

**CITY OF MOMENCE, ILLINOIS**

**Annual Financial Statements**

**As of and for the year ended  
April 30, 2007**

**City of Momence, Illinois**  
**Annual Financial Statements**  
**As of and for the year ended April 30, 2007**

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## **Independent Auditor's Report**

City Council  
City of Mokenca, Illinois  
Mokenca, Illinois 60954

We have audited the accompanying financial statements of the governmental activities, the business-type activities, and each major fund of the City of Mokenca, Illinois, as of and for the year ended April 30, 2007, which collectively comprise the City's basic financial statement as listed in the table of contents. These financial statements are the responsibility of the City's management. 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. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the audited financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

As discussed in Note 1 to the financial statements, the City of Mokenca prepares its financial statements on the modified cash basis, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

As discussed in Note 1 to the financial statements, the City has not recorded general and infrastructure assets in governmental activities and, accordingly, has not recorded depreciation expense on those assets. Accounting principles generally accepted in the United States of America require that those general and infrastructure assets be capitalized and depreciated, which would change the amounts recorded as assets, net assets, and expenses of the governmental activities. The amount by which this departure would affect the assets, net assets, and expenses of the governmental activities is not reasonable determinable.

In our opinion, because of the effects of the matter discussed in the preceding paragraph, the financial statements referred to above do not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the governmental activities of the City of Mokenca, Illinois as of April 30, 2007, or the changes in financial position thereof for the year then ended.

In addition, in our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the business-type activities, and each major fund of the City of Mokenca, Illinois, as of April 30, 2007, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in conformity with the basis of accounting described in Note 1.



The accompanying required supplementary information on pages 18-20 is not a required part of the basic financial statements but is supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was made for the purpose of forming an opinion on the basic financial statements taken as a whole. The accompanying other supplementary information is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements, and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

The City has not presented Management's Discussion and Analysis that accounting principles generally accepted in the United States has determined is necessary to supplement, although not required to be part of, the basic financial statements.

A handwritten signature in cursive script that reads "Smith, Gullberg, & Partners, P.C.".

March 25, 2008

**CITY OF MOMENCE, ILLINOIS**  
**Government-wide Statement of Net Assets - Modified Cash Basis**  
**April 30, 2007**

**Exhibit A**

	Primary Government		Total
	Governmental Activities	Business-Type Activities	
<b>Assets</b>			
Cash and cash equivalents	\$ 246,792.41	\$ 1,532,437.80	\$ 1,779,230.21
Investments - Notes 1 and 2	606,369.18	1,073,083.02	1,679,452.20
Internal balances	366.04	(366.04)	-
Other assets	-	112,532.72	112,532.72
Property and equipment, net	-	1,137,856.34	1,137,856.34
<b>Total assets</b>	<b>\$ 853,527.63</b>	<b>\$ 3,855,543.84</b>	<b>\$ 4,709,071.47</b>
<b>Liabilities</b>			
Liabilities:			
Payroll withholdings payable	\$ 10,296.81	\$ -	\$ 10,296.81
<b>Total liabilities</b>	<b>10,296.81</b>	<b>-</b>	<b>10,296.81</b>
<b>Net assets:</b>			
Invested in capital assets, net of related debt	-	1,137,856.34	1,137,856.34
Restricted for:			
Street improvements	140,345.83	-	140,345.83
Other purposes	19,206.10	-	19,206.10
Unrestricted	683,678.89	2,717,687.50	3,401,366.39
<b>Total net assets</b>	<b>843,230.82</b>	<b>3,855,543.84</b>	<b>4,698,774.66</b>
<b>Total liabilities and net assets</b>	<b>\$ 853,527.63</b>	<b>\$ 3,855,543.84</b>	<b>\$ 4,709,071.47</b>

**CITY OF MOMENCE, ILLINOIS**  
**Government-wide Statement of Activities - Modified Cash Basis**  
**For the year ended April 30, 2007**

Exhibit B

Functions/Programs:				Net (Expense) Revenue and Changes in Net Assets		
	Expenses	Program Revenues		Primary Government		
		Charges for Services	Operating Grants and Contributions	Governmental Activities	Business-Type Activities	Total
<b>Primary Government:</b>						
<b>Governmental activities</b>						
General government	\$ 361,770.11	\$ 79,359.51	\$ -	\$ (282,410.60)		\$ (282,410.60)
Public safety	683,181.09	226,916.13	1,000.00	(455,264.96)		(455,264.96)
Public works/transportation	396,257.37	2,507.88	1,641.88	(392,107.61)		(392,107.61)
Health and welfare	146,210.53	141,325.00	-	(4,885.53)		(4,885.53)
Culture and recreation	15,303.15	6,520.00	16,232.50	7,449.35		7,449.35
Total governmental activities	<u>1,602,722.25</u>	<u>456,628.52</u>	<u>18,874.38</u>	<u>(1,127,219.35)</u>		<u>(1,127,219.35)</u>
<b>Business-type activities</b>						
Water and sewer	<u>1,010,988.43</u>	<u>1,185,094.83</u>	<u>-</u>		<u>174,106.40</u>	<u>174,106.40</u>
Total business-type activities	<u>1,010,988.43</u>	<u>1,185,094.83</u>	<u>-</u>		<u>174,106.40</u>	<u>174,106.40</u>
Total primary government	<u>\$ 2,613,710.68</u>	<u>\$ 1,641,723.35</u>	<u>\$ 18,874.38</u>	<u>(1,127,219.35)</u>	<u>174,106.40</u>	<u>(953,112.95)</u>
<b>General revenues:</b>						
<b>Taxes</b>						
Property taxes				276,066.41	-	276,066.41
Income taxes				264,243.31	-	264,243.31
Sales and use taxes				456,482.73	-	456,482.73
Other taxes				139,122.13	-	139,122.13
Interest				25,672.27	85,018.59	110,690.86
Miscellaneous				17,516.65	3,682.48	21,199.13
Total general revenues				<u>1,179,103.50</u>	<u>88,701.07</u>	<u>1,267,804.57</u>
<b>Change in net assets</b>						
Net assets, beginning of year				791,346.67	3,592,736.37	4,384,083.04
Net assets, end of year				<u>\$ 843,230.82</u>	<u>\$ 3,855,543.84</u>	<u>\$ 4,698,774.66</u>

The accompanying notes are an integral part of the financial statements.

