

TOWN OF THE CITY OF BLOOMINGTON, ILLINOIS

NOTES TO FINANCIAL STATEMENTS

March 31, 2010

NOTE 1 – SIGNIFICANT ACCOUNTING POLICIES

REPORTING ENTITY

The Town of the City of Bloomington, Illinois, operates under a trustee form of government. The Town has coterminous boundaries with the City of Bloomington, Illinois. Therefore, in accordance with the Illinois Compiled Statutes, the City Council members automatically serve as trustees for the Town and the City's Mayor presides over Town Board meetings. The Township Supervisor is the elected chief executive officer for the Township. These financial statements present the Town of the City of Bloomington as a primary government. The Township provides the following services as authorized by state statutes: general assistance, and general administrative services.

Evergreen Memorial Cemetery is included in these financial statements as a discretely presented component unit. A separate Board of Trustees appointed by the Township Board governs the operations of the Cemetery. However, the Cemetery is financially dependent on the Township and has no independent power to contract bonded indebtedness or to levy taxes. A complete set of financial statements for the Cemetery may be obtained from the Evergreen Cemetery office, 302 E. Miller Street, Bloomington, Illinois 61701. The discretely presented component unit is reported in a separate column in the government-wide financial statements to emphasize that it is legally separate from the Township. The discretely presented component unit has a February year-end. The discretely presented component unit operates a cemetery.

The criteria of oversight responsibility, special financing relationships, and scope of public service was used in determining the agencies or entities that comprise the Township for financial reporting purposes. Oversight responsibility is determined by the extent of financial interdependency, control over the selection of the governing operations, and accountability for fiscal matters. The accounting policies of the Town of the City of Bloomington, Illinois, conform to generally accepted accounting principles as applicable to governments except that all funds are accounted for on the modified cash basis of accounting instead of reporting on the modified accrual basis or accrual basis of accounting.

BASIS OF PRESENTATION

A. Basic Financial Statements

The Township's basic financial statements include both government-wide (reporting the township as a whole) and fund financial statements (reporting the Township's major funds). Both the government-wide and fund financial statements categorize primary activities as governmental activities.

TOWN OF THE CITY OF BLOOMINGTON, ILLINOIS

NOTES TO FINANCIAL STATEMENTS – CONTINUED

March 31, 2010

NOTE 1 – SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

Government-Wide Statements

The Statement of Net Assets Arising from Cash Transactions and the Statement of Activities Arising from Cash Transactions present financial information about the reporting government as a whole. These statements include the financial activities of the overall government in its entirety, except those that are fiduciary. Eliminations have been made to minimize the double counting on internal transactions. Governmental activities generally are financed through taxes and intergovernmental revenues.

The Statement of Activities Arising from Cash Transactions reports both the gross and net cost of each of the Town's functions. Gross program expenses (including depreciation) are offset by direct program revenues that are directly associated with the function (general government, highways and streets, public assistance, cemetery, etc.). The net costs (by function) are normally covered by general revenue (property or utility taxes, intergovernmental revenue, interest income, etc.).

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

Fund Accounting

The financial transactions of the Township are reported in individual funds, which are all major funds in the fund financial statements. Each fund is accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, reserves, fund equity, revenues, and expenditures/expenses, as appropriate. The various funds are reported by generic classification within the financial statements. The following are the Township's governmental fund types:

Governmental Funds

The focus of the governmental funds' measurement (in the funds statements) is upon determination of financial position and changes in financial position rather than upon net income. The following is a description of the governmental funds of the Township:

Town Fund – is the general operating fund of the Township. It is used to account for all financial resources except those that are required to be accounted for in another fund.

Special Revenue Funds – are used to account for the proceeds to specific revenue sources (other than special assessments, expendable trust, or major capital projects) that are legally restricted to expenditures for specified purposes.

The emphasis in fund financial statements is on the major funds in the governmental activities category. Non-major funds by category are summarized into a single column. GASB No. 34 sets forth minimum criteria (percentage of assets, liabilities, revenues or expenditures/expenses of either fund category of the governmental activities) for the determination of major funds. The Township has no non-major funds.

TOWN OF THE CITY OF BLOOMINGTON, ILLINOIS

NOTES TO FINANCIAL STATEMENTS – CONTINUED

March 31, 2010

NOTE 1 – SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

B. Significant Accounting Policies

Basis of Accounting

Revenue and expenditures of governmental fund types are recognized on the modified cash basis of accounting.

Revenue is recognized in the accounting period when it is received.

Expenditures are generally recognized in the accounting period when obligations are paid, with the exception of capital purchases. Capital purchases are recognized in the government-wide statement at full cost including payments made during the fiscal year plus any financing used to complete their purchase.

Investments

Investments are stated at their fair value, (quoted market price or the best available estimate).

