

VILLAGE OF ROUND LAKE, ILLINOIS

ANNUAL FINANCIAL REPORT

For the Year Ended
April 30, 2015



VILLAGE OF ROUND LAKE, ILLINOIS

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INTRODUCTORY SECTION



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Members of American Institute of Certified Public Accountants

INDEPENDENT AUDITOR'S REPORT

The Honorable Mayor
Members of the Board of Trustees
Village of Round Lake
Round Lake, Illinois

We have audited the accompanying financial statements of the governmental activities, business-type activities, each major fund and the aggregate remaining fund information of the Village of Round Lake, Illinois (the Village) as of and for the year ended April 30, 2015, and the related notes to financial statements, which collectively comprise the Village's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the modified cash basis and cash basis of accounting described in Note 1d; this includes determining that the modified cash basis and 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 error or fraud.

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 Village's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Village's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, business-type activities, each major fund and the aggregate remaining fund information of the Village, as of April 30, 2015, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with the cash and modified cash basis of accounting as described in Note 1d.

Change in Accounting Principle

The Village adopted new accounting guidance, GASB Statement No. 67, *Financial Reporting for Pension Plans - An Amendment of GASB No. 25*, during the year ended April 30, 2015. The implementation of this guidance resulted in changes to the police pension related notes presented in the notes to financial statements and to the supplementary information. Our opinion is not modified with respect to this matter.

Basis of Accounting

We draw attention to Note 1d of the financial statements, which describes the basis of accounting. The financial statements are prepared on the modified cash basis and cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our opinions are not modified with respect to that matter.

Other Matters

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 management discussion and analysis, combining and individual fund financial statements and schedules, and the supplementary data are presented for purposes of additional analysis and are not a required part of the basic financial statements.

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

The management discussion and analysis and supplementary data has not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

A handwritten signature in black ink, appearing to be "L. Smith" or similar, written in a cursive style.

Naperville, Illinois
December 8, 2015

**GENERAL PURPOSE EXTERNAL
FINANCIAL STATEMENTS**

VILLAGE OF ROUND LAKE, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
APRIL 30, 2015

The discussion and analysis of the Village of Round Lake's financial performance provides an overview of the Village's financial activities for the fiscal year ended April 30, 2015.

FINANCIAL HIGHLIGHTS

- The Village's Governmental net position, which equal total assets plus deferred outflows of resources less total liabilities, was \$35,401,996 and \$33,979,962 at the end of fiscal year 2015 and 2014, respectively, an increase of \$1,422,034. Business-type activities net position was \$40,051,137 and \$40,149,780 at the end of fiscal year 2015 and 2014, respectively, a decrease of \$98,643.
- Governmental unrestricted net position, assets that may be used to meet the Village's ongoing obligations to residents and creditors, was \$7,746,057 and \$7,425,327 for fiscal year 2015 and 2014, respectively, a decrease of \$320,730. Business-type activities unrestricted net position was \$6,971,319 and \$7,358,823 for fiscal year 2015 and 2014, respectively, a decrease of \$387,504.
- Revenues for Governmental Activities (excluding transfers) equaled \$9,562,031 and were higher than total program expenses of \$8,139,997 by \$1,422,034 as compared to total revenues of \$9,196,236 which were higher than total expenses of \$7,510,514 by \$1,685,722 in the prior year. Revenues for Business-Type Activities (excluding transfers) equaled \$4,615,115 and were lower than total program expenses of \$4,713,758 by \$98,643, as compared to total revenues of \$4,097,833 which were higher than total expenses of \$4,400,786 by \$302,953, in the prior year.
- The fund balance for the General Fund equaled \$5,826,977, a decrease of \$45,493 from the beginning fund balance of \$5,872,470.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the Village of Round Lake's basic financial statements. The Village's basic financial statements are comprised of three main components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains supplementary data in addition to the basic financial statements themselves.

Government-wide Financial Statements

The government-wide financial statements are designed to provide readers with a broad overview of the Village of Round Lake's finances, in a manner similar to private-sector business. The statement of net position presents information on all of the Village's assets, deferred outflows of resources, and liabilities on a modified cash basis, with the difference between the three being 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 presents information showing how the government's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the receipts are collected (revenues) and the expenditures are paid (expenditures or expenses), except for capital asset and debt related transactions.

Both of the government-wide financial statements distinguish functions of the Village that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the Village include general government, public safety, public works, community development, and interest expense. The business-type activities of Village include water/sewer operations, commuter parking lot activities, and internal service purchases.

Fund Financial Statements

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

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

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

Proprietary funds. The Village maintains two proprietary fund types. One type is enterprise funds, which has a fund for water and sewer operations and another for commuter lot operations. The other type is internal service, which has three funds; vehicle replacement, technology replacement, and building replacement. The enterprise funds are used to report the functions presented as business-type activities in the governmental-wide financial statements. The internal service funds are reported as governmental activities in the government-wide financial statements.

Fiduciary funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the Village's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds. The fiduciary funds include the Police Pension Fund, Special Service Areas #1, #2, and #4, Builders Escrow, and the Impact Fee Funds.

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain supplementary data.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

As noted earlier, the net position may serve over time as a useful indicator of a government's financial position. In the case of the Village of Round Lake, assets plus deferred outflows of resources exceeded liabilities by \$75.4 million at April 30, 2015.

By far the largest portion of the Village's net position reflects its investment in capital assets (e.g., land, buildings, machinery and equipment, and infrastructure); less any related debt used to acquire those assets still outstanding. As of April 30, 2015, net investment in capital assets totaled \$58.9 million, representing 78.08% of total net position. 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 resources, since the capital assets themselves cannot be used to liquidate these liabilities.

Just over \$1.8 million (2.45%) of the Village's net position represents resources that are subject to restrictions on how they may be used, such as for debt service, capital projects, and other specific purposes. The remaining

\$14,717,376 balance of unrestricted net position may be used to meet the Village's ongoing obligations to citizens and creditors.

Following is a table that summarizes the net position of the Village at the close of the recent fiscal year by governmental activities, business-type activities, and village-wide. A comparison to the preceding fiscal year is presented for all three categories.

**Village of Round Lake Net Position
Fiscal Years Ended April 30th**

	Governmental Activities		Business - Type Activities		Total	
	2015	2014	2015	2014	2015	2014
Current assets	\$9,580,020	\$9,994,102	\$7,031,356	\$7,409,445	\$16,611,376	\$17,403,547
Capital assets	38,207,900	36,952,957	33,814,818	33,635,957	72,022,718	70,588,914
Total assets	47,787,920	46,947,059	40,846,174	41,045,402	88,634,094	87,992,461
Unamortized loss on refunding						
Total Deferred Outflows	706,642	774,051	0	0	706,642	774,051
Other liabilities	14,738	18,202	60,037	50,622	74,775	68,824
Noncurrent liabilities	13,077,828	13,722,946	735,000	845,000	13,812,828	14,567,946
Total liabilities	13,092,566	13,741,148	795,037	895,622	13,887,603	14,636,770
Net Position						
Net investment in capital assets	25,836,714	24,004,062	33,079,818	32,790,957	58,916,532	56,795,019
Restricted	1,819,225	2,550,573	0	0	1,819,225	2,550,573
Unrestricted	7,746,057	7,425,327	6,971,319	7,358,823	14,717,376	14,784,150
Total net position	\$35,401,996	\$33,979,962	\$40,051,137	\$40,149,780	\$75,453,133	\$74,129,742

Total net position of the Village increased by \$1,323,391 for the fiscal year ended 2015. The net position related to governmental activities increased by \$1,422,034, while net position related to business-type activities decreased by \$98,643.

In the governmental activities, current assets, mainly cash and investments, decreased \$414,082. General Fund cash and investments decreased \$48,949; internal service activities cash increased \$140,798, while other governmental funds cash and investments decreased \$505,923. The General Fund had excess revenues over expenditures of roughly \$754,000 before transfers out of \$800,000 to fund capital projects and debt service resulting in a reduction in cash and investments. All other governmental funds cash and investments decreased \$505,923 mainly due to budgeted capital outlay projects in the Motor Fuel Tax Fund. Noncurrent liabilities decreased \$755,118 mainly due to normal principal reductions for the Village's general obligation bonds.

In the business-type activities, current assets decreased by \$378,089 mainly due to lower water, sewer, and parking receipts from customers and users, coupled with an increase in operating expenses over the previous year. The slight increase in other liabilities is mainly water and sewer utility bill credits as a result of customer overpayments that are owed to them as of April 30, 2015. Noncurrent liabilities decreased from the preceding fiscal year due to a \$110,000 principal payment made on the Village's 2010C outstanding debt series

The table that follows summarizes the changes in net position for the fiscal year just ended and the prior fiscal year.

**Village of Round Lake Changes in Net Position
Fiscal Years Ended April 30th**

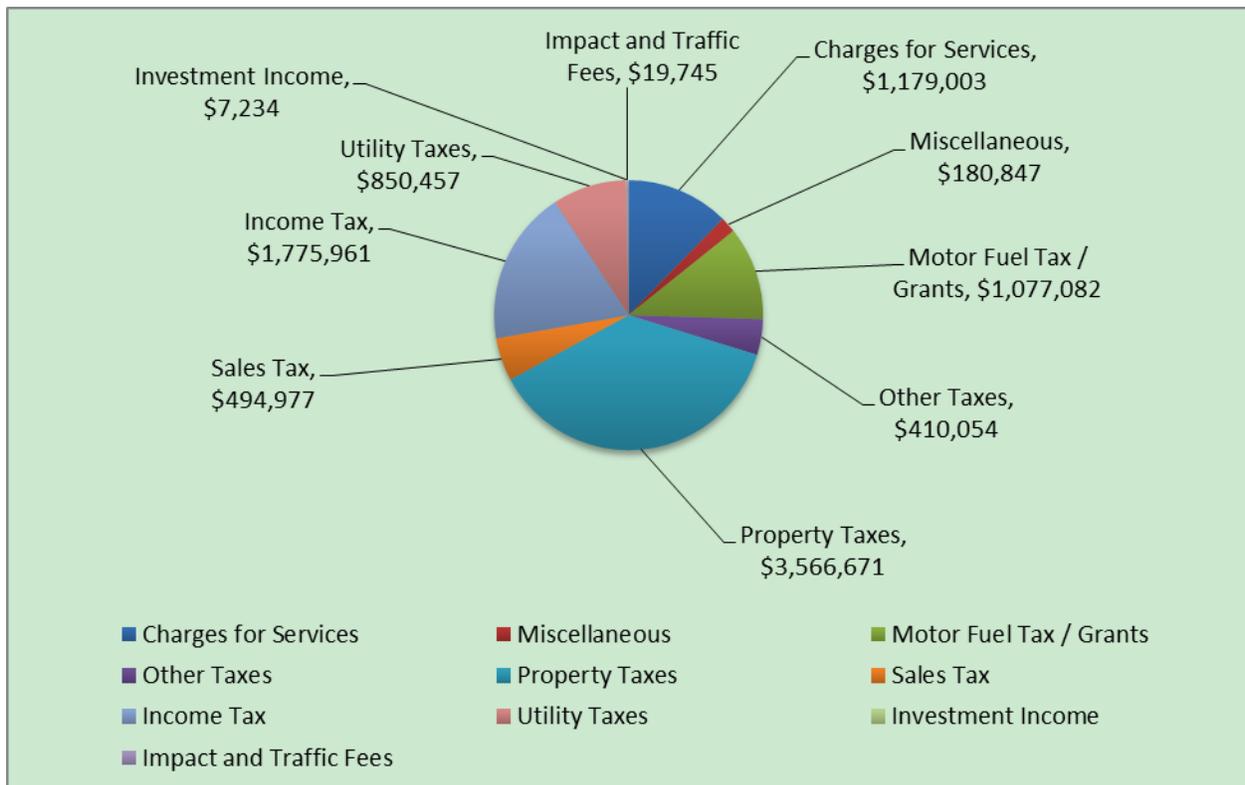
	Governmental Activities		Business - Type Activities		Total	
	2015	2014	2015	2014	2015	2014
Revenues						
Program revenues						
Charges for services	\$1,179,003	\$1,172,330	\$4,095,766	\$3,969,799	\$5,274,769	\$5,142,129
Operating Grants	977,082	662,365	-	-	977,082	662,365
Capital Grants	100,000	93,882	-	-	100,000	93,882
General revenues						
Property taxes	3,566,671	3,491,128	-	-	3,566,671	3,491,128
Income tax	1,775,961	1,768,456	-	-	1,775,961	1,768,456
Utility taxes	850,457	943,776	-	-	850,457	943,776
Other taxes	905,031	832,978	-	-	905,031	832,978
Interest income	7,234	7,798	18,445	15,384	25,679	23,182
Impact fees and recaptures	19,745	53,580	-	-	19,745	53,580
Miscellaneous	180,847	169,943	500,904	112,650	681,751	282,593
Total revenues	9,562,031	9,196,236	4,615,115	4,097,833	14,177,146	13,294,069
Program expenses						
General government	2,682,202	2,180,910	-	-	2,682,202	2,180,910
Police department	3,604,976	3,513,671	-	-	3,604,976	3,513,671
Public works	1,005,941	949,236	-	-	1,005,941	949,236
Community development	247,812	250,786	-	-	247,812	250,786
Debt service	599,066	615,911	-	-	599,066	615,911
Parking Lot	-	-	51,737	52,144	51,737	52,144
Water and sewer	-	-	4,662,021	4,348,642	4,662,021	4,348,642
Total expenses	8,139,997	7,510,514	4,713,758	4,400,786	12,853,755	11,911,300
Changes in net position before contributions and transfers	1,422,034	1,685,722	(98,643)	(302,953)	1,323,391	1,382,769
Contributions	-	-	-	-	-	-
Transfers	-	-	-	-	-	-
Increase (decrease) in net position	1,422,034	1,685,722	(98,643)	(302,953)	1,323,391	1,382,769
Beginning of year	33,979,962	32,294,240	40,149,780	40,452,733	74,129,742	72,746,973
End of year	\$35,401,996	\$33,979,962	\$40,051,137	\$40,149,780	\$75,453,133	\$74,129,742

Governmental Activities

Program revenues (amounts charged to residents for programs plus operating and capital grants) for governmental activities totaled \$2,256,085 and general revenues totaled \$7,305,946 for a total of \$9,562,031, an increase of \$365,795 from the preceding year.

The following graph depicts both program and general revenues by major revenue sources for governmental activities.

Revenues by Source – Governmental Activities



Property taxes account for the largest revenue source in the governmental type activities of the Village at 37.30% of the overall revenues. Charges for services, 12.33% of the total, include items such as business licenses, building permits, and refuse pickup. Income Tax, 18.57% is the portion of state income tax that the State of Illinois distributes to the Village on a per capita basis. Utility taxes include electric, gas, and the municipal telecommunications tax, which accounted for 8.89% of the overall revenues. Other taxes of \$410,054 include use and replacement tax.

Expenses related to governmental activities totaled \$8,139,997 in the current fiscal year, representing an increase of \$629,483 from the preceding fiscal year. The significant increase can be attributed to budgeted roadway projects in the Motor Fuel Tax Fund.

Business-Type Activities

Program revenues for business type activities totaled \$4,095,766 and general revenues totaled \$519,349 for a total of \$4,615,115, an increase of \$517,282 from the preceding year. Charges for services increased \$125,967 from 2014 due to an increase in consumption. Miscellaneous revenue decreased \$71,746 from 2014 due to the completion of the Emerald Bay subdivision in 2014.

Expenses from business-type activities totaled \$4,713,758 compared to \$4,400,786 in the preceding year, an increase of \$312,972 or 6.64%.

FINANCIAL ANALYSIS OF THE VILLAGE'S FUNDS

As noted earlier, the Village of Round Lake 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, fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of April 30, 2015, the Village's governmental funds reported a combined ending fund balance of \$9,006,269, representing a decrease of \$551,416 or 5.77%, from the preceding year. Approximately 63.32% or \$5,702,345, constitutes unrestricted, unassigned fund balance, which is available for spending at the village's discretion. The remainder of fund balance is restricted or assigned, to indicate that it is not available for new spending because it has already been earmarked: 1) to pay debt service, or 2) for a variety of other restricted purposes.

General Fund. The General Fund is the main operating fund of the Village. At April 30, 2015 total fund balance was \$5,826,977, a decrease of \$45,493 over the prior year fund balance. The following table summarizes General Fund revenues and expenditures, with a comparison to the operating budget, for the fiscal year ended April 30, 2015.

