

# FY 2006 Annual Financial Report

## Multi-Purpose Long Form

CC Copy - 8/14/2006 6:08:27PM

**FILED**  
 NOV 02 2006  
*Mark S. Holden*  
 CHAMPAIGN COUNTY CLERK

**DO NOT SEND THIS PAPER COPY - THIS IS YOUR COPY.**  
 MAKE SURE YOU HAVE CLICKED THE SUBMIT BUTTON IN THE COMPTROLLER CONNECT PROGRAM. THIS WILL PROVIDE THE COMPTROLLER'S OFFICE WITH A COPY OF YOUR ANNUAL FINANCIAL REPORT.

Unit Name: Sidney Village

County: CHAMPAIGN

Unit Code: 010/100/32

I attest that, to the best of my knowledge, this report represents a complete and accurate statement of the financial position of Sidney Village as of the end of this fiscal year

*Jennifer Hewitt*  
 Written signature of government official  
 Jennifer Hewitt, Treasurer  
 Please Sign

10/30/06  
 Date

**PLEASE CROSS OUT ALL INCORRECT INFORMATION AND PROVIDE CORRECTIONS**

**STEP 1: ENTER CONTACT INFORMATION**

Is the following information correct and complete?  Yes  No

A. Contact Person (elected or appointed official responsible for filling out this form):		B. Chief Executive Officer (elected or appointed official responsible for the executive administration, i.e. mayor, supervisor, or chairman):		C. Chief Financial Officer (elected or appointed official responsible for maintaining the government's financial records):	
Jennifer Hewitt		John Finn		Jennifer Hewitt	
Treasurer		President		Treasurer	
PO Box 77		PO Box 77		PO Box 77	
Sidney IL		Sidney IL		Sidney IL	
61877		61877		61877	
Phone 2176882493		Phone 2176882753		Phone: 2176882493	
Fax:		Fax:		Fax:	
E-mail:		E-mail:		E-mail:	

If the Chief Executive Officer and the Chief Financial Officer are the same person as the Contact Person, please check this box and skip to Step 2. If not, please do not leave columns B and C blank.

STEP 2: VERIFY FISCAL YEAR END

FY END DATE: 04/30/2006

If the fiscal year end date, listed above, is incorrect, cross out the incorrect date and provide the correct date. Official documentation of this change must be sent to the Chicago office before the fiscal year end date is officially changed.

STEP 3: GASB 34, ACCOUNTING SYSTEM, DEBT, UTILITY, HOME RULE AND TIF

A. Has your government implemented GASB 34 in FY 2006 reporting or in previous reporting years?  X  Yes  No

If Yes:

Governments who have implemented GASB 34 and are using "other basis of accounting" (OCBOA) such as "Cash Basis" and "Modified Cash Basis" as their accounting system will now be able to select these types as their accounting system.

Please fill out the Alternative Assets & Liabilities page, located on page F1(b)

B. Which type of accounting system does Sidney Village use:

Cash - with no assets (Cash Basis)  Modified Accrual/Accrual

X Cash - with assets (Modified Cash Basis)  Combination (explain)

C. Does the government have debt this reporting fiscal year?  Yes  X  No

D. If "Yes", indicate the type(s) of debt.

G.O. Bonds  Revenue Bonds

Alternate Revenue Bonds  Contractual Commitments

Other

E. Does Sidney Village own a public utility company?  X  Yes  No

F. Is Sidney Village a home rule unit?  Yes  X  No

G. Does Sidney Village have a Tax Increment Finance (TIF) district?  Yes  X  No

Unit Name: Sidney Village

Unit Code Number: 010/100/32

▶ **STEP 4: POPULATION, EAV AND EMPLOYEES**

^What is the total population of Sidney Village?		1,100
What is the total EAV of Sidney Village?		\$ 14,038,719
*How many full time employees are paid?		2
*How many part time employees are paid?		13
What is the total salary paid to all employees?		\$ 93,017

^Or provide estimated population

\*Do not include contractual employees.

▶ **STEPS 5 AND 6: COMPONENT UNITS AND APPROPRIATIONS**

Provide the appropriation for the primary government listed in the first row of the table below.

In the remaining rows, provide the names of all component units along with their appropriations. Indicate if the component units are blended or discretely presented, its fiscal year end date and if the component unit was funded with governmental fund types or enterprise fund types. If the component units are already indicated, that data is based on forms submitted last year. If you have more component units than the rows provided below, please indicate them on an attachment.

If you need assistance with the terms indicated below, refer to the *Chart of Accounts and Definitions* and the *How to Fill Out An AFR* documents.

Name of Unit/Component FUNDS SHOULD NOT BE LISTED HERE	Appropriation	Type of Component Unit	FISCAL YEAR END	Enterprise Fund Type or Governmental Fund Type
Sidney Village	\$684,700		04/30	
<b>Total Appropriations</b>	\$684,700			

Unit Name: Sidney Village  
 Unit Code Number: 010/100/32

► **STEP 7: AUDITS**

Provide CPA's information if Sidney Village is required to submit an audit to the Office of the Comptroller.

Firm Name:	Marin, Hood, Friese and Associates
CPA's first name:	David
CPA's last name:	Hood
CPA's Title:	Partner
Address:	2507 S. Neil Street
City:	Champaign
State:	IL
ZIP:	61820
Phone:	217-351-2000
Fax:	217-351-7726
Email:	dave@mhfa.net
State Registration Number:	066-003144

► **STEP 8: OTHER GOVERNMENTS**

Indicate any payments Sidney Village made to other governments for services or programs (include programs performed on a reimbursement, cost-sharing basis or federal payroll taxes).

Intergovernmental agreements - indicate how much was paid	10,381
Federal government payroll taxes	7,050
All other intergovernmental payments	0

**STEP 9: FUND LISTING & ACCOUNT GROUPS**

A. List all funds and how much was spent in FY 2006 for each fund. Also, indicate the Fund Type (Fund Types are at the top of each column beginning on page F1). If any fund names appear below, the data is based on forms submitted last year. Please make all necessary corrections. If you have more fund names than the rows provided below, please indicate them on an attachment.

Fund Name	Expenditure	Fund Type	FY End
Audit Fund	5,700	Special Revenue Fund	04/30
General Corporate Fund	166,896	General Fund	04/30
Liability Insurance Fund	7,500	Special Revenue Fund	04/30
Library Fund	17,426	Special Revenue Fund	04/30
Motor Fuel Tax Fund	13,235	Special Revenue Fund	04/30
Social Security Fund	7,050	Special Revenue Fund	04/30
Water Fund	153,908	Enterprise Fund	04/30
<b>Total Expenditures</b>	<b>371,715</b>		

B. Does Sidney Village have assets or liabilities that should be recorded as a part of Account Groups? See Chart of Accounts and Definitions and the How to Fill Out An AFR documents for more information about Account Groups.

