

CITY OF BEARDSTOWN, ILLINOIS

ANNUAL FINANCIAL REPORT

April 30, 2013

CITY OF BEARDSTOWN, ILLINOIS

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INDEPENDENT AUDITOR'S REPORT

To the Mayor and City Council
The City of Beardstown, Illinois

Report on the Financial Statements

We have audited the accompanying financial statements of the business-type activities of the City of Beardstown, Illinois as of and for the year ended April 30, 2013, and the related notes to the financial statements, which collectively comprise the City of Beardstown, Illinois's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express opinions 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 and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the business-type activities of the City of Beardstown, Illinois, as of April 30, 2013, and the respective changes in financial position, and, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

As described in Note 17 to the financial statements, in 2013, the City of Beardstown, Illinois adopted new accounting guidance, GASB Statement No. 65, *Items Previously Reported as Assets and Liabilities*. Our opinion is not modified with respect to this matter.

Other Matters

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise The City of Beardstown, Illinois' basic financial statements. The comparative financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The comparative financial statements are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the comparative financial statements are fairly stated in all material respects in relation to the basic financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated September 12, 2013, on our consideration of the City of Beardstown, Illinois' internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City of Beardstown, Illinois' internal control over financial reporting and compliance.

A handwritten signature in black ink, appearing to be 'R. J. ...', is written over the typed name and date.

Beardstown, Illinois
September 26, 2013

CITY OF BEARDSTOWN, ILLINOIS
STATEMENT OF NET ASSETS ARISING FROM CASH TRANSACTIONS
April 30, 2013

	Primary Government		Total	Component Units
	Governmental Activities	Business-Type Activities		
ASSETS				
Cash	\$ 1,998,035	\$ 1,185,467	\$ 3,183,502	\$ 339,944
Investments	257,059	240,125	497,184	2,160,057
Due from governmental entities			-	-
Notes Receivable	267,411		267,411	
Property, plant and equipment - net of accumulated depreciation	-	14,880,672	14,880,672	1,143,101
Bond Issue Costs - net of accumulated amortization	-	178,400	178,400	-
Internal balances	260,920	-	260,920	-
Total Assets	2,783,425	16,484,664	19,268,089	3,643,102
LIABILITIES				
Due to governmental entities	260,920	-	260,920	-
Noncurrent liabilities:				
Due within one year	-	446,743	446,743	-
Due in more than one year	-	6,763,066	6,763,066	-
Total Liabilities	260,920	7,209,809	7,470,729	-
NET ASSETS				
Invested in Capital Assets, net of related debt	-	7,670,863	7,670,863	1,143,101
Restricted	1,973,081	1,603,992	4,126,497	2,500,001
Unrestricted	549,424	-	-	-
Total Net Assets	\$ 2,522,505	\$ 9,274,855	\$ 11,797,360	\$ 3,643,102

CITY OF BEARDSTOWN, ILLINOIS
STATEMENT OF ACTIVITIES ARISING FROM CASH TRANSACTIONS
FOR THE YEAR ENDING APRIL 30, 2013

Functions/Programs	Program Revenue			Net Revenue (Expense) & Changes in Net Assets			Component Units
	Expenses	Charges for Services	Operating Grants & Contributions	Capital Grants & Contributions	Governmental Activities	Business-type Activities	
Primary Government							
Governmental Activities							
General Government:			\$0	\$0	(\$1,318,612)	\$0	\$0
Public Safety	\$1,342,506	\$23,894	0	0	(1,175,215)	0	0
Public Services	1,305,913	130,698	0	0	299,591	0	0
Community Development	354,471	594,506	0	59,556	(593,991)	0	0
Public Works	593,991	0	0	0	(777,145)	0	0
Retirement Benefits	777,145	0	0	0	(229,122)	0	0
Culture & Recreation	229,122	0	0	0	(56,993)	0	0
Culture & Recreation	56,993	0	0	0	(3,851,487)	0	0
Total Governmental Activities	4,660,141	749,098	0	59,556	(3,851,487)	0	(3,851,487)
Business-type Activities							
Sewerage	328,745	291,462	0	56,406	0	19,123	19,123
Water Distribution	657,208	813,512	0	470,000	0	626,304	626,304
Total Business-type Activities	985,953	1,104,974	0	526,406	0	645,427	645,427
Total Primary Government	5,646,094	1,854,072	0	585,962	(3,851,487)	645,427	(3,206,060)
Component Units							
All	332,308	7,933	59,322	0	0	0	(265,053)
Total Component Units	\$332,308	\$7,933	\$59,322	\$0	0	0	(265,053)
General Revenues							
Sales & Use Taxes				1,736,904	0	0	1,736,904
Property Taxes				1,022,272	0	0	1,022,272
Income Taxes				726,583	0	0	726,583
Other Taxes				54,658	0	0	54,658
Interest on Investments				14,498	4,789	0	19,287
Change in FMV of Investments							43,572
Other				137,529	0	0	137,529
Total General Revenues				3,692,444	4,789	0	3,697,233
Change in net assets				(159,043)	650,216	491,173	228,825
Net Transfer In (Out)				0	0	0	0
Correction of Error				(3,952)	0	(3,952)	(3,952)
Net Assets, beginning				2,685,500	8,624,639	11,310,139	3,414,277
Net Assets, ending				\$2,522,505	\$9,274,855	\$11,797,360	\$3,643,102

The Notes to Financial Statements are an integral part of these financial statements.

CITY OF BEARDSTOWN, ILLINOIS
STATEMENT OF ASSETS, LIABILITIES & FUND BALANCE
MODIFIED CASH BASIS - GOVERNMENTAL FUNDS
April 30, 2013

	GENERAL	TAX INCREMENT FINANCING	OTHER NON-MAJOR GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
ASSETS				
Cash	\$ 810,344	\$ 250,758	\$ 936,933	\$ 1,998,035
Investment in Certificates of Deposit	-	-	257,059	257,059
Interfund Receivables	-	260,920	-	260,920
Notes Receivable	-	-	267,411	267,411
Total Assets	\$ 810,344	\$ 511,678	\$ 1,461,403	\$ 2,783,425

LIABILITIES AND FUND BALANCES

LIABILITIES				
Interfund Payables	\$ 260,920	\$ -	\$ -	\$ 260,920

FUND BALANCES

Nonspendable:				
Long Term Receivables	-	-	267,411	267,411
Restricted for:				
Capital Projects	-	-	411,672	411,672
Special Revenue Funds	-	511,678	423,805	935,483
Assigned:				
General Government Expenditures	-	-	358,515	358,515
Committed:				
Unassigned:				
General Fund	549,424	-	-	549,424
Total Fund Balances	549,424	511,678	1,461,403	2,522,505
Total Liabilities and Fund Balances	\$ 810,344	\$ 511,678	\$ 1,461,403	\$ 2,783,425

CITY OF BEARDSTOWN, ILLINOIS
RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF ASSETS
LIABILITIES AND FUND BALANCE MODIFIED CASH BASIS TO THE
STATEMENT OF NET ASSETS - MODIFIED CASH BASIS
April 30, 2013

Total Fund Balances - governmental funds	2,522,505
No Differences	
Net Assets Arising from Cash Transactions - Governmental Funds	<u>2,522,505</u>

CITY OF BEARDSTOWN, ILLINOIS
STATEMENT OF REVENUES RECEIVED, EXPENDITURES DISBURSED
AND CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS
FOR THE YEAR ENDING APRIL 30, 2013

	GENERAL	TAX INCREMENTAL FINANCING	OTHER NON-MAJOR GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
REVENUES RECEIVED				
Real Estate Tax, including penalty and interest and Road & Bridge Tax	\$55,925	\$501,470	436,925	\$994,320
Fees for Sewer Billing Services	24,000			24,000
Municipal Sales Tax	795,684			795,684
State Income Tax	620,157			620,157
Utility Tax	668,129			668,129
Use Tax	97,531			97,531
Illinois Replacement Tax	106,426			106,426
Traffic & Ordinance Fines	84,849			84,849
Franchise Tax - Telephone and Cable TV	32,976			32,976
Motor Fuel Tax			175,560	175,560
Hotel Tax			9,869	9,869
Video Gaming Tax	4,798			4,798
Fees, Materials, & Services	7,049		316,821	323,870
Sale of Vehicles	1,769			1,769
Interest Income	1,585	1,125	11,788	14,498
Licenses & Permits	17,463			17,463
Reimbursements & Miscellaneous	94,930	4,380	19,228	118,538
Rent	832			832
Grants	17,222			17,222
Garbage Fees	0		247,490	247,490
Airport Grants	36,351			36,351
Airport Hangar Rent	4,745			4,745
Golden Age Center Rent	600			600
Airport Miscellaneous	0			0
Police Department Miscellaneous	39,000			39,000
Fire Department:				
Real Estate Tax, including penalty and interest	27,952			27,952
Rural Fire Association	6,594			6,594
Foreign Fire Insurance Tax	7,015			7,015
Grants and Donations	0		22,605	22,605
Other Income	255			255
TOTAL REVENUES RECEIVED	\$2,753,837	\$506,975	\$1,240,286	\$4,501,098

The Notes to Financial Statements are an integral part of these financial statements.

CITY OF BEARDSTOWN, ILLINOIS
STATEMENT OF REVENUES RECEIVED, EXPENDITURES DISBURSED
AND CHANGES IN FUND BALANCES -GOVERNMENTAL FUNDS
FOR THE YEAR ENDING APRIL 30, 2013

	GENERAL	TAX INCREMENT FINANCING	OTHER NON-MAJOR GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
EXPENDITURES DISBURSED:				
Current:				
General Government			16,519	1,182,794
Legislative, Executive and Administrative	\$1,166,275			79,572
Public Building Maintenance & Operator	79,572			
Public Safety				211,593
Fire	211,593			732,888
Police	717,219		15,669	
Public Services:				
Ambulance			361,432	361,432
Municipal Airport	50,490			50,490
Cemetery Operations			120,012	120,012
Garbage Billing Services			234,459	234,459
Culture & Recreation				
Municipal Band				0
Public Works				
Streets and Sidewalks	643,387		54,186	697,573
Community & Economic Development				
Public Improvements		571,234	22,757	593,991
Tourism Promotion			6,503	6,503
Retirement Benefits				
IMRF				
Social Security			114,812	114,812
Workers' Compensation Insurance			114,310	114,310
			159,712	159,712
TOTAL EXPENDITURES DISBURSED	2,868,536	571,234	1,220,371	4,660,141
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(114,699)	(64,259)	19,915	(159,043)
OTHER FINANCIAL SOURCES (USES)				
Transfers In			86,763	86,763
Transfers Out	(71,559)		(15,204)	(86,763)
Total Other Financial Sources (Uses)	(71,559)	0	71,559	0
NET CHANGE IN FUND BALANCES	(186,258)	(64,259)	91,474	(159,043)
CORRECTION OF ERROR			(3,952)	(3,952)
FUND BALANCES AT BEGINNING OF YEAR	735,682	575,937	1,373,881	2,685,500
FUND BALANCES AT END OF YEAR	\$549,424	\$511,678	\$1,461,403	\$2,522,505

The Notes to Financial Statements are an integral part of these financial statements.

CITY OF BEARDSTOWN, ILLINOIS
RECONCILIATION OF THE COMBINING STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS AND
CHANGES IN FUND BALANCES -GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES - GOVERNMENTAL FUNDS
FOR THE YEAR ENDING APRIL 30, 2013

Net Change in Fund Balances - Total Government Funds	<u><u>(\$159,043)</u></u>
Net Change in Net Assets of Governmental Activities	<u><u>(\$159,043)</u></u>

There are no differences due the use of the modified cash basis for both statements.

CITY OF BEARDSTOWN, ILLINOIS
STATEMENT OF NET ASSETS - MODIFIED CASH BASIS
PROPRIETARY FUNDS
April 30, 2013

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS		
	SEWER	WATER- WORKS	TOTALS
ASSETS			
Current Assets			
Cash	\$354,710	\$830,757	\$1,185,467
Invested in Certificates of Deposit	133,125	107,000	240,125
Total Current Assets	487,835	937,757	1,425,592
Property, Plant & Equipment	5,834,990	12,588,649	18,423,639
Less: Accumulated Depreciation	(1,752,314)	(1,790,653)	(3,542,967)
Net Property, Plant & Equipment	4,082,676	10,797,996	14,880,672
Other Assets			
Bond Issue Costs	55,028	123,372	178,400
Total Other Assets	55,028	123,372	178,400
Total Assets	\$4,625,539	\$11,859,125	\$16,484,664
LIABILITIES			
Current Liabilities			
Due to Other Funds	\$0	\$0	\$0
Current Portion of Long Term Debt	55,000	391,743	446,743
Total Current Liabilities	55,000	391,743	446,743
Long Term Liabilities			
Revenue Bonds Payable	935,000	5,828,066	6,763,066
Total Long Term Liabilities	935,000	5,828,066	6,763,066
Total Liabilities	990,000	6,219,809	7,209,809
NET ASSETS			
Invested in capital assets, net of related debt	3,092,676	4,578,187	7,670,863
Restricted	542,863	1,061,129	1,603,992
Net Assets	\$3,635,539	\$5,639,316	\$9,274,855

The Notes to Financial Statements are an integral part of these financial statements.

CITY OF BEARDSTOWN, ILLINOIS
RECONCILIATION OF THE PROPRIETARY FUNDS STATEMENT OF NET ASSETS
MODIFIED CASH BASIS TO THE
STATEMENT OF NET ASSETS - MODIFIED CASH BASIS
April 30, 2013

Net Assets	2,522,505
No Differences	
Net Assets Arising from Cash Transactions - Proprietary Funds	\$2,522,505

CITY OF BEARDSTOWN, ILLINOIS
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS
PROPRIETARY FUNDS
FOR THE YEAR ENDING APRIL 30, 2013

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS		
	SEWER	WATER- WORKS	TOTALS
Operating Revenues Received			
Current Use Charges, Net of Discounts and Allowances	\$ 290,831	\$ 799,134	\$ 1,089,965
Tap & Turn on Fees	0	5,138	5,138
Rental Income	0	3,000	3,000
Materials & Services	631	6,240	6,871
Total Operating Revenues Received	291,462	813,512	1,104,974
Operating Expenses Paid			
Wages	53,100	126,034	179,134
Utilities	0	44,682	44,682
Chemicals & Supplies	7,161	87,927	95,088
Depreciation & Amortization	133,452	261,701	395,153
Maintenance	37,038	44,018	81,056
Other Costs	55,432	64,873	120,305
Total Operating Expenses Paid	286,183	629,235	915,418
Income from Operations	5,279	184,277	189,556
Non-Operating Revenues Received (Expenses Paid)			
Interest Income	1,622	3,167	4,789
Grants	56,406	470,000	526,406
Interest Expense	(42,562)	(27,973)	(70,535)
Total Non-Operating Revenues Received (Expenses Paid)	15,466	445,194	460,660
Income (Loss) Before Operating Transfers	20,745	629,471	650,216
Operating Transfers			
Operating Transfers In	319,788	818,188	1,137,976
Operating Transfers Out	(319,788)	(818,188)	(1,137,976)
Total Operating Transfers	0	0	0
Change in Net Assets	20,745	629,471	650,216
Net Assets: Beginning of Year	3,614,794	5,009,845	8,624,639
Net Assets: End of Year	\$ 3,635,539	\$ 5,639,316	\$ 9,274,855

The Notes to Financial Statements are an integral part of these financial statements.

CITY OF BEARDSTOWN, ILLINOIS
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS -
PROPRIETARY FUNDS TO THE STATEMENT OF ACTIVITIES - ENTERPRISE FUNDS
FOR THE YEAR ENDING APRIL 30, 2013

Change in Net Assets - Proprietary Funds	<u>\$650,216</u>
Net Change in Net Assets of Enterprise Activities	<u>\$650,216</u>

There are no differences due the use of the modified cash basis for both statements.

CITY OF BEARDSTOWN, ILLINOIS
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDING APRIL 30, 2013

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS		
	SEWER	WATER- WORKS	TOTALS
Cash Flows from Operating Activities:			
Receipts from customers and users	\$291,462	\$810,512	\$1,101,974
Payments to suppliers	(99,631)	(241,500)	(341,131)
Payments to employees	(53,100)	(126,034)	(179,134)
Other receipts	0	3,000	3,000
Net Cash Provided (Used) by Operating Activities	138,731	445,978	584,709
Cash Flows from Capital and Related Financing Activities:			
Repayment of Revenue Bonds	(55,000)	(387,102)	(442,102)
Acquisition and construction of capital assets	(16,406)	(949,377)	(965,783)
Revenue Bonds Issued	0	310,100	310,100
Grants	56,406	470,100	526,506
Repayment of Interfund Liability to General Fund	(45,131)	0	(45,131)
Interest Paid	(42,562)	(27,973)	(70,535)
Net Cash Provided (Used) by Capital and Related Financing Activities	(102,693)	(584,252)	(686,945)
Cash Flows from Investing Activities:			
Receipts of Interest Income	1,622	3,167	4,789
Net Cash Provided (Used) by Investing Activities	1,622	3,167	4,789
Net (Decrease) in Cash	37,660	(135,107)	(97,447)
Cash and Cash Equivalents, Beginning	317,050	965,864	1,282,914
Cash and Cash Equivalents, Ending	\$354,710	\$830,757	\$1,185,467
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY (USED) IN OPERATING ACTIVITIES			
Operating Income	\$5,279	\$184,277	\$189,556
Adjustments to Reconcile Net Income to Net Cash Provided by Operating Activities:			
Depreciation & Amortization	\$133,452	\$261,701	\$395,153
Net Cash Provided (Used) by Operating Activities	\$138,731	\$445,978	\$584,709

The Notes to Financial Statements are an integral part of these financial statements.

CITY OF BEARDSTOWN, ILLINOIS
STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS
AND CHANGES IN FUND BALANCE - GENERAL FUND - BUDGET AND ACTUAL
FOR THE YEAR ENDING APRIL 30, 2013

CASH RECEIPTS	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE (UNFAVORABLE)
Real Estate Tax, including penalty and interest and Road & Bridge Tax	\$ 54,919	\$ 54,919	\$ 55,925	\$ 1,006
Fees for Sewer Billing Services	24,000	24,000	24,000	-
Municipal Sales Tax	820,000	820,000	795,684	(24,316)
State Income Tax	511,000	511,000	620,157	109,157
Utility Tax	670,000	670,000	668,129	(1,871)
Use Tax	97,000	97,000	97,531	531
Illinois Replacement Tax	143,000	143,000	106,426	(36,574)
Traffic & Ordinance Fines	54,000	54,000	84,849	30,849
Franchise Tax - Telephone and Cable TV	31,000	31,000	32,976	1,976
Garbage Billing Fee	21,000	21,000	-	(21,000)
Fees, Materials, & Services	3,500	3,500	7,049	3,549
Sale of Vehicles	-	-	1,769	1,769
Interest Income	1,000	1,000	1,585	585
Licenses & Permits	16,000	16,000	17,463	1,463
Video Gaming Tax	-	-	4,798	4,798
Reimbursements & Miscellaneous	120,000	120,000	94,930	(25,070)
Grants	-	-	17,222	17,222
Rent	-	-	832	832
Airport Grants	640,000	640,000	36,351	(603,649)
Airport Hangar Rent	4,000	4,000	4,745	745
Other Income - Police Department	-	-	39,000	39,000
Golden Age Center Rent	100	100	600	500
Fire Department:				
Real Estate Tax, including penalty and interest	28,000	28,000	27,952	(48)
Rural Fire Association	6,500	6,500	6,594	94
Foreign Fire Insurance Tax	6,000	6,000	7,015	1,015
Fire Department Grants	750,000	750,000	-	(750,000)
Other Reimbursements	-	-	255	255
Total Revenues	4,001,019	4,001,019	2,753,837	(1,247,182)
CASH DISBURSEMENTS				
Wages & Salaries:				
Mayor & Liquor Commissioner	19,000	19,000	17,850	1,150
Aldermen	30,000	30,000	27,390	2,610
City Clerk & Collector	48,895	48,895	48,699	196
City Treasurer	3,552	3,552	3,552	-
City Attorney	17,804	17,804	17,804	-
Clerical, including Vacation/Sick Pay	29,000	29,000	29,587	(587)
Mayor/Economic Development Secretary	27,850	27,850	27,825	25
Total Wages & Salaries	176,101	176,101	172,707	3,394

The Notes to Financial Statements are an integral part of these financial statements.

