

CITY OF OREGON
Oregon, Illinois

ANNUAL FINANCIAL REPORT

April 30, 2012

CITY OF OREGON, ILLINOIS

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CITY OF OREGON, ILLINOIS

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INDEPENDENT AUDITOR'S REPORT ON THE FINANCIAL STATEMENTS

Honorable Mayor and Council
City of Oregon, Illinois

We have audited the accompanying basic financial statements of the governmental activities, business-type activities, each major fund, and the aggregate remaining fund information of the City of Oregon, Illinois, as of and for the year ended April 30, 2012, which collectively comprise the City's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the City of Oregon's 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 more fully in Note A, the financial statements referred to above have been prepared on the modified cash basis method of accounting, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

As more fully described in Note P to the financial statements, the City did not adopt the provisions of Governmental Accounting Standards Board No. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions* during the year ended April 30, 2012. The effects of that departure on the financial statements are not reasonably determinable.

In our opinion, except for the matter discussed in the previous paragraph, the financial statements referred to above, present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the City of Oregon as of April 30, 2012, and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended, in conformity with the basis of accounting as described in Note A.

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise the City of Oregon's basic financial statements. The Management's Discussion and Analysis on page 3 through 7 and the additional schedules listed in the table of contents as other information, pages 38 through 57, all of which are the responsibility of management, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and, accordingly, we do not express an opinion or provide any assurance on it.

Wipfli LLP

Freeport, Illinois
August 22, 2012

MANAGEMENT DISCUSSION AND ANALYSIS

CITY OF OREGON, ILLINOIS
MANAGEMENT DISCUSSION AND ANALYSIS
April 30, 2012

As management of City of Oregon, Illinois, we offer the readers of the City's financial statements this narrative overview and analysis of the financial activities of the City of Oregon, Illinois for the year ended April 30, 2012.

The MD&A (other information) is provided at the beginning of the report to provide an overview of the City's financial position at April 30, 2012 and the results of operations for the year. This summary should not be taken as a replacement for the annual financial report, which consists of the financial statements, notes to the financial statements, and other information.

USING THIS FINANCIAL REPORT

The financial section of this annual report consists of four parts - Independent Auditor's Report, the MD&A (this section), the basic financial statements, and other information. The basic financial statements include two kinds of statements that present different views of the City:

Government -Wide Financial Statements

The first two statements are government-wide financial statements that provide both short term and long term information about the City's overall financial status, similar to a private sector business. In the government-wide financial statements the City's activities are shown in two categories - governmental activities and business-type activities. The City's governmental activities are general government, public safety, public works, and culture and recreation. These activities are largely financed with sales taxes, income taxes, property taxes, and user fees. The City's business-type activities include water and sewer. These activities are largely financed with user fees.

The statement of net assets presents information on all of the City's assets and liabilities, with the difference between the two reported as net assets. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the City is improving or deteriorating. To assess the overall health of the City you need to consider additional non-financial factors such as the condition of the City's buildings and facilities.

CITY OF OREGON, ILLINOIS
MANAGEMENT DISCUSSION AND ANALYSIS
April 30, 2012

Government -Wide Financial Statements (Continued)

The statement of activities presents information showing how the government's net assets changed during the most recent fiscal year. The financial statements are prepared under the modified cash basis of accounting, whereby revenues are recognized when cash is received and expenditures when payment is made.

Fund Financial Statements

The fund financial statements provide more detailed information about the City's funds - not the City as a whole. Funds are accounting devices the City uses to keep track of specific sources of funding and spending on particular programs. Some funds are required by state law, while others are established to control and manage money for particular purposes or to show that the City is properly using certain revenues.

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

The City maintains twenty-four individual governmental funds. Information is presented separately in the governmental fund statement of assets, liabilities, and fund balance and in the fund statement of revenues, expenditures, and the changes in fund balances for all these funds. Eight of these twenty-four funds are considered major funds. More detail of the individual revenues and expenditures for these funds is presented in the other information section of this report.

The City maintains one individual business-type fund. Information is presented separately in the proprietary statement of net assets and in the proprietary statement of revenues, expenses, and the changes in net assets for this fund. This fund is considered a major fund of the City. More detail of the individual revenues and expenditures for these funds is presented in the other information section of this report.

The City adopts annual budgets for all funds. A budgetary comparison statement has been provided for the major funds only.

CITY OF OREGON, ILLINOIS
MANAGEMENT DISCUSSION AND ANALYSIS
April 30, 2012

Condensed Financial Information

Net assets are summarized in the table below.

Condensed Statements of Net Assets as of April 30, 2012 and April 30, 2011

| | Governmental Activities | | Business-type Activities | |
|--|--------------------------------|--------------------|---------------------------------|----------------------|
| | <u>2012</u> | <u>2011</u> | <u>2012</u> | <u>2011</u> |
| Assets: | | | | |
| Current Assets | \$1,463,511 | \$1,445,414 | \$ (553,746) | \$ (270,523) |
| Non-current Assets: | | | | |
| Capital (Fixed) assets | <u>1,770,639</u> | <u>1,834,876</u> | <u>4,962,554</u> | <u>4,121,319</u> |
| Total Assets | <u>3,234,150</u> | <u>3,280,290</u> | <u>4,408,808</u> | <u>3,850,796</u> |
| Liabilities: | | | | |
| Current Liabilities | 63,479 | 137,386 | 357,259 | 356,470 |
| Non-current Liabilities | <u>71,655</u> | <u>135,246</u> | <u>5,056,287</u> | <u>4,955,835</u> |
| Total liabilities | <u>135,134</u> | <u>272,632</u> | <u>5,413,546</u> | <u>5,312,305</u> |
| Net Assets: | | | | |
| Investments in capital assets, net of debt | 1,635,505 | 1,564,886 | 2,297,040 | 1,781,096 |
| Restricted | 873,811 | 1,000,492 | - | - |
| Unrestricted | <u>589,700</u> | <u>442,280</u> | <u>(3,301,778)</u> | <u>(3,242,605)</u> |
| Total net assets | <u>\$3,099,016</u> | <u>\$3,007,658</u> | <u>\$(1,004,738)</u> | <u>\$(1,461,509)</u> |

Current assets consist of cash and investments.

One of the City's largest asset groups is its capital assets. This includes buildings and improvements, infrastructure, equipment, and vehicles.

Current liabilities consist mainly of refundable deposits and current portion of long term debt.

Notes Payable and the IEPA loans constitute the City's long-term debt.

CITY OF OREGON, ILLINOIS
MANAGEMENT DISCUSSION AND ANALYSIS
April 30, 2012

Condensed Financial Information (Continued)

The City's net assets consist of capital assets net of related debt, restricted and unrestricted net assets.

Revenues, expenses, and changes in net assets are summarized in the table below.

**Condensed Statement of Activities
For Fiscal Year Ending April 30, 2012 and April 30, 2011**

| | Governmental Activities | | Business-type Activities | |
|----------------------------------|--------------------------------|-------------------|---------------------------------|---------------------|
| | <u>2012</u> | <u>2011</u> | <u>2012</u> | <u>2011</u> |
| Revenues: | | | | |
| Program: | | | | |
| Charges for services | \$ 311,184 | \$ 311,361 | \$1,065,573 | \$1,026,167 |
| Operating grants & contributions | 114,942 | 9,680 | - | - |
| Capital grants & contributions | - | 1,779 | 41,519 | 1,176,986 |
| General: | | | | |
| Property & other taxes | 1,846,844 | 1,918,420 | - | - |
| Interest | 4,769 | 6,334 | 249 | 606 |
| Other | <u>78,172</u> | <u>37,492</u> | <u>-</u> | <u>-</u> |
| Total revenue received | <u>2,355,911</u> | <u>2,285,066</u> | <u>1,107,341</u> | <u>2,203,759</u> |
| Expenses: | | | | |
| General government | 476,956 | 415,552 | - | - |
| Public safety | 1,162,710 | 1,081,715 | - | - |
| Public works | 582,674 | 633,615 | - | - |
| Culture & recreation | 32,787 | 33,174 | - | - |
| Interest | 9,426 | 9,065 | - | - |
| Water & sewer | <u>-</u> | <u>-</u> | <u>650,570</u> | <u>764,708</u> |
| Total expenditures disbursed | 2,264,553 | 2,173,121 | 650,570 | 764,708 |
| Transfers | <u>-</u> | <u>(630)</u> | <u>-</u> | <u>630</u> |
| Change in net assets | <u>\$ 91,358</u> | <u>\$ 111,315</u> | <u>\$ 456,771</u> | <u>\$ 1,439,681</u> |

Major sources of operating revenues for the City include: Property and state taxes, charges for services, & fines & fees.

CITY OF OREGON, ILLINOIS
MANAGEMENT DISCUSSION AND ANALYSIS
April 30, 2012

Management's Analysis of the City's Overall Financial Position and Results of Operations

Governmental reporting requirements affect the City's reporting model, but not the day-to-day operations or the budgeting process of the City. The City's total net assets increased \$548,129 from the prior year. The General Fund had a decrease in fund balance of \$22,647. The Water and Sewer Fund had an increase in net assets of \$456,771. Fund balances in the other fund types are limited in use according to the source of revenue.

General Fund Budgetary Comparison

The City adopted the budget in July of 2011. The budget for all funds is prepared on the cash basis of accounting. This is the same basis used in budgetary comparisons. This allows for comparability between budget and actual amounts.

The General Fund revenues were \$47,279 less than budgeted due mainly to less state income and replacement tax than anticipated. General Fund expenses were \$221,042 under budget. Not including Inter-Fund Transfers, the General Fund had a net gain of \$992,153 for the fiscal year. Including Inter-Fund Transfers the General Fund had a decrease in fund balance of \$22,947.

Capital Assets/Long term Debt

The City has elected to prospectively report infrastructure assets. Therefore infrastructure assets constructed in years prior to 2004 are not included in capital assets. During fiscal year 2012, the City purchased two patrol vehicles for \$46,093 and a plow for \$5,800. In the Water and Sewer Fund, the City added \$888,584 for infrastructure mainly for wastewater treatment plant upgrades. During fiscal year's 2003 and 2010, the City entered into a loan agreement with the Illinois Environmental Protection Agency for sewer and wastewater treatment plant upgrades. As of April 30, 2012, \$5,398,137 of principal is outstanding on these loans. See notes to financial statements for additional information on Capital Assets and for further information on Long-Term Debt.

Factors or Conditions Impacting Future Periods

Financial and budget planning is directly related to and supportive of the City's strategic plan and operational needs. The City's financial outlook is influenced by factors such as: the economy, employment, and commercial and residential growth.

Contacting the City's Financial Management

This financial report is designed to provide citizens, taxpayers and customers with a general overview of the City's finances and to demonstrate the City's accountability for the money it receives. If you have questions about this report or need additional financial information, please contact the City of Oregon, City Clerk, 115 N. Third St., Oregon, IL 61061.

BASIC FINANCIAL STATEMENTS

CITY OF OREGON, ILLINOIS
STATEMENT OF NET ASSETS - MODIFIED CASH BASIS
April 30, 2012

| | Governmental Activities | Business-type Activities | Total |
|--|----------------------------|-----------------------------|--------------|
| ASSETS | | | |
| Current assets: | | | |
| Cash and cash equivalents | \$ 601,297 | \$ - | \$ 601,297 |
| Internal balances | 553,746 | (553,746) | - |
| Investments | 308,468 | - | 308,468 |
| Total current assets | 1,463,511 | (553,746) | 909,765 |
| Noncurrent assets: | | | |
| Capital Assets (Net of accumulated depreciation) | 1,770,639 | 4,962,554 | 6,733,193 |
| Total assets | 3,234,150 | 4,408,808 | 7,642,958 |
| LIABILITIES | | | |
| Current liabilities | | | |
| Refundable deposits | - | 15,409 | 15,409 |
| Payroll withholdings | - | - | - |
| Current portion long term debt | 63,479 | 341,850 | 405,329 |
| Total current liabilities | 63,479 | 357,259 | 420,738 |
| Noncurrent liabilities | | | |
| Loans - IEPA | - | 5,056,287 | 5,056,287 |
| Notes payable | 71,655 | - | 71,655 |
| Total noncurrent liabilities | 71,655 | 5,056,287 | 5,127,942 |
| Total liabilities | 135,134 | 5,413,546 | 5,548,680 |
| NET ASSETS | | | |
| Invested in capital assets, net of related debt | 1,635,505 | 2,297,040 | 3,932,545 |
| Unrestricted | 589,700 | (3,301,778) | (2,712,078) |
| Restricted for: | | | |
| Capital projects | 48 | - | 48 |
| Other purposes | 873,763 | - | 873,763 |
| Total net assets | \$ 3,099,016 | \$ (1,004,738) | \$ 2,094,278 |

See Notes to Financial Statements.