\_\_\_ Yes       No

▶ **STEP 10: GOVERNMENTAL ENTITIES**

List of governmental entities that are part of or related to the primary government. Exclude component units detailed in Steps 5 & 6. Most small governments do not have governmental entities.

Entity Name	Relationship

▶ **STEP 11: REPORTING**

Check any state or local entity where financial reports are filed.

STATE AGENCIES	
- Board of Education	- Board of Higher Education
- DCCA	- Department of Insurance
OTHER STATE OR LOCAL OFFICES	
<input checked="" type="checkbox"/> - Illinois Comptroller	- Secretary of State
- General Assembly - House	- General Assembly - Senate
<input checked="" type="checkbox"/> - County Clerk	- Circuit Clerk
- Governor's Office	- Other - _____

Assets

Code	Enter all Amounts in Whole Numbers	Governmental Activity	Business-Like Activity	Fiduciary	Discretely Presented Component Units
<b>Current Assets</b>					
Report In Whole Numbers					
101f	Cash and Cash Equivalent	133,656	156,879	0	0
102f	Investments	0	0	0	0
115f	Receivables	0	0	0	0
109f	Inventories	0	0	0	0
112f	Other Assets (Explain)	0	0	0	0
<b>Non-Current Assets</b>					
Report In Whole Numbers					
116f	Capital Assets/Net of Accumulated Depreciation	0	461,426	0	0
117f	Other Capital Assets	0	0	0	0
120f	<b>TOTAL ASSETS</b>	133,656	618,305	0	0

Liabilities

Code	Enter all Amounts in Whole Numbers	Governmental Activity	Business-Like Activity	Fiduciary	Discretely Presented Component Units
<b>Current Liabilities</b>					
Report In Whole Numbers					
122f	All Payables	0	0	0	0
132f	Deferred Revenues	0	0	0	0
128f	Other Liabilities (Explain)	0	0	0	0
<b>Non-Current/Long-Term Liabilities</b>					
Report In Whole Numbers					
129f	Due Within One Year	0	0	0	0
130f	Due Beyond One Year	0	0	0	0
131f	Other Non-Current/Long Term Liabilities	0	0	0	0
135f	<b>TOTAL LIABILITIES</b>	0	0	0	0

Net Assets

Code	Enter all Amounts in Whole Numbers	Governmental Activity	Business-Like Activity	Fiduciary	Discretely Presented Component Units
143f	Investments in Capital Assets/Net of Related Debt	0	461,426	0	0
148f	Net Assets - Restricted	27,949	0	0	0
149f	Net Assets - Unrestricted	105,707	156,879	0	0
146f	<b>TOTAL NET ASSETS</b>	133,656	618,305	0	0
147f	<b>TOTAL LIABILITIES &amp; NET ASSETS</b>	133,656	618,305	0	0

Revenues and Receipts

Code	Enter all Amounts in Whole Numbers	General	Special Revenue	Capital Projects	Debt Service	Enterprise	Internal Service	Fiduciary	Discretely Presented Component Units
Local Taxes									
2011	Property Tax	35,978	31,557	0	0	0	0	0	0
2021	Local Sales Tax	0	0	0	0	0	0	0	0
2031	Utilities Tax	6,059	0	0	0	0	0	0	0
203a	Electric Utilities	3,930	0	0	0	0	0	0	0
203b	Water Utilities	0	0	0	0	0	0	0	0
203c	Communications Utilities	0	0	0	0	0	0	0	0
203d	Other Utilities Tax (Explain)	2,129	0	0	0	0	0	0	0
2041	Other Taxes (Explain)	0	0	0	0	0	0	0	0
Intergovernmental Receipts & State or Federal Grants									
2111	State Income Tax	80,648	0	0	0	0	0	0	0
2121	State Sales Tax	41,649	0	0	0	0	0	0	0
2131	State Motor Fuel Tax	0	30,797	0	0	0	0	0	0
2141	State Replacement Tax	1,861	0	0	0	0	0	0	0
2051	State Gaming Tax(es)	0	0	0	0	0	0	0	0
2151	Other State Sources (Explain)	12,791	0	0	0	0	0	0	0
215a	General Support	0	0	0	0	0	0	0	0
215b	Public Welfare	0	0	0	0	0	0	0	0
215c	Health and/or Hospitals	0	0	0	0	0	0	0	0
215d	Streets and Highways	0	0	0	0	0	0	0	0
215e	Culture and Recreation	0	0	0	0	0	0	0	0
215f	Housing and Community Dev	0	0	0	0	0	0	0	0
215g	Water Supply System	0	0	0	0	0	0	0	0
215h	Electric/Gas Power System	0	0	0	0	0	0	0	0
215i	Mass Transit	0	0	0	0	0	0	0	0
215j	Other (Explain)	12,791	0	0	0	0	0	0	0
2251	Federal Sources	0	0	0	0	0	0	0	0
225a	General Support	0	0	0	0	0	0	0	0
225b	Public Welfare	0	0	0	0	0	0	0	0
225c	Health and/or Hospitals	0	0	0	0	0	0	0	0
225d	Streets and Highways	0	0	0	0	0	0	0	0
225e	Culture and Recreation	0	0	0	0	0	0	0	0
225f	Housing and Community Dev	0	0	0	0	0	0	0	0
225g	Water Supply System	0	0	0	0	0	0	0	0

Revenues and Receipts

Code	Enter All Amounts in Whole Numbers	General	Special Revenue	Capital Projects	Debt Service	Enterprise	Internal Service	Fiduciary	Discretely Presented Component Units
Intergovernmental Receipts & State or Federal Grants									
225h	Electric/Gas Power System	0	0	0	0	0	0	0	0
225i	Mass Transit	0	0	0	0	0	0	0	0
225j	Other (Explain)	0	0	0	0	0	0	0	0
226i	Other Intergovernmental (Explain)	0	0	0	0	0	0	0	0

Other Sources

231i	Licenses and Permits	2,904	0	0	0	0	0	0	0
233i	Fines and Forfeitures	291	0	0	0	0	0	0	0
234i	Charges for Services	11,716	0	0	0	177,969	0	0	0
234a	Water Utilities	0	0	0	0	177,969	0	0	0
234b	Gas Utilities	0	0	0	0	0	0	0	0
234c	Electric Utilities	0	0	0	0	0	0	0	0
234d	Transit Utilities	0	0	0	0	0	0	0	0
234e	Sewer Utilities	0	0	0	0	0	0	0	0
234f	Refuse and Disposal Charges	0	0	0	0	0	0	0	0
234g	Parking	0	0	0	0	0	0	0	0
234h	Housing	0	0	0	0	0	0	0	0
234i	Highway or Bridge Tolls	0	0	0	0	0	0	0	0
234j	Culture and Recreation	11,716	0	0	0	0	0	0	0
234k	Other (Explain)	0	0	0	0	0	0	0	0
235i	Interest	2,904	169	0	0	3,512	0	0	0
236i	Miscellaneous (Explain)	1,670	0	0	0	0	0	0	0
240i	Total Receipts and Revenue	198,471	62,433	0	0	181,481	0	0	0

