
Comprehensive Annual Financial Report



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For The Fiscal Year Ended
April 30, 2016

Village of Libertyville, IL

VILLAGE OF LIBERTYVILLE, ILLINOIS

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED APRIL 30, 2016

Prepared by:
Finance Department

Patrice Sutton
Director of Finance/Treasurer

VILLAGE OF LIBERTYVILLE, ILLINOIS

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INTRODUCTORY SECTION

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



August 19, 2016

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, 2016 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, 2016, 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 unmodified opinion that the Village of Libertyville's financial statements for the fiscal year ended April 30, 2016, are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report.

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

Village Hall

118 West Cook Avenue Libertyville, Illinois 60048 (847) 362-2430 (847) 362-9453 fax

www.libertyville.com

Profile of the Village of Libertyville

The Village of Libertyville, incorporated in 1882, is located in Lake County and lies approximately thirty-five miles north of the City of Chicago and seven miles west of Lake Michigan. The Village covers an area of approximately nine square miles with unincorporated areas to the north and northwest. The Village has good transportation links to the Chicago metropolitan area and the interstate highway system. The Village is within one-half mile of Interstate 94 (Tri-State Tollway), the highway which connects the Chicago metropolitan area to Milwaukee. Located within commuting distance of Chicago, the Village has experienced strong growth in taxable valuation and new residential, commercial and industrial construction. The population of Libertyville doubled in the 70's and has remained fairly stable since then with the 2010 census showing 20,315 residents. Socioeconomic indices highlight the affluent character of the community with home values averaging \$407,300 compared with the State average of \$182,300. The per capita income is \$107,830, as compared to the State's \$56,797. Although much of the Village is developed, there is open space bordering the corporate limits with the potential for further annexation.

Due to the strong local economy, the Village of Libertyville has an Aa2 rating from Moody's Investors Service.

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

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

The annual budget serves as the foundation for the Village's financial planning and control. During the month of October, the Village Board meets to review the status of goals and priorities from the previous year and to develop goals for the upcoming year. These goals and priorities are distributed to the department heads as they prepare their budget proposals. All departments of the Village are required to submit their budget requests to the Village Administrator during the first week of January each year. The Village Administrator and Finance Director use these requests to develop the proposed budget which is presented to the Village Board during the second week of February. The Village Board is required to hold a public hearing on the proposed budget and to

adopt a final budget no later than April 30th of each year. Budget to actual comparisons are provided in this report for each individual governmental fund for which a budget has been adopted. These comparisons are presented in the supplementary information section of this report which begins on page 81.

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 the Village's General Fund reserves to 50% of the budget. Sales tax revenue continued to grow until FY2004-05 followed by several years of decline. FY2010-11 was the next year of sales tax growth, and it has grown conservatively each year, finally reaching the FY2004-05 peak amount again in FY2014-15 and then dropping slightly in FY2015-16. The automobile category of sales tax accounted for approximately 70% of all sales tax received in 1990 and then decreased for many years due to increased regional competition and the economic recession that began in 2008. However, the past several years have shown a rebound in the automobile category, accounting for 60% of all sales tax in the 2015 calendar year.

The Village of Libertyville, along with most governmental entities, was impacted with the recent economic recession. While this recession is over, the results of the recession are still impacting the government sector. Unemployment continues to be a concern; however, the Village's unemployment rate has continued to decline since peaking in FY2009-10. The Village had also benefitted from increasing sales tax revenue since FY2009-10; however, there was a slight decrease in FY2015 – 16, declining 4% compared to the prior year. Other revenues such as State Income Tax, Recreation Fees and Building Permits have seen increases although they too remain below what was received prior to the recession.

The State of Illinois continues to have fiscal problems, resulting in an ongoing concern that the State will reduce the amount of State funds distributed to local governments and/or freeze property taxes. Due to this potential revenue reduction, the Village Board opted to keep the Electric Utility Tax at current levels and once the impact from the State is known, will again discuss whether that tax can be reduced. They also enacted a Places for Eating tax, a tax on food and beverage for immediate consumption, which will go into effect during FY2016-17.

The recession also impacted housing values and many areas had experienced declining equalized assessed valuation (EAV) for the last several years. Libertyville, however, had its first increase in EAV in tax year 2015 for taxes collected in FY2016-17. The FY2016-17 budget reflects a very conservative expectation of these positive trends continuing.

Long-Term Financial Planning and Major Initiatives

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

The Village also has Streets and Water and Sewer Committees that meet every month. These committees review various issues relating to roads and the water and sewer system. Annually they review the 10 year capital projects lists in order to determine if there is sufficient funding for future capital needs and if not, discuss which projects need to be deferred. Due to the deteriorating condition of local roads, the Streets Committee recommended the Village Board authorize a referendum to issue \$20 million in bonds over 4 years to rehabilitate roads within the Village. This referendum was held in March 2012 and passed with 60% voting in favor of approval. The bonds were issued in \$5 million increments over 4 years, with street repairs beginning in March 2013.

The Water and Sewer Committee reviewed various water and sewer projects and included approximately \$4.8 million in the FY2016-17 budget. A bond issuance in the amount of \$4.2 million was issued in October 2015 to fund the bulk of the capital project work in the FY2016-17 budget. Additionally, in order to fund these and other required future capital improvements, a rate increase was approved for implementation in May 2016.

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.

Financial Policies

In compliance with the General Fund Fund Balance Policy, the Village Board approved the transfer of General Fund surplus reserves for pension funding as well as capital infrastructure improvements. This resulted in a decrease to the Fund Balance during FY2015-16 of approximately \$1.6 million. The remaining Fund Balance remains sufficient for current purposes and is greater than the amount required by policy.

Awards

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, 2015. This was the twenty-third consecutive year the Village received this prestigious award. In order to be awarded a Certificate of Achievement, the government published an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable program requirements.

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

rated in four major categories: as a policy document, an operations guide, a financial plan and a communications device. The budget must be rated proficient in all four categories to receive the award.

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

Sincerely,



Kevin J. Bowers
Village Administrator



Patrice Sutton
Director of Finance

VILLAGE OF LIBERTYVILLE, ILLINOIS

List of Principal Officials April 30, 2016

LEGISLATIVE

Village President: Terry L. Wepler

Village Clerk: Sally Kowal

Village Attorney: David L. Pardys

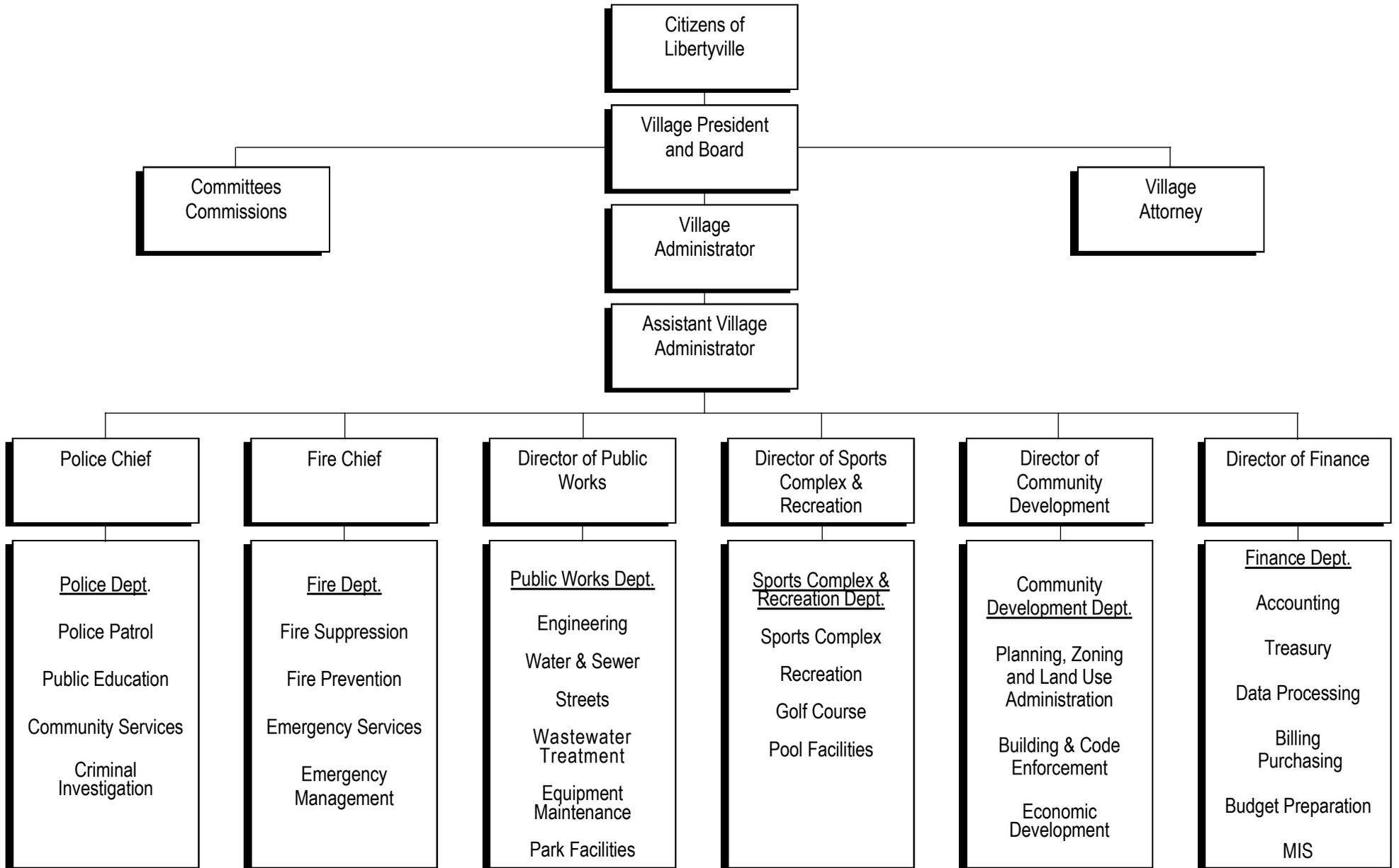
BOARD OF TRUSTEES

Todd Gaines	Richard Moras
Donna Johnson	Scott Adams
Jay Justice	Peter Garrity

ADMINISTRATIVE

Village Administrator	Kevin J. Bowens
Director of Finance/Treasurer	Patrice Sutton
Director of Public Works	Paul K. Kendzior
Community Development	John P. Spoden
Chief of Police	Clinton Herdegen
Fire Chief	Richard Carani
Director of Parks and Recreation	Conrad Kowal
Deputy Village Administrator	Kelly Amidei

Village of Libertyville Organizational Chart





Government Finance Officers Association

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

Presented to

**Village of Libertyville
Illinois**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

April 30, 2015

Executive Director/CEO

FINANCIAL SECTION

This section includes:

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

INDEPENDENT AUDITORS' REPORT

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



INDEPENDENT AUDITORS' REPORT

August 19, 2016

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

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Village of Libertyville, Illinois, as of and for the year ended April 30, 2016, and the related notes to the financial statements, which collectively comprise the Village's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Village of Libertyville, Illinois, as of April 30, 2016, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

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

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Village of Libertyville, Illinois', basic financial statements. The introductory section, combining and individual fund financial statements and budgetary comparison schedules, supplemental schedules, and statistical section are presented for purposes of additional analysis and are not a required part of the financial statements.

The combining and individual fund financial statements and budgetary comparison schedules and supplemental schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual fund financial statements and budgetary comparison schedules and supplemental schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.


LAUTERBACH & AMEN, LLP

MANAGEMENT'S DISCUSSION AND ANALYSIS

VILLAGE OF LIBERTYVILLE, ILLINOIS

Management's Discussion and Analysis April 30, 2016

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, 2016. Since the Management's Discussion and Analysis (MD&A) is designed to focus on the current year's activities, readers are urged to consider the information presented here in conjunction with additional information that is furnished in the letter of transmittal (beginning on page i) and the Village's financial statements which begin on page 3.

FINANCIAL HIGHLIGHTS

- The Village of Libertyville's assets and deferred outflows of resources exceeded its liabilities and deferred inflows of resources as of April 30, 2016, by \$139,354,048. Of this amount, (\$23,435,577) represents unrestricted net position.
- The Village of Libertyville's total net position decreased \$9,050,373 due to significant net pension liabilities being included for the first time, with the implementation of GASB Statement No. 68.
- At the close of the current fiscal year, Libertyville's governmental funds reported combined fund balances of \$33,448,153, an increase of \$2,972,758 compared with the prior year. Approximately 30% of this amount, \$10,032,058, is available for spending at the Village's discretion (unassigned fund balance).
- As of April 30, 2016, unrestricted fund balance (the total of the committed, assigned, and unassigned components of fund balance) for the General Fund was \$10,032,058, or approximately 36% of total General Fund expenditures. The General Fund unrestricted fund balance decreased from \$11,532,337 to \$10,032,058, which is a 13% decline.
- The Village of Libertyville issued a \$5,000,000 general obligation bond (approved via referendum in March 2012) for road improvements and a \$4,200,000 general obligation bond for water and sewer improvements. Total debt outstanding increased by \$6,976,473 to \$50,982,370.

USING THIS ANNUAL REPORT

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

VILLAGE OF LIBERTYVILLE, ILLINOIS

Management's Discussion and Analysis April 30, 2016

Government-Wide Financial Statements

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

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

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

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

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

Fund Financial Statements

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

VILLAGE OF LIBERTYVILLE, ILLINOIS

Management's Discussion and Analysis April 30, 2016

Governmental Funds

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

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

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

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

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

Proprietary Funds

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

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

VILLAGE OF LIBERTYVILLE, ILLINOIS

Management's Discussion and Analysis April 30, 2016

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 - 71 of this report.

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the Village of Libertyville's I.M.R.F., OPEB (Other Post-Employment Benefit) and police and firefighters' employee pension obligations, as well as the budgetary comparison schedule for the General Fund. Required supplementary information can be found on pages 72 - 81 of this report. The combining statements referred to earlier in connection with the internal service funds are presented immediately following the required supplementary information on pensions. Combining and individual fund statements and schedules can be found on pages 82 - 130 of this report.

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GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net position may serve over time as a useful indicator of a government's financial position. The following tables show that the Village of Libertyville's assets/deferred outflows exceeded liabilities/deferred inflows by \$139.4 million. Net position decreased 24.27%, from \$184,024,335 to \$139,354,048, due to the inclusion of net pension liability with the implementation of GASB 68. For governmental activities, net position decreased by \$43,735,738 or 27% and for business-type activities, net position decreased by \$934,549 (4.5%).

Village of Libertyville's Net Position

Account	Governmental Activities				Business-type Activities				Total Primary Government			
	Current Year	Prior Year	Change	% Chg	Current Year	Prior Year	Change	% Chg	Current Year	Prior Year	Change	% Chg
Statement of Net Position												
Capital assets	\$ 148,243,324	149,206,734	-963,410	-0.65%	45,024,270	43,660,461	1,363,809	3.12%	193,267,594	192,867,195	400,399	0.21%
Current and other assets	51,378,743	47,829,111	3,549,632	7.42%	7,771,781	6,729,817	1,041,964	15.48%	59,150,524	54,558,928	4,591,596	8.42%
Deferred Outflows of Resources	11,040,054	-	11,040,054	-	1,221,656	859,002	362,654	-	12,261,710	859,002	11,402,708	-
Total assets	210,662,121	197,035,845	13,626,276	6.92%	54,017,707	51,249,280	2,768,427	5.40%	264,679,828	248,285,125	16,394,703	6.60%
Deferred Inflows of Resources	12,015,714	10,694,291	1,321,423	12.36%	-	-	-	-	12,015,714	10,694,291	1,321,423	12.36%
Long-term liabilities	74,136,436	17,893,706	56,242,730	314.32%	30,956,250	26,977,598	3,978,652	14.75%	105,092,686	44,871,304	60,221,382	134.21%
Other Liabilities	4,940,766	5,142,905	-	-3.93%	3,276,614	3,552,290	-275,676	-7.76%	8,217,380	8,695,195	-477,815	-5.50%
Total Liabilities	91,092,916	33,730,902	57,564,153	170.06%	34,232,864	30,529,888	3,702,976	12.13%	125,325,780	64,260,790	61,064,990	95.03%
Net Position:												
Net Investment in capital assets	138,374,721	141,515,672	-3,140,951	-2.22%	19,474,353	20,815,023	-1,340,670	-6.44%	157,849,074	162,330,695	-4,481,621	-2.76%
Restricted	4,940,551	4,580,001	360,550	7.87%	-	-	-	-	4,940,551	4,580,001	360,550	-
Unrestricted	-23,746,067	17,209,270	-40,955,337	-237.98%	310,490	-95,631	406,121	-424.68%	(23,435,577)	17,113,639	-40,549,216	-236.94%
Total net position	119,569,205	163,304,943	-43,735,738	-26.78%	19,784,843	20,719,392	-934,549	-4.51%	139,354,048	184,024,335	-44,670,287	-24.27%

By far the largest portion of the Village of Libertyville's net position, \$157.8 million, 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 (\$4.9 million) of the Village of Libertyville's net position represents resources that are subject to external restrictions on how they may be used. The remaining amount, (\$23.4 million), represents unrestricted net position.

Net position of the Village of Libertyville's governmental activities has decreased 26.78% this fiscal year (\$119,569,205 compared to restated \$128,201,314). Unrestricted net position, the part of net position that can be used to finance day-to-day operations without constraints, totaled (\$23,746,067), negative because of the addition of net pension liabilities with implementation of GASB 68.

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During the 2015-2016 fiscal year, net position of business-type activities decreased by 4.51%, totaling \$19,784,843 compared to restated \$20,203,107. Operating expenses exceeded operating revenues in the Waterworks and Sewage Fund, which resulted in a net position decrease of \$1.6 million. The Libertyville Sports Complex generated a \$698,095 operating profit this fiscal year which was also sufficient to cover depreciation in the amount of \$462,947. When interest expense on debt of \$766,563 is included, net position decreased by \$68,468. The Village did transfer \$1,224,647 from other funds to the Sports Complex Fund to cover this loss and fund necessary capital improvements. The Village has made adjustments to Sports Complex operations to make the complex more self-sustaining; however, the high debt expense has continued to cause a net loss for the complex. The Village continues to explore options to sell portions of the Sports Complex property in order to reduce the outstanding debt. The Village Board believes the Sports Complex is serving the community as a whole and has committed to subsidizing the debt payments until such time as it can become self-sufficient. Therefore, the Village budgets an annual transfer from the General Fund to the Sports Complex Fund to cover the annual deficits in the Sports Complex Fund.

Total revenues for all funds increased from \$45.4 million to \$46.9 million or 3.3%. The total cost of all programs and services increased from \$46.8 million to \$55.97 million or 19.7% due largely to the inclusion of net pension liability expenses associated with the implementation of GASB 68.

The Village did implement GASB Statement No. 68 which required the net pension liability for IMRF, police pension, and firefighters' pension to be recorded. This resulted in a decrease to beginning net position for governmental and business-type activities of \$35,103,629 and \$516,285, respectively.

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

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Village of Libertyville Change in Net Position

Account	Governmental Activities			Business-type Activities			Total Primary Government		
	Current Year	Prior Year	Change	Current Year	Prior Year	Change	Current Year	Prior Year	Change
Statement of Activities									
Program revenues									
Charges for Services									
General Government	\$ 4,803,563	4,535,220	268,343	-	-	-	4,803,563	4,535,220	268,343
Community Development	432,248	452,762	(20,514)	-	-	-	432,248	452,762	(20,514)
Public Safety	4,596,007	4,358,283	237,724	-	-	-	4,596,007	4,358,283	237,724
Parks & Recreation	1,156,420	1,057,050	99,370	-	-	-	1,156,420	1,057,050	99,370
Waterworks and Sewerage	-	-	-	8,273,189	7,887,485	385,704	8,273,189	7,887,485	385,704
Libertyville Sports Complex	-	-	-	3,382,313	2,725,082	657,231	3,382,313	2,725,082	657,231
Capital Grants/Contributions	519,635	678,014	(158,379)	-	-	-	519,635	678,014	(158,379)
General revenues									
Taxes	12,849,511	12,253,937	595,574	-	-	-	12,849,511	12,253,937	595,574
Intergovernmental	10,206,015	10,524,149	(318,134)	-	-	-	10,206,015	10,524,149	(318,134)
Interest Income	131,329	56,617	74,712	21,588	16,603	4,985	152,917	73,220	79,697
Miscellaneous	524,540	853,993	(329,453)	28,117	11,829	16,288	552,657	865,822	(313,165)
Total Revenues	<u>35,219,268</u>	<u>34,770,025</u>	<u>449,243</u>	<u>11,705,207</u>	<u>10,640,999</u>	<u>1,064,208</u>	<u>46,924,475</u>	<u>45,411,024</u>	<u>1,513,451</u>
Program Expenses									
General Government	4,251,986	2,758,325	1,493,661	-	-	-	4,251,986	2,758,325	1,493,661
Community Development	2,019,539	1,855,714	163,825	-	-	-	2,019,539	1,855,714	163,825
Public Safety	23,009,447	15,391,544	7,617,903	-	-	-	23,009,447	15,391,544	7,617,903
Public Works	8,390,869	9,681,808	(1,290,939)	-	-	-	8,390,869	9,681,808	(1,290,939)
Parks & Recreation	1,300,552	2,977,849	(1,677,297)	-	-	-	1,300,552	2,977,849	(1,677,297)
Economic Development	3,147,949	2,341,529	806,420	-	-	-	3,147,949	2,341,529	806,420
Interest on Long-term Debt	506,388	461,674	44,714	-	-	-	506,388	461,674	44,714
Waterworks & Sewerage	-	-	-	9,897,337	7,955,650	1,941,687	9,897,337	7,955,650	1,941,687
Libertyville Sports Complex	-	-	-	3,450,781	3,332,484	118,297	3,450,781	3,332,484	118,297
Total Expenses	<u>42,626,730</u>	<u>35,468,443</u>	<u>7,158,287</u>	<u>13,348,118</u>	<u>11,288,134</u>	<u>2,059,984</u>	<u>55,974,848</u>	<u>46,756,577</u>	<u>9,218,271</u>
Increase (Decrease) In Net Position Before Transfers	(7,407,462)	(698,418)	(6,709,044)	(1,642,911)	(647,135)	(995,776)	(9,050,373)	(1,345,553)	(7,704,820)
Transfers	<u>(1,224,647)</u>	<u>(833,731)</u>	<u>(390,916)</u>	<u>1,224,647</u>	<u>833,731</u>	<u>390,916</u>	<u>-</u>	<u>-</u>	<u>-</u>
Increase /(Decrease) in Net Position	(8,632,109)	(1,532,149)	(7,099,960)	(418,264)	186,596	(604,860)	(9,050,373)	(1,345,553)	(7,704,820)
Net Position - Beginning as Restated	<u>128,201,314</u>	<u>164,837,092</u>	<u>(36,635,778)</u>	<u>20,203,107</u>	<u>20,532,796</u>	<u>(329,689)</u>	<u>148,404,421</u>	<u>185,369,888</u>	<u>(36,965,467)</u>
Net Position - Ending	<u>119,569,205</u>	<u>163,304,943</u>	<u>(43,735,738)</u>	<u>19,784,843</u>	<u>20,719,392</u>	<u>(934,549)</u>	<u>139,354,048</u>	<u>184,024,335</u>	<u>(44,670,287)</u>

Governmental Activities

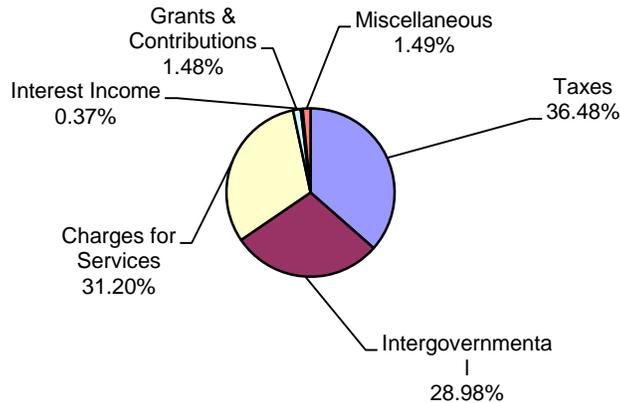
For the fiscal year ended April 30, 2016, revenues from governmental activities increased from \$34,770,025 to \$35,219,268 or 1.3%. Intergovernmental Revenues, which consist of sales tax and state income taxes, which comprise one of the largest segments of governmental revenue, decreased 3% from \$10,524,149 to \$10,206,015 due to a slight decline in sales tax. Sales tax revenues decreased \$469,698 or 5.9% compared to the previous year. Taxes, a category which is comprised of property tax and utility tax, increased by \$595,574 or 4.9% to \$12,849,511, due to increased property tax revenue. Taxes comprise 36% of the total governmental activities revenue.

Program revenues, which include fire district payments, building fees, and parks and recreation fees, along with grants, amounted to \$11,507,873 or 33% of governmental revenues. This revenue source increased \$426,544 (4%) over the previous fiscal year mainly due to one-time development fees and increased fees for service.

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Revenues by Source-Governmental Activities

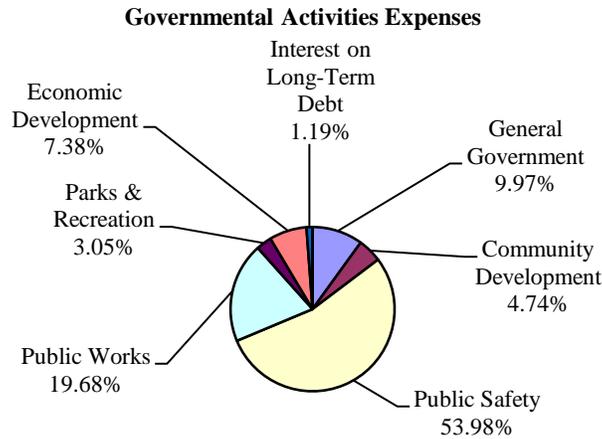


The above table graphically depicts the major revenue sources of the Village of Libertyville. It very clearly shows the reliance of sales and property taxes to fund governmental activities. Approximately 60% of sales tax revenue is generated from auto dealerships. The Village Board along with the economic development coordinator continue to work on attaining and attracting businesses to the Village of Libertyville in order to diversify the Village's sales tax base.

The cost of all governmental activities this year was \$42,626,730 compared to \$35,468,443 last fiscal year. The majority of this increase was due to expenses associated with the implementation of GASB Statement No. 68, primarily in the general government and public safety categories. Expenses for governmental funds were below budgeted amounts although a budget amendment was necessary to accommodate the fund balance transfer for capital improvements and pension contributions.

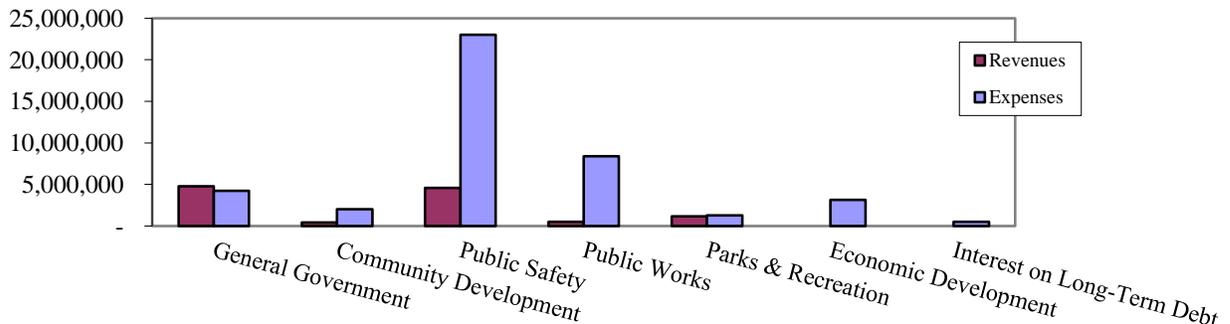
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The expenses and program revenues table below identifies those governmental functions where program expenses exceed revenues. Most governmental activities do not generate sufficient program revenues to fund operations. These activities are normally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

Expenses and Program Revenues - Governmental Activities



Business-type activities

Revenues of the Village's business-type activities increased by 10% (\$10,640,999 in 2015 compared to \$11,705,207 in 2016) and expenses increased by 18.2% (\$11,288,134 in 2015 compared to \$13,348,118 in 2016). Again, the expenses reflect pension expenses that are associated with the implementation of GASB Statement No. 68.

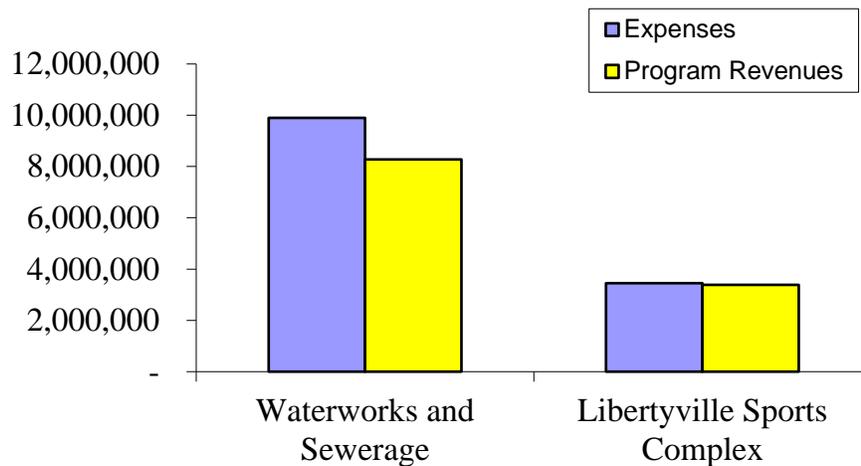
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Key factors behind these results include:

- Water and sewer charges for service increased \$246,504 over last year due to an increase in rates. Excluding depreciation and interest expense, this fund had an increase in net position of \$19,288. Once depreciation of \$1,212,952 and interest charges of \$380,779 are included, a decrease in net position of \$1,574,443 results. Expenses before depreciation amounted to \$8,303,606 compared to \$6,533,969 in 2015. This increase in expenses is due primarily to significant waste water treatment plant improvements.
- The Libertyville Sports Complex (LSC) had an operating income (before depreciation and interest expense) of \$1,161,042 compared to last year's income of \$629,396. With the addition of depreciation, debt expense and the transfer from the General Fund, the complex had an increase in net position of \$1,156,179. This increase was due to the transfer from governmental funds that is intended to subsidize debt costs. Operating expenses before depreciation and interest expense amounted to \$2,221,271 compared to \$2,095,686 in 2015.

Expenses and Program Revenues - Business-Type Activities



The above graph compares program expenses to revenues for waterworks and sewerage operations, and the LSC. The Village Board has authorized the sale of a portion of Sports Complex property where the Family Entertainment and Golf Learning Centers are located since the underlying property is more valuable than the cash flows generated by these facilities. The proceeds will be used to reduce the amount of debt by refunding the current bonds outstanding. As mentioned elsewhere in this document, the Village is transferring funds to the Sports Complex to cover a portion of the debt that is unable to be funded through operations. For the 2016 fiscal year, this transfer amounted to \$913,497.

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FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS

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

Governmental Funds

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

As of the end of the current fiscal year, the governmental funds reported combined ending fund balances of \$33,448,153, which is 9.75% above last year's total of \$30,475,395. Approximately 30% of this amount, \$10,032,058, 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, \$5,165,620; 2) committed to fund commuter parking, \$1,581,711; 3) assigned for capital projects, \$15,138,659; or 4) non-spendable for prepaid items, \$1,530,105.

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 \$10,032,058, while total fund balance reached \$12,774,288. This is \$1,585,477 below last year's total fund balance of \$14,359,765. This decrease is attributable to the distribution of fund balance surplus, in accordance with Village policy, for capital improvements and pension contributions. As a measure of the General Fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents 36% of total General Fund expenditures, while total fund balance represents 46% of that same amount.

The Debt Service Fund has a total fund balance of \$684,084, all of which is restricted for the payment of debt service. The fund balance increased \$144,074 from the previous fiscal year due to increased future debt service payments.

The Capital Improvement Fund provides funding for capital projects in 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, 2016 is \$15,138,659, of which 100% is assigned. The Capital Improvement Fund balance increased by \$4,062,714, primarily due to the issuance of road improvement bonds. The \$5 million issued in 2015 was the final issuance in a 4-year, \$20 million road improvement plan that began in the fall of 2012. Total expenditures for the fiscal year amounted to \$5,592,833.

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The Tax Increment Financing (TIF) Construction Fund provides funding for the redevelopment of the Village's downtown area. The TIF was due to expire in December 2009, however; there was legislation approved that allows for a 12 year extension of the TIF in order to complete additional parking improvements for this area. The total fund balance increased by \$239,935 to \$3,262,156 as of April 30, 2016. This fund balance is being built up in order to provide funding for an additional parking structure and other parking improvements in the downtown business district.

The Commuter Parking Fund is included as a governmental fund but is considered a non-major fund. Fund balance increased by \$111,512 to \$1,588,966. 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 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. As an enterprise fund, current operational costs and long-term capital improvements must be entirely funded by the enterprise. In the Waterworks and Sewerage Fund, the spread between purchase and sale rates is intended to finance the operations of the water and sewer system, including labor costs, supplies, and infrastructure maintenance. The Village Board increased rates by 3% on May 1, 2015 to cover inflation in accordance with the Water and Sewer Committee's recommendation of an annual 3% increase along with any increase from CLCJAWA. After an extensive water rate study, a new rate structure which includes a fixed bi-monthly charge as well as a tiered rate structure per 1,000 gallons was approved by the Village Board effective May 1, 2016.

There was a negative change in net position for the current fiscal year of \$1,574,443 which includes \$1,212,952 of depreciation costs. Significant capital outlay (improvements to the water treatment plant) took place, which also increased the capital assets of the fund. Net position of the Waterworks and Sewerage Fund at the end of the year totaled \$19,601,380 compared to \$21,175,823 restated in 2015.

Net position for the Libertyville Sports Complex Fund totaled \$183,463 compared to (\$972,716) restated in 2015. This positive movement in fund balance took place because the General Fund transferred significant funds to cover debt service expense.

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GENERAL FUND BUDGETARY HIGHLIGHTS

The 2015-2016 expenditure budget was revised once at the end of the fiscal year. The increases included:

- \$3 million General Fund transfer to the Capital Projects Fund, Police Pension, Fire Pension and IMRF Pension in accordance with Fund Balance Policy; and
- \$56,950 in additional economic incentives due to better than expected sales.

Revenues in the General Fund were \$28,572,503, which was \$976,543 above the revenue budget of \$27,595,960. The final expenditure budget amounted to \$28,261,781, a \$1,751,176 variance from the original budget of \$26,510,605. Actual expenditures were below the final budget by \$602,298. The largest revenue variances were in income tax (\$222,723 above budget), use tax (\$108,891 above budget), and engineering and building permit fees (\$128,443 and \$190,599 respectively above budget). Charges for service were also \$220,561 over budget in total as were Fines and forfeitures by \$104,373.

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, 2016 was \$193.2 million (net of accumulated depreciation). This investment in capital assets includes land, buildings and improvements, land improvements, vehicles, machinery and equipment, park facilities, roads, sidewalks, and bridges. The Village of Libertyville's total net position increased this year despite an increase in depreciation expense because of the increase in business-type assets of \$1.4 million.

Capital Assets - Net of Depreciation (in Millions)

	Governmental Activities		Business-Type Activities		Total	
	2016	2015	2016	2015	2016	2015
Land	\$ 97.7	98.3	7.0	7.0	104.7	105.3
Buildings	5.1	5.6	17.9	18.4	23.0	24.0
Machinery and Equipment	2.7	2.7	0.5	0.2	3.2	2.9
Water Infrastructure	-	-	13.7	11.8	13.7	11.8
Sewer Infrastructure	-	-	5.9	6.3	5.9	6.3
Other Infrastructure	42.7	42.6	-	-	42.7	42.6
Total	148.2	149.2	45.0	43.7	193.2	192.9

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This year's major additions included \$799,820 in machinery and equipment, \$325,623 in buildings & improvements, \$1,685,856 in roadway and infrastructure additions, and \$2,453,502 water and sanitary sewer additions.

The governmental activities net capital assets decreased from last year by \$963,410 net of depreciation. This is attributable to the fact that the capital projects constructed were less than the amount of depreciation added this year. Accumulated depreciation increased by \$1,311,640 to a total of \$66,226,099.

For Business-type activities, the net capital assets increased by \$1,363,809. A total of \$3,039,708 was added in improvements and \$1,675,899 was expensed as depreciation. Additional information on the Village of Libertyville's capital assets can be found in note 3 on pages 39 - 40 of this report.

