VILLAGE OF CARY, ILLINOIS

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED APRIL 30, 2014

VILLAGE OF CARY, ILLINOIS

COMPREHENSIVE ANNUAL FINANCIAL REPORT

YEAR ENDED APRIL 30, 2014

Prepared By:

Finance Department

Mary Ventrella
Finance Manager

Village of Cary, Illinois

Comprehensive Annual Financial Report
For the Year Ended April 30, 2014

Table of Contents

	Page
INTRODUCTORY SECTION	
List of Principal Officials	i
Organization Chart	ii
Letter of Transmittal	iii - vi
Certificate of Achievement for Excellence in Financial Reporting	vii
FINANCIAL SECTION	
Independent Auditors' Report	1 – 2
Management's Discussion and Analysis	3 - 16
Basic Financial Statements	
Government-wide Financial Statements	
Statement of Net Position	17 - 18
Statement of Activities	19 - 20
Fund Financial Statements	
Balance Sheet – Governmental Funds	21
Reconciliation of Governmental Funds Balance Sheet to the Statement of Net Position – Governmental Activities	22
Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds	23
Reconciliation of the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances to the Statement of Activities	24
Statement of Net Position – Proprietary Funds	25 - 26
Statement of Revenues, Expenses, and Changes in Net Position – Proprietary Funds	27
Statement of Cash Flows – Proprietary Funds	28
Statement of Net Position – Fiduciary Funds	29
Statement of Changes in Net Position – Fiduciary Funds	30
Notes to Financial Statements	31 - 66
Required Supplementary Information (Unaudited)	
Schedules of Funding Progress	
Illinois Municipal Retirement Fund	67
Schedules of Funding Progress and Employer Contributions	
Police Pension Fund	68
Other Post-Employment Benefit Plan	69
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual – General Fund	70

(Continued)

Table of Contents

	Page
FINANCIAL SECTION (Continued)	
Supplemental Information	
Major Governmental Fund Schedules	
Schedule of Revenues – Budget and Actual – General Fund	71 - 72
Schedule of Expenditures – Budget and Actual – General Fund	73
Schedule of Detailed Expenditures – Budget and Actual – General Fund	74 - 81
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual – Infrastructure Capital Improvements – Capital Projects Fund	82
Schedule of Expenditures – Budget and Actual – Infrastructure Capital Improvements – Capital Projects Fund	83
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual – Other Capital Projects – Capital Projects Fund	84
Schedule of Expenditures – Budget and Actual – Other Capital Projects - Capital Projects Fund	85
Nonmajor Governmental Funds	
Combining Balance Sheet	86
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances	87
Nonmajor Capital Projects Funds	
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual – Bond Fund	88
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual – T.I.F. Fund	89
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual – Vehicle and Equipment Fund	90
Enterprise Funds	
Schedules of Revenues, Expenses, and Changes in Net Position - Budget and Actual – Water and Sanitation	91
Schedule of Changes in Net Position – Restricted Debt – Water and Sanitation	92
Schedule of Operating Revenues – Budget and Actual – Water and Sanitation	93
Schedule of Operating Expenses – Budget and Actual – Water and Sanitation	94 - 98
Schedule of Revenues, Expenses, and Changes in Net Position – Budget and Actual – Parking	99
Schedule of Operating Expenses – Budget and Actual – Parking	100
Agency Funds	
Combining Statement of Changes in Assets and Liabilities	101 - 102

(Continued)

Table of Contents

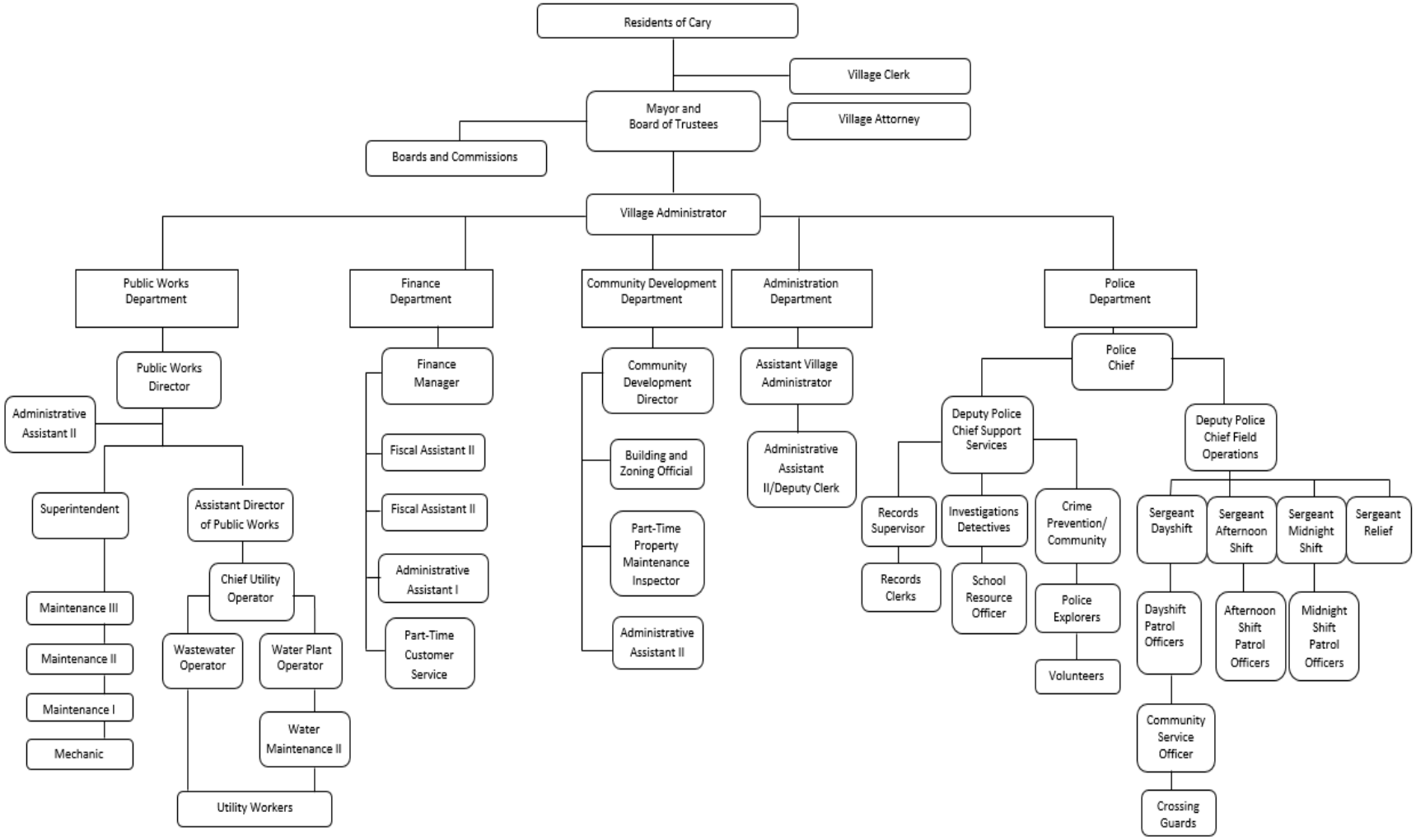
	Page
FINANCIAL SECTION (Continued)	
Supplemental Information (Continued)	
Long-Term Debt Requirements	
General Obligation Alternate Revenue Source Bonds of 2009	103
Water and Sanitation Refunding Revenue Bonds of 2003	104
Water and Sanitation Refunding Revenue Bonds of 2005	105
IEPA Loan of 2002	106
Schedule of Insurance in Force	107
STATISTICAL SECTION (UNAUDITED)	
Net Position by Component – Last Ten Fiscal Years	108 - 109
Changes in Net Position – Last Ten Fiscal Years	110 - 113
Fund Balances of Governmental Funds – Last Ten Fiscal Years	114 - 115
General Governmental Revenues by Source – Last Ten Fiscal Years	116 - 117
General Governmental Expenditures by Function – Last Ten Fiscal Years	118 - 119
Changes in Fund Balances for Governmental Funds – Last Ten Fiscal Years	120 - 121
Assessed Value and Actual value of Taxable Property – Last Ten Fiscal Years	122 - 123
Direct and Overlapping Property Tax Rates – Last Ten Fiscal Years	124 - 125
Principal Property Taxpayers – Current and Nine Years Ago	126
Property Tax Levies and Collections – Last Ten Fiscal Years	127
Ratios of Outstanding Debt by Type – Last Ten Fiscal Years	128 - 129
Ratio of General Bonded Debt Outstanding to Equalized Assessed Value and Net General Obligation Bonded Debt per Capita – Last Ten Fiscal Years	130
Schedule of Direct and Overlapping Bonded Debt	131
Schedule of Legal Debt Margin	132
Pledged Revenue Coverage – Last Ten Fiscal Years	133
Demographic and Economic Statistics – Last Ten Fiscal Years	134
Principal Employers – Current Fiscal Year and Six Fiscal Years Ago	135
Full-Time Equivalent Village Government Employees by Function – Last Ten Fiscal Years	136
Operating Indicators by Function/Program – Last Ten Fiscal Years	137 - 138
Capital Asset Statistics by Function/Program	139

Village of Cary, Illinois

List of Principal Officials
For the Year Ended April 30, 2014

TITLE	NAME	TERM EXPIRES
Mayor	Mark Kownick	April, 2017
Trustee	Robert Bragg	April, 2015
Trustee	David Chapman	April, 2017
Trustee	D. Rick Dudek	April, 2017
Trustee	Bruce Kaplan	April, 2015
Trustee	Jeffery Kraus	April, 2017
Trustee	Karen Lukasik	April, 2015
Village Clerk	Nancy Bragg	April, 2017
Village Administrator	Christopher D. Clark	
Village Attorney	Michael Coppedge Cowlin, Curran & Coppedge	

Village of Cary
Organization Chart



The Honorable Mayor
Members of the Board of Trustees
Residents of the Village of Cary

The Comprehensive Annual Financial Report (CAFR) for the Village of Cary, for the year ending April 30, 2014, is hereby submitted. The CAFR is the Village's annual financial report to its taxpayers and governing board. State statutes require the Village to have an annual audit by an independent Certified Public Accountant. The Village of Cary has utilized the certified public accounting firm of McGladrey LLP to conduct this annual audit. The report of the auditor on the basic financial statements, combined and individual fund statements and schedules, is included in the financial section of this report.

Management assumes full responsibility for the completeness and reliability of the information contained in this report, based upon a comprehensive framework of internal controls that are established for this purpose. Because the cost of internal controls should not exceed the anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements.

McGladrey LLP, Certified Public Accountants, has issued an unmodified ("clean") opinion on the Village of Cary's (the "Village") financial statements for the year ended April 30, 2014. The independent auditor's report is located at the front of the financial section of this report.

Management's Discussion and Analysis (MD&A) immediately follows the independent auditor's report and provides a narrative introduction, overview, and analysis of the basic financial statements. MD&A complements this letter of transmittal and should be read in conjunction with it.

GENERAL VILLAGE INFORMATION

The Village of Cary is located in McHenry County, Illinois and lies approximately 42 miles northwest of the City of Chicago. The Village of Cary covers a broad geographical area and, per the 2010 Census, has a population of 18,271 residents.

The Village of Cary was incorporated in 1893. The Village is a non-home rule community and is governed by a Mayor and a six member Board of Trustees, elected for overlapping four-year terms. The Mayor by and with the advice and consent of the Board of Trustees appoints a Village Administrator who oversees the day-to-day operations of the Village with the Village management team.

Located within commuting distance of Chicago and its suburbs, the Village of Cary has experienced considerable growth over the past twenty years in both population and in taxable valuation related to new residential, industrial and commercial property. According to the 2010 Census, the Village of Cary had a median household income of $87,138. This compares to $77,314 for McHenry County and $55,222 for the State of Illinois.

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The Village of Cary provides a full range of municipal services while, at the same time, maintaining a professional staff of only 64. Over the past several years, the Village's staff levels have been reduced from a high of 87 employees (2004-05) to the current number of 64 employees as of the end of fiscal year 2014. The Village's governmental services are delivered from the Community Development Department, Finance Department, Public Works Department, Police Department, and the Village Administrator. In addition, the Village of Cary is a founding partner, with the City of Crystal Lake and the Village of Algonquin, in the intergovernmental Southeast Emergency Communications (SEECOM) Regional Public Safety Dispatch Center.

Local Economy

The Village of Cary has been successful in weathering the slow recovery after the prolonged recession which ended in 2009. This has been in large part due to the fiscal management efforts of the Village Board and staff. For the most part, the Village has maintained service levels through a combination of growth in operating revenues and property taxes to fund the police pension tax levy which is annually determined by an independent actuary. In December 2012, the Village increased the levy by 2.99% of which .54% was for new community growth. The balance of the levy increase was allocated to the Police Pension Fund to adjust the assumed return rate for pension investments which had been 8.0% and is now 7.5%. In December 2013, the Village increased the levy by 2.13% of which .43% was for new community growth. The balance of the levy increase was allocated to the Police Pension Fund.

One factor that has also contributed to the stable economic condition of the Village is that several large employers are located in the Village of Cary. The largest employer is Sage Products. Sage Products currently employs over 600 employees and is a developer and manufacturer of innovative medical and healthcare products used by professional and retail consumers throughout the world. Another outstanding Cary employer is Aptar. Aptar, a manufacturer of aerosol valves and non-aerosol pumps, has over approximately 400 people on staff. True Value, a manufacturer of paints, brushes, varnishes and enamels, employs approximately 160 people. Durex International, a manufacturer of electric heaters and temperature sensors, employs over 220 people. Coilcraft Manufacturing manufactures small electrical components and employs 250 employees. These are some of the examples of large private-sector employers in the Village of Cary.

Most of the workforce that resides in the Village of Cary commutes to the surrounding communities and the City of Chicago. Unemployment rates are not regularly available for the Village of Cary; however the unemployment rate for McHenry County of 6.9% is slightly lower than the unemployment rate for the State of Illinois at 7.2% for April 2014.

LONG-TERM FINANCIAL PLANNING and RELEVANT FINANCIAL POLICIES

The Village regularly reviews its reserve funds to ensure available funds are on hand for any shortfalls in revenue and/or any unanticipated large expenditures. While this has rarely ever occurred, it is an example of the fiscal planning of the Village Board. During Fiscal Year 2014, the Village reviewed and updated various financial policies including its Investment and Cash Management Policy conforming to all State Statutes governing the investment of public funds and Fund Balance Policy. Also, the Village established and adopted a new Purchasing Policies and Procedures Manual to provide for the acquisition of goods and services in an efficient and economical manner.

The Village has established a Vehicle and Equipment Fund. The main source of support for this fund is from the annual impact fee paid by Meyer Material Company. This impact fee and the establishment of this fund will enable the Village to purchase Public Works trucks and Police patrol vehicles in future years.

The Village prepares its Capital Improvement Program (CIP) and incorporates it into the budget. The CIP is a multi-year planning tool that identifies the infrastructure improvements that are needed along with other capital projects to other Village property, and to coordinate the timing of these projects with the available financing. The multi-year CIP for road resurfacing is updated annually.

MAJOR INITIATIVES

The Village continued its commitment to investment in infrastructure replacement and modernization of operations during Fiscal Year 2014 which included the following:

- The Municipal Code was rewritten to streamline the Village's documentation of its ordinances and an internet website based catalog of the code was developed for the use of the public.

- The Village began the process of writing a new Comprehensive Plan that will guide community development for the next 20 years.

- A new telephone and cable infrastructure project was completed to upgrade all municipal facilities and improve business efficiencies and customer service. The cabling project significantly updated the speed of data transmission of the municipal information technology network.

- Significant sanitary sewer lining was completed ($550,000) to enhance the integrity and condition of the Village's sewer system without disrupting roadway conditions. This project was bid with the Municipal Partnering Initiative (MPI) which provided a cost savings of $75,000 as compared to previous unit pricing received by the Village for this work.

- Approximately $1,500,000 was invested in neighborhood roadway infrastructure as part of annual maintenance. Significant watermain replacement also occurred on West Jamesway (Silver Lake Road to end) and on West Margaret (Silver Lake to end).

- The second year of the multi-year water meter replacement program was funded and completed. A total of $175,000 was invested in new metering equipment.

- A joint project was also completed with the Cary Park District to repave Briargate Road as part of the Community Center parking lot improvement.

- Significant tree removals occurred as part of a program to address the infestation of the Emerald Ash Borer. Year one of a two year program to remove all parkway ash trees was completed. The Village continued to incrementally fund tree replacements as part of a 50/50 cost sharing program with community residents.

- The Village completed a thorough and independent assessment of Police Department operations. A new Police Chief was hired to lead the department and develop personnel within the organization.

AWARDS AND ACKNOWLEDGEMENTS

Awards

The Government Finance Officers Association of the United States and Canada (GFOA) awards a Certificate of Achievement for Excellence in Financial Reporting. We are pleased to report that the GFOA awarded its Certificate of Achievement for Excellence in Financial Reporting to the Village of Cary for its Comprehensive Annual Financial Report (CAFR) for 15 consecutive years (Fiscal Years Ended April 30, 1999 through April 30, 2013). The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government financial reports. We believe that our current Comprehensive Annual Financial Report as of April 30, 2014 continues to meet the Certificate of Achievement Program requirements for the award and are hereby submitting it to the GFOA to determine its eligibility for another certificate.

Acknowledgements

The preparation of the Comprehensive Annual Financial Report on a timely basis was made possible by the dedicated services of the entire staff of the Finance Department and other operating departments of the Village. The staff of the Finance Department, Donna McCarty and Donna Berry, have our and the Village's gratitude for their daily contributions to the Village of Cary, its Residents' and the Finance Department. In addition, the Village of Cary wishes to recognize the staff of the firm of Lauterbach & Amen LLP for their continued support in the financial operations of the Village. Their professionalism and cooperation are greatly appreciated by the Village of Cary and, in particular, by us and the staff of the Finance Department. The dedication of the Village of Cary staff, in cooperation with the staff of Lauterbach & Amen, provided the cooperative working relationship necessary for the completion of this document.

In closing, we would like to thank the Mayor and Village Board of Trustees for their significant interest and support in planning and conducting the financial operations of the Village of Cary in a responsible and conservative manner. Without their leadership and ongoing support completion of this report would not have been possible.

Respectfully submitted,

VILLAGE OF CARY

Mary Ventrella, CPA
Finance Manager

Christopher Clark
Village Administrator/Treasurer

Government Finance Officers Association

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Village of Cary

Illinois

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

April 30, 2013

Executive Director/CEO

FINANCIAL SECTION

INDEPENDENT AUDITOR’S REPORT

McGladrey

Independent Auditor's Report

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

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Village of Cary, Illinois, as of and for the year ended April 30, 2014, and the related notes to the financial statements, which collectively comprise the Village's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Village of Cary, Illinois, as of April 30, 2014, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Member of the RSM International network of independent accounting, tax and consulting firms.

Emphasis of Matter

As discussed in Note 10 to the financial statements, during the year ended April 30, 2014, the Village implemented the provisions of GASB Statement No. 65, *Items Previously Reported as Assets and Liabilities*, which require a restatement of opening net position of $45,280. Our opinion is not modified with respect to this matter.

Other Matters

Required Supplementary Information:
Accounting principles generally accepted in the United States of America require that the management's discussion and analysis (pages 3 – 16), budgetary comparison information (page 70), and pension and OPEB information (pages 67 - 69) be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information:
Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Village's basic financial statements. The Supplemental Information (pages 71 – 107), and the Introductory and Statistical sections are presented for purposes of additional analysis and are not a required part of the basic financial statements.

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

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

McGladrey LLP

Schaumburg, Illinois
October 6, 2014

Our discussion and analysis of the Village of Cary's financial performance provides an overview of the Village's financial activities for the fiscal year ended April 30, 2014. Please read it in conjunction with the transmittal letter beginning on page iii and the Village's financial statements beginning on page 17.

FINANCIAL HIGHLIGHTS

- The Village's net position increased by $1,244,311 or 2.78 percent as a result of this year's operations. Net position of governmental activities increased by $966,620 or 3.60 percent, and net position of the business-type activities increased by $277,691 or 1.56 percent.

- During the year, revenues for the governmental activities totaled $9.9 million and expenses were $8.9 million resulting in an increase in net position of $1 million.

- Revenues for business-type activities totaled $3.9 million while expenses totaled $3.6 million reflecting an increase in net position of $.3 million.

- The General Fund reported a net decrease in fund balance of $37,287 in the current year primarily due to a $500,000 transfer to the Infrastructure Capital Improvement Fund.

USING THIS ANNUAL REPORT

This annual report consists of a series of financial statements. The Statement of Net Position and the Statement of Activities (on pages 17 - 20) provide information about the activities of the Village as a whole and present a longer-term view of the Village's finances. Fund financial statements begin on page 21. For governmental activities, these statements tell how these services were financed in the short term as well as what remains for future spending. Fund financial statements also report the Village's operations in more detail than the government-wide statements by providing information about the Village's most significant funds. The remaining statements provide financial information about activities for which the Village acts solely as a trustee or agent for the benefit of those outside of the government.

Government-Wide Financial Statements

The government-wide financial statements provide readers with a broad overview of the Village's finances, in a manner similar to a private-sector business. The government wide financial statements can be found on pages 17 - 20 of this report.

The Statement of Net Position reports information on all of the Village's assets and liabilities, with the difference between the two 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. Consideration of other nonfinancial factors, such as changes in the Village's property tax base and the condition of the Village's roads, is needed to assess the overall health of the Village.

The Statement of Activities presents information showing how the government's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

USING THIS ANNUAL REPORT (Continued)

Government-Wide Financial Statements (Continued)

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

The Village includes one separate legal entity in its report, the Cary Police Pension Fund. Although legally separate, this "component unit" is important because the Village is financially accountable for the Fund. Financial information for the component unit is reported separately from the financial information presented for the primary government itself.

Fund Financial Statements

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

Governmental Funds

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

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

USING THIS ANNUAL REPORT (Continued)

Fund Financial Statements (Continued)

The Village maintains seven (7) individual governmental funds. Information is presented separately in the governmental funds balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the following funds: 1) General Fund, 2) Infrastructure Capital Improvements Fund, and 3) Other Capital Projects Fund. Each of these three (3) funds is considered major funds. Data from the other four governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements elsewhere in this report.

The Village adopts an annual appropriation budget for all of the governmental funds, except the Revolving Loan Permanent Fund. A budgetary comparison statement for these funds has been provided to demonstrate compliance with this budget.

The basic governmental fund financial statements can be found on pages 21 - 24 of this report.

Proprietary Funds

The Village maintains two proprietary funds, both of which are enterprise funds. Enterprise funds are used to report the same functions presented as business-type activities in the government–wide financial statements. The Village utilizes enterprise funds to account for its water, sanitation and commuter parking operations.

Proprietary fund financial statements provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Water and Sanitation Fund, considered a major fund, and for the Parking Fund, considered a non-major fund of the Village.

The basic proprietary fund financial statements can be found on pages 25 - 28 of this report.

Fiduciary Funds

Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the Village's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds. The basic fiduciary fund financial statements can be found on pages 29 - 30 of this report.

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 31 - 66 of this report.

USING THIS ANNUAL REPORT (Continued)

Fund Financial Statements (Continued)

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the Village's Illinois Municipal Retirement Fund and police officer pension obligations, as well as the Village's other post-employment benefit plan. Also included in the required supplementary information is the budget to actual comparison schedule for the General Fund. Required supplementary information can be found on pages 67 - 70 of this report. The combining statements referred to earlier in connection with non-major governmental funds are presented immediately following the required supplementary information on pensions. Combining and individual fund statements and schedules can be found on pages 71 - 102 of this report.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net position may serve over time as a useful indicator of a government's financial position. The following tables show that in the case of the Village of Cary, assets exceeded liabilities by $45.9 million at April 30, 2014, increasing by $1,244,311 from the previous year.

	Net Position					
	Governmental Activities		Business-Type Activities		Totals	
	2014	2013	2014	2013	2014	2013
Current and Other Assets	$ 19,107,993	$ 20,088,662	$ 10,080,982	$ 10,254,776	$ 29,188,975	$ 30,343,438
Capital Assets	18,261,002	16,673,248	14,027,535	14,157,831	32,288,537	30,831,079
Total Assets	37,368,995	36,761,910	24,108,517	24,412,607	61,477,512	61,174,517
Deferred Outflow of Resources	-	-	120,334	-	120,334	-
Total Deferred Outflows	-	-	120,334	-	120,334	-
Long-Term Debt Outstanding	4,612,056	4,870,438	4,800,785	5,449,493	9,412,841	10,319,931
Other Liabilities	2,084,282	5,016,707	1,327,050	1,139,789	3,411,332	6,156,496
Total Liabilities	6,696,338	9,887,145	6,127,835	6,589,282	12,824,173	16,476,427
Deferred Inflows of Resources	2,831,272	-	-	-	2,831,272	-
Total Deferred Inflows	2,831,272	-	-	-	2,831,272	-
Net Position						
Net Investment in Capital Assets	14,351,002	12,483,248	8,575,305	7,983,599	22,926,307	20,466,847
Restricted	1,762,993	2,827,568	1,908,000	1,918,000	3,670,993	4,745,568
Unrestricted	11,727,390	11,563,949	7,617,711	7,921,726	19,345,101	19,485,675
Total Net Position, as restated	$ 27,841,385	$ 26,874,765	$ 18,101,016	$ 17,823,325	$ 45,942,401	$ 44,698,090

GOVERNMENT-WIDE FINANCIAL ANALYSIS (Continued)

Total assets for the Village of Cary are $61.5 million allocated between capital assets and current and other assets. The Village uses these capital assets to provide services to Village residents; 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 revenue sources, since the capital assets themselves cannot be used to liquidate these liabilities.

