Lake County, Illinois

Statement of Net Position
As of November 30, 2018

	Primary Government			Component Unit
	Governmental Activities	Business-Type Activities	Totals	Forest Preserve District
Assets				
Cash and investments	$ 382,849,013	$ 37,432,931	$ 420,281,944	$ 92,542,344
Taxes receivable, net	185,093,465	178,845	185,272,310	21,282,399
Accrued interest	3,092,615	745,010	3,837,625	220,990
Accounts receivable, net	14,369,817	8,438,354	22,808,171	309,858
Due from governmental agencies	9,715,127	-	9,715,127	614,198
Notes receivable, net	1,031,957	-	1,031,957	-
Other assets	1,319,356	1,238,049	2,557,405	426,493
Restricted assets:				
Cash and investments	-	32,900,344	32,900,344	-
Capital assets:				
Capital assets not being depreciated	144,888,012	50,166,034	195,054,046	664,716,259
Other capital assets, net	665,352,387	229,759,820	895,112,207	84,118,320
Net pension asset	-	-	-	18,736
Total assets	1,407,711,749	360,859,387	1,768,571,136	864,249,597
Deferred Outflows of Resources				
Deferred loss on refundings	-	-	-	2,949,839
Deferred outflows related to pensions	27,336,184	1,403,226	28,739,410	3,208,746
Accumulated decrease in fair value of hedging derivatives	-	-	-	484,205
Deferred outflows related to OPEB	50,016	-	50,016	57,021
Total deferred outflows of resources	27,386,200	1,403,226	28,789,426	6,699,811
Total assets and deferred outflows of resources	$ 1,435,097,949	$ 362,262,613	$ 1,797,360,562	$ 870,949,408
Liabilities				
Accounts payable	$ 33,642,869	$ 2,707,804	$ 36,350,673	$ 2,891,771
Accrued salaries and wages	4,266,109	166,951	4,433,060	263,908
Other liabilities	2,416,484	-	2,416,484	1,678,420
Due to governmental agencies	3,516,965	-	3,516,965	-
Unearned revenue	118,913	-	118,913	1,099,974
Restricted accounts payable	-	1,359,446	1,359,446	-
Noncurrent liabilities:				
Due within one year	22,437,862	4,523,545	26,961,407	17,029,951
Due in more than one year	230,304,713	62,010,907	292,315,620	256,965,104
Total liabilities	296,703,915	70,768,653	367,472,568	279,929,128
Deferred Inflows of Resources				
Deferred inflows related to pensions	71,228,605	2,596,032	73,824,637	7,895,119
Deferred inflows related to OPEB	509,606	69,458	579,064	64,761
Deferred property taxes	165,552,459	1,361,863	166,914,322	-
Total deferred inflows of resources	237,290,670	4,027,353	241,318,023	7,959,880
Net Position				
Net investment in capital assets	622,473,559	214,217,629	836,691,188	499,044,402
Restricted in accordance with:				
Forest preserve	-	-	-	16,121,586
State statutes and enabling legislation	233,472,700	-	233,472,700	2,128,609
Donor requirements	404,088	-	404,088	2,565,127
Debt service	5,881,598	8,471,418	14,353,016	27,914,836
Capital improvements	3,700,117	22,874,239	26,574,356	-
Unrestricted	35,171,302	41,903,321	77,074,623	35,285,840
Total net position	901,103,364	287,466,607	1,188,569,971	583,060,400
Total liabilities, deferred inflows of resources, and net position	$ 1,435,097,949	$ 362,262,613	$ 1,797,360,562	$ 870,949,408

See notes to financial statements.