Debt Outstanding

At year-end, the Village of Libertyville had total outstanding bonded debt of \$50.98 million as compared to \$44.0 million the previous year, an increase of 15.9%. During this fiscal year, the Village issued a \$5 million bond for road rehabilitation as well as \$4.2 million for water and sewer improvements. The following is a comparative statement of outstanding debt:

Outstanding Debt

	Governmental Activities		Business-Type Activities		Total	
	2016	2015	2016	2015	2016	2015
General Obligation Bonds	\$ 20,000,000	15,815,000	30,895,000	28,010,000	50,895,000	43,825,000
Installment Contracts	87,370	180,897	-	-	87,370	180,897
Total	20,087,370	15,995,897	30,895,000	28,010,000	50,982,370	44,005,897

As of April 30, 2016, 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 \$95 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 41 - 48 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 2016-2017 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 2015 for the Village of Libertyville decreased from 5.0% to 4.3%. For this same period, the State

VILLAGE OF LIBERTYVILLE, ILLINOIS

Management's Discussion and Analysis April 30, 2016

unemployment rate was 5.9% and the Lake County rate was 5.5%. The most current rate for the Village of Libertyville is not available; however the State rate for June 2016 is 6.0% which is the same as the State rate in June 2015. Inflation is once again comparatively low, with the national increase at 0.7% in 2015. In the Chicagoland area, the average CPI was -.3% for the same period.

These indicators were taken into account when adopting the General Fund budget for 2016-2017. Amounts available for appropriation in the General Fund budget are \$27,618,860, an increase of \$22,900 from the final 2015-16 budget of \$27,595,960. Property taxes are estimated to increase slightly due to the levy passed in December 2016. Due to an improving economy, the Village Board has expressed its desire to reduce the electric utility tax rate; however, that has been put on hold until the State budget issues are resolved and any reductions in revenue due to the State budget are known. Budgeted expenditures decreased \$677,041, from the final amended budget of \$28,261,781 to \$27,584,740. The Village Board approved a 2.25% pay increase on May 1st for all non-union employees, along with contractually required increases for union employees.

The 2016-2017 General Fund budget is balanced with a budgeted surplus of \$34,120 which will be used to increase the unreserved fund balance.

REQUESTS FOR INFORMATION

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

BASIC FINANCIAL STATEMENTS

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

- Government-Wide Financial Statements
- Fund Financial Statements

Governmental Funds

Proprietary Funds

Fiduciary Funds

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

VILLAGE OF LIBERTYVILLE, ILLINOIS

Statement of Net Position

April 30, 2016

See Following Page

VILLAGE OF LIBERTYVILLE, ILLINOIS

**Statement of Net Position
April 30, 2016**

	Governmental Activities	Business-Type Activities	Totals
ASSETS			
Current Assets			
Cash and Investments	\$ 34,737,736	6,068,377	40,806,113
Receivables - Net	15,075,912	1,618,304	16,694,216
Prepaid Items/Inventories	1,565,095	85,100	1,650,195
Total Current Assets	51,378,743	7,771,781	59,150,524
Noncurrent Assets			
Capital Assets			
Land	97,720,119	7,043,248	104,763,367
Buildings and Improvements	16,278,354	32,855,494	49,133,848
Machinery and Equipment	8,880,624	2,523,515	11,404,139
Infrastructure	91,590,326	-	91,590,326
Waterworks and Sewerage System	-	39,234,466	39,234,466
	214,469,423	81,656,723	296,126,146
Accumulated Depreciation	(66,226,099)	(36,632,453)	(102,858,552)
Total Capital Assets	148,243,324	45,024,270	193,267,594
Total Assets	199,622,067	52,796,051	252,418,118
DEFERRED OUTFLOWS OF RESOURCES			
Loss on Refunding	-	796,564	796,564
Deferred Items - IMRF	2,082,360	425,092	2,507,452
Deferred Items - Police Pension	4,862,794	-	4,862,794
Deferred Items - Firefighters' Pension	4,094,900	-	4,094,900
Total Deferred Outflows of Resources	11,040,054	1,221,656	12,261,710
Total Assets and Deferred Outflows of Resources	210,662,121	54,017,707	264,679,828

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

	Governmental Activities	Business-Type Activities	Totals
LIABILITIES			
Current Liabilities			
Accounts Payable	\$ 1,252,900	858,938	2,111,838
Accrued Payroll	596,554	126,753	723,307
Deposits Payable	918,653	123,136	1,041,789
Interest Payable	225,069	454,420	679,489
Other Payables	420,608	240,723	661,331
Current Portion of Long-Term Debt	1,526,982	1,472,644	2,999,626
Total Current Liabilities	<u>4,940,766</u>	<u>3,276,614</u>	<u>8,217,380</u>
Noncurrent Liabilities			
Compensated Absences Payable	1,680,488	270,578	1,951,066
Net Pension Liability - IMRF	5,857,120	1,195,672	7,052,792
Net Pension Liability - Police Pension	28,860,372	-	28,860,372
Net Pension Liability - Firefighters' Pension	17,290,681	-	17,290,681
Net Other Post-Employment Benefit Obligation	1,467,265	-	1,467,265
General Obligation Bonds Payable	18,960,000	29,490,000	48,450,000
Installment Contracts Payable	20,510	-	20,510
Total Noncurrent Liabilities	<u>74,136,436</u>	<u>30,956,250</u>	<u>105,092,686</u>
Total Liabilities	<u>79,077,202</u>	<u>34,232,864</u>	<u>113,310,066</u>
DEFERRED INFLOWS OF RESOURCES			
Property Taxes	11,436,519	-	11,436,519
Deferred Items - Police Pension	338,271	-	338,271
Deferred Items - Firefighters' Pension	240,924	-	240,924
Total Deferred Inflows of Resources	<u>12,015,714</u>	<u>-</u>	<u>12,015,714</u>
Total Liabilities and Deferred Inflows of Resources	<u>91,092,916</u>	<u>34,232,864</u>	<u>125,325,780</u>
NET POSITION			
Net Investment in Capital Assets	138,374,721	19,474,353	157,849,074
Restricted			
Hotel/Motel Tax	456,453	-	456,453
Emergency Telephone System 911	478,048	-	478,048
Foreign Fire Insurance	127,861	-	127,861
Fire Fund	29,826	-	29,826
Tim/Creek Special Service Area	79,361	-	79,361
Lucerne/Interlaken Special Service Area	47,831	-	47,831
Tax Increment Financing District	3,262,156	-	3,262,156
Debt Service	459,015	-	459,015
Unrestricted	<u>(23,746,067)</u>	<u>310,490</u>	<u>(23,435,577)</u>
Total Net Position	<u>119,569,205</u>	<u>19,784,843</u>	<u>139,354,048</u>

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

VILLAGE OF LIBERTYVILLE, ILLINOIS

Statement of Activities

For the Fiscal Year Ended April 30, 2016

	Expenses	Program Revenues	
		Charges for Services	Capital Grants/ Contributions
Governmental Activities			
General Government	\$ 4,251,986	4,803,563	-
Community Development	2,019,539	432,248	-
Public Safety	23,009,447	4,596,007	-
Public Works	8,390,869	-	519,635
Parks and Recreation	1,300,552	1,156,420	-
Economic Development	3,147,949	-	-
Interest on Long-Term Debt	506,388	-	-
Total Governmental Activities	42,626,730	10,988,238	519,635
Business-Type Activities			
Waterworks and Sewerage	9,897,337	8,273,189	-
Libertyville Sports Complex	3,450,781	3,382,313	-
Total Business-Type Activities	13,348,118	11,655,502	-
Total Primary Government	55,974,848	22,643,740	519,635

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

Change in Net Position

Net Position - Beginning as Restated

Net Position - Ending

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

Net (Expenses)/Revenues		
Governmental Activities	Business-Type Activities	Totals
551,577	-	551,577
(1,587,291)	-	(1,587,291)
(18,413,440)	-	(18,413,440)
(7,871,234)	-	(7,871,234)
(144,132)	-	(144,132)
(3,147,949)	-	(3,147,949)
(506,388)	-	(506,388)
(31,118,857)	-	(31,118,857)
-	(1,624,148)	(1,624,148)
-	(68,468)	(68,468)
-	(1,692,616)	(1,692,616)
(31,118,857)	(1,692,616)	(32,811,473)
10,976,003	-	10,976,003
1,236,176	-	1,236,176
349,995	-	349,995
287,337	-	287,337
7,940,319	-	7,940,319
2,203,423	-	2,203,423
62,273	-	62,273
131,329	21,588	152,917
524,540	28,117	552,657
(1,224,647)	1,224,647	-
22,486,748	1,274,352	23,761,100
(8,632,109)	(418,264)	(9,050,373)
128,201,314	20,203,107	148,404,421
119,569,205	19,784,843	139,354,048

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

VILLAGE OF LIBERTYVILLE, ILLINOIS

Balance Sheet - Governmental Funds

April 30, 2016

	<u>General</u>
ASSETS	
Cash and Investments	\$ 10,545,916
Receivables - Net of Allowances	
Property Taxes	6,199,610
Other Taxes	1,786,778
Accounts	1,482,407
Prepays	<u>1,522,850</u>
Total Assets	<u><u>21,537,561</u></u>
LIABILITIES	
Accounts Payable	808,683
Accrued Payroll	575,719
Deposits Payable	918,653
Other Payables	<u>260,608</u>
Total Liabilities	2,563,663
DEFERRED INFLOWS OF RESOURCES	
Property Taxes	<u>6,199,610</u>
Total Liabilities and Deferred Inflows of Resources	<u><u>8,763,273</u></u>
FUND BALANCE	
Nonspendable	1,522,850
Restricted	1,219,380
Committed	-
Assigned	-
Unassigned	<u>10,032,058</u>
Total Fund Balances	<u><u>12,774,288</u></u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u><u><u>21,537,561</u></u></u>

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

Debt Service	Capital Projects		Nonmajor Commuter Parking	Totals
	Capital Improvement	Tax Increment Financing Construction		
684,084	15,295,292	3,283,832	1,551,756	31,360,880
1,563,830	-	3,673,079	-	11,436,519
-	-	-	-	1,786,778
-	230,316	-	33,872	1,746,595
-	-	-	7,255	1,530,105
<u>2,247,914</u>	<u>15,525,608</u>	<u>6,956,911</u>	<u>1,592,883</u>	<u>47,860,877</u>
-	386,949	21,676	1,019	1,218,327
-	-	-	2,898	578,617
-	-	-	-	918,653
-	-	-	-	260,608
-	386,949	21,676	3,917	2,976,205
1,563,830	-	3,673,079	-	11,436,519
<u>1,563,830</u>	<u>386,949</u>	<u>3,694,755</u>	<u>3,917</u>	<u>14,412,724</u>
-	-	-	7,255	1,530,105
684,084	-	3,262,156	-	5,165,620
-	-	-	1,581,711	1,581,711
-	15,138,659	-	-	15,138,659
-	-	-	-	10,032,058
<u>684,084</u>	<u>15,138,659</u>	<u>3,262,156</u>	<u>1,588,966</u>	<u>33,448,153</u>
<u>2,247,914</u>	<u>15,525,608</u>	<u>6,956,911</u>	<u>1,592,883</u>	<u>47,860,877</u>

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

VILLAGE OF LIBERTYVILLE, ILLINOIS

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

April 30, 2016

Total Governmental Fund Balances \$ 33,448,153

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

Capital assets used in governmental activities are not financial
resources and therefore, are not reported in the funds. 148,243,324
Less: Internal Service (2,603,202)

Internal service funds are used by the Village to charge the costs of vehicle
and equipment management and technology services to individual funds.
The assets and liabilities of the internal service funds are included
in the governmental activities in the Statement of Net Position. 5,743,622

Deferred outflows (inflows) of resources related to the pensions not reported in the funds.
Change in Deferred Items - IMRF 2,082,360
Change in Deferred Items - Police Pension 4,524,523
Change in Deferred Items - Firefighters' Pension 3,853,976

Long-term liabilities are not due and payable in the current
period and therefore are not reported in the funds.
Other Post-Employment Benefit Obligation Payable (1,467,265)
Net Pension Liability - IMRF (5,857,120)
Net Pension Liability - Police Pension (28,860,372)
Net Pension Liability - Firefighters' Pension (17,290,681)
Compensated Absences Payable (2,023,044)
General Obligation Bonds Payable (20,000,000)
Accrued Interest Payable (225,069)

Net Position of Governmental Activities 119,569,205

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

VILLAGE OF LIBERTYVILLE, ILLINOIS

**Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds
For the Fiscal Year Ended April 30, 2016**

See Following Page

VILLAGE OF LIBERTYVILLE, ILLINOIS

Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds
For the Fiscal Year Ended April 30, 2016

	<u>General</u>
Revenues	
Taxes	\$ 8,269,947
Licenses and Permits	1,340,671
Intergovernmental	10,206,015
Charges for Services	7,433,961
Fines and Forfeits	754,373
Interest	50,479
Miscellaneous	<u>517,057</u>
Total Revenues	<u>28,572,503</u>
Expenditures	
Current	
General Government	2,763,860
Community Development	2,019,539
Public Safety	17,351,509
Public Works	2,467,557
Parks and Recreation	3,057,018
Economic Development	-
Capital Outlay	-
Debt Service	
Principal Retirement	-
Interest and Fiscal Charges	-
Total Expenditures	<u>27,659,483</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>913,020</u>
Other Financing Sources (Uses)	
Disposal of Capital Assets	-
Debt Issuance	-
Premium on Debt Issuance	-
Transfers In	-
Transfers Out	<u>(2,498,497)</u>
	<u>(2,498,497)</u>
Net Change in Fund Balances	(1,585,477)
Fund Balances - Beginning	<u>14,359,765</u>
Fund Balances - Ending	<u><u>12,774,288</u></u>

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

Debt Service	Capital Projects		Nonmajor Commuter Parking	Totals
	Capital Improvement	Tax Increment Financing Construction		
1,205,375	-	3,374,189	-	12,849,511
-	872,022	-	-	2,212,693
-	519,635	-	-	10,725,650
-	203,526	-	383,685	8,021,172
-	-	-	-	754,373
311	50,575	13,695	8,436	123,496
-	7,483	-	-	524,540
<u>1,205,686</u>	<u>1,653,241</u>	<u>3,387,884</u>	<u>392,121</u>	<u>35,211,435</u>
-	-	-	280,609	3,044,469
-	-	-	-	2,019,539
-	-	-	-	17,351,509
-	-	-	-	2,467,557
-	-	-	-	3,057,018
-	-	3,147,949	-	3,147,949
-	5,550,366	-	-	5,550,366
815,000	-	-	-	815,000
463,332	42,467	-	-	505,799
<u>1,278,332</u>	<u>5,592,833</u>	<u>3,147,949</u>	<u>280,609</u>	<u>37,959,206</u>
<u>(72,646)</u>	<u>(3,939,592)</u>	<u>239,935</u>	<u>111,512</u>	<u>(2,747,771)</u>
-	1,900,000	-	-	1,900,000
-	5,000,000	-	-	5,000,000
-	45,176	-	-	45,176
216,720	1,585,000	-	-	1,801,720
-	(527,870)	-	-	(3,026,367)
<u>216,720</u>	<u>8,002,306</u>	<u>-</u>	<u>-</u>	<u>5,720,529</u>
144,074	4,062,714	239,935	111,512	2,972,758
540,010	11,075,945	3,022,221	1,477,454	30,475,395
<u>684,084</u>	<u>15,138,659</u>	<u>3,262,156</u>	<u>1,588,966</u>	<u>33,448,153</u>

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

VILLAGE OF LIBERTYVILLE, ILLINOIS

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

For the Fiscal Year Ended April 30, 2016

Net Change in Fund Balances - Total Governmental Funds **\$ 2,972,758**

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

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

Capital Outlays	1,181,517
Depreciation Expense	(1,839,463)
Disposals - Cost	(929,143)
Disposals - Accumulated Depreciation	621,144

The net effect of deferred outflows (inflows) of resources related to the pensions
not reported in the funds.

Change in Deferred Items - IMRF	1,351,200
Change in Deferred Items - Police Pension	2,209,658
Change in Deferred Items - Firefighters' Pension	2,185,682

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.

Increase in Net Other Post-Employment Benefit Obligation	(279,483)
Increases in Compensated Absences Payable	(77,163)
Increase to Net Pension Liability - IMRF	(2,596,885)
Increase to Net Pension Liability - Police Pension	(5,561,017)
Increase to Net Pension Liability - Firefighters' Pension	(4,364,540)
Debt Issuance	(5,000,000)
Retirement of Debt	815,000

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.

(45,765)

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.

724,391

Changes in Net Position of Governmental Activities

(8,632,109)

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

VILLAGE OF LIBERTYVILLE, ILLINOIS

**Statement of Net Position - Proprietary Funds
April 30, 2016**

See Following Page

VILLAGE OF LIBERTYVILLE, ILLINOIS

Statement of Net Position - Proprietary Funds

April 30, 2016

	Business-Type Activities - Enterprise			Governmental
	Waterworks and Sewerage	Libertyville Sports Complex	Totals	Activities Internal Service
ASSETS				
Current Assets				
Cash and Investments	\$ 6,066,477	1,900	6,068,377	3,376,856
Receivables - Net of Allowances				
Accounts	1,415,120	203,184	1,618,304	106,020
Due from Other Funds	237,818	-	237,818	-
Inventories	-	2,674	2,674	25,093
Prepays	47,939	34,487	82,426	9,897
Total Current Assets	<u>7,767,354</u>	<u>242,245</u>	<u>8,009,599</u>	<u>3,517,866</u>
Noncurrent Assets				
Capital Assets				
Land	2,272,080	4,771,168	7,043,248	-
Buildings and Improvements	14,908,936	17,946,558	32,855,494	-
Machinery and Equipment	2,075,079	448,436	2,523,515	8,084,160
Waterworks System	23,394,030	-	23,394,030	-
Sewerage System	15,840,436	-	15,840,436	-
	<u>58,490,561</u>	<u>23,166,162</u>	<u>81,656,723</u>	<u>8,084,160</u>
Accumulated Depreciation	<u>(30,809,353)</u>	<u>(5,823,100)</u>	<u>(36,632,453)</u>	<u>(5,480,958)</u>
Total Noncurrent Assets	<u>27,681,208</u>	<u>17,343,062</u>	<u>45,024,270</u>	<u>2,603,202</u>
Total Assets	<u>35,448,562</u>	<u>17,585,307</u>	<u>53,033,869</u>	<u>6,121,068</u>
DEFERRED OUTFLOWS OF RESOURCES				
Deferred Items - IMRF	274,632	150,460	425,092	-
Loss on Refunding	-	796,564	796,564	-
Total Deferred Outflow of Resources	<u>274,632</u>	<u>947,024</u>	<u>1,221,656</u>	<u>-</u>
Total Assets and Deferred Outflows of Resources	<u>35,723,194</u>	<u>18,532,331</u>	<u>54,255,525</u>	<u>6,121,068</u>

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

	Business-Type Activities - Enterprise			Governmental
	Waterworks and Sewerage	Libertyville Sports Complex	Totals	Activities Internal Service
LIABILITIES				
Current Liabilities				
Accounts Payable	\$ 737,539	121,399	858,938	34,573
Accrued Payroll	82,174	44,579	126,753	17,937
Deposits Payable	110,811	12,325	123,136	-
Accrued Interest Payable	196,198	258,222	454,420	-
Due to Other Funds	-	237,818	237,818	-
Other Payables	56,000	184,723	240,723	160,000
Compensated Absences Payable	57,325	10,319	67,644	15,513
Installment Contract Payable	-	-	-	66,860
General Obligation Bonds Payable	640,000	765,000	1,405,000	-
Total Current Liabilities	1,880,047	1,634,385	3,514,432	294,883
Noncurrent Liabilities				
Compensated Absences Payable	229,300	41,278	270,578	62,053
Net Pension Liability - IMRF	772,467	423,205	1,195,672	-
Installment Contract Payable	-	-	-	20,510
General Obligation Bonds Payable	13,240,000	16,250,000	29,490,000	-
Total Noncurrent Liabilities	14,241,767	16,714,483	30,956,250	82,563
Total Liabilities	16,121,814	18,348,868	34,470,682	377,446
NET POSITION				
Net Investment in Capital Assets	18,349,727	1,124,626	19,474,353	2,515,832
Unrestricted (Deficit)	1,251,653	(941,163)	310,490	3,227,790
Total Net Position	19,601,380	183,463	19,784,843	5,743,622

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

VILLAGE OF LIBERTYVILLE, ILLINOIS

**Statement of Revenues, Expenses and Changes in Net Position - Proprietary Funds
For the Fiscal Year Ended April 30, 2016**

	Business-Type Activities - Enterprise			Governmental
	Waterworks and Sewerage	Libertyville Sports Complex	Totals	Activities Internal Service
Operating Revenues				
Charges for Services	\$ 8,028,093	3,382,313	11,410,406	-
Interfund Services	-	-	-	2,028,759
Total Operating Revenues	8,028,093	3,382,313	11,410,406	2,028,759
Operating Expenses				
Operations	8,303,606	2,221,271	10,524,877	1,212,283
Depreciation	1,212,952	462,947	1,675,899	459,466
Total Operating Expenses	9,516,558	2,684,218	12,200,776	1,671,749
Operating Income (Loss)	(1,488,465)	698,095	(790,370)	357,010
Nonoperating Revenues (Expenses)				
Interest Income	21,588	-	21,588	7,833
Connection Fees	245,096	-	245,096	-
Other Income	28,117	-	28,117	362,157
Interest Expense and Fiscal Charges	(380,779)	(766,563)	(1,147,342)	(2,609)
	(85,978)	(766,563)	(852,541)	367,381
Income (Loss) Before Transfers	(1,574,443)	(68,468)	(1,642,911)	724,391
Transfers In	-	1,224,647	1,224,647	-
Change in Net Position	(1,574,443)	1,156,179	(418,264)	724,391
Net Position - Beginning as Restated	21,175,823	(972,716)	20,203,107	5,019,231
Net Position - Ending	19,601,380	183,463	19,784,843	5,743,622

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

VILLAGE OF LIBERTYVILLE, ILLINOIS

**Statement of Cash Flows - Proprietary Funds
For the Fiscal Year Ended April 30, 2016**

	Business-Type Activities - Enterprise Funds			Governmental
	Waterworks and Sewerage	Libertyville Sports Complex	Totals	Activities Internal Service
Cash Flows from Operating Activities				
Receipts from Customers and Users	\$ 8,515,983	3,152,976	11,668,959	-
Receipts from Interfund Services	-	-	-	2,413,304
Payments to Employees	(1,733,269)	(949,591)	(2,682,860)	(381,376)
Payments to Suppliers	(6,656,598)	(1,597,182)	(8,253,780)	(832,911)
	<u>126,116</u>	<u>606,203</u>	<u>732,319</u>	<u>1,199,017</u>
Cash Flows from Noncapital Financing Activities				
Transfers In	-	1,224,647	1,224,647	-
Cash Flows from Capital and Related Financing Activities				
Purchase of Capital Assets	(2,730,421)	(309,287)	(3,039,708)	(462,001)
Capital Bond Proceeds	4,200,000	-	4,200,000	-
Interest on Capital Debt	(380,779)	(766,563)	(1,147,342)	(2,609)
Principal on Capital Debt	(560,000)	(755,000)	(1,315,000)	(93,527)
	<u>528,800</u>	<u>(1,830,850)</u>	<u>(1,302,050)</u>	<u>(558,137)</u>
Cash Flows from Investing Activities				
Interest Received	21,588	-	21,588	7,833
Net Change in Cash and Cash Equivalents	676,504	-	676,504	648,713
Cash and Cash Equivalents - Beginning	5,389,973	1,900	5,391,873	2,728,143
Cash and Cash Equivalents - Ending	<u>6,066,477</u>	<u>1,900</u>	<u>6,068,377</u>	<u>3,376,856</u>
Reconciliation of Operating Income to Net Cash Provided (Used) by Operating Activities				
Operating Income (Loss)	(1,488,465)	698,095	(790,370)	357,010
Adjustments to Reconcile Operating Income to Net Cash Provided by Operating Activities:				
Depreciation Expense	1,212,952	462,947	1,675,899	459,466
Other Income	273,213	-	273,213	362,157
(Increase) Decrease in Current Assets	214,677	(229,337)	(14,660)	22,388
Increase (Decrease) in Current Liabilities	(86,261)	(325,502)	(411,763)	(2,004)
Net Cash Provided by Operating Activities	<u>126,116</u>	<u>606,203</u>	<u>732,319</u>	<u>1,199,017</u>

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

VILLAGE OF LIBERTYVILLE, ILLINOIS

**Statement of Fiduciary Net Position
April 30, 2016**

	<u>Pension Trust</u>
ASSETS	
Cash and Cash Equivalents	\$ 5,882,691
Investments	
State and Local Obligations	1,908,126
Corporate Bonds	8,638,416
U.S. Government and Agency Obligations	6,222,018
Stock Equities	9,502,030
Mutual Funds	20,445,049
Receivables - Accrued Interest	193,251
Prepays	<u>500</u>
Total Assets	52,792,081
LIABILITIES	
Accounts Payable	<u>7,922</u>
NET POSITION	
Net Position Restricted for Pensions	<u><u>52,784,159</u></u>

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

VILLAGE OF LIBERTYVILLE, ILLINOIS

**Statement of Changes in Fiduciary Net Position
For the Fiscal Year Ended April 30, 2016**

	<u>Pension Trust</u>
Additions	
Contributions - Employer	\$ 3,953,866
Contributions - Plan Members	<u>741,084</u>
Total Contributions	<u>4,694,950</u>
Investment Income	
Interest Earned	2,430,940
Net Change in Fair Value	<u>(2,472,475)</u>
	(41,535)
Less Investment Expenses	<u>(110,185)</u>
Net Investment Income	<u>(151,720)</u>
Total Additions	<u>4,543,230</u>
Deductions	
Administration	82,371
Benefits	3,659,912
Total Deductions	<u>3,742,283</u>
Change in Fiduciary Net Position	800,947
Net Position Restricted for Pensions	
Beginning	<u>51,983,212</u>
Ending	<u><u>52,784,159</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, 2016

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

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

REPORTING ENTITY

The Village's financial reporting entity comprises the following:

Primary Government:	Village of Libertyville
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In determining the financial reporting entity, the Village complies with the provisions of GASB Statement No. 61, "The Financial Reporting Omnibus – an Amendment of GASB Statements No. 14 and No. 34," and includes all component units that have a significant operational or financial relationship with the Village. Based upon the criteria set forth in the GASB Statement No. 61, there are no component units included in the reporting entity.

Police Pension Employees Retirement System

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

VILLAGE OF LIBERTYVILLE, ILLINOIS

Notes to the Financial Statements

April 30, 2016

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

REPORTING ENTITY – Continued

Firefighters' Pension Employees Retirement System

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

BASIS OF PRESENTATION

Government-Wide Statements

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

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

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

VILLAGE OF LIBERTYVILLE, ILLINOIS

Notes to the Financial Statements April 30, 2016

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

BASIS OF PRESENTATION – Continued

Government-Wide Statements – Continued

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

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

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

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

Fund Financial Statements

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

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

VILLAGE OF LIBERTYVILLE, ILLINOIS

Notes to the Financial Statements

April 30, 2016

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

BASIS OF PRESENTATION – Continued

Fund Financial Statements – Continued

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

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

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

Governmental Funds

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

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

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

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

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

VILLAGE OF LIBERTYVILLE, ILLINOIS

Notes to the Financial Statements

April 30, 2016

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

BASIS OF PRESENTATION – Continued

Fund Financial Statements – Continued

Proprietary Funds

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

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

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

VILLAGE OF LIBERTYVILLE, ILLINOIS

Notes to the Financial Statements

April 30, 2016

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

BASIS OF PRESENTATION – Continued

Fund Financial Statements – Continued

Fiduciary Funds

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

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

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

MEASUREMENT FOCUS AND BASIS OF ACCOUNTING

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

Measurement Focus

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

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

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

VILLAGE OF LIBERTYVILLE, ILLINOIS

Notes to the Financial Statements April 30, 2016

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

MEASUREMENT FOCUS AND BASIS OF ACCOUNTING – Continued

Measurement Focus – Continued

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

Basis of Accounting

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

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

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

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

VILLAGE OF LIBERTYVILLE, ILLINOIS

Notes to the Financial Statements

April 30, 2016

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

MEASUREMENT FOCUS AND BASIS OF ACCOUNTING – Continued

Basis of Accounting – Continued

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

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

Cash and Investments

Cash and cash equivalents on the Statement of Net Position are considered to be cash on hand, demand deposits, or 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.

VILLAGE OF LIBERTYVILLE, ILLINOIS

Notes to the Financial Statements April 30, 2016

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

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

Prepays/Inventories

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. 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.

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:

Buildings and Improvements	10 - 50 Years
Machinery and Equipment	3 - 30 Years
Infrastructure	40 - 50 Years
Waterworks System	40 Years
Sewerage System	40 Years

VILLAGE OF LIBERTYVILLE, ILLINOIS

Notes to the Financial Statements

April 30, 2016

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

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

Capital Assets – Continued

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

Compensated Absences

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

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

Deferred Outflows/Inflows of Resources

Deferred outflow/inflow of resources represents an acquisition of net position that applies to a future period and therefore will not be recognized as an outflow of resources (expense)/inflow of resources (revenue) until that future time.

Long-Term Obligations

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

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

VILLAGE OF LIBERTYVILLE, ILLINOIS

Notes to the Financial Statements

April 30, 2016

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

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

Net Position

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

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

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

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

NOTE 2 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

BUDGETARY INFORMATION

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

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.

VILLAGE OF LIBERTYVILLE, ILLINOIS

**Notes to the Financial Statements
April 30, 2016**

NOTE 2 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY – Continued

EXCESS OF ACTUAL EXPENDITURES/EXPENSES OVER BUDGET IN INDIVIDUAL FUNDS

The following funds had an excess of actual expenses, over budget as of the date of this report:

Fund	Excess
Firefighters' Pension	\$ 2,259

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.

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.

VILLAGE OF LIBERTYVILLE, ILLINOIS

Notes to the Financial Statements

April 30, 2016

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

DEPOSITS AND INVESTMENTS – Continued

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.

The deposits and investments of the Pension Funds are held separately from those of other Village funds. Statutes authorize the Pension Fund 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; credit unions, 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 Funds Market Fund (Formerly known as IPTIP, Illinois Public Treasurer's Investment Pool), 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 and mutual funds, the mutual funds must meet specific restrictions, provided the investment in separate accounts and mutual funds does not exceed ten percent of the Pension Fund's plan net position; and corporate bonds managed through an investment advisor, rated as investment grade by one of the two largest rating services at the time of purchase. Pension Funds with plan net position of \$2.5 million or more may invest up to forty-five percent of plan net position in separate accounts of life insurance companies and mutual funds. Pension Funds with plan net position of at least \$5 million that have appointed an investment advisor, may through that investment advisor invest up to forty-five percent of the plan net position in common and preferred stocks that meet specific restrictions. In addition, pension funds with plan net position of at least \$10 million that have appointed an investment advisor, may invest up to fifty percent of its net position in common and preferred stocks and mutual funds that meet specific restrictions effective July 1, 2011 and up to fifty-five percent effective July 1, 2012.

VILLAGE OF LIBERTYVILLE, ILLINOIS

**Notes to the Financial Statements
April 30, 2016**

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 \$25,618,168 and the bank balances totaled \$25,101,914.

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 Funds	\$ 11,546,731	11,546,731	-	-
Illinois Metropolitan Investment Trust	3,641,214	3,136,172	505,042	-
	<u>15,187,945</u>	<u>14,682,903</u>	<u>505,042</u>	<u>-</u>

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

Credit Risk. Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. Besides investing in security instruments authorized under State Statute, the Village’s investment policy further states investments shall be undertaken in a manner that seeks to ensure the preservation of capital in the overall portfolio. At year-end, the Village’s investments in the Illinois Funds is rated AAAM by Standard & Poor’s and the Village’s investment in the Illinois Metropolitan Investment Trust Convenience Fund is not rated and the Illinois Metropolitan Investment Trust 1-3 Year Fund is rated Aaa-bf by Moody’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, 2016

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

Custodial Credit 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, \$836,197 of the bank balance of deposits was not covered by federal depository collateral or equivalent insurance, and represents cash at paying agent for debt service payments.

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

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

- No financial institution shall hold more than 40% of the Village's investment portfolio, exclusive of U.S. Treasury securities in safekeeping.

VILLAGE OF LIBERTYVILLE, ILLINOIS

Notes to the Financial Statements April 30, 2016

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

Concentration Risk – Continued.

- Monies deposited at a financial institution shall not exceed 75% of the capital stock and surplus of that institution.
- Commercial paper shall not exceed 10% of the Village's investment portfolio.
- Deposits in the Illinois Public Treasurer's Investment Pool shall not exceed 50% of the Village's investment portfolio.
- Brokered certificates of deposit shall not exceed 25% of the Village's investment portfolio.

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

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

Deposits. At year-end, the carrying amount of the Fund's deposits totaled \$4,351,056 and the bank balances totaled \$4,351,057.

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

Investment Type	Fair Value	Investment Maturities (in Years)			
		Less than 1	1 to 5	6 to 10	More than 10
U. S. Treasuries	\$ 788,658	-	249,923	432,963	105,772
U. S. Agencies	2,748,871	-	1,025,200	561,493	1,162,178
Corporate Bonds	4,443,801	201,901	1,886,459	2,141,796	213,645
State and Local Obligations	918,885	105,510	703,272	-	110,103
	8,900,215	307,411	3,864,854	3,136,252	1,591,698

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

Credit Risk. The Fund's investment policy helps limit its exposure to credit risk by primarily investing in securities issued by the United States Government and/or its agencies that are implicitly guaranteed by the United States Government. At year-end, the Fund's investments in U.S. Agency securities, corporate bonds, and state and local obligation were all rated Ba1 to Aaa by Moody's.

VILLAGE OF LIBERTYVILLE, ILLINOIS

**Notes to the Financial Statements
April 30, 2016**

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 \$9,460,827 invested in mutual funds and \$4,831,717 invested in stock equities. Also at year-end, the Fund has over 5 percent of net position available for retirement benefits (other than U.S. Government guaranteed obligations) invested in the following:

Investment	Amount
Ishares Russell 1000 Growth	\$ 1,793,123
Vanguard 500 Index	2,213,102

The Fund’s investment policy in accordance with Illinois Compiled Statutes (ILCS) establishes the following target allocation across asset classes:

Asset Class	Target	Long-Term Expected Real Rate of Return
Fixed Income	35.00% - 51.00%	5.79%
Equity	45.00% - 65.00%	9.05%
Cash and Cash Equivalents	0.00%	0.00%

Illinois Compiled Statutes (ILCS) limit the Fund’s investments in equities, mutual funds and variable annuities to 55%. Securities in any one company should not exceed 5% of the total fund. The blended asset class is comprised of all other asset classes to allow for rebalancing the portfolio.

VILLAGE OF LIBERTYVILLE, ILLINOIS

Notes to the Financial Statements April 30, 2016

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

Concentration Risk – Continued. The long-term expected rate of return on the Fund’s investments was determined using an asset allocation study conducted by the Fund’s investment management consultant in May 2016 in which best-estimate ranges of expected future real rates of return (net of pension plan investment expense and inflation) were developed for each major asset class. These ranges were combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding the expected inflation. Best estimates or arithmetic real rates of return for each major asset class included in the Fund’s target asset allocation as of April 30, 2016 are listed in the table above.

Rate of Return

For the year ended April 30, 2016, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was (0.24%). The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

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 \$1,531,635 and the bank balances totaled \$1,532,386.

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

Investment Type	Fair Value	Investment Maturities (in Years)			
		Less than 1	1 to 5	6 to 10	More than 10
U. S. Agencies	\$ 2,134,058	-	166,544	89,918	1,877,596
U. S. Treasuries	550,431	-	299,880	152,836	97,715
Corporate Bonds	4,194,615	403,072	1,630,150	1,900,452	260,941
State and Local Obligations	989,241	100,227	564,435	296,841	27,738
	<u>7,868,345</u>	<u>503,299</u>	<u>2,661,009</u>	<u>2,440,047</u>	<u>2,263,990</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

**Notes to the Financial Statements
April 30, 2016**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

DEPOSITS AND INVESTMENTS – Continued

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

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

Credit Risk. The Fund’s investment policy helps limit its exposure to credit risk by primarily investing in securities issued by the United States Government and/or its agencies that are implicitly guaranteed by the United States Government. At year-end, the Fund’s investments in U.S. Agency and U.S. Treasury securities are not rated. Corporate bonds, and state and local obligations all rated BBB- to AA+ by Standard & Poor’s.

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

Concentration Risk. The Fund’s investment policy states that not more than 10% of the Pension Fund monies shall be invested in any one financial institution. At year-end, the Fund is in compliance with the guideline outlined above. In addition to the securities and fair values listed above, the Fund also has \$10,984,222 invested in mutual funds and \$4,670,313 invested in stock equities. Also at year-end, the Fund has over 5 percent of net position available for retirement benefits (other than U.S. Government guaranteed obligations) invested in the following:

Investment	Amount
Ishares Russell 1000 Growth	\$ 2,626,710

The Fund’s investment policy in accordance with Illinois Compiled Statutes (ILCS) establishes the following target allocation across asset classes:

Asset Class	Target	Long-Term Expected Real Rate of Return
Fixed Income	35.00% - 51.00%	5.79%
Equity	45.00% - 65.00%	9.05%
Cash and Cash Equivalents	0.00%	0.00%

VILLAGE OF LIBERTYVILLE, ILLINOIS

Notes to the Financial Statements

April 30, 2016

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

Concentration Risk – Continued. Illinois Compiled Statutes (ILCS) limit the Fund's investments in equities, mutual funds and variable annuities to 55%. Securities in any one company should not exceed 5% of the total fund. The blended asset class is comprised of all other asset classes to allow for rebalancing the portfolio.

