

VILLAGE OF MAHOMET
Mahomet, Illinois

Annual Financial Report

For the Year Ended April 30, 2009

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September 9, 2009

Honorable President and
Board of Trustees
Village of Mahomet
Mahomet, Illinois

Independent Auditor's Report

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Village of Mahomet, Mahomet, Illinois (the Village) as of and for the year ended April 30, 2009, which collectively comprise the Village's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the management of the Village of Mahomet. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion 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 Village of Mahomet as of April 30, 2009, and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended in conformity with the accounting principles generally accepted in the United States of America.

The management's discussion and analysis and required supplementary information on pages 2 through 8 and 34 through 38 are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Village of Mahomet's basic financial statements. The accompanying supplementary schedules on pages 39 through 50 are presented for the purposes of additional analysis and are not a required part of the basic financial statements. The supplementary schedules on pages 39 through 50 have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Bray, Drake, Liles & Richardson LLP

BRAY, DRAKE, LILES & RICHARDSON LLP

Village of Mahomet
Management's Discussion and Analysis

April 30, 2009

As management of the Village of Mahomet, we offer readers of these financial statements a narrative overview and analysis of the financial activities of the Village of Mahomet for the fiscal year ended April 30, 2009.

Financial Highlights

- The total net assets of the Village of Mahomet exceeded its liabilities at the close of the most recent fiscal year for both, the governmental and business-type, activities by a total of \$34,520,736 (*net assets*).
- The Village's total net assets increased by \$3,758,442 for the reporting year over the previous fiscal year.
- As of the close of the current fiscal year, the Village of Mahomet's governmental activities reported combined ending fund balances of \$4,014,611, an increase of \$125,199 over the prior year. Of this amount, \$3,520,183, is *available for spending* at the government's discretion (*unreserved fund balance*).
- At the end of the current fiscal year, unreserved fund balance for the general fund was \$1,100,429 or 61% of total general fund expenditures.
- The Village of Mahomet's total debt decreased by \$378,633 during the current fiscal year.

Overview of the Financial Statements

This discussion and analysis are intended to serve as an introduction to the Village of Mahomet's basic financial statements. The Village's basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains supplementary information in addition to the basic financial statements themselves.

Government-wide financial statements. The *government-wide financial statements* are designed to provide readers with a broad overview of the Village of Mahomet's finances, in a manner similar to private-sector business. They report all funds of the Village of Mahomet including governmental activities and business-type activities.

- The *statement of net assets* presents information on the Village of Mahomet's assets and liabilities, with the difference between the two reported as *net assets*. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the Village is improving or deteriorating. Net assets have been increasing over the past years.
- The *statement of activities* presents information showing how the government's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, *regardless of the timing of related cash flows*.

The governmental activities of the Village of Mahomet include general government, public safety (police, ESDA), highways and streets, culture and recreation, planning and zoning, economic development and interest on long-term debt. Business-type activities include water and sewer enterprise funds.

Fund financial statements. A fund is a grouping of related accounts which is used to maintain control over resources segregated for specific activities or objectives. The Village of Mahomet, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental funds. *Governmental funds* are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements. However, unlike government-wide financial statements, governmental fund financial statements focus on *near-term inflows and outflows of spendable resources*, as well as on *balances of spendable resources* available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

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

The Village of Mahomet maintains 12 individual governmental funds. Information is presented separately in the governmental fund balance sheet as well as in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, Tax Increment Financing Fund, and Transportation System Capital Improvement Fund, all of which are considered to be major funds. Data from the other governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of *combining statements* elsewhere in this report.

The Village adopts an annual appropriated budget for its general fund and other major funds. Budgetary comparison statements have been provided for the general fund and other major governmental funds to demonstrate compliance with the budget.

The basic governmental fund financial statements can be found on pages 11-12 within this report.

Business-type activities. The Village of Mahomet maintains basic public services by providing water and sewer utilities to residents. These functions are accounted for in this audit as business-type activities or enterprise funds. These basic proprietary fund statements can be found on pages 13-15. The Village's total net assets for all proprietary fund types is \$6,924,191 (*total net assets*) including restricted net assets of \$1,457,812. The Village's net assets of the Waterworks Fund is \$4,593,251 or 66% of the total business-type net assets.

Notes to the financial statements. The notes provide additional information which is essential to full understanding of the data provided in the government-wide and fund financial statements. The notes of the financial statements can be found on pages 16-33 of this report.

Other information. In addition to the basic financial statements and accompanying notes, this report also presents certain *required supplementary information* on pages 34-38. This required supplementary information includes information concerning the Village of Mahomet's progress in funding its obligation to provide pension benefits to its employees, budgetary comparison schedules for its major governmental funds and related footnotes. This report also contains additional supplementary information on governmental and business-type activities, bond payment schedules, legal debt margin calculations, assessed valuations, tax rates, taxes extended

and taxes collected information. Additional supplementary information can be found on pages 39-50 of this report.

Government-Wide Financial Analysis

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. In the case of the Village of Mahomet, assets exceeded liabilities by \$34,520,736 at the close of the most recent fiscal year.

The largest portion of the Village's net assets (78%) reflects its investment in capital assets (e.g., land, buildings, machinery, and equipment), less any related debt used to acquire those assets still outstanding. The Village of Mahomet uses capital assets to provide services to citizens; consequently, these assets are *not* available for future spending. Although the Village's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided by other sources, since the capital assets themselves cannot be used to liquidate these liabilities. The following table reflects the condensed Statement of Net Assets:

Village of Mahomet's Net Assets

	Governmental Activities	Governmental Activities	Business-Type Activities	Business-Type Activities	Total	Total
	2009	2008	2009	2008	2009	2008
Current and Other Assets	\$ 5,416,390	\$ 5,078,165	\$2,642,701	\$4,189,811	\$ 8,059,091	\$ 9,267,976
Capital Assets	22,978,727	19,916,761	8,484,525	7,163,706	31,463,252	27,080,467
Total Assets	28,395,117	24,994,926	11,127,226	11,353,517	39,522,343	36,348,443
Long-term Liabilities	328,677	434,279	3,993,227	3,990,938	4,321,904	4,425,217
Other Liabilities	469,895	459,321	209,808	701,611	679,703	1,160,932
Total Liabilities	798,572	893,600	4,203,035	4,692,549	5,001,607	5,586,149
Net Assets:						
Invested in Capital Assets	22,544,448	19,357,344	4,491,298	2,900,714	27,035,746	22,258,058
Restricted	494,428	623,018	1,457,812	2,682,895	1,952,240	3,305,913
Unrestricted	4,557,669	4,120,964	975,081	1,077,359	5,532,750	5,198,323
Total Net Assets	\$ 27,596,545	\$ 24,101,326	\$ 6,924,191	\$ 6,660,968	\$ 34,520,736	\$ 30,762,294

A portion of the Village's net assets (6%) represents resources which are subject to external restrictions on how they may be used.

Governmental Activities. Governmental activities increased Mahomet's net assets by \$3,495,219, which represents 93% of the Change in Net Assets of the Village. Revenues and expenditures were up in all of the major operating governmental functions.

Business-type Activities. There was a total net increase in assets over the previous fiscal year of \$263,223, which represents 7% of the Change in Net Assets of the Village. The increase is partially due to an increase in charges for services.

The following table summarizes the revenues and expenses of the Village's activities:

Village of Mahomet's Changes in Net Assets

	Governmental Activities		Business-Type Activities		Total	
	2009	2008	2009	2008	2009	2008
Revenues:						
Program revenues						
Charges for services	\$ 310,104	\$ 303,631	\$ 1,568,089	\$ 1,743,383	\$ 1,878,193	\$ 2,047,014
Operating grants & contributions	2,790,170	266,495	-	-	2,790,170	266,495
General revenues:						
Property taxes	1,981,447	1,625,836	39,732	41,260	2,021,179	1,667,098
Other taxes	1,717,516	1,810,406	-	-	1,717,516	1,810,406
Investment earnings	48,430	118,140	62,978	149,752	111,408	267,892
Miscellaneous	31,122	11,861	-	-	31,122	11,981
Total revenues	6,878,789	4,136,471	1,670,799	1,934,395	8,549,588	6,070,866
Expenses:						
General government	606,565	496,530	-	-	606,565	496,530
Public safety	803,767	741,095	-	-	803,767	741,095
Highways and streets	1,541,982	1,382,803	-	-	1,541,982	1,382,803
Culture and recreation	210,204	299,930	-	-	210,204	299,930
Planning and zoning	214,050	334,650	-	-	214,050	334,650
Economic development	17,531	14,642	-	-	17,531	14,642
Interest on long-term debt	21,184	23,167	-	-	21,184	23,167
Water department	-	-	895,382	882,940	895,382	882,940
Sewer department	-	-	480,481	497,250	480,481	497,250
Total expenses	3,415,283	3,292,817	1,375,863	1,380,190	4,791,146	4,673,007
Excess (deficiency) of revenues over expenses	3,463,506	843,654	294,936	554,205	3,758,442	1,397,859
Other financing sources (uses):						
Transfers in (out)	31,713	66,191	(31,713)	(66,191)	-	-
Change in net assets	3,495,219	909,845	263,223	488,014	3,758,442	1,397,859
Beginning net assets	24,101,326	23,191,481	6,660,968	6,172,954	30,762,294	29,364,435
Ending net assets	\$ 27,596,545	\$ 24,101,326	\$ 6,924,191	\$ 6,660,968	\$ 34,520,736	\$ 30,762,294

Revenues for governmental activities for the Village of Mahomet are generated from a number of different sources and for the most part are dependent upon different financial factors. The majority of general revenue is derived from property taxes, which provides long-term stability, though there is a healthy balance of support from sales, income, and utility taxes.

Highways and streets expenses constituted the largest single category of expense within governmental activities totaling \$1,541,982 or 45% of total expenses of \$3,415,283. Public safety expenses were next at \$803,767 at 24% of total expenses in governmental activities.

Business-type activities include revenues and expenses for water and sewer utility provision. Charges for services exceeded expenditures in the reporting year by \$263,223. These excess revenues are being set aside for future infrastructure investment including the sanitary sewer treatment plant expansion.

Financial Analysis of the Government's Funds

As noted earlier, the Village of Mahomet uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental funds. The focus of the Village's *governmental funds* is to provide information on near-term inflows, outflows, and balances of *spendable* resources. Such information is useful in assessing the Village's financing requirements. In particular, *unreserved fund balance* may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

At the end of the current fiscal year, the Village of Mahomet's governmental funds reported combined ending fund balances of \$4,014,611, an increase of \$125,199. 88% of this amount, or \$3,520,183, constitutes *unreserved, undesignated fund balance*, which is available for spending at the government's discretion. Key factors in this growth include increases in the Village's assessed valuation and corresponding property tax receipts.

The General Fund balance increased \$1,406 in the reporting fiscal year mainly due to reduced transfers to other funds.

The Tax Increment Financing Fund has an ending fund balance of \$363,078 but still owes the General Corporate fund \$202,860 which is represented on page 32 of the audit as an interfund receivable/payable due to the start up costs of the TIF District.

The Transportation System Capital Improvement Fund balance increased \$108,720 because of delayed projects in the capital improvement plan. Many projects are expected to be expended in fiscal year '09/10.

Business-type funds. Enterprise, proprietary or business-type funds are used to account business-type activities provided to the public. For the Village of Mahomet, these activities are financed by user charges including water/sewer utility billings and water/sewer system connection fees. These funds experienced an increase of \$263,223 in net assets.

Budgetary Highlights

The Village staff develops a working budget prior to the beginning of each fiscal year. This working budget is based on Village Board goals of what programs to fund, capital projects and purchases desired, levels of taxation, types and amounts of user fees, estimates of State revenues, historical operating expenses and desired cash reserves and fund balance. The working budget is presented to the Village Board and adopted by a majority vote. The Village staff uses this budget to guide operations throughout the fiscal year.

The legal spending limits of the Village of Mahomet, as well as most municipal governments, are set by the appropriation ordinance. The appropriation ordinance is also developed by Village staff taking into account the maximum acceptable spending for operations and other possible contingencies. The appropriation ordinance is passed by the Village Board in accordance with State statutes. The Village Board may vote to transfer appropriated amounts between departments or line items as needed throughout the year. But there are very few remedies, as described in State statute, if the total appropriation amount needs to be raised or lowered.

During the fiscal year 2009, there was no change in overall appropriation amounts between the original and final amended appropriation budget. Explanations of significant variations between the original budget and final budget in the General Fund are as follows:

- In the General Fund, revenues were understated. The final budgeted amount was \$1,931,550 with actual revenues being \$1,881,839. The fiscal year ended with a negative variance in the amount of \$49,711. Property Tax, Replacement Tax and permits, licenses and fees were higher than anticipated, while Income and Sales taxes were lower than expected.

- Expenses in the General Fund which include general government, public safety (police, ESDA), highways and streets, planning and zoning, engineering, economic development and capital outlay had a final budgeted amount of \$1,877,385 with the actual being \$1,747,213. The fiscal year ended with a positive variance in the amount of \$130,172.

