

Village of Algonquin, Illinois

Comprehensive Annual Financial Report
Year Ended April 30, 2013



Assurance • Tax • Consulting

Village of Algonquin, Illinois

Comprehensive Annual Financial Report
Year Ended April 30, 2013

Issued by the Finance Department

John R. Walde
Finance Director

Susan Skillman
Assistant Finance Director

Village of Algonquin, Illinois

Comprehensive Annual Financial Report

Year Ended April 30, 2013

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**Village of Algonquin, Illinois
Principal Officials**

April 30, 2013

Legislative

Village Board of Trustees

John C. Schmitt, Village President

Brian Dianis

Robert M. Smith

Jerry Glogowski

John Spella

Debby Sosine

Jim A. Steigert

Gerald S. Kautz, Clerk

Appointed Officials

Tim Schloneger, Village Manager

John R. Walde, Treasurer



Village of Algonquin

The Gem of the Fox River Valley

September 24, 2013

The Honorable Village President
Members of the Board of Trustees and Village Manager
Village of Algonquin
Algonquin, Illinois 60102

The Comprehensive Annual Financial Report (CAFR) of the Village of Algonquin, Illinois, (the Village) for the fiscal year ended April 30, 2013, is hereby submitted as mandated by local ordinances and state statutes. These ordinances and statutes require that the Village issue annually a report on its financial position and activity presented in conformance with generally accepted accounting principles (GAAP) in the United States of America and audited in accordance with generally accepted auditing standards (GAAS) by an independent firm of certified public accountants.

This report consists of management's representations concerning the finances of the Village of Algonquin. The Village is responsible for the accuracy and fairness of the presentation of the financial statements and other information as presented herein. The data presented in this report is believed to be accurate in all material respects, and all statements and disclosures necessary for the reader to obtain a thorough understanding of the Village's financial activities have been included. To provide a reasonable basis for making these representations, management of the Village has established a comprehensive internal control framework that is designed both to protect the government's assets from loss, theft or misuse and to compile sufficient, reliable information for the preparation of the Village of Algonquin's financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, the Village's comprehensive framework of internal controls has been designed to provide reasonable assurance rather than absolute assurance that the financial statements will be free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The Village's financial statements have been audited by McGladrey LLP, a firm of licensed certified public accountants. The goal of the independent audit is to provide reasonable assurance that the financial statements of the Village of Algonquin for the fiscal year ended April 30, 2013, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation.

The independent auditor concluded, based upon audit, that there was a reasonable basis for rendering an unmodified opinion that the Village's financial statements for the fiscal year ended April 30, 2013, are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report.

GAAP require that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The Village's MD&A can be found immediately following the report of the independent auditors.

Profile of the Village of Algonquin

The Village of Algonquin, a home rule community as defined by the Illinois Constitution, was incorporated in 1890 and is located approximately 45 miles northwest of the City of Chicago in McHenry and Kane Counties. Algonquin has a land area of 12 square miles and a population of 30,046 as certified in the 2010 Decennial Census. The Village also has the power by state statute to extend its corporate limits by annexation, which is done periodically when deemed appropriate, by the Village Board.

Policy making and legislative authority are vested in the Village Board, which consists of the President and six trustees. The Village Board is responsible, among other things, for passing ordinances, adopting the budget, appointing committees and hiring the Village's manager and attorney. The Village's manager is responsible for carrying out the policies and ordinances of the Village Board, for overseeing the day-to-day operations of the Village, and for appointing the heads of the Village's departments. The Board is elected on a non-partisan basis. Board members are elected to four-year staggered terms with three Board members elected every two years. The President is elected to a four-year term. The President and Village Trustees are elected at large.

The Village provides a full range of services including police protection, the construction and maintenance of streets and other infrastructure, community development, general services administration and the operating of the water and wastewater facilities.

The annual budget serves as the foundation for the Village's financial planning and control. All departments of the Village are required to submit their budget requests to the Village Manager on or before January 31 of each year. The Village Manager and staff use these requests as the starting point for developing a proposed budget which will match anticipated revenues. The Village Manager then presents the Manager's Proposed Budget to the Village Board throughout January, February and March of each year. The Village Board is required to hold a public hearing on the proposed budget and to adopt a final budget no later than April 30 of each year; the close of the Village's previous fiscal year.

Major Initiatives

The Village staff, following specific goals of the Village Board and the Village Manager, has been involved in a variety of projects throughout the year; projects which reflect the Village's commitment to ensuring that its citizens are provided cost effective and quality services.

Examples of some of these projects are as follows:

Accomplishments

A Downtown Planning Study was completed by a consultant team led by Land Vision, Inc. that created a strategic action plan to enhance downtown Algonquin as a walkable, mixed-use business district. The plan was funded through a \$90,000 grant the Village received from the Chicago Metropolitan Agency for Planning. The plan calls for increased density and retail/restaurant uses, while increasing recreational opportunities along the Fox River.

The Algonquin Police Department received their accreditation through the Illinois Association of Chiefs of Police in April 2013. The Illinois Law Enforcement Accreditation Program (ILEAP) is the ongoing process whereby law enforcement agencies throughout the State of Illinois evaluate policy and procedures against established criteria. These criterion are then verified by an independent and authoritative body, the Illinois Law Enforcement Accreditation Council.

In February 2013, Algonquin hired Tim Schloneger as its next Village Manager, replacing William Ganek who announced his retirement in 2012. The Village Board outlined economic development, transportation, downtown revitalization, and financial management as priorities for the next Village Manager during their recruitment process. Schloneger has previously held municipal positions in the Illinois communities of Lockport, Lemont, and Romeoville.

In July 2013, Standard and Poors rating agency affirmed the Village's rating of AA+ with stable outlook. This affirmation is credited to the Village's very strong financial position and strong retail and economic base.

In 2012, the Village of Algonquin constructed a fiber optic network to connect its two primary operating facilities (Village Hall and Public Works Facility). This new network offers greater operating efficiencies through its enhanced bandwidth connectivity, while providing the necessary redundancy to provide operations with a 99.9% uptime.

Outlook for 2013-2014

The Illinois Department of Transportation continues work on the Illinois Route 31 Western Bypass in Algonquin, which began in September 2012. The \$33.3 million project includes the construction of 2.11 miles of a four-lane divided highway, diamond interchange, four new bridges, retaining walls, and noise abatement improvements, which are scheduled for completion in fall 2014.

Phase II engineering on the Randall Road Pedestrian Bridge is occurring in 2013, with construction scheduled to begin in 2014. This project constructs a pedestrian bridge over the five-lane cross section of Randall Road near the intersection of Huntington Drive/Bunker Hill Drive. This project is 80 percent federally funded, with an additional 10 percent funding being provided by McHenry County. The project is expected to be completed in 2015.

Several investments in technology infrastructure are scheduled for 2014. A primary server will be replaced and upgraded to maintain compatibility with current hardware and operation software. This expenditure will provide improved performance, security, and failover redundancy to ensure maximum uptime. Additionally, the police department has upgraded its in-squad camera system for its entire squad fleet. The new system is digital and features multiple direction cameras.

Factors Affecting Financial Condition

The information presented in the financial statements is perhaps best understood when it is considered from the broader perspective of the specific environment within which the Village operates.

Local Economy

The Village's experience in the local economy indicates that unemployment in Algonquin continues at a high level with a July 2013 report of 8.5% which is higher than the same period last year (8.2%) but less than July 2011 (9.2%). By comparison, the State of Illinois and McHenry County July 2013 rates were 9.6% and 8.3%, respectively, and 9.3% and 8.3%, respectively, for the period of July 2012.

On the positive side, a major revenue source, state shared income/use tax, continues to experience increases in the state's per capita distribution rate as the rate for FY13 increased 9.7% for the year following increases of 8.4% and 5.0% for FY12 and FY11, respectively. These increases followed a two year decline. The village's cash position improved in 2013 as the state reduced the slow distribution of income taxes from four months to two months. That said, the statewide economy continues to impact Village finances as evidenced by the state's continued slow distribution of income tax allocations (two months in arrears as of April 2013 and four months as of April 2012) which unfavorably impacts our cash position and investment income.

The major industry in the Village is retail sales and the state shared sales tax revenue is the Village's primary revenue source. Perhaps reflecting the higher unemployment rate, the shared sales tax collections for FY13 were down 1.0% from FY12 which had improved 6.4% in the prior year.

The 2012 assessed property values in the Village decreased 9.6% which follows reductions of 8.9% and 6.9% for 2011 and 2010, respectively. Residential property values have decreased slightly more than commercial values in all of those years. As a home rule community, however, the Village's Tax Levy is not subject to the PTEL reduction of taxes and collection is reasonably assured since the County Treasurers have tax sales for unpaid tax bills.

Building permit revenues exceeded budget by \$385,000 due to the unexpected construction of apartment buildings in the Village. Overall, operating results in the General Fund were positive as revenues exceeded budget by 3.8% and expenditures were 2.5% less than budget.

Debt Administration

As of April 30, 2013, the Village had three outstanding debt issues, all of which were general obligation bonds. Outstanding at year end were \$12,480,000 for general obligation bonds. Continuing its practice, the Village abated \$1.65 million dollars of the 2012 Tax Levy for debt service. Under current state statutes, the Village has no legal debt limit on general obligation debt.

Long-Term Financial Planning

The Village is considering a current refunding of Bond Series 2005A and 2005B which have call dates of April 1, 2014. With favorable interest rates, a new bond issue could be sold in early 2014 which could save the Village approximately \$700,000 in interest costs over the remaining life of the existing bonds. In other financial actions, the Village continues to use the Home Rule Sales Tax of .75% for infrastructure and capital purposes. Those funds, together with existing dedicated revenues, strengthen the Village preference of a "pay as you go" philosophy in financing capital projects. The capital improvement program for street and infrastructure improvements is managed from five capital project funds (Motor Fuel Tax, Street Improvement, Park Fund, Water & Sewer Improvement and Construction, and Village Construction). With the exception of bonds issued for the financing of the Wastewater Treatment Plant Expansion (2005) and Public Works Facility (2002), the Village has been able to follow the "pay as you go" financing policy for the past decade. The Village annually abates debt service for the General Obligation Bonds and we expect to do so again this year. Debt service for the existing bonds is being financed via the use of sales tax and home rule sales tax revenues.

Cash Management

Recent Federal Reserve policy announcements indicated that near-zero short-term federal funds rate would continue until late-2014. This interest rate policy has severely impacted Village investment returns on certificates of deposit and State Investment Pools. As a result, the Village has invested a portion of the surplus cash in fixed income securities as an alternative investment. Investment grade fixed income securities with an average life of less than three years are approved for investment. This includes corporate bonds since the Village has Home Rule status. The maturities of investments now range from being immediately accessible (Illinois Funds and IMET Convenience Fund), 90 days to two years (Certificates of Deposit), and up to 3 years (IMET and the Fixed Income Investments). Investment income includes market appreciation in the fair value of investments.

The Police Pension Fund is permitted to invest in equities as well as fixed income bonds with longer maturities. Yields from these assets for the year ended April 30, 2013, were 8.07% reflecting continued recovery from the 2008 turmoil.

Pension Benefits

Pension costs in the state of Illinois continue to receive considerable publicity since the funding level of state pension funds is unfavorable following years of pension payment "holidays" by the state. The Village sponsors a single-employer defined benefit pension plan for its police officers. Each year, an independent actuary engaged by the Village and the pension plan calculates the amount of the annual contribution that the Village must make to the pension plan to ensure that the plan will be able to fully meet its obligations to retired employees on a timely basis. As a matter of policy, the Village fully funds each year's annual required contribution to the pension plan as determined by the actuary. As a result of the Village's conservative funding policy, the Village has succeeded as of April 30, 2013, in funding 56.0% of the actuarial accrued liabilities. The actuarial valuation as stated in this report for FY2013, determined that the net contribution due from the Village is \$1,178,898. The remaining unfunded amount is being systematically funded over 20 years as part of the annual required contribution calculated by the actuary.

The Village also provides pension benefits for its non-public safety employees. These benefits are provided through a statewide plan managed by the Illinois Municipal Retirement Plan (IMRF). The Village has no obligation in connection with employee benefits offered through this plan beyond its contractual payments to IMRF. Additional information on the Village's pension arrangements can be found in Note 9 in the financial statements.

Awards & Acknowledgments

The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Village of Algonquin for its Comprehensive Annual Financial Report (CAFR) for the fiscal year ended April 30, 2012. This was the ninth year that the Village has received this prestigious award. In order to be awarded a Certificate of Achievement, the Village published an easily readable and efficiently organized CAFR. This report satisfied both generally accounting principles and applicable legal requirements.

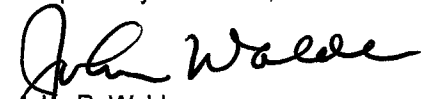
The Village also received the GFOA's Award for Distinguished Budget Presentation for its 2013 budget document. This was the ninth year the Village has received this prestigious award. In order to receive this award, a government must publish a budget document that meets program criteria as a policy document, as an operations guide, as a financial plan, and as a communications device.

A Certificate of Achievement is valid for a period of one year only. We believe that the 2013 CAFR continues to meet the Certificate of Achievement Program requirements and we are submitting the report to the GFOA to determine its eligibility for another award.

The preparation of this report could not have been accomplished without the efficient and dedicated services of the entire staff of the Finance Department. I would like to express my appreciation especially to Susan Skillman, Assistant Finance Director, and Jodie Proschwitz, Accountant, and all other members of the department who assisted and contributed to the preparation of this report.

In closing, I would like to thank the Village President, Board of Trustees and Village Manager for their unfailing support for maintaining the highest standards of professionalism in the management of the Village of Algonquin's Finances.

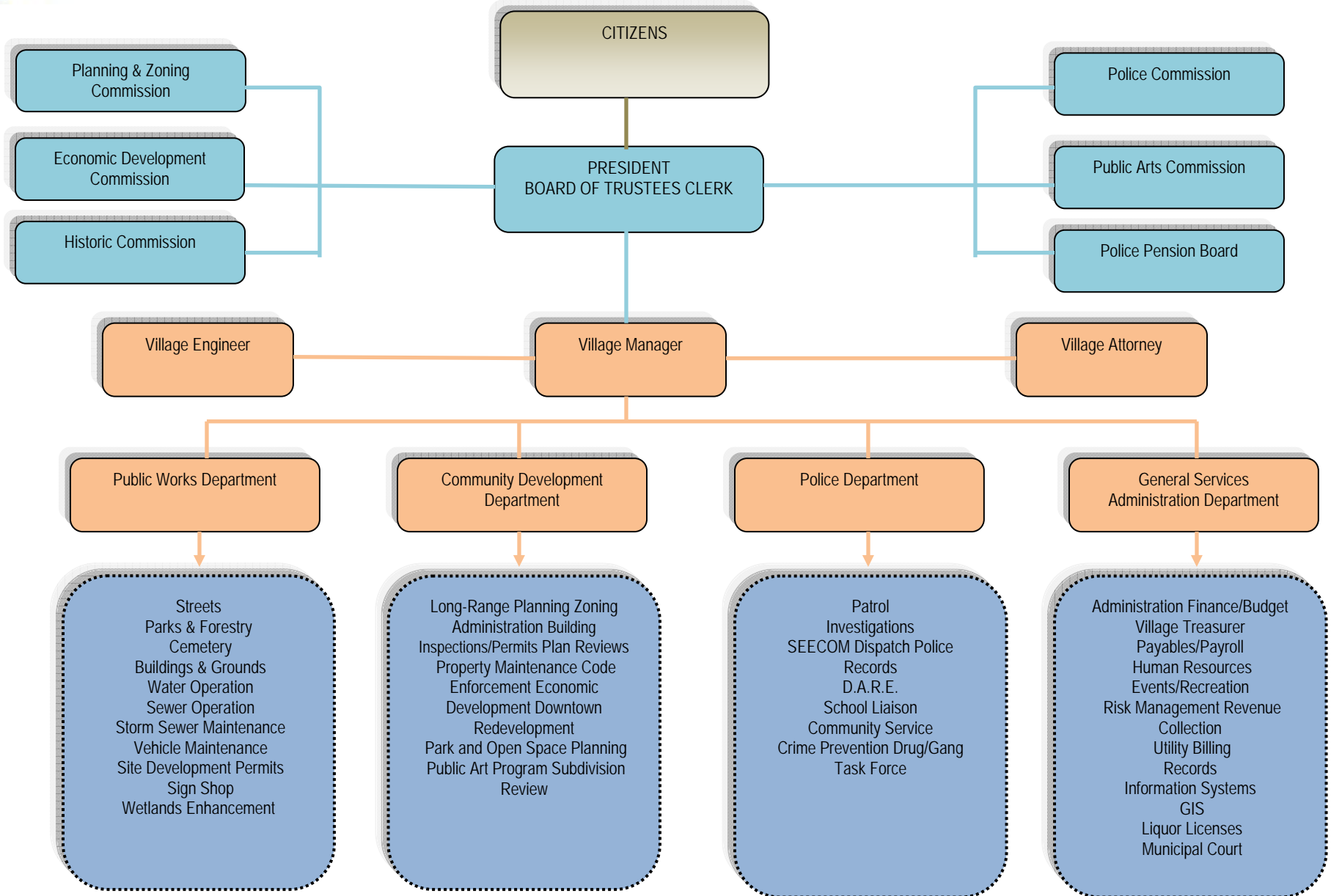
Respectfully submitted,



John R. Walde
Finance Director



VILLAGE OF ALGONQUIN
2013-2014 ORGANIZATION CHART





Government Finance Officers Association

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

Presented to

**Village of Algonquin
Illinois**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

April 30, 2012

Executive Director/CEO

INDEPENDENT AUDITOR'S REPORT



Independent Auditor's Report

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

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Village of Algonquin, Illinois, as of and for the year ended April 30, 2013, and the related notes to the financial statements, which collectively comprise the Village's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Village of Algonquin, Illinois, as of April 30, 2013, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information:

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis (pages 3 - 13), budgetary comparison information (page 57), and pension and OPEB information (pages 58 - 60) be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information:

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Village's basic financial statements. The Supplemental Information (pages 62-99), and the Introductory and Statistical sections are presented for purposes of additional analysis and are not a required part of the basic financial statements.

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

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

McGladrey LLP

Schaumburg, Illinois
September 24, 2013

**Village of Algonquin, Illinois
Management's Discussion and Analysis
April 30, 2013**

The Village of Algonquin's (the "Village") management discussion and analysis (MD&A) is designed to (1) assist the reader in focusing on significant financial issues, (2) provide an overview of the Village's financial activity, (3) identify changes in the Village's financial position (its ability to address the next and subsequent year challenges), (4) identify any material deviations from the financial plan (the approved budget), and (5) identify individual fund issues or concerns.

Since the Management's Discussion and Analysis (MD&A) is designed to focus on the current year's activities, resulting changes and currently known facts, please read it in conjunction with the Transmittal Letter (beginning on page vi) and the Village's financial statements (beginning on page 14).

Financial Highlights

- The Village's net position increased by \$7.6 million (or 2.8%) from FY12 to \$270.5 million.
- The governmental activities net position increased by \$6.8 million (or 3.4%) from FY12 to \$201.4 million.
- The business type activities net position increased by \$.8 million (or 1.2%) from FY12 to \$69.1 million.
- The total revenues of all governmental activity programs increased by \$3.2 million and expenses decreased \$.6 million from FY12.
- The total revenues of business-type activity programs increased by \$1.6 million and expenses increased \$.2 million from FY12.
- The total amount of all Village expenses decreased by \$.4 million (or 1.4%).
- The Village's general fund balance increased by \$1.4 million from FY12.
- The Village's general fund actual revenues were over budget by \$.6 million and actual expenditures were under the budgeted amounts by \$.6 million.
- The Village's capital assets increased by \$.8 million to \$246.25 million in FY13.

USING THE FINANCIAL SECTION OF THIS COMPREHENSIVE ANNUAL REPORT

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

Government-Wide Financial Statements

The government-wide financial statements (see pages 14-17) are designed to be corporate-like in that all governmental and business-type activities are consolidated into columns which add to a total for the Primary Government. The focus of the Statement of Net Position (the "Unrestricted Net Position") is designed to be similar to bottom line results for the Village and its governmental and business-type activities. This statement combines and consolidates the governmental fund's current financial resources (short-term spendable resources) with capital assets and long term obligations using the accrual basis of accounting and economic resources measurement focus.

The Statement of Activities (see pages 16-17) is focused on both the gross and net cost of various activities (including governmental and business-type), which are supported by the government's general taxes and other resources. This is intended to summarize and simplify the user's analysis of the cost of various governmental services and/or subsidy to various business-type activities.

**Village of Algonquin, Illinois
Management's Discussion and Analysis
April 30, 2013**

The Governmental Activities reflect the Village's basic services, including public safety, public works, and general government. Shared state sales tax, home rule sales tax, local utility and shared state income taxes finance the majority of these services. The Business-type Activities reflect private sector type operations (Water and Sewer), where the fee for service typically covers all or most of the cost of operation, including depreciation.

Fund Financial Statements

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

The Governmental Major Funds (see pages 18-21) presentation is presented on a sources and uses of liquid resources basis. This is the manner in which the financial plan (the budget) is typically developed. The flow and availability of liquid resources is a clear and appropriate focus of any analysis of a government. Funds are established for various purposes and the Fund Financial Statements allow the demonstration of sources and uses and/or budgeting compliance associated therewith.

The Fund Financial Statements also allow the government to address its Fiduciary Funds (Police Pension and Developer Deposits, see pages 27 and 28). The Police Pension Fund (a pension trust fund) represents trust responsibilities of the Village. These assets are restricted in purpose and do not represent discretionary assets of the government. The Developer Deposit Fund (an agency fund), reports refundable deposits received from developers. Therefore, the assets in these two funds are not presented as part of the Government-Wide Financial Statements.

While the Business-type Activities column on the Business-type Fund Financial Statements (see pages 22-26) is the same as the Business-type column on the Government-Wide Financial Statement, the Governmental Major Funds Total column requires a reconciliation because of the different measurement focus (current financial resources versus total economic resources) which is reflected on the page following each statement (see pages 19 and 21). The flow of current financial resources will reflect bond proceeds and interfund transfers as other financial sources as well as capital expenditures and bond principal payments as expenditures. The reconciliation will eliminate these transactions and incorporate the capital assets and long-term obligation (bonds and others) into the Governmental Activities column (in the Government-wide statements).

Infrastructure Assets

Historically, a government's largest group of assets (infrastructure assets – i.e., land, streets, bridges, storm sewers, etc.) have not been reported nor depreciated in governmental financial statements. This statement requires that these assets be valued and reported within the Governmental column of the Government-wide Statements. Additionally, the government must elect to either (1) depreciate these assets over their estimated useful life or (2) develop a system of asset management designed to maintain the service delivery potential to near perpetuity. The Village has chosen to depreciate assets over their useful lives. If a street project is considered maintenance – a recurring cost that does not extend the street's original useful life or expand its capacity – the cost of the project will be expensed. An "overlay" of a street will be considered maintenance whereas a "rebuild" of a street will be capitalized.

GOVERNMENT-WIDE STATEMENTS

Statement of Net Position

The Village's combined net position increased by \$7.7 million from FY12 – increasing from \$262.9 million to \$270.6 million. The following analysis will look at net position and net expenses of the governmental and business-type activities separately. The total net position for the governmental activities increased \$6.9 million from \$194.6 million to \$201.5 million. The business-type activities net position increased by \$.8 million from \$68.3 million to \$69.1 million. Table 1 reflects the condensed Statement of Net Position compared to FY12. Table 2 will focus on the changes in net position of the governmental and business-type activities. A detailed analysis of the changes can be found in the section for Current Year Impacts on page 6.

Table 1
Statement of Net Position
As of April 30, 2013 and 2012
(in millions)

	Governmental Activities		Business-Type Activities		Total Primary Government	
	2013	2012	2013	2012	2013	2012
Current and other assets	\$ 31.8	\$ 29.0	\$ 14.7	\$ 11.0	\$ 46.5	\$ 40.0
Capital assets	182.9	178.8	63.3	66.6	246.2	245.4
Total assets	214.7	207.8	78.0	77.6	292.7	285.4
Long-term liabilities	4.1	4.7	7.8	8.3	11.9	13.0
Other liabilities	9.1	8.5	1.1	0.9	10.2	9.4
Total liabilities	13.2	13.2	8.9	9.2	22.1	22.4
Net Position:						
Net investment in capital assets	181.7	177.0	55.1	57.9	236.8	234.9
Restricted	1.9	2.3	0.8	1.5	2.7	3.8
Unrestricted	17.9	15.3	13.2	8.9	31.1	24.2
Total net position	\$ 201.5	\$ 194.6	\$ 69.1	\$ 68.3	\$ 270.6	\$ 262.9

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

Normal Impacts

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

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

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

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

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

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

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

Current Year Impacts

The Village's \$7.7 million increase of combined net position (which is the Village's bottom line) was the result of the governmental activities net position increasing by \$6.9 million and the business-type activities increasing by \$.8 million.

The governmental activities total assets increased by \$6.9 million and the governmental activities total liabilities was unchanged. The total assets increase of \$6.9 million was a result of an increase of \$2.8 million in current and other assets and an increase of \$4.1 million in capital assets. The increase in current and other assets was due mainly to an operations surplus of \$1.9 million in the General Fund as revenues exceeded expenditures by that amount. The increase in capital assets of \$4.1 million was due mainly to increases of \$.5 million in land, \$1.0 million in other improvements, and \$3.6 million in streets, storm and bridge improvements. This was offset by decreases of \$.4 million in construction in progress, \$.3 million in vehicles and equipment, and \$.3 million in buildings. The increase in capital assets was due mainly to developer donations of infrastructure projects.