Lake County, Illinois

Statement of Activities
For the Year Ended November 30, 2018

Functions/Programs	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions	Net (Expense) Revenue and Changes in Net Position: Primary Government: Governmental Activities	Primary Government: Business-type Activities	Primary Government: Totals	Component Unit
Primary government:								
Governmental activities:								
General government	$ 59,583,523	$ 12,343,248	$ 3,610,391	$ -	$ (43,629,884)	$ -	$ (43,629,884)	$ -
Law and judicial	138,826,186	19,430,414	14,516,010	-	(104,879,762)	-	(104,879,762)	-
Health and human services	87,553,337	5,775,627	50,321,967	-	(31,455,743)	-	(31,455,743)	-
Transportation	57,643,693	1,852,280	5,204,564	11,837,664	(38,749,185)	-	(38,749,185)	-
Planning and economic development	10,628,606	2,654,978	4,505,512	-	(3,468,116)	-	(3,468,116)	-
Interest and fiscal charges	7,040,626	-	-	-	(7,040,626)	-	(7,040,626)	-
Total governmental activities	361,275,971	42,056,547	78,158,444	11,837,664	(229,223,316)	-	(229,223,316)	-
Business-type activities:								
Water and sewer	44,029,164	42,271,142	337,215	7,689,737	-	6,268,930	6,268,930	-
Total business-type activities	44,029,164	42,271,142	337,215	7,689,737	-	6,268,930	6,268,930	-
Total primary government	$ 405,305,135	$ 84,327,689	$ 78,495,659	$ 19,527,401	(229,223,316)	6,268,930	(222,954,386)	-
Component unit:								
Forest Preserve District	$ 49,242,389	$ 7,982,576	$ 2,183,544	$ 1,456,894	-	-	-	(37,619,375)
General revenues:								
Taxes:								
Property taxes					164,417,596	178,974	164,596,570	49,443,288
Sales taxes					64,503,112	-	64,503,112	-
Income taxes					7,883,465	-	7,883,465	-
Personal property replacement taxes					3,170,340	-	3,170,340	-
Other taxes					3,683,708	-	3,683,708	-
Investment income					6,559,030	331,612	6,890,642	987,869
Gain on sale of capital assets					-	72,564	72,564	385,957
Miscellaneous					9,468,704	-	9,468,704	168,962
Total general revenues					259,685,955	583,150	260,269,105	50,986,076
Change in net position					30,462,639	6,852,080	37,314,719	13,366,701
Net position:								
Beginning, as restated					870,640,725	280,614,527	1,151,255,252	569,693,699
Ending					$ 901,103,364	$ 287,466,607	$ 1,188,569,971	$ 583,060,400

See notes to financial statements.

Lake County, Illinois

Balance Sheet
Governmental Funds
As of November 30, 2018

	Major Fund				
	General	Health Department	1/4% Sales Tax for Transportation and Public Safety	Nonmajor Governmental Funds	Total Governmental Funds
Assets					
Cash and investments	$ 125,641,896	$ 32,467,895	$ 92,853,308	$ 120,238,469	$ 371,201,568
Taxes receivable, net	93,115,453	17,531,840	8,195,317	66,250,855	185,093,465
Accrued interest	2,465,237	58,696	171,900	393,251	3,089,084
Accounts receivable, net	2,813,049	5,450,002	1,052,094	4,711,458	14,026,603
Due from governmental agencies	2,423,328	4,075,056	113,584	3,103,159	9,715,127
Due from other funds	1,199,121	189,426	-	1,131,959	2,520,506
Notes receivable, net	1,031,957	-	-	-	1,031,957
Other assets	-	29,447	-	1,260,065	1,289,512
Total assets	$ 228,690,041	$ 59,802,362	$ 102,386,203	$ 197,089,216	$ 587,967,822
Liabilities					
Accounts payable	$ 8,815,649	$ 3,024,238	$ 7,589,719	$ 11,758,630	$ 31,188,236
Accrued salaries and wages	2,596,373	1,117,208	-	552,528	4,266,109
Other liabilities	264,902	1,188	-	2,150,394	2,416,484
Due to governmental agencies	3,516,965	-	-	-	3,516,965
Unearned revenues	-	118,913	-	-	118,913
Due to other funds	-	-	1,052,094	1,468,412	2,520,506
Total liabilities	15,193,889	4,261,547	8,641,813	15,929,964	44,027,213
Deferred Inflows of Resources					
Unavailable property tax	82,798,191	17,500,000	-	65,254,268	165,552,459
Unavailable other revenue	2,774,897	1,074,998	970,364	469,154	5,289,413
Total deferred inflows of resources	85,573,088	18,574,998	970,364	65,723,422	170,841,872
Fund balances					
Nonspendable for prepaid items	-	29,447	-	325,543	354,990
Nonspendable for inventory	-	-	-	934,522	934,522
Nonspendable for notes receivable	1,031,957	-	-	-	1,031,957
Restricted	-	36,936,370	92,774,026	114,175,765	243,886,161
Committed	70,280,894	-	-	-	70,280,894
Assigned	13,888,545	-	-	-	13,888,545
Unassigned	42,721,668	-	-	-	42,721,668
Total fund balances	127,923,064	36,965,817	92,774,026	115,435,830	373,098,737
Total liabilities, deferred inflows of resources, and fund balances	$ 228,690,041	$ 59,802,362	$ 102,386,203	$ 197,089,216	$ 587,967,822

