

# FISCAL YEAR 2021-2022



**Libertyville**  
*spirit of independence*

## ANNUAL COMPREHENSIVE FINANCIAL REPORT



**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**ANNUAL COMPREHENSIVE FINANCIAL REPORT**

**FOR THE FISCAL YEAR ENDED APRIL 30, 2022**

Prepared by:  
Finance Department

Nicholas A. Mostardo  
Director of Finance/Treasurer

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## **INTRODUCTORY SECTION**

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



July 29, 2022

To the Mayor, Board of Trustees, Village Administrator, and Citizens of the Village of Libertyville:

State law requires that all general-purpose local governments publish, within six months of the close of each fiscal year, a complete set of financial statements presented in conformity with generally accepted accounting principles (GAAP) and audited in accordance with generally accepted auditing standards by a firm of licensed certified public accountants. Pursuant to that requirement, the annual comprehensive financial report of the Village of Libertyville for the fiscal year ended April 30, 2022 is hereby issued.

This report consists of the Village of Libertyville management staff's representations concerning the finances of the Village. 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's financial statements in conformity with generally accepted accounting principles (GAAP). Because the cost of internal controls should not outweigh their benefits, the Village'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, 2022 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, 2022, 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 annual comprehensive financial report is presented in three sections: introductory, financial, and statistical (unaudited). GAAP requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and is meant to be read in conjunction with it. The Village's MD&A can be found immediately following the report of the independent auditors.

## *Profile of the Village of Libertyville*

The Village of Libertyville, incorporated in 1882, is located in Lake County and lies approximately thirty-five miles north of the City of Chicago and seven miles west of Lake Michigan. The Village covers an area of approximately nine square miles with unincorporated areas to the north and northwest. The Village has strong 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 2020 census showing 20,579 residents. Socioeconomic indices highlight the affluent character of the community with home values averaging \$450,300 compared with the Lake County median of \$271,700. The per capita income is \$72,487, as compared to Lake County's \$47,223. 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 Mayor 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 Mayor 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 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 Village's annual comprehensive financial report also includes the activities of the Police Pension Fund and the Firefighters Pension Fund; however, control of these funds rest with independent Boards.

The annual budget serves as the foundation for the Village's financial planning and control. All departments of the Village are required to submit their budget requests to the Village Administrator in early January. The Village Administrator and Finance Director use these requests to develop the proposed budget which is presented to the Village Board in February. The Village Board is required to hold a public hearing on the proposed budget and to adopt a final budget no later than April 30<sup>th</sup> of each year. 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.

***Economic Condition and Outlook***

The Village of Libertyville has an excellent reputation due in part to its thriving downtown area, wide variety of businesses on various corridors, nationally recognized and award-winning school districts, the Advocate Condell Medical Center, and approximately 500 acres of parkland.

Annual operating expenditures are funded by current revenues. Both sales tax and property tax are important revenue streams for the Village, providing 26.9% and 21.5% of General Fund revenues, respectively. After peaking in the fiscal year ending in 2010, equalized assessed value (EAV) showed a continual decline until Fiscal Year 2016. Fiscal Years 2021 and 2022 reflect growth rates of (0.3%) and 0.5%, respectively. Sales and Use Taxes also dipped in 2010 followed by slow growth but have since rebounded.

| Fiscal Year End             | 2022    | 2021    | 2020    | 2019    | 2018    | 2017    | 2016    | 2015    | 2014    | 2013    |
|-----------------------------|---------|---------|---------|---------|---------|---------|---------|---------|---------|---------|
| EAV (in millions)           | \$1,285 | \$1,278 | \$1,282 | \$1,269 | \$1,235 | \$1,176 | \$1,101 | \$1,041 | \$1,043 | \$1,093 |
| Sales/Use Tax (in millions) | \$9.9   | \$8.6   | \$7.8   | \$8.4   | \$8.1   | \$8.1   | \$7.9   | \$8.3   | \$6.8   | \$6.4   |

The Village continues its long-standing practice of budgeting revenues conservatively, while assuming that 100% of the expense budget will be spent. This prudent practice has led to a healthy General Fund fund balance which complies with the Village’s Fund Balance Policy.

| Fiscal Year End                         | 2022    | 2021   | 2020   | 2019   | 2018   | 2017   | 2016   | 2015   | 2014   | 2013   |
|---|---------|--------|--------|--------|--------|--------|--------|--------|--------|--------|
| General Fund Fund Balance (in millions) | \$20.9* | \$17.6 | \$15.4 | \$14.6 | \$14.6 | \$13.9 | \$12.8 | \$14.4 | \$11.6 | \$10.9 |

\*Unassigned fund balance totals \$16,029,421

On March 11, 2020, the Novel Coronavirus Disease, COVID-19, was declared a pandemic by the World Health Organization. On March 13, 2020, a national emergency was declared in the United States concerning the COVID-19 outbreak. As a result of this global calamity, the Village experienced revenue disruptions during FY 2020-2021, with substantial resolution of such impacts during FY 2021-2022. Staff recommended, and the Village Board adopted, proactive operating changes, including adopting a budget amendment, in order to respond to the economic impacts of the pandemic. Federal aid and the resilience of the Libertyville business community has helped the Village to persevere during the pandemic with only minimal service level disruptions. Management continues to regularly monitor the financial and economic impacts of COVID-19 and recommends financial or organizational adjustments to the Village Board when appropriate.

***Long-Term Financial Planning and Major Initiatives***

Every year during the month of November, the Village Board meets to discuss the annual update to the five-year financial plan which highlights the revenue and expenditure projections for the current fiscal year along with four future years. This plan is then used during the annual budget development process. The five-year plan focuses on the Village’s operating funds, but also includes information on projected capital funding. During FY 2019-2020, the Village Board adopted the Village’s first formal capital plan document which outlines capital needs in-depth for ten years. This plan was utilized as the basis for appropriating capital expenditures during FY 2021-2022.

One of the most significant long-term policy issues for the Village remains stormwater management. During FY 2019-2020, the Village Board adopted the Master Stormwater Management Plan. The total cost of improvements recommended by the consultant total \$45.5 million in 2018 dollars. After the adoption of the Plan, Village staff, during FY 2020-2021, engaged a consultant to develop a stormwater utility fee analysis for potential future implementation. The rate study recommended that the Village implement a stormwater utility fee based on impervious surface. The Village Board adopted this fee structure in March 2021 and the new utility fee went into effect for utility bills issued on or after September 1, 2021. The Village will issue its first series of bonds to fund the underlying projects during the summer of 2022.

In early 2020, the Village Board secured approval via referendum from Village of Libertyville voters to implement a non-home rule sales tax of one-percent (1%). The non-home rule sales tax went into effect on July 1, 2020 and the Village received its first disbursement of the tax in October 2020. The Village has accumulated \$2,139,754 of unrestricted non-home rule sales tax resources as of April 30, 2022 and typically receives monthly distributions totaling between \$250,000 - \$300,000. By Village Board resolution, these monies are dedicated to 1) Supporting the capital projects identified in the above-referenced capital improvement plan and 2) Replace a portion of General Fund operating revenue lost when the Village Board repealed the Places for Eating Tax, effective April 30, 2020.

The Village's Economic Development Manager continues to work with various property owners in order to redevelop several vacant 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. As a subsequent event to FY 2021-2022, the Village sold the Golf Learning Center property on Route 45 and Peterson Road. The developer that purchased the property will be constructing two light industrial warehouse buildings on the site. Additionally, in FY 2021-2022 a lease commenced with a private party to operate the indoor Libertyville Sports Complex. Under the lease agreement, this private party has the ability to purchase the facility at any point during the period of their 24-month lease.

### ***Financial Policies***

The Village has adopted a Revenue Policy which strives to maintain a diversified and stable revenue stream. While sales tax remittances and property taxes constitute a plurality of General Fund revenues, the Village relies on other significant sources of revenue such as service charges (i.e. building permits, recreation user fees) and long-term contracts (i.e. Libertyville Fire Protection District, school district police protection). The Village Board endeavors to maintain a high service level for residents and businesses while controlling costs.

The Village has a Fund Balance Policy which stipulates the minimum fund balance in the General Fund while providing guidelines in the form of target balances for the other funds. During FY 2021-2022, the General Fund unrestricted fund balance grew by \$2,520,475, ending in excess of the Fund Balance Policy requirement.

## ***Major Initiatives***

During the past fiscal year, the Village continued engineering work on stormwater improvements to areas surrounding Rockland Road as well as the Highlands subdivision, continued its annual road rehabilitation program, completed construction on a playground replacement at Charles Brown Park, and many other initiatives.

The Village of Libertyville's operating priorities are focused on five main areas: financial sustainability, infrastructure sustainability, maintaining Libertyville's hometown feel, economic development and redevelopment, and workforce management and sustainability. Future projects to advance these initiatives include, but are not limited to, analysis of opportunities for shared services and joint bidding, further refinement of the Village's capital plan, and financial analysis and evaluation of various programs and services.

## ***Awards***

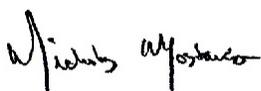
Certificate of Achievement – The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Village of Libertyville for its annual comprehensive financial report for the fiscal year ended April 30, 2021. This was the twenty-ninth consecutive year the Village received this prestigious award. In order to be awarded a Certificate of Achievement, the Village had to publish an easily readable and efficiently organized annual comprehensive 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. The Village believes that our current annual comprehensive financial report continues to meet the Certificate of Achievement program requirements, and we are submitting it to the GFOA to determine its eligibility for another certificate.

Distinguished Budget Presentation Award – The Village also received the Distinguished Budget Presentation Award for its Fiscal Year 2021-2022 annual budget from the GFOA. The award represents the Village's commitment to meeting the highest principles of governmental budgeting. The budget is rated in four major categories: as a policy document, an operations guide, a financial plan, and a communications device. The budget must be rated proficient in all four categories to receive the award.

Acknowledgments – The preparation of the annual comprehensive financial report on a timely basis was made possible by the dedicated service of the entire staff of the Finance Department and specifically, the efforts of the Assistant Finance Director, Ariel Tax. Staff would like to express their sincere appreciation to 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,



Nicholas A. Mostardo  
Director of Finance

# VILLAGE OF LIBERTYVILLE, ILLINOIS

## List of Principal Officials April 30, 2022

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### LEGISLATIVE

Village President: Donna Johnson

Village Clerk: Luke Stowe

Village Attorney: Hart M. Passman

### BOARD OF TRUSTEES

Scott Adams

Matthew Hickey

James Connell

Matthew Krummick

Peter Garrity

Dan Love

### ADMINISTRATIVE

Village Administrator

Kelly A. Amidei

Deputy Village Administrator

Ashley R. Engelmann

Director of Finance/Treasurer

Nicholas A. Mostardo

Director of Public Works

Paul K. Kendzoir

Community Development

John P. Spoden

Chief of Police

Edmondo Roncone

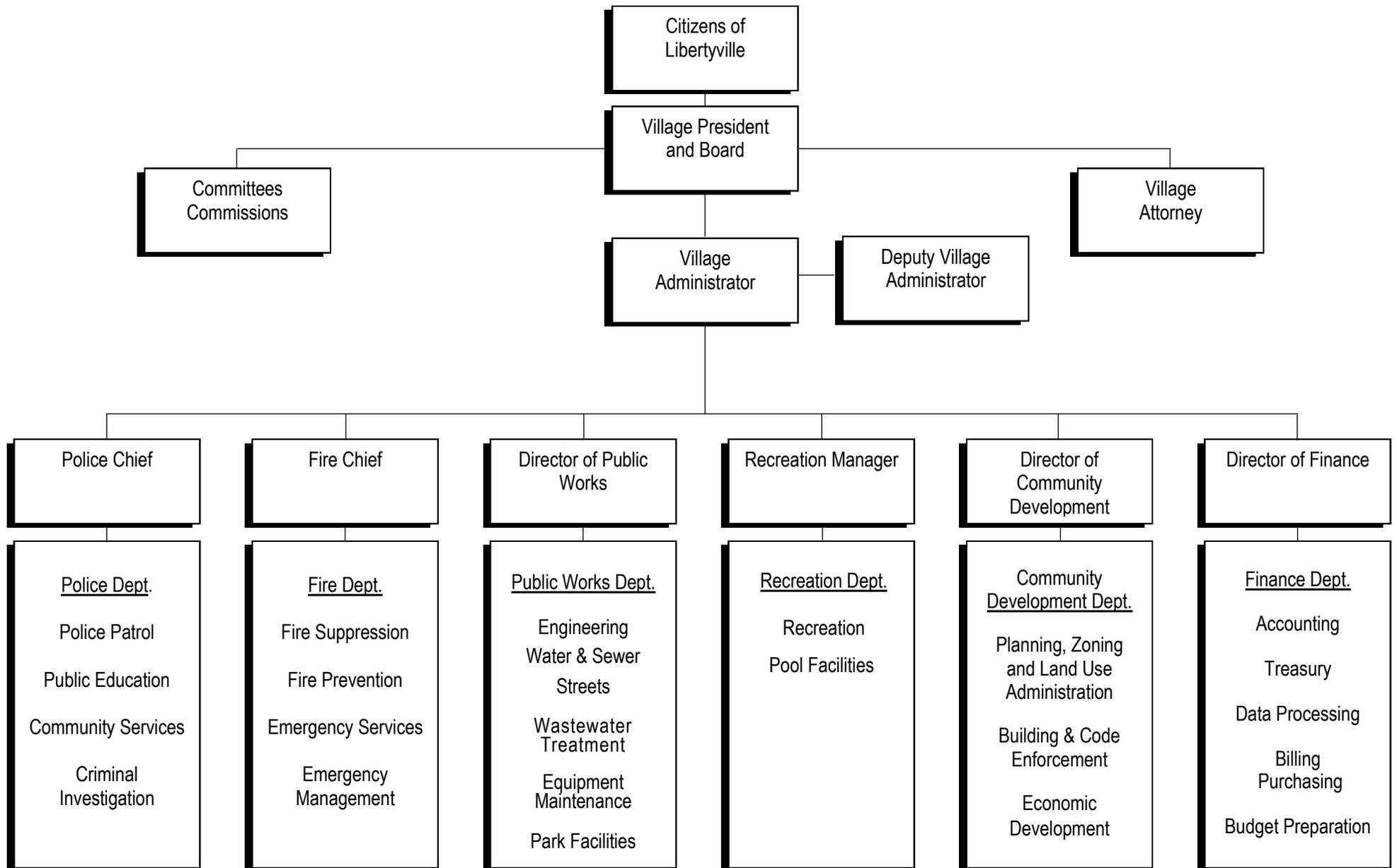
Fire Chief

Richard Carani

Director of Recreation

Margaret Resnick

# 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 Annual Comprehensive  
Financial Report  
For the Fiscal Year Ended

April 30, 2021

*Christopher P. Morill*

Executive Director/CEO

## **FINANCIAL SECTION**

This section includes:

- Independent Auditors' Report
- Management's Discussion and Analysis
- Basic Financial Statements
- Required Supplementary Information
- Other Supplementary Information
- Supplemental Schedules

## **INDEPENDENT AUDITORS' REPORT**

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



## **INDEPENDENT AUDITOR'S REPORT**

July 29, 2022

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

### **Opinions**

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, 2022, and the related notes to the financial statements, which collectively comprise the Village's basic financial statements as listed in the table of contents.

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, 2022, 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.

### **Basis for Opinions**

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Village, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

### **Responsibilities of Management for the Financial Statements**

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Village's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

## **Auditor's Responsibilities for the Audit of the Financial Statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Village's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

## **Required Supplementary Information**

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information, as listed in the table of contents, be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards 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.

### **Supplementary 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 other supplementary information and supplemental schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic 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, other supplementary information and supplemental schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

### **Other Information**

Management is responsible for the other information included in the annual report. The other information comprises the introductory and statistical sections but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

*Lauterbach & Amen, LLP*  
LAUTERBACH & AMEN, LLP

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

## VILLAGE OF LIBERTYVILLE, ILLINOIS

### Management's Discussion and Analysis April 30, 2022

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The 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, 2022. 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.

#### FINANCIAL HIGHLIGHTS

- The Village of Libertyville's assets/deferred outflows of resources exceeded its liabilities/deferred inflows of resources as of April 30, 2022, by \$151,772,002. Of this amount, (\$13,445,542), represents unrestricted net position. The negative unrestricted balance reflects the implementation of Governmental Accounting Standard Board Statement Number 68 (GASB #68) regarding accounting and financial reporting for pensions and Governmental Accounting Standard Board Statement Number 75 (GASB #75) regarding accounting and financial reporting for post-employment benefit plans other than pensions. These Statements established standards for measuring and recognizing liabilities, deferred outflows of resources, deferred inflows of resources, and expense/expenditures.
- The Village of Libertyville's total net position increased \$12,135,799 due to higher than expected revenues in the business-type function and lower expenses in both governmental and business-type functions.
- At the close of the current fiscal year, Libertyville's governmental funds reported combined fund balances of \$32,601,326, an increase of \$4,724,219 compared with the prior year. This increase is attributable to the higher than anticipated revenues in the General Fund, along with the initial collections of the Village's non-home rule sales tax. Nearly 49.2% of this amount, \$16,029,421, is available for spending at the Village's discretion (unassigned fund balance).
- As of April 30, 2022, unrestricted fund balance (the total of the committed, assigned, and unassigned components of fund balance) for the General Fund was \$19,341,083, or approximately 69.6% of total General Fund expenditures. The General Fund unassigned fund balance increased from \$13,508,946 to \$16,029,421, which is a 18.7% increase.

# VILLAGE OF LIBERTYVILLE, ILLINOIS

## Management's Discussion and Analysis April 30, 2022

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### USING THIS ANNUAL REPORT

This annual report consists of a series of financial statements, which provide two different perspectives: government-wide (the Village as a whole) and on major funds. The Statement of Net Position and the Statement of Activities provide information about the activities of the Village of Libertyville as a whole and present a longer-term view of the Village's finances. Fund financial statements for governmental activities 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 (major) funds. The report also contains other supplementary and statistical information in addition to the basic financial statements themselves.

### GOVERNMENT-WIDE FINANCIAL STATEMENTS

The government-wide financial statements provide readers with a broad overview of the Village of Libertyville's finances, in a manner similar to a private-sector business.

The Statement of Net Position reports information on all of the Village of Libertyville's assets/deferred outflows and liabilities/deferred inflows, 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's property tax base and the condition of the Village'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 (including police and fire protection), public works, parks and recreation, and economic development. The business-type activities of the Village of Libertyville include waterworks and sewerage, the Libertyville Sports Complex, which includes an indoor recreation center, and the stormwater sewer.

# VILLAGE OF LIBERTYVILLE, ILLINOIS

## Management's Discussion and Analysis April 30, 2022

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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.

#### 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 seven 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 Construction Fund, all of which are considered major funds. Data from the other three governmental funds, Commuter Parking System Fund, Non-Home Rule Sales Tax Fund, and the Stormwater Sewer Fund, are 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.

# VILLAGE OF LIBERTYVILLE, ILLINOIS

## Management's Discussion and Analysis April 30, 2022

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### 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, the Libertyville Sports Complex, and its stormwater sewer system. 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 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, for the Libertyville Sports Complex Fund, and for the Stormwater Sewer Fund, all 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.

### 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.

### 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.

### 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 Illinois Municipal Retirement Fund (IMRF), Total OPEB Liability (Other Post-Employment Benefit), and police and firefighters' employee pension obligations, as well as the budgetary comparison schedule for the General Fund. The combining statements referred to earlier in connection with the internal service funds are presented immediately following the required supplementary information on pensions.

# VILLAGE OF LIBERTYVILLE, ILLINOIS

## Management's Discussion and Analysis April 30, 2022

### 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 nearly \$152 million. Net position increased 8.7%, from \$139,636,203 to \$151,772,002. A significant driving factor behind this increase is an increase in certain current and other assets versus the prior year.

| Village of Libertyville<br>Statement of Net Position |                                |                       |                                 |                       |                                 |                       |
|--|--------------------------------|-----------------------|---------------------------------|-----------------------|---------------------------------|-----------------------|
| <u>Account</u>                                       | <u>Governmental Activities</u> |                       | <u>Business-Type Activities</u> |                       | <u>Total Primary Government</u> |                       |
|  | <u>Current<br/>Year</u>        | <u>Prior<br/>Year</u> | <u>Current<br/>Year</u>         | <u>Prior<br/>Year</u> | <u>Current<br/>Year</u>         | <u>Prior<br/>Year</u> |
| Capital assets                                       | \$ 143,964,808                 | 158,640,162           | 57,547,096                      | 47,521,229            | 201,511,904                     | 206,161,391           |
| Current and other assets                             | 53,814,735                     | 45,275,547            | 9,015,183                       | 5,160,408             | 62,829,918                      | 50,435,955            |
| Total assets   | <u>197,779,543</u>             | <u>203,915,709</u>    | <u>66,562,279</u>               | <u>52,681,637</u>     | <u>264,341,822</u>              | <u>256,597,346</u>    |
| Deferred outflows of resources                       | 5,750,724                      | 4,970,555             | 2,145,507                       | 1,923,551             | 7,896,231                       | 6,894,106             |
| Total assets/deferred outflows                       | <u>203,530,267</u>             | <u>208,886,264</u>    | <u>68,707,786</u>               | <u>54,605,188</u>     | <u>272,238,053</u>              | <u>263,491,452</u>    |
| Long-term liabilities                                | 62,808,298                     | 58,759,542            | 24,449,470                      | 25,284,462            | 87,257,768                      | 84,044,004            |
| Other liabilities                                    | 5,703,394                      | 5,700,123             | 2,942,706                       | 3,007,578             | 8,646,100                       | 8,707,701             |
| Total liabilities                                    | <u>68,511,692</u>              | <u>64,459,665</u>     | <u>27,392,176</u>               | <u>28,292,040</u>     | <u>95,903,868</u>               | <u>92,751,705</u>     |
| Deferred inflows of resources                        | 22,215,517                     | 29,756,533            | 2,346,666                       | 1,347,011             | 24,562,183                      | 31,103,544            |
| Total liabilities/deferred inflows                   | <u>90,727,209</u>              | <u>94,216,198</u>     | <u>29,738,842</u>               | <u>29,639,051</u>     | <u>120,466,051</u>              | <u>123,855,249</u>    |
| Net position:  |                                |                       |                                 |                       |                                 |                       |
| Net investment in capital assets                     | 128,666,792                    | 137,680,263           | 33,569,102                      | 23,013,108            | 162,235,894                     | 160,693,371           |
| Restricted   | 2,981,650                      | 2,339,531             | -                               | -                     | 2,981,650                       | 2,339,531             |
| Unrestricted   | <u>(18,845,384)</u>            | <u>(25,349,728)</u>   | <u>5,399,842</u>                | <u>1,953,029</u>      | <u>(13,445,542)</u>             | <u>(23,396,699)</u>   |
| Total net position                                   | <u>112,803,058</u>             | <u>114,670,066</u>    | <u>38,968,944</u>               | <u>24,966,137</u>     | <u>151,772,002</u>              | <u>139,636,203</u>    |

By far the largest portion of the Village of Libertyville's net position, \$162.2 million, reflects its investment in capital assets (for example, land, buildings, machinery, 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's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion \$3.0 million of the Village's net position represents resources that are subject to external restrictions on how they may be used. The remaining amount, deficit \$13.4 million, represents unrestricted net position.

## VILLAGE OF LIBERTYVILLE, ILLINOIS

### Management's Discussion and Analysis April 30, 2022

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Net position of the Village of Libertyville's governmental activities has decreased 1.6% this fiscal year (\$1,867,008 decrease compared to an increase of \$7,169,617 in the prior year). Much of this decrease is attributable to the reclassification of the Stormwater Sewer Fund from a governmental to a proprietary business-type fund. Unrestricted net position, the part of net position that can be used to finance day-to-day operations without constraints, totaled a deficit of \$18,845,384 due to the inclusion of long-term net pension and OPEB liabilities associated with GASB Statements 68 and 75.

Net position of business-type activities increased by 56.1%, totaling \$39,968,944 compared to \$24,966,137. This change is the result of favorable operating results as well as a decline in long-term liabilities, including IMRF pensions and outstanding debt principal as well reclassification of the Village's Stormwater Sewer Fund from a governmental fund to a proprietary business-type fund.

The Libertyville Sports Complex generated a \$400,325 operating loss, including depreciation expense in the amount of \$464,427. The General Fund transferred \$3,116,400 mainly to cover annual debt service costs and to fully redeem outstanding Series 2010B bonds. Below is a summary of the change in net position:

|   |                  |
|---|------------------|
| Net Operating (Loss)                    | \$ (400,325)     |
| Other Income                            | 32,251           |
| Debt Interest Expense                   | <u>(260,878)</u> |
| Change in Net Position Before Transfers | (628,952)        |
| Transfer In from General Fund           | <u>3,116,400</u> |
| Change in Net Position                  | 2,487,448        |

The Village continues to explore options to sell remaining portions of the Sports Complex property in order to reduce the outstanding debt. The Village Board continues to evaluate the feasibility of the long-term operations of the Sports Complex and has recently leased the facility to a private operator. While the lease agreement will provide a new source of revenue for the facility, the Village continues to budget an annual transfer from the General Fund to the Sports Complex Fund to cover operating deficits and debt service costs.

Total revenues for all funds increased from \$52.8 million to \$59.1 million, or 11.9%. The total cost of all programs and services increased from \$42.0 million to \$47.0 million or 11.9% due primarily to 1) Full resumption of most programs and operating activities after certain constraints during FY 2020-2021 due to the COVID-19 pandemic and 2) Planned drawdown of excess General Fund fund balance to address several Village Board priorities.

The chart on the next page compares the revenue and expenses for the current and prior fiscal year.

# VILLAGE OF LIBERTYVILLE, ILLINOIS

## Management's Discussion and Analysis April 30, 2022

| Village of Libertyville<br>Statement of Activities   |                         |                    |                          |                   |                          |                    |
|--|-------------------------|--------------------|--------------------------|-------------------|--------------------------|--------------------|
| Account  | Governmental Activities |                    | Business-Type Activities |                   | Total Primary Government |                    |
|  | Current Year            | Prior Year         | Current Year             | Prior Year        | Current Year             | Prior Year         |
| Program Revenues                                     |                         |                    |                          |                   |                          |                    |
| Charges for Services                                 |                         |                    |                          |                   |                          |                    |
| General Government                                   | \$ 3,408,397            | 4,133,977          | -                        | -                 | 3,408,397                | 4,133,977          |
| Community Development                                | 344,615                 | 379,615            | -                        | -                 | 344,615                  | 379,615            |
| Public Safety  | 5,764,348               | 4,894,944          | -                        | -                 | 5,764,348                | 4,894,944          |
| Parks and Recreation                                 | 740,894                 | 166,119            | -                        | -                 | 740,894                  | 166,119            |
| Waterworks and Sewerage                              | -                       | -                  | 11,460,296               | 10,601,504        | 11,460,296               | 10,601,504         |
| Libertyville Sports Complex                          | -                       | -                  | 138,520                  | (5,365)           | 138,520                  | (5,365)            |
| Stormwater Sewer                                     | -                       | -                  | 1,362,073                | -                 | 1,362,073                | -                  |
| Capital Grants/Contributions                         | 1,337,460               | 1,925,703          | 181,934                  | 535,993           | 1,519,394                | 2,461,696          |
| General Revenues                                     |                         |                    |                          |                   |                          |                    |
| Taxes  | 15,146,088              | 14,751,046         | -                        | -                 | 15,146,088               | 14,751,046         |
| Intergovernmental                                    | 18,638,362              | 14,308,248         | -                        | -                 | 18,638,362               | 14,308,248         |
| Interest Income                                      | (136,449)               | 65,852             | (7,804)                  | (82)              | (144,253)                | 65,770             |
| Miscellaneous  | 700,624                 | 999,441            | 40,547                   | 8,076             | 741,171                  | 1,007,517          |
| Total Revenues                                       | <u>45,944,339</u>       | <u>41,624,945</u>  | <u>13,175,566</u>        | <u>11,140,126</u> | <u>59,119,905</u>        | <u>52,765,071</u>  |
| Program Expenses                                     |                         |                    |                          |                   |                          |                    |
| General Government                                   | 5,400,241               | 2,999,493          | -                        | -                 | 5,400,241                | 2,999,493          |
| Community Development                                | 2,472,942               | 2,086,477          | -                        | -                 | 2,472,942                | 2,086,477          |
| Public Safety  | 18,321,868              | 15,117,153         | -                        | -                 | 18,321,868               | 15,117,153         |
| Public Works   | 3,950,693               | 6,736,846          | -                        | -                 | 3,950,693                | 6,736,846          |
| Parks & Recreation                                   | 3,103,809               | 2,003,647          | -                        | -                 | 3,103,809                | 2,003,647          |
| Economic Development                                 | 3,125,630               | 3,020,461          | -                        | -                 | 3,125,630                | 3,020,461          |
| Interest on Long-term Debt                           | 597,974                 | 610,160            | -                        | -                 | 597,974                  | 610,160            |
| Waterworks and Sewerage                              | -                       | -                  | 7,886,220                | 8,414,743         | 7,886,220                | 8,414,743          |
| Libertyville Sports Complex                          | -                       | -                  | 799,723                  | 985,725           | 799,723                  | 985,725            |
| Stormwater Sewer                                     | -                       | -                  | 1,325,006                | -                 | 38,298,163               | -                  |
| Total Expenses                                       | <u>36,973,157</u>       | <u>32,574,237</u>  | <u>10,010,949</u>        | <u>9,400,468</u>  | <u>46,984,106</u>        | <u>41,974,705</u>  |
| Increase (Decrease) In Net Position Before Transfers | 8,971,182               | 9,050,708          | 3,164,617                | 1,739,658         | 12,135,799               | 10,790,366         |
| Transfers  | <u>(10,838,190)</u>     | <u>(1,881,091)</u> | <u>10,838,190</u>        | <u>1,881,091</u>  | <u>-</u>                 | <u>-</u>           |
| Increase/(Decrease) in Net Position                  | (1,867,008)             | 7,169,617          | 14,002,807               | 3,620,749         | 12,135,799               | 10,790,366         |
| Net Position - Beginning                             | <u>114,670,066</u>      | <u>107,500,449</u> | <u>24,966,137</u>        | <u>21,345,388</u> | <u>139,636,203</u>       | <u>128,845,837</u> |
| Net Position - Ending                                | <u>112,803,058</u>      | <u>114,670,066</u> | <u>38,968,944</u>        | <u>24,966,137</u> | <u>151,772,002</u>       | <u>139,636,203</u> |

### Governmental Activities

For the fiscal year ended April 30, 2022, revenues from governmental activities increased from \$41,624,945 to \$45,944,339, or 10.4%. Intergovernmental revenues, which consist of sales tax, state income taxes, and other revenues shared among governments, and make up 40.6% of governmental revenue, increased 10.4% from \$14,308,248 to \$18,638,362. A significant portion of this increase is attributable to positive impacts on sales taxes on account of the Leveling the Playing Field for Illinois Retail Act as well as recovery in General Fund revenues from the major effects of the COVID-19 pandemic experienced during FY 2020-2021.

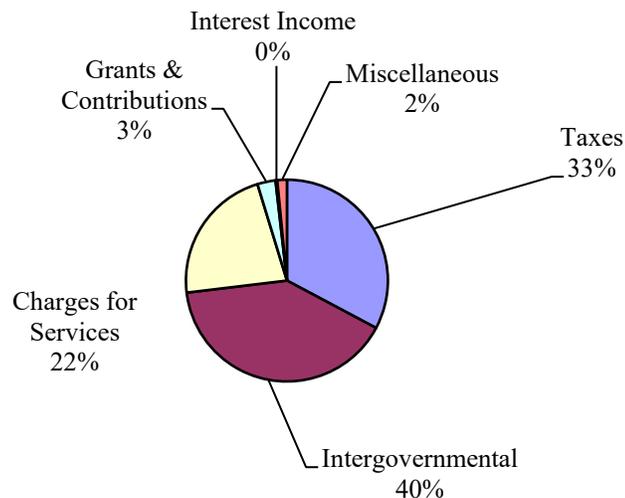
# VILLAGE OF LIBERTYVILLE, ILLINOIS

## Management's Discussion and Analysis April 30, 2022

Taxes, a category which includes property tax and electric utility tax, among others, increased by \$395,042 or 2.7% to \$15,146,088. This increase is attributable to the full PTELL allowance being incorporated in the Village's annual property tax levy.

Program revenues and charges for service, which include fire district payments, building permit fees, and parks and recreation fees, along with grants, amounted to \$11,595,714 or 25.2% of governmental revenues. This revenue source increased \$95,356 from the previous fiscal year, which is primarily due to resuming programs resulting from the lifting of COVID-19 pandemic restrictions.

**Revenues by Source-Governmental Activities**



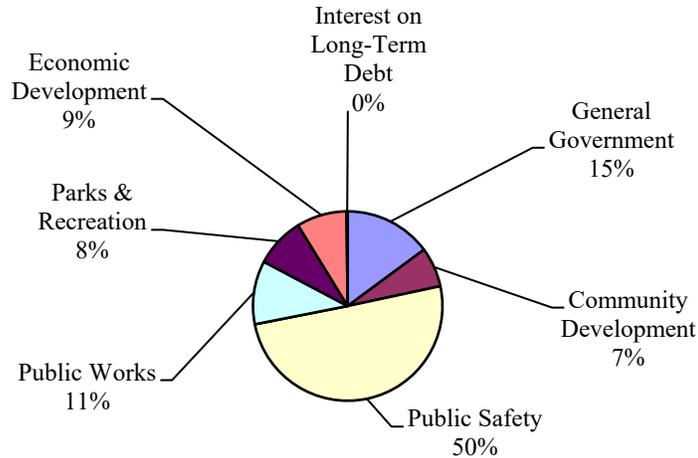
The above table graphically depicts the major revenue sources of the Village of Libertyville. It shows the reliance on sales and property taxes to fund governmental activities. Approximately 55% of sales tax revenue is generated from auto dealerships. The Village Board and the Economic Development Manager continue to attract businesses to the Village of Libertyville in order to diversify the Village's sales tax base.

The cost of all governmental activities this year was \$36,324,022 compared to \$32,574,237 last fiscal year. 1) Full resumption of most programs and operating activities after certain constraints during FY 2020-2021 due to the COVID-19 pandemic and 2) Planned drawdown of excess General Fund fund balance to address several Village Board priorities. The chart on the following page reflects a breakdown of expenses.

# VILLAGE OF LIBERTYVILLE, ILLINOIS

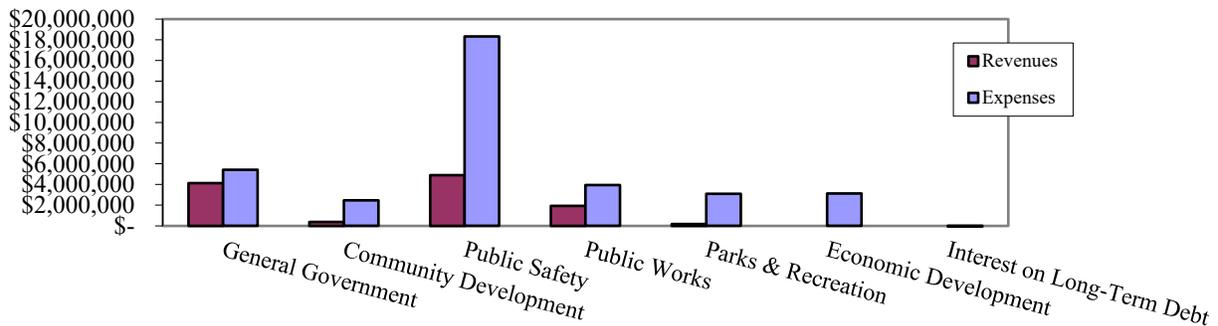
## Management's Discussion and Analysis April 30, 2022

**Governmental Activities Expenses**



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

**Expenses and Program Revenues - Governmental Activities**



# VILLAGE OF LIBERTYVILLE, ILLINOIS

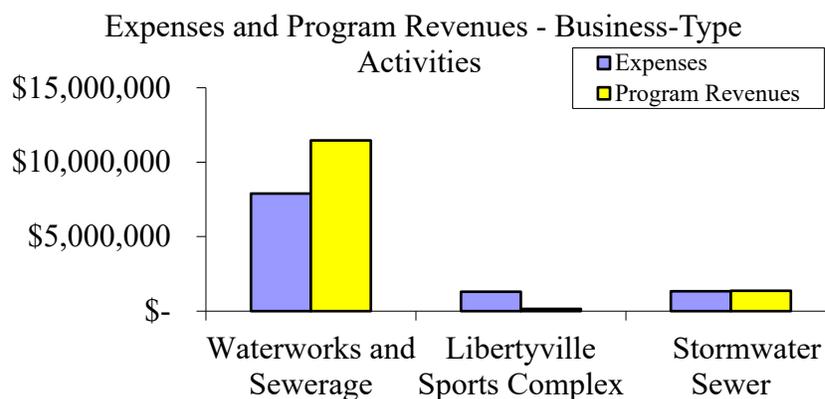
## Management's Discussion and Analysis April 30, 2022

### Business-type activities

Revenues of the Village's business-type activities increased 18.3% (\$13,175,566 in 2022 compared to \$11,140,126 in 2021) while expenses increased 6.5% (\$10,010,949 in 2022 compared to \$9,400,468 in 2021).

Key factors behind these results include:

- Water and sewer charges for service increased \$889,873 over last year due to more seasonable summer weather as compared to the prior year, as well as planned rate increases. Excluding depreciation, capital contributions, and interest expense, this fund had an increase in net position of \$5,936,422. Once depreciation of \$1,444,327, capital contributions of \$80,270, and interest charges of \$357,288 are included, a smaller increase in net position of \$4,215,077 results. Operating expenses before depreciation amounted to \$6,084,605 compared to \$6,727,275 in 2021.
- The Libertyville Sports Complex (LSC) had an operating income (before depreciation and interest expense) of \$96,353 compared to last year's income of \$108,280. With the addition of depreciation, debt expense, and the transfer from the General Fund, the LSC had an increase in net position of \$2,487,448. This increase was due to the transfer from governmental funds that is intended to subsidize debt costs, as well as the early redemption of all outstanding Series 2010B bonds associated with the facility. Operating expenses before depreciation and interest expense amounted to (\$186,460) compared to (\$113,645) in 2021.
- The Village's Stormwater Sewer operations was transferred from governmental activities at the beginning of the fiscal year. Excluding depreciation, capital contributions, interest expense, and transfers this fund had an increase in net position of \$783,618. Once depreciation of \$627,289 capital contributions of \$101,664, interest charges of \$119,194, and transfers of \$7,850,779 are included, a larger increase in net position of \$7,989,578 results. This increase is mainly due to the transfer in from governmental activities of \$7,939,182.



## VILLAGE OF LIBERTYVILLE, ILLINOIS

### Management's Discussion and Analysis April 30, 2022

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The above graph compares program expenses to revenues for waterworks and sewerage operations, the Libertyville Sports Complex, and the stormwater sewer operations. 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 may be used to reduce the amount of debt by refunding or defeasing the current outstanding bonds.

As mentioned elsewhere in this document, the Village transferred funds to the Libertyville Sports Complex to cover a portion of the debt that is unable to be funded through operations, as well as an additional amount in FY 2021-2022 to redeem outstanding Series 2010B bonds. For the 2022 fiscal year, this transfer amounted to \$3,116,400.

### 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 Village Board.

As of the end of the current fiscal year, the governmental funds reported combined ending fund balances of \$32,601,326, which is 16.9% more last year's total of \$27,877,107. Approximately 49.2% of this amount, \$16,029,421, is unassigned, which is available for spending at the Village's discretion. The remainder of fund balance is not available for new spending because it has already been 1) restricted for debt and other items, \$3,175,089; 2) committed towards commuter parking operations, and insurance deposits, \$4,073,243; 3) assigned for capital projects, \$9,041,674; or 4) non-spendable for prepaid items, \$281,899. The Village's unrestricted aggregate fund balance for its governmental funds increased from the prior year due to governmental revenues and expenditures performing more favorably than anticipated versus the amended budget.

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 \$16,029,421, while total fund balance reached \$20,851,306. This is \$3,256,518 higher than last year's total fund balance of \$17,594,788. 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 57.7% of total General Fund expenditures, while total fund balance represents 75.0% of that same amount.

## VILLAGE OF LIBERTYVILLE, ILLINOIS

### Management's Discussion and Analysis April 30, 2022

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The Debt Service Fund has a total fund balance of \$807,209, all of which is restricted for the payment of debt service. The fund balance increased \$294,891 from the previous fiscal year due to property taxes received being higher than debt service payments.

The Capital Improvement Fund provides funding for capital projects in the Village of Libertyville. The total fund balance as of April 30, 2022 is \$6,901,920, which is all assigned. The Capital Improvement Fund balance increased by \$729,514 due to lower expenditures in capital outlay as the result of favorable bidding or deferred/delayed projects. Total expenditures for the fiscal year amounted to \$2,745,585.

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. TIF revenues for the year increased primarily due to higher property tax increment which was driven by robust local real estate market values. The total fund balance increased by \$81,994 to \$1,390,581 as of April 30, 2022.

#### Proprietary Funds

The Village reports the Waterworks and Sewerage Fund, Sports Complex Fund, and the Stormwater Sewer Fund as major proprietary funds. These funds account for all of the operations of the municipal water and sewer system, the sports complex, and stormwater sewer system. 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 changed its rate structure on May 1, 2016, to better fund necessary ongoing maintenance as well as necessary improvements to the water treatment plant. There was a positive change in net position for the current fiscal year of \$3,525,781. Noteworthy capital outlay took place, including various projects to improve the Village's water and sanitary sewer distribution infrastructure, which also increased the capital assets of the fund. Net position of the Waterworks and Sewerage Fund at the end of the year totaled \$26,307,683 compared to \$22,781,902 in 2021.

Net position for the Libertyville Sports Complex Fund totaled \$4,671,683 compared to \$2,184,235 at the end of 2021. This positive movement in net position occurred due to scheduled and advanced retirement of a portion of the facility's outstanding debt.

In the Stormwater Sewer Fund, the Village accounts for all activities pertaining to its storm sewer infrastructure. The fund also accounts for the Village's stormwater utility fee which was approved by the Village Board on March 23, 2021 to be assessed on all customer bills issued on or after September 1, 2021. Net position increased by \$7,989,578. This is mainly due to the transfer from governmental activities of \$7,939,182 to establish the fund at the beginning of the fiscal year.

# VILLAGE OF LIBERTYVILLE, ILLINOIS

## Management's Discussion and Analysis April 30, 2022

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### GENERAL FUND BUDGETARY HIGHLIGHTS

Revenues in the General Fund were \$34,187,397, which was \$4,600,178 over the amended revenue budget of \$29,587,219. The largest revenue variances were sales, income, and use tax (increase of \$3,349,865), building permit fees (increase of \$236,666), and ambulance fees (increase of \$509,118). Actual expenditures were below the budget by \$1,118,659. All expenditure functions came in lower than budget due to overall cost control.

### 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, 2022 was \$201.4 million (net of accumulated depreciation). This investment in capital assets includes land, buildings and improvements, land improvements, vehicles, machinery and equipment, park facilities, roads, sidewalks, and bridges. The Village of Libertyville's total investment in capital assets decreased by approximately \$4.7 million primary due to the sale of land, specifically a portion of Adler Park east of the Des Plaines River to the Lake County Forest Preserve.

#### Capital Assets - Net of Depreciation (in Millions)

|                            | Governmental<br>Activities |       | Business-Type<br>Activities |      | Totals |       |
|----------------------------|----------------------------|-------|-----------------------------|------|--------|-------|
|                            | 2022                       | 2021  | 2022                        | 2021 | 2022   | 2021  |
| Land                       | \$ 94.6                    | 97.8  | 7.0                         | 7.0  | 101.6  | 104.8 |
| Buildings                  | 4.5                        | 4.8   | 17.8                        | 18.7 | 22.3   | 23.5  |
| Machinery and Equipment    | 5.7                        | 5.5   | 1.3                         | 0.8  | 7.0    | 6.3   |
| Water Infrastructure       | -                          | -     | 17.3                        | 16.6 | 17.3   | 16.6  |
| Sewer Infrastructure       | -                          | -     | 4.1                         | 4.4  | 4.1    | 4.4   |
| Storm Sewer Infrastructure | -                          | -     | 10.0                        | -    | 10.0   | -     |
| Other Infrastructure       | 39.1                       | 50.5  | -                           | -    | 39.1   | 50.5  |
| Totals                     | 143.9                      | 158.6 | 57.5                        | 47.5 | 201.4  | 206.1 |

This year's major additions included approximately \$1.6 million in machinery and equipment, and \$1.3 million in waterworks system additions.

The governmental activities net capital assets decreased over last year by \$14.7 million net of depreciation. Accumulated depreciation decreased by \$22,057,466 to a total of \$57,433,962 Net capital assets of \$10,243,363 was transferred to business-type activities.