The governmental activities total liabilities remained unchanged. There was a decrease of \$.6 million in noncurrent liabilities due to bond principal repayments, and an increase of \$.6 million in current liabilities due mainly to an increase in accounts payable. The State of Illinois reduced the amount due to the Village of Algonquin by \$400,000 during FY13.

The net position of the business-type activities increased by \$.8 million from \$68.3 million to \$69.1 million. Total assets of the business-type activities increased by \$.4 million from \$77.6 to \$78.0 million. The total assets increase of \$.4 million was a result of an increase of current and other assets of \$3.7 million and a decrease in capital assets of \$3.3 million. The capital asset decrease of \$3.3 million in the business-type activities occurred mainly as a result of decreases in water and sewer improvements of \$2.9 million, and \$.4 million in buildings. The overall decrease was due mainly to capital assets depreciation. The increase in current assets of \$3.7 million was mainly due to an increase in cash and investments. Operating revenues exceeded operating expenses (before depreciation) during FY 13 which added a net surplus of \$3.0 million.

Total liabilities of the business-type activities decreased by \$.3 million from \$9.2 million to \$8.9 million. The long term liabilities decreased by \$.5 million due to the decrease of G.O. Bonds Payable for the wastewater treatment plant expansion. This was set off by a \$.2 million increase in other liabilities due to slight increases in accounts payable.

Village of Algonquin, Illinois
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Changes in Net Position

The following chart compares the revenue and expenses for the current and prior fiscal year.

Table 2
Changes in Net Position
For the Fiscal Years Ended April 30, 2013 and 2012
(in millions)

Revenue	Governmental Activities		Business-Type Activities		Total Primary Government	
	2013	2012	2013	2012	2013	2012
Program Revenues						
Charges for Service	\$ 2.5	\$ 1.9	\$ 7.8	\$ 5.6	\$ 10.3	\$ 7.5
Operating Grants/Contributions	1.3	1.3	-	0.1	1.3	1.4
Capital Grants/Contributions	4.1	1.8	-	-	4.1	1.8
General Revenue						
Property	5.9	6.0	-	-	5.9	6.0
Other taxes	3.9	3.6	1.7	2.2	5.6	5.8
Other	10.8	10.6	-	-	10.8	10.6
Total Revenue	28.5	25.2	9.5	7.9	38.0	33.1
Expenses						
Governmental Activities						
General Government	4.7	4.7	-	-	4.7	4.7
Public Safety	8.7	8.3	-	-	8.7	8.3
Public Works	8.0	8.9	-	-	8.0	8.9
Interest	0.2	0.3	-	-	0.2	0.3
Business Type						
Water and Sewer	-	-	8.7	8.5	8.7	8.5
Total Expenses	21.6	22.2	8.7	8.5	30.3	30.7
Change in Net Position	6.9	3.0	0.8	(0.6)	7.7	2.4
Net position - beginning	194.6	191.6	68.3	68.9	262.9	260.5
Net position - ending	\$ 201.5	\$ 194.6	\$ 69.1	\$ 68.3	\$ 270.6	\$ 262.9

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

Normal Impacts

Revenues:

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

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

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

Market Impacts on Investment income – the Village's investment portfolio is managed using a similar average maturity to most governments. Market conditions may cause investment income to fluctuate.

Expenses:

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

Increase in Authorized Personnel – changes in service demand may cause the Village Board to increase/decrease authorized staffing. Staffing costs (salary and related benefits) represent 60.0% of the Village's operating costs.

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

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

Governmental Activities

Revenue:

Total revenues for Governmental Activities increased \$3.3 million from \$25.2 million to \$28.5 million. An increase of \$2.3 million in capital grants/contributions, \$.6 million in charges for services, \$.5 million in home rule sales tax, and \$.3 million in income and use tax were offset by decreases of \$.1 million in property tax, \$.2 million in telecommunication tax, and \$.1 million in sales tax. The \$2.3 million increase in capital grants/contributions was due to a capital asset donation relating to a completed street project that received state/federal funding. The increase of \$.6 million in charges for services was due to an increase in building permit and developer fees for a large apartment complex during FY 13. The increase of \$.5 million in home rule sales tax was due to an increase in the allocation percentage from 40% to 50% of collections in FY13. The \$.3 million increase in income and use taxes were due to a distribution percentage increase from the state. These increases were offset by a slight decrease in property, telecommunication, and sales taxes.

The Village has a diversified revenue structure and depends on several key revenue sources to help pay for the services provided. The Village's general fund property tax levy of \$5.9 million decreased \$.1 million from FY12 to FY13. The Village attempts to maintain its property tax level and capture new revenues from growth. Due to recent downturns in the housing market and continuing foreclosures, the Village's EAV decreased by approximately 10% from FY12 to FY13. The Village's property tax rate was .5642 in 2011 and .6208 in 2012.

In the general government, state shared income and use tax per capita revenues increased 9.1% from FY12 to FY13. Utility tax revenues had a slight increase and sales tax decreased 1.5%. Telecommunication tax is collected and distributed by the State of Illinois; receipts decreased approximately 28% from FY12 to FY13 as there was a lump sum collection in FY12 that was not continuous.

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General fund building permits increased by 131% due to one major apartment complex development in the Village. Otherwise, building permits are still at depressed levels due to the continued soft economy and lack of development.

Capital contributions increased by \$2.3 million from \$1.8 million in FY 12 to \$4.1 million in FY13. This was due mainly to increases in capital asset donations for street improvements during FY13.

Expenses:

The Village's governmental activities total expenses decreased \$.6 million for FY13.

The Village's General Government function expenses remained constant.

Public Safety expenses increased \$.4 million from \$8.3 million to \$8.7 million. The Public Safety expenses increased mainly due to personnel costs.

Public Works expenses decreased \$.9 million from \$8.9 million to \$8.0 million due to a decrease in capital maintenance.

Business-type Activities

Revenue:

Total revenues for Business-type Activities increased \$1.6 million from \$7.9 million to \$9.5 million. Charges for services increased by \$2.2 million. There was a \$.7 million increase in water and sewer fees due to scheduled rate increases. There was a \$1.5 million increase in connection fees from an apartment complex development during FY13. These increases were offset by a decrease of \$.5 million in home rule sales tax due to a reduction in the allocation percentage to the water and sewer fund from 60% to 50% during FY13.

Expenses:

The Village's Business-type Activities total expenses increased \$.2 million from \$8.5 million to \$8.7 million. The increase was mainly due to increases in personnel and maintenance expenses during FY13.

FINANCIAL ANALYSIS OF THE VILLAGE'S FUNDS

Governmental Funds

At April 30, 2013, the governmental funds (as presented on the balance sheet on page 18) reported a combined fund balance of \$22.6 million or an increase of 8% from \$20.7 million at the beginning of the year. Of the total fund balance, \$14.5 million is unassigned indicating availability for continuing Village services. The net increase in the Fund Balance of Governmental Funds was due to an increase of \$2.4 million in total assets and an increase of \$.5 million in total liabilities.

The increase of \$2.4 million in total assets consisted of a combined increase of \$2.4 million in cash and equivalents and investments from the operating surplus. Receivables fluctuated with an increase of \$.5 million in other receivables, and an increase of \$.3 in developer fees. These were offset with a decrease of \$.5 million in other taxes, and \$.3 million in due from other funds which was repaid in FY13. There was a \$.5 million increase in total liabilities due mainly to a \$.5 million increase in accounts payable.

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The general fund total fund balance increased \$1.4 million from \$13.3 million in FY12 to \$14.7 million in FY13. General fund assets had a net increase of \$1.4 million which included an increase of \$2.4 million in investments attributable to the operating surplus, and \$.2 in developer fees. The increases were offset by decreases of \$.5 million in cash and investments, and \$.4 million in other taxes, and \$.3 million in due from other funds. General Fund liabilities remained unchanged from FY12 to FY13.

The street fund total fund balance increased \$.8 million from \$4.2 million in FY12 to \$5.0 million in FY13. Assets increased \$1.4 million from FY12 to FY13. This included increases in investments of \$1.4 million, and other receivables of \$.5 million. These were offset by decreases of \$.4 million in cash and cash equivalents, and \$.1 million in other taxes. Liabilities increased \$.6 million from FY12 to FY13 due to increases in accounts payable of \$.6 million.

General Fund Budgetary Highlights

Below is a table that reflects the budget and the actual revenues and expenditures for the General Fund. More information can be found on the schedule of revenues, expenditures and changes in fund balance – budget and actual on page 57. Actual spending was \$.6 million less than the budget which was due to actual expenses less than budget of \$.2 million in general government, \$.2 million in public safety, and \$.2 million in public works.

Due to the uncertainty with the economy, and the state's discussions relating to decreasing municipal income tax payments, management continued to challenge departments to decrease their budgeted expenditures during FY13. This resulted in savings in the various general fund departments.

The \$.2 million savings in general government expenses was due to savings in both administration and community development contractual services. Expenses were under budget in professional services and legal expenses in both administration and community development.

The \$.2 million savings in public safety expenses was due mainly to personnel savings. This savings resulted from a decrease in salaries due to a vacant position for part of the year and a decrease in overtime expense.

The \$.2 million savings in public works expenses was due to savings in personnel within public works administration, streets, and park departments as well as contractual services in the street department. The savings in personnel was decreases of \$.1 million in salaries and insurance due to personnel leaving and not being replaced immediately. Contractual services had savings of \$.1 million mainly for electric in the streets departments.

**Table 3
General Fund Budgetary Highlights
(in millions)**

General Fund	Original Budget	Amended Budget	Actual
Revenues			
Taxes	\$ 16.628	\$ 16.628	\$ 16.826
Intergovernmental	0.245	0.327	0.381
Other	1.450	1.453	1.820
Total	\$ 18.323	\$ 18.408	\$ 19.027
Expenditures and Transfers			
Expenditures	\$ 17.590	\$ 17.717	\$ 17.142
Transfers	0.811	0.811	0.579
Total	18.401	18.528	17.721
Change in Fund Balance	\$ (0.078)	\$ (0.120)	\$ 1.306

**Village of Algonquin, Illinois
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Capital Assets

At the end of fiscal year 2013, the Village had a combined total of capital assets of \$246.25 million invested in a broad range of capital assets including land, buildings, vehicles, streets, bridges, storm sewers, water mains and sanitary sewer lines. (See Table 4 below.) This amount represents a net increase (including additions and deletions) of \$.8 million.

Major capital asset events during the current fiscal year included the following:

- Reconstruction of Edgewood Drive for \$2.7 million
- Construction of Edgewood Drive Bike Path/Culvert/Creek/Bridge for \$1.5 million
- Developer Donation of Compton Drive for \$1.2 million
- Developer Donation of Creek's Crossing subdivision streets, for \$.9 million
- Developer Donation of Becky Lynn Lane for \$.9 million.

**Table 4
Capital Assets at Year-End
Net of Depreciation
(in millions)**

	Governmental Activities		Business-Type Activities		Total Primary Government	
	2013	2012	2013	2012	2013	2012
Land	\$ 94.57	\$ 94.05	\$ 3.64	\$ 3.64	\$ 98.21	\$ 97.69
Construction in Progress	0.57	0.96	0.41	0.45	0.98	1.41
Buildings	11.54	11.86	13.34	13.69	24.88	25.55
Vehicles and Equipment	0.95	1.20	0.11	0.11	1.06	1.31
Improvements other than Building	8.96	7.99	-	-	8.96	7.99
Streets/Storm Sewers/ Bridges	66.35	62.78	-	-	66.35	62.78
Water and Sewer		-	45.81	48.71	45.81	48.71
Total	\$ 182.94	\$ 178.84	\$ 63.31	\$ 66.60	\$ 246.25	\$ 245.44

The following reconciliation summarizes the changes in Capital Assets which is presented in detail on pages 41-42 of the Notes.

Table 5
Change in Capital Assets
(in millions)

	Governmental	Business-Type	Total
	Activities	Activities	
Beginning Balance	\$ 178.84	\$ 66.60	\$ 245.44
Additions			
Depreciable	7.93	0.25	8.18
Non-Depreciation	0.52	-	0.52
Construction in Progress	4.26	0.14	4.40
Retirements			
Depreciable	(0.59)	(0.05)	(0.64)
Non-Depreciation	-	-	-
Construction in Progress	(4.65)	(0.19)	(4.84)
Depreciation	(3.94)	(3.49)	(7.43)
Retirement	0.57	0.05	0.62
Ending Balance	\$ 182.94	\$ 63.31	\$ 246.25

The Governmental Activities net increase of \$4.1 million in net capital assets was due mainly to a net increase noted in land (\$.5 million); other improvements (\$1.1 million); and streets/storm sewers/bridges (\$3.5 million). This was offset with a decrease in construction in progress (\$.4 million); buildings (\$.3 million); and vehicles and equipment (\$.3 million). Besides the reduction in construction in progress, the decreases were due to normal depreciation expense. Construction in progress decreased due to the fact that there were various projects that were completed by fiscal year end.

The Business-type Activities net decrease of \$3.3 million in net capital assets was due mainly to a net decrease noted in buildings (\$.4 million), and water and sewer improvements (\$2.9 million). The decreases were due to normal depreciation expense.

Debt Outstanding

Since the mid 1990's, the Village of Algonquin has followed a financial policy of preferring a "pay-as-you-go" philosophy to funding capital projects. Exceptions to this philosophy had been bonds issued to pay for the construction of the Village Hall in 1995-1996 and the Public Works Facility in 2002-2003. In December 2005, the Village authorized Bond Series 2005A in the amount of \$9,000,000 to partially finance the expansion of Phase 6 of the Wastewater Treatment Plant. Bond Series 2005B was issued in the amount of \$2,935,000 to refund Series 2002B. The Village has established the following five funds to accumulate monies over time to systematically construct and/or replace major assets: Motor Fuel Tax, Street Improvement, Parks, Water and Sewer Improvement and Extension, and the Village Expansion Fund. The current Home Rule Sales Tax of .75% was allocated as an additional revenue source for capital and infrastructure such as the expansion of the Wastewater Treatment Plant which assists in the "pay as you go" philosophy. In FY13, 50% of the Home Rule Sales Tax was allocated to the Street Improvement Fund with 50% allocated to the Water and Sewer Improvement and Extension for infrastructure improvements and assistance with debt service.

The Village currently has three general obligation bond series. A total of \$12.48 million of general obligation bonds were outstanding at April 30, 2013. Two of the current bond series were issued to refund previous issues.

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The Village, under its home rule authority, does not have a legal debt limit. The Village does not expect to issue another new bond for construction in the next few years. The Village is considering refunding Bond Series 2005A and Series 2005B next fiscal year to reduce interest costs.

Additional information concerning long-term debt can be found in Note (5).

Economic Factors

The Village will continue to rely on sales tax and property taxes until the state economy improves and the state is able to operate a balanced budget without impairing local governments. The Village has slightly reduced the property tax levy in recent years, and the property tax rate has increased due to the decrease in the Village's EAV. The Village did experience the loss of some retail stores and restaurants during the fiscal year; however, several have been replaced with new tenants during FY13. The financial condition of the State government has continued to have a negative effect on the Village of Algonquin during the past few years. State shared revenues (state income tax and use tax) had been reduced from 2000 levels on a per-capita basis until FY05. State shared allocations then increased approximately 36% during the next three years, but began to soften in FY09. Since FY09, state distributions to local governments have been late and distributions were two months in arrears at FY13. Despite the uncertainty, the FY13 state income tax and use tax increased by 9.6% from FY12 primarily due to an increase in the per capita of 8.4%. Current estimates indicate that the 2013 per-capita allocations will increase slightly in FY14.

Construction in the local housing market is stagnant as indicated by a lack of permits for commercial and residential construction. The Village did have a developer begin construction on an apartment complex in the Village during FY13. The Village's growth in sales tax revenues, EAV, and property tax receipts was consistent in the past decade until the state and local economies began to slow in FY09. Recently, sales tax revenues have increased year to year while property equalized assessments decreased. The property tax receipts decreased slightly from FY12 to FY13.

The Village's population decreased to 30,046 with the 2010 Census (down from 30,482 reported in the 2007 Special Census). The Village has been able to budget for stable property tax receipts due to its status as a Home Rule Community.

CONTACTING THE VILLAGE'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, customers, investors and creditors with a general overview of the Village's finances and to demonstrate the Village's accountability for the money it receives. Questions concerning this report or requests for additional financial information should be directed to John R. Walde, Finance Director, Village of Algonquin, 2200 Harnish Drive, Algonquin, IL 60102.

BASIC FINANCIAL STATEMENTS

Village of Algonquin, Illinois

Statement of Net Position

April 30, 2013

	Governmental Activities	Business-Type Activities	Total
Assets			
Current			
Cash and cash equivalents	\$ 9,802,777	\$ 4,853,731	\$ 14,656,508
Investments	11,052,379	6,240,315	17,292,694
Receivables			
Property taxes	5,507,826	-	5,507,826
Other taxes	3,104,395	-	3,104,395
Intergovernmental	59,671	-	59,671
Accounts	-	1,015,289	1,015,289
Accrued interest	30,861	12,712	43,573
Developer fees	275,448	-	275,448
Other	1,384,317	1,599,130	2,983,447
Inventory	169,272	-	169,272
Prepaid items	128,871	35,549	164,420
Restricted assets - cash and cash equivalents	-	117,715	117,715
Restricted assets - investments	-	754,973	754,973
Total current assets	31,515,817	14,629,414	46,145,231
Noncurrent			
Investment in joint venture	194,411	-	194,411
Net pension asset	19,974	-	19,974
Deferred charges	55,421	43,579	99,000
Capital assets (net of accumulated depreciation)			
Land	94,567,598	3,644,048	98,211,646
Construction in progress	566,138	407,255	973,393
Water and sewer system	-	45,806,346	45,806,346
Buildings	11,543,466	13,339,531	24,882,997
Improvements other than buildings	8,960,831	-	8,960,831
Vehicles and equipment	951,100	110,858	1,061,958
Streets/storm sewers/bridges	66,353,570	-	66,353,570
Total capital assets (net)	182,942,703	63,308,038	246,250,741
Total noncurrent assets	183,212,509	63,351,617	246,369,715
Total assets	\$ 214,728,326	\$ 77,981,031	\$ 292,709,357

See Notes to Financial Statements.

Village of Algonquin, Illinois

Statement of Net Position - Continued
April 30, 2013

	Governmental Activities	Business-Type Activities	Total
Liabilities			
Current			
Accounts payable	\$ 1,938,049	\$ 385,395	\$ 2,323,444
Accrued interest	12,496	27,472	39,968
Unearned revenue - property tax	5,507,827	-	5,507,827
Unearned revenue - other	190,956	-	190,956
Other liabilities	12,541	-	12,541
Compensated absences payable	790,711	122,884	913,595
General obligation bonds payable	620,000	525,000	1,145,000
Total current liabilities	9,072,580	1,060,751	10,133,331
Noncurrent			
Net other post-employment benefit obligation	168,221	-	168,221
Compensated absences payable	404,498	70,256	474,754
General obligation bonds payable, net	3,579,853	7,708,893	11,288,746
Total noncurrent liabilities	4,152,572	7,779,149	11,931,721
Total liabilities	13,225,152	8,839,900	22,065,052
Net Position			
Net investment in capital assets	181,677,850	55,074,145	236,751,995
Restricted for			
Cemetery purposes	278,870	-	278,870
Grant programs	1,581,915	-	1,581,915
Debt service	-	872,688	872,688
Unrestricted	17,964,539	13,194,298	31,158,837
Total net position	\$ 201,503,174	\$ 69,141,131	\$ 270,644,305

See Notes to Financial Statements.

Village of Algonquin, Illinois

Statement of Activities
Year Ended April 30, 2013

Functions/Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Governmental activities				
General government	\$ 4,682,238	\$ 1,470,286	\$ 216,472	\$ -
Public safety	8,668,334	1,022,031	42,638	-
Public works	8,059,774	52,023	1,029,093	4,130,903
Debt service - interest and fees	190,092	-	-	-
Total governmental activities	21,600,438	2,544,340	1,288,203	4,130,903
Business-type activities				
Waterworks and sewerage	8,738,058	7,858,350	-	-
Total	\$ 30,338,496	\$ 10,402,690	\$ 1,288,203	\$ 4,130,903

General revenues
Taxes
 Property
 Personal property replacement
 Home rule sales tax
 Utility
 Telecommunications
 Hotel
Intergovernmental (unrestricted)
 Sales
 Income and use
Franchise fees
Investment income
Miscellaneous
 Total general revenues

Change in net position

Net position - beginning

Net position - ending

See Notes to Financial Statements.

Net (Expense), Revenue and Changes in Net Position

Governmental Activities	Business-Type Activities	Total
\$ (2,995,480)	\$ -	\$ (2,995,480)
(7,603,665)	-	(7,603,665)
(2,847,755)	-	(2,847,755)
(190,092)	-	(190,092)
<u>(13,636,992)</u>	<u>-</u>	<u>(13,636,992)</u>
-	(879,708)	(879,708)
<u>(13,636,992)</u>	<u>(879,708)</u>	<u>(14,516,700)</u>
5,904,067	-	5,904,067
55,544	-	55,544
2,100,989	1,665,803	3,766,792
999,135	-	999,135
647,621	-	647,621
51,803	-	51,803
6,922,031	-	6,922,031
3,294,417	-	3,294,417
465,403	-	465,403
74,537	45,222	119,759
17,146	-	17,146
<u>20,532,693</u>	<u>1,711,025</u>	<u>22,243,718</u>
6,895,701	831,317	7,727,018
<u>194,607,473</u>	<u>68,309,814</u>	<u>262,917,287</u>
<u>\$ 201,503,174</u>	<u>\$ 69,141,131</u>	<u>\$ 270,644,305</u>

Village of Algonquin, Illinois

Balance Sheet - Governmental Funds
April 30, 2013

	General Fund	Street Improvement Fund	Nonmajor Governmental Funds	Total Governmental Funds
Assets				
Cash and cash equivalents	\$ 4,162,912	\$ 3,436,217	\$ 2,146,886	\$ 9,746,015
Investments	8,247,072	1,957,827	847,480	11,052,379
Receivables				
Property taxes	5,507,826	-	-	5,507,826
Other taxes	2,915,249	189,146	-	3,104,395
Intergovernmental	-	-	59,671	59,671
Accrued interest	24,282	3,392	3,187	30,861
Developer fees	160,000	-	115,448	275,448
Other	312,472	1,058,636	-	1,371,108
Prepaid items	128,636	-	235	128,871
Total assets	\$ 21,458,449	\$ 6,645,218	\$ 3,172,907	\$ 31,276,574
Liabilities				
Accounts payable	\$ 293,670	\$ 1,383,153	\$ 110,147	\$ 1,786,970
Deferred revenues - property tax	5,507,827	-	-	5,507,827
Deferred revenues - other	939,456	250,250	115,448	1,305,154
Other liabilities	12,541	-	-	12,541
Total liabilities	6,753,494	1,633,403	225,595	8,612,492
Fund Balances				
Nonspendable	128,636	-	235	128,871
Restricted	-	-	1,860,785	1,860,785
Assigned	-	5,011,815	1,086,292	6,098,107
Unassigned	14,576,319	-	-	14,576,319
Total fund balances	14,704,955	5,011,815	2,947,312	22,664,082
Total liabilities and fund balances	\$ 21,458,449	\$ 6,645,218	\$ 3,172,907	\$ 31,276,574

See Notes to Financial Statements.

Village of Algonquin, Illinois

**Reconciliation of the Balance Sheet - Governmental Funds
to the Statement of Net Position**

April 30, 2013

Total fund balances-governmental funds	\$ 22,664,082
Amounts reported for governmental activities in the Statement of Net Position are different because:	
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	182,942,703
Revenues in the Statement of Activities that do not provide current financial resources are deferred in the funds.	1,114,198
An internal service fund is used by management to charge vehicle maintenance costs to individual funds. The assets and liabilities of the internal service fund are included in the governmental activities in the Statement of Net Position.	88,164
Some liabilities reported in the Statement of Net Position do not require the use of current financial resources and, therefore, are not reported as liabilities in governmental funds. These liabilities consist of:	
Accrued interest	(12,496)
Net other post-employment benefit obligation	(168,221)
Compensated absences	(1,195,209)
Unamortized bond premium	(12,138)
Unamortized bond discount	27,285
Unamortized bond issuance costs	55,421
Net pension asset	19,974
Investment in joint venture	194,411
General obligation bonds payable	<u>(4,215,000)</u>
Net position of governmental activities	<u>\$ 201,503,174</u>

See Notes to Financial Statements.

Village of Algonquin, Illinois

Statement of Revenues, Expenditures and Changes in Fund Balances –
 Governmental Funds
 Year Ended April 30, 2013

	General Fund	Street Improvement Fund	Nonmajor Governmental Funds	Total Governmental Funds
Revenues				
Charges for services	\$ 317,738	\$ -	\$ 22,325	\$ 340,063
Licenses and permits	705,734	-	-	705,734
Intergovernmental, grants and contributions	457,228	422,488	1,499,010	2,378,726
Fines, fees and forfeitures	798,921	-	-	798,921
Property taxes	5,904,067	-	-	5,904,067
Other taxes	10,973,901	3,507,884	-	14,481,785
Investment income	54,901	11,281	8,355	74,537
Miscellaneous	75,000	33,750	19,572	128,322
Total revenues	19,287,490	3,975,403	1,549,262	24,812,155
Expenditures				
Current				
General government	4,314,607	-	29,376	4,343,983
Public safety	8,570,284	-	-	8,570,284
Public works	4,413,393	1,664,228	1,408,311	7,485,932
Debt service				
Principal	-	-	590,000	590,000
Interest and fiscal charges	-	-	165,134	165,134
Capital outlay	85,813	1,530,784	138,085	1,754,682
Total expenditures	17,384,097	3,195,012	2,330,906	22,910,015
Excess (deficiency) of revenues over expenditures	1,903,393	780,391	(781,644)	1,902,140
Other financing sources (uses)				
Transfers in	-	-	540,000	540,000
Transfers out	(540,000)	-	-	(540,000)
Total other financing sources (uses)	(540,000)	-	540,000	-
Net change in fund balances	1,363,393	780,391	(241,644)	1,902,140
Fund balances - beginning	13,341,562	4,231,424	3,188,956	20,761,942
Fund balances - ending	\$ 14,704,955	\$ 5,011,815	\$ 2,947,312	\$ 22,664,082

See Notes to Financial Statements.

