

**Village of Riverwoods, Illinois**

**ANNUAL FINANCIAL REPORT**

**Year Ended December 31, 2018**

**Village of Riverwoods, Illinois**  
TABLE OF CONTENTS

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	Page
<b>INDEPENDENT AUDITORS' REPORT</b>	1 - 3
<b>MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)</b>	4 - 12
<b>BASIC FINANCIAL STATEMENTS</b>	
Statement of Net Position - Modified Cash Basis	13
Statement of Activities - Modified Cash Basis	14 - 15
Governmental Funds	
Combining Statement of Assets and Liabilities Arising from Cash Transactions	16
Combining Statement of Revenues Collected, Expenditures Paid, and Changes in Fund Balances	17
Reconciliation of the Combining Statement of Revenues Collected, Expenditures Paid, and Changes in Fund Balances of Governmental Funds to the Statement of Activities - Modified Cash Basis	18
Enterprise Funds	
Combining Statement of Net Position - Modified Cash Basis	19
Combining Statement of Revenues Collected, Expenses Paid, and Changes in Net Position - Modified Cash Basis	20
Combining Statement of Cash Flows - Modified Cash Basis	21 - 22
Agency Funds	
Statement of Fiduciary Assets and Liabilities	23
Notes to the Financial Statements	24 - 54
<b>OTHER SUPPLEMENTARY INFORMATION (UNAUDITED)</b>	
Illinois Municipal Retirement Fund	
Multiyear Schedule of Changes in Net Pension Liability and Related Ratios	55
Multiyear Schedule of Contributions	56
General Fund	
Schedule of Revenues Collected, Expenditures Paid, and Changes in Fund Balance - Appropriation and Actual	57
TIF Fund	
Schedule of Revenues Collected, Expenditures Paid, and Changes in Fund Balance - Appropriation and Actual	58
Note to the Other Supplementary Information	59 - 60
<b>SUPPLEMENTAL DATA</b>	
Major Governmental Funds	
General Fund	
Schedule of Revenues Collected - Appropriation and Actual	61 - 62
Schedule of Expenditures Paid and Other Financing Uses - Appropriation and Actual	63 - 67

(Continued)

**Village of Riverwoods, Illinois**  
TABLE OF CONTENTS (Continued)

	Page
<b>SUPPLEMENTAL DATA (Continued)</b>	
Nonmajor Governmental Funds	
Combining Statement of Assets and Liabilities Arising from Cash Transactions	68 - 72
Combining Statement of Revenues Collected, Expenditures Paid, and Changes in Fund Balances (Deficit)	73 - 77
Schedules of Revenues Collected, Expenditures Paid, and Changes in Fund Balances (Deficit) - Appropriation and Actual	78 - 98
Enterprise Funds	
Schedules of Revenues Collected, Expenses Paid, and Changes in Net Position - Appropriation and Actual	
Consolidated Water Fund	99 - 101
Sewer Fund	102 - 103
Agency Funds	
Schedules of Changes in Assets and Liabilities - Modified Cash Basis	104
<b>OTHER STATISTICAL INFORMATION (UNAUDITED)</b>	
Schedule of Cash and Investments	105 - 106
Schedule of Insurance in Force	107 - 108
Schedules of Annual Debt Service Requirements	
North Robinwood Sewer - Special Service Area Number 10 Bonds	109
North Robinwood Water - Special Service Area Number 16 Bonds	110
Hiawatha Road - Special Service Area Number 19 Bonds	111
Thornmeadow Road - Special Service Area Number 24 Bonds	112
East Course Drive - Special Service Area Number 25 Bonds	113
Kenilwood Lane - Special Service Area Number 26 Bonds	114
Windlake Terrace - Special Service Area Number 27 Bonds	115
Burr Oak Trail - Special Service Area Number 30 Bonds	116
Sherry Lane/Hazelnut Road Improvements - Special Service Area Number 31 Bonds	117
Special Service Area Number 32 Bonds	118
General Fund	
Schedule of Revenues Collected - Trend Information - Last Ten Years	119 - 122
Schedule of Expenditures Paid - Trend Information - Last Ten Years	123 - 126
Police Fund	
Schedule of Revenues Collected - Trend Information - Last Ten Years	127 - 128
Schedule of Expenditures Paid - Trend Information - Last Ten Years	129 - 130
Consolidated Water Fund	
Schedule of Revenues Collected and Expenses Paid and Depreciation - Trend Information - Last Ten Years	131 - 132
Sewer Fund	
Schedule of Revenues Collected and Expenses Paid and Depreciation - Trend Information - Last Ten Years	133 - 134

# MILLER COOPER & Co., Ltd

ACCOUNTANTS AND CONSULTANTS

## INDEPENDENT AUDITORS' REPORT

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

### **Report on the Financial Statements**

We have audited the accompanying modified cash basis financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Village of Riverwoods, Illinois (the "Village"), as of and for the year ended December 31, 2018, and the related notes to the financial statements, which collectively comprise the Village's basic financial statements as listed in the table of contents.

### ***Management's Responsibility for the Financial Statements***

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

### ***Auditor's Responsibility***

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

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

(Continued)

***Auditor's Responsibility***

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

***Opinions***

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective modified cash basis financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Village, as of December 31, 2018, and the respective changes in modified cash basis financial position and, where applicable, cash flows, for the year then ended in accordance with the basis of accounting described in Note A.

***Emphasis of Matters***

As discussed in Note O to the financial statements, beginning net position of the governmental activities and beginning fund balances of the General Fund and the nonmajor governmental funds have been restated as a result of errors in prior years. Our opinions are not modified with respect to these matters.

As discussed in Note A-2 to the financial statements, the Village changed its method of accounting for investments in 2018, which has been applied retrospectively. Our opinions are not modified with respect to this matter.

***Basis of Accounting***

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

**Other Matters**

***Other Information***

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Village's basic financial statements. The other schedules listed in the table of contents as management's discussion and analysis, other supplementary information, supplemental data, and other statistical information, are presented for purposes of additional analysis and are not a required part of the basic financial statements.

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

(Continued)

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**Other Matters** (Continued)

*Other Information* (Continued)

The supplementary data 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 supplementary data is fairly stated, in all material respects, in relation to the basic financial statements as a whole on the basis of accounting described in Note A.

The managements' discussion and analysis on pages 4 through 12, and the other supplementary information and other statistical information, as listed in the table of contents, 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.

MILLER, COOPER & CO., LTD.

*Miller, Cooper & Co., Ltd.*

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Certified Public Accountants

Deerfield, Illinois  
August 22, 2019

**Village of Riverwoods  
Management's Discussion and Analysis  
December 31, 2018**

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The Village of Riverwoods (Village) presents this management discussion and analysis (MDA) of the Village's financial activities, for the fiscal year ended December 31, 2018, in accordance with the requirements of the Governmental Accounting Standards Board (GASB). The purpose of the MDA is to serve as an introduction to the modified cash basis government-wide financial statements, fund financial statements, notes to the financial statements, and remaining sections of the Village's Annual Financial Report (sometimes referred to herein as "this report").

**I. FINANCIAL HIGHLIGHTS**

- **Net position.** The total assets of the Village exceeded its liabilities at the close of the most recent year resulting in a net position of \$32,587,979.
- **Long-term liabilities.** Of the Village's total long-term liabilities owed to third parties at the end of the year, \$1,528,902, the amount of \$210,754 was due within one year. The Village's long-term debt consists of limited obligation special service area (SSA) bonds and a TIF Fund bond. The TIF Fund bond in the amount of \$803,000 is a debt owed to the General Fund from the TIF Fund.
- **Cash and investment balance.** The Village's cash and investment balance at the close of the most recent year was \$12,677,860 against a monthly total operating expenditure average of \$465,333.
- **Fund balance.** At the close of the most recent fiscal year, the Village's governmental funds reported combined ending fund balances of \$11,063,814.
- **General fund summary.** The fund balance in the General Fund increased from \$8,697,065 (as restated) to \$9,315,489 for the year ended December 31, 2018, due to an excess of revenues collected over expenditures paid of \$618,394. Of this fund balance, \$92,753 was nonspendable, \$1,020 was restricted, \$1,600,000 was assigned for purposes of capital replacements in the Sewer Fund, and the remaining fund balance, \$7,621,686, was unassigned and available to be spent at the Village's discretion.

**II. OVERVIEW OF FINANCIAL STATEMENTS**

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

**Government-Wide Financial Statements**

This report includes government-wide financial statements, which are presented in full on pages 13 through 15 of this report. Financial reporting presented here uses the modified cash basis of accounting. These statements are designed to provide readers with a broad overview of the Village's finances, in a manner similar to a private-sector business. These statements combine and consolidate short-term, spendable resources with capital assets and long-term obligations. Inter-fund activity is eliminated within activities of the same type, and the cost of assets with a long service life is spread out over future years so that capital expenditures are amortized (through depreciation) when the benefits are realized.

**Village of Riverwoods  
Management's Discussion and Analysis  
December 31, 2018**

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

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

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

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

### **Fund Financial Statements**

The Village has three fund types: governmental funds, proprietary (enterprise) funds, and fiduciary (agency) funds. Accordingly, this report includes *Governmental Fund* financial statements, which are presented on pages 16 through 18 of this report, *Enterprise Fund* financial statements, which are presented on pages 19 through 22 of this report, and an *Agency Fund* financial statement, which is presented on page 23 of this report. The agency fund is not included in the entity-wide statements since it is not available for general Village uses.

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

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

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



**Village of Riverwoods  
Management's Discussion and Analysis  
December 31, 2018**

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

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

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

**Agency funds.** Agency funds include the Performance Bond Fund, Escrow Fund and SSA No. 23 Gemini Road Fund. These funds are reported in the *Agency Fund Financial Statements*, but are excluded from the government-wide reporting. Resources reported in these funds are not available to fund Village programs.

**Notes to the financial statements.** The notes to the financial statements provide additional information that is essential to a better understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 24 through 54 of this report.

**Other information.** In addition to the basic financial statements and accompanying notes, this report also presents certain other supplementary information, supplemental data and other statistical information. Other supplementary information, supplemental data, and other statistical information can be found on pages 55 through 134 of this report.

### **III. GOVERNMENT-WIDE FINANCIAL ANALYSIS**

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

The MDA reports a table summarizing the *Statement of Net Position – Modified Cash Basis*, which is presented in its entirety on page 13 of this report. The Village's total net position as of December 31, 2018, was \$32,587,979, of which \$18,942,617 represents governmental activities net position and \$13,645,362 represents business-type activities net position. The net position of the Village increased during 2018 by approximately 1.3%. Total assets of \$34,953,867 exceeded total liabilities of \$2,365,888 at the end of the year.

**Village of Riverwoods  
Management's Discussion and Analysis  
December 31, 2018**

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

**SUMMARY STATEMENT OF NET POSITION- MODIFIED CASH BASIS**

	Governmental Activities		Business-type Activities		Total	
	2017	2018	2017	2018	2017	2018
Current assets	\$10,451,848	\$10,273,912	\$ 3,207,699	\$ 3,299,701	\$13,659,547	\$13,573,613
Noncurrent assets	<u>10,673,631</u>	<u>10,970,154</u>	<u>10,551,727</u>	<u>10,410,100</u>	<u>21,225,358</u>	<u>21,380,254</u>
Total assets	<u>21,125,479</u>	<u>21,244,066</u>	<u>13,759,426</u>	<u>13,709,801</u>	<u>34,884,905</u>	<u>34,953,867</u>
Noncurrent liabilities due within one year	176,898	198,828	11,220	11,926	188,118	210,754
Noncurrent liabilities due in more than one year	1,188,849	1,293,781	32,855	24,367	1,221,704	1,318,148
Other liabilities	<u>808,772</u>	<u>808,840</u>	<u>26,619</u>	<u>28,146</u>	<u>835,391</u>	<u>836,986</u>
Total liabilities	<u>2,174,519</u>	<u>2,301,449</u>	<u>70,694</u>	<u>64,439</u>	<u>2,245,213</u>	<u>2,365,888</u>
Net position:						
Net investment in capital assets	9,307,884	9,477,545	10,507,652	10,373,807	19,815,536	19,851,352
Restricted by enabling legislation	1,471,143	1,185,005	-	-	1,471,143	1,185,005
Unrestricted	<u>8,171,933</u>	<u>8,280,067</u>	<u>3,181,080</u>	<u>3,271,555</u>	<u>11,353,013</u>	<u>11,551,622</u>
Total net position	<u>\$18,950,960</u>	<u>\$18,942,617</u>	<u>\$13,688,732</u>	<u>\$13,645,362</u>	<u>\$32,639,692</u>	<u>\$32,587,979</u>

The MDA reports a table summarizing the *Statement of Activities – Modified Cash Basis*, which is presented in its entirety on pages 14 and 15 of this report. Village revenues collected (excluding transfers) from governmental activities decreased from \$4,784,230 in 2017 to \$4,766,961 in 2018, and revenues collected from business-type activities (water and sewer systems) increased from \$1,365,430 to \$1,572,833.

Village expenses paid from governmental activities increased from \$3,945,831 to \$4,299,799, while expenses paid from business-type activities increased from \$1,520,232 to \$1,616,203.

**Village of Riverwoods  
Management's Discussion and Analysis  
December 31, 2018**

**SUMMARY STATEMENT OF ACTIVITIES MODIFIED CASH BASIS**

	Governmental Activities		Business-type Activities		Total	
	2017	2018	2017	2018	2017	2018
<b>Revenue collected:</b>						
Program revenue:						
Charges for services:						
Police	\$ 145,602	\$ 290,873	\$ -	\$ -	\$ 145,602	\$ 290,873
Administration	657,704	457,284	-	-	657,704	457,284
Water	-	-	874,345	1,033,783	874,345	1,033,783
Sewer	-	-	476,231	524,332	476,231	524,332
Operating grants:						
Police	1,000	2,720	-	-	1,000	2,720
Administration	-	10,000	-	-	-	10,000
Public works	93,949	93,818	-	-	93,949	93,818
<b>Total program revenues</b>	<u>898,255</u>	<u>854,695</u>	<u>1,350,576</u>	<u>1,558,115</u>	<u>2,248,831</u>	<u>2,412,810</u>
General revenues collected:						
Property taxes	828,323	849,845	13,609	13,630	841,932	863,475
Intergovernmental	1,160,554	1,262,671	-	-	1,160,554	1,262,671
Other local taxes	1,639,195	1,609,670	-	-	1,639,195	1,609,670
Other revenues	170,961	75,051	98	-	171,059	75,051
Interest income	86,942	115,029	1,147	1,088	88,089	116,117
<b>Total general revenues collected</b>	<u>3,885,975</u>	<u>3,912,266</u>	<u>14,854</u>	<u>14,718</u>	<u>3,900,829</u>	<u>3,926,984</u>
<b>Total revenues collected</b>	<u>4,784,230</u>	<u>4,766,961</u>	<u>1,365,430</u>	<u>1,572,833</u>	<u>6,149,660</u>	<u>6,339,794</u>
<b>Expenses paid:</b>						
Administration and general government	1,689,995	1,603,973	-	-	1,689,995	1,603,973
Police	1,693,992	1,974,874	-	-	1,693,992	1,974,874
Public works	509,060	668,343	-	-	509,060	668,343
Interest	52,784	52,609	-	-	52,784	52,609
Consolidated water	-	-	1,212,206	1,270,718	1,212,206	1,270,718
Sewer	-	-	308,026	345,485	308,026	345,485
<b>Total expenses paid</b>	<u>3,945,831</u>	<u>4,299,799</u>	<u>1,520,232</u>	<u>1,616,203</u>	<u>5,466,063</u>	<u>5,916,002</u>
Increase (decrease) in net position	838,399	467,162	(154,802)	(43,370)	683,597	423,792
Net position, beginning of year (2018 restated)	18,112,561	18,475,455	13,843,534	13,688,732	31,956,095	32,164,187
<b>Net position, end of year</b>	<u>\$18,950,960</u>	<u>\$18,942,617</u>	<u>\$13,688,732</u>	<u>\$13,645,362</u>	<u>\$32,639,692</u>	<u>\$32,587,979</u>

**Village of Riverwoods  
Management's Discussion and Analysis  
December 31, 2018**

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**IV. ANALYSIS OF BALANCES AND TRANSACTIONS OF INDIVIDUAL FUNDS**

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

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

**General Fund.** The General Fund is the chief operating fund of the Village and enjoys the most diverse revenue sources of any fund in the Village, including: (i) the local share of state sales tax and state income tax, and the Village's home rule sales tax, (ii) utility and telecommunications taxes, (iii) hotel tax, and (iv) building, liquor and other license and permit fees. Revenues in the current year in the General Fund were \$4,380,483, which represented an increase of \$8,386 from the revenues of the General Fund in the prior year of \$4,372,097. At the close of the most recent fiscal year, the fund balance in the General Fund increased from \$8,697,065 (as restated) to \$9,315,459. A portion of the fund balance in the General Fund remains "assigned" (see discussion under "Reporting Fund Balances in Governmental Funds under GASB 54").

**Special Revenue Funds.** The special revenue funds include the Motor Fuel Tax Fund and various SSA funds that collect money for expenditures of a recurring nature for periodic maintenance and repair of streets. The Village received monthly allotments from the state of Illinois for deposit in the Motor Fuel Tax Fund that totaled \$93,818. The Village applies the balance in the Motor Fuel Tax Fund to its ongoing program of street repair and maintenance. SSA #19 issued \$300,000 in debt for infrastructure improvements within the SSA to be repaid by increased SSA #19 future levies.

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

**Reporting Fund Balances in Governmental Funds under GASB 54.** In 2012, the Village "assigned" \$1,800,000 of the fund balance in the General Fund to pay for necessary capital replacements to the Village's sanitary sewer system, if the financial reserves in the Sewer Fund are insufficient for such purposes. The Village took this action to acknowledge that the net position of the Sewer Fund was underfunded by this amount in relation to financial reserves which the Village determined to establish. Under the Village Replacement Reserve Policy adopted December 4, 2012, and modified in FY 2018, the Water Fund shall be managed to accumulate financial reserves of \$2 million and for the Sewer Fund a reserve of \$1 million, as a reserve to pay for the costs (anticipated and unanticipated) of capital repairs and replacements. During 2014, the Village passed a resolution to decrease the assigned fund balance to \$1,600,000.

**Village of Riverwoods  
Management's Discussion and Analysis  
December 31, 2018**

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**PROPRIETARY FUNDS.** The Village's proprietary fund statements provide the same type of information found in the government-wide financial statements, but in more detail. The Consolidated Water Fund and Sewer Fund are the enterprise funds within the Village. In these funds, the non-operating revenues collected and expenses paid include the SSA property taxes and debt service for various SSA bonds that paid for previous sewer and water system improvements. Over the years, the Village has formed SSAs that installed sewers or water mains throughout previously unserved areas of the Village. Debt service on bonds issued to pay for such projects are retired typically on 10-year amortization schedules. As of the end of 2018, there were two SSAs that for reporting purposes are included in the Consolidated Water Fund and continue to have property taxes levied for retirement of bonds.

**Consolidated Water Fund.** Net position of the Consolidated Water Fund at the end of the year was \$9,968,347, as compared to \$10,190,749 for the prior year. The unrestricted amount at the end of the year is \$2,261,566, an increase from \$2,212,252 in 2017. After excluding non-operating revenues, particularly from SSA taxes, the Consolidated Water Fund experienced a deficiency of operating revenues collected over operating expenses paid (and depreciation) of \$234,163 at the end of the year, as compared to a deficit of \$334,599 for the prior year. The fund's operating expenses are driven principally by the costs of water purchases under a long-term supply agreement entered into with the Village of Northbrook in 2006 under which the price of water would be held constant until 2015. However, if depreciation is excluded, operating revenues exceeded operating expenses by \$45,334.

**Sewer Fund.** Net position of the Sewer Fund at the end of the year was \$3,677,015, as compared to \$3,497,983 for the prior year. After excluding non-operating revenues collected, the Sewer Fund experienced an excess of operating revenues collected over operating expenses paid (and depreciation) of \$178,847 at the end of the year, as compared to an excess of \$168,205 in the prior year. The Village has committed a portion of the fund balance in the General Fund to pay for certain capital replacements (see discussion under "Reporting Fund Balances in Governmental Funds under GASB 54"). The Village's sewer system interconnects with Lake County mains. Lake County charges fees to Village residents for transmission and treatment services. Under a long-term intergovernmental agreement with the Village signed in 2008, Lake County also performs routine maintenance of the Village's sewer system, while the Village remains responsible for performing and paying for capital repairs. Under this agreement, residents receive quarterly a single sewer bill from Lake County. Lake County deducts a portion of the user charges to pay for Lake County's charges and then remits the balance to the Village. The Village's share of user fees is recorded in a replacement account in the Sewer Fund to pay for future capital replacements.

## **V. GENERAL FUND BUDGETARY HIGHLIGHTS**

The budget numbers as reported for the General Fund in summary form on page 57 and in further detail on pages 61-67 of this report are taken from the Village's appropriations ordinance, which is designed to provide ample spending authority for contingent events, which often do not occur. The General Fund is the largest fund as measured by financial assets and is the primary source of funds for nonrecurring repairs or capital expenses (except to the extent of borrowed funds) which might be incurred, among other purposes, for repair and replacements of the Village's water system, sanitary sewer system, streets and culverts. The fund balance in the General Fund increased from \$8,697,065 at the beginning of 2018 (as restated) to \$9,315,459 at the end of 2018. Other than the amount "assigned" as described above and amounts reported as nonspendable or restricted, the remaining fund balance in the General Fund, \$7,621,686, was unassigned and available to be spent at the Village's discretion.

**Village of Riverwoods  
Management's Discussion and Analysis  
December 31, 2018**

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

The Village issued \$300,000 in bonds in 2018 to finance the costs of improvements in SSA #19 to be repaid by residents of that SSA. The Village previously financed certain SSA projects by issuing SSA bonds in various prior years (see Note E in the Notes to the Financial Statements). These bonds are payable solely out of SSA taxes.

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

The Village formed a tax increment finance district in 2013 and adopted tax increment allocation financing. Under the ordinances establishing the TIF, the Village may issue obligations repayable from the incremental property tax revenues received from taxable property in the TIF project area. In 2015, the Village authorized an advance from the General Fund to the TIF Fund in the amount of \$803,000 for the purchase of a piece of property in the TIF District. The advance will be paid back by future increment or sale of the property for development. Development proposals are being evaluated for certain properties within this district.

The Village held public hearings for the establishment of a second TIF, adjacent to and east of existing TIF #1, and subsequently approved the TIF #2 establishment ordinances in January 2019. TIF #2 is intended to enhance the development potential of the commercial properties within the district including increased access and repair and replacement of infrastructure.

The Village applied for and received notice in early 2019 of the successful award of an OSLAD (Open Space Land and Development) grant from the State in the amount of \$330,000. This grant will be used to develop the Flatwoods Heritage Center at the Village Hall for community use, including ecological education, community spaces, woodland restoration and recreation activities.

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

The Village's population was 3,660 per the official 2010 census. The median price of homes sold in Riverwoods in 2018 was \$627,700. The Village is primarily a residential community. Its financial health stems from the beauty of the area and its attractive properties. The Village is a home rule community by referendum. The Village has funded the increasing cost of operations including police services almost entirely through non-property tax revenues. Operating expenses to pay for Village expenses (other than police services) have been maintained at stable levels. The Village has opportunities and challenges stemming from development pressures affecting the Milwaukee Avenue corridor, issues confronting the retail shopping properties in the Village, and the potential improvement of the Deerfield Road corridor in the Village. The Village intends to invest necessary resources in planning and implementing strategies to safeguard the character of the Village.

In June, the Village received notice that a commercial establishment had left the Village. This establishment was responsible for a substantial amount of the total sales tax revenue received in the Village. The full effect of the reduction will be realized in fiscal year 2019. The Village has started discussion at the Board level to adjust the level of its non-sales tax revenues, including the property tax levy, to maintain a balanced operating budget. Also, the Village entered into an agreement in early 2019 with Azavar Audit Solutions to investigate and ensure that the Village is obtaining all revenues it is entitled to as to its utility, telecommunications and sales taxes.