Capital Asset and Debt Administration

Capital assets. The Village of Mahomet’s investment in capital assets for its governmental (\$22,978,727) and business-type (\$8,484,522) activities as of April 30, 2009, amounts to \$31,463,249. This investment in capital assets includes land, construction in progress, buildings and improvements, equipment, water/wastewater distribution system, and infrastructure. Following is a Comparative Statement of Capital Assets, net of depreciation:

	Governmental Activities		Business-type Activities		Total	
	2009	2008	2009	2008	2009	2008
Land	\$ 1,569,463	\$ 1,523,861	\$ 103,466	\$ 103,466	\$ 1,672,929	\$ 1,627,327
Construction in Progress	-	-	2,499,904	1,116,954	2,499,904	1,116,954
Buildings	1,597,759	1,083,067	3,955,133	3,797,074	5,552,892	4,880,141
Equipment	428,006	414,570	231,242	232,796	659,248	647,366
Distribution System	-	-	1,694,777	1,913,416	1,694,777	1,913,416
Infrastructure	<u>19,383,499</u>	<u>16,895,263</u>	-	-	<u>19,383,499</u>	<u>16,895,263</u>
	<u>\$22,978,727</u>	<u>\$19,916,761</u>	<u>\$ 8,484,522</u>	<u>\$ 7,163,706</u>	<u>\$31,463,249</u>	<u>\$27,080,467</u>

Additional information on the Village’s capital assets can be found in Note 2.C in the Notes to Basic Financial Statements of this report.

Long-term debt. At the end of the current fiscal year, the Village of Mahomet had total bonded debt outstanding of \$4,434,279, of this amount, \$191,800 counts against the Village’s statutory debt limitation of 8.625% of total assessed valuation. The entire amount is backed by the full faith and credit of the Village. Following is a comparative statement of outstanding debt:

	Governmental Activities		Business-type activities		Total	
	2009	2008	2009	2008	2009	2008
General Obligation Bonds-						
Alternate Revenue Bonds	\$ 434,279	\$ 535,881	\$ 4,000,000	\$ 4,250,000	\$ 4,434,279	\$ 4,785,881
Capital Leasing	-	23,536	-	22,054	-	45,590
	-	-	-	-	-	-
Less deferred charge on refunding	-	-	(6,772)	(9,061)	(6,772)	(9,061)
Compensated Absences	133,594	120,023	28,668	25,969	162,262	145,992
Total	<u>\$ 567,873</u>	<u>\$ 679,440</u>	<u>\$ 4,021,896</u>	<u>\$ 4,288,962</u>	<u>\$ 4,589,769</u>	<u>\$ 4,968,402</u>

The Village of Mahomet’s total debt decreased by \$378,633 during the current fiscal year. Additional information on the Village’s long-term debt can be found in Note 3.E. in the Notes to Basic Financial Statements of this report.

Economic Factors and Next Year's Budgets and Rates

The equalized assessed value (EAV) of taxable property in the Village of Mahomet for 2008 levy year was \$134,656,068, which represents one-third market value. Residential developments constitute 90% of the EAV. The Village's tax rate for 2008 is .8556. Keeping the Village's tax rate low has been a long-standing goal for the Village of Mahomet. Due to "tax caps" the Village's tax rate is declining. The percentage of real estate taxes collected has been between 99.90 and 99.78 in past years.

Construction activity has been relatively slow with the economic conditions at the time. Many economists predict a mild recovery to begin during the end of calendar year 2009 or beginning in 2010. Even though banks have tightened up loan standards making it difficult for consumers and businesses to borrow money the Village has still had some activity in residential and commercial construction. Hunter's Ridge is under construction along with Thornewood North, Country Ridge Phase 5 and Whisper Meadows. Mahomet Public Library has begun constructing a new public library in Hunter's Ridge Subdivision. Also, Mahomet IGA has started a major renovation of their store which should be completed in 2009.

Water and Wastewater revenues are scheduled to increase according to the ordinances approved in 2008. The water revenues will be utilized to retire current debt for the Water Treatment plant and for upcoming water capital improvement projects. Wastewater revenues will be utilized to retire current debt issued for the East Mahomet interceptor sewer project and to fund planned expenditures associated with the Wastewater Treatment Plant expansion. Ordinance 09-03-01 provides that these water usage charges shall increase on May 1 annually at a rate of \$.01 per 100 gallons. Ordinance 09-03-02 provides that the wastewater usage charges shall increase on May 1 annually at a rate of \$.04 per 100 gallons. Water and wastewater connection fee ordinances were approved at the May 27th, 2008 Board meeting. The fees for water connections are scheduled to increase \$25 annually for five years and reviewed by the Board each year. The wastewater connection fees are scheduled to increase \$25.00 per unit annually for five years and annual Board review.

The Village has received the IMRF contribution rate for calendar year 2010. The contribution rate will increase to 10.30%. With the effects of "tax caps" to the IMRF fund, it is necessary to make transfers from the General Corporate, Water Operations and Wastewater Operations funds to support the IMRF account for the 09/10 budget.

There are currently no other known contingencies that would force a major change in the Village's budgeting, spending, or taxation.

Requests for Information

This financial report is designed to provide a general overview of the Village's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the: Village Administrator Mell Smigielski or Village Treasurer Jeanne Schacht, Village of Mahomet, 503 E. Main, P.O. 259, Mahomet, IL 61853 or call 217/586-4456

VILLAGE OF MAHOMET

Mahomet, Illinois

Statement of Net Assets

April 30, 2009

	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total</u>
<u>ASSETS</u>			
Cash and cash equivalents	\$ 2,589,653	\$ 685,538	\$ 3,275,191
Investments	221,883	-	221,883
Receivables	25,962	135,898	161,860
Due from governmental entities	2,199,335	39,454	2,238,789
Prepaid items	42,143	10,800	52,943
Deferred bond issue costs, net	-	79,683	79,683
Restricted Assets:			
Cash and cash equivalents	337,414	1,691,328	2,028,742
Capital Assets (net of accumulated depreciation):			
Land	1,569,463	103,466	1,672,929
Construction in progress	-	2,499,904	2,499,904
Buildings and improvements	1,597,759	3,955,133	5,552,892
Equipment	428,006	231,242	659,248
Distribution system	-	1,694,780	1,694,780
Infrastructure	19,383,499	-	19,383,499
Total assets	<u>28,395,117</u>	<u>11,127,226</u>	<u>39,522,343</u>
<u>Liabilities:</u>			
Accounts payable	123,481	122,805	246,286
Accrued expenses	201,162	87,003	288,165
Unearned revenues	39,650	-	39,650
Non-current liabilities:			
Due within one year	105,602	255,000	360,602
Due after more than one year	328,677	3,738,227	4,066,904
Total liabilities	<u>798,572</u>	<u>4,203,035</u>	<u>5,001,607</u>
<u>Net Assets:</u>			
Invested in capital assets, net of related debt	22,544,448	4,491,298	27,035,746
Restricted for:			
Debt service	122,976	399,927	522,903
Prepaid items	42,143	-	42,143
Capital projects	329,309	1,057,885	1,387,194
Unrestricted	4,557,669	975,081	5,532,750
Total net assets	<u>\$ 27,596,545</u>	<u>\$ 6,924,191</u>	<u>\$ 34,520,736</u>

The notes to basic financial statements are an integral part of this statement.

VILLAGE OF MAHOMET

Mahomet, Illinois

Statement of Activities

For the Year Ended April 30, 2009

	Program Revenues			Net (Expense) Revenue and Changes in Net Assets		
	Expenses	Charges for Services	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total
Functions/Programs:						
Governmental activities:						
General government	\$ 606,565	\$ 114,530	\$ -	\$ (492,035)	\$ -	\$ (492,035)
Public safety	803,767	24,654	-	(779,113)	-	(779,113)
Highways and streets	1,541,982	-	2,459,345	917,363	-	917,363
Culture and recreation	210,204	170,920	330,825	291,541	-	291,541
Planning and zoning	214,050	-	-	(214,050)	-	(214,050)
Economic development	17,531	-	-	(17,531)	-	(17,531)
Interest on long-term debt	21,184	-	-	(21,184)	-	(21,184)
Total governmental activities	3,415,283	310,104	2,790,170	(315,009)	-	(315,009)
Business-type activities:						
Water	895,382	606,460	-	-	(288,922)	(288,922)
Sewer	480,481	961,629	-	-	481,148	481,148
Total business-type activities	1,375,863	1,568,089	-	-	-	-
Total functions/programs	\$ 4,791,146	\$ 1,878,193	\$ 2,790,170	\$ (315,009)	\$ 192,226	\$ (122,783)

General revenues:

Taxes:

Property taxes	1,981,447	39,732	2,021,179
Motor fuel taxes	127,267	-	127,267
Replacement taxes	6,168	-	6,168
Income taxes	429,495	-	429,495
Sales taxes	580,112	-	580,112
Utility taxes	574,474	-	574,474
Interest income	48,430	62,978	111,408
Miscellaneous income	31,122	-	31,122
Transfers	31,713	(31,713)	-
Total general revenues	3,810,228	70,997	3,881,225
Change in net assets	3,495,219	263,223	3,758,442
Net assets, beginning	24,101,326	6,660,968	30,762,294
Net assets, ending	\$ 27,596,545	\$ 6,924,191	\$ 34,520,736

The notes to basic financial statements are an integral part of this statement.

VILLAGE OF MAHOMET

Mahomet, Illinois

Balance Sheet - Governmental Funds

April 30, 2009

	General	Tax Increment Financing	Transportation System Capital Imp.	Other Governmental	Total
ASSETS					
Cash and cash equivalents	\$ 402,706	\$ 228,572	\$ 1,002,223	\$ 956,152	\$ 2,589,653
Investments	204,451	-	17,432	-	221,883
Due from Champaign County	798,627	781,718	-	356,569	1,936,914
Due from the State of Illinois	155,893	-	37,389	9,739	203,021
Utility taxes receivable	-	-	-	25,962	25,962
Due from other funds	202,860	-	-	-	202,860
Prepaid insurance	-	-	-	42,143	42,143
Restricted assets:					
Cash and cash equivalents	-	-	-	337,414	337,414
Total assets	\$ 1,764,537	\$ 1,010,290	\$ 1,057,044	\$ 1,727,979	\$ 5,559,850
LIABILITIES AND FUND BALANCE					
Liabilities:					
Accounts payable	\$ 63,204	\$ 53,493	\$ 1,551	\$ 5,233	\$ 123,481
Accrued salaries	53,621	-	2,231	5,033	60,885
Due to other funds	-	202,860	-	-	202,860
Accrued compensated absences	130,399	-	-	3,196	133,595
Deferred revenue	416,884	390,859	-	216,675	1,024,418
Total liabilities	664,108	647,212	3,782	230,137	1,545,239
Fund balance:					
Reserved for debt service	-	-	-	122,976	122,976
Reserved for prepaid items	-	-	-	42,143	42,143
Reserved by enabling legislation for:					
Highways and streets	-	-	-	329,309	329,309
Unreserved	1,100,429	363,078	1,053,262	1,003,414	3,520,183
Total fund balance	1,100,429	363,078	1,053,262	1,497,842	4,014,611
Total liabilities and fund balance	\$ 1,764,537	\$ 1,010,290	\$ 1,057,044	\$ 1,727,979	
Reconciliation to Statement of Net Assets:					
Amounts reported for <i>governmental activities</i> in the statement of net assets are different because:					
Capital assets used in governmental activities of \$28,910,476, net of accumulated depreciation of \$7,501,212, are not financial resources and, therefore, are not reported in the funds.					22,978,727
Other assets are not available to pay for current-period expenditures and therefore are deferred or not recorded in the funds.					1,044,168
Some liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.					(440,961)
Net assets of governmental activities					\$ 27,596,545

The notes to basic financial statements are an integral part of this statement.

VILLAGE OF MAHOMET

Mahomet, Illinois

Statement of Revenues, Expenditures and Changes in Fund Balances-

Governmental Funds

For the Year Ended April 30, 2009

	<u>General</u>	<u>Tax Increment Financing</u>	<u>Transportation System Cap. Imp.</u>	<u>Other Governmental</u>	<u>Total Governmental Funds</u>
Revenues:					
Property taxes	\$ 712,642	\$ 706,636	\$ -	\$ 366,971	\$ 1,786,249
Motor fuel taxes	-	-	-	127,267	127,267
Replacement income taxes	6,168	-	-	-	6,168
Income taxes	370,095	-	-	-	370,095
Sales taxes	635,523	-	-	-	635,523
Utility taxes	-	-	230,610	361,478	592,088
Permits and licenses	114,530	-	-	-	114,530
Fines	24,654	-	-	-	24,654
Rentals and fees	-	-	-	170,920	170,920
Grant income	-	-	-	346,554	346,554
Developer reimbursements	-	-	-	-	-
Interest income	10,030	2,304	16,127	19,969	48,430
Miscellaneous	3,407	-	-	27,713	31,120
Total revenues	1,877,049	708,940	246,737	1,420,872	4,253,598
Expenditures:					
Current					
General government	538,779	-	-	60,481	599,260
Public safety	663,078	-	-	94,685	757,763
Highways and streets	328,960	519,430	-	120,887	969,277
Culture and recreation	-	-	-	201,725	201,725
Planning and zoning	196,845	-	-	8,791	205,636
Economic development	17,531	-	-	-	17,531
Debt Service:					
Principal	-	-	-	125,138	125,138
Interest and fiscal charges	-	-	-	22,527	22,527
Capital outlay	46,700	-	338,017	876,540	1,261,257
Total expenditures	1,791,893	519,430	338,017	1,510,774	4,160,114
Excess of revenues over (under) expenditures	85,156	189,510	(91,280)	(89,902)	93,484
Other Financing Sources (Uses):					
Debt proceeds	-	-	-	-	-
Transfers in	195,000	-	200,000	357,150	752,150
Transfers out	(278,750)	-	-	(441,685)	(720,435)
Total other financing sources (uses)	(83,750)	-	200,000	(84,535)	31,715
Net change in fund balances	1,406	189,510	108,720	(174,437)	125,199
Fund balances, beginning	1,099,023	173,568	944,542	1,672,279	3,889,412
Fund balances, ending	\$ 1,100,429	\$ 363,078	\$ 1,053,262	\$ 1,497,842	\$ 4,014,611
Reconciliation to the Statement of Activities:					
Net change in fund balances - total governmental funds					\$ 125,199
Amounts reported for governmental activities in the Statement of Activities are different because:					
Governmental funds report capital outlays as expenditures while government activities report depreciation expense to allocate those expenditures over the life of the assets:					
					903,348
					(284,998)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.					
					2,625,189
New debt is an other financing source in governmental funds, while repayment of bond and loan principal is an expenditure in the governmental funds, but the new debt increases long-term liabilities and the repayment reduces long-term liabilities in the statement of net assets.					
					125,138
Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds.					
					1,343
					<u>3,370,020</u>
Change in Net Assets of Governmental Activities					<u>\$ 3,495,219</u>

The notes to basic financial statements are an integral part of this statement.

