

Village of Riverwoods, Illinois

Annual Financial Report

**For the Year Ended
December 31, 2013**

Village of Riverwoods, Illinois
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INDEPENDENT AUDITORS' REPORT

MILLER COOPER & Co., Ltd

ACCOUNTANTS AND CONSULTANTS

INDEPENDENT AUDITORS' REPORT

The Honorable Mayor
Members of the Board of Trustees
Village of Riverwoods, Illinois

Report on the Financial Statements

We have audited the accompanying modified cash basis financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Village of Riverwoods, Illinois (the "Village"), as of and for the year ended December 31, 2013, 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

The Village's management is responsible for the preparation and fair presentation of these financial statements in accordance with the modified cash basis of accounting described in Note A; this includes determining that the modified cash basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

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.

(Continued)

Auditor's Responsibility

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 modified cash basis financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Village, as of December 31, 2013, and the respective changes in financial position-modified cash basis and, where applicable, cash flows, thereof for the year then ended, on the basis of accounting described in Note A.

Basis of Accounting

We draw attention to Note A of the financial statements, which describes the basis of accounting. The financial statements are prepared on a modified cash basis of accounting, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to this matter.

Other Matters

Supplementary Information

The management's discussion and analysis on pages 4 through 11, the Illinois Municipal Retirement Fund historical data on page 42, and the budgetary comparison schedules and notes to supplementary information on pages 43 through 46 are presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is considered 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 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 modified cash basis 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.

The Honorable Mayor
Members of the Board of Trustees
Village of Riverwoods, Illinois

(Continued)

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Village's basic financial statements. The other schedules, listed in the table of contents as Supplemental Data and Other Supplemental Information are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The other information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. 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 other information is fairly stated in all material respects in relation to the basic financial statements, as a whole, on the basis of accounting described in Note A.

MILLER, COOPER & CO., LTD.



Certified Public Accountants

Deerfield, Illinois
June 30, 2014

Village of Riverwoods Management's Discussion and Analysis December 31, 2013

The Village of Riverwoods (the "Village") presents this management discussion and analysis ("MDA") of the Village's financial activities, for the fiscal year ended December 31, 2013, in accordance with the requirements of the Governmental Accounting Standards Board ("GASB"). The purpose of the MDA is to serve as an introduction to the government-wide financial statements, fund financial statements and notes to the financial statements and remaining sections of the Village's Annual Financial Report (sometimes referred to herein as "this report").

I. FINANCIAL HIGHLIGHTS

- **Net position.** The total assets of the Village exceeded its liabilities at the close of the most recent year resulting in net position of \$30,939,977.
- **Fund balance.** At the close of the most recent fiscal year, the Village's governmental funds reported combined ending fund balances of \$13,344,236.
- **Cash and investment balance.** The Village's cash and investment balance at the close of the most recent year was \$15,612,313 against a monthly total expenditure average of \$403,927.
- **Long-term liabilities.** Of the Village's total long term liabilities at the end of the year (\$1,666,364), the amount of \$69,584 was due within one year. The Village's long term debt consists solely of limited obligation special service area bonds.
- **General fund summary.** The fund balance in the General Fund increased from \$11,484,667 to \$11,785,725, during the most recent year. Of this amount, \$1,800,000 was assigned for purposes of capital replacements in the Sewer Fund, and the remaining fund balance, \$9,985,725, was unassigned and available to be spent at the Village's discretion.

II. OVERVIEW OF FINANCIAL STATEMENTS

The accounting standards under which this report are presented and designed to provide two perspectives of the Village's financial performance: a focus on the Village as a whole (government-wide) and a focus on the major individual funds (fund financial statements). Both perspectives (government-wide and fund financial statements) provide a broader basis upon which to compare and judge the Village's financial accountability.

Government-Wide Financial Statements

This report includes government-wide financial statements, which are presented in full on pages 12 through 14 of this report. Financial reporting presented here uses the modified cash basis of accounting. These statements are designed to provide readers with a broad overview of the Village's finances, in a manner similar to a private-sector business. These statements combine and consolidate short-term, spendable resources with capital assets and long-term obligations. Inter-fund activity is eliminated and the cost of assets with a long service life is spread out over future years so that capital expenditures are amortized (through depreciation) when the benefits are realized.

The *Statement of Net Position – Modified Cash Basis* presents information about the Village's assets and liabilities, with the difference reported as *net position*. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the Village is improving or deteriorating. The *Statement of Activities – Modified Cash Basis* reports how the Village's net position changed during the current fiscal year. All current year revenues and expenses are included when the cash is received or paid.

Village of Riverwoods Management's Discussion and Analysis December 31, 2013

An important purpose of the design of the *Statement of Activities – Modified Cash Basis* is to show the financial reliance of the Village's distinct activities or functions on revenues provided by those specific functions.

The government-wide financial statements distinguish governmental activities of the Village that are principally supported by taxes and intergovernmental revenues (such as state-shared revenues) from business-type activities that are intended to recover all or a significant portion of their costs through user fees and charges. Governmental activities include administration and general government, the building department, and the police department. Business-type activities include the water and sewer utilities.

The Village's financial reporting includes only the funds of the Village (primary government). The Village is not accountable for any outside organizations; therefore, no adjustments were made to report financial information from other legally separate entities into this report.

Fund Financial Statements

The Village has three fund types: governmental funds, proprietary (enterprise) funds and fiduciary (agency) funds. Accordingly, this report includes *Governmental Fund Financial Statements*, which are presented on pages 15 through 17 of this report, *Enterprise Fund Financial Statements*, which are presented on pages 18 through 21 of this report, and an *Agency Fund Financial Statement*, which is presented on page 22 of this report. The agency fund is not included in the entity-wide statements since it is not available for general Village uses.

A fund is an accountability unit used to maintain control over resources segregated for specific activities or objectives. The Village uses funds to ensure and demonstrate compliance with finance-related laws and regulations. Within the basic financial statements, fund financial statements focus on the Village's most significant funds rather than the Village as a whole. Major funds are separately reported while all others are combined into a single, aggregated presentation. Individual fund data for nonmajor funds is provided in the form of combining statements in a later section of this report.

The Village's three fund types are further described below.

Governmental funds. Governmental funds reported in the fund financial statements encompass essentially the same functions reported as governmental activities in the government-wide financial statements. However, the governmental fund statements present short-term fiscal accountability by focusing on the use of spendable resources and balances of spendable resources available at the end of the year, on a modified cash basis of accounting. They are useful in evaluating annual financing requirements of governmental programs and the commitment of spendable resources for the near-term. The government-wide financial statements present a long-term view.

Comparisons between the individual governmental fund statements and the government-wide statements provide information about financing decisions and the amount invested in maintaining and improving infrastructure. These two perspectives can provide insight into the long-term impact of short-term financing decisions. Included within the basic financial statements are reconciliations between the government-wide statements and the governmental funds combining statement of assets and liabilities arising from cash transactions and the governmental funds combining statement of revenues collected, expenditures paid, and changes in fund balances which reconcile the differences between these two perspectives.

Budgetary comparison schedules can be found in the required supplementary information and supplemental data sections of this report. These schedules demonstrate compliance with the Village's budget.

**Village of Riverwoods
Management's Discussion and Analysis
December 31, 2013**

Proprietary funds. Proprietary funds reported in the fund financial statements are for those services in which the Village charges customers a fee. In the Village, the only proprietary funds are the enterprise funds. Enterprise funds essentially encompass the same functions reported as business-type activities in the government-wide statements. Enterprise fund services are primarily provided to customers external to the Village organization; these services in the Village consist of the water and sewer utilities. Proprietary fund statements provide both long-term and short-term financial information consistent with the focus provided by the government-wide financial statements.

Agency funds. Agency funds such as the Performance Bond Fund and Escrow Fund, are reported in the *Agency Fund Financial Statements*, but are excluded from the government-wide reporting. Resources reported in the Performance Bond Fund and Escrow Fund are not available to fund Village programs.

Notes to the financial statements. The notes to the financial statements provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 23 through 41 of this report.

Other information. In addition to the basic financial statements and accompanying notes, this report also presents certain supplementary information, supplemental data and other supplemental information. Supplementary information, supplemental data, and other supplemental information can be found on pages 42-105 of this report.

III. GOVERNMENT-WIDE FINANCIAL ANALYSIS

The largest portion of the Village's net position reflects its investment in capital assets (i.e., land, infrastructure, buildings and improvements, vehicles, and equipment) less any related debt used to acquire those assets that is still outstanding. The Village uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the Village's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

**Village of Riverwoods
Management's Discussion and Analysis
December 31, 2013**

The MDA reports a table summarizing the *Statement of Net Position – Modified Cash Basis*, which is presented in its entirety on page 12 of this report. The Village's total net position as of December 31, 2013 was \$30,939,777, of which \$17,027,814 represents governmental activities net position and \$13,912,163 represents business-type activities net position. The net position of the Village increased during 2013 by approximately 1.1%. Total assets of \$32,613,500 exceeded total liabilities of \$1,673,523 at the end of the year.

Over a multi-year period, an increase or decrease in net position can detect an improvement or deterioration in the financial position of the Village as a whole. However, one would need to evaluate nonfinancial factors, such as the condition of Village infrastructure, the satisfaction of constituents, and other information beyond the scope of this report to make a more complete assessment of whether the Village as a whole has improved.

SUMMARY STATEMENT OF NET POSITION

	Governmental Activities		Business Type Activities		Total	
	2013	2012	2013	2012	2013	2012
Current Assets	\$13,351,395	\$12,175,842	\$2,260,918	\$2,047,800	\$15,612,313	\$14,223,642
Noncurrent Assets	5,274,743	5,109,800	11,726,444	11,508,544	17,001,187	16,618,344
Total Assets	18,626,138	17,285,642	13,987,362	13,556,344	32,613,500	30,841,986
Noncurrent Liabilities due within one year	60,793	52,743	8,791	8,270	69,584	61,013
Noncurrent Liabilities due in more than one year	1,530,372	99,131	66,408	74,710	1,596,780	173,841
Other Liabilities	7,159	9,631	-	-	7,159	9,631
Total Liabilities	1,598,324	161,505	75,199	82,980	1,673,523	244,485
Net Position:						
Invested in Capital Assets, net of Debt	3,683,578	4,957,926	11,651,245	11,425,564	15,334,823	16,383,490
Restricted by enabling legislation	1,566,812	701,530	-	-	1,566,812	701,530
Unrestricted	11,777,424	11,464,681	2,260,918	2,047,800	14,038,342	13,512,481
Total Net Position	<u>\$17,027,814</u>	<u>\$17,124,137</u>	<u>\$13,912,163</u>	<u>\$13,473,364</u>	<u>\$30,939,977</u>	<u>\$30,597,501</u>

The MDA reports a table summarizing the *Statement of Activities – Modified Cash Basis*, which is presented in its entirety on pages 13 and 14 of this report. Village revenues collected (excluding transfers) from governmental activities decreased during 2013 from \$3,798,980 to \$3,582,886, and revenues collected from business-type activities (water and sewer systems) decreased from \$1,126,264 to \$1,606,723.

**Village of Riverwoods
Management's Discussion and Analysis
December 31, 2013**

Village expenses paid from governmental activities increased from \$3,026,282 to \$3,679,209, while expenses paid from business-type activities decreased from \$1,258,424 to \$1,167,924.

SUMMARY STATEMENT OF ACTIVITIES

	Governmental Activities		Business Type Activities		Total	
	2013	2012	2013	2012	2013	2012
Revenue Collected						
Program Revenue						
Charges for services						
Police	\$213,147	\$188,159	\$ -	\$ -	213,147	\$188,159
Administration	321,919	270,477	-	-	321,919	270,477
Water	-	-	984,535	1,059,740	984,535	1,059,740
Sewer	-	-	50,976	50,368	50,976	50,368
Operating Grants						
Public works	104,927	106,335	-	-	104,927	106,335
Total Program Revenues	639,993	564,971	1,035,511	1,110,108	1,675,504	1,675,079
General revenues collected						
Property taxes	582,177	590,848	13,619	13,625	595,796	604,473
Intergovernmental	726,599	639,125	-	-	726,599	639,125
Other local taxes	1,261,420	1,622,688	-	-	1,261,420	1,622,688
Other revenues	207,178	218,213	2,386	145	209,564	218,358
Interest income	165,519	163,135	3,286	2,386	168,805	165,521
Transfers	(551,921)	-	551,921	-	-	-
Total General Revenues Collected	2,390,972	3,234,009	571,212	16,156	2,962,184	3,250,165
Total Revenues Collected	3,030,965	3,798,980	1,606,723	1,126,264	4,637,688	4,925,244
Expenses Paid:						
Administration and general government	1,266,480	1,245,999	-	-	1,266,480	1,245,999
Police	1,520,469	1,525,959	-	-	1,520,469	1,525,959
Public works	332,703	243,647	-	-	332,703	243,647
Interest	7,636	10,677	-	-	7,636	10,677
Consolidated water	-	-	965,937	963,580	965,937	963,580
Sewer	-	-	201,987	294,844	201,987	294,844
Total Expenses Paid	3,127,288	3,026,282	1,167,924	1,258,424	4,295,212	4,284,706
Increase (Decrease) in Net Position	(96,323)	772,698	438,799	(132,160)	342,476	640,538
Net position, beginning of year	17,124,137	16,351,439	13,473,364	13,605,524	30,597,501	29,956,963
Net position, end of year	<u>\$17,027,814</u>	<u>\$17,124,137</u>	<u>\$13,912,163</u>	<u>\$13,473,364</u>	<u>\$30,939,977</u>	<u>\$30,597,501</u>

**Village of Riverwoods
Management's Discussion and Analysis
December 31, 2013**

IV. ANALYSIS OF BALANCES AND TRANSACTIONS OF INDIVIDUAL FUNDS

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

GOVERNMENTAL FUNDS. The focus of the Village's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the Village's financing requirements. In particular, unassigned fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

General Fund The General Fund is the chief operating fund of the Village and enjoys the most diverse revenue sources of any fund in the Village, including: (i) the local share of state sales tax and state income tax, and the Village's home rule sales tax, (ii) utility and telecommunications taxes, (iii) hotel tax and (iv) building, liquor and other license and permit fees. Revenues in the General Fund decreased by 7.43% from \$2,674,638 in 2012 to \$2,475,737 in 2013. Despite the reduction in revenues, at the close of the most recent fiscal year, the fund balance in the General Fund increased from \$11,484,667 to \$11,785,725. A portion of the fund balance in the General Fund was "assigned" (see discussion under "Reporting Fund Balances in Governmental Funds under GASB 54").

Police Fund The designated source of revenue for the Police Fund is a police property tax levy. That levy has not been subject to the Property Tax Extension Limitation Law since the Village became a home rule community in 2006, but the Village Board has elected to maintain the police levy at the amount that generally would be permitted if the Village were still subject to that law. As a result, property taxes received during 2013 from the police levy were \$470,900 against police department expenditures of \$1,613,184. Other sources of revenue include fines from tickets, fees paid by certain commercial owners under special uses with police traffic agreements, rental income from cellular companies leasing space on the Village water tower, and interest income. The remaining deficiency was funded by transfers from the General Fund recorded during the fiscal year. The total transfer from the General Fund to the Police Fund during 2013 was \$666,641.

Special Revenue Funds The special revenue funds include the Motor Fuel Tax Fund and various special service area funds that collect money for expenditures of a recurring nature for periodic maintenance and repair of streets. The Village received an operating grant from the state of Illinois for deposit in the Motor Fuel Tax Fund of \$85,000. The Village applies the balance in the Motor Fuel Tax Fund to its on-going program of street repair and maintenance. The Village's special revenue funds had no unusual activity.

Debt Service Funds The debt service funds were maintained to track receipt of special service area taxes and debt service of the corresponding bond issues.

Reporting Fund Balances in Governmental Funds under GASB 54. In 2012, the Village "assigned" \$1,800,000 of the fund balance in the General Fund to pay for necessary capital replacements to the Village's sanitary sewer system if the financial reserves in the Sewer Fund are insufficient for such purposes. The Village took this action to acknowledge that the net position of the Sewer Fund was underfunded by this amount in relation to financial reserves which the Village determined to establish. Under the Village Replacement Reserve Policy adopted December 4, 2012, the Water Fund and Sewer Fund shall each be managed to accumulate financial reserves of \$2 million, as a reserve to pay for the costs (anticipated and unanticipated) of capital repairs and replacements.

**Village of Riverwoods
Management's Discussion and Analysis
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PROPRIETARY FUNDS. The Village's proprietary fund statements provide the same type of information found in the government-wide financial statements, but in more detail. The Consolidated Water Fund and Sewer Fund are the enterprise funds within the Village. In these funds, the nonoperating revenues collected and expenses paid include the special service area property taxes and debt service for various special service area bonds that paid for previous sewer and water system improvements. Over the years, the Village has formed special service areas that installed sewers or water mains throughout previously unserved areas of the Village. Debt service on bonds issued to pay for such projects are retired typically on 10-year amortization schedules. As of the end of 2013, there were five special service areas that for reporting purposes are included in the Consolidated Water Fund or Sewer Fund and continue to have property taxes levied for retirement of bonds.

Consolidated Water Fund. Net position of the Consolidated Water Fund at the end of the year amounted to \$10,745,812, as compared to \$10,156,684 for the prior year. The undesignated amount at the end of the year is \$2,089,639, an increase from \$1,831,346 in 2012 and \$1,612,364 in 2011. After excluding nonoperating revenues, particularly from special service area taxes, and capital contributions the Consolidated Water Fund experienced a surplus of operating revenues collected over operating expenses paid (and depreciation) of \$33,846 at the end of the year, as compared to \$103,370 for the prior year. The fund's operating expenses are driven principally by the costs of water purchases under a long term supply agreement entered into with the Village of Northbrook in 2006 under which the price of water will be held constant until 2015.