**CITY OF MOMENCE, ILLINOIS**  
**Balance Sheet - Modified Cash Basis**  
**Governmental Funds**  
**April 30, 2007**

**Exhibit C**

<b>Assets</b>	<u>General Fund</u>	<u>Motor Fuel Tax Fund</u>	<u>Total Governmental Funds</u>
Cash	\$ 106,446.58	\$ 140,345.83	\$ 246,792.41
Investments - Notes 1 and 2	606,369.18	-	606,369.18
Due from other funds	366.04	-	366.04
<b>Total assets</b>	<u><u>\$ 713,181.80</u></u>	<u><u>\$ 140,345.83</u></u>	<u><u>\$ 853,527.63</u></u>
<b>Liabilities and Fund Balances</b>			
<b>Liabilities:</b>			
Payroll withholdings payable	\$ 10,296.81	\$ -	\$ 10,296.81
<b>Total liabilities</b>	<u>10,296.81</u>	<u>-</u>	<u>10,296.81</u>
<b>Fund balances:</b>			
Reserved	19,206.10	-	19,206.10
Unreserved	683,678.89	140,345.83	824,024.72
<b>Total fund balances</b>	<u>702,884.99</u>	<u>140,345.83</u>	<u>843,230.82</u>
<b>Total liabilities and fund balances</b>	<u><u>\$ 713,181.80</u></u>	<u><u>\$ 140,345.83</u></u>	<u><u>\$ 853,527.63</u></u>

**CITY OF MOMENCE, ILLINOIS**  
**Statement of Revenues, Expenditures and Changes in Fund**  
**Balance - Modified Cash Basis**  
**Governmental Funds**  
**For the year ended April 30, 2007**

**Exhibit D**

	General Fund	Motor Fuel Tax Fund	Total Governmental Funds
<b>Revenues:</b>			
Property taxes	\$ 276,066.41	\$ -	\$ 276,066.41
Income taxes	264,243.31	-	264,243.31
Sales taxes	456,482.73	-	456,482.73
Replacement taxes	35,915.75	-	35,915.75
Motor fuel taxes	-	91,739.30	91,739.30
Grant income	15,000.00	-	15,000.00
Charges for services	141,325.00	-	141,325.00
Licenses and permits	57,443.19	-	57,443.19
Fines and forfeitures	127,486.03	-	127,486.03
Refunds and reimbursements	117,616.38	-	117,616.38
Donations	1,000.00	-	1,000.00
Interest	24,254.78	1,417.49	25,672.27
Other	44,616.03	-	44,616.03
<b>Total revenues</b>	<b>1,561,449.61</b>	<b>93,156.79</b>	<b>1,654,606.40</b>
<b>Expenditures:</b>			
General government	360,030.11	-	360,030.11
Public safety	619,863.70	-	619,863.70
Public works/transportation	318,339.99	-	318,339.99
Health and welfare	146,210.53	-	146,210.53
Culture and recreation	15,303.15	-	15,303.15
Capital outlay	142,974.77	-	142,974.77
<b>Total expenditures</b>	<b>1,602,722.25</b>	<b>-</b>	<b>1,602,722.25</b>
Excess (deficiency) of revenues over expenditures	(41,272.64)	93,156.79	51,884.15
Fund balance, beginning of year	744,157.63	47,189.04	791,346.67
Fund balance, end of year	<b>\$ 702,884.99</b>	<b>\$ 140,345.83</b>	<b>\$ 843,230.82</b>

**CITY OF MOMENCE, ILLINOIS**  
**Statement of Net Assets - Modified Cash Basis**  
**Proprietary Fund - Water and Sewer Fund**  
**April 30, 2007**

**Exhibit E**

**Assets**

Cash and cash equivalents	\$ 1,532,437.80
Investments, current	693,281.64
Other current assets	<u>10,175.00</u>
Total current assets	<u>2,235,894.44</u>
Investments	<u>379,801.38</u>
Property and equipment:	
Sewer plant	4,298,441.04
Sewer equipment	862,818.17
Water equipment	<u>1,781,399.23</u>
	6,942,658.44
Less accumulated depreciation	<u>(5,804,802.10)</u>
Property and equipment, net	<u>1,137,856.34</u>
Other assets	<u>102,357.72</u>
Total assets	<u><u>\$ 3,855,909.88</u></u>

**Liabilities and Net Assets**

Current liabilities:	
Due to other funds	<u>\$ 366.04</u>
Total current liabilities	<u>366.04</u>
Net assets:	
Invested in capital assets, net of related debt	1,137,856.34
Unrestricted	<u>2,717,687.50</u>
Total net assets	<u>3,855,543.84</u>
Total liabilities and net assets	<u><u>\$ 3,855,909.88</u></u>

The accompanying notes are an integral part of the financial statements.

**CITY OF MOMENCE, ILLINOIS**  
**Statement of Revenues, Expenses and Changes in**  
**Fund Net Assets - Modified Cash Basis**  
**Proprietary Fund - Water and Sewer Fund**  
**For the year ended April 30, 2007**

**Exhibit F**

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Operating revenues:	
Water and sewer fees	\$ 1,143,976.91
Meter sales and tap-on fees	32,543.14
Other operating income	8,574.78
Total operating revenue	<u>1,185,094.83</u>
Operating expenses:	
Personal services	242,039.12
Payroll taxes and benefits	86,731.89
Utilities	247,207.34
Maintenance and repairs	203,889.73
Materials and supplies	26,741.80
Testing expense	15,319.11
Water removal	26,551.53
Chemicals and lab	9,589.56
Professional services	29,292.79
Other operating expenses	33,039.32
Depreciation	90,586.24
Total operating expenses	<u>1,010,988.43</u>
Operating income (loss)	<u>174,106.40</u>
Non-operating revenue (expense):	
Interest income	85,018.59
Other	3,682.48
Net non-operating revenue	<u>88,701.07</u>
Change in net assets	262,807.47
Net assets, beginning of year	<u>3,592,736.37</u>
Net assets, end of year	<u>\$ 3,855,543.84</u>

The accompanying notes are an integral part of the financial statements.