Property and Equipment

Equipment purchased or acquired with an original cost of \$5,000 or more, and buildings costing in excess of \$10,000 are capitalized at historical cost or estimated historical cost. Contributed assets are reported at fair market value as of the date received. Additions, improvements and other capital outlays, where cost meets the Township's capitalization policies and significantly extend the useful life of an asset, are also capitalized. Other costs incurred for repairs and maintenance are expensed as incurred. Depreciation on all assets is provided on the straight-line basis over the following estimated useful lives:

Buildings and Infrastructure	40 years
Machinery and Equipment	7 years
Cemetery Infrastructure	40 years

GASB No. 34 requires the Township to report and depreciate new infrastructure assets prospectively, effective with the beginning of the current year. Infrastructure assets include roads, bridges, underground pipe (other than those related to utilities), traffic signals, etc. It is unlikely that the Township will ever have any infrastructure assets since the Township is coterminous with the City of Bloomington, Illinois', which is responsible for the infrastructure.

Property and Other Taxes

The Township's property tax is levied each year on all taxable real property located within the Township boundaries on or before the last Tuesday in December. The Board of Trustees passed the 2009 levy on November 23, 2009 in amounts deemed necessary to defray necessary expenses and liabilities for the year ended March 31, 2010. Property taxes attached as an enforceable lien on property as of January 1, 2009 and are payable in two installments each year in June and September.

TOWN OF THE CITY OF BLOOMINGTON, ILLINOIS

NOTES TO FINANCIAL STATEMENTS – CONTINUED

March 31, 2010

NOTE 1 – SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

Discretely Presented Component Unit

Evergreen Memorial Cemetery (Cemeteries of the Town of the City of Bloomington, Illinois), maintains a general operating fund and two fiduciary funds for private trusts. The fiduciary funds are used to account for specific revenue sources that are legally restricted to expenditures for specified purposes.

NOTE 2 – BUDGET AND BUDGETARY ACCOUNTING

The budget or appropriation ordinance is adopted on a cash basis. The appropriation ordinance for the Town of the City of Bloomington, Illinois, which was adopted on March 23, 2009, covered appropriations for the general and special revenue funds. The appropriation ordinance for the Cemeteries of the Town of the City of Bloomington, Illinois, was adopted on March 3, 2009, and covered appropriations for the cemetery operating fund.

The Township follows these procedures in establishing the budgetary data reflected in the accompanying financial statements:

- (a) Prior to the beginning of a fiscal year, the Township Supervisor submits to the Board of Trustees a proposed operating budget for the fiscal year. The operating budget includes proposed expenditures and the means of financing them. It is prepared on a cash basis.
- (b) Public hearings are held to obtain taxpayer comments.
- (c) The budget is legally enacted through passage of an ordinance during the first three months of the fiscal year.
- (d) Any budget amendments are approved by the Town Board of Trustees. Transfers of more than 10% of fund appropriations require a repetition of the entire budget process.
- (e) Appropriations lapse at the end of the fiscal year. The level of control for each budget is the fund total rather than individual line items.
- (f) Management makes estimates and assumptions during the preparation of financial statements. Accordingly, actual results could differ from those estimates.

TOWN OF THE CITY OF BLOOMINGTON, ILLINOIS

NOTES TO FINANCIAL STATEMENTS – CONTINUED

March 31, 2010

NOTE 3 – CASH AND CASH INVESTMENTS

The Township's cash and investments are maintained in accounts fully covered by the Federal Deposit Insurance Corporation or The Illinois Funds.

The Township has not formally adopted deposit and investment policies that limit its allowable deposits or investments and address the specific types of risks to which the Township is exposed. State statutes authorize the Township to make deposits in interest bearing depository accounts in federally insured and/or state chartered banks and savings and loan associations, or other financial institutions as designated by ordinances, and to invest available funds in direct obligations of, or obligations guaranteed by, the United States Treasury or agencies of the United States, money market mutual funds whose portfolios consist of governmental securities, Illinois Funds Money Market Fund and annuities.

Flexible Premium Deferred Annuities by Component Unit

The Cemetery Board invests in annuities where Evergreen Memorial Cemetery is the owner and R. Gene Keister is the annuitant.

One annuity, which matures two years from the contract date, guarantees interest at 5.05% for two years and 3.00% thereafter. The second annuity, which matures in one year, guarantees interest at 5.00% for one year and 3.25% thereafter. Both annuities are subject to a 5% early withdrawal charge until the respective maturity dates. The total amounts outstanding at February 28, 2010 were \$109,903 and \$103,164.

NOTE 4 – CHANGES IN FIXED ASSETS

A summary of changes in general fixed assets for the year ended March 31, 2010, was as follows:

	Balance April 1	Additions	Deletions	Balance March 31
Governmental Activities:				
Capital assets being depreciated				
Building	\$ 916,903	\$ -	\$ -	\$ 916,903
Equipment	11,579	-	-	11,579
Total Capital assets being depreciated	<u>928,482</u>	-	-	<u>928,482</u>
Less accumulated depreciation for:				
Building	(137,538)	-	(22,923)	(160,459)
Equipment	(11,579)	-	-	(11,579)
Total accumulated depreciation	<u>(149,117)</u>	-	<u>(22,923)</u>	<u>(172,038)</u>
Governmental activities capital assets, net	<u>\$ 779,365</u>	<u>\$ -</u>	<u>\$ (22,923)</u>	<u>\$ 756,444</u>