Sewer Fund. Net position of the Sewer Fund at the end of the year amounted to \$3,166,351, as compared to \$3,316,680 for the prior year. The designated amount in the Sewer Fund at the end of the year is \$171,279, as compared to \$216,454 for the prior year. After excluding nonoperating expenses, the Sewer Fund experienced a deficiency of operating revenues collected over operating expenses paid (and depreciation) of \$151,011 at the end of the year, as compared to a deficiency of \$244,476 in the prior year. The Village has assigned a portion of the fund balance in the General Fund to pay for certain capital replacements (see discussion under "Reporting Fund Balances in Governmental Funds under GASB 54"). The Village's sewer system interconnects with Lake County mains. Lake County charges fees to Village residents for transmission and treatment services. Under a long-term intergovernmental agreement with the Village signed in 2008, Lake County also performs routine maintenance of the Village's sewer system, while the Village remains responsible for performing and paying for capital repairs. Under this agreement, residents receive quarterly a single sewer bill from Lake County. Lake County deducts a portion of the user charges to pay for Lake County's charges and then remits the balance to the Village. The Village's share of user fees is recorded in a replacement account in the Sewer Fund to pay for future capital replacements.

V. GENERAL FUND BUDGETARY HIGHLIGHTS

The budget numbers as reported for the General Fund on pages 47-53 of this report are taken from the Village's appropriations ordinance, which is designed to provide ample spending authority for contingent events, which often do not occur. The General Fund is the only fund with significant cash, cash equivalents, and investments and is *de facto* the source of funds for nonrecurring repairs or capital expenses (except to the extent of borrowed funds) which might be incurred, among other purposes, for repair and replacements of the Village's water system, sanitary sewer system, streets and culverts, and for covering annual deficiencies projected to result from the operation of the police department or other funds. The fund balance in the General Fund increased from \$11,484,667 to \$11,785,725, and at the end of the most recent fiscal year. Other than the amount "assigned" as described above, the rest of the fund balance in the General Fund, \$9,985,725, was unassigned and available to be spent in the Village's discretion.

**Village of Riverwoods
Management's Discussion and Analysis
December 31, 2013**

VI. DESCRIPTION OF SIGNIFICANT CAPITAL ASSET AND LONG-TERM DEBT ACTIVITY

The Village did not incur any new general obligation long-term debt in 2013. The Village financed certain special service area projects by issuing special service area bonds in 2013, amounting in total to \$1,491,500 (see Note E in the Notes to the Financial Statements). These bonds are payable solely out of special service area taxes.

Please see Notes D and E of this report for information concerning the Village's capital assets and long-term debt. The Village's long term capital needs include repairs and replacements of its water system, sanitary sewer system, streets, bike paths and related drainage, and public buildings, and maintenance of its woodlands.

The Village has been reviewing capital needs and intends to adopt a reserve fund policy setting goals for increasing the current assets and liquidity of the Consolidated Water Fund and Sewer Fund. In conjunction with such policy, the Village Board may elect to take formal action that would cause the fund balance within the General Fund to be reported as assigned or committed for various capital needs. The Village intends for the current assets in the Consolidated Water Fund and Sewer Fund to increase gradually so that less pressure will be exerted on the General Fund to absorb the costs for water and sewer system repairs.

The Village approved the formation of a tax increment finance district in 2012 and adopted tax increment allocation financing. Under the ordinances establishing the TIF, the Village may issue obligations repayable from the incremental property tax revenues received from taxable property in the TIF project area. The Village has not authorized any such issuance since the formation of the TIF district, including during 2013.

VII. FACTORS WHICH MAY HAVE A SIGNIFICANT EFFECT ON FINANCIAL POSITION

The Village's population according to the official 2010 census was 3,660. The average selling price of homes sold in Riverwoods in 2013 was \$601,576. The Village is primarily a residential community. Its financial health stems from the beauty of the area and its attractive properties. The economic downturn has resulted in reduced revenues for the General Fund while costs for the Police Fund continue to increase. While the General Fund has an enviable fund balance, the recommended reserves for the Consolidated Water Fund and Sewer Fund are underfunded to some degree. The Village's goal is to manage the necessary build-up of reserves in the enterprise funds while maintaining the low tax burden and quality of life in the Village.

VIII. CONTACTING THE VILLAGE'S FINANCIAL MANAGEMENT

This financial report is designed to provide the Village's citizens, taxpayers, 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. If you have questions about this report or need additional financial information, contact the Village President, 300 Portwine Road, Riverwoods, Illinois 60015, or call 847-945-3990.

BASIC FINANCIAL STATEMENTS

Village of Riverwoods, Illinois
STATEMENT OF NET POSITION - MODIFIED CASH BASIS
December 31, 2013

	<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Total</u>
ASSETS			
Current assets			
Cash and cash equivalents	\$ 5,485,342	\$ 2,260,918	\$ 7,746,260
Investments	<u>7,866,053</u>	<u>-</u>	<u>7,866,053</u>
Total current assets	<u>13,351,395</u>	<u>2,260,918</u>	<u>15,612,313</u>
Noncurrent assets			
Capital assets, not being depreciated			
Land	2,683,072	-	2,683,072
Construction in process	17,862	-	17,862
Capital assets, net of accumulated depreciation	<u>2,573,809</u>	<u>11,726,444</u>	<u>14,300,253</u>
Total noncurrent assets	<u>5,274,743</u>	<u>11,726,444</u>	<u>17,001,187</u>
Total assets	<u>18,626,138</u>	<u>13,987,362</u>	<u>32,613,500</u>
LIABILITIES			
Payroll withholding payable	7,159	-	7,159
Noncurrent liabilities			
Due within one year	60,793	8,791	69,584
Due in more than one year	<u>1,530,372</u>	<u>66,408</u>	<u>1,596,780</u>
Total liabilities	<u>1,598,324</u>	<u>75,199</u>	<u>1,673,523</u>
NET POSITION			
Invested in capital assets, net of related debt	3,683,578	11,651,245	15,334,823
Restricted by enabling legislation	1,566,812	-	1,566,812
Unrestricted	<u>11,777,424</u>	<u>2,260,918</u>	<u>14,038,342</u>
Total net position	<u>\$ 17,027,814</u>	<u>\$ 13,912,163</u>	<u>\$ 30,939,977</u>

The accompanying notes are an integral part of this statement.

Village of Riverwoods, Illinois
STATEMENT OF ACTIVITIES - MODIFIED CASH BASIS
For the Year Ended December 31, 2013

Functions/programs	Expenses Paid	Program Revenues Collected	
		Charges for Services	Operating Grants
Governmental activities			
Administration and general government	\$ 1,266,480	\$ 321,919	\$ -
Police	1,520,469	213,147	-
Public works	332,703	-	104,927
Interest	7,636	-	-
Total governmental activities	<u>3,127,288</u>	<u>535,066</u>	<u>104,927</u>
Business-type activities			
Consolidated water	965,937	984,535	-
Sewer	201,987	50,976	-
Total business-type activities	<u>1,167,924</u>	<u>1,035,511</u>	<u>-</u>
Total	<u>\$ 4,295,212</u>	<u>\$ 1,570,577</u>	<u>\$ 104,927</u>

General revenues collected

Property and road and
bridge taxes

Intergovernmental

Other local taxes

Other revenues

Interest income

Transfers

Total general revenues collected

Change in net position

Net position

Beginning of year

End of year

The accompanying notes are an integral part of this statement.

Net (Expense) Revenue and
Changes in Net Position

Governmental Activities	Business-type Activities	Total
\$ (944,561)	\$ -	\$ (944,561)
(1,307,322)	-	(1,307,322)
(227,776)	-	(227,776)
(7,636)	-	(7,636)
<u>(2,487,295)</u>	<u>-</u>	<u>(2,487,295)</u>
-	18,598	18,598
-	(151,011)	(151,011)
<u>-</u>	<u>(132,413)</u>	<u>(132,413)</u>
<u>(2,487,295)</u>	<u>(132,413)</u>	<u>(2,619,708)</u>
582,177	13,619	595,796
726,599	-	726,599
1,261,420	-	1,261,420
207,178	2,386	209,564
165,519	3,286	168,805
(551,921)	551,921	-
<u>2,390,972</u>	<u>571,212</u>	<u>2,962,184</u>
(96,323)	438,799	342,476
<u>17,124,137</u>	<u>13,473,364</u>	<u>30,597,501</u>
<u>\$ 17,027,814</u>	<u>\$ 13,912,163</u>	<u>\$ 30,939,977</u>

Village of Riverwoods, Illinois
Governmental Funds
COMBINING STATEMENT OF ASSETS AND LIABILITIES
ARISING FROM CASH TRANSACTIONS
December 31, 2013

	<u>General Fund</u>	<u>Police Fund</u>	<u>Special Service Area No. 24</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
ASSETS					
Cash and cash equivalents	\$ 3,926,831	\$ -	\$ 18,185	\$ 1,540,326	\$ 5,485,342
Investments	<u>7,866,053</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>7,866,053</u>
Total assets	<u>\$ 11,792,884</u>	<u>\$ -</u>	<u>\$ 18,185</u>	<u>\$ 1,540,326</u>	<u>\$ 13,351,395</u>
LIABILITIES AND FUND BALANCES					
Liabilities					
Payroll withholding payable	\$ <u>7,159</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>7,159</u>
Total liabilities	<u>7,159</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>7,159</u>
Fund balances					
Restricted	-	8,301	18,185	1,540,326	1,566,812
Assigned	1,800,000	-	-	-	1,800,000
Unassigned	<u>9,985,725</u>	<u>(8,301)</u>	<u>-</u>	<u>-</u>	<u>9,977,424</u>
Total fund balances	<u>11,785,725</u>	<u>-</u>	<u>18,185</u>	<u>1,540,326</u>	13,344,236
Total fund balances and liabilities	<u>\$ 11,792,884</u>	<u>\$ -</u>	<u>\$ 18,185</u>	<u>\$ 1,540,326</u>	
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					5,274,743
Bonds payable are not due and payable in the current period and, therefore, are not reported in the governmental funds					<u>(1,591,165)</u>
Net position of governmental activities					<u>\$ 17,027,814</u>

The accompanying notes are an integral part of this statement.

Village of Riverwoods, Illinois

Governmental Funds

COMBINING STATEMENT OF REVENUES COLLECTED, EXPENDITURES
PAID, AND CHANGES IN FUND BALANCES
For the Year Ended December 31, 2013

	General Fund	Police Fund	Special Service Area No. 24	Nonmajor Governmental Funds	Total Governmental Funds
Revenues collected					
Property taxes					
Police	\$ -	\$ 470,900	\$ -	\$ -	\$ 470,900
Special service areas	-	-	-	77,662	77,662
Other local taxes	1,261,420	-	-	-	1,261,420
Township road and bridge taxes	33,615	-	-	-	33,615
Other intergovernmental taxes	726,599	-	-	104,927	831,526
Licenses and permits	243,051	-	-	-	243,051
Fines and forfeits	-	213,147	-	-	213,147
Special use fees	-	78,868	-	-	78,868
Other	47,723	183,628	1,583	-	232,934
Interest income	163,329	-	-	2,190	165,519
Total revenues collected	<u>2,475,737</u>	<u>946,543</u>	<u>1,583</u>	<u>184,779</u>	<u>3,608,642</u>
Expenditures paid					
Current					
Administration	1,118,885	-	-	24	1,118,909
Building	112,844	-	-	-	112,844
Police	-	1,463,944	-	-	1,463,944
Public works	95,061	-	18,977	170,128	284,166
Capital outlay	181,248	149,240	551,921	-	882,409
Debt service					
Principal	-	-	-	52,209	52,209
Interest	-	-	-	7,636	7,636
Total expenditures paid	<u>1,508,038</u>	<u>1,613,184</u>	<u>570,898</u>	<u>229,997</u>	<u>3,922,117</u>
Excess (deficiency) of revenues collected over expenditures paid	967,699	(666,641)	(569,315)	(45,218)	(313,475)
Other financing sources (uses)					
Transfers in (out)	(666,641)	666,641	-	-	-
Bond proceeds	-	-	587,500	904,000	1,491,500
Net change in fund balances	301,058	-	18,185	858,782	1,178,025
Fund balance, beginning of year	<u>11,484,667</u>	<u>-</u>	<u>-</u>	<u>681,544</u>	<u>12,166,211</u>
Fund balance, end of year	<u>\$ 11,785,725</u>	<u>\$ -</u>	<u>\$ 18,185</u>	<u>\$ 1,540,326</u>	<u>\$ 13,344,236</u>

The accompanying notes are an integral part of this statement.

Village of Riverwoods, Illinois
RECONCILIATION OF THE COMBINING STATEMENT OF REVENUES COLLECTED,
EXPENDITURES PAID, AND CHANGES IN FUND BALANCES OF
GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES - MODIFIED CASH BASIS
For the Year Ended December 31, 2013

Net change in fund balances - total governmental funds \$ 1,178,025

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

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlay exceeded depreciation in the current period. 164,943

The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. (1,439,291)

Change in net position of governmental activities \$ (96,323)

The accompanying notes are an integral part of this statement.

Village of Riverwoods, Illinois

Enterprise Funds

COMBINING STATEMENT OF NET POSITION - MODIFIED CASH BASIS

December 31, 2013

	<u>Consolidated Water Fund</u>	<u>Sewer Fund</u>	<u>Totals</u>
ASSETS			
Current assets:			
Cash and cash equivalents	\$ 2,089,639	\$ 171,279	\$ 2,260,918
Total current assets	<u>2,089,639</u>	<u>171,279</u>	<u>2,260,918</u>
Noncurrent assets:			
Capital assets	12,692,775	5,845,995	18,538,770
Accumulated depreciation	<u>(3,961,403)</u>	<u>(2,850,923)</u>	<u>(6,812,326)</u>
Total noncurrent assets	<u>8,731,372</u>	<u>2,995,072</u>	<u>11,726,444</u>
Total assets	<u>10,821,011</u>	<u>3,166,351</u>	<u>13,987,362</u>
LIABILITIES			
Noncurrent liabilities			
Due within one year	8,791	-	8,791
Due in more than one year	<u>66,408</u>	<u>-</u>	<u>66,408</u>
Total liabilities	<u>75,199</u>	<u>-</u>	<u>75,199</u>
NET POSITION			
Invested in capital assets, net of related debt	8,656,173	2,995,072	11,651,245
Unreserved			
Designated for sewer replacement	-	171,279	171,279
Undesignated	<u>2,089,639</u>	<u>-</u>	<u>2,089,639</u>
Total net position	<u>\$ 10,745,812</u>	<u>\$ 3,166,351</u>	<u>\$ 13,912,163</u>

The accompanying notes are an integral part of this statement.

Village of Riverwoods, Illinois

Enterprise Funds

COMBINING STATEMENT OF REVENUES COLLECTED, EXPENSES PAID, AND CHANGES IN NET POSITION - MODIFIED CASH BASIS

For the Year Ended December 31, 2013

	Consolidated Water Fund	Sewer Fund	Totals
Operating revenues collected			
Charges for sales and services	\$ 984,535	\$ 50,976	\$ 1,035,511
Operating expenses paid			
Personnel	32,863	4,513	37,376
Contractual	598,828	80,970	679,798
Commodities	50,789	-	50,789
Total operating expenses paid	682,480	85,483	767,963
Depreciation	268,209	116,504	384,713
Total operating expenses paid and depreciation	950,689	201,987	1,152,676
Excess (deficiency) of operating revenues collected over operating expenses paid and depreciation	33,846	(151,011)	(117,165)
Nonoperating revenues collected (expenses paid)			
Property taxes	13,619	-	13,619
Interest income	2,604	682	3,286
Debt service - interest	(5,220)	-	(5,220)
Other revenue	2,386	-	2,386
Other expense	(10,028)	-	(10,028)
Total nonoperating revenues collected	3,361	682	4,043
Capital contribution	551,921	-	551,921
Change in net position	589,128	(150,329)	438,799
Net position, beginning of year	10,156,684	3,316,680	13,473,364
Net position, end of year	\$ 10,745,812	\$ 3,166,351	\$ 13,912,163

The accompanying notes are an integral part of this statement.

Village of Riverwoods, Illinois

Enterprise Funds

COMBINING STATEMENT OF CASH FLOWS - MODIFIED CASH BASIS

For the Year Ended December 31, 2013

	Consolidated		
	Water	Sewer	Totals
	Fund	Fund	
Cash flows in operating activities			
Cash received from customers and users	\$ 984,535	\$ 50,976	\$ 1,035,511
Cash payments for goods and services	(649,617)	(80,970)	(730,587)
Cash payments to employees	(32,863)	(4,513)	(37,376)
	<u>302,055</u>	<u>(34,507)</u>	<u>267,548</u>
Net cash provided by (used in) operating activities			
Cash flows in noncapital financing activities			
Property tax revenues collected	13,619	-	13,619
Other	(7,642)	-	(7,642)
	<u>5,977</u>	<u>-</u>	<u>-</u>
Net cash provided by noncapital financing activities			
Cash flows in capital and related financing activities			
Purchases of capital assets	(591,263)	(11,350)	(602,613)
Capital contribution	551,921	-	551,921
Principal payments	(7,781)	-	(7,781)
Interest payments	(5,220)	-	(5,220)
	<u>(52,343)</u>	<u>(11,350)</u>	<u>(63,693)</u>
Net cash used in capital and related financing activities			
Cash flows in investing activities			
Interest on cash and cash equivalents	2,604	682	3,286
	<u>2,604</u>	<u>682</u>	<u>3,286</u>
Net cash provided by investing activities			
Net increase (decrease) in cash and cash equivalents	258,293	(45,175)	213,118
Cash and cash equivalents, beginning of year	<u>1,831,346</u>	<u>216,454</u>	<u>2,047,800</u>
Cash and cash equivalents, end of year	<u>\$ 2,089,639</u>	<u>\$ 171,279</u>	<u>\$ 2,260,918</u>

(Continued)

The accompanying notes are an integral part of this statement.

Village of Riverwoods, Illinois

Enterprise Funds

COMBINING STATEMENT OF CASH FLOWS - MODIFIED CASH BASIS (Continued)

For the Year Ended December 31, 2013

	Consolidated		
	Water	Sewer	
	Fund	Fund	Totals
	<u> </u>	<u> </u>	<u> </u>
Reconciliation of excess (deficiency) of operating revenues collected over expenses paid and depreciation to net cash provided by (used in) operating activities			
Excess (deficiency) of operating revenues collected over expenses paid and depreciation	\$ 33,846	\$ (151,011)	\$ (117,165)
Adjustments to reconcile excess of operating revenues collected over expenses paid and depreciation to net cash provided by operating activities:			
Depreciation	<u>268,209</u>	<u>116,504</u>	<u>384,713</u>
Net cash provided by (used in) operating activities	<u>\$ 302,055</u>	<u>\$ (34,507)</u>	<u>\$ 267,548</u>

(Concluded)

The accompanying notes are an integral part of this statement.