Under its home rule authority, the Village receives a home rule sales tax at a rate of 1.0%.

**Village of Riverwoods  
Management's Discussion and Analysis  
December 31, 2018**

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The Village has been reviewing capital needs and intends to periodically review and update its reserve fund policy for setting goals to increase the current assets and liquidity of the Consolidated Water Fund and Sewer Fund. In conjunction with such policy, the Village Board may elect to take formal action that would cause the fund balance within the General Fund to be reported as assigned or committed for various capital needs.

The Village intends for the current assets in the Consolidated Water Fund and Sewer Fund to be maintained at a level that will permit each fund to be self-sustaining without continually exerting pressure on the General Fund to absorb the costs for water and sewer system repairs. As part of this review, it was determined in FY 2018 that the Sewer Fund reserve could be reduced from the prior target of \$2.0 million to \$1.0 million which is the approximate current level. As such, both the Consolidated Water and Sewer funds are in balance with their respective target level and the rates are being monitored and adjusted to maintain these balances, anticipating future operating and capital expenditures. During FY 2018 water rates were increased by \$0.88/1,000 gallons to keep pace with a similar increase in wholesale water cost.

**VIII. CONTACTING THE VILLAGE'S FINANCIAL MANAGEMENT**

This financial report is designed to provide the Village's citizens, taxpayers, customers, investors, and creditors with a general overview of the Village's finances and to demonstrate the Village's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the Mayor, 300 Portwine Road, Riverwoods, Illinois 60015, or call 847-945-3990.

## **BASIC FINANCIAL STATEMENTS**



**Village of Riverwoods, Illinois**  
**STATEMENT OF NET POSITION - MODIFIED CASH BASIS**  
December 31, 2018

	<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Total</u>
<b>ASSETS</b>			
Current assets			
Cash and cash equivalents	\$ 1,208,106	\$ 218,163	\$ 1,426,269
Investments	9,591,591	1,660,000	11,251,591
Investment in municipal TIF bonds	803,000	-	803,000
Internal balances	(1,421,538)	1,421,538	-
Prepaid items	92,753	-	92,753
	<u>10,273,912</u>	<u>3,299,701</u>	<u>13,573,613</u>
Noncurrent assets			
Land held for resale	795,742	-	795,742
Capital assets, not being depreciated			
Land	3,150,608	-	3,150,608
Capital assets, net of accumulated depreciation	<u>7,023,804</u>	<u>10,410,100</u>	<u>17,433,904</u>
	<u>10,970,154</u>	<u>10,410,100</u>	<u>21,380,254</u>
	<u>21,244,066</u>	<u>13,709,801</u>	<u>34,953,867</u>
<b>LIABILITIES</b>			
Current liabilities			
Payroll withholdings payable and other	5,840	28,146	33,986
Noncurrent liabilities			
Due within one year	198,828	11,926	210,754
Due in more than one year	1,293,781	24,367	1,318,148
TIF Fund bonds	<u>803,000</u>	<u>-</u>	<u>803,000</u>
	<u>2,301,449</u>	<u>64,439</u>	<u>2,365,888</u>
<b>NET POSITION</b>			
Net investment in capital assets	9,477,545	10,373,807	19,851,352
Restricted by enabling legislation	1,185,005	-	1,185,005
Unrestricted	<u>8,280,067</u>	<u>3,271,555</u>	<u>11,551,622</u>
	<u>\$ 18,942,617</u>	<u>\$ 13,645,362</u>	<u>\$ 32,587,979</u>

The accompanying notes are an integral part of this statement.

**Village of Riverwoods, Illinois**  
**STATEMENT OF ACTIVITIES - MODIFIED CASH BASIS**  
For the Year Ended December 31, 2018

Functions/programs	Expenses Paid	Program Revenues Collected	
		Charges for Services	Operating Grants
Governmental activities			
Administration and general government	\$ 1,603,973	\$ 457,284	\$ 10,000
Police	1,974,874	290,873	2,720
Public works	668,343	-	93,818
Interest	52,609	-	-
Total governmental activities	<u>4,299,799</u>	<u>748,157</u>	<u>106,538</u>
Business-type activities			
Consolidated water	1,270,718	1,033,783	-
Sewer	345,485	524,332	-
Total business-type activities	<u>1,616,203</u>	<u>1,558,115</u>	<u>-</u>
Total	<u>\$ 5,916,002</u>	<u>\$ 2,306,272</u>	<u>\$ 106,538</u>

General revenues collected

Property and road and  
bridge taxes

Intergovernmental

Other local taxes

Other revenues

Investment income

Total general revenues collected

Change in net position

Net position

Beginning of year, as restated (Notes A-2  
and O)

End of year

The accompanying notes are an integral part of this statement.

Net (Expense) Revenue and  
Changes in Net Position

Governmental Activities	Business-type Activities	Total
\$ (1,136,689)	\$ -	\$ (1,136,689)
(1,681,281)	-	(1,681,281)
(574,525)	-	(574,525)
(52,609)	-	(52,609)
<u>(3,445,104)</u>	<u>-</u>	<u>(3,445,104)</u>
-	(236,935)	(236,935)
-	178,847	178,847
<u>-</u>	<u>(58,088)</u>	<u>(58,088)</u>
<u>(3,445,104)</u>	<u>(58,088)</u>	<u>(3,503,192)</u>
849,845	13,630	863,475
1,262,671	-	1,262,671
1,609,670	-	1,609,670
75,051	-	75,051
115,029	1,088	116,117
<u>3,912,266</u>	<u>14,718</u>	<u>3,926,984</u>
467,162	(43,370)	423,792
<u>18,475,455</u>	<u>13,688,732</u>	<u>32,164,187</u>
<u>\$ 18,942,617</u>	<u>\$ 13,645,362</u>	<u>\$ 32,587,979</u>

**Village of Riverwoods, Illinois**  
**Governmental Funds**  
COMBINING STATEMENT OF ASSETS AND LIABILITIES  
ARISING FROM CASH TRANSACTIONS  
December 31, 2018

	General Fund	TIF Fund	Nonmajor Governmental Funds	Total Governmental Funds
<b>ASSETS</b>				
Cash and cash equivalents	\$ -	\$ -	\$ 1,208,106	\$ 1,208,106
Investments	9,591,591	-	-	9,591,591
Investment in municipal TIF bonds	803,000	-	-	803,000
Prepaid items	92,753	-	-	92,753
Due from other funds	8,035	-	13,053	21,088
Property held for resale	-	795,742	-	795,742
Total assets	<u>\$ 10,495,379</u>	<u>\$ 795,742</u>	<u>\$ 1,221,159</u>	<u>\$ 12,512,280</u>
<b>LIABILITIES AND FUND BALANCES</b>				
<b>Liabilities</b>				
Payroll withholdings and other	\$ 5,840	\$ -	\$ -	\$ 5,840
Due to other funds	<u>1,174,080</u>	<u>209,796</u>	<u>58,750</u>	<u>1,442,626</u>
Total liabilities	<u>1,179,920</u>	<u>209,796</u>	<u>58,750</u>	<u>1,448,466</u>
<b>Fund balances</b>				
Nonspendable	92,753	795,742	-	888,495
Restricted	1,020	-	1,183,985	1,185,005
Assigned	1,600,000	-	-	1,600,000
Unassigned	<u>7,621,686</u>	<u>(209,796)</u>	<u>(21,576)</u>	<u>7,390,314</u>
Total fund balances	<u>9,315,459</u>	<u>585,946</u>	<u>1,162,409</u>	11,063,814
Total fund balances and liabilities	<u>\$ 10,495,379</u>	<u>\$ 795,742</u>	<u>\$ 1,221,159</u>	
Amounts reported for governmental activities in the statement of net position are different because:				
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds				10,174,412
Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the governmental funds				
Special service area bonds payable				(1,492,609)
TIF Fund bonds payable				<u>(803,000)</u>
Net position of governmental activities				<u>\$ 18,942,617</u>

The accompanying notes are an integral part of this statement.

## Village of Riverwoods, Illinois

### Governmental Funds

COMBINING STATEMENT OF REVENUES COLLECTED, EXPENDITURES  
PAID, AND CHANGES IN FUND BALANCES  
For the Year Ended December 31, 2018

	General Fund	TIF Fund	Nonmajor Governmental Funds	Total Governmental Funds
Revenues collected				
Property taxes				
Police	\$ 507,678	\$ -	\$ -	\$ 507,678
TIF property taxes	-	8,083	-	8,083
Special service areas	-	-	304,722	304,722
Other local taxes	1,609,670	-	-	1,609,670
Township road and bridge taxes	29,362	-	-	29,362
Other intergovernmental taxes	1,262,671	-	93,818	1,356,489
Licenses and permits	453,293	-	-	453,293
Fines and forfeits	142,164	-	-	142,164
Special use fees	96,700	-	-	96,700
Grants	12,720	-	-	12,720
Other	152,724	-	-	152,724
Investment income	113,501	-	1,528	115,029
Total revenues collected	<u>4,380,483</u>	<u>8,083</u>	<u>400,068</u>	<u>4,788,634</u>
Expenditures paid				
Current				
Administration	1,166,359	34,494	41,833	1,242,686
Police	1,828,125	-	-	1,828,125
Building	196,511	-	-	196,511
Public works	366,094	3,188	305,813	675,095
Capital outlay	205,000	-	-	205,000
Debt service				
Principal	-	-	173,138	173,138
Interest	-	-	52,609	52,609
Total expenditures paid	<u>3,762,089</u>	<u>37,682</u>	<u>573,393</u>	<u>4,373,164</u>
Excess (deficiency) of revenues collected over expenditures paid	618,394	(29,599)	(173,325)	415,470
Other financing sources (uses)				
Transfers in	-	-	193,211	193,211
Transfers out	-	-	(193,211)	(193,211)
Debt issuance	-	-	300,000	300,000
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>300,000</u>	<u>300,000</u>
Net change in fund balances	618,394	(29,599)	126,675	715,470
Fund balance, beginning of year, as restated (Notes A-2 and O)	<u>8,697,065</u>	<u>615,545</u>	<u>1,035,734</u>	<u>10,348,344</u>
Fund balance, end of year	<u>\$ 9,315,459</u>	<u>\$ 585,946</u>	<u>\$ 1,162,409</u>	<u>\$ 11,063,814</u>

The accompanying notes are an integral part of this statement.

**Village of Riverwoods, Illinois**  
RECONCILIATION OF THE COMBINING STATEMENT OF REVENUES COLLECTED,  
EXPENDITURES PAID, AND CHANGES IN FUND BALANCES OF  
GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES - MODIFIED CASH BASIS  
For the Year Ended December 31, 2018

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Net change in fund balances - total governmental funds \$ 715,470

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

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which depreciation exceeded net capital outlay in the current period. (121,446)

The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of government funds. (126,862)

Change in net position of governmental activities \$ 467,162

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The accompanying notes are an integral part of this statement.

# Village of Riverwoods, Illinois

## Enterprise Funds

### COMBINING STATEMENT OF NET POSITION - MODIFIED CASH BASIS

December 31, 2018

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	<u>Consolidated Water Fund</u>	<u>Sewer Fund</u>	<u>Totals</u>
<b>ASSETS</b>			
Current assets:			
Cash and cash equivalents	\$ 132	\$ 218,031	\$ 218,163
Investments	1,110,000	550,000	1,660,000
Due from other funds	<u>1,179,580</u>	<u>241,958</u>	<u>1,421,538</u>
Total current assets	<u>2,289,712</u>	<u>1,009,989</u>	<u>3,299,701</u>
Noncurrent assets:			
Capital assets	13,055,466	6,106,970	19,162,436
Accumulated depreciation	<u>(5,312,392)</u>	<u>(3,439,944)</u>	<u>(8,752,336)</u>
Total noncurrent assets	<u>7,743,074</u>	<u>2,667,026</u>	<u>10,410,100</u>
Total assets	<u>10,032,786</u>	<u>3,677,015</u>	<u>13,709,801</u>
<b>LIABILITIES</b>			
Current - other	28,146	-	28,146
Noncurrent liabilities			
Due within one year	11,926	-	11,926
Due in more than one year	<u>24,367</u>	<u>-</u>	<u>24,367</u>
Total liabilities	<u>64,439</u>	<u>-</u>	<u>64,439</u>
<b>NET POSITION</b>			
Net investment in capital assets	7,706,781	2,667,026	10,373,807
Unrestricted	<u>2,261,566</u>	<u>1,009,989</u>	<u>3,271,555</u>
Total net position	<u>\$ 9,968,347</u>	<u>\$ 3,677,015</u>	<u>\$ 13,645,362</u>

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The accompanying notes are an integral part of this statement.

# Village of Riverwoods, Illinois

## Enterprise Funds

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

For the Year Ended December 31, 2018

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	<u>Consolidated Water Fund</u>	<u>Sewer Fund</u>	<u>Totals</u>
Operating revenues collected			
Charges for sales and services	\$ 1,033,783	\$ 524,332	\$ 1,558,115
Operating expenses paid			
Personnel	21,358	16,009	37,367
Contractual	804,872	206,372	1,011,244
Commodities	162,219	-	162,219
Total operating expenses paid	<u>988,449</u>	<u>222,381</u>	<u>1,210,830</u>
Depreciation	<u>279,497</u>	<u>123,104</u>	<u>402,601</u>
Total operating expenses paid and depreciation	<u>1,267,946</u>	<u>345,485</u>	<u>1,613,431</u>
Excess (deficiency) of operating revenues collected over operating expenses paid and depreciation	<u>(234,163)</u>	<u>178,847</u>	<u>(55,316)</u>
Nonoperating revenues collected (expenses paid)			
Property taxes	13,630	-	13,630
Interest income	903	185	1,088
Debt service - interest	<u>(2,772)</u>	<u>-</u>	<u>(2,772)</u>
Total nonoperating revenues collected	<u>11,761</u>	<u>185</u>	<u>11,946</u>
Change in net position	(222,402)	179,032	(43,370)
Net position, beginning of year	<u>10,190,749</u>	<u>3,497,983</u>	<u>13,688,732</u>
Net position, end of year	<u>\$ 9,968,347</u>	<u>\$ 3,677,015</u>	<u>\$ 13,645,362</u>

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The accompanying notes are an integral part of this statement.



## Village of Riverwoods, Illinois

### Enterprise Funds

#### COMBINING STATEMENT OF CASH FLOWS - MODIFIED CASH BASIS

For the Year Ended December 31, 2018

	<u>Consolidated Water Fund</u>	<u>Sewer Fund</u>	<u>Totals</u>
Cash flows in operating activities			
Cash received from customers and users	\$ 1,033,783	\$ 524,332	\$ 1,558,115
Cash payments for goods and services	(967,091)	(206,372)	(1,173,463)
Cash payments to employees	(19,830)	(16,009)	(35,839)
Net cash provided by operating activities	<u>46,862</u>	<u>301,951</u>	<u>348,813</u>
Cash flows in noncapital financing activities			-
Property tax revenues collected	<u>13,630</u>	<u>-</u>	<u>13,630</u>
Net cash provided by noncapital financing activities	<u>13,630</u>	<u>-</u>	<u>13,630</u>
Cash flows in capital and related financing activities			
Purchases of capital assets	-	(260,975)	(260,975)
Principal payments	(7,782)	-	(7,782)
Interest payments	(2,772)	-	(2,772)
Net cash used in capital and related financing activities	<u>(10,554)</u>	<u>(260,975)</u>	<u>(271,529)</u>
Cash flows in investing activities			
Purchases of investments	(1,110,000)	(550,000)	(1,660,000)
Advances to governmental funds	(1,174,080)	(241,958)	(1,416,038)
Interest on cash and cash equivalents	903	185	1,088
Net cash used in investing activities	<u>(2,283,177)</u>	<u>(791,773)</u>	<u>(3,074,950)</u>
Net decrease in cash and cash equivalents	<u>(2,233,239)</u>	<u>(750,797)</u>	<u>(2,984,036)</u>
Cash and cash equivalents, beginning of year	<u>2,233,371</u>	<u>968,828</u>	<u>3,202,199</u>
Cash and cash equivalents, end of year	<u>\$ 132</u>	<u>\$ 218,031</u>	<u>\$ 218,163</u>

(Continued)

The accompanying notes are an integral part of this statement.

**Village of Riverwoods, Illinois**

**Enterprise Funds**

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

For the Year Ended December 31, 2018

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	Consolidated Water Fund	Sewer Fund	Totals
	<u>          </u>	<u>          </u>	<u>          </u>
Reconciliation of excess (deficiency) of operating revenues collected over expenses paid and depreciation to net cash provided by operating activities			
Excess (deficiency) of operating revenues collected over expenses paid and depreciation	\$ (234,163)	\$ 178,847	\$ (55,316)
Adjustments to reconcile excess of operating revenues collected over expenses paid and depreciation to net cash provided by operating activities:			
Depreciation	279,497	123,104	402,601
Increase in other current liabilities	<u>1,528</u>	<u>-</u>	<u>1,528</u>
Net cash provided by operating activities	\$ <u><u>46,862</u></u>	\$ <u><u>301,951</u></u>	\$ <u><u>348,813</u></u>

(Concluded)

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The accompanying notes are an integral part of this statement.

**Village of Riverwoods, Illinois**  
**Agency Funds**  
STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES  
December 31, 2018

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ASSETS

Cash and cash equivalents	\$	315,631
Due from developers		
Escrow bonds		<u>74,629</u>
Total assets	\$	<u><u>390,260</u></u>

LIABILITIES

Due to developers		
Performance bonds	\$	245,146
Escrow bonds		138,289
Due to road association		<u>6,825</u>
Total liabilities	\$	<u><u>390,260</u></u>

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The accompanying notes are an integral part of this statement.

**Village of Riverwoods, Illinois**  
NOTES TO THE FINANCIAL STATEMENTS  
December 31, 2018

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NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Village of Riverwoods, Illinois (the Village), have been prepared in conformity with the modified cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America (GAAP), as applied to government units. The modified cash basis of accounting is a method that is acceptable under Illinois state statutes. The Governmental Accounting Standards Board (GASB) is the standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the Village's accounting policies are described below.

1. Reporting Entity

The Village is located in Lake County, Illinois, and was incorporated on December 14, 1959. The Village is governed by an elected Mayor and Board of Trustees. The Board of Trustees maintains final responsibility for all personnel, budgetary, taxing, and debt matters.

The Village includes all funds of its operations that are controlled by or dependent upon the Village, as determined on a basis of financial accountability. Financial accountability includes appointment of the organization's governing body, imposition of will, and fiscal dependency. The accompanying financial statements include only those funds of the Village, as there are no organizations for which it has financial accountability.

The Village is also not included as a component unit in any other governmental reporting entity, as defined by GASB pronouncements.

2. Accounting Change

The Village changed its method of valuing its investments in 2018 from cost basis to fair value. Management believes that this accounting change provides better information for the users of the accompanying financial statements. The effect of the change has been applied retrospectively and reduced beginning fund balance in the General Fund and investments by \$97,732, as of January 1, 2018. Additionally, the government-wide-governmental activities, beginning net position, and investments were reduced by \$97,732 as of January 1, 2018.

3. Fund Accounting

The accounts of the Village are organized on the basis of funds. A fund is an independent fiscal and accounting entity with a self-balancing set of accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance-related and contractual provisions. The minimum number of funds is maintained consistent with legal and managerial requirements.

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

**Village of Riverwoods, Illinois**  
NOTES TO THE FINANCIAL STATEMENTS  
December 31, 2018

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NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

3. Fund Accounting (Continued)

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

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

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

4. Government-Wide and Fund Financial Statements

The government-wide modified cash basis financial statements (i.e. the statement of net position - modified cash basis and the statement of activities - modified cash basis) report information on all the nonfiduciary activities of the Village. The effect of interfund activity has been eliminated from these statements. Governmental activities normally are supported by taxes and intergovernmental revenues, while business-type activities normally are supported by user fees for the provision of water and sewerage services.

The statement of activities - modified cash basis demonstrates the degree to which the direct expenses of a given function are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include (1) amounts paid by recipient of goods or services offered by the program and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Taxes and other items not properly included among program revenues are reported as general revenues.

The government-wide financial statements are reported using the economic resources measurement focus and the modified-cash basis of accounting.

Separate financial statements are provided for governmental funds, enterprise (proprietary) funds, and fiduciary funds, even though the fiduciary funds are excluded from the government-wide modified cash basis financial statements. Major individual governmental funds are reported as separate columns in the fund financial statements. Nonmajor funds are aggregated in the fund financial statements, and reported separately in the supplementary financial information.

**Village of Riverwoods, Illinois**  
NOTES TO THE FINANCIAL STATEMENTS  
December 31, 2018

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NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

The Village reports the following major governmental funds:

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

The *TIF Fund* accounts for operations associated with the Village's Milwaukee/Deerfield Redevelopment Project Area (RPA) Tax Incremental Financing (TIF) District.

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

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

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

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

The government-wide financial statements are reported using the economic resources measurement focus and the modified-cash basis of accounting.

The governmental funds financial statements are prepared using the modified-cash basis of accounting. The modified-cash basis of accounting omits recognition of certain revenues and the related assets, such as taxes receivable, until received rather than earned. Also, certain expenditures and the related liabilities, such as accounts payable, accrued items, pension liabilities, and other postemployment benefits are recognized when paid rather than when the obligation is incurred. The financial statements reflect assets and liabilities arising from cash transactions, revenues collected, and expenditures paid. The modified cash basis of accounting is a basis of accounting other than accounting principles generally accepted in the United States of America.

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

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

**Village of Riverwoods, Illinois**  
NOTES TO THE FINANCIAL STATEMENTS  
December 31, 2018

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NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

6. Appropriations

The Village appropriates on the modified cash basis of accounting. The appropriation ordinance, which is the legal authority to spend, was passed on March 20, 2018, and was amended, for the Motor Fuel Tax Fund, on April 17, 2018. All appropriations lapse at the fiscal year-end.

7. Cash and Cash Equivalents

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

8. Investments

Investments are stated at fair value. Changes in fair value are included in investment income.

9. Interfund Receivables and Payables

Interfund receivables and payables arise from interfund transactions and are recorded by all funds affected in the period in which the transactions are executed.

10. Prepaid items

Certain payments to vendors that reflect costs applicable to future accounting periods are recorded as prepaid items in both the government-wise and fund financial statements. The cost of prepaid items is recorded as expenditures when consumed rather than when purchased. Reported prepaid expenditures are equally offset by fund balance reserves, which indicate they do not constitute "available spendable resources", even though they are a component of current assets.

11. Land Held for Resale

The Village values its land held for resale, which it intends to sell in the future to commercial developers, at cost, adjusted for impairment. The Village determined that there were no significant changes in local property values subsequent to the date of acquisition. Future valuations are subject to market conditions and could significantly differ from current carrying value.

**Village of Riverwoods, Illinois**  
NOTES TO THE FINANCIAL STATEMENTS  
December 31, 2018

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NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

12. Capital Assets

Capital assets, which include land, construction in progress, buildings and improvements, equipment, vehicles, and infrastructure assets (e.g. roads, storm sewers, and similar items), are reported in the government-wide modified cash basis financial statements. Capital assets are defined by the Village as assets with an initial, individual cost of more than \$2,500 and an estimated useful life in excess of one year. Capital assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value at the date of the donation.

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

Depreciation of capital assets is provided over the estimated useful lives using the straight-line method. The estimated useful lives are as follows:

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

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

Construction in progress is stated at cost and includes engineering and design costs incurred for planned construction. No provision for depreciation is made on construction in progress until the asset is completed and placed in service.



**Village of Riverwoods, Illinois**  
NOTES TO THE FINANCIAL STATEMENTS  
December 31, 2018

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NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

13. Long-Term Obligations

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

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 actual proceeds received, and losses on refunding are reported as debt service expenditures paid.

14. Fund Balance

The governmental funds report five components of fund balance: nonspendable, restricted, committed, assigned, and unassigned.

