

TOWN OF THE CITY OF BLOOMINGTON, ILLINOIS

ANNUAL FINANCIAL REPORT

As of and for the Year Ended

March 31, 2010

Phillips & Associates, CPAs, P.C.

TOWN OF THE CITY OF BLOOMINGTON, ILLINOIS

TABLE OF CONTENTS

March 31, 2010

	<u>PAGE</u>
Independent Auditor's Report	
Basic Financial Statements	
Government-Wide Financial Statements	
Statement of Net Assets Arising from Cash Transactions	1
Statement of Activities Arising from Cash Transactions	2
Fund Financial Statements	
Governmental Funds	
Statement of Assets, Liabilities, and Fund Balances Arising from Cash Transactions	3
Reconciliation of the Statement of Assets, Liabilities, and Fund Balances of Governmental Funds to the Statement of Net Assets	4
Statement of Revenues, Expenditures, and Changes In Fund Balances Arising from Cash Transactions	5
Reconciliation of the Statement of Revenues, Expenditures, and Changes In Fund Balances of Governmental Funds to the Statement of Activities	6
Component Unit Financial Statements	
Government-Wide Financial Statements	
Statement of Net Assets Arising from Cash Transactions	7
Statement of Activities Arising from Cash Transactions	8
Fund Financial Statements	
Governmental Funds	
Statement of Assets, Liabilities, and Fund Balances Arising from Cash Transactions	9
Statement of Revenues, Expenditures, and Changes in Fund Balances Arising from Cash Transactions	10
Reconciliation of Government-Wide Financial Statements to Governmental Fund Statements	11
Fiduciary Funds	
Statement of Net Assets Arising from Cash Transactions	12
Statement of Changes in Net Assets Arising from Cash Transactions	13
Notes to Financial Statements	14-25

TOWN OF THE CITY OF BLOOMINGTON, ILLINOIS

TABLE OF CONTENTS – CONTINUED March 31, 2010

Required Supplemental Information

Statement of Revenues, Expenditures, and Changes in Fund Balances – Budget to Actual – Cash Basis – General Town Fund	26-28
Statement of Revenues, Expenditures, and Changes in Fund Balances – Budget to Actual – Cash Basis – General Assistance Welfare Fund	29
Scheduling of Funding Progress – Illinois Municipal Retirement Fund	30
Notes to Required Supplemental Information	31

Other Required Supplemental Information – Component Unit

Statement of Revenues, Expenditures, and Changes in Fund Balances – Budget to Actual – Cash Basis – General Governmental Fund	32-33
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Statistical Section

Summary of Local Tax Data	34
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INDEPENDENT AUDITORS' REPORT

Board of Trustees Town of the City of Bloomington, Illinois

We have audited the accompanying financial statements of the Town of the City of Bloomington, Illinois, as of and for the year ended March 31, 2010 as listed in the table of contents. These financial statements are the responsibility of Town of the City of Bloomington, Illinois' management. Our responsibility is to express an opinion 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 of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

As described in Note 1, Town of the City of Bloomington, Illinois, prepares its financial statements on the modified cash basis, which is a comprehensive basis of accounting other than generally accepted accounting principles.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position – modified cash basis of the governmental activities, each major fund, and the aggregate remaining fund information of the Town of the City of Bloomington, Illinois, as of March 31, 2010, and the respective changes in financial position – modified cash basis, thereof for the year then ended in conformity with the basis of accounting described in Note 1.

Town of the City of Bloomington, Illinois, has not prepared a Management Discussion and Analysis that accounting principles generally accepted in the United States has determined is necessary to supplement, although not required to be part of, the basic financial statements.

The budgetary information listed as required supplemental information in the table of contents is not a required part of the basic financial statements but is supplemental information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise the Town of the City of Bloomington, Illinois' basic financial statements. The supplementary information, as listed in the table of contents, is presented for purposes of additional analysis and is not a required part of the basic financial statements. This information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Phillips & Associates, CPAs, P.C.
July 16, 2010

TOWN OF THE CITY OF BLOOMINGTON, ILLINOIS

STATEMENT OF NET ASSETS
ARISING FROM CASH TRANSACTIONS

March 31, 2010

	Governmental Activities	Year Ended February 28, 2010 Component Unit
Assets		
Cash & Cash Equivalents	\$ 49,088	\$ 179,049
Investments	2,092,257	213,068
Due from other funds	2,316	-
Fixed Assets (net of Accumulated Depreciation)	<u>756,444</u>	<u>1,201,357</u>
Total Assets	<u>\$ 2,900,105</u>	<u>\$ 1,593,475</u>
Liabilities		
Current Portion of Bonds Payable	\$ 60,000	\$ -
Due to governmental entities	-	11,925
Bonds Payable	480,000	641,379
Capital Leases	<u>-</u>	<u>24,576</u>
Total Liabilities	<u>540,000</u>	<u>677,880</u>
Net Assets		
Invested in Capital Assets (net of Related Debt)	216,444	535,402
Restricted for General Assistance	1,307,366	-
Unrestricted	<u>836,294</u>	<u>380,192</u>
Total Net Assets	<u>\$ 2,360,104</u>	<u>\$ 915,594</u>

The Accompanying Notes Are an Integral Part of This Statement.