**CITY OF MOMENCE, ILLINOIS**  
**Statement of Cash Flows - Modified Cash Basis**  
**Proprietary Fund - Water and Sewer Fund**  
**For the year ended April 30, 2007**

**Exhibit G**

<b>Operating activities</b>	
Receipts from customers	\$ 1,176,520.05
Other receipts	8,574.78
Payments to employees	(242,039.12)
Payments to suppliers	(688,538.07)
Net cash provided by operating activities	<u>254,517.64</u>
<b>Capital and related financing activities</b>	
Deposits - treatment plant improvements	(102,357.72)
Acquisition of capital assets	(121,919.23)
Net cash provided (used) by capital and related financing activities	<u>(224,276.95)</u>
<b>Noncapital and related financing activities</b>	
Repayments of interfund loans	(547.08)
Reimbursements	3,682.48
Net cash provided (used) by noncapital and related financing activities	<u>3,135.40</u>
<b>Investing activities</b>	
Interest on investments	58,838.59
Purchase of investments	(528,509.03)
Proceeds from sale of investments	499,810.50
Net cash provided (used) by investment activities	<u>30,140.06</u>
Net increase (decrease) in cash and cash equivalents	63,516.15
Cash and cash equivalents, beginning of period	1,468,921.65
Cash and cash equivalents, end of period	<u>\$ 1,532,437.80</u>
<b>Reconciliation of operating income to net cash provided (used) by operating activities:</b>	
Operating income (loss)	\$ 174,106.40
Adjustments to reconcile operating income to net cash provided by operating activities:	
(Increase) decrease in other assets	(10,175.00)
Depreciation	90,586.24
Net cash provided by operating activities	<u>\$ 254,517.64</u>

The accompanying notes are an integral part of the financial statements.

**CITY OF MOMENCE, ILLINOIS**  
**Notes to Financial Statements**

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**Note 1 - Summary of Significant Accounting Policies**

**A. Financial Reporting Entity**

The City of Momence is located in Kankakee County, Illinois, and was chartered in 1891. The City is governed by an elected mayor and eight-member council and provides a full range of services including public safety, public works, health and sanitation, planning, zoning and water and sewer. As required by generally accepted accounting principles, these financial statements present the City and any component units, entities for which the City is considered to be financially accountable. Blended components units, although legally separate entities are, in substance, part of the City's operations and so data from these units would be combined with data of the City. There are no component units of the City of Momence. For financial reporting purposes, the City includes all funds, accounts groups, agencies, boards, commissions and authorities that are controlled by or dependent on the City. Control by or dependence on the City (financial accountability) was determined on the basis of budget adoption, taxing authority, outstanding debt secured by revenues or general obligations of the City, operational independence and/or obligation of the City to finance any deficits that may occur, in accordance with Statement No. 14 of the Governmental Accounting Standards Board.

**B. Basis of Presentation**

Government-wide Financial Statements The statement of net assets and the statement of activities report information on all of the non-fiduciary activities of the primary government and its component units. 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. As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements.

The statement of activities displays the direct expenses of a given function or segment and the associated program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) operating or capital grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Fund Financial Statements The City segregates transactions related to certain functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. Separate statements are presented for governmental and proprietary activities. These statements present each major fund as a separate column on the fund financial statements; there are no non-major funds.

Governmental funds are those funds through which most governmental functions typically are financed. The measurement focus of governmental funds is on the sources, uses and balance of current financial resources. The City has presented the following major governmental funds:

General Fund – This is the primary operating fund of the City. It accounts for all financial resources of the general government, except those required to be accounted for in another fund. The general fund balance is available to the City for any purpose provided it is expended or transferred according to the general laws of Illinois.

**CITY OF MOMENCE, ILLINOIS**  
**Notes to Financial Statements**

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**Note 1 - Summary of Significant Accounting Policies (Continued)**

Motor Fuel Tax Fund – This special revenue fund accounts for motor fuel tax revenues and state-approved projects financed from motor fuel taxes.

Proprietary funds are used to account for those City activities that are similar to those often found in the private sector. The measurement focus is upon determination of net income, financial position, and changes in financial position. The City has presented the following major proprietary fund:

Water and Sewer Fund – The fund is used to account for water and sewer services to residents of the City and other commercial users.

**C. Measurement Focus and Basis of Accounting:**

Measurement focus is a term used to describe how transactions are recorded within the various financed statements. Basis of accounting refers to when revenues and expenditures are recognized in the accounts and reported in the financial statements, regardless of the measurement focus applied.

Government-wide and Fund Statements The government-wide and fund financial statements are reported using the economic resources measurement focus within the limitations of the modified cash basis of accounting. This basis recognizes assets, liabilities, net assets/fund equity, revenues, and expenditures/expenses when they result from cash transactions. This basis is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

As a result of the use of this modified cash basis of accounting, certain assets and their related revenues (such as accounts receivable and revenue for billed or provided services not yet collected) and certain liabilities and their related expenses (such as account payable and expenses for goods or services received but not yet paid, and accrued expenses and liabilities) are not recorded in these financial statements. If the City utilized the basis of accounting recognized as generally accepted, the fund financial statements for governmental funds would use the modified accrual basis of accounting and the government-wide financial statements would use the accrual basis of accounting.

In accordance with GASB Statement No.20, Accounting and Financial Reporting for Proprietary Funds and Other Governmental Entities that Use Proprietary Fund Accounting,” the City applies all GASB pronouncements and all Financial Accounting Standards Board (FASB) Statements and Interpretations, Accounting Principles Board Opinions, and Accounting Research Bulletins issued on or before November 30, 1989, unless they conflict with GASB pronouncements. Governments also have the option of following subsequent private-sector guidance for their business-type activities and enterprise funds, subject to this same limitation. The City has elected not to follow subsequent private-sector guidance.

Proprietary funds separate all activity into two categories: operating and non-operating revenues and expenses. Operating revenues and expenses result from providing services and producing and delivering goods. Non-operating revenues and expenses entail all other activity not included in operating revenues and expenses.

Other Under the terms of grant agreements, the City funds certain programs by a combination of specific cost-reimbursement grants, categorical block grants, and general revenues. Thus, when program expenses are incurred, there are both restricted and unrestricted net assets available to finance the program. It is the City’s policy to first apply cost-reimbursement grant resources to such programs, followed by categorical block grants, and then by general revenues.

**CITY OF MOMENCE, ILLINOIS**  
**Notes to Financial Statements**

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**Note 1 - Summary of Significant Accounting Policies (Continued)**

**D. Budgets and Budgetary Accounting**

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

The City Clerk is required to submit to the City Council an annual estimate of expenses for the fiscal year/period commencing May 1, on or before May 15. This estimate contributes to the development of an appropriation ordinance which must be passed during the first quarter of the fiscal year. A public hearing is conducted to obtain taxpayer comments. Responsibility for control of and amendments to the appropriation ordinance rests with the City Council. No supplemental appropriations were necessary during the year.

Appropriations for the General Fund are adopted on a basis consistent with the modified cash basis of accounting. The City Council does not make appropriations for the Motor Fuel Tax Fund.