TOWN OF THE CITY OF BLOOMINGTON, ILLINOIS

NOTES TO FINANCIAL STATEMENTS – CONTINUED

March 31, 2010

NOTE 4 – CHANGES IN FIXED ASSETS - CONTINUED

A summary of component unit fixed assets for the year ended February 28, 2010, was as follows:

	Balance March 1	Additions	Deletions	Balance February 28
Component Unit Activities:				
Capital assets not being depreciated				
Land	\$ 10,000	\$ -	\$ -	\$ 10,000
Construction in Progress	593,416	68,787	-	662,203
Total capital assets not being depreciated	<u>603,416</u>	<u>68,787</u>	<u>-</u>	<u>672,203</u>
Capital assets being depreciated				
Buildings & Improvements	203,313	-	-	203,313
Equipment	412,444	41,939	-	454,383
Infrastructure	148,822	24,276	-	173,098
Mausoleum	303,979	20,621	-	324,600
Total capital assets being depreciated	<u>1,068,558</u>	<u>86,836</u>	<u>-</u>	<u>1,155,394</u>
Less accumulated depreciation for:				
Buildings & Improvements	(109,309)	-	(12,180)	(121,489)
Equipment	(296,118)	-	(30,995)	(327,113)
Infrastructure	(36,821)	-	(14,862)	(51,683)
Mausoleum	(117,505)	-	(8,452)	(125,956)
Total accumulated depreciation	<u>(559,753)</u>	<u>-</u>	<u>(66,488)</u>	<u>(626,241)</u>
Total capital assets being depreciated, net	<u>508,805</u>	<u>86,836</u>	<u>(66,488)</u>	<u>529,153</u>
Government-type activities, net	<u>\$ 1,112,221</u>	<u>\$ 155,623</u>	<u>\$ (66,488)</u>	<u>\$ 1,201,357</u>

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

Governmental Activities – General Fund – Building:	<u>\$ (22,923)</u>
Component Unit Activities – General Fund:	
Buildings & Improvements	(12,180)
Equipment	(30,995)
Infrastructure	(14,862)
Mausoleum	(8,452)
Total depreciation expense – Component unit Activities:	<u>\$ (66,488)</u>

NOTE 5 – LONG-TERM DEBT

At March 31, 2010, bonds payable consisted of the following individual issue:

Governmental
Activities

The Township issued \$900,000 General Obligation (Limited Tax) Debt Certificates, Series 2003 on October 16, 2003. The Certificates require annual payments of \$60,000 per year, beginning January 1, 2005, plus semi-annual interest at 3.48%. All amounts due on or after January 1, 2010 are subject to redemption in whole or in part on or after January 1, 2009, at the option of the Township, at a price of par plus any interest accrued to the date of redemption. The Certificates are payable from the General Funds of the Township without any requirement of a prior appropriation therefore, as secured by General Funds.

\$ 540,000

TOWN OF THE CITY OF BLOOMINGTON, ILLINOIS

NOTES TO FINANCIAL STATEMENTS – CONTINUED

March 31, 2010

NOTE 5 – LONG-TERM DEBT – CONTINUED

The annual aggregate maturities for each bond type for the years subsequent to March 31, 2010, are as follows:

<u>Year Ending March 31</u>	<u>General Obligation Bonds Governmental Activities</u>		
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2011	60,000	18,792	78,792
2012	60,000	16,704	76,704
2013	60,000	14,616	74,616
2014	60,000	12,528	72,528
2015	60,000	10,440	70,440
2016-2019	<u>240,000</u>	<u>20,880</u>	<u>260,880</u>
Total	<u>\$ 540,000</u>	<u>\$ 93,960</u>	<u>\$ 633,960</u>

Changes in Outstanding Debt – Transactions for the year ended March 31, 2010 are summarized as follows:

	<u>Balance April 1</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance March 31</u>	<u>Due Within one year</u>
Governmental Activities:					
General Obligation Bond	\$ 600,000	\$ -	\$ 60,000	\$ 540,000	\$ 60,000
Total Activities	<u>\$ 600,000</u>	<u>\$ -</u>	<u>\$ 60,000</u>	<u>\$ 540,000</u>	<u>\$ 60,000</u>

Component Unit Activities

General Obligation Debt Certificates

On February 25, 2008, the Board of Trustees for the Township approved Ordinance No. 2008-01 authorizing the issuance of General Obligation (Limited Tax) Debt Certificates, Series 2008 not to exceed \$688,725 to finance Cemetery township facilities. The debt is included as part of the discretely presented component unit of the Township. There was no levy and extension of taxes for repayment of the certificates. The Cemetery plans to pay the certificates from its general revenues. The certificates bear interest at 4.5%. Beginning March 25, 2009, interest only is due on a monthly basis for the first twelve monthly payments. Then, forty-eight level monthly payments including principle and interest, amortized over a fifteen year period, are due with a sixtieth monthly installment payment for the remaining principal and interest. The Township has the option to redeem the certificates in any amount prior to the stated due date. The total amount outstanding at February 28, 2010 was \$641,379.