Approximately 50 percent of the Village's net position reflects its net investment in capital assets. Eleven percent (11%) of the Village's net position represents resources that are subject to external restrictions on how they may be used. The remaining 39 percent, or $19.3 million, represents unrestricted net position that may be used to meet the government's ongoing obligations to citizens and creditors.

	Changes in Net Position					
	Governmental Activities		Business-Type Activities		Totals	
	2014	2013	2014	2013	2014	2013
Revenues						
Program Revenues						
Charges for Services	$ 1,844,370	$ 1,920,515	$ 3,785,311	$ 3,699,051	$ 5,629,681	$ 5,619,566
Operating Grants/ Contributions	754,042	734,396	-	-	754,042	734,396
General Revenues						
Property Taxes	2,803,968	2,744,395	-	-	2,803,968	2,744,395
Sales Taxes	1,270,566	1,212,286	-	-	1,270,566	1,212,286
Utility Taxes	607,006	634,258	-	-	607,006	634,258
Intergovernmental	2,250,340	2,094,660	-	-	2,250,340	2,094,660
Other General Revenues	312,695	425,220	75,147	61,525	387,842	486,745
Total Revenues	9,842,987	9,765,730	3,860,458	3,760,576	13,703,445	13,526,306
Expenses						
General Government	2,121,799	1,795,810	-	-	2,121,799	1,795,810
Public Safety	4,263,792	4,181,552	-	-	4,263,792	4,181,552
Highways and Streets	2,382,850	2,514,665	-	-	2,382,850	2,514,665
Interest on Long-Term Debt	107,926	102,516	-	-	107,926	102,516
Water and Sanitation	-	-	3,434,323	3,477,383	3,434,323	3,477,383
Parking	-	-	148,444	171,710	148,444	171,710
Total Expenses	8,876,367	8,594,543	3,582,767	3,649,093	12,459,134	12,243,636
Change in Net Position	966,620	1,171,187	277,691	111,483	1,244,311	1,282,670
Net Position - Beginning, as restated	26,874,765	25,703,578	17,823,325	17,711,842	44,698,090	43,415,420
Net Position - Ending, as restated	$ 27,841,385	$ 26,874,765	$ 18,101,016	$ 17,823,325	$ 45,942,401	$ 44,698,090

GOVERNMENT-WIDE FINANCIAL ANALYSIS – Continued

Net position of the Village's governmental activities increased 3.60 percent from fiscal year 2013 to fiscal year 2014 ($26.9 million in 2013 to $27.9 million in 2014). Unrestricted net position, the part of net position that can be used to finance day-to-day operations without constraints, totals $11.7 million.

Net position of business-type activities increased by 1.56 percent ($18.1 million in 2014 compared to $17.9 million in 2013). The Village generally can only use this net position to finance the continuing operations of the water and sanitation systems and the Metra parking operations.

Total revenues in year 2014 were $13,703,445 while expenses for the year totaled $12,459,134 reflecting a net increase in net position of $1,244,311.

Governmental Activities

Revenues for governmental activities totaled $9.9 million, while expenses totaled $8.9 million.

The following are the areas of relevant changes in revenue and expenses:

- Property tax receipts (all governmental funds) increased by approximately 2.17 percent from $2,744,395 to $2,803,968.

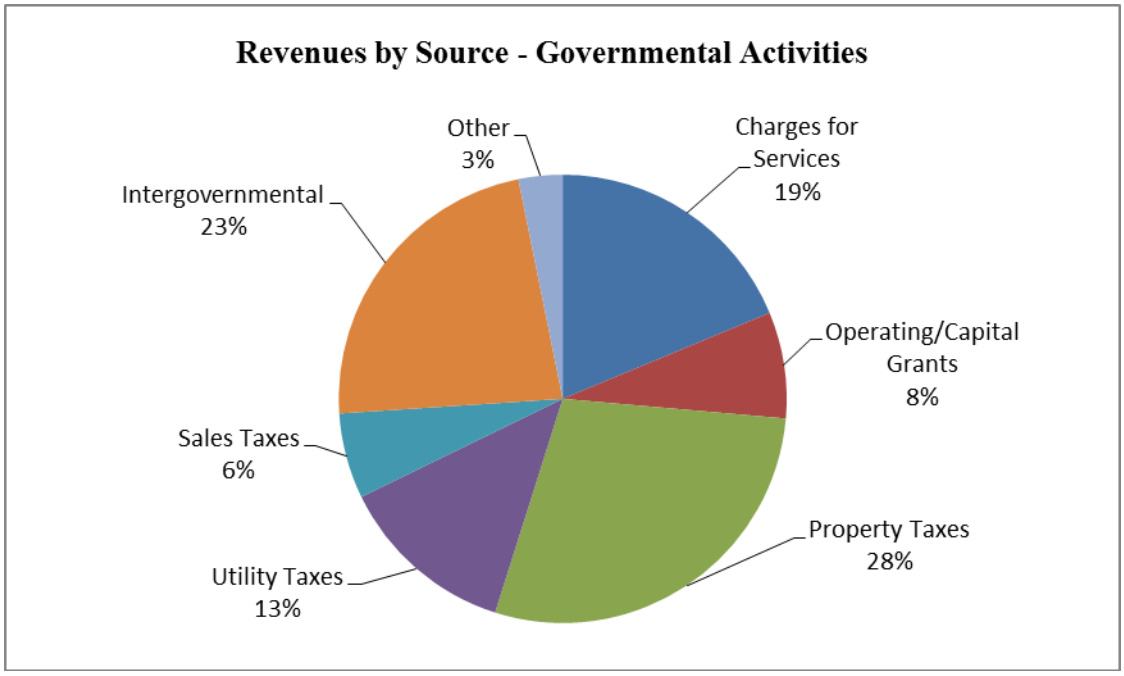
- General Fund Intergovernmental revenue, comprised of State Sales Tax, State Income Tax, Personal Property Replacement Tax, and Local Use Tax increased by 6.47 percent from $3.31 million in fiscal 2013 to $3.52 million in fiscal 2014.

- The General Fund departments' actual expenditures were under budget by $123,465 or 1.6 percent, contributing to the overall increase in net position for the governmental activities.

GOVERNMENT-WIDE FINANCIAL ANALYSIS (Continued)

Governmental Activities (Continued)

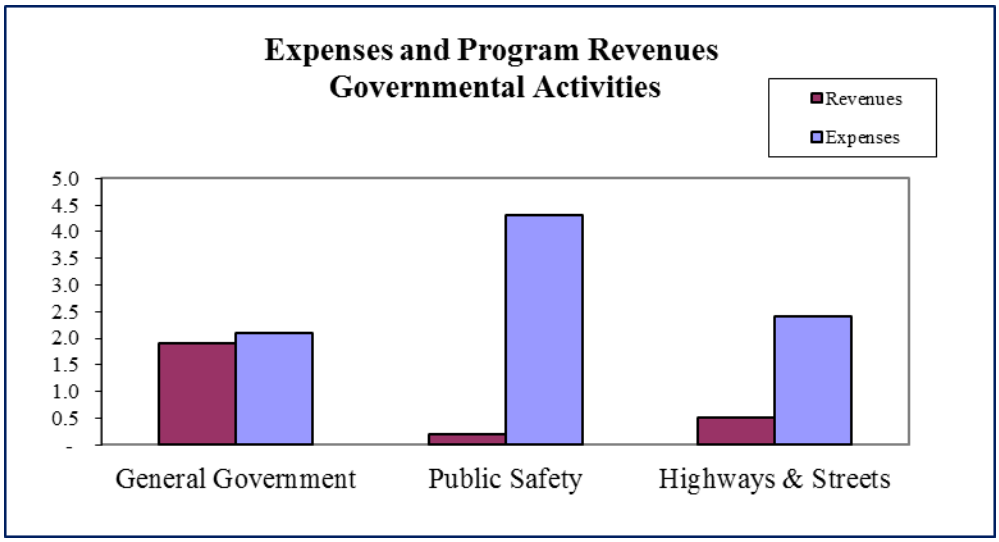
The following chart graphically depicts the major revenue sources of the Village. The chart identifies Property Taxes, Intergovernmental Revenue and Charges for Services as areas of continued stable revenue production. The remaining revenue sources indicate that the combined Sales Taxes and Utility Taxes are also providing a dependable revenue source during the continued slow economic recovery. Intergovernmental revenue increased $155,680, or 7.43 percent, in this fiscal year as compared to last fiscal year. This increase is due primarily as a result of an overall increase in income tax revenue.



The Expenses and Program Revenues Table on the following page identifies those governmental functions where program expenses greatly exceed revenues. Public Safety (Police) provides the personnel services required to protect the safety of the residents and visitors of the Village of Cary. Court Fines, although not a significant revenue source, continue to diminish. Therefore, other revenue sources continue to be explored to assist in providing for these services. Highways and Streets (Public Works) maintains the infrastructure of the Village with no significant revenue source.

GOVERNMENT-WIDE FINANCIAL ANALYSIS (Continued)

Governmental Activities (Continued)



Business-Type Activities

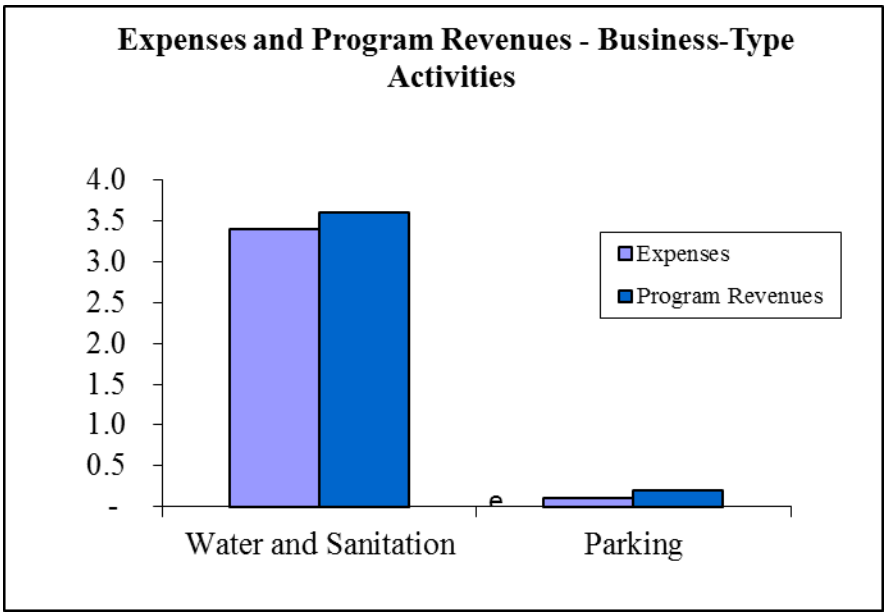
Program and General Revenues of the Village's business-type activities totaled $3,860,458 and program expenses totaled $3,582,767 which resulted in a net increase in net position of $277,691 as compared to a net increase in net position of $111,483 at the end of last fiscal year.

The water and sanitation systems indicated a decrease in revenues and relatively stable expenses when compared to the prior year. Water and sanitation charges for services were 7.6 percent less than budget during fiscal 2014 primarily due to decrease in quantity of water used and billed.

The Parking Fund, which accounts for revenue and expenses related to the commuter parking lots, reflects stable operating revenue when comparing fiscal year 2014 to fiscal year 2013. This stabilization was anticipated and budgeted as the daily parking fee and quarterly permits fees were increased effective May 1, 2012 to provide for the purchase of six new pay machines in the prior year. The Parking Fund expenses were $148,444 for fiscal 2014 as compared to $171,710 for fiscal year 2013.

GOVERNMENT-WIDE FINANCIAL ANALYSIS (Continued)

Business-Type Activities (Continued)



The above graph compares program revenues to expenses for water and sanitation operations and parking operations. The Water and Sanitation Fund operation reflected a net operating loss of $116,191 after a charge for depreciation in the amount of $1,149,043 and the Parking Fund generated a net operating income of $65,060 after a charge for depreciation of $33,864.

FINANCIAL ANALYSIS OF THE GOVERNMENT'S 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. In particular, unreserved fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of the end of the current fiscal year, the governmental funds reported combined ending fund balances of $14,416,051, a decrease of $915,138 over the prior year fund balance of $15,331,189.

FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS

Governmental Funds (Continued)

The major Governmental Funds' changes in fund balance were as follows:

The General Fund reported a decrease in fund balance of $37,287 for the fiscal year net of a $500,000 transfer to the Infrastructure Capital Improvements Fund. Actual revenues were 1.6 percent higher than budget. This was a result of receiving higher than anticipated state income and sales tax revenues, permit fees and other miscellaneous revenue combined with reduced expenditures as a result of cost containment efforts and some expenditures that were not incurred or delayed. The expenditures for the General Fund were 1.5 percent less than budgeted for this fiscal year 2014.

The Infrastructure Capital Improvements Fund, which includes Motor Fuel Tax activity, reported a net decrease of $800,197 for this fiscal year. The Village completed its annual Road Program and other major budgeted road improvements as planned during fiscal year 2014.

Motor Fuel Tax funds, provided by the State, can only be used to replace, maintain, or improve the Village roads. During the fiscal year 2014, the fiscal year 2014 road program was budgeted at $1.675 million and actual expenditures were $1.640 million for the Village neighborhood streets, curbs, gutters and other related areas of need.

The Other Capital Projects Fund reported a net decrease of $367,946 due to incurring the expense of several capital projects including purchase of a new Village Hall phone system, various computer equipment, and phase 2 of carpet installation at Village Hall. These projects were primarily funded through the planned use of fund balance. The actual expenditures were 47.9 percent of budgeted expenditures.

The Non-Major Governmental Funds reflected an increase in fund balance of $290,292. A portion of the revenue received in these funds' is being reserved for future projects and equipment replacement.

Proprietary Funds

The Village's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail.

The Village reports the Water and Sanitation Fund as a major proprietary fund. This fund accounts for all of the operations of the municipal water and sewer systems. Water is pumped from nine Village owned and operated municipal wells. Water is sold to all municipal customers at a current rate of $3.81 per thousand gallons. In addition, municipal customers are currently charged $3.12 per thousand gallons of water usage for the maintenance of the Village-wide wastewater sewerage system. Also, each metered customer is currently charged one (1) base fee per month/per meter. The current base fee is $2.14 per month/per meter.

FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS (Continued)

Proprietary Funds (Continued)

The Village's intention is to operate the Water and Sanitation Fund on a breakeven basis. There was operating deficit during the current fiscal year of $116,191 as compared to operating income of $79,751 in the prior fiscal year, before net non-operating revenue. The decrease was due in part to a decrease in charges for services based on usage and increase in operating expenses including personnel benefits and professional services.

The Village operates the Metra commuter parking lots located in downtown Cary. The lots provide approximately 616 parking spaces for residents of Cary and surrounding communities who utilize Metra to commute to the City of Chicago and other points in between. These lots produced an operating net income of $65,060 in the current fiscal year and an operating net income of $43,147 in the prior fiscal year, before non-operating revenue. The commuter lots are continually improved and maintained to reflect the Village's commitment to the commuters who use the facilities.

GENERAL FUND BUDGETARY HIGHLIGHTS

The Village Board traditionally passes the appropriations ordinance in the first quarter of the fiscal year as required by The Illinois State Statutes. If necessary, the Village Board could change line item appropriations where necessary.

During 2014 there were no approved budget amendments. The April 30, 2014 original and final budgeted revenues for the General Fund totaled $8,019,742, while actual revenues totaled $8,143,957, due in large part to the increase in the revenue from the state income tax, permits, fees and other miscellaneous income.

The General Fund actual expenditures for the year of $7,681,244 were $123,465 lower than budgeted expenditures of $7,804,709. Overall, departments were lower in personnel costs including benefits, and contractual services. Overall, the General Fund actual expenditures being lower than budget are due to the continued efforts by management in all departments on cost containment and a very tight control on the purchase of commodities.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

The Village's investment in capital assets for its governmental and business type activities as of April 30, 2014 was $32.28 million (net of accumulated depreciation). This investment in capital assets includes land, buildings and improvements, land improvements, vehicles, machinery and equipment, and infrastructure. The total increase in the Village's investment in capital assets for the current fiscal year was $3,262,690.

	Capital Assets, Net of Depreciation (in Millions)					
	Governmental Activities		Business-Type Activities		Totals	
	2014	2013	2014	2013	2014	2013
Land	$ 0.19	$ 0.20	$ 0.36	$ 0.36	$ 0.55	$ 0.56
Land Improvements	-	-	0.11	0.12	0.11	0.12
Buildings and Improvements	3.14	3.24	4.49	4.86	7.63	8.10
Vehicles	0.61	0.48	0.02	0.11	0.63	0.59
Machinery and Equipment	0.20	0.05	0.23	0.22	0.43	0.27
Infrastructure	14.11	12.70	8.82	8.49	22.93	21.19
Total	$ 18.25	$ 16.67	$ 14.03	$ 14.16	$ 32.28	$ 30.83

This year's major projects included:

2013 Residential Roads Improvements	$ 1,817,607
Water & Sanitation Fund - Water Meters, Water Main	563,396
Water & Sanitation Fund - Sewer Lining, Culvert Replacement	479,795
Equipment - Chipper, Stump Cutter, Pick Up Truck	216,775

During the fiscal year 2014, the Village spent $3.26 million on capital improvements included in the budget of $3.30 million for capital projects, principally for the infrastructure construction projects throughout the Village. Some of the specific projects include the annual Major Road Construction Project, Briargate Road improvement, water main replacements and sewer lining. The fiscal year 2015 capital budget includes $4.4 million for capital projects, principally infrastructure improvements, improvements to Village Hall and major equipment purchases.

Additional information on the Village's capital assets can be found in Note 6 on pages 46 - 47 and 52 of this report.

CAPITAL ASSETS AND DEBT ADMINISTRATION (Continued)

Debt Administration

At year-end, the Village of Cary had total outstanding long-term debt of $9.5 million. The chart below indicates that $5.6 million of the outstanding debt is within the business-type activities category (water and sanitation systems). The governmental activities General Obligation fifteen year bonds, with an amount outstanding of $3.9 million, were issued in October, 2009 for the purpose of resurfacing of Village roads and streets during the three fiscal years of 2011, 2012 and 2013.

	Long-Term Debt Outstanding (in Millions)					
	Governmental Activities		Business-type Activities		Total	
	2014	2013	2014	2013	2014	2013
General Obligation Bonds	$ 3.9	$ 4.2	$ -	$ -	$ 3.9	$ 4.2
Revenue Bonds and IEPA Note	-	-	5.6	6.3	5.6	6.3
Total	$ 3.9	$ 4.2	$ 5.6	$ 6.3	$ 9.5	$ 10.5

The Village of Cary has a Aa3 rating from Moody's Investor Services for the Waterworks and Sewerage Revenue bonds. Additional information on the Village of Cary's long-term water and sanitation debt can be found in Note 7 on pages 48 - 52 of this report.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET

The Village's elected and appointed officials considered many factors when setting the fiscal year 2015 budget, tax rates, and fees charged for its governmental and business-type activities.

One of those factors is the economy. Some economic indicators show a continued slow recovery from the 2008-2009 recession as unemployment rates drop slightly. Interest rates continue to be low with no immediate signs of increasing in the near future. Recent trending of key revenues has shown overall stable or slightly increased levels. Because of this, the Village budgeted for a slight growth in certain revenues.

It is anticipated that the Village's contribution to the Intergovernmental Risk Management Agency (IRMA) for workmens' compensation, general liability and property insurance coverage will continue to increase as well as health insurance costs.

All of these factors were taken in consideration during the preparation of the annual budget. The Village Board adopted a General Fund budget for Fiscal 2015 of $8,060,572 budgeted for revenues and $8,453,392 budgeted for expenditures.

Overall, the adopted fiscal 2015 budget has estimated revenues of $16.8 million and estimated expenditures of $22.7 million when all funds are combined.

The goals continue to be to minimize the financial burden on the Village taxpayers, to continue identifying cost cutting strategies and opportunities, responsibly utilize Village reserves when necessary, and proactively manage the Village in a manner that will maximize the level of service provided with the current level of resources.

REQUESTS FOR INFORMATION

This Comprehensive Annual Financial Report is designed to provide a general overview of the Village of Cary's financial condition for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional information should be directed to the Village Administrator, Village of Cary, 655 Village Hall Drive, Village of Cary, Illinois, 60013.

BASIC FINANCIAL STATEMENTS

Village of Cary, Illinois

Statement of Net Position
April 30, 2014

	Governmental Activities	Business-Type Activities	Total
Assets			
Current assets			
Cash and investments	$ 13,935,750	$ 5,777,499	$ 19,713,249
Receivables - net of allowances	4,228,150	818,714	5,046,864
Prepaids	411,145	744,842	1,155,987
Land held for resale	369,000	-	369,000
Restricted cash and investments	-	2,739,927	2,739,927
Total current assets	18,944,045	10,080,982	29,025,027
Noncurrent assets			
Capital assets			
Nondepreciable assets	193,642	356,539	550,181
Depreciable assets	23,964,784	36,780,620	60,745,404
Accumulated depreciation	(5,897,424)	(23,109,624)	(29,007,048)
	18,261,002	14,027,535	32,288,537
Other assets			
Investment in joint venture	163,948	-	163,948
Total noncurrent assets	18,424,950	14,027,535	32,452,485
Total assets	37,368,995	24,108,517	61,477,512
Deferred Outflows of Resources			
Deferred loss on refunding	-	120,334	120,334

(Continued)

Village of Cary, Illinois

Statement of Net Position (Continued)
April 30, 2014

	Governmental Activities	Business-Type Activities	Total
Liabilities			
Current liabilities			
Accounts payable	$ 510,100	$ 434,579	$ 944,679
Accrued payroll	205,269	52,496	257,765
Benefits payable	83,775	253	84,028
Deposits payable	818,693	-	818,693
Accrued interest payable	-	28,967	28,967
Unearned revenues	129,948	-	129,948
Compensated absences payable	46,497	7,795	54,292
General obligation bonds payable	290,000	-	290,000
Revenue bonds payable	-	802,960	802,960
Total current liabilities	2,084,282	1,327,050	3,411,332
Noncurrent liabilities			
Net pension obligation	777,733	-	777,733
Net OPEB obligation	27,836	-	27,836
Compensated absences payable	186,487	31,181	217,668
General obligation bonds payable	3,620,000	-	3,620,000
Revenue bonds payable, net	-	4,769,604	4,769,604
Total noncurrent liabilities	4,612,056	4,800,785	9,412,841
Total liabilities	6,696,338	6,127,835	12,824,173
Deferred Inflows of Resources			
Deferred revenue - property taxes	2,831,272	-	2,831,272
Net Position			
Net investment in capital assets	14,351,002	8,575,305	22,926,307
Restricted - school crossing	35,225	-	35,225
Restricted - audit	49,650	-	49,650
Restricted - unemployment	24,009	-	24,009
Restricted - ESDA	18,926	-	18,926
Restricted - highways and streets	536,682	-	536,682
Restricted - TIF	597,135	-	597,135
Restricted - debt service	-	1,908,000	1,908,000
Restricted - nonexpendable revolving loan	501,366	-	501,366
Unrestricted	11,727,390	7,617,711	19,345,101
Total net position	$ 27,841,385	$ 18,101,016	$ 45,942,401

See Notes to the Financial Statements.

Village of Cary, Illinois

Statement of Activities
Year Ended April 30, 2014

		Program Revenues		
	Expenses	Charges for Services	Operating Grants/ Contributions	Capital Grants/ Contributions
Governmental activities				
General government	$ 2,121,799	$ 1,628,657	$ 200,000	$ -
Public safety	4,263,792	204,699	2,792	-
Highways and streets	2,382,850	11,014	551,250	-
Interest on long-term debt	107,926	-	-	-
Total governmental activities	8,876,367	1,844,370	754,042	-
Business-type activities				
Water and sanitation	3,434,323	3,571,807	-	-
Parking	148,444	213,504	-	-
Total business-type activities	3,582,767	3,785,311	-	-
	$ 12,459,134	$ 5,629,681	$ 754,042	$ -

General revenues
Taxes
Property taxes
Sales taxes
Utility taxes
Intergovernmental - unrestricted
Income taxes
Local use taxes
Replacement taxes
Interest income
Miscellaneous

Change in net position

Net position - beginning as restated

Net position - ending

See Notes to the Financial Statements.

