

TOWN OF THE CITY OF BLOOMINGTON, ILLINOIS

ANNUAL FINANCIAL REPORT

As of and for the Year Ended

March 31, 2013

Phillips & Associates, CPAs, P.C.

TOWN OF THE CITY OF BLOOMINGTON, ILLINOIS

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TOWN OF THE CITY OF BLOOMINGTON, ILLINOIS

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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 Town of the City of Bloomington, Illinois, as of and for the year ended March 31, 2013, and the related notes to the financial statements, which collectively comprise the Township'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 the modified cash basis of accounting described in Note 1; this includes determining that the modified cash basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances. Management is also responsible for 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 error or fraud.

Auditor's Responsibility

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 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 opinion.

Opinion

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, 2013, and the respective changes in financial position—modified cash basis, thereof for the year then ended in accordance with the basis of accounting as described in Note 1.

Basis of Accounting

We draw attention to Note 1 of the financial statements, which describes the basis of accounting. The financial statements are prepared on the modified cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to that matter.

Other Information and Statistical Section

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town of the City of Bloomington, Illinois financial statements. The other information and statistical sections are presented for purposes of additional analysis and are not a required part of the financial statements. Such information has not been subjected to the auditing procedures applied in the audit of the financial statements, and accordingly, we do not express an opinion or provide any assurance on them.

Phillips & Associates, CPAs, P.C.

July 8, 2013

TOWN OF THE CITY OF BLOOMINGTON, ILLINOIS

STATEMENT OF NET ASSETS ARISING FROM CASH TRANSACTIONS

March 31, 2013

	Governmental Activities	Discrete Component Unit
Assets		
Cash & Cash Equivalents	\$ 64,330	\$ 210,714
Investments	1,851,023	163,967
Due from other funds	2,035	-
Fixed Assets (net of Accumulated Depreciation)	687,678	1,133,386
Total Assets	\$ 2,605,066	\$ 1,508,067
Liabilities		
Current Portion of Debt Certificates Payable	\$ 60,000	\$ 535,728
Current Portion of Capital Leases	-	-
Due to governmental entities	-	6,678
General Obligation Debt Certificates	300,000	-
Capital Leases (All Current)	-	-
Total Liabilities	360,000	542,406
Net Assets		
Invested in Capital Assets (net of Related Debt)	327,678	597,658
Restricted for General Assistance	976,418	-
Restricted for Cemetery Operations	-	368,003
Unrestricted	940,970	(0)
Total Net Assets	\$ 2,245,066	\$ 965,661

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, 2013

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	Discrete Component Unit
Governmental Activities:						
General Government	\$ 1,198,740	\$ 42,395	\$ -	\$ -	\$ (1,156,344)	\$ -
Public Assistance	893,504	-	-	-	(893,504)	-
Total Governmental Activities	2,092,244	42,395	-	-	(2,049,849)	-
Component Unit:						
General Government	140,663	-	-	-	-	(140,663)
Public Assistance	495,975	138,151	-	-	-	(357,824)
Total Component Unit	\$ 636,638	\$ 138,151	\$ -	\$ -	-	(498,487)
General Revenues:						
					1,724,768	505,809
					184,834	38,622
					2,223	5,684
					1,699	5,524
					-	-
					1,913,524	555,639
					(136,325)	57,152
					2,381,390	908,508
					\$ 2,245,066	\$ 965,661

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, 2013

	Major Governmental Funds		
	General Town Fund	General Assistance Fund	Total Governmental Funds
Assets			
Cash	\$ 36,778	\$ 27,552	\$ 64,330
Investments	902,157	948,866	1,851,023
Refunds receivable	-	-	-
Due from other funds	2,035	-	2,035
	<u>\$ 940,970</u>	<u>\$ 976,418</u>	<u>\$ 1,917,388</u>
Total Assets	<u>\$ 940,970</u>	<u>\$ 976,418</u>	<u>\$ 1,917,388</u>
Liabilities			
Total Liabilities	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances			
Reserved	-	-	-
Unreserved	940,970	976,418	1,917,388
	<u>940,970</u>	<u>976,418</u>	<u>1,917,388</u>
Total Fund Balances	<u>940,970</u>	<u>976,418</u>	<u>1,917,388</u>
Total Liabilities and Fund Balances	<u>\$ 940,970</u>	<u>\$ 976,418</u>	<u>\$ 1,917,388</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, 2013

Total Fund Balance - Total Governmental Funds	\$	1,917,388
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.		687,678
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>(360,000)</u>
Net Assets of Governmental Activities	\$	<u>2,245,066</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, 2013

	Major Governmental Funds		
	Town Fund	General Assistance Fund	Total Governmental Funds
Revenues:			
Taxes	\$ 1,171,018	\$ 553,750	\$ 1,724,768
Intergovernmental Revenue	89,417	42,283	131,700
Local Revenue	42,395	53,134	95,529
Miscellaneous	1,697	-	1,697
Interest	1,132	1,091	2,223
	<u>1,305,659</u>	<u>650,258</u>	<u>1,955,917</u>
TOTAL REVENUES			
Expenditures:			
General Government	869,166	-	869,166
Public Assistance	380,535	805,005	1,185,541
Debt Service Principal and Interest	74,616	-	74,616
	<u>1,324,317</u>	<u>805,005</u>	<u>2,129,322</u>
TOTAL EXPENDITURES			
Excess (deficiency) of Revenues Over Expenditures	(18,658)	(154,747)	(173,405)
Fund Balance - Beginning of Year	<u>959,628</u>	<u>1,131,165</u>	<u>2,090,793</u>
Fund Balance - End of Year	<u>\$ 940,970</u>	<u>\$ 976,418</u>	<u>\$ 1,917,388</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, 2013