The long-term expected rate of return on the Fund's investments was determined using an asset allocation study conducted by the Fund's investment management consultant in May 2016 in which best-estimate ranges of expected future real rates of return (net of pension plan investment expense and inflation) were developed for each major asset class. These ranges were combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding the expected inflation. Best estimates or arithmetic real rates of return for each major asset class included in the Fund's target asset allocation as of April 30, 2016 are listed in the table above.

Rate of Return

For the year ended April 30, 2016, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was (0.08%). The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

PROPERTY TAXES

Property taxes for 2015 attach as an enforceable lien on January 1, on property values assessed as of the same date. Taxes are levied by December of the subsequent fiscal year (by passage of a Tax Levy Ordinance). Tax bills are prepared by Lake County and are payable in two installments, on or about May 1 and September 1. The County collects such taxes and remits them periodically. The allowance for uncollectible taxes has been stated at 1% of the tax levy, to reflect actual collection experience.

VILLAGE OF LIBERTYVILLE, ILLINOIS

**Notes to the Financial Statements
April 30, 2016**

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
Nondepreciable Capital Assets				
Land	\$ 98,301,694	-	581,575	97,720,119
Depreciable Capital Assets				
Buildings and Improvements	17,191,161	16,336	929,143	16,278,354
Machinery and Equipment	8,723,868	522,901	366,145	8,880,624
Infrastructure	89,904,470	1,685,856	-	91,590,326
	<u>115,819,499</u>	<u>2,225,093</u>	<u>1,295,288</u>	<u>116,749,304</u>
Less Accumulated Depreciation				
Buildings and Improvements	11,553,908	282,859	621,144	11,215,623
Machinery and Equipment	6,013,704	478,487	366,145	6,126,046
Infrastructure	47,346,847	1,537,583	-	48,884,430
	<u>64,914,459</u>	<u>2,298,929</u>	<u>987,289</u>	<u>66,226,099</u>
Total Net Depreciable Capital Assets	<u>50,905,040</u>	<u>(73,836)</u>	<u>307,999</u>	<u>50,523,205</u>
Total Net Capital Assets	<u>149,206,734</u>	<u>(73,836)</u>	<u>889,574</u>	<u>148,243,324</u>

Depreciation expense was charged to governmental activities as follows:

General Government	\$ 13,745
Public Safety	127,721
Public Works	1,554,463
Parks and Recreation	143,534
Internal Service	<u>459,466</u>
	<u>2,298,929</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

**Notes to the Financial Statements
April 30, 2016**

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
Nondepreciable Capital Assets				
Land	\$ 7,043,248	-	-	7,043,248
Depreciable Capital Assets				
Buildings and Improvements	32,546,207	309,287	-	32,855,494
Machinery and Equipment	2,246,596	276,919	-	2,523,515
Waterworks System	20,940,528	2,453,502	-	23,394,030
Sewerage System	15,840,436	-	-	15,840,436
	<u>71,573,767</u>	<u>3,039,708</u>	-	<u>74,613,475</u>
Less Accumulated Depreciation				
Buildings and Improvements	14,199,396	773,249	-	14,972,645
Machinery and Equipment	2,011,486	37,981	-	2,049,467
Waterworks System	9,164,863	518,748	-	9,683,611
Sewerage System	9,580,809	345,921	-	9,926,730
	<u>34,956,554</u>	<u>1,675,899</u>	-	<u>36,632,453</u>
Total Net Depreciable Capital Assets	<u>36,617,213</u>	<u>1,363,809</u>	-	<u>37,981,022</u>
Total Net Capital Assets	<u>43,660,461</u>	<u>1,363,809</u>	-	<u>45,024,270</u>

Depreciation expense was charged to business-type as follows:

Waterworks and Sewerage	\$ 1,212,952
Libertyville Sports Complex	<u>462,947</u>
	<u><u>1,675,899</u></u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

**Notes to the Financial Statements
April 30, 2016**

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>\$ 237,818</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	\$ 216,720
Capital Improvement	General	1,585,000
Libertyville Sports Complex	General	913,497
Libertyville Sports Complex	Capital Improvement	<u>311,150</u>
		<u>3,026,367</u>

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

LONG-TERM DEBT

General Obligation Bonds

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

VILLAGE OF LIBERTYVILLE, ILLINOIS

**Notes to the Financial Statements
April 30, 2016**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

LONG-TERM DEBT – Continued

General Obligation Bonds – Continued

Issue	Fund Debt Retired By	Beginning Balances	Issuances	Retirements	Ending Balances
General Obligation 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	\$ 965,000	-	180,000	785,000
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.	Libertyville Sports Complex	11,495,000	-	75,000	11,420,000
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.	Libertyville Sports Complex	3,075,000	-	175,000	2,900,000
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.	Libertyville Sports Complex	3,200,000	-	505,000	2,695,000

VILLAGE OF LIBERTYVILLE, ILLINOIS

**Notes to the Financial Statements
April 30, 2016**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

LONG-TERM DEBT – Continued

General Obligation Bonds – Continued

Issue	Fund Debt Retired By	Beginning Balances	Issuances	Retirements	Ending Balances
General Obligation Alternate Refunding Bonds of 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	\$ 205,000	-	70,000	135,000
General Obligation Bonds of 2012A (\$5,000,000), due in annual installments of \$195,000 to \$380,000, including interest at 2.00% to 2.40% through December 15, 2031.	Debt Service	4,805,000	-	205,000	4,600,000
General Obligation Alternate Revenue Source Bonds of 2012B (\$4,200,000), due in annual installments of \$150,000 to \$305,000, including interest at 2.00% to 2.50% through May 1, 2032.	Waterworks and Sewerage	4,050,000	-	160,000	3,890,000
General Obligation Bonds of 2013A (\$5,000,000), due in annual installments of \$160,000 to \$365,000, including interest at 2.00% to 4.00% through December 15, 2032.	Debt Service	4,840,000	-	190,000	4,650,000

VILLAGE OF LIBERTYVILLE, ILLINOIS

**Notes to the Financial Statements
April 30, 2016**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

LONG-TERM DEBT – Continued

General Obligation Bonds – Continued

Issue	Fund Debt Retired By	Beginning Balances	Issuances	Retirements	Ending Balances
General Obligation Alternate Revenue Source Bonds of 2013B (\$4,200,000), due in annual installments of \$155,000 to \$300,000, including interest at 2.00% to 4.00% through May 15, 2032.	Waterworks and Sewerage	\$ 3,975,000	-	155,000	3,820,000
General Obligation Refunding Alternate Revenue Source Bonds of 2014B (\$2,215,000), due in annual installments of \$245,000 to \$310,000, including interest at 3.00% through May 1, 2022.	Waterworks and Sewerage	2,215,000	-	245,000	1,970,000
General Obligation Bonds of 2014B (\$5,000,000), due in annual installments of \$170,000 to \$380,000, including interest at 2.00% to 3.00% through December 15, 2032.	Debt Service	5,000,000	-	170,000	4,830,000
General Obligation Bonds of 2015A (\$5,000,000), due in annual installments of \$175,000 to \$400,000, including interest at 2.00% to 3.25% through December 15, 2032.	Debt Service	-	5,000,000	-	5,000,000

VILLAGE OF LIBERTYVILLE, ILLINOIS

**Notes to the Financial Statements
April 30, 2016**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

LONG-TERM DEBT – Continued

General Obligation Bonds – Continued

Issue	Fund Debt Retired By	Beginning Balances	Issuances	Retirements	Ending Balances
General Obligation Alternate Revenue Source Bonds of 2015B (\$4,200,000), due in annual installments of \$60,000 to \$440,000, including interest at 2.00% to 3.50% through May 1, 2032.	Waterworks and Sewerage	\$ -	4,200,000	-	4,200,000
		<u>43,825,000</u>	<u>9,200,000</u>	<u>2,130,000</u>	50,895,000
Less Unamortized Loss on Refunding					<u>(796,564)</u>
					<u><u>50,098,436</u></u>

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 and Replacement Service	\$ 180,897	-	93,527	87,370

VILLAGE OF LIBERTYVILLE, ILLINOIS

**Notes to the Financial Statements
April 30, 2016**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

LONG-TERM DEBT – Continued

Long-Term Liability Activity

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

Type of Debt	Beginning Balances as Restated	Additions	Deductions	Ending Balances	Amounts Due within One Year
Governmental Activities					
Compensated Absences	\$ 2,023,192	154,836	77,418	2,100,610	420,122
Net Other Post-Employment Benefit Obligation	1,187,782	279,483	-	1,467,265	-
Net Pension Liability - IMRF	3,260,458	2,596,885	-	5,857,343	-
Net Pension Liability - Police Pension	23,299,355	5,561,017	-	28,860,372	-
Net Pension Liability - Firefighters' Pension	12,926,141	4,364,540	-	17,290,681	-
General Obligation Bonds	15,815,000	5,000,000	815,000	20,000,000	1,040,000
Installment Contracts	180,897	-	93,527	87,370	66,860
	<u>58,692,825</u>	<u>17,956,761</u>	<u>985,945</u>	<u>75,663,641</u>	<u>1,526,982</u>
Business-Type Activities					
Compensated Absences	353,247	15,025	30,050	338,222	67,644
Net Pension Liability - IMRF	665,440	530,009	-	1,195,449	-
General Obligation Bonds	28,010,000	4,200,000	1,315,000	30,895,000	1,405,000
	<u>29,028,687</u>	<u>4,745,034</u>	<u>1,345,050</u>	<u>32,428,671</u>	<u>1,472,644</u>

For governmental activities, compensated absences are retired by the General Fund and internal service funds Vehicle Maintenance and Replacement Service Fund and Technology Equipment and Replacement Service Fund. The net pension liability and the net other post-employment benefit obligation are generally liquidated by the General Fund. The Debt Service Fund makes payments on the general obligation bonds. The Vehicle Maintenance and Replacement Service Fund (internal service fund) makes payments on the installments contracts. 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, \$77,566 of internal service funds' compensated absences are included in the above amounts.

For business-type activities, the compensated absences and the net pension liability are retired by the Waterworks and Sewerage Fund and Libertyville Sports Complex Fund. The Waterworks and Sewerage Fund and Libertyville Sports Complex Fund make payments on the general obligation bonds.

VILLAGE OF LIBERTYVILLE, ILLINOIS

**Notes to the Financial Statements
April 30, 2016**

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

LONG-TERM DEBT – Continued

Debt Service Requirements to Maturity

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

Fiscal Year	Governmental Activities				Business-Type Activities	
	General Obligation		Installment		General Obligation	
	Bonds		Contracts		Bonds	
	Principal	Interest	Principal	Interest	Principal	Interest
2017	\$ 1,040,000	581,783	66,860	27,132	1,405,000	1,072,314
2018	1,110,000	537,047	20,510	174	1,450,000	1,033,531
2019	1,095,000	508,607	-	-	1,490,000	994,079
2020	1,130,000	480,302	-	-	1,530,000	952,129
2021	965,000	450,992	-	-	1,580,000	906,967
2022	1,005,000	428,143	-	-	1,790,000	857,967
2023	1,040,000	404,343	-	-	1,855,000	793,367
2024	1,090,000	375,793	-	-	1,925,000	726,705
2025	1,130,000	345,893	-	-	2,005,000	657,646
2026	1,170,000	314,893	-	-	2,080,000	583,867
2027	1,215,000	282,093	-	-	2,165,000	506,191
2028	1,265,000	247,655	-	-	2,255,000	423,476
2029	1,320,000	211,130	-	-	2,345,000	335,892
2030	1,370,000	171,270	-	-	2,440,000	245,458
2031	1,430,000	129,545	-	-	2,525,000	150,495
2032	1,480,000	85,430	-	-	1,010,000	51,538
2033	1,145,000	39,000	-	-	1,045,000	17,513
Totals	20,000,000	5,593,919	87,370	27,306	30,895,000	10,309,135

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, 2016

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

LONG-TERM DEBT – Continued

Legal Debt Margin – Continued

Assessed Valuation - 2015	<u>\$ 1,101,413,084</u>
Legal Debt Limit - 8.625% of Assessed Valuation	94,996,878
Amount of Debt Applicable to Debt Limit	
General Obligation Limited Tax Refunding Bonds of 2008	(785,000)
General Obligation Bonds of 2012A	(4,600,000)
General Obligation Bonds of 2013A	(4,650,000)
General Obligation Bonds of 2014B	(4,830,000)
General Obligation Bonds of 2015A	(5,000,000)
Installment Contracts	<u>(87,370)</u>
Legal Debt Margin	<u>75,044,508</u>

NET POSITION CLASSIFICATIONS

Net investment in capital assets was comprised of the following as of April 30, 2016:

Governmental Activities	
Capital Assets - Net of Accumulated Depreciation	\$ 148,243,324
Plus Unspent Bond Proceeds	10,218,767
Less Capital Related Debt:	
General Obligation Bonds	(20,000,000)
Installment Contracts	<u>(87,370)</u>
Net Investment in Capital Assets	<u>138,374,721</u>
Business-Type Activities	
Capital Assets - Net of Accumulated Depreciation	45,024,270
Plus Unspent Bond Proceeds	4,548,519
Less Capital Related Debt:	
General Obligation Bonds	(30,895,000)
Plus Unamortized Items	
Unamortized Loss on Refunding	<u>796,564</u>
Net Investment in Capital Assets	<u>19,474,353</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

**Notes to the Financial Statements
April 30, 2016**

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 Projects		Nonmajor Commuter Parking	Totals
			Capital Improvement	Tax Increment Financing Construction		
Fund Balances						
Nonspendable						
Prepays	\$ 1,522,850	-	-	-	7,255	1,530,105
Restricted						
Special Revenues						
Emergency Telephone System 911	456,453	-	-	-	-	456,453
Foreign Fire Insurance	478,048	-	-	-	-	478,048
Tim/Creek Special Service Area	127,861	-	-	-	-	127,861
Hotel/Motel Tax	29,826	-	-	-	-	29,826
Lucerne/Interlaken Special Service Area	79,361	-	-	-	-	79,361
Fire Fund	47,831	-	-	-	-	47,831
Tax Increment Financing District	-	-	-	3,262,156	-	3,262,156
Debt Service	-	684,084	-	-	-	684,084
	1,219,380	684,084	-	3,262,156	-	5,165,620
Committed						
Commuter Parking	-	-	-	-	1,581,711	1,581,711
Assigned						
Capital Projects	-	-	15,138,659	-	-	15,138,659
Unassigned	10,032,058	-	-	-	-	10,032,058
Total Fund Balances	12,774,288	684,084	15,138,659	3,262,156	1,588,966	33,448,153

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

Minimum Fund Balance Policy. The Villages policy manual states that the General Fund should maintain a minimum fund balance equal to 17% to 60% of expenditures plus 60% of average sales tax revenue from the previous three years.

Committed Fund Balance. The Village reports committed fund balance in Commuter Parking, a nonmajor fund. Formal Board action through passing an ordinance is required to establish, modify, or rescind a fund balance commitment. The Village’s Board, through formal board action of passing an ordinance, has committed these funds for the operations of the Village’s commuter parking lot.

VILLAGE OF LIBERTYVILLE, ILLINOIS

Notes to the Financial Statements April 30, 2016

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

FUND BALANCE CLASSIFICATIONS – Continued

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

NET POSITION RESTATEMENT

Net position was restated due to the implementation of GASB Statement No. 68. The following is a summary of the net position as originally reported and as restated:

<u>Net Position</u>	<u>As Reported</u>	<u>As Restated</u>	<u>(Decrease)</u>
Governmental Activities	\$ 163,304,943	128,201,314	(35,103,629)
Business-Type Activities	20,719,392	20,203,107	(516,285)
Waterworks and Sewerage	21,509,370	21,175,823	(333,547)
Libertyville Sports Complex	(789,978)	(972,716)	(182,738)

NOTE 4 – OTHER INFORMATION

RISK MANAGEMENT

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

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

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

VILLAGE OF LIBERTYVILLE, ILLINOIS

**Notes to the Financial Statements
April 30, 2016**

NOTE 4 – OTHER INFORMATION – Continued

RISK MANAGEMENT - Continued

Initial contributions are determined each year based on the individual member’s eligible revenue as defined in the by-laws of IRMA and experience modification factors based on past member loss experience. Each member assumes the first \$10,000 of each occurrence, and IRMA has self-insurance retentions at various amounts above that level. Members have a contractual obligation to fund any deficit of IRMA attributable to a membership year during which they were a member. Supplemental contributions may be required to fund these deficits. The Village’s payments to IRMA are displayed on the financial statements as expenditures/expenses in the appropriate funds. The coverages provided by IRMA are generally consistent with the coverages in the prior year.

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

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

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
2016	\$ 1,602,556
2017	1,602,556
2018	1,602,556
2019	1,602,556
2020	1,602,556
2021-2029	<u>14,423,004</u>
	<u><u>22,435,784</u></u>

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

VILLAGE OF LIBERTYVILLE, ILLINOIS

Notes to the Financial Statements

April 30, 2016

NOTE 4 – OTHER INFORMATION – Continued

CONTINGENT LIABILITIES – Continued

Litigation

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

Grants

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

JOINT VENTURE

Central Lake County Joint Action Water Agency (CLCJAWA)

The Village is a charter member of the Central Lake County Joint Action Water Agency (the Agency). The Agency was formed by a group of local governments to construct and operate a system to provide adequate supplies of Lake Michigan water on an economical and efficient basis for its members or participants.

As a charter member, the Village was required to enter into a water purchase and sale contract with the Agency. This contract requires the Village to purchase from the Agency an amount of water necessary to serve its full water requirements. Total purchases for the year ended April 30, 2016 were \$2,128,046.

Complete financial statements for the Agency can be obtained from the Agency offices at 200 Rockland Road, Lake Bluff, Illinois 60044.

VILLAGE OF LIBERTYVILLE, ILLINOIS

Notes to the Financial Statements

April 30, 2016

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS

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

Illinois Municipal Retirement Fund (IMRF)

Plan Descriptions

Plan Administration. 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. The plan is accounted for on the economic resources measurement focus and the accrual basis of accounting. Employer and employee contributions are recognized when earned in the year that the contributions are required, benefits and refunds are recognized as an expense and liability when due and payable.

Benefits Provided. IMRF has three benefit plans. The vast majority of IMRF members participate in the Regular Plan (RP). The Sheriff's Law Enforcement Personnel (SLEP) plan is for sheriffs, deputy sheriffs, and selected police chiefs. Counties could adopt the Elected County Official (ECO) plan for officials elected prior to August 8, 2011 (the ECO plan was closed to new participants after that date).

IMRF provides two tiers of pension benefits. Employees hired *before* January 1, 2011, are eligible for Tier 1 benefits. Tier 1 employees are vested for pension benefits when they have at least eight years of qualifying service credit. Tier 1 employees who retire at age 55 (at reduced benefits) or after age 60 (at full benefits) with eight years of service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1-2/3% of the final rate of earnings for the first 15 years of service credit, plus 2% for each year of service credit after 15 years to a maximum of 75% of their final rate of earnings. Final rate of earnings is the highest total earnings during any consecutive 48 months within the last 10 years of service, divided by 48. Under Tier 1, the pension is increased by 3% of the original amount on January 1 every year after retirement.

VILLAGE OF LIBERTYVILLE, ILLINOIS

Notes to the Financial Statements
April 30, 2016

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Illinois Municipal Retirement Fund (IMRF) – Continued

Plan Descriptions – Continued

Benefits Provided – Continued. Employees hired *on or after* January 1, 2011, are eligible for Tier 2 benefits. For Tier 2 employees, pension benefits vest after ten years of service. Participating employees who retire at age 62 (at reduced benefits) or after age 67 (at full benefits) with ten years of service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1-2/3% of the final rate of earnings for the first 15 years of service credit, plus 2% for each year of service credit after 15 years to a maximum of 75% of their final rate of earnings. Final rate of earnings is the highest total earnings during any 96 consecutive months within the last 10 years of service, divided by 96. Under Tier 2, the pension is increased on January 1 every year after retirement, upon reaching age 67, by the *lesser* of:

- 3% of the original pension amount, or
- 1/2 of the increase in the Consumer Price Index of the original pension amount.

Plan Membership. As of December 31, 2015, the following employees were covered by the benefit terms:

Inactive Plan Members Currently Receiving Benefits	77
Inactive Plan Members Entitled to but not yet Receiving Benefits	65
Active Plan Members	<u>95</u>
Total	<u><u>237</u></u>

Contributions. As set by statute, the Village’s Regular Plan Members are required to contribute 4.5% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The Village’s annual contribution rate for calendar year 2015 was 13.00% of covered payroll.

Net Pension Liability. The Village’s net pension liability was measured as of December 31, 2015. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

VILLAGE OF LIBERTYVILLE, ILLINOIS

Notes to the Financial Statements

April 30, 2016

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Illinois Municipal Retirement Fund (IMRF) – Continued

Plan Descriptions – Continued

Actuarial Assumptions. The total pension liability was determined by an actuarial valuation performed, as of December 31, 2015, using the following actuarial methods and assumptions:

Actuarial Valuation Date	12/31/2015
Actuarial Cost Method	Entry Age Normal
Asset Valuation Method	Market
Actuarial Assumptions	
Interest Rate	7.50%
Salary Increases	4.40% to 16.00%
Cost of Living Adjustments	3.00%
Inflation	3.00%

For nondisabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2014). IMRF specific rates were developed from the RP-2014 Blue Collar Health Annuitant Mortality Table with adjustments to match current IMRF experience. For disabled retirees, an IMRF specific mortality tables was used with fully generational projection scale MP-2014 (base year 2014). IMRF specific rates were developed from the RP-2014 Disabled Retirees Mortality Table applying the same adjustment that were applied for nondisabled lives. For active members, an IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2014). IMRF specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.

VILLAGE OF LIBERTYVILLE, ILLINOIS

**Notes to the Financial Statements
April 30, 2016**

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Illinois Municipal Retirement Fund (IMRF) – Continued

Discount Rate

A Single Discount Rate of 7.46% was used to measure the total pension liability. The projection of cash flow used to determine this Single Discount Rate assumed that the plan members' contributions will be made at the current contribution rate, and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. The Single Discount Rate reflects:

1. The long-term expected rate of return on pension plan investments (during the period in which the fiduciary net position is projected to be sufficient to pay benefits), and
2. The tax-exempt municipal bond rate based on an index of 20-year general obligation bonds with an average AA credit rating (which is published by the Federal Reserve) as of the measurement date (to the extent that the contributions for use with the long-term expected rate of return are not met).

For the purpose of the most recent valuation, the expected rate of return on plan investments is 7.50%, the municipal bond rate is 3.57%, and the resulting single discount rate is 7.46%.

Discount Rate Sensitivity

The following presents the plan's net pension liability, calculated using a Single Discount Rate of 7.46%, as well as what the plan's net pension liability would be if it were calculated using a Single Discount Rate that is 1.00% lower or 1.00% higher:

	1% Decrease (6.46%)	Current Discount Rate (7.46%)	1% Increase (8.46%)
Net Pension Liability	\$ 13,148,143	7,052,792	2,072,817

VILLAGE OF LIBERTYVILLE, ILLINOIS

Notes to the Financial Statements April 30, 2016

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Illinois Municipal Retirement Fund (IMRF) – Continued

Changes in the Net Pension Liability

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability (A) - (B)
Balances at December 31, 2014	\$ 40,413,542	36,487,644	3,925,898
Changes for the Year:			
Service Cost	731,548	-	731,548
Interest on the Total Pension Liability	3,003,416	-	3,003,416
Difference Between Expected and Actual Experience of the Total Pension Liability	80,302	-	80,302
Changes of Assumptions	167,847	-	167,847
Contributions - Employer	-	880,538	(880,538)
Contributions - Employees	-	304,806	(304,806)
Net Investment Income	-	182,000	(182,000)
Benefit Payments, including Refunds of Employee Contributions	(1,360,599)	(1,360,599)	-
Other (Net Transfer)	-	(511,125)	511,125
Net Changes	2,622,514	(504,380)	3,126,894
Balances at December 31, 2015	43,036,056	35,983,264	7,052,792

VILLAGE OF LIBERTYVILLE, ILLINOIS

**Notes to the Financial Statements
April 30, 2016**

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Illinois Municipal Retirement (IMRF) – Continued

Pension Expense, Deferred Outflows of Resources, and Deferred Inflows of Resources Related to Pensions

For the year ended April 30, 2016, the Village recognized pension expense of \$1,499,979. At April 30, 2016, the Village reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Totals
Difference Between Expected and Actual Experience	\$ 60,836	-	60,836
Change in Assumptions	127,160	-	127,160
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	2,023,067	-	2,023,067
Pension Contributions Made Subsequent to the Measurement Date	296,389	-	296,389
Total Deferred Amounts Related to IMRF	<u>2,507,452</u>	-	<u>2,507,452</u>

Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense in future periods as follows:

Fiscal Year	Net Deferred Outflows of Resources
2016	\$ 862,309
2017	565,920
2018	565,920
2019	513,303
2020	-
Thereafter	-
Total	<u>2,507,452</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

**Notes to the Financial Statements
April 30, 2016**

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Police Pension Plan

Plan Descriptions

Plan Administration. The Police Pension Plan is a single-employer defined benefit pension plan that covers all sworn police personnel. The defined benefits and employee and minimum employer contribution levels are governed by Illinois Compiled Statutes (40 ILCS 5/3-1) and may be amended only by the Illinois legislature. The Village accounts for the Fund as a pension trust fund. The Fund is governed by a five-member pension board. Two members of the Board are appointed by the Village President, one member is elected by pension beneficiaries and two members are elected by active police employees.

Plan Membership. At April 30, 2016, the measurement date, membership consisted of the following:

Inactive Plan Members Currently Receiving Benefits	35
Inactive Plan Members Entitled to but not yet Receiving Benefits	3
Active Plan Members	<u>38</u>
Total	<u><u>76</u></u>

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

The Police Pension Plan provides retirement benefits through two tiers of benefits as well as death and disability benefits. Covered employees hired before January 1, 2011 (Tier 1), attaining the age of 50 or older with 20 or more years of creditable service are entitled to receive an annual retirement benefit of ½ of the salary attached to the rank held on the last day of service, or for one year prior to the last day, whichever is greater. The annual benefit shall be increased by 2.5 percent of such salary for each additional year of service over 20 years up to 30 years, to a maximum of 75 percent of such salary. Employees with at least eight years but less than 20 years of credited service may retire at or after age 60 and receive a reduced benefit. The monthly benefit of a police officer who retired with 20 or more years of service after January 1, 1977 shall be increased annually, following the first anniversary date of retirement and be paid upon reaching the age of at least 55 years, by 3 percent of the original pension and 3 percent compounded annually thereafter.

VILLAGE OF LIBERTYVILLE, ILLINOIS

Notes to the Financial Statements

April 30, 2016

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Police Pension Plan – Continued

Plan Descriptions – Continued

Benefits Provided – Continued. Covered employees hired on or after January 1, 2011 (Tier 2), attaining the age of 55 or older with 10 or more years of creditable service are entitled to receive an annual retirement benefit equal to the average monthly salary obtained by dividing the total salary of the police officer during the 96 consecutive months of service within the last 120 months of service in which the total salary was the highest by the number of months of service in that period. Police officer salary for the pension purposes is capped at \$106,800, plus the lesser of ½ of the annual change in the Consumer Price Index or 3 percent compounded. The annual benefit shall be increased by 2.5 percent of such a salary for each additional year of service over 20 years up to 30 years to a maximum of 75 percent of such salary. Employees with at least 10 years may retire at or after age 50 and receive a reduced benefit (i.e., ½ percent for each month under 55). The monthly benefit of a Tier 2 police officer shall be increased annually at age 60 on the January 1st after the police officer retires, or the first anniversary of the pension starting date, whichever is later. Noncompounding increases occur annually, each January thereafter. The increase is the lesser of 3 percent of ½ of the change in the Consumer Price Index for the preceding calendar year.

Contributions. 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 and the administrative costs as actuarially determined by an enrolled actuary. However, effective January 1, 2011, ILCS requires the Village to contribute a minimum amount annually calculated using the projected unit credit actuarial cost method that will result in the funding of 90% of the past service cost by the year 2040. For the year-ended April 30, 2016, the Village's contribution was 61.89% of covered payroll.

Concentrations. At year end, the Pension Plan has investments (other than U.S. Government and U.S. Government-guaranteed obligations) in any one organization that represent 5 percent or more of net position available for benefits as follows:

Investment	Amount
Ishares Russell 1000 Growth	\$ 1,793,123
Vanguard 500 Index	2,213,102

VILLAGE OF LIBERTYVILLE, ILLINOIS

**Notes to the Financial Statements
April 30, 2016**

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Police Pension Plan – Continued

Actuarial Assumptions

The total pension liability was determined by an actuarial valuation performed, as of April 30, 2016, using the following actuarial methods and assumptions:

Actuarial Valuation Date	4/30/16
Actuarial Cost Method	Entry Age Normal
Asset Valuation Method	Market
Actuarial Assumptions	
Interest Rate	7.00%
Salary Increases	5.00%
Cost of Living Adjustments	3.00%
Inflation	2.50%

Mortality rates were based on the RP 2014 Mortality Table (BCHA) projected to 2016 using improvements scale MP 2015. The other non-economic actuarial assumptions used in the April 30, 2016 valuation were based on the results of an actuarial experience study conducted by the Illinois Department of Insurance dated September 26, 2012.

Discount Rate

The discount rate used to measure the total pension liability was 7.00%, the same as the prior valuation. The projection of cash flows used to determine the discount rate assumed that member contributions will be made at the current contribution rate and that Village contributions will be made at rates equal to the difference between the actuarially determined contribution rates and the member rate. Based on those assumptions, the Fund’s fiduciary net position was projected to be available to make all project future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all period of projected benefit payments to determine the total pension liability.

VILLAGE OF LIBERTYVILLE, ILLINOIS

**Notes to the Financial Statements
April 30, 2016**

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Police Pension Plan – Continued

Discount Rate Sensitivity

The following is a sensitive analysis of the net pension liability to changes in the discount rate. The table below presents the pension liability of the Village calculated using the discount rate as well as what the Village’s net pension liability would be if it were calculated using a discount rate that is one percentage point lower or one percentage point higher than the current rate:

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
Net Pension Liability	\$ 36,498,820	28,860,372	22,574,129

Changes in the Net Pension Liability

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability (A) - (B)
Balances at April 30, 2015	\$ 50,635,996	27,336,641	23,299,355
Changes for the Year:			
Service Cost	910,869	-	910,869
Interest on the Total Pension Liability	3,467,177	-	3,467,177
Difference Between Expected and Actual Experience of the Total Pension Liability	(434,921)	-	(434,921)
Changes of Assumptions	4,152,625	-	4,152,625
Contributions - Employer	-	2,306,006	(2,306,006)
Contributions - Employees	-	374,176	(374,176)
Net Investment Income	-	(103,490)	103,490
Benefit Payments, including Refunds of Employee Contributions	(2,209,803)	(2,209,803)	-
Other (Net Transfer)	-	(41,959)	41,959
Net Changes	5,885,947	324,930	5,561,017
Balances at April 30, 2016	56,521,943	27,661,571	28,860,372

VILLAGE OF LIBERTYVILLE, ILLINOIS

**Notes to the Financial Statements
April 30, 2016**

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Police Pension Plan – Continued

Pension Expense, Deferred Outflows of Resources, and Deferred Inflows of Resources Related to Pensions

For the year ended April 30, 2016, the Village recognized pension expense of \$3,351,359. At April 30, 2016, the Village reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Totals
Difference Between Expected and Actual Experience	\$ -	(338,271)	(338,271)
Change in Assumptions	3,229,819	-	3,229,819
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	1,632,975	-	1,632,975
Total Deferred Amounts Related to Police Pension	<u>4,862,794</u>	<u>(338,271)</u>	<u>4,524,523</u>

Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense in future periods as follows:

Fiscal Year	Net Deferred Outflows of Resources
2016	\$ 1,234,400
2017	1,234,400
2018	1,234,400
2019	821,323
2020	-
Thereafter	-
Total	<u>4,524,523</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

**Notes to the Financial Statements
April 30, 2016**

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Firefighters’ Pension Plan

Plan Descriptions

Plan Administration. The Firefighters’ Pension Plan is a single-employer defined benefit pension plan that covers all sworn firefighter personnel. The defined benefits and employee and minimum employer contribution levels are governed by Illinois Compiled Statutes (40 ILCS 5/4-1) and may be amended only by the Illinois legislature. The Village accounts for the Fund as a pension trust fund. The Fund is governed by a five-member pension board. Two members of the Board are appointed by the Village President, one member is elected by pension beneficiaries and two members are elected by active fire employees.

Plan Membership. At April 30, 2016, the measurement date, membership consisted of the following:

Inactive Plan Members Currently Receiving Benefits	22
Inactive Plan Members Entitled to but not yet Receiving Benefits	3
Active Plan Members	<u>41</u>
Total	<u><u>66</u></u>

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

The Firefighters’ Pension Plan provides retirement benefits through two tiers of benefits as well as death and disability benefits. Covered employees hired before January 1, 2011 (Tier 1), attaining the age of 50 or older with 20 or more years of creditable service are entitled to receive an annual retirement benefit of ½ of the salary attached to the rank held on the last day of service, or for one year prior to the last day, whichever is greater. The annual benefit shall be increased by 2.5 percent of such salary for each additional year of service over 20 years up to 30 years, to a maximum of 75 percent of such salary. Employees with at least eight years but less than 20 years of credited service may retire at or after age 60 and receive a reduced benefit. The monthly benefit of a firefighter who retired with 20 or more years of service after January 1, 1977 shall be increased annually, following the first anniversary date of retirement and be paid upon reaching the age of at least 55 years, by 3 percent of the original pension and 3 percent compounded annually thereafter.

VILLAGE OF LIBERTYVILLE, ILLINOIS

**Notes to the Financial Statements
April 30, 2016**

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Firefighters’ Pension Plan – Continued

Plan Descriptions – Continued

Benefits Provided – Continued. Covered employees hired on or after January 1, 2011 (Tier 2), attaining the age of 55 or older with 10 or more years of creditable service are entitled to receive an annual retirement benefit equal to the average monthly salary obtained by dividing the total salary of the firefighter during the 96 consecutive months of service within the last 120 months of service in which the total salary was the highest by the number of months of service in that period. Firefighters’ salary for the pension purposes is capped at \$106,800, plus the lesser of ½ of the annual change in the Consumer Price Index or 3 percent compounded. The annual benefit shall be increased by 2.5 percent of such a salary for each additional year of service over 20 years up to 30 years to a maximum of 75 percent of such salary. Employees with at least 10 years may retire at or after age 50 and receive a reduced benefit (i.e., ½ percent for each month under 55). The monthly benefit of a Tier 2 firefighter shall be increased annually at age 60 on the January 1st after the police office retires, or the first anniversary of the pension starting date, whichever is later. Noncompounding increases occur annually, each January thereafter. The increase is the lesser of 3 percent or ½ of the change in the Consumer Price Index for the proceeding calendar year.

Contributions. Covered employees are required to contribute 9.455% of their base salary to the Firefighters’ Pension Plan. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without accumulated interest. The Village is required to contribute the remaining amounts necessary to finance the plan and the administrative costs as actuarially determined by an enrolled actuary. However, effective January 1, 2011, ILCS requires the Village to contribute a minimum amount annually calculated using the projected unit credit actuarial cost method that will result in the funding of 90% of the past service cost by the year 2040. For the year-ended April 30, 2016, the Village’s contribution was 43.04% of covered payroll.

Significant Investments. At year end, the Pension Plan has investments (other than U.S. Government and U.S. Government-guaranteed obligations) in any one organization that represent 5 percent or more of net position available for benefits as follows:

Investment	Amount
Ishares Russell 1000 Growth	\$ 2,626,710

VILLAGE OF LIBERTYVILLE, ILLINOIS

**Notes to the Financial Statements
April 30, 2016**

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Firefighters’ Pension Plan – Continued

Actuarial Assumptions

The total pension liability was determined by an actuarial valuation performed, as of April 30, 2016, using the following actuarial methods and assumptions:

Actuarial Valuation Date	4/30/16
Actuarial Cost Method	Entry Age Normal
Asset Valuation Method	Market
Actuarial Assumptions	
Interest Rate	7.00%
Salary Increases	5.00%
Cost of Living Adjustments	2.50%
Inflation	2.50%

Mortality rates were based on the RP 2014 Mortality Table (BCHA) projected to 2016 using improvements scale MP-2015. The other non-economic actuarial assumptions used in the April 30, 2016 valuation were based on the results of an actuarial experience study conducted by the Illinois Department of Insurance dated September 26, 2012.

Discount Rate

The discount rate used to measure the total pension liability was 7.00%, the same as the prior valuation. The projection of cash flows used to determine the discount rate assumed that member contributions will be made at the current contribution rate and that Village contributions will be made at rates equal to the difference between the actuarially determined contribution rates and the member rate. Based on those assumptions, the Fund’s fiduciary net position was projected to be available to make all project future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all period of projected benefit payments to determine the total pension liability.

