



Toll-Free Local Government Assistance Hotline (877) 304-3899  
St Joseph Village (010/105/32)  
Fiscal Year 2006

## Confirmation of 2006 AFR Submission

St. Joseph Village (010/105/32) has successfully submitted their 2006 Annual Financial Report to the Office of the State Comptroller on 01/08/2007

### Instructions of Printing a Hard Copy of Your Report

To print a hard copy of your report, click [here](#). After the report is displayed in the browser's window, click on the "Printer" icon in the applet's window (not the printer icon on your browser). When the Print Dialog Box is displayed, click on the "Properties" button, select Landscape, and click on the "OK" button. Finally, click on the "OK" button again. **DO NOT** close the browser until the report is completely printed or your report will not get printed.

# FY 2006 Annual Financial Report

## Multi-Purpose Long Form

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*Mary Nelson*  
 CHAMPAIGN COUNTY CLERK

Unit Name: St. Joseph Village

County: CHAMPAIGN

Unit Code: 010/105/32

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

Written signature of government official  
 Billy Jo Hackler, Mayor  
 Please Sign

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):	
Billy Jo	Hackler	Billy Jo	Hackler	Debbie	Routh
Mayor		Mayor		Treasurer	
207 E Lincoln St, PO Box 7019		207 E Lincoln St, PO Box 7019		207 E Lincoln St, PO Box 7019	
St. Joseph		St. Joseph		St. Joseph	
IL		IL		IL	
61873		61873		61873	
Phone: 2174697371		Phone 2174697371		Phone: 2174697371	
Fax: 2174697019		Fax 2174697019		Fax: 2174697019	
E-mail:		E-mail		E-mail:	

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.

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:

  0   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.

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

**B. Which type of accounting system does St. Joseph Village use:**

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

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

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

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

  X   G.O. Bonds        Revenue Bonds

       Alternate Revenue Bonds        Contractual Commitments

       Other

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

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

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

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

^What is the total population of St. Joseph Village?		3,825
What is the total EAV of St. Joseph Village?	\$	49,116,990
*How many full time employees are paid?		4
*How many part time employees are paid?		5
What is the total salary paid to all employees?	\$	271,343

^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	Appropriation	Type of Component Unit	FISCAL YEAR END	Enterprise Fund Type or Governmental Fund Type
<b>FUNDS SHOULD NOT BE LISTED HERE</b>				
St. Joseph Village	\$3,343,900		04/30	
<b>Total Appropriations</b>	\$3,343,900			

**STEP 7: AUDITS**

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

Firm Name:	Bray, Drake, Liles & Richardson LLP
CPA's first name:	Karl
CPA's last name:	Drake
CPA's Title:	Partner
Address:	1606 N. Willow View Road, Suite 1E
City:	Urbana
State:	IL
ZIP:	61802-7446
Phone:	2173370004
Fax:	2173375822
Email:	
State Registration Number:	0660002934

**STEP 8: OTHER GOVERNMENTS**

Indicate any payments St. Joseph 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	0
Federal government payroll taxes	21,714
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
Community Park Fund Fund	154,237	Special Revenue Fund	04/30
General Fund Fund	730,049	General Fund	04/30
Motor Fuel Tax Fund	168,744	Special Revenue Fund	04/30
Sewer Fund Fund	0	Enterprise Fund	04/30
<b>Total Expenditures</b>	<b>1,053,030</b>		

B. Does St. Joseph 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

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

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					
101t	Cash and Cash Equivalent	1,957,644	23,423	0	0
102t	Investments	450,000	650,000	0	0
115t	Receivables	397,975	49,485	0	0
109t	Inventories	0	0	0	0
112t	Other Assets (Explain)	13,127	979	0	0
<b>Non-Current Assets</b>					
Report In Whole Numbers					
116t	Capital Assets/Net of Accumulated Depreciation	585,428	236,641	0	0
117t	Other Capital Assets	108,267	134,766	0	0
120t	<b>TOTAL ASSETS</b>	<b>3,512,441</b>	<b>1,095,294</b>	<b>0</b>	<b>0</b>

**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					
122t	All Payables	128,148	10,560	0	0
132t	Deferred Revenues	120,781	0	0	0
138t	Other Liabilities (Explain)	16,555	9,666	0	0
<b>Non-Current/Long-Term Liabilities</b>					
Report In Whole Numbers					
129t	Due Within One Year	15,000	0	0	0
130t	Due Beyond One Year	1,835,000	0	0	0
131t	Other Non-Current/Long Term Liabilities	5,995	0	0	0
135t	<b>TOTAL LIABILITIES</b>	<b>2,121,479</b>	<b>20,226</b>	<b>0</b>	<b>0</b>

**Net Assets**

Code	Enter all Amounts in Whole Numbers	Governmental Activity	Business-Like Activity	Fiduciary	Discretely Presented Component Units
143t	Investments in Capital Assets/Net of Related Debt	-1,156,305	371,407	0	0
148t	Net Assets - Restricted	0	0	0	0
149t	Net Assets - Unrestricted	2,547,267	703,661	0	0
146t	<b>TOTAL NET ASSETS</b>	<b>1,390,962</b>	<b>1,075,068</b>	<b>0</b>	<b>0</b>
147t	<b>TOTAL LIABILITIES &amp; NET ASSETS</b>	<b>3,512,441</b>	<b>1,095,294</b>	<b>0</b>	<b>0</b>

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**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	
										Report In Whole Numbers
<b>Local Taxes</b>										
201t	Property Tax	236,214	0	0	0	0	0	0	0	0
202t	Local Sales Tax	0	0	0	0	0	0	0	0	0
203t	Utilities Tax	0	0	0	0	0	0	0	0	0
203a	Electric Utilities	0	0	0	0	0	0	0	0	0
203b	Water Utilities	0	0	0	0	0	0	0	0	0
203c	Communications Utilities	0	0	0	0	0	0	0	0	0
203d	Other Utilities Tax (Explain)	0	0	0	0	0	0	0	0	0
204t	Other Taxes (Explain)	0	0	0	0	0	0	0	0	0

**Intergovernmental Receipts & State or Federal Grants**

211t	State Income Tax	191,272	46,540	0	0	0	0	0	0	0
212t	State Sales Tax	189,886	0	0	0	0	0	0	0	0
213t	State Motor Fuel Tax	0	83,956	0	0	0	0	0	0	0
214t	State Replacement Tax	7,542	0	0	0	0	0	0	0	0
205t	State Gaming Tax(es)	0	0	0	0	0	0	0	0	0
215t	Other State Sources (Explain)	89,752	15,825	0	0	0	0	0	0	0
215a	General Support	0	0	0	0	0	0	0	0	0
215b	Public Welfare	0	0	0	0	0	0	0	0	0
215c	Health and/or Hospitals	0	0	0	0	0	0	0	0	0
215d	Streets and Highways	0	0	0	0	0	0	0	0	0
215e	Culture and Recreation	0	0	0	0	0	0	0	0	0
215f	Housing and Community Dev	0	0	0	0	0	0	0	0	0
215g	Water Supply System	0	0	0	0	0	0	0	0	0
215h	Electric/Gas Power System	0	0	0	0	0	0	0	0	0
215i	Mass Transit	0	0	0	0	0	0	0	0	0
215j	Other (Explain)	89,752	15,825	0	0	0	0	0	0	0
225t	Federal Sources	0	0	0	0	0	0	0	0	0
225a	General Support	0	0	0	0	0	0	0	0	0
225b	Public Welfare	0	0	0	0	0	0	0	0	0
225c	Health and/or Hospitals	0	0	0	0	0	0	0	0	0
225d	Streets and Highways	0	0	0	0	0	0	0	0	0
225e	Culture and Recreation	0	0	0	0	0	0	0	0	0
225f	Housing and Community Dev	0	0	0	0	0	0	0	0	0
225g	Water Supply System	0	0	0	0	0	0	0	0	0