CITY OF OREGON, ILLINOIS
STATEMENT OF ACTIVITIES - MODIFIED CASH BASIS
For the year ended April 30, 2012

| <u>Functions/Programs</u> | <u>Expenses</u> | Program Revenue | | |
|-------------------------------|-------------------|---------------------------------|---|---|
| | | <u>Charges for Services</u> | <u>Operating Grants and Contributions</u> | <u>Capital Grants and Contributions</u> |
| Governmental activities: | | | | |
| General government | \$ 476,956 | \$ 64,637 | \$ 72,783 | \$ - |
| Public safety and health | 1,162,710 | 246,547 | 6,370 | - |
| Public works | 582,674 | - | 35,789 | - |
| Culture and recreation | 32,787 | - | - | - |
| Interest | 9,426 | - | - | - |
| Total governmental activities | <u>2,264,553</u> | <u>311,184</u> | <u>114,942</u> | <u>-</u> |
| Business-type activities: | | | | |
| Water and Sewer | <u>\$ 650,570</u> | <u>\$ 1,065,573</u> | <u>\$ -</u> | <u>\$ 41,519</u> |

General revenues:

 Taxes:

 Property taxes

 Motor fuel

 Other

 Interest

 Miscellaneous

 Total general revenues

Transfers

 Change in net assets

Net assets - beginning

Net assets - ending

See Notes to Financial Statements.

Net (Expense) Revenue and
Changes in Net Assets

| Governmental Activities | Business-type Activities | Total |
|----------------------------|-----------------------------|---------------------|
| \$ (339,536) | \$ - | \$ (339,536) |
| (909,793) | - | (909,793) |
| (546,885) | - | (546,885) |
| (32,787) | - | (32,787) |
| (9,426) | - | (9,426) |
| <u>(1,838,427)</u> | <u>-</u> | <u>(1,838,427)</u> |
| <u>-</u> | <u>456,522</u> | <u>456,522</u> |
| 597,128 | - | 597,128 |
| 111,975 | - | 111,975 |
| 1,137,741 | - | 1,137,741 |
| 4,769 | 249 | 5,018 |
| 78,172 | - | 78,172 |
| <u>1,929,785</u> | <u>249</u> | <u>1,930,034</u> |
| <u>-</u> | <u>-</u> | <u>-</u> |
| 91,358 | 456,771 | 548,129 |
| <u>3,007,658</u> | <u>(1,461,509)</u> | <u>1,546,149</u> |
| <u>\$ 3,099,016</u> | <u>\$ (1,004,738)</u> | <u>\$ 2,094,278</u> |

CITY OF OREGON, ILLINOIS
STATEMENT OF ASSETS, LIABILITIES AND FUND BALANCES
GOVERNMENTAL FUNDS - MODIFIED CASH BASIS
April 30, 2012

| | General Fund | Police Fund | Civil Defense Fund | IMRF Fund |
|--|-----------------|----------------|--------------------------|--------------|
| ASSETS | | | | |
| Cash and cash equivalents | \$ 56,260 | \$ 13,880 | \$ 86,549 | \$ 26,675 |
| Investments | - | - | - | 81,578 |
| Due from other funds | 363,073 | - | 194,481 | - |
| Total assets | \$ 419,333 | \$ 13,880 | \$ 281,030 | \$ 108,253 |
| LIABILITIES AND FUND BALANCES | | | | |
| Current liabilities | | | | |
| Payroll withholdings | \$ - | \$ - | \$ - | \$ - |
| Due to other funds | - | - | - | - |
| Total liabilities | - | - | - | - |
| Fund balances: | | | | |
| Restricted for: | | | | |
| Special revenue funds | - | 13,880 | 281,030 | 108,253 |
| Capital projects funds | - | - | - | - |
| Committed | - | - | - | - |
| Unassigned, reported in: | | | | |
| General fund | 419,333 | - | - | - |
| Total fund balances | 419,333 | 13,880 | 281,030 | 108,253 |
| Total liabilities and fund balances | \$ 419,333 | \$ 13,880 | \$ 281,030 | \$ 108,253 |

See Notes to Financial Statements.

| <u>Economic Development Fund</u> | <u>Street and Alley Fund</u> | <u>Motor Fuel Tax Fund</u> | <u>City Group Insurance Fund</u> | <u>Other Governmental Funds</u> | <u>Total Governmental Funds</u> |
|--|--------------------------------------|------------------------------------|--|---|---|
| \$ 66,452 | \$ 13,725 | \$ - | \$ 90,122 | \$ 247,634 | \$ 601,297 |
| - | - | 200,698 | - | 26,192 | 308,468 |
| - | - | - | - | - | 557,554 |
| <u>\$ 66,452</u> | <u>\$ 13,725</u> | <u>\$ 200,698</u> | <u>\$ 90,122</u> | <u>\$ 273,826</u> | <u>\$ 1,467,319</u> |
| | | | | | |
| \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| - | - | - | 3,808 | - | 3,808 |
| - | - | - | 3,808 | - | 3,808 |
| | | | | | |
| - | 13,725 | 200,698 | 86,314 | 169,863 | 873,763 |
| - | - | - | - | 48 | 48 |
| 66,452 | - | - | - | 103,915 | 170,367 |
| - | - | - | - | - | 419,333 |
| <u>66,452</u> | <u>13,725</u> | <u>200,698</u> | <u>86,314</u> | <u>273,826</u> | <u>1,463,511</u> |
| | | | | | |
| <u>\$ 66,452</u> | <u>\$ 13,725</u> | <u>\$ 200,698</u> | <u>\$ 90,122</u> | <u>\$ 273,826</u> | <u>\$ 1,467,319</u> |

CITY OF OREGON, ILLINOIS
RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF
ASSETS, LIABILITIES, AND FUND BALANCES - MODIFIED CASH BASIS TO THE
STATEMENT OF NET ASSETS - MODIFIED CASH BASIS
April 30, 2012

Total fund balances - governmental funds \$ 1,463,511

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

Capital assets used in governmental activities are not financial resources and
therefore are not reported as assets in governmental funds. The cost of the
assets is \$4,229,247 and the accumulated depreciation is \$2,458,608. 1,770,639

Long-term liabilities are not due and payable in the current period
and therefore are not reported in the funds. (135,134)

Total net assets - governmental activities \$ 3,099,016

See Notes to Financial Statements.

CITY OF OREGON, ILLINOIS
STATEMENT OF REVENUES RECEIVED, EXPENDITURES DISBURSED,
AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS - MODIFIED CASH BASIS
For the year ended April 30, 2012

| | General Fund | Police Fund | Civil Defense Fund |
|---|--------------------|------------------|--------------------------|
| REVENUES RECEIVED | | | |
| Taxes | \$ 1,085,248 | \$ 100,141 | \$ - |
| Intergovernmental receipts | - | 18,421 | 6,370 |
| Charges for services | 6,534 | 5,000 | - |
| Uses of money and property | 3,701 | - | - |
| Fines and penalties | - | 60,952 | - |
| Miscellaneous receipts | 27,453 | 11,850 | - |
| Licenses and permits | 14,275 | - | - |
| Total revenues received | <u>1,137,211</u> | <u>196,364</u> | <u>6,370</u> |
| EXPENDITURES DISBURSED | | | |
| Current: | | | |
| General government | 145,015 | - | - |
| Public safety | - | 597,534 | 4,201 |
| Street maintenance | - | - | - |
| Culture and recreation | - | - | - |
| Debt service | - | 11,808 | - |
| Capital outlay: | | | |
| General government | 43 | - | - |
| Public safety | - | 77,076 | - |
| Street maintenance | - | - | - |
| Culture and recreation | - | - | - |
| Total expenditures disbursed | <u>145,058</u> | <u>686,418</u> | <u>4,201</u> |
| Excess (deficiency) of revenues received over expenditures disbursed | <u>992,153</u> | <u>(490,054)</u> | <u>2,169</u> |
| OTHER FINANCING SOURCES (USES) | | | |
| Transfers in | - | 490,000 | - |
| Transfers out | <u>(1,015,100)</u> | <u>-</u> | <u>-</u> |
| Total other financing sources and uses | <u>(1,015,100)</u> | <u>490,000</u> | <u>-</u> |
| Net change in fund balances | (22,947) | (54) | 2,169 |
| Fund balances - beginning | <u>442,280</u> | <u>13,934</u> | <u>278,861</u> |
| Fund balances - ending | <u>\$ 419,333</u> | <u>\$ 13,880</u> | <u>\$ 281,030</u> |

See Notes to Financial Statements.

| <u>IMRF Fund</u> | <u>Economic Development Fund</u> | <u>Street and Alley Fund</u> | <u>Motor Fuel Tax Fund</u> | <u>City Group Insurance Fund</u> | <u>Other Governmental Funds</u> | <u>Total Governmental Funds</u> |
|----------------------|--|--------------------------------------|------------------------------------|--|---|---|
| \$ 109,631 | \$ - | \$ 59,762 | \$ - | \$ 59,762 | \$ 320,325 | \$ 1,734,869 |
| - | 72,783 | 35,789 | 111,975 | - | - | 245,338 |
| - | - | - | - | - | 169,529 | 181,063 |
| 333 | 100 | - | 114 | - | 521 | 4,769 |
| - | - | - | - | - | 11,066 | 72,018 |
| - | 13,704 | 6,703 | - | - | 41 | 59,751 |
| - | 43,828 | - | - | - | - | 58,103 |
| <u>109,964</u> | <u>130,415</u> | <u>102,254</u> | <u>112,089</u> | <u>59,762</u> | <u>501,482</u> | <u>2,355,911</u> |
| 17,146 | - | - | - | 35,378 | 166,029 | 363,569 |
| 90,330 | - | - | - | 186,380 | 230,334 | 1,108,779 |
| 34,415 | - | 183,682 | 89,774 | 71,009 | - | 378,879 |
| - | - | - | - | - | 31,663 | 31,663 |
| - | - | 123,048 | - | - | - | 134,856 |
| - | 103,298 | - | - | - | - | 103,341 |
| - | - | - | - | - | - | 77,076 |
| - | - | 38,095 | - | - | 98,914 | 137,009 |
| - | - | - | - | - | - | - |
| <u>141,891</u> | <u>103,298</u> | <u>344,825</u> | <u>89,774</u> | <u>292,767</u> | <u>526,940</u> | <u>2,335,172</u> |
| (31,927) | 27,117 | (242,571) | 22,315 | (233,005) | (25,458) | 20,739 |
| - | - | 250,000 | - | 250,000 | 25,100 | 1,015,100 |
| - | - | - | - | - | - | (1,015,100) |
| - | - | 250,000 | - | 250,000 | 25,100 | - |
| (31,927) | 27,117 | 7,429 | 22,315 | 16,995 | (358) | 20,739 |
| <u>140,180</u> | <u>39,335</u> | <u>6,296</u> | <u>178,383</u> | <u>69,319</u> | <u>274,184</u> | <u>1,442,772</u> |
| <u>\$ 108,253</u> | <u>\$ 66,452</u> | <u>\$ 13,725</u> | <u>\$ 200,698</u> | <u>\$ 86,314</u> | <u>\$ 273,826</u> | <u>\$ 1,463,511</u> |

CITY OF OREGON, ILLINOIS
RECONCILIATION OF THE STATEMENT OF REVENUES RECEIVED,
EXPENDITURES DISBURSED AND CHANGES IN FUND BALANCES
OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
MODIFIED CASH BASIS
For the year ended April 30, 2012

| | |
|--|-------------------------|
| Excess (deficiency) of revenues received and other sources over (under) expenditures disbursed and other uses- Governmental funds | \$ 20,739 |
| Amounts reported for governmental activities in the statement of activities are different because: | |
| Capital outlays are reported in governmental funds as expenditures. However, in the statement of activities, the cost of those assets is allocated over their useful lives as depreciation expense. This is the amount by which capitalized fixed assets \$51,893 exceeds depreciation expense and losses (\$116,130) in the period. | (64,237) |
| Debt proceeds are reported in governmental funds as an other financing source. | - |
| Debt payments are reported in governmental funds as expenditures. However, only the interest on bonds is recorded in the statement of activities. This is the amount of debt payments in the period. | <u>134,856</u> |
| Change in net assets of governmental activities | <u><u>\$ 91,358</u></u> |

See Notes to Financial Statements.