Disbursements, Expenditures and Expenses

Code	Enter all Amounts in Whole Numbers	General	Special Revenue	Capital Projects	Debt Service	Enterprise	Internal Service	Fiduciary	Discretely Presented Component Units
251	General Government	41,574	20,250	0	0	0	0	0	0
251a	Financial Administration	0	0	0	0	0	0	0	0
251b	General Administrative Buildings	11,931	0	0	0	0	0	0	0
251c	Central Administration	29,643	20,250	0	0	0	0	0	0
251d	Other (Explain)	0	0	0	0	0	0	0	0
252	Public Safety	12,162	0	0	0	0	0	0	0
252a	Police	10,381	0	0	0	0	0	0	0
252b	Fire	0	0	0	0	0	0	0	0
252c	Regulation - Building Inspection	0	0	0	0	0	0	0	0
252d	Other (Explain)	1,781	0	0	0	0	0	0	0
253	Corrections	0	0	0	0	0	0	0	0
254	Judiciary and Legal	0	0	0	0	0	0	0	0
255	Transportation and Public Works	87,517	13,235	0	0	0	0	0	0
255a	Streets and Highways	87,517	13,235	0	0	0	0	0	0
255b	Airports	0	0	0	0	0	0	0	0
255c	Parking Meters	0	0	0	0	0	0	0	0
255d	Parking Facilities	0	0	0	0	0	0	0	0
255e	Other (Explain)	0	0	0	0	0	0	0	0
256	Social Services	0	0	0	0	0	0	0	0
256a	Welfare	0	0	0	0	0	0	0	0
256b	Health (Other than hospitals)	0	0	0	0	0	0	0	0
256c	Hospital Operations	0	0	0	0	0	0	0	0
256d	Cemeteries	0	0	0	0	0	0	0	0
256e	Other (Explain)	0	0	0	0	0	0	0	0
257	Culture and Recreation	17,693	17,426	0	0	0	0	0	0
257a	Library	0	17,426	0	0	0	0	0	0
257b	Parks	17,693	0	0	0	0	0	0	0
257c	Other (Explain)	0	0	0	0	0	0	0	0
258	Housing	0	0	0	0	0	0	0	0
275	Environment	0	0	0	0	0	0	0	0
275a	Sewage	0	0	0	0	0	0	0	0

Office of the Comptroller, Daniel W. Hynes  
 FY 2006 AFR  
 Multi-Purpose Form

**Disbursements, Expenditures and Expenses**

Code	Enter all Amounts in Whole Numbers	General	Special Revenue	Capital Projects	Report In Whole Numbers						Discretely Presented Component Units
					Debt Service	Enterprise	Internal Service	Fiduciary			
275b	Solid Waste Management	0	0	0	0	0	0	0	0	0	0
275c	Other (Explain)	0	0	0	0	0	0	0	0	0	0
259f	Debt	0	0	0	0	0	0	0	0	0	0
259g	Interest	0	0	0	0	0	0	0	0	0	0
259b	Principal	0	0	0	0	0	0	0	0	0	0
271f	Public Utility Company	0	0	0	0	110,724	0	0	0	0	0
271a	Water	0	0	0	0	110,724	0	0	0	0	0
271b	Electric	0	0	0	0	0	0	0	0	0	0
271c	Transit	0	0	0	0	0	0	0	0	0	0
271d	Other (Explain)	0	0	0	0	0	0	0	0	0	0
272f	Depreciation	0	0	0	0	43,184	0	0	0	0	0
280f	Capital Outlay	7,950	0	0	0	0	0	0	0	0	0
260f	Other Expenditures (Explain)	0	0	0	0	0	0	0	0	0	0
270f	Total Expenditures/Expense	166,896	50,911	0	0	153,908	0	0	0	0	0

Office of the Comptroller, Daniel W Hynes  
 FY 2006 APR  
 Multi-Purpose Form

Fund Balances and Other Financing Sources (Uses)

Code	Enter all Amounts in Whole Numbers	Report in Whole Numbers								
		General	Special Revenue	Capital Projects	Debt Service	Enterprise	Internal Service	Fiduciary	Discretely Presented Component Units	
301t	Excess of receipts/revenues over (under) expenditures/expenses (240t-270t)	31,575	11,522	0	0	27,573	0	0	0	
302t	Operating transfers in	232	4,104	0	0	673	0	0	0	
303t	Operating transfers out	-4,777	-232	0	0	0	0	0	0	
304t	Bond proceeds	0	0	0	0	0	0	0	0	
305t	Other (Explain)	0	0	0	0	0	0	0	0	
306t	Net increase(decrease) in fund balance (301t + 302t - 303t + 304t + 305t)	27,030	15,394	0	0	28,246	0	0	0	
307t	Previous year fund balance	78,677	12,555	0	0	590,059	0	0	0	
308t	Other (Explain)	0	0	0	0	0	0	0	0	
310t	Current Year Ending Fund Balance (306t + 307t + 308t)	105,707	27,949	0	0	618,305	0	0	0	

**Statement of Indebtedness**

Debt Instruments for All Funds	Code	Outstanding Beginning of Year	Report in Whole Numbers				Outstanding End of Year
			Code	Issued Current Fiscal Year	Code	Retired Current Fiscal Year	
<b>General Obligation Bonds</b>	<b>400</b>						
Water	400a			412		418	
Electric	400b			412a		418a	
Transportation	400c			412b		418b	
Housing	400d			412c		418c	
Other (Explain)	400e			412d		418d	
Revenue Bonds	401			412e		418e	
Water	401a			413		419	
Electric	401b			413a		419a	
Transportation	401c			413b		419b	
Housing	401d			413c		419c	
Other (Explain)	401e			413d		419d	
Alternate Revenue Bonds	402			413e		419e	
Contractual Commitments	403			414		420	
Other (Explain)	404			415		421	
<b>Total Debt</b>	<b>405</b>			<b>416</b>		<b>422</b>	
				411		423	
				417			

Explanation or Comments  
**203d** This line includes cable television franchise tax of \$2,129  
**215f** This line includes Flood Plain Management grant funds paid to the Village of 12,791  
**236f** This line includes park donations (\$33) and miscellaneous revenue (\$1,637)  
**252d** This line includes ESDA operating expenses of \$1,781

Office of the Comptroller, Daniel W. Hynes  
 FY 2006 APR  
 Multi-Purpose Form

\* Sidney Village Capital Outlay

Code	Function	These are not funds	
		Construction	Land, Structures, and Equipment
601t	General Government	0	0
602t	Law Enforcement	0	0
603t	Corrections	0	0
604t	Fire	0	0
605t	Sewerage	0	0
606t	Sanitation and Wastewater	0	0
607t	Parks and Recreation	0	0
608t	Housing and Community Development	0	0
609t	Highways, Roads and Bridges	0	0
610t	Parking Facilities	0	0
611t	Welfare	0	0
612t	Hospital	0	0
613t	Water	0	0
614t	Nursing Homes	0	0
615t	Conservation and Natural Resources	0	0
616t	Libraries	0	0
617t	Other	0	7,950

\*This page should only be filled out if you have spent funds for capital projects or development.