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									
225ll	Electric/Gas Power System	0	0	0	0	0	0	0	0
225l	Mass Transit	0	0	0	0	0	0	0	0
225j	Other (Explain)	0	0	0	0	0	0	0	0
226f	Other Intergovernmental (Explain)	0	0	0	0	0	0	0	0

Other Sources

231t	Licenses and Permits	16,300	0	0	0	0	0	0	0
233t	Fines and Forfeitures	15,912	0	0	0	0	0	0	0
234t	Charges for Services	0	0	0	0	338,388	0	0	0
234a	Water Utilities	0	0	0	0	0	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	338,388	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	0	0	0	0	0	0	0	0
234k	Other (Explain)	0	0	0	0	0	0	0	0
235t	Interest	8,633	25,626	0	0	23,699	0	0	0
236t	Miscellaneous (Explain)	54,349	1,325	0	0	9,960	0	0	0
240t	Total Receipts and Revenue	809,860	173,272	0	0	372,047	0	0	0

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**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				
251t	General Government	385,734	0	0	0	0	0	0	0	0	0	0
251a	Financial Administration	0	0	0	0	0	0	0	0	0	0	0
251b	General Administrative Buildings	0	0	0	0	0	0	0	0	0	0	0
251c	Central Administration	385,734	0	0	0	0	0	0	0	0	0	0
251d	Other (Explain)	0	0	0	0	0	0	0	0	0	0	0
252t	Public Safety	109,924	0	0	0	0	0	0	0	0	0	0
252a	Police	91,226	0	0	0	0	0	0	0	0	0	0
252b	Fire	0	0	0	0	0	0	0	0	0	0	0
252c	Regulation - Building Inspection	0	0	0	0	0	0	0	0	0	0	0
252d	Other (Explain)	18,698	0	0	0	0	0	0	0	0	0	0
253t	Corrections	0	0	0	0	0	0	0	0	0	0	0
254t	Judiciary and Legal	0	0	0	0	0	0	0	0	0	0	0
255t	Transportation and Public Works	116,390	66,953	0	0	0	0	0	0	0	0	0
255a	Streets and Highways	116,390	66,953	0	0	0	0	0	0	0	0	0
255b	Airports	0	0	0	0	0	0	0	0	0	0	0
255c	Parking Meters	0	0	0	0	0	0	0	0	0	0	0
255d	Parking Facilities	0	0	0	0	0	0	0	0	0	0	0
255e	Other (Explain)	0	0	0	0	0	0	0	0	0	0	0
256t	Social Services	0	0	0	0	0	0	0	0	0	0	0
256a	Welfare	0	0	0	0	0	0	0	0	0	0	0
256b	Health (Other than hospitals)	0	0	0	0	0	0	0	0	0	0	0
256c	Hospital Operations	0	0	0	0	0	0	0	0	0	0	0
256d	Cemeteries	0	0	0	0	0	0	0	0	0	0	0
256e	Other (Explain)	0	0	0	0	0	0	0	0	0	0	0
257t	Culture and Recreation	0	841	0	0	0	0	0	0	0	0	0
257a	Library	0	0	0	0	0	0	0	0	0	0	0
257b	Parks	0	841	0	0	0	0	0	0	0	0	0
257c	Other (Explain)	0	0	0	0	0	0	0	0	0	0	0
258t	Housing	0	0	0	0	0	0	0	0	0	0	0
275t	Environment	0	0	0	0	0	0	0	0	0	0	0
275a	Sewage	0	0	0	0	0	0	0	0	0	0	0

Disbursements, Expenditures and Expenses

Code	Enter all Amounts in Whole Numbers	General	Special Revenue	Capital Projects	Debt Service	Report in Whole Numbers					Discretely Presented Component Units	
						Enterprise	Internal Service	Fiduciary				
275b	Solid Waste Management	0	0	0	0	0	0	0	0	0	0	0
275c	Other (Explain)	0	0	0	0	0	0	0	0	0	0	0
259f	Debt	68,786	0	0	0	0	0	0	0	0	0	0
259a	Interest	2,786	0	0	0	0	0	0	0	0	0	0
259b	Principal	66,000	0	0	0	0	0	0	0	0	0	0
271t	Public Utility Company	0	0	0	0	173,286	0	0	0	0	0	0
271a	Water	0	0	0	0	0	0	0	0	0	0	0
271b	Electric	0	0	0	0	0	0	0	0	0	0	0
271c	Transit	0	0	0	0	0	0	0	0	0	0	0
271d	Other (Explain)	0	0	0	0	173,286	0	0	0	0	0	0
272t	Depreciation	0	0	0	0	16,087	0	0	0	0	0	0
280t	Capital Outlay	49,215	255,187	0	0	0	0	0	0	0	0	0
260t	Other Expenditures (Explain)	0	0	0	0	0	0	0	0	0	0	0
270t	Total Expenditures/Expense	730,049	322,981	0	0	189,373	0	0	0	0	0	0

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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)	79,811	-149,709	0	0	182,674	0	0	0	0	
302t	Operating transfers in	0	0	0	0	0	0	0	0	0	
303t	Operating transfers out	0	0	0	0	0	0	0	0	0	
304t	Bond proceeds	0	1,850,000	0	0	0	0	0	0	0	
305t	Other (Explain)	0	0	0	0	0	0	0	0	0	
306t	Net increase(decrease) in fund balance (301t + 302t - 303t + 304t + 305t)	79,811	1,700,291	0	0	182,674	0	0	0	0	
307t	Previous year fund balance	492,040	259,728	0	0	840,514	0	0	0	0	
308t	Other (Explain)	-2,401	-1,023	0	0	51,880	0	0	0	0	
310t	Current Year Ending Fund Balance (306t + 307t + 308t)	569,450	1,958,996	0	0	1,075,068	0	0	0	0	

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 FY 2006 AFR  
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Statement of Indebtedness

Report in Whole Numbers

Debt Instruments for All Funds	Code	Outstanding Beginning of Year	Code	Issued Current Fiscal Year	Code	Retired Current Fiscal Year	Code	Outstanding End of Year
General Obligation Bonds	400	66,000	406	1,850,000	412	66,000	418	1,850,000
Water	400a	66,000	406a	0	412a	66,000	418a	0
Electric	400b	0	406b	0	412b	0	418b	0
Transportation	400c	0	406c	0	412c	0	418c	0
Housing	400d	0	406d	0	412d	0	418d	0
Other (Explain)	400e	0	406e	1,850,000	412e	0	418e	1,850,000
Revenue Bonds	401	0	407	0	413	0	419	0
Water	401a	0	407a	0	413a	0	419a	0
Electric	401b	0	407b	0	413b	0	419b	0
Transportation	401c	0	407c	0	413c	0	419c	0
Housing	401d	0	407d	0	413d	0	419d	0
Other (Explain)	401e	0	407e	0	413e	0	419e	0
Alternate Revenue Bonds	402	0	408	0	414	0	420	0
Contractual Commitments	403	0	409	0	415	0	421	0
Other (Explain)	404	0	410	0	416	0	422	0
<b>Total Debt</b>	<b>405</b>	<b>66,000</b>	<b>411</b>	<b>1,850,000</b>	<b>417</b>	<b>66,000</b>	<b>423</b>	<b>1,850,000</b>

General -  
 Sale of Assets - \$14,001  
 Franchise Fees - \$24,839  
 Miscellaneous - \$15,509

Special Revenue -  
 Miscellaneous - \$1,325

3084

Enterprise -  
 Miscellaneous - \$9,960  
 General -  
 Prior period adjustment  
 for prepaid insurance - \$10,348  
 Prior period adjustment  
 for accrued salaries - \$(12,749)

Special Revenue -  
 Prior period adjustment  
 for accrued salaries - \$(1,023)

Enterprise -  
 Prior period adjustment  
 for prepaid insurance - \$3,333  
 Prior period adjustment  
 for accrued salaries - \$(5,678)  
 Prior period adjustment  
 for fixed assets - \$54,225

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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	266,844
606t	Sanitation and Wastewater	0	0
607t	Parks and Recreation	0	183,703
608t	Housing and Community Development	0	0
609t	Highways, Roads and Bridges	0	120,699
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	0

\*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.

