



# Comprehensive Annual Financial Report

Year Ended April 30, 2014

Prepared by:  
Finance Department  
Doug Haywood, Finance Director

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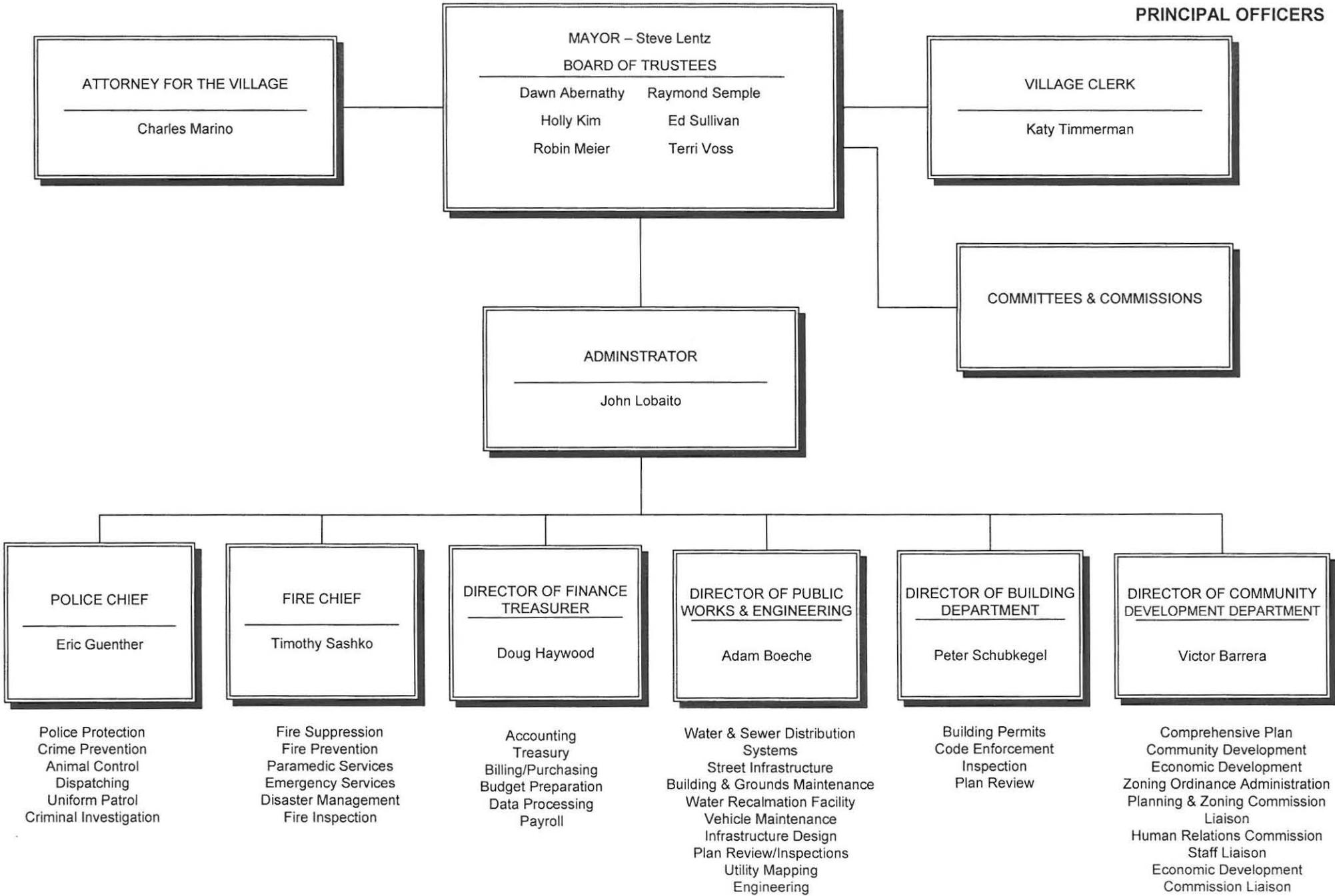


Officers and Officials  
April 30, 2014

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<b><u>Title</u></b>	<b><u>Name</u></b>
Mayor	Steve Lentz
Trustee	Dawn Abernathy
Trustee	Holly Kim
Trustee	Robin Meier
Trustee	Raymond Semple
Trustee	Edwin Sullivan
Trustee	Terri Voss
Village Clerk	Katy Zimmerman
Village Administrator	John Lobaito
Police Chief	Eric Guenther
Fire Chief	Timothy Sashko
Director of Public Works	Adam Boeche
Building Director	Pete Schubkegel
Planning/Development Director	Victor Barrera
Director of Finance	Doug Haywood

**PRINCIPAL OFFICERS**



October 22, 2014

To the President and Board of Trustees, the Citizens of  
the Village of Mundelein, and all interested parties:

The Comprehensive Annual Financial Report (CAFR) of the Village of Mundelein, Illinois for the fiscal year ended April 30, 2014 is hereby submitted. The purpose of this report is to provide citizens, investors, grantor agencies and any interested parties with reliable financial information about the Village. The report has been prepared in accordance with generally accepting accounting principles (GAAP) and with standards prescribed by the Governmental Accounting Standards Board (GASB) and the Government Finance Officers Association of the United States and Canada. Responsibility for the accuracy of the data, and the completeness and fairness of the presentation, including disclosures, rests with the Village of Mundelein. The Village believes the report, and data contained herein, to be accurate in all material respects and that it gives an accurate representation of the financial position and results of the Village as of, and for the year ended, April 30, 2014. All disclosures regarding the Village's financial position necessary to enable the reader to understand the Village's financial activities have been included.

Management of the Village is responsible for establishing and maintaining a system of internal accounting controls. These controls are designed to assure that the assets of the Village are safeguarded against any material loss, theft or misuse. These controls assure that the financial statements are in conformity with generally accepted accounting principles. Internal account controls are designed to provide reasonable, but not absolute, assurances that control objectives will be met. The concept of reasonable assurances recognized that (1) the cost of control should not exceed the benefits likely to be derived; and (2) the evaluation of costs and benefits require estimates and judgment by Management.

The Village of Mundelein's management discussion and analysis (MD&A) immediately follows the independent auditor's report and provides a narrative introduction, overview, and analysis of the basic financial statements. MD&A complements this letter of transmittal and should be read in conjunction with it.

For financial reporting purposes, this report includes all the funds of the Village of Mundelein. The Village reports Police and Firefighters' Pension funds as blended component units. Component units are legally separate entities for which the Village is financially accountable. Other governmental entities, which are located within the Village's boundaries, are not included because they do not meet the criteria for inclusion as set forth by generally accepted accounting principles.

## **Economic Outlook**

The economic condition of the Village is gradually improving.

The economic condition of the Village of Mundelein is good considering the overall economic downturn. This, combined with fund reserves, plus a moderate debt burden, a diversified tax base, and conservative revenue forecasting have mitigated the impacts of the recession. Given the poor state of the general economy, the Village Board has been concerned about raising property taxes, preferring instead to reduce expenditures and use reserve funds to balance the budget. Economic growth remains slow. Sales tax revenue appear to be recovering but at a very slow pace. The poor condition of the Illinois State finances, particularly with regards to the State's ability to make its shared revenue payments remains a concern.

The Village worked with Weston Inc. to develop a site for the company's regional headquarters and a new Village Hall in downtown Mundelein. Construction of the new infrastructure and Village Hall began in fiscal 2013 with completion in June 2014. A new 65-unit apartment building has broken ground in downtown as well.

## **Major Initiatives**

In the summer of 2011, the Village adopted a Comprehensive Plan giving the Village Board and planning staff a blueprint to guide future growth and development in both the private and public sectors. Also, a new Zoning Ordinance was adopted in September 2012, a complete overhaul of the current ordinance.

The Village has continued its investment in the public infrastructure. Over \$2 million in local road repairs and related improvements to the water, sanitary and storm sewer systems in the adjacent rights-of-way were spent in 2014.

During 2014, the Village was ranked as the 56th safest community in the country by *NeighborhoodScout* for municipalities with a population of 25,000 or more, based on total number of crimes per 1,000 residents.

## **Long Term Financial Planning**

The Village Board approves a Capital Improvement Plan in conjunction with the annual adoption of the fiscal budget, which includes the projects anticipated during the next 5-year period. Projects are broken out into the following categories and include both funding sources and uses: Street Improvements, Transportation Improvements, Stormwater Improvements, Water System Improvements, Sanitary Sewer System Improvements, Operations Improvements, Vehicle and Equipment Replacement and Other. There is a total of \$63 million of projects included for the 5-year period with funding sources known for about \$40 million. The Long Term Planning process begins with the annual Board planning session each fall and works through the budget process each spring.

## **Other Information**

Independent Audit. State statute requires an annual audit by independent certified public accountants. The firm of Wolf & Company LLP was selected by the Village to conduct the 2014 fiscal year audit. The Village did not have grants in sufficient amounts to require compliance with the federal Single Audit Act and related OMB Circular A-133. The auditors' opinion is included in the financial section of the report.

Awards. The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting for fiscal year ending April 30, 2013. This was the eighteenth year that the Village has made application for, and received, this prestigious award.

In order to be awarded a Certificate of Achievement, the Village published an easily readable, and efficiently organized comprehensive annual financial report. This report satisfied both generally accepted accounting principles and applicable legal requirements.

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

Acknowledgements. The preparation of the comprehensive annual financial report on a timely basis was made possible by the dedicated service of the entire staff of the finance department. Each member of the department has our sincere appreciation for the contributions made in the preparation of this report.

In closing, credit must be given to the President and Board of Trustees for their unfailing support for maintaining the highest standards of professionalism in the management of the Village of Mundelein's Finances.

Sincerely,

*John A. Lobaito*  
Village Administrator

*Doug Haywood*  
Finance Director



Government Finance Officers Association

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

Presented to

**Village of Mundelein  
Illinois**

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended

**April 30, 2013**

Executive Director/CEO

INDEPENDENT AUDITOR'S REPORT

To the Honorable President  
Members of the Board of Trustees  
Village of Mundelein, Illinois

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information for the Village of Mundelein, Illinois, as of and for the year ended April 30, 2014 and the related notes to the financial statements, which collectively comprise the Village's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Village of Mundelein, Illinois, as of April 30, 2014, and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

*Required Supplementary Information*

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information for the General Fund, and pension funding information on pages 3-13 and 63-67 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

*Other Information*

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

The combining and individual fund financial statements and schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such 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, the combining, individual fund financial statements and schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

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

*Wolf & Company LLP*

Oakbrook Terrace, Illinois  
October 22, 2014

**VILLAGE OF MUNDELEIN, ILLINOIS**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**April 30, 2014**

The Village of Mundelein (the "Village") discussion and analysis is designed to (1) assist the reader in focusing on significant financial issues, (2) provide an overview of the Village's financial activity, (3) identify changes in the Village's financial position (its ability to address the next and subsequent year challenges), (4) identify any material deviations from the financial plan (the appropriation), and (5) identify individual fund issues or concerns as it refers to the governmental activities' net position.

Since the Management's Discussion and Analysis (MD&A) is designed to focus on the current year's activities, resulting changes and currently known facts, please read it in conjunction with the Transmittal Letter and the Village's financial statements.

**Financial Highlights**

- The Village's net position (see table 1) decreased by \$2.1 million during the fiscal year ending April 30, 2014 (FYE14). The governmental net position decreased by \$0.5 million from FYE13 and the business-type activities net position decreased \$1.6 million from FYE13.
- The governmental activities revenue decreased by \$1.3 million and expenses increased by \$1.3 million.
- The business-type activities revenues decreased by \$0.9 million and expenses decreased by \$2.0 million.
- The total cost of all Village programs decreased by \$0.7 million.

**USING THE FINANCIAL SECTION OF THIS COMPREHENSIVE ANNUAL REPORT**

The financial statement's focus is on both the Village as a whole (government-wide) and on the major individual funds. Both perspectives (government-wide and major fund) allow the user to address relevant questions, broaden a basis for comparison (year to year or government to government) and enhance the Village's accountability.

**Government-Wide Financial Statements**

The government-wide financial statements (see pages 14-16) are designed to be corporate like in that all governmental and business-type activities are consolidated into columns, which add to a total for the Primary Government. The focus of the Statement of Net Position (the "Unrestricted Net Position") is designed to be similar to bottom line results for the Village and its governmental and business-type activities. This statement combines and consolidates governmental fund's current financial resources (short-term spendable resources) with capital assets and long term obligations using the accrual basis of accounting and economic resources measurement focus.

The Statement of Activities (see page 16) is focused on both the gross and net cost of various activities (including governmental, business-type), which are supported by the government's general taxes and other resources. This is intended to summarize and simplify the user's analysis of the cost of various governmental services and/or subsidy to various business-type activities.

The Governmental Activities reflect the Village's basic services, including police, fire, public works, engineering, community development, and administration. Shared state sales, local sales and shared state income taxes finance the majority of these services. The Business-type Activities reflect private sector type operations (Water and Wastewater), where the fee for service typically covers all or most of the cost of operation, including depreciation.

## **VILLAGE OF MUNDELEIN, ILLINOIS MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**

### **Fund Financial Statements**

Traditional users of governmental financial statements will find the Fund Financial Statements presentation more familiar. The focus is on Major Funds, rather than (the previous model's) fund types.

The Governmental Major Fund (see pages 17-20) presentation is presented on a sources and uses of liquid resources basis. This is the manner in which the financial plan (the appropriation) is typically developed. The flow and availability of liquid resources is a clear and appropriate focus of any analysis of a government. Funds are established for various purposes and the Fund Financial Statements allow the demonstration of sources and uses and/or appropriation compliance associated therewith.

The Fund Financial Statements also allow the government to address its Fiduciary Fund (Police and Firefighter's Pensions, see pages 25-26). While this Fund represents trust responsibilities of the government, these assets are restricted in purpose and do not represent discretionary assets of the government. Therefore, these assets are not presented as part of the Government-Wide Financial Statements.

While the Total column on the Business-type Fund Financial Statements (see pages 21-24) is the same as the Business-type column at the Government-Wide Financial Statement, the Governmental Major Funds Total column requires a reconciliation because of the different measurement focus (current financial resources versus total economic resources) which is reflected on the page following each statement (see pages 18 and 20). The flow of current financial resources will reflect bond proceeds and interfund transfers as other financial sources as well as capital expenditures and bond principal payments as expenditures. The reconciliation will eliminate these transactions and incorporate the capital assets and long-term obligation (bonds and others) into the Governmental Activities column (in the Government-wide statements).

### **Infrastructure Assets**

Historically, a government's largest group of assets (infrastructure - roads, bridges, storm sewers, etc.) had not been reported nor depreciated in governmental financial statements. GASB 34 requires that these assets be valued and reported within the Governmental column of the Government-wide Statements. Additionally, the government must elect to either (1) depreciate these assets over their estimated useful life or (2) develop a system of asset management designed to maintain the service delivery potential to near perpetuity. If the government develops the asset management system (the modified approach), which periodically (at least every third year), by category, measures and demonstrates its maintenance of locally established levels of service standards, the government may record its cost of maintenance in lieu of depreciation. The Village has chosen to depreciate assets over their useful life. If a road project is considered maintenance - a recurring cost that does not extend the road's original useful life or expand its capacity - the cost of the project will be expensed. An "overlay" of a road will be considered maintenance whereas a "rebuild" of a road will be capitalized.

### **Financial Analysis of the Village as a Whole**

In accordance with GASB Statement No. 34, the Village has presented a comparative analysis of Government-wide information.

**VILLAGE OF MUNDELEIN, ILLINOIS  
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**

**GOVERNMENT-WIDE STATEMENT**

**Statement of Net Position**

The Village's combined net position decreased by \$2 million from FYE13 – decreasing from \$162 million to \$160 million. The following analysis will look at net position and net expenses of the governmental and business-type activities separately. The total net position for the governmental activities decreased by \$0.5 million from \$120.4 to \$119.9 million. The total net position for business-type activities decreased by \$1.6 million.

Table 1 reflects the condensed Statement of Net Position compared to FYE13. Table 2 will focus on the changes in net position of the governmental and business-type activities.

**Table 1  
Statement of Net Position  
As of April 30, 2014  
(In millions)**

	Governmental Activities		Business-Type Activities		Total Primary Government	
	2013	2014	2013	2014	2013	2014
Current assets	54.3	47.1	9.9	8.9	64.2	56.0
Noncurrent assets	<u>105.8</u>	<u>113.1</u>	<u>34.9</u>	<u>34.0</u>	<u>140.7</u>	<u>147.1</u>
<b>Total assets</b>	160.1	160.2	44.8	42.9	204.9	203.1
<b>Deferred Outflows</b>		0.2				0.2
Current liabilities	21.7	6.2	1.2	1.2	22.9	7.4
Long-Term liabilities	<u>18.0</u>	<u>16.7</u>	<u>1.5</u>	<u>1.2</u>	<u>19.6</u>	<u>18.0</u>
<b>Total liabilities</b>	39.7	22.8	2.7	2.4	42.5	25.4
<b>Deferred Inflows</b>		17.5				17.5
<b>Net position:</b>						
Net Investment in Capital Assets	86.7	95.7	33.1	32.5	119.8	128.2
Restricted	14.6	9.5	7.6	6.6	22.2	16.1
Unrestricted	<u>19.1</u>	<u>14.7</u>	<u>1.4</u>	<u>1.4</u>	<u>20.4</u>	<u>16.1</u>
<b>Total net position</b>	120.4	119.9	42.1	40.5	162.4	160.4

For more detailed information see the Statement of Net Position (page 14 -15).

**Normal Impacts**

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

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

**Borrowing for Capital** - which will increase current assets and long-term debt.

**Spending Borrowed Proceeds on New Capital** - which will reduce current assets and increase capital assets. There is a second impact, an increase in invested in capital assets and an increase in related net debt which will not change the investment in capital assets.

**VILLAGE OF MUNDELEIN, ILLINOIS  
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**

**Spending of Non-borrowed Current Assets on New Capital** which will (a) reduce current assets and increase capital assets and (b) will reduce unrestricted net position and increase investment in capital assets.

**Principal Payment on Debt** - which will (a) reduce current assets and reduce long-term debt and (b) reduce unrestricted net position and increase investment in capital assets.

**Reduction of Capital Assets through Depreciation** which will reduce capital assets and investment in capital assets.

**Current Year Impacts**

The Village's \$2.1 million decrease in combined net position (which is the Village's bottom line) was the result of governmental activities net position decreasing by \$0.5 million and the business-type activities net position decreasing by \$1.6 million. The governmental activities total assets and deferred outflows increased by \$0.3 million and the governmental activities total liabilities and deferred inflows increased by \$0.8 million. The change in total assets was the result of a decrease of \$7.2 million in current and other assets and a \$7.3 million increase in capital assets.

The business-type total assets decreased by \$1.9 million and the business-type activities total liabilities decreased by \$0.3 million. Total assets changed as a result of an energy performance contract that will reduce operational costs in the future. Restricted net position for business-type activities can only be used to finance additions to, expansion of, or replacement of capital assets.

**VILLAGE OF MUNDELEIN, ILLINOIS  
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**

The following chart shows the revenue and expenses of the governmental activities.

**Table 2  
Changes in Net Position  
For the Fiscal Year Ended April 30, 2014  
(in millions)**

	Governmental Activities		Business-Type Activities		Total Primary Government	
	2013	2014	2013	2014	2013	2014
<b>Revenues</b>						
Program revenues:						
Charges for services	3.4	3.4	8.2	7.7	11.6	11.1
Operating grants	2.0	1.3	0.0	0.0	2.0	1.3
Capital grants	0.0	0.1	0.1	0.0	0.1	0.1
General revenues:						
Property Taxes	11.9	11.9	0.0	0.0	11.9	11.9
Other Taxes	14.1	13.8	0.0	0.0	14.1	13.8
Other	<u>0.7</u>	<u>0.3</u>	<u>0.1</u>	<u>(0.2)</u>	<u>0.8</u>	<u>0.1</u>
<b>Total revenues</b>	<u>32.1</u>	<u>30.8</u>	<u>8.4</u>	<u>7.5</u>	<u>40.5</u>	<u>38.3</u>
<b>Expenses</b>						
Governmental Activities						
General Government	4.7	6.2	0.0	0.0	4.7	5.7
Public Safety	16.5	15.8	0.0	0.0	16.5	16.7
Public Works	7.8	8.6	0.0	0.0	7.8	8.2
Interest on Debt	1.0	0.7	0.0	0.0	1.0	0.7
Business Type						
Waterworks and Sewerage	<u>0.0</u>	<u>0.0</u>	<u>11.1</u>	<u>9.1</u>	<u>11.1</u>	<u>9.1</u>
<b>Total expenses</b>	<u>30.0</u>	<u>31.3</u>	<u>11.1</u>	<u>9.1</u>	<u>41.1</u>	<u>40.4</u>
<b>Excess (Deficiency) before Transfers</b>	2.1	(0.5)	(2.7)	(1.6)	0.6	(2.1)
Transfers in (out)	<u>0.0</u>	<u>0.0</u>	<u>0.0</u>	<u>0.0</u>	<u>0.0</u>	<u>0.0</u>
<b>Change in Net Position</b>	<u>2.1</u>	<u>(0.5)</u>	<u>(2.7)</u>	<u>(1.6)</u>	<u>(0.6)</u>	<u>(2.1)</u>
<b>Ending Net Position</b>	<u>120.4</u>	<u>119.9</u>	<u>42.1</u>	<u>40.5</u>	<u>162.4</u>	<u>160.4</u>

**VILLAGE OF MUNDELEIN, ILLINOIS  
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**

**Normal Impacts**

There are eight basic impacts on revenues and expenses as reflected below.

**Revenues:**

**Economic Condition** which can reflect a declining, stable or growing economic environment and has a substantial impact on state income, sales and home-rule sales tax revenue as well as public spending habits for building permits, elective user fees and volumes of consumption.

**Increase/Decrease in Village approved rates** - while certain tax rates are set by statute, the Village Board has significant authority to impose and periodically increase/decrease rates (water, wastewater, impact fee, building fees, home rule sales tax, etc.)

**Changing Patterns in Intergovernmental and Grant Revenue (both recurring and nonrecurring)** - certain recurring revenues (state shared revenues, etc.) may experience significant changes periodically while non-recurring (or one-time) grants are less predictable and often distorting in their impact on year to year comparisons.

**Market Impacts on Investment income** - the Village's investment portfolio is managed using a longer average maturity than most governments and the market condition may cause investment income to fluctuate more than alternative shorter-term options.

**Expenses:**

**Introduction of New Programs** - within the functional expenditure categories (Public Safety, Public Works, General Government, etc.) individual programs may be added or deleted to meet changing community needs.

**Increase in Authorized Personnel** - changes in service demand may cause the Village Board to increase/decrease authorized staffing. Staffing costs (salary and related benefits) represent significant portions of the Village's operating cost.

**Salary Increases (annual adjustments and merit)** - the ability to attract and retain human and intellectual resources requires the Village to strive to approach a competitive salary range position in the marketplace.

**Inflation** while overall inflation appears to be reasonably modest; the Village is a major consumer of certain commodities such as supplies, fuels and parts. Some functions may experience unusual commodity specific increases.

**Current Year Impacts**

***Governmental Activities***

**Revenue:**

Total revenues decreased \$1.3 million from \$32.1 million to \$30.8 million.

The governmental activities general revenue includes property taxes, and other taxes (sales tax, home-rule sales tax, hotel-motel tax, and state shared income tax). The Equalized Assessed Value (EAV) decreased 6% to \$755,958,958.

**VILLAGE OF MUNDELEIN, ILLINOIS  
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**

**Expenses:**

The Village's Governmental Activities total expenses increased by \$1.3 million from \$30.0 to \$31.3 million.

The Village's general government function expenses increased by \$1.5 million with expenses in anticipation of the move to the new Village Hall. The Village's Public Safety function expense decreased by \$0.7 million. The Village's Public Works function expense increased by \$0.8 million due to snow and tree removal costs. The Village increased its capital investing in infrastructure.

***Business-type Activities***

**Revenues:**

Total Business-type Activity revenues decreased from \$8.4 to \$7.5 million.

The Business-type activities program revenues for charges were lower due to wetter conditions and lower consumption.

**Expenses:**

Total Business-type activity expenses decreased to \$9.1 million due to lower usage and water purchases.

**FINANCIAL ANALYSIS OF THE VILLAGE'S FUNDS**

**Governmental Funds**

For the fiscal year ended April 30, 2014, the governmental funds reflect a combined fund balance of \$25.2 million, which is a decrease of \$9.1 million. The fund balance of the Capital Development fund decreased by \$8.4 million due to the construction of the new Village Hall.

**General Fund Budgetary Highlights**

The Village of Mundelein falls under the provisions of 65 ILCS 5/8-2-9 of the Illinois Statutes regarding annual appropriations for municipalities of less than 500,000 inhabitants. The appropriation ordinance is the corporate authority's authorization to expend sums of money deemed necessary to defray all necessary expenses and liabilities of the municipality and is approved by the Village Board annually. As such, the figures presented in this report are Village appropriations but for reporting purposes are titled budget. The appropriation ordinance is derived from and expands upon an annual operating budget approved by the Village Board. The annual operating budget is the internal document used by the Village to control day to day expenses of the Village and to plan for long-range capital infrastructure improvements. The annual operating budget plus funds on-hand are included in the appropriation totals. This Ordinance was primarily for the purpose of transferring appropriation amounts within a fund.

**VILLAGE OF MUNDELEIN, ILLINOIS  
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**

**General Fund Budget Highlights**

General Fund	Original Budget	FY 2014 (in Millions)	
		Amended Budget	Actual
Revenues and Transfers			
Taxes	12.8	12.8	13.3
Other	10.6	10.6	11.2
Transfers	<u>0.0</u>	<u>0.0</u>	<u>0.0</u>
<b>Total</b>	\$23.6	\$23.6	\$24.5
Expenditures and Transfers			
Expenditures	30.8	30.8	23.5
Transfers	<u>1.2</u>	<u>1.2</u>	<u>1.4</u>
<b>Total</b>	\$32.0	\$32.0	\$24.9
Change in Fund Balance	<u>-\$8.4</u>	<u>-\$8.4</u>	<u>-\$0.3</u>

The General Fund actual revenues were \$0.9 million more than the original budget. The Taxes category of revenues was \$0.5 million more than the original budget while the Other category of revenues was \$0.6 more than the original budget. Changes in state income taxes accounted for the majority of the difference. Additionally fees, charges for services, and permits were higher than expected.

The General Fund actual expenditures were \$7.1 million less than the original budget and amended budget. Continued cost-containment measures allowed for these expenditures to be under budget.

**VILLAGE OF MUNDELEIN, ILLINOIS  
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**

**Capital Assets**

At the end of FYE14, the Village had invested \$147 million net of depreciation in a variety of capital assets and infrastructure, as reflected in the following schedule. See Notes to Financial Statement #5 for further detail.

**Table 3  
Capital Assets at Year End  
Net of Depreciation  
(In Millions)**

	Governmental		Business-Type		Total Primary	
	Activities		Activities		Government	
	2013	2014	2013	2014	2013	2014
Land	49.1	49.5	1.7	1.9	50.9	51.4
CIP	3.1	11.9	1.0	0.1	4.1	12.0
Buildings	15.2	14.8	14.3	13.9	29.6	28.8
Land Improvements	0.3	0.2	0.0	0.0	0.3	0.2
Machinery & Equipment	2.3	2.9	0.5	0.8	2.3	3.7
Sidewalks	5.2	5.0	0.0	0.0	5.2	5.0
Streets	18.4	17.6	0.0	0.0	18.4	17.6
Traffic Signals	0.1	0.0	0.0	0.0	0.1	0.0
Storm Sewers	11.3	11.1	0.0	0.0	11.3	11.1
Water & Sanitary Sewer	<u>0.0</u>	<u>0.0</u>	<u>17.5</u>	<u>17.2</u>	<u>17.5</u>	<u>17.2</u>
	<u>105.0</u>	<u>113.1</u>	<u>34.9</u>	<u>34.0</u>	<u>139.9</u>	<u>147.1</u>

**VILLAGE OF MUNDELEIN, ILLINOIS  
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**

**Table 4  
Change in Capital Assets  
(in Millions)**

	<b>Governmental Activities</b>	<b>Business – Type Activities</b>	<b>Total Primary Government</b>
<b>Beginning Balance</b>	105.0	34.9	139.9
<b>Additions</b>			
Depreciable	1.3	1.7	3.0
Non-depreciable	0.4	0.2	0.6
CIP	8.8	0.1	8.9
<b>Retirements</b>			
Depreciable	0.0	0.0	0.0
Non-depreciable	0.0	0.0	0.0
CIP	0.0	1.0	1.0
<b>Depreciation</b>	<u>2.4</u>	<u>1.9</u>	<u>4.3</u>
<b>Ending balance</b>	<u>113.1</u>	<u>34.0</u>	<u>147.1</u>

**Debt Outstanding**

In 1998, the Village issued General Obligation Bonds as the first in a planned three issues to fund the construction of a new fire station, new fire station headquarters and a new police station. In 1999, the Village issued General Obligation Bonds, the second and last issue, relating to the new public safety facilities. The Village authorized the refunding of the 1998 series bonds and the advanced refunding of the 1999 series bonds, which settled during FYE 2011. The new 2010B General Obligation Bond issues has an outstanding balance of \$7.5 million. In December 2013, the Village issued \$3.2 million in General Obligation Refunding Bonds, Series 2013. The 2013 Bonds refunded the 2005 Series Bonds. The Village of Mundelein's Moody's rating increased from AA2 to AA1 with the refunding and advanced refunding issues.

In 1998, the Village received an Illinois Environmental Protection Agency \$5.3 million loan under their revolving loan program. As of April 30, 2014 the Village owes \$1.5 million in principal. Since the loan was issued for the acquisition of capital assets for the wastewater system, it is reported as a business-type activity.

In July 2010 the Village issued \$7.1 million in Taxable General Obligation Bonds, Series 2010A. The proceeds of which were used to acquire land in the Tax Increment Financing district. As of April 30, 2014, the Village owes \$7.1 million in principal.

The Village, under its home rule authority, does not have a legal debt limit. For additional information, refer to Note #6.

**Economic Factors**

In January 2005, the Village Board created a 99-acre Tax Increment Financing District (TIF) and authorized Tax Increment Financing for the core downtown area surrounding the commuter rail station.