Net (Expense) Revenue		
Governmental Activities	Business Type Activities	Total
$ (293,142)	$ -	$ (293,142)
(4,056,301)	-	(4,056,301)
(1,820,586)	-	(1,820,586)
(107,926)	-	(107,926)
(6,277,955)	-	(6,277,955)
-	137,484	137,484
-	65,060	65,060
-	202,544	202,544
(6,277,955)	202,544	(6,075,411)
2,803,968	-	2,803,968
1,270,566	-	1,270,566
607,006	-	607,006
1,847,712	-	1,847,712
320,557	-	320,557
82,071	-	82,071
155,468	75,147	230,615
157,227	-	157,227
7,244,575	75,147	7,319,722
966,620	277,691	1,244,311
26,874,765	17,823,325	44,698,090
$ 27,841,385	$ 18,101,016	$ 45,942,401

Village of Cary, Illinois

Balance Sheet - Governmental Funds
April 30, 2014

	General	Infrastructure Capital Improvements	Other Capital Projects	Nonmajor Governmental Funds	Total Governmental Funds
Assets					
Cash and investments	$ 5,195,990	$ 2,231,212	$ 2,520,770	$ 3,987,778	$ 13,935,750
Receivables - net of allowances					
Taxes	3,925,764	33,683	-	133,793	4,093,240
Accounts	134,910	-	-	-	134,910
Prepaids	411,145	-	-	51,063	462,208
Land held for resale	369,000	-	-	-	369,000
Total assets	$ 10,036,809	$ 2,264,895	$ 2,520,770	$ 4,172,634	$ 18,995,108
Liabilities, Deferred Inflows of Resources and Fund Balances					
Liabilities					
Accounts payable	$ 308,279	$ 53,071	$ 139,178	$ 9,572	$ 510,100
Accrued payroll	205,269	-	-	-	205,269
Benefits payable	83,775	-	-	-	83,775
Deposits payable	793,693	-	25,000	-	818,693
Unearned revenue	-	-	16,448	113,500	129,948
Total liabilities	1,391,016	53,071	180,626	123,072	1,747,785
Deferred Inflows of Resources					
Deferred revenue - property taxes	2,740,768	-	-	90,504	2,831,272
Fund balances					
Nonspendable	780,145	-	-	51,063	831,208
Restricted	127,810	536,682	-	1,098,501	1,762,993
Committed	1,240,507	-	-	-	1,240,507
Assigned	-	1,675,142	2,340,144	2,809,494	6,824,780
Unassigned	3,756,563	-	-	-	3,756,563
Total fund balances	5,905,025	2,211,824	2,340,144	3,959,058	14,416,051
Total liabilities, deferred inflows of resources and fund balances	$ 10,036,809	$ 2,264,895	$ 2,520,770	$ 4,172,634	$ 18,995,108

See Notes to the Financial Statements.

Village of Cary, Illinois

Reconciliation of Governmental Fund Balance Sheet to the Statement of Net Position

April 30, 2014

Total governmental fund balances	$ 14,416,051
Amounts reported for governmental activities in the Statement of Net Position are different because:	
Certain assets used in governmental activities are not financial resources and therefore, are not reported in the funds:	
Capital assets	18,261,002
Investment in joint venture	163,948
Certain prepaid assets reported in the governmental funds require the use of current financial resources and therefore, are not reported as assets in the Statement of Net Position.	(51,063)
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds:	
Net pension obligation	(777,733)
Net OPEB obligation	(27,836)
General obligation bonds payable	(3,910,000)
Compensated absences payable	(232,984)
Net position of governmental activities	$ 27,841,385

See Notes to the Financial Statements.

Village of Cary, Illinois

Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds
Year Ended April 30, 2014

	General	Infrastructure Capital Improvements	Other Capital Projects	Nonmajor Governmental Funds	Total Governmental Funds
Revenues					
Taxes	$ 3,953,540	$ -	$ -	$ 728,000	$ 4,681,540
Licenses and permits	207,152	-	-	-	207,152
Intergovernmental	2,249,122	555,260	-	-	2,804,382
Charges for services	1,194,966	-	16,000	250,000	1,460,966
Fines and forfeits	177,123	-	-	-	177,123
Interest	86,121	7,552	7,229	8,802	109,704
Miscellaneous	275,933	68,091	-	12,332	356,356
Total revenues	8,143,957	630,903	23,229	999,134	9,797,223
Expenditures					
Current					
General government	1,594,885	-	-	-	1,594,885
Public safety	4,209,562	-	-	-	4,209,562
Highways and streets	1,876,797	1,749,598	-	-	3,626,395
Capital outlay	-	181,502	391,175	321,830	894,507
Debt service					
Principal retirement	-	-	-	280,000	280,000
Interest and fiscal charges	-	-	-	107,012	107,012
Total expenditures	7,681,244	1,931,100	391,175	708,842	10,712,361
Excess (deficiency) of revenues over expenditures	462,713	(1,300,197)	(367,946)	290,292	(915,138)
Other financing sources (uses)					
Transfers in	-	500,000	-	-	500,000
Transfers out	(500,000)	-	-	-	(500,000)
Total other financing sources (uses)	(500,000)	500,000	-	-	-
Net change in fund balances	(37,287)	(800,197)	(367,946)	290,292	(915,138)
Fund balances - beginning	5,942,312	3,012,021	2,708,090	3,668,766	15,331,189
Fund balances - ending	$ 5,905,025	$ 2,211,824	$ 2,340,144	$ 3,959,058	$ 14,416,051

See Notes to the Financial Statements.

Village of Cary, Illinois

Reconciliation of the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances to the Statement of Activities

Year Ended April 30, 2014

Net change in fund balances - total governmental funds	$ (915,138)
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.	
Capital outlays	2,210,079
Depreciation expense	(622,325)
The change in the Village's share of joint venture income does not result in financial resources and is not recorded in the governmental fund.	45,764
The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal on long-term debt consumes the current financial resources of the governmental funds.	
Increase in net pension obligation	(26,299)
Increase in net OPEB obligation	(7,908)
Increase in compensated absences payable	3,361
Retirement of general obligation bonds	280,000
Changes to accrued interest on long-term debt in the Statement of Activities does not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds.	(916)
Changes in net position of governmental activities	$ 966,618

See Notes to the Financial Statements.

Village of Cary, Illinois

Statement of Net Position - Proprietary Funds
April 30, 2014

	Water and Sanitation	Nonmajor Enterprise Parking	Totals
Assets			
Current assets			
Cash and equivalents	$ 1,198,096	$ 364,488	$ 1,562,584
Investments	3,866,415	348,500	4,214,915
Accounts receivable - net of allowance of $5,000	818,714	-	818,714
Prepaids	718,598	26,244	744,842
Restricted investments	2,739,927	-	2,739,927
Total current assets	9,341,750	739,232	10,080,982
Noncurrent assets			
Capital assets			
Nondepreciable	356,539	-	356,539
Depreciable	36,371,438	409,182	36,780,620
Accumulated depreciation	(22,861,106)	(248,518)	(23,109,624)
Total noncurrent assets	13,866,871	160,664	14,027,535
Total assets	23,208,621	899,896	24,108,517
Deferred Outflows of Resources			
Deferred loss on refunding	120,334	-	120,334

(Continued)

Village of Cary, Illinois

Statement of Net Position - Proprietary Funds (Continued)
April 30, 2014

	Water and Sanitation	Nonmajor Enterprise Parking	Totals
Liabilities			
Current liabilities			
Accounts payable	$ 425,618	$ 8,961	$ 434,579
Accrued payroll	50,625	1,871	52,496
Benefits payable	-	253	253
Compensated absences payable	7,795	-	7,795
Payable from restricted assets			
Accrued interest payable	28,967	-	28,967
Revenue bonds payable	440,000	-	440,000
IEPA revenue bonds payable	362,960	-	362,960
Total current liabilities	1,315,965	11,085	1,327,050
Noncurrent liabilities			
Compensated absences payable	31,181	-	31,181
Revenue bonds payable	1,050,000	-	1,050,000
IEPA revenue bonds payable	3,719,604	-	3,719,604
Total noncurrent liabilities	4,800,785	-	4,800,785
Total liabilities	6,116,750	11,085	6,127,835
Net Position			
Net investment in capital assets	8,414,641	160,664	8,575,305
Restricted - debt	1,908,000	-	1,908,000
Unrestricted	6,889,564	728,147	7,617,711
Total net position	$ 17,212,205	$ 888,811	$ 18,101,016

See Notes to the Financial Statements.

Village of Cary, Illinois

Statement of Revenues, Expenses, and Changes in Net Position - Proprietary Funds
Year Ended April 30, 2014

	Water and Sanitation	Nonmajor Enterprise Parking	Totals
Operating revenues			
Charges for services	$ 3,100,686	$ 213,504	$ 3,314,190
Operating expenses			
Administration	106,997	-	106,997
Operations	1,960,837	114,580	2,075,417
Depreciation	1,149,043	33,864	1,182,907
Total operating expenses	3,216,877	148,444	3,365,321
Operating income (loss)	(116,191)	65,060	(51,131)
Nonoperating revenues (expenses)			
Other income	164,094	-	164,094
Connection fees	199,608	-	199,608
Reimbursements	107,419	-	107,419
Interest income	73,740	1,407	75,147
Interest expense	(217,446)	-	(217,446)
	327,415	1,407	328,822
Change in net position	211,224	66,467	277,691
Net position - beginning, as restated	17,000,981	822,344	17,823,325
Net position - ending	$ 17,212,205	$ 888,811	$ 18,101,016

See Notes to the Financial Statements.

Village of Cary, Illinois

Statement of Cash Flows - Proprietary Funds
Year Ended April 30, 2014

	Water and Sanitation	Nonmajor Enterprise Parking	Totals
Cash flows from operating activities			
Receipts from customers and users	$ 3,564,348	$ 213,504	$ 3,777,852
Payments to employees	(1,170,208)	(54,893)	(1,225,101)
Payments to suppliers	(791,592)	(70,538)	(862,130)
Net cash flows provided by operating activities	1,602,548	88,073	1,690,621
Cash flows from capital and related financing activities			
Purchase of capital assets	(1,052,610)	-	(1,052,610)
Principal paid on debt	(768,809)	-	(768,809)
Interest paid on debt	(179,096)	-	(179,096)
Net cash flows used for capital and related financing activities	(2,000,515)	-	(2,000,515)
Cash flows from investing activities			
Purchase of investments	(1,388,587)	(99,600)	(1,488,187)
Sale of investments	1,923,906	-	1,923,906
Interest received	73,740	1,407	75,147
Net cash flows provided by (used for) investing activities	609,059	(98,193)	510,866
Net change in cash and cash equivalents	211,092	(10,120)	200,972
Cash and cash equivalents - beginning	987,004	374,608	1,361,612
Cash and cash equivalents - ending	$ 1,198,096	$ 364,488	$ 1,562,584
Reconciliation of operating income (loss) to net cash provided by operating activities			
Operating income (loss)	$ (116,191)	$ 65,060	$ (51,131)
Adjustments to reconcile operating income (loss) to net cash provided by operating activities:			
Other income	471,121	-	471,121
Depreciation and amortization	1,149,043	33,864	1,182,907
Changes in assets and liabilities			
Accounts receivable	(7,459)	-	(7,459)
Prepaids	(60,564)	7,068	(53,496)
Accounts payable	179,207	(18,067)	161,140
Accrued payroll	3,502	125	3,627
Benefits payable	-	23	23
Compensated absences	(16,111)	-	(16,111)
Net cash provided by operating activities	$ 1,602,548	$ 88,073	$ 1,690,621

See Notes to the Financial Statements.

Village of Cary, Illinois

Statement of Net Position - Fiduciary Funds
April 30, 2014

	Police Pension Trust	Agency
Assets		
Cash and cash equivalents	$ 63,342	$ 2,069,073
Investments		
Money market funds	168,100	-
U.S. government and agency securities	3,846,798	-
Corporate debt securities	545,972	-
Mutual funds - equity	3,847,855	-
Receivables		
Taxes	-	1,465,006
Accrued interest	33,117	-
Prepaids	4,183	-
Total assets	8,509,367	3,534,079
Liabilities		
Accounts payable	8,998	-
Due to bondholders	-	3,534,079
Total liabilities	8,998	3,534,079
Net Position		
Net plan position held in trust for pension benefits	$ 8,500,369	$ -

See Notes to the Financial Statements.

Village of Cary, Illinois

Statement of Changes in Net Position - Fiduciary Funds
Year Ended April 30, 2014

	Police Pension Trust
Additions	
Contributions - employer	$ 508,418
Contributions - plan members	251,013
Total contributions	759,431
Investment income	
Interest earned	398,259
Net change in fair value of investments	215,278
	613,537
Less investment expenses	(40,557)
Net investment income	572,980
Miscellaneous	50
Total additions	1,332,461
Deductions	
Administration	31,735
Benefits and refunds	
Benefits	358,194
Refunds	136,215
Total deductions	526,144
Change in net position	806,317
Net plan position held in trust for pension benefits	
Beginning	7,694,052
Ending	$ 8,500,369

See Notes to the Financial Statements.

Note 1. Summary of Significant Accounting Policies

The Village of Cary, Illinois, incorporated in 1897, is a municipal corporation governed by an elected president and six-member Board of Trustees. The Village's major operations include police safety, highway and street maintenance and reconstruction, forestry, building code enforcement, public improvements, economic development, planning and zoning, water, sanitation and parking services, and general administrative services.

The more significant of the Village's accounting policies established in GAAP and used by the Village are described below.

Reporting Entity

As defined by accounting principles generally accepted in the United States of America established by GASB, the financial reporting entity consists of the primary government, as well as its component units, which are legally separate organizations for which the elected officials of the primary government are financially accountable. Financial accountability is defined as:

(a) Appointment of a voting majority of the component unit's board, and either (1) the ability to impose will by the primary government, or (2) the possibility that the component unit will provide a financial benefit to or impose a financial burden on the primary government; or

(b) Fiscal dependency on the primary government.

Police Pension Employees Retirement System

The Village's sworn police employees participate in the Police Pension Employees Retirement System (PPERS). PPERS functions for the benefit of these employees and is governed by a five-member pension board. Two members appointed by the Village's President, one elected pension beneficiary and two elected police employees constitute the pension board. The participants are required to contribute a percentage of salary as established by state statute and the Village is obligated to fund all remaining PPERS costs based upon actuarial valuations. The State of Illinois is authorized to establish benefit levels and the Village is authorized to approve the actuarial assumptions used in the determination of contribution levels. Although it is legally separate from the Village, the PPERS is reported as if it were part of the primary government because its sole purpose is to provide retirement benefits for the Village's police employees. The PPERS is reported as a fiduciary fund, and specifically a pension trust fund, due to the fiduciary responsibility exercised over the PPERS.

Note 1. Summary of Significant Accounting Policies (Continued)

Basis of Presentation

Government-Wide Statements

The Village's basic financial statements include both government-wide (reporting the Village as a whole) and fund financial statements (reporting the Village's major funds). Both the government–wide and fund financial statements categorize primary activities as either governmental or business type. The Village's police, highway and street maintenance and reconstruction, forestry, building code enforcement, public improvements, economic development, planning and zoning, and general administrative services are classified as governmental activities. The Village's water, sanitation and parking services are classified as business-type activities.

In the government-wide Statement of Net Position, both the governmental and business-type activities columns are: (a) presented on a consolidated basis by column, and (b) reported on a full accrual, economic resource basis, which recognizes all long-term assets and receivables as well as long-term debt and obligations. The Village's net position is reported in three components:

> Net investment in capital assets - Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
>
> Restricted net position - Consists of net position with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislations.
>
> Unrestricted net position - All other net position that does not meet the definition of "restricted" or "net investment in capital assets."

The Village generally first utilizes restricted resources to finance qualifying activities.

The government-wide Statement of Activities reports both the gross and net cost of each of the Village's functions and business-type activities (general government, public safety, streets and roads, etc.). The functions are supported by general government revenues (property, sales and use taxes, certain intergovernmental revenues, fines, permits and charges, etc.). The Statement of Activities reduces gross expenses (including depreciation) by related program revenues, which include a) charges to customers or applicants who purchase, use or directly benefit from goods, services or privileges provided by a given function or segment and b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment.

The net costs (by function or business-type activity) are normally covered by general revenue (property tax, sales tax, intergovernmental revenues, interest income, etc.).

The Village does not allocate indirect costs. An administrative service fee is charged by the General Fund to the other operating funds that is eliminated like a reimbursement (reducing the revenue and expense in the General Fund) to recover the direct costs of General Fund services provided (finance, personnel, purchasing, legal, technology management, etc.).

Note 1. Summary of Significant Accounting Policies (Continued)

Basis of Presentation (Continued)

Government-Wide Statements (Continued)

This government-wide focus is more on the sustainability of the Village as an entity and the change in the Village's net position resulting from the current year's activities.

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

Fund Financial Statements

The financial transactions of the Village are reported in individual funds in the fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprises its assets, liabilities, fund equity, revenues and expenditures/expenses. Funds are organized into three major categories: governmental, proprietary, and fiduciary. The emphasis in fund financial statements is on the major funds in either the governmental or business-type activities categories. Nonmajor funds by category are summarized into a single column. GASB Statement No. 34 sets forth minimum quantitative criteria for the determination of major funds. The Village electively added funds, as major funds, which either had debt outstanding or a specific community focus. The nonmajor funds are combined in a column in the fund financial statements.

The various funds are reported by generic classification within the financial statements. The following fund types are used by the Village:

Governmental Funds

The focus of the governmental funds' measurement (in the fund statements) is upon determination of financial position and changes in financial position (sources, uses, and balances of financial resources) rather than upon net income. The following is a description of the governmental funds of the Village:

General fund is the general operating fund of the Village. It is used to account for all financial resources except those accounted for in another fund. The General Fund is a major fund.

Capital projects funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by business-type/proprietary funds). The Village maintains two major capital projects funds, the "Infrastructure Capital Improvements Fund," and the "Other Capital Projects Fund." The Infrastructure Capital Improvements Fund is used to account for the acquisition and improvements of Village infrastructure. The Other Capital Projects Fund is used to account for the acquisition and improvement of Village property including general capital assets. The Village also maintains two nonmajor capital project funds – the TIF Capital Project Fund and the Vehicle and Equipment Capital Project Fund.

Note 1. Summary of Significant Accounting Policies (Continued)

Basis of Presentation (Continued)

Fund Financial Statements (Continued)

Governmental Funds (Continued)

Debt service funds are used to account for resources that are restricted, committed or assigned to expenditure for principal and interest. The Village maintains one nonmajor debt service fund.

Permanent funds are used to report resources that are legally restricted to the extent that only earnings, and not principal, may be used for purposes that support the Village's programs. The Village maintains one nonmajor permanent fund.

Proprietary Funds

The focus of proprietary fund measurement is upon determination of operating income, changes in net position, financial position, and cash flows. The generally accepted accounting principles applicable are those similar to businesses in the private sector. Proprietary funds consist of Enterprise Funds and Internal Service Funds. The Village does not have any Internal Service Funds.

Enterprise funds are required to account for operations for which a fee is charged to external users for goods or services and the activity (a) is financed with debt that is solely secured by a pledge of the net revenues, (b) has third party requirements that the cost of providing services, including capital costs, be recovered with fees and charges or (c) establishes fees and charges based on a pricing policy designed to recover similar costs.

The Village maintains one major enterprise fund, the Water and Sanitation Fund which is used to account for the provision of potable water and wastewater treatment 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 and maintenance, financing and related debt service, billing and collection. The Village also maintains one nonmajor enterprise fund the Parking Fund.

Fiduciary Funds

Fiduciary funds are used to report assets held in a trustee or agency capacity for others and therefore are not available to support Village programs. The reporting focus is on net position and changes in net position and is reported using accounting principles similar to proprietary funds.

Pension trust funds are used to account for assets held in a trustee capacity for pension benefit payments. The Police Pension Fund accounts for the accumulation of resources to be used for disability and retirement annuity payments to employees covered by the plan.

Note 1. Summary of Significant Accounting Policies (Continued)

Basis of Presentation (Continued)

Fund Financial Statements (Continued)

Fiduciary Funds (Continued)

Agency funds are used to account for assets held by the Village in a purely custodial capacity. The Special Service Area #1 Fund is used to account for the collection of property taxes within special service area #1 and payments of related special service area debt. The Special Service Area #2 Fund is used to account for the collection of property taxes within special service area #2 and payment of related special service area debt. The Home Value Assistance Program Fund is used to account for the disbursement of $1,000,000 received from Meyer Material Company to 130 property owners as identified in the Conditional Use Permit dated February 19, 2008. The Fund has reimbursed up to $7,500 to most of the 130 property owner program participants for qualified reimbursable home improvement costs.

The Village's fiduciary funds are presented in the fiduciary fund financial statements by type (pension trust and agency). Since by definition these assets are being held for the benefit of a third party (other local governments, private parties, pension participants, etc.) and cannot be used to address activities or obligations of the Village, these funds are not incorporated into the government-wide statements.

Measurement Focus and Basis of Accounting

Measurement Focus

Measurement focus is a term used to describe "which" transactions are recorded within the various financial statements. Basis of accounting refers to "when" transactions are recorded regardless of the measurement focus applied.

On the government-wide Statement of Net Position and the Statement of Activities, both governmental and business-like activities are presented using the economic resources measurement focus as defined below.

In the fund financial statements, the "current financial resources" measurement focus or the "economic resources" measurement focus is used as appropriate.

All governmental funds utilize a "current financial resources" measurement focus. Only current financial assets and liabilities are generally included on their balance sheets. Their operating statements present sources and uses of available spendable financial resources during a given period. These funds use fund balance as their measure of available spendable financial resources at the end of the period.

Note 1. Summary of Significant Accounting Policies (Continued)

Measurement Focus and Basis of Accounting (Continued)

Measurement Focus (Continued)

All proprietary and pension trust funds utilize an "economic resources" measurement focus. The accounting objectives of this measurement focus are the determination of operating income, changes in net position (or cost recovery), financial position, and cash flows. All assets and liabilities (whether current or noncurrent) associated with their activities are reported. Proprietary and pension trust fund equity is classified as net position.

Agency funds are not involved in the measurement of results of operations; therefore, measurement focus is not applicable to them.

The Governmental Accounting Standards Board (GASB) has issued Statement No. 65, *Items Previously Recorded as Assets and Liabilities* (GASB 65), which was adopted by the Village for the year ended April 30, 2014. GASB 65 now establishes accounting and financial reporting standards that reclassify, as deferred outflows of resources or deferred inflows of resources, certain items that were previously reported as assets and liabilities and recognizes, as outflows of resources or inflows of resources, certain items that were previously reported as assets and liabilities. In accordance with GASB 65, the Village now reports both deferred inflows of resources and deferred outflows of resources on its financial statements. In addition, the impact of implementing this statement resulted in a restatement of the beginning net position for business-type activities. Please see Note 10 for details of the impact of this restatement.

Basis of Accounting

In the government-wide Statement of Net Position and Statement of Activities, both governmental and business-like activities are presented using the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset used. Revenues, expenses, gains, losses, assets, and liabilities resulting from exchange and exchange-like transactions are recognized when the exchange takes place.

In the fund financial statements, governmental funds are presented on the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when "measurable and available." Measurable means knowing or being able to reasonably estimate the amount. Available means collectible within the current period or within sixty days after year-end. The Village recognizes property taxes when they become both measurable and available in accordance with GASB Codification Section P70.

A ninety-day availability period is used for revenue recognition for all other governmental fund revenues. Expenditures (including capital outlay) are recorded when the related fund liability is incurred, except for most noncurrent liabilities such as pensions, compensated absences, OPEB and general obligation bond principal and interest which are recognized when due.

In applying the susceptible to accrual concept under the modified accrual basis, those revenues susceptible to accrual are property taxes, sales and use taxes, franchise taxes, licenses, interest revenue, and charges for services. All other revenues are not susceptible to accrual because generally they are not measurable until received in cash.

Note 1. Summary of Significant Accounting Policies (Continued)

Measurement Focus and Basis of Accounting (Continued)

Basis of Accounting (Continued)

All proprietary, pension trust and agency funds utilize the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset used.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses 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 Village's enterprise funds are charges to customers for sales and services. The Village also recognizes as operating revenue the portion of tap fees intended to recover the cost of connecting new customers to the system. Operating expenses for enterprise funds and internal service funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

Assets, Liabilities, and Net Position or Fund Balances

Cash and Investments

For the purpose of the proprietary funds "Statement of Cash Flows", cash and cash equivalents are considered to be cash on hand, demand deposits, and all highly liquid investments with an original maturity of three months or less.

Investments are reported at fair value. Securities traded on national exchanges are valued at the last reported sales price. Investments that do not have any established market, if any, are reported at estimated fair value.

Receivables

Major receivables balances for governmental activities include property taxes, sales and use taxes, franchise taxes, and grants. Business-type activities report utility charges as their major receivables. Allowances for uncollectible accounts receivable are based upon historical trends and the periodic aging of accounts receivable.

Interfund Receivables, Payables and Activity

Interfund activity is reported as loans, services provided, reimbursements or transfers. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation. Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures/expenses. Reimbursements are when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers.

Note 1. Summary of Significant Accounting Policies (Continued)

Assets, Liabilities, and Net Position or Fund Balances (Continued)

Prepaids/Inventories

Governmental fund-type prepaid expenditures are recorded when consumed rather than paid. Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaids in both the government-wide and fund financial statements. The governmental fund-type prepaid/expenditures are recorded when consumed rather than when paid.

Capital Assets

Capital assets, which include land, buildings, vehicles, machinery, equipment and infrastructure, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements and in the proprietary (enterprise) funds statements. Capital assets purchased or acquired with an original cost of $5,000 or more are reported at historical cost or estimated historical cost. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred.