CITY OF BEARDSTOWN, ILLINOIS
STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS
AND CHANGES IN FUND BALANCE - GENERAL FUND - BUDGET AND ACTUAL
FOR THE YEAR ENDING APRIL 30, 2013

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
Administrative	\$20,000	\$20,000	\$17,999	\$2,001
Legal Expenses	3,000	3,000	100	2,900
Audit & Accounting	24,000	24,000	20,005	3,995
Equipment Maintenance	3,500	3,500	1,601	1,899
Health Insurance - Net of Employee Share of \$101,329)	450,000	450,000	387,258	62,742
Liability Insurance	127,000	127,000	119,097	7,903
Animal Control Contract	30,310	30,310	30,309	1
Medical Fees	4,000	4,000	2,014	1,986
Walmart Sales Tax Increment Payout	-	-	260,920	(260,920)
New and Leased Equipment	15,000	15,000	3,734	11,266
HRA Claim Fund	-	-	20,653	(20,653)
Public Relations	15,000	15,000	9,094	5,906
State Unemployment Tax	60,000	60,000	54,287	5,713
Telecommunications	7,500	7,500	6,798	702
Office Supplies	14,000	14,000	12,330	1,670
Travel & Education	20,000	20,000	10,268	9,732
Advertising (Legal)	3,500	3,500	1,602	1,898
Refunds	-	-	17,891	(17,891)
Dues & Memberships	7,000	7,000	5,212	1,788
Life Insurance	15,000	15,000	12,396	2,604
Contingency Fund	30,000	30,000	-	30,000
Total General & Administrative	848,810	848,810	993,568	(144,758)
Total General Government	1,024,911	1,024,911	1,166,275	(141,364)

The Notes to Financial Statements are an integral part of these financial statements.

CITY OF BEARDSTOWN, ILLINOIS
STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS
AND CHANGES IN FUND BALANCE - GENERAL FUND - BUDGET AND ACTUAL
FOR THE YEAR ENDING APRIL 30, 2013

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
Police Department				
Salaries & Wages:				
Police Chief	\$51,050	\$51,050	\$50,974	\$76
Patrolmen	351,900	351,900	397,301	(45,401)
Translator	3,000	3,000	500	2,500
Total Salaries & Wages	405,950	405,950	448,775	(42,825)
General & Administrative:				
Utilities	13,000	13,000	9,839	3,161
Uniforms & Equipment	9,000	9,000	15,124	(6,124)
Telecommunications	17,000	17,000	20,466	(3,466)
Repairs & Maintenance to Building & Equipment	26,000	26,000	39,057	(13,057)
Education & Travel	6,000	6,000	4,007	1,993
Contract Dispatching Services	60,000	60,000	55,000	5,000
Police and Fire Commission Operating Expenses	5,600	5,600	546	5,054
Gasoline & Oil	35,000	35,000	35,943	(943)
Advertising & Legal	500	500	19	481
Administration	2,000	2,000	2,001	(1)
Supplies	16,000	16,000	11,754	4,246
Bond Payment Reimbursements	24,000	24,000	5,190	18,810
New Equipment/Vehicles	20,000	20,000	52,624	(32,624)
Leased Equipment	15,200	15,200	15,349	(149)
Dues, Memberships, Agreements	1,500	1,500	1,525	(25)
Total General & Administrative	250,800	250,800	268,444	(17,644)
Total Police Department	656,750	656,750	717,219	(60,469)

The Notes to Financial Statements are an integral part of these financial statements.

CITY OF BEARDSTOWN, ILLINOIS
STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS
AND CHANGES IN FUND BALANCE - GENERAL FUND - BUDGET AND ACTUAL
FOR THE YEAR ENDING APRIL 30, 2013

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
Building & Grounds				
Custodian Wages	\$ 57,000	\$ 57,000	\$ 31,333	\$ 25,667
City Parks	3,500	3,500	1,925	1,575
Building & Grounds Maintenance	21,000	21,000	12,018	8,982
Golden Age Center Utilities, Telecommunications, Maint, Misc	11,500	11,500	10,590	910
Utilities	16,000	16,000	11,106	4,894
Supplies	6,000	6,000	6,329	(329)
City Farm	5,000	5,000	5,925	(925)
Equipment Maintenance	1,000	1,000	346	654
Total Building & Grounds	121,000	121,000	79,572	41,428
Streets & Alleys Department				
Salaries & Wages:				
Director of Public Works	52,250	52,250	51,975	275
Street Workers	331,900	331,900	316,229	15,671
Total Salaries & Wages	384,150	384,150	368,204	15,946
Operating Costs:				
Equipment Maintenance	50,000	50,000	47,609	2,391
Building Maintenance	5,000	5,000	3,739	1,261
Telecommunications	6,000	6,000	5,271	729
Utilities	10,000	10,000	6,666	3,334
Street Materials	20,000	20,000	17,943	2,057
Snow Removal & Salt	5,000	5,000	7,516	(2,516)
Gas & Oil	50,000	50,000	32,654	17,346
Tree & Stump Removal	5,000	5,000	2,140	2,860
Street Lights	60,000	60,000	42,999	17,001
Traffic Signs	2,500	2,500	1,788	712

CITY OF BEARDSTOWN, ILLINOIS
STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS
AND CHANGES IN FUND BALANCE - GENERAL FUND - BUDGET AND ACTUAL
FOR THE YEAR ENDING APRIL 30, 2013

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
Contingency	65,000	65,000	-	65,000
Rent of Equipment and Buildings	36,000	36,000	51,098	(15,098)
New Equipment	20,000	20,000	25,120	(5,120)
Travel and Training	1,000	1,000	-	1,000
Supplies and Materials	30,000	30,000	28,117	1,883
Advertising	1,000	1,000	567	433
Miscellaneous	250	250	235	15
Sidewalk Program	2,400	2,400	1,721	679
Total Operating Costs	369,150	369,150	275,183	93,967
Total Streets & Alleys Department	753,300	753,300	643,387	109,913
Airport				
Contract Labor - Mowing	5,000	5,000	1,876	3,124
Materials & Supplies	2,000	2,000	733	1,267
Contingency	5,000	5,000	-	5,000
Telecommunications	1,100	1,100	1,003	97
Utilities	6,000	6,000	4,680	1,320
Building and Grounds Maintenance	55,000	55,000	2,222	52,778
Grant Expenditures	27,500	27,500	39,976	(12,476)
Miscellaneous	250	250	-	250
Total Airport	101,850	101,850	50,490	51,360
Fire Department				
Salaries & Wages:				
Firefighter Wages	209,953	209,953	154,274	55,679
Volunteer Wages	24,000	24,000	11,941	12,059
Total Salaries & Wages	233,953	233,953	166,215	67,738
Operating Costs:				
Station Maintenance	25,000	25,000	-	25,000
Fire Equipment Maintenance	10,000	10,000	7,617	2,383
Uniforms & Gear	10,000	10,000	3,491	6,509
Telecommunications	6,000	6,000	5,639	361
Dues & Memberships	1,000	1,000	739	261
Utilities	10,000	10,000	6,540	3,460
Gasoline & Oil	4,000	4,000	2,092	1,908
Materials & Supplies	15,000	15,000	8,085	6,915
Contingency	18,000	18,000	-	18,000

The Notes to Financial Statements are an integral part of these financial statements.

CITY OF BEARDSTOWN, ILLINOIS
 STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS
 AND CHANGES IN FUND BALANCE - GENERAL FUND - BUDGET AND ACTUAL
 FOR THE YEAR ENDING APRIL 30, 2013

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
Grant Expenditures for Capital Projects	\$750,000	\$750,000	\$0	\$750,000
Travel and Training	5,000	5,000	0	5,000
New Equipment	15,000	15,000	11,175	3,825
Miscellaneous	2,000	2,000	-	2,000
Total Operating Costs	871,000	871,000	45,378	825,622
Total Fire Department	1,104,953	1,104,953	211,593	893,360
Total Cash Disbursements	3,762,764	3,762,764	2,868,536	894,228
Excess of Cash Receipts Over (Under) Cash Disbursements before Transfers	238,255	238,255	(114,699)	(2,141,410)
Operating Transfers:				
Transfer In	-	-	-	-
Transfers Out	(135,750)	(135,750)	(71,559)	64,191
Total Operating Transfers	(135,750)	(135,750)	(71,559)	64,191
Excess of Cash Receipts Over (Under) Cash Disbursements & Transfers	102,505	102,505	(186,258)	(288,763)
Fund Balance, Beginning			<u>735,682</u>	
Fund Balance, Ending			<u>\$549,424</u>	

CITY OF BEARDSTOWN, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
APRIL 30, 2013

The City of Beardstown, Illinois (The "City") was incorporated in 1829, under the provisions of the State of Illinois. The City operates under an Aldermanic form of government and provides the following services as authorized by its charter: public safety (police, fire and ambulance), streets, public improvements, planning and zoning, and general administrative services. Other services include water and sewer operations.

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

1) Basis of Presentation and Accounting

The accounting and reporting framework and the more significant accounting principles and practices of the City are discussed in subsequent sections of this Note. The remainder of the Notes is organized to provide explanations, including required disclosures, of the City's financial activities for the fiscal year ended April 30, 2006. The City implemented new reporting standards in accordance with the requirements of the Governmental Accounting Standards Board. Comparability with reports of prior years will be affected.

Beginning with the fiscal year ending April 30, 2005, the Governmental Accounting Standards Board Statement (GASBS) No. 34 requires the City's basic financial statements to be presented on the full accrual basis of accounting and to conform to accounting principles generally accepted in the United States of America. The City's reporting entity needs to apply all relevant Governmental Accounting Standards Board (GASB) pronouncements, applicable Financial Accounting Standards Board (FASB) pronouncements, and applicable Accounting Principles Board (APB) opinions, unless these pronouncements conflict with or contradict GASB pronouncements. The accrual basis of accounting is the only basis of accounting that conforms with accounting principles generally accepted in the United States of America. Under the accrual basis of accounting, revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements have been met. Also, the accrual basis of accounting generally includes the reclassification or elimination of internal activity (between or within funds).

GASBS No. 34 also requires the City to account for its transactions on a flow of economic resources measurement focus. With this measurement focus, all assets and all liabilities associated with the operations are included on the statements of net assets. Net assets (i.e. total assets net total liabilities) are segregated into invested in capital assets, net of related debt; restricted for debt service; and unrestricted components.

The City has elected not to conform to the requirements of GASBS No. 34. Although the format of the financial statements still coincides with this pronouncement, the City does not present its basic financial statements on the full accrual basis of accounting, nor does

CITY OF BEARDSTOWN, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
APRIL 30, 2013

the City account for its transactions on a flow of economic resources measurement focus.

All of the funds of the City are maintained on the modified cash basis of accounting, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. Under the modified cash basis of accounting, revenues are recognized when received, not earned; expenditures are recognized when paid, not incurred. The City follows this basis with the following exception: revenue bonds issued by the Tax Increment Financing District are recognized as liabilities on the government-wide statement of net assets presented on page 3. Since the governmental funds financial statements are presented on a different basis than the governmental activities column of the government-wide financial statements, a reconciliation is provided. These reconciliations briefly explain the adjustments necessary to transform the fund financial statements into governmental activities column of the government-wide financial statements.

2) Government-wide and Fund Financial Statements

The basic financial statements include both government-wide (based on the City as a whole) and fund financial statements. The government-wide financial statements (i.e. the statement of net position and the statement of activities) report information on all of the non-fiduciary activities of the primary government. For the most part, the effect of inter-fund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support. The previous reporting model emphasized fund types (the total of all funds of a particular type), in the new reporting model as defined by GASBS No. 34 the focus is either the City as a whole or major individual funds (within the fund financial statements).

The government-wide statement of activities demonstrates the degree to which the direct expenses of a functional category or activity are offset by program revenues. Direct expenses are those that are clearly identifiable with specific function or activity. Program revenues include charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or activity. Taxes and other items not properly included among program revenues are reported instead as general revenues.

The net cost (by function or business-type activity) is normally covered by general revenue (property taxes, interest income, etc.).

Separate fund based financial statements are provided for governmental funds and business-type activities. Major individual governmental funds are reported as separate columns in the fund financial statements. The major governmental funds are the general fund and tax increment financing. The major business-type activities are the City's

CITY OF BEARDSTOWN, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
APRIL 30, 2013

waterworks and sewer system operations. GASBS No. 34 sets the minimum criteria (percentage of assets, liabilities, revenues or expenditures of either fund category for the governmental funds) for the determination of major funds. The nonmajor funds are combined in a column in the fund financial statements. The nonmajor funds are detailed in the combining section of the statements.

The major governmental funds of the financial reporting entity are described below:

Governmental Funds

General Fund

The General Fund is the primary operating fund of the City and always classified as a major fund. It is used to account for all activities except those legally or administratively required to be accounted for in other funds

Major Special Revenue Funds:

Tax Increment Financing Fund

The Tax Increment Financing Fund accounts for the receipts and disbursements of the City's three Tax Increment Financing District. The Districts main source of revenue is based upon the increase in the equalized assessed valuation of real estate located within the boundaries of each District. Expenditures from this fund are used to improve public properties and private property to induce economic activity.

The government-wide focus is more on the sustainability of the City as an entity and the change in aggregate financial position resulting from the activities of the fiscal period. The focus of the fund financial statements is on the major individual funds of the governmental and business-type categories. Each presentation provides valuable information that can be analyzed and compared to enhance the usefulness of the information.

3. Measurement Focus/Basis of Accounting

The funds of the City, including all fund types and component units are maintained on a basis of cash receipts and cash disbursements. The accompanying financial statements have been prepared on the cash basis of accounting. Governmental generally accepted accounting principles require that all funds except enterprise funds be accounted for under the modified accrual basis. Under the modified accrual basis, revenue should be recorded when it is both measurable and available to finance current expenditures of the funds. Expenditures should be recorded at the time in which they are incurred. The enterprise funds should be reported under the accrual basis of accounting. Under the

**CITY OF BEARDSTOWN, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
APRIL 30, 2013**

accrual basis of accounting, revenues are recognized when earned and expenses are recognized when incurred. The statements do not purport to present financial position and results of operations in accordance with governmental generally accepted accounting principles. However, depreciation of fixed assets used in water and sewer operations has been included in the financial statements.

4. The Reporting Entity

The City, for financial reporting purposes, includes all funds and account groups relevant to the operation of the City. The financial statements presented herein do not include agencies which have been formed under applicable state laws or separate and distinct units of government apart from the City.

The financial statements of the City include those of separately administered organizations that are controlled by or dependent on the City. Control or dependence is determined on the basis of budget adoption, taxing authority, fund and appointment of the respective governing board. All funds of the City and component units share the same fiscal year ending of April 30.

Based on the foregoing criteria, the financial statements of the following organizations are discretely presented in the accompanying financial statements:

Beardstown Public Library - The City Council appoints the Library Board, approves the budget and levies taxes. The financial statements of the Beardstown Public Library are included in the supplemental information section of this report.

Police Pension Fund - The Mayor appoints two of five members to the Board of Trustees. The Trustees have the statutory authority to control and manage the Fund. The Trustees determine the budget and the property tax levy, but cannot issue bonded debt. The Fund is not part of another financial reporting entity. The Fund operates exclusively for the benefit of the active, retired or disabled full-time police officers. The financial statements of the Police Pension Fund are included in the supplemental information section of this report.

Firefighters' Pension Fund - The Board of Trustees is set by statute and include: Mayor, City Treasurer, City Clerk, Fire Department Chief and three members chosen from active firefighters and one retired firefighter. The Trustees have the statutory authority to control and manage the Fund. The Trustees determine the budget and the property tax levy, but cannot issue bonded debt without City Council approval. The Fund is not part of another financial reporting entity. The Fund operates exclusively for the benefit of the active, retired or disabled full-time firefighters. The financial statements of the Firefighters' Pension Fund are included in the supplemental information section of this report.

**CITY OF BEARDSTOWN, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
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Beardstown Museum, Inc. is a non-for-profit corporation organized to promote and operate the museum and Lincoln Courtroom located at 101 West Third Street in Beardstown. The Board of Directors are appointed by and the budget is approved by the City Council. The entity's financial statements are included in the supplemental information section of this report.

5. Fund Accounting

The accounts of the City are organized on the basis of funds or account groups, each of which is considered to be a separate accounting entity. The operations of each fund are accounted for by providing cash receipts and cash disbursements journals. This information is analyzed and organized to provide a set of self-balancing accounts which are comprised of each fund's assets, liabilities, fund equity, revenues, and expenditures or expenses, as appropriate. Government resources are allocated to and for individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. The various funds are grouped, in these financial statements, into four generic fund types and three broad fund categories as follows:

GOVERNMENTAL FUND TYPES

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 another fund.

Special Revenue Funds

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

PROPRIETARY FUND TYPES

Business-Type Funds

Business-type funds are used to account for operations that are (a) financed and operated in a manner similar to private business enterprises - where the intent of the governing body is that the costs (expenses including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges or (b) where the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes.

**CITY OF BEARDSTOWN, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
APRIL 30, 2013**

4. PROPERTY, PLANT AND EQUIPMENT AND LONG TERM LIABILITIES

The accounting and reporting treatment applied to property, plant, and equipment and long-term liabilities associated with a fund are determined by its measurement focus. All governmental fund types are accounted for on a spending "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.

It is the City's policy to expense the purchase of property, plant and equipment by all governmental type funds. Therefore, a general fixed assets account group is not maintained as required by governmental generally accepted accounting principles.

All proprietary funds are accounted for on a cost of services or "capital maintenance" measurement focus. This means that all assets and liabilities (whether current or noncurrent) associated with their activity are included on their balance sheets. Their reported fund equity (net total assets) is segregated into contributed capital and retained earnings components.

The City has adopted the accounting policy of not capitalizing "infrastructure" general fixed assets (road, curbs and gutter, streets and sidewalks, and similar assets that are immovable in nature and of value only to the City). The expenditures for infrastructure not capitalized during the current year were \$51,936 from the Motor Fuel Tax Fund.

Expenditures for water and sewer system improvements have been capitalized and includes the cost of improvements made since 1966. Additionally, interest expenses incurred during the construction period are capitalized. Expenditures for water and sewer system improvements are included in the enterprise balance sheet. Water and sewer system improvements are depreciated on the straight line basis over an estimated useful life of 40 years. Depreciation begins the first day of the fiscal year after the improvements are completed. There was no interest capitalization during the fiscal year. Total interest paid and expensed during the year by the Waterworks System was \$27,973 and \$42,562 was paid by the Sewerage System. The City does not budget for depreciation expense for enterprise funds. This should be taken into account when analyzing management's ability to accurately budget expenditures and operate within that budget.

5. ACCRUED COMPENSATED ABSENCES

Accrued compensated absences have not been included in the financial statements. The effects of this omission cannot be reasonably estimated.

**CITY OF BEARDSTOWN, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
APRIL 30, 2013**

6. ESTIMATES

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures during the reporting period. Actual results could differ from those estimates.

7. LONG-TERM OBLIGATIONS

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net assets. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the straight-line method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

8. NET ASSETS/FUND BALANCES

Government-wide and Proprietary Statements

Equity is classified as net assets and displayed in three components:

1. Invested in capital assets, net of related debt – Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, leases or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
2. Restricted Net Assets – Consists of net assets with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislation.
3. Unrestricted Net Assets – All other net assets that do not meet the definition of “restricted” or “invested in capital assets, net of related debt.”

9. FUND STATEMENTS

Governmental fund equity is classified as fund balance. Governmental fund balances are classified as nonspendable, restricted, committed, assigned, or unassigned.

**CITY OF BEARDSTOWN, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
APRIL 30, 2013**

Nonspendable fund balance cannot be spent because of its form. Restricted fund balance has limitations imposed by creditors, grantors, or contributors or by enabling legislation or constitutional provisions. Committed fund balance is a limitation imposed by the City Council through approval of resolutions. Assigned fund balances is a limitation imposed by a designee of the City Council. Unassigned fund balance in the General Fund is the net resources in excess of what can be properly classified in one of the above four categories.

Proprietary fund net assets are classified the same as in the government-wide statements.

When an expenditure is incurred for purposes for which both restricted and unrestricted (committed, assigned, or unassigned) amounts are available, it is the policy of the City to generally consider restricted amounts to have been reduced first. When an expenditure is incurred for purposes for which amounts in any of the unrestricted fund balance classifications could be used, it is the policy of the City that committed amount would be reduced first, followed by assigned amounts, and then unassigned amounts. In both instances, when a proposed expenditure is made with specific balances identified as the source of the funding, that specific fund balance will be used.

OPERATING REVENUES AND EXPENSES – PROPRIETARY FUNDS

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the proprietary funds are charges to customers for services. Operating expenses include the cost of operations and maintenance, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses

10. RESTRICTED ASSETS

Restricted assets include cash and certificates of deposit of special purpose tax levies that are legally restricted as to their use, donor imposed restrictions, grant awards, and debt issuance requirements. In all instances where an expenditure is incurred, when both restricted and nonrestricted resources are available, the restricted resources are used first.