**VILLAGE OF ST. JOSEPH  
St. Joseph, Illinois**

**AUDIT REPORT**

**For the Fiscal Year Ended  
April 30, 2006**

**VILLAGE OF ST. JOSEPH, ILLINOIS**  
**AUDIT REPORT**  
**For the Fiscal Year Ended April 30, 2006**

**FILED**

JAN 10 2007

*Mark Sheldon*  
 CHAMPAIGN COUNTY CLERK

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# BRAY, DRAKE, LILES & RICHARDSON LLP

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**August 17, 2006**

**Honorable President and  
Board of Trustees  
Village of St. Joseph, Illinois  
Urbana, Illinois**

## Independent Auditor's Report

We have audited the accompanying financial statements of the governmental activities, the business-type activities, and each major fund of the Village of St. Joseph, 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 under "Basic Financial Statements". These financial statements are the responsibility of Village of St. Joseph, Illinois's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit 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 opinion.

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, and each major fund of the Village of St. Joseph, Illinois as of April 30, 2006, and the respective changes in financial position and cash flows, where applicable, thereof and the respective budgetary comparison for the General Fund and Major Special Revenue Fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Management's discussion and analysis is not a required part of the basic financial statements but is supplementary information required by accounting principles generally accepted in the United States of America. Management's discussion and analysis is not presented.

  
BRAY, DRAKE, LILES & RICHARDSON LLP

VILLAGE OF ST. JOSEPH, ILLINOIS

Exhibit I

STATEMENT OF NET ASSETS

APRIL 30, 2006

	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total</u>
<b><u>ASSETS</u></b>			
Cash and equivalents	\$ 1,957,644	\$ 23,423	\$ 1,981,067
Investments	450,000	650,000	1,100,000
Receivables, Net of Uncollectible Amounts:			
Intergovernmental	149,487	-	149,487
Property Taxes	248,011	-	248,011
Other	477	49,485	49,962
Prepaid Expenses	10,773	3,333	14,106
Internal Balances	2,354	(2,354)	-
Capital Assets not being Depreciated	585,428	236,641	822,069
Capital Assets, Net of Accumulated Depreciation	<u>108,267</u>	<u>134,766</u>	<u>243,033</u>
 Total Assets	 <u>\$ 3,512,441</u>	 <u>\$ 1,095,294</u>	 <u>\$ 4,607,735</u>
<b><u>LIABILITIES:</u></b>			
Accounts Payable	\$ 128,148	\$ 10,560	\$ 138,708
Accrued Salaries	16,555	5,466	22,021
Customer Deposits	-	4,200	4,200
Deferred Revenues	120,781	-	120,781
Current Portion of Genral Obligation Bonds	15,000	-	15,000
Non-Current Liabilities:			
Accrued Compensated Absences	5,995	-	5,995
General Obligation Bonds	<u>1,835,000</u>	<u>-</u>	<u>1,835,000</u>
 Total Liabilities	 <u>\$ 2,121,479</u>	 <u>\$ 20,226</u>	 <u>\$ 2,141,705</u>
<b><u>NET ASSETS:</u></b>			
Invested in Capital Assets, net of related debt	(1,156,305)	371,407	(784,898)
Unrestricted	<u>2,547,267</u>	<u>703,661</u>	<u>3,250,928</u>
 Total Net Assets	 <u>\$ 1,390,962</u>	 <u>\$ 1,075,068</u>	 <u>\$ 2,466,030</u>

The Notes to Financial Statements are an integral Part of this statement.

VILLAGE OF ST. JOSEPH, ILLINOIS  
STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED APRIL 30, 2006

Exhibit II

	Program Revenues			Net (Expenses) Revenues and Changes in Net Assets	
	Charges for Services	Operating Grants and Contributions	Capital Grants & Contributions	Governmental Activities	Business-Type Activities
<b>FUNCTIONS / PROGRAMS</b>					
<b>GOVERNMENTAL ACTIVITIES:</b>					
General Government	\$ (397,016)	\$ -	\$ -	(364,754)	(364,754)
Justice & Public Safety	(116,592)	-	-	(116,592)	(116,592)
Culture & Recreation	(5,915)	-	-	(5,915)	(5,915)
Streets	(178,766)	-	-	(178,766)	(178,766)
Interest on long-term debt	(2,786)	-	-	(2,786)	(2,786)
Total Governmental Activities	(701,075)	32,262	-	(668,813)	(668,813)
<b>BUSINESS-TYPE ACTIVITIES:</b>					
Enterprise Fund-Sewer	(189,373)	338,388	-	-	149,015
Total Business-Type Activities	(189,373)	338,388	-	-	149,015
Total Government	(890,448)	370,650	-	(668,813)	(519,798)
<b>General Revenues:</b>					
Property Taxes				236,214	236,214
Investment Earnings				34,259	57,958
Intergovernmental revenue				633,764	633,764
Utility Franchise Fees				40,664	40,664
Proceeds from sale of fixed assets				14,001	14,001
Other Income				16,784	26,744
Total General Revenues				975,686	1,009,345
Change in Net Assets				306,873	489,547
Net Assets - Beginning					
As Previously Reported				\$ 1,080,769	\$ -
Prior Period Adjustment				3,320	51,880
Net Assets - Beginning of Year as Restated				\$ 1,084,089	\$ 1,976,483
Net Assets - Ending				\$ 1,390,962	\$ 2,466,030

The Notes to Financial Statements are an integral part of this statement.

VILLAGE OF ST. JOSEPH, ILLINOIS

Exhibit III

GOVERNMENTAL FUNDS  
BALANCE SHEET

APRIL 30, 2006

	<u>Major Funds</u>			<u>Total Governmental Funds</u>
	<u>General Fund</u>	<u>Community Park Bond Fund</u>	<u>Motor Fuel Tax Fund</u>	
<b><u>ASSETS</u></b>				
Cash and Equivalents	\$ 49,353	\$ 1,899,867	\$ 8,424	\$ 1,957,644
Investments	270,000	-	180,000	450,000
Receivables, Net of Uncollectable Amounts:				
Intergovernmental	117,998	-	6,673	124,671
Property Taxes	248,011	-	-	248,011
Other	477	-	-	477
Prepaid Items	10,773	-	-	10,773
Due from other funds	244,625	-	115,329	359,954
Total Assets	<u>\$ 941,237</u>	<u>\$ 1,899,867</u>	<u>\$ 310,426</u>	<u>\$ 2,791,576</u>
<b><u>LIABILITIES AND FUND BALANCES</u></b>				
<b><u>LIABILITIES:</u></b>				
Accounts Payable	\$ 25,205	\$ 101,320	\$ 1,623	\$ 128,148
Accrued Salaries	15,472	-	1,083	16,555
Due to Other Funds	210,329	21,693	125,578	357,600
Deferred Revenues	120,781	-	-	120,781
Total Liabilities	<u>\$ 371,787</u>	<u>\$ 123,013</u>	<u>\$ 128,284</u>	<u>\$ 623,084</u>
<b><u>FUND BALANCES:</u></b>				
Reserved for Prepaid Items	\$ 10,773	\$ -	\$ -	\$ 10,773
Unreserved, Reported in:				
General Fund	558,677	-	-	558,677
Special Revenue Funds	-	1,776,854	182,142	1,958,996
Total Fund Balances	<u>\$ 569,450</u>	<u>\$ 1,776,854</u>	<u>\$ 182,142</u>	<u>\$ 2,528,446</u>
Total Liabilities and Fund Balances	<u>\$ 941,237</u>	<u>\$ 1,899,867</u>	<u>\$ 310,426</u>	<u>\$ 3,151,530</u>

The Notes to Financial Statements are an integral Part of this statement.