VILLAGE OF LIBERTYVILLE, ILLINOIS

**Notes to the Financial Statements
April 30, 2016**

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Firefighters’ Pension Plan – Continued

Discount Rate Sensitivity

The following is a sensitive analysis of the net pension liability to changes in the discount rate. The table below presents the pension liability of the Village calculated using the discount rate as well as what the Village’s net pension liability would be if it were calculated using a discount rate that is one percentage point lower or one percentage point higher than the current rate:

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
Net Pension Liability	\$ 23,223,652	17,290,681	12,407,855

Changes in the Net Pension Liability

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability (A) - (B)
Balances at April 30, 2015	\$ 37,572,712	24,646,571	12,926,141
Changes for the Year:			
Service Cost	935,358	-	935,358
Interest on the Total Pension Liability	2,579,336	-	2,579,336
Difference Between Expected and Actual Experience of the Total Pension Liability	(278,251)	-	(278,251)
Changes of Assumptions	3,054,223	-	3,054,223
Contributions - Employer	-	1,647,860	(1,647,860)
Contributions - Employees	-	366,908	(366,908)
Net Investment Income	-	(48,230)	48,230
Benefit Payments, including Refunds of Employee Contributions	(1,450,109)	(1,450,109)	-
Other (Net Transfer)	-	(40,412)	40,412
Net Changes	4,840,557	476,017	4,364,540
Balances at April 30, 2016	42,413,269	25,122,588	17,290,681

VILLAGE OF LIBERTYVILLE, ILLINOIS

**Notes to the Financial Statements
April 30, 2016**

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Firefighters’ Pension Plan – Continued

Pension Expense, Deferred Outflows of Resources, and Deferred Inflows of Resources Related to Pensions

For the year ended April 30, 2016, the Village recognized pension expense of \$2,178,858. At April 30, 2016, the Village reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Totals
Difference Between Expected and Actual Experience	\$ -	(240,924)	(240,924)
Change in Assumptions	2,644,510	-	2,644,510
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	1,450,390	-	1,450,390
Total Deferred Amounts Related to Firefighters' Pension	<u>4,094,900</u>	<u>(240,924)</u>	<u>3,853,976</u>

Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense in future periods as follows:

Fiscal Year	Net Deferred Outflows of Resources
2016	\$ 734,984
2017	734,984
2018	734,984
2019	734,982
2020	372,386
Thereafter	<u>541,656</u>
Total	<u>3,853,976</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

**Notes to the Financial Statements
April 30, 2016**

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, 2016, retirees contributed \$328,399. Active employees do not contribute to the plan until retirement.

At April 30, 2015, the latest actuarial valuation date, membership consisted of:

Retirees and beneficiaries currently receiving benefits and terminated employees entitled to benefits but not yet receiving them.	29
Active Employees	<u>159</u>
Total	<u>188</u>
Participating Employers	1

The Village does not currently have a funding policy.

VILLAGE OF LIBERTYVILLE, ILLINOIS

Notes to the Financial Statements April 30, 2016

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, 2016, was calculated as follows:

Annual Required Contribution	\$ 486,342
Interest on the NOPEBO	47,511
Adjustment to the ARC	<u>(39,592)</u>
Annual OPEB Cost	494,261
Actual Contribution	<u>214,778</u>
Change in the NOPEBO	279,483
NOPEBO - Beginning	<u>1,187,782</u>
NOPEBO - Ending	<u><u>1,467,265</u></u>

Trend Information

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

Fiscal Year	Annual OPEB Cost	Actual Contributions	Percentage of Annual OPEB Cost Contributions	Net OPEB Obligation
2014	\$ 251,347	56,510	22.48%	931,856
2015	473,849	217,923	45.99%	1,187,782
2016	494,261	214,778	43.45%	1,467,265

VILLAGE OF LIBERTYVILLE, ILLINOIS

Notes to the Financial Statements April 30, 2016

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, 2015, the date of the latest actuarial valuation, was as follows:

Actuarial Accrued Liability (AAL)	\$ 6,813,158
Actuarial Value of Plan Assets	\$ -
Unfunded Actuarial Accrued Liability (UAAL)	\$ 6,813,158
Funded Ratio (Actuarial Value of Plan Assets/AAL)	0.00%
Covered Payroll (Active Plan Members)	\$ 13,210,048
UAAL as a Percentage of Covered Payroll	51.58%

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, 2015 actuarial valuation the entry age actuarial cost method was used. The actuarial assumptions included a 4.00% investment rate of return (net of administrative expenses, and including a 3.00% inflation assumption) and an annual healthcare cost trend rate of 8.50%, with an ultimate rate of 5.50%. Both rates include a 3.00% 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, 2016, 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
Other Post-Employment Benefit Plan

- Schedule of Employer Contributions
Illinois Municipal Retirement Fund
Police Pension Fund
Firefighters' Pension Fund

- Schedule of Changes in the Employer's Net Pension Liability
Illinois Municipal Retirement Fund
Police Pension Fund
Firefighters' Pension Fund

- Schedule of Investment Returns
Police Pension Fund
Firefighters' Pension Fund

- 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

Other Post-Employment Benefit Plan

**Required Supplementary Information
Schedule of Funding Progress and Employer Contributions
April 30, 2016**

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)
Apr. 30						
2011	\$ N/A	\$ N/A	N/A	\$ N/A	\$ N/A	N/A
2012	-	3,982,317	0.00%	3,982,317	14,377,724	27.70%
2013	N/A	N/A	N/A	N/A	N/A	N/A
2014	N/A	N/A	N/A	N/A	N/A	N/A
2015	-	6,813,158	0.00%	6,813,158	13,210,048	51.58%
2016	N/A	N/A	N/A	N/A	N/A	N/A

Employer Contributions

Fiscal Year	Employer Contributions	Annual Required Contribution	Percent Contributed
2011	\$ 43,674	\$ 196,236	22.26%
2012	56,510	185,129	30.52%
2013	56,510	225,532	25.06%
2014	56,510	239,064	23.64%
2015	217,923	467,637	46.60%
2016	214,778	486,342	44.16%

The Village is required to have the actuarial valuation performed triennially.

VILLAGE OF LIBERTYVILLE, ILLINOIS

Illinois Municipal Retirement Fund

**Required Supplementary Information
Schedule of Employer Contributions
April 30, 2016**

Calendar Year	Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contribution	Contribution Excess/ (Deficiency)	Covered-Employee Payroll	Contributions as a Percentage of Covered-Employee Payroll
2015	\$ 872,424	\$ 880,538	\$ 8,114	\$ 6,773,476	13.00%

Notes to the Required Supplementary Information:

Actuarial Valuation Date	December 31, 2015
Actuarial Cost Method	Entry Age Normal
Amortization Method	Level % Pay (Closed)
Remaining Amortization Period	28 Years
Asset Valuation Method	5-Year Smoothed Market
Inflation	3.00%
Salary Increases	4.40% - 16.00%
Investment Rate of Return	7.50%
Retirement Age	See the Notes to the Financial Statements
Mortality	RP-2000 Combined Healthy Mortality Table

Note:

This schedule is intended to show information for ten years and additional year's information will be displayed as it becomes available.

VILLAGE OF LIBERTYVILLE, ILLINOIS

Police Pension Fund

Required Supplementary Information

Schedule of Employer Contributions

April 30, 2016

Fiscal Year	Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contribution	Contribution Excess/ (Deficiency)	Covered-Employee Payroll	Contributions as a Percentage of Covered-Employee Payroll
2015	\$ 1,351,594	\$ 1,414,282	\$ 62,688	\$ 3,703,596	38.19%
2016	1,474,971	2,306,006	831,035	3,725,944	61.89%

Notes to the Required Supplementary Information:

Actuarial Valuation Date	April 30, 2016
Actuarial Cost Method	Entry Age Normal
Amortization Method	Level % Pay (Closed)
Remaining Amortization Period	25 Years
Asset Valuation Method	Market
Inflation	3.00%
Salary Increases	5.00%
Investment Rate of Return	7.00%
Retirement Age	50-70
Mortality	RP 2014 projected to 2016

Note:

This schedule is intended to show information for ten years and additional year's information will be displayed as it becomes available.

VILLAGE OF LIBERTYVILLE, ILLINOIS

Firefighters' Pension Fund

**Required Supplementary Information
Schedule of Employer Contributions
April 30, 2016**

Fiscal Year	Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contribution	Contribution Excess/ (Deficiency)	Covered-Employee Payroll	Contributions as a Percentage of Covered-Employee Payroll
2015	\$ 1,136,355	\$ 1,195,542	\$ 59,187	\$ 3,644,038	32.81%
2016	1,172,722	1,647,860	475,138	3,828,333	43.04%

Notes to the Required Supplementary Information:

Actuarial Valuation Date	April 30, 2016
Actuarial Cost Method	Entry Age Normal
Amortization Method	Level % Pay (Closed)
Remaining Amortization Period	25 Years
Asset Valuation Method	Market
Inflation	2.50%
Salary Increases	5.00%
Investment Rate of Return	7.00%
Retirement Age	50-70
Mortality	RP 2014 projected to 2016

Note:

This schedule is intended to show information for ten years and additional year's information will be displayed as it becomes available.

VILLAGE OF LIBERTYVILLE, ILLINOIS

Illinois Municipal Retirement Fund

Required Supplementary Information Schedule of Changes in the Employer's Net Pension Liability April 30, 2016

	<u>12/31/2015</u>
Total Pension Liability	
Service Cost	\$ 731,548
Interest	3,003,416
Differences Between Expected and Actual Experience	80,302
Change of Assumptions	167,847
Benefit Payments, Including Refunds of Member Contributions	<u>(1,360,599)</u>
Net Change in Total Pension Liability	2,622,514
Total Pension Liability - Beginning	<u>40,413,542</u>
Total Pension Liability - Ending	<u><u>43,036,056</u></u>
Plan Fiduciary Net Position	
Contributions - Employer	\$ 880,538
Contributions - Members	304,806
Net Investment Income	182,000
Benefit Payments, Including Refunds of Member Contributions	(1,360,599)
Administrative Expense	<u>(511,125)</u>
Net Change in Plan Fiduciary Net Position	(504,380)
Plan Net Position - Beginning	<u>36,487,644</u>
Plan Net Position - Ending	<u><u>35,983,264</u></u>
Employer's Net Pension Liability	<u><u>\$ 7,052,792</u></u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	83.61%
Covered-Employee Payroll	\$ 6,773,476
Employer's Net Pension Liability as a Percentage of Covered-Employee Payroll	104.12%

Note:

This schedule is intended to show information for ten years and additional year's information will be displayed as it becomes available.

VILLAGE OF LIBERTYVILLE, ILLINOIS

Police Pension Fund

**Required Supplementary Information
Schedule of Changes in the Employer's Net Pension Liability
April 30, 2016**

	2015	2016
Total Pension Liability		
Service Cost	\$ 838,451	910,869
Interest	3,122,172	3,467,177
Differences Between Expected and Actual Experience	189,809	(434,921)
Change of Assumptions	2,959,429	4,152,625
Benefit Payments, Including Refunds of Member Contributions	(2,152,634)	(2,209,803)
Net Change in Total Pension Liability	4,957,227	5,885,947
Total Pension Liability - Beginning	45,678,769	50,635,996
Total Pension Liability - Ending	50,635,996	56,521,943
Plan Fiduciary Net Position		
Contributions - Employer	\$ 1,414,282	2,306,006
Contributions - Members	356,188	374,176
Net Investment Income	1,905,132	(103,490)
Benefit Payments, Including Refunds of Member Contributions	(2,152,634)	(2,209,803)
Administrative Expense	(29,594)	(41,959)
Net Change in Plan Fiduciary Net Position	1,493,374	324,930
Plan Net Position - Beginning	25,843,267	27,336,641
Plan Net Position - Ending	27,336,641	27,661,571
Employer's Net Pension Liability	\$ 23,299,355	28,860,372
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	53.99%	48.94%
Covered-Employee Payroll	\$ 3,703,596	3,725,944
Employer's Net Pension Liability as a Percentage of Covered-Employee Payroll	629.10%	774.58%

Note:

This schedule is intended to show information for ten years and additional year's information will be displayed as it becomes available.

VILLAGE OF LIBERTYVILLE, ILLINOIS

Firefighters' Pension Fund

**Required Supplementary Information
Schedule of Changes in the Employer's Net Pension Liability
April 30, 2016**

	2015	2016
Total Pension Liability		
Service Cost	\$ 956,837	935,358
Interest	2,333,670	2,579,336
Changes in Benefit Terms	-	-
Differences Between Expected and Actual Experience	141,124	(278,251)
Change of Assumptions	1,469,984	3,054,223
Benefit Payments, Including Refunds of Member Contributions	(1,334,103)	(1,450,109)
Net Change in Total Pension Liability	3,567,512	4,840,557
Total Pension Liability - Beginning	34,005,200	37,572,712
Total Pension Liability - Ending	37,572,712	42,413,269
Plan Fiduciary Net Position		
Contributions - Employer	\$ 1,195,542	1,647,860
Contributions - Members	392,273	366,908
Net Investment Income	1,654,405	(48,230)
Benefit Payments, Including Refunds of Member Contributions	(1,334,103)	(1,450,109)
Administrative Expense	(35,200)	(40,412)
Net Change in Plan Fiduciary Net Position	1,872,917	476,017
Plan Net Position - Beginning	22,773,654	24,646,571
Plan Net Position - Ending	24,646,571	25,122,588
Employer's Net Pension Liability	\$ 12,926,141	17,290,681
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	65.60%	59.23%
Covered-Employee Payroll	\$ 3,644,038	3,828,333
Employer's Net Pension Liability as a Percentage of Covered-Employee Payroll	354.72%	451.65%

Note:

This schedule is intended to show information for ten years and additional year's information will be displayed as it becomes available.

VILLAGE OF LIBERTYVILLE, ILLINOIS

Police Pension Fund

**Required Supplementary Information
Schedule of Investment Returns
April 30, 2016**

Fiscal Year	Annual Money- Weighted Rate of Return, Net of Investment Expense
2015	7.01%
2016	(0.24%)

Note:

This schedule is intended to show information for ten years and additional year's information will be displayed as it becomes available.

VILLAGE OF LIBERTYVILLE, ILLINOIS

Firefighters' Pension Fund

**Required Supplementary Information
Schedule of Investment Returns
April 30, 2016**

Fiscal Year	Annual Money- Weighted Rate of Return, Net of Investment Expense
2015	7.63%
2016	(0.08%)

Note:

This schedule is intended to show information for ten years and additional year's information will be displayed as it becomes available.

VILLAGE OF LIBERTYVILLE, ILLINOIS

General Fund

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended April 30, 2016**

	Budget		Actual
	Original	Final	
Revenues			
Taxes	\$ 8,289,665	8,289,665	8,269,947
Licenses and Permits	1,083,600	1,083,600	1,340,671
Intergovernmental	9,939,920	9,939,920	10,206,015
Charges for Services	7,213,400	7,213,400	7,433,961
Fines and Forfeits	650,000	650,000	754,373
Interest	15,750	15,750	50,479
Miscellaneous	403,625	403,625	517,057
Total Revenues	<u>27,595,960</u>	<u>27,595,960</u>	<u>28,572,503</u>
Expenditures			
General Government	2,725,185	2,935,185	2,763,860
Community Development	1,982,180	2,039,130	2,019,539
Public Safety	16,187,960	17,672,186	17,351,509
Public Works	2,556,685	2,556,685	2,467,557
Parks and Recreation	3,058,595	3,058,595	3,057,018
Total Expenditures	<u>26,510,605</u>	<u>28,261,781</u>	<u>27,659,483</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	1,085,355	(665,821)	913,020
Other Financing (Uses)			
Transfers Out	<u>(970,230)</u>	<u>(2,470,230)</u>	<u>(2,498,497)</u>
Net Change in Fund Balance	<u>115,125</u>	<u>(3,136,051)</u>	<u>(1,585,477)</u>
Fund Balance - Beginning			<u>14,359,765</u>
Fund Balance - Ending			<u><u>12,774,288</u></u>

OTHER SUPPLEMENTARY INFORMATION

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

Such statements and schedules include:

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

COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS AND SCHEDULES

GENERAL FUND

The General Fund, a major 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 FUNDS

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

Capital Improvement Fund

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

Tax Increment Financing Construction

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

COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS AND SCHEDULES

ENTERPRISE FUNDS

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

Waterworks and Sewerage Fund

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

Libertyville Sports Complex Fund

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

INTERNAL SERVICE FUNDS

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

Vehicle Maintenance and Replacement Service Fund

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

Technology Equipment and Replacement Service Fund

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

COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS AND SCHEDULES

PENSION TRUST FUNDS

Police Pension Fund

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

Firefighters' Pension Fund

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

VILLAGE OF LIBERTYVILLE, ILLINOIS

General Fund

**Schedule of Revenues - Budget and Actual
For the Fiscal Year Ended April 30, 2016**

	Budget		Actual
	Original	Final	
Taxes			
Property Taxes			
General Corporate	\$ 835,000	835,000	829,930
Fire Protection	815,000	815,000	810,049
Parks	374,000	374,000	371,735
Recreation	374,000	374,000	371,735
Highway and Bridges - Village	511,000	511,000	484,665
Highway and Bridges - Township	304,000	304,000	325,956
Municipal Retirement	375,000	375,000	372,725
Police Pension	1,480,000	1,480,000	1,471,006
Fire Pension	1,180,000	1,180,000	1,172,830
Special Recreation	143,000	143,000	142,142
Concord/Interlaken Special Service Area	22,500	22,500	22,501
Timber Creek Special Service Area	21,165	21,165	21,165
Electric Utility Tax	1,305,000	1,305,000	1,236,176
Leased Car Tax	100,000	100,000	136,111
Hotel/Motel Tax	300,000	300,000	349,995
Foreign Fire Insurance Tax	45,000	45,000	49,655
Personal Property Replacement Tax			
General	85,000	85,000	81,571
Police	10,000	10,000	10,000
Fire	10,000	10,000	10,000
	<u>8,289,665</u>	<u>8,289,665</u>	<u>8,269,947</u>
Licenses and Permits			
Building Permits	895,600	895,600	1,086,199
Zoning Fees	25,000	25,000	56,525
Fire Bureau - Permits/Fees	60,000	60,000	90,987
Liquor Licenses	85,000	85,000	93,600
Other Licenses	18,000	18,000	13,360
	<u>1,083,600</u>	<u>1,083,600</u>	<u>1,340,671</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

General Fund

**Schedule of Revenues - Budget and Actual - Continued
For the Fiscal Year Ended April 30, 2016**

	Budget		Actual
	Original	Final	
Intergovernmental			
Sales Tax	\$ 7,475,000	7,475,000	7,449,528
Income Tax	1,980,700	1,980,700	2,203,423
Use Tax	381,900	381,900	490,791
Street/Signal Maintenance Fees	86,720	86,720	45,250
Grants	15,600	15,600	17,023
	<u>9,939,920</u>	<u>9,939,920</u>	<u>10,206,015</u>
Charges for Services			
Libertyville Fire Protection	2,708,000	2,708,000	2,779,724
Ambulance Fees	795,000	795,000	830,644
Recreation Fees	645,000	645,000	708,886
Green Fees	20,000	20,000	20,917
Swimming Fees	224,000	224,000	223,352
Swimming Programs	112,000	112,000	93,233
Senior Meals Fees	17,000	17,000	15,631
Recycling/Refuse Fees	88,400	88,400	60,211
Parking Fees	13,000	13,000	18,306
Engineering	75,000	75,000	203,443
Alarm Fees	203,000	203,000	185,854
Elevator Inspection Fees	43,000	43,000	42,951
Fire Services	115,000	115,000	124,028
Legal Fee Reimbursement	5,000	5,000	70,713
Birth/Death Certificates	270,000	270,000	260,751
Cable Franchise Fee	425,000	425,000	447,212
Telecom Infrastructure Maintenance Fee	1,000,000	1,000,000	787,585
Police Services	85,000	85,000	107,238
Damage to Village Property	3,500	3,500	64,068
Senior Center Sponsorship	6,500	6,500	3,350
Concessions - Pools	30,000	30,000	30,840
Telephone Surcharge - 911	121,000	121,000	83,566
Wireless Surcharge - 911	209,000	209,000	271,458
	<u>7,213,400</u>	<u>7,213,400</u>	<u>7,433,961</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

General Fund

Schedule of Revenues - Budget and Actual - Continued For the Fiscal Year Ended April 30, 2016

	Budget		Actual
	Original	Final	
Fines and Forfeits			
Local Fines	\$ 300,000	300,000	345,971
Circuit Court Fines	250,000	250,000	254,300
DUI Fines - Senate Bill 740	30,000	30,000	48,827
Automated Traffic Enforcement	70,000	70,000	105,275
	<u>650,000</u>	<u>650,000</u>	<u>754,373</u>
Interest			
Investment Income	<u>15,750</u>	<u>15,750</u>	<u>50,479</u>
Miscellaneous			
Park Rentals	18,000	18,000	18,293
Scholarship/Donations	19,000	19,000	64,077
Dog Days Festival	-	-	675
LCCF Contribution	14,000	14,000	11,721
Soda Machine Revenue	2,500	2,500	1,093
Tree Program	30,000	30,000	31,619
General Seizure	-	-	2,012
Drug Forfeiture	-	-	5,808
Cash Over			191
TIF Surplus Rebate	180,000	180,000	205,807
Insurance Surplus	100,000	100,000	115,596
Miscellaneous	40,125	40,125	60,165
	<u>403,625</u>	<u>403,625</u>	<u>517,057</u>
Total Revenues	<u>27,595,960</u>	<u>27,595,960</u>	<u>28,572,503</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

General Fund

**Schedule of Expenditures - Budget and Actual
For the Fiscal Year Ended April 30, 2016**

	Budget		Actual
	Original	Final	
General Government			
Legislative	\$ 126,600	126,600	94,456
Administration and Finance	1,332,405	1,542,405	1,527,995
Legal	406,000	406,000	415,966
Public Buildings	78,100	78,100	60,190
Community Organization/Activities	191,595	191,595	191,985
Senior Programs	56,135	56,135	53,068
Central Business District Parking	117,285	117,285	101,773
Hotel/Motel Tax	417,065	417,065	318,427
	<u>2,725,185</u>	<u>2,935,185</u>	<u>2,763,860</u>
Community Development			
Planning	580,370	580,370	554,804
Building Services	803,365	803,365	813,446
Economic Development	598,445	655,395	651,289
	<u>1,982,180</u>	<u>2,039,130</u>	<u>2,019,539</u>
Public Safety			
Police Department			
Administration/Communication/Records	2,090,455	2,090,455	2,084,191
Patrol Services	5,177,805	6,002,805	5,903,843
Investigation	771,910	771,910	758,571
Public Education	5,000	5,000	5,503
Community Service	151,955	151,955	134,516
	<u>8,197,125</u>	<u>9,022,125</u>	<u>8,886,624</u>
Fire Services Department			
Administration	345,390	345,390	253,112
Fire Prevention	214,685	214,685	208,793
Emergency Services	6,290,595	6,755,595	6,749,000
Support Services	698,405	698,405	719,105
Fire Fund	8,500	52,500	46,728
Foreign Fire Insurance	60,000	60,000	21,883
	<u>7,617,575</u>	<u>8,126,575</u>	<u>7,998,621</u>
Emergency Management Agency	44,625	44,625	36,979
Emergency Telephone System (911)	328,635	478,861	429,285
Total Public Safety	<u>16,187,960</u>	<u>17,672,186</u>	<u>17,351,509</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

General Fund

**Schedule of Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended April 30, 2016**

	Budget		Actual
	Original	Final	
Public Works			
Engineering	\$ 274,080	274,080	280,087
Highways and Bridges	1,661,890	1,661,890	1,649,656
Snow Removal and Ice Control	413,835	413,835	351,258
Concord/Interlaken Special Service Area	22,805	22,805	20,161
Timber Creek Special Service Area	20,525	20,525	12,020
Refuse and Recycling	163,550	163,550	154,375
	<u>2,556,685</u>	<u>2,556,685</u>	<u>2,467,557</u>
Parks and Recreation			
Parks	1,800,685	1,800,685	1,812,262
Recreation	865,755	865,755	867,715
Libertyville Golf Course	27,095	27,095	21,584
Swimming Pool	365,060	365,060	355,457
	<u>3,058,595</u>	<u>3,058,595</u>	<u>3,057,018</u>
Total Expenditures	<u>26,510,605</u>	<u>28,261,781</u>	<u>27,659,483</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

General Fund

**Schedule of Detailed Expenditures - Budget and Actual
For the Fiscal Year Ended April 30, 2016**

	Budget		Actual
	Original	Final	
General Government			
Legislative			
Salaries	\$ 45,600	45,600	45,600
Employer Contribution - FICA & Medicare	4,025	4,025	3,991
Travel, Training, Subscriptions and Dues	19,675	19,675	18,115
Technical Services	14,000	14,000	5,929
Appearance Review Committee	1,300	1,300	975
Board of Police and Fire Commissions	7,500	7,500	7,798
Plan Commission/Zoning Board of Appeals	6,000	6,000	5,600
Historic Preservation Commission	25,000	25,000	1,992
Sustain Libertyville Commission	1,000	1,000	237
Business Appreciation Breakfast	1,000	1,000	882
Miscellaneous	1,500	1,500	3,337
	<u>126,600</u>	<u>126,600</u>	<u>94,456</u>
Administration and Finance			
Salaries	695,620	695,620	716,764
Employer Contribution - IMRF	87,180	297,180	297,137
Employer Contribution - FICA & Medicare	44,260	44,260	45,772
Telephone	5,500	5,500	4,130
Maintenance - Copy Machines	5,400	5,400	5,095
Maintenance - Motor Vehicles	6,020	6,020	6,020
Maintenance - Other Equipment	1,000	1,000	1,072
Vital Records	93,000	93,000	97,968
Insurance	151,215	151,215	138,525
Intergovernmental Risk Management Agency	103,165	103,165	90,685
Postage	21,370	21,370	16,563
Office Supplies	12,000	12,000	12,012
Audit Services	23,500	23,500	23,946
Travel, Training, Subscriptions and Dues	12,700	12,700	11,572
Technical Services	19,300	19,300	9,807
Credit Card/Bank Fees	12,500	12,500	12,659
Publication	5,700	5,700	6,219
Printing	9,400	9,400	12,487
Section 125 Administration Fees	4,325	4,325	5,000

VILLAGE OF LIBERTYVILLE, ILLINOIS

General Fund

**Schedule of Detailed Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended April 30, 2016**

	Budget		Actual
	Original	Final	
General Government - Continued			
Administration and Finance - Continued			
Employee Programs	\$ 13,950	13,950	8,871
Cash Under (Over)	100	100	(8)
Vehicle Replacement Fees	3,200	3,200	3,200
Capital Outlay	1,000	1,000	1,197
Miscellaneous	1,000	1,000	1,302
	<u>1,332,405</u>	<u>1,542,405</u>	<u>1,527,995</u>
Legal			
Village Attorney	285,000	285,000	273,630
Village Prosecutor	66,000	66,000	70,368
Labor Counsel	35,000	35,000	35,937
Litigation	15,000	15,000	32,036
Administrative Adjudicator	5,000	5,000	3,995
	<u>406,000</u>	<u>406,000</u>	<u>415,966</u>
Public Buildings			
North Shore Gas	2,450	2,450	1,604
Maintenance - Village Hall	20,140	20,140	22,763
Maintenance - Schertz Building	46,200	46,200	29,324
Maintenance - Motor Vehicle	850	850	850
Intergovernmental Risk Management Agency	5,705	5,705	5,265
Miscellaneous	2,755	2,755	384
	<u>78,100</u>	<u>78,100</u>	<u>60,190</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

General Fund

**Schedule of Detailed Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended April 30, 2016**

	Budget		Actual
	Original	Final	
General Government - Continued			
Community Organization/Activities			
Dial-A-Ride	\$ 9,000	9,000	8,881
Northern Illinois Special Recreation Assn.	142,395	142,395	142,904
Special Events	15,000	15,000	15,000
Mosquito Control	25,200	25,200	25,200
	<u>191,595</u>	<u>191,595</u>	<u>191,985</u>
Senior Programs			
Salaries	23,880	23,880	21,937
Employer Contribution - IMRF	3,085	3,085	2,839
Employer Contribution - FICA & Medicare	1,830	1,830	1,678
Materials and Supplies	4,550	4,550	3,332
Meal Supplies	2,050	2,050	2,364
Utilities	240	240	345
Contractual Services	15,500	15,500	16,828
Senior Trips	5,000	5,000	3,745
	<u>56,135</u>	<u>56,135</u>	<u>53,068</u>
Central Business District Parking			
Technical Services	5,000	5,000	-
Telephone	1,450	1,450	1,580
Materials and Supplies	2,000	2,000	2,293
Maintenance - Building	91,050	91,050	88,316
Maintenance - Parking Lots	17,785	17,785	9,584
	<u>117,285</u>	<u>117,285</u>	<u>101,773</u>
Hotel/Motel Tax			
Libertyville Days	30,280	30,280	20,368
Downtown Beautification	56,830	56,830	41,149
Cook House	103,300	103,300	61,955
Dog Days Festival	-	-	4,484
Mainstreet Libertyville	10,000	10,000	10,000
Banner Program	-	-	1,883
Village Band	3,000	3,000	2,998
Tourism Promotions	24,580	24,580	22,573

VILLAGE OF LIBERTYVILLE, ILLINOIS

General Fund

**Schedule of Detailed Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended April 30, 2016**

	Budget		Actual
	Original	Final	
General Government - Continued			
Hotel/Motel Tax - Continued			
Lake County Convention	\$ 10,000	10,000	10,000
Special Events	24,275	24,275	27,053
Civic Center	55,900	55,900	44,459
Sports Complex Marketing	62,600	62,600	53,183
Adler Cultural Center	36,300	36,300	18,322
	<u>417,065</u>	<u>417,065</u>	<u>318,427</u>
Total General Government	<u>2,725,185</u>	<u>2,935,185</u>	<u>2,763,860</u>
Community Development			
Planning			
Salaries	386,080	386,080	385,379
Employer Contribution - IMRF	49,235	49,235	49,307
Employer Contribution - FICA & Medicare	26,450	26,450	26,060
Materials and Supplies	3,500	3,500	3,393
Telephone	2,200	2,200	1,033
Maintenance - Motor Vehicle	1,355	1,355	1,355
Insurance	75,530	75,530	74,717
Intergovernmental Risk Management Agency	4,560	4,560	4,208
Consulting Services	20,000	20,000	-
Postage	1,000	1,000	847
Travel, Training, Subscriptions and Dues	5,400	5,400	4,277
Printing and Photoprocessing	4,710	4,710	4,080
Miscellaneous	350	350	148
	<u>580,370</u>	<u>580,370</u>	<u>554,804</u>
Building Services			
Salaries	510,255	510,255	502,466
Employer Contribution - IMRF	66,610	66,610	64,393
Employer Contribution - FICA & Medicare	39,440	39,440	37,330

VILLAGE OF LIBERTYVILLE, ILLINOIS

General Fund

**Schedule of Detailed Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended April 30, 2016**

	Budget		Actual
	Original	Final	
Community Development - Continued			
Building Services - Continued			
Materials and Supplies	\$ 2,020	2,020	6,151
Telephone	2,300	2,300	1,033
Maintenance - Motor Vehicle	7,905	7,905	7,905
Maintenance - Other Equipment	2,100	2,100	1,533
Insurance	83,585	83,585	83,819
Intergovernmental Risk Management Agency	13,400	13,400	10,631
Office Supplies	2,850	2,850	3,057
Travel, Training, Subscriptions and Dues	4,200	4,200	3,650
Technical Services	22,400	22,400	30,938
Reimbursable Expenditures	40,600	40,600	58,336
Printing and Publication	3,800	3,800	344
Capital Outlay	1,500	1,500	1,560
Miscellaneous	400	400	300
	<u>803,365</u>	<u>803,365</u>	<u>813,446</u>
Economic Development			
Salaries	102,690	102,690	102,696
Employer Contribution - IMRF	13,270	13,270	13,293
Employer Contribution - FICA & Medicare	7,855	7,855	7,514
Materials and Supplies	400	400	282
Insurance	22,580	22,580	22,336
Intergovernmental Risk Management Agency	1,145	1,145	1,054
Postage	650	650	580
Travel, Training, Subscriptions and Dues	7,950	7,950	7,544
Technical Services	4,995	4,995	3,718
Economic Development Incentives	431,010	487,960	487,960
Promotion and Activities	4,900	4,900	4,312
Printing and Publication	1,000	1,000	-
	<u>598,445</u>	<u>655,395</u>	<u>651,289</u>
Total Community Development	<u>1,982,180</u>	<u>2,039,130</u>	<u>2,019,539</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

General Fund

**Schedule of Detailed Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended April 30, 2016**

	Budget		Actual
	Original	Final	
Public Safety			
Police Department			
Administration/Communication/Records			
Salaries - Uniformed	\$ 295,905	295,905	295,909
Salaries - Civilian	323,920	323,920	322,638
Employer Contribution - IMRF	42,080	42,080	41,762
Employer Contribution - FICA & Medicare	29,210	29,210	27,848
Contractual Services	413,730	413,730	423,673
Materials and Supplies	11,100	11,100	6,297
Telephone	11,000	11,000	10,529
Maintenance - Motor Vehicles Fees	11,120	11,120	11,120
Maintenance - Other Equipment	1,500	1,500	578
Insurance	769,090	769,090	780,535
Intergovernmental Risk Management Agency	134,015	134,015	122,773
Postage	2,500	2,500	2,968
Office Supplies	10,000	10,000	9,007
Travel, Training, Subscriptions and Dues	12,700	12,700	12,048
Credit Card Fees	1,700	1,700	2,132
Medical Services	3,385	3,385	600
Photocopying	5,650	5,650	4,073
Printing and Publications	4,950	4,950	5,839
Uniforms	5,900	5,900	2,769
Miscellaneous	1,000	1,000	1,093
	<u>2,090,455</u>	<u>2,090,455</u>	<u>2,084,191</u>
Patrol Services			
Salaries - Uniformed	3,129,910	3,129,910	3,076,558
Employer Contribution - FICA & Medicare	43,905	43,905	44,983
Contractual Services	1,500	1,500	2,545
Materials and Supplies	33,875	33,875	24,598
Maintenance - Motor Vehicles Fees	163,855	163,855	163,855
Maintenance - Other Equipment	20,300	20,300	23,724
Squad Equipment Changeover	39,000	39,000	30,793
DUI Equipment	36,435	36,435	36,515
Drug Forfeiture Expense	10,000	10,000	-
General Seizure	1,000	1,000	-

VILLAGE OF LIBERTYVILLE, ILLINOIS

General Fund

**Schedule of Detailed Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended April 30, 2016**

	Budget		Actual
	Original	Final	
Public Safety - Continued			
Police Department - Continued			
Patrol Services - Continued			
Travel, Training, Subscriptions and Dues	\$ 30,250	30,250	15,765
Insurance	-	-	290
Equipment Rental and User Fees	5,375	5,375	5,375
Uniforms	32,600	32,600	27,504
Police Pension	1,490,000	2,315,000	2,306,006
Vehicle Replacement Fees	130,000	130,000	130,000
Miscellaneous	100	100	10
Capital Outlay	9,700	9,700	15,322
	<u>5,177,805</u>	<u>6,002,805</u>	<u>5,903,843</u>
Investigations			
Salaries - Uniformed	695,155	695,155	692,603
Employer Contribution - FICA & Medicare	10,030	10,030	6,759
Contractual Services	7,235	7,235	7,598
Materials and Supplies	8,550	8,550	3,619
Maintenance - Motor Vehicles Fees	13,640	13,640	13,640
Travel, Training, Subscriptions and Dues	1,000	1,000	536
Uniforms	5,600	5,600	4,000
Northern Illinois Crime Lab	30,200	30,200	29,816
Miscellaneous	500	500	-
	<u>771,910</u>	<u>771,910</u>	<u>758,571</u>
Public Education			
Materials and Supplies	5,000	5,000	5,503
Community Services			
Salaries - Civilian	110,590	110,590	96,149
Employer Contribution - IMRF	4,200	4,200	4,187
Employer Contribution - FICA & Medicare	8,485	8,485	7,278
Materials and Supplies	1,200	1,200	1,187
Maintenance - Motor Vehicles Fees	24,280	24,280	24,280
Travel, Training, Subscriptions and Dues	500	500	-