\*The Capital outlay page is requested by the U.S. Census Bureau and is considered optional by the State Comptroller.

\*If you complete this page you WILL, NOT have to complete the Survey of Government Finances from the U.S. Census Bureau.

\*If you do NOT complete this page the U.S. Census Bureau will contact you for further information.

Office of the Comptroller, Daniel W Hynes  
 FY 2006 AFR  
 Multi-Purpose Form

VILLAGE OF SIDNEY, ILLINOIS

Sidney, Illinois

**FILED**

NOV 02 2006

*Mark Sheldon*  
CHAMPAIGN COUNTY CLERK

**Financial Statements  
and Supplementary Information**

For the Year Ended

April 30, 2006

MARTIN, HOOD, FRIESE & ASSOCIATES, LLC

CERTIFIED PUBLIC ACCOUNTANTS

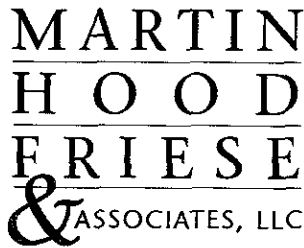
# CONTENTS

	<i>Page</i>
INDEPENDENT AUDITORS' REPORT .....	1-2
BASIC FINANCIAL STATEMENTS	
Statement of Net Assets – Cash Basis (Governmental Activities) and Modified Cash Basis (Business-type Activities) (Exhibit A) .....	3
Statement of Activities – Cash Basis (Governmental Activities) and Modified Cash Basis (Business-type Activities) (Exhibit B) .....	4-5
Combined Balance Sheet – Cash Basis – <i>Governmental Funds</i> (Exhibit C) .....	6
Combined Statement of Revenues, Expenditures, and Changes in Fund Balances – Cash Basis – <i>Governmental Funds</i> (Exhibit D) .....	7
Statement of Expenditures – Budget and Actual – Cash Basis – <i>Major Governmental Funds</i> (Exhibit E) .....	8
Statement of Net Assets – Modified Cash Basis – <i>Proprietary Fund</i> (Exhibit F) .....	9
Statement of Revenues, Expenses, and Changes in Fund Net Assets – Modified Cash Basis – <i>Proprietary Fund</i> (Exhibit G) .....	10
Statement of Cash Flows – Modified Cash Basis – <i>Proprietary Fund</i> (Exhibit H) .....	11
Notes to Basic Financial Statements .....	12-19
SUPPLEMENTARY INFORMATION	
Combining Balance Sheet – Cash Basis – <i>Non-Major Governmental Funds</i> (Schedule 1) .....	20

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances –  
Cash Basis – *Non-Major Governmental Funds*  
(Schedule 2) .....21

Statement of Expenditures – Budget and Actual – Cash Basis –  
*Non-Major Governmental Funds*  
(Schedule 3) .....22

Property Tax Levies, Rates, Extensions, and Collections  
(Table 1).....23



2507 South Neil St.  
Champaign, Illinois 61820  
Phone 217.351.2000  
Fax 217.351.7726  
www.mhfa.net

## INDEPENDENT AUDITORS' REPORT

Board of Village Trustees  
Village of Sidney, Illinois  
Sidney, Illinois

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 Sidney, Illinois as of and for the year ended April 30, 2006, which collectively comprise the Village's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the Village's management. Our responsibility is to express opinions on the 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.

As described in Note 1, the Village prepares its financial statements on the cash basis for governmental activities and governmental funds and the modified cash basis for business-type activities and the proprietary fund. These are comprehensive bases of accounting other than accounting principles generally accepted in the United States of America.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position - cash basis or modified cash basis, as appropriate, of the governmental activities, the business type activities, each major fund, and the aggregate remaining fund information of the Village of Sidney, Illinois as of April 30, 2006, and the respective changes in financial position - cash basis or modified cash basis, as appropriate, and cash flows - modified cash basis, where appropriate, thereof and the budgetary comparisons for the General Corporate Fund and Motor Fuel Tax Fund for the year then ended on the bases of accounting described in Note 1.



CERTIFIED PUBLIC ACCOUNTANTS AND CONSULTANTS

Our audit was made for the purpose of forming opinions on the financial statements that collectively comprise the Village of Sidney, Illinois' basic financial statements. The supplementary information contained in Schedules 1 through 3 and Table 1 is presented for purposes of additional analysis and is not a required part of the basic financial statements of the Village of Sidney, Illinois. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

The Village of Sidney, Illinois has not presented the management's discussion and analysis that accounting principles generally accepted in the United States of America, as applicable to the cash and modified cash basis of accounting, has determined is necessary to supplement, although not required to be part of, the basic financial statements.

*Marta Hood, Finance Controller, LLC*

June 23, 2006

## VILLAGE OF SIDNEY, ILLINOIS

Statement of Net Assets - Cash Basis (Governmental Activities) and  
Modified Cash Basis (Business-type Activities)

April 30, 2006

	<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Total</u>
<b>Assets</b>			
Cash and Cash Equivalents	\$ 133,656	\$ 156,879	\$ 290,535
Property and Equipment, Net of Accumulated Depreciation:			
Land (Not Being Depreciated)	-	30,480	30,480
Waterworks System and Equipment	-	430,946	430,946
 Total Assets	 <u>133,656</u>	 <u>618,305</u>	 <u>751,961</u>
<b>Liabilities</b>			
	<u>-</u>	<u>-</u>	<u>-</u>
<b>Net Assets</b>			
Invested in Capital Assets	-	461,426	461,426
Restricted for:			
Unspent Levy Allocations	841	-	841
Streets and Alleys	27,108	-	27,108
Unrestricted	<u>105,707</u>	<u>156,879</u>	<u>262,586</u>
 Total Net Assets	 <u>\$ 133,656</u>	 <u>\$ 618,305</u>	 <u>\$ 751,961</u>

The notes following Exhibit H are an integral part of this financial statement.