VILLAGE OF MAHOMET
Mahomet, Illinois

Statement of Net Assets - Proprietary Funds
April 30, 2009

	Waterworks	Sewerage		Water		Sewer		Sewer		Interceptor San. Sewer		Other		Total
				Bond & Interest	Expansion	Bond & Interest	Bond & Interest	Bond & Interest	2003B Bonds	Proprietary	Proprietary			
ASSETS														
Current assets:														
Cash and cash equivalents	\$ 82,154	\$ 68,375	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 535,009	\$ -	\$ 685,538
Property taxes receivable	39,454	-	-	-	-	-	-	-	-	-	-	-	-	39,454
Accounts receivable, net	49,498	86,400	-	-	-	-	-	-	-	-	-	-	-	135,898
Prepaid insurance	5,294	5,506	-	-	-	-	-	-	-	-	-	-	-	10,800
Total current assets	176,400	160,281	-	-	-	-	-	-	-	-	-	535,009	-	871,690
Noncurrent assets:														
Cash-restricted	-	-	360,982	1,103,080	181,824	45,442	-	-	-	-	-	-	-	1,691,328
Deferred bond issue costs, net	-	-	55,517	-	24,166	-	-	-	-	-	-	-	-	79,683
Capital assets:														
Property, plant and equipment	7,972,405	3,158,669	-	314,078	90,650	2,095,177	-	-	-	-	-	-	-	13,630,979
Accumulated depreciation	(3,521,626)	(1,624,828)	-	-	-	-	-	-	-	-	-	-	-	(5,146,454)
Total noncurrent assets	4,450,779	1,533,841	416,499	1,417,158	296,640	2,140,619	-	-	-	-	-	-	-	10,255,536
Total assets	4,627,179	1,694,122	416,499	1,417,158	296,640	2,140,619	-	-	-	-	-	535,009	-	11,127,226
LIABILITIES														
Current liabilities:														
Accounts payable	16,830	11,300	-	50,648	-	39,989	-	-	-	-	-	4,038	-	122,805
Accrued expenses	17,098	20,688	36,272	-	12,945	-	-	-	-	-	-	-	-	87,003
Notes payable - current	-	-	-	-	-	-	-	-	-	-	-	-	-	-
General Obligation bonds - current	-	-	155,000	-	100,000	-	-	-	-	-	-	-	-	255,000
Total current liabilities	33,928	31,988	191,272	50,648	112,945	39,989	-	-	-	-	-	4,038	-	464,808
Non-current liabilities:														
General Obligation bonds	-	-	2,738,227	-	1,000,000	-	-	-	-	-	-	-	-	3,738,227
Total non-current liabilities	-	-	2,738,227	-	1,000,000	-	-	-	-	-	-	-	-	3,738,227
Total liabilities	33,928	31,988	2,929,499	50,648	1,112,945	39,989	-	-	-	-	-	4,038	-	4,203,035
NET ASSETS														
Invested in capital assets,														
net of related debt	4,450,779	1,533,841	(2,893,227)	314,078	(1,009,350)	2,095,177	-	-	-	-	-	-	-	4,491,298
Restricted:														
Restricted for capital projects	-	-	-	1,052,432	-	5,453	-	-	-	-	-	-	-	1,057,885
Restricted for debt service	-	-	262,252	-	137,675	-	-	-	-	-	-	-	-	399,927
Unrestricted	142,472	128,293	117,975	-	55,370	-	-	-	-	-	-	530,971	-	975,081
Total net assets	4,593,251	1,662,134	(2,513,000)	1,366,510	(816,305)	2,100,630	-	-	-	-	-	530,971	-	6,924,191

The notes to basic financial statements are an integral part of this statement.

VILLAGE OF MAHOMET
Mahomet, Illinois

**Statement of Revenues, Expenses and Changes in Net Assets -
Proprietary Funds**

For the Year Ended April 30, 2009

	Waterworks	Sewerage	Water		Sewer Expansion	Sewer Bond and Interest	Interceptor San. Sewer 2003B Bonds	Other Proprietary	Total
			Bond and Interest	Sewer					
Operating Revenues:									
Charges for services	\$ 554,213	\$ 899,544	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 106,470	\$ 1,560,227
Miscellaneous	7,862	-	-	-	-	-	-	-	7,862
Total operating revenues	562,075	899,544	-	-	-	-	-	106,470	1,568,089
Operating Expenses:									
Personal services	113,972	124,704	-	-	-	-	-	-	238,676
Supplies and materials	134,156	90,461	-	-	-	-	-	-	224,617
Contractual services	95,629	142,562	-	-	-	-	-	-	238,191
Depreciation and amortization expense	435,275	111,298	-	-	-	-	-	-	546,573
Total operating expenses	779,032	469,025	-	-	-	-	-	-	1,248,057
Operating income (loss)	(216,957)	430,519	-	-	-	-	-	106,470	320,032
Non operating Revenues (Expenses):									
Property taxes	39,732	-	-	-	-	-	-	-	39,732
Interest income	1,615	1,737	2,913	38,671	1,411	8,736	7,895	62,978	62,978
Interest expense	-	-	(116,350)	-	(11,456)	-	-	-	(127,806)
Total non operating revenues (expenses)	41,347	1,737	(113,437)	38,671	(10,045)	8,736	7,895	(25,096)	(25,096)
Income (loss) before transfers in (out)	(175,610)	432,256	(113,437)	38,671	(10,045)	8,736	114,365	(278,482)	294,936
Transfers in (out)	(174,094)	(234,137)	216,000	-	114,000	325,000	(164,117)	685,088	(31,713)
Change in nets assets	(349,704)	198,119	102,563	38,671	103,955	333,736	(164,117)	685,088	263,223
Net assets - beginning	4,942,955	1,464,015	(2,615,563)	1,327,839	(920,260)	1,766,894	530,971	6,660,968	6,660,968
Net assets - ending	\$ 4,593,251	\$ 1,662,134	\$ (2,513,000)	\$ 1,366,510	\$ (816,305)	\$ 2,100,630	\$ 530,971	\$ 6,924,191	\$ 6,924,191

The notes to basic financial statements are an integral part of this statement.

VILLAGE OF MAHOMET
Mahomet, Illinois

Statement of Cash Flows

Proprietary Funds

For the Year Ended April 30, 2009

	Waterworks	Sewerage	Water Bond and Interest	Sewer Expansion	Sewer Bond and Interest	Interceptor Sanitary Sewer 2003B Bonds	Other Proprietary	Totals
\$	555,091	\$ 897,266	\$ -	\$ -	\$ -	\$ -	\$ 106,470	\$ 1,558,827
	(223,861)	(229,279)	-	-	-	-	(10,606)	(463,746)
	(112,062)	(123,916)	-	-	-	-	-	(235,978)
	7,862	-	-	-	-	-	-	7,862
	227,030	544,071	-	-	-	-	95,864	866,965
	41,811	-	-	-	-	-	-	41,811
	167,006	370,162	216,000	-	114,000	325,000	170,000	1,362,168
	(341,100)	(604,300)	-	-	-	-	(448,482)	(1,393,882)
	(132,283)	(234,138)	216,000	-	114,000	325,000	(278,482)	10,097
	(141,153)	(343,286)	-	(255,162)	-	(1,314,989)	-	(2,054,590)
	(11,027)	(11,027)	(111,699)	-	(40,639)	-	-	(152,338)
	(152,180)	(354,313)	(150,000)	-	(100,000)	-	-	(272,054)
	1,616	1,737	2,913	38,670	1,411	8,735	7,895	62,977
	-	-	-	-	-	-	229,544	229,544
	1,616	1,737	2,913	38,670	1,411	8,735	237,439	292,521
	(55,817)	(42,843)	(42,786)	(216,492)	(25,228)	(981,254)	54,821	(1,309,399)
	137,971	111,018	403,788	1,319,572	207,052	1,026,696	480,188	3,686,265
\$	82,154	\$ 68,375	\$ 360,982	\$ 1,103,080	\$ 181,824	\$ 45,442	\$ 535,009	\$ 2,376,866
\$	(216,957)	\$ 430,519	\$ -	\$ -	\$ -	\$ -	\$ 106,470	\$ 320,032
	435,275	111,298	-	-	-	-	-	546,573
	878	(2,277)	-	-	-	-	-	(1,399)
	360	1,176	-	-	-	-	-	1,536
	5,564	2,567	-	-	-	-	(10,606)	(2,475)
	1,910	788	-	-	-	-	-	2,698
	443,987	113,552	-	-	-	-	(10,606)	546,933
\$	227,030	\$ 544,071	\$ -	\$ -	\$ -	\$ -	\$ 95,864	\$ 866,965

Cash Flows from Operating Activities:

Receipts from users
Payments to suppliers
Payments to employees
Other receipts (payments)
Net cash provided by (used in) operating activities

Cash Flows from Noncapital Financing Activities:

Property taxes
Operating transfers in
Operating transfers out
Net cash provided (used) by noncapital financing activities

Cash Flows from Capital and Related Financing Activities:

Sale (purchase) of capital assets
Interest paid on capital debt
Principal paid on capital debt
Net cash used for capital and related financing activities

Cash Flows from Investing Activities:

Investment income
Sale of investments
Purchase of investments
Net cash provided (used) by investing activities

Net increase (decrease) in cash and cash equivalents
Cash and cash equivalents, beginning of the year
Cash and cash equivalents, end of the year

Reconciliation of Operating Income (Loss)

To Net Cash Provided (Used) By Operating Activities:
Operating income (loss)

Adjustments to reconcile operating income to net cash provided (used) by operating activities:

Depreciation and amortization
Change in assets and liabilities:
(Increase) decrease-accounts receivable
(Increase) decrease-prepaid insurance
Increase (decrease)-accounts payable
Increase (decrease)-accrued expenses
Total adjustments

Net cash provided (used) by operating activities

The notes to basic financial statements are an integral part of this statement.

VILLAGE OF MAHOMET
Mahomet, Illinois

Notes to Basic Financial Statements
April 30, 2009

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

As discussed further in Note 1.C., these financial statements conform to generally accepted accounting principles (GAAP) as applicable to governments. Generally accepted accounting principles include all relevant Governmental Accounting Standards Board (GASB) pronouncements. In the government-wide financial statements and the fund financial statements for the proprietary funds, Financial Accounting Standards Board (FASB) pronouncements and Accounting Principles Board (APB) opinions issued on or before November 30, 1989, have been applied, unless those pronouncements conflict with or contradict GASB pronouncements, in which case GASB prevails. FASB statements and interpretations issued after November 30, 1989 have not been applied.

1.A. FINANCIAL REPORTING ENTITY

The Village's financial reporting entity is composed of the following:

Primary Government: Village of Mahomet

In determining the financial reporting entity, the Village complies with the provisions of GASB Statement No. 14, *The Financial Reporting Entity*.

1.B. BASIS OF PRESENTATION

GOVERNMENT-WIDE FINANCIAL STATEMENTS

The Statement of Net Assets and Statement of Activities display information about the reporting government as a whole. They include all funds of the reporting entity. Governmental activities generally are financed through taxes, intergovernmental revenues, and other non-exchange revenues. Business-type activities are financed in whole or in part by fees charged to external parties for goods or services.

FUND FINANCIAL STATEMENTS

Fund financial statements of the reporting entity are organized into funds, each of which is considered to be a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts that constitutes its assets, liabilities, fund equity, revenues, and expenditures/expenses. Funds are organized into two major categories: governmental and proprietary. The Village presently has no fiduciary funds. An emphasis is placed on major funds within the governmental and proprietary categories. A fund is considered major if it is the primary operating fund of the Village or meets the following criteria:

- 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.