Village of Riverwoods, Illinois
Agency Funds
STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES - AGENCY FUNDS
June 30, 2013

ASSETS

Cash and cash equivalents	\$	373,769
Investments		34,319
Due from developers		
Escrow bonds		<u>36,527</u>
Total assets	\$	<u><u>444,615</u></u>

LIABILITIES

Due to developers		
Performance bonds	\$	306,090
Escrow bonds		135,866
Due to road association		<u>2,659</u>
Total liabilities	\$	<u><u>444,615</u></u>

The accompanying notes are an integral part of this statement.

Village of Riverwoods, Illinois
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December 31, 2013

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Village of Riverwoods, Illinois
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Village of Riverwoods, Illinois
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2013

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Village of Riverwoods, Illinois (Village), have been prepared using the modified cash basis of accounting, which is a comprehensive basis of accounting not in conformity with accounting principles generally accepted in the United States of America (GAAP), as applied to government units. The modified cash basis of accounting is a method that is acceptable under Illinois state statutes. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the Village's accounting policies are described below.

1. Reporting Entity

The Village was incorporated on December 14, 1959. The decision to include a potential component unit in the reporting entity is made based upon the significance of its operational or financial relationships with the primary government. No entities met the requirements to be reported as a component unit.

2. New Accounting Pronouncement

The Governmental Accounting Standards Board (GASB) issued Statement No. 65, *Items Previously Report as Assets and Liabilities* (GASB 65). The objective of this Statement is to clarify the appropriate reporting of deferred outflows of resources and deferred inflows of resources to ensure consistency in financial reporting. As of December 31, 2013, the Village has no deferred outflows or deferred inflows of resources.

3. Government-Wide and Fund Financial Statements

The Village uses funds to track its transactions and to report in its modified cash basis financial statements. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain government functions or activities. A fund is a separate accounting entity with a self-balancing set of accounts.

Funds are classified into the following categories: governmental, proprietary, and fiduciary. Each category, in turn, is divided into separate "fund types".

Governmental funds are used to account for most of the Village's general activities, including the collection and disbursement of earmarked monies (special revenue funds), the payment of bond principal and interest (debt service funds), and the acquisition or construction of capital assets (capital projects funds). The General Fund is used to account for all activities of the general government not accounted for in some other fund.

Village of Riverwoods, Illinois
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2013

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

3. Government-Wide and Fund Financial Statements (Continued)

Proprietary funds are used to account for activities similar to those found in the private sector, where the determination of income is necessary or useful to sound financial administration. Enterprise (proprietary) funds provide goods or services from such activities to outside parties.

Fiduciary funds are used to account for assets held on behalf of outside parties, including other governments, or on behalf of other funds within the Village. Agency funds are used to account for assets that the Village holds on behalf of others, as their agent.

4. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide financial statements are prepared using the modified cash basis of accounting, which is a comprehensive basis of accounting other than GAAP. The modified cash basis of accounting omits recognition of certain revenues and the related assets, such as taxes receivable, until received, rather than when earned. Also, certain expenditures/expenses and the related liabilities, such as accounts payable and accrued items, are recognized when paid, rather than when the obligation is incurred. The financial statements reflect assets and liabilities arising from cash transactions, revenues collected, and expenditures/expenses paid.

The Village reports the following major governmental funds:

The *General Fund* 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 *Police Fund* accounts for operations associated with the Village's Police Department.

The *Village of Riverwoods Special Service Area No. 24 Fund* accounts for improvements made within Special Service Area 24.

The Village reports the following major enterprise (proprietary) funds:

The *Consolidated Water Fund* accounts for the provision of water 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 billing and collection.

The *Sewer Fund* accounts for the provision of sewerage services to the residents of the Village and operation of the sewer infrastructure. All activities necessary to provide such services are accounted for in this fund, including, but not limited to, administration, operations, maintenance, financing, and billing and collection.

Village of Riverwoods, Illinois
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2013

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

4. Measurement Focus, Basis of Accounting, and Financial Statement Presentation (Continued)

Amounts reported as program revenues include charges to customers or applicants for goods, services, or privileges provided, operating grants and contributions, and capital grants and contributions, including special assessments. Internally dedicated resources are reported as general revenues, rather than as program revenues. Likewise, general revenues include all taxes.

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

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

5. Appropriations

The Village appropriates on the modified cash basis of accounting. The appropriations ordinance, which is the legal authority to spend, was passed on March 19, 2013, and was not amended during the year. All appropriations lapse at the fiscal year-end.

6. Cash and Cash Equivalents

Cash and cash equivalents consist of cash on hand, deposits in interest-bearing and noninterest bearing checking accounts, money market accounts, and certificates of deposits with original maturities of three months or less from the date of acquisition.

7. Investments

Investments consist of U.S. Government Agency Securities, U.S. Treasury Notes, mutual funds, and certificates of deposit with maturities greater than three months at the time of purchase. All investments are stated at cost or amortized cost.

Village of Riverwoods, Illinois
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2013

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

8. Capital Assets

Capital assets, which include property, plant, and equipment and infrastructure assets (e.g. roads, storm sewers, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the Village as assets with an initial, individual cost of more than \$2,500 and an estimated useful life of more than one year. Capital assets are recorded at cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of the donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. Improvements are capitalized and depreciated over the remaining useful lives of the related capital assets, as applicable.

The following estimated useful lives are used to compute depreciation:

Buildings and improvements	50 years
Office equipment	5 - 10 years
Infrastructure	20 - 50 years
Vehicles	5 years
Water/sewer systems *	10 - 50 years

* Including pumping stations and reservoirs, water tower, water mains, water meters, and sewers.

9. Long-Term Obligations

In the government-wide financial statements and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities or business-type activities statement of net position. Bonds payable are reported net of the applicable bond premium or discount.

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

Village of Riverwoods, Illinois
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2013

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

10. Fund Balance

In accordance with the Governmental Accounting Standards Board (GASB) Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions* (GASB 54), the fund financial statements, governmental funds now report up to five components of fund balance: nonspendable, restricted, committed, assigned, and unassigned.

- a. *Nonspendable* - includes amounts that cannot be spent because they are either not in spendable form or legally or contractually required to be maintained intact. The nonspendable in form criteria includes items that are not expected to be converted to cash such as inventories.
- b. *Restricted* - refers to amounts that are subject to outside restrictions such as creditors, grantors, contributors, laws and regulations of other governments, or imposed by law through enabling legislation. Special revenue funds are by definition restricted for those specified purposes.
- c. *Committed* - refers to amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the Village's highest level of decision making authority (the Board of Trustees). The Board of Trustees commits fund balances by passing a resolution. Amounts committed cannot be used for any purpose unless the Village removes or changes the specific use by taking the same type of formal action it employed to previously commit those funds.
- d. *Assigned* - refers to amounts that are constrained by the Village's intent to be used for a specific purpose, but are neither restricted or committed. Intent may be expressed by the Board of Trustees or the individual the Board of Trustees delegates the authority to assign amounts to be used for specific purposes. The Board of Trustees has not delegated this authority to an individual. The Village established a fund balance assignment of \$1,800,000 in the General Fund, for the purpose of paying for necessary capital replacements to the Village's sanitary sewer system.
- e. *Unassigned* - refers to all spendable amounts not contained in the other four classifications described above. In funds other than the General Fund, the unassigned classification is used only to report a deficit balance resulting from overspending for specific purposes for which amounts had been restricted, committed, or assigned.

11. Interfund Transactions

Quasi-external transactions are accounted for as revenues collected, expenditures paid, or expenses paid. Transactions that constitute reimbursements to a fund for expenditures/expenses paid initially from it, that are properly applicable to another fund, are recorded as expenditures/expenses paid in the reimbursing fund and as reductions of expenditures/expenses paid in the fund that is reimbursed. All other interfund transactions, except quasi-external transactions and reimbursements, are reported as transfers.

Village of Riverwoods, Illinois
 NOTES TO THE FINANCIAL STATEMENTS
December 31, 2013

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

12. Property Taxes

Property taxes attach as an enforceable lien on January 1. They are levied in December (by passage of a Tax Levy Ordinance, which was passed on December 4, 2012). Tax bills are payable in two installments, on or about June 1 and September 1 of the following year. The County collects such taxes and remits them periodically. Property tax revenues are recognized when collected. The 2012 levy is reported in these statements.

13. Use of Estimates

The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues collected and expenditures paid during the reporting period. Actual results could differ from those estimates.

NOTE B - RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

1. Explanation of certain differences between the governmental funds combining statement of revenues collected, expenditures paid, and changes in fund balances and the government-wide statement of activities - modified basis

One element of that reconciliation explains that "Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense." The details of this difference are as follows:

Capital outlay (net of disposals)	\$	215,774
Depreciation expense (net of disposals)		<u>(50,831)</u>
 Net adjustment to increase net change in fund balances - total governmental funds to arrive at change in net position of governmental activities		 \$ <u><u>164,943</u></u>

Village of Riverwoods, Illinois
 NOTES TO THE FINANCIAL STATEMENTS
December 31, 2013

NOTE B - RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

(Continued)

1. Explanation of certain differences between the governmental funds combining statement of revenues collected, expenditures paid, and changes in fund balances and the government-wide statement of activities - modified basis (Continued)

Another element of that reconciliation states that "The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds." The details of this difference are as follows:

Principal repayments	\$ 52,209
Issuance of bonds	<u>(1,491,500)</u>
Net adjustment to increase net change in fund balances - total governmental funds to arrive at change in net position - governmental activities	<u>\$ (1,439,291)</u>

NOTE C - DEPOSITS AND INVESTMENTS

The Village maintains a cash pool that is available for use by all funds. Each fund's portion of this pool is included in cash and cash equivalents on the governmental funds combining statement of assets and liabilities arising from cash transactions, the enterprise funds combining statement of net position arising from cash transactions, or the Statement of Changes in Assets and Liabilities. In addition, deposits are separately held by several of the Village's funds.

The Village's investment policy is in line with state statutes. The investments that the Village may purchase are limited by Illinois law to the following: (1) securities that are fully guaranteed by the U.S. government as to principal and interest; (2) certain U.S. government agency securities; (3) interest-bearing savings accounts, interest-bearing certificates of deposit or time deposits or any other investments constituting direct obligations of any bank as defined by the Illinois Banking Act; (4) short-term discount obligations of corporations organized in the United States with assets exceeding \$500,000,000; (5) interest-bearing bonds of any county, township, city, village, incorporated town, municipal corporation, or school district; (6) fully collateralized repurchase agreements; (7) the State Treasurer's Illinois and Prime Funds; and (8) money market mutual funds and certain other instruments.

Village of Riverwoods, Illinois
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2013

NOTE C - DEPOSITS AND INVESTMENTS (Continued)

At December 31, 2013, the Village's deposits and investments consisted of the following:

	Government- Wide	Agency Fund	Total
Cash and cash equivalents	\$ 7,746,260	\$ 373,769	\$ 8,120,029
Investments	<u>7,866,053</u>	<u>34,319</u>	<u>7,900,372</u>
	<u>\$ 15,612,313</u>	<u>\$ 408,088</u>	<u>\$ 16,020,401</u>

For disclosure purposes, the grand total above is segregated into three components: 1) cash on hand; 2) deposits with financial institutions, which include amounts held in demand accounts, savings accounts, and nonnegotiable certificates of deposit; and 3) other investments, which consist of all investments other than certificates of deposit, as follows:

	Total
Cash on hand	\$ 300
Deposits with financial institutions	11,589,924
The Illinois Funds	35,793
Other investments	<u>4,394,384</u>
	<u>\$ 16,020,401</u>

At December 31, 2013, the Village's other investments consisted of the following:

Investment Type	Cost Basis	Maturity (In Years)		
		Less Than 1	1 - 3	3 - 5
U.S. Treasury Note	\$ 549,903	\$ 312,641	\$ 114,664	\$ 122,598
Federal Farm Credit Bank	1,020,052	124,917	787,706	107,429
Federal Home Loan Mortgage Corp.	383,375	124,337	259,038	-
Federal Home Loan Bank	98,910	98,910	-	-
Federal National Mortgage Assoc.	828,187	145,444	540,713	142,030
Municipal bonds	<u>1,513,957</u>	<u>523,538</u>	<u>990,419</u>	<u>-</u>
	<u>\$ 4,394,384</u>	<u>\$ 1,329,787</u>	<u>\$ 2,692,540</u>	<u>\$ 372,057</u>

Interest Rate Risk

The Village's investment policy limits investment maturities as a means of managing its exposure to fair value losses arising from increased interest rates. The objective is to maintain a core portfolio with short maturities.

Village of Riverwoods, Illinois
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2013

NOTE C - DEPOSITS AND INVESTMENTS (Continued)

Credit Risk

It is the policy of the Village to invest its funds in a manner which will provide the highest investment return with the maximum security, while meeting the daily cash flow demands of the Village and conforming to all state and local statutes governing the investment of public funds. The primary objectives of the policy are, in order of priority, safety of principal, liquidity, and rate of return.

The Illinois Funds are not registered with the Securities and Exchange Commission (SEC). The Illinois Funds are sponsored by the Illinois State Treasurer in accordance with state law. The fair value of the position in The Illinois Funds is the same as the value of The Illinois Funds shares.

Custodial Credit Risk

In the case of deposits, this is the risk that, in the event of a bank failure, the Village's deposits may not be returned. 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 states that the investments in excess of Federal Deposit Insurance Corporation (FDIC) limits must be secured by some form of collateral, witnessed by a written agreement, and held at an independent, third-party institution in the name of the Village, and securities held by a third-party custodian designated by the Treasurer and evidenced by safekeeping receipts. The bank balances of the Village's deposits with financial institutions were exposed to custodial credit risk of approximately \$655,000, as this balance, which is located at one financial institution, was not fully insured or collateralized as of December 31, 2013.

Concentration of Credit Risk

It is the policy of the Village to diversify its investment portfolio. Investments shall be diversified to eliminate the risk of loss resulting in an overconcentration in a security, maturity, issuer, or class of securities.

Village of Riverwoods, Illinois
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2013

NOTE D - CAPITAL ASSETS

Capital asset activity for the year ended December 31, 2013, was as follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
1. <u>Governmental</u>				
Capital assets not being depreciated				
Land	\$ 2,683,072	\$ -	\$ -	\$ 2,683,072
Construction in progress	<u>-</u>	<u>17,862</u>	<u>-</u>	<u>17,862</u>
Total capital assets not being depreciated	<u>2,683,072</u>	<u>17,862</u>	<u>-</u>	<u>2,700,934</u>
Capital assets being depreciated				
Buildings and improvements	2,112,291	-	-	2,112,291
Office equipment	187,708	19,085	-	206,793
Infrastructure	531,941	152,275	-	684,216
Vehicles and equipment	<u>238,679</u>	<u>102,784</u>	<u>76,232</u>	<u>265,231</u>
Total capital assets being depreciated	<u>3,070,619</u>	<u>274,144</u>	<u>76,232</u>	<u>3,268,531</u>
Less accumulated depreciation for:				
Buildings and improvements	265,623	43,852	-	309,475
Office equipment	159,312	16,615	-	175,927
Infrastructure	49,783	19,128	-	68,911
Vehicles and equipment	<u>169,173</u>	<u>16,974</u>	<u>45,738</u>	<u>140,409</u>
Total accumulated depreciation	<u>643,891</u>	<u>96,569</u>	<u>45,738</u>	<u>694,722</u>
Total capital assets being depreciated, net	<u>2,426,728</u>	<u>177,575</u>	<u>30,494</u>	<u>2,573,809</u>
Governmental activities capital assets, net	<u>\$ 5,109,800</u>	<u>\$ 195,437</u>	<u>\$ 30,494</u>	<u>\$ 5,274,743</u>

Village of Riverwoods, Illinois
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2013

NOTE D - CAPITAL ASSETS (Continued)

2. <u>Enterprise</u>	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Capital assets being depreciated				
Pumping stations and reservoirs	\$ 2,866,149	\$ -	\$ -	\$ 2,866,149
Water tower	50,000	-	-	50,000
Water meters	193,273	15,524	-	208,797
Water mains	8,992,090	575,739	-	9,567,829
Sewers	<u>5,834,645</u>	<u>11,350</u>	<u>-</u>	<u>5,845,995</u>
Total capital assets being depreciated	<u>17,936,157</u>	<u>602,613</u>	<u>-</u>	<u>18,538,770</u>
Less accumulated depreciation for:				
Pumping stations and reservoirs	1,073,436	57,323	-	1,130,759
Water tower	8,000	1,000	-	9,000
Water meters	39,372	20,880	-	60,252
Water mains	2,572,386	189,006	-	2,761,392
Sewers	<u>2,734,419</u>	<u>116,504</u>	<u>-</u>	<u>2,850,923</u>
Total accumulated depreciation	<u>6,427,613</u>	<u>384,713</u>	<u>-</u>	<u>6,812,326</u>
Business-type activities capital assets, net	<u>\$ 11,508,544</u>	<u>\$ 217,900</u>	<u>\$ -</u>	<u>\$ 11,726,444</u>

3. Depreciation

Depreciation expense was charged to functions/programs of the primary government as follows:

Governmental activities	
Administration and general	\$ 34,727
Police	51,787
Public works	<u>10,055</u>
Total depreciation expense - governmental activities	<u>\$ 96,569</u>
Business-type activities	
Consolidated water	\$ 268,209
Sewer	<u>116,504</u>
Total depreciation expense - business-type activities	<u>\$ 384,713</u>

Village of Riverwoods, Illinois
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2013

NOTE E - LONG-TERM DEBT

1. Changes in Long-Term Liabilities

During the year, the following changes occurred in long-term liabilities reported in the governmental funds:

	<u>January 1, 2013</u>	<u>Additions</u>	<u>Retirements</u>	<u>December 31, 2013</u>	<u>Due Within One Year</u>
Special Service Area Bonds:					
North Robinwood Sewer Special Service Area Number 10. Issued December 15, 1999. Due January 10, 2020, interest at 6.29%.	\$ 91,324	\$ -	\$ 8,508	\$ 82,816	\$ 9,610
Hiawatha Road Special Service Area Number 19. Issued November 18, 2002. Due February 1, 2013, interest at 6.00%.	11,121	-	11,121	-	-
Whigham-Burr Oak Special Service Area Number 20. Issued December 2, 2003. Due February 1, 2014, interest at 3.70%.	49,429	-	32,580	16,849	16,849
Village of Riverwoods Special Service Number 24. Issued May 7, 2013. Due September 1, 2023, interest at 2.22%	-	587,500	-	587,500	17,808
Village of Riverwoods Special Service Number 25. Issued September 20, 2013. Due March 1, 2024, interest at 4.90%.	-	260,000	-	260,000	4,753
Village of Riverwoods Special Service Number 26. Issued September 20, 2013. Due March 1, 2024, interest at 4.90%.	-	644,000	-	644,000	11,773
Total	<u>\$ 151,874</u>	<u>\$ 1,491,500</u>	<u>\$ 52,209</u>	<u>\$ 1,591,165</u>	<u>\$ 60,793</u>

During the year, the following changes occurred in long-term liabilities reported in enterprise funds:

	<u>January 1, 2013</u>	<u>Additions</u>	<u>Retirements</u>	<u>December 31, 2013</u>	<u>Due Within One Year</u>
North Robinwood Water Special Service Area Number 16. Issued December 15, 1999. Due January 10, 2020, interest at 6.29%.	\$ 82,980	\$ -	\$ 7,781	\$ 75,199	\$ 8,791

Village of Riverwoods, Illinois
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2013

NOTE E - LONG-TERM DEBT (Continued)

2. Annual Debt Service Requirements to Maturity

ANNUAL PRINCIPAL AND INTEREST REQUIREMENTS

Years Ending December 31	Special Service Area Bonds		
	Governmental	Enterprise	Total
2014	\$ 125,485	\$ 13,474	\$ 138,959
2015	203,033	13,474	216,507
2016	202,988	13,473	216,461
2017	202,941	13,473	216,414
2018	202,891	13,473	216,364
2019-2023	970,864	27,700	998,564
2024	58,841	-	58,841
	1,967,043	95,067	2,062,110
Less interest	375,878	19,868	395,746
	<u>\$ 1,591,165</u>	<u>\$ 75,199</u>	<u>\$ 1,666,364</u>

NOTE F - INTERFUND TRANSFERS

Governmental funds	Transfers In	Transfers Out
General		
Police	\$ -	\$ 666,641
Total General Fund	<u>-</u>	<u>666,641</u>
Police		
General	666,641	-
Total Police Fund	<u>666,641</u>	<u>-</u>
Total governmental funds	<u>666,641</u>	<u>666,641</u>
Elimination of transfers to/from funds of the same type	<u>(666,641)</u>	<u>(666,641)</u>
Total	<u>\$ -</u>	<u>\$ -</u>

Village of Riverwoods, Illinois
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2013

NOTE G - JOINT VENTURES

1. Solid Waste Agency of Lake County (SWALCO)

The Village is a member of the Solid Waste Agency of Lake County (the "Agency") which consists of 44 municipalities. The Agency is a municipal corporation and public body politic, established pursuant to the Illinois Intergovernmental Cooperation Act. The Agency is empowered under the Acts to plan, construct, finance, operate, and maintain a solid waste disposal system to serve its members.

The percentage share of the Village, based on formulas contained in the Agency agreement as of December 31, 2013, is 0.94%. This percentage share is subject to change in future years based on the number of households.

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 the approval of each member.

The Agency is governed by a Board of Directors which consists of one appointed mayor, president, trustee, or chief administrative officer from each member municipality. Each Director has an equal vote. The Board of Directors determines the policies of the Agency, makes all appropriations, approves contracts, adopts resolutions providing for the issuance of bonds or notes by the 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.

Complete financial statements are available from the Solid Waste Agency of Lake County, 1311 N. Estes Street, Gurnee, Illinois 60031.

2. Northern Illinois Police Crime Laboratory (NIPCL)

The Village is a member of the Northern Illinois Police Crime Laboratory (the Laboratory). Each of the 40 members of the Laboratory are assessed annual fees based on their population, and assessments are due in May of each year. The Laboratory is organized as a tax-exempt organization qualifying under Internal Revenue Code Section 501(c)(3). The Village contributed \$7,881 to the Laboratory, during 2013.

Complete financial statements are available from the Northern Illinois Police Crime Laboratory, 1000 Butterfield Road, Suite 1009, Vernon Hills, Illinois 60061.

Village of Riverwoods, Illinois
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2013

NOTE G - JOINT VENTURES (Continued)

3. Northern Suburban Special Recreation Association (NSSRA)

The Village, along with twelve other governments, has entered into a joint agreement to provide cooperative recreational programs and other activities for handicapped and impaired individuals. Each partner agency provides funding based on a two-part formula that includes that partner's relative share of the aggregate equalized valuation and that partner's relative share of the aggregate gross population. The Village contributed \$49,775 to the Association, during the current fiscal year.

The Village does not have a direct financial interest in the Association; therefore, its investment therein is not reported within the financial statements. Upon dissolution of the Association, the assets, if any, shall be divided among the members in accordance with an equitable formula as determined by a unanimous vote of the Board of Directors of the Association.

Complete financial statements for the Association can be obtained from the Association's administrative offices at 3105 MacArthur Blvd., Northbrook, Illinois 60062.

NOTE H - ILLINOIS MUNICIPAL RETIREMENT FUND

1. Plan Description

The Village's defined benefit pension plan for regular employees provides retirement and disability benefits, postretirement increases, and death benefits to plan members and beneficiaries. The Village's 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.

2. Funding Policy

As set by statute, the Village's regular plan members are required to contribute 4.5% of their annual covered salary. The statutes require the Village to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The Village's annual required contribution rate for calendar year 2013 was 12.15%. 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.

Village of Riverwoods, Illinois
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2013

NOTE H - ILLINOIS MUNICIPAL RETIREMENT FUND (Continued)

3. Annual Pension Cost

The required contribution for calendar year 2013 was \$118,034.

Trend Information			
Actuarial Valuation Date	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
12/31/2013	\$ 118,034	100%	\$ -
12/31/2012	112,976	100%	-
12/31/2011	112,907	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% 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 10.0% per year depending on age and service, attributable to seniority/merit, and (d) postretirement 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.

4. Funded Status and Funding Progress

As of December 31, 2013, the most recent actuarial valuation date, the regular plan was 65.30% funded. The actuarial accrued liability for benefits was \$1,711,989, and the actuarial value of assets was \$1,117,893, resulting in an unfunded actuarial accrued liability (UAAL) of \$594,096. The covered payroll for calendar year 2013 (annual payroll of active employees covered by the plan) was \$971,475, and the ratio of the UAAL to the covered payroll was 61%.

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

Village of Riverwoods, Illinois
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2013

NOTE I - CONTINGENCIES

1. Grants

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

2. Litigation

The Village is not involved in any significant litigation that would materially affect the balances reported at December 31, 2013. With regard to other pending matters, the eventual outcome and related liability, if any, are not determinable at this time. No provision has been made in the accompanying financial statements for settlement costs.

NOTE J - SUBSEQUENT EVENTS

Management has evaluated subsequent events through June 30, 2014, the date that these financial statements were available to be issued. Management has determined that no events or transactions, other than those events noted below, have occurred subsequent to the balance sheet date that require disclosure in the financial statements.

On February 18, 2014, the Board of Trustees approved an ordinance providing for the issuance of \$60,000 Special Services Area 27 Special Tax Bonds. These bonds were subsequently issued on February 27, 2014 with an interest rate of 4.60%. The bonds will mature on March 1, 2024.

SUPPLEMENTARY INFORMATION
(Unaudited)

Village of Riverwoods, Illinois
 Illinois Municipal Retirement Fund Pension Data
 SCHEDULE OF FUNDING PROGRESS
December 31, 2013

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) -Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
12/31/2013	\$ 1,117,893	\$ 1,711,989	\$ 594,096	65.30%	\$ 971,475	61.15%
12/31/2012	1,195,840	1,800,762	604,922	66.41%	1,005,124	60.18%
12/31/2011	982,245	1,613,947	631,702	60.86%	1,022,704	61.77%

On a market value basis, the actuarial value of assets as of December 31, 2013 is \$1,343,303. On a market basis, the funded ratio would be 78.46%.

The actuarial value of assets and accrued liability cover active and inactive members who have service credit with the Village of Riverwoods. They do not include amounts for retirees. The actuarial accrued liability for retirees is 100% funded.

Village of Riverwoods, Illinois

General Fund

SCHEDULE OF REVENUES COLLECTED, EXPENDITURES PAID, OTHER FINANCING USES, AND CHANGES IN FUND BALANCE - APPROPRIATION AND ACTUAL

For the Year Ended December 31, 2013

	Original and Final Appropriation	Actual	Over (Under) Appropriation
Revenues collected			
Township road and bridge tax	\$ 38,000	\$ 33,615	\$ (4,385)
Other intergovernmental taxes	669,100	726,599	57,499
Other local taxes	1,020,000	1,261,420	241,420
License and permits	271,000	243,051	(27,949)
Interest income	120,000	163,329	43,329
Other	-	47,723	47,723
Total revenues collected	<u>2,118,100</u>	<u>2,475,737</u>	<u>357,637</u>
Expenditures paid			
Current			
Administration	1,444,360	1,118,885	325,475
Building	543,000	112,844	430,156
Public works	701,500	95,061	606,439
Capital outlay	<u>2,525,000</u>	<u>181,248</u>	<u>2,343,752</u>
Total expenditures paid	<u>5,213,860</u>	<u>1,508,038</u>	<u>3,705,822</u>
Excess (deficiency) of revenues collected over expenditures paid	(3,095,760)	967,699	4,063,459
Other			
Depreciation	(260,000)	-	260,000
Other financing uses			
Transfers out	<u>(1,900,000)</u>	<u>(666,641)</u>	<u>1,233,359</u>
Net change in fund balance	<u>\$ (5,255,760)</u>	301,058	<u>\$ 5,556,818</u>
Fund balance			
Beginning of year		<u>11,484,667</u>	
End of year		<u>\$ 11,785,725</u>	

Village of Riverwoods, Illinois

Police Fund

SCHEDULE OF REVENUES COLLECTED, EXPENDITURES PAID, OTHER FINANCING SOURCES, AND CHANGES IN FUND BALANCE - APPROPRIATION AND ACTUAL

For the Year Ended December 31, 2013

	Original and Final <u>Appropriation</u>	<u>Actual</u>	Over (Under) <u>Appropriation</u>
Revenues collected			
Local taxes - property taxes	\$ 470,000	\$ 470,900	\$ 900
Special use fees	72,000	78,868	6,868
Fines and forfeits	164,000	213,147	49,147
Other	<u>200</u>	<u>183,628</u>	<u>183,428</u>
Total revenues collected	<u>706,200</u>	<u>946,543</u>	<u>240,343</u>
Expenditures paid			
Current			
Personnel	1,182,652	1,146,402	(36,250)
Contractual services	331,806	276,151	(55,655)
Commodities	47,559	41,391	(6,168)
Capital outlay	<u>47,148</u>	<u>149,240</u>	<u>102,092</u>
Total expenditures paid	<u>1,609,165</u>	<u>1,613,184</u>	<u>4,019</u>
Deficiency of revenues collected over expenditures paid	(902,965)	(666,641)	(236,324)
Other financing sources			
Transfer in	<u>-</u>	<u>666,641</u>	<u>666,641</u>
Net change in fund balance	<u>\$ (902,965)</u>	-	<u>\$ 430,317</u>
Fund balance			
Beginning of year		<u>-</u>	
End of year		<u>\$ -</u>	

Village of Riverwoods, Illinois

Village of Riverwoods Special Service Area No. 24 Fund

SCHEDULE OF REVENUES COLLECTED, EXPENDITURES PAID, OTHER FINANCING SOURCES, AND CHANGES IN FUND BALANCE - APPROPRIATION AND ACTUAL

For the Year Ended December 31, 2013

	<u>Original and Final Appropriation</u>	<u>Actual</u>	<u>Over (Under) Appropriation</u>
Revenues collected			
Local taxes - property taxes	\$ 89,000	\$ -	\$ (89,000)
Other	<u>-</u>	<u>1,583</u>	<u>1,583</u>
Total revenues collected	<u>89,000</u>	<u>1,583</u>	<u>(87,417)</u>
Expenditures paid			
Current			
Public works	69,000	18,977	(50,023)
Capital outlay	<u>1,075,000</u>	<u>551,921</u>	<u>(523,079)</u>
Total expenditures paid	<u>1,144,000</u>	<u>570,898</u>	<u>(573,102)</u>
Deficiency of revenues collected over expenditures paid	(1,055,000)	(569,315)	485,685
Other financing sources			
Bond proceeds	<u>-</u>	<u>587,500</u>	<u>666,641</u>
Net change in fund balance	<u><u>\$ (1,055,000)</u></u>	18,185	<u><u>\$ 1,073,185</u></u>
Fund balance			
Beginning of year		<u>-</u>	
End of year		<u><u>\$ 18,185</u></u>	

Village of Riverwoods, Illinois
 NOTE TO THE SUPPLEMENTARY INFORMATION
For the Year Ended December 31, 2013

1. Appropriations

All departments of the Village submit budget requests to the Mayor so that an appropriation ordinance may be prepared. The appropriation ordinance is prepared by fund and includes requested appropriations for the next fiscal year.

The proposed appropriation ordinance is presented to the Board of Trustees for review. The Board of Trustees holds public hearings and may add to, subtract from, or change appropriations, but may not change the form of the appropriations ordinance. The appropriation ordinance was approved by the Board of Trustees on March 19, 2013.

The Mayor is authorized to transfer appropriated amounts between departments within any fund; however, any revisions that alter the total expenditures of any fund must be approved by the Board of Trustees.

The appropriations may be amended by the Board of Trustees. During the year, there were no supplemental appropriations.

Expenditures may not legally exceed appropriations at the fund level. The following fund had expenditures in excess of appropriations at December 31, 2013.

Fund	Variance
Police	\$ 4,019

The following funds had no appropriation for 2013:

- Special Service Area (SSA) 19 - Hiawatha Road Projects Fund
- Special Service Area (SSA) 25 - Village of Riverwoods Special Service Area #25 *
- Special Service Area (SSA) 26 - Village of Riverwoods Special Service Area #26 *

* Special Service Area #25 and #26 were established after the appropriate ordinance was approved for the year ended December 31, 2013.

SUPPLEMENTAL DATA

Village of Riverwoods, Illinois

General Fund

SCHEDULE OF REVENUES COLLECTED -

APPROPRIATION AND ACTUAL

For the Year Ended December 31, 2013

	Original and Final <u>Appropriation</u>	<u>Actual</u>	Over (Under) <u>Appropriation</u>
Revenues collected			
Township road and bridge tax	\$ <u>38,000</u>	\$ <u>33,615</u>	\$ <u>(4,385)</u>
Other intergovernmental taxes			
Personal property replacement taxes	2,100	2,007	(93)
Illinois municipal sales tax	295,000	283,586	(11,414)
Local use tax	55,000	60,789	5,789
State income taxes	<u>317,000</u>	<u>380,217</u>	<u>63,217</u>
Total other intergovernmental taxes	<u>669,100</u>	<u>726,599</u>	<u>57,499</u>
Local taxes			
Village of Riverwoods sales tax 1/2%	150,000	135,721	(14,279)
Utility taxes			
Electric	290,000	283,520	(6,480)
Gas	100,000	108,684	8,684
Simplified telecommunications tax	380,000	616,663	236,663
Hotel tax	<u>100,000</u>	<u>116,832</u>	<u>16,832</u>
Total local taxes	<u>1,020,000</u>	<u>1,261,420</u>	<u>241,420</u>
Licenses and permits			
Liquor licenses	20,000	29,499	9,499
Cable television franchise fees	60,000	72,678	12,678
Telephone franchise fees	-	11,100	11,100
Building permits - construction fees	70,000	103,389	33,389
Special inspection - site development and inspection fees	1,000	350	(650)
Cell tower lease	120,000	-	(120,000)
Elevator permits	-	9,600	9,600
Forester fees	-	1,675	1,675
Forest program	-	13,275	13,275
Engineer fees	<u>-</u>	<u>1,485</u>	<u>1,485</u>
Total licenses and permits	<u>271,000</u>	<u>243,051</u>	<u>(27,949)</u>

(Continued)

Village of Riverwoods, Illinois
General Fund
 SCHEDULE OF REVENUES COLLECTED -
 APPROPRIATION AND ACTUAL (Continued)
For the Year Ended December 31, 2013

	<u>Original and Final Appropriation</u>	<u>Actual</u>	<u>Over (Under) Appropriation</u>
Revenues collected (continued)			
Interest income	\$ <u>120,000</u>	\$ <u>163,329</u>	\$ <u>43,329</u>
Other			
Miscellaneous	<u>-</u>	<u>47,723</u>	<u>47,723</u>
Total revenues collected	\$ <u><u>2,118,100</u></u>	\$ <u><u>2,475,737</u></u>	\$ <u><u>357,637</u></u>

(Concluded)

Village of Riverwoods, Illinois

General Fund

SCHEDULE OF EXPENDITURES PAID AND OTHER FINANCING USES -
 APPROPRIATION AND ACTUAL
 For the Year Ended December 31, 2013

	Original and Final <u>Appropriation</u>	<u>Actual</u>	Over (Under) <u>Appropriation</u>
Expenditures paid			
Administration department			
Personnel			
Salaries	\$ 257,000	\$ 177,612	\$ 79,388
FICA	38,600	13,587	25,013
IMRF	75,500	41,886	33,614
Unemployment insurance	56,760	2,939	53,821
Health insurance	45,000	49,331	(4,331)
Total personnel	<u>472,860</u>	<u>285,355</u>	<u>187,505</u>
Contractual services			
Maintenance - building	50,000	29,417	20,583
Maintenance - equipment	15,000	10,163	4,837
Maintenance - grounds	24,000	19,438	4,562
Insurance	25,000	19,914	5,086
Telephone	25,000	18,150	6,850
Travel and meeting expense	20,000	4,942	15,058
Postage	12,000	8,580	3,420
Advertising and printing	2,500	5,059	(2,559)
Village Voice	21,000	20,184	816
Accounting services	30,000	28,870	1,130
Engineering services	100,000	101,666	(1,666)
Legal services	150,000	209,220	(59,220)
Other professional services	130,000	69,616	60,384
Dues, subscriptions, and memberships	3,000	3,505	(505)
Forest program	75,000	111,442	(36,442)
Theater In The Woods	15,000	-	15,000
Family Day	10,000	-	10,000
NSSRA	55,000	49,775	5,225
Miscellaneous contractual services	25,000	96,230	(71,230)
Senior transportation	8,000	245	7,755
Training	2,000	-	2,000
Donations CEO/Willow House	20,000	-	20,000
Contingency	80,000	-	80,000
Total contractual services	<u>897,500</u>	<u>806,416</u>	<u>91,084</u>