CITY OF OREGON, ILLINOIS
STATEMENT OF NET ASSETS - MODIFIED CASH BASIS
PROPRIETARY FUNDS
April 30, 2012

| | <u>Water and Sewer Fund</u> |
|---|---------------------------------|
| ASSETS | |
| Current assets: | |
| Cash | \$ - |
| Investments | - |
| Total current assets | <u>-</u> |
| Noncurrent assets: | |
| Capital Assets (Net of accumulated depreciation): | <u>4,962,554</u> |
| Total Assets | <u>4,962,554</u> |
| LIABILITIES | |
| Current liabilities | |
| Refundable deposits | 15,409 |
| Payroll withholdings | - |
| Due to other funds | 553,746 |
| Current portion of IEPA loan payable | <u>341,850</u> |
| Total current liabilities | <u>911,005</u> |
| Noncurrent liabilities | |
| Loans - IEPA | <u>5,056,287</u> |
| Total liabilities | <u>5,967,292</u> |
| NET ASSETS | |
| Invested in capital assets, net of related debt | 2,297,040 |
| Unrestricted | <u>(3,301,778)</u> |
| Net assets - unrestricted | <u>\$ (1,004,738)</u> |

See Notes to Financial Statements.

CITY OF OREGON, ILLINOIS
STATEMENT OF REVENUES RECEIVED, EXPENSES
DISBURSED, AND CHANGES IN NET ASSETS
MODIFIED CASH BASIS - PROPRIETARY FUNDS
For the year ended April 30, 2012

| | Water and Sewer Fund |
|---|-------------------------|
| REVENUE RECEIVED | |
| Charges for services | \$ 1,065,573 |
| Intergovernmental receipts | - |
| Total revenue | 1,065,573 |
| EXPENSES DISBURSED | |
| Personnel services | 170,219 |
| Contractual services | 288,806 |
| Commodities | 10,107 |
| Capital outlay | 14,989 |
| Miscellaneous | 34,807 |
| Depreciation | 47,349 |
| Total expenses | 566,277 |
| Operating income (loss) | 499,296 |
| Other financing sources (uses) | |
| Operating transfer in | - |
| Non-operating revenue received (expenses disbursed): | |
| Interest income | 249 |
| Interest expense | (84,293) |
| Total non-operating revenue received (expenses disbursed) | (84,044) |
| Capital grants | 41,519 |
| Increase (decrease) in net assets | 456,771 |
| Net assets - beginning | (1,461,509) |
| Net assets - ending | \$ (1,004,738) |

See Notes to Financial Statements.

CITY OF OREGON, ILLINOIS
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
For the year ended April 30, 2012

| | <u>Water and Sewer Fund</u> |
|--|---------------------------------|
| CASH FLOWS FROM OPERATING ACTIVITIES | |
| Cash received for services | \$ 1,066,496 |
| Cash received/paid to other funds | 194,481 |
| Cash payments to suppliers | (348,709) |
| Cash payments to employees | (170,353) |
| Net cash provided by operating activities | <u>741,915</u> |
| CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES | |
| Interest expense | (84,293) |
| Capital grant receipts | 41,519 |
| Purchase of capital assets | (888,584) |
| Principal receipts (payments) on borrowings | 100,452 |
| Net cash (used in) capital financing activities | <u>(830,906)</u> |
| CASH FLOWS FROM INVESTING ACTIVITIES | |
| Sale of investments | - |
| Interest income | 249 |
| Net cash provided by investing activities | <u>249</u> |
| Net increase in cash and cash equivalents | (88,742) |
| Cash and cash equivalents - beginning | <u>88,742</u> |
| Cash and cash equivalents - ending | <u>\$ -</u> |
| Reconciliation of operating income to net cash provided (used) by operating activities: | |
| Operating income (loss) | \$ 499,296 |
| Adjustments to reconcile operating income to net cash provided by (used in) operations | |
| (Increase) decrease in due to/from | 194,481 |
| Increase (decrease) in refundable deposits | 923 |
| Increase (decrease) in payroll withholdings | (134) |
| Transfers out | - |
| Depreciation | 47,349 |
| Net cash provided by (used in) operations | <u>\$ 741,915</u> |

See Notes to Financial Statements.

CITY OF OREGON, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
April 30, 2012

Note (A) Summary of Significant Accounting Policies:

The City of Oregon was incorporated in 1870, under the provisions of the State of Illinois.

REPORTING ENTITY

The City of Oregon operates under an elected Mayor/Commission form of government. The City's major operations include general government, public safety, water and sewer systems and streets.

In evaluating how to define the government, for financial reporting purposes, the City has considered all potential component units. The decision to include a potential component unit in the reporting entity was made by applying the criteria set forth in GAAP. The basic - but not the only - criterion for including a potential component unit within the reporting entity is the governing body's ability to exercise oversight responsibility. The most significant manifestation of this ability is financial interdependency. Other manifestations of the ability to exercise oversight responsibility include, but are not limited to, the selection of governing authority, the designation of management, the ability to significantly influence operations, and accountability for fiscal matters. A second criterion used in evaluating potential component units is the scope of public service. Application of this criterion involves considering whether the activity is conducted within the geographic boundaries of the City and is generally available to its citizens. A third criterion used to evaluate potential component units for inclusion or exclusion from the reporting entity is the existence of special financing relationships, regardless of whether the City is able to exercise oversight responsibilities.

This report includes, pursuant to GASB 14 and as amended by GASB 39, all of the funds and account groups of the City, which is a primary reporting unit. It includes all activities considered to be part of (controlled by or dependent on) the City as set forth under the GAAP criteria.

Government Wide, Fund Financial Statements and Basis of Accounting

Financial statements are prepared using the modified cash basis of accounting for all of the City's activities.

The government wide financial statements (i.e., the Statement of Net Assets and the Statement of Activities) report information on all of the nonfiduciary activities of the City. For the most part, the effect of the interfund activity has been removed from these statements.

CITY OF OREGON, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
April 30, 2012

Note (A) Summary of Significant Accounting Policies (Continued):

**Government Wide, Fund Financial Statements and Basis of Accounting
(Continued)**

The Statement of Activities demonstrates the degree to which the direct expense of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include 1) charges to applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function.

Earnings on investments, not properly included among program revenues are reported instead as general revenue.

Separate financial statements are provided for governmental funds and proprietary funds.

The government wide financial statements are reported using the economic resources measurement focus and the modified cash basis of accounting. Basis of accounting refers to when revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied.

The financial transactions of the City are reported in individual funds in the fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprises its assets, liabilities, reserves, fund equity, revenues and expenditures/expenses. The various funds are reported by generic classification within the financial statements.

Fund Accounting

The accounts of the City are organized on the basis of funds, each of which is considered a separate accounting entity. A fund is defined as an independent fiscal and accounting entity with a self-balancing set of accounts recording cash and/or other resources together with all related liabilities, obligations, reserves and equities which are segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions or limitations.

The various funds are grouped in the financial statements into five generic fund types as follows:

CITY OF OREGON, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
April 30, 2012

Note (A) Summary of Significant Accounting Policies (Continued):

Fund Accounting (Continued)

GOVERNMENTAL FUNDS:

General Fund

The General Fund is the general operating fund of the City. It is used to account for all financial resources except those required to be accounted for in other funds.

Special Revenue Funds

Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than expendable trusts) that are legally restricted to expenditures for specified purposes.

Debt Service Fund

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

Capital Projects Funds

The Capital Projects Funds account for all resources used for the acquisition or construction of a specific capital facility by the City, except those financed by the Enterprise Fund. As of April 30, 2012, the Capital Improvement Fund was the only Capital Project Fund in existence.

Proprietary Fund - Enterprise

The Enterprise Fund is used to account for operations that are financed and operated in a manner similar to private business enterprises - where the intent of the governing body is that the costs of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges. Proprietary funds distinguish *operating* revenues and expenses from *nonoperating* items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations.

CITY OF OREGON, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
April 30, 2012

Note (A) Summary of Significant Accounting Policies (Continued):

GOVERNMENTAL FUNDS (CONTINUED):

Proprietary Fund - Enterprise (Continued)

Pursuant to GASB Statement No. 20, *Accounting and Financial Reporting for Proprietary Funds*, the City has chosen to apply all GASB pronouncements as well as those FASB pronouncements issued on or before November 30, 1989 to account for proprietary funds. Proprietary funds have selected to consistently not follow Financial Accounting Standards Board pronouncements issued subsequent to November 30, 1989 as permitted under Governmental Standards Board Statement No. 20.

The City reports the following major funds:

Governmental Funds:

General Fund

The general fund is the general operating fund of the City. It is used to account for all the financial resources except those required to be accounted for in another fund.

Police Protection Fund

The fund records the receipts of the City's levied property taxes for police protection and fines. These funds are then expended for cost of the police protection.

Civil Defense

This fund records the receipts and expenses for the City's preparation and the carrying out of all emergency functions.

IMRF

This fund records the receipt and expenses for the City's defined benefit pension plan.

Economic Development Fund

This fund encourages the rehabilitation of the business district. This fund records the receipts of the City's franchise licenses.

CITY OF OREGON, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
April 30, 2012

Note (A) Summary of Significant Accounting Policies (Continued):

GOVERNMENTAL FUNDS (CONTINUED):

Streets and Alleys Fund

This fund records the receipts of property taxes for road and bridge. These funds are then expended for the maintenance of roads and bridges.

Motor Fuel Tax Fund

This fund records the receipts of the City's share of state gasoline taxes. These funds are then expended for the maintenance of roads and bridges. State of Illinois law requires separate accounting for such revenues and expenditures.

City Group Insurance Fund

This fund records the receipt and expenses for the City's group health insurance.

Enterprise Funds:

Water and Sewer Fund To account for the costs related to the operation of the City's water and sewer system. Funding is provided by user fees.

Basis of Accounting

Basis of accounting refers to when revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied. All Governmental Funds and Proprietary Funds are accounted for using the modified cash basis of accounting which is a comprehensive basis of accounting other than generally accepted accounting principles. Revenues are recorded when cash is received and expenditures are recorded when checks are written. Therefore, accrued income and expenses, payables and deferred expenses, which may be material in amount, are not reflected in the accompanying financial statements.

When both restricted and unrestricted resources are available for use, it is the City's policy to use restricted resources first, then unrestricted resources when they are needed.

CITY OF OREGON, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
April 30, 2012

Note (A) Summary of Significant Accounting Policies (Continued):

Fixed Assets and Long-Term Liabilities

The accounting and reporting treatment applied to the fixed assets and long-term liabilities associated with a fund are determined by its measurement focus. All governmental funds are accounted for on a spending or "financial flow" measurement focus. This means that only current assets and current liabilities are generally included on their balance sheets. Their reported fund balance (net current assets) is considered a measure of "available spendable resources". Governmental fund operating statements present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current assets. Accordingly, they are said to present a summary of sources and uses of "available spendable resources" during a period.

All Proprietary Funds (Water and Sewer Enterprise Funds) are accounted for on the modified cash basis, which is a comprehensive basis of accounting other than generally accepted accounting principles, and not on a cost of services or "capital maintenance" measurement focus. Therefore, not all assets and liabilities (whether current or noncurrent) associated with the fund activities are included on the combined statements.

Budgets and Budgetary Accounting

The term budget, used throughout the financial statements represents the estimated revenues and appropriations set forth in the City's annual appropriation ordinance adopted for the fiscal year ended April 30, 2012.

The budgetary figures presented in the accompanying financial statements are presented on the cash basis method of accounting which is consistent with the basis used for the actual figures.

Unexpended budgeted amounts lapse at the end of each year. Spending control is established by the amount of expenditures budgeted for the fund, but management control is exercised at budgetary line items.

Budgeted amounts are as originally approved, or as amended by the City Council.

CITY OF OREGON, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
April 30, 2012

Note (A) Summary of Significant Accounting Policies (Continued):

Cash and Investments

Cash consists of demand deposits and savings accounts, both easily accessible and with short-term duration. Investments as of April 30, 2012 consist of certificates of deposit and deposits in the Illinois Public Treasurer's Investment Pool. Deposits and investments are stated at cost or amortized cost which approximates market.

Although money market accounts appear to be easily accessible, they are considered to be investments for the City's purposes. Statutes authorize the City to invest in: 1) securities guaranteed by the full faith and credit of the United States of America; 2) deposits or other investments constituting direct obligations of any bank as defined by the Illinois Banking Act; 3) short-term obligations of corporations organized in the United States which meet other restrictions as defined in Illinois Revised Statutes Chapter 35, Paragraph 902, as amended; 4) money market funds registered under the Investment Company Act of 1940; 5) short-term discount obligations of the Federal National Mortgage Association; 6) shares or other forms of securities legally issuable by savings and loan associations; 7) various share accounts of a credit union chartered under the laws of the State of Illinois or the laws of the United States provided the principal office of any such credit union is located within the State of Illinois; 8) a Public Treasurer's Investment Pool created under Section 17 of "An Act to revise the law in relation to the State Treasurer", approved April 23, 1873, as amended. Bank and savings and loan investments may only be made in institutions which are insured by the Federal Deposit Insurance Corporation or the Federal Savings and Loan Insurance Corporation.