TOWN OF THE CITY OF BLOOMINGTON, ILLINOIS

NOTES TO FINANCIAL STATEMENTS – CONTINUED

March 31, 2010

NOTE 5 – LONG-TERM DEBT – CONTINUED

The annual aggregate maturities for general obligation debt certificates for the years subsequent to February 28, 2010, are as follows:

<u>Fiscal Year Ending</u>	<u>Capital Lease Obligation</u>		
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2011	31,941	28,862	60,803
2012	33,378	27,425	60,803
2013	34,880	25,923	60,803
2014	36,450	24,353	60,803
2015	38,091	22,713	60,803
2016-2025	466,640	118,908	585,548
Total	<u>\$ 641,379</u>	<u>\$ 248,483</u>	<u>\$ 889,563</u>

Component Unit Activities:

Capital Lease Obligation

On September 18, 2007, the Cemetery purchased equipment under a lease agreement. The lease obligation is payable in 5 annual installments of \$9,158, beginning on September 18, 2008, including interest at 5.79%. The total amount outstanding at February 28, 2010 was \$24,576.

The annual aggregate maturities for capital lease obligation for the years subsequent to February 28, 2010, are as follows:

<u>Fiscal Year Ending</u>	<u>Capital Lease Obligation</u>		
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2011	7,735	1,423	9,158
2012	8,183	975	9,158
2013	8,657	501	9,158
Total	<u>\$ 24,576</u>	<u>\$ 2,899</u>	<u>\$ 27,474</u>

Changes in Outstanding Debt – Transactions for the year ended February 28, 2010 are summarized as follows:

	<u>Balance March 1</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance February 28</u>	<u>Due Within one year</u>
Governmental Activities:					
General Obligation Bond	\$ 593,416	\$ 68,787	\$ 20,824	\$ 641,379	\$ 31,941
Capital Lease Obligation	<u>31,888</u>	<u>-</u>	<u>7,312</u>	<u>24,576</u>	<u>7,735</u>
Total Activities	<u>\$ 625,304</u>	<u>\$ 68,787</u>	<u>\$ 28,136</u>	<u>\$ 665,955</u>	<u>\$ 39,676</u>

TOWN OF THE CITY OF BLOOMINGTON, ILLINOIS

NOTES TO FINANCIAL STATEMENTS – CONTINUED

March 31, 2010

NOTE 5 – LONG-TERM DEBT – CONTINUED

Legal Debt Margin

The legal debt margin of the Township, as of March 31, 2010 is computed as follows:

Assessed Valuation (Property Tax Year 2009)	\$ <u>1,305,122,637</u>
Debt Limit – 8.625% of assessed value	\$ 112,566,827
Less: Debt subject to General Obligation Bond	<u>(1,205,955)</u>
 Legal Debt Margin	 \$ <u>111,360,872</u>

NOTE 6 – RETIREMENT PLANS

ILLINOIS MUNICIPAL RETIREMENT PLAN

Plan Description. The employer'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.

Funding Policy. As set by statute, your employer Regular 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 contribution rate for calendar year 2009 was 9.02 percent of annual covered payroll. 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. For fiscal year ending December 31, 2009, the employer's annual pension cost of \$86,623 for the Regular plan was equal to your employer's required and actual contributions.

THREE-YEAR TREND INFORMATION FOR THE REGULAR PLAN

Fiscal Year <u>Ending</u>	Annual Pension Cost (APC)	Percentage of APC <u>Contributed</u>	Net Pension <u>Obligation</u>
12/31/09	\$ 86,623	100%	\$0
12/31/08	89,465	100%	\$0
12/31/07	93,317	100%	\$0

TOWN OF THE CITY OF BLOOMINGTON, ILLINOIS

NOTES TO FINANCIAL STATEMENTS – CONTINUED

March 31, 2010

ILLINOIS MUNICIPAL RETIREMENT PLAN - continued

The required contribution for 2009 was determined as part of the December 31, 2007, actuarial valuation using the entry age normal actuarial cost method. The actuarial assumptions at December 31, 2007, included (a) 7.5 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 your employer 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 15% corridor between the actuarial and market value of assets. The employer Regular plan's unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on a closed basis. The remaining amortization period at the December 31, 2007, valuation was 23 years.

Funded Status and Funding Progress. As of December 31, 2009, the most recent actuarial valuation date, the Regular plan was 74.34 percent funded. The actuarial accrued liability for benefits was \$2,672,168 and the actuarial value of assets was \$1,986,613, resulting in an underfunded actuarial accrued liability (UAAL) of \$685,555. The covered payroll (annual payroll of active employees covered by the plan) was \$960,344 and the ratio of the UAAL to the covered payroll was and the ratio of the UAAL to the covered payroll was 71 percent. In conjunction with the December 2009 actuarial valuation the market value of investments was determined using techniques that spread the effect 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. In 2010, the unfunded actuarial accrued liability is being amortized on a level percentage of projected payroll on an open 30 year basis.

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.

NOTE 7 – OTHER REQUIRED INDIVIDUAL FUND DISCLOSURES

Generally accepted accounting principles require disclosure, as part of the Combined Statement – Overview, of certain information concerning individual funds including:

- A. There were no individual funds inter-fund receivable and payable balances at March 31, 2010.
- B. There were no deficit Fund balances or retained earnings balances of individual funds at March 31, 2010.