Capital assets are recorded at historical cost, or where historical cost is not available, estimated historical cost. Contributed assets are reported at fair market value as of the date received.

Depreciation on all assets is computed and recorded using the straight-line method of depreciation over the following estimated useful lives:

Buildings and Improvements	10 – 45 Years
Vehicles	2 – 12 Years
Machinery and Equipment	3 – 10 Years
Infrastructure	10 – 40 Years

GASB Statement No. 34 required the Village to report and depreciate new infrastructure assets effective with the beginning of its April 30, 2005 fiscal year. Infrastructure assets include roads, sidewalks, underground pipe (other than related to utilities), traffic signals, etc. These infrastructure assets are the largest asset class of the Village. Neither their historical cost nor related depreciation had historically been reported in the financial statements prior to FY 2005. Under GASB Statement No. 34, the Village was not required to retroactively restate infrastructure assets.

Note 1. Summary of Significant Accounting Policies (Continued)

Assets, Liabilities, and Net Position or Fund Balances (Continued)

Compensated Absences

The Village accrues accumulated unpaid vacation and associated employee-related costs when earned (or estimated to be earned) by the employee. In accordance with GASB Statement No. 16, no liability is recorded for nonvesting accumulating rights to receive sick pay benefits. However, a liability is recognized for that portion of accumulated sick leave that is estimated to be taken as "terminal leave" prior to retirement.

All vacation pay is accrued when incurred in the government-wide and proprietary fund financial statements. A liability for these amounts is reported in the governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

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 type statement of net position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount.

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

Unearned/Deferred Revenue

The Village reports both deferred revenue as deferred inflows of resources and unearned revenues on its financial statements. Deferred inflows of resources arise when a potential revenue does not meet both the "measurable" and "available" criteria for recognition in the current period for governmental funds. Unearned revenues also arise when resources are received by the Village before it has a legal claim to them, as when grant monies are received prior to the incurrence of qualifying expenditures. In subsequent periods, when revenue recognition criteria are met or when the Village has a legal claim to the resources, the liability for unearned revenues is removed from the financial statements and revenue is recognized.

Note 1. Summary of Significant Accounting Policies (Continued)

Assets, Liabilities, and Net Position or Fund Balances (Continued)

Fund Balances

The Governmental Accounting Standards Board (GASB) has issued GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions* (GASB 54), which was adopted by the Village for the year ended April 30, 2011. This Statement established fund balance classifications that comprise a hierarchy based primarily on the extent to which a government is bound to observe constraints imposed upon the use of the resources reported in the governmental funds.

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

> ***Nonspendable*** – includes amounts that cannot be spent because they are either: a) not in spendable form; or b) legally or contractually required to be maintained intact.
>
> ***Restricted*** – includes amounts that are restricted to specific purposes, that is, when constraints placed on the use of resources are either: a) externally imposed by creditors (such as through debt covenants), grantors, contributions, or laws or regulations of other governments; or b) imposed by law through constitutional provisions or enabling legislation.
>
> ***Committed*** – includes amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the Village's highest level of decision-making authority. Commitments are made through the adoption of an ordinance. Committed amounts cannot be used for any other purpose unless the Village removes or changes the specified action. The Village reports committed fund balance in the General Fund related to land conservancy funds. The Village's Board, through adoption of an ordinance, has committed these funds for operations and maintenance costs of the future recreation area to be built and dedicated by Meyer Material to the Village.
>
> ***Assigned*** – includes amounts that are constrained by the Village's *intent* to be used for specific purposes, but that are neither restricted nor committed. Intent is expressed by: a) the Village's Board itself; b) a body or official to which the Board has delegated the authority to assign amounts to be used for specific purposes. The Village's Board has not delegated the authority to any other body or official to assign amounts for a specific purpose within the general fund. Within the other governmental fund types (special revenue, debt service, capital projects) resources are assigned by the Board in accordance with the established fund purpose and approved budget / appropriation ordinance. The Village reports assigned fund balance in the Infrastructure Capital Improvements Fund, and the Other Capital Projects Fund, both major funds and in the Vehicle and Equipment Fund and the Bond Fund, both nonmajor funds.
>
> ***Unassigned*** – includes the residual fund balance that has not been restricted, committed, or assigned within the general fund and deficit fund balances of other governmental funds.

Note 1. Summary of Significant Accounting Policies (Continued)

Assets, Liabilities, and Net Position or Fund Balances (Continued)

Fund Balances (Continued)

Minimum Fund Balance Policy. The Village's policy manual states that the General Fund shall maintain a minimum fund balance of the lesser of $2,000,000 or three months of the current fiscal year's operating expenditure budget. Fund balances in excess of said levels may be transferred to the capital projects funds at the discretion of the Board.

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

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

Use of Accounting Estimates

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

Note 2. Stewardship, Compliance and Accountability

Budgetary Information

Budgets are adopted on a basis consistent with generally accepted accounting principles. Annual appropriations are adopted for the general, capital projects, and enterprise funds. All annual appropriations lapse at fiscal year-end.

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

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

The Administrator is authorized to transfer budgeted amounts between departments within any fund; however, any revisions that alter the total expenditures of any fund must be approved by the governing body. Expenditures may not legally exceed budgeted appropriations at the fund level.

Note 3. Deposits and Investments

The Village maintains a cash and investment pool that is available for use by all funds except the pension trust funds. Each fund type's portion of this pool is displayed on the financial statements as "cash and investments." In addition, investments are separately held by several of the Village's funds.

Permitted Deposits and Investments - Statutes authorize the Village to make deposits/invest in commercial banks, savings and loan institutions, obligations of the U.S. Treasury and U.S. Agencies, obligations of States and their political subdivisions, credit union shares, repurchase agreements, commercial paper rated within the three highest classifications by at least two standard rating services, and the Illinois Funds.

The deposits and investments of the Pension Funds are held separately from those of other Village funds. Statutes authorize the Pension Funds to make deposits/invest in interest bearing direct obligations of the United States of America; obligations that are fully guaranteed or insured as to the payment of principal and interest by the United States of America; bonds, notes, debentures, or similar obligations of agencies of the United States of America; savings accounts or certificates of deposit issued by banks or savings and loan associations chartered by the United States of America or by the State of Illinois, to the extent that the deposits are insured by the agencies or instrumentalities of the federal government; State of Illinois Bonds; pooled accounts managed by the Illinois Public Treasurer, or by banks, their subsidiaries or holding companies, in accordance with the laws of the State of Illinois; bonds or tax anticipation warrants of any county, township, or municipal corporation of the State of Illinois; direct obligations of the State of Israel; money market mutual funds managed by investment companies that are registered under the federal Investment Company Act of 1940 and the Illinois Securities Law of 1953 and are diversified, open-ended management investment companies, provided the portfolio is limited to specified restrictions; general accounts of life insurance companies and separate accounts of life insurance companies provided the investment in separate accounts does not exceed ten percent of the pension fund's net assets; and equities, subject to limitations.

As of April 30, 2014, cash and investments consisted of the following:

		Fiduciary Activities		
	Village	Pension Trust Fund	Agency Fund	Total
Cash and demand deposits	$ 4,840,819	$ 63,342	$ 2,069,073	$ 6,973,234
Certificates of deposit	7,530,736	-	-	7,530,736
The Illinois Funds	909,900	-	-	909,900
Illinois Metropolitan Investment Fund	9,171,721	768	-	9,172,489
Money Market Funds	-	167,332	-	167,332
U.S. Treasury securities	-	1,980,865	-	1,980,865
U.S. Agency securities	-	1,865,933	-	1,865,933
Corporate debt securities	-	545,972	-	545,972
Mutual funds - equity	-	3,847,855	-	3,847,855
Total	$ 22,453,176	$ 8,472,067	$ 2,069,073	$ 32,994,316

Note 3. Deposits and Investments (Continued)

The Illinois Funds

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

Illinois Metropolitan Investment Fund

The Illinois Metropolitan Investment Fund (IMET) is a non-for-profit investment trust formed pursuant to the Illinois Municipal Code. IMET is managed by a Board of Trustees elected from the participating members. IMET is not registered with the SEC as an Investment Company. The fair value of the positions in the pool is the same as the value of the pool shares.

Village

Interest Rate Risk, Credit Risk, Custodial Credit Risk and Concentration Risk

Interest Rate Risk. Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The Village's investment policy states that there should be maintenance of sufficient liquidity to meet operating requirements. Furthermore, to the extent possible, the Village shall attempt to match its investments with anticipated cash flow requirements. Unless matched to a specific cash flow, the Village will not directly invest in securities maturing more than two years from the date of purchase. Reserve funds may be invested in securities exceeding two years if the maturity of such investments are made to coincide as nearly as practicable with the expected use of the funds. The maturities of the Village's investments in the Illinois Funds are less than one year and IMET Fund are less than three years.

Credit Risk. Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. Besides investing in instruments authorized under State Statute, the Village's investment policy does not further limit investment choices. At year-end, the Village's investments in the Illinois Funds is rated AAA by Standard & Poor's. The IMET Fund 1-3 Year Series and Convenience Fund are depository vehicles that are 100 percent collateralized with obligations of the United States Treasury and its agencies. All collateral securities are held in the name of the Illinois Metropolitan Investment Fund at the Federal Reserve Bank of New York. IMET has been rated AAA by Moody's.

Custodial Credit Risk. In the case of deposits, this is the risk that in the event of a bank failure, the Village's deposits may not be returned to it. The Village's investment policy states funds on deposit (checking accounts, certificates of deposit, etc.) in excess of FDIC limits must be secured by some form of collateral in the name of the Village held by an independent third party. At year-end, all deposits were properly collateralized and the Village deposits were not exposed to custodial credit risk. For an investment, this is the risk that in the event of the failure of the counterparty, the Village will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The Village's investment policy states that the Chief Financial Officer will have the responsibility for selecting safekeeping agents for securities unless physically held by the Chief Financial Officer. At year-end, the Village's investments in the Illinois Funds and the IMET Fund are not subject to custodial credit risk.

Note 3. Deposits and Investments (Continued)

Village (Continued)

Interest Rate Risk, Credit Risk, Custodial Credit Risk and Concentration Risk (Continued)

Concentration of Credit Risk. This is the risk of loss attributed to the magnitude of the Village's investment in a single issuer. The Village's investment policy states that investments shall be diversified to the best of the Village's ability based on the type of funds invested and the cash flow needs of those funds. Diversification can be by type of investment, number of institutions invested in, and length of maturity. At year-end, the Village's investments in the Illinois Funds and IMET Fund are not subject to concentration of credit risk because the Village owns pool shares rather than individual securities.

Police Pension Fund (Fund)

Interest Rate Risk, Credit Risk, Custodial Credit Risk and Concentration Risk

Interest Rate Risk. The Fund's investment policy does not address interest rate risk. As of fiscal year end, the Fund had the following fixed income investments and maturities:

		Investment Maturities (in Years)			
Investment Type	Fair Value	Less Than 1	1 to 5	6 to 10	More Than 10
U.S. Treasury securities	$ 1,980,865	$ 20,618	$ 1,181,727	$ 778,520	$ -
U.S. Agency securities	1,865,933	158,987	325,280	576,185	805,481
Corporate debt securities	545,972	29,666	273,941	242,365	
Illinois Metropolitan Investment Fund	768	768	-	-	-
	$ 4,393,538	$ 210,039	$ 1,780,948	$ 1,597,070	$ 805,481

Credit Risk. The Fund's investment policy helps limit exposure to credit risk by primarily investing in securities issued by the United States Government and/or its agencies that are implicitly guaranteed by the United States Government. Other than attempting to invest in securities implicitly guaranteed by the United States Government and investment instruments authorized by State Statute, the Village's investment policy does not further limit investment choices. As of fiscal year-end, the Fund had the following fixed income investments and ratings:

	Fair	Standard & Poors				
Investment Type	Value	AAA	AA	A	BBB	NR
U.S. Agency securities	$ 1,865,933	$ -	$ 486,268	$ -	$ -	$ 1,379,665
Corporate debt securities	545,972	-	89,819	445,769	10,384	-
Illinois Metropolitan Investment Fund*	768	768	-	-	-	-
	$ 2,412,673	$ 768	$ 576,087	$ 445,769	$ 10,384	$ 1,379,665

* Rating by Moody's

Money market funds of $167,332 were not rated.

Note 3. Deposits and Investments (Continued)

Police Pension Fund (Fund) (Continued)

Interest Rate Risk, Credit Risk, Custodial Credit Risk and Concentration Risk (Continued)

Custodial Credit Risk. The Fund's investment policy does not address custodial credit risk for deposits. For investments, the Fund's investment policy requires a custodian to accept possession of securities for safekeeping. At year-end, the Fund was not exposed to custodial credit risk for its deposits or investments.

Concentration Credit Risk. Additionally at year-end, the Fund has $3,847,855 invested in mutual funds. The Fund's investment policy states that assets shall be diversified in order to minimize the risk of losses. Furthermore, the Fund's investment policy states the following asset classifications and acceptable minimum and maximum holding ranges:

	Maximum	Minimum
Mutual Funds	45%	40%
Fixed Income	60%	55%
Cash Equivalents	2%	0%

At year-end, the Fund's investments fall within the acceptable range thresholds disclosed in the Police Pension Investment Policy.

The Village Pension Fund had the following investments (other than guaranteed by the U.S. government) that exceeded 5% of Plan net position as of April 30, 2014.

Issuer	Fair Value	Percentage of Net Position
Federal National Mortgage Association	$ 830,828	9.77%
Federal Home Loan Mortgage Corporation	823,968	9.69%

Note 4. Property Taxes

Property taxes levied in 2013 attach as an enforceable lien on January 1, 2013, on property values assessed as of the same date. Taxes are levied by passage of a Tax Levy Ordinance. Tax bills are prepared by McHenry County and are payable in two installments, on or about June 1, 2014 and September 1, 2014. The County collects such taxes and remits them periodically. The 2013 levy is intended to finance the Village 2015 fiscal year and is reported as a receivable and deferred inflows of resources.

The Village's property tax is levied each calendar year on all taxable real property located in the Village.

Note 5. Land Held for Resale

From time to time the Village purchases vacant parcels of land which are then held for resale. The land is recorded at the lower of cost or the current fair market value, whichever is lower. As of April 30, 2014, the Village has 3 parcels of land recorded at $369,000.

Note 6. Capital Assets

Governmental Activities

Governmental capital asset activity for the year was as follows:

	Beginning Balances	Increases	Decreases	Ending Balances
Capital assets not being depreciated				
Land	$ 193,642	$ -	$ -	$ 193,642
Depreciable capital assets				
Buildings and improvements	4,999,291	9,537	-	5,008,828
Vehicles	2,061,297	216,775	-	2,278,072
Machinery and equipment	299,679	166,160	-	465,839
Infrastructure	14,394,438	1,817,607	-	16,212,045
	21,754,705	2,210,079	-	23,964,784
Less accumulated depreciation				
Buildings and improvements	1,752,745	113,190	-	1,865,935
Vehicles	1,583,331	83,676	-	1,667,007
Machinery and equipment	247,085	19,089	-	266,174
Infrastructure	1,691,938	406,370	-	2,098,308
	5,275,099	622,325	-	5,897,424
Total depreciable capital assets	16,479,606	1,587,754	-	18,067,360
Total capital assets	$ 16,673,248	$ 1,587,754	$ -	$ 18,261,002

Depreciation expense was charged to governmental activities as follows:

General government	$ 136,911
Public safety	18,670
Highways and streets	466,744
	$ 622,325

Note 6. Capital Assets (Continued)

Business-Type Activities

Business-type capital asset activity for the year was as follows:

	Beginning Balances	Increases	Decreases	Ending Balances
Capital assets not being depreciated				
Land	$ 356,539	$ -	$ -	$ 356,539
Depreciable capital assets				
Land improvements	193,497	-	-	193,497
Buildings and improvements	12,987,139	-	-	12,987,139
Vehicles	108,865	-	-	108,865
Machinery and equipment	3,713,362	9,420	-	3,722,782
Infrastructure	18,725,146	1,043,191	-	19,768,337
	35,728,009	1,052,611	-	36,780,620
Less accumulated depreciation				
Land improvements	69,359	15,448	-	84,807
Buildings and improvements	8,130,427	368,502	-	8,498,929
Vehicles	85,012	5,624	-	90,636
Machinery and equipment	3,409,051	82,514	-	3,491,565
Infrastructure	10,232,868	710,819	-	10,943,687
	21,926,717	1,182,907	-	23,109,624
Total depreciable capital assets	13,801,292	(130,296)	-	13,670,996
Total capital assets	$ 14,157,831	$ (130,296)	$ -	$ 14,027,535

Depreciation expense was charged to business-type activities as follows:

Water and sanitation	$ 1,149,043
Parking	33,864
	$ 1,182,907

Note 7. Long-Term Debt

General Obligation Bonds

The Village issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. General obligation bonds are direct obligations and pledge the full faith and credit of the Village. General obligation bonds currently outstanding are as follows:

Issue	Fund Debt Retired By	Beginning Balances	Issuances	Retirements	Ending Balances
General Obligation Alternate Revenue Source Bonds of 2009, due in annual installments of $265,000 to $440,000 plus interest at 1.3% to 5.2% through November 1, 2024	Debt Service Bond	$ 4,190,000	$ -	$ 280,000	$ 3,910,000

Revenue Bonds

The Village issues bonds for which the Village pledges income derived from the acquired or constructed assets to pay debt service. Revenue bonds currently outstanding are as follows:

Issue	Fund Debt Retired By	Beginning Balances	Issuances	Retirements	Ending Balances
Water and Sanitation Refunding Revenue Bonds of 2003, due in annual installments of $25,000 to $175,000 plus interest at 2.0% to 3.65% through May 1, 2015	Water and Sanitation	$ 505,000	$ -	$ 160,000	$ 345,000
Water and Sanitation Refunding Revenue Bonds of 2005, due in annual installments of $30,000 to $305,000 plus interest at 2.10% to 4.50% through May 1, 2017	Water and Sanitation	1,400,000	-	255,000	1,145,000
		$ 1,905,000	$ -	$ 415,000	$ 1,490,000

Note 7. Long-Term Debt (Continued)

IEPA Loan

The Village has entered into an agreement with the IEPA to provide low interest financing for waterworks and sewerage improvements. IEPA Loan balance currently outstanding is as follows:

Issue	Fund Debt Retired By	Beginning Balances	Issuances	Retirements	Ending Balances
IEPA Loan of 2002, due in annual installments of $465,565, including interest at 2.57% through May 1, 2024	Water and Sanitation	$ 4,436,373	$ -	$ 353,809	$ 4,082,564

Long-Term Liability Activity

Changes in long-term liabilities during the fiscal year were as follows:

Type of Debt	Beginning Balances	Additions	Deductions	Ending Balances	Amounts Due within One Year
Governmental activities					
Net pension obligation	$ 751,434	$ 534,717	$ 508,418	$ 777,733	$ -
Compensated absences	236,345	5,606	8,967	232,984	46,497
General obligation bonds	4,190,000	-	280,000	3,910,000	290,000
Net other post-employment benefit obligation	19,928	7,908	-	27,836	-
	$5,197,707	$ 548,231	$ 797,385	$4,948,553	$ 336,497
Business-type activities					
Compensated absences	$ 55,087	$ 5,765	$ 21,876	$ 38,976	$ 7,795
Revenue bonds	1,905,000	-	415,000	1,490,000	440,000
IEPA loan of 2002	4,436,373	-	353,809	4,082,564	362,960
	$6,396,460	$ 5,765	$ 790,685	$5,611,540	$ 810,755

The General Fund makes payments on the net pension obligation, compensated absences, and net other post-employment benefit obligation for governmental activities. The Bond Fund (Nonmajor Governmental Fund) makes payments on the general obligation bonds. The Water and Sanitation Fund makes payments on the revenue bonds, IEPA Loan and compensated absences for the business-type activities.

Note 7. Long-Term Debt (Continued)

Noncommitment Debt

Special Service Area Bonds

Special service area bonds outstanding as of the date of this report totaled $16,676,000. These bonds are not an obligation of the government and are secured by the levy of annual tax on the real property within the special service area. The government is in no way liable for repayment but is only acting as agent for the property owners in levying and collecting the tax, and forwarding the collections to bondholders.

Debt Service Requirements to Maturity

The annual debt service requirements to maturity, including principal and interest, are as follows:

	Governmental Activities		Business-Type Activities			
Fiscal Year Ending	General Obligation Bonds		Revenue Bonds		IEPA Loan	
April 30	Principal	Interest	Principal	Interest	Principal	Interest
2015	$ 290,000	$ 175,363	$ 440,000	$ 48,799	$ 362,960	$ 102,605
2016	300,000	166,083	455,000	31,290	372,349	93,217
2017	310,000	155,732	290,000	17,406	381,979	83,586
2018	320,000	144,107	305,000	5,948	391,859	73,706
2019	335,000	130,907	-	-	401,995	63,570
2020	350,000	116,000	-	-	412,392	53,173
2021	365,000	100,075	-	-	423,059	42,507
2022	380,000	82,920	-	-	434,001	31,564
2023	400,000	64,300	-	-	445,227	20,338
2024	420,000	44,300	-	-	456,743	8,822
2025	440,000	22,880	-	-	-	-
Total	$ 3,910,000	$ 1,202,667	$ 1,490,000	$ 103,443	$ 4,082,564	$ 573,088

Note 7. Long-Term Debt (Continued)

Revenue Bond Ordinance Disclosures

Water and Sanitation Fund - The revenue bond ordinance requires that all monies held in the Water and Sanitation Fund be segregated and restricted in separate special reserve accounts, in the priority indicated by the order of the following:

Operations and Maintenance – an amount sufficient to pay one month of operating expenses of the system. Amounts may be expended on operating, maintaining and repairing the system.

Bond and Interest – an amount sufficient to pay the current portion of principal and interest maturities. Amounts may be expended for principal and interest on the bonds.

Bond Reserve – the amount of $560,000 upon delivery of the bonds and $10,000 per month until the account aggregates to maximum annual principal and interest still outstanding. Amounts may be expended for principal and interest on the bonds should sufficient funds not be available in the bond and interest account.

Depreciation, Improvement and Extention – the amount of $3,000 per month until the account aggregates 4.75% of the value of the system. Amounts may be expended on the costs of extraordinary repairs and replacements to the system.

Surplus – the amount remaining after payment of the previous four accounts. Amounts may be expended for any lawful corporate purpose.

Supplemental information required under bond ordinance provision, not subject to audit:

	Water	Sewer
Water and Sewer Rates per 1,000 Gallons	$3.81	$3.12
User Fee per Month	$2.14	$2.14
Number of Metered Water and Sewer Customers	6,220	
Quantity of Water Pumped (Gallons)	553,033,000	
Quantity of Water Billed (Gallons)	445,770,000	

Note 7. Long-Term Debt (Continued)

Legal Debt Margin

Chapter 65, Section 5/8-5-1 of the Illinois Compiled Statutes provides, "...no municipality having a population of less than 500,000 shall become indebted in any manner or for any purpose, to an amount, including existing indebtedness in the aggregate exceeding 8.625% on the value of the taxable property therein, to be ascertained by the last assessment for state and county purposes, previous to the incurring of the indebtedness or, until January 1, 1983, if greater, the sum that is produced by multiplying the municipality's 1978 equalized assessed valuation by the debt limitation percentage in effect on January 1, 1979."

Assessed Valuation - 2013	$ 410,710,351
Legal Debt Limit - 8.625% of Assessed Value	35,423,768
Amount of Debt Applicable to Limit	3,910,000
Legal Debt Margin	$ 31,513,768

Note 8. Net Position Classifications

Net investment in capital assets was comprised of the following as of April 30, 2014:

Governmental activities	
Capital assets - net of accumulated depreciation	$ 18,261,002
Less capital related debt:	
General obligation bonds	(3,910,000)
Net investment in capital assets	$ 14,351,002
Business-type activities	
Capital assets - net of accumulated depreciation	$ 14,027,535
Plus: Deferred loss on refunding	120,334
Less capital related debt:	
Revenue bonds	(1,490,000)
IEPA revenue bonds	(4,082,564)
Net investment in capital assets	$ 8,575,305

Note 9. Fund Balance Reporting

The following is a schedule of fund balance classifications for the governmental funds as of year-end:

	General	Infrastructure Capital Improvements	Other Capital Projects	Nonmajor	Total
Fund balances					
Nonspendable					
Prepaids	$ 411,145	$ -	$ -	$ 51,063	$ 462,208
Land held for resale	369,000	-	-	-	369,000
	780,145	-	-	51,063	831,208
Restricted					
School crossing	35,225	-	-	-	35,225
Audit	49,650	-	-	-	49,650
Unemployment	24,009	-	-	-	24,009
ESDA	18,926	-	-	-	18,926
Revolving loan	-	-	-	501,366	501,366
Highways and streets	-	536,682	-	-	536,682
TIF - capital projects	-	-	-	597,135	597,135
	127,810	536,682	-	1,098,501	1,762,993
Committed					
Land conservancy	1,240,507	-	-	-	1,240,507
Assigned					
Debt service	-	-	-	1,380,380	1,380,380
Capital projects	-	1,675,142	2,340,144	-	4,015,286
Vehicle and equipment replacement	-	-	-	1,429,114	1,429,114
	-	1,675,142	2,340,144	2,809,494	6,824,780
Unassigned	3,756,563	-	-	-	3,756,563
Total fund balances	$ 5,905,025	$ 2,211,824	$ 2,340,144	$ 3,959,058	$ 14,416,051

Note 10. Restatement for Implementation of New Accounting Standard

As shown in the following table, the financial statements of the Village have been restated for the implementation of GASB Statement No. 65, *Items previously recorded as Assets and Liabilities* (GASB 65). The Statement of Net Position of the Village and the Statement of Net Position – Proprietary Funds both included deferred charges within the Business-Type Activities of the Village in previous years. However, pursuant to GASB 65 applicable debt issuance costs should now be recognized in the period incurred as an expense. Therefore, the Village restated the Net Position of the Water and Sanitation Fund within the Statement of Net Position – Proprietary Funds and the Business-Type Activities and the Totals column of the Primary Government's financial statements as follows:

	Water and Sanitation	Nonmajor Enterprise	Business-Type Activities
Net Position, April 30, 2013	$ 17,046,261	$ 822,344	$ 17,868,605
Implementation of GASB 65	(45,280)	-	(45,280)
Net Position, April 30, 2013 as restated	$ 17,000,981	$ 822,344	$ 17,823,325

Note 11. Other Information

Risk Management

The Village is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; natural disasters; and injuries to the Village's employees. These risks are provided for through participation in the Intergovernmental Risk Management Agency and private insurance coverage. The Village has purchased insurance from private insurance companies, covered risks include medical, dental, life, and other. Premiums have been displayed as expenditures/expenses in appropriate funds. There were no significant changes in insurance coverage's from the prior year and settlements did not exceed insurance coverage in any of the past three fiscal years.

