,542 | 24,637 | 25,479 | 25,498 | 0 |
| Other Income | 8,000 | 8,000 | 8,000 | 8,000 | 23,038 |
| Interest and Fiscal Charges | (272,282) | (249,323) | (222,233) | (202,236) | (186,070) |
| Loss on Disposal of Fixed Assets | (35,151) | 0 | 0 | 0 | 0 |
| Total Non Operating Revenues (Expenses) .. | <u>\$ 595,453</u> | <u>\$ 233,318</u> | <u>\$ 28,784</u> | <u>\$ (99,607)</u> | <u>\$ (30,601)</u> |
| Income (Loss) Before Contributions and Transfers | \$ 47,740 | \$ (837,150) | \$(1,614,282) | \$(1,438,424) | \$(1,087,616) |
| Transfers Out, net | (102,975) | (103,005) | (103,690) | 0 | 0 |
| Capital Contributions | 695,648 | 829,396 | 31,500 | 0 | 0 |
| Change in Net Assets | \$ 640,413 | \$ (110,759) | \$(1,686,472) | \$(1,438,424) | \$(1,087,616) |
| Net Assets - Beginning | <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> |
| Net Assets - Ending | <u>\$25,443,380</u> | <u>\$25,332,621</u> | <u>\$23,646,149</u> | <u>\$22,207,725</u> | <u>\$21,120,109</u> |

**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 |
| 2011..... | \$1,150,951 | \$ 378,688 | \$ 198,790 | \$ 577,478 | 1.99X | \$573,474 | \$196,898 | 2.91X |
| 2012..... | 1,150,951 | 380,288 | 200,433 | 580,720 | 1.98X | 570,231 | 196,897 | 2.90X |
| 2013..... | 1,150,951 | 390,938 | 201,833 | 592,770 | 1.94X | 558,181 | 196,898 | 2.83X |
| 2014..... | 1,150,951 | 0 | 333,033 | 333,033 | 3.46X | 817,919 | 196,898 | 4.15X |
| 2015..... | 1,150,951 | 0 | 333,833 | 333,833 | 3.45X | 817,119 | 98,450 | 8.30X |
| 2016..... | 1,150,951 | 0 | 334,113 | 334,113 | 3.44X | 816,839 | 0 | |
| 2017..... | 1,150,951 | 0 | 333,863 | 333,863 | 3.45X | 817,089 | 0 | |
| 2018..... | 1,150,951 | 0 | 338,138 | 338,138 | 3.40X | 812,814 | 0 | |
| 2019..... | 1,150,951 | 0 | 341,725 | 341,725 | 3.37X | 809,226 | 0 | |
| 2020..... | 1,150,951 | 0 | 339,690 | 339,690 | 3.39X | 811,261 | 0 | |
| 2021..... | 1,150,951 | 0 | 342,090 | 342,090 | 3.36X | 808,861 | 0 | |
| 2022..... | 1,150,951 | 0 | 343,860 | 343,860 | 3.35X | 807,091 | 0 | |
| Total..... | | \$1,149,913 | \$3,641,398 | \$4,791,310 | | | \$886,041 | |

- Notes: (1) For debt service including the May 1 principal and interest due.
(2) Source: The Village's 2011 Comprehensive Annual Financial Report. This amount includes \$6,782,125 total charges for service less \$5,631,174 total operating expenses not including \$1,007,505 of capital improvements and \$1,068,030 of depreciation and amortization, plus \$8,213 of interest income and \$124,218 of connection fees.