Investments are stated at cost, which approximates market.

For purposes of the statement of cash flows, cash equivalents include money market accounts and any highly liquid debt instruments purchased with a maturity of less than three months. There were no cash equivalents as of April 30, 2012.

Estimates

The preparation of financial statements requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

CITY OF OREGON, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
April 30, 2012

Note (A) Summary of Significant Accounting Policies (Continued):

Fund Equity

Beginning with fiscal year 2012, the City implemented GASB Statement 54 "*Fund Balance and Reporting and Governmental Fund Type Definitions*". This Statement provides more clearly defined fund balance categories to make the nature and extent of the constraints placed on a government's fund balance more transparent. The following classifications describe the relative strength of the spending constraints placed on the purposes for which resources can be used:

- Non-spendable fund balance - amounts that are not in a spendable form (such as inventory) or are required to be maintained intact;
- Restricted fund balance - amounts constrained to specific purposes by their providers (such as grantors, bondholders, and higher levels of government), through constitutional provisions, or by enabling legislation;
- Committed fund balance - amounts constrained to specific purposes by a government itself, using its highest level of decision-making authority; to be reported as committed, amounts cannot be used for any other purpose unless the government takes the same highest level action to remove or change the constraint;
- Assigned fund balances - amounts a government intends to use for a specific purpose; intent can be expressed by the governing body or by an official or body to which the governing body delegate the authority;
- Unassigned fund balance - amounts that are available for any purpose; positive amounts are reported only in the general fund.

The Board establishes (and modifies or rescinds) fund balance commitments by passage of a resolution. This is typically done through adoption and amendment of the budget. A fund balance commitment is further indicated in the budget document as a designation or commitment of the fund. Assigned fund balance is established by the Board of Trustees through adoption or amendment of the budget as intended for specific purpose (such as the purchase of fixed assets, construction, debt service, or other purpose). When both restricted and unrestricted amounts of fund balance are available for use for expenditures incurred, it is the City's policy to use restricted amounts first and then unrestricted amounts as needed. For unrestricted amounts of fund balance, it is the City's policy to use fund balance in the following order: Committed, Assigned, and Unassigned.

The governmental activities unrestricted net asset has a balance of \$589,700 at April 30, 2012.

CITY OF OREGON, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
April 30, 2012

Note (B) Pension Plan:

PLAN DESCRIPTION

The City'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 City's 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, the City's Regular plan members are required to contribute 4.5 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 City's contribution rate for calendar year 2011 was 13.21 percent of annual covered payroll. The City's annual required contribution rate for calendar year 2011 was 15.64 percent. The City 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 calendar year ending December 31, 2011, the City's actual contributions for pension cost for the Regular were \$121,355. Its required contribution for calendar year 2011 was \$143,679.

THREE-YEAR TREND INFORMATION FOR THE REGULAR PLAN

| <u>Actuarial Valuation Date</u> | <u>Annual Pension Cost (APC)</u> | <u>Percentage of APC Contributed</u> | <u>Net Pension Obligation</u> |
|---|--------------------------------------|--|-----------------------------------|
| 12/31/11 | \$143,679 | 84% | *\$0 |
| 12/31/10 | 127,916 | 77% | 0 |
| 12/31/09 | 95,245 | 100% | 0 |

*If the phased in contribution rate was used, this will have to be calculated.

CITY OF OREGON, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
April 30, 2012

Note (B) Pension Plan (Continued):

ANNUAL PENSION COST (CONTINUED)

The required contribution for 2011 was determined as part of the December 31, 2009, actuarial valuation using the entry age normal actuarial cost method. The actuarial assumptions at December 31, 2009, included (a) 7.5% 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 .4% to 10% per year depending on age and service, attributable to seniority/merit, and (d) post-retirement benefit increases of 3% annually. The actuarial value of the City's Regular plan assets was determined using techniques that spread the effects of short-term volatility in the market value of investments over a five-year period with a 20% corridor between the actuarial and market value of assets. The City's Regular plan's unfunded actuarial accrued liability at December 31, 2009 is being amortized as a level percentage of projected payroll on an open 30 year basis.

FUNDED STATUS AND FUNDING PROGRESS

As of December 31, 2011, the most recent actuarial valuation date, the Regular plan was 67.12 percent funded. The actuarial accrued liability for benefits was \$2,240,474 and the actuarial value of assets was \$1,503,749, resulting in an underfunded actuarial accrued liability (UAAL) of \$736,725. The covered payroll for calendar year 2011 (annual payroll of active employees covered by the plan) was \$918,661 and the ratio of the UAAL to the covered payroll was 80 percent.

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

Note (C) Common Bank Account:

Separate bank accounts are not maintained for all City funds; instead, certain funds maintain their cash balances in a common checking account and a common state investment pool account, with the accounting records being maintained to show the portion of the common bank account balance attributable to each participating fund.

CITY OF OREGON, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
April 30, 2012

Note (C) Common Bank Account (Continued):

Occasionally certain funds participating in the common bank account will incur overdrafts (deficit cash balances) in the account. A deficit in one fund restricts the cash available for use by other funds in the same common bank account. The fund with a deficit cash balance was the Water and Sewer Fund.

Deficit cash balances are classified as due to other funds in the financial statements.

Note (D) Cash and Investments:

Deposits As of April 30, 2012, the carrying amount of the City's deposits into checking, savings, money market accounts and certificates of deposit was \$709,067 and the bank balance was \$861,249. The City's total collateral, including Federal Deposit Insurance and collateral held by a pledging bank's trust department, was \$861,249.

Custodial credit risk is the risk that, in the event of a bank failure, the City's deposits might not be recovered. Neither the state nor the City has a deposit policy for custodial credit risk. As of April 30, 2012, the City had no balance that was exposed to custodial credit risk and was uninsured and uncollateralized.

For financial statement purposes, certificates of deposit are shown as investments.

| Investments not subject to categorization: | <u>Carrying Value</u> | <u>Market Value</u> |
|--|----------------------------------|--------------------------------|
| Investments in Illinois Funds | <u>\$200,698</u> | <u>\$200,698</u> |

Interest Rate Risk:

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates.

Information about the sensitivity of the fair values of the City investments to market interest rate fluctuations is provided by the following table that shows the distribution of the City's investments by maturity:

CITY OF OREGON, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS
 April 30, 2012

Note (D) Cash and Investments (Continued):

Interest Rate Risk (Continued):

| | <u>Remaining Maturity (in Months)</u> | | | <u>Total</u> |
|--------------------------|---------------------------------------|-------------------------|-------------------------|------------------|
| | <u>12 Months or Less</u> | <u>13-24 Months</u> | <u>25-60 Months</u> | |
| External investment pool | <u>\$200,698</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$200,698</u> |

The State Treasurer maintains the Illinois Funds Money Market at cost and fair value through daily adjustments in the interest earnings. The State Treasurer also maintains the average duration of the pool at less than 25 days. The fair value of the City's investment in the fund is the same as the value of the pool shares. The Pool is audited annually by an outside independent auditor and copies of the report are distributed to participants. The Pool maintains a Standard and Poor's AAA rating. The City's investments in the Illinois funds are not required to be categorized because they are not securities. The relationship between the City and the investment agent is a direct contractual relationship and the investments are not supported by a transferable instrument that evidences ownership or creditorship.

Concentration of Credit Risk:

The City has no investments, other than an external investment pool that is exempted from this requirement, in any one issuer that represents 5% or more of the total City's investments.

Note (E) Property, Plant and Equipment:

Capital assets, which include buildings and improvements, infrastructure, equipment and vehicles, are reported in the government-wide financial statements. The City defines capital assets as assets with an initial individual cost of more than \$5,000 for equipment and vehicles, \$10,000 for building and improvements, and \$50,000 for infrastructure assets, and an estimated useful life in excess of one year. Such assets are recorded at historical cost if purchased or constructed. For those assets for which historical cost is not available, the City has estimated historical cost by using current costs and adjusting for inflation. Donated assets are stated at estimated fair market value as of the date of acquisition. The cost of normal maintenance and repair that do not add to the value of the asset or materially extend the useful life are not capitalized.

CITY OF OREGON, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
April 30, 2012

Note (E) Property, Plant and Equipment (Continued):

Major outlays for capital assets and improvements are capitalized as projects are constructed. All capital assets, except construction in progress, are being depreciated using the straight line method over the following useful lives:

| | |
|--------------------------|---------------|
| Buildings & Improvements | 20 - 40 years |
| Infrastructure | 40 years |
| Equipment & Vehicles | 5 - 7 years |

The City has elected to record infrastructure assets on a prospective basis.

Capital assets in the governmental fund financial statements are reported as expenditures when incurred.

The governmental activities capital asset activity for the year ended April 30, 2012 is as follows:

| | <u>Balance</u> <u>May 1, 2011</u> | <u>Additions</u> | <u>Deletions</u> | <u>Balance</u> <u>April 30, 2012</u> |
|----------------------------------|--------------------------------------|------------------|------------------|---|
| Cost: | | | | |
| Buildings and improvements | \$1,600,077 | \$ - | \$ - | \$1,600,077 |
| Infrastructure | 1,570,835 | - | - | 1,570,835 |
| Equipment | 517,106 | - | - | 517,106 |
| Vehicles | <u>489,336</u> | <u>51,893</u> | <u>-</u> | <u>541,229</u> |
| | <u>\$4,177,354</u> | <u>\$51,893</u> | <u>\$ -</u> | <u>\$4,229,247</u> |
| Accumulated Depreciation: | | | | |
| Buildings and improvements | \$1,393,620 | \$ 10,046 | \$ - | \$1,403,666 |
| Infrastructure | 135,592 | 39,271 | - | 174,863 |
| Equipment | 479,492 | 12,876 | - | 492,368 |
| Vehicles | <u>333,774</u> | <u>53,937</u> | <u>-</u> | <u>387,711</u> |
| | <u>\$2,342,478</u> | <u>\$116,130</u> | <u>\$ -</u> | <u>\$2,458,608</u> |

CITY OF OREGON, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
April 30, 2012

Note (E) Property, Plant and Equipment (Continued):

| | <u>Balance</u> <u>May 1, 2011</u> | <u>Additions</u> | <u>Deletions</u> | <u>Balance</u> <u>April 30, 2012</u> |
|-----------------------------------|--------------------------------------|-------------------|------------------|---|
| Total Capital Assets, Net: | | | | |
| Buildings and improvements | \$ 206,457 | \$(10,046) | \$ - | \$ 196,411 |
| Infrastructure | 1,435,243 | (39,271) | - | 1,395,972 |
| Equipment | 37,614 | (12,876) | - | 24,738 |
| Vehicles | <u>155,562</u> | <u>(2,044)</u> | <u>-</u> | <u>153,518</u> |
| | <u>\$1,834,876</u> | <u>\$(64,237)</u> | <u>\$ -</u> | <u>\$1,770,639</u> |

The business-type activities capital asset activity for the year ended April 30, 2012 is as follows:

| | <u>Balance</u> <u>May 1, 2011</u> | <u>Additions</u> | <u>Deletions</u> | <u>Balance</u> <u>April 30, 2012</u> |
|----------------------------|--------------------------------------|------------------|------------------|---|
| Cost: | | | | |
| Buildings and improvements | \$ 420,641 | \$ - | \$ - | \$ 420,641 |
| Infrastructure | 4,132,160 | 888,584 | - | 5,020,744 |
| Equipment | 698,037 | - | - | 698,037 |
| Vehicles | <u>19,930</u> | <u>-</u> | <u>-</u> | <u>19,930</u> |
| | <u>\$5,270,768</u> | <u>\$888,584</u> | <u>\$ -</u> | <u>\$6,159,352</u> |

Accumulated Depreciation:

| | | | | |
|----------------------------|--------------------|-----------------|-------------|--------------------|
| Buildings and improvements | \$ 412,370 | \$ 2,366 | \$ - | \$ 414,736 |
| Infrastructure | 95,023 | 26,009 | - | 121,032 |
| Equipment | 622,126 | 18,974 | - | 641,100 |
| Vehicles | <u>19,930</u> | <u>-</u> | <u>-</u> | <u>19,930</u> |
| | <u>\$1,149,449</u> | <u>\$47,349</u> | <u>\$ -</u> | <u>\$1,196,798</u> |

Total Capital Assets, Net:

| | | | | |
|----------------------------|--------------------|------------------|-------------|--------------------|
| Buildings and improvements | \$ 8,271 | \$ (2,366) | \$ - | \$ 5,905 |
| Infrastructure | 4,037,137 | 862,575 | - | 4,899,712 |
| Equipment | 75,911 | (18,974) | - | 56,937 |
| Vehicles | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| | <u>\$4,121,319</u> | <u>\$841,235</u> | <u>\$ -</u> | <u>\$4,962,554</u> |

CITY OF OREGON, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS
 April 30, 2012

Note (E) Property, Plant and Equipment (Continued):

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

| | |
|--|------------------|
| Governmental activities: | |
| General government | \$ 10,046 |
| Public safety | 25,215 |
| Streets and public improvements | 79,745 |
| Recreation and parks | <u>1,124</u> |
| Total depreciation expense, governmental activities | <u>\$116,130</u> |
| Business-type activities: | |
| Water and Sewer | <u>\$ 47,349</u> |
| Total depreciation expense, business-type activities | <u>\$ 47,349</u> |

Note (F) Property Taxes:

The City is responsible for assessing property taxes whereas the County in which the City resides is responsible for collecting and distributing property taxes in accordance with enabling state legislation. Property taxes attach as an enforceable lien on property as of January 1 and may be paid in two equal installments. The first installment is normally due on or before June 1 and the second installment is normally due on or before September 1. The City receives significant distributions of tax receipts approximately one month after these due dates. Payments made after the September 1 installment date are assessed interest at the rate of 1% for farmland and 1-1/2% for all others. The amounts reported in the financial statements relate entirely to the 2010 levy, the 2011 levy will be reported as revenue for the fiscal year ending April 30, 2013.