NOTE 8 - VACATION AND SICK LEAVE

The Township provides full-time employees with vacation and sick leave in varying amounts. Vacation and sick pay expenses are charged to operations when taken by the employee. The Township has not recorded this liability, which totals \$32,651

TOWN OF THE CITY OF BLOOMINGTON, ILLINOIS

NOTES TO FINANCIAL STATEMENTS – CONTINUED

March 31, 2010

NOTE 9 – INTERGOVERNMENTAL AGREEMENT

The Township provides space for the John M. Scott Health Resource Center, a program operated by the Town of the City of Bloomington, Illinois, at an annual rental of \$1 plus a pro-rata share of utilities. In addition, the City and Township agreed to cooperate in the training and sharing of employees between the Township and the Resource Center with the cost allocated, based on the time spent working for each organization.

NOTE 10 - CONTINGENCIES AND COMMITMENTS

1. Debit Cards and Disbursing Orders

The Township provides assistance to income-qualified recipients in the form of debit cards and disbursing and referral orders. At year-end, the Township was liable for \$10,359 for purchases made on the debit cards. In addition, unused balances on debit cards issued totaled \$2,094 and the total amount of unpaid general assistance disbursing, and medical and dental referral orders was \$13,290 at March 31, 2010.

2. Boundary Settlement

The Township settled a lawsuit over the automatic annexation of property from other townships whenever the City of Bloomington annexes property.

The Township agreed to pay Normal Township \$30,000 each year for 10 years. The first payment was made in fiscal 2004.

The agreements with other townships provided that they will be paid a portion of road taxes collected by the City of Bloomington based on a formula over the next ten years. The agreement also provides for the City of Bloomington and the City of Bloomington Township, beginning in 2012, to jointly pay McLean County \$10,000, for maintenance of property records. The Township's share of the obligation has not been determined.

In addition, the other townships have agreed to pay the Town of the City of Bloomington for assessment services rendered, regarding the parcels involved in the boundary dispute, on their behalf. A total of \$166,735 has been billed for services and \$77,098 collected as of year-end.

NOTE 11 – SIGNIFICANT CHANGE IN FUTURE ADOPTION OF GASB 54

Statement of Governmental Accounting Standards No. 54, Fund Balance Reporting and Governmental Fund Type Definitions, will significantly change the reporting of fund balance in the balance sheets of governmental type funds.

The Statement establishes 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 governmental funds.

TOWN OF THE CITY OF BLOOMINGTON, ILLINOIS

NOTES TO FINANCIAL STATEMENTS – CONTINUED

March 31, 2010

NOTE 11 – SIGNIFICANT CHANGE IN FUTURE ADOPTION OF GASB 54– CONTINUED

The requirements of this Statement are effective for financial statements for periods beginning after June 15, 2010. Fund balance reclassifications made to conform to the provisions of this Statement should be applied retroactively by restating fund balance for all prior periods presented.

TOWN OF THE CITY OF BLOOMINGTON, ILLINOIS

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET TO ACTUAL - CASH BASIS**

General Town Fund
For the Year Ended March 31, 2010

	2010			Variance Under (Over)
	Budgeted Amounts		Actual	
	Original	Final		
REVENUES:				
Local Tax Revenues:				
Property Taxes	\$ 1,242,084	\$ 1,242,084	\$ 1,234,585	\$ (7,499)
Intergovernmental Revenue:				
Personal Property Replacement Tax	70,000	70,000	94,040	24,040
Other Local Sources:				
Interest	6,300	6,300	1,654	(4,646)
Litigation Income	65,000	65,000	77,098	12,098
Miscellaneous Income	2,000	2,000	8,701	6,701
Total Revenues	1,385,384	1,385,384	1,416,078	30,694
EXPENDITURES:				
Assessor's Office Expenditures:				
Rent/Debt Service Principle	21,544	21,544	21,544	-
Auto Expense	2,500	2,500	846	1,654
Telephone	2,300	2,300	2,195	105
Utilities	5,000	5,000	5,060	(60)
Postage	1,425	1,425	430	995
Office Supplies	1,425	1,425	936	489
Printing	500	500	-	500
Publications	500	500	27	473
Equipment	5,000	5,000	1,966	3,034
Equipment Repair/Rental	1,000	1,000	1,233	(233)
Education/Conference	6,500	6,500	3,552	2,948
Replatting/Remapping	25,000	25,000	1,093	23,907
Quadrennial Reassessment	10,000	10,000	3,000	7,000
Recorder	150	150	-	150
Janitorial	1,200	1,200	1,200	-
Computer Services	10,000	10,000	7,650	2,350
Mapping/Computerization	26,000	26,000	10,000	16,000
Membership Dues/Assessor's Staff	1,500	1,500	838	662
Total Assessor's Office Expenditures	121,544	121,544	61,570	59,974
Total Expenditures (current page)	\$ 121,544	\$ 121,544	\$ 61,570	\$ 59,974

The Accompanying Notes to Required Supplemental Information are an Integral Part of This Statement.

