

**City of Carlyle, Illinois**  
**ANNUAL FINANCIAL REPORT**  
**For the Year Ended April 30, 2014**

City of Carlyle, Illinois  
TABLE OF CONTENTS

April 30, 2014

	<u>PAGE</u>
<b><u>Financial Section</u></b>	
Independent Auditors' Report.....	1-2
<b><u>Basic Financial Statements</u></b>	
<b><u>Exhibit</u></b>	
A Statement of Net Position .....	3
B Statement of Activities.....	4
C Balance Sheet -- Governmental Funds .....	5
C-1 Reconciliation of Total Governmental Fund Balances to Net Assets of Governmental Activities.....	6
D Statement of Revenues, Expenditures and Changes in Fund Balances -- Governmental Funds .....	7
D-1 Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities .....	8
E Statement of Fund Net Position -- Proprietary Funds.....	9
F Statement of Revenues, Expenses, and Changes in Fund Net Position -- Proprietary Funds .....	10
G Statement of Cash Flows -- Proprietary Funds .....	11-12
Notes to Financial Statements.....	13-29
<b><u>Required Supplementary Information</u></b>	
H Statement of Revenues Received, Expenditures Paid and Changes in Fund Balances -- (Budgetary Basis) -- General Fund .....	30
I Statement of Revenues Received, Expenditures Paid and Changes in Fund Balances -- (Budgetary Basis) -- Police Fund .....	31
J Statement of Revenues Received, Expenditures Paid and Changes in Fund Balances -- (Budgetary Basis) -- Economic Development Capital Fund .....	32
Notes to Budgetary Comparison Schedules.....	33
K Schedule of Funding Progress-- Illinois Municipal Retirement Fund.....	34

**Other Information**

**Statement**

1	Combining Balance Sheet -- General Fund .....	35
2	Combining Statement of Revenues, Expenditures and Changes in Fund Balances -- General Fund.....	36
3	Combining Statement of Revenues Received, Expenditures Paid, and Changes in Fund Balances -- Budget and Actual (Budgetary Basis) -- General Fund .....	37
4	Combining Balance Sheet -- Nonmajor Governmental Funds .....	38
5	Combining Statement of Revenues, Expenditures And Changes in Fund Balances -- Nonmajor Governmental Funds.....	39
6	Combining Balance Sheets -- Special Revenue Funds .....	40-41
7	Combining Statement of Revenues, Expenditures and Changes in Fund Balance -- Special Revenue Funds.....	42-43
8	Combining Statement of Revenues Received, Expenditures Paid and Changes in Fund Balances -- Budget and Actual (Budgetary Basis) -- Special Revenue Funds .....	44-46
9	Balance Sheet -- Capital Projects Fund .....	47
10	Statement of Revenues, Expenditures and Changes in Fund Balance -- Capital Project Funds.....	48
11	Statement of Revenues Received, Expenditures Paid and Changes in Fund Balance -- Budget and Actual (Budgetary Basis) -- Capital Projects Fund .....	49
12	Balance Sheet -- Debt Service Fund.....	50
13	Statement of Revenues, Expenditures and Changes in Fund Balance -- Debt Service Fund .....	51
14	Statement of Revenue Received, Expenditures Paid and Changes in Fund Balance -- Budget and Actual (Budgetary Basis) -- Debt Service Fund.....	52
15	Statement of Revenues Received, Expenditures Paid and Changes in Fund Balances -- (Budgetary Basis) -- TIF-1 Fund.....	53
16	Statement of Revenues Received, Expenditures Paid and Changes in Fund Balances -- (Budgetary Basis) -- TIF-2 Fund.....	54
17	Statement of Revenues Received, Expenditures Paid and Changes in Fund Balances -- (Budgetary Basis) -- TIF-3 Fund.....	55
18	Statement of Revenues Received, Expenditures Paid and Changes in Fund Balances -- (Budgetary Basis) -- Library Construction Fund.....	56

Other Information (Continued)

Statement

PAGE

19	Balance Sheet -- Revenue Bond Reserve Accounts -- Electric Light Plant System Fund .....	57
20	Statement of Revenues, Expenses and Changes in Retained Earnings -- Revenue Bond Reserve Accounts -- Electric Light Plant System Fund .....	58
21	Balance Sheet -- Revenue Bond Reserve Accounts -- Water Utility Fund.....	59
22	Statement of Revenues, Expenses and Changes in Retained Earnings -- Revenue Bond Reserve Accounts -- Water Utility Fund.....	60
23	Balance Sheet -- Revenue Bond Reserve Accounts -- Sewer Utility Fund.....	61
24	Statement of Revenues, Expenses and Changes in Retained Earnings -- Revenue Bond Reserve Accounts -- Sewer Utility Fund.....	62
25	Combining Statement of Revenues, Expenses and Changes in Retained Earnings -- Enterprise Funds .....	63

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## Independent Auditors' Report

August 14, 2014

Honorable Mayor and Members of the Board of Aldermen  
City of Carlyle, Illinois  
Carlyle, Illinois 62231

### Report on the Financial Statements

We have audited the accompanying financial statements of governmental activities, business-type activities, each major fund and the aggregate remaining fund information of the City of Carlyle, Illinois as of and for the fiscal year ended April 30, 2014, and the related notes to the financial statements, which collectively comprise the City'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.

### Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of 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 auditors' 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.

### Basis for Qualified Opinion

The City of Carlyle, Illinois has not presented or disclosed information in connection with potential liabilities for other post-employment benefits as required by Governmental Accounting Standards Board Statement 45, *Accounting and Financial Reporting for Post-Employment Benefits Other Than Pensions*. The amount by which this presentation and disclosure would affect the financial statements is not reasonably determinable.

### Qualified Opinions

In our opinion, except for the effects of the matter described in the "Basis for Qualified Opinion" paragraph, the financial statements referred to above present fairly, in all material respects the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Carlyle, Illinois as of April 30, 2014, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

**Emphasis of Matter**

The City adopted GASB Statement No.63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position*, and GASB Statement No.65, *Items Previously Reported as Assets and Liabilities*, during the year ended April 30, 2014. Statement No. 63 added new classifications on the statements of net position and changed net assets to net position. Statement No. 65 changed the classifications of certain items on the statement of net position to the new classifications contained in GASB Statement No. 63. The adoption of these statements had an effect on the City's net positions or fund balances as of and for the year ended April 30, 2014, as disclosed in Note 23. Our opinions are not modified with respect to this matter.

**Other Matters***Required Supplementary Information*

Accounting principles generally accepted in the United States of America require that the budgetary comparison information and the schedule of funding progress – Illinois Municipal Retirement Fund presented on pages 30-34 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements is required by the Governmental Accounting Standards Board, who considered it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Management has omitted management's discussion and analysis that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing information although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational economic or historical context. Our opinion on the basic financial statements is not affected by this missing information.

*Other Information*

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

The combining and individual nonmajor fund financial statements and budgetary basis major capital projects fund 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, based on our audit, the procedures performed as described above, the combining fund financial statements and individual fund, nonmajor fund financial statements are fairly stated in all material respects in relation to the basic financial statements as a whole.

Respectfully submitted,



**City of Carlyle, Illinois**  
**BASIC FINANCIAL STATEMENTS**

City of Carlyle, Illinois  
STATEMENT OF NET POSITION  
April 30, 2014

	Governmental Activities	Business -Type Activities	Total
<b>ASSETS</b>			
Cash and Equivalents	\$ 2,450,534	\$ 472,714	\$ 2,923,248
Grant Receivable	284,907	-	284,907
Receivables, Net of Allowance for Uncollectible of \$146,323	625,001	533,726	1,158,727
Accrued Investment Income	359	610	969
Notes Receivable	534,167	-	534,167
Inventories	-	585,528	585,528
Prepaid Expenses	31,598	106,775	138,373
Restricted Assets:			
Cash and Cash Equivalents	-	1,213,435	1,213,435
Capital Assets:			
Land	444,125	234,299	678,424
Buildings, Net	910,204	241,144	1,151,348
Vehicles, Net	92,170	89,701	181,871
Office Equipment, Net	20,926	13	20,939
Other Equipment, Net	265,247	-	265,247
Infrastructure, Net	611,775	9,863,695	10,475,470
Construction in Progress	2,405,193	341,196	2,746,389
Total Assets	<u>\$ 8,676,206</u>	<u>\$ 13,682,836</u>	<u>\$ 22,359,042</u>
<b>LIABILITIES</b>			
Bank Overdraft	\$ -	\$ 65,789	\$ 65,789
Accounts Payable	44,905	241,966	286,871
Compensated Absences Payable	116,117	73,660	189,777
Accrued Expenses	52,772	51,289	104,061
Deposits	1,816	36,915	38,731
Unearned Liquor and Gaming Licenses	7,525	-	7,525
Long-Term Liabilities:			
Due Within One Year:			
Bonds, Notes and Leases	37,619	161,508	199,127
Due Beyond One Year:			
Bonds, Notes and Leases	218,120	1,640,624	1,858,744
Total Liabilities	<u>478,874</u>	<u>2,271,751</u>	<u>2,750,625</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Unavailable Property Taxes	258,640	-	258,640
Total deferred inflows of resources	<u>258,640</u>	<u>-</u>	<u>258,640</u>
Total liabilities and deferred inflows of resources	<u>\$ 737,514</u>	<u>\$ 2,271,751</u>	<u>\$ 3,009,265</u>
<b>NET POSITION</b>			
Net Position Invested in Capital Assets, Net of Related Debt	\$ 4,493,901	\$ 8,967,916	\$ 13,461,817
Restricted Net Position for:			
Debt Service	4,600	193,435	198,035
Depreciation	-	1,020,000	1,020,000
Capital Projects	1,449,241	-	1,449,241
Unrestricted Net Position	1,990,950	1,229,734	3,220,684
Total Net Position	<u>\$ 7,938,692</u>	<u>\$ 11,411,085</u>	<u>\$ 19,349,777</u>

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



City of Carlyle, Illinois  
STATEMENT OF ACTIVITIES  
For the Year Ended April 30, 2014

Functions/Programs	Program Revenues			Net (Expense) Revenue and Changes in Net Position		
	Charges for Services and Sales	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total
<b>Primary Government</b>						
<u>Governmental Activities:</u>						
General Government	\$ (682,124)	\$ -	\$ -	\$ (384,057)	\$ -	\$ (384,057)
Public Safety	(766,562)	6,580	-	(713,517)	-	(713,517)
Highways and Streets	(462,602)	110,583	-	(347,084)	-	(347,084)
Culture and Recreation	(625,296)	11,703	2,371,824	1,850,251	-	1,850,251
Community Development	(882,043)	700	-	(881,343)	-	(881,343)
Interest on Long Term Debt	(10,780)	-	-	(10,780)	-	(10,780)
Total Governmental Activities	(3,429,407)	129,566	2,371,824	(486,530)	-	(486,530)
<u>Business-Type Activities:</u>						
Water	(1,123,652)	-	-	-	(43,348)	(43,348)
Sewer	(362,514)	-	-	-	(90,797)	(90,797)
Electric	(3,907,260)	-	-	-	60,240	60,240
Total Business-Type Activities	(5,393,426)	-	-	-	(73,905)	(73,905)
Total Government	\$ (8,822,833)	\$ 129,566	\$ 2,371,824	(486,530)	(73,905)	(560,435)

General Revenues:		Taxes:	
Property Taxes - City Levy	246,166	Property Taxes - City Levy	246,166
Property Taxes - TIF Districts	943,313	Property Taxes - TIF Districts	943,313
Mobile Home Taxes	707	Mobile Home Taxes	707
Road and Bridge Taxes	25,517	Road and Bridge Taxes	25,517
Income and Replacement Taxes	349,731	Income and Replacement Taxes	349,731
Sales Taxes	984,848	Sales Taxes	984,848
Hotel/Motel Tax	32,399	Hotel/Motel Tax	32,399
Payments in Lieu of Taxes	49,297	Payments in Lieu of Taxes	49,297
Investment Earnings	16,141	Investment Earnings	16,141
General and Administrative Cost Reimbursement	305,100	General and Administrative Cost Reimbursement	305,100
Gain (Loss) Sale of Assets	6,737	Gain (Loss) Sale of Assets	6,737
Capital Contributed	(228,872)	Capital Contributed	(228,872)
Total General Revenues, Transfers and Capital Contributions	2,731,084	Total General Revenues, Transfers and Capital Contributions	2,731,084
Changes in Net Position	2,244,554	Changes in Net Position	2,098,781
Net Position- Beginning (Restated)	5,694,138	Net Position- Beginning (Restated)	11,041,226
Prior Period Adjustment	-	Prior Period Adjustment	515,632
Net Position - Ending	\$ 7,938,692	Net Position - Ending	\$ 11,411,085
			\$ 19,349,777

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

City of Carlyle, Illinois  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
April 30, 2014

ASSETS	General	Police Fund	Economic Development Capital Fund	TIF-1 Fund	TIF-2 Fund	TIF-3 Fund	Library Construction	Nonmajor Governmental Funds (Statement 4)	Total
Cash and Equivalents	\$ 1,151,241	\$ 6,781	\$ 616,170	\$ 162,333	\$ 137,390	\$ 35,388	\$ -	\$ 341,231	\$ 2,450,534
Receivables, Net of Allowance for Collectibles:									
Taxes	41,625	14,871	-	-	-	-	-	202,144	258,640
Intergovernmental	311,451	-	-	-	-	-	-	20,840	332,291
Other	284,907	5,122	-	-	-	-	-	28,948	318,977
Accrued Investment Income	215	-	-	54	47	12	-	31	359
Notes Receivable	-	-	483,078	-	-	-	-	51,089	534,167
Prepaid Expenses	12,103	10,036	-	-	-	-	-	9,459	31,598
Total Assets	\$ 1,801,542	\$ 36,810	\$ 1,099,248	\$ 162,387	\$ 137,437	\$ 35,400	\$ -	\$ 653,742	\$ 3,926,566
LIABILITIES DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE									
Liabilities:									
Accounts Payable and Accrued Expenses	\$ 69,002	\$ 79,915	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 64,877	\$ 215,794
Deposits	-	-	-	-	-	-	-	1,816	1,816
Unearned Liquor & Gaming Licenses	7,525	-	-	-	-	-	-	-	7,525
Total Liabilities	76,527	79,915	-	-	-	-	-	66,693	223,135
Deferred Inflows of Resources:									
Unavailable property taxes	41,625	14,871	-	-	-	-	-	202,144	258,640
Total Deferred Inflows of Resources	41,625	14,871	-	-	-	-	-	202,144	258,640
Total Liabilities and Deferred Inflows of Resources	118,152	94,786	-	-	-	-	-	268,837	481,775
Fund Balances:									
Nonspendable	12,103	10,036	451,852	-	-	-	-	60,548	534,539
Restricted	40,000	-	-	-	-	-	-	225,244	265,244
Committed	-	-	-	-	-	-	-	-	-
Assigned	-	-	647,396	162,387	137,437	35,400	-	132,158	1,114,778
Unassigned	1,631,287	(68,012)	-	-	-	-	-	(33,045)	1,530,230
Total Fund Balances	1,683,390	(57,976)	1,099,248	162,387	137,437	35,400	-	384,905	3,444,791
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 1,801,542	\$ 36,810	\$ 1,099,248	\$ 162,387	\$ 137,437	\$ 35,400	\$ -	\$ 653,742	\$ 3,926,566

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

City of Carlyle, Illinois  
 RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES  
 TO NET POSITION OF GOVERNMENTAL ACTIVITIES  
 April 30, 2014

Total Fund Balances for Governmental Funds (Exhibit C) \$ 3,444,791

Total net position reported for governmental activities in  
 the Statement of Net Assets is different because:

Capital assets used in governmental activities are not financial  
 resources and therefore are not reported in the individual funds.  
 Those assets consist of:

Land, net of \$-0- accumulated depreciation	\$	444,125	
Buildings, net of \$885,893 of accumulated depreciation		910,204	
Vehicles, net of \$243,880 of accumulated depreciation		92,170	
Office furniture and equipment, net of \$79,668 of accumulated depreciation		20,926	
Other equipment, net of \$1,112,660 of accumulated depreciation		265,247	
Infrastructure, net of \$329,895 of accumulated depreciation		611,775	
Construction in Progress		<u>2,405,193</u>	
Total Capital Assets			4,749,640

Long-term liabilities applicable to the City's governmental  
 activities are not due and payable in the current period and are  
 not reported in fund liabilities. The City had the following long-term  
 liabilities that are required to be shown as liabilities of the  
 governmental activities as of April 30, 2014