	Operating Budget	Actual	Variance	Percent Variance
Revenues				
Taxes	2,971,658	3,542,700	571,042	19.22%
Charges For Service	589,700	623,729	34,029	5.77%
Licenses And Permits	82,800	130,799	47,999	57.97%
Intergovernmental	2,584,055	2,698,489	114,434	4.43%
Fines	228,979	171,910	(57,069)	(24.92%)
Franchise Fees	240,000	257,778	17,778	7.41%
Interest Income	15,000	5,845	(9,155)	(61.03%)
Miscellaneous Income	106,200	167,337	61,137	57.57%
Total Revenues	6,818,392	7,598,587	780,195	11.44%
Expenditures				
General Government	1,960,681	1,850,946	109,735	5.60%
Police Department	3,553,399	3,786,097	(232,698)	(6.55%)
Public Works	977,617	872,861	104,756	10.72%
Community Development	266,433	273,020	(6,587)	(2.47%)
Capital Outlay	79,445	61,156	18,289	23.02%
Other Financing Uses	800,000	800,000	0	0.00%
Total Expenditures	7,637,575	7,644,080	(6,505)	(0.09%)
Changes In Fund Balance	(819,183)	(45,493)	773,690	94.45%

It should be noted for audit purposes the Police Pension Fund tax levy is included in the General Fund as revenue in the taxes category and as an expenditure in the Police Department, at \$500,165. As the chart shows, revenues were \$780,195, 11.44% above the operating budget amount. Besides taxes, the largest dollar variance is intergovernmental; with actual revenue \$2,698,489 over the budget amount due to the following taxes coming in over budget; sales, use, income, replacement, and video gaming.

Expenditures were 0.09% over the operating budget of \$7,637,575. The Police Department expenditures are \$267,467 under the operating budget after backing out the \$500,165 Police Pension tax levy. All other operating expenditures were consistent with the operating budget.

Other Governmental Funds. All other governmental fund type revenues were \$1,963,444, an increase of \$177,680 from the prior year amount of \$1,785,764. The table below lists the revenue types and the change from the prior year.

	2015	2014	Dollar Change	Percent Change
Revenues				
Taxes	\$874,428	\$975,970	(\$101,542)	(10.40%)
Intergovernmental	\$1,055,967	\$739,900	\$316,067	42.72%
Impact Fees	\$19,745	\$53,580	(\$33,835)	(63.15%)
Interest Income	\$1,389	\$1,881	(\$492)	(26.16%)
Miscellaneous Income	\$11,915	\$14,433	(\$2,518)	(17.45%)
Total Revenues	\$1,963,444	\$1,785,764	\$177,680	9.95%

Fiscal year end 2015 taxes were \$101,542 lower than 2014 due to electric tax decreasing 4.36%, telephone tax decreasing 20.44%, and gas tax decreasing 4.00% from the previous fiscal year.. Intergovernmental revenue increased \$316,067 due to receiving a \$100,000 CDBG grant and reimbursement for a roadway project related to Hart Road in the amount of \$235,473. Impact fees were \$33,835 lower than 2014 due to the completed development of the Emerald Bay subdivision.

The table below lists the expense types and the change from the prior year.

	2015	2014	Dollar Change	Percent Change
Expenditures				
General Government	193,184	104,631	88,553	84.63%
Public Works	61,420	37,320	24,100	64.58%
Capital Outlay	1,837,988	938,135	899,853	95.92%
Debt Service	1,176,775	1,184,620	(7,845)	(0.66%)
Total Expenditures	3,269,367	2,264,706	1,004,661	44.36%

All other governmental fund type expenditures were \$3,269,367, an increase of \$1,004,661 from the prior year. As shown in the table above the major increase was in the capital outlay category. The majority of the net increase relates to projects in the Motor Fuel Tax Fund for roadway improvements. General Government expenditures increased 84.63% due to an increase in engineering fees related to the roadway improvement projects.

Proprietary funds. The Village's proprietary funds, the enterprise funds, which includes water/sewer and the commuter parking lot funds and the internal service funds which include the vehicle, technology, and building replacement funds, provides the same type of information found in the government-wide financial statements, but in more detail.

The Water and Sewer Fund reported total operating income before depreciation expense of \$602,729. Operating revenues totaled \$4,052,178, an increase of \$55,895 from the preceding year. Operating expenses excluding depreciation totaled \$3,449,449, an increase of \$256,717 from the prior year. Operating loss before non-operating items, transfers and contributions totaled \$583,520. The total change in net position reported for the current fiscal year was a negative \$131,434.

The Commuter Parking Lot Fund reported total operating income before depreciation expense of \$32,755. Operating revenue totaled \$84,492, a decrease of \$1,674 from the preceding year. Operating expenses excluding depreciation totaled \$51,737, a decrease of \$407 from the prior year. The total change in net position reported for the current fiscal year was a positive \$32,791.

The internal service funds, which includes vehicle, technology, and the building replacement funds reported total operating income before depreciation expense of \$407,988. Operating revenues totaled \$422,879 and operating

expenses excluding depreciation totaled \$14,891. The total change in net position reported for the current fiscal year was a positive \$360,113.

Fiduciary funds. The Village's fiduciary funds consist of five agency funds and one Police Pension Trust Fund. Net position held by the Police Pension Trust Fund totaled \$6,145,785 at April 30, 2015, an increase of \$596,762 from the prior year. Additions to the pension trust fund totaled \$965,215 and deductions totaled \$368,453.

BUDGETARY INFORMATION

All funds actual expenses, prior to capitalization of assets and depreciation expenses were under the overall appropriations by \$3.2 million due to capital projects budgeted and moved to the subsequent fiscal year. However, the General fund appears to be over budget by roughly \$6,505 due to the Police Pension Fund tax levy of \$500,165 being included in the General Fund as an actual expense, but is not included as part of the budgeted amount for the General fund.

CAPITAL ASSETS

The Village's investment in capital assets for its governmental and business type activities as of April 30, 2015 was \$72,022,718 (net of accumulated depreciation). This investment in capital assets includes land, buildings and improvements, land improvements, vehicles, machinery and equipment, streets and related infrastructure. The total increase in the Village's investment in capital assets for the year ended April 30, 2015 was \$1,433,804.

Capital Assets (net of depreciation) Fiscal Years Ended April 30th

Description	Governmental Activities		Business - Type Activities		Total	
	2015	2014	2015	2014	2015	2014
Land	\$12,026,483	\$12,026,483	\$130,000	\$130,000	\$12,156,483	\$12,156,483
Construction in progress	2,243,786	961,618	526,016	656,395	2,769,802	1,618,013
Buildings	7,533,874	7,794,332	0	0	7,533,874	7,794,332
Land Improvements	311,904	346,156	0	0	311,904	346,156
Vehicles and Equipment	563,980	377,787	231,195	263,862	795,175	641,649
Infrastructure	15,527,873	15,446,581	32,927,607	32,585,700	48,455,480	48,032,281
Totals	\$38,207,900	\$36,952,957	\$33,814,818	\$33,635,957	\$72,022,718	\$70,588,914

Governmental activities capital assets increased \$1,254,943 from the prior year and business-type activities capital assets increased \$178,861. The majority of the increase in the current fiscal year relates to the capitalization of construction in progress projects along with prior year's completed construction in progress projects in the infrastructure category.

Depreciation expense in the governmental and business-type activities totaled \$761,124 and \$1,186,249 respectively in the current fiscal year.

DEBT ADMINISTRATION

As of April 30, 2015, the Village had five general obligation bonds outstanding. At the end of the current fiscal year, the Village of Round Lake had \$13,700,000 of debt outstanding as shown by the table below.

Outstanding Debt Fiscal Year Ended April 30, 2015

<u>General Obligation Bonds</u>	<u>Governmental Activities</u>	<u>Business Type Activities</u>	<u>Total</u>
Series 2005	\$780,000	\$0	\$780,000
Series 2010A	\$9,100,000	\$0	\$9,100,000
Series 2010B	\$720,000	\$0	\$720,000
Series 2010C	0	735,000	735,000
Series 2011	2,365,000	0	2,365,000
Total	<u>\$12,965,000</u>	<u>\$735,000</u>	<u>\$13,700,000</u>

During the year the Village's total outstanding debt decreased by \$739,000. All the decrease was attributed to retirements of general obligation bonds. There were no new issuances during the fiscal year 2015.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET

General economic conditions are expected to improve in the fiscal year beginning May 1, 2015 and ending April 30, 2016. However, it is anticipated that no new development will occur in the near future. Although economic revenues are balanced with property tax revenues, certain tax revenues that are impacted by the economy will need to be monitored carefully, such as sales and income tax. Both revenue sources are expected to increase in the upcoming year.

In addition, Village officials considered many factors when setting the fiscal year 2016 budget and the associated property tax rates and charges for services. These factors include anticipated consumer priced indexed costs, economic driven revenue sources, completion of capital projects along with future projects, larger contracts that may be up for renewal, and an assessment of future staffing needs.

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the Village of Round Lake for all those with an interest in the Village's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to Shane D. Johnson, Assistant Village Administrator/Director of Finance, Village of Round Lake, 442 N. Cedar Lake Road, Round Lake, IL 60073.

VILLAGE OF ROUND LAKE, ILLINOIS

STATEMENT OF NET POSITION - MODIFIED CASH BASIS

April 30, 2015

	Governmental Activities	Business-Type Activities	Total
ASSETS			
Cash	\$ 8,594,813	\$ 3,720,997	\$ 12,315,810
Investments	985,182	3,310,359	4,295,541
Due from fiduciary funds	25	-	25
Capital assets not being depreciated	14,270,269	656,016	14,926,285
Capital assets (net of accumulated depreciation)	23,937,631	33,158,802	57,096,433
Total assets	47,787,920	40,846,174	88,634,094
DEFERRED OUTFLOWS OF RESOURCES			
Unamortized loss on refunding	706,642	-	706,642
Total deferred outflows of resources	706,642	-	706,642
LIABILITIES			
Escrow deposits	14,738	-	14,738
Other liabilities	-	60,037	60,037
Noncurrent liabilities			
Due within one year	645,000	115,000	760,000
Due within more than one year	12,432,828	620,000	13,052,828
Total liabilities	13,092,566	795,037	13,887,603
NET POSITION			
Net investment in capital assets	25,836,714	33,079,818	58,916,532
Restricted for			
Public safety	124,632	-	124,632
Streets	808,589	-	808,589
Working cash	673,612	-	673,612
Debt service	43,511	-	43,511
Specific purposes	126,200	-	126,200
Unrestricted	7,788,738	6,971,319	14,760,057
TOTAL NET POSITION	\$ 35,401,996	\$ 40,051,137	\$ 75,453,133

See accompanying notes to financial statements.

VILLAGE OF ROUND LAKE, ILLINOIS

STATEMENT OF ACTIVITIES - MODIFIED CASH BASIS

For the Year Ended April 30, 2015

FUNCTIONS/PROGRAMS	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
PRIMARY GOVERNMENT				
Governmental Activities				
General government	\$ 2,682,202	\$ 1,012,681	\$ -	\$ -
Public safety	3,604,976	166,322	22,710	-
Public works	1,005,941	-	954,372	100,000
Community development	247,812	-	-	-
Interest	599,066	-	-	-
Total governmental activities	8,139,997	1,179,003	977,082	100,000
Business-Type Activities				
Water and sewer	4,662,021	4,011,274	-	-
Parking lot	51,737	84,492	-	-
Total business-type activities	4,713,758	4,095,766	-	-
TOTAL PRIMARY GOVERNMENT	\$ 12,853,755	\$ 5,274,769	\$ 977,082	\$ 100,000

Net (Expense) Revenue and Change in Net Position			
Primary Government			
	Governmental Activities	Business-Type Activities	Total
	\$ (1,669,521)	\$ -	\$ (1,669,521)
	(3,415,944)	-	(3,415,944)
	48,431	-	48,431
	(247,812)	-	(247,812)
	(599,066)	-	(599,066)
	<u>(5,883,912)</u>	-	<u>(5,883,912)</u>
	-	(650,747)	(650,747)
	-	32,755	32,755
	-	(617,992)	(617,992)
	<u>(5,883,912)</u>	<u>(617,992)</u>	<u>(6,501,904)</u>
General Revenues			
Taxes			
Property	3,566,671	-	3,566,671
Replacement	24,823	-	24,823
Sales	494,977	-	494,977
Utility	850,457	-	850,457
Other	385,231	-	385,231
State-shared income taxes	1,775,961	-	1,775,961
Impact and traffic fees	19,745	-	19,745
Investment income	7,234	18,445	25,679
Settlement	-	460,000	460,000
Miscellaneous	180,847	40,904	221,751
	<u>7,305,946</u>	<u>519,349</u>	<u>7,825,295</u>
CHANGE IN NET POSITION	1,422,034	(98,643)	1,323,391
NET POSITION, MAY 1	<u>33,979,962</u>	<u>40,149,780</u>	<u>74,129,742</u>
NET POSITION, APRIL 30	<u>\$ 35,401,996</u>	<u>\$ 40,051,137</u>	<u>\$ 75,453,133</u>

See accompanying notes to financial statements.

VILLAGE OF ROUND LAKE, ILLINOIS

STATEMENT OF ASSETS, LIABILITIES AND FUND BALANCES
ARISING FROM CASH BASIS
GOVERNMENTAL FUNDS

April 30, 2015

	General	Capital Projects	Motor Fuel Tax	Nonmajor Governmental	Total
ASSETS					
Cash	\$ 4,957,394	\$ 1,385,036	\$ 808,589	\$ 884,781	\$ 8,035,800
Investments	884,296	99,663	-	1,223	985,182
Due from fiduciary funds	25	-	-	-	25
TOTAL ASSETS	\$ 5,841,715	\$ 1,484,699	\$ 808,589	\$ 886,004	\$ 9,021,007
LIABILITIES AND FUND BALANCES					
LIABILITIES					
Escrow deposits	\$ 14,738	\$ -	\$ -	\$ -	\$ 14,738
Total liabilities	14,738	-	-	-	14,738
FUND BALANCES					
Assigned					
Debt service	-	-	-	42,681	42,681
Restricted					
Public safety	124,632	-	-	-	124,632
Streets	-	-	808,589	-	808,589
Working cash	-	-	-	673,612	673,612
Debt service	-	-	-	43,511	43,511
Specific purposes	-	-	-	126,200	126,200
Assigned					
Specific purposes	-	1,484,699	-	-	1,484,699
Unrestricted					
Unassigned	5,702,345	-	-	-	5,702,345
Total fund balances	5,826,977	1,484,699	808,589	886,004	9,006,269
TOTAL LIABILITIES AND FUND BALANCES	\$ 5,841,715	\$ 1,484,699	\$ 808,589	\$ 886,004	\$ 9,021,007

See accompanying notes to financial statements.

VILLAGE OF ROUND LAKE, ILLINOIS

**RECONCILIATION OF FUND BALANCES ARISING FROM CASH BASIS
OF THE GOVERNMENTAL FUNDS TO THE GOVERNMENTAL ACTIVITIES
IN THE STATEMENT OF NET POSITION - MODIFIED CASH BASIS**

April 30, 2015

FUND BALANCES OF GOVERNMENTAL FUNDS	\$ 9,006,269
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 governmental funds	38,207,900
Less amount reported in internal service funds below	(452,392)
Unamortized loss on refunding is reported as a deferred outflow of resources on the statement of net position	706,642
Long-term liabilities, including installment contracts, are not due and payable in the current period and, therefore, are not reported in the governmental funds	
General obligation bonds	(12,965,000)
Unamortized premium	(112,828)
The net position of internal service funds are included in the governmental activities in the statement of net position	<u>1,011,405</u>
NET POSITION OF GOVERNMENTAL ACTIVITIES	<u><u>\$ 35,401,996</u></u>

See accompanying notes to financial statements.

VILLAGE OF ROUND LAKE, ILLINOIS

STATEMENT OF REVENUES COLLECTED, EXPENDITURES PAID AND
CHANGES IN FUND BALANCES - CASH BASIS
GOVERNMENTAL FUNDS

For the Year Ended April 30, 2015

	General	Capital Projects	Motor Fuel Tax	Nonmajor Governmental	Total
REVENUES COLLECTED					
Taxes	\$ 3,542,700	\$ 104,909	\$ -	\$ 769,519	\$ 4,417,128
Intergovernmental	2,698,489	189,370	866,597	-	3,754,456
Licenses and permits	130,799	-	-	-	130,799
Fines	171,910	-	-	-	171,910
Charges for service	623,729	-	-	-	623,729
Impact fees	-	19,745	-	-	19,745
Investment income	5,845	1,002	196	191	7,234
Miscellaneous	425,115	11,915	-	-	437,030
Total revenues collected	7,598,587	326,941	866,793	769,710	9,562,031
EXPENDITURES PAID					
Current					
General government	1,850,946	167,651	-	25,533	2,044,130
Public safety	3,786,097	-	-	-	3,786,097
Public works	872,861	-	61,417	3	934,281
Community development	273,020	-	-	-	273,020
Capital outlay	61,156	274,559	1,563,429	-	1,899,144
Debt service					
Principal retirement	-	-	-	629,000	629,000
Interest and fiscal charges	-	-	-	547,775	547,775
Total expenditures paid	6,844,080	442,210	1,624,846	1,202,311	10,113,447
EXCESS (DEFICIENCY) OF REVENUES COLLECTED OVER EXPENDITURES PAID	754,507	(115,269)	(758,053)	(432,601)	(551,416)
OTHER FINANCING SOURCES (USES)					
Transfers in	-	325,000	-	475,000	800,000
Transfers (out)	(800,000)	-	-	-	(800,000)
Total other financing sources (uses)	(800,000)	325,000	-	475,000	-
NET CHANGE IN FUND BALANCES	(45,493)	209,731	(758,053)	42,399	(551,416)
FUND BALANCES, MAY 1	5,872,470	1,274,968	1,566,642	843,605	9,557,685
FUND BALANCES, APRIL 30	\$ 5,826,977	\$ 1,484,699	\$ 808,589	\$ 886,004	\$ 9,006,269

See accompanying notes to financial statements.