- a. *Nonspendable* - includes amounts that cannot be spent because they are either not in spendable form or are legally or contractually required to be maintained intact. The nonspendable in form criteria includes items that are not expected to be converted to cash. The Village reports nonspendable fund balances of \$92,753 in the General Fund, relating to prepaid items, and \$795,742 in the TIF Fund, relating to land held for resale.
- b. *Restricted* - refers to amounts that are subject to outside restrictions such as creditors, grantors, contributors, laws and regulations of other governments, or imposed by law through enabling legislation. Special revenue funds are by definition restricted for those specified purposes.
- c. *Committed* - refers to amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the Village's highest level of decision-making authority (the Board of Trustees). The Board of Trustees commits fund balances by passing a resolution. Amounts committed cannot be used for any purpose unless the Village removes or changes the specific use by taking the same type of formal action it employed to previously commit those funds. The Village does not have any committed fund balances at December 31, 2018.
- d. *Assigned* - refers to amounts that are constrained by the Village's intent to be used for a specific purpose, but are neither restricted nor committed. Intent may be expressed by the Board of Trustees or the individual the Board of Trustees delegates the authority to assign amounts to be used for specific purposes. The Board of Trustees has not delegated this authority to an individual. The Village established a fund balance assignment of \$1,600,000 in the General Fund, for the purpose of paying for necessary capital replacements to the Village's sanitary sewer system.

**Village of Riverwoods, Illinois**  
NOTES TO THE FINANCIAL STATEMENTS  
December 31, 2018

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NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

14. Fund Balance (Continued)

- e. *Unassigned* - refers to all spendable amounts not contained in the other four classifications described above. In funds other than the General Fund, the unassigned classification is used only to report a deficit balance resulting from overspending for specific purposes for which amounts had been restricted, committed, or assigned.

Unless specifically identified, expenditures act to reduce restricted balances first, then committed balances, next assigned balances, and finally they act to reduce unassigned balances. Expenditures for a specifically identified purpose will act to reduce the specific classification of fund balance that is identified.

15. Restricted Net Position

For the government-wide modified cash basis financial statements, net position is reported as restricted when constraints placed on net position are either: (1) externally imposed by creditors (such as debt covenants), grantors, contributors, or laws or regulations of other governments, (2) imposed by law through constitutional provisions, or (3) imposed by enabling legislation. All of the Village's restricted net position was a result of enabling legislation.

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

16. Pensions

For purposes of measuring the disclosure for the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the pension plan and additions to/deductions from the pension plan's fiduciary net position have been determined on the same basis as they are reported by the pension plan. Investments are stated at fair value.

17. Interfund Transactions

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

**Village of Riverwoods, Illinois**  
NOTES TO THE FINANCIAL STATEMENTS  
December 31, 2018

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NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

18. Property Taxes

The Village must file its tax levy resolution by the last Tuesday in December of each year. The tax levy resolution was approved by the Board on December 5, 2017. The Village's property tax is levied each year on all taxable real property located in the Village and it becomes a lien on the property on January 1 of that tax year. The owner of real property on January 1 (the lien date) in any year is liable for taxes of that year. The District's annual property tax levy is subject to two statutory limitations: individual fund rate ceilings and the Property Tax Extension Limitation Law (PTELL).

The County Clerk adds the Equalized Assessed Valuation of all real property in the Village to the valuation of property assessed directly by the state (to which the Equalization Factor is not applied) to arrive at the base amount (the Assessment Base) used to calculate the annual tax rates, as described above. The Equalized Assessed Valuation for the extension for the 2017 tax levy was \$376,735,393.

Property taxes are collected by the Lake County Collector/Treasurer, who remits to the Village its share of collections. Taxes levied in one year become due and payable in two equal installments: the first due on June 1 and the second due on September 1. Property taxes are normally collected by the Village within 60 days of the respective installment dates.

19. Fair Value Measurements

Current accounting standards establish a framework for measuring fair value. That framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements). The three levels of the fair value hierarchy are described below:

- |         |   |
|---------|---|
| Level 1 | Inputs to the valuation methodology are unadjusted quoted market prices for identical assets or liabilities in active markets that the Village has the ability to access.   |
| Level 2 | Inputs to the valuation methodology include the following: <ul style="list-style-type: none"><li>* Quoted prices for similar assets or liabilities in active markets;</li><li>* Quoted prices for identical or similar assets or liabilities in inactive markets;</li><li>* Inputs other than quoted prices that are observable for the asset or liability;</li><li>* Inputs that are derived principally from or corroborated by observable market data by correlation or other means.</li></ul> |

**Village of Riverwoods, Illinois**  
NOTES TO THE FINANCIAL STATEMENTS  
December 31, 2018

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NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

19. Fair Value Measurements (Continued)

Level 2 (Continued)	If the asset or liability has a specified (contractual) term, the Level 2 input must be observable for substantially the full term of the asset or liability.
Level 3	Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

The asset's or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs.

The following is a description of the valuation methodologies used for the Village's investments measured at fair value.

*U.S. Treasury Securities, U.S. Government Agency Obligations, municipal bonds, and negotiable certificates of deposit:* Valued based on matrix pricing models, maximizing the use of observable inputs for similar securities.

*Corporate bonds:* Valued at closing price on the active market on which the asset is traded.

The methods described above may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. Furthermore, while the Village believes its valuation methods are appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different fair value measurement at the reporting date.

20. Use of Estimates

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

**Village of Riverwoods, Illinois**  
**NOTES TO THE FINANCIAL STATEMENTS**  
December 31, 2018

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

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

The governmental funds statement of revenues collected, expenditures paid, and changes in fund balances includes a reconciliation between the net change in fund balances - total governmental funds and changes in net position - governmental activities as reported in the government-wide statement of activities - modified cash basis. One element of that reconciliation explains that "Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense." The details of this difference are as follows:

Capital outlay	\$ 133,282
Loss on disposals	(21,673)
Depreciation expense	<u>(233,055)</u>
 Net adjustment to decrease net change in fund balances - total governmental funds to arrive at change in net position of governmental activities	 \$ <u><u>(121,446)</u></u>

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

Proceeds from issuance of special service area bonds	\$ (300,000)
Principal repayments - special service area bonds	<u>173,138</u>
 Net adjustment to decrease net change in fund balances - total governmental funds to arrive at change in net position of governmental activities	 \$ <u><u>(126,862)</u></u>

**NOTE C - DEPOSITS AND INVESTMENTS**

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

**Village of Riverwoods, Illinois**  
**NOTES TO THE FINANCIAL STATEMENTS**  
December 31, 2018

NOTE C - DEPOSITS AND INVESTMENTS (Continued)

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

At December 31, 2018, the Village's deposits and investments consisted of the following:

	Governmental Activities	Business-Type Activities	Agency Fund	Total
Cash and cash equivalents	\$ 1,208,106	\$ 218,163	\$ 315,631	\$ 1,741,900
Investments	9,591,591	1,660,000	-	11,251,591
	\$ 10,799,697	\$ 1,878,163	\$ 315,631	\$ 12,993,491

For disclosure purposes, this amount is segregated into the following components:

	Total
Cash on hand	\$ 500
Deposits with financial institutions *	1,918,388
The Illinois Funds	73,012
Other investments	11,001,591
	\$ 12,993,491

\* Includes amounts held in demand and savings accounts, and non-negotiable certificates of deposit, which are valued at cost.

**Village of Riverwoods, Illinois**  
NOTES TO THE FINANCIAL STATEMENTS  
December 31, 2018

NOTE C - DEPOSITS AND INVESTMENTS (Continued)

1. Interest Rate Risk

Interest rate risk is the risk that changes in interest rates will adversely affect the value of an investment. The Village's investment policy limits investment maturities as a means of managing its exposure to fair value losses arising from increased interest rates. The objective is to maintain a core portfolio with short maturities. A periodic review of the investment portfolio is performed to ensure performance is consistent with the safety, liquidity, rate of return, diversification, and overall performance the Village requires. Maturity information on other investments is shown in the table below.

<u>Investment Type</u>	<u>Fair Value</u>	<u>Maturity (In Years)</u>	
		<u>Less Than 1</u>	<u>1 - 3</u>
U.S. Treasury Note	\$ 881,683	\$ 94,608	\$ 787,075
Federal Home Loan Bank	507,751	-	507,751
Corporate bonds	1,413,502	423,767	989,735
Municipal bonds	707,920	497,039	210,881
Negotiable certificates of deposit	7,490,735	2,111,173	5,379,562
	<u>\$ 11,001,591</u>	<u>\$ 3,126,587</u>	<u>\$ 7,875,004</u>

The following investments are measured at net asset value (NAV):

		<u>Unfunded Commitments</u>	<u>Redemption Frequency</u>	<u>Redemption Notice Period</u>
The Illinois Funds	\$ 73,012	N/A	Daily	1 day

2. Credit Risk

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. State law limits investments in commercial paper, corporate bonds and mutual funds to the top two ratings issued by nationally recognized statistical rating organizations (NRSROs). The Village's investment policy authorizes investments in any type of security as permitted by State statute. As of December 31, 2018, the Village's other investments had ratings with their applicable rating agency as follows:

	<u>Moody's Investor</u>	<u>Standard &amp; Poor's</u>
U.S. Treasury Notes	AAA	Not available
American Express Credit Corp.	A2	A-
Federal Home Loan Bank	AAA	AA+
Florida State Board of Admin Fin Corp	AA3	AA
Goldman Sachs Group Inc.	A3	BBB+
NY City Transitional Finance Authority	AA1	AAA
Rosemont IL GO Corp Purpose Bonds	A2	AA
Wisconsin State General Fund	AA2	AA-

**Village of Riverwoods, Illinois**  
NOTES TO THE FINANCIAL STATEMENTS  
December 31, 2018

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NOTE C - DEPOSITS AND INVESTMENTS (Continued)

2. Credit Risk (Continued)

Illinois Funds is an investment pool managed by the State of Illinois, Office of the Treasurer, which allows governments within the State to pool their funds for investment purposes. Illinois Funds is not registered with the SEC as an investment company. Investments in the Illinois Funds are rated AAAm and are valued at Illinois Funds' share price, which is the price for which the investment can be sold.

3. Concentration of Credit Risk

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

4. Custodial Credit Risk

With respect to deposits, custodial credit risk is the risk that, in the event of a bank failure, the Village's deposits may not be returned to it. The Village's investment policy limits the exposure to deposit custodial credit risk by requiring all deposits in excess of FDIC insurable limits to be secured by collateral in the event of default or failure of the financial institution holding the funds. At December 31, 2018, the bank balances of the Village's deposits with financial institutions totaled \$1,719,530, of which \$483,320 was uninsured and uncollateralized.

With respect to investments, custodial credit risk is the risk that, in the event of a failure of the counterparty, the Village will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The Village's investment policy limits the exposure to investment custodial credit risk by diversifying its investment portfolio.

5. Fair Value Measurement of Investments

The Village categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. The Village's investments in corporate bonds are considered Level 1 investments as of December 31, 2018. All of the Village's remaining investments are considered Level 2 investments as of December 31, 2018.



**Village of Riverwoods, Illinois**  
NOTES TO THE FINANCIAL STATEMENTS  
December 31, 2018

NOTE D - CAPITAL ASSETS

Capital asset activity for the year ended December 31, 2018, was as follows:

1. <u>Governmental</u>	<u>Beginning Balance *</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Capital assets not being depreciated				
Land	\$ 3,061,072	\$ -	\$ -	\$ 3,061,072
Construction in progress	-	17,236	-	17,236
Equipment not yet placed in service	-	72,300	-	72,300
	<u>3,061,072</u>	<u>89,536</u>	<u>-</u>	<u>3,150,608</u>
Total capital assets not being depreciated				
Capital assets being depreciated				
Buildings and improvements	6,728,164	-	-	6,728,164
Office equipment	292,792	14,356	-	307,148
Infrastructure	684,216	-	-	684,216
Vehicles	321,606	29,390	36,122	314,874
	<u>8,026,778</u>	<u>43,746</u>	<u>36,122</u>	<u>8,034,402</u>
Total capital assets being depreciated				
Less accumulated depreciation for:				
Buildings and improvements	323,665	136,170	-	459,835
Office equipment	117,573	38,621	-	156,194
Infrastructure	145,424	19,128	-	164,552
Vehicles	205,330	39,136	14,449	230,017
	<u>791,992</u>	<u>233,055</u>	<u>14,449</u>	<u>1,010,598</u>
Total accumulated depreciation				
Total capital assets being depreciated, net	<u>7,234,786</u>	<u>(189,309)</u>	<u>21,673</u>	<u>7,023,804</u>
Governmental activities capital assets, net	<u>\$ 10,295,858</u>	<u>\$ (99,773)</u>	<u>\$ 21,673</u>	<u>\$ 10,174,412</u>

\* As restated - see Note O.

**Village of Riverwoods, Illinois**  
**NOTES TO THE FINANCIAL STATEMENTS**  
December 31, 2018

NOTE D - CAPITAL ASSETS (Continued)

2. <u>Enterprise</u>	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Capital assets being depreciated				
Pumping stations and reservoirs	\$ 2,866,149	\$ -	\$ -	\$ 2,866,149
Water tower	50,000	-	-	50,000
Water meters	215,777	-	-	215,777
Water mains	9,927,199	-	3,659	9,923,540
Sewers	5,845,995	260,975	-	6,106,970
Total capital assets being depreciated	<u>18,905,120</u>	<u>260,975</u>	<u>3,659</u>	<u>19,162,436</u>
Less accumulated depreciation for:				
Pumping stations and reservoirs	1,360,052	57,323	-	1,417,375
Water tower	13,000	1,000	-	14,000
Water meters	146,563	22,276	-	168,839
Water mains	3,516,939	198,898	3,659	3,712,178
Sewers	3,316,840	123,104	-	3,439,944
Total accumulated depreciation	<u>8,353,394</u>	<u>402,601</u>	<u>-</u>	<u>8,752,336</u>
Business-type activities capital assets, net	<u>\$ 10,551,726</u>	<u>\$ (141,626)</u>	<u>\$ 3,659</u>	<u>\$ 10,410,100</u>

3. Depreciation

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

Governmental activities	
Administration and general government	\$ 153,006
Police	69,994
Public works	10,055
Total depreciation expense - governmental activities	<u>\$ 233,055</u>
Business-type activities	
Consolidated water	\$ 279,497
Sewer	123,104
Total depreciation expense - business-type activities	<u>\$ 402,601</u>

**Village of Riverwoods, Illinois**  
NOTES TO THE FINANCIAL STATEMENTS  
December 31, 2018

NOTE E - LONG-TERM DEBT

1. Changes in Long-Term Liabilities

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

	January 1, 2018	Additions	Retirements	December 31, 2018	Due Within One Year
Special Service Area Bonds:					
North Robinwood Sewer Special Service Area Number 10. Original issue of \$164,000. Due January 10, 2020, interest at 6.29%	\$ 48,788	\$ -	\$ 8,507	\$ 40,281	\$ 13,039
Village of Riverwoods Special Service Area Number 24. Original issue of \$587,500. Due September 1, 2023, interest at 2.22%	392,158	-	61,825	330,333	63,197
Village of Riverwoods Special Service Area Number 25. Original issue of \$260,000. Due March 1, 2024, interest at 4.90%	186,780	-	25,094	161,686	26,324
Village of Riverwoods Special Service Area Number 26. Original issue of \$644,000. Due March 1, 2024, interest at 4.90%	462,640	-	62,157	400,483	65,202
Village of Riverwoods Special Service Area Number 27. Original issue of \$60,000. Due March 1, 2024, interest at 4.60%	42,000	-	5,690	36,310	5,952
Village of Riverwoods Special Service Area Number 30. Original issue of \$70,000. Due February 1, 2027, interest at 2.75%	68,381	-	6,388	61,993	6,566

**Village of Riverwoods, Illinois**  
NOTES TO THE FINANCIAL STATEMENTS  
December 31, 2018

NOTE E - LONG-TERM DEBT (Continued)

1. Changes in Long-Term Liabilities (Continued)

	<u>January 1,</u> <u>2018</u>	<u>Additions</u>	<u>Retirements</u>	<u>December 31,</u> <u>2018</u>	<u>Due Within</u> <u>One Year</u>
Special Service Area Bonds (Continued):					
Village of Riverwoods Special Service Area Number 31. Original issue of \$140,000. Due February 1, 2028, interest at 3.85%	\$ 140,000	\$ -	\$ 2,950	\$ 137,050	\$ 12,222
Village of Riverwoods Special Service Area Number 32. Original issue of \$25,000. Due February 1, 2028, interest at 3.85%	25,000	-	527	24,473	2,182
Village of Riverwoods Special Service Area No. 19 Special Tax Bonds, Series 2018. Original issue of \$300,000. Due February 1, 2029, interest at 4.53%	-	300,000	-	300,000	4,144
Total	<u>\$ 1,365,747</u>	<u>\$ 300,000</u>	<u>\$ 173,138</u>	<u>\$ 1,492,609</u>	<u>\$ 198,828</u>

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

	<u>January 1,</u> <u>2018</u>	<u>Additions</u>	<u>Retirements</u>	<u>December 31,</u> <u>2018</u>	<u>Due Within</u> <u>One Year</u>
North Riverwood Water Special Service Area Number 16. Original issue of \$150,000. Due January 10, 2020, interest at 6.29%	\$ 44,075	\$ -	\$ 7,782	\$ 36,293	\$ 11,926
Total	<u>\$ 44,075</u>	<u>\$ -</u>	<u>\$ 7,782</u>	<u>\$ 36,293</u>	<u>\$ 11,926</u>

**Village of Riverwoods, Illinois**  
NOTES TO THE FINANCIAL STATEMENTS  
December 31, 2018

NOTE E - LONG-TERM DEBT (Continued)

2. Annual Debt Service Requirements to Maturity

Years Ending December 31	Special Service Area Bonds		
	Governmental	Enterprise	Total
2019	\$ 244,317	\$ 14,209	\$ 258,526
2020	280,943	25,900	306,843
2021	254,379	-	254,379
2022	256,935	-	256,935
2023	259,664	-	259,664
2024 - 2028	410,249	-	410,249
2029	27,841	-	27,841
	1,734,328	40,109	1,774,437
Less interest	241,719	3,816	245,535
	<u>\$ 1,492,609</u>	<u>\$ 36,293</u>	<u>\$ 1,528,902</u>

These payments will be made from amounts levied for the special service area property tax receipts in future periods.

3. TIF Note

The Village issued an \$803,000 Tax Increment Allocation Revenue Note, Series 2015, dated December 16, 2015, between the General Fund and the TIF Fund. The Note matures on December 15, 2035. Interest is payable annually at 4%. The Note is payable from incremental tax revenues generated by the Milwaukee/Deerfield TIF District, which are first used to reimburse the Village for any administrative or defense costs, and next any redevelopment costs, then interest expense, with any remaining increments used to pay down principal.

**Village of Riverwoods, Illinois**  
NOTES TO THE FINANCIAL STATEMENTS  
December 31, 2018

NOTE F - INTERFUND BALANCES

Interfund balances were as follows at December 31, 2018:

	Due from	Due to
Governmental funds		
General Fund		
Nonmajor governmental funds	\$ 8,035	\$ -
Consolidated Water Fund	-	1,174,080
Total General Fund	8,035	1,174,080
TIF Fund		
Sewer Fund	-	209,796
Nonmajor governmental funds		
General Fund	-	8,035
Nonmajor governmental funds	13,053	13,053
Consolidated Water Fund	-	5,500
Sewer fund	-	32,162
Total nonmajor governmental funds	13,053	58,750
Total governmental funds	21,088	1,442,626
Enterprise funds		
Consolidated Water Fund		
General Fund	1,174,080	-
Nonmajor governmental funds	5,500	-
Total Consolidated Water Fund	1,179,580	-
Sewer Fund		
TIF Fund	209,796	-
Nonmajor governmental funds	32,162	-
	241,958	-

**Village of Riverwoods, Illinois**  
**NOTES TO THE FINANCIAL STATEMENTS**  
December 31, 2018

**NOTE F - INTERFUND BALANCES** (Continued)

	<u>Due from</u>	<u>Due to</u>
Enterprise funds (Continued)		
Total enterprise funds	\$ 1,421,538	\$ -
Total	1,442,626	1,442,626
Elimination of balances due to/from funds of the same type	(21,088)	(21,088)
Total	\$ 1,421,538	\$ 1,421,538

**NOTE G - INTERFUND TRANSFERS**

Interfund transfers were as follows for the year ended December 31, 2018:

	<u>Transfers In</u>	<u>Transfers Out</u>
Nonmajor governmental funds		
Nonmajor governmental funds	\$ 193,211	\$ 193,211
	193,211	193,211
Elimination of transfers to/from funds of the same type	(193,211)	(193,211)
Total	\$ -	\$ -

**NOTE H - RESTRICTIONS OF NET POSITION**

The government-wide statement of net position - modified cash basis reports net position restricted by enabling legislation, which consists of the following at December 31, 2018:

<u>Net position restricted for:</u>	<u>Amount</u>
Police purposes	\$ 1,020
Road improvements	472,959
Special service areas	
Special revenue purposes	346,781
Capital projects	69,561
Debt service	294,684
	\$ 1,185,005

**Village of Riverwoods, Illinois**  
NOTES TO THE FINANCIAL STATEMENTS  
December 31, 2012

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NOTE I - JOINT VENTURES

1. Solid Waste Agency of Lake County (SWALCO)

The Village is a member of the Solid Waste Agency of Lake County (the "Agency") which consists of 43 municipalities, Great Lakes Naval Training Center, and Lake County. The Agency is a municipal corporation and public body politic established pursuant to the Illinois Intergovernmental Cooperation Act (the Act). The Agency is empowered under the Act to plan, construct, finance, operate, and maintain a solid waste disposal system to serve its members.

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

The Agency is governed by a Board of Directors which consists of one appointed mayor, president, trustee, or chief administrative officer from each member municipality. Each Director has an equal vote. The Board of Directors determines the policies of the Agency, makes all appropriations, approves contracts, adopts resolutions providing for the issuance of bonds or notes by the Agency, adopts by-laws, rules, and regulations, and exercises such powers and performs such duties as may be prescribed in the Agency agreement or the by-laws.

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

2. Northeastern Illinois Regional Crime Laboratory (NIRCL)

The Village is a member of the Northeastern Illinois Regional Crime Laboratory (the Laboratory). Each of the more than 50 members of the Laboratory are assessed annual fees based on their population, and assessments are due in May of each year. The Laboratory is organized as a tax-exempt organization qualifying under Internal Revenue Code Section 501(c)(3). The Village contributed \$7,879 to the Laboratory during 2018.

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



**Village of Riverwoods, Illinois**  
NOTES TO THE FINANCIAL STATEMENTS  
December 31, 2012

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NOTE I - JOINT VENTURES (Continued)

3. Northern Suburban Special Recreation Association (NSSRA)

The Village, along with twelve other governments, has entered into a joint agreement to provide cooperative recreational programs and other activities for handicapped and impaired individuals. Each partner agency provides funding based on a two-part formula that includes that partner's relative share of the aggregate equalized valuation and that partner's relative share of the aggregate gross population. The Village contributed \$65,548 to NSSRA during the year ended December 31, 2018.

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

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

**Village of Riverwoods, Illinois**  
NOTES TO THE FINANCIAL STATEMENTS  
December 31, 2018

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**NOTE J - ILLINOIS MUNICIPAL RETIREMENT FUND**

The following information related to total pension liability, net pension liability, deferred outflows of resources, and deferred inflows of resources, is included for disclosure purposes only. The Village's financial statements, which are reported on a modified cash basis, do not include these items.

**Plan Description**

The Village's defined benefit pension plan for regular employees provides retirement and disability benefits, postretirement increases, and death benefits to plan members and beneficiaries. The Village's plan is managed with the Illinois Municipal Retirement Fund (IMRF), the administrator of an agent multi-employer public pension fund. A summary of IMRF's pension benefits is provided in the Benefits Provided section below. Details of all benefits are available from IMRF. 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 Comprehensive Annual Financial Report that includes financial statements, detailed information about the pension plan's fiduciary net position, and required supplementary information. That report is available for download at [www.imrf.org](http://www.imrf.org).

**Benefits Provided**

IMRF has three benefit plans. The vast majority of IMRF members participate in the Regular Plan (RP).