(Continued)

Village of Riverwoods, Illinois

General Fund

SCHEDULE OF EXPENDITURES PAID AND OTHER FINANCING USES -
 APPROPRIATION AND ACTUAL (Continued)
 For the Year Ended December 31, 2013

	Original and Final <u>Appropriation</u>	<u>Actual</u>	Over (Under) <u>Appropriation</u>
Expenditures paid (continued)			
Administration department (continued)			
Commodities			
Office supplies	\$ 22,000	\$ 9,542	\$ 12,458
Publications	2,000	629	1,371
Operating supplies	-	16,943	(16,943)
	<u>24,000</u>	<u>27,114</u>	<u>(3,114)</u>
Other expenses			
Miscellaneous	50,000	-	50,000
	<u>1,444,360</u>	<u>1,118,885</u>	<u>325,475</u>
Building department			
Personnel			
Salaries	210,000	93,975	116,025
FICA	18,500	7,189	11,311
IMRF	13,500	-	13,500
	<u>242,000</u>	<u>101,164</u>	<u>140,836</u>
Contractual services			
Insurance	50,000	-	50,000
Telephone	25,000	-	25,000
Travel and meeting expense	11,000	75	10,925
Training	1,000	-	1,000
Postage	9,000	-	9,000
Advertising	3,000	-	3,000
Printing	2,000	95	1,905
Engineering services	100,000	2,039	97,961
Other professional services	30,000	42	29,958
Dues, subscriptions, and memberships	2,000	-	2,000
	<u>233,000</u>	<u>2,251</u>	<u>230,749</u>

(Continued)

Village of Riverwoods, Illinois

General Fund

SCHEDULE OF EXPENDITURES PAID AND OTHER FINANCING USES - APPROPRIATION AND ACTUAL (Continued) For the Year Ended December 31, 2013

	Original and Final <u>Appropriation</u>	<u>Actual</u>	<u>Over (Under) Appropriation</u>
Expenditures paid (continued)			
Building department (continued)			
Commodities			
Office supplies	\$ 15,000	\$ -	\$ 15,000
Other expenses			
Miscellaneous	50,000	-	50,000
Inspection fees - plumbing, elevator, and site	3,000	9,429	(6,429)
Total other expenses	53,000	9,429	43,571
Total building department	543,000	112,844	430,156
Road and Bridge			
Personnel			
Salaries	-	8,383	(8,383)
FICA	-	641	(641)
Total personnel	-	9,024	(9,024)
Contractual services			
Maintenance - streets	100,000	5,167	94,833
Maintenance - bike path	50,000	3,333	46,667
Maintenance – grounds	25,000	17,720	7,280
Maintenance – culverts/drainage	150,000	1,430	148,570
Snow removal	50,000	49,470	530
Signs - purchase and repair	3,000	1,055	1,945
Street lighting	3,000	2,357	643
Engineering services	100,000	3,136	96,864
Legal services	500	1,920	(1,420)
Other professional services	10,000	449	9,551
Total contractual services	491,500	86,037	405,463

(Continued)

Village of Riverwoods, Illinois

General Fund

SCHEDULE OF EXPENDITURES PAID AND OTHER FINANCING USES -
 APPROPRIATION AND ACTUAL (Continued)
 For the Year Ended December 31, 2013

	<u>Original and Final Appropriation</u>	<u>Actual</u>	<u>Over (Under) Appropriation</u>
Expenditures paid (continued)			
Road and bridge (continued)			
Commodities			
Maintenance supplies	\$ 5,000	\$ -	\$ 5,000
Operating supplies	<u>5,000</u>	<u>-</u>	<u>5,000</u>
Total commodities	<u>10,000</u>	<u>-</u>	<u>10,000</u>
Other expenses			
Contingencies	<u>200,000</u>	<u>-</u>	<u>200,000</u>
Total road and bridge	<u>701,500</u>	<u>95,061</u>	<u>606,439</u>
Capital outlay			
Administration department			
Land acquisition	2,000,000	-	2,000,000
Equipment	<u>25,000</u>	<u>181,248</u>	<u>(156,248)</u>
Total administration	<u>2,025,000</u>	<u>181,248</u>	<u>1,843,752</u>
Road and bridge			
New bike path construction	<u>500,000</u>	<u>-</u>	<u>500,000</u>
Total capital outlay	<u>2,525,000</u>	<u>181,248</u>	<u>2,343,752</u>
Total expenditures paid	<u>5,213,860</u>	<u>1,508,038</u>	<u>3,705,822</u>

(Continued)

Village of Riverwoods, Illinois

General Fund

SCHEDULE OF EXPENDITURES PAID AND OTHER FINANCING USES -
APPROPRIATION AND ACTUAL (Continued)
For the Year Ended December 31, 2013

	Original and Final <u>Appropriation</u>	<u>Actual</u>	Over (Under) <u>Appropriation</u>
Depreciation	\$ <u>260,000</u>	\$ <u>-</u>	\$ <u>260,000</u>
Other financing uses			
Transfers out - Consolidated Water Fund	500,000	-	500,000
Transfers out - Sewer Fund	400,000	-	400,000
Transfers out - Police Fund	<u>1,000,000</u>	<u>666,641</u>	<u>333,359</u>
Total other financing uses	<u>1,900,000</u>	<u>666,641</u>	<u>1,233,359</u>
Total expenditures paid and other financing uses	\$ <u><u>7,373,860</u></u>	\$ <u><u>2,174,679</u></u>	\$ <u><u>5,199,181</u></u>

(Concluded)

Village of Riverwoods, Illinois

Police Fund

SCHEDULE OF REVENUES COLLECTED AND OTHER FINANCING SOURCES - APPROPRIATION AND ACTUAL For the Year Ended December 31, 2013

	Original and Final <u>Appropriation</u>	<u>Actual</u>	Over (Under) <u>Appropriation</u>
Revenues collected			
Local taxes			
Property taxes	\$ <u>470,000</u>	\$ <u>470,900</u>	\$ <u>900</u>
Special use payments	<u>72,000</u>	<u>78,868</u>	<u>6,868</u>
Fines and forfeits			
Administrative tow	-	23,040	23,040
Circuit court fines	158,000	179,177	21,177
False alarm fines	200	530	330
Patrol violation fines	<u>5,800</u>	<u>10,400</u>	<u>4,600</u>
Total fines and forfeits	<u>164,000</u>	<u>213,147</u>	<u>49,147</u>
Other			
Burglar alarm registration	200	4,805	4,605
Cell tower lease	-	112,917	112,917
Grants	-	3,785	3,785
Miscellaneous revenue	<u>-</u>	<u>62,121</u>	<u>62,121</u>
Total charges for services and other	<u>200</u>	<u>183,628</u>	<u>183,428</u>
Total revenues collected	<u>706,200</u>	<u>946,543</u>	<u>240,343</u>
Other financing sources			
Transfer in from General Fund	<u>-</u>	<u>666,641</u>	<u>666,641</u>
Total revenues collected and other financing sources	\$ <u><u>706,200</u></u>	\$ <u><u>1,613,184</u></u>	\$ <u><u>906,984</u></u>

Village of Riverwoods, Illinois

Police Fund

SCHEDULE OF EXPENDITURES PAID -

APPROPRIATION AND ACTUAL

For the Year Ended December 31, 2013

	Original and Final <u>Appropriation</u>	<u>Actual</u>	Over (Under) <u>Appropriation</u>
Expenditures paid			
Personnel			
Salaries	\$ 896,340	\$ 899,384	\$ (3,044)
Health insurance	114,112	105,125	8,987
FICA	32,319	65,680	(33,361)
IMRF	80,902	76,213	4,689
Unemployment insurance	58,979	-	58,979
Total personnel	<u>1,182,652</u>	<u>1,146,402</u>	<u>36,250</u>
Contractual services			
General insurance	-	66,543	(66,543)
Legal services	70,000	29,897	40,103
Crime laboratory	7,881	7,881	-
Other professional services	140,000	141,158	(1,158)
Postage	875	650	225
Telephone	4,300	5,947	(1,647)
Travel	550	288	262
Training	5,200	4,663	537
Miscellaneous	3,000	19,124	(16,124)
Contingency	100,000	-	100,000
Total contractual services	<u>331,806</u>	<u>276,151</u>	<u>55,655</u>
Commodities			
Office expenses	4,800	4,699	101
Fuel for squad cars	42,759	36,692	6,067
Total commodities	<u>47,559</u>	<u>41,391</u>	<u>6,168</u>
Capital outlay			
Police officer equipment	12,500	15,028	(2,528)
Squad cars and related equipment	3,248	22,653	(19,405)
Police facility	31,400	111,559	(80,159)
Total capital outlay	<u>47,148</u>	<u>149,240</u>	<u>(102,092)</u>
Total expenditures paid	<u>\$ 1,609,165</u>	<u>\$ 1,613,184</u>	<u>\$ (4,019)</u>

Village of Riverwoods, Illinois
Village of Riverwoods Special Service Area No. 24 Fund
 SCHEDULE OF REVENUES COLLECTED, EXPENDITURES PAID, AND
 OTHER FINANCING SOURCES - APPROPRIATION AND ACTUAL
For the Year Ended December 31, 2013

	Original and Final <u>Appropriation</u>	<u>Actual</u>	Over (Under) <u>Appropriation</u>
Revenues collected			
Local taxes			
Property taxes	\$ 89,000	\$ -	\$ (89,000)
Miscellaneous	<u>-</u>	<u>1,583</u>	<u>1,583</u>
Total revenues collected	<u>89,000</u>	<u>1,583</u>	<u>(87,417)</u>
Expenditures paid			
Contractual services			
Engineering services	35,000	5,330	29,670
Legal services	30,000	10,000	20,000
Forest program	<u>4,000</u>	<u>3,647</u>	<u>353</u>
Total contractual services	<u>69,000</u>	<u>18,977</u>	<u>50,023</u>
Capital outlay			
Equipment	<u>1,075,000</u>	<u>551,921</u>	<u>523,079</u>
Total capital outlay	<u>1,075,000</u>	<u>551,921</u>	<u>523,079</u>
Total expenditures paid	<u>1,144,000</u>	<u>570,898</u>	<u>573,102</u>
Deficiency of revenues collected over expenditures paid	<u>(1,055,000)</u>	<u>(569,315)</u>	<u>(660,519)</u>
Other financing sources			
Bond proceeds	<u>-</u>	<u>587,500</u>	<u>(587,500)</u>
Net change in fund balance	<u>\$ (1,055,000)</u>	18,185	<u>\$ (1,248,019)</u>
Fund balance			
Beginning of year		<u>-</u>	
End of year		<u>\$ 18,185</u>	

NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

Special revenue funds are used to account for revenues from specific taxes or other earmarked revenue sources that by law are designated to finance particular functions or activities of government and that cannot be diverted to other uses. The nonmajor special revenue funds maintained by the Village are as follows:

Motor Fuel Tax Fund - to account for state-shared revenues earmarked to finance road maintenance and improvements.

Special Service Area (SSA) 5 - Duffy Roads Fund - to account for revenues derived from a separate property tax levy and their use within the special service area.

Special Service Area (SSA) 7 - Russell's Storm Sewer Fund - to account for revenues derived from a separate property tax levy and their use within the special service area.

Special Service Area (SSA) 19 - Hiawatha Road Projects Fund - to account for revenues derived from a separate property tax levy and their use within the special service area.

Special Service Area (SSA) 22 - Timbers Road Fund - to account for revenues derived from a separate property tax levy and their use within the special service area.

Special Service Area (SSA) 25 - Village of Riverwoods Special Service Area No. 25 - to account for revenues derived from a separate property tax levy and their use within the special service area.

Special Service Area (SSA) 26 - Village of Riverwoods Special Service Area No. 26 - to account for revenues derived from a separate property tax levy and their use within the special service area.

DEBT SERVICE FUNDS

Debt service funds are used to account for monies accumulated to retire general long-term debt. The nonmajor debt service funds maintained by the Village are each related to a specific special service area and are funded by a separate property tax levy. They are as follows:

Special Service Area 10 - North Robinwood Sewer Fund

Special Service Area 19 - Hiawatha Road Fund

Special Service Area 20 - Whigham Burr Oak Fund

Village of Riverwoods, Illinois
Nonmajor Governmental Funds
 COMBINING STATEMENT OF ASSETS
 ARISING FROM CASH TRANSACTIONS
December 31, 2013

Special Revenue Funds

	Motor Fuel Tax	Special Service Area 5 Duffy Roads	Special Service Area 7 Russell's Storm Sewer	Special Service Area 19 Hiawatha Road Projects	Special Service Area 22 Timbers Road	Village of Riverwoods Special Service Area 25
ASSETS						
Cash and cash equivalents	\$ 529,148	\$ 33,980	\$ 72,951	\$ 9,096	\$ 7,396	\$ 211,962
Total assets	<u>\$ 529,148</u>	<u>\$ 33,980</u>	<u>\$ 72,951</u>	<u>\$ 9,096</u>	<u>\$ 7,396</u>	<u>\$ 211,962</u>
FUND BALANCES						
Restricted	\$ 529,148	\$ 33,980	\$ 72,951	\$ 9,096	\$ 7,396	\$ 211,962
Total fund balances	<u>\$ 529,148</u>	<u>\$ 33,980</u>	<u>\$ 72,951</u>	<u>\$ 9,096</u>	<u>\$ 7,396</u>	<u>\$ 211,962</u>

Special Revenue Funds (Continued)

Debt Service Funds

<u>Village of Riverwoods Special Service Area 26</u>	<u>Total Special Revenue Funds</u>	<u>Special Service Area 10 North Robinwood Sewer</u>	<u>Special Service Area 19 Hiawatha Road</u>	<u>Special Service Area 20 Whigham Burr Oak</u>	<u>Total Debt Service Funds</u>	<u>Total Nonmajor Governmental Funds</u>
\$ 581,159	\$ 1,445,692	\$ 25,461	\$ 42,180	\$ 26,993	\$ 94,634	\$ 1,540,326
<u>\$ 581,159</u>	<u>\$ 1,445,692</u>	<u>\$ 25,461</u>	<u>\$ 42,180</u>	<u>\$ 26,993</u>	<u>\$ 94,634</u>	<u>\$ 1,540,326</u>
\$ 581,159	\$ 1,445,692	\$ 25,461	\$ 42,180	\$ 26,993	\$ 94,634	\$ 1,540,326
<u>\$ 581,159</u>	<u>\$ 1,445,692</u>	<u>\$ 25,461</u>	<u>\$ 42,180</u>	<u>\$ 26,993</u>	<u>\$ 94,634</u>	<u>\$ 1,540,326</u>

Village of Riverwoods, Illinois

Nonmajor Governmental Funds

COMBINING STATEMENT OF REVENUES COLLECTED, EXPENDITURES PAID, AND
CHANGES IN FUND BALANCES
For the Year Ended December 31, 2013

	Special Revenue Funds					
	Motor Fuel Tax	Special Service Area 5 Duffy Roads	Special Service Area 7 Russell's Storm Sewer	Special Service Area 19 Hiawatha Road Projects	Special Service Area 22 Timbers Road	Village of Riverwoods Special Service Area 25
Revenues collected						
Property taxes	\$ -	\$ 6,016	\$ -	\$ -	\$ 7,310	\$ -
Intergovernmental taxes	104,927	-	-	-	-	-
Interest income	2,172	-	-	-	-	-
Total revenues collected	<u>107,099</u>	<u>6,016</u>	<u>-</u>	<u>-</u>	<u>7,310</u>	<u>-</u>
Expenditures paid						
Current						
Administration	-	-	-	-	-	-
Public works	45,859	-	2,385	3,639	4,749	48,038
Debt service						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Total expenditures paid	<u>45,859</u>	<u>-</u>	<u>2,385</u>	<u>3,639</u>	<u>4,749</u>	<u>48,038</u>
Other financing sources						
Bond proceeds	-	-	-	-	-	260,000
Net change in fund balances	61,240	6,016	(2,385)	(3,639)	2,561	211,962
Fund balances						
Beginning of year	467,908	27,964	75,336	12,735	4,835	-
End of year	<u>\$ 529,148</u>	<u>\$ 33,980</u>	<u>\$ 72,951</u>	<u>\$ 9,096</u>	<u>\$ 7,396</u>	<u>\$ 211,962</u>

Special Revenue Funds (Continued)

Debt Service Funds

Village of Riverwoods Special Service Area 26	Total Special Revenue Funds	Special Service Area 10 North Robinwood Sewer	Special Service Area 19 Hiawatha Road	Special Service Area 20 Whigham Burr Oak	Total Debt Service Funds	Total Nonmajor Governmental Funds
\$ -	\$ 13,326	\$ 14,887	\$ 14,981	\$ 34,468	\$ 64,336	\$ 77,662
-	104,927	-	-	-	-	104,927
-	2,172	18	-	-	18	2,190
-	120,425	14,905	14,981	34,468	64,354	184,779
-	-	24	-	-	24	24
62,841	167,511	-	2,617	-	2,617	170,128
-	-	8,507	11,122	32,580	52,209	52,209
-	-	5,745	341	1,550	7,636	7,636
62,841	167,511	14,276	14,080	34,130	62,486	229,997
644,000	904,000	-	-	-	-	904,000
581,159	856,914	629	901	338	1,868	858,782
-	588,778	24,832	41,279	26,655	92,766	681,544
\$ 581,159	\$ 1,445,692	\$ 25,461	\$ 42,180	\$ 26,993	\$ 94,634	\$ 1,540,326