TOWN OF THE CITY OF BLOOMINGTON, ILLINOIS

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET TO ACTUAL - CASH BASIS**

General Town Fund
For the Year Ended March 31, 2010

	2010			Variance Under (Over)
	Budgeted Amounts		Actual	
	Original	Final		
Total Expenditures (previous page)	\$ 121,544	\$ 121,544	\$ 61,570	\$ 59,974
Community Agency Funding				
Transportation	30,000	30,000	30,000	-
GA Client Service Funding	85,000	85,000	86,250	(1,250)
Youth Services	45,000	45,000	42,500	2,500
Senior Services	40,000	40,000	35,000	5,000
	<u>200,000</u>	<u>200,000</u>	<u>193,750</u>	<u>6,250</u>
Compensation of Town Officer Expenditures:				
Supervisor	65,047	65,047	65,047	0
Assessor	80,368	80,368	80,368	(0)
Town Clerk	4,200	4,200	4,200	-
Town Trustees	3,400	3,400	2,320	1,080
General Assistance Staff	273,000	273,000	266,752	6,248
Deputy Assessors	320,433	320,433	312,884	7,549
IMRF	71,000	71,000	70,127	873
FICA	58,000	58,000	53,783	4,217
Group Medical Insurance	89,250	89,250	84,953	4,297
Unemployment Insurance	2,000	2,000	1,061	940
Total Compensation of Town Officer Expenditures	<u>966,698</u>	<u>966,698</u>	<u>941,494</u>	<u>25,204</u>
Services and Expenses				
Membership Dues	1,500	1,500	1,191	309
Auditing Expenses	6,000	6,000	6,500	(500)
Legal Expenses	15,000	15,000	3,550	11,450
Court Costs	500	500	-	500
Surety Bonds	500	500	-	500
Insurance	13,000	13,000	11,263	1,737
Publishing	1,500	1,500	1,979	(479)
Other Miscellaneous Expenses	2,500	2,500	2,353	147
Debt Service-Princ. Int.	21,424	21,424	19,336	2,088
Building Maintenance	10,000	10,000	4,760	5,240
Janitorial Services and Supplies	5,000	5,000	3,634	1,366
Building-Security	5,000	5,000	-	5,000
Total Services and Expenses	<u>81,924</u>	<u>81,924</u>	<u>54,566</u>	<u>27,358</u>
Total Expenditures (current page)	<u>\$ 1,370,166</u>	<u>\$ 1,370,166</u>	<u>\$ 1,251,381</u>	<u>\$ 118,785</u>

The Accompanying Notes to Required Supplemental Information are an Integral Part of This Statement.

TOWN OF THE CITY OF BLOOMINGTON, ILLINOIS

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET TO ACTUAL - CASH BASIS**

General Town Fund
For the Year Ended March 31, 2010

	2010			Budget Under (Over)
	Budgeted Amounts		Actual	
	Original	Final		
Total Expenditures (previous page)	\$ 1,370,166	\$ 1,370,166	\$ 1,251,381	\$ 118,785
Supervisor's Office Expenditures:				
Postage	3,000	3,000	2,987	13
Rent/Debt Service	40,000	40,000	40,000	-
Janitorial	2,000	2,000	1,800	200
Utilities	10,000	10,000	7,590	2,410
Telephones	4,500	4,500	3,380	1,120
Car Expense	600	600	520	80
Education/Conference/Meetings	3,000	3,000	2,405	595
Equipment	3,000	3,000	1,043	1,957
Equipment Repair/Rental	9,000	9,000	4,386	4,614
Office Supplies	5,000	5,000	5,059	(59)
Printing Expenses	2,000	2,000	732	1,268
Publications	500	500	297	203
Computer Services	10,000	10,000	6,632	3,368
Membership Dues	150	150	-	150
Total Supervisor's Office Expenditures	<u>92,750</u>	<u>92,750</u>	<u>76,830</u>	<u>15,920</u>
Township Litigation Settlement	<u>40,000</u>	<u>40,000</u>	<u>30,000</u>	<u>10,000</u>
Total Township Litigation Settlement	<u>40,000</u>	<u>40,000</u>	<u>30,000</u>	<u>10,000</u>
Total Expenditures	<u>1,502,916</u>	<u>1,502,916</u>	<u>1,358,211</u>	<u>144,705</u>
Excess (deficiency) of Revenues Received over Expenditures Disbursed	(117,532)	(117,532)	57,867	(114,012)
Other Financing Sources (Used)				
Operating Transfers - In	-	-	-	-
Operating Transfers - out	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of Revenues Received and other financing sources over Expenditures Disbursed and other financing uses	(117,532)	(117,532)	57,867	<u>\$ (114,012)</u>
Fund Balance - Beginning of Year	<u>712,550</u>	<u>712,550</u>	<u>778,427</u>	
Fund Balance - End of Year	<u>\$ 595,018</u>	<u>\$ 595,018</u>	<u>\$ 836,294</u>	

The Accompanying Notes to Required Supplemental Information are an Integral Part of This Statement.