VILLAGE OF MAHOMET
Mahomet, Illinois

Notes to Basic Financial Statements – (continued)

April 30, 2009

1.B. BASIS OF PRESENTATION (continued)

FUND FINANCIAL STATEMENTS (continued)

The funds of the financial reporting entity are described below:

Governmental Funds

General Fund

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

Special Revenue Funds

Special Revenue Funds are used to account for the proceeds of the specific revenue sources that are either legally restricted to expenditures for specified purposes or designated to finance particular functions or activities of the Village. The reporting entity includes the following special revenue funds:

<u>Fund</u>	<u>Brief Description</u>
Motor Fuel Tax	Accounts for revenues received and expenditures paid for street maintenance.
Bond Issue	Accounts for property taxes levied and expenses of the 2005 G.O. Bond issue.
Utility Tax	Accounts for electric and gas taxes and for expenses of the 1998 G.O. bond issue.
Forfeited Funds	Accounts for revenues received from DUI and Drug fines.
IMRF	Accounts for property taxes levied and makes the required payments to the Illinois Municipal Retirement Fund.
Community Center	Accounts for revenues and expenses for operating the community center. Rental income and operating transfers from the general fund provide revenues for operating expenses.
Recreation	Accounts for revenues and expenses for the various recreation programs of the Village. Registration fees provide most of the revenues for operating expenses.
Social Security	Accounts for property taxes levied and makes the required payments to the Federal and State Government.
Parks	Accounts for property taxes levied for maintaining the parks in the Village.
Insurance	Accounts for property taxes levied for making the required insurance payments of the Village.
Tax Increment Financing	Accounts for the incremental property taxes realized within the Tax Increment Financing District. Expenditure of these revenues is restricted to capital improvements and redevelopment and to other taxing bodies.

VILLAGE OF MAHOMET
Mahomet, Illinois

Notes to Basic Financial Statements – (continued)

April 30, 2009

1.B. BASIS OF PRESENTATION (continued)

FUND FINANCIAL STATEMENTS (continued)

Capital Equipment/ Vehicle Replacement	Accounts for the purchase of vehicles and major items of equipment. Transfers from other funds provide the revenue for these purchases.
---	---

Trans. System Capital Improvement	Accounts for capital improvements to the street system of the Village. Telecommunication taxes provide the revenue for these improvements.
--------------------------------------	--

Proprietary Funds

Enterprise Funds

Enterprise Funds are used to account for business-type activities provided to the general public. These activities are financed by user charges, and the measurement of financial activity focuses on net income measurement similar to the private sector. The reporting entity includes the following enterprise funds:

<u>Fund</u>	<u>Brief Description</u>
Water	Accounts for revenues received and expenses paid for operating the water system.
Sewer	Accounts for revenues received and expenses paid for operating the sewer system.
Water Bond & Interest	Accounts for expenses associated with the 2003A bond issue. Transfers from the water fund provide revenue for these expenses.
Sewer Bond & Interest	Accounts for associated with the 2003B bond issue. Transfers from the sewer fund provide revenue for these expenses.
Interceptor San. Sewer 2003B Bonds	Accounts for the construction expenses associated with constructing the interceptor sanitary sewer. Transfers from the sewer bond and interest fund provide revenues for these expenses.
Water Capital Improvements	Accounts for revenues and expenses for improving and maintaining the water system.
Sewer Capital Improvements	Accounts for revenues and expense for improving and maintaining the sewer system.
Sewer Expansion	Accounts for costs associated with the sewer expansion project. Transfers from other enterprise funds provide revenue for these expenses.

1.C. MEASUREMENT FOCUS AND BASIS OF ACCOUNTING

Measurement focus is a term used to describe “how” transactions are recorded within the various financial statements. Basis of accounting refers to “when” transactions are recorded regardless of the measurement focus applied.

VILLAGE OF MAHOMET
Mahomet, Illinois

Notes to Basic Financial Statements – (continued)

April 30, 2009

1.C. MEASUREMENT FOCUS AND BASIS OF ACCOUNTING (continued)

MEASUREMENT FOCUS (continued)

In the government-wide Statement of Net Assets and the Statement of Activities, both governmental and business-type activities are presented using the economic resources measurement focus, using the accrual basis method of accounting. On this basis, revenues, expenses, gains, losses, assets and liabilities resulting from exchange and exchange-like transactions are recognized when the exchange takes place. Revenues, expenses, gains, losses, assets and liabilities resulting from non-exchange transactions are recognized in accordance with GASB Statement 33. Property taxes are recognized as revenue in the year for which the taxes are levied. Grants are recognized as revenue when eligibility requirements are met, such as allowable costs having been incurred.

Governmental Funds

In the fund financial statements, the “current financial resources” measurement focus or the “economic resources” measurement focus, as applied to the modified accrual basis of accounting, is used as appropriate:

On this basis, all material sources of revenue are recognized when they become measurable and available. “Available” is defined as collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. For the Village, this translates to 60 days after the end of the fiscal year. Major sources of revenue susceptible to accrual include property taxes, sales taxes, income taxes, personal property replacement taxes, other intergovernmental revenues, charges for services and investment interest.

Material amounts of expenditures are recognized when the liability is incurred. Exceptions include: principal and interest on long-term debt, which is recognized when due.

Proprietary Funds

The measurement focus for proprietary funds is the flow of economic resources. All proprietary funds are accounted for using the accrual basis method of accounting. On this basis, revenues are recognized when they are earned and expenses are recognized when they are incurred.

Proprietary funds operating revenues consist of charges for services and miscellaneous revenue resulting from the provision of services to users. In the enterprise funds, this translates to water and sewer revenue. Operating expenses are those incurred in providing water and sewer services. Operating expenses are expenses incurred in providing the services, such as personal services, materials and supplies and contractual services.

1.D. ASSETS, LIABILITIES, AND EQUITY

CASH AND CASH EQUIVALENTS

For the purpose of financial reporting, “cash and cash equivalents” includes all demand and savings accounts and certificates of deposit or short-term investments with an original maturity of three months or less. Trust account investments in open-ended mutual fund shares are also considered cash equivalents.

VILLAGE OF MAHOMET
Mahomet, Illinois

Notes to Basic Financial Statements – (continued)

April 30, 2009

1.D. ASSETS, LIABILITIES, AND EQUITY (continued)

INVESTMENTS

Investments classified in the financial statements consist entirely of certificates of deposit whose original maturity term exceeds three months. Investments are carried at cost, which approximates fair value.

CAPITAL ASSETS

The Village’s GAAP basis of accounting reports capital assets and reports depreciation where appropriate. The accounting treatment over property, plant and equipment (capital assets) depends on whether the assets are used in governmental fund operations or proprietary fund operations and whether they are reported in the government-wide or fund financial statements.

Government-Wide Statements

Governmental Activities

In the government-wide financial statements, capital assets are accounted for as assets in the Statement of Net Assets. All capital assets are valued at historical cost, or estimated historical cost if actual is unavailable. Estimated historical cost was used to value the majority of the assets acquired prior to May 1, 2004. Prior to May 1, 2004, governmental funds’ infrastructure assets were not capitalized.

Depreciation of all exhaustible capital assets is recorded as an allocated expense in the Statement of Activities, with accumulated depreciation reflected in the Statement of Net Assets. Depreciation is provided over the assets’ estimated useful lives using the straight-line method of depreciation. A capitalization threshold of \$5,000 is used to report equipment capital assets, \$5,000 for building capital assets and \$20,000 for infrastructure capital assets. The range of estimated useful lives by type of asset is as follows:

Buildings	50-100 years
Improvements other than buildings	40-80 years
Machinery, furniture, and equipment	3-20 years
Vehicles	4-8 years
Infrastructure	40-80 years

In the fund financial statements, capital assets acquired for use in governmental fund operations are accounted for as capital outlay expenditures of the governmental fund upon acquisition.

Business-Type Activities (Enterprise Funds)

Enterprise Fund capital assets valued at \$5,000 or more are capitalized within the fund. Capital assets are stated at actual or estimated historical cost. Donated fixed assets are valued at their fair market value on the date donated. Depreciation is computed on the straight-line method over the estimated useful life of the asset. Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed. During the year, \$30,492 of interest was capitalized. The range of estimated useful lives by type of asset is as follows:

Buildings	50-100 years
Improvements other than buildings	40-80 years
Machinery, furniture, and equipment	3-20 years
Vehicles	4-8 years
Infrastructure	40-80 years

VILLAGE OF MAHOMET
Mahomet, Illinois

Notes to Basic Financial Statements – (continued)

April 30, 2009

1.D. ASSETS, LIABILITIES, AND EQUITY (continued)

LONG-TERM DEBT

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

Long-term debt 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.

Fund Financial Statements

EQUITY CLASSIFICATION

Government-Wide Statements

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

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

It is the Village’s policy to first use restricted net assets prior to the use of unrestricted net assets when an expense is incurred for purposes for which both restricted and unrestricted net assets are available.

Fund Financial Statements

Governmental fund equity is classified as fund balance. Proprietary fund equity is classified the same as in the government-wide statements.

1.E. REVENUES, EXPENDITURES, AND EXPENSES

PROGRAM REVENUES

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

General government	permits, licenses, fees, police fines and parking fees
--------------------	--

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

**VILLAGE OF MAHOMET
Mahomet, Illinois**

Notes to Basic Financial Statements – (continued)
April 30, 2009

1.E. REVENUES, EXPENDITURES, AND EXPENSES (continued)

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.

1.F. INTERNAL AND INTERFUND BALANCES AND ACTIVITIES

In the process of aggregating the financial information for the government-wide Statement of Net Assets and Statement of Activities, some amounts reported as interfund activity and balances in the fund financial statements have been eliminated or reclassified.

FUND FINANCIAL STATEMENTS

Interfund activity, if any, within and among the governmental and proprietary fund categories is reported as follows in the fund financial statements:

1. Interfund loans-Amounts provided with a requirement for repayment are reported as interfund receivables and payables.
2. Interfund services-Sales or purchases of goods and services between funds are reported as revenues and expenditures/expenses.
3. Interfund reimbursements-Repayments from funds responsible for certain expenditures/expenses to the funds that initially paid for them are not reported as reimbursements but as adjustments to expenditures/expenses in the respective funds.
4. Interfund transfers-Flow of assets from one fund to another where repayment is not expected are reported as transfers in and out.

GOVERNMENT-WIDE FINANCIAL STATEMENTS

Interfund activity and balances, if any, are eliminated or reclassified in the government-wide financial statements as follows:

1. Internal balances-Amounts reported in the fund financial statements are interfund receivables and payables are eliminated in the governmental and business-type activities columns of the Statement of Net Assets, except for the net residual amounts due between governmental and business-type activities, which are reported as Internal Balances.
2. Internal activities-Amounts reported as interfund transfers in the fund financial statements are eliminated in the government-wide Statement of Activities except for the net amount of transfers between governmental and business-type activities, which are reported as Transfers-Internal Activities. The effects of interfund services between funds, if any, are not eliminated in the Statement of Activities.

VILLAGE OF MAHOMET
Mahomet, Illinois

Notes to Basic Financial Statements – (continued)
April 30, 2009

1.G. PROPERTY TAXES

Property taxes are levied and attach as an enforceable lien on January 1, on property values assessed as of the same date. Taxes are levied by December 31 of the subsequent year (by passage of the Tax Levy Ordinance). The 2008 tax levy was adopted by the Board on December 16, 2008. Tax bills are prepared by the County and issued on or about May 1, and are payable in two installments, on or about June 1, and September 1. The Village receives significant distributions of taxes approximately one month after these due dates. No provision has been made for delinquent property taxes since in past years the amount has been immaterial. In the governmental funds, property taxes are recorded as receivables and deferred revenues at the time the tax levy attaches as an enforceable lien on January 1. In the enterprise funds, property taxes are recorded as revenue at the time the tax levy attaches as an enforceable lien on January 1. The Village has received and recognized \$970,699 from the 2008 tax levy. The remainder of the taxes recognized are from the 2007 and prior tax levies. On the governmental fund financial statements, receivables that were not collected within the available period are recorded as deferred revenue.

1.H. USE OF ESTIMATES

The preparation of financial statements in conformity accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures (such as estimated useful lives in determining depreciation expense); accordingly, actual results could differ from those estimates.

1.I. COMPENSATED ABSENCES

Village employees are granted vacation, compensatory and personal time in various amounts. Vacation, compensatory and personal time may be accumulated and upon separation from service; employees are eligible to receive payment for their accumulated time. Sick time is no longer granted to employees. Employees who previously had accumulated sick time can only use this time for a personal disability or for retirement (inclusion with IMRF). Such amounts are accrued when incurred in the government-wide and proprietary fund financial statements. Governmental funds record as an expenditure the amount of accrued during the year that would normally be liquidated with expendable resources. Governmental funds have recorded \$133,594 as the current portion of compensated absences and the government-wide statements have recorded \$0 as the long-term portion. The proprietary funds recorded \$28,667 as compensated absences all of which is due within one year.

1.J. PREPAID ITEMS

In governmental and business-type funds, prepaid expenditures/expenses are deferred and expensed over the term when the services are received.

1.K. ALLOWANCE FOR UNCOLLECTIBLE ACCOUNTS

The Village's allowance for estimated uncollectible receivables at April 30, 2009 is as follows: Water Fund \$2,000 and the Sewer Fund \$3,000.

NOTE 2. DETAIL NOTES-TRANSACTION CLASSES/ACCOUNTS

The following notes present detail information to support the amounts reported in the basic financial statements for its various assets, liabilities, equity, revenues, and expenditures/expenses.

2.A. DEPOSITS AND INVESTMENTS

At April 30, 2009 the carrying amount of the Village's deposits totaled \$5,303,933 and the bank balances totaled \$5,704,711.