Village of Algonquin, Illinois

**Reconciliation of the Statement of Revenues, Expenditures and Changes
in Fund Balances of Governmental Funds to the Statement of Activities
Year Ended April 30, 2013**

Net change in fund balances-total governmental funds	\$ 1,902,140
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Amounts reported for governmental activities in the Statement of
Activities are different because:

Governmental funds report capital outlays as expenditures while governmental activities report depreciation expense to allocate those expenditures over the lives of the assets. This is the amount by which capital outlay exceeded depreciation in the current period. (\$4,853,932 current additions less \$3,946,358 depreciation.)	907,574
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Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds.

Change in deferred revenues	330,606
Contributions of capital assets	3,216,915

Bond proceeds are reported as financing sources in governmental funds and thus contribute to the change in fund balance. In the statement of net assets, however, issuing debt increases long-term liabilities and does not affect the statement of activities. Similarly, repayment of principal is an expenditure in the governmental funds but reduces the liability in the statement of net position.

Payment of principal on bonds	590,000
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Some expenses reported in the Statement of Activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds. These activities consist of:

Increase in investment in joint venture	136,463
Increase in net pension asset	(7,895)
Increase in net other post-employment benefit obligation	(42,441)
Increase in compensated absences	(89,865)
Loss on disposal of capital assets	(23,961)
Gain incurred within internal service funds	1,123
Decrease in accrued interest	1,230
Amortization of bond premium, bond discount and issuance costs	(26,188)

Change in net position of governmental activities	<u>\$ 6,895,701</u>
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See Notes to Financial Statements.

Village of Algonquin, Illinois

Statement of Net Position - Proprietary Funds
April 30, 2013

	Business-Type Activities	Governmental Activities
	Waterworks and Sewerage Fund	Internal Service Funds
Assets		
Current		
Cash and cash equivalents	\$ 4,853,731	\$ 56,762
Investments	6,240,315	-
Receivables		
Accounts	1,015,289	13,209
Interest	12,712	-
Other	1,599,130	
Prepaid items	35,549	-
Inventory	-	169,272
Restricted assets - cash and cash equivalents	117,715	-
Restricted assets - investments	754,973	
Total current assets	14,629,414	239,243
Deferred charges	43,579	-
Capital assets (net of accumulated depreciation)		
Land	3,644,048	-
Construction in progress	407,255	-
Water and sewer system	45,806,346	-
Buildings	13,339,531	-
Machinery and equipment	110,858	-
Total noncurrent assets	63,351,617	-
Total assets	\$ 77,981,031	\$ 239,243

See Notes to Financial Statements.

Village of Algonquin, Illinois

Statement of Net Position - Proprietary Funds - Continued
 April 30, 2013

	Business-Type Activities	Governmental Activities
	Waterworks and Sewerage Fund	Internal Service Funds
Liabilities		
Current		
Accounts payable	\$ 385,395	\$ 151,079
Accrued interest	27,472	-
Compensated absences payable	122,884	-
General obligation bonds payable	525,000	-
Total current liabilities	<u>1,060,751</u>	<u>151,079</u>
Noncurrent		
Compensated absences payable	70,256	-
General obligation bonds payable, net	7,708,893	-
Total noncurrent liabilities	<u>7,779,149</u>	<u>-</u>
Total liabilities	<u>8,839,900</u>	<u>151,079</u>
Net Position		
Net investment in capital assets	55,074,145	-
Restricted for debt service	872,688	-
Unrestricted	13,194,298	88,164
Total net position	<u>\$ 69,141,131</u>	<u>\$ 88,164</u>

See Notes to Financial Statements.

Village of Algonquin, Illinois

Statement of Revenues, Expenses and Changes in Net Position - Proprietary Funds
Year Ended April 30, 2013

	Business-Type Activities	Governmental Activities
	Waterworks and Sewerage Fund	Internal Service Funds
Operating revenues		
Charges for services		
Water and sewer revenue	\$ 6,045,155	\$ -
Meter sales	15,150	-
Connection fees	1,608,750	-
Administration fee	89,147	-
Maintenance billings	-	2,089,801
Miscellaneous	100,148	905
Total operating revenues	<u>7,858,350</u>	<u>2,090,706</u>
Operating expenses excluding depreciation	<u>4,892,015</u>	<u>2,089,583</u>
Operating income before depreciation	2,966,335	1,123
Depreciation	<u>3,497,168</u>	-
Operating income (loss)	<u>(530,833)</u>	<u>1,123</u>
Nonoperating revenues (expenses)		
Home rule sales tax	1,665,803	-
Interest income	45,222	-
Interest expense and fiscal agent fees	(346,907)	-
Loss on disposal of capital assets	(1,968)	-
Total nonoperating revenues (expenses)	<u>1,362,150</u>	<u>-</u>
Change in net position	831,317	1,123
Net position - beginning	<u>68,309,814</u>	<u>87,041</u>
Net position - ending	<u>\$ 69,141,131</u>	<u>\$ 88,164</u>

See Notes to Financial Statements.

Village of Algonquin, Illinois

Statement of Cash Flows – Proprietary Funds
Year Ended April 30, 2013

	Business-Type Activities	Governmental Activities
	Waterworks and Sewerage Fund	Internal Service Funds
<hr/>		
Cash flows from operating activities		
Cash received from customers	\$ 6,343,193	\$ -
Cash paid to suppliers	(2,454,746)	(1,309,686)
Cash paid to employees	(2,337,552)	(764,950)
Cash received for interfund services provided	-	2,083,172
Net cash provided by operating activities	<u>1,550,895</u>	<u>8,536</u>
Cash flows from noncapital financing activities		
Home rule sales tax received	<u>1,879,125</u>	-
Net cash flows provided by noncapital financing activities	<u>1,879,125</u>	<u>-</u>
Cash flows from capital and related financing activities		
Acquisition and construction of capital assets	(209,436)	-
Proceeds from sales of capital assets	1,613	-
Interest paid on bonds	(353,118)	-
Principal paid on general obligation bond maturities	(500,000)	-
Net cash flows (used for) capital and related financing activities	<u>(1,060,941)</u>	<u>-</u>
Cash flows from investing activities		
Purchase of investments	(4,753,074)	-
Sale of investments	3,084,319	-
Interest on investments	60,292	-
Net cash flows (used for) investing activities	<u>(1,608,463)</u>	<u>-</u>
Net increase in cash and equivalents	760,616	8,536
Cash and equivalents - beginning	<u>4,210,830</u>	<u>48,226</u>
Cash and equivalents - ending	<u>\$ 4,971,446</u>	<u>\$ 56,762</u>

See Notes to Financial Statements.

Village of Algonquin, Illinois

Statement of Cash Flows – Proprietary Funds - Continued
Year Ended April 30, 2013

	Business-Type Activities	Governmental Activities
	Waterworks and Sewerage Fund	Internal Service Funds
Reconciliation of operating income (loss) to net cash provided by operating activities		
Operating income (loss)	\$ (530,833)	\$ 1,123
Adjustments to reconcile operating income (loss) to net cash provided by operating activities		
Depreciation	3,497,168	-
Changes in assets and liabilities		
Accounts receivable	(1,515,157)	(7,534)
Prepaid items	(4,497)	-
Inventory	-	(43,740)
Accounts payable	84,049	58,687
Compensated absences payable	20,165	-
Total adjustments	2,081,728	7,413
Net cash provided by operating activities	\$ 1,550,895	\$ 8,536

See Notes to Financial Statements.

Village of Algonquin, Illinois

Statement of Fiduciary Net Position
April 30, 2013

	Pension Trust Fund	Agency Fund
Assets		
Cash and cash equivalents	\$ 21,817	\$ 816,606
Investments		
U.S. government securities	3,068,323	-
U.S. agency securities	2,445,690	-
Mutual funds	7,551,613	-
Illinois Funds	2,585	-
Illinois Metropolitan Investment Fund	5,621	-
Money market funds	263,206	-
Municipal and corporate bonds	3,669,554	-
Interest receivable	76,187	-
	<hr/>	<hr/>
Total assets	17,104,596	816,606
Liabilities		
Deposits	-	816,606
	<hr/>	<hr/>
Net Position		
Held in trust for pension benefits	\$ 17,104,596	\$ -
	<hr/> <hr/>	<hr/> <hr/>

See Notes to Financial Statements.

Village of Algonquin, Illinois

Statement of Changes in Fiduciary Net Position - Pension Trust Fund
Year Ended April 30, 2013

Additions	
Contributions	
Employer	\$ 978,923
Employee	419,322
	<u>1,398,245</u>
Investment income (expense)	
Net appreciation in fair value of investments	989,398
Interest income	313,567
Less investment expenses	(68,887)
	<u>1,234,078</u>
Total additions	<u>2,632,323</u>
Deductions	
Administration	14,028
Pension benefits and refunds	237,827
Total deductions	<u>251,855</u>
Change in net position	2,380,468
Net position - beginning	<u>14,724,128</u>
Net position - ending	<u>\$ 17,104,596</u>

See Notes to Financial Statements.

Village of Algonquin, Illinois

Notes to Financial Statements

Note 1. Summary of Significant Accounting Policies

(a) Reporting Entity

The Village of Algonquin (Village) is a municipal corporation governed by an elected Village president and six-member Village board. As required by generally accepted accounting principles, these financial statements present the Village and its component units, legally separate entities for which the Village is considered to be financially accountable. Blended component units, although legally separate entities are, in substance, part of the Village's operations and so data from these units are combined with data of the primary government. There were no component units to be included in the Village's reporting entity.

(b) Government-wide and Fund Financial Statements

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

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

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

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

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

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

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

Village of Algonquin, Illinois

Notes to Financial Statements

Note 1. Summary of Significant Accounting Policies (Continued)

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

Fund Financial Statements: Separate financial statements are provided for governmental funds, proprietary funds and fiduciary (agency) funds, even though the latter are excluded from the government-wide financial statements. The fund financial statements provide information about the Village's funds. The emphasis of fund financial statements is on major governmental funds, each displayed in a separate column. The Village has the following major governmental funds – General Fund and Street Improvement Fund. All remaining governmental funds are aggregated and reported as nonmajor governmental funds. The Village has the following major enterprise fund – Waterworks and Sewerage Fund. There are no other enterprise funds.

The Village administers the following major governmental funds:

General Fund – This is the Village's primary operating fund. It accounts for all financial resources of the general government, except those accounted for in another fund. The services which are administered by the Village and accounted for in the general fund include general government, public safety and public works.

Street Improvement Fund – This capital project fund accounts for the construction, improvement and maintenance of Village streets. Financing is provided by developer contributions, utility tax, telecommunications tax, and transfers from other funds.

The Village administers the following major proprietary fund:

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

The Village administers two internal service funds:

Vehicle Maintenance Fund – This fund accounts for the fueling, maintenance and repair of Village owned vehicles and equipment. Financing is provided by charges to other funds.

Building Service Fund – This fund accounts for maintenance and repairs of Village-owned buildings. Financing is provided by charges to other funds.

Additionally, the Village administers fiduciary (pension trust and agency) funds for assets held by the Village in a fiduciary capacity on behalf of certain public safety employees and developers. The Village reports one pension trust fund, the Police Pension Fund, which accounts for resources accumulated for retirement annuities for sworn police officers. The Village reports one agency fund, the Developer Donations Fund, which accounts for refundable developer deposits.

Village of Algonquin, Illinois

Notes to Financial Statements

Note 1. Summary of Significant Accounting Policies (Continued)

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

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

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

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

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

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

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

(d) Cash and Cash Equivalents

The Village's cash and cash equivalents are considered to be cash on hand, demand deposits and short-term investments with original maturities of three months or less from the date of acquisition.

(e) Investments

Investments are stated at fair value, except for insurance contracts which are carried at contract value which approximates fair value.

Village of Algonquin, Illinois

Notes to Financial Statements

Note 1. Summary of Significant Accounting Policies (Continued)

(f) Property Taxes

The Village annually establishes a legal right to the property tax assessments upon the enactment of a tax levy ordinance by the Village Board. These tax assessments are levied in December and attach as an enforceable lien on the previous January 1. Tax bills are prepared by the County and issued on or about May and August, and are payable in two installments which are due on or about June 15 and September 1.

Property taxes are billed, collected and remitted periodically by the County Treasurers of Kane and McHenry County, Illinois. A reduction for collection losses, based on historical collection experience, has been provided to reduce the taxes receivable to the estimated amount to be collected. That portion of the property taxes receivable which is not expected to be collected within sixty (60) days after year end is not considered to pay current liabilities and is, therefore, shown as deferred revenue. Since the 2012 property tax levy is levied to finance the operations of the fiscal year beginning May 1, 2013, the 2012 property tax levy is deferred (unearned) as of year-end.

(g) Inventory and Prepaid Items

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

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items/expenses. Amounts are recorded as expenditures/expenses using the consumption method.

(h) Interfund Receivables/Payables

The Village has the following types of transactions between funds:

Loans and Advances—amounts provided with a requirement for repayment. In the fund financial statements, interfund loans are reported as due from other funds in lender funds and due to other funds in borrower funds. Any residual balances outstanding between the governmental activities and business-type activities are reported as internal balances in the government-wide statement of net position.

Services provided and used—sales and purchases of goods and services between funds for a price approximating their external exchange value. Interfund services provided and used are reported as revenues in seller funds and expenditures or expenses in purchaser funds. Unpaid amounts are reported as due to/from other funds in the fund balance sheets or fund statements of net position.

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

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

Village of Algonquin, Illinois

Notes to Financial Statements

Note 1. Summary of Significant Accounting Policies (Continued)

(i) Capital Assets

Capital assets which include land, buildings, building improvements, vehicles & equipment, infrastructure, which includes streets, storm sewers, bridges, and the water & sewer system, improvements other than buildings, and intangibles, which include internally generated software, easements and intangibles other than easements, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined as assets with an initial, individual cost ranging from \$25,000 to \$250,000, depending on asset type, and an estimated useful life of greater than one year.

Additions or improvements that significantly extend the useful life of an asset, or that significantly increase the capacity of an asset are capitalized. Expenditures for asset acquisitions and improvements are stated as capital outlay expenditures in the governmental funds.

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

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

Depreciation of capital assets is recorded in the Statement of Activities with accumulated depreciation reflected in the Statement of Net Assets and is provided on the straight-line basis over the following estimated useful lives:

	<u>Years</u>
Buildings	50
Streets/bridges	40 - 50
Vehicles and equipment	3 - 10
Water and sewer system	20 - 40
Improvements other than buildings	5 - 50
Other equipment and other intangibles*	4 - 20

*Items to be amortized over the contractual period to which they relate

(j) Compensated Absences

It is the Village's policy to permit employees to accumulate earned but unused vacation and sick pay benefits. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements. The General Fund is typically used to liquidate these liabilities.

Vested or accumulated vacation and sick leave of proprietary funds is recorded as an expense and liability of those funds as the benefits accrue to employees. In accordance with the provisions of GASB 16, *Accounting for Compensated Absences*, no liability is recorded for non-vesting accumulating rights to receive sick pay benefits.

Village of Algonquin, Illinois

Notes to Financial Statements

Note 1. Summary of Significant Accounting Policies (Continued)

(k) Deferred Revenue

The Village defers revenue recognition in connection with resources that have been received, but not yet earned.

Governmental funds report deferred revenue in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period.

(l) Long-term Obligations

In the government-wide financial statements and proprietary fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental or business-type activities and proprietary fund statement of net assets. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the straight-line method. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

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

Debt service funds are specifically established to account for and service the long-term obligations for the governmental funds debt. Enterprise funds individually account for and service the applicable debt that benefits those funds. Long-term debt is recognized as a liability in a governmental fund when due, or when resources have been accumulated for payment early in the following year. For other long-term obligations, only that portion expected to be financed with available financial resources is reported as a fund liability of a governmental fund.

(m) Fund Balances

Governmental Accounting Standards Board Statement No. 54 (GASB 54), *Fund Balance Reporting and Governmental Fund Type Definitions*, established fund balance classifications that comprise a hierarchy based primarily on the extent to which a government is bound to observe constraints imposed upon the use of the resources reported in the governmental funds. In addition, GASB 54 modified certain fund type definitions and provided guidance for classification of stabilization amounts on the face of the balance sheet.

Within the governmental fund types, the Village's fund balances are reported in one of the following classifications:

Nonspendable – includes amounts that cannot be spent because they are either: a) not in spendable form; or b) legally or contractually required to be maintained intact.

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

Village of Algonquin, Illinois

Notes to Financial Statements

Note 1. Summary of Significant Accounting Policies (Continued)

(m) Fund Balances (Continued)

Committed – includes amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the Village's highest level of decision-making authority. Committed amounts cannot be used for any other purpose unless the Village removes or changes the specified use by taking the same type of action it employed to previously commit those amounts. The Village's highest level of decision-making authority rests with the Village's Board. The Village passes ordinances to commit their fund balances.

Assigned – includes amounts that are constrained by the Village's *intent* to be used for specific purposes, but that are neither restricted nor committed. Intent is expressed by: a) the Village's Board itself; b) a body or official to which the Board has delegated the authority to assign amounts to be used for specific purposes. The Village's Board has not delegated authority to any other body or official to assign amounts for a specific purpose within the General Fund. Within the other governmental fund types (special revenue, debt service, capital projects) the Board assigns resources in accordance with the established fund purpose through the passage of the annual budget / appropriation ordinance. Residual fund balances in these fund types that are not restricted or committed are reported as assigned.

Unassigned – includes the residual fund balance that has not been restricted, committed, or assigned within the general fund and deficit fund balances of other governmental funds.

In the General Fund, the Village considers restricted amounts to have been spent first when an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available, followed by committed amounts then assigned amounts. Unassigned amounts are used only after the other categories of fund balance have been fully utilized.

In governmental funds other than the General Fund, the Village considers restricted amounts to have been spent last. When an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available, the Village will first utilize assigned amounts, followed by committed amounts then restricted amounts.

(n) Accounting Estimates

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

Village of Algonquin, Illinois

Notes to Financial Statements

Note 2. Stewardship, Compliance and Accountability

Budgetary Information

All departments of the Village submit requests for appropriation so that a budget may be prepared. The budget is prepared by fund, function, and activity, and includes information on the past year, current year estimates, and requested appropriations for the next fiscal year.

The proposed budget is presented to the governing body for review. The governing body holds public hearings and may add to, subtract from, or change appropriations, but may not change the form of the budget.

The budget may be amended by the governing body. The legal level of budgetary control is at the fund level.

All funds adopt an annual budget and budgets are prepared on a basis consistent with GAAP except for the Waterworks and Sewerage Fund in that depreciation, amortization, and gains/losses on the sales of capital assets are not budgeted and capital outlay and debt principal retirements (other than defeasements) are budgeted.

Note 3. Deposits and Investments

Illinois statutes authorize the Village 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 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, and the Illinois Funds. Pension funds may also invest in certain non-U.S. obligations of the State of Illinois and its political subdivisions, Illinois insurance company general and separate accounts, and certain equities, subject to limitations.

As of April 30, 2013, cash and investments consisted of the following:

	Village	Fiduciary Activities		Total
		Pension Trust Fund	Agency Fund	
Demand deposits	\$ 2,724,481	\$ 21,817	\$ 816,606	\$ 3,562,904
Certificates of deposit	2,558,000	-	-	2,558,000
The Illinois Funds	11,838,012	2,585	-	11,840,597
Illinois Metropolitan Investment Fund	12,800,713	5,621	-	12,806,334
Money Market Funds	211,729	263,206	-	474,935
U.S. treasury obligations	-	3,068,323	-	3,068,323
U.S. agency obligations	1,905,258	2,445,690	-	4,350,948
Corporate bonds	431,833	3,533,263	-	3,965,096
Municipal bonds	351,864	136,291	-	488,155
Mutual funds - equity	-	7,551,613	-	7,551,613
Total	<u>\$ 32,821,890</u>	<u>\$ 17,028,409</u>	<u>\$ 816,606</u>	<u>\$ 50,666,905</u>

Village of Algonquin, Illinois

Notes to Financial Statements

Note 3. Deposits and Investments (Continued)

The Illinois Funds

Illinois Funds is an investments pool managed by the State of Illinois, Office of the Treasurer, which allows governments within the State to pool their funds for investment purposes. Illinois Funds is not registered with the SEC as an investment company, but does operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. Investments in Illinois Funds are valued at Illinois Funds' share price, which is the price the investment could be sold for.

Illinois Metropolitan Investment Fund

The Illinois Metropolitan Investment Fund (IMET) is not registered with the SEC. Oversight for IMET is provided by the IMET Board. The Board is responsible for policy formulation, as well as policy and administration oversight. The fair value of the positions in the pool is the same as the value of the pool shares.

Custodial Credit Risk – Deposits

Custodial credit risk is the risk that in the event of a bank failure, the Village's deposits may not be returned to it. The government does not have a deposit policy for custodial credit risk. It is the policy of the Village to require that funds on deposit in excess of FDIC limits be secured by some form of collateral. The amount of collateral provided will not be less than 105% of the fair market value of the net amount of public funds secured. Pledged collateral will be held in safekeeping by an independent third party depository designated by the Village and evidenced by a safekeeping agreement. As of April 30, 2013, the Village was not exposed to custodial credit risk.

Interest Rate Risk

Interest rate risk is the risk that the fair value of investments will decrease as a result of an increase in interest rates. As a means of limiting its exposure to fair value losses arising from rising interest rates, the Village's investment policy requires to the extent possible, to attempt to match investments with anticipated cash flow requirements. Unless matched to a specific cash flow, the Village will not directly invest in securities maturing more than two years from the date of purchase (excludes the Pension Fund). Reserve funds may be invested in securities exceeding two years if the maturity of such investments are made to coincide as nearly as practicable with the expected use of the funds. As of April 30, 2013, the Village had the following investments and maturities.

Investment Type	Fair Value	Investment Maturities (in Years)			
		Less Than 1	1 - 5	6 - 10	Greater than 10
U.S. Agency Securities	\$ 1,905,258	\$ -	\$ 1,093,154	\$ 536,345	\$ 275,759
Corporate bonds	431,833	175,312	256,521	-	-
Municipal bonds	351,864	222,209	129,655	-	-
Money Market Funds*	211,729	211,729	-	-	-
Illinois Metropolitan Investment Fund	12,800,713	11,642,163	1,158,550	-	-
Illinois Funds*	11,838,012	11,838,012	-	-	-
Total investments	<u>\$ 27,539,409</u>	<u>\$ 24,089,425</u>	<u>\$ 2,637,880</u>	<u>\$ 536,345</u>	<u>\$ 275,759</u>

* Weighted average maturity is less than one year.

Village of Algonquin, Illinois

Notes to Financial Statements

Note 3. Deposits and Investments (Continued)

Of the investments held by the Village with maturities in excess of two years, all maturities are scheduled to coincide with debt service principal requirements.

As a means of limiting its exposure to fair value losses arising from rising interest rates, the pension plan's investment policy requires to the extent possible, to attempt to match investments with anticipated cash flow requirements. As of April 30, 2013, the Police Pension Fund had the following investments and maturities.

Investment Type	Fair Value	Investment Maturities (in Years)			
		Less Than 1	1 - 5	6 - 10	Greater than 10
U.S. Government Securities	\$ 3,068,323	\$ -	\$ 608,130	\$ 1,295,862	\$ 1,164,331
U.S. Agency Securities	2,445,690	-	994,730	794,520	656,440
Corporate bonds	3,533,263	25,670	1,944,755	1,133,570	429,268
Municipal bonds	136,291	-	85,963	50,328	-
Money Market Funds*	263,206	263,206	-	-	-
Illinois Metropolitan Investment Fund	5,621	5,621	-	-	-
Illinois Funds*	2,585	2,585	-	-	-
Total investments	\$ 9,454,979	\$ 297,082	\$ 3,633,578	\$ 3,274,280	\$ 2,250,039

* Weighted average maturity is less than one year.

Credit Risk

Credit risk is the risk that the Village or Pension Plan will not recover their investments due to the ability of the counterparty to fulfill its obligation.

The Village mitigates their risk of loss due to credit risk by investing with pre-qualified financial institutions, broker/dealers, intermediaries, and advisors. The Village limits investments to the safest type of securities as defined by the Village Investment Policy. In addition, the Village diversifies their investment portfolio to minimize potential losses from any single type of security or from any individual issuer.

The Village limits its exposure to credit risk, by investing mainly in external investment pools. The Illinois Funds Money Market Fund and Prime Fund are rated AAA by Standards and Poor's. The Illinois Metropolitan Investment Fund (IMET) 1-3 Year Series and Convenience Fund are depository vehicles that are 100 percent collateralized with obligations of the United States Treasury and its agencies. All collateral securities are held in the name of the Illinois Metropolitan Investment Fund at the Federal Reserve Bank of New York. IMET has been rated Aaa by Moody's.