VILLAGE OF ST. JOSEPH, ILLINOIS

Exhibit III-a

RECONCILIATION OF THE BALANCE SHEET FOR GOVERNMENTAL FUNDS  
TO THE STATEMENT OF NET ASSETS FOR GOVERNMENTAL ACTIVITIES  
APRIL 30, 2006

Fund Balance - Total Governmental Funds - See Exhibit III	\$	2,528,446
Receivables for revenues earned but not received in the current period		24,816
Capital Assets, net of depreciation, used in governmental activities		693,695
Bonds payable		(1,850,000)
Accrued compensated absences related to governmental activities		<u>(5,995)</u>
Net Assets of Governmental Activities - Exhibit I	\$	<u>1,390,962</u>

The Notes to Financial Statements are an integral part of this statement.

VILLAGE OF ST. JOSEPH, ILLINOIS

Exhibit IV

**GOVERNMENTAL FUNDS**  
**Statement of Revenues, Expenditures, and Changes in Fund Balances**  
**For the Fiscal Year Ended April 30, 2006**

	<u>Major Funds</u>			<u>Total Governmental Funds</u>
	<u>General Fund</u>	<u>Communtiy Park Fund</u>	<u>Motor Fuel Tax Fund</u>	
<b><u>REVENUES</u></b>				
Property Taxes	\$ 236,214	\$ -	\$ -	\$ 236,214
Intergovernmental Revenues	478,452	62,365	83,956	624,773
Utility Franchise Fees	24,839	-	-	24,839
Fines, Permits and Fees	32,212	-	-	32,212
Other Income	15,509	1,000	325	16,834
Investment Earnings	8,633	17,726	7,900	34,259
Total Revenues	<u>\$ 795,859</u>	<u>\$ 81,091</u>	<u>\$ 92,181</u>	<u>\$ 969,131</u>
<b><u>EXPENDITURES</u></b>				
Current:				
General and Administrative	\$ 385,734	\$ -	\$ -	\$ 385,734
Justice and Public Safety	109,924	-	-	109,924
Culture and Recreation	-	841	-	841
Streets	116,390	-	66,953	183,343
Total Current	<u>612,048</u>	<u>841</u>	<u>66,953</u>	<u>679,842</u>
Capital Outlay	49,215	153,396	101,791	304,402
Debt Service:				
Principal	66,000	-	-	66,000
Interest and fees	2,786	-	-	2,786
Total Expenditures	<u>\$ 730,049</u>	<u>\$ 154,237</u>	<u>\$ 168,744</u>	<u>\$ 1,053,030</u>
Net Excess (Deficit) of Revenues Over Expenditures	<u>\$ 65,810</u>	<u>\$ (73,146)</u>	<u>\$ (76,563)</u>	<u>\$ (83,899)</u>
Other Financing Sources (Uses)				
Bond Proceeds	\$ -	\$ 1,850,000	\$ -	\$ 1,850,000
Sale of Assets	14,001	-	-	14,001
Net Other Financing Sources (Uses)	<u>\$ 14,001</u>	<u>\$ 1,850,000</u>	<u>\$ -</u>	<u>\$ 1,864,001</u>
Net Change in Fund Balances	\$ 79,811	\$ 1,776,854	\$ (76,563)	\$ 1,780,102
Fund Balance, Beginning of Year As Previously Stated	\$ 492,040	\$ -	\$ 259,728	\$ 751,768
Prior Period Adjustment	(2,401)	-	(1,023)	(3,424)
Fund Balance, Beginning of Year as Restated	<u>\$ 489,639</u>	<u>\$ -</u>	<u>\$ 258,705</u>	<u>\$ 748,344</u>
Fund Balance, End of Year	<u>\$ 569,450</u>	<u>\$ 1,776,854</u>	<u>\$ 182,142</u>	<u>\$ 2,528,446</u>

The Notes to Financial Statements are an integral part of this statement.

VILLAGE OF ST. JOSEPH, ILLINOIS

Exhibit IV-a

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCES FOR GOVERNMENTAL FUNDS TO  
THE STATEMENT OF ACTIVITIES FOR GOVERNMENTAL ACTIVITIES  
FOR THE YEAR ENDED APRIL 30, 2006

Net Change in Fund Balances - Total Governmental Funds - See Exhibit IV	\$	1,780,102
Include revenues earned but not received in the current period		24,816
Remove bond proceeds		(1,850,000)
Remove expenditures for bond payment		66,000
Remove expenditures for capital assets		303,576
Include depreciation expense		(15,250)
Accrued compensated absences change from beginning of year		<u>(2,371)</u>
Change in Net Assets of Governmental Activities - See Exhibit II	\$	<u>306,873</u>

The Notes to Financial Statements are an integral part of this statement.

VILLAGE OF ST. JOSEPH, ILLINOIS  
**GENERAL AND MAJOR SPECIAL REVENUE FUND**  
 Statement of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual  
 For the Fiscal Year Ended April 30, 2006

	General Fund		Community Park Fund		Motor Fuel Tax Fund	
	Actual (Budgetary Basis)	Budget (Final)	Actual (Budgetary Basis)	Budget (Final)	Actual (Budgetary Basis)	Budget (Final)
<b>REVENUES</b>						
Property Taxes	\$ 228,000		\$ -		\$ 84,197	
Intergovernmental Revenues	455,563		62,365		-	
Utility Franchise Fees	45,523		-		-	
Fines, Permits and Fees	32,212		1,000		325	
Other Income	15,509		17,726		7,900	
Investment Earnings	8,633		-		-	
<b>Total Revenues</b>	<b>\$ 785,440</b>	<b>\$ 859,207</b>	<b>\$ 81,091</b>	<b>\$ 1,939,693</b>	<b>\$ 92,422</b>	<b>\$ -</b>
<b>EXPENDITURES</b>						
Current:						
General and Administrative	\$ 388,026	\$ 465,400	\$ -	\$ -	\$ -	\$ -
Justice and Public Safety	109,924	116,500	-	-	-	-
Culture and Recreation	-	-	841	-	-	-
Streets	116,390	113,000	-	-	66,893	195,800
Total Current	612,340	694,900	841	-	66,893	195,800
Capital Outlay	49,215	95,307	52,076	1,939,693	101,791	35,700
Debt Service:						
Principal	66,000	66,000	-	-	-	-
Interest and fees	2,786	3,000	-	-	-	-
<b>Total Expenditures</b>	<b>\$ 730,341</b>	<b>\$ 859,207</b>	<b>\$ 52,917</b>	<b>\$ 1,939,693</b>	<b>\$ 168,684</b>	<b>\$ 231,500</b>
Net Excess (Deficit) of Revenues Over Expenditures	\$ 55,099	\$ -	\$ 28,174	\$ -	\$ (76,262)	\$ (231,500)
Other Financing Sources (Uses)						
Bond Proceeds	\$ -	\$ -	\$ 1,850,000	\$ -	\$ -	\$ -
Sale of Assets	14,001	-	-	-	-	-
Net Other Financing Sources (Uses)	\$ 14,001	\$ -	\$ 1,850,000	\$ -	\$ -	\$ -
Net Change in Fund Balances	\$ 69,100	\$ -	\$ 1,878,174	\$ -	\$ (76,262)	\$ (231,500)
Fund Balance, Beginning of Year As Previously Stated	\$ 492,040	\$ 492,040	\$ -	\$ -	\$ 259,728	\$ 259,728
Prior Period Adjustment	(2,401)	(2,401)	-	-	(1,023)	(1,023)
Fund Balance, Beginning of Year as Restated	\$ 489,639	\$ 489,639	\$ -	\$ -	\$ 258,705	\$ 258,705
Fund Balance, End of Year - Budgetary Basis	\$ 558,739	\$ 979,278	\$ 1,878,174	\$ -	\$ 182,443	\$ 285,910
Revenue conversion to GAAP Basis:						
Property taxes	8,214	-	-	-	(241)	-
Intergovernmental revenues	22,889	-	-	-	-	-
Utility Franchise Fees	(20,864)	-	-	-	-	-
Expenditure conversion to GAAP Basis:						
Accounts payable	3,440	-	(101,320)	-	-	-
Accrued Salaries	(2,723)	-	-	-	(60)	-
Prepaid Items	(425)	-	-	-	-	-
Fund Balance, GAAP Basis	\$ 569,450	\$ 1,776,854	\$ 1,776,854	\$ -	\$ 182,142	\$ -