# VILLAGE OF LIBERTYVILLE, ILLINOIS

## Management's Discussion and Analysis April 30, 2022

For business-type activities, the net capital assets increased by approximately \$10.0 million. A total of \$2.3 million was added in improvements, \$10.2 million was transferred from governmental activities, and \$2.5 million was expensed as depreciation.

Additional information on the Village of Libertyville's capital assets can be found in Note 3 of this report.

### Debt Outstanding

At year-end, the Village of Libertyville had total outstanding bonded debt of \$45.1 million as compared to \$47.1 million the previous year, a decrease of 4.2%. The following is a comparative statement of outstanding debt:

|                                 | Governmental<br>Activities |            | Business-Type<br>Activities |            | Totals     |            |
|---------------------------------|----------------------------|------------|-----------------------------|------------|------------|------------|
|                                 | 2022                       | 2021       | 2022                        | 2021       | 2022       | 2021       |
| General Obligation Bonds        | \$ 13,743,850              | 18,240,000 | 22,341,150                  | 23,440,000 | 36,085,000 | 41,680,000 |
| TIF Revenue Bonds/Notes Payable | 887,383                    | 1,754,995  | -                           | -          | 887,383    | 1,754,995  |
| Installment Contracts           | -                          | 21,075     | -                           | -          | -          | 21,075     |
| IEPA Loans Payable              | -                          | -          | 1,562,234                   | 1,638,727  | 1,562,234  | 1,638,727  |
| Totals                          | 14,631,233                 | 20,016,070 | 23,903,384                  | 25,078,727 | 38,534,617 | 43,456,070 |

As of April 30, 2022, 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 \$110,112,844 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 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 2022-2023 budget, tax rates, and fees that will be charged for its governmental and business-type activities. One of those factors is the economy, and specifically the economic effects of the current inflationary environment. The Village Board has adopted a conservative approach in forecasting future fiscal years. This is done in order to protect government services from unexpected cuts or service level reductions.

The inflationary environment pandemic along with other indicators were considered when adopting the General Fund budget for 2022-2023. The Village Board adopted a FY 2022-2023 budget that was conservative, but balanced, without relying on General Fund fund balance reserves to fund operations.

# **VILLAGE OF LIBERTYVILLE, ILLINOIS**

## **Management's Discussion and Analysis April 30, 2022**

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The adopted FY 2022-2023 General Fund budget estimates a positive cash flow of \$726,924. The Village expects recent inflationary pressures to drive up certain elastic revenue sources, such as sales taxes. These increases will be partially offset by increases in operating expenditures, also due to inflation.

### **REQUESTS FOR INFORMATION**

This financial report is designed to provide a general overview of the Village of Libertyville's 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, 2022**

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**See Following Page**

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Statement of Net Position  
April 30, 2022**

|   | Governmental<br>Activities | Business-Type<br>Activities | Totals        |
|---|----------------------------|-----------------------------|---------------|
| <b>ASSETS</b>                                   |                            |                             |               |
| Current Assets                                  |                            |                             |               |
| Cash and Investments                            | \$ 29,836,170              | 5,470,712                   | 35,306,882    |
| Receivables - Net                               | 17,546,557                 | 2,264,416                   | 19,810,973    |
| Insurance Deposits                              | 3,562,687                  | -                           | 3,562,687     |
| Prepaid Inventories                             | 326,181                    | 123,880                     | 450,061       |
| Total Current Assets                            | 51,271,595                 | 7,859,008                   | 59,130,603    |
| Noncurrent Assets                               |                            |                             |               |
| Capital Assets                                  |                            |                             |               |
| Land  | 94,613,531                 | 7,043,248                   | 101,656,779   |
| Buildings and Improvements                      | 17,536,596                 | 37,527,714                  | 55,064,310    |
| Machinery and Equipment                         | 14,372,165                 | 3,669,002                   | 18,041,167    |
| Infrastructure                                  | 74,876,478                 | -                           | 74,876,478    |
| Waterworks and Sewerage System                  | -                          | 81,578,452                  | 81,578,452    |
|   | 201,398,770                | 129,818,416                 | 331,217,186   |
| Accumulated Depreciation                        | (57,433,962)               | (72,271,320)                | (129,705,282) |
|   | 143,964,808                | 57,547,096                  | 201,511,904   |
| Other Assets                                    |                            |                             |               |
| Net Pension Asset - IMRF                        | 2,543,140                  | 1,156,175                   | 3,699,315     |
| Total Noncurrent Assets                         | 146,507,948                | 58,703,271                  | 205,211,219   |
| Total Assets                                    | 197,779,543                | 66,562,279                  | 264,341,822   |
| <b>DEFERRED OUTFLOWS OF RESOURCES</b>           |                            |                             |               |
| Loss on Refunding                               | -                          | 614,686                     | 614,686       |
| Deferred Items - IMRF                           | 794,005                    | 360,975                     | 1,154,980     |
| Deferred Items - Police Pension                 | 637,292                    | -                           | 637,292       |
| Deferred Items - Firefighters' Pension          | 2,602,209                  | -                           | 2,602,209     |
| Deferred Items - RBP                            | 1,717,218                  | 131,471                     | 1,848,689     |
| Deferred Items - ARO                            | -                          | 1,038,375                   | 1,038,375     |
| Total Deferred Outflows of Resources            | 5,750,724                  | 2,145,507                   | 7,896,231     |
| Total Assets and Deferred Outflows of Resources | 203,530,267                | 68,707,786                  | 272,238,053   |

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

|   | Governmental<br>Activities | Business-Type<br>Activities | Totals       |
|---|----------------------------|-----------------------------|--------------|
| <b>LIABILITIES</b>                                  |                            |                             |              |
| Current Liabilities                                 |                            |                             |              |
| Accounts Payable                                    | \$ 689,160                 | 482,777                     | 1,171,937    |
| Accrued Payroll                                     | 669,939                    | 101,686                     | 771,625      |
| Deposits Payable                                    | 1,395,551                  | 98,280                      | 1,493,831    |
| Retainage Payable                                   | 7,179                      | -                           | 7,179        |
| Interest Payable                                    | 193,439                    | 273,878                     | 467,317      |
| Other Payables                                      | 300,122                    | 22,841                      | 322,963      |
| Current Portion of Long-Term Debt                   | 2,448,004                  | 1,885,491                   | 4,333,495    |
| Total Current Liabilities                           | 5,703,394                  | 2,864,953                   | 8,568,347    |
| Noncurrent Liabilities                              |                            |                             |              |
| Compensated Absences Payable                        | 1,921,016                  | 190,312                     | 2,111,328    |
| Net Pension Liability - Police Pension              | 23,879,425                 | -                           | 23,879,425   |
| Net Pension Liability - Firefighters' Pension       | 16,922,896                 | -                           | 16,922,896   |
| Total OPEB Liability - RBP                          | 6,754,695                  | 517,144                     | 7,271,839    |
| General Obligation Bonds Payable                    | 13,330,266                 | 21,192,533                  | 34,522,799   |
| IEPA Loans Payable                                  | -                          | 1,562,234                   | 1,562,234    |
| Asset Retirement Obligation                         | -                          | 1,065,000                   | 1,065,000    |
| Total Noncurrent Liabilities                        | 62,808,298                 | 24,527,223                  | 87,335,521   |
| Total Liabilities                                   | 68,511,692                 | 27,392,176                  | 95,903,868   |
| <b>DEFERRED INFLOWS OF RESOURCES</b>                |                            |                             |              |
| Property Taxes                                      | 13,440,913                 | -                           | 13,440,913   |
| Deferred Items - IMRF                               | 4,878,798                  | 2,218,025                   | 7,096,823    |
| Deferred Items - Police Pension                     | 659,129                    | -                           | 659,129      |
| Deferred Items - Firefighters' Pension              | 1,556,419                  | -                           | 1,556,419    |
| Deferred Items - RBP                                | 1,680,258                  | 128,641                     | 1,808,899    |
| Total Deferred Inflows of Resources                 | 22,215,517                 | 2,346,666                   | 24,562,183   |
| Total Liabilities and Deferred Inflows of Resources | 90,727,209                 | 29,738,842                  | 120,466,051  |
| <b>NET POSITION</b>                                 |                            |                             |              |
| Net Investment in Capital Assets                    | 128,666,792                | 33,569,102                  | 162,235,894  |
| Restricted  |                            |                             |              |
| Special Levy - Special Recreation                   | 30,058                     | -                           | 30,058       |
| Hotel/Motel Tax                                     | 577,130                    | -                           | 577,130      |
| Foreign Fire Insurance                              | 179,186                    | -                           | 179,186      |
| Fire Fund   | 24,928                     | -                           | 24,928       |
| Tim/Creek Special Service Area                      | 98,386                     | -                           | 98,386       |
| Concord/Interlaken Special Service Area             | 67,611                     | -                           | 67,611       |
| Tax Increment Financing District                    | 1,390,581                  | -                           | 1,390,581    |
| Debt Service  | 613,770                    | -                           | 613,770      |
| Unrestricted (Deficit)                              | (18,845,384)               | 5,399,842                   | (13,445,542) |
| Total Net Position                                  | 112,803,058                | 38,968,944                  | 151,772,002  |

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, 2022**

|                                       | Expenses          | Program Revenues     |                              |
|---------------------------------------|-------------------|----------------------|------------------------------|
|                                       |                   | Charges for Services | Capital Grants/Contributions |
| <b>Governmental Activities</b>        |                   |                      |                              |
| General Government                    | \$ 5,400,241      | 3,408,397            | 58,640                       |
| Community Development                 | 2,472,942         | 344,615              | -                            |
| Public Safety                         | 18,321,868        | 5,764,348            | -                            |
| Public Works                          | 3,950,693         | -                    | 1,278,820                    |
| Parks and Recreation                  | 3,103,809         | 740,894              | -                            |
| Economic Development                  | 3,125,630         | -                    | -                            |
| Interest on Long-Term Debt            | 597,974           | -                    | -                            |
| <b>Total Governmental Activities</b>  | <b>36,973,157</b> | <b>10,258,254</b>    | <b>1,337,460</b>             |
| <b>Business-Type Activities</b>       |                   |                      |                              |
| Waterworks and Sewerage               | 7,886,220         | 11,460,296           | 80,270                       |
| Libertyville Sports Complex           | 799,723           | 138,520              | -                            |
| Stormwater Sewer                      | 1,325,006         | 1,362,073            | 101,664                      |
| <b>Total Business-Type Activities</b> | <b>10,010,949</b> | <b>12,960,889</b>    | <b>181,934</b>               |
| <b>Total Primary Government</b>       | <b>46,984,106</b> | <b>23,219,143</b>    | <b>1,519,394</b>             |

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

Change in Net Position

Net Position - Beginning

Net Position - Ending

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

| Net (Expenses)/Revenues    |                             |              |
|----------------------------|-----------------------------|--------------|
| Governmental<br>Activities | Business-Type<br>Activities | Totals       |
| (1,933,204)                | -                           | (1,933,204)  |
| (2,128,327)                | -                           | (2,128,327)  |
| (12,557,520)               | -                           | (12,557,520) |
| (2,671,873)                | -                           | (2,671,873)  |
| (2,362,915)                | -                           | (2,362,915)  |
| (3,125,630)                | -                           | (3,125,630)  |
| (597,974)                  | -                           | (597,974)    |
| (25,377,443)               | -                           | (25,377,443) |
| -                          | 3,654,346                   | 3,654,346    |
| -                          | (661,203)                   | (661,203)    |
| -                          | 138,731                     | 138,731      |
| -                          | 3,131,874                   | 3,131,874    |
| (25,377,443)               | 3,131,874                   | (22,245,569) |
| 13,531,724                 | -                           | 13,531,724   |
| 1,179,587                  | -                           | 1,179,587    |
| 290,616                    | -                           | 290,616      |
| 144,161                    | -                           | 144,161      |
| 285,431                    | -                           | 285,431      |
| 13,494,370                 | -                           | 13,494,370   |
| 3,251,812                  | -                           | 3,251,812    |
| 1,606,749                  | -                           | 1,606,749    |
| (136,449)                  | (7,804)                     | (144,253)    |
| 700,624                    | 40,547                      | 741,171      |
| (10,838,190)               | 10,838,190                  | -            |
| 23,510,435                 | 10,870,933                  | 34,381,368   |
| (1,867,008)                | 14,002,807                  | 12,135,799   |
| 114,670,066                | 24,966,137                  | 139,636,203  |
| 112,803,058                | 38,968,944                  | 151,772,002  |

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

VILLAGE OF LIBERTYVILLE, ILLINOIS

Balance Sheet - Governmental Funds

April 30, 2022

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|  | <u>General</u>               |
|--|------------------------------|
| <b>ASSETS</b>  |                              |
| Cash and Investments   | \$ 16,521,690                |
| Receivables - Net of Allowances  |                              |
| Property Taxes   | 7,228,031                    |
| Other Taxes  | 2,020,632                    |
| Accounts   | 1,157,941                    |
| Insurance Deposits   | 3,562,687                    |
| Prepays  | <u>281,899</u>               |
| <br>Total Assets   | <br><u><u>30,772,880</u></u> |
| <b>LIABILITIES</b>   |                              |
| Accounts Payable   | 375,394                      |
| Accrued Payroll  | 655,297                      |
| Deposits Payable   | 1,395,551                    |
| Retainage Payable  | 7,179                        |
| Other Payables   | <u>260,122</u>               |
| Total Liabilities  | 2,693,543                    |
| <b>DEFERRED INFLOWS OF RESOURCES</b>                                   |                              |
| Property Taxes   | <u>7,228,031</u>             |
| Total Liabilities and Deferred Inflows of Resources                    | <u>9,921,574</u>             |
| <b>FUND BALANCES</b>   |                              |
| Nonspendable   | 281,899                      |
| Restricted   | 977,299                      |
| Committed  | 3,562,687                    |
| Assigned   | -                            |
| Unassigned   | <u>16,029,421</u>            |
| Total Fund Balances  | <u>20,851,306</u>            |
| <br>Total Liabilities, Deferred Inflows of Resources and Fund Balances | <br><u><u>30,772,880</u></u> |

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

| Debt Service | Capital Projects    |                                      | Nonmajor  | Totals     |
|--------------|---------------------|--------------------------------------|-----------|------------|
|              | Capital Improvement | Tax Increment Financing Construction |           |            |
| 807,209      | 6,933,399           | 1,390,144                            | 1,850,284 | 27,502,726 |
| 1,677,698    | -                   | 4,535,184                            | -         | 13,440,913 |
| -            | -                   | -                                    | 804,155   | 2,824,787  |
| -            | 95,024              | -                                    | -         | 1,252,965  |
| -            | -                   | -                                    | -         | 3,562,687  |
| -            | -                   | -                                    | -         | 281,899    |
| 2,484,907    | 7,028,423           | 5,925,328                            | 2,654,439 | 48,865,977 |
| -            | 126,503             | (437)                                | 2,625     | 504,085    |
| -            | -                   | -                                    | 1,504     | 656,801    |
| -            | -                   | -                                    | -         | 1,395,551  |
| -            | -                   | -                                    | -         | 7,179      |
| -            | -                   | -                                    | -         | 260,122    |
| -            | 126,503             | (437)                                | 4,129     | 2,823,738  |
| 1,677,698    | -                   | 4,535,184                            | -         | 13,440,913 |
| 1,677,698    | 126,503             | 4,534,747                            | 4,129     | 16,264,651 |
| -            | -                   | -                                    | -         | 281,899    |
| 807,209      | -                   | 1,390,581                            | -         | 3,175,089  |
| -            | -                   | -                                    | 510,556   | 4,073,243  |
| -            | 6,901,920           | -                                    | 2,139,754 | 9,041,674  |
| -            | -                   | -                                    | -         | 16,029,421 |
| 807,209      | 6,901,920           | 1,390,581                            | 2,650,310 | 32,601,326 |
| 2,484,907    | 7,028,423           | 5,925,328                            | 2,654,439 | 48,865,977 |

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, 2022

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|  |                           |
|--|---------------------------|
| <b>Total Governmental Fund Balances</b>  | \$ 32,601,326             |
| 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.   | 143,964,808               |
| Less: Internal Service   | (4,768,130)               |
| 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. | 6,906,231                 |
| Deferred outflows (inflows) of resources related to the pensions not reported in the funds.  |                           |
| Deferred Items - IMRF  | (4,084,793)               |
| Deferred Items - Police Pension  | (21,837)                  |
| Deferred Items - Firefighters' Pension   | 1,045,790                 |
| Deferred Items - RBP   | 36,960                    |
| Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds.   |                           |
| Compensated Absences Payable   | (2,371,966)               |
| Net Pension Asset - IMRF   | 2,543,140                 |
| Net Pension Liability - Police Pension   | (23,879,425)              |
| Net Pension Liability - Firefighters' Pension  | (16,922,896)              |
| Total OPEB Liability - RBP   | (6,754,695)               |
| General Obligation Bonds Payable   | (14,410,633)              |
| TIF Revenue Bonds/Notes Payable  | (887,383)                 |
| Accrued Interest Payable   | (193,439)                 |
| <b>Net Position of Governmental Activities</b>   | <u><u>112,803,058</u></u> |

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

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds  
For the Fiscal Year Ended April 30, 2022**

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**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, 2022

|  | <u>General</u>           |
|--|--------------------------|
| Revenues   |                          |
| Taxes  | \$ 8,960,502             |
| Licenses and Permits   | 1,546,544                |
| Intergovernmental  | 15,132,043               |
| Charges for Services   | 7,473,636                |
| Fines and Forfeits   | 578,753                  |
| Interest Income  | (146,542)                |
| Miscellaneous  | 642,461                  |
| Total Revenues   | <u>34,187,397</u>        |
| Expenditures   |                          |
| General Government   | 2,473,936                |
| Community Development  | 2,472,942                |
| Public Safety  | 17,858,297               |
| Public Works   | 2,410,531                |
| Parks and Recreation   | 2,492,529                |
| Economic Development   | -                        |
| Capital Outlay   | 83,058                   |
| Debt Service   |                          |
| Principal Retirement   | -                        |
| Interest and Fiscal Charges                                  | -                        |
| Total Expenditures   | <u>27,791,293</u>        |
| Excess (Deficiency) of Revenues<br>Over (Under) Expenditures | <u>6,396,104</u>         |
| Other Financing Sources (Uses)                               |                          |
| Debt Issuance  | -                        |
| Premium on Debt Issuance                                     | -                        |
| Payment to Escrow Agent                                      | -                        |
| Transfers In   | 1,101,011                |
| Transfers Out  | (4,240,597)              |
|  | <u>(3,139,586)</u>       |
| Net Change in Fund Balances                                  | 3,256,518                |
| Fund Balances - Beginning                                    | <u>17,594,788</u>        |
| Fund Balances - Ending                                       | <u><u>20,851,306</u></u> |

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

| Debt Service | Capital Projects    |                                      | Nonmajor    | Totals      |
|--------------|---------------------|--------------------------------------|-------------|-------------|
|              | Capital Improvement | Tax Increment Financing Construction |             |             |
| 1,722,287    | -                   | 4,463,299                            | -           | 15,146,088  |
| -            | 420,196             | -                                    | -           | 1,966,740   |
| -            | 1,460,148           | -                                    | 3,564,959   | 20,157,150  |
| -            | 108,544             | -                                    | 117,618     | 7,699,798   |
| -            | -                   | -                                    | 12,963      | 591,716     |
| 4,430        | 3,851               | 693                                  | 2,415       | (135,153)   |
| -            | 58,163              | -                                    | -           | 700,624     |
| 1,726,717    | 2,050,902           | 4,463,992                            | 3,697,955   | 46,126,963  |
| -            | -                   | -                                    | 147,946     | 2,621,882   |
| -            | -                   | -                                    | -           | 2,472,942   |
| -            | -                   | -                                    | -           | 17,858,297  |
| -            | -                   | 350,628                              | -           | 2,761,159   |
| -            | -                   | -                                    | -           | 2,492,529   |
| -            | -                   | 3,125,630                            | -           | 3,125,630   |
| -            | 2,745,585           | -                                    | 8,880       | 2,837,523   |
| 1,034,750    | -                   | 867,612                              | -           | 1,902,362   |
| 488,753      | -                   | 38,128                               | -           | 526,881     |
| 1,523,503    | 2,745,585           | 4,381,998                            | 156,826     | 36,599,205  |
| 203,214      | (694,683)           | 81,994                               | 3,541,129   | 9,527,758   |
| 6,320,000    | -                   | -                                    | -           | 6,320,000   |
| 666,783      | -                   | -                                    | -           | 666,783     |
| (6,895,106)  | -                   | -                                    | -           | (6,895,106) |
| -            | 1,650,000           | -                                    | 88,403      | 2,839,414   |
| -            | (225,803)           | -                                    | (3,268,230) | (7,734,630) |
| 91,677       | 1,424,197           | -                                    | (3,179,827) | (4,803,539) |
| 294,891      | 729,514             | 81,994                               | 361,302     | 4,724,219   |
| 512,318      | 6,172,406           | 1,308,587                            | 2,289,008   | 27,877,107  |
| 807,209      | 6,901,920           | 1,390,581                            | 2,650,310   | 32,601,326  |

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, 2022

|  |                                  |
|--|----------------------------------|
| <b>Net Change in Fund Balances - Total Governmental Funds</b>  | <b>\$ 4,724,219</b>              |
| Amounts reported for governmental activities in the Statement of Activities<br>are different because:  |                                  |
| Governmental funds report capital outlays as expenditures. However, in the<br>Statement of Activities the cost of those assets is allocated over their estimated<br>useful lives and reported as depreciation expense.   |                                  |
| Capital Outlays  | 1,068,328                        |
| Capital Contribution   | (181,328)                        |
| Depreciation Expense   | (1,755,661)                      |
| Disposals - Cost   | (3,209,019)                      |
| Transfer to Business-Type Activity   | (10,243,363)                     |
| The net effect of deferred outflows (inflows) of resources related to the pensions<br>not reported in the funds.   |                                  |
| Change in Deferred Items - IMRF  | (1,374,131)                      |
| Change in Deferred Items - Police Pension  | 6,447,992                        |
| Change in Deferred Items - Firefighters' Pension   | 5,019,678                        |
| Change in Deferred Items - RBP   | (1,467,153)                      |
| The issuance of long-term debt provides current financial resources to<br>governmental funds, while the repayment of the principal on long-term<br>debt consumes the current financial resources of the governmental funds.  |                                  |
| Change in Compensated Absences Payable   | (190,616)                        |
| Change in Net Pension Liability/(Asset) - IMRF   | 3,021,437                        |
| Change in Net Pension Liability - Police Pension   | (5,146,148)                      |
| Change in Net Pension Liability - Firefighters' Pension  | (5,154,508)                      |
| Change in Total OPEB Liability - RBP   | 1,312,331                        |
| Debt Issuance - Net  | (6,986,783)                      |
| Retirement of Debt   | 8,712,362                        |
| Transfer to Business-Type Activity   | 2,971,400                        |
| Changes to accrued interest on long-term debt in the Statement of Activities<br>does not require the use of current financial resources and, therefore, are not<br>reported as expenditures in the governmental funds.   | 14,013                           |
| Internal service funds are used by the Village to charge the costs of vehicle<br>and equipment management and technology services to individual funds.<br>The net revenue of certain activities of internal service funds is<br>reported with governmental activities. | <u>549,942</u>                   |
| <b>Changes in Net Position of Governmental Activities</b>  | <b><u><u>(1,867,008)</u></u></b> |

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, 2022**

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**See Following Page**

VILLAGE OF LIBERTYVILLE, ILLINOIS

Statement of Net Position - Proprietary Funds  
April 30, 2022

|  | Business-Type Activities - Enterprise |                                   |                     | Totals       | Governmental        |
|--|---------------------------------------|-----------------------------------|---------------------|--------------|---------------------|
|  | Waterworks<br>and<br>Sewerage         | Libertyville<br>Sports<br>Complex | Stormwater<br>Sewer |              | Internal<br>Service |
| <b>ASSETS</b>                                      |                                       |                                   |                     |              |                     |
| Current Assets                                     |                                       |                                   |                     |              |                     |
| Cash and Investments                               | \$ 4,492,190                          | 30,000                            | 948,522             | 5,470,712    | 2,333,444           |
| Receivables - Net of Allowances                    |                                       |                                   |                     |              |                     |
| Accounts   | 2,013,277                             | 69,095                            | 182,044             | 2,264,416    | 27,892              |
| Due from Other Funds                               | 237,818                               | -                                 | -                   | 237,818      | -                   |
| Inventories  | -                                     | -                                 | -                   | -            | 33,149              |
| Prepays  | 41,749                                | 82,131                            | -                   | 123,880      | 11,133              |
| Total Current Assets                               | 6,785,034                             | 181,226                           | 1,130,566           | 8,096,826    | 2,405,618           |
| Noncurrent Assets                                  |                                       |                                   |                     |              |                     |
| Capital Assets                                     |                                       |                                   |                     |              |                     |
| Land   | 2,272,080                             | 4,771,168                         | -                   | 7,043,248    | -                   |
| Buildings and Improvements                         | 19,540,744                            | 17,986,970                        | -                   | 37,527,714   | -                   |
| Machinery and Equipment                            | 3,220,566                             | 448,436                           | -                   | 3,669,002    | 12,640,260          |
| Waterworks System                                  | 30,563,424                            | -                                 | -                   | 30,563,424   | -                   |
| Sewerage System                                    | 15,947,144                            | -                                 | -                   | 15,947,144   | -                   |
| Storm Sewer System                                 | -                                     | -                                 | 35,067,884          | 35,067,884   | -                   |
|  | 71,543,958                            | 23,206,574                        | 35,067,884          | 129,818,416  | 12,640,260          |
| Accumulated Depreciation                           | (38,513,328)                          | (8,631,735)                       | (25,126,257)        | (72,271,320) | (7,872,130)         |
|  | 33,030,630                            | 14,574,839                        | 9,941,627           | 57,547,096   | 4,768,130           |
| Other Assets                                       |                                       |                                   |                     |              |                     |
| Net Pension Asset - IMRF                           | 1,025,695                             | 9,563                             | 120,917             | 1,156,175    | -                   |
| Total Noncurrent Assets                            | 34,056,325                            | 14,584,402                        | 10,062,544          | 58,703,271   | 4,768,130           |
| Total Assets                                       | 40,841,359                            | 14,765,628                        | 11,193,110          | 66,800,097   | 7,173,748           |
| <b>DEFERRED OUTFLOWS OF RESOURCES</b>              |                                       |                                   |                     |              |                     |
| Deferred Items - IMRF                              | 320,237                               | 2,986                             | 37,752              | 360,975      | -                   |
| Deferred Items - RBP                               | 124,557                               | -                                 | 6,914               | 131,471      | -                   |
| Deferred Items - ARO                               | 1,038,375                             | -                                 | -                   | 1,038,375    | -                   |
| Loss on Refunding                                  | 68,725                                | 545,961                           | -                   | 614,686      | -                   |
| Total Deferred Outflows of Resources               | 1,551,894                             | 548,947                           | 44,666              | 2,145,507    | -                   |
| Total Assets and Deferred Outflows<br>of Resources | 42,393,253                            | 15,314,575                        | 11,237,776          | 68,945,604   | 7,173,748           |

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

|  | Business-Type Activities - Enterprise |                                   |                     | Totals     | Governmental                      |
|--|---------------------------------------|-----------------------------------|---------------------|------------|-----------------------------------|
|  | Waterworks<br>and<br>Sewerage         | Libertyville<br>Sports<br>Complex | Stormwater<br>Sewer |            | Activities<br>Internal<br>Service |
| <b>LIABILITIES</b>                                     |                                       |                                   |                     |            |                                   |
| Current Liabilities                                    |                                       |                                   |                     |            |                                   |
| Accounts Payable                                       | \$ 388,422                            | 265                               | 94,090              | 482,777    | 185,075                           |
| Accrued Payroll  | 88,213                                | 889                               | 12,584              | 101,686    | 13,138                            |
| Deposits Payable                                       | 71,080                                | 27,200                            | -                   | 98,280     | -                                 |
| Accrued Interest Payable                               | 181,576                               | 60,508                            | 31,794              | 273,878    | -                                 |
| Due to Other Funds                                     | -                                     | 237,818                           | -                   | 237,818    | -                                 |
| Other Payables   | 8,000                                 | 14,841                            | -                   | 22,841     | 40,000                            |
| Compensated Absences Payable                           | 43,443                                | 605                               | 3,530               | 47,578     | 5,861                             |
| General Obligation Bonds Payable                       | 732,663                               | 960,000                           | 145,250             | 1,837,913  | -                                 |
| Total Current Liabilities                              | 1,513,397                             | 1,302,126                         | 287,248             | 3,102,771  | 244,074                           |
| Noncurrent Liabilities                                 |                                       |                                   |                     |            |                                   |
| Compensated Absences Payable                           | 173,774                               | 2,420                             | 14,118              | 190,312    | 23,443                            |
| Total OPEB Liability - RBP                             | 489,947                               | -                                 | 27,197              | 517,144    | -                                 |
| General Obligation Bonds Payable                       | 9,191,633                             | 9,320,000                         | 2,680,900           | 21,192,533 | -                                 |
| IEPA Loans Payable                                     | 1,562,234                             | -                                 | -                   | 1,562,234  | -                                 |
| Asset Retirement Obligation                            | 1,065,000                             | -                                 | -                   | 1,065,000  | -                                 |
| Total Noncurrent Liabilities                           | 12,482,588                            | 9,322,420                         | 2,722,215           | 24,527,223 | 23,443                            |
| Total Liabilities                                      | 13,995,985                            | 10,624,546                        | 3,009,463           | 27,629,994 | 267,517                           |
| <b>DEFERRED INFLOWS OF RESOURCES</b>                   |                                       |                                   |                     |            |                                   |
| Deferred Items - IMRF                                  | 1,967,709                             | 18,346                            | 231,970             | 2,218,025  | -                                 |
| Deferred Items - RBP                                   | 121,876                               | -                                 | 6,765               | 128,641    | -                                 |
| Total Deferred Inflows of Resources                    | 2,089,585                             | 18,346                            | 238,735             | 2,346,666  | -                                 |
| Total Liabilities and Deferred Inflows<br>of Resources | 16,085,570                            | 10,642,892                        | 3,248,198           | 29,976,660 | 267,517                           |
| <b>NET POSITION</b>                                    |                                       |                                   |                     |            |                                   |
| Net Investment in Capital Assets                       | 21,612,825                            | 4,840,800                         | 7,115,477           | 33,569,102 | 4,768,130                         |
| Unrestricted (Deficit)                                 | 4,694,858                             | (169,117)                         | 874,101             | 5,399,842  | 2,138,101                         |
| Total Net Position                                     | 26,307,683                            | 4,671,683                         | 7,989,578           | 38,968,944 | 6,906,231                         |

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, 2022

|   | <u>Waterworks<br/>and<br/>Sewerage</u> |
|---|--|
| Operating Revenues                                  |  |
| Charges for Services                                | \$ 11,353,915                          |
| Interfund Services                                  | -                                      |
| Total Operating Revenues                            | <u>11,353,915</u>                      |
| Operating Expenses                                  |  |
| Operations  | 6,084,605                              |
| Depreciation  | 1,444,327                              |
| Total Operating Expenses                            | <u>7,528,932</u>                       |
| Operating Income (Loss)                             | <u>3,824,983</u>                       |
| Nonoperating Revenues (Expenses)                    |  |
| Interest Income (Loss)                              | (7,872)                                |
| Connection Fees                                     | 106,381                                |
| Grants  | -                                      |
| Other Income  | 8,296                                  |
| Interest Expense and Fiscal Charges                 | <u>(357,288)</u>                       |
|   | <u>(250,483)</u>                       |
| Income (Loss) Before Transfers<br>and Contributions | <u>3,574,500</u>                       |
| Transfers In  | -                                      |
| Transfers Out                                       | (128,989)                              |
| Capital Contributions                               | 80,270                                 |
|   | <u>(48,719)</u>                        |
| Change in Net Position                              | 3,525,781                              |
| Net Position - Beginning                            | <u>22,781,902</u>                      |
| Net Position - Ending                               | <u><u>26,307,683</u></u>               |

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

| Business-Type Activities - Enterprise |                  |            | Governmental     |
|---------------------------------------|------------------|------------|------------------|
| Libertyville                          |                  |            | Activities       |
| Sports Complex                        | Stormwater Sewer | Totals     | Internal Service |
| 138,520                               | 1,362,073        | 12,854,508 | -                |
| -                                     | -                | -          | 1,387,297        |
| 138,520                               | 1,362,073        | 12,854,508 | 1,387,297        |
| 74,418                                | 578,523          | 6,737,546  | 1,618,032        |
| 464,427                               | 627,289          | 2,536,043  | 829,738          |
| 538,845                               | 1,205,812        | 9,273,589  | 2,447,770        |
| (400,325)                             | 156,261          | 3,580,919  | (1,060,473)      |
| -                                     | 68               | (7,804)    | (1,296)          |
| -                                     | -                | 106,381    | -                |
| -                                     | -                | -          | 25,974           |
| 32,251                                | -                | 40,547     | 256,835          |
| (260,878)                             | (119,194)        | (737,360)  | (87)             |
| (228,627)                             | (119,126)        | (598,236)  | 281,426          |
| (628,952)                             | 37,135           | 2,982,683  | (779,047)        |
| 3,116,400                             | 7,939,182        | 11,055,582 | 1,328,989        |
| -                                     | (88,403)         | (217,392)  | -                |
| -                                     | 101,664          | 181,934    | -                |
| 3,116,400                             | 7,952,443        | 11,020,124 | 1,328,989        |
| 2,487,448                             | 7,989,578        | 14,002,807 | 549,942          |
| 2,184,235                             | -                | 24,966,137 | 6,356,289        |
| 4,671,683                             | 7,989,578        | 38,968,944 | 6,906,231        |

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, 2022

|  | <u>Waterworks<br/>and<br/>Sewerage</u> |
|--|--|
| Cash Flows from Operating Activities   |  |
| Receipts from Customers and Users  | \$ 10,205,344                          |
| Receipts from Interfund Services   | -                                      |
| Payments to Employees  | (1,746,047)                            |
| Payments to Suppliers  | (4,450,354)                            |
|  | <u>4,008,943</u>                       |
| Cash Flows from Noncapital Financing Activities  |  |
| Transfers In   | -                                      |
| Transfers Out  | (128,989)                              |
|  | <u>(128,989)</u>                       |
| Cash Flows from Capital and Related Financing Activities                                   |  |
| Purchase of Capital Assets   | (1,886,099)                            |
| Interest on Capital Debt   | (357,288)                              |
| Proceeds from Issuance of Debt   | 5,719,296                              |
| Principal on Capital Debt  | (6,366,493)                            |
|  | <u>(2,890,584)</u>                     |
| Cash Flows from Investing Activities   |  |
| Interest Received  | (7,872)                                |
|  | <u>(7,872)</u>                         |
| Net Change in Cash and Cash Equivalents  | 981,498                                |
| Cash and Cash Equivalents - Beginning  | 3,510,692                              |
| Cash and Cash Equivalents - Ending   | <u>4,492,190</u>                       |
| Reconciliation of Operating Income to Net Cash   |  |
| Provided (Used) by Operating Activities  |  |
| Operating Income (Loss)  | 3,824,983                              |
| Adjustments to Reconcile Operating Income to<br>Net Cash Provided by Operating Activities: |  |
| Depreciation Expense   | 1,444,327                              |
| Connection Fees  | 106,381                                |
| Other Income   | 8,296                                  |
| IMRF/OPEB (Income) Expense   | (662,630)                              |
| (Increase) Decrease in Current Assets  | (600,618)                              |
| Increase (Decrease) in Current Liabilities   | (111,796)                              |
| Net Cash Provided by Operating Activities  | <u>4,008,943</u>                       |
| Noncash Capital and Related Financing Activities   |  |
| Capital Contributions  | 80,270                                 |
| Transfer of Capital Assets and Long-Term Debt from Governmental Activities                 | -                                      |
|  | <u>80,270</u>                          |

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

| Business-Type Activities - Enterprise Funds |                  |              | Governmental     |
|---|------------------|--------------|------------------|
| Libertyville                                |                  |              | Activities       |
| Sports Complex                              | Stormwater Sewer | Totals       | Internal Service |
| 40,442                                      | 1,280,378        | 11,526,164   | -                |
| -   | -                | -            | 1,659,879        |
| (17,898)                                    | -                | (1,763,945)  | (291,529)        |
| (183,066)                                   | (422,407)        | (5,055,827)  | (1,225,724)      |
| (160,522)                                   | 857,971          | 4,706,392    | 142,626          |
| 3,116,400                                   | 521,969          | 3,638,369    | 1,328,989        |
| -   | (88,403)         | (217,392)    | -                |
| 3,116,400                                   | 433,566          | 3,420,977    | 1,328,989        |
| -   | (223,889)        | (2,109,988)  | (475,430)        |
| (260,878)                                   | (119,194)        | (737,360)    | (87)             |
| 11,095,000                                  | -                | 16,814,296   | -                |
| (13,760,000)                                | -                | (20,126,493) | (21,075)         |
| (2,925,878)                                 | (343,083)        | (6,159,545)  | (496,592)        |
| -   | 68               | (7,804)      | (1,296)          |
| 30,000                                      | 948,522          | 1,960,020    | 973,727          |
| -   | -                | 3,510,692    | 1,359,717        |
| 30,000                                      | 948,522          | 5,470,712    | 2,333,444        |
| (400,325)                                   | 156,261          | 3,580,919    | (1,060,473)      |
| 464,427                                     | 627,289          | 2,536,043    | 829,738          |
| -   | -                | 106,381      | -                |
| 32,251                                      | -                | 40,547       | 282,809          |
| (53,838)                                    | 100,349          | (616,119)    | -                |
| (76,491)                                    | (182,044)        | (859,153)    | (10,227)         |
| (126,546)                                   | 156,116          | (82,226)     | 100,779          |
| (160,522)                                   | 857,971          | 4,706,392    | 142,626          |
| -   | 101,664          | 181,934      | -                |
| -   | 7,417,213        | 7,417,213    | -                |
| -   | 7,518,877        | 7,599,147    | -                |

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

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Statement of Fiduciary Net Position**

**April 30, 2022**

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|   | <u>Pension<br/>Trust</u> |
|---|--------------------------|
| <b>ASSETS</b>                                 |                          |
| Cash and Cash Equivalents                     | \$ 1,350,188             |
| Investments                                   |                          |
| U.S. Treasury Obligations                     | 1,122,753                |
| U.S. Agency Obligations                       | 4,684,839                |
| Corporate Bonds                               | 1,421,007                |
| State and Local Obligations                   | 1,488,622                |
| Mutual Funds                                  | 30,955,340               |
| Illinois Firefighters Pension Investment Fund | 36,180,452               |
| Receivables                                   |                          |
| Accrued Interest                              | 65,800                   |
| Prepays                                       | <u>3,127</u>             |
| Total Assets                                  | 77,272,128               |
| <b>LIABILITIES</b>                            |                          |
| Accounts Payable                              | <u>7,458</u>             |
| <b>NET POSITION</b>                           |                          |
| Net Position Restricted for Pensions          | <u><u>77,264,670</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, 2022

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|                                      | <u>Pension<br/>Trust</u> |
|--------------------------------------|--------------------------|
| Additions                            |                          |
| Contributions - Employer             | \$ 3,751,627             |
| Contributions - Plan Members         | <u>821,915</u>           |
| Total Contributions                  | <u>4,573,542</u>         |
| Other Income                         | <u>3,708</u>             |
| Investment Income                    |                          |
| Interest Earned                      | 1,036,826                |
| Net Change in Fair Value             | <u>(5,848,032)</u>       |
|                                      | <u>(4,811,206)</u>       |
| Less Investment Expenses             | <u>(63,049)</u>          |
| Net Investment Income                | <u>(4,874,255)</u>       |
| Total Additions                      | <u>(297,005)</u>         |
| Deductions                           |                          |
| Administration                       | 86,756                   |
| Benefits                             | <u>5,772,660</u>         |
| Total Deductions                     | <u>5,859,416</u>         |
| Change in Fiduciary Net Position     | (6,156,421)              |
| Net Position Restricted for Pensions |                          |
| Beginning                            | <u>83,421,091</u>        |
| Ending                               | <u><u>77,264,670</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, 2022

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### 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 |
|---------------------|-------------------------|

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, 2022

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#### 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, 2022

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### 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, 2022

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### 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 two nonmajor special revenue funds.

*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 funds, the Capital Improvement 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. The Village also has one nonmajor capital projects fund, the Stormwater Sewer Fund, and was moved to a Business-Type Fund as of April 30, 2022.

# VILLAGE OF LIBERTYVILLE, ILLINOIS

## Notes to the Financial Statements April 30, 2022

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### 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 three major enterprise funds, the Waterworks and Sewerage Fund, the Libertyville Sports Complex Fund, and the Stormwater Sewer 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. The Stormwater Sewer Fund is used to account for the activity of Village's stormwater sewer services. The Stormwater Sewer Fund is used to account for the activity of Village's stormwater sewer services. This Fund was moved from a Governmental Fund as of April 30, 2022.

*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.).

#### Fiduciary Funds

Fiduciary funds are used to report assets held in a trustee 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.

# VILLAGE OF LIBERTYVILLE, ILLINOIS

## Notes to the Financial Statements April 30, 2022

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

#### BASIS OF PRESENTATION – Continued

#### Fund Financial Statements – Continued

#### Fiduciary Funds – Continued

*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.

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.

## VILLAGE OF LIBERTYVILLE, ILLINOIS

### Notes to the Financial Statements April 30, 2022

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

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

###### **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.

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.

# VILLAGE OF LIBERTYVILLE, ILLINOIS

## Notes to the Financial Statements

April 30, 2022

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

#### 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 generally reported at fair value. Short-term investments are reported at cost, which approximates fair value. For investments, the Village categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

##### Interfund Receivables, Payables and Activity

Interfund activity is reported as loans, services provided, reimbursements or transfers. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation. Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures/expenses. Reimbursements are when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers. Transfers between governmental or proprietary funds are netted as part of the reconciliation to the government-wide financial statements.

##### Prepays/Inventories

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.

# VILLAGE OF LIBERTYVILLE, ILLINOIS

## Notes to the Financial Statements April 30, 2022

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

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

##### 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, depending on asset class, are reported at historical cost or estimated historical cost. Contributed assets are reported at acquisition 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 acquisition 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      |
| Storm Sewer System         | 40 Years      |

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.

# VILLAGE OF LIBERTYVILLE, ILLINOIS

## Notes to the Financial Statements April 30, 2022

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

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

##### 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/reduction 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.

##### Net Position

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

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Notes to the Financial Statements  
April 30, 2022**

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

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

**Net Position – Continued**

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.

**EXCESS OF ACTUAL EXPENDITURES OVER BUDGET IN INDIVIDUAL FUND**

The following fund had an excess of actual expenditures over budget as of the date of this report:

| Fund           | Excess     |
|----------------|------------|
| Police Pension | \$ 222,597 |

## VILLAGE OF LIBERTYVILLE, ILLINOIS

### Notes to the Financial Statements April 30, 2022

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#### 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, and Illinois Funds. The deposits and investments of the Pension Funds are held separately from those of other Village funds.

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, 2022

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

#### DEPOSITS AND INVESTMENTS – Continued

Effective January 1, 2020, the Illinois General Assembly, under P.A. 101-610, established the Firefighters' Pension Investment Fund (Investment Fund). The Investment Fund is defined as an investment trust fund and an external investment pool. The Investment Fund is not a component unit of any other government and is responsible for investing the assets of the 296 suburban and downstate firefighter pension funds. A nine-member Board of Trustees made up of four active firefighters, one retired firefighter and four representatives of employers governs the Investment Fund. The Investment Fund Trustees are fiduciaries for the participants and beneficiaries of the participating pension funds and discharge their duties solely in the interest of the fund participants and beneficiaries. The Fund transferred all eligible assets to the Investment Fund on November 1, 2021. Effective with that date, the Fund invests in accordance with the Investment Fund's statutory requirements and investment policy. Investments in the Investment Fund are valued at the share price, which is the price for which the investment could be sold.

The 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. Illinois Funds is not registered with the SEC as an investment company. Investments in Illinois Funds are valued at the share price, which is the price for which the investment could be sold.

#### 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 \$9,742,880 and the bank balances totaled \$9,692,441.

*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          | \$ 15,203,292     | 15,203,292                       | -      | -       |
| Certificates of Deposit | 10,360,710        | 10,360,710                       | -      | -       |
|                         | <u>25,564,002</u> | <u>25,564,002</u>                | -      | -       |

The Village has the following recurring fair value measurements as of April 30, 2022:

- Illinois Funds of \$15,203,292 are measured at the net asset value
- Certificates of Deposit of \$10,360,710 are valued using a matrix pricing model (Level 2 inputs)

Debt Securities classified in Level 2 of the fair value hierarchy are valued using a matrix pricing technique. Matrix pricing is used to value securities based on the securities' relationship to benchmark quoted prices.