Proprietary Fund Types:

Waterworks:

Series 2007A Bond and Interest	\$60,307
Water Improvement Grant	1
IEPA Loan 17-2563	73,965
IEPA Loan 17-2563 Bond & Interest	220,431
Series 2004 Bond Reserve	168,185

**CITY OF BEARDSTOWN, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
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Series 2004 Replacement & Extension	32,089
Series 2004 Principal & Interest	51,786
Sewerage System	
Series 2007B Bond & Interest	106,854
Jr Lien Bond Reserve	87,120
Jr Lien Bond Depreciation	<u>47,041</u>
Total Proprietary Fund Types	<u>\$647,779</u>

NOTE B. INTERFUND RECEIVABLES AND PAYABLES

Interfund receivables and payables may exist at the end of the fiscal year. These are recorded in the appropriate fund statement of assets, liabilities, and fund balance arising from cash transactions. Interfund transfers are periodically made to eliminate the interfund receivable and payable.

NOTE C. STATEMENT OF CASH FLOWS

Cash equivalents for statement of cash flow purposes include only cash held in a checking account. Investments in Certificates of Deposit are not considered cash equivalents due to maturity dates in excess of ninety days.

NOTE D. CASH AND INVESTMENTS

The City maintains a cash pool that is available for use by all funds, except the Water Improvement Grant Fund and the Flood Prevention Fund. Each fund type's portion of this pool is displayed on the combined balance sheet as cash, restricted cash or fund overdraft.

The Statutes authorize the City to invest in certificates of deposit, repurchase agreements, passbooks and other available bank investments provided that approved securities are pledged to secure those funds on deposit in an amount equal to the amount of those funds. In addition the City can invest in direct debt securities of the United States unless such an investment is expressly prohibited by law.

Investments made or redeemed during the year consisted solely of certificates of deposit and NOW accounts held with local financial institutions.

Custodial credit risk for deposits is the risk that in the event of a bank failure, the City's deposits may not be returned or the City will not be able to recover collateral securities in the possession of an outside party. Deposits are insured by the Federal Deposit Insurance Corporation (FDIC) in the amount of \$250,000 for accounts bearing interest at a rate greater than 0.5%.

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At April 30, 2013 the carrying amount of the City's deposits (checking and certificates of deposit) was \$3,680,686 and the bank balance was \$3,781,636. Of the bank balance, \$438,063 was covered by federal depository insurance.

The City's deposits are categorized to give an indication of the level of risk assumed by the City at year end. Category 1 includes deposits that are insured or registered or for which the securities are held by the City or its agent in the City's name. Category 2 includes uninsured and unregistered deposits for which the securities are held by the counterparty's trust department or agent in the City's name. Category 3 includes uninsured and uncollateralized deposit.

	Bank Carrying Value	Book Value
Category 1	\$438,603	\$438,603
Category 2	3,343,573	3,242,083
Category 3	0	0

NOTE E. PROPERTY TAX

Property Taxes attach as an enforceable lien as of January 1. Taxes were assessed on January 1, 2013 and are due and payable on or before July 1, 2013 and September 1, 2013. The County of Cass bills and collects the tax and remits the correct amount to the City. Property tax revenues are recognized when received. Distributions are received each month from July through December. The property tax levy ordinance for 2012 to be collected in 2013 was adopted by the City Council on December 18, 2012.

NOTE F. TOTAL COLUMNS ON COMBINED STATEMENTS - OVERVIEW

Total columns on the combined statements are captioned "memorandum only" to indicate that they are presented only to facilitate analysis. Data in these columns do not present financial position, or results of operations in conformity with generally accepted accounting principles. Neither is such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

NOTE G. PROPRIETARY FUND CHANGES IN LONG-TERM DEBT

The following is a summary of enterprise revenue bonds transactions of the City for the year ended April 30, 2013

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	Payable at May 1, 2012	Retired	Issued	Payable at April 30, 2013
Waterworks, Series 2007A	\$420,000	\$20,000		\$ 400,000
Sewerage, Series 2007B	1,045,000	55,000		990,000
IEPA 172562	1,730,769	96,154		1,634,615
IEPA 172563	3,905,682	195,588	310,100	4,020,194
Water Bonds-Ser 2004	<u>240,000</u>	<u>75,000</u>		<u>165,000</u>
Totals	<u>\$7,341,451</u>	<u>\$ 441,742</u>	<u>\$ 310,100</u>	<u>\$ 7,209,809</u>

The Proprietary Fund Long-Term Debt outstanding consists of:

1. \$745,000, Waterworks Revenue Refunding Bonds, Series 2004, due in annual installments, interest payable semiannually at rates ranging from 2.00% to 4.50%.
2. \$1,235,000, Sewerage System Series 2007B, due in annual installments, interest payable semiannually at rates ranging from 3.75% to 4.20%.
3. \$500,000, Waterworks System Series 2007A, due in annual installments, interest payable semiannually at rates ranging from 3.75% to 4.20%.
4. \$1,875,000 loan #172562 from IEPA for waterworks system improvements, 0% interest, 39 semiannual installments of \$48,077 beginning February 2011.
5. \$4,313,577 loan #172563 from Illinois Environmental Protection Agency for waterworks system improvements, 0% interest, principal payable in 40 semiannual installments of \$97,794 beginning July, 2011.

NOTE H. DEFINED BENEFIT PENSION PLAN

A. REGULAR EMPLOYEES

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 employer plan is affiliated with the Illinois Municipal Retirement Fund (IMRF), an agent multiple-employer plan. Benefit provisions are established by statute and may only be changed by the General Assembly of the State of Illinois. IMRF issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained on-line at www.imrf.org.

Funding Policy. As set by statute, the City's Regular plan members are required to contribute 4.50 percent of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the

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retirement coverage of its own employees. The employer contribution rate for calendar year 2012 used by the City was 10.29 percent of annual covered payroll. The employer annual required contribution rate for calendar year 2012 was 12.21 percent. The employer also contributes for disability benefits, death benefits, and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by the IMRF Board of Trustees, while supplemental retirement benefits rate is set by statute.

Annual Pension Cost. For fiscal year ending December 31, 2012, the employer's annual pension cost of \$103,551. Its required contribution for the calendar year 2012 was \$122,872.

Three-Year Trend Information for the Regular Plan

Fiscal Year Ending	Annual Pension Cost (APC)	Percentage of APC Contributed	Net pension Obligation
12/31/12	122,872	84%	\$0
12/31/11	117,567	81%	\$0
12/31/10	127,849	78%	\$0

The required contribution for 2012 was determined as part of the December 31, 2010, actuarial valuation using the entry age normal actuarial cost method. The actuarial assumptions at December 31, 2010, included (a) 7.5 percent investment rate of return (net of administrative and direct investment expenses), (b) projected salary increases of 4.00% a year, attributable to inflation, (c) additional projected salary increases ranging from 0.4% to 10% per year depending on age and service, attributable to seniority/merit, and (d) post retirement benefit increases of 3% annually. The actuarial value of 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, 2010 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, 2012, the most recent actuarial valuation date, the Regular plan was 75.65 percent funded. The actuarial accrued liability for benefits was \$2,679,400 and the actuarial value of assets was \$2,026,868, resulting in an underfunded actuarial accrued liability (UAAL) of \$652,532. The covered payroll for calendar 2012 (annual payroll of active employees covered by the plan) was \$1,006,325 and the ratio of the UAAL to the covered payroll was 65 percent.

The schedule of funding progress, presented as RSI following the notes to the financial

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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.

B. SHERIFF’S LAW ENFORCEMENT PERSONNEL

Plan Description. The City’s defined benefit pension plan for Sheriff’s Law Enforcement Personnel 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 Sheriff’s Law Enforcement Personnel plan members are required to contribute 7.50 percent of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The employer contribution rate for calendar year 2012 was 18.53 percent. The employer also contributes for disability benefits, death benefits, and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by the IMRF Board of Trustees, while supplemental retirement benefits rate is set by statute.

Annual Pension Cost. For fiscal year ending December 31, 2012, the City’s annual pension cost of \$9,347 for the Regular plan was equal to the City’s required and actual contributions.

Three-Year Trend Information for the Sheriff’s Law Enforcement Personnel Plan

Fiscal Year Ending	Annual Pension Cost (APC)	Percentage of APC Contributed	Net pension Obligation
12/31/12	9,347	100%	\$0
12/31/11	9,067	100%	\$0
12/31/10	8,668	100%	\$0

The required contribution for 2012 was determined as part of the December 31, 2010, actuarial valuation using the entry age normal actuarial cost method. The actuarial assumptions at December 31, 2010, included (a) 7.5 percent investment rate of return (net of administrative and direct investment expenses), (b) projected salary increases of 4.00% a year, attributable to inflation, (c) additional projected salary increases ranging from 0.4% to 10% per year depending on age and service, attributable to seniority/merit, and (d) post retirement benefit increases of 3% annually. The actuarial value of the City’s

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Sheriff's Law Enforcement Personnel plan's 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 Sheriff's Law Enforcement Personnel plan's unfunded actuarial accrued liability at December 31, 2010 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, 2012, the most recent actuarial valuation date, the Sheriff's Law Enforcement Personnel plan was 67.36 percent funded. The actuarial accrued liability for benefits was \$178,983 and the actuarial value of assets was \$120,558, resulting in an underfunded actuarial accrued liability (UAAL) of \$58,425. The covered payroll for calendar year 2012 (annual payroll of active employees covered by the plan) was \$50,442 and the ratio of the UAAL to the covered payroll was 116 percent.

The schedule of funding progress, presented as RSI following the notes to the financial statements, present 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 I. REVOLVING LOAN FUND

The City, in cooperation with the Illinois Department of Community Affairs has established a Revolving Loan Fund. The funds are to be used for loans to small business to expand and improve operations and increase employment in the Beardstown area.

A \$30,000 loan was made to Stanley Stern on January 5, 1996. The proceeds were used to construct a 4,000 square foot building to house a PACT/Head Start program. Tri-County Community Development Corporation and the First State Bank of Beardstown also provided \$205,400 in loans for this project. This loan bears interest at 3% and is payable in 96 monthly installments of \$167 with a \$20,247 balloon payment due on November 20, 2003. This loan was refinanced in November 2003 for 80 monthly payments of \$284, at 3.0% interest. This is secured by a third mortgage on the property. The balance outstanding as of April 30 was \$4,308. This loan is in default.

Loan to Roger Kent Haberman, d/b/a Haberman Heating, Air & Electric on October 24, 2001 for \$15,500 to renovate a vacant commercial building to relocate his business. The loan bears interest at 3% and is payable in 60 monthly installments of \$279. This loan is secured by the inventory, equipment, accounts receivable and other intangibles owned by the corporation. The balance outstanding as of April 30 was \$3,657.

Loan to Dustin Looker and Lori Schroll, d/b/a Looker's Sports Bar. The loan of \$15,000 bears interest at 3.0% and is payable in 120 monthly installments of \$145. \$4,046 is due as of April 30. This loan is in default.

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\$60,000 to E&L Siding & Remodeling, Inc. on October 6, 2006 to assist with renovations to open lumber yard. This loan bears fixed rate interest at 3% and is payable in 60 monthly installments of \$579 and a balloon payment of \$32,823 on October 6, 2011. \$24,950 is due as of April 30.

\$25,000 to Loraine Brasel, d./b/a New Day Services/Su Casa on November 2, 2006 to assist with purchase of inventory and equipment. This loan bears fixed rate interest at 3% and is payable in 60 monthly installments of \$242 and a balloon payment of \$13,646 on November 5, 2011. \$9,740 is due as of April 30.

\$54,135 to Buy Smart Motors on May 24, 2007. This loan bears fixed rate interest at 3% and is payable in 60 monthly installments of \$532 and a balloon payment of approximately \$29,096 on May 24, 2012. \$50,583 is due as of April 30. This loan is in default.

\$31,500 loan to Dr. Susan Burge on August 9, 2011. This loan bears interest at a fixed rate of 3% and is payable in 60 monthly installments of \$304.17. The balance due as of April 30 is \$27,590.

\$150,000 loan to Canter Family Dental, PC on August 23, 2012 for the renovation of a dental clinic. This loan bears interest at a fixed rate of 3% and is payable in 120 monthly installments of \$1,449.

NOTE J. PRESENTATION OF BUDGET INFORMATION

The budgetary data included in these financial statements was summarized from the budget ordinance for the fiscal year ending April 30, 2013 to establish the budgeted expenses. The budget is prepared based upon the expected cash receipts and cash disbursements to be made. The budget was approved by the City Council on July 17, 2012. There were no amendments to the budget during the fiscal year.

NOTE K. SINKING FUND REQUIREMENTS

The following funds are required under the terms of each bond ordinance:

Waterworks Refunding Revenue Bonds, Series 2004

Operation and Maintenance: There shall be deposited and credited to the Operation and Maintenance Account an amount sufficient, when added to the amount then on deposit in such Account, to establish a balance equal to an amount not less than the amount

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necessary to pay Operation and Maintenance Expenses for the then current and the next succeeding month.

Bond and Interest Account: There shall be deposited and credited to the Bond and Interest Account and held, in cash and investments, a fractional amount (not less than 1/6) of the interest becoming due on the next succeeding interest payment date on all Outstanding Bonds and also a fractional amount (not less than 1/12) of the principal becoming due (or subject to mandatory redemption) on the next succeeding principal maturity date of all of the Outstanding Bonds until there shall have been accumulated and held in cash and investments in such Bond and Interest Account on or before the month preceding such maturity date of interest or principal, or both, an amount sufficient to pay such principal or interest, or both.

In computing the fractional amount to be set aside each month in such Bond and Interest Account, the fraction shall be so computed that a sufficient amount will be set aside in such Account and will be available for the prompt payment of such principal of and interest on all Outstanding Bonds and shall be not less than one-sixth (1/6) of the interest becoming due on the next succeeding interest payment date and not less than one-twelfth (1/12) of the principal becoming due (or subject to mandatory redemption) on the next succeeding principal payment date on all Outstanding Bonds until there is sufficient money in such Account to pay such principal or interest, or both.

Credits into such Bond and Interest Account may be suspended in any Fiscal Year at such time as there shall be a sufficient sum held in cash and investments in such Bond and Interest Account to meet principal and interest requirements in such Bond and Interest Account for the balance of such Fiscal Year, but such credits shall again be resumed at the beginning of the next Fiscal year. All moneys in such Bond and Interest Account shall be used only for the purpose of paying interest and principal and applicable premium on Outstanding Bonds. At the time of the delivery of any of the Bonds, such amount, if any, determined necessary by the Corporate Authorities to be deposited into such Bond and Interest Account from the proceeds of the Bonds.

Bond Reserve Account: There shall be deposited in and credited to such Bond Reserve Account, up to the amount of the least of (as applicable, the "Reserve Requirement") (i) Maximum Annual Debt Service or (ii) 125% of average annual debt service or (iii) 10% of the proceeds of the Bonds ("Reserve Requirement"), from funds in the Prior Bond reserve account and thereafter as necessary, monthly deposits equal to at least 1/24th of Reserve Requirement until the Reserve Requirement is accumulated. Thereafter, if any amounts are withdrawn from the Bond Reserve Account, such withdrawals shall be restored by monthly deposits in an amount equal or greater of 1/12th of the amount so withdrawn or 1/24th of the Reserve Requirement until the Reserve Requirement has accumulated. Amounts to the credit of such Bond Reserve Account, if any, shall be used to pay principal of or interest and applicable premium on the Outstanding Bonds at any time when there are insufficient funds available in the Bond

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and Interest Account to pay the same.

Depreciation Account: There shall be credited to the Depreciation Account and held, in cash and investments, all monies on deposit in the Prior Depreciation Account, up to \$15,000 (the "Depreciation Requirement") of funds from the prior depreciation account upon the issuance of the Bonds. In the event of any shortfall in meeting the Depreciation Requirement, an amount equal to 1/24th of such shortfall shall be paid therein monthly until the Depreciation Requirement is met.

Amounts to the credit of such Depreciation Account shall be used for (i) the payment of the cost of extraordinary maintenance, necessary repairs and replacements, or contingencies, the payment for which no other funds are available, in order that the System may at all times be able to render efficient service and (ii) the payment of principal of or interest and applicable premium on any Outstanding Bonds at any time when there are no other funds available for that purpose in order to prevent a default and shall be transferred to the Bond and Interest Account for such purpose.

Whenever an amount is withdrawn from such Account for the purpose stated in clause (ii) of the preceding paragraph, one-twelfth (1/12th) of the amount so transferred shall each month be added to the amount to be next and thereafter credited to such Depreciation Account until full reimbursement to such Account has been made. Each expenditure to be made for such Account for the purpose stated in clause (i) of the preceding paragraph shall be made only after a consulting engineer employed for that purpose or the operator or superintendent of the Waterworks System has certified that such expenditure is necessary to the continued effective and efficient operation of the Waterworks System or after approval by 2/3's vote of the Board Trustees of the City.

Surplus Account: All moneys remaining in the System Fund, after crediting the required amounts to the respective accounts hereinabove provided for, and after making up any deficiency in the above Accounts described in subsections (a) to (d), inclusive, shall be credited to the Surplus Account and shall first be used to make up any subsequent deficiencies in any of the Accounts hereinabove named and then, at the discretion of the Board of Trustees of the City, shall be used, if at all, for one or more of the following purposes (and not for any general corporate purposes) without any priority among them:

- 1) For the purpose of constructing or acquiring repairs, replacements, renewals, improvements or extensions to the System; or
- 2) For the purpose of calling and redeeming Outstanding Bonds which are callable at the time; or
- 3) For the purpose of paying principal and interest and applicable premium on any subordinate bonds or obligations issued for the purpose of acquiring or construction repairs, replacements, renewals, improvements and extensions to the System; or
- 4) For any other lawful System purpose, including the purchase of Outstanding

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Bonds at a price of not to exceed par and applicable premium plus accrued interest.

Investments: Money to the credit of the System Fund prior to the monthly accounting and to the credit of the Operation and Maintenance Account may be invested pursuant to any authorized granted to any municipal corporations by the Illinois statute or court decision. Money to the credit of the Operation and Maintenance Account, Bond and Interest Account, Bond Reserve Account and Depreciation Account may be invested from time to time by the Treasurer of the City in (i) interest-bearing bonds, notes, or other direct full faith and credit obligations of the United States of America, (ii) obligations unconditionally guaranteed as to both principal and interest by the United States of America, or (iii) certificates of deposit or time deposits of any bank or savings and loan association, as defined by Illinois laws, provided such bank or savings and loan association is insured by the Federal Deposit Insurance Corporation or a successor corporation to the Federal Deposit Insurance Corporation and provided further that the principal of such deposits are secured by a pledge of obligations as described in clauses (f) (i) and (f) (ii) above in the full principal amount of such deposits, or otherwise collateralized in such amount and in such manner as may be required by law. Such investments may be sold from time to time by the Treasurer of the City as funds may be needed for the purpose for which such Accounts have been created.

All interest on any funds so invested shall be credited to the applicable Account of the System Fund and is hereby deemed and allocated as expended with the next expenditures of money from the applicable Account of the System Fund.

Moneys in any of such accounts shall be invested by the City's Treasurer, if necessary, in investments restricted as to yield, which investments may be in U.S. Treasury Securities - State and Local Government Series, if available, and to such and the Treasurer shall refer to any investment restrictions covenanted by the City or any officer thereof as part of the transcript of proceedings for the issuance of the Bonds, and to appropriate opinions of counsel.

Optional Redemption

Bonds maturing on and after March 1, 2015 are subject to redemption prior to maturity on and after March 1, 2014 at the option of the City as a whole on any date or in part on any interest payment date in integral multiples of \$5,000 in inverse order of maturity, less than all of the Bonds of a single maturity to be selected by the Bond Register, on the applicable redemption date and a redemption price equal to the principal amount to be redeemed, plus accrued interest to the redemption date.

Waterworks Series 2007A Sinking Fund Requirements

Operation and Maintenance: There shall be deposited and credited to the Operation and

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Maintenance Account an amount sufficient, when added to the amount then on deposit in such Account, to establish a balance equal to an amount not less than the amount necessary to pay Operation and Maintenance Expenses for the then current and the next succeeding month.

Alternate Bond and Interest Account - Deposits are to be made to this account on a monthly basis equal to one-fifth of the interest due at next payment date and one-tenth of the principal due at next maturity date.

Bond Reserve Account: There shall be deposited in and credited to such Bond Reserve Account, up to the amount of the least of (as applicable, the "Reserve Requirement") (i) Maximum Annual Debt Service or (ii) 125% of average annual debt service or (iii) 10% of the proceeds of the Bonds ("Reserve Requirement"), from funds in the Prior Bond reserve account and thereafter as necessary, monthly deposits equal to at least 1/24th of Reserve Requirement until the Reserve Requirement is accumulated. Thereafter, if any amounts are withdrawn from the Bond Reserve Account, such withdrawals shall be restored by monthly deposits in an amount equal or greater of 1/12th of the amount so withdrawn or 1/24th of the Reserve Requirement until the Reserve Requirement has accumulated. Amounts to the credit of such Bond Reserve Account, if any, shall be used to pay principal of or interest and applicable premium on the Outstanding Bonds at any time when there are insufficient funds available in the Bond and Interest Account to pay the same. This will be funded when the 2004 Bonds are paid in full.

