

The seal of the Village of Round Lake Beach, Illinois, is a circular emblem. It features a central eagle with its wings spread, perched on a globe. The eagle is surrounded by five stars. The text "VILLAGE OF ROUND LAKE BEACH" is written in a circular path around the top of the seal, and "ILLINOIS" is written in a cursive script across the bottom. The words "CORPORATE SEAL" are also visible at the very bottom of the circular border.

VILLAGE OF
ROUND LAKE BEACH

Illinois

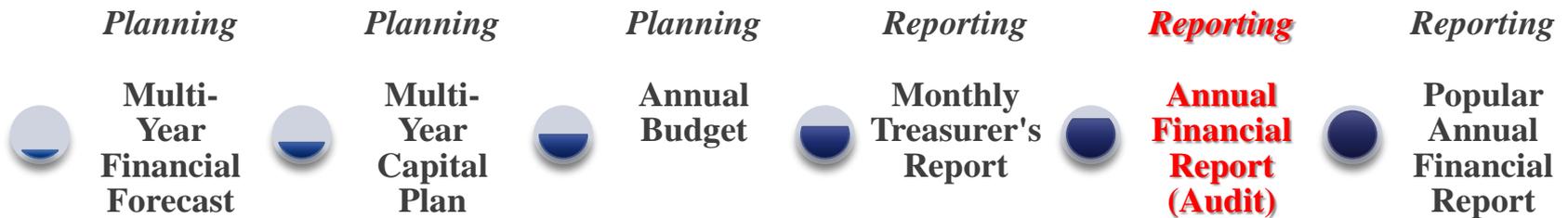
FY2014 Annual Financial Report and Audit

Finance Standing Committee

November 17, 2014

Agenda

- ▶ MD&A – Financial Highlights
- ▶ Basic Financial Statements
- ▶ Notes to the Financial Statements
- ▶ Required Supplementary Information
- ▶ Notes to the Required Supplementary Information
- ▶ Supplementary Information
- ▶ Management Letter



Financial Highlights

Financial Highlights

- The Village's net position increased by \$1,219,100 (1.03%) during the fiscal year ended April 30, 2014.
- The governmental activities net position increased by \$192,223 (0.2%) to \$100,587,558. Business-type activities net position increased by \$1,026,877 (6%) to \$18,995,441.
- The Village reported a combined fund balance of the governmental funds of \$15,097,681, an increase of 5% or \$735,300.
- The Village's General Fund reported an increase in fund balance of \$1,366,428 (13%) to \$11,992,630. The increase was primarily due to the implementation of Village-wide operating efficiencies.
- Operations funded by the Village's General Fund cost \$72,808 (0.7%) more than in Fiscal Year 2013, while General Fund revenues increased by 4% or \$421,494 compared to the prior fiscal year.
- The Village's General Fund actual revenues and other financing sources exceeded budgeted amounts by 6% and the actual expenditures were under the budgeted amounts by 5%.
- The Village's Total Government activities outstanding long-term liabilities decreased by 8% compared to Fiscal Year 2013.

Basic Financial Statements

- ▶ **Government Wide Statements Page 11**
 - Breaks activity down by Governmental Activities and Business Type Activities (Water & Sewer)
 - Full Accrual – includes items such as capital assets, debt payable, Other Post Employment Benefits (OPEB) and Pension obligations
- ▶ **Fund Statements Page 14**
 - Modified Accrual
 - Shows individual fund activity