As of April 30, 2013, the Village's fixed income investments were rated as follows by Standard & Poors:

Investment Type	Fair Value	Standard & Poors			
		AAA	AA	A	NR
U.S. Agency Securities	\$ 1,905,258	\$ -	\$ 516,170	\$ -	\$ 1,389,088
Corporate debt securities	431,833	120,040	153,860	157,933	-
Municipal debt securities	351,864	-	55,468	129,655	166,741
Total	\$ 2,688,955	\$ 120,040	\$ 725,498	\$ 287,588	\$ 1,555,829

Village of Algonquin, Illinois

Notes to Financial Statements

Note 3. Deposits and Investments (Continued)

As of April 30, 2013, the Village's fixed income investments were rated as follows by Moody's:

Investment Type	Fair Value	Moody's			
		AAA	AA	A	NR
U.S. Agency Securities	\$ 1,905,258	\$ 516,170	\$ -	\$ -	\$ 1,389,088
Corporate debt securities	431,833	-	-	311,793	120,040
Municipal debt securities	351,864	-	245,544	50,852	55,468
	<u>\$ 2,688,955</u>	<u>\$ 516,170</u>	<u>\$ 245,544</u>	<u>\$ 362,645</u>	<u>\$ 1,564,596</u>

The Pension Plan general investment policies follow the prudent person rule subject to the specific restrictions of the Illinois Pension Code and the Pension Funds' asset allocation policy. Under the prudent person rule, investments shall be made with care, skill, prudence and diligence under the circumstances then prevailing that a prudent person acting in like capacity and familiar with such matters would use in the investment of a fund or like character and with like aims.

The Illinois Funds Money Market Fund and Prime Fund are rated AAA by Standards and Poor's. The Illinois Metropolitan Investment Fund (IMET) 1-3 Year Series and Convenience Fund are depository vehicles that are 100 percent collateralized with obligations of the United States Treasury and its agencies. All collateral securities are held in the name of the Illinois Metropolitan Investment Fund at the Federal Reserve Bank of New York. IMET has been rated Aaa by Moody's. U.S. Treasury obligations are backed by the full faith and credit of the U.S. Government and are not considered to have credit risk.

As of April 30, 2013, the Pension Fund fixed income investments as rated by Standard & Poor's:

Investment Type	Fair Value	Standard & Poors				
		AAA	AA	A	BBB	NR
U.S. Agency Securities	\$ 2,445,690	\$ -	\$ 1,651,303	\$ -	\$ -	\$ 794,387
Corporate debt securities	3,533,263	170,748	209,465	1,704,461	1,448,589	-
Municipal debt securities	136,291	85,963	-	-	-	50,328
	<u>\$ 6,115,244</u>	<u>\$ 256,711</u>	<u>\$ 1,860,768</u>	<u>\$ 1,704,461</u>	<u>\$ 1,448,589</u>	<u>\$ 844,715</u>

As of April 30, 2013, the Pension Fund fixed income investments as rated by Moody's:

Investment Type	Fair Value	Moody's				
		AAA	AA	A	BBB	NR
U.S. Agency Securities	\$ 2,445,690	\$ 1,651,303	\$ -	\$ -	\$ -	\$ 794,387
Corporate debt securities	3,533,263	170,748	334,958	1,558,573	1,468,984	-
Municipal debt securities	136,291	85,963	50,328	-	-	-
	<u>\$ 6,115,244</u>	<u>\$ 1,908,014</u>	<u>\$ 385,286</u>	<u>\$ 1,558,573</u>	<u>\$ 1,468,984</u>	<u>\$ 794,387</u>

Village of Algonquin, Illinois

Notes to Financial Statements

Note 3. Deposits and Investments (Continued)

Custodial Credit Risk

For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the Village will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party.

The Village and Police Pension Fund investment policies require that all security transactions entered into shall be conducted on a delivery-verses-payment (DVP) basis. Securities will be held by a third party custodian designated by the Village / Police Pension Fund and evidenced by safekeeping receipts.

Concentration of Credit Risk

Concentration of credit risk is the risk of loss attributed to the magnitude of investment in any one single issuer.

The Village's investment policy places the following limitations on investments:

- No financial institution shall hold more than 40% of the Village's investment portfolio unless collateralized, exclusive of U.S. Treasury securities in safekeeping.
- Monies deposited at a financial institution shall not exceed 75% of the capital stock and surplus of that institution.
- Commercial paper shall not exceed 15% of the Village's investment portfolio.
- Deposits in the Illinois Public Treasurer's Investment Pool or Illinois Metropolitan Investment Fund shall not exceed 50% of the investment portfolio.
- Brokered certificates of deposit shall not exceed 25% of the Village's investment portfolio.

The Pension Fund Investment Policy states that no more than 20% of the portfolio shall be invested in any issuer with the exclusion of U.S. Treasury Securities. In addition:

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

The Village Pension Fund had the following investments (other than guaranteed by the U.S. government) that exceeded 5% of Plan net position as of April 30, 2013.

Issuer	Fair Value	Percentage of Net Position
Federal National Mortgage Association	\$ 1,346,207	7.87%
Federal Home Loan Mortgage Corporation	860,649	5.03%

Village of Algonquin, Illinois

Notes to Financial Statements

Note 4. Capital Assets

(a) Governmental Activities

A summary of changes in capital assets for governmental activities of the Village is as follows:

	Balance May 1	Additions	Deletions	Balance April 30
Governmental activities:				
Capital assets not being depreciated:				
Land	\$ 94,054,567	\$ 520,731	\$ 7,700	\$ 94,567,598
Construction in progress	955,772	4,265,496	4,655,130	566,138
Total capital assets not being depreciated	<u>95,010,339</u>	<u>4,786,227</u>	<u>4,662,830</u>	<u>95,133,736</u>
Capital assets being depreciated:				
Buildings	15,976,573	-	-	15,976,573
Improvements other than buildings	13,699,426	1,723,073	-	15,422,499
Vehicles and equipment	6,441,577	85,813	432,173	6,095,217
Streets/storm sewers/bridges	97,026,881	6,130,864	156,327	103,001,418
	<u>133,144,457</u>	<u>7,939,750</u>	<u>588,500</u>	<u>140,495,707</u>
Less accumulated depreciation for:				
Buildings	4,114,099	319,008	-	4,433,107
Improvements other than buildings	5,713,044	748,624	-	6,461,668
Vehicles and equipment	5,236,223	331,667	423,773	5,144,117
Streets/storm sewers/bridges	34,249,255	2,547,059	148,466	36,647,848
	<u>49,312,621</u>	<u>3,946,358</u>	<u>572,239</u>	<u>52,686,740</u>
Total capital assets being depreciated, net	<u>83,831,836</u>	<u>3,993,392</u>	<u>16,261</u>	<u>87,808,967</u>
Governmental activities capital assets, net	<u>\$ 178,842,175</u>	<u>\$ 8,779,619</u>	<u>\$ 4,679,091</u>	<u>\$ 182,942,703</u>

Village of Algonquin, Illinois

Notes to Financial Statements

Note 4. Capital Assets (Continued)

(b) Business-Type Activities

A summary of changes in capital assets for business-type activities of the Village is as follows:

	Balance May 1	Additions	Deletions	Balance April 30
Business-type activities:				
Capital assets not being depreciated:				
Land	\$ 3,644,048	\$ -	\$ -	\$ 3,644,048
Construction in progress	452,065	149,997	194,807	407,255
Total capital assets not being depreciated	<u>4,096,113</u>	<u>149,997</u>	<u>194,807</u>	<u>4,051,303</u>
Capital assets being depreciated:				
Water and sewer system	88,906,404	194,807	-	89,101,211
Buildings	17,403,306	-	-	17,403,306
Machinery and equipment	1,291,137	59,439	56,154	1,294,422
	<u>107,600,847</u>	<u>254,246</u>	<u>56,154</u>	<u>107,798,939</u>
Less accumulated depreciation for:				
Water and sewer system	40,198,094	3,096,771	-	43,294,865
Buildings	3,715,709	348,066	-	4,063,775
Machinery and equipment	1,183,806	52,331	52,573	1,183,564
	<u>45,097,609</u>	<u>3,497,168</u>	<u>52,573</u>	<u>48,542,204</u>
Total capital assets being depreciated, net	<u>62,503,238</u>	<u>(3,242,922)</u>	<u>3,581</u>	<u>59,256,735</u>
Business-type activities capital assets, net	<u>\$ 66,599,351</u>	<u>\$ (3,092,925)</u>	<u>\$ 198,388</u>	<u>\$ 63,308,038</u>

Village of Algonquin, Illinois

Notes to Financial Statements

Note 4. Capital Assets (Continued)

(c) Depreciation Charged to Functions/Activities

Depreciation was charged to functions/activities as follows:

	Governmental Activities	Business-Type Activities
General government	\$ 327,662	\$ -
Public safety	12,399	-
Public works	3,606,297	-
Water and sewer	-	3,497,168
	<u>\$ 3,946,358</u>	<u>\$ 3,497,168</u>

Note 5. Long-Term Obligations

The following is a summary of long-term obligation activity associated with governmental activities for the year ended April 30, 2013:

	Balance May 1, 2012	Additions	Retirements	Balance April 30, 2013	Due Within One Year
Compensated Absences Payable	\$ 1,105,344	\$ 1,465,342	\$ 1,375,477	\$ 1,195,209	\$ 790,711
General Obligation Bonds Payable*	4,805,000	-	590,000	4,215,000	620,000
	<u>\$ 5,910,344</u>	<u>\$ 1,465,342</u>	<u>\$ 1,965,477</u>	<u>\$ 5,410,209</u>	<u>\$ 1,410,711</u>

*Amount reported in the statement of net position for governmental activities is net of an unamortized discount and an unamortized premium of \$27,285 and \$12,138, respectively.

The following is a summary of long-term obligation activity associated with business-type activities for the year ended April 30, 2013:

	Balance May 1, 2012	Additions	Retirements	Balance April 30, 2013	Due Within One Year
Compensated Absences Payable	\$ 172,975	\$ 253,261	\$ 233,096	\$ 193,140	\$ 122,884
General Obligation Bonds Payable **	8,765,000	-	500,000	8,265,000	525,000
	<u>\$ 8,937,975</u>	<u>\$ 253,261</u>	<u>\$ 733,096</u>	<u>\$ 8,458,140</u>	<u>\$ 647,884</u>

**Amount reported in the statement of net position for business-type activities is net of an unamortized discount of \$31,107.

Village of Algonquin, Illinois

Notes to Financial Statements

Note 5. Long-Term Obligations (Continued)

The following is a summary of debt transactions of the Village for the year ended April 30, 2013:

General Obligation Bonds. The Village issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. General obligation bonds have been issued for general government activities, enterprise activities, as well as for refunding previously issued general obligation bonds.

Description	Fund Debt Retired By	Balances May 1	Additions	Retirements	Balances April 30
Governmental Activities:					
General Obligation Bonds -					
General Obligation Refunding Series 2005B					
\$2,925,999 Crossover Bonds due in annual installments of \$535,000 to \$650,000; interest at 3.875% to 3.95% through April 1, 2020	Debt Service	\$ 2,935,000	\$ -	\$ -	\$ 2,935,000
General Obligation Refunding Series 2010					
\$2,425,000 Initial Aggregate Principal due in annual installments of \$555,000 to \$660,000; interest at 2.0% to 3.0% through April 1, 2015	Debt Service	1,870,000	-	590,000	1,280,000
Total General Obligation Bonds - Governmental Activities		\$ 4,805,000	\$ -	\$ 590,000	\$ 4,215,000

Description	Fund Debt Retired By	Balances May 1	Additions	Retirements	Balances April 30
Business-type Activities:					
General Obligation Bonds -					
General Obligation Sewer Series 2005A					
\$9,000,000 Bonds due in annual installments of \$25,000 to \$875,000 interest at 3.5% to 4.15%, through April 1, 2025	Waterworks and Sewerage	\$ 8,765,000	\$ -	\$ 500,000	\$ 8,265,000
Total General Obligation Bonds - Business type Activities		\$ 8,765,000	\$ -	\$ 500,000	\$ 8,265,000

Village of Algonquin, Illinois

Notes to Financial Statements

Note 5. Long-Term Obligations (Continued)

As of April 30, 2013, debt service requirements to maturity on the outstanding general obligation bonds, including interest, are as follows:

Year April 30	Governmental Activities			Business-Type Activities		
	Principal	Interest	Total	Principal	Interest	Total
2014	\$ 620,000	\$ 149,956	\$ 769,956	\$ 525,000	\$ 329,660	\$ 854,660
2015	660,000	134,456	794,456	550,000	309,185	859,185
2016	535,000	114,656	649,656	575,000	287,735	862,735
2017	550,000	93,925	643,925	600,000	265,310	865,310
2018	575,000	72,475	647,475	625,000	241,910	866,910
2019-2023	1,275,000	75,725	1,350,725	3,665,000	811,598	4,476,598
2024-2025	-	-	-	1,725,000	107,475	1,832,475
Total	<u>\$ 4,215,000</u>	<u>\$ 641,193</u>	<u>\$ 4,856,193</u>	<u>\$ 8,265,000</u>	<u>\$ 2,352,873</u>	<u>\$ 10,617,873</u>

Note 6. Transfers

Transfers for the Village at April 30, 2013 are shown as follows:

Transfer In Fund	Transfer Out Fund	Detail	Transfers From/To Other Funds
Debt Service	General	Debt service	<u>\$ 540,000</u>
Total			<u>\$ 540,000</u>

Village of Algonquin, Illinois

Notes to Financial Statements

Note 7. Other Information

(a) Risk Management

The Village is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions. The Village participates in the McHenry County Municipal Risk Management Association (MCMRMA).

The Village pays annual premiums to MCMRMA for its workers' compensation, general liability, public official's liability claims and property coverage. The Cooperative agreement provides that MCMRMA will be self-sustaining through member premiums and will reinsure through commercial companies for claims in excess of \$150,000 per occurrence for workers' compensation and \$100,000 per occurrence for general liability and property. One representative from each member serves on the MCMRMA board, and each board member has one vote on the board. None of its members have any direct equity interest in MCMRMA.

The Village purchases commercial insurance to cover its employees for health and accident claims.

The Village has not had significant reductions in insurance coverage during the year nor did settlements exceed insurance coverage in any of the last three years.

(b) Joint Venture

The Village is a founding member of SEECOM - Southeast Emergency Communication. SEECOM 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). SEECOM is a cooperative joint venture organized for the purpose of providing the equipment, services and other items necessary and appropriate for the establishment, operation and maintenance of a joint public safety communications system for the mutual benefit of the members of SEECOM. The founding members of SEECOM consist of the Village of Algonquin, Illinois, the City of Crystal Lake, Illinois, and the Village of Cary, Illinois.

SEECOM is governed by an executive board established with three voting members consisting of the Village Manager/Village Administrator/City Manager, or their respective staff designees, from the three founding communities. Each member of the Executive Board is entitled to one vote. Two non-voting members also consist of one member from the Fire Services Advisory Board and one member from the Law Enforcement Advisory Board. These non-voting Board members represent other member communities.

Village of Algonquin, Illinois

Notes to Financial Statements

Note 7. Other Information (Continued)

(b) Joint Venture (Continued)

Each of SEECOM's three members paid an initial entry fee as determined and agreed to by SEECOM's Board and the three members. Each member also pays a portion of the initial capital cost financed by the issuance of a bond. Each member's portion of the initial capital costs are based on the actual capital cost multiplied by the member's proportionate share of the number of calls for service from the preceding year. Each member pays a percentage of the operating costs of SEECOM as determined by the total operational costs less contracted services by each member's proportional share of the calls for service handled by SEECOM. Calls for service are one year in arrears.

All property, real and personal, acquired by SEECOM are owned in common by the members under the intergovernmental agreement. Each of the three members under the intergovernmental agreement are liable for the debts and liabilities of SEECOM. The intergovernmental agreement establishing SEECOM is in effect for a period of 15 years from the effective date of June 2003. Thereafter, it is automatically renewed with no affirmative action by the three members for successive 5-year periods commencing May 1 until notice of termination is given. Any terminating member shall remain liable for their share of the capital expenditures incurred prior to the effective date of their termination. Upon termination by any member, SEECOM shall reimburse the terminated member for its share of the un-depreciated value of SEECOM's capital assets.

SEECOM financial statements can be obtained at SEECOM's office located at 100 West Woodstock Street, Crystal Lake, IL 60014.

The Village reports its activities in SEECOM as a governmental joint venture. In accordance with the joint venture agreement, the Village remitted \$576,612 to SEECOM during fiscal year 2013. In addition, the Village's equity interest in the joint venture's net assets of \$101,287 is recorded within the governmental activities column of the statement of net position.

Village of Algonquin, Illinois

Notes to Financial Statements

Note 8. Employee Retirement Systems and Plans

(a) Illinois Municipal Retirement

Plan Description

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

Information related to the employer's contributions and three-year trend information is on a fiscal year basis. The actuarial information and schedule of funding progress are on a calendar year basis as that is the year used by IMRF.

Funding Policy

As set by statute, employer regular plan members are required to contribute 4.50 percent of their annual covered salary. The statutes require employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The employer contribution rate for calendar year 2012 was 10.80 percent of annual covered payroll. The Village also contributes for disability benefits, death benefits and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by the IMRF Board of Trustees, while the supplemental retirement benefits rate is set by statute.

Annual Pension Cost

The Village's annual pension cost of \$719,245 for the regular plan was equal to the Village's required and actual contributions.

For Fiscal Year	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Asset (Obligation)
2013	\$ 719,245	100 %	\$ -
2012	671,105	100	-
2011	663,124	100	-

The required contributions for 2013 and 2012 were determined as part of the December 31, 2010 actuarial valuations using the entry age normal actuarial cost method. The actuarial assumptions at December 31, 2010, included (a) 7.50 percent investment rate of return (net of administrative and direct investment expenses), (b) projected salary increases of 4.00% a year, attributable to inflation, (c) additional projected salary increases ranging from 0.4% to 10% per year depending on age and service, attributable to seniority/merit, and (d) post retirement benefit increases of 3% annually. The actuarial value of the Village's regular plan assets was determined using techniques that spread the effects of short-term volatility in the market value of investments over a five-year period with a 20% corridor between the actuarial and market value of assets. The regular plan's unfunded actuarial accrued liability at December 31, 2010 is being amortized as a level percentage of projected payroll on an open 30-year basis.

Village of Algonquin, Illinois

Notes to Financial Statements

Note 8. Employee Retirement Systems and Plans (Continued)

(a) Illinois Municipal Retirement (Continued)

Funded Status and Funding Progress

As of December 31, 2012, the most recent actuarial valuation date, the regular plan was 78.30 percent funded. The actuarial liability for benefits was \$15,306,392 and the actuarial value of assets was \$11,985,535, resulting in an unfunded actuarial accrued liability (UAAL) of \$3,320,857. The covered payroll (annual payroll of active employees covered by the plan) was \$6,365,570 and the ratio of the UAAL to the covered payroll was 52 percent.

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

(b) Police Pension

Defined Benefit Pension Plan for Public Safety Employees

The information included in this section pertaining to the Village's Police Pension Fund, is based on the actuarial valuation performed on April 30, 2013. The actuarial valuation was performed to determine the Village's required contribution and annual pension cost for that plan for its fiscal year ended April 30, 2013.

Plan Description

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

At April 30, 2013, the Police Pension Plan membership consisted of:

Retirees, disabled participants and beneficiaries of	
deceased retirees currently receiving benefits	5
Terminated plan members entitled to but not yet	
receiving benefits	3
Current employees:	
Vested	39
Nonvested	9
	<hr/>
Total	56
	<hr/> <hr/>

Village of Algonquin, Illinois

Notes to Financial Statements

Note 8. Employee Retirement Systems and Plans (Continued)

(b) Police Pension (Continued)

Plan Description (Continued)

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

Surviving spouses receive 100% of final salary for fatalities resulting from an act of duty, or otherwise the greater of 50% of final salary or the employee's retirement benefit. Employees disabled in the line of duty receive 65% of final salary.

The monthly pension of a police officer who retired with 20 or more years of service after January 1, 1977 is increased annually, following the first anniversary date of retirement and be paid upon reaching the age of at least 55 years, by 3% of the original pension and 3% annually thereafter.

Funding Policy

Covered employees are required to contribute 9.91% of their base salary to the Police Pension Plan. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without accumulated interest. The Village is required to contribute the remaining amounts necessary to finance the plan as actuarially determined by an enrolled actuary. By the year 2033 the Village's contributions must accumulate to the point where the past service cost for the Police Pension Plan is fully funded. Actuarial valuations are performed annually.

Annual Pension Cost and Net Pension Asset

At April 30, 2013, the Village's annual pension cost was \$986,818. The Village's actual contribution was \$978,923. For a description of the significant actuarial assumptions, see "Significant Actuarial Assumptions."

The net pension asset at April 30, 2013, was \$19,974. It was comprised of the following:

Net pension asset (obligation):	
Annual required contribution	\$ 987,225
Interest on net pension obligation	(1,951)
Adjustment to annual required contribution	1,544
	<hr/>
Annual pension cost	986,818
Contributions made	978,923
	<hr/>
Decrease in net pension asset	(7,895)
Net pension asset at beginning of year	27,869
	<hr/>
Net pension asset at end of year	<u>\$ 19,974</u>

The net pension asset of \$19,974 is reported by the Village in the government-wide Statement of Net Assets.

Village of Algonquin, Illinois

Notes to Financial Statements

Note 8. Employee Retirement Systems and Plans (Continued)

(b) Police Pension (Continued)

Plan Description (Continued)

Three-Year Trend Information for the Police Pension

For Fiscal Year	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Asset
2013	\$ 986,818	99.2	\$ 19,974
2012	933,004	100.5	27,869
2011	916,078	100.1	23,123

Reserves and Concentration of Investments

There are no assets legally reserved for purposes other than the payment of plan member benefits. There are no long-term contracts for contributions. See Note 3, page 40 for details on the concentration of investments held by the Pension Plan.

Summary of Significant Accounting Policies and Plan Asset Matters

Basis of Accounting

The financial statements are prepared using the accrual basis of accounting. Plan member contributions are recognized in the period in which the contributions are due. Employer contributions are recognized when due and the employer has made a formal commitment to provide the contributions. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan.

Investments are reported at fair value. Short-term investments are reported at cost, which approximates fair value. Administrative costs for the police pension plan are financed primarily through investment earnings.

Significant Actuarial Assumptions

The annual required contribution for the year ended April 30, 2013 was determined as part of the April 30, 2013 actuarial valuation report using the entry age normal cost method. The actuarial assumptions included (a) 7.0% investment rate of return, (b) projected salary increases of 5.5%, (c) 3.0% per year cost of living adjustments. Both (a) and (b) included an inflation component of 3.0%. The actuarial value of police pension assets was determined using market values. The Police Pension Plan's unfunded actuarial liability is being amortized as a level dollar amount on a closed basis. The remaining amortization period at April 30, 2013 was 20 years.

Village of Algonquin, Illinois

Notes to Financial Statements

Note 8. Employee Retirement Systems and Plans (Continued)

(b) Police Pension (Continued)

Funded Status and Funding Progress – Pension Trust Fund

The funded status of the Police Pension Plan as of April 30, 2013, the most recent actuarial valuation date, is as follows:

(1) Actuarial Value of Assets	(2) Actuarial Accrued Liability (AAL) Entry Age	(2)–(1) Unfunded AAL (UAAL)	(1)/(2) Funded Ratio	(3) Covered Payroll	UAAL as a Percentage of Covered Payroll ((2-1)/3)
\$ 17,104,596	\$ 30,564,469	\$ 13,459,873	55.96 %	\$ 4,221,895	318.81 %

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

The projection of benefits for financial reporting purposes does not explicitly incorporate the potential effects of legal or contractual funding limitations.

Note 9. Other Post-Employment Benefits (OPEB)

Plan Description

In addition to providing the pension benefits described in Note 8, the Village provides post-employment health care benefits (OPEB) for retired employees that were covered by the health care plan at retirement. However, with the exception of funding HMO medical health care for police officers who retired due to a duty related disability, retired Village employees are required to fully fund the premium for the health care policy.

The Plan provides medical and dental insurance benefits to eligible retirees and their dependents. The benefits, benefit levels, and employer contributions are governed by the Village Board and can only be amended by the Village Board. The Plan is not accounted for as a trust fund and an irrevocable trust has not been established. The Village does not issue a Plan financial report.

Funding Policy

The contribution requirements for plan members and the Village are established and may be amended by the Village Board and are detailed in the “Plan Document and Summary Plan Description.” The required contribution is based on projected pay-as-you-go financing requirements. For fiscal year 2013, the Village contributed \$13,966 to the plan, representing a portion of current premiums (approximately 35 percent of total premiums). Plan members receiving benefits contributed \$26,117, or approximately 65 percent of the total premiums, through their required contribution of \$407.44 per month for retiree-only coverage, \$867.50 for retiree and dependent coverage and \$1,327.02 for family coverage.

Village of Algonquin, Illinois

Notes to Financial Statements

Note 9. Other Post-Employment Benefits (OPEB) (Continued)

Annual OPEB Cost and Net OPEB Obligation

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

Annual required contribution (ARC)	\$ 56,407
Interest on net OPEB obligation	6,289
Adjustment to annual required contribution	<u>(6,289)</u>
Annual OPEB cost	56,407
Contribution made	<u>13,966</u>
Increase in net OPEB obligation	42,441
Net OPEB obligation beginning of year	<u>125,780</u>
Net OPEB obligation end of year	<u><u>\$ 168,221</u></u>

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

Fiscal Year Ending	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
4/30/2013	\$ 56,407	24.8%	\$ 168,221
4/30/2012	56,407	23.1%	125,780
4/30/2011	48,919	52.0%	82,382

Funded Status and Funding Progress

As of April 30, 2011 actuarial valuation (most recent available), the plan was 100% unfunded. The actuarial accrued liability for benefits was \$979,390, and the actuarial value of assets was \$0 (zero), resulting in an unfunded actuarial accrued liability (UAAL) of \$979,390. The covered payroll (annual payroll of active employees covered by the plan) was \$10,302,008, and the ratio of the UAAL to the covered payroll was 9.51 percent.