The Village participates in the Intergovernmental Risk Management Agency (IRMA). IRMA is an organization of municipalities and special districts in Northeastern Illinois which have formed an association under the Illinois Intergovernmental Cooperation's Statute to pool its risk management needs. The agency administers a mix of self-insurance and commercial insurance coverage's; property/casualty and workers' compensation claim administration/litigation management services; unemployment claim administration; extensive risk management/loss control consulting and training programs; and a risk information system and financial reporting service for its members.

The Village's payments to IRMA are displayed on the financial statements as expenditures/expenses in appropriate funds. Each member assumes the first $10,000 of each occurrence, and IRMA has a mix of self-insurance and commercial insurance at various amounts about that level. Each member appoints one delegate, along with an alternate delegate, to represent the member on the Board of Directors. The Village does not exercise any control over the activities of the Agency beyond its representation on the Board of Directors. Initial contributions are determined each year based on the individual member's eligible revenue as defined in the by-laws of IRMA and experience modification factors based on past member loss experience. Members have a contractual obligation to fund any deficit of IRMA attributable to a membership year during which they were a member. Supplemental contributions may be required to fund these deficits.

Note 11. Other Information (Continued)

Joint Venture

The Village is a founding member of SEECOM - Southeast Emergency Communication. SEECOM is a municipal corporation and public body politic and corporate established pursuant to the Constitution of the State of Illinois and the Intergovernmental Cooperation Act of the State of Illinois, as amended (the Act). SEECOM is a cooperative joint venture organized for the purpose of providing the equipment, services and other items necessary and appropriate for the establishment, operation and maintenance of a joint public safety communications system for the mutual benefit of the members of SEECOM. The founding members of SEECOM consist of the Village of Algonquin, Illinois, the City of Crystal Lake, Illinois, and the Village of Cary, Illinois.

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

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

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

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

The Village reports its activities in SEECOM as a governmental joint venture. In accordance with the joint venture agreement, the Village remitted $313,936 to SEECOM during fiscal year 2014. In addition, the Village's equity interest in the joint venture's net assets of $163,948 is recorded within the governmental activities column of the statement of net position.

Note 12. Employee Retirement Systems and Defined Benefit Pension Plans

The Village contributes to two defined benefit pension plans, the Illinois Municipal Retirement Fund (IMRF), a defined benefit agent multiple-employer public employee retirement system; and the Police Pension Plan that is a single-employer pension plan. Separate, audited GAAP-basis financial statements for the Police Pension Plan can be obtained by writing the Village at 655 Village Hall Drive, Cary, Illinois 60013.

Illinois Municipal Retirement System

Plan Description

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

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

Funding Policy

As set by statute, Village regular employee plan members are required to contribute 4.50 percent 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 employer annual required contribution rate for calendar year 2014 and 2013 were 14.56 and 14.31 percent, respectively. The employer also contributes for disability benefits, death benefits and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by the IMRF Board of Trustees, while the supplemental retirement benefits rate is set by statute.

Annual Pension Cost

The Village's annual pension cost of $342,689 for the regular plan was equal to the Village's required contribution and actual contributions for the fiscal year.

For Fiscal Year	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Asset (Obligation)
2014	$ 342,689	100 %	$ -
2013	332,756	100	-
2012	327,439	100	-

Note 12. Employee Retirement Systems and Defined Benefit Pension Plans (Continued)

Illinois Municipal Retirement System (Continued)

Annual Pension Cost (Continued)

The required contributions for 2014 were determined as part of the December 31, 2011 actuarial valuations using the entry age normal actuarial cost method. The actuarial assumptions included (a) 7.50 percent investment rate of return (net of administrative and direct investment expenses), (b) projected salary increases of 4.00% a year, attributable to inflation, (c) additional projected salary increases ranging from 0.4% to 10% per year depending on age and service, attributable to seniority/merit, and (d) post retirement benefit increases of 3% annually. The actuarial value of the Village's regular plan assets was determined using techniques that spread the effects of short-term volatility in the market value of investments over a five-year period with a 20% corridor between the actuarial and market value of assets. The regular plan's unfunded actuarial accrued liability at the December 31, 2011 is being amortized as a level percentage of projected payroll on an open 30-year basis.

Funded Status and Funding Progress

As of December 31, 2013, the most recent actuarial valuation date, the regular plan was 62.15 percent funded. The actuarial accrued liability for benefits was $6,730,699 and the actuarial value of assets was $4,183,427, resulting in an underfunded actuarial accrued liability (UAAL) of $2,547,272. The covered payroll for calendar year 2013 (annual payroll of active employees covered by the plan) was $2,411,186 and the ratio of the UAAL to the covered payroll was 108 percent.

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

Police Pension Plan

Plan Description

The Police Pension Plan is a single-employer defined benefit pension plan that covers all sworn police personnel. Although this is a single-employer pension plan, the defined benefits and employee and employer contribution levels are governed by Illinois State Statutes and may be amended only by the Illinois legislature. The Village accounts for the plan as a pension trust fund.

At fiscal year-end the Police Pension Plan membership consisted of:

Retirees and beneficiaries currently receiving benefits and terminated employees entitled to benefits but not yet receiving them.	9
Current employees	
Vested and nonvested	28
	37

Note 12. Employee Retirement Systems and Defined Benefit Pension Plans (Continued)

Police Pension Plan (Continued)

Plan Description (Continued)

The Police Pension Plan provides retirement benefits as well as death and disability benefits. Covered employees hired before January 1, 2011, attaining the age of 50 or more with 20 or more years of creditable service are entitled to receive an annual retirement benefit of ½ of the salary attached to the rank held on the last day of service, or for one year prior to the last day, whichever is greater. The pension shall be increased by 2.5% of such salary for each additional year of service over 20 years up to 30 years, to a maximum of 75% of such salary. Covered employees hired on or after January 1, 2011, attaining the age of 55 with at least 10 years creditable service are entitled to receive an annual retirement benefit of 2.5% of final average salary for each year of service, with a maximum salary cap of $106,800 as of January 1, 2011. The maximum salary cap increases each year thereafter. The monthly benefit of a police officer hired before January 1, 2011, who retired with 20 or more years of service after January 1, 1977 shall be increased annually, following the first anniversary date of retirement and be paid upon reaching the age of at least 55 years, by 3% of the original pension and 3% compounded annually thereafter. The monthly pension of a police officer hired on or after January 1, 2011, shall be increased annually, following the later of the first anniversary date of retirement or the month following the attainment of age 60, but the lesser of 3% or ½ of the consumer price index. Employees with at least 10 years but less than 20 years of creditable service may retire at or after age 60 and receive a reduced benefit.

Funding Policy

Covered employees are required to contribute 9.91% of their base salary to the Police Pension Plan. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without accumulated interest. The Village is required to contribute the remaining amounts necessary to finance the plan, including administrative costs, as actuarially determined by an enrolled actuary. By the year 2040 the Village's contributions must accumulate to the point where the past service cost for the Police Pension Plan is 90% funded.

Summary of Significant Accounting Policies and Plan Asset Matters

Basis of Accounting

The financial statements are prepared using the accrual basis of accounting. Employee and employer contributions are recognized as revenues when due, pursuant to formal commitments, as well as statutory or contractual requirements. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan.

Method Used to Value Investments

Investments are reported at fair value. Short-term investments are reported at cost, which approximates fair value. Securities traded on national exchanges are valued at the last reported sales price.

Note 12. Employee Retirement Systems and Defined Benefit Pension Plans (Continued)

Police Pension Plan (Continued)

Summary of Significant Accounting Policies and Plan Asset Matters (Continued)

Significant Investments

See Note 3, page 45 for details on significant investments held by the Pension Plan.

Related Party Transactions

There are no securities of the employer or any other related parties included in plan assets.

Actuarial Method and Significant Actuarial Assumptions

The Village's annual required contribution for the current year and related plan information is as follows:

Contribution rates	
Employer	19.78%
Employee	9.91%
Actuarial valuation date	5/01/13
Actuarial cost method	Entry Age Normal
Amortization method	Level % of Projected Payroll Closed Basis
Remaining amortization period	28 Years
Asset valuation method	Market
Actuarial assumptions	
Investment rate of return	7.50% Compounded Annually
Projected salary increases	5.00%
Inflation rate included	3.00%
Cost-of-living adjustments	3.00%

Note 12. Employee Retirement Systems and Defined Benefit Pension Plans (Continued)

Police Pension Plan (Continued)

Annual Pension Cost and Net Pension Obligation

The Village's annual pension cost for the current year was $534,717. The Village's actual contribution was $508,418. For a description of the significant actuarial assumptions, see "Significant Actuarial Assumptions."

The pension obligation was determined in accordance with GASB Statement No. 27, "Accounting for Pensions by State and Local Governmental Employers." The pension obligation (asset) for the Police Pension Plan is as follows:

Annual required contribution	$ 511,529
Interest on the NPO	56,358
Adjustment to the ARC	(33,170)
Annual pension cost	534,717
Actual contribution	(508,418)
Increase to the NPO	26,299
NPO - beginning of year	751,434
NPO - end of year	$ 777,733

Trend Information

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

For Fiscal Year	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
2014	$ 534,717	95.1	$ 777,733
2013	474,759	95.0	751,434
2012	441,982	100.0	727,481

Note 12. Employee Retirement Systems and Defined Benefit Pension Plans (Continued)

Police Pension Plan (Continued)

Funded Status and Funding Progress

The Village's funded status for the current year and related information for the Police Pension Plan is as follows:

Actuarial valuation date	05/01/2013
Percent funded	52.83%
Actuarial accrued liability for benefits	$14,564,428
Actuarial value of assets	$7,694,051
Over (under) funded actuarial accrued liability (UAAL)	$6,870,377
Covered payroll (annual payroll of active employees covered by the Plan)	$2,278,879
Ratio of UAAL to covered payroll	301.48%

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

Note 13. Other Post-Employment Benefits

Plan Descriptions, Provisions, and Funding Policies

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

The Village provides post-employment health care benefits to its retirees. To be eligible for benefits, an employee must qualify for retirement under one of the Village's retirement plans. Elected officials are eligible for benefits if they qualify for retirement through the Illinois Municipal Retirement Fund.

All health care benefits are provided through the Village's insurance plan. The benefit levels are the same as those afforded to active employees. Benefits include general inpatient and outpatient medical services; mental, nervous, and substance abuse care; vision care; dental care; and prescriptions. Upon a retiree reaching 65 years of age, Medicare becomes the primary insurer and the Village's plan becomes secondary.

All retirees contribute 100% of the actuarially determined premium to the plan. For the fiscal year ending April 30, 2014, retirees contributed $4,516. Active employees do not contribute to the plan until retirement.

At April 30, 2014, membership consisted of:

Retirees and beneficiaries currently receiving benefits and terminated employees entitled to benefits but not yet receiving them.	1
Active employees	64
Total	65
Participating employers	1

The Village does not currently have a funding policy.

Note 13. Other Post-Employment Benefits (Continued)

Annual OPEB Costs and Net OPEB Obligation

The net OPEB obligation (NOPEBO) as of April 30, 2014, was calculated as follows:

Annual required contribution	$ 7,775
Interest on the NPO	797
Adjustment to the ARC	(664)
Annual OPEB cost	7,908
Actual contribution	-
Increase in the NPO	7,908
NPO - beginning of year	19,928
NPO - end of year	$ 27,836

Trend Information

The District's annual OPEB cost, actual contributions, the percentage of annual OPEB cost contributed and the net OPEB obligation are as follows:

Fiscal Year	Annual OPEB Cost	Actual Contributions	Percentage of OPEB Cost Contributed	Net OPEB Obligation
2012	$ 4,648	$ -	0.00%	$ 12,072
2013	7,856	-	0.00%	19,928
2014	7,908	-	0.00%	27,836

Note 13. Other Post-Employment Benefits (Continued)

Funded Status and Funding Progress

The funded status of the plan as of April 30, 2012, the date of the latest valuation, was as follows:

Actuarial accrued liability (AAL)	$ 74,745
Actuarial value of plan assets	-
Unfunded actuarial accrued liability (UAAL)	74,745
Funded ratio (actuarial value of plan assets/AAL)	0.00%
Covered payroll (active plan members)	4,517,006
UAAL as a percentage of covered payroll	1.65%

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

Actuarial Methods and Assumptions

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

In the April 30, 2012 actuarial valuation, the entry age actuarial cost method was used. The actuarial assumptions included a 4.0% investment rate of return (net of administrative expenses) and an annual healthcare cost trend rate of 8.0%. Both rates include a 3.0% inflation assumption. The actuarial value of assets was not determined as the Village has not advance funded its obligation. The plan's unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on an open 30-year basis.

Note 14. New Accounting Pronouncements

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

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

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

GASB Statement No. 69, *Government Combinations and Disposals of Government Operations*, will be effective for the Village beginning with its year ended April 30, 2015. This statement establishes accounting and financial reporting standards related to government combinations and disposals of government operations. As used in this statement, the term *government combinations* includes a variety of transactions referred to as mergers, acquisitions, and transfers of operations.

GASB Statement No. 70, *Accounting and Financial Reporting for Nonexchange Financial Guarantees,* will be effective for the Village beginning with its year ended April 30, 2015. This statement requires a government that extends a nonexchange financial guarantee to recognize a liability when qualitative factors and historical data, if any, indicate that it is more likely than not that the government will be required to make a payment on the guarantee. The amount of the liability to be recognized should be the discounted present value of the best estimate of the future outflows related to the guarantee expected to be incurred. When there is no best estimate but a range of the estimated future outflows can be established, the amount of the liability to be recognized should be the discounted present value of the minimum amount within the range.

GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date – an amendment of GASB Statement No. 68.* This statement is to improve accounting and financial reporting by addressing an issue in Statement No. 68, *Accounting and Financial Reporting for Pensions,* concerning transition provisions related to certain pension contributions made to defined benefit pension plans prior to implementation of that Statement by employers and non-employer contributing entities. The provisions of this Statement should be applied simultaneously with the provisions of GASB Statement No. 68 (FY16).

GASB 67 and 68 will have a material impact on the Village's financial statements. Management has not currently determined what impact, if any, the other Statements may have on its financial statements.

Note 15. Contingent Liabilities

Litigation

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

Grants

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

REQUIRED SUPPLEMENTARY INFORMATION

Village of Cary, Illinois

Illinois Municipal Retirement Fund

Required Supplementary Information
Schedule of Funding Progress
April 30, 2014

Funding Progress

Actuarial Valuation Date Dec. 31	(1) Actuarial Value of Plan Assets	(2) Actuarial Accrued Liability (AAL) - Entry Age	(3) Funded Ratio (1) ÷ (2)	(4) Unfunded (Overfunded) Actuarial Accrued Liability (2) - (1)	(5) Annual Covered Payroll	(6) Unfunded (Overfunded) Actuarial Accrued Liability as a Percentage of Covered Payroll (4) ÷ (5)
2008	$ 6,108,571	$ 7,584,387	80.54%	$ 1,475,816	$ 2,645,754	55.78%
2009	4,391,333	6,854,533	64.06%	2,463,200	2,721,064	90.52%
2010	4,120,889	6,700,253	61.50%	2,579,364	2,436,263	105.87%
2011	4,183,427	6,730,699	62.15%	2,547,272	2,411,186	105.64%
2012	4,723,100	7,271,057	64.96%	2,547,957	2,336,206	109.06%
2013	4,183,427	6,730,699	62.15%	2,547,272	2,411,186	105.64%

Village of Cary, Illinois

Police Pension Fund

Required Supplementary Information
Schedule of Funding Progress and Employer Contributions
April 30, 2014

Funding Progress

Actuarial Valuation Date May 1	(1) Actuarial Value of Plan Assets	(2) Actuarial Accrued Liability (AAL) - Entry Age	(3) Funded Ratio (1) ÷ (2)	(4) Unfunded (Overfunded) Actuarial Accrued Liability (2) - (1)	(5) Annual Covered Payroll	(6) Unfunded (Overfunded) Actuarial Accrued Liability as a Percentage of Covered Payroll (4) ÷ (5)
2008	$ 5,244,457	$ 8,790,312	59.66%	$ 3,545,855	$ 2,123,676	166.97%
2009	4,824,389	9,364,324	51.52%	4,539,935	1,963,209	231.25%
2010	5,643,663	10,243,356	55.10%	4,599,693	2,036,971	225.81%
2011	6,410,452	11,268,630	56.89%	4,858,178	2,105,820	230.70%
2012	7,128,791	12,908,696	55.22%	5,779,905	2,141,411	269.91%
2013	7,694,051	14,564,428	52.83%	6,870,377	2,278,879	301.48%

Employer Contributions

Fiscal Year	Employer Contributions	Annual Required Contribution	Percent Contributed
2009	$ 267,557	$ 393,431	68.01%
2010	299,229	442,092	67.68%
2011	393,493	450,806	87.29%
2012	442,092	436,806	101.21%
2013	450,806	436,806	103.21%
2014	508,418	511,529	99.39%

Village of Cary, Illinois

Other Post-Employment Benefit Plan

Required Supplementary Information
Schedule of Funding Progress and Employer Contributions
April 30, 2014

Funding Progress

Actuarial Valuation Date April 30	(1) Actuarial Value of Plan Assets	(2) Actuarial Accrued Liability (AAL) - Entry Age	(3) Funded Ratio (1) ÷ (2)	(4) Unfunded (Overfunded) Actuarial Accrued Liability (2) - (1)	(5) Annual Covered Payroll	(6) Unfunded (Overfunded) Actuarial Accrued Liability as a Percentage of Covered Payroll (4) ÷ (5)
2009	$ -	$ 59,752	0.00%	$ 59,752	$ 4,608,963	1.30%
2012	-	74,745	0.00%	74,745	4,517,006	1.65%

Employer Contributions

Fiscal Year	Employer Contributions	Annual Required Contributions	Percent Contributed
2009	$ 2,270	$ 4,670	48.61%
2010	2,270	4,642	48.90%
2011	2,270	4,642	48.90%
2012	-	4,598	0.00%
2013	-	7,775	0.00%
2014	-	7,775	0.00%

The Village implemented GASB Statement No. 45 for the fiscal year ended April 30, 2009. Information for prior years is not available. The Village is required to have the actuarial valuation performed triennially.

Village of Cary, Illinois

General Fund

Required Supplementary Information
Schedule of Revenues, Expenditures, and Changes in Fund Balance -
Budget and Actual
Year Ended April 30, 2014

	Original and Final Budget	Actual	Variance
Revenues			
Taxes	$ 3,896,215	$ 3,953,540	$ 57,325
Licenses and permits	181,800	207,152	25,352
Intergovernmental	2,103,057	2,249,122	146,065
Charges for services	1,262,650	1,194,966	(67,684)
Fines and forfeitures	287,100	177,123	(109,977)
Interest	44,500	86,121	41,621
Miscellaneous	244,420	275,933	31,513
Total revenues	8,019,742	8,143,957	124,215
Expenditures			
General government	1,748,275	1,594,885	153,390
Public safety	4,210,603	4,209,562	1,041
Highways and streets	1,845,831	1,876,797	(30,966)
Total expenditures	7,804,709	7,681,244	123,465
Excess of revenues over expenditures	215,033	462,713	247,680
Other financing uses			
Transfers out	(500,000)	(500,000)	-
Net change in fund balance	$ (284,967)	(37,287)	$ 247,680
Fund balance - beginning		5,942,312	
Fund balance - ending		$ 5,905,025	

SUPPLEMENTAL INFORMATION

COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS AND SCHEDULES

GENERAL FUND

The General Fund accounts for all financial resources except those required to be accounted for in another fund.

CAPITAL PROJECTS FUNDS

The Capital Projects Funds account for all resources used for the acquisition of capital assets by the Village, except those financed by Proprietary and Trust Funds, including general and infrastructure capital assets.

Infrastructure Capital Improvements Fund

The Infrastructure Capital Improvements Fund is used to account for purchases of capital assets.

Other Capital Projects Fund

The Other Capital Projects Fund is used to account for capital projects not accounted for in the Infrastructure Capital Improvements Fund.

The Bond Fund

The Bond Fund is used to account for the accumulation of resources for, and the payment of, general obligation debt principal, interest and related costs.

TIF Fund

The TIF Fund is used to account for activities associated with improvements within the two Tax Increment Financing Districts.

Vehicle and Equipment Fund

The Vehicle and Equipment Fund in used to account for the acquisition and the replacement of Village vehicles and heavy equipment, as approved by the Village Board.

PERMANENT FUND

Revolving Loan Fund

The Revolving Loan Fund is set up for the purpose of accounting for money received from the CDAP grant used for business loans and the money received from the General Fund for residential loans.

ENTERPRISE FUNDS

Enterprise Funds are used to account for operations that are financed and operated in a manner similar to private business enterprises where the intent is that costs of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or where it has been decided that periodic determination of revenues earned, expenses incurred and/or net income is appropriate for capital maintenance, public policy, management control, accountability or other purpose.

Water and Sanitation Fund

The Water and Sanitation Fund is used to account for the provision of potable water and wastewater treatment 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 and maintenance, financing and related debt service, billing and collection.

Parking Fund

The Parking Fund is used to account for the provision of public parking services for commuters. All activities necessary to provide such services are accounted for in this fund, including, but not limited to, administration, operations and maintenance, financing and related debt service, billing and collection.

TRUST AND AGENCY FUNDS

PENSION TRUST FUND

Police Pension Fund

Pension Trust Funds are set up for the purpose of accounting for money received from nonenterprise fund sources and held by a governmental unit in the capacity of trustee for individuals, entities and nonpublic organizations.

AGENCY FUNDS

Special Services Area #1 Fund

To account for the collection of property taxes within special service area #1 and payments of related special service area debt.

Special Services Area #2 Fund

To account for the collection of property taxes within special service area #2 and payments of related special service area debt.

Home Value Assistance Program Fund

To account for the disbursement of $1,000,000 received from the Meyer Material Company to 130 property owners as identified in the Conditional Use Permit dated February 19, 2008. The Fund has reimbursed up to $7,500 to most of the 130 property owner program participants for qualified reimbursable home improvement costs. The program concluded December 31, 2011. The undistributed funds of $25,690 at April 30, 2013 represent $11,631 distributed in 2014 to the General Fund for Fox Trails Improvements and $14,059 distributed to the Water & Sewer Fund for the use of capital at the beginning of the program. The Program and corresponding Fund is closed as of April 30, 2014.