VILLAGE OF ROUND LAKE, ILLINOIS

RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF REVENUES
COLLECTED, EXPENDITURES PAID AND CHANGES IN FUND BALANCES -
CASH BASIS - TO THE GOVERNMENTAL ACTIVITIES IN
THE STATEMENT OF ACTIVITIES - MODIFIED CASH BASIS

For the Year Ended April 30, 2015

NET CHANGE IN FUND BALANCES - TOTAL GOVERNMENTAL FUNDS	\$ (551,416)
Amounts reported for governmental activities in the statement of activities are different because:	
Governmental funds report capital outlay as expenditures; however, they are capitalized and depreciated in the statement of activities	1,751,264
Proceeds from the disposal of capital assets is reported in the governmental funds, but gain or loss on the disposal of capital assets is calculated and reported in the statement of activities	(34,113)
Some expenses in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds	
Depreciation	(761,124)
Amortization	(51,291)
Less amount reported in internal service funds below	79,601
The repayment of long-term debt is reported as an expenditure when due in governmental funds but as a reduction of principal outstanding in the statement of activities	629,000
The change in net position of internal service funds is in governmental funds	<u>360,113</u>
CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES	<u><u>\$ 1,422,034</u></u>

See accompanying notes to financial statements.

VILLAGE OF ROUND LAKE, ILLINOIS

STATEMENT OF ASSETS, LIABILITIES AND NET POSITION
ARISING FROM MODIFIED CASH BASIS
PROPRIETARY FUNDS

April 30, 2015

	Water and Sewer	Nonmajor Enterprise	Total	Internal Service
ASSETS				
Cash	\$ 3,358,063	\$ 362,934	\$ 3,720,997	\$ 559,013
Investments	3,310,359	-	3,310,359	-
Capital assets not being depreciated	556,016	100,000	656,016	-
Capital assets (net of accumulated depreciation)	33,158,802	-	33,158,802	452,392
Total assets	40,383,240	462,934	40,846,174	1,011,405
LIABILITIES				
Current liabilities				
Other liabilities	60,037	-	60,037	-
Noncurrent liabilities				
Due within one year	115,000	-	115,000	-
Due within more than one year	620,000	-	620,000	-
Total liabilities	795,037	-	795,037	-
NET POSITION				
Net investment in capital assets	32,979,818	100,000	33,079,818	452,392
Unrestricted	6,608,385	362,934	6,971,319	559,013
TOTAL NET POSITION	\$ 39,588,203	\$ 462,934	\$ 40,051,137	\$ 1,011,405

See accompanying notes to financial statements.

VILLAGE OF ROUND LAKE, ILLINOIS

STATEMENT OF REVENUES COLLECTED, EXPENDITURES PAID AND
CHANGES IN NET POSITION - MODIFIED CASH BASIS
PROPRIETARY FUNDS

For the Year Ended April 30, 2015

	Water and Sewer	Nonmajor Enterprise	Total	Internal Service
OPERATING REVENUES				
Charges for services	\$ 4,011,274	\$ 84,492	\$ 4,095,766	\$ -
Interfund contributions	-	-	-	422,879
Miscellaneous	40,904	-	40,904	-
Total operating revenues	4,052,178	84,492	4,136,670	422,879
OPERATING EXPENSES				
Operations	3,449,449	51,737	3,501,186	14,891
Total operating expenses	3,449,449	51,737	3,501,186	14,891
OPERATING INCOME				
BEFORE DEPRECIATION	602,729	32,755	635,484	407,988
Depreciation	1,186,249	-	1,186,249	79,601
OPERATING INCOME (LOSS)	(583,520)	32,755	(550,765)	328,387
NON-OPERATING REVENUES (EXPENSES)				
Investment income	18,409	36	18,445	47
Settlement	460,000	-	460,000	-
Insurance reimbursement	-	-	-	31,679
Interest expense	(26,323)	-	(26,323)	-
Total non-operating revenues (expenses)	452,086	36	452,122	31,726
CHANGE IN NET POSITION	(131,434)	32,791	(98,643)	360,113
NET POSITION, MAY 1	39,719,637	430,143	40,149,780	651,292
NET POSITION, APRIL 30	\$ 39,588,203	\$ 462,934	\$ 40,051,137	\$ 1,011,405

See accompanying notes to financial statements.

VILLAGE OF ROUND LAKE, ILLINOIS

STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS

For the Year Ended April 30, 2015

	Water and Sewer	Nonmajor Enterprise	Total	Internal Service
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts from customers and users	\$ 4,061,593	\$ 84,492	\$ 4,146,085	\$ -
Receipts from interfund services	-	-	-	422,879
Receipts from miscellaneous	-	-	-	31,679
Payments to suppliers	(3,332,446)	(51,737)	(3,384,183)	(14,891)
Payments for interfund services	(117,003)	-	(117,003)	-
Net cash from operating activities	612,144	32,755	644,899	439,667
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Settlement	460,000	-	460,000	-
Net cash from noncapital financing activities	460,000	-	460,000	-
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Capital assets purchased	(1,365,110)	-	(1,365,110)	(298,916)
Bond principal payments	(110,000)	-	(110,000)	-
Bond interest payments	(26,323)	-	(26,323)	-
Net cash from capital and related financing activities	(1,501,433)	-	(1,501,433)	(298,916)
CASH FLOWS FROM INVESTING ACTIVITIES				
Interest received	18,409	36	18,445	47
Purchase of investments	(16,025)	-	(16,025)	-
Net cash from investing activities	2,384	36	2,420	47
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(426,905)	32,791	(394,114)	140,798
CASH AND CASH EQUIVALENTS, MAY 1	3,784,968	330,143	4,115,111	418,215
CASH AND CASH EQUIVALENTS, APRIL 30	\$ 3,358,063	\$ 362,934	\$ 3,720,997	\$ 559,013
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH FLOWS FROM OPERATING ACTIVITIES				
Operating income (loss)	\$ (583,520)	\$ 32,755	\$ (550,765)	\$ 328,387
Other miscellaneous receipts	-	-	-	31,679
Adjustments to reconcile operating income (loss) to net cash from operating activities				
Depreciation	1,186,249	-	1,186,249	79,601
Other liabilities	9,415	-	9,415	-
NET CASH FROM OPERATING ACTIVITIES	\$ 612,144	\$ 32,755	\$ 644,899	\$ 439,667

See accompanying notes to financial statements.

VILLAGE OF ROUND LAKE, ILLINOIS

**STATEMENT OF ASSETS, LIABILITIES AND NET POSITION
ARISING FROM MODIFIED CASH BASIS
FIDUCIARY FUNDS**

April 30, 2015

	Pension Trust Fund	Agency Funds
ASSETS		
Cash and cash equivalents	\$ 553,317	\$ 1,473,776
Investments		
U.S. Treasury obligations	1,116,931	-
U.S. agency obligations	727,396	-
Corporate bonds	680,795	-
Money market mutual funds	309,472	-
Mutual funds	2,757,874	-
	<hr/>	<hr/>
Total assets	6,145,785	\$ 1,473,776
	<hr/>	<hr/>
LIABILITIES		
Deposits payable	-	\$ 60,764
Due to other funds	-	25
Other payables	-	1,412,987
	<hr/>	<hr/>
Total liabilities	-	\$ 1,473,776
	<hr/>	<hr/>
NET POSITION HELD IN TRUST FOR PENSION BENEFITS	<hr/>	<hr/>
	\$ 6,145,785	

See accompanying notes to financial statements.

VILLAGE OF ROUND LAKE, ILLINOIS

**STATEMENT OF ADDITIONS, DEDUCTIONS AND
CHANGES IN NET POSITION - MODIFIED CASH BASIS
PENSION TRUST FUND**

For the Year Ended April 30, 2015

ADDITIONS

Contributions - employer	\$ 500,165
Contributions - employee	<u>176,922</u>
Total contributions	<u>677,087</u>
Investment income	
Net appreciation in fair value of investments	247,240
Interest earned on investments	<u>62,488</u>
Total investment income	309,728
Less investment expense	<u>(21,600)</u>
Net investment income	<u>288,128</u>
Total additions	<u>965,215</u>

DEDUCTIONS

Benefits and refunds	
Retirement pension	269,068
Disability pension	85,364
Administrative	<u>14,021</u>
Total deductions	<u>368,453</u>

NET INCREASE 596,762

**NET POSITION HELD IN TRUST FOR
PENSION BENEFITS**

May 1	<u>5,549,023</u>
April 30	<u><u>\$ 6,145,785</u></u>

See accompanying notes to financial statements.

VILLAGE OF ROUND LAKE, ILLINOIS

NOTES TO FINANCIAL STATEMENTS

April 30, 2015

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Village of Round Lake, Illinois (the Village) have been prepared in conformity with accounting principles generally accepted in the United States of America, as applied to government units (hereinafter referred to as generally accepted accounting principles (GAAP)), except as described in Note 1d. 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.

a. Reporting Entity

The Village is a body corporate and politic established under Illinois Compiled Statutes (ILCS) governed by an elected Mayor/Board of Trustees. These financial statements present the Village and its component units as required by GAAP.

The Village's financial statements include a pension trust fund:

Police Pension Employees Retirement System

The Village's police employees participate in the Police Pension Employees Retirement System (PPERS). PPERS functions for the benefit of these employees and is governed by a five-member pension board. Two members appointed by the Village's President, one pension beneficiary elected by the membership and two police employees elected by the membership constitute the pension board. The Village and PPERS participants are obligated to fund all PPERS costs based upon actuarial valuations. The State of Illinois is authorized to establish benefit levels and the Village is authorized to approve the actuarial assumptions used in the determination of contribution levels. Although it possesses many of the characteristics of a legally separate government, PPERS is reported as if it were part of the primary government because its sole purpose is to finance and administer the pensions of the Village's police employees and because of the fiduciary nature of such activities. PPERS is reported as a pension trust fund.

b. Fund Accounting

The Village uses funds to report on its financial position and the changes in its financial position. 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.

VILLAGE OF ROUND LAKE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

b. Fund Accounting (Continued)

Funds are classified into the following categories: governmental, proprietary and fiduciary.

Governmental funds are used to account for all or most of the Village's general activities, including the collection and disbursement of restricted or committed monies (special revenue funds), the funds committed, restricted or assigned for the acquisition or construction of capital assets (capital projects funds), the funds committed, restricted or assigned for the servicing of long-term debt (debt service funds) and the management of funds held in trust where the interest earnings can be used for governmental services (permanent fund). The general fund is used to account for all activities of the general government not accounted for in some other fund.

Proprietary funds are used to account for activities similar to those found in the private sector, where the determination of net income is necessary or useful for sound financial administration. Goods or services from such activities can be provided either to outside parties (enterprise funds) or to other departments or agencies primarily within the government (internal service funds).

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 government. The Village utilizes a pension trust fund which is generally used to account for assets that the Village holds in a fiduciary capacity and agency funds which are used to account for funds held by the Village in an agent capacity.

c. Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the Village. The effect of material interfund activity has been eliminated from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, if any, which rely to a significant extent on fees and charges for support.

The statement of activities demonstrates the degree to which the direct expenses of a given function, segment or program are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include (1) charges to customers or applicants who purchase, use or directly benefit from goods, services or privileges provided by a given function or segment, and (2) grants and standard revenues that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

VILLAGE OF ROUND LAKE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

Separate financial statements are provided for governmental funds. Major individual governmental funds are reported as separate columns in the fund financial statements.

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 Village, except those accounted for in another fund.

The Capital Projects Fund is used to account for resources assigned for village-wide capital projects. The Village has elected to report this fund as major.

The Motor Fuel Tax Fund is used to account for maintenance of village owned streets, repavement and streetlights. Financing is provided by the Village's share of state motor fuel allotments and other village financing sources.

The Village reports the following major proprietary funds:

The Water and Sewer Fund accounts for the provision of water and wastewater services to the residents of the Village. All activities necessary to provide such services are accounted for in this fund.

The Village reports a pension trust fund as a fiduciary fund to account for the Police Pension Fund and agency funds for special service areas and impact fees.

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

The government-wide, proprietary and fiduciary financial statements are reported using the economic resources measurement focus and using the modified cash basis of accounting which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. Revenues are recorded at the time of receipt by the Village. Expenses are recorded when the funds are disbursed. Depreciation of capital assets has also been shown on the government-wide financial statements. Payroll withholdings from employees and escrow deposits are reflected on the statement of net position and balance sheets as liabilities. Other liabilities are primarily credit balances in customer accounts. Finally, debt payable and the unamortized loss on refunding related to capital assets are reflected as liabilities and deferred outflows of resources, respectively, on the statement of net position and proprietary fund balance sheet. Accordingly, the financial statements are not intended to present financial position and changes in financial position in conformity with accounting principles generally accepted in the United States of America.

VILLAGE OF ROUND LAKE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

Governmental fund financial statements are reported using the current financial resources measurement focus and the cash basis of accounting which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. Revenues are recorded at the time of receipt by the Village. Expenditures are recorded when the funds are disbursed. Accordingly, the financial statements are not intended to present financial position and changes in financial position in conformity with accounting principles generally accepted in the United States of America.

e. Cash and Investments

For purposes of the statement of cash flows, the Village considers all highly liquid investments with a maturity of three months or less when purchased to be cash equivalents. In accordance with GASB Statement No. 31, *Accounting and Financial Reporting for Certain Investments and for External Investment Pools*, non-negotiable certificates of deposit and investments with a maturity of less than one year at date of purchase are stated at amortized cost. All other investments are stated at fair value. All investments of the pension trust fund are stated at fair value. Fair value has been based on quoted market prices at April 30, 2015 for debt and equity securities.

f. Interfund Receivables/Payables

During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. These receivables and payables are classified as “due from other funds” or “due to other funds” on the balance sheet/statement of net position. Short-term interfund loans, if any, are classified as “interfund receivables/payables.” Long-term portions are classified as “advances from other funds” or “advances to other funds.”

g. Capital Assets

Capital assets, which include property, plant, equipment and infrastructure assets (e.g., roads, bridges and similar items), are reported in the applicable governmental columns in the government-wide financial statements. Capital assets are defined by the Village as assets with an initial, individual cost in excess of \$5,000 (except for land which has no threshold) and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

VILLAGE OF ROUND LAKE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

g. Capital Assets (Continued)

The costs of normal maintenance and repairs that do not add to the value or service capacity of the asset or materially extend asset lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Capital assets are depreciated using the straight-line method over the following estimated useful lives:

Assets	Years
Buildings	20-45
Equipment and vehicles	5-10
Water and sewer infrastructure	30-50
Other infrastructure	10-50

h. Long-Term Obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the governmental activities. Principal payments on long-term debt are recorded as expenditures in the fund financial statements but as a reduction of a liability on the government-wide and proprietary fund statements.

i. Fund Balance/Net Position

In the fund financial statements, governmental funds can report nonspendable fund balance for amounts that are either not spendable in form or legally or contractually required to be maintained intact. Restrictions of fund balance are reported for amounts constrained by legal restrictions from outside parties for use for a specific purpose, or externally imposed by outside entities. None of the restricted fund balance result from enabling legislation adopted by the Village. Committed fund balance is constrained by formal actions of the Village's Board of Trustees, which is considered the Village's highest level of decision-making authority. Formal actions include ordinances approved by the Board of Trustees. Assigned fund balance represents amounts constrained by the Village's intent to use them for a specific purpose. The authority to assign fund balance has been delegated to the Village Administrator; however, this has not been authorized through a formal policy. Any residual fund balance in the General Fund and any deficit fund balance in other governmental funds are reported as unassigned.

The Village's flow of funds assumption specified that the funds with the highest level of constraint are expended first. If restricted or unrestricted funds are available for spending, the restricted funds are spent first. Additionally, if different levels of unrestricted funds are available for spending the Village considers committed funds to be expended first followed by assigned and then unassigned funds.

VILLAGE OF ROUND LAKE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

i. Fund Balance/Net Position (Continued)

In the government-wide financial statements, restricted net position are legally restricted by outside parties for a specific purpose. Net investment in capital assets represents the book value of capital assets less any long-term debt principal outstanding issued to construct capital assets.

j. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net assets that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net assets that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time.

2. DEPOSITS AND INVESTMENTS

The Village's investment policy authorizes the Village to invest in debt securities guaranteed by the United States Government (explicitly or implicitly), interest-bearing savings and money market accounts (also interest-bearing time deposits if FDIC insured and credit if main office is located in Illinois), interest-bearing certificates of deposit and Illinois Funds (a money market fund created by the state legislature under the control of the State Treasurer that maintains a \$1 share value).

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 using "good judgment and care" for managing the overall portfolio. The primary objective of the policy is safety (preservation of capital and protection of investment principal), liquidity and yield.

The Village maintains a cash pool that is available for use by all funds. In addition, cash and investments are separately held by several of the Village's funds.

Deposits with Financial Institutions

Custodial credit risk for deposits with financial institutions is the risk that in the event of bank failure, the Village's deposits may not be returned to it. The Village's investment policy requires pledging of collateral at a minimum of 110% of all bank balances in excess of federal depository insurance with the collateral held by an agent of the Village in the Village's name.