Village of Algonquin, Illinois

Notes to Financial Statements

Note 9. Other Post-Employment Benefits (OPEB) (Continued)

Annual OPEB Cost 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 the financial statements, presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

Actuarial Methods and Assumptions

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

In the April 30, 2011 actuarial valuation, the entry age actuarial cost method was used. The actuarial assumptions included a 5.0 percent investment rate of return (net of administrative expenses), which is a blended rate of the expected long-term investment returns on plan assets and on the employer's own investments calculated based on the funded level of the plan at the valuation date, and an annual healthcare cost trend rate of 8 percent initially and 6% ultimately. This rate included a 3.0 percent inflation assumption. The actuarial value of assets was determined using market value. The UAAL is being amortized as a level percentage of projected payroll on a closed basis. The remaining amortization period at April 30, 2011, was 28 years.

Village of Algonquin, Illinois

Notes to Financial Statements

Note 10. Fund Balance Reporting

At April 30, 2013, the Village's fund balances were classified as follows:

	General Fund	Street Improvement Fund	Nonmajor Governmental Funds	Totals
Nonspendable:				
Prepays	\$ 128,636	\$ -	\$ 235	\$ 128,871
Total Nonspendable	<u>128,636</u>	<u>-</u>	<u>235</u>	<u>128,871</u>
Restricted purpose:				
Grant Programs	-	-	1,581,915	1,581,915
Cemetery Purposes	-	-	278,870	278,870
Total Restricted	<u>-</u>	<u>-</u>	<u>1,860,785</u>	<u>1,860,785</u>
Assigned purpose:				
Debt Service	-	-	675,164	675,164
Capital Projects	-	5,011,815	411,128	5,422,943
Total Assigned	<u>-</u>	<u>5,011,815</u>	<u>1,086,292</u>	<u>6,098,107</u>
Total Unassigned	<u>14,576,319</u>	<u>-</u>	<u>-</u>	<u>14,576,319</u>
Total Fund Balances	<u>\$ 14,704,955</u>	<u>\$ 5,011,815</u>	<u>\$ 2,947,312</u>	<u>\$ 22,664,082</u>

Note 11. New Governmental Accounting Standards

The Governmental Accounting Standards Board (GASB) has issued the following statements:

GASB Statement No. 65, *Items Previously Reported as Assets and Liabilities*, will be effective for the Village beginning with its year ending April 30, 2014. This Statement establishes accounting and financial reporting standards that reclassify, as deferred outflows of resources or deferred inflows of resources, certain items that were previously reported as assets and liabilities and recognizes, as outflows of resources or inflows of resources, certain items that were previously reported as assets and liabilities. This Statement also provides other financial reporting guidance related to the impact of the financial statement elements deferred outflows of resources and deferred inflows of resources, such as changes in the determination of the major fund calculations and limiting the use of the term deferred in financial statement presentations.

GASB Statement No. 66, *Technical Corrections – 2012 – an amendment of GASB Statements No. 10 and No. 62*, will be effective for the Village beginning with its year ending April 30, 2014. The objective of this Statement is to improve accounting and financial reporting for a governmental financial reporting entity by resolving conflicting guidance that resulted from the issuance of two pronouncements, Statements No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, and No. 62, *Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements*. This Statement amends Statement No. 10, *Accounting and Financial Reporting for Risk Financing and Related Insurance Issues*, by removing the provision that limits fund-based reporting of an entity's risk financing activities to the general fund and the internal service fund type. This Statement also amends Statement 62 by modifying the specific guidance on accounting for (1) operating lease payments that vary from a straight-line basis, (2) the difference between the initial investment (purchase price) and the principal amount of a purchased loan or group of loans, and (3) servicing fees related to mortgage loans that are sold when the stated service fee rate differs significantly from a current (normal) servicing fee rate.

Village of Algonquin, Illinois

Notes to Financial Statements

Note 11. New Governmental Accounting Standards (Continued)

GASB Statement No. 67, *Financial Reporting for Pension Plans*, will be effective for the Village beginning with its year ended April 30, 2015. This statement builds upon the existing framework for financial reports of defined benefit pension plans, which includes a statement of fiduciary net position (the amount held in a trust for paying retirement benefits) and a statement of changes in fiduciary net position. This statement enhances note disclosures and RSI for both defined benefit and defined contribution pension plans and requires the presentation of new information about annual money-weighted rates of return in the notes to the financial statements and in 10-year RSI schedules.

GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*, will be effective for the Village beginning with its year ended April 30, 2016. This statement requires governments providing defined benefit pensions to recognize their long-term obligation for pension benefits as a liability for the first time, and to more comprehensively and comparably measure the annual costs of pension benefits. This statement also enhances accountability and transparency through revised and new note disclosures and required supplementary information (RSI).

Management has not fully determined what impact, if any, these Statements may have on its financial statements; however, GASBs 67 and 68 are expected to have a material impact.

**REQUIRED SUPPLEMENTARY INFORMATION
(UNAUDITED)**

Village of Algonquin, Illinois

Required Supplementary Information
 Schedule of Revenues, Expenditures, and Changes in Fund Balance –
 Budget and Actual – General Fund - Operating Account - Budgetary Basis
 Year Ended April 30, 2013

	Original Budget	Final Budget	Actual	Variance with Final Budget
Revenues				
Charges for services	\$ 209,025	\$ 209,025	\$ 210,391	\$ 1,366
Licenses and permits	324,775	324,775	705,734	380,959
Intergovernmental, grants and contributions	244,800	326,781	381,680	54,899
Fines, fees and forfeitures	827,100	827,100	798,921	(28,179)
Property taxes	5,945,000	5,945,000	5,904,067	(40,933)
Other taxes	10,683,000	10,683,000	10,922,098	239,098
Investment income	78,000	78,000	48,715	(29,285)
Miscellaneous	11,300	14,800	56,190	41,390
Total revenues	18,323,000	18,408,481	19,027,796	619,315
Expenditures				
Current				
General government	4,174,600	4,277,956	4,101,868	176,088
Public safety	8,724,600	8,759,726	8,570,284	189,442
Public works	4,597,230	4,586,630	4,384,233	202,397
Capital outlay	93,100	93,100	85,813	7,287
Total expenditures	17,589,530	17,717,412	17,142,198	575,214
Excess of revenues over expenditures	733,470	691,069	1,885,598	1,194,529
Other financing sources (uses)				
Transfers in	35,000	35,000	35,000	-
Transfers out	(846,470)	(846,470)	(614,173)	232,297
Total other financing sources (uses)	(811,470)	(811,470)	(579,173)	232,297
Net change in fund balance	<u>\$ (78,000)</u>	<u>\$ (120,401)</u>	1,306,425	<u>\$ 1,426,826</u>
Fund balance - beginning			11,970,001	
GAAP adjustment - addition of other general non-operating accounts			1,428,529	
Fund balance - ending			<u>\$ 14,704,955</u>	

See Note to Required Supplementary Information.

Village of Algonquin, Illinois

Pension Benefits
 Required Supplementary Information
 Analysis of Funding Progress

April 30, 2013

Illinois Municipal Retirement Fund

Actuarial Valuation Date	(1) Actuarial Value of Assets	(2) Actuarial Accrued Liability (AAL) Entry Age	(2)-(1) Unfunded AAL (UAAL)	(1)/(2) Funded Ratio	(3) Covered Payroll	UAAL as a Percentage of Covered Payroll ((2-1)/3)
12/31/2012	\$ 11,985,535	\$ 15,306,392	\$ 3,320,857	78.30 %	\$ 6,365,570	52.17 %
12/31/2011	10,561,882	13,884,364	3,322,482	76.07	6,344,834	52.37
12/31/2010	9,391,075	12,282,617	2,891,542	76.46	6,396,770	45.20
12/31/2009	8,633,022	11,359,422	2,726,400	76.00	6,404,433	42.57
12/31/2008	7,874,381	10,034,268	2,159,887	78.47	6,093,439	35.45
12/31/2007	7,581,534	8,590,433	1,008,899	88.26	5,595,732	18.03

Police Pension Fund

Actuarial Valuation Date	(1) Actuarial Value of Assets	(2) Actuarial Accrued Liability (AAL) Entry Age	(2)-(1) Unfunded AAL (UAAL)	(1)/(2) Funded Ratio	(3) Covered Payroll	UAAL as a Percentage of Covered Payroll ((2-1)/3)
05/01/2013	\$ 17,104,596	\$ 30,564,469	\$ 13,459,873	55.96 %	\$ 4,221,895	318.81 %
05/01/2012	14,724,128	26,531,795	11,807,667	55.50	4,145,760	284.81
05/01/2011	12,957,159	24,194,380	11,237,221	53.55	4,008,376	280.34
05/01/2010	10,875,019	21,820,186	10,945,167	49.84	3,865,273	283.17
05/01/2009	8,910,341	19,682,936	10,772,595	45.27	3,799,289	283.54
05/01/2008	8,968,447	17,500,170	8,531,723	51.25	3,529,291	241.74

Village of Algonquin, Illinois

**Required Supplementary Information
Employer Contributions**

April 30, 2013

Illinois Municipal Retirement Fund

Actuarial Valuation Date	Annual Required Contribution	Percentage Contributed	
12/31/2012	\$ 719,245	100	%
12/31/2011	671,105	100	
12/31/2010	657,588	100	
12/31/2009	600,735	100	
12/31/2008	563,034	100	
12/31/2007	517,605	100	

Police Pension Fund

Fiscal Year End Date	Annual Required Contribution	Percentage Contributed	
04/30/2013	\$ 987,225	99	%
04/30/2012	933,392	100	
04/30/2011	916,506	100	
04/30/2010	768,620	100	
04/30/2009	676,838	100	
04/30/2008	444,960	100	

Village of Algonquin, Illinois

**Other Post-Employment Benefits
Required Supplementary Information**

Year Ended April 30, 2013

Analysis of Funding Progress

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (b)	Unfunded Actuarial Accrued Liability (UAAL) (b) - (a)	Funded Ratio (a)/(b)	Covered Payroll (c)	UAAL as a Percentage of Annual Covered Payroll ((b - a) / c)
4/30/2011	\$ -	\$ 979,390	\$ 979,390	\$ -	\$ 10,302,008	9.51 %
4/30/2008	-	1,102,147	1,102,147	-	10,032,140	10.99

Employer Contributions

Fiscal Year Ending	Annual Required Contribution	Percentage Contributed
4/30/2013	\$ 56,407	24.8 %
4/30/2012	56,407	23.1
4/30/2011	48,919	52.0
4/30/2010	47,937	19.3
4/30/2009	45,654	55.7

Information is presented for as many years as is available. The Village implemented GASB Statement No. 45 in fiscal year 2009.

Village of Algonquin, Illinois

Notes to Required Supplementary Information

Note 1. Budgetary Basis of Accounting

The General Fund Operating Account budget is adopted on a basis consistent with generally accepted accounting principles. For the non-operating general accounts, the budgets are included in the supplementary section.

Note 2. Other Post-Employment Benefits

The Village adopted the provisions of GASB Statement No. 45, *Accounting and Financial Reporting by Employers for Post-Employment Benefits Other Than Pension*, during FY2009. The most recent actuarial valuation was as of April 30, 2011.

SUPPLEMENTAL INFORMATION

**COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS
AND SCHEDULES, BUDGETARY SCHEDULES, FUNDS AND
LONG-TERM DEBT REQUIREMENTS**

GENERAL FUND

To account for resources traditionally associated with governments which are not required to be accounted for in another fund. The Village's general fund consists of three accounts:

- The Operating Account, which is used to account for the services which are administered by the Village. These services include general government, public safety and public works.
- The Public Swimming Pool Account, which accounts for the operations of the municipal swimming pool. Revenue from seasonal permits and duty fees, as well as a transfer from the Operating Account, provide for the operation and maintenance of the municipal pool.
- The Special Revenue Account, which accounts for:
 - The use of grant monies earmarked for special projects for which financing is provided by grants.
 - The maintenance (including snow removal) of cul de sacs with the Village. Financing is provided by developer impact fees.
 - Development/construction costs for building and enhancing the "tourism related" facilities (a hotel, banquet facility and restaurant). Financing is provided by hotel/motel taxes.
 - Revenue from developer impact fees that the Village transfers to local school districts.

Village of Algonquin, Illinois

General Fund, by Account
Combining Balance Sheet
April 30, 2013

	Operating	Public Swimming Pool	Special Revenue	Total
Assets				
Cash and cash equivalents	\$ 3,592,098	\$ 6,335	\$ 564,479	\$ 4,162,912
Investments	7,316,727	-	930,345	8,247,072
Receivables				
Property taxes	5,507,826	-	-	5,507,826
Other taxes	2,915,249	-	-	2,915,249
Accrued interest	22,591	-	1,691	24,282
Developer fees	160,000	-	-	160,000
Other	308,566	-	3,906	312,472
Prepaid items	127,225	1,411	-	128,636
Total assets	<u>\$ 19,950,282</u>	<u>\$ 7,746</u>	<u>\$ 1,500,421</u>	<u>\$ 21,458,449</u>
Liabilities				
Accounts payable	\$ 292,938	\$ 733	\$ -	\$ 293,671
Deferred revenues - property tax	5,507,826	-	-	5,507,826
Deferred revenues - other	860,551	5,854	73,051	939,456
Other liabilities	12,541	-	-	12,541
Total liabilities	<u>6,673,856</u>	<u>6,587</u>	<u>73,051</u>	<u>6,753,494</u>
Fund Balances				
Nonspendable	127,225	1,411	-	128,636
Unassigned	13,149,201	(252)	1,427,370	14,576,319
Total fund balances	<u>13,276,426</u>	<u>1,159</u>	<u>1,427,370</u>	<u>14,704,955</u>
Total liabilities and fund balances	<u>\$ 19,950,282</u>	<u>\$ 7,746</u>	<u>\$ 1,500,421</u>	<u>\$ 21,458,449</u>

Village of Algonquin, Illinois

General Fund, by Account
 Combining Statement of Revenues, Expenditures
 and Changes in Fund Balances
 Year Ended April 30, 2013

	Operating	Public Swimming Pool	Special Revenue	Eliminations	Total
Revenues					
Charges for services	\$ 210,391	\$ 107,347	\$ -	\$ -	\$ 317,738
Licenses and permits	705,734	-	-	-	705,734
Intergovernmental, grants and contributions	381,680	-	75,548	-	457,228
Fines, fees and forfeitures	798,921	-	-	-	798,921
Property taxes	5,904,067	-	-	-	5,904,067
Other taxes	10,922,098	-	51,803	-	10,973,901
Investment income	48,715	3	6,183	-	54,901
Miscellaneous	56,190	18,810	-	-	75,000
Total revenues	19,027,796	126,160	133,534	-	19,287,490
Expenditures					
Current					
General government	4,101,868	201,599	11,140	-	4,314,607
Public safety	8,570,284	-	-	-	8,570,284
Public works	4,384,233	-	29,160	-	4,413,393
Capital outlay	85,813	-	-	-	85,813
Total expenditures	17,142,198	201,599	40,300	-	17,384,097
Excess (deficiency) of revenues over expenditures	1,885,598	(75,439)	93,234	-	1,903,393
Other financing sources (uses)					
Transfers in	35,000	74,173	-	(109,173)	-
Transfers out	(614,173)	-	(35,000)	109,173	(540,000)
Total other financing sources (uses)	(579,173)	74,173	(35,000)	-	(540,000)
Net change in fund balances	1,306,425	(1,266)	58,234	-	1,363,393
Fund balances - beginning	11,970,001	2,425	1,369,136	-	13,341,562
Fund balances - ending	\$ 13,276,426	\$ 1,159	\$ 1,427,370	\$ -	\$ 14,704,955

Village of Algonquin, Illinois

General Fund - Operating Account

Schedule of Revenues - Budget and Actual
Year Ended April 30, 2013

	Original Budget	Final Budget	Actual
Charges for services			
Building and zoning	\$ 4,000	\$ 4,000	\$ 6,732
Platting fees	1,000	1,000	-
Police training reimbursement	500	500	800
Snow plowing fees	1,000	1,000	536
Park usage fees	20,000	20,000	10,725
Recreation programs	111,225	111,225	97,055
Site development fee	500	500	-
Public art impact fee	700	700	5,500
Rental income	68,700	68,700	87,011
Historical commission	400	400	1,175
Subdivision signs	1,000	1,000	857
Total charges for services	<u>209,025</u>	<u>209,025</u>	<u>210,391</u>
Licenses and permits			
Liquor licenses	110,000	110,000	114,518
Building permits	180,000	180,000	564,693
Miscellaneous licenses	34,775	34,775	26,523
Total licenses and permits	<u>324,775</u>	<u>324,775</u>	<u>705,734</u>
Intergovernmental, grants and contributions			
Intergovernmental agreements	116,000	128,415	176,535
Grants - operating, public safety, general	35,000	103,856	109,911
Contributions	93,800	94,510	95,234
Total intergovernmental, grants and contributions	<u>244,800</u>	<u>326,781</u>	<u>381,680</u>
Fines, fees and forfeitures			
County court and drug fines	240,100	240,100	257,413
County prosecution fines	5,000	5,000	17,924
Police fines	22,000	22,000	13,103
Restitution - Court Cases	1,000	1,000	6,155
Police accident reports	4,000	4,000	4,012
Reports, maps and ordinances	500	500	1,332
Building permit fines	5,000	5,000	9,038

(Continued)

Village of Algonquin, Illinois

General Fund - Operating Account

Schedule of Revenues - Budget and Actual (Continued)

Year Ended April 30, 2013

	Original Budget	Final Budget	Actual
Fines, fees and forfeitures (Continued)			
Towing and storage	\$ 70,000	\$ 70,000	\$ 41,470
Traffic light enforcement	400,000	400,000	342,806
Municipal fines	78,500	78,500	103,294
Maintenance fee	1,000	1,000	2,374
Total fines, fees and forfeitures	827,100	827,100	798,921
Property taxes			
General	1,105,000	1,105,000	1,094,846
Road and bridge	370,000	370,000	380,301
Social security	675,000	675,000	668,797
Insurance	640,000	640,000	634,120
IMRF	450,000	450,000	445,863
School crossing	19,000	19,000	18,823
Police protection	1,688,000	1,688,000	1,672,487
ESDA	10,000	10,000	9,907
Police pension	988,000	988,000	978,923
Total property taxes	5,945,000	5,945,000	5,904,067
Other taxes			
Personal property replacement tax	51,000	51,000	55,544
Cable TV fees	400,000	400,000	465,403
Telecommunication tax	182,000	182,000	175,798
State income tax	2,900,000	2,900,000	3,295,417
Sales tax	7,150,000	7,150,000	6,929,936
Total other taxes	10,683,000	10,683,000	10,922,098
Investment income (expense)			
Net appreciation (depreciation) in fair value of investments	-	-	(29,623)
Interest income	78,000	78,000	85,128
Less investment expenses	-	-	(6,790)
Total investment income	78,000	78,000	48,715
Miscellaneous			
Other	11,300	14,800	56,190
Total revenues	\$ 18,323,000	\$ 18,408,481	\$ 19,027,796

Village of Algonquin, Illinois

General Fund - Operating Account

Schedule of Expenditures - Budget and Actual
Year Ended April 30, 2013

	Original Budget	Final Budget	Actual
Current			
General government			
Administration			
Personnel	\$ 1,483,340	\$ 1,483,340	\$ 1,504,092
Commodities	186,750	194,150	185,277
Contractual services	1,050,255	1,104,755	1,018,763
Other charges	162,755	131,855	122,048
Total administration	<u>2,883,100</u>	<u>2,914,100</u>	<u>2,830,180</u>
Community development			
Personnel	1,112,825	1,112,825	1,110,345
Commodities	28,285	28,285	22,623
Contractual services	126,325	195,181	127,285
Other charges	24,065	27,565	11,435
Total community development	<u>1,291,500</u>	<u>1,363,856</u>	<u>1,271,688</u>
Total general government	<u>4,174,600</u>	<u>4,277,956</u>	<u>4,101,868</u>
Public safety			
Police department			
Personnel	6,195,260	6,184,822	6,061,740
Commodities	244,725	279,241	245,973
Contractual services	1,233,715	1,244,763	1,230,691
Other charges	1,050,900	1,050,900	1,031,880
Total public safety	<u>8,724,600</u>	<u>8,759,726</u>	<u>8,570,284</u>
Public works			
Public works administration			
Personnel	505,350	505,350	498,555
Commodities	21,380	21,380	16,787
Contractual services	78,945	63,945	59,437
Other charges	11,925	11,925	11,449
Total public works administration	<u>617,600</u>	<u>602,600</u>	<u>586,228</u>

(Continued)

Village of Algonquin, Illinois

General Fund - Operating Account

Schedule of Expenditures - Budget and Actual (Continued)
Year Ended April 30, 2013

	Original Budget	Final Budget	Actual
Public works (Continued)			
Streets department			
Personnel	\$ 1,218,075	\$ 1,210,575	\$ 1,194,477
Commodities	193,685	193,685	174,054
Contractual services	877,965	885,465	776,433
Other charges	10,075	10,075	8,725
Total streets	<u>2,299,800</u>	<u>2,299,800</u>	<u>2,153,689</u>
Parks			
Personnel	1,109,700	1,109,700	1,086,365
Commodities	163,010	162,710	145,914
Contractual services	395,005	399,405	400,310
Other charges	12,115	12,415	11,727
Total parks	<u>1,679,830</u>	<u>1,684,230</u>	<u>1,644,316</u>
Total public works	<u>4,597,230</u>	<u>4,586,630</u>	<u>4,384,233</u>
Capital outlay			
Public works	93,100	93,100	85,813
Total capital outlay	<u>93,100</u>	<u>93,100</u>	<u>85,813</u>
Total expenditures	<u>\$ 17,589,530</u>	<u>\$ 17,717,412</u>	<u>\$ 17,142,198</u>

Village of Algonquin, Illinois

General Fund - Public Swimming Pool Account

Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual
Year Ended April 30, 2013

	Original Budget	Final Budget	Actual
Revenues			
Charges for services			
Swimming pool fees	\$ 36,400	\$ 36,400	\$ 37,415
Swimming daily fees	31,000	31,000	31,774
Swimming lessons	38,450	38,450	27,110
Concessions	13,675	13,675	11,048
Interest	5	5	3
Miscellaneous	17,000	17,000	18,810
Total revenues	<u>136,530</u>	<u>136,530</u>	<u>126,160</u>
Expenditures			
Current			
General government			
Personnel	103,200	103,200	90,900
Commodities	10,530	10,530	8,341
Contractual services	95,755	95,755	99,550
Other	3,515	3,515	2,808
Total expenditures	<u>213,000</u>	<u>213,000</u>	<u>201,599</u>
Deficiency of revenues over expenditures	(76,470)	(76,470)	(75,439)
Other financing sources			
Transfers in	76,470	76,470	74,173
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	(1,266)
Fund balance - beginning			<u>2,425</u>
Fund balance - ending			<u>\$ 1,159</u>

Village of Algonquin, Illinois

General Fund - Public Swimming Pool Account

Schedule of Expenditures - Budget and Actual
Year Ended April 30, 2013

	Original Budget	Final Budget	Actual
Expenditures			
Current			
General government			
Personnel			
Salary of pool employees	\$ 95,100	\$ 95,100	\$ 84,011
Social security/state unemployment tax	8,100	8,100	6,889
	<u>103,200</u>	<u>103,200</u>	<u>90,900</u>
Commodities			
Office supplies	930	930	894
Concessions	8,550	7,800	6,230
Small tools and equipment	1,050	1,800	1,217
	<u>10,530</u>	<u>10,530</u>	<u>8,341</u>
Contractual services			
Telephone	25	25	5
Gas-heat	3,400	3,400	1,879
Electricity	6,000	6,000	5,566
Water	3,380	3,380	3,828
Maintenance	74,650	74,650	80,159
Insurance	8,300	8,300	8,113
	<u>95,755</u>	<u>95,755</u>	<u>99,550</u>
Other			
Travel/training/dues	1,580	1,580	911
Uniforms and safety items	1,935	1,935	1,897
	<u>3,515</u>	<u>3,515</u>	<u>2,808</u>
Total expenditures	<u>\$ 213,000</u>	<u>\$ 213,000</u>	<u>\$ 201,599</u>

Village of Algonquin, Illinois

General Fund - Special Revenue Account

Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual
Year Ended April 30, 2013

	Original Budget	Final Budget	Actual
Revenues			
Contributions	\$ 80,000	\$ 80,000	\$ 75,548
Other taxes			
Hotel tax	60,000	60,000	51,803
Interest	5,700	5,700	6,183
Total revenues	<u>145,700</u>	<u>145,700</u>	<u>133,534</u>
Expenditures			
Current			
General government			
Regional marketing	13,000	13,000	11,140
Contractual services - impact fees	80,000	80,000	-
Public works			
Contractual services - snow removal	15,000	35,000	29,160
Total expenditures	<u>108,000</u>	<u>128,000</u>	<u>40,300</u>
Excess of revenues over expenditures	37,700	17,700	93,234
Other financing uses			
Transfers out	<u>(35,000)</u>	<u>(35,000)</u>	<u>(35,000)</u>
Net change in fund balance	<u>\$ 2,700</u>	<u>\$ (17,300)</u>	58,234
Fund balance - beginning			<u>1,369,136</u>
Fund balance - ending			<u>\$ 1,427,370</u>

MAJOR CAPITAL PROJECTS FUND

Street Improvement Fund – to account for the construction, improvement and maintenance of Village streets. Financing is provided by developer contributions, utility tax receipts, telecommunications tax receipts and transfers from other funds.