VILLAGE OF MAHOMET
Mahomet, Illinois

Notes to Basic Financial Statements – (continued)
April 30, 2009

2.A. DEPOSITS AND INVESTMENTS (continued)

CUSTODIAL CREDIT RISK - DEPOSITS

Deposits are subject to custodial credit risk if uninsured and uncollateralized or covered by collateral that is not in the Village's name. It is Village policy to require collateral for deposit and investment balances above Federal Deposit Insurance Corporation (FDIC) insurance coverage. At April 30, 2009, the Village's deposits were either covered by FDIC insurance or by pledged collateral held in the Village's name.

INVESTMENTS

At April 30, 2009 the carrying amount of the Village's investments totaled \$221,883 and the bank balances totaled \$221,883. Nonnegotiable certificates of deposits are the Village's current investments.

CUSTODIAL CREDIT RISK - INVESTMENTS

The nonnegotiable certificates of deposits are covered completely by FDIC insurance or by pledged collateral held in the Village's name.

CREDIT RATING RISK - INVESTMENTS

Investments are subject to credit rating risk for all debt securities, whether held directly or indirectly (through investment pools, mutual funds or money market funds). The nonnegotiable certificates of deposits are not subject to credit rating risk.

CONCENTRATION OF CREDIT RISK - INVESTMENTS

Investments are subject to concentration of credit risk when 5% or more of the total are in securities of a single issuer. The nonnegotiable certificates of deposits are not subject to concentration of credit risk disclosures.

INTEREST RATE RISK - INVESTMENTS

Investments are subject to a decline in fair value due to fluctuating market interest rates. Interest rate risk is minimized by having maturities of less than 1 year for 100% of the Village's investments.

DEPOSITS – LEGAL AND CONTRACTUAL PROVISIONS

Deposits and investments are limited by Public Funds Investment Act of the State of Illinois to the following:

- Bonds, notes, certificates of indebtedness, treasury bills which are guaranteed by the full faith and credit of the United States of America as to principal and interest.
- Bonds, notes, debentures or similar obligations of the United States of America or its agencies.
- Interest-bearing savings, certificates of deposit, or time deposits of any bank as defined by the Illinois Banking Act.
- Short term obligations of corporations organized in the U.S. with assets exceeding \$500,000,000 and other specified criteria.
- Money market mutual funds registered under the Investment Company Act of 1940 provided the portfolio is limited to obligations described in points 1 and 2 above.
- Federal National Mortgage Association.
- Public Treasurers' Investment Pools.
- Repurchase agreements of government securities within the meaning of the Government Securities Act of 1986.

VILLAGE OF MAHOMET
Mahomet, Illinois

Notes to Basic Financial Statements – (continued)
April 30, 2009

2.B. RESTRICTED ASSETS

Assets that are not available to finance general operations of the Village are reported as restricted on the Statement of Net Assets. The restriction for transportation projects in the governmental activities is imposed under State of Illinois laws concerning how motor fuel taxes may be spent. The Village's policy is to apply restricted resources first when an expense is incurred for purposes, which both restricted and unrestricted net assets are available. The Village's restricted assets are as follows:

Governmental Funds

The Special Revenue Funds have restricted assets consisting of the following:

Reserved for debt service	\$122,976
Reserved for prepaid items	42,143
Reserved by enabling legislation for highways and streets	<u>329,309</u>
Total restricted assets – Special Revenue Funds	<u>\$494,428</u>

Proprietary Funds

Proprietary Funds have restricted assets consisting of the following:

The Proprietary Funds have in accordance with bond ordinances and other restrictions restricted the following assets:

Capital Projects	\$1,057,885
Debt Service	<u>399,927</u>
Total restricted assets – Proprietary Funds	<u>\$1,457,812</u>

2.C. CAPITAL ASSETS

A summary of capital assets related to governmental and business-type activities is presented below:

	<i>Balance at May 1, 2008</i>	<i>Additions</i>	<i>Deductions</i>	<i>Balance at April 30, 2009</i>
<i>Governmental activities:</i>				
Capital assets not being depreciated:				
Land	\$ 1,523,861	\$ 45,602	\$ 0	\$ 1,569,463
Other capital assets:				
Buildings	1,195,946	0	0	1,195,946
Other improvements	130,437	536,134	0	666,571
Machinery and equipment	941,757	86,124	0	1,027,881
Infrastructure	<u>23,340,974</u>	<u>2,679,104</u>	<u>0</u>	<u>26,020,078</u>
Total other capital assets	<u>25,609,114</u>	<u>3,301,362</u>	<u>0</u>	<u>28,910,476</u>
Less accumulated depreciation for:				
Buildings	232,547	19,355	0	251,902
Other improvements	10,769	2,087	0	12,856
Machinery and equipment	527,187	72,688	0	599,875
Infrastructure	<u>6,445,711</u>	<u>190,868</u>	<u>0</u>	<u>6,636,579</u>
Total accumulated depreciation	<u>7,216,214</u>	<u>284,998</u>	<u>0</u>	<u>7,501,212</u>
Other capital assets, net	<u>18,392,900</u>	<u>3,016,364</u>	<u>0</u>	<u>21,409,264</u>
Governmental activities capital assets, net	<u>\$19,916,761</u>	<u>\$3,061,966</u>	<u>\$ 0</u>	<u>\$22,978,727</u>

VILLAGE OF MAHOMET
Mahomet, Illinois

Notes to Basic Financial Statements – (continued)
April 30, 2009

2.C. CAPITAL ASSETS (continued)

	<i>Balance at May 1, 2008</i>	<i>Additions</i>	<i>Deductions</i>	<i>Balance at April 30, 2009</i>
<i>Business-type activities:</i>				
Capital assets not being depreciated:				
Land	\$ 103,466	\$ 0	\$ 0	\$ 103,466
Construction in progress	<u>1,116,954</u>	<u>1,382,950</u>	<u>0</u>	<u>2,499,904</u>
Subtotal	<u>1,220,420</u>	<u>1,382,950</u>	<u>0</u>	<u>2,603,370</u>
Other capital assets:				
Buildings and improvements	4,737,106	448,482	0	5,185,588
Machinery and equipment	562,040	35,957	0	597,997
Water and sewer distribution system	<u>5,244,022</u>	<u>0</u>	<u>0</u>	<u>5,244,022</u>
Total other capital assets	<u>10,543,168</u>	<u>484,439</u>	<u>0</u>	<u>11,027,607</u>
Less accumulated depreciation for:				
Buildings and improvements	940,032	290,423	0	1,230,455
Machinery and equipment	329,244	37,511	0	366,755
Water and sewer distribution system	<u>3,330,606</u>	<u>218,639</u>	<u>0</u>	<u>3,549,245</u>
Total accumulated depreciation	<u>4,599,882</u>	<u>546,573</u>	<u>0</u>	<u>5,146,455</u>
Other capital assets, net	<u>5,943,286</u>	<u>(62,134)</u>	<u>0</u>	<u>5,881,152</u>
Business-type activities capital assets, net	<u>\$7,163,706</u>	<u>\$1,320,816</u>	<u>\$ 0</u>	<u>\$8,484,522</u>

Depreciation expense was charged to functions as follows in the Statement of Activities:

Governmental Activities:

General government	\$ 7,305
Public safety	46,004
Highways and streets	214,796
Culture and recreation	8,479
Planning and zoning	<u>8,414</u>
Total depreciation expense for governmental activities	<u>\$284,998</u>

Business-Type Activities:

Water	\$435,275
Sewer	<u>111,298</u>
Total depreciation expense for business-type activities	<u>\$546,573</u>

VILLAGE OF MAHOMET
Mahomet, Illinois

Notes to Basic Financial Statements – (continued)
April 30, 2009

NOTE 3. OTHER NOTES

3.A. DEFERRED COMPENSATION PLAN

The Village offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457 and administered by Nationwide Retirement Solutions. The plan, available to all full-time Village employees, permits them to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement death or unforeseeable emergency. Contributions to the plan are recorded on the Village’s books as current salaries expenditures. All assets and income of the plan are held in trust by the plan administrator for the exclusive benefit of the participants and their beneficiaries. The Village does not take an active role in the managing the plan assets. Therefore, in accordance with GASB Statement No. 32, the deferred compensation plan is not reported in the Village’s financial statements.

3.B. DEFINED BENEFIT PENSION PLAN

Plan Description:

The Village's defined benefit pension plan, Illinois Municipal Retirement (IMRF), for employees provides retirement and disability benefits, post retirement increases, and death benefits to plan members and beneficiaries. IMRF is an agent-multiple pension plan that acts as a common investment and administrative agent for local governments and school districts in Illinois. The Illinois Pension Code establishes the benefit provisions of the plan that can only be amended by the General Assembly of the State of Illinois.

IMRF issues a financial report that includes financial statements and required supplementary information. The report may be obtained at www.imrf.org/pubs/pubs_homepage.htm or by writing to the Illinois Municipal Retirement Fund, 2211 York Road, Suite 500, Oak Brook, Illinois 60523.

Funding Policy. As set by statute, plan members are required to contribute 4.50 % 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 their employees. The employer contribution rate for calendar year 2008 was 9.11 % of annual covered payroll. The Village also contributes for disability benefits, death benefits and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by the IMRF Board of Trustees, while the supplemental retirement benefits rate is set by statute.

Annual Pension Cost. For 2008, the Village's annual pension cost of \$96,418 for the plan was equal to the Village's required and actual contributions.

THREE-YEAR TREND INFORMATION FOR THE PLAN

<u>Actuarial Valuation Date</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage of APC Contributed</u>	<u>Net Pension Obligation</u>
12/31/08	\$96,418	100%	\$0
12/31/07	90,722	100%	0
12/31/06	91,926	100%	0

VILLAGE OF MAHOMET
Mahomet, Illinois

Notes to Basic Financial Statements – (continued)
 April 30, 2009

3.B. DEFINED BENEFIT PENSION PLAN (continued)

Annual Pension Cost (continued). The required contribution was determined as part of the December 31, 2006 actuarial valuation using the entry age normal actuarial cost method. The actuarial assumptions at December 31, 2006, included (a) 7.50% investment rate of return (net of administrative expenses), (b) projected salary increases of 4.00% a year, attributable to inflation, (c) additional projected salary increases ranging from 0.4% to 11.60% per year depending on age and service, attributable to seniority/merit, and (d) post-retirement benefit increases of 3% annually. The actuarial value of the Village’s 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 Village plan’s unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on a closed basis. The remaining amortization period at December 31, 2006, valuation was 24 years.

Funded Status and Funding Progress. As of December 31, 2008, the most recent actuarial valuation date, the plan was 81.33 percent funded. The actuarial accrued liability for benefits was \$1,981,816 and the actuarial value of assets was \$1,611,843, resulting in an underfunded actuarial accrued liability (UAAL) of \$369,973. The covered payroll (annual payroll of active employees covered by the plan) was \$1,058,374 and the ratio of the UAAL to the covered payroll was 35 percent.

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

3.C. RISK MANAGEMENT

The Village is exposed to various risks of loss related to torts; theft of, damage to, or destruction of assets; errors and omissions; injuries to employees; employees’ health and life; and natural disasters.

The Village manages these various risks of loss as follows:

<i>Type of Loss</i>	<i>Method Managed</i>	<i>Risk of Loss Retained</i>
a. Torts, errors, and omissions	Purchased commercial insurance	None
b. Workers compensation, health and life	Purchased commercial insurance	None
c. Physical property loss and natural disasters	Purchased commercial insurance	None

Management believes such coverage is sufficient to preclude any significant uninsured losses to the Village. Settled claims have not exceeded this insurance coverage in any of the past three fiscal years.

3.D. MOTOR FUEL TAX ALLOTMENT

Under current procedures, the allotments of the Village are being received from the State of Illinois each month. These allotments, however, may be expended only for specific projects that have been approved each month by the Department of Transportation, State of Illinois.

VILLAGE OF MAHOMET
Mahomet, Illinois

Notes to Basic Financial Statements – (continued)

April 30, 2009

3.E. LONG-TERM DEBT

The Village issues bonds to provide for the acquisition and construction of major capital facilities. General obligation bonds are direct obligations and pledge the full faith and credit of the Village. Installment purchase agreements are also general obligations of the government.

The following is a summary of the Village's long-term debt transactions for the year ended April 30, 2009:

	<u>Balance</u> <u>May 1, 2008</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance</u> <u>April 30, 2009</u>	<u>Amounts</u> <u>Due Within</u> <u>One Year</u>
<i>Governmental activities</i>					
Capital leases:					
Auto Leasing Specialists, LLC	\$ 23,536	\$ 0	\$ 23,536	\$ 0	\$ 0
General obligation bonds:					
General obligation bonds (Series 1998)	284,581	0	42,102	242,479	44,102
General obligation bonds ltd tax (Series 2005)	251,300	0	59,500	191,800	61,500
Other long-term obligations:					
Accrued compensated absences	<u>120,023</u>	<u>115,056</u>	<u>101,485</u>	<u>133,594</u>	<u>133,594</u>
Total governmental activities long-term liabilities	<u>\$679,440</u>	<u>\$115,056</u>	<u>\$226,623</u>	<u>\$567,873</u>	<u>\$239,196</u>
<i>Business-type activities</i>					
Capital leases:					
Wells Fargo Eqp. Financing, Inc.	\$ 22,054	\$ 0	\$ 22,054	\$ 0	\$ 0
General obligation bonds:					
General obligation bonds (2003A)	3,050,000	0	150,000	2,900,000	155,000
General obligation bonds (2003B)	1,200,000	0	100,000	1,100,000	100,000
Less deferred charge on refunding:	(9,061)	0	(2,289)	(6,772)	(2,289)
Other long-term obligations:					
Accrued compensated absences	<u>25,969</u>	<u>16,453</u>	<u>13,754</u>	<u>28,668</u>	<u>28,668</u>
Total business-type activities Long-term liabilities	<u>\$4,288,962</u>	<u>\$16,453</u>	<u>\$283,519</u>	<u>\$4,021,896</u>	<u>\$281,379</u>

VILLAGE OF MAHOMET
Mahomet, Illinois

Notes to Basic Financial Statements – (continued)

April 30, 2009

3.E. LONG-TERM DEBT (continued)

Arbitrage Compliance

Proceeds from tax-exempt bonds issued after September 1, 1986, are subject to the 1986 Tax Reform Act. The Village invests records and reports these proceeds in the manner set forth by the U.S. Treasury and Internal Revenue Service to maintain the tax-exempt status of the bonds. Arbitrage liabilities are reported as enterprise fund liabilities. At April 30, 2009 arbitrage liabilities were \$0.