Depreciation Account: There shall be credited to the Depreciation Account and held, in cash and investments, all monies on deposit in the Prior Depreciation Account, up to \$15,000 (the "Depreciation Requirement") of funds from the prior depreciation account upon the issuance of the Bonds. In the event of any shortfall in meeting the Depreciation Requirement, an amount equal to 1/24th of such shortfall shall be paid therein monthly until the Depreciation Requirement is met.

Amounts to the credit of such Depreciation Account shall be used for (i) the payment of the cost of extraordinary maintenance, necessary repairs and replacements, or contingencies, the payment for which no other funds are available, in order that the System may at all times be able to render efficient service and (ii) the payment of principal of or interest and applicable premium on any Outstanding Bonds at any time when there are no other funds available for that purpose in order to prevent a default and shall be transferred to the Bond and Interest Account for such purpose.

Whenever an amount is withdrawn from such Account for the purpose stated in clause (ii) of the preceding paragraph, one-twelfth (1/12th) of the amount so transferred shall each month be added to the amount to be next and thereafter credited to such Depreciation Account until full reimbursement to such Account has been made. Each expenditure to be made for such Account for the purpose stated in clause (i) of the

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preceding paragraph shall be made only after a consulting engineer employed for that purpose or the operator or superintendent of the Waterworks System has certified that such expenditure is necessary to the continued effective and efficient operation of the Waterworks System or after approval by 2/3's vote of the Board Trustees of the City.

This will be funded when the 2004 Bonds are paid in full.

Sewerage 2007B Sinking Fund Requirements

Bond and Interest Account: Deposits are to be made to this account on a monthly basis equal to one-fifth of the interest due at next payment date and one-tenth of the principal due at next maturity date.

This is to be funded when the Series 1990 Bonds are paid in full.

Operation and Maintenance Account: There shall be credited to the Operation and Maintenance Account an amount sufficient, when added to the amount then on deposit in said Account, to establish a balance to an amount not less than the amount necessary to pay Operation and Maintenance Costs for such System for the then current and the next succeeding month. Amounts in said Account shall be used to pay such Operation and Maintenance Costs.

Surplus Account: All moneys remaining in the Sewerage Fund, after crediting the required amounts to the respective accounts hereinabove provided for, shall be credited each month to the surplus Account. any funds remaining in the Surplus Account shall be used, first, as may be provided in the Revenue Bond Ordinance, any Future Bond Ordinance(s), as may be applicable, or otherwise, for any lawful corporate purpose.

Sewerage Bond Reserve Account: Monthly deposits of \$1,300 are required until a sum equal to the maximum annual debt service is achieved. The funds can only be expended for bond interest and principal payments when the Sewerage Bond and Interest Account does not have enough funds to meet the debt service. This is to be funded when the Series 1990 Bonds are paid in full.

Sewerage Depreciation Account: Monthly deposits of \$400 are required. The funds can only be used to pay for extraordinary maintenance, necessary repairs and replacements, or contingencies when no other funds are available or for the payment of bond principal and interest to prevent or remedy a default, only if no other funds are available. This is to be funded when the Series 1990 Bonds are paid in full.

NOTE L. WALMART DEVELOPMENT AGREEMENT

On September 17, 2007 the City entered into a redevelopment agreement with WalMart Real Estate Business Trust and Wal-Mart Stores, Inc. for the purpose of enticing

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WalMart to construct a WalMart Super Center. This agreement was amended December 4, 2012 and no payments were made until after that date. WalMart agreed to construct a signalized intersection, widen a highway and an entrance drive. The City agreed to extend water and sewer lines to the property. WalMart agreed to finance the costs of preliminary engineering services as well as the cost of extension of the water and sewer lines. The City agreed to pay WalMart quarterly, from sales tax increment, up to \$840,000. The sales tax increment is defined as 75% of the amount of City Sales Taxes received in excess of the amount that the City was receiving from the old WalMart store that was closed upon the opening of the Super Center. The City's obligation to under this agreement ends upon paying the full reimbursement to WalMart or after the City has made payments to for twelve (12) full calendar years. This is not a general obligation of the City and is payable only from the sales tax increment. The Super Center opened for business on March 18, 2009.

The actual amount advanced from WalMart was \$1,080,959.06.

NOTE M. 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.

To insure for property loss, worker's compensation and liability, the City has become a member of the Illinois Municipal League Risk Management Association (the Association).

The Association is a public entity risk pool that operates a common risk management and insurance program. Membership consists of Illinois municipalities that have elected to participate. The insurance pool is to be self sustaining through member premiums and reinsurance through commercial companies for claims in excess of \$1,500,000 for general liability, property coverage and worker's compensation, for each insured event. Certain special liability coverages have lower self insurance limits. The "each occurrence" coverage limits are \$1,000,000 for general liability and property damage, and \$3,000,000 for employer's liability. Certain specialty liability coverages have lower coverage limits. Settled claims of the risk pool did not exceed plan assets during the past year.

NOTE N. INTERFUND RECEIVABLES AND PAYABLES

The following interfund receivables and payables existed at April 30, 2013:

The General Fund owes the Tax Increment Financing Fund \$260,920.09. Under the Walmart Development Agreement the City has agreed to pay general sales tax increment as described in Note L. Upon renegotiation of the agreement the City paid from TIF amounts that were properly due from the General Fund.

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The following interfund receivables and payables were eliminated during the fiscal year with book entry transfers:

Fund	Amount	Reason
<u>Interfund Receivables</u>		
Municipal Band	\$438	Real Estate Tax was deposited to General Fund in error in prior year
Civil Defense	438	Real Estate Tax was deposited to General Fund in error in prior year
Workmen's Compensation Insurance	9,130	Real Estate Tax was deposited to General Fund in error in prior year
IMRF	5,642	Real Estate Tax was deposited to General Fund in error in prior year
IMRF	2,400	Real Estate Tax was deposited to Social Security Tax Fund in prior year
IMRF	2	Due from Tax Increment Financing for past expenses
Social Security Tax	2,971	Real Estate Tax was deposited to General Fund in error in prior year
Social Security Tax	34	Due from Tax Increment Financing for past expenses
Cemetery Operations	1,635	Due from General Fund for expenses paid in prior year
Cemetery Operations	2,430	Income misposted to Cemetery Perpetual Care Fund
Cemetery Operations	3,783	Income misposted to Cemetery Land Purchase Fund
Cemetery Perpetual Care	100	Land sale posted to wrong fund in prior year
Cemetery Land Purchase	2,119	Income posted to Cemetery Perpetual Care in error in prior year
General	45,131	Due from Jr Lien Bond Reserve for expenses paid in prior year
General	477	Due from Tax Increment Financing for past wages
Police Pension	1,642	Real Estate Tax was deposited to General Fund in error in prior year
Firefighters Pension	41	Cemetery Land Purchase income deposited in prior year
Firefighters Pension	914	Due to General Fund for Real Estate Tax deposited in prior year
Firefighters Pension	168	Real Estate Tax was deposited to Police Pension Fund in error in prior year
Totals	<u>\$79,495</u>	
<u>Interfund Payables</u>		
Police Pension	\$168	Due to Firefighters Pension Fund for Real Estate Tax deposited in prior year
General	\$5,643	Due to IMRF Fund for Real Estate Tax deposited to wrong account in prior year
General	\$2,970	Due to FICA Fund for Real Estate Tax deposited to wrong account in prior year
General	\$1,635	Due to Cemetery Fund for expenses paid in prior year
General	\$438	Due to Municipal Band Fund for Real Estate Tax deposited in prior year
General	\$9,130	Due to Workmens Comp. Ins. Fund for Real Estate Tax deposited in prior year
General	\$438	Due to Civil Defense Fund for Real Estate Tax deposited in prior year
General	\$914	Due to Firefighters Pension Fund for Real Estate Tax deposited in prior year
General	1,642	Due to Police Pension Fund for Real Estate Tax deposited in prior year
Tax Increment Financing	2	Due to IMRF Fund for expenses paid
Tax Increment Financing	477	Due to General Fund for wages paid
Tax Increment Financing	34	Due to Social Security Tax Fund for expenses paid
Social Security Tax	2,400	IMRF Real Estate Tax was deposited to Social Security Tax Fund in prior year
Cemetery Operations	100	Land sale posted to wrong fund in prior year
Cemetery Perpetual Care	2,430	Cemetery Operations income posted to wrong fund in prior year
Cemetery Perpetual Care	2,119	Cemetery Land Purchase income posted to wrong fund in prior year
Cemetery Land Purchase	3,783	Cemetery Operations income posted to wrong fund in prior year
Cemetery Land Purchase	41	Firefighters' Pension Real Estate Tax misposted in prior year
Jr Lien Bond Reserve	45,131	Due to General Fund for expenses paid in prior year
Totals	<u>\$79,495</u>	

**CITY OF BEARDSTOWN, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
APRIL 30, 2013**

NOTE O. INTERFUND TRANSFERS

<u>Transfer From</u>	<u>Transfer To</u>	<u>Amount</u>	<u>Purpose</u>
General	Cemetery	\$ 71,559	Cemetery operating costs exceed the revenue collected. The General Fund makes up the deficit.
Cemetery Perpetual Care	Cemetery Operations	15,171	All income from the sale of cemetery lots and interest income is transferred to Cemetery Operations to fund cemetery operating costs.
Cemetery Land Purchase	Cemetery Operations	33	All interest income is transferred to Cemetery Operations to be use for operating expenses
Waterworks Funds		818,188	All transfers made are done to satisfy bond sinking fund requirement and to allocate money to the operations account
Sewer System Funds		<u>319,788</u>	All transfers made are done to satisfy bond sinking fund requirement and to allocate money to the operations account
Total Transfers		<u>\$ 1,224,739</u>	

NOTE P. EXPENDITURES IN EXCESS OF BUDGET

The City did not exceed its budget in any fund.

NOTE Q. RESTATEMENT OF WATERWORKS SYSTEM

The City financed significant improvements to the waterworks system with loans and grants from the Illinois Environmental Protection Agency. During the closing process of loan 172563 \$189,500 was included as loan proceeds which was previously thought to be a grant and was treated as such during the fiscal year ending April 30, 2012. The effect on the waterworks system for the year ending April 30, 2012 was to reduce grant income by \$189,500 and increase the loan balance by \$189,500. The adjustments have been included in the comparative data presented for the waterworks fund for the year ending April 30, 2012.

CITY OF BEARDSTOWN, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
April 30, 2013

NOTE R. CAPITAL ASSETS

Capital asset activity for the year ended April 30, 2013 is as follows:

	Balance May 1, 2012	Additions	Deletions	Balance April 30, 2013
Business-type Activities:				
Property, Plant and Equipment	\$17,457,596	\$966,043	\$0	\$18,423,639
Less: Accumulated Depreciation	<u>(3,158,889)</u>	<u>(395,153)</u>	<u>0</u>	(\$3,542,967)
Business-type Activities Capital Assets-Net	<u>\$14,298,707</u>	<u>\$570,890</u>	<u>\$0</u>	<u>\$14,880,672</u>

\$395,153 of depreciation was charged to the Business-Type Activities in the Statement of Activities Arising from Cash Transactions.

CITY OF BEARDSTOWN, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
April 30, 2013

Waterworks Refunding Revenue Bonds, Series 2004

Original Amount of Bond	\$745,000
Interest Rate	4.6% to 6.4%
Paying Agent and Bond Registrar	UMB Bank NA St. Louis, Missouri
Securities Depository	Deposit Trust Company New York New York
Bonds Mature Annually	March 1
Interest Payable Semiannually	March 1 September 1

Year Ended April 30,	Principal	Interest	Total
4/30/2014	80,000	7,425	87,425
4/30/2015	85,000	3,825	88,825
Total	<u>\$165,000</u>	<u>\$11,250</u>	<u>\$176,250</u>

CITY OF BEARDSTOWN, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
April 30, 2013

Series 2007A Bonds, The Waterworks System

Original Amount of Bond	\$500,000
Interest Rate	3.75% to 4.20%
Paying Agent and Bond Registrar	Amalgamated Bank of Chicago Chicago, Illinois
Bonds Mature Annually	March 1
Interest Payable Semiannually	March 1 September 1

Year Ended April 30,	Principal	Interest	Total
4/30/2014	20,000	16,610	36,610
4/30/2015	25,000	15,810	40,810
4/30/2016	25,000	14,810	39,810
4/30/2017	25,000	13,810	38,810
4/30/2018	25,000	12,810	37,810
4/30/2019	25,000	11,760	36,760
4/30/2020	30,000	10,710	40,710
4/30/2021	30,000	9,450	39,450
4/30/2022	30,000	8,190	38,190
4/30/2023	30,000	6,930	36,930
4/30/2024	30,000	5,670	35,670
4/30/2025	35,000	4,410	39,410
4/30/2026	35,000	2,940	37,940
4/30/2027	35,000	1,470	36,470
Total	<u>\$400,000</u>	<u>\$135,380</u>	<u>\$535,380</u>

CITY OF BEARDSTOWN, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
April 30, 2013

Series 2007B Bonds, The Sewerage System

Original Amount of Bond	\$1,235,000
Interest Rate	3.75% to 4.20%
Paying Agent and Bond Registrar	Amalgamated Bank of Chicago Chicago, Illinois
Bonds Mature Annually	March 1
Interest Payable Semiannually	March 1 September 1

Year Ended April 30,	Principal	Interest	Total
4/30/2014	55,000	40,500	95,500
4/30/2015	55,000	38,300	93,300
4/30/2016	60,000	36,100	96,100
4/30/2017	60,000	33,700	93,700
4/30/2018	65,000	31,300	96,300
4/30/2019	65,000	28,700	93,700
4/30/2020	70,000	26,100	96,100
4/30/2021	70,000	23,300	93,300
4/30/2022	75,000	20,430	95,430
4/30/2023	75,000	17,355	92,355
4/30/2024	80,000	14,280	94,280
4/30/2025	85,000	10,920	95,920
4/30/2026	85,000	7,350	92,350
4/30/2027	90,000	3,780	93,780
Total	<u>\$990,000</u>	<u>\$332,115</u>	<u>\$1,322,115</u>

CITY OF BEARDSTOWN, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
April 30, 2013

Waterworks System

Original Amount of Bond \$3,813,977

Interest Rate 0.00%

Paying Agent and Bond Registrar Illinois Environmental Protection Agency

Bonds Mature Semiannually February 6
August 6

Year Ended April 30,	Principal	Interest	Total
4/30/2014	223,344	0	223,344
4/30/2015	223,344	0	223,344
4/30/2016	223,344	0	223,344
4/30/2017	223,344	0	223,344
4/30/2018	223,344	0	223,344
4/30/2019	223,344	0	223,344
4/30/2020	223,344	0	223,344
4/30/2021	223,344	0	223,344
4/30/2022	223,344	0	223,344
4/30/2023	223,344	0	223,344
4/30/2024	223,344	0	223,344
4/30/2025	223,344	0	223,344
4/30/2026	223,344	0	223,344
4/30/2027	223,344	0	223,344
4/30/2028	223,344	0	223,344
4/30/2029	223,344	0	223,344
4/30/2030	223,344	0	223,344
4/30/2031	223,346	0	223,346
Total	\$4,020,194	\$0	\$4,020,194

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

SUMMARY OF DEBT SERVICE REQUIREMENTS TO MATURITY

The annual requirements to amortize bonds payable at April 30, 2012 are as follows:

Year Ended April 30,	Waterworks			Sewerage System		
	Principal	Interest	Total	Principal	Interest	Total
4/30/2013	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
4/30/2014	419,498	24,035	443,533	55,000	40,500	95,500
4/30/2015	429,498	19,635	449,133	55,000	38,300	93,300
4/30/2016	344,498	14,810	359,308	60,000	36,100	96,100
4/30/2017	344,498	13,810	358,308	60,000	33,700	93,700
4/30/2018	344,498	12,810	357,308	65,000	31,300	96,300
4/30/2019	344,498	11,760	356,258	65,000	28,700	93,700
4/30/2020	349,498	10,710	360,208	70,000	26,100	96,100
4/30/2021	349,498	9,450	358,948	70,000	23,300	93,300
4/30/2022	349,498	8,190	357,688	75,000	20,430	95,430
4/30/2023	349,498	6,930	356,428	75,000	17,355	92,355
4/30/2024	349,498	5,670	355,168	80,000	14,280	94,280
4/30/2025	354,498	4,410	358,908	85,000	10,920	95,920
4/30/2026	354,498	2,940	357,438	85,000	7,350	92,350
4/30/2027	354,498	1,470	355,968	90,000	3,780	93,780
4/30/2028	319,498	-	319,498	-	-	-
4/30/2029	319,498	-	319,498	-	-	-
4/30/2030	319,495	-	319,495	-	-	-
4/30/2031	223,346	-	223,346	-	-	-
Totals	\$ 6,219,809	\$ 146,630	\$ 6,366,439	\$ 990,000	\$ 332,115	\$ 1,322,115

**CITY OF BEARDSTOWN
NOTES TO FINANCIAL STATEMENTS
SCHEDULE OF NOTES PAYABLE AND LEASE CONTRACTS
FYE 4/30/2013**

	<u>Date of Contract</u>	<u>Purchase Price</u>	<u>Total Payments to be Made</u>	<u>Payments Made by 4/30/2012</u>	<u>Balance at 4/30/2012</u>	<u>Payments Made FYE 2013</u>	<u>Total Payments Made</u>	<u>Balance Due at 4/30/2013</u>
FIRST NATIONAL BANK OF BEARDSTOWN FINANCIAL								
2009 F150 Pickup Loan # 3137627	07-21-09	\$ 16,620.00	\$ 18,481.65	\$ 12,321.00	\$ 6,161.00	\$ 6,161.00	\$ 18,482.00	\$ -
3 Annual payment of \$6,160.55 IFTRX12V79KC711219								
Two (2) Chevy Impalas Loan # 3136426	06-23-09	40,884.82	45,464.43	30,309.00	15,155.43	15,155.00	45,464.00	0.43
Annual Payment of \$15,154.81								
2009 Ford F 350 Truck Loan # 3137643	07-21-09	40,500.00	45,036.00	30,023.00	15,013.00	15,013.00	45,036.00	-
3 Annual Payments of \$15,012.17 IFDWF37R79EB22171								
2009 F 150 Pickup Loan # 3137635	07-21-09	16,620.00	18,481.65	12,321.00	6,160.65	6,161.00	18,482.00	-
3 Annual Payments of \$6,160.55 IFTRX12V59KC71818								
WEST CENTRAL BANK								
2012 Chevrolet Impala Loan # 30200108	12-08-11	21,706.00	23,023.00	-	23,023.00	7,674.00	7,674.00	15,349.00
3 Annual payments of 7674.27 2G1WD5E37C1175605								
2012 Chevrolet Impala Loan # 30200109	12-08-11	21,706.00	23,023.00	-	23,023.00	7,674.00	7,674.00	15,349.00
3 Annual payments of 7674.27 2G1WD5E38C1172230								
2011 JD 3105 J Loader/Backhoe Loan # 30200065	10-21-11	75,675.00	79,748.00	-	79,748.00	26,583.00	26,583.00	53,165.00
3 Annual payments of 26,582.62 Public Works Building Monthly payments of \$3,000.	07-25-42	375,000.00	452,108.00	-	-	55,000.00	55,000.00	397,108.00
ILLINOIS FINANCIAL AUTHORITY								
2006 INT. Fire Truck VIN 1 HTMKAZR56H313643	01-25-05	61,010.00	61,010.00	21,353.00	39,657.00	3,051.00	24,404.00	36,606.00

**CITY OF BEARDSTOWN
NOTES TO FINANCIAL STATEMENTS
SCHEDULE OF NOTES PAYABLE AND LEASE CONTRACTS
FYE 4/30/2013**

	<u>Date of Contract</u>	<u>Purchase Price</u>	<u>Total Payments to be Made</u>	<u>Payments Made by 4/30/2012</u>	<u>Balance at 4/30/2012</u>	<u>Payments Made FYE 2013</u>	<u>Total Payments Made</u>	<u>Balance Due at 4/30/2013</u>
ILLINOIS FINANCIAL AUTHORITY Fire Fighting Apparatus	09-12-05	162,498.95	162,498.95	48,750.00	113,748.95	8,124.94	56,874.94	105,624.01
WELLS FARGO EQUIPMENT FINANCE 2008 Vermeer Brush Chipper	07-10-08	35,500.00	39,739.00	31,129.00	8,610.00	7,948.00	39,077.00	662.00
CDS OFFICE TECHNOLOGIES Sharp MX3100 Copier	03-04-10	13,500.00	13,500.00	5,625.00	7,875.00	2,700.00	8,325.00	5,175.00
FIRST NATIONAL BANK 2012 Bobcat Excavator AJRY 11477 E26	08-08-12	37,199.00	40,004.00	-	-	-	-	40,004.00
WEST CENTRAL BANK 2012 Chevrolet Impala Loan # 30200108 3 Annual payments of 7674.27 2G1WD5E37C1175605	12-08-11	15,349.00	7,675.00	7,674.00	-	-	-	-
2012 Chevrolet Impala Loan # 30200109 3 Annual payments of 7674.27 2G1WD5E38C1172230	12-08-11	15,349.00	7,675.00	7,674.00	-	-	-	-
2011 JD 3105 J Loader/Backhoe Loan # 30200065 3 Annual payments of 26,582.62	10-21-11	53,165.00	26,583.00	26,582.00	-	-	-	-
Public Works Building Annual payments of \$36,000	41115	397,108.00	36,000.00	36,000.00	36,000.00	36,000.00	36,000.00	217,108.00

**CITY OF BEARDSTOWN, ILLINOIS
REQUIRED SUPPLEMENTARY INFORMATION - PENSION PLANS**

April 30, 2013

**CITY OF BEARDSTOWN
EMPLOYER NUMBER 00116R
REQUIRED SUPPLEMENTARY INFORMATION
Schedule of Funding Progress - Regular Employees**

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Liability (AAL) - Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Fund Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
12/31/2012	2,026,868	2,679,400	652,532	75.65%	1,006,325	64.84%
12/31/2011	1,917,499	2,531,556	614,057	75.74%	1,017,897	60.33%
12/31/2010	2,439,197	3,243,677	804,480	75.20%	1,176,163	68.40%
12/31/2009	2,304,800	2,961,704	656,904	77.82%	1,170,260	56.13%
12/31/2008	2,417,525	2,822,228	404,703	85.66%	995,271	40.66%

On a market value basis, the actuarial value of assets as of December 31, 2011 is \$2,130,279. On a market basis, the funded ratio would be 79.51%. The actual value of assets and accrued liability cover active and inactive members who have service credit with the City. They do not include amounts for retirees. The actuarial accrued liability for retirees is 100% funded.