TOWN OF THE CITY OF BLOOMINGTON, ILLINOIS

STATEMENT OF ACTIVITIES
ARISING FROM CASH TRANSACTIONS

Year Ended March 31, 2010

Functions/Programs	Expenses	Program Revenues			Net (Expense) / Revenue and Changes in Net Assets	
		Fines, Fees, & Charges for Services	Operating Grants and Contributions	Capital Grants & Contributions	Total Governmental Activities	Year Ended February 28, 2010 Component Unit
Governmental Activities:						
General Government	\$ 1,127,384	\$ 77,098	\$ -	\$ -	\$ (1,050,286)	\$ -
Public Assistance	974,073	-	-	-	(974,073)	-
Total Governmental Activities	2,101,457	77,098	-	-	(2,024,359)	-
Component Unit:						
General Government	125,922	-	-	-	-	(125,922)
Public Assistance	462,148	63,618	-	-	-	(398,531)
Total Component Unit	\$ 588,070	\$ 63,618	\$ -	\$ -	-	(524,452)
General Revenues:						
Taxes					1,880,684	469,604
Intergovernmental					249,931	35,425
Interest					3,721	15,148
Miscellaneous					8,701	50,683
Transfers - Internal activity					-	-
Total General Revenues and Transfers					2,143,037	570,860
Changes in Net Assets					118,678	46,407
Net Assets - Beginning					2,241,426	869,186
Net Assets - Ending					\$ 2,360,104	\$ 915,593

The Accompanying Notes Are an Integral Part of This Statement.

TOWN OF THE CITY OF BLOOMINGTON, ILLINOIS

GOVERNMENTAL FUNDS STATEMENT OF ASSETS, LIABILITIES, AND FUND BALANCES ARISING FROM CASH TRANSACTIONS March 31, 2010

	<u>Major Governmental Funds</u>		Total Governmental Funds
	<u>General Town Fund</u>	<u>General Assistance Fund</u>	
Assets			
Cash	\$ 5,144	\$ 43,944	\$ 49,088
Investments	828,835	1,263,422	2,092,257
Due from other funds	2,316	-	2,316
Total Assets	<u>\$ 836,295</u>	<u>\$ 1,307,366</u>	<u>\$ 2,143,661</u>
Liabilities			
Total Liabilities	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances			
Reserved	-	-	-
Unreserved	836,294	1,307,366	2,143,660
Total Fund Balances	<u>836,294</u>	<u>1,307,366</u>	<u>2,143,660</u>
Total Liabilities and Fund Balances	<u>\$ 836,294</u>	<u>\$ 1,307,366</u>	<u>\$ 2,143,660</u>

The Accompanying Notes Are an Integral Part of This Statement.

TOWN OF THE CITY OF BLOOMINGTON, ILLINOIS

**RECONCILIATION OF THE STATEMENT OF ASSETS, LIABILITIES, AND FUND
BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF NET ASSETS**

March 31, 2010

Total Fund Balance - Total Governmental Funds	\$	2,143,660
Amounts Reported for Governmental Activities in the Statement of Net Assets are Different Because:		
Capital Assets Used in Governmental Activities are Not Current Financial Resources and Therefore are Not Reported in the Governmental Funds Balance Sheet.		756,444
Long Term Assets are Not Available to Pay for Current Period Expenditures and, Therefore, are Deferred in the Funds		
Long-Term Debt Does Not Require Current Financial Resources Therefore, Long Term Debt is Not Reported as a Liability in Governmental Funds Balance Sheet		<u>(540,000)</u>
Net Assets of Governmental Activities	\$	<u>2,360,104</u>