**E. Cash and Cash Equivalents**

For purposes of the statement of cash flows, the City considers all highly liquid assets (including restricted assets) with original maturities of three months or less to be cash equivalents.

**F. Investments**

Investments are stated at cost, which approximates market.

**G. Capital Assets**

Capital assets, which include property, plant, and equipment for business-type activities are reported in the business-type activities columns in the government-wide financial statements and in the fund financial statements for proprietary funds. Capital and infrastructure assets are not recorded in the government-wide financial statements for governmental activities. Capital assets are defined by the City as assets with an initial, individual cost of more than its capitalization threshold and an estimated useful life in excess of one year. Capitalization thresholds are established at \$10,000. Assets are recorded at historical cost or estimated historical cost if historical cost is not available. Cost of normal maintenance and repairs that do not add to the value of the asset or materially extend the asset's life are not capitalized.

The City depreciates assets on a straight-line basis using the following estimated useful lives:

<u>Asset</u>	<u>Estimated Useful Life</u>
Equipment, furniture and fixtures	3 to 10 years
Sewers, wells, water mains, water towers, and treatment plant	30 to 50 years

**CITY OF MOMENCE, ILLINOIS**  
**Notes to Financial Statements**

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**Note 1 – Summary of Significant Accounting Policies (Continued)**

**H. Interfund Transactions:**

During the normal course of operations the City has transactions between funds. Transfers represent movement of resources from a fund receiving revenue to a fund through which those resources will be expended and are recorded as other financing sources (uses) in governmental funds and as transfers in proprietary funds. Interfund transactions that would be treated as revenues and expenditures/expenses if they involved organizations external to the City are treated similarly when involving other funds of the City.

Activity between funds that is referred to as “due to/from other funds” represents transactions when one fund incurs expenditures/expenses for the benefit of another fund and expects repayment from it. Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as “internal balances”.

**I. Use of Estimates**

The City prepares financial statements for its enterprise funds in accordance with generally accepted accounting principles which require the use of estimates and assumptions that affect certain reported amounts and disclosures. Actual results could differ from those estimates.

**Note 2 – Deposits and Investments**

Statutes authorize the City to invest in obligations of the U.S. Treasury and U.S. agencies, banker’s acceptances, repurchase agreements (meeting certain statutory requirements), certain rated instruments of commercial paper and the state treasurer’s investment pool. The City has exposure to credit risk (the risk that an issuer or counterparty to an investment will not fulfill its obligations) and custodial credit risk (bank balances not covered by depository insurance). It is the City’s policy to fully collateralize deposits and investments. All deposits at year-end were either insured or fully collateralized.

Investments consist of the following:

	<u>Governmental Activities</u>	<u>Business-type Activities</u>
Certificates of Deposit	\$606,369.18	\$ 462,985.70
U.S. Treasury Securities	-0-	610,096.32
	<u>\$606,369.18</u>	<u>\$1,073,083.02</u>

**Note 3 – Capital Assets – Business-type Activities**

	<u>Balances April 30, 2006</u>	<u>Additions</u>	<u>Retirements</u>	<u>Balances April 30, 2007</u>
Capital assets being depreciated:				
Sewer system and equipment	\$5,066,015.87	\$95,243.34	\$ -	\$5,161,259.21
Water system and equipment	<u>1,754,723.34</u>	<u>26,675.89</u>	-	<u>1,781,399.23</u>
Total capital assets being depreciated	6,820,739.21	121,919.23	-	6,942,658.44
Less: Accumulated depreciations	<u>(5,714,215.86)</u>	<u>(90,586.24)</u>	-	<u>(5,804,802.10)</u>
Business-type activities capital assets, net	<u>\$1,106,523.35</u>	<u>\$31,332.99</u>	\$ -	<u>\$1,137,856.34</u>

**CITY OF MOMENCE, ILLINOIS**  
**Notes to Financial Statements**

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**Note 4 - Retirement Fund Commitments**

The City participates in an agent multiple-employer public retirement system for eligible employees. Disclosures with respect to this plan are made in accordance with Governmental Accounting Standards Board Statements No. 27. Information with respect to this plan follows.

The City of Momence's defined benefit pension plan, Illinois Municipal Retirement (IMRF) an agent-multiple public employee retirement system, provides retirement, disability, annual cost of living adjustments and death benefits to plan members and beneficiaries. IMRF acts as a common investment and administrative agent for local governments and school districts in Illinois. The Illinois Pension Code establishes the benefit provisions of the plan that can only be amended by the Illinois General Assembly. IMRF issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained at "[www.imrf.org/pubs/pubs\\_homepage.htm](http://www.imrf.org/pubs/pubs_homepage.htm)" or by writing to the Illinois Municipal Retirement Fund, 2211 York Road, Suite 500, Oak Brook, Illinois 60523.

Employees participating in IMRF are required to contribute 4.50 percent of their annual covered salary. The member rate is established by state statute. The City of Momence is required to contribute at an actuarially determined rate. The employer rate for calendar year 2006 was 8.18 percent of payroll. The employer contribution requirements are established and may be amended by the IMRF Board of Trustees. IMRF's unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on a closed basis (overfunded liability amortized on open basis). The remaining amortization period at December 31, 2007 was 26 years.

For December 31, 2006, the City of Momence's annual pension cost of \$59,393 was equal to the City's required and actual contributions. The required contribution was determined as part of the December 31, 2004 actuarial valuation using the entry age actuarial cost method. The actuarial assumptions included (a) 7.50 percent investment rate of return (net of administrative expenses), (b) projected salary increases of 4 percent per year, attributable to inflation, (c) additional projected salary increases ranging from 0.4% to 11.6% per year depending on age and service, attributable to seniority/merit, and (d) post-retirement benefit increases of 3% annually. The actuarial value of IMRF assets was determined using techniques that smooth the effects of short-term volatility in the market value of investments over a five-year period with a 15% corridor. The assumptions used for the 2006 actuarial valuation were based on the 2002-2004 experience study.

Actuarial Valuation Date	Trend information		
	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
12/31/06	\$59,393	100%	\$-0-
12/31/05	58,322	100%	-0-
12/31/04	56,223	100%	-0-
12/31/03	23,934	100%	-0-
12/31/02	15,968	100%	-0-
12/31/01	42,713	100%	-0-
12/31/00	38,980	100%	-0-
12/31/99	46,267	100%	-0-
12/31/98	48,638	100%	-0-
12/31/97	57,774	100%	-0-

**CITY OF MOMENCE, ILLINOIS**  
**Notes to Financial Statements**

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**Note 5 - Property Taxes and Receipts**

The City's property tax is levied each year on all taxable real property located in the City on or before the last Tuesday in December. Property taxes attach as an enforceable lien on property as of January 1 and are payable in two installments due approximately on June 1 and September 1. The City receives significant distributions of tax receipts approximately one month after these due dates.