TOWN OF THE CITY OF BLOOMINGTON, ILLINOIS

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES BUDGET TO ACTUAL - CASH BASIS

General Assistance Welfare Fund
For the Year Ended March 31, 2010

	2010			Variance Under (Over)
	Budgeted Amounts		Actual	
	Original	Final		
Revenues:				
Taxes:				
Property Tax	\$ 650,000	\$ 650,000	\$ 646,099	\$ (3,901)
Intergovernmental Revenue:				
Personal Property Replacement Tax	60,000	60,000	49,215	(10,785)
Other Local Revenues				
Refunds and Recoveries	75,000	75,000	106,676	31,676
Interest	7,500	7,500	2,067	(5,433)
Miscellaneous	150	150	-	(150)
Total Revenues	792,650	792,650	804,057	11,407
Expenditures:				
Public Assistance				
Groceries/Personal Essentials	190,000	190,000	118,154	71,846
Rent	375,000	375,000	289,108	85,892
Utilities	50,000	50,000	16,168	33,832
Medical	300,000	300,000	204,428	95,572
Emergency Assistance	100,000	100,000	53,124	46,876
Hospital	90,000	90,000	50,530	39,470
Burial	4,500	4,500	-	4,500
Transportation	50,000	50,000	37,929	12,071
Allowances	25,000	25,000	10,882	14,118
Total Expenditures	1,184,500	1,184,500	780,323	404,177
Excess (deficiency) of Revenues Received over Expenditures Disbursed	(391,850)	(391,850)	23,734	415,584
Other Financing Sources (Used)				
Operating Transfers - In	-	-	-	-
Operating Transfers - out	-	-	-	-
Excess (deficiency) of Revenues Received and other financing sources over Expenditures Disbursed and other financing uses	\$ (391,850)	\$ (391,850)	23,734	\$ 415,584
Fund Balance - Beginning of Year	1,084,000	1,084,000	1,283,632	
Fund Balance - End of Year	\$ 692,150	\$ 692,150	\$ 1,307,366	

The Accompanying Notes to Required Supplemental Information are an Integral Part of This Statement.

TOWN OF THE CITY OF BLOOMINGTON, ILLINOIS

REQUIRED SUPPLEMENTAL INFORMATION

March 31, 2010

SCHEDULE OF FUNDING PROGRESS
ILLINOIS MUNICIPAL RETIREMENT PLAN

<u>Actuarial Valuation Date</u>	<u>Actuarial Value of Assets</u>	<u>Actuarial Accrued Liability (AAL) -- Entry Age</u>	<u>Unfunded AAL (UAAL)</u>	<u>Funded Ratio</u>	<u>Covered Payroll</u>	<u>UAAL as a Percentage of Payroll</u>
12/31/09	\$ 1,986,613	\$ 2,672,168	\$ 685,555	74.34%	\$960,344	71.39%
12/31/08	\$ 2,115,098	\$ 2,611,332	\$ 496,234	81.0%	\$928,060	53.47%
12/31/07	\$ 2,325,189	\$ 2,406,907	\$ 81,718	96.6%	\$880,349	9.28%

TOWN OF THE CITY OF BLOOMINGTON, ILLINOIS

NOTES TO REQUIRED SUPPLEMENTAL INFORMATION

March 31, 2010

BUDGETS AND BUDGETARY ACCOUNTING

The budget or appropriation ordinance is adopted on a cash basis. The appropriation ordinance for the Town of the City of Bloomington, Illinois, which was adopted on March 23, 2009, covered appropriations for the general and special revenue funds. The appropriation ordinance for the Cemeteries of the Town of the City of Bloomington, Illinois, was adopted on March 3, 2009, and covered appropriations for the general cemetery operating fund.

The Township follows these procedures in establishing the budgetary data reflected in the accompanying financial statements:

- (a) Prior to the beginning of a fiscal year, the Township Supervisor submits to the Board of Trustees a proposed operating budget for the fiscal year. The operating budget includes proposed expenditures and the means of financing them. It is prepared on a cash basis.
- (b) Public hearings are held to obtain taxpayer comments.
- (c) The budget is legally enacted through passage of an ordinance during the first three months of the fiscal year.
- (d) Any budget amendments are approved by the Town Board of Trustees. Transfers of more than 10% of fund appropriations require a repetition of the entire budget process.
- (e) Appropriations lapse at the end of the fiscal year. The level of control for each budget is the fund total rather than individual line items.
- (f) Management makes estimates and assumptions during the preparation of financial statements. Accordingly, actual results could differ from those estimates.