VILLAGE OF ROUND LAKE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

2. DEPOSITS AND INVESTMENTS (Continued)

Village Investments

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. In accordance with its investment policy, the Village limits its exposure to interest rate risk by structuring the portfolio to meet daily cash flow requirements for ongoing operations in order to maximize yield on longer term investments by avoiding having to sell securities on the open market before maturity and by investing operating funds in shorter term securities, money market mutual funds or external investment pools.

Custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to the investment, the Village will not be able to recover the value of its investments that are in possession of an outside party. To limit its exposure, the Village's investment policy requires all security transactions that are exposed to custodial credit risk to be processed on a delivery versus payment (DVP) basis with the underlying investments held by a third party custodian evidenced by safekeeping receipts. As of April 30, 2015, the investments were being held by the Village's counterparty, which is not in accordance with the investment policy.

Concentration of credit risk is the risk that the Village has too high a percentage of their investments invested in one type of investment. The Village's investment policy requires diversification of investment to avoid unreasonable risk.

The following table presents the investments and maturities of the Village's debt securities as of April 30, 2015:

	Fair Value	Investment Maturities (in Years)			
		Less Than 1	1-5	6-10	Greater Than 10
U.S. Treasury	\$ 1,490,706	\$ 1,062,152	\$ 428,554	\$ -	\$ -
U.S. agency securities	2,773,348	995,367	1,777,981	-	-
TOTAL	\$ 4,264,054	\$ 2,057,519	\$ 2,206,535	\$ -	\$ -

The Village limits its exposure to credit risk, the risk that the issuer of a debt security will not pay its par value upon maturity, by primarily investing in Illinois Funds. Illinois Funds is rated AA. The U.S. Treasury and U.S. agency securities are rated AAA.

VILLAGE OF ROUND LAKE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

3. PROPERTY TAX CALENDAR

The following information gives significant dates on the property tax calendar of the Village.

- The property tax lien date is January 1;
- Property taxes are due to the County Collector in two installments, June 1 and September 1; and
- Property taxes for 2014 were levied in December 2014 and are normally received monthly beginning in June and generally ending by December 2015.

4. CAPITAL ASSETS

Governmental Activities

Governmental capital asset activity for the year ended April 30, 2015 was as follows:

	Balances May 1	Increases	Decreases	Balances April 30
GOVERNMENTAL ACTIVITIES				
Capital assets not being depreciated				
Land	\$ 12,026,483	\$ -	\$ -	\$ 12,026,483
Construction in progress	961,618	1,729,264	447,096	2,243,786
Total capital assets not being depreciated	<u>12,988,101</u>	<u>1,729,264</u>	<u>447,096</u>	<u>14,270,269</u>
Capital assets being depreciated				
Buildings	9,865,131	-	79,675	9,785,456
Land improvements	877,587	-	-	877,587
Vehicles and equipment	2,119,022	320,916	231,313	2,208,625
Infrastructure	17,871,302	447,096	-	18,318,398
Total capital assets being depreciated	<u>30,733,042</u>	<u>768,012</u>	<u>310,988</u>	<u>31,190,066</u>
Less accumulated depreciation for				
Buildings	2,070,799	226,345	45,562	2,251,582
Land improvements	531,431	34,252	-	565,683
Vehicles and equipment	1,741,235	134,723	231,313	1,644,645
Infrastructure	2,424,721	365,804	-	2,790,525
Total accumulated depreciation	<u>6,768,186</u>	<u>761,124</u>	<u>276,875</u>	<u>7,252,435</u>
Total capital assets being depreciated, net	<u>23,964,856</u>	<u>6,888</u>	<u>34,113</u>	<u>23,937,631</u>
GOVERNMENTAL ACTIVITIES				
CAPITAL ASSETS, NET	<u>\$ 36,952,957</u>	<u>\$ 1,736,152</u>	<u>\$ 481,209</u>	<u>\$ 38,207,900</u>

VILLAGE OF ROUND LAKE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

4. CAPITAL ASSETS (Continued)

Governmental Activities (Continued)

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

GOVERNMENTAL ACTIVITIES

General government	\$ 665,139
Public safety	61,619
Public works	<u>34,366</u>
TOTAL	<u><u>\$ 761,124</u></u>

Business-Type Activities

Business-type capital asset activity for the year ended April 30, 2015 was as follows:

	Balances May 1	Increases	Decreases	Balances April 30
BUSINESS-TYPE ACTIVITIES				
Capital assets not being depreciated				
Construction in progress	\$ 656,395	\$ 1,326,994	\$ 1,457,373	\$ 526,016
Land	130,000	-	-	130,000
Total capital assets not being depreciated	<u>786,395</u>	<u>1,326,994</u>	<u>1,457,373</u>	<u>656,016</u>
Capital assets being depreciated				
Infrastructure	43,692,793	1,457,373	-	45,150,166
Vehicles and equipment	880,949	38,116	-	919,065
Total capital assets being depreciated	<u>44,573,742</u>	<u>1,495,489</u>	<u>-</u>	<u>46,069,231</u>
Less accumulated depreciation for				
Infrastructure	11,107,093	1,115,466	-	12,222,559
Vehicles and equipment	617,087	70,783	-	687,870
Total accumulated depreciation	<u>11,724,180</u>	<u>1,186,249</u>	<u>-</u>	<u>12,910,429</u>
Total capital assets being depreciated, net	<u>32,849,562</u>	<u>309,240</u>	<u>-</u>	<u>33,158,802</u>
BUSINESS-TYPE ACTIVITIES				
CAPITAL ASSETS, NET	<u><u>\$ 33,635,957</u></u>	<u><u>\$ 1,636,234</u></u>	<u><u>\$ 1,457,373</u></u>	<u><u>\$ 33,814,818</u></u>

VILLAGE OF ROUND LAKE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

5. LONG-TERM DEBT

A summary of long-term debt of the Village for the year ended April 30, 2015 consisted of the following:

a. General Obligation Bonds

Issue	Fund Debt Retired by	Balances May 1	Issuances	Retirements	Balances April 30	Current Portion
General Obligation (Alternate Revenue Source) Bonds, Series 2005, are due in annual installments ranging from \$35,000 to \$275,000 through January 1, 2018, interest rates range from 2.6% to 4.1%, and payments are due semiannually on January 1 and July 1.	2005 Bonds Debt Service	\$ 1,014,000	\$ -	\$ 234,000	\$ 780,000	\$ 245,000
General Obligation (Alternate Revenue Source) Refunding Bonds, Series 2010A, are due in annual installments ranging from \$50,000 to \$1,320,000 through January 1, 2029, interest rates range from 3.60% to 4.65%, and payments are due semiannually on January 1 and July 1.	2010 Bonds Debt Service	9,100,000	-	-	9,100,000	-
General Obligation (Alternate Revenue Source) Refunding Bonds, Series 2010B, are due in annual installments ranging from \$105,000 to \$255,000 through January 1, 2021, interest rates range from 2.25% to 3.60%, and payments are due semiannually on January 1 and July 1.	2010 Bonds Debt Service	830,000	-	110,000	720,000	110,000
General Obligation (Alternate Revenue Source) Refunding Bonds, Series 2010C, are due in annual installments ranging from \$105,000 to \$135,000 through January 1, 2021, interest rates range from 2.0% to 3.7%, and payments are due semiannually on January 1 and July 1.	Water and Sewer	845,000	-	110,000	735,000	115,000

VILLAGE OF ROUND LAKE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

5. LONG-TERM DEBT (Continued)

a. General Obligation Bonds (Continued)

Issue	Fund Debt Retired by	Balances May 1	Issuances	Retirements	Balances April 30	Current Portion
General Obligation (Alternate Revenue Source) Refunding Bonds, Series 2011, are due in annual installments ranging from \$20,000 to \$500,000 through January 1, 2022, interest rates range from 2% to 4%, and payments are due semiannually on January 1 and July 1.	2011 Bonds Debt Service	\$ 2,650,000	\$ -	\$ 285,000	\$ 2,365,000	\$ 290,000
TOTAL		\$ 14,439,000	\$ -	\$ 739,000	\$ 13,700,000	\$ 760,000

b. Long-Term Liabilities Summarized

Transactions for the year ended April 30, 2015 are summarized as follows:

	Beginning Balance	Additions	Deductions	Ending Balance	Due Within One Year
Governmental Activities					
General obligation bonds	\$ 13,594,000	\$ -	\$ 629,000	\$ 12,965,000	\$ 645,000
Unamortized premium on bonds	128,946	-	16,118	112,828	-
Total governmental activities	13,722,946	-	645,118	13,077,828	645,000
Business-Type Activities					
General obligation bonds	845,000	-	110,000	735,000	115,000
Total business-type activities	845,000	-	110,000	735,000	115,000
TOTAL	\$ 14,567,946	\$ -	\$ 755,118	\$ 13,812,828	\$ 760,000

VILLAGE OF ROUND LAKE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

5. LONG-TERM DEBT (Continued)

c. Debt Service to Maturity

The annual requirements to amortize all debt outstanding of the Village as of April 30, 2015 are as follows:

Bonds

Fiscal Year	Governmental Activities			Business-Type Activities		
	Principal	Interest	Total	Principal	Interest	Total
2016	\$ 645,000	\$ 526,765	\$ 1,171,765	\$ 115,000	\$ 23,333	\$ 138,333
2017	725,000	506,635	1,231,635	115,000	20,458	135,458
2018	755,000	481,885	1,236,885	120,000	17,583	137,583
2019	625,000	455,785	1,080,785	125,000	13,683	138,683
2020	915,000	433,880	1,348,880	125,000	9,620	134,620
2021-2025	4,655,000	1,619,132	6,274,132	135,000	4,995	139,995
2026-2029	4,645,000	552,996	5,197,996	-	-	-
TOTAL	\$ 12,965,000	\$ 4,577,078	\$ 17,542,078	\$ 735,000	\$ 89,672	\$ 824,672

d. Special Service Area Debt without Village Obligation

Special Service Area #1 - The Village issued special tax bonds in the fiscal year ended 2003 in the amount of \$12,600,000 for improvements within Special Service Area (SSA) #1. During the fiscal year ended 2007, the Village, as agent for Lakewood Grove Special Service Area #1, issued Special Tax Refunding Bonds, Series 2007 with a face value of \$13,000,000, bearing interest ranging from 5% to 9%. A portion of the sale of the bonds has been deposited into an escrow account to be used to advance refund the Prior SSA One Bonds. These bonds are payable by tax levy from the SSA #1 only, and are not village obligations. No SSA One Bonds were outstanding at April 30, 2015, and Refunding Bonds outstanding at April 30, 2015 were \$11,680,000.

Special Service Area #3 - The Village issued special tax bonds in the fiscal year ended 2004 in the amount of \$3,570,000 for improvements within SSA #3. During the fiscal year ended 2007, the Village, as agent for Lakewood Grove Special Service Area #3, issued Special Tax Refunding Bonds, Series 2007 with a face value of \$4,040,000, bearing interest ranging from 4.7% to 5.5%. A portion of the sale of the bonds has been deposited into an escrow account to be used to advance refund Prior SSA Three Bonds. These bonds are payable by tax levy from the SSA #3 only, and are not village obligations. No SSA Three Bonds were outstanding at April 30, 2015, and Refunding Bonds outstanding at April 30, 2015 were \$3,511,000.

VILLAGE OF ROUND LAKE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

5. LONG-TERM DEBT (Continued)

d. Special Service Area Debt without Village Obligation (Continued)

Special Service Area #4 - The Village issued special tax bonds in the fiscal year ended 2004 in the amount of \$5,040,000 for improvements within SSA #4. During the fiscal year ended 2007, the Village, as agent for Lakewood Grove Special Service Area #4, issued Special Tax Refunding Bonds, Series 2007 with a face value of \$5,750,000 and an interest rate of 6.75%. A portion of the sale of the bonds has been deposited into an escrow account to be used to advance refund Prior SSA Four Bonds. These bonds are payable by tax levy from the SSA #4 only, and are not village obligations. No SSA Four Bonds were outstanding at April 30, 2015, and Refunding Bonds outstanding at April 30, 2015 were \$4,986,000.

These Special Service Area Bonds are treated as special service area no commitment debt without village obligation. The Village acts only as an agent for the property owners in collecting property taxes and forwarding payments to the bond paying agent. Transactions are recorded in an agency fund. The bonds are not reflected in long-term debt.

e. Alternate Revenue Bonds

The Village has pledged future simplified telecommunications tax, electric utility tax and natural gas tax revenues (collectively, the utility taxes) to repay the General Obligation (Alternate Revenue Source) Bonds, Series 2005 and the General Obligation (Alternate Revenue Source) Refunding Bonds, Series 2010A, 2010B and 2011. The bonds are payable from the utility taxes and ad valorem taxes and are payable through 2029. The total principal and interest remaining to be paid on the bonds is \$17,542,078. Principal and interest paid for the current year and total net revenues, excluding ad valorem taxes, were \$899,870 and \$850,457, respectively. The current year principal year of \$899,870 was 105.8% of the pledged revenue.

The Village has pledged future water and sewer revenue to repay the General Obligation (Alternate Revenue Source) Refunding Bonds, Series 2010C. The bonds are payable from the water and sewer revenues and ad valorem taxes and are payable through 2021. The total principal and interest remaining to be paid on the bonds is \$824,672. Principal and interest paid for the current year and total net revenues were \$135,808 and \$4,011,245, respectively. The current year principal and interest of \$135,808 was 3.4% of the pledged water and sewer revenues.

VILLAGE OF ROUND LAKE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

6. INTERFUND ACTIVITY

Interfund transfers during the year ended April 30, 2015 consisted of the following:

	<u>Transfer In</u>	<u>Transfer Out</u>
General Fund	\$ -	\$ 800,000
Capital Projects Fund	325,000	-
Nonmajor Governmental Funds	475,000	-
TOTAL	<u><u>\$ 800,000</u></u>	<u><u>\$ 800,000</u></u>

Significant transfers between funds for the year ended April 30, 2015 consist of the following:

- \$325,000 transferred to the Capital Projects Fund from the General Fund to support future capital projects.
- \$475,000 transferred to Nonmajor Governmental Funds from the General Fund to support debt service payments. The transfers will not be repaid.

Interfund payables and receivables at April 30, 2015 consisted of the following:

	<u>Payable Fund</u>	<u>Receivable Fund</u>
General Fund	\$ -	\$ 25
Agency Funds	25	-
TOTAL	<u><u>\$ 25</u></u>	<u><u>\$ 25</u></u>

Interfund payables and receivables at April 30, 2015 consist of the following:

- \$25 payable to the General Fund from Agency Funds represents interest earned on cash balances in those funds. Repayment is expected within one year.

7. RISK MANAGEMENT

The Village purchases property, auto, general liability, public officials bonds and health, dental, vision and life insurance from various insurance brokers for the benefit of its employees. Losses have not exceeded coverage in the current year or the preceding two years.

VILLAGE OF ROUND LAKE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

7. RISK MANAGEMENT (Continued)

Illinois Public Risk Fund

The Village participates in the Illinois Public Risk Fund (IPRF). IPRF is an organization of Illinois municipalities and special districts in Illinois which have formed an association under the Illinois Intergovernmental Cooperations Statute to pool its workers' compensation needs.

8. COMMITMENTS AND CONTINGENCIES

a. Litigation

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

b. Grants

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

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

d. Construction Contracts

The Village has entered into contracts for the construction or renovation of various facilities as follows:

	Purpose	Expended to Date	Total Commitment
Hart and Sunset Road	Reconstruct roads and storm sewers	\$ 1,829,964	\$ 2,259,498
MacGillis Drive Bridge	Reconstruction of bridge	223,819	533,819
Lakewood Terrace Phase III Road	Reconstruction of road	236,469	323,387
Lakewood Terrace Phase III Watermain	Reconstruction of watermain	475,789	633,013
Forest Avenue	Reconstruction of road	3,760	392,560
Midland Drive Watermain	Reconstruction of watermain	-	420,000

VILLAGE OF ROUND LAKE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

9. JOINT VENTURES

Solid Waste Agency of Lake County (SWALCO)

Description of Joint Venture

The Village is a member of SWALCO, which consists of 42 municipalities. SWALCO is a municipal corporation and public body politic and corporate established pursuant to the Constitution of the State of Illinois and the Intergovernmental Cooperation Act of the State of Illinois, as amended (the Act). SWALCO is empowered under the Act to plan, construct, finance, operate and maintain a solid waste disposal system to serve its members.

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

SWALCO is governed by a Board of Directors, which consists of one appointed representative from each member municipality. Each Director has an equal vote. The officers of SWALCO are appointed by the Board of Directors. The Board of Directors determines the general policy of SWALCO; makes all appropriations; approves contracts; adopts resolutions providing for the issuance of bonds or notes by SWALCO; 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.

SWALCO is an oversight advisory board providing long-range planning services to member municipalities. The Village is a participant in SWALCO, but no agreement has been reached as to services to be provided. The Village made no payments to SWALCO during the current fiscal year.

Complete financial statements can be obtained from the Solid Waste Agency of Lake County, 1300 N. Skokie Highway, Suite 103, Gurnee, Illinois 60031.

The Village does not have an equity interest in SWALCO at April 30, 2015.