Net change in fund balances - total governmental funds \$ (173,405)

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 \$ (136,328)

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

March 31, 2013

	Component Unit	Totals
Assets		
Cash and cash equivalents	\$ 210,714	\$ 210,714
Investments	163,967	163,967
Interfund receivables	-	-
Fixed Assets (net of Accumulated Depreciation)	1,133,386	1,133,386
Total Assets	\$ 1,508,067	\$ 1,508,067
Liabilities		
Current Portion of Debt Certificates Payable	\$ 535,728	535,728
Current Portion of Capital Leases	-	-
General Obligation Debt Certificates	-	-
Capital Leases	-	-
Due to governmental entities	6,678	6,678
Total Liabilities	542,406	542,406
Net Assets		
Invested in capital assets - Net of related debt	597,658	597,658
Unrestricted	368,003	368,003
Total Net Assets	\$ 965,661	\$ 965,661

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

For the Year Ended March 31, 2013

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	\$ 140,663	\$ -	\$ -	\$ -	\$ (140,663)	\$ (140,663)
Public Assistance	495,975	138,151	-	-	(357,824)	(357,824)
Total Governmental Activities	\$ 636,638	\$ 138,151	\$ -	\$ -	(498,487)	(498,487)
		Taxes			505,809	505,809
		Intergovernmental			38,622	38,622
		Interest			5,684	5,684
		Miscellaneous			5,524	5,524
		Transfers - Internal activity			-	-
		Total General Revenues and Transfers			555,639	555,639
		Changes in Net Assets			57,152	57,152
		Net Assets - Beginning			908,508	908,508
		Net Assets - Ending			\$ 965,661	\$ 965,661

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

March 31, 2013

	Component Unit	Totals
Assets		
Cash and cash equivalents	\$ 210,714	\$ 210,714
Investments	163,967	163,967
Interfund loans receivable	-	-
Total Assets	\$ 374,681	\$ 374,681
Liabilities		
Payroll and Withholding Payable	\$ 6,678	\$ 6,678
Total Liabilities	6,678	6,678
Fund Balances		
Restricted	368,003	368,003
Unassigned	-	-
Total Fund Balance	368,003	368,003
Total Liabilities and Fund Balance	\$ 374,681	\$ 374,681

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

For the Year Ended March 31, 2013

	Component Unit	Totals
Revenues:		
Taxes	\$ 505,809	\$ 505,809
Intergovernmental Revenue	38,622	38,622
Local Revenue	138,151	138,151
Miscellaneous	5,524	5,524
Interest	5,684	5,684
TOTAL REVENUES	693,790	693,790
Expenditures:		
General Government	140,663	140,663
Public Assistance	355,331	355,331
Capital Outlay	50,576	50,576
Debt Service - Principal	33,629	33,629
Debt Service - Interest	27,174	27,174
TOTAL EXPENDITURES	607,373	607,373
Excess (Deficiency) of Revenues Over Expenditures	86,417	86,417
Fund Balance - Beginning of Year	281,586	281,586
Fund Balance - End of Year	\$ 368,003	\$ 368,003

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 March 31, 2013

Change in net assets per Statement of Activities Arising from Cash Transactions	\$ 54,537
Current year capital additions recorded as capital outlay in the governmental funds	(24,034)
Depreciation recorded on government-wide Statement of Activities not recorded on the governmental fund statements	98,200
<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	
Repayment of Long-Term Obligations	(33,628)
Proceeds from Loan of Capital Lease Obligations	
Repayment of Capital Lease Obligations	<u>(8,658)</u>
Change in fund balance per the Statement of Revenues, Expenditures, and Changes in Fund Balances - Cash Basis	<u>\$ 86,417</u>
Net Assets per Statement of Net Assets Arising from Cash Transactions	\$ 963,046
Beginning of year governmental fixed assets included on only the Statement of Net Assets Arising from Cash Transactions; net of accumulated depreciation totaling \$697,319	(1,207,551)
Additions to governmental fixed assets included on only the Statement of Net Assets Arising from Cash Transactions	(24,034)
Depreciation recorded on government-wide Statement of Activities not recorded on the governmental fund statements	98,200
<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>	
Beginning of year debt included only on the Statement of Net Assets	580,628
Repayment of long-term debt	(42,286)
Proceeds from Issuance of Long-Term Obligations	-
Fund balances per the Statement of Assets, Liabilities, and Fund Balances - Cash Basis	<u>\$ 368,003</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

March 31, 2013

	<u>Fiduciary Fund Types</u>		<u>Totals</u>
	<u>Trust</u>	<u>Private Lot Trust</u>	
Assets			
Cash and cash equivalents	\$ -	\$ 4,890	\$ 4,890
Investments	<u>154,988</u>	<u>49,956</u>	<u>204,944</u>
Total Assets	<u>154,988</u>	<u>54,846</u>	<u>209,834</u>
Net Assets Held in Trust	<u>\$ 154,988</u>	<u>\$ 54,846</u>	<u>\$ 209,834</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 CHANGES IN NET ASSETS
ARISING FROM CASH TRANSACTIONS

Year Ended March 31, 2013

	Perpetual Care Trust	Private Lot Trust
Revenue		
Investment Income	\$ 3,034	\$ -
Realized gain on sales of investments	-	-
Unrealized gain (loss) on investments	9,869	-
Income from Trusts	-	254
	12,902	254
Total Revenue		
Expenditures		
Cemetery Operations	2,781	-
	2,781	-
Total Expenditures		
Change in Net Assets	10,121	254
Net Assets - Beginning of Year	144,867	54,592
Net Assets - End of Year	\$ 154,988	\$ 54,846

The Accompanying Notes are an Integral Part of these Financial Statements