The national unemployment rate-seasonally adjusted for July 2014 was 6.2%. As of July 2014, the Bureau of Labor Statistics show the unemployment rate in Illinois at 6.8%, while the unemployment rate for June 2013 for the Lake County Area was at 7.2%.

**VILLAGE OF MUNDELEIN, ILLINOIS  
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)**

**CONTACTING THE VILLAGE'S FINANCIAL MANAGEMENT**

This financial report is designed to provide our citizens, customers, investors and creditors with a general overview of the Village's finances and to demonstrate the Village's accountability for the money it receives. Questions concerning this report or requests for additional financial information should be directed to Doug Haywood, Finance Director, Village of Mundelein, 300 Plaza Circle, Mundelein, Illinois 60060.

## **BASIC FINANCIAL STATEMENTS**

**Village of Mundelein, Illinois**  
**Statement of Net Position**  
**April 30, 2014**

	Governmental Activities	Business-Type Activities	Total
<b>Assets</b>			
Current			
Cash and investments	\$ 28,641,377	\$ 280,944	\$ 28,922,321
Restricted cash and investments	-	6,770,348	6,770,348
Receivables			
Property taxes	12,519,316	-	12,519,316
Accounts	195,635	1,521,286	1,716,921
Accrued interest	77,447	14,621	92,068
Inventories	15,014	-	15,014
Deposit - IRMA	1,512,240	248,840	1,761,080
Net pension asset	569,791	-	569,791
Prepaid items	600,083	103,366	703,449
Due from other governments	2,956,989	-	2,956,989
Total current assets	<u>47,087,892</u>	<u>8,939,405</u>	<u>56,027,297</u>
Noncurrent			
Capital assets (net of accumulated depreciation)			
Land	49,493,214	1,876,764	51,369,978
Construction in progress	11,910,387	124,881	12,035,268
Buildings	14,832,525	13,926,816	28,759,341
Improvements other than buildings	236,230	17,224,035	17,460,265
Machinery, equipment and vehicles	2,873,620	836,663	3,710,283
Sidewalks	5,026,189	-	5,026,189
Streets, curbs and gutters	17,564,144	-	17,564,144
Traffic signals	22,279	-	22,279
Storm sewers	11,142,333	-	11,142,333
Net capital assets	<u>113,100,921</u>	<u>33,989,159</u>	<u>147,090,080</u>
Total assets	<u>160,188,813</u>	<u>42,928,564</u>	<u>203,117,377</u>
<b>Deferred Outflows of Resources</b>			
Unamortized Loss on Refunding	<u>203,210</u>	<u>-</u>	<u>203,210</u>
Total Assets and Deferred Outflows of Resources	<u>160,392,023</u>	<u>42,928,564</u>	<u>203,320,587</u>

The accompanying notes are an integral part of this statement.

**Village of Mundelein, Illinois**  
**Statement of Net Position - Continued**  
**April 30, 2014**

	Governmental Activities	Business-Type Activities	Total
<b>Liabilities</b>			
Current			
Accounts payable	\$ 2,096,216	\$ 542,916	\$ 2,639,132
Accrued payroll	1,021,473	134,188	1,155,661
Accrued interest payable	240,771	-	240,771
Refundable deposits	-	111,018	111,018
Compensated absences payable	775,118	97,008	872,126
Other liabilities	679,016	-	679,016
General obligation bonds payable	1,450,705	-	1,450,705
IEPA loan payable	-	310,517	310,517
Total current liabilities	<u>6,263,299</u>	<u>1,195,647</u>	<u>7,458,946</u>
Noncurrent			
Compensated absences payable	683,763	73,702	757,465
IEPA loan payable	-	1,159,737	1,159,737
Net other post-employment obligation	124,784	-	124,784
General obligation bonds payable, net	<u>15,949,792</u>	<u>-</u>	<u>15,949,792</u>
Total noncurrent liabilities	<u>16,758,339</u>	<u>1,233,439</u>	<u>17,991,778</u>
Total liabilities	<u>23,021,638</u>	<u>2,429,086</u>	<u>25,450,724</u>
<b>Deferred Inflows of Resources</b>			
Unavailable Property Tax Revenue	12,519,316	-	12,519,316
Unavailable Grant Revenue	<u>4,993,665</u>	<u>-</u>	<u>4,993,665</u>
Total Deferred Inflows of Resources	<u>17,512,981</u>	<u>-</u>	<u>17,512,981</u>
<b>Net Position</b>			
Net Investment in Capital Assets	95,700,424	32,518,905	128,219,329
Restricted			
Debt service	1,412,038	-	1,412,038
Capital improvements	995,729	6,578,102	7,573,831
Public Works	5,405,708	-	5,405,708
Employee benefits	924,216	-	924,216
Public safety	693,826	-	693,826
Unrestricted	<u>14,725,463</u>	<u>1,402,471</u>	<u>16,127,935</u>
Total net position	<u>\$ 119,857,404</u>	<u>\$ 40,499,478</u>	<u>\$ 160,356,882</u>

The accompanying notes are an integral part of this statement.

**Village of Mundelein, Illinois**  
**Statement of Activities**  
**Year Ended April 30, 2014**

Functions/Programs	Expenses	Program Revenues			Net (Expense), Revenue and Changes in Net Position		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total
Governmental activities							
General government	\$ 6,211,189	\$ 2,508,367	\$ -	\$ -	\$ (3,702,822)	\$ -	\$ (3,702,822)
Public safety	15,803,291	893,825	53,770	-	(14,855,696)	-	(14,855,696)
Public works	8,611,308	-	1,272,990	93,835	(7,244,483)	-	(7,244,483)
Interest expense	685,677	-	-	-	(685,677)	-	(685,677)
Total governmental activities	<u>31,311,465</u>	<u>3,402,192</u>	<u>1,326,760</u>	<u>93,835</u>	<u>(26,488,678)</u>	<u>-</u>	<u>(26,488,678)</u>
Business-type activities							
Waterworks and sewerage	<u>9,135,321</u>	<u>7,730,160</u>	<u>-</u>	<u>45,486</u>	<u>-</u>	<u>(1,359,675)</u>	<u>(1,359,675)</u>
<b>Total</b>	<u>\$ 40,446,786</u>	<u>\$ 11,132,352</u>	<u>\$ 1,326,760</u>	<u>\$ 139,321</u>	<u>\$ (26,488,678)</u>	<u>\$ (1,359,675)</u>	<u>\$ (27,848,353)</u>
General revenues							
Taxes							
					11,874,166	-	11,874,166
					3,406,534	-	3,406,534
					310,767	-	310,767
					160,062	-	160,062
					273,591	-	273,591
					1,071,036	-	1,071,036
					623,833	-	623,833
Intergovernmental							
					4,791,090	-	4,791,090
					2,482,799	-	2,482,799
					545,005	-	545,005
					171,548	-	171,548
					2,030	(226,341)	(224,311)
					278,969	-	278,969
					<u>25,991,430</u>	<u>(226,341)</u>	<u>25,765,089</u>
					(497,248)	(1,586,016)	(2,083,264)
					<u>120,354,652</u>	<u>42,085,494</u>	<u>162,440,146</u>
					<u>\$ 119,857,404</u>	<u>\$ 40,499,478</u>	<u>\$ 160,356,882</u>

The accompanying notes are an integral part of this statement.

**Village of Mundelein, Illinois**  
**Balance Sheet - Governmental Funds**  
**April 30, 2014**

	General Fund	Capital Development Fund	Capital Projects Fund	Nonmajor Governmental Funds	Total Governmental Funds
<b>Assets</b>					
Cash and investments	\$ 10,567,143	\$ 2,820,559	\$ 4,993,669	\$ 10,260,006	\$ 28,641,377
Receivables					
Property taxes	8,224,833	-	-	4,294,483	12,519,316
Accounts	195,635	-	-	-	195,635
Accrued interest	68,350	341	-	8,756	77,447
Inventories	15,014	-	-	-	15,014
Due from other funds	126,753	-	-	200,231	326,984
Due from other governments	2,899,168	-	-	57,821	2,956,989
Deposit - IRMA	1,512,240	-	-	-	1,512,240
Prepaid items	390,584	-	-	209,499	600,083
	<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>                    </u>
Total assets	<u>\$ 23,999,720</u>	<u>\$ 2,820,900</u>	<u>\$ 4,993,669</u>	<u>\$ 15,030,796</u>	<u>\$ 46,845,085</u>
<b>Liabilities</b>					
Accounts payable	\$ 512,990	\$ 1,346,390	\$ -	\$ 236,836	\$ 2,096,216
Accrued payroll	854,167	-	-	167,306	1,021,473
Due to other funds	200,231	-	-	126,753	326,984
Other liabilities	-	478,785	-	200,231	679,016
	<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>                    </u>
Total liabilities	<u>1,567,388</u>	<u>1,825,175</u>	<u>-</u>	<u>731,126</u>	<u>4,123,689</u>
Deferred inflows of resources					
Unavailable revenue	8,251,377	-	4,993,665	4,294,483	17,539,525
	<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>                    </u>
<b>Fund Balances</b>					
Nonspendable	1,917,838	-	-	209,499	2,127,337
Restricted					
Debt service	-	-	-	1,652,809	1,652,809
Capital improvements	-	995,725	4	-	995,729
Public Works	-	-	-	5,405,708	5,405,708
Employee benefits	-	-	-	924,216	924,216
Public safety	36,886	-	-	656,940	693,826
Assigned	-	-	-	1,301,174	1,301,174
Unassigned	12,226,231	-	-	(145,159)	12,081,072
	<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>                    </u>
Total fund balances	<u>14,180,955</u>	<u>995,725</u>	<u>4</u>	<u>10,005,187</u>	<u>25,181,871</u>
Total liabilities and fund balances	<u>\$ 23,999,720</u>	<u>\$ 2,820,900</u>	<u>\$ 4,993,669</u>	<u>\$ 15,030,796</u>	<u>\$ 46,845,085</u>

The accompanying notes are an integral part of this statement.

**Village of Mundelein, Illinois**  
**Reconciliation of the Balance Sheet of the Governmental Funds**  
**to the Statement of Net Position**  
**April 30, 2014**

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Total fund balances-governmental funds	\$	25,181,871
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.		113,100,921
Other long-term assets are not available to pay for current period expenditures and, therefore, are deferred in the funds.		26,544
The loss on refunding is recognized as incurred in the governmental funds, but is amortized over the life of the refunded bond in the Statement of Net Position.		203,210
The Net Pension Asset does not provide current resources, thus is not recognized in the funds.		569,791
Some liabilities, including bonds and notes payable, are not due and payable in the current period and, therefore, are not reported in the funds.		
Accrued interest payable		(240,771)
Net other post-employment obligation		(124,784)
General obligation bonds payable		(17,080,000)
Unamortized bond discount/(premium)		(320,497)
Compensated absences		(1,458,881)
Net position of governmental activities	\$	<u>119,857,404</u>

The accompanying notes are an integral part of this statement.

**Village of Mundelein, Illinois**  
**Statement of Revenues, Expenditures, and Changes in Fund Balances -**  
**Governmental Funds**  
**Year Ended April 30, 2014**

	General Fund	Capital Development Fund	Capital Projects Fund	Nonmajor Governmental Funds	Total Governmental Funds
<b>Revenues</b>					
Charges for services	\$ 1,868,310	\$ -	\$ -	\$ 91,765	\$ 1,960,075
Licenses and permits	538,495	-	-	-	538,495
Intergovernmental motor fuel tax	-	-	-	901,243	901,243
Grants	331,682	-	6,335	87,500	425,517
Donations	125,806	-	-	-	125,806
Fines and forfeits	741,475	-	-	-	741,475
Fees	-	-	-	103,632	103,632
Property taxes	8,114,643	-	-	3,759,523	11,874,166
Intergovernmental sales tax	4,314,782	-	-	476,308	4,791,090
Home rule sales tax	3,142,711	-	-	263,823	3,406,534
Hotel occupancy tax	310,767	-	-	-	310,767
Intergovernmental income tax	3,027,068	-	-	-	3,027,068
Use tax	545,005	-	-	-	545,005
Road and bridge tax	-	-	-	160,062	160,062
911 surcharge tax	-	-	-	273,591	273,591
Replacement tax	-	-	-	171,548	171,548
Telecommunications tax	1,071,036	-	-	-	1,071,036
Other taxes	119,549	-	-	504,284	623,833
Investment income	722	62	-	1,246	2,030
Miscellaneous	278,969	-	-	-	278,969
Total revenues	<u>24,531,020</u>	<u>62</u>	<u>6,335</u>	<u>6,794,525</u>	<u>31,331,942</u>
<b>Expenditures</b>					
<b>Current</b>					
General government	4,876,977	-	-	1,752,340	6,629,317
Public safety	14,634,407	-	-	1,488,031	16,122,438
Public works	3,989,295	-	6,335	3,487,407	7,483,037
Capital outlay	-	8,353,666	-	-	8,353,666
Debt service					
Principal	-	-	-	1,225,000	1,225,000
Interest and fiscal charges	-	-	-	715,346	715,346
Total expenditures	<u>23,500,679</u>	<u>8,353,666</u>	<u>6,335</u>	<u>8,668,124</u>	<u>40,528,804</u>
Excess (deficiency) of revenues over expenditures	<u>1,030,341</u>	<u>(8,353,604)</u>	<u>-</u>	<u>(1,873,599)</u>	<u>(9,196,862)</u>
<b>Other financing sources (uses)</b>					
Refunding Bonds Issued	-	-	-	3,210,000	3,210,000
Payment to Refunding Bonds Escrow	-	-	-	(3,372,952)	(3,372,952)
Premium on long term debt	-	-	-	246,523	246,523
Transfer in	-	-	-	1,360,000	1,360,000
Transfer out	(1,360,000)	-	-	-	(1,360,000)
Total other financing sources (uses)	<u>(1,360,000)</u>	<u>-</u>	<u>-</u>	<u>1,443,571</u>	<u>83,571</u>
Net change in fund balances	(329,659)	(8,353,604)	-	(430,028)	(9,113,291)
Fund balances - beginning, as restated	<u>14,510,614</u>	<u>9,349,329</u>	<u>4</u>	<u>10,435,215</u>	<u>34,295,162</u>
Fund balances - ending	<u>\$ 14,180,955</u>	<u>\$ 995,725</u>	<u>\$ 4</u>	<u>\$ 10,005,187</u>	<u>\$ 25,181,871</u>

The accompanying notes are an integral part of this statement.

**Village of Mundelein, Illinois**  
**Reconciliation of the Statement of Revenues, Expenditures, and Changes**  
**in Fund Balances of Governmental Funds to the Statement of Activities**  
**Year Ended April 30, 2014**

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Net change in fund balances-total governmental funds \$ (9,113,291)

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

Governmental funds report capital outlays as expenditures while governmental activities report depreciation expense to allocate those expenditures over the lives of the assets.

Capital Outlay	10,418,297
Depreciation	(2,374,247)

The issuance of long-term debt provides current financial resources, while the repayment of debt consumes the current financial resources of governmental funds. Also, governmental funds report the effect of premiums and similar items when the debt is first issued, whereas these amounts are deferred and amortized in the Statement of Activities.

Principal retirement	1,225,000
Proceeds from long term debt	(3,210,000)
Payment to escrow bond refunding agent	3,372,952
Adjustment to capitalize and amortize premiums	(208,973)
Amortization of deferred amount on refunding	(21,942)

Revenues in the statement of activities not providing current financial resources are not reported in the funds. (517,725)

Some expenses reported in the Statement of Activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds. These activities consist of:

Decrease in net pension asset	(159,876)
Increase in other post-employment obligation	(20,893)
Decrease in accrued interest payable	29,669
Decrease in compensated absences	83,781

Change in net position of governmental activities	\$ (497,248)
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The accompanying notes are an integral part of this statement.

**Village of Mundelein, Illinois**  
**Proprietary Fund**  
**Statement of Net Position**  
**April 30, 2014**

	Business-Type Activities
	Waterworks and Sewerage Fund
<b>Assets</b>	
Current	
Cash and investments	\$ 280,944
Restricted cash and investments	6,770,348
Accounts receivable	1,521,286
Accrued interest receivable	14,621
IRMA Deposit	248,840
Prepaid expenses	103,366
	8,939,405
Noncurrent	
Capital assets, net of accumulated depreciation	33,989,159
Total assets	42,928,564
<b>Liabilities</b>	
Current	
Accounts payable	542,916
Accrued payroll	134,188
Deposits payable	111,018
Compensated absences	97,008
IEPA loan payable	310,517
Total current liabilities	1,195,647
Noncurrent	
Compensated absences	73,702
IEPA loan payable	1,159,737
Total noncurrent liabilities	1,233,439
Total liabilities	2,429,086
<b>Net Position</b>	
Net Investment in capital assets	32,518,905
Restricted for capital improvements	6,558,105
Unrestricted	1,422,468
Total net position	\$ 40,499,478

The accompanying notes are an integral part of this statement.

**Village of Mundelein, Illinois**  
**Proprietary Fund**  
**Statement of Revenues, Expenses, and Changes in Fund Net Position**  
**Year Ended April 30, 2014**

	Business-Type Activities Waterworks and Sewerage Fund
Operating revenues	
Charges for services	
Water and sewer sales	\$ 7,730,160
Operating expenses	
(excluding depreciation)	<u>7,162,527</u>
Operating income before depreciation	567,633
Depreciation	<u>1,923,748</u>
Operating loss	<u>(1,356,115)</u>
Nonoperating revenues (expenses)	
Investment income	(226,341)
Interest expense	<u>(49,046)</u>
Total nonoperating revenues (expenses)	<u>(275,387)</u>
Decrease in net position before capital contributions	(1,631,502)
Capital contributions	
Expansion fees	<u>45,486</u>
Change in net position	(1,586,016)
Net position - beginning, as restated	<u>42,085,494</u>
Net position - ending	<u><u>\$ 40,499,478</u></u>

The accompanying notes are an integral part of this statement.

**Village of Mundelein, Illinois**  
**Proprietary Fund - Statement of Cash Flows**  
**Year Ended April 30, 2014**

	Business-Type Activities
	Waterworks and Sewerage Fund
Cash flows from operating activities	
Cash received from residents for services	\$ 7,656,585
Payments to employees	(2,529,524)
Payments to suppliers	(4,710,437)
Net cash provided by operating activities	416,624
Cash flows from noncapital financing activities	
Interfund receipts	92,369
Cash flows from capital and related financing activities	
Capital assets purchased	(976,262)
Cash received from residents for escrow deposits	4,573
Cash received from residents for expansion fees	45,486
Principal paid on IEPA note payable	(301,734)
Interest paid on IEPA note payable	(49,046)
Net cash used in capital and related financing activities	(1,276,982)
Cash flows from investing activities	
Cash receipts from interest income	682
Net increase in investing activities	682
Net decrease in cash and equivalents	(767,307)
Cash and equivalents - beginning	4,353,890
Cash and equivalents - ending	\$ 3,586,583

(Continued)

The accompanying notes are an integral part of this statement.

**Village of Mundelein, Illinois**  
**Proprietary Fund - Statement of Cash Flows (Continued)**  
**Year Ended April 30, 2014**

	Business-Type Activities Waterworks and Sewerage Fund
Reconciliation of operating loss to net cash provided by operating activities	
Operating loss	\$ (1,356,115)
Adjustments to reconcile operating loss to net cash provided by operating activities	
Depreciation	1,923,748
Changes in assets and liabilities	
Accounts receivable	(73,575)
Prepaid items	(45,977)
Accounts payable	(67,882)
Accrued payroll	28,905
Compensated absences payable	7,520
Total adjustments	1,772,739
Net cash provided by operating activities	\$ 416,624
Reconciliation to Statement of Net Position	
Cash and investments	
Unrestricted	\$ 280,944
Restricted	\$ 6,770,348
Total cash and investments	\$ 7,051,292
Less Investments	(3,464,709)
Cash and cash equivalents	\$ 3,586,583

The accompanying notes are an integral part of this statement.

**Village of Mundelein, Illinois**  
**Pension Trust Funds and Agency Funds - Statement of Fiduciary Net Position**  
**April 30, 2014**

	Pension Trust Funds	Agency Funds
<b>Assets</b>		
Cash and equivalents	\$ 63,516	\$ 1,125,460
Investments		
U.S. government and agency obligations	10,501,266	-
Municipal bonds	531,662	-
Corporate bonds	6,312,579	-
Money market funds	1,261,353	-
Mutual funds	12,553,579	-
Common Stock	7,035,372	-
	<u>38,259,327</u>	<u>1,125,460</u>
Receivables		
Accrued interest	123,376	-
Prepays	<u>26,803</u>	<u>-</u>
Total assets	<u>\$ 38,409,506</u>	<u>\$ 1,125,460</u>
<b>Liabilities</b>		
Deposits payable	\$ -	\$ 322,893
Other liabilities	<u>11,171</u>	<u>802,567</u>
Total liabilities	<u>11,171</u>	<u>1,125,460</u>
<b>Net Position</b>		
Held in trust for pension benefits	<u>\$ 38,398,335</u>	<u>\$ -</u>

The accompanying notes are an integral part of this statement.

**Village of Mundelein, Illinois**  
**Pension Trust Funds - Statement of Changes in Fiduciary Net Position**  
**Year Ended April 30, 2014**

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Additions	
Contributions	
Employer	\$ 1,603,547
Participants	<u>681,924</u>
	<u>2,285,471</u>
Investment income	
Net appreciation in fair value of investments	1,846,561
Investment income	975,230
Less investment expenses	<u>(198,238)</u>
	<u>2,623,553</u>
Total additions	<u>4,909,024</u>
Deductions	
Administration	59,891
Pension benefits and refunds	<u>2,168,777</u>
Total deductions	<u>2,228,668</u>
Change in net position	2,680,356
Net position - beginning, as restated	<u>35,717,979</u>
Net position - ending	<u><u>\$ 38,398,335</u></u>

The accompanying notes are an integral part of this statement.

**Village of Mundelein, Illinois**  
**Notes to Financial Statements**  
**April 30, 2014**

**Note 1. Summary of Significant Accounting Policies**

The Village of Mundelein, Illinois (Village) was incorporated under a charter granted by the Illinois State Legislature in 1909. The Village is a home rule municipality which operates under the management form of municipal government as provided in Chapter 65, Article 5 of the Illinois Compiled Statutes. The Village provides many services to residents including police and fire protection, water and sewer service, planning and zoning and general administrative services.

The accounting policies of the Village of Mundelein, Illinois conform to accounting principles generally accepted in the United States of America as applicable to governments. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The following is a summary of the more significant accounting policies:

**(a) Financial Reporting Entity**

As defined by generally accepted accounting principles established by the Governmental Accounting Standards Board (GASB), the financial reporting entity consists of the primary government, as well as component units, which are legally separate organizations for which elected officials of the primary government are financially accountable. Financial accountability is defined as:

- (1) Appointment of a voting majority of the component unit's board, and either a) the ability to impose will by the primary government, or b) the possibility that the component unit will provide a financial benefit to or impose a financial burden on the primary government; or
- (2) Fiscal dependency on the primary government.

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 Mayor, one elected pension beneficiary, and two elected active 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 the Village's contribution levels. Although it is legally separate from the Village, the PPERS is reported as if it were part of the primary government because its sole purpose is to provide retirement benefits for the Village's police employees. The PPERS is reported as a pension trust fund.

The Village's sworn full-time 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. Two members appointed by the Mayor, one elected pension beneficiary, and two elected active firefighters 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 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 the Village's 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 full-time firefighters. The FPERS is reported as a pension trust fund.

**Village of Mundelein, Illinois**  
**Notes to Financial Statements**  
**April 30, 2014**

**Note 1. Summary of Significant Accounting Policies (Continued)**

**(b) Government-wide and Fund Financial Statements**

**Government-wide Financial Statements:** The government-wide Statement of Net Position and Statement of Activities report the overall financial activity of the Village. Eliminations have generally been made to minimize the double-counting of internal activities of the Village; however, interfund services provided and used are not eliminated in the process of consolidation. The financial activities of the Village consist of governmental activities, which are primarily supported by taxes and intergovernmental revenues, and business-type activities, which rely to a significant extent on fees and charges for services.

The Statement of Net Position presents the Village's non-fiduciary assets and liabilities with the difference reported in three categories:

**Net investment in capital assets** consists of capital assets, net of accumulated depreciation and reduced by outstanding balances for bonds and other debt that are attributable to the acquisition, construction, or improvement of those assets.

**Restricted net position** results when constraints placed on net position use are either externally imposed by creditors, grantors, contributors, and the like, or imposed by law through constitutional provisions or enabling legislation.

**Unrestricted net position** consists of net position that does not meet the criteria of the two preceding categories.

The Statement of Activities demonstrates the degree to which the direct expenses of a given function (i.e. general government, public safety, etc.) are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include (a) charges paid by the recipients of goods or services offered by the programs (including fines and fees), and (b) grants and contributions that are restricted to meeting the operational requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues.

Fiduciary funds are excluded from the government-wide financial statements.

**Fund Financial Statements:** Separate financial statements are provided for governmental funds, proprietary funds and fiduciary (pension trust and agency) funds, even though the latter are excluded from the government-wide financial statements. The fund financial statements provide information about the Village's funds. The emphasis of fund financial statements is on major governmental funds, each displayed in a separate column. The Village has the following major governmental funds – the General Fund, Capital Development Fund, and the Capital Projects Fund. All remaining governmental funds are aggregated and reported as nonmajor governmental funds. The Village has one major enterprise fund – Waterworks and Sewerage Fund.

The Village administers the following major governmental funds:

**General Fund** – This is the Village's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund. The services which are

**Village of Mundelein, Illinois**  
**Notes to Financial Statements**  
**April 30, 2014**

**Note 1. Summary of Significant Accounting Policies (Continued)**

**(b) Government-wide and Fund Financial Statements (continued)**

administered by the Village and accounted for in the general fund include general government, public safety and public works.

**Capital Development Fund** – This capital projects fund accounts for revenues derived from development fees from contractors for the purpose of meeting the costs of various Village projects and expenditures at the Village’s discretion.

**Capital Projects Fund** – This capital projects fund accounts for revenues derived from a state grant for the purpose of meeting the costs of various Village expenditures near one intersection.

The Village administers the following major proprietary fund:

**Waterworks and Sewerage Fund** – This fund accounts for the provision of water and sewer 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, maintenance, financing and related debt service and billing and collection.

Additionally, the Village administers fiduciary (pension trust and agency) funds for assets held by the Village in a fiduciary capacity on behalf of certain public safety employees and developers. The Village reports two pension trust funds, the Police Pension Fund and Firefighters Pension Fund, which account for resources accumulated for retirement annuities for sworn police officers and uniformed fire department personnel. The Village reports the following agency funds; the Special Assessments Fund, the Deposits Fund and the Reimbursement Escrow Fund. These funds hold various monies collected by the Village from property owners and developers.

**(c) Measurement Focus and Basis of Accounting and Financial Statement Presentation**

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flow takes place. Nonexchange transactions, in which the Village gives (or receives) value without directly receiving (or giving) equal value in exchange, include various taxes, State shared revenues and various State, Federal and local grants. On an accrual basis, revenues from taxes are recognized when the Village has a legal claim to the resources. Grants, entitlements, State shared revenues and similar items are recognized in the fiscal year in which all eligibility requirements imposed by the provider have been met.

Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the Village considers revenues to be available if they are collected within 90 days of the end of the current fiscal year (60 days for property taxes).

**Village of Mundelein, Illinois**  
**Notes to Financial Statements**  
**April 30, 2014**

**Note 1. Summary of Significant Accounting Policies (Continued)**

**(c) Measurement Focus and Basis of Accounting and Financial Statement Presentation (continued)**

Significant revenue sources which are susceptible to accrual include property taxes, other taxes, grants, charges for services, and interest. All other revenue sources are considered to be measurable and available only when cash is received.

Expenditures generally are recorded when the liability is incurred, as under accrual accounting. However, compensated absences are recorded as a liability in governmental funds only when payment is due (upon employee retirement or termination). General capital asset acquisitions are reported as expenditures in governmental funds.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services in connection with the proprietary fund's principal ongoing operations.

When both restricted and unrestricted resources are available for use, it is the government's policy to use restricted resources first, then unrestricted resources as they are needed.

**(d) Cash and Cash Equivalents**

For purposes of the Statement of Cash Flows, the Village's proprietary fund types consider as cash equivalents all highly liquid investments with an original maturity of three months or less when purchased.

**(e) Investments**

Investments are reported at fair value. Fair value is based on quoted market prices.

**(f) Inventory and Prepaid Items**

Inventories are accounted for at cost, using the last-in, first-out method. Inventories are accounted for under the consumption method, whereby acquisitions are recorded in inventory accounts initially and charged as expenditures when used.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items. Prepaids are accounted for on the consumption method.

**(g) Capital Assets**

Capital assets which include land, streets and bridges, buildings, storm sewers, sanitary sewers, water mains and vehicles are reported in the applicable governmental or business-type activities columns in the government-wide and proprietary fund financial statements. Capital assets are defined as assets with an initial, individual cost of more than \$10,000, and an estimated useful life of greater than one year. Additions or improvements that significantly extend the useful life of an asset, or that significantly increase the capacity of an asset, are capitalized. Expenditures for asset acquisitions and improvements are stated as capital outlay expenditures in the governmental funds.

Interest incurred during the construction phase of capital assets is reflected in the capitalized value of the asset constructed, net of interest earned on the invested proceeds over the same period.

**Village of Mundelein, Illinois**  
**Notes to Financial Statements**  
**April 30, 2014**

**Note 1. Summary of Significant Accounting Policies (Continued)**

**(g) Capital Assets (continued)**

The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend the assets' lives are not capitalized.

Depreciation of capital assets is recorded in the Statement of Activities with accumulated depreciation recorded in the government-wide and proprietary fund financial statements and is provided on the straight-line basis over the following estimated useful lives:

	<u>Years</u>
Buildings	50
Improvements other than buildings	20
Machinery and equipment	5
Vehicles	5-15
Streets, curbs and gutters	30
Sidewalks	50
Storm and sanitary sewers and water mains	75
Traffic signals	20

Gains or losses from sales or retirements of capital assets are included in the Statement of Activities.