# VILLAGE OF LIBERTYVILLE, ILLINOIS

## Notes to the Financial Statements April 30, 2022

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

#### DEPOSITS AND INVESTMENTS – Continued

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

*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.

*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.

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

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

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

## VILLAGE OF LIBERTYVILLE, ILLINOIS

### Notes to the Financial Statements April 30, 2022

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

##### DEPOSITS AND INVESTMENTS – Continued

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

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 are not subject to custodial credit risk.

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

- No financial institution shall hold more than 40% of the Village's investment portfolio, exclusive of U.S. Treasury securities in safekeeping.
- Monies deposited at a financial institution shall not exceed 75% of the capital stock and surplus of that institution.
- Commercial paper shall not exceed 10% of the Village's investment portfolio.
- 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 does not have any investments over 5 percent of the total cash and investment portfolio (other than investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds, external investment pools, and other pooled investments).

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Notes to the Financial Statements  
April 30, 2022**

**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**

*Deposits.* At year-end, the carrying amount of the Fund’s deposits totaled \$745,916 and the bank balances totaled \$745,916.

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

| Investment Type             | Fair Value       | Investment Maturities (in Years) |                  |                  |                |
|-----------------------------|------------------|----------------------------------|------------------|------------------|----------------|
|                             |                  | Less than 1                      | 1 to 5           | 6 to 10          | More than 10   |
| U.S. Treasury Obligations   | \$ 1,122,753     | 124,375                          | 668,097          | 330,281          | -              |
| U.S. Agency Obligations     | 4,684,839        | -                                | 1,075,766        | 3,497,221        | 111,852        |
| Corporate Bonds             | 1,421,007        | 85,543                           | 926,041          | 409,423          | -              |
| State and Local Obligations | 1,488,622        | -                                | 643,111          | 845,511          | -              |
|                             | <u>8,717,221</u> | <u>209,918</u>                   | <u>3,313,015</u> | <u>5,082,436</u> | <u>111,852</u> |

The Fund has the following recurring fair value measurements as of April 30, 2022:

| Investments by Fair Value Level       | Totals            | Fair Value Measurements Using                                  |   |   |
|---------------------------------------|-------------------|--|---|---|
|                                       |                   | Quoted Prices in Active Markets for Identical Assets (Level 1) | Significant Other Observable Inputs (Level 2) | Significant Unobservable Inputs (Level 3) |
| Debt Securities                       |                   |  |   |   |
| U.S. Treasury Obligations             | \$ 1,122,753      | 1,122,753  | -   | -   |
| U.S. Agency Obligations               | 4,684,839         | -  | 4,684,839                                     | -   |
| Corporate Bonds                       | 1,421,007         | -  | 1,421,007                                     | -   |
| State and Local Obligations           | 1,488,622         | -  | 1,488,622                                     | -   |
| Mutual Funds                          | 30,955,340        | 30,955,340   | -   | -   |
| Total Investments by Fair Value Level | <u>39,672,561</u> | <u>32,078,093</u>  | <u>7,594,468</u>                              | <u>-</u>                                  |

Debt Securities classified in Level 2 of the fair value hierarchy are valued using a matrix pricing technique. Matrix pricing is used to value securities based on the securities’ relationship to benchmark quoted prices.

# VILLAGE OF LIBERTYVILLE, ILLINOIS

## Notes to the Financial Statements April 30, 2022

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### 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

*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 the U. S. Agency obligations are rated Aaa to AA+ by Moody's. The corporate bonds were rated AAA to BBB by Moody's and state and state and local obligations were all rated AAA to Aa1 by Moody'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 state and local obligations 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 \$30,955,340 invested in mutual funds. At year-end, the Fund does not have any investments over 5 percent of net plan assets available for retirement benefits (other than investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds, external investment pools, and other pooled investments).

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<br>Expected Real<br>Rate of Return |
|---------------------------|--------|--|
| Fixed Income              | 35.00% | 1.10%  |
| Equity                    | 65.00% | 6.50% - 8.10%                                |
| Cash and Cash Equivalents | 0.00%  | 0.00%  |

# VILLAGE OF LIBERTYVILLE, ILLINOIS

## Notes to the Financial Statements April 30, 2022

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### 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.* Illinois Compiled Statutes (ILCS) limit the Fund’s investments in equities, mutual funds and variable annuities to 65%. Securities in any one company should not exceed 5% of the total fund.

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 2022 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, 2022 are listed in the table above.

##### Rate of Return

For the year ended April 30, 2022, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was (5.48%). 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 \$604,272 and the bank balances totaled \$604,272.

*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 |
| Illinois Firefighters Pension Investment Fund | \$ 36,180,452 | 36,180,452                       | -      | -       | -            |

*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.

# VILLAGE OF LIBERTYVILLE, ILLINOIS

## Notes to the Financial Statements April 30, 2022

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

#### DEPOSITS AND INVESTMENTS – Continued

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

*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. The Fund’s investment policy establishes criteria for allowable investments, consistent with the requirements as described in Chapter 40 of the Illinois Compiled Statutes, 40 ILCS 5/1-113.1 through 113.4(a), and as amended by P.A. 101-610 for the Firefighters’ Pension Investment Fund. As of April 30, 2022, the Fund’s investment in the Illinois Firefighters Pension Investment Fund is not rated.

*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.

*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.

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<br>Expected Real<br>Rate of Return |
|---------------------------|--------|--|
| Fixed Income              | 35.00% | 2.50%  |
| Equity                    | 57.00% | 7.50% - 8.50%                                |
| Real Estate               | 8.00%  | 4.50%  |
| 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 65%. Securities in any one company should not exceed 5% of the total fund.

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 2022 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, 2022 are listed in the table above.

# VILLAGE OF LIBERTYVILLE, ILLINOIS

## Notes to the Financial Statements April 30, 2022

### 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

##### Rate of Return

For the year ended April 30, 2022, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was (6.34%). The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

#### CAPITAL ASSETS

##### Governmental Activities

Governmental capital asset activity for the year was as follows:

|                                      | Beginning<br>Balances | Increases          | Decreases        | Transfers           | Ending<br>Balances |
|--------------------------------------|-----------------------|--------------------|------------------|---------------------|--------------------|
| Nondepreciable Capital Assets        |                       |                    |                  |                     |                    |
| Land                                 | \$ 97,822,550         | -                  | 3,209,019        | -                   | 94,613,531         |
| Depreciable Capital Assets           |                       |                    |                  |                     |                    |
| Buildings and Improvements           | 17,483,055            | 53,541             | -                | -                   | 17,536,596         |
| Machinery and Equipment              | 13,514,538            | 1,001,524          | 143,897          | -                   | 14,372,165         |
| Infrastructure                       | 109,311,447           | 307,362            | -                | (34,742,331)        | 74,876,478         |
|                                      | <u>140,309,040</u>    | <u>1,362,427</u>   | <u>143,897</u>   | <u>(34,742,331)</u> | <u>106,785,239</u> |
| Less Accumulated Depreciation        |                       |                    |                  |                     |                    |
| Buildings and Improvements           | 12,654,013            | 294,444            | -                | -                   | 12,948,457         |
| Machinery and Equipment              | 7,981,725             | 884,794            | 143,897          | -                   | 8,722,622          |
| Infrastructure                       | 58,855,690            | 1,406,161          | -                | (24,498,968)        | 35,762,883         |
|                                      | <u>79,491,428</u>     | <u>2,585,399</u>   | <u>143,897</u>   | <u>(24,498,968)</u> | <u>57,433,962</u>  |
| Total Net Depreciable Capital Assets | <u>60,817,612</u>     | <u>(1,222,972)</u> | <u>-</u>         | <u>(10,243,363)</u> | <u>49,351,277</u>  |
| Total Net Capital Assets             | <u>158,640,162</u>    | <u>(1,222,972)</u> | <u>3,209,019</u> | <u>(10,243,363)</u> | <u>143,964,808</u> |

Depreciation expense was charged to governmental activities as follows:

|                      |                  |
|----------------------|------------------|
| General Government   | \$ 87,785        |
| Public Safety        | 1,522,814        |
| Public Works         | 19,114           |
| Parks and Recreation | 125,948          |
| Internal Service     | 829,738          |
|                      | <u>2,585,399</u> |

# VILLAGE OF LIBERTYVILLE, ILLINOIS

## Notes to the Financial Statements April 30, 2022

### 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<br>Balances | Increases        | Decreases | Transfers         | Ending<br>Balances |
|--------------------------------------|-----------------------|------------------|-----------|-------------------|--------------------|
| <b>Nondepreciable Capital Assets</b> |                       |                  |           |                   |                    |
| Land                                 | \$ 7,043,248          | -                | -         | -                 | 7,043,248          |
| <b>Depreciable Capital Assets</b>    |                       |                  |           |                   |                    |
| Buildings and Improvements           | 37,478,484            | 49,230           | -         | -                 | 37,527,714         |
| Machinery and Equipment              | 3,034,276             | 634,726          | -         | -                 | 3,669,002          |
| Waterworks System                    | 29,300,934            | 1,262,490        | -         | -                 | 30,563,424         |
| Sewerage System                      | 15,927,221            | 19,923           | -         | -                 | 15,947,144         |
| Storm Sewer System                   | -                     | 325,553          | -         | 34,742,331        | 35,067,884         |
|                                      | <u>85,740,915</u>     | <u>2,291,922</u> | <u>-</u>  | <u>34,742,331</u> | <u>122,775,168</u> |
| <b>Less Accumulated Depreciation</b> |                       |                  |           |                   |                    |
| Buildings and Improvements           | 18,824,798            | 825,325          | -         | -                 | 19,650,123         |
| Machinery and Equipment              | 2,272,173             | 85,030           | -         | -                 | 2,357,203          |
| Waterworks System                    | 12,659,336            | 667,770          | -         | -                 | 13,327,106         |
| Sewerage System                      | 11,506,627            | 304,004          | -         | -                 | 11,810,631         |
| Storm Sewer System                   | -                     | 627,289          | -         | 24,498,968        | 25,126,257         |
|                                      | <u>45,262,934</u>     | <u>2,509,418</u> | <u>-</u>  | <u>24,498,968</u> | <u>72,271,320</u>  |
| Total Net Depreciable Capital Assets | <u>40,477,981</u>     | <u>(217,496)</u> | <u>-</u>  | <u>10,243,363</u> | <u>50,503,848</u>  |
| Total Net Capital Assets             | <u>47,521,229</u>     | <u>(217,496)</u> | <u>-</u>  | <u>10,243,363</u> | <u>57,547,096</u>  |

Depreciation expense was charged to business-type as follows:

|                             |                         |
|-----------------------------|-------------------------|
| Waterworks and Sewerage     | \$ 1,417,702            |
| Libertyville Sports Complex | 464,427                 |
| Stormwater Sewer            | <u>627,289</u>          |
|                             | <u><u>2,509,418</u></u> |

#### PROPERTY TAXES

Property taxes for 2021 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, 2022**

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

**INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS**

**Interfund Balances**

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

| Receivable Fund         | Payable Fund                | Amount            |
|-------------------------|-----------------------------|-------------------|
| 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:

| Transfer In                 | Transfer Out            | Amount            |
|-----------------------------|-------------------------|-------------------|
| General                     | Nonmajor Governmental   | \$ 1,101,011 1    |
| Capital Improvement         | General                 | 300,000 2         |
| Capital Improvement         | Nonmajor Governmental   | 1,350,000 3       |
| Nonmajor Governmental       | Stormwater Sewer        | 88,403 4          |
| Libertyville Sports Complex | General                 | 2,890,597 5       |
| Libertyville Sports Complex | Capital Improvement     | 225,803 6         |
| Stormwater Sewer            | Nonmajor Governmental   | 667,219 10        |
| Stormwater Sewer            | Governmental Activities | 7,271,963 11      |
| Internal Service            | General                 | 1,050,000 7       |
| Internal Service            | Nonmajor Governmental   | 150,000 8         |
| Internal Service            | Waterworks and Sewerage | <u>128,989 9</u>  |
|                             |                         | <u>15,223,985</u> |

Transfers are used (1) to replace operating revenue lost when the Places for Eating Tax was repealed on April 30, 2020, (2) to support improvements accounted for in the Village’s capital projects fund, (3) to support improvements accounted for in the Village’s capital projects fund, (4) repay interfund loan made by the Non-Home Rule Sales Tax to the Stormwater Sewer Fund prior to the latter being established as an enterprise, (5) to subsidize an operating deficit and to fully redeem the callable Series 2010B bonds, (6) to transfer contribution from the sale of the Bolander property toward fully redeeming the callable Series 2010B bonds, (7) to support replacement of the Village’s rolling stock, (8) to support replacement of the Village’s information technology infrastructure, (9) to support replacement of the Village’s rolling stock, (10) to transfer Governmental Activities capital assets and long-term debt to the Stormwater Sewer Fund (Business-Type Activities), and (11) to transfer the Stormwater Sewer Fund beginning balance from Governmental Activities to Business-Type Activities.

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Notes to the Financial Statements  
April 30, 2022**

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

**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:

| Issue  | Fund Debt Retired by | Beginning Balances | Issuances | Retirements            | Transfers | Ending Balances |
|--|----------------------|--------------------|-----------|------------------------|-----------|-----------------|
| General Obligation Alternate Refunding Bonds of 2010A (\$11,570,000), due in annual installments of \$75,000 to \$1,550,000, including interest at 3.00% to 4.30% through December 15, 2030. | Libertyville         |                    |           |                        |           |                 |
|  | Sports Complex       | \$ 11,045,000      | -         | 11,045,000 *           | -         | -               |
| 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 5.88% through December 15, 2027.   | Libertyville         |                    |           |                        |           |                 |
|  | Sports Complex       | 1,900,000          | -         | 1,900,000              | -         | -               |
| 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              | 3,460,000          | -         | 3,460,000 *            | -         | -               |
| 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         | 3,005,000          | -         | 2,805,000 *<br>200,000 | -         | -               |
| General Obligation Bonds of 2013A (\$5,000,000), due in annual installments of \$160,000 to \$365,000, including interest at 2.00% to 4.00% through December 15, 2032.                       | Debt                 |                    |           |                        |           |                 |
|  | Service              | 3,590,000          | -         | 3,350,000 *<br>240,000 | -         | -               |

\*Refunded Amount

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Notes to the Financial Statements  
April 30, 2022**

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

**LONG-TERM DEBT – Continued**

**General Obligation Bonds – Continued**

| Issue  | Fund Debt<br>Retired by       | Beginning<br>Balances | Issuances | Retirements            | Transfers | Ending<br>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 1, 2032.  | Waterworks<br>and<br>Sewerage | \$ 2,950,000          | -         | 2,755,000 *<br>195,000 | -         | -                  |
| General Obligation Refunding Alternate Revenue Source Bonds of 2014A (\$2,215,000), due in annual installments of \$245,000 to \$310,000, including interest at 3.00% through May 1, 2022. | Waterworks<br>and<br>Sewerage | 610,000               | -         | 300,000                | -         | 310,000            |
| 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<br>Service               | 3,725,000             | -         | 250,000                | -         | 3,475,000          |
| 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<br>Service               | 3,885,000             | -         | 260,000                | -         | 3,625,000          |
| General Obligation Alternate Revenue Source Bonds of 2015B (\$4,200,000), due in annual installments of \$35,000 to \$440,000, including interest at 2.00% to 3.50% through May 1, 2032.   | Waterworks<br>and<br>Sewerage | 3,930,000             | -         | 35,000                 | -         | 3,895,000          |

\*Refunded Amount

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Notes to the Financial Statements  
April 30, 2022**

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

**LONG-TERM DEBT – Continued**

**General Obligation Bonds – Continued**

| Issue  | Fund Debt<br>Retired By | Beginning<br>Balances | Issuances         | Retirements       | Transfers   | Ending<br>Balances       |
|--|-------------------------|-----------------------|-------------------|-------------------|-------------|--------------------------|
| General Obligation Limited Tax Bonds of 2019 (\$3,700,000), due in annual installments of \$100,000 to \$270,000, including interest at 1.80% to 3.00% through December 15, 2037.  | Debt                    |                       |                   |                   |             |                          |
|  | Service                 | \$ 3,580,000          | -                 | 29,750            | (2,971,400) | 578,850                  |
|  | Stormwater<br>Sewer     | -                     | -                 | 145,250           | 2,971,400   | 2,826,150                |
| General Obligation Refunding Alternate Revenue Source Bonds of 2021 (\$11,095,000), due in annual installments of \$815,000 to \$1,435,000, including interest at 1.50% to 1.80% through December 15, 2030.                | Libertyville            |                       |                   |                   |             |                          |
|  | Sports<br>Complex       | -                     | 11,095,000        | 815,000           | -           | 10,280,000               |
| General Obligation Refunding Bonds of 2021A (\$6,320,000), due in annual installments of \$255,000 to \$690,000, including interest at 2.00% to 3.00% through December 15, 2032.   | Debt                    |                       |                   |                   |             |                          |
|  | Service                 | -                     | 6,320,000         | 255,000           | -           | 6,065,000                |
| General Obligation Refunding Waterworks and Sewerage Alternate Revenue Source Bonds of 2021 (\$5,030,000), due in annual installments of \$325,000 to \$565,000, including interest at 3.00% to 4.00% through May 1, 2032. | Waterworks              |                       |                   |                   |             |                          |
|  | and<br>Sewerage         | -                     | 5,030,000         | -                 | -           | 5,030,000                |
|  |                         | <u>41,680,000</u>     | <u>22,445,000</u> | <u>28,040,000</u> | <u>-</u>    | <u>36,085,000</u>        |
| Less Unamortized Loss on Refunding   |                         |                       |                   |                   |             | <u>(614,686)</u>         |
|  |                         |                       |                   |                   |             | <u><u>35,470,314</u></u> |

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Notes to the Financial Statements  
April 30, 2022**

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

**LONG-TERM DEBT – Continued**

**TIF Revenue Bonds/Notes**

The Village issues notes where the incremental tax income derived from a separately created tax increment financing district is pledged. Tax increment bonds outstanding are as follows:

| Issue  | Fund Debt<br>Retired by | Beginning<br>Balances | Issuances | Retirements | Ending<br>Balances |
|--|-------------------------|-----------------------|-----------|-------------|--------------------|
| Downtown TIF District Promissory Note of 2016 (\$5,000,000), due in semi-annual installments of \$372,662 to \$447,279, including interest at 2.50% through December 31, 2022. | TIF<br>Construction     | \$ 1,754,995          | -         | 867,612     | 887,383            |

**Installment Contracts Payable**

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

| Issue   | Fund Debt<br>Retired by                                 | Beginning<br>Balances | Issuances | Retirements | Ending<br>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 2022. | Vehicle<br>Maintenance<br>and<br>Replacement<br>Service | \$ 21,075             | -         | 21,075      | -                  |

**IEPA Loans Payable**

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

| Issue   | Fund Debt<br>Retired By       | Beginning<br>Balances | Issuances | Retirements | Ending<br>Balances |
|---|-------------------------------|-----------------------|-----------|-------------|--------------------|
| Illinois Environmental Protection Agency (IEPA) Wastewater Bonds of 2019 (\$1,717,312), due in annual installments of \$103,056, including interest at 1.64% through September 1, 2039. | Waterworks<br>and<br>Sewerage | \$ 1,638,727          | -         | 76,493      | 1,562,234          |

# VILLAGE OF LIBERTYVILLE, ILLINOIS

## Notes to the Financial Statements April 30, 2022

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

#### LONG-TERM DEBT – Continued

##### Asset Retirement Obligation

The Village has recognized an asset retirement obligation (ARO) and related deferred outflow of resources in connection with its obligation to seal and abandon various water wells and demolition of the Village’s water towers and lift stations at the end of their estimated useful lives in accordance with federal, state, and/or local requirements. The ARO was measured using actual historical costs for similar abandonments, adjusted for inflation through the end of the year. The estimated remaining useful lives of these assets are 40 years.

##### Long-Term Liability Activity

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

| Type of Debt                                  | Beginning Balances | Additions         | Deductions        | Transfers          | Ending Balances   | Amounts Due within One Year |
|---|--------------------|-------------------|-------------------|--------------------|-------------------|-----------------------------|
| <b>Governmental Activities</b>                |                    |                   |                   |                    |                   |                             |
| Compensated Absences                          |                    |                   |                   |                    |                   |                             |
| General                                       | \$ 2,181,350       | 381,232           | 190,616           | -                  | 2,371,966         | 474,393                     |
| Internal Services                             | 24,624             | 9,360             | 4,680             | -                  | 29,304            | 5,861                       |
| Net Pension Liability/(Asset) - IMRF          | 478,297            | -                 | 3,021,437         | -                  | (2,543,140)       | -                           |
| Net Pension Liability - Police Pension        | 18,733,277         | 5,146,148         | -                 | -                  | 23,879,425        | -                           |
| Net Pension Liability - Firefighters' Pension | 11,768,388         | 5,154,508         | -                 | -                  | 16,922,896        | -                           |
| Total OPEB Liability - RBP                    | 8,067,026          | -                 | 1,312,331         | -                  | 6,754,695         | -                           |
| General Obligation Bonds                      | 18,240,000         | 6,320,000         | 7,844,750         | (2,971,400)        | 13,743,850        | 1,019,750                   |
| Less: Unamortized Premium                     | -                  | 666,783           | -                 | -                  | 666,783           | 60,617                      |
| TIF Revenue Bonds/Notes Payable               | 1,754,995          | -                 | 867,612           | -                  | 887,383           | 887,383                     |
| Installment Contracts                         |                    |                   |                   |                    |                   |                             |
| Internal Services                             | 21,075             | -                 | 21,075            | -                  | -                 | -                           |
|   | <u>61,269,032</u>  | <u>17,678,031</u> | <u>13,262,501</u> | <u>(2,971,400)</u> | <u>62,713,162</u> | <u>2,448,004</u>            |
| <b>Business-Type Activities</b>               |                    |                   |                   |                    |                   |                             |
| Compensated Absences                          | 198,116            | 79,548            | 39,774            | -                  | 237,890           | 47,578                      |
| Net Pension Liability/(Asset) - IMRF          | 194,886            | -                 | 1,351,061         | -                  | (1,156,175)       | -                           |
| Total OPEB Liability - RBP                    | 653,849            | -                 | 136,705           | -                  | 517,144           | -                           |
| General Obligation Bonds                      | 23,440,000         | 16,125,000        | 20,195,250        | 2,971,400          | 22,341,150        | 1,775,250                   |
| Less: Unamortized Premium                     | -                  | 689,296           | -                 | -                  | 689,296           | 62,663                      |
| IEPA Loans Payable                            | 1,638,727          | -                 | 76,493            | -                  | 1,562,234         | 77,753                      |
| Asset Retirement Obligation                   | 1,065,000          | -                 | -                 | -                  | 1,065,000         | -                           |
|   | <u>27,190,578</u>  | <u>16,893,844</u> | <u>21,799,283</u> | <u>2,971,400</u>   | <u>25,256,539</u> | <u>1,963,244</u>            |

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Notes to the Financial Statements  
April 30, 2022**

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

**LONG-TERM DEBT – Continued**

**Long Term Liability Activity - Continued**

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 liabilities/(asset) and the total OPEB liability are liquidated by the General Fund. The Debt Service Fund makes payments on the general obligation bonds. The Tax Increment Financing Construction Fund makes payments on the TIF revenue bonds/notes payable. The Vehicle Maintenance and Replacement Service Fund (internal service fund) makes payments on the installment contracts. Internal service funds predominantly serve the governmental funds. Accordingly, long-term liabilities for them are included as part of the above totals for governmental activities.

For business-type activities, the compensated absences, the net pension liability, and the total OPEB liability are retired by the Waterworks and Sewerage Fund and Libertyville Sports Complex Fund. The Waterworks and Sewerage Fund, the Libertyville Sports Complex Fund and the Stormwater Sewer Fund make payments on the general obligation bonds. The IEPA loans payable and the asset retirement obligation are paid by the Waterworks and Sewerage Fund.

**Debt Service Requirements to Maturity**

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

| Fiscal<br>Year | Governmental Activities     |           |                      |          |
|----------------|-----------------------------|-----------|----------------------|----------|
|                | General Obligation<br>Bonds |           | TIF Revenue<br>Bonds |          |
|                | Principal                   | Interest  | Principal            | Interest |
| 2023           | \$ 1,019,750                | 411,296   | 887,383              | 16,704   |
| 2024           | 1,076,450                   | 380,704   | -                    | -        |
| 2025           | 1,122,300                   | 348,410   | -                    | -        |
| 2026           | 1,158,150                   | 314,740   | -                    | -        |
| 2027           | 1,204,000                   | 279,996   | -                    | -        |
| 2028           | 1,259,850                   | 243,876   | -                    | -        |
| 2029           | 1,310,700                   | 206,080   | -                    | -        |
| 2030           | 1,367,400                   | 166,760   | -                    | -        |
| 2031           | 1,423,250                   | 125,738   | -                    | -        |
| 2032           | 1,474,100                   | 82,670    | -                    | -        |
| 2033           | 1,135,800                   | 37,688    | -                    | -        |
| 2034           | 41,650                      | 5,762     | -                    | -        |
| 2035           | 43,350                      | 4,514     | -                    | -        |
| 2036           | 44,200                      | 3,212     | -                    | -        |
| 2037           | 45,900                      | 1,886     | -                    | -        |
| 2038           | 17,000                      | 510       | -                    | -        |
| Totals         | 13,743,850                  | 2,613,842 | 887,383              | 16,704   |

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Notes to the Financial Statements  
April 30, 2022**

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

**LONG-TERM DEBT – Continued**

**Debt Service Requirements to Maturity – Continued**

| Fiscal<br>Year | Business-Type Activities    |           |                       |          |
|----------------|-----------------------------|-----------|-----------------------|----------|
|                | General Obligation<br>Bonds |           | IEPA Loans<br>Payable |          |
|                | Principal                   | Interest  | Principal             | Interest |
| 2023           | \$ 1,775,250                | 566,151   | 77,753                | 25,303   |
| 2024           | 1,853,550                   | 501,456   | 79,033                | 24,023   |
| 2025           | 1,897,700                   | 458,796   | 80,334                | 22,721   |
| 2026           | 1,946,850                   | 414,326   | 81,657                | 21,399   |
| 2027           | 1,996,000                   | 367,801   | 83,002                | 20,053   |
| 2028           | 2,050,150                   | 319,296   | 84,369                | 18,687   |
| 2029           | 2,444,300                   | 268,446   | 85,758                | 17,298   |
| 2030           | 2,512,600                   | 210,130   | 87,170                | 15,886   |
| 2031           | 2,556,750                   | 149,260   | 88,606                | 14,450   |
| 2032           | 1,165,900                   | 87,612    | 90,065                | 12,990   |
| 2033           | 1,204,200                   | 50,287    | 91,548                | 11,508   |
| 2034           | 203,350                     | 28,138    | 93,056                | 10,000   |
| 2035           | 211,650                     | 22,036    | 94,588                | 8,468    |
| 2036           | 215,800                     | 15,688    | 96,145                | 6,910    |
| 2037           | 224,100                     | 9,214     | 97,729                | 5,327    |
| 2038           | 83,000                      | 2,490     | 99,338                | 3,718    |
| 2039           | -                           | -         | 100,974               | 2,082    |
| 2040           | -                           | -         | 51,109                | 420      |
| Totals         | 22,341,150                  | 3,471,127 | 1,562,234             | 241,243  |

**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, 2022

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

#### LONG-TERM DEBT – Continued

##### Legal Debt Margin – Continued

|   |                         |
|---|-------------------------|
| Assessed Valuation - 2021                       | <u>\$ 1,276,670,658</u> |
| Legal Debt Limit - 8.625% of Assessed Valuation | 110,112,844             |
| Amount of Debt Applicable to Debt Limit         |                         |
| General Obligation Bonds of 2014B               | (3,475,000)             |
| General Obligation Bonds of 2015A               | (3,625,000)             |
| General Obligation Limited Tax Bonds of 2019    | (578,850)               |
| General Obligation Refunding Bonds of 2021A     | <u>(6,065,000)</u>      |
| Legal Debt Margin                               | <u>96,368,994</u>       |

#### NET POSITION CLASSIFICATIONS

Net investment in capital assets was comprised of the following as of April 30, 2022:

|  |                    |
|--|--------------------|
| Governmental Activities                          |                    |
| Capital Assets - Net of Accumulated Depreciation | \$ 143,964,808     |
| Less Capital Related Debt:                       |                    |
| General Obligation Bonds                         | (14,410,633)       |
| TIF Revenue Bonds/Notes Payable                  | <u>(887,383)</u>   |
| Net Investment in Capital Assets                 | <u>128,666,792</u> |
| Business-Type Activities                         |                    |
| Capital Assets - Net of Accumulated Depreciation | 57,547,096         |
| Plus: Unamortized Loss on Refunding              | 614,686            |
| Less Capital Related Debt:                       |                    |
| General Obligation Bonds                         | (23,030,446)       |
| IEPA Loans Payable                               | <u>(1,562,234)</u> |
| Net Investment in Capital Assets                 | <u>33,569,102</u>  |

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Notes to the Financial Statements  
April 30, 2022**

**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<br>Service | Capital Projects       |  | Nonmajor         | Totals            |
|---|-------------------|-----------------|------------------------|--|------------------|-------------------|
|   |                   |                 | Capital<br>Improvement | Tax Increment<br>Financing<br>Construction |                  |                   |
| Fund Balances   |                   |                 |                        |  |                  |                   |
| Nonspendable  |                   |                 |                        |  |                  |                   |
| Prepays   | \$ 281,899        | -               | -                      | -  | -                | 281,899           |
| Restricted  |                   |                 |                        |  |                  |                   |
| Special Revenues                                      |                   |                 |                        |  |                  |                   |
| Special Levy - Special Recreation                     | 30,058            | -               | -                      | -  | -                | 30,058            |
| Hotel/Motel Tax                                       | 577,130           | -               | -                      | -  | -                | 577,130           |
| Foreign Fire Insurance                                | 179,186           | -               | -                      | -  | -                | 179,186           |
| Fire Fund   | 24,928            | -               | -                      | -  | -                | 24,928            |
| Tim/Creek Special Service Area                        | 98,386            | -               | -                      | -  | -                | 98,386            |
| Concord/Interlaken Special Service Area               | 67,611            | -               | -                      | -  | -                | 67,611            |
| Tax Increment Financing District                      | -                 | -               | -                      | 1,390,581                                  | -                | 1,390,581         |
| Debt Service  | -                 | 807,209         | -                      | -  | -                | 807,209           |
|   | <u>977,299</u>    | <u>807,209</u>  | <u>-</u>               | <u>1,390,581</u>                           | <u>-</u>         | <u>3,175,089</u>  |
| Committed   |                   |                 |                        |  |                  |                   |
| Insurance Deposits                                    | 3,562,687         | -               | -                      | -  | -                | 3,562,687         |
| Commuter Parking                                      | -                 | -               | -                      | -  | 510,556          | 510,556           |
|   | <u>3,562,687</u>  | <u>-</u>        | <u>-</u>               | <u>-</u>                                   | <u>510,556</u>   | <u>4,073,243</u>  |
| Assigned  |                   |                 |                        |  |                  |                   |
| General Capital Projects<br>(Non-Home Rule Sales Tax) | -                 | -               | -                      | -  | 2,139,754        | 2,139,754         |
| Capital Projects                                      | -                 | -               | 6,901,920              | -  | -                | 6,901,920         |
|   | <u>-</u>          | <u>-</u>        | <u>6,901,920</u>       | <u>-</u>                                   | <u>2,139,754</u> | <u>9,041,674</u>  |
| Unassigned  | 16,029,421        | -               | -                      | -  | -                | 16,029,421        |
| Total Fund Balances                                   | <u>20,851,306</u> | <u>807,209</u>  | <u>6,901,920</u>       | <u>1,390,581</u>                           | <u>2,650,310</u> | <u>32,601,326</u> |

In the governmental fund 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.

## VILLAGE OF LIBERTYVILLE, ILLINOIS

### Notes to the Financial Statements April 30, 2022

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

##### FUND BALANCE CLASSIFICATIONS – Continued

*Nonspendable Fund Balance.* Consists of resources that cannot be spent because they are either: a) not in a spendable form; or b) legally or contractually required to be maintained intact.

*Restricted Fund Balance.* Consists of resources that are restricted to specific purposes, that is, when constraints placed on the use of resources are either: a) externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments; or b) imposed by law through constitutional provisions or enabling legislation.

*Committed Fund Balance.* Consists of resources constrained (issuance of an ordinance) to specific purposes by the government itself, using its highest level of decision-making authority, the Board of Trustees; to be reported as committed, amounts cannot be used for any other purpose unless the government takes the same highest-level action to remove or change the constraint.

*Assigned Fund Balance.* Consists of amounts that are constrained by the Board of Trustees' intent to be used for specific purposes but are neither restricted nor committed. Intent is expressed by a) the Board of Trustees itself or b) a body or official to which the Board of Trustees has delegated the authority to assign amounts to be used for specific purposes. The Village's highest level of decision-making authority is the Board of Trustees, who is authorized to assign amounts to a specific purpose.

*Unassigned Fund Balance.* Consists of residual net resources of a fund that has not been restricted, committed, or assigned within the General Fund and deficit fund balances of other governmental funds.

*Minimum Fund Balance Policy.* The Village's policy manual states that the General Fund should maintain a minimum fund balance equal to 17% of expenditures and 60% of the average three-year sales tax revenue.

#### NOTE 4 – OTHER INFORMATION

##### CONTINGENT LIABILITIES

###### Litigation

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

###### Grants

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

## VILLAGE OF LIBERTYVILLE, ILLINOIS

### Notes to the Financial Statements

April 30, 2022

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#### NOTE 4 – OTHER INFORMATION – Continued

##### CONTINGENT LIABILITIES – Continued

###### Tax Abatements

The Village of Libertyville has entered into various tax rebate agreements with local businesses under Village code. Under these agreements, the Village rebates a portion of sales taxes. For the fiscal year ended April 30, 2022, the Village rebated a total of \$295,751 in taxes under these agreements.

###### Financial Impacts from COVID-19

In March 2020, the World Health Organization declared the COVID-19 virus a public health emergency. As of the date of this report, the extent of the impact of COVID-19 on the Village's operations and financial position cannot be determined.

##### RISK MANAGEMENT

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

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

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

Initial contributions are determined each year based on the individual member's eligible revenue as defined in the by-laws of IRMA and experience modification factors based on past member loss experience. Each member assumes the first \$25,000 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.

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Notes to the Financial Statements  
April 30, 2022**

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**NOTE 4 – OTHER INFORMATION – Continued**

**RISK MANAGEMENT – Continued**

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 years’ 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.

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

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

| Fiscal<br>Year | Amount            |
|----------------|-------------------|
| 2022           | \$ 1,602,556      |
| 2023           | 1,602,556         |
| 2024           | 1,602,556         |
| 2025           | 1,602,556         |
| 2026           | 1,602,556         |
| 2027           | 1,602,556         |
| 2028           | 1,602,556         |
| 2029           | <u>1,602,556</u>  |
|                | <u>12,820,448</u> |

These amounts have been calculated using the Village’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, 2022

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#### NOTE 4 – OTHER INFORMATION – Continued

##### JOINT VENTURES

##### **Central Lake County Joint Action Water Agency (CLCJAWA)**

The Village is a charter member of the Central Lake County Joint Action Water Agency (CLCJAWA). CLCJAWA 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 CLCJAWA. This contract requires the Village to purchase from CLCJAWA an amount of water necessary to serve its full water requirements. Total purchases for the year ended April 30, 2022 were \$1,346,100.

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

##### **Special Recreation Association of Central Lake County (SRACLC)**

The Village is a member of the Special Recreation Association of Central Lake County (SRACLC), a cooperative formed by Member Agencies to provide community based Therapeutic Recreation services to individuals with disabilities and their families and to share the expenses of such programs on a cooperative basis. Contribution requirements are determined based on a percentage of the individual member's equalized assessed valuation and population as defined. The Village contributed \$152,671 to SRACLC during the fiscal year ended April 30, 2022.

The Village does not exercise direct oversight of SRACLC, and accordingly, SRACLC has not been included in these basic financial statements. The audited financial statements of SRACLC are available at 290 Oakwood Road, Vernon Hills, IL 60061.

##### **Joint Emergency Telephone Systems Board (JETSBS)**

Effective May 1, 2017, the Village established a Joint Emergency Telephone Systems Board "JETSBS" with the Village of Vernon Hills, the Countryside Fire Protection District, and the Village of Lincolnshire. The System's Board is made up of equal representatives from public safety and Village administration from each Village. The System's Board is responsible for maintaining the Fund including receiving monies from surcharge fees and approving all disbursements from the Fund. The System's Board is responsible for coordinating the operating and maintenance of the System as well as managing 9-1-1 surcharges.

# VILLAGE OF LIBERTYVILLE, ILLINOIS

## Notes to the Financial Statements April 30, 2022

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### NOTE 4 – OTHER INFORMATION – Continued

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

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

The aggregate amount recognized for the three pension plans is:

|                       | Pension<br>(Revenue)<br>Expense | Net Pension<br>(Asset)<br>Liability | Deferred<br>Outflows | Deferred<br>Inflows |
|-----------------------|---------------------------------|-------------------------------------|----------------------|---------------------|
| IMRF                  | \$ (1,410,225)                  | (3,699,315)                         | 1,154,980            | 7,096,823           |
| Police Pension        | 798,278                         | 23,879,425                          | 637,292              | 659,129             |
| Firefighters' Pension | 1,786,335                       | 16,922,896                          | 2,602,209            | 1,556,419           |
|                       | <u>1,174,388</u>                | <u>37,103,006</u>                   | <u>4,394,481</u>     | <u>9,312,371</u>    |

#### 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).

VILLAGE OF LIBERTYVILLE, ILLINOIS

Notes to the Financial Statements  
April 30, 2022

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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.* IIMRF 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.

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, 2021, the measurement date, the following employees were covered by the benefit terms:

|  |                   |
|--|-------------------|
| Inactive Plan Members Currently Receiving Benefits               | 112               |
| Inactive Plan Members Entitled to but not yet Receiving Benefits | 73                |
| Active Plan Members  | <u>72</u>         |
| Total  | <u><u>257</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. For the fiscal year-ended April 30, 2022, the Village’s contribution was 13.46% of covered payroll.

# VILLAGE OF LIBERTYVILLE, ILLINOIS

## Notes to the Financial Statements April 30, 2022

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### NOTE 4 – OTHER INFORMATION – Continued

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

##### Illinois Municipal Retirement Fund (IMRF) – Continued

##### Plan Descriptions – Continued

*Net Pension Liability.* The Village's net pension liability was measured as of December 31, 2021. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

*Actuarial Assumptions.* The total pension liability was determined by an actuarial valuation performed, as of December 31, 2021, using the following actuarial methods and assumptions:

|                            |                     |
|----------------------------|---------------------|
| Actuarial Cost Method      | Entry Age<br>Normal |
| Asset Valuation Method     | Fair Value          |
| Actuarial Assumptions      |                     |
| Interest Rate              | 7.25%               |
| Salary Increases           | 2.85% to 13.75%     |
| Cost of Living Adjustments | 2.25%               |
| Inflation                  | 2.25%               |

For nondisabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Retiree, Male (adjusted 106%) and Female (adjusted 105%) tables, and future mortality improvements projected using scale MP-2020. For disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Disabled Retiree, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2020. For active members, the Pub-2010, Amount-Weighted, below-median income, General, Employee, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2020.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense, and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return to the target asset allocation percentage and adding expected inflation. The target allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table:

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Notes to the Financial Statements  
April 30, 2022**

**NOTE 4 – OTHER INFORMATION – Continued**

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

**Illinois Municipal Retirement Fund (IMRF) – Continued**

**Plan Descriptions – Continued**

*Actuarial Assumptions – Continued.*

| Asset Class               | Target | Long-Term<br>Expected Real<br>Rate of Return |
|---------------------------|--------|--|
| Fixed Income              | 25.00% | 2.00%  |
| Domestic Equities         | 39.00% | 4.50%  |
| International Equities    | 15.00% | 5.75%  |
| Real Estate               | 10.00% | 5.90%  |
| Blended                   | 10.00% | 4.30% - 8.10%                                |
| Cash and Cash Equivalents | 1.00%  | 1.70%  |

**Discount Rate**

The discount rate used to measure the total pension liability was 7.25%, 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.

**Discount Rate Sensitivity**

The following is a sensitivity analysis of the net pension liability/(asset) to changes in the discount rate. The table below presents the net pension liability/(asset) of the Village calculated using the discount rate as well as what the Village’s net pension liability/(asset) 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<br>(6.25%) | Current<br>Discount Rate<br>(7.25%) | 1% Increase<br>(8.25%) |
|-------------------------------|------------------------|-------------------------------------|------------------------|
| Net Pension Liability/(Asset) | \$ 3,067,328           | (3,699,315)                         | (9,111,023)            |

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Notes to the Financial Statements  
April 30, 2022**

**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/(Asset)**

|   | Total<br>Pension<br>Liability<br>(A) | Plan Fiduciary<br>Net Position<br>(B) | Net Pension<br>Liability/(Asset)<br>(A) - (B) |
|---|--------------------------------------|---------------------------------------|---|
| Balances at December 31, 2020   | \$ 53,339,515                        | 52,666,332                            | 673,183                                       |
| Changes for the Year:   |                                      |                                       |   |
| Service Cost  | 571,697                              | -                                     | 571,697                                       |
| Interest on the Total Pension Liability   | 3,789,031                            | -                                     | 3,789,031                                     |
| Difference Between Expected and Actual<br>Experience of the Total Pension Liability | -                                    | -                                     | -   |
| Changes of Assumptions  | 1,309,961                            | -                                     | 1,309,961                                     |
| Contributions - Employer  | -                                    | 887,517                               | (887,517)                                     |
| Contributions - Employees   | -                                    | 277,717                               | (277,717)                                     |
| Net Investment Income   | -                                    | 8,792,043                             | (8,792,043)                                   |
| Benefit Payments, including Refunds<br>of Employee Contributions                    | (2,725,739)                          | (2,725,739)                           | -   |
| Other (Net Transfer)  | -                                    | 85,910                                | (85,910)                                      |
| Net Changes   | 2,944,950                            | 7,317,448                             | (4,372,498)                                   |
| Balances at December 31, 2021   | 56,284,465                           | 59,983,780                            | (3,699,315)                                   |

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

For the year ended April 30, 2022, the Village recognized pension revenue of \$1,410,225. At April 30, 2022, the Village reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Notes to the Financial Statements  
April 30, 2022**

**NOTE 4 – OTHER INFORMATION – Continued**

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

**Illinois Municipal Retirement Fund (IMRF) – Continued**

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

|   | Deferred<br>Outflows of<br>Resources | Deferred<br>Inflows of<br>Resources | Totals             |
|---|--------------------------------------|-------------------------------------|--------------------|
| Difference Between Expected and Actual Experience                                   | \$ 860,297                           | (107,926)                           | 752,371            |
| Change in Assumptions   | -                                    | (151,754)                           | (151,754)          |
| Net Difference Between Projected and Actual<br>Earnings on Pension Plan Investments | -                                    | (6,837,143)                         | (6,837,143)        |
| Total Pension Expense to be Recognized<br>in Future Periods                         | 860,297                              | (7,096,823)                         | (6,236,526)        |
| Pension Contributions Made Subsequent<br>to the Measurement Date                    | 294,683                              | -                                   | 294,683            |
| Total Deferred Amounts Related to IMRF  | <u>1,154,980</u>                     | <u>(7,096,823)</u>                  | <u>(5,941,843)</u> |

\$294,683 reported as deferred outflows of resources related to pensions resulting from employer contributions subsequent to the measurement date and will be recognized as a reduction of the net pension liability in the reporting year ended April 30, 2023. 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<br>Year | Net Deferred<br>(Inflows)<br>of Resources |
|----------------|---|
| 2023           | \$ (1,271,804)                            |
| 2024           | (2,286,802)                               |
| 2025           | (1,672,484)                               |
| 2026           | (1,005,436)                               |
| 2027           | -   |
| Thereafter     | -   |
| Total          | <u>(6,236,526)</u>                        |

VILLAGE OF LIBERTYVILLE, ILLINOIS

Notes to the Financial Statements  
April 30, 2022

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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, 2022, the measurement date, membership consisted of the following:

|  |           |
|--|-----------|
| Inactive Plan Members Currently Receiving Benefits               | 42        |
| Inactive Plan Members Entitled to but not yet Receiving Benefits | 6         |
| Active Plan Members  | <u>37</u> |
| Total  | <u>85</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, 2022

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#### 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 48 consecutive months of service within the last 60 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 1<sup>st</sup> 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 or 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, 2022, the Village's contribution was 51.71% of covered payroll.