The Accompanying Notes are an Integral Part of these Financial Statements

TOWN OF THE CITY OF BLOOMINGTON, ILLINOIS

GOVERNMENTAL FUNDS STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES ARISING FROM CASH TRANSACTIONS

Year Ended March 31, 2010

	Major Governmental Funds		
	Town Fund	General Assistance Fund	Total Governmental Funds
Revenues:			
Taxes	\$ 1,234,585	\$ 646,099	\$ 1,880,684
Intergovernmental Revenue	94,040	49,215	143,255
Local Revenue	77,098	106,676	183,774
Miscellaneous	8,701	-	8,701
Interest	1,654	2,067	3,721
	<u>1,416,078</u>	<u>804,057</u>	<u>2,220,135</u>
TOTAL REVENUES			
Expenditures:			
General Government	816,829	-	816,829
Public Assistance	460,502	780,323	1,240,825
Debt Service Principal and Interest	80,880	-	80,880
	<u>1,358,211</u>	<u>780,323</u>	<u>2,138,534</u>
TOTAL EXPENDITURES			
Excess (deficiency) of Revenues Over Expenditures	<u>57,867</u>	<u>23,734</u>	<u>81,601</u>
Other Financing sources (uses):			
Transfers in	-	-	-
Transfers out	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing			
Excess (deficiency) of revenues and other sources over expenditures and other uses	<u>57,867</u>	<u>23,734</u>	<u>81,601</u>
Fund-Balance -- Beginning of Year	<u>778,427</u>	<u>1,283,632</u>	<u>2,062,059</u>
Fund Balance - End of Year	<u>\$ 836,294</u>	<u>\$ 1,307,366</u>	<u>\$ 2,143,660</u>

The Accompanying Notes Are an Integral Part of This Statement.

TOWN OF THE CITY OF BLOOMINGTON, ILLINOIS

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES

Year Ended March 31, 2010

Net change in fund balances - total governmental funds \$ 81,601

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

Depreciation expense on capital assets is reported in the government-wide statement of activities and changes in net assets, but they do not require the use of current financial resources. Therefore, depreciation expense is not reported as expenditure in governmental funds. (22,923)

The issuance of long-term debt (e.g. bonds) provides current financial resources to governmental funds, while repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. Also Governmental funds report the effect of issuance cost, premiums, discounts, and similar items when debt is first issued, whereas the amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items

Repayment of Long-Term Obligations 60,000

Change in Net Assets of Governmental Activities \$ 118,678

The Accompanying Notes are an Integral Part of these Financial Statements

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

COMPONENT UNIT
STATEMENT OF NET ASSETS
ARISING FROM CASH TRANSACTIONS

February 28, 2010

	Component Unit	Totals
Assets		
Cash and cash equivalents	\$ 179,049	\$ 179,049
Investments	213,068	213,068
Fixed Assets (net of Accumulated Depreciation)	1,201,357	1,201,357
Total Assets	\$ 1,593,474	\$ 1,593,474
Liabilities		
Notes Payable	\$ 641,379	\$ 641,379
Due to governmental entities	11,925	11,925
Capital Leases	24,576	24,576
Total Liabilities	677,880	677,880
Net Assets		
Invested in capital assets - Net of related debt	535,402	535,402
Unrestricted	380,192	380,192
Total Net Assets	\$ 915,594	\$ 915,594

The Accompanying Notes are an Integral Part of these Financial Statements

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

COMPONENT UNIT
 STATEMENT OF ACTIVITIES
 ARISING FROM CASH TRANSACTIONS

Year Ended February 28, 2010

Functions/Programs	Expenses	Program Revenues			Net (Expense) / Revenue and Changes in Net Assets	
		Fines, Fees, & Charges for Services	Operating Grants and Contributions	Capital Grants & Contributions	Component Unit	Total
Component Unit:						
General Government	\$ 125,922	\$ -	\$ -	\$ -	\$ (125,922)	\$ (125,922)
Public Assistance	462,148	63,618	-	-	(398,531)	(398,531)
Total Governmental Activities	\$ 588,070	\$ 63,618	\$ -	\$ -	(524,452)	(524,452)
		Taxes			469,604	469,604
		Intergovernmental			35,425	35,425
		Interest			15,148	15,148
		Miscellaneous			50,683	50,683
		Transfers - Internal activity			-	-
		Total General Revenues and Transfers			570,860	570,860
		Changes in Net Assets			46,407	46,407
		Net Assets - Beginning			869,186	869,186
		Net Assets - Ending			\$ 915,593	\$ 915,593

The Accompanying Notes are an Integral Part of these Financial Statements

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

COMPONENT UNIT - GOVERNMENTAL FUNDS
STATEMENT OF ASSETS, LIABILITIES, AND FUND BALANCES
ARISING FROM CASH TRANSACTIONS

February 28, 2010

	Component Unit	Totals
Assets		
Cash and cash equivalents	\$ 179,049	\$ 179,049
Investments	213,067	213,067
Total Assets	\$ 392,117	\$ 392,117
Liabilities		
Payroll and Withholding Payable	\$ 11,925	\$ 11,925
Total Liabilities	11,925	11,925
Fund Balances		
Restricted	380,192	380,192
Unrestricted	-	-
Total Fund Balance	380,192	380,192
Total Liabilities and Fund Balance	\$ 392,117	\$ 392,117