CenCom E-911 Joint Emergency Telephone System (CenCom)

The Village is a member of CenCom E-911 Joint Emergency Telephone System (CenCom). The Village's contribution to CenCom is reflected as an operating disbursement of the General Fund.

The purpose of the joint agreement is to provide joint and mutual operation of an E-911 emergency telephone system.

At April 30, 2015, CenCom had eight members. Each member is represented on the Board of Directors, which governs CenCom and establishes the budget.

9. JOINT VENTURES (Continued)

CenCom E-911 Joint Emergency Telephone System (CenCom) (Continued)

CenCom is financed by a telephone surcharge. In addition, participating members pay a share of operating costs for dispatching services. Payments to CenCom during the current fiscal year totaled \$253,370. The entity is not considered a component unit of the Village.

10. EMPLOYEE RETIREMENT SYSTEMS

The Village contributes to three defined benefit pension plans (collectively referred to as the Pension Plans), the Illinois Municipal Retirement Fund (IMRF), an agent multiple-employer public employee retirement system; the Sheriff's Law Enforcement Personnel Fund (SLEP), which is administered by IMRF and is also an agent multiple-employer public employee retirement system; and the Police Pension Plan, which is a single-employer pension plan. The benefits, benefit levels, employee contributions and employer contributions for all three plans are governed by ILCS and can only be amended by the Illinois General Assembly. The Pension Plans do not issue separate reports on the plans. However, IMRF issues a publicly available report that includes financial statements and supplementary information for the plan as a whole, but not for individual employers. Those reports can be obtained from IMRF, 2211 York Road, Suite 500, Oak Brook, Illinois 60523.

a. Plan Descriptions and Provisions

Illinois Municipal Retirement Fund

All employees (other than those covered by the Police or Firefighters' Pension Plans) hired in positions that meet or exceed the prescribed annual hourly standard must be enrolled in IMRF as participating members. IMRF provides two tiers of pension benefits. Employees hired prior to January 1, 2011, are eligible for Tier 1 benefits. For Tier 1 employees, pension benefits vest after eight years of service. Participating members who retire at age 55 (reduced benefits) or after age 60 (full benefits) with eight years of credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1 2/3% of their final rate of earnings, for each year of credited service up to 15 years, and 2% for each year thereafter.

Employees hired on or after January 1, 2011, are eligible for Tier 2 benefits. For Tier 2 employees, pension benefits vest after ten years of service. Participating members who retire at age 62 (reduced benefits) or after age 67 (full benefits) with ten years of credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1 2/3% of their final rate of earnings, for each year of credited service up to 15 years, and 2% for each year thereafter.

10. EMPLOYEE RETIREMENT SYSTEMS (Continued)

a. Plan Descriptions and Provisions (Continued)

Illinois Municipal Retirement Fund (Continued)

IMRF also provides death and disability benefits. These benefit provisions and all other requirements are established by state statute. Participating members are required to contribute 4.5% of their annual salary to IMRF. The Village is required to contribute the remaining amounts necessary to fund IMRF as specified by statute. The employer contribution for the year ended December 31, 2014 was 10.92% of covered payroll.

Sheriff's Law Enforcement Personnel

Sheriff's Law Enforcement Personnel (SLEP) having accumulated at least 20 years of SLEP service and terminating IMRF participation or after January 1, 1988, may elect to retire at or after age 50 with no early retirement discount penalty. SLEP members meeting these two qualifications are entitled to an annual retirement benefit payable monthly for life, in an amount equal to 2 1/2% of their final rate of earnings for each year of credited service up to 20 years, 2% of their final earnings rate for the next ten years of credited service and 1% for each year thereafter. For SLEP members retiring with less than 20 years of SLEP service, the regular IMRF pension formula applies. SLEP also provides death and disability benefits. These benefit provisions and all other requirements are established by ILCS. Participating members are required to contribute 7.5% of their annual salary to SLEP. The Village is required to contribute the remaining amounts necessary to fund SLEP as specified by statute. The employer required annual contribution rate for the calendar year 2014 was 0% of covered payroll as the Village had no participants in SLEP.

Police Pension Plan

Plan Administration

Police sworn personnel are covered by the Police Pension Plan. Although this is a single-employer pension plan, the defined benefits and employee and employer contribution levels are governed by Illinois Compiled Statutes (40 ILCS 5/3-1) and may be amended only by the Illinois legislature. The Village accounts for the plan as a pension trust fund.

The plan is governed by a five-member Board of Trustees. Two members of the Board are appointed by the Village President, one member is elected by pension beneficiaries and two members are elected by active police employees.

VILLAGE OF ROUND LAKE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

10. EMPLOYEE RETIREMENT SYSTEMS (Continued)

a. Plan Descriptions and Provisions (Continued)

Police Pension Plan (Continued)

Plan Membership

At April 30, 2015, the measurement date, membership consisted of:

Inactive plan members currently receiving benefits	8
Inactive plan members entitled to benefits but not yet receiving them	2
Active plan members	
Vested	9
Nonvested	16
	16
 TOTAL	35

Benefits Provided

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

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

10. EMPLOYEE RETIREMENT SYSTEMS (Continued)

a. Plan Descriptions and Provisions (Continued)

Police Pension Plan (Continued)

Benefits Provided (Continued)

The monthly benefit of a Tier 2 police officer shall be increased annually at age 60 on the January 1st after the police officer retires, or the first anniversary of the pension starting date, whichever is later.

Contributions

Employees are required by ILCS to contribute 9.91% of their base salary to the Police Pension Plan. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without accumulated interest. The Village is required to contribute the remaining amounts necessary to finance the plan and the administrative costs as actuarially determined by an enrolled actuary. Effective January 1, 2011, the Village has until the year 2040 to fund 90% of the past service cost for the Police Pension Plan. The Village has chosen a policy to fund 100% of the past service costs by 2040. For the year ended April 30, 2015, the Village's contribution was 28.08% of covered payroll.

Investment Policy

ILCS limit the Police Pension Fund's (the Fund) investments to those allowable by ILCS and require the Fund's Board of Trustees to adopt an investment policy which can be amended by a majority vote of the Board of Trustees. The Fund's investment policy authorizes the Fund to make deposits/invest in insured commercial banks, savings and loan institutions, obligations of the U.S. Treasury and U.S. agencies, insured credit union shares, money market mutual funds with portfolios of securities issued or guaranteed by the United States Government or agreements to repurchase these same obligations, repurchase agreements, short-term commercial paper rated within the three highest classifications by at least two standard rating services, investment grade corporate bonds and Illinois Funds. The Fund may also invest in certain non-U.S. obligations, Illinois municipal corporations tax anticipation warrants, veteran's loans, obligations of the State of Illinois and its political subdivisions, Illinois insurance company general and separate accounts, mutual funds and corporate equity securities and real estate investment trusts. The investment policy was not modified during the year ended April 30, 2015.

10. EMPLOYEE RETIREMENT SYSTEMS (Continued)

a. Plan Descriptions and Provisions (Continued)

Police Pension Plan (Continued)

Investment Policy (Continued)

The Fund's investment policy, in accordance with ILCS, establishes the following target allocation across asset classes:

Asset Class	Range	Target	Long-Term Expected Real Rate of Return
Equity	0-75%	45.00%	8.0%
Fixed Income	0-55%	55.00%	2.2%

The overall target for the Fund is approximately 55% invested in fixed income securities and 45% invested in equity securities. The long-term expected real rates of return are net of a 2% factor for inflation and investment expense. ILCS limit the Fund's investments in equities, mutual funds and variable annuities to 65%. Securities in any one company should not exceed 5% of the total fund.

The long-term expected rate of return on the Fund's investments was determined using the Asset Management and Trust Division of the investment management consultant's proprietary research and analytical tools in which best estimate ranges of expected future real rates of return (net of pension plan investment expense and inflation) were developed for each major asset class. Best estimates or arithmetic real rates of return excluding inflation for each major asset class included in the Fund's target asset allocation as of April 30, 2015 are listed in the table above.

Investment Valuations

All investments in the plan are stated at fair value and are recorded as of the trade date. Fair value is based on quoted market prices at April 30 for debt securities, equity securities, mutual funds and contract values for insurance contracts. Illinois Funds, an investment pool created by the state legislature under the control of the State Treasurer, is a money market mutual fund that maintains a \$1 per share value.

VILLAGE OF ROUND LAKE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

10. EMPLOYEE RETIREMENT SYSTEMS (Continued)

a. Plan Descriptions and Provisions (Continued)

Police Pension Plan (Continued)

Investment Concentrations

There are no significant investments (other than U.S. Government guaranteed obligations) in any one organization that represent 5% or more of the Fund's investments.

Investment Rate of Return

For the year ended April 30, 2015, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was 5.43%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

Deposits with Financial Institutions

Custodial credit risk for deposits with financial institutions is the risk that in the event of a bank's failure, the Fund's deposits may not be returned to them. The Fund's investment policy requires all bank balances to be covered by federal depository insurance.

Interest Rate Risk

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The following table presents the investments and maturities of the Fund's debt securities as of April 30, 2015:

	Fair Value	Investment Maturities in Years			
		Less Than 1	1-5	6-10	Greater Than 10
U.S. Treasury	\$ 1,116,931	\$ 316,607	\$ 624,436	\$ 175,888	\$ -
U.S. agency securities	727,396	45,266	227,923	35,486	418,721
Corporate bonds	680,795	40,058	474,865	165,872	-
TOTAL	\$ 2,525,122	\$ 401,931	\$ 1,327,224	\$ 377,246	\$ 418,721

In accordance with its investment policy, the Fund limits its exposure to interest rate risk by structuring the portfolio to provide liquidity for operating funds and maximizing yields for funds not needed for expected current cash flows. The investment policy does not limit the maximum maturity length of investments in the Fund.

VILLAGE OF ROUND LAKE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

10. EMPLOYEE RETIREMENT SYSTEMS (Continued)

a. Plan Descriptions and Provisions (Continued)

Police Pension Plan (Continued)

Credit Risk

The Fund limits its exposure to credit risk, the risk that the issuer of a debt security will not pay its par value upon maturity, by primarily investing in U.S. Treasury obligations and other obligations which are rated in the top three classes by a national rating agency. The U.S. agency obligations are rated AA+. The corporate bonds are rated A3- to AA2.

Custodial Credit Risk

Custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to the investment, the Fund will not be able to recover the value of its investments that are in possession of an outside party.

To limit its exposure, the Fund requires all security transactions that are exposed to custodial credit risk to be processed on a delivery versus payment (DVP) basis with the underlying investments held by a third party acting as the Fund's agent separate from where the investment was purchased in the Fund's name. The money market mutual funds and equity mutual funds are not subject to custodial credit risk. The pension fund's investments are held by the counterparty and are covered by a portion of the counterparty's excess SIPC insurance. However, the insurance is aggregate across all of the counterparty's clients; therefore, the pension fund's assets may not be 100% insured.

Net Pension Liability

The components of the net pension liability of the Police Pension Plan as of April 30, 2015 calculated in accordance with GASB Statement No. 67 were as follows:

Total pension liability	\$	10,237,087
Plan fiduciary net position		6,145,784
Village's net pension liability		4,091,303
Plan fiduciary net position as a percentage of the total pension liability		60.03%

See the schedule of changes in the employer's net pension liability and related ratios in the required supplementary information for additional information related to the funded status of the Fund.

VILLAGE OF ROUND LAKE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

10. EMPLOYEE RETIREMENT SYSTEMS (Continued)

a. Plan Descriptions and Provisions (Continued)

Police Pension Plan (Continued)

Actuarial Assumptions

The total pension liability above was determined by an actuarial valuation performed as of April 30, 2015 using the following actuarial methods and assumptions.

Actuarial valuation date	April 30, 2015
Actuarial cost method	Entry-age normal
Assumptions	
Inflation	2.50%
Salary increases	5.50%
Interest rate	7.00%
Cost of living adjustments	3.00% (Tier 1) 2.00% (Tier 2)
Asset valuation method	Market

Mortality rates were based on the RP-2000 CHBCA Mortality Table. The actuarial assumptions used in the April 30, 2015 valuation were based on the results of an actuarial experience study conducted by the Illinois Department of Insurance dated September 26, 2012.

Discount Rate

The discount rate used to measure the total pension liability was 7%. The projection of cash flows used to determine the discount rate assumed that member contributions will be made at the current contribution rate and that the Village contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the Fund's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members.

VILLAGE OF ROUND LAKE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

10. EMPLOYEE RETIREMENT SYSTEMS (Continued)

a. Plan Descriptions and Provisions (Continued)

Police Pension Plan (Continued)

Discount Rate Sensitivity

The following is a sensitive analysis of the net pension liability to changes in the discount rate. The table below presents the pension liability of the Village calculated using the discount rate of 7% as well as what the Village's net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (6%) or 1 percentage point higher (8%) than the current rate:

	1% Decrease (6%)	Current Discount Rate (7%)	1% Increase (8%)
Net pension liability	\$ 5,628,081	\$ 4,091,303	\$ 2,840,678

b. Annual Pension Cost

	Sheriff's Law Enforcement Personnel	Illinois Municipal Retirement	Police Pension
Actuarial valuation date	December 31, 2012	December 31, 2012	April 30, 2013
Actuarial cost method	Entry-age Normal	Entry-age Normal	Entry-age Normal
Asset valuation method	5 Year Smoothed Market	5 Year Smoothed Market	Market
Amortization method	Level Percentage of Payroll	Level Percentage of Payroll	Level Percentage of Payroll
Amortization period	29 Years, Open	29 Years, Open	27 Years, Closed

VILLAGE OF ROUND LAKE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

10. EMPLOYEE RETIREMENT SYSTEMS (Continued)

b. Annual Pension Cost (Continued)

	Sheriff's Law Enforcement Personnel	Illinois Municipal Retirement	Police Pension
Significant actuarial assumptions			
a) Rate of return on present and future assets	7.50% Compounded Annually	7.50% Compounded Annually	7.00% Compounded Annually
b) Projected salary increase - attributable to inflation	4.00% Compounded Annually	4.00% Compounded Annually	5.50% Compounded Annually
c) Additional projected salary increases - seniority/merit	0.40% to 10.00%	0.40% to 10.00%	Not Available

Employer annual pension cost (APC) actual contributions and the net pension obligation (NPO) are as follows. The NPO is the cumulative difference between the APC and the contributions actually made.

	For Fiscal Year	Sheriff's Law Enforcement Personnel	Illinois Municipal Retirement	Police Pension
Annual pension cost (APC)	2013	N/A	\$ 150,005	\$ 438,745
	2014	N/A	153,533	403,199
	2015	N/A	145,719	442,914
Actual contribution	2013	N/A	\$ 149,968	\$ 395,437
	2014	N/A	153,495	427,638
	2015	N/A	145,680	500,165
Percentage of APC contributed	2013	N/A	99.98%	90.13%
	2014	N/A	99.98%	106.06%
	2015	N/A	99.97%	112.93%
NPO (asset)	2013	N/A	\$ 1,762	\$ 412,221
	2014	N/A	1,800	387,781
	2015	N/A	1,839	330,530

A net pension obligation (asset) has not been included in the basic financial statements of the Village, as it is not a requirement for modified cash/cash basis presentation.

VILLAGE OF ROUND LAKE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

10. EMPLOYEE RETIREMENT SYSTEMS (Continued)

b. Annual Pension Cost (Continued)

The NPO (asset) has been calculated as follows as of April 30, 2015:

	Illinois Municipal Retirement	Police Pension
Annual required contributions	\$ 145,680	\$ 433,165
Interest on net pension obligation	135	27,145
Adjustment to annual required contribution	(96)	(17,396)
Annual pension cost	145,719	442,914
Contributions made	145,680	500,165
Increase in net pension obligation	39	(57,251)
Net pension obligation, May 1	1,800	387,781
NET PENSION OBLIGATION, APRIL 30	\$ 1,839	\$ 330,530

c. Funded Status and Funding Progress

The funded status and funding progress of the plans as of April 30, 2015 was as follows:

	Illinois Municipal Retirement	Sheriff's Law Enforcement Personnel	Police Pension
Actuarial accrued liability (AAL)	\$ 3,515,294	\$ -	\$ 10,237,087
Actuarial value of plan assets	2,986,480	3,588	6,145,785
Unfunded actuarial accrued liability (UAAL)	528,814	(3,588)	4,091,302
Funded ratio (actuarial value of plan assets/AAL)	84.96%	0.00%	60.03%
Covered payroll (active plan members)	\$ 1,387,750	\$ -	\$ 1,781,110
UAAL as a percentage of covered payroll	38.11%	0.00%	229.71%

See the schedules of funding progress in the required supplementary information immediately following the notes to financial statements for additional information related to the funded status of the plans.