All three IMRF benefit plans have two tiers. Employees hired before January 1, 2011, are eligible for Tier I benefits. Tier I employees are vested for pension benefits when they have at least eight years of qualifying service credit. Tier I employees who retire at age 55 (at reduced benefits) or after age 60 (at full benefits) with eight years of service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1-2/3% of the final rate of earnings for the first 15 years of service credit, plus 2% for each year of service credit after 15 years to a maximum of 75% of their final rate of earnings. Final rate of earnings is the highest total earnings during any consecutive 48 months within the last 10 years of service, divided by 48. Under Tier I, the pension is increased by 3% of the original amount on January 1 every year after retirement.

Employees hired on or after January 1, 2011, are eligible for Tier II benefits. For Tier II employees, pension benefits vest after ten years of service. Participating employees who retire at age 62 (at reduced benefits) or after age 67 (at full benefits) with ten years of service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1-2/3% of the final rate of earnings for the first 15 years of service credit, plus 2% for each year of service credit after 15 years to a maximum of 75% of their final rate of earnings. Final rate of earnings is the highest total earnings during any 96 consecutive months within the last 10 years of service, divided by 96. Under Tier II, the pension is increased on January 1 every year after retirement, upon reaching age 67, by the lesser of 3% of the original pension amount, or 1/2 of the increase in the Consumer Price Index of the original pension amount.

**Village of Riverwoods, Illinois**  
NOTES TO THE FINANCIAL STATEMENTS  
December 31, 2018

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NOTE J - ILLINOIS MUNICIPAL RETIREMENT FUND (Continued)

**Employees Covered by Benefit Terms**

As of December 31, 2017, the following employees were covered by the benefit terms:

Retirees and beneficiaries currently receiving benefits	9
Inactive plan members entitled to but not yet receiving benefits	6
Active plan members	<u>11</u>
Total	<u><u>26</u></u>

**Contributions**

As set by statute, the Village's Regular Plan Members are required to contribute 4.5% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The Village's annual contribution rate for calendar year 2018 was 11.02%. For the year ended December 31, 2018 the Village contributed \$131,090 to the plan. 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 IMRF's Board of Trustees, while the supplemental retirement benefits rate is set by statute.

**Net Pension Liability**

The Village's net pension liability was measured as of December 31, 2017. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

**Village of Riverwoods, Illinois**  
 NOTES TO THE FINANCIAL STATEMENTS  
December 31, 2018

NOTE J - ILLINOIS MUNICIPAL RETIREMENT FUND (Continued)

**Actuarial Assumptions**

The following are the methods and assumptions used to determine total pension liability at December 31,

Actuarial Cost Method	Entry Age Normal
Asset Valuation Method	Market Value of Assets
Price Inflation	2.50%
Salary Increases	3.39% to 14.25%
Investment Rate of Return	7.50%
Retirement Age	Experience-based table of rates, specific to the type of eligibility condition, last updated for the 2017 valuation pursuant to an experience study of the period 2014-2016.
Mortality	For non-disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Blue Collar Health Annuitant Mortality Table with adjustments to match current IMRF experience. For disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Disabled Retirees Mortality Table applying the same adjustment that was applied for non-disabled lives. For active members, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.
Long-term Expected Rate of Return	The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense, and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return to the target asset allocation percentage and adding expected inflation. The target allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table:

**Village of Riverwoods, Illinois**  
 NOTES TO THE FINANCIAL STATEMENTS  
December 31, 2018

NOTE J - ILLINOIS MUNICIPAL RETIREMENT FUND (Continued)

**Actuarial Assumptions (Continued)**

Asset Class	Portfolio Target Percentage	Long-Term Expected Real Rate of Return
Domestic Equity	37%	6.85%
International Equity	18%	6.75%
Fixed Income	28%	3.00%
Real Estate	9%	5.75%
Alternative Investments	7%	2.65-7.35%
Cash Equivalents	1%	2.25%
Total	100%	

**Single Discount Rate**

A Single Discount Rate of 7.50% was used to measure the total pension liability. The projection of cash flow used to determine this Single Discount Rate assumed that the plan members' contributions will be made at the current contribution rate, and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. The Single Discount Rate reflects:

- a. The long-term expected rate of return on pension plan investments (during the period in which the fiduciary net position is projected to be sufficient to pay benefits), and
- b. The tax-exempt municipal bond rate based on an index of 20-year general obligation bonds with an average AA credit rating (which is published by the Federal Reserve) as of the measurement date (to the extent that the contributions for use with the long-term expected rate of return are not met).

For the purpose of the most recent valuation, the expected rate of return on plan investments is 7.50%, the municipal bond rate is 3.31%, and the resulting single discount rate is 7.50%.

**Village of Riverwoods, Illinois**  
NOTES TO THE FINANCIAL STATEMENTS  
December 31, 2018

**NOTE J - ILLINOIS MUNICIPAL RETIREMENT FUND (Continued)**

**Changes in Net Pension Liability**

The following table shows the components of the change in the Village's net pension liability for the calendar year ended December 31, 2017:

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability (A) - (B)
Balances at December 31, 2016	\$ 3,413,053	\$ 2,796,318	\$ 616,735
Changes for the year:			
Service cost	110,942	-	110,942
Interest on the total pension liability	255,626	-	255,626
Difference between expected and actual experience of the total pension liability	(11,954)	-	(11,954)
Changes of assumptions	(107,116)	-	(107,116)
Contributions - employer	-	112,269	(112,269)
Contributions - employees	-	46,739	(46,739)
Net investment income	-	487,531	(487,531)
Benefit payments, including refunds of employee contributions	(120,368)	(120,368)	-
Other (net transfer)	-	(48,211)	48,211
Net changes	<u>127,130</u>	<u>477,960</u>	<u>(350,830)</u>
Balances at December 31, 2017	<u>\$ 3,540,183</u>	<u>\$ 3,274,278</u>	<u>\$ 265,905</u>

**Sensitivity of the Net Pension Liability (Asset) to Changes in the Discount Rate**

The following presents the plan's net pension liability (asset), calculated using a Single Discount Rate of 7.50%, as well as what the plan's net pension liability (asset) would be if it were calculated using a Single Discount Rate that is 1% lower or 1% higher than the current rate:

	1% Lower (6.50%)	Current Discount Rate (7.50%)	1% Higher (8.50%)
Net pension liability (asset)	\$ <u>655,867</u>	\$ <u>265,905</u>	\$ <u>(65,382)</u>

**Village of Riverwoods, Illinois**  
NOTES TO THE FINANCIAL STATEMENTS  
December 31, 2018

NOTE J - ILLINOIS MUNICIPAL RETIREMENT FUND (Continued)

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

For the year ended December 31, 2018 the Village reported pension expense of \$121,730. At December 31, 2018, the Village reported deferred outflows and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Deferred Amounts to be Recognized in Pension Expense in Future Periods		
Differences between expected and actual experience	\$ 6,665	\$ 9,481
Change of assumptions	875	85,128
Net difference between projected and actual earnings on pension plan investments	87,539	222,533
Total deferred amounts to be recognized in pension expense in the future periods (disclosure only)	95,079	317,142
Pension contributions made subsequent to the measurement date	131,090	-
Total deferred amounts related to pensions	\$ 226,169	\$ 317,142

The Village disclosed \$131,090 as deferred outflows of resources related to pensions resulting from Village contributions subsequent to the measurement date that will be disclosed as a reduction of the net pension liability in the reporting year ended December 31, 2019.

**Village of Riverwoods, Illinois**  
 NOTES TO THE FINANCIAL STATEMENTS  
December 31, 2018

NOTE J - ILLINOIS MUNICIPAL RETIREMENT FUND (Continued)

**Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Continued)**

Other amounts disclosed as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ended December 31,	Net Deferred Inflows of Resources
2019	\$ 44,459
2020	53,478
2021	68,492
2022	55,634
2023	-
Thereafter	-
Total	\$ 222,063

NOTE K - SOCIAL SECURITY/MEDICARE

Employees not qualifying for coverage under the Illinois Municipal Retirement Fund are considered "nonparticipating employees." These employees and those qualifying for coverage under the Illinois Municipal Retirement Fund are covered under Social Security/Medicare. The Village paid the total required contribution for the current fiscal year.

NOTE L - RISK MANAGEMENT

The Village is exposed to various risks related to torts; theft of, damage to, or destruction of assets; errors or omissions; injuries to employees; and natural disasters. For all claims, settlement amounts have not exceeded insurance in the current or three prior years.

The Village is a member of the Illinois Counties Risk Management Trust (ICRMT), a joint risk management pool through which property, general liability, automobile liability, law enforcement coverage, equipment breakdown coverage, comprehensive crime coverage, public officials' and workers' compensation and employers' liability coverage is provided in excess of specified limits for the members, acting as a single insurable unit.



**Village of Riverwoods, Illinois**  
NOTES TO THE FINANCIAL STATEMENTS  
December 31, 2018

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NOTE M - TAX ABATEMENT AGREEMENT

The Village entered into an intergovernmental agreement with the Village of Deerfield whereby the Village of Deerfield agreed to deannex and permit the Village of Riverwoods to annex certain property (“subject property”) for which a plan for redevelopment of a restaurant has been submitted to the Village of Riverwoods. Under terms of the agreement, the Village of Riverwoods will pay the Village of Deerfield fifty percent of the property taxes levied and collected on the subject property commencing with the 2017 property taxes levied in 2018, and fifty percent of the sales tax revenue collected from the restaurant or any other business located on the subject property for a ten-year period commencing with the first day of the first full month after the restaurant opens for business. The agreement with the Village of Deerfield terminates on January 31, 2029. The Village has not yet been required to make any payments under this agreement.

NOTE N - CONTINGENCIES

1. Grants

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

2. Litigation

The Village is not involved in any significant litigation that would materially affect the balances reported at December 31, 2018. With regard to other pending matters, management has determined that the eventual outcome and related liability, if any, are not determinable at this time. No provision has been made in the accompanying financial statements for settlement costs.

NOTE O - RESTATEMENTS

In prior years, disposals of capital assets occurred but were not properly recorded. As a result of these errors, capital assets and beginning net position of the governmental activities as of January 1, 2018 was restated and decreased by \$377,773.

In prior years, expenditures were charged to the Motor Fuel Tax Fund, a nonmajor governmental fund, which should have been charged to the General Fund. As a result of these errors, cash and beginning fund balances as of January 1, 2018 were restated and decreased by \$154,932 in the General Fund and increased by \$154,932 in the Motor Fuel Tax Fund.

**Village of Riverwoods, Illinois**  
NOTES TO THE FINANCIAL STATEMENTS  
December 31, 2018

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NOTE P - SUBSEQUENT EVENTS

Management has evaluated subsequent events through August 22, 2019, the date that these financial statements were available to be issued. Management has determined that no events or transactions, other than those events noted below, have occurred subsequent to the balance sheet date that require disclosure in the financial statements.

1. TIF District

In January, 2019, the Village established a second Tax Increment Financing district, the Deerfield Road Redevelopment Project Area.

**OTHER SUPPLEMENTARY INFORMATION**  
**(Unaudited)**

**Village of Riverwoods, Illinois**  
**MULTIYEAR SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS**  
 Illinois Municipal Retirement Fund  
December 31, 2018

Calendar year ended December 31,	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
<b>Total pension liability</b>				
Service cost	\$ 110,942	\$ 109,399	\$ 116,333	\$ 117,907
Interest on the total pension liability	255,626	238,237	217,846	203,983
Difference between expected and actual experience of the total pension liability	(11,954)	(2,437)	53,594	(158,795)
Assumption changes	(107,116)	(22,245)	7,031	141,342
Benefit payments and refunds	<u>(120,368)</u>	<u>(114,620)</u>	<u>(104,207)</u>	<u>(116,816)</u>
Net change in total pension liability	127,130	208,334	290,597	187,621
Total pension liability, beginning	<u>3,413,053</u>	<u>3,204,719</u>	<u>2,914,122</u>	<u>2,726,501</u>
Total pension liability, ending	<u>\$ 3,540,183</u>	<u>\$ 3,413,053</u>	<u>\$ 3,204,719</u>	<u>\$ 2,914,122</u>
<b>Plan fiduciary net position</b>				
Contributions, employer	\$ 112,269	\$ 107,360	\$ 117,485	\$ 108,444
Contributions, employee	46,739	43,841	43,801	43,728
Net investment income	487,531	177,581	12,710	144,290
Benefit payments, including refunds of employee contributions	(120,368)	(114,620)	(104,207)	(116,816)
Other (net transfer)	<u>(48,211)</u>	<u>16,327</u>	<u>(17,479)</u>	<u>(13,857)</u>
Net change in plan fiduciary net position	477,960	230,489	52,310	165,789
Plan fiduciary net position, beginning	<u>2,796,318</u>	<u>2,565,829</u>	<u>2,513,519</u>	<u>2,347,730</u>
Plan fiduciary net position, ending	<u>\$ 3,274,278</u>	<u>\$ 2,796,318</u>	<u>\$ 2,565,829</u>	<u>\$ 2,513,519</u>
Net pension liability (asset)	<u>\$ 265,905</u>	<u>\$ 616,735</u>	<u>\$ 638,890</u>	<u>\$ 400,603</u>
Plan fiduciary net position as a percentage of the total pension liability	92.49 %	81.93 %	80.06 %	86.25 %
Covered valuation payroll	\$ 1,013,258	\$ 974,239	\$ 973,360	\$ 981,142
Net pension liability (asset) as a percentage of covered valuation payroll	26.24 %	63.30 %	65.64 %	40.83 %

Note: The Village implemented GASB 68 (disclosure only) beginning with its year ended December 31, 2015; therefore, 10 years of information is not available.

**Village of Riverwoods, Illinois**  
**MULTIYEAR SCHEDULE OF CONTRIBUTIONS**  
 Illinois Municipal Retirement Fund  
June 30, 2018

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Calendar Year Ending December 31,	Actuarially Determined Contribution	Actual Contribution	Contribution Deficiency (Excess)	Covered Valuation Payroll	Actual Contribution as a % of Covered Valuation Payroll
2017	\$ 112,269 *	\$ 112,269	\$ -	\$ 1,013,258	11.08 %
2016	107,361	107,360	1	974,239	11.02
2015	117,485	117,485	-	973,360	12.07
2014	109,495	108,444	1,051	981,142	11.05

\* Estimated based on contribution rate of 11.08% and covered valuation payroll of \$1,013,258.

Note: The Village implemented GASB 68 (disclosure only) beginning with its year ended December 31, 2015; therefore, 10 years of information is not available.

# Village of Riverwoods, Illinois

## General Fund

### SCHEDULE OF REVENUES COLLECTED, EXPENDITURES PAID, AND CHANGES IN FUND BALANCE - APPROPRIATION AND ACTUAL For the Year Ended December 31, 2018

	Original and Final <u>Appropriation</u>	<u>Actual</u>	Over (Under) <u>Appropriation</u>
Revenues collected			
Property tax - police	\$ 508,024	\$ 507,678	\$ (346)
Township road and bridge tax	33,000	29,362	(3,638)
Other intergovernmental taxes	1,086,800	1,262,671	175,871
Other local taxes	1,510,000	1,609,670	99,670
Special use fees	96,000	96,700	700
License and permits	295,900	453,293	157,393
Fines and forfeits	135,050	142,164	7,114
Interest income	150,000	113,501	(36,499)
Grants	3,000	12,720	9,720
Other	115,300	152,724	37,424
Total revenues collected	<u>3,933,074</u>	<u>4,380,483</u>	<u>447,409</u>
Expenditures paid			
Current			
Administration	1,198,029	1,166,359	(31,670)
Police department	1,990,592	1,828,125	(162,467)
Building	189,950	196,511	6,561
Public works	167,831	366,094	198,263
Capital outlay	107,400	205,000	97,600
Contingency	200,000	-	(200,000)
Total expenditures paid	<u>3,853,802</u>	<u>3,762,089</u>	<u>(91,713)</u>
Excess of revenues collected over expenditures paid	79,272	618,394	539,122
Other financing uses			
Transfers out	<u>3,800,000</u>	<u>-</u>	<u>(3,800,000)</u>
Net change in fund balance	\$ <u>3,879,272</u>	<u>618,394</u>	\$ <u>(3,260,878)</u>
Fund balance			
Beginning of year			
As originally stated		8,949,729	
Restatements (Note A-2 and O)		<u>(252,664)</u>	
As restated		<u>8,697,065</u>	
End of year		\$ <u>9,315,459</u>	

## Village of Riverwoods, Illinois

### TIF Fund

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

For the Year Ended December 31, 2018

	<u>Original and Final Appropriation</u>	<u>Actual</u>	<u>Over (Under) Appropriation</u>
Revenues collected			
Property taxes	\$ 25,000	\$ 8,083	\$ (16,917)
Expenditures paid			
Current			
Administration			
Accounting	1,100	-	(1,100)
Legal	4,400	15,371	10,971
Other professional services	1,100	19,123	18,023
Miscellaneous	10	-	(10)
Public works			
Grounds - Village Lot 1	1,100	-	(1,100)
Signs	1,000	-	(1,000)
Engineer	11,000	3,188	(7,812)
Ecologist/forester	2,200	-	(2,200)
Site remediation - storm water management	38,500	-	(38,500)
Capital outlay	1,000	-	(1,000)
Debt service			
Principal	1,000	-	(1,000)
Interest	55,000	-	(55,000)
Total expenditures paid	<u>117,410</u>	<u>37,682</u>	<u>(79,728)</u>
Deficiency of revenues collected over expenditures paid	(92,410)	(29,599)	62,811
Other financing sources			
Transfer in	<u>50,000</u>	<u>-</u>	<u>(50,000)</u>
Net change in fund balance	<u>\$ (42,410)</u>	(29,599)	<u>\$ 12,811</u>
Fund balance			
Beginning of year		<u>615,545</u>	
End of year		<u>\$ 585,946</u>	

**Village of Riverwoods, Illinois**  
NOTE TO THE OTHER SUPPLEMENTARY INFORMATION  
For the Year Ended December 31, 2018

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1. LEGAL COMPLIANCE AND ACCOUNTABILITY - APPROPRIATIONS

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

The proposed appropriation ordinance is presented to the Board of Trustees for review. The Board of Trustees holds public hearings and may add to, subtract from, or change appropriations, but may not change the form of the appropriations ordinance. The appropriation ordinance was approved by the Board of Trustees on March 20, 2018.

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

The appropriations may be amended by the Board of Trustees. On April 17, 2018, the Board of Trustees approved a supplemental appropriation for the Motor Fuel Tax Fund.

Expenditures may not legally exceed appropriations at the fund level. There were no funds with excess expenditures over appropriations.

2. SUMMARY OF ACTUARIAL METHODS AND ASSUMPTIONS USED IN THE CALCULATION OF THE 2017 IMRF CONTRIBUTION RATE\*

**Valuation Date:**

Notes

Actuarially determined contribution rates are calculated as of December 31 each year, which are 12 months prior to the beginning of the fiscal year in which contributions are reported.



## Village of Riverwoods, Illinois

### NOTE TO THE OTHER SUPPLEMENTARY INFORMATION

For the Year Ended December 31, 2018

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#### 2. SUMMARY OF ACTUARIAL METHODS AND ASSUMPTIONS USED IN THE CALCULATION OF THE 2017 IMRF CONTRIBUTION RATE\* (Continued)

##### Methods and Assumptions Used to Determine the 2017 Contribution Rate:

Actuarial Cost Method	Aggregate Entry Age Normal
Amortization Method	Level Percentage of Payroll, Closed
Remaining Amortization Period	Non-Taxing bodies: 10-year rolling period. Taxing bodies (Regular, SLEP, and ECO groups): 26-year closed period. Early Retirement Incentive Plan liabilities: a period up to 10 years selected by the Employer upon adoption of ERI.
Asset Valuation Method	5-year smoothed market; 20% corridor
Wage Growth	3.50%
Price Inflation	2.75% - approximate; no explicit price inflation assumption is used in this valuation.
Salary Increases	3.75% to 14.50%, including inflation
Investment Rate of Return	7.50%
Retirement Age	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2014 calculation pursuant to an experience study of the period 2011-2013.
Mortality	For non-disabled retirees, an IMRF mortality table was used with fully generational projections scale MP-2014 (base year 2012). The IMRF specific rates were developed from the RP-2014 Blue Collar Health Annuitant Mortality Table with adjustments to match current IMRF experience. For disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2012). The IMRF specific rates were developed from the RP-2014 Disabled Retirees Mortality Table applying the same adjustments that were applied for non-disabled lives. For active members, an IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2012). The IMRF specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.

##### Other Information:

Notes There were no benefit changes during the year.

\* Based on Valuation Assumptions used in the December 31, 2015 actuarial valuation.