The annual debt service requirements for bonds payable are:

Year ending April 30,	<u>Governmental Activities</u>		<u>Business-Type Activities</u>	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
2010	\$105,602	\$13,922	\$255,000	\$144,927
2011	110,197	10,801	260,000	137,352
2012	114,692	7,405	265,000	128,950
2013	50,690	3,726	270,000	119,988
2014	53,098	1,261	275,000	110,585
2015-19	0	0	1,480,000	393,695
2020-24	0	0	1,195,000	118,405
Total	<u>\$434,279</u>	<u>\$37,115</u>	<u>\$4,000,000</u>	<u>\$1,153,902</u>

All outstanding general obligation bonds recorded in Enterprise Funds are secured by a first lien on net revenues earned by Enterprise Funds. The outstanding general obligation bonds recorded in the government-wide statement of net assets are secured by a first lien on net revenues earned by the Utility Tax Fund and by certain property taxes within the Village. Net revenues are defined in the general obligation bond agreements. The Enterprise Funds are required to establish user fees and rates that will yield net revenues equal to at least 1.25 times the debt service that will become due in the following fiscal year. The Utility Tax Fund is required to establish utility tax rates that will yield net revenues equal to at least 1.25 times the debt service that will become due in the following fiscal year.

3.F. DEFICIT FUND BALANCE AND NET ASSETS

The following funds have deficit fund balances or retained earnings: Water Bond and Interest, \$2,513,000 and Sewer Bond and Interest, \$816,305. It is expected that these deficits will be reduced in the future by increased revenues in each fund.

3.G. EXPENDITURES OVER APPROPRIATIONS

For the fiscal year ended April 30, 2009, the Village did not have any expenditures over the legal appropriation limits.

VILLAGE OF MAHOMET
Mahomet, Illinois

Notes to Basic Financial Statements – (continued)
 April 30, 2009

3.H. CONSTRUCTION COMMITMENTS

As of April 30, 2009, the Village had the following commitments with respect to unfinished capital projects:

<u>Capital Project</u>	<u>Remaining Construction Commitment</u>	<u>Expected Date of completion</u>
Interceptor Sanitary Sewer Expansion	\$ 150,000	November, 2009
Augusta Drive Storm Drainage	25,000	August, 2009
Route 47 & Mid-America Improvements	433,000	October, 2009
Route 150 & Churchill Drive and Route 150 & Commercial Drive Improvements	721,000	October, 2009
Bridle Leash Park/Raymond Drive Detention Basin	200,000	December, 2009
Wastewater Treatment Plant Expansion	<u>8,000,000</u>	August 2012
Total	<u>\$9,529,000</u>	

3.I. REVENUES DUE FROM STATE AND COUNTY GOVERNMENTS

The following is a breakdown of the amounts due from the State and County governments in both the government-wide and governmental fund financial statements at April 30, 2009:

<u>Champaign County:</u>	
Property taxes	\$1,935,615
Police fines and fees	1,300
 <u>State of Illinois:</u>	
Sales tax	92,424
Income tax	121,803
Corporate pers. repl. tax	1,065
Telecommunications tax	37,389
Motor Fuel Tax	<u>9,739</u>
 Total	 <u>\$2,199,335</u>

VILLAGE OF MAHOMET
Mahomet, Illinois

Notes to Basic Financial Statements – (continued)
 April 30, 2009

3.J. INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS

As of April 30, 2009, interfund receivables and payables resulting from various interfund transactions were as follows:

	<u>Due from Other Funds</u>	<u>Due to Other Funds</u>
General fund	\$202,860	\$ 0
Special revenue funds:		
TIF fund	0	202,860
Totals	\$202,860	\$202,860

Represents advance of startup costs associated with the Tax Increment Financing Fund. This interfund balance is expected to be reimbursed as revenues from the district expand. This amount is not expected to be repaid within one year.

Transfers to/from Other Funds

Transfers to/from other funds at April 30, 2009, consist of the following:

From the Water Fund to the General Fund for operations	\$ 30,000
From the Sewer Fund to the General Fund for operations	30,000
From the General Fund to the Community Center Fund for operations	4,750
From the General Fund to the Recreation Fund for operations	9,000
From the General Fund to the Cap. Eqp/Veh. Repl. Fund for purchases of capital assets	60,000
From the General Fund to the Transportation System Cap. Imp. Fund for infrastructure costs	200,000
From the General Fund to the Insurance Fund for operations	5,000
From the Utility Tax Fund to the Park Fund for purchases of capital assets	200,000
From the Utility Tax Fund to the General Fund for operations	135,000
From the Park Fund to the Cap. Eqp/Veh. Repl Fund for purchases of capital assets	2,000
From the Water Fund to the IMRF Fund for operations	7,500
From the Sewer Fund to the IMRF Fund for operations	8,700
From the Recreation Fund to the Cap. Eqp/Veh. Repl Fund for purchases of capital assets	2,000
From the Water Fund to the Social Security Fund for operations	6,600
From the Sewer Fund to the Social Security Fund for operations	7,600
From the Social Security Fund to the Water Fund for operations	6,912
From the Social Security Fund to the Sewer Fund for operations	6,929
From the IMRF Fund to the Water Fund for operations	7,303
From the IMRF Fund to the Sewer Fund for operations	8,310
From the Utility Tax Fund to the Cap. Eqp/Veh. Repl Fund for purchases of capital assets	14,000

VILLAGE OF MAHOMET
Mahomet, Illinois

Notes to Basic Financial Statements – (continued)
April 30, 2009

3.J. INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS (continued)

Transfers to/from Other Funds (continued)

From the Water Fund to the Cap. Eqp/Veh. Repl Fund for purchases of capital assets	\$ 15,000
From the Sewer Fund to the Cap. Eqp/Veh. Repl Fund for purchases of capital assets	15,000
From the Cap. Eqp/Veh. Repl Fund to the Sewer Fund for purchases of capital assets and loan payment	29,616
From the Cap. Eqp/Veh. Repl Fund to the Water Fund for purchases of capital assets and loan payment	29,616
From the Water Capital Improvements Fund to the Water Fund to transfer capital assets	123,174
From the Water Fund to the Water Capital Improvement Fund to purchase capital assets	120,000
From the Water Fund to the Water Bond and Interest Fund for bond payments	162,000
From the Sewer Fund to the Interceptor Sanitary Sewer Fund for construction of capital assets	325,000
From the Sewer Fund to the Sewer Capital Improvement Fund to purchase capital assets	50,000
From the Sewer Fund to the Sewer Bond and Interest Fund for bond payments	114,000
From the Sewer Capital Improvements Fund to the Sewer Fund to transfer capital assets	325,308
From the Sewer Fund to the Water Bond and Interest Fund for bond payments	<u>54,000</u>
Total	<u>\$2,114,318</u>

Required Supplementary Information

VILLAGE OF MAHOMET

Mahomet, Illinois

REQUIRED SUPPLEMENTARY INFORMATION
Illinois Municipal Retirement Fund Schedule of Funding Progress
 April 30, 2009

<u>Actuarial Valuation Date</u>	<u>Actuarial Value of Assets (a)</u>	<u>Actuarial Accrued Liability (AAL) ---Entry Age (b)</u>	<u>Unfunded AAL (UAAL) (b-a)</u>	<u>Funded Ratio (a/b)</u>	<u>Covered Payroll (c)</u>	<u>UAAL as a Percentage of Covered Payroll ((b-a)/c)</u>
12/31/08	\$1,611,843	\$1,981,816	\$369,973	81.33%	\$1,058,374	34.96%
12/31/07	1,572,456	1,738,475	166,019	90.45%	963,082	17.24%
12/31/06	1,442,025	1,559,463	117,438	92.47%	931,366	12.61%

VILLAGE OF MAHOMET

Mahomet, Illinois

Budgetary Comparison Schedule (Budgetary Basis)- General Fund

For the Year Ended April 30, 2009

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<u>Revenues:</u>				
Property taxes	\$ 656,280	\$ 656,280	\$ 659,026	\$ 2,746
Replacement taxes	4,500	4,500	6,286	1,786
Income taxes	453,000	453,000	423,573	(29,427)
Sales taxes	672,000	672,000	640,971	(31,029)
Utility taxes	-	-	-	-
Motor fuel tax	-	-	-	-
Permits, licenses and cable fees	102,070	102,070	114,530	12,460
Fines	29,200	29,200	24,016	(5,184)
Rentals and fees	-	-	-	-
Grant income	-	-	-	-
Developer reimbursements	-	-	-	-
Interest income	10,000	10,000	10,030	30
Miscellaneous	4,500	4,500	3,407	(1,093)
Total revenues	<u>1,931,550</u>	<u>1,931,550</u>	<u>1,881,839</u>	<u>(49,711)</u>
<u>Expenditures:</u>				
Current				
General government	591,600	591,600	533,218	58,382
Public safety	642,690	645,890	631,852	14,038
Highways and streets	337,950	337,950	327,834	10,116
Culture and recreation	-	-	-	-
Planning and zoning	235,545	236,720	190,075	46,645
Economic development	25,600	25,600	17,534	8,066
Debt service				
Principal	-	-	-	-
Interest expense and fiscal charges	-	-	-	-
Capital outlay	44,000	39,625	46,700	(7,075)
Total expenditures	<u>1,877,385</u>	<u>1,877,385</u>	<u>1,747,213</u>	<u>130,172</u>
Excess (deficiency) of revenues over (under) expenditures	54,165	54,165	134,626	(179,883)
<u>Other financing sources (uses):</u>				
Bond proceeds	-	-	-	-
Transfers in	195,000	195,000	195,000	-
Transfers out	(298,750)	(298,750)	(278,750)	(20,000)
Total other financing sources (uses)	<u>(103,750)</u>	<u>(103,750)</u>	<u>(83,750)</u>	<u>(20,000)</u>
Net change in fund balances	(49,585)	(49,585)	50,876	(199,883)
Fund balances - beginning	<u>546,166</u>	<u>546,166</u>	<u>1,015,246</u>	<u>469,080</u>
Fund balances - ending	<u>\$ 496,581</u>	<u>\$ 496,581</u>	<u>\$ 1,066,122</u>	<u>\$ 269,197</u>
Fund balances, ending - budgetary basis			<u>\$ 1,066,122</u>	
<u>Accrual Adjustments</u>				
Revenues			(4,790)	
Expenditures			(44,680)	
Net			(49,470)	
Other financing sources (uses)			-	
Beginning fund balance adjustment to GAAP basis			83,777	
Fund balance, ending - GAAP basis			<u>\$ 1,100,429</u>	

The notes to budgetary comparison schedules are an integral part of this statement.

VILLAGE OF MAHOMET
Mahomet, Illinois

Budgetary Comparison Schedule (Budgetary Basis) - Tax Increment Financing Fund
For the Year Ended April 30, 2009

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<u>Revenues:</u>				
Property taxes	\$ 670,000	\$ 670,000	\$ 595,057	\$ (74,943)
Replacement taxes	-	-	-	-
Income taxes	-	-	-	-
Sales taxes	-	-	-	-
Utility taxes	-	-	-	-
Motor fuel tax	-	-	-	-
Permits, licenses and cable fees	-	-	-	-
Fines	-	-	-	-
Rentals and fees	-	-	-	-
Grant income	-	-	-	-
Developer reimbursements	-	-	-	-
Interest income	4,000	4,000	2,304	(1,696)
Miscellaneous	-	-	-	-
Total revenues	<u>674,000</u>	<u>674,000</u>	<u>597,361</u>	<u>(76,639)</u>
<u>Expenditures:</u>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Highways and streets	609,300	609,300	523,851	85,449
Culture and recreation	-	-	-	-
Planning and zoning	-	-	-	-
Economic development	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest expense and fiscal charges	-	-	-	-
Capital outlay	<u>175,000</u>	<u>175,000</u>	-	<u>175,000</u>
Total expenditures	<u>784,300</u>	<u>784,300</u>	<u>523,851</u>	<u>260,449</u>
Excess (deficiency) of revenues over (under) expenditures	(110,300)	(110,300)	73,510	(337,088)
<u>Other financing sources (uses):</u>				
Bond proceeds	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balances	(110,300)	(110,300)	73,510	(337,088)
Fund balances - beginning	<u>155,062</u>	<u>155,062</u>	<u>25,685</u>	<u>-</u>
Fund balances - ending	<u>\$ 44,762</u>	<u>\$ 44,762</u>	<u>\$ 99,195</u>	<u>\$ (337,088)</u>
Fund balances, ending - budgetary basis			<u>\$ 99,195</u>	
Accrual Adjustments				
Revenues			111,579	
Expenditures			<u>4,421</u>	
Net			116,000	
Other financing sources (uses)			-	
Beginning fund balance adjustment to GAAP basis			<u>147,883</u>	
Fund balance, ending - GAAP basis			<u>\$ 363,078</u>	

The notes to budgetary comparison schedules are an integral part of this statement.