VILLAGE OF ROUND LAKE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

11. OTHER POSTEMPLOYMENT BENEFITS

a. Plan Description

In addition to providing the pension benefits described, the Village provides postemployment health care benefits (OPEB) for retired employees through a single-employer defined benefit plan (the Plan). The benefits, benefit levels, employee contributions and employer contributions are governed by the Village and can be amended by the Village through its personnel manual and union contracts. The Plan is not accounted for as a trust fund, as an irrevocable trust has not been established to account for the Plan. The Plan does not issue a separate report. The activity of the Plan is reported in the Village's governmental and business-type activities.

b. Benefits Provided

The Village provides pre and post-Medicare postretirement health insurance to retirees, their spouses and dependents (enrolled at time of employee's retirement). To be eligible for benefits, the employee must qualify for retirement under one of the Village's two retirement plans. The retirees pay the blended premium. Upon a retiree becoming eligible for Medicare, the amount payable under the Village's health plan will be reduced by the amount payable under Medicare for those expenses that are covered under both.

c. Membership

At April 30, 2013, membership consisted of:

Retirees and beneficiaries currently receiving benefits	3
Terminated employees entitled to benefits but not yet receiving them	-
Active employees	<u>43</u>
 TOTAL	 <u><u>46</u></u>
 Participating Employers	 <u><u>1</u></u>

d. Funding Policy

The Village is not required to and currently does not advance fund the cost of benefits that will become due and payable in the future. Active employees do not contribute to the Plan until retirement.

VILLAGE OF ROUND LAKE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

11. OTHER POSTEMPLOYMENT BENEFITS (Continued)

e. Annual OPEB Costs and Net OPEB Obligation

The Village's annual OPEB cost, the percentage of annual OPEB cost contributed to the Plan and the net OPEB obligation for 2015 and the two preceding years is as follows:

Fiscal Year Ended	Annual OPEB Cost	Employer Contributions	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
April 30, 2013	\$ 25,449	\$ 3,061	12.03%	\$ 55,076
April 30, 2014	25,694	13,268	51.64%	67,502
April 30, 2015	34,241	13,268	38.75%	88,475

The net OPEB obligation as of April 30, 2015 was calculated as follows:

Annual required contribution	\$ 33,502
Interest on net OPEB obligation	2,943
Adjustment to annual required contribution	<u>(2,204)</u>
Annual OPEB cost	34,241
Contributions made	<u>13,268</u>
Increase in net OPEB obligation	20,973
Net OPEB obligation, beginning of year	<u>67,502</u>
NET OPEB OBLIGATION, END OF YEAR	<u>\$ 88,475</u>

A net other postemployment benefit obligation (asset) has not been included in the basic financial statements of the Village, as it is not a requirement for cash basis presentation.

Funded Status and Funding Progress: The funded status of the Plan as of April 30, 2013 was as follows:

Actuarial accrued liability (AAL)	\$ 285,903
Actuarial value of plan assets	-
Unfunded actuarial accrued liability (UAAL)	285,903
Funded ratio (actuarial value of plan assets/AAL)	0.00%
Covered payroll (active plan members)	\$ 2,707,531
UAAL as a percentage of covered payroll	10.56%

11. OTHER POSTEMPLOYMENT BENEFITS (Continued)

e. Annual OPEB Costs and Net OPEB Obligation (Continued)

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

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

In the April 30, 2013 actuarial valuation, the entry-age normal actuarial cost method was used. The actuarial assumptions included no investment rate of return and an initial healthcare cost trend rate of 8% with an ultimate healthcare inflation rate of 5%. Both rates include a 3% inflation assumption and 4.5% wage inflation assumption. The actuarial value of assets was not determined as the Village has not advance funded its obligation. The Plan's unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on an open basis. The remaining amortization period at April 30, 2013 was 30 years.

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

MAJOR GOVERNMENTAL FUNDS

VILLAGE OF ROUND LAKE, ILLINOIS

SCHEDULE OF REVENUES COLLECTED, EXPENDITURES PAID AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL - CASH BASIS
GENERAL FUND

For the Year Ended April 30, 2015

	Original Budget	Final Budget	Actual
REVENUES COLLECTED			
Property taxes	\$ 2,971,658	\$ 2,971,658	\$ 3,542,700
Charges for service	589,700	589,700	623,729
Licenses and permits	82,800	82,800	130,799
Intergovernmental	2,584,055	2,584,055	2,698,489
Fines	228,979	228,979	171,910
Franchise fees	240,000	240,000	257,778
Investment income	15,000	15,000	5,845
Miscellaneous income	106,200	106,200	167,337
Total revenues collected	6,818,392	6,818,392	7,598,587
EXPENDITURES PAID			
Current			
General government	1,960,681	1,960,681	1,850,946
Public safety	3,553,399	3,553,399	3,786,097
Public works	977,617	977,617	872,861
Community development	266,433	266,433	273,020
Capital outlay	79,445	79,445	61,156
Total expenditures paid	6,837,575	6,837,575	6,844,080
EXCESS (DEFICIENCY) OF REVENUES COLLECTED OVER EXPENDITURES PAID			
	(19,183)	(19,183)	754,507
OTHER FINANCING SOURCES (USES)			
Transfers (out)	(750,000)	(800,000)	(800,000)
NET CHANGE IN FUND BALANCE			
	\$ (769,183)	\$ (819,183)	(45,493)
FUND BALANCE, MAY 1			5,872,470
FUND BALANCE, APRIL 30			\$ 5,826,977

(See independent auditor's report.)

VILLAGE OF ROUND LAKE, ILLINOIS

DETAILED SCHEDULE OF EXPENDITURES PAID -
BUDGET AND ACTUAL - CASH BASIS
GENERAL FUND

For the Year Ended April 30, 2015

	Original Budget	Final Budget	Actual
EXPENDITURES PAID			
General government			
Administration			
Personal services	\$ 271,305	\$ 271,305	\$ 323,442
Taxes, pensions and insurance	75,975	75,975	90,601
Contractual services	1,471,571	1,471,571	1,341,096
Commodities	18,986	18,986	10,490
Repairs and replacement	95,299	95,299	44,861
Miscellaneous	27,545	27,545	40,456
Total administration	1,960,681	1,960,681	1,850,946
Capital outlay	6,558	6,558	6,239
Public safety			
Police			
Personal services	2,210,121	2,210,121	2,097,726
Taxes, pensions and insurance	476,350	476,350	911,923
Contractual services	481,749	481,749	444,377
Commodities	121,646	121,646	93,913
Repairs and replacement	58,283	58,283	37,408
Miscellaneous	205,250	205,250	200,750
Total police	3,553,399	3,553,399	3,786,097
Capital outlay	17,437	17,437	10,484
Public works			
Public works department			
Personal services	326,500	326,500	296,367
Taxes, pensions and insurance	119,325	119,325	100,474
Contractual services	156,823	156,823	127,170
Commodities	148,962	148,962	140,993
Repairs and replacement	226,007	226,007	207,857
Total public works	977,617	977,617	872,861
Capital outlay	55,450	55,450	44,433

(This schedule is continued on the following page.)

VILLAGE OF ROUND LAKE, ILLINOIS

**DETAILED SCHEDULE OF EXPENDITURES PAID -
BUDGET AND ACTUAL - CASH BASIS (Continued)
GENERAL FUND**

For the Year Ended April 30, 2015

	Original Budget	Final Budget	Actual
EXPENDITURES PAID (Continued)			
Community development			
Building department			
Personal services	\$ 169,500	\$ 169,500	\$ 167,122
Taxes, pensions and insurance	62,150	62,150	59,590
Contractual services	24,153	24,153	18,213
Commodities	8,830	8,830	4,601
Repairs and replacement	1,800	1,800	23,494
	<hr/>	<hr/>	<hr/>
Total building department	266,433	266,433	273,020
	<hr/>	<hr/>	<hr/>
TOTAL EXPENDITURES PAID	\$ 6,837,575	\$ 6,837,575	\$ 6,844,080

(See independent auditor's report.)

VILLAGE OF ROUND LAKE, ILLINOIS

SCHEDULE OF REVENUES COLLECTED, EXPENDITURES PAID AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL - CASH BASIS
CAPITAL PROJECTS FUND

For the Year Ended April 30, 2015

	Original Budget	Final Budget	Actual
REVENUES COLLECTED			
Utility tax	\$ 96,750	\$ 96,750	\$ 104,909
Intergovernmental	228,050	228,050	189,370
Impact fees	-	-	19,745
Investment income	1,310	1,310	1,002
Miscellaneous	-	-	11,915
	<hr/>	<hr/>	<hr/>
Total revenues collected	326,110	326,110	326,941
EXPENDITURES PAID			
Current			
General government			
Contractual services	388,500	388,500	167,651
Capital outlay	746,902	746,902	274,559
	<hr/>	<hr/>	<hr/>
Total expenditures paid	1,135,402	1,135,402	442,210
EXCESS (DEFICIENCY) OF REVENUES COLLECTED OVER EXPENDITURES PAID	(809,292)	(809,292)	(115,269)
OTHER FINANCING SOURCES (USES)			
Transfers in	325,000	325,000	325,000
	<hr/>	<hr/>	<hr/>
NET CHANGE IN FUND BALANCE	<u>\$ (484,292)</u>	<u>\$ (484,292)</u>	209,731
FUND BALANCE, MAY 1			<hr/> 1,274,968
FUND BALANCE, APRIL 30			<u><u>\$ 1,484,699</u></u>

(See independent auditor's report.)

VILLAGE OF ROUND LAKE, ILLINOIS

**SCHEDULE OF REVENUES COLLECTED, EXPENDITURES PAID AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL - CASH BASIS
MOTOR FUEL TAX FUND**

For the Year Ended April 30, 2015

	Original Budget	Final Budget	Actual
REVENUES COLLECTED			
Intergovernmental			
Motor fuel tax	\$ 482,378	\$ 482,378	\$ 487,190
Other	579,040	579,040	379,407
Investment income	1,605	1,605	196
	<hr/>		
Total revenues collected	1,063,023	1,063,023	866,793
	<hr/>		
EXPENDITURES PAID			
Current			
Public works			
Contractual services	1,000	1,000	-
Commodities	113,000	113,000	36,417
Administrative charges	25,000	25,000	25,000
Capital outlay	2,496,046	2,496,046	1,563,429
	<hr/>		
Total expenditures paid	2,635,046	2,635,046	1,624,846
	<hr/>		
NET CHANGE IN FUND BALANCE	\$ (1,572,023)	\$ (1,572,023)	(758,053)
	<hr/>		
FUND BALANCE, MAY 1			1,566,642
	<hr/>		
FUND BALANCE, APRIL 30			\$ 808,589
	<hr/>		

(See independent auditor's report.)

NONMAJOR GOVERNMENTAL FUNDS

VILLAGE OF ROUND LAKE, ILLINOIS

**COMBINING STATEMENT OF ASSETS, LIABILITIES AND FUND BALANCES
ARISING FROM CASH BASIS
NONMAJOR GOVERNMENTAL FUNDS**

April 30, 2015

	Special Revenue
	Bright Meadows SSA #1
	<hr/>
ASSETS	
Cash	\$ 126,200
Investments	-
	<hr/>
TOTAL ASSETS	\$ 126,200
	<hr/> <hr/>
LIABILITIES AND FUND BALANCES	
LIABILITIES	
None	\$ -
	<hr/>
Total liabilities	-
	<hr/>
FUND BALANCES	
Assigned	
Debt service	-
Restricted	
Working cash	-
Debt service	-
Specific purpose	126,200
	<hr/>
Total fund balances	126,200
	<hr/>
TOTAL LIABILITIES AND FUND BALANCES	\$ 126,200
	<hr/> <hr/>

2005 Bonds Debt Service	Debt Service		2011 Bonds Debt Service	Permanent		Total
	2010 Bonds Debt Service			Working Cash		
\$ 12,085	\$ 41,458	\$ 31,426	\$ 673,612	\$ 884,781		
-	1,223	-	-	1,223		
\$ 12,085	\$ 42,681	\$ 31,426	\$ 673,612	\$ 886,004		
\$ -	\$ -	\$ -	\$ -	\$ -		
-	-	-	-	-		
-	42,681	-	-	42,681		
-	-	-	673,612	673,612		
12,085	-	31,426	-	43,511		
-	-	-	-	126,200		
12,085	42,681	31,426	673,612	886,004		
\$ 12,085	\$ 42,681	\$ 31,426	\$ 673,612	\$ 886,004		

(See independent auditor's report.)

VILLAGE OF ROUND LAKE, ILLINOIS

COMBINING STATEMENT OF REVENUES COLLECTED, EXPENDITURES PAID AND
CHANGES IN FUND BALANCES - CASH BASIS
NONMAJOR GOVERNMENTAL FUNDS

For the Year Ended April 30, 2015

	Special Revenue Bright Meadows SSA #1
	<u> </u>
REVENUES COLLECTED	
Property taxes	\$ 23,971
Utility taxes	-
Investment income	<u>53</u>
Total revenues collected	<u>24,024</u>
EXPENDITURES PAID	
Current	
General government	15,883
Public works	3
Debt service	
Principal	-
Interest and fiscal charges	<u>-</u>
Total expenditures paid	<u>15,886</u>
EXCESS (DEFICIENCY) OF REVENUES COLLECTED OVER EXPENDITURES PAID	<u>8,138</u>
OTHER FINANCING SOURCES (USES)	
Transfers in	<u>-</u>
Total other financing sources (uses)	<u>-</u>
NET CHANGE IN FUND BALANCES	8,138
FUND BALANCES, MAY 1	<u>118,062</u>
FUND BALANCES, APRIL 30	<u><u>\$ 126,200</u></u>

		Debt Service		Permanent	
2005 Bonds	2010 Bonds	2011 Bonds	Working Cash	Total	
Debt Service	Debt Service	Debt Service			
\$ -	\$ -	\$ -	\$ -	\$	23,971
218,326	128,222	399,000	-		745,548
20	21	48	49		191
218,346	128,243	399,048	49		769,710
-	-	9,650	-		25,533
-	-	-	-		3
234,000	110,000	285,000	-		629,000
41,440	417,670	88,665	-		547,775
275,440	527,670	383,315	-		1,202,311
(57,094)	(399,427)	15,733	49		(432,601)
50,000	425,000	-	-		475,000
50,000	425,000	-	-		475,000
(7,094)	25,573	15,733	49		42,399
19,179	17,108	15,693	673,563		843,605
\$ 12,085	\$ 42,681	\$ 31,426	\$ 673,612	\$	886,004

(See independent auditor's report.)

VILLAGE OF ROUND LAKE, ILLINOIS

SCHEDULE OF REVENUES COLLECTED, EXPENDITURES PAID AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL - CASH BASIS
BRIGHT MEADOWS SSA #1 FUND

For the Year Ended April 30, 2015

	Original Budget	Final Budget	Actual
REVENUES COLLECTED			
Property taxes	\$ 23,730	\$ 23,730	\$ 23,971
Investment income	116	116	53
	<hr/>	<hr/>	<hr/>
Total revenues collected	23,846	23,846	24,024
EXPENDITURES PAID			
Current			
General government			
Contractual services	21,568	21,568	15,883
Public works			
Contractual services	20	20	3
	<hr/>	<hr/>	<hr/>
Total expenditures paid	21,588	21,588	15,886
NET CHANGE IN FUND BALANCE	<hr/> \$ 2,258	<hr/> \$ 2,258	8,138
FUND BALANCE, MAY 1			<hr/> 118,062
FUND BALANCE, APRIL 30			<hr/> \$ 126,200

(See independent auditor's report.)

VILLAGE OF ROUND LAKE, ILLINOIS

SCHEDULE OF REVENUES COLLECTED, EXPENDITURES PAID AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL - CASH BASIS
2005 BONDS DEBT SERVICE FUND

For the Year Ended April 30, 2015

	Original Budget	Final Budget	Actual
REVENUES COLLECTED			
Utility taxes	\$ 278,880	\$ 278,880	\$ 218,326
Investment income	24	24	20
Total revenues collected	<u>278,904</u>	<u>278,904</u>	<u>218,346</u>
EXPENDITURES PAID			
Debt service			
Principal	234,000	234,000	234,000
Interest and fiscal charges	41,516	41,516	41,440
Total expenditures paid	<u>275,516</u>	<u>275,516</u>	<u>275,440</u>
EXCESS (DEFICIENCY) OF REVENUES COLLECTED OVER EXPENDITURES PAID	<u>3,388</u>	<u>3,388</u>	<u>(57,094)</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	-	-	50,000
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>50,000</u>
NET CHANGE IN FUND BALANCE	<u>\$ 3,388</u>	<u>\$ 3,388</u>	<u>(7,094)</u>
FUND BALANCE, MAY 1			<u>19,179</u>
FUND BALANCE, APRIL 30			<u><u>\$ 12,085</u></u>

(See independent auditor's report.)

VILLAGE OF ROUND LAKE, ILLINOIS

**SCHEDULE OF REVENUES COLLECTED, EXPENDITURES PAID AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL - CASH BASIS
2010 BONDS DEBT SERVICE FUND**

For the Year Ended April 30, 2015

	Original Budget	Final Budget	Actual
REVENUES COLLECTED			
Utility taxes	\$ 118,250	\$ 118,250	\$ 128,222
Investment income	6	6	21
Total revenues collected	<u>118,256</u>	<u>118,256</u>	<u>128,243</u>
EXPENDITURES PAID			
Debt service			
Principal	110,000	110,000	110,000
Interest and fiscal charges	417,971	417,971	417,670
Total expenditures paid	<u>527,971</u>	<u>527,971</u>	<u>527,670</u>
EXCESS (DEFICIENCY) OF REVENUES COLLECTED OVER EXPENDITURES PAID	<u>(409,715)</u>	<u>(409,715)</u>	<u>(399,427)</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	<u>425,000</u>	<u>425,000</u>	<u>425,000</u>
Total other financing sources (uses)	<u>425,000</u>	<u>425,000</u>	<u>425,000</u>
NET CHANGE IN FUND BALANCE	<u>\$ 15,285</u>	<u>\$ 15,285</u>	25,573
FUND BALANCE, MAY 1			<u>17,108</u>
FUND BALANCE, APRIL 30			<u>\$ 42,681</u>

(See independent auditor's report.)