The Notes to Financial Statement are an integral part of this statement.

**PROPRIETARY FUNDS  
STATEMENT OF NET ASSETS**

**FOR THE FISCAL YEAR ENDED APRIL 30, 2006**

**Business-Type Activities  
Enterprise Fund  
Sewer  
Fund**

**ASSETS****CURRENT ASSETS:**

Cash and Equivalents	\$ 23,423
Investments	650,000
Accounts Receivable - Customers	49,485
Due from Other Funds	95,000
Prepaid Expenses	3,333
Total Current Assets	<u>821,241</u>

**Capital Assets:**

Non-depreciating assets	236,641
Buildings	42,500
Land Improvements	155,905
Equipment	102,065
Less Accumulated Depreciation	<u>(165,704)</u>
Total Capital Assets, Net	<u>371,407</u>

Total Assets	<u>\$ 1,192,648</u>
--------------	---------------------

**LIABILITIES:****CURRENT LIABILITIES:**

Accounts Payable	\$ 10,560
Accrued Salaries	5,466
Due to Other Funds	97,354
Customer Deposits	<u>4,200</u>

Total Liabilities	<u>\$ 117,580</u>
-------------------	-------------------

**NET ASSETS**

Total Net Assets	<u>\$ 1,075,068</u>
------------------	---------------------

The Notes to Financial Statements are an integral part of this statement.

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

**FOR THE FISCAL YEAR ENDED APRIL 30, 2006**

	<b><u>Sewer Fund</u></b>
<b><u>Operating Revenues:</u></b>	
Charges for Services	\$ 338,388
Other Revenue	<u>9,960</u>
Total Revenues	<u>\$ 348,348</u>
<b><u>Operating Expenses:</u></b>	
Current:	
Utility services:-	
Salaries and Wages	\$ 64,537
Fringe benefits	9,665
Commodities	94,084
Depreciation	16,087
Contractual services	<u>5,000</u>
Total Operating Expenses	<u>\$ 189,373</u>
Operating Income (Loss)	<u>\$ 158,975</u>
<b><u>Nonoperating Revenues (Expenses):</u></b>	
Interest Income	<u>23,699</u>
Net Nonoperating Revenues (Expenses)	<u>23,699</u>
Change in Net Assets	\$ 182,674
<b>Net Assets - Beginning of Year</b>	
As Previously Reported	\$ 840,514
Prior Period Adjustment	<u>51,880</u>
Net Assets - Beginning of Year as Restated	<u>892,394</u>
Net Assets - End of Year	<u>\$ 1,075,068</u>

**The Notes to Financial Statements are an integral part of this Statement**

VILLAGE OF ST. JOSEPH, ILLINOIS

Exhibit VIII

Statement of Cash Flows  
 Proprietary Fund  
 For the Fiscal Year Ended April 30, 2006

**Business-Type  
 Activity**  


---

**Sewer  
 Fund**

**Cash Flows from operating activities:**

Cash receipts from customers	\$ 375,491
Cash payments to employees for services	(64,749)
Cash payments for goods and services	<u>(130,073)</u>
Net cash excess (deficiency) from operating activities	<u>180,669</u>

**Cash flows from investing activities:**

Purchase of fixed assets	(256,284)
Sale of investments	26,465
Receipts of interest	<u>23,699</u>
Net cash flows from investing activities	<u>(206,120)</u>

Net increase in cash and cash equivalents (25,451)

**Cash and equivalents Beginning of Year** \$ 48,874

**Cash and equivalents End of Year** \$ 23,423

**Reconciliation of operating income to net cash  
 provided by operating activities:**

Operating Income (Loss)	\$ 158,975
Adjustments to reconcile operating income to net cash provided by operating activities:	
Depreciation expense	16,087
Decrease (Increase) in receivables	25,683
Increase (Decrease) in payables and accrued items	<u>(20,076)</u>
Total Adjustments	<u>21,694</u>
Net cash used by operating activities	<u><u>\$ 180,669</u></u>

The Notes to Financial Statements are an integral part of this statement

# VILLAGE OF ST. JOSEPH, ILLINOIS

## Notes to the Financial Statements

April 30, 2006

### NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

The accounting policies of the Village of St. Joseph, Illinois conform to generally accepted accounting principles (GAAP) as applicable to governments. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The following is a summary of the more significant policies:

#### A. THE ENTITY

The Village of St. Joseph, Illinois operates as a separate non home-rule unit of local of government, a municipal corporation which operates under the statutes of the State of Illinois. It is governed by a Board of Trustees elected to four-year terms in public elections.

The definition of what constitutes the entity of the Village of St. Joseph, Illinois is based on the guidelines set forth in Governmental Accounting Standards Board (GASB) Statement Number 14. The primary government consists of the funds presented herein as two governmental funds and one business-type activity.

According to GASB Statement No. 14, a legally separate organization should be included as a component unit of the primary organization if the primary government is financially accountable for the organization. Financial accountability is determined as follows:

(1) The primary government appoints a voting majority of the organization's governing body, AND

(a) it is able to impose its will on the organization,  
OR

(b) the organization provides financial benefits or imposes financial burdens on the primary government.

OR

(2) The organization is fiscally dependent on the primary government.

There were no agencies excluded from the entity that met the criteria for inclusion as a component unit. The Village of St. Joseph, Illinois has no component units.

Related organizations for which the Village appoints a voting majority of the governing body, but for which the Village is not financially accountable, are not included in the reporting entity.

Jointly governed organizations for which the Village does not have an on-going financial interest or responsibility. Jointly governed organizations are not included in the reporting entity.

#### B. FUND ACCOUNTING

The accounts of the Village are organized on the basis of various individual funds. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures or expenses, as appropriate. Government monies are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent. Funds are classified into several categories and types. Governmental funds include the general fund and motor fuel tax fund. Proprietary funds include the sewer fund.

## VILLAGE OF ST. JOSEPH, ILLINOIS

### Notes to the Financial Statements - continued

April 30, 2006

#### NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (continued)

##### C. GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

###### (1) Government-wide Financial Statements

The government-wide financial statements (the Statement of Net Assets and the Statement of Activities) display the financial position and results of operations for the entity of the Village of St. Joseph, Illinois government. Both statements separately report governmental activities and business-type activities. Governmental activities are generally financed with taxes and intergovernmental revenues and are accounted for in governmental activity. Business-type activities are financed, in the case of the Village of St. Joseph, Illinois, by income from the sewer fund and are reported in the enterprise fund. Interfund activity is eliminated from the governmental-wide statements to eliminate the doubling effect it creates.