**SUPPLEMENTAL DATA**

**Village of Riverwoods, Illinois**  
**General Fund**  
SCHEDULE OF REVENUES COLLECTED -  
APPROPRIATION AND ACTUAL  
For the Year Ended December 31, 2018

	Original and Final <u>Appropriation</u>	<u>Actual</u>	Over (Under) <u>Appropriation</u>
Revenues collected			
Property tax - police	\$ 508,024	\$ 507,678	\$ (346)
Township road and bridge tax	33,000	29,362	(3,638)
Other intergovernmental taxes			
Personal property replacement taxes	1,600	1,647	47
Illinois municipal sales tax	650,000	807,856	157,856
Local use tax	85,000	102,431	17,431
State income taxes	350,000	350,504	504
Other	200	233	33
Total other intergovernmental taxes	<u>1,086,800</u>	<u>1,262,671</u>	<u>175,871</u>
Local taxes			
Village of Riverwoods sales tax 1/2%	610,000	755,405	145,405
Utility taxes			
Electric	260,000	277,091	17,091
Gas	105,000	106,875	1,875
Excise	425,000	343,280	(81,720)
Hotel tax	110,000	127,019	17,019
Total local taxes	<u>1,510,000</u>	<u>1,609,670</u>	<u>99,670</u>
Special use fees	<u>96,000</u>	<u>96,700</u>	<u>700</u>
Licenses and permits			
Liquor licenses	15,000	14,000	(1,000)
Cable television franchise fees	75,000	76,761	1,761
Telephone franchise fees	10,000	9,705	(295)
Building permits - construction fees	125,000	312,273	187,273
Special inspection	4,500	13,298	8,798
Elevator permits	5,500	10,800	5,300
Forestry fees	47,250	8,789	(38,461)
Other	13,650	7,667	(5,983)
Total licenses and permits	<u>295,900</u>	<u>453,293</u>	<u>157,393</u>

(Continued)

**Village of Riverwoods, Illinois**  
**General Fund**  
SCHEDULE OF REVENUES COLLECTED -  
APPROPRIATION AND ACTUAL (Continued)  
For the Year Ended December 31, 2018

	Original and Final <u>Appropriation</u>	<u>Actual</u>	Over (Under) <u>Appropriation</u>
Revenues collected (continued)			
Fines and forfeits			
Code violations	\$ -	\$ (158)	\$ (158)
Administrative tow	20,000	18,015	(1,985)
Circuit court fines	110,000	107,280	(2,720)
False alarm fines	50	-	(50)
Patrol violations	<u>5,000</u>	<u>17,027</u>	<u>12,027</u>
Total fines and forfeits	<u>135,050</u>	<u>142,164</u>	<u>7,114</u>
Grants	<u>3,000</u>	<u>12,720</u>	<u>9,720</u>
Interest income	<u>150,000</u>	<u>113,501</u>	<u>(36,499)</u>
Other			
Cell tower lease	95,000	83,878	(11,122)
Miscellaneous	<u>20,300</u>	<u>68,846</u>	<u>48,546</u>
Total other	<u>115,300</u>	<u>152,724</u>	<u>37,424</u>
Total revenues collected	<u>\$ 3,933,074</u>	<u>\$ 4,380,483</u>	<u>\$ 447,409</u>

(Concluded)

# Village of Riverwoods, Illinois

## General Fund

### SCHEDULE OF EXPENDITURES PAID AND OTHER FINANCING USES - APPROPRIATION AND ACTUAL For the Year Ended December 31, 2018

	<u>Original and Final Appropriation</u>	<u>Actual</u>	<u>Over (Under) Appropriation</u>
Expenditures paid			
Administration department			
Personnel			
Salaries	\$ 187,000	\$ 217,404	\$ 30,404
FICA	14,304	16,640	2,336
IMRF	12,100	10,625	(1,475)
Unemployment insurance	1,980	1,922	(58)
Health insurance	44,550	7,796	(36,754)
Total personnel	259,934	254,387	(5,547)
Contractual services			
Building maintenance	26,950	21,950	(5,000)
Grounds maintenance	26,050	51,858	25,808
Woodland preserve maintenance	4,950	1,201	(3,749)
Equipment maintenance	23,200	14,864	(8,336)
Insurance	65,320	25,073	(40,247)
Telephone and internet	35,420	37,858	2,438
Website design and maintenance	44,000	8,684	(35,316)
Utilities	10,450	7,068	(3,382)
Travel and meeting expense	20,350	8,830	(11,520)
Postage	9,240	7,178	(2,062)
Advertising and printing	6,600	2,454	(4,146)
Office expense	12,100	14,150	2,050
Village Voice	25,300	24,645	(655)
Accounting services	28,600	22,139	(6,461)
Engineering services	99,000	69,489	(29,511)
Legal services	176,000	179,724	3,724
Administrative hearings	-	36,081	36,081
Ecologist/forester	66,000	114,475	48,475
Other professional services	11,000	57,356	46,356
Dues, subscriptions, and memberships	40,800	11,155	(29,645)
Forest program	110,550	72,223	(38,327)
NSSRA	1,000	65,548	64,548
Miscellaneous contractual services	27,160	(139)	(27,299)
Senior transportation	605	570	(35)
Training	4,400	1,439	(2,961)
Donations	33,000	18,250	(14,750)
Village events and activities	8,600	8,151	(449)
Equipment lease	8,250	4,200	(4,050)
Total contractual services	924,895	886,474	(38,421)

(Continued)

**Village of Riverwoods, Illinois**

**General Fund**

SCHEDULE OF EXPENDITURES PAID AND OTHER FINANCING USES -  
 APPROPRIATION AND ACTUAL (Continued)  
 For the Year Ended December 31, 2018

	<u>Original and Final Appropriation</u>	<u>Actual</u>	<u>Over (Under) Appropriation</u>
Expenditures paid (continued)			
Administration department (continued)			
Commodities			
Office supplies	\$ 13,200	\$ 25,498	\$ 12,298
Total commodities	<u>13,200</u>	<u>25,498</u>	<u>12,298</u>
Total administration department	<u>1,198,029</u>	<u>1,166,359</u>	<u>(31,670)</u>
Police department			
Personnel			
Salaries	1,187,349	1,109,078	(78,271)
FICA	90,833	87,552	(3,281)
IMRF	102,540	105,282	2,742
Health insurance	<u>159,672</u>	<u>138,446</u>	<u>(21,226)</u>
Total personnel	<u>1,540,394</u>	<u>1,440,358</u>	<u>(100,036)</u>
Contractual services			
Insurance	105,201	101,182	(4,019)
Maintenance	27,852	27,567	(285)
Dispatch services	139,255	125,693	(13,562)
Legal	35,200	11,331	(23,869)
Other professional services	1,100	383	(717)
Crime laboratory	9,020	7,879	(1,141)
Postage	1,100	795	(305)
Telephone	4,400	7,985	3,585
Dues, subscriptions, and memberships	20,900	17,010	(3,890)
Travel and meetings	770	413	(357)
Training	11,000	9,951	(1,049)
Utilities	1,100	1,037	(63)
Computer expenses	42,700	22,860	(19,840)
Miscellaneous	<u>23,100</u>	<u>26,108</u>	<u>3,008</u>
Total contractual services	<u>422,698</u>	<u>360,194</u>	<u>(62,504)</u>
Commodities			
Fuel for squad cars	<u>27,500</u>	<u>27,573</u>	<u>73</u>
Total police department	<u>1,990,592</u>	<u>1,828,125</u>	<u>(162,467)</u>

(Continued)

# Village of Riverwoods, Illinois

## General Fund

### SCHEDULE OF EXPENDITURES PAID AND OTHER FINANCING USES - APPROPRIATION AND ACTUAL (Continued) For the Year Ended December 31, 2018

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	Original and Final <u>Appropriation</u>	<u>Actual</u>	Over (Under) <u>Appropriation</u>
Expenditures paid (continued)			
Building department			
Personnel			
Salaries	\$ 111,650	\$ 103,831	\$ (7,819)
FICA	8,800	7,942	(858)
IMRF	13,200	11,356	(1,844)
Health insurance	<u>11,000</u>	<u>40,094</u>	<u>29,094</u>
Total personnel	<u>144,650</u>	<u>163,223</u>	<u>18,573</u>
Contractual services			
Repairs and maintenance	3,300	831	(2,469)
Travel and meeting expense	3,300	-	(3,300)
Training	550	1,656	1,106
Printing	1,100	525	(575)
Engineering services	12,100	4,331	(7,769)
Fire department	4,400	13,360	8,960
Inspection fees	12,100	8,266	(3,834)
Ecologist/forester	4,400	2,978	(1,422)
Other professional services	1,300	280	(1,020)
Dues, subscriptions, and memberships	1,100	-	(1,100)
Miscellaneous	<u>550</u>	<u>396</u>	<u>(154)</u>
Total contractual services	<u>44,200</u>	<u>32,623</u>	<u>(11,577)</u>

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(Continued)

**Village of Riverwoods, Illinois**

**General Fund**

SCHEDULE OF EXPENDITURES PAID AND OTHER FINANCING USES -  
 APPROPRIATION AND ACTUAL (Continued)  
 For the Year Ended December 31, 2018

	<u>Original and Final Appropriation</u>	<u>Actual</u>	<u>Over (Under) Appropriation</u>
Expenditures paid (continued)			
Building department (continued)			
Commodities			
Gasoline	\$ 1,100	\$ 665	\$ (435)
Total building department	<u>189,950</u>	<u>196,511</u>	<u>6,561</u>
Public Works			
Personnel			
Salaries	17,050	15,187	(1,863)
FICA	1,305	1,152	(153)
IMRF	<u>1,876</u>	<u>1,655</u>	<u>(221)</u>
Total personnel	<u>20,231</u>	<u>17,994</u>	<u>(2,237)</u>
Contractual services			
Maintenance - streets	33,000	179,139	146,139
Maintenance - bike path	3,300	-	(3,300)
Maintenance – grounds	5,500	2,715	(2,785)
Maintenance – culverts/drainage	4,400	1,246	(3,154)
Snow removal	66,000	60,309	(5,691)
Pollution control	5,500	3,443	(2,057)
Signs - purchase and repair	3,300	1,821	(1,479)
Street lighting	3,300	1,453	(1,847)
Engineering services	10,450	97,974	87,524
Legal services	100	-	(100)
Miscellaneous	5,050	-	(5,050)
Other professional services	<u>7,700</u>	<u>-</u>	<u>(7,700)</u>
Total contractual services	<u>147,600</u>	<u>348,100</u>	<u>200,500</u>
Total public works	<u>167,831</u>	<u>366,094</u>	<u>198,263</u>
Total current expenditures paid	<u>3,546,402</u>	<u>3,557,089</u>	<u>10,687</u>

(Continued)



# Village of Riverwoods, Illinois

## General Fund

### SCHEDULE OF EXPENDITURES PAID AND OTHER FINANCING USES - APPROPRIATION AND ACTUAL (Continued) For the Year Ended December 31, 2018

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	Original and Final Appropriation	Actual	Over (Under) Appropriation
Expenditures paid (continued)			
Capital outlay			
Administration and general government	\$ 15,000	\$ 55,945	\$ 40,945
Police department	92,400	149,055	56,655
Total capital outlay	<u>107,400</u>	<u>205,000</u>	<u>97,600</u>
Contingency	<u>200,000</u>	<u>-</u>	<u>(200,000)</u>
Total expenditures paid	<u>3,853,802</u>	<u>3,762,089</u>	<u>(91,713)</u>
Other financing uses			
Transfers out	\$ <u>3,800,000</u>	\$ <u>-</u>	\$ <u>(3,800,000)</u>
Total expenditures paid and other financing uses	<u>\$ 7,653,802</u>	<u>\$ 3,762,089</u>	<u>\$ (3,891,713)</u>

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(Concluded)

**NONMAJOR GOVERNMENTAL FUNDS**

**Village of Riverwoods, Illinois**  
**Nonmajor Governmental Funds**  
COMBINING STATEMENT OF ASSETS AND LIABILITIES  
ARISING FROM CASH TRANSACTIONS  
December 31, 2018

	Special Revenue Funds					
	Motor Fuel Tax	Special Service Area 5 Duffy Roads	Special Service Area 7 Russell's Storm Sewer	Special Service Area 19 Hiawatha Road Projects	Special Service Area 22 Timbers Road	Special Service Area 26 Kenilwood Lane
<b>ASSETS</b>						
Cash and cash equivalents	\$ 472,959	\$ 60,418	\$ 63,266	\$ 151,555	\$ 22,196	\$ 23,047
Due from other funds	-	-	-	-	-	-
Total assets	<u>\$ 472,959</u>	<u>\$ 60,418</u>	<u>\$ 63,266</u>	<u>\$ 151,555</u>	<u>\$ 22,196</u>	<u>\$ 23,047</u>
<b>LIABILITIES AND FUND BALANCES</b>						
<b>Liabilities</b>						
Due to other funds	\$ -	\$ 1,158	\$ -	\$ 5,500	\$ -	\$ -
<b>FUND BALANCES (DEFICIT)</b>						
Restricted	472,959	59,260	63,266	146,055	22,196	23,047
Unassigned	-	-	-	-	-	-
	<u>472,959</u>	<u>59,260</u>	<u>63,266</u>	<u>146,055</u>	<u>22,196</u>	<u>23,047</u>
Total liabilities and fund balances	<u>\$ 472,959</u>	<u>\$ 60,418</u>	<u>\$ 63,266</u>	<u>\$ 151,555</u>	<u>\$ 22,196</u>	<u>\$ 23,047</u>

				Capital Projects Funds	
Special Service Area 28 S. Robinwood Lane	Special Service Area 29 Ringland Road	Special Service Area 30 Burr Oak	Total Special Revenue Funds	Special Service Area 24 Thornmeadow Road	Special Service Area 25 East Course Drive
\$ 7,649	\$ 15,221	\$ 16,964	\$ 833,275	\$ 11,655	\$ 31,542
<u>13,053</u>	<u>-</u>	<u>-</u>	<u>13,053</u>	<u>-</u>	<u>-</u>
<u>\$ 20,702</u>	<u>\$ 15,221</u>	<u>\$ 16,964</u>	<u>\$ 846,328</u>	<u>\$ 11,655</u>	<u>\$ 31,542</u>
<u>\$ 6,877</u>	<u>\$ 13,053</u>	<u>\$ -</u>	<u>\$ 26,588</u>	<u>\$ -</u>	<u>\$ -</u>
13,825	2,168	16,964	819,740	11,655	31,542
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>13,825</u>	<u>2,168</u>	<u>16,964</u>	<u>819,740</u>	<u>11,655</u>	<u>31,542</u>
<u>\$ 20,702</u>	<u>\$ 15,221</u>	<u>\$ 16,964</u>	<u>\$ 846,328</u>	<u>\$ 11,655</u>	<u>\$ 31,542</u>

(Continued)

**Village of Riverwoods, Illinois**  
**Nonmajor Governmental Funds**  
COMBINING STATEMENT OF ASSETS AND LIABILITIES  
ARISING FROM CASH TRANSACTIONS (Continued)  
December 31, 2018

	Capital Projects Funds (Continued)			
	Special Service Area 27 Windlake Terrace	Special Service Area 30 Burr Oak Trail	Village Capital Projects	Total Capital Projects Funds
<b>ASSETS</b>				
Cash and cash equivalents	\$ 10,558	\$ 15,806	\$ 10,586	\$ 80,147
Due from other funds	-	-	-	-
	10,558	15,806	10,586	80,147
Total assets	\$ 10,558	\$ 15,806	\$ 10,586	\$ 80,147
<b>LIABILITIES AND FUND BALANCES</b>				
<b>Liabilities</b>				
Due to other funds	\$ -	\$ -	\$ 32,162	\$ 32,162
<b>FUND BALANCES (DEFICIT)</b>				
Restricted	10,558	15,806	-	69,561
Unassigned	-	-	(21,576)	(21,576)
	10,558	15,806	(21,576)	47,985
Total liabilities and fund balances	\$ 10,558	\$ 15,806	\$ 10,586	\$ 80,147

Debt Service Funds

Special Service Area 10 North Robinwood Sewer	Special Service Area 19 Hiawatha Road	Special Service Area 24 Thornmeadow Road	Special Service Area 25 East Course Drive	Special Service Area 26 Kenilwood Lane	Special Service Area 27 Windlake Terrace	Special Service Area 30 Burr Oak
\$ 36,568	\$ -	\$ 49,428	\$ 16,577	\$ 137,860	\$ 2,295	\$ 8,086
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ 36,568</u>	<u>\$ -</u>	<u>\$ 49,428</u>	<u>\$ 16,577</u>	<u>\$ 137,860</u>	<u>\$ 2,295</u>	<u>\$ 8,086</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
36,568	-	49,428	16,577	137,860	2,295	8,086
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>36,568</u>	<u>-</u>	<u>49,428</u>	<u>16,577</u>	<u>137,860</u>	<u>2,295</u>	<u>8,086</u>
<u>\$ 36,568</u>	<u>\$ -</u>	<u>\$ 49,428</u>	<u>\$ 16,577</u>	<u>\$ 137,860</u>	<u>\$ 2,295</u>	<u>\$ 8,086</u>

(Continued)

**Village of Riverwoods, Illinois**  
**Nonmajor Governmental Funds**  
COMBINING STATEMENT OF ASSETS AND LIABILITIES  
ARISING FROM CASH TRANSACTIONS (Continued)  
December 31, 2018

	Debt Service Funds (Continued)			
	Special Service Area 31 Sherry Lane/ Hazelnut Road Improvement	Special Service Area 32	Total Debt Service Funds	Total Nonmajor Governmental Funds
<b>ASSETS</b>				
Cash and cash equivalents	\$ 41,701	\$ 2,169	\$ 294,684	\$ 1,208,106
Due from other funds	-	-	-	13,053
	41,701	2,169	294,684	1,221,159
Total assets	\$ 41,701	\$ 2,169	\$ 294,684	\$ 1,221,159
<b>LIABILITIES AND FUND BALANCES</b>				
<b>Liabilities</b>				
Due to other funds	\$ -	\$ -	\$ -	\$ 58,750
<b>FUND BALANCES (DEFICIT)</b>				
Restricted	41,701	2,169	294,684	1,183,985
Unassigned	-	-	-	(21,576)
	41,701	2,169	294,684	1,162,409
Total liabilities and fund balances	\$ 41,701	\$ 2,169	\$ 294,684	\$ 1,221,159

(Concluded)

**Village of Riverwoods, Illinois**

**Nonmajor Governmental Funds**

COMBINING STATEMENT OF REVENUES COLLECTED, EXPENDITURES PAID, AND  
CHANGES IN FUND BALANCES (DEFICIT)

For the Year Ended December 31, 2018

	Special Revenue Funds					
	Motor Fuel Tax	Special Service Area 5 Duffy Roads	Special Service Area 7 Russell's Storm Sewer	Special Service Area 19 Hiawatha Road Projects	Special Service Area 22 Timbers Road	Special Service Area 26 Kenilwood Lane
Revenues collected						
Property taxes	\$ -	\$ 5,998	\$ -	\$ 30,986	\$ 8,514	\$ 13,423
Intergovernmental taxes	93,818	-	-	-	-	-
Interest income	1,506	-	-	-	-	-
Total revenues collected	<u>95,324</u>	<u>5,998</u>	<u>-</u>	<u>30,986</u>	<u>8,514</u>	<u>13,423</u>
Expenditures paid						
Current						
Administration	-	-	-	7,476	1,486	-
Public works	-	1,158	-	273,483	2,500	-
Debt service						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Total expenditures paid	<u>-</u>	<u>1,158</u>	<u>-</u>	<u>280,959</u>	<u>3,986</u>	<u>-</u>
Excess (deficiency) of revenues collected over expenditures paid	<u>95,324</u>	<u>4,840</u>	<u>-</u>	<u>(249,973)</u>	<u>4,528</u>	<u>13,423</u>
Other financing sources (uses)						
Debt issuance	-	-	-	300,000	-	-
Transfers in	-	-	-	46,829	-	20,077
Transfers out	-	-	-	-	-	(114,471)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>346,829</u>	<u>-</u>	<u>(94,394)</u>
Net change in fund balances	<u>95,324</u>	<u>4,840</u>	<u>-</u>	<u>96,856</u>	<u>4,528</u>	<u>(80,971)</u>
Fund balances (deficit)						
Beginning of year						
As originally stated	222,703	54,420	63,266	49,199	17,668	104,018
Restatement (Note O)	154,932	-	-	-	-	-
As restated	<u>377,635</u>	<u>54,420</u>	<u>63,266</u>	<u>49,199</u>	<u>17,668</u>	<u>104,018</u>
End of year	<u>\$ 472,959</u>	<u>\$ 59,260</u>	<u>\$ 63,266</u>	<u>\$ 146,055</u>	<u>\$ 22,196</u>	<u>\$ 23,047</u>



				Capital Projects Funds	
Special Service Area 28 S. Robinwood Lane	Special Service Area 29 Ringland Road	Special Service Area 30 Burr Oak	Total Special Revenue Funds	Special Service Area 24 Thornmeadow Road	Special Service Area 25 East Course Drive
\$ 7,210	\$ 3,007	\$ 3,774	\$ 72,912	\$ -	\$ 2,838
-	-	-	93,818	-	-
-	-	-	1,506	-	-
<u>7,210</u>	<u>3,007</u>	<u>3,774</u>	<u>168,236</u>	<u>-</u>	<u>2,838</u>
4,353	116	2,211	15,642	-	-
6,878	-	-	284,019	135	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>11,231</u>	<u>116</u>	<u>2,211</u>	<u>299,661</u>	<u>135</u>	<u>-</u>
<u>(4,021)</u>	<u>2,891</u>	<u>1,563</u>	<u>(131,425)</u>	<u>(135)</u>	<u>2,838</u>
-	-	-	300,000	-	-
-	-	-	66,906	-	11,834
-	-	-	(114,471)	-	-
-	-	-	252,435	-	11,834
<u>(4,021)</u>	<u>2,891</u>	<u>1,563</u>	<u>121,010</u>	<u>(135)</u>	<u>14,672</u>
17,846	(723)	15,401	543,798	11,790	16,870
-	-	-	154,932	-	-
<u>17,846</u>	<u>(723)</u>	<u>15,401</u>	<u>698,730</u>	<u>11,790</u>	<u>16,870</u>
<u>\$ 13,825</u>	<u>\$ 2,168</u>	<u>\$ 16,964</u>	<u>\$ 819,740</u>	<u>\$ 11,655</u>	<u>\$ 31,542</u>

(Continued)

**Village of Riverwoods, Illinois**

**Nonmajor Governmental Funds**

COMBINING STATEMENT OF REVENUES COLLECTED, EXPENDITURES PAID, AND  
CHANGES IN FUND BALANCES (DEFICIT) (Continued)

For the Year Ended December 31, 2018

	Capital Projects Funds (Continued)			
	Special Service Area 27 Windlake Terrace	Special Service Area 30 Burr Oak	Village Capital Projects	Total Capital Projects Funds
Revenues collected				
Property taxes	\$ -	\$ -	\$ -	\$ 2,838
Intergovernmental taxes	-	-	-	-
Interest income	-	-	-	-
Total revenues collected	-	-	-	2,838
Expenditures paid				
Current				
Administration	-	-	26,141	26,141
Public works	-	-	21,659	21,794
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
Total expenditures paid	-	-	47,800	47,935
Excess (deficiency) of revenues collected over expenditures paid	-	-	(47,800)	(45,097)
Other financing sources (uses)				
Debt issuance	-	-	-	-
Transfers in	-	-	-	11,834
Transfers out	-	-	-	-
Total other financing sources (uses)	-	-	-	11,834
Net change in fund balances	-	-	(47,800)	(33,263)
Fund balances (deficit)				
Beginning of year				
As originally stated	10,558	15,806	26,224	81,248
Restatement (Note O)	-	-	-	-
As restated	10,558	15,806	26,224	81,248
End of year	\$ 10,558	\$ 15,806	\$ (21,576)	\$ 47,985

Debt Service Funds

Special Service Area 10 North Robinwood Sewer	Special Service Area 19 Hiawatha Road	Special Service Area 24 Thornmeadow Road	Special Service Area 25 East Course Drive	Special Service Area 26 Kenilwood Lane	Special Service Area 27 Windlake Terrace	Special Service Area 30 Burr Oak
\$ 14,907	\$ 6,058	\$ 73,115	\$ 33,900	\$ 66,275	\$ 5,939	\$ 8,315
-	-	-	-	-	-	-
22	-	-	-	-	-	-
<u>14,929</u>	<u>6,058</u>	<u>73,115</u>	<u>33,900</u>	<u>66,275</u>	<u>5,939</u>	<u>8,315</u>
50	-	-	-	-	-	-
-	-	-	-	-	-	-
8,507	-	61,825	25,094	62,157	5,691	6,387
3,069	-	8,365	8,848	21,918	1,867	1,837
<u>11,626</u>	<u>-</u>	<u>70,190</u>	<u>33,942</u>	<u>84,075</u>	<u>7,558</u>	<u>8,224</u>
3,303	6,058	2,925	(42)	(17,800)	(1,619)	91
-	-	-	-	-	-	-
-	-	-	-	114,471	-	-
-	(46,829)	-	(11,834)	(20,077)	-	-
-	(46,829)	-	(11,834)	94,394	-	-
<u>3,303</u>	<u>(40,771)</u>	<u>2,925</u>	<u>(11,876)</u>	<u>76,594</u>	<u>(1,619)</u>	<u>91</u>
33,265	40,771	46,503	28,453	61,266	3,914	7,995
-	-	-	-	-	-	-
<u>33,265</u>	<u>40,771</u>	<u>46,503</u>	<u>28,453</u>	<u>61,266</u>	<u>3,914</u>	<u>7,995</u>
<u>\$ 36,568</u>	<u>\$ -</u>	<u>\$ 49,428</u>	<u>\$ 16,577</u>	<u>\$ 137,860</u>	<u>\$ 2,295</u>	<u>\$ 8,086</u>

(Continued)

**Village of Riverwoods, Illinois**

**Nonmajor Governmental Funds**

COMBINING STATEMENT OF REVENUES COLLECTED, EXPENDITURES PAID, AND  
CHANGES IN FUND BALANCES (DEFICIT) (Continued)

For the Year Ended December 31, 2018

	Debt Service Funds (Continued)			
	Special Service Area 31 Sherry Lane/ Hazelnut Road Improvement	Special Service Area 32	Total Debt Service Funds	Total Nonmajor Governmental Funds
Revenues collected				
Property taxes	\$ 17,360	\$ 3,103	\$ 228,972	\$ 304,722
Intergovernmental taxes	-	-	-	93,818
Interest income	-	-	22	1,528
Total revenues collected	<u>17,360</u>	<u>3,103</u>	<u>228,994</u>	<u>400,068</u>
Expenditures paid				
Current				
Administration	-	-	50	41,833
Public works	-	-	-	305,813
Debt service				
Principal	2,950	527	173,138	173,138
Interest	5,689	1,016	52,609	52,609
Total expenditures paid	<u>8,639</u>	<u>1,543</u>	<u>225,797</u>	<u>573,393</u>
Excess (deficiency) of revenues collected over expenditures paid	<u>8,721</u>	<u>1,560</u>	<u>3,197</u>	<u>(173,325)</u>
Other financing sources (uses)				
Debt issuance	-	-	-	300,000
Transfers in	-	-	114,471	193,211
Transfers out	-	-	(78,740)	(193,211)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>35,731</u>	<u>300,000</u>
Net change in fund balances	<u>8,721</u>	<u>1,560</u>	<u>38,928</u>	<u>126,675</u>
Fund balances (deficit)				
Beginning of year				
As originally stated	32,980	609	255,756	880,802
Restatement (Note O)	-	-	-	154,932
As restated	<u>32,980</u>	<u>609</u>	<u>255,756</u>	<u>1,035,734</u>
End of year	<u>\$ 41,701</u>	<u>\$ 2,169</u>	<u>\$ 294,684</u>	<u>\$ 1,162,409</u>