VILLAGE OF ROUND LAKE, ILLINOIS

**SCHEDULE OF REVENUES COLLECTED, EXPENDITURES PAID AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL - CASH BASIS
2011 BONDS DEBT SERVICE FUND**

For the Year Ended April 30, 2015

	Original Budget	Final Budget	Actual
REVENUES COLLECTED			
Utility taxes	\$ 407,120	\$ 407,120	\$ 399,000
Investment income	2	2	48
Total revenues collected	<u>407,122</u>	<u>407,122</u>	<u>399,048</u>
EXPENDITURES PAID			
Current			
General government			
Rebates	9,500	9,500	9,650
Debt service			
Principal	285,000	285,000	285,000
Interest and fiscal charges	88,900	88,900	88,665
Total expenditures paid	<u>383,400</u>	<u>383,400</u>	<u>383,315</u>
NET CHANGE IN FUND BALANCE	<u>\$ 23,722</u>	<u>\$ 23,722</u>	15,733
FUND BALANCE, MAY 1			<u>15,693</u>
FUND BALANCE, APRIL 30			<u><u>\$ 31,426</u></u>

(See independent auditor's report.)

ENTERPRISE FUNDS

VILLAGE OF ROUND LAKE, ILLINOIS

SCHEDULE OF REVENUES COLLECTED, EXPENDITURES PAID AND
CHANGES IN NET POSITION - BUDGET AND ACTUAL - MODIFIED CASH BASIS
WATER AND SEWER FUND

For the Year Ended April 30, 2015

	Original Budget	Final Budget	Actual
OPERATING REVENUES			
Charges for services			
Water and sewer fees	\$ 3,938,000	\$ 3,938,000	\$ 4,011,274
Miscellaneous			
Permits and fees	-	-	40,150
Other	1,500	1,500	754
	<u>3,939,500</u>	<u>3,939,500</u>	<u>4,052,178</u>
OPERATING EXPENSES EXCLUDING DEPRECIATION			
Water and sewer operations			
Personal services	487,299	487,299	475,384
Taxes, pensions and insurance	163,825	163,825	147,193
Contractual services	2,532,592	2,532,592	2,444,316
Commodities	69,966	69,966	80,539
Repairs and replacement	277,875	277,875	244,352
Capital outlay	2,169,022	2,169,022	1,422,775
	<u>5,700,579</u>	<u>5,700,579</u>	<u>4,814,559</u>
	<u>(1,761,079)</u>	<u>(1,761,079)</u>	<u>(762,381)</u>
NON-OPERATING REVENUES (EXPENSES)			
Investment income	17,804	17,804	18,409
Settlement	-	-	460,000
Debt service			
Principal	(110,000)	(110,000)	(110,000)
Interest expense	(26,508)	(26,508)	(26,323)
	<u>(118,704)</u>	<u>(118,704)</u>	<u>342,086</u>
NET INCOME (LOSS) - BUDGETARY BASIS	<u>\$ (1,879,783)</u>	<u>\$ (1,879,783)</u>	<u>(420,295)</u>
ADJUSTMENTS TO MODIFIED CASH BASIS			
Debt principal payment			110,000
Capitalized assets			1,365,110
Depreciation			<u>(1,186,249)</u>
			<u>288,861</u>
CHANGE IN NET POSITION			(131,434)
NET POSITION, MAY 1			<u>39,719,637</u>
NET POSITION, APRIL 30			<u>\$ 39,588,203</u>

(See independent auditor's report.)

VILLAGE OF ROUND LAKE, ILLINOIS

SCHEDULE OF REVENUES COLLECTED, EXPENDITURES PAID AND
CHANGES IN NET POSITION - BUDGET AND ACTUAL - MODIFIED CASH BASIS
COMMUTER PARKING LOT FUND

For the Year Ended April 30, 2015

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>
OPERATING REVENUES			
Charges for services			
Parking lot fees	\$ 81,000	\$ 81,000	\$ 84,492
Total operating revenues	<u>81,000</u>	<u>81,000</u>	<u>84,492</u>
OPERATING EXPENSES			
Parking lot operations			
Contractual services	12,050	12,050	10,447
Commodities	1,850	1,850	739
Repairs and replacement	29,250	29,250	26,301
Capital outlay	275,000	275,000	11,534
Miscellaneous	2,784	2,784	2,716
Total operating expenses	<u>320,934</u>	<u>320,934</u>	<u>51,737</u>
OPERATING INCOME (LOSS)	<u>(239,934)</u>	<u>(239,934)</u>	<u>32,755</u>
NON-OPERATING REVENUES (EXPENSES)			
Investment income	338	338	36
Total non-operating revenues (expenses)	<u>338</u>	<u>338</u>	<u>36</u>
CHANGE IN NET POSITION	<u>\$ (239,596)</u>	<u>\$ (239,596)</u>	32,791
NET POSITION, MAY 1			<u>430,143</u>
NET POSITION, APRIL 30			<u>\$ 462,934</u>

(See independent auditor's report.)

INTERNAL SERVICE FUNDS

VILLAGE OF ROUND LAKE, ILLINOIS

**COMBINING STATEMENT OF ASSETS, LIABILITIES AND
NET POSITION ARISING FROM MODIFIED CASH BASIS
INTERNAL SERVICE FUNDS**

April 30, 2015

	Vehicle Replacement	Technology Replacement	Building Replacement	Total
ASSETS				
Cash	\$ 167,183	\$ 160,695	\$ 231,135	\$ 559,013
Capital assets (net of accumulated depreciation)	410,580	41,812	-	452,392
Total assets	577,763	202,507	231,135	1,011,405
LIABILITIES				
None	-	-	-	-
Total liabilities	-	-	-	-
NET POSITION				
Net investment in capital assets	410,580	41,812	-	452,392
Unrestricted	167,183	160,695	231,135	559,013
TOTAL NET POSITION	\$ 577,763	\$ 202,507	\$ 231,135	\$ 1,011,405

(See independent auditor's report.)

VILLAGE OF ROUND LAKE, ILLINOIS

COMBINING STATEMENT OF REVENUES COLLECTED, EXPENDITURES
PAID AND CHANGES IN NET POSITION - MODIFIED CASH BASIS
INTERNAL SERVICE FUNDS

For the Year Ended April 30, 2015

	Vehicle Replacement	Technology Replacement	Building Replacement	Total
OPERATING REVENUES				
Contributions	\$ 251,066	\$ 80,877	\$ 90,936	\$ 422,879
Total operating revenues	251,066	80,877	90,936	422,879
OPERATING EXPENSES				
Capital outlay	5,354	7,612	1,925	14,891
Total operating expenses	5,354	7,612	1,925	14,891
OPERATING INCOME BEFORE DEPRECIATION	245,712	73,265	89,011	407,988
Depreciation	72,117	7,484	-	79,601
OPERATING INCOME	173,595	65,781	89,011	328,387
NON-OPERATING REVENUES (EXPENSES)				
Investment income	14	14	19	47
Miscellaneous	31,679	-	-	31,679
Total non-operating revenues (expenses)	31,693	14	19	31,726
CHANGE IN NET POSITION	205,288	65,795	89,030	360,113
NET POSITION, MAY 1	372,475	136,712	142,105	651,292
NET POSITION, APRIL 30	\$ 577,763	\$ 202,507	\$ 231,135	\$ 1,011,405

(See independent auditor's report.)

VILLAGE OF ROUND LAKE, ILLINOIS

COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS

For the Year Ended April 30, 2015

	Vehicle Replacement	Technology Replacement	Building Replacement	Total
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts from interfund services	\$ 251,066	\$ 80,877	\$ 90,936	\$ 422,879
Receipts from miscellaneous	31,679	-	-	31,679
Payments to suppliers	(5,354)	(7,612)	(1,925)	(14,891)
Net cash from operating activities	277,391	73,265	89,011	439,667
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
None	-	-	-	-
Net cash from noncapital financing activities	-	-	-	-
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Capital assets purchased	(298,916)	-	-	(298,916)
Net cash from capital and related financing activities	(298,916)	-	-	(298,916)
CASH FLOWS FROM INVESTING ACTIVITIES				
Interest received	14	14	19	47
Net cash from investing activities	14	14	19	47
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(21,511)	73,279	89,030	140,798
CASH AND CASH EQUIVALENTS, MAY 1	188,694	87,416	142,105	418,215
CASH AND CASH EQUIVALENTS, APRIL 30	\$ 167,183	\$ 160,695	\$ 231,135	\$ 559,013
RECONCILIATION OF OPERATING INCOME TO NET CASH FLOWS FROM OPERATING ACTIVITIES				
Operating income	\$ 173,595	\$ 65,781	\$ 89,011	\$ 328,387
Other miscellaneous receipts	31,679	-	-	31,679
Adjustments to reconcile operating income to net cash from operating activities				
Depreciation	72,117	7,484	-	79,601
NET CASH FROM OPERATING ACTIVITIES	\$ 277,391	\$ 73,265	\$ 89,011	\$ 439,667

(See independent auditor's report.)

VILLAGE OF ROUND LAKE, ILLINOIS

SCHEDULE OF REVENUES COLLECTED, EXPENDITURES PAID AND
CHANGES IN NET POSITION - BUDGET AND ACTUAL - MODIFIED CASH BASIS
VEHICLE REPLACEMENT FUND

For the Year Ended April 30, 2015

	Original Budget	Final Budget	Actual
OPERATING REVENUES			
Contributions			
General Fund	\$ 166,551	\$ 166,551	\$ 166,551
Water and Sewer Fund	84,515	84,515	84,515
	<hr/>	<hr/>	<hr/>
Total operating revenues	251,066	251,066	251,066
OPERATING EXPENSES EXCLUDING DEPRECIATION			
Capital outlay	323,215	323,215	304,270
	<hr/>	<hr/>	<hr/>
Total operating expenses excluding depreciation	323,215	323,215	304,270
OPERATING INCOME (LOSS)	<hr/>	<hr/>	<hr/>
	(72,149)	(72,149)	(53,204)
NON-OPERATING REVENUES (EXPENSES)			
Investment income	197	197	14
Miscellaneous	-	-	31,679
	<hr/>	<hr/>	<hr/>
Total non-operating revenues (expenses)	197	197	31,693
NET INCOME - BUDGETARY BASIS	<hr/>	<hr/>	<hr/>
	\$ (71,952)	\$ (71,952)	(21,511)
ADJUSTMENTS TO MODIFIED CASH BASIS			
Capitalized assets			298,916
Depreciation			<hr/> (72,117)
			<hr/>
Total adjustments to modified cash basis			226,799
CHANGE IN NET POSITION			205,288
NET POSITION, MAY 1			<hr/> 372,475
NET POSITION, APRIL 30			<hr/> <hr/> \$ 577,763

(See independent auditor's report.)

VILLAGE OF ROUND LAKE, ILLINOIS

SCHEDULE OF REVENUES COLLECTED, EXPENDITURES PAID AND
CHANGES IN NET POSITION - BUDGET AND ACTUAL - MODIFIED CASH BASIS
TECHNOLOGY REPLACEMENT FUND

For the Year Ended April 30, 2015

	Original Budget	Final Budget	Actual
OPERATING REVENUES			
Contributions			
General Fund	\$ 63,651	\$ 63,651	\$ 63,651
Water and Sewer Fund	17,226	17,226	17,226
	<hr/>	<hr/>	<hr/>
Total operating revenues	80,877	80,877	80,877
	<hr/>	<hr/>	<hr/>
OPERATING EXPENSES EXCLUDING DEPRECIATION			
Capital outlay	42,500	42,500	7,612
	<hr/>	<hr/>	<hr/>
Total operating expenses excluding depreciation	42,500	42,500	7,612
	<hr/>	<hr/>	<hr/>
OPERATING INCOME	38,377	38,377	73,265
	<hr/>	<hr/>	<hr/>
NON-OPERATING REVENUES (EXPENSES)			
Investment income	87	87	14
	<hr/>	<hr/>	<hr/>
Total non-operating revenues (expenses)	87	87	14
	<hr/>	<hr/>	<hr/>
NET INCOME - BUDGETARY BASIS	\$ 38,464	\$ 38,464	73,279
	<hr/>	<hr/>	<hr/>
ADJUSTMENTS TO MODIFIED CASH BASIS			
Depreciation			(7,484)
			<hr/>
Total adjustments to modified cash basis			(7,484)
			<hr/>
CHANGE IN NET POSITION			65,795
			<hr/>
NET POSITION, MAY 1			136,712
			<hr/>
NET POSITION, APRIL 30			\$ 202,507
			<hr/>

(See independent auditor's report.)

VILLAGE OF ROUND LAKE, ILLINOIS

**SCHEDULE OF REVENUES COLLECTED, EXPENDITURES PAID AND
CHANGES IN NET POSITION - BUDGET AND ACTUAL - MODIFIED CASH BASIS
BUILDING REPLACEMENT FUND**

For the Year Ended April 30, 2015

	Original Budget	Final Budget	Actual
OPERATING REVENUES			
Contributions			
General Fund	\$ 75,674	\$ 75,674	\$ 75,674
Water and Sewer Fund	15,262	15,262	15,262
	<hr/>	<hr/>	<hr/>
Total operating revenues	90,936	90,936	90,936
OPERATING EXPENSES			
Capital outlay	95,280	95,280	1,925
	<hr/>	<hr/>	<hr/>
Total operating expenses	95,280	95,280	1,925
OPERATING INCOME (LOSS)			
	<hr/>	<hr/>	<hr/>
	(4,344)	(4,344)	89,011
NON-OPERATING REVENUES (EXPENSES)			
Investment income	142	142	19
	<hr/>	<hr/>	<hr/>
Total non-operating revenues (expenses)	142	142	19
CHANGE IN NET POSITION			
	<hr/>	<hr/>	<hr/>
	\$ (4,202)	\$ (4,202)	89,030
NET POSITION, MAY 1			
			<hr/>
			142,105
NET POSITION, APRIL 30			
			<hr/>
			\$ 231,135
			<hr/>

(See independent auditor's report.)

FIDUCIARY FUNDS

VILLAGE OF ROUND LAKE, ILLINOIS

SCHEDULE OF ADDITIONS, DEDCUTIONS AND
CHANGES IN NET POSITION - BUDGET AND ACTUAL - CASH BASIS
POLICE PENSION FUND

For the Year Ended April 30, 2015

	Original Budget	Final Budget	Actual
ADDITIONS			
Contributions - employer	\$ 493,868	\$ 493,868	\$ 500,165
Contributions - employee	169,000	169,000	176,922
Contributions - other	250	250	-
Total contributions	663,118	663,118	677,087
Investment income			
Net appreciation in fair value of investments	35,000	35,000	247,240
Interest earned on investments	70,000	70,000	62,488
Total investment income	105,000	105,000	309,728
Less investment expense	(21,000)	(21,000)	(21,600)
Net investment income	84,000	84,000	288,128
Total additions	747,118	747,118	965,215
DEDUCTIONS			
Benefits and refunds			
Retirement pension	269,096	269,096	269,068
Disability pension	85,400	85,400	85,364
Refund of contribution	5,000	190,000	-
Administrative	26,625	26,625	14,021
Total deductions	386,121	571,121	368,453
NET INCREASE	\$ 360,997	\$ 175,997	596,762
NET POSITION HELD IN TRUST FOR PENSION BENEFITS			
May 1			<u>5,549,023</u>
April 30			<u>\$ 6,145,785</u>

(See independent auditor's report.)

VILLAGE OF ROUND LAKE, ILLINOIS

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES - MODIFIED CASH BASIS
AGENCY FUNDS

For the Year Ended April 30, 2015

	Balances May 1	Additions	Deductions	Balances April 30
Total All Agency Funds				
ASSETS				
Cash and investments	\$ 1,451,421	\$ 1,694,000	\$ 1,671,645	\$ 1,473,776
TOTAL ASSETS	\$ 1,451,421	\$ 1,694,000	\$ 1,671,645	\$ 1,473,776
LIABILITIES				
Deposits payable	\$ 60,697	\$ 16,522	\$ 16,455	\$ 60,764
Other payables	1,390,691	1,620,055	1,597,759	1,412,987
Due to other funds	33	57,423	57,431	25
TOTAL LIABILITIES	\$ 1,451,421	\$ 1,694,000	\$ 1,671,645	\$ 1,473,776
1. Builders Escrow Fund				
ASSETS				
Cash and investments	\$ 60,725	\$ 16,522	\$ 16,461	\$ 60,786
TOTAL ASSETS	\$ 60,725	\$ 16,522	\$ 16,461	\$ 60,786
LIABILITIES				
Deposits payable	\$ 60,697	\$ 16,522	\$ 16,455	\$ 60,764
Due to other funds	28	-	6	22
TOTAL LIABILITIES	\$ 60,725	\$ 16,522	\$ 16,461	\$ 60,786
2. Impact Fee Fund				
ASSETS				
Cash and investments	\$ 5	\$ 57,423	\$ 57,425	\$ 3
TOTAL ASSETS	\$ 5	\$ 57,423	\$ 57,425	\$ 3
LIABILITIES				
Due to other funds	\$ 5	\$ 57,423	\$ 57,425	\$ 3
TOTAL LIABILITIES	\$ 5	\$ 57,423	\$ 57,425	\$ 3

(This statement is continued on the following page.)