The Statement of Activities reports direct expenses related to specific functions, and then offsets those expenses with the program revenues directly attributable to each function. Program revenues include charges for services, sales and fees, and grants and contributions. Taxes, investment income and other revenue not attributable to specific programs are reported as general revenues.

###### (2) Fund Financial Statements

Fund financial statements are presented for governmental funds, and proprietary funds. The fund statements focus on major individual funds, with non-major funds reported in aggregate.

Major governmental funds reported include the General Fund, which is the principal operating fund for the Village; and the Motor Fuel Tax Fund, which uses motor fuel taxes to fund street repairs and maintenance

The sewer fund is the major (and only) enterprise fund reported, and is used to account for the financial transactions of relating to the sewer fund activities.

The Village has no debt service funds, capital project funds, fiduciary funds or agency fund types.

##### D. MEASUREMENT FOCUS AND BASIS OF ACCOUNTING

###### (1) Government-wide Financial Statements

The measurement focus for the government-wide financial statements is the flow of economic resources, 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 and funds are available. Grants are recognized as revenue when eligibility requirements are met, such as allowable costs having been incurred.

In the government-wide statements, the Village has applied applicable GASB pronouncements as well as FASB statements, FASB interpretations, APB opinions and accounting research bulletins issued on or before April 30, 1989, unless those pronouncements conflict with or contradict GASB pronouncements. FASB statements and interpretations issued after April 30, 1989 have not been applied.

## VILLAGE OF ST. JOSEPH, ILLINOIS

### Notes to the Financial Statements - continued

April 30, 2006

#### NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (continued)

##### (2) Governmental Funds

The measurement focus is the flow of current financial resources. All governmental funds are accounted for using the modified accrual basis method of accounting.

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. Major sources of revenue susceptible to accrual include property taxes, sales taxes, income taxes, and 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 accumulated unpaid vacation, sick leave and personal leave, which are only accrued when they become currently payable.

##### (3) Proprietary Fund

The measurement focus for the proprietary fund is the flow of economic resources. The proprietary fund is 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 fund operating revenues consist of income from charges for sewer services. Operating expenses are expenses incurred in providing the services, such as wages, related costs, insurance premiums, maintenance and repair, supplies, and other expenses including depreciation.

The Village also had a one-time receipt from the collapsing of the Sanitary District into the Village.

In proprietary fund accounting and financial reporting, the Village has applied applicable GASB pronouncements as well as FASB statements, FASB interpretations, APB opinions and accounting research bulletins issued on or before April 30, 1989, unless those pronouncements conflict with or contradict GASB pronouncements. FASB statements and interpretations issued after April 30, 1989 have not been applied.

#### E. INVESTMENTS AND CASH EQUIVALENTS

Under Illinois law (30 ILCS 235/2), Village money may be invested in interest bearing deposits at federally insured banks and savings and loans, commercial paper, short term discount obligations of the Federal National Mortgage Association, securities issued by the U.S. Treasury or other federal agencies, money market mutual funds limited to U.S. government securities, repurchase agreements involving governmental securities, and the State Treasurer's Investment Pool.

Deposits in banks or savings associations, including certificates of deposits, are valued at cost, which is equivalent to fair value. For purposes of the statement cash flows, the proprietary fund considers short-term highly liquid investments, including time deposits at financial institutions and the State investment funds to be cash equivalents.

VILLAGE OF ST. JOSEPH, ILLINOIS

Notes to the Financial Statements - continued

April 30, 2006

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (continued)**

F. RECEIVABLES AND PAYABLES

Receivables and payables are reported net of an allowance for uncollectible amounts, if applicable.

Short-term receivables and payables between funds are reported as due from/to other funds. Non-current amounts are reported as advances to/from other funds. In governmental funds, advances to other funds, as well as other long-term receivables, are offset by reserved fund balance, because they do not represent expendable, available financial resources. In the government-wide statements, interfund receivables and payables remaining between governmental activities and business-type activities after the elimination of interfund activity are reported as internal balances. These balances zero out in the total column.

G. INVENTORIES

The Village of St. Joseph, Illinois has no significant inventories.

H. PREPAID ITEMS

Prepaid items are expensed over the term of the services provided.

I. CAPITAL ASSETS

(1) Governmental Activities

Capital assets purchased for use in governmental activities are recorded as expenditures in governmental funds at the time of purchase. Governmental capital assets are reported in the government-wide financial statements, offset by accumulated depreciation. Capital assets are valued at actual or estimated historical cost, while donated capital assets are valued at their fair market value on the date donated. Equipment valued at or above \$10,000, buildings and improvements valued at or above \$20,000, land improvements and infrastructure valued at or above \$20,000 and land of any value are capitalized. Assets that appreciate in value are capitalized if valued at more than \$10,000. Depreciation is calculated on all assets, other than land and assets that appreciate in value, using the straight-line method, half-year convention with the following estimated useful lives:

Building Improvements	15 years	Furniture	7 years
New construction	40 years	Other equipment	5 years
Land Improvements	15 years	Major appliances	7 years
Computers, office equipment	5 years	Park and Recreation features	12 years
Infrastructure:		Playground equipment	12 years
Roads, paved surfaces	15 years	Vehicles	5 years
Bridges	50 years		

(2) Business-type Activities

The business-type activities follow the same policies as described above.

J. COMPENSATED ABSENCES

Accumulated unpaid vacation (compensated absences) are accrued in governmental funds only when they become currently payable. A long-term liability for unpaid compensated absences is reported in the government-wide statements and proprietary fund statements, where applicable, in the period in which it is incurred.

VILLAGE OF ST. JOSEPH, ILLINOIS

Notes to the Financial Statements - continued

April 30, 2006

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (continued)

K. USE OF ESTIMATES

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from these estimates.

NOTE 2 – RECONCILIATION OF FUND STATEMENTS TO GOVERNMENT-WIDE STATEMENTS

A. Governmental Funds to Governmental Activities

A reconciliation is provided with the governmental funds balance sheet (Exhibit III-a) to explain the difference between fund balances in the governmental funds and net assets for governmental activities on the government-wide statement of net assets. The major differences are due to (1) capital assets are not reported in governmental funds, (2) long term liabilities are not reported in governmental funds.

A reconciliation is provided with the governmental funds statement of revenues, expenditures and changes in fund balances (Exhibit IV-a) to explain the difference between the change in fund balances in the governmental funds and the change in net assets for governmental activities on the government-wide statement of activities. The major differences are due to (1) capital outlay expenditures are not reported in the government-wide statement, while depreciation expense and gains/losses on disposal of capital assets are not reported in governmental funds; (2) the change in compensated absences is not a governmental fund expense, while it is an expense of the government-wide statement of activities; and (3) bond payments are not expenditures on the government-wide statement.

B. Enterprise Funds to Business-Type Activities

Enterprise funds and the government-wide statements follow the same measurement focus and basis of accounting, so the enterprise fund financial information flows essentially unchanged from the fund financial statements to the business-type activities on the government-wide financial statements.

NOTE 3 – BUDGETS AND BUDGETARY BASIS OF ACCOUNTING

A. Budgetary Process

A proposed budget and appropriation ordinance is developed and made available for public hearing at least thirty days prior to final approval. This generally is done in April and approved in May after a public hearing. Upon approval, the Board of Trustees of the Village legally enacts an annual operating budget through passage of an ordinance. This budget provides object line item control over expenditures in each fund.

B. Level of Budgetary Control

At the fund level, actual expenditures cannot exceed budgeted appropriations. The appropriation ordinance provides for line-item control for each fund. All budget appropriations, including project budgets, lapse at the end of each fiscal year.

C. Amendments to the Budget

Amendments to the budget must be approved by a two-thirds vote of the Trustees.