**Note 6 - Reserved Equity**

Revenues and expenditures from certain tax levies are recorded in the General Fund, and at April 30, 2007, there existed a cumulative excess of revenues over expenditures allocable to these levies. Accordingly, fund balance is reserved for the following amounts:

Municipal Band	\$ 6,793.79
Audit	1,312.93
IMRF	2,984.59
Liability insurance	<u>8,114.79</u>
Total	<u>\$19,206.10</u>

Cumulative expenses over taxes levied for workers' compensation amounted to \$56,548.37 at April 30, 2007.

**Note 7 - Risk Management**

The City, through membership in the Illinois Municipal League Risk Management Association, insures all major areas of risk. This insurance program combines elements of self-insurance (at the Association level) with pure insurance. Member contributions are based on the loss experience of the City and that of the Association as a whole.

The City's cost is based on rates determined by the Trustees of the Fund. Members of the Fund may also be subject to additional contributions not to exceed 10 percent of such member's contribution for the most recent fiscal year of the Fund if additional reserves are deemed necessary by the Fund's trustees. No additional assessments were due for the Fund fiscal year ended April 2006. Assessments, if any, for the Fund fiscal year ended April 2007 are not determinable.

Under Section 1405 of the Illinois Unemployment Insurance Act, the City of Momence has elected, in lieu of paying contributions to Illinois Unemployment Insurance, to reimburse the State for the actual amount of regular benefits and 50% of the extended benefits paid to the City's former workers if the City was both the last employer and a base period employer of a worker and to reimburse 50% of these amounts if the City was the last employer but not a base period employer of a worker. The amount that the City will have to pay cannot be readily predicted because the City must reimburse for the actual benefits paid to its former workers. The amount of such reimbursement will depend upon the number of workers who become unemployed, the duration of their unemployment, the number of such workers who file claims for benefits and the amount of total benefits paid to them.

**CITY OF MOMENCE, ILLINOIS**  
**Notes to Financial Statements**

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**Note 8 – Major Customers**

The City provides water and sewer services to Momence Packing, a commercial entity located in Momence. In addition to charges for water and sewer, the City is reimbursed for expenses directly related to pretreatment. Activity for the year ended April 30, 2007 is as follows:

	<u>Gallons</u>	<u>Water</u>	<u>Sewer</u>	<u>Expenses</u>
Billed for the period May 1, 2006 through April 30, 2007	<u>65,168,000</u>	<u>\$70,139.76</u>	<u>\$164,875.04</u>	<u>\$371,085.44</u>
Charges outstanding at April 30, 2007	<u>11,694,000</u>	<u>\$12,848.10</u>	<u>\$29,585.82</u>	<u>\$41,273.23</u>

**Note 9 – Commitments**

The City has expended \$187,107.22 to improve and expand the capacity of its sewer system and estimates additional expenditures of approximately \$413,000. As of April 30, 2007, \$102,357.72 has been reflected in the Water and Sewer Fund as other assets with the balance of \$84,749.50 included in property and equipment.

**CITY OF MOMENCE, ILLINOIS**

**General Fund**

**Statement of Revenues, Expenses and Changes in Fund Fund Balance -**

**Budget and Actual - Modified Cash Basis**

**For the year ended April 30, 2007**

	Original and Final Budget	Actual	Variance with Final Budget Over (Under)
<b>Revenues:</b>			
Property taxes	\$ 275,000.00	\$ 276,066.41	\$ 1,066.41
Income taxes	240,000.00	264,243.31	24,243.31
Sales taxes	420,000.00	456,482.73	36,482.73
Replacement taxes	33,000.00	35,915.75	2,915.75
Grant income	36,000.00	15,000.00	(21,000.00)
Charges for services	130,000.00	141,325.00	11,325.00
Licenses and permits	58,600.00	42,950.08	(15,649.92)
Fines and forfeitures	60,400.00	127,486.03	67,086.03
Refunds and reimbursements	-	117,616.38	117,616.38
Donations	-	1,000.00	1,000.00
Interest	23,000.00	24,254.78	1,254.78
Other	43,000.00	59,109.14	16,109.14
<b>Total revenues</b>	<u>1,319,000.00</u>	<u>1,561,449.61</u>	<u>242,449.61</u>
<b>Expenditures:</b>			
General government	638,150.00	360,030.11	(278,119.89)
Public safety	834,500.00	619,863.70	(214,636.30)
Public works/transportation	638,025.27	318,339.99	(319,685.28)
Health and welfare	151,000.00	146,210.53	(4,789.47)
Culture and recreation	116,500.00	15,303.15	(101,196.85)
Capital outlay	262,000.00	142,974.77	(119,025.23)
<b>Total expenditures</b>	<u>2,640,175.27</u>	<u>1,602,722.25</u>	<u>(1,037,453.02)</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>\$ (1,321,175.27)</u>	<u>(41,272.64)</u>	<u>\$ 1,279,902.63</u>
<b>Fund balance, beginning of year</b>		<u>744,157.63</u>	
<b>Fund balance, end of year</b>		<u>\$ 702,884.99</u>	

**CITY OF MOMENCE, ILLINOIS**  
**Required and Other Supplementary Information**  
**April 30, 2007**

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**Required Supplementary Information**

**Schedule of Funding Progress – Illinois Municipal Retirement Fund**

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Liability (AAL) Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
12/31/06	\$1,926,613	\$1,868,922	\$(57,691)	103.09%	\$726,080	0.00%
12/31/05	1,710,944	1,679,872	(31,072)	101.85%	664,257	0.0%
12/31/04	1,762,836	1,709,233	(53,613)	103.14%	684,811	0.0%
12/31/03	1,627,926	1,646,487	18,561	98.87%	633,173	2.93%
12/31/02	1,529,479	1,457,762	(71,717)	104.92%	628,661	0.0%
12/31/01	1,526,016	1,270,399	(255,617)	120.12%	534,587	0.0%
12/31/00	1,384,408	1,127,750	(256,658)	122.76%	504,928	0.0%
12/31/99	1,194,419	1,147,671	(46,748)	104.07%	573,331	0.0%
12/31/98	1,049,021	1,008,289	(40,732)	104.04%	557,773	0.0%
12/31/97	825,559	810,687	(14,872)	101.83%	587,118	0.0%
12/31/96	641,948	688,209	46,261	93.28%	549,094	8.42%
12/31/95	559,122	723,271	164,149	77.30%	495,133	33.15%

On a market basis, the actuarial value of assets as of December 31, 2006 is \$2,062,147. On a market basis, the funded ratio would be 110.34%.