**(h) Deferred Inflows/Outflows of Resources**

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/ expenditure) until then. The government only has one item that qualifies for reporting in this category. It is the deferred charge on refunding reported in the government-wide statement of net position. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt. In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The government has two types of items that qualify for reporting in this category. Accordingly, the items, unavailable property taxes and unavailable grant revenue, are reported.

	<u>Deferred</u>
	<u>Inflows</u>
Unavailable property taxes	\$12,519,316
Unearned grant revenue	<u>4,993,665</u>
	<u>\$17,512,981</u>

**Village of Mundelein, Illinois**  
**Notes to Financial Statements**  
**April 30, 2014**

**Note 1. Summary of Significant Accounting Policies (Continued)**

**(i) Compensated Absences**

It is the Village's policy to permit employees to accumulate earned but unused vacation and sick pay benefits upon employee retirement or termination. No governmental fund liability is recorded for unpaid accumulated sick leave other than the portion of accumulating sick leave benefits that is estimated will be taken as "terminal leave" at retirement. Vacation pay time is provided to employees each January 1<sup>st</sup> that must be used within the subsequent 15 months. Failure to use vacation time within the stipulated period results in the employee forfeiting the unused portion of the vacation. A liability is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements. The General and Waterworks and Sewerage Funds are typically used to liquidate these liabilities.

**(j) Long-Term Obligations**

In the government-wide financial statements and proprietary fund financial statements, long-term debt and other long-term obligations, including compensated absences, are reported as liabilities in the applicable governmental or business-type activities and proprietary fund Statement of Net Position. Bond premiums and discounts, as well as amounts from debt refunding transactions, are deferred and amortized over the life of the bonds using the effective interest method.

In the fund financial statements, governmental funds recognize bond premiums and discounts, 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 in the period incurred.

Debt service funds are specifically established to account for and service the long-term obligations for the governmental funds debt. Enterprise funds individually account for and service the applicable debt that benefits those funds. Long-term debt is recognized as a liability in a governmental fund when due, or when resources have been accumulated for payment early in the following year.

**(k) Fund Equity**

In the governmental fund financial statements, governmental funds report nonspendable fund balance for amounts that cannot be spent because they are either:

- a. not in spendable form; or
- b. legally or contractually required to be maintained intact.

Restricted fund balance is reported 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 is reported for amounts that are constrained to a specific purpose by a government itself, using its highest level of decision-making authority; for the Village, that can be

**Village of Mundelein, Illinois**  
**Notes to Financial Statements**  
**April 30, 2014**

**Note 1. Summary of Significant Accounting Policies (Continued)**

**(k) Fund Equity (continued)**

adoption of a resolution prior to the end of the year. Once adopted, the limitation remains in place until a similar action is taken (adoption of another resolution) to remove or revise the limitation.

Assigned fund balances are amounts included in the Village's Capital Improvement Plan approved by the Village Board.

Unassigned fund balance is the residual classification for the General Fund.

When committed, assigned, and unassigned amounts are available for use, it is the Village's policy to use committed resources first, then assigned resources, then unassigned resources as they are needed.

**(l) Capital Contributions**

Capital contributions (if any) reported in the governmental and proprietary funds represent capital assets donated from outside parties, principally developers, and transfers of capital assets from governmental funds to the Waterworks and Sewerage Fund.

**(m) Accounting Estimates**

The preparation of the financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements, and the reported amount of revenues and expenditures/expenses during the period. Actual results could differ from these estimates.

**(n) Interfund Transactions**

The Village has the following types of transactions between funds:

**Loans and advances** – amounts provided with a requirement for repayment. Interfund loans are reported as due from other funds in lender funds and due to other funds in borrower funds for short-term borrowings and advances to other funds in lender funds and advances from other funds in borrower funds for long-term borrowings. Net amounts between governmental and business-type activities are reported as internal balances in the government-wide statement of net position, except for amounts between similar activities, which have been eliminated.

**Services provided and used** – sales and purchases of goods and services between funds are recorded at a price approximating their external exchange value. Interfund services provided and used are reported as revenues in seller funds and expenditures or expenses in purchaser funds. Unpaid amounts are reported as due to/from other funds in the fund balance sheets or fund statements of net position. Amounts have generally been eliminated with the government-wide financial statements.

**Reimbursements** – repayments from the funds responsible for particular expenditures or expenses to the funds that initially paid for them. Reimbursements are reported as expenditures in the reimbursing fund and as a reduction of expenditures in the reimbursed fund.

**Village of Mundelein, Illinois**  
**Notes to Financial Statements**  
**April 30, 2014**

**Note 1. Summary of Significant Accounting Policies (Continued)**

**(n) Interfund transactions (continued)**

**Transfers** – flows of assets (such as cash or goods) without equivalent flows of assets in return and without a requirement for repayment. In governmental funds, transfers are reported as other financing uses in the funds making transfers and as other financing sources in the funds receiving transfers. In proprietary funds, transfers in/out are reported as a separate category after non-operating revenues and expenses.

**Note 2. Legal Compliance – Budgets**

All departments of the Village submit requests for appropriation to the Village’s Administrator so that a budget may be prepared. The budget is prepared by fund, function and activity, and includes information on the past year, current year estimates and requested appropriations for the next fiscal year. Annual appropriated budgets are adopted for the general, special revenue, debt service, capital projects, enterprise and pension trust funds.

Budgets are adopted on a basis consistent with generally accepted accounting principles except for the Waterworks and Sewerage Fund. The Waterworks and Sewerage Fund is adopted on a modified basis in that depreciation is not budgeted, and capital outlay and debt principal retirements are budgeted.

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 appropriations, but may not change the form of the budget. The administrator is authorized to transfer budgeted amounts between departments within any fund; however, the governing body must approve any revisions that alter the total expenditures of any fund.

The budget may be amended by the governing body and was amended during the year.

Expenditures may not legally exceed budgeted appropriations at the fund level.

Deficit Fund Balance – The Stormwater Management Fund had a deficit fund balance of \$145,159 as of the end of the fiscal year.

**Note 3. 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 combined statement of net position 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.

Statutes authorize the Village to make deposits/invest in commercial banks, obligations of the U.S. Treasury and U.S. Agencies, obligations of States and their political subdivisions, credit union shares, repurchase agreements (subject to limitations), commercial paper rated within the three highest classifications by at least two standard rating services, and the Illinois Funds Investment Pool. Pension funds may also invest in certain non-U.S. obligations, mortgages, veterans’ loans, life insurance company

**Village of Mundelein, Illinois**  
**Notes to Financial Statements**  
**April 30, 2014**

**Note 3. Deposits and Investments (Continued)**

contracts and certain equities (subject to limitations). The Village's deposits and investments at April 30, 2014, are categorized to give an indication of the level of collateral risk assumed.

Restricted cash represents monies raised for a specific purpose that are legally restricted for spending on an item (i.e., sewer expansion fees for future sanitary pipes).

*(a) Custodial Credit Risk*

*Deposits* - Custodial credit risk 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 does not address custodial credit risk for deposits. As of April 30, 2014, the Village's carrying value of deposit accounts was \$10,851,758 and the bank balance totaled \$11,869,086, which was insured or collateralized.

*Investments* - For an investment, custodial credit risk 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 investment or collateral securities that are in the possession of an outside party. The Village's investment policy does not address custodial credit risk for investments. As of April 30, 2014, the Village was not exposed to custodial credit risk for its investments.

*(b) 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 requires diversifying investments to avoid incurring unreasonable risk.

As of April 30, 2014, the Village had the following investments subject to interest rate risk and their maturities.

Investment Type	Fair Value	Investment Maturities (in Years)			
		Less Than 1	1-5	6 - 10	More Than 10
U.S. Treasury securities	\$ 29,520,158	\$ 6,796,457	\$ 15,310,379	\$ 7,229,732	\$ 183,590
GNMA securities	54,999	-	1,640	715	52,644
U.S. Government agencies - other	2,114,017	-	907,630	301,526	904,861
Money market	3,142,379	3,142,379	-	-	-
Municipal bonds	525,549	-	264,853	119,805	140,891
Corporate bonds	6,249,096	100,131	3,507,755	2,429,654	211,556
Illinois Funds Investment Pool*	3,054,949	3,054,949	-	-	-
<b>Total</b>	<b>\$ 44,661,147</b>	<b>\$ 13,093,916</b>	<b>\$ 19,992,257</b>	<b>\$ 10,081,432</b>	<b>\$ 1,493,542</b>
<b>Not Subject to Interest Rate Risk</b>					
Mutual Funds	\$ 12,553,581				
Common Stock	7,010,970				
	<b>\$ 19,564,551</b>				

\* Weighted average maturity is less than one year.

**Village of Mundelein, Illinois**  
**Notes to Financial Statements**  
**April 30, 2014**

**Note 3. Deposits and Investments (Continued)**

*(c) Credit Risk*

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. State law limits investments in commercial paper and corporate bonds to the top two ratings issued by nationally recognized statistical rating organizations (NRSROs). It is the Village's policy to limit its investments in these investment types to the top rating issued by NRSROs. As of April 30, 2014, the Village's debt securities were as follows:

Investment Type	Fair Value	Standard & Poors
U.S. Treasuries	\$ 29,520,158	AA+
U.S. Government agencies:		
FHLMC	891,407	AAA
FNMA	1,222,610	AAA
GNMA	54,999	AAA
Money market:		
Delaware	116,897	AAA
Morgan Stanley	310,558	AAA
Madison	546,331	AAA
McDonnell	137,638	AAA
ING	1,874,350	AAA
Gannett	41,925	AAA
TCW	114,680	AAA
Municipal bonds	136,712	AAA
Municipal bonds	179,521	AA+
Municipal bonds	209,316	AA
Corporate bonds	61,094	AAA
Corporate bonds	527,651	AA+
Corporate bonds	531,906	AA
Corporate bonds	2,966,173	A
Corporate bonds	2,162,272	BBB
The Illinois Funds Investment Pool	3,054,949	AAA

**Village of Mundelein, Illinois**  
**Notes to Financial Statements**  
**April 30, 2014**

**Note 3. Deposits and Investments (Continued)**

*(d) Concentration of Credit Risk.* The Village places no limit on the amount the Village may invest in any one issuer, however, the Village did not have more than 5 percent of the Village's investments with any one issuer.

*(e) Other Information.* The Illinois Funds is an investment pool managed by the State of Illinois, Office of the Treasurer, 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, but does operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. Investments in Illinois Funds are valued at Illinois Funds' share price, which is the price the investment could be sold for.

**Note 4. Property Taxes**

The Village annually establishes a legal right to the property tax assessments upon the enactment of a tax levy ordinance by the Village Board. These tax assessments are levied in December and attach as an enforceable lien on the previous January 1. Tax bills are prepared by the County and issued on or about May and August, and are payable in two installments which are due on or about June 1 and September 1.

Property taxes are billed, collected and remitted periodically by the County Treasurer of Lake County, Illinois. Since the 2013 property tax levy is levied to finance the operations of the fiscal year beginning May 1, 2014, the 2013 property tax levy is deferred (unavailable) as of year-end.

**Village of Mundelein, Illinois**  
**Notes to Financial Statements**  
**April 30, 2014**

**Note 5. Capital Assets**

**(a) Governmental Activities**

A summary of changes in capital assets for governmental activities of the Village for the year ended April 30, 2014, is as follows:

	Balance May 1	Additions	Deletions	Balance April 30
Governmental activities:				
Capital assets not being depreciated:				
Land	\$ 49,137,117	\$ 356,097	\$ -	\$ 49,493,214
Construction in progress	3,139,873	8,770,514	-	11,910,387
	<u>52,276,990</u>	<u>9,126,611</u>	<u>-</u>	<u>61,403,601</u>
Capital assets being depreciated:				
Buildings	19,989,772	-	-	19,989,772
Land improvements	2,553,381	-	-	2,553,381
Machinery and equipment	9,024,347	974,350	61,127	9,937,570
Sidewalks	7,671,246	-	-	7,671,246
Streets, curbs and gutters	38,136,727	328,194	-	38,464,921
Traffic signals	310,488	-	-	310,488
Storm sewers	15,514,272	-	-	15,514,272
	<u>93,200,233</u>	<u>1,302,544</u>	<u>61,127</u>	<u>94,441,650</u>
Less accumulated depreciation for:				
Buildings	4,759,583	397,664	-	5,157,247
Land improvements	2,249,728	67,423	-	2,317,151
Machinery and equipment	6,696,505	428,572	61,127	7,063,950
Sidewalks	2,499,393	145,664	-	2,645,057
Streets, curbs and gutters	19,778,362	1,122,415	-	20,900,777
Traffic signals	275,612	12,597	-	288,209
Storm sewers	4,172,027	199,912	-	4,371,939
	<u>40,431,210</u>	<u>2,374,247</u>	<u>61,127</u>	<u>42,744,329</u>
Total capital assets being depreciated, net	<u>52,769,023</u>	<u>(1,071,703)</u>	<u>-</u>	<u>51,697,320</u>
Governmental activities capital assets, net	<u>\$ 105,046,013</u>	<u>\$ 8,054,908</u>	<u>\$ -</u>	<u>\$ 113,100,921</u>

**Village of Mundelein, Illinois**  
**Notes to Financial Statements**  
**April 30, 2014**

**Note 5. Capital Assets (Continued)**

**(b) Business-Type Activities**

A summary of changes in capital assets for business-type activities of the Village for the year ended April 30, 2014, is as follows:

	Balance May 1	Additions	Deletions and Transfers	Balance April 30
Business-type activities				
Capital assets not being depreciated:				
Land	\$ 1,718,514	\$ 158,250	\$ -	\$ 1,876,764
Construction in progress	<u>978,116</u>	<u>122,002</u>	<u>975,237</u>	<u>124,881</u>
	<u>2,696,630</u>	<u>280,252</u>	<u>975,237</u>	<u>2,001,645</u>
Capital assets being depreciated:				
Buildings	20,829,738	-	-	20,829,738
Improvements other than buildings including Water/Sewer system	42,023,210	1,064,833	-	43,088,043
Machinery, equipment and vehicles	<u>3,564,542</u>	<u>606,414</u>	<u>22,300</u>	<u>4,148,656</u>
	<u>66,417,490</u>	<u>1,671,247</u>	<u>22,300</u>	<u>68,066,437</u>
Less accumulated depreciation for:				
Buildings	6,489,297	413,625	-	6,902,922
Improvements other than buildings including Water/Sewer system	24,568,261	1,295,747	-	25,864,008
Machinery, equipment and vehicles	<u>3,119,917</u>	<u>214,376</u>	<u>22,300</u>	<u>3,311,993</u>
	<u>34,177,475</u>	<u>1,923,748</u>	<u>22,300</u>	<u>36,078,923</u>
Total capital assets being depreciated, net	<u>32,240,015</u>	<u>(252,501)</u>	<u>-</u>	<u>31,987,514</u>
Business-type activities capital assets, net	<u>\$ 34,936,645</u>	<u>\$ 27,751</u>	<u>\$ 975,237</u>	<u>\$ 33,989,159</u>

**(c) Depreciation Charged to Functions / Activities**

Depreciation was charged to functions/activities as follows:

	Governmental Activities	Business-Type Activities
General government	\$ 1,808	\$ -
Public safety	517,460	-
Public works	<u>1,854,979</u>	<u>1,923,748</u>
	<u>\$ 2,374,247</u>	<u>\$ 1,923,748</u>

**Village of Mundelein, Illinois**  
**Notes to Financial Statements**  
**April 30, 2014**

**Note 6. Long-Term Obligations**

The Village issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. In addition, Illinois Environmental Protection Agency (IEPA) loans have been utilized to finance major sewer improvement/construction projects.

**(a) Governmental Activities**

The following is a summary of long-term obligation activity for the Village associated with governmental activities for the year ended April 30, 2014:

	Balance May 1, Restated	Issuances	Retirements	Balance April 30	Due Within One Year
Compensated absences	\$ 1,542,662	\$ 904,197	\$ 987,978	\$ 1,458,881	\$ 775,118
OPEB obligations	103,891	20,893	-	124,784	-
General obligation bonds	18,340,000	3,210,000	4,470,000	17,080,000	1,410,000
Premium on bonds, net	<u>111,524</u>	<u>246,523</u>	<u>37,550</u>	<u>320,497</u>	<u>40,705</u>
Total	<u>\$ 20,098,077</u>	<u>\$ 4,381,613</u>	<u>\$ 5,495,528</u>	<u>\$ 18,984,162</u>	<u>\$ 2,225,823</u>

The general fund is used to liquidate the OPEB obligations. Compensated balances are primarily funded by the general fund.

**(b) Business-Type Activities**

The following is a summary of long-term obligation activity for the Village associated with business-type activities for the year ended April 30, 2014:

	Balance May 1, Restated	Issuances	Retirements	Balance April 30	Due Within One Year
Compensated absences	\$ 185,736	\$ 98,261	\$ 113,287	\$ 170,710	\$ 97,008
IEPA loan payable	<u>1,771,988</u>	<u>-</u>	<u>301,734</u>	<u>1,470,254</u>	<u>310,517</u>
Total	<u>\$ 1,957,724</u>	<u>\$ 98,261</u>	<u>\$ 415,021</u>	<u>\$ 1,640,964</u>	<u>\$ 407,525</u>

**Village of Mundelein, Illinois**  
**Notes to Financial Statements**  
**April 30, 2014**

**Note 6. Long-Term Obligations (Continued)**

**(c) Changes in Long-Term Obligations**

Long-term obligations outstanding of the Village are as follows:

Issue	Fund Debt Retired By	Balance May 1	Issuances	Refundings/ Retirements	Balances April 30
<b>General Obligation Bonds</b>					
General Obligation Bond Series of 2005 due in annual installments of \$210,000 to \$360,000 through December 1, 2025 plus interest at 3.5 to 4.2%	Debt Service Fund	3,705,000	-	3,470,000	235,000
General Obligation Bond Series of 2010A due in annual installments of \$310,000 to \$645,000 through December 15, 2030 plus interest at 3% to 6%	TIF #2 Fund	7,100,000	-	-	7,100,000
General Obligation Bond Series of 2010B due in annual installments of \$625,000 to \$1,175,000 through December 1, 2019 plus interest at 2% to 3.25%	Debt Service Fund	7,535,000	-	1,000,000	6,535,000
General Obligation Bond Series of 2013 due in annual installments of \$155,000 to \$480,000 through December 15, 2021 plus interest at 3% to 4%	Debt Service Fund	-	3,210,000	-	3,210,000
Total General Obligation Bonds		<u>\$ 18,340,000</u>	<u>\$ 3,210,000</u>	<u>\$ 4,470,000</u>	<u>\$ 17,080,000</u>
<b>Notes Payable</b>					
IEPA Note payable due in annual installments of \$350,780 including interest at 2.89%, through October 1, 2018	Waterworks and Sewerage	<u>\$ 1,771,988</u>	<u>\$ -</u>	<u>\$ 301,734</u>	<u>\$ 1,470,254</u>

**Village of Mundelein, Illinois**  
**Notes to Financial Statements**  
**April 30, 2014**

**Note 6. Long-Term Obligations (Continued)**

**(d) Debt Service Requirements to Maturity**

Annual debt service requirements to maturity are as follows:

Fiscal Year	Governmental		Business-Type	
	General Obligation Bonds		IEPA Note Payable	
	Principal	Interest	Principal	Interest
2015	1,410,000	646,171	310,517	40,263
2016	1,745,000	617,889	319,556	31,224
2017	1,790,000	573,339	328,858	21,923
2018	1,855,000	522,602	338,430	12,350
2019	1,915,000	465,302	172,893	2,498
2020-2024	4,540,000	1,532,260	-	-
2025-2029	2,570,000	823,330	-	-
2030-2031	1,255,000	114,000	-	-
Totals	<u>\$ 17,080,000</u>	<u>\$ 5,294,893</u>	<u>\$ 1,470,254</u>	<u>\$ 108,258</u>

**(e) Advance Refunding**

The government issued \$3,210,000 in general obligation refunding bonds with interest rates ranging from 2.0% to 4.0%. The proceeds were used to advance refund \$3,245,000 of the outstanding 2005 general obligation bonds which had interest rates ranging from 4.25% to 5.25%. The net proceeds of \$3,372,952 (including a \$246,523 premium and after payment of \$83,571 in underwriting fees and other issuance costs) were deposited in an irrevocable trust with an escrow agent to provide funds for the future debt service payment on the refunded bonds. As a result, the 2005 general obligation bonds are considered defeased and the liability for those bonds has been removed from the statement of net position.

The reacquisition price exceeded the net carrying amount of the old debt by \$117,094. This amount is being netted against the new debt and amortized over the remaining life of the refunding debt. The government advance refunded the 2005 general obligation bonds to reduce its total debt service payments over 8 years by \$478,805 and to obtain an economic gain (difference between the present values of the debt service payments on the old and new debt) of \$266,028.

**Village of Mundelein, Illinois**  
**Notes to Financial Statements**  
**April 30, 2014**

**Note 7. Defined Benefit Pension Plans**

**(a) Illinois Municipal Retirement System**

Plan Description

The Village's defined benefit pension plan for regular employees provides retirement and disability benefits, post retirement increases, and death benefits to plan members and beneficiaries. The Village plan is affiliated with the Illinois Municipal Retirement Fund (IMRF), an agent multiple-employer plan. Benefit provisions are established by statute and may only be changed by the General Assembly of the State of Illinois. IMRF issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained on-line at [www.imrf.org](http://www.imrf.org).

All employees hired in positions that meet or exceed the prescribed annual hourly standard must be enrolled in IMRF as participating members. IMRF provides two tiers of pension benefits. Employees hired prior to January 1, 2012, are eligible for Tier 1 benefits. For Tier 1 employees, pension benefits vest after eight years of service. Participating members who retire at age 55 (reduced benefits) or after age 60 (full benefits) with eight years of credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1 2/3% of their final rate of earnings, for each year of credited service up to 15 years, and 2% for each year thereafter.

Employees hired on or after January 1, 2012, are eligible for Tier 2 benefits. For Tier 2 employees, pension benefits vest after ten years of service. Participating members who retire at age 62 (reduced benefits) or after age 67 (full benefits) with ten years of credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1 2/3% of their final rate of earnings, for each year of credited service up to 15 years, and 2% each year thereafter.

Funding Policy

As set by statute, employer regular plan members are required to contribute 4.50 percent of their annual covered salary. The statutes require employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The employer contribution rate for calendar year 2013 was 13.75 percent of annual covered payroll and 14.10 percent for calendar year 2014. The Village also contributes for disability benefits, death benefits and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by the IMRF Board of Trustees, while the supplemental retirement benefits rate is set by statute.

Annual Pension Cost

The Village's annual pension cost of \$988,017 for the regular plan was equal to the Village's required and actual contributions.

**Village of Mundelein, Illinois**  
**Notes to Financial Statements**  
**April 30, 2014**

**Note 7. Defined Benefit Pension Plans (Continued)**

**(a) Illinois Municipal Retirement System (continued)**

Three-Year Trend information is as follows:

For Calendar Year	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Asset (Obligation)
2013	\$ 988,017	100 %	\$ -
2012	925,592	100	-
2011	879,544	100	-

The required contribution for 2013 was determined as part of the December 31, 2011 actuarial valuation using the entry age normal actuarial cost method. The actuarial assumptions at December 31, 2011 included (a) 7.5 percent investment rate of return (net of administrative and direct investment expenses), (b) projected salary increases of 4% a year, attributable to inflation, (c) additional projected salary increases ranging from 0.4% to 10% per year depending on age and service, attributable to seniority/merit, and (d) post retirement benefit increases of 3% annually. The actuarial value of the Village's regular plan assets was determined using techniques that spread the effects of short-term volatility in the market value of investments over a five-year period with a 20% corridor between the actuarial and market value of assets. The Village's regular plan's unfunded actuarial accrued liability at December 31, 2011 is being amortized as a level percentage of projected payroll on an open 30 year basis.

**Funded Status and Funding Progress**

As of December 31, 2013, the most recent actuarial valuation date, the regular plan was 67.85 percent funded. The actuarial accrued liability for benefits was \$21,429,784 and the actuarial value of assets was \$14,540,814 resulting in an underfunded actuarial accrued liability (UAAL) of \$6,888,970. The covered payroll for calendar 2013 (annual payroll of active employees covered by the plan) was \$7,185,577 and the ratio of the UAAL to the covered payroll was 96 percent.

The schedule of funding progress, presented as RSI following the notes to the financial statements, presents multi-year trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

**(b) Police Pension**

**Plan Description**

Police sworn personnel are covered by the Police Pension Plan, which is a defined benefit single-employer pension plan. Although this is a single-employer pension plan, the defined benefits and employee and employer contribution levels are governed by Illinois Compiled Statutes (Chapter 40–Article 5/3) and may be amended only by the Illinois legislature. The Village accounts for the plan as a pension trust fund. The plan does not issue a stand-alone financial report.

**Village of Mundelein, Illinois**  
**Notes to Financial Statements**  
**April 30, 2014**

**Note 7. Defined Benefit Pension Plans (Continued)**

**(b) Police Pension (continued)**

At April 30, 2014, the Police Pension Plan membership consisted of:

Retirees and beneficiaries currently receiving benefits	33
Current employees	
Vested	34
Nonvested	<u>18</u>
Total	<u><u>85</u></u>

The Police Pension Plan provides retirement benefits as well as death and disability benefits. Employees attaining the age of 50 or more with 20 or more years of creditable service are entitled to receive an annual retirement benefit of 2.5% of final salary for each year of service up to 30 years, to a maximum of 75% of such salary. Employees with at least 8 years but less than 20 years of credited service may retire at or after age 60 and receive a reduced benefit.

Surviving spouses receive 100% of final salary for fatalities resulting from an act of duty, or otherwise the greater of 50% of final salary or the employee's retirement benefit. Employees disabled in the line of duty receive 65% of final salary. The monthly pension of a police officer who retired with 20 or more years of service after January 1, 1977, is increased annually, following the first anniversary date of retirement and will be paid upon reaching the age of at least 55 years, by 3% of the amount of the pension payable at the time of the increase.

Tier 2 employees (those hired on or after January 1, 2011) attaining the age of 55 or older with 10 or more years of creditable service are entitled to receive an annual retirement benefit equal to the average monthly salary obtained by dividing the total salary of the police officer during the 96 consecutive months of service within the last 120 months of service in which the total salary was the highest by the number of months of service in that period. Police officers' salary for pension purposes is capped at \$106,800, plus the lesser of one-half of the annual change in the Consumer Price Index or 3% compounded. The annual benefit shall be increased by 2.5% of such salary for each additional year of service over 20 years up to 30 years to a maximum of 75% of such salary. Employees with at least 10 years may retire at age 50 and receive a reduced benefit (i.e., ½% for each month under 55). The monthly benefit of a Tier 2 police officer shall be increased annually at age 60 on January 1 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% or one-half of the change in the Consumer Price Index for the proceeding calendar year.

**Funding Policy**

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 as actuarially determined by an enrolled actuary.

**Village of Mundelein, Illinois**  
**Notes to Financial Statements**  
**April 30, 2014**

**Note 7. Defined Benefit Pension Plans (Continued)**

**(b) Police Pension (continued)**

Effective January 1, 2012, the Village's contributions must accumulate to the point where 90% of the past service cost for the Police Pension Plan is funded by the year 2040. Administrative expenses are generally paid from plan assets.

Annual Pension Cost and Net Pension Asset

For fiscal year 2014, the Village's annual pension cost was \$1,214,464. The Village's actual contribution was \$1,082,398. For a description of the significant actuarial assumptions, see "Significant Actuarial Assumptions."

The net pension asset was \$165,082. It was comprised of the following components:

Annual required contribution	\$	1,222,325
Interest on the NPO		(20,800)
Adjustment to the ARC		<u>12,939</u>
Annual pension cost		1,214,464
Contributions made		<u>1,082,398</u>
Decrease in pension asset		(132,066)
Pension asset at May 1, 2013		<u>297,148</u>
Pension asset at April 30, 2014	\$	<u><u>165,082</u></u>

The net pension asset of \$165,082 is also reported by the Village in the government-wide Statement of Net Position at April 30, 2014.

Three-Year Trend Information for the Police Pension

For Fiscal Year	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Asset
2014	\$ 1,214,464	89.1 %	\$ 165,082
2013	1,163,765	93.8	297,148
2012	1,359,333	77.0	368,773

**Village of Mundelein, Illinois**  
**Notes to Financial Statements**  
**April 30, 2014**

**Note 7. Defined Benefit Pension Plans (Continued)**

**(b) Police Pension (continued)**

Reserves and Concentration of Investments

There are no assets legally reserved for purposes other than the payment of plan member benefits. There are no long-term contracts for contributions. The plan held investments (other than those issued or guaranteed by the U.S. Government) in the following organizations that represent 5% or more of net position available for benefits:

**(c) Firefighters' Pension**

Plan Description

Fire sworn personnel are covered by the Firefighters' Pension Plan which is a defined benefit single-employer pension plan. Although this is a single-employer pension plan, the defined benefits as well as the employee and employer contributions levels are mandated by Illinois Compiled Statutes (Chapter 40–Article 5/3) and may be amended only by the Illinois legislature. The Village accounts for the plan as a pension trust fund. The plan does not issue a stand-alone financial report.

The Firefighters' Pension Plan membership consisted of:

Retirees and beneficiaries currently receiving benefits	10
Current employees	
Vested	17
Nonvested	9
	9
Total	36

The Firefighters' Pension Plan provides retirement benefits as well as death and disability benefits. Employees attaining the age of 50 or more with 20 or more years of creditable service are entitled to receive an annual retirement benefit of one-half of the salary attached to the rank held in the fire service on the last day of service. The pension is increased by 2.5% of such salary for each additional year of service over 20 years up to 30 years, to a maximum of 75% of such salary. Employees with at least 10 years but less than 20 years of credited service may retire at or after age 60 and receive a reduced retirement benefit.

Surviving spouses receive 100% of final salary for fatalities resulting from an act of duty, or otherwise the greater of 54% of the final salary or the monthly retirement pension that the deceased firefighter was receiving at the time of death. Surviving children receive 12% of the final salary. The maximum family survivor benefit is 75% of final salary. Employees disabled in the line of duty receive 65% of final salary.