Village of Riverwoods, Illinois

Motor Fuel Tax Fund

SCHEDULE OF REVENUES COLLECTED, EXPENDITURES PAID, AND CHANGES IN FUND BALANCE - APPROPRIATION AND ACTUAL

For the Year Ended December 31, 2013

	Original and Final <u>Appropriation</u>	<u>Actual</u>	Over (Under) <u>Appropriation</u>
Revenues collected			
Intergovernmental			
Motor fuel tax	\$ 85,000	\$ 104,927	\$ 19,927
Interest income	<u>8,000</u>	<u>2,172</u>	<u>(5,828)</u>
Total revenues collected	<u>93,000</u>	<u>107,099</u>	<u>14,099</u>
Expenditures paid			
Contractual services			
Maintenance - Streets	220,000	-	220,000
Engineering services	45,000	7,294	37,706
Other professional services	-	38,565	(38,565)
Contingency	<u>50,000</u>	<u>-</u>	<u>50,000</u>
Total expenditures paid	<u>315,000</u>	<u>45,859</u>	<u>269,141</u>
Net change in fund balance	\$ <u>(222,000)</u>	61,240	\$ <u>283,240</u>
Fund balance			
Beginning of year		<u>467,908</u>	
End of year		\$ <u>529,148</u>	

Village of Riverwoods, Illinois
Special Service Area 5 - Duffy Roads Fund
SCHEDULE OF REVENUES COLLECTED, EXPENDITURES PAID, AND
CHANGES IN FUND BALANCE - APPROPRIATION AND ACTUAL
For the Year Ended December 31, 2013

	<u>Original and Final Appropriation</u>	<u>Actual</u>	<u>Over (Under) Appropriation</u>
Revenues collected			
Property taxes	\$ <u>6,000</u>	\$ <u>6,016</u>	\$ <u>16</u>
Expenditures paid			
Contractual services			
Maintenance			
Equipment	2,000	-	2,000
Streets	60,000	-	60,000
Drainage	30,000	-	30,000
Snow removal	20,000	-	20,000
Street lighting	1,000	-	1,000
Engineering services	30,000	-	30,000
Legal services	25,000	-	25,000
Other professional services	15,000	-	15,000
Other	20,000	-	20,000
Commodities			
Maintenance supplies	9,000	-	9,000
Operating supplies	<u>8,000</u>	<u>-</u>	<u>8,000</u>
Total expenditures paid	<u>220,000</u>	<u>-</u>	<u>220,000</u>
Net change in fund balance	\$ <u><u>(214,000)</u></u>	6,016	\$ <u><u>220,016</u></u>
Fund balance			
Beginning of year		<u>27,964</u>	
End of year		\$ <u><u>33,980</u></u>	

Village of Riverwoods, Illinois
Special Service Area 7 - Russell's Storm Sewer Fund
SCHEDULE OF REVENUES COLLECTED, EXPENDITURES PAID, AND
CHANGES IN FUND BALANCE - APPROPRIATION AND ACTUAL
For the Year Ended December 31, 2013

	<u>Original and Final Appropriation</u>	<u>Actual</u>	<u>Over (Under) Appropriation</u>
Revenues collected			
Interest	\$ 300	\$ -	\$ (300)
Total revenues collected	<u>300</u>	<u>-</u>	<u>(300)</u>
Expenditures paid			
Contractual services			
Maintenance			
Other	3,800	2,385	1,415
Engineering	20,000	-	20,000
Other professional services	10,000	-	10,000
Commodities			
Maintenance supplies	6,000	-	6,000
Operating supplies	6,000	-	6,000
Miscellaneous	<u>25,000</u>	<u>-</u>	<u>25,000</u>
Total expenditures paid	<u>70,800</u>	<u>2,385</u>	<u>68,415</u>
Net change in fund balance	<u>\$ (70,500)</u>	(2,385)	<u>\$ 68,115</u>
Fund balance			
Beginning of year		<u>75,336</u>	
End of year		<u>\$ 72,951</u>	

Village of Riverwoods, Illinois
Special Service Area 19 - Hiawatha Road Projects Fund
SCHEDULE OF REVENUES COLLECTED, EXPENDITURES PAID, AND
CHANGES IN FUND BALANCE - APPROPRIATION AND ACTUAL
For the Year Ended December 31, 2013

	<u>Original and Final Appropriation</u>	<u>Actual</u>	<u>Over (Under) Appropriation</u>
Expenditures paid			
Contractual services			
Maintenance			
Other	\$ <u> -</u>	\$ <u> 3,639</u>	\$ <u> (3,639)</u>
Total expenditures paid	<u> -</u>	<u> 3,639</u>	<u> (3,639)</u>
Net change in fund balance	\$ <u> -</u>	(3,639)	\$ <u> 3,639</u>
Fund balance			
Beginning of year		<u> 12,735</u>	
End of year		\$ <u> 9,096</u>	

Village of Riverwoods, Illinois
Special Service Area 22 - Timbers Road Fund
SCHEDULE OF REVENUES COLLECTED, EXPENDITURES PAID, AND
CHANGES IN FUND BALANCE - APPROPRIATION AND ACTUAL
For the Year Ended December 31, 2013

	Original and Final <u>Appropriation</u>	<u>Actual</u>	Over (Under) <u>Appropriation</u>
Revenues collected			
Property tax	\$ 7,310	\$ 7,310	\$ -
Total revenues collected	<u>7,310</u>	<u>7,310</u>	<u>-</u>
Expenditures paid			
Contractual services			
Maintenance			
Equipment	2,000	-	2,000
Streets	10,000	-	10,000
Drainage and landscaping	2,000	-	2,000
Engineering	5,000	-	5,000
Snow removal	11,000	2,300	8,700
Legal	3,000	-	3,000
Other professional services	4,000	100	3,900
Miscellaneous	<u>-</u>	<u>2,349</u>	<u>-</u>
Total expenditures paid	<u>37,000</u>	<u>4,749</u>	<u>34,600</u>
Net change in fund balance	\$ <u>(29,690)</u>	2,561	\$ <u>34,600</u>
Fund balance			
Beginning of year		<u>4,835</u>	
End of year		<u>\$ 7,396</u>	

Village of Riverwoods, Illinois
Special Service Area 25 - Village of Riverwoods Special Service Area No. 25 Fund
 SCHEDULE OF REVENUES COLLECTED, EXPENDITURES PAID, AND
 CHANGES IN FUND BALANCE - APPROPRIATION AND ACTUAL
For the Year Ended December 31, 2013

	<u>Original and Final Appropriation</u>	<u>Actual</u>	<u>Over (Under) Appropriation</u>
Expenditures paid			
Contractual services			
Engineering	\$ -	\$ 8,461	\$ (8,461)
Legal	-	12,614	(12,614)
Other professional services	-	26,963	(26,963)
	<u>-</u>	<u>48,038</u>	<u>(48,038)</u>
Total expenditures paid	<u>-</u>	<u>48,038</u>	<u>(48,038)</u>
Other financing sources			
Bond proceeds	<u>-</u>	<u>260,000</u>	<u>(260,000)</u>
Net change in fund balance	<u>\$ -</u>	211,962	<u>\$ (211,962)</u>
Fund balance			
Beginning of year		<u>-</u>	
End of year		<u>\$ 211,962</u>	

Village of Riverwoods, Illinois
Special Service Area 26 - Village of Riverwoods Special Service Area No. 26 Fund
 SCHEDULE OF REVENUES COLLECTED, EXPENDITURES PAID, AND
 CHANGES IN FUND BALANCE - APPROPRIATION AND ACTUAL
For the Year Ended December 31, 2013

	<u>Original and Final Appropriation</u>	<u>Actual</u>	<u>Over (Under) Appropriation</u>
Expenditures paid			
Contractual services			
Engineering	\$ -	\$ 13,363	\$ (13,363)
Legal	-	10,488	(10,488)
Other professional services	-	38,990	(38,990)
	<hr/>	<hr/>	<hr/>
Total expenditures paid	-	62,841	(62,841)
	<hr/>	<hr/>	<hr/>
Other financing sources			
Bond proceeds	-	644,000	(644,000)
	<hr/>	<hr/>	<hr/>
Net change in fund balance	\$ -	581,159	\$ (581,159)
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>
Fund balance			
Beginning of year		-	
		<hr/>	
End of year		\$ 581,159	
		<hr/> <hr/>	

Village of Riverwoods, Illinois
Special Service Area 10 - North Robinwood Sewer Debt Service Fund
SCHEDULE OF REVENUES COLLECTED, EXPENDITURES PAID, AND
CHANGES IN FUND BALANCE - APPROPRIATION AND ACTUAL
For the Year Ended December 31, 2013

	<u>Original and Final Appropriation</u>	<u>Actual</u>	<u>Over (Under) Appropriation</u>
Revenues collected			
Property tax	\$ 15,000	\$ 14,887	\$ (113)
Interest income	<u>1,500</u>	<u>18</u>	<u>(1,482)</u>
Total revenues collected	<u>16,500</u>	<u>14,905</u>	<u>(1,595)</u>
Expenditures paid			
Debt service			
Principal	8,500	8,507	(7)
Interest	9,000	5,745	3,255
Miscellaneous	<u>-</u>	<u>24</u>	<u>(24)</u>
Total expenditures paid	<u>17,500</u>	<u>14,276</u>	<u>3,224</u>
Net change in fund balance	<u>\$ (1,000)</u>	629	<u>\$ 1,629</u>
Fund balance			
Beginning of year		<u>24,832</u>	
End of year		<u>\$ 25,461</u>	

Village of Riverwoods, Illinois
Special Service Area 19 - Hiawatha Road Debt Service Fund
SCHEDULE OF REVENUES COLLECTED, EXPENDITURES PAID, AND
CHANGES IN FUND BALANCE - APPROPRIATION AND ACTUAL
For the Year Ended December 31, 2013

	Original and Final <u>Appropriation</u>	<u>Actual</u>	Over (Under) <u>Appropriation</u>
Revenues collected			
Property tax	\$ -	\$ 14,981	\$ 14,981
Special maintenance taxes			
Roads	8,000	-	(8,000)
Snow removal	<u>8,000</u>	<u>-</u>	<u>(8,000)</u>
Total revenues collected	<u>16,000</u>	<u>14,981</u>	<u>(1,019)</u>
Expenditures paid			
Contractual services			
Maintenance			
Equipment	2,000	-	2,000
Streets	30,000	-	30,000
Drainage	2,000	-	2,000
Snow removal	11,000	1,701	9,299
Engineering services	5,000	-	5,000
Legal services	3,000	-	3,000
Other professional services	4,000	-	4,000
Debt service			
Principal	12,000	11,122	878
Interest	1,000	341	659
Miscellaneous	<u>-</u>	<u>916</u>	<u>(916)</u>
Total expenditures paid	<u>70,000</u>	<u>14,080</u>	<u>55,920</u>
Net change in fund balance	\$ <u>(54,000)</u>	901	\$ <u>54,901</u>
Fund balance			
Beginning of year		<u>41,279</u>	
End of year		\$ <u><u>42,180</u></u>	

Village of Riverwoods, Illinois
Special Service Area 20 - Whigham Burr Oak Debt Service Fund
SCHEDULE OF REVENUES COLLECTED, EXPENDITURES PAID, AND
CHANGES IN FUND BALANCE - APPROPRIATION AND ACTUAL
For the Year Ended December 31, 2013

	<u>Original and Final Appropriation</u>	<u>Actual</u>	<u>Over (Under) Appropriation</u>
Revenues collected			
Property tax	\$ <u>34,200</u>	\$ <u>34,468</u>	\$ <u>268</u>
Total revenues collected	<u>34,200</u>	<u>34,468</u>	<u>268</u>
Expenditures paid			
Debt service			
Principal	34,000	32,580	1,420
Interest	<u>2,000</u>	<u>1,550</u>	<u>450</u>
Total expenditures paid	<u>36,000</u>	<u>34,130</u>	<u>1,870</u>
Net change in fund balance	\$ <u><u>(1,800)</u></u>	338	\$ <u><u>2,138</u></u>
Fund balance			
Beginning of year		<u>26,655</u>	
End of year		\$ <u><u>26,993</u></u>	

Village of Riverwoods, Illinois

Consolidated Water Fund

SCHEDULE OF REVENUES COLLECTED, EXPENSES PAID, AND CHANGES IN NET POSITION - APPROPRIATION AND ACTUAL

For the Year Ended December 31, 2013

	<u>Original and Final Appropriation</u>	<u>Actual</u>	<u>Over (Under) Appropriation</u>
Operating revenues collected			
Charges for sales and services			
Water sales	\$ 1,000,000	\$ 894,847	\$ (105,153)
Tap-on fees	70,000	89,688	19,688
Interest	10,000	-	(10,000)
	<u>1,080,000</u>	<u>984,535</u>	<u>(95,465)</u>
Charges for sales and services			
Operating expenses paid			
Personnel			
Salaries	35,000	30,528	4,472
FICA	6,000	2,335	3,665
IMRF	2,800	-	2,800
Unemployment insurance	300	-	300
	<u>44,100</u>	<u>32,863</u>	<u>11,237</u>
Total personnel			
Contractual services			
Maintenance			
Equipment	4,000	7,488	(3,488)
Utility system	15,000	-	15,000
Other	25,000	-	25,000
Insurance	10,000	7,332	2,668
Water purchases	500,000	436,749	63,251
Engineering services	65,000	-	65,000
Legal services	20,000	-	20,000
Other professional services	120,000	142,159	(22,159)
Annual testing fees (IEPA)	10,000	1,000	9,000
Other	7,000	4,100	2,900
	<u>776,000</u>	<u>598,828</u>	<u>177,172</u>
Total contractual services			
Commodities			
Maintenance supplies	50,000	50,789	(789)

(Continued)

Village of Riverwoods, Illinois

Consolidated Water Fund

SCHEDULE OF REVENUES COLLECTED, EXPENSES PAID, AND CHANGES IN NET POSITION - APPROPRIATION AND ACTUAL (Continued)

For the Year Ended December 31, 2013

	<u>Original and Final Appropriation</u>	<u>Actual</u>	<u>Over (Under) Appropriation</u>
Operating expenses paid (continued)			
Total operating expenses paid before capital outlay	\$ <u>870,100</u>	\$ <u>682,480</u>	\$ <u>187,620</u>
Capital outlay			
Equipment	175,000	-	175,000
Extensions and connections	<u>4,000,000</u>	<u>-</u>	<u>4,000,000</u>
Total capital outlay	<u>4,175,000</u>	<u>-</u>	<u>4,175,000</u>
Total operating expenses paid	<u>5,045,100</u>	<u>682,480</u>	<u>4,362,620</u>
Depreciation	<u>-</u>	<u>268,209</u>	<u>(268,209)</u>
Total operating expenses paid and depreciation	<u>5,045,100</u>	<u>950,689</u>	<u>4,094,411</u>
Excess (deficiency) of operating revenues collected over operating expenses paid and depreciation	<u>(3,965,100)</u>	<u>33,846</u>	<u>3,998,946</u>
Nonoperating revenues collected (expenses paid)			
Property taxes	16,000	13,619	(2,381)
Interest income	700	2,604	1,904
Debt service-principal	(8,500)	-	8,500
Debt service-interest	(7,500)	(5,220)	2,280
Other revenues	-	2,386	2,386
Other expenses	<u>(15,000)</u>	<u>(10,028)</u>	<u>4,972</u>
Total nonoperating revenues collected (expenses paid)	<u>(14,300)</u>	<u>3,361</u>	<u>17,661</u>
Capital contribution	<u>-</u>	<u>551,921</u>	<u>551,921</u>
Change in net position	<u>\$ (3,979,400)</u>	589,128	<u>\$ 4,568,528</u>
Net position			
Beginning of year		<u>10,156,684</u>	
End of year		<u>\$ 10,745,812</u>	

(Concluded)

Village of Riverwoods, Illinois

Sewer Fund

SCHEDULE OF REVENUES COLLECTED, EXPENSES PAID, AND CHANGES IN NET POSITION - APPROPRIATION AND ACTUAL

For the Year Ended December 31, 2013

	Original and Final <u>Appropriation</u>	<u>Actual</u>	Over (Under) <u>Appropriation</u>
Operating revenues collected			
Charges for sales and services			
User fees	\$ <u>186,000</u>	\$ <u>50,976</u>	\$ <u>(135,024)</u>
Total operating revenues collected	<u>186,000</u>	<u>50,976</u>	<u>(135,024)</u>
Operating expenses paid			
Personnel			
Salaries	13,000	4,192	8,808
FICA	3,000	321	2,679
IMRF	3,000	-	3,000
Unemployment insurance	<u>600</u>	<u>-</u>	<u>600</u>
Total personnel	<u>19,600</u>	<u>4,513</u>	<u>15,087</u>
Contractual services			
Maintenance - utility system	20,000	11,494	8,506
Maintenance - other	80,000	65,862	14,138
Insurance	5,000	2,096	2,904
Utilities	1,000	-	1,000
Postage	500	-	500
Advertising	500	-	500
Engineering services	20,000	-	20,000
Legal services	20,000	-	20,000
Other professional services	20,000	-	20,000
Sewer connection fees	5,000	1,518	3,482
Miscellaneous	<u>15,000</u>	<u>-</u>	<u>15,000</u>
Total contractual services	<u>187,000</u>	<u>80,970</u>	<u>106,030</u>
Commodities			
Maintenance supplies	5,000	-	5,000
Operating supplies	<u>5,000</u>	<u>-</u>	<u>5,000</u>
Total commodities	<u>10,000</u>	<u>-</u>	<u>10,000</u>

(Continued)

Village of Riverwoods, Illinois

Sewer Fund

SCHEDULE OF REVENUES COLLECTED, EXPENSES PAID, AND CHANGES IN NET POSITION - APPROPRIATION AND ACTUAL (Continued)