Village of Cary, Illinois

General Fund

Schedule of Revenues - Budget and Actual
Year Ended April 30, 2014

	Original and Final Budget	Actual
Taxes		
Property taxes	$ 2,685,720	$ 2,682,974
Sales taxes	1,210,495	1,270,566
	3,896,215	3,953,540
Licenses and permits		
Licenses		
Liquor	35,000	29,551
Amusement	4,000	2,834
Other	1,500	3,340
Permits		
Building	65,000	95,231
Plumbing	4,000	5,290
Electric	1,300	850
Other	35,000	40,595
Plan review	30,000	23,892
Driveway	6,000	5,569
	181,800	207,152
Intergovernmental		
Illinois State income tax	1,738,747	1,847,712
Personal property replacement tax	67,000	78,061
Local use tax	295,990	320,557
Grants	1,320	2,792
	2,103,057	2,249,122
Charges for services		
Administrative service charges	1,500	871
Planning and zoning hearings	1,000	1,000
Right of way lease	-	600
Contractor registration	15,000	15,571

(Continued)

Village of Cary, Illinois

General Fund

Schedule of Revenues - Budget and Actual (Continued)
Year Ended April 30, 2014

	Original and Final Budget	Actual
Charges for services (Continued)		
Miscellaneous B/Z revenues	$ 1,000	$ 1,990
Reimbursements for services	6,500	6,945
Miscellaneous police revenue	3,000	7,591
Police training reimbursement	-	4,242
Miscellaneous public works revenue	2,500	11,014
Infrastructure maintenance fees	703,000	581,374
Franchise fees	225,000	250,429
Communications tower rental	281,000	286,956
Recycling fees	-	2,250
Tree replacement fees	850	9,993
Subdivision fee	-	1,100
Administrative adjudication	22,300	13,040
	1,262,650	1,194,966
Fines and forfeitures		
Court fines	180,000	102,377
Prosecution fees	16,000	9,216
Municipal bail fees	2,500	2,180
Parking fines	25,000	28,100
Liquor license fines	2,000	-
Drug seizure funds	7,900	-
DUI funds	5,000	-
Warrant execution fees	700	490
Tow revenue	48,000	34,760
	287,100	177,123
Interest	44,500	86,121
Miscellaneous		
High school reimbursement	30,000	39,668
Other	14,420	36,265
Land conservancy donation	200,000	200,000
	244,420	275,933
Total revenues	$ 8,019,742	$ 8,143,957

Village of Cary, Illinois

General Fund

Schedule of Expenditures - Budget and Actual
Year Ended April 30, 2014

	Original and Final Budget	Actual
General government		
Boards and commissions	$ 85,841	$ 68,328
Central services	455,982	351,821
Administration	408,521	353,137
Legal department	113,250	93,899
Administration and financial services	328,961	298,345
Building, planning and zoning	355,720	344,355
Miscellaneous	-	85,000
	1,748,275	1,594,885
Public safety		
Police	4,210,603	4,209,562
Highways and streets	1,845,831	1,876,797
Total expenditures	$ 7,804,709	$ 7,681,244

Village of Cary, Illinois

General Fund

Schedule of Detailed Expenditures - Budget and Actual
Year Ended April 30, 2014

	Original and Final Budget	Actual
General government		
Boards and commissions		
Personnel services		
Village Board salaries	$ 34,080	$ 30,585
Personnel benefits		
FICA	2,607	2,340
Village Board activities	3,000	4,460
	5,607	6,800
Contractual services		
Dues and memberships	18,300	17,543
	18,300	17,543
General government		
Village newsletter	13,200	2,378
Merry Cary holiday event	350	376
Holiday tree lighting	2,854	-
Community showcase	1,450	1,290
General website	10,000	9,356
	27,854	13,400
Total boards and commissions	85,841	68,328
Central services		
Personnel benefits		
Health insurance premiums	4,096	-
Unemployment compensation	16,500	-
Employee activities	4,375	3,916
Employee assistance program	850	825
	25,821	4,741

(Continued)

Village of Cary, Illinois

General Fund

Schedule of Detailed Expenditures - Budget and Actual (Continued)
Year Ended April 30, 2014

	Original and Final Budget	Actual
General government (Continued)		
Central services (Continued)		
Contractual services		
Post employment test services	$ 3,000	$ 1,952
Telephones	35,700	42,897
Postage	6,700	6,235
Office equipment repair and maintenance	11,600	9,466
Information technology	48,500	57,730
Operating supplies central VH	12,000	10,244
IRMA insurance	260,600	213,325
	378,100	341,849
General government		
Retirement benefit - interest	5,231	5,231
	52,061	5,231
Total central services	455,982	351,821
Village administrator's office		
Personnel services		
Salaries	228,838	201,170
Overtime	500	4
Village Hall intern and part-time services	31,000	18,308
Sicktime buyback	3,200	1,812
	263,538	221,294
Personnel benefits		
IMRF	35,972	29,239
FICA	20,213	15,822
Life insurance premiums	500	394
Health insurance premiums	29,564	16,136
Dental insurance premiums	2,669	1,343
Vision insurance premiums	540	308
	89,458	63,242

(Continued)

Village of Cary, Illinois

General Fund

Schedule of Detailed Expenditures - Budget and Actual (Continued)
Year Ended April 30, 2014

	Original and Final Budget	Actual
General government (Continued)		
Village administrator's office (Continued)		
Commodities		
Auto allowance expense	$ 4,800	$ 5,100
Books and publications	600	886
	5,400	5,986
Contractual services		
Recruitment	-	16,986
Utilities	2,000	1,184
Employee physicals	-	2,761
Printing	250	-
Dues and subscriptions	3,075	2,304
Training - seminars	7,500	3,770
Repairs and maintenance		
Vehicles	-	141
Handbook study	5,000	11,550
Other professional services	10,000	5,370
Furniture and equipment	22,300	18,549
	50,125	62,615
Total Village administrator's office	408,521	353,137
Legal department		
Contractual services		
Legal fees	112,500	93,217
Legal notices and filing fees	750	682
Total legal	113,250	93,899
Administration and financial services		
Personnel services		
Salaries	111,817	116,358
Overtime	2,500	4,218
Sicktime buyback	1,600	2,775
W/C insurance receipts	-	(6,553)
	115,917	116,798
Personnel benefits		
IMRF	16,716	17,884
FICA	8,860	9,000
Life insurance premiums	366	289
Health insurance premiums	14,611	13,447
Dental insurance premiums	1,226	1,042
Vision insurance premiums	539	184
	42,318	41,846

(Continued)

Village of Cary, Illinois

General Fund

Schedule of Detailed Expenditures - Budget and Actual (Continued)
Year Ended April 30, 2014

	Original and Final Budget	Actual
General government (Continued)		
Administration and financial services (Continued)		
Commodities		
Gasoline - oil	$ 600	$ 508
Books and publications	100	-
	700	508
Contractual services		
Printing	1,850	1,994
Dues and subscriptions	1,100	950
Training - meetings	4,200	220
Bank charges	2,000	2,001
Audit	14,000	14,000
Contract accounting service	131,376	105,688
Data processing	10,000	9,955
Other professional services	5,500	4,385
	170,026	139,193
Total administration and financial services	328,961	298,345
Building, planning and zoning		
Personnel services		
Salaries	226,270	206,502
Overtime	1,000	-
	227,270	206,502
Personnel benefits		
IMRF	32,806	26,900
FICA	17,386	15,270
Life insurance premiums	361	281
Health insurance premiums	24,426	22,782
Dental insurance premiums	2,325	821
Vision insurance premiums	381	212
	77,685	66,266

(Continued)

Village of Cary, Illinois

General Fund

Schedule of Detailed Expenditures - Budget and Actual (Continued)
Year Ended April 30, 2014

	Original and Final Budget	Actual
General government (Continued)		
Building, planning and zoning (Continued)		
Commodities		
Auto allowance expense	$ 1,800	$ 1,800
Operating supplies	1,000	1,090
Uniforms	100	171
Books and publications	1,450	162
	4,350	3,223
Contractual services		
Utilities	2,500	1,245
Printing	500	164
Dues and subscriptions	1,475	1,355
Training - meetings	1,690	1,273
Plan review	15,000	10,450
Mowing services	750	(90)
Geo Info System (GIS) consultant	3,500	1,000
Real estate listing service	6,000	5,697
Outside inspections	7,500	38,030
Plumbing inspections	7,500	9,240
	46,415	68,364
Total building, planning and zoning	355,720	344,355
Miscellaneous adjustments		
Provisions for loss on land held for resale	-	85,000
Total general government	1,748,275	1,594,885
Public safety		
Police		
Personnel services		
Sworn officers	2,332,953	2,278,249
Overtime - sworn	93,000	176,669
Overtime - special events	17,800	7,646
Dispatchers	163,918	147,686
Overtime - dispatchers	750	2,007
Crossing guards	17,144	16,071
Sicktime buyback	3,100	9,897
Traffic safety - part-time	11,000	-
W/C insurance receipts	-	(30,859)
	2,639,665	2,607,366

(Continued)

Village of Cary, Illinois

General Fund

Schedule of Detailed Expenditures - Budget and Actual (Continued)
Year Ended April 30, 2014

	Original and Final Budget	Actual
Public safety (Continued)		
Police (Continued)		
Personnel benefits		
Pre employment test services	$ 1,500	$ 3,105
IMRF	23,658	22,461
FICA	202,179	192,338
Tuition reimbursements	3,000	1,200
Life insurance premiums	4,000	3,417
Health insurance premiums	295,534	319,757
Dental insurance premiums	25,688	25,230
Vision insurance premiums	6,426	6,394
Police pension	508,418	508,418
	1,070,403	1,082,320
Commodities		
Gasoline - oil	72,500	80,174
Operating supplies	8,850	9,774
Uniforms	25,250	35,907
Ammunition	4,000	3,186
Books and publications	650	278
Community policing materials	3,500	3,239
Computer Lexis/Nexus software	-	37
Police seizure accounts	7,900	2,858
Police DUI fund accounts	5,000	1,910
All-in-one GPS equipment program	6,540	6,441
Computer equipment	4,515	2,064
	138,705	145,868
Contractual services		
Recruitment	-	99
Utilities	2,200	2,243
Alerts	14,200	14,326
Printing	3,375	1,720
Dues and subscriptions	4,590	3,085
Training - meetings	21,575	25,899
Police Training Institute	3,500	6,094
Investigations	1,950	1,528

(Continued)

Village of Cary, Illinois

General Fund

Schedule of Detailed Expenditures - Budget and Actual (Continued)
Year Ended April 30, 2014

	Original and Final Budget	Actual
Public safety (Continued)		
Police (Continued)		
Contractual services (Continued)		
Repairs and maintenance		
Equipment	$ 11,050	$ 9,789
Vehicles	2,400	2,583
Buildings	12,500	2,024
Other contractual services	-	21,200
Other professional services	9,400	7,939
SEECOM operations	275,090	275,479
	361,830	374,008
Total public safety	4,210,603	4,209,562
Highways and streets		
Public works - operations and maintenance		
Personnel services		
Salaries	725,999	689,908
Overtime	60,000	91,670
Sicktime buyback	2,700	8,477
W/C insurance receipts	-	(338)
	788,699	789,717
Personnel benefits		
IMRF	115,567	111,904
FICA	61,253	55,829
Life insurance premiums	1,278	1,314
Health insurance premiums	123,015	116,698
Dental insurance premiums	10,488	9,531
Vision insurance premiums	3,276	1,985
	314,877	297,261
Commodities		
Gasoline - oil	65,000	77,533
Salt	100,000	147,928
De-icing solution	7,500	6,459
Uniforms	8,000	8,034
Books and subscriptions	100	-
Trees	500	-
Operating supplies	18,400	19,220
Other	12,500	13,084
	212,000	272,258

(Continued)

Village of Cary, Illinois

General Fund

Schedule of Detailed Expenditures - Budget and Actual (Continued)
Year Ended April 30, 2014

	Original and Final Budget	Actual
Highways and streets (Continued)		
Public works - operations and maintenance (Continued)		
Contractual services		
Utilities	$ 45,700	$ 48,423
Printing	1,000	990
Dues and subscriptions	800	605
Training - seminars	3,200	745
Tree removal	115,500	111,684
Grass mowing	26,505	27,839
Street sweeping	49,750	32,387
Other contractual services	-	6,048
Cemetery	3,500	1,264
Repairs and maintenance		
Equipment	22,000	14,203
Vehicles	51,200	63,457
Buildings	39,300	36,073
Sidewalks	52,000	33,892
Street lights	76,000	78,305
Storm sewers	5,000	2,306
Traffic signs	34,800	31,981
Other	-	520
Other professional services	4,000	26,839
	530,255	517,561
Total highways and streets	1,845,831	1,876,797
Total expenditures	$ 7,804,709	$ 7,681,244

Village of Cary, Illinois

Infrastructure Capital Improvements - Capital Projects Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual
Year Ended April 30, 2014

	Original and Final Budget	Actual
Revenues		
Intergovernmental		
Motor fuel tax allotment	$ 445,000	$ 469,985
Motor fuel tax jobs now allotment	81,265	81,265
Personal property replacement tax	-	4,010
Interest	10,000	7,552
Miscellaneous	51,100	68,091
Total revenues	587,365	630,903
Expenditures		
Highway and streets		
Repairs and maintenance	1,878,000	1,749,598
Capital outlay	291,100	181,502
Total expenditures	2,169,100	1,931,100
Deficiency of revenues over expenditures	(1,581,735)	(1,300,197)
Other financing sources		
Transfers in	500,000	500,000
Net change in fund balance	$(1,081,735)	(800,197)
Fund balance - beginning		3,012,021
Fund balance - ending		$ 2,211,824

Village of Cary, Illinois

Infrastructure Capital Improvements - Capital Projects Fund

Schedule of Expenditures - Budget and Actual
Year Ended April 30, 2014

	Original and Final Budget	Actual
Highway and streets		
Repairs and maintenance		
Professional services	$ 60,000	$ -
Road program	1,675,000	1,640,508
Street repairs	20,000	19,321
Bike path repairs and maintenance	18,000	-
Thermoplastic pave mark program	50,000	39,750
Crack sealing program	50,000	49,999
Curb and gutter repairs	5,000	20
	1,878,000	1,749,598
Capital outlay		
Route 14/East Main turn lane	-	-
Engineering 3 Oaks/Silver Lake	20,000	4,003
Cary Algonquin/Silver Lake Road engineering	-	-
Enclave of Fox Trails improvement	-	-
Briargate road improvements	180,000	131,777
Fox Trail Terrace - road resurfacing	51,100	45,722
West Main triangle	40,000	-
	291,100	181,502
Total expenditures	$ 2,169,100	$ 1,931,100

Village of Cary, Illinois

Other Capital Projects - Capital Projects Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual
Year Ended April 30, 2014

	Original and Final Budget	Actual
Revenues		
Charges for services		
Annexation fees	$ -	$ 16,000
Interest	6,500	7,229
Total revenues	6,500	23,229
Expenditures		
Capital outlay	815,410	391,175
Net change in fund balance	$ (808,910)	(367,946)
Fund balance - beginning		2,708,090
Fund balance - ending		$ 2,340,144

Village of Cary, Illinois

Other Capital Projects - Capital Projects Fund

Schedule of Expenditures - Budget and Actual
Year Ended April 30, 2014

	Original and Final Budget	Actual
Capital outlay		
Software - MSI system upgrade	$ 8,000	$ -
Comprehensive plan / zoning ordinance	150,000	45,049
Municipal codification	30,000	11,672
Strategic planning services	20,000	-
Village Hall roof design	20,000	-
Maplewood planning study	40,000	-
Flood study	-	2,171
Hazardous material mitigation	-	38,216
Economic incentives	100,000	-
Village Hall carpeting	20,000	16,643
Village Hall phone system	175,000	166,583
119 Pearl Street costs	-	140
Village signage	30,000	-
Tree replacements	87,000	7,133
Village holiday tree	8,000	3,926
PW - Equipment	-	1,500
Radar unit replacement	4,500	-
Board room recording system	15,000	7,448
Computer equipment	55,000	52,237
Server room climate control	13,000	-
SEECOM service share	39,910	38,457
Total expenditures	$ 815,410	$ 391,175

Village of Cary, Illinois

Nonmajor Governmental Funds

Combining Balance Sheet
April 30, 2014

	Debt Service	Capital Projects		Permanent	
	Bond	T.I.F.	Vehicle and Equipment	Revolving Loan	Total
Assets					
Cash and investments	$ 1,337,091	$ 719,207	$ 1,430,114	$ 501,366	$ 3,987,778
Receivables - net of allowances					
Taxes	43,289	90,504	-	-	133,793
Prepaids	51,063	-	-	-	51,063
Total assets	$ 1,431,443	$ 809,711	$ 1,430,114	$ 501,366	$ 4,172,634
Liabilities, Deferred Inflows of Resources and Fund Balances					
Liabilities					
Accounts payable	$ -	$ 9,572	$ -	$ -	$ 9,572
Unearned revenues	-	112,500	1,000	-	113,500
Total liabilities	-	122,072	1,000	-	123,072
Deferred Inflows of Resources					
Deferred revenue - property taxes	-	90,504	-	-	90,504
Fund balances					
Nonspendable	51,063	-	-	-	51,063
Restricted	-	597,135	-	501,366	1,098,501
Assigned	1,380,380	-	1,429,114	-	2,809,494
Total fund balances	1,431,443	597,135	1,429,114	501,366	3,959,058
Total liabilities, deferred inflows of resources and fund balances	$ 1,431,443	$ 809,711	$ 1,430,114	$ 501,366	$ 4,172,634

Village of Cary, Illinois

Nonmajor Governmental Funds

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Year Ended April 30, 2014

	Debt Service	Capital Projects		Permanent	
	Bond	T.I.F.	Vehicle and Equipment	Revolving Loan	Total
Revenues					
Taxes	$ 607,006	$ 120,994	$ -	$ -	$ 728,000
Charges for services	-	-	250,000	-	250,000
Interest	2,216	2,012	3,966	608	8,802
Miscellaneous	-	-	12,332	-	12,332
Total revenues	609,222	123,006	266,298	608	999,134
Expenditures					
Capital outlay	-	72,465	249,365	-	321,830
Debt service					
Principal retirement	280,000	-	-	-	280,000
Inerest and fiscal charges	107,012	-	-	-	107,012
Total expenditures	387,012	72,465	249,365	-	708,842
Net change in fund balances	222,210	50,541	16,933	608	290,292
Fund balances - beginning	1,209,233	546,594	1,412,181	500,758	3,668,766
Fund balances - ending	$ 1,431,443	$ 597,135	$ 1,429,114	$ 501,366	$ 3,959,058

Village of Cary, Illinois

Bond Fund - Debt Service Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual
Year Ended April 30, 2014

	Original and Final Budget	Actual
Revenues		
Taxes		
Utility tax - electric	$ 637,022	$ 607,006
Interest	4,025	2,216
Total revenues	641,047	609,222
Expenditures		
Debt service		
Principal retirement	280,000	280,000
Interest and fiscal charges	100,839	107,012
Total expenditures	380,839	387,012
Net change in fund balance	$ 260,208	222,210
Fund balance - beginning, as restated		1,209,233
Fund balance - ending		$ 1,431,443

Village of Cary, Illinois

T.I.F. - Capital Projects Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual
Year Ended April 30, 2014

	Original and Final Budget	Actual
Revenues		
Taxes		
Property taxes	$ 133,975	$ 120,994
Interest	2,200	2,012
Total revenues	136,175	123,006
Expenditures		
Capital outlay		
Printing	1,000	14
Engineering	69,000	68,337
Professional services	3,000	4,114
Total expenditures	140,500	72,465
Net change in fund balance	$ (4,325)	50,541
Fund balance - beginning		546,594
Fund balance - ending		$ 597,135

Village of Cary, Illinois

Vehicle and Equipment - Capital Projects Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual
Year Ended April 30, 2014

	Original and Final Budget	Actual
Revenues		
Charges for services		
Impact fees	$ 250,000	$ 250,000
Interest	6,500	3,966
Miscellaneous		
Police Vehicle Fund - MCC	9,000	4,481
Sale of vehicles/equipment	32,650	-
Insurance recoveries	-	7,851
Total revenues	298,150	266,298
Expenditures		
Capital outlay		
PD - New vehicle equipment	7,000	-
PD - Vehicles	27,000	33,985
PW - Mobark Chipper	135,000	110,978
PW - Dump truck	48,000	41,316
PW - Snow pusher	10,000	6,000
PW - Stump Grinder	-	57,086
Total expenditures	227,000	249,365
Net change in fund balance	$ 71,150	16,933
Fund balance - beginning		1,412,181
Fund balance - ending		$ 1,429,114

Village of Cary, Illinois

Water and Sanitation - Enterprise Fund

Schedule of Revenues, Expenses, and Changes in Net Position - Budget and Actual
Year Ended April 30, 2014

	Original and Final Budget	Actual
Operating revenues		
Charges for services	$ 3,357,150	$ 3,100,686
Operating expenses		
Administration	117,000	106,997
Water operations	1,322,964	1,246,159
Sewer operations	1,614,444	714,678
Depreciation	1,150,000	1,149,043
Total operating expenses	4,204,408	3,216,877
Operating income (loss)	(847,258)	(116,191)
Nonoperating revenues (expenses)		
Other income	159,935	164,094
Connection fees	20,000	199,608
Reimbursements	-	107,419
Interest income	62,000	73,740
Interest and fiscal charges	(180,147)	(217,446)
	61,788	327,415
Change in net position	$ (785,470)	211,224
Net position - beginning as restated		17,000,981
Net position - ending		$ 17,212,205

Village of Cary, Illinois

Water and Sanitation - Enterprise Fund

Schedule of Changes in Net Position - Restricted Debt
Year Ended April 30, 2014

	Operations and Maintenance	Bond and Interest	Bond Reserve	Depreciation, Improvement and Extension	Totals
Increases					
Intrafund transfers in	$ -	$ 946,956	$ -	$ -	$ 946,956
Decreases					
Intrafund transfer out	5,000	-	-	5,000	10,000
Bond principal	-	768,809	-	-	768,809
Bond interest	-	178,147	-	-	178,147
	5,000	946,956	-	5,000	956,956
Net increase (decrease)	(5,000)	-	-	(5,000)	(10,000)
Account balances					
Beginning of year	283,000	-	970,000	665,000	1,918,000
End of year	$ 278,000	$ -	$ 970,000	$ 660,000	$ 1,908,000

Village of Cary, Illinois

Water and Sanitation - Enterprise Fund

Schedule of Operating Revenues - Budget and Actual
Year Ended April 30, 2014

	Original and Final Budget	Actual
Charges for services		
Water and sewer charges	$ 3,326,400	$ 3,042,268
Construction water	150	770
Water meter sales	1,600	5,565
Miscellaneous	29,000	52,083
Total operating revenues	$ 3,357,150	$ 3,100,686

Village of Cary, Illinois

Water and Sanitation - Enterprise Fund

Schedule of Operating Expenses - Budget and Actual
Year Ended April 30, 2014

	Original and Final Budget	Actual
Administration		
General government		
Operating insurance	$ 117,000	$ 106,997
Water operations		
Personnel services		
Salaries	556,802	483,038
Overtime	18,000	30,082
	574,802	513,120
Personnel benefits		
Employee insurance premiums	78,552	76,294
IMRF	82,946	83,408
FICA	43,963	41,763
Employee assistance program	150	150
	205,611	201,615
Commodities		
Gasoline - oil	16,500	17,040
Laboratory supplies	4,950	2,529
Chemicals	91,250	78,642
Uniforms	3,300	4,397
Books and publications	150	-
Tool - operating supplies	4,000	3,135
Fire Hydrants	5,000	2,562
Computer equipment	9,360	9,430
Other	4,000	2,393
	138,510	120,128
Contractual services		
Employment testing services	200	1,136
Recruitment	-	681
Utilities	199,200	225,145
Postage	11,693	10,918
Printing	12,662	5,494
Dues and subscriptions	500	299

(Continued)

Village of Cary, Illinois

Water and Sanitation - Enterprise Fund

Schedule of Operating Expenses - Budget and Actual (Continued)
Year Ended April 30, 2014

	Original and Final Budget	Actual
Water operations (Continued)		
Contractual services (Continued)		
Travel - seminar	$ 1,400	$ 271
Bank charges	516	93
Mowing costs	8,645	3,490
Repairs and maintenance		
Equipment	33,700	25,534
Vehicle	8,000	10,524
Building	5,000	8,227
Water mains	8,000	6,546
Fire hydrant	5,000	6,572
Valve rehabilitation	3,500	4,331
Compound water meter testing	7,700	1,345
Legal	4,500	4,500
Audit	3,000	3,000
Data processing	5,375	2,684
Water analysis	30,000	25,977
Other professional services	55,450	48,434
	404,041	395,201
Capital outlay		
Equipment	-	4,251
GPS vehicle units	6,750	-
Meters	174,300	4,023
Shallow well maintenance	100,000	-
Well façade maintenance	11,500	485
Water tower maintenance	17,200	-
Water main replacement	1,252,800	-
Well #13 pump	20,000	7,336
Total capital outlay	1,582,550	16,095

(Continued)

Village of Cary, Illinois

Water and Sanitation - Enterprise Fund

Schedule of Operating Expenses - Budget and Actual (Continued)
Year Ended April 30, 2014

	Original and Final Budget	Actual
Water operations (Continued)		
Debt service		
Principal retirement	$ 249,000	$ 249,000
Interest and fiscal charges	41,334	35,710
Total	290,334	284,710
Less nonoperating items		
Debt service	(290,334)	(284,710)
Total debt service	-	-
Total water operations	1,322,964	1,246,159
Sanitation operations		
Personnel services		
Salaries	296,280	297,864
Overtime	30,000	27,179
	326,280	325,043
Personnel benefits		
Employee insurance premiums	42,612	45,919
IMRF	47,081	47,209
FICA	24,954	24,693
	114,647	117,821
Commodities		
Gasoline - oil	12,000	12,422
Laboratory supplies	4,500	3,684
Chemicals	31,000	25,440
Uniforms	1,850	1,055
Operating supplies	6,000	4,983
Computer equipment	6,440	6,262
	61,790	53,846

(Continued)

Village of Cary, Illinois

Water and Sanitation - Enterprise Fund

Schedule of Operating Expenses - Budget and Actual (Continued)
Year Ended April 30, 2014