Note (G) Accumulated Unpaid Vacation and Sick Pay:

The City follows the policy of allowing unused sick days to accumulate up to a maximum of 240 days. Unused sick days are not payable to an employee upon termination. However, the unused days are added to an employee's retirement benefits upon retirement. Unused vacation days may be carried over to the next year only upon approval by the City Council. At this time, a reasonable estimate for vacation days and of the total discounted liability for sick days unused at retirement is not being maintained.

CITY OF OREGON, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
April 30, 2012

Note (H) Long-Term Debt:

Notes Payable

On October 1, 2007, the City borrowed \$27,692 at 4.75% interest from The First National Bank and Trust of Rochelle to purchase a street department truck. The note is payable in annual installments of \$6,365 and matures on October 1, 2012.

On August 8, 2007, the City borrowed \$14,085 at 4.75% interest from The First National Bank and Trust of Rochelle to purchase a street department truck. The note is payable in annual installments of \$3,237 and matures on August 8, 2012.

On July 27, 2009, the City borrowed \$280,000 at 3.75% interest from Stillman Valley Bank to fund street repairs. The note is payable in monthly installments of \$8,243 and matures on July 27, 2012.

On January 12, 2011, the City borrowed \$99,283 at 3.75% interest from First National Bank and Trust Company to purchase a plow truck. The note is payable in quarterly installments of \$5,423 on January 12, 2011 with a final payment due October 12, 2015.

On March 17, 2011, the City borrowed \$41,201 at 3.10% interest from Midland States Bank to purchase two squad cars. The note is payable in monthly installments of \$917 and matures on March 1, 2015.

IEPA Loan

On March 5, 2001, the City entered into a loan agreement with the Illinois Environmental Protection Agency Bureau of Water Infrastructure Financial Assistance Section for the construction of new storm sewers and conversion of existing combined sewers. The note bears a fixed interest rate of 2.905%. The term of the loan is for 20 years with semi-annual repayments beginning in May, 2003.

For the original principal amount, the City had drawn \$4,403,521 on the loan to cover the construction costs in addition to \$173,984 of accrued interest which was added to the principal balance. The remaining balance is shown as a loan payable in the enterprise fund.

CITY OF OREGON, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS
 April 30, 2012

Note (H) Long-Term Debt (Continued):

IEPA Loan (Continued)

On October 19, 2009, the City entered into a loan agreement with the Illinois Environmental Protection Agency Bureau of Water Infrastructure Financial Assistance Section for the wastewater treatment plant upgrade. The note is non-interest bearing. The term of the loan is for 20 years with semi-annual repayments beginning when the project is complete. The project is expected to be completed in Fiscal Year 2013.

As of April 30, 2012, the City had drawn \$2,730,341 of the IEPA loan amount.

Annual debt service requirements to maturity are as follows:

| <u>Fiscal year ending</u> <u>April 30,</u> | <u>IEPA Loans</u> <u>Proprietary</u> | | <u>Notes Payable</u> <u>General Long-Term Debt</u> | |
|---|---|------------------|---|-----------------|
| | <u>Principal</u> | <u>Interest</u> | <u>Principal</u> | <u>Interest</u> |
| 2013 | \$ 361,073 | \$ 77,714 | \$63,193 | \$3,562 |
| 2014 | 379,070 | 70,943 | 30,690 | 2,002 |
| 2015 | 386,039 | 63,973 | 30,776 | 999 |
| 2016 | 393,213 | 56,799 | 10,475 | 150 |
| 2017 | 400,597 | - | - | - |
| 2018 - 2024 | 2,491,966 | 179,244 | - | - |
| 2025 - 2031 | 986,179 | - | - | - |
| | <u>\$5,398,137</u> | <u>\$448,673</u> | <u>\$135,134</u> | <u>\$6,713</u> |

CITY OF OREGON, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
April 30, 2012

Note (H) Long-Term Debt (Continued):

Changes in Long-Term Liabilities. During the year ended April 30, 2012, the following changes occurred in long-term liability accounts:

| | <u>Balance</u> <u>May 1, 2011</u> | <u>Additions</u> | <u>Deletions</u> | <u>Balance</u> <u>April 30, 2012</u> |
|---------------------------|--------------------------------------|------------------|------------------|---|
| Business-type Activities: | | | | |
| 2003 IEPA loan | \$2,957,462 | \$ - | \$224,839 | \$2,732,623 |
| 2010 IEPA loan | 2,340,223 | 390,118 | 64,827 | 2,665,514 |
| Governmental Activities: | | | | |
| 2008 note payable | 1,218 | - | 1,218 | - |
| 2008 note payable | 6,040 | - | 2,948 | 3,092 |
| 2008 note payable | 11,868 | - | 5,796 | 6,072 |
| 2009 note payable | 120,343 | - | 95,749 | 24,594 |
| 2011 note payable | 41,201 | - | 10,590 | 30,611 |
| 2011 note payable | <u>89,320</u> | <u>-</u> | <u>18,555</u> | <u>70,765</u> |
| Total | <u>\$5,567,675</u> | <u>\$390,118</u> | <u>\$424,522</u> | <u>\$5,533,271</u> |

The City is subject to a debt limitation of 8.625% of its assessed valuation of \$52,531,310. As of April 30, 2012 the City had \$4,395,691 of remaining legal debt margin.

Note (I) Deficit Net Assets/Fund Balances:

As of April 30, 2012, the following funds had deficit net assets/fund balance:

| <u>Fund</u> | <u>Amount</u> |
|---|----------------------|
| Proprietary Fund - Operations and Maintenance | <u>\$(1,004,738)</u> |

Note (J) Excess of Actual Expenditures/Expenses Over Budget in Individual Funds:

No funds had an excess of actual expenditures/expenses (exclusive of depreciation and amortization) over budget for the fiscal year.

CITY OF OREGON, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
April 30, 2012

Note (K) Risk Management:

The City is exposed to various risks of loss related to torts, theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. In order to handle such risks of loss, the City purchases insurance coverage through the Illinois Municipal League Risk Management Association and self insures for unemployment insurance purposes (See Note M). The deductibles in effect through these policies as of April 30, 2012 vary with the type of coverage and risk involved. The amounts of settlements have not exceeded insurance coverage for any of the past three years.

Note (L) Contingency:

The City is a defendant in claims relating to personal injury. Part of the claims may be insured but subject to varying deductibles and some of the claims may be uninsured. The amount of liability, if any, from the claims cannot be determined with certainty; however, management is of the opinion that the outcome of the claims will not have a material adverse impact on the City's financial position. Due to uncertainties in the settlement process, it is at least reasonably possible that management's estimate of the outcome will change within the next year.

Note (M) Self Insurance Plan:

The City is self-insured for unemployment insurance. The City is therefore liable to the State for any payments made to any of its former employees claiming unemployment benefits. For the year ended April 30, 2012, there were no payments made for unemployment benefit claims.

CITY OF OREGON, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
April 30, 2012

Note (N) Transfers:

Below are the interfund transfers as of April 30, 2012:

| | <u>Operating Transfers in</u> | <u>Operating Transfers out</u> |
|--------------------------------------|-----------------------------------|------------------------------------|
| General Fund: | | |
| Police Fund | \$ - | \$ (490,000) |
| Street and Alley Fund | - | (250,000) |
| City Group Insurance Fund | - | (250,000) |
| Water and Sewer Fund | - | - |
| Non Major Governmental Funds | <u>-</u> | <u>(25,100)</u> |
| Total General Fund | <u>-</u> | <u>(1,015,100)</u> |
| Police Fund: | | |
| General Fund | <u>490,000</u> | <u>-</u> |
| Street and Alley Fund: | | |
| General Fund | <u>250,000</u> | <u>-</u> |
| City Group Insurance Fund: | | |
| General Fund | <u>250,000</u> | <u>-</u> |
| Water and Sewer Fund: | | |
| General Fund | <u>-</u> | <u>-</u> |
| Non Major Governmental Funds: | | |
| General Fund | <u>25,100</u> | <u>-</u> |
| Total all funds | <u>\$1,015,100</u> | <u>\$(1,015,100)</u> |

The purpose of these transfers was to subsidize the costs provided by the various funds shown above to the General Fund.

Note (O) Commitment:

On October 19, 2009, the City entered into a loan agreement with the Illinois Environmental Protection Agency Bureau of Water Infrastructure Financial Assistance Section for the wastewater treatment plant upgrade. The wastewater treatment plant upgrade is projected to cost approximately \$4,400,339. The aggregate principal amount of the loan at April 30, 2012 is \$2,665,514. The note is non-interest bearing. The term of the loan is for 20 years with semi-annual repayments which began in March, 2012. The project is expected to be completed in Fiscal Year 2013.

CITY OF OREGON, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
April 30, 2012

Note (O) Commitment (Continued):

\$1,820,227 of eligible costs are being funded under the American Recovery and Reinvestment Act of 2009 (ARRA). One-half of the ARRA funds, \$910,113, will be required to be repaid. \$1,820,227 of eligible costs are being funded from the Wastewater Loan Program. The total amount expended from the Wastewater Loan Program will be required to be repaid.

Note (P) Other Postemployment Benefits:

In July 2004, the Governmental Accounting Standards Board issued Statement No. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions*. This statement requires a systematic, accrual basis measurement and recognition of other postemployment benefit (OPEB) expense over a period that approximates employees' years of service. The Statement also requires the information about actuarial accrued liabilities associated with OPEB and whether and to what extent progress is being made in funding the plan. The City elected to not adopt the new standards related to other postemployment benefits.

Note (Q) Pending GASB Statements:

In December 2010, the Governmental Accounting Standards Board (GASB) issued Statement 61 "The Financial Reporting Entity: Omnibus – an amendment of GASB Statements No. 14 and No. 34." The City is required to implement this standard for the fiscal year ending April 30, 2014. The City has not yet determined the full impact that adoption of GASB Statement 61 will have on the financial statements.

In December 2010, the Governmental Accounting Standards Board (GASB) issued Statement 62 "Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements." The City is required to implement this standard for the fiscal year ending April 30, 2013. The City has not yet determined the full impact that adoption of GASB Statement 62 will have on the financial statements.

In June 2011, the Governmental Accounting Standards Board (GASB) issued Statement 63 "Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position." The City is required to implement this standard for the fiscal year ending April 30, 2013. The City has not yet determined the full impact that adoption of GASB Statement 63 will have on the financial statements.