Notes to the Financial Statements

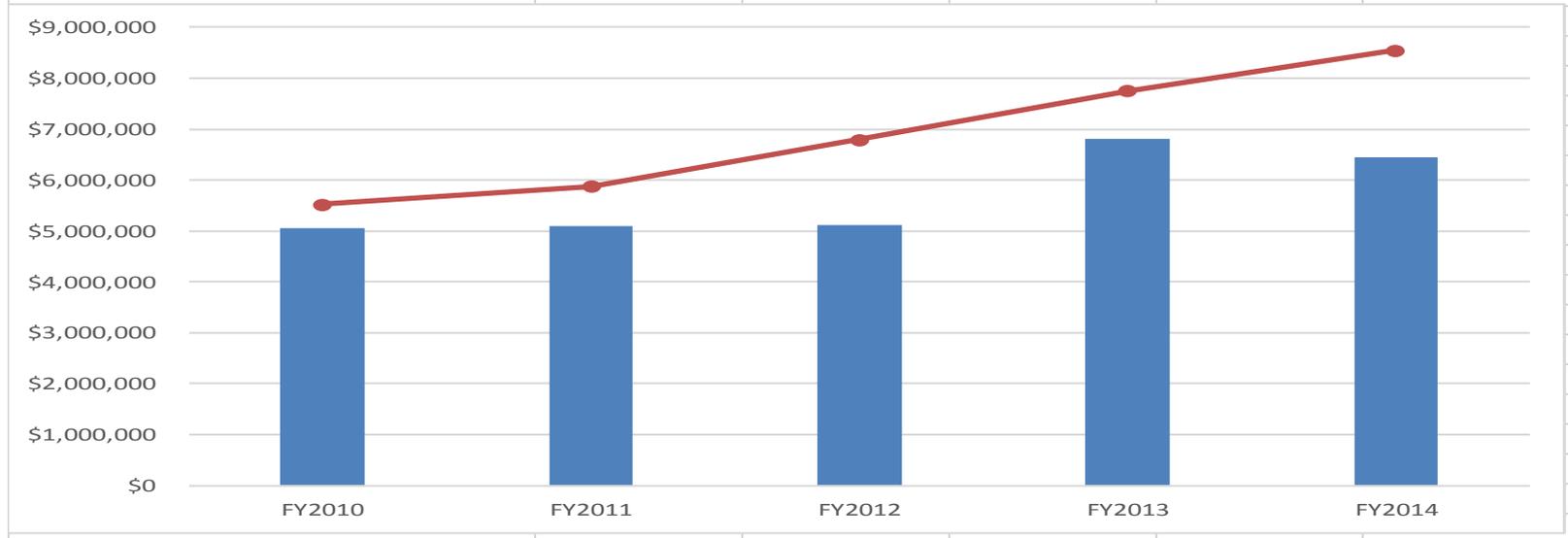
- ▶ Note 1. Summary of Significant Accounting Policies (Page 25)
- ▶ Note 2. Deposits and Investments (Page 32)
- ▶ Note 3. Receivables (Page 35)
- ▶ Note 4. Capital Assets (Page 37)
- ▶ Note 5. Interfund Advances (Internal Balances) (Page 39)
- ▶ Note 6. Interfund Transfers (Page 39)
- ▶ Note 7. Pledged Revenues (Page 39)
- ▶ Note 8. Short-Term Debt (Page 39)
- ▶ Note 9. Long-Term Debt (Page 40)
- ▶ Note 10. Risk Management (Page 45)
- ▶ Note 11. Contingent Liabilities (Page 45)
- ▶ Note 12. Joint Ventures (Page 46)
- ▶ Note 13. Employee Retirement Systems (Page 51)
- ▶ Note 14. Other Postemployment Benefits (OPEB) (Page 55)
- ▶ Note 15. Restatement for Implementation of New Accounting Standard (Page 57)
- ▶ Note 16. New Governmental Accounting Standards (Page 58)

Required Supplementary Information (Unaudited)

- ▶ General Fund Only – Budget to Actual
 - Revenues – By Category
 - Expenditures – By Category and then by Cost Center
- ▶ Funding Progress
 - IMRF (85.84%)
 - Police Pension (60.25%)
 - OPEB (0%)

General Fund – Unassigned Fund Balance

Description	FY2010	FY2011	FY2012	FY2013	FY2014
Budgeted Operating Revenues	\$10,094,789	\$10,200,179	\$10,220,725	\$10,473,214	\$9,929,560
Reserve Policy	50%	50%	50%	65%	65%
Required Reserve Balance	\$5,047,395	\$5,100,090	\$5,110,363	\$6,807,589	\$6,454,214
Unreserved Ending Fund Balance	\$5,529,405	\$5,873,303	\$6,792,219	\$7,756,678	\$8,554,580
Reserved per Financial Policy	(\$5,047,395)	(\$5,100,090)	(\$5,110,363)	(\$6,807,589)	(\$6,454,214)
Transfer for Future Debt Service					
Transfer for Future Capital					
Excess/Deficiency	\$482,011	\$773,214	\$1,681,857	\$949,089	\$2,100,366



Notes to Required Supplementary Information

- ▶ **Note 1. Illinois Municipal Retirement Fund Schedule of Funding Progress Digest of Changes (Page 64)**
- ▶ **Note 2. Budgets (Page 64)**
- ▶ **Note 3. Actual Expenditures in Excess of Budget / Department in Individual Funds (Page 65)**

Supplementary Information

- ▶ Combining Statements
 - General Fund broken out
- ▶ Budget to Actual
 - By revenue source and function

Management Letter

- ▶ Management Letter
 - Deficiencies discussed during 9/16/2014 Finance Standing Committee
 - Updated: Material Weakness

Questions