Village of Algonquin, Illinois

Capital Projects Fund - Street Improvement Fund

Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual
Year Ended April 30, 2013

	Original Budget	Final Budget	Actual
Revenues			
Contributions	\$ 15,000	\$ 15,000	\$ 422,488
Other taxes			
Home rule sales tax	1,825,000	1,825,000	2,033,443
Utility taxes	1,020,000	1,020,000	999,135
Telecommunication taxes	500,000	500,000	475,306
Investment income	25,000	25,000	11,281
Miscellaneous	-	-	33,750
Total revenues	3,385,000	3,385,000	3,975,403
Expenditures			
Public works			
Contractual services			
Legal services	4,000	11,000	10,591
Engineering services	654,000	1,037,000	869,566
Infrastructure maintenance	163,000	1,150,000	784,071
Capital outlay			
Capital improvements	4,772,000	3,545,000	1,530,784
Total expenditures	5,593,000	5,743,000	3,195,012
Net change in fund balance	\$ (2,208,000)	\$ (2,358,000)	780,391
Fund balance - beginning			<u>4,231,424</u>
Fund balance - ending			<u>\$ 5,011,815</u>

NONMAJOR GOVERNMENTAL FUNDS – COMBINING STATEMENTS

Village of Algonquin, Illinois

**Nonmajor Governmental Funds
Combining Balance Sheet
April 30, 2013**

	Special Revenue	Debt Service	Capital Projects	Total Nonmajor Governmental Funds
Assets				
Cash and cash equivalents	\$ 2,051,901	\$ 79,827	\$ 15,158	\$ 2,146,886
Investments	151,102	592,150	104,228	847,480
Receivables				
Intergovernmental	59,671	-	-	59,671
Accrued interest	-	3,187	-	3,187
Developer fees	5,448	-	110,000	115,448
Prepaid items	235	-	-	235
Total assets	<u>\$ 2,268,357</u>	<u>\$ 675,164</u>	<u>\$ 229,386</u>	<u>\$ 3,172,907</u>
Liabilities				
Accounts payable	\$ 25,676	\$ -	\$ 84,471	\$ 110,147
Deferred revenue - developer fees	5,448	-	110,000	115,448
Total liabilities	<u>31,124</u>	<u>-</u>	<u>194,471</u>	<u>225,595</u>
Fund Balances				
Nonspendable	235	-	-	235
Restricted	1,860,785	-	-	1,860,785
Assigned	376,213	675,164	34,915	1,086,292
Total fund balances	<u>2,237,233</u>	<u>675,164</u>	<u>34,915</u>	<u>2,947,312</u>
Total liabilities and fund balances	<u>\$ 2,268,357</u>	<u>\$ 675,164</u>	<u>\$ 229,386</u>	<u>\$ 3,172,907</u>

Village of Algonquin, Illinois

**Nonmajor Governmental Funds
Combining Statement of Revenues, Expenditures
and Changes in Fund Balances
Year Ended April 30, 2013**

	Special Revenue	Debt Service	Capital Projects	Total Nonmajor Governmental Funds
Revenues				
Charges for services	\$ 22,325	\$ -	\$ -	\$ 22,325
Intergovernmental, grants and contributions	1,499,010	-	-	1,499,010
Investment income	2,415	5,213	727	8,355
Miscellaneous	19,572	-	-	19,572
Total revenues	1,543,322	5,213	727	1,549,262
Expenditures				
Current				
General government	29,376	-	-	29,376
Public works	1,408,311	-	-	1,408,311
Debt service				
Principal	-	590,000	-	590,000
Interest and fiscal charges	-	165,134	-	165,134
Capital outlay	41,072	-	97,013	138,085
Total expenditures	1,478,759	755,134	97,013	2,330,906
Excess (deficiency) of revenues over expenditures	64,563	(749,921)	(96,286)	(781,644)
Other financing sources				
Transfers in	-	540,000	-	540,000
Total other financing sources	-	540,000	-	540,000
Net change in fund balances	64,563	(209,921)	(96,286)	(241,644)
Fund balances - beginning	2,172,670	885,085	131,201	3,188,956
Fund balances - ending	\$ 2,237,233	\$ 675,164	\$ 34,915	\$ 2,947,312

NONMAJOR SPECIAL REVENUE FUNDS

Motor Fuel Tax Fund – to account for maintenance and various street improvements in the Village. Financing is provided by the Village's share of Motor Fuel Tax allotments. State statutes require those allotments to be used to maintain streets.

Parks Fund - to account for the acquisition of new park sites. Financing is provided by developer contributions. In addition, monies have been allocated in this fund for design and development of Algonquin Lakes Park, Hill Climb Park, Cornish Park, and Broadsmore Park.

Cemetery Fund - to account for the operations of the Village owned cemetery. Financing is provided by fees and transfers from the General Fund.

Village of Algonquin, Illinois

Nonmajor Special Revenue Funds

Combining Balance Sheet

April 30, 2013

	Motor Fuel Tax	Parks	Cemetery	Totals
Assets				
Cash and cash equivalents	\$ 1,535,040	\$ 387,993	\$ 128,868	\$ 2,051,901
Investments	-	-	151,102	151,102
Receivables				
Intergovernmental	51,671	8,000	-	59,671
Developer fees	-	5,448	-	5,448
Prepaid items	-	-	235	235
Total assets	<u>\$ 1,586,711</u>	<u>\$ 401,441</u>	<u>\$ 280,205</u>	<u>\$ 2,268,357</u>
Liabilities				
Accounts payable	\$ 4,796	\$ 19,780	\$ 1,100	\$ 25,676
Deferred revenue - developer fees	-	5,448	-	5,448
Total liabilities	<u>4,796</u>	<u>25,228</u>	<u>1,100</u>	<u>31,124</u>
Fund Balances				
Nonspendable	-	-	235	235
Restricted	1,581,915	-	278,870	1,860,785
Assigned	-	376,213	-	376,213
Total fund balances	<u>1,581,915</u>	<u>376,213</u>	<u>279,105</u>	<u>2,237,233</u>
Total liabilities and fund balances	<u>\$ 1,586,711</u>	<u>\$ 401,441</u>	<u>\$ 280,205</u>	<u>\$ 2,268,357</u>

Village of Algonquin, Illinois

Nonmajor Special Revenue Funds

Combining Statement of Revenues, Expenditures and
Changes in Fund Balances (Deficit)
Year Ended April 30, 2013

	Motor Fuel Tax	Parks	Cemetery	Totals
Revenues				
Charges for services	\$ -	\$ -	\$ 22,325	\$ 22,325
Intergovernmental, grants and contributions	879,712	619,298	-	1,499,010
Interest	1,426	120	869	2,415
Miscellaneous	-	-	19,572	19,572
Total revenues	881,138	619,418	42,766	1,543,322
Expenditures				
Current				
General government	-	-	29,376	29,376
Public works	1,300,649	107,662	-	1,408,311
Capital outlay	-	41,072	-	41,072
Total expenditures	1,300,649	148,734	29,376	1,478,759
Net change in fund balances	(419,511)	470,684	13,390	64,563
Fund balances (deficit) - beginning	2,001,426	(94,471)	265,715	2,172,670
Fund balances - ending	\$ 1,581,915	\$ 376,213	\$ 279,105	\$ 2,237,233

Village of Algonquin, Illinois

Motor Fuel Tax Fund

Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual
Year Ended April 30, 2013

	Original Budget	Final Budget	Actual
Revenues			
Intergovernmental			
Motor fuel tax allotments	\$ 748,000	\$ 748,000	\$ 879,712
Interest	500	500	1,426
Total revenues	<u>748,500</u>	<u>748,500</u>	<u>881,138</u>
Expenditures			
Current			
Public works			
Materials	328,000	328,000	267,306
Engineering services	133,500	133,500	107,598
Maintenance	1,600,000	1,600,000	925,745
Total expenditures	<u>2,061,500</u>	<u>2,061,500</u>	<u>1,300,649</u>
Net change in fund balance	<u>\$ (1,313,000)</u>	<u>\$ (1,313,000)</u>	(419,511)
Fund balance - beginning			<u>2,001,426</u>
Fund balance - ending			<u>\$ 1,581,915</u>

Village of Algonquin, Illinois

Parks Fund

Schedule of Revenues, Expenditures and Changes in
Fund Balance (Deficit) - Budget and Actual
Year Ended April 30, 2013

	Original Budget	Final Budget	Actual
Revenues			
Contributions	\$ 8,000	\$ 8,000	\$ 619,298
Interest	1,000	1,000	120
Total revenues	<u>9,000</u>	<u>9,000</u>	<u>619,418</u>
Expenditures			
Current			
Public works			
Contractual services			
Tree planting	20,000	20,000	19,959
Wetland mitigation	111,500	111,500	42,926
Ecosystem maintenance	45,000	45,000	44,777
Capital outlay			
Land acquisition	-	41,100	41,072
Total expenditures	<u>176,500</u>	<u>217,600</u>	<u>148,734</u>
Net change in fund balance	<u>\$ (167,500)</u>	<u>\$ (208,600)</u>	470,684
Fund balance (deficit) - beginning			<u>(94,471)</u>
Fund balance - ending			<u>\$ 376,213</u>

Village of Algonquin, Illinois

Cemetery Fund

Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual
Year Ended April 30, 2013

	Original Budget	Final Budget	Actual
Revenues			
Charges for services			
Opening graves and closing crypts	\$ 10,000	\$ 10,000	\$ 12,275
Perpetual care	1,500	1,500	2,750
Sale of lots	4,000	4,000	7,300
Interest	2,050	2,050	869
Miscellaneous	19,500	19,500	19,572
Total revenues	<u>37,050</u>	<u>37,050</u>	<u>42,766</u>
Expenditures			
Current			
General government			
Commodities			
Supplies	2,400	2,400	-
Contractual services			
Professional services	25,200	25,200	20,472
Grave openings	7,000	7,000	7,300
Insurance	1,650	1,650	1,604
Total expenditures	<u>36,250</u>	<u>36,250</u>	<u>29,376</u>
Net change in fund balance	<u>\$ 800</u>	<u>\$ 800</u>	13,390
Fund balance - beginning			<u>265,715</u>
Fund balance - ending			<u>\$ 279,105</u>

NONMAJOR DEBT SERVICE FUND

Debt Service Fund – to account for the accumulation of resources for, and the payment of, general obligation debt principal, interest and related costs.

Village of Algonquin, Illinois

Nonmajor Debt Service Fund

Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual
Year Ended April 30, 2013

	Original Budget	Final Budget	Actual
Revenues			
Investment income (net)	\$ 10,000	\$ 10,000	\$ 5,213
Expenditures			
Debt service			
Principal	620,000	620,000	590,000
Interest fees and fiscal charges	155,000	155,000	165,134
Total expenditures	<u>775,000</u>	<u>775,000</u>	<u>755,134</u>
Deficiency of revenues over expenditures	(765,000)	(765,000)	(749,921)
Other financing sources			
Transfers in	770,000	770,000	540,000
Total other financing sources	<u>770,000</u>	<u>770,000</u>	<u>540,000</u>
Net change in fund balance	<u>\$ 5,000</u>	<u>\$ 5,000</u>	(209,921)
Fund balance - beginning			<u>885,085</u>
Fund balance - ending			<u>\$ 675,164</u>

NONMAJOR CAPITAL PROJECTS FUND

Village Expansion Fund – to account for Village expansion projects. Financing is provided from the issuance of debt and development fees.

Village of Algonquin, Illinois

Nonmajor Capital Projects Fund - Village Expansion Fund

Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual
Year Ended April 30, 2013

	Original Budget	Final Budget	Actual
Revenues			
Interest	\$ 205	\$ 205	\$ 727
Expenditures			
Capital outlay	110,000	110,000	97,013
Net change in fund balance	<u>\$ (109,795)</u>	<u>\$ (109,795)</u>	(96,286)
Fund balance - beginning			<u>131,201</u>
Fund balance - ending			<u>\$ 34,915</u>

MAJOR ENTERPRISE FUND

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

Village of Algonquin, Illinois

Waterworks and Sewerage Fund

Schedule of Net Position - by Account

April 30, 2013

	Operations and Maintenance	Improvements and Extension	Totals
Assets			
Current Assets			
Cash and cash equivalents	\$ 588,852	\$ 4,264,879	\$ 4,853,731
Investments	3,128,655	3,111,660	6,240,315
Receivables			
Accounts	786,496	228,793	1,015,289
Interest	5,352	7,360	12,712
Other	-	1,599,130	1,599,130
Prepaid items	35,549	-	35,549
Intrafund receivable (payable)	1,081,508	(1,081,508)	-
Restricted assets - cash and cash equivalents	-	117,715	117,715
Restricted assets - investments	-	754,973	754,973
Total current assets	5,626,412	9,003,002	14,629,414
Deferred charges	43,579	-	43,579
Capital assets			
Cost	111,850,242	-	111,850,242
Accumulated depreciation	(48,542,204)	-	(48,542,204)
Total capital assets, net	63,308,038	-	63,308,038
Total assets	\$ 68,978,029	\$ 9,003,002	\$ 77,981,031
Liabilities			
Current Liabilities			
Accounts payable	\$ 327,030	\$ 58,365	\$ 385,395
Accrued interest	27,472	-	27,472
Compensated absences payable	122,884	-	122,884
General obligation bonds payable	525,000	-	525,000
Total current liabilities	1,002,386	58,365	1,060,751
Noncurrent Liabilities			
Compensated absences payable	70,256	-	70,256
General obligation bonds payable, net	7,708,893	-	7,708,893
Total noncurrent liabilities	7,779,149	-	7,779,149
Total liabilities	8,781,535	58,365	8,839,900
Net Position			
Net investment in capital assets	55,074,145	-	55,074,145
Restricted for debt service	-	872,688	872,688
Unrestricted	5,122,349	8,071,949	13,194,298
Total net position	\$ 60,196,494	\$ 8,944,637	\$ 69,141,131

Village of Algonquin, Illinois

Waterworks and Sewerage Fund

Schedule of Revenues, Expenses and Nonoperating Revenues (Expenses)

- Budget and Actual (Budgetary Basis)

Year Ended April 30, 2013

	Original Budget	Final Budget	Actual
Operating revenues			
Charges for services			
Water and sewer revenue	\$ 5,313,500	\$ 5,313,500	\$ 6,045,155
Meter sales	5,000	5,000	15,150
Connection fees	100,000	100,000	1,608,750
Administration fee	88,500	88,500	89,147
Miscellaneous	117,000	117,000	100,148
Total operating revenues	5,624,000	5,624,000	7,858,350
Operating expenses excluding depreciation	6,264,800	6,302,006	4,892,015
Nonoperating revenues (expenses)			
Home rule sales tax	1,825,000	1,825,000	1,665,803
Contributions - developers	25,000	25,000	-
Investment income	33,000	33,000	45,222
Principal retirement	(525,000)	(525,000)	(500,000)
Interest expense and fiscal agent fees	(334,700)	(334,700)	(346,907)
Total nonoperating revenues (expenses)	1,023,300	1,023,300	864,118

Village of Algonquin, Illinois

Waterworks and Sewerage Fund

Schedule of Operating Expenses - Budget and Actual (Budgetary Basis)

Year Ended April 30, 2013

	Original Budget	Final Budget	Actual
Water department			
Personnel			
IMRF	\$ 99,500	\$ 99,500	\$ 98,610
FICA	72,200	72,200	68,223
Unemployment tax	1,275	1,275	1,040
Health insurance	196,000	196,000	184,498
Salaries	915,000	915,000	915,666
Overtime	29,000	29,000	31,437
Commodities			
Meters	70,000	61,000	28,924
Office supplies	500	500	366
Materials	25,800	25,800	18,224
Chemicals	199,080	199,080	191,006
Postage	29,300	29,300	26,575
Small tools and equipment	21,275	21,275	20,826
Vehicles and equipment	450	2,303	2,320
Fuel	32,900	32,900	26,763
Lab supplies	7,850	8,850	8,217
Office furniture and equipment	14,125	14,125	13,821
Contractual services			
Utilities	325,120	336,520	281,808
Legal services	4,000	4,000	1,444
Audit services	4,400	4,400	4,386
Engineering services	79,000	80,291	80,235
Professional services	114,145	110,954	92,640
Insurance	105,675	105,675	103,805
Publications	1,325	1,325	930
Printing	4,600	4,600	4,241
Equipment rental	1,050	1,050	1,023
Physical exams	-	-	13
Travel/training/dues	6,250	6,250	4,546
Bank processing fees	19,500	19,500	16,695
Uniforms	7,600	7,600	4,617
Maintenance			
Wells	44,500	94,500	70,966
Booster station	14,700	14,700	7,379
Maintenance storage facility	9,000	8,000	6,612
Treatment facility	34,380	34,380	31,177
Distribution system	47,400	62,400	47,368

(Continued)

Village of Algonquin, Illinois

Waterworks and Sewerage Fund

Schedule of Operating Expenses - Budget and Actual (Budgetary Basis) (Continued)
Year Ended April 30, 2013

	Original Budget	Final Budget	Actual
Water department (continued)			
Contractual services (continued)			
Maintenance (continued)			
Vehicle maintenance	\$ 30,000	\$ 30,000	\$ 26,844
Building maintenance	78,900	78,900	66,610
Maintenance - Other	700	700	700
Equipment maintenance	54,000	54,000	39,896
Capital outlay	22,000	20,147	20,492
Less fixed assets capitalized	(22,000)	(20,147)	-
Total water department	<u>2,700,500</u>	<u>2,767,853</u>	<u>2,550,943</u>
Sewer department			
Personnel			
IMRF	87,200	87,200	81,088
FICA	63,500	63,500	56,715
Unemployment tax	1,200	1,200	1,025
Health insurance	133,000	133,000	132,400
Salaries	800,000	800,000	767,930
Overtime	30,600	30,600	19,085
Commodities			
Meters	70,000	60,000	28,650
Office supplies	500	500	369
Materials	18,700	18,700	7,822
Chemicals	79,100	41,100	30,828
Postage	27,000	27,000	23,303
Small tools and equipment	20,800	20,800	18,548
Vehicles and equipment	900	2,753	2,753
Fuel	38,100	38,100	25,778
Lab supplies	6,650	6,650	6,537
Office furniture and equipment	25,025	25,025	24,957
Contractual services			
Utilities	458,145	462,245	378,620
Legal services	4,000	4,000	1,144
Audit services	4,400	4,400	4,386
Engineering services	10,240	12,240	11,872
Professional services	116,825	103,725	81,484

(Continued)

Village of Algonquin, Illinois

Waterworks and Sewerage Fund

Schedule of Operating Expenses - Budget and Actual (Budgetary Basis) (Continued)
Year Ended April 30, 2013

	Original Budget	Final Budget	Actual
Sewer department (continued)			
Contractual services (continued)			
Insurance	\$ 106,700	\$ 106,700	\$ 105,733
Publications	925	925	464
Printing	1,200	1,200	236
Equipment rental	1,300	4,300	4,020
Physical exams	-	-	13
Sludge removal	111,990	111,990	110,442
Travel/training/dues	4,590	4,590	4,475
Bank processing fees	19,500	19,500	16,695
Uniforms	7,500	7,500	7,087
Maintenance			
Treatment facility	100,500	120,500	120,695
Lift station	48,950	48,950	17,160
Collection station	42,600	42,600	1,029
Vehicle maintenance	35,000	35,000	29,516
Building maintenance	73,450	73,450	85,921
Equipment maintenance	65,000	65,000	47,187
Other	910	910	910
Capital outlay	250,500	215,147	20,492
Less capitalized amounts	(250,500)	(215,147)	-
Total sewer department	<u>2,616,000</u>	<u>2,585,853</u>	<u>2,277,369</u>
Non departmental			
Contractual services			
Engineering services	60,000	60,000	15,874
Legal services	3,300	3,300	337
Infrastructure maintenance	885,000	885,000	47,492
Total non departmental	<u>948,300</u>	<u>948,300</u>	<u>63,703</u>
Total operating expenses	<u>\$ 6,264,800</u>	<u>\$ 6,302,006</u>	<u>\$ 4,892,015</u>

INTERNAL SERVICE FUNDS

Building Service Fund – to account for the maintenance of Village buildings and land. All activities necessary to provide such services are accounted for in this fund including, but not limited to, administration, operations, maintenance, financing and related billing and collection.

Vehicle Maintenance Fund – to account for the fueling, repair and maintenance of Village vehicles and equipment. All activities necessary to provide such services are accounted for in this fund including, but not limited to, administration, operations, maintenance, financing and related billing and collection.

Village of Algonquin, Illinois

Combining Statement of Net Position - Internal Service Funds

April 30, 2013

	Building Service Fund	Vehicle Maintenance Fund	Total
Assets			
Current			
Cash and cash equivalents	\$ -	\$ 56,762	\$ 56,762
Receivables			
Accounts	-	13,209	13,209
Inventory	67,113	102,159	169,272
	<u>67,113</u>	<u>172,130</u>	<u>239,243</u>
Capital Assets			
Cost	20,439	23,019	43,458
Accumulated depreciation	(20,439)	(23,019)	(43,458)
Total capital assets, net	<u>-</u>	<u>-</u>	<u>-</u>
Total assets	<u>\$ 67,113</u>	<u>\$ 172,130</u>	<u>\$ 239,243</u>
Liabilities			
Current			
Accounts payable	<u>\$ 67,113</u>	<u>\$ 83,966</u>	<u>\$ 151,079</u>
Net Position			
Unrestricted	<u>\$ -</u>	<u>\$ 88,164</u>	<u>\$ 88,164</u>

Village of Algonquin, Illinois

Combining Statement of Revenues, Expenses and Changes in Net Position -
Internal Service Funds
Year Ended April 30, 2013

	Building Service Fund	Vehicle Maintenance Fund	Total
Operating revenues			
Maintenance billings	\$ 747,985	\$ 1,341,816	\$ 2,089,801
Miscellaneous	-	905	905
Total operating revenues	<u>747,985</u>	<u>1,342,721</u>	<u>2,090,706</u>
Operating expenses	<u>747,252</u>	<u>1,342,331</u>	<u>2,089,583</u>
Operating income	733	390	1,123
Net position - beginning	<u>(733)</u>	<u>87,774</u>	<u>87,041</u>
Net position - ending	<u>\$ -</u>	<u>\$ 88,164</u>	<u>\$ 88,164</u>

Village of Algonquin, Illinois

Comining Statement of Cash Flows – Internal Service Funds
Year Ended April 30, 2013

	Building Service Fund	Vehicle Maintenance Fund	Total
Cash flows from operating activities			
Cash paid to suppliers	\$ (407,053)	\$ (902,633)	\$ (1,309,686)
Cash paid to employees	(340,932)	(424,018)	(764,950)
Cash received for interfund services provided	747,985	1,335,187	2,083,172
Net cash provided by operating activities	<u>-</u>	<u>8,536</u>	<u>8,536</u>
Net increase in cash and equivalents	-	8,536	8,536
Cash and equivalents - beginning	<u>-</u>	<u>48,226</u>	<u>48,226</u>
Cash and equivalents - ending	<u>\$ -</u>	<u>\$ 56,762</u>	<u>\$ 56,762</u>
Reconciliation of operating income to net cash provided by operating activities			
Operating income	<u>\$ 733</u>	<u>\$ 390</u>	<u>\$ 1,123</u>
Adjustments to reconcile operating income to net cash provided by operating activities			
Changes in assets and liabilities			
Accounts receivable	-	(7,534)	(7,534)
Inventory	(46,868)	3,128	(43,740)
Accounts payable	46,135	12,552	58,687
Total adjustments	<u>(733)</u>	<u>8,146</u>	<u>7,413</u>
Net cash provided by operating activities	<u>\$ -</u>	<u>\$ 8,536</u>	<u>\$ 8,536</u>

Village of Algonquin, Illinois

Internal Service Fund - Building Service Fund

Schedule of Revenues, Expenses and
Changes in Net Position - Budget and Actual
Year Ended April 30, 2013

	Original Budget	Final Budget	Actual
Operating revenues			
Charges for services			
Maintenance billings	\$ 747,600	\$ 747,600	\$ 747,985
Total operating revenues	<u>747,600</u>	<u>747,600</u>	<u>747,985</u>
Operating expenses			
Personnel	343,000	343,000	340,932
Contractual services	16,900	16,900	12,853
Supplies and materials	200,700	200,700	162,084
Maintenance	179,500	179,500	228,529
Other charges	7,500	7,500	2,854
Total operating expenses	<u>747,600</u>	<u>747,600</u>	<u>747,252</u>
Operating income	<u>\$ -</u>	<u>\$ -</u>	733
Net position - beginning			<u>(733)</u>
Net position - ending			<u>\$ -</u>

Village of Algonquin, Illinois

Internal Service Fund - Building Service Fund

Schedule of Operating Expenses - Budget and Actual
Year Ended April 30, 2013

	Original Budget	Final Budget	Actual
Operating expenses			
Personnel			
IMRF	\$ 27,000	\$ 27,000	\$ 25,883
FICA	19,000	19,000	18,043
SUI	500	500	284
Health insurance	48,000	48,000	50,339
Salaries	235,000	235,000	235,257
Overtime	13,500	13,500	11,126
	<u>343,000</u>	<u>343,000</u>	<u>340,932</u>
Contractual services			
Telephone	4,950	4,950	4,092
Natural gas	2,600	2,600	6
Professional services	8,350	8,350	8,144
Publications	450	450	171
Printing and advertising	50	50	-
Equipment rental	500	500	440
Physical exams	-	-	-
	<u>16,900</u>	<u>16,900</u>	<u>12,853</u>
Supplies and materials			
Office supplies	400	400	219
Postage	50	50	-
Building supplies	128,400	128,400	109,753
Tools, equipment and supplies	7,300	7,300	7,323
Vehicles	57,000	57,000	37,628
Fuel	4,500	4,500	4,704
Office furniture and equipment	3,050	3,050	2,457
	<u>200,700</u>	<u>200,700</u>	<u>162,084</u>
Maintenance			
Vehicle maintenance	14,000	14,000	23,254
Equipment maintenance	1,000	1,000	2,192
Outsourced building maintenance	163,800	163,800	202,383
Office equipment maintenance	700	700	700
	<u>179,500</u>	<u>179,500</u>	<u>228,529</u>

(Continued)