**\*Digest of Changes**

The actuarial assumptions used to determine the actuarial accrued liability for 2006 are based on the 2002-2004 Experience Study.

The principal changes were:

- The 1994 Group Annuity Mortality implemented.
- For regular members, fewer normal and more early retirements are expected to occur.

**Other Supplementary Information**

**Disclosure of Tort Expenditures under PA 91-0628**

Illinois Municipal League Risk Management Association	<u>General Fund</u> <u>\$44,511.60</u>
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**CITY OF MOMENCE, ILLINOIS**  
**Notes to Required Supplementary Information**  
**April 30, 2007**

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

The City Clerk is required to submit to the City Council an annual estimate of expenses for the fiscal year/period commencing May 1, on or before May 15. This estimate contributes to the development of an appropriation ordinance which must be passed during the first quarter of the fiscal year. A public hearing is conducted to obtain taxpayer comments. Responsibility for control of and amendments to the appropriation ordinance rests with the City Council. No supplemental appropriations were necessary during the year.

Appropriations for the General Fund are adopted on a basis consistent with the modified cash basis of accounting. The City Council does not make appropriations for the Motor Fuel Tax Fund.

## CITY OF MOMENCE, ILLINOIS

Schedule I

## General Fund

## Statement of Revenues, Expenditures and Changes in

## Fund Balance, Budget and Actual - Modified Cash Basis

For the year ended April 30, 2007

	Original and Final Budget	Actual
<b>Revenues:</b>		
General property taxes	\$ 275,000.00	\$ 276,066.41
State replacement taxes	33,000.00	35,915.75
State income taxes	240,000.00	264,243.31
State sales and use tax	420,000.00	456,482.73
Grant revenue	36,000.00	15,000.00
Garbage fees	130,000.00	141,325.00
Licenses and fees	10,600.00	11,925.00
Building and electrical permits	41,500.00	19,558.00
Fines and forfeitures	60,400.00	127,486.03
Franchise agreements	6,500.00	11,467.08
Cable and amusement fees	16,000.00	14,493.11
Refunds and reimbursements	-	117,616.38
Donation	-	1,000.00
Interest income	23,000.00	24,254.78
Miscellaneous income	18,000.00	44,616.03
<b>Total revenues</b>	<b>1,319,000.00</b>	<b>1,561,449.61</b>
<b>Expenditures:</b>		
General Government:		
Mayor's Department		
Salary of mayor and council	15,000.00	12,330.00
Payroll taxes	550.00	266.16
Office supplies	1,600.00	394.61
Travel and other expenses	4,500.00	478.88
Contingencies	1,000.00	-
Total Mayor's Department	22,650.00	13,469.65
City Clerk Department		
Salary of clerk	7,500.00	2,520.00
Salary of city collector	35,000.00	31,920.00
Payroll taxes	3,000.00	2,550.98
IMRF	3,000.00	2,361.58
Insurance	12,000.00	6,782.32
Dues and subscriptions	1,000.00	716.00
Publication fees	5,000.00	4,570.27
Repairs and maintenance	2,500.00	-
Supplies	2,000.00	26.59
Travel & Expense	1,250.00	-
Miscellaneous other expenses	500.00	40.00
Contingencies	1,000.00	-
Total City Clerk Department	73,750.00	51,487.74

## CITY OF MOMENCE, ILLINOIS

Schedule 1

## General Fund

## Statement of Revenues, Expenditures and Changes in

## Fund Balance, Budget and Actual - Modified Cash Basis

For the year ended April 30, 2007

	Original and Final Budget	Actual
<b>City Treasurer Department</b>		
Salary of treasurer	\$ 5,500.00	\$ 2,520.00
Payroll taxes	750.00	192.84
Audit expense	8,000.00	-
Accounting services	12,000.00	11,970.00
Printing, stationary and supplies	2,500.00	1,163.64
Premium snrety bond	500.00	125.00
Miscellaneous expense	1,500.00	272.20
Total City Treasurer Department	<u>30,750.00</u>	<u>16,243.68</u>
<b>Public Property Department</b>		
Wages and other fees	5,000.00	4,200.00
Property taxes	3,000.00	1,932.88
Supplies	4,000.00	4,350.31
Museum	3,000.00	2,069.40
Telephone	15,000.00	13,812.70
Insurance	1,000.00	499.00
State of Illinois - Dixie Highway	2,000.00	-
Log cabin	2,000.00	1,543.31
Land & Economic Development	3,000.00	-
Utilities - heat	18,000.00	1,289.17
Contingencies	3,000.00	-
Surveyor	42,000.00	-
Repairs and maintenance	4,000.00	7,753.52
Purchases of equipment	4,000.00	-
Total Public Property Department	<u>109,000.00</u>	<u>37,450.29</u>
<b>Zoning and Planning Commission</b>		
Salaries of zoning board and other	19,000.00	13,882.17
Plumbing fees	6,000.00	4,860.00
Electrical fees	4,000.00	2,200.00
Other operating expenses	2,000.00	-
Code enforcement officer	15,000.00	2,075.75
Payroll taxes	1,500.00	347.41
Publication fees	2,000.00	199.00
Comprehensive plan	10,000.00	4,918.58
Gas and oil - vehicle	3,000.00	-
Repairs and maintenance - vehicle	1,000.00	-
Supplies	1,000.00	38.60
Zoning	1,500.00	47.00
Total Zoning & Planning Commission	<u>66,000.00</u>	<u>28,568.51</u>