The monthly pension of a firefighter who retired with 20 or more years of service after January 1, 1977 is increased annually, following the first anniversary date of retirement and paid upon reaching at least

**Village of Mundelein, Illinois**  
**Notes to Financial Statements**  
**April 30, 2014**

**Note 7. Defined Benefit Pension Plans (Continued)**

**(c) Firefighters' Pension (continued)**

age 55, by 3% of the original pension and 3% annually thereafter.

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

**Funding Policy**

Covered employees are required to contribute 9.455% of their 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 as actuarially determined by an enrolled actuary. Effective January 1, 2012, the Village's contributions must accumulate to the point where 90% of the past service cost for the Firefighters' Pension Plan is funded by the year 2040. Administrative expenses are generally paid from plan assets.

**Annual Pension Cost and Net Pension Asset**

For fiscal year 2014, the Village's annual pension cost was \$548,959. The Village's actual contribution was \$521,149. For a description of the significant actuarial assumptions, see "Significant Actuarial Assumptions."

The net pension asset was \$404,709. It was comprised of the following components:

Annual required contribution	\$ 560,402
Interest on the NPO	(30,276)
Adjustment to the ARC	<u>18,833</u>
Annual pension cost	548,959
Contributions made	<u>521,149</u>
Decrease in pension asset	(27,810)
Pension asset at May 1, 2013	<u>432,519</u>
Pension asset at April 30, 2014	<u><u>\$ 404,709</u></u>

**Village of Mundelein, Illinois**  
**Notes to Financial Statements**  
**April 30, 2014**

**Note 7. Defined Benefit Pension Plans (Continued)**

**(c) Firefighters' Pension (continued)**

**Three-Year Trend Information for the Firefighters' Pension**

For Fiscal Year	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Asset
2014	\$ 548,959	94.9 %	\$ 404,709
2013	530,347	99.1	432,519
2012	586,831	80.0	437,264

**Reserves and Concentration of Investments**

There are no assets legally reserved for purposes other than the payment of plan member benefits. There are no long-term contracts for contributions.

The plan held investments (other than those issued or guaranteed by the U.S. government) in the following organizations that represent 5% or more of net position available for benefits:

**(d) Police Pension and Firefighters' Pension**

**Summary of Significant Accounting Policies and Plan Asset Matters**

The financial statements for the Police and Firefighters' Pension Trust Funds are prepared using the accrual basis of accounting. Plan member contributions are recognized in the period in which the contributions are due. Employer contributions are recognized when due and the employer has made a formal commitment to provide the contributions. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan. Administrative costs for the Police and Firefighters' Pension Plans are financed primarily through investment earnings. Investments are reported at fair value. Short-term investments are reported at cost, which approximates fair value.

**Funded Status and Funding Progress – Pension Trust Funds**

The funded status of the Police and Firefighters' Pension Plans as of May 1, 2014, the most recent actuarial valuation date, is as follows:

	(1) Actuarial Value of Assets	(2) Actuarial Accrued Liability (AAL) Entry Age	(2)–(1) Unfunded AAL (UAAL)	(1)/(2) Funded Ratio	(3) Covered Payroll	UAAL as a Percentage of Covered Payroll ((2-1)/3)
Police	\$ 23,141,229	\$ 40,907,950	\$ 17,766,721	56.57 %	\$ 4,321,674	411.11 %
Firefighters	16,861,907	20,933,311	4,071,404	80.55	2,249,654	180.98

The schedules of funding progress, presented as required supplementary information (RSI) following the notes to the financial statements, present multi-year trend information about whether the actuarial values of plan assets are increasing or decreasing over time relative to the AAL's for benefits.

**Village of Mundelein, Illinois**  
**Notes to Financial Statements**  
**April 30, 2014**

**Note 7. Defined Benefit Pension Plans (Continued)**

**(e) Pension Fund Financial Statements**

	Police Pension	Firefighters' Pension	Total
<b>Assets</b>			
Cash and investments			
Cash and equivalents	\$ 13,006	\$ 50,510	\$ 63,516
Investments			
U.S. government and agency obligations	6,808,323	3,776,012	10,584,335
Municipal bonds	260,681	264,869	525,550
Corporate bonds	2,563,695	3,685,401	6,249,096
Money market funds	935,525	336,754	1,272,279
Mutual funds	4,412,773	8,140,808	12,553,581
Common stock	7,010,970	-	7,010,970
	<u>22,004,973</u>	<u>16,254,354</u>	<u>38,259,327</u>
Receivables			
Accrued interest	44,855	78,521	123,376
Prepays	<u>19,750</u>	<u>7,053</u>	<u>26,803</u>
	<u>22,069,578</u>	<u>16,339,928</u>	<u>38,409,506</u>
<b>Liabilities</b>			
Accounts Payable	<u>7,408</u>	<u>3,763</u>	<u>11,171</u>
<b>Net Position</b>			
Held in trust for pension benefits	<u>\$ 22,062,170</u>	<u>\$ 16,336,165</u>	<u>\$ 38,398,335</u>

**Village of Mundelein, Illinois**  
**Notes to Financial Statements**  
**April 30, 2014**

**Note 7. Defined Benefit Pension Plans (Continued)**

**(e) Pension Fund Financial Statements (continued)**

	Police Pension	Firefighters' Pension	Totals
<b>Additions</b>			
<b>Contributions</b>			
Employer	\$ 1,082,398	521,149	\$ 1,603,547
Participants	<u>473,966</u>	<u>207,958</u>	<u>681,924</u>
	<u>1,556,364</u>	<u>729,107</u>	<u>2,285,471</u>
<b>Investment income</b>			
Net appreciation in fair value of investments	1,361,737	484,824	1,846,561
Investment income	363,813	611,417	975,230
Less investment expenses	<u>(144,454)</u>	<u>(53,784)</u>	<u>(198,238)</u>
	<u>1,581,096</u>	<u>1,042,457</u>	<u>2,623,553</u>
Total additions	<u>3,137,460</u>	<u>1,771,564</u>	<u>4,909,024</u>
<b>Deductions</b>			
Administration	29,540	30,351	59,891
Pension benefits and refunds	<u>1,525,381</u>	<u>643,396</u>	<u>2,168,777</u>
Total deductions	<u>1,554,921</u>	<u>673,747</u>	<u>2,228,668</u>
Change in net position	1,582,539	1,097,817	2,680,356
Net position - beginning, restated	<u>20,479,631</u>	<u>15,238,348</u>	<u>35,717,979</u>
Net position - ending	<u>\$ 22,062,170</u>	<u>\$ 16,336,165</u>	<u>\$ 38,398,335</u>

**Village of Mundelein, Illinois**  
**Notes to Financial Statements**  
**April 30, 2014**

**Note 7. Defined Benefit Pension Plans (Continued)**

**(f) Significant Actuarial Assumptions**

The information presented in the notes and the required supplementary schedules was determined as part of the actuarial valuations at the dates indicated. Additional information as of the latest actuarial valuation is as follows:

	<b>Illinois Municipal Retirement</b>	<b>Police Pension</b>	<b>Fire- fighters' Pension</b>
Actuarial Valuation Date	December 31, 2011	April 30, 2014	April 30, 2014
Actuarial Cost Method	Entry Age Normal	Entry Age Normal	Entry Age Normal
Asset Valuation Method	Five-Year Smoothed Market Value	Five-Year Smoothed Market Value	Five-Year Smoothed Market Value
Amortization Method	Level Percentage of Projected Payroll – Open Basis	Level Percentage of Projected Payroll – Closed Basis	Level Percentage of Projected Payroll – Closed Basis
Significant Actuarial Assumptions			
(a) Remaining Amortization Period (Years)	30	27	27
(b) Rate of Return on Investment of Present and Future Assets	7.50% compounded annually	7.00% compounded annually	7.00% compounded annually
(c) Projected Salary Increases - Attributable to Inflation	4.00% compounded annually	5.50% compounded annually	5.50% compounded annually
(d) Additional Projected Salary Increases - Attributable to Seniority/Merit	0.4% to 10%	(Note - separate information for (b and c) not available)	
(e) Postretirement Benefit Increases	3.00%	3.00% compounded annually	3.00% compounded annually

**Village of Mundelein, Illinois**  
**Notes to Financial Statements**  
**April 30, 2014**

**Note 8. Other Post-Employment Benefits (OPEB)**

Plan Description

In addition to providing the pension benefits described in Note 7, the Village provides post-employment health care benefits (OPEB) for retired employees. The Village of Mundelein Group Health Plan (the Plan) is a single-employer defined benefit healthcare plan administered by the Village. The Plan provides medical and dental insurance benefits to eligible retirees and their dependents. The benefits, benefit levels, employee contributions and employer contributions are governed by the Village Board and can only be amended by the Village Board. The Plan is not accounted for as a trust fund and an irrevocable trust has not been established. The Village does not issue a Plan financial report.

Funding Policy

The contribution requirements of plan members and the Village are established and may be amended by the Village Board and are detailed in the "Plan Document and Summary Plan Description." The required contribution is based on projected pay-as-you-go financing requirements. For fiscal year 2014, the Village contributed \$42,732 to the plan.

Annual OPEB Cost and Net OPEB Obligation

The Village's annual other postemployment benefit (OPEB) cost (expense) is calculated based on the annual required contribution of the employer (ARC), an amount actuarially determined in accordance with the parameters of GASB Statement 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed thirty years. The following table shows the components of the Village's annual OPEB cost for the year, the amount actually contributed to the plan, and changes in the Village's net OPEB obligation to the Plan:

Annual required contribution (ARC)	\$ 62,932
Interest on net OPEB obligation	4,156
Adjustment to annual required contribution	<u>(3,463)</u>
Annual OPEB cost	63,625
Contribution made	<u>42,732</u>
Increase in net OPEB obligation	20,893
Net OPEB obligation beginning of year	<u>103,891</u>
Net OPEB obligation end of year	<u><u>\$ 124,784</u></u>

**Village of Mundelein, Illinois**  
**Notes to Financial Statements**  
**April 30, 2014**

**Note 8. Other Post-Employment Benefits (OPEB) (Continued)**

Annual OPEB Cost and Net OPEB Obligation (continued)

The Village's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for the last three years were as follows:

Fiscal Year Ending	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
4/30/2014	\$ 63,625	67.2%	\$ 124,784
4/30/2013	64,304	66.5%	103,891
4/30/2012	63,950	66.8%	82,319

**Funded Status and Funding Progress**

For fiscal year 2014, the plan was 0% funded. The actuarial accrued liability for benefits was \$920,846, and the actuarial value of assets was \$0 (zero), resulting in an unfunded actuarial accrued liability (UAAL) of \$920,846. The covered payroll (annual payroll of active employees covered by the plan) was \$13,564,608, and the ratio of the UAAL to the covered payroll was 6.79 percent.

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

**Village of Mundelein, Illinois**  
**Notes to Financial Statements**  
**April 30, 2014**

**Note 8. Other Post-Employment Benefits (OPEB) (Continued)**

Actuarial Methods and Assumptions

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and the plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

In the April 30, 2014 actuarial valuation (most recent available), the entry age actuarial cost method was used. The actuarial assumptions included a 4.0 percent investment rate of return (net of administrative expenses), which is a blended rate of the expected long-term investment returns on plan assets and on the employer's own investments calculated based on the funded level of the plan at the valuation date, and an annual healthcare cost trend rate of 7.5 percent initially, reduced by decrements to an ultimate rate of 5.5 percent ultimately. Both rates included a 3.0 percent inflation assumption. The actuarial value of assets was determined using market value. The UAAL is being amortized as a level percentage of projected payroll on an open basis. The remaining amortization period at April 30, 2014, was 30 years.

**Note 9. Interfund Activity**

Due To/From Other Funds

The composition of interfund balances as of April 30, 2014, is as follows:

Receivable Fund	Payable Fund	Amount
General Fund	Stormwater Fund	\$ 126,753
Tax Rebate Fund	General Fund	200,231

The interfund balance of \$126,753 represents a pooled cash overdraft in the Stormwater Management Fund that will be settled in fiscal 2015. The \$200,231 interfund balance represents sales tax collected by the General Fund from the Mundelein Crossing incentive agreement which is due to the Tax Rebate Fund.

For interfund fund transfers listed on the next page, \$150,000 was transferred to the Revolving Loan/ Grants Fund for these two new programs to assist in the rehabilitation of private property. \$1,000,000 was transferred from the general fund to the equipment replacement fund for major capital equipment purchases. Also, the General Fund subsidized a portion of debt service on its 2005 debt issuance.

**Village of Mundelein, Illinois**  
**Notes to Financial Statements**  
**April 30, 2014**

**Note 9. Interfund Activity (Continued)**

**Transfers In/Transfers Out**

Receiving Fund/Disbursing Fund	Detail	Amount
Revolving Loan/Grants Fund		
General Fund	Funding for grants fund	150,000
Equipment Replacement Fund		
General Fund	Fund vehicles/major equipment	1,000,000
Nonmajor Debt Service Fund		
General Fund	Partial abatement of debt tax levy	<u>210,000</u>
		<u>\$ 1,360,000</u>

**Note 10. Contingent Liabilities**

**(a) Litigation**

There are several pending lawsuits in which the Village is involved. Management believes that the potential claims against the Village resulting from such litigation will not materially affect the financial position of the Village.

**(b) 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.

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

The Village's water supply agreement with the Central Lake County Joint Action Water Agency (CLC-JAWA) provides that each customer is liable for its proportionate share of any costs arising from defaults in payment obligations by other customers.

**(d) Solid Waste Agency of Lake County (SWALCO)**

The Village's contract with the Solid Waste Agency of Lake County provides that each member is liable for its proportionate share of any costs arising from defaults in payment obligations by other members.

**(e) Developer Financing Agreements**

One sales tax financing arrangement is in progress with a developer. Amounts are payable to the developer only from the Village's incremental sales taxes collected from the project area. Revenues collected and allocable to the agreement in the amount of \$200,231 are recorded as a liability and will be paid to the developer as the last payment for the agreement. Two additional sales tax sharing agreements were entered into during the current fiscal year for sales taxes beginning in fiscal 2015 (one of which has a maximum of \$1 million over the next 4 years).

**Village of Mundelein, Illinois**  
**Notes to Financial Statements**  
**April 30, 2014**

**Note 11. Risk Management**

The Village 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 Village's employees. The Village currently reports all its risk management activities in the General Fund.

The Village participates in the Intergovernmental Risk Management Agency (IRMA). IRMA is an organization of municipalities and special districts in Northeastern Illinois which have formed an association under the Illinois Intergovernmental Cooperation Statute to pool their risk management needs. The agency administers a mix of self-insurance and commercial insurance coverages; property/casualty and workers' compensation claim administration/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.

The Village's payments to IRMA are displayed on the financial statements as expenditures/ expenses in the appropriate funds. Each member assumes the first \$1,000 of each occurrence for the years prior to 2004 and \$2,500 for each occurrence in 2004 and subsequent years. Beginning in 2005, members were given the option to assume higher deductibles. IRMA has a mix of self insurance and commercial insurance at various amounts above that level. The Village had a \$25,000 deductible for the year ended April 30, 2014.

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 the Agency 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. 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 has also purchased insurance from commercial insurance companies. Risks covered included medical and other. Premiums have been displayed as expenditures/expenses in appropriate funds. There have been no significant reductions in insurance coverage during the current year. For all programs, settlement amounts have not exceeded insurance coverage for the current or three prior years.

**Note 12. Joint Venture – Solid Waste Agency of Lake County**

The Village is a member of the Solid Waste Agency of Lake County (the Agency) which consists of 35 municipalities. The Agency is a municipal corporation and public body politic and corporate established pursuant to the Constitution Act of the State of Illinois and the Intergovernmental Cooperation Act of the State of Illinois, as amended (the Act). The Agency is empowered under the Act to plan, construct, finance, operate and maintain a solid waste disposal system to serve its members. The Agency is reported as a nonequity governmental joint venture.

**Village of Mundelein, Illinois**  
**Notes to Financial Statements**  
**April 30, 2014**

**Note 12. Joint Venture – Solid Waste Agency of Lake County (Continued)**

The members of the Agency and their percentage shares based on a formula contained in the Agency agreement are:

	%			%
	<b>Share</b>			<b>Share</b>
Antioch	1.06	%	Lindenhurst	1.45
Beach Park	1.65		Long Grove	1.42
Deer Park	.74		Mundelein	4.12
Deerfield	4.25		North Barrington	.66
Fox Lake	-		North Chicago	3.13
Grayslake	1.46		Park City	.86
Green Oaks	.47		Port Barrington	-
Gurnee	3.11		Riverwoods	.94
Hainesville	-		Round Lake	.61
Hawthorn Woods	1.07		Round Lake Beach	2.55
Highland Park	8.03		Round Lake Heights	-
Island Lake	-		Round Lake Park	.64
Kildeer	.67		Third Lake	.24
Lake Barrington	1.16		Tower Lakes	-
Lake Bluff	1.61		Vernon Hills	3.36
Lake County	19.88		Wadsworth	.39
Lake Forest	6.13		Wauconda	1.31
Lake Villa	.55		Waukegan	12.15
Lake Zurich	3.21		Winthrop Harbor	1.08
Libertyville	4.38		Zion	<u>3.92</u>
Lincolnshire	1.74			
				<u>100.00</u> %

These percentage shares are subject to change in future years based on the combination of the population and equalized assessed valuation of the municipalities.

The members form a contiguous geographic service area which is located in Lake County. Under the Agency Agreement, additional members may join the Agency upon approval of each member.

The Agency is governed by a Board of Directors which consists of one appointed Mayor or President, Trustee or Chief Administrative Officer from each member municipality. Each Director has an equal vote. The officers of the Agency are appointed by the Board of Directors. The Board of Directors determines the general policy of the Agency, makes all appropriations, approves contracts, adopts resolutions providing for the issuance of Bonds or Notes by Agency, adopts by-laws, rules and regulations and exercises such powers and performs such duties as may be prescribed in the Agency Agreement or the by-laws.

**Village of Mundelein, Illinois**  
**Notes to Financial Statements**  
**April 30, 2014**

**Note 12. Joint Venture – Solid Waste Agency of Lake County (Continued)**

Summary Financial Information of Joint Venture

Summary of Financial Position as of November 30, 2013 (latest data available):

<u>Assets</u>		<u>Liabilities and Net Position</u>	
Current assets	\$ 2,296,520	Current liabilities	\$ 99,090
Designated assets	104,232	Net investment in capital assets	1,192,049
Capital assets	<u>1,192,049</u>	Unrestricted net position	<u>2,301,662</u>
		Total Liabilities	
Total Assets	<u>\$ 3,592,801</u>	and Net Position	<u>\$ 3,592,801</u>

Summary of Revenues, Expenses and Changes in Net Position for the year ended November 30, 2013:

Total revenues	\$ 1,150,406
Total expenses	<u>1,044,579</u>
	105,827
Net position	
Beginning of year	<u>3,387,884</u>
End of year	<u>\$ 3,493,711</u>

Complete financial statements for the Agency can be obtained from the Agency's administrative office at 1311 N. Estes St., Gurnee, Illinois 60031.

**Village of Mundelein, Illinois**  
**Notes to Financial Statements**  
**April 30, 2014**

**Note 12. Joint Venture – Solid Waste Agency of Lake County (Continued)**

Summary Financial Information of Joint Venture (continued)

Revenues of the system consist of (a) all receipts derived from Solid Waste Disposal Contracts or any other contracts for the disposal of waste; (b) all income derived from the investment of moneys; and (c) all income, fees, service charges and all grants, rents and receipts derived by the Agency from the ownership and operation of the system.

The Agency covenants to establish fees and charges sufficient to provide revenues to meet all its requirements.

The Agency has entered into Solid Waste Disposal Contracts with the member municipalities. The Contracts are irrevocable and may not be terminated or amended except as provided in the Contract. Each member is obligated, on a “take or pay” basis, to purchase or in any event to pay for a minimum annual cost of the system.

The obligation of the Village to make all payments as required by this Contract is unconditional and irrevocable, without regard to performance or nonperformance by the Agency of its obligations under this Contract.

The payments required to be made by the Village under this Contract shall be required to be made solely from revenues to be derived by the Village from the operation of the Village’s system. The government is not prohibited by the Contract from using other available funds to make payments required by the Contract. The Contract shall not constitute an indebtedness of the Village within the meaning of any statutory or constitutional limitation.

In accordance with the joint venture Agreement, the Village made no remittances for the Agency for 2014.

**Note 13. Contractual and Other Commitments**

The Village entered into contracts for the construction or renovation of various streets and facilities. The Village has entered into a contract for 2014 street renovations subsequent to April 30, 2014 for approximately \$1 million. There are various other contracts totaling approximately \$1.2 million for the completion of the construction of the new Village Hall. No further financing is required on any of the contracts.

The Village has committed to purchase all water from the Central Lake County Joint Action Water Agency (CLCJAWA).

The Village has committed to make payments to the Solid Waste Agency of Lake County. As of the date of this report, future minimum amounts have not been determined.

The Village has a commitment to a developer to reimburse 40% of any tax increment from its residential developments within the TIF District.

**Village of Mundelein, Illinois**  
**Notes to Financial Statements**  
**April 30, 2014**

**Note 14. Segment Information**

The Village maintains only one enterprise fund which is intended to be self-supporting through user fees charged for services to the public.

**Note 15. Restatements**

	General Fund	Capital	
		Development Fund	Water/Sewer Fund
Fund Balance, as Previously Reported	\$ 13,226,683	\$ 5,000,004	\$ 41,947,600
Adjustment to Recognize Prepayment to IRMA	1,283,931	-	211,272
Compensated Absences	-	-	(73,378)
Unearned Grant Revenue	-	(5,000,000)	-
Fund Balance, May 1, 2013, as Restated	<u>\$ 14,510,614</u>	<u>\$ 4</u>	<u>\$ 42,085,494</u>

	Governmental	Business-Type	Police Pension	Fire Pension
	Activities	Activities	Fund	Fund
Net Position, as Previously Reported	\$ 123,462,262	\$ 41,947,600	\$ 21,564,109	\$ 15,760,504
Adjustment to Recognize Prepayment to IRMA	1,283,931	211,272	-	-
Unearned Grant Revenue	(5,000,000)	-	-	-
Write-off Debt Issue Costs (GASB-65)	(197,752)	-	-	-
Compensated Absences	(800,423)	(73,378)	-	-
Property Tax Payable/Receivable	1,606,634	-	(1,084,478)	(522,156)
Net Position, May 1, 2013, as Restated	<u>\$ 120,354,652</u>	<u>\$ 42,085,494</u>	<u>\$ 20,479,631</u>	<u>\$ 15,238,348</u>

The Prepayment to IRMA was required to reflect unexpired premiums for calendar 2014. These were previously recognized when paid. Compensated absences liability has been increased for vested balances of sick pay. The Village has reversed the prior recognition of a grant, which has been reflected as a deferred inflow of resources, to be recognized as eligible costs are incurred. Finally, the Village has changed the timing/method of reporting property tax revenues relating to its contributions to the Pension Trust Funds.

**Note 16. New Governmental Accounting Standards**

During the past three years, the Governmental Accounting Standards Board has issued several statements that will affect governmental reporting.

In November 2010, the Governmental Accounting Standards Board issued Statement No. 61, *The Financial Reporting Entity: Omnibus – an amendment of GASB Statements No. 14 and No. 34*. This statement modifies certain requirements for inclusion of component units in the financial reporting entity. The Village implemented the requirements of this standard beginning with the year ending April 30, 2014.

**Village of Mundelein, Illinois**  
**Notes to Financial Statements**  
**April 30, 2014**

**Note 16. New Governmental Accounting Standards (Continued)**

In December 2010, the Governmental Accounting Standards Board issued Statement No. 62, Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements. This statement is the codification of accounting and financial reporting guidance contained in pre-November 30, 1989 FASB and AICPA pronouncements. The statement will improve financial reporting by contributing to efforts to codify all sources of generally accepted accounting principles for state and local governments so that they derive from a single source. It will result in a more consistent application of applicable guidance in financial statements of state and local governments. The Village implemented the requirements of this standard beginning with the year ending April 30, 2014.

In June 2012, the GASB issued Statement 68, *Accounting and Financial Reporting for Pensions*. This Statement replaces the requirements of Statement No. 27, *Accounting for Pensions by State and Local Governmental Employers*, and Statement No. 50, *Pension Disclosures*, as they relate to governments that provide pensions through pension plans administered as trusts or similar arrangements that meet certain criteria. Statement No. 68 requires governments providing defined benefit pensions to recognize their long-term obligation for pension benefits as a liability for the first time, and to more comprehensively and comparably measure the annual costs of pension benefits. The Statement also enhances accountability and transparency through revised and new note disclosures and required supplementary information. The provisions of this Statement are effective for the Village's financial year ending April 30, 2016. Management has not determined what impact, if any, this GASB Statement might have on its financial statements.

**Note 17. Subsequent Events**

Management evaluated subsequent events through October 22, 2014 the date the financial statements were available to be issued. Events or transactions occurring after April 30, 2014, but prior to October 22, 2014 that provide additional evidence about conditions that existed at April 30, 2014, have been recognized in the financial statements for the year ended April 30, 2014. Events or transactions that provided evidence about conditions that did not exist at April 30, 2014 but arose before the financial statements were available to be issued have not been recognized in the financial statements for the year ended April 30, 2014.

**REQUIRED SUPPLEMENTARY INFORMATION**  
**(Unaudited)**

**Village of Mundelein, Illinois**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balance -**  
**Budget and Actual - General Fund**  
**Year Ended April 30, 2014**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues</b>				
Charges for services	\$ 1,768,310	\$ 1,768,310	\$ 1,868,310	\$ 100,000
Licenses and permits	353,250	353,250	538,495	185,245
Grants	5,000	5,000	331,682	326,682
Donations	90,000	90,000	125,806	35,806
Fines and forfeits	805,000	805,000	741,475	(63,525)
Taxes	12,818,000	12,818,000	13,303,711	485,711
Intergovernmental	7,500,000	7,500,000	7,341,850	(158,150)
Investment income	154,100	154,100	722	(153,378)
Miscellaneous	66,340	66,340	278,969	212,629
Total revenues	<u>23,560,000</u>	<u>23,560,000</u>	<u>24,531,020</u>	<u>971,021</u>
<b>Expenditures</b>				
<b>Current</b>				
General government	7,405,000	7,405,000	4,876,977	2,528,023
Public safety	17,660,000	17,660,000	14,634,407	3,025,593
Public works	5,725,000	5,725,000	3,989,295	1,735,705
Total expenditures	<u>30,790,000</u>	<u>30,790,000</u>	<u>23,500,679</u>	<u>7,289,321</u>
Excess (deficiency) of revenues over expenditures	(7,230,000)	(7,230,000)	1,030,341	8,260,341
<b>Other financing uses</b>				
Transfers out	(1,210,000)	(1,210,000)	(1,360,000)	(150,000)
Net change in fund balance	<u>\$ (8,440,000)</u>	<u>\$ (8,440,000)</u>	\$ (329,659)	<u>\$ 8,110,341</u>
Fund balance - beginning, as restated			<u>14,510,614</u>	
Fund balance - ending			<u>\$ 14,180,955</u>	

**Village of Mundelein, Illinois**  
**Required Supplementary Information**  
**Analysis of Funding Progress**  
**April 30, 2014**

**Illinois Municipal Retirement Fund**

Actuarial Valuation Date	(1) Actuarial Value of Assets	(2) Actuarial Accrued Liability (AAL) Entry Age	(2)-(1) Unfunded AAL (UAAL)	(1)/(2) Funded Ratio	(3) Covered Payroll	UAAL as a Percentage of Covered Payroll ((2-1)/3)
12/31/04	\$ 12,972,580	\$ 15,650,132	\$ 2,677,552	82.89	\$ 6,532,840	40.99
12/31/05	12,124,930	15,257,018	3,132,088	79.47	6,922,903	45.24
12/31/06	13,709,612	16,909,264	3,199,652	81.08	7,059,775	45.32
12/31/07	15,830,527	19,238,323	3,407,796	82.29	7,657,927	44.50
12/31/08	14,717,730	20,747,359	6,029,629	70.94	8,148,879	73.99
12/31/09	15,251,755	22,306,235	7,054,480	68.37	8,572,624	82.29
12/31/10	14,301,106	20,666,365	6,365,259	69.20	7,390,949	86.12
12/31/11	13,101,077	19,963,671	6,862,594	65.62	6,941,939	98.86
12/31/12	12,704,897	20,037,019	7,332,122	63.41	7,065,584	103.77
12/31/13	14,540,814	21,429,784	6,888,970	67.85	7,185,577	95.87

**Police Pension Fund**

Actuarial Valuation Date	(1) Actuarial Value of Assets	(2) Actuarial Accrued Liability (AAL) Entry Age	(2)-(1) Unfunded AAL (UAAL)	(1)/(2) Funded Ratio	(3) Covered Payroll	UAAL as a Percentage of Covered Payroll ((2-1)/3)
05/01/05	13,936,664	23,400,253	9,463,589	59.56	2,799,868	338.00
05/01/06	14,891,590	24,227,000	9,335,410	61.47	2,855,376	326.94
05/01/07	16,095,493	26,527,783	10,432,290	60.67	3,374,160	309.18
05/01/08	16,777,891	28,580,618	11,802,727	58.70	3,795,381	310.98
05/01/09	15,478,019	30,469,387	14,991,368	50.80	3,975,254	377.12
05/01/10	17,929,118	31,682,527	13,753,409	56.59	4,003,044	343.57
05/01/11	19,958,293	33,317,658	13,359,365	59.90	3,796,023	351.93
05/01/12	20,174,935	34,799,017	14,624,082	57.98	3,964,039	368.92
05/01/13	21,558,027	38,142,046	16,584,019	56.52	4,222,055	392.79
05/01/14	23,141,229	40,907,950	17,766,721	56.57	4,321,674	411.11

**Firefighters' Pension Fund**

Actuarial Valuation Date	(1) Actuarial Value of Assets	(2) Actuarial Accrued Liability (AAL) Entry Age	(2)-(1) Unfunded AAL (UAAL)	(1)/(2) Funded Ratio	(3) Covered Payroll	UAAL as a Percentage of Covered Payroll ((2-1)/3)
05/01/05	9,227,177	11,073,537	1,846,360	83.33	1,570,875	117.54
05/01/06	10,221,149	12,221,261	2,000,112	83.63	1,577,656	126.78
05/01/07	11,291,561	13,590,907	2,299,346	83.08	1,614,959	142.38
05/01/08	12,108,973	14,474,665	2,365,692	83.66	1,729,227	136.81
05/01/09	11,567,232	15,500,056	3,932,824	74.63	1,974,594	199.17
05/01/10	13,105,956	16,303,694	3,197,738	80.39	2,012,398	158.90
05/01/11	14,228,171	17,229,447	3,001,276	82.58	1,896,605	158.24
05/01/12	14,747,209	18,326,171	3,578,962	80.47	1,980,454	180.71
05/01/13	15,757,948	20,076,837	4,318,889	78.49	2,115,644	204.14
05/01/14	16,861,907	20,933,311	4,071,404	80.55	2,249,654	180.98

**Village of Mundelein, Illinois  
Required Supplementary Information  
Other Post-Employment Benefits  
Year Ended April 30, 2014**

**Analysis of Funding Progress**

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (b)	Unfunded Actuarial Accrued Liability (UAAL) (b) - (a)	Funded Ratio (a)/(b)	Covered Payroll (c)	UAAL as a Percentage of Annual Covered Payroll ((b - a) / c)
04/30/2009	\$ -	\$ 762,942	\$ 762,942	0.00%	\$ 15,015,758	5.08%
04/30/2010	-	740,127	740,127	0.00%	15,124,000	4.89%
04/30/2011	-	845,565	845,565	0.00%	13,361,054	6.33%
04/30/2012	-	845,565	845,565	0.00%	12,886,432	6.56%
04/30/2013	-	845,565	845,565	0.00%	13,403,283	6.31%
04/30/2014	-	920,846	920,846	0.00%	13,564,608	6.79%

**Employer Contributions**

Fiscal Year Ending	Annual Required Contribution	Percentage Contributed
04/30/2009	\$ 65,859	52.3%
04/30/2010	55,683	85.6%
04/30/2011	64,436	66.3%
04/30/2012	63,950	66.8%
04/30/2013	64,304	66.5%
04/30/2014	63,625	67.2%

**Village of Mundelein, Illinois**  
**Required Supplementary Information**  
**Employer Contributions**  
**April 30, 2014**

**Illinois Municipal Retirement Fund**

Actuarial Valuation Date	Annual Required Contribution	Percentage Contributed
12/31/04	\$ 582,076	100%
12/31/05	677,752	100
12/31/06	770,927	100
12/31/07	850,796	100
12/31/08	893,117	100
12/31/09	939,560	100
12/31/10	906,869	100
12/31/11	879,544	100
12/31/12	925,592	100
12/31/13	988,017	100

**Police Pension Fund**

Actuarial Valuation Date	Annual Required Contribution	Percentage Contributed
05/01/05	\$ 761,261	106.97%
05/01/06	839,296	103.30
05/01/07	894,954	101.90
05/01/08	904,926	119.10
05/01/09	1,056,713	115.09
05/01/10	1,216,190	111.79
05/01/11	1,408,065	89.49
05/01/12	1,378,983	75.88
05/01/13	1,173,973	93.03
05/01/14	1,222,325	88.55

**Firefighters' Pension Fund**

Actuarial Valuation Date	Annual Required Contribution	Percentage Contributed
05/01/05	\$ 366,355	109.10%
05/01/06	368,121	113.80
05/01/07	401,511	106.98
05/01/08	401,274	115.94
05/01/09	445,089	119.32
05/01/10	459,563	145.94
05/01/11	616,329	91.37
05/01/12	602,814	77.89
05/01/13	542,450	96.89
05/01/14	560,402	93.00

**Village of Mundelein, Illinois**  
**Notes to Required Supplementary Information**  
**April 30, 2014**

**Note 1. Budgetary Basis of Accounting**

The General Fund budget is adopted on a basis that is consistent with generally accepted accounting principles.