VILLAGE OF LIBERTYVILLE, ILLINOIS

General Fund

**Schedule of Detailed Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended April 30, 2016**

	Budget		Actual
	Original	Final	
Public Safety - Continued			
Police Department - Continued			
Community Services - Continued			
Animal Care	\$ 1,200	1,200	420
Uniforms	1,500	1,500	1,015
	<u>151,955</u>	<u>151,955</u>	<u>134,516</u>
Total Police Department	<u>8,197,125</u>	<u>9,022,125</u>	<u>8,886,624</u>
Fire Department			
Administration			
Salaries - Uniformed	235,450	235,450	148,565
Salaries - Civilian	56,455	56,455	57,510
Employer Contribution - IMRF	7,295	7,295	7,308
Employer Contribution - FICA & Medicare	8,300	8,300	6,071
Telephone	17,000	17,000	17,688
Postage	1,700	1,700	694
Office Supplies	2,200	2,200	2,723
Travel, Training, Subscriptions and Dues	1,840	1,840	429
Photocopying	4,650	4,650	2,624
Miscellaneous	500	500	717
Capital Outlay	10,000	10,000	8,783
	<u>345,390</u>	<u>345,390</u>	<u>253,112</u>
Fire Prevention			
Salaries - Uniformed	121,995	121,995	124,218
Salaries - Civilian	59,405	59,405	55,379
Employer Contribution - IMRF	7,675	7,675	7,167
Employer Contribution - FICA & Medicare	6,325	6,325	5,964
Contractual Services	3,000	3,000	1,800
Maintenance - Motor Equipment Fees	9,020	9,020	9,020
Maintenance - Other Equipment	200	200	-
Office Supplies	200	200	405
Public Education	2,000	2,000	1,849
Travel, Training, Subscriptions and Dues	4,865	4,865	2,991
	<u>214,685</u>	<u>214,685</u>	<u>208,793</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

General Fund

**Schedule of Detailed Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended April 30, 2016**

	Budget		Actual
	Original	Final	
Public Safety - Continued			
Fire Department - Continued			
Emergency Services			
Salaries - Uniformed	\$ 3,745,425	3,745,425	3,792,561
Sick Leave Buyback	2,800	2,800	-
Employer Contribution - FICA & Medicare	48,505	48,505	50,329
Contractual Services	236,260	236,260	196,942
Firefighter/EMS Supplies	19,400	19,400	18,451
Insurance	804,910	804,910	810,164
Intergovernmental Risk Management Agency	122,850	122,850	122,804
Office Supplies	300	300	-
Travel, Training, Subscriptions and Dues	35,250	35,250	19,792
Technical Services	70,960	70,960	74,632
Rental & User Fees	12,935	12,935	12,410
Firefighters' Pension	1,190,000	1,655,000	1,647,830
Paid on Call Pensions	-	-	2,800
Miscellaneous	1,000	1,000	285
	<u>6,290,595</u>	<u>6,755,595</u>	<u>6,749,000</u>
Support Services			
Salaries - Uniformed	37,210	37,210	39,661
Employer Contribution - FICA & Medicare	540	540	557
Materials and Supplies	14,000	14,000	15,049
Firefighter/EMS Supplies	24,700	24,700	42,978
Utilities	25,000	25,000	23,012
Maintenance - Buildings	21,570	21,570	27,854
Maintenance - Grounds	4,000	4,000	75
Maintenance - Motor Equipment	211,685	211,685	211,685
Maintenance - Other Equipment	11,800	11,800	9,179
Uniforms	22,900	22,900	24,055
Vehicle Replacement Fees	325,000	325,000	325,000
	<u>698,405</u>	<u>698,405</u>	<u>719,105</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

General Fund

**Schedule of Detailed Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended April 30, 2016**

	Budget		Actual
	Original	Final	
Public Safety - Continued			
Fire Department - Continued			
Fire Fund			
Soda Purchase	\$ 1,500	1,500	-
Antique Fire Truck Repairs	2,000	2,000	-
EMS Supplies	5,000	49,000	46,728
	<u>8,500</u>	<u>52,500</u>	<u>46,728</u>
Foreign Fire Insurance			
Firefighting/EMS Equipment	60,000	60,000	21,883
	<u>60,000</u>	<u>60,000</u>	<u>21,883</u>
Total Fire Department	<u>7,617,575</u>	<u>8,126,575</u>	<u>7,998,621</u>
Emergency Management Agency			
Electricity	150	150	85
Telephone	1,000	1,000	1,620
Maintenance - Other Equipment	5,300	5,300	1,125
Computer Equipment and Supplies	350	350	-
Office Supplies	125	125	164
Travel, Training, Subscriptions and Dues	700	700	84
Technical Services	5,000	5,000	1,763
Capital Outlay	32,000	32,000	32,138
	<u>44,625</u>	<u>44,625</u>	<u>36,979</u>
Emergency Telephone System (911)			
Salaries	10,625	10,625	10,618
Employer Contribution - IMRF	1,385	1,385	1,375
Employer Contribution - FICA & Medicare	820	820	804
Contractual Services	141,100	141,100	120,818
Telephone	48,000	48,000	25,185
Maintenance - Other Equipment	42,750	42,750	42,951
Maintenance - 911 Equipment	15,100	15,100	9,682
Intergovernmental Risk Management Agency	8,555	8,555	7,891

VILLAGE OF LIBERTYVILLE, ILLINOIS

General Fund

**Schedule of Detailed Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended April 30, 2016**

	Budget		Actual
	Original	Final	
Public Safety - Continued			
Emergency Telephone System (911) - Continued			
Travel, Training, Subscriptions and Dues	\$ 300	300	10
Technical Services	500	500	225
Capital Outlay	59,500	209,726	209,726
	<u>328,635</u>	<u>478,861</u>	<u>429,285</u>
 Total Public Safety	 <u>16,187,960</u>	 <u>17,672,186</u>	 <u>17,351,509</u>
Public Works			
Engineering			
Salaries	141,850	141,850	139,566
Employer Contribution - IMRF	17,680	17,680	17,569
Employer Contribution - FICA & Medicare	10,850	10,850	10,383
Materials and Supplies	1,500	1,500	1,519
Telephone	1,400	1,400	1,033
Maintenance - Vehicles	9,735	9,735	9,735
Maintenance - Other Equipment	1,160	1,160	501
Insurance	51,785	51,785	51,305
Intergovernmental Risk Management Agency	5,810	5,810	5,362
Office Supplies	5,150	5,150	4,442
Travel, Training, Subscriptions and Dues	2,990	2,990	2,603
Technical Services	20,245	20,245	32,144
Vehicle Replacement Fees	3,925	3,925	3,925
	<u>274,080</u>	<u>274,080</u>	<u>280,087</u>
Highways and Bridges			
Salaries - Administration	95,255	95,255	99,714
Salaries - Clerical	19,040	19,040	15,309
Salaries - Maintenance	336,450	336,450	329,802
Sick Leave Buyback	-	-	9,139
Employer Contribution - IMRF	58,240	58,240	58,652
Employer Contribution - FICA & Medicare	34,485	34,485	33,207
Materials and Supplies	14,250	14,250	14,426
Streetlights - Energy	121,000	121,000	98,850
Streetlights - Maintenance	95,000	95,000	109,887

VILLAGE OF LIBERTYVILLE, ILLINOIS

General Fund

**Schedule of Detailed Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended April 30, 2016**

	Budget		Actual
	Original	Final	
Public Works - Continued			
Highways and Bridges - Continued			
Maintenance - Buildings	\$ 23,275	23,275	21,043
Maintenance - Roadway Medians	26,700	26,700	25,309
Maintenance - Motor Equipment Fees	171,375	171,375	171,375
Maintenance - Other Equipment	1,000	1,000	643
Maintenance - Streets and Alleys	47,500	47,500	37,817
Maintenance - Sidewalks	15,000	15,000	14,205
Maintenance - Storm Sewers	26,800	26,800	13,989
Maintenance - Signs	10,000	10,000	11,315
Insurance	216,860	216,860	216,331
Intergovernmental Risk Management Agency	48,645	48,645	70,474
Travel, Training, Subscriptions and Dues	5,570	5,570	5,477
Technical Services	6,120	6,120	5,673
Traffic Signal Maintenance	64,000	64,000	65,206
Photoprocessing	2,000	2,000	1,813
Uniforms	5,000	5,000	4,109
Vehicle Replacement Fees	215,825	215,825	215,825
Miscellaneous	2,500	2,500	66
	<u>1,661,890</u>	<u>1,661,890</u>	<u>1,649,656</u>
Snow Removal and Ice Control			
Salaries - Administration	19,550	19,550	19,554
Salaries - Maintenance	123,950	123,950	125,860
Employer Contribution - IMRF	17,960	17,960	18,899
Employer Contribution - FICA & Medicare	10,635	10,635	11,047
Materials and Supplies	176,500	176,500	167,979
Intergovernmental Risk Management Agency	11,275	11,275	5,790
Contractual Service	965	965	963
Maintenance - Other Equipment	2,000	2,000	-
Capital Outlay	50,000	50,000	-
Miscellaneous	1,000	1,000	1,166
	<u>413,835</u>	<u>413,835</u>	<u>351,258</u>
Concord/Interlaken Special Service Area			
Administration Fees	1,250	1,250	1,250
Maintenance of Retention Pond	4,100	4,100	3,997
Landscaping	8,940	8,940	8,437
Miscellaneous	8,515	8,515	6,477
	<u>22,805</u>	<u>22,805</u>	<u>20,161</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

General Fund

**Schedule of Detailed Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended April 30, 2016**

	Budget		Actual
	Original	Final	
Public Works - Continued			
Timber Creek Special Service Area			
Administration Fees	\$ 1,250	1,250	1,250
Maintenance of Retention Pond	5,000	5,000	2,990
Landscaping	7,225	7,225	6,782
Miscellaneous	7,050	7,050	998
	<u>20,525</u>	<u>20,525</u>	<u>12,020</u>
Refuse and Recycling			
Salaries - Maintenance	44,345	44,345	44,517
Employer Contribution - IMRF	5,730	5,730	5,762
Employer Contribution - FICA & Medicare	3,390	3,390	3,406
Insurance	19,265	19,265	19,297
Materials and Supplies	2,200	2,200	-
Maintenance - Motor Vehicles	2,575	2,575	2,575
Intergovernmental Risk Management Agency	3,310	3,310	3,056
Disposal	12,000	12,000	9,055
SWALCO Fee	9,275	9,275	9,270
Contractual Service	60,000	60,000	55,977
Vehicle Replacement Fees	1,460	1,460	1,460
	<u>163,550</u>	<u>163,550</u>	<u>154,375</u>
Total Public Works	<u>2,556,685</u>	<u>2,556,685</u>	<u>2,467,557</u>
Parks and Recreation			
Parks			
Salaries - Full Time	678,545	678,545	700,342
Salaries - Part Time	14,520	14,520	16,114
Employer Contribution - IMRF	87,410	87,410	90,636
Employer Contribution - FICA & Medicare	51,760	51,760	53,714
Contractual Services	20,040	20,040	14,682
Materials and Supplies	12,550	12,550	12,558
Electricity	3,340	3,340	2,987
North Shore Gas	1,600	1,600	-
Telephone	1,300	1,300	1,063
Gasoline and Oil	2,000	2,000	853
Maintenance - Building	32,150	32,150	30,984

VILLAGE OF LIBERTYVILLE, ILLINOIS

General Fund

**Schedule of Detailed Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended April 30, 2016**

	Budget		Actual
	Original	Final	
Parks and Recreation - Continued			
Parks - Continued			
Maintenance - Grounds	\$ 123,395	123,395	117,207
Maintenance - Motor Vehicles	88,960	88,960	88,960
Maintenance - Other Equipment	10,950	10,950	12,080
Maintenance - Roads and Parking Lots	500	500	495
Maintenance - Radios	100	100	-
Insurance	143,010	143,010	146,733
Intergovernmental Risk Management Agency	27,805	27,805	22,149
Office Supplies	650	650	1,024
Travel, Training, Subscriptions and Dues	2,290	2,290	2,243
Tree Surgery and Spraying	340,170	340,170	335,825
Nursery Stock and Trees	68,925	68,925	70,441
Equipment Rental	300	300	-
Uniform	6,145	6,145	5,342
Vehicle Replacement Fees	79,825	79,825	79,825
Miscellaneous	2,445	2,445	6,005
	<u>1,800,685</u>	<u>1,800,685</u>	<u>1,812,262</u>
Recreation			
Salaries - Administrative Staff	216,950	216,950	217,200
Salaries - Tot Programs	107,355	107,355	109,656
Salaries - Youth/Teen Programs	103,760	103,760	120,997
Salaries - Special/Cultural Events	26,960	26,960	19,585
Employer Contribution - IMRF	35,525	35,525	35,198
Employer Contribution - FICA & Medicare	32,785	32,785	35,184
Unemployment Benefits	-	-	393
Contractual Services	-	-	375
Supplies and Expenses - Tot Programs	10,435	10,435	10,085
Supplies and Expenses - Youth Programs	28,600	28,600	28,354
Dance Program	8,500	8,500	8,273
Electricity	28,000	28,000	19,236
North Shore Gas	3,500	3,500	2,238
Telephone	4,000	4,000	3,327
Maintenance - Motor Vehicles	1,940	1,940	1,940
Maintenance - Building	26,550	26,550	28,198
Independent Contractor	87,500	87,500	86,506
Insurance	44,790	44,790	44,813
Intergovernmental Risk Management Agency	25,525	25,525	29,865

VILLAGE OF LIBERTYVILLE, ILLINOIS

General Fund

**Schedule of Detailed Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended April 30, 2016**

	Budget		Actual
	Original	Final	
Parks and Recreation - Continued			
Recreation - Continued			
Seasonal Brochures	\$ 32,640	32,640	26,875
Office Supplies	8,000	8,000	7,423
Travel, Training, Subscriptions and Dues	1,400	1,400	919
Supplies and Expenses - Special Event Family	6,700	6,700	7,479
Credit Card Bank Fee	20,000	20,000	20,239
Photoprocessing	2,340	2,340	1,057
Cash Short	-	-	157
Miscellaneous	2,000	2,000	2,143
	<u>865,755</u>	<u>865,755</u>	<u>867,715</u>
Libertyville Golf Course			
Maintenance - Building	3,625	3,625	1,818
Maintenance - Grounds	10,065	10,065	9,219
Maintenance - Other Equipment	-	-	23
Intergovernmental Risk Management Agency	13,405	13,405	10,524
	<u>27,095</u>	<u>27,095</u>	<u>21,584</u>
Swimming Pool			
Salaries - Administration	39,685	39,685	39,822
Salaries - Concessions	6,000	6,000	5,458
Salaries - Public Swim	125,000	125,000	131,132
Salaries - Swim Lessons	38,200	38,200	29,867
Employer Contribution - IMRF	5,130	5,130	5,530
Employer Contribution - FICA & Medicare	15,985	15,985	15,480
Supplies - Swim Lessons	1,500	1,500	2,041
Materials and Supplies	5,125	5,125	5,121
Supplies - Maintenance	450	450	445
Electricity	16,500	16,500	17,870
North Shore Gas	18,000	18,000	12,420
Telephone	1,600	1,600	1,796
Maintenance - Building	4,850	4,850	5,107
Maintenance - Pools	43,605	43,605	43,635
Intergovernmental Risk Management Agency	13,405	13,405	10,524
Office Supplies	250	250	264
Travel, Training, Subscriptions and Dues	3,175	3,175	3,151

VILLAGE OF LIBERTYVILLE, ILLINOIS

General Fund

**Schedule of Detailed Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended April 30, 2016**

	Budget		Actual
	Original	Final	
Parks and Recreation - Continued			
Swimming Pool - Continued			
Concession Expense	\$ 13,500	13,500	14,890
Special Events	1,000	1,000	600
Uniforms	6,000	6,000	4,392
Capital Outlay	4,000	4,000	3,600
Miscellaneous	2,100	2,100	2,312
	<u>365,060</u>	<u>365,060</u>	<u>355,457</u>
Total Parks and Recreation	<u>3,058,595</u>	<u>3,058,595</u>	<u>3,057,018</u>
Total Expenditures	<u>26,510,605</u>	<u>28,261,781</u>	<u>27,659,483</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

Debt Service Fund

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended April 30, 2016**

	Budget		Actual
	Original	Final	
Revenues			
Taxes			
Property Taxes	\$ 1,200,735	1,200,735	1,205,375
Interest	100	100	311
Total Revenues	<u>1,200,835</u>	<u>1,200,835</u>	<u>1,205,686</u>
Expenditures			
Debt Service			
Principal Retirement	815,000	815,000	815,000
Interest	461,230	461,230	460,923
Fiscal Charges	3,000	3,000	2,409
Total Expenditures	<u>1,279,230</u>	<u>1,279,230</u>	<u>1,278,332</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(78,395)	(78,395)	(72,646)
Other Financing Sources			
Transfers In	<u>75,190</u>	<u>75,190</u>	<u>216,720</u>
Net Change in Fund Balance	<u>(3,205)</u>	<u>(3,205)</u>	144,074
Fund Balance - Beginning			<u>540,010</u>
Fund Balance - Ending			<u><u>684,084</u></u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

Capital Improvement - Capital Projects Fund

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended April 30, 2016**

	Budget		Actual
	Original	Final	
Revenues			
Licenses and Permits			
Park Impact Fees	\$ 731,100	731,100	457,808
Sidewalk Impact Fees	-	-	9,236
Vehicle Licenses	420,000	420,000	404,978
Intergovernmental			
Motor Fuel Tax Allotments	483,500	483,500	519,635
Grants	30,000	30,000	-
Charges for Services			
Telecommunication Revenue	255,000	255,000	203,526
Interest	18,625	18,625	50,575
Miscellaneous	45,000	45,000	7,483
Total Revenues	<u>1,983,225</u>	<u>1,983,225</u>	<u>1,653,241</u>
Expenditures			
Capital Outlay	6,723,550	6,942,543	5,550,366
Debt Service			
Interest and Fiscal Charges	45,000	45,000	42,467
Total Expenditures	<u>6,768,550</u>	<u>6,987,543</u>	<u>5,592,833</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(4,785,325)</u>	<u>(5,004,318)</u>	<u>(3,939,592)</u>
Other Financing Sources (Uses)			
Disposal of Capital Assets	1,678,430	1,678,430	1,900,000
Debt Issuance	5,000,000	5,000,000	5,000,000
Premium on Debt Issuance	-	-	45,176
Transfers In	85,000	85,000	1,585,000
Transfers Out	(431,590)	(431,590)	(527,870)
	<u>6,331,840</u>	<u>6,331,840</u>	<u>8,002,306</u>
Net Change in Fund Balance	<u>1,546,515</u>	<u>1,327,522</u>	4,062,714
Fund Balance - Beginning			<u>11,075,945</u>
Fund Balance - Ending			<u>15,138,659</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

Capital Improvement - Capital Projects Fund

**Schedule of Expenditures - Budget and Actual
For the Fiscal Year Ended April 30, 2016**

	Budget		Actual
	Original	Final	
Capital Outlay			
Maintenance Streets and Alley	\$ 50,000	50,000	3,320
Asphalt Resurfacing	550,000	551,000	597,300
Village Hall	29,100	29,100	4,252
Fire Stations	3,500	3,500	46,507
Schertz Municipal Building	67,200	67,200	48,260
Park Improvement	360,750	360,750	116,264
Streetscape Improvements	30,000	30,000	18,705
Annual Road Improvement Program	1,040,000	1,040,000	881,855
Storm Sewer Improvements	146,000	146,000	55,636
Streetlight Replacement	40,000	40,000	27,423
Sidewalks and Bike Paths	65,000	65,000	62,651
Engineering Fau Projects	-	-	194,793
Bridge Repair and Replacement	50,000	50,000	6,200
Peterson Road Corridor	25,000	25,000	23,897
Road Rehabilitation	4,100,000	4,100,000	3,077,281
Miscellaneous	167,000	384,993	386,022
Total Capital Outlay	6,723,550	6,942,543	5,550,366
Debt Service			
Interest and Fiscal Charges	45,000	45,000	42,467
Total Expenditures	6,768,550	6,987,543	5,592,833

VILLAGE OF LIBERTYVILLE, ILLINOIS

Tax Increment Financing Construction - Capital Projects Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended April 30, 2016

	Budget		Actual
	Original	Final	
Revenues			
Taxes			
Property Tax	\$ 3,200,000	3,200,000	3,374,189
Interest	6,000	6,000	13,695
Total Revenues	<u>3,206,000</u>	<u>3,206,000</u>	<u>3,387,884</u>
Expenditures			
Economic Development			
Parking Improvements	3,525,000	3,525,000	781,067
TIF Surplus Rebate	2,300,000	2,300,000	2,361,932
Miscellaneous	4,300	4,300	4,950
Total Expenditures	<u>5,829,300</u>	<u>5,829,300</u>	<u>3,147,949</u>
Net Change in Fund Balance	<u>(2,623,300)</u>	<u>(2,623,300)</u>	239,935
Fund Balance - Beginning			<u>3,022,221</u>
Fund Balance - Ending			<u><u>3,262,156</u></u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

Commuter Parking - Special Revenue Fund

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended April 30, 2016**

	Budget		Actual
	Original	Final	
Revenues			
Charges for Services			
Permit Fees	\$ 135,000	135,000	156,241
Daily Fees	241,000	241,000	227,444
Interest	3,600	3,600	8,436
Total Revenues	<u>379,600</u>	<u>379,600</u>	392,121
Expenditures			
General Government	<u>328,555</u>	<u>328,555</u>	280,609
Net Change in Fund Balance	<u>51,045</u>	<u>51,045</u>	111,512
Fund Balance - Beginning			<u>1,477,454</u>
Fund Balance - Ending			<u>1,588,966</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

Commuter Parking - Special Revenue Fund

**Schedule of Expenditures - Budget and Actual
For the Fiscal Year Ended April 30, 2016**

	Budget		Actual
	Original	Final	
General Government			
Salaries	\$ 120,900	120,900	109,185
Employer Contribution - IMRF	15,600	15,600	14,129
Employer Contribution - FICA & Medicare	9,230	9,230	8,022
Materials and Supplies	2,600	2,600	2,533
Electricity	7,200	7,200	6,022
Telephone	2,390	2,390	2,459
Maintenance - Grounds	102,060	102,060	72,530
Insurance	15,040	15,040	14,876
Intergovernmental Risk Management Agency	11,995	11,995	11,067
Postage	800	800	155
Software Maintenance	16,640	16,640	18,637
Rental of Land	6,600	6,600	6,600
Credit Card Fees	16,500	16,500	13,190
Refunds	1,000	1,000	1,204
Total Expenditures	<u>328,555</u>	<u>328,555</u>	<u>280,609</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

Waterworks and Sewerage - Enterprise Fund

**Schedule of Revenues, Expenses and Changes in Net Position - Budget and Actual
For the Fiscal Year Ended April 30, 2016**

	Budget		Actual
	Original	Final	
Operating Revenues			
Charges for Services			
Water Sales	\$ 4,563,500	4,563,500	4,723,385
Sewer Service Charges	3,175,300	3,175,300	3,270,670
Meters and Readouts	15,000	15,000	19,110
Miscellaneous	5,000	5,000	14,928
Total Operating Revenues	<u>7,758,800</u>	<u>7,758,800</u>	<u>8,028,093</u>
Operating Expenses			
Operations			
Water Operations	3,786,075	3,786,075	4,578,013
Sewer Operations	1,428,460	1,428,460	1,423,929
Wastewater Treatment Plant	1,386,775	1,386,775	1,368,494
Water and Sewer Capital Improvements	4,938,000	4,938,000	933,170
Depreciation	-	-	1,212,952
Total Operating Expenses	<u>11,539,310</u>	<u>11,539,310</u>	<u>9,516,558</u>
Operating Income (Loss)	<u>(3,780,510)</u>	<u>(3,780,510)</u>	<u>(1,488,465)</u>
Nonoperating Revenues (Expenses)			
Interest Income	12,000	12,000	21,588
Connection Fees	146,390	146,390	245,096
Debt Issuance	4,200,000	4,200,000	-
Other Income	-	-	28,117
Principal Payments	(580,000)	(580,000)	-
Interest and Fiscal Charges	(269,975)	(269,975)	(380,779)
	<u>3,508,415</u>	<u>3,508,415</u>	<u>(85,978)</u>
Change in Net Position	<u>(272,095)</u>	<u>(272,095)</u>	<u>(1,574,443)</u>
Net Position - Beginning as Restated			<u>21,175,823</u>
Net Position - Ending			<u><u>19,601,380</u></u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

Waterworks and Sewerage - Enterprise Fund

**Schedule of Operating Expenses - Budget and Actual
For the Fiscal Year Ended April 30, 2016**

	Budget		Actual
	Original	Final	
Operations			
Water Operations			
Salaries - Administrative	\$ 200,575	200,575	207,062
Salaries - Clerical	188,765	188,765	160,816
Salaries - Engineering	86,760	86,760	88,235
Salaries - Maintenance	371,885	371,885	363,620
Employer Contribution - IMRF	101,130	101,130	111,531
Employer Contribution - FICA & Medicare	60,080	60,080	60,030
Pension Expense - IMRF	-	-	164,287
Materials and Supplies	11,000	11,000	11,061
Electricity	45,650	45,650	45,264
North Shore Gas	6,000	6,000	3,907
Telephone	6,700	6,700	8,916
Maintenance - Building and Grounds	28,500	28,500	29,285
Maintenance - Motor Vehicles	42,910	42,910	42,910
Maintenance - Other Equipment	15,500	15,500	12,017
Maintenance - Water Lines	60,000	60,000	74,452
Insurance	84,315	84,315	90,277
Intergovernmental Risk Management Agency	31,490	31,490	26,565
Postage	15,000	15,000	12,301
Office Supplies	2,000	2,000	1,427
Travel, Training, Subscriptions and Dues	7,115	7,115	6,795
Technical Services	103,775	103,775	97,767
Meters - New Construction	20,000	20,000	9,578
Credit Card Fees	24,000	24,000	24,626
Uniforms	3,500	3,500	3,466
Bad Debt Expense	500	500	340
Technology Equipment and Replacement	35,000	35,000	35,000
Capital Outlay	2,500	2,500	-
Vehicle Replacement Fees	43,750	43,750	43,750
Purchase of Water - CLCJAWA	2,183,175	2,183,175	2,128,046
Miscellaneous	4,500	4,500	714,682
	<u>3,786,075</u>	<u>3,786,075</u>	<u>4,578,013</u>
Sewer Operations			
Salaries - Administrative	131,855	131,855	137,276
Salaries - Engineering	72,215	72,215	73,682
Salaries - Maintenance	244,275	244,275	255,165

VILLAGE OF LIBERTYVILLE, ILLINOIS

Waterworks and Sewerage - Enterprise Fund

Schedule of Operating Expenses - Budget and Actual - Continued
For the Fiscal Year Ended April 30, 2016

	Budget		Actual
	Original	Final	
Operations - Continued			
Sewer Operations - Continued			
Employer Contribution - IMRF	\$ 57,700	57,700	62,846
Employer Contribution - FICA & Medicare	33,000	33,000	34,106
Sick Leave Buyback	-	-	13,708
Materials and Supplies	4,700	4,700	4,208
County Sewer Service	605,000	605,000	603,604
Electricity	16,500	16,500	19,198
North Shore Gas	1,800	1,800	1,632
Telephone	1,450	1,450	3,287
Maintenance - Motor Equipment	26,650	26,650	26,650
Maintenance - Lift Stations	29,500	29,500	17,288
Maintenance - Sewer Lines	31,000	31,000	21,566
Insurance	57,785	57,785	45,882
Intergovernmental Risk Management Agency	31,265	31,265	24,346
Postage	9,500	9,500	11,032
Travel, Training, Subscriptions and Dues	1,950	1,950	716
Technical Services	3,475	3,475	2,109
Uniforms	1,250	1,250	1,038
Technology Equipment and Replacement	35,000	35,000	35,000
Capital Outlay	2,500	2,500	-
Vehicle Replacement Fees	29,590	29,590	29,590
Miscellaneous	500	500	-
	<u>1,428,460</u>	<u>1,428,460</u>	<u>1,423,929</u>
Wastewater Treatment Plant			
Salaries - Administrative	60,995	60,995	64,973
Salaries - Operators	381,780	381,780	382,440
Employer Contribution - IMRF	57,120	57,120	59,632
Employer Contribution - FICA & Medicare	32,985	32,985	32,363
Materials and Supplies	33,000	33,000	19,123
Chemicals	56,900	56,900	35,965
Electricity	199,815	199,815	239,217
North Shore Gas	33,800	33,800	22,811
Telephone	4,000	4,000	3,013
Maintenance - Building and Grounds	80,700	80,700	57,256
Maintenance - Motor Equipment	24,725	24,725	24,725

VILLAGE OF LIBERTYVILLE, ILLINOIS

Waterworks and Sewerage - Enterprise Fund

**Schedule of Operating Expenses - Budget and Actual - Continued
For the Fiscal Year Ended April 30, 2016**

	Budget		Actual
	Original	Final	
Operations - Continued			
Wastewater Treatment Plant - Continued			
Maintenance - Other Equipment	\$ 62,500	62,500	49,657
Sludge Removal	162,000	162,000	193,016
Insurance	83,055	83,055	81,991
Intergovernmental Risk Management Agency	31,500	31,500	24,446
Office Supplies	-	-	139
Travel, Training, Subscriptions and Dues	12,970	12,970	12,332
Technical Services	34,725	34,725	32,230
Uniforms	2,425	2,425	1,641
Technology Equipment and Replacement	20,000	20,000	20,000
Vehicle Replacement Fees	11,530	11,530	11,530
Miscellaneous	250	250	(6)
	<u>1,386,775</u>	<u>1,386,775</u>	<u>1,368,494</u>
Water and Sewer Capital Improvements			
WWTP Improvements	918,400	918,400	2,712,076
Watermain Improvements	255,000	255,000	-
Underground Improvements	3,234,000	3,234,000	380,706
Sanitary Sewer Relocation	175,000	175,000	-
Sanitary Sewer Repairs	110,000	110,000	91,425
Lift Station Improvements	50,000	50,000	33,918
SCADA Improvements	17,000	17,000	11,679
Replacement Meters	89,100	89,100	86,870
Hydrants, Valves, Miscellaneous	64,500	64,500	321,917
Miscellaneous	25,000	25,000	25,000
	<u>4,938,000</u>	<u>4,938,000</u>	<u>3,663,591</u>
Less Nonoperating Items			
Capital Assets Capitalized	-	-	(2,730,421)
	<u>4,938,000</u>	<u>4,938,000</u>	<u>933,170</u>
Total Operations	<u>11,539,310</u>	<u>11,539,310</u>	<u>8,303,606</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

Waterworks and Sewerage - Enterprise Fund

**Schedule of Capital Assets and Depreciation
For the Fiscal Year Ended April 30, 2016**

	Capital Assets			
	Beginning Balances	Additions	Retirements/ Transfers	Balances Ending
Land and Improvements	\$ 2,272,080	-	-	2,272,080
Buildings and Improvements	14,908,936	-	-	14,908,936
Machinery and Equipment	1,798,160	276,919	-	2,075,079
Waterworks System	20,940,528	2,453,502	-	23,394,030
Sewerage System	15,840,436	-	-	15,840,436
Total Capital Assets	55,760,140	2,730,421	-	58,490,561
	Accumulated Depreciation			
	Beginning Balances	Additions	Retirements/ Transfers	Balances Ending
Buildings and Improvements	9,287,680	310,302	-	9,597,982
Machinery and Equipment	1,563,049	37,981	-	1,601,030
Waterworks System	9,164,863	518,748	-	9,683,611
Sewerage System	9,580,809	345,921	-	9,926,730
Total Accumulated Depreciation	29,596,401	1,212,952	-	30,809,353
Total Capital Assets (Net of Accumulated Depreciation)	26,163,739			27,681,208

VILLAGE OF LIBERTYVILLE, ILLINOIS

Libertyville Sports Complex - Enterprise Fund

Schedule of Revenues, Expenses and Changes in Net Position - Budget and Actual
For the Fiscal Year Ended April 30, 2016

	Budget		Actual
	Original	Final	
Operating Revenues			
Charges for Services			
Indoor Sports Center	\$ 2,312,325	2,312,325	3,005,117
Golf Learning Center	356,575	356,575	323,567
Family Entertainment Center	53,200	53,200	53,629
Total Operating Revenues	<u>2,722,100</u>	<u>2,722,100</u>	<u>3,382,313</u>
Operating Expenses			
Operations			
Indoor Sports Center	1,986,695	1,986,695	1,911,234
Golf Learning Center	295,040	295,040	302,451
Family Entertainment Center	10,000	10,000	7,586
Depreciation	-	-	462,947
Total Operating Expenses	<u>2,291,735</u>	<u>2,291,735</u>	<u>2,684,218</u>
Operating Income	<u>430,365</u>	<u>430,365</u>	<u>698,095</u>
Nonoperating (Expenses)			
Principal Payments	(755,000)	(755,000)	-
Interest and Fiscal Charges	(710,595)	(710,595)	(766,563)
	<u>(1,465,595)</u>	<u>(1,465,595)</u>	<u>(766,563)</u>
Income (Loss) Before Transfers	(1,035,230)	(1,035,230)	(68,468)
Transfers In	<u>1,035,230</u>	<u>1,035,230</u>	<u>1,224,647</u>
Change in Net Position	<u>-</u>	<u>-</u>	<u>1,156,179</u>
Net Position - Beginning as Restated			<u>(972,716)</u>
Net Position - Ending			<u><u>183,463</u></u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

Libertyville Sports Complex - Enterprise Fund

**Schedule of Operating Expenses - Budget and Actual
For the Fiscal Year Ended April 30, 2016**

	Budget		Actual
	Original	Final	
Operations			
Indoor Sports Center			
Salaries - Administrative	\$ 299,850	299,850	297,028
Salaries - Maintenance	77,070	77,070	75,291
Salaries - Fitness	258,090	258,090	249,786
Salaries - Conference/Front Desk/Parties	154,705	154,705	174,882
Salaries - Programs	50,000	50,000	51,002
Employer Contribution - IMRF	70,742	70,742	72,412
Employer Contribution - FICA & Medicare	62,623	62,623	62,138
Pension Expense - IMRF	-	-	90,007
Materials and Supplies	33,000	33,000	30,740
Concessions	75,000	75,000	115,433
Contracted Services	72,350	72,350	79,338
Electricity	140,000	140,000	142,595
North Shore Gas	32,500	32,500	15,569
Telephone	4,500	4,500	3,913
Maintenance - Building	107,550	107,550	89,250
Maintenance - Independent Contractors	34,180	34,180	31,325
Maintenance - Grounds	76,250	76,250	62,361
Maintenance - Vehicle	5,315	5,315	5,315
Insurance	115,100	115,100	125,874
Intergovernmental Risk Management Agency	49,910	49,910	28,763
Consulting Services	-	-	375
Travel, Training, Subscriptions and Dues	-	-	50
Office Supplies	7,100	7,100	5,525
Supplies - Adult Athletic Programs	4,500	4,500	3,669
Materials and Supplies - Conference Rooms	6,000	6,000	8,347
Materials and Supplies - Fitness	11,300	11,300	12,014
Credit Card Bank Fee	40,000	40,000	44,169
Photoprocessing	2,330	2,330	2,721
Refunds	-	-	140
Climbing Wall/Front Desk	4,500	4,500	3,817
Cash Short/Over	-	-	984
Bad Debt Expense	-	-	7,778
Technology Equipment & Replacement	12,000	12,000	12,000
Fitness Equipment Lease	21,230	21,230	885
Capital Outlay	159,000	159,000	314,647
Miscellaneous	-	-	378
	<u>1,986,695</u>	<u>1,986,695</u>	<u>2,220,521</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

Libertyville Sports Complex - Enterprise Fund

Schedule of Operating Expenses - Budget and Actual - Continued
For the Fiscal Year Ended April 30, 2016

	Budget		Actual
	Original	Final	
Operations - Continued			
Indoor Sports Center - Continued			
Less Nonoperating Items			
Capital Assets Capitalized	\$ -	-	(309,287)
Total Indoor Sports Center	1,986,695	1,986,695	1,911,234
Golf Learning Center			
Salaries - Administrative	28,705	28,705	29,085
Salaries - Maintenance	16,515	16,515	17,195
Salaries - Pro Shop	65,000	65,000	55,322
Employer Contribution - IMRF	11,115	11,115	9,496
Employer Contribution - FICA & Medicare	8,470	8,470	7,598
Materials and Supplies	5,540	5,540	8,104
Electricity	7,000	7,000	7,861
North Shore Gas	10,000	10,000	5,718
Telephone	3,000	3,000	2,603
Maintenance - Building	2,400	2,400	2,430
Maintenance - Grounds	32,765	32,765	31,838
Maintenance - Other Equipment	1,000	1,000	2,372
Contractual - Golf Lessons	9,800	9,800	8,650
Intergovernmental Risk Management Agency	17,100	17,100	25,780
Consulting Services	10,000	10,000	-
Office Supplies	250	250	141
Materials and Supplies - Pro Shop	20,000	20,000	18,016
Pro Shop Merchandise	32,200	32,200	13,072
Photoprocessing	80	80	76
Uniforms	100	100	-
Capital Outlay	14,000	14,000	57,094
	295,040	295,040	302,451
Family Entertainment Center			
Electricity	6,000	6,000	5,791
North Shore Gas	2,000	2,000	1,708
Maintenance - Building	2,000	2,000	87
	10,000	10,000	7,586
Total Operations	2,291,735	2,291,735	2,221,271

VILLAGE OF LIBERTYVILLE, ILLINOIS

Libertyville Sports Complex - Enterprise Fund

**Schedule of Capital Assets and Depreciation
For the Fiscal Year Ended April 30, 2016**

	Capital Assets			
	Beginning Balances	Additions	Retirements/ Transfers	Balances Ending
Land	\$ 4,771,168	-	-	4,771,168
Buildings and Improvements	17,637,271	309,287	-	17,946,558
Machinery and Equipment	448,436	-	-	448,436
Total Capital Assets	22,856,875	309,287	-	23,166,162