(Concluded)

# Village of Riverwoods, Illinois

## Motor Fuel Tax Fund

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

For the Year Ended December 31, 2018

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	<u>Original Appropriation</u>	<u>Final Appropriation</u>	<u>Actual</u>	<u>Over (Under) Appropriation</u>
Revenues collected				
Motor fuel tax	\$ 100,000	\$ 100,000	\$ 93,818	\$ (6,182)
Interest	<u>-</u>	<u>-</u>	<u>1,506</u>	<u>1,506</u>
Total revenues collected	<u>100,000</u>	<u>100,000</u>	<u>95,324</u>	<u>(4,676)</u>
Expenditures paid				
Contractual services				
Maintenance - streets	110,000	180,000	-	(180,000)
Engineer	100	100	-	(100)
Other professional services	100	100	-	(100)
Miscellaneous	100	100	-	(100)
Contingency	<u>100</u>	<u>100</u>	<u>-</u>	<u>(100)</u>
Total expenditures paid	<u>110,400</u>	<u>180,400</u>	<u>-</u>	<u>(180,400)</u>
Net change in fund balance	<u>\$ (10,400)</u>	<u>\$ (80,400)</u>	<u>95,324</u>	<u>\$ 175,724</u>
Fund balance				
Beginning of year				
As originally stated			222,703	
Restatement (Note O)			<u>154,932</u>	
As restated			<u>377,635</u>	
End of year			<u>\$ 472,959</u>	

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**Village of Riverwoods, Illinois**  
**Special Service Area 5 - Duffy Roads Fund**  
SCHEDULE OF REVENUES COLLECTED, EXPENDITURES PAID, AND  
CHANGES IN FUND BALANCE - APPROPRIATION AND ACTUAL  
For the Year Ended December 31, 2018

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	<u>Original and Final Appropriation</u>	<u>Actual</u>	<u>Over (Under) Appropriation</u>
Revenues collected			
Property tax	\$ <u>6,000</u>	\$ <u>5,998</u>	\$ <u>(2)</u>
Expenditures paid			
Contractual services			
Maintenance - streets	1,100	1,027	(73)
Maintenance - supplies	220	-	(220)
Engineer	-	131	131
Legal	1,000	-	(1,000)
Miscellaneous	<u>1,100</u>	<u>-</u>	<u>(1,100)</u>
Total expenditures paid	<u>3,420</u>	<u>1,158</u>	<u>(2,262)</u>
Net change in fund balance	\$ <u><u>2,580</u></u>	4,840	\$ <u><u>2,260</u></u>
Fund balance			
Beginning of year		<u>54,420</u>	
End of year		\$ <u><u>59,260</u></u>	

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**Village of Riverwoods, Illinois**  
**Special Service Area 7 - Russell's Storm Sewer Fund**  
SCHEDULE OF EXPENDITURES PAID AND CHANGES IN  
FUND BALANCE - APPROPRIATION AND ACTUAL  
For the Year Ended December 31, 2018

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	<u>Original and Final Appropriation</u>	<u>Actual</u>	<u>Over (Under) Appropriation</u>
Expenditures paid			
Contractual services			
Grounds - Village	\$ 1,100	\$ -	\$ (1,100)
Maintenance - culverts	1,100	-	(1,100)
Legal	1,000	-	(1,000)
Miscellaneous	<u>1,100</u>	<u>-</u>	<u>(1,100)</u>
Total expenditures paid	<u>4,300</u>	<u>-</u>	<u>(4,300)</u>
Net change in fund balance	<u>\$ (4,300)</u>	-	<u>\$ 4,300</u>
Fund balance			
Beginning of year		<u>63,266</u>	
End of year		<u>\$ 63,266</u>	

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**Village of Riverwoods, Illinois**  
**Special Service Area 19 - Hiawatha Road Projects Fund**  
SCHEDULE OF REVENUES COLLECTED, EXPENDITURES PAID, AND  
CHANGES IN FUND BALANCE - APPROPRIATION AND ACTUAL  
For the Year Ended December 31, 2018

	<u>Original and Final Appropriation</u>	<u>Actual</u>	<u>Over (Under) Appropriation</u>
Revenues collected			
Property tax	\$ 37,000	\$ 30,986	\$ (6,014)
Expenditures paid			
Contractual services			
Maintenance - streets	55,000	240,600	185,600
Snow removal	16,500	2,070	(14,430)
Engineer	35,000	30,813	(4,187)
Legal	11,000	5,826	(5,174)
Other professional services	-	1,650	1,650
Major street repairs	375,000	-	(375,000)
Miscellaneous	1,100	-	(1,100)
Total expenditures paid	<u>493,600</u>	<u>280,959</u>	<u>(212,641)</u>
Deficiency of revenues collected over expenditures paid	<u>(456,600)</u>	<u>(249,973)</u>	<u>206,627</u>
Other financing sources			
Debt issuance	-	300,000	300,000
Transfers in	-	46,829	46,829
Total other financing sources	<u>-</u>	<u>346,829</u>	<u>346,829</u>
Net change in fund balance	<u>\$ (456,600)</u>	96,856	<u>\$ 553,456</u>
Fund balance			
Beginning of year		<u>49,199</u>	
End of year		<u>\$ 146,055</u>	



**Village of Riverwoods, Illinois**  
**Special Service Area 22 - Timbers Road Fund**  
SCHEDULE OF REVENUES COLLECTED, EXPENDITURES PAID, AND  
CHANGES IN FUND BALANCE - APPROPRIATION AND ACTUAL  
For the Year Ended December 31, 2018

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	<u>Original and Final Appropriation</u>	<u>Actual</u>	<u>Over (Under) Appropriation</u>
Revenues collected			
Property tax	\$ <u>8,500</u>	\$ <u>8,514</u>	\$ <u>14</u>
Expenditures paid			
Contractual services			
Maintenance - streets	16,500	-	(16,500)
Snow removal	11,000	2,500	(8,500)
Legal	1,000	-	(1,000)
Other professional services	-	360	360
Miscellaneous	<u>1,100</u>	<u>1,126</u>	<u>26</u>
Total expenditures paid	<u>29,600</u>	<u>3,986</u>	<u>(25,614)</u>
Net change in fund balance	\$ <u><u>(21,100)</u></u>	4,528	\$ <u><u>25,628</u></u>
Fund balance			
Beginning of year		<u>17,668</u>	
End of year		\$ <u><u>22,196</u></u>	

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**Village of Riverwoods, Illinois**  
**Special Service Area 26 - Kenilwood Lane Fund**  
SCHEDULE OF REVENUES COLLECTED, EXPENDITURES PAID, AND  
CHANGES IN FUND BALANCE - APPROPRIATION AND ACTUAL  
For the Year Ended December 31, 2018

	<u>Original and Final Appropriation</u>	<u>Actual</u>	<u>Over (Under) Appropriation</u>
Revenues collected			
Property tax	\$ <u>6,700</u>	\$ <u>13,423</u>	\$ <u>6,723</u>
Expenditures paid			
Contractual services			
Maintenance - streets	16,500	-	(16,500)
Engineer	3,300	-	(3,300)
Legal	1,100	-	(1,100)
Miscellaneous	<u>1,100</u>	<u>-</u>	<u>(1,100)</u>
Total expenditures paid	<u>22,000</u>	<u>-</u>	<u>(22,000)</u>
Excess (deficiency) of revenues collected over expenditures paid	<u>(15,300)</u>	<u>13,423</u>	<u>28,723</u>
Other financing sources (uses)			
Transfers in	-	20,077	20,077
Transfers out	<u>-</u>	<u>(114,471)</u>	<u>(114,471)</u>
Total other financing sources (uses)	<u>-</u>	<u>(94,394)</u>	<u>(94,394)</u>
Net change in fund balance	<u><u>\$ (15,300)</u></u>	(80,971)	<u><u>\$ (65,671)</u></u>
Fund balance			
Beginning of year		<u>104,018</u>	
End of year		<u><u>\$ 23,047</u></u>	

**Village of Riverwoods, Illinois**  
**Special Service Area 28 - S. Robinwood Lane Fund**  
SCHEDULE OF REVENUES COLLECTED, EXPENDITURES PAID, AND  
CHANGES IN FUND BALANCE - APPROPRIATION AND ACTUAL  
For the Year Ended December 31, 2018

	<u>Original and Final Appropriation</u>	<u>Actual</u>	<u>Over (Under) Appropriation</u>
Revenues collected			
Property tax	\$ <u>7,200</u>	\$ <u>7,210</u>	\$ <u>10</u>
Expenditures paid			
Contractual services			
Workers compensation insurance	-	652	652
Maintenance - streets	16,500	6,103	(10,397)
Snow removal	11,000	-	(11,000)
Engineer	5,500	775	(4,725)
Legal	1,000	-	(1,000)
Other professional services	-	3,701	3,701
Miscellaneous	<u>1,100</u>	<u>-</u>	<u>(1,100)</u>
Total expenditures paid	<u>35,100</u>	<u>11,231</u>	<u>(23,869)</u>
Net change in fund balance	\$ <u><u>(27,900)</u></u>	(4,021)	\$ <u><u>23,879</u></u>
Fund balance			
Beginning of year		<u>17,846</u>	
End of year		\$ <u><u>13,825</u></u>	

**Village of Riverwoods, Illinois**  
**Special Service Area 29 - Ringland Road Fund**  
SCHEDULE OF REVENUES COLLECTED, EXPENDITURES PAID, AND  
CHANGES IN FUND BALANCE (DEFICIT) - APPROPRIATION AND ACTUAL  
For the Year Ended December 31, 2018

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	<u>Original and Final Appropriation</u>	<u>Actual</u>	<u>Over (Under) Appropriation</u>
Revenues collected			
Property tax	\$ <u>3,000</u>	\$ <u>3,007</u>	\$ <u>7</u>
Expenditures paid			
Contractual services			
Maintenance - streets	16,500	-	(16,500)
Engineer	5,500	-	(5,500)
Legal	1,000	116	(884)
Miscellaneous	<u>1,100</u>	<u>-</u>	<u>(1,100)</u>
Total expenditures paid	<u>24,100</u>	<u>116</u>	<u>(23,984)</u>
Net change in fund balance	\$ <u><u>(21,100)</u></u>	2,891	\$ <u><u>23,991</u></u>
Fund balance (deficit)			
Beginning of year		<u>(723)</u>	
End of year		\$ <u><u>2,168</u></u>	

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**Village of Riverwoods, Illinois**  
**Special Service Area 30 - Burr Oak Fund**  
SCHEDULE OF REVENUES COLLECTED, EXPENDITURES PAID, AND  
CHANGES IN FUND BALANCE - APPROPRIATION AND ACTUAL  
For the Year Ended December 31, 2018

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	<u>Original and Final Appropriation</u>	<u>Actual</u>	<u>Over (Under) Appropriation</u>
Revenues collected			
Property tax	\$ <u>3,768</u>	\$ <u>3,774</u>	\$ <u>6</u>
Expenditures paid			
Contractual services			
Maintenance - streets	16,500	-	(16,500)
Snow removal	11,000	-	(11,000)
Engineer	3,300	-	(3,300)
Legal	1,000	-	(1,000)
Other professional services	-	1,758	1,758
Miscellaneous	<u>1,100</u>	<u>453</u>	<u>(647)</u>
Total expenditures paid	<u>32,900</u>	<u>2,211</u>	<u>(30,689)</u>
Net change in fund balance	\$ <u><u>(29,132)</u></u>	1,563	\$ <u><u>30,695</u></u>
Fund balance			
Beginning of year		<u>15,401</u>	
End of year		\$ <u><u>16,964</u></u>	

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**Village of Riverwoods, Illinois**  
**Special Service Area 24 - Thornmeadow Road Capital Projects Fund**  
 SCHEDULE OF EXPENDITURES PAID AND  
 CHANGES IN FUND BALANCE - APPROPRIATION AND ACTUAL  
For the Year Ended December 31, 2018

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	<u>Original and Final Appropriation</u>	<u>Actual</u>	<u>Over (Under) Appropriation</u>
Expenditures paid			
Engineer	\$ <u>          -</u>	\$ <u>      135</u>	\$ <u>      135</u>
Net change in fund balance	\$ <u>          -</u>	(135)	\$ <u>      (135)</u>
Fund balance			
Beginning of year		<u>      11,790</u>	
End of year		\$ <u>      11,655</u>	

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**Village of Riverwoods, Illinois**  
**Special Service Area 25 - East Course Drive Capital Projects Fund**  
SCHEDULE OF REVENUES COLLECTED, EXPENDITURES PAID, AND  
CHANGES IN FUND BALANCE - APPROPRIATION AND ACTUAL  
For the Year Ended December 31, 2018

	<u>Original and Final Appropriation</u>	<u>Actual</u>	<u>Over (Under) Appropriation</u>
Revenues collected			
Property tax	\$ <u>2,834</u>	\$ <u>2,838</u>	\$ <u>4</u>
Expenditures paid			
Maintenance - Streets	16,500	-	(16,500)
Engineer's Services	5,500	-	(5,500)
Legal Expense	1,000	-	(1,000)
Miscellaneous	<u>1,100</u>	<u>-</u>	<u>(1,100)</u>
Total expenditures paid	<u>24,100</u>	<u>-</u>	<u>(24,100)</u>
Excess (deficiency) of revenues collected over expenditures paid	(21,266)	2,838	24,104
Other financing sources			
Transfers in	<u>-</u>	<u>11,834</u>	<u>11,834</u>
Net change in fund balance	<u><u>\$ (21,266)</u></u>	14,672	<u><u>\$ 35,938</u></u>
Fund balance			
Beginning of year		<u>16,870</u>	
End of year		<u><u>\$ 31,542</u></u>	

# Village of Riverwoods, Illinois

## Village Capital Projects Fund

### SCHEDULE OF EXPENDITURES PAID AND CHANGES IN FUND BALANCE (DEFICIT) - APPROPRIATION AND ACTUAL

For the Year Ended December 31, 2018

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	Original and Final <u>Appropriation</u>	<u>Actual</u>	Over (Under) <u>Appropriation</u>
Expenditures paid			
Contractual services			
Streets	\$ 1,000	\$ -	\$ (1,000)
Culverts	1,000	-	(1,000)
Bike Path	1,000	-	(1,000)
Engineer	1,000	21,659	20,659
Architect	1,000	-	(1,000)
Legal	1,000	16,372	15,372
Forester Expense	1,000	-	(1,000)
Contractor Expense	1,000	-	(1,000)
Miscellaneous	550	499	(51)
	<u>8,550</u>	<u>38,530</u>	<u>29,980</u>
Total contractual services			
Capital outlay			
Streets Major Projects	200,000	-	(200,000)
Culverts Major Projects	1,000	-	(1,000)
Bike Path Major Projects	50,000	-	(50,000)
Village Hall Master Campus	55,000	-	(55,000)
Village Hall Reno-320 Portwine	110,000	1,950	(108,050)
Village Hall	165,000	7,320	(157,680)
Land Acquisition	3,300,000	-	(3,300,000)
	<u>3,881,000</u>	<u>9,270</u>	<u>(3,871,730)</u>
Total expenditures paid	<u>3,889,550</u>	<u>47,800</u>	<u>(3,841,750)</u>
Other financing sources			
Transfers in	<u>3,000,000</u>	<u>-</u>	<u>(3,000,000)</u>
Net change in fund balance	\$ <u>(889,550)</u>	(47,800)	\$ <u>841,750</u>
Fund balance (deficit)			
Beginning of year		<u>26,224</u>	
End of year		\$ <u>(21,576)</u>	

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**Village of Riverwoods, Illinois**  
**Special Service Area 10 - North Robinwood Sewer Debt Service Fund**  
SCHEDULE OF REVENUES COLLECTED, EXPENDITURES PAID, AND  
CHANGES IN FUND BALANCE - APPROPRIATION AND ACTUAL  
For the Year Ended December 31, 2018

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	<u>Original and Final Appropriation</u>	<u>Actual</u>	<u>Over (Under) Appropriation</u>
Revenues collected			
Property tax	\$ 13,500	\$ 14,907	\$ 1,407
Interest income	<u>-</u>	<u>22</u>	<u>22</u>
Total revenues collected	<u>13,500</u>	<u>14,929</u>	<u>1,429</u>
Expenditures paid			
Debt service			
Principal	13,915	8,507	(5,408)
Interest	5,060	3,069	(1,991)
Miscellaneous	<u>-</u>	<u>50</u>	<u>50</u>
Total expenditures paid	<u>18,975</u>	<u>11,626</u>	<u>(7,349)</u>
Net change in fund balance	<u>\$ (5,475)</u>	3,303	<u>\$ 8,778</u>
Fund balance			
Beginning of year		<u>33,265</u>	
End of year		<u>\$ 36,568</u>	

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**Village of Riverwoods, Illinois**  
**Special Service Area 19 - Hiawatha Road Debt Service Fund**  
 SCHEDULE OF REVENUES COLLECTED AND  
 CHANGES IN FUND BALANCE - APPROPRIATION AND ACTUAL  
For the Year Ended December 31, 2018

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	<u>Original and Final Appropriation</u>	<u>Actual</u>	<u>Over (Under) Appropriation</u>
Revenues collected			
Property tax	\$ <u>16,000</u>	\$ <u>6,058</u>	\$ <u>(9,942)</u>
Other financing uses			
Transfers out	<u>-</u>	<u>(46,829)</u>	<u>(46,829)</u>
Net change in fund balance	\$ <u><u>16,000</u></u>	(40,771)	\$ <u><u>(56,771)</u></u>
Fund balance			
Beginning of year		<u>40,771</u>	
End of year		\$ <u><u>-</u></u>	

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**Village of Riverwoods, Illinois**  
**Special Service Area 24 - Thornmeadow Road Debt Service Fund**  
**SCHEDULE OF REVENUES COLLECTED, EXPENDITURES PAID, AND**  
**CHANGES IN FUND BALANCE - APPROPRIATION AND ACTUAL**  
For the Year Ended December 31, 2018

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	<u>Original and Final Appropriation</u>	<u>Actual</u>	<u>Over (Under) Appropriation</u>
Revenues collected			
Property tax	\$ <u>73,000</u>	\$ <u>73,115</u>	\$ <u>115</u>
Expenditures paid			
Debt service			
Principal	25,300	61,825	36,525
Interest	<u>25,300</u>	<u>8,365</u>	<u>(16,935)</u>
Total expenditures paid	<u>50,600</u>	<u>70,190</u>	<u>19,590</u>
Net change in fund balance	\$ <u><u>22,400</u></u>	2,925	\$ <u><u>(19,475)</u></u>
Fund balance			
Beginning of year		<u>46,503</u>	
End of year		\$ <u><u>49,428</u></u>	

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**Village of Riverwoods, Illinois**  
**Special Service Area 25 - East Course Drive Debt Service Fund**  
**SCHEDULE OF REVENUES COLLECTED, EXPENDITURES PAID, AND**  
**CHANGES IN FUND BALANCE - APPROPRIATION AND ACTUAL**  
For the Year Ended December 31, 2018

	<u>Original and Final Appropriation</u>	<u>Actual</u>	<u>Over (Under) Appropriation</u>
Revenues collected			
Property tax	\$ <u>33,837</u>	\$ <u>33,900</u>	\$ <u>63</u>
Expenditures paid			
Debt service			
Principal	6,325	25,094	18,769
Interest	<u>16,445</u>	<u>8,848</u>	<u>(7,597)</u>
Total expenditures paid	<u>22,770</u>	<u>33,942</u>	<u>11,172</u>
Excess (deficiency) of revenues collected over expenditures paid	<u>11,067</u>	<u>(42)</u>	<u>(11,109)</u>
Other financing uses			
Transfers out	<u>-</u>	<u>(11,834)</u>	<u>(11,834)</u>
Net change in fund balance	\$ <u><u>11,067</u></u>	(11,876)	\$ <u><u>(22,943)</u></u>
Fund balance			
Beginning of year		<u>28,453</u>	
End of year		\$ <u><u>16,577</u></u>	

**Village of Riverwoods, Illinois**  
**Special Service Area 26 - Kenilwood Lane Debt Service Fund**  
SCHEDULE OF REVENUES COLLECTED, EXPENDITURES PAID, AND  
CHANGES IN FUND BALANCE - APPROPRIATION AND ACTUAL  
For the Year Ended December 31, 2018

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	<u>Original and Final Appropriation</u>	<u>Actual</u>	<u>Over (Under) Appropriation</u>
Revenues collected			
Property tax	\$ <u>66,145</u>	\$ <u>66,275</u>	\$ <u>130</u>
Expenditures paid			
Debt service			
Principal	16,445	62,157	45,712
Interest	<u>39,215</u>	<u>21,918</u>	<u>(17,297)</u>
Total expenditures paid	<u>55,660</u>	<u>84,075</u>	<u>28,415</u>
Excess (deficiency) of revenues collected over expenditures paid	<u>10,485</u>	<u>(17,800)</u>	<u>(28,285)</u>
Other financing sources (uses)			
Transfers in	-	114,471	114,471
Transfers out	<u>-</u>	<u>(20,077)</u>	<u>(20,077)</u>
Total other financing sources (uses)	<u>-</u>	<u>94,394</u>	<u>94,394</u>
Net change in fund balance	\$ <u><u>10,485</u></u>	76,594	\$ <u><u>66,109</u></u>
Fund balance			
Beginning of year		<u>61,266</u>	
End of year		\$ <u><u>137,860</u></u>	

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**Village of Riverwoods, Illinois**  
**Special Service Area 27 - Windlake Terrace Debt Service Fund**  
**SCHEDULE OF REVENUES COLLECTED, EXPENDITURES PAID, AND**  
**CHANGES IN FUND BALANCE - APPROPRIATION AND ACTUAL**  
For the Year Ended December 31, 2018

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	<u>Original and Final Appropriation</u>	<u>Actual</u>	<u>Over (Under) Appropriation</u>
Revenues collected			
Property tax	\$ <u>5,933</u>	\$ <u>5,939</u>	\$ <u>6</u>
Expenditures paid			
Debt service			
Principal	3,163	5,691	2,528
Interest	<u>1,897</u>	<u>1,867</u>	<u>(30)</u>
Total expenditures paid	<u>5,060</u>	<u>7,558</u>	<u>2,498</u>
Net change in fund balance	\$ <u><u>873</u></u>	(1,619)	\$ <u><u>(2,492)</u></u>
Fund balance			
Beginning of year		<u>3,914</u>	
End of year		\$ <u><u>2,295</u></u>	

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**Village of Riverwoods, Illinois**  
**Special Service Area 30 - Burr Oak Debt Service Fund**  
SCHEDULE OF REVENUES COLLECTED, EXPENDITURES PAID, AND  
CHANGES IN FUND BALANCE - APPROPRIATION AND ACTUAL  
For the Year Ended December 31, 2018

---

	<u>Original and Final Appropriation</u>	<u>Actual</u>	<u>Over (Under) Appropriation</u>
Revenues collected			
Property tax	\$ <u>8,300</u>	\$ <u>8,315</u>	\$ <u>15</u>
Expenditures paid			
Debt service			
Principal	8,000	6,387	(1,613)
Interest	<u>2,500</u>	<u>1,837</u>	<u>(663)</u>
Total expenditures paid	<u>10,500</u>	<u>8,224</u>	<u>(2,276)</u>
Net change in fund balance	\$ <u><u>(2,200)</u></u>	91	\$ <u><u>2,291</u></u>
Fund balance			
Beginning of year		<u>7,995</u>	
End of year		\$ <u><u>8,086</u></u>	