Notes Payable	\$	<u>255,739</u>	
			<u>(255,739)</u>

Total Net Position of Governmental Activities (Exhibit A) \$ 7,938,692

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

City of Carlyle, Illinois  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES**  
**IN FUND BALANCES - GOVERNMENTAL FUNDS**  
 For the Year Ended April 30, 2014

	General	Police Fund	Economic Development Capital Fund			TIF-3 Fund	Library Construction	Nonmajor Governmental Funds (Statement 5)	Total
			TIF-1 Fund	TIF-2 Fund	TIF-3 Fund				
<b>Revenues:</b>									
Taxes	\$ 62,176	\$ 17,784	\$ -	\$ 551,826	\$ 33,976	\$ -	\$ 274,126	\$ 1,297,399	
Intergovernmental	1,334,579	-	-	-	-	-	110,583	1,445,162	
Fees and Fines	57,625	40,815	-	-	-	-	280,568	379,008	
Licenses and Permits	8,352	-	-	-	-	-	8,352	-	
Interest on Investments and Loans	1,591	4	12,579	1,135	491	142	199	16,141	
Other	7,792	4,850	-	-	-	-	41,485	54,127	
Sale of Assets	-	6,253	-	-	-	-	3,000	9,253	
Grants and Donations	770,534	-	-	-	-	1,601,290	18,983	2,390,807	
<b>Total Revenues</b>	<b>2,242,649</b>	<b>69,706</b>	<b>12,579</b>	<b>332,961</b>	<b>34,118</b>	<b>1,601,290</b>	<b>728,944</b>	<b>5,600,249</b>	
<b>Expenditures:</b>									
<b>Current:</b>									
General Government	406,777	-	-	-	-	-	456,301	863,078	
Public Safety	-	629,509	-	-	-	-	12,486	641,995	
Highways and Streets	276,064	-	-	-	-	-	96,742	372,806	
Culture and Recreation	-	-	-	-	-	-	492,609	492,609	
Community Development	-	-	-	250,965	561,797	21,598	48,426	882,786	
Debt Service:									
Principal	-	-	-	-	-	-	36,020	36,020	
Interest	-	-	-	-	-	-	10,780	10,780	
Capital Outlay	8,775	33,049	-	62,445	228,872	14,680	9,150	2,715,755	
<b>Total Expenditures</b>	<b>691,616</b>	<b>662,558</b>	<b>-</b>	<b>313,410</b>	<b>790,669</b>	<b>36,278</b>	<b>1,162,514</b>	<b>6,015,829</b>	
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<b>1,551,033</b>	<b>(592,852)</b>	<b>12,579</b>	<b>39,551</b>	<b>(232,667)</b>	<b>(2,160)</b>	<b>(433,570)</b>	<b>(415,580)</b>	
<b>Other Financing Sources (Uses):</b>									
Transfers In	250,000	585,000	-	-	250,000	-	757,494	2,307,494	
Transfers Out	(2,057,494)	-	-	(250,000)	-	-	-	(2,307,494)	
Reimbursements From (To) Other Funds for General and Administrative Expenses	314,975	-	-	-	-	-	(9,875)	305,100	
<b>Total Other Financing Sources (Uses)</b>	<b>(1,492,519)</b>	<b>585,000</b>	<b>-</b>	<b>(250,000)</b>	<b>250,000</b>	<b>-</b>	<b>757,494</b>	<b>305,100</b>	
<b>Net Change in Fund Balances</b>	<b>58,514</b>	<b>(7,852)</b>	<b>12,579</b>	<b>(210,449)</b>	<b>17,333</b>	<b>(2,160)</b>	<b>21,555</b>	<b>(110,480)</b>	
<b>Fund Balances (Deficit), Beginning of Year</b>	<b>1,624,876</b>	<b>(50,124)</b>	<b>1,086,669</b>	<b>372,836</b>	<b>120,104</b>	<b>37,560</b>	<b>363,350</b>	<b>3,555,271</b>	
<b>Fund Balances (Deficit), End of Year</b>	<b>\$ 1,683,390</b>	<b>\$ (57,976)</b>	<b>\$ 1,099,248</b>	<b>\$ 162,387</b>	<b>\$ 137,437</b>	<b>\$ 35,400</b>	<b>\$ 384,905</b>	<b>\$ 3,444,791</b>	

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

City of Carlyle, Illinois  
 RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE  
 STATEMENT OF ACTIVITIES  
 For the Year Ended April 30, 2014

Net Changes in Fund Balances - Governmental Funds \$ (110,480)

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

Governmental funds report capital outlays as expenditures.  
 However, in the Statement of Activities, the cost of those  
 assets is allocated over their estimated useful lives and  
 reported as depreciation expense. The following are  
 amounts which require adjustment in the current year:

Capital outlay	2,486,883
Depreciation	(165,353)

The issuance of long-term debt (e.g. bonds, loan, leases) provides  
 current financial resources to governmental funds, while the  
 repayment of the principal of long-term debt consumes the  
 current financial resources to governmental funds. Neither  
 transaction, however, has any effect on net assets. Also,  
 governmental funds report the effect of issuance costs,  
 premiums, discounts and similar items when debt is first issued,  
 whereas these amounts are deferred and amortized in the  
 statement of activities. In the statement of activities, interest is  
 accrued on outstanding bonds, whereas in the governmental funds  
 an interest expenditure is reported when due. The following is the  
 detail of the net effect of these differences in the treatment of  
 long-term debt and related items:

Repayment of Note Principal	36,020
Unrecovered Cost of Assets Sold	(2,516)
	33,504

Change in Net Position of Governmental Activities	\$ 2,244,554
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The accompanying notes are an integral part of these financial statements.

City of Carlyle, Illinois  
STATEMENT OF FUND NET POSITION  
PROPRIETARY FUNDS  
April 30, 2014

	Enterprise Funds			
	Water	Sewer	Electric	Total
<b>ASSETS</b>				
Current Assets:				
Cash and Equivalents	\$ 141,312	\$ 100	\$ 331,302	\$ 472,714
Prepaid Expenses	17,968	4,542	84,265	106,775
Accounts Receivable, Net	96,142	27,048	410,536	533,726
Accrued Investment Income	49	146	415	610
Inventories	99,450	15,403	470,675	585,528
Due from Other Funds	23,644	-	-	23,644
Restricted Assets:				
Cash	-	193,435	1,020,000	1,213,435
Total Current Assets	<u>378,565</u>	<u>240,674</u>	<u>2,317,193</u>	<u>2,936,432</u>
Noncurrent Assets:				
Property, Plant & Equipment:				
Net of Depreciation	3,373,265	1,628,686	5,426,901	10,428,852
Construction in Progress	112,324	228,872	-	341,196
Total Noncurrent Assets	<u>3,485,589</u>	<u>1,857,558</u>	<u>5,426,901</u>	<u>10,770,048</u>
Total Assets	<u>\$ 3,864,154</u>	<u>\$ 2,098,232</u>	<u>\$ 7,744,094</u>	<u>\$ 13,706,480</u>
<b>LIABILITIES</b>				
Current Liabilities:				
Bank Overdraft	\$ -	\$ 65,789	\$ -	\$ 65,789
Accounts Payable	34,836	17,975	189,155	241,966
Compensated Absences Payable	30,262	9,798	33,600	73,660
Due to Other Funds	-	23,644	-	23,644
Deposits Payable	-	-	36,915	36,915
Accrued Expenses	23,289	9,524	18,476	51,289
Notes Payable	67,234	32,911	61,363	161,508
Total Current Liabilities	<u>155,621</u>	<u>159,641</u>	<u>339,509</u>	<u>654,771</u>
Noncurrent Liabilities:				
Notes Payable	906,126	442,761	291,737	1,640,624
Total Noncurrent Liabilities	<u>906,126</u>	<u>442,761</u>	<u>291,737</u>	<u>1,640,624</u>
Total Liabilities	<u>\$ 1,061,747</u>	<u>\$ 602,402</u>	<u>\$ 631,246</u>	<u>\$ 2,295,395</u>
<b>NET POSITION (DEFICIT)</b>				
Net Position Invested in Capital Assets,				
Net of Related Debt	\$ 2,512,229	\$ 1,381,886	\$ 5,073,801	\$ 8,967,916
Restricted Net Position for:				
Debt Service	-	193,435	-	193,435
Depreciation	-	-	1,020,000	1,020,000
Unrestricted Net Position	290,178	(79,491)	1,019,047	1,229,734
Total Net Position (Deficit)	<u>\$ 2,802,407</u>	<u>\$ 1,495,830</u>	<u>\$ 7,112,848</u>	<u>\$ 11,411,085</u>

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

City of Carlyle, Illinois  
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION  
PROPRIETARY FUNDS  
For the Year Ended April 30, 2014

	Enterprise Funds			
	Water	Sewer	Electric	Total
<b>OPERATING REVENUES:</b>				
Sales & Charges for Services	\$ 1,076,509	\$ 265,118	\$ 3,954,532	\$ 5,296,159
Extensions & Tap-on Fees	3,750	3,000	10,292	17,042
<b>Total Operating Revenues</b>	<b>1,080,259</b>	<b>268,118</b>	<b>3,964,824</b>	<b>5,313,201</b>
<b>OPERATING EXPENSES:</b>				
Personnel Services	450,038	141,362	493,840	1,085,240
Contractual Services	263,580	107,908	590,234	961,722
Commodities	211,507	34,836	2,777,957	3,024,300
Other Charges	2,942	649	4,071	7,662
Depreciation and Amortization	222,118	72,007	254,340	548,465
<b>Total Operating Expenses</b>	<b>1,150,185</b>	<b>356,762</b>	<b>4,120,442</b>	<b>5,627,389</b>
<b>Operating Income (Loss)</b>	<b>(69,926)</b>	<b>(88,644)</b>	<b>(155,618)</b>	<b>(314,188)</b>
<b>NONOPERATING REVENUES (EXPENSES):</b>				
Settlement Charge	-	(15,791)	-	(15,791)
Miscellaneous Revenues (Expenses) - Net	(3,833)	2,623	1,039	(171)
Bad Debts	(550)	(234)	(3,358)	(4,142)
Interest Revenue	490	622	3,248	4,360
Interest Expense	(24,789)	(12,251)	(7,673)	(44,713)
<b>Total Nonoperating Revenues (Expenses)</b>	<b>(28,682)</b>	<b>(25,031)</b>	<b>(6,744)</b>	<b>(60,457)</b>
<b>Change in Net Position</b>	<b>(98,608)</b>	<b>(113,675)</b>	<b>(162,362)</b>	<b>(374,645)</b>
<b>NET POSITION (DEFICIT) - BEGINNING</b>	<b>2,901,015</b>	<b>1,380,633</b>	<b>6,759,578</b>	<b>11,041,226</b>
<b>CONTRIBUTED CAPITAL</b>	<b>-</b>	<b>228,872</b>	<b>-</b>	<b>228,872</b>
<b>PRIOR PERIOD ADJUSTMENT</b>	<b>-</b>	<b>-</b>	<b>515,632</b>	<b>515,632</b>
<b>NET POSITION (DEFICIT) - ENDING</b>	<b>\$ 2,802,407</b>	<b>\$ 1,495,830</b>	<b>\$ 7,112,848</b>	<b>\$ 11,411,085</b>

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

City of Carlyle, Illinois  
 STATEMENT OF CASH FLOWS  
 PROPRIETARY FUNDS  
 For the Year Ended April 30, 2014

	Enterprise Funds			
	Water	Sewer	Electric	Total
Cash Flows from Operating Activities:				
Cash Received from Customers	\$ 1,051,439	\$ 271,667	\$ 3,986,794	\$ 5,309,900
Cash Payments for Goods and Services	(648,915)	(147,279)	(2,943,170)	(3,739,364)
Cash Payments to Employees	(316,378)	(138,859)	(490,567)	(945,804)
Net Cash Provided (Used) by Operating Activities	86,146	(14,471)	553,057	624,732
Cash Flows for Non-Capital and Related Financial Activities:				
Settlement Charges	-	(15,791)	-	(15,791)
Bad Debts	(550)	(234)	(3,358)	(4,142)
Miscellaneous Reimbursements (Expenses)	(3,833)	2,623	1,039	(171)
Net Cash Used by Non-Capital Financing Activities	(4,383)	(13,402)	(2,319)	(20,104)
Cash Flows from Capital and Related Financing Activities:				
Contributed Capital	\$ -	\$ 228,872	\$ -	228,872
Payments for Capital Acquisitions	-	(239,022)	(74,696)	(313,718)
Principal Payments on Notes Payable	(65,584)	(32,104)	(60,156)	(157,844)
Interest Paid	(24,789)	(12,251)	(7,673)	(44,713)
Net Cash Used by Capital and Related Financial Activities	(90,373)	(54,505)	(142,525)	(287,403)
Cash Flows from Investing Activities:				
Receipts of Interest and Dividends	490	622	3,248	4,360
Net Cash Provided (Used) by Investing Activities	490	622	3,248	4,360
Net Increase (Decrease) in Cash and Cash Equivalents	(8,120)	(81,756)	411,461	321,585
Cash - Beginning of Year	149,432	209,502	939,841	1,298,775
Cash - End of Year	\$ 141,312	\$ 127,746	\$ 1,351,302	\$ 1,620,360
Per Statement of Net Position:				
Cash (Deficit)	\$ 141,312	\$ (65,689)	\$ 331,302	\$ 406,925
Restricted Cash	-	193,435	1,020,000	1,213,435
Cash - End of Year	\$ 141,312	\$ 127,746	\$ 1,351,302	\$ 1,620,360

(Continued on next page)



City of Carlyle, Illinois  
 STATEMENT OF CASH FLOWS  
 PROPRIETARY FUNDS  
 For the Year Ended April 30, 2014  
 (Continued)

	Enterprise Funds			Total
	Water	Sewer	Electric	
Operating Income (Loss)	\$ (69,926)	\$ (88,644)	\$ (155,618)	\$ (314,188)
Adjustments to Reconcile Operating Income to Net Cash Provided (Used) by Operating Activities:				
Prior Period Adjustment	-	-	515,632	515,632
Depreciation and Amortization	222,118	72,007	254,340	548,465
(Increase) Decrease in:				
Accounts Receivable	(28,293)	3,745	25,122	574
Inventories	(19,023)	(4,649)	(81,621)	(105,293)
Prepaid Expenses	(1,364)	(345)	(5,172)	(6,881)
Increase (Decrease) in:				
Accounts Payable	(11,398)	1,155	(4,434)	(14,677)
Accrued Expenses	636	742	3,158	4,536
Compensated Absences Payable	(6,604)	1,518	117	(4,969)
Customer Deposits	-	-	1,533	1,533
Net (Increase) Decrease in Other Operating Net Assets	156,072	74,173	708,675	938,920
Net Cash Provided (Used) by Other Operating Activities	\$ 86,146	\$ (14,471)	\$ 553,057	\$ 624,732

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

City of Carlyle, Illinois  
NOTES TO FINANCIAL STATEMENTS  
April 30, 2014

NOTE 1--SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the City of Carlyle, Illinois have been prepared in conformity with U.S. generally accepted accounting principles (GAAP) as applicable to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the government's accounting policies are described below.

Reporting Entity

In evaluating how to define the City for financial reporting purposes, management has considered all potential component units. The accompanying financial statements present all City operations. The criteria for including organizations within the City's reporting entity, as set forth in GASB No. 14, "The Financial Reporting Entity," is financial accountability. Financial accountability is defined as appointment of a voting majority of the component unit's board and either the ability to impose will by the primary government or the possibility that the component unit will provide a financial benefit to or impose a financial burden on the primary government.

The City has developed criteria to determine whether outside organizations should be included in the financial reporting entity. The criteria include, but are not limited to, oversight responsibility, scope of public service, and special financing relationships. The oversight responsibilities include financial interdependency, selection of governing authority, designation of management, ability to significantly influence operations, and accountability for fiscal matters.

Based upon the application of these criteria, the City is not aware of any entity, which would exercise such oversight, which would result in the City being considered a component unit of the entity.

Basis of Presentation

Government-wide 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 nonfiduciary activities of the City. For the most part, the effect of the interfund 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 statement of activities demonstrates the degree to which the direct expenses of a given function are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. There are no indirect expenses. 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 and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Taxes and other items not included among program revenues are reported as general revenues.