**CITY OF BEARDSTOWN
EMPLOYER NUMBER 00116S
REQUIRED SUPPLEMENTARY INFORMATION
Schedule of Funding Progress - Sheriff's Law Enforcement Personnel Employees**

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Liability (AAL) - Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Fund Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
12/31/2012	120,558	178,983	58,425	67.36%	50,442	115.83%
12/31/2011	101,985	157,954	55,969	64.57%	48,931	114.38%
12/31/2010	88,355	141,599	53,244	62.40%	48,344	110.14%
12/31/2009	73,738	127,829	54,091	57.68%	48,573	111.36%

On a market value basis, the actuarial value of assets as of December 31, 2011 is \$123,009. On a market basis, the funded ratio would be 68.73%. The actual value of assets and accrued liability cover active and inactive members who have service credit with the City. They do not include amounts for retirees. The actuarial accrued liability for retirees is 100% funded.

**REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND
ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF
FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH
*GOVERNMENT AUDITING STANDARDS***

To the City Council
City of Beardstown, Illinois

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Beardstown, Illinois, as of and for the year ended April 30, 2013, which collectively comprise the City of Beardstown, Illinois's basic financial statements and have issued our report thereon dated September 26, 2013. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the City of Beardstown's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinions on the financial statements and not to provide an opinion of on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses.

Compliance and other Matters

As part of obtaining reasonable assurance about whether the City of Beardstown's financial statements are free of material misstatements, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those

provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

This report is intended solely for the information and use of the audit committee, management, City Council, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

A handwritten signature in black ink, appearing to read "Myers & Myers CPAs". The signature is written in a cursive, flowing style.

Myers & Myers CPAs, Ltd.
Beardstown, Illinois
September 26, 2013

CITY OF BEARDSTOWN, ILLINOIS
COMBINING STATEMENT OF ASSETS, LIABILITIES & FUND BALANCE
ARISING FROM CASH TRANSACTIONS - NONMAJOR GOVERNMENTAL FUNDS
April 30, 2013

	AMBULANCE	DRUG PROGRAM	MUNICIPAL BAND	CIVIL DEFENSE	WORKMENS COMP.	MOTOR FUEL TAX	DUI EQUIPMENT	CHRISTMAS BASKET
ASSETS								
Cash	\$203,917	\$4,234	\$8,958	\$5,932	\$56,233	\$411,672	\$6,647	\$6,640
Invested in CD's	0	0	0	0	0	0	0	-
Due From Other Funds	0	0	0	0	0	0	0	-
Note Receivable	0	0	0	0	0	0	0	-
Total Assets	\$203,917	\$4,234	\$8,958	\$5,932	\$56,233	\$411,672	\$6,647	\$6,640

LIABILITIES & FUND BALANCE

LIABILITIES								
Due to Other Funds	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Fund Overdrafts	0	0	0	0	0	0	0	-
Total Liabilities	0	0	0	0	0	0	0	-

FUND BALANCES

Nonspendable:								
Long Term Receivables								
Restricted for:								
Capital Projects						411,672	6,647	
Special Revenue Funds		4,234	8,958	5,932	56,233			
Assigned:								
General Government Expenditures	203,917							\$6,640
Committed:								
Unassigned:								
Special Revenue Funds								
Fund Balance	203,917	4,234	8,958	5,932	56,233	411,672	6,647	6,640
Total Liabilities & Fund Balance	\$203,917	\$4,234	\$8,958	\$5,932	\$56,233	\$411,672	\$6,647	\$6,640

Continued on next page

CITY OF BEARDSTOWN, ILLINOIS
COMBINING STATEMENT OF ASSETS, LIABILITIES & FUND BALANCE
ARISING FROM CASH TRANSACTIONS - NONMAJOR GOVERNMENTAL FUNDS
April 30, 2013

	IMRF	SOCIAL SECURITY	CDAP REVOLV. LOAN	TOURISM	CEMETERY	POLICE VEHICLE	FLOOD PREVENTION FUND
ASSETS							
Cash	\$21,139	\$3,028	\$100,248	\$15,972	\$44,603	\$1,933	\$-
Invested in CD's	-	-	-	-	257,059	-	-
Due From Other Funds	-	-	-	-	-	-	-
Notes Receivable	-	-	267,411	-	-	-	-
Total Assets	\$21,139	\$3,028	\$367,659	\$15,972	\$301,662	\$1,933	\$-

LIABILITIES & FUND BALANCE

LIABILITIES							
Due to Other Funds	\$0	\$0	-	\$0	\$0	\$0	0
Fund Overdrafts	0	0	0	0	0	0	0
Total Liabilities	0	0	0	0	0	0	0
FUND BALANCES							
Nonspendable:							
Long Term Receivables			267,411				
Restricted for:							
Capital Projects							
Special Revenue Funds	21,139	3,028		15,972	301,662		
Assigned:							
General Government Expenditures			100,248			1,933	0
Committed:							
Unassigned:							
Special Revenue Funds							
Total Fund Balances	21,139	3,028	367,659	15,972	301,662	1,933	0
Total Liabilities & Fund Balance	\$21,139	\$3,028	\$367,659	\$15,972	\$301,662	\$1,933	\$0

Continued on next page

The Notes to Financial Statements are an integral part of these financial statements.

CITY OF BEARDSTOWN, ILLINOIS
 COMBINING STATEMENT OF ASSETS, LIABILITIES & FUND BALANCE
 ARISING FROM CASH TRANSACTIONS - NONMAJOR GOVERNMENTAL FUNDS
 April 30, 2013

ASSETS	PROJECT TIGER PRIDE	GARBAGE SURPLUS	TOTALS MEMORANDUM ONLY
Cash	\$ 8,395	\$ 37,382	\$936,933
Invested in CD's	-	-	\$257,059
Due From Other Funds	-	-	\$0
Notes Receivable	-	-	\$267,411
Total Assets	\$ 8,395	\$ 37,382	\$ 1,461,403

LIABILITIES & FUND BALANCE

Due to Other Funds	\$0	\$0	\$0
Fund Overdrafts	0	0	\$0
Total Liabilities	0	0	0
FUND BALANCES			
Nonspendable:			
Long Term Receivables			\$267,411
Restricted for:			
Capital Projects			\$411,672
Special Revenue Funds			\$423,805
Assigned:			
General Government Expenditures	8,395	37,382	\$358,515
Committed:			
Unassigned:			
Special Revenue Funds			
Total Fund Balances	8,395	37,382	\$1,461,403
Total Liabilities & Fund Balance	\$8,395	\$37,382	\$1,461,403

The Notes to Financial Statements are an integral part of these financial statements.

CITY OF BEARDSTOWN, ILLINOIS
COMBINING STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS
AND CHANGES IN FUND BALANCES -NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDING APRIL 30, 2013

	AMBULANCE	DRUG PROGRAM	MUNICIPAL BAND	CIVIL DEFENSE	WORKMENS COMP.	MOTOR FUEL TAX	DUI EQUIPMENT	CHRISTMAS BASKET
CASH RECEIPTS								
Real estate tax, penalty and interest included	\$136,464	\$0	\$0	\$1,498	\$128,234	\$0	0	0
Other tax revenues	-	-	-	-	-	175,560	-	-
Fees for services	278,921	-	-	-	-	-	-	-
Grants and Donations	1,150	-	-	-	-	-	-	3,725
Interest income	338	8	14	9	96	640	5	13
Miscellaneous	-	1,511	-	-	-	-	7,494	-
Total Receipts	416,873	1,519	14	1,507	128,330	176,200	7,499	3,738
CASH DISBURSEMENTS								
Current Operations	354,154	4,000	-	4,119	159,712	-	-	4,160
Capital Expenditures	7,278	-	-	-	-	51,936	5,550	-
Total Cash Disbursements	361,432	4,000	-	4,119	159,712	51,936	5,550	4,160
Excess of Cash Receipts Over (Under) Cash Disbursements	55,441	(2,481)	14	(2,612)	(31,382)	124,264	1,949	(422)
OTHER SOURCES & USES								
Operating Transfers Out	-	-	-	-	-	-	-	-
Operating Transfers In	-	-	-	-	-	-	-	-
Excess (Deficit)	55,441	(2,481)	14	(2,612)	(31,382)	124,264	1,949	(422)
Fund Balance, Beginning	148,476	6,715	8,944	8,544	87,615	287,408	4,698	7,062
Fund Balance, Ending	203,917	4,234	8,958	5,932	56,233	411,672	6,647	6,640

Continued on next page

**CITY OF BEARDSTOWN, ILLINOIS
COMBINING STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS
AND CHANGES IN FUND BALANCES -NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDING APRIL 30, 2013**

	IMRF	SOCIAL SECURITY	CDAP REVOLV. LOAN	TOURISM	CEMETERY	FLOOD PREVENTION	POLICE VEHICLE
CASH RECEIPTS							
Real estate tax, penalty and interest included	\$ 81,855	\$ 88,874	\$ -	\$ -	\$ -	\$ -	\$ -
Other tax revenues	-	-	-	9,869	-	-	-
Fees for services	-	-	-	-	37,900	-	-
Grants and Donations	-	-	-	-	-	-	2,230
Interest income	78	51	6,374	26	4,075	-	1
Miscellaneous	620	1,055	-	-	8,548	-	-
Total Cash Receipts	82,553	89,980	6,374	9,895	50,523	-	2,231
CASH DISBURSEMENTS							
Current Operations	114,812	114,310	12,359	6,503	120,012	2,250	-
Capital Expenditures	-	-	-	-	-	-	2,000
Total Cash Disbursements	114,812	114,310	12,359	6,503	120,012	2,250	2,000
Excess of Cash Receipts Over (Under) Cash Disbursements	(32,259)	(24,330)	(5,985)	3,392	(69,489)	(2,250)	231
OTHER SOURCES & USES							
Operating Transfers Out	-	-	-	-	(15,204)	-	-
Operating Transfers In	-	-	-	-	86,763	-	-
Excess (Deficit) Correction of Error	(32,259)	(24,330)	(5,985)	3,392	2,070	(2,250)	231
Fund Balance, Beginning	53,398	27,358	377,596	12,580	299,592	2,250	1,702
Fund Balance, Ending	\$21,139	\$3,028	\$367,659	\$15,972	\$301,662	\$0	\$1,933

Continued on next page

**CITY OF BEARDSTOWN, ILLINOIS
COMBINING STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS
AND CHANGES IN FUND BALANCES -NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDING APRIL 30, 2013**

	PROJECT TIGER PRIDE	GARBAGE SURPLUS	TOTALS MEMORANDUM ONLY
	\$	-	\$
CASH RECEIPTS			
Real estate tax, penalty and interest included			436,925
Other tax revenues			185,429
Fees for services		247,490	564,311
Grants	15,500		22,605
Interest income	15	45	11,788
Miscellaneous			19,228
Total Cash Receipts	15,515	247,535	1,240,286
CASH DISBURSEMENTS			
Current Operations	22,757	234,459	1,153,607
Capital Expenditures			66,764
Total Cash Disbursements	22,757	234,459	1,220,371
Excess of Cash Receipts Over (Under) Cash Disbursements	(7,242)	13,076	19,915
OTHER SOURCES & USES			
Operating Transfers Out			(15,204)
Operating Transfers In			86,763
Excess (Deficit)	(7,242)	13,076	91,474
Fund Balance, Beginning	15,637	24,306	1,373,881
Fund Balance, Ending	8,395	37,382	1,465,355

The Notes to Financial Statements are an integral part of these financial statements.

CITY OF BEARDSTOWN, ILLINOIS
 COMBINING STATEMENT OF ASSETS, LIABILITIES & FUND BALANCE
 ARISING FROM CASH TRANSACTIONS - SPECIAL REVENUE FUNDS
 April 30, 2013

	AMBULANCE	DRUG PROGRAM	MUNICIPAL BAND	CIVIL DEFENSE	WORKMENS COMP.	MOTOR FUEL TAX	DUI EQUIPMENT
ASSETS							
Cash	\$203,917	\$4,234	\$8,958	\$5,932	\$56,233	\$411,672	\$6,647
Invested in CD's	-	-	-	-	-	-	-
Due From Other Funds	-	-	-	-	-	-	-
Note Receivable	-	-	-	-	-	-	-
Total Assets	\$203,917	\$4,234	\$8,958	\$5,932	\$56,233	\$411,672	\$6,647
LIABILITIES & FUND BALANCE							
Due to Other Funds	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Total Liabilities	-	-	-	-	-	-	-
Fund Balance	203,917	4,234	8,958	5,932	56,233	411,672	6,647
Total Liabilities & Fund Balance	\$203,917	\$4,234	\$8,958	\$5,932	\$56,233	\$411,672	\$6,647

Continued on next page

CITY OF BEARDSTOWN, ILLINOIS
 COMBINING STATEMENT OF ASSETS, LIABILITIES & FUND BALANCE
 ARISING FROM CASH TRANSACTIONS - SPECIAL REVENUE FUNDS
 April 30, 2013

	IMRF	SOCIAL SECURITY	TAX INCREMENT FINANCING	CDAP REVOLV. LOAN	TOURISM	CEMETERY	POLICE VEHICLE
ASSETS							
Cash	\$21,139	\$3,028	\$250,758	\$100,248	\$15,972	\$44,603	\$1,933
Invested in CD's	-	-	-	-	-	257,059	-
Due From Other Funds	-	-	260,920	-	-	-	-
Notes Receivable				267,411			
Total Assets	\$21,139	\$3,028	\$511,678	\$367,659	\$15,972	\$301,662	\$1,933

LIABILITIES & FUND BALANCE							
Due to Other Funds	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Total Liabilities	-	-	-	-	-	-	-
Fund Balance	21,139	3,028	511,678	367,659	15,972	301,662	1,933
Total Liabilities & Fund Balance	\$21,139	\$3,028	\$511,678	\$367,659	\$15,972	\$301,662	\$1,933

Continued on next page

CITY OF BEARDSTOWN, ILLINOIS
COMBINING STATEMENT OF ASSETS, LIABILITIES & FUND BALANCE
ARISING FROM CASH TRANSACTIONS - SPECIAL REVENUE FUNDS
 April 30, 2013

	FLOOD PREVENTION FUND	CHRISTMAS BASKET FUND	PROJECT TIGER PRIDE	GARBAGE SURPLUS	TOTALS MEMORANDUM ONLY
ASSETS					
Cash	-	\$6,640	8,395	\$ 37,382	\$ 1,187,691
Invested in CD's	-	-	-	-	257,059
Due From Other Funds	-	-	-	-	260,920
Notes Receivable	-	-	-	-	267,411
Total Assets	\$ -	\$ 6,640	\$ 8,395	\$ 37,382	\$ 1,705,670

LIABILITIES & FUND BALANCE					
Due to Other Funds	-	-	-	-	-
Total Liabilities	-	-	-	-	-
Fund Balance	-	6,640	8,395	37,382	1,973,081
Total Liabilities & Fund Balance	\$ -	\$ 6,640	\$ 8,395	\$ 37,382	\$ 1,973,081

The Notes to Financial Statements are an integral part of these financial statements.

**CITY OF BEARDSTOWN, ILLINOIS
COMBINING STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS
AND CHANGES IN FUND BALANCES-SPECIAL REVENUE FUNDS
FOR THE YEAR ENDING APRIL 30, 2013**

	AMBULANCE	DRUG PROGRAM	MUNICIPAL BAND	CIVIL DEFENSE	WORKMENS COMP.	MOTOR FUEL TAX	DUI EQUIPMENT
CASH RECEIPTS							
Real estate tax, penalty and interest included	\$ 136,464	\$ -	\$ -	1,498	\$ 128,234	\$ -	\$ -
Other tax revenues	-	-	-	-	-	175,560	-
Fees for services	278,921	-	-	-	-	-	-
Grants and Donations	1,150	-	-	-	-	-	-
Interest income	338	8	14	9	96	640	5
Miscellaneous	-	1,511	-	-	-	-	7,494
Total Receipts	416,873	1,519	14	1,507	128,330	176,200	7,499
CASH DISBURSEMENTS							
Loan Losses	-	-	-	-	-	-	-
Current Operations	354,154	4,000	-	4,119	159,712	-	-
Capital Expenditures	7,278	-	-	-	-	51,936	5,550
Total Cash Disbursements	361,432	4,000	-	4,119	159,712	51,936	5,550
Excess of Cash Receipts Over (Under) Cash Disbursements	55,441	(2,481)	14	(2,612)	(31,382)	124,264	1,949
OTHER SOURCES & USES							
Operating Transfers Out	-	-	-	-	-	-	-
Operating Transfers In	-	-	-	-	-	-	-
Excess (Deficit)	55,441	(2,481)	14	(2,612)	(31,382)	124,264	1,949
Fund Balance, Beginning	148,476	6,715	8,944	8,544	87,615	287,408	4,698
Fund Balance, Ending	\$ 203,917	\$ 4,234	\$ 8,958	\$ 5,932	\$ 56,233	\$ 411,672	\$ 6,647

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CITY OF BEARDSTOWN, ILLINOIS
COMBINING STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS
AND CHANGES IN FUND BALANCES -SPECIAL REVENUE FUNDS
FOR THE YEAR ENDING APRIL 30, 2013

	IMRF	SOCIAL SECURITY	TAX INCREMENT FINANCING	CDAP REVOLV. LOAN	TOURISM	CEMETERY	FLOOD PREVENTION
CASH RECEIPTS							
Real estate tax, penalty and interest included	\$ 81,855	\$ 88,874	\$ 501,470	\$ -	\$ -	\$ -	\$ -
Other tax revenues	-	-	-	-	9,869	-	-
Fees for services	-	-	-	-	-	37,900	-
Grants and Donations	-	-	-	-	-	-	-
Interest income	78	51	1,125	6,374	26	4,075	-
Miscellaneous	620	1,055	4,380	-	-	8,548	-
Total Cash Receipts	82,553	89,980	506,975	6,374	9,895	50,523	-
CASH DISBURSEMENTS							
Current Operations	114,812	114,310	-	12,359	6,503	120,012	2,250
Capital Expenditures	-	-	571,234	-	-	-	-
Total Cash Disbursements	114,812	114,310	571,234	12,359	6,503	120,012	2,250
Excess of Cash Receipts Over (Under) Cash Disbursements	(32,259)	(24,330)	(64,259)	(5,985)	3,392	(69,489)	(2,250)
OTHER SOURCES & USES							
Operating Transfers Out	-	-	-	-	-	(15,204)	-
Operating Transfers In	-	-	-	-	-	86,763	-
Excess (Deficit) Correction of Error	(32,259)	(24,330)	(64,259)	(5,985)	3,392	2,070	(2,250)
Fund Balance, Beginning	53,398	27,358	575,937	377,596	12,580	299,592	2,250
Fund Balance, Ending	\$21,139	\$3,028	\$511,678	\$367,659	\$15,972	\$301,662	\$0

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The Notes to Financial Statements are an integral part of these financial statements.