VILLAGE OF SIDNEY, ILLINOIS

Statement of Activities - Cash Basis (Governmental Activities) and  
Modified Cash Basis (Business-type Activities)

For the Year Ended April 30, 2006

	Total	Business-type Activities Water Operations
<b>Expenses</b>		
Salaries and Wages	\$ 97,186	\$ 26,780
Materials and Supplies	45,701	12,252
Contractual Services	170,851	68,440
Depreciation	43,184	43,184
Capital Outlay	7,950	-
Other	6,843	3,252
Total Expenses	371,715	153,908
<b>Program Revenues</b>		
User Fees	189,685	177,969
Capital Grants Restricted to Programs	12,791	-
Net Program Expense (Revenues)	169,239	(24,061)
<b>General Revenues and Transfers</b>		
General Revenues:		
Taxes:		
Income Tax	80,648	-
Property Taxes	48,541	-
Motor Fuel Tax	30,707	-
Sales Tax	28,964	-
Road and Bridge Allocation	18,994	-
Use Tax	12,685	-
Municipal Utility Tax	6,059	-
Other Taxes	1,861	-
Interest Income	6,585	3,512
Licenses and Permits	2,904	-
Fines	291	-
Other	1,670	-
Transfers	-	673
Total General Revenues and Transfers	239,909	4,185
<b>Change in Net Assets</b>	70,670	28,246
<b>Net Assets, May 1, 2005,</b>	681,291	590,059
<b>Net Assets, April 30, 2006</b>	\$ 751,961	\$ 618,305

Total	Governmental Activities			
	General Government	Public Works	Recreation	Public Safety
\$ 70,406	\$ 19,140	\$ 51,266	\$ -	\$ -
33,449	6,746	9,120	17,583	-
102,411	32,347	40,366	17,536	12,162
-	-	-	-	-
7,950	7,950	-	-	-
3,591	3,591	-	-	-
<u>217,807</u>	<u>69,774</u>	<u>100,752</u>	<u>35,119</u>	<u>12,162</u>
11,716	-	-	11,716	-
12,791	12,791	-	-	-
<u>193,300</u>	<u>\$ 56,983</u>	<u>\$ 100,752</u>	<u>\$ 23,403</u>	<u>\$ 12,162</u>

80,648
48,541
30,707
28,964
18,994
12,685
6,059
1,861
3,073
2,904
291
1,670
(673)
<u>235,724</u>
42,424
<u>91,232</u>
<u>\$ 133,656</u>

The notes following Exhibit H are an integral part of this financial statement.

VILLAGE OF SIDNEY, ILLINOIS  
 Combined Balance Sheet - Cash Basis

*Governmental Funds*

April 30, 2006

	General Corporate Fund	Motor Fuel Tax Fund	Other Governmental Funds	Total
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
ASSETS				
Cash and Cash Equivalents	\$ 105,707	\$ 27,108	\$ 841	\$ 133,656
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
LIABILITIES AND FUND BALANCES				
<b>Liabilities</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<b>Fund Balances</b>				
Unreserved, Reported in:				
General Corporate Fund	105,707	-	-	105,707
Special Revenue Funds	-	27,108	841	27,949
Total Fund Balances	<u>105,707</u>	<u>27,108</u>	<u>841</u>	<u>133,656</u>
 Total Liabilities and Fund Balances	 <u>\$ 105,707</u>	 <u>\$ 27,108</u>	 <u>\$ 841</u>	 <u>133,656</u>
 <b>Reconciliation to the Statement of Net Assets</b>				
Differences				<u>-</u>
 Net Assets of Governmental Activities				 <u>\$ 133,656</u>

The notes following Exhibit H are an integral part of this financial statement.

## VILLAGE OF SIDNEY, ILLINOIS

Combined Statement of Revenues, Expenditures, and  
Changes in Fund Balances - Cash Basis

## Governmental Funds

For the Year Ended April 30, 2006

	General Corporate Fund	Motor Fuel Tax Fund	Other Governmental Funds	Total
<b>Revenue</b>				
<i>Local Taxes</i>				
Property Tax	\$ 16,984	\$ -	\$ 31,557	\$ 48,541
Municipal Utility Tax	6,059	-	-	6,059
Road and Bridge Allocation	18,994	-	-	18,994
<i>State Taxes</i>				
Income Tax	80,648	-	-	80,648
Motor Fuel Tax	-	30,707	-	30,707
Sales Tax	28,964	-	-	28,964
Use Tax	12,685	-	-	12,685
Other Taxes	1,861	-	-	1,861
<i>Intergovernmental Revenue</i>				
Flood Plain Management Grant	12,791	-	-	12,791
<i>Other</i>				
Charges for Service	11,716	-	-	11,716
Licenses and Permits	2,904	-	-	2,904
Fines	291	-	-	291
Interest Income	2,904	169	-	3,073
Miscellaneous	1,670	-	-	1,670
Total Revenue	<u>198,471</u>	<u>30,876</u>	<u>31,557</u>	<u>260,904</u>
<b>Expenditures</b>				
<i>Current</i>				
General Government	41,574	-	20,250	61,824
Public Works	87,517	13,235	-	100,752
Recreation	17,693	-	17,426	35,119
Public Safety	12,162	-	-	12,162
<i>Capital Outlay</i>				
	7,950	-	-	7,950
Total Expenditures	<u>166,896</u>	<u>13,235</u>	<u>37,676</u>	<u>217,807</u>
<b>Excess (Deficit) of Revenue Over Expenditures</b>	<u>31,575</u>	<u>17,641</u>	<u>(6,119)</u>	<u>43,097</u>
<b>Transfers</b>				
Transfers In	232	-	4,104	4,336
Transfers Out	(4,777)	(232)	-	(5,009)
Net Transfer In (Out)	<u>(4,545)</u>	<u>(232)</u>	<u>4,104</u>	<u>(673)</u>
<b>Excess (Deficit) of Revenue and Transfers In over Expenditures and Transfers Out</b>	<u>27,030</u>	<u>17,409</u>	<u>(2,015)</u>	<u>42,424</u>
<b>Fund Balances, May 1, 2005</b>	<u>78,677</u>	<u>9,699</u>	<u>2,856</u>	<u>91,232</u>
<b>Fund Balances, April 30, 2006</b>	<u>\$ 105,707</u>	<u>\$ 27,108</u>	<u>\$ 841</u>	<u>\$ 133,656</u>
<b>Reconciliation to the Statement of Activities:</b>				
Excess (Deficit) of Revenue and Transfers In over Expenditures and Transfers Out				\$ 42,424
Differences				-
Change in Net Assets of Governmental Activities				<u>\$ 42,424</u>

The notes following Exhibit H are an integral part of this financial statement.