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. The focus of fund financial statements is on major funds. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements. Nonmajor funds are aggregated and presented in a single column. A fund is considered major if it is the primary operating fund of the City or meets the following criteria:

NOTE 1--SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

- a. Total assets, liabilities, revenues, or expenditures/expenses of that individual governmental or enterprise fund are at least 10 percent of the corresponding total for all funds of that category or type, and
- b. Total assets, liabilities, revenues, or expenditures/expenses of the individual governmental fund or enterprise fund are at least 5 percent of the corresponding total for all governmental and enterprise funds combined.

**Fund Accounting** - The accounts of the City are organized on the basis of funds, each of which is considered to be a separate accounting entity. The operations of each fund are accounted for by providing a separate set of self-balancing accounts which comprise its assets, liabilities, reserves, fund balance/net position, revenues and expenditures or expenses, as appropriate. The City has the following funds:

**Governmental Fund Types** - Governmental fund types are those funds through which most governmental functions typically are financed. Governmental fund reporting focuses on the sources, uses, and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purposes for which they may or must be used; current liabilities are assigned to the fund from which they are paid; and the difference between governmental fund assets and liabilities, the fund equity, is referred to as "fund balance." The measurement focus is upon determination of changes in financial position, rather than upon net income determination. The following are the City's major governmental funds:

**General Fund** - The General Fund is the government's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund. The General Fund includes the operations of the City's Street and Alley activities.

**Police Fund** - The Police Fund accounts for property taxes levied and other revenues generated from the City's police department and use these revenues to finance police department activities.

**Economic Development Capital Fund** - The Economic Development Capital Fund accounts for grant revenues used by the City to make economic development loans to industry and businesses locating within the City

**Capital Projects Funds** - are used to account for all resources used in the acquisition and construction of capital facilities and other capital assets, with the exception of those that are financed through proprietary funds and are considered major funds for fiscal year 2014:

**TIF-1 Fund** - The Tax Increment Financing District 1 accounts for incremental property taxes realized within the Tax Increment Financing District 1, which includes mostly undeveloped or recently developed properties north of the City, including the Clinton County Industrial Park. TIF-1 property tax increments earned remain with the City and are used to finance commercial and industrial expansion in the taxing district.

**TIF-2 Fund** - The Tax Increment Financing District 2 accounts for incremental property taxes realized within the Tax Increment Financing District 2, which includes the older downtown area of the City as well as some newer developed area west of the City along U.S. Route 50. The City has entered into intergovernmental agreements earned in TIF-2. Such agreements return the property tax increments earned in TIF-2 to the taxing bodies with the exception of specially developed projects.

**TIF-3 Fund** - The Tax Increment Financing District 3 accounts for incremental property taxes realized within the Tax Increment Financing District 3, which encompasses property that was annexed by the City in September of 2005 that is commonly referred to as Carlyle's West End. Such agreements return the property tax increments earned to the taxing bodies.

**Library Construction Fund** - The Library Construction Fund accounts for the Grants received to construct a new library.

NOTE 1--SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

The other governmental funds of the City are considered nonmajor and are as follows:

**Special Revenue Funds** – are used to account for the proceeds of specific revenue sources (other than certain capital projects that are legally restricted to expenditures of specific projects).

**Civil Defense Fund** – This fund accounts for the activities of the City's emergency services.

**Garbage Fund** – This fund accounts for the City's garbage collection services for City residents.

**Playground Fund** – This fund accounts for activities including playground equipment and the swimming pool and concessions.

**Library Fund** – This fund accounts for property taxes and other library revenues and operations of the Case Halstead Library.

**Social Security Fund** – This fund accounts for property taxes levied for payments of the City's share of Social Security tax for City employees.

**Fish Hatchery Deposit Fund** – This fund accounts for security deposits for persons utilizing the Fish Hatchery Park facilities.

**Cafeteria 125 Plan Fund** – This fund acts as a flow-thru fund for contributions to the City's cafeteria 125 plan.

**IMRF Fund** – This fund accounts for property taxes levied for payment of the City's Illinois Municipal Retirement Contributions for City employees.

**Street Fair Fund** – This fund accounts for the City's participation in the annual street fair.

**Economic Development Fund** – This fund accounts for the City's economic development activities.

**Motor Fuel Tax Fund** – This fund accounts for the revenues and expenses related to projects financed by motor fuel tax funds collected and distributed by the State of Illinois.

**Hotel/Motel Tax Fund** – This fund accounts for fees collected for transient services for use in economic development and tourism activities.

**DARE Fund** – This fund accounts for drug abuse resistance education activities for the City's police department.

**Police Vehicle Fund** – This fund accounts for special fees received from the County's Circuit Clerk and can be used to purchase police vehicles.

**HRA Fund** – This fund acts as a flow-thru fund for contributions to the City's Health Reimbursement Account

**City Park Fund** – This fund accounts for recreational services provided at the City's parks.

**Library Construction Fund** – are used to account for resources restricted for the construction of a new library.

**Capital Projects Funds** – are used to account for resources restricted for the acquisition or construction of specific capital projects or items.

**Proprietary Fund Types** - Proprietary fund types are used to account for a government's ongoing organizations and activities, which are similar to those often found in the private sector (business-type activities). The measurement focus is upon income determination, financial position and cash flows. In accordance with Governmental Accounting Standards Board (GASB) Statement No. 20, *Accounting and Financial Reporting for Proprietary Funds and Other Governmental Entities that Use Proprietary Fund Accounting*, the City has elected to apply all applicable Financial Accounting Standards Board (FASB) pronouncements, including those issued on or before November 30, 1989, except for those pronouncements which conflict with or contradict GASB pronouncements.

NOTE 1--SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

**Enterprise Funds** - are used to account for those operations that are financed and operated in a manner similar to private business or where the City has decided that the determination of revenues earned, costs incurred and/or net income is necessary for management accountability. The following are the City's major enterprise funds:

**Water Fund** – To account for the operations of the City's water treatment facilities.

**Sewer Fund** – To account for the operations of the City's waste disposal activities.

**Electric Fund** – To account for the operations of the City's electrical power plant.

The City has no nonmajor enterprise funds.

Measurement Focus and Basis of Accounting

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements. 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 imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the City considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures and claims and judgments, are recorded only when payment is due.

In applying the susceptible to accrual concept to intergovernmental revenues, the legal and contractual requirements of the numerous individual programs are used as guidance. There are, however, essentially two types of these revenues. In one, monies must be expended on the specific purpose or project before any amounts will be paid to the City; therefore, revenues are recognized based upon the expenditures recorded and are usually revocable only for failure to comply with prescribed requirements. These resources are reflected as revenues at the time of receipt or earlier if the susceptible to accrual criteria are met.

Licenses and permits, fines and forfeitures, charges for sales and services (other than utility), and miscellaneous revenues are generally recorded as revenue when received in cash, because they are generally not measurable until actually received. Investment earnings are recorded as earned, since they are measurable and available.

## NOTE 1--SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Property taxes are recognized as a receivable at the time they are levied, and the current taxes receivable represents the 2013 levy, which was approved by the City on November 25, 2013. Property taxes are levied each year on all taxable real property in the City. The City passes a property tax levy ordinance, usually in the second calendar quarter of each year, for the fiscal year beginning on May 1 of such calendar year. The tax becomes a lien as of the following January 1, on the assessed value listed as of the day prior (December 31) for all real property located in the City. In the year following the levy, the County bills the property taxes in two installments, generally in July and September. The taxes become delinquent approximately 40 days after the dates billed. The County collects the taxes and remits them to the City. The City receives these remittances approximately one month after the collection dates.

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

### Assets, Liabilities and Equity

#### Cash and Investments

Cash and investments consist of checking accounts, savings accounts, short-term certificates of deposit, investments in the Illinois Public Treasurers Investment Pool and U.S. Treasury Notes and are carried at cost, which approximates market.

The City requires that its invested funds meet the requirements of the Public Funds Investment Act (30 ILCS 235/2).

#### Cash and Equivalents

For the purposes of financial reporting, the City considers all restricted and unrestricted cash and investments to be cash equivalents. Cash and investments include cash on hand, cash in banks, and temporary investments such as certificates of deposit and U.S. Treasury Notes.

#### Receivables

All receivables are reported at their gross value and, where appropriate are reduced by the estimated portion that is expected to be uncollectible.

#### Inventories

Inventories held by the business type activities are priced at cost using the FIFO (first-in, first-out) method and consist of materials and supplies held for consumption and maintenance of distribution systems.

Inventories related to the governmental funds have not been reflected in the financial statements due to the nominal values involved. The costs of such items have been recorded as expenditures at the time of purchase.

#### Restricted Assets

Enterprise Funds, based on certain bond covenants, are required to establish and maintain prescribed amounts of resources (consisting of cash and temporary investments) that can be used only to service outstanding debt.

## NOTE 1--SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

### Prepaid Expenses

Payments made to vendors for services that will benefit future periods are recorded as prepaid items. Prepaid items are recorded as expenditures when consumed.

### Compensated Absences

Full-time, permanent employees are granted vacation benefits in varying amounts to specified maximums depending on tenure with the City. All accrued vacation pay is payable upon termination or retirement. Sick leave accrues to full-time, permanent employees at a rate of one day per month. Upon retirement, employees are paid for sick pay accrued not to exceed one day for each year of service. Accrued sick pay is not paid to employees who quit or are terminated.

The estimated current portion of the liability for vested vacation and sick leave benefits attributable to the City's governmental funds is recorded as an expenditure and liability in the respective funds. The amounts attributable to proprietary funds are charged to expense and a corresponding liability in the applicable fund.

### Fund Equity

Reservations of fund balance represent amounts that are not appropriated or are legally segregated for a specific purpose. Restrictions of net positions are limited to outside third-party restrictions. Designations of fund balance represent tentative management plans that are subject to change.

### Long-Term Debt

All long-term debt arising from cash basis transactions to be repaid from governmental and business-type resources is reported as liabilities in the government-wide statements.

Long-term debt arising from cash basis transactions of governmental funds is not reported as liabilities in the fund financial statements. The debt proceeds are reported as other financing sources and payment of principal and interest reported as expenditures. The accounting for proprietary funds is the same in the fund financial statements as the treatment in the government-wide statements.

### Net Position

Net position represents the difference between assets and deferred outflows of resources and liabilities and deferred inflows of resources. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction or improvement of those assets. Net investment in capital assets excludes unspent debt proceeds. Restricted net position is legally restricted by outside parties for a specific purpose. None of the restricted net position is the result of enabling legislation adopted by the City.

The City first applies restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net position is available.

### Budgetary Information

The City's budget, adopted on July 8, 2013, was not amended. The City follows these procedures in establishing the budgetary data reflected in the financial statements:

1. Prior to May 1, the City Administrator submits to the City Council a proposed operating budget for the fiscal year commencing May 1. The budget includes proposed expenditures and the means of financing them. The City actually approves two separate documents including the City's actual appropriation ordinance and the City's administrative budget. The administrative budget is the working tool of the City. The appropriation ordinance itself is inflated by 10% to insure that proper spending authorization exists in case of unanticipated expenses.
2. Prior to enactment, a public hearing is held on the proposed budget to obtain citizen comments.
3. Subsequent to the public hearing, the budget is enacted by passage in a City Council meeting.
4. Amendments may be made by the Council during the year by the same procedures required of its original adoption.

NOTE 1--SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

5. Prior to enactment, a public hearing is held on the proposed budget to obtain citizen comments.
6. Subsequent to the public hearing, the budget is enacted by passage in a City Council meeting.
7. Amendments may be made by the Council during the year by the same procedures required of its original adoption.
8. Formal budgetary integration is employed as a management control device during the year for the General Fund, Special Revenue Funds, Capital Projects Funds, Fiduciary Funds, and Proprietary Funds.
9. Budgets for the General Fund, Special Revenue Funds, Capital Projects Funds, Fiduciary Funds, and Proprietary Funds are adopted on a cash basis.
10. Appropriations lapse at the end of each fiscal year.

Capital Assets

Capital assets including land, buildings, improvements, equipment assets and infrastructure are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the City as assets with an initial, individual cost of more than \$5,000 and an initial useful life of one year or greater. Infrastructure capitalization thresholds are as follows:

	<u>Capitalization Threshold</u>
Streets and Roads	\$50,000
Sidewalks	25,000

Assets are recorded at historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair value at the date of donation. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend the life of the asset are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed.

Depreciation has been provided using the straight-line method over the estimated useful lives of the respective assets. The estimated useful lives for each fixed asset type are as follows:

Infrastructure	20-50 years
Land Improvements	10-20 years
Buildings and Improvements	20-50 years
Machinery and Equipment	10-20 years
Vehicles	10-20 years
Office Furniture and Equipment	10-20 years

Interfund Transactions

Transactions among City funds that would be treated as revenues and expenditures or expenses if they involved organizations external to City government are accounted for as revenues and expenditures or expenses in the funds involved.

Transactions, which constitute reimbursements to a fund for expenditures initially made from it, which are properly applicable to another fund, are recorded as expenditures in the reimbursing fund and as reductions of expenditures in the reimbursed fund.

Transactions, which constitute the transfer of resources from a fund receiving revenues to a fund through which the revenues are to be expended, are separately reported in the respective fund's operating statements.

Activity between funds that are representative of lending/borrowing arrangements at the end of the fiscal year are referred to as "due to/from other funds" in the fund financial statements. Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."



## NOTE 1--SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

### Revenues, Expenditures, and Expenses

#### Program Revenues

In the Statement of Activities, revenues that are derived directly from each activity or from parties outside the City's taxpayers are reported as program revenues. The City has the following program revenues in each activity:

General Government	Licenses and permits and garbage collection fees
Public Safety	Fine revenue, drug enforcement revenue; and operating grants
Highways and Streets	Commercial vehicle and gasoline excise tax shared by the State; and operating grants
Culture and Recreation	Library fines and fees, recreation fees, concession sales, and specific donations
Community Development	Licenses and specific donations

All other governmental revenues are reported as general. All taxes are classified as general revenue even if restricted for a specific purpose.

#### Operating Revenue and Expenses

Operating revenues and expenses for proprietary funds result from providing services and producing and delivering goods and/or services. They also include all revenues and expenses not related to capital and related financing, noncapital financing, or investing activities.

#### Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America 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 general purpose financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

### Fund Balances

#### Financial Policies

The Finance Committee meets on a monthly basis to manage and review cash financial activities and to insure compliance with established policies. It is the City's policy to fund current expenditures with current revenues and the City's mission is to strive to maintain a diversified and stable revenue stream to protect the government from problematic fluctuations in any single revenue source and provide stability to ongoing services. The City's unassigned General Fund balance will be maintained to provide the City with sufficient working capital and a margin of safety to address local and regional emergencies without borrowing.

The City implemented GASB Statement No. 54, Fund Balance Reporting and Governmental Fund Type Definitions, in FY2012 for its governmental funds. Under GASB Statement No. 54, fund balances are required to be reported according to the following classifications:

Nonspendable fund balance – Includes amounts that cannot be spent because they are either not in spendable form, or, for legal or contractual reasons, must be kept intact. This classification includes inventories, prepaid amounts, assets held for sale, and long-term receivables.

Restricted fund balance - Constraints placed on the use of these resources are either externally imposed by creditors (such as through debt covenants), grantors, contributors or other governments; or are imposed by law (through constitutional provisions or enabling legislation).

Committed fund balance – Amounts that can only be used for specific purposes because of a formal action (resolution or ordinance) by the City's highest level of decision-making authority, the City's Board of Aldermen.

Assigned fund balance – Amounts that are constrained by the City's intent to be used for specific purposes, but that do not meet the criteria to be classified as restricted or committed. Intent can be stipulated by the City's Board of Aldermen, or by an official to whom that authority has been given. With the exception of the General Fund, this is the residual and fund balance classification for governmental funds with positive balances.

NOTE 1--SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Unassigned fund balance -- This is the residual classification of the General Fund. Only the General Fund reports a positive unassigned fund balance. Other governmental funds might report a negative balance in this classification, as the result of overspending for specific purposes for which amounts had been restricted, committed or assigned.

It is the City's policy to first use restricted net position prior to the use of unrestricted net position when an expense is incurred for purposes for which both restricted and unrestricted net positions are available. Additionally, the City would first use committed, then assigned, and lastly unassigned amounts of unrestricted fund balance when expenditures are made.

The Board of Aldermen is authorized to assign amounts for specific purposes. The Governmental Fund Combined Balance Sheet provides details of the amounts that have been assigned for specific purposes.