See notes to financial statements.

Lake County, Illinois

Reconciliation of the Governmental Funds
Balance Sheet to the Statement of Net Position
As of November 30, 2018

Total fund balances - governmental funds	$	373,098,737
Amounts reported for governmental activities in the statement of net position are different because:		
Capital assets used in governmental activities are not current financial resources and therefore, are not reported in the funds.		810,240,399
Certain revenues that are reported as deferred inflows of resources in the fund financial statements because they are not available are recognized as revenue in the government-wide financial statements.		5,289,413
Premiums on bonds that are other financing sources in the fund financial statements are liabilities that are amortized over the life of the bonds in the government-wide financial statements.		(6,065,885)
Certain pension and OPEB related items are reported as deferred outflows of resources in the government-wide financial statements but not in the fund financial statements.		
Deferred outflows of resources - Illinois Municipal Retirement Fund		27,336,184
Deferred outflows of resources - OPEB plan		50,016
Certain pension and OPEB related items are reported as deferred inflows of resources in the government-wide financial statements but not in the fund financial statements.		
Deferred inflows of resources - Illinois Municipal Retirement Fund		(71,228,605)
Deferred inflows of resources - OPEB plan		(509,606)
Some liabilities reported in the statement of net position do not require the use of current financial resources and, therefore, are not reported as liabilities in governmental funds:		
General obligation bonds		(174,530,000)
Special service area bonds		(6,645,000)
Claims and judgments - risk management		(13,888,545)
Compensated absences		(18,682,719)
Net pension liability - Illinois Municipal Retirement Fund		(8,178,460)
Net OPEB liability		(22,356,699)
An internal service fund is used by management to charge the costs of insurance. A portion of the assets and liabilities are included in the governmental activities in the statement of net position		7,174,134
Net position of governmental activities	$	901,103,364

See notes to basic financial statements.

Lake County, Illinois

Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Year Ended November 30, 2018