TOWN OF THE CITY OF BLOOMINGTON, ILLINOIS
CEMETERIES OF THE TOWN OF THE CITY OF BLOOMINGTON, ILLINOIS

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET TO ACTUAL - CASH BASIS

Component Unit - General Governmental Fund
Year Ended February 28, 2010

	2010			Variance Under (Over)
	Budgeted Amounts		Actual	
	Original	Final		
REVENUES:				
Local Taxes:				
Property and Related Taxes	\$ 472,500	\$ 472,500	\$ 469,604	\$ (2,896)
Intergovernmental Revenue:				
Replacement Tax	39,379	39,379	35,425	(3,954)
Other Local Sources:				
Interest	11,000	11,000	15,148	4,148
Grave Openings and Markers	71,600	71,600	44,320	(27,280)
Sale of Spaces	95,100	95,100	60,957	(34,143)
Miscellaneous Income	14,000	14,000	9,023	(4,977)
Total Revenues	<u>703,579</u>	<u>703,579</u>	<u>634,477</u>	<u>(69,102)</u>
EXPENDITURES:				
Administrative Expenditures:				
Contractual Services	5,500	5,500	8,817	(3,317)
Group Medical Services	65,000	65,000	40,376	24,624
Other Insurance	21,000	21,000	30,043	(9,043)
Office Supplies and Miscellaneous	2,500	2,500	3,018	(518)
Utilities	18,000	18,000	17,073	927
Legal and Audit	14,000	14,000	6,650	7,350
Advertising	10,000	10,000	10,313	(313)
Dues and Seminars	1,000	1,000	195	805
Trustees Compensation	1,500	1,500	1,500	-
Special Events	14,000	14,000	7,937	6,063
Total Administrative Expenditures	<u>152,500</u>	<u>152,500</u>	<u>125,922</u>	<u>26,578</u>
Total Expenditures (current page)	<u>\$ 152,500</u>	<u>\$ 152,500</u>	<u>\$ 125,922</u>	<u>\$ 26,578</u>

The Accompanying Notes to Required Supplemental Information are an Integral Part of This Statement.

TOWN OF THE CITY OF BLOOMINGTON, ILLINOIS
CEMETERIES OF THE TOWN OF THE CITY OF BLOOMINGTON, ILLINOIS

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET TO ACTUAL - CASH BASIS

Component Unit - General Governmental Fund
Year Ended February 28, 2010

	2010			Variance Under (Over)
	Budgeted Amounts		Actual	
	Original	Final		
Total Expenditures (previous page)	\$ 152,500	\$ 152,500	\$ 125,922	\$ 26,578
Cemetery Operations:				
Wages	264,818	264,818	215,132	49,686
Payroll Taxes	45,019	45,019	33,256	11,763
Retirement	28,000	28,000	48,441	(20,441)
Fuel	14,000	14,000	10,648	3,352
Tree Removal and Monument Repairs	4,000	4,000	3,693	307
Equipment Repairs	8,700	8,700	8,779	(79)
Supplies	4,200	4,200	4,103	97
Equipment Rental and Leasing	1,200	1,200	944	256
Other Expenses	13,000	13,000	9,087	3,913
Reserve for Replacement or Contingency	-	-	-	-
Total Cemetery Operation Expenditures	382,937	382,937	334,084	48,853
Capital Outlays:				
Road, Fencing, Drainage, Lots and Markers	32,832	32,832	31,227	1,605
Building and Improvements	4,000	4,000	19,956	(15,956)
Equipment	25,000	25,000	26,969	(1,969)
Mausoleum	92,310	92,310	61,296	31,014
Grave Markers	14,000	14,000	5,215	8,785
Total Capital Outlay Expenditures	168,142	168,142	144,663	23,479
Total Expenditures	703,579	703,579	604,668	98,911
Excess (deficiency) of Revenue over Expenditures	-	-	29,809	(29,809)
Other Financing sources (uses):				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing	-	-	-	-
Excess (deficiency) of Revenues and other sources over Expenditures and other uses	\$ -	\$ -	29,809	\$ 29,809
Fund Balance - Beginning of Year			350,383	
Fund Balance - End of Year			\$ 380,192	

The Accompanying Notes to Required Supplemental Information are an Integral Part of This Statement.

TOWN OF THE CITY OF BLOOMINGTON, ILLINOIS

SUMMARY OF LOCAL TAX DATA
FOR THE LEVY YEAR:

	2009	2008	2007	2006	2005	2004
Assessed Valuation	<u>\$ 1,305,122,677</u>	<u>\$ 1,265,590,988</u>	<u>\$ 1,207,887,380</u>	<u>\$ 1,141,612,588</u>	<u>\$ 1,110,463,704</u>	<u>\$ 1,053,524,075</u>
Tax Rates:						
General Corporate	0.0954	0.0981	0.0989	0.1007	0.1021	0.0930
Cemetery	0.0369	0.0373	0.0391	0.0414	0.0432	N/A
General Assistance	0.0498	0.0514	0.0828	0.0876	0.0915	0.0656
Total Tax Rates	<u>0.1822</u>	<u>0.1868</u>	<u>0.2208</u>	<u>0.2297</u>	<u>0.2369</u>	<u>0.1586</u>
Tax Extensions:						
General Corporate	\$ 1,245,609	\$ 1,242,051	\$ 1,194,480	\$ 1,149,946	\$ 1,115,502	\$ 964,052
Cemetery	481,982	472,445	472,526	472,513	472,313	311,433
General Assistance	649,951	650,008	1,000,010	1,000,053	1,000,018	679,989
Total Tax Extensions	<u>\$ 2,377,542</u>	<u>\$ 2,364,504</u>	<u>\$ 2,667,016</u>	<u>\$ 2,622,512</u>	<u>\$ 2,587,832</u>	<u>\$ 1,955,474</u>
Collections	<u>\$ -</u>	<u>\$ 2,350,289</u>	<u>\$ 2,663,875</u>	<u>\$ 2,616,594</u>	<u>\$ 2,589,697</u>	<u>\$ 1,951,630</u>