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**Village of Riverwoods, Illinois**  
**Special Service Area 31 - Sherry Lane/Hazelnut Road Improvement Debt Service Fund**  
SCHEDULE OF REVENUES COLLECTED, EXPENDITURES PAID, AND  
CHANGES IN FUND BALANCE - APPROPRIATION AND ACTUAL  
For the Year Ended December 31, 2018

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	<u>Original and Final Appropriation</u>	<u>Actual</u>	<u>Over (Under) Appropriation</u>
Revenues collected			
Property tax	\$ <u>17,333</u>	\$ <u>17,360</u>	\$ <u>27</u>
Expenditures paid			
Debt service			
Principal	15,000	2,950	(12,050)
Interest	<u>5,000</u>	<u>5,689</u>	<u>689</u>
Total expenditures paid	<u>20,000</u>	<u>8,639</u>	<u>(11,361)</u>
Net change in fund balance	\$ <u><u>(2,667)</u></u>	8,721	\$ <u><u>11,388</u></u>
Fund balance			
Beginning of year		<u>32,980</u>	
End of year		\$ <u><u>41,701</u></u>	

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**Village of Riverwoods, Illinois**  
**Special Service Area 32 Debt Service Fund**  
SCHEDULE OF REVENUES COLLECTED, EXPENDITURES PAID, AND  
CHANGES IN FUND BALANCE - APPROPRIATION AND ACTUAL  
For the Year Ended December 31, 2018

---

	<u>Original and Final Appropriation</u>	<u>Actual</u>	<u>Over (Under) Appropriation</u>
Revenues collected			
Property tax	\$ <u>          -</u>	\$ <u>      3,103</u>	\$ <u>      3,103</u>
Expenditures paid			
Debt service			
Principal	-	527	527
Interest	<u>          -</u>	<u>      1,016</u>	<u>      1,016</u>
Total expenditures paid	<u>          -</u>	<u>      1,543</u>	<u>      1,543</u>
Net change in fund balance	\$ <u>          -</u>	1,560	\$ <u>      1,560</u>
Fund balance			
Beginning of year		<u>          609</u>	
End of year		\$ <u>      2,169</u>	

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## Village of Riverwoods, Illinois

### Consolidated Water Fund

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

For the Year Ended December 31, 2018

	Original and Final <u>Appropriation</u>	<u>Actual</u>	Over (Under) <u>Appropriation</u>
Operating revenues collected			
Charges for sales and services			
Water sales and penalty	\$ 990,000	\$ 1,007,118	\$ 17,118
Meter cost and install	2,000	2,075	75
Tap on fees	-	23,500	23,500
Miscellaneous	100	1,090	990
Credit card convenience fee	100	-	(100)
	<u>992,200</u>	<u>1,033,783</u>	<u>41,583</u>
Total operating revenues collected			
Operating expenses paid			
Personnel			
Salary	41,800	18,702	(23,098)
FICA	3,198	1,431	(1,767)
IMRF	2,200	1,225	(975)
Unemployment - insurance	100	-	(100)
	<u>47,298</u>	<u>21,358</u>	<u>25,940</u>
Total personnel			
Contractual services			
Lake County	11,000	5,150	(5,850)
Swanson Water Treatment	110,000	77,898	(32,102)
Public works - G4S Technology	44,000	41,666	(2,334)
Grounds - Village	1,650	220	(1,430)
Engineer	16,500	25,488	8,988
Forester	100	-	(100)
Other professional services	11,000	913	(10,087)
Water testing - IEPA	2,750	-	(2,750)
Water testing - City Of Waukegan	1,100	360	(740)
Water testing - Suburban Laboratories	2,200	780	(1,420)
Postage	2,640	1,939	(701)
Telephone	4,400	1,112	(3,288)
Printing	1,980	915	(1,065)
Advertising - legal	2,750	-	(2,750)
Utilities	29,700	2,368	(27,332)

(Continued)

# Village of Riverwoods, Illinois

## Consolidated Water Fund

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

For the Year Ended December 31, 2018

---

	Original and Final <u>Appropriation</u>	<u>Actual</u>	Over (Under) <u>Appropriation</u>
Operating expenses paid (continued)			
Contractual services (Continued)			
Water purchase - Deerfield	\$ 5,500	\$ 590	\$ (4,910)
Water purchase - Lincolnshire	2,200	1,818	(382)
Water purchase - Northbrook	638,000	641,423	3,423
Software - maintenance	2,200	1,212	(988)
Miscellaneous	<u>2,750</u>	<u>1,020</u>	<u>(1,730)</u>
Total contractual services	<u>892,420</u>	<u>804,872</u>	<u>87,548</u>
Commodities			
Maintenance and supplies	<u>82,500</u>	<u>162,219</u>	<u>79,719</u>
Total operating expenses paid before capital outlay	<u>1,022,218</u>	<u>988,449</u>	<u>(33,769)</u>
Capital outlay	<u>313,500</u>	<u>-</u>	<u>(313,500)</u>
Total operating expenses paid	<u>1,335,718</u>	<u>988,449</u>	<u>(347,269)</u>
Depreciation	<u>-</u>	<u>279,497</u>	<u>279,497</u>
Total operating expenses paid and depreciation	<u>1,335,718</u>	<u>1,267,946</u>	<u>67,772</u>
Excess (deficiency) of operating revenues collected over operating expenses paid and depreciation	<u>(343,518)</u>	<u>(234,163)</u>	<u>109,355</u>

(Continued)

# Village of Riverwoods, Illinois

## Consolidated Water Fund

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

For the Year Ended December 31, 2018

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	Original and Final <u>Appropriation</u>	<u>Actual</u>	Over (Under) <u>Appropriation</u>
Nonoperating revenues collected (expenses paid)			
Property tax	\$ 14,750	\$ 13,630	\$ (1,120)
Interest	2,400	903	(1,497)
Debt service-principal	(12,650)	-	12,650
Debt service-interest	<u>(7,590)</u>	<u>(2,772)</u>	<u>4,818</u>
 Total nonoperating revenues collected (expenses paid)	 <u>(3,090)</u>	 <u>11,761</u>	 <u>14,851</u>
 Change in net position	 <u>\$ (346,608)</u>	 <u>(222,402)</u>	 <u>\$ 124,206</u>
Net position			
Beginning of year		<u>10,190,749</u>	
End of year		<u>\$ 9,968,347</u>	

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(Concluded)

# Village of Riverwoods, Illinois

## Sewer Fund

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

For the Year Ended December 31, 2018

---

	Original and Final <u>Appropriation</u>	<u>Actual</u>	Over (Under) <u>Appropriation</u>
Operating revenues collected			
Charges for sales and services			
Tap on fees	\$ 2,000	\$ 20,500	\$ 18,500
Sewer fees	315,000	341,666	26,666
Transmission revenue	8,000	7,784	(216)
Replacement reserve	<u>50,000</u>	<u>154,382</u>	<u>104,382</u>
Total operating revenues collected	<u>375,000</u>	<u>524,332</u>	<u>130,832</u>
Operating expenses paid			
Personnel			
Salary	29,150	13,773	(15,377)
FICA	2,230	1,053	(1,177)
IMRF	<u>2,750</u>	<u>1,183</u>	<u>(1,567)</u>
Total personnel	<u>34,130</u>	<u>16,009</u>	<u>(18,121)</u>
Contractual services			
Grinder pump maintenance	220,000	123,583	(96,417)
Maintenance - utility system	16,500	4,220	(12,280)
Maintenance - supplies	2,200	10,065	7,865
Engineer	22,000	33,244	11,244
Legal	100	-	(100)
Other professional services	11,000	-	(11,000)
Sewer connection charge	100	-	(100)
Sanitary sewer transmission fee	1,000	-	(1,000)
Postage	1,650	1,600	(50)
Telephone	2,200	11,164	8,964
Utilities	25,300	22,496	(2,804)
Miscellaneous	<u>550</u>	<u>-</u>	<u>(550)</u>
Total contractual services	<u>302,600</u>	<u>206,372</u>	<u>(96,228)</u>

(Continued)

# Village of Riverwoods, Illinois

## Sewer Fund

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

For the Year Ended December 31, 2018

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	Original and Final <u>Appropriation</u>	<u>Actual</u>	Over (Under) <u>Appropriation</u>
Operating expenses paid (continued)			
Capital outlay	\$ <u>1,000</u>	\$ <u>-</u>	\$ <u>(1,000)</u>
Total operating expenses paid	<u>337,730</u>	<u>222,381</u>	<u>(115,349)</u>
Depreciation	<u>-</u>	<u>123,104</u>	<u>123,104</u>
Total operating expenses paid and depreciation	<u>337,730</u>	<u>345,485</u>	<u>(7,755)</u>
Excess of operating revenues collected over operating expenses paid and depreciation	<u>37,270</u>	<u>178,847</u>	<u>141,577</u>
Nonoperating revenues collected			
Interest income	<u>200</u>	<u>185</u>	<u>(15)</u>
Change in net position	\$ <u><u>37,470</u></u>	179,032	\$ <u><u>141,562</u></u>
Net position			
Beginning of year		<u>3,497,983</u>	
End of year		\$ <u><u>3,677,015</u></u>	

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(Concluded)

## Village of Riverwoods, Illinois

### Agency Funds

#### SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES - MODIFIED CASH BASIS

For the Year Ended December 31, 2018

Performance Bond and Escrow Fund				
	January 1, 2018	Additions	Deductions	December 31, 2018
<b>ASSETS</b>				
Cash and cash equivalents	\$ 276,763	\$ 128,568	\$ 96,525	\$ 308,806
Due from developers				
Escrow bonds	74,624	5	-	74,629
Total assets	\$ 351,387	\$ 128,573	\$ 96,525	\$ 383,435
<b>LIABILITIES</b>				
Due to developers				
Performance bonds	\$ 218,305	\$ 120,568	\$ 93,727	\$ 245,146
Escrow bonds	133,082	8,005	2,798	138,289
Total liabilities	\$ 351,387	\$ 128,573	\$ 96,525	\$ 383,435
Special Service Area 23 Gemini Road Fund				
	January 1, 2018	Additions	Deductions	December 31, 2018
<b>ASSETS</b>				
Cash	\$ 6,930	\$ 2	\$ 107	\$ 6,825
<b>LIABILITIES</b>				
Due to road association	\$ 6,930	\$ 2	\$ 107	\$ 6,825
Total Agency Funds				
	January 1, 2018	Additions	Deductions	December 31, 2018
<b>ASSETS</b>				
Cash and cash equivalents	\$ 283,693	\$ 128,570	\$ 96,632	\$ 315,631
Due from developers				
Escrow bonds	74,624	5	-	74,629
Total assets	\$ 358,317	\$ 128,575	\$ 96,632	\$ 390,260
<b>LIABILITIES</b>				
Due to developers				
Performance bonds	\$ 218,305	\$ 120,568	\$ 93,727	\$ 245,146
Escrow bonds	133,082	8,005	2,798	138,289
Due to road association	6,930	2	107	6,825
Total liabilities	\$ 358,317	\$ 128,575	\$ 96,632	\$ 390,260

**OTHER STATISTICAL INFORMATION (UNAUDITED)**



**Village of Riverwoods, Illinois**  
**SCHEDULE OF CASH AND INVESTMENTS**  
December 31, 2018

<u>Cash and Investments by Fund</u>	<u>Cash</u>	<u>Investments</u>	<u>Totals</u>
<b>Governmental Funds:</b>			
General	\$ -	\$ 9,591,591	\$ 9,591,591
<b>Special Revenue Funds</b>			
Motor Fuel Tax	472,959	-	472,959
Special Service Area 5 Duffy Roads	60,418	-	60,418
Special Service Area 7 Russell's Storm Sewer	63,266	-	63,266
Special Service Area 19 Hiawatha Road Projects	151,555	-	151,555
Special Service Area 22 Timbers Road	22,196	-	22,196
Special Service Area 26 Kenilwood Lane	23,047	-	23,047
Special Service Area 28 S. Robinwood Lane	7,649	-	7,649
Special Service Area 29 Ringland Road	15,221	-	15,221
Special Service Area 30 Burr Oak	16,964	-	16,964
TIF			-
<b>Capital Projects Funds</b>			
Village Capital Projects	10,586	-	10,586
Special Service Area 24 Thornmeadow Road	11,655	-	11,655
Special Service Area 25 East Course Drive	31,542	-	31,542
Special Service Area 27 Windlake Terrace	10,558	-	10,558
Special Service Area 30 Burr Oak	15,806	-	15,806
<b>Debt Service Funds</b>			
Special Service Area 10 North Robinwood Sewer	36,568	-	36,568
Special Service Area 19 Hiawatha Road	-	-	-
Special Service Area 24 Thornmeadow Road	49,428	-	49,428
Special Service Area 25 East Course Drive	16,577	-	16,577
Special Service Area 26 Kenilwood Lane	137,860	-	137,860
Special Service Area 27 Windlake Terrace	2,295	-	2,295
Special Service Area 30 Burr Oak	8,086	-	8,086
Special Service Area 31 Sherry Ln. / Hazelnut Rd.	41,701	-	41,701
Special Service Area 32	2,169	-	2,169
<b>Total Governmental Funds</b>	<u>1,208,106</u>	<u>9,591,591</u>	<u>10,799,697</u>
<b>Enterprise Funds:</b>			
Consolidated Water	132	1,110,000	1,110,132
Sewer	218,031	550,000	768,031
<b>Total Enterprise Funds</b>	<u>218,163</u>	<u>1,660,000</u>	<u>1,878,163</u>
<b>Total cash and investments reported on Statement of Net Position</b>	<u>1,426,269</u>	<u>11,251,591</u>	<u>12,677,860</u>

(Continued)

**Village of Riverwoods, Illinois**  
**SCHEDULE OF CASH AND INVESTMENTS (Continued)**  
December 31, 2018

<b><u>Cash and Investments by Fund</u></b> (Continued)	<b><u>Cash</u></b>	<b><u>Investments</u></b>	<b><u>Totals</u></b>
Agency Funds:			
Performance Bond and Escrow	\$ 308,806	\$ -	\$ 308,806
Special Service Area 23 Gemini Road	6,825	-	6,825
Total Agency Fund	<u>315,631</u>	<u>-</u>	<u>315,631</u>
Total - All Funds	<u>\$ 1,741,900</u>	<u>\$ 11,251,591</u>	<u>\$ 12,993,491</u>

**Cash and Investments by Financial Institution - Book Balances**

	<b><u>Cash</u></b>	<b><u>Investments</u></b>	<b><u>Totals</u></b>
The Illinois Funds / Illinois National Bank	\$ 73,012	\$ -	\$ 73,012
Northside Community Bank	733,321	250,000	983,321
US Bank	70,108	-	70,108
JP Morgan / Chase Bank	864,959	11,001,591	11,866,550
Cash on hand	<u>500</u>	<u>-</u>	<u>500</u>
Total	<u>\$ 1,741,900</u>	<u>\$ 11,251,591</u>	<u>\$ 12,993,491</u>

Total interest income for the year ended December 31, 2018 was \$106,635, which yielded an average rate of return on cash and investments of 0.84%.

(Concluded)

**Village of Riverwoods, Illinois**  
**SCHEDULE OF INSURANCE IN FORCE**  
December 31, 2018

Illinois Counties Risk Management Trust Policy No. P2-1000554-1819-01 Expiring 12/1/2019

Liability Coverages

General Liability	\$	1,000,000	each occurrence
		3,000,000	general annual aggregate
		1,000,000	products/completed operations annual aggregate
Premises medical payments		5,000	each person
		50,000	each occurrence
Sexual abuse liability	\$	1,000,000	each occurrence
		1,000,000	annual aggregate
Law enforcement liability	\$	1,000,000	each occurrence
		3,000,000	general annual aggregate
Auto liability and physical damage	\$	1,000,000	each occurrence
Auto medical payments		5,000	each person
		25,000	each occurrence
Uninsured and underinsured motorist		100,000	each occurrence
Auto physical damage		336,862	total scheduled value
Public officials liability	\$	1,000,000	each occurrence
		1,000,000	annual aggregate
Public crisis event coverage		100,000	
Excess liability			
General liability	\$	7,000,000	excess of \$1,000,000 per occurrence
Law enforcement liability		7,000,000	excess of \$1,000,000 per occurrence
Auto liability		7,000,000	excess of \$1,000,000 per occurrence
Public officials (claims made)		7,000,000	excess of \$1,000,000 per occurrence
Deadly weapon response	\$	500,000	per event
Covered property			
Building and contents value	\$	9,765,928	
Business personal property		599,800	
Personal property of others		100,000	
Newly constructed or acquired property		1,000,000	
Footbridges		100,000	
Covered property in transit		1,000,000	
Flood/earthquake		250,000,000	annual aggregate
Crime	\$	100,000	each occurrence
Workers compensation			Statutory; liability limited to \$2,500,000 each accident/each employee for disease

**Village of Riverwoods, Illinois**  
SCHEDULE OF INSURANCE IN FORCE (Continued)  
December 31, 2018

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BCS Insurance Company Policy No. RPS-P-0570143M Expiring December 1, 2019

Cyber and privacy liability			
Privacy liability	\$	1,000,000	each claim 1,000,000 annual aggregate
Privacy regulatory claims	\$	1,000,000	each claim 1,000,000 annual aggregate
Security breach response	\$	1,000,000	each claim 1,000,000 annual aggregate
Security liability	\$	1,000,000	each claim 1,000,000 annual aggregate
Multimedia liability	\$	1,000,000	each claim 1,000,000 annual aggregate
Cyber extortion	\$	1,000,000	each claim 1,000,000 annual aggregate
Business income/digital asset restorator	\$	1,000,000	each claim 1,000,000 annual aggregate
PCI DSS assessment	\$	1,000,000	each claim 1,000,000 annual aggregate
Telephone hacking	\$	100,000	each claim 100,000 annual aggregate
Funds transfer fraud	\$	100,000	each claim 100,000 annual aggregate

**Village of Riverwoods, Illinois**  
**SCHEDULE OF ANNUAL DEBT SERVICE REQUIREMENTS**  
 North Robinwood Sewer  
 Special Service Area Number 10 Bonds  
December 31, 2018

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

Year	Principal	Interest	Annual Debt Service
2019	\$ 13,039	\$ 2,534	\$ 15,573
2020	27,242	1,714	28,956
	\$ 40,281	\$ 4,248	\$ 44,529

**Village of Riverwoods, Illinois**  
**SCHEDULE OF ANNUAL DEBT SERVICE REQUIREMENTS**  
 North Robinwood Water  
 Special Service Area Number 16 Bonds  
December 31, 2018

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

Year	Principal	Interest	Annual Debt Service
2019	\$ 11,926	\$ 2,283	\$ 14,209
2020	24,367	1,533	25,900
	\$ 36,293	\$ 3,816	\$ 40,109

**Village of Riverwoods, Illinois**  
**SCHEDULE OF ANNUAL DEBT SERVICE REQUIREMENTS**  
 Hiawatha Road  
 Special Service Area Number 19 Bonds  
December 31, 2018

Dated: June 22, 2018  
 Original Issue: \$300,000  
 Due: February 1, 2029  
 Payment Date: February 1 and August 1  
 Interest Rate: 4.53%

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Annual Debt Service</u>
2019	\$ 4,144	\$ 188	\$ 4,332
2020	25,610	2,033	27,643
2021	26,771	3,338	30,109
2022	27,983	4,757	32,740
2023	29,251	6,298	35,549
2024	30,576	7,968	38,544
2025	31,961	9,777	41,738
2026	33,409	11,733	45,142
2027	34,922	13,847	48,769
2028	36,504	16,128	52,632
2029	18,869	8,975	27,844
	<u>\$ 300,000</u>	<u>\$ 85,042</u>	<u>\$ 385,042</u>

**Village of Riverwoods, Illinois**  
**SCHEDULE OF ANNUAL DEBT SERVICE REQUIREMENTS**  
 Thornmeadow Road  
 Special Service Area Number 24 Bonds  
December 31, 2018

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

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Annual Debt Service</u>
2019	\$ 63,198	\$ 6,984	\$ 70,182
2020	64,601	5,574	70,175
2021	66,035	4,132	70,167
2022	67,501	2,658	70,159
2023	68,998	1,151	70,149
	<u>\$ 330,333</u>	<u>\$ 20,499</u>	<u>\$ 350,832</u>



**Village of Riverwoods, Illinois**  
**SCHEDULE OF ANNUAL DEBT SERVICE REQUIREMENTS**  
 East Course Drive  
 Special Service Area Number 25 Bonds  
December 31, 2018

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

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Annual Debt Service</u>
2019	\$ 26,325	\$ 7,603	\$ 33,928
2020	27,614	6,298	33,912
2021	28,967	4,929	33,896
2022	30,387	3,491	33,878
2023	31,875	1,986	33,861
2024	16,518	406	16,924
	<u>\$ 161,686</u>	<u>\$ 24,713</u>	<u>\$ 186,399</u>

**Village of Riverwoods, Illinois**  
**SCHEDULE OF ANNUAL DEBT SERVICE REQUIREMENTS**  
 Kenilwood Lane  
 Special Service Area Number 26 Bonds  
December 31, 2018

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

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Annual Debt Service</u>
2019	\$ 65,203	\$ 18,834	\$ 84,037
2020	68,398	15,601	83,999
2021	71,749	12,209	83,958
2022	75,265	8,651	83,916
2023	78,953	4,918	83,871
2024	40,915	1,002	41,917
	<u>\$ 400,483</u>	<u>\$ 61,215</u>	<u>\$ 461,698</u>

**Village of Riverwoods, Illinois**  
**SCHEDULE OF ANNUAL DEBT SERVICE REQUIREMENTS**  
Windlake Terrace  
Special Service Area Number 27 Bonds  
December 31, 2018

Dated: February 27, 2014  
Original Issue: \$60,000  
Due: March 1, 2024  
Payment Dates: March 1 and September 1  
Interest Rate: 4.60%

Year	Principal	Interest	Annual Debt Service
2019	\$ 5,952	\$ 1,603	\$ 7,555
2020	6,226	1,326	7,552
2021	6,512	1,036	7,548
2022	6,811	733	7,544
2023	7,125	416	7,541
2024	3,684	85	3,769
	\$ 36,310	\$ 5,199	\$ 41,509

**Village of Riverwoods, Illinois**  
**SCHEDULE OF ANNUAL DEBT SERVICE REQUIREMENTS**  
 Burr Oak Trail  
 Special Service Area Number 30 Bonds  
December 31, 2018

Dated: April 22, 2016  
 Original Issue: \$70,000  
 Due: February 1, 2027  
 Payment Dates: August 1 and February 1  
 Interest Rate: 2.75%

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Annual Debt Service</u>
2019	\$ 6,565	\$ 1,660	\$ 8,225
2020	6,748	1,478	8,226
2021	6,936	1,291	8,227
2022	7,129	1,099	8,228
2023	7,327	902	8,229
2024	7,531	699	8,230
2025	7,740	491	8,231
2026	7,956	276	8,232
2027	4,061	56	4,117
	<u>\$ 61,993</u>	<u>\$ 7,952</u>	<u>\$ 69,945</u>

**Village of Riverwoods, Illinois**  
**SCHEDULE OF ANNUAL DEBT SERVICE REQUIREMENTS**  
 Sherry Lane/Hazelnut Road Improvements  
 Special Service Area Number 31 Bonds  
December 31, 2018

Dated: July 11, 2017  
 Original Issue: \$140,000  
 Due: February 1, 2028  
 Payment Dates: August 1 and February 1  
 Interest Rate: 3.85%

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Annual Debt Service</u>
2019	\$ 12,222	\$ 5,160	\$ 17,382
2020	12,692	4,685	17,377
2021	13,181	4,192	17,373
2022	13,688	3,679	17,367
2023	14,215	3,147	17,362
2024	14,762	2,595	17,357
2025	15,331	2,021	17,352
2026	15,921	1,425	17,346
2027	16,534	806	17,340
2028	8,504	164	8,668
	<u>\$ 137,050</u>	<u>\$ 27,874</u>	<u>\$ 164,924</u>

**Village of Riverwoods, Illinois**  
**SCHEDULE OF ANNUAL DEBT SERVICE REQUIREMENTS**  
Special Service Area Number 32 Bonds  
December 31, 2018

Dated: July 11, 2017  
Original Issue: \$25,000  
Due: February 1, 2028  
Payment Dates: August 1 and February 1  
Interest Rate: 3.85%

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Annual Debt Service</u>
2019	\$ 2,182	\$ 921	\$ 3,103
2020	2,266	837	3,103
2021	2,354	748	3,102
2022	2,444	657	3,101
2023	2,538	562	3,100
2024	2,636	463	3,099
2025	2,738	361	3,099
2026	2,843	255	3,098
2027	2,953	144	3,097
2028	1,519	29	1,548
	<u>\$ 24,473</u>	<u>\$ 4,977</u>	<u>\$ 29,450</u>

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

	<u>2018<sup>1</sup></u>	<u>2017<sup>1</sup></u>	<u>2016<sup>1</sup></u>	<u>2015</u>
<b>Revenues collected</b>				
<b>Taxes</b>				
Township road and bridge tax	\$ 29,362	\$ 32,908	\$ 33,022	\$ 33,085
State income taxes	350,504	377,119	359,208	386,554
Sales and local use taxes	1,665,692	1,408,833	977,023	725,893
Hotel tax	127,019	126,893	128,911	138,720
Personal property replacement tax	1,880	2,089	2,011	2,203
<b>Total taxes</b>	<u>2,174,457</u>	<u>1,947,842</u>	<u>1,500,175</u>	<u>1,286,455</u>
<b>Utility taxes</b>				
Telecommunications	343,280	505,461	595,337	422,783
Electric	277,091	264,159	276,851	272,636
Gas	106,875	115,195	92,237	135,898
<b>Total utility taxes</b>	<u>727,246</u>	<u>884,815</u>	<u>964,425</u>	<u>831,317</u>
<b>Licenses and permits</b>				
Liquor and other licenses	14,795	24,000	22,500	22,500
Franchise fees	86,466	102,655	107,773	88,509
Construction fees	315,285	334,178	315,003	129,034
Special inspection	13,298	12,787	4,338	3,419
Elevator permits	10,800	10,730	5,780	8,900
Forester fees	-	2,357	1,450	5,563
Forest program	12,364	80,780	120,420	12,400
Engineer fees	127	3,144	3,337	6,920
<b>Total licenses and permits</b>	<u>453,135</u>	<u>570,631</u>	<u>580,601</u>	<u>277,245</u>
Interest income	\$ <u>113,501</u>	\$ <u>85,872</u>	\$ <u>47,939</u>	\$ <u>88,020</u>

<sup>1</sup> The Police Fund was merged into the General Fund beginning with the year ended December 31, 2016 for the fund financial statements. However, it is not included in this schedule, but instead is presented separately beginning on page 124.