*Concentrations.* At year end, the Pension Plan does not have any investments over 5 percent of net plan assets available for retirement benefits (other than investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds, external investment pools, and other pooled investments).

# VILLAGE OF LIBERTYVILLE, ILLINOIS

## Notes to the Financial Statements April 30, 2022

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### 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, 2022, using the following actuarial methods and assumptions:

|                            |                     |
|----------------------------|---------------------|
| Actuarial Cost Method      | Entry Age<br>Normal |
| Asset Valuation Method     | Fair Value          |
| Actuarial Assumptions      |                     |
| Interest Rate              | 7.00%               |
| Salary Increases           | 5.00%               |
| Cost of Living Adjustments | 3.00%               |
| Inflation                  | 2.50%               |

Mortality rates are based on the RP-2014 Mortality Table with a blue-collar adjustment, with improvement scale MP-2021 applied from 2006 to 2022.

##### 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.

##### 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 net 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:

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Notes to the Financial Statements  
April 30, 2022**

**NOTE 4 – OTHER INFORMATION – Continued**

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

**Police Pension Plan – Continued**

**Discount Rate Sensitivity – Continued**

|                       | 1% Decrease<br>(6.00%) | Current<br>Discount Rate<br>(7.00%) | 1% Increase<br>(8.00%) |
|-----------------------|------------------------|-------------------------------------|------------------------|
| Net Pension Liability | \$ 32,262,925          | 23,879,425                          | 16,953,286             |

**Changes in the Net Pension Liability**

|   | Total<br>Pension<br>Liability<br>(A) | Plan Fiduciary<br>Net Position<br>(B) | Net Pension<br>Liability<br>(A) - (B) |
|---|--------------------------------------|---------------------------------------|---------------------------------------|
| Balances at April 30, 2021  | \$ 62,608,189                        | 43,874,912                            | 18,733,277                            |
| Changes for the Year:   |                                      |                                       |                                       |
| Service Cost  | 869,709                              | -                                     | 869,709                               |
| Interest on the Total Pension Liability   | 4,322,251                            | -                                     | 4,322,251                             |
| Changes of Benefit Terms  | -                                    | -                                     | -                                     |
| Difference Between Expected and Actual<br>Experience of the Total Pension Liability | (66,281)                             | -                                     | (66,281)                              |
| Changes of Assumptions  | 93,324                               | -                                     | 93,324                                |
| Contributions - Employer  | -                                    | 2,100,122                             | (2,100,122)                           |
| Contributions - Employees   | -                                    | 400,601                               | (400,601)                             |
| Contributions - Other   | -                                    | 656                                   | (656)                                 |
| Net Investment Income   | -                                    | (2,376,921)                           | 2,376,921                             |
| Benefit Payments, including Refunds<br>of Employee Contributions                    | (3,462,933)                          | (3,462,933)                           | -                                     |
| Administrative Expense  | -                                    | (51,603)                              | 51,603                                |
| Net Changes   | 1,756,070                            | (3,390,078)                           | 5,146,148                             |
| Balances at April 30, 2022  | 64,364,259                           | 40,484,834                            | 23,879,425                            |

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Notes to the Financial Statements  
April 30, 2022**

**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, 2022, the Village recognized pension expense of \$798,278. At April 30, 2022, the Village reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

|   | Deferred<br>Outflows of<br>Resources | Deferred<br>Inflows of<br>Resources | Totals          |
|---|--------------------------------------|-------------------------------------|-----------------|
| Difference Between Expected and Actual Experience                                   | \$ 490,866                           | (633,238)                           | (142,372)       |
| Change in Assumptions   | 92,956                               | (25,891)                            | 67,065          |
| Net Difference Between Projected and Actual<br>Earnings on Pension Plan Investments | 53,470                               | -                                   | 53,470          |
| Total Deferred Amounts Related to Police Pension                                    | <u>637,292</u>                       | <u>(659,129)</u>                    | <u>(21,837)</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<br>Year | Net Deferred<br>Outflows/<br>(Inflows)<br>of Resources |
|----------------|--|
| 2023           | \$ (282,098)   |
| 2024           | (345,355)  |
| 2025           | (482,197)  |
| 2026           | 1,087,813  |
| 2027           | -  |
| Thereafter     | <u>-</u>   |
| Total          | <u>(21,837)</u>  |

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Notes to the Financial Statements  
April 30, 2022**

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**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, 2022, the measurement date, membership consisted of the following:

|  |           |
|--|-----------|
| Inactive Plan Members Currently Receiving Benefits               | 34        |
| Inactive Plan Members Entitled to but not yet Receiving Benefits | 5         |
| Active Plan Members  | <u>41</u> |
| Total  | <u>80</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, 2022

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#### 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 48 consecutive months of service within the last 60 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 1<sup>st</sup> after the firefighter 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 or the change in the Consumer Price Index for the preceding 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, 2022, the Village's contribution was 36.53% of covered payroll.

*Significant Investments.* At year end, the Pension Plan does not have any investments over 5 percent of net plan assets available for retirement benefits (other than investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds, external investment pools, and other pooled investments).

# VILLAGE OF LIBERTYVILLE, ILLINOIS

## Notes to the Financial Statements April 30, 2022

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### 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, 2022, using the following actuarial methods and assumptions:

|                            |                     |
|----------------------------|---------------------|
| Actuarial Cost Method      | Entry Age<br>Normal |
| Asset Valuation Method     | Fair Value          |
| Actuarial Assumptions      |                     |
| Interest Rate              | 7.00%               |
| Salary Increases           | 5.00%               |
| Cost of Living Adjustments | 3.00%               |
| Inflation                  | 2.50%               |

Mortality rates are based on the RP-2014 Mortality Table with a blue-collar adjustment, with improvement scale MP-2019 applied from 2006 to 2020.

##### 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.

##### 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 net 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:

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Notes to the Financial Statements  
April 30, 2022**

**NOTE 4 – OTHER INFORMATION – Continued**

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

**Firefighters’ Pension Plan – Continued**

**Discount Rate Sensitivity – Continued**

|                       | 1% Decrease<br>(6.00%) | Current<br>Discount Rate<br>(7.00%) | 1% Increase<br>(8.00%) |
|-----------------------|------------------------|-------------------------------------|------------------------|
| Net Pension Liability | \$ 24,425,942          | 16,922,896                          | 10,750,816             |

**Changes in the Net Pension Liability**

|   | Total<br>Pension<br>Liability<br>(A) | Plan Fiduciary<br>Net Position<br>(B) | Net Pension<br>Liability<br>(A) - (B) |
|---|--------------------------------------|---------------------------------------|---------------------------------------|
| Balances at April 30, 2021  | \$ 51,314,567                        | 39,546,179                            | 11,768,388                            |
| Changes for the Year:   |                                      |                                       |                                       |
| Service Cost  | 967,160                              | -                                     | 967,160                               |
| Interest on the Total Pension Liability   | 3,578,882                            | -                                     | 3,578,882                             |
| Changes of Benefit Terms  | -                                    | -                                     | -                                     |
| Difference Between Expected and Actual<br>Experience of the Total Pension Liability | 75,588                               | -                                     | 75,588                                |
| Changes of Assumptions  | 76,262                               | -                                     | 76,262                                |
| Contributions - Employer  | -                                    | 1,651,505                             | (1,651,505)                           |
| Contributions - Employees   | -                                    | 421,314                               | (421,314)                             |
| Contributions - Other   | -                                    | 3,052                                 | (3,052)                               |
| Net Investment Income   | -                                    | (2,497,334)                           | 2,497,334                             |
| Benefit Payments, including Refunds<br>of Employee Contributions                    | (2,309,727)                          | (2,309,727)                           | -                                     |
| Administrative Expense  | -                                    | (35,153)                              | 35,153                                |
| Net Changes   | 2,388,165                            | (2,766,343)                           | 5,154,508                             |
| Balances at April 30, 2022  | 53,702,732                           | 36,779,836                            | 16,922,896                            |

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Notes to the Financial Statements  
April 30, 2022**

**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, 2022, the Village recognized pension expense of \$1,786,335. At April 30, 2022, the Village reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

|   | Deferred<br>Outflows of<br>Resources | Deferred<br>Inflows of<br>Resources | Totals           |
|---|--------------------------------------|-------------------------------------|------------------|
| Difference Between Expected and Actual Experience                                   | \$ 1,093,821                         | (1,224,507)                         | (130,686)        |
| Change in Assumptions   | 266,373                              | (331,912)                           | (65,539)         |
| Net Difference Between Projected and Actual<br>Earnings on Pension Plan Investments | 1,242,015                            | -                                   | 1,242,015        |
| Total Deferred Amounts Related to Firefighters' Pension                             | <u>2,602,209</u>                     | <u>(1,556,419)</u>                  | <u>1,045,790</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<br>Year | Net Deferred<br>Outflows/<br>(Inflows)<br>of Resources |
|----------------|--|
| 2023           | \$ 162,727   |
| 2024           | (127,353)  |
| 2025           | (431,152)  |
| 2026           | 1,305,338  |
| 2027           | 114,538  |
| Thereafter     | <u>21,692</u>  |
| Total          | <u>1,045,790</u>                                       |

# VILLAGE OF LIBERTYVILLE, ILLINOIS

## Notes to the Financial Statements April 30, 2022

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### NOTE 4 – OTHER INFORMATION – Continued

#### OTHER POST-EMPLOYMENT BENEFITS

##### General Information about the OPEB Plan

*Plan Description.* The Village’s defined benefit OPEB plan, Retiree Benefits Plan (RBP), provides OPEB for all permanent full-time general and public safety employees of the Village. RBP is a single-employer defined benefit OPEB plan administered by the Village. Article 11 of the State Compiled Statutes grants the authority to establish and amend the benefit terms and financing requirements to the Village Board. No assets are accumulated in a trust that meets the criteria in paragraph 4 of Statement 75.

*Benefits Provided.* RBP provides retirees with the same healthcare benefits as active employees. The Village funds retiree health benefits on a pay-as-you-go method. The Village pays no portion of the health insurance premium for retirees or their dependents. However, there is an implicit subsidy cost of providing retiree health care coverage. The implicit subsidy arises because the cost charged retirees as a group for participating in the Village’s health insurance plan is significantly less than the benefits paid on behalf of retirees for healthcare expenses.

*Plan Membership.* As of April 30, 2022, the measurement date, the following employees were covered by the benefit terms:

|  |                   |
|--|-------------------|
| Inactive Plan Members Currently Receiving Benefits               | 26                |
| Inactive Plan Members Entitled to but not yet Receiving Benefits | -                 |
| Active Plan Members  | <u>125</u>        |
| Total  | <u><u>151</u></u> |

##### Total OPEB Liability

The Village’s total OPEB liability was measured as of April 30, 2022, and was determined by an actuarial valuation as of the same date.

*Actuarial Assumptions and Other Inputs.* The total OPEB liability in the April 30, 2022 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

# VILLAGE OF LIBERTYVILLE, ILLINOIS

## Notes to the Financial Statements April 30, 2022

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### NOTE 4 – OTHER INFORMATION – Continued

#### OTHER POST-EMPLOYMENT BENEFITS – Continued

##### Total OPEB Liability – Continued

###### *Actuarial Assumptions and Other Inputs – Continued.*

|  |  |
|--|--|
| Inflation                                | N/A  |
| Salary Increases                         | 3.00%  |
| Discount Rate                            | 3.98%  |
| Healthcare Cost Trend Rates              | 6.70% for PPO and 3.83 % for HMO plans for 2022, to an ultimate rate of 4.50% for 2038 and later years |
| Retirees' Share of Benefit-Related Costs | Retiree pays the full costs of coverage  |

The discount rate was based on a combination of the expected long-term rate of return on plan investments and the municipal bond rate.

Mortality rates were based on the RP-2014 study, with blue collar adjustment. These rates are improved generationally using the MP-2020 improvement rates.

##### Change in the Total OPEB Liability

|   | <u>Total<br/>OPEB<br/>Liability</u> |
|---|-------------------------------------|
| Balance at April 30, 2021                         | <u>\$ 8,720,875</u>                 |
| Changes for the Year:                             |                                     |
| Service Cost                                      | 269,169                             |
| Interest on the Total Pension Liability           | 156,447                             |
| Changes of Benefit Terms                          | -                                   |
| Difference Between Expected and Actual Experience | (283,309)                           |
| Changes of Assumptions or Other Inputs            | (1,247,695)                         |
| Benefit Payments                                  | -                                   |
| Other Changes                                     | <u>(343,648)</u>                    |
| Net Changes                                       | <u>(1,449,036)</u>                  |
| Balance at April 30, 2022                         | <u><u>7,271,839</u></u>             |

# VILLAGE OF LIBERTYVILLE, ILLINOIS

## Notes to the Financial Statements April 30, 2022

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### NOTE 4 – OTHER INFORMATION – Continued

#### OTHER POST-EMPLOYMENT BENEFITS – Continued

##### Sensitivity of the Total OPEB Liability to Changes in the Discount Rate

The discount rate used to measure the total pension liability was 3.98%, while the prior valuation used 1.83%. The following presents the total OPEB liability, calculated using the discount rate, as well as what the total OPEB liability would be if it were calculated using a discount rate that is one percentage point lower or one percentage point higher.

|                      | 1% Decrease<br>(2.98%) | Current<br>Discount Rate<br>(3.98%) | 1% Increase<br>(4.98%) |
|----------------------|------------------------|-------------------------------------|------------------------|
| Total OPEB Liability | \$ 6,712,160           | 7,271,839                           | 7,898,036              |

##### Sensitivity of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rates

The following presents the total OPEB liability, calculated using a variable Healthcare Trend Rate, as well as what the total OPEB liability would be if it were calculated using a Healthcare Trend Rate that is one percentage point lower or one percentage point higher:

|                      | (Varies)     | Healthcare<br>Cost Trend<br>Rates<br>(Varies) | (Varies)  |
|----------------------|--------------|---|-----------|
| Total OPEB Liability | \$ 8,037,148 | 7,271,839                                     | 6,611,772 |

##### OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

For the year ended April 30, 2022, the Village recognized OPEB expense of \$480,846. At April 30, 2022, the Village reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Notes to the Financial Statements  
April 30, 2022**

**NOTE 4 – OTHER INFORMATION – Continued**

**OTHER POST-EMPLOYMENT BENEFITS – Continued**

**OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB – Continued**

|   | Deferred<br>Outflows of<br>Resources | Deferred<br>Inflows of<br>Resources | Totals        |
|---|--------------------------------------|-------------------------------------|---------------|
| Difference Between Expected and Actual Experience                                   | \$ 95,586                            | (250,663)                           | (155,077)     |
| Change in Assumptions   | 1,753,103                            | (1,558,236)                         | 194,867       |
| Net Difference Between Projected and Actual<br>Earnings on Pension Plan Investments | -                                    | -                                   | -             |
| Total Deferred Amounts Related to OPEB  | <u>1,848,689</u>                     | <u>(1,808,899)</u>                  | <u>39,790</u> |

Amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

| Fiscal<br>Year | Net Deferred<br>Outflows/<br>(Inflows)<br>of Resources |
|----------------|--|
| 2023           | \$ 55,230  |
| 2024           | 55,230   |
| 2025           | 55,230   |
| 2026           | 55,230   |
| 2027           | 55,230   |
| Thereafter     | <u>(236,360)</u>                                       |
| Total          | <u>39,790</u>  |

**SUBSEQUENT EVENTS**

On March 11, 2021, the American Rescue Plan Act of 2021 was signed into law. This act provides \$350 billion in funding for local governments. The Village has been allocated \$2,746,753 to be received in two installments. On August 27, 2021 the Village received their first installment of \$1,373,376. As of the date of these financial statements, the Village has not received their second installment.

On May 2, 2022, the Village closed on the sale of the Golf Learning Center portion of the Libertyville Sports Complex with net sales proceeds totaling \$2,834,264. Proceeds will be recognized in fiscal year 2023.

## **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 Employer Contributions
  - Illinois Municipal Retirement Fund
  - Police Pension Fund
  - Firefighters' Pension Fund
  
- Schedule of Changes in the Employer's Net Pension Liability/(Asset)
  - Illinois Municipal Retirement Fund
  - Police Pension Fund
  - Firefighters' Pension Fund
  
- Schedule of Investment Returns
  - Police Pension Fund
  - Firefighters' Pension Fund
  
- Schedule of Changes in the Employer's Total OPEB Liability
  - Retiree Benefits Plan
  
- Budgetary Comparison Schedule
  - General Fund

Notes to the Required Supplementary Information

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

VILLAGE OF LIBERTYVILLE, ILLINOIS

Illinois Municipal Retirement Fund

Required Supplementary Information  
 Schedule of Employer Contributions  
 April 30, 2022

| Fiscal Year | Actuarially Determined Contribution | Contributions in Relation to the Actuarially Determined Contribution | Contribution Excess/ (Deficiency) | Covered Payroll | Contributions as a Percentage of Covered Payroll |
|-------------|-------------------------------------|--|-----------------------------------|-----------------|--|
| 2016        | \$ 872,424                          | \$ 880,538   | \$ 8,114                          | \$ 6,773,476    | 13.00%   |
| 2017        | 889,638                             | 1,111,344  | 221,706                           | 6,817,152       | 16.30%   |
| 2018        | 876,150                             | 876,150  | -                                 | 6,652,689       | 13.17%   |
| 2019        | 816,213                             | 816,213  | -                                 | 6,397,064       | 12.76%   |
| 2020        | 875,053                             | 875,053  | -                                 | 6,539,326       | 13.38%   |
| 2021        | 907,521                             | 907,521  | -                                 | 6,122,364       | 14.82%   |
| 2022        | 835,576                             | 835,576  | -                                 | 6,208,662       | 13.46%   |

Notes to the Required Supplementary Information:

|                               |   |
|-------------------------------|---|
| Actuarial Cost Method         | Entry Age Normal  |
| Amortization Method           | Level % Pay (Closed)  |
| Remaining Amortization Period | 22 Years  |
| Asset Valuation Method        | 5-Year Smoothed Market  |
| Inflation                     | 2.50%   |
| Salary Increases              | 3.35% - 14.25%  |
| Investment Rate of Return     | 7.25%   |
| Retirement Age                | See the Notes to the Financial Statements   |
| Mortality                     | IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). |

Note:

This schedule is intended to show information for ten years. Information for additional years will be displayed as it becomes available.

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Police Pension Fund**

**Required Supplementary Information  
Schedule of Employer Contributions  
April 30, 2022**

| Fiscal Year | Actuarially Determined Contribution | Contributions in Relation to the Actuarially Determined Contribution | Contribution Excess/ (Deficiency) | Covered Payroll | Contributions as a Percentage of Covered 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%   |
| 2017        | 1,740,263                           | 1,747,588  | 7,325                             | 3,986,275       | 43.84%   |
| 2018        | 2,006,848                           | 2,016,850  | 10,002                            | 3,976,627       | 50.72%   |
| 2019        | 1,967,296                           | 2,017,166  | 49,870                            | 4,067,310       | 49.59%   |
| 2020        | 2,058,130                           | 2,064,165  | 6,035                             | 4,027,289       | 51.25%   |
| 2021        | 1,987,936                           | 2,062,881  | 74,945                            | 4,135,986       | 49.88%   |
| 2022        | 2,084,873                           | 2,100,122  | 15,249                            | 4,061,506       | 51.71%   |

Notes to the Required Supplementary Information:

|                               |  |
|-------------------------------|--|
| Actuarial Cost Method         | Entry Age Normal   |
| Amortization Method           | Level % Pay (Closed)   |
| Remaining Amortization Period | 19 Years   |
| Asset Valuation Method        | Fair Value   |
| Inflation                     | 2.50%  |
| Salary Increases              | 5.00%  |
| Investment Rate of Return     | 7.00%  |
| Retirement Age                | 50-70  |
| Mortality                     | RF-2014 Mortality Table with a blue collar adjustment, with improvement scal MP-2010 applied from 2006 to 2022 |

Note:

This schedule is intended to show information for ten years. Information for additional years will be displayed as it becomes available.

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Firefighters' Pension Fund**

**Required Supplementary Information**

**Schedule of Employer Contributions**

**April 30, 2022**

| Fiscal Year | Actuarially Determined Contribution | Contributions in Relation to the Actuarially Determined Contribution | Contribution Excess/ (Deficiency) | Covered Payroll | Contributions as a Percentage of Covered 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%   |
| 2017        | 1,252,177                           | 1,260,294  | 8,117                             | 3,976,637       | 31.69%   |
| 2018        | 1,470,531                           | 1,480,532  | 10,001                            | 4,240,766       | 34.91%   |
| 2019        | 1,487,098                           | 1,497,333  | 10,235                            | 4,427,747       | 33.82%   |
| 2020        | 1,465,242                           | 1,494,200  | 28,958                            | 4,148,044       | 36.02%   |
| 2021        | 1,467,421                           | 1,497,098  | 29,677                            | 4,186,405       | 35.76%   |
| 2022        | 1,640,990                           | 1,651,505  | 10,515                            | 4,520,971       | 36.53%   |

Notes to the Required Supplementary Information:

|                               |  |
|-------------------------------|--|
| Actuarial Cost Method         | Entry Age Normal   |
| Amortization Method           | Level % Pay (Closed)   |
| Remaining Amortization Period | 19 Years   |
| Asset Valuation Method        | Market   |
| Inflation                     | 2.50%  |
| Salary Increases              | 5.00%  |
| Investment Rate of Return     | 7.00%  |
| Retirement Age                | 50-70  |
| Mortality                     | RF-2014 Mortality Table with a blue collar adjustment, with improvement scal MP-2010 applied from 2006 to 2022 |

Note:

This schedule is intended to show information for ten years. Information for additional years will be displayed

VILLAGE OF LIBERTYVILLE, ILLINOIS

Illinois Municipal Retirement Fund

Required Supplementary Information

Schedule of Changes in the Employer's Net Pension Liability/(Asset)

April 30, 2022

|  | <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<br>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<br>of Member Contributions                 | <u>(1,360,599)</u>         |
| Other (Net Transfer)   | <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/(Asset)                                       | <u><u>\$ 7,052,792</u></u> |
| Plan Fiduciary Net Position as a Percentage<br>of the Total Pension Liability  | 83.61%                     |
| Covered Payroll  | \$ 6,773,476               |
| Employer's Net Pension Liability/(Asset) as a<br>Percentage of Covered Payroll | 104.12%                    |

Note:

This schedule is intended to show information for ten years. Information for additional years will be displayed as it becomes available.

Changes of Assumptions. Changes in assumptions related to the discount rate were made in 2015 through 2021. Changes in assumptions related to the demographics were made in 2017.

| 12/31/2016  | 12/31/2017  | 12/31/2018  | 12/31/2019  | 12/31/2020  | 12/31/2021  |
|-------------|-------------|-------------|-------------|-------------|-------------|
| 733,985     | 717,524     | 651,145     | 667,081     | 670,523     | 571,697     |
| 3,179,553   | 3,306,624   | 3,396,961   | 3,596,863   | 3,701,277   | 3,789,031   |
| (389,711)   | 740,065     | 1,142,530   | (355,402)   | (140,728)   | -           |
| (230,761)   | (1,369,537) | 1,462,935   | -           | (359,964)   | 1,309,961   |
| (1,563,396) | (2,072,331) | (2,241,648) | (2,443,268) | (2,496,861) | (2,725,739) |
| 1,729,670   | 1,322,345   | 4,411,923   | 1,465,274   | 1,374,247   | 2,944,950   |
| 43,036,056  | 44,765,726  | 46,088,071  | 50,499,994  | 51,965,268  | 53,339,515  |
| 44,765,726  | 46,088,071  | 50,499,994  | 51,965,268  | 53,339,515  | 56,284,465  |
| 1,111,344   | 895,123     | 851,362     | 789,460     | 954,416     | 887,517     |
| 306,772     | 300,335     | 292,008     | 290,718     | 277,268     | 277,717     |
| 2,487,104   | 6,412,717   | (2,297,349) | 7,684,349   | 6,701,529   | 8,792,043   |
| (1,563,396) | (2,072,331) | (2,241,648) | (2,443,268) | (2,496,861) | (2,725,739) |
| (100,116)   | (778,836)   | 950,526     | 40,480      | 331,362     | 85,910      |
| 2,241,708   | 4,757,008   | (2,445,101) | 6,361,739   | 5,767,714   | 7,317,448   |
| 35,983,264  | 38,224,972  | 42,981,980  | 40,536,879  | 46,898,618  | 52,666,332  |
| 38,224,972  | 42,981,980  | 40,536,879  | 46,898,618  | 52,666,332  | 59,983,780  |
| 6,540,754   | 3,106,091   | 9,963,115   | 5,066,650   | 673,183     | (3,699,315) |
| 85.39%      | 93.26%      | 80.27%      | 90.25%      | 98.74%      | 106.57%     |
| 6,817,152   | 6,674,116   | 6,489,041   | 6,460,401   | 6,161,507   | 6,150,497   |
| 95.95%      | 46.54%      | 153.54%     | 78.43%      | 10.93%      | (60.15%)    |

VILLAGE OF LIBERTYVILLE, ILLINOIS

Police Pension Fund

Required Supplementary Information  
 Schedule of Changes in the Employer's Net Pension Liability  
 April 30, 2022

|   | <u>2015</u>                 |
|---|-----------------------------|
| Total Pension Liability   |                             |
| Service Cost  | \$ 838,451                  |
| Interest  | 3,122,172                   |
| Changes in Benefit Terms  | -                           |
| Differences Between Expected<br>and Actual Experience                         | 189,809                     |
| Change of Assumptions   | 2,959,429                   |
| Benefit Payments, Including Refunds<br>of Member Contributions                | <u>(2,152,634)</u>          |
| Net Change in Total Pension Liability   | 4,957,227                   |
| Total Pension Liability - Beginning   | <u>45,678,769</u>           |
| Total Pension Liability - Ending  | <u><u>50,635,996</u></u>    |
| Plan Fiduciary Net Position   |                             |
| Contributions - Employer  | \$ 1,414,282                |
| Contributions - Members   | 356,188                     |
| Contributions - Other   | -                           |
| Net Investment Income   | 1,905,132                   |
| Benefit Payments, Including Refunds<br>of Member Contributions                | <u>(2,152,634)</u>          |
| Administrative Expense  | <u>(29,594)</u>             |
| Net Change in Plan Fiduciary Net Position                                     | 1,493,374                   |
| Plan Net Position - Beginning   | <u>25,843,267</u>           |
| Plan Net Position - Ending  | <u><u>27,336,641</u></u>    |
| Employer's Net Pension Liability  | <u><u>\$ 23,299,355</u></u> |
| Plan Fiduciary Net Position as a<br>Percentage of the Total Pension Liability | 53.99%                      |
| Covered Payroll   | \$ 3,703,596                |
| Employer's Net Pension Liability as a<br>Percentage of Covered Payroll        | 629.10%                     |

Note: This schedule is intended to show information for ten years. Information for additional years will be displayed as it becomes available.

Changes of Assumptions. Changes in mortality assumptions were updated in 2021 and 2022.

| 2016        | 2017        | 2018        | 2019        | 2020        | 2021        | 2022        |
|-------------|-------------|-------------|-------------|-------------|-------------|-------------|
| 910,869     | 876,005     | 865,772     | 847,629     | 818,638     | 828,212     | 869,709     |
| 3,467,177   | 3,935,649   | 3,819,846   | 3,996,672   | 4,037,732   | 4,154,451   | 4,322,251   |
| -           | -           | -           | -           | 288,989     | -           | -           |
| (434,921)   | (3,415,287) | 599,086     | (1,313,538) | (355,916)   | 651,700     | (66,281)    |
| 4,152,625   | (556,809)   | (31,177)    | (7,170)     | (45,763)    | 30,495      | 93,324      |
| (2,209,803) | (2,348,788) | (2,618,506) | (2,800,054) | (3,016,101) | (3,155,521) | (3,462,933) |
| 5,885,947   | (1,509,230) | 2,635,021   | 723,539     | 1,727,579   | 2,509,337   | 1,756,070   |
| 50,635,996  | 56,521,943  | 55,012,713  | 57,647,734  | 58,371,273  | 60,098,852  | 62,608,189  |
| 56,521,943  | 55,012,713  | 57,647,734  | 58,371,273  | 60,098,852  | 62,608,189  | 64,364,259  |
| 2,306,006   | 1,747,588   | 2,016,850   | 2,017,166   | 2,064,165   | 2,062,881   | 2,100,122   |
| 374,176     | 370,298     | 383,216     | 394,117     | 398,991     | 406,757     | 400,601     |
| -           | -           | -           | 60,155      | 226         | 425         | 656         |
| (103,490)   | 2,717,871   | 2,434,005   | 2,334,102   | 190,153     | 10,868,233  | (2,376,921) |
| (2,209,803) | (2,348,789) | (2,618,506) | (2,800,054) | (3,016,101) | (3,155,521) | (3,462,933) |
| (41,959)    | (123,183)   | (69,220)    | (31,542)    | (34,735)    | (56,207)    | (51,603)    |
| 324,930     | 2,363,785   | 2,146,345   | 1,973,944   | (397,301)   | 10,126,568  | (3,390,078) |
| 27,336,641  | 27,661,571  | 30,025,356  | 32,171,701  | 34,145,645  | 33,748,344  | 43,874,912  |
| 27,661,571  | 30,025,356  | 32,171,701  | 34,145,645  | 33,748,344  | 43,874,912  | 40,484,834  |
| 28,860,372  | 24,987,357  | 25,476,033  | 24,225,628  | 26,350,508  | 18,733,277  | 23,879,425  |
| 48.94%      | 54.58%      | 55.81%      | 58.50%      | 56.15%      | 70.08%      | 62.90%      |
| 3,725,944   | 3,986,275   | 3,976,627   | 4,067,310   | 4,027,289   | 4,135,986   | 4,061,506   |
| 774.58%     | 626.83%     | 640.64%     | 595.62%     | 654.30%     | 452.93%     | 587.95%     |

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Firefighters' Pension Fund**

**Required Supplementary Information  
Schedule of Changes in the Employer's Net Pension Liability  
April 30, 2022**

|   | <u>2015</u>                 |
|---|-----------------------------|
| Total Pension Liability   |                             |
| Service Cost  | \$ 956,837                  |
| Interest  | 2,333,670                   |
| Changes of Benefit Terms  | -                           |
| Differences Between Expected<br>and Actual Experience                         | 141,124                     |
| Change of Assumptions   | 1,469,984                   |
| Benefit Payments, Including Refunds<br>of Member Contributions                | <u>(1,334,103)</u>          |
| Net Change in Total Pension Liability   | 3,567,512                   |
| Total Pension Liability - Beginning   | <u>34,005,200</u>           |
| Total Pension Liability - Ending  | <u><u>37,572,712</u></u>    |
| Plan Fiduciary Net Position   |                             |
| Contributions - Employer  | \$ 1,195,542                |
| Contributions - Members   | 392,273                     |
| Contributions - Other   | -                           |
| Net Investment Income   | 1,654,405                   |
| Benefit Payments, Including Refunds<br>of Member Contributions                | <u>(1,334,103)</u>          |
| Administrative Expense  | <u>(35,200)</u>             |
| Net Change in Plan Fiduciary Net Position                                     | 1,872,917                   |
| Plan Net Position - Beginning   | <u>22,773,654</u>           |
| Plan Net Position - Ending  | <u><u>24,646,571</u></u>    |
| Employer's Net Pension Liability  | <u><u>\$ 12,926,141</u></u> |
| Plan Fiduciary Net Position as a<br>Percentage of the Total Pension Liability | 65.60%                      |
| Covered Payroll   | \$ 3,644,038                |
| Employer's Net Pension Liability as a<br>Percentage of Covered Payroll        | 354.72%                     |

Note: This schedule is intended to show information for ten years. Information for additional years will be displayed as it becomes available.

Changes of Assumptions. Changes in mortality assumptions were updated in 2021 and 2022.

| 2016        | 2017        | 2018        | 2019        | 2020        | 2021        | 2022        |
|-------------|-------------|-------------|-------------|-------------|-------------|-------------|
| 935,358     | 933,922     | 971,606     | 991,561     | 1,023,960   | 972,396     | 967,160     |
| 2,579,336   | 2,981,239   | 2,977,413   | 3,060,293   | 3,149,136   | 3,387,582   | 3,578,882   |
| -           | -           | -           | -           | 381,064     | -           | -           |
| (278,251)   | (1,925,486) | (753,682)   | (1,031,230) | 1,017,343   | 626,769     | 75,588      |
| 3,054,223   | (544,996)   | (444,693)   | (17,198)    | (37,690)    | 23,134      | 76,262      |
| (1,450,109) | (1,516,146) | (1,557,907) | (1,615,248) | (1,917,945) | (2,233,899) | (2,309,727) |
| 4,840,557   | (71,467)    | 1,192,737   | 1,388,178   | 3,615,868   | 2,775,982   | 2,388,165   |
| 37,572,712  | 42,413,269  | 42,341,802  | 43,534,539  | 44,922,717  | 48,538,585  | 51,314,567  |
| 42,413,269  | 42,341,802  | 43,534,539  | 44,922,717  | 48,538,585  | 51,314,567  | 53,702,732  |
| 1,647,860   | 1,260,294   | 1,480,532   | 1,497,333   | 1,494,200   | 1,497,098   | 1,651,505   |
| 366,908     | 379,827     | 395,420     | 439,537     | 408,071     | 400,788     | 421,314     |
| -           | -           | -           | -           | 226         | 492         | 3,052       |
| (48,230)    | 2,455,306   | 1,866,867   | 1,457,636   | (858,383)   | 9,313,432   | (2,497,334) |
| (1,450,109) | (1,516,146) | (1,557,907) | (1,615,248) | (1,917,945) | (2,233,899) | (2,309,727) |
| (40,412)    | (38,489)    | (49,246)    | (43,592)    | (56,545)    | (36,068)    | (35,153)    |
| 476,017     | 2,540,792   | 2,135,666   | 1,735,666   | (930,376)   | 8,941,843   | (2,766,343) |
| 24,646,571  | 25,122,588  | 27,663,380  | 29,799,046  | 31,534,712  | 30,604,336  | 39,546,179  |
| 25,122,588  | 27,663,380  | 29,799,046  | 31,534,712  | 30,604,336  | 39,546,179  | 36,779,836  |
| 17,290,681  | 14,678,422  | 13,735,493  | 13,388,005  | 17,934,249  | 11,768,388  | 16,922,896  |
| 59.23%      | 65.33%      | 68.45%      | 70.20%      | 63.05%      | 77.07%      | 68.49%      |
| 3,828,333   | 3,976,637   | 4,720,766   | 4,427,747   | 4,148,044   | 4,186,405   | 4,520,971   |
| 451.65%     | 369.12%     | 290.96%     | 302.37%     | 432.35%     | 281.11%     | 374.32%     |

VILLAGE OF LIBERTYVILLE, ILLINOIS

Police Pension Fund

Required Supplementary Information

Schedule of Investment Returns

April 30, 2022

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| Fiscal<br>Year | Annual Money-<br>Weighted Rate<br>of Return, Net<br>of Investment<br>Expense |
|----------------|--|
| 2015           | 7.01%  |
| 2016           | (0.24%)  |
| 2017           | 10.32%   |
| 2018           | 5.98%  |
| 2019           | 7.49%  |
| 2020           | 0.54%  |
| 2021           | 32.05%   |
| 2022           | (5.48%)  |

Note:

This schedule is intended to show information for ten years. Information for additional years will be displayed as it becomes available.

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Firefighters' Pension Fund**

**Required Supplementary Information**

**Schedule of Investment Returns**

**April 30, 2022**

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| Fiscal<br>Year | Annual Money-<br>Weighted Rate<br>of Return, Net<br>of Investment<br>Expense |
|----------------|--|
| 2015           | 7.63%  |
| 2016           | (0.08%)  |
| 2017           | 10.33%   |
| 2018           | 7.18%  |
| 2019           | 4.93%  |
| 2020           | (2.73%)  |
| 2021           | 30.88%   |
| 2022           | (6.34%)  |

Note:

This schedule is intended to show information for ten years. Information for additional years will be displayed as it becomes available.

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Retiree Benefits Plan**

**Required Supplementary Information  
Schedule of Changes in the Employer's Total OPEB Liability  
April 30, 2022**

|   | 2018          | 2019       | 2020       | 2021      | 2022        |
|---|---------------|------------|------------|-----------|-------------|
| Total OPEB Liability  |               |            |            |           |             |
| Service Cost  | \$ 225,076    | 234,012    | 173,524    | 210,014   | 269,169     |
| Interest  | 236,078       | 244,054    | 245,043    | 220,189   | 156,447     |
| Changes in Benefit Terms  | -             | -          | -          | -         | -           |
| Differences Between Expected<br>and Actual Experience               | -             | -          | 146,042    | -         | (283,309)   |
| Change of Assumptions or Other Inputs                               | -             | 125,082    | 181,382    | 715,123   | (1,247,695) |
| Benefit Payments  | (240,757)     | (279,746)  | (330,363)  | (300,809) | (343,648)   |
| Other Changes   | -             | -          | 850,006    | -         | -           |
| Net Change in Total OPEB Liability                                  | 220,397       | 323,402    | 1,265,634  | 844,517   | (1,449,036) |
| Total OPEB Liability - Beginning                                    | 6,066,925     | 6,287,322  | 6,610,724  | 7,876,358 | 8,720,875   |
| Total OPEB Liability - Ending                                       | 6,287,322     | 6,610,724  | 7,876,358  | 8,720,875 | 7,271,839   |
| Covered-Employee Payroll  | \$ 13,516,664 | 13,156,101 | 12,524,233 | N/A       | 13,060,524  |
| Total OPEB Liability as a Percentage of<br>Covered-Employee Payroll | 46.52%        | 50.25%     | 62.89%     | N/A       | 55.68%      |

Notes:

This schedule is intended to show information for ten years. Information for additional years will be displayed as it becomes available.

No assets are accumulated in a trust that meets the criteria in paragraph 4 of Statement 75.

Changes of Assumptions. Changes in assumptions related to the discount rate were made in 2018 through 2022.

N/A - Not 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, 2022

|  | Budget       |             | Actual      |
|--|--------------|-------------|-------------|
|  | Original     | Final       |             |
| <b>Revenues</b>  |              |             |             |
| Taxes  | \$ 8,886,478 | 8,936,978   | 8,960,502   |
| Licenses and Permits   | 1,254,763    | 1,254,763   | 1,546,544   |
| Intergovernmental  | 10,110,603   | 11,425,339  | 15,132,043  |
| Charges for Services   | 7,082,311    | 6,944,862   | 7,473,636   |
| Fines and Forfeits   | 498,000      | 498,000     | 578,753     |
| Interest Income (Loss)                                       | 70,820       | 70,820      | (146,542)   |
| Miscellaneous  | 456,457      | 456,457     | 642,461     |
| Total Revenues   | 28,359,432   | 29,587,219  | 34,187,397  |
| <b>Expenditures</b>  |              |             |             |
| General Government   | 2,801,856    | 2,806,856   | 2,473,936   |
| Community Development  | 2,321,576    | 2,521,576   | 2,472,942   |
| Public Safety  | 18,184,855   | 18,163,453  | 17,858,297  |
| Public Works   | 2,584,209    | 2,584,209   | 2,410,531   |
| Parks and Recreation   | 2,771,297    | 2,749,961   | 2,492,529   |
| Capital Outlay   | 83,897       | 83,897      | 83,058      |
| Total Expenditures   | 28,747,690   | 28,909,952  | 27,791,293  |
| Excess (Deficiency) of Revenues<br>Over (Under) Expenditures | (388,258)    | 677,267     | 6,396,104   |
| <b>Other Financing Sources (Uses)</b>                        |              |             |             |
| Transfers In   | 800,000      | 800,000     | 1,101,011   |
| Transfers Out  | (2,399,784)  | (4,295,898) | (4,240,597) |
|  | (1,599,784)  | (3,495,898) | (3,139,586) |
| Net Change in Fund Balance                                   | (1,988,042)  | (2,818,631) | 3,256,518   |
| Fund Balance - Beginning                                     |              |             | 17,594,788  |
| Fund Balance - Ending  |              |             | 20,851,306  |

## **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
- Combining Statements – Nonmajor 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

## **INDIVIDUAL FUND DESCRIPTIONS**

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### **GENERAL FUND**

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

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### **SPECIAL REVENUE FUNDS**

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.

#### **Non-Home Rule Sales Tax Fund**

The Non-Home Rule Sales Tax Fund is used to account for the 1% non-home rule sales tax levied on goods purchased in, or delivered to, Libertyville. This tax was authorized by a referendum held on March 17, 2020.

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### **DEBT SERVICE FUND**

The Debt Service Fund is used to account for the accumulation of resources for, and the payment of, general long-term debt principal and interest.

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### **CAPITAL PROJECTS FUNDS**

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

#### **Capital Improvement Fund**

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

#### **Tax Increment Financing Construction**

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

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## **INDIVIDUAL FUND DESCRIPTIONS – Continued**

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### **CAPITAL PROJECTS FUNDS – Continued**

#### **Stormwater Sewer Fund**

The Stormwater Sewer Fund is used to account for the acquisition and improvement of Village stormwater sewer property including infrastructure and general fixed assets. This Fund was moved to a Business-Type Fund as of April 30, 2022.

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### **ENTERPRISE FUNDS**

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

#### **Waterworks and Sewerage Fund**

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

#### **Libertyville Sports Complex Fund**

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

#### **Stormwater Sewer Fund**

The Stormwater Sewer Fund is used to account for the activity of Village's stormwater sewer services. This Fund was moved from a Governmental Fund as of April 30, 2022.

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### **INTERNAL SERVICE FUNDS**

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

## **INDIVIDUAL FUND DESCRIPTIONS – Continued**

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### **INTERNAL SERVICE FUNDS – Continued**

#### **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.

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### **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.