Deferred Outflows/Inflows of Resources

In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net position that applies to a future period(s) and so will *not* be recognized as an outflow of resources (expense/expenditure) until then. The City has no item that qualifies for reporting in this category.

In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net position that applies to a future period(s) and so will *not* be recognized as an inflow of resources (revenue) until that time. The City has one type of item which arises only under a modified accrual basis of accounting that qualifies for reporting in this category.

The governmental funds report unavailable property taxes. This amount is deferred and recognized as an inflow of resources in the period that the amounts become available.

NOTE 2--CASH AND CASH EQUIVALENTS

At April 30, 2014, cash and cash equivalents consisted of the following:

Petty Cash Funds and Cash on Hand	\$ 1,150
Checking Accounts	1,862,590
Illinois Public Treasurers Investment Pool	1,018,929
Certificates of Deposit and Savings Accounts	<u>1,188,225</u>
	<u>\$4,070,894</u>

State statutes (30 ILCS 235/2) authorize the City to make deposits in interest bearing depository accounts in federally insured and/or state chartered banks and savings and loan associations, or other financial institutions as designed by ordinances, and to invest available funds in direct obligations of, or obligations guaranteed by, the United States Treasury or agencies of the United States, money market mutual funds whose portfolios consist of governmental securities, Illinois Funds Money Market Fund and annuities.

NOTE 2--CASH AND CASH EQUIVALENTS (CONTINUED)

Deposits

Custodial Credit Risk

Custodial credit risk is the risk that, in the event of the failure of the counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party in the City's name. The City does not have a deposit policy for custodial risk.

At year-end, the carrying amount of the City's deposits net of outstanding checks, including certificates of deposit, was \$3,050,815 and the bank balance was \$3,099,759. The book balance and the bank balance was fully insured or collateralized with U.S. Government Securities held by third party in the name of the City. As of April 30, 2014, the City's cash equivalents were as follows:

	Fair Value
Illinois Public Treasurer Investment Pool	<u>\$1,018,929</u>

Custodial Credit Risk-Investments:

Custodial credit risk is the risk that, in the event of the failure of the counterparty, the City will not be able to recover the value of its investment or collateral securities that are in the possession of an outside party. As of April 30, 2014, the City's investment balances were fully insured or collateralized.

The Illinois Funds Money Market Fund (formerly known as IPTIP) is a money market fund created in 1975 by the Illinois General Assembly. Its primary purpose is to provide the Public Treasurer and other custodians of public funds with an alternative investment vehicle which enable them to earn a competitive rate of return on fully collateralized investments, while maintaining immediate access to invested funds.

The monies invested by the individual participants are pooled together and invested in U.S. Treasury bills and notes backed by full faith and credit of the U.S. Treasury. In addition, monies are invested in fully collateralized time deposits in Illinois financial institutions, in collateralized repurchase agreements, and in treasury mutual funds that invest in U.S. Treasury obligations and collateralized repurchase agreements.

The time deposits are collateralized 105% over FDIC of FSLIC \$250,000 insurance with U.S. Treasury obligations and marked to market on a daily basis to maintain sufficiency. The repurchase agreements are collateralized at 102% with U.S. Treasury obligations and the collateral is checked daily to determine sufficiency.

The individual participants maintain separate investment accounts representing a proportionate share of the pool assets and its respective collateral; therefore no collateral is identified with each individual participant's account.

NOTE 3--ACCOUNTS RECEIVABLE

As of April 30, 2014 the receivable balance consisted of:

Utility Customers	\$ 533,726
Sales Tax	211,635
Property Tax	258,640
Income Tax	99,816
Motor Fuel Tax	20,840
Hotel/Motel Tax	1,636
Garbage Fees	27,312
Police Fines	<u>5,122</u>
	<u>\$1,158,727</u>

**NOTE 4--CAPITAL ASSETS**

The following is a summary of changes in capital assets for the year ended April 30, 2014:

	Beginning Balance April 30, 2013	Additions	Deletions	Ending Balance April 30, 2014
<b>Governmental Activities:</b>				
Capital Assets, Not Being Depreciated:				
Land	\$ 444,125	\$ -	\$ -	\$ 444,125
Construction in Progress	46,409	2,358,784	-	2,405,193
Total Capital Assets, Not Being Depreciated	490,534	2,358,784	-	2,849,318
Capital Assets, Being Depreciated:				
Buildings	1,781,417	14,680	-	1,796,097
Infrastructure	879,225	62,445	-	941,670
Vehicles	335,941	33,049	32,940	336,050
Office Equipment	91,819	8,775	-	100,594
Other Equipment	1,379,538	9,150	10,781	1,377,907
Total Capital Assets, Being Depreciated	4,467,940	128,099	43,721	4,552,318
Less Accumulated Depreciation for:				
Buildings	839,078	46,815	-	885,893
Infrastructure	306,655	23,240	-	329,895
Vehicles	260,292	16,528	32,940	243,880
Office Equipment	74,333	5,335	-	79,668
Other Equipment	1,047,490	73,435	8,265	1,112,660
Total Accumulated Depreciation	2,527,848	165,353	41,205	2,651,996
Total Capital Assets, Being Depreciated, Net	1,940,092	(37,254)	2,516	1,900,322
Governmental Activities Capital Assets, Net	\$2,430,626	\$2,321,530	\$ 2,516	\$4,749,640
<b>Business-Type Activities:</b>				
Capital Assets, Not Being Depreciated:				
Land	\$ 234,299	\$ -	\$ -	\$ 234,299
Construction in Progress	424,371	228,872	312,047	341,196
Total Capital Assets, Not Being Depreciated	658,670	228,872	312,047	575,495
Capital Assets, Being Depreciated:				
Buildings	284,563	-	-	284,563
Infrastructure	20,871,933	351,662	-	21,223,595
Automotive Equipment	548,376	45,230	-	593,606
Office Equipment	111,990	-	-	111,990
Total Capital Assets, Being Depreciated	21,816,862	396,892	-	22,213,754
Less Accumulated Depreciation for:				
Buildings	35,587	7,832	-	43,419
Infrastructure	10,835,618	524,282	-	11,359,900
Automotive Equipment	488,317	15,588	-	503,905
Office Equipment	111,214	763	-	111,977
Total Accumulated Depreciation	11,470,736	548,465	-	12,019,201
Total Capital Assets, Being Depreciated, Net	10,346,126	(151,573)	-	10,194,553
Business-Type Activities Capital Assets, Net	\$11,004,796	\$77,299	\$312,047	\$10,770,048

NOTE 4--CAPITAL ASSETS (CONTINUED)

Construction in progress totaling \$2,746,389 represents work to date on the sports complex (\$46,409) and library construction (\$2,358,784); north elevated tank (\$112,324) and sewer improvements - Fairfax Street (\$228,872).

Depreciation expense was charged to the functions of the government as follows:

Governmental Activities	
General Government	\$ 10,031
Public Safety	24,886
Highways and Streets	53,737
Culture and Recreation	76,699
	<u>\$165,353</u>
Business-Type Activities	
Water	\$222,118
Sewer	72,007
Electric	254,340
	<u>\$548,465</u>

NOTE 5--NOTES RECEIVABLE--INDUSTRY AND BUSINESS

INDUSTRIAL DEVELOPMENT

In connection with the City's Community Development Assistance Program, the City provided assistance in the form of loans to the following industries and businesses at April 30, 2014:

<u>Business</u>	<u>Original Date of Loan</u>	<u>Amount of loan</u>	<u>Interest Rate</u>	<u>Term</u>	<u>Loan Balance as of April 30, 2014</u>	<u>Amount due within One Year</u>
Quip Industries, Inc.	02-27-04	\$300,000	4.5%	4 yrs.	\$143,435	\$ -
Quip Industries, Inc.	08-27-07	150,000	4.5%	5 yrs.	150,000	-
KDMP, Inc.	10-14-10	169,594	3.0%	10 yrs.	118,912	19,383
KDMP, Inc.	10-14-10	15,037	3.0%	7 yrs.	8,294	2,366
Rainey Properties	11-01-11	81,788	3.0%	10 yrs.	62,437	9,477
					<u>\$483,078</u>	<u>\$31,226</u>

The non-current portion of the above notes totaling \$451,852 is reflected as nonspendable at April 30, 2014.

The loans with Quip Industries, Inc. are reflected as non-current due to collectability issues. The City, through court action, has issued a lien against a 50% interest in Ledom, LLC, a limited liability company which holds title to a residence owned by the Quip Industries, Inc. owner. The City continues to pursue collectability of these loans.

NOTE 6--NOTE RECEIVABLE--CLINTON COUNTY, ILLINOIS

On June 27, 1989, the City entered into a cooperative agreement with Clinton County, Illinois, to assist the County in the industrial expansion of the "County Farm," North of Carlyle. As part of the agreement, the City extended its water and sewer services to the industrial site. The agreement provides that Clinton County, Illinois will repay the City the cost of extending its utility services including interest at 7%. The agreement provides that as CDAP grant funds are recaptured by the County, 60% are to be paid to the City. Under no circumstances will the reimbursement exceed 60% of the grant recapture funds derived from the County Farm. Any future grants would increase the monthly payments and reduce the term of the loan.

The balance due as of April 30, 2014, totals \$51,089, which is due to the Economic Development Fund.

NOTE 7—CHANGES IN LONG-TERM DEBT

A summary of changes in long-term debt for the year ended April 30, 2014 is as follows:

	<u>Notes Payable</u>
Balance, May 1, 2013	\$2,251,735
Debt Issued	-
Note Principal Paid	<u>(193,864)</u>
Balance, April 30, 2014	<u>\$2,057,871</u>

Governmental Activities:

As of April 30, 2014, the long-term debt payable for governmental activities consisted of the following:

	<u>Balance Due at April 30, 2014</u>	<u>Amount Due Within One Year</u>
<u>Notes Payable</u>		
Pool House Renovation - Note Payable to First National Bank Carlyle dated June 11, 2010, payable in 119 monthly payments of \$3,900 and one payment of \$2,625.24 including interest at 3.85%.	<u>\$255,739</u>	<u>\$37,619</u>
Total Long-Term Debt - Governmental Activities	<u>\$255,739</u>	<u>\$37,619</u>

This loan is paid from the Pool House Loan Fund which is financed by transfers from the General Fund.

Business-Type Activities:

As of April 30, 2014, the long-term debt payable for proprietary fund resources consisted of the following:

	<u>Balance Due at April 30, 2014</u>	<u>Amount Due Within One Year</u>
<u>Notes Payable</u>		
IEPA Drinking Water Project – Note Payable to Illinois Environmental Protection Agency dated September 9, 2005, payable in 38 semi-annual installments of \$45,575.11 and one payment of \$47,349.08 including interest at 2.5%.	\$ 973,360	\$ 67,234
IEPA Wastewater Project – Note Payable to Illinois Environmental Protection Agency dated October 6, 2005, payable in 38 semi-annual installments of \$22,299.25 and one payment of \$21,509.45 including interest at 2.5%.	475,672	32,911
NESHAP Mufflers and Custom Digger Truck – Note Payable to U.S. Bancorp Government Leasing and Finance, Inc. dated October 26, 2012, payable in 84 monthly payments of \$5,652.40 including interest at 1.99%.	<u>353,100</u>	<u>61,363</u>
Total Long-Term Debt – Business Type Activities	<u>\$1,802,132</u>	<u>\$161,508</u>
Total Long-Term Debt	<u>\$2,057,871</u>	<u>\$199,127</u>

The annual requirements to amortize all debts outstanding as of April 30, 2014, including interest payments are as follows:

Year Ending April 30,	<u>Governmental Activities</u>			<u>Business Type Activities</u>			<u>Total</u>	
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>	<u>Principal</u>	<u>Interest</u>
2015	\$ 37,619	\$ 9,181	\$46,800	\$ 161,508	\$ 42,070	\$ 203,578	\$ 199,127	\$ 51,251
2016	39,074	7,726	46,800	165,259	38,319	203,578	204,333	46,045
2017	40,625	6,175	46,800	169,098	34,480	203,578	209,723	40,655
2018	42,217	4,583	46,800	173,027	30,551	203,578	215,244	35,134
2019	43,871	2,929	46,800	177,049	26,529	203,578	220,920	29,458
2020-2024	52,333	1,241	53,574	629,926	82,731	712,657	682,259	83,972
2025-2027	-	-	-	326,265	12,317	338,582	326,265	12,317
	<u>\$255,739</u>	<u>\$31,835</u>	<u>\$287,574</u>	<u>\$1,802,132</u>	<u>\$266,997</u>	<u>\$2,069,129</u>	<u>\$2,057,871</u>	<u>\$298,832</u>

The City is limited to debt obligations of 8.625% of its equalized assessed valuation of \$38,209,344 or \$3,295,556. As of April 30, 2014, its unused debt margin was \$3,039,817.

NOTE 8--SHORT-TERM DEBT

There was no short-term debt issued or repaid during the audit period.

NOTE 9 --RESTRICTED ASSETS

Restricted assets as of April 30, 2014, consisted of the following:

Business-Type Activities:	
Sewer Utility Fund:	
Reserve Contingency	\$ 193,435
Electric Light Plant System Fund:	
Depreciation and Contingencies	<u>1,020,000</u>
	<u>\$1,213,435</u>

The revenue bond ordinances require that all collections be segregated and restricted in separate accounts within the fund. The City has generally complied with the provisions of the revenue bond ordinances at April 30, 2014.

NOTE 10--PENSION PLAN

*Plan Description.* The employer’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 (RSI). That report may be obtained on-line at [www.imrf.org](http://www.imrf.org).

*Funding Policy.* As set by statute, the employer 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 retirement coverage of its own employees. The employer annual required contribution rate for calendar year 2013 was 16.29 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 the supplemental retirement benefits rate is set by statute.

*Annual Pension Cost.* The required contribution for calendar year 2013 was \$271,856.

Three-Year Trend Information for the Regular Plan

Calendar Year Ending	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
12/31/13	\$271,856	100%	\$0
12/31/12	259,220	100%	0
12/31/11	230,108	110%	0

The required contribution for 2013 was determined as part of the December 31, 2011, actuarial valuation using the entry age normal actuarial cost method. The actuarial assumptions at December 31, 2011, 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 your employer 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 employer regular plan’s unfunded actuarial accrued liability at December 31, 2011 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, 2013, the most recent actuarial valuation date, the regular plan was 63.39 percent funded. The actuarial accrued liability for benefits was \$5,586,553 and the actuarial value of assets was \$3,541,565, resulting in an underfunded actuarial accrued liability (UAAL) of \$2,044,988. The covered payroll for calendar year 2013 (annual payroll of active employees covered by the plan) was \$1,668,851 and the ratio of the UAAL to the covered payroll was 123 percent.

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

NOTE 11--INTERFUND RECEIVABLES AND PAYABLES

Individual fund interfund receivable and payable balances at April 30, 2014, were as follows:

<u>Interfund Loan From</u>	<u>Interfund Loan To</u>	<u>Balance April 30, 2014</u>
Water Fund	Sewer Fund	\$23,644

The City's interfund loan balance represents an expense paid by the Water Fund on the Sewer Fund's behalf in a prior year.

NOTE 12--INTERFUND TRANSFERS

Interfund transfers during the year ended April 30, 2014, follows:

<u>Major Funds</u>	<u>Transfers In</u>	<u>Transfers Out</u>
<b>Governmental Activities:</b>		
General	\$ 314,975	\$1,522,588
Police	585,000	-
TIF II	250,000	228,872
TIF I	-	250,000
	<u>1,149,975</u>	<u>2,001,460</u>
<b>Business-Type Activities:</b>		
Water Fund	-	55,750
Sewer Fund	228,872	23,500
Electric Fund	-	225,850
	<u>228,872</u>	<u>305,100</u>
<b>Nonmajor Funds</b>		
<b>Governmental Activities:</b>		
Social Security	15,000	-
City Park	120,000	-
Garbage	-	9,875
Playground	100,000	-
Library	110,000	-
Retirement	70,000	-
New Case Halstead		
Library	472,588	-
Pool House Loan	50,000	-
	<u>937,588</u>	<u>9,875</u>
Grand Totals	<u>\$2,316,435</u>	<u>\$2,316,435</u>

Interfund transfers represent routine operating transfers of intergovernmental and local revenues to other governmental funds to finance operations of those funds. Additionally, each governmental and business-type fund reimburses the General Fund for its share of general and administrative costs of operating City Hall.

NOTE 13--BUDGET INFORMATION

The following funds actual expenditures exceeded the budget.