All departments of the Village submit requests for appropriation to the Village's Administrator so that a budget may be prepared. The budget is prepared by fund, function and activity, and includes information on the past year, current year estimates and requested appropriations for the next fiscal year. Annual appropriated budgets are adopted for the general, special revenue, debt service, capital projects, enterprise and pension trust funds.

Budgets are adopted on a basis consistent with generally accepted accounting principles except for the Waterworks and Sewerage Fund. The Waterworks and Sewerage Fund is adopted on a modified basis in that depreciation is not budgeted, and capital outlay and debt principal retirements are budgeted.

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 appropriations, but may not change the form of the budget. The administrator is authorized to transfer budgeted amounts between departments within any fund; however, the governing body must approve any revisions that alter the total expenditures of any fund.

The budget may be amended by the governing body.

Expenditures may not legally exceed budgeted appropriations at the fund level.

**Note 2. Other Post-Employment Benefits**

The Village adopted the provisions of GASB Statement No. 45, *Accounting and Financial Reporting by Employees for Post-Employment Benefits Other Than Pension*, during fiscal year 2009.

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

**GOVERNMENTAL FUNDS**

**Village of Mundelein, Illinois**  
**Nonmajor Governmental Funds**  
**Combining Balance Sheet**  
**April 30, 2014**

	Special Revenue	Debt Service	Total Nonmajor Governmental Funds
<b>Assets</b>			
Cash and investments	\$ 8,603,085	\$ 1,656,921	\$ 10,260,006
Receivables			
Property taxes	2,926,197	1,368,286	4,294,483
Accrued interest	8,756	-	8,756
Due from other funds	200,231	-	200,231
Prepaid Items	209,499	-	209,499
Due from other governments	<u>57,821</u>	<u>-</u>	<u>57,821</u>
Total assets	<u>\$ 12,005,589</u>	<u>\$ 3,025,207</u>	<u>\$ 15,030,796</u>
<b>Liabilities</b>			
Accounts payable	\$ 232,724	\$ 4,112	\$ 236,836
Accrued payroll	167,306	-	167,306
Due to other funds	126,753	-	126,753
Other liabilities	<u>200,231</u>	<u>-</u>	<u>200,231</u>
Total liabilities	<u>727,014</u>	<u>4,112</u>	<u>731,126</u>
Deferred inflows of resources	<u>2,926,197</u>	<u>1,368,286</u>	<u>4,294,483</u>
<b>Fund Balances</b>			
Nonspendable	209,499	-	209,499
Restricted	6,986,864	1,652,809	8,639,673
Unrestricted - Assigned	1,301,174	-	1,301,174
Unrestricted - Unassigned	<u>(145,159)</u>	<u>-</u>	<u>(145,159)</u>
Total fund balances	<u>8,352,378</u>	<u>1,652,809</u>	<u>10,005,187</u>
Total liabilities and fund balances	<u>\$ 12,005,589</u>	<u>\$ 3,025,207</u>	<u>\$ 15,030,796</u>

**Village of Mundelein, Illinois**  
**Nonmajor Governmental Funds**  
**Combining Statement of Revenues, Expenditures,**  
**and Changes in Fund Balances**  
**Year Ended April 30, 2014**

	Special Revenue	Debt Service	Total Nonmajor Governmental Funds
<b>Revenues</b>			
Charges for services	\$ 91,765	\$ -	\$ 91,765
Intergovernmental	901,243	-	901,243
Grants	87,500	-	87,500
Fees	103,632	-	103,632
Taxes	4,235,467	1,373,672	5,609,139
Investment income	944	302	1,246
Total revenues	<u>5,420,551</u>	<u>1,373,974</u>	<u>6,794,525</u>
<b>Expenditures</b>			
Current			
General government	1,752,340	-	1,752,340
Public safety	1,488,031	-	1,488,031
Public works	3,487,407	-	3,487,407
Debt service			
Principal	-	1,225,000	1,225,000
Interest and fiscal charges	363,225	352,121	715,346
Total expenditures	<u>7,091,003</u>	<u>1,577,121</u>	<u>8,668,124</u>
Excess (Deficiency) of revenues over expenditures	<u>(1,670,452)</u>	<u>(203,147)</u>	<u>(1,873,599)</u>
<b>Other financing sources (uses)</b>			
Refunding Bond Issuance	-	3,210,000	3,210,000
Premium on Bond Issuance	-	246,523	246,523
Payment to Refunding Bonds Escrow	-	(3,372,952)	(3,372,952)
Transfers in	1,150,000	210,000	1,360,000
Total other financing sources (uses)	<u>1,150,000</u>	<u>293,571</u>	<u>1,443,571</u>
Net change in fund balances	(520,452)	90,424	(430,028)
Fund balances - beginning	<u>8,872,830</u>	<u>1,562,385</u>	<u>10,435,215</u>
Fund balances - ending	<u>\$ 8,352,378</u>	<u>\$ 1,652,809</u>	<u>\$ 10,005,187</u>

**NONMAJOR GOVERNMENTAL FUNDS**

## NONMAJOR SPECIAL REVENUE FUNDS

**Road and Bridge Fund** – To account for revenues derived from a specific annual property tax levy provided for the purpose of providing funds for the maintenance and construction of roads and bridges.

**Illinois Municipal Retirement Fund** – To account for revenues derived from a specific annual property tax levy provided for the purpose of providing employer contributions to the state sponsored Illinois Municipal Retirement Fund.

**Social Security Fund** – To account for revenues derived from a specific annual property tax levy provided for the purpose of meeting the costs associated with participation in the “Social Security Act.”

**Train Station Parking Fund** – To account for revenues and expenditures related to the operations of the train station parking lot.

**Motor Fuel Tax Fund** – To account for revenues provided by the Village’s share of state gasoline taxes used for the operation of certain street maintenance and improvement programs, as authorized by the Illinois Department of Transportation.

**911 Surcharge Fund** – To account for revenues derived from the imposition of a surcharge per network connection on the telecommunication companies for the purpose of installing and maintaining a 911 Emergency Telephone System (The Emergency Telephone System Act).

**Tax Rebate Fund** – To account for the activity relating to the Development Agreement and Economic Incentive agreement dated August 11, 2003, with Mid-Northern Equities. The agreement requires that a portion of the municipal retailer occupational tax revenues attributable to the Mundelein Crossing Shopping Center be remitted to Mid-Northern Equities for a 13-year period, to a maximum of \$6,000,000.

**Revolving Loans/Grants Fund** – To account for community development block grants received by the Village, as subrecipient, from Lake County, as recipient, of funds under Title 1 of the Housing and Community Development Act of 1974, as amended. This fund also accounts for a revolving loan program with the Affordable Housing Corporation of Lake County.

**Transportation Fund** – To account for revenues derived from transportation impact fees used to fund Construction of Transportation Improvements, including intersection improvements and Metra train station facilities.

**Stormwater Management Fund** – To account for revenues derived from Stormwater Management fees received from developers. The Village will use the funds for storm water relief projects.

**Tree Fund** – To account for revenues generated as a result of the landscape code ordinance, and utilized for forestry activities of public property.

**Tax Increment Finance Area #2 Fund** – To account for the activity relating to Tax Increment Allocation Financing for the downtown TIF Redevelopment Project Area adopted as Ord. 05-04-08 on January 10, 2005.

**Equipment Replacement Fund** – To account for activities relating to the funding for, and replacement of cars, maintenance vehicles, other specialty vehicles and essential equipment associated therewith.

**Village of Mundelein, Illinois**  
**Nonmajor Special Revenue Funds**  
**Combining Balance Sheet**  
**April 30, 2014**

	Road and Bridge	Illinois Municipal Retirement	Social Security	Train Station Parking	Motor Fuel Tax	911 Surcharge	Tax Rebate	Revolving Loans/Grants	Trans- portation	Stormwater Management	Tree	Tax Increment Finance Area #2	Equipment Replacement	Total
<b>Assets</b>														
Cash and investments	\$ 2,408,234	\$ 544,620	\$ 546,902	\$ 759,456	\$ 49,536	\$ 720,158	\$ 116	\$ 150,000	\$ 2,238,262	\$ -	\$ 364,632	\$ 219,529	\$ 601,640	\$ 8,603,085
Receivables														
Property taxes	1,223,400	536,731	695,482	-	-	-	-	-	-	-	-	470,584	-	2,926,197
Accrued interest	2,302	-	-	1,841	-	-	-	-	4,613	-	-	-	-	8,756
Due from other funds	-	-	-	-	-	-	200,231	-	-	-	-	-	-	200,231
Prepaid items	-	-	-	-	-	-	-	-	-	-	-	-	209,499	209,499
Due from other governments	-	-	-	-	57,821	-	-	-	-	-	-	-	-	57,821
<b>Total assets</b>	<b>\$ 3,633,936</b>	<b>\$ 1,081,351</b>	<b>\$ 1,242,384</b>	<b>\$ 761,297</b>	<b>\$ 107,357</b>	<b>\$ 720,158</b>	<b>\$ 200,347</b>	<b>\$ 150,000</b>	<b>\$ 2,242,875</b>	<b>\$ -</b>	<b>\$ 364,632</b>	<b>\$ 690,113</b>	<b>\$ 811,139</b>	<b>\$ 12,005,589</b>
<b>Liabilities</b>														
Accounts payable	\$ -	\$ -	\$ -	\$ 59,172	\$ 5,163	\$ 63,218	\$ -	\$ -	\$ 36,106	\$ 18,406	\$ 44,009	\$ 4,059	\$ 2,591	\$ 232,724
Accrued payroll	-	117,428	49,878	-	-	-	-	-	-	-	-	-	-	167,306
Due to other Funds	-	-	-	-	-	-	-	-	-	126,753	-	-	-	126,753
Other liabilities	-	-	-	-	-	-	200,231	-	-	-	-	-	-	200,231
<b>Total liabilities</b>	<b>-</b>	<b>117,428</b>	<b>49,878</b>	<b>59,172</b>	<b>5,163</b>	<b>63,218</b>	<b>200,231</b>	<b>-</b>	<b>36,106</b>	<b>145,159</b>	<b>44,009</b>	<b>4,059</b>	<b>2,591</b>	<b>727,014</b>
Deferred inflows of resources	1,223,400	536,731	695,482	-	-	-	-	-	-	-	-	470,584	-	2,926,197
<b>Fund Balances</b>														
Nonspendable	-	-	-	-	-	-	-	-	-	-	-	-	209,499	209,499
Restricted	2,410,536	427,192	497,024	-	102,194	656,940	116	150,000	2,206,769	-	320,623	215,470	-	6,986,864
Unrestricted - Assigned	-	-	-	702,125	-	-	-	-	-	-	-	-	599,049	1,301,174
Unrestricted - Unassigned	-	-	-	-	-	-	-	-	-	(145,159)	-	-	-	(145,159)
<b>Total fund balance</b>	<b>2,410,536</b>	<b>427,192</b>	<b>497,024</b>	<b>702,125</b>	<b>102,194</b>	<b>656,940</b>	<b>116</b>	<b>150,000</b>	<b>2,206,769</b>	<b>(145,159)</b>	<b>320,623</b>	<b>215,470</b>	<b>808,548</b>	<b>8,352,378</b>
<b>Total liabilities and fund balances</b>	<b>\$ 3,633,936</b>	<b>\$ 1,081,351</b>	<b>\$ 1,242,384</b>	<b>\$ 761,297</b>	<b>\$ 107,357</b>	<b>\$ 720,158</b>	<b>\$ 200,347</b>	<b>\$ 150,000</b>	<b>\$ 2,242,875</b>	<b>\$ -</b>	<b>\$ 364,632</b>	<b>\$ 690,113</b>	<b>\$ 811,139</b>	<b>\$ 12,005,589</b>

**Village of Mundelein, Illinois**  
**Nonmajor Special Revenue Funds**  
**Combining Statement of Revenues, Expenditures,**  
**and Changes in Fund Balances**  
**Year Ended April 30, 2014**

	Road and Bridge	Illinois Municipal Retirement	Social Security	Train Station Parking	Motor Fuel Tax	911 Surcharge	Tax Rebate	Revolving Loans/Grants	Trans- portation	Stormwater Management	Tree	Tax Increment Finance Area #2	Equipment Replacement	Total
<b>Revenues</b>														
Charges for services	\$ -	\$ -	\$ -	\$ -	\$ 2,765	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 89,000	\$ -	\$ -	\$ 91,765
Intergovernmental	-	-	-	-	901,243	-	-	-	-	-	-	-	-	901,243
Grants	-	-	-	-	-	-	-	-	\$ 87,500	-	-	-	-	87,500
Fees	-	-	-	64,011	-	-	-	-	-	-	-	-	39,621	103,632
Taxes	1,234,484	641,557	841,421	-	-	273,591	740,130	-	-	-	-	504,284	-	4,235,467
Investment income	277	12	148	51	70	114	-	-	183	-	41	48	-	944
Total revenues	<u>1,234,761</u>	<u>641,569</u>	<u>841,569</u>	<u>64,062</u>	<u>904,078</u>	<u>273,705</u>	<u>740,130</u>	<u>-</u>	<u>87,683</u>	<u>-</u>	<u>89,041</u>	<u>504,332</u>	<u>39,621</u>	<u>5,420,551</u>
<b>Expenditures</b>														
<b>Current</b>														
General government	-	303,863	160,050	-	-	-	740,130	-	117,766	168,576	-	261,955	-	1,752,340
Public safety	-	180,109	682,251	-	-	510,712	-	-	-	-	-	-	114,959	1,488,031
Public works	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Highways and streets	1,565,260	253,648	135,567	-	686,328	-	-	-	240,469	-	74,153	-	367,705	3,323,130
Buildings and grounds	-	40,935	22,326	101,016	-	-	-	-	-	-	-	-	-	164,277
Debt Service	-	-	-	-	-	-	-	-	-	-	-	363,225	-	363,225
Total expenditures	<u>1,565,260</u>	<u>778,555</u>	<u>1,000,194</u>	<u>101,016</u>	<u>686,328</u>	<u>510,712</u>	<u>740,130</u>	<u>-</u>	<u>358,235</u>	<u>168,576</u>	<u>74,153</u>	<u>625,180</u>	<u>482,664</u>	<u>7,091,003</u>
Excess (deficiency) of revenues over expenditures	<u>(330,499)</u>	<u>(136,986)</u>	<u>(158,625)</u>	<u>(36,954)</u>	<u>217,750</u>	<u>(237,007)</u>	<u>-</u>	<u>-</u>	<u>(270,552)</u>	<u>(168,576)</u>	<u>14,888</u>	<u>(120,848)</u>	<u>(443,043)</u>	<u>(1,670,452)</u>
<b>Other financing sources (uses)</b>														
Transfers in	-	-	-	-	-	-	-	150,000	-	-	-	-	1,000,000	1,150,000
Total other financing sources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>150,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,000,000</u>	<u>1,150,000</u>
Net change in fund balances	<u>(330,499)</u>	<u>(136,986)</u>	<u>(158,625)</u>	<u>(36,954)</u>	<u>217,750</u>	<u>(237,007)</u>	<u>-</u>	<u>150,000</u>	<u>(270,552)</u>	<u>(168,576)</u>	<u>14,888</u>	<u>(120,848)</u>	<u>556,957</u>	<u>(520,452)</u>
Fund balances - beginning	<u>2,741,035</u>	<u>564,178</u>	<u>655,649</u>	<u>739,079</u>	<u>(115,556)</u>	<u>893,947</u>	<u>116</u>	<u>-</u>	<u>2,477,321</u>	<u>23,417</u>	<u>305,735</u>	<u>336,318</u>	<u>251,591</u>	<u>8,872,830</u>
Fund balances - ending	<u>\$ 2,410,536</u>	<u>\$ 427,192</u>	<u>\$ 497,024</u>	<u>\$ 702,125</u>	<u>\$ 102,194</u>	<u>\$ 656,940</u>	<u>\$ 116</u>	<u>\$ 150,000</u>	<u>\$ 2,206,769</u>	<u>\$ (145,159)</u>	<u>\$ 320,623</u>	<u>\$ 215,470</u>	<u>\$ 808,548</u>	<u>\$ 8,352,378</u>

**Village of Mundelein, Illinois**  
**Road and Bridge Fund**  
**Schedule of Revenues, Expenditures, and Changes in**  
**Fund Balances - Budget and Actual**  
**Year Ended April 30, 2014**

	Original Budget	Final Budget	Actual
Revenues			
Taxes	\$ 1,250,000	\$ 1,250,000	\$ 1,234,484
Investment income	5,000	5,000	277
	<u>1,255,000</u>	<u>1,255,000</u>	<u>1,234,761</u>
Total revenues			
Expenditures			
Highways and streets			
Streets	<u>3,000,000</u>	<u>3,000,000</u>	<u>1,565,260</u>
Total expenditures	<u>3,000,000</u>	<u>3,000,000</u>	<u>1,565,260</u>
Net change in fund balance	<u>\$ (1,745,000)</u>	<u>\$ (1,745,000)</u>	(330,499)
Fund balance - beginning			<u>2,741,035</u>
Fund balance - ending			<u>\$ 2,410,536</u>

**Village of Mundelein, Illinois**  
**Illinois Municipal Retirement Fund**  
**Schedule of Revenues, Expenditures, and Changes in**  
**Fund Balances - Budget and Actual**  
**Year Ended April 30, 2014**

	Original Budget	Final Budget	Actual
<b>Revenues</b>			
Taxes	\$ 610,000	\$ 610,000	\$ 641,557
Investment income	500	500	12
Total revenues	<u>610,500</u>	<u>610,500</u>	<u>641,569</u>
<b>Expenditures</b>			
General Government			
Administration	170,432	170,432	147,434
Finance	54,773	54,773	47,382
Building Inspection	104,292	104,292	90,219
Executive	21,765	21,765	18,828
Public Safety			
Police Department	198,096	198,096	171,365
Fire Department	10,108	10,108	8,744
Public Works			
Administration	93,655	93,655	81,017
Building and Grounds	47,320	47,320	40,935
Motor Vehicle	49,823	49,823	43,100
Streets	149,736	149,736	129,531
Total expenditures	<u>900,000</u>	<u>900,000</u>	<u>778,555</u>
Net change in fund balance	<u>\$ (289,500)</u>	<u>\$ (289,500)</u>	(136,986)
Fund balance - beginning			<u>564,178</u>
Fund balance - ending			<u>\$ 427,192</u>

**Village of Mundelein, Illinois**  
**Social Security Fund**  
**Schedule of Revenues, Expenditures, and Changes in**  
**Fund Balances - Budget and Actual**  
**Year Ended April 30, 2014**

	Original Budget	Final Budget	Actual
<b>Revenues</b>			
Taxes	\$ 800,000	\$ 800,000	\$ 841,421
Investment income	500	500	148
Total revenues	<u>800,500</u>	<u>800,500</u>	<u>841,569</u>
<b>Expenditures</b>			
<b>General Government</b>			
Executive	9,382	9,382	8,531
Administration	82,866	82,866	75,347
Finance	27,231	27,231	24,760
Building inspection	56,542	56,542	51,412
<b>Public Safety</b>			
Police	511,759	511,759	465,326
Fire	238,571	238,571	216,925
<b>Public Works</b>			
Administration	47,090	47,090	42,817
Buildings and grounds	24,554	24,554	22,326
Motor vehicle	25,138	25,138	22,857
Streets	76,867	76,867	69,893
Total expenditures	<u>1,100,000</u>	<u>1,100,000</u>	<u>1,000,194</u>
Net change in fund balance	<u>\$ (299,500)</u>	<u>\$ (299,500)</u>	(158,625)
Fund balance - beginning			<u>655,649</u>
Fund balance - ending			<u>\$ 497,024</u>

**Village of Mundelein, Illinois**  
**Train Station Parking Fund**  
**Schedule of Revenues, Expenditures, and Changes in**  
**Fund Balances - Budget and Actual**  
**Year Ended April 30, 2014**

	Original Budget	Final Budget	Actual
Revenues			
Fees	\$ 65,000	\$ 65,000	\$ 64,011
Investment income	<u>4,000</u>	<u>4,000</u>	<u>51</u>
Total revenues	69,000	69,000	64,062
Expenditures			
Buildings and grounds	<u>700,000</u>	<u>700,000</u>	<u>101,016</u>
Net change in fund balance	<u>\$ (631,000)</u>	<u>\$ (631,000)</u>	(36,954)
Fund balance - beginning			<u>739,079</u>
Fund balance - ending			<u>\$ 702,125</u>

**Village of Mundelein, Illinois**  
**Motor Fuel Tax Fund**  
**Schedule of Revenues, Expenditures, and Changes in**  
**Fund Balances - Budget and Actual**  
**Year Ended April 30, 2014**

	Original Budget	Final Budget	Actual
<b>Revenues</b>			
Charges for services	\$ 1,500	\$ 1,500	\$ 2,765
Intergovernmental			
Allotments - State of Illinois	900,000	900,000	901,243
Investment income	<u>100</u>	<u>100</u>	<u>70</u>
Total revenues	901,600	901,600	904,078
<b>Expenditures</b>			
Highways and streets			
Streets	<u>1,500,000</u>	<u>1,500,000</u>	<u>686,328</u>
Net change in fund balance	<u>\$ (598,400)</u>	<u>\$ (598,400)</u>	217,750
Fund balance - beginning			<u>(115,556)</u>
Fund balance - ending			<u>\$ 102,194</u>

**Village of Mundelein, Illinois**  
**911 Surcharge Fund**  
**Schedule of Revenues, Expenditures, and Changes in**  
**Fund Balances - Budget and Actual**  
**Year Ended April 30, 2014**

	Original Budget	Final Budget	Actual
Revenues			
Taxes	\$ 280,000	\$ 280,000	\$ 273,591
Investment income	<u>500</u>	<u>500</u>	<u>114</u>
Total revenues	280,500	280,500	273,705
Expenditures			
Public safety			
Police	<u>850,000</u>	<u>850,000</u>	<u>510,712</u>
Net change in fund balance	<u>\$ (569,500)</u>	<u>\$ (569,500)</u>	(237,007)
Fund balance - beginning			<u>893,947</u>
Fund balance - ending			<u>\$ 656,940</u>

**Village of Mundelein, Illinois**  
**Tax Rebate Fund**  
**Schedule of Revenues, Expenditures, and Changes in**  
**Fund Balances - Budget and Actual**  
**Year Ended April 30, 2014**

	Original Budget	Final Budget	Actual
Revenues			
Taxes	\$ 750,000	\$ 750,000	\$ 740,130
Expenditures			
General government			
Economic Incentive Agreements	<u>1,000,000</u>	<u>1,000,000</u>	<u>740,130</u>
Net change in fund balance	<u>\$ (250,000)</u>	<u>\$ (250,000)</u>	-
Fund balance - beginning			<u>116</u>
Fund balance - ending			<u>\$ 116</u>

**Village of Mundelein, Illinois**  
**Revolving Loans/Grants Fund**  
**Schedule of Revenues, Expenditures, and Changes in**  
**Fund Balances - Budget and Actual**  
**Year Ended April 30, 2014**

	Original Budget	Final Budget	Actual
Revenues			
Grants	\$ 85,000	\$ 85,000	\$ -
Expenditures			
General Government	-	-	-
Public Works	85,000	85,000	-
Total expenditures	<u>85,000</u>	<u>85,000</u>	<u>-</u>
Excess of revenues over expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Other financing uses			
Transfers in	<u>-</u>	<u>-</u>	<u>150,000</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	150,000
Fund balance - beginning			<u>-</u>
Fund balance - ending			<u>\$ 150,000</u>

**Village of Mundelein, Illinois  
Transportation Fund  
Schedule of Revenues, Expenditures, and Changes in  
Fund Balances - Budget and Actual  
Year Ended April 30, 2014**

	Original Budget	Final Budget	Actual
<b>Revenues</b>			
Grants	\$ -	\$ -	\$ 87,500
Investment income	<u>10,000</u>	<u>10,000</u>	<u>183</u>
Total revenues	<u>10,000</u>	<u>10,000</u>	<u>87,683</u>
<b>Expenditures</b>			
General government			
Engineering	200,000	200,000	117,766
Public works			
Infrastructure improvements	<u>3,050,000</u>	<u>3,050,000</u>	<u>240,469</u>
Total expenditures	<u>3,250,000</u>	<u>3,250,000</u>	<u>358,235</u>
Net change in fund balance	<u>\$ (3,240,000)</u>	<u>\$ (3,240,000)</u>	\$ (270,552)
Fund balance - beginning			<u>2,477,321</u>
Fund balance - ending			<u>\$ 2,206,769</u>

**Village of Mundelein, Illinois**  
**Stormwater Management Fund**  
**Schedule of Revenues, Expenditures, and Changes in**  
**Fund Balances - Budget and Actual**  
**Year Ended April 30, 2014**

	Original Budget	Final Budget	Actual
Revenues			
Investment income	<u>20</u>	<u>20</u>	<u>-</u>
Expenditures			
Public Works			
Engineering	<u>500,000</u>	<u>500,000</u>	<u>168,576</u>
Total expenditures	<u>500,000</u>	<u>500,000</u>	<u>168,576</u>
Net change in fund balance	<u>\$ (499,980)</u>	<u>\$ (499,980)</u>	\$ (168,576)
Fund balance - beginning			<u>23,417</u>
Fund balance - ending			<u>\$ (145,159)</u>

**Village of Mundelein, Illinois  
Tree Fund  
Schedule of Revenues, Expenditures, and Changes in  
Fund Balances - Budget and Actual  
Year Ended April 30, 2014**

	Original Budget	Final Budget	Actual
<b>Revenues</b>			
Tree replacement fee	\$ 40,000	\$ 40,000	\$ 89,000
Investment income	<u>200</u>	<u>200</u>	<u>41</u>
Total revenues	40,200	40,200	89,041
<b>Expenditures</b>			
Highways and streets			
Trees	<u>500,000</u>	<u>500,000</u>	<u>74,153</u>
Net change in fund balance	<u>\$ (459,800)</u>	<u>\$ (459,800)</u>	14,888
Fund balance - beginning			<u>305,735</u>
Fund balance - ending			<u>\$ 320,623</u>

**Village of Mundelein, Illinois**  
**Tax Increment Finance Area #2 Fund**  
**Schedule of Revenues, Expenditures, and Changes in**  
**Fund Balances - Budget and Actual**  
**Year Ended April 30, 2014**

	Original Budget	Final Budget	Actual
Revenues			
Taxes	\$ 700,000	\$ 700,000	\$ 504,284
Investment income	750	750	48
Total revenues	<u>700,750</u>	<u>700,750</u>	<u>504,332</u>
Expenditures			
General government	500,000	500,000	261,955
Debt Service	<u>1,500,000</u>	<u>1,500,000</u>	<u>363,225</u>
Total expenditures	<u>2,000,000</u>	<u>2,000,000</u>	<u>625,180</u>
Net change in fund balance	<u>\$ (1,299,250)</u>	<u>\$ (1,299,250)</u>	(120,848)
Fund balance - beginning			<u>336,318</u>
Fund balance - ending			<u>\$ 215,470</u>

**Village of Mundelein, Illinois**  
**Equipment Replacement Fund**  
**Schedule of Revenues, Expenditures, and Changes in**  
**Fund Balances - Budget and Actual**  
**Year Ended April 30, 2014**

	Original Budget	Final Budget	Actual
Revenues			
General fines	\$ 55,000	\$ 55,000	\$ 39,621
Expenditures			
Public safety	900,000	900,000	114,959
Public works	500,000	500,000	367,705
Total expenditures	<u>1,400,000</u>	<u>1,400,000</u>	<u>482,664</u>
Deficiency of revenues over expenditures	(1,345,000)	(1,345,000)	(443,043)
Other financing sources			
Transfers in	<u>1,000,000</u>	<u>1,000,000</u>	<u>1,000,000</u>
Net change in fund balance	<u>\$ (345,000)</u>	<u>\$ (345,000)</u>	556,957
Fund balance - beginning			<u>251,591</u>
Fund balance - ending			<u>\$ 808,548</u>

## **NONMAJOR DEBT SERVICE FUND**

**General Obligation Bond Fund** – To accumulate monies for the payment of the \$5,000,000 General Obligation bonds Series 2005, which are due in annual installments plus interest until maturity in 2025; to accumulate monies for the payment of the \$7,100,000 General Obligation bonds Series 2010A, which are due in annual installments plus interest until maturity in 2029; and to accumulate monies for the payment of the \$9,135,000 General Obligation Refunding bonds Series 2010B, which are due in annual installments plus interest until maturity in 2019. Financing is provided by specific annual property tax levies. Property taxes levied in excess of actual requirements are legally restricted to servicing this debt. The 2005 bonds were issued to pay for land acquisition and capital improvements. The 2010A bonds were issued to pay for land acquisition, demolition of structures and infrastructure improvements. The 2010B bonds were issued to pay the cost of refunding the 1998 General Obligation bonds and to pay the cost of the advance refunding of the 1999 General Obligation bonds.