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**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**General Fund**

**Schedule of Revenues - Budget and Actual  
For the Fiscal Year Ended April 30, 2022**

|   | Budget           |                  | Actual           |
|---|------------------|------------------|------------------|
|   | Original         | Final            |                  |
| <b>Taxes</b>                            |                  |                  |                  |
| Property Taxes                          |                  |                  |                  |
| General Corporate                       | \$ 1,194,735     | 1,194,735        | 1,170,824        |
| Fire Protection                         | 753,000          | 753,000          | 749,396          |
| Parks                                   | 378,000          | 378,000          | 376,197          |
| Recreation                              | 378,000          | 378,000          | 376,197          |
| Highway and Bridges - Township          | 365,000          | 365,000          | 377,342          |
| Municipal Retirement                    | 334,200          | 334,200          | 332,602          |
| Police Pension                          | 2,084,873        | 2,084,873        | 2,084,873        |
| Fire Pension                            | 1,640,990        | 1,640,990        | 1,641,505        |
| Special Recreation                      | 194,000          | 194,000          | 193,082          |
| Concord/Interlaken Special Service Area | 23,040           | 23,040           | 22,980           |
| Timber Creek Special Service Area       | 21,140           | 21,140           | 21,140           |
| Electric Utility Tax                    | 1,200,000        | 1,200,000        | 1,179,587        |
| Leased Car Tax                          | 85,000           | 85,000           | 75,938           |
| Hotel/Motel Tax                         | 179,500          | 230,000          | 290,616          |
| Foreign Fire Insurance Tax              | 55,000           | 55,000           | 68,223           |
|   | <u>8,886,478</u> | <u>8,936,978</u> | <u>8,960,502</u> |
| <b>Licenses and Permits</b>             |                  |                  |                  |
| Building Permits                        | 1,034,763        | 1,034,763        | 1,271,429        |
| Zoning Fees                             | 25,000           | 25,000           | 43,150           |
| Fire Bureau - Permits/Fees              | 90,000           | 90,000           | 109,205          |
| Liquor Licenses                         | 90,000           | 90,000           | 106,200          |
| Other Licenses                          | 15,000           | 15,000           | 16,560           |
|   | <u>1,254,763</u> | <u>1,254,763</u> | <u>1,546,544</u> |

VILLAGE OF LIBERTYVILLE, ILLINOIS

General Fund

Schedule of Revenues - Budget and Actual - Continued  
For the Fiscal Year Ended April 30, 2022

|  | Budget            |                   | Actual            |
|--|-------------------|-------------------|-------------------|
|  | Original          | Final             |                   |
| Intergovernmental                      |                   |                   |                   |
| Personal Property Replacement Tax      |                   |                   |                   |
| General                                | \$ 65,000         | 65,000            | 265,431           |
| Police                                 | 10,000            | 10,000            | 10,000            |
| Fire                                   | 10,000            | 10,000            | 10,000            |
| Sales Tax                              | 7,185,055         | 7,185,055         | 9,195,306         |
| Income Tax                             | 2,252,934         | 2,252,934         | 3,251,812         |
| Use Tax                                | 452,009           | 452,009           | 792,745           |
| Street/Signal Maintenance Fees         | 95,605            | 95,605            | 132,000           |
| Grants                                 |                   |                   |                   |
| ARPA                                   | -                 | 1,314,736         | 1,316,165         |
| Other                                  | 40,000            | 40,000            | 158,584           |
|  | <u>10,110,603</u> | <u>11,425,339</u> | <u>15,132,043</u> |
| Charges for Services                   |                   |                   |                   |
| Libertyville Fire Protection District  | 3,099,485         | 3,099,485         | 3,082,064         |
| Ambulance Fees                         | 1,100,000         | 1,100,000         | 1,609,118         |
| Recreation Fees                        | 445,000           | 445,000           | 450,112           |
| Swimming Fees                          | 208,000           | 153,372           | 162,352           |
| Swimming Programs                      | 98,000            | 49,315            | 49,468            |
| Recycling/Refuse Fees                  | 80,000            | 80,000            | 67,491            |
| Parking Fees                           | 15,000            | 15,000            | 15,118            |
| Engineering                            | 150,000           | 150,000           | 131,739           |
| Alarm Fees                             | 130,000           | 130,000           | 191,143           |
| Elevator Inspection Fees               | 39,140            | 39,140            | 21,733            |
| Fire Services                          | 271,499           | 271,499           | 264,044           |
| Legal Fee Reimbursement                | 50,000            | 50,000            | 72,048            |
| Birth/Death Certificates               | 270,000           | 270,000           | 304,194           |
| Cable Franchise Fee                    | 390,000           | 390,000           | 394,604           |
| Telecom Infrastructure Maintenance Fee | 480,000           | 480,000           | 392,384           |
| Police Services                        | 208,687           | 208,687           | 217,406           |
| Damage to Village Property             | 2,500             | 2,500             | 37,147            |
| Concessions - Pools                    | 45,000            | 10,864            | 11,471            |
|  | <u>7,082,311</u>  | <u>6,944,862</u>  | <u>7,473,636</u>  |

VILLAGE OF LIBERTYVILLE, ILLINOIS

General Fund

Schedule of Revenues - Budget and Actual - Continued  
For the Fiscal Year Ended April 30, 2022

|                               | Budget            |                   | Actual            |
|-------------------------------|-------------------|-------------------|-------------------|
|                               | Original          | Final             |                   |
| Fines and Forfeits            |                   |                   |                   |
| Local Fines                   | \$ 175,000        | 175,000           | 176,112           |
| Circuit Court Fines           | 175,000           | 175,000           | 194,280           |
| DUI Fines - Senate Bill 740   | 18,000            | 18,000            | 15,414            |
| Automated Traffic Enforcement | 130,000           | 130,000           | 192,947           |
|                               | <u>498,000</u>    | <u>498,000</u>    | <u>578,753</u>    |
| Interest Income (Loss)        |                   |                   |                   |
| Interest                      | 70,820            | 70,820            | 21,403            |
| Unrealized (Losses)           | -                 | -                 | (167,945)         |
|                               | <u>70,820</u>     | <u>70,820</u>     | <u>(146,542)</u>  |
| Miscellaneous                 |                   |                   |                   |
| Park Rentals                  | 5,000             | 5,000             | 9,665             |
| Lease Revenue                 | -                 | -                 | (75)              |
| TIF Surplus Rebate            | 256,957           | 256,957           | 295,751           |
| Insurance Surplus             | 120,000           | 120,000           | 251,025           |
| Scholarship/Donations         | 2,000             | 2,000             | 1,000             |
| Tree Program                  | 22,500            | 22,500            | (500)             |
| LCCF Contribution             | 10,000            | 10,000            | 11,768            |
| Drug Forfeiture               | -                 | -                 | 2                 |
| Cash Over                     | -                 | -                 | 295               |
| Miscellaneous                 | 40,000            | 40,000            | 73,530            |
|                               | <u>456,457</u>    | <u>456,457</u>    | <u>642,461</u>    |
| Total Revenues                | <u>28,359,432</u> | <u>29,587,219</u> | <u>34,187,397</u> |

VILLAGE OF LIBERTYVILLE, ILLINOIS

General Fund

Schedule of Expenditures - Budget and Actual  
For the Fiscal Year Ended April 30, 2022

|                                      | Budget           |                  | Actual           |
|--------------------------------------|------------------|------------------|------------------|
|                                      | Original         | Final            |                  |
| <b>General Government</b>            |                  |                  |                  |
| Legislative                          | \$ 121,774       | 121,774          | 104,282          |
| Administration and Finance           | 1,438,280        | 1,443,280        | 1,311,700        |
| Legal                                | 337,500          | 337,500          | 327,118          |
| Public Buildings                     | 171,160          | 171,160          | 148,861          |
| Community Organization/Activities    | 217,400          | 217,400          | 210,088          |
| Senior Programs                      | 65,545           | 65,545           | 65,545           |
| Central Business District Parking    | 107,066          | 107,066          | 100,206          |
| Hotel/Motel Tax                      | 343,131          | 343,131          | 206,136          |
|                                      | <u>2,801,856</u> | <u>2,806,856</u> | <u>2,473,936</u> |
| <b>Community Development</b>         |                  |                  |                  |
| Planning                             | 690,559          | 690,559          | 679,044          |
| Building Services                    | 948,184          | 948,184          | 904,220          |
| Economic Development                 | 682,833          | 882,833          | 889,678          |
|                                      | <u>2,321,576</u> | <u>2,521,576</u> | <u>2,472,942</u> |
| <b>Public Safety</b>                 |                  |                  |                  |
| <b>Police Department</b>             |                  |                  |                  |
| Administration/Communication/Records | 2,154,797        | 2,218,387        | 2,048,906        |
| Patrol Services                      | 6,156,864        | 6,156,864        | 6,017,708        |
| Investigation                        | 857,510          | 772,518          | 757,404          |
| Public Education                     | 10,250           | 10,250           | 5,872            |
| Community Service                    | 226,362          | 226,362          | 126,829          |
|                                      | <u>9,405,783</u> | <u>9,384,381</u> | <u>8,956,719</u> |
| <b>Fire Services Department</b>      |                  |                  |                  |
| Administration                       | 418,429          | 418,429          | 381,595          |
| Fire Prevention                      | 181,068          | 181,068          | 180,870          |
| Emergency Services                   | 7,548,741        | 7,548,741        | 7,747,753        |
| Support Services                     | 559,894          | 559,894          | 538,947          |
| Fire Fund                            | 9,000            | 9,000            | 4,303            |
| Foreign Fire Insurance               | 45,000           | 45,000           | 42,627           |
|                                      | <u>8,762,132</u> | <u>8,762,132</u> | <u>8,896,095</u> |

# VILLAGE OF LIBERTYVILLE, ILLINOIS

## General Fund

### Schedule of Expenditures - Budget and Actual - Continued For the Fiscal Year Ended April 30, 2022

|   | Budget            |                   | Actual            |
|---|-------------------|-------------------|-------------------|
|   | Original          | Final             |                   |
| Public Safety - Continued               |                   |                   |                   |
| Emergency Management Agency             | \$ 16,940         | 16,940            | 5,483             |
|   | <u>18,184,855</u> | <u>18,163,453</u> | <u>17,858,297</u> |
| Public Works                            |                   |                   |                   |
| Engineering                             | 523,907           | 523,907           | 509,446           |
| Highways and Bridges                    | 1,515,926         | 1,515,926         | 1,430,554         |
| Snow Removal and Ice Control            | 397,932           | 397,932           | 354,998           |
| Concord/Interlaken Special Service Area | 25,660            | 25,660            | 24,578            |
| Timber Creek Special Service Area       | 21,140            | 21,140            | 12,186            |
| Refuse and Recycling                    | 99,644            | 99,644            | 78,769            |
|   | <u>2,584,209</u>  | <u>2,584,209</u>  | <u>2,410,531</u>  |
| Parks and Recreation                    |                   |                   |                   |
| Parks                                   | 1,514,845         | 1,514,845         | 1,440,880         |
| Recreation                              | 811,563           | 890,813           | 731,960           |
| Swimming Pool                           | 444,889           | 344,303           | 319,689           |
|   | <u>2,771,297</u>  | <u>2,749,961</u>  | <u>2,492,529</u>  |
| Capital Outlay                          | <u>83,897</u>     | <u>83,897</u>     | <u>83,058</u>     |
| Total Expenditures                      | <u>28,747,690</u> | <u>28,909,952</u> | <u>27,791,293</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, 2022

|  | Budget           |                  | Actual                |
|--|------------------|------------------|-----------------------|
|  | Original         | Final            |                       |
| Revenues   |                  |                  |                       |
| Taxes  |                  |                  |                       |
| Property Taxes   | \$ 1,713,443     | 1,713,443        | 1,722,287             |
| Interest Income  | 500              | 500              | 4,430                 |
| Total Revenues   | <u>1,713,943</u> | <u>1,713,943</u> | <u>1,726,717</u>      |
| Expenditures   |                  |                  |                       |
| Debt Service   |                  |                  |                       |
| Principal Retirement   | 1,034,750        | 1,034,750        | 1,034,750             |
| Interest   | 678,693          | 678,693          | 394,981               |
| Fiscal Charges   | 3,000            | 3,000            | 93,772                |
| Total Expenditures   | <u>1,716,443</u> | <u>1,716,443</u> | <u>1,523,503</u>      |
| Excess (Deficiency) of Revenues<br>Over (Under) Expenditures | <u>(2,500)</u>   | <u>(2,500)</u>   | 203,214               |
| Other Financing Sources (Uses)                               |                  |                  |                       |
| Debt Issuance  | -                | -                | 6,320,000             |
| Premium on Debt Issuance                                     | -                | -                | 666,783               |
| Payment to Escrow Agent                                      | -                | -                | (6,895,106)           |
|  | <u>-</u>         | <u>-</u>         | <u>91,677</u>         |
| Net Change in Fund Balance                                   | <u>(2,500)</u>   | <u>(2,500)</u>   | 294,891               |
| Fund Balance - Beginning                                     |                  |                  | <u>512,318</u>        |
| Fund Balance - Ending  |                  |                  | <u><u>807,209</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, 2022

|   | Budget      |             | Actual    |
|---|-------------|-------------|-----------|
|   | Original    | Final       |           |
| Revenues                                |             |             |           |
| Licenses and Permits                    |             |             |           |
| Park Impact Fees                        | \$ 50,000   | 50,000      | 52,609    |
| Sidewalk Impact Fees                    | 10,000      | 10,000      | -         |
| Parking Impact Fee                      | -           | -           | 40,000    |
| Affordable Housing Fee                  | 10,000      | 10,000      | -         |
| Vehicle Licenses                        | 400,000     | 400,000     | 327,587   |
| Intergovernmental                       |             |             |           |
| Motor Fuel Tax Allotments               | 799,396     | 799,396     | 811,701   |
| Grants                                  | 446,280     | 446,280     | 648,447   |
| Charges for Services                    |             |             |           |
| Simplified Municipal Telecommunications |             |             |           |
| Tax Revenue                             | 129,600     | 129,600     | 108,544   |
| Interest Income                         | 5,950       | 5,950       | 3,851     |
| Miscellaneous                           | 2,500       | 2,500       | 58,163    |
| Total Revenues                          | 1,853,726   | 1,853,726   | 2,050,902 |
| Expenditures                            |             |             |           |
| Capital Outlay                          | 4,375,989   | 4,800,989   | 2,745,585 |
| Excess (Deficiency) of Revenues         |             |             |           |
| Over (Under) Expenditures               | (2,522,263) | (2,947,263) | (694,683) |
| Other Financing Sources (Uses)          |             |             |           |
| Transfers In                            | 1,400,000   | 1,650,000   | 1,650,000 |
| Transfers Out                           | -           | (225,803)   | (225,803) |
|   | 1,400,000   | 1,424,197   | 1,424,197 |
| Net Change in Fund Balance              | (1,122,263) | (1,523,066) | 729,514   |
| Fund Balance - Beginning                |             |             | 6,172,406 |
| Fund Balance - Ending                   |             |             | 6,901,920 |

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Capital Improvement - Capital Projects Fund**

**Schedule of Expenditures - Budget and Actual  
For the Fiscal Year Ended April 30, 2022**

|                                 | Budget    |           | Actual    |
|---------------------------------|-----------|-----------|-----------|
|                                 | Original  | Final     |           |
| Capital Outlay                  |           |           |           |
| Public Building Improvements    |           |           |           |
| Village Hall/Recreation         | \$ 15,000 | 15,000    | 16,534    |
| Public Works Building           | 75,000    | 75,000    | 75,062    |
| Fire Stations                   | 95,500    | 95,500    | 87,107    |
| Schertz Municipal Building      | 10,000    | 260,000   | 38,256    |
| Park and Recreation Buildings   | 225,960   | 225,960   | 159,248   |
| Park Improvement                |           |           |           |
| Park Improvement                | 740,750   | 915,750   | 731,789   |
| Road Improvement                |           |           |           |
| Asphalt Resurfacing             | 1,826,279 | 1,826,279 | 580,163   |
| Capital Improvement             |           |           |           |
| Streetscape Improvements        | 218,000   | 218,000   | 75,710    |
| Annual Road Improvement Program | 725,000   | 725,000   | 635,117   |
| Streetlight Replacement         | 200,000   | 200,000   | 192,778   |
| Sidewalks and Bike Paths        | 150,000   | 150,000   | 124,630   |
| Miscellaneous                   | 94,500    | 94,500    | 29,191    |
| Total Expenditures              | 4,375,989 | 4,800,989 | 2,745,585 |

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, 2022

|                             | Budget           |                  | Actual                  |
|-----------------------------|------------------|------------------|-------------------------|
|                             | Original         | Final            |                         |
| Revenues                    |                  |                  |                         |
| Taxes                       |                  |                  |                         |
| Property Tax                | \$ 4,215,790     | 4,215,790        | 4,463,299               |
| Interest Income             | 1,000            | 1,000            | 693                     |
| Total Revenues              | <u>4,216,790</u> | <u>4,216,790</u> | <u>4,463,992</u>        |
| Expenditures                |                  |                  |                         |
| Public Works                |                  |                  |                         |
| Parking Improvements        | 580,000          | 580,000          | 350,628                 |
| Economic Development        |                  |                  |                         |
| TIF Surplus Rebate          | 2,951,053        | 2,951,053        | 3,124,309               |
| Miscellaneous               | 3,000            | 3,000            | 1,321                   |
| Debt Service                |                  |                  |                         |
| Principal Payments          | 867,612          | 867,612          | 867,612                 |
| Interest and Fiscal Charges | 38,128           | 38,128           | 38,128                  |
| Total Expenditures          | <u>4,439,793</u> | <u>4,439,793</u> | <u>4,381,998</u>        |
| Net Change in Fund Balance  | <u>(223,003)</u> | <u>(223,003)</u> | 81,994                  |
| Fund Balance - Beginning    |                  |                  | <u>1,308,587</u>        |
| Fund Balance - Ending       |                  |                  | <u><u>1,390,581</u></u> |

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Combining Balance Sheet - Nonmajor Governmental Funds  
April 30, 2022**

|   | Special Revenue     |                               | Capital                         | Totals    |
|---|---------------------|-------------------------------|---------------------------------|-----------|
|   | Commuter<br>Parking | Non-Home<br>Rule<br>Sales Tax | Projects<br>Stormwater<br>Sewer |           |
| <b>ASSETS</b>   |                     |                               |                                 |           |
| Cash and Investments  | \$ 514,685          | 1,335,599                     | -                               | 1,850,284 |
| Receivables - Net of Allowances                                       |                     |                               |                                 |           |
| Other Taxes   | -                   | 804,155                       | -                               | 804,155   |
| Total Assets  | 514,685             | 2,139,754                     | -                               | 2,654,439 |
| <b>LIABILITIES</b>  |                     |                               |                                 |           |
| Accounts Payable  | 2,625               | -                             | -                               | 2,625     |
| Accrued Payroll   | 1,504               | -                             | -                               | 1,504     |
| Total Liabilities   | 4,129               | -                             | -                               | 4,129     |
| <b>FUND BALANCE</b>   |                     |                               |                                 |           |
| Committed   | 510,556             | -                             | -                               | 510,556   |
| Assigned  | -                   | 2,139,754                     | -                               | 2,139,754 |
| Total Fund Balances   | 510,556             | 2,139,754                     | -                               | 2,650,310 |
| Total Liabilities, Deferred Inflows of<br>Resources and Fund Balances | 514,685             | 2,139,754                     | -                               | 2,654,439 |

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Combining Statement of Revenues, Expenditures and Changes in Fund Balances  
Nonmajor Governmental Funds**

**For the Fiscal Year Ended April 30, 2022**

|  | Special Revenue     |                               | Capital<br>Projects | Totals      |
|--|---------------------|-------------------------------|---------------------|-------------|
|  | Commuter<br>Parking | Non-Home<br>Rule<br>Sales Tax | Stormwater<br>Sewer |             |
| Revenues   |                     |                               |                     |             |
| Intergovernmental  | \$ 58,640           | 3,506,319                     | -                   | 3,564,959   |
| Charges for Services   | 117,618             | -                             | -                   | 117,618     |
| Fines and Forfeits   | 12,963              | -                             | -                   | 12,963      |
| Interest Income  | 393                 | 2,022                         | -                   | 2,415       |
| Total Revenues   | 189,614             | 3,508,341                     | -                   | 3,697,955   |
| Expenditures   |                     |                               |                     |             |
| General Government   | 147,946             | -                             | -                   | 147,946     |
| Capital Outlay   | 8,880               | -                             | -                   | 8,880       |
| Total Expenditures   | 156,826             | -                             | -                   | 156,826     |
| Excess (Deficiency) of Revenues<br>Over (Under) Expenditures | 32,788              | 3,508,341                     | -                   | 3,541,129   |
| Other Financing Sources (Uses)                               |                     |                               |                     |             |
| Transfers In   | -                   | 88,403                        | -                   | 88,403      |
| Transfers Out  | -                   | (2,601,011)                   | (667,219)           | (3,268,230) |
|  | -                   | (2,512,608)                   | (667,219)           | (3,179,827) |
| Net Change in Fund Balances                                  | 32,788              | 995,733                       | (667,219)           | 361,302     |
| Fund Balances - Beginning                                    | 477,768             | 1,144,021                     | 667,219             | 2,289,008   |
| Fund Balances - Ending                                       | 510,556             | 2,139,754                     | -                   | 2,650,310   |

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, 2022

|                            | Budget   |         | Actual  |
|----------------------------|----------|---------|---------|
|                            | Original | Final   |         |
| Revenues                   |          |         |         |
| Intergovernmental          |          |         |         |
| Grants                     | \$ -     | 58,640  | 58,640  |
| Charges for Services       |          |         |         |
| Permit Fees                | 112,920  | 112,920 | 97,134  |
| Daily Fees                 | 15,000   | 15,000  | 20,484  |
| Fines and Forfeits         | 18,000   | 18,000  | 12,963  |
| Interest Income            | -        | -       | 393     |
| Total Revenues             | 145,920  | 204,560 | 189,614 |
| Expenditures               |          |         |         |
| General Government         | 193,336  | 193,336 | 147,946 |
| Capital Outlay             | 12,500   | 12,500  | 8,880   |
| Total Expenditures         | 205,836  | 205,836 | 156,826 |
| Net Change in Fund Balance | (59,916) | (1,276) | 32,788  |
| Fund Balance - Beginning   |          |         | 477,768 |
| Fund Balance - Ending      |          |         | 510,556 |

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Non-Home Rule Sales Tax - Special Revenue Fund**

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual  
For the Fiscal Year Ended April 30, 2022**

|  | Budget             |                    | Actual             |
|--|--------------------|--------------------|--------------------|
|  | Original           | Final              |                    |
| Revenues   |                    |                    |                    |
| Intergovernmental  |                    |                    |                    |
| Sales Taxes  | \$ 2,400,000       | 2,400,000          | 3,506,319          |
| Interest Income  | 250                | 250                | 2,022              |
| Total Revenues   | <u>2,400,250</u>   | <u>2,400,250</u>   | <u>3,508,341</u>   |
| Expenditures   |                    |                    |                    |
| General Government   | <u>-</u>           | <u>-</u>           | <u>-</u>           |
| Excess (Deficiency) of Revenues<br>Over (Under) Expenditures | <u>2,400,250</u>   | <u>2,400,250</u>   | <u>3,508,341</u>   |
| Other Financing Sources (Uses)                               |                    |                    |                    |
| Transfers In   | 88,403             | 88,403             | 88,403             |
| Transfers Out  | <u>(2,300,000)</u> | <u>(2,300,000)</u> | <u>(2,601,011)</u> |
|  | <u>(2,211,597)</u> | <u>(2,211,597)</u> | <u>(2,512,608)</u> |
| Net Change in Fund Balance                                   | <u>188,653</u>     | <u>188,653</u>     | 995,733            |
| Fund Balance - Beginning                                     |                    |                    | <u>1,144,021</u>   |
| Fund Balance - Ending  |                    |                    | <u>2,139,754</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, 2022

|   | Budget            |                   | Actual            |
|---|-------------------|-------------------|-------------------|
|   | Original          | Final             |                   |
| Operating Revenues                                  |                   |                   |                   |
| Charges for Services                                |                   |                   |                   |
| Water Sales   | \$ 5,632,728      | 5,632,728         | 6,053,305         |
| Sewer Service Charges                               | 5,188,342         | 5,188,342         | 5,286,806         |
| Meters and Readouts                                 | 15,000            | 15,000            | 13,804            |
| Total Operating Revenues                            | <u>10,836,070</u> | <u>10,836,070</u> | <u>11,353,915</u> |
| Operating Expenses                                  |                   |                   |                   |
| Operations  |                   |                   |                   |
| Water Operations                                    | 3,053,007         | 3,053,007         | 2,356,341         |
| Sewer Operations                                    | 1,714,560         | 1,714,560         | 1,879,767         |
| Wastewater Treatment Plant                          | 1,510,940         | 1,510,940         | 1,381,024         |
| Water and Sewer Capital Improvements                | 3,930,400         | 3,930,400         | 467,473           |
| Depreciation  | -                 | -                 | 1,444,327         |
| Total Operating Expenses                            | <u>10,208,907</u> | <u>10,208,907</u> | <u>7,528,932</u>  |
| Operating Income                                    | <u>627,163</u>    | <u>627,163</u>    | <u>3,824,983</u>  |
| Nonoperating Revenues (Expenses)                    |                   |                   |                   |
| Interest Income (Loss)                              |                   |                   |                   |
| Interest  | 10,000            | 10,000            | 7,955             |
| Unrealized (Losses)                                 | -                 | -                 | (15,827)          |
| Connection Fees                                     | 160,000           | 160,000           | 106,381           |
| Other Income  | 1,000             | 1,000             | 8,296             |
| Principal Payments                                  | (806,493)         | (806,493)         | -                 |
| Interest and Fiscal Charges                         | (326,026)         | (326,026)         | (357,288)         |
|   | <u>(961,519)</u>  | <u>(961,519)</u>  | <u>(250,483)</u>  |
| Income (Loss) Before Transfers<br>and Contributions | <u>(334,356)</u>  | <u>(334,356)</u>  | <u>3,574,500</u>  |
| Transfers Out                                       | (128,989)         | (128,989)         | (128,989)         |
| Capital Contributions                               | -                 | -                 | 80,270            |
|   | <u>(128,989)</u>  | <u>(128,989)</u>  | <u>(48,719)</u>   |
| Change in Net Position                              | <u>(463,345)</u>  | <u>(463,345)</u>  | <u>3,525,781</u>  |
| Net Position - Beginning                            |                   |                   | <u>22,781,902</u> |
| Net Position - Ending                               |                   |                   | <u>26,307,683</u> |

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, 2022

|                                | Budget      |             | Actual    |
|--------------------------------|-------------|-------------|-----------|
|                                | Original    | Final       |           |
| Operating Revenues             |             |             |           |
| Charges for Services           |             |             |           |
| Indoor Sports Center           | \$ -        | 100,000     | 138,520   |
| Operating Expenses             |             |             |           |
| Operations                     |             |             |           |
| Indoor Sports Center           | 177,779     | 141,609     | 74,418    |
| Depreciation                   | -           | -           | 464,427   |
| Total Operating Expenses       | 177,779     | 141,609     | 538,845   |
| Operating (Loss)               | (177,779)   | (41,609)    | (400,325) |
| Nonoperating Income (Expenses) |             |             |           |
| Other Income                   | -           | -           | 32,251    |
| Principal Payments             | (1,060,000) | (2,716,188) | -         |
| Interest and Fiscal Charges    | (562,005)   | (413,904)   | (260,878) |
|                                | (1,622,005) | (3,130,092) | (228,627) |
| (Loss) Before Transfers        | (1,799,784) | (3,171,701) | (628,952) |
| Transfers In                   | 1,799,784   | 3,171,701   | 3,116,400 |
| Change in Net Position         | -           | -           | 2,487,448 |
| Net Position - Beginning       |             |             | 2,184,235 |
| Net Position - Ending          |             |             | 4,671,683 |

VILLAGE OF LIBERTYVILLE, ILLINOIS

Stormwater Sewer - Enterprise Fund

Schedule of Revenues, Expenses and Changes in Net Position - Budget and Actual  
For the Fiscal Year Ended April 30, 2022

|   | Budget       |             | Actual    |
|---|--------------|-------------|-----------|
|   | Original     | Final       |           |
| Operating Revenues                                  |              |             |           |
| Charges for Services                                |              |             |           |
| Stormwater Sewer Service Charges                    | \$ 1,405,196 | 1,405,196   | 1,362,073 |
| Operating Expenses                                  |              |             |           |
| Operations  |              |             |           |
| Stormwater Sewer Operations                         | 6,744,870    | 6,744,870   | 578,523   |
| Depreciation  | -            | -           | 627,289   |
| Total Expenses                                      | 6,744,870    | 6,744,870   | 1,205,812 |
| Operating Income (Loss)                             | (5,339,674)  | (5,339,674) | 156,261   |
| Nonoperating Revenues (Expenses)                    |              |             |           |
| Interest Income                                     | 3,500        | 3,500       | 68        |
| Interest Expense and Fiscal Charges                 | -            | -           | (119,194) |
|   | 3,500        | 3,500       | (119,126) |
| Income (Loss) Before Transfers<br>and Contributions | (5,336,174)  | (5,336,174) | 37,135    |
| Transfers In  | -            | -           | 7,939,182 |
| Transfers Out                                       | (88,403)     | (88,403)    | (88,403)  |
| Capital Contributions                               | -            | -           | 101,664   |
|   | (88,403)     | (88,403)    | 7,952,443 |
| Change in Net Position                              | (5,424,577)  | (5,424,577) | 7,989,578 |
| Net Position - Beginning                            |              |             | -         |
| Net Position - Ending                               |              |             | 7,989,578 |

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Combining Statement of Net Position - Internal Service Funds  
April 30, 2022**

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**See Following Page**

VILLAGE OF LIBERTYVILLE, ILLINOIS

Combining Statement of Net Position - Internal Service Funds  
April 30, 2022

|                                 | Vehicle<br>Maintenance<br>and<br>Replacement<br>Service | Technology<br>Equipment<br>and<br>Replacement<br>Service | Totals           |
|---------------------------------|---|--|------------------|
| <b>ASSETS</b>                   |   |  |                  |
| Current Assets                  |   |  |                  |
| Cash and Investments            | \$ 1,987,794  | 345,650  | 2,333,444        |
| Receivables - Net of Allowances |   |  |                  |
| Accounts                        | 2,579   | 25,313   | 27,892           |
| Inventories                     | 33,149  | -  | 33,149           |
| Prepays                         | 11,133  | -  | 11,133           |
| Total Current Assets            | <u>2,034,655</u>  | <u>370,963</u>   | <u>2,405,618</u> |
| Noncurrent Assets               |   |  |                  |
| Capital Assets                  |   |  |                  |
| Machinery and Equipment         | 12,274,119  | 366,141  | 12,640,260       |
| Accumulated Depreciation        | (7,567,913)   | (304,217)  | (7,872,130)      |
| Total Noncurrent Assets         | <u>4,706,206</u>  | <u>61,924</u>  | <u>4,768,130</u> |
| Total Assets                    | <u>6,740,861</u>  | <u>432,887</u>   | <u>7,173,748</u> |
| <b>LIABILITIES</b>              |   |  |                  |
| Current Liabilities             |   |  |                  |
| Accounts Payable                | 118,817   | 66,258   | 185,075          |
| Accrued Payroll                 | 13,138  | -  | 13,138           |
| Other Payables                  | -   | 40,000   | 40,000           |
| Compensated Absences Payable    | 5,861   | -  | 5,861            |
| Total Current Liabilities       | <u>137,816</u>  | <u>106,258</u>   | <u>244,074</u>   |
| Noncurrent Liabilities          |   |  |                  |
| Compensated Absences Payable    | 23,443  | -  | 23,443           |
| Total Liabilities               | <u>161,259</u>  | <u>106,258</u>   | <u>267,517</u>   |
| <b>NET POSITION</b>             |   |  |                  |
| Investment in Capital Assets    | 4,706,206   | 61,924   | 4,768,130        |
| Unrestricted                    | 1,873,396   | 264,705  | 2,138,101        |
| Total Net Position              | <u>6,579,602</u>  | <u>326,629</u>   | <u>6,906,231</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, 2022

|                                  | Vehicle<br>Maintenance<br>and<br>Replacement<br>Service | Technology<br>Equipment<br>and<br>Replacement<br>Service | Totals      |
|----------------------------------|---|--|-------------|
| Operating Revenues               |   |  |             |
| Interfund Services               | \$ 995,869  | 391,428  | 1,387,297   |
| Operating Expenses               |   |  |             |
| Operations                       | 829,021   | 789,011  | 1,618,032   |
| Depreciation                     | 818,230   | 11,508   | 829,738     |
| Total Operating Expenses         | 1,647,251   | 800,519  | 2,447,770   |
| Operating Income (Loss)          | (651,382)   | (409,091)  | (1,060,473) |
| Nonoperating Revenues (Expenses) |   |  |             |
| Interest Income (Loss)           | (1,592)   | 296  | (1,296)     |
| Grants                           | 25,974  | -  | 25,974      |
| Other Income                     | 39,714  | 217,121  | 256,835     |
| Interest and Fiscal Charges      | (87)  | -  | (87)        |
|                                  | 64,009  | 217,417  | 281,426     |
| Income (Loss) Before Transfers   | (587,373)   | (191,674)  | (779,047)   |
| Transfers In                     | 1,128,989   | 200,000  | 1,328,989   |
| Change in Net Position           | 541,616   | 8,326  | 549,942     |
| Net Position - Beginning         | 6,037,986   | 318,303  | 6,356,289   |
| Net Position - Ending            | 6,579,602   | 326,629  | 6,906,231   |

VILLAGE OF LIBERTYVILLE, ILLINOIS

Combining Statement of Cash Flows - Internal Service Funds  
For the Fiscal Year Ended April 30, 2022

|   | Vehicle<br>Maintenance<br>and<br>Replacement<br>Service | Technology<br>Equipment<br>and<br>Replacement<br>Service | Totals           |
|---|---|--|------------------|
| Cash Flows from Operating Activities  |   |  |                  |
| Receipts from Interfund Services  | \$ 1,044,243  | 615,636  | 1,659,879        |
| Payments to Employees   | (291,529)   | -  | (291,529)        |
| Payments to Suppliers   | (424,156)   | (801,568)  | (1,225,724)      |
|   | <u>328,558</u>  | <u>(185,932)</u>   | <u>142,626</u>   |
| Cash Flows from Noncapital Financing Activities   |   |  |                  |
| Transfers In  | 1,128,989   | 200,000  | 1,328,989        |
| Cash Flows from Capital and Related Financing Activities  |   |  |                  |
| Purchase of Capital Assets  | (436,075)   | (39,355)   | (475,430)        |
| Interest on Capital Debt  | (87)  | -  | (87)             |
| Principal on Capital Debt   | (21,075)  | -  | (21,075)         |
|   | <u>(457,237)</u>  | <u>(39,355)</u>  | <u>(496,592)</u> |
| Cash Flows from Investing Activities  |   |  |                  |
| Interest Received   | (1,592)   | 296  | (1,296)          |
| Net Change in Cash and Cash Equivalents   | 998,718   | (24,991)   | 973,727          |
| Cash and Cash Equivalents - Beginning   | 989,076   | 370,641  | 1,359,717        |
| Cash and Cash Equivalents - Ending  | <u>1,987,794</u>  | <u>345,650</u>   | <u>2,333,444</u> |
| Reconciliation of Operating Income to Net Cash<br>Provided (Used) by Operating Activities         |   |  |                  |
| Operating Income (Loss)   | (651,382)   | (409,091)  | (1,060,473)      |
| Adjustments to Reconcile Operating Income (Loss) to<br>Net Cash Provided by Operating Activities: |   |  |                  |
| Depreciation and Amortization Expense   | 818,230   | 11,508   | 829,738          |
| Other Income  | 65,688  | 217,121  | 282,809          |
| (Increase) Decrease in Current Assets   | (17,314)  | 7,087  | (10,227)         |
| Increase (Decrease) in Current Liabilities  | 113,336   | (12,557)   | 100,779          |
| Net Cash Provided by Operating Activities   | <u>328,558</u>  | <u>(185,932)</u>   | <u>142,626</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, 2022

|                                  | Budget       |           | Actual    |
|----------------------------------|--------------|-----------|-----------|
|                                  | Original     | Final     |           |
| Operating Revenues               |              |           |           |
| Interfund Services               | \$ 1,005,146 | 1,005,146 | 995,869   |
| Operating Expenses               |              |           |           |
| Operations                       |              |           |           |
| Personnel                        | 445,512      | 445,512   | 450,202   |
| Contractual                      | 80,221       | 80,221    | 51,068    |
| Commodities                      | 341,350      | 341,350   | 313,804   |
| Miscellaneous                    | 416          | 416       | 274       |
| Capital Outlay                   | 1,118,623    | 1,118,623 | 449,748   |
|                                  | 1,986,122    | 1,986,122 | 1,265,096 |
| Less Nonoperating Items          |              |           |           |
| Capital Assets Capitalized       | -            | -         | (436,075) |
| Total Operations                 | 1,986,122    | 1,986,122 | 829,021   |
| Depreciation                     | -            | -         | 818,230   |
| Total Operating Expenses         | 1,986,122    | 1,986,122 | 1,647,251 |
| Operating (Loss)                 | (980,976)    | (980,976) | (651,382) |
| Nonoperating Revenues (Expenses) |              |           |           |
| Interest Income (Loss)           | 2,000        | 2,000     | (1,592)   |
| Grants                           | -            | -         | 25,974    |
| Other Income                     | 155,000      | 155,000   | 39,714    |
| Principal Payments               | (21,075)     | (21,075)  | -         |
| Interest and Fiscal Charges      | (87)         | (87)      | (87)      |
|                                  | 135,838      | 135,838   | 64,009    |
| (Loss) Before Transfers          | (845,138)    | (845,138) | (587,373) |
| Transfers In                     | 628,989      | 1,128,989 | 1,128,989 |
| Change in Net Position           | (216,149)    | 283,851   | 541,616   |
| Net Position - Beginning         |              |           | 6,037,986 |
| Net Position - Ending            |              |           | 6,579,602 |

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, 2022

|                            | Budget     |           | Actual    |
|----------------------------|------------|-----------|-----------|
|                            | Original   | Final     |           |
| Operating Revenues         |            |           |           |
| Interfund Services         | \$ 412,484 | 412,484   | 391,428   |
| Operating Expenses         |            |           |           |
| Operations                 |            |           |           |
| Contractual                | 676,320    | 713,720   | 713,939   |
| Commodities                | 11,200     | 11,200    | 7,801     |
| Miscellaneous              | 5,000      | 5,000     | 4,322     |
| Capital Outlay             | 166,920    | 166,920   | 102,304   |
|                            | 859,440    | 896,840   | 828,366   |
| Less Nonoperating Items    |            |           |           |
| Capital Assets Capitalized | -          | -         | (39,355)  |
| Total Operations           | 859,440    | 896,840   | 789,011   |
| Depreciation               | -          | -         | 11,508    |
| Total Operating Expenses   | 859,440    | 896,840   | 800,519   |
| Operating (Loss)           | (446,956)  | (484,356) | (409,091) |
| Nonoperating Revenues      |            |           |           |
| Interest Income            | 350        | 350       | 296       |
| Other Income               | 223,361    | 223,361   | 217,121   |
|                            | 223,711    | 223,711   | 217,417   |
| (Loss) Before Transfers    | (223,245)  | (260,645) | (191,674) |
| Transfers In               | 200,000    | 200,000   | 200,000   |
| Change in Net Position     | (23,245)   | (60,645)  | 8,326     |
| Net Position - Beginning   |            |           | 318,303   |
| Net Position - Ending      |            |           | 326,629   |

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Pension Trust Funds**

**Combining Statement of Fiduciary Net Position  
April 30, 2022**

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|   | Police<br>Pension | Firefighters'<br>Pension | Totals     |
|---|-------------------|--------------------------|------------|
| <b>ASSETS</b>                                 |                   |                          |            |
| Cash and Cash Equivalents                     | \$ 745,916        | 604,272                  | 1,350,188  |
| Investments                                   |                   |                          |            |
| U.S. Treasury Obligations                     | 1,122,753         | -                        | 1,122,753  |
| U.S. Agency Obligations                       | 4,684,839         | -                        | 4,684,839  |
| Corporate Bonds                               | 1,421,007         | -                        | 1,421,007  |
| State and Local Obligations                   | 1,488,622         | -                        | 1,488,622  |
| Mutual Funds                                  | 30,955,340        | -                        | 30,955,340 |
| Illinois Firefighters Pension Investment Fund | -                 | 36,180,452               | 36,180,452 |
| Receivables                                   |                   |                          |            |
| Accrued Interest                              | 65,800            | -                        | 65,800     |
| Prepays                                       | 3,080             | 47                       | 3,127      |
| Total Assets                                  | 40,487,357        | 36,784,771               | 77,272,128 |
| <b>LIABILITIES</b>                            |                   |                          |            |
| Accounts Payable                              | 2,523             | 4,935                    | 7,458      |
| <b>NET POSITION</b>                           |                   |                          |            |
| Net Position Restricted for Pensions          | 40,484,834        | 36,779,836               | 77,264,670 |

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VILLAGE OF LIBERTYVILLE, ILLINOIS

Pension Trust Funds

Combining Statement of Changes in Fiduciary Net Position  
For the Fiscal Year Ended April 30, 2022

|   | Police<br>Pension  | Firefighters'<br>Pension | Totals             |
|---|--------------------|--------------------------|--------------------|
| <b>Additions</b>                            |                    |                          |                    |
| Contributions - Employer                    | \$ 2,100,122       | 1,651,505                | 3,751,627          |
| Contributions - Plan Members                | 400,601            | 421,314                  | 821,915            |
| Total Contributions                         | <u>2,500,723</u>   | <u>2,072,819</u>         | <u>4,573,542</u>   |
| Other Income                                | <u>656</u>         | <u>3,052</u>             | <u>3,708</u>       |
| <b>Investment Income</b>                    |                    |                          |                    |
| Interest Earned                             | 821,026            | 215,800                  | 1,036,826          |
| Net Change in Fair Value                    | (3,175,231)        | (2,672,801)              | (5,848,032)        |
|   | <u>(2,354,205)</u> | <u>(2,457,001)</u>       | <u>(4,811,206)</u> |
| Less Investment Expenses                    | (22,716)           | (40,333)                 | (63,049)           |
| Net Investment Income                       | <u>(2,376,921)</u> | <u>(2,497,334)</u>       | <u>(4,874,255)</u> |
| Total Additions                             | <u>124,458</u>     | <u>(421,463)</u>         | <u>(297,005)</u>   |
| <b>Deductions</b>                           |                    |                          |                    |
| Administration                              | 51,603             | 35,153                   | 86,756             |
| Benefits                                    | 3,462,933          | 2,309,727                | 5,772,660          |
| Total Deductions                            | <u>3,514,536</u>   | <u>2,344,880</u>         | <u>5,859,416</u>   |
| Change in Fiduciary Net Position            | (3,390,078)        | (2,766,343)              | (6,156,421)        |
| <b>Net Position Restricted for Pensions</b> |                    |                          |                    |
| Beginning                                   | <u>43,874,912</u>  | <u>39,546,179</u>        | <u>83,421,091</u>  |
| Ending                                      | <u>40,484,834</u>  | <u>36,779,836</u>        | <u>77,264,670</u>  |

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, 2022

|   | Budget           |                  | Actual             |
|---|------------------|------------------|--------------------|
|   | Original         | Final            |                    |
| <b>Additions</b>                            |                  |                  |                    |
| Contributions - Employer                    | \$ 2,094,873     | 2,094,873        | 2,100,122          |
| Contributions - Plan Members                | 405,000          | 405,000          | 400,601            |
| Total Contributions                         | <u>2,499,873</u> | <u>2,499,873</u> | <u>2,500,723</u>   |
| Other Income                                | -                | -                | 656                |
| <b>Investment Income</b>                    |                  |                  |                    |
| Interest Earned                             | 750,000          | 750,000          | 821,026            |
| Net Change in Fair Value                    | -                | -                | (3,175,231)        |
|   | <u>750,000</u>   | <u>750,000</u>   | <u>(2,354,205)</u> |
| Less Investment Expenses                    | (27,000)         | (27,000)         | (22,716)           |
| Net Investment Income                       | <u>723,000</u>   | <u>723,000</u>   | <u>(2,376,921)</u> |
| Total Additions                             | <u>3,222,873</u> | <u>3,222,873</u> | <u>124,458</u>     |
| <b>Deductions</b>                           |                  |                  |                    |
| Administration                              | 44,800           | 44,800           | 51,603             |
| Benefits                                    | 3,242,855        | 3,242,855        | 3,462,933          |
| Total Deductions                            | <u>3,287,655</u> | <u>3,287,655</u> | <u>3,514,536</u>   |
| Change in Fiduciary Net Position            | <u>(64,782)</u>  | <u>(64,782)</u>  | (3,390,078)        |
| <b>Net Position Restricted for Pensions</b> |                  |                  |                    |
| Beginning                                   |                  |                  | <u>43,874,912</u>  |
| Ending                                      |                  |                  | <u>40,484,834</u>  |

VILLAGE OF LIBERTYVILLE, ILLINOIS

Firefighters' Pension - Pension Trust Fund

Schedule of Changes in Fiduciary Net Position - Budget and Actual  
For the Fiscal Year Ended April 30, 2022

|   | Budget           |                  | Actual             |
|---|------------------|------------------|--------------------|
|   | Original         | Final            |                    |
| <b>Additions</b>                            |                  |                  |                    |
| Contributions - Employer                    | \$ 1,650,990     | 1,650,990        | 1,651,505          |
| Contributions - Plan Members                | 400,000          | 400,000          | 421,314            |
| Total Contributions                         | <u>2,050,990</u> | <u>2,050,990</u> | <u>2,072,819</u>   |
| Other Income                                | -                | -                | 3,052              |
| <b>Investment Income</b>                    |                  |                  |                    |
| Interest Earned                             | 700,000          | 700,000          | 215,800            |
| Net Change in Fair Value                    | -                | -                | (2,672,801)        |
|   | <u>700,000</u>   | <u>700,000</u>   | <u>(2,457,001)</u> |
| Less Investment Expenses                    | (60,200)         | (60,200)         | (40,333)           |
| Net Investment Income                       | <u>639,800</u>   | <u>639,800</u>   | <u>(2,497,334)</u> |
| Total Additions                             | <u>2,690,790</u> | <u>2,690,790</u> | <u>(421,463)</u>   |
| <b>Deductions</b>                           |                  |                  |                    |
| Administration                              | 60,500           | 60,500           | 35,153             |
| Benefits                                    | 2,419,171        | 2,419,171        | 2,309,727          |
| Total Deductions                            | <u>2,479,671</u> | <u>2,479,671</u> | <u>2,344,880</u>   |
| Change in Fiduciary Net Position            | <u>211,119</u>   | <u>211,119</u>   | (2,766,343)        |
| <b>Net Position Restricted for Pensions</b> |                  |                  |                    |
| Beginning                                   |                  |                  | <u>39,546,179</u>  |
| Ending                                      |                  |                  | <u>36,779,836</u>  |

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Consolidated Year-End Financial Report**

**April 30, 2022**

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| CSFA #      | Program Name  | State   | Federal   | Other      | Totals     |
|-------------|---|---------|-----------|------------|------------|
| 494-00-1005 | Local Federal Bridge Program  | \$ -    | 12,329    | -          | 12,329     |
| 494-00-1488 | Motor Fuel Tax Program  | 121,555 | -         | -          | 121,555    |
| 494-00-2356 | Local Rebuild Illinois Bond Program                                     | 446,279 | -         | -          | 446,279    |
| 494-10-0343 | State and Community Highway Safety/<br>National Priority Safety Program | 30,054  | -         | -          | 30,054     |
|             | Other Grant Programs and Activites                                      | -       | 1,374,795 | 25,974     | 1,400,769  |
|             | All Other Costs Not Allocated   | -       | -         | 44,973,120 | 44,973,120 |
|             | Totals  | 597,888 | 1,387,124 | 44,999,094 | 46,984,106 |

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**REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

July 29, 2022

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

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the 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, 2022, and the related notes to the financial statements, which collectively comprise the Village’s basic financial statements, and have issued our report thereon dated July 29, 2022.