HRA	\$18,270
Fish Hatchery Deposit	3,625

NOTE 14--SEGMENT INFORMATION -- ENTERPRISE FUNDS

The City maintains three enterprise funds, which provide water, sewer, and electric services. Segment information for the year ended April 30, 2014, is not required since each fund has been treated as a major fund in the basic financial statements.

NOTE 15--COMMON BANK ACCOUNT

The City maintains a common bank account for several of its funds. The accounting records are maintained to account for each funds' portion of the common bank account balance. Negative balances in individual funds can be created, which would be considered unauthorized interfund loans.



NOTE 16--DEFICIT RETAINED EARNINGS/FUND BALANCE

Deficit fund balances as of April 30, 2014, follow:

Major Funds:	
Police	\$57,976
Non Major Funds:	
City Park	25,952
Illinois Municipal Retirement	4,413

NOTE 17--RISK MANAGEMENT

The City is exposed to various risks of loss including, but not limited to, general liability, property casualty, worker's compensation and public official liability. To limit exposure to these risks, the City participates in the Illinois Municipal League Risk Management Association and purchases commercial insurance as necessary. There were no major changes to insurance coverages during the audit period. Additionally, there were no claims pending as of the audit date. Settlements have not exceeded insurance coverages in the current or last three years.

NOTE 18--DEFERRED COMPENSATION PLAN

The City participates in a deferred compensation plan with Nationwide Retirement Solutions, Inc. The plan is funded by payroll deductions from employees. The investment balance of the plan as of March 31, 2014, is \$509,879. Prior year balance for the plan totaled \$427,320. Nationwide Retirement Solutions, Inc. was not able to provide April 30 balances for the plan. Employees contributed \$19,445 to the Plan, withdrew \$998 and paid \$3,828 in Plan fees and assets appreciated in value by \$67,940 for the Plan year.

NOTE 19 – HEALTH INSURANCE PLANS

The City participates in a Code Section 125, Cafeteria plan for its employees. As of April 30, 2014, \$416 remained in the Plan.

The City participates in a Health Reimbursement Account (HRA) with Total Administrative Services Corporation (TASC). The Plan requires annual funding of \$15,540 and has a plan exposure to the City of \$55,500 per year. During fiscal year 2014, the City contributed \$28,000 and paid claims of \$18,270 leaving a Plan balance of \$14,208 at April 30, 2014.

NOTE 20 – FUND BALANCE CONSTRAINTS

The constraints on fund balances as listed in aggregate on the Balance Sheet are detailed according to balance classification and fund as follows:

	Major Special Revenue Funds							Other Governmental Funds	Total
	General Fund	Police Fund	Economic Development Capital Fund	TIF-1 Fund	TIF-2 Fund	TIF-3 Fund	Library Construction		
<b>Fund Balances:</b>									
<b>Nonspendable:</b>									
Prepaid Amount	\$12,103	\$10,036	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 9,459	\$ 31,598
Long-term Receivables	-	-	451,852	-	-	-	-	51,089	502,941
	<u>12,103</u>	<u>10,036</u>	<u>451,852</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>60,548</u>	<u>534,539</u>
<b>Restricted:</b>									
General Government	40,000	-	-	-	-	-	-	15,518	55,518
Public Safety	-	-	-	-	-	-	-	6,252	6,252
Highways and Streets	-	-	-	-	-	-	-	176,640	176,640
Culture and Recreation	-	-	-	-	-	-	-	7,465	7,465
Grants – Capital Improvements	-	-	-	-	-	-	-	14,769	14,769
Debt Service	-	-	-	-	-	-	-	4,600	4,600
	<u>40,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>225,244</u>	<u>265,244</u>
<b>Committed</b>	-	-	-	-	-	-	-	-	-
<b>Assigned:</b>									
General Government	-	-	-	-	-	-	-	63,419	63,419
Public Safety	-	-	-	-	-	-	-	23,414	23,414
Culture and Recreation	-	-	-	-	-	-	-	15,725	15,725
Economic Development	-	-	647,396	162,387	137,437	35,400	-	28,600	1,012,220
	<u>-</u>	<u>-</u>	<u>647,396</u>	<u>162,387</u>	<u>137,437</u>	<u>35,400</u>	<u>-</u>	<u>132,158</u>	<u>1,114,778</u>
<b>Unassigned</b>	<u>1,631,287</u>	<u>(68,012)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(33,045)</u>	<u>1,530,230</u>
<b>Total Fund Balances</b>	<u>\$1,683,390</u>	<u>\$(57,976)</u>	<u>\$1,099,248</u>	<u>\$162,387</u>	<u>\$137,437</u>	<u>\$35,400</u>	<u>\$ -</u>	<u>\$384,905</u>	<u>\$3,444,791</u>

NOTE 21 -- COMMITMENTS/CONTINGENCIES

As of April 30, 2014, the City has commitments/contingencies as follows:

1. The City is in the process of constructing a new library at an approximate cost of \$4,259,335. An Illinois State Library Grant totaling \$1,618,757 has been approved, of which \$757,494 was expended as of April 30, 2014. The balance of the funding or \$2,640,575 will come from a private trust at First National Bank of Carlyle known as the Maddux Trust. The trust paid \$1,601,290 in cost through April 30, 2014. Construction in progress totaled \$2,358,784 at April 30, 2014.
2. The City received a grant of \$250,000 from the Illinois Department of Commerce and Economic Opportunity in fiscal year 2012 for the purchase of land for use in constructing a sports complex. The City's general fund paid for the balance of the land cost totaling \$129,625 for a total land cost of \$379,625.

The City was also awarded a \$65,000 state grant from the Illinois Department of Commerce and Economic Opportunity for design/engineering and excavation/site preparation for the sports complex, of which \$44,190 has been spent on grant related activities.

Also the City received a private industry grant from Timken for \$40,000 for use at the sports complex, of which none has been expended at April 30, 2014.

As of April 30, 2014, the construction of the sports complex is uncertain. The City has contacted the grantor agencies as to the requirements to repay the grant funds should the complex not be completed. No official response has been received as of the audit date.

3. The City spent \$112,324 in engineering costs for a future water tower and ten inch main. They are in the process of applying to USDA Rural Development for financing. The estimated cost of this project is \$2,900,000. This project is not guaranteed to be completed.
4. The City approved a contract with JK Trotter & Sons, Inc. for engineering services for sanitary sewer improvements on Fairfax Street at the cost of \$238,247. Total work completed as of April 30, 2014 was \$228,872.

In the normal course of operations, the City participates in various federal or state grant/loan programs from year to year. The grant/loan programs are often subject to additional audits by agents of the granting or loaning agency, with the purpose of which is to ensure compliance with the specific condition of the grant or loan. Any liability or reimbursement that may arise as a result of these audits cannot be reasonably determined at this time, although it is believed the amount, if any, would not be material.

NOTE 22 – PRIOR PERIOD ADJUSTMENT – ELECTRIC DEPARTMENT

1. During a Three (3) Phase Meter Testing Audit, the City of Carlyle Electric Department discovered that the multiplier for the Wal-Mart account had been applied incorrectly since the installation of the meter in January 2009. The Wal-Mart meter has "potential" transformers and "current" transformers for the metering system with both of these transformers having "multipliers". When the metering system was read the current transformer multiplier was applied. However, the potential transformer was not applied. The current transformer multiplier was 120, but when the potential transformer is added the total multiplier amount is 300; Wal-Mart was only charged at the 120 rate. The underbilled amount, totaling \$500,054 was reimbursed by Wal-Mart during the year of which \$48,383 represented current year underbilling and \$451,671 represents a prior period adjustment.
2. The April 30, 2013 electric department inventory was understated by \$63,961 as a result of updated prices and a more complete inventory count requiring a prior period adjustment in fiscal year 2014.

NOTE 23 – RESTATEMENT OF FUND BALANCE

The City has restated beginning fund balance/net position as of May 1, 2013 to implement GASB Statement No. 65 for unavailable property taxes previously shown as deferred property taxes.

	<u>Governmental Activities</u>
Fund balance/net position May 1 (as previously reported)	\$5,941,797
Restated for unavailable property taxes	<u>(247,659)</u>
Fund balance/net position, May 1 (as restated)	<u>\$5,694,138</u>

**City of Carlyle, Illinois**

**REQUIRED SUPPLEMENTARY INFORMATION**

City of Carlyle, Illinois  
 STATEMENT OF REVENUES RECEIVED, EXPENDITURES PAID AND  
 CHANGES IN FUND BALANCES - BUDGETARY BASIS

GENERAL FUND

For the Year Ended April 30, 2014

	Original Budget	Final Budget	Actual	Variance with Final Budget Over (Under)
Revenues Received:				
Taxes	\$ 59,880	\$ 59,880	\$ 62,176	\$ 2,296
Intergovernmental Revenues	1,230,500	1,230,500	1,372,521	142,021
Local Receipts	52,525	52,525	70,045	17,520
Grants	1,618,760	1,618,760	490,026	(1,128,734)
Interest on Investments	2,500	2,500	1,878	(622)
Total Revenues Received	2,964,165	2,964,165	1,996,646	(967,519)
Expenditures Disbursed:				
General Government	517,055	517,055	409,197	(107,858)
Highways and Streets	371,685	371,685	276,975	(94,710)
Total Expenditures Disbursed	888,740	888,740	686,172	(202,568)
Excess (Deficiency) of Revenues Received over Expenditures Disbursed	2,075,425	2,075,425	1,310,474	(764,951)
Other Financing Sources (Uses):				
Transfers From (To) Other Funds	(3,085,360)	(3,085,360)	(1,522,588)	1,562,772
Reimbursements From (To) Other Funds for General and Administrative Expenses	314,975	314,975	314,975	-
Excess (Deficiency) of Revenues Received and Other Financing Sources Over Expenditures Paid and Other Financing Uses	(694,960)	(694,960)	102,861	797,821
Fund Balance, Beginning of Year (Budgetary Basis)	1,363,126	1,363,126	1,363,126	-
Fund Balance, End of Year (Budgetary Basis)	\$ 668,166	\$ 668,166	1,465,987	\$ 797,821
Adjustments to Conform with GAAP:				
Revenue Accruals			281,827	
Expenditure Accruals			(64,424)	
Fund Balance, End of Year (GAAP Basis)			\$ 1,683,390	

See accompanying notes to the required supplementary information.

City of Carlyle, Illinois  
 STATEMENT OF REVENUES RECEIVED, EXPENDITURES PAID AND  
 CHANGES IN FUND BALANCES - BUDGETARY BASIS

POLICE FUND

For the Year Ended April 30, 2014

	Original Budget	Final Budget	Actual	Variance with Final Budget Over (Under)
Revenues Received:				
Taxes	\$ 17,250	\$ 17,250	\$ 17,784	\$ 534
Local Revenues	40,400	40,400	48,692	8,292
Grants	25,000	25,000	-	(25,000)
Total Revenues Received	82,650	82,650	66,476	(16,174)
Expenditures Paid:				
Public Safety	781,044	781,044	655,428	(125,616)
Total Expenditures Paid	781,044	781,044	655,428	(125,616)
Excess (Deficiency) of Revenues Received over Expenditures Paid	(698,394)	(698,394)	(588,952)	109,442
Other Financing Sources (Uses):				
Transfers From (To) Other Funds	696,000	696,000	585,000	(111,000)
Total Other Financing Sources (Uses)	696,000	696,000	585,000	(111,000)
Net Change in Fund Balance	(2,394)	(2,394)	(3,952)	(1,558)
Fund Balance, Beginning of Year (Budgetary Basis)	10,733	10,733	10,733	-
Fund Balance, End of Year (Budgetary Basis)	\$ 8,339	\$ 8,339	6,781	\$ (1,558)
Adjustments to Conform with GAAP:				
Revenue Accruals			5,122	
Expenditure Accruals			(69,879)	
Fund Balance, End of Year (GAAP Basis)			\$ (57,976)	

See accompanying notes to the required supplementary information.

City of Carlyle, Illinois  
 STATEMENT OF REVENUES RECEIVED, EXPENDITURES PAID AND  
 CHANGES IN FUND BALANCES - BUDGETARY BASIS  
 ECONOMIC DEVELOPMENT CAPITAL FUND  
 For the Year Ended April 30, 2014

	Original Budget	Final Budget	Actual	Variance with Final Budget Over (Under)
Revenues Received:				
Interest on Loans	\$ 500	\$ 500	\$ 727	\$ 227
Miscellaneous	-	-	-	-
Total Revenues Received	500	500	727	227
Expenditures Disbursed:				
Community Development	-	-	-	-
Total Expenditures Disbursed	-	-	-	-
Excess (Deficiency) of Revenues Received over Expenditures Disbursed	500	500	727	227
Other Financing Sources (Uses):				
Transfer From (To) Other Funds	(7,700)	(7,700)	-	7,700
Recapture of RIF Funds	75,000	75,000	316,094	241,094
Loans Disbursed	(401,500)	(401,500)	-	401,500
Total Other Financing Sources (Uses)	(334,200)	(334,200)	316,094	650,294
Net Change in Fund Balance	(333,700)	(333,700)	316,821	650,521
Fund Balance, Beginning of Year (Budgetary Basis)	299,349	299,349	299,349	-
Fund Balance, End of Year (Budgetary Basis)	<u>\$ (34,351)</u>	<u>\$ (34,351)</u>	616,170	<u>\$ 650,521</u>
Adjustments to Conform with GAAP:				
Loans			<u>483,078</u>	
Fund Balance, End of Year (GAAP Basis)			<u>\$ 1,099,248</u>	

See accompanying notes to the required supplementary information.

City of Carlyle, Illinois  
NOTES TO BUDGETARY COMPARISON SCHEDULES  
April 30, 2014

**Budget and Budgetary Accounting**

The budget for all governmental fund types and for the expendable trust fund is prepared on the cash basis of accounting, which is not the same basis that is used in financial reporting. Revenues and expenditures are reported when they result from cash transactions. This allows for comparability between budget and actual amounts. The budget was passed on July 8, 2013 and was not amended.

For each fund, total fund expenditures disbursed may not legally exceed the budgeted amounts. The budget lapses at the end of each fiscal year.

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

1. Prior to May 1, the City Manager submits to the City Council a proposed operating budget for the fiscal year. The operating budget includes proposed expenditures disbursed and the means of financing them.
2. Prior to enactment, a public hearing is held on the proposed budget to obtain citizen comments.
3. Subsequent to the public hearing and prior to May 1, the budget is enacted by passage in a City Council meeting.
4. Amendments may be made by the Council during the year by the same procedures required for its original adoption.
5. Formal budgetary integration is employed as a management control device during the year for the General Fund, Special Revenue Funds, Capital Projects Funds, Fiduciary Funds, and Proprietary Funds.
6. Budgets for the General Fund, Special Revenue Funds, Capital Projects Funds, Fiduciary Funds, and Proprietary Funds are adopted on a cash basis.
7. Appropriations lapse at the end of each fiscal year.

No major funds exceeded their budget.

## City of Carlyle, Illinois

REQUIRED SUPPLEMENTAL INFORMATION - UNAUDITED  
 SCHEDULE OF FUNDING PROGRESS  
 ILLINOIS MUNICIPAL RETIREMENT FUND  
 April 30, 2014

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)
12/31/13	\$3,541,565	\$5,586,553	\$2,044,988	63.39%	\$1,668,851	122.54%
12/31/12	3,263,921	5,554,153	2,290,232	58.77%	1,640,631	139.59%
12/31/11	3,753,932	6,266,099	2,512,167	59.91%	1,629,658	154.15%

On a market value basis, the actuarial value of assets as of December 31, 2013 is \$4,622,371. On a market basis, the funded ratio would be 82.74%.

The actuarial value of assets and accrued liability cover active and inactive members who have service credit with City of Carlyle. They do not include amounts for retirees. The actuarial accrued liability for retirees is 100% funded.