	Accumulated Depreciation			
	Beginning Balances	Additions	Retirements/ Transfers	Balances Ending
Buildings and Improvements	4,911,716	462,947	-	5,374,663
Machinery and Equipment	448,437	-	-	448,437
Total Accumulated Depreciation	5,360,153	462,947	-	5,823,100
Total Capital Assets (Net of Accumulated Depreciation)	17,496,722			17,343,062

VILLAGE OF LIBERTYVILLE, ILLINOIS

**Combining Statement of Net Position - Internal Service Funds
April 30, 2016**

	Vehicle Maintenance and Replacement Service	Technology Equipment and Replacement Service	Totals
ASSETS			
Current Assets			
Cash and Investments	\$ 2,486,428	890,428	3,376,856
Receivables - Net of Allowances			
Accounts	53,520	52,500	106,020
Inventories	25,093	-	25,093
Prepays	9,897	-	9,897
Total Current Assets	<u>2,574,938</u>	<u>942,928</u>	<u>3,517,866</u>
Noncurrent Assets			
Capital Assets			
Machinery and Equipment	7,795,238	288,922	8,084,160
Accumulated Depreciation	(5,222,735)	(258,223)	(5,480,958)
Total Noncurrent Assets	<u>2,572,503</u>	<u>30,699</u>	<u>2,603,202</u>
Total Assets	<u>5,147,441</u>	<u>973,627</u>	<u>6,121,068</u>
LIABILITIES			
Current Liabilities			
Accounts Payable	19,595	14,978	34,573
Accrued Payroll	11,889	6,048	17,937
Other Payables	-	160,000	160,000
Compensated Absences Payable	4,875	10,638	15,513
Installment Contracts Payable	66,860	-	66,860
Total Current Liabilities	<u>103,219</u>	<u>191,664</u>	<u>294,883</u>
Noncurrent Liabilities			
Compensated Absences Payable	19,502	42,551	62,053
Installment Contracts Payable	20,510	-	20,510
Total Noncurrent Liabilities	<u>40,012</u>	<u>42,551</u>	<u>82,563</u>
Total Liabilities	<u>143,231</u>	<u>234,215</u>	<u>377,446</u>
NET POSITION			
Net Investment in Capital Assets	2,485,133	30,699	2,515,832
Unrestricted	2,519,077	708,713	3,227,790
Total Net Position	<u>5,004,210</u>	<u>739,412</u>	<u>5,743,622</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

**Combining Statement of Revenues, Expenses and Changes in Net Position - Internal Service Funds
For the Fiscal Year Ended April 30, 2016**

	Vehicle Maintenance and Replacement Service	Technology Equipment and Replacement Service	Totals
Operating Revenues			
Interfund Services	\$ 1,723,234	305,525	2,028,759
Operating Expenses			
Operations	784,408	427,875	1,212,283
Depreciation	443,015	16,451	459,466
Total Operating Expenses	1,227,423	444,326	1,671,749
Operating Income (Loss)	495,811	(138,801)	357,010
Nonoperating Revenues (Expenses)			
Interest Income	6,847	986	7,833
Other Income	137,544	224,613	362,157
Interest and Fiscal Charges	(2,609)	-	(2,609)
	141,782	225,599	367,381
Change in Net Position	637,593	86,798	724,391
Net Position - Beginning	4,366,617	652,614	5,019,231
Net Position - Ending	5,004,210	739,412	5,743,622

VILLAGE OF LIBERTYVILLE, ILLINOIS

**Combining Statement of Cash Flows - Internal Service Funds
For the Fiscal Year Ended April 30, 2016**

	Vehicle Maintenance and Replacement Service	Technology Equipment and Replacement Service	Totals
Cash Flows from Operating Activities			
Receipts from Interfund Services	\$ 1,859,916	553,388	2,413,304
Payments to Employees	(264,337)	(117,039)	(381,376)
Payments to Suppliers	(508,608)	(324,303)	(832,911)
	<u>1,086,971</u>	<u>112,046</u>	<u>1,199,017</u>
Cash Flows from Capital and Related Financing Activities			
Purchase of Capital Assets	(462,001)	-	(462,001)
Interest on Capital Debt	(2,609)	-	(2,609)
Principal on Capital Debt	(93,527)	-	(93,527)
	<u>(558,137)</u>	<u>-</u>	<u>(558,137)</u>
Cash Flows from Investing Activities			
Interest Received	6,847	986	7,833
	<u>6,847</u>	<u>986</u>	<u>7,833</u>
Net Change in Cash and Cash Equivalents	535,681	113,032	648,713
Cash and Cash Equivalents - Beginning	<u>1,950,747</u>	<u>777,396</u>	<u>2,728,143</u>
Cash and Cash Equivalents - Ending	<u><u>2,486,428</u></u>	<u><u>890,428</u></u>	<u><u>3,376,856</u></u>
Reconciliation of Operating Income to Net Cash			
Provided (Used) by Operating Activities			
Operating Income (Loss)	495,811	(138,801)	357,010
Adjustments to Reconcile Operating Income (Loss) to			
Net Cash Provided by Operating Activities:			
Depreciation and Amortization Expense	443,015	16,451	459,466
Other Income	137,544	224,613	362,157
(Increase) Decrease in Current Assets	(862)	23,250	22,388
Increase (Decrease) in Current Liabilities	11,463	(13,467)	(2,004)
	<u>1,086,971</u>	<u>112,046</u>	<u>1,199,017</u>
Net Cash Provided by Operating Activities	<u><u>1,086,971</u></u>	<u><u>112,046</u></u>	<u><u>1,199,017</u></u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

Vehicle Maintenance and Replacement Service - Internal Service Fund

Schedule of Revenues, Expenses and Changes in Net Position
For the Fiscal Year Ended April 30, 2016

	Budget		Actual
	Original	Final	
Operating Revenues			
Interfund Services	\$ 1,716,015	1,716,015	1,723,234
Operating Expenses			
Operations	1,368,720	1,368,720	784,408
Depreciation	-	-	443,015
Total Operating Expenses	1,368,720	1,368,720	1,227,423
Operating Income	347,295	347,295	495,811
Nonoperating Revenues (Expenses)			
Interest Income	4,000	4,000	6,847
Other Income	12,400	12,400	137,544
Principal Payments	(96,140)	(96,140)	-
Interest and Fiscal Charges	-	-	(2,609)
	(79,740)	(79,740)	141,782
Change in Net Position	267,555	267,555	637,593
Net Position - Beginning			4,366,617
Net Position - Ending			5,004,210

VILLAGE OF LIBERTYVILLE, ILLINOIS

Vehicle Maintenance and Replacement Service - Internal Service Fund

**Schedule of Operating Expenses - Budget and Actual
For the Fiscal Year Ended April 30, 2016**

	Budget		Actual
	Original	Final	
Operations			
Salaries - Clerical	\$ 6,340	6,340	3,011
Salaries - Maintenance	254,855	254,855	261,326
Employer Contribution - IMRF	33,740	33,740	33,965
Employer Contribution - FICA & Medicare	19,980	19,980	19,686
Shop Supplies	5,000	5,000	5,743
Tools	3,500	3,500	3,466
Gasoline and Oil	250,000	250,000	146,742
Maintenance Shop Facilities	500	500	423
Vehicle Washing	3,000	3,000	1,813
Non-Stocked Vehicle Parts	78,400	78,400	76,900
Maintenance Other Equipment	6,850	6,850	8,701
Insurance	57,795	57,795	57,892
Intergovernmental Risk Management Agency	23,360	23,360	18,404
Travel, Training and Dues	1,155	1,155	6
Contractual Repair Services	12,000	12,000	5,628
Uniforms	1,200	1,200	920
License, Title and Inspection Fees	3,000	3,000	3,521
Vehicle Replacement Costs	543,250	543,250	42,172
Fire Contractual Repairs	26,300	26,300	34,407
Police Contractual Repairs	3,000	3,000	450
Accident Damage Expense	10,000	10,000	39,734
Capital Outlay	25,000	25,000	481,171
Miscellaneous	495	495	328
	<u>1,368,720</u>	<u>1,368,720</u>	<u>1,246,409</u>
Less Nonoperating Items			
Capital Assets Capitalized	-	-	(462,001)
	<u>1,368,720</u>	<u>1,368,720</u>	<u>784,408</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

Vehicle Maintenance and Replacement Service - Internal Service Fund

**Schedule of Capital Assets and Depreciation
For the Fiscal Year Ended April 30, 2016**

	Capital Assets			
	Beginning Balances	Additions	Retirements/ Transfers	Balances Ending
Machinery and Equipment	\$ 7,699,382	462,001	366,145	7,795,238

	Accumulated Depreciation			
	Beginning Balances	Additions	Retirements/ Transfers	Balances Ending
Machinery and Equipment	5,145,865	443,015	366,145	5,222,735

Total Capital Assets (Net of Accumulated Depreciation)	<u>2,553,517</u>			<u>2,572,503</u>
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VILLAGE OF LIBERTYVILLE, ILLINOIS

Technology Equipment and Replacement Service - Internal Service Fund

**Schedule of Revenues, Expenses and Changes in Net Position
For the Fiscal Year Ended April 30, 2016**

	Budget		Actual
	Original	Final	
Operating Revenues			
Interfund Services	\$ 362,000	362,000	305,525
Operating Expenses			
Operations	505,465	505,465	427,875
Depreciation	-	-	16,451
Total Operating Expenses	505,465	505,465	444,326
Operating Income (Loss)	(143,465)	(143,465)	(138,801)
Nonoperating Revenues			
Interest Income	100	100	986
Other Income	175,705	175,705	224,613
	175,805	175,805	225,599
Change in Net Position	32,340	32,340	86,798
Net Position - Beginning			652,614
Net Position - Ending			739,412

VILLAGE OF LIBERTYVILLE, ILLINOIS

Technology Equipment and Replacement Service - Internal Service Fund

**Schedule of Operating Expenses - Budget and Actual
For the Fiscal Year Ended April 30, 2016**

	Budget		Actual
	Original	Final	
Operations			
Salaries Administration	\$ 118,385	118,385	117,039
Employer Contribution - IMRF	15,400	15,400	15,326
Employer Contribution - FICA & Medicare	9,100	9,100	8,985
Computer Supplies	8,000	8,000	4,689
Wireless Service	37,000	37,000	33,060
Motor Vehicles Maintenance	1,000	1,000	1,000
Hardware Maintenance	5,000	5,000	3,081
Internet Access	32,950	32,950	33,602
Insurance	100	100	151
Travel, Training, Subscriptions and Dues	1,500	1,500	175
Consulting Services	55,500	55,500	43,820
Software, Licensing and Updates	127,520	127,520	95,676
Web Page Services	11,820	11,820	12,386
Capital Outlay	81,190	81,190	58,724
Miscellaneous	1,000	1,000	161
Total Operations	<u>505,465</u>	<u>505,465</u>	<u>427,875</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

Technology Equipment and Replacement Service - Internal Service Fund

**Schedule of Capital Assets and Depreciation
For the Fiscal Year Ended April 30, 2016**

	Capital Assets			
	Beginning Balances	Additions	Retirements/ Transfers	Balances Ending
Machinery and Equipment	\$ 288,922	-	-	288,922
	Accumulated Depreciation			
	Beginning Balances	Additions	Retirements/ Transfers	Balances Ending
Machinery and Equipment	241,772	16,451	-	258,223
Total Capital Assets (Net of Accumulated Depreciation)	<u>47,150</u>			<u>30,699</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

Pension Trust Funds

**Combining Statement of Fiduciary Net Position
April 30, 2016**

	Police Pension	Firefighters' Pension	Totals
ASSETS			
Cash and Cash Equivalents	\$ 4,351,056	1,531,635	5,882,691
Investments			
State and Local Obligations	918,885	989,241	1,908,126
Corporate Bonds	4,443,801	4,194,615	8,638,416
U.S. Government and Agency Obligations	3,537,529	2,684,489	6,222,018
Stock Equities	4,831,717	4,670,313	9,502,030
Mutual Funds	9,460,827	10,984,222	20,445,049
Receivables - Accrued Interest	117,756	75,495	193,251
Prepays	-	500	500
Total Assets	27,661,571	25,130,510	52,792,081
LIABILITIES			
Accounts Payable	-	7,922	7,922
NET POSITION			
Net Position Restricted for Pensions	27,661,571	25,122,588	52,784,159

VILLAGE OF LIBERTYVILLE, ILLINOIS

Pension Trust Funds

**Combining Statement of Changes in Fiduciary Net Position
For the Fiscal Year Ended April 30, 2016**

	Police Pension	Firefighters' Pension	Totals
Additions			
Contributions - Employer	\$ 2,306,006	1,647,860	3,953,866
Contributions - Plan Members	374,176	366,908	741,084
Total Contributions	2,680,182	2,014,768	4,694,950
Investment Income			
Interest Earned	1,715,803	715,137	2,430,940
Net Change in Fair Value	(1,770,096)	(702,379)	(2,472,475)
	(54,293)	12,758	(41,535)
Less Investment Expenses	(49,197)	(60,988)	(110,185)
Net Investment Income	(103,490)	(48,230)	(151,720)
Total Additions	2,576,692	1,966,538	4,543,230
Deductions			
Administration	41,959	40,412	82,371
Benefits	2,209,803	1,450,109	3,659,912
Total Deductions	2,251,762	1,490,521	3,742,283
Change in Fiduciary Net Position	324,930	476,017	800,947
Net Position Restricted for Pensions			
Beginning	27,336,641	24,646,571	51,983,212
Ending	27,661,571	25,122,588	52,784,159

VILLAGE OF LIBERTYVILLE, ILLINOIS

Police Pension - Pension Trust Fund

**Schedule of Changes in Fiduciary Net Position - Budget and Actual
For the Fiscal Year Ended April 30, 2016**

	Budget		Actual
	Original	Final	
Additions			
Contributions - Employer	\$ 1,490,000	1,490,000	2,306,006
Contributions - Plan Members	354,000	354,000	374,176
Total Contributions	1,844,000	1,844,000	2,680,182
Investment Income			
Interest Earned	425,000	425,000	1,715,803
Net Change in Fair Value	-	(421,500)	(1,770,096)
	425,000	3,500	(54,293)
Less Investment Expenses	(65,000)	(65,000)	(49,197)
Net Investment Income	360,000	(61,500)	(103,490)
Total Additions	2,204,000	1,782,500	2,576,692
Deductions			
Administration	33,200	33,200	41,959
Benefits	2,209,810	2,209,810	2,209,803
Total Deductions	2,243,010	2,243,010	2,251,762
Change in Fiduciary Net Position	(39,010)	(460,510)	324,930
Net Position Restricted for Pensions			
Beginning			27,336,641
Ending			27,661,571

VILLAGE OF LIBERTYVILLE, ILLINOIS

Firefighters' Pension - Pension Trust Fund

**Schedule of Changes in Fiduciary Net Position - Budget and Actual
For the Fiscal Year Ended April 30, 2016**

	Budget		Actual
	Original	Final	
Additions			
Contributions - Employer	\$ 1,190,000	1,190,000	1,647,860
Contributions - Plan Members	345,000	345,000	366,908
Total Contributions	1,535,000	1,535,000	2,014,768
Investment Income			
Interest Earned	500,000	500,000	715,137
Net Change in Fair Value	-	-	(702,379)
	500,000	500,000	12,758
Less Investment Expenses	(60,000)	(60,000)	(60,988)
Net Investment Income	440,000	440,000	(48,230)
Total Additions	1,975,000	1,975,000	1,966,538
Deductions			
Administration	38,500	38,500	40,412
Benefits	1,303,750	1,450,750	1,450,109
Total Deductions	1,342,250	1,489,250	1,490,521
Change in Fiduciary Net Position	632,750	485,750	476,017
Net Position Restricted for Pensions			
Beginning			24,646,571
Ending			25,122,588

SUPPLEMENTAL SCHEDULES

VILLAGE OF LIBERTYVILLE, ILLINOIS

Long-Term Debt Requirements

**General Obligation Limited Tax Refunding Bonds of 2008
April 30, 2016**

Date of Issue	December 23, 2008
Date of Maturity	December 15, 2019
Authorized Issue	\$1,710,000
Denomination of Bonds	\$5,000
Interest Rates	2.50% to 4.20%
Interest Dates	June 15 and December 15
Principal Maturity Date	December 15
Payable at	New York Mellon Trust Company Chicago, Illinois

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Tax Levy Year	Requirements			Interest Due on			
	Principal	Interest	Totals	Jun. 15	Amount	Dec. 15	Amount
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>785,000</u>	<u>81,792</u>	<u>866,792</u>		<u>40,895</u>		<u>40,897</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

Long-Term Debt Requirements

**General Obligation Alternate Refunding Bonds of 2010A
April 30, 2016**

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

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Tax Levy Year	Requirements			Interest Due on			
	Principal	Interest	Totals	Jun. 15	Amount	Dec. 15	Amount
2015	\$ 75,000	468,755	543,755	2016	234,377	2016	234,378
2016	75,000	466,505	541,505	2017	233,252	2017	233,253
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>11,420,000</u>	<u>5,151,665</u>	<u>16,571,665</u>		<u>2,575,826</u>		<u>2,575,839</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

Long-Term Debt Requirements

**General Obligation Alternate Refunding Bonds of 2010B
April 30, 2016**

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

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Tax Levy Year	Requirements			Interest Due on			
	Principal	Interest	Totals	Jun. 15	Amount	Dec. 15	Amount
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>2,900,000</u>	<u>1,128,878</u>	<u>4,028,878</u>		<u>564,439</u>		<u>564,439</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

Long-Term Debt Requirements

**General Obligation Alternate Refunding Bonds of 2010C
April 30, 2016**

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

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Tax Levy Year	Requirements			Interest Due on			
	Principal	Interest	Totals	Jun. 15	Amount	Dec. 15	Amount
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>2,695,000</u>	<u>215,075</u>	<u>2,910,075</u>		<u>107,539</u>		<u>107,536</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

Long-Term Debt Requirements

**General Obligation Alternate Refunding Bonds of 2010D
April 30, 2016**

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

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Tax Levy Year	Requirements			Interest Due on			
	Principal	Interest	Totals	Jun. 15	Amount	Dec. 15	Amount
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>135,000</u>	<u>5,130</u>	<u>140,130</u>		<u>2,565</u>		<u>2,565</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

Long-Term Debt Requirements

**General Obligation Bonds of 2012A
April 30, 2016**

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

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Tax Levy Year	Requirements			Interest Due on			
	Principal	Interest	Totals	Jun. 15	Amount	Dec. 15	Amount
2015	\$ 210,000	96,325	306,325	2016	48,163	2016	48,162
2016	220,000	92,125	312,125	2017	46,063	2017	46,062
2017	230,000	87,725	317,725	2018	43,863	2018	43,862
2018	235,000	83,125	318,125	2019	41,563	2019	41,562
2019	245,000	78,425	323,425	2020	39,213	2020	39,212
2020	255,000	73,525	328,525	2021	36,763	2021	36,762
2021	265,000	68,425	333,425	2022	34,213	2022	34,212
2022	280,000	63,125	343,125	2023	31,563	2023	31,562
2023	290,000	57,525	347,525	2024	28,763	2024	28,762
2024	300,000	51,725	351,725	2025	25,863	2025	25,862
2025	310,000	45,725	355,725	2026	22,863	2026	22,862
2026	325,000	39,525	364,525	2027	19,763	2027	19,762
2027	340,000	32,700	372,700	2028	16,350	2028	16,350
2028	350,000	25,390	375,390	2029	12,695	2029	12,695
2029	365,000	17,515	382,515	2030	8,758	2030	8,757
2030	380,000	9,120	389,120	2031	4,560	2031	4,560
	<u>4,600,000</u>	<u>922,025</u>	<u>5,522,025</u>		<u>461,019</u>		<u>461,006</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

Long-Term Debt Requirements

**General Obligation Waterworks and Sewerage Alternate Revenue Source Bonds of 2012B
April 30, 2016**

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

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Tax Levy Year	Requirements			Interest Due on			
	Principal	Interest	Totals	May 1	Amount	Nov. 1	Amount
2015	\$ 165,000	81,050	246,050	2016	41,350	2016	39,700
2016	170,000	77,700	247,700	2017	39,700	2017	38,000
2017	175,000	74,250	249,250	2018	38,000	2018	36,250
2018	185,000	70,650	255,650	2019	36,250	2019	34,400
2019	190,000	66,900	256,900	2020	34,400	2020	32,500
2020	200,000	63,000	263,000	2021	32,500	2021	30,500
2021	205,000	58,950	263,950	2022	30,500	2022	28,450
2022	215,000	54,750	269,750	2023	28,450	2023	26,300
2023	225,000	50,350	275,350	2024	26,300	2024	24,050
2024	235,000	45,750	280,750	2025	24,050	2025	21,700
2025	245,000	40,950	285,950	2026	21,700	2026	19,250
2026	255,000	35,822	290,822	2027	19,250	2027	16,572
2027	265,000	30,296	295,296	2028	16,573	2028	13,723
2028	275,000	24,354	299,354	2029	13,724	2029	10,630
2029	285,000	17,982	302,982	2030	10,630	2030	7,352
2030	295,000	11,166	306,166	2031	7,353	2031	3,813
2031	305,000	3,813	308,813	2032	3,813	2032	-
	<u>3,890,000</u>	<u>807,733</u>	<u>4,697,733</u>		<u>424,543</u>		<u>383,190</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

Long-Term Debt Requirements

**General Obligation Bonds of 2013A
April 30, 2016**

Date of Issue	October 23, 2013
Date of Maturity	December 15, 2032
Authorized Issue	\$5,000,000
Denomination of Bonds	\$5,000
Interest Rates	2.00% to 4.00%
Interest Dates	June 15 and December 15
Principal Maturity Date	December 15
Payable at	New York Mellon Trust Company Chicago, Illinois

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Tax Levy Year	Requirements			Interest Due on			
	Principal	Interest	Totals	Jun. 15	Amount	Dec. 15	Amount
2015	\$ 195,000	159,787	354,787	2016	79,894	2016	79,893
2016	205,000	153,937	358,937	2017	76,969	2017	76,968
2017	210,000	147,787	357,787	2018	73,894	2018	73,893
2018	220,000	141,487	361,487	2019	70,744	2019	70,743
2019	230,000	134,887	364,887	2020	67,444	2020	67,443
2020	240,000	127,988	367,988	2021	63,994	2021	63,994
2021	250,000	120,788	370,788	2022	60,394	2022	60,394
2022	260,000	113,288	373,288	2023	56,644	2023	56,644
2023	270,000	105,488	375,488	2024	52,744	2024	52,744
2024	280,000	97,388	377,388	2025	48,694	2025	48,694
2025	290,000	88,288	378,288	2026	44,144	2026	44,144
2026	300,000	78,500	378,500	2027	39,250	2027	39,250
2027	315,000	68,000	383,000	2028	34,000	2028	34,000
2028	325,000	55,400	380,400	2029	27,700	2029	27,700
2029	340,000	42,400	382,400	2030	21,200	2030	21,200
2030	355,000	28,800	383,800	2031	14,400	2031	14,400
2031	365,000	14,600	379,600	2032	7,300	2032	7,300
	<u>4,650,000</u>	<u>1,678,813</u>	<u>6,328,813</u>		<u>839,409</u>		<u>839,404</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

Long-Term Debt Requirements

**General Obligation Waterworks and Sewerage Alternate Revenue Source Bonds of 2013B
April 30, 2016**

Date of Issue	October 23, 2013
Date of Maturity	May 1, 2032
Authorized Issue	\$4,200,000
Denomination of Bonds	\$5,000
Interest Rates	2.00% to 4.00%
Interest Dates	May 1 and November 1
Principal Maturity Date	May 1
Payable at	New York Mellon Trust Company Chicago, Illinois

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Tax Levy Year	Requirements			Interest Due on			
	Principal	Interest	Totals	May 1	Amount	Nov. 1	Amount
2015	\$ 160,000	126,575	286,575	2016	64,087	2016	62,488
2016	165,000	123,325	288,325	2017	62,487	2017	60,838
2017	175,000	119,925	294,925	2018	60,837	2018	59,088
2018	180,000	116,150	296,150	2019	59,087	2019	57,063
2019	190,000	111,275	301,275	2020	57,062	2020	54,213
2020	195,000	105,500	300,500	2021	54,212	2021	51,288
2021	205,000	99,500	304,500	2022	51,287	2022	48,213
2022	210,000	93,275	303,275	2023	48,212	2023	45,063
2023	220,000	86,275	306,275	2024	45,062	2024	41,213
2024	230,000	78,400	308,400	2025	41,212	2025	37,188
2025	240,000	69,875	309,875	2026	37,187	2026	32,688
2026	250,000	60,687	310,687	2027	32,687	2027	28,000
2027	260,000	50,800	310,800	2028	28,000	2028	22,800
2028	270,000	40,200	310,200	2029	22,800	2029	17,400
2029	280,000	29,200	309,200	2030	17,400	2030	11,800
2030	290,000	17,800	307,800	2031	11,800	2031	6,000
2031	300,000	6,000	306,000	2032	6,000	2032	-
	<u>3,820,000</u>	<u>1,334,762</u>	<u>5,154,762</u>		<u>699,419</u>		<u>635,343</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

Long-Term Debt Requirements

**General Obligation Refunding Waterworks and Sewerage Alternate Revenue Source Bonds of 2014A
April 30, 2016**

Date of Issue	April 8, 2014
Date of Maturity	May 1, 2022
Authorized Issue	\$2,215,000
Denomination of Bonds	\$5,000
Interest Rate	3.00%
Interest Dates	May 1 and November 1
Principal Maturity Date	May 1
Payable at	New York Mellon Trust Company Chicago, Illinois

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Tax Levy Year	Requirements			Interest Due on			
	Principal	Interest	Totals	May 1	Amount	Nov. 1	Amount
2015	\$ 255,000	55,275	310,275	2016	29,550	2016	25,725
2016	260,000	47,550	307,550	2017	25,725	2017	21,825
2017	270,000	39,600	309,600	2018	21,825	2018	17,775
2018	285,000	31,275	316,275	2019	17,775	2019	13,500
2019	290,000	22,650	312,650	2020	13,500	2020	9,150
2020	300,000	13,800	313,800	2021	9,150	2021	4,650
2021	310,000	4,650	314,650	2022	4,650	2022	-
	<u>1,970,000</u>	<u>214,800</u>	<u>2,184,800</u>		<u>122,175</u>		<u>92,625</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

Long-Term Debt Requirements

**General Obligation Bonds of 2014B
April 30, 2016**

Date of Issue	October 29, 2014
Date of Maturity	December 15, 2032
Authorized Issue	\$5,000,000
Denomination of Bonds	\$5,000
Interest Rates	2.00% to 3.00%
Interest Dates	June 15 and December 15
Principal Maturity Date	December 15
Payable at	New York Mellon Trust Company Chicago, Illinois

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Tax Levy Year	Requirements			Interest Due on			
	Principal	Interest	Totals	Jun. 15	Amount	Dec. 15	Amount
2015	\$ 205,000	131,350	336,350	2016	65,675	2016	65,675
2016	210,000	127,250	337,250	2017	63,625	2017	63,625
2017	220,000	123,050	343,050	2018	61,525	2018	61,525
2018	230,000	118,650	348,650	2019	59,325	2019	59,325
2019	240,000	114,050	354,050	2020	57,025	2020	57,025
2020	250,000	109,250	359,250	2021	54,625	2021	54,625
2021	255,000	104,250	359,250	2022	52,125	2022	52,125
2022	270,000	96,600	366,600	2023	48,300	2023	48,300
2023	280,000	88,500	368,500	2024	44,250	2024	44,250
2024	290,000	80,100	370,100	2025	40,050	2025	40,050
2025	300,000	71,400	371,400	2026	35,700	2026	35,700
2026	315,000	62,400	377,400	2027	31,200	2027	31,200
2027	325,000	52,950	377,950	2028	26,475	2028	26,475
2028	340,000	43,200	383,200	2029	21,600	2029	21,600
2029	355,000	33,000	388,000	2030	16,500	2030	16,500
2030	365,000	22,350	387,350	2031	11,175	2031	11,175
2031	380,000	11,400	391,400	2032	5,700	2032	5,700
	<u>4,830,000</u>	<u>1,389,750</u>	<u>6,219,750</u>		<u>694,875</u>		<u>694,875</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

Long-Term Debt Requirements

**General Obligation Bonds of 2015A
April 30, 2016**

Date of Issue	October 28, 2015
Date of Maturity	December 15, 2032
Authorized Issue	\$5,000,000
Denomination of Bonds	\$5,000
Interest Rates	2.00% to 3.25%
Interest Dates	June 15 and December 15
Principal Maturity Date	December 15
Payable at	New York Mellon Trust Company Chicago, Illinois

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Tax Levy Year	Requirements			Interest Due on			
	Principal	Interest	Totals	Jun. 15	Amount	Dec. 15	Amount
2015	\$ 175,000	159,329	334,329	2016	88,864	2016	70,465
2016	220,000	137,430	357,430	2017	68,715	2017	68,715
2017	230,000	133,030	363,030	2018	66,515	2018	66,515
2018	240,000	128,430	368,430	2019	64,215	2019	64,215
2019	250,000	123,630	373,630	2020	61,815	2020	61,815
2020	260,000	117,380	377,380	2021	58,690	2021	58,690
2021	270,000	110,880	380,880	2022	55,440	2022	55,440
2022	280,000	102,780	382,780	2023	51,390	2023	51,390
2023	290,000	94,380	384,380	2024	47,190	2024	47,190
2024	300,000	85,680	385,680	2025	42,840	2025	42,840
2025	315,000	76,680	391,680	2026	38,340	2026	38,340
2026	325,000	67,230	392,230	2027	33,615	2027	33,615
2027	340,000	57,480	397,480	2028	28,740	2028	28,740
2028	355,000	47,280	402,280	2029	23,640	2029	23,640
2029	370,000	36,630	406,630	2030	18,315	2030	18,315
2030	380,000	25,160	405,160	2031	12,580	2031	12,580
2031	400,000	13,000	413,000	2032	6,500	2032	6,500
	<u>5,000,000</u>	<u>1,516,409</u>	<u>6,516,409</u>		<u>767,404</u>		<u>749,005</u>

VILLAGE OF LIBERTYVILLE, ILLINOIS

Long-Term Debt Requirements

**General Obligation Alternate Revenue Source Bonds of 2015B
April 30, 2016**

Date of Issue	October 28, 2015
Date of Maturity	May 1, 2032
Authorized Issue	\$4,200,000
Denomination of Bonds	\$5,000
Interest Rates	2.00% to 3.50%
Interest Dates	May 1 and November 1
Principal Maturity Date	November 1
Payable at	New York Mellon Trust Company Chicago, Illinois

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Tax Levy Year	Requirements			Interest Due on			
	Principal	Interest	Totals	May 1	Amount	Nov. 1	Amount
2015	\$ 60,000	120,817	180,817	2016	61,210	2016	59,607
2016	65,000	118,563	183,563	2017	59,606	2017	58,957
2017	55,000	117,362	172,362	2018	58,956	2018	58,406
2018	45,000	116,362	161,362	2019	58,406	2019	57,956
2019	45,000	115,462	160,462	2020	57,956	2020	57,506
2020	35,000	114,662	149,662	2021	57,506	2021	57,156
2021	35,000	113,962	148,962	2022	57,156	2022	56,806
2022	350,000	109,675	459,675	2023	56,806	2023	52,869
2023	355,000	101,522	456,522	2024	52,869	2024	48,653
2024	360,000	92,806	452,806	2025	48,653	2025	44,153
2025	365,000	83,287	448,287	2026	44,153	2026	39,134
2026	375,000	73,112	448,112	2027	39,134	2027	33,978
2027	385,000	61,941	446,941	2028	33,978	2028	27,963
2028	395,000	49,754	444,754	2029	27,963	2029	21,791
2029	410,000	36,663	446,663	2030	21,791	2030	14,872
2030	425,000	22,572	447,572	2031	14,872	2031	7,700
2031	440,000	7,700	447,700	2032	7,700	2032	-
	<u>4,200,000</u>	<u>1,456,222</u>	<u>5,656,222</u>		<u>758,715</u>		<u>697,507</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 Position by Component - Last Ten Fiscal Years
April 30, 2016 (Unaudited)**

See Following Page

VILLAGE OF LIBERTYVILLE, ILLINOIS

**Net Position by Component - Last Ten Fiscal Years
April 30, 2016 (Unaudited)**

	2007	2008	2009
Governmental Activities			
Net Investment in Capital Assets	\$ 145,149,599	146,129,781	151,837,268
Restricted	1,298,287	1,338,773	1,225,206
Unrestricted	18,116,079	19,795,069	14,285,053
Total Governmental Activities Net Position	164,563,965	167,263,623	167,347,527
Business-Type Activities			
Net Investment in Capital Assets	16,156,592	16,895,822	17,292,192
Unrestricted	2,584,234	805,916	(2,340,559)
Total Business-Type Activities Net Position	18,740,826	17,701,738	14,951,633
Primary Government			
Net Investment in Capital Assets	161,306,191	163,025,603	169,129,460
Restricted	1,298,287	1,338,773	1,225,206
Unrestricted	20,700,313	20,600,985	11,944,494
Total Primary Government Net Position	183,304,791	184,965,361	182,299,160

Data Source: Village Records

2010	2011	2012	2013	2014	2015	2016
155,042,487	152,790,891	151,632,425	149,549,586	146,332,268	141,515,672	138,374,721
1,036,836	1,930,223	1,806,307	2,751,346	3,790,541	4,580,001	4,940,551
3,369,441	6,265,532	9,800,419	14,229,988	14,714,283	17,209,270	(23,746,067)
159,448,764	160,986,646	163,239,151	166,530,920	164,837,092	163,304,943	119,569,205
17,379,271	17,002,713	16,457,414	17,455,144	22,293,035	20,815,023	19,474,353
3,336,604	2,148,206	2,488,606	1,396,653	(1,760,239)	(95,631)	310,490
20,715,875	19,150,919	18,946,020	18,851,797	20,532,796	20,719,392	19,784,843
172,421,758	169,793,604	168,089,839	167,004,730	168,625,303	162,330,695	157,849,074
1,036,836	1,930,223	1,806,307	2,751,346	3,790,541	4,580,001	4,940,551
6,706,045	8,413,738	12,289,025	15,626,641	12,954,044	17,113,639	(23,435,577)
180,164,639	180,137,565	182,185,171	185,382,717	185,369,888	184,024,335	139,354,048

VILLAGE OF LIBERTYVILLE, ILLINOIS

Changes in Net Position - Last Ten Fiscal Years
April 30, 2016 (Unaudited)

	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Expenses										
Governmental Activities										
General Government	\$ 2,468,057	2,815,826	2,857,313	2,850,107	2,471,416	2,630,190	2,435,465	2,054,617	2,758,325	4,251,986
Community Development	1,136,810	1,286,825	1,315,490	1,327,110	1,241,044	1,311,039	1,331,882	1,427,236	1,855,714	2,019,539
Public Safety	11,073,209	12,893,235	13,343,437	13,318,393	13,865,295	13,821,741	14,513,947	14,849,529	15,391,544	23,009,447
Public Works	3,730,768	3,848,776	3,963,080	3,996,726	3,928,442	3,868,391	4,076,596	8,131,163	9,681,808	8,390,869
Parks and Recreation	3,091,115	3,194,934	3,095,859	2,933,418	2,858,784	2,803,764	2,811,451	2,886,570	2,977,849	1,300,552
Economic Development	939,443	695,858	1,651,999	487,576	2,708,857	2,917,982	2,796,285	2,105,591	2,341,529	3,147,949
Interest on Long-Term Debt	234,969	193,187	193,112	86,254	103,998	57,295	109,963	115,236	461,674	506,388
Total Governmental Activities Expenses	22,674,371	24,928,641	26,420,290	24,999,584	27,177,836	27,410,402	28,075,589	31,569,942	35,468,443	42,626,730
Business-Type Activities										
Waterworks and Sewerage	7,047,807	7,374,060	7,575,730	7,260,535	8,025,210	7,434,983	7,994,677	7,932,435	7,955,650	9,897,337
Libertyville Sports Complex	3,834,185	4,141,989	3,767,660	3,556,043	3,379,087	3,400,155	3,305,697	3,414,727	3,332,484	3,450,781
Total Business-Type Activities Net Position	10,881,992	11,516,049	11,343,390	10,816,578	11,404,297	10,835,138	11,300,374	11,347,162	11,288,134	13,348,118
Total Primary Government Expenses	33,556,363	36,444,690	37,763,680	35,816,162	38,582,133	38,245,540	39,375,963	42,917,104	46,756,577	55,974,848
Program Revenues										
Governmental Activities										
Charges for Services										
General Government	4,109,949	3,940,484	4,058,357	3,746,656	3,803,987	4,279,235	4,584,087	4,486,044	4,535,220	4,803,563
Community Development	423,194	299,923	385,513	293,603	258,792	412,641	366,961	334,863	452,762	432,248
Public Safety	2,773,671	3,092,050	3,184,475	3,225,790	3,380,120	3,706,711	3,866,375	4,087,984	4,358,283	4,596,007
Parks and Recreation	1,291,404	1,294,725	1,219,846	1,204,507	1,244,862	1,318,077	1,194,394	1,062,959	1,057,050	1,156,420
Capital Grants/Contributions	601,837	704,992	874,399	533,583	977,802	692,390	1,116,419	1,219,274	678,014	519,635
Total Governmental Activities Program Revenues	9,200,055	9,332,174	9,722,590	9,004,139	9,665,563	10,409,054	11,128,236	11,191,124	11,081,329	11,507,873
Business-Type Activities										
Charges for Services										
Waterworks and Sewerage	6,803,946	6,261,728	5,837,221	5,766,417	6,906,343	7,395,741	8,102,600	8,182,517	7,887,485	8,273,189
Libertyville Sports Complex	3,075,067	3,213,660	2,704,025	2,363,709	2,315,181	2,544,891	2,714,129	2,695,475	2,725,082	3,382,313
Capital Grants/Contributions	695,648	829,396	31,500	-	-	108,937	41,450	19,095	-	-
Total Business-Type Activities Program Revenues	10,574,661	10,304,784	8,572,746	8,130,126	9,221,524	10,049,569	10,858,179	10,897,087	10,612,567	11,655,502
Total Primary Government Program Revenues	19,774,716	19,636,958	18,295,336	17,134,265	18,887,087	20,458,623	21,986,415	22,088,211	21,693,896	23,163,375