**Report on Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the Village’s internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Village’s internal control. According, we do not express an opinion on the effectiveness of the Village’s internal control.

*A deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements, on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the Village’s financial statements will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that were not identified.

### **Report on Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the Village's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

### **Purpose of this Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Village's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Village's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

*Lauterbach & Amen, LLP*  
LAUTERBACH & AMEN, LLP

## **SUPPLEMENTAL SCHEDULES**

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Long-Term Debt Requirements**

**General Obligation Refunding Waterworks and Sewerage Alternate Revenue Source Bonds of 2014A  
April 30, 2022**

|                         |  |
|-------------------------|--|
| 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<br>Chicago, Illinois |

**CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS**

| Tax<br>Levy<br>Year | Requirements |          |         | Interest Due on |        |        |        |
|---------------------|--------------|----------|---------|-----------------|--------|--------|--------|
|                     | Principal    | Interest | Totals  | May 1           | Amount | Nov. 1 | Amount |
| 2021                | \$ 310,000   | 4,650    | 314,650 | 2022            | 4,650  | 2022   | -      |

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Long-Term Debt Requirements**

**General Obligation Bonds of 2014B  
April 30, 2022**

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|                         |  |
|-------------------------|--|
| 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<br>Chicago, Illinois |

**CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS**

| Tax<br>Levy<br>Year | Requirements     |                |                  | Interest Due on |                |         |                |
|---------------------|------------------|----------------|------------------|-----------------|----------------|---------|----------------|
|                     | Principal        | Interest       | Totals           | Jun. 15         | Amount         | Dec. 15 | Amount         |
| 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>3,475,000</u> | <u>666,150</u> | <u>4,141,150</u> |                 | <u>333,075</u> |         | <u>333,075</u> |

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Long-Term Debt Requirements**

**General Obligation Bonds of 2015A  
April 30, 2022**

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|                         |  |
|-------------------------|--|
| 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<br>Chicago, Illinois |

**CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS**

| Tax<br>Levy<br>Year | Requirements     |                |                  | Interest Due on |                |         |                |
|---------------------|------------------|----------------|------------------|-----------------|----------------|---------|----------------|
|                     | Principal        | Interest       | Totals           | Jun. 15         | Amount         | Dec. 15 | Amount         |
| 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>3,625,000</u> | <u>717,180</u> | <u>4,342,180</u> |                 | <u>358,590</u> |         | <u>358,590</u> |

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Long-Term Debt Requirements**

**General Obligation Alternate Revenue Source Bonds of 2015B  
April 30, 2022**

|                         |  |
|-------------------------|--|
| 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<br>Chicago, Illinois |

**CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS**

| Tax<br>Levy<br>Year | Requirements     |                |                  | Interest Due on |                |        |                |
|---------------------|------------------|----------------|------------------|-----------------|----------------|--------|----------------|
|                     | Principal        | Interest       | Totals           | May 1           | Amount         | Nov. 1 | Amount         |
| 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>3,895,000</u> | <u>752,994</u> | <u>4,647,994</u> |                 | <u>405,075</u> |        | <u>347,919</u> |

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Long-Term Debt Requirements**

**General Obligation Limited Tax Bonds of 2019  
April 30, 2022**

|                         |  |
|-------------------------|--|
| Date of Issue           | May 28, 2019                                     |
| Date of Maturity        | December 15, 2037                                |
| Authorized Issue        | \$3,700,000                                      |
| Denomination of Bonds   | \$5,000  |
| Interest Rates          | 1.80% to 3.00%                                   |
| Interest Dates          | June 15 and December 15                          |
| Principal Maturity Date | December 15                                      |
| Payable at              | Amalgamated Bank of Chicago<br>Chicago, Illinois |

**CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS**

| Tax<br>Levy<br>Year | Requirements     |                  |                  | Interest Due on |                |         |                |
|---------------------|------------------|------------------|------------------|-----------------|----------------|---------|----------------|
|                     | Principal        | Interest         | Totals           | Jun. 15         | Amount         | Dec. 15 | Amount         |
| 2021                | \$ 175,000       | 102,150          | 277,150          | 2022            | 51,075         | 2022    | 51,075         |
| 2022                | 185,000          | 96,900           | 281,900          | 2023            | 48,450         | 2023    | 48,450         |
| 2023                | 190,000          | 91,350           | 281,350          | 2024            | 45,675         | 2024    | 45,675         |
| 2024                | 195,000          | 85,650           | 280,650          | 2025            | 42,825         | 2025    | 42,825         |
| 2025                | 200,000          | 79,800           | 279,800          | 2026            | 39,900         | 2026    | 39,900         |
| 2026                | 205,000          | 73,800           | 278,800          | 2027            | 36,900         | 2027    | 36,900         |
| 2027                | 210,000          | 67,650           | 277,650          | 2028            | 33,825         | 2028    | 33,825         |
| 2028                | 220,000          | 61,350           | 281,350          | 2029            | 30,675         | 2029    | 30,675         |
| 2029                | 225,000          | 54,750           | 279,750          | 2030            | 27,375         | 2030    | 27,375         |
| 2030                | 230,000          | 48,000           | 278,000          | 2031            | 24,000         | 2031    | 24,000         |
| 2031                | 240,000          | 41,100           | 281,100          | 2032            | 20,550         | 2032    | 20,550         |
| 2032                | 245,000          | 33,900           | 278,900          | 2033            | 16,950         | 2033    | 16,950         |
| 2033                | 255,000          | 26,550           | 281,550          | 2034            | 13,275         | 2034    | 13,275         |
| 2034                | 260,000          | 18,900           | 278,900          | 2035            | 9,450          | 2035    | 9,450          |
| 2035                | 270,000          | 11,100           | 281,100          | 2036            | 5,550          | 2036    | 5,550          |
| 2036                | 100,000          | 3,000            | 103,000          | 2037            | 1,500          | 2037    | 1,500          |
|                     | <u>3,405,000</u> | <u>895,950</u>   | <u>4,300,950</u> |                 | <u>447,975</u> |         | <u>447,975</u> |
|                     | 578,850          | Debt Service     |                  |                 |                |         |                |
|                     | <u>2,826,150</u> | Stormwater Sewer |                  |                 |                |         |                |
|                     | <u>3,405,000</u> |                  |                  |                 |                |         |                |

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Long-Term Debt Requirements**

**General Obligation Refunding Alternate Revenue Source Bonds of 2021  
April 30, 2022**

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|                         |  |
|-------------------------|--|
| Date of Issue           | June 24, 2021                                    |
| Date of Maturity        | December 15, 2030                                |
| Authorized Issue        | \$11,095,000                                     |
| Denomination of Bonds   | \$5,000  |
| Interest Rates          | 1.50% to 1.80%                                   |
| Interest Dates          | June 15 and December 15                          |
| Principal Maturity Date | December 15                                      |
| Payable at              | Amalgamated Bank of Chicago<br>Chicago, Illinois |

**CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS**

| Tax<br>Levy<br>Year | Requirements      |                |                   | Interest Due on |                |         |                |
|---------------------|-------------------|----------------|-------------------|-----------------|----------------|---------|----------------|
|                     | Principal         | Interest       | Totals            | Jun. 15         | Amount         | Dec. 15 | Amount         |
| 2021                | \$ 960,000        | 161,355        | 1,121,355         | 2022            | 80,677         | 2022    | 80,678         |
| 2022                | 980,000           | 146,955        | 1,126,955         | 2023            | 73,477         | 2023    | 73,478         |
| 2023                | 995,000           | 132,254        | 1,127,254         | 2024            | 66,127         | 2024    | 66,127         |
| 2024                | 1,010,000         | 117,330        | 1,127,330         | 2025            | 58,665         | 2025    | 58,665         |
| 2025                | 1,030,000         | 102,180        | 1,132,180         | 2026            | 51,090         | 2026    | 51,090         |
| 2026                | 1,045,000         | 86,730         | 1,131,730         | 2027            | 43,365         | 2027    | 43,365         |
| 2027                | 1,400,000         | 71,055         | 1,471,055         | 2028            | 35,527         | 2028    | 35,528         |
| 2028                | 1,425,000         | 50,056         | 1,475,056         | 2029            | 25,028         | 2029    | 25,028         |
| 2029                | 1,435,000         | 25,830         | 1,460,830         | 2030            | 12,915         | 2030    | 12,915         |
|                     | <u>10,280,000</u> | <u>893,745</u> | <u>11,173,745</u> |                 | <u>446,871</u> |         | <u>446,874</u> |

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Long-Term Debt Requirements**

**General Obligation Refunding Bonds of 2021A**

**April 30, 2022**

|                         |  |
|-------------------------|--|
| Date of Issue           | September 16, 2021                               |
| Date of Maturity        | December 15, 2032                                |
| Authorized Issue        | \$6,320,000                                      |
| 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              | Amalgamated Bank of Chicago<br>Chicago, Illinois |

**CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS**

| Tax<br>Levy<br>Year | Requirements     |                  |                  | Interest Due on |                |         |                |
|---------------------|------------------|------------------|------------------|-----------------|----------------|---------|----------------|
|                     | Principal        | Interest         | Totals           | Jun. 15         | Amount         | Dec. 15 | Amount         |
| 2021                | \$ 465,000       | 178,800          | 643,800          | 2022            | 89,400         | 2022    | 89,400         |
| 2022                | 495,000          | 164,850          | 659,850          | 2023            | 82,425         | 2023    | 82,425         |
| 2023                | 520,000          | 150,000          | 670,000          | 2024            | 75,000         | 2024    | 75,000         |
| 2024                | 535,000          | 134,400          | 669,400          | 2025            | 67,200         | 2025    | 67,200         |
| 2025                | 555,000          | 118,350          | 673,350          | 2026            | 59,175         | 2026    | 59,175         |
| 2026                | 585,000          | 101,700          | 686,700          | 2027            | 50,850         | 2027    | 50,850         |
| 2027                | 610,000          | 84,150           | 694,150          | 2028            | 42,075         | 2028    | 42,075         |
| 2028                | 635,000          | 65,850           | 700,850          | 2029            | 32,925         | 2029    | 32,925         |
| 2029                | 660,000          | 46,800           | 706,800          | 2030            | 23,400         | 2030    | 23,400         |
| 2030                | 690,000          | 27,000           | 717,000          | 2031            | 13,500         | 2031    | 13,500         |
| 2031                | 315,000          | 6,300            | 321,300          | 2032            | 3,150          | 2032    | 3,150          |
|                     | <u>6,065,000</u> | <u>1,078,200</u> | <u>7,143,200</u> |                 | <u>539,100</u> |         | <u>539,100</u> |

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Long-Term Debt Requirements**

**General Obligation Refunding Waterworks and Sewerage Alternate Revenue Source Bonds of 2021B  
April 30, 2022**

|                         |  |
|-------------------------|--|
| Date of Issue           | September 16, 2021                               |
| Date of Maturity        | May 1, 2032                                      |
| Authorized Issue        | \$5,030,000                                      |
| Denomination of Bonds   | \$5,000  |
| Interest Rates          | 3.00% to 4.00%                                   |
| Interest Dates          | May 1 and November 1                             |
| Principal Maturity Date | November 1                                       |
| Payable at              | Amalgamated Bank of Chicago<br>Chicago, Illinois |

**CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS**

| Tax<br>Levy<br>Year | Requirements     |                  |                  | Interest Due on |                |         |                |
|---------------------|------------------|------------------|------------------|-----------------|----------------|---------|----------------|
|                     | Principal        | Interest         | Totals           | Jun. 15         | Amount         | Dec. 15 | Amount         |
| 2021                | \$ 325,000       | 201,400          | 526,400          | 2022            | 115,500        | 2022    | 85,900         |
| 2022                | 370,000          | 164,400          | 534,400          | 2023            | 85,900         | 2023    | 78,500         |
| 2023                | 390,000          | 149,200          | 539,200          | 2024            | 78,500         | 2024    | 70,700         |
| 2024                | 415,000          | 133,100          | 548,100          | 2025            | 70,700         | 2025    | 62,400         |
| 2025                | 435,000          | 116,100          | 551,100          | 2026            | 62,400         | 2026    | 53,700         |
| 2026                | 460,000          | 98,200           | 558,200          | 2027            | 53,700         | 2027    | 44,500         |
| 2027                | 485,000          | 79,300           | 564,300          | 2028            | 44,500         | 2028    | 34,800         |
| 2028                | 510,000          | 59,400           | 569,400          | 2029            | 34,800         | 2029    | 24,600         |
| 2029                | 525,000          | 41,325           | 566,325          | 2030            | 24,600         | 2030    | 16,725         |
| 2030                | 550,000          | 25,200           | 575,200          | 2031            | 16,725         | 2031    | 8,475          |
| 2031                | 565,000          | 8,475            | 573,475          | 2032            | 8,475          | 2032    | -              |
|                     | <u>5,030,000</u> | <u>1,076,100</u> | <u>6,106,100</u> |                 | <u>595,800</u> |         | <u>480,300</u> |

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Long-Term Debt Requirements**

**Downtown TIF District Promissory Note of 2016  
April 30, 2022**

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|                         |   |
|-------------------------|---|
| Date of Issue           | November 9, 2016  |
| Date of Maturity        | December 31, 2022   |
| Authorized Issue        | \$5,000,000   |
| Denomination of Bonds   | \$5,000   |
| Interest Rate           | 2.50%   |
| Interest Dates          | June 30 and December 31                                     |
| Principal Maturity Date | December 31   |
| Payable at              | Libertyville Bank & Trust Company<br>Libertyville, Illinois |

**CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS**

| Tax<br>Levy<br>Year | Requirements |          |         | Interest Due on |        |         |        |
|---------------------|--------------|----------|---------|-----------------|--------|---------|--------|
|                     | Principal    | Interest | Totals  | Jun. 30         | Amount | Dec. 31 | Amount |
| 2021                | \$ 887,383   | 16,704   | 904,087 | 2022            | 11,113 | 2022    | 5,591  |

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Long-Term Debt Requirements**

**IEPA Loan of 2019**

**April 30, 2022**

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|                         |                          |
|-------------------------|--------------------------|
| Date of Issue           | June 1, 2019             |
| Date of Maturity        | September 1, 2039        |
| Authorized Issue        | \$1,717,312              |
| Interest Rate           | 1.64%                    |
| Interest Dates          | September 1 and March 31 |
| Principal Maturity Date | June 1                   |
| Payable at              | IEPA                     |

**CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS**

| Tax<br>Levy<br>Year | Requirements     |                |                  | Interest Due on |                |        |                |
|---------------------|------------------|----------------|------------------|-----------------|----------------|--------|----------------|
|                     | Principal        | Interest       | Totals           | Sep. 1          | Amount         | Mar. 1 | Amount         |
| 2021                | \$ 77,753        | 25,303         | 103,056          | 2022            | 12,810         | 2023   | 12,493         |
| 2022                | 79,033           | 24,023         | 103,056          | 2023            | 12,173         | 2024   | 11,850         |
| 2023                | 80,334           | 22,721         | 103,055          | 2024            | 11,525         | 2025   | 11,196         |
| 2024                | 81,657           | 21,399         | 103,056          | 2025            | 10,867         | 2026   | 10,532         |
| 2025                | 83,002           | 20,053         | 103,055          | 2026            | 10,196         | 2027   | 9,857          |
| 2026                | 84,369           | 18,687         | 103,056          | 2027            | 9,516          | 2028   | 9,171          |
| 2027                | 85,758           | 17,298         | 103,056          | 2028            | 8,824          | 2029   | 8,474          |
| 2028                | 87,170           | 15,886         | 103,056          | 2029            | 8,121          | 2030   | 7,765          |
| 2029                | 88,606           | 14,450         | 103,056          | 2030            | 7,406          | 2031   | 7,044          |
| 2030                | 90,065           | 12,990         | 103,055          | 2031            | 6,679          | 2032   | 6,311          |
| 2031                | 91,548           | 11,508         | 103,056          | 2032            | 5,941          | 2033   | 5,567          |
| 2032                | 93,056           | 10,000         | 103,056          | 2033            | 5,190          | 2034   | 4,810          |
| 2033                | 94,588           | 8,468          | 103,056          | 2034            | 4,427          | 2035   | 4,041          |
| 2034                | 96,145           | 6,910          | 103,055          | 2035            | 3,651          | 2036   | 3,259          |
| 2035                | 97,729           | 5,327          | 103,056          | 2036            | 2,863          | 2037   | 2,464          |
| 2036                | 99,338           | 3,718          | 103,056          | 2037            | 2,062          | 2038   | 1,656          |
| 2037                | 100,974          | 2,082          | 103,056          | 2038            | 1,247          | 2039   | 835            |
| 2038                | 51,109           | 420            | 51,529           | 2039            | 420            | 2040   | -              |
|                     | <u>1,562,234</u> | <u>241,243</u> | <u>1,803,477</u> |                 | <u>123,918</u> |        | <u>117,325</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, 2022 (Unaudited)**

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**See Following Page**

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Net Position by Component - Last Ten Fiscal Years\*  
April 30, 2022 (Unaudited)**

|   | 2013               | 2014               | 2015               |
|---|--------------------|--------------------|--------------------|
| <b>Governmental Activities</b>              |                    |                    |                    |
| Net Investment in Capital Assets            | \$ 149,549,586     | 146,332,268        | 141,515,672        |
| Restricted                                  | 2,751,346          | 3,790,541          | 4,580,001          |
| Unrestricted                                | 14,229,988         | 14,714,283         | 17,209,270         |
| Total Governmental Activities Net Position  | <u>166,530,920</u> | <u>164,837,092</u> | <u>163,304,943</u> |
| <b>Business-Type Activities</b>             |                    |                    |                    |
| Net Investment in Capital Assets            | 17,455,144         | 22,293,035         | 20,815,023         |
| Unrestricted                                | 1,396,653          | (1,760,239)        | (95,631)           |
| Total Business-Type Activities Net Position | <u>18,851,797</u>  | <u>20,532,796</u>  | <u>20,719,392</u>  |
| <b>Primary Government</b>                   |                    |                    |                    |
| Net Investment in Capital Assets            | 167,004,730        | 168,625,303        | 162,330,695        |
| Restricted                                  | 2,751,346          | 3,790,541          | 4,580,001          |
| Unrestricted                                | 15,626,641         | 12,954,044         | 17,113,639         |
| Total Primary Government Net Position       | <u>185,382,717</u> | <u>185,369,888</u> | <u>184,024,335</u> |

Data Source: Village Records

\*Accrual Basis of Accounting

| 2016         | 2017         | 2018         | 2019         | 2020         | 2021         | 2022         |
|--------------|--------------|--------------|--------------|--------------|--------------|--------------|
| 138,374,721  | 138,620,872  | 137,964,447  | 138,130,005  | 138,728,246  | 137,680,263  | 128,666,792  |
| 4,940,551    | 1,666,023    | 1,484,656    | 1,823,540    | 2,019,235    | 2,339,531    | 2,981,650    |
| (23,746,067) | (23,524,970) | (29,070,222) | (31,268,087) | (33,247,032) | (25,349,728) | (18,845,384) |
| 119,569,205  | 116,761,925  | 110,378,881  | 108,685,458  | 107,500,449  | 114,670,066  | 112,803,058  |
| 19,474,353   | 18,586,519   | 19,439,353   | 20,027,986   | 20,528,010   | 23,013,108   | 33,569,102   |
| 310,490      | 662,864      | (105,118)    | 200,909      | 817,378      | 1,953,029    | 5,399,842    |
| 19,784,843   | 19,249,383   | 19,334,235   | 20,228,895   | 21,345,388   | 24,966,137   | 38,968,944   |
| 157,849,074  | 157,207,391  | 157,403,800  | 158,157,991  | 159,256,256  | 160,693,371  | 162,235,894  |
| 4,940,551    | 1,666,023    | 1,484,656    | 1,823,540    | 2,019,235    | 2,339,531    | 2,981,650    |
| (23,435,577) | (22,862,106) | (29,175,340) | (31,067,178) | (32,429,654) | (23,396,699) | (13,445,542) |
| 139,354,048  | 136,011,308  | 129,713,116  | 128,914,353  | 128,845,837  | 139,636,203  | 151,772,002  |

VILLAGE OF LIBERTYVILLE, ILLINOIS

Changes in Net Position - Last Ten Fiscal Years\*  
April 30, 2022 (Unaudited)

|   | 2013         | 2014       | 2015       | 2016       | 2017       | 2018       | 2019       | 2020       | 2021       | 2022       |
|---|--------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|
| <b>Expenses</b>                             |              |            |            |            |            |            |            |            |            |            |
| Governmental Activities                     |              |            |            |            |            |            |            |            |            |            |
| General Government                          | \$ 2,435,465 | 2,054,617  | 2,758,325  | 4,251,986  | 2,179,243  | 4,404,365  | 4,376,486  | 3,063,889  | 2,832,592  | 5,400,241  |
| Community Development                       | 1,331,882    | 1,427,236  | 1,855,714  | 2,019,539  | 2,041,581  | 2,021,159  | 2,094,797  | 2,075,492  | 2,086,477  | 2,472,942  |
| Public Safety                               | 14,513,947   | 14,849,529 | 15,391,544 | 23,009,447 | 19,780,613 | 17,480,408 | 20,077,673 | 20,652,297 | 15,117,153 | 18,321,868 |
| Public Works                                | 4,076,596    | 8,131,163  | 9,681,808  | 8,390,869  | 8,287,338  | 7,675,314  | 6,646,784  | 5,314,883  | 6,736,846  | 3,950,693  |
| Parks and Recreation                        | 2,811,451    | 2,886,570  | 2,977,849  | 1,300,552  | 3,159,992  | 3,037,591  | 3,023,806  | 3,038,727  | 2,003,647  | 3,103,809  |
| Economic Development                        | 2,796,285    | 2,105,591  | 2,341,529  | 3,147,949  | 2,631,023  | 2,653,477  | 2,775,990  | 4,047,572  | 3,020,461  | 3,125,630  |
| Interest on Long-Term Debt                  | 109,963      | 115,236    | 461,674    | 506,388    | 641,475    | 622,626    | 594,433    | 625,098    | 610,160    | 597,974    |
| Total Governmental Activities Expenses      | 28,075,589   | 31,569,942 | 35,468,443 | 42,626,730 | 38,721,265 | 37,894,940 | 39,589,969 | 38,817,958 | 32,407,336 | 36,973,157 |
| Business-Type Activities                    |              |            |            |            |            |            |            |            |            |            |
| Waterworks and Sewerage                     | 7,994,677    | 7,932,435  | 7,955,650  | 9,897,337  | 9,788,387  | 9,641,317  | 9,252,823  | 9,147,232  | 8,414,743  | 7,886,220  |
| Libertyville Sports Complex                 | 3,305,697    | 3,414,727  | 3,332,484  | 3,450,781  | 3,664,274  | 3,387,261  | 3,303,808  | 2,958,518  | 985,725    | 799,723    |
| Stormwater Sewer                            | -            | -          | -          | -          | -          | -          | -          | -          | -          | 1,325,006  |
| Total Business-Type Activities Net Position | 11,300,374   | 11,347,162 | 11,288,134 | 13,348,118 | 13,452,661 | 13,028,578 | 12,556,631 | 12,105,750 | 9,400,468  | 10,010,949 |
| Total Primary Government Expenses           | 39,375,963   | 42,917,104 | 46,756,577 | 55,974,848 | 52,173,926 | 50,923,518 | 52,146,600 | 50,923,708 | 41,807,804 | 46,984,106 |
| <b>Program Revenues</b>                     |              |            |            |            |            |            |            |            |            |            |
| Governmental Activities                     |              |            |            |            |            |            |            |            |            |            |
| Charges for Services                        |              |            |            |            |            |            |            |            |            |            |
| General Government                          | 4,584,087    | 4,486,044  | 4,535,220  | 4,803,563  | 4,663,111  | 4,238,186  | 4,373,284  | 4,067,615  | 4,133,977  | 3,408,397  |
| Community Development                       | 366,961      | 334,863    | 452,762    | 432,248    | 483,659    | 287,811    | 326,440    | 482,351    | 379,615    | 344,615    |
| Public Safety                               | 3,866,375    | 4,087,984  | 4,358,283  | 4,596,007  | 4,681,970  | 4,801,887  | 5,187,358  | 5,262,190  | 4,894,944  | 5,764,348  |
| Parks and Recreation                        | 1,194,394    | 1,062,959  | 1,057,050  | 1,156,420  | 1,258,862  | 1,196,493  | 1,006,093  | 852,723    | 166,119    | 740,894    |
| Capital Grants/Contributions                | 1,116,419    | 1,219,274  | 678,014    | 519,635    | 544,914    | 635,816    | 636,163    | 1,513,437  | 1,925,703  | 1,337,460  |
| Total Governmental Activities               |              |            |            |            |            |            |            |            |            |            |
| Program Revenues                            | 11,128,236   | 11,191,124 | 11,081,329 | 11,507,873 | 11,632,516 | 11,160,193 | 11,529,338 | 12,178,316 | 11,500,358 | 11,595,714 |
| Business-Type Activities                    |              |            |            |            |            |            |            |            |            |            |
| Charges for Services                        |              |            |            |            |            |            |            |            |            |            |
| Waterworks and Sewerage                     | 8,102,600    | 8,182,517  | 7,887,485  | 8,273,189  | 9,027,131  | 9,399,276  | 10,222,994 | 9,859,680  | 10,601,504 | 11,460,296 |
| Libertyville Sports Complex                 | 2,714,129    | 2,695,475  | 2,725,082  | 3,382,313  | 2,648,003  | 2,400,713  | 2,305,147  | 1,878,412  | (5,365)    | 138,520    |
| Stormwater Sewer                            | -            | -          | -          | -          | -          | -          | -          | -          | -          | 1,362,073  |
| Capital Grants/Contributions                | 41,450       | 19,095     | -          | -          | -          | -          | -          | -          | 535,993    | 181,934    |
| Total Business-Type Activities              |              |            |            |            |            |            |            |            |            |            |
| Program Revenues                            | 10,858,179   | 10,897,087 | 10,612,567 | 11,655,502 | 11,675,134 | 11,799,989 | 12,528,141 | 11,738,092 | 11,132,132 | 13,142,823 |
| Total Primary Government                    |              |            |            |            |            |            |            |            |            |            |
| Program Revenues                            | 21,986,415   | 22,088,211 | 21,693,896 | 23,163,375 | 23,307,650 | 22,960,182 | 24,057,479 | 23,916,408 | 22,632,490 | 24,738,537 |

|  | 2013                | 2014                | 2015                | 2016                | 2017                | 2018                | 2019                | 2020                | 2021                | 2022                |
|--|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|
| Net (Expenses) Revenues                            |                     |                     |                     |                     |                     |                     |                     |                     |                     |                     |
| Governmental Activities                            | \$ (16,947,353)     | (20,378,818)        | (24,387,114)        | (31,118,857)        | (27,088,749)        | (26,734,747)        | (28,060,631)        | (26,639,642)        | (20,906,978)        | (25,377,443)        |
| Business-Type Activities                           | (442,195)           | (450,075)           | (675,567)           | (1,692,616)         | (1,777,527)         | (1,228,589)         | (28,490)            | (367,658)           | 1,731,664           | 3,131,874           |
| Total Primary Government                           |                     |                     |                     |                     |                     |                     |                     |                     |                     |                     |
| Net Revenues (Expenses)                            | <u>(17,389,548)</u> | <u>(20,828,893)</u> | <u>(25,062,681)</u> | <u>(32,811,473)</u> | <u>(28,866,276)</u> | <u>(27,963,336)</u> | <u>(28,089,121)</u> | <u>(27,007,300)</u> | <u>(19,175,314)</u> | <u>(22,245,569)</u> |
| General Revenues and Other Changes in Net Position |                     |                     |                     |                     |                     |                     |                     |                     |                     |                     |
| Governmental Activities                            |                     |                     |                     |                     |                     |                     |                     |                     |                     |                     |
| Taxes  |                     |                     |                     |                     |                     |                     |                     |                     |                     |                     |
| Property Taxes                                     | 8,980,556           | 9,258,558           | 10,362,392          | 10,976,003          | 11,752,244          | 11,983,358          | 12,395,930          | 12,768,970          | 13,175,299          | 13,531,724          |
| Other Taxes  | 2,222,533           | 2,077,888           | 1,891,545           | 1,873,508           | 2,314,327           | 2,739,720           | 2,779,355           | 2,601,880           | 1,575,747           | 1,614,364           |
| Intergovernmental                                  |                     |                     |                     |                     |                     |                     |                     |                     |                     |                     |
| Personal Property Replacement Taxes                | -                   | -                   | -                   | -                   | -                   | -                   | -                   | -                   | 124,960             | 285,431             |
| Sales and Use Taxes                                | 6,412,366           | 6,810,033           | 8,322,675           | 7,940,319           | 8,106,081           | 8,072,595           | 8,441,756           | 7,795,686           | 10,600,583          | 13,494,370          |
| Income Taxes                                       | 1,888,088           | 1,978,062           | 1,966,255           | 2,203,423           | 1,909,908           | 1,982,782           | 2,101,694           | 2,003,065           | 2,461,509           | 3,251,812           |
| Other  | 218,014             | 210,593             | 235,219             | 62,273              | 425,491             | 114,038             | 171,852             | 150,840             | 1,121,196           | 1,606,749           |
| Interest Income                                    | 32,348              | 49,201              | 56,617              | 131,329             | 179,337             | 293,053             | 451,472             | 522,528             | 65,852              | (136,449)           |
| Miscellaneous                                      | 817,217             | 408,685             | 853,993             | 524,540             | 792,092             | 777,766             | 911,394             | 1,018,264           | 999,441             | 700,624             |
| Transfers - Internal Activity                      | (332,000)           | (2,108,030)         | (833,731)           | (1,224,647)         | (1,198,011)         | (1,265,325)         | (1,438,077)         | (1,406,600)         | (1,881,091)         | (10,838,190)        |
| Total Governmental Activities                      | <u>20,239,122</u>   | <u>18,684,990</u>   | <u>22,854,965</u>   | <u>22,486,748</u>   | <u>24,281,469</u>   | <u>24,697,987</u>   | <u>25,815,376</u>   | <u>25,454,633</u>   | <u>28,243,496</u>   | <u>23,510,435</u>   |
| Business-Type Activities                           |                     |                     |                     |                     |                     |                     |                     |                     |                     |                     |
| Interest Income                                    | 7,972               | 14,807              | 16,603              | 21,588              | 36,055              | 33,966              | 28,422              | 45,341              | (82)                | (7,804)             |
| Miscellaneous                                      | 8,000               | 8,237               | 11,829              | 28,117              | 8,000               | 14,150              | 8,483               | 32,210              | 8,076               | 40,547              |
| Transfers - Internal Activity                      | 332,000             | 2,108,030           | 833,731             | 1,224,647           | 1,198,011           | 1,265,325           | 1,438,077           | 1,406,600           | 1,881,091           | 10,838,190          |
| Total Business-Type Activities                     | <u>347,972</u>      | <u>2,131,074</u>    | <u>862,163</u>      | <u>1,274,352</u>    | <u>1,242,066</u>    | <u>1,313,441</u>    | <u>1,474,982</u>    | <u>1,484,151</u>    | <u>1,889,085</u>    | <u>10,870,933</u>   |
| Total Primary Government                           | <u>20,587,094</u>   | <u>20,816,064</u>   | <u>23,717,128</u>   | <u>23,761,100</u>   | <u>25,523,535</u>   | <u>26,011,428</u>   | <u>27,290,358</u>   | <u>26,938,784</u>   | <u>30,132,581</u>   | <u>34,381,368</u>   |
| Changes in Net Position                            |                     |                     |                     |                     |                     |                     |                     |                     |                     |                     |
| Governmental Activities                            | 3,291,769           | (1,693,828)         | (1,532,149)         | (8,632,109)         | (2,807,280)         | (2,036,760)         | (2,245,255)         | (1,185,009)         | 7,336,518           | (1,867,008)         |
| Business-Type Activities                           | (94,223)            | 1,680,999           | 186,596             | (418,264)           | (535,461)           | 84,852              | 1,446,492           | 1,116,493           | 3,620,749           | 14,002,807          |
| Total Primary Government                           | <u>3,197,546</u>    | <u>(12,829)</u>     | <u>(1,345,553)</u>  | <u>(9,050,373)</u>  | <u>(3,342,741)</u>  | <u>(1,951,908)</u>  | <u>(798,763)</u>    | <u>(68,516)</u>     | <u>10,957,267</u>   | <u>12,135,799</u>   |

Data Source: Village Records  
\*Accrual Basis of Accounting

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Fund Balances of Governmental Funds - Last Ten Fiscal Years\***  
**April 30, 2022 (Unaudited)**

|   | 2013              | 2014              | 2015              | 2016              |
|---|-------------------|-------------------|-------------------|-------------------|
| <b>General Fund</b>                       |                   |                   |                   |                   |
| Nondisposable                             | \$ 1,431,931      | 1,362,547         | 1,630,354         | 1,522,850         |
| Restricted                                | 953,617           | 1,152,023         | 1,197,074         | 1,219,380         |
| Committed                                 | -                 | -                 | -                 | -                 |
| Unassigned                                | 8,468,691         | 9,077,819         | 11,532,337        | 10,032,058        |
| <b>Total General Fund</b>                 | <b>10,854,239</b> | <b>11,592,389</b> | <b>14,359,765</b> | <b>12,774,288</b> |
| <b>All Other Governmental Funds</b>       |                   |                   |                   |                   |
| Nondisposable                             | 9,046             | 7,935             | 7,440             | 7,255             |
| Restricted                                | 1,861,845         | 2,696,378         | 3,562,231         | 3,946,240         |
| Committed                                 | 1,349,535         | 1,368,442         | 1,470,014         | 1,581,711         |
| Assigned                                  | 8,293,193         | 10,072,387        | 11,075,945        | 15,138,659        |
| <b>Total All Other Governmental Funds</b> | <b>11,513,619</b> | <b>14,145,142</b> | <b>16,115,630</b> | <b>20,673,865</b> |
| <b>Total Governmental Funds</b>           | <b>22,367,858</b> | <b>25,737,531</b> | <b>30,475,395</b> | <b>33,448,153</b> |

Data Source: Village Records

\*Modified Accrual Basis of Accounting

| 2017       | 2018       | 2019       | 2020       | 2021       | 2022       |
|------------|------------|------------|------------|------------|------------|
| 1,842,631  | 2,107,135  | 2,503,904  | 291,324    | 48,102     | 281,899    |
| 1,067,466  | 762,649    | 760,824    | 840,049    | 726,078    | 977,299    |
| -          | -          | -          | 2,706,374  | 3,311,662  | 3,562,687  |
| 11,018,340 | 11,712,768 | 11,357,358 | 11,539,257 | 13,508,946 | 16,029,421 |
| 13,928,437 | 14,582,552 | 14,622,086 | 15,377,004 | 17,594,788 | 20,851,306 |
| 7,411      | 4,567      | -          | -          | -          | -          |
| 880,159    | 948,005    | 1,271,391  | 1,450,141  | 1,820,905  | 2,197,790  |
| 1,692,740  | 1,433,073  | 745,429    | 843,796    | 703,571    | 510,556    |
| 11,081,407 | 8,032,997  | 4,914,436  | 7,384,973  | 7,757,843  | 9,041,674  |
| 13,661,717 | 10,418,642 | 6,931,256  | 9,678,910  | 10,282,319 | 11,750,020 |
| 27,590,154 | 25,001,194 | 21,553,342 | 25,055,914 | 27,877,107 | 32,601,326 |

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**General Governmental Revenues by Source - Last Ten Fiscal Years (In Thousands)\*  
April 30, 2022 (Unaudited)**

| Source               | 2013      | 2014   | 2015   | 2016   |
|----------------------|-----------|--------|--------|--------|
| Taxes                | \$ 11,203 | 11,336 | 12,254 | 12,850 |
| Licenses and Permits | 1,673     | 1,715  | 1,876  | 2,213  |
| Intergovernmental    | 9,635     | 9,602  | 11,202 | 10,726 |
| Charges for Services | 7,668     | 7,574  | 7,740  | 8,021  |
| Fines and Forfeits   | 671       | 683    | 787    | 754    |
| Interest             | 29        | 44     | 52     | 123    |
| Miscellaneous        | 817       | 409    | 854    | 524    |
| Totals               | 31,696    | 31,363 | 34,765 | 35,211 |

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

Data Source: Village Records

\*Modified Accrual Basis of Accounting

| 2017   | 2018   | 2019   | 2020   | 2021   | 2022   |
|--------|--------|--------|--------|--------|--------|
| 14,067 | 14,723 | 15,175 | 15,371 | 14,751 | 15,146 |
| 2,087  | 2,057  | 1,899  | 2,268  | 2,663  | 1,967  |
| 10,986 | 10,805 | 11,352 | 11,463 | 16,234 | 20,157 |
| 8,309  | 7,742  | 8,273  | 7,723  | 6,403  | 7,700  |
| 691    | 725    | 722    | 674    | 509    | 592    |
| 164    | 266    | 429    | 498    | 62     | (135)  |
| 792    | 778    | 911    | 909    | 999    | 701    |
| 37,096 | 37,096 | 38,761 | 38,906 | 41,621 | 46,127 |

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**General Governmental Expenditures by Function - Last Ten Fiscal Years (In Thousands)\*  
April 30, 2022 (Unaudited)**

| Function                    | 2013     | 2014   | 2015   | 2016   |
|-----------------------------|----------|--------|--------|--------|
| General Government          | \$ 2,644 | 2,717  | 2,908  | 3,044  |
| Community Development       | 1,332    | 1,427  | 1,856  | 2,019  |
| Public Safety               | 14,405   | 14,603 | 15,469 | 17,352 |
| Public Works                | 2,191    | 2,250  | 2,334  | 2,468  |
| Parks and Recreation        | 2,550    | 2,625  | 2,912  | 3,057  |
| Economic Development        | 2,006    | 2,106  | 2,342  | 3,148  |
| Capital Outlay              | 1,333    | 4,806  | 5,588  | 5,550  |
| Debt Service                |          |        |        |        |
| Principal                   | 225      | 230    | 595    | 815    |
| Interest and Fiscal Charges | 119      | 166    | 350    | 506    |
| Totals                      | 26,805   | 30,930 | 34,354 | 37,959 |

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

Data Source: Village Records

\*Modified Accrual Basis of Accounting

| 2017   | 2018   | 2019   | 2020   | 2021   | 2022   |
|--------|--------|--------|--------|--------|--------|
| 3,031  | 3,498  | 4,349  | 2,575  | 2,630  | 2,622  |
| 2,041  | 2,021  | 2,095  | 2,076  | 2,086  | 2,473  |
| 17,523 | 17,232 | 17,193 | 17,843 | 17,570 | 17,858 |
| 11,429 | 2,525  | 2,762  | 3,193  | 2,904  | 2,761  |
| 3,031  | 2,827  | 2,709  | 2,657  | 1,877  | 2,493  |
| 2,631  | 2,653  | 2,776  | 2,907  | 3,020  | 3,126  |
| 5,445  | 5,108  | 6,374  | 3,945  | 4,175  | 2,838  |
| 1,040  | 1,878  | 1,900  | 1,956  | 1,932  | 1,902  |
| 585    | 678    | 612    | 563    | 674    | 527    |
| 46,756 | 38,420 | 40,770 | 37,715 | 36,869 | 36,599 |

VILLAGE OF LIBERTYVILLE, ILLINOIS

Changes in Fund Balances for Governmental Funds - Last Ten Fiscal Years (In Thousands)\*  
 April 30, 2022 (Unaudited)

|  | 2013      | 2014    | 2015   | 2016    |
|--|-----------|---------|--------|---------|
| <b>Revenues</b>  |           |         |        |         |
| Taxes  | \$ 11,203 | 11,336  | 12,254 | 12,850  |
| Licenses and Permits                                       | 1,673     | 1,715   | 1,876  | 2,213   |
| Intergovernmental  | 9,635     | 9,602   | 11,202 | 10,726  |
| Charges for Services                                       | 7,668     | 7,574   | 7,740  | 8,021   |
| Fines and Forfeits   | 671       | 683     | 787    | 754     |
| Investment Income  | 29        | 44      | 52     | 123     |
| Miscellaneous  | 817       | 409     | 854    | 524     |
| Total Revenues   | 31,696    | 31,363  | 34,765 | 35,211  |
| <b>Expenditures</b>  |           |         |        |         |
| General Government   | 2,644     | 2,717   | 2,908  | 3,044   |
| Community Development                                      | 1,332     | 1,427   | 1,856  | 2,019   |
| Public Safety  | 14,405    | 14,603  | 15,469 | 17,352  |
| Public Works   | 2,191     | 2,250   | 2,334  | 2,468   |
| Parks and Recreation                                       | 2,550     | 2,625   | 2,912  | 3,057   |
| Economic Development                                       | 2,006     | 2,106   | 2,342  | 3,148   |
| Capital Outlay   | 1,333     | 4,806   | 5,588  | 5,550   |
| Debt Service   |           |         |        |         |
| Principal  | 225       | 230     | 595    | 815     |
| Interest and Fiscal Charges                                | 119       | 166     | 350    | 506     |
| Total Expenditures   | 26,805    | 30,930  | 34,354 | 37,959  |
| Excess of Revenues Over<br>(Under) Expenditures            | 4,891     | 433     | 411    | (2,748) |
| <b>Other Financing Sources (Uses)</b>                      |           |         |        |         |
| Debt Issuance  | 5,000     | 5,000   | 5,000  | 5,000   |
| Premium on Debt Issuance                                   | 51        | 45      | 10     | 45      |
| Bond Issuance Costs  | -         | -       | -      | -       |
| Payments to Escrow Agent                                   | -         | -       | -      | -       |
| Disposal of Capital Assets                                 | -         | -       | 150    | 1,900   |
| Transfers In   | 129       | 129     | 132    | 1,802   |
| Transfers Out  | (462)     | (2,237) | (965)  | (3,026) |
|  | 4,718     | 2,937   | 4,327  | 5,721   |
| Net Change in Fund Balances                                | 9,609     | 3,370   | 4,738  | 2,973   |
| Debt Service as a Percentage of<br>Noncapital Expenditures | 1.31%     | 1.34%   | 2.76%  | 3.59%   |

Data Source: Village Records

\*Modified Accrual Basis of Accounting

| 2017    | 2018    | 2019    | 2020    | 2021    | 2022    |
|---------|---------|---------|---------|---------|---------|
| 14,067  | 14,723  | 15,175  | 15,371  | 14,751  | 15,146  |
| 2,087   | 2,057   | 1,899   | 2,268   | 2,663   | 1,967   |
| 10,986  | 10,805  | 11,352  | 11,463  | 16,234  | 20,157  |
| 8,309   | 7,742   | 8,273   | 7,723   | 6,403   | 7,700   |
| 691     | 725     | 722     | 674     | 509     | 592     |
| 164     | 266     | 429     | 498     | 62      | (135)   |
| 792     | 778     | 911     | 909     | 999     | 701     |
| 37,096  | 37,096  | 38,761  | 38,906  | 41,621  | 46,127  |
| 3,031   | 3,498   | 4,349   | 2,575   | 2,630   | 2,622   |
| 2,041   | 2,021   | 2,095   | 2,076   | 2,086   | 2,473   |
| 17,523  | 17,232  | 17,193  | 17,843  | 17,570  | 17,858  |
| 11,429  | 2,525   | 2,762   | 3,193   | 2,904   | 2,761   |
| 3,031   | 2,827   | 2,709   | 2,657   | 1,877   | 2,493   |
| 2,631   | 2,653   | 2,776   | 2,907   | 3,020   | 3,126   |
| 5,445   | 5,108   | 6,374   | 3,945   | 4,175   | 2,838   |
| 1,040   | 1,878   | 1,900   | 1,956   | 1,932   | 1,902   |
| 585     | 678     | 612     | 563     | 674     | 527     |
| 46,756  | 38,420  | 40,770  | 37,715  | 36,869  | 36,599  |
| (9,660) | (1,324) | (2,009) | 1,191   | 4,752   | 9,528   |
| 5,000   | -       | -       | 3,700   | -       | 6,320   |
| -       | -       | -       | 109     | -       | 667     |
| -       | -       | -       | (91)    | -       | -       |
| -       | -       | -       | -       | -       | (6,895) |
| -       | -       | -       | -       | -       | -       |
| 85      | 474     | 600     | 402     | 1,446   | 2,839   |
| (1,283) | (1,739) | (2,039) | (1,809) | (3,378) | (7,735) |
| 3,802   | (1,265) | (1,439) | 2,311   | (1,931) | (4,803) |
| (5,858) | (2,589) | (3,448) | 3,502   | 2,821   | 4,725   |
| 4.49%   | 7.00%   | 6.51%   | 7.12%   | 7.58%   | 6.84%   |