VILLAGE OF MAHOMET
Mahomet, Illinois

Budgetary Comparison Schedule (Budgetary Basis) - Transportation System Cap. Imp.
For the Year Ended April 30, 2009

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<u>Revenues:</u>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Replacement taxes	-	-	-	-
Income taxes	-	-	-	-
Sales taxes	-	-	-	-
Utility taxes	220,000	220,000	219,171	(829)
Motor fuel tax	-	-	-	-
Permits, licenses and cable fees	-	-	-	-
Fines	-	-	-	-
Rentals and fees	-	-	-	-
Grant income	-	-	-	-
Developer reimbursements	582,933	582,933	-	(582,933)
Interest income	10,000	10,000	16,127	6,127
Miscellaneous	-	-	-	-
Total revenues	<u>812,933</u>	<u>812,933</u>	<u>235,298</u>	<u>(577,635)</u>
<u>Expenditures:</u>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Highways and streets	196,000	196,000	-	196,000
Culture and recreation	-	-	-	-
Planning and zoning	-	-	-	-
Economic development	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest expense and fiscal charges	-	-	-	-
Capital outlay	<u>1,511,000</u>	<u>1,511,000</u>	<u>337,357</u>	<u>1,173,643</u>
Total expenditures	<u>1,707,000</u>	<u>1,707,000</u>	<u>337,357</u>	<u>1,369,643</u>
Excess (deficiency) of revenues over (under) expenditures	(894,067)	(894,067)	(102,059)	(1,947,278)
<u>Other financing sources (uses):</u>				
Bond proceeds	-	-	-	-
Transfers in	200,000	200,000	200,000	-
Transfers out	-	-	-	-
Total other financing sources (uses)	<u>200,000</u>	<u>200,000</u>	<u>200,000</u>	<u>-</u>
Net change in fund balances	(694,067)	(694,067)	97,941	(1,947,278)
Fund balances - beginning	<u>871,714</u>	<u>871,714</u>	<u>921,714</u>	<u>-</u>
Fund balances - ending	<u>\$ 177,647</u>	<u>\$ 177,647</u>	<u>\$ 1,019,655</u>	<u>\$ (1,947,278)</u>
Fund balances, ending - budgetary basis			<u>\$ 1,019,655</u>	
Accrual Adjustments				
Revenues			11,439	
Expenditures			(660)	
Net			10,779	
Other financing sources (uses)			-	
Beginning fund balance adjustment to GAAP basis			<u>22,828</u>	
Fund balance, ending - GAAP basis			<u>\$ 1,053,262</u>	

The notes to budgetary comparison schedules are an integral part of this statement.

VILLAGE OF MAHOMET

Mahomet, Illinois

Notes to Budgetary Comparison Schedules

April 30, 2009

Budget Law:

The Village board prepares its annual operating budget under the provisions of the Illinois Municipal Budget Law. In accordance with those provisions, the following process is used to adopt the annual budget:

- a. Prior to the end of the first quarter of each fiscal year, a board designated person or persons designated by the board submits to the board a proposed operating budget for the year commencing on May 1.
- b. Public hearings are conducted to obtain citizen comments. At least one public hearing must be held no later than 10 days prior to final approval of the budget.
- c. Subsequent to the public hearings the budget is adopted by the board.

The legal level of control at which expenditures may not legally exceed appropriations is at the fund level.

Basis of Accounting

The budget is prepared on the cash basis of accounting.

Supplementary Information

VILLAGE OF MAHOMET
Mahomet, Illinois

Balance Sheet
Nonmajor Governmental Funds - (continued)
April 30, 2009

	<u>Forfeited Funds</u>	<u>IMRF Fund</u>	<u>Community Center Fund</u>	<u>Recreation Fund</u>	<u>Social Security Fund</u>	<u>Parks Fund</u>	<u>Insurance Fund</u>
<u>ASSETS</u>							
Cash	\$ 111	\$ 60,438	\$ 27,690	\$ 71,911	\$ 33,468	\$ 408,718	\$ 16,820
Cash - restricted	-	-	-	-	-	-	-
Investments	-	-	-	-	-	-	-
Investments - restricted	-	-	-	-	-	-	-
Property taxes receivable	-	73,388	-	-	74,195	79,716	61,538
Due from State of Illinois	-	-	-	-	-	-	-
Due from other funds	-	-	-	-	-	-	-
Prepaid insurance	-	-	-	-	-	-	42,143
Total assets	\$ 111	\$ 133,826	\$ 27,690	\$ 71,911	\$ 107,663	\$ 488,434	\$ 120,501
<u>LIABILITIES AND FUND BALANCES</u>							
<u>Liabilities:</u>							
Accounts payable	\$ -	\$ -	\$ 202	\$ 3,552	\$ -	\$ 639	\$ -
Accrued salaries	-	-	600	4,192	-	241	-
Due to other funds	-	-	-	-	-	-	-
Accrued compensated absences	-	-	-	3,196	-	-	-
Deferred revenue	-	36,456	-	39,650	36,829	39,576	30,535
Total liabilities	-	36,456	802	50,590	36,829	40,456	30,535
<u>Fund Balances:</u>							
Fund balances, reserved	-	-	-	-	-	-	42,143
Fund balances, unreserved	111	97,370	26,888	21,321	70,834	447,978	47,823
Total fund balances	111	97,370	26,888	21,321	70,834	447,978	89,966
Total liabilities and fund balances	\$ 111	\$ 133,826	\$ 27,690	\$ 71,911	\$ 107,663	\$ 488,434	\$ 120,501

(continued)

VILLAGE OF MAHOMET
Mahomet, Illinois

Balance Sheet
Nonmajor Governmental Funds
April 30, 2009

	<u>Bond Issue</u>	<u>Utility Tax</u>	<u>Motor Fuel Tax</u>	<u>Capital Equipment/ Vehicle Replacement</u>	<u>Totals</u>
<u>ASSETS</u>					
Cash	\$ -	\$ 135,466	\$ -	\$ 201,530	\$ 956,152
Cash - restricted	17,454	-	319,960	-	337,414
Investments	-	-	-	-	-
Investments - restricted	-	-	-	-	-
Property taxes receivable	67,732	-	-	-	356,569
Due from State of Illinois	-	-	9,739	-	9,739
Utility taxes receivable	-	25,962	-	-	25,962
Due from other funds	-	-	-	-	-
Prepaid insurance	-	-	-	-	42,143
Total assets	\$ 85,186	\$ 161,428	\$ 329,699	\$ 201,530	\$ 1,727,979
<u>LIABILITIES AND FUND BALANCES</u>					
<u>Liabilities:</u>					
Accounts payable	\$ -	\$ -	\$ 390	\$ 450	\$ 5,233
Accrued salaries	-	-	-	-	5,033
Due to other funds	-	-	-	-	-
Accrued compensated absences	-	-	-	-	3,196
Deferred revenue	33,629	-	-	-	216,675
Total liabilities	33,629	-	390	450	230,137
<u>Fund Balances:</u>					
Fund balances, reserved	68,404	54,572	329,309	-	494,428
Fund balances, unreserved	(16,847)	106,856	-	201,080	1,003,414
Total fund balances	51,557	161,428	329,309	201,080	1,497,842
Total liabilities and fund balances	\$ 85,186	\$ 161,428	\$ 329,699	\$ 201,530	\$ 1,727,979

VILLAGE OF MAHOMET

Mahomet, Illinois

Statement of Net Assets
Nonmajor Proprietary Funds

April 30, 2009

	<u>Water Capital Improvements</u>	<u>Sewer Capital Improvements</u>	<u>Totals</u>
<u>ASSETS</u>			
<u>Current assets:</u>			
Cash and cash equivalents	\$ 337,622	\$ 197,387	\$ 535,009
Total current assets	<u>337,622</u>	<u>197,387</u>	<u>535,009</u>
<u>Noncurrent assets:</u>			
Cash - restricted	-	-	-
Investments - restricted	-	-	-
<u>Capital assets:</u>			
Property, plant and equipment	-	-	-
Accumulated depreciation	<u>-</u>	<u>-</u>	<u>-</u>
Total noncurrent assets	<u>-</u>	<u>-</u>	<u>-</u>
 Total assets	 <u>\$ 337,622</u>	 <u>\$ 197,387</u>	 <u>\$ 535,009</u>
 <u>LIABILITIES AND NET ASSETS</u>			
<u>Liabilities:</u>			
Accounts payable	\$ -	\$ 4,038	\$ 4,038
Total liabilities	<u>-</u>	<u>4,038</u>	<u>4,038</u>
 <u>Net Assets</u>			
Restricted for capital projects	-	-	-
Unrestricted	<u>337,622</u>	<u>193,349</u>	<u>530,971</u>
Total net assets	<u>337,622</u>	<u>193,349</u>	<u>530,971</u>
Total liabilities and net assets	<u>\$ 337,622</u>	<u>\$ 197,387</u>	<u>\$ 535,009</u>

VILLAGE OF MAHOMET
Mahomet, Illinois

Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds - (continued)
For the Year Ended April 30, 2009

	Forfeited Funds	IMRF Fund	Community Center Fund	Recreation Fund	Social Security Fund	Parks Fund	Insurance Fund
Revenues:							
Property taxes	\$ -	\$ 82,436	\$ -	\$ -	\$ 76,146	\$ 79,274	\$ 60,732
Motor fuel taxes	-	-	-	-	-	-	-
Rentals, fees and services	-	-	6,750	164,170	-	-	-
Utility taxes	-	-	-	-	-	-	-
Grant income	-	-	-	-	-	330,825	-
Developer reimbursements	-	-	-	-	-	-	-
Interest income	17	605	219	545	401	6,382	355
Miscellaneous	1,580	-	-	4,616	-	16,649	-
Total revenues	1,597	83,041	6,969	169,331	76,547	433,130	61,087
Expenditures:							
Current							
General government	-	25,099	-	-	22,652	-	12,730
Public safety	3,355	34,615	-	-	33,861	-	22,854
Highways and streets	-	14,035	-	-	13,066	-	20,011
Culture and recreation	-	4,030	10,586	160,360	6,061	16,138	4,550
Planning and zoning	-	4,794	-	-	3,997	-	-
Debt service							
Principal retirement	-	-	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-	-	-
Capital outlay	-	-	-	4,392	-	537,475	-
Total expenditures	3,355	82,573	10,586	164,752	79,637	553,613	60,145
Excess of revenues over (under) expenditures	(1,758)	468	(3,617)	4,579	(3,090)	(120,483)	942
Other Financing Sources (Uses):							
Operating transfers in	-	16,200	4,750	9,000	14,200	200,000	5,000
Operating transfers out	-	(15,612)	-	(2,000)	(13,841)	(2,000)	-
Total other financing sources (uses)	-	588	4,750	7,000	359	198,000	5,000
Excess of revenues and other sources over (under) expenditures and other uses	(1,758)	1,056	1,133	11,579	(2,731)	77,517	5,942
Fund balances, beginning of the year	1,869	96,314	25,755	9,742	73,565	370,461	84,024
Fund balances, end of the year	\$ 111	\$ 97,370	\$ 26,888	\$ 21,321	\$ 70,834	\$ 447,978	\$ 89,966

(continued)

VILLAGE OF MAHOMET

Mahomet, Illinois

Statement of Revenues, Expenditures and Changes in Fund BalancesNonmajor Governmental Funds

For the Year Ended April 30, 2009

	Bond Issue	Utility Tax	Motor Fuel Tax	Capital Equipment/ Vehicle Replacement	Totals
Revenues:					
Property taxes	\$ 68,383	\$ -	\$ -	\$ -	\$ 366,971
Motor fuel taxes	-	-	127,267	-	127,267
Rentals, fees and services	-	-	-	-	170,920
Utility taxes	-	361,478	-	-	361,478
Grant income	-	-	15,729	-	346,554
Developer reimbursements	-	-	-	-	-
Interest income	380	1,635	5,659	3,771	19,969
Miscellaneous	-	-	3,767	1,101	27,713
Total revenues	68,763	363,113	152,422	4,872	1,420,872
Expenditures:					
Current					
General government	-	-	-	-	60,481
Public safety	-	-	-	-	94,685
Highways and streets	-	-	73,775	-	120,887
Culture and recreation	-	-	-	-	201,725
Planning and zoning	-	-	-	-	8,791
Debt service					
Principal retirement	59,500	42,102	-	23,536	125,138
Interest and fiscal charges	8,544	12,518	-	1,465	22,527
Capital outlay	-	-	249,692	84,981	876,540
Total expenditures	68,044	54,620	323,467	109,982	1,510,774
Excess of revenues over (Under) expenditures	719	308,493	(171,045)	(105,110)	(89,902)
Other Financing Sources (Uses):					
Debt proceeds	-	-	-	-	-
Operating transfers in	-	-	-	108,000	357,150
Operating transfers out	-	(349,000)	-	(59,232)	(441,685)
Total other financing sources (uses)	-	(349,000)	-	48,768	(84,535)
Excess of revenues and other sources over (under) expenditures and other use:	719	(40,507)	(171,045)	(56,342)	(174,437)
Fund balances, beginning of the year	50,838	201,935	500,354	257,422	1,672,279
Fund balances, end of the year	\$ 51,557	\$ 161,428	\$ 329,309	\$ 201,080	\$ 1,497,842