**Village of Mundelein, Illinois**  
**General Obligation Bond Fund**  
**Schedule of Revenues, Expenditures, and Changes in**  
**Fund Balances - Budget and Actual**  
**Year Ended April 30, 2014**

	Original Budget	Final Budget	Actual
<b>Revenues</b>			
Taxes	\$ 1,352,621	\$ 1,352,621	\$ 1,373,672
Investment income	-	-	302
Total revenues	<u>1,352,621</u>	<u>1,352,621</u>	<u>1,373,974</u>
<b>Expenditures</b>			
<b>Debt service</b>			
Principal	1,225,000	1,225,000	1,225,000
Interest	275,000	275,000	271,898
Fiscal charges	125,000	125,000	80,223
Total expenditures	<u>1,625,000</u>	<u>1,625,000</u>	<u>1,577,121</u>
Deficiency of revenues over expenditures before other financing sources	(272,379)	(272,379)	(203,147)
<b>Other financing sources</b>			
Refunding Bonds Issuance	-	-	3,210,000
Premium on Bonds	-	-	246,523
Payment to Bond Escrow Agent	(5,375,000)	(5,375,000)	(3,372,952)
Transfer in	210,000	210,000	210,000
Net change in fund balance	<u>\$ (5,437,379)</u>	<u>\$ (5,437,379)</u>	90,424
Fund balance - beginning			<u>1,562,385</u>
Fund balance - ending			<u>\$ 1,652,809</u>

## **CAPITAL PROJECTS FUNDS**

**Capital Development Fund** - This capital projects fund accounts for revenues derived from development fees from contractors for the purpose of meeting the costs of various Village projects and expenditures at the Village's discretion.

**Capital Projects Fund** – Accounts for bond proceeds and grants that are restricted for use in specific capital projects of the Village.

**Village of Mundelein, Illinois**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balance -**  
**Budget and Actual - Capital Development Fund (Major Fund)**  
**Year Ended April 30, 2014**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues				
Investment income	50,000	50,000	62	(49,938)
Expenditures				
Capital outlay	<u>10,000,000</u>	<u>10,000,000</u>	<u>8,353,666</u>	<u>1,646,334</u>
Net change in fund balance	<u>\$ (9,950,000)</u>	<u>\$ (9,950,000)</u>	<u>\$ (8,353,604)</u>	<u>\$ 1,596,396</u>
Fund balance - beginning			<u>9,349,329</u>	
Fund balance - ending			<u>\$ 995,725</u>	

**Village of Mundelein, Illinois  
Capital Projects Fund (Major Fund)  
Schedule of Revenues, Expenditures, and Changes in  
Fund Balances - Budget and Actual  
Year Ended April 30, 2014**

	Original Budget	Final Budget	Actual
<hr/>			
Revenues			
Grants	\$ -	\$ -	\$ 6,335
Expenditures			
Public Works			
Engineering	400,000	400,000	6,335
Construction	4,600,000	4,600,000	-
Total expenditures	<u>5,000,000</u>	<u>5,000,000</u>	<u>6,335</u>
Net change in fund balance	<u>\$ (5,000,000)</u>	<u>\$ (5,000,000)</u>	-
Fund balance - beginning, as restated			<u>4</u>
Fund balance - ending			<u>\$ 4</u>

## **ENTERPRISE FUND**

**Waterworks and Sewerage Fund** – To account for the provision of water and sewer services to the residents of the Village and some residents of the County. All activities necessary to provide such services are accounted for in this fund including, but not limited to, administration, operations, maintenance, financing and related debt service, and billing and collection.

**Village of Mundelein, Illinois**  
**Enterprise Fund - Waterworks and Sewerage Fund**  
**Schedule of Net Position - By Department**  
**April 30, 2014**

	Operations and Maintenance	Sewer Additions and Expansions	Water Additions and Expansion	Depreciation	Totals
<b>Assets</b>					
<b>Current</b>					
Cash and investments	\$ 280,944	\$ -	\$ -	\$ -	\$ 280,944
Restricted cash and investments	-	3,982,975	209,865	2,577,508	6,770,348
Accounts receivable	1,521,286	-	-	-	1,521,286
Accrued interest receivable	-	11,739	2,882	-	14,621
Deposit with IRMA	248,840	-	-	-	248,840
Prepaid expenses	103,366	-	-	-	103,366
	<u>2,154,436</u>	<u>3,994,714</u>	<u>212,747</u>	<u>2,577,508</u>	<u>8,939,405</u>
<b>Noncurrent</b>					
Capital assets - net	<u>33,989,159</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>33,989,159</u>
<b>Total assets</b>	<u>36,143,595</u>	<u>3,994,714</u>	<u>212,747</u>	<u>2,577,508</u>	<u>42,928,564</u>
<b>Liabilities</b>					
<b>Current</b>					
Accounts payable	316,052	-	37,199	189,665	542,916
Accrued payroll	134,188	-	-	-	134,188
Deposits payable	111,018	-	-	-	111,018
Compensated absences	97,008	-	-	-	97,008
IEPA loan payable	310,517	-	-	-	310,517
<b>Total current liabilities</b>	<u>968,783</u>	<u>-</u>	<u>37,199</u>	<u>189,665</u>	<u>1,195,647</u>
<b>Noncurrent</b>					
Compensated absences	73,702	-	-	-	73,702
IEPA loan payable	1,159,737	-	-	-	1,159,737
<b>Total noncurrent liabilities</b>	<u>1,233,439</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,233,439</u>
<b>Total liabilities</b>	<u>2,202,222</u>	<u>-</u>	<u>37,199</u>	<u>189,665</u>	<u>2,429,086</u>
<b>Net Position</b>					
<b>Net Investment in</b>					
Capital Assets	32,518,905	-	-	-	32,518,905
Restricted for capital improvements	-	3,994,714	175,548	2,387,843	6,558,105
Unrestricted	1,422,468	-	-	-	1,422,468
<b>Total net position</b>	<u>\$ 33,941,373</u>	<u>\$ 3,994,714</u>	<u>\$ 175,548</u>	<u>\$ 2,387,843</u>	<u>\$ 40,499,478</u>

**Village of Mundelein, Illinois**  
**Enterprise Fund - Waterworks and Sewerage Fund**  
**Schedule of Revenues, Expenses, and Changes in Net Position - By Department**  
**Year Ended April 30, 2014**

	Operations and Maintenance	Sewer Additions and Expansions	Water Additions and Expansion	Depreciation	Totals
Operating revenues					
Charges for services					
Water and sewer sales	\$ 7,730,160	\$ -	\$ -	\$ -	\$ 7,730,160
Operating expenses (excluding depreciation)	<u>6,345,926</u>	<u>-</u>	<u>484,122</u>	<u>332,479</u>	<u>7,162,527</u>
Operating income before depreciation	1,384,234	-	(484,122)	(332,479)	567,633
Depreciation	<u>1,923,748</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,923,748</u>
Operating income (loss)	<u>(539,514)</u>	<u>-</u>	<u>(484,122)</u>	<u>(332,479)</u>	<u>(1,356,115)</u>
Nonoperating revenues (expenses)					
Investment income	120	(186,411)	(40,280)	230	(226,341)
Interest expense	<u>(49,046)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(49,046)</u>
	<u>(48,926)</u>	<u>(186,411)</u>	<u>(40,280)</u>	<u>230</u>	<u>(275,387)</u>
Income (loss) before capital contributions and transfers	(588,440)	(186,411)	(524,402)	(332,249)	(1,631,502)
Capital contributions					
Expansion fees	22,151	21,000	2,335	-	45,486
Reserve transfer	(1,000,000)	-	-	1,000,000	-
Intra-fund transfers in (out)	<u>976,259</u>	<u>(73,615)</u>	<u>(48,387)</u>	<u>(854,257)</u>	<u>-</u>
Change in net position	(590,030)	(239,026)	(570,454)	(186,506)	(1,586,016)
Net position - beginning, as restated	<u>34,511,406</u>	<u>4,233,740</u>	<u>746,005</u>	<u>2,594,343</u>	<u>42,085,494</u>
Net position - ending	<u>\$ 33,921,376</u>	<u>\$ 3,994,714</u>	<u>\$ 175,551</u>	<u>\$ 2,407,837</u>	<u>\$ 40,499,478</u>

**Village of Mundelein, Illinois**  
**Waterworks and Sewerage Fund**  
**Schedule of Operating Revenues and Expenses and Nonoperating Revenues**  
**and Expenses - Budget and Actual (Budgetary Basis)**  
**Year Ended April 30, 2014**

	Original Budget	Final Budget	Actual
<b>Operating revenues</b>			
Charges for services			
Water and sewer sales	\$ 8,100,000	\$ 8,100,000	\$ 7,730,160
<b>Operating expenses</b>			
(excluding depreciation)	8,045,000	8,045,000	7,162,527
<b>Nonoperating revenues/expenses</b>			
Expansion fees	-	-	45,486
Investment income	-	-	(226,341)
Principal retirement	305,000	305,000	(301,734)
Interest expense	50,000	50,000	(49,046)
	<u>355,000</u>	<u>355,000</u>	<u>(531,635)</u>

**Village of Mundelein, Illinois**  
**Waterworks and Sewerage Fund**  
**Schedule of Operating Expenses - Budget and Actual**  
**Year Ended April 30, 2014**

	Original Budget	Final Budget	Actual
<b>Sewerage</b>			
Personal services	\$ 1,165,000	\$ 1,165,000	\$ 866,229
Fringe benefits	380,000	380,000	354,591
Professional development	5,000	5,000	1,724
Professional services	100,000	100,000	865,573
Property services	120,000	120,000	84,045
Maintenance services	100,000	100,000	50,144
Other services	5,000	5,000	2,971
Supplies	85,000	85,000	48,874
Safety equipment	10,000	10,000	5,214
Communications	10,000	10,000	5,659
Utilities	400,000	400,000	294,580
Maintenance materials	110,000	110,000	78,997
Other commodities	1,000	1,000	3,824
Total sewerage	<u>2,491,000</u>	<u>2,491,000</u>	<u>2,662,425</u>
<b>Waterworks</b>			
<b>Administration</b>			
Personal services	\$ 1,185,000	\$ 1,185,000	\$ 988,008
Fringe benefits	450,000	450,000	349,602
Professional development	10,000	10,000	3,664
Property services	125,000	125,000	80,163
Professional services	125,000	125,000	87,956
Maintenance services	200,000	200,000	156,199
Community Services	10,000	10,000	11,231
Other services	10,000	10,000	38,726
Supplies	89,000	89,000	38,726
Safety equipment	25,000	25,000	-
Communications	25,000	25,000	15,110
Utilities	3,175,000	3,175,000	2,646,315
Maintenance materials	125,000	125,000	84,402
Total waterworks	<u>5,554,000</u>	<u>5,554,000</u>	<u>4,500,102</u>
Total expenses	<u>\$ 8,045,000</u>	<u>\$ 8,045,000</u>	<u>\$ 7,162,527</u>

## FIDUCIARY FUNDS

### Pension Trust

**Police Pension Fund** – To account for the accumulation of resources to be used for disability and retirement annuity payments to uniformed police department personnel at appropriate amounts and times in the future. Resources are contributed by employees at rates fixed by laws and by the Village at amounts determined by the Department of Insurance of the State of Illinois from a specific annual property tax levy.

**Firefighters' Pension Fund** – To account for the accumulation of resources to be used for disability and retirement annuity payments to uniformed fire department personnel at appropriate amounts and times in the future. Resources are contributed by employees at rates fixed by laws and by the Village at amounts determined by the Department of Insurance of the State of Illinois from a specific annual property tax levy.

### Agency

**Special Assessments Fund** – An agency fund used to account for the collection of special assessments from property owners and payments of related special assessment liabilities.

**Deposits Fund** – An agency fund used to account for the collection of security from property owners and developers to assure compliance with municipal codes.

**Reimbursement Escrow Fund** – An agency fund used to account for the collection of security from prospective developers to assure payment of third party review process costs according to municipal ordinance.

**Village of Mundelein, Illinois**  
**Fiduciary Funds**  
**Combining Statement of Fiduciary Net Position - Pension Trust Funds**  
**April 30, 2014**

	Police Pension	Firefighters' Pension	Total
<b>Assets</b>			
Cash and investments			
Cash and equivalents	\$ 13,006	\$ 50,510	\$ 63,516
Investments			
U.S. government and agency obligations	6,778,311	3,722,955	10,501,266
Municipal bonds	262,547	269,115	531,662
Corporate bonds	2,586,462	3,726,117	6,312,579
Money market funds	916,502	344,851	1,261,353
Mutual funds	4,412,773	8,140,806	12,553,579
Common stock	7,035,372	-	7,035,372
	<u>22,004,973</u>	<u>16,254,354</u>	<u>38,259,327</u>
Receivables			
Accrued interest	44,855	78,521	123,376
Prepays	<u>19,750</u>	<u>7,053</u>	<u>26,803</u>
Total Assets	<u>22,069,578</u>	<u>16,339,928</u>	<u>38,409,506</u>
<b>Liabilities</b>			
Accounts Payable	<u>7,408</u>	<u>3,763</u>	<u>11,171</u>
<b>Net Position</b>			
Held in trust for pension benefits	<u>\$ 22,062,170</u>	<u>\$ 16,336,165</u>	<u>\$ 38,398,335</u>

**Village of Mundelein, Illinois**  
**Fiduciary Funds**  
**Combining Statement of Changes in Fiduciary Net Position - Pension Trust Funds**  
**Year Ended April 30, 2014**

	Police Pension	Firefighters' Pension	Totals
<b>Additions</b>			
Contributions			
Employer	\$ 1,082,398	521,149	\$ 1,603,547
Participants	473,966	207,958	681,924
	<u>1,556,364</u>	<u>729,107</u>	<u>2,285,471</u>
Investment income			
Net appreciation in fair value of investments	1,361,737	484,824	1,846,561
Investment income	363,813	611,417	975,230
Less investment expenses	(144,454)	(53,784)	(198,238)
	<u>1,581,096</u>	<u>1,042,457</u>	<u>2,623,553</u>
Total additions	<u>3,137,460</u>	<u>1,771,564</u>	<u>4,909,024</u>
<b>Deductions</b>			
Administration	29,540	30,351	59,891
Pension benefits and refunds	1,525,381	643,396	2,168,777
Total deductions	<u>1,554,921</u>	<u>673,747</u>	<u>2,228,668</u>
Change in net position	1,582,539	1,097,817	2,680,356
Net position - beginning, restated	<u>20,479,631</u>	<u>15,238,348</u>	<u>35,717,979</u>
Net position - ending	<u>\$ 22,062,170</u>	<u>\$ 16,336,165</u>	<u>\$ 38,398,335</u>

**Village of Mundelein, Illinois**  
**Police Pension Fund**  
**Schedule of Changes in Fiduciary Net Position - Budget and Actual**  
**Year Ended April 30, 2014**

	Original Budget	Final Budget	Actual
<b>Additions</b>			
Contributions			
Employer	\$ 1,084,478	\$ 1,084,478	\$ 1,082,398
Participants	-	-	473,966
	<u>1,084,478</u>	<u>1,084,478</u>	<u>1,556,364</u>
Investment income			
Net appreciation in fair value of investments	-	-	1,361,737
Investment income	800,000	800,000	363,813
Less investment expenses	(203,500)	(203,500)	(144,454)
	<u>596,500</u>	<u>596,500</u>	<u>1,581,096</u>
Total additions	<u>1,680,978</u>	<u>1,680,978</u>	<u>3,137,460</u>
<b>Deductions</b>			
Administration	200,000	200,000	29,540
Pension benefits and refunds	1,800,000	1,800,000	1,525,381
Total deductions	<u>2,000,000</u>	<u>2,000,000</u>	<u>1,554,921</u>
Change in net position	<u>\$ (319,022)</u>	<u>\$ (319,022)</u>	1,582,539
Net position - beginning, restated			<u>20,479,631</u>
Net position - ending			<u>\$ 22,062,170</u>

**Village of Mundelein, Illinois**  
**Firefighters' Pension Fund**  
**Schedule of Changes in Fiduciary Net Position - Budget and Actual**  
**Year Ended April 30, 2014**

	Original Budget	Final Budget	Actual
<b>Additions</b>			
Contributions			
Employer	\$ 522,156	\$ 522,156	\$ 521,149
Participants	-	-	207,958
	<u>522,156</u>	<u>522,156</u>	<u>729,107</u>
Investment income			
Net appreciation in fair value of investments	-	-	484,824
Investment income	500,000	500,000	611,417
Less investment expenses	(100,000)	(100,000)	(53,784)
	<u>400,000</u>	<u>400,000</u>	<u>1,042,457</u>
Total additions	<u>922,156</u>	<u>922,156</u>	<u>1,771,564</u>
<b>Deductions</b>			
Administration	100,000	100,000	30,351
Pension benefits and refunds	900,000	900,000	643,396
Total deductions	<u>1,000,000</u>	<u>1,000,000</u>	<u>673,747</u>
Change in net position	<u>\$ (77,844)</u>	<u>\$ (77,844)</u>	1,097,817
Net position - beginning, restated			<u>15,238,348</u>
Net position - ending			<u>\$ 16,336,165</u>

**Village of Mundelein, Illinois**  
**Agency Funds**  
**Combining Statement of Assets and Liabilities**  
**April 30, 2014**

	Special Assessments Fund	Deposits Fund	Reimbursement Escrow Fund	Totals
<b>All Funds</b>				
Assets				
Cash and equivalents	\$ 802,567	\$ 250,889	\$ 72,004	\$ 1,125,460
Total assets	<u>\$ 802,567</u>	<u>\$ 250,889</u>	<u>\$ 72,004</u>	<u>\$ 1,125,460</u>
Liabilities				
Deposits payable	\$ -	\$ 250,889	\$ 72,004	\$ 322,893
Other liabilities	<u>802,567</u>	<u>-</u>	<u>-</u>	<u>802,567</u>
Total liabilities	<u>\$ 802,567</u>	<u>\$ 250,889</u>	<u>\$ 72,004</u>	<u>\$ 1,125,460</u>

**Village of Mundelein, Illinois**  
**Agency Funds**  
**Combining Statement of Changes in Fiduciary Assets and Liabilities**  
**Year Ended April 30, 2014**

	Balances May 1	Additions	Deductions	Balances April 30
<b>All Funds</b>				
Assets				
Cash and equivalents	\$ 1,158,016	\$ 543,074	\$ 575,630	\$ 1,125,460
Total assets	<u>\$ 1,158,016</u>	<u>\$ 543,074</u>	<u>\$ 575,630</u>	<u>\$ 1,125,460</u>
Liabilities				
Deposits payable	\$ 355,608	\$ 542,915	\$ 575,630	\$ 322,893
Other liabilities	<u>802,408</u>	<u>159</u>	<u>-</u>	<u>802,567</u>
Total liabilities	<u>\$ 1,158,016</u>	<u>\$ 543,074</u>	<u>\$ 575,630</u>	<u>\$ 1,125,460</u>
<b>Special Assessments Fund</b>				
Assets				
Cash and equivalents	<u>\$ 802,408</u>	<u>\$ 159</u>	<u>\$ -</u>	<u>\$ 802,567</u>
Liabilities				
Other liabilities	<u>\$ 802,408</u>	<u>\$ 159</u>	<u>\$ -</u>	<u>\$ 802,567</u>
<b>Deposits Fund</b>				
Assets				
Cash and equivalents	<u>\$ 308,604</u>	<u>\$ 517,915</u>	<u>\$ 575,630</u>	<u>\$ 250,889</u>
Liabilities				
Deposits payable	<u>\$ 308,604</u>	<u>\$ 517,915</u>	<u>\$ 575,630</u>	<u>\$ 250,889</u>
<b>Reimbursement Escrow Fund</b>				
Assets				
Cash and equivalents	<u>\$ 47,004</u>	<u>\$ 25,000</u>	<u>\$ -</u>	<u>\$ 72,004</u>
Liabilities				
Deposits payable	<u>\$ 47,004</u>	<u>\$ 25,000</u>	<u>\$ -</u>	<u>\$ 72,004</u>

**OTHER SUPPLEMENTAL DATA**

**Village of Mundelein, Illinois**  
**Long-Term Debt Requirements**  
**General Obligation Bond Series of 2005**  
**April 30, 2014**

Date of Issue June 15, 2005  
Date of Maturity December 1, 2025  
Authorized Issue \$ 5,000,000  
Denomination of Bonds \$ 5,000  
Interest Rates Varies from 3.5% to 4.2%  
Interest Dates June 1 and December 1  
Call Date December 1, 2015

Partially Refunded in 2013

CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Tax Levy	Requirements			Interest Due on			
	Principal	Interest	Totals	December 1	Amount	June 1	Amount
2013	<u>\$ 235,000</u>	<u>\$ 4,113</u>	<u>\$ 239,113</u>	2014	<u>\$ 4,113</u>	2015	<u>\$ -</u>
	<u>\$ 235,000</u>	<u>\$ 4,113</u>	<u>\$ 239,113</u>		<u>\$ 4,113</u>		<u>\$ -</u>

**Village of Mundelein, Illinois**  
**Long-Term Debt Requirements**  
**Taxable General Obligation Bond Series of 2010A**  
**April 30, 2014**

Date of Issue July 15, 2010  
Date of Maturity December 15, 2030  
Authorized Issue \$7,100,000  
Denomination of Bonds \$ 5,000  
Interest Rates Varies from 3.0% to 6.0%  
Interest Dates June 15 and December 15  
Call Date December 15, 2019

CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Tax Levy	Requirements			Interest Due on			
	Principal	Interest	Totals	June 15	Amount	December 15	Amount
2013	\$ -	\$ 363,226	\$ 363,226	2014	\$ 181,613	2014	\$ 181,613
2014	310,000	363,226	673,226	2015	181,613	2015	181,613
2015	315,000	353,926	668,926	2016	176,963	2016	176,963
2016	330,000	342,114	672,114	2017	171,057	2017	171,057
2017	345,000	328,914	673,914	2018	164,457	2018	164,457
2018	355,000	313,388	668,388	2019	156,694	2019	156,694
2019	375,000	296,970	671,970	2020	148,485	2020	148,485
2020	395,000	278,688	673,688	2021	139,344	2021	139,344
2021	415,000	258,938	673,938	2022	129,469	2022	129,469
2022	435,000	238,188	673,188	2023	119,094	2023	119,094
2023	460,000	216,438	676,438	2024	108,219	2024	108,219
2024	485,000	192,288	677,288	2025	96,144	2025	96,144
2025	510,000	166,826	676,826	2026	83,413	2026	83,413
2026	540,000	139,414	679,414	2027	69,707	2027	69,707
2027	575,000	108,364	683,364	2028	54,182	2028	54,182
2028	610,000	75,300	685,300	2029	37,650	2029	37,650
2029	645,000	38,700	683,700	2030	19,350	2030	19,350
	<u>\$ 7,100,000</u>	<u>\$ 4,074,908</u>	<u>\$ 11,174,908</u>		<u>\$ 2,037,455</u>		<u>\$ 2,037,455</u>

**Village of Mundelein, Illinois  
Long-Term Debt Requirements  
General Obligation Bond Series of 2010B  
April 30, 2014**

Date of Issue July 15, 2010  
 Date of Maturity December 1, 2019  
 Authorized Issue \$9,135,000  
 Denomination of Bonds \$ 5,000  
 Interest Rates Varies from 2.0% to 3.25%  
 Interest Dates June 15 and December 15

CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Tax Levy	Requirements			Interest Due on			
	Principal	Interest	Totals	June 15	Amount	December 15	Amount
2013	\$ 1,020,000	\$ 174,013	\$ 1,194,013	2014	\$ 87,006	2014	\$ 87,007
2014	1,040,000	153,613	1,193,613	2015	76,806	2015	76,807
2015	1,065,000	130,213	1,195,213	2016	65,106	2016	65,107
2016	1,100,000	103,588	1,203,588	2017	51,794	2017	51,794
2017	1,135,000	72,238	1,207,238	2018	36,119	2018	36,119
2018	1,175,000	38,188	1,213,188	2019	19,094	2019	19,094
	<u>\$ 6,535,000</u>	<u>\$ 671,853</u>	<u>\$ 7,206,853</u>		<u>\$ 335,925</u>		<u>\$ 335,928</u>





**Village of Mundelein, Illinois**  
**Schedule of Insurance in Force**  
**April 30, 2014**  
(Unaudited)

The Village participates in the Intergovernmental Risk Management Agency (IRMA). IRMA is an organization of municipalities and special districts in Northeastern Illinois, which have formed an association under the Illinois Intergovernmental Cooperation's Statute to pool their risk management needs. The Agency administers a mix of self-insurance and commercial insurance coverages; property/casualty and workers compensation claim administration/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.

<u>Policy</u>	<u>Coverage</u>
General Liability	\$ 10,000,000
Police Professional	
Employee Benefits	
Professional liability (Fire/Paramedic)	
Auto Liability	10,000,000
Uninsured/under-insured Motorist	500,000
Public Officials Liability	10,000,000
Worker's Compensation	101,500,000
Employer's Liability	2,500,000
First Party Property - All Risk	250,000,000 per occurrence
Flood Zone A	3,500,000
Scheduled Emergency Vehicles-Agreed Value	Scheduled
Boiler Machinery	50,000,000
Crime	
Employee Theft	5,000,000
Forgery or Alteration	5,000,000
Credit Card Forgery	5,000,000
Computer Fraud	5,000,000
Inside Theft, Robbery, & Safe Burglary	2,500,000
Public Officials Bonds	
Mayor/President, Treasurer, Clerk	Blanket: Statutory Limits
Special District Trustees	

**STATISTICAL SECTION  
(Unaudited)**

## STATISTICAL SECTION

This part of the Village's 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.

<b><u>Contents</u></b>	<b><u>Page</u></b>
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<b>Financial Trends</b>	104-107
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These schedules contain trend information to help the reader understand how the Village's financial performance and well-being have changed over time.

<b>Revenue Capacity</b>	108-115
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These schedules contain information to help the reader assess the factors affecting the Village's ability to generate its property and sales taxes.

<b>Debt Capacity</b>	116-119
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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.

<b>Demographic and Economic Information</b>	120-122
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These schedules offer demographic and economic indicators to help the reader understand the environment within which the Village's financial activities take place and to help make comparisons over time and with other governments.

<b>Operating Information</b>	123-125
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These schedules contain information about the Village's operations and resources to help the reader understand how the Village's financial information relates to the services the Village provides and the activities it performs.

<b>Equalized Assessed Valuation</b>	126-128
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These schedules contain information that reflects land parcel information for the Village.

**Sources:**

Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year. The Village implemented GASB Statement No. 34 in 2004; schedules presenting government-wide information include information beginning in that year.