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Assessed Value and Actual Value of Taxable Property - Last Ten Tax Levy Years  
April 30, 2022 (Unaudited)**

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| Tax<br>Levy<br>Year | Residential<br>Property | Farm       | Commercial<br>Property |
|---------------------|-------------------------|------------|------------------------|
| 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            |
| 2016                | 911,700,976             | 53,019     | 164,695,046            |
| 2017                | 960,348,356             | 56,219     | 170,182,381            |
| 2018                | 985,304,170             | 148,734    | 176,237,431            |
| 2019                | 993,147,604             | 160,459    | 177,055,826            |
| 2020                | 989,040,676             | 177,638    | 174,725,394            |
| 2021                | 983,099,230             | 185,345    | 175,097,877            |

Data Source: Lake County Tax Extension Division

| Industrial<br>Property | Total            | Railroad   | Total<br>Assessed<br>Value | Total<br>Direct<br>Tax Rate |
|------------------------|------------------|------------|----------------------------|-----------------------------|
| \$ 96,085,518          | \$ 1,092,395,927 | \$ 237,644 | \$ 1,092,633,571           | 0.5650                      |
| 96,725,515             | 1,043,110,957    | 285,298    | 1,043,396,255              | 0.6550                      |
| 89,424,888             | 1,040,898,335    | 292,096    | 1,041,190,431              | 0.6989                      |
| 93,853,265             | 1,101,049,010    | 364,074    | 1,101,413,084              | 0.7000                      |
| 99,922,179             | 1,176,371,220    | 387,075    | 1,176,758,295              | 0.6647                      |
| 104,427,528            | 1,235,014,484    | 368,795    | 1,235,383,279              | 0.6480                      |
| 106,908,179            | 1,268,598,514    | 370,795    | 1,268,969,309              | 0.6485                      |
| 111,663,938            | 1,282,027,827    | 369,228    | 1,282,397,055              | 0.6609                      |
| 113,928,740            | 1,277,872,448    | 356,454    | 1,278,228,902              | 0.6797                      |
| 117,931,752            | 1,276,314,204    | 356,454    | 1,276,670,658              | 0.6942                      |

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Direct and Overlapping Property Tax Rates - Last Ten Tax Levy Years  
April 30, 2022 (Unaudited)**

|  | 2012          | 2013          | 2014          | 2015          |
|--|---------------|---------------|---------------|---------------|
| <b>Village of Libertyville</b>               |               |               |               |               |
| Corporate                                    | 0.0810        | 0.0810        | 0.0802        | 0.0730        |
| PTAB/CE Recapture                            | -             | -             | -             | -             |
| Street & Bridge                              | 0.0480        | 0.0500        | 0.0468        | 0.0370        |
| Fire Protection                              | 0.0760        | 0.0790        | 0.0783        | 0.0690        |
| Playgrounds and Recreation                   | 0.0340        | 0.0360        | 0.0359        | 0.0320        |
| Parks  | 0.0340        | 0.0360        | 0.0359        | 0.0320        |
| IMRF   | 0.0350        | 0.0360        | 0.0360        | 0.0300        |
| Police Pension                               | 0.1150        | 0.1300        | 0.1421        | 0.1580        |
| Firefighters Pension                         | 0.0970        | 0.1090        | 0.1133        | 0.1140        |
| Recreation for the Handicapped               | 0.0150        | 0.0140        | 0.0137        | 0.0130        |
| Bonds  | 0.0300        | 0.0840        | 0.1165        | 0.1420        |
| <b>Total Direct Tax Rate</b>                 | <b>0.5650</b> | <b>0.6550</b> | <b>0.6989</b> | <b>0.7000</b> |
| <b>Overlapping Rates</b>                     |               |               |               |               |
| Grade School District #70                    | 2.8390        | 2.9930        | 3.0785        | 3.0460        |
| High School District #128                    | 2.5800        | 2.9190        | 2.6866        | 2.7320        |
| Lake County                                  | 0.6080        | 0.6630        | 0.6825        | 0.6630        |
| Libertyville Township                        | 0.0650        | 0.0690        | 0.0701        | 0.0680        |
| Library                                      | 0.2820        | 0.3030        | 0.3122        | 0.3040        |
| Other  | 0.5930        | 0.6310        | 0.6362        | 0.6250        |
| <b>Total Direct and Overlapping Tax Rate</b> | <b>7.5320</b> | <b>8.2330</b> | <b>8.1650</b> | <b>8.1380</b> |
| <b>Village's Share of Total</b>              |               |               |               |               |
| <b>Tax Rate</b>                              | <b>7.50%</b>  | <b>7.96%</b>  | <b>8.56%</b>  | <b>8.60%</b>  |

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.

| 2016   | 2017   | 2018   | 2019   | 2020   | 2021   |
|--------|--------|--------|--------|--------|--------|
| 0.0453 | 0.0730 | 0.0804 | 0.0919 | 0.0935 | 0.0964 |
| -      | -      | -      | -      | -      | 0.0028 |
| 0.0337 | -      | -      | -      | -      | -      |
| 0.0626 | 0.0610 | 0.0593 | 0.0587 | 0.0589 | 0.0590 |
| 0.0293 | 0.0310 | 0.0298 | 0.0295 | 0.0296 | 0.0296 |
| 0.0293 | 0.0310 | 0.0298 | 0.0295 | 0.0296 | 0.0296 |
| 0.0277 | 0.0270 | 0.0263 | 0.0261 | 0.0261 | 0.0262 |
| 0.1667 | 0.1620 | 0.1622 | 0.1605 | 0.1631 | 0.1696 |
| 0.1222 | 0.1200 | 0.1172 | 0.1160 | 0.1284 | 0.1300 |
| 0.0122 | 0.0120 | 0.0153 | 0.0151 | 0.0152 | 0.0196 |
| 0.1356 | 0.1310 | 0.1282 | 0.1336 | 0.1354 | 0.1314 |
| 0.6647 | 0.6480 | 0.6485 | 0.6609 | 0.6797 | 0.6942 |
| 2.8870 | 2.8100 | 2.8150 | 2.8554 | 2.9490 | 3.0170 |
| 2.5320 | 2.4940 | 2.5020 | 2.5125 | 2.6030 | 2.6737 |
| 0.6320 | 0.6220 | 0.6120 | 0.5968 | 0.5980 | 0.5977 |
| 0.0650 | 0.0630 | 0.0630 | 0.0636 | 0.0660 | 0.0670 |
| 0.2890 | 0.2840 | 0.2840 | 0.2834 | 0.2860 | 0.2914 |
| 0.5840 | 0.5670 | 0.5240 | 0.5204 | 0.5320 | 0.5348 |
| 7.6537 | 7.4880 | 7.4485 | 7.4930 | 7.7137 | 7.8758 |
| 8.68%  | 8.65%  | 8.71%  | 8.82%  | 8.81%  | 8.81%  |

VILLAGE OF LIBERTYVILLE, ILLINOIS

Principal Property Tax Payers - Current Fiscal Year and Nine Fiscal Years Ago  
 April 30, 2022 (Unaudited)

| Taxpayer                            | 2022                   |      |  | 2013                   |      |  |
|-------------------------------------|------------------------|------|--|------------------------|------|--|
|                                     | Taxable Assessed Value | Rank | Percentage of Total Village Taxable Assessed Value | Taxable Assessed Value | Rank | Percentage of Total Village Taxable Assessed Value |
| Brit-Libertyville Owner LLC         | \$ 9,859,790           | 1    | 0.77%  |                        |      |  |
| Medline Industries                  | 9,641,046              | 2    | 0.76%  | \$ 7,638,736           | 3    | 0.70%  |
| Colfin 2019 2H Industrial Owner LLC | 8,156,995              | 3    | 0.64%  |                        |      |  |
| Shp 11/CSL Libertyville LLC         | 7,425,443              | 4    | 0.58%  |                        |      |  |
| Hollister Incorporated              | 7,160,555              | 5    | 0.56%  | 10,440,082             | 2    | 0.96%  |
| Platinum Owner IL LLC               | 6,233,635              | 6    | 0.49%  |                        |      |  |
| Advocate Condell Medical Center     | 5,691,195              | 7    | 0.45%  | 6,334,245              | 5    | 0.58%  |
| Sup II Red Top Plaza LLC            | 5,641,609              | 8    | 0.44%  |                        |      |  |
| Bre Retail Spe7 LLC                 | 5,069,195              | 9    | 0.40%  |                        |      |  |
| South Mil Properties LLC            | 4,739,847              | 10   | 0.37%  |                        |      |  |
| Motorola                            |                        |      |  | 12,731,226             | 1    | 1.17%  |
| Capmark Finance Inc                 |                        |      |  | 6,851,165              | 4    | 0.63%  |
| Inland Rel Estate Corporation       |                        |      |  | 4,847,824              | 6    | 0.44%  |
| Manufacturers Life Ins. Co.         |                        |      |  | 4,788,942              | 7    | 0.44%  |
| Bradley Operating Ltd               |                        |      |  | 4,195,063              | 8    | 0.38%  |
| Giannoulas Enterprises              |                        |      |  | 3,936,894              | 9    | 0.36%  |
| Wynkoop Holdings LLC                |                        |      |  | 4,334,738              | 10   | 0.40%  |
|                                     | <u>69,619,310</u>      |      | <u>5.45%</u>                                       | <u>66,098,915</u>      |      | <u>6.06%</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, 2022 (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 |
| 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                            | 7,708  | 99.84%             | N/A                             | 7,708                     | 99.84%             |
| 2017        | 2016          | 7,842                            | 7,809  | 99.58%             | N/A                             | 7,809                     | 99.58%             |
| 2018        | 2017          | 8,017                            | 8,006  | 99.86%             | N/A                             | 7,810                     | 99.86%             |
| 2019        | 2018          | 8,273                            | 8,257  | 99.81%             | N/A                             | 8,257                     | 99.81%             |
| 2020        | 2019          | 8,519                            | 8,498  | 99.76%             | N/A                             | 8,498                     | 99.76%             |
| 2021        | 2020          | 8,733                            | 8,691  | 99.52%             | N/A                             | 8,691                     | 99.52%             |
| 2022        | 2021          | 8,905                            | 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, 2022 (Unaudited)**

| Fiscal Year | Governmental Activities  |                                     |                       |
|-------------|--------------------------|-------------------------------------|-----------------------|
|             | General Obligation Bonds | TIF Revenue Bonds/<br>Notes Payable | Installment Contracts |
| 2013        | \$ 6,640                 | \$ -                                | \$ 522                |
| 2014        | 11,410                   | -                                   | 310                   |
| 2015        | 15,815                   | -                                   | 181                   |
| 2016        | 20,000                   | -                                   | 87                    |
| 2017        | 18,960                   | 5,000                               | 367                   |
| 2018        | 17,850                   | 4,232                               | 267                   |
| 2019        | 16,755                   | 3,427                               | 187                   |
| 2020        | 19,325                   | 2,602                               | 104                   |
| 2021        | 18,240                   | 1,755                               | 21                    |
| 2022        | 14,411                   | 887                                 | -                     |

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       |    | IEPA<br>Loans | Total<br>Primary<br>Government | Percentage<br>of Personal<br>Income (1) | Per<br>Capita (1) |
|--------------------------------|----|---------------|--------------------------------|---|-------------------|
| General<br>Obligation<br>Bonds |    |               |                                |   |                   |
| 26,441                         | \$ | 287           | \$ 33,890                      | 3.39%                                   | \$ 1,668          |
| 29,350                         |    | 97            | 41,167                         | 4.12%                                   | 2,026             |
| 28,010                         |    | -             | 44,006                         | 4.40%                                   | 2,166             |
| 30,895                         |    | -             | 50,982                         | 5.10%                                   | 2,510             |
| 29,490                         |    | -             | 53,817                         | 5.38%                                   | 2,649             |
| 28,040                         |    | -             | 50,389                         | 5.04%                                   | 2,480             |
| 26,550                         |    | -             | 46,919                         | 4.69%                                   | 2,310             |
| 25,020                         |    | 1,568         | 48,619                         | 4.86%                                   | 2,393             |
| 23,440                         |    | 1,639         | 45,095                         | 4.51%                                   | 2,220             |
| 23,030                         |    | 1,562         | 39,891                         | 3.99%                                   | 1,964             |

**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, 2022 (Unaudited)**

| Fiscal Year | Gross General Obligation Bonds | Less: Amount Available for Debt Service | Total     | Percentage of Equalized Assessed Value (1) | Per Capita (2) |
|-------------|--------------------------------|---|-----------|--|----------------|
| 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          |
| 2017        | 48,450                         | 340                                     | 48,110    | 4.09%                                      | 2,368          |
| 2018        | 45,890                         | 343                                     | 45,547    | 3.69%                                      | 2,242          |
| 2019        | 43,305                         | 380                                     | 42,925    | 3.38%                                      | 2,113          |
| 2020        | 44,345                         | 231                                     | 44,114    | 3.44%                                      | 2,171          |
| 2021        | 41,680                         | 305                                     | 41,375    | 3.24%                                      | 2,037          |
| 2022        | 37,441                         | 614                                     | 36,827    | 2.88%                                      | 1,813          |

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, 2022 (Unaudited)**

| Governmental Unit                    | Gross Debt         | Percentage to<br>Debt<br>Applicable<br>to Village (1) | Village's<br>Share of<br>Debt |
|--------------------------------------|--------------------|---|-------------------------------|
| Village of Libertyville              | \$ 14,631,233      | 100.00%   | \$ 14,631,233                 |
| Overlapping Debt:                    |                    |   |                               |
| Libertyville School District #70     | 8,860,000          | 91.85%  | 8,138,343                     |
| Hawthorn School District #73         | 78,751,133         | 13.34%  | 10,501,879                    |
| Fremont Center School District #79   | 5,660,000          | 5.79%   | 327,734                       |
| Community High School District #128  | -                  | 0.00%   | -                             |
| Mundelein High School District #120  | 56,455,000         | 5.53%   | 3,119,914                     |
| Grayslake High School District #127  | 8,585,000          | 0.05%   | 4,330                         |
| Lake County Community College #532   | 85,690,000         | 4.87%   | 4,170,765                     |
| Lake County                          | 137,310,000        | 4.64%   | 6,367,339                     |
| Lake County Forest Preserve District | 181,865,000        | 4.64%   | 8,433,444                     |
|                                      | <u>563,176,133</u> |   | <u>41,063,748</u>             |
| Totals                               | <u>577,807,366</u> |   | <u>55,694,981</u>             |

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, 2022 (Unaudited)**

|   | 2013             | 2014          | 2015          | 2016          |
|---|------------------|---------------|---------------|---------------|
| Assessed Valuation                                      | \$ 1,092,633,571 | 1,043,396,255 | 1,041,190,431 | 1,101,413,084 |
| Bonded Debt Limit                                       |                  |               |               |               |
| 8.625% of Assessed Value                                | 94,239,645       | 89,992,927    | 89,802,675    | 94,996,878    |
| Amount of Debt Applicable to Limit                      | 6,300,000        | 11,444,926    | 15,790,897    | 19,952,370    |
| Legal Debt Margin                                       | 87,939,645       | 78,548,001    | 74,011,778    | 75,044,508    |
| Percentage of Legal Debt Margin<br>to Bonded Debt Limit | 93.31%           | 87.28%        | 82.42%        | 79.00%        |

Data Source: Village Records

| 2017          | 2018          | 2019          | 2020          | 2021          | 2022          |
|---------------|---------------|---------------|---------------|---------------|---------------|
| 1,176,758,295 | 1,235,383,279 | 1,268,969,309 | 1,282,397,055 | 1,278,228,902 | 1,276,670,658 |
| 101,495,403   | 106,551,808   | 109,448,603   | 110,606,746   | 110,247,243   | 110,112,844   |
| 19,262,247    | 18,117,321    | 16,941,587    | 19,429,512    | 18,261,075    | 16,570,000    |
| 82,233,156    | 88,434,487    | 92,507,016    | 91,177,234    | 91,986,168    | 93,542,844    |
| 81.02%        | 83.00%        | 84.52%        | 82.43%        | 83.44%        | 84.95%        |

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Demographic and Economic Statistics - Last Ten Fiscal Years  
April 30, 2022 (Unaudited)**

| Fiscal Year | (1)<br>Population | (1)<br>Personal<br>Income<br>(in Thousands) | (2)<br>Per<br>Capita<br>Personal<br>Income | (1)<br>Median<br>Age | (3)<br>School<br>Enrollment | (4)<br>Unemployment<br>Rate |
|-------------|-------------------|---|--|----------------------|-----------------------------|-----------------------------|
| 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                       | 4.20%                       |
| 2017        | 20,315            | 999,823                                     | 49,216                                     | 43.0                 | 2,472                       | 4.00%                       |
| 2018        | 20,315            | 999,823                                     | 49,216                                     | 43.0                 | 2,374                       | 4.20%                       |
| 2019        | 20,315            | 999,823                                     | 49,216                                     | 43.0                 | 2,370                       | 3.00%                       |
| 2020        | 20,315            | 999,823                                     | 49,216                                     | 43.0                 | 2,226                       | 6.40%                       |
| 2021        | 20,315            | 999,823                                     | 49,216                                     | 43.0                 | 2,145                       | 4.20%                       |
| 2022        | 20,315            | 999,823                                     | 49,216                                     | 43.0                 | 2,127                       | 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, 2022 (Unaudited)**

| Employer                               | 2022         |      |  | 2013         |      |  |
|--|--------------|------|--|--------------|------|--|
|  | Employees    | Rank | Percentage of Total Village Employment | Employees    | Rank | Percentage of Total Village Employment |
| Advocate Condell Medical Center        | 1,626        | 1    | N/A                                    |              |      |  |
| Medline                                | 600          | 2    | N/A                                    |              |      |  |
| BCI Acrylic Bath                       | 456          | 3    | N/A                                    |              |      |  |
| Hollister *                            | 455          | 4    | N/A                                    | 548          | 4    | N/A                                    |
| Avexis (now Novartis)*                 | 407          | 5    | N/A                                    |              |      |  |
| Lake County *                          | 380          | 6    | N/A                                    | 403          | 6    | N/A                                    |
| Libertyville School District No. 70    | 340          | 7    | N/A                                    | 320          | 8    | N/A                                    |
| Commonwealth Edison *                  | 279          | 8    | N/A                                    | 307          | 9    | N/A                                    |
| Libertyville Comm. High School No. 128 | 247          | 9    | N/A                                    |              |      |  |
| Snap-On Credit                         | 240          | 10   | N/A                                    |              |      |  |
| Condell Medical Center                 |              |      |  | 2,500        | 1    | N/A                                    |
| Motorola                               |              |      |  | 2,300        | 2    | N/A                                    |
| Volkswagen Credit *                    |              |      |  | 550          | 3    | N/A                                    |
| Fabrication Technologies               |              |      |  | 430          | 5    | N/A                                    |
| Brightstar                             |              |      |  | 396          | 7    | N/A                                    |
| Morton Manufacturing                   |              |      |  | 225          | 10   | N/A                                    |
|  | <u>5,030</u> |      | <u>N/A</u>                             | <u>7,979</u> |      | <u>N/A</u>                             |

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

\*Based on a prior survey as current year information could not be obtained

N/A: Not Available

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Full-Time Equivalent Village Government Employees by Function - Last Ten Fiscal Years  
April 30, 2022 (Unaudited)**

| Function                               | 2013 | 2014 | 2015 | 2016 |
|--|------|------|------|------|
| General Government                     |      |      |      |      |
| Administration                         | 3    | 3    | 3    | 3    |
| Finance                                | 7    | 7    | 7    | 7    |
| Public Works                           | 26   | 26   | 26   | 26   |
| Public Safety                          |      |      |      |      |
| Police                                 | 53   | 47   | 47   | 47   |
| Fire                                   | 41   | 42   | 42   | 43   |
| Community Development                  | 11   | 11   | 11   | 11   |
| Waterworks and Sewerage                | 6    | 6    | 6    | 6    |
| Libertyville Recreation/Sports Complex | 19   | 19   | 19   | 19   |
| Totals                                 | 166  | 161  | 161  | 162  |

Data Source: Village Records

\* Parks department is now under Public Works

\*\* Waterworks and Sewerage department is now under Public Works

| 2017 | 2018  | 2019 | 2020 | 2021 | 2022 |
|------|-------|------|------|------|------|
| 3    | 3     | 3    | 3    | 3    | 4    |
| 7    | 7     | 5    | 5    | 5    | 5    |
| 37 * | 42 ** | 40   | 40   | 40   | 40   |
| 47   | 47    | 47   | 47   | 48   | 47   |
| 43   | 43    | 43   | 43   | 43   | 43   |
| 11   | 11    | 11   | 11   | 11   | 11   |
| 6    | - **  | -    | -    | -    | -    |
| 8 *  | 8     | 7    | 7    | 2    | 3    |
| 162  | 161   | 156  | 156  | 152  | 153  |

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Operating Indicators by Function/Program - Last Ten Fiscal Years  
April 30, 2022 (Unaudited)**

| Function/Program                           | 2013    | 2014      | 2015      | 2016      |
|--|---------|-----------|-----------|-----------|
| Public Works                               |         |           |           |           |
| Forestry                                   |         |           |           |           |
| Number of Parkway Trees Planted            | 121     | 136       | 203       | 236       |
| Number of Parkway Trees Trimmed            | 115     | 1,179     | 1,224     | 1,995     |
| Fleet Services                             |         |           |           |           |
| Number of Vehicles Maintained              | 105     | 104       | 104       | 103       |
| Number of Equipment Maintained             | 60      | 60        | 60        | 60        |
| Preventative Maintenance Services          | 1,500   | 1,625     | 1,750     | 1,800     |
| Public Safety                              |         |           |           |           |
| Fire                                       |         |           |           |           |
| Number of Fire Calls                       | 1,028   | 1,106     | 995       | 914       |
| Number of EMS Calls                        | 2,189   | 2,443     | 2,648     | 2,624     |
| Number of Training Hours                   | 7,716   | 8,313     | 7,434     | 11,824    |
| ISO Rating                                 | 4       | 4         | 3         | 3         |
| Police                                     |         |           |           |           |
| Part I Crime                               | 237     | 107       | 276       | 232       |
| Calls for Service                          | 11,013  | 16,684    | 33,718    | 33,582    |
| State Tickets Issued                       | 1,329   | 1,633     | 3,832     | 3,020     |
| Parking Tickets Issued                     | 2,341   | 226       | 4,356     | 5,971     |
| Community Development                      |         |           |           |           |
| Number of Building Permits Issued          | 2,734   | 2,307     | 2,312     | 1,910     |
| Number of Building Inspections             | 5,824   | 6,481     | 5,847     | 5,542     |
| Public Works                               |         |           |           |           |
| Sidewalk Replaced (Sq. Ft.)                | 11,343  | 8,665     | 9,795     | 8,444     |
| Annual Resurfacing Program (\$)            | 762,869 | 4,273,677 | 5,137,068 | 4,565,223 |
| Crack Sealing (Lbs. Installed)             | 30,000  | 30,000    | 60,960    | 30,172    |
| Waterworks and Sewerage                    |         |           |           |           |
| Water Main Breaks                          | 24      | 30        | 32        | 17        |
| Hydrants Flushed                           | 1,353   | 1,448     | 1,377     | 1,377     |
| Water Meters Read                          | 7,555   | 7,573     | 7,581     | 7,582     |
| Water Meter Service Requests               | 3,967   | 3,708     | 4,262     | 2,374     |
| Water Meters Replaced                      | 97      | 70        | 63        | 56        |
| Total Distribution Pumpage (1,000 Gallons) | 980,093 | 907,992   | 860,527   | 793,185   |
| Average Daily Pumpage (1,000 Gallons)      | 2,667   | 2,486     | 2,357     | 2,173     |
| Sanitary Sewer Televising (Feet)           | 1,978   | 1,635     | 23,920    | 31,800    |
| Sanitary Sewer Repairs                     | 17      | 8         | 7         | 5         |

N/A: Not Available

Data Source: Village Records

| 2017      | 2018      | 2019      | 2020      | 2021      | 2022      |
|-----------|-----------|-----------|-----------|-----------|-----------|
| 174       | 333       | 5         | 446       | 218       | 170       |
| 788       | 813       | 868       | 828       | -         | 864       |
| 103       | 103       | 103       | 103       | 103       | 104       |
| 60        | 60        | 60        | 60        | 60        | 61        |
| 1,830     | 1,852     | 1,860     | 1,850     | 1,875     | 1,883     |
| 981       | 1,128     | 1,069     | 901       | 966       | N/A       |
| 2,612     | 2,976     | 3,113     | 2,612     | 2,835     | N/A       |
| 14,214    | 10,946    | 11,528    | 12,319    | 13,070    | N/A       |
| 3         | 3         | 3         | 3         | 2         | N/A       |
| 276       | 305       | 278       | 296       | 213       | 233       |
| 33,483    | 34,027    | 33,717    | 38,589    | 32,478    | 36,510    |
| 2,452     | 3,676     | 3,480     | 4,095     | 1,889     | 2,920     |
| 6,278     | 7,170     | 4,087     | 2,959     | 2,107     | 2,487     |
| 2,016     | 3,382     | 2,931     | 3,357     | 3,328     | 3,933     |
| 5,984     | 6,240     | 5,498     | 6,651     | 5,930     | 6,087     |
| 13,205    | 18,542    | 15,556    | 15,556    | 14,423    | 8,407     |
| 4,650,828 | 3,602,862 | 2,931,614 | 1,608,048 | 1,388,401 | 1,215,280 |
| 29,304    | 29,304    | 31,000    | 30,973    | 29,167    | 29,914    |
| 27        | 20        | 33        | 23        | 18        | 23        |
| 1,377     | 1,377     | 1,377     | 1,377     | 1,411     | 1,226     |
| 7,592     | 7,625     | 7,635     | 7,688     | 7,766     | 7,771     |
| 1,023     | 1,094     | 1,128     | 1,008     | 22        | 556       |
| 98        | 51        | 49        | 49        | 29        | 52        |
| 816,334   | 792,702   | 824,170   | 733,754   | 777,381   | 824,794   |
| 2,236     | 2,172     | 2,250     | 2,015     | 2,130     | 2,259     |
| 17,874    | 25,000    | 36,845    | 15,679    | 12,997    | 26,860    |
| 10        | 8         | 6         | 5         | 9         | 31        |

**VILLAGE OF LIBERTYVILLE, ILLINOIS**

**Capital Asset Statistics by Function/Program - Last Ten Fiscal Years  
April 30, 2022 (Unaudited)**

| Function/Program               | 2013   | 2014   | 2015   | 2016   |
|--------------------------------|--------|--------|--------|--------|
| <b>Public Safety</b>           |        |        |        |        |
| <b>Police</b>                  |        |        |        |        |
| Stations                       | 1      | 1      | 1      | 1      |
| Patrol Units (1)               | 11     | 11     | 11     | 11     |
| Patrol Officers                | 29     | 29     | 29     | 29     |
| <br>                           |        |        |        |        |
| Fire Stations                  | 3      | 3      | 3      | 3      |
| <br>                           |        |        |        |        |
| <b>Public Works</b>            |        |        |        |        |
| Streets (Miles)                | 81     | 81     | 81     | 81     |
| Sidewalks (Miles)              | 131.67 | 131.67 | 131.67 | 131.67 |
| Streetlights                   | 2,318  | 2,318  | 2,318  | 2,318  |
| <br>                           |        |        |        |        |
| <b>Waterworks and Sewerage</b> |        |        |        |        |
| Water Mains (Miles)            | 127    | 127    | 127    | 127    |
| Fire Hydrants                  | 1,311  | 1,311  | 1,434  | 1,438  |
| Sanitary Sewers (Miles)        | 95     | 95     | 95     | 95     |
| Manholes                       | 2,324  | 2,324  | 2,324  | 2,324  |
| Storm Sewer (Miles)            | 94     | 94     | 94     | 94     |

(1) Marked Police Vehicles

Data Source: Village Records

| 2017   | 2018   | 2019   | 2020   | 2021   | 2022   |
|--------|--------|--------|--------|--------|--------|
| 1      | 1      | 1      | 1      | 1      | 1      |
| 12     | 11     | 12     | 12     | 12     | 12     |
| 29     | 30     | 30     | 30     | 30     | 30     |
| 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  |
| 128    | 128    | 129    | 129    | 129    | 129    |
| 1,438  | 1,438  | 1,452  | 1,452  | 1,452  | 1,452  |
| 95     | 95     | 96     | 96     | 96     | 96     |
| 2,324  | 2,324  | 2,342  | 2,342  | 2,342  | 2,342  |
| 94     | 94     | 94     | 94     | 94     | 94     |

# **2022 DISCLOSURE**

for

## **VILLAGE OF LIBERTYVILLE**

Lake County, Illinois

**CUSIP NUMBER: 531575**

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

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

**\$4,200,000 General Obligation Bonds**

**(Waterworks and Sewerage System Alternate Revenue Source), Series 2015B**

**\$3,700,000 General Obligation Limited Tax Bonds, Series 2019**

**\$11,095,000 Taxable General Obligation Refunding Bonds (Alternate Revenue Source), Series 2021**

**\$6,320,000 General Obligation Refunding Bonds, Series 2021A**

and

**\$5,030,000 General Obligation Refunding Bonds (Waterworks and Sewerage System Alternate Revenue Source), Series 2021B**

**For further information please contact:**

**Mr. Nicholas A. Mostardo  
Finance Director  
Village of Libertyville  
118 West Cook Street  
Libertyville, Illinois 60048**

**Phone: (847) 918-2102**

**Email: [nmostardo@libertyville.com](mailto:nmostardo@libertyville.com)**

**7/29/2022**

## Retailers' Occupation, Service Occupation and Use Tax(1)

| State Fiscal Year<br>Ending June 30 | State Sales Tax<br>Distributions(2) | Annual Percent<br>Change + (-) |
|-------------------------------------|-------------------------------------|--------------------------------|
| 2013 .....                          | \$6,048,419                         | 4.38%(3)                       |
| 2014 .....                          | 6,525,275                           | 7.88%                          |
| 2015 .....                          | 7,745,541                           | 18.70%                         |
| 2016 .....                          | 7,419,290                           | (4.21%)                        |
| 2017 .....                          | 7,597,634                           | 2.40%                          |
| 2018 .....                          | 7,659,619                           | 0.82%                          |
| 2019 .....                          | 7,781,480                           | 1.59%                          |
| 2020 .....                          | 7,684,078                           | (1.25%)                        |
| 2021 .....                          | 7,249,045                           | (5.66%)                        |
| 2022 .....                          | 9,130,141                           | 25.95%                         |
| Growth from 2013 to 2022 .....      |                                     | 50.95%                         |

- Notes: (1) Source: Illinois Department of Revenue. Does not include non-home rule sales tax.  
 (2) Tax distributions are based on records of the Department relating to the 1% municipal portion of the Retailers' Occupation, Service Occupation and Use Tax, collected on behalf of the Village, less a State administration fee. The municipal 1% includes tax receipts from the sale of food and drugs which are not taxed by the State.  
 (3) The 2013 percentage is based on a 2012 sales tax of \$5,794,648.

## DEBT INFORMATION

### General Obligation Bonded Debt(1) (Principal Only)

| Year        | Series<br>2014B<br>(12-15) | Series<br>2015A<br>(12-15) | Series<br>2015B(2)(3)<br>(5-1) | Series<br>2019(4)<br>(12-15) | Series<br>2021(2)<br>(12-15) | Series<br>2021A<br>(12-15) | Series<br>2021B(3)<br>(5-1) |
|-------------|----------------------------|----------------------------|--------------------------------|------------------------------|------------------------------|----------------------------|-----------------------------|
| 2022 .....  | \$ 255,000                 | \$ 270,000                 | \$ 0                           | \$ 175,000                   | \$ 960,000                   | \$ 465,000                 | \$ 0                        |
| 2023 .....  | 270,000                    | 280,000                    | 350,000                        | 185,000                      | 980,000                      | 495,000                    | 370,000                     |
| 2024 .....  | 280,000                    | 290,000                    | 355,000                        | 190,000                      | 995,000                      | 520,000                    | 390,000                     |
| 2025 .....  | 290,000                    | 300,000                    | 360,000                        | 195,000                      | 1,010,000                    | 535,000                    | 415,000                     |
| 2026 .....  | 300,000                    | 315,000                    | 365,000                        | 200,000                      | 1,030,000                    | 555,000                    | 435,000                     |
| 2027 .....  | 315,000                    | 325,000                    | 375,000                        | 205,000                      | 1,045,000                    | 585,000                    | 460,000                     |
| 2028 .....  | 325,000                    | 340,000                    | 385,000                        | 210,000                      | 1,400,000                    | 610,000                    | 485,000                     |
| 2029 .....  | 340,000                    | 355,000                    | 395,000                        | 220,000                      | 1,425,000                    | 635,000                    | 510,000                     |
| 2030 .....  | 355,000                    | 370,000                    | 410,000                        | 225,000                      | 1,435,000                    | 660,000                    | 525,000                     |
| 2031 .....  | 365,000                    | 380,000                    | 425,000                        | 230,000                      | 0                            | 690,000                    | 550,000                     |
| 2032 .....  | 380,000                    | 400,000                    | 440,000                        | 240,000                      | 0                            | 315,000                    | 565,000                     |
| 2033 .....  | 0                          | 0                          | 0                              | 245,000                      | 0                            | 0                          | 0                           |
| 2034 .....  | 0                          | 0                          | 0                              | 255,000                      | 0                            | 0                          | 0                           |
| 2035 .....  | 0                          | 0                          | 0                              | 260,000                      | 0                            | 0                          | 0                           |
| 2036 .....  | 0                          | 0                          | 0                              | 270,000                      | 0                            | 0                          | 0                           |
| 2037 .....  | 0                          | 0                          | 0                              | 100,000                      | 0                            | 0                          | 0                           |
| Total ..... | \$3,475,000                | \$3,625,000                | \$3,860,000                    | \$3,405,000                  | \$10,280,000                 | \$6,065,000                | \$4,705,000                 |

| Year        | Total        | Cumulative Retirement |         |
|-------------|--------------|-----------------------|---------|
|             | Outstanding  | Amount                | Percent |
| 2022 .....  | \$ 2,125,000 | \$2,125,000           | 6.00%   |
| 2023 .....  | 2,930,000    | 5,055,000             | 14.27%  |
| 2024 .....  | 3,020,000    | 8,075,000             | 22.80%  |
| 2025 .....  | 3,105,000    | 11,180,000            | 31.57%  |
| 2026 .....  | 3,200,000    | 14,380,000            | 40.60%  |
| 2027 .....  | 3,310,000    | 17,690,000            | 49.95%  |
| 2028 .....  | 3,755,000    | 21,445,000            | 60.55%  |
| 2029 .....  | 3,880,000    | 25,325,000            | 71.51%  |
| 2030 .....  | 3,980,000    | 29,305,000            | 82.75%  |
| 2031 .....  | 2,640,000    | 31,945,000            | 90.20%  |
| 2032 .....  | 2,340,000    | 34,285,000            | 96.81%  |
| 2033 .....  | 245,000      | 34,530,000            | 97.50%  |
| 2034 .....  | 255,000      | 34,785,000            | 98.22%  |
| 2035 .....  | 260,000      | 35,045,000            | 98.96%  |
| 2036 .....  | 270,000      | 35,315,000            | 99.72%  |
| 2037 .....  | 100,000      | 35,415,000            | 100.00% |
| Total ..... | \$35,415,000 |                       |         |

- Notes: (1) Source: the Village.  
 (2) Alternate Revenue Source Bonds. Sources of revenues are sales taxes, and recreational facility revenues.  
 (3) Alternate Revenue Bonds. Sources of revenue are waterworks and sewerage fund revenues.  
 (4) Limited Tax Bonds.

**Detailed Overlapping Bonded Debt(1)**  
(As of July 1, 2022)

|  | Outstanding<br>Debt | Applicable to Village<br>Percent(2) | Amount           |
|--|---------------------|-------------------------------------|------------------|
| <b>Schools:</b>                            |                     |                                     |                  |
| School District No. 70 .....               | \$ 8,860,000        | 91.85%                              | \$ 8,138,343     |
| School District No. 73 .....               | 78,751,133          | 13.34%                              | 10,501,879       |
| School District No. 79 .....               | 5,660,000           | 5.79%                               | 327,734          |
| High School District No. 120 .....         | 56,455,000          | 5.53%                               | 3,119,914        |
| High School District No. 127 .....         | 8,585,000           | 0.05%                               | 4,330            |
| Community College District No. 532 .....   | 85,690,000          | 4.87%                               | <u>4,170,765</u> |
| Total Schools.....                         |                     |                                     | \$26,262,965     |
| <b>Others:</b>                             |                     |                                     |                  |
| Lake County .....                          | \$137,310,000       | 4.64%                               | \$ 6,367,339     |
| Lake County Forest Preserve District ..... | 181,865,000         | 4.64%                               | <u>8,433,444</u> |
| Total Others.....                          |                     |                                     | \$14,800,783     |
| Total Overlapping Debt.....                |                     |                                     | \$41,063,748     |

Notes: (1) Source: Lake County Clerk and the MSRB's Electronic Municipal Market Access website ("EMMA").  
(2) Based on 2021 Equalized Assessed Valuation ("EAV"), the most recent available.

**Statement of Bonded Indebtedness(1)**

|  | Amount<br>Applicable | Ratio To<br>Equalized<br>Assessed | Estimated<br>Actual | Per Capita<br>(2020 Census<br>20,579) |
|--|----------------------|-----------------------------------|---------------------|---------------------------------------|
| Village EAV of Taxable Property, 2021 .....        | \$1,276,670,658      | 100.00%                           | 33.33%              | \$ 62,037.55                          |
| Estimated Actual Value, 2021 .....                 | 3,830,011,974        | 300.00%                           | 100.00%             | 186,112.64                            |
| Direct Bonded Debt(2).....                         | \$ 35,415,000        | 2.77%                             | 0.92%               | \$ 1,720.93                           |
| Less: Self Supporting .....                        | <u>(18,845,000)</u>  | <u>(1.48%)</u>                    | <u>(0.49%)</u>      | <u>(915.74)</u>                       |
| Net Direct Bonded Debt.....                        | \$ 16,570,000        | 1.30%                             | 0.43%               | \$ 805.19                             |
| <b>Overlapping Bonded Debt(3)</b>                  |                      |                                   |                     |                                       |
| Schools .....                                      | \$ 26,262,965        | 2.06%                             | 0.69%               | \$ 1,276.20                           |
| All Others .....                                   | <u>14,800,783</u>    | <u>1.16%</u>                      | <u>0.39%</u>        | <u>719.22</u>                         |
| Total Overlapping Bonded Debt.....                 | \$ 41,063,748        | <u>3.22%</u>                      | <u>1.07%</u>        | \$ 1,995.42                           |
| Total Net Direct & Overlapping Bonded Debt(2)..... | \$ 57,633,748        | 4.51%                             | 1.50%               | \$ 2,800.61                           |

Notes: (1) Source: Lake County Clerk and the Village.  
(2) Excludes installment contracts.  
(3) Overlapping bonded debt as of July 1, 2022.

## Legal Debt Margin(I)

|   |                    |                      |
|---|--------------------|----------------------|
|   |                    | 8.625%<br>of EAV     |
| 2021 Equalized Assessed Valuation.....            |                    | \$1,276,670,658      |
| Statutory Debt Limitation (8.625% of EAV) .....   |                    | 110,112,844          |
| <b>General Obligation Bonded Debt:</b>            |                    |                      |
| Series 2014B.....                                 | \$ 3,475,000       |                      |
| Series 2015A.....                                 | 3,625,000          |                      |
| Series 2015B(2) .....                             | 3,860,000          |                      |
| Series 2019.....                                  | 3,405,000          |                      |
| Series 2021(2).....                               | 10,280,000         |                      |
| Series 2021A.....                                 | 6,065,000          |                      |
| Series 2021B(2) .....                             | <u>4,705,000</u>   |                      |
| Total General Obligation Bonded Debt .....        | \$ 35,415,000      |                      |
| <b>Less: Alternate Revenue Source Bonds:</b>      |                    |                      |
| Series 2015B(2) .....                             | \$ (3,860,000)     |                      |
| Series 2021(2).....                               | (10,280,000)       |                      |
| Series 2021B(2) .....                             | <u>(4,705,000)</u> |                      |
| Total Alternate Bonds(2).....                     | \$(18,845,000)     |                      |
| Net Applicable General Obligation Bonds .....     |                    | \$ 16,570,000        |
| <b>Other Debt:</b>                                |                    |                      |
| Installment Contracts (As of April 30, 2022)..... | \$ 0               |                      |
| Total Other Debt.....                             |                    | \$ 0                 |
| Total Applicable Debt .....                       |                    | <u>\$ 16,570,075</u> |
| Legal Debt Margin .....                           |                    | <u>\$ 93,542,844</u> |

- Notes: (1) Source: Lake County Clerk and the Village.  
 (2) General obligation alternate revenue source bonds under Illinois Statutes, do not count against either 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

### Village Equalized Assessed Valuations(I)

| Property Class:         | Levy Years      |                 |                 |                 |                 |
|-------------------------|-----------------|-----------------|-----------------|-----------------|-----------------|
|                         | 2017            | 2018            | 2019            | 2020            | 2021            |
| Residential .....       | \$ 960,348,356  | \$ 985,304,170  | \$ 993,147,604  | \$ 989,040,676  | \$ 983,099,230  |
| Farm.....               | 56,219          | 148,734         | 160,459         | 177,638         | 185,345         |
| Commercial .....        | 170,182,381     | 176,237,431     | 177,055,826     | 174,725,394     | 175,097,877     |
| Industrial .....        | 104,427,528     | 106,908,179     | 111,663,938     | 113,928,740     | 117,931,752     |
| Railroad.....           | <u>368,795</u>  | <u>370,795</u>  | <u>369,228</u>  | <u>356,454</u>  | <u>356,454</u>  |
| Total .....             | \$1,235,383,279 | \$1,268,969,309 | \$1,282,397,055 | \$1,278,228,902 | \$1,276,670,658 |
| Percent Change +/-..... | 4.98%(2)        | 2.72%           | 1.06%           | (0.33%)         | (0.12%)         |

- Notes: (1) Source: Lake County Clerk.  
 (2) Percentage change based on 2016 EAV of \$1,176,758,295.

## Tax Increment Financing District Located within the Village(I)

A portion of the Village's EAV is contained within the Village's Downtown TIF District, as detailed below. When a TIF district is created within the boundaries of a taxing body, such as the Village, the EAV of the portion of real property designated as a TIF district is frozen at the level of the tax year in which it was designated as such (the "Base EAV"). Any incremental increases in property tax revenue produced by the increase in EAV derived from the redevelopment project area during the life of the TIF district are not provided to the Village until the TIF district expires. The appropriation authority for the Downtown TIF District expired on December 31, 2021. Approximately 70% of the revenue from the TIF increment is rebated to the other taxing districts in the Downtown TIF District, including the Village. The Village has a Promissory Note due on December 31, 2022, payable from the incremental revenues from the Downtown TIF District. As of April 30, 2022, such Note has an outstanding principal amount of \$887,383. There are no new TIF districts planned in the immediate future.

| <u>Location/Name of TIF</u>                   | <u>Year Established</u> | <u>Base EAV</u> | <u>2021 EAV</u> | <u>Incremental EAV</u> |
|---|-------------------------|-----------------|-----------------|------------------------|
| Libertyville Downtown Redevelopment TIF ..... | 1986                    | \$11,765,715    | \$69,877,765    | <u>\$ 58,112,050</u>   |
| Total Incremental EAV .....                   |                         |                 |                 | \$ 58,112,050          |
| 2021 EAV .....                                |                         |                 |                 | <u>1,276,670,658</u>   |
| Total EAV .....                               |                         |                 |                 | <u>\$1,334,782,708</u> |

Note: (1) Source: Lake County Clerk.