## CITY OF MOMENCE, ILLINOIS

## Schedule I

## General Fund

## Statement of Revenues, Expenditures and Changes in

## Fund Balance, Budget and Actual - Modified Cash Basis

For the year ended April 30, 2007

	Original and Final Budget	Actual
Insurance Department		
Worker's compensation	\$ 40,000.00	\$ 51,000.18
Liability and other insurance	74,000.00	46,124.60
Contingencies	4,000.00	-
Total Insurance Department	<u>118,000.00</u>	<u>97,124.78</u>
Legal Department		
Retainer fee of city attorney	15,000.00	26,915.00
Other legal fees	53,500.00	37,174.68
Travel and expense	1,000.00	-
Contingencies	1,000.00	-
Ordinance revision	12,000.00	-
Total Legal Department	<u>82,500.00</u>	<u>64,089.68</u>
Local Improvement Department		
July 4th celebration	10,000.00	5,500.00
Christmas decorations	10,000.00	-
Tree planting	5,000.00	450.00
Industrial park	15,000.00	3,229.50
Storm warning system	12,000.00	-
Sidewalk ramps	7,000.00	-
Downtown park development	5,000.00	-
Contingencies	9,000.00	-
Downtown area	30,000.00	14,396.27
City Hall renovations	35,000.00	1,740.00
Sales Tax Rebate	30,000.00	21,287.31
Comprehensive computerization	3,000.00	2,382.70
Total Local Improvement	<u>171,000.00</u>	<u>48,985.78</u>
Liquor Commission		
Salary of liquor commissioner	2,000.00	1,500.00
IMRF expense	500.00	-
Payroll taxes	500.00	114.84
Miscellaneous	-	75.00
Contingencies	500.00	-
Total Liquor Commission	<u>3,500.00</u>	<u>1,689.84</u>
City Hall		
Utilities	-	2,660.16
Total City Hall	<u>-</u>	<u>2,660.16</u>
Total General Government	<u>677,150.00</u>	<u>361,770.11</u>

CITY OF MOMENCE, ILLINOIS

Schedule 1

General Fund

Statement of Revenues, Expenditures and Changes in  
Fund Balance, Budget and Actual - Modified Cash Basis  
For the year ended April 30, 2007

	Original and Final Budget	Actual
<b>Public Safety:</b>		
Street Lighting		
Electricity	\$ 30,000.00	\$ 26,996.28
Repairs and maintenance	15,000.00	1,243.20
Contingencies	2,000.00	-
Total Street Lighting	<u>47,000.00</u>	<u>28,239.48</u>
Police Department		
Salaries of city police	393,000.00	371,395.55
Payroll taxes	31,000.00	27,301.93
Employee health insurance	115,000.00	86,947.00
Gas, fuel and oil	30,000.00	24,253.34
Repairs and maintenance	35,000.00	12,659.82
Supplies	11,500.00	12,796.28
Education and training	10,000.00	4,100.53
Insurance	3,000.00	950.00
Miscellaneous	105,500.00	21,919.73
Publication Fees	1,500.00	40.00
Travel and expenses	2,000.00	19.74
Animal control	5,000.00	1,745.00
IMRF	45,000.00	27,259.09
Utilities	-	236.21
Purchase of equipment	65,000.00	63,317.39
Total Police Department	<u>852,500.00</u>	<u>654,941.61</u>
Total Public Safety	<u>899,500.00</u>	<u>683,181.09</u>
<b>Public Works:</b>		
Engineering Department		
Engineering fees	20,000.00	9,875.85
Surveyor fees	15,000.00	-
Procuring of maps & plats	5,000.00	-
Contingencies	2,000.00	-
Supplies	5,000.00	-
Total Engineering Department	<u>47,000.00</u>	<u>9,875.85</u>

## CITY OF MOMENCE, ILLINOIS

Schedule 1

## General Fund

Statement of Revenues, Expenditures and Changes in  
Fund Balance, Budget and Actual - Modified Cash Basis  
For the year ended April 30, 2007

	Original and Final Budget	Actual
Street and Alley Department		
Salary of superintendent	\$ 55,000.00	\$ 49,920.00
Wages - other personnel	150,143.95	91,247.40
Payroll taxes	20,000.00	10,229.90
Employee health insurance	47,000.00	53,375.20
Gas, fuel, and oil	20,000.00	9,596.95
Equipment repairs/rental	31,000.00	19,900.17
Material and supplies	24,000.00	18,469.04
Building repairs	5,000.00	1,017.68
Sidewalks-new construction	75,000.00	47,008.30
Blacktopping	20,381.32	17,091.96
Stone and salt	22,000.00	10,275.68
Equipment purchases	30,000.00	21,035.58
Equipment storage building	40,000.00	1,568.85
Engineering fees	20,000.00	-
Tree removal	20,000.00	13,415.00
Snow removal	7,000.00	-
Parking lot renovations	50,000.00	-
Downtown sidewalks	50,000.00	9,873.50
Reimbursement of road cuts	10,000.00	1,000.00
IMRF	17,500.00	11,068.31
Miscellaneous	32,000.00	288.00
Total Street and Alley Department	<u>746,025.27</u>	<u>386,381.52</u>
 Total Public Works	 <u>793,025.27</u>	 <u>396,257.37</u>
 Health and Welfare:		
Waste removal	\$ 130,000.00	\$ 138,510.84
Contingencies	5,000.00	-
Total Health and Welfare Department	<u>135,000.00</u>	<u>138,510.84</u>
 Sewer and Water Department		
Maintenance - Labor and Materials	10,000.00	6,025.42
Utilities	5,000.00	1,674.27
Contingencies	1,000.00	-
Total Sewer and Water Department	<u>16,000.00</u>	<u>7,699.69</u>
 Total Health and Welfare	 <u>151,000.00</u>	 <u>146,210.53</u>

## CITY OF MOMENCE, ILLINOIS

Schedule 1

## General Fund

## Statement of Revenues, Expenditures and Changes in

## Fund Balance, Budget and Actual - Modified Cash Basis

For the year ended April 30, 2007

	Original and Final Budget	Actual
Community Center:		
Cleaning personnel	\$ 5,000.00	\$ 768.80
Utilities	12,000.00	7,134.58
Telephone	1,500.00	-
Repairs and maintenance	30,000.00	6,067.57
Equipment purchases	3,000.00	-
Insurance	2,000.00	-
Contingencies	3,000.00	-
Supplies and other	63,000.00	1,332.20
Total Community Center	<u>119,500.00</u>	<u>15,303.15</u>
<b>Total expenditures</b>	<u>2,640,175.27</u>	<u>1,602,722.25</u>
Excess (deficiency) of revenues over expenditures	<u>\$ (1,321,175.27)</u>	(41,272.64)
Fund balance, beginning of year		<u>744,157.63</u>
Fund balance, end of year		<u>\$ 702,884.99</u>

**CITY OF MOMENCE, ILLINOIS**  
**Special Revenue Fund - Motor Fuel Tax Fund**  
**Statement of Revenues, Expenditures and Changes in**  
**Fund Balance, Budget and Actual - Modified Cash Basis**  
**For the year ended April 30, 2007**