Village of Algonquin, Illinois

Internal Service Fund - Building Service Fund

Schedule of Operating Expenses - Budget and Actual (Continued)

Year Ended April 30, 2013

	Original Budget	Final Budget	Actual
Operating expenses (continued)			
Other charges			
Travel, training and dues	\$ 4,500	\$ 4,500	\$ 799
Uniforms and safety items	3,000	3,000	2,055
	<u>7,500</u>	<u>7,500</u>	<u>2,854</u>
Total operating expenses	<u>\$ 747,600</u>	<u>\$ 747,600</u>	<u>\$ 747,252</u>

Village of Algonquin, Illinois

Internal Service Fund - Vehicle Maintenance Fund

Schedule of Revenues, Expenses and
Changes in Net Position - Budget and Actual
Year Ended April 30, 2013

	Original Budget	Final Budget	Actual
Operating revenues			
Charges for services			
Maintenance billings	\$ 836,400	\$ 836,400	\$ 827,027
Fire district fuel	74,700	74,700	71,815
Fuel billings	372,300	372,300	307,759
Fleet Maintenance	62,000	62,000	135,215
Miscellaneous	-	-	905
Total operating revenues	<u>1,345,400</u>	<u>1,345,400</u>	<u>1,342,721</u>
Operating expenses			
Personnel	408,250	408,250	424,018
Contractual services	26,340	25,377	15,895
Supplies and materials	808,090	809,053	763,476
Maintenance	89,700	89,700	130,541
Other charges	13,020	13,020	8,401
Total operating expenses	<u>1,345,400</u>	<u>1,345,400</u>	<u>1,342,331</u>
Operating income	<u>\$ -</u>	<u>\$ -</u>	390
Net position - beginning			<u>87,774</u>
Net position - ending			<u>\$ 88,164</u>

Village of Algonquin, Illinois

Internal Service Fund - Vehicle Maintenance Fund

Schedule of Operating Expenses - Budget and Actual
Year Ended April 30, 2013

	Original Budget	Final Budget	Actual
Operating expenses			
Personnel			
IMRF	\$ 32,000	\$ 32,000	\$ 31,732
FICA	22,500	22,500	22,069
SUI	500	500	355
Health insurance	59,000	59,000	68,394
Salaries	283,500	283,500	293,485
Overtime	10,750	10,750	7,983
	<u>408,250</u>	<u>408,250</u>	<u>424,018</u>
Contractual services			
Telephone	4,580	4,580	5,235
Natural gas	2,900	2,900	6
Professional services	10,300	10,300	7,209
Publications	7,350	6,387	2,358
Printing and advertising	60	60	-
Equipment rental	1,150	1,150	1,087
	<u>26,340</u>	<u>25,377</u>	<u>15,895</u>
Supplies and materials			
Office supplies	550	550	335
Postage	100	100	4
Tools, equipment and supplies	23,800	24,763	22,837
Fuel	444,190	444,190	386,401
Oil, lubricants, and fluids	335,200	335,200	350,522
Office furniture and equipment	4,250	4,250	3,377
	<u>808,090</u>	<u>809,053</u>	<u>763,476</u>
Maintenance			
Vehicle maintenance	8,500	8,500	10,056
Equipment maintenance	3,500	3,500	2,303
Building maintenance	37,000	37,000	46,878
Outsourced vehicle and equipment maintenance	40,000	40,000	70,604
Office equipment maintenance	700	700	700
	<u>89,700</u>	<u>89,700</u>	<u>130,541</u>

(Continued)

Village of Algonquin, Illinois

Internal Service Fund - Vehicle Maintenance Fund

Schedule of Operating Expenses - Budget and Actual (Continued)

Year Ended April 30, 2013

	Original Budget	Final Budget	Actual
Operating expenses (continued)			
Other charges			
Travel, training and dues	\$ 6,800	\$ 6,800	\$ 2,844
Uniforms and safety items	6,220	6,220	5,557
	<u>13,020</u>	<u>13,020</u>	<u>8,401</u>
Total operating expenses	<u>\$ 1,345,400</u>	<u>\$ 1,345,400</u>	<u>\$ 1,342,331</u>

FIDUCIARY FUNDS

Pension Trust

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

Agency

Developer Deposits Fund – to account for refundable deposits received from developers.

Village of Algonquin, Illinois

Pension Trust Fund

Statement of Changes in Fiduciary Net Position - Police Pension Fund -
Budget and Actual
Year Ended April 30, 2013

	Original Budget	Final Budget	Actual
Additions			
Contributions			
Employer	\$ 988,000	\$ 988,000	\$ 978,923
Employee	425,000	425,000	419,322
	<u>1,413,000</u>	<u>1,413,000</u>	<u>1,398,245</u>
Investment income			
Net appreciation in fair value of investments	364,020	364,020	989,398
Interest income	270,980	270,980	313,567
Less investment expenses	(70,000)	(70,000)	(68,887)
	<u>565,000</u>	<u>565,000</u>	<u>1,234,078</u>
Total additions	<u>1,978,000</u>	<u>1,978,000</u>	<u>2,632,323</u>
Deductions			
Administration	18,100	18,100	14,028
Pension benefits and refunds	255,000	255,000	237,827
Total deductions	<u>273,100</u>	<u>273,100</u>	<u>251,855</u>
Change in net position	<u>\$ 1,704,900</u>	<u>\$ 1,704,900</u>	2,380,468
Net position - beginning			<u>14,724,128</u>
Net position - ending			<u>\$ 17,104,596</u>

Village of Algonquin, Illinois

Agency Fund - Developer Deposits Fund

Statement of Changes in Assets and Liabilities
Year Ended April 30, 2013

	Balance, May 1	Additions	Deductions	Balance, April 30
Assets				
Cash and cash equivalents	\$ 600,142	\$ 1,497,503	\$ 1,281,039	\$ 816,606
Liabilities				
Deposits	\$ 600,142	\$ 1,497,503	\$ 1,281,039	\$ 816,606

OTHER SUPPLEMENTARY INFORMATION

Village of Algonquin, Illinois

Long Term Debt Requirements
 General Obligation Bonds, Series 2005A
 April 30, 2013

Date of issue	December 15, 2005
Date of maturity	April 1, 2025
Interest rate	3.5% to 4.15%
Interest dates	October 1 and April 1
Payable at	BNY Midwest Trust Company

Principal and Interest Requirements

Fiscal Year	October 1 Interest	April 1		Total
		Principal	Interest	
2014	\$ 164,830	\$ 525,000	\$ 164,830	\$ 854,660
2015	154,593	550,000	154,592	859,185
2016	143,868	575,000	143,867	862,735
2017	132,655	600,000	132,655	865,310
2018	120,955	625,000	120,955	866,910
2019	108,768	665,000	108,768	882,536
2020	95,800	700,000	95,800	891,600
2021	81,975	725,000	81,975	888,950
2022	67,475	775,000	67,475	909,950
2023	51,781	800,000	51,781	903,562
2024	35,581	850,000	35,581	921,162
2025	18,156	875,000	18,157	911,313
	<u>\$ 1,176,437</u>	<u>\$ 8,265,000</u>	<u>\$ 1,176,436</u>	<u>\$ 10,617,873</u>

Village of Algonquin, Illinois

Long Term Debt Requirements
 General Obligation Bonds, Series 2005B
 April 30, 2013

Date of issue	January 1, 2006
Date of maturity	April 1, 2020
Interest rate	3.875% to 3.95%
Interest dates	October 1 and April 1
Payable at	BNY Midwest Trust Company

Principal and Interest Requirements

Fiscal Year	October 1 Interest	April 1		Total
		Principal	Interest	
2014	\$ 57,328	\$ -	\$ 57,328	\$ 114,656
2015	57,328	-	57,328	114,656
2016	57,328	535,000	57,328	649,656
2017	46,963	550,000	46,962	643,925
2018	36,238	575,000	36,237	647,475
2019	25,025	625,000	25,025	675,050
2020	12,838	650,000	12,837	675,675
	<u>\$ 293,048</u>	<u>\$ 2,935,000</u>	<u>\$ 293,045</u>	<u>\$ 3,521,093</u>

Village of Algonquin, Illinois

Long-Term Debt Requirements

General Obligation Refunding Bonds - Series 2010 Debt Service

April 30, 2013

Date of issue	June 1, 2010
Date of maturity	April 1, 2015
Interest rate	2.00% -3.00%
Interest dates	October 1 and April 1
Payable at	BNY Midwest Trust Company

Principal and Interest Requirements

Fiscal Year	October 1	April 1		Total
	Interest	Principal	Interest	
2014	\$ 17,650	\$ 620,000	\$ 17,650	\$ 655,300
2015	9,900	660,000	9,900	679,800
	<u>\$ 27,550</u>	<u>\$ 1,280,000</u>	<u>\$ 27,550</u>	<u>\$ 1,335,100</u>

Statistical Section

This part of the Village of Algonquin's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the Village's overall financial health.

<u>Contents</u>	<u>Page</u>
Financial Trends These schedules contain trend information to help the reader understand how the Village's financial performance and well-being have changed over time.	100-108
Revenue Capacity These schedules contain information to help the reader assess the factors affecting the Village's ability to generate its property and sales taxes.	109-114
Debt Capacity These schedules present information to help the reader assess the affordability of the Village's current levels of outstanding debt and the Village's ability to issue additional debt in the future.	115-118
Demographic and Economic Information These schedules offer demographic and economic indicators to help the reader understand the environment within which the Village's financial activities take place and to help make comparisons over time and with other governments.	119-121
Operating Information These schedules contain information about the Village's operations and resources to help the reader understand how the Village's financial information relates to the services the Village provides and the activities it performs.	122-124

Sources:

Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year.

Village of Algonquin, Illinois

**Net Position by Component
Last Ten Fiscal Years**

	2004	2005	2006	2007
Governmental Activities				
Net Investment in Capital Assets	\$ 151,374,388	\$ 183,288,852	\$ 183,861,002	\$ 181,289,769
Restricted	1,641,311	1,109,522	1,143,253	6,507,747
Unrestricted	5,633,822	7,566,682	10,808,910	8,448,512
Total Governmental Activities	\$ 158,649,521	\$ 191,965,056	\$ 195,813,165	\$ 196,246,028
Business-type Activities				
Net Investment in Capital Assets	\$ 46,225,747	\$ 66,551,245	\$ 62,525,345	\$ 67,709,537
Restricted	681,047	676,399	1,150,782	785,446
Unrestricted	8,415,453	5,103,093	9,517,702	6,085,709
Total Business-type Activities	\$ 55,322,247	\$ 72,330,737	\$ 73,193,829	\$ 74,580,692
Total				
Net Investment in Capital Assets	\$ 197,600,135	\$ 249,840,097	\$ 246,386,347	\$ 248,999,306
Restricted	2,322,358	1,785,921	2,294,035	7,293,193
Unrestricted	14,049,275	12,669,775	20,326,612	14,534,221
Total Primary Government	\$ 213,971,768	\$ 264,295,793	\$ 269,006,994	\$ 270,826,720

Data Source

Audited Financial Statements

Fiscal Year					
2008	2009	2010	2011	2012	2013
\$ 185,504,246	\$ 179,027,466	\$ 176,607,596	\$ 175,520,012	\$ 177,068,931	\$ 181,677,850
5,615,510	6,281,547	7,376,272	7,503,441	2,266,916	1,860,785
6,286,051	7,633,118	7,055,416	8,606,808	15,271,626	17,964,539
<u>\$ 197,405,807</u>	<u>\$ 192,942,131</u>	<u>\$ 191,039,284</u>	<u>\$ 191,630,261</u>	<u>\$ 194,607,473</u>	<u>\$ 201,503,174</u>
\$ 74,099,851	\$ 73,436,233	\$ 63,883,643	\$ 60,837,070	\$ 57,848,186	\$ 55,074,145
804,588	406,000	920,000	817,000	1,523,000	872,688
2,254,481	4,727,611	5,027,550	7,274,331	8,938,628	13,194,298
<u>\$ 77,158,920</u>	<u>\$ 78,569,844</u>	<u>\$ 69,831,193</u>	<u>\$ 68,928,401</u>	<u>\$ 68,309,814</u>	<u>\$ 69,141,131</u>
\$ 259,604,097	\$ 252,463,699	\$ 240,491,239	\$ 236,357,082	\$ 234,917,117	\$ 236,751,995
6,420,098	6,687,547	8,296,272	8,320,441	3,789,916	2,733,473
8,540,532	12,360,729	12,082,966	15,881,139	24,210,254	31,158,837
<u>\$ 274,564,727</u>	<u>\$ 271,511,975</u>	<u>\$ 260,870,477</u>	<u>\$ 260,558,662</u>	<u>\$ 262,917,287</u>	<u>\$ 270,644,305</u>

Village of Algonquin, Illinois
Change in Net Position
Last Ten Fiscal Years

	2004	2005	2006	2007
Expenses				
Governmental Activities				
General Government	\$ 3,431,227	\$ 5,287,207	\$ 4,382,832	\$ 7,486,196
Public Safety	5,460,846	5,681,127	6,808,738	6,023,380
Public Works	5,710,739	7,383,989	7,655,372	7,567,852
Interest	364,595	359,523	428,104	440,111
Total Governmental Activities Expenses	14,967,407	18,711,846	19,275,046	21,517,539
Business-type Activities Water and Sewer	5,598,450	9,660,213	6,838,648	7,530,363
Total Business-type Activities Expenses	5,598,450	9,660,213	6,838,648	7,530,363
Total Primary Government Expenses	\$ 20,565,857	\$ 28,372,059	\$ 26,113,694	\$ 29,047,902
Program Revenues				
Governmental Activities				
Charges for Services				
General Government	\$ 1,361,652	\$ 2,041,643	\$ 1,510,482	\$ 1,523,407
Public Safety	890,323	853,227	645,748	610,043
Public Works	75,090	86,102	34,570	105,074
Operating Grants and Contributions	2,569,938	3,485,828	1,604,390	1,213,851
Capital Grants and Contributions	16,116,299	32,715,967	4,109,196	1,586,198
Total Governmental Activities Program Revenues	21,013,302	39,182,767	7,904,386	5,038,573
Business-type Activities				
Charges for Services				
Water and Sewer	5,933,858	8,026,313	7,273,018	5,665,128
Operating Grants and Contributions	1,108,796	499,280	3,200	1,090
Capital Grants and Contributions	5,864,326	17,961,942	179,541	-
Total Business-type Activities Program Revenues	12,906,980	26,487,535	7,455,759	5,666,218
Total Primary Government Program Revenues	\$ 33,920,282	\$ 65,670,302	\$ 15,360,145	\$ 10,704,791
Net (Expense) Revenue				
Governmental Activities	\$ 6,045,895	\$ 20,470,921	\$ (11,370,660)	\$ (16,478,966)
Business-type Activities	7,308,530	16,827,322	617,111	(1,864,145)
Total Primary Government Net (Expense) Revenue	\$ 13,354,425	\$ 37,298,243	\$ (10,753,549)	\$ (18,343,111)

Fiscal Year						
2008	2009	2010	2011	2012	2013	
\$ 4,378,364	\$ 4,618,093	\$ 4,511,797	\$ 4,538,951	\$ 4,742,261	\$ 4,682,238	
6,987,936	7,686,244	7,924,602	8,086,707	8,267,862	8,668,334	
9,844,829	16,991,574	12,154,994	8,930,380	8,872,523	8,059,774	
378,502	408,053	395,572	344,884	345,353	190,092	
21,589,631	29,703,964	24,986,965	21,900,922	22,227,999	21,600,438	
7,600,797	8,708,844	16,311,087	8,578,470	8,551,752	8,738,058	
7,600,797	8,708,844	16,311,087	8,578,470	8,551,752	8,738,058	
\$ 29,190,428	\$ 38,412,808	\$ 41,298,052	\$ 30,479,392	\$ 30,779,751	\$ 30,338,496	
\$ 1,266,281	\$ 1,416,942	\$ 732,201	\$ 718,779	\$ 883,440	\$ 1,470,286	
715,082	745,832	1,223,423	977,767	1,003,544	1,022,031	
78,279	42,130	21,704	14,989	26,448	52,023	
1,156,090	1,017,003	971,168	1,191,828	1,278,892	1,288,203	
1,487,548	3,807,774	1,579,772	368,995	1,783,794	4,130,903	
4,703,280	7,029,681	4,528,268	3,272,358	4,976,118	7,963,446	
5,602,144	5,624,824	5,201,422	5,450,665	5,596,381	7,858,350	
54,641	34,040	37,071	54,112	112,067	-	
465,381	959,913	-	-	-	-	
6,122,166	6,618,777	5,238,493	5,504,777	5,708,448	7,858,350	
\$ 10,825,446	\$ 13,648,458	\$ 9,766,761	\$ 8,777,135	\$ 10,684,566	\$ 15,821,796	
\$ (16,886,351)	\$ (22,674,283)	\$ (20,458,697)	\$ (18,628,564)	\$ (17,251,881)	\$ (13,636,992)	
(1,478,631)	(2,090,067)	(11,072,594)	(3,073,693)	(2,843,304)	(879,708)	
\$ (18,364,982)	\$ (24,764,350)	\$ (31,531,291)	\$ (21,702,257)	\$ (20,095,185)	\$ (14,516,700)	

(Continued)

Village of Algonquin, Illinois

Change in Net Position (Continued)
Last Ten Fiscal Years

	2004	2005	2006	2007
General Revenues and Other Changes in Net Position				
Governmental Activities				
Taxes				
Property	\$ 3,296,024	\$ 3,889,332	\$ 4,266,257	\$ 4,720,450
Sales	3,569,189	4,105,890	5,573,263	6,543,069
Income and Use	1,732,317	2,231,053	2,496,391	2,771,039
Utility	1,070,443	1,145,222	1,397,896	1,739,948
Other	1,135,522	1,219,739	1,124,126	512,757
Investment Earnings	126,958	158,115	325,513	615,840
Miscellaneous	(407,067)	95,263	35,323	8,726
Total Governmental Activities	10,523,386	12,844,614	15,218,769	16,911,829
Business-type Activities				
Sales	-	-	-	2,568,447
Investment Earnings	114,704	181,168	245,981	577,561
Miscellaneous	(250,395)	-	-	105,000
Total Business-type Activities	(135,691)	181,168	245,981	3,251,008
Total Primary Government	\$ 10,387,695	\$ 13,025,782	\$ 15,464,750	\$ 20,162,837
Change in Net Position				
Governmental Activities	\$ 16,569,281	\$ 33,315,535	\$ 3,848,109	\$ 432,863
Business-type Activities	7,172,839	17,008,490	863,092	1,386,863
Total Primary Government	\$ 23,742,120	\$ 50,324,025	\$ 4,711,201	\$ 1,819,726

Data Source

Audited Financial Statements

Fiscal Year						
2008	2009	2010	2011	2012	2013	
\$ 5,168,603	\$ 5,583,456	\$ 5,939,181	\$ 5,960,733	\$ 6,000,829	\$ 5,904,067	
6,510,307	6,848,007	7,550,234	8,030,266	8,630,053	9,023,020	
3,426,760	3,067,163	2,676,478	2,817,443	3,003,337	3,294,417	
1,023,062	1,014,164	947,168	1,015,552	963,634	999,135	
899,998	887,618	866,264	1,189,334	1,438,886	1,220,371	
601,941	342,425	215,056	192,446	177,276	74,537	
415,459	467,774	361,469	13,767	15,078	17,146	
18,046,130	18,210,607	18,555,850	19,219,541	20,229,093	20,532,693	
3,567,652	3,112,492	2,282,512	2,140,901	2,189,131	1,665,803	
230,995	79,999	51,431	30,000	35,586	45,222	
258,212	308,500	-	-	-	-	
4,056,859	3,500,991	2,333,943	2,170,901	2,224,717	1,711,025	
\$ 22,102,989	\$ 21,711,598	\$ 20,889,793	\$ 21,390,442	\$ 22,453,810	\$ 22,243,718	
\$ 1,159,779	\$ (4,463,676)	\$ (1,902,847)	\$ 590,977	\$ 2,977,212	\$ 6,895,701	
2,578,228	1,410,924	(8,738,651)	(902,792)	(618,587)	831,317	
\$ 3,738,007	\$ (3,052,752)	\$ (10,641,498)	\$ (311,815)	\$ 2,358,625	\$ 7,727,018	

Village of Algonquin, Illinois

Fund Balances of Governmental Funds
Last Ten Fiscal Years

	Fiscal Year									
	2004	2005	2006	2007	2008	2009	2010	2011	2012**	2013**
General Fund										
Reserved	\$ 67,970	\$ 73,572	\$ 73,689	\$ 489,665	\$ 128,273	\$ 91,051	\$ 820,482	\$ 1,087,729	N/A	N/A
Designated	-	-	-	439,570	370,413	723,366	630,847	631,745	N/A	N/A
Unreserved	1,984,223	3,846,707	4,737,674	5,766,026	7,240,821	7,537,908	8,031,591	8,981,623	N/A	N/A
Nonspendable	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	\$ 104,327	\$ 128,636
Restricted	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	-	-
Committed	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	-	-
Assigned	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	-	-
Unassigned	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	13,237,235	14,576,319
Total General Fund	\$ 2,052,193	\$ 3,920,279	\$ 4,811,363	\$ 6,695,261	\$ 7,739,507	\$ 8,352,325	\$ 9,482,920	\$ 10,701,097	\$ 13,341,562	\$ 14,704,955
All Other Governmental Funds										
Reserved	\$ 2,135,363	\$ 1,570,213	\$ 4,505,881	\$ 6,095,826	\$ 5,580,401	\$ 6,191,767	\$ 6,633,759	\$ 6,506,815	N/A	N/A
Unreserved, reported in										
Special Revenue Funds	3,567,165	3,715,606	3,074,909	2,199,087	2,347,141	3,088,941	2,363,027	3,001,419	N/A	N/A
Capital Project Funds	31,162	(21,899)	63,877	74,556	80,778	127,264	129,144	130,320	N/A	N/A
Debt Service Funds	-	-	-	-	-	-	-	-	N/A	N/A
Nonspendable	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	\$ 225	\$ 235
Restricted	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	2,266,916	1,860,785
Committed	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	-	-
Assigned	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	5,247,710	6,098,107
Unassigned	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	(94,471)	-
Total All Other Governmental Funds	\$ 5,733,690	\$ 5,263,920	\$ 7,644,667	\$ 8,369,469	\$ 8,008,320	\$ 9,407,972	\$ 9,125,930	\$ 9,638,554	\$ 7,420,380	\$ 7,959,127

Data Source

Audited Financial Statements

** Effective May 1, 2011, the Village adopted the provisions of Governmental Accounting Standards Board Statement No. 54 ("GASB 54"), *Fund Balance Reporting and Government Fund Type Definitions*. This statement establishes fund balance classifications of Nonspendable, Restricted, Committed, Assigned and Unassigned. Fund balances will not be classified as Reserved or Unreserved beginning in Fiscal Year 2012. In addition, this statement reclassified the Public Swimming Pool and the Special Revenue Funds balances to be included within the General Fund.