VILLAGE OF ST. JOSEPH, ILLINOIS

Notes to the Financial Statements - continued

April 30, 2006

**NOTE 3 – BUDGETS AND BUDGETARY BASIS OF ACCOUNTING: (continued)**

D. Budgetary Basis of Accounting

Formal budgetary accounting is employed as a management control for all funds of the Village, and legal budgets are adopted for the general fund, special revenue fund, and proprietary fund. Budgets are adopted on a modified cash basis, which is not consistent with accounting principles generally accepted in the United States of America (GAAP). The actual and budget comparisons, as presented in this report, are presented on this budgetary basis. The budget versus GAAP basis differences are the recognition of property taxes on the cash basis for budgetary purposes and not recognizing accounts payable for budgetary purposes.

E. Encumbrances

Encumbrance accounting is not used by the Village.

**NOTE 4 – RECONCILIATION OF BUDGETARY TO GAAP BASIS**

The budgetary comparison statements are prepared on a modified cash basis, which is not in conformity with U.S. generally accepted accounting principles. Each budgetary statement has a reconciliation at the bottom of the statement showing the items needed to convert from budgetary to GAAP basis. These are property tax conversions and accounts payable.

**NOTE 5 – EXPENDITURES IN EXCESS OF APPROPRIATIONS**

As of April 30, 2006, no funds had expenditures in excess of appropriations.

**NOTE 6 – DEPOSITS AND INVESTMENTS**

The Village has demand deposits, money market accounts, and certificates of deposit in federally insured banks, or savings associations. Deposits are reported at cost, which is equivalent to fair value.

A summary of cash and investments at April 30, 2006 is shown below.

<u>Asset Account</u>	<u>Book Balance</u>	<u>Bank Balance</u>
Petty Cash	\$ 75	\$ 0
Cash and savings	1,980,992	1,996,547
Certificates of Deposit	<u>1,100,000</u>	<u>1,100,000</u>
Total	\$ <u>3,081,067</u>	\$ <u>3,096,547</u>

**Custodial Credit Risk**

Custodial credit risk is the risk that in the event of the failure of the counterparty, the Village will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The Village's deposits in the form of demand deposits and certificates of deposit are covered by federal depository insurance in the amount of \$100,000 for cash deposits and \$100,000 for time deposits per bank. The securities pledged as collateral for amounts above these limits are categorized as insured, registered, or held by the Village or its agent in the Village's name in order to reduce custodial risk to a minimum.

## VILLAGE OF ST. JOSEPH, ILLINOIS

### Notes to the Financial Statements - continued

April 30, 2006

#### NOTE 7 – PROPERTY TAX CYCLE

##### A Assessments

Property is assessed by elected township assessors at one-third the market value as of January 1 each year. This is the date, called the lien date, on which property taxes “attach” to the property. The township assessors’ books are turned in to the County Supervisor of Assessments by April 15. The Board of Review, a three-member panel appointed by the County Board, takes action on assessment complaints and applies individual township multipliers to those townships which are not assessed at one-third. This process equalizes the average ratio of assessments to market value among townships. The Illinois Department of Revenue analyzes the work of the Board of Review and may assign a countywide multiplier to bring the entire County’s ratio into line with other counties throughout the state.

##### B. Taxpayer Appeals

Taxpayers may file a complaint with the Board of Review if they feel their assessments are too high, and may make further appeal to the state Property Tax Appeals Board. However, tax levies are determined by local governments, not by assessors.

##### C. Property Tax Levies

The property tax levy for fiscal year 2006 was adopted by the Village Board on December 13, 2005, within the statutory deadline (the third Tuesday in December) for all taxing Villages. Property tax levies are reported as receivables, net of an allowance for uncollectible amounts in the year in which they are adopted. Property tax distributions received within 60 days of the end of the fiscal year are considered available and are recognized in that fiscal year as revenue. The balance is deferred revenue to the next fiscal year.

##### D. Tax Bills

Illinois statutes require payment of property taxes in two installments, due June 1 and September 1, and require that tax bills be mailed 30 days prior to the first installment. Property tax bills mailed in 2006 were based on equalized assessed value as of January 1, 2005, and on tax levies set in November 2005.

##### E. Tax Judgment Date and Sale Date

The judgment date is the date at which taxing authorities have a right to take and hold or sell property for nonpayment of taxes. Under Illinois law, the judgment date fluctuates, but is generally the third week in October. The date is set by a judge of the circuit court, after all of the requirements are met for advertising and publishing the delinquent tax list. Statutes require the tax sale to be the Monday following the judgment date.

##### F. Tax Distributions

The County Treasurer is also the County Collector and is in charge of collecting and distributing property taxes. The Collector generally distributes taxes to the taxing bodies shortly after taxes are paid. The County may not keep tax receipts on behalf of other units of local government beyond thirty days. In 2005, all property taxes were distributed by November 21st. Interest earned on taxes before distribution goes to the local governments, not the County, according to a 1984 Illinois Supreme Court decision.

**VILLAGE OF ST. JOSEPH, ILLINOIS**

**Notes to the Financial Statements - continued**

April 30, 2006

**NOTE 8 – PROPERTY TAXES RECEIVABLE**

Taxes receivable consist of property taxes levied in 2005, for which a legal claim exists in 2006. The revenue associated with the 2005 levy is recognized as revenue if received in the 60-day period following the fiscal yearend. The balance is deferred until the fiscal year ending April 30, 2007. The allowance for uncollectable taxes for 2005 was very immaterial. No allowance was used. A summary of taxes levied, receivable, and deferred by fund type at April 30, 2005 is shown below.

<u>Fund Type</u>	<u>Property Taxes Levied</u>	<u>Property Taxes Receivable</u>	<u>Deferred Revenue</u>
General	\$ <u>248,011</u>	\$ <u>248,011</u>	\$ <u>120,781</u>

**NOTE 9 – CAPITAL ASSETS**

A. A summary of capital assets related to governmental activities is presented below:

<u>Governmental Activities</u>	<u>April 30, 2005 Balance</u>	<u>FY 2006 Additions</u>	<u>FY 2006 Deductions</u>	<u>April 30, 2006 Balance</u>
Depreciated:				
Infrastructure	\$ 0	\$ 0	\$ 0	\$ 0
Buildings & Improvements	175,688	0	0	175,688
Equipment and Vehicles	128,260	10,195	49,900	88,555
Non-depreciated:				
Construction in Process	\$ 37,892	\$293,381	\$ 0	\$ 331,273
Land	<u>254,155</u>	<u>0</u>	<u>0</u>	<u>254,155</u>
Total	\$ <u>595,995</u>	\$ <u>303,576</u>	\$ <u>49,900</u>	\$ <u>849,671</u>
Accumulated Depreciation:				
Infrastructure	\$ 0	\$ 0	\$ 0	\$ 0
Buildings & Improvements	114,221	4,392	0	118,613
Equipment and Vehicles	<u>76,405</u>	<u>10,858</u>	<u>49,900</u>	<u>37,363</u>
Total	\$ <u>190,626</u>	\$ <u>15,250</u>	\$ <u>49,900</u>	\$ <u>155,976</u>

As allowed a phase three government, infrastructure is being accounted for prospectively from May 1, 2004. No infrastructure expenditures occurred which met the capitalization criteria.