	Major Fund				
	General Fund	Health Department	1/4% Sales Tax for Transportation and Public Safety	Nonmajor Governmental Funds	Total Governmental Funds
Revenues:					
Taxes	$ 130,672,045	$ 16,883,224	$ 31,583,946	$ 79,329,438	$ 258,468,653
Charges for services	15,194,190	3,361,938	-	14,845,337	33,401,465
Licenses and permits	3,716,567	2,145,188	-	-	5,861,755
Fines and forfeitures	1,320,412	32,187	-	-	1,352,599
Intergovernmental	13,412,350	44,919,562	2,647,607	17,166,039	78,145,558
Investment income	2,416,332	101,521	263,303	805,356	3,586,512
Miscellaneous	6,164,594	69,450	-	3,247,546	9,481,590
Total revenues	172,896,490	67,513,070	34,494,856	115,393,716	390,298,132
Expenditures:					
Current:					
General government	42,960,468	-	-	7,485,365	50,445,833
Law and judicial	110,984,132	-	-	10,304,509	121,288,641
Health and human services	-	71,462,276	-	8,484,707	79,946,983
Transportation	-	-	37,563	21,486,182	21,523,745
Planning and economic development	3,481,554	-	-	6,497,361	9,978,915
Capital outlay	20,433,105	4,251,220	22,952,320	38,429,950	86,066,595
Debt service:					
Principal	-	-	-	28,570,000	28,570,000
Interest	-	-	-	8,168,020	8,168,020
Total expenditures	177,859,259	75,713,496	22,989,883	129,426,094	405,988,732
Excess (deficiency) of revenues over expenditures	(4,962,769)	(8,200,426)	11,504,973	(14,032,378)	(15,690,600)
Other financing sources (uses):					
Debt issued	-	-	-	20,700,000	20,700,000
Premium on debt	-	-	-	2,660,554	2,660,554
Transfers in	20,208,505	7,357,915	-	17,044,864	44,611,284
Transfers (out)	(8,140,493)	-	(5,290,884)	(31,179,907)	(44,611,284)
Sale of capital assets	185,768	42,560	-	56,908	285,236
Total other financing sources (uses)	12,253,780	7,400,475	(5,290,884)	9,282,419	23,645,790
Change in fund balance	7,291,011	(799,951)	6,214,089	(4,749,959)	7,955,190
Fund balances:					
December 1, 2017	120,632,053	37,765,768	86,559,937	120,185,789	365,143,547
November 30, 2018	$ 127,923,064	$ 36,965,817	$ 92,774,026	$ 115,435,830	$ 373,098,737

See notes to financial statements.

Lake County, Illinois

Reconciliation of the Governmental Funds
Statement of Revenues, Expenditures and Changes in Fund Balances
to the Statement of Activities
For the Year Ended November 30, 2018

Net change in fund balances—total governmental funds	$ 7,955,190
Amounts reported for governmental activities in the statement of activities are different because:	
State grant revenues that are reported as deferred inflows of resources in the fund financial statements because they are not available are recognized as revenue in the government-wide financial statements.	
Prior year unavailable balance	(3,848,685)
Current year unavailable balance	5,289,413
Governmental funds report capital outlays as expenditures paid while governmental activities report depreciation expense to allocate those expenditures over the lives of the assets. This is the amount by which depreciation expense exceeded capital outlays in the current period.	
Capital outlays	85,399,340
Depreciation expense	(49,335,281)
Proceeds from sale of capital assets	(285,236)
Loss on disposal of capital assets	(11,091,842)
In governmental funds, issuance of long-term debt is considered other financing sources, but in the statement of net position, debt is reported as a liability. This is the amount of proceeds received in the current period.	
General obligation bonds	(20,700,000)
Repayment of principal on long-term debt is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position.	
Bond principal retirement	28,405,000
Special service area bond principal retirement	165,000
Premium on bonds are recorded as other financing sources in the fund financial statements, but the premium is recorded as a liability in the statement of net position and is amortized over the life of the bonds. These are the amounts in the current period.	
Premium on bonds	(2,660,554)
Amortization of premium on bonds	1,127,144
Items related to pension expense are reported as deferred inflows and deferred outflows on the government-wide financial statements, but not on the fund financial statements.	
Deferred outflows of resources related to pension expense - Illinois Municipal Retirement Fund	(48,150,363)
Deferred inflows of resources related to pension expense - Illinois Municipal Retirement Fund	(58,922,039)
Items related to OPEB expense are reported as deferred inflows and deferred outflows on the government-wide financial statements, but not on the fund financial statements.	
Deferred outflows of resources related to OPEB expense	(1,557,617)
Deferred inflows of resources related to OPEB expense	(509,606)
Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds. These activities consist of:	
Change in compensated absences	(42,653)
Change in net pension liability - Illinois Municipal Retirement Fund	95,950,432
Change in risk management claims and judgments	3,631,940
Change in other post employment benefits	357,365
Internal service funds are used by management to charge insurance costs to individual funds	(714,309)
Change in net position of governmental activities	$ 30,462,639

See notes to financial statements.