**CITY OF BEARDSTOWN, ILLINOIS
 COMBINING STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS
 AND CHANGES IN FUND BALANCES -SPECIAL REVENUE FUNDS
 FOR THE YEAR ENDING APRIL 30, 2013**

	POLICE VEHICLE	CHRISTMAS BASKET	PROJECT TIGER PRIDE	GARBAGE SURPLUS	TOTALS MEMORANDUM ONLY
CASH RECEIPTS					
Real estate tax, penalty and interest included	\$ -	\$ -	\$ -	\$ -	938,395
Other tax revenues	-	-	-	-	185,429
Fees for services	-	-	-	247,490	564,311
Grants	2,230	3,725	15,500	-	22,605
Interest income	1	13	15	45	12,913
Miscellaneous	-	-	-	-	23,608
Total Cash Receipts	2,231	3,738	15,515	247,535	1,747,261
CASH DISBURSEMENTS					
Current Operations	-	4,160	22,757	234,459	1,153,607
Capital Expenditures	2,000	-	-	-	637,998
Total Cash Disbursements	2,000	4,160	22,757	234,459	1,791,605
Excess of Cash Receipts Over (Under) Cash Disbursements	231	(422)	(7,242)	13,076	(44,344)
OTHER SOURCES & USES					
Operating Transfers Out	-	-	-	-	(15,204)
Operating Transfers In	-	-	-	-	86,763
Excess (Deficit)	231	(422)	(7,242)	13,076	27,215
Fund Balance, Beginning	1,702	7,062	15,637	24,306	1,949,818
Fund Balance, Ending	\$1,933	\$6,640	\$8,395	\$37,382	\$1,973,081

The Notes to Financial Statements are an integral part of these financial statements.

CITY OF BEARDSTOWN, ILLINOIS
 COMBINING STATEMENT OF ASSETS AND LIABILITIES AND FUND BALANCE
 ARISING FROM CASH TRANSACTIONS - CEMETERY FUNDS
 April 30, 2013

	OPERATIONS	PERPETUAL CARE	LAND PURCHASE	MEMORIAL FUNDS	TOTAL (MEMO) (ONLY)
ASSETS					
Cash	\$ 7,748	\$ 17,803	\$ 16,158	\$ 2,894	\$ 44,603
Invested in Certificates of Deposit	-	257,059	-	-	257,059
Due From Other Funds	-	-	-	-	-
Total Assets	\$ 7,748	\$ 274,862	\$ 16,158	\$ 2,894	\$ 301,662
LIABILITIES & FUND BALANCE					
Due to Other Funds	\$ -	\$ -	\$ -	\$ -	\$ -
Total Liabilities	-	-	-	-	-
Fund Balance	7,748	274,862	16,158	2,894	301,662
Total Liabilities & Fund Balance	\$ 7,748	\$ 274,862	\$ 16,158	\$ 2,894	\$ 301,662

The Notes to Financial Statements are an integral part of these financial statements.

**CITY OF BEARDSTOWN, ILLINOIS
COMBINING STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS,
AND CHANGES IN FUND BALANCE - CEMETERY FUNDS
FOR THE YEAR ENDING APRIL 30, 2013**

	OPERATIONS	PERPETUAL CARE	LAND PURCHASE	MEMORIAL FUNDS	TOTAL (MEMO) (ONLY)	BUDGET	VARIANCE FAVORABLE (UNFAVORABLE)
CASH RECEIPTS							
\$	24,500	-	-	-	24,500	\$ 33,000	\$ (8,500)
Grave Opening Fees	-	13,200	-	200	13,400	21,000	(7,600)
Sale of Lots	1	4,037	32	5	4,075	12,031	(7,956)
Interest Income	8,548	-	-	-	8,548	400	8,148
Miscellaneous	33,049	17,237	32	205	50,523	66,431	(15,908)
Total Cash Receipts							
CASH DISBURSEMENTS							
	39,748	-	-	-	39,748	40,100	352
OPERATIONS	52,267	-	-	-	52,267	90,000	37,733
Sexton Wages	-	-	-	-	-	1,000	1,000
Full & Part Time Employees	1,453	-	-	-	1,453	1,500	47
Tree Removal	11,581	-	-	-	11,581	7,475	(4,106)
Telecommunications	1,539	-	-	-	1,539	2,000	461
Repairs & Maintenance	3,927	-	-	-	3,927	8,000	4,073
Utilities	9,040	-	-	-	9,040	8,000	(1,040)
Gas & Oil	257	200	-	-	457	15,850	15,393
Supplies, Parts & Tools	119,812	200	-	-	120,012	173,925	53,913
Miscellaneous							
Total Operating Expense							
CAPITAL DISBURSEMENTS							
	-	-	-	-	-	10,500	10,500
OPERATIONS	-	-	-	-	-	17,864	17,864
New Equipment	-	-	-	-	-	2,815	2,815
Land Acquisition							
Roads	119,812	200	-	-	120,012	205,104	85,092
Total Expenses							
Excess of Cash Receipts Over (Under) Cash Disbursements	\$ (86,763)	\$ 17,037	\$ 32	\$ 205	\$ (69,489)	\$ (138,673)	\$ 69,184

Continued on next page

The Notes to Financial Statements are an integral part of these financial statements.

CITY OF BEARDSTOWN, ILLINOIS
 COMBINING STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS,
 AND CHANGES IN FUND BALANCE - CEMETERY FUNDS (CONTINUED)
 FOR THE YEAR ENDING APRIL 30, 2013

	OPERATIONS	PERPETUAL CARE	LAND PURCHASE	MEMORIAL FUNDS	TOTAL (MEMO) (ONLY)	BUDGET	VARIANCE FAVORABLE (UNFAVORABLE)
OTHER SOURCES & USES							
Operating Transfers In	\$ 86,763	\$ -	\$ -	\$ -	\$ 86,763	\$ 136,150	\$ 49,387
Operating Transfers Out	-	(15,171)	(33)	-	(15,204)	(30,430)	(15,226)
Total Other Sources & (Uses)	86,763	(15,171)	(33)	-	71,559	105,720	34,161
Excess of Cash Receipts and Other Sources over (under) Cash Disbursements and Other Uses	(0)	1,866	(1)	205	2,070	(32,953)	35,023
Fund Balance, Beginning	7,748	272,996	16,159	2,689	299,592		
Fund Balance, Ending	\$ 7,748	\$ 274,862	\$ 16,158	\$ 2,894	\$ 301,662		

CITY OF BEARDSTOWN, ILLINOIS
COMBINING STATEMENT OF ASSETS AND LIABILITIES AND RETAINED EARNINGS
ARISING FROM CASH TRANSACTIONS - WATERWORKS FUNDS
 April 30, 2013

	SERIES 2007A BOND AND INTEREST	IEPA LOAN 17-2563	SERIES 2007A PROJECT FUND	WATER INCREMENT	WATER IMPROVEMENT GRANT	IEPA LOAN 17-2562	IEPA 172562 BOND & INTEREST
ASSETS							
Cash	\$ 60,307	\$ -	\$ -	\$ 149,600	\$ 1	\$ 73,965	\$ 220,431
Invested in Certificates of Deposit	-	-	-	-	-	-	-
Property, Plant, & Equipment	-	310,100	920,738	440,422	870,020	2,382,397	5,338,000
Less: Accumulated Depreciation	-	-	(72,202)	(6,950)	(35,645)	(138,192)	(209,081)
Net Property, Plant & Equipment	-	310,100	848,536	433,472	834,375	2,244,205	5,128,919
Other Assets:							
Bond Issue Costs	-	-	55,021	-	-	-	-
Unamortized Deferred Item	-	-	-	-	-	-	-
Total Other Assets	-	-	55,021	-	-	-	-
Total Assets	60,307	310,100	903,557	583,072	834,376	2,318,170	5,349,350
LIABILITIES & EQUITY							
Current Liabilities							
Current Portion of Long Term Debt	-	-	20,000	-	-	96,154	195,589
Total Current Liabilities	-	-	20,000	-	-	96,154	195,589
Long Term Liabilities							
Revenue Bonds	-	-	380,000	-	-	1,538,461	3,824,605
Total Liabilities	-	-	400,000	-	-	1,634,615	4,020,194
EQUITY							
Retained Earnings	60,307	310,100	503,557	583,072	834,376	683,555	1,329,156
Total Liabilities & Equity	\$ 60,307	\$ 310,100	\$ 903,557	\$ 583,072	\$ 834,376	\$ 2,318,170	\$ 5,349,350

Continued on next page

CITY OF BEARDSTOWN, ILLINOIS
COMBINING STATEMENT OF ASSETS AND LIABILITIES AND RETAINED EARNINGS
ARISING FROM CASH TRANSACTIONS - WATERWORKS FUNDS
April 30, 2013

	SERIES 2004					
	WATER FUND	OPERATION & MAINT.	BOND RESERVE	REPLACE- MENT & EXTENSION	PRINCIPAL & INTEREST	TOTAL (MEMO (ONLY)
ASSETS						
Cash	\$ 181,393	-	\$ 83,185	\$ 17,089	\$ 44,786	\$ 830,757
Invested in Certificates of Deposit	-	-	85,000	15,000	7,000	107,000
Property, Plant, & Equipment	-	632,944	-	-	1,694,028	-
Less: Accumulated Depreciation	-	(75,511)	-	-	(1,253,072)	-
Net Property, Plant & Equipment	-	557,433	-	-	440,956	-
Other Assets:						
Bond Issue Costs	-	-	-	-	68,351	-
Total Other Assets	-	-	-	-	68,351	-
Total Assets	181,393	557,433	168,185	32,089	561,093	11,859,125
LIABILITIES & EQUITY						
Current Liabilities						
Current Portion of Long Term Debt	-	-	-	-	80,000	-
Total Current Liabilities	-	-	-	-	80,000	391,743
Long Term Liabilities						
Revenue Bonds	-	-	-	-	85,000	-
Total Liabilities	-	-	-	-	165,000	6,219,809
EQUITY						
Retained Earnings	181,393	557,433	168,185	32,089	396,093	-
Total Liabilities & Equity	\$ 181,393	\$ 557,433	\$ 168,185	\$ 32,089	\$ 561,093	\$ 11,859,125

The Notes to Financial Statements are an integral part of these financial statements.

CITY OF BEARDSTOWN, ILLINOIS
COMBINING STATEMENT OF ASSETS AND LIABILITIES AND RETAINED EARNINGS
ARISING FROM CASH TRANSACTIONS - SEWER SYSTEM FUNDS
April 30, 2013

	SERIES 2007B PROJECT	SEWER IMPROVEMENT GRANT	SERIES 2007B BOND AND INTEREST	SEWER INCREMENT
ASSETS				
Cash	-	-	106,854	82,456
Invested in Certificates of Deposit	-	-	-	-
Property, Plant, & Equipment	1,163,105	16,406	-	199,654
Less: Accumulated Depreciation	(97,771)	-	-	(12,831)
Net Property, Plant & Equipment	1,065,334	16,406	-	186,823
Other Asset - Bond Issue Costs	55,028	-	-	-
Total Assets	\$ 1,120,362	\$ 16,406	\$ 106,854	\$ 269,279
LIABILITIES & EQUITY				
Current Liabilities				
Due to Other Funds	-	-	-	-
Current Portion of Long Term Debt	55,000	-	-	-
Total Current Liabilities	55,000	-	-	-
Long Term Liabilities				
Revenue Bonds Payable	935,000	-	-	-
Total Long Term Liabilities	935,000	-	-	-
Total Liabilities	990,000	-	-	-
EQUITY				
Contributed Capital	-	-	-	-
Retained Earnings	130,362	16,406	106,854	269,279
Total Equity	130,362	16,406	106,854	269,279
Total Liabilities & Equity	1,120,362	16,406	106,854	269,279

Continued on next page

CITY OF BEARDSTOWN, ILLINOIS
COMBINING STATEMENT OF ASSETS AND LIABILITIES AND RETAINED EARNINGS
ARISING FROM CASH TRANSACTIONS - SEWER SYSTEM FUNDS
April 30, 2013

ASSETS	SURPLUS	BOND & INTEREST	JR. LIEN BOND RESERVE	BOND DEPR- ECIATION	OPERATION & MAINT.	TOTAL (MEMO) (ONLY)
Cash	\$ 154,359	\$ -	\$ -	\$ 11,041	\$ -	\$ 354,710
Invested in Certificates of Deposit	10,005	-	87,120	36,000	-	133,125
Property, Plant, & Equipment	-	1,848,392	-	-	2,607,433	5,834,990
Less: Accumulated Depreciation	-	(754,987)	-	-	(886,725)	(1,752,314)
Net Property, Plant & Equipment	-	1,093,405	-	-	1,720,708	4,082,676
Other Asset - Bond Issue Costs						55,028
Total Assets	\$ 164,364	\$ 1,093,405	\$ 87,120	\$ 47,041	\$ 1,720,708	\$ 4,625,539
LIABILITIES & EQUITY						
Current Liabilities						
Due to Other Funds	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Current Portion of Long Term Debt	-	-	-	-	-	55,000
Total Current Liabilities	-	-	-	-	-	55,000
Long Term Liabilities						
Revenue Bonds Payable	-	-	-	-	-	935,000
Total Long Term Liabilities	-	-	-	-	-	935,000
Total Liabilities	-	-	-	-	-	990,000
EQUITY						
Contributed Capital	-	405,000	-	-	-	405,000
Retained Earnings	164,364	688,405	87,120	47,041	1,720,708	3,230,539
Total Equity	164,364	1,093,405	87,120	47,041	1,720,708	3,635,539
Total Liabilities & Equity	\$ 164,364	\$ 1,093,405	\$ 87,120	\$ 47,041	\$ 1,720,708	\$ 4,625,539

The Notes to Financial Statements are an integral part of these financial statements.

CITY OF BEARDSTOWN, ILLINOIS
COMBINING STATEMENT OF ASSETS AND LIABILITIES AND RETAINED EARNINGS
ARISING FROM CASH TRANSACTIONS - PROPRIETARY FUNDS
April 30, 2013

ASSETS	SEWER	WATER- WORKS	TOTAL (MEMO) (ONLY)
Cash	\$ 354,710	\$ 830,757	\$ 1,185,467
Invested in Certificates of Deposit	133,125	107,000	240,125
Property, Plant, & Equipment	5,834,990	12,588,649	18,423,639
Less: Accumulated Depreciation	(1,752,314)	(1,790,653)	(3,542,967)
Net Property, Plant & Equipment	4,082,676	10,797,996	14,880,672
Other Assets			
Bond Issue Costs	55,028	123,372	178,400
Total Other Assets	55,028	123,372	178,400
Total Assets	\$ 4,625,539	\$ 11,859,125	\$ 16,484,664
LIABILITIES & EQUITY			
Current Liabilities			
Due to Other Funds	-	-	-
Current Portion of Long Term Debt	55,000	391,743	446,743
Total Current Liabilities	55,000	391,743	446,743
Long Term Liabilities			
Revenue Bonds Payable	935,000	5,828,066	6,763,066
Total Long Term Liabilities	935,000	5,828,066	6,763,066
Total Liabilities	990,000	6,219,809	7,209,809
EQUITY			
Contributed Capital	405,000	-	405,000
Retained Earnings	3,230,539	5,639,316	8,869,855
Total Equity	3,635,539	5,639,316	9,274,855
Total Liabilities & Equity	\$ 4,625,539	\$ 11,859,125	\$ 16,484,664

The Notes to Financial Statements are an integral part of these financial statements.

CITY OF BEARDSTOWN, ILLINOIS
SUPPLEMENTAL STATEMENT OF REVENUE RECEIVED, EXPENSES PAID
AND CHANGES IN RETAINED EARNINGS - WATERWORKS FUNDS
FOR THE YEARS ENDED APRIL 30, 2013 AND 2012

	2013	2013	2012	2012
	BUDGET	ACTUAL	ACTUAL	ACTUAL
Operating Revenue Received				
Current Use Charges	\$ 900,000	\$ 799,134	\$ 810,895	
Tap & Turn on Fees	5,500	5,138	1,628	
Rental Income	3,000	3,000	3,000	
Materials & Services	500	6,240	2,367	
Total Operating Revenue Received	<u>909,000</u>	<u>813,512</u>	<u>817,890</u>	
Operating Expenses Paid				
Wages	131,350	126,034	125,036	
Utilities	55,000	44,682	52,362	
Materials, Supplies & Chemicals	120,000	87,927	90,833	
Depreciation & Amortization	-	261,701	230,039	
Maintenance	191,000	44,018	88,994	
Other Costs	226,410	64,873	124,667	
Total Operating Expenses Paid	<u>723,760</u>	<u>629,235</u>	<u>711,931</u>	
Income from Operations	<u>185,240</u>	<u>184,277</u>	<u>105,959</u>	
Non-Operating Revenues Received (Expenses Paid)				
Interest Income	2,000	3,167	3,816	
Grants	765,000	470,000	331,673	
Interest Expense	(27,973)	(27,973)	(31,910)	
Total Non-Operating Revenues Received (Expenses Paid)	<u>739,027</u>	<u>445,194</u>	<u>303,579</u>	
Income (Loss) Before Operating Transfers	<u>924,267</u>	<u>629,471</u>	<u>409,538</u>	
Operating Transfers				
Operating Transfers In	-	818,188	797,720	
Operating Transfers Out	-	(818,188)	(797,720)	
Total Operating Transfers	<u>-</u>	<u>-</u>	<u>-</u>	
Net Income (Loss)	<u>924,267</u>	<u>629,471</u>	<u>409,538</u>	
Retained Earnings:				
Beginning of Year		5,009,845	4,600,307	
End of Year		<u>\$ 5,639,316</u>	<u>\$ 5,009,845</u>	

Capital Expenditures Budget:
Routine Improvements 220,506
Public Works Building 100,000
Water Transmission Phase 2 Construction 850,000
New Supply Wells Development 2,000,000
Water Meters/Main Replacement/Generator 330,000
Water Plant Improvements 1,500,000
Oak Grove Court Phase II Construction 175,000
Total Capital Expenditure Budget 5,175,506

Budgeted Principal Payments: \$418,967

CITY OF BEARDSTOWN, ILLINOIS
SUPPLEMENTAL STATEMENT OF REVENUE RECEIVED, EXPENSES PAID
AND CHANGES IN RETAINED EARNINGS - SEWER SYSTEM FUNDS
FOR THE YEARS ENDED APRIL 30, 2013 AND 2012

	2013	2013	2012	2012
	BUDGET	ACTUAL	ACTUAL	ACTUAL
Operating Revenues Received				
Current Use Charges	\$ 305,000	\$ 290,831	\$	292,884
Tap & Turn on Fees	300	-	-	-
Materials & Services	500	631	195	195
Total Operating Revenue Received	<u>305,800</u>	<u>291,462</u>	<u>293,079</u>	<u>293,079</u>
Operating Expenses Paid				
Wages	50,000	53,100	46,698	46,698
Materials & Supplies	12,000	7,161	11,274	11,274
Depreciation & Amortization	-	133,452	134,025	134,025
Maintenance	35,000	37,038	55,254	55,254
Other Costs	147,800	55,432	71,502	71,502
Total Operating Expenses Paid	<u>244,800</u>	<u>286,183</u>	<u>318,753</u>	<u>318,753</u>
Income from Operations	<u>61,000</u>	<u>5,279</u>	<u>(25,674)</u>	<u>(25,674)</u>
Non-Operating Revenues Received (Expenses Paid)				
Interest Income	2,000	1,622	2,171	2,171
Grants Received	40,000	56,406	48,000	48,000
Interest Expense	(43,063)	(42,562)	(45,026)	(45,026)
Total Non-Operating Revenues Received (Expenses Paid)	<u>(1,063)</u>	<u>15,466</u>	<u>5,145</u>	<u>5,145</u>
Income (Loss) Before Operating Transfers	<u>59,937</u>	<u>20,745</u>	<u>(20,529)</u>	<u>(20,529)</u>
Operating Transfers				
Operating Transfers In	-	319,788	282,349	282,349
Operating Transfers Out	-	(319,788)	(282,349)	(282,349)
Total Operating Transfers	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Income (Loss)	<u>59,937</u>	<u>20,745</u>	<u>(20,529)</u>	<u>(20,529)</u>
Retained Earnings:				
Beginning of Year		3,209,794	3,230,323	3,230,323
End of Year	<u>\$</u>	<u>3,230,539</u>	<u>\$</u>	<u>3,209,794</u>

Budgeted Principal Payments: \$55,000
 Depreciation is not included in the City's budget

Capital Budget:
 Improvements & Engineering \$ 32,334

**CITY OF BEARDSTOWN, ILLINOIS
COMBINING STATEMENT OF REVENUE RECEIVED, EXPENSES PAID
AND CHANGES IN RETAINED EARNINGS
FOR THE YEAR ENDED APRIL 30, 2013**

	SEWER SYSTEM	WATER WORKS	TOTAL (MEMO) (ONLY)
Operating Revenues Received			
Current Use Charges	\$ 290,831	\$ 799,134	\$ 1,089,965
Tap & Turn on Fees	-	5,138	5,138
Rental Income	-	3,000	3,000
Materials & Services	631	6,240	6,871
Total Operating Revenues Received	291,462	813,512	1,104,974
Operating Expenses Paid			
Wages	53,100	126,034	179,134
Utilities	-	44,682	44,682
Chemicals & Supplies	7,161	87,927	95,088
Depreciation & Amortization	133,452	261,701	395,153
Maintenance	37,038	44,018	81,056
Other Costs	55,432	64,873	120,305
Total Operating Expenses Paid	286,183	629,235	915,418
Income from Operations	5,279	184,277	189,556
Non-Operating Revenues Received (Expenses Paid)			
Interest Income	1,622	3,167	4,789
Grants	56,406	470,000	526,406
Interest Expense	(42,562)	(27,973)	(70,535)
Total Non-Operating Revenues Received (Expenses Paid)	15,466	445,194	460,660
Income (Loss) Before Operating Transfers	20,745	629,471	650,216
Operating Transfers			
Operating Transfers In	319,788	818,188	1,137,976
Operating Transfers Out	(319,788)	(818,188)	(1,137,976)
Total Operating Transfers	-	-	-
Net Income (Loss)	20,745	629,471	650,216
Correction of Error	-	-	-
Retained Earnings: Beginning	3,209,794	5,009,845	8,219,639
Retained Earnings: End of Year	\$ 3,230,539	\$ 5,639,316	\$ 8,869,855

The Notes to Financial Statements are an integral part of these financial statements.