**OTHER INFORMATION
(UNAUDITED)**

CITY OF OREGON, ILLINOIS
 OTHER INFORMATION
 Schedule of Funding Progress
 April 30, 2012

| Actuarial Valuation Date | Actuarial Value of Assets (a) | Actuarial Accrued Liability (AAL) -Entry Age (b) | Unfunded AAL (UAAL) (b-a) | Funded Ratio (a/b) | Covered Payroll (c) | UAAL as a Percentage of Covered Payroll {(b-a)/c} |
|--------------------------------|--|---|------------------------------------|--------------------------|---------------------------|--|
| 12/31/11 | \$1,503,749 | \$2,240,474 | \$736,725 | 67.12% | \$918,661 | 80.20% |
| 12/31/10 | 1,278,822 | 1,975,473 | 696,651 | 64.73% | 821,554 | 84.80% |
| 12/31/09 | 1,065,360 | 1,784,148 | 718,788 | 59.71% | 855,753 | 83.99% |

On a market value basis, the actuarial value of assets as of December 31, 2011 is \$1,408,004.
 On a market basis, the funded ratio would be 62.84%.

CITY OF OREGON, ILLINOIS
GENERAL FUND
SCHEDULE OF REVENUES RECEIVED AND EXPENDITURES DISBURSED
COMPARED WITH BUDGET
Year ended April 30, 2012

| | <u>Original and Final Budget</u> | <u>Actual</u> | <u>Over (Under) Budget</u> |
|------------------------------|--|---------------------|------------------------------------|
| Revenues received: | | | |
| Taxes: | | | |
| State income tax | \$ 300,000 | \$ 276,494 | \$ (23,506) |
| Replacement tax | 75,000 | 49,505 | (25,495) |
| Local taxes | 48,000 | 50,599 | 2,599 |
| Utility taxes | 32,500 | 34,388 | 1,888 |
| State telecommunications tax | 105,000 | 99,048 | (5,952) |
| State sales tax | <u>564,000</u> | <u>575,214</u> | <u>11,214</u> |
| Total taxes | <u>1,124,500</u> | <u>1,085,248</u> | <u>(39,252)</u> |
| Charges for services: | | | |
| Other | <u>3,900</u> | <u>6,534</u> | <u>2,634</u> |
| Total charges for services | <u>3,900</u> | <u>6,534</u> | <u>2,634</u> |
| Use of money and property: | | | |
| Interest on investments | <u>2,000</u> | <u>3,701</u> | <u>1,701</u> |
| Miscellaneous receipts: | | | |
| Miscellaneous receipts | <u>39,190</u> | <u>27,453</u> | <u>(11,737)</u> |
| Total miscellaneous receipts | <u>39,190</u> | <u>27,453</u> | <u>(11,737)</u> |
| Licenses and permits: | | | |
| Liquor license | 12,500 | 11,783 | (717) |
| Cable franchise fees | - | - | - |
| Other license fees | <u>2,400</u> | <u>2,492</u> | <u>92</u> |
| Total licenses | <u>14,900</u> | <u>14,275</u> | <u>(625)</u> |
| Total revenues received | <u>\$ 1,184,490</u> | <u>\$ 1,137,211</u> | <u>\$ (47,279)</u> |

CITY OF OREGON, ILLINOIS
GENERAL FUND (CONTINUED)
SCHEDULE OF REVENUES RECEIVED AND EXPENDITURES DISBURSED
COMPARED WITH BUDGET
Year ended April 30, 2012

| | <u>Original and Final Budget</u> | <u>Actual</u> | <u>Over (Under) Budget</u> |
|--------------------------------------|--|-----------------------|------------------------------------|
| Expenditures disbursed: | | | |
| General government: | | | |
| Personnel services: | | | |
| Salaries - city officials | \$ 57,500 | \$ 39,588 | \$ (17,912) |
| Salary - clerk/treasurer | <u>70,000</u> | <u>59,990</u> | <u>(10,010)</u> |
| Total personnel services | <u>127,500</u> | <u>99,578</u> | <u>(27,922)</u> |
| Contractual services: | | | |
| Dues | 2,000 | 1,332 | (668) |
| Legal service | 50,000 | 21,356 | (28,644) |
| Printing and publishing | 5,000 | 1,290 | (3,710) |
| Travel and training - council | 5,000 | 143 | (4,857) |
| Travel and training - clerk's office | 6,000 | 735 | (5,265) |
| Christmas lighting | - | - | - |
| Engineering services | 55,000 | 1,874 | (53,126) |
| Telephone | 9,000 | 5,719 | (3,281) |
| City Hall Clock Maintenance | 600 | 575 | (25) |
| Gas | <u>2,000</u> | <u>-</u> | <u>(2,000)</u> |
| Total contractual services | <u>134,600</u> | <u>33,024</u> | <u>(101,576)</u> |
| Commodities: | | | |
| Office supplies and postage | 8,000 | 611 | (7,389) |
| Gas and oil | <u>10,000</u> | <u>7,422</u> | <u>(2,578)</u> |
| Total commodities | <u>18,000</u> | <u>8,033</u> | <u>(9,967)</u> |
| Miscellaneous | <u>6,000</u> | <u>4,380</u> | <u>(1,620)</u> |
| Capital outlay: | | | |
| Building improvements | 20,000 | - | (20,000) |
| Purchase equipment | <u>10,000</u> | <u>43</u> | <u>(9,957)</u> |
| Total capital outlay | <u>30,000</u> | <u>43</u> | <u>(29,957)</u> |
| Contingency: | | | |
| Contingency | <u>50,000</u> | <u>-</u> | <u>(50,000)</u> |
| Total general government | <u>\$ 366,100</u> | <u>\$ 145,058</u> | <u>\$ (221,042)</u> |
| Other financing sources (uses): | | | |
| Operating transfers in | \$ - | \$ - | \$ - |
| Operating transfers out | <u>(1,015,100)</u> | <u>(1,015,100)</u> | <u>-</u> |
| Total other financing sources (uses) | <u>\$ (1,015,100)</u> | <u>\$ (1,015,100)</u> | <u>\$ -</u> |

CITY OF OREGON, ILLINOIS
POLICE FUND
SCHEDULE OF REVENUES RECEIVED AND EXPENDITURES DISBURSED
COMPARED WITH BUDGET
Year ended April 30, 2012

| | <u>Original and Final Budget</u> | <u>Actual</u> | <u>Over (Under) Budget</u> |
|--------------------------------|--|-------------------|------------------------------------|
| Revenues received: | | | |
| Taxes: | | | |
| Property taxes - corporate | \$ 101,006 | \$ 100,141 | \$ (865) |
| Intergovernmental receipts: | | | |
| Cops fast grant/other | 1,700 | 18,421 | 16,721 |
| Charges for services: | | | |
| Oregon Park District | 5,000 | 5,000 | - |
| Fines and penalties: | | | |
| Police fines | 45,600 | 45,356 | (244) |
| Police reports | 250 | 355 | 105 |
| Towing fee | 6,000 | 11,349 | 5,349 |
| Parking fines | 4,000 | 3,892 | (108) |
| Total fines and penalties | <u>55,850</u> | <u>60,952</u> | <u>5,102</u> |
| Miscellaneous receipts | <u>1,250</u> | <u>11,850</u> | <u>10,600</u> |
| Total revenues received | <u>\$ 164,806</u> | <u>\$ 196,364</u> | <u>\$ 31,558</u> |
| Expenditures disbursed: | | | |
| Public safety and health: | | | |
| Personnel services: | | | |
| Salaries - police | \$ 750,000 | \$ 524,597 | \$ (225,403) |
| Total personnel services | <u>750,000</u> | <u>524,597</u> | <u>(225,403)</u> |
| Contractual services: | | | |
| Maintenance - equipment | 9,000 | 3,000 | (6,000) |
| Maintenance - vehicles | 20,000 | 13,677 | (6,323) |
| Dues | 1,500 | 2,838 | 1,338 |
| Travel and training | 22,500 | 7,388 | (15,112) |
| Printing and publishing | 1,500 | 1,028 | (472) |
| Utilities - telephone | 9,000 | 5,928 | (3,072) |
| Total contractual services | <u>63,500</u> | <u>33,859</u> | <u>(29,641)</u> |

CITY OF OREGON, ILLINOIS
POLICE FUND (CONTINUED)
SCHEDULE OF REVENUES RECEIVED AND EXPENDITURES DISBURSED
COMPARED WITH BUDGET
Year ended April 30, 2012

| | Original and Final Budget | Actual | Over (Under) Budget |
|--|---------------------------------|------------|---------------------------|
| Expenditures disbursed (Continued): | | | |
| Public safety and health (continued): | | | |
| Commodities: | | | |
| Office supplies and postage | 1,500 | 1,293 | (207) |
| Clothing and uniforms | 11,000 | 8,595 | (2,405) |
| Gas and oil | 30,000 | 33,153 | 3,153 |
| Total commodities | 42,500 | 43,041 | 541 |
| Miscellaneous: | | | |
| Other miscellaneous expense | 10,000 | 7,845 | (2,155) |
| Capital outlay: | | | |
| Equipment | 22,000 | 13,421 | (8,579) |
| Vehicles | 78,000 | 63,655 | (14,345) |
| Office equipment | 5,500 | - | (5,500) |
| Total capital outlay | 105,500 | 77,076 | (28,424) |
| Contingencies | 25,000 | - | (25,000) |
| Total public safety and health | \$ 996,500 | \$ 686,418 | \$ (310,082) |
| Other financing sources: | | | |
| Debt proceeds | \$ - | \$ - | \$ - |
| Operating transfers in | - | 490,000 | 490,000 |
| Total other financing sources | \$ - | \$ 490,000 | \$ 490,000 |

CITY OF OREGON, ILLINOIS
 CIVIL DEFENSE FUND
 SCHEDULE OF REVENUES RECEIVED AND EXPENDITURES DISBURSED
 COMPARED WITH BUDGET
 Year ended April 30, 2012

| | <u>Original and Final Budget</u> | <u>Actual</u> | <u>Over (Under) Budget</u> |
|--------------------------------------|--|---------------|------------------------------------|
| Revenues received: | | | |
| Miscellaneous receipts: | | | |
| Other income | \$ 5,200 | \$ 6,370 | \$ 1,170 |
| Expenditures disbursed: | | | |
| Public safety and health: | | | |
| Personnel services - salaries | \$ 200 | \$ - | \$ (200) |
| Contractual services: | | | |
| Travel and training | 200 | - | (200) |
| Telephone | 5,000 | 3,751 | (1,249) |
| Total contractual services | 5,200 | 3,751 | (1,449) |
| Commodities: | | | |
| Miscellaneous | 100,000 | - | (100,000) |
| Supplies and materials | 2,000 | 450 | (1,550) |
| Total public safety and health | \$ 107,400 | \$ 4,201 | \$ (103,199) |
| Other financing sources: | | | |
| Operating transfers out | \$ - | \$ - | \$ - |
| Total other financing sources (uses) | \$ - | \$ - | \$ - |

CITY OF OREGON, ILLINOIS
IMRF FUND
SCHEDULE OF REVENUES RECEIVED AND EXPENDITURES DISBURSED
COMPARED WITH BUDGET
Year ended April 30, 2012

| | <u>Original and Final Budget</u> | <u>Actual</u> | <u>Over (Under) Budget</u> |
|--------------------------------|--|-------------------|------------------------------------|
| Revenues received: | | | |
| Taxes: | | | |
| Property tax | \$ 94,000 | \$ 91,526 | \$ (2,474) |
| Replacement taxes | <u>-</u> | <u>18,105</u> | <u>18,105</u> |
| Total taxes | <u>\$ 94,000</u> | <u>\$ 109,631</u> | <u>\$ 15,631</u> |
| Use of money and property: | | | |
| Interest on investments | <u>\$ -</u> | <u>\$ 333</u> | <u>\$ 333</u> |
| Expenditures disbursed: | | | |
| Personnel services - IMRF | <u>\$ 150,000</u> | <u>\$ 141,891</u> | <u>\$ (8,109)</u> |

CITY OF OREGON, ILLINOIS
 ECONOMIC DEVELOPMENT FUND
 SCHEDULE OF REVENUES RECEIVED AND EXPENDITURES DISBURSED
 COMPARED WITH BUDGET

Year ended April 30, 2012

| | <u>Original and Final Budget</u> | <u>Actual</u> | <u>Over (Under) Budget</u> |
|--------------------------------------|--|-------------------|------------------------------------|
| Revenues received: | | | |
| Taxes: | | | |
| Telecommunication tax | \$ - | \$ - | \$ - |
| Intergovernmental receipts: | | | |
| State grants | - | 45,926 | 45,926 |
| Federal grant | <u>1,700</u> | <u>26,857</u> | <u>25,157</u> |
| Total intergovernmental receipts | <u>1,700</u> | <u>72,783</u> | <u>71,083</u> |
| Licenses and permits: | | | |
| Cablevision franchise | <u>41,000</u> | <u>43,828</u> | <u>2,828</u> |
| Use of money and property - | | | |
| Interest on investments | <u>-</u> | <u>100</u> | <u>100</u> |
| Miscellaneous receipts | <u>-</u> | <u>13,704</u> | <u>13,704</u> |
| Total revenues received | <u>\$ 42,700</u> | <u>\$ 130,415</u> | <u>\$ 87,715</u> |
| Expenditures disbursed: | | | |
| General government: | | | |
| Capital outlay: | | | |
| Economic development expense | <u>\$ 405,000</u> | <u>\$ 103,298</u> | <u>\$ (301,702)</u> |
| Other financing sources (uses): | | | |
| Debt proceeds | \$ - | \$ - | \$ - |
| Operating transfers out | <u>-</u> | <u>-</u> | <u>-</u> |
| Total other financing sources (uses) | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |

CITY OF OREGON, ILLINOIS
STREET AND ALLEY FUND
SCHEDULE OF REVENUES RECEIVED AND EXPENDITURES DISBURSED
COMPARED WITH BUDGET
Year ended April 30, 2012

| | Original and Final Budget | Actual | Over (Under) Budget |
|---|---------------------------------|------------|---------------------------|
| Revenues received: | | | |
| Taxes: | | | |
| Property taxes - corporate | \$ 60,278 | \$ 59,762 | \$ (516) |
| Intergovernmental receipts: | | | |
| FEMA - Snow removal | - | 23,472 | 23,472 |
| State of Illinois - highway maintenance | 4,000 | 12,317 | 8,317 |
| Total intergovernmental receipts | 4,000 | 35,789 | 31,789 |
| Miscellaneous receipts | 35,125 | 6,703 | (28,422) |
| Total revenues received | \$ 99,403 | \$ 102,254 | \$ 2,851 |
| Expenditures disbursed: | | | |
| Streets and public improvements: | | | |
| Personnel services - salaries | \$ 300,000 | \$ 199,865 | \$ (100,135) |
| Contractual services: | | | |
| Maintenance - buildings | 40,000 | 221 | (39,779) |
| Maintenance - equipment | 20,000 | 2,261 | (17,739) |
| Maintenance - vehicles | 5,000 | 385 | (4,615) |
| Travel and training | 2,000 | 537 | (1,463) |
| Contract labor | 100,000 | 54,436 | (45,564) |
| Telephone | 3,500 | 2,566 | (934) |
| Total contractual services | 170,500 | 60,406 | (110,094) |
| Commodities: | | | |
| Supplies and materials | 75,000 | 21,720 | (53,280) |
| Equipment maintenance materials | 20,000 | 8,596 | (11,404) |
| Gas and oil | 33,500 | 15,224 | (18,276) |
| Total commodities | 128,500 | 45,540 | (82,960) |
| Miscellaneous disbursements | 10,000 | 919 | (9,081) |
| Capital outlay: | | | |
| Equipment | 167,000 | 38,095 | (128,905) |
| Total streets and public improvements | \$ 776,000 | \$ 344,825 | \$ (431,175) |
| Other financing sources: | | | |
| Debt proceeds | \$ - | \$ - | \$ - |
| Operating transfers in | 250,000 | 250,000 | - |
| Total other financing sources | \$ 250,000 | \$ 250,000 | \$ - |

CITY OF OREGON, ILLINOIS
MOTOR FUEL TAX FUND
SCHEDULE OF REVENUES RECEIVED AND EXPENDITURES DISBURSED
COMPARED WITH BUDGET
Year ended April 30, 2012

| | <u>Original and Final Budget</u> | <u>Actual</u> | <u>Over (Under) Budget</u> |
|---|--|-------------------|------------------------------------|
| Revenues received: | | | |
| Intergovernmental receipts - motor fuel tax allotments and other | \$ 95,629 | \$ 111,975 | \$ 16,346 |
| Use of money and property - Interest on investments | - | 114 | 114 |
| Total revenues received | <u>\$ 95,629</u> | <u>\$ 112,089</u> | <u>\$ 16,460</u> |
| Expenditures disbursed: | | | |
| Streets and public improvements: | | | |
| Contractual services: | | | |
| Maintenance - grounds | \$ 275,000 | \$ 79,217 | \$ (195,783) |
| Engineering | <u>40,000</u> | <u>10,557</u> | <u>(29,443)</u> |
| Total contractual services | <u>315,000</u> | <u>89,774</u> | <u>(225,226)</u> |
| Commodities - maintenance materials | <u>15,000</u> | <u>-</u> | <u>(15,000)</u> |
| Total streets and public improvements | <u>\$ 330,000</u> | <u>\$ 89,774</u> | <u>\$ (240,226)</u> |

CITY OF OREGON, ILLINOIS
CITY GROUP INSURANCE FUND
SCHEDULE OF REVENUES RECEIVED AND EXPENDITURES DISBURSED
COMPARED WITH BUDGET
Year ended April 30, 2012

| | <u>Original and Final Budget</u> | <u>Actual</u> | <u>Over (Under) Budget</u> |
|--------------------------------------|--|-------------------|------------------------------------|
| Revenues received: | | | |
| Taxes | | | |
| Property taxes | \$ - | \$ 59,762 | \$ 59,762 |
| Use of money and property - | | | |
| Interest on investments | - | - | - |
| Total revenues received | <u>\$ -</u> | <u>\$ 59,762</u> | <u>\$ 59,762</u> |
| Expenditures disbursed: | | | |
| General Government: | | | |
| Personnel services: | | | |
| Group insurance | \$ 395,000 | \$ 290,962 | \$ (104,038) |
| Life insurance | <u>10,000</u> | <u>1,805</u> | <u>(8,195)</u> |
| Total personnel services | <u>\$ 405,000</u> | <u>\$ 292,767</u> | <u>\$ (112,233)</u> |
| Other financing sources: | | | |
| Operating transfers in | <u>\$ 235,000</u> | <u>\$ 250,000</u> | <u>\$ 15,000</u> |
| Total other financing sources (uses) | <u>\$ 235,000</u> | <u>\$ 250,000</u> | <u>\$ 15,000</u> |

CITY OF OREGON, ILLINOIS
WATER AND SEWER FUND
SCHEDULE OF REVENUES RECEIVED AND EXPENSES DISBURSED
COMPARED WITH BUDGET
Year ended April 30, 2012

| | <u>Original and Final Budget</u> | <u>Actual</u> | <u>Over (Under) Budget</u> |
|---------------------------------------|--|-------------------------|------------------------------------|
| Operating revenues received: | | | |
| Charges for services: | | | |
| Water - sewer receipts | \$ 1,000,000 | \$ 1,045,584 | \$ 45,584 |
| Sale of meters | 1,000 | 1,100 | 100 |
| Turn on fees | 750 | 735 | (15) |
| Main taps | 450 | 300 | (150) |
| Sewer hook up fees | 29,000 | 2,394 | (26,606) |
| Water hook up fees | 2,000 | 2,000 | - |
| Other charges for services | <u>550</u> | <u>13,460</u> | <u>12,910</u> |
| Total charges for services | <u>1,033,750</u> | <u>1,065,573</u> | <u>31,823</u> |
| Intergovernmental receipts: | | | |
| IEPA grants | <u>-</u> | <u>41,519</u> | <u>41,519</u> |
| Total operating revenues received | <u>\$ 1,033,750</u> | <u>\$ 1,107,092</u> | <u>\$ 73,342</u> |
| Operating expenses disbursed: | | | |
| Waterworks and sewerage: | | | |
| Personnel services: | | | |
| Salaries | <u>\$ 200,000</u> | <u>\$ 170,219</u> | <u>\$ (29,781)</u> |
| Contractual services - sewer: | | | |
| Engineering services | 50,000 | 52,492 | (2,492) |
| Maintenance | 70,000 | 15,940 | 54,060 |
| Professional services | <u>180,000</u> | <u>218,344</u> | <u>38,344</u> |
| Total contractual services - sewer | <u>300,000</u> | <u>286,776</u> | <u>89,912</u> |
| Contractual services - water: | | | |
| Engineering services | 30,000 | 1,952 | 28,048 |
| Contract labor | - | - | - |
| Power | <u>120,000</u> | <u>78</u> | <u>119,922</u> |
| Total contractual services - water | <u>150,000</u> | <u>2,030</u> | <u>(147,970)</u> |
| Total contractual services | <u>450,000</u> | <u>288,806</u> | <u>(161,194)</u> |
| Commodities - water & sewer: | | | |
| Office supplies and postage | <u>10,000</u> | <u>10,107</u> | <u>107</u> |

CITY OF OREGON, ILLINOIS
WATER AND SEWER FUND (CONTINUED)
SCHEDULE OF REVENUES RECEIVED AND EXPENSES DISBURSED
COMPARED WITH BUDGET

Year ended April 30, 2012

| | <u>Original and Final Budget</u> | <u>Actual</u> | <u>Over (Under) Budget</u> |
|--|--|--------------------|------------------------------------|
| Operating expenses disbursed (continued): | | | |
| Waterworks and sewerage (continued): | | | |
| Miscellaneous: | | | |
| Sewer | 50,000 | 14,365 | (35,635) |
| Water | <u>50,000</u> | <u>20,442</u> | <u>(29,558)</u> |
| Total miscellaneous | <u>100,000</u> | <u>34,807</u> | <u>(65,193)</u> |
| Depreciation | <u>-</u> | <u>47,349</u> | <u>47,349</u> |
| Capital outlay - Equipment: | | | |
| Water | 719,000 | - | (719,000) |
| Sewer | <u>2,130,000</u> | <u>14,989</u> | <u>(2,115,011)</u> |
| Total Capital outlay | <u>2,849,000</u> | <u>14,989</u> | <u>(2,834,011)</u> |
| Total waterworks and sewerage | <u>\$ 3,609,000</u> | <u>\$ 566,277</u> | <u>\$ (3,042,723)</u> |
| Other financing sources (uses): | | | |
| Operating transfers in | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |
| Nonoperating revenue received (expenses disbursed): | | | |
| Interest on investments | \$ 200 | \$ 249 | \$ 49 |
| Interest expense | <u>(310,000)</u> | <u>(84,293)</u> | <u>225,707</u> |
| Total nonoperating revenue received (expenses disbursed) | <u>\$ (309,800)</u> | <u>\$ (84,044)</u> | <u>\$ 225,756</u> |

CITY OF OREGON, ILLINOIS
NONMAJOR GOVERNMENTAL FUNDS
COMBINING SCHEDULE OF ASSETS, LIABILITIES, AND FUND BALANCES
ARISING FROM CASH TRANSACTIONS
April 30, 2012

| | Total Nonmajor Governmental Funds | Street Lighting Fund | Recreation Fund | School Crossing Guard Fund |
|--------------------------------------|--|----------------------------|--------------------|-------------------------------------|
| <u>ASSETS</u> | | | | |
| Cash | \$ 247,634 | \$ 1,052 | \$ 61,908 | \$ 8,595 |
| Due from other funds | - | - | - | - |
| Investments, at cost | <u>26,192</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Total assets | <u>\$ 273,826</u> | <u>\$ 1,052</u> | <u>\$ 61,908</u> | <u>\$ 8,595</u> |
| <u>LIABILITIES</u> | | | | |
| Payroll withholdings | \$ - | \$ - | \$ - | \$ - |
| Due to other funds | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Total liabilities | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <u>FUND EQUITY</u> | | | | |
| Fund equity: | | | | |
| Fund balances | <u>273,826</u> | <u>1,052</u> | <u>61,908</u> | <u>8,595</u> |
| Total liabilities and fund equity | <u>\$ 273,826</u> | <u>\$ 1,052</u> | <u>\$ 61,908</u> | <u>\$ 8,595</u> |

| <u>Tort Liability Fund</u> | <u>Band Fund</u> | <u>City Audit Fund</u> | <u>City Social Security Fund</u> | <u>Unemploy- ment Insurance Fund</u> |
|------------------------------------|------------------|----------------------------|--|--|
| \$ 136 | \$ 7,795 | \$ 4,086 | \$ 3,536 | \$ 39,490 |
| - | - | - | - | - |
| <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <u>\$ 136</u> | <u>\$ 7,795</u> | <u>\$ 4,086</u> | <u>\$ 3,536</u> | <u>\$ 39,490</u> |
| | | | | |
| \$ - | \$ - | \$ - | \$ - | \$ - |
| - | - | - | - | - |
| <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| | | | | |
| <u>136</u> | <u>7,795</u> | <u>4,086</u> | <u>3,536</u> | <u>39,490</u> |
| | | | | |
| <u>\$ 136</u> | <u>\$ 7,795</u> | <u>\$ 4,086</u> | <u>\$ 3,536</u> | <u>\$ 39,490</u> |