VILLAGE OF ST. JOSEPH, ILLINOIS

Notes to the Financial Statements - continued

April 30, 2006

**NOTE 9 – CAPITAL ASSETS: (continued)**

B. The Business Type Activities:

<u>Business Type Activities</u>	<u>April 30, 2005 Balance</u>	<u>FY 2006 Additions</u>	<u>FY 2006 Deductions</u>	<u>April 30, 2006 Balance</u>
Depreciated:				
Infrastructure	\$ 0	\$ 0	\$ 0	\$ 0
Land Improvements	110,672	45,233	0	155,905
Buildings & Improvements	42,500	0	0	42,500
Equipment and Vehicles	91,870	10,195	0	102,065
Non-depreciated:				
Construction in Process	\$ 17,725	\$ 211,416	\$ 0	\$ 229,141
Land	<u>7,500</u>	<u>0</u>	<u>0</u>	<u>7,500</u>
Total	\$ <u>270,267</u>	\$ <u>266,844</u>	\$ <u>0</u>	\$ <u>537,111</u>
Accumulated Depreciation:				
Infrastructure	\$ 0	\$ 0	\$ 0	\$ 0
Land Improvements	46,672	4,105	0	50,777
Buildings & Improvements	31,875	1,062	0	32,937
Equipment and Vehicles	<u>71,070</u>	<u>10,920</u>	<u>0</u>	<u>81,990</u>
Total	\$ <u>149,617</u>	\$ <u>16,087</u>	\$ <u>0</u>	\$ <u>165,704</u>

C. Current year depreciation expense was charged to the following functions:

<u>Function</u>	<u>Governmental Activities</u>	<u>Business-Type Activities</u>
General Government	\$ 2,488	\$ 0
Culture and Recreation	5,074	0
Justice and Public Safety	6,668	0
Streets	1,020	0
Utilities – Sewer	<u>0</u>	<u>16,087</u>
Total	\$ <u>15,250</u>	\$ <u>16,087</u>

(NOTES CONTINUE NEXT PAGE)

**VILLAGE OF ST. JOSEPH, ILLINOIS**

**Notes to the Financial Statements - continued**

April 30, 2006

**NOTE 10 – INTERFUND RECEIVABLE/PAYABLES AND TRANSFERS**

Interfund receivables and payables at April 30, 2005, and interfund transfers, are summarized below:

<u>Fund</u>	<u>Due from Other Funds</u>	<u>Due to Other Funds</u>
General	\$244,625	\$ 210,329
Community Bond	0	21,693
Motor Fuel Tax	115,329	125,578
Sewer	<u>95,000</u>	<u>97,354</u>
Total	\$ <u>454,954</u>	\$ <u>454,954</u>

**NOTE 11 – COMPENSATED ABSENCES PAYABLE**

It is the Village's policy to permit employees to accumulate a limited amount of earned but unused vacation time, which is attributable to services already rendered and is not contingent upon events outside the control of the employer or employee, such as illness. Long-term liabilities are reported for these compensated absences payable and are based on pay rates in effect at April 30. Enterprise funds recognize expense and accrue fund liabilities for vacation and personal time benefits in the period in which they are earned. For governmental funds, the cost of these benefits is recognized in the fund only when payments are made to employees.

Changes in compensated absences payable for the fiscal year ended April 30, 2006 are as follows:

	<u>April 30, 2005 Balance</u>	<u>FY 2006 Additions</u>	<u>FY 2006 Deductions</u>	<u>April 30, 2006 Balance</u>
Governmental Activities	\$ <u>3,624</u>	\$ <u>6,495</u>	\$ <u>4,124</u>	\$ <u>5,995</u>

**NOTE 12 – RESERVED, DESIGNATED AND DEFICIT FUND EQUITY**

**A. RESERVED**

Reservations of fund balances of governmental funds are established to either (1) satisfy legal covenants that require that a portion of the fund balance be segregated or (2) identify the portion of the fund balance that is not appropriate for future expenditures. The Village had no reserved fund balances at year-end.

**B. DEFICIT**

As of April 30, 2005, no funds had deficit fund balances.

VILLAGE OF ST. JOSEPH, ILLINOIS

Notes to the Financial Statements - continued

April 30, 2006

**NOTE 13 – LONG-TERM DEBT – continued**

At April 30, 2005 the Village's general long-term debt consisted of general obligation bonds. Changes in long-term debt for the year ended April 30, 2005 are as follows:

	<u>Balance</u> <u>5/01/05</u>	<u>Additional</u> <u>Obligations</u>	<u>Retirements</u>	<u>Balance</u> <u>4/30/06</u>
Compensated Absences	\$ 3,624	\$ 6,495	\$ 4,124	\$ 5,995
General obligation bonds	<u>66,000</u>	<u>1,850,000</u>	<u>66,000</u>	<u>1,850,000</u>
Total	<u>\$69,624</u>	<u>\$1,856,495</u>	<u>\$70,124</u>	<u>\$ 1,855,955</u>

General obligation bonds (alternate revenue source) outstanding as of April 30, 2006, consisted of the following:

	<u>Interest</u> <u>Rate</u>	<u>Maturity</u> <u>Date</u>	<u>Outstanding</u>
2005 Bond dated May 15, 1997	8.375%	12/01/25	\$ <u>1,850,000</u>
Total			\$ <u>1,850,000</u>

The annual debt service requirements for the bonds outstanding at April 30, 2006 are as follows for the year ending April 30:

<u>Fiscal Year</u>	<u>Principal</u>	<u>Interest</u>
2007	\$ 15,000	\$117,149
2008	65,000	69,937
2009	70,000	67,318
2010	70,000	64,602
2011	75,000	61,789
Remaining	<u>1,555,000</u>	<u>497,901</u>
Total	<u>\$ 1,850,000</u>	<u>\$878,696</u>

**NOTE 14 – DEFINED BENEFIT PENSION PLAN**

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

Employees participating in IMRF are required to contribute 4.50 percent of their annual covered salary. The member rate is established by state statute. The Village is required to contribute at an actuarially determined rate. The employer rate for calendar year 2005 was 9.31 percent of payroll. The employer contribution requirements are established and may be amended by the IMRF Board of Trustees. IMRF's unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on a closed basis (overfunded liability amortized on an open basis). The remaining amortization period at December 31, 2005 was 31 years.

## VILLAGE OF ST. JOSEPH, ILLINOIS

### Notes to the Financial Statements - continued

April 30, 2006

#### NOTE 14 – DEFINED BENEFIT PENSION PLAN-continued

For December 31, 2005, the Village's **annual pension cost** of \$16,692 was equal to the Village's required and actual contributions. The required contribution was determined as part of the December 31, 2003 actuarial valuation using the entry age actuarial cost method. The actuarial assumptions included (a) 7.50% investment rate of return (net of administrative expenses), (b) projected salary increases ranging from 4.00% a year, attributable to inflation, (c) additional projected salary increases ranging from 0.4% to 11.6% per year, depending on age and service, attributable to seniority/merit, and (d) post-retirement benefit increases of 3% annually. The actuarial value of IMRF assets was determined using techniques that smooth the effects of short-term volatility in the market value of investments over a five-year period with a 15% corridor. The assumptions used for 2004 actuarial valuation were based on the 2002-2004 experience study.

#### TREND INFORMATION

<u>Actuarial Valuation Date</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage of APC Contributed</u>	<u>Net Pension Obligation</u>
12/31/05	16,692	100%	-
12/31/04	14,945	100%	-
12/31/03	13,016	100%	-
12/31/02	11,565	100%	-
12/31/01	9,979	100%	-
12/31/00	10,356	100%	-
12/31/99	4,251	100%	-
12/31/98	0	100%	-
12/31/97	0	100%	-
12/31/96	0	100%	-

#### NOTE 15 – SOCIAL SECURITY

Employees not qualifying for coverage under the Illinois Municipal Retirement System are considered "non-participating employees." These employees and those qualifying for coverage under the Illinois Municipal Retirement System are covered under Social Security. The Village paid \$21,714, the total required contribution for the year ended April 30, 2006.

#### NOTE 16 – CONTINGENT LIABILITIES

In the normal course of events, the Village makes various commitments and incurs certain contingent liabilities that are not reflected in the accompanying financial statements. Various legal proceedings are pending against the Village. Management believes that the aggregate