**Village of Mundelein, Illinois**  
**Net Position by Component**  
**Last Ten Fiscal Years**  
**April 30, 2014**

	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
<b>Governmental Activities</b>										
Net Investment in Capital Assets	\$ 68,739,066	\$ 70,557,352	\$ 74,021,286	\$ 78,151,940	\$ 76,816,229	\$ 79,260,856	\$ 81,086,809	\$ 84,628,430	\$ 86,702,547	\$ 95,700,424
Restricted	7,489,991	8,446,938	8,446,938	9,044,346	8,924,754	8,578,861	11,306,734	13,063,745	15,054,859	9,431,517
Unrestricted	<u>9,499,158</u>	<u>8,653,398</u>	<u>14,310,307</u>	<u>17,235,812</u>	<u>17,375,252</u>	<u>15,652,986</u>	<u>15,844,200</u>	<u>18,667,055</u>	<u>18,597,246</u>	<u>14,725,463</u>
<b>Total</b>	<b><u>\$ 85,728,215</u></b>	<b><u>\$ 87,657,688</u></b>	<b><u>\$ 96,778,531</u></b>	<b><u>\$ 104,432,098</u></b>	<b><u>\$ 103,116,235</u></b>	<b><u>\$ 103,492,703</u></b>	<b><u>\$ 108,237,743</u></b>	<b><u>\$ 116,359,230</u></b>	<b><u>\$ 120,354,652</u></b>	<b><u>\$ 119,857,404</u></b>
<b>Business-type Activities</b>										
Net Investment in Capital Assets	\$ 31,907,537	\$ 31,067,204	\$ 30,629,063	\$ 30,757,119	\$ 33,096,650	\$ 32,333,193	\$ 31,376,554	\$ 33,646,840	\$ 33,164,657	\$ 32,518,905
Restricted	6,992,040	7,367,181	6,043,153	6,570,031	6,483,245	6,797,229	6,990,152	8,580,919	7,574,088	6,578,102
Unrestricted	<u>1,139,053</u>	<u>1,269,479</u>	<u>2,168,838</u>	<u>1,266,939</u>	<u>1,251,377</u>	<u>1,845,101</u>	<u>2,609,393</u>	<u>2,453,343</u>	<u>1,346,749</u>	<u>1,402,471</u>
<b>Total</b>	<b><u>\$ 40,038,630</u></b>	<b><u>\$ 39,703,864</u></b>	<b><u>\$ 38,841,054</u></b>	<b><u>\$ 38,594,089</u></b>	<b><u>\$ 40,831,272</u></b>	<b><u>\$ 40,975,523</u></b>	<b><u>\$ 40,976,099</u></b>	<b><u>\$ 44,681,102</u></b>	<b><u>\$ 42,085,494</u></b>	<b><u>\$ 40,499,478</u></b>
<b>Primary Government</b>										
Net Investment in Capital Assets	\$ 100,646,603	\$ 101,624,556	\$ 104,656,521	\$ 108,909,059	\$ 109,912,879	\$ 111,594,049	\$ 112,463,363	\$ 118,275,270	\$ 119,867,204	\$ 128,219,329
Restricted	14,482,031	15,814,119	14,668,690	15,614,377	15,407,999	15,376,090	18,296,886	21,644,664	22,628,947	16,009,619
Unrestricted	<u>10,638,211</u>	<u>9,922,877</u>	<u>16,479,145</u>	<u>18,502,751</u>	<u>18,626,629</u>	<u>17,498,087</u>	<u>18,453,593</u>	<u>21,120,398</u>	<u>19,943,995</u>	<u>16,127,934</u>
<b>Total</b>	<b><u>\$ 125,766,845</u></b>	<b><u>\$ 127,361,552</u></b>	<b><u>\$ 135,804,356</u></b>	<b><u>\$ 143,026,187</u></b>	<b><u>\$ 143,947,507</u></b>	<b><u>\$ 144,468,226</u></b>	<b><u>\$ 149,213,842</u></b>	<b><u>\$ 161,040,332</u></b>	<b><u>\$ 162,440,146</u></b>	<b><u>\$ 160,356,882</u></b>

Data Source  
Audited Financial Statements

**Village of Mundelein, Illinois**  
**Change in Net Position**  
**Last Ten Fiscal Years**  
**April 30, 2014**

	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
<b>Expenses</b>										
<b>Governmental Activities</b>										
General Government	\$ 6,863,715	\$ 2,839,261	\$ 6,809,545	\$ 7,471,651	\$ 6,956,476	\$ 6,625,657	\$ 8,587,371	\$ 7,391,919	\$ 4,712,710	\$ 6,211,189
Public Safety	10,312,722	12,610,092	12,265,903	13,672,253	14,399,607	17,212,142	15,471,938	15,929,566	16,473,332	15,803,291
Public Works	5,230,007	7,213,414	5,346,434	6,360,218	6,218,320	4,209,027	1,553,992	4,799,144	7,775,098	8,611,308
Interest	626,021	731,873	828,148	673,953	660,929	624,898	768,561	623,233	991,794	685,677
<b>Total Governmental Activities Expenses</b>	<b>23,032,465</b>	<b>23,394,640</b>	<b>25,250,030</b>	<b>28,178,075</b>	<b>28,235,332</b>	<b>28,671,724</b>	<b>26,381,862</b>	<b>28,743,862</b>	<b>29,952,934</b>	<b>31,311,465</b>
<b>Business-type Activities</b>										
Waterworks and Sewerage	8,228,617	8,161,102	8,049,190	8,343,929	8,672,138	8,123,276	8,272,120	8,174,410	11,089,801	9,135,321
<b>Total Primary Government Expenses</b>	<b>\$ 31,261,082</b>	<b>\$ 31,555,742</b>	<b>\$ 33,299,220</b>	<b>\$ 36,522,004</b>	<b>\$ 36,907,470</b>	<b>\$ 36,795,000</b>	<b>\$ 34,653,982</b>	<b>\$ 36,918,272</b>	<b>\$ 41,042,735</b>	<b>\$ 40,446,786</b>
<b>Program Revenues</b>										
<b>Governmental Activities</b>										
<b>Charges for Services</b>										
General Government	\$ 1,694,539	\$ 1,877,263	\$ 2,889,357	\$ 2,725,362	\$ 1,713,508	\$ 1,273,398	\$ 1,046,464	\$ 1,804,761	\$ 2,328,955	\$ 2,508,367
Public Safety	1,521,082	1,264,894	1,615,014	1,602,824	1,572,135	1,526,768	1,784,929	1,777,233	842,343	893,825
Public Works	935,363	319,937	3,297,684	2,161,959	1,336,032	978,495	892,685	306,323	258,929	-
Operating Grants and Contributions	419,928	1,153,965	139,488	398,592	944,630	678,020	942,381	3,432,027	2,030,018	1,326,760
Capital Grants and Contributions	-	-	2,782,928	2,625,848	624,101	310,260	134,341	3,151,836	-	93,835
<b>Total Governmental Activities Program Revenues</b>	<b>4,570,912</b>	<b>4,616,059</b>	<b>10,724,471</b>	<b>9,514,585</b>	<b>6,190,406</b>	<b>4,766,941</b>	<b>4,800,800</b>	<b>10,472,180</b>	<b>5,460,245</b>	<b>4,822,787</b>
<b>Business-type Activities</b>										
<b>Charges for Services</b>										
Waterworks and Sewerage	\$ 5,617,299	\$ 6,352,770	\$ 6,015,578	\$ 6,760,060	\$ 6,589,571	\$ 7,212,336	\$ 7,801,986	\$ 7,787,942	\$ 8,170,874	\$ 7,730,160
Operating Grants and Contributions	-	-	100,000	665,926	13,376	-	-	-	-	-
Capital Grants and Contributions	-	-	-	-	139,804	994,651	335,411	3,880,408	139,555	45,486
<b>Total Business-type Activities Program Revenues</b>	<b>5,617,299</b>	<b>6,352,770</b>	<b>6,115,578</b>	<b>7,425,986</b>	<b>6,742,751</b>	<b>8,206,987</b>	<b>8,137,397</b>	<b>11,668,550</b>	<b>8,310,429</b>	<b>7,775,646</b>
<b>Total Primary Government Program Revenues</b>	<b>\$ 10,188,211</b>	<b>\$ 10,968,829</b>	<b>\$ 16,840,049</b>	<b>\$ 16,940,571</b>	<b>\$ 12,933,157</b>	<b>\$ 12,973,928</b>	<b>\$ 12,938,197</b>	<b>\$ 22,140,530</b>	<b>\$ 13,770,674</b>	<b>\$ 12,598,433</b>
<b>Net (Expense) Revenue</b>										
Governmental Activities	\$ (18,461,553)	\$ (18,778,581)	\$ (14,525,559)	\$ (18,663,490)	\$ (22,044,926)	\$ (23,904,783)	\$ (21,581,062)	\$ (18,271,682)	\$ (24,492,689)	\$ (26,488,678)
Business-type Activities	(2,611,318)	(1,556,230)	(1,933,614)	(917,943)	(1,929,387)	83,711	(134,723)	3,493,940	(2,779,372)	(1,359,675)
<b>Total Primary Government Net (Expense) Revenue</b>	<b>\$ (21,072,871)</b>	<b>\$ (20,334,811)</b>	<b>\$ (16,459,173)</b>	<b>\$ (19,581,433)</b>	<b>\$ (23,974,313)</b>	<b>\$ (23,821,072)</b>	<b>\$ (21,715,785)</b>	<b>\$ (14,777,742)</b>	<b>\$ (27,272,061)</b>	<b>\$ (27,848,353)</b>
<b>General Revenues and Other Changes in Net Position</b>										
<b>Governmental Activities</b>										
<b>Taxes and Intergovernmental</b>										
Property tax	\$ 7,976,742	\$ 8,493,265	\$ 9,146,159	\$ 9,596,488	\$ 10,122,301	\$ 11,388,577	\$ 11,244,158	\$ 11,419,023	\$ 11,872,309	\$ 11,874,166
Sales tax	4,262,645	4,950,814	5,007,065	5,160,880	4,805,750	4,391,052	4,496,336	4,870,397	4,617,050	4,791,090
Home rule sales tax	2,397,425	2,760,846	3,588,815	3,967,036	3,461,615	3,070,632	3,182,449	3,297,042	3,280,723	3,406,534
Income tax	2,155,577	2,392,870	2,416,405	3,166,335	2,785,702	1,746,048	3,655,567	2,356,474	2,933,945	2,482,799
Use tax	325,559	378,753	405,575	422,602	459,832	343,808	473,595	443,440	498,515	545,005
Hotel occupation tax	280,831	318,703	336,284	356,935	301,135	231,141	252,141	283,060	305,935	310,767
9-1-1 surcharge tax	228,595	206,329	214,270	261,260	303,609	279,443	309,247	276,449	303,617	273,591
Road and Bridge tax	147,840	135,492	141,923	149,537	144,877	150,757	153,244	152,856	179,544	160,062
Replacement tax	50,577	110,046	120,040	124,166	85,516	69,540	100,501	151,796	151,040	171,548
Telecommunications tax	-	-	816,302	1,043,307	1,017,584	968,872	889,548	892,309	1,102,042	1,071,036
Other tax	938,355	136,125	187,176	142,758	131,541	716,460	651,797	698,515	700,623	623,833
Investment Income	306,741	655,041	1,207,127	1,645,258	1,194,807	393,694	796,401	1,210,024	355,081	2,030
Miscellaneous	141,150	169,770	237,854	101,902	407,781	531,227	121,118	341,784	295,296	278,969
Transfers	(331,949)	-	-	-	(3,551,501)	-	-	-	-	-
<b>Total Governmental Activities</b>	<b>18,880,088</b>	<b>20,708,054</b>	<b>23,824,995</b>	<b>26,138,464</b>	<b>21,670,549</b>	<b>24,281,251</b>	<b>26,326,102</b>	<b>26,393,169</b>	<b>26,595,720</b>	<b>25,991,430</b>
<b>Business-type Activities</b>										
Investment Income	140,913	280,857	431,135	471,791	250,674	60,540	135,299	211,063	45,870	(226,341)
Miscellaneous	561,160	940,607	639,669	199,187	364,395	-	-	-	-	-
Transfers	331,949	-	-	-	3,551,501	-	-	-	-	-
<b>Total Business-type Activities</b>	<b>1,034,022</b>	<b>1,221,464</b>	<b>1,070,804</b>	<b>670,978</b>	<b>4,166,570</b>	<b>60,540</b>	<b>135,299</b>	<b>211,063</b>	<b>45,870</b>	<b>(226,341)</b>
<b>Total Primary Government</b>	<b>\$ 19,914,110</b>	<b>\$ 21,929,518</b>	<b>\$ 24,895,799</b>	<b>\$ 26,809,442</b>	<b>\$ 25,837,119</b>	<b>\$ 24,341,791</b>	<b>\$ 26,461,401</b>	<b>\$ 26,604,232</b>	<b>\$ 26,641,590</b>	<b>\$ 25,765,089</b>
<b>Change in Net Position</b>										
Governmental Activities	\$ 418,535	\$ 1,929,473	\$ 9,299,436	\$ 7,474,974	\$ (374,377)	\$ 376,468	\$ 4,745,040	\$ 8,121,486	\$ 2,103,031	\$ (497,248)
Business-type Activities	(1,577,296)	(334,766)	(862,810)	(246,965)	2,237,183	144,251	576	3,705,003	(2,733,502)	(1,586,016)
<b>Total Primary Government Change in Net Position</b>	<b>\$ (1,158,761)</b>	<b>\$ 1,594,707</b>	<b>\$ 8,436,626</b>	<b>\$ 7,228,009</b>	<b>\$ 1,862,806</b>	<b>\$ 520,719</b>	<b>\$ 4,745,616</b>	<b>\$ 11,826,489</b>	<b>\$ (630,471)</b>	<b>\$ (2,083,264)</b>

Data Source  
Audited Financial Statements

**Village of Mundelein, Illinois**  
**Fund Balances of Governmental Funds**  
**Last Ten Fiscal Years**  
**April 30, 2014**

	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
<b>General Fund</b>										
Reserved	\$ 291,345	\$ 324,284	\$ 350,676	\$ 419,750	\$ 474,948	\$ 496,966	\$ -	\$ -	\$ -	\$ -
Unreserved	9,478,224	8,713,788	13,764,784	16,595,639	16,928,798	16,007,136	-	-	-	-
Nonspendable	-	-	-	-	-	-	434,466	423,359	391,169	1,917,838
Restricted	-	-	-	-	-	-	-	46,111	26,115	36,886
Committed	-	-	-	-	-	-	2,501,720	1,302,115	-	-
Assigned	-	-	-	-	-	-	5,317,476	7,622,508	-	-
Unassigned	-	-	-	-	-	-	7,425,470	9,499,418	14,093,330	12,226,231
<b>Total General Fund</b>	<b>\$ 9,769,569</b>	<b>\$ 9,038,072</b>	<b>\$ 14,115,460</b>	<b>\$ 17,015,389</b>	<b>\$ 17,403,746</b>	<b>\$ 16,504,102</b>	<b>\$ 15,679,132</b>	<b>\$ 18,893,511</b>	<b>\$ 14,510,614</b>	<b>\$ 14,180,955</b>
<b>All Other Governmental Funds</b>										
Reserved	\$ -	\$ -	\$ -	\$ -	\$ 767,804	\$ 790,411	\$ -	\$ -	\$ -	\$ -
Unreserved - designated - Special Revenue Funds	-	-	7,964,888	8,081,160	6,875,527	5,398,214	-	-	-	-
Unreserved, reported in:										
Special Revenue Funds	6,919,886	6,533,532	1,729,125	1,933,947	1,975,946	2,522,229	-	-	-	-
Capital Project Funds	-	2,492,993	-	-	-	-	-	-	-	-
Debt Service Funds	565,828	622,723	769,900	836,684	859,206	673,093	-	-	-	-
Nonspendable	-	-	-	-	-	-	808	39,850	-	209,499
Restricted	-	-	-	-	-	-	11,745,186	13,233,911	15,299,184	9,635,402
Committed	-	-	-	-	-	-	90,000	382,660	-	-
Assigned	-	-	-	-	-	-	77,563	4	4,600,920	1,301,174
Unassigned	-	-	-	-	-	-	-	-	(115,556)	(145,159)
<b>Total All Other Governmental Funds</b>	<b>\$ 7,485,714</b>	<b>\$ 9,649,248</b>	<b>\$ 10,463,913</b>	<b>\$ 10,851,791</b>	<b>\$ 10,478,483</b>	<b>\$ 9,383,947</b>	<b>\$ 11,913,557</b>	<b>\$ 13,656,425</b>	<b>\$ 19,784,548</b>	<b>\$ 11,000,916</b>

Data Source

Audited Financial Statements

GASB Statement No. 54 was implemented in FY2011

**Village of Mundelein, Illinois**  
**Changes in Fund Balances of Governmental Funds**  
**Last Ten Fiscal Years**  
**April 30, 2014**

	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
<b>Revenues</b>										
Taxes	\$ 17,827,700	\$ 19,883,243	\$ 22,380,014	\$ 24,391,304	\$ 23,619,462	\$ 23,356,330	\$ 24,316,654	\$ 24,841,360	\$ 26,079,727	\$ 26,254,700
Licenses and Permits	2,197,532	1,753,408	3,304,643	3,071,865	1,826,631	1,328,496	1,185,785	940,320	649,878	538,495
Intergovernmental	936,482	1,023,254	926,555	891,099	834,225	806,244	808,123	912,614	885,933	901,243
Fines and Forfeitures	728,147	701,062	730,693	662,667	680,561	648,986	773,175	853,396	795,598	741,475
Charges for Services	1,198,916	955,692	2,782,449	1,801,845	1,211,375	1,014,058	1,055,247	3,300,022	1,872,502	1,960,075
Investment Income	306,741	655,041	1,207,127	1,645,258	1,194,807	393,694	774,138	1,210,024	355,081	2,030
Fees	48,894	61,629	57,717	62,669	68,883	105,830	130,494	126,747	112,249	103,632
Grants	419,928	130,711	139,488	216,365	916,188	758,634	545,870	852,662	1,009,687	425,517
Donations	-	-	2,782,939	1,326,249	28,442	104,693	28,790	130,704	134,398	125,806
Miscellaneous	141,150	169,770	283,915	101,902	407,781	531,227	416,697	341,784	295,296	278,969
<b>Total Revenues</b>	<b>23,805,490</b>	<b>25,333,810</b>	<b>34,595,540</b>	<b>34,171,223</b>	<b>30,788,355</b>	<b>29,048,192</b>	<b>30,034,973</b>	<b>33,509,633</b>	<b>32,190,349</b>	<b>31,331,942</b>
<b>Expenditures</b>										
<b>Current</b>										
General Government	5,768,445	7,480,468	6,252,362	6,776,452	7,443,616	6,735,382	15,311,637	7,209,705	7,131,795	6,629,317
Public Safety	10,021,962	11,621,835	11,657,029	12,939,878	13,713,573	14,712,578	13,701,487	13,852,176	14,550,171	16,122,438
Public Works	4,533,487	8,307,805	7,774,020	8,010,321	6,381,457	6,333,832	3,512,911	4,691,030	6,271,413	7,483,037
Pension Contributions	1,110,127	1,298,481	1,451,616	1,591,238	1,671,035	1,694,927	1,570,964	1,578,172	1,668,697	-
Capital Outlay	-	-	-	-	-	-	-	-	-	8,353,666
<b>Debt Service</b>										
Principal	735,000	755,000	730,000	850,000	885,000	925,000	690,000	835,000	1,190,000	1,225,000
Interest and Fiscal Charges	639,512	599,399	838,460	715,527	678,625	640,653	810,218	386,303	916,978	715,346
<b>Total Expenditures</b>	<b>22,808,533</b>	<b>30,062,988</b>	<b>28,703,487</b>	<b>30,883,416</b>	<b>30,773,306</b>	<b>31,042,372</b>	<b>35,597,217</b>	<b>28,552,386</b>	<b>31,729,054</b>	<b>40,528,804</b>
<b>Excess of Revenues over (under) Expenditures</b>	<b>996,957</b>	<b>(4,729,178)</b>	<b>5,892,053</b>	<b>3,287,807</b>	<b>15,049</b>	<b>(1,994,180)</b>	<b>(5,562,244)</b>	<b>4,957,247</b>	<b>461,295</b>	<b>(9,196,862)</b>
<b>Other financing Sources (Uses)</b>										
Transfers In	-	-	1,867,764	210,000	408,979	691,323	792,000	650,500	6,746,268	1,360,000
Transfers Out	-	-	(1,867,764)	(210,000)	(408,979)	(691,323)	(792,000)	(650,500)	(6,746,268)	(1,360,000)
Bonds issued	-	5,000,000	-	-	-	-	16,235,000	-	-	3,210,000
Payment to bond escrow agent	-	-	-	-	-	-	(9,144,369)	-	-	(3,372,952)
Premium on long term debt	-	-	-	-	-	-	176,253	-	-	246,523
Discount on Bonds Issued	-	(23,257)	-	-	-	-	-	-	-	-
<b>Total Other Financing Sources (Uses)</b>	<b>-</b>	<b>4,976,743</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>7,266,884</b>	<b>-</b>	<b>-</b>	<b>83,571</b>
<b>Net Change in Fund Balances</b>	<b>\$ 996,957</b>	<b>\$ 247,565</b>	<b>\$ 5,892,053</b>	<b>\$ 3,287,807</b>	<b>\$ 15,049</b>	<b>\$ (1,994,180)</b>	<b>\$ 1,704,640</b>	<b>\$ 4,957,247</b>	<b>\$ 461,295</b>	<b>\$ (9,113,291)</b>
<b>Debt Service as a Percentage of Noncapital Expenditures</b>	<b>6.32%</b>	<b>4.51%</b>	<b>5.46%</b>	<b>5.07%</b>	<b>5.08%</b>	<b>5.04%</b>	<b>5.52%</b>	<b>4.59%</b>	<b>6.83%</b>	<b>6.45%</b>

Data Source  
Audited Financial Statements

**Village of Mundelein, Illinois**  
**Assessed Value and Actual Value of Taxable Property**  
**Last Ten Levy Years**  
**April 30, 2014**

Levy Year	Residential Property	Commercial Property	Industrial Property	Equalized Assessed Value	Village Direct Tax Rate	Total Direct Tax Rate (1)	Estimated Actual Taxable Value	Equalization Factor
2004	\$ 589,554,567	\$ 102,876,133	\$ 64,806,772	\$ 757,237,472	1.140	8.947	\$ 2,524,124,906	33.33
2005	627,440,518	110,339,786	67,716,040	805,496,344	1.137	8.328	2,684,987,813	33.33
2006	666,446,905	119,492,701	66,298,293	852,237,899	1.127	8.050	2,840,792,996	33.33
2007	713,873,678	129,976,362	64,896,091	908,746,131	1.118	7.887	3,029,153,770	33.33
2008	761,748,154	135,791,259	70,609,621	968,152,034	1.143	7.890	3,227,173,446	33.33
2009	759,119,422	137,493,895	71,386,700	968,000,017	1.179	8.034	3,226,666,723	33.33
2010	725,959,487	136,138,445	71,055,091	933,153,023	1.227	8.643	3,110,510,076	33.33
2011	678,573,511	134,404,525	72,742,375	885,720,411	1.344	9.448	2,857,161,233	33.33
2012	616,501,985	120,419,762	66,395,161	803,316,908	1.481	10.690	2,609,950,724	33.33
2013	586,254,818	109,450,111	60,254,029	755,958,958	1.573	10.983	2,467,876,874	33.33

Data Source  
Lake County Aggregate Property Tax Information Database

Tax Rate per \$100 EAV

Note : Property in the Village is reassessed each year. Property is assessed at 33% of actual value.

(1) Fremont Township - Rate includes all taxing districts

**Village of Mundelein, Illinois**  
**Property Tax Rates - Direct and Overlapping Governments**  
**Last Ten Levy Years**  
**April 30, 2014**

Tax Levy Year	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Tax Rate per \$100 of EAV										
<b>Direct Rates</b>										
Village of Mundelein										
In Libertyville Township	1.137	1.134	1.123	1.110	1.143	1.179	1.227	1.344	1.481	1.573
In Fremont Township	1.140	1.137	1.127	1.118	1.143	1.179	1.227	1.344	1.481	1.573
In Vernon Township	1.146	1.143	1.132	1.120	1.143	1.179	1.227	1.344	1.481	1.573
<b>Overlapping Rates</b>										
Lake County	0.465	0.454	0.450	0.444	0.453	0.464	0.505	0.554	0.608	0.663
Lake County Forest Preserve District	0.219	0.210	0.204	0.201	0.199	0.200	0.198	0.201	0.212	0.218
Central Lake County Joint										
Water Action Water Agency	0.054	0.049	0.046	0.042	0.042	0.042	0.045	0.047	0.052	0.055
Libertyville Township	0.058	0.057	0.057	0.057	0.058	0.059	0.058	0.060	0.065	0.069
Libertyville Township Road and Bridge	0.043	0.042	0.042	0.043	0.044	0.045	0.048	0.051	0.057	0.062
Fremont Township	0.115	0.113	0.113	0.111	0.110	0.113	0.113	0.118	0.118	0.126
Fremont Township Road and Bridge	0.035	0.034	0.033	0.027	0.026	0.026	0.025	0.038	0.032	0.033
Fremont Gravel	0.096	0.095	0.095	0.098	0.096	0.099	0.100	0.100	0.110	0.119
Vernon Township	0.053	0.051	0.051	0.050	0.049	0.050	0.054	0.057	0.060	0.065
Vernon Township Road and Bridge	0.022	0.022	0.022	0.022	0.022	0.023	0.023	0.024	0.026	0.027
Vernon Gravel	0.020	0.020	0.021	0.020	0.021	0.021	0.025	0.011	0.020	0.013
Cook Memorial Library District	0.231	0.225	0.222	0.219	0.222	0.223	0.238	0.254	0.282	0.303
Fremont Library District	0.336	0.328	0.323	0.312	0.317	0.325	0.347	0.381	0.430	0.468
Vernon Area Library District	0.264	0.223	0.222	0.219	0.222	0.226	0.241	0.261	0.291	0.331
Mundelein Park and Rec. District	0.488	0.371	0.370	0.364	0.366	0.363	0.387	0.418	0.460	0.492
Vernon Hills Park District	0.346	0.334	0.351	0.343	0.344	0.317	0.427	0.450	0.496	0.445
School District #70	2.499	2.378	2.297	2.247	2.278	2.283	2.431	2.518	2.839	2.993
School District #73	2.990	2.922	2.887	2.842	2.878	2.899	3.081	3.306	3.678	3.997
School District #75	3.601	3.520	3.346	3.277	3.207	3.260	3.511	3.842	4.476	4.956
School District #76	3.550	3.452	3.375	3.381	3.378	3.362	3.327	3.337	4.098	4.442
School District #79	2.572	2.565	2.529	2.379	2.435	2.485	2.663	2.937	3.267	3.521
High School District #120	2.198	1.820	1.748	1.701	1.735	1.763	1.967	2.165	2.439	2.645
High School District #125	2.062	2.112	2.134	2.114	2.139	2.185	2.306	2.465	2.751	2.989
High School District #128	2.291	2.225	2.179	2.136	2.163	2.179	2.324	2.399	2.580	2.919
Community College District #532	0.200	0.197	0.195	0.192	0.196	0.200	0.218	0.240	0.272	0.296
Representative Tax Rate (Fremont Township)	8.947	8.328	8.050	7.887	7.890	8.034	8.643	9.448	10.690	11.644

Data Source  
Lake County Clerk's Office

**Village of Mundelein, Illinois  
Principal Property Taxpayers  
Current Tax Year and Nine Years Ago  
April 30, 2014**

Taxpayer	Type of Business	2013			2004		
		Taxable Assessed Value	Rank	Percentage of Total Assessed Valuation	Taxable Assessed Value	Rank	Percentage of Total Assessed Valuation
Medline Industries	Hospital Supplies	\$ 8,772,671	1	1.16 %	\$ 7,264,109	1	0.96 %
Park Butterfield Apartment Assoc, LLC	Commercial Property - Apartments	7,201,841	2	0.90	-	-	-
Mundelein 83	Commercial Properties - Strip Malls Restaurants, Stores	7,106,248	3	0.88	4,385,051	2	0.58
Oak Creek Plaza, LLC	Shopping Center	4,402,237	4	0.55	3,850,770	4	0.51
Centro Bradley Long Meadow LLC	Long Meadow Commons	4,229,876	5	0.53	4,138,256	3	0.55
Hickory Walnut, LLC	Multi-Family Apartment Buildings	3,420,949	6	0.43	-	-	-
Target Corporation	Discount Department Store	3,246,517	7	0.40	2,082,575	8	0.28
Northfield Block Company	Construction Block Manufacturing	2,895,496	8	0.36	2,014,141	10	0.27
Home Depot USA Inc	Retail Store	2,609,739	9	0.32	-	-	-
Amcore Flexibles Healthcare	Flexible polyethylene packaging offices)	2,068,566	10	0.23	2,042,333	9	0.27
Apex Investment Associates	Supermarket	-	-	-	3,155,900	5	0.42
Wintrust Asset Management	Apartment Buildings	-	-	-	2,403,190	6	0.32
Sterling Bay, LLC	Office Building	-	-	-	2,246,127	7	0.30
		<u>\$ 45,954,140</u>		<u>5.77 %</u>	<u>\$ 33,582,452</u>		<u>4.43 %</u>

**NOTE:**

Every effort has been made to seek out and report the largest taxpayers. However, many of the taxpayers contain multiple parcels, and it is possible that some parcels and their valuations have been overlooked.

Data Source

Lake County Clerk's Office

**Village of Mundelein, Illinois  
Property Tax Levies and Collections  
Last Ten Levy Years  
April 30, 2014**

Fiscal Year End	Tax Levy Year	Tax Extension	Collected within the Fiscal Year after the Levy		Collections in Subsequent Years	Total Collections to Date	
			Amount	Percentage of Levy		Amount	Percentage of Levy
2005	2003	\$ 8,000,338	\$ 7,974,870	99.68%	\$ 25,468	\$ 8,000,338	100.00%
2006	2004	8,627,947	8,616,911	99.87%	11,036	8,627,947	100.00%
2007	2005	9,153,561	9,146,160	99.92%	7,401	9,153,561	100.00%
2008	2006	9,595,879	9,594,360	99.98%	1,519	9,595,879	100.00%
2009	2007	10,135,539	10,122,229	99.87%	13,310	10,135,539	100.00%
2010	2008	11,065,978	11,034,845	99.72%	31,132	11,065,978	100.00%
2011	2009	11,412,720	11,398,001	99.87%	14,719	11,412,720	100.00%
2012	2010	11,449,788	11,436,819	99.89%	461	11,437,280	99.89%
2013	2011	11,904,082	11,871,824	99.73%	1,881	11,873,705	99.74%
2014	2012	11,897,123	11,872,525	99.79%	0	11,872,525	99.79%

Data Source

Lake County Tax Extension Office

Note: Property in the Village is reassessed each year. Property is assessed at 33% of actual value.