	Original and Final Budget	Actual
Sanitation operations (Continued)		
Contractual services		
Employment testing services	$ 200	$ 394
Utilities	153,200	110,968
Postage	7,462	7,402
Printing	8,168	4,094
Dues and subscriptions	480	221
Travel - seminar	1,200	329
Bank charges	304	62
Sludge hauling	14,800	11,224
Mowing costs	3,515	3,643
Repairs and maintenance		
Equipment	35,000	20,173
Vehicle	3,200	3,823
Building	4,000	3,674
Sewer mains	3,000	947
Digester bridge work	9,000	87
Legal	3,000	3,000
Audit	1,500	1,500
NPDES permits	20,000	20,500
Data processing	2,775	1,327
Sewer analysis	7,400	7,050
Other professional services	16,000	7,345
	294,204	207,763
Capital outlay		
Channel grinder	6,000	5,411
Capital replacement	25,000	-
Sanitary sewer lining	761,523	4,794
Emergency liftstation maintenance	25,000	-
Total	817,523	10,205
Less nonoperating items		
Capital assets capitalized	-	-
Total capital outlay	817,523	10,205

(Continued)

Village of Cary, Illinois

Water and Sanitation - Enterprise Fund

Schedule of Operating Expenses - Budget and Actual (Continued)
Year Ended April 30, 2014

	Original and Final Budget	Actual
Sanitation operations (Continued)		
Debt service		
Principal retirement	$ 519,809	$ 519,809
Interest and fiscal charges	138,813	134,929
Total	658,622	654,738
Less nonoperating items		
Debt service	(658,622)	(654,738)
Total debt service	-	-
Total sanitation operations	1,614,444	714,678
Depreciation		
Depreciation	1,150,000	1,149,043
Total operating expenses	$ 4,204,408	$ 3,216,877

Village of Cary, Illinois

Parking - Enterprise Fund

Schedule of Revenues, Expenses, and Changes in Net Position - Budget and Actual
Year Ended April 30, 2014

	Original and Final Budget	Actual
Operating revenues		
Charges for services		
Parking lot fees	$ 210,000	$ 213,504
Operating expenses		
Parking operations	272,552	114,580
Depreciation	-	33,864
Total operating expenses	272,552	148,444
Operating income (loss)	(62,552)	65,060
Nonoperating revenues		
Interest income	800	1,407
Change in net position	$ (61,752)	66,467
Net position - beginning		822,344
Net position - ending		$ 888,811

Village of Cary, Illinois

Parking - Enterprise Fund

Schedule of Operating Expenses - Budget and Actual
Year Ended April 30, 2014

	Original and Final Budget	Actual
Parking operations		
Personnel services		
Salaries	$ 41,028	$ 43,667
Personnel benefits		
FICA	3,137	3,195
IMRF	3,627	3,684
Employee insurance premiums	3,900	4,495
	10,664	11,374
Commodities		
Repairs and maintenance	6,000	2,507
TPS - software/hosting	5,040	5,040
Other	3,900	2,205
	14,940	9,752
Contractual services		
Payments to Union Pacific	24,960	24,960
Postage	1,000	886
Printing	1,000	-
Credit card fees	8,000	11,921
Data processing fees	2,000	-
TPS - service contract	7,560	7,068
Other professional services	5,500	-
	50,020	44,835
Repairs and maintenance		
Grass mowing services	3,000	2,452
Metra Street light electricity	2,900	-
Repairs and maintenance	150,000	2,500
	155,900	4,952
Total parking operations	272,552	114,580
Depreciation	-	33,864
Total operating expenses	$ 272,552	$ 148,444

Village of Cary, Illinois

Agency Funds

Combining Statement of Changes in Assets and Liabilities
Year Ended April 30, 2014

	Beginning Balances	Additions	Deductions	Ending Balances
All Funds				
Assets				
Cash and investments	$ 2,042,738	$ 1,468,020	$ 1,441,685	$ 2,069,073
Receivables - taxes	1,450,005	1,465,006	1,450,005	1,465,006
Total assets	$ 3,492,743	$ 2,933,026	$ 2,891,690	$ 3,534,079
Liabilities				
Due to other governments	$ 25,690	$ -	$ 25,690	$ -
Due to bondholders	3,467,053	2,933,026	2,866,000	3,534,079
Total liabilities	$ 3,492,743	$ 2,933,026	$ 2,891,690	$ 3,534,079
Special Service Area #1 Fund				
Assets				
Cash and investments	$ 932,846	$ 642,855	$ 620,684	$ 955,017
Receivables - taxes	625,001	635,004	625,001	635,004
Total assets	$ 1,557,847	$ 1,277,859	$ 1,245,685	$ 1,590,021
Liabilities				
Due to bondholders	$ 1,557,847	$ 1,277,859	$ 1,245,685	$ 1,590,021

	Beginning Balances	Additions	Deductions	Ending Balances
Special Service Area #2 Fund				
Assets				
Cash and investments	$ 1,084,202	$ 825,165	$ 795,311	$ 1,114,056
Receivables - taxes	825,004	830,002	825,004	830,002
Total assets	$ 1,909,206	$ 1,655,167	$ 1,620,315	$ 1,944,058
Liabilities				
Due to bondholders	$ 1,909,206	$ 1,655,167	$ 1,620,315	$ 1,944,058
Home Value Assistance Program Fund				
Assets				
Cash and investments	$ 25,690	$ -	$ 25,690	$ -
Liabilities				
Due to other governments	$ 25,690	$ -	$ 25,690	$ -

OTHER SUPPLEMENTAL INFORMATION

Village of Cary, Illinois

Long-Term Debt Requirements

General Obligation Alternate Revenue Source Bonds of 2009
April 30, 2014

Date of Issue	October 28, 2009
Date of Maturity	November 1, 2024
Authorized Issue	$ 5,000,000
Denomination of Bonds	$ 5,000
Interest Rates	1.3% - 5.2%
Interest Dates	May 1 and November 1
Principal Maturity Date	November 1
Payable at	Amalgamated Bank

CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal	Requirements			Interest Due on			
Year	Principal	Interest	Totals	May 1	Amount	Nov. 1	Amount
2015	$ 290,000	$ 175,363	$ 465,363	2014	$ 87,681	2014	$ 87,682
2016	300,000	166,083	466,083	2015	83,041	2015	83,042
2017	310,000	155,732	465,732	2016	77,866	2016	77,866
2018	320,000	144,107	464,107	2017	72,054	2017	72,053
2019	335,000	130,907	465,907	2018	65,454	2018	65,453
2020	350,000	116,000	466,000	2019	58,000	2019	58,000
2021	365,000	100,075	465,075	2020	50,038	2020	50,037
2022	380,000	82,920	462,920	2021	41,460	2021	41,460
2023	400,000	64,300	464,300	2022	32,150	2022	32,150
2024	420,000	44,300	464,300	2023	22,150	2023	22,150
2025	440,000	22,880	462,880	2024	11,440	2024	11,440
	$ 3,910,000	$ 1,202,667	$ 5,112,667		$ 601,334		$ 601,333

Village of Cary, Illinois

Long-Term Debt Requirements

Water and Sanitation Refunding Revenue Bonds of 2003
April 30, 2014

Date of Issue	October 15, 2003
Date of Maturity	May 1, 2015
Authorized Issue	$ 1,605,000
Denomination of Bonds	$ 5,000
Interest Rates	2.00% - 3.65%
Interest Dates	May 1 and November 1
Principal Maturity Date	May 1
Payable at	The Bank of New York Mellon

CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal	Requirements			Interest Due on			
Year	Principal	Interest	Totals	May 1	Amount	Nov. 1	Amount
2015	$ 170,000	$ 9,448	$ 179,448	2014	$ 6,254	2014	$ 3,194
2016	175,000	3,194	178,194	2015	3,194	2015	-
	$ 345,000	$ 12,642	$ 357,642		$ 9,448		$ 3,194

Village of Cary, Illinois

Long-Term Debt Requirements

Water and Sanitation Refunding Revenue Bonds of 2005
April 30, 2014

Date of Issue	February 16, 2005
Date of Maturity	May 1, 2017
Authorized Issue	$ 2,975,000
Denomination of Bonds	$ 5,000
Interest Rates	2.10% - 4.50%
Interest Dates	May 1 and November 1
Principal Maturity Date	May 1
Payable at	The Bank of New York Mellon

CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal	Requirements			Interest Due on			
Year	Principal	Interest	Totals	May 1	Amount	Nov. 1	Amount
2015	$ 270,000	$ 39,351	$ 309,351	2014	$ 22,713	2014	$ 16,638
2016	280,000	28,096	308,096	2015	16,638	2015	11,458
2017	290,000	17,406	307,406	2016	11,458	2016	5,948
2018	305,000	5,948	310,948	2017	5,948	2017	-
	$ 1,145,000	$ 90,801	$ 1,235,801		$ 56,757		$ 34,044

Village of Cary, Illinois

Long-Term Debt Requirements

IEPA Loan of 2002
April 30, 2014

Date of Issue	November 19, 2002
Date of Maturity	May 1, 2024
Authorized Issue	$10,000,000
Interest Rates	2.57%
Interest Dates	May 1 and November 1
Principal Maturity Date	November 1
Payable at	Illinois Environmental Protection Agency
Loan Number	L17-1866

CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Requirements		
	Principal	Interest	Totals
2015	$ 362,960	$ 102,605	$ 465,565
2016	372,349	93,217	465,566
2017	381,979	83,586	465,565
2018	391,859	73,706	465,565
2019	401,995	63,570	465,565
2020	412,392	53,173	465,565
2021	423,059	42,507	465,566
2022	434,001	31,564	465,565
2023	445,227	20,338	465,565
2024	456,743	8,822	465,565
	$ 4,082,564	$ 573,088	$ 4,655,652

Village of Cary, Illinois

Schedule of Insurance in Force
Year Ended April 30, 2014

Coverage	Limits
General Liability	$ 10,000,000
Police Professional	
Employee Benefits	
Professional Liability (Fire/Paramedic)	
Abuse/Molestation	
Auto Liability	10,000,000
Uninsured/Underinsured Motorist	500,000
Public Officials' Liability	10,000,000
Employment Practices	
Workers' Compensation	Statutory
Employer's Liability	2,500,000
First Party Property - All Risk	250,000,000 / per Occurrence
Flood Zone A/V	3,500,000
Flood Zone (Non-None A/V)	40,000,000
Contingent Business Interruption (Sales Tax)	10,000,000
Scheduled Emergency Vehicles - Agreed Value	Scheduled
Boiler/Machinery	50,000,000
Crime	
Employee Theft (Dishonesty)	5,000,000
Forgery, Alteration and Counterfeit Currency	5,000,000
Credit Card Forgery	5,000,000
Computer Fraud	5,000,000
Non-Faithful Performance	2,500,000
Public Officials' Bonds	
Mayor/President, Treasurer, Clerk	Statutory Limits
Special District Trustees	As Scheduled
Supplemental	
Yearly Aggregates	
Member Annual Payment Cap (Applies to General/Auto Liability and Public Officials Liability Loss Fund Payments only)	6,000,000
Agency Aggregate Cap	66,348,254

Statistical Section

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

Contents | Page

Financial Trends **108-121**

These schedules contain trend information to help the reader understand how the Village's financial performance and well-being have changed over time.

Revenue Capacity **122-127**

These schedules contain information to help the reader assess the Village's most significant local revenue sources.

Debt Capacity **128-133**

These schedules present information to help the reader assess the affordability of the Village's current levels of outstanding debt and the Village's ability to issue additional debt in the future.

Demographic and Economic Information **134-136**

These schedules offer demographic and economic indicators to help the reader understand the environment within which the Village's financial activities take place.

Operating Information **137-139**

These schedules contain service and infrastructure data to help the reader understand how the information in the Village's financial report relates to the services the Village provides and the activities it performs.

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

Village of Cary, Illinois

Net Position by Component - Last Ten Fiscal Years
April 30, 2014 (Unaudited)

	2005	2006	2007	2008
Governmental activities				
Net investment in capital assets	$ 6,454,746	$ 7,345,636	$ 9,086,901	$ 10,287,049
Restricted	1,038,449	1,035,479	842,230	1,029,543
Unrestricted	10,402,153	9,304,272	7,179,978	6,707,260
Total governmental activities net position	$ 17,895,348	$ 17,685,387	$ 17,109,109	$ 18,023,852
Business-type activities				
Net investment in capital assets	$ 6,358,790	$ 7,081,773	$ 7,397,329	$ 7,506,134
Restricted	2,535,000	2,365,000	2,365,000	2,365,000
Unrestricted	10,684,025	10,401,459	9,788,202	10,093,967
Total business-type activities net assets	$ 19,577,815	$ 19,848,232	$ 19,550,531	$ 19,965,101
Primary government				
Net investment in capital assets	$ 12,813,536	$ 14,427,409	$ 16,484,230	$ 17,793,183
Restricted	3,573,449	3,400,479	3,207,230	3,394,543
Unrestricted	21,086,178	19,705,731	16,968,180	16,801,227
Total primary government net position	$ 37,473,163	$ 37,533,619	$ 36,659,640	$ 37,988,953

Data Source: Village Records

2009	2010	2011	2012	2013	2014
$ 11,048,030	$ 12,054,989	$ 12,314,335	$ 12,481,419	$ 12,483,248	$ 14,351,002
1,323,392	1,176,260	1,695,557	1,715,581	2,827,568	1,762,993
7,345,536	8,567,731	9,943,411	11,506,578	11,563,949	11,727,388
$ 19,716,958	$ 21,798,980	$ 23,953,303	$ 25,703,578	$ 26,874,765	$ 27,841,383
$ 7,216,158	$ 6,934,536	$ 6,761,060	$ 8,149,404	$ 7,983,599	$ 8,575,305
2,365,000	2,365,000	2,277,000	1,954,000	1,918,000	1,908,000
9,610,125	9,291,237	9,204,721	7,666,814	7,921,726	7,617,711
$ 19,191,283	$ 18,590,773	$ 18,242,781	$ 17,770,218	$ 17,823,325	$ 18,101,016
$ 18,264,188	$ 18,989,525	$ 19,075,395	$ 20,630,823	$ 20,466,847	$ 22,926,307
3,688,392	3,541,260	3,972,557	3,669,581	4,745,568	3,670,993
16,955,661	17,858,968	19,148,132	19,173,392	19,485,675	19,345,099
$ 38,908,241	$ 40,389,753	$ 42,196,084	$ 43,473,796	$ 44,698,090	$ 45,942,399

Village of Cary, Illinois

Changes in Net Position - Last Ten Fiscal Years
April 30, 2014 (Unaudited)

	2005	2006	2007	2008
Expenses				
Governmental activities				
General government	$ 1,109,092	$ 2,833,179	$ 1,274,362	$ 1,178,269
Public safety	3,184,805	3,440,615	3,501,396	3,829,926
Highways and streets	1,669,486	2,564,558	4,878,701	2,884,970
Interest on long-term debt	7,989	4,113	-	-
Total governmental activities expenses	5,971,372	8,842,465	9,654,459	7,893,165
Business-type activities				
Water and sanitation	3,905,493	4,045,696	4,172,813	4,218,256
Parking	133,942	131,580	230,806	170,057
Total business-type activities net position	4,039,435	4,177,276	4,403,619	4,388,313
Total primary government expenses	$ 10,010,807	$ 13,019,741	$ 14,058,078	$ 12,281,478
Program revenues				
Governmental activities				
Charges for services				
General government	$ 1,264,756	$ 1,278,897	$ 953,441	$ 945,997
Public safety	613,449	615,880	479,314	432,415
Highways and streets	34,947	26,706	23,486	9,372
Operating grants/contributions	570,777	556,941	566,282	574,854
Capital grants/contributions	47,895	44,666	12,000	6,107
Total governmental activities program revenues	2,531,824	2,523,090	2,034,523	1,968,745
Business-type activities				
Charges for services				
Water and sanitation	4,191,474	3,882,084	3,273,170	3,292,541
Parking	148,939	148,048	153,588	156,833
Operating grants/contributions	-	-	-	-
Capital grants/contributions	-	-	-	-
Total business-type activities program revenues	4,340,413	4,030,132	3,426,758	3,449,374
Total primary government program revenues	$ 6,872,237	$ 6,553,222	$ 5,461,281	$ 5,418,119
Net (expense) revenue				
Governmental activities	$ (3,439,548)	$ (6,319,375)	$ (7,619,936)	$ (5,924,420)
Business-type activities	300,978	(147,144)	(976,861)	(938,939)
Total primary government net revenue (expense)	$ (3,138,570)	$ (6,466,519)	$ (8,596,797)	$ (6,863,359)

2009	2010	2011	2012	2013	2014
$ 1,395,160	$ 1,329,254	$ 1,275,089	$ 1,384,571	$ 1,795,810	$ 2,121,799
3,725,837	3,763,669	3,882,550	3,944,491	4,181,552	4,263,792
2,839,734	2,213,257	2,496,961	2,607,979	2,514,665	2,382,850
-	137,652	107,100	105,423	102,516	107,928
7,960,731	7,443,832	7,761,700	8,042,464	8,594,543	8,876,369
4,063,923	3,932,616	3,832,031	3,802,956	3,490,479	3,434,323
189,406	145,707	159,455	137,737	171,710	148,444
4,253,329	4,078,323	3,991,486	3,940,693	3,662,189	3,582,767
$ 12,214,060	$ 11,522,155	$ 11,753,186	$ 11,983,157	$ 12,256,732	$ 12,459,136
$ 1,539,253	$ 1,444,865	$ 1,535,779	$ 1,552,448	$ 1,653,955	$ 1,628,657
305,673	339,673	218,587	247,475	248,592	204,699
20,267	40,389	10,682	7,635	17,968	11,014
511,141	499,837	619,432	555,619	734,396	754,042
52,493	-	-	10,000	-	-
2,428,827	2,324,764	2,384,480	2,373,177	2,654,911	2,598,412
3,058,131	3,039,317	3,199,997	3,063,041	3,484,194	3,571,807
191,213	185,394	189,259	183,195	214,857	213,504
-	-	-	-	-	-
-	-	-	-	-	-
3,249,344	3,224,711	3,389,256	3,246,236	3,699,051	3,785,311
$ 5,678,171	$ 5,549,475	$ 5,773,736	$ 5,619,413	$ 6,353,962	$ 6,383,723
$ (5,531,904)	$ (5,119,068)	$ (5,377,220)	$ (5,669,287)	$ (5,939,632)	$ (6,277,957)
(1,003,985)	(853,612)	(602,230)	(694,457)	36,862	202,544
$ (6,535,889)	$ (5,972,680)	$ (5,979,450)	$ (6,363,744)	$ (5,902,770)	$ (6,075,413)

(Continued)

Village of Cary, Illinois

Changes in Net Position - Last Ten Fiscal Years (Continued)
April 30, 2014 (Unaudited)

	2005	2006	2007	2008
General revenues and other changes in net position				
Governmental activities				
Taxes				
Property taxes	$ 2,014,606	$ 2,135,028	$ 2,273,191	$ 2,399,334
Sales taxes	1,110,717	1,181,130	1,224,927	1,284,645
Utility taxes	635,555	690,804	673,256	688,230
Intergovernmental				
Income taxes	1,198,415	1,331,994	1,576,513	1,763,071
Local use taxes	184,203	207,493	238,256	263,953
Replacement taxes	56,159	72,695	80,017	89,230
Interest income	201,664	405,753	467,891	336,166
Miscellaneous	52,628	78,447	509,607	190,824
Transfers - internal activity	60,000	60,000	-	-
Total governmental activities	5,513,947	6,163,344	7,043,658	7,015,453
Business-type activities				
Interest income	186,170	424,757	654,797	506,021
Miscellaneous	-	52,804	24,363	970,239
Transfers - internal activity	(60,000)	(60,000)	-	-
Total business-type activities	126,170	417,561	679,160	1,476,260
Total primary government	$ 5,640,117	$ 6,580,905	$ 7,722,818	$ 8,491,713
Changes in net position				
Governmental activities	$ 2,074,399	$ (156,031)	$ (576,278)	$ 1,091,033
Business-type activities	427,148	270,417	(297,701)	537,321
Total primary government	$ 2,501,547	$ 114,386	$ (873,979)	$ 1,628,354

Data Source: Village Records

2009	2010	2011	2012	2013	2014
$ 2,485,868	$ 2,648,386	$ 2,680,371	$ 2,774,117	$ 2,744,395	$ 2,803,968
1,208,071	1,128,247	1,140,935	1,210,495	1,212,286	1,270,566
720,661	932,865	942,638	887,214	634,258	607,006
1,647,971	1,442,985	1,448,433	1,548,030	1,728,756	1,847,712
264,067	222,538	269,289	266,558	293,213	320,557
82,618	73,259	81,160	74,265	72,691	82,071
149,858	106,417	144,978	116,127	218,478	155,468
665,896	646,393	823,739	542,756	206,742	157,227
-	-	-	-	-	-
7,225,010	7,201,090	7,531,543	7,419,562	7,110,819	7,244,575
138,665	101,505	102,667	69,175	61,525	75,147
91,502	151,597	151,571	152,719	-	-
-	-	-	-	-	-
230,167	253,102	254,238	221,894	61,525	75,147
$ 7,455,177	$ 7,454,192	$ 7,785,781	$ 7,641,456	$ 7,172,344	$ 7,319,722
$ 1,693,106	$ 2,082,022	$ 2,154,323	$ 1,750,275	$ 1,171,187	$ 966,618
(773,818)	(600,510)	(347,992)	(472,563)	98,387	277,691
$ 919,288	$ 1,481,512	$ 1,806,331	$ 1,277,712	$ 1,269,574	$ 1,244,309

Village of Cary, Illinois

Fund Balances of Governmental Funds - Last Ten Fiscal Years
April 30, 2014 (Unaudited)

	2005	2006	2007	2008
General fund				
Reserved	$ 305,128	$ 467,495	$ 572,570	$ 600,063
Unreserved	4,991,549	5,715,186	4,473,711	4,008,210
Nonspendable	-	-	-	-
Restricted	-	-	-	-
Committed	-	-	-	-
Unassigned	-	-	-	-
Total general fund	5,296,677	6,182,681	5,046,281	4,608,273
All other governmental funds				
Reserved	962,432	864,495	1,277,039	1,329,564
Unreserved, reported in:				
Special revenues funds	-	-	(7,569)	-
Capital projects funds	5,503,323	3,685,522	2,176,498	2,381,226
Nonspendable	-	-	-	-
Restricted	-	-	-	-
Assigned	-	-	-	-
Total all other governmental funds	6,465,755	4,550,017	3,445,968	3,710,790
Total governmental funds	$ 11,762,432	$ 10,732,698	$ 8,492,249	$ 8,319,063

Data Source: Village Records

The Village implemented GASB 54 in Fiscal Year 2012

2009	2010	2011	2012	2013	2014
$ 826,257	$ 639,754	$ 1,818,351	$ -	$ -	$ -
4,121,271	5,069,331	2,497,759	-	-	-
-	-	-	1,031,997	800,966	780,145
-	-	-	172,297	157,241	127,810
-	-	-	825,930	1,035,459	1,240,507
-	-	-	3,104,807	3,948,646	3,756,563
4,947,528	5,709,085	4,316,110	5,135,031	5,942,312	5,905,025
1,413,500	1,475,792	848,796	-	-	-
-	-	-	-	-	-
3,047,473	8,527,715	9,861,412	-	-	-
-	-	-	-	949,979	51,063
-	-	-	1,549,668	2,670,327	1,635,183
-	-	-	8,374,732	6,623,571	6,824,780
4,460,973	10,003,507	10,710,208	9,924,400	10,243,877	8,511,026
$ 9,408,501	$ 15,712,592	$ 15,026,318	$ 15,059,431	$ 16,186,189	$ 14,416,051

Village of Cary, Illinois

General Governmental Revenues By Source - Last Ten Fiscal Years
April 30, 2014 (Unaudited)

Source	2005	2006	2007	2008
Taxes	$ 3,760,878	$ 4,006,962	$ 4,171,374	$ 4,372,209
Licenses and permits	571,109	508,112	354,932	346,611
Intergovernmental	2,057,449	2,213,789	2,473,068	2,697,215
Charges for services	1,196,092	1,265,020	1,121,367	1,093,381
Fines and forfeits	554,783	584,997	437,078	404,893
Interest	201,664	405,753	467,891	336,166
Miscellaneous	52,628	78,447	509,607	190,824
Total	$ 8,394,603	$ 9,063,080	$ 9,535,317	$ 9,441,299

Note: Includes General, Special Revenue, Debt Service and Capital Projects Funds.

Data Source: Village Records

2009	2010	2011	2012	2013	2014
$ 4,414,600	$ 4,709,498	$ 4,763,944	$ 4,871,826	$ 4,590,939	$ 4,681,540
196,961	224,393	336,015	271,250	167,562	207,152
2,558,290	2,238,619	2,418,314	2,454,472	2,629,056	2,804,382
1,820,301	1,681,160	1,584,234	1,659,898	1,832,911	1,460,966
283,120	303,330	207,582	237,655	231,552	177,123
149,858	106,417	144,978	116,127	100,294	109,704
665,896	646,393	823,739	542,756	406,742	356,356
$ 10,089,026	$ 9,909,810	$ 10,278,806	$ 10,153,984	$ 9,959,056	$ 9,797,223

Village of Cary, Illinois

General Governmental Expenditures By Function - Last Ten Fiscal Years
April 30, 2014 (Unaudited)

Function	2005	2006	2007	2008
General government	$ 1,483,059	$ 3,253,711	$ 1,676,005	$ 1,601,770
Public safety	2,945,083	3,330,158	3,411,763	3,683,179
Highways and streets	1,839,462	1,924,375	2,308,680	2,402,293
Capital outlay	1,953,451	1,519,110	4,379,318	1,750,953
Debt service				
Principal	63,541	67,417	-	-
Interest and fiscal charges	7,989	4,113	-	-
Total	$ 8,292,585	$ 10,098,884	$ 11,775,766	$ 9,438,195

Note: Includes General, Special Revenue, Debt Service and Capital Projects Funds.