The Accompanying Notes are an Integral Part of these Financial Statements

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

COMPONENT UNIT - GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
ARISING FROM CASH TRANSACTIONS

February 28, 2010

	Component Unit	Totals
Revenues:		
Taxes	\$ 469,604	\$ 469,604
Intergovernmental Revenue	35,425	35,425
Local Revenue	107,938	107,938
Miscellaneous	6,362	6,362
Interest	15,148	15,148
TOTAL REVENUES	634,477	634,477
Expenditures:		
General Government	125,922	125,922
Public Assistance	334,084	334,084
Capital Outlay	144,663	144,663
TOTAL EXPENDITURES	604,668	604,668
Excess (Deficiency) of Revenues 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	350,383
Fund Balance - End of Year	\$ 380,192	\$ 380,192

The Accompanying Notes Are an Integral Part of This Statement.

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

COMPONENT UNIT
**RECONCILIATION OF GOVERNMENT-WIDE FINANCIAL STATEMENTS
 TO GOVERNMENTAL FUND STATEMENTS**

Year Ended February 28, 2010

Change in net assets per Statement of Activities	
Arising from Cash Transactions	\$ 46,407
Current year capital additions recorded as capital outlay in the governmental funds	(155,625)
Depreciation recorded on government-wide Statement of Activities not recorded on the governmental fund statements	66,488
<p>The issuance of long-term debt (e.g. bonds) provides current financial resources to governmental funds, while repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. Also Governmental funds report the effect of issuance cost, premiums, discounts, and similar items when debt is first issued, whereas the amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items</p>	
Proceeds from Issuance of Long-Term Obligations	68,787
Repayment of Long-Term Obligations	(20,824)
Proceeds from Loan of Capital Lease Obligations	31,888
Repayment of Capital Lease Obligations	<u>(7,312)</u>
Change in fund balance per the Statement of Revenues, Expenditures, and Changes in Fund Balances - Cash Basis	<u>\$ 29,809</u>
Net Assets per Statement of Net Assets Arising from Cash Transactions	\$ 915,594
Beginning of year governmental fixed assets included on only the Statement of Net Assets Arising from Cash Transactions; net of accumulated depreciation totaling \$559,753	(1,112,222)
Additions to governmental fixed assets included on only the Statement of Net Assets Arising from Cash Transactions	(155,625)
Depreciation recorded on government-wide Statement of Activities not recorded on the governmental fund statements	66,488
<p>The issuance of long-term debt (e.g. bonds) provides current financial resources to governmental funds, while repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. Also Governmental funds report the effect of issuance cost, premiums, discounts, and similar items when debt is first issued, whereas the amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items</p>	
Proceeds from Issuance of Long-Term Obligations	641,379
Capital-lease-obligation-recorded-only-on-Statement-of-Net-Assets Arising from Cash Transactions	<u>24,576</u>
Fund balances per the Statement of Assets, Liabilities, and Fund Balances - Cash Basis	<u>\$ 380,192</u>

The Accompanying Notes are an Integral Part of these Financial Statements

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

COMPONENT UNIT - FIDUCIARY FUNDS
 STATEMENT OF FIDUCIARY NET ASSETS
 ARISING FROM CASH TRANSACTIONS

February 28, 2010

	Fiduciary Fund Types		Totals
	Trust	Private Lot Trust	
Assets			
Cash and cash equivalents	\$ -	\$ -	\$ -
Investments	131,384	52,981	184,366
Total Assets	131,384	52,981	184,366
Net Assets Held in Trust	\$ 131,384	\$ 52,981	\$ 184,366

The Accompanying Notes are an Integral Part of these Financial Statements

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

COMPONENT UNIT - FIDUCIARY FUNDS
STATEMENT OF CHANGES IN NET ASSETS
ARISING FROM CASH TRANSACTIONS

Year Ended February 28, 2010

	Perpetual Care Trust	Private Lot Trust
Revenue		
Investment Income	\$ 3,390	\$ -
Realized gain on sales of investments	(13,966)	
Unrealized gain (loss) on investments	45,520	
Income from Trusts	-	2,093
	34,944	2,093
Total Revenue		
Expenditures		
Cemetery Operations	5,081	-
	5,081	-
Total Expenditures		
Change in Net Assets	29,863	2,093
Net Assets - Beginning of Year	101,521	50,888
Net Assets - End of Year	\$ 131,384	\$ 52,981

The Accompanying Notes are an Integral Part of these Financial Statements