**CITY OF BEARDSTOWN, ILLINOIS
STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS AND
CHANGES IN FUND BALANCE - BUDGET & ACTUAL
FOR THE YEAR ENDING APRIL 30, 2013**

CIVIL DEFENSE FUND

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
CASH RECEIPTS				
Real Estate Tax, including penalties and interest	\$ 1,500	\$ 1,500	\$ 1,498	\$ (2)
Interest Income	-	-	9	(9)
Total Cash Receipts	<u>1,500</u>	<u>1,500</u>	<u>1,507</u>	<u>(11)</u>
CASH DISBURSEMENTS				
New Equipment	8,606	8,606	4,119	4,487
Training Police and Firefighters	1,000	1,000	-	1,000
Total Cash Disbursements	<u>9,606</u>	<u>9,606</u>	<u>4,119</u>	<u>5,487</u>
Excess of Cash Receipts Over (Under) Cash Disbursements	<u>(8,106)</u>	<u>(8,106)</u>	<u>(2,612)</u>	<u>(5,494)</u>
Fund Balance, Beginning			<u>8,544</u>	
Fund Balance, Ending			<u>\$ 5,932</u>	

CITY OF BEARDSTOWN, ILLINOIS
STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS AND
CHANGES IN FUND BALANCE - BUDGET & ACTUAL
FOR THE YEAR ENDING APRIL 30, 2013

MUNICIPAL BAND FUND

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
CASH RECEIPTS				
Real Estate Tax, including penalties and interest	-	-	-	-
Interest Income	-	-	14	14
Total Cash Receipts	-	-	14	14
CASH DISBURSEMENTS				
Miscellaneous	1,000	1,000	-	1,000
Wages Paid to Band Members	7,506	7,506	-	7,506
Total Cash Disbursements	8,506	8,506	-	8,506
Excess of Cash Receipts Over (Under) Cash Disbursements	(8,506)	(8,506)	14	(8,520)
Fund Balance, Beginning			<u>8,944</u>	
Fund Balance, Ending			<u>\$ 8,958</u>	

CITY OF BEARDSTOWN, ILLINOIS
STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS AND
CHANGES IN FUND BALANCE - BUDGET & ACTUAL
FOR THE YEAR ENDING APRIL 30, 2013

AMBULANCE FUND

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
CASH RECEIPTS				
Cash County Real Estate Tax	\$ 136,500	\$ 136,500	\$ 136,464	\$ (36)
Fees & Services	265,000	265,000	278,921	13,921
Gifts and Other Income	-	-	1,150	1,150
Interest Income	-	-	338	338
Total Cash Receipts	401,500	401,500	416,873	15,373

CASH DISBURSEMENTS

Current Operations:

Ambulance Attendants Wages	360,600	360,600	304,031	56,569
Workers Compensation Insurance	40,500	40,500	-	40,500
Social Security Tax	24,000	24,000	-	24,000
State Unemployment Tax	8,500	8,500	-	8,500
IMRF	32,000	32,000	-	32,000
Health Insurance	65,000	65,000	-	65,000
Uniforms	2,000	2,000	990	1,010
Vehicle & Equipment Maintenance	15,000	15,000	9,371	5,629
Gas & Oil	15,000	15,000	12,789	2,211
Training & Education	5,000	5,000	1,180	3,820
Dues & Memberships	3,000	3,000	2,646	354
Ambulance & Medical Supplies	15,000	15,000	12,142	2,858
Telecommunications	7,400	7,400	5,049	2,351
Utilities	10,000	10,000	5,061	4,939
Administrative	3,000	3,000	769	2,231
Refunds	-	-	126	(126)
Contingency	40,000	40,000	-	40,000
Building & Grounds Maintenance	25,000	25,000	-	25,000
Total Current Operations	671,000	671,000	354,154	316,846

Capital Outlay - New Equipment

	20,000	20,000	7,278	12,722
Total Cash Disbursements	691,000	691,000	361,432	329,568

Excess of Cash Receipts Over (Under) Cash Disbursements before Transfers

	(289,500)	(289,500)	55,441	(344,941)
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Transfers In From General Fund

	-	-	-	-
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Excess of Cash Receipts and Transfers In Over (Under) Cash Disbursements

	(289,500)	(289,500)	55,441	(344,941)
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Fund Balance, Beginning

148,476

Fund Balance, Ending

\$ 203,917

CITY OF BEARDSTOWN, ILLINOIS
STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS AND
CHANGES IN FUND BALANCE - BUDGET & ACTUAL
FOR THE YEAR ENDING APRIL 30, 2013

	TAX INCREMENT FINANCING FUND			
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
CASH RECEIPTS				
Real Estate Tax - TIF #1	\$ 502,000	\$ 502,000	\$ 501,470	\$ (530)
Reimbursements	-	-	4,380	4,380
Interest Income	1,000	1,000	1,125	125
Total Cash Receipts	503,000	503,000	506,975	3,975
CASH DISBURSEMENTS				
Water and Sewer Improvement Grants	680,000	680,000	412,650	267,350
Schuyler Health Center Grant	-	-	-	-
Building Renovation Program	100,000	100,000	10,000	90,000
CUSD 15 Improvements	60,000	60,000	60,000	-
Schmoltdt Park Improvements	39,000	39,000	12,835	26,165
Main Street Program	15,600	15,600	12,309	3,291
Public Library	10,800	10,800	10,800	-
Marketing	5,000	5,000	-	5,000
Wages & Benefits	19,750	19,750	14,076	5,674
Professional Fees	17,000	17,000	16,609	391
Dues & Memberships, Telecommunica	750	750	750	-
City Owned Property Improvements:	125,550	125,550	21,205	104,345
Travel & Telecommunications	6,000	6,000	-	6,000
Total Cash Disbursements	1,079,450	1,079,450	571,234	508,216
Excess of Cash Receipts Over (Under) Cash Disbursements			(64,259)	
Fund Balance, Beginning			<u><u>575,937</u></u>	
Fund Balance, Ending			<u><u>\$ 511,678</u></u>	

The Notes to Financial Statements are an integral part of these financial statements.

CITY OF BEARDSTOWN, ILLINOIS
 STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS AND
 CHANGES IN FUND BALANCE - BUDGET & ACTUAL
 FOR THE YEAR ENDING APRIL 30, 2013

MOTOR FUEL TAX FUND

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
CASH RECEIPTS				
Motor Fuel Tax Allocation	\$ 150,000	\$ 142,500	\$ 175,560	\$ 33,060
Other Income	-	-	-	-
Interest Income	500	500	640	140
Total Cash Receipts	150,500	143,000	176,200	33,200

CASH DISBURSEMENTS

Street Maintenance & Engineering & Equipment Lease/Purchases	437,900	437,900	51,936	385,964
Excess of Cash Receipts Over (Under) Cash Disbursements	(287,400)	(294,900)	124,264	(419,164)
Fund Balance, Beginning			287,408	
Fund Balance, Ending		\$ 411,672		

CITY OF BEARDSTOWN, ILLINOIS
STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS AND
CHANGES IN FUND BALANCE - BUDGET & ACTUAL
FOR THE YEAR ENDING APRIL 30, 2013

WORKMEN'S COMPENSATION INSURANCE FUND

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
CASH RECEIPTS				
Real Estate Tax, including penalties and interest	\$ 128,500	\$ 128,500	\$ 128,234	\$ (266)
Reimbursements	52,700	52,700	-	12
Interest Income	100	100	96	(4)
Total Cash Receipts	<u>181,300</u>	<u>181,300</u>	<u>128,330</u>	<u>(258)</u>
CASH DISBURSEMENTS				
Workmen's Compensation Insurance	181,000	181,000	159,712	21,288
Excess of Cash Receipts Over (Under) Cash Disbursements before Transfers In	<u>300</u>	<u>300</u>	<u>(31,382)</u>	<u>21,030</u>
Excess of Cash Receipts and Transfers In Over (Under) Cash Disbursements	<u><u>300</u></u>	<u><u>300</u></u>	<u><u>(31,382)</u></u>	
Fund Balance, Beginning			<u>87,615</u>	
Fund Balance, Ending			<u><u>\$ 56,233</u></u>	

CITY OF BEARDSTOWN, ILLINOIS
 STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS AND
 CHANGES IN FUND BALANCE - BUDGET & ACTUAL
 FOR THE YEAR ENDING APRIL 30, 2013

SOCIAL SECURITY TAX FUND

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
CASH RECEIPTS				
Real Estate Tax, including penalties and interest	\$ 89,000	\$ 89,000	\$ 88,874	\$ (126)
Reimbursements	39,000	39,000	1,055	(37,945)
Interest Income	70	70	51	(19)
Total Cash Receipts	128,070	128,070	89,980	(38,090)
CASH DISBURSEMENTS				
Employer's Share of Social Security	130,000	130,000	114,310	15,690
Excess of Cash Receipts Over (Under) Cash Disbursements before Transfers In	(1,930)	(1,930)	(24,330)	(53,780)
Excess of Cash Receipts and Transfers In Over (Under) Cash Disbursements	(1,930)	(1,930)	(24,330)	22,400
Fund Balance, Beginning			27,358	
Fund Balance, Ending			\$ 3,028	

CITY OF BEARDSTOWN, ILLINOIS
STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS AND
CHANGES IN FUND BALANCE - BUDGET & ACTUAL
FOR THE YEAR ENDING APRIL 30, 2013

ILLINOIS MUNICIPAL RETIREMENT FUND

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
CASH RECEIPTS				
Real Estate Tax, including penalties and interest	\$ 82,000	\$ 82,000	\$ 81,855	\$ (145)
Reimbursements	51,850	51,850	620	(51,230)
Interest Income	50	50	78	28
Total Cash Receipts	133,900	133,900	82,553	(51,347)
CASH DISBURSEMENTS				
IMRF Contributions	140,000	130,000	114,812	15,188
Excess of Cash Receipts Over (Under) Cash Disbursements	(6,100)	3,900	(32,259)	36,159
Fund Balance, Beginning			<u>53,398</u>	
Fund Balance, Ending			<u>\$ 21,139</u>	

CITY OF BEARDSTOWN, ILLINOIS
 STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS AND
 CHANGES IN FUND BALANCE - BUDGET & ACTUAL
 FOR THE YEAR ENDING APRIL 30, 2013

REVOLVING LOAN FUND

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
CASH RECEIPTS				
Interest Income	-	-	6,374	6,374
Total Cash Receipts	<u>-</u>	<u>-</u>	<u>6,374</u>	<u>6,374</u>
CASH DISBURSEMENTS				
Foreclosure Costs			11,939	(11,939)
Administrative Costs	2,000	2,000	420	1,580
Total Cash Disbursements	<u>2,000</u>	<u>2,000</u>	<u>12,359</u>	<u>(10,359)</u>
Excess of Cash Receipts Over (Under) Cash Disbursements	<u>(2,000)</u>	<u>(2,000)</u>	<u>(5,985)</u>	<u>3,985</u>
Correction of Error. Prior year loan interest not recorded.			(3,952)	
Fund Balance, Beginning			<u>377,596</u>	
Fund Balance, Ending			<u>\$ 367,659</u>	

Budget includes \$211,229 for new loans.
 \$150,000 in new loans were made.
 Estimated revenues include loan repayments of \$42,488

CITY OF BEARDSTOWN, ILLINOIS
 STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS AND
 CHANGES IN FUND BALANCE - BUDGET & ACTUAL
 FOR THE YEAR ENDING APRIL 30, 2013

DRUG PROGRAM FUND

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
CASH RECEIPTS				
Interest Income	-	-	8	8
Fines	100	100	1,511	1,411
Total Cash Receipts	<u>100</u>	<u>100</u>	<u>1,519</u>	<u>1,411</u>
CASH DISBURSEMENTS				
Cannabis and Controlled Substance Law Enforcement	6,815	6,815	4,000	2,815
Total Cash Disbursements	<u>6,815</u>	<u>6,815</u>	<u>4,000</u>	<u>2,815</u>
Excess of Cash Receipts Over (Under) Cash Disbursements	<u>(6,715)</u>	<u>(6,715)</u>	<u>(2,481)</u>	<u>(4,234)</u>
Fund Balance, Beginning			<u>6,715</u>	
Fund Balance, Ending			<u>\$ 4,234</u>	

CITY OF BEARDSTOWN, ILLINOIS
STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS AND
CHANGES IN FUND BALANCE - BUDGET & ACTUAL
FOR THE YEAR ENDING APRIL 30, 2013

TOURISM FUND

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
CASH RECEIPTS				
Hotel Tax	\$ 6,000	\$ 6,000	\$ 9,869	\$ 3,869
Interest Income	50	50	26	(24)
Total Receipts	6,050	6,050	9,895	3,845
CASH DISBURSEMENTS				
Materials and Supplies	4,530	4,530	300	4,230
Public Relations	3,000	3,000	1,000	2,000
Chamber of Commerce Subsidy	2,100	2,100	2,100	-
Administration	1,000	1,000	217	783
Telecommunications	3,000	3,000	1,631	1,369
Advertising	5,000	5,000	1,255	3,745
Total Cash Disbursements	18,630	18,630	6,503	12,127
Excess of Cash Receipts Over (Under) Cash Disbursements	(12,580)	(12,580)	3,392	(15,972)
Fund Balance, Beginning			<u>12,580</u>	
Fund Balance, Ending			<u>\$ 15,972</u>	

CITY OF BEARDSTOWN, ILLINOIS
STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS AND
CHANGES IN FUND BALANCE - BUDGET & ACTUAL
FOR THE YEAR ENDING APRIL 30, 2013

DUI EQUIPMENT FUND

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
CASH RECEIPTS				
Interest Income	\$ -	\$ -	\$ 5	\$ 5
Fines, Grants & Other	4,900	4,900	7,494	2,594
Total Cash Receipts	4,900	4,900	7,499	2,599
CASH DISBURSEMENTS				
Purchase of Law Enforcement Equipment that will assist in the prevention of alcohol related criminal violence	9,598	9,598	5,550	4,048
Excess of Cash Receipts Over (Under) Cash Disbursements	(4,698)	(4,698)	1,949	(6,647)
Fund Balance, Beginning			4,698	
Fund Balance, Ending			\$ 6,647	

CITY OF BEARDSTOWN, ILLINOIS
STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS AND
CHANGES IN FUND BALANCE - BUDGET & ACTUAL
FOR THE YEAR ENDING APRIL 30, 2013

POLICE VEHICLE FUND

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
CASH RECEIPTS				
Interest Income	-	-	1	1
Traffic Fines	1,800	1,800	2,230	430
Total Cash Receipts	1,800	1,800	2,231	431
CASH DISBURSEMENTS				
Leased Equipment	3,502	3,502	2,000	1,502
Total Cash Disbursements	3,502	3,502	2,000	1,502
Excess of Cash Receipts Over (Under) Cash Disbursements	(1,702)	(1,702)	231	(1,071)
Fund Balance, Beginning			<u>1,702</u>	
Fund Balance, Ending			<u>\$ 1,933</u>	

CITY OF BEARDSTOWN, ILLINOIS
 STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS AND
 CHANGES IN FUND BALANCE - BUDGET & ACTUAL
 FOR THE YEAR ENDING APRIL 30, 2013

FLOOD PREVENTION FUND

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
CASH RECEIPTS				
Donations	-	-	-	-
Total Cash Receipts	-	-	-	-
CASH DISBURSEMENTS				
Engineering	2,250	2,250	2,250	-
Total Cash Disbursements	2,250	2,250	2,250	-
Excess of Cash Receipts Over (Under) Cash Disbursements	(2,250)	(2,250)	(2,250)	-
Transfer In From General Fund	17,500	17,500	-	-
Fund Balance, Beginning			2,250	
Fund Balance, Ending			\$ -	

CITY OF BEARDSTOWN, ILLINOIS
STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS AND
CHANGES IN FUND BALANCE - BUDGET & ACTUAL
FOR THE YEAR ENDING APRIL 30, 2013

CHRISTMAS BASKET FUND

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
CASH RECEIPTS				
Donations	\$ 6,000	\$ 6,000	\$ 3,725	\$ (2,275)
Interest Income	-	-	13	13
Total Cash Receipts	<u>6,000</u>	<u>6,000</u>	<u>3,738</u>	<u>(2,262)</u>
CASH DISBURSEMENTS				
Expenses	13,602	13,602	4,160	9,442
Total Cash Disbursements	<u>13,602</u>	<u>13,602</u>	<u>4,160</u>	<u>9,442</u>
Excess of Cash Receipts Over (Under) Cash Disbursements	<u>(7,602)</u>	<u>(7,602)</u>	<u>(422)</u>	<u>(11,704)</u>
Transfer In from General Fund			<u>7,062</u>	
Fund Balance, Beginning			<u>6,640</u>	
Fund Balance, Ending			<u><u>\$ 6,640</u></u>	

CITY OF BEARDSTOWN, ILLINOIS
 STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS AND
 CHANGES IN FUND BALANCE - BUDGET & ACTUAL
 FOR THE YEAR ENDING APRIL 30, 2013

PROJECT TIGER PRIDE

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
CASH RECEIPTS				
Donations	-	-	15,500	\$ 15,500
Interest Income	-	-	15	15
Total Cash Receipts	-	-	<u>15,515</u>	<u>15,515</u>
CASH DISBURSEMENTS				
Expenses	25,637	25,637	22,757	2,880
Total Cash Disbursements	<u>25,637</u>	<u>25,637</u>	<u>22,757</u>	<u>2,880</u>
Excess of Cash Receipts Over (Under) Cash Disbursements	<u>(25,637)</u>	<u>(25,637)</u>	<u>(7,242)</u>	<u>12,635</u>
Fund Balance, Beginning			<u>15,637</u>	
Fund Balance, Ending			<u>\$ 8,395</u>	

**CITY OF BEARDSTOWN, ILLINOIS
STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS AND
CHANGES IN FUND BALANCE - BUDGET & ACTUAL
FOR THE YEAR ENDING APRIL 30, 2013**

GARBAGE SURPLUS FUND

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
CASH RECEIPTS				
Garbage Collection Fees	\$ 250,000	\$ 250,000	\$ 247,490	\$ (2,510)
Interest Income	-	-	45	45
Total Cash Receipts	<u>250,000</u>	<u>250,000</u>	<u>247,535</u>	<u>(2,465)</u>
CASH DISBURSEMENTS				
Garbage Collection Services	274,306	274,306	234,459	39,847
Total Cash Disbursements	<u>274,306</u>	<u>274,306</u>	<u>234,459</u>	<u>39,847</u>
Excess of Cash Receipts Over (Under) Cash Disbursements Transfer in from General Fund Fund Balance, Beginning	<u>(24,306)</u>	<u>(24,306)</u>	13,076	<u>(42,312)</u>
Fund Balance, Ending			<u>24,306</u>	<u>\$ 37,382</u>

CITY OF BEARDSTOWN, ILLINOIS
STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS AND
CHANGES IN FUND BALANCE - BUDGET & ACTUAL
FOR THE YEAR ENDING APRIL 30, 2013

COMPONENT UNIT - POLICE PENSION FUND

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
\$	88,677	88,677	88,508	\$ (169)
Real estate tax, penalty and interest included	18,000	18,000	22,058	4,058
Employee Contributions	15,000	15,000	26,522	11,522
Interest and Dividend Income				
Total Cash Receipts	121,677	121,677	137,088	15,411

CASH DISBURSEMENTS

Audit	1,000	1,000	-	1,000
Travel and Training	6,000	6,000	1,087	4,913
Medical	1,000	1,000	-	1,000
Investment and Filing Fees	1,400	1,400	7,854	(6,454)
Premium Amortization	-	-	11,463	(11,463)
Separation Payments	25,000	25,000	4,217	20,783
Pension Benefits Paid	144,000	144,000	143,052	948
Total Cash Disbursements	178,400	178,400	167,673	10,727