Data Source: Village Records

2009	2010	2011	2012	2013	2014
$ 1,721,748	$ 1,593,637	$ 1,558,821	$ 1,573,688	$ 1,834,714	$ 1,594,885
3,613,281	3,584,379	3,805,368	3,926,103	3,997,155	4,209,562
2,685,804	2,234,917	1,879,677	1,776,052	1,874,182	3,626,395
978,755	1,110,058	3,347,266	2,468,380	1,602,029	894,507
-	-	265,000	270,000	275,000	280,000
-	82,728	108,948	106,648	104,218	107,012
$ 8,999,588	$ 8,605,719	$ 10,965,080	$ 10,120,871	$ 9,687,298	$ 10,712,361

Village of Cary, Illinois

Changes in Fund Balances for Governmental Funds - Last Ten Fiscal Years
April 30, 2014 (Unaudited)

	2005	2006	2007	2008
Revenues				
Taxes	$ 3,760,878	$ 4,006,962	$ 4,171,374	$ 4,372,209
Licenses and permits	571,109	508,112	354,932	346,611
Intergovernmental	2,057,449	2,213,789	2,473,068	2,697,215
Charges for services and fees	1,196,092	1,265,020	1,121,367	1,093,381
Fines and forfeits	554,783	584,997	437,078	404,893
Investment income	201,664	405,753	467,891	336,166
Miscellaneous	52,628	78,447	509,607	190,824
Total revenues	8,394,603	9,063,080	9,535,317	9,441,299
Expenditures				
General government	1,483,059	3,253,711	1,676,005	1,601,770
Public safety	2,945,083	3,330,158	3,411,763	3,683,179
Highways and streets	1,839,462	1,924,375	2,308,680	2,402,293
Capital outlay	1,953,451	1,519,110	4,379,318	1,750,953
Debt service				
Principal	63,541	67,417	-	-
Interest and fiscal charges	7,989	4,113	-	-
Total expenditures	8,292,585	10,098,884	11,775,766	9,438,195
Excess of revenues over (under) expenditures	102,018	(1,035,804)	(2,240,449)	3,104
Other financing sources (uses)				
Proceeds from bonds	-	-	-	-
Transfers in	1,160,000	100,000	2,225,000	1,000,000
Transfers out	(1,100,000)	(40,000)	(2,225,000)	(1,000,000)
	60,000	60,000	-	-
Net change in fund balances	$ 162,018	$ (975,804)	$ (2,240,449)	$ 3,104
Debt service as a percentage of noncapital expenditures	1.13%	0.83%	0.00%	0.00%

Data Source: Village Records

2009	2010	2011	2012	2013	2014
$ 4,414,600	$ 4,709,498	$ 4,763,944	$ 4,871,826	$ 4,590,939	$ 4,681,540
196,961	224,393	336,015	271,250	167,562	207,152
2,558,290	2,238,619	2,418,314	2,454,472	2,629,056	2,804,382
1,820,301	1,681,160	1,584,234	1,659,898	1,832,911	1,460,966
283,120	303,330	207,582	237,655	231,552	177,123
149,858	106,417	144,978	116,127	100,294	109,704
665,896	646,393	823,739	542,756	406,742	356,356
10,089,026	9,909,810	10,278,806	10,153,984	9,959,056	9,797,223
1,721,748	1,593,637	1,558,821	1,573,688	1,834,714	1,594,885
3,613,281	3,584,379	3,805,368	3,926,103	3,997,155	4,209,562
2,685,804	2,234,917	1,879,677	1,776,052	1,874,182	3,626,395
978,755	1,110,058	3,347,266	2,468,380	1,602,029	894,507
-	-	265,000	270,000	275,000	280,000
-	82,728	108,948	106,648	104,218	107,012
8,999,588	8,605,719	10,965,080	10,120,871	9,687,298	10,712,361
1,089,438	1,304,091	(686,274)	33,113	271,758	(915,138)
-	5,000,000	-	-	-	-
500,000	15,966	3,411,009	-	-	500,000
(500,000)	(15,966)	(3,411,009)	-	-	(500,000)
-	5,000,000	-	-	-	-
$ 1,089,438	$ 6,304,091	$ (686,274)	$ 33,113	$ 271,758	$ (915,138)
0.00%	1.10%	4.91%	4.92%	4.46%	4.55%

Village of Cary, Illinois

Assessed Value and Actual Value of Taxable Property - Last Ten Fiscal Years
April 30, 2014 (Unaudited)

Tax Levy Year	Residential Property	Farm	Mineral	Commercial Property
2004	$ 413,308,337	$ 371,767	$ -	$ 29,285,871
2005	457,703,075	393,730	-	32,152,512
2006	488,914,548	411,071	-	34,531,927
2007	521,227,953	432,880	-	38,915,104
2008	520,209,447	451,758	-	42,576,420
2009	513,749,154	454,716	-	42,177,116
2010	488,018,596	470,473	-	41,538,817
2011	428,686,470	476,777	-	37,628,751
2012	380,323,393	437,594	245,291	33,061,571
2013	342,991,722	406,989	239,471	30,971,664

Data Source: Algonquin Township

Industrial Property	Total	Railroad	Total Assessed Value	Total Direct Tax Rate
$ 40,976,252	$ 483,942,227	$ 241,719	$ 484,183,946	0.3901
43,267,644	533,516,961	277,814	533,794,775	0.3760
45,788,562	569,646,108	227,115	569,873,223	0.3704
47,710,795	608,286,732	249,211	608,535,943	0.3588
48,603,179	611,840,804	272,323	612,113,127	0.3742
49,295,550	605,676,536	327,697	606,004,233	0.3797
48,893,148	578,921,034	409,357	579,330,391	0.4087
43,410,821	510,202,819	434,895	510,637,714	0.4672
39,302,313	453,370,162	491,785	453,861,947	0.5398
35,493,313	410,103,159	607,192	410,710,351	0.6092

Village of Cary, Illinois

Direct and Overlapping Property Tax Rates - Last Ten Fiscal Years
April 30, 2014 (Unaudited)

	2004	2005	2006	2007
Village of Cary				
Corporate	0.1465	0.1394	0.1355	0.1360
Illinois Municipal Retirement	0.0256	0.0244	0.0239	0.0229
Police protection	0.0922	0.0877	0.0856	0.0818
Audit	0.0043	0.0042	0.0042	0.0024
Liability insurance	0.0451	0.0429	0.0420	0.0401
ESDA	0.0007	0.0007	0.0008	0.0003
Social security	0.0283	0.0269	0.0263	0.0252
School crossing guard	0.0092	0.0088	0.0087	0.0049
Unemployment insurance	0.0027	0.0026	0.0026	0.0011
Police pension	0.0355	0.0384	0.0408	0.0441
Total direct tax rate	0.3901	0.3760	0.3704	0.3588
Overlapping rates				
McHenry County	0.7346	0.7278	0.7060	0.6871
McHenry County Conservation District	0.1580	0.1490	0.4133	0.1738
Algonquin Township	0.1768	0.0531	0.1677	0.1634
Cary Fire Protection District	0.2772	0.2784	0.3724	0.3615
Cary Park District	0.5534	0.5344	0.5240	0.5080
Cary Area Library	0.1750	0.1690	0.1655	0.1611
School District #26	2.8664	2.7516	2.6871	2.6142
High School District #155	1.9780	1.9023	1.8697	1.8213
Community College District #528	0.3033	0.2922	0.2741	0.2634
Total direct and overlapping tax rate	7.6128	7.2338	7.5502	7.1126

Data Source: McHenry County Assessors Office

Note: Three rate schedules are shown, since there are three grade school districts within the Village.

2008	2009	2010	2011	2012	2013
0.1360	0.1102	0.0719	0.0825	0.0586	0.0587
0.0262	0.0258	0.0248	0.0282	0.0496	0.0548
0.0898	0.1007	0.1652	0.1885	0.2203	0.2435
0.0020	0.0007	0.0012	0.0014	0.0001	0.0001
0.0262	0.0383	0.0350	0.0393	0.0496	0.0548
0.0001	0.0000	0.0000	0.0000	0.0000	0.0000
0.0392	0.0368	0.0331	0.0373	0.0496	0.0548
0.0046	0.0020	0.0012	0.0014	0.0000	0.0000
0.0003	0.0003	0.0000	0.0000	0.0000	0.0000
0.0499	0.0649	0.0763	0.0885	0.1120	0.1425
0.3742	0.3797	0.4087	0.4672	0.5398	0.6092
0.7014	0.7157	0.7927	0.8879	0.9958	1.0960
0.1732	0.1775	0.1956	0.2191	0.2481	0.2748
0.1674	0.1704	0.1847	0.2109	0.2368	0.2648
0.3735	0.3789	0.4101	0.4712	0.5446	0.6153
0.5282	0.5352	0.5752	0.6591	0.7580	0.8360
0.1681	0.1708	0.1849	0.2118	0.2440	0.2761
2.6650	2.6982	2.9158	3.3759	3.9289	4.4433
1.8647	1.9054	2.0347	2.2979	2.6550	2.9613
0.2686	0.2739	0.3039	0.3395	0.3921	0.4306
7.2843	7.4057	8.0063	9.1405	10.5431	11.8074

Village of Cary, Illinois

Principal Property Tax Payers - Current Year and Nine Years Ago
April 30, 2014 (Unaudited)

	2014			2005		
Taxpayer	Taxable Assessed Value	Rank	Percentage of Total Village Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total Village Taxable Assessed Value
Cary Corners LLC (Sage)	$ 5,472,094	1	1.33%	$ 4,751,956	1	N/A
Tru Serv	4,019,386	2	0.98%	N/A	N/A	N/A
Three Oaks Pheasant KX Et Al	2,621,155	3	0.64%	N/A	N/A	N/A
Seaquist Perfect Dispensing LLC	2,061,746	4	0.50%	2,096,307	5	0.48%
Thomas M/John F Smrt	1,912,706	5	0.47%	N/A	N/A	N/A
Harris Trust	1,491,738	6	0.36%	N/A	N/A	N/A
Greenspire Oak Knoll LLC	1,157,467	7	0.28%	N/A	N/A	N/A
Chicago Trust Co NA	1,086,828	8	0.26%	N/A	N/A	N/A
PB J XXXII LLC	1,053,131	9	0.26%	N/A	N/A	N/A
Cary Point LLC	1,040,570	10	0.25%	N/A	N/A	N/A
HB Properties				3,037,647	3	0.69%
Cotter				3,215,230	2	0.73%
Cary Square				2,350,885	4	0.53%
Gordon Strong Co.				1,478,002	67	0.33%
Soltis Family LLC				1,066,686	7	0.24%
Oak Knoll Apt.				1,018,138	8	0.23%
Illinois Blower				979,329	9	0.22%
Fox Valley Systems				939,753	10	0.21%
	$ 21,916,821		5.34%	$ 20,933,933		3.66%

N/A - Not Available

Data Source: McHenry County Office of Assessments

Village of Cary, Illinois

Property Tax Levies and Collections - Last Ten Fiscal Years
April 30, 2014 (Unaudited)

Fiscal Year Ended April 30	Tax Levy Year	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
			Amount	Percentage of Levy		Amount	Percentage of Levy
2005	2003	$ 1,786,928	$ 1,784,032	99.84%	-	$ 1,784,032	99.84%
2006	2004	1,888,803	1,887,140	99.91%	-	1,887,140	99.91%
2007	2005	2,006,882	2,005,276	99.92%	-	2,005,276	99.92%
2008	2006	2,111,065	2,108,533	99.88%	(1,636)	2,108,533	99.88%
2009	2007	2,183,427	2,178,486	99.77%	815	2,179,301	99.81%
2010	2008	2,290,527	2,287,330	99.86%	N/A	2,287,330	99.86%
2011	2009	2,301,240	2,300,103	99.95%	59	2,300,103	99.95%
2012	2010	2,368,303	2,367,260	99.96%	N/A	2,367,260	99.96%
2013	2011	2,378,744	2,376,714	99.91%	N/A	2,376,714	99.91%
2014	2012	2,449,951	2,448,625	99.95%	N/A	2,448,625	99.95%

N/A - Not Available

Village of Cary, Illinois

Ratios of Outstanding Debt By Type - Last Ten Fiscal Years
April 30, 2014 (Unaudited)

Fiscal Year Ended April 30	Governmental Activities		Business-Type Activities	
	General Obligation Bonds	Installment Contracts Payable	Revenue Bonds	IEPA Loan
2005	$ -	$ 67,417	$ 7,395,000	$ 6,963,902
2006	-	-	6,910,000	6,675,467
2007	-	-	6,410,000	6,379,572
2008	-	-	5,895,000	6,076,024
2009	-	-	5,360,000	5,764,625
2010	5,000,000	-	4,815,000	5,445,171
2011	4,735,000	-	4,245,000	5,117,455
2012	4,465,000	-	2,315,000	4,781,262
2013	4,190,000	-	1,905,000	4,436,373
2014	3,910,000	-	1,490,000	4,082,564

Data Source: Village's Records

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

(1) See the Schedule of Demographic and Economic Statistics for personal income and population data.

Total Primary Government	Percentage of Personal Income (1)	Per Capita (1)
$ 14,426,319	18.78%	837.77
13,585,467	17.69%	725.99
12,789,572	16.65%	683.46
11,971,024	15.59%	639.72
11,124,625	14.49%	594.49
15,260,171	19.87%	815.49
14,097,455	16.18%	771.58
11,561,262	13.27%	632.77
10,531,373	12.09%	576.40
9,482,564	10.88%	519.00

Village of Cary, Illinois

Ratios of General Bonded Debt Outstanding to Equalized Assessed Value and Net General Obligation Bonded Debt per Capita - Last Ten Fiscal Years April 30, 2014 (Unaudited)

Fiscal Year Ended April 30	Gross General Obligation Bonds	Less: Amounts Available in Debt Service Funds	Total	Percentage of Equalized Assessed Value	Per Capita
2005	$ -	$ -	$ -	0.00%	0.00
2006	-	-	-	0.00%	0.00
2007	-	-	-	0.00%	0.00
2008	-	-	-	0.00%	0.00
2009	-	-	-	0.00%	0.00
2010	5,000,000	-	5,000,000	0.83%	267.19
2011	4,735,000	-	4,735,000	0.82%	259.15
2012	4,465,000	-	4,465,000	0.87%	244.38
2013	4,190,000	-	4,190,000	0.92%	229.33
2014	3,910,000	-	3,910,000	0.95%	214.00

Data Source: Village Records

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

Village of Cary, Illinois

Schedule of Direct and Overlapping Bonded Debt
April 30, 2014 (Unaudited)

Governmental Unit	Gross Debt	Percentage to Debt Applicable to Village (1)	Village's Share of Debt
Village of Cary	$ 3,910,000	100.0000%	$ 3,910,000
McHenry County Conservation District	127,550,000	5.7252%	7,302,493
Algonquin Library District	3,725,000	3.2331%	120,433
School District #26	32,355,000	64.7727%	20,957,207
School District #47	19,130,000	2.6208%	501,359
Unit School District #300*	311,555,598	0.5719%	1,781,786
High School District #155	13,231,460	16.0683%	2,126,071
Community College District #509 (McHenry)	193,827,859	0.1533%	297,138
Subtotal	701,374,917		33,086,487
Totals	$ 705,284,917		$ 36,996,487

Data Source: Individual Government Units
* Estimated for the portion of the district located in Cook County

(1) Determined by the ratio of assessed valuation of property subject to taxation in the Village to valuation of property subject to taxation in overlapping unit.

Village of Cary, Illinois

Schedule of Legal Debt Margin
April 30, 2014 (Unaudited)

Assessed Valuation - 2013	$ 410,710,351
Legal Debt Limit - 8.625% of Assessed Valuation	35,423,768
Amount of debt applicable to debt limit	3,910,000
Legal Debt Margin	$ 31,513,768

Chapter 65, Section 5/8-5-1 of the Illinois Compiled Statutes provides, "...no municipality having a population of less than 500,000 shall become indebted in any manner or for any purpose, to an amount, including existing indebtedness in the aggregate exceeding 8.625% on the value of the taxable property therein, to be ascertained by the last assessment for state and county purposes, previous to the incurring of the indebtedness or, until January 1, 1983, if greater, the sum that is produced by multiplying the municipality's 1978 equalized assessed valuation by the debt limitation percentage in effect on January 1, 1979."

Village of Cary, Illinois

Pledged-Revenue Coverage - Last Ten Fiscal Years
April 30, 2014 (Unaudited)

Fiscal Year Ended April 30	Water Revenues	Principal	Interest	Coverage
2005	$ 3,379,440	$ 400,000	$ 381,755	1.61
2006	3,471,600	596,478	486,678	1.11
2007	3,855,368	485,000	255,502	1.85
2008	4,747,462	515,000	391,791	2.33
2009	3,284,036	535,000	367,528	2.34
2010	3,292,178	545,000	340,323	2.38
2011	3,453,885	570,000	312,550	2.39
2012	3,283,118	1,930,000	219,335	0.98
2013	3,545,028	410,000	196,474	3.48
2014	3,645,547	415,000	170,639	2.69

Data Source: Village Records

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

Village of Cary, Illinois

Demographic and Economic Statistics - Last Ten Fiscal Years
April 30, 2014 (Unaudited)

Fiscal Year Ended April 30	Population		Personal Income (in Thousands)		Per Capita Personal Income		Median Age		Unemployment Rate
2005	17,220	(2)	$ 76,801	(1)	$ 26,903	(1)	33.9	(1)	4.30%
2006	18,713	(3)	76,801	(1)	26,903	(1)	33.9	(1)	3.20%
2007	18,713	(3)	76,801	(1)	26,903	(1)	33.9	(1)	3.70%
2008	18,713	(3)	76,801	(1)	26,903	(1)	33.9	(1)	5.00%
2009	18,713	(3)	76,801	(1)	26,903	(1)	33.9	(1)	9.20%
2010	18,713	(3)	76,801	(1)	26,903	(1)	33.9	(1)	9.60%
2011	18,271	(4)	87,138	(4)	32,030	(4)	36.6	(4)	8.90%
2012	18,271	(4)	87,138	(4)	34,526	(4)	37.0	(4)	7.50%
2013	18,271	(4)	87,138	(4)	37,622	(5)	36.0	(5)	7.60%
2014	18,271	(4)	87,138	(4)	35,450	(6)	36.7	(6)	N/A

N/A - Not Available

Data Sources:
(1) 2000 Decennial Census
(2) 2003 Special Census
(3) 2006 Special Census
(4) 2010 Decennial Census
(5) 2007 - 2011 American Community Survey Estimates
(6) 2008 - 2012 American Community Survey Estimates

Village of Cary, Illinois

Principal Employers - Current Fiscal Year and Six Fiscal Years Ago
April 30, 2014 (Unaudited)

	2014			2008		
Employer	Employees	Rank	Percentage of Total Village Population	Employees	Rank	Percentage of Total Village Population
Sage Products, Inc.	600	1	3.28%	481	1	2.57%
Aptar BH	400	2	2.19%	440	2	2.35%
Coilcraft Inc.	250	3	1.37%	235	5	1.25%
Durex Industries	220	4	1.20%	180	6	0.96%
Cary-Grove High School	200	5	1.09%			
True Value Manufacturing Co.	160	6	0.88%	240	4	1.28%
Jewel-Osco	133	7	0.73%	110	7	0.59%
Sherman Mechanical, Inc.	120	8	0.66%	100	8	0.53%
Horizon Steel Treating, Inc.	100	9	0.55%			
Insertech, LLC	100	10	0.55%			
Martinez Manufacturing, Inc				340	3	1.82%
Bartlett Manufacturing Inc.				80	9	0.43%
Federal Express				75	10	0.40%
	2,283		12.50%	2,281		12.18%

Data Sources: Village Community Development Department Records and Direct Contact with Employers.

Information for nine fiscal years ago is not available - FY 2008 is disclosed above

Village of Cary, Illinois

Full-Time Equivalent Village Government Employees by Function - Last Ten Fiscal Years
April 30, 2014 (Unaudited)

Function	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
General government										
Administration	4.00	4.00	4.50	4.50	3.00	3.00	3.00	3.00	3.00	3.00
Finance	5.00	5.00	5.00	4.00	4.00	4.00	4.00	4.00	3.00	3.50
Public works	17.00	18.00	18.00	18.00	15.00	14.00	13.00	13.00	13.00	13.00
Police	42.04	36.56	37.80	40.00	34.00	30.00	32.00	32.00	32.00	32.00
Building, planning and zoning	5.19	5.29	5.50	5.00	5.00	4.00	4.00	3.00	3.50	3.50
Water and sewer	15.00	14.37	15.00	12.00	10.00	11.00	10.00	10.00	10.00	9.00
Total	88.23	83.22	85.80	83.50	71.00	66.00	66.00	65.00	64.50	64.00

Data Source: Village Records

Village of Cary, Illinois

Operating Indicators by Function/Program - Last Ten Fiscal Years
April 30, 2014 (Unaudited)

Function/Program	2005	2006	2007	2008
Public works				
Forestry				
Number of parkway trees planted	46	65	49	54
Number of parkway trees trimmed	1,300	1,260	1,800	1,368
Brush pickup program (hours)	1,130	844	900	799
Fleet services				
Number of vehicles maintained	52	54	58	58
Public safety				
Police				
Criminal offenses (Part 1)	381	345	331	392
Criminal arrests (Part 1)	157	102	123	96
Criminal offenses (Part 2)	753	573	461	295
Criminal arrests (Part 2)	311	253	245	152
Traffic arrests	4,931	4,598	4,707	4,020
Traffic warnings	4,533	3,295	3,298	4,466
DUI	264	270	210	136
Liquor act	97	210	215	73
Ordinance arrests	48	97	96	38
Parking enforcement	674	1,462	1,488	1,286
Domestic calls	N/A	N/A	287	191
Community development				
Number of building permits issued	1,757	1,032	883	773
Number of building inspections	3,239	1,756	1,620	1,308
Highways and streets				
Sidewalk replaced (sq. ft)	3,800	5,000	5,100	5,000
Annual resurfacing program (in $)	579,000	627,000	672,000	573,500
Water and sewer				
Water main breaks	14	8	11	10
Hydrants flushed	950	989	989	994
Water meters read	37,000	37,800	37,800	37,260
Water meter service requests	280	290	300	837
Water meters replaced	49	38	39	48
Total distribution pumpage (1,000 gallons)	683,257	725,099	655,711	668,980
Average daily pumpage (1,000 gallons)	1,867	1,986	1,796	1,827
Sanitary sewer repairs (linear feet)	N/A	8,300	N/A	N/A

N/A - Not Available

Data Source: Village Records

Note: Indicators are not available for the general government function.

2009	2010	2011	2012	2013	2014
53	93	5	-	167	42
2,100	196	315	2,129	1,373	184
800	560	866	800	597	685
49	64	56	58	57	57
484	421	262	515	309	221
42	49	76	96	53	86
748	776	380	450	301	247
214	235	166	171	79	54
3,263	4,740	2,260	2,960	1,883	1,010
3,458	2,903	974	1,380	1,255	1,529
90	82	82	85	60	58
25	91	81	110	32	29
29	30	31	26	8	33
1,944	2,712	933	1,594	1,218	918
244	294	304	223	167	147
797	856	807	1,080	803	848
1,329	1,499	1,345	1,674	1,258	1,438
10,620	17,940	12,987	10,712	8,460	5,525
550,080	536,674	2,399,925	1,449,662	1,065,048	1,337,626
14	12	9	9	12	15
1,050	1,050	1,050	1,050	1,306	1,082
38,826	38,898	37,200	37,200	38,525	36,012
386	511	488	1,185	1,593	2,088
54	38	51	58	649	725
658,095	598,858	592,237	569,943	588,460	553,033
1,797	1,640	1,622	1,557	1,612	1,515
10	-	-	-	-	-

Village of Cary, Illinois

Capital Asset Statistics by Function/Program - Last Ten Fiscal Years
April 30, 2014 (Unaudited)

Function/Program	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
Police										
Stations	1	1	1	1	1	1	1	1	1	1
Patrol units	13	13	13	13	10	21	18	19	19	19
Public works										
Streets (miles)	70	70	70	70	70	70	77	77	77	77
Streetlights	677	700	700	700	538*	538	538	538	538	538
Water and sewer										
Water mains (miles)	65	70	70	70	70	70	70	70	70	70
Fire hydrants	989	989	989	989	1,050	1,050	1,050	1,050	1,050	1,050
Sanitary sewers (miles)	75	75	75	75	75	75	75	75	75	75

Data Source: Village Records
* Per Public Works Operation Division's Records