	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Net (Expense) Revenue										
Governmental Activities	\$ (13,474,316)	(15,596,467)	(16,697,700)	(15,995,445)	(17,512,273)	(17,001,348)	(16,947,353)	(20,378,818)	(24,387,114)	(31,118,857)
Business-Type Activities	(307,331)	(1,211,265)	(2,770,644)	(2,686,452)	(2,182,773)	(785,569)	(442,195)	(450,075)	(675,567)	(1,692,616)
Total Primary Government Net Revenue (Expense)	(13,781,647)	(16,807,732)	(19,468,344)	(18,681,897)	(19,695,046)	(17,786,917)	(17,389,548)	(20,828,893)	(25,062,681)	(32,811,473)
General Revenues and Other Changes in Net Position										
Governmental Activities										
Taxes										
Property Taxes	6,868,027	7,199,409	7,519,390	8,003,971	8,265,208	8,675,085	8,980,556	9,258,558	10,362,392	10,976,003
Other Taxes	431,258	447,149	404,664	849,687	2,772,708	2,501,968	2,222,533	2,077,888	1,891,545	1,873,508
Intergovernmental										
Sales and Use Taxes	7,569,381	7,304,853	6,086,067	5,649,260	6,084,335	6,143,233	6,412,366	6,810,033	8,322,675	7,940,319
Income Taxes	1,748,207	1,909,785	1,889,000	1,600,904	1,664,499	1,736,561	1,888,088	1,978,062	1,966,255	2,203,423
Other	476,047	85,138	183,490	78,270	159,300	213,390	218,014	210,593	235,219	62,273
Interest Income	837,852	885,382	391,979	85,192	14,115	7,061	32,348	49,201	56,617	131,329
Miscellaneous	2,288,709	361,404	203,324	224,398	545,990	546,555	817,217	408,685	853,993	524,540
Transfers - Internal Activity	102,975	103,005	103,690	(8,395,000)	(456,000)	(570,000)	(332,000)	(2,108,030)	(833,731)	(1,224,647)
Total Governmental Activities	20,322,456	18,296,125	16,781,604	8,096,682	19,050,155	19,253,853	20,239,122	18,684,990	22,854,965	22,486,748
Business-Type Activities										
Taxes										
Property Taxes	31,542	24,637	25,479	25,498	-	-	-	-	-	-
Interest Income	252,059	242,545	90,748	22,196	8,213	1,921	7,972	14,807	16,603	21,588
Miscellaneous	8,000	8,000	8,000	8,000	153,604	8,749	8,000	8,237	11,829	28,117
Transfers - Internal Activity	(102,975)	(103,005)	(103,690)	8,395,000	456,000	570,000	332,000	2,108,030	833,731	1,224,647
Total Business-Type Activities	188,626	172,177	20,537	8,450,694	617,817	580,670	347,972	2,131,074	862,163	1,274,352
Total Primary Government	20,511,082	18,468,302	16,802,141	16,547,376	19,667,972	19,834,523	20,587,094	20,816,064	23,717,128	23,761,100
Changes in Net Position										
Governmental Activities	6,848,140	2,699,658	83,904	(7,898,763)	1,537,882	2,252,505	3,291,769	(1,693,828)	(1,532,149)	(8,632,109)
Business-Type Activities	(118,705)	(1,039,088)	(2,750,107)	5,764,242	(1,564,956)	(204,899)	(94,223)	1,680,999	186,596	(418,264)
Total Primary Government	6,729,435	1,660,570	(2,666,203)	(2,134,521)	(27,074)	2,047,606	3,197,546	(12,829)	(1,345,553)	(9,050,373)

Data Source: Village Records

VILLAGE OF LIBERTYVILLE, ILLINOIS

**Fund Balances of Governmental Funds - Last Ten Fiscal Years
April 30, 2016 (Unaudited)**

	2007	2008	2009	2010
General Fund				
Reserved	\$ 969,572	1,117,762	1,082,056	1,302,726
Unreserved	10,658,159	10,447,178	9,767,586	1,378,303
Nonspendable	-	-	-	-
Restricted	-	-	-	-
Unassigned	-	-	-	-
Total General Fund	11,627,731	11,564,940	10,849,642	2,681,029
All Other Governmental Funds				
Reserved	1,909,238	2,018,181	1,903,254	1,699,788
Unreserved, Reported in:				
Special Revenues Funds	-	-	-	-
Debt Service Funds	-	-	-	-
Capital Improvement Funds	2,433,476	2,843,754	1,779,700	1,349,350
TIF Construction Funds	4,613,664	5,943,715	2,395,970	175,328
Nonspendable	-	-	-	-
Restricted	-	-	-	-
Committed	-	-	-	-
Assigned	-	-	-	-
Total All Other Governmental Funds	8,956,378	10,805,650	6,078,924	3,224,466
Total Governmental Funds	20,584,109	22,370,590	16,928,566	5,905,495

Data Source: Village Records

The Village implemented GASB 54 in Fiscal Year 2011.

2011	2012	2013	2014	2015	2016
-	-	-	-	-	-
-	-	-	-	-	-
956,359	1,021,714	1,431,931	1,362,547	1,630,354	1,522,850
642,230	727,166	953,617	1,152,023	1,197,074	1,219,380
3,213,604	5,988,654	8,468,691	9,077,819	11,532,337	10,032,058
4,812,193	7,737,534	10,854,239	11,592,389	14,359,765	12,774,288
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
10,877	10,025	9,046	7,935	7,440	7,255
1,322,866	1,102,360	1,861,845	2,696,378	3,562,231	3,946,240
1,255,236	1,282,864	1,349,535	1,368,442	1,470,014	1,581,711
2,145,345	2,625,343	8,293,193	10,072,387	11,075,945	15,138,659
4,734,324	5,020,592	11,513,619	14,145,142	16,115,630	20,673,865
9,546,517	12,758,126	22,367,858	25,737,531	30,475,395	33,448,153

VILLAGE OF LIBERTYVILLE, ILLINOIS

General Governmental Revenues by Source - Last Ten Fiscal Years

(In Thousands)

April 30, 2016 (Unaudited)

Source	2007	2008	2009	2010
Taxes	\$ 7,300	7,647	7,924	8,854
Licenses and Permits	2,468	2,184	2,256	1,745
Intergovernmental	10,395	10,005	8,717	7,862
Charges for Services	5,943	6,210	6,262	6,453
Fines and Forfeits	187	233	330	272
Interest	816	857	386	82
Miscellaneous	2,289	361	203	224
Totals	29,398	27,497	26,078	25,492

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

Data Source: Village Records

2011	2012	2013	2014	2015	2016
11,038	11,177	11,203	11,336	12,254	12,850
1,352	1,508	1,673	1,715	1,876	2,213
8,886	8,786	9,635	9,602	11,202	10,726
6,909	7,608	7,668	7,574	7,740	8,021
426	600	671	683	787	754
14	6	29	44	52	123
546	547	817	409	854	524
29,171	30,232	31,696	31,363	34,765	35,211

VILLAGE OF LIBERTYVILLE, ILLINOIS

General Governmental Expenditures by Function - Last Ten Fiscal Years

(In Thousands)

April 30, 2016 (Unaudited)

Function	2007	2008	2009	2010
General Government	\$ 2,443	2,683	2,739	2,584
Community Development	1,137	1,287	1,315	1,327
Public Safety	12,393	12,737	13,095	13,224
Public Works	2,075	2,345	2,190	2,133
Parks and Recreation	2,803	2,909	2,807	2,631
Economic Development	939	696	5,456	4,780
Capital Outlay	765	1,706	2,546	1,153
Debt Service				
Principal	1,215	1,240	1,310	195
Interest and Fiscal Charges	246	211	197	93
Totals	24,016	25,814	31,655	28,120

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

Data Source: Village Records

2011	2012	2013	2014	2015	2016
2,381	2,546	2,644	2,717	2,908	3,044
1,241	1,311	1,332	1,427	1,856	2,019
13,724	13,741	14,405	14,603	15,469	17,352
2,047	1,988	2,191	2,250	2,334	2,468
2,595	2,540	2,550	2,625	2,912	3,057
1,855	2,880	2,006	2,106	2,342	3,148
968	1,155	1,333	4,806	5,588	5,550
180	220	225	230	595	815
105	69	119	166	350	506
25,096	26,450	26,805	30,930	34,354	37,959

VILLAGE OF LIBERTYVILLE, ILLINOIS

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

(In Thousands)

April 30, 2016 (Unaudited)

	2007	2008	2009	2010
Revenues				
Taxes	\$ 7,300	7,647	7,924	8,854
Licenses and Permits	2,468	2,184	2,256	1,745
Intergovernmental	10,395	10,005	8,717	7,862
Charges for Services	5,943	6,210	6,262	6,453
Fines and Forfeits	187	233	330	272
Investment Income	816	857	386	82
Miscellaneous	2,289	361	203	224
Total Revenues	29,398	27,497	26,078	25,492
Expenditures				
General Government	2,443	2,683	2,739	2,584
Community Development	1,137	1,287	1,315	1,327
Public Safety	12,393	12,737	13,095	13,224
Public Works	2,075	2,345	2,190	2,133
Parks and Recreation	2,803	2,909	2,807	2,631
Economic Development	939	696	5,456	4,780
Capital Outlay	765	1,706	2,546	1,153
Debt Service				
Principal	1,215	1,240	1,310	195
Interest and Fiscal Charges	246	211	197	93
Total Expenditures	24,016	25,814	31,655	28,120
Excess of Revenues Over (Under) Expenditures	5,382	1,683	(5,577)	(2,628)
Other Financing Sources (Uses)				
Proceeds from Bonds	-	-	1,698	-
Premium on Debt Issuance	-	-	-	-
Payments to Escrow Agent	-	-	(1,667)	-
Disposal of Capital Assets	-	-	-	-
Transfers In	956	479	487	939
Transfers Out	(853)	(376)	(383)	(9,334)
	103	103	135	(8,395)
Net Change in Fund Balances	5,485	1,786	(5,442)	(11,023)
Debt Service as a Percentage of Noncapital Expenditures	6.28%	6.07%	6.03%	1.27%

Data Source: Village Records

2011	2012	2013	2014	2015	2016
11,038	11,177	11,203	11,336	12,254	12,850
1,352	1,508	1,673	1,715	1,876	2,213
8,886	8,786	9,635	9,602	11,202	10,726
6,909	7,608	7,668	7,574	7,740	8,021
426	600	671	683	787	754
14	6	29	44	52	123
546	547	817	409	854	524
29,171	30,232	31,696	31,363	34,765	35,211
2,381	2,546	2,644	2,717	2,908	3,044
1,241	1,311	1,332	1,427	1,856	2,019
13,724	13,741	14,405	14,603	15,469	17,352
2,047	1,988	2,191	2,250	2,334	2,468
2,595	2,540	2,550	2,625	2,912	3,057
1,855	2,880	2,006	2,106	2,342	3,148
968	1,155	1,333	4,806	5,588	5,550
180	220	225	230	595	815
105	69	119	166	350	506
25,096	26,450	26,805	30,930	34,354	37,959
4,075	3,782	4,891	433	411	(2,748)
470	-	5,000	5,000	5,000	5,000
7	-	51	45	10	45
(455)	-	-	-	-	-
-	-	-	-	150	1,900
136	132	129	129	132	1,802
(592)	(702)	(462)	(2,237)	(965)	(3,026)
(434)	(570)	4,718	2,937	4,327	5,721
3,641	3,212	9,609	3,370	4,738	2,973
1.14%	1.14%	1.31%	1.34%	2.76%	3.59%

VILLAGE OF LIBERTYVILLE, ILLINOIS

**Assessed Value and Actual Value of Taxable Property - Last Ten Tax Levy Years
April 30, 2016 (Unaudited)**

Tax Levy Year	Residential Property	Farm	Commercial Property
2006	\$ 885,318,045	\$ 109,640	\$ 156,042,710
2007	944,580,239	115,236	165,025,208
2008	982,088,516	116,705	168,486,530
2009	985,805,551	113,659	170,301,644
2010	949,232,348	115,432	173,402,106
2011	904,438,916	119,502	180,181,416
2012	835,985,887	117,882	160,206,640
2013	790,261,154	54,687	156,069,601
2014	794,905,365	49,228	156,518,854
2015	849,459,682	50,742	157,685,321

Data Source: Lake County Tax Extension Division

Industrial Property	Total	Railroad	Total Assessed Value	Total Direct Tax Rate
\$ 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	1,261,810,086	278,056	1,262,021,669	0.466
97,800,339	1,182,540,173	287,224	1,182,827,397	0.497
96,085,518	1,092,395,927	237,644	1,092,633,571	0.565
96,725,515	1,043,110,957	285,298	1,043,396,255	0.655
89,424,888	1,040,898,335	292,096	1,041,190,431	0.699
93,853,265	1,101,049,010	364,074	1,101,413,084	0.700

VILLAGE OF LIBERTYVILLE, ILLINOIS

**Direct and Overlapping Property Tax Rates - Last Ten Tax Levy Years
April 30, 2016 (Unaudited)**

	2006	2007	2008	2009
Village of Libertyville				
Corporate	0.074	0.073	0.072	0.062
Street & Bridge	0.045	0.044	0.044	0.038
Fire Protection	0.067	0.066	0.064	0.055
Playgrounds and Recreation	0.029	0.030	0.030	0.026
Parks	0.029	0.030	0.030	0.026
IMRF	0.033	0.032	0.032	0.028
Police Pension	0.075	0.072	0.078	0.097
Firefighters Pension	0.052	0.051	0.056	0.077
Recreation for the Handicapped	0.011	0.011	0.011	0.012
Limited Bonds	0.000	0.000	0.000	0.000
Bonds	0.020	0.020	0.017	0.015
Total Direct Tax Rate	0.435	0.429	0.434	0.436
Overlapping Rates				
Grade School District #70	2.297	2.247	2.278	2.283
High School District #128	2.179	2.136	2.163	2.179
Lake County	0.450	0.444	0.453	0.464
Libertyville Township	0.057	0.057	0.058	0.059
Library	0.222	0.219	0.222	0.223
Other	0.487	0.478	0.481	0.487
Total Direct and Overlapping Tax Rate	6.127	6.010	6.089	6.131
Village's Share of Total				
Tax Rate	7.10%	7.14%	7.13%	7.11%

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.

2010	2011	2012	2013	2014	2015
0.066	0.072	0.081	0.081	0.080	0.073
0.039	0.045	0.048	0.050	0.047	0.037
0.061	0.067	0.076	0.079	0.078	0.069
0.029	0.031	0.034	0.036	0.036	0.032
0.029	0.031	0.034	0.036	0.036	0.032
0.031	0.031	0.035	0.036	0.036	0.030
0.100	0.104	0.115	0.130	0.142	0.158
0.080	0.083	0.097	0.109	0.113	0.114
0.013	0.014	0.015	0.014	0.014	0.013
0.000	0.000	0.000	0.000	0.000	0.000
0.018	0.019	0.030	0.084	0.116	0.142
0.466	0.497	0.565	0.655	0.699	0.700
2.431	2.518	2.839	2.993	3.079	3.046
2.324	2.399	2.580	2.919	2.687	2.732
0.505	0.554	0.608	0.663	0.683	0.663
0.058	0.060	0.065	0.069	0.070	0.068
0.238	0.254	0.282	0.303	0.312	0.304
0.509	0.539	0.593	0.631	0.636	0.625
6.531	6.821	7.532	8.233	8.165	8.138
7.14%	7.29%	7.50%	7.96%	8.56%	8.60%

VILLAGE OF LIBERTYVILLE, ILLINOIS

**Principal Property Tax Payers - Current Fiscal Year and Nine Fiscal Years Ago
April 30, 2016 (Unaudited)**

Taxpayer	2016			2007		
	Taxable Assessed Value	Rank	Percentage of Total Village Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total Village Taxable Assessed Value
Hollister Incorporated	\$ 9,591,804	1	0.87%	\$ 10,087,963	2	0.89%
Medline Industries	7,832,551	2	0.71%			
Capmark Finance Inc	6,882,590	3	0.62%			
Advocate Health & Hospital Corp	5,773,572	4	0.52%			
Bridge Point 94, LLC	5,557,622	5	0.50%			
Inland Real Estate Corporation	5,174,287	6	0.47%			
Manufacturers Life Ins. Co.	4,810,908	7	0.44%	7,205,825	4	0.64%
Brit-Libertyville Owner LLC	4,624,537	8	0.42%			
Wynkoop Holdings LLC	4,314,233	9	0.39%			
Bre Retail Spe7 LLC	4,214,305	10	0.38%	4,408,803	7	0.39%
Motorola				17,172,675	1	1.52%
Abbott Laboratories				9,087,682	3	0.81%
Guaranty Bank				5,509,510	5	0.49%
Bradley Operating Ltd				4,437,081	6	0.39%
Medical Center Properties Inc.				3,515,360	8	0.31%
Libertyville Joint Venture				3,305,025	9	0.29%
Calsters				3,292,822	10	0.29%
	<u>58,776,409</u>		<u>5.34%</u>	<u>68,022,746</u>		<u>6.03%</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, 2016 (Unaudited)**

Fiscal Year	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
2007	2006	\$ 4,981	\$ 4,904	98.45%	N/A	\$ 4,904	98.45%
2008	2007	5,238	5,166	98.63%	N/A	5,166	98.63%
2009	2008	5,456	5,447	99.84%	N/A	5,447	99.84%
2010	2009	5,502	5,497	99.91%	N/A	5,497	99.91%
2011	2010	5,714	5,695	99.67%	N/A	5,695	99.67%
2012	2011	5,879	5,874	99.91%	N/A	5,874	99.91%
2013	2012	6,173	5,969	96.70%	N/A	5,969	96.70%
2014	2013	6,834	6,824	99.85%	N/A	6,824	99.85%
2015	2014	7,276	7,232	99.40%	N/A	7,232	99.40%
2016	2015	7,720	N/A	N/A	N/A	N/A	N/A

N/A: Not Available

Data Source: Village Records

VILLAGE OF LIBERTYVILLE, ILLINOIS

Ratios of Outstanding Debt by Type - Last Ten Fiscal Years (In Thousands) April 30, 2016 (Unaudited)

Fiscal Year	Governmental Activities		General Obligation Bonds
	General Obligation Bonds	Installment Contracts	
2007	\$ 4,940	\$ 533	\$ 28,560
2008	3,700	292	27,355
2009	2,445	1,235	25,685
2010	2,250	1,110	25,065
2011	2,085	819	24,505
2012	1,865	776	23,890
2013	6,640	522	26,441
2014	11,410	310	29,350
2015	15,815	181	28,010
2016	20,000	87	30,895

Data Source: Village's Records

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

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

Business-Type Activities			Total Primary Government	Percentage of Personal Income (1)	Per Capita (1)
IEPA Loans	Installment Contracts				
\$ 1,313	\$ 27	\$	35,373	4.22%	\$ 1,705
1,154	76		32,577	3.89%	1,571
991	38		30,394	3.62%	1,465
823	13		29,261	3.49%	1,411
649	-		28,058	2.81%	1,381
471	-		27,002	2.70%	1,329
287	-		33,890	3.39%	1,668
97	-		41,167	4.12%	2,026
-	-		44,006	4.40%	2,166
-	-		50,982	5.10%	2,510

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, 2016 (Unaudited)**

Fiscal Year	Gross General Obligation Bonds	Less: Debt Service Amount Available	Total	Percentage of Equalized Assessed Value (1)	Per Capita (2)
2007	\$ 33,500	\$ 962	\$ 32,538	2.89%	\$ 1,569
2008	31,055	974	30,081	2.50%	1,450
2009	28,130	783	27,347	2.18%	1,318
2010	27,315	536	26,779	2.12%	1,291
2011	26,590	509	26,081	2.07%	1,284
2012	25,755	529	25,226	2.13%	1,242
2013	33,081	479	32,602	2.98%	1,605
2014	40,760	476	40,284	3.86%	1,983
2015	43,825	361	43,464	4.17%	2,140
2016	50,895	459	50,436	4.58%	2,483

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, 2016 (Unaudited)**

Governmental Unit	Gross Debt	Percentage to Debt Applicable to Village (1)	Village's Share of Debt
Village of Libertyville	\$ 50,982,370	100.00%	\$ 50,982,370
Overlapping Debt:			
Libertyville School District #70	9,835,000	92.02%	9,050,167
Hawthorn School District #73	34,186,732	14.28%	4,881,865
Fremont Center School District #79	21,355,000	5.96%	1,272,758
Community High School District #128	6,135,000	37.15%	2,279,153
Mundelein High School District #120	21,534,460	5.67%	1,221,004
Grayslake High School District #127	22,763,402	0.05%	11,382
Lake County Community College #532	72,220,000	4.95%	3,574,890
Lake County	190,325,000	4.70%	8,945,275
Lake County Forest Preserve District	284,615,000	4.70%	13,376,905
Central Lake County JAWA	8,905,000	17.68%	1,574,404
Fremont Public Library District	1,925,000	4.34%	83,545
Subtotal	673,799,594		46,271,347
Total	724,781,964		97,253,717

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

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

VILLAGE OF LIBERTYVILLE, ILLINOIS

**Schedule of Legal Debt Margin - Last Ten Fiscal Years
April 30, 2016 (Unaudited)**

	2007	2008	2009	2010
Assessed Valuation	\$ 1,127,812,367	1,203,544,687	1,257,047,676	1,262,021,669
Bonded Debt Limit - 8.625% of Assessed Value	97,273,817	103,805,729	108,420,362	108,849,369
Amount of Debt Applicable to Limit	2,080,000	1,965,000	175,000	75,000
Legal Debt Margin	95,193,817	101,840,729	108,245,362	108,774,369
Percentage of Legal Debt Margin to Bonded Debt Limit	97.86%	98.11%	99.84%	99.93%

Data Source: Village Records

2011	2012	2013	2014	2015	2016
1,226,143,087	1,182,827,397	1,092,633,571	1,043,396,255	1,041,190,433	1,101,413,084
105,754,841	102,018,863	94,239,645	89,992,927	89,802,675	94,996,878
1,615,000	1,460,000	6,300,000	11,444,926	15,790,897	19,952,370
104,139,841	100,558,863	87,939,645	78,548,001	74,011,778	75,044,508
98.47%	98.57%	93.31%	87.28%	82.42%	79.00%

VILLAGE OF LIBERTYVILLE, ILLINOIS

**Demographic and Economic Statistics - Last Ten Fiscal Years
April 30, 2016 (Unaudited)**

Fiscal Year	(1) Population	(1) Personal Income (in Thousands)	(2) Per Capita Personal Income	(1) Median Age	(3) School Enrollment	(4) Unemployment Rate
2007	20,742	\$ 838,516	\$ 40,426	39.2	2,637	2.50%
2008	20,742	838,516	40,426	39.2	2,576	3.50%
2009	20,742	838,516	40,426	39.2	2,700	5.20%
2010	20,742	838,516	40,426	39.2	2,742	8.00%
2011	20,315	999,823	49,216	43.0	2,507	7.30%
2012	20,315	999,823	49,216	43.0	2,574	6.70%
2013	20,315	999,823	49,216	43.0	2,535	6.40%
2014	20,315	999,823	49,216	43.0	2,439	5.00%
2015	20,315	999,823	49,216	43.0	2,433	4.30%
2016	20,315	999,823	49,216	43.0	2,471	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: Not Available

VILLAGE OF LIBERTYVILLE, ILLINOIS

**Principal Employers - Current Fiscal Year and Nine Fiscal Years Ago
April 30, 2016 (Unaudited)**

Employer	2016			2007		
	Employees	Rank	Percentage of Total Village Employment	Employees	Rank	Percentage of Total Village Employment
Advocate Condell Medical Center	1,858	1	N/A	2,800	1	N/A
Volkswagen Credit	696	2	N/A			
Hollister	512	3	N/A	325	4	N/A
Brightstar	470	4	N/A			
Lake County	414	5	N/A			
Commonwealth Edison	327	6	N/A			
Libertyville School District No. 70	316	7	N/A			
Libertyville Comm. High School No. 128	253	8	N/A			
Fabrication Technologies	242	9	N/A	200	8	N/A
Snap On Credit	235	10	N/A	200	7	N/A
Tempel Steel Co., Libertyville Division				500	2	N/A
Aldridge Electric, Inc.				450	3	N/A
Cambridge Homes				300	5	N/A
Ombudsman Education Services				290	6	N/A
Motorola				200	9	N/A
ONEAC Corporation				193	10	N/A
	<u>5,323</u>		<u>N/A</u>	<u>5,458</u>		<u>N/A</u>

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

N/A: Not Available

VILLAGE OF LIBERTYVILLE, ILLINOIS

**Full-Time Equivalent Village Government Employees by Function - Last Ten Fiscal Years
April 30, 2016 (Unaudited)**

Function	2007	2008	2009	2010
General Government				
Administration	3	3	3	3
Finance	9	9	9	9
Public Works	33	33	33	33
Police	58	59	59	59
Fire	33	34	34	34
Community Development	13	13	13	13
Water and Sewer	4	4	5	5
Parks and Recreation	24	24	24	24
Totals	177	179	180	180

Data Source: Village Records

2011	2012	2013	2014	2015	2016
3	3	3	3	3	3
7	7	7	7	7	7
29	28	26	26	26	26
54	54	53	47	47	47
34	41	41	42	42	43
11	11	11	11	11	11
4	4	6	6	6	6
22	19	19	19	19	19
164	167	166	161	161	162

VILLAGE OF LIBERTYVILLE, ILLINOIS

**Operating Indicators by Function/Program - Last Ten Fiscal Years
April 30, 2016 (Unaudited)**

Function/Program	2007	2008	2009	2010
Public Works				
Forestry				
Number of Parkway Trees Planted	-	49	36	1
Number of Parkway Trees Trimmed	836	537	210	125
Fleet Services				
Number of Vehicles Maintained	109	109	109	107
Number of Equipment Maintained	51	51	51	64
Preventative Maintenance Services	1,077	1,207	999	1,139
Public Safety				
Fire				
Number of Fire Calls	1,171	1,234	1,174	1,294
Number of EMS Calls	2,243	2,294	2,157	2,307
Number of Training Hours	6,084	8,195	7,987	6,324
ISO Rating	2	2	2	4
Police				
Part I Crime	395	388	391	377
Calls for Service	21,695	24,364	24,283	23,117
State Tickets Issued	2,740	4,624	3,620	3,294
Parking Tickets Issued	4,315	4,861	4,861	4,574
Community Development				
Number of Building Permits Issued	1,366	2,418	1,201	1,171
Number of Building Inspections	6,741	7,130	5,877	5,436
Highways and Streets				
Sidewalk Replaced (Sq. Ft.)	8,562	8,742	10,490	11,884
Annual Resurfacing Program (\$)	985,000	780,000	1,263,000	805,000
Crack Sealing (Lbs. Installed)	-	30,845	22,190	24,480
Water and Sewer				
Water Main Breaks	16	22	31	21
Hydrants Flushed	335	995	421	1,234
Water Meters Read	7,393	7,434	7,465	7,471
Water Meter Service Requests	435	2,485	2,305	3,180
Water Meters Replaced	70	87	64	62
Total Distribution Pumpage (1,000 Gallons)	999,732	1,088,301	975,624	929,402
Average Daily Pumpage (1,000 Gallons)	3,217	2,957	2,672	2,544
Sanitary Sewer Televising (Feet)	12,094	17,594	87,504	4,587
Sanitary Sewer Repairs	-	3	19	14

N/A: Not Available

Data Source: Village Records

2011	2012	2013	2014	2015	2016
1	21	121	136	203	236
235	182	115	1,179	1,224	1,995
105	105	105	104	104	103
60	60	60	60	60	60
1,233	1,334	1,500	1,625	1,750	1,800
1,661	1,522	1,028	1,106	995	N/A
2,108	2,301	2,189	2,443	2,648	N/A
5,518	6,569	7,716	8,313	7,434	N/A
4	4	4	4	3	N/A
N/A	318	237	107	276	232
27,886	26,631	11,013	16,684	33,718	33,582
2,988	3,462	1,329	1,633	3,832	3,020
5,027	5,110	2,341	226	4,356	5,971
1,371	1,424	2,734	2,307	2,312	1,910
5,300	6,020	5,824	6,481	5,847	5,542
7,256	6,395	11,343	8,665	9,795	8,444
977,492	896,391	762,869	4,273,677	5,137,068	4,565,223
24,480	-	30,000	30,000	60,960	30,172
31	17	24	30	32	17
1,501	1,300	1,353	1,448	1,377	1,377
7,511	7,523	7,555	7,573	7,581	7,582
2,902	3,290	3,967	3,708	4,262	2,374
88	105	97	70	63	56
953,812	923,989	980,093	907,992	860,527	793,185
2,645	2,523	2,667	2,486	2,357	2,173
905	5,104	1,978	1,635	23,920	31,800
11	8	17	8	7	5

VILLAGE OF LIBERTYVILLE, ILLINOIS

**Capital Asset Statistics by Function/Program - Last Ten Fiscal Years
April 30, 2016 (Unaudited)**

Function/Program	2007	2008	2009	2010
Police				
Stations	1	1	1	1
Patrol Units (1)	12	12	12	11
Patrol Officers	32.5	32.5	29.0	29.0
Fire Stations				
Fire Stations	3	3	3	3
Public Works				
Streets (Miles)	80	81	81	81
Sidewalks (Miles)	130.67	131.67	131.67	131.67
Streetlights	2,171	2,314	2,318	2,318
Water and Sewer				
Water Mains (Miles)	126	127	127	127
Fire Hydrants	1,300	1,310	1,311	1,311
Sanitary Sewers (Miles)	94	95	95	95
Manholes	2,297	2,324	2,324	2,324
Storm Sewer (Miles)	93	94	94	94

(1) Marked Police Vehicles

Data Source: Village Records

2011	2012	2013	2014	2015	2016
1	1	1	1	1	1
11	11	11	11	11	11
29.0	29.0	29.0	29.0	29.0	29.0
3	3	3	3	3	3
81	81	81	81	81	81
131.67	131.67	131.67	131.67	131.67	131.67
2,318	2,318	2,318	2,318	2,318	2,318
127	127	127	127	127	127
1,311	1,311	1,311	1,311	1,434	1,438
95	95	95	95	95	95
2,324	2,324	2,324	2,324	2,324	2,324
94	94	94	94	94	94

2016 DISCLOSURE

for

VILLAGE OF LIBERTYVILLE

Lake County, Illinois

CUSIP NUMBER: 531575

Relating to the following Bond Issues:

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

\$11,570,000 General Obligation Refunding Alternate Bonds, Series 2010A

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

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

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

\$5,000,000 General Obligation Bonds, Series 2012A

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

\$5,000,000 General Obligation Bonds, Series 2013A

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

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

\$5,000,000 General Obligation Bonds, Series 2014B

\$5,000,000 General Obligation Bonds, Series 2015A

and

**\$4,200,000 General Obligation Bonds
(Waterworks and Sewerage System Alternate Revenue Source), Series 2015B**

For further information please contact:

**Patrice Sutton
Director of Finance
Village of Libertyville
118 West Cook Street
Libertyville, Illinois 60048**

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

8/29/16

DEBT INFORMATION

General Obligation Bonded Debt(1) (Principal Only)

Year	Series 2008(2) (12-15)	Series 2010A(3) (12-15)	Series 2010B(3) (12-15)	Series 2010C(3) (12-15)	Series 2010D(3) (12-15)	Series 2012A (12-15)	Series 2012B(3)(4) (5-1)	Series 2013A (12-15)
2016	\$185,000	\$ 75,000	\$ 180,000	\$ 510,000	\$ 70,000	\$ 210,000	\$ 0	\$ 195,000
2017	190,000	75,000	190,000	525,000	65,000	220,000	170,000	205,000
2018	205,000	75,000	200,000	540,000	0	230,000	175,000	210,000
2019	205,000	75,000	210,000	550,000	0	235,000	185,000	220,000
2020	0	75,000	220,000	570,000	0	245,000	190,000	230,000
2021	0	830,000	230,000	0	0	255,000	200,000	240,000
2022	0	860,000	240,000	0	0	265,000	205,000	250,000
2023	0	895,000	255,000	0	0	280,000	215,000	260,000
2024	0	935,000	270,000	0	0	290,000	225,000	270,000
2025	0	970,000	285,000	0	0	300,000	235,000	280,000
2026	0	1,015,000	300,000	0	0	310,000	245,000	290,000
2027	0	1,055,000	320,000	0	0	325,000	255,000	300,000
2028	0	1,435,000	0	0	0	340,000	265,000	315,000
2029	0	1,500,000	0	0	0	350,000	275,000	325,000
2030	0	1,550,000	0	0	0	365,000	285,000	340,000
2031	0	0	0	0	0	380,000	295,000	355,000
2032	0	0	0	0	0	0	305,000	365,000
Total	\$785,000	\$11,420,000	\$2,900,000	\$2,695,000	\$135,000	\$4,600,000	\$3,725,000	\$4,650,000

Year	Series 2013B(3)(4) (5-1)	Series 2014A(3)(4) (5-1)	Series 2014B (12-15)	Series 2015A (12-15)	Series 2015B(3)(4) (5-1)	Total Debt	Cumulative Retirement Amount	Percent
2016	\$ 0	\$ 0	\$ 205,000	\$ 175,000	\$ 0	\$ 1,805,000	\$ 1,805,000	3.59%
2017	165,000	260,000	210,000	220,000	65,000	2,560,000	4,365,000	8.69%
2018	175,000	270,000	220,000	230,000	55,000	2,585,000	6,950,000	13.83%
2019	180,000	285,000	230,000	240,000	45,000	2,660,000	9,610,000	19.12%
2020	190,000	290,000	240,000	250,000	45,000	2,545,000	12,155,000	24.19%
2021	195,000	300,000	250,000	260,000	35,000	2,795,000	14,950,000	29.75%
2022	205,000	310,000	255,000	270,000	35,000	2,895,000	17,845,000	35.51%
2023	210,000	0	270,000	280,000	350,000	3,015,000	20,860,000	41.51%
2024	220,000	0	280,000	290,000	355,000	3,135,000	23,995,000	47.75%
2025	230,000	0	290,000	300,000	360,000	3,250,000	27,245,000	54.21%
2026	240,000	0	300,000	315,000	365,000	3,380,000	30,625,000	60.94%
2027	250,000	0	315,000	325,000	375,000	3,520,000	34,145,000	67.94%
2028	260,000	0	325,000	340,000	385,000	3,665,000	37,810,000	75.24%
2029	270,000	0	340,000	355,000	395,000	3,810,000	41,620,000	82.82%
2030	280,000	0	355,000	370,000	410,000	3,955,000	45,575,000	90.69%
2031	290,000	0	365,000	380,000	425,000	2,490,000	48,065,000	95.64%
2032	300,000	0	380,000	400,000	440,000	2,190,000	50,255,000	100.00%
Total	\$3,660,000	\$1,715,000	\$4,830,000	\$5,000,000	\$4,140,000	\$50,255,000		

- Notes: (1) Source: The Village.
(2) Limited Tax Bonds.
(3) Alternate Revenue Source Bonds. Sources of revenues are sales taxes, recreational facility and waterworks and sewerage fund revenues.
(4) Series 2012B, Series 2013B Bonds, Series 2014A and the Series 2015B Bonds are payable from waterworks and sewerage fund revenues.