## VILLAGE OF SIDNEY, ILLINOIS

## Statement of Expenditures - Budget and Actual - Cash Basis

## Major Governmental Funds

For the Year Ended April 30, 2006

	Budget		Actual	Variance
	Original	Final		
<b>General Corporate Fund Expenditures</b>				
<i>Current</i>				
General Government:				
Salaries and Wages	\$ 16,000	\$ 16,000	\$ 12,090	\$ 3,910
Materials and Supplies	12,500	12,500	6,746	5,754
Contractual Services	26,300	26,300	19,147	7,153
Other	18,000	18,000	3,591	14,409
Total General Government Expenditures	<u>72,800</u>	<u>72,800</u>	<u>41,574</u>	<u>31,226</u>
Public Works:				
Salaries and Wages	55,000	55,000	51,266	3,734
Materials and Supplies	18,500	18,500	9,031	9,469
Contractual Services	105,500	105,500	27,220	78,280
Total Public Works Expenditures	<u>179,000</u>	<u>179,000</u>	<u>87,517</u>	<u>91,483</u>
Recreation:				
Materials and Supplies	18,000	18,000	17,583	417
Contractual Services	-	-	110	(110)
Total Recreation Expenditures	<u>18,000</u>	<u>18,000</u>	<u>17,693</u>	<u>307</u>
Public Safety	<u>21,100</u>	<u>21,100</u>	<u>12,162</u>	<u>8,938</u>
<i>Capital Outlay</i>	<u>67,000</u>	<u>67,000</u>	<u>7,950</u>	<u>59,050</u>
Total General Corporate Fund Expenditures	<u>\$ 357,900</u>	<u>\$ 357,900</u>	<u>\$ 166,896</u>	<u>\$ 191,004</u>
<b>Motor Fuel Tax Fund Expenditures</b>				
<i>Current</i>				
Public Works:				
Materials and Supplies	\$ -	\$ -	\$ 89	\$ (89)
Contractual Services	<u>65,000</u>	<u>65,000</u>	<u>13,146</u>	<u>51,854</u>
Total Motor Fuel Tax Fund Expenditures	<u>\$ 65,000</u>	<u>\$ 65,000</u>	<u>\$ 13,235</u>	<u>\$ 51,765</u>

The notes following Exhibit H are an integral part of this financial statement.

VILLAGE OF SIDNEY, ILLINOIS

Statement of Net Assets - Modified Cash Basis

Proprietary Fund

April 30, 2006

	<u>Enterprise Fund</u>
	<u>Water Fund</u>
<b>ASSETS</b>	
<b>Current Assets</b>	
Cash and Cash Equivalents	\$ 156,879
<b>Property and Equipment, Net of Accumulated Depreciation</b>	
Land (Not Being Depreciated)	30,480
Waterworks System and Equipment	430,946
Total Property and Equipment, Net	<u>461,426</u>
Total Assets	<u>\$ 618,305</u>
<b>LIABILITIES AND NET ASSETS</b>	
<b>Liabilities</b>	<u>\$ -</u>
<b>Net Assets</b>	
Invested in Capital Assets	461,426
Unrestricted	156,879
Total Net Assets	<u>618,305</u>
Total Liabilities and Net Assets	<u>\$ 618,305</u>

The notes following Exhibit H are an integral part of this financial statement.

## VILLAGE OF SIDNEY, ILLINOIS

Statement of Revenues, Expenses, and  
Changes in Fund Net Assets - Modified Cash Basis*Proprietary Fund*

For the Year Ended April 30, 2006

	<u>Enterprise Fund</u> <u>Water Fund</u>
<b>Operating Revenue</b>	
User Fees	\$ 177,969
<b>Operating Expenses</b>	
Contractual Services	68,440
Depreciation	43,184
Salaries and Wages	26,780
Materials and Supplies	12,252
Other	3,252
Total Operating Expenses	<u>153,908</u>
<b>Operating Income</b>	24,061
<b>Non-Operating Revenue</b>	
Interest Income	<u>3,512</u>
<b>Income Before Transfers In</b>	27,573
<b>Transfers In</b>	<u>673</u>
<b>Change in Net Assets</b>	28,246
<b>Net Assets, May 1, 2005</b>	<u>590,059</u>
<b>Net Assets, April 30, 2006</b>	<u><u>\$ 618,305</u></u>

The notes following Exhibit H are an integral part of this financial statement.

## VILLAGE OF SIDNEY, ILLINOIS

## Statement of Cash Flows - Modified Cash Basis

*Proprietary Fund*

For the Year Ended April 30, 2006

	<u>Enterprise Funds</u>
	<u>Water Fund</u>
<b>Cash Flows from Operating Activities</b>	
Receipts from Customers	\$ 177,969
Payments to Vendors	(83,944)
Payments to Employees	(26,780)
Net Cash Provided by Operating Activities	<u>67,245</u>
<b>Cash Flows from Non-Capital Financing Activities</b>	
Operating Transfers from Other Funds	673
<b>Cash Flows from Capital and Related Financing Activities</b>	
Purchase of Water Plant and Equipment	(1,204)
<b>Cash Flows from Investing Activities</b>	
Receipts of Interest	<u>3,512</u>
<b>Net Increase in Cash and Cash Equivalents</b>	70,226
<b>Cash and Cash Equivalents, May 1, 2005</b>	<u>86,653</u>
<b>Cash and Cash Equivalents, April 30, 2006</b>	<u><u>\$ 156,879</u></u>
<b>Reconciliation of Operating Income</b>	
<b>to Net Cash Provided by Operating Activities</b>	
Operating Income	\$ 24,061
Adjustment to Reconcile Operating Income to Net Cash	
Provided by Operating Activities:	
Depreciation	43,184
Net Cash Provided by Operating Activities	<u><u>\$ 67,245</u></u>

The notes following this Exhibit are an integral part of this financial statement.

VILLAGE OF SIDNEY, ILLINOIS

Notes to Financial Statements

April 30, 2006

**1. Summary of Significant Accounting Policies**

As discussed further in Note 1(c), these financial statements for the governmental activities and the governmental funds are presented on the cash basis of accounting and the financial statements for the business-type activities and the proprietary fund are presented on the modified cash basis of accounting. These bases of accounting differ from accounting principles generally accepted in the United States of America (GAAP). GAAP include all relevant Governmental Accounting Standards Board (GASB) pronouncements. In the government-wide financial statements and the fund financial statements for the proprietary fund, Financial Accounting Standards Board (FASB) pronouncements and Accounting Principles Board (APB) opinions issued on or before November 30, 1989, have been applied, to the extent they are applicable to the modified cash basis of accounting, unless those pronouncements conflict with or contradict GASB pronouncements, in which case GASB prevails.

a. Financial Reporting Entity

The Village's financial reporting entity is composed of a single primary government and no component units. In determining the financial reporting entity, the Village complies with the provisions of GASB Statement No. 14, *The Financial Reporting Entity*.

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. The statements distinguish between governmental and business-type activities. 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.
- 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.

The funds of the financial reporting entity are described below:

*Governmental Funds*

General Corporate Fund – The General Corporate 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 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 fund, which is reported as a major fund:

Fund	Brief Description
Motor Fuel Tax Fund	Accounts for motor fuel tax provided by the State of Illinois and expenditures paid for road repair and replacement

The reporting entity also includes the following special revenue funds, which are reported as non-major funds:

Fund	Brief Description
Audit Fund	Accounts for property tax received and expenditures paid for the annual audit as outlined in the annual tax levy
Liability Insurance Fund	Accounts for property tax received and expenditures paid for liability insurance as outlined in the annual tax levy
Library Fund	Accounts for property tax received and expenditures paid for library activities as outlined in the annual tax levy
Social Security Fund	Accounts for property tax received and expenditures paid for payroll taxes as outlined in the annual tax levy

*Proprietary Funds*

Enterprise Fund – An Enterprise fund is used to account for business-like activities provided to the general public. These activities are financed primarily 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 fund that is reported as a major fund:

Fund	Brief Description
Water Fund	Accounts for the activities of providing water service to the residents of the Village

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.