Lake County, Illinois

Statement of Net Position - Proprietary Funds
As of November 30, 2018

	Business-type Activities - Enterprise Fund Public Works	Governmental Activities - Internal Service Fund
Assets		
Current assets:		
Cash	$ 4,641,426	$ 11,647,445
Investments	32,791,505	-
Accrued interest	745,010	3,531
Taxes receivable, net	178,845	-
Accounts receivable, net	8,438,354	343,214
Restricted assets:		
Cash	54,954	-
Investments	1,786,673	-
Other assets	1,238,049	29,844
Total current assets	49,874,816	12,024,034
Noncurrent assets:		
Restricted assets:		
Cash	569,895	-
Investments	30,488,822	-
Capital assets:		
Land	2,577,013	-
Intangible assets	668,177	-
Construction in progress	46,920,844	-
Other capital assets, net	229,759,820	-
Total noncurrent assets	310,984,571	-
Total assets	360,859,387	12,024,034
Deferred outflows of resources:		
Deferred outflows related to pensions	1,403,226	-
Total deferred outflows of resources	1,403,226	-
Total assets and deferred outflows of resources	$ 362,262,613	$ 12,024,034

Lake County, Illinois

Statement of Net Position - Proprietary Funds (Continued)
As of November 30, 2018

	Business-type Activities - Enterprise Fund Public Works	Governmental Activities - Internal Service Fund
Liabilities		
Current liabilities:		
Accounts payable	$ 2,707,804	$ 2,454,633
Claims and judgments	-	2,395,267
Accrued salaries and wages	166,951	-
Compensated absences	273,759	-
Liabilities payable from restricted assets:		
Current maturities of revenue bonds payable	4,249,786	-
Accounts Payable - Depreciation, extension and improvement account	1,359,446	-
Total current liabilities	8,757,746	4,849,900
Noncurrent liabilities:		
Revenue bonds payable, net	60,363,634	-
Net OPEB liability	834,767	-
Net pension liability	294,162	-
Compensated absences	518,344	-
Total noncurrent liabilities	62,010,907	-
Total liabilities	70,768,653	4,849,900
Deferred inflows of resources:		
Deferred property taxes	1,361,863	-
Deferred inflows related to pension	2,596,032	-
Deferred inflows related to OPEB	69,458	-
Total deferred inflows of resources	4,027,353	-
Net position:		
Net investment in capital assets	214,217,629	-
Restricted for debt service	8,471,418	-
Restricted for depreciation, extension and improvement	22,874,239	-
Unrestricted	41,903,321	7,174,134
Total net position	287,466,607	7,174,134
Total liabilities, deferred inflows of resources, and net position	$ 362,262,613	$ 12,024,034

See notes to financial statements.

Lake County, Illinois

Statement of Revenues, Expenses and Changes in Net Position - Proprietary Funds
For the Year Ended November 30, 2018

	Business-Type Activities - Enterprise Fund	Governmental Activities - Internal
	Public Works	Service Fund
Operating revenues:		
Charges for services	$ 41,950,253	$ 42,430,306
Miscellaneous	320,889	-
Total operating revenues	42,271,142	42,430,306
Operating expenses:		
Personal services	7,889,713	158,855
Commodities	1,819,698	3,482
Contractual	22,598,101	42,996,234
Depreciation	9,035,350	-
Total operating expenses	41,342,862	43,158,571
Operating income (expense)	928,280	(728,265)
Nonoperating revenues (expenses):		
Property tax revenue	178,974	-
Investment income	331,612	13,956
Gain on disposal of capital assets	72,564	-
Interest rate subsidy	337,215	-
Interest expense	(2,930,215)	-
Amortization of bond premium	243,913	-
Total nonoperating revenues (expenses)	(1,765,937)	13,956
Income before contributions	(837,657)	(714,309)
Contributions:		
Capital contributions	2,742,438	-
Capital contributions - connection fees	4,947,299	-
Total contributions	7,689,737	-
Change in net position	6,852,080	(714,309)
Net position - beginning, as restated	280,614,527	7,888,443
Net position - ending	$ 287,466,607	$ 7,174,134

See notes to financial statements.