	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>
\$	33,248	\$ 33,615	\$ 33,313	\$ 35,039	\$ 36,239	\$ 35,551
	350,333	380,217	334,513	322,321	260,839	269,503
	666,846	480,096	418,240	398,068	338,609	339,336
	124,591	116,832	125,085	87,035	123,236	44,935
	2,095	2,007	1,500	1,204	2,058	1,957
	<u>1,177,113</u>	<u>1,012,767</u>	<u>912,651</u>	<u>843,667</u>	<u>760,981</u>	<u>691,282</u>
	647,967	616,663	999,981	371,312	501,774	507,379
	283,399	283,520	287,292	289,738	292,107	290,313
	164,756	108,684	95,202	126,225	128,977	173,010
	<u>1,096,122</u>	<u>1,008,867</u>	<u>1,382,475</u>	<u>787,275</u>	<u>922,858</u>	<u>970,702</u>
	22,792	29,499	28,000	30,000	16,500	15,500
	85,000	83,778	78,977	74,327	66,641	64,610
	148,721	103,389	51,206	57,544	79,232	51,520
	275	350	-	1,269	400	761
	6,720	9,600	9,480	9,600	10,080	9,240
	1,250	1,675	1,500	1,635	775	1,550
	12,428	13,275	16,639	10,897	18,738	15,022
	1,250	1,485	2,675	2,000	808	500
	<u>278,436</u>	<u>243,051</u>	<u>188,477</u>	<u>187,272</u>	<u>193,174</u>	<u>158,703</u>
\$	<u>36,539</u>	<u>163,329</u>	<u>160,157</u>	<u>112,875</u>	<u>177,497</u>	<u>238,390</u>

(Continued)



# Village of Riverwoods, Illinois

## General Fund

### SCHEDULE OF REVENUES COLLECTED (Continued)

Trend Information - Last Ten Years

Years Ended December 31

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	<u>2018<sup>1</sup></u>	<u>2017<sup>1</sup></u>	<u>2016<sup>1</sup></u>	<u>2015</u>
Revenues collected (continued)				
Other revenue				
Grants and contributions	\$ 10,000	\$ -	\$ -	\$ -
Cell tower lease	83,878	73,044	103,326	115,080
Miscellaneous	<u>16,995</u>	<u>25,350</u>	<u>17,257</u>	<u>48,089</u>
Total other revenue	<u>110,873</u>	<u>98,394</u>	<u>120,583</u>	<u>163,169</u>
Total revenues collected	<u>\$ 3,579,212</u>	<u>\$ 3,587,554</u>	<u>\$ 3,213,723</u>	<u>\$ 2,646,206</u>

<sup>1</sup> The Police Fund was merged into the General Fund beginning with the year ended December 31, 2016 for the fund financial statements. However, it is not included in this schedule, but instead is presented separately beginning on page 124.

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<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>
\$ 15,000	\$ -	\$ -	\$ -	\$ 25,000	\$ -
-	-	-	-	-	-
<u>44,109</u>	<u>47,723</u>	<u>30,878</u>	<u>53,911</u>	<u>32,142</u>	<u>18,125</u>
<u>59,109</u>	<u>47,723</u>	<u>30,878</u>	<u>53,911</u>	<u>57,142</u>	<u>18,125</u>
<u>\$ 2,647,319</u>	<u>\$ 2,475,737</u>	<u>\$ 2,674,638</u>	<u>\$ 1,985,000</u>	<u>\$ 2,111,652</u>	<u>\$ 2,077,202</u>

(Concluded)

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

	<u>2018<sup>1</sup></u>	<u>2017<sup>1</sup></u>	<u>2016<sup>1</sup></u>	<u>2015</u>
Expenditures paid				
Personnel				
Salaries	\$ 336,422	\$ 276,411	\$ 289,616	\$ 278,627
FICA	25,734	21,196	22,111	21,315
IMRF	23,636	20,779	22,786	32,528
Unemployment insurance	1,922	1,841	1,774	(649)
Health insurance	47,890	47,435	37,563	42,399
Total personnel	<u>435,604</u>	<u>367,662</u>	<u>373,850</u>	<u>374,220</u>
Contractual services				
Maintenance				
Building	22,781	13,943	29,829	20,495
Equipment	14,864	27,450	49,623	22,515
Grounds	55,774	65,818	31,165	35,995
Streets	179,139	190,933	21,988	2,092
Drainage and culverts	1,246	4,351	1,960	21,379
Bike path	-	2,375	260	2,288
Insurance	25,073	30,207	3,283	106,485
Telephone and internet	37,858	35,782	49,953	30,721
Website design and maintenance	8,684	-	-	-
Utilities	7,068	-	-	-
Travel and meetings	8,830	1,352	4,640	4,411
Postage	7,178	3,013	6,605	13,232
Advertising and printing	2,979	2,890	5,479	3,374
Village Voice	24,645	23,884	25,741	21,487
Accounting	22,139	24,773	26,855	31,798
Engineering	171,794	157,835	113,249	83,965
Legal and administrative hearings	215,805	177,238	105,705	132,636
Inspection fees	8,266	9,921	9,496	8,512
Other professional	57,497	16,289	27,673	38,176
Dues and subscriptions	11,155	13,990	11,344	13,616
NSSRA	65,548	44,059	41,115	40,091

<sup>1</sup> The Police Fund was merged into the General Fund beginning with the year ended December 31, 2016 for the fund financial statements. However, it is not included in this schedule, but instead is presented separately beginning on page 126.

	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>
\$	280,278	\$ 279,970	\$ 297,239	\$ 313,463	\$ 284,584	\$ 333,445
	21,169	21,417	39,950	42,528	21,744	25,191
	27,555	41,886	36,488	38,628	35,712	35,318
	1,607	2,939	3,286	3,028	1,813	2,200
	<u>38,218</u>	<u>49,331</u>	<u>48,496</u>	<u>45,910</u>	<u>31,320</u>	<u>31,686</u>
	<u>368,827</u>	<u>395,543</u>	<u>425,459</u>	<u>443,557</u>	<u>375,173</u>	<u>427,840</u>
	22,805	29,417	34,925	22,635	23,813	39,082
	25,320	10,163	6,500	11,245	7,984	9,429
	41,236	37,158	40,121	40,339	29,553	55,423
	11,758	5,167	110,486	1,691	11,317	4,269
	10,090	1,430	425	5,209	629	50,431
	-	3,333	1,100	1,786	6,817	802
	20,362	19,914	18,788	16,908	32,533	71,274
	28,517	18,150	14,869	13,006	12,259	12,442
	-	-	-	-	-	-
	-	-	-	-	-	-
	2,017	5,017	4,877	7,481	10,092	12,111
	5,946	8,580	6,760	7,227	9,815	5,877
	3,952	5,154	6,700	4,899	3,995	3,460
	17,531	20,184	17,645	17,794	16,862	18,805
	31,238	28,870	32,227	28,585	28,575	28,787
	94,157	106,841	98,508	103,308	246,007	141,215
	161,792	211,140	156,477	183,113	109,532	113,980
	8,757	9,429	6,160	15,732	10,180	5,915
	37,754	70,107	89,470	97,339	104,964	128,727
	6,507	3,505	3,220	3,511	5,061	7,067
	53,544	49,775	43,322	32,508	32,027	39,099

(Continued)

# Village of Riverwoods, Illinois

## General Fund

### SCHEDULE OF EXPENDITURES PAID (Continued)

Trend Information - Last Ten Years

Years Ended December 31

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	<u>2018<sup>1</sup></u>	<u>2017<sup>1</sup></u>	<u>2016<sup>1</sup></u>	<u>2015</u>
Expenditures paid (continued)				
Contractual services (continued)				
Forest program	\$ 189,676	\$ 205,720	\$ 133,607	\$ 165,565
Theater In The Woods	-	-	-	-
Senior transportation	570	495	515	480
Snow removal	60,309	32,931	47,210	53,805
Signs	1,821	2,210	3,337	1,163
Street lighting	1,453	1,442	2,158	4,100
Miscellaneous	<u>65,045</u>	<u>172,127</u>	<u>93,436</u>	<u>91,261</u>
Total contractual services	<u>1,267,197</u>	<u>1,261,028</u>	<u>846,226</u>	<u>949,642</u>
Commodities				
Office supplies	25,498	18,619	9,176	7,569
Publications	-	2,757	4,013	616
Operating supplies	<u>665</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total commodities	<u>26,163</u>	<u>21,376</u>	<u>13,189</u>	<u>8,185</u>
Capital outlay				
Land acquisition	-	-	-	-
Village Hall renovation	-	-	-	4,532
Equipment	<u>55,945</u>	<u>5,115</u>	<u>24,000</u>	<u>28,464</u>
Total capital outlay	<u>55,945</u>	<u>5,115</u>	<u>24,000</u>	<u>32,996</u>
Total expenditures paid	<u>\$ 1,784,909</u>	<u>\$ 1,655,181</u>	<u>\$ 1,257,265</u>	<u>\$ 1,365,043</u>

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<sup>1</sup> The Police Fund was merged into the General Fund beginning with the year ended December 31, 2016 for the fund financial statements. However, it is not included in this schedule, but instead is presented separately beginning on page 126.

<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>
\$ 80,017	\$ 111,442	\$ 151,018	\$ 72,025	\$ 85,037	\$ 169,660
-	-	-	13,000	10,000	10,000
405	245	165	1,111	185	240
89,965	49,470	37,257	92,351	80,190	99,554
1,118	1,055	734	2,644	927	658
3,164	2,357	1,485	1,400	2,576	3,485
<u>93,328</u>	<u>96,230</u>	<u>79,285</u>	<u>55,330</u>	<u>60,809</u>	<u>61,223</u>
<u>851,280</u>	<u>904,133</u>	<u>962,524</u>	<u>852,177</u>	<u>941,739</u>	<u>1,093,015</u>
5,940	9,542	9,122	10,506	13,027	24,985
1,870	629	3,538	1,845	1,427	1,058
-	16,943	4,829	2,787	7,543	943
<u>7,810</u>	<u>27,114</u>	<u>17,489</u>	<u>15,138</u>	<u>21,997</u>	<u>26,986</u>
-	-	-	-	13,255	306,517
484,451	-	-	-	-	-
<u>27,858</u>	<u>181,248</u>	<u>86,691</u>	<u>43,815</u>	<u>-</u>	<u>-</u>
<u>512,309</u>	<u>181,248</u>	<u>86,691</u>	<u>43,815</u>	<u>13,255</u>	<u>306,517</u>
<u>\$ 1,740,226</u>	<u>\$ 1,508,038</u>	<u>\$ 1,492,163</u>	<u>\$ 1,354,687</u>	<u>\$ 1,352,164</u>	<u>\$ 1,854,358</u>

(Concluded)

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

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	<u>2018<sup>1</sup></u>	<u>2017<sup>1</sup></u>	<u>2016<sup>1</sup></u>	<u>2015</u>
Revenues collected				
Property taxes	\$ 507,678	\$ 499,777	\$ 494,639	\$ 487,218
COPS grant	-	-	-	-
Other grants	2,720	1,000	1,779	949
Fines and forfeits	142,164	145,602	128,277	147,051
Special use fees	96,700	87,073	123,000	46,700
Other revenues	52,009	51,091	25,722	37,545
Cell tower lease	-	-	-	10,180
Interest income	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
Total revenues collected	<u>\$ 801,271</u>	<u>\$ 784,543</u>	<u>\$ 773,417</u>	<u>\$ 729,643</u>

<sup>1</sup> The Police Fund was merged into the General Fund beginning with the year ended December 31, 2016 for the fund financial statements. However, it is presented separately on this schedule for comparative purposes.

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	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>
\$	478,587	\$ 470,900	\$ 455,470	\$ 447,896	\$ 436,637	\$ 431,615
	-	-	-	-	-	2,100
	1,375	3,785	14,645	1,363	-	-
	170,762	213,147	188,159	147,181	149,098	186,841
	55,080	78,868	82,000	72,800	86,900	78,100
	22,727	66,926	32,554	29,881	122,005	53,928
	108,212	112,917	140,136	110,637	97,584	83,554
	<u>67,233</u>	<u>-</u>	<u>509</u>	<u>125</u>	<u>647</u>	<u>1,211</u>
\$	<u><u>903,976</u></u>	<u><u>946,543</u></u>	<u><u>913,473</u></u>	<u><u>809,883</u></u>	<u><u>892,871</u></u>	<u><u>837,349</u></u>

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**Village of Riverwoods, Illinois**

**Police Fund**

SCHEDULE OF EXPENDITURES PAID

Trend Information - Last Ten Years

Years Ended December 31

	<u>2018<sup>1</sup></u>	<u>2017<sup>1</sup></u>	<u>2016<sup>1</sup></u>	<u>2015</u>
Expenditures paid				
Personnel				
Salaries	\$ 1,109,078	\$ 1,009,792	\$ 965,697	\$ 938,499
Health insurance	138,446	75,464	72,309	71,000
FICA	87,552	87,315	83,990	90,968
IMRF	105,282	122,561	118,921	130,331
Total personnel	<u>1,440,358</u>	<u>1,295,132</u>	<u>1,240,917</u>	<u>1,230,798</u>
Contractual services				
Insurance	101,182	79,555	-	-
Legal	11,331	24,618	18,888	15,690
Crime laboratory	7,879	7,879	7,879	7,866
Dispatch and other services	126,076	124,554	124,463	122,440
Telephone and internet	20,691	2,781	2,705	4,582
Subscriptions and memberships	17,010	-	-	-
Travel	413	1,483	180	676
Training	9,951	6,879	9,426	6,055
Forestry	-	-	-	-
Repairs and maintenance	21,653	-	-	-
Miscellaneous	26,900	101,974	87,886	84,906
Total contractual services	<u>343,086</u>	<u>349,723</u>	<u>251,427</u>	<u>242,215</u>
Commodities				
Office expenses	17,108	-	-	-
Fuel for squad cars	27,573	21,608	18,969	23,907
Total commodities	<u>44,681</u>	<u>21,608</u>	<u>18,969</u>	<u>23,907</u>
Capital outlay				
Squad cars and related equipment	113,257	-	-	-
Police facility	-	100,363	74,955	85,588
Police equipment	35,798	26,069	20,735	24,827
Total capital outlay	<u>149,055</u>	<u>126,432</u>	<u>95,690</u>	<u>110,415</u>
Total expenditures paid	<u>\$ 1,977,180</u>	<u>\$ 1,792,895</u>	<u>\$ 1,607,003</u>	<u>\$ 1,607,335</u>

<sup>1</sup> The Police Fund was merged into the General Fund beginning with the year ended December 31, 2016. However, it is presented separately on this schedule for comparative purposes.

	2014	2013	2012	2011	2010	2009
\$	960,511	\$ 899,384	\$ 865,153	\$ 806,672	\$ 807,624	\$ 773,066
	72,920	65,680	35,052	90,860	79,830	75,259
	80,037	76,213	76,189	41,945	55,724	58,970
	97,225	105,125	105,181	73,961	67,425	61,984
	<u>1,210,693</u>	<u>1,146,402</u>	<u>1,081,575</u>	<u>1,013,438</u>	<u>1,010,603</u>	<u>969,279</u>
	77,614	66,543	53,530	47,616	40,984	-
	19,934	29,897	32,423	35,997	36,961	49,585
	7,758	7,881	7,881	7,881	7,881	7,881
	115,143	141,158	153,573	107,047	98,170	71,740
	7,906	5,947	5,465	5,503	6,165	4,226
	-	-	-	-	-	-
	349	288	309	366	264	865
	6,457	4,663	5,446	5,079	3,112	2,988
	-	-	13,174	54,163	-	-
	-	-	-	-	-	-
	<u>50,632</u>	<u>19,774</u>	<u>33,360</u>	<u>3,812</u>	<u>5,215</u>	<u>11,730</u>
	<u>285,793</u>	<u>276,151</u>	<u>305,161</u>	<u>267,464</u>	<u>198,752</u>	<u>149,015</u>
	14,925	4,699	5,246	4,201	2,456	3,024
	<u>34,671</u>	<u>36,692</u>	<u>39,045</u>	<u>38,250</u>	<u>30,222</u>	<u>24,045</u>
	<u>49,596</u>	<u>41,391</u>	<u>44,291</u>	<u>42,451</u>	<u>32,678</u>	<u>27,069</u>
	-	22,653	12,857	9,761	158,222	49,008
	7,281	111,559	25,261	1,304,977	68,849	-
	<u>14,416</u>	<u>15,028</u>	<u>24,831</u>	<u>5,415</u>	<u>6,003</u>	<u>9,040</u>
	<u>21,697</u>	<u>149,240</u>	<u>62,949</u>	<u>1,320,153</u>	<u>233,074</u>	<u>58,048</u>
\$	<u><u>1,567,779</u></u>	<u><u>1,613,184</u></u>	<u><u>1,493,976</u></u>	<u><u>2,643,506</u></u>	<u><u>1,475,107</u></u>	<u><u>1,203,411</u></u>

# Village of Riverwoods, Illinois

## Consolidated Water Fund

### SCHEDULE OF REVENUES COLLECTED AND EXPENSES PAID AND DEPRECIATION

Trend Information - Last Ten Years

Years Ended December 31

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	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Revenues collected				
Charges for sales and services	\$ 1,033,783	\$ 874,345	\$ 885,404	\$ 806,856
Property taxes	13,630	13,609	13,573	13,609
Interest income	903	944	839	234
Grant revenue	-	-	-	-
Other	-	98	90	-
	<u>-</u>	<u>98</u>	<u>90</u>	<u>-</u>
Total revenues collected	<u>\$ 1,048,316</u>	<u>\$ 888,996</u>	<u>\$ 899,906</u>	<u>\$ 820,699</u>
Expenses paid and depreciation				
Personnel	\$ 21,358	\$ 35,253	\$ 20,756	\$ 26,647
Contractual services	804,872	767,416	613,694	555,799
Commodities	162,219	137,190	91,070	14,403
Depreciation	279,497	269,127	269,605	268,208
Debt service - interest	2,772	3,262	3,751	4,241
Other	-	(42)	56	-
	<u>-</u>	<u>(42)</u>	<u>56</u>	<u>-</u>
Total expenses paid and depreciation	<u>\$ 1,270,718</u>	<u>\$ 1,212,206</u>	<u>\$ 998,932</u>	<u>\$ 869,298</u>

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<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>
\$ 833,183	\$ 984,535	\$ 1,059,740	\$ 935,073	\$ 984,964	\$ 901,614
13,612	13,619	13,625	163,305	355,693	359,811
677	2,604	1,778	806	3,307	14,996
-	-	-	-	135,461	-
-	2,386	145	380	300	670
<u>\$ 847,472</u>	<u>\$ 1,003,144</u>	<u>\$ 1,075,288</u>	<u>\$ 1,099,564</u>	<u>\$ 1,479,725</u>	<u>\$ 1,277,091</u>
\$ 36,003	\$ 32,863	\$ 32,005	\$ 34,655	\$ 35,810	\$ 33,713
576,221	598,828	639,844	572,972	596,071	623,733
53,315	50,789	29,378	36,040	29,628	36,171
268,210	268,209	255,143	249,323	240,532	236,044
4,730	5,220	5,703	16,308	32,259	47,006
3,149	10,028	1,507	696	220	-
<u>\$ 941,628</u>	<u>\$ 965,937</u>	<u>\$ 963,580</u>	<u>\$ 909,994</u>	<u>\$ 934,520</u>	<u>\$ 976,667</u>

# Village of Riverwoods, Illinois

## Sewer Fund

### SCHEDULE OF REVENUES COLLECTED AND EXPENSES PAID AND DEPRECIATION

Trend Information - Last Ten Years

Years Ended December 31

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	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Revenues collected				
Charges for sales and services	\$ 524,332	\$ 476,234	\$ 424,666	\$ 358,584
Property taxes	-	-	-	-
Interest income	185	203	181	50
Other revenues	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total revenues collected	<u>\$ 524,517</u>	<u>\$ 476,437</u>	<u>\$ 424,847</u>	<u>\$ 358,634</u>
Expenses paid and depreciation				
Personnel	\$ 16,009	\$ 25,561	\$ 10,739	\$ 9,297
Contractual services	206,372	166,058	132,634	118,104
Depreciation	123,104	116,407	116,504	116,503
Debt service	-	-	-	-
Other	-	-	1,288	-
	<u>-</u>	<u>-</u>	<u>1,288</u>	<u>-</u>
Total expenses paid and depreciation	<u>\$ 345,485</u>	<u>\$ 308,026</u>	<u>\$ 261,165</u>	<u>\$ 243,904</u>

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<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>
\$ 43,744	\$ 50,976	\$ 50,368	\$ 49,429	\$ 63,873	\$ 95,043
-	-	-	-	322,453	326,458
160	682	608	-	294	663
-	-	-	-	-	-
<u>\$ 43,904</u>	<u>\$ 51,658</u>	<u>\$ 50,976</u>	<u>\$ 49,429</u>	<u>\$ 386,620</u>	<u>\$ 422,164</u>
\$ 6,680	\$ 4,513	\$ 4,118	\$ 7,237	\$ 8,853	\$ 8,518
235,909	80,970	173,054	117,451	200,763	109,332
116,503	116,504	117,672	117,463	117,463	117,463
-	-	-	4,620	22,452	39,646
-	-	-	-	-	-
<u>\$ 359,092</u>	<u>\$ 201,987</u>	<u>\$ 294,844</u>	<u>\$ 246,771</u>	<u>\$ 349,531</u>	<u>\$ 274,959</u>