Village of Algonquin, Illinois

Changes in Fund Balances of Governmental Funds
Last Ten Fiscal Years

	Fiscal Year									
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Revenues										
Taxes	\$ 10,687,467	\$ 12,502,435	\$ 14,729,311	\$ 16,215,537	\$ 17,517,779	\$ 17,616,380	\$ 18,408,483	\$ 19,016,084	\$ 19,922,146	\$ 20,385,852
Licenses and Permits	711,050	1,564,632	1,111,868	798,701	716,764	934,656	339,520	358,788	397,652	705,734
Intergovernmental, Grants and Contributions	2,603,352	3,485,828	2,414,341	1,723,544	1,328,505	1,591,706	1,696,032	1,277,185	1,553,508	2,378,726
Charges for Services	811,630	557,327	480,582	815,555	696,065	520,417	463,882	301,319	338,722	340,063
Fines and Forfeitures	804,387	859,013	576,564	583,982	615,449	694,899	1,132,348	907,896	864,061	798,921
Investment Income	126,958	158,115	325,514	615,840	601,942	342,425	215,055	192,446	177,277	74,537
Miscellaneous	148,336	135,415	65,359	76,337	74,794	128,001	55,366	58,564	135,304	128,322
Total Revenues	15,893,180	19,262,765	19,703,539	20,829,496	21,551,298	21,828,484	22,310,686	22,112,282	23,388,670	24,812,155
Expenditures										
General Government	3,096,296	4,198,060	4,040,376	3,954,995	4,018,830	4,159,903	4,030,535	4,109,045	4,138,167	4,343,983
Public Safety	5,175,559	5,479,560	6,622,469	6,322,486	6,784,724	7,516,079	7,730,736	7,980,376	8,328,490	8,570,284
Public Works	3,181,664	4,479,163	3,978,291	4,531,800	6,609,056	5,101,332	6,098,858	6,064,344	5,685,056	7,485,932
Capital Outlay	8,362,461	3,234,345	3,900,017	2,536,631	2,516,044	2,305,322	2,874,139	1,512,055	1,217,825	1,754,682
Debt Service										
Principal	385,000	463,181	504,547	543,317	597,355	451,600	465,000	500,000	3,420,695	590,000
Interest	271,768	261,888	296,134	331,567	307,192	281,778	262,865	187,454	176,146	165,134
Total Expenditures	20,472,748	18,116,197	19,341,834	18,220,796	20,833,201	19,816,014	21,462,133	20,353,274	22,966,379	22,910,015
Excess of Revenues over (under)										
Expenditures	(4,579,568)	1,146,568	361,705	2,608,700	718,097	2,012,470	848,553	1,759,008	422,291	1,902,140

(Continued)

Village of Algonquin, Illinois

Changes in Fund Balances of Governmental Funds (Continued)
Last Ten Fiscal Years

	Fiscal Year									
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Other financing Sources (Uses)										
Transfers In	\$ 560,319	\$ 562,909	\$ 574,104	\$ 617,081	\$ 1,050,798	\$ 669,376	\$ 678,098	\$ 852,355	\$ 852,355	\$ 540,000
Transfers Out	(560,319)	(562,909)	(574,104)	(617,081)	(1,085,798)	(669,376)	(678,098)	(852,355)	(852,355)	(540,000)
Proceeds from Capital Lease	-	250,000	-	-	-	-	-	-	-	-
Proceeds from bonds	-	-	2,935,000	-	-	-	-	-	-	-
Discount on general obligation bonds	-	-	(24,874)	-	-	-	-	-	-	-
Transfer to refunded bond escrow	-	-	-	-	-	-	-	-	-	-
Sale of Capital Assets	36,107	1,748	-	-	-	-	-	-	-	-
Total Other Financing Sources (Uses)	36,107	251,748	2,910,126	-	(35,000)	-	-	-	-	-
Net Change in Fund Balances	\$ (4,543,461)	\$ 1,398,316	\$ 3,271,831	\$ 2,608,700	\$ 683,097	\$ 2,012,470	\$ 848,553	\$ 1,759,008	\$ 422,291	\$ 1,902,140
Debt Service as a Percentage of Noncapital Expenditures	5.42%	4.87%	5.19%	5.58%	4.94%	4.19%	3.90%	3.74%	16.86%	4.18%

Data Source

Audited Financial Statements

Village of Algonquin, Illinois

Assessed Value and Actual Value of Taxable Property
Last Ten Levy Years

Levy Year	Equalized Assessed Valuation					Total Direct Tax Rate	Estimated Actual Taxable Value	Assessed Value as a Percentage of Actual Value	Commercial and Industrial		Residential	
	Residential Property	Commercial Property	Industrial Property	Other Property	Total Taxable Assessed Value				Number of permits	Value (1)	Number of permits	Value (1)
2003	\$ 654,009,810	\$ 82,214,307	\$ 8,849,966	\$ 1,998,214	\$ 747,072,297	0.4837	\$ 2,241,216,891	33.333%	38	\$ 38,050,439	243	\$ 34,117,797
2004	713,442,229	108,993,553	9,917,640	2,083,909	834,437,331	0.4765	2,503,311,993	33.333%	29	29,507,013	286	44,028,568
2005	797,460,690	136,704,248	10,954,984	1,971,828	947,091,750	0.4641	2,841,275,250	33.333%	19	18,264,861	288	42,870,238
2006	862,594,920	163,022,809	11,455,468	1,918,372	1,038,991,569	0.4642	3,116,974,707	33.333%	20	41,819,250	113	20,806,545
2007	919,421,895	179,848,425	14,279,170	2,341,302	1,115,890,792	0.4701	3,347,672,376	33.333%	10	17,450,000	22	6,504,500
2008	945,636,052	192,038,216	15,042,082	2,357,036	1,155,073,386	0.4849	3,465,220,158	33.333%	10	23,298,000	15	5,344,348
2009	936,696,159	204,128,666	14,380,217	2,386,354	1,157,591,396	0.4839	3,472,774,188	33.333%	3	1,771,968	3	1,125,170
2010	860,584,473	199,171,411	15,301,720	2,563,069	1,077,620,673	0.5233	3,232,862,019	33.333%	2	2,316,784	2	1,244,433
2011	777,644,853	186,100,950	14,937,997	2,596,949	981,280,749	0.5642	2,943,842,247	33.333%	1	5,136,364	-	-
2012	701,596,262	170,572,789	12,346,224	2,685,421	887,200,696	0.6208	2,661,602,088	33.333%	-	-	11	21,107,592

Data Source

Assessed Value, Tax Rate, Taxable Value: Office of the County Clerks and Township Assessors
Permits and Construction Value: Village of Algonquin Records

Note : Property is assessed at 33 1/3 % of actual value; property tax rates are per \$100 of assessed valuation.
Property is assessed on the following basis: McHenry Township - Annual; Dundee Township - Quadrennial (minimum)
Grafton Township - Quadrennial (minimum)
Value (1) - The Estimated construction cost is provided by the permit applicant

Village of Algonquin, Illinois

**Property Tax Rates - Direct and Overlapping Governments
Last Ten Levy Years**

	Levy Years									
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Village Direct Rates										
General Corporate	\$ 0.4837	\$ 0.4765	\$ 0.4641	\$ 0.4642	\$ 0.4701	\$ 0.4849	\$ 0.4839	\$ 0.5233	\$ 0.5642	\$ 0.6208
Overlapping Rates										
Fire Districts (5)	2.0966	2.1202	2.0788	2.1485	2.1066	2.1304	2.1466	2.3469	2.4758	3.5099
Kane County	0.3578	0.3467	0.3367	0.3452	0.3322	0.3336	0.3398	0.3730	0.3990	0.4336
Kane County Forest Preserve	0.1270	0.1432	0.1905	0.1747	0.1974	0.1932	0.1997	0.2201	0.2609	0.2710
McHenry County	0.7153	0.7346	0.7278	0.7060	0.6871	0.7014	0.7157	0.7927	0.8879	0.9958
McHenry County Conservation	0.1663	0.1580	0.1490	0.1425	0.1738	0.1732	0.1775	0.1956	0.2191	0.2481
Park Districts (3)	0.7603	0.7577	0.7313	0.7121	0.6862	0.6580	0.6959	0.8241	0.8665	0.7645
Public Libraries (4)	0.7199	0.7104	0.6675	0.8695	0.8456	0.8438	0.8693	0.9916	1.0266	1.1517
Road & Bridge (4)	0.2587	0.2439	0.2335	0.2281	0.2210	0.2237	0.2283	0.2552	0.2794	0.3942
Schools (4)	8.6983	8.9773	9.0626	8.7973	8.5327	8.4892	8.7353	9.9611	10.4509	12.0424
Townships (4)	0.3051	0.2899	0.2753	0.2411	0.2527	0.2522	0.2620	0.2984	0.3230	0.4165

Data Source

Office of the County Clerk

Property tax rates are per \$100 of assessed valuation.

Village of Algonquin, Illinois

**Principal Property Taxpayers
Current Year and Eight Years Ago**

Taxpayer	2012			2004*		
	Taxable Assessed Value	Rank	Percentage of Total Village Taxable Assessed Valuation	Taxable Assessed Value	Rank	Percentage of Total Village Taxable Assessed Valuation
In Retail Fund Algonquin Commons LLC	\$ 31,423,219	1	3.54%	\$ 4,092,499	3	0.49%
Rubloff Oakridge Algonquin LLC	8,009,116	2	0.90%	-	-	0.00%
Oakridge Court LLC	4,743,946	3	0.53%	-	-	0.00%
Wal-Mart Real Estate	4,640,081	4	0.52%	3,691,297	7	0.44%
Meijer Stores LTD Partnership	4,000,000	5	0.45%	5,184,463	2	0.62%
Target Corporation	3,824,873	6	0.43%	3,983,003	4	0.48%
LTF USA Real Estate LLC	3,477,235	7	0.39%	3,832,384	6	0.46%
Randall Holdings LLC	3,345,334	8	0.38%	-	-	0.00%
HD Development of MD Inc.	2,839,376	9	0.32%	3,092,940	8	0.37%
Jewel Food Stores Inc.	2,765,275	10	0.31%	-	-	0.00%
RPA Shopping Center Ph. 1 LLC	-		0.00%	3,050,000	9	0.37%
Woodscreek Shopping Center	-		0.00%	7,752,396	1	0.93%
River Point Shopping Center				3,966,659	5	0.48%
Algonquin Towne Center	-		0.00%	2,849,662	10	0.34%
	<u>\$ 69,068,455</u>		<u>7.78%</u>	<u>\$ 41,495,303</u>		<u>4.97%</u>

Office of the County Clerk

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

* 2004 is the oldest information available.

Village of Algonquin, Illinois

**Property Tax Levies and Collections
Last Ten Levy Years**

Levy Year	Tax Levy	Collected within the Fiscal Year after the Levy		Collected in Subsequent Fiscal Years	Total Collections
		Amount	Percentage of Levy	Amount	Percentage of Levy
2003	\$ 3,609,918	\$ 3,608,407	99.96%	\$ 313	99.97%
2004*	3,971,334	3,967,157	99.89%	7,643	100.09%
2005	4,392,662	4,389,404	99.93%	1,672	99.96%
2006	4,829,500	4,824,833	99.90%	7	99.90%
2007*	5,242,000	5,241,867	100.00%	443	100.01%
2008	5,601,000	5,589,578	99.80%	184	99.80%
2009	5,601,000	5,596,725	99.92%	1,294	99.95%
2010*	5,601,000	5,622,139	100.38%	1,254	100.40%
2011	5,575,000	5,522,438	99.06%	-	99.06%
2012	5,481,000	N/A	N/A	N/A	N/A

*Collection rates exceeding 100% are attributed to the differences due to timing Village's Tax Levy and the County's corresponding Final Tax Extension. This can occur when a county relies on estimated equalized assessed valuation (EAV) due to changes made to the EAV upon review of the state equalization board.

Data Source

Office of the County Clerk

Note: Property is assessed at 33 1/3 % of actual value.

Property is assessed on the following basis: McHenry Township - Annual;

Dundee Township - Quadrennial (minimum); Grafton Township - Quadrennial (minimum)

Collections for most recent levy year are not available (N/A)

Village of Algonquin, Illinois

Sales Tax Base and Number of Principal Payers

Taxable Sales by Category - 1% Sales Tax

Last Ten Calendar Years

	Calendar Year									
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
General Merchandise	\$ 137,617	\$ 1,058,941	\$ 1,040,830	\$ 1,134,546	\$ 1,181,247	\$ 1,128,164	\$ 1,196,336	\$ 1,328,129	\$ 1,253,051	\$ 1,366,558
Food	1,355,084	541,265	494,863	668,337	792,506	903,485	987,441	957,066	989,997	975,961
Drinking and Eating Places	326,706	380,648	573,544	625,786	632,570	622,420	634,989	592,419	667,728	717,117
Apparel	7,293	125,721	490,072	549,577	575,270	509,925	455,968	519,440	685,012	588,495
Furniture & H.H. & Radio	43,667	119,671	423,118	629,713	727,475	639,712	528,320	510,346	491,866	523,162
Lumber, Building, Hardware	369,377	349,357	313,334	324,388	341,289	356,094	312,403	303,779	304,682	301,486
Automobile and Filling Stations	305,002	980,034	1,067,088	1,110,196	1,159,194	1,173,824	1,051,475	1,070,284	1,223,019	1,254,027
Drugs and Miscellaneous Retail	316,753	391,772	587,094	775,525	870,839	866,106	1,047,092	1,038,679	1,065,226	1,036,697
Agriculture and All Others	121,758	142,410	165,951	184,814	192,069	180,022	125,987	110,353	103,667	94,845
Manufacturers	129,754	141,810	135,846	116,495	126,597	109,840	103,914	83,071	117,709	75,772
Total	\$ 3,308,709	\$ 4,057,929	\$ 5,291,741	\$ 6,144,349	\$ 6,599,056	\$ 6,504,882	\$ 6,455,352	\$ 6,525,655	\$ 6,948,585	\$ 6,991,371
Total Number of Payers	674	770	906	944	989	825	801	766	1,128	807
Village direct sales tax rate	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%
Village home rule sales tax rate	0.00%	0.00%	0.00%	0.75%	0.75%	0.75%	0.75%	0.75%	0.75%	0.75%

Data Source

Illinois Department of Revenue

Note: Blank categories have less than 4 taxpayers, therefore no data is shown to protect the confidentiality of individual taxpayers; totals include censored data.

Home rule sales tax of .75% went into effect on July 1, 2006

Village of Algonquin, Illinois

**Direct and Overlapping Sales Tax Rates
Last Ten Fiscal Years**

Fiscal Year	Village Direct Rate	State Rate
2004	1.00%	5.50%
2005	1.00%	5.50%
2006	1.00%	5.50%
2007	1.75%	5.50%
2008	1.75%	5.50%
2009	1.75%	6.00%
2010	1.75%	6.00%
2011	1.75%	6.00%
2012	1.75%	6.00%
2013	1.75%	6.00%

Data Source

Village and County Records

Note: Home rule sales tax of .75% went into effect on July 1, 2006

Village of Algonquin, Illinois

**Ratios of Outstanding Debt by Type
Last Ten Fiscal Years**

Fiscal Year Ended	Governmental Activities		Business-Type Activities		Total Primary Government	Ratio of Total Outstanding Debt To Equalized Assessed Valuation*	Total Outstanding Debt Per Capita*
	General Obligation Bonds	Capital Leases	General Obligation Bonds	Revenue Bonds			
2004	\$ 7,612,841	\$ -	\$ 2,050,000	\$ 1,095,000	\$ 10,757,841	1.44%	\$ 363.44
2005	7,202,882	201,819	1,905,000	890,000	10,199,701	1.22%	334.75
2006	9,798,530	142,272	10,750,000	680,000	21,370,802	2.26%	684.74
2007	9,429,767	78,955	10,580,000	460,000	20,548,722	1.98%	658.40
2008	9,016,888	11,600	10,385,000	225,000	19,638,488	1.76%	644.27
2009	8,700,204	-	10,170,000	-	18,870,204	1.63%	619.06
2010	8,365,044	-	9,685,000	-	18,050,044	1.56%	592.15
2011	8,081,752	-	9,220,000	-	17,301,752	1.61%	575.84
2012	4,791,375	-	8,751,165	-	13,542,540	1.38%	450.73
2013	4,199,853	-	8,233,893	-	12,433,746	1.40%	413.82

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

* See the Schedule of Demographic and Economic Statistics for equalized assessed valuation of property and population data. Personal income information is not available.

Village of Algonquin, Illinois

**Ratios of General Bonded Debt Outstanding
Last Ten Fiscal Years**

Fiscal Year	General Obligation Bonds	Less: Amounts Available In Debt Service Fund	Total	Percentage of Estimated Actual Taxable Value of Property*	Per Capita	
2004	\$ 9,662,841	\$ 489,627	\$ 9,173,214	1.23%	\$ 309.91	3
2005	9,107,882	460,691	8,647,191	1.04%	283.84	3
2006	20,548,530	3,362,628	17,185,902	1.81%	550.65	3
2007	20,009,767	3,408,084	16,601,683	1.60%	518.80	3
2008	19,401,888	3,449,882	15,952,006	1.43%	523.33	1
2009	18,870,204	3,460,655	15,409,549	1.33%	505.53	1
2010	18,050,044	3,473,130	14,576,914	1.26%	478.21	1
2011	17,301,752	3,550,824	13,750,928	1.28%	457.66	2
2012	13,542,540	885,085	12,657,455	1.29%	421.27	2
2013	12,433,746	675,164	11,758,582	1.33%	391.35	2

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

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

Per Capita:

1 - Special Census

2 - Federal Census

3 - Estimate

Village of Algonquin, Illinois

**Direct and Overlapping Governmental Activities Debt
As of April 30, 2013**

Governmental unit	Gross Debt	Percentage Debt Applicable to the Village of Algonquin*	Village of Algonquin Share of Debt
Kane County	\$ 78,455,000	1.89%	\$ 1,482,800
McHenry County Conservation District	133,055,000	8.26%	10,990,343
Kane County Forest Preserve	208,735,866	1.89%	3,945,108
Dundee Township Park District	21,760,000	15.19%	3,305,344
Huntley Park District	11,921,000	9.58%	1,142,032
Dundee Township	8,415,000	15.21%	1,279,922
Algonquin Library	4,875,000	79.44%	3,872,700
Schools			
District No. 300	297,287,802	46.59%	138,506,387
District No. 158	67,190,584	9.97%	6,698,901
District No. 509	<u>151,114,841</u>	8.90%	<u>13,449,221</u>
Subtotal, overlapping debt	<u>982,810,093</u>		<u>184,672,757</u>
Village of Algonquin direct debt	<u>\$ 4,199,853</u>	<u>100.00%</u>	<u>\$ 4,199,853</u>
Total direct and overlapping debt	<u><u>\$ 987,009,946</u></u>		<u><u>\$ 188,872,610</u></u>

* Determined by ratio of assessed valuation of property subject to taxation in the Village of Algonquin to valuation of property subject to taxation in overlapping unit.

Note: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the Village. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of the Village of Algonquin. This process recognizes that, when considering the government's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt, of each overlapping government.

Village of Algonquin, Illinois

Schedule of Legal Debt Margin

April 30, 2013

The Village is a home rule municipality.

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

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

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

Village of Algonquin, Illinois

**Pledged Revenue Coverage
Last Ten Fiscal Years**

Water Revenue Bonds							
Fiscal Year	Water Charges and Other	Less: Operating Expenses	Net Available Revenue	Debt Service		Coverage	
				Principal	Interest		
2004	\$ 7,157,358	\$ 3,423,976	\$ 3,733,382	\$ 215,000	\$ 43,730	14.43	
2005	8,706,761	3,908,619	4,798,142	205,000	37,710	19.77	
2006	7,701,740	3,732,996	3,968,744	210,000	31,560	16.43	
2007	8,917,226	4,029,257	4,887,969	210,000	24,946	20.80	
2008	9,713,644	4,219,823	5,493,821	235,000	17,246	21.78	
2009	9,286,350	4,645,700	4,640,650	225,000	8,550	19.87	
2010	7,572,436	5,073,600	2,498,836	-	-	-	
2011	7,675,678	4,632,384	3,043,294	-	-	-	
2012	7,850,815	4,650,933	3,199,882	-	-	-	
2013	9,569,375	4,892,015	4,677,360	-	-	-	

Note: Details of the Village's outstanding debt can be found in the notes to the financial statements.
 Water Charges and Other includes investment earnings but excludes sale of property and grants.
 Operating expenses do not include debt service, depreciation or reserve requirements.

Village of Algonquin, Illinois

**Demographic and Economic Information
Last Ten Fiscal Years**

Fiscal Year	Population		Equalized Assessed Value (EAV)		Per Capita EAV	Unemployment Rate
2003	27,885	(A)	\$ 747,072,297	\$	26,791	5.9%
2004	29,600	(E)	834,437,331		28,190	4.8%
2005	30,470	(E)	947,091,750		31,083	4.7%
2006	31,210	(E)	1,038,991,569		33,290	3.3%
2007	30,482	(A)	1,115,890,792		36,608	3.9%
2008	30,482	(E)	1,155,073,386		37,894	5.1%
2009	30,482	(E)	1,157,591,396		37,976	8.6%
2010	30,046	(A)	1,077,620,673		35,866	8.6%
2011	30,046	(E)	981,280,749		32,659	8.0%
2012	30,046	(E)	887,200,696		29,528	8.6%

(A) Actual
(E) Estimate

Note: Personal Income data not available.

Information for 2013 not currently available.

Illinois Department of Employment Security. "Local Area Unemployment Statistics (LAUS)."
LMI Source. July 17, 2013.
<<http://lmi.ides.state.il.us/laus/townh2009.htm>>

Village of Algonquin, Illinois

**Principal Employers
2012 Compared to 2001**

Employer	2012			2001		
	Employees	Rank	% of Total Village Population	Employees	Rank	% of Total Village Population
School District Number 300*	371	1	2.38%	285	2	2.15%
Village of Algonquin	159	2	1.02%	132	5	1.00%
Kenmode Tool and Engineering, Inc.	135	3	0.87%	125	6	0.94%
Wauconda Tool and Engineering, Inc.	120	4	0.77%	30	12	0.23%
Meyer Material Co.	100	5	0.64%	100	8	0.76%
Duro-Life Corp.	62	6	0.40%	95	9	0.72%
Target Manufacturing Inc.	50	7	0.32%	-	-	0.00%
Coldwell Banker Primus	50	7	0.32%	-	-	0.00%
Algonquin State Bank	40	8	0.26%	50	10	0.38%
G.W. Thiel, Inc	40	8	0.26%	-	-	0.00%
Hanson Material Service Corp.	30	9	0.19%	-	-	0.00%
SubCon Mfg. Corp.	30	9	0.19%	-	-	0.00%
RE/MAX Unlimited Northwest	30	9	0.19%	-	-	0.00%
Schiffmayer Plastics Corp.	28	10	0.18%	200	3	1.51%
Marshall Wolf Automation, Inc	-	-	0.00%	360	1	2.72%
Crystal Die and Mold, Inc	-	-	0.00%	160	4	1.21%
Home Depot	-	-	0.00%	120	7	0.91%
Gregon Manufacturing	-	-	0.00%	40	11	0.30%

Note:

The Village of Algonquin changed the methodology for the valuation of full-time employees beginning with the April 30, 2009, Financial Statements due to a changing workforce.

Note: Information for 2013 not currently available. Data from 2003 was not available; data from 2001 used for comparison purposes.

Data Source

* Only schools located in the Village of Algonquin

2013 Illinois Manufacturers Directory, 2013 Illinois Services Directory, the Village and a selective telephone survey
2001 Illinois Manufacturers Directory, 2001 Illinois Services Directory and a selective telephone survey
Spear Financial, May 3, 2013

Illinois Department of Employment Security . "Local Area Unemployment Statistics (LAUS)."
LMI Source. July 15, 2013.

<http://www.ides.illinois.gov/Custom/Library/Statistic/LAUS/AAD/townh2011.PDF>

Village of Algonquin, Illinois

**Full-Time Equivalent Employees
Last Ten Fiscal Years**

Full-Time-Equivalent Employees as of April 30

Function/Program	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
General Government										
Administration	15	16	17	18	18	22	20	19	19	20
Community Development	11	10	12	12	12	12	12	12	12	12
Public Safety										
Police										
Officers	41	42	46	46	49	50	49	49	49	48
Civilians	14	14	7	7	9	11	11	11	11	11
Public Works										
Public Works Administration	7	8	9	9	7	8	7	6	6	6
Streets Department	12	13	14	14	15	16	16	14	14	14
Parks	13	13	14	14	14	17	17	16	15	16
Internal Services	5	4	5	5	7	9	9	9	9	9
Water										
Water and Sewer	20	20	20	19	22	22	22	19	20	20
Pool	N/A	N/A	N/A	N/A	N/A	4	5	5	4	3
Total	138	140	144	144	153	171	168	160	159	159

Data Source

Village Finance Department

Note: Prior to FYE2009 valuing Pool employees full-time equivalence considered immaterial because most employees are part-time and all employees are seasonal for no more than three months.

The Village of Algonquin changed the methodology for the valuation of full-time employees beginning with the April 30, 2009 financial statements due to a changing workforce.

Employees in the Building Maintenance and Vehicle Maintenance were combined and reported in Internal Services beginning with the April 30, 2011 financial statements.

Village of Algonquin, Illinois

**Operating Indicators
Last Ten Fiscal Years**

Function/Program	Fiscal Year									
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
General Government										
Community Development										
Building permits issued	2,028	2,403	1,913	2,065	1,893	3,366	2,092	1,854	2,170	2,354
Building inspections conducted	9,911	12,414	9,463	6,517	4,290	5,720	4,036	2,756	4,096	4,023
Property maintenance inspections conducted	1,165	1,219	1,943	2,688	2,452	3,810	3,483	3,552	4,330	4,605
Public Safety										
Police										
Physical arrests	776	786	279	946	703	939	777	660	724	555
Parking violations	576	869	548	1,142	1,243	992	711	1,375	1,271	1,302
Traffic violations	5,940	6,075	2,057	6,394	6,684	6,611	4,524	4,311	4,818	3,708
Public Works										
Streets										
Street resurfacing (miles)	5.60	0.67	1.12	0.80	1.22	0.95	2.50	2.77	1.76	2.00
Potholes repaired	300	280	210	330	370	450	954	833	2,744	3,047
Parks and Recreation										
Park sites	19	20	20	21	22	22	22	22	22	22
Developed park acreage	247	251	251	253	155	155	155	155	155	155
Open space	273	273	273	273	512	512	512	512	512	512
Water										
New Connections (tap-ons)	365	440	400	400	21	20	5	5	-	13
Average daily consumption*	2,810	2,808	3,003	2,899	2,946	3,000	2,760	2,590	2,679	2,864
Peak daily consumption*	4,443	4,895	5,610	4,679	4,428	4,200	4,671	3,924	3,382	5,151
Wastewater										
Average daily sewage treatment*	3	3	3	3.2	3.0	3.5	3.1	3.0	2.9	2.8

* (thousands of gallons)

** (millions of gallons)

Data Source

Various Village departments

Village of Algonquin, Illinois

**Capital Asset Statistics
Last Ten Fiscal Years**

Function/Program	Fiscal Year									
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Public Safety										
Police										
Stations	1	1	1	1	1	1	1	1	1	1
Geographic Patrol Areas	5	5	6	6	6	6	6	6	6	6
Public Works										
Streets										
Streets (miles)	200	248	248	249	249	249	249	286	286	267
Streetlights	130	160	160	228	228	228	228	228	228	189
Parks and Recreation										
Acreage	520	524	524	526	647	667	667	667	667	667
Playgrounds	15	16	16	17	18	18	18	18	18	18
Sites with baseball diamonds	9	9	9	9	9	9	9	9	9	9
Sites with soccer fields	10	11	11	11	11	11	11	11	11	11
Sites with basketball courts	12	13	13	13	14	14	14	14	14	14
Sites with tennis courts	4	4	4	4	5	5	5	5	5	5
Water										
Water mains (miles)	130	150	160	168	168	159	159	170	165	165
Fire hydrants	1,650	2,050	2,180	2,200	2,207	2,049	2,153	2,176	2,208	2,313
Storage capacity*	2.640	2.640	3.390	3.390	3.390	3.390	3.390	3.390	3.390	3.390
Wastewater										
Sanitary sewers (miles)	112	127	135	135	135	134	136	140	138	135
Treatment capacity*	3.027	2.872	2.834	2.980	2.828	5.000	5.000	5.000	5.000	5.000

Data Source

Various Village departments

* (thousands of gallons)