**City of Carlyle, Illinois**

**OTHER INFORMATION**

**GENERAL FUND**

City of Carlyle, Illinois  
 COMBINING BALANCE SHEET -- GENERAL FUND  
 April 30, 2014

	City Hall	Street and Alley	Total
<u>ASSETS</u>			
Cash and Equivalents	\$ 1,146,190	\$ 5,051	\$ 1,151,241
Receivables:			
Taxes:			
Income Tax	99,816	-	99,816
General Property	41,625	-	41,625
Sales	211,635	-	211,635
Grants	284,907	-	284,907
Accrued Investment Income	215	-	215
Prepaid Expenses	6,924	5,179	12,103
Total Assets	\$ 1,791,312	\$ 10,230	\$ 1,801,542
<u>LIABILITIES AND DEFERRED INFLOWS OF RESOURCES</u>			
Liabilities:			
Accounts Payable	\$ 9,438	\$ 2,518	\$ 11,956
Accrued Expenses	10,691	7,234	17,925
Compensated Absences Payable	11,627	27,494	39,121
Unearned Liquor License & Gaming License	7,525	-	7,525
Total Liabilities	39,281	37,246	76,527
Deferred Inflows of Resources:			
Unavailable Property Taxes	41,625	-	41,625
Total Liabilities and Deferred Inflows of Resources	80,906	37,246	118,152
<u>FUND BALANCES</u>			
Fund Balance (Deficit)	1,710,406	(27,016)	1,683,390
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 1,791,312	\$ 10,230	\$ 1,801,542

City of Carlyle, Illinois  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
 IN FUND BALANCES--GENERAL FUND  
 Year Ended April 30, 2014

	City Hall	Street and Alley	Total
<b>Revenues:</b>			
<b>Taxes:</b>			
General Property	\$ 30,557	\$ 25,517	\$ 56,074
Payment in Lieu of Taxes	6,102	-	6,102
Illinois State Income and Replacement Tax	349,731	-	349,731
Sales Tax	984,848	-	984,848
Liquor Licenses and Permits	8,352	-	8,352
Investment Income	1,591	-	1,591
Franchise Fees	52,690	-	52,690
Sale of Material and Labor	-	4,935	4,935
Miscellaneous	7,792	-	7,792
Grants	770,534	-	770,534
<b>Total Revenues</b>	<b>2,212,197</b>	<b>30,452</b>	<b>2,242,649</b>
<b>Expenditures:</b>			
Salaries	182,380	172,072	354,452
Council, Mayor, Clerk and Treasurer's Salaries	33,920	-	33,920
Health and Hospitalization Insurance	31,556	26,252	57,808
Materials and Supplies	18,644	32,660	51,304
Professional Fees	42,464	1,773	44,237
Utilities and Telephone	17,543	9,528	27,071
General Insurance, Including Officers' Bonds	13,529	9,503	23,032
Printing and Publishing	3,262	-	3,262
Training, Education and Travel	7,591	1,095	8,686
Postage, Dues and Subscriptions	4,311	549	4,860
Repairs and Maintenance	26,495	6,912	33,407
Motor Fuel and Lubricants	-	15,062	15,062
Capital Outlay	8,775	-	8,775
Rentals and Leases	2,903	-	2,903
Miscellaneous	22,179	658	22,837
<b>Total Expenditures</b>	<b>415,552</b>	<b>276,064</b>	<b>691,616</b>
<b>Excess (Deficiency) of Revenues over Expenditures</b>	<b>1,796,645</b>	<b>(245,612)</b>	<b>1,551,033</b>
<b>Other Financing Sources (Uses):</b>			
Transfers From (To) Other Funds (Net)	(2,057,494)	250,000	(1,807,494)
Reimbursements From (To) Other Funds for General and Administrative Expenses	314,975	-	314,975
<b>Excess (Deficiency) of Revenues and Other Financing Sources Over Expenditures and Other Financing Uses</b>	<b>54,126</b>	<b>4,388</b>	<b>58,514</b>
<b>Fund Balances:</b>			
Beginning of Year	1,656,280	(31,404)	1,624,876
End of Year	\$ 1,710,406	\$ (27,016)	\$ 1,683,390



Street and Alley		Total	
Final Budget	Actual	Final Budget	Actual
\$ 24,300	\$ 25,517	\$ 54,380	\$ 56,074
-	-	5,500	6,102
-	-	300,000	342,761
-	-	30,000	36,019
-	-	900,500	993,741
-	-	7,700	9,027
-	-	2,500	1,878
-	-	34,500	52,690
4,500	4,935	4,500	4,935
200	-	5,825	3,393
-	-	1,618,760	490,026
29,000	30,452	2,964,165	1,996,646
190,300	167,946	387,200	348,765
-	-	44,000	33,890
32,450	26,252	67,870	57,808
34,463	33,127	57,563	52,056
2,750	4,690	65,450	47,026
10,764	9,248	37,989	26,556
11,000	9,895	25,850	23,950
-	-	7,150	2,938
2,057	1,435	5,632	8,964
110	769	5,280	5,139
24,750	6,845	60,500	29,750
17,600	16,023	17,600	16,023
42,570	-	60,610	8,775
1,980	-	5,005	2,641
891	745	41,041	21,891
371,685	276,975	888,740	686,172
(342,685)	(246,523)	2,075,425	1,310,474
339,750	250,000	(3,085,360)	(1,522,588)
-	-	314,975	314,975
(2,935)	3,477	(694,960)	102,861
1,574	1,574	1,363,126	1,363,126
\$ (1,361)	5,051	\$ 668,166	1,465,987
-	-	-	281,827
(32,067)	-	-	(64,424)
\$ (27,016)	-	\$ 1,683,390	-

**City of Carlyle, Illinois**

**NONMAJOR GOVERNMENTAL FUNDS**

City of Carlyle, Illinois  
 COMBINING BALANCE SHEET  
 NONMAJOR GOVERNMENTAL FUNDS  
 April 30, 2014

	Special Revenue Funds (From St. 6)	Debt Service Fund (From St. 12)	Capital Projects Fund (From St. 9)	Total Nonmajor Governmental Funds (To Exhibit C)
<b>ASSETS</b>				
Cash and Equivalents	\$ 321,880	\$ 4,600	\$ 14,751	\$ 341,231
Receivables, Net of Allowance for Collectibles:				
Taxes	28,948	-	-	28,948
Intergovernmental	202,144	-	-	202,144
Other	20,840	-	-	20,840
Accrued Investment Income	13	-	18	31
Notes Receivable	51,089	-	-	51,089
Prepaid Expenses	9,459	-	-	9,459
Total Assets	<u>634,373</u>	<u>4,600</u>	<u>14,769</u>	<u>653,742</u>
 <b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>				
Liabilities:				
Accounts Payable	\$ 27,571	\$ -	\$ -	\$ 27,571
Deposits	1,816	-	-	1,816
Accrued Expenses	15,104	-	-	15,104
Compensated Absences Payable	22,202	-	-	22,202
Total Liabilities	<u>66,693</u>	<u>-</u>	<u>-</u>	<u>66,693</u>
Deferred Inflows of Resources:				
Unavailable property taxes	202,144	-	-	202,144
Total Liabilities and Deferred Inflows of Resources	<u>268,837</u>	<u>-</u>	<u>-</u>	<u>268,837</u>
Fund Balances:				
Unreserved	<u>365,536</u>	<u>4,600</u>	<u>14,769</u>	<u>384,905</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 634,373</u>	<u>\$ 4,600</u>	<u>\$ 14,769</u>	<u>\$ 653,742</u>



City of Carlyle, Illinois  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES  
 AND CHANGES IN FUND BALANCES  
 NONMAJOR GOVERNMENTAL FUNDS  
 For the Year Ended April 30, 2014

	Special Revenue Funds (From St. 7)	Debt Service Fund (From St. 13)	Capital Projects Fund (From St. 10)	Total Nonmajor Governmental Funds (To Exhibit D)
<b>REVENUES:</b>				
Taxes	\$ 274,126	\$ -	\$ -	\$ 274,126
Intergovernmental	110,583	-	-	110,583
Fees and Fines	280,568	-	-	280,568
Licenses and Permits	-	-	-	-
Interest on Investments and Loans	184	-	15	199
Other	41,485	-	-	41,485
Sale of Assets	3,000	-	-	3,000
Grants and Donations	18,344	-	639	18,983
Total Revenues	<u>728,290</u>	<u>-</u>	<u>654</u>	<u>728,944</u>
<b>EXPENDITURES:</b>				
Current:				
General Government	\$ 456,301	\$ -	-	456,301
Public Safety	12,486	-	-	12,486
Highways and Streets	96,742	-	-	96,742
Culture and Recreation	492,609	-	-	492,609
Community Development	47,684	-	742	48,426
Debt Service:				
Principal	-	36,020	-	36,020
Interest	-	10,780	-	10,780
Capital Outlay	9,150	-	-	9,150
Total Expenditures	<u>1,114,972</u>	<u>46,800</u>	<u>742</u>	<u>1,162,514</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(386,682)</u>	<u>(46,800)</u>	<u>(88)</u>	<u>(433,570)</u>
Other Financing Sources (Uses)				
Transfers In	415,000	50,000	-	465,000
Transfers Out	-	-	-	-
Reimbursements From (To) Other Funds For General Administrative Expenses	<u>(9,875)</u>	<u>-</u>	<u>-</u>	<u>(9,875)</u>
Total Other Financing Sources (Uses)	<u>405,125</u>	<u>50,000</u>	<u>-</u>	<u>455,125</u>
Net Change in Fund Balances	18,443	3,200	(88)	21,555
Fund Balance (Deficit), Beginning of Year	347,093	1,400	14,857	363,350
Fund Balance (Deficit), End of Year	<u>\$ 365,536</u>	<u>\$ 4,600</u>	<u>\$ 14,769</u>	<u>\$ 384,905</u>



Social Security	Fish Hatchery Deposit	Cafeteria 125 Plan	Police Vehicle Fund	HRA Fund	City Park
\$ 18,996	\$ 1,815	\$ 416	\$ 6,252	\$ 14,208	\$ 483
-	-	-	-	-	-
55,117	-	-	-	-	29,834
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	2,680
<u>\$ 74,113</u>	<u>\$ 1,815</u>	<u>\$ 416</u>	<u>\$ 6,252</u>	<u>\$ 14,208</u>	<u>\$ 32,997</u>

\$ -	\$ -	\$ -	\$ -	\$ -	\$ 5,818
-	1,400	416	-	-	-
3,478	-	-	-	-	3,270
-	-	-	-	-	20,027
<u>3,478</u>	<u>1,400</u>	<u>416</u>	<u>-</u>	<u>-</u>	<u>29,115</u>
<u>55,117</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>29,834</u>
58,595	1,400	416	-	-	58,949
<u>15,518</u>	<u>415</u>	<u>-</u>	<u>6,252</u>	<u>14,208</u>	<u>(25,952)</u>
<u>\$ 74,113</u>	<u>\$ 1,815</u>	<u>\$ 416</u>	<u>\$ 6,252</u>	<u>\$ 14,208</u>	<u>\$ 32,997</u>

(Continued on Next Page)



Motor Fuel Tax	Hotel Motel Tax	D.A.R.E. Account	Case Halstead Library Donation	Total
\$ 159,684	\$ 34,018	\$ 14,671	\$ 7,463	\$ 321,880
-	1,636	-	-	28,948
-	-	-	-	202,144
20,840	-	-	-	20,840
-	7	-	2	13
-	-	-	-	51,089
-	-	-	-	9,459
<u>\$ 180,524</u>	<u>\$ 35,661</u>	<u>\$ 14,671</u>	<u>\$ 7,465</u>	<u>\$ 634,373</u>
\$ 3,884	\$ 6,840	\$ 2,766	\$ -	\$ 27,571
-	-	-	-	1,816
-	-	-	-	15,104
-	-	-	-	22,202
<u>3,884</u>	<u>6,840</u>	<u>2,766</u>	<u>-</u>	<u>66,693</u>
-	-	-	-	202,144
3,884	6,840	2,766	-	268,837
176,640	28,821	11,905	7,465	365,536
<u>\$ 180,524</u>	<u>\$ 35,661</u>	<u>\$ 14,671</u>	<u>\$ 7,465</u>	<u>\$ 634,373</u>



<u>Social Security</u>	<u>Fish Hatchery Deposit</u>	<u>Cafeteria 125 Plan</u>	<u>Police Vehicle Fund</u>	<u>HRA Fund</u>	<u>City Park</u>
\$ 54,942	\$ -	\$ -	\$ -	\$ -	\$ 29,738
-	-	-	-	-	-
10,971	-	-	-	-	5,938
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	3,650	-	800	28,000	61
<u>65,913</u>	<u>3,650</u>	<u>-</u>	<u>800</u>	<u>28,000</u>	<u>35,737</u>
-	-	-	-	-	77,886
85,395	-	-	-	-	-
-	-	-	-	-	8,448
-	-	-	-	-	23,320
-	-	-	-	18,270	29
-	-	-	-	-	22,469
-	-	-	-	-	4,916
-	-	-	-	-	455
-	-	-	-	-	9,673
-	-	-	-	-	8,461
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	3,625	-	-	-	131
<u>85,395</u>	<u>3,625</u>	<u>-</u>	<u>-</u>	<u>18,270</u>	<u>155,788</u>
(19,482)	25	-	800	9,730	(120,051)
15,000	-	-	-	-	120,000
-	-	-	-	-	-
(4,482)	25	-	800	9,730	(51)
20,000	390	-	5,452	4,478	(25,901)
<u>\$ 15,518</u>	<u>\$ 415</u>	<u>\$ -</u>	<u>\$ 6,252</u>	<u>\$ 14,208</u>	<u>\$ (25,952)</u>

(Continued on Next Page)





Motor Fuel Tax	Hotel Motel Tax	D.A.R.E. Account	Case Halstead Library Donation	Total
\$ -	\$ -	\$ -	\$ -	\$ 201,493
110,583	-	-	-	110,583
-	-	-	-	40,234
-	32,399	-	-	32,399
-	-	-	-	205,632
-	-	6,580	439	18,344
-	-	-	-	7,377
28	109	7	12	184
-	-	-	-	67,559
-	-	-	-	3,000
-	-	-	-	41,485
110,611	32,508	6,587	451	728,290
-	-	-	-	263,619
-	-	-	-	236,312
-	-	-	-	17,769
89,482	-	-	-	157,981
7,260	-	-	-	34,071
-	-	-	-	32,685
-	-	-	-	17,349
-	-	-	-	1,164
-	-	-	-	15,599
-	-	-	-	8,461
-	-	-	-	201,395
-	-	-	-	9,150
-	-	-	-	3,287
-	-	-	-	31,043
-	43,156	11,169	-	85,087
96,742	43,156	11,169	-	1,114,972
13,869	(10,648)	(4,582)	451	(386,682)
-	-	-	-	415,000
-	-	-	-	(9,875)
13,869	(10,648)	(4,582)	451	18,443
162,771	39,469	16,487	7,014	347,093
\$ 176,640	\$ 28,821	\$ 11,905	\$ 7,465	\$ 365,536



Playground		Library		HRA		City Park	
Final Budget	Actual	Final Budget	Actual	Final Budget	Actual	Final Budget	Actual
\$ 9,825	\$ 9,914	\$ 28,080	\$ 28,339	\$ -	\$ -	\$ 29,580	\$ 29,738
-	-	-	-	-	-	-	-
1,800	1,980	5,300	5,659	-	-	5,500	5,938
-	-	-	-	-	-	-	-
-	-	25	15	-	-	-	-
250	570	4,300	10,055	-	-	-	-
-	-	7,000	7,377	-	-	-	-
70,300	67,559	-	-	-	-	-	-
1,000	8,499	-	-	-	28,000	50	61
83,175	88,522	44,705	51,445	-	28,000	35,130	35,737
148,500	109,306	94,160	79,182	-	-	82,500	75,845
-	-	-	-	-	-	-	-
-	-	10,450	9,321	-	-	9,350	8,448
54,450	44,092	3,047	1,738	-	-	30,195	33,258
2,200	648	8,360	7,496	-	18,270	-	29
-	-	10,670	9,318	-	-	26,785	22,261
7,700	7,140	6,600	5,808	-	-	5,500	5,119
-	-	2,178	-	-	-	-	-
-	-	495	681	-	-	495	455
2,530	917	8,333	5,027	-	-	11,385	5,861
-	-	-	-	-	-	8,250	8,518
17,600	6,150	6,116	-	-	-	25,300	-
-	-	5,192	3,287	-	-	-	-
-	-	36,300	32,709	-	-	-	-
26,785	20,079	5,390	2,810	-	-	1,100	81
-	-	-	-	-	-	-	-
259,765	188,332	197,291	157,377	-	18,270	200,860	159,875
(176,590)	(99,810)	(152,586)	(105,932)	-	9,730	(165,730)	(124,138)
171,500	100,000	149,000	110,000	-	-	161,000	120,000
-	-	-	-	-	-	-	-
(5,090)	190	(3,586)	4,068	-	9,730	(4,730)	(4,138)
5,298	5,298	4,033	4,033	4,478	4,478	4,620	4,620
\$ 208	5,488	\$ 447	8,101	4,478	14,208	(110)	482
-	-	-	4	-	-	-	-
-	(1,197)	-	(2,379)	-	-	-	(26,434)
-	-	-	-	-	-	-	-
\$ 4,291	\$ 4,291	\$ 5,726	\$ 5,726	\$ 14,208	\$ 14,208	(25,952)	(25,952)