Statement of Overlapping Debt(I)
(As of May 11, 2016)

	Outstanding Debt	Applicable to Village	
		Percent (2)	Amount
Schools:			
School District No. 70	\$ 9,835,000	92.02%	\$ 9,050,167
School District No. 73	34,186,732	14.28%	4,881,865
School District No. 79	21,355,000	5.96%	1,272,758
High School District No. 120	21,534,460	5.67%	1,221,004
High School District No. 127	22,763,402	0.05%	11,382
High School District No. 128	6,135,000	37.15%	2,279,153
Community College District No. 532	72,220,000	4.95%	3,574,890
Total Schools			\$22,291,218
Others:			
Lake County	\$190,325,000	4.70%	\$ 8,945,275
Lake County Forest Preserve District	284,615,000	4.70%	13,376,905
Central Lake County Joint Action Water Agency.....	8,905,000	17.68%	1,574,404
Fremont Public Library	1,925,000	4.34%	83,545
Total Others			\$23,980,129
Total Overlapping Debt			\$46,271,347

Notes: (1) Source: Lake County Clerk.
(2) Based on 2015 Equalized Assessed Valuations, the most recent available.

Statement of Bonded Indebtedness(I)
(As of May 11, 2016)

	Amount Applicable	Ratio To		Per Capita (2010 Census 20,315)
		Equalized Assessed	Estimated Actual	
Village EAV of Taxable Property, 2015	\$1,101,413,084	100.00%	33.33%	\$ 54,216.74
Estimated Actual Value, 2015	\$3,304,239,252	300.00%	100.00%	\$162,650.22
Direct Bonded Debt(1)	\$ 50,255,000	4.56%	1.52%	\$ 2,473.79
Less: Self Supporting	(30,390,000)	(2.76%)	(0.92%)	(1,495.94)
Net Direct Bonded Debt	\$ 19,865,000	1.80%	0.60%	\$ 977.85
Overlapping Bonded Debt:				
Schools	\$ 22,291,218	2.02%	0.67%	\$ 1,097.28
All Others	23,980,129	2.18%	0.73%	1,180.41
Total Overlapping Bonded Debt	\$ 46,271,347	4.20%	1.40%	\$ 2,277.69
Total Net Direct & Overlapping Debt	\$ 66,136,347	6.00%	2.00%	\$ 3,255.54

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

Legal Debt Margin(I)
(As of May 11, 2016)

2015 Equalized Assessed Valuation..... \$1,101,413,084
 Statutory Debt Limitation (8.625% of EAV)..... \$ 94,996,878

General Obligation Bonded Debt

Series 2008	\$ 785,000
Series 2010A(2)	11,420,000
Series 2010B(2)	2,900,000
Series 2010C(2)	2,695,000
Series 2010D(2)	135,000
Series 2012A	4,600,000
Series 2012B(2)	3,725,000
Series 2013A	4,650,000
Series 2013B(2)	3,660,000
Series 2014A(2)	1,715,000
Series 2014B	4,830,000
Series 2015A	5,000,000
Series 2015B(2)	<u>4,140,000</u>
Total General Obligation Bonded Debt.....	\$ 50,255,000

Less: Alternate Revenue Source Bonds

Series 2010A(2)	\$(11,420,000)
Series 2010B(2)	(2,900,000)
Series 2010C(2)	(2,695,000)
Series 2010D(2)	(135,000)
Series 2012B(2)	(3,725,000)
Series 2013B(2)	(3,660,000)
Series 2014A(2)	(1,715,000)
Series 2015B(2)	<u>(4,140,000)</u>
Total Alternate Bonds(2)	\$(30,390,000)

Net Applicable General Obligation Bonds..... \$ 19,865,000

Other Debt:

Installment Contracts (As of April 30, 2016)..... \$ 87,370

Total Other Debt \$ 87,370

Total Applicable Debt \$ 19,952,370

Legal Debt Margin \$ 75,044,508

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

PROPERTY ASSESSMENT AND TAX INFORMATION

Equalized Assessed Valuation(I)

By Property Class	Levy Years				
	2011	2012	2013	2014	2015
Residential	\$ 904,438,916	\$ 835,985,887	\$ 790,261,154	\$ 794,905,365	\$ 849,459,682
Farm	119,502	117,882	54,687	49,228	50,742
Commercial	180,181,416	160,206,640	156,069,601	156,518,854	157,685,321
Industrial	97,800,339	96,085,518	96,725,515	89,424,888	93,853,265
Railroad	287,224	237,644	285,298	292,096	364,074
Total	<u>\$1,182,827,397</u>	<u>\$1,092,633,571</u>	<u>\$1,043,396,255</u>	<u>\$1,041,190,431</u>	<u>\$1,101,413,084</u>
Percent change +(-)	(3.53%)(2)	(7.63%)	(4.51%)	(0.21%)	5.78%

- Notes: (1) Source: Lake County Clerk.
 (2) Percentage change based on 2010 EAV of \$1,226,143,087.

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

	Levy Years					Maximum Allowable(2)
	2011	2012	2013	2014	2015	
Corporate	\$0.0720	\$0.0810	\$0.0810	\$0.0802	\$0.0733	\$0.4380
Street and Bridge	0.0450	0.0480	0.0500	0.0468	0.0375	0.1000
Fire Protection	0.0670	0.0760	0.0790	0.0783	0.0685	0.6000
Playgrounds and Recreation	0.0310	0.0340	0.0360	0.0359	0.0322	0.2000
Parks	0.0310	0.0340	0.0360	0.0359	0.0322	0.0750
IMRF	0.0310	0.0350	0.0360	0.0360	0.0304	No Limit
Police Pension	0.1040	0.1150	0.1300	0.1421	0.1580	No Limit
Firefighters Pension	0.0830	0.0970	0.1090	0.1133	0.1137	No Limit
Recreation for the Handicapped	0.0140	0.0150	0.0140	0.0137	0.0131	0.0400
Bonds	0.0190	0.0300	0.0840	0.1165	0.1420	No Limit
Total Village Rate	\$0.4970	\$0.5650	\$0.6550	\$0.6989	\$0.7009	No Limit
Lake County	0.5540	0.6080	0.6630	\$0.6825	0.6628	
Lake County Forest Preserve District	0.2010	0.2120	0.2180	0.2100	0.2079	
Libertyville Township - Road and Bridge	0.0510	0.0570	0.0620	0.0642	0.0626	
Libertyville Township	0.0600	0.0650	0.0690	0.0701	0.0683	
Cook Memorial Library District	0.2540	0.2820	0.3030	0.3122	0.3035	
Central Lake County Joint Action Water Agency	0.0470	0.0520	0.0550	0.0559	0.0541	
School District Number 70	2.5180	2.8390	2.9930	3.0785	3.0457	
High School District Number 128	2.3990	2.5800	2.9190	2.6866	2.7319	
Community College District No. 532	0.2400	0.2720	0.2960	0.3061	0.2994	
Total(2)	\$6.8210	\$7.5320	\$8.2330	\$8.1650	\$8.1372	

Notes: (1) Source: Lake County Clerk.
(2) Representative tax rates for Libertyville Township Tax Code Number 38 which represents 74.70% of the Village's 2015 Equalized Assessed Valuation.

Village Tax Extensions and Collections(1)

Levy Year	Coll. Year	Taxes Extended	Taxes Collected	
			Amount	Percent
2009	2010	\$5,502,414	\$5,497,267	99.91%
2010	2011	5,713,827	5,694,647	99.66%
2011	2012	5,878,652	5,878,646	100.00%
2012	2013	6,173,380	5,900,751(2)	95.58%
2013	2014	6,834,245	6,823,663	99.85%
2014	2015	7,276,411	7,232,374	99.39%
2015	2016(3)	7,720,146	2,668,184	34.56%

Notes: (1) Source: Lake County Treasurer.
(2) In levy year 2012 collected in 2013. The Condell Hospital received a \$250,000 refund of previous taxes paid.
(3) As of June 21, 2016.

Principal Village Taxpayers(1)

Taxpayer Name	Business/Service	2015 EAV(2)
Hollister Incorporated	Corporate HQ and Health Care Products	\$ 9,591,804
Medline Industries	Real Property	7,832,551
Capmark Finance Inc.	Financial Services	6,882,590
Advocate Health & Hospital Corp.	Health Services	5,773,572
Bridge Point 94, LLC	Real Property	5,557,622
Inland Real Estate Corporation	Real Property	5,174,287
Manufacturers Life Insurance Co.	Insurance Company	4,810,908
Brit-Libertyville Owner LLC	Real Property	4,624,537
Wynkoop Holdings LLC	Real Property	4,314,233
Bre Retail Spe7 LLC	Real Property	4,214,305
Total		\$58,776,409
Ten largest as a percent of the Village's 2015 EAV (\$1,101,413,084)		5.34%

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 2015 EAV is the most current available.

FINANCIAL INFORMATION

Statement of Net Position Governmental Activities

Audited as of April 30

	2012	2013	2014	2015	2016
ASSETS:					
Current Assets					
Cash and Investments	\$ 12,245,551	\$ 22,491,335	\$ 26,272,285	\$ 31,695,580	\$ 34,737,736
Receivables - Net	11,765,835	12,070,012	13,081,513	14,129,368	15,075,912
Prepaid Items/Inventory	1,072,593	1,505,334	1,408,421	1,671,946	1,565,095
Total Current Assets	<u>\$ 25,083,979</u>	<u>\$ 36,066,681</u>	<u>\$ 40,762,219</u>	<u>\$ 47,496,894</u>	<u>\$ 51,378,743</u>
Capital Assets:					
Land	\$ 98,301,694	\$ 98,301,694	\$ 98,301,694	\$98,301,694	\$ 97,720,119
Infrastructure	87,929,042	88,421,633	89,853,150	89,904,470	91,590,326
Buildings and Improvements	17,110,295	17,160,186	17,160,186	17,191,161	16,278,354
Machinery and Equipment	7,810,213	8,068,351	8,302,017	8,723,868	8,880,624
Total Capital Assets	<u>\$211,151,244</u>	<u>\$211,951,864</u>	<u>\$213,617,047</u>	<u>\$214,121,193</u>	<u>\$214,469,423</u>
Less: Accumulated Depreciation	(56,877,765)	(59,581,763)	(62,369,814)	(64,914,459)	(66,226,099)
Total Capital Assets	<u>\$154,273,479</u>	<u>\$152,370,101</u>	<u>\$151,247,233</u>	<u>\$149,206,734</u>	<u>\$148,243,324</u>
Other Assets - Net Pension Asset	135,832	200,493	127,276	332,217	0
Total Assets	<u>\$179,493,290</u>	<u>\$188,637,275</u>	<u>\$192,136,728</u>	<u>\$197,035,845</u>	<u>\$199,622,067</u>
DEFERRED OUTFLOWS OF RESOURCES:					
Deferred Items - IMRF	\$ 0	\$ 0	\$ 0	\$ 0	\$ 2,082,360
Deferred Items - Police Pension	0	0	0	0	4,862,794
Deferred Items - Firefighters' Pension	0	0	0	0	4,094,900
Total Deferred Outflows of Resources	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 11,040,054</u>
Total Assets and Deferred Outflows of Resources	<u>\$179,493,290</u>	<u>\$188,637,275</u>	<u>\$192,136,728</u>	<u>\$197,035,845</u>	<u>\$210,662,121</u>
LIABILITIES:					
Current Liabilities:					
Accounts Payable	\$ 638,580	\$ 846,563	\$ 562,0843	\$ 1,629,967	\$ 1,252,900
Accrued Payroll	556,945	553,411	570,089	586,027	596,554
Deposits Payable	813,288	984,990	1,130,846	1,254,442	918,653
Tax Rebate Payable	0	0	106,464	0	0
Interest Payable	23,219	64,116	57,860	179,304	225,069
Other Payables	0	286,000	200,000	180,000	420,608
Unearned Revenues	8,982,916	0 ⁽¹⁾	0	0	0
Current Portion of Long Term Debt	1,012,237	884,950	1,104,984	1,313,165	1,526,982
Total Current Liabilities	<u>\$ 12,027,185</u>	<u>\$ 3,620,030</u>	<u>\$ 3,732,3275</u>	<u>\$ 5,142,905</u>	<u>\$ 4,940,766</u>
Noncurrent Liabilities:					
Net Pension Obligation	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Net Other Post-Employment Benefit Obligation....	558,686	737,019	931,856	1,187,782	1,467,265
Net Pension Liability - IMRF	0	0	0	0	5,857,120
Net Pension Liability - Police Pension	0	0	0	0	28,860,372
Net Pension Liability - Firefighters' Pension...	0	0	0	0	17,290,681
Compensated Absences Payable	1,631,561	1,770,169	1,523,819	1,618,554	1,680,488
Installment Contract Payable	396,707	309,926	180,897	87,370	20,510
General Obligation Bonds Payable	1,640,000	6,410,000	10,815,000	15,000,000	18,960,000
Total Noncurrent Liabilities	<u>\$ 4,226,954</u>	<u>\$ 9,227,114</u>	<u>\$ 13,451,572</u>	<u>\$ 17,893,706</u>	<u>\$ 74,136,436</u>
Total Liabilities	<u>\$ 16,254,139</u>	<u>\$ 12,847,144</u>	<u>\$ 17,183,899</u>	<u>\$ 23,036,611</u>	<u>\$ 79,077,202</u>
DEFERRED INFLOWS OF RESOURCES:					
Property Taxes	\$ 0	\$ 9,259,211 ⁽¹⁾	\$ 10,115,737	\$ 10,694,291	\$ 11,436,519
Deferred Items - Police Pension	0	0	0	0	338,271
Deferred Items - Firefighters' Pension	0	0	0	0	240,924
Total Liabilities and Deferred Inflows of Resources	<u>\$ 16,254,139</u>	<u>\$ 22,106,355</u>	<u>\$ 27,299,636</u>	<u>\$ 33,730,902</u>	<u>\$ 91,092,916</u>
NET POSITION:					
Invested in Capital Assets - Net of					
Related Debt	\$151,632,425	\$149,549,586	\$146,332,268	\$141,515,672	\$138,374,721
Restricted - Debt Service	528,983	478,994	475,516	360,706	459,015
Restricted - General Government	250,164	333,562	407,145	409,860	456,453
Restricted - Public Safety	455,709	534,241	642,397	671,568	635,735
Restricted - Economic Development	97,822	1,404,549	2,265,483	3,137,867	3,389,348
Unrestricted	10,274,048	14,229,988	14,714,283	17,209,270	(23,746,067)
Total Net Position	<u>\$163,239,151</u>	<u>\$166,530,920</u>	<u>\$164,837,092</u>	<u>\$163,304,943</u>	<u>\$119,569,205</u>

Note: (1) Format change in 2013.

Statement of Activities Governmental Activities

	Audited Year Ended April 30				
	2012	2013	2014	2015	2016
Governmental Activities(1):					
General Government	\$ 1,649,045	\$ 2,148,622	\$ 2,431,427	\$ 1,776,895	\$ 551,577
Community Development	(898,398)	(964,921)	(1,092,373)	(1,402,952)	(1,587,291)
Public Safety	(10,115,030)	(10,647,572)	(10,761,545)	(11,033,261)	(18,413,440)
Public Works	(3,176,001)	(2,960,177)	(2,920,810)	(9,003,794)	(7,871,234)
Parks and Recreation	(1,485,687)	(1,617,057)	(1,823,611)	(1,920,799)	(144,132)
Economic Development	(2,917,982)	(2,796,285)	(6,096,670)	(2,341,529)	(3,147,949)
Interest of Long-Term Debt	(57,295)	(109,963)	(115,236)	(461,674)	(506,388)
Total Governmental Activities	<u>\$(17,001,348)</u>	<u>\$(16,947,353)</u>	<u>\$(20,378,818)</u>	<u>\$(24,387,114)</u>	<u>\$(31,118,857)</u>
General Revenues:					
Taxes:					
Property Taxes	\$ 8,675,085	\$ 8,980,556	\$ 9,258,558	\$ 10,362,392	\$ 10,976,003
Other Taxes	2,501,968	2,222,533	2,077,888	1,891,545	1,873,508
Intergovernmental:					
Sales and Use Taxes	6,143,233	6,412,366	6,810,033	8,322,675	7,940,319
Income Taxes	1,736,561	1,888,088	1,978,062	1,966,255	2,203,423
Other	213,390	218,014	210,593	235,219	62,273
Interest Income	7,061	32,348	49,201	56,617	131,329
Miscellaneous	546,555	817,217	408,685	853,993	524,540
Transfers - Internal Activity	(570,000)	(332,000)	(2,108,030)	(833,731)	(1,224,647)
Total General Revenue	<u>\$ 19,253,853</u>	<u>\$ 20,239,122</u>	<u>\$ 18,684,990</u>	<u>\$ 22,854,965</u>	<u>\$ 22,486,748</u>
Change in Net Position	\$ 2,252,505	\$ 3,291,769	\$ (1,693,828)	\$ (1,532,149)	\$ (8,632,109)
Net Position Beginning	<u>\$160,986,646</u>	<u>\$163,239,151</u>	<u>\$166,530,920</u>	<u>\$164,837,092</u>	<u>\$128,201,314</u>
Net Position Ending	<u><u>\$163,239,151</u></u>	<u><u>\$166,530,920</u></u>	<u><u>\$164,837,092</u></u>	<u><u>\$163,304,943</u></u>	<u><u>\$119,569,205</u></u>

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

Balance Sheet General Fund

	Audited as of April 30				
	2012	2013	2014	2015	2016
ASSETS:					
Cash and Investments	\$ 5,409,470	\$ 8,635,558	\$ 9,583,248	\$12,371,445	\$10,545,916
Receivables - Net of Allowances:					
Property Taxes	5,697,872	5,892,464	6,002,300	6,107,329	6,199,610
Other Taxes	1,419,274	1,435,079	1,555,869	1,750,511	1,786,778
Accounts	1,504,176	1,249,291	1,235,878	1,278,866	1,482,407
Prepaid Items	1,021,714	1,431,931	1,362,547	1,630,354	1,522,850
Total Assets	<u>\$15,052,506</u>	<u>\$18,644,323</u>	<u>\$19,739,842</u>	<u>\$23,138,505</u>	<u>\$21,537,561</u>
LIABILITIES AND FUND BALANCES:					
Liabilities:					
Accounts Payable	\$ 336,286	\$ 380,045	\$ 446,958	\$ 913,738	\$ 808,683
Accrued Payroll	534,980	530,265	546,596	561,761	575,719
Deposits Payable	745,834	919,525	1,045,135	1,195,912	918,653
Tax Rebate Payable	0	0	106,464	0	0
Other Payables	0	0	0	0	260,608
Deferred Revenues	5,697,872	0(1)	0	0	0
Total Liabilities	<u>\$ 7,314,972</u>	<u>\$ 1,829,835</u>	<u>\$ 2,145,153</u>	<u>\$ 2,671,411</u>	<u>\$ 2,563,663</u>
DEFERRED INFLOWS OF RESOURCES:					
Property Taxes	\$ 0	\$ 5,960,249(1)	\$ 6,002,300	\$ 6,107,329	\$ 6,199,610
Total Liabilities and Deferred					
Inflows of Resources	\$ 0	\$ 7,790,084	\$ 8,147,453	\$ 8,778,740	\$ 8,763,273
FUND BALANCES:					
Nonspendable	\$ 1,021,714	\$ 1,431,931	\$ 1,362,547	\$ 1,630,354	\$ 1,522,850
Restricted	803,695	953,617	1,152,023	1,197,074	1,219,380
Unreserved/Unassigned	5,912,125	8,468,691	9,077,819	11,532,337	10,032,058
Total Fund Balances	<u>\$ 7,737,534</u>	<u>\$10,854,239</u>	<u>\$11,592,389</u>	<u>\$14,359,765</u>	<u>\$12,774,288</u>
Total Liabilities and Fund Balances	<u>\$15,052,506</u>	<u>\$12,684,074</u>	<u>\$13,737,542</u>	<u>\$23,138,505</u>	<u>\$21,537,561</u>

Note: (1) Format change in 2013.

**Statement of Revenues and Expenditures
General Fund**

Audited Year Ended April 30

	2012	2013	2014	2015	2016
REVENUES:					
Taxes	\$ 8,308,730	\$ 8,203,716	\$ 8,080,478	\$ 8,185,031	\$ 8,269,947
Licenses and Permits	868,427	1,096,105	1,067,154	1,371,028	1,340,671
Intergovernmental	8,093,184	8,518,468	8,998,688	10,524,149	10,206,015
Charges for Services	6,987,375	7,044,091	6,947,797	7,108,429	7,433,961
Fines and Forfeits	600,493	671,354	683,220	787,448	754,373
Interest	3,179	12,792	11,325	16,914	50,479
Miscellaneous	507,205	806,545	385,201	846,072	517,057
Total Revenues	<u>\$25,368,593</u>	<u>\$26,353,071</u>	<u>\$26,173,863</u>	<u>\$28,839,071</u>	<u>\$28,572,503</u>
EXPENDITURES:					
Current:					
General Government	\$ 2,237,568	\$ 2,372,033	\$ 2,368,739	\$ 2,612,531	\$2,763,860
Community Development	1,311,039	1,331,882	1,427,236	1,855,714	2,019,539
Public Safety	13,741,615	14,404,887	14,602,591	15,468,764	17,351,509
Public Works	1,987,732	2,191,091	2,249,525	2,334,050	2,467,557
Parks and Recreation	2,540,298	2,549,473	2,624,592	2,911,905	3,057,018
Total Expenditures	<u>\$21,818,252</u>	<u>\$22,849,366</u>	<u>\$23,272,683</u>	<u>\$25,182,964</u>	<u>\$27,659,483</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ 3,550,341	\$ 3,503,705	\$ 2,901,180	\$ 3,656,107	\$ 913,020
Other Financing Sources (Uses):					
Transfers In	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Transfers Out	(625,000)	(387,000)	(2,163,030)	(888,731)	(2,498,497)
Total Other Financing Sources (Uses)	<u>\$ (625,000)</u>	<u>\$ (387,000)</u>	<u>\$ (2,163,030)</u>	<u>\$ (888,731)</u>	<u>\$ (2,498,497)</u>
Net Change in Fund Balances	\$ 2,925,341	\$ 3,116,705	\$ 738,150	\$ 2,767,376	\$(1,585,477)
Fund Balances - Beginning	<u>4,812,193</u>	<u>7,737,534</u>	<u>10,854,239</u>	<u>11,592,389</u>	<u>14,359,765</u>
Fund Balances - Ending	<u>\$ 7,737,534</u>	<u>\$10,854,239</u>	<u>\$11,592,389</u>	<u>\$14,359,765</u>	<u>\$12,774,288</u>

**Budget and Financial Information
General Fund**

	Budget Year Ending 4/30/16	Actual Year Ending 4/30/16	Budget Year Ending 4/30/17
REVENUES:			
Property Taxes	\$ 6,434,665	\$ 6,396,439	\$ 6,536,795
Other Taxes	1,855,000	1,873,508	1,907,000
Sales Taxes	7,475,000	7,449,528	7,630,000
Income Tax	1,980,700	2,203,423	2,070,000
Other Intergovernmental Revenue.....	484,220	553,064	584,630
Building Permits	895,600	1,086,199	910,000
Fines and Penalties	650,000	754,373	690,000
Libertyville Fire Protection District.....	2,708,000	2,779,724	2,842,975
Recreation Fees	1,054,500	1,096,209	1,170,500
Parking Fees	13,000	18,306	25,000
Interest Income	15,750	50,479	25,750
Other Revenues	<u>4,029,525</u>	<u>4,311,251</u>	<u>3,992,755</u>
Total General Fund Revenues.....	\$27,595,960	\$28,572,503	\$28,385,405
EXPENDITURES:			
Administration	\$ 1,542,405	\$ 1,527,995	\$ 1,369,240
Engineering	274,080	280,087	282,660
Highways & Bridges	1,661,890	1,649,656	1,679,470
Snow Removal and Ice Control.....	413,835	351,258	364,995
Refuse and Recycling	163,550	154,375	169,220
Planning	580,370	554,804	598,265
Building	803,365	813,446	809,145
Economic Development	655,395	651,289	689,940
Police	9,022,125	8,886,624	8,686,965
Fire	8,126,575	7,998,621	7,936,965
Parks	1,800,685	1,812,262	1,872,885
Recreation	865,755	867,715	900,460
Swimming Pool Operations.....	365,060	355,457	378,105
Riverside Park Golf Course.....	27,095	21,584	10,545
Senior Programs	56,135	53,068	72,335
Emergency Management Agency.....	44,625	36,979	8,340
Legislative Boards and Committees.....	126,600	94,456	136,680
Legal	406,000	415,966	407,000
Central Business District.....	117,285	101,773	97,300
Community Organizations/Activities.....	191,595	191,985	199,395
Public Buildings	78,100	60,190	66,640
Emergency Telephone System.....	478,861	429,285	403,460
Hotel/Motel Tax	417,065	318,427	387,870
Other Expenditures	<u>43,330</u>	<u>32,181</u>	<u>44,010</u>
Total General Fund Expenditures.....	\$28,261,781	\$27,659,483	\$27,571,890
Transfers Out	<u>(2,470,230)</u>	<u>(2,498,497)</u>	<u>(831,690)</u>
Excess of Income over Expenses.....	\$(3,136,051)	\$(1,585,477)	\$ (18,175)

THE WATERWORKS AND SEWERAGE SYSTEM

Rates and Charges

Rates Per 1,000 Gallons

	Effective					
	May 1, 2011	May 1, 2012	May 1, 2013	May 1, 2014	May 1, 2015	May 1, 2016(1)
Minimum - First 4,000 Gallons:						
Water	\$26.00	\$27.20	\$28.40	\$29.50	\$30.69	
Sewer	18.40	18.40	20.20	20.80	21.42	
Over 4,000 Gallons:						
Water	\$ 5.30	\$ 5.60	\$ 5.90	\$ 6.14	\$ 6.40	
Sewer	3.45	3.55	3.90	4.01	4.13	
Water Rates:						
Bi-Monthly Fee						\$22.83
First 4,000 Gallons						2.40
5,000 to 8,000 Gallons						4.81
9,000 Gallons and More						7.21
Sewer Rates:						
Bi-Monthly Fee						\$ 7.66
Each Additional 1,000 Gallons						4.68

Note: (1) Format change in 2016.

Major System Users (As of April 30, 2016)

Name	Dollars Billed	Gallons Used (1,000 Gallons)
Advocate Healthcare	\$358,649	34,037
Libertyville High School	80,193	7,610
Winchester House	70,361	6,677
Elcor/Spring Meadows	66,504	6,310
US Gypsum	60,850	5,773
Zeller Plastik	59,776	5,671
Centre Club	57,649	5,469
Americana Healthcare	45,771	4,341
Aptar	42,264	4,008
Capital Fitness	42,169	3,999

Waterworks and Sewerage Fund
Statement of Net Position

Audited as of April 30

	2012	2013	2014	2015	2016
ASSETS:					
Cash and Investments	\$ 1,433,274	\$ 5,433,738	\$ 7,734,952	\$ 5,389,973	\$ 6,066,477
Receivables - Net of Allowances:					
Property Taxes	1,087,967	1,132,268	1,199,904	1,189,760	1,415,120
Due From Other Funds	1,085,459	951,273	951,273	951,273	237,818
Prepaid Expenses	66,243	59,773	52,435	49,154	47,939
Total	<u>\$ 3,672,943</u>	<u>\$ 7,577,052</u>	<u>\$ 9,938,564</u>	<u>\$ 7,580,160</u>	<u>\$ 7,767,354</u>
Capital Assets:					
Land	\$ 2,272,080	\$ 2,272,080	\$ 2,272,080	\$ 2,272,080	\$2,272,080
Buildings and Improvements	14,179,893	14,217,185	14,268,990	14,908,936	14,908,936
Machinery and Equipment	1,720,581	1,720,581	1,720,581	1,798,160	2,075,079
Waterworks System	14,677,598	16,199,622	18,480,830	20,940,528	23,394,030
Sewerage System	15,553,036	15,790,436	15,840,436	15,840,436	15,840,436
Total	<u>\$ 48,403,188</u>	<u>\$ 50,199,904</u>	<u>\$ 52,582,917</u>	<u>\$ 55,760,140</u>	<u>\$ 58,490,561</u>
Accumulated Depreciation	(26,300,196)	(27,365,782)	(28,460,677)	(29,596,401)	(30,809,353)
Net Capital Assets	<u>\$ 22,102,992</u>	<u>\$ 22,834,122</u>	<u>\$ 24,122,240</u>	<u>\$ 26,163,739</u>	<u>\$ 27,681,208</u>
Total Assets	<u>\$ 25,775,935</u>	<u>\$ 30,411,174</u>	<u>\$ 34,060,804</u>	<u>\$ 33,743,899</u>	<u>\$ 35,448,562</u>
DEFERRED OUTFLOWS OF RESOURCES:					
Deferred Items - IMRF	\$ 0	\$ 0	\$ 0	\$ 0	\$ 274,632
Total Deferred Outflows of Resources	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 274,632</u>
Total Assets and Deferred					
Outflows of Resources	\$ 25,775,935	\$ 30,411,174	\$ 34,060,804	\$ 33,743,899	\$ 35,723,194
LIABILITIES:					
Current Liabilities:					
Accounts Payable	\$ 254,813	\$ 1,019,894	\$ 831,316	\$ 1,168,543	\$ 737,539
Accrued Payroll	74,437	85,070	81,750	81,520	82,174
Deposits Payable	70,420	128,534	154,540	232,876	110,811
Accrued Interest Payable	72,725	100,855	124,687	141,813	196,198
Unearned Revenues	88,000	80,000	72,000	0	0
Other Payables	0	0	0	64,000	56,000
Compensated Absences Payable	51,251	58,656	61,084	61,155	57,325
IEPA Loans Payable	196,898	189,674	96,987	0	0
General Obligation Bonds Payable	440,000	470,000	605,000	560,000	640,000
Total Current Liabilities	<u>\$ 1,248,544</u>	<u>\$ 2,132,683</u>	<u>\$ 2,027,364</u>	<u>\$ 2,309,907</u>	<u>\$ 1,880,047</u>
Noncurrent Liabilities:					
Compensated Absences Payable	\$ 205,004	\$ 234,622	\$ 244,337	\$ 244,622	\$ 229,300
IEPA Loans Payable	273,845	96,987	0	0	0
Net Pension Liability - IMRF	0	0	0	0	772,467
General Obligation Bonds Payable	2,960,000	6,690,000	10,240,000	9,680,000	13,240,000
Unamortized Bond Discount	(2,995)	0	0	0	0
Total Noncurrent Liabilities	<u>\$ 3,435,854</u>	<u>\$ 7,021,609</u>	<u>\$ 10,484,337</u>	<u>\$ 9,924,622</u>	<u>\$ 14,241,767</u>
Total Liabilities	<u>\$ 4,684,398</u>	<u>\$ 9,154,292</u>	<u>\$ 12,511,701</u>	<u>\$ 12,234,529</u>	<u>\$ 16,121,814</u>
NET POSITION:					
Invested in Capital Assets					
- Net of Available Debt	\$ 18,235,244	\$ 15,387,461	\$ 21,958,099	\$ 20,229,299	\$ 18,349,727
Unrestricted	2,856,293	5,869,421	(408,996)	1,280,071	1,251,653
Total Net Position	<u>\$ 21,091,537</u>	<u>\$ 21,256,882</u>	<u>\$ 21,549,103</u>	<u>\$ 21,509,370</u>	<u>\$ 19,601,380</u>

Waterworks and Sewerage Fund Revenues and Expenses

Audited Year Ended April 30

	2012	2013	2014	2015	2016
OPERATING REVENUES:					
Charges for Services:					
Water Sales	\$ 4,371,774	\$ 4,867,655	\$ 4,738,003	\$ 4,564,453	\$ 4,723,385
Sewer Service Charges	2,855,758	3,036,956	3,213,075	3,179,880	3,270,670
Meters and Readouts	19,622	17,589	29,979	19,792	19,110
Miscellaneous	28,087	2,929	5,326	17,464	14,928
Total Charges for Service	<u>\$ 7,275,241</u>	<u>\$ 7,925,129</u>	<u>\$ 7,986,383</u>	<u>\$ 7,781,589</u>	<u>\$ 8,028,093</u>
OPERATING EXPENSES:					
Water Operations	\$ 3,620,138	\$ 3,946,576	\$ 3,795,488	\$ 3,700,365	\$ 4,578,013
Sewer Operations	1,283,970	1,350,158	1,381,186	1,429,146	1,423,929
Wastewater Treatment Plant	1,224,143	1,135,008	1,166,699	1,239,035	1,368,494
Water and Sewer Capital Improvements	99,056	298,618	307,588	165,423	933,170
Depreciation and Amortization	1,044,917	1,065,586	1,094,895	1,135,725	1,212,952
Total Operating Expenses	<u>\$ 7,272,224</u>	<u>\$ 7,795,946</u>	<u>\$ 7,745,856</u>	<u>\$ 7,669,694</u>	<u>\$ 9,516,558</u>
Operating Income (Loss)	\$ 3,017	\$ 129,183	\$ 240,527	\$ 111,895	\$(1,488,465)
Non-Operating Revenues (Expenses):					
Interest Income	\$ 1,921	\$ 7,972	\$ 14,807	\$ 16,603	\$ 21,588
Connection Fees	120,500	177,471	196,134	105,896	245,096
Grants	0	41,450	19,095	0	0
Other Income	8,749	8,000	8,237	11,829	28,117
Interest and Fiscal Charges	(162,759)	(223,102)	(186,579)	(285,956)	(380,779)
Total Non-Operating Revenues (Expenses) ..	<u>\$ (31,589)</u>	<u>\$ 36,162</u>	<u>\$ 51,694</u>	<u>\$ (151,628)</u>	<u>\$ (85,978)</u>
Income (Loss) Before Contributions and Transfers	\$ (28,572)	\$ 165,345	\$ 292,221	\$ (39,733)	\$(1,574,443)
Change in Net Position	\$ (28,572)	\$ 165,345	\$ 292,221	\$ (39,733)	\$(1,574,443)
Net Position - Beginning, as Restated	<u>21,120,109</u>	<u>21,091,537</u>	<u>21,256,882</u>	<u>21,549,103</u>	<u>21,175,823</u>
Net Position - Ending	<u>\$21,091,537</u>	<u>\$21,256,882</u>	<u>\$21,549,103</u>	<u>\$21,509,370</u>	<u>\$19,601,380</u>

Waterworks and Sewerage Fund
Statement of Revenue, Expenses and Change in Net Position

	Fiscal Year Ended <u>4/30/16</u>
REVENUES:	
Operating Revenues:	
Water Sales	\$4,723,385
Sewer Service Charges	3,270,670
Damage to Village Property.....	0
Meters and Readouts	19,110
Miscellaneous	<u>14,928</u>
Total Revenues	\$8,028,093
EXPENSES:	
Operating:	
Water Operations	\$4,578,013
Sewer Operations	1,423,929
Wastewater Treatment Plant.....	1,368,494
Water and Sewer Capital Improvements	933,170
Depreciation & Amortization.....	<u>1,212,952</u>
Total Operating Expenses.....	\$9,516,558
Operating Income (Loss)	\$(1,488,465)
Nonoperating Revenues (Expenses):	
Plus:	
Interest Income	\$ 21,588
Connection Fees	245,096
Other Income	28,117
Water and Sewer Capital Improvements	933,170
Depreciation and Amortization.....	<u>1,212,952</u>
Total Additions	\$2,440,923
Net Available for Debt Service.....	\$ 952,458

Coverage
Waterworks and Sewerage Fund

Fiscal Year	Net Available For Debt Service(2)	Outstanding Debt Service(1)				Total	Coverage
		Series 2012B	Series 2013B	Series 2014A	Series 2015B		
2017	\$952,458	\$ 249,400	\$ 289,975	\$ 311,450	\$ 184,213	\$ 1,035,038	0.92X
2018	952,458	251,000	296,675	313,650	172,913	1,034,238	0.92X
2019	952,458	257,500	298,175	320,550	161,813	1,038,038	0.92X
2020	952,458	258,800	304,125	317,000	160,913	1,040,838	0.92X
2021	952,458	265,000	303,425	318,300	150,013	1,036,738	0.92X
2022	952,458	266,000	307,575	319,300	149,313	1,042,188	0.91X
2023	952,458	271,900	306,425	0	463,613	1,041,938	0.91X
2024	952,458	277,600	310,125	0	460,738	1,048,463	0.91X
2025	952,458	283,100	312,425	0	457,306	1,052,831	0.90X
2026	952,458	288,400	314,375	0	453,306	1,056,081	0.90X
2027	952,458	293,500	315,375	0	453,269	1,062,144	0.90X
2028	952,458	298,145	316,000	0	452,956	1,067,101	0.89X
2029	952,458	302,448	315,600	0	450,925	1,068,973	0.89X
2030	952,458	306,260	314,800	0	453,581	1,074,641	0.89X
2031	952,458	309,705	313,600	0	454,744	1,078,049	0.88X
2032	952,458	312,625	312,000	0	455,400	<u>1,080,025</u>	0.88X
Total		<u>\$4,491,383</u>	<u>\$4,930,675</u>	<u>\$1,900,250</u>	<u>\$5,535,013</u>	<u>\$16,857,320</u>	

- Notes (1) For debt service including the May 1 principal and interest due.
(2) Source: The Village's 2016 Comprehensive Annual Financial Report. This amount includes \$8,028,093 total charges for service less \$9,516,558 total operating expenses not including \$933,170 of capital improvements and \$1,212,952 of depreciation and amortization, plus \$21,588 of interest income, \$28,117 of other income, and \$245,096 of connection fees.