VILLAGE OF ROUND LAKE, ILLINOIS

FINANCIAL STATEMENT OF CHANGES IN ASSETS AND LIABILITIES - MODIFIED CASH BASIS (Continued)
AGENCY FUNDS

For the Year Ended April 30, 2015

	Balances May 1	Additions	Deductions	Balances April 30
3. Lakewood Grove SSA #1 Fund				
ASSETS				
Cash and investments	\$ 785,849	\$ 947,065	\$ 935,983	\$ 796,931
TOTAL ASSETS	\$ 785,849	\$ 947,065	\$ 935,983	\$ 796,931
LIABILITIES				
Other payables	\$ 785,849	\$ 947,065	\$ 935,983	\$ 796,931
TOTAL LIABILITIES	\$ 785,849	\$ 947,065	\$ 935,983	\$ 796,931
4. Lakewood Grove SSA #3 Fund				
ASSETS				
Cash and investments	\$ 262,571	\$ 279,625	\$ 276,159	\$ 266,037
TOTAL ASSETS	\$ 262,571	\$ 279,625	\$ 276,159	\$ 266,037
LIABILITIES				
Other payables	\$ 262,571	\$ 279,625	\$ 276,159	\$ 266,037
TOTAL LIABILITIES	\$ 262,571	\$ 279,625	\$ 276,159	\$ 266,037
5. Lakewood Grove SSA #4 Fund				
ASSETS				
Cash and investments	\$ 342,271	\$ 393,365	\$ 385,617	\$ 350,019
TOTAL ASSETS	\$ 342,271	\$ 393,365	\$ 385,617	\$ 350,019
LIABILITIES				
Other payables	\$ 342,271	\$ 393,365	\$ 385,617	\$ 350,019
TOTAL LIABILITIES	\$ 342,271	\$ 393,365	\$ 385,617	\$ 350,019

(See independent auditor's report.)

SUPPLEMENTARY DATA

VILLAGE OF ROUND LAKE, ILLINOIS

SUPPLEMENTARY INFORMATION
ILLINOIS MUNICIPAL RETIREMENT FUND

April 30, 2015

Schedule of Funding Progress

Actuarial Valuation Date December 31,	(1) Actuarial Value of Assets	(2) Actuarial Liability (AAL) Entry-Age	(3) Funded Ratio (1) / (2)	(4) Unfunded AAL (UAAL) (2) - (1)	(5) Covered Payroll	UAAL as a Percentage of Covered Payroll (4) / (5)
2009	\$ 1,384,125	\$ 2,401,393	57.64%	\$ 1,017,268	\$ 1,699,152	59.87%
2010	1,618,945	2,602,860	62.20%	983,915	1,518,888	64.78%
2011	1,907,753	2,749,088	69.40%	841,335	1,432,499	58.73%
2012	2,298,161	2,813,782	81.68%	515,621	1,293,636	39.86%
2013	2,869,113	3,115,667	92.09%	246,554	1,319,714	18.68%
2014	2,986,480	3,515,294	84.96%	528,814	1,387,750	38.11%

Schedule of Employer Contributions

Fiscal Year	Employer Contributions	Annual Required Contribution (ARC)	Percentage Contributed
2010	\$ 166,565	\$ 166,565	100.00%
2011	165,731	167,420	98.99%
2012	164,417	164,417	100.00%
2013	149,968	149,968	100.00%
2014	153,495	153,495	100.00%
2015	145,680	145,680	100.00%

(See independent auditor's report.)

VILLAGE OF ROUND LAKE, ILLINOIS

SUPPLEMENTARY INFORMATION
SHERIFF'S LAW ENFORCEMENT PERSONNEL PLAN

April 30, 2015

Schedule of Funding Progress

Actuarial Valuation Date December 31,	(1) Actuarial Value of Assets	(2) Actuarial Liability (AAL) Entry-Age	(3) Funded Ratio (1) / (2)	(4) Unfunded AAL (UAAL) (2) - (1)	(5) Covered Payroll	UAAL as a Percentage of Covered Payroll (4) / (5)
2009	\$ 49,815	\$ -	0.00%	\$ (49,815)	\$ 98,958	0.00%
2010	53,897	-	0.00%	(53,897)	98,958	0.00%
2011	51,114	-	0.00%	(51,114)	-	0.00%
2012	55,948	-	0.00%	(55,948)	-	0.00%
2013	2,081	-	0.00%	(2,081)	-	0.00%
2014	3,588	-	0.00%	(3,588)	-	0.00%

Schedule of Employer Contributions

Fiscal Year	Employer Contributions	Annual Required Contribution (ARC)	Percentage Contributed
2010	\$ 13,167	\$ 13,167	100.00%
2011	N/A	N/A	N/A
2012	N/A	N/A	N/A
2013	N/A	N/A	N/A
2014	N/A	N/A	N/A
2015	N/A	N/A	N/A

N/A - The Village began participation in the plan in fiscal year 2007. As of April 30, 2011, the Village no longer contributed to the plan as there were no longer any participating employees.

(See independent auditor's report.)

VILLAGE OF ROUND LAKE, ILLINOIS

SUPPLEMENTARY INFORMATION
OTHER POSTEMPLOYMENT BENEFIT PLAN

April 30, 2015

Schedule of Funding Progress

Actuarial Valuation Date April 30,	(1) Actuarial Value of Assets	(2) Actuarial Liability (AAL) Entry-Age	(3) Funded Ratio (1) / (2)	(4) Unfunded AAL (UAAL) (2) - (1)	(5) Covered Payroll	UAAL as a Percentage of Covered Payroll (4) / (5)
2010	\$ -	\$ 175,402	0.00%	\$ 175,402	\$ 2,911,431	6.02%
2011	N/A	N/A	N/A	N/A	N/A	N/A
2012	N/A	N/A	N/A	N/A	N/A	N/A
2013	-	285,903	0.00%	285,903	2,707,531	10.56%
2014	N/A	N/A	N/A	N/A	N/A	N/A
2015	N/A	N/A	N/A	N/A	N/A	N/A

Schedule of Employer Contributions

Fiscal Year April 30,	Employer Contributions	Annual Required Contribution (ARC)	Percentage Contributed
2011	\$ 16,333	\$ 25,348	64.44%
2011	17,845	25,241	70.70%
2012	9,088	25,241	36.00%
2013	3,061	25,091	12.20%
2014	13,268	25,091	52.88%
2015	13,268	33,502	39.60%

(See independent auditor's report.)

VILLAGE OF ROUND LAKE, ILLINOIS

**SCHEDULE OF FUNDING PROGRESS
POLICE PENSION FUND**

April 30, 2015

Actuarial Valuation Date April 30,	(1) Actuarial Value of Assets	(2) Actuarial Accrued Liability (AAL) Entry-Age	(3) Funded Ratio (1) / (2)	(4) Unfunded AAL (UAAL) (2) - (1)	(5) Covered Payroll	UAAL as a Percentage of Covered Payroll (4) / (5)
2010	4,046,216	7,181,102	56.35%	3,134,886	1,495,709	209.59%
2011	4,481,472	7,840,806	57.16%	3,359,334	1,483,736	226.41%
2012	4,574,871	7,989,295	57.26%	3,414,424	1,378,412	247.71%
2013	5,012,615	8,655,213	57.91%	3,642,598	1,479,479	246.21%
2014	5,549,023	9,079,631	61.12%	3,530,608	1,633,857	216.09%
2015	6,145,784	10,237,087	60.03%	4,091,303	1,781,110	229.71%

(See independent auditor's report.)

VILLAGE OF ROUND LAKE, ILLINOIS

SCHEDULE OF EMPLOYER CONTRIBUTIONS
POLICE PENSION FUND

April 30, 2015

	<u>2015</u>
Actuarially determined contribution	\$ 433,165
Contributions in relation to the actuarially determined contribution	<u>500,165</u>
CONTRIBUTION DEFICIENCY (Excess)	<u>\$ (67,000)</u>
Covered-employee payroll	\$ 1,781,110
Contributions as a percentage of covered-employee payroll	28%

The information directly above is formatted to comply with the requirements of GASB Statement No. 67.

<u>Year Ended April 30,</u>	<u>Employer Contributions</u>	<u>Annual Required Contribution (ARC)</u>	<u>Percent Contributed</u>
2010	\$ 239,907	\$ 342,824	69.98%
2011	294,349	409,081	71.95%
2012	314,268	459,452	68.40%
2013	395,437	428,533	92.28%
2014	427,638	392,293	109.01%
2015	500,165	433,165	115.47%

Notes to Required Supplementary Information

This information directly above is presented in accordance with GASB Statement No. 25. The information presented was determined as part of the actuarial valuations as of May 1 of the prior fiscal year. Additional information as of the latest actuarial valuation presented is as follows: the actuarial cost method was entry-age normal; the amortization method was level percent of pay, closed and the amortization period was 27 years; the asset valuation method was at market value; and the significant actuarial assumptions were an investment rate of return at 7%, projected salary increases assumption of 5.50% compounded annually and postretirement benefit increases of 2.50% compounded annually.

(See independent auditor's report.)

VILLAGE OF ROUND LAKE, ILLINOIS

SCHEDULE OF CHANGES IN THE EMPLOYER'S
NET PENSION LIABILITY AND RELATED RATIOS
POLICE PENSION FUND

April 30, 2015

TOTAL PENSION LIABILITY	
Service cost	\$ 450,642
Interest	623,169
Changes of benefit terms	-
Differences between expected and actual experience	(217,513)
Changes of assumptions	655,591
Benefit payments, including refunds of member contributions	<u>(354,433)</u>
Net change in total pension liability	1,157,456
Total pension liability - beginning	<u>9,079,631</u>
TOTAL PENSION LIABILITY - ENDING	<u><u>\$ 10,237,087</u></u>
PLAN FIDUCIARY NET POSITION	
Contributions - employer	\$ 500,165
Contributions - member	176,922
Net investment income	288,128
Benefit payments, including refunds of member contributions	(354,432)
Administrative expense	<u>(14,021)</u>
Net change in plan fiduciary net position	596,762
Plan fiduciary net position - beginning	<u>5,549,023</u>
PLAN FIDUCIARY NET POSITION - ENDING	<u><u>\$ 6,145,785</u></u>
EMPLOYER'S NET PENSION LIABILITY	<u><u>\$ 4,091,302</u></u>
Plan fiduciary net position as a percentage of the total pension liability	60.0%
Covered-employee payroll	\$ 1,781,110
Employer's net pension liability as a percentage of covered-employee payroll	229.7%

Note: There was a change with respect to actuarial assumptions from the prior year to reflect revised expectations with respect to morality rates, disability rates, turnover rates and retirement rates. The mortality rates, disability rates, turnover rates and retirement rates have been changed to the new rates most recently published by the Illinois Department of Insurance (September 2012).

(See independent auditor's report.)

VILLAGE OF ROUND LAKE, ILLINOIS

SCHEDULE OF INVESTMENT RETURNS

POLICE PENSION FUND

April 30, 2015

	<u>2015</u>
Annual money-weighted rate of return, net of investment expense	5.43%

(See independent auditor's report.)

VILLAGE OF ROUND LAKE, ILLINOIS

NOTES TO SUPPLEMENTARY INFORMATION

April 30, 2015

BUDGETS

The Village prepares its budget ordinance (cash basis) in conformity with practices prescribed or permitted by the applicable statutes of the State of Illinois. The Village follows these procedures in establishing the budgetary data reflected in the financial statements:

1. The Administrator submits to the Board of Trustees a proposed operating budget for the fiscal year. The operating budget includes proposed expenditures/expenses and the means of financing them. The proposed budget is used to prepare the tentative budget ordinance.
2. The Annual Budget Ordinance is made available for public inspection for 30 days, after which a public hearing is conducted to obtain taxpayer comments.
3. Before April 30, the Annual Budget Ordinance is adopted. The current year's budget was adopted on April 20, 2015. A budget amendment was made to the General Fund and Police Pension Fund.
4. The legal spending limit is established at the fund level.
5. The budget is the legal spending limit. The budget columns are the working budget on which staff relies during the year and are presented for information purposes.

The following funds' total actual expenditures exceeded the budget:

Fund	Budget	Actual	Variance
General	\$ 6,837,575	\$ 6,844,080	\$ 6,505

The actual amount above includes Police Pension property taxes in the amount of \$500,165 that the Village of Round Lake only records in the Police Pension Fund. However, for external financial reporting purposes this amount must be recorded in the General Fund as both a revenue and expenditure. Excluding the audit adjustment of \$500,165, the General Fund was \$493,660 under budget.

VILLAGE OF ROUND LAKE, ILLINOIS

SCHEDULE OF TAX DATA

For the Last Nine Levy Years

	Levy Year		
	2014	2013	2012
ASSESSED VALUATION	\$ 242,779,911	\$ 251,520,156	\$ 275,111,595
TAX RATES BY FUND			
Corporate	0.412	0.398	0.433
Municipal audit	0.008	0.009	0.008
Road and bridge	0.023	0.021	0.019
Garbage	0.149	0.139	0.126
Retirement	0.135	0.130	0.122
Working cash	-	-	0.003
Liability insurance	0.064	0.048	0.037
Civil defense/ES&DA	0.002	0.002	0.002
Police protection	0.484	0.440	0.338
Police pension	0.185	0.199	0.156
TOTAL TAX RATES BY FUND	1.462	1.386	1.244
TAX EXTENSIONS BY FUND			
Corporate	\$ 1,001,052	\$ 1,001,050	\$ 1,191,233
Municipal audit	20,627	22,637	22,009
Road and bridge	56,983	52,819	52,271
Garbage	362,271	349,613	346,641
Retirement	327,277	326,976	335,636
Working cash	-	-	8,253
Liability insurance	155,675	120,730	101,791
Civil defense/ES&DA	4,574	5,030	5,502
Police protection	1,175,001	1,106,689	929,877
Police pension	450,002	500,525	429,174
TOTAL TAX EXTENSIONS BY FUND	\$ 3,553,462	\$ 3,486,069	\$ 3,422,387
TAX COLLECTIONS - ALL FUNDS			
Levy collections through year end	\$ -	\$ 3,478,510	\$ 3,410,038
PERCENT COLLECTED	N/A	99.78%	99.64%

Levy Year						
2011	2010	2009	2008	2007	2006	
\$ 321,967,538	\$ 363,428,091	\$ 404,464,351	\$ 421,556,835	\$ 407,703,238	\$ 377,475,750	
0.396	0.399	0.433	0.416	0.386	0.359	
0.007	0.006	0.006	0.006	0.008	0.012	
0.034	0.030	0.022	0.021	0.029	0.031	
0.078	0.069	0.049	0.076	0.078	0.103	
0.098	0.084	0.098	0.091	0.118	0.125	
0.002	0.001	0.001	0.002	0.003	0.007	
0.043	0.046	0.039	0.041	0.050	0.056	
0.002	0.001	0.001	0.001	0.001	0.001	
0.288	0.274	0.147	0.116	0.083	0.076	
0.123	0.087	0.073	0.057	0.068	0.065	
1.071	0.997	0.869	0.827	0.824	0.835	
\$ 1,274,991	\$ 1,450,078	\$ 1,751,331	\$ 1,753,676	\$ 1,573,735	\$ 1,355,138	
22,538	21,806	24,268	25,293	32,616	45,297	
109,469	109,028	88,982	88,527	80,992	76,099	
251,135	250,766	198,188	320,383	318,009	388,800	
315,528	305,280	396,375	383,617	481,090	471,845	
6,439	3,634	4,044	8,431	12,231	26,423	
138,446	167,177	157,741	172,838	203,852	211,386	
6,439	3,634	4,044	4,216	4,077	3,775	
927,267	995,793	594,563	489,006	338,394	286,882	
396,020	316,182	295,259	240,287	277,238	245,359	
\$ 3,448,272	\$ 3,623,378	\$ 3,514,795	\$ 3,486,274	\$ 3,322,234	\$ 3,111,004	
\$ 3,443,199	\$ 3,600,578	\$ 3,503,869	\$ 3,481,655	\$ 3,319,067	\$ 3,106,020	
99.85%	99.37%	99.69%	99.87%	99.90%	99.84%	

(See independent auditor's report.)

VILLAGE OF ROUND LAKE, ILLINOIS

SCHEDULE OF ASSESSED VALUATION BY TYPE OF PROPERTY

For the Last Ten Levy Years

Tax Levy Year	Assessed Value
2005	\$ 319,702,385
2006	377,475,750
2007	407,703,238
2008	421,556,835
2009	404,464,351
2010	363,428,091
2011	321,967,538
2012	275,111,595
2013	251,520,156
2014	242,779,911

(See independent auditor's report.)