Illinois Municipal Retirement		Street Fair		Economic Development	
Final Budget	Actual	Final Budget	Actual	Final Budget	Actual
\$ 68,690	\$ 68,811	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
13,000	13,741	-	-	-	-
-	-	-	-	-	-
-	-	25	14	-	-
-	-	-	-	-	700
-	-	-	-	-	-
-	-	11,000	475	-	-
81,690	82,552	11,025	489	-	700
-	-	-	-	-	-
181,500	150,333	-	-	-	-
-	-	-	-	-	-
-	-	-	-	15,950	580
-	-	-	-	1,650	-
-	-	-	-	-	-
-	-	-	-	55	-
-	-	-	-	110	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	55	-
-	-	24,860	-	27,500	2,558
181,500	150,333	24,860	-	45,320	3,138
(99,810)	(67,781)	(13,835)	489	(45,320)	(2,438)
99,500	70,000	-	-	41,000	-
-	-	-	-	-	-
(310)	2,219	(13,835)	489	(4,320)	(2,438)
415	415	11,583	11,583	4,607	4,607
<u>\$ 105</u>	<u>2,634</u>	<u>\$ (2,252)</u>	<u>12,072</u>	<u>\$ 287</u>	<u>2,169</u>
-	-	-	-	-	-
-	(7,047)	-	-	-	(1,390)
-	-	-	-	-	51,089
<u>\$ (4,413)</u>	<u></u>	<u>\$ 12,072</u>	<u></u>	<u>\$ 51,868</u>	<u></u>

(Continued on Next Page)



D.A.R.E. Account		Case Halstead Library Donation		Police Vehicle Fund		Total	
Final Budget	Actual	Final Budget	Actual	Final Budget	Actual	Final Budget	Actual
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 200,573	\$ 201,493
-	-	-	-	-	-	75,000	95,386
-	-	-	-	-	-	37,360	40,235
-	-	-	-	-	-	38,000	32,927
-	-	-	-	-	-	205,000	206,212
5	7	-	10	-	-	305	187
5,000	6,580	-	439	-	800	9,550	19,144
-	-	-	-	-	-	7,000	7,377
-	-	-	-	-	-	70,300	67,559
-	-	-	-	-	-	12,100	40,685
5,005	6,587	-	449	-	800	655,188	711,205
-	-	-	-	-	-	325,160	264,333
-	-	-	-	-	-	280,500	235,286
-	-	-	-	-	-	19,800	17,769
-	-	-	-	-	-	87,692	80,405
-	-	-	-	-	-	35,860	35,397
-	-	-	-	-	-	39,105	31,579
-	-	-	-	-	-	19,800	18,067
-	-	-	-	-	-	2,233	-
-	-	-	-	-	-	1,100	1,136
-	-	-	-	-	-	22,248	99,499
-	-	-	-	-	-	8,250	8,518
1,100	-	-	-	-	-	200,816	6,150
-	-	-	-	-	-	5,247	3,287
-	-	-	-	-	-	36,300	32,709
11,000	8,404	-	-	-	-	151,635	84,461
-	-	-	-	-	-	220,550	201,395
12,100	8,404	-	-	-	-	1,456,296	1,119,991
(7,095)	(1,817)	-	449	-	800	(801,108)	(408,786)
-	-	-	-	-	-	633,500	415,000
-	-	-	-	-	-	(10,863)	(9,875)
(7,095)	(1,817)	-	449	-	800	(178,471)	(3,661)
16,487	16,487	7,014	7,014	5,452	5,452	323,720	323,720
<u>\$ 9,392</u>	<u>14,670</u>	<u>\$ 7,014</u>	<u>7,463</u>	<u>\$ 5,452</u>	<u>6,252</u>	<u>\$ 145,249</u>	<u>320,059</u>
-	-	-	2	-	-	-	49,802
-	(2,765)	-	-	-	-	-	(55,414)
-	-	-	-	-	-	-	51,089
<u>\$ 11,905</u>	<u>11,905</u>	<u>\$ 7,014</u>	<u>7,465</u>	<u>\$ 5,452</u>	<u>6,252</u>	<u>\$ 145,249</u>	<u>365,536</u>

City of Carlyle, Illinois  
BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
CAPITAL PROJECTS FUND  
April 30, 2014

<u>Assets</u>	<u>Park Ground Purchase</u>	<u>Total</u>
Cash	\$ 14,751	\$ 14,751
Accrued Investment Income	<u>18</u>	<u>18</u>
 Total Assets	 <u>\$ 14,769</u>	 <u>\$ 14,769</u>
 <u>Liabilities and Fund Balances</u>		
Liabilities	\$ -	\$ -
Fund Balances	<u>14,769</u>	<u>14,769</u>
Total Liabilities and Fund Balance	<u>\$ 14,769</u>	<u>\$ 14,769</u>



City of Carlyle, Illinois  
 STATEMENT OF REVENUES, EXPENDITURES  
 AND CHANGES IN FUND BALANCE  
 NONMAJOR GOVERNMENTAL FUNDS --CAPITAL PROJECTS FUND  
 For the Year Ended April 30, 2014

	Park Ground Purchase	Total
Revenues Received:		
Interest on Investments	\$ 15	\$ 15
Grants	639	639
Total Revenues	<u>654</u>	<u>654</u>
Expenditures:		
Materials and Supplies	103	103
Professional Fees	639	639
Total Expenditures	<u>742</u>	<u>742</u>
Excess (Deficiency) of Revenues Over Expenditures	(88)	(88)
Other Financing Sources (Uses):		
Transfers From (To) Other Funds	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over Expenditures and Other Financing Uses	(88)	(88)
Fund Balance, Beginning of Year	<u>14,857</u>	<u>14,857</u>
Fund Balance, End of Year	<u>\$ 14,769</u>	<u>\$ 14,769</u>

City of Carlyle, Illinois  
 CAPITAL PROJECTS FUND  
 STATEMENT OF REVENUES RECEIVED, EXPENDITURES PAID, AND  
 CHANGES IN FUND BALANCE -- BUDGET AND ACTUAL -- BUDGETARY BASIS (CASH)  
 NONMAJOR GOVERNMENTAL FUND  
 For the Year Ended April 30, 2014

	Park Ground Purchase		Total	
	Final Budget	Actual	Final Budget	Actual
Revenues Received:				
Investment Income	\$ 20	\$ 41	\$ 20	\$ 41
Grants	21,500	639	21,500	639
Total Revenues Received	<u>21,520</u>	<u>680</u>	<u>21,520</u>	<u>680</u>
Expenditures Paid:				
Materials and Supplies	-	103	-	103
Professional Fees	-	639	-	639
Capital Outlay	143,000	-	143,000	-
Total Expenditures Paid	<u>143,000</u>	<u>742</u>	<u>143,000</u>	<u>742</u>
Excess (Deficiency) of Revenues Received Over Expenditures Paid	(121,480)	(62)	(121,480)	(62)
Other Financing Sources (Uses):				
Transfers From (To) Other Funds	94,000	-	94,000	-
Excess (Deficiency) of Revenues Received and Other Financing Sources Over Expenditures Paid and Other Financing Uses	(27,480)	(62)	(27,480)	(62)
Fund Balance - Beginning of Year (Budgetary Basis)	<u>14,813</u>	<u>14,813</u>	<u>14,813</u>	<u>14,813</u>
Fund Balance - End of Year (Budgetary Basis)	<u>\$ (12,667)</u>	14,751	<u>\$ (12,667)</u>	14,751
Adjustments to Conform to GAAP:				
Revenue Accruals		18		18
Expenditure Accruals		-		-
Loans		-		-
Fund Balance - End of Year (GAAP Basis)		<u>\$ 14,769</u>		<u>\$ 14,769</u>

City of Carlyle, Illinois  
BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS -- DEBT SERVICE FUND  
POOL HOUSE LOAN  
April 30, 2014

Assets

Cash \$ 4,600

Total Assets \$ 4,600

Liabilities and Fund Balances

Liabilities:

Due to Other Funds \$ -

Fund Balances 4,600

Total Liabilities and Fund Balance \$ 4,600

City of Carlyle, Illinois  
STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCES  
NONMAJOR GOVERNMENTAL FUNDS -- DEBT SERVICE FUND  
POOL HOUSE LOAN  
April 30, 2014

Revenues:	
Interest Income	<u>\$ -</u>
Expenditures:	
Debt Service	<u>46,800</u>
Excess (Deficiency) of Revenues Over Expenditures	(46,800)
Other Financing Sources (Uses) of Funds:	
Transfer From (To) Other Funds	<u>50,000</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over Expenditures	3,200
Fund Balance Beginning of Year	<u>1,400</u>
Fund Balance End of Year	<u><u>\$ 4,600</u></u>

City of Carlyle, Illinois  
 DEBT SERVICE FUND -- POOL HOUSE LOAN  
 STATEMENT OF REVENUES RECEIVED, EXPENDITURES PAID, AND  
 CHANGES IN FUND BALANCE -- BUDGET AND ACTUAL -- BUDGETARY BASIS (CASH)  
 NONMAJOR GOVERNMENTAL FUNDS  
 For the Year Ended April 30, 2014

	<u>Final Budget</u>	<u>Actual</u>
Revenues Received:		
Investment Income	\$ -	\$ -
Total Revenues Received	<u>-</u>	<u>-</u>
Expenditures Paid:		
Debt Service	51,480	46,800
Total Expenditures Paid	<u>51,480</u>	<u>46,800</u>
Excess (Deficiency) of Revenues Received Over Expenditures Paid	(51,480)	(46,800)
Other Financing Sources (Uses):		
Transfers From (To) Other Funds	50,100	50,000
Excess (Deficiency) of Revenues and Other Financing Sources Over Expenditures and Other Financing Uses	(1,380)	3,200
Fund Balance - Beginning of Year (Budgetary Basis)	<u>1,400</u>	<u>1,400</u>
Fund Balance - End of Year (Budgetary Basis)	<u>\$ 20</u>	\$ 4,600
Adjustments to Conform to GAAP:		
Revenue Accruals		-
Expenditure Accruals		-
Loans		<u>-</u>
Fund Balance - End of Year (GAAP Basis)		<u>\$ 4,600</u>

**City of Carlyle, Illinois**

**MAJOR CAPITAL PROJECTS FUNDS**

City of Carlyle, Illinois  
 STATEMENT OF REVENUES RECEIVED, EXPENDITURES PAID AND  
 CHANGES IN FUND BALANCES - BUDGETARY BASIS  
 TIF-1 FUND  
 For the Year Ended April 30, 2014

	Original Budget	Final Budget	Actual	Variance with Final Budget Over (Under)
Revenues Received:				
Taxes	\$ 346,300	\$ 346,300	\$ 351,826	\$ 5,526
Interest on Investments	1,300	1,300	1,182	(118)
Total Revenues Received	<u>347,600</u>	<u>347,600</u>	<u>353,008</u>	<u>5,408</u>
Expenditures Disbursed:				
Community Development	509,905	509,905	315,156	(194,749)
Total Expenditures Disbursed	<u>509,905</u>	<u>509,905</u>	<u>315,156</u>	<u>(194,749)</u>
Excess (Deficiency) of Revenues Received over Expenditures Disbursed	(162,305)	(162,305)	37,852	200,157
Other Financing Sources (Uses):				
Transfers From (To) Other Funds	(275,000)	(275,000)	(250,000)	25,000
Net Changes in Fund Balance	<u>(437,305)</u>	<u>(437,305)</u>	<u>(212,148)</u>	<u>225,157</u>
Fund Balance, Beginning of Year (Budgetary Basis)	<u>374,481</u>	<u>374,481</u>	<u>374,481</u>	-
Fund Balance, End of Year (Budgetary Basis)	<u>\$ (62,824)</u>	<u>\$ (62,824)</u>	162,333	<u>\$ 225,157</u>
Adjustments to Conform with GAAP:				
Revenue Accruals			54	
Expenditure Accruals			<u>-</u>	
Fund Balance, End of Year (GAAP Basis)			<u>\$ 162,387</u>	

City of Carlyle, Illinois  
 STATEMENT OF REVENUES RECEIVED, EXPENDITURES PAID AND  
 CHANGES IN FUND BALANCES - BUDGETARY BASIS  
 TIF-2 FUND  
 For the Year Ended April 30, 2014

	Original Budget	Final Budget	Actual	Variance with Final Budget Over (Under)
Revenues Received:				
Taxes	\$ 550,700	\$ 550,700	\$ 557,511	\$ 6,811
Interest on Investments	500	500	477	(23)
Total Revenues Received	<u>551,200</u>	<u>551,200</u>	<u>557,988</u>	<u>6,788</u>
Expenditures Disbursed:				
Community Development	1,010,900	1,010,900	791,645	(219,255)
Total Expenditures Disbursed	<u>1,010,900</u>	<u>1,010,900</u>	<u>791,645</u>	<u>(219,255)</u>
Excess (Deficiency) of Revenues Received over Expenditures Disbursed	(459,700)	(459,700)	(233,657)	226,043
Other Financing Sources (Uses):				
Transfers From (To) Other Funds	250,000	250,000	250,000	-
Net Change in Fund Balance	(209,700)	(209,700)	16,343	226,043
Fund Balance, Beginning of Year (Budgetary Basis)	<u>121,047</u>	<u>121,047</u>	<u>121,047</u>	-
Fund Balance, End of Year (Budgetary Basis)	<u>\$ (88,653)</u>	<u>\$ (88,653)</u>	<u>137,390</u>	<u>\$ 226,043</u>
Adjustments to Conform with GAAP:				
Revenue Accruals			47	
Expenditure Accruals			<u>-</u>	
Fund Balance, End of Year (GAAP Basis)			<u>\$ 137,437</u>	



City of Carlyle, Illinois  
STATEMENT OF REVENUES RECEIVED, EXPENDITURES PAID AND  
CHANGES IN FUND BALANCES - BUDGETARY BASIS  
TIF-3 FUND  
For the Year Ended April 30, 2014

	Original Budget	Final Budget	Actual	Variance with Final Budget Over (Under)
Revenues Received:				
Taxes	\$ 26,600	\$ 26,600	\$ 33,976	\$ 7,376
Interest on Investments	150	150	140	(10)
Total Revenues Received	<u>26,750</u>	<u>26,750</u>	<u>34,116</u>	<u>7,366</u>
Expenditures Disbursed:				
Community Development	70,290	70,290	37,206	(33,084)
Total Expenditures Disbursed	<u>70,290</u>	<u>70,290</u>	<u>37,206</u>	<u>(33,084)</u>
Excess (Deficiency) of Revenues Received over Expenditures Disbursed	(43,540)	(43,540)	(3,090)	40,450
Other Financing Sources (Uses):				
Transfers From (To) Other Funds	-	-	-	-
Net Changes in Fund Balance	(43,540)	(43,540)	(3,090)	40,450
Fund Balance, Beginning of Year (Budgetary Basis)	<u>38,478</u>	<u>38,478</u>	<u>38,478</u>	<u>-</u>
Fund Balance, End of Year (Budgetary Basis)	<u>\$ (5,062)</u>	<u>\$ (5,062)</u>	<u>35,388</u>	<u>\$ 40,450</u>
Adjustments to Conform with GAAP:				
Revenue Accruals			12	
Expenditure Accruals			<u>-</u>	
Fund Balance, End of Year (GAAP Basis)			<u>\$ 35,400</u>	

City of Carlyle, Illinois  
 STATEMENT OF REVENUES RECEIVED, EXPENDITURES PAID AND  
 CHANGES IN FUND BALANCES - BUDGETARY BASIS  
 LIBRARY CONSTRUCTION FUND  
 For the Year Ended April 30, 2014