**Schedule 2**

	<u>Budget</u>	<u>Actual</u>
<b>Revenues:</b>		
Intergovernmental	\$ -	\$ 91,739.30
Interest	-	1,417.49
	<u>-</u>	<u>93,156.79</u>
<b>Total revenues</b>		
<b>Expenditures:</b>		
Streets and alleys	-	-
Materials and supplies	-	-
Contractual services	-	-
Engineering	-	-
Miscellaneous	-	-
	<u>-</u>	<u>-</u>
<b>Total expenditures</b>		
	<u>\$ -</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures		93,156.79
Fund balance, beginning of year		<u>47,189.04</u>
Fund balance, end of year		<u>\$ 140,345.83</u>

**CITY OF MOMENCE, ILLINOIS**  
**Water and Sewer Fund**  
**Statement of Revenues, Expenses and**  
**Changes in Fund Net Assets - Modified Cash Basis**  
**For the year ended April 30, 2007**

**Schedule 3**

	Water	Sewer	Total
<b>Operating revenues:</b>			
Fees for services	\$ 387,498.80	\$ 756,478.11	\$ 1,143,976.91
Meter sales and tap-on fees	15,293.14	17,250.00	32,543.14
Other operating income	7,512.95	1,061.83	8,574.78
Total operating revenue	<u>410,304.89</u>	<u>774,789.94</u>	<u>1,185,094.83</u>
<b>Operating expenses:</b>			
Personal services	83,678.92	158,360.20	242,039.12
Payroll taxes and benefits	26,548.95	60,182.94	86,731.89
Utilities	15,546.31	231,661.03	247,207.34
Equipment rent	-	-	-
Maintenance and repairs	64,718.25	139,171.48	203,889.73
Materials and supplies	12,271.27	14,470.53	26,741.80
Testing expenses	8,809.54	6,509.57	15,319.11
Waste removal	-	26,551.53	26,551.53
Chemicals and lab	-	9,589.56	9,589.56
Professional services	29,292.79	-	29,292.79
Depreciation	61,425.41	29,160.83	90,586.24
Other operating expenses	2,073.38	30,965.94	33,039.32
Total operating expenses	<u>304,364.82</u>	<u>706,623.61</u>	<u>1,010,988.43</u>
Operating income (loss)	<u>\$ 105,940.07</u>	<u>\$ 68,166.33</u>	<u>174,106.40</u>
<b>Non-operating revenue (expense):</b>			
Interest income			85,018.59
Other			<u>3,682.48</u>
Net non-operating revenue			<u>88,701.07</u>
Change in net assets			262,807.47
Net assets, beginning of year			<u>3,592,736.37</u>
Net assets, end of year			<u>\$ 3,855,543.84</u>

## CITY OF MOMENCE, ILLINOIS

Schedule 4

## Water and Sewer Fund

## Statement of Expenses - Modified Cash Basis - Sewer Department

For the year ended April 30, 2007

	Pretreatment	Final Treatment	Total
Salaries and wages	\$ -	\$ 158,360.20	\$ 158,360.20
Social security taxes	-	11,562.37	11,562.37
IMRF expense	-	13,257.93	13,257.93
Health insurance	-	35,362.64	35,362.64
Gas, fuel, & oil	-	8,729.58	8,729.58
Lab analysis	-	6,509.57	6,509.57
Waste removal	-	26,551.53	26,551.53
Repairs and maintenance	32,345.17	91,706.69	124,051.86
Supplies and materials	307.55	5,433.40	5,740.95
Chemicals	-	9,589.56	9,589.56
Telephone	1,425.99	3,350.02	4,776.01
Electricity	36,110.81	63,017.07	99,127.88
Heating	127,757.14	-	127,757.14
New equipment	-	15,119.62	15,119.62
Depreciation	-	29,160.83	29,160.83
Other operating expenses	4,473.90	26,492.04	30,965.94
<b>Total expenses</b>	<b>\$ 202,420.56</b>	<b>\$ 504,203.05</b>	<b>\$ 706,623.61</b>

**CITY OF MOMENCE, ILLINOIS**  
**Assessed Valuations, Rates, Extensions And Collections**  
**For the tax levy years 2002 through 2006**

**Schedule 5**

	2006	2005	2004	2003	2002
Assessed valuation	<u>\$48,776,566</u>	<u>\$42,828,234</u>	<u>\$40,129,261</u>	<u>\$38,802,712</u>	<u>\$38,816,613</u>
Tax rates:					
Corporate	\$ 0.251	\$ 0.246	\$ 0.250	\$ 0.245	\$ 0.138
Police protection	0.078	0.074	0.075	0.073	0.075
Liability insurance	0.091	0.106	0.090	0.088	0.129
Street lighting	-	-	-	-	0.003
Illinois municipal retirement	-	-	0.038	0.055	0.142
Audit	-	-	-	-	0.020
Workmen's compensation	0.081	0.093	0.075	0.065	0.026
Total tax rates	<u>\$ 0.501</u>	<u>\$ 0.519</u>	<u>\$ 0.528</u>	<u>\$ 0.526</u>	<u>\$ 0.533</u>
Tax extensions:					
Corporate	\$ 122,429.18	\$105,357.46	\$100,323.15	\$95,066.64	\$53,566.93
Police	38,045.72	31,692.89	30,096.95	28,325.98	29,112.46
Liability insurance	44,386.68	45,397.93	36,116.33	34,146.39	50,073.43
Illinois municipal retirement	-	-	15,249.12	21,341.49	55,119.59
Audit	-	-	-	-	7,763.32
Workmen's compensation	39,509.02	39,830.26	30,096.95	25,221.76	10,092.32
Total tax extensions	<u>\$ 244,370.60</u>	<u>\$ 222,278.53</u>	<u>\$ 211,882.50</u>	<u>\$ 204,102.27</u>	<u>\$ 205,728.05</u>
Tax collections:					
General Fund		\$ 221,940.75	\$ 212,266.40	\$ 201,791.84	\$ 190,788.44
Road & Bridge Twp Levy		53,525.27	50,803.05	52,993.05	42,672.78
Total tax collections		<u>\$ 275,466.02</u>	<u>\$ 263,069.45</u>	<u>\$ 254,784.89</u>	<u>\$ 233,461.22</u>
Percentage of General Fund extensions collected		<u>99.85%</u>	<u>100.18%</u>	<u>98.87%</u>	<u>92.74%</u>