VILLAGE OF MAHOMET

Mahomet, Illinois

Statement of Revenues, Expenses and Changes in Net AssetsNonmajor Proprietary Funds

For the Year Ended April 30, 2009

	Water Capital Improvements	Sewer Capital Improvements	Totals
<u>Operating Revenues:</u>			
Charges for services	\$ 44,385	\$ 62,085	\$ 106,470
Miscellaneous	-	-	-
Total operating revenues	<u>44,385</u>	<u>62,085</u>	<u>106,470</u>
<u>Operating Expenses:</u>			
Personnel services	-	-	-
Supplies and materials	-	-	-
Contractual services	-	-	-
Depreciation	-	-	-
Total operating expenses	<u>-</u>	<u>-</u>	<u>-</u>
Operating income (loss)	<u>44,385</u>	<u>62,085</u>	<u>106,470</u>
<u>Nonoperating Revenues (Expenses):</u>			
Property taxes	-	-	-
Interest income	2,703	5,192	7,895
Interest expense	-	-	-
Total nonoperating revenues (expenses)	<u>2,703</u>	<u>5,192</u>	<u>7,895</u>
Income (loss) before operating transfers in (out)	<u>47,088</u>	<u>67,277</u>	<u>114,365</u>
Transfers in (out)	<u>(3,174)</u>	<u>(275,308)</u>	<u>(278,482)</u>
Change in net assets	43,914	(208,031)	(164,117)
Net assets - beginning	<u>293,708</u>	<u>401,380</u>	<u>695,088</u>
Net assets - ending	<u>\$ 337,622</u>	<u>\$ 193,349</u>	<u>\$ 530,971</u>

VILLAGE OF MAHOMET

Mahomet, Illinois

Statement of Cash FlowsNonmajor Proprietary Funds

For the Year Ended April 30, 2009

	Water Capital Improvements	Sewer Capital Improvements	Totals
<u>Cash Flows from Operating Activities:</u>			
Receipts from users	\$ 44,385	\$ 62,085	\$ 106,470
Payments to suppliers	(13,502)	2,896	(10,606)
Payments to employees	-	-	-
Other receipts (payments)	-	-	-
Net cash provided by (used in) operating activities	<u>30,883</u>	<u>64,981</u>	<u>95,864</u>
<u>Cash Flows from Noncapital Financing Activities:</u>			
Property taxes	-	-	-
Operating transfers in	120,000	50,000	170,000
Operating transfers out	(123,174)	(325,308)	(448,482)
Net cash provided (used) by noncapital financing activities	<u>(3,174)</u>	<u>(275,308)</u>	<u>(278,482)</u>
<u>Cash Flows from Capital and Related Financing Activities:</u>			
Sale (purchase) of capital assets	-	-	-
Interest paid on capital debt	-	-	-
Principal paid on capital debt	-	-	-
Net cash used for capital and related financing activities	<u>-</u>	<u>-</u>	<u>-</u>
<u>Cash Flows from Investing Activities:</u>			
Investment income	2,703	5,192	7,895
Sale of investments	-	229,544	229,544
Purchase of investments	-	-	-
Net cash provided (used) by investing activities	<u>2,703</u>	<u>234,736</u>	<u>237,439</u>
Net increase (decrease) in cash, cash equivalents and investments	30,412	24,409	54,821
Cash and cash equivalents, beginning of the year	<u>307,210</u>	<u>172,978</u>	<u>480,188</u>
Cash and cash equivalents, end of the year	<u>\$ 337,622</u>	<u>\$ 197,387</u>	<u>\$ 535,009</u>
<u>Reconciliation of Operating Income (Loss) To Net Cash Provided (Used) By Operating Activities</u>			
Operating income (loss)	\$ 44,385	\$ 62,085	\$ 106,470
Adjustments to reconcile operating income to net cash provided (used) by operating activities:			
Depreciation and amortization	-	-	-
Change in assets and liabilities:			
(Increase) decrease-accounts receivable	-	-	-
(Increase) decrease-property taxes receivable	-	-	-
(Increase) decrease-prepaid insurance	-	-	-
(Increase) decrease-deferred charges	-	-	-
Increase (decrease)-accounts payable	(13,502)	2,896	(10,606)
Increase (decrease)-accrued expenses	-	-	-
Increase (decrease)-deferred revenue	-	-	-
Total adjustments	<u>(13,502)</u>	<u>2,896</u>	<u>(10,606)</u>
Net cash provided (used) by operating activities	<u>\$ 30,883</u>	<u>\$ 64,981</u>	<u>\$ 95,864</u>

VILLAGE OF MAHOMET

Mahomet, Illinois

General Obligation Bonds (Utility Taxes Alt. Revenue Source)(Series 1998)Police BuildingDebt Service Schedule

April 30, 2009

<u>Date</u>	<u>Principal</u>	<u>Interest</u>	<u>Period Total</u>	<u>Fiscal Year Total</u>	<u>Interest Rate</u>
07/01/09	\$ 44,102	\$ 5,759	\$ 49,861	\$ -	
01/01/10	-	4,711	4,711	54,572	4.75%
07/01/10	46,197	4,711	50,908	-	
01/01/11	-	3,614	3,614	54,522	4.75%
07/01/11	48,392	3,614	52,006	-	
01/01/12	-	2,465	2,465	54,471	4.75%
07/01/12	50,690	2,465	53,155	-	
01/01/13	-	1,261	1,261	54,416	4.75%
07/01/13	<u>53,098</u>	<u>1,261</u>	<u>54,359</u>	<u>54,359</u>	4.75%
	<u>\$ 242,479</u>	<u>\$ 29,861</u>	<u>\$ 272,340</u>	<u>\$ 272,340</u>	

VILLAGE OF MAHOMET

Mahomet, Illinois

General Obligation Waterworks and Sewerage
Refunding Bonds (Alternate Revenue Source)(Series 2003A)Debt Service Schedule

April 30, 2009

<u>Date</u>	<u>Principal</u>	<u>Interest</u>	<u>Period Total</u>	<u>Total</u>	<u>Rate</u>
07/01/09	\$ 155,000	\$ 54,711	\$ 209,711	\$ -	2.80%
01/01/10	-	52,541	52,541	262,252	
07/01/10	160,000	52,541	212,541	-	3.10%
01/01/11	-	50,061	50,061	262,602	
07/01/11	165,000	50,061	215,061	-	3.30%
01/01/12	-	47,339	47,339	262,400	
07/01/12	170,000	47,339	217,339	-	3.40%
01/01/13	-	44,449	44,449	261,788	
07/01/13	175,000	44,449	219,449	-	3.50%
01/01/14	-	41,386	41,386	260,835	
07/01/14	180,000	41,386	221,386	-	3.60%
01/01/15	-	38,146	38,146	259,532	
07/01/15	190,000	38,146	228,146	-	3.70%
01/01/16	-	34,631	34,631	262,777	
07/01/16	200,000	34,631	234,631	-	3.80%
01/01/17	-	30,831	30,831	265,462	
07/01/17	200,000	30,831	230,831	-	3.90%
01/01/18	-	26,931	26,931	257,762	
07/01/18	210,000	26,931	236,931	-	4.00%
01/01/19	-	22,731	22,731	259,662	
07/01/19	210,000	22,731	232,731	-	4.05%
01/01/20	-	18,479	18,479	251,210	
07/01/20	215,000	18,479	233,479	-	4.10%
01/01/21	-	14,071	14,071	247,550	
07/01/21	220,000	14,071	234,071	-	4.15%
01/01/22	-	9,506	9,506	243,577	
07/01/22	225,000	9,506	234,506	-	4.20%
01/01/23	-	4,781	4,781	239,287	
07/01/23	225,000	4,781	229,781	229,781	4.25%
	<u>\$ 2,900,000</u>	<u>\$ 926,477</u>	<u>\$ 3,826,477</u>	<u>\$ 3,826,477</u>	

VILLAGE OF MAHOMET

Mahomet, Illinois

General Obligation Waterworks and Sewerage Bonds**(Alternate Revenue Source)****(Series 2003B)****Debt Service Schedule**

April 30, 2009

<u>Date</u>	<u>Principal</u>	<u>Interest</u>	<u>Period Total</u>	<u>Total</u>	<u>Rate</u>
07/01/09	\$ 100,000	\$ 19,525	\$ 119,525	\$ -	2.75%
01/01/10	-	18,150	18,150	137,675	
07/01/10	100,000	18,150	118,150	-	3.10%
01/01/11	-	16,600	16,600	134,750	
07/01/11	100,000	16,600	116,600	-	3.30%
01/01/12	-	14,950	14,950	131,550	
07/01/12	100,000	14,950	114,950	-	3.40%
01/01/13	-	13,250	13,250	128,200	
07/01/13	100,000	13,250	113,250	-	3.50%
01/01/14	-	11,500	11,500	124,750	
07/01/14	100,000	11,500	111,500	-	3.60%
01/01/15	-	9,700	9,700	121,200	
07/01/15	100,000	9,700	109,700	-	3.70%
01/01/16	-	7,850	7,850	117,550	
07/01/16	100,000	7,850	107,850	-	3.80%
01/01/17	-	5,950	5,950	113,800	
07/01/17	100,000	5,950	105,950	-	3.90%
01/01/18	-	4,000	4,000	109,950	
07/01/18	100,000	4,000	104,000	-	4.00%
01/01/19	-	2,000	2,000	106,000	
07/01/19	<u>100,000</u>	<u>2,000</u>	<u>102,000</u>	<u>102,000</u>	4.00%
	<u>\$ 1,100,000</u>	<u>\$ 227,425</u>	<u>\$ 1,327,425</u>	<u>\$ 1,327,425</u>	

VILLAGE OF MAHOMET
Mahomet, Illinois

General Obligation Bonds
(Series 2005)
Limited Tax
Debt Service Schedule

April 30, 2009

<u>Date</u>	<u>Principal</u>	<u>Interest</u>	<u>Period Total</u>	<u>Fiscal Year Total</u>	<u>Interest Rate</u>
06/01/2009	\$ -	\$ 3,452	\$ 3,452	\$ -	
12/01/2009	61,500	3,452	64,952	68,404	3.60%
06/01/2010	-	2,476	2,476	-	
12/01/2010	64,000	2,476	66,476	68,952	3.80%
06/01/2011	-	1,326	1,326	-	
12/01/2011	66,300	1,326	67,626	68,952	4.00%
	<u>\$ 191,800</u>	<u>\$ 14,508</u>	<u>\$ 206,308</u>	<u>\$ 206,308</u>	

VILLAGE OF MAHOMET

Mahomet, Illinois

**Equalized Assessed Valuations, Tax Rates, Taxes Extended and Collected
and Legal Debt Margin**

April 30, 2009

Tax Levy Year	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>
Equalized Assessed Valuation	\$ <u>134,656,068</u>	\$ <u>123,978,945</u>	\$ <u>112,061,441</u>	\$ <u>100,652,161</u>	\$ <u>88,186,618</u>
<u>Tax Rates</u>					
General	0.3453	0.3000	0.2147	0.2173	0.2282
Bond	0.0503	0.0545	0.0598	0.0658	0.0726
IMRF	0.0545	0.0724	0.0826	0.0854	0.0804
Fire protection	0.0293	0.0335	0.1289	0.1303	0.1369
Police protection	0.1187	0.1266	0.0644	0.0652	0.0684
Audit	0.0065	0.0067	0.0062	0.0066	0.0078
Liability insurance	0.0457	0.0473	0.0530	0.0526	0.0619
Street and bridge	0.0368	0.0385	0.0373	0.0363	0.0354
Park	0.0592	0.0623	0.0631	0.0652	0.0684
Public benefit	-	-	0.0420	0.0435	0.0456
ESDA	0.0009	0.0010	0.0010	0.0010	0.0013
Social security	0.0551	0.0616	0.0668	0.0738	0.0629
Chloridine	-	-	0.0168	0.0174	0.0183
1/2 road and bridge	<u>0.0533</u>	<u>0.0537</u>	<u>0.0555</u>	<u>0.0578</u>	<u>0.0612</u>
Total	<u>0.8556</u>	<u>0.8581</u>	<u>0.8921</u>	<u>0.9182</u>	<u>0.9493</u>
Taxes extended - in total	\$ <u>1,193,351</u>	\$ <u>1,063,802</u>	\$ <u>999,756</u>	\$ <u>924,138</u>	\$ <u>837,111</u>
Taxes collected	\$ <u>579,840</u>	\$ <u>1,071,651</u>	\$ <u>997,950</u>	\$ <u>922,110</u>	\$ <u>834,619</u>
Percentage of Extensions					
Collected		<u>100.74%</u>	<u>99.82%</u>	<u>99.78%</u>	<u>99.70%</u>

*Note: Does not include tax increment area.***SCHEDULE OF LEGAL DEBT MARGIN**

Assessed valuation	\$ <u>134,656,068</u>
Debt limit - 8.625%	\$ 11,614,086
Outstanding general obligation bonds	4,434,279
Less alternate revenue source general obligation bonds	<u>(4,242,479)</u>
Legal debt margin	\$ <u>11,422,286</u>