	Original Budget	Final Budget	Actual	Variance with Final Budget Over (Under)
Revenues Received:				
Grants	\$ 2,640,575	\$ 2,640,575	\$ 1,601,290	\$ (1,039,285)
Total Revenues Received	<u>2,640,575</u>	<u>2,640,575</u>	<u>1,601,290</u>	<u>(1,039,285)</u>
Expenditures Disbursed:				
Culture & Recreation	4,685,269	4,685,269	2,358,784	(2,326,485)
Total Expenditures Disbursed	<u>4,685,269</u>	<u>4,685,269</u>	<u>2,358,784</u>	<u>(2,326,485)</u>
Excess (Deficiency) of Revenues Received over Expenditures Disbursed	(2,044,694)	(2,044,694)	(757,494)	1,287,200
Other Financing Sources (Uses):				
Transfers From (To) Other Funds	1,618,760	1,618,760	472,587	(1,146,173)
Net Changes in Fund Balance	(425,934)	(425,934)	(284,907)	141,027
Fund Balance, Beginning of Year (Budgetary Basis)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance, End of Year (Budgetary Basis)	<u>\$ (425,934)</u>	<u>\$ (425,934)</u>	<u>(284,907)</u>	<u>\$ 141,027</u>
Adjustments to Conform with GAAP:				
Revenue Accruals			284,907	
Expenditure Accruals			<u>-</u>	
Fund Balance, End of Year (GAAP Basis)			<u>\$ -</u>	

**City of Carlyle, Illinois**

**PROPRIETARY FUNDS**

City of Carlyle, Illinois  
 BALANCE SHEET -- REVENUE BOND RESERVE ACCOUNTS --  
 ELECTRIC LIGHT PLANT SYSTEM FUND  
 April 30, 2014  
 (With Comparative Totals for 2013)

<u>ASSETS</u>	Operating and Maintenance	Depreciation and Contingencies	Regulatory Projects	Totals	
				2014	2013
<b>Current Assets:</b>					
Cash and Investments	\$ 221,133	\$ -	\$ 110,169	\$ 331,302	\$ 184,841
<b>Accounts Receivable:</b>					
Utilities Sales	521,681	-	-	521,681	543,651
Less--Allowance for Doubtful Accounts	(111,145)	-	-	(111,145)	(107,786)
Accrued Investment Income	415	-	-	415	208
Inventories	470,675	-	-	470,675	389,054
Prepaid Expenses	84,265	-	-	84,265	79,093
<b>Total Current Assets</b>	<b>1,187,024</b>	<b>-</b>	<b>110,169</b>	<b>1,297,193</b>	<b>1,089,061</b>
<b>Restricted Assets:</b>					
Cash and Savings	-	1,020,000	-	1,020,000	755,000
<b>Property, Plant and Equipment, Net of Accumulated Depreciation</b>					
	5,426,901	-	-	5,426,901	5,294,498
<b>Construction in Progress</b>					
	-	-	-	-	312,047
<b>Total Assets</b>	<b>\$ 6,613,925</b>	<b>\$ 1,020,000</b>	<b>\$ 110,169</b>	<b>\$ 7,744,094</b>	<b>\$ 7,450,606</b>
 <u>LIABILITIES AND FUND EQUITY</u>					
<b>Current Liabilities (Payable from Current Assets):</b>					
Accounts Payable	\$ 189,155	\$ -	\$ -	\$ 189,155	\$ 193,589
Accrued Expenses	18,476	-	-	18,476	15,318
Compensated Absences Payable	33,600	-	-	33,600	33,483
Customer Deposits	36,915	-	-	36,915	35,382
Notes Payable	-	-	61,363	61,363	60,156
<b>Total Current Liabilities</b>	<b>278,146</b>	<b>-</b>	<b>61,363</b>	<b>339,509</b>	<b>337,928</b>
<b>Long-Term Liabilities:</b>					
Notes Payable	-	-	291,737	291,737	353,100
<b>Total Liabilities</b>	<b>278,146</b>	<b>-</b>	<b>353,100</b>	<b>631,246</b>	<b>691,028</b>
<b>Fund Equity:</b>					
Contributed Capital	344,817	-	-	344,817	344,817
<b>Retained Earnings:</b>					
Reserved for Depreciation	-	1,020,000	-	1,020,000	755,000
Unreserved	5,990,962	-	(242,931)	5,748,031	5,659,761
<b>Total Retained Earnings</b>	<b>5,990,962</b>	<b>1,020,000</b>	<b>(242,931)</b>	<b>6,768,031</b>	<b>6,414,761</b>
<b>Total Fund Equity</b>	<b>6,335,779</b>	<b>1,020,000</b>	<b>(242,931)</b>	<b>7,112,848</b>	<b>6,759,578</b>
 Total Liabilities and Fund Equity	 <b>\$ 6,613,925</b>	 <b>\$ 1,020,000</b>	 <b>\$ 110,169</b>	 <b>\$ 7,744,094</b>	 <b>\$ 7,450,606</b>

City of Carlyle, Illinois  
STATEMENT OF REVENUES, EXPENSES AND CHANGES  
IN RETAINED EARNINGS -- REVENUE BOND RESERVE ACCOUNTS  
ELECTRIC LIGHT PLANT SYSTEM FUND  
Year Ended April 30, 2014

	Operating and Maintenance	Depreciation and Contingencies	Regulatory Projects	Total
<b>Revenues:</b>				
Operating	\$ 3,964,824	\$ -	\$ -	\$ 3,964,824
<b>Nonoperating:</b>				
Transfers from Other Accounts	29,466	265,000	67,829	362,295
Investment Income	3,202	-	46	3,248
Miscellaneous (Net)	1,039	-	-	1,039
Total Nonoperating	33,707	265,000	67,875	366,582
Total Revenues	3,998,531	265,000	67,875	4,331,406
<b>Expenses:</b>				
Operating	4,120,442	-	-	4,120,442
<b>Nonoperating:</b>				
Transfers to Other Accounts	332,829	-	29,466	362,295
Bad Debts	3,358	-	-	3,358
Interest on Debt	-	-	7,673	7,673
Total Nonoperating	336,187	-	37,139	373,326
Total Expenses	4,456,629	-	37,139	4,493,768
Net Income (Loss)	(458,098)	265,000	30,736	(162,362)
<b>Retained Earnings:</b>				
Beginning of Year	5,933,428	755,000	(273,667)	6,414,761
Prior Period Adjustment	515,632	-	-	515,632
Retained Earnings: End of Year	\$ 5,990,962	\$ 1,020,000	\$ (242,931)	\$ 6,768,031

City of Carlyle, Illinois  
BALANCE SHEET -- REVENUE BOND RESERVE ACCOUNTS --  
WATER UTILITY FUND  
April 30, 2014  
(With Comparative Totals for 2013)

<u>ASSETS</u>	Operating and Maintenance	Totals	
		2014	2013
Current Assets:			
Cash and Investments	\$ 141,312	\$ 141,312	\$ 149,432
Accounts Receivable:			
Utilities Sales--Customers	117,640	117,640	88,819
Less--Allowance for Doubtful Accounts	(21,498)	(21,498)	(20,948)
Accrued Investment Income	49	49	26
Inventories	99,450	99,450	80,427
Prepaid Expenses	17,968	17,968	16,604
Due From Other Funds	23,644	23,644	23,644
Total Current Assets	378,565	378,565	338,004
Property, Plant and Equipment, Net of Accumulated Depreciation	3,373,265	3,373,265	3,595,384
Construction in Progress	112,324	112,324	112,324
 Total Assets	\$ 3,864,154	\$ 3,864,154	\$ 4,045,712
 <u>LIABILITIES AND FUND EQUITY</u>			
Current Liabilities (Payable from Current Assets):			
Accounts Payable - Operating	\$ 34,836	\$ 34,836	\$ 46,234
Accrued Expenses	23,289	23,289	22,653
Compensated Absences Payable	30,262	30,262	36,866
Notes Payable	67,234	67,234	65,584
Total Current Liabilities	155,621	155,621	171,337
Long-Term Liabilities:			
Notes Payable	906,126	906,126	973,360
Total Liabilities	1,061,747	1,061,747	1,144,697
Fund Equity:			
Contributed Capital	2,152,785	2,152,785	2,152,785
Retained Earnings:			
Unreserved	649,622	649,622	748,230
Total Retained Earnings	649,622	649,622	748,230
Total Fund Equity	2,802,407	2,802,407	2,901,015
 Total Liabilities and Fund Equity	\$ 3,864,154	\$ 3,864,154	\$ 4,045,712

City of Carlyle, Illinois  
 STATEMENT OF REVENUES, EXPENSES AND CHANGES  
 IN RETAINED EARNINGS -- REVENUE BOND RESERVE ACCOUNTS  
 WATER UTILITY FUND  
 Year Ended April 30, 2014

	Operating and Maintenance	Total
Revenues:		
Operating	\$ 1,080,259	\$ 1,080,259
Nonoperating:		
Investment Income	490	490
Miscellaneous, Net	(3,833)	(3,833)
Total Nonoperating	(3,343)	(3,343)
Total Revenues	1,076,916	1,076,916
Expenses:		
Operating	1,150,185	1,150,185
Nonoperating:		
Interest on Debt	24,789	24,789
Bad Debts	550	550
Total Nonoperating	25,339	25,339
Total Expenses	1,175,524	1,175,524
Net Income (Loss)	(98,608)	(98,608)
Retained Earnings:		
Beginning of Year	748,230	748,230
Prior Period Adjustment	-	-
End of Year	\$ 649,622	\$ 649,622

City of Carlyle, Illinois  
BALANCE SHEET -- REVENUE BOND RESERVE ACCOUNTS --  
SEWER UTILITY FUND  
April 30, 2014  
(With Comparative Totals for 2013)

<u>ASSETS</u>	Operating and Maintenance	Reserve Contingency	Totals	
			2014	2013
<b>Current Assets:</b>				
Cash and Investments	\$ 100	\$ -	\$ 100	\$ 16,067
Accounts Receivable:				
Utilities Sales--Customers	40,728	-	40,728	44,277
Less--Allowance for Doubtful Accounts	(13,680)	-	(13,680)	(13,447)
Accrued Investment Income	146	-	146	109
Inventories	15,403	-	15,403	10,754
Prepaid Expenses	4,542	-	4,542	4,197
Total Current Assets	<u>47,239</u>	<u>-</u>	<u>47,239</u>	<u>61,957</u>
<b>Restricted Assets:</b>				
Cash and Savings	-	193,435	193,435	193,435
Property, Plant and Equipment, Net of Accumulated Depreciation	1,628,686	-	1,628,686	1,690,543
Construction in Progress	228,872	-	228,872	-
 Total Assets	 <u>\$ 1,904,797</u>	 <u>\$ 193,435</u>	 <u>\$ 2,098,232</u>	 <u>\$ 1,945,935</u>
 <b><u>LIABILITIES AND FUND EQUITY</u></b>				
<b>Current Liabilities (Payable from Current Assets):</b>				
Bank Overdraft	\$ 65,789	\$ -	\$ 65,789	\$ -
Accounts Payable	17,975	-	17,975	16,820
Due to Other Funds	23,644	-	23,644	23,644
Accrued Expenses	9,524	-	9,524	8,782
Compensated Absences Payable	9,798	-	9,798	8,280
Notes Payable	32,911	-	32,911	32,104
Total Current Liabilities	<u>159,641</u>	<u>-</u>	<u>159,641</u>	<u>89,630</u>
 <b>Long-Term Liabilities:</b>				
Notes Payable	442,761	-	442,761	475,672
Total Liabilities	<u>602,402</u>	<u>-</u>	<u>602,402</u>	<u>565,302</u>
 <b>Fund Equity:</b>				
Contributed Capital	900,704	-	900,704	671,832
Retained Earnings:				
Reserved for Debt Retirement	-	193,435	193,435	193,435
Unreserved	401,691	-	401,691	515,366
Total Retained Earnings	<u>401,691</u>	<u>193,435</u>	<u>595,126</u>	<u>708,801</u>
Total Fund Equity	<u>1,302,395</u>	<u>193,435</u>	<u>1,495,830</u>	<u>1,380,633</u>
 Total Liabilities and Fund Equity	 <u>\$ 1,904,797</u>	 <u>\$ 193,435</u>	 <u>\$ 2,098,232</u>	 <u>\$ 1,945,935</u>



City of Carlyle, Illinois  
 STATEMENT OF REVENUES, EXPENSES AND CHANGES  
 IN RETAINED EARNINGS -- REVENUE BOND RESERVE ACCOUNTS  
 SEWER UTILITY FUND  
 Year Ended April 30, 2014

	Operating and Maintenance	Reserve Contingency	Total
<b>Revenues:</b>			
Operating	\$ 268,118	\$ -	\$ 268,118
<b>Nonoperating:</b>			
Investment Income	622	-	622
Miscellaneous, Net	2,623	-	2,623
Total Nonoperating	3,245	-	3,245
Total Revenues	271,363	-	271,363
<b>Expenses:</b>			
Operating	356,762	-	356,762
<b>Nonoperating:</b>			
Settlement Charge	15,791	-	15,791
Interest on Debt	12,251	-	12,251
Bad Debts	234	-	234
Total Nonoperating	28,276	-	28,276
Total Expenses	385,038	-	385,038
Net Income (Loss)	(113,675)	-	(113,675)
<b>Retained Earnings:</b>			
Beginning of Year	515,366	193,435	708,801
End of Year	\$ 401,691	\$ 193,435	\$ 595,126

City of Carlyle, Illinois  
 COMBINING STATEMENT OF REVENUES, EXPENSES AND  
 CHANGES IN RETAINED EARNINGS -- ENTERPRISE FUNDS  
 Years Ended April 30, 2014 and 2013

	Water Utility Fund	Sewer Utility Fund	Electric Light Plant System Fund	Total	
				2014	2013
<b>Operating Revenues:</b>					
Electric Energy Sales	\$ -	\$ -	\$ 3,933,664	\$ 3,933,664	\$ 3,750,426
Water Sales	1,075,967	-	-	1,075,967	1,108,929
Extension and Tap-On Fees	3,750	3,000	10,292	17,042	2,400
Materials and Labor	542	-	20,868	21,410	21,843
Sewer Use Charges	-	265,118	-	265,118	286,882
Total Operating Revenues	1,080,259	268,118	3,964,824	5,313,201	5,170,480
<b>Operating Expenses:</b>					
Salaries	329,570	104,352	359,957	793,879	712,884
Purification	144,604	-	-	144,604	151,268
Fuel	7,598	6,216	85,211	99,025	85,998
Pumping	103,126	20,975	-	124,101	129,973
Testing	5,351	-	-	5,351	4,636
Materials and Supplies	53,993	18,045	160,082	232,120	170,351
Purchased Power	-	-	2,411,302	2,411,302	2,318,525
Repairs and Maintenance	30,807	7,917	98,407	137,131	136,151
Public Utility Tax	-	7,500	110,827	118,327	114,160
General Insurance	32,956	8,332	148,139	189,427	174,437
Retirement Contributions	77,888	23,003	84,138	185,029	161,863
Health Insurance	42,580	14,007	49,745	106,332	96,660
Professional Fees & Licenses	25,793	42,913	45,715	114,421	65,901
Utilities and Telephone	9,797	4,271	72,123	86,191	77,039
Office Supplies, Dues and Subscriptions	5,312	3,075	10,535	18,922	17,004
Rentals	-	-	-	-	1,340
Training, Education and Travel	2,942	649	4,071	7,662	6,233
Depreciation and Amortization	222,118	72,007	254,340	548,465	543,034
General and Administrative Expenses	55,750	23,500	225,850	305,100	345,550
Total Operating Expenses	1,150,185	356,762	4,120,442	5,627,389	5,313,007
Net Operating Income (Loss)	(69,926)	(88,644)	(155,618)	(314,188)	(142,527)
<b>Nonoperating Revenues (Expenses):</b>					
Investment Income	490	622	3,248	4,360	4,673
Settlement Charge	-	(15,791)	-	(15,791)	-
Miscellaneous Revenues (Expenses) -- Net	(3,833)	2,623	1,039	(171)	33,430
Gain/(Loss) on Sale of Assets	-	-	-	-	(12,252)
Bad Debts	(550)	(234)	(3,358)	(4,142)	(12,533)
Interest Expense and Fees	(24,789)	(12,251)	(7,673)	(44,713)	(43,950)
Total Nonoperating Revenues (Expense)	(28,682)	(25,031)	(6,744)	(60,457)	(30,632)
Net Income (Loss)	(98,608)	(113,675)	(162,362)	(374,645)	(173,159)
Retained Earnings, Beginning of Year	748,230	708,801	6,414,761	7,871,792	8,067,221
Prior Period Adjustment	-	-	515,632	515,632	(22,270)
Retained Earnings, End of Year	\$ 649,622	\$ 595,126	\$ 6,768,031	\$ 8,012,779	\$ 7,871,792