Excess of Cash Receipts Over (Under) Cash Disbursements (30,585)

Change in Value of Investments 149,114

Fund Balance, Beginning 1,310,442

Fund Balance, Ending \$ 1,428,971

CITY OF BEARDSTOWN, ILLINOIS
STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS AND
CHANGES IN FUND BALANCE - BUDGET & ACTUAL
FOR THE YEAR ENDING APRIL 30, 2013

COMPONENT UNIT - FIREFIGHTER'S PENSION FUND

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
Real estate tax, penalty and interest included	\$ 45,850	\$ 45,850	\$ -	(45,850)
Employee Contributions	11,500	11,500	-	(11,500)
Interest and Dividend Income	7,000	7,000	-	(7,000)
Total Cash Receipts	64,350	64,350	-	(64,350)

CASH RECEIPTS

CASH DISBURSEMENTS

Audit	1,000	1,000	-	1,000
Travel and Training	6,000	6,000	-	6,000
Pension Contribution Refunds	-	-	-	-
Investment and Filing Fees	1,200	1,200	-	1,200
Pension Benefits Paid	78,200	78,200	-	78,200

Total Cash Disbursements

86,400	86,400	-	86,400
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Excess of Cash Receipts Over (Under) Cash Disbursements
Change in the value of Investments
Fund Balance, Beginning

718,241

Fund Balance, Ending

\$ 718,241

CITY OF BEARDSTOWN, ILLINOIS
STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS AND
CHANGES IN FUND BALANCE - BUDGET & ACTUAL
FOR THE YEAR ENDING APRIL 30, 2013

COMPONENT UNIT - LINCOLN COURTROOM & MUSEUM

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
CASH RECEIPTS				
Interest Income	\$ -	\$ -	\$ 30	30
Donations	4,000	4,000	15,621	11,621
Gift Shop Sales	1,400	1,400	1,661	261
Total Cash Receipts	5,400	5,400	17,312	11,882
CASH DISBURSEMENTS				
Telecommunications			65	
Advertising	4,000	4,000		4,000
Materials & Supplies	8,030	8,030	6,641	1,389
New Equipment	5,000	5,000	4,900	
Administration	4,000	4,000	2,247	1,753
Total Cash Disbursements	21,030	21,030	13,853	7,142
Excess of Cash Receipts Over (Under) Cash Disbursements			3,459	
Change in Fair Market Value of Investments			-	
Change in the value of Investments			-	
Fund Balance, Beginning			<u>15,630</u>	
Fund Balance, Ending			<u>\$ 19,089</u>	

CITY OF BEARDSTOWN, ILLINOIS
COMBINING STATEMENT OF ASSETS AND LIABILITIES ARISING FROM CASH TRANSACTIONS
COMPONENT UNIT - BEARDSTOWN PUBLIC LIBRARY
 April 30, 2013

ASSETS	PUBLIC LIBRARY	FURNITURE, FIXTURES & EQUIPMENT	SPECIAL GIFT	GRANTS	TOTALS
Cash	\$ 5,854	\$ 4,573	\$ 3,466	\$ 12,621	\$ 26,514
Invested in Certificates of Deposit	125,000	59,246	-	-	184,246
Fixed Assets	-	1,143,101	-	-	1,143,101
Total Assets	\$ 130,854	\$ 1,206,920	\$ 3,466	\$ 12,621	\$ 1,353,861
LIABILITIES & FUND BALANCE					
Fund Balance	\$ 130,854	\$ 1,206,920	\$ 3,466	\$ 12,621	\$ 1,353,861

CITY OF BEARDSTOWN, ILLINOIS
COMBINING STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS AND CHANGES IN FUND BALANCE
COMPONENT UNIT - BEARDSTOWN PUBLIC LIBRARY
FOR THE YEAR ENDING APRIL 30, 2013

	GENERAL FUND	FURNITURE, FIXTURES & EQUIPMENT	SPECIAL GIFT	GRANTS
CASH RECEIPTS				
Real Estate Tax	\$ 45,675	\$ -	\$ -	-
Interest Income	1,265	412	1	-
Grants & Gifts	41,008	-	-	5,143
Insurance Proceeds	-	5,461	-	-
Fees & Services, Misc, Fines	3,822	-	-	-
Total Cash Receipts	91,770	5,873	1	5,143
CASH DISBURSEMENTS				
Wages	71,015	-	-	3,757
Travel & Continuing Education	250	-	-	-
Library Materials & Supplies	7,090	-	-	-
Resource Sharing Alliance	3,344	-	-	12,070
Repairs & Maintenance	1,847	2,702	-	-
Custodial Supplies	505	-	-	-
Utilities & Telecommunications	11,684	-	-	-
Dues	301	-	-	-
Equipment	3,740	-	-	-
Programs	585	-	-	-
Miscellaneous	-	-	-	-
Total Cash Disbursements	100,361	2,702	-	15,827
Excess of Cash Receipts Over (Under) Cash Disbursements	\$ (8,591)	\$ 3,171	\$ 1	\$ (10,684)

Continued on next page

CITY OF BEARDSTOWN, ILLINOIS
COMBINING STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS AND CHANGES IN FUND BALANCE
COMPONENT UNIT - BEARDSTOWN PUBLIC LIBRARY
FOR THE YEAR ENDING APRIL 30, 2013

	PUBLIC LIBRARY	FURNITURE, FIXTURES & EQUIPMENT	SPECIAL GIFT	GRANTS
Other Financing Sources				
(Uses)				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Excess of Cash Receipts and Other Sources Over (Under) Cash Disbursements and Other Uses				
Fund Balance, Beginning	(8,591)	3,171	1	(10,684)
Fund Balance, Ending	139,445	1,203,749	3,465	23,305
	<u>\$ 130,854</u>	<u>\$ 1,206,920</u>	<u>\$ 3,466</u>	<u>\$ 12,621</u>

CITY OF BEARDSTOWN, ILLINOIS
COMBINING STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS AND CHANGES IN FUND BALANCE
COMPONENT UNIT - BEARDSTOWN PUBLIC LIBRARY
FOR THE YEAR ENDING APRIL 30, 2013

	ORIGINAL BUDGET	FINAL BUDGET	LIBRARY TOTALS	VARIANCE FAVORABLE (UNFAVORABLE)
CASH RECEIPTS				
Real Estate Tax	\$ 44,800	\$ 44,800	\$ 45,675	875
Interest Income	425	425	1,678	1,253
Grants & Gifts	41,500	41,500	46,151	4,651
Insurance Proceeds	-	-	5,461	5,461
Fees & Services & Fines	3,500	3,500	3,822	322
Total Cash Receipts	90,225	90,225	102,787	12,562
CASH DISBURSEMENTS				
Wages	66,000	66,000	74,772	(8,772)
Travel & Continuing Education	300	300	250	50
Library Materials & Supplies	4,500	4,500	7,090	(2,590)
Resource Sharing Alliance	3,300	3,300	15,414	(12,114)
Repairs & Maintenance	2,000	2,000	4,549	(2,549)
Custodial Supplies	500	500	505	(5)
Utilities & Telecommunications	11,500	11,500	11,684	(184)
Dues	125	125	301	(176)
Equipment	4,500	4,500	3,740	760
Programs	500	500	585	(85)
Total Cash Disbursements	93,225	93,225	118,890	(25,665)
Excess of Cash Receipts Over (Under) Cash Disbursements	\$ (3,000)	\$ (3,000)	\$ (16,103)	\$ (13,103)

Continued on next page

CITY OF BEARDSTOWN, ILLINOIS
COMBINING STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS AND CHANGES IN FUND BALANCE
COMPONENT UNIT - BEARDSTOWN PUBLIC LIBRARY
FOR THE YEAR ENDING APRIL 30, 2013

	ORIGINAL BUDGET	FINAL BUDGET	LIBRARY TOTALS	VARIANCE FAVORABLE (UNFAVORABLE)
Other Financing Sources				
(Uses)				
Transfers In	\$ -	\$ -	-	-
Transfers Out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Excess of Cash Receipts and Other Sources Over (Under) Cash Disbursements and Other Uses	\$ (3,000)	\$ (3,000)	(16,103)	(13,103)
Fund Balance, Beginning			1,369,964	
Fund Balance, Ending	\$ -	\$ 1,353,861	1,353,861	(13,103)

**CITY OF BEARDSTOWN, ILLINOIS
COMBINING STATEMENT OF ASSETS AND LIABILITIES AND FUND BALANCE
ARISING FROM CASH TRANSACTIONS - ALL COMPONENT UNITS**

April 30, 2013

	POLICE PENSION	FIREMEN'S PENSION	BEARDSTOWN PUBLIC LIBRARY	BEARDSTOWN MUSEUM INC	TOTALS (MEMORANDUM) ONLY
ASSETS					
Cash	\$ 165,814	\$ 128,526	\$ 26,514	\$ 19,090	\$ 339,944
Due from Other Funds	-	-	-	-	-
Investments, at market value	1,263,157	712,654	184,246	-	2,160,057
Fixed Assets	-	-	1,143,101	-	1,143,101
Total Assets	<u>\$ 1,428,971</u>	<u>\$ 841,180</u>	<u>\$ 1,353,861</u>	<u>\$ 19,090</u>	<u>\$ 3,643,102</u>

LIABILITIES & FUND BALANCE					
Due to Other Funds	\$ -	\$ -	\$ -	\$ -	\$ -
Fund Balance	<u>1,428,971</u>	<u>841,180</u>	<u>1,353,861</u>	<u>19,090</u>	<u>3,643,102</u>
Total Liabilities & Fund Balance	<u>\$ 1,428,971</u>	<u>\$ 841,180</u>	<u>\$ 1,353,861</u>	<u>\$ 19,090</u>	<u>\$ 3,643,102</u>

**CITY OF BEARDSTOWN, ILLINOIS
COMBINING STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS,
AND CHANGES IN FUND BALANCE - ALL COMPONENT UNITS
FOR THE YEAR ENDING APRIL 30, 2013**

	POLICE PENSION FUND	FIREFIGHTERS' PENSION FUND	BEARDSTOWN PUBLIC LIBRARY	BEARDSTOWN MUSEUM INC	TOTALS (MEMORANDUM) ONLY
CASH RECEIPTS					
Real estate tax, penalty and interest included	\$ 88,508	\$ 45,765	\$ 45,675	\$ -	\$ 179,948
Employee Contributions	22,058	11,882	-	-	33,940
Interest Income	26,522	15,342	1,678	30	43,572
Grants & Gifts	-	-	46,151	13,171	59,322
Insurance Proceeds	-	-	5,461	-	5,461
Fees, Services & Fines, Misc	-	-	3,822	4,111	7,933
Total Cash Receipts	137,088	72,989	102,787	17,312	330,176
CASH DISBURSEMENTS					
Pension Benefits Paid	143,052	33,370	-	-	176,422
Separation Payments	4,217	-	-	-	4,217
Audit	-	-	-	-	-
Grant Expenses	-	-	-	-	-
Wages	-	-	74,772	-	74,772
Medical	-	-	-	-	-
Travel & Continuing Education	1,087	1,887	250	-	3,224
Materials & Supplies	-	-	7,090	11,541	18,631
Resource Sharing Alliance	-	-	15,414	-	15,414
Building, Furniture, Fixtures & Equipment	-	-	4,549	-	4,549
Custodial Supplies	-	-	505	-	505
Utilities & Telecommunications	-	-	11,684	65	11,749
Dues	-	526	301	-	827
Programs	-	-	585	-	585
Miscellaneous, Office, Admin	7,854	7,573	-	2,246	17,673
Total Cash Disbursements	156,210	43,356	118,890	13,852	332,308
Excess of Cash Receipts Over (Under) Cash Disbursements	(19,122)	29,633	(16,103)	3,460	(2,132)
Change in FMV of Investments	137,651	93,306	-	-	230,957
Fund Balance, Beginning	1,310,442	718,241	1,369,964	15,630	3,414,277
Fund Balance, Ending	\$ 1,428,971	\$ 841,180	\$ 1,353,861	\$ 19,090	\$ 3,643,102

The Notes to Financial Statements are an integral part of these financial statements.

CITY OF BEARDSTOWN, ILLINOIS
SCHEDULE OF ASSESSED VALUATION, RATES, AND EXTENSIONS
APRIL 30, 2013

EXTENSION YEAR	COLLECTION YEAR	TAX RATE	ASSESSED VALUATION	EXTENSION
2011	2012	1.75611	\$ 29,882,732	\$ 524,773
2011	2012	1.66104	30,430,268	505,459
2010	2011	1.60050	30,249,665	484,145
2009	2010	1.52520	30,384,564	463,425
2008	2009	1.59070	28,864,075	443,727
2007	2008	1.59070	27,970,822	444,933
2006	2007	1.34090	32,495,489	435,593
2005	2006	1.41570	29,437,776	416,751
2004	2005	1.33230	26,972,859	359,359
2003	2004	1.31900	26,793,835	353,411
2002	2003	1.36000	26,299,707	357,677
2001	2002	1.35560	26,564,531	360,109
2000	2001	1.43140	25,191,158	360,586
1999	2000	1.49950	24,216,193	363,122
1998	1999	1.52900	22,906,912	350,246
1997	1998	1.54640	22,647,292	350,218
1996	1997	1.60070	21,566,098	345,209
1995	1996	1.63780	21,077,692	345,210
1994	1995	1.84040	20,046,874	365,782
1993	1994	1.97823	18,634,806	339,918
1992	1993	1.89630	17,519,375	332,220
1991	1992	1.93690	16,430,159	318,236
1990	1991	1.98180	16,018,693	317,458
1989	1990	1.81790	15,204,075	276,395
1988	1989	1.80640	15,248,157	275,443
1987	1988	2.62490	15,601,273	409,518

The Notes to Financial Statements are an integral part of these financial statements.

**CITY OF BEARDSTOWN, ILLINOIS
SCHEDULE OF INSURANCE POLICIES IN FORCE
APRIL 30, 2013**

COMPANY	TYPE OF POLICY	COVERAGE	POLICY PERIOD
Illinois Municipal League Risk Management Association & General Reinsurance Corporation: Workers' Compensation & Employers Liability	General Liability Auto Liability Broad Form Property Civil Constitutional Rights Assault/Battery Contractual Liability Employee Benefit Programs Liability Incidental Malpractice Intentional Building Removal Limited Worldwide Liability Personal Injury/Advertising Liability Watercraft Liability	1,000,000, each occurrence, each member for all applicable coverages, including specialty liability coverages even if more than one coverage applies to the same loss \$1.0 Million Self Insured Retention for each occurrence, including Special Liability Coverages, even if more than one coverage applies to the same loss	12/31/12 to 12/31/13
Property Coverages:	Personal Injury as Respects Employment Practices Auto Physical Damage Building/Personal Property Inland Marine Valuable Papers/Records Flood Earthquake	\$1.0 million each occurrence, \$8.0 million annual aggregate Combined limit \$30,000,000 each location, each occurrence; \$250,000,000 each oddurrence, all members \$50,000 extra expense. \$50,000 each occurrence. \$5,000,000 each occurrence, \$76,500,000 all members. \$3,000 each person, \$1,000,000 each occurrence \$100,000 each occurrence, \$100,000 annual aggregate \$1,000,000 each occurrence, \$1,000,000 annual aggregate \$10,000 each person, \$1,000,000 each occurrence \$100,000 each person/\$300,000 each accident \$3,000,000 each accident	
Special Liability Coverages:	Premises Medical Payments Fire Legal Liability Liquor Liability Auto Medical Payments Uninsured/Underinsured Motorist Employer's Liability Workers Compensation Public Officials E&O	Statutory \$2,500,000 per occurrence, \$8,000,000 aggregate 50,000 each occurrence \$1,000,000 each occurrence. 5/1/12 to 5/1/13	
National Union Fire Insurance Co. Pekin Insurance	Aviation Commercial General Liability Fire & Police Commissioner Bonds Bauser Thurman DeSollar	1,000 1,000 1,000	6/26/12 to 6/26/13 5/4/12 to 5/4/13 5/17/12 to 5/17/13
Illinois Municipal League Risk Management Assn.	Public Officials Position Bonds Mayor City Clerk City Treasurer	100,000 100,000 25,000 5,000	5/3/13 to 5/3/17 4/17/13 to 4/17/17 4/17/13 to 4/17/17 01/08/13 to 01/08/14
Pekin Insurance Pekin Insurance	Public Employees Blanket Bonds Notary Bonds Brian Ruch Heidi Brown Jan Vermillion Karen Whitlow	5,000 5,000 5,000 5,000	4/18/13 to 4/18/17 3/11/12 to 3/11/16 4/18/13 to 4/18/17 8/1/13 to 8/1/17
Federal Insurance Company	Boiler & Machinery	2,000,000	12/1/12 to 12/1/13

The Notes to Financial Statements are an integral part of these financial statements.

**CITY OF BEARDSTOWN, ILLINOIS
SCHEDULE OF SEWERAGE SYSTEM USER FEES
APRIL 30, 2013**

The following rates were adopted on June 8, 2010 under the provisions of Ordinance 2010-06.

concc	Rate Per Quarter Based on Estimated Usage	Rate Per Quarter Based on Estimated Usage
**Single Family Multi Family	\$29.40	
2 Units	55.00	Schools High School
3 Units	80.65	Gard
4 Units	106.25	Washington
Single Family (Outside City)	29.40	Christian Academy
Federal Housing		Grand Avenue School
40 Units	1,048.60	City Library (15th St)
*32 Units (Elderly)	662.85	Illinois National Guard Armory
Laundromats		Nursing Home (elderly care)
15th & Wall (36 Units)	267.70	Heritage South
4th & Wall (23 Units)	179.80	Heritage East
Car Washes		Hotels/Motels
Automatic	166.20	Service Stations
Automatic 2 HH	240.85	Restaurants
4 Hand Held	125.55	Restaurants
2 Hand Held	74.65	
Beauty Shops	35.10	
Small Business (0-15)	40.70	
Large Business (15-30)	57.65	
Small Business (Outside City)	40.70	
Industrial	125.65	
City and Sanitary District	33.85	
Park District	58.10	
Churches	29.50	

*Rates based upon 6,000 gallon/unit usage

** Includes individual mobile homes

CITY OF BEARDSTOWN, ILLINOIS
SCHEDULE OF WATERWORKS SYSTEM USER FEES
APRIL 30, 2013

The following rates were adopted on June 8, 2010 under the provisions of Ordinance 2010-05.

Customers Within Corporate Limits:	Minimum Quarterly Rates
Unimproved lot with hydrant only	\$24.50
Single family residence	84.15
Apartments	
First Apartment	73.10
Each Additional Apartment	44.95
Single mobile home on one lot	84.15
Mobile Home Courts	
First mobile home space	
Each additional space	
Rooming House (not less than one or more than four rented rooms)	105.80
Hotel (more than four rented rooms)	527.00
Motel (more than four rented rooms)	405.40
Any lawn sprinkling facility other than hand held nozzle)	48.70
Church	
without kitchen facilities	73.10
with kitchen facilities	111.45
Schools	
School building - \$8.80 per student determined by average daily attendance - \$2.20 per quarter	
School building with cafeteria, gymnasium, and shower facilities - \$10.00 per student determined by avg. daily attendance	
\$2.50 per quarter	
Hospitals - per patient bed	24.50
Nursing or convalescent home - per patient bed	12.25
Parks - Municipal	263.45
Swimming Pool - Public	405.45
Cemeteries	162.50
Banks and financial institutions	263.45
Physicians and surgeons office - per practicing physician	85.35
Post Office facility	263.45
Sprinkling Systems - fire protection only	527.00
Barber shops and Beauty Shops	
3 or less barbers/operators	85.35
4 or more barbers/operators	126.80
1 barber/operator with shop located in personal residence	126.80
Laundromat per washer unit	24.50
Public Car Wash	
1 or less wash units	263.45
Each additional wash unit	131.65
Carwashing facility without power equipment	85.35

**CITY OF BEARDSTOWN, ILLINOIS
SCHEDULE OF WATERWORKS SYSTEM USER FEES**

APRIL 30, 2013

	Minimum Annual Rates
Customers Within Corporate Limits:	
Service Station	85.35
Greenhouse	126.80
Concrete ready mix plant	263.45
Water-cooled air-conditioning facility	65.95
Tavern or Saloon	186.70
Restaurant or Cafe	\$126.80
Retail and service business or office	
Less than 5 employees	85.35
5 or more employees	126.80
Industrial and manufacturing users, based on average daily employment	
25 or less employees	177.40
More than 25 but less than 50	356.85
50 or more employees - \$353.85 plus \$7 for each employee over 50	
Truck Wash	400

Customers Outside Corporate Limits:

Rates for customers outside the corporate limits are one and one-half (1 1/2) times the above rates.

Tap fee for nonresident customers is \$1,500.00

New customers residing outside corporate limits establishing usage after 2/22/00 are required to be metered and pay \$5.00 per 1,000 gallon usage