For the Year Ended December 31, 2013

	Original and Final <u>Appropriation</u>	<u>Actual</u>	Over (Under) <u>Appropriation</u>
Operating expenses paid (continued)			
Capital outlay			
Equipment	\$ 4,500	\$ -	\$ 4,500
Extensions and connections	<u>150,000</u>	<u>-</u>	<u>150,000</u>
Total capital outlay	<u>154,500</u>	<u>-</u>	<u>154,500</u>
Total operating expenses paid	<u>371,100</u>	<u>85,483</u>	<u>285,617</u>
Depreciation	<u>-</u>	<u>116,504</u>	<u>(116,504)</u>
Total operating expenses paid and depreciation	<u>371,100</u>	<u>201,987</u>	<u>169,113</u>
Deficiency of operating revenues collected over operating expenses paid and depreciation	<u>(185,100)</u>	<u>(151,011)</u>	<u>34,089</u>
Nonoperating revenues collected			
Interest income	<u>-</u>	<u>682</u>	<u>682</u>
Total nonoperating expenses paid	<u>-</u>	<u>682</u>	<u>682</u>
Change in net position	<u>\$ (185,100)</u>	<u>(150,329)</u>	<u>\$ 34,771</u>
Net position			
Beginning of year		<u>3,316,680</u>	
End of year		<u>\$ 3,166,351</u>	

(Concluded)

Village of Riverwoods, Illinois
Agency Fund - Performance Bond and Escrow Fund
SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES - MODIFIED CASH BASIS
For the Year Ended December 31, 2013

	<u>January 1, 2013</u>	<u>Additions</u>	<u>Deductions</u>	<u>December 31, 2013</u>
ASSETS				
Cash and cash equivalents	\$ 262,823	\$ 179,044	\$ 70,757	\$ 371,110
Investments	34,319	-	-	34,319
Due from developers				
Escrow bonds	<u>34,489</u>	<u>2,038</u>	<u>-</u>	<u>36,527</u>
Total assets	\$ <u>331,631</u>	\$ <u>181,082</u>	\$ <u>70,757</u>	\$ <u>441,956</u>
LIABILITIES				
Due to developers				
Performance bonds	\$ 214,219	\$ 144,997	\$ 53,126	\$ 306,090
Escrow bonds	<u>117,412</u>	<u>34,047</u>	<u>15,593</u>	<u>135,866</u>
Total liabilities	\$ <u>331,631</u>	\$ <u>179,044</u>	\$ <u>68,719</u>	\$ <u>441,956</u>

(Continued)

Village of Riverwoods, Illinois

Agency Funds

SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES - MODIFIED CASH BASIS

For the Year Ended December 31, 2013

Special Service Area No. 23 Gemini Road Fund

	<u>January 1, 2013</u>	<u>Additions</u>	<u>Deductions</u>	<u>December 31, 2013</u>
ASSETS				
Cash	\$ 1,597	\$ 8,300	\$ 7,238	\$ 2,659
Total assets	\$ <u>1,597</u>	\$ <u>8,300</u>	\$ <u>7,238</u>	\$ <u>2,659</u>
LIABILITIES				
Due to road association	\$ 1,597	\$ 8,300	\$ 7,238	\$ 2,659
Total liabilities	\$ <u>1,597</u>	\$ <u>8,300</u>	\$ <u>7,238</u>	\$ <u>2,659</u>

Total Agency Funds

ASSETS				
Cash and cash equivalents	\$ 264,420	\$ 187,344	\$ 77,995	\$ 373,769
Investments	34,319	-	-	34,319
Due from developers				
Escrow bonds	<u>34,489</u>	<u>2,038</u>	<u>-</u>	<u>36,527</u>
Total assets	\$ <u>333,228</u>	\$ <u>189,382</u>	\$ <u>77,995</u>	\$ <u>444,615</u>
LIABILITIES				
Due to developers				
Performance bonds	\$ 214,219	\$ 144,997	\$ 53,126	\$ 306,090
Escrow bonds	117,412	34,047	15,593	135,866
Due to road association	<u>1,597</u>	<u>8,300</u>	<u>7,238</u>	<u>2,659</u>
Total liabilities	\$ <u>333,228</u>	\$ <u>179,044</u>	\$ <u>68,719</u>	\$ <u>444,615</u>

(Continued)

OTHER SUPPLEMENTAL INFORMATION

Village of Riverwoods, Illinois
SCHEDULE OF CASH AND INVESTMENTS
December 31, 2013

<u>Cash and Investments by Fund</u>	<u>Cash</u>	<u>Investments</u>	<u>Totals</u>
Governmental Funds:			
General	\$ 3,926,831	\$ 7,866,053	\$ 11,792,884
Police	-	-	-
Village of Riverwoods Special Service Area 24	18,185	-	18,185
Special Revenue Funds			
Motor Fuel Tax	529,148	-	529,148
Special Service Area 5 Duffy Roads	33,980	-	33,980
Special Service Area 7 Russell's Storm Sewer	72,951	-	72,951
Special Service Area 19 Hiawatha Road Projects	9,096	-	9,096
Village of Riverwoods Special Service Area 25	211,962	-	211,962
Village of Riverwoods Special Service Area 26	581,159	-	581,159
Special Service Area 22 Timbers Road	7,396	-	7,396
Debt Service Funds			
Special Service Area 10 North Robinwood Sewer	25,461	-	25,461
Special Service Area 19 Hiawatha Road	42,180	-	42,180
Special Service Area 20 Whigham Burr Oak	26,993	-	26,993
Total Governmental Funds	<u>5,485,342</u>	<u>7,866,053</u>	<u>13,351,395</u>
Enterprise Funds ¹ :			
Consolidated Water			
Consolidated Water	2,064,839	-	2,064,839
Special Service Area 16 North Robinwood Water	24,800	-	24,800
Total Consolidated Water Fund	<u>2,089,639</u>	<u>-</u>	<u>2,089,639</u>
Sewer			
Sewer	<u>171,279</u>	<u>-</u>	<u>171,279</u>
Total Enterprise Funds	<u>2,260,918</u>	<u>-</u>	<u>2,260,918</u>
Total cash and investments reported on Statement of Net Position	7,746,260	7,866,053	15,612,313
Agency Fund:			
Performance Bond	\$ 371,110	\$ 34,319	\$ 405,429
Special Service Area 23 Gemini Road	2,659	-	2,659
Total Agency Fund	<u>373,769</u>	<u>34,319</u>	<u>408,088</u>
Total - All Funds	<u>\$ 8,120,029</u>	<u>\$ 7,900,372</u>	<u>\$ 16,020,401</u>

(Continued)

Village of Riverwoods, Illinois
SCHEDULE OF CASH AND INVESTMENTS (Continued)
December 31, 2013

Cash and Investments by Financial Institution - Book Balances

	<u>Cash</u>	<u>Investments</u>	<u>Totals</u>
The Illinois Funds	\$ 35,793	\$ -	\$ 35,793
Northside Community Bank	915,073	250,000	1,165,073
US Bank	48,601	-	48,601
Chase Bank	7,120,262	-	7,120,262
Wells Fargo	-	6,102,097	6,102,097
JP Morgan	-	1,548,275	1,548,275
Cash on hand	300	-	300
Total	<u>\$ 8,120,029</u>	<u>\$ 7,900,372</u>	<u>\$ 16,020,401</u>

Total interest income for the year ended December 31, 2013 was \$168,805, which yielded an average rate of return on cash and investments of 1.08%.

¹ The Village's financial statements present two enterprise funds: the Consolidated Water Fund and the Sewer Fund. The Village's accounting system records multiple sub-funds which are combined for financial statement purposes.

(Concluded)

Village of Riverwoods, Illinois
SCHEDULE OF INSURANCE IN FORCE
December 31, 2013

Description of Coverage	Coverage	Company	Policy Number / Expiration Date
<u>LIABILITY COVERAGES</u>			
General Liability	\$ 1,000,000 each occur.,	Illinois Municipal League	0703B0497
Auto Liability	for all applicable	Risk Management Assoc. [1]	December 31, 2013
Broad Form Property	coverages, incl.		
Civil Constitutional Rights - Assault/ Battery	Special Liability		
Contractual Liability	coverages		
Employee Benefit Programs Liability	↓		
Incidental Malpractice			
Intentional Building Removal			
Limited Worldwide Liability			
Personal Injury/Advertising Liability			
Watercraft Liability			
<u>SPECIAL LIABILITY COVERAGES</u>			
Premises Medical Payments	\$ 3,000 each person		
	\$ 8,000,000 each occur.		
Fire Legal Liability	\$ 100,000 each occur.		
	\$ 100,000 annual aggr.		
Public Officials/Employees	\$ 2,500,000 each occur.		
	\$ 8,000,000 annual aggr.		
Liquor Liability	\$ 1,000,000 each occur.		
	\$ 1,000,000 annual aggr.		
Auto Medical Payments	\$ 10,000 each person		
	\$ 8,000,000 each occur.		
Uninsured/Underinsured Motorist	\$ 100,000 each person		
	\$ 300,000 each accident		
<u>PROPERTY COVERAGES</u>			
Auto Physical Damage	\$ 30,000,000 combined		
Building/Personal Property	limit each occurrence		
Inland Marine	\$ 50,000 extra expense		
Valuable Papers/Records	\$ 50,000 each occur.		
Flood/Earthquake	\$ 5,000,000 each occur./annual aggr.		
<u>STAND-ALONE COVERAGES</u>			
Crime	\$ 50,000 each occurrence		
Worker's Comp/Occupational Disease	Statutory		
Employer's Liability	\$ 3,000,000 each accident		
Public Official Position Bond	As filed with IMLRMA		

[1] IMLRMA provides the first \$2,000,000 per occurrence, all lines. For property, inland marine, and auto physical damage, General Reinsurance Corporation provides \$28,000,000 and Lloyd's of London provides \$220,000,000, for a total of \$250,000,000 allocable to all member municipalities.

Note: The Village has renewed their insurance coverage through December 31, 2014.

Village of Riverwoods, Illinois
SCHEDULE OF ANNUAL DEBT SERVICE REQUIREMENTS
 North Robinwood Sewer
 Special Service Area Number 10 Bond
December 31, 2013

Dated: December 15, 1999
 Original Issue: \$164,000
 Due: January 10, 2020
 Payment Date: January 10
 Interest Rate: 6.29%

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Annual Debt Service</u>
2014	\$ 9,610	\$ 5,119	\$ 14,729
2015	10,216	4,515	14,731
2016	10,858	3,872	14,730
2017	11,541	3,189	14,730
2018	12,267	2,463	14,730
2019	13,039	1,692	14,731
2020	15,285	874	16,159
	<u>\$ 82,816</u>	<u>\$ 21,724</u>	<u>\$ 104,540</u>

Village of Riverwoods, Illinois
SCHEDULE OF ANNUAL DEBT SERVICE REQUIREMENTS
North Robinwood Water
Special Service Area Number 16 Bond
December 31, 2013

Dated: December 15, 1999
Original Issue: \$150,000
Due: January 10, 2020
Payment Date: January 10
Interest Rate: 6.29%

Year	Principal	Interest	Annual Debt Service
2014	\$ 8,791	\$ 4,683	\$ 13,474
2015	9,344	4,130	13,474
2016	9,931	3,542	13,473
2017	10,556	2,917	13,473
2018	11,220	2,253	13,473
2019	11,926	1,547	13,473
2020	13,431	796	14,227
	\$ 75,199	\$ 19,868	\$ 95,067

Village of Riverwoods, Illinois
 SCHEDULE OF ANNUAL DEBT SERVICE REQUIREMENTS
 Whigham-Burr Oak
 Special Service Area Number 20 Bond
December 31, 2013

Dated: December 2, 2003
 Original Issue: \$280,750
 Due: February 1, 2014
 Payment Dates: February 1 and August 1
 Interest Rate: 3.70%

Year	Principal	Interest	Annual Debt Service
2014	\$ <u>16,849</u>	\$ <u>350</u>	\$ <u>17,199</u>

Village of Riverwoods, Illinois
SCHEDULE OF ANNUAL DEBT SERVICE REQUIREMENTS
Village of Riverwoods Special Service Area No. 24
Special Service Area Number 24 Bond

Dated: May 7, 2013
Original Issue: \$587,500
Due: September 1, 2023
Payment Date: March 1 and September 1
Interest Rate: 2.22%

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Annual Debt Service</u>
2014	\$ 17,808	\$ 17,264	\$ 35,072
2015	57,884	12,260	70,144
2016	59,169	10,975	70,144
2017	60,482	9,662	70,144
2018	61,825	8,319	70,144
2019	63,198	6,946	70,144
2020	64,601	5,543	70,144
2021	66,035	4,109	70,144
2022	67,501	2,643	70,144
2023	68,997	1,145	70,142
	<u>\$ 587,500</u>	<u>\$ 78,866</u>	<u>\$ 666,366</u>

Village of Riverwoods, Illinois
SCHEDULE OF ANNUAL DEBT SERVICE REQUIREMENTS
Village of Riverwoods Special Service Area No. 25
Special Service Area Number 25 Bond

Dated: September 20, 2013
Original Issue: \$260,000
Due: March 1, 2024
Payment Date: March 1 and September 1
Interest Rate: 4.90%

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Annual Debt Service</u>
2014	\$ 4,753	\$ 12,068	\$ 16,821
2015	21,740	12,244	33,984
2016	22,805	11,166	33,971
2017	23,922	10,035	33,957
2018	25,094	8,849	33,943
2019	26,324	7,604	33,928
2020	27,614	6,298	33,912
2021	28,967	4,929	33,896
2022	30,387	3,491	33,878
2023	31,875	1,986	33,861
2024	16,519	405	16,924
	<u>\$ 260,000</u>	<u>\$ 79,075</u>	<u>\$ 339,075</u>

Village of Riverwoods, Illinois
SCHEDULE OF ANNUAL DEBT SERVICE REQUIREMENTS
 Village of Riverwoods Special Service Area No. 26
Special Service Area Number 26 Bond

Dated: September 20, 2013
 Original Issue: \$644,000
 Due: March 1, 2024
 Payment Date: March 1 and September 1
 Interest Rate: 4.90%

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Annual Debt Service</u>
2014	\$ 11,773	\$ 29,891	\$ 41,664
2015	53,847	30,327	84,174
2016	56,486	27,657	84,143
2017	59,254	24,856	84,110
2018	62,157	21,917	84,074
2019	65,203	18,834	84,037
2020	68,398	15,601	83,999
2021	71,749	12,209	83,958
2022	75,265	8,651	83,916
2023	78,953	4,918	83,871
2024	40,915	1,002	41,917
	<u>\$ 644,000</u>	<u>\$ 195,863</u>	<u>\$ 839,863</u>

Village of Riverwoods, Illinois
General Fund
SCHEDULE OF REVENUES COLLECTED
Trend Information - Last Ten Years
Years Ended December 31

	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>
Revenues collected				
Taxes				
Township road and bridge tax	\$ 33,615	\$ 33,313	\$ 35,039	\$ 36,239
State income taxes	380,217	334,513	322,321	260,839
Sales and local use taxes	480,096	418,240	398,068	338,609
Hotel tax	116,832	125,085	87,035	123,236
Personal property replacement taxes	<u>2,007</u>	<u>1,500</u>	<u>1,204</u>	<u>2,058</u>
Total taxes	<u>1,012,767</u>	<u>912,651</u>	<u>843,667</u>	<u>760,981</u>
Utility taxes				
Telecommunications	616,663	999,981	371,312	501,774
Electric	283,520	287,292	289,738	292,107
Gas	<u>108,684</u>	<u>95,202</u>	<u>126,225</u>	<u>128,977</u>
Total utility taxes	<u>1,008,867</u>	<u>1,382,475</u>	<u>787,275</u>	<u>922,858</u>
Licenses and permits				
Liquor licenses	29,499	28,000	30,000	16,500
Franchise fees	83,778	78,977	74,327	66,641
Construction fees	103,389	51,206	57,544	79,232
Cell tower lease	-	-	-	-
Special inspection	350	-	1,269	400
Elevator permits	9,600	9,480	9,600	10,080
Certificate of occupancy fees	-	-	-	-
Forester fees	1,675	1,500	1,635	775
Forest program	13,275	16,639	10,897	18,738
Engineer fees	1,485	2,675	2,000	808
Office service reimbursements	-	-	-	-
Other	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total licenses and permits	<u>243,051</u>	<u>188,477</u>	<u>187,272</u>	<u>193,174</u>

	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>
\$	35,551	\$ 34,719	\$ 32,438	\$ 30,192	\$ 30,498	\$ -
	269,503	372,423	345,412	317,401	289,505	245,728
	339,336	377,682	371,183	357,254	311,594	251,785
	44,935	113,881	125,995	122,492	92,245	68,985
	<u>1,957</u>	<u>2,276</u>	<u>2,011</u>	<u>1,941</u>	<u>1,765</u>	<u>-</u>
	<u>691,282</u>	<u>900,981</u>	<u>877,039</u>	<u>829,280</u>	<u>725,607</u>	<u>566,498</u>
	507,379	434,020	477,464	511,849	559,359	559,184
	290,313	297,764	306,094	295,059	315,698	262,758
	<u>173,010</u>	<u>194,406</u>	<u>176,042</u>	<u>259,439</u>	<u>110,201</u>	<u>129,760</u>
	<u>970,702</u>	<u>926,190</u>	<u>959,600</u>	<u>1,066,347</u>	<u>985,258</u>	<u>951,702</u>
	15,500	20,000	21,000	16,500	20,000	22,500
	64,610	57,474	50,427	43,520	37,866	34,316
	51,520	139,996	115,765	218,232	196,095	226,838
	-	83,460	83,140	82,160	80,300	80,603
	761	870	1,091	6,785	5,040	3,583
	9,240	9,840	9,385	12,240	8,690	7,576
	-	-	-	-	-	-
	1,550	8,685	16,090	19,002	28,652	11,735
	15,022	44,487	40,245	150,941	31,675	9,200
	500	7,485	8,366	19,646	17,472	12,350
	-	-	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,207</u>
	<u>158,703</u>	<u>372,297</u>	<u>345,509</u>	<u>569,026</u>	<u>425,790</u>	<u>409,908</u>

(Continued)

Village of Riverwoods, Illinois

General Fund

SCHEDULE OF REVENUES COLLECTED (Continued)

Trend Information - Last Ten Years

Years Ended December 31

	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>
Revenues collected (continued)				
Interest income	\$ <u>163,329</u>	\$ <u>160,157</u>	\$ <u>112,875</u>	\$ <u>177,497</u>
Other revenue				
Grants and contributions	-	-	-	25,000
Special use payments	-	-	-	-
Insurance reimbursements	-	-	-	-
Donation for bike path	-	-	-	-
Miscellaneous revenue	<u>47,723</u>	<u>30,878</u>	<u>53,911</u>	<u>32,142</u>
Total other revenue	<u>47,723</u>	<u>30,878</u>	<u>53,911</u>	<u>57,142</u>
Total revenues collected	\$ <u><u>2,475,737</u></u>	\$ <u><u>2,674,638</u></u>	\$ <u><u>1,985,000</u></u>	\$ <u><u>2,111,652</u></u>