Lake County, Illinois

Statement of Cash Flows
Proprietary Funds
For the Year Ended November 30, 2018

	Business-Type Activities - Enterprise Fund Public Works	Governmental Activities - Internal Service Fund
Cash flows from operating activities:		
Received from customers	$ 42,462,307	$ -
Received from interfund services provided	-	42,673,348
Paid to suppliers and employees	(36,332,335)	(43,511,873)
Net cash flows from operating activities	6,129,972	(838,525)
Cash flows from noncapital and related financing activities:		
Property tax revenue	1,183,714	-
Net cash flows from noncapital financing activities	1,183,714	-
Cash flows from capital and related financing activities:		
Acquisition and construction of capital assets	(10,138,730)	-
Principal paid on revenue bonds	(3,397,278)	-
Interest paid	(2,930,215)	(168)
Debt proceeds	1,925,817	-
Proceeds for sale of capital assets	72,564	-
Capital contributions	2,742,438	-
Interest rate subsidy	337,215	-
Connection charges	4,947,299	-
Net cash flows from capital and related financing activities	(6,440,890)	(168)
Cash flows from investing activities:		
Investment income received	(218,250)	13,956
Proceeds from sale of investments	42,500,000	-
Purchase of investments	(52,000,000)	-
Net cash flows from investing activities	(9,718,250)	13,956
Net change in cash and cash equivalents	(8,845,454)	(824,737)
Cash and cash equivalents:		
Beginning	14,111,729	12,472,182
Ending	$ 5,266,275	$ 11,647,445

(Continued)

Lake County, Illinois

Statement of Cash Flows (Continued)
Proprietary Funds
For the Year Ended November 30, 2018

	Business-Type Activities - Enterprise Fund Public Works	Governmental Activities - Internal Service Fund
Reconciliation of operating income to net cash from operating activities:		
Operating income	$ 928,280	$ (728,265)
Adjustments to reconcile operating income to net cash provided by (used in) operating activities:		
Depreciation expense	9,035,350	-
Changes in assets and liabilities:		
Accounts receivable	191,165	243,042
Other assets	(125,899)	-
Accounts payable	(4,124,595)	(28,569)
Claims payable	-	(324,733)
Accrued salaries and wages	(254,182)	-
Compensated absences	(76,065)	-
Deferred amounts related to pension	3,502,110	-
Deferred amounts related to OPEB	69,458	-
Net pension liability	(3,005,929)	-
Net OPEB liability	(9,721)	-
Net cash provided by (used in) operating activities	$ 6,129,972	$ (838,525)
Reconciliation of cash and cash equivalents to the statement of net position - proprietary funds:		
Cash and investments - statement of net position	$ 4,641,426	$ 11,647,445
Restricted cash and investments - statement of net position - current	54,954	-
Restricted cash and investments - statement of net position - noncurrent	569,895	-
Total cash and cash equivalents	$ 5,266,275	$ 11,647,445

See notes to financial statements.

Lake County, Illinois

Statement of Fiduciary Assets and Liabilities
Agency Funds
As of November 30, 2018

Assets	
Cash and investments	$ 32,603,695
Accounts receivable, net of allowance for uncollectibles	513,702
Total assets	$ 33,117,397
Liabilities	
Due to governmental agencies	$ 10,637,791
Amounts available for distributions	22,479,606
Total liabilities	$ 33,117,397

See notes to financial statements.