*Measurement Focus*

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, within the limitations of the cash and modified cash bases of accounting, as defined in item “b” below.

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

- a. All governmental funds utilize a “current financial resources” measurement focus. Only current financial assets and liabilities are generally included on their balance sheets. Their operating statements present sources and uses of available spendable financial resources during a given period. These funds use fund balance as their measure of available spendable financial resources at the end of the period.
- b. The proprietary fund utilizes an “economic resources” measurement focus. The accounting objectives of this measurement focus are the determination of operating income, changes in net assets (or cost recovery), financial position, and cash flows. All assets and liabilities (whether current or non-current, financial, or non-financial) associated with their activities are reported. Proprietary fund equity is classified as net assets.

#### *Basis of Accounting*

In the government-wide Statement of Net Assets and Statement of Activities and the governmental funds financial statements, governmental activities are presented using the cash basis of accounting. This basis measures and reports cash and cash equivalents and changes in cash and cash equivalents resulting from cash receipts and disbursements. This basis is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

In the government-wide Statement of Net Assets and Statement of Activities and the proprietary fund financial statements, business-type activities are presented using the modified cash basis of accounting. This basis recognizes assets, liabilities, net assets/fund equity, revenues, and expenditures/expenses when they result from cash transactions with a provision for depreciation for the business-type activities in the government-wide statements and for proprietary fund statements. This basis is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

As a result of using the cash and modified cash bases of accounting, certain assets and their related revenues (such as accounts receivable and revenue for billed or provided services not yet collected) and certain liabilities and their related expenses (such as accounts payable and expenses for goods or services received but not yet paid, and accrued expenses and liabilities) *are not recorded* in these financial statements.

If the Village utilized the basis of accounting recognized as generally accepted in the United States of America, the fund financial statements for governmental funds would use the modified accrual basis of accounting, while the fund financial statements for the proprietary fund type would use the accrual basis of accounting. All government-wide financial statements would be presented on the accrual basis of accounting.

d. Cash and Cash Equivalents

Cash and cash equivalents includes deposits at financial institutions in checking accounts and money market mutual funds.

e. Property and Equipment

Proprietary fund property and equipment is valued at historical cost or estimated historical cost, if actual historical cost is not available. Donated property and equipment is valued at estimated fair value at the date of donation. Depreciation is computed using the straight-line method over estimated useful lives ranging from five to twenty-six years.

The governmental activities do not capitalize or depreciate property and equipment, including infrastructure.

f. Restricted Net Assets

Assets that are not available to finance general operations of the Village are reported as restricted on the statement of net assets. The Village's policy is to apply restricted resources first when an expense is incurred for a purpose for which restricted and unrestricted net assets are available.

g. Program Revenues

Program Revenues on the statement of activities include the following:

*Governmental Activities*

User Fees	Fees paid by the public for activities related to the park and miscellaneous food and beverage vending
-----------	--

Capital Grant	Grant used for the purchase of property.
---------------	--

*Business-Type Activities*

User Fees	Fees paid by the public for water usage
-----------	---

h. Operating and Non-Operating Revenues and Expenses of Proprietary Funds

Operating revenues and expenses for proprietary funds are those that result from providing services. It also includes all revenue and expenses not related to capital and related financing, non-capital financing, or investing activities.

i. Estimates

These financial statements include estimates and assumptions made by the Village's management that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

**2. Legal Budgets**

Legal budgets are prepared in the form of an appropriations ordinance for Village funds using the same accounting basis and practices as are used to account for and prepare financial reports. Unexpended appropriations lapse at the end of the fiscal year. Once a budget is approved, it can be amended at the function and fund level by approval of a majority of the members of the Board of Village Trustees after a public notice and hearing. Appropriation transfers between budget line items may be presented to the Board at their regular meetings. Each transfer must have Board approval. Such transfers are made before the fact and are reflected in the official minutes of the Board. There were no transfers made after fiscal year-end, as dictated by law.

A comparison of budget to actual expenditures is provided for the major governmental funds, which consists of the General Corporate Fund and the Motor Fuel Tax Fund. As supplementary information, a budget to actual comparison is also provided for the non-major governmental funds since a legal budget was passed for those funds.

**3. Property Taxes**

The Village's property tax is levied each year on all taxable real property located in the Village on or before the last Tuesday in December. The Board of Trustees passed the 2005 tax levy on December 6, 2005. Property taxes attach as an enforceable lien on property as of January 1 and are payable in two installments on June 1 and September 1. The Village receives significant distributions of tax receipts approximately one month after these due dates. Property tax receipts in these financial statements are from the 2004 tax levy.

**4. Cash and Cash Equivalents**

The Village is authorized to invest excess funds in instruments outlined under Chapter 30, Section 235 of the Illinois Compiled Statutes. Such instruments include obligations of the U.S. Treasury, savings accounts, certificates of deposit, and money market mutual funds.

### *Custodial Credit Risk – Bank Deposits*

Custodial credit risk is the risk that in the event of a bank failure, the Village's deposits may not be returned to it. The Village's investment policy addresses custodial credit risk by requiring collateral pledges from financial institution holding deposits in excess of Federal Depository Insurance Corporation limits. At April 30, 2006, \$191,553 of the Village's bank balance of \$291,553 was exposed to custodial credit risk. The entire balance exposed to custodial credit risk was collateralized by securities pledged by the Village's financial institution. The pledged securities, which had a fair value of \$873,721 at April 30, 2006, are held by a third party, but are not held in the Village's name.

### **5. Property and Equipment**

The following is a summary of the changes in the property and equipment of the business-type activities for the year ended April 30, 2006:

	April 30, 2005	Additions	Retirements	April 30, 2006
Land (Not Depreciable)	\$ 30,480	\$ -	\$ -	\$ 30,480
Depreciable Property and Equipment:				
Waterworks System and Equipment	1,102,293	1,204	-	1,103,497
Less: Accumulated Depreciation	<u>629,367</u>	<u>43,184</u>	<u>-</u>	<u>672,551</u>
Property and Equipment, Net	<u>\$ 503,406</u>	<u>\$ (41,980)</u>	<u>\$ -</u>	<u>\$ 461,426</u>

Depreciation expense for 2006 was charged to the Water activity in the amount of \$43,184.

### **6. Restricted Net Assets**

At April 30, 2006, the Village had \$841 restricted for future audit expenses. These funds are from property taxes levied by the Village and are legally restricted for use for these purposes. The Village also had \$27,108 restricted at April 30, 2006 for future street and alley maintenance expenses. These funds are from the motor fuel taxes provided by the State of Illinois and restricted for that purpose.