CITY OF OREGON, ILLINOIS
NONMAJOR GOVERNMENTAL FUNDS
COMBINING SCHEDULE OF ASSETS, LIABILITIES, AND FUND BALANCES
ARISING FROM CASH TRANSACTIONS (CONTINUED)
April 30, 2012

| | <u>Public Health Fund</u> | <u>Coliseum Fund</u> | <u>City Hall Fund</u> |
|--------------------------------------|-----------------------------------|--------------------------|---------------------------|
| <u>ASSETS</u> | | | |
| Cash | \$ 71,993 | \$ 41,515 | \$ 388 |
| Investments, at cost | <u>26,192</u> | <u>-</u> | <u>-</u> |
| Total assets | <u>\$ 98,185</u> | <u>\$ 41,515</u> | <u>\$ 388</u> |
| <u>LIABILITIES</u> | | | |
| Payroll withholdings | \$ - | \$ - | \$ - |
| Due to other funds | <u>-</u> | <u>-</u> | <u>-</u> |
| Total liabilities | <u>-</u> | <u>-</u> | <u>-</u> |
| <u>FUND EQUITY</u> | | | |
| Fund equity: | | | |
| Fund balances | <u>98,185</u> | <u>41,515</u> | <u>388</u> |
| Total liabilities and fund equity | <u>\$ 98,185</u> | <u>\$ 41,515</u> | <u>\$ 388</u> |

| <u>Chlorination of Sewage Fund</u> | <u>Street and Bridge and Special Bridge Fund</u> | <u>Capital Improvement Fund</u> |
|--|--|---|
| \$ 5,730 | \$ 1,362 | \$ 48 |
| <u>-</u> | <u>-</u> | <u>-</u> |
| <u>\$ 5,730</u> | <u>\$ 1,362</u> | <u>\$ 48</u> |
| \$ - | \$ - | \$ - |
| <u>-</u> | <u>-</u> | <u>-</u> |
| <u>-</u> | <u>-</u> | <u>-</u> |
| <u>5,730</u> | <u>1,362</u> | <u>48</u> |
| <u>\$ 5,730</u> | <u>\$ 1,362</u> | <u>\$ 48</u> |

CITY OF OREGON, ILLINOIS
NONMAJOR GOVERNMENTAL FUNDS
COMBINING SCHEDULE OF REVENUES RECEIVED, EXPENDITURES
DISBURSED AND CHANGES IN FUND BALANCES
Year ended April 30, 2012

| | Total Nonmajor Governmental Funds | Street Lighting Fund | Recreation Fund | School Crossing Guard Fund |
|--|--|----------------------------|--------------------|-------------------------------------|
| Revenues received: | | | | |
| Taxes | \$ 320,325 | \$ 26,920 | \$ 30,687 | \$ 10,767 |
| Charges for service | 169,529 | - | - | - |
| Uses of money and property | 521 | - | - | - |
| Fines and penalties | 11,066 | - | - | - |
| Miscellaneous receipts | 41 | - | - | - |
| | <u>501,482</u> | <u>26,920</u> | <u>30,687</u> | <u>10,767</u> |
| Expenditures disbursed: | | | | |
| Current: | | | | |
| General government | 166,029 | - | - | - |
| Public safety and health | 230,334 | 26,194 | - | 15,188 |
| Recreation and parks | 31,663 | - | 1,518 | - |
| Capital outlay: | | | | |
| Streets and public improvements | 98,914 | - | - | - |
| Recreation and parks | - | - | - | - |
| | <u>526,940</u> | <u>26,194</u> | <u>1,518</u> | <u>15,188</u> |
| Excess of revenues received over (under) expenditures disbursed | (25,458) | 726 | 29,169 | (4,421) |
| Other financing sources (uses): | | | | |
| Operating transfers in | 25,100 | - | - | - |
| Operating transfers out | - | - | - | - |
| | <u>25,100</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Excess of revenues received and other sources over (under) expenditures disbursed and other uses | (358) | 726 | 29,169 | (4,421) |
| Fund balance - May 1, 2011 | <u>274,184</u> | <u>326</u> | <u>32,739</u> | <u>13,016</u> |
| Fund balance - April 30, 2012 | <u>\$ 273,826</u> | <u>\$ 1,052</u> | <u>\$ 61,908</u> | <u>\$ 8,595</u> |

| <u>Tort Liability Fund</u> | <u>Band Fund</u> | <u>City Audit Fund</u> | <u>City Social Security Fund</u> | <u>Unemployment Insurance Fund</u> |
|----------------------------|------------------|------------------------|----------------------------------|------------------------------------|
| \$ 66,220 | \$ 3,233 | \$ 37,687 | \$ 33,380 | \$ - |
| - | - | - | - | - |
| - | - | - | - | - |
| - | - | - | - | - |
| <u>66,220</u> | <u>3,233</u> | <u>37,687</u> | <u>33,380</u> | <u>-</u> |
| 72,585 | - | 38,560 | 40,010 | - |
| - | - | - | - | - |
| - | 2,775 | - | - | - |
| - | - | - | - | - |
| <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <u>72,585</u> | <u>2,775</u> | <u>38,560</u> | <u>40,010</u> | <u>-</u> |
| (6,365) | 458 | (873) | (6,630) | - |
| 6,500 | - | - | - | - |
| <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <u>6,500</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| 135 | 458 | (873) | (6,630) | - |
| <u>1</u> | <u>7,337</u> | <u>4,959</u> | <u>10,166</u> | <u>39,490</u> |
| <u>\$ 136</u> | <u>\$ 7,795</u> | <u>\$ 4,086</u> | <u>\$ 3,536</u> | <u>\$ 39,490</u> |

CITY OF OREGON, ILLINOIS
NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)
COMBINING SCHEDULE OF REVENUES RECEIVED, EXPENDITURES
DISBURSED AND CHANGES IN FUND BALANCES
Year ended April 30, 2012

| | Public Health Fund | Coliseum Fund | City Hall Fund |
|---|--------------------------|------------------|-------------------|
| Revenues received: | | | |
| Taxes | \$ - | \$ 36,613 | \$ - |
| Charges for service | 169,529 | - | - |
| Uses of money and property | 261 | 260 | - |
| Fines and penalties | 11,066 | - | - |
| Miscellaneous receipts | 41 | - | - |
| | <u>180,897</u> | <u>36,873</u> | <u>-</u> |
| Total revenues received | | | |
| Expenditures disbursed: | | | |
| Current: | | | |
| General government | - | - | 14,874 |
| Public safety and health | 188,952 | - | - |
| Recreation and parks | - | 27,370 | - |
| Capital outlay: | | | |
| Streets and public improvements | - | - | - |
| Recreation and parks | - | - | - |
| | <u>188,952</u> | <u>27,370</u> | <u>14,874</u> |
| Total expenditures disbursed | | | |
| Excess of revenues received over (under) expenditures disbursed | (8,055) | 9,503 | (14,874) |
| Other financing sources (uses): | | | |
| Operating transfers in | - | - | 15,000 |
| Operating transfers out | - | - | - |
| | <u>-</u> | <u>-</u> | <u>-</u> |
| Total other financing sources (uses) | | | |
| | <u>-</u> | <u>-</u> | <u>15,000</u> |
| Excess of revenues received and other sources over (under) expenditures dis- bursed and other uses | (8,055) | 9,503 | 126 |
| Fund balance - May 1, 2011 | <u>106,240</u> | <u>32,012</u> | <u>262</u> |
| Fund balance - April 30, 2012 | <u>\$ 98,185</u> | <u>\$ 41,515</u> | <u>\$ 388</u> |

| <u>Chlorination of Sewage Fund</u> | <u>Street and Bridge and Special Bridge Fund</u> | <u>Capital Improvement Fund</u> |
|--|--|---|
| \$ - | \$ 74,818 | \$ - |
| - | - | - |
| - | - | - |
| - | - | - |
| - | - | - |
| <u>-</u> | <u>74,818</u> | <u>-</u> |
| - | - | - |
| - | - | - |
| - | - | - |
| <u>-</u> | <u>98,914</u> | <u>-</u> |
| - | - | - |
| <u>-</u> | <u>98,914</u> | <u>-</u> |
| - | (24,096) | - |
| - | 3,600 | - |
| - | - | - |
| <u>-</u> | <u>3,600</u> | <u>-</u> |
| - | (20,496) | - |
| <u>5,730</u> | <u>21,858</u> | <u>48</u> |
| <u>\$ 5,730</u> | <u>\$ 1,362</u> | <u>\$ 48</u> |

CITY OF OREGON
SCHEDULE OF TORT EXPENDITURES DISBURSED
Year ended April 30, 2012

Insurance

\$ 72,585

CITY OF OREGON, ILLINOIS
SCHEDULE OF LONG-TERM DEBT
Year ended April 30, 2012

| Year ended April 30 | 2003 | | 2010 | |
|------------------------|---------------------|-------------------|---------------------|-------------|
| | IEPA Loan Payable | | IEPA Loan Payable | |
| | Principal | Interest | Principal | Interest |
| 2013 | \$ 231,418 | \$ 77,714 | \$ 129,655 | \$ - |
| 2014 | 238,190 | 70,943 | 140,880 | - |
| 2015 | 245,159 | 63,973 | 140,880 | - |
| 2016 | 252,333 | 56,799 | 140,880 | - |
| 2017 | 259,717 | 49,416 | 140,880 | - |
| 2018 | 267,316 | 41,816 | 140,880 | - |
| 2019 | 275,138 | 33,994 | 140,880 | - |
| 2020 | 283,189 | 25,944 | 140,880 | - |
| 2021 | 291,475 | 17,657 | 140,880 | - |
| 2022 | 300,004 | 9,128 | 140,880 | - |
| 2023 | 88,684 | 1,289 | 140,880 | - |
| 2024 | - | - | 140,880 | - |
| 2025 | - | - | 140,880 | - |
| 2026 | - | - | 140,880 | - |
| 2027 | - | - | 140,880 | - |
| 2028 | - | - | 140,880 | - |
| 2029 | - | - | 140,880 | - |
| 2030 | - | - | 140,880 | - |
| 2031 | - | - | 140,899 | - |
| | <u>\$ 2,732,623</u> | <u>\$ 448,673</u> | <u>\$ 2,665,514</u> | <u>\$ -</u> |

CITY OF OREGON, ILLINOIS
 ASSESSED VALUATIONS, RATES,
 EXTENSIONS, AND COLLECTIONS
 April 30, 2012

| Fund | 2011 Levy | |
|-------------------------------|------------------|-------------------|
| | Taxes | |
| | Rate | Extended |
| General | 0.33300 | \$ 179,259 |
| Police protection | 0.07500 | 40,374 |
| Recreation | 0.05700 | 30,682 |
| Coliseum | 0.06811 | 36,607 |
| Illinois municipal retirement | 0.17028 | 91,513 |
| Audit | 0.07011 | 37,681 |
| Liability insurance | 0.22036 | 66,210 |
| Social security | 0.06210 | 33,375 |
| Band | 0.00601 | 3,232 |
| Street Lighting | 0.05008 | 26,916 |
| School Crossing Guard | 0.02000 | 10,766 |
| Totals | 1.13205 | \$ 556,615 |

| Year | Valuations | Collections |
|------|---------------|-------------|
| 2011 | \$ 52,531,310 | \$ - |
| 2010 | \$ 54,145,244 | \$ 597,416 |
| 2009 | \$ 55,576,128 | \$ 593,166 |

Included in the collections is the City's share of Road & Bridge property taxes.

| <u>2010 Levy</u> | |
|------------------|-------------------|
| Taxes | |
| <u>Rate</u> | <u>Extended</u> |
| 0.33220 | \$ 179,871 |
| 0.07482 | 40,511 |
| 0.05686 | 30,787 |
| 0.06784 | 36,732 |
| 0.16959 | 91,825 |
| 0.06983 | 37,810 |
| 0.12270 | 66,436 |
| 0.06185 | 33,489 |
| 0.00599 | 3,243 |
| 0.04988 | 27,008 |
| 0.01995 | 10,802 |
| <u>1.03151</u> | <u>\$ 558,514</u> |

| <u>2009 Levy</u> | |
|------------------|-------------------|
| Taxes | |
| <u>Rate</u> | <u>Extended</u> |
| 0.33300 | \$ 185,069 |
| 0.07500 | 41,682 |
| 0.05700 | 31,678 |
| 0.06477 | 35,997 |
| 0.17124 | 95,168 |
| 0.04533 | 25,193 |
| 0.11886 | 66,058 |
| 0.06044 | 33,590 |
| 0.00604 | 3,357 |
| 0.05037 | 27,994 |
| 0.02000 | 11,115 |
| <u>1.00205</u> | <u>\$ 556,901</u> |