<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>
\$ <u>238,390</u>	\$ <u>347,522</u>	\$ <u>394,258</u>	\$ <u>287,881</u>	\$ <u>109,568</u>	\$ <u>31,824</u>
-	-	-	-	-	-
-	-	-	-	-	60,000
-	-	-	-	-	27,169
-	-	-	90,000	-	-
<u>18,125</u>	<u>19,630</u>	<u>16,749</u>	<u>37,279</u>	<u>132,191</u>	<u>32,662</u>
<u>18,125</u>	<u>19,630</u>	<u>16,749</u>	<u>127,279</u>	<u>132,191</u>	<u>119,831</u>
\$ <u><u>2,077,202</u></u>	\$ <u><u>2,566,620</u></u>	\$ <u><u>2,593,155</u></u>	\$ <u><u>2,879,813</u></u>	\$ <u><u>2,378,414</u></u>	\$ <u><u>2,079,763</u></u>

(Concluded)

Village of Riverwoods, Illinois
General Fund
SCHEDULE OF EXPENDITURES PAID
Trend Information - Last Ten Years
Years Ended December 31

	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>
Expenditures paid				
Personnel				
Salaries	\$ 279,970	\$ 297,239	\$ 313,463	\$ 284,584
FICA	21,417	39,950	42,528	21,744
IMRF	41,886	36,488	38,628	35,712
Unemployment insurance	2,939	3,286	3,028	1,813
Health insurance	49,331	48,496	45,910	31,320
	<u>395,543</u>	<u>425,459</u>	<u>443,557</u>	<u>375,173</u>
Contractual services				
Maintenance				
Building	29,417	34,925	22,635	23,813
Equipment	10,163	6,500	11,245	7,984
Grounds	37,158	40,121	40,339	29,553
Streets	5,167	110,486	1,691	11,317
Drainage and culverts	1,430	425	5,209	629
Bike path	3,333	1,100	1,786	6,817
Insurance	19,914	18,788	16,908	32,533
Telephone	18,150	14,869	13,006	12,259
Travel and meetings	5,017	4,877	7,481	10,092
Postage	8,580	6,760	7,227	9,815
Advertising	5,059	6,700	4,899	3,995
Village Voice	20,184	17,645	17,794	16,862
Printing	95	-	-	-
Accounting	28,870	32,227	28,585	28,575
Engineering	106,841	98,508	103,308	246,007
Legal	211,140	156,477	183,113	109,532
Inspection fees	9,429	6,160	15,732	10,180
Other professional	70,107	89,470	97,339	104,964
Dues and subscriptions	3,505	3,220	3,511	5,061
NSSRA	49,775	43,322	32,508	32,027
Forest program	111,442	151,018	72,025	85,037
Theater In The Woods	-	-	13,000	10,000
Arts and Riverwoods	-	-	-	-
Family Day	-	-	-	-
Senior transportation	245	165	1,111	185

	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>
\$	333,445	\$ 333,089	\$ 321,686	\$ 307,646	\$ 313,019	\$ 305,739
	25,191	25,481	24,566	25,881	24,057	23,412
	35,318	35,528	33,105	30,076	28,350	29,748
	2,200	2,794	2,986	2,976	6,083	1,710
	31,686	38,052	41,850	38,350	33,865	36,507
	<u>427,840</u>	<u>434,944</u>	<u>424,193</u>	<u>404,929</u>	<u>405,374</u>	<u>397,116</u>
	39,082	62,298	38,380	22,880	24,005	30,007
	9,429	2,083	3,170	5,888	6,320	1,483
	55,423	32,484	23,867	24,722	12,767	9,971
	4,269	7,195	9,545	11,600	-	-
	50,431	132,633	8,615	14,702	1,770	-
	802	-	-	-	560	-
	71,274	60,059	54,220	52,036	42,552	63,452
	12,442	15,636	15,769	15,193	15,973	21,314
	12,111	11,714	8,185	9,103	9,135	7,619
	5,877	6,013	4,993	8,187	7,521	8,100
	3,452	1,085	1,542	355	1,531	2,391
	18,805	15,267	16,309	12,387	11,308	12,538
	8	-	-	628	2,244	2,240
	28,787	28,760	20,945	18,555	19,370	17,939
	141,215	140,670	96,496	130,590	130,343	137,227
	113,980	107,321	112,821	104,994	110,098	113,709
	5,915	25,492	21,932	44,492	17,396	46,413
	128,727	108,021	106,953	167,933	99,084	108,313
	7,067	3,184	1,699	1,944	3,459	2,910
	39,099	45,227	19,947	38,292	24,454	22,100
	169,660	67,715	69,588	75,545	45,432	44,115
	10,000	10,000	10,000	10,000	-	-
	-	-	14,000	14,000	-	-
	-	2,500	-	-	-	-
	240	44	-	-	-	-

(Continued)

Village of Riverwoods, Illinois

General Fund

SCHEDULE OF EXPENDITURES PAID (Continued)

Trend Information - Last Ten Years

Years Ended December 31

	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>
Expenditures paid (continued)				
Contractual services (continued)				
Snow removal	\$ 49,470	\$ 37,257	\$ 92,351	\$ 80,190
Signs	1,055	734	2,644	927
Street lighting	2,357	1,485	1,400	2,576
Miscellaneous	<u>96,230</u>	<u>79,285</u>	<u>55,330</u>	<u>60,809</u>
Total contractual services	<u>904,133</u>	<u>962,524</u>	<u>852,177</u>	<u>941,739</u>
Commodities				
Office supplies	9,542	9,122	10,506	13,027
Publications	629	3,538	1,845	1,427
Operating supplies	<u>16,943</u>	<u>4,829</u>	<u>2,787</u>	<u>7,543</u>
Total commodities	<u>27,114</u>	<u>17,489</u>	<u>15,138</u>	<u>21,997</u>
Capital outlay				
Land acquisition	-	-	-	13,255
Equipment	181,248	86,691	43,815	-
Police garage	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total capital outlay	<u>181,248</u>	<u>86,691</u>	<u>43,815</u>	<u>13,255</u>
Total expenditures paid	<u>\$ 1,508,038</u>	<u>\$ 1,492,163</u>	<u>\$ 1,354,687</u>	<u>\$ 1,352,164</u>

	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>
\$	99,554	\$ 98,466	\$ 36,814	\$ 23,888	\$ 44,558	\$ -
	658	1,125	1,115	1,705	1,586	-
	3,485	1,196	2,478	1,628	967	-
	<u>61,223</u>	<u>38,045</u>	<u>40,879</u>	<u>164,760</u>	<u>78,615</u>	<u>71,137</u>
	<u>1,093,015</u>	<u>1,024,233</u>	<u>740,262</u>	<u>976,007</u>	<u>711,048</u>	<u>722,978</u>
	24,985	14,085	13,012	13,337	17,700	15,829
	1,058	4,116	1,225	71	-	80
	<u>943</u>	<u>2,376</u>	<u>6,845</u>	<u>9,266</u>	<u>-</u>	<u>-</u>
	<u>26,986</u>	<u>20,577</u>	<u>21,082</u>	<u>22,674</u>	<u>17,700</u>	<u>15,909</u>
	306,517	-	-	-	-	-
	-	-	-	-	-	790
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>306,517</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>790</u>
\$	<u><u>1,854,358</u></u>	<u><u>1,479,754</u></u>	<u><u>1,185,537</u></u>	<u><u>1,403,610</u></u>	<u><u>1,134,122</u></u>	<u><u>1,136,793</u></u>

(Concluded)

Village of Riverwoods, Illinois
Police Fund
SCHEDULE OF REVENUES COLLECTED
Trend Information - Last Ten Years
Years Ended December 31

	2013	2012	2011	2010
Revenues collected				
Property taxes	\$ 470,900	\$ 455,470	\$ 447,896	\$ 436,637
COPS grant	-	-	-	-
Other grants	3,785	14,645	1,363	-
Fines and forfeits	213,147	188,159	147,181	149,098
Special use payments	78,868	82,000	72,800	86,900
Other revenues	66,926	32,554	29,881	122,005
Cell tower lease *	112,917	140,136	110,637	97,584
Interest income	-	509	125	647
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total revenues collected	<u>\$ 946,543</u>	<u>\$ 913,473</u>	<u>\$ 809,883</u>	<u>\$ 892,871</u>

* Revenue recorded in the General Fund in 2008 and prior years.

<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>
\$ 431,615	\$ 411,196	\$ 390,356	\$ 371,532	\$ 353,603	\$ 326,899
2,100	750	8,942	28,904	113,753	210,103
-	-	-	-	-	-
186,841	236,286	247,401	247,497	183,146	187,301
78,100	53,100	83,500	35,000	37,000	-
53,928	28,722	38,185	33,752	24,980	1,784
83,554	-	-	-	-	-
<u>1,211</u>	<u>14,065</u>	<u>123,746</u>	<u>118,751</u>	<u>152,101</u>	<u>158,145</u>
<u>\$ 837,349</u>	<u>\$ 744,119</u>	<u>\$ 892,130</u>	<u>\$ 835,436</u>	<u>\$ 864,583</u>	<u>\$ 884,232</u>

Village of Riverwoods, Illinois

Police Fund

SCHEDULE OF EXPENDITURES PAID

Trend Information - Last Ten Years

Years Ended December 31

	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>
Expenditures paid				
Personnel				
Salaries	\$ 899,384	\$ 865,153	\$ 806,672	\$ 807,624
Health insurance	105,125	105,181	90,860	79,830
FICA	65,680	35,052	41,945	55,724
IMRF	76,213	76,189	73,961	67,425
Total personnel	<u>1,146,402</u>	<u>1,081,575</u>	<u>1,013,438</u>	<u>1,010,603</u>
Contractual services				
Insurance	66,543	53,530	47,616	40,984
Legal	29,897	32,423	35,997	36,961
Crime laboratory	7,881	7,881	7,881	7,881
Other professional	141,158	153,573	107,047	98,170
Telephone	5,947	5,465	5,503	6,165
Travel	288	309	366	264
Training	4,663	5,446	5,079	3,112
Forestry	-	13,174	54,163	-
Miscellaneous	19,774	33,360	3,812	5,215
Total contractual services	<u>276,151</u>	<u>305,161</u>	<u>267,464</u>	<u>198,752</u>
Commodities				
Office expenses	4,699	5,246	4,201	2,456
Fuel for squad cars	36,692	39,045	38,250	30,222
Miscellaneous	-	-	-	-
Total commodities	<u>41,391</u>	<u>44,291</u>	<u>42,451</u>	<u>32,678</u>
Capital outlay				
Squad cars and related equipment	22,653	12,857	9,761	158,222
Police facility	111,559	25,261	1,304,977	68,849
Police equipment	15,028	24,831	5,415	6,003
Total capital outlay	<u>149,240</u>	<u>62,949</u>	<u>1,320,153</u>	<u>233,074</u>
Total expenditures paid	<u>\$ 1,613,184</u>	<u>\$ 1,493,976</u>	<u>\$ 2,643,506</u>	<u>\$ 1,475,107</u>

	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>
\$	773,066	\$ 707,653	\$ 640,930	\$ 600,733	\$ 544,197	\$ 489,393
	75,259	70,607	62,838	63,522	57,568	43,669
	58,970	54,135	47,968	45,240	41,009	33,889
	61,984	57,708	52,650	50,704	41,832	33,441
	<u>969,279</u>	<u>890,103</u>	<u>804,386</u>	<u>760,199</u>	<u>684,606</u>	<u>600,392</u>
	-	-	-	-	-	-
	49,585	86,116	42,034	34,240	26,500	16,160
	7,881	9,111	9,111	9,111	6,111	6,111
	71,740	82,609	29,076	71,396	69,161	66,046
	4,226	4,064	3,543	4,055	5,384	4,362
	865	297	200	266	45	16
	2,988	1,550	1,080	1,991	1,174	2,108
	-	-	-	-	-	-
	11,730	5,934	2,064	-	-	-
	<u>149,015</u>	<u>189,681</u>	<u>87,108</u>	<u>121,059</u>	<u>108,375</u>	<u>94,803</u>
	3,024	2,672	3,549	5,098	4,209	4,572
	24,045	35,975	29,847	28,048	20,941	18,195
	-	-	-	2,542	7,983	4,045
	<u>27,069</u>	<u>38,647</u>	<u>33,396</u>	<u>35,688</u>	<u>33,133</u>	<u>26,812</u>
	49,008	86,375	59,447	68,891	34,197	52,723
	-	-	-	-	-	-
	9,040	3,656	2,574	4,534	1,719	4,704
	<u>58,048</u>	<u>90,031</u>	<u>62,021</u>	<u>73,425</u>	<u>35,916</u>	<u>57,427</u>
\$	<u><u>1,203,411</u></u>	<u><u>1,208,462</u></u>	<u><u>986,911</u></u>	<u><u>990,371</u></u>	<u><u>862,030</u></u>	<u><u>779,434</u></u>

Village of Riverwoods, Illinois
Consolidated Water Fund
SCHEDULE OF REVENUES COLLECTED
Trend Information - Last Ten Years
Years Ended December 31

	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>
Revenues collected				
Charges for sales and services	\$ 984,535	\$ 1,059,740	\$ 935,073	\$ 984,964
Property taxes	13,619	13,625	163,305	355,693
Interest income	2,604	1,778	806	3,307
Grant revenue	-	-	-	135,461
Other	<u>2,386</u>	<u>145</u>	<u>380</u>	<u>300</u>
 Total revenues collected	 <u>\$ 1,003,144</u>	 <u>\$ 1,075,288</u>	 <u>\$ 1,099,564</u>	 <u>\$ 1,479,725</u>

<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>
\$ 901,614	\$ 970,779	\$ 1,135,322	\$ 1,049,323	\$ 1,154,043	\$ 995,610
359,811	360,240	360,608	361,582	358,792	364,127
14,996	36,860	93,817	46,306	29,900	12,644
-	-	64,538	-	-	-
<u>670</u>	<u>980</u>	<u>255</u>	<u>789</u>	<u>-</u>	<u>9,030</u>
<u>\$ 1,277,091</u>	<u>\$ 1,368,859</u>	<u>\$ 1,654,540</u>	<u>\$ 1,458,000</u>	<u>\$ 1,542,735</u>	<u>\$ 1,381,411</u>

Village of Riverwoods, Illinois
Consolidated Water Fund
SCHEDULE OF EXPENSES PAID AND DEPRECIATION
Trend Information - Last Ten Years
Years Ended December 31

	2013	2012	2011	2010
Expenses paid and depreciation				
Personnel	\$ 32,863	\$ 32,005	\$ 34,655	\$ 35,810
Contractual services	598,828	639,844	572,972	596,071
Commodities	50,789	29,378	36,040	29,628
Depreciation	268,209	255,143	249,323	240,532
Debt service - interest	5,220	5,703	16,308	32,259
Other	10,028	1,507	696	220
 Total expenses paid and depreciation	\$ 965,937	\$ 963,580	\$ 909,994	\$ 934,520

<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>
\$ 33,713	\$ 31,962	\$ 30,596	\$ 29,237	\$ 28,576	\$ 32,129
623,733	674,967	880,672	784,143	917,191	753,793
36,171	31,359	42,086	568	-	-
236,044	235,649	214,357	214,357	214,355	211,899
47,006	61,190	75,527	87,578	99,453	102,635
<u>-</u>	<u>15,154</u>	<u>34,717</u>	<u>3,426</u>	<u>-</u>	<u>-</u>
<u>\$ 976,667</u>	<u>\$ 1,050,281</u>	<u>\$ 1,277,955</u>	<u>\$ 1,119,309</u>	<u>\$ 1,259,575</u>	<u>\$ 1,100,456</u>

Village of Riverwoods, Illinois
Sewer Fund
 SCHEDULE OF REVENUES COLLECTED
 Trend Information - Last Ten Years
Years Ended December 31

	2013	2012	2011	2010
Revenues collected				
Charges for sales and services	\$ 50,976	\$ 50,368	\$ 49,429	\$ 63,873
Property taxes	-	-	-	322,453
Interest income	682	608	-	294
Other revenues	-	-	-	-
	-	-	-	-
 Total revenues collected	\$ 51,658	\$ 50,976	\$ 49,429	\$ 386,620

<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>
\$ 95,043	\$ 94,554	\$ 14,258	\$ 18,631	\$ 126,804	\$ 80,874
326,458	326,871	363,986	364,560	400,224	408,183
663	6,726	17,546	15,665	11,087	3,640
-	-	-	75	2,249	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>75</u>	<u>2,249</u>	<u>-</u>
<u>\$ 422,164</u>	<u>\$ 428,151</u>	<u>\$ 395,790</u>	<u>\$ 398,931</u>	<u>\$ 540,364</u>	<u>\$ 492,697</u>

Village of Riverwoods, Illinois

Sewer Fund

SCHEDULE OF EXPENSES PAID AND DEPRECIATION

Trend Information - Last Ten Years

Years Ended December 31

	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>
Expenses paid and depreciation				
Personnel	\$ 4,513	\$ 4,118	\$ 7,237	\$ 8,853
Contractual services	80,970	173,054	117,451	200,763
Depreciation	116,504	117,672	117,463	117,463
Debt service	-	-	4,620	22,452
Other	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
Total expenses paid and depreciation	\$ <u>201,987</u>	\$ <u>294,844</u>	\$ <u>246,771</u>	\$ <u>349,531</u>

<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>
\$ 8,518	\$ 8,007	\$ 7,902	\$ 7,373	\$ 8,127	\$ 8,010
109,332	165,319	96,020	91,366	66,103	21,355
117,463	117,463	115,487	115,487	115,487	114,886
39,646	57,158	73,585	90,219	106,516	112,887
-	-	634	4,439	197	417
<u>-</u>	<u>-</u>	<u>634</u>	<u>4,439</u>	<u>197</u>	<u>417</u>
\$ <u>274,959</u>	\$ <u>347,947</u>	\$ <u>293,628</u>	\$ <u>308,884</u>	\$ <u>296,430</u>	\$ <u>257,555</u>