**7. Interfund Transfers**

The following is a schedule of interfund transfers made during the fiscal year:

	<u>Transfer In</u>	<u>Transfer Out</u>
Governmental Funds:		
General Corporate Fund	\$ 232	\$ 4,777
Motor Fuel Tax	-	232
Non-major Governmental Funds	4,104	-
Total Governmental Funds	<u>4,336</u>	<u>5,009</u>
Enterprise Fund:		
Water Fund	673	-
Total All Funds	<u>\$ 5,009</u>	<u>\$ 5,009</u>

The purpose of the transfers from the General Corporate Fund to the Liability Insurance and Social Security Funds was to cover necessary expenditures in these funds as deemed appropriate by the Village Board. The transfer from the General Corporate Fund to the Water Fund was for miscellaneous Water Fund expenses. The transfer from the Motor Fuel Tax Fund to the General Corporate Fund was for street maintenance expenses paid by the General Corporate Fund. These are non-recurring items.

**8. Risk of Loss**

Significant losses are covered by commercial insurance for property, liability, and workers compensation. During the year ended April 30, 2006, there were no significant reductions in coverage. Also, there have been no settlement amounts that have exceeded insurance coverage in the past three years.

**9. Commitment**

During the year ended April 30, 2006, the Board approved the purchase of a new backhoe not to exceed \$55,000. The Water Fund and the General Fund will each pay for fifty percent of the expenditure. The Village also entered into an intergovernmental agreement with the Sidney Fire Protection District (District) under which the District will provide ESDA support for the Village for a period of two years. The Village will pay the District \$3,500 annually for this service. These services will begin in fiscal year 2007 and will be paid for from the General Corporate Fund.

VILLAGE OF SIDNEY, ILLINOIS  
 Combining Balance Sheet - Cash Basis

*Non-Major Governmental Funds*

April 30, 2006

	Audit Fund	Liability Insurance Fund	Library Fund	Social Security Fund	Total
<b>ASSETS</b>					
Cash and Cash Equivalents	\$ 841	\$ -	\$ -	\$ -	\$ 841
<b>LIABILITIES AND FUND BALANCES</b>					
<b>Liabilities</b>	\$ -	\$ -	\$ -	\$ -	\$ -
<b>Fund Balances</b>					
Unreserved, Reported in:					
Special Revenue Funds	841	-	-	-	841
<b>Total Liabilities and Fund Balances</b>	<u>\$ 841</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 841</u>

## VILLAGE OF SIDNEY, ILLINOIS

Combining Statement of Revenues, Expenditures, and  
Changes in Fund Balances - Cash Basis*Non-Major Governmental Funds*

For the Year Ended April 30, 2006

	Audit Fund	Liability Insurance Fund	Library Fund	Social Security Fund	Total
<b>Revenue</b>					
<i>Local Taxes</i>					
Property Tax	\$ 3,689	\$ 4,978	\$ 17,422	\$ 5,468	\$ 31,557
<b>Expenditures</b>					
<i>Current</i>					
General Government	5,700	7,500	-	7,050	20,250
Recreation	-	-	17,426	-	17,426
Total Expenditures	5,700	7,500	17,426	7,050	37,676
<b>Excess (Deficit) of Revenue Over Expenditures</b>	(2,011)	(2,522)	(4)	(1,582)	(6,119)
<b>Transfers In</b>	-	2,522	-	1,582	4,104
<b>Excess (Deficit) of Revenues and Transfers In over Expenditures</b>	(2,011)	-	(4)	-	(2,015)
<b>Fund Balances, May 1, 2005</b>	2,852	-	4	-	2,856
<b>Fund Balances, April 30, 2006</b>	\$ 841	\$ -	\$ -	\$ -	\$ 841

## VILLAGE OF SIDNEY, ILLINOIS

## Statement of Expenditures - Budget and Actual - Cash Basis

*Non-Major Governmental Funds*

For the Year Ended April 30, 2006

	Budget		Actual	Variance
	Original	Final		
<b>Audit Fund Expenditures</b>				
<i>Current</i>				
General Government:				
Contractual Services	\$ 9,000	\$ 9,000	\$ 5,700	\$ 3,300
<b>Liability Insurance Fund Expenditures</b>				
<i>Current</i>				
General Government:				
Contractual Services	\$ 10,000	\$ 10,000	\$ 7,500	\$ 2,500
<b>Library Fund Expenditures</b>				
<i>Current</i>				
Recreation:				
Contractual Services	\$ 25,300	\$ 25,300	\$ 17,426	\$ 7,874
<b>Social Security Fund Expenditures</b>				
<i>Current</i>				
General Government:				
Salary and Wages	\$ 8,500	\$ 8,500	\$ 7,050	\$ 1,450

## VILLAGE OF SIDNEY, ILLINOIS

## Property Tax Levies, Rates, Extensions, and Collections

For the Four Years Ended April 30

Fiscal Year of Receipt Levy Year	2007 <u>2005</u>	2006 <u>2004</u>	2005 <u>2003</u>	2004 <u>2002</u>
<b>Assessed Valuations</b>	<u>\$ 14,038,719</u>	<u>\$ 12,353,841</u>	<u>\$ 11,902,226</u>	<u>\$ 11,761,848</u>
<b>Tax Levies</b>				
General	\$ 17,800	\$ 17,000	\$ 16,300	\$ 15,200
Library	18,000	17,500	16,700	16,000
Audit	1,000	3,700	3,500	3,500
Insurance	7,500	5,000	5,000	5,000
Social Security	6,700	5,500	5,000	5,000
Total Tax Levies	<u>\$ 51,000</u>	<u>\$ 48,700</u>	<u>\$ 46,500</u>	<u>\$ 44,700</u>
<b>Tax Rates</b>				
General	0.1268	0.1376	0.1367	0.1282
Library	0.1282	0.1417	0.1401	0.1349
Audit	0.0071	0.0300	0.0294	0.0295
Insurance	0.0534	0.0405	0.0419	0.0421
Social Security	0.0477	0.0445	0.0419	0.0421
Total Tax Rates	<u>0.3632</u>	<u>0.3943</u>	<u>0.3900</u>	<u>0.3768</u>
<b>Tax Extensions</b>				
General	\$ 17,801	\$ 16,999	\$ 16,270	\$ 15,078
Library	17,998	17,505	16,675	15,867
Audit	997	3,706	3,499	3,470
Insurance	7,497	5,003	4,987	4,952
Social Security	6,696	5,497	4,987	4,952
Total Tax Extensions	<u>\$ 50,989</u>	<u>\$ 48,710</u>	<u>\$ 46,418</u>	<u>\$ 44,319</u>
<b>Tax Collections</b>				
General		\$ 16,984	\$ 16,640	\$ 15,119
Library		17,422	16,585	15,887
Audit		3,689	3,481	3,475
Insurance		4,978	4,959	4,957
Social Security		5,468	4,964	4,961
Total Tax Collections		<u>\$ 48,541</u>	<u>\$ 46,629</u>	<u>\$ 44,399</u>
<b>Percentage of Extension Collected</b>		<u>99.65%</u>	<u>100.45%</u>	<u>100.18%</u>