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

| <u>Village Rates:</u>                               | <u>Levy Year</u> |               |               |               |               |
|---|------------------|---------------|---------------|---------------|---------------|
|   | <u>2017</u>      | <u>2018</u>   | <u>2019</u>   | <u>2020</u>   | <u>2021</u>   |
| Corporate .....                                     | \$0.0732         | \$0.0804      | \$0.0919      | \$0.0935      | \$0.0964      |
| PTAB/CE Recapture .....                             | 0.0000           | 0.0000        | 0.0000        | 0.0000        | 0.0028        |
| Fire Protection .....                               | 0.0610           | 0.0593        | 0.0587        | 0.0589        | 0.0590        |
| Playgrounds and Recreation .....                    | 0.0306           | 0.0298        | 0.0295        | 0.0296        | 0.0296        |
| Parks .....   | 0.0306           | 0.0298        | 0.0295        | 0.0296        | 0.0296        |
| IMRF .....  | 0.0271           | 0.0263        | 0.0261        | 0.0261        | 0.0262        |
| Police Pension .....                                | 0.1624           | 0.1622        | 0.1605        | 0.1631        | 0.1696        |
| Firefighters Pension .....                          | 0.1204           | 0.1172        | 0.1160        | 0.1284        | 0.1300        |
| Recreation for the Handicapped .....                | 0.0117           | 0.0153        | 0.0151        | 0.0152        | 0.0196        |
| Bonds .....   | <u>0.1311</u>    | <u>0.1282</u> | <u>0.1336</u> | <u>0.1354</u> | <u>0.1314</u> |
| Total Village Rate .....                            | \$0.6480         | \$0.6485      | \$0.6609      | \$0.6797      | \$0.6941      |
| Lake County .....                                   | \$0.6218         | \$0.6117      | \$0.5968      | \$0.5980      | \$0.5977      |
| Lake County Forest Preserve District .....          | 0.1873           | 0.1820        | 0.1798        | 0.1818        | 0.1789        |
| Libertyville Township - Road and Bridge .....       | 0.0586           | 0.0588        | 0.0591        | 0.0610        | 0.0623        |
| Libertyville Township .....                         | 0.0631           | 0.0634        | 0.0636        | 0.0657        | 0.0670        |
| Cook Memorial Library District .....                | 0.2844           | 0.2841        | 0.2834        | 0.2857        | 0.2914        |
| Central Lake County Joint Action Water Agency ..... | 0.0408           | 0.0000        | 0.0000        | 0.0000        | 0.0001        |
| School District Number 70 .....                     | 2.8099           | 2.8152        | 2.8554        | 2.9492        | 3.0170        |
| High School District Number 128 .....               | 2.4941           | 2.5021        | 2.5125        | 2.6034        | 2.6737        |
| Community College District Number 532 .....         | <u>0.2806</u>    | <u>0.2819</u> | <u>0.2815</u> | <u>0.2897</u> | <u>0.2935</u> |
| Total(2) .....                                      | \$7.4887         | \$7.4477      | \$7.4931      | \$7.7141      | \$7.8757      |

Notes: (1) Source: Lake County Clerk.

(2) Representative tax rates for Libertyville Township Tax Code Number 38, which represents the largest portion of the Village's 2021 EAV.

### Tax Extensions and Collections(I)

| Levy<br>Year | Coll.<br>Year | Taxes<br>Extended | Taxes Collected         |         |
|--------------|---------------|-------------------|-------------------------|---------|
|              |               |                   | Amount                  | Percent |
| 2016.....    | 2017.....     | \$7,842,582       | \$7,810,826             | 99.60%  |
| 2017.....    | 2018.....     | 8,017,466         | 8,006,099               | 99.86%  |
| 2018.....    | 2019.....     | 8,273,345         | 8,257,416               | 99.81%  |
| 2019.....    | 2020.....     | 8,519,247         | 8,498,266               | 99.75%  |
| 2020.....    | 2021.....     | 8,732,621         | 8,691,084               | 99.52%  |
| 2021.....    | 2022.....     | 8,861,550         | -----IN COLLECTION----- |         |

Note: (1) Source: Lake County Treasurer and the Village.

### Principal Taxpayers(I)

| <u>Taxpayer Name</u>  | <u>Business/Service</u>                    | <u>2021 EAV(2)</u> |
|---|--|--------------------|
| Brit-Libertyville Owner LLC.....  | Real Property.....                         | \$ 9,859,790       |
| Medline Industries.....   | Healthcare Products.....                   | 9,641,046          |
| Colfin 2019 2H Industrial Owner LLC.....                                  | Real Property.....                         | 8,156,995          |
| Shp 11/CSL Libertyville LLC.....  | Real Property.....                         | 7,425,443          |
| Hollister Incorporated.....   | Corporate HQ and Health Care Products..... | 7,160,555          |
| Platinum Owner IL LLC.....  | Real Property.....                         | 6,233,635          |
| Advocate Condell Medical Center.....                                      | Health Services.....                       | 5,691,195          |
| Sup II Red Top Plaza LLC.....   | Real Property.....                         | 5,641,609          |
| Bre Retail Spe7 LLC.....  | Real Property.....                         | 5,069,195          |
| South Mil Properties LLC.....   | Real Property.....                         | <u>4,739,847</u>   |
| Total.....  |  | \$69,619,310       |
| Ten Largest as a Percent of the Village's 2021 EAV (\$1,276,670,658)..... |  | 5.45%              |

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 2021 EAV is the most current available.

## FINANCIAL INFORMATION

### Statement of Net Position Governmental Activities

|   | Audited as of April 30 |                      |                      |                      |                      |
|---|------------------------|----------------------|----------------------|----------------------|----------------------|
|   | 2018                   | 2019                 | 2020                 | 2021                 | 2022                 |
| <b>ASSETS:</b>  |                        |                      |                      |                      |                      |
| Current Assets:   |                        |                      |                      |                      |                      |
| Cash and Investments .....                                | \$ 24,601,985          | \$ 20,748,821        | \$ 24,559,857        | \$ 25,387,555        | \$ 29,836,170        |
| Receivables - Net .....                                   | 15,244,498             | 15,636,167           | 14,984,413           | 16,501,984           | 17,546,557           |
| Insurance Deposits .....                                  | 0                      | 0                    | 2,706,374            | 3,311,662            | 3,562,687            |
| Prepaid Items/Inventory .....                             | 2,140,790              | 2,535,026            | 314,009              | 74,346               | 326,181              |
| Total Current Assets .....                                | <u>\$ 41,987,273</u>   | <u>\$ 38,920,014</u> | <u>\$ 42,564,653</u> | <u>\$ 45,275,547</u> | <u>\$ 51,271,595</u> |
| Capital Assets:   |                        |                      |                      |                      |                      |
| Land .....  | \$ 97,759,863          | \$ 97,759,863        | \$ 97,822,550        | \$ 97,822,550        | \$ 94,613,531        |
| Infrastructure .....                                      | 103,421,739            | 104,926,011          | 106,931,294          | 109,311,447          | 74,876,478           |
| Buildings and Improvements .....                          | 16,861,641             | 17,381,555           | 17,381,555           | 17,483,055           | 17,536,596           |
| Machinery and Equipment .....                             | 10,605,238             | 11,690,067           | 12,481,787           | 13,514,538           | 14,372,165           |
| Total .....   | <u>\$228,648,481</u>   | <u>\$231,757,496</u> | <u>\$234,617,186</u> | <u>\$238,131,590</u> | <u>\$201,398,770</u> |
| Less: Accumulated Depreciation .....                      | <u>(70,930,899)</u>    | <u>(73,538,726)</u>  | <u>(76,533,555)</u>  | <u>(79,491,428)</u>  | <u>(57,433,962)</u>  |
| Total Capital Assets .....                                | <u>\$157,717,582</u>   | <u>\$158,218,770</u> | <u>\$158,083,631</u> | <u>\$158,640,162</u> | <u>\$143,964,808</u> |
| Other Assets - Net Pension Asset - IMRF .....             | <u>0</u>               | <u>0</u>             | <u>0</u>             | <u>0</u>             | <u>2,543,140</u>     |
| Total Assets .....  | <u>\$199,704,855</u>   | <u>\$197,138,784</u> | <u>\$200,648,284</u> | <u>\$203,915,709</u> | <u>\$197,779,543</u> |
| <b>DEFERRED OUTFLOWS OF RESOURCES:</b>                    |                        |                      |                      |                      |                      |
| Deferred Items - IMRF .....                               | \$ 1,359,588           | \$ 3,536,397         | \$ 1,109,263         | \$ 533,738           | \$ 794,005           |
| Deferred Items - Police Pension .....                     | 3,622,738              | 1,783,597            | 1,671,721            | 745,450              | 637,292              |
| Deferred Items - RBP .....                                | 0                      | 102,993              | 1,388,427            | 1,813,189            | 1,717,218            |
| Deferred Items - Firefighters' Pension .....              | 2,616,707              | 2,048,195            | 4,595,027            | 1,878,178            | 2,602,209            |
| Total Deferred Outflows of Resources .....                | <u>\$ 7,599,033</u>    | <u>\$ 7,471,182</u>  | <u>\$ 8,764,438</u>  | <u>\$ 4,970,555</u>  | <u>\$ 5,750,724</u>  |
| Total Assets and Deferred Outflows of Resources .....     | <u>\$207,303,888</u>   | <u>\$204,609,966</u> | <u>\$209,412,722</u> | <u>\$208,886,264</u> | <u>\$203,530,267</u> |
| <b>LIABILITIES:</b>                                       |                        |                      |                      |                      |                      |
| Current Liabilities:                                      |                        |                      |                      |                      |                      |
| Accounts Payable .....                                    | \$ 803,154             | \$ 917,605           | \$ 462,703           | \$ 487,471           | \$ 689,160           |
| Accrued Payroll .....                                     | 661,476                | 631,601              | 616,376              | 667,914              | 669,939              |
| Deposits Payable .....                                    | 1,204,216              | 1,292,009            | 1,292,342            | 1,628,342            | 1,395,551            |
| Interest Payable .....                                    | 225,998                | 208,675              | 270,955              | 207,452              | 193,439              |
| Retainage Payable .....                                   | 0                      | 0                    | 64,884               | 10,051               | 7,179                |
| Other Payables .....                                      | 288,723                | 293,502              | 142,554              | 189,403              | 300,122              |
| Current Portion of Long-Term Debt .....                   | 2,389,023              | 2,475,308            | 2,422,668            | 2,509,490            | 2,448,004            |
| Total Current Liabilities .....                           | <u>\$ 5,572,590</u>    | <u>\$ 5,818,700</u>  | <u>\$ 5,272,482</u>  | <u>\$ 5,700,123</u>  | <u>\$ 5,703,394</u>  |
| Noncurrent Liabilities:                                   |                        |                      |                      |                      |                      |
| Net Other Post-Employment Benefit Obligation .....        | \$ 0                   | \$ 0                 | \$ 0                 | \$ 0                 | \$ 0                 |
| Net Pension Liability - IMRF .....                        | 2,030,526              | 6,562,612            | 3,312,485            | 478,297              | 0                    |
| Net Pension Liability - Police Pension .....              | 25,476,033             | 24,225,628           | 26,350,508           | 18,733,277           | 23,879,425           |
| Net Pension Liability - Firefighters' Pension .....       | 13,735,493             | 13,388,005           | 17,934,249           | 11,768,388           | 16,922,896           |
| Total OPEB Liability - RBP .....                          | 6,287,322              | 6,030,507            | 7,163,107            | 8,067,026            | 6,754,695            |
| Compensated Absences Payable .....                        | 1,633,429              | 1,752,212            | 1,633,165            | 1,764,779            | 1,921,016            |
| Installment Contract Payable .....                        | 186,587                | 104,512              | 21,075               | 0                    | 0                    |
| TIF Revenue Bonds/Notes Payable .....                     | 3,427,352              | 2,602,171            | 1,755,831            | 887,775              | 0                    |
| General Obligation Bonds Payable .....                    | 16,755,000             | 15,625,000           | 18,240,000           | 17,060,000           | 13,330,266           |
| Total Noncurrent Liabilities .....                        | <u>\$ 69,531,742</u>   | <u>\$ 70,290,647</u> | <u>\$ 76,410,420</u> | <u>\$ 58,759,542</u> | <u>\$ 62,808,298</u> |
| Total Liabilities .....                                   | <u>\$ 75,104,332</u>   | <u>\$ 76,109,347</u> | <u>\$ 81,682,902</u> | <u>\$ 64,459,665</u> | <u>\$ 68,511,692</u> |
| <b>DEFERRED INFLOWS OF RESOURCES:</b>                     |                        |                      |                      |                      |                      |
| Property Taxes .....                                      | \$ 12,038,543          | \$ 12,418,160        | \$ 12,834,510        | \$ 13,135,712        | \$ 13,440,913        |
| Deferred Items - IMRF .....                               | 2,762,226              | 551,769              | 1,645,938            | 3,244,400            | 4,878,798            |
| Deferred Items - RBP .....                                | 0                      | 0                    | 349,336              | 309,076              | 1,680,258            |
| Deferred Items - Police Pension .....                     | 3,537,863              | 3,373,899            | 2,541,432            | 7,215,279            | 659,129              |
| Deferred Items - Firefighters' Pension .....              | 3,482,043              | 3,471,333            | 2,858,155            | 5,852,066            | 1,556,419            |
| Total Liabilities and Deferred Inflows of Resources ..... | <u>\$ 96,925,007</u>   | <u>\$ 95,924,508</u> | <u>\$101,912,273</u> | <u>\$ 94,216,198</u> | <u>\$ 90,727,209</u> |
| <b>NET POSITION:</b>                                      |                        |                      |                      |                      |                      |
| Invested in Capital Assets - Net of Related Debt .....    | \$137,964,447          | \$138,130,005        | \$138,728,246        | \$137,680,263        | \$128,666,792        |
| Restricted - Debt Service .....                           | 342,568                | 379,726              | 231,256              | 304,866              | 613,770              |
| Restricted - General Government .....                     | 522,398                | 507,776              | 555,424              | 388,766              | 577,130              |
| Restricted - Public Safety .....                          | 117,730                | 119,041              | 138,546              | 181,732              | 204,114              |
| Restricted - Economic Development .....                   | 501,960                | 816,997              | 1,094,009            | 1,464,167            | 1,586,636            |
| Unrestricted .....  | <u>(29,070,222)</u>    | <u>(31,268,087)</u>  | <u>(33,247,032)</u>  | <u>(25,349,728)</u>  | <u>(18,845,384)</u>  |
| Total Net Position .....                                  | <u>\$110,378,881</u>   | <u>\$108,685,458</u> | <u>\$107,500,449</u> | <u>\$114,670,066</u> | <u>\$112,803,058</u> |

**Statement of Activities  
Governmental Activities**

Audited Fiscal Year Ended April 30

|   | 2018                    | 2019                    | 2020                   | 2021                   | 2022                   |
|---|-------------------------|-------------------------|------------------------|------------------------|------------------------|
| <b>GOVERNMENTAL ACTIVITIES(1):</b>        |                         |                         |                        |                        |                        |
| General Government.....                   | \$ (166,179)            | \$ (3,202)              | \$ 1,003,726           | \$ 1,347,443           | \$ (1,933,204)         |
| Community Development .....               | (1,733,348)             | (1,768,357)             | (1,593,141)            | (1,706,862)            | (2,128,327)            |
| Public Safety .....                       | (12,678,521)            | (14,890,315)            | (15,390,107)           | (10,222,209)           | (12,557,520)           |
| Public Works .....                        | (7,039,498)             | (6,010,621)             | (3,801,446)            | (5,024,102)            | (2,671,873)            |
| Parks and Recreation.....                 | (1,841,098)             | (2,017,713)             | (2,186,004)            | (1,837,528)            | (2,362,915)            |
| Economic Development.....                 | (2,653,477)             | (2,775,990)             | (4,047,572)            | (3,020,461)            | (3,125,630)            |
| Interest of Long-Term Debt.....           | (622,626)               | (594,433)               | (625,098)              | (610,160)              | (597,974)              |
| Total Governmental Activities .....       | <u>\$ (26,734,747)</u>  | <u>\$ (28,060,631)</u>  | <u>\$ (26,639,642)</u> | <u>\$ (21,073,879)</u> | <u>\$ (25,377,443)</u> |
| <b>GENERAL REVENUES:</b>                  |                         |                         |                        |                        |                        |
| Taxes:                                    |                         |                         |                        |                        |                        |
| Property Taxes .....                      | \$ 11,983,358           | \$ 12,395,930           | \$ 12,768,970          | \$ 13,175,299          | \$ 13,531,724          |
| Other Taxes .....                         | 2,739,720               | 2,779,355               | 2,601,880              | 1,575,747              | 1,614,364              |
| Intergovernmental:                        |                         |                         |                        |                        |                        |
| Personal Property Replacement Taxes ..... | 0                       | 0                       | 0                      | 124,960                | 285,431                |
| Sales and Use Taxes .....                 | 8,072,595               | 8,441,756               | 7,795,686              | 10,600,583             | 13,494,370             |
| Income Taxes.....                         | 1,982,782               | 2,101,694               | 2,003,065              | 2,461,509              | 3,251,812              |
| Other .....                               | 114,038                 | 171,852                 | 150,840                | 1,121,196              | 1,606,749              |
| Interest Income.....                      | 293,053                 | 451,472                 | 522,528                | 65,852                 | (136,449)              |
| Miscellaneous.....                        | 777,766                 | 911,394                 | 1,018,264              | 999,441                | 700,624                |
| Transfers - Internal Activity .....       | (1,265,325)             | (1,438,077)             | (1,406,600)            | (1,881,091)            | (10,838,190)           |
| Total General Revenues.....               | <u>\$ 24,697,987</u>    | <u>\$ 25,815,376</u>    | <u>\$ 25,454,633</u>   | <u>\$ 28,243,496</u>   | <u>\$ 23,510,435</u>   |
| Change in Net Position.....               | \$ (2,036,760)          | \$ (2,245,255)          | \$ (1,185,009)         | \$ 7,169,617           | \$ (1,867,008)         |
| Net Position Beginning .....              | <u>\$112,415,641(2)</u> | <u>\$110,930,713(2)</u> | <u>\$108,685,458</u>   | <u>\$107,500,449</u>   | <u>\$114,670,066</u>   |
| Net Position Ending .....                 | <u>\$110,378,881</u>    | <u>\$108,685,458</u>    | <u>\$107,500,449</u>   | <u>\$114,670,066</u>   | <u>\$112,803,058</u>   |

Notes: (1) Expenses less Program Revenues for Charges for Services and Capital Grants/Contributions.  
(2) As restated.

**Balance Sheet  
General Fund**

Audited Fiscal Year Ended April 30

|  | 2018                | 2019                | 2020                | 2021                | 2022                |
|--|---------------------|---------------------|---------------------|---------------------|---------------------|
| <b>ASSETS:</b>   |                     |                     |                     |                     |                     |
| Cash and Investments.....  | \$11,790,802        | \$11,494,439        | \$12,772,893        | \$14,320,413        | \$16,521,690        |
| Receivables- Net of Allowances:  |                     |                     |                     |                     |                     |
| Property Taxes.....  | 6,434,326           | 6,646,932           | 6,805,696           | 7,002,040           | 7,228,031           |
| Other Taxes .....  | 1,841,383           | 1,863,244           | 1,085,663           | 1,743,715           | 2,020,632           |
| Accounts .....   | 1,157,997           | 1,190,451           | 822,215             | 882,230             | 1,157,941           |
| Insurance Deposits.....  | 0                   | 0                   | 2,706,374           | 3,311,662           | 3,562,687           |
| Prepaid Items .....  | 2,107,135           | 2,503,904           | 291,324             | 48,102              | 281,899             |
| Total Assets .....   | <u>\$23,331,643</u> | <u>\$23,698,970</u> | <u>\$24,484,165</u> | <u>\$27,308,162</u> | <u>\$30,772,880</u> |
| <b>LIABILITIES:</b>  |                     |                     |                     |                     |                     |
| Accounts Payable.....  | \$ 382,531          | \$ 445,559          | \$ 330,866          | \$ 292,563          | \$ 375,394          |
| Accrued Payroll .....  | 642,121             | 614,100             | 597,537             | 643,372             | 655,297             |
| Deposits Payable .....   | 1,121,389           | 1,176,791           | 1,292,342           | 1,628,342           | 1,395,551           |
| Due to Other Funds.....  | 0                   | 0                   | 0                   | 7,603               | 0                   |
| Retainage Payable .....  | 0                   | 0                   | 18,166              | 10,051              | 7,179               |
| Other Payables.....  | 168,723             | 193,502             | 62,554              | 129,403             | 260,122             |
| Total Liabilities.....   | <u>\$ 2,314,764</u> | <u>\$ 2,429,952</u> | <u>\$ 2,301,465</u> | <u>\$ 2,711,334</u> | <u>\$ 2,693,543</u> |
| <b>DEFERRED INFLOWS OF RESOURCES:</b>                                    |                     |                     |                     |                     |                     |
| Property Taxes .....   | <u>\$ 6,434,327</u> | <u>\$ 6,646,932</u> | <u>\$ 6,805,696</u> | <u>\$ 7,002,040</u> | <u>\$ 7,228,031</u> |
| Total Liabilities and Deferred Inflows of Resources.....                 | <u>\$ 8,749,091</u> | <u>\$ 9,076,884</u> | <u>\$ 9,107,161</u> | <u>\$ 9,713,374</u> | <u>\$ 9,921,574</u> |
| <b>FUND BALANCES:</b>  |                     |                     |                     |                     |                     |
| Nonspendable .....   | \$ 2,107,135        | \$ 2,503,904        | \$ 291,324          | \$ 48,102           | \$ 281,899          |
| Restricted.....  | 762,649             | 760,824             | 840,049             | 726,078             | 977,299             |
| Committed.....   | 0                   | 0                   | 2,706,374           | 3,311,662           | 3,562,687           |
| Unreserved/Unassigned .....  | <u>11,712,768</u>   | <u>11,357,358</u>   | <u>11,539,257</u>   | <u>13,508,946</u>   | <u>16,029,421</u>   |
| Total Fund Balances.....   | <u>\$14,582,552</u> | <u>\$14,622,086</u> | <u>\$15,377,004</u> | <u>\$17,594,788</u> | <u>\$20,851,306</u> |
| Total Liabilities, Deferred Inflows of Resources and Fund Balances ..... | <u>\$23,331,643</u> | <u>\$23,698,970</u> | <u>\$24,484,165</u> | <u>\$27,308,162</u> | <u>\$30,772,880</u> |

**Statement of Revenues and Expenditures  
General Fund**

|   | Fiscal Year Ended April 30 |                       |                       |                       |                       |
|---|----------------------------|-----------------------|-----------------------|-----------------------|-----------------------|
|   | 2018                       | 2019                  | 2020                  | 2021                  | 2022                  |
| <b>REVENUES:</b>  |                            |                       |                       |                       |                       |
| Taxes .....   | \$ 9,343,014               | \$ 9,567,714          | \$ 9,599,172          | \$ 8,732,908          | \$ 8,960,502          |
| Licenses and Permits .....  | 1,415,162                  | 1,079,889             | 1,608,307             | 2,077,532             | 1,546,544             |
| Intergovernmental.....  | 10,169,415                 | 10,715,302            | 9,949,591             | 12,268,007            | 15,132,043            |
| Charges for Services .....  | 7,166,226                  | 7,702,526             | 7,205,238             | 6,186,646             | 7,473,636             |
| Fines and Forfeits.....   | 725,575                    | 697,969               | 637,159               | 501,395               | 578,753               |
| Interest .....  | 153,963                    | 332,111               | 367,006               | 51,045                | (146,542)             |
| Miscellaneous.....  | 709,704                    | 894,686               | 898,735               | 985,084               | 642,461               |
| Total Revenues .....  | <u>\$29,683,059</u>        | <u>\$30,990,197</u>   | <u>\$30,265,208</u>   | <u>\$30,802,617</u>   | <u>\$34,187,397</u>   |
| <b>EXPENDITURES:</b>  |                            |                       |                       |                       |                       |
| Current:  |                            |                       |                       |                       |                       |
| General Government .....  | \$ 2,798,426               | \$ 4,029,709          | \$ 2,575,262          | \$ 2,417,459          | \$ 2,473,936          |
| Community Development.....  | 2,021,159                  | 2,094,797             | 2,075,492             | 2,086,477             | 2,472,942             |
| Public Safety .....   | 17,231,891                 | 17,193,353            | 17,842,660            | 17,570,253            | 17,858,297            |
| Public Works.....   | 2,411,843                  | 2,748,607             | 2,754,486             | 2,515,675             | 2,410,531             |
| Parks and Recreation .....  | 2,826,681                  | 2,708,956             | 2,657,240             | 1,876,522             | 2,492,529             |
| Capital Outlay .....  | 0                          | 137,164               | 703                   | 117,146               | 83,058                |
| Total Expenditures.....   | <u>\$27,290,000</u>        | <u>\$28,912,586</u>   | <u>\$27,905,843</u>   | <u>\$26,583,532</u>   | <u>\$27,791,293</u>   |
| Excess (Deficiency) of Revenues Over<br>(Under) Expenditures..... | \$ 2,393,059               | \$ 2,077,611          | \$ 2,359,365          | \$ 4,219,085          | \$ 6,396,104          |
| <b>OTHER FINANCING SOURCES (USES):</b>                            |                            |                       |                       |                       |                       |
| Transfers In .....  | \$ 0                       | \$ 0                  | \$ 102,153            | \$ 479,790            | \$ 1,101,011          |
| Transfers Out .....   | (1,738,944)                | (2,038,077)           | (1,706,600)           | (2,481,091)           | (4,240,597)           |
| Total Other Financing Sources (Uses) .....                        | <u>\$ (1,738,944)</u>      | <u>\$ (2,038,077)</u> | <u>\$ (1,604,447)</u> | <u>\$ (2,001,301)</u> | <u>\$ (3,139,586)</u> |
| Net Change in Fund Balances .....                                 | \$ 654,115                 | \$ 39,534             | \$ 754,918            | \$ 2,217,784          | \$ 3,256,518          |
| Fund Balances - Beginning .....                                   | <u>13,928,437</u>          | <u>14,582,552</u>     | <u>14,622,086</u>     | <u>15,377,004</u>     | <u>17,594,788</u>     |
| Fund Balances - Ending.....                                       | <u>\$14,582,552</u>        | <u>\$14,622,086</u>   | <u>\$15,377,004</u>   | <u>\$17,594,788</u>   | <u>\$20,851,306</u>   |

**General Fund  
Budget Financial Information**

|   | Budget<br>Twelve Months<br>Ending<br>4/30/2023 |
|---|--|
| <b>REVENUES:</b>  |  |
| Property Taxes .....  | \$ 7,513,283                                   |
| Other Taxes .....   | 1,383,650                                      |
| License and Permits .....                                       | 1,364,763                                      |
| Intergovernmental.....  | 12,740,624                                     |
| Charges for Services .....                                      | 6,948,418                                      |
| Fines and Forfeitures.....                                      | 480,000  |
| Interest .....  | 45,000   |
| Miscellaneous.....  | <u>430,239</u>                                 |
| Total Revenues .....  | <u>\$30,905,977</u>                            |
| <b>EXPENDITURES:</b>  |  |
| Administration/Finance .....                                    | \$ 1,490,452                                   |
| Police .....  | 9,836,903                                      |
| Fire.....   | 9,160,334                                      |
| Community Development.....                                      | 2,445,764                                      |
| Public Works .....  | 2,563,851                                      |
| Parks.....  | 1,591,459                                      |
| Recreation.....   | 2,442,785                                      |
| Miscellaneous.....  | <u>1,063,772</u>                               |
| Total Expenses.....   | <u>\$30,595,320</u>                            |
| Net Transfers .....   | \$ 416,267                                     |
| Excess (Deficiency) of Revenues Over (Under) Expenditures ..... | \$ 726,924                                     |

## THE WATERWORKS AND SEWERAGE SYSTEM

### Rates and Charges

#### Rates Per 1,000 Gallons

|                                    | Effective   |             |             |             |             |             |
|------------------------------------|-------------|-------------|-------------|-------------|-------------|-------------|
|                                    | May 1, 2017 | May 1, 2018 | May 1, 2019 | May 1, 2020 | May 1, 2021 | May 1, 2022 |
| <b>Water Rates:</b>                |             |             |             |             |             |             |
| Bi-Monthly Fee .....               | \$23.74     | \$24.93     | \$25.68     | \$26.45     | \$27.24     | \$28.06     |
| First 4,000 Gallons .....          | 2.53        | 2.66        | 2.74        | 2.82        | 2.91        | 2.99        |
| 5,000 to 8,000 Gallons .....       | 5.08        | 5.31        | 5.48        | 5.64        | 5.81        | 5.99        |
| 9,000 Gallons and More .....       | 7.59        | 7.97        | 8.22        | 8.47        | 8.72        | 8.98        |
| <b>Sewer Rates:</b>                |             |             |             |             |             |             |
| Bi-Monthly Fee .....               | \$ 8.49     | \$ 9.51     | \$ 9.80     | \$10.29     | \$10.80     | \$11.34     |
| Each Additional 1,000 Gallons..... | 5.27        | 5.87        | 6.05        | 6.35        | 6.67        | 7.00        |

### Major System Users

(As of April 30, 2022)

| <u>Name</u>                            | <u>Dollars Billed</u> | <u>Gallons Used<br/>(1,000 Gallons)</u> |
|--|-----------------------|---|
| Advocate Healthcare.....               | \$748,815             | 50,106                                  |
| Storypoint Libertyville.....           | 120,193               | 7,643                                   |
| Brit Ltd Partnership .....             | 109,619               | 9,198                                   |
| Community High School Dist. #128 ..... | 69,697                | 3,870                                   |
| Americana Healthcare.....              | 62,860                | 3,993                                   |
| Motel 6 - Libertyville .....           | 60,605                | 3,884                                   |
| Zeller Plastik .....                   | 58,701                | 3,539                                   |
| Sonesta Simply Suites .....            | 48,848                | 3,090                                   |
| U S Gypsum.....                        | 46,535                | 2,737                                   |
| Cook Apt LLC.....                      | 42,420                | 2,724                                   |

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

Audited as of April 30

|  | 2018                 | 2019                 | 2020                 | 2021                 | 2022                 |
|--|----------------------|----------------------|----------------------|----------------------|----------------------|
| <b>ASSETS:</b>   |                      |                      |                      |                      |                      |
| Cash and Investments .....                                   | \$ 3,109,753         | \$ 2,692,696         | \$ 3,151,241         | \$ 3,510,692         | \$ 4,492,190         |
| Receivables - Net of Allowances:                             |                      |                      |                      |                      |                      |
| Accounts .....   | 1,370,946            | 1,515,336            | 1,783,712            | 1,469,058            | 2,013,277            |
| Due from Other Funds .....                                   | 237,818              | 237,818              | 237,818              | 237,818              | 237,818              |
| Prepaid Expenses .....                                       | 36,840               | 39,400               | 42,132               | 54,075               | 41,749               |
| Total .....  | <u>\$ 4,755,357</u>  | <u>\$ 4,485,250</u>  | <u>\$ 5,214,903</u>  | <u>\$ 5,271,643</u>  | <u>\$ 6,785,034</u>  |
| Capital Assets:  |                      |                      |                      |                      |                      |
| Land .....   | \$ 2,272,080         | \$ 2,272,080         | \$ 2,272,080         | \$ 2,272,080         | \$ 2,272,080         |
| Buildings and Improvements .....                             | 16,546,734           | 17,380,440           | 18,923,597           | 19,491,514           | 19,540,744           |
| Machinery and Equipment .....                                | 2,075,079            | 2,075,079            | 2,075,079            | 2,585,840            | 3,220,566            |
| Waterworks System .....                                      | 26,063,483           | 26,937,846           | 27,691,474           | 29,300,934           | 30,563,424           |
| Sewerage System .....  | 15,856,936           | 15,856,936           | 15,856,936           | 15,927,221           | 15,947,144           |
| Total .....  | <u>\$ 62,814,312</u> | <u>\$ 64,522,381</u> | <u>\$ 66,819,166</u> | <u>\$ 69,577,589</u> | <u>\$ 71,543,958</u> |
| Accumulated Depreciation .....                               | <u>(33,274,355)</u>  | <u>(34,521,768)</u>  | <u>(35,753,658)</u>  | <u>(37,095,626)</u>  | <u>(38,513,328)</u>  |
| Net Capital Assets .....                                     | <u>\$ 29,539,957</u> | <u>\$ 30,000,613</u> | <u>\$ 31,065,508</u> | <u>\$ 32,481,963</u> | <u>\$ 33,030,630</u> |
| Other Assets - Net Pension Asset - IMRF .....                | \$ 0                 | \$ 0                 | \$ 0                 | \$ 0                 | \$ 1,025,695         |
| Total Assets .....   | <u>\$ 34,295,314</u> | <u>\$ 34,485,863</u> | <u>\$ 36,280,411</u> | <u>\$ 37,753,606</u> | <u>\$ 40,841,359</u> |
| <b>DEFERRED OUTFLOWS OF RESOURCES:</b>                       |                      |                      |                      |                      |                      |
| Deferred Items - IMRF .....                                  | \$ 557,282           | \$ 1,461,946         | \$ 463,667           | \$ 209,597           | \$ 320,237           |
| Deferred Items - ARO .....                                   | 0                    | 0                    | 0                    | 1,065,000            | 1,038,375            |
| Loss on Refunding .....                                      | 0                    | 0                    | 0                    | 0                    | 68,725               |
| Deferred Items - RBP .....                                   | 0                    | 7,832                | 114,508              | 143,493              | 124,557              |
| Total Deferred Outflows of Resources .....                   | <u>\$ 557,282</u>    | <u>\$ 1,469,778</u>  | <u>\$ 578,175</u>    | <u>\$ 1,418,090</u>  | <u>\$ 1,551,894</u>  |
| Total Assets and Deferred Outflows<br>of Resources .....     | <u>\$ 34,852,596</u> | <u>\$ 35,955,641</u> | <u>\$ 36,858,586</u> | <u>\$ 39,171,696</u> | <u>\$ 42,393,253</u> |
| <b>LIABILITIES:</b>  |                      |                      |                      |                      |                      |
| Current Liabilities:   |                      |                      |                      |                      |                      |
| Accounts Payable .....                                       | \$ 869,600           | \$ 782,162           | \$ 679,724           | \$ 533,191           | \$ 388,422           |
| Accrued Payroll .....  | 84,795               | 87,952               | 90,098               | 81,360               | 88,213               |
| Deposits Payable .....                                       | 215,600              | 82,207               | 157,530              | 71,505               | 71,080               |
| Accrued Interest Payable .....                               | 179,619              | 171,519              | 162,919              | 157,848              | 181,576              |
| Other Payables .....   | 40,000               | 32,000               | 24,000               | 27,250               | 8,000                |
| Compensated Absences Payable .....                           | 45,645               | 46,790               | 44,595               | 39,030               | 43,443               |
| IEPA Loans Payable .....                                     | 0                    | 0                    | 0                    | 0                    | 77,753               |
| General Obligation Bonds Payable .....                       | 675,000              | 695,000              | 715,000              | 730,000              | 732,663              |
| Total Current Liabilities .....                              | <u>\$ 2,110,259</u>  | <u>\$ 1,897,630</u>  | <u>\$ 1,873,866</u>  | <u>\$ 1,640,184</u>  | <u>\$ 1,591,150</u>  |
| Noncurrent Liabilities:                                      |                      |                      |                      |                      |                      |
| Compensated Absences Payable .....                           | \$ 182,579           | \$ 187,161           | \$ 178,380           | \$ 156,120           | \$ 173,774           |
| Net Pension Liability - IMRF .....                           | 832,293              | 2,712,983            | 1,384,606            | 187,825              | 0                    |
| Total OPEB Liability - RBP .....                             | 0                    | 458,611              | 590,766              | 638,415              | 489,947              |
| Asset Retirement Obligation .....                            | 0                    | 0                    | 0                    | 1,065,000            | 1,065,000            |
| IEPA Loans Payable .....                                     | 0                    | 0                    | 1,568,007            | 1,638,727            | 1,484,481            |
| General Obligation Bonds Payable .....                       | 11,905,000           | 11,210,000           | 10,495,000           | 9,765,000            | 9,191,633            |
| Total Noncurrent Liabilities .....                           | <u>\$ 12,919,872</u> | <u>\$ 14,568,755</u> | <u>\$ 14,216,759</u> | <u>\$ 13,451,087</u> | <u>\$ 12,404,835</u> |
| Total Liabilities .....                                      | <u>\$ 15,030,131</u> | <u>\$ 16,466,385</u> | <u>\$ 16,090,625</u> | <u>\$ 15,091,271</u> | <u>\$ 13,995,985</u> |
| <b>DEFERRED INFLOWS OF RESOURCES:</b>                        |                      |                      |                      |                      |                      |
| Deferred Items - IMRF .....                                  | \$ 1,132,211         | \$ 228,101           | \$ 687,996           | \$ 1,274,063         | \$ 1,967,709         |
| Deferred Items - RBP .....                                   | 0                    | 0                    | 28,811               | 24,460               | 121,876              |
| Total Deferred Inflows of Resources .....                    | <u>\$ 1,132,211</u>  | <u>\$ 228,101</u>    | <u>\$ 716,807</u>    | <u>\$ 1,298,523</u>  | <u>\$ 2,089,585</u>  |
| Total Liabilities and Deferred Inflows<br>of Resources ..... | <u>\$ 16,162,342</u> | <u>\$ 16,694,486</u> | <u>\$ 16,807,432</u> | <u>\$ 16,389,794</u> | <u>\$ 16,085,570</u> |
| <b>NET POSITION:</b>   |                      |                      |                      |                      |                      |
| Invested in Capital Assets - Net of Available Debt           | \$ 17,831,113        | \$ 18,095,613        | \$ 18,287,501        | \$ 20,348,236        | \$ 21,612,825        |
| Unrestricted .....   | 859,141              | 1,165,542            | 1,763,653            | 2,433,666            | 4,694,858            |
| Total Net Position .....                                     | <u>\$ 18,690,254</u> | <u>\$ 19,261,155</u> | <u>\$ 20,051,154</u> | <u>\$ 22,781,902</u> | <u>\$ 26,307,683</u> |

**Waterworks and Sewerage Fund**  
**Statement of Revenues and Expenses**

|  | Audited Year Ended April 30 |                      |                     |                     |                     |
|--|-----------------------------|----------------------|---------------------|---------------------|---------------------|
|  | 2018                        | 2019                 | 2020                | 2021                | 2022                |
| <b>OPERATING REVENUES:</b>                       |                             |                      |                     |                     |                     |
| Charges for Services:                            |                             |                      |                     |                     |                     |
| Water Sales.....                                 | \$ 5,040,634                | \$ 5,366,137         | \$ 5,044,061        | \$ 5,579,073        | \$ 6,053,305        |
| Sewer Service Charges.....                       | 4,138,576                   | 4,693,320            | 4,539,667           | 4,867,052           | 5,286,806           |
| Meters and Readouts .....                        | <u>22,850</u>               | <u>12,444</u>        | <u>24,699</u>       | <u>17,917</u>       | <u>13,804</u>       |
| Total Charges for Service.....                   | \$ 9,202,060                | \$10,071,901         | \$ 9,608,427        | \$10,464,042        | \$11,353,915        |
| <b>OPERATING EXPENSES:</b>                       |                             |                      |                     |                     |                     |
| Water Operations .....                           | \$ 3,842,479                | \$ 4,185,348         | \$ 4,021,419        | \$ 3,297,926        | \$ 2,356,341        |
| Sewer Operations.....                            | 1,562,149                   | 1,585,253            | 1,627,039           | 1,397,868           | 1,879,767           |
| Wastewater Treatment Plant .....                 | 1,380,701                   | 1,205,755            | 1,210,628           | 1,355,963           | 1,381,024           |
| Water and Sewer Capital Improvements .....       | 1,285,550                   | 683,910              | 680,929             | 675,518             | 467,473             |
| Depreciation and Amortization.....               | <u>1,209,094</u>            | <u>1,247,413</u>     | <u>1,278,890</u>    | <u>1,341,968</u>    | <u>1,444,327</u>    |
| Total Operating Expenses .....                   | \$ 9,279,973                | \$ 8,907,679         | \$ 8,818,905        | \$ 8,069,243        | \$ 7,528,932        |
| Operating Income (Loss) .....                    | \$ (77,913)                 | \$ 1,164,222         | \$ 789,522          | \$ 2,394,799        | \$ 3,824,983        |
| <b>NON-OPERATING REVENUES (EXPENSES):</b>        |                             |                      |                     |                     |                     |
| Interest Income.....                             | \$ 33,966                   | \$ 28,422            | \$ 45,341           | \$ (82)             | \$ (7,872)          |
| Connection Fees .....                            | 197,216                     | 151,093              | 251,253             | 137,462             | 106,381             |
| Other Income .....                               | 14,150                      | 8,483                | 32,210              | 8,076               | 8,296               |
| Interest and Fiscal Charges.....                 | <u>(361,344)</u>            | <u>(345,144)</u>     | <u>(328,327)</u>    | <u>(345,500)</u>    | <u>(357,288)</u>    |
| Total Non-Operating Revenues (Expenses) .....    | \$ (116,012)                | \$ (157,146)         | \$ 477              | \$ (200,044)        | \$ (250,483)        |
| Income (Loss) Before Contributions and Transfers | \$ (193,925)                | \$ 1,007,076         | \$ 789,999          | \$ 2,194,755        | \$ 3,574,500        |
| Transfers Out, Net.....                          | 0                           | 0                    | 0                   | 0                   | (128,989)           |
| Capital Contributions .....                      | <u>0</u>                    | <u>0</u>             | <u>0</u>            | <u>535,993</u>      | <u>80,270</u>       |
| Change in Net Position.....                      | \$ (193,925)                | \$ 1,007,076         | \$ 789,999          | \$ 2,730,748        | \$ 3,525,781        |
| Net Position - Beginning .....                   | <u>18,884,179</u>           | <u>18,254,079(1)</u> | <u>19,261,155</u>   | <u>20,051,154</u>   | <u>22,781,902</u>   |
| Net Position - Ending.....                       | <u>\$18,690,254</u>         | <u>\$19,261,155</u>  | <u>\$20,051,154</u> | <u>\$22,781,902</u> | <u>\$26,307,683</u> |

Note: (1) As restated.

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

|   | Fiscal Year<br>Ended<br><u>4/30/22</u> |
|---|--|
| <b>REVENUES:</b>                          |  |
| Operating Revenues:                       |  |
| Water Sales .....                         | \$ 6,053,305                           |
| Sewer Service Charges .....               | 5,286,806                              |
| Meters and Readouts.....                  | <u>13,804</u>                          |
| Total Revenues.....                       | <u>\$11,353,915</u>                    |
| <b>EXPENSES:</b>                          |  |
| Operating:                                |  |
| Water Operations.....                     | \$ 2,356,341                           |
| Sewer Operations .....                    | 1,879,767                              |
| Wastewater Treatment Plant.....           | 1,381,024                              |
| Water and Sewer Capital Improvements..... | 467,473                                |
| Depreciation & Amortization.....          | <u>1,444,327</u>                       |
| Total Operating Expenses.....             | <u>\$ 7,528,932</u>                    |
| Operating Income (Loss).....              | \$ 3,824,983                           |
| Nonoperating Revenues (Expenses):         |  |
| Plus:                                     |  |
| Interest Income.....                      | \$ (7,872)                             |
| Connection Fees.....                      | 106,381                                |
| Other Income.....                         | 8,296                                  |
| Water and Sewer Capital Improvements..... | 467,473                                |
| Depreciation and Amortization .....       | <u>1,444,327</u>                       |
| Total Additions.....                      | <u>\$ 2,018,605</u>                    |
| Net Available for Debt Service .....      | \$ 5,843,588                           |

**Coverage**  
**Waterworks and Sewerage Fund**

| Fiscal<br>Year | Net Available<br>for Debt<br>Service(2) | Outstanding Debt Service(1) |                    | Total               | Coverage |
|----------------|---|-----------------------------|--------------------|---------------------|----------|
|                |   | Series<br>2015B             | Series<br>2021B    |                     |          |
| 2023.....      | \$5,843,588                             | \$ 459,675                  | \$ 534,400         | \$ 994,075          | 5.88X    |
| 2024.....      | 5,843,588                               | 456,522                     | 539,200            | 995,722             | 5.87X    |
| 2025.....      | 5,843,588                               | 452,806                     | 548,100            | 1,000,906           | 5.84X    |
| 2026.....      | 5,843,588                               | 448,288                     | 551,100            | 999,388             | 5.85X    |
| 2027.....      | 5,843,588                               | 448,113                     | 558,200            | 1,006,313           | 5.81X    |
| 2028.....      | 5,843,588                               | 446,941                     | 564,300            | 1,011,241           | 5.78X    |
| 2029.....      | 5,843,588                               | 444,753                     | 569,400            | 1,014,153           | 5.76X    |
| 2030.....      | 5,843,588                               | 446,663                     | 566,325            | 1,012,988           | 5.77X    |
| 2031.....      | 5,843,588                               | 447,571                     | 575,200            | 1,022,771           | 5.71X    |
| 2032.....      | 5,843,588                               | <u>447,700</u>              | <u>573,475</u>     | <u>1,021,175</u>    | 5.72X    |
| Total.....     |   | <u>\$4,499,032</u>          | <u>\$5,579,700</u> | <u>\$10,078,732</u> |          |

- Notes: (1) For debt service including the May 1 principal and interest due.  
(2) Source: the Village's 2022 Comprehensive Annual Financial Report. This amount includes \$11,353,915 total charges for services, less \$7,528,932 total operating expenses, not including \$467,473 of capital improvements and \$1,444,327 of depreciation and amortization, plus \$(7,872) of interest income, \$8,296 of other income, and \$106,381 of connection fees.