**Village of Mundelein, Illinois**  
**Taxable Sales by Category**  
**Last Ten Calendar Years**  
**April 30, 2014**

Municipal Sales Taxes

	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
General Merchandise	\$ 151,865	\$ 543,433	\$ 609,120	\$ 712,779	\$ 716,131	\$ 680,530	\$ 695,020	\$ 706,597	\$ 723,821	\$ 742,306
Food	942,365	917,276	900,145	867,700	921,928	882,844	830,442	826,907	791,409	835,618
Drinking and Eating Places	387,481	416,629	447,447	474,984	466,801	434,579	445,343	460,477	468,118	492,433
Apparel	80,820	81,095	80,397	76,064	73,250	69,538	67,134	71,689	74,480	78,326
Furniture & H.H. & Radio	126,813	155,414	167,091	280,685	281,482	250,207	232,977	223,888	155,316	119,750
Lumber, Building Hardware	328,083	356,122	424,667	437,311	382,672	304,897	308,309	327,525	346,973	354,901
Automobile and Filling Stations	358,391	420,017	470,265	498,781	690,098	519,028	581,000	651,264	630,811	628,970
Drugs and Miscellaneous Retail	619,096	597,039	650,266	668,960	650,280	624,826	748,779	839,534	891,931	943,520
Agriculture and All Others	806,753	965,731	921,156	827,135	771,036	490,011	471,140	455,417	434,105	455,754
Manufacturers	278,588	268,106	335,057	268,080	162,658	70,370	62,429	69,775	69,603	92,444
<b>Total</b>	<b>\$ 4,080,253</b>	<b>\$ 4,720,863</b>	<b>\$ 5,005,611</b>	<b>\$ 5,112,480</b>	<b>\$ 5,116,334</b>	<b>\$ 4,326,831</b>	<b>\$ 4,442,572</b>	<b>\$ 4,633,072</b>	<b>\$ 4,586,566</b>	<b>\$ 4,744,021</b>

Home Rule Sales Taxes

	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
General Merchandise	\$ 88,017	\$ 296,306	\$ 372,585	\$ 480,030	\$ 469,045	\$ 433,709	\$ 448,256	\$ 442,816	\$ 460,682	\$ 471,424
Food	196,030	181,422	205,642	217,619	203,746	211,565	209,592	219,874	203,558	210,285
Drinking and Eating Places	277,452	300,533	377,583	454,353	445,794	414,538	421,330	435,811	455,548	480,364
Apparel	60,542	60,734	71,355	75,796	73,490	69,577	66,962	71,650	74,453	75,964
Furniture & H.H. & Radio	94,925	116,476	145,825	280,466	281,225	250,211	232,727	223,735	155,249	119,622
Lumber, Building Hardware	244,756	265,570	369,047	434,884	380,369	302,783	306,409	325,511	344,800	353,074
Automobile and Filling Stations	211,496	261,514	345,581	401,740	474,618	392,557	419,495	502,741	486,716	481,173
Drugs and Miscellaneous Retail	319,301	299,972	380,527	421,832	415,121	407,015	537,258	598,375	616,337	609,539
Agriculture and All Others	584,150	705,505	787,246	813,599	766,140	485,902	431,038	430,392	431,121	452,303
Manufacturers	205,590	199,261	283,430	265,562	160,527	68,034	60,286	67,945	67,628	90,707
<b>Total</b>	<b>\$ 2,282,260</b>	<b>\$ 2,687,294</b>	<b>\$ 3,338,821</b>	<b>\$ 3,845,881</b>	<b>\$ 3,670,074</b>	<b>\$ 3,035,891</b>	<b>\$ 3,133,352</b>	<b>\$ 3,318,849</b>	<b>\$ 3,296,092</b>	<b>\$ 3,344,454</b>

Data Source

Illinois Department of Revenue

**Village of Mundelein, Illinois**  
**Direct and Overlapping Property Tax Rates**  
**Last Ten Fiscal Years**  
**April 30, 2014**

Tax Rate per \$100 of EAV

Fiscal Year	Village Direct Rate*	Overlap Rate
2005	1.140	8.947
2006	1.137	8.328
2007	1.127	8.061
2008	1.118	7.887
2009	1.143	7.890
2010	1.179	8.034
2011	1.227	8.643
2012	1.344	9.448
2013	1.481	10.690
2014	1.573	11.644

\*Fremont Township

Data Source

Lake County Clerk's Office

**Village of Mundelein, Illinois**  
**Property Tax Assessed Valuations, Rates and Extensions**  
**Last Ten Levy Year:**  
**April 30, 2014**

Tax Levy Year	2004		2005		2006		2007		2008	
Assessed Valuations	\$757,237,472		\$805,496,344		\$852,237,899		\$908,746,131		\$968,152,034	
Percentage Change from Prior Year	6.904%		6.373%		5.803%		6.631%		6.537%	
	Rate	Amount	Rate	Amount	Rate	Amount	Rate	Amount	Rate	Amount
<b>Tax Extensions</b>										
General	0.548	\$ 4,149,661	0.541	\$ 4,357,735	0.539	\$ 4,593,562	0.524	\$ 4,761,830	0.551	\$ 5,334,518
Road and Bridge -										
Libertyville Township	0.078	214,854	0.081	236,543	0.086	262,658	0.087	279,411	0.098	323,937
Fremont Township	0.081	341,627	0.084	377,717	0.090	431,399	0.095	489,303	0.098	551,451
Vernon Hills Township	0.087	52,322	0.090	57,424	0.095	64,115	0.097	70,352	0.098	73,401
Illinois Municipal Retirement	0.073	552,783	0.071	571,902	0.071	605,089	0.078	708,822	0.089	861,655
Social Security	0.098	742,093	0.113	910,211	0.112	954,506	0.108	981,446	0.112	1,084,330
Debt Service	0.182	1,378,172	0.171	1,377,399	0.162	1,380,625	0.150	1,363,119	0.121	1,171,464
Police Pension	0.108	817,816	0.107	861,881	0.104	886,327	0.114	1,035,971	0.120	1,161,782
Firefighters' Pension	0.050	378,619	0.050	402,748	0.049	417,597	0.049	445,286	0.052	503,439
<b>Total Extension</b>		<b>\$ 8,627,947</b>		<b>\$ 9,153,561</b>		<b>\$ 9,595,879</b>		<b>\$ 10,135,539</b>		<b>\$ 11,065,978</b>
Libertyville Township	1.137		1.134		1.123		1.110		1.143	
Fremont Township	1.140		1.137		1.127		1.118		1.143	
Vernon Hills Township	1.146		1.143		1.132		1.120		1.143	
Uncollectible Provision	<u>1%</u>		<u>1%</u>		<u>1%</u>		<u>1%</u>		<u>1%</u>	

Data Source  
Lake County Tax Extension Office

**Village of Mundelein, Illinois**  
**Property Tax Assessed Valuations, Rates and Extensions - Continued**  
**Last Ten Levy Years**  
**April 30, 2014**

2009		2010		2011		2012		2013	
\$968,000,017		\$933,153,023		\$885,720,411		\$803,316,908		\$755,958,958	
-0.016%		-3.600%		-5.083%		-9.304%		-5.895%	
Rate	Amount								
0.514	\$ 4,975,520	0.613	\$ 5,720,228	0.737	\$ 6,527,759	0.813	\$ 6,530,966	0.847	\$ 6,402,972
0.114	376,078	0.118	379,684	0.121	378,836	0.133	363,343	0.141	362,617
0.114	643,071	0.118	637,971	0.121	610,912	0.133	620,764	0.141	619,150
0.114	84,371	0.118	83,466	0.121	81,973	0.133	84,304	0.141	84,136
0.093	900,240	0.076	709,196	0.070	620,004	0.071	570,355	0.071	536,731
0.110	1,064,800	0.097	905,158	0.091	806,006	0.093	747,085	0.092	695,482
0.140	1,355,200	0.124	1,157,110	0.154	1,364,009	0.171	1,373,672	0.181	1,368,286
0.141	1,364,880	0.141	1,315,746	0.118	1,045,150	0.135	1,084,478	0.166	1,254,892
0.067	<u>648,560</u>	0.058	<u>541,229</u>	0.053	<u>469,432</u>	0.065	<u>522,156</u>	0.075	<u>566,969</u>
	<u>\$ 11,412,720</u>		<u>\$ 11,449,788</u>		<u>\$ 11,904,082</u>		<u>\$ 11,897,123</u>		<u>\$ 11,891,234</u>
1.179		1.227		1.344		1.481		1.573	
1.179		1.227		1.344		1.481		1.573	
1.179		1.227		1.344		1.481		1.573	
<u>1%</u>		<u>1%</u>		<u>1%</u>		<u>0%</u>		<u>0%</u>	

**Village of Mundelein, Illinois**  
**Ratios of Outstanding Debt by Type**  
**Last Ten Fiscal Years**  
**April 30, 2014**

Fiscal Year Ended	Governmental Activities General Obligation Bonds	Business-Type Activities IEPA Note Payable	Total Primary Government	Percentage of Personal Income*	Per Capita*	Population	Per Capita Personal Income	Personal Income
2005	\$ 12,955,000	\$ 3,898,052	\$ 16,853,052	2.07%	545	30,935	26,280	\$ 812,971,800
2006	17,200,000	3,658,206	20,858,206	2.57%	674	30,935	26,280	812,971,800
2007	16,470,000	3,411,377	19,881,377	2.45%	643	30,935	26,280	812,971,800
2008	15,620,000	3,157,364	18,777,364	2.31%	607	30,935	26,280	812,971,800
2009	14,735,000	2,895,957	17,630,957	2.17%	570	30,935	26,280	812,971,800
2010	13,810,000	2,626,940	16,436,940	1.61%	531	30,935	33,057	1,022,618,295
2011	20,365,000	2,350,093	22,715,093	2.22%	731	31,064	33,005	1,025,267,320
2012	19,530,000	2,065,187	21,595,187	2.11%	695	31,064	33,005	1,025,267,320
2013	18,340,000	1,771,988	20,111,988	1.96%	647	31,064	33,005	1,025,267,320
2013	17,080,000	1,470,254	18,550,254	1.81%	597	31,064	33,005	1,025,267,320

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

\* See the Schedule of Demographic and Economic Statistics on page 131 for personal income and population data.

**Village of Mundelein, Illinois**  
**Ratios of General Bonded Debt Outstanding**  
**Last Nine Fiscal Years**  
**April 30, 2014**

Fiscal Year	General Obligation Bonds	Percentage of Estimated Actual Taxable Value of Property*	Per Capita	Equalized Assessed Value
2005	\$ 12,955,000	1.71 %	\$ 419	\$ 757,237,472
2006	17,200,000	2.14	556	805,496,344
2007	16,470,000	1.93	532	852,237,899
2008	15,620,000	1.72	505	908,746,131
2009	14,735,000	1.52	476	968,152,034
2010	13,810,000	1.43	446	968,000,017
2011	20,365,000	2.18	656	933,153,023
2012	19,530,000	2.20	629	885,720,411
2013	18,340,000	2.28	590	803,316,908
2014	17,080,000	2.26	550	755,958,958

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

\* See the Schedule of Assessed Value and estimated Actual Value of Taxable Property on page 119 for property value data.

**Village of Mundelein, Illinois**  
**Direct and Overlapping Governmental Bonded Debt**  
**April 30, 2014**

Governmental Unit	Equalized Assessed Value	Net Bonded Debt	Percentage Debt Applicable to the Village of Mundelein	Village of Mundelein Share of Debt
<b>Overlapping Debt:</b>				
Lake County	\$ 22,967,939,408	\$ 111,055,000	3.250 %	\$ 3,609,288
Lake County Forest Preserve District	22,967,939,408	288,495,000	3.250	9,376,088
Central Lake County Joint Action Water Agency	6,106,587,312	14,005,000	12.314	1,724,576
Mundelein Park District	851,643,258	1,710,000	88.519	1,513,675
Vernon Hills Park District (1)	1,037,740,575	4,977,285	0.001	50
Fremont Public Library District	1,033,574,514	4,400,000	50.748	2,232,912
Countryside Fire Protection District				
Vernon Area Public Library District				
<b>Elementary School Districts:</b>				
#70 - Libertyville	916,917,263	14,567,358	0.042	6,118
#73 - Hawthorn	1,155,399,675	39,873,398	14.770	5,889,301
#75 - Mundelein	307,658,091	11,931,777	98.765	11,784,420
#76 - Diamond Lake	260,247,346	3,376,137	35.546	1,200,082
#79 - Fremont	740,102,890	25,170,000	24.059	6,055,650
High School District #120 - Mundelein	1,204,616,584	11,460,547	60.798	6,967,783
High School District #125 -Stevenson	3,057,709,673	45,985,000	0.620	285,107
High School District #128 - Libertyville	2,676,115,574	22,065,000	0.072	15,887
Community College #532	21,781,279,660	77,990,000	3.420	2,667,258
		677,061,502		53,328,193
<b>Direct Debt:</b>				
Village of Mundelein	<u>\$ 755,958,958</u>	<u>17,080,000</u>	100.00 %	<u>17,080,000</u>
<b>Total Direct and Overlapping Debt</b>		<u>\$ 694,141,502</u>		<u>\$ 70,408,193</u>
Direct and overlapping bonded debt per capita Population				\$ 2,267 31,064

Data Source  
Lake County Clerk's Office

Overlapping is determined by the portion of the  
Village's EAV of the other Districts' EAVs

**Village of Mundelein, Illinois**  
**Schedule of Legal Debt Margin**  
**April 30, 2014**

The Village is a home rule municipality.

Chapter 65, Section 5/8-5-1 of the Illinois Compiled Statutes governs computation of the legal debt margin.

The General Assembly may limit by law the amount and require referendum approval of debt to be incurred by home rule municipalities, payable from ad valorem property tax receipts, only in excess of the following percentages of the assessed value of its taxable property. . . (2) if its population is more than 25,000 and less than 500,000 an aggregate of one percent: . . .indebtedness which is outstanding on the effective date (July 1, 1971) of this constitution or which is thereafter approved by referendum....shall not be included in the foregoing percentage amounts.

To date the General Assembly has set no limits for home rule municipalities.

**Village of Mundelein, Illinois**  
**Demographic and Economic Information**  
**Last Ten Fiscal Years**  
**April 30, 2014**

Fiscal Year	Population	Personal Income* (Thousands of Dollars)	Per Capita Personal Income	Median Age	Unemployment Rate
2005	30,935	812,972	26,280	31.70	6.3
2006	30,935	812,972	26,280	31.70	5.0
2007	30,935	812,972	26,280	31.70	4.2
2008	30,935	812,972	26,280	31.70	5.0
2009	30,935	812,972	26,280	33.20	6.6
2010	30,935	1,022,618	33,057	33.00	9.6
2011	31,064	1,025,267	33,005	35.10	10.4
2012	31,064	1,025,267	33,005	35.10	8.4
2013	31,064	1,025,267	33,005	35.10	7.8
2014	31,064	1,025,267	33,005	35.10	6.8

Data Source  
Village Records  
U.S. Census Bureau

**Village of Mundelein, Illinois  
Principal Employers  
Current Year and Nine Years ago  
April 30, 2014**

Employer	Type of Business	2014			2005		
		Rank	Employees	Percentage of Total City Population	Rank	Employees	Percentage of Total City Population
Medline Industries	Hospital Supplies	1	1,800	5.79 %	1	1,500	4.85 %
Accurate Transmissions	Remanufactured Transmissions	2	320	1.03	4	300	
Amcor Flexibles Healthcare, Inc.	Flexible Polyethylene Packaging	3	315	1.01	2	350	1.13
Maclean Fogg Co.	Industrial Fasteners (Plants and Offices)	4	240	-	8	200	0.65
University of St. Mary of the Lake	Seminary / School for the Priesthood	5	220	0.71	6	225	0.73
Mundelein Elementary School #75	Public Elementary School	5	220	0.71	5	250	0.81
Mundelein High School #120	Public High School	7	210	0.68	7	203	0.66
Ruprecht Company	Meat Processing	8	200	0.64	-	-	-
Village of Mundelein	Village Government	9	175	0.56	9	173	0.56
Carter Hoffman Co.	Food Service Equipment	10	110	0.35	-	-	-
US Music	Guitars and Equipment	-	-	-	2	350	1.13
Deringer-Ney	Metal Electric Contacts, Tape, Assemblies	-	-	-	10	125	0.40
<b>Total</b>			<u><u>3,810</u></u>			<u><u>3,676</u></u>	
Population			31,064			30,935	

**Village of Mundelein, Illinois**  
**Full-Time Equivalent Employees**  
**Last Ten Budget Years**  
**April 30, 2014**

Function/Program	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
<b>General Government</b>										
Administration	13	13	12	17	16	16	13	13	13	14
Building	12	13	13	9	9	9	8	8	8	8
Finance	7	9	10	10	10	10	8	8	6	6
<b>Public Safety</b>										
<b>Police</b>										
Officers	45	48	51	54	54	52	51	51	52	52
Civilians	17	17	18	18	18	18	18	18	18	18
<b>Fire</b>										
Firefighters/Paramedics and Officers	22	23	23	23	26	26	25	25	26	27
Civilians	2	2	2	2	2	2	2	2	2	2
Contractual	2	2	4	4	7	7	7	7	6	6
<b>Public Works</b>										
Administration	6	6	6	6	6	6	5	5	5	3
Engineering	5	6	6	6	6	6	4	4	4	3
Facility	4	4	4	4	4.5	4.5	3	3	3	4.5
Vehicle	4	4	4	4	4	4	4	4	4	4
Street	11	11	12	12	12	12	10	10	10	11
Water	12	12	12	12	12	12	12	12	12	10
Wastewater	13	13	13	13	13.5	13.5	13	13	13	12
<b>Total</b>	<b>175</b>	<b>183</b>	<b>190</b>	<b>194</b>	<b>200</b>	<b>198</b>	<b>183</b>	<b>183</b>	<b>182</b>	<b>181</b>

Data Source  
Village Records

**Village of Mundelein, Illinois**  
**Operating Indicator:**  
**Last Eight Calendar Year:**  
**April 30, 2014**

Function/Program	2006	2007	2008	2009	2010	2011	2012	2013
<b>General Government</b>								
<b>Administration</b>								
Registered Voters <sup>(1)</sup>	15,725	16,726	17,617	19,516	18,732	19,504	19,478	19,478
Votes Cast in Last Election	8,319	1,385	13,345	3,879	9,520	4,629	3,449	3,449
<b>Public Safety</b>								
<b>Police</b>								
CALEA Accreditation	Yes							
Arrests	1,969	1,954	2,003	1,633	1,517	1,276	1,114	1,114
Ordinance Citations	4,204	3,901	3,275	3,339	2,828	2,020	1,830	1,830
Traffic Citations	12,144	12,446	9,729	9,116	9,447	8,501	6,786	6,786
Part I Incidents <sup>(2)</sup>	615	533	450	478	434	425	415	415
Part II Incidents <sup>(2)</sup>	3,348	3,725	3,960	3,319	3,460	3,140	2,741	2,741
Service Incidents	14,954	15,410	15,293	14,373	14,825	13,521	13,635	13,635
<b>Fire</b>								
Emergency Responses	3,135	3,259	2,963	2,660	2,887	2,829	2,712	2,845
Fire Responses	1,335	1,402	1,279	1,151	1,312	1,263	1,429	1,450
Patients Transported	1,515	1,734	1,709	1,492	1,452	1,282	1,166	1,312
<b>Public Works</b>								
<b>Streets</b>								
Street Resurfaced (Sq. Yds.)	60,581	27,252	17,985	23,390	44,548	24,500	54,606	54,606
Sidewalk Replaced (Sq. Ft.)	10,687	1,432	0	0	8,684	15,816	14,156	14,156
Workorders Processed	6,396	7,357	5,943	7,214	8,871	6,832	5,313	5,313
<b>Water</b>								
Average Daily Demand (MGD)	2.670	2.733	2.610	2.439	2.501	2.518	2.450	2.496
Highest Daily Demand (MGD)	4.550	4.444	4.154	4.635	3.503	3.611	4.564	3.807
Date of Highest Daily Demand	7/16/06	6/17/07	9/01/08	3/08/09	7/21/10	7/11/11	7/1/12	7/17/13
Lake Water Allocation	3.133	3.195	3.250	2.887	2.887	2.916	2.970	2.970
Average Residential Usage	14.6	14.8	16.8	16.6	16.1	15.9	17.2	17.2
Watermain Breaks	16	22	38	21	34	45	53	53
Meters Converted to RF	1,330	1,456	1,131	1,546	332	828	668	668
<b>Wastewater</b>								
Total Volume (MG)	1,438.87	1,427.90	1,530.55	1,481.05	1,019.64	1,165.50	877.98	915.23
Biological Oxygen Demand (lbs)	1,226,882	1,463,223	1,878,099	1,651,539	1,199,216	1,497,949	1,183,782	1,117,671
Suspended Solids (lbs)	1,443,308	1,247,519	2,205,297	1,728,203	1,047,787	1,278,610	1,258,176	1,370,847
Average Daily Flow	3.940	3.910	4.280	4.080	2.790	3.19	2	2.56
Average Dry Weather Flow (MGD)	3.08	2.90	3.05	3.14	2.00	2.28	1.72	1.65
Highest Daily Flow	14.80	18.53	18.50	15.78	19.97	11.94	12.98	31.07
Date of Highest Daily Flow	3/12/06	8/19/07	9/13/08	3/08/09	5/13/10	3/20/11	4/15/12	4/17/13
Workorders Processed	4,768	5,929	8,612	8,053	7,379	6,636	6,472	6,276

(MGD) Million gallons per day

- (1) Municipal elections occur every two years  
(2) Categorized based upon I-UCR Crime Index where Part I includes: murder, criminal sexual assault, robbery, aggravated assault/battery, burglary, theft, motor vehicle theft, and arson. Part II includes all other activities.

Data from 2004-2005 unavailable, but the Village will compile going forward

Data Source

Various Village Departments

**Village of Mundelein, Illinois  
Capital Asset Statistics  
Last Eight Fiscal Years  
April 30, 2014**

Function/Program	2007	2008	2009	2010	2011	2012	2013	2014
General Government								
Metra Stations	1	1	1	1	1	1	1	1
Metra Parking Spots	522	522	522	522	522	522	522	522
Public Safety								
Police								
Stations	1	1	1	1	1	1	1	1
Patrol Districts	4	4	5	5	5	5	5	5
Patrol Units	16	16	16	16	16	16	16	16
Fire								
Stations	2	2	2	2	2	2	2	2
ISO Rating	3	3	3	3	3	3	3	3
Fire Apparatus	5	5	5	5	6	6	6	6
Rescue Apparatus	4	4	4	4	4	4	4	4
Public Works								
Streets								
Streets (miles)	82.3	84.3	85.5	83.2	83.2	83.2	83.2	83.2
Streetlights	1,400	1,400	1,400	1,400	1,400	1,400	1,400	1,400
Traffic signals*	5	5	5	5	5	5	5	5
Curbs (Miles)	133.2	138.3	140.8	139.7	141.1	141.1	141.1	141.1
Sidewalks (Miles)	110.2	114.6	115.6	114.5	115.2	115.2	118.8	118.8
Water								
Water mains (miles)	100.2	101.7	101.9	101.9	101.9	101.9	101.9	101.9
Fire hydrants	1,405	1,430	1,792	1,792	1,792	1,792	1,792	1,792
Booster Pump Stations	1	1	1	1	1	1	1	1
Ground Storage	4	4	4	4	4	4	4	4
Elevated Storage***	3	4	4	4	4	4	4	4
Storage Capacity**	5.50	6.75	6.75	6.75	6.75	6.75	6.75	6.75
Wastewater								
Sanitary sewers (miles)	166.2	167.5	167.6	167.6	167.6	167.6	167.6	167.6
Storm sewers (miles)	87.1	87.8	88.3	86.9	89.6	89.6	89.6	89.6
Treatment capacity**	4.95	4.95	4.95	4.95	4.95	4.95	4.95	4.95

\* Village Owned

\*\* (Millions of Gallons)

\*\*\*Winchester Tower replaced and out of service during 2007

Data from 2005-2006 unavailable, but the Village will compile going forward

Data Source

Various Village Departments

**Village of Mundelein, Illinois  
Miscellaneous Statistics  
Waterworks and Sewerage Func  
Last Ten Fiscal Year:  
April 30, 2014**

Fiscal Year	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
Number of Users:										
Water Users	9,629	9,765	9,777	10,109	10,259	10,257	10,253	10,261	10,261	10,261
Water and Sewer Users	9,637	9,774	9,786	10,113	10,264	10,267	10,263	10,327	10,335	10,455
Increase in Users	57	137	12	327	151	3	(4)	64	8	120
Nonactive Accounts	N/A	N/A	N/A	N/A	N/A	211	301	272	272	272
Users by Class:										
Residential	7,562	7,670	7,687	7,867	7,862	7,736	7,678	7,681	7,686	7,686
Senior Citizen	916	915	901	958	1,109	1,255	1,318	1,359	1,361	1,324
Commercial	893	921	920	761	757	738	729	743	744	744
Apartment Buildings	142	143	142	144	145	145	145	147	147	147
Industrial	72	70	71	62	63	63	60	62	62	76
Other	52	55	65	321	328	330	333	335	335	335
Total Users by Class	9,637	9,774	9,786	10,113	10,264	10,267	10,263	10,327	10,335	10,455
Billing Units by Class <sup>(1)</sup> :										
Residential <sup>(2)</sup>	802,138	854,644	781,173	788,802	777,182	750,637	741,715	734,421	783,996	726,110
Business <sup>(3)</sup>	344,334	360,990	343,973	350,969	330,036	320,975	334,697	338,651	323,269	314,545
Industrial	38,323	39,389	36,490	55,433	39,937	50,001	70,447	98,382	117,485	105,863
Other	18,207	27,817	21,308	29,745	29,055	26,986	27,867	24,698	36,130	34,476
Total Billing Units	1,203,002	1,282,840	1,182,944	1,224,949	1,176,210	1,148,599	1,174,726	1,196,162	1,260,880	1,180,994
Rate History Per Billing Unit <sup>(4)</sup> :										
Ordinance No.	04-04-17	05-04-25	06-05-43	07-05-28	08-04-19	09-04-27	10-04-19	11-04-15	12-04-22	13-04-16
Effective Date	06/01/04	06/01/2005	06/01/2006	06/01/2007	06/01/2008	06/01/2009	06/01/2010	06/01/2011	06/01/2012	06/01/2013
Water	1.442	1.376	1.472	1.598	1.682	1.920	1.980	1.912	2.106	2.106
Sewer	1.600	1.629	1.793	1.993	2.101	2.363	2.464	2.516	2.568	2.568
CLCJAWA	1.519	1.754	1.685	1.701	1.750	1.879	2.030	2.137	1.891	1.891
Combined Rate	4.56	4.76	4.95	5.29	5.53	6.16	6.47	6.565	6.565	6.565
Pumped vs. Billed:										
Total Gallons of Water Pumped	954,241,000	1,051,235,000	972,699,000	992,388,000	935,098,000	888,889,000	913,434,000	928,030,000	969,915,000	913,859,000
Total Gallons of Water Billed	902,597,250	965,131,500	887,208,000	918,711,750	842,309,250	861,449,250	881,044,500	901,608,000	945,660,000	885,745,500
Gallons Pumped but not Billed	51,643,750	86,103,500	85,491,000	73,676,250	92,788,750	27,439,750	32,389,500	26,422,000	24,255,000	28,113,500
Percentage of Unbilled	5.4%	8.2%	8.8%	7.4%	9.9%	3.1%	3.5%	2.8%	2.5%	3.1%

(1) Billing unit equals 100 cubic feet, or 750 gallons

(2) Residential includes residential and senior citizen classes

(3) Business includes commercial and apartment building classes

(4) Annualized Inside the Village rates only

Data Source  
Village Records

**Village of Mundelein, Illinois  
Equalized Assessed Value Per Township  
By General Zoning Classification  
April 30, 2014**

General Zoning Classification	All Townships		Fremont Township		Libertyville Township		Vernon Township	
	Equalized Assessed Value	Percent of Total						
Residential	\$ 616,254,418	76.7 %	\$ 428,503,177	91.8 %	\$ 166,868,506	61.1 %	\$ 20,882,735	32.9 %
Commercial	121,450,011	15.1	38,236,603	8.2	53,143,803	19.5	30,069,605	47.4
Industrial	<u>65,612,479</u>	<u>8.2</u>	<u>-</u>	<u>0.0</u>	<u>53,178,155</u>	<u>19.5</u>	<u>12,434,324</u>	<u>19.6</u>
	<u>\$ 803,316,908</u>	<u>100 %</u>	<u>\$ 466,739,780</u>	<u>100 %</u>	<u>\$ 273,190,464</u>	<u>100 %</u>	<u>\$ 63,386,664</u>	<u>100 %</u>
Percent of Total	\$ 755,958,958	<u>100 %</u>	436,375,598	<u>57.7 %</u>	258,448,863	<u>34.2 %</u>	61,134,497	<u>8.1 %</u>

Data Source

Lake County Aggregate Property Tax Information Database

**Village of Mundelein, Illinois  
Property Value and Construction  
Last Ten Calendar Years  
April 30, 2014**

Calendar Year	Multi-Family Construction		Residential Construction		Total Value of all Building Permits	Estimated Actual Property Value
	Number Of Units	Value (1)	Number of Units	Value (1)		
2004	6	480,000	42	7,634,300	33,718,676	2,524,124,906
2005	12	1,680,000	72	14,773,873	22,233,913	2,684,987,813
2006	84	19,003,000	19	3,166,732	63,571,993	2,840,792,996
2007	-	-	403	47,989,249	83,179,214	3,029,153,770
2008	-	-	111	13,806,040	40,073,508	3,227,173,447
2009	-	-	35	4,034,370	30,259,939	3,226,666,723
2010	-	-	52	5,751,340	30,775,562	3,110,510,076
2011	-	-	68	8,467,808	32,456,852	2,857,161,233
2012	-	-	35	3,756,186	18,567,259	2,609,950,724
2013	-	-	38	5,222,190	20,478,956	2,467,876,874

Data Source  
Village Records

**Village of Mundelein, Illinois**  
**Mundelein Tax Increment Finance Area #2**  
**TIF Increment**  
**Last Eleven Levy Years**  
**April 30, 2014**

Levy Year	EAV TIF Base	TIF Increment	Total EAV TIF	Extension
2003	\$ 8,313,815	\$ -	\$ 8,313,815	\$ -
2004	-	117,306	8,431,121	10,309
2005	-	2,237,311	10,551,126	182,621
2006	-	1,792,419	10,106,234	147,060
2007	-	1,690,995	10,004,810	130,933
2008	-	9,212,662	17,526,477	714,903
2009	-	8,119,746	16,433,561	642,015
2010	-	8,152,453	16,466,268	693,855
2011	-	8,338,810	16,652,625	775,760
2012	-	4,519,328	12,833,143	476,880
2013	-	4,093,106	12,406,921	470,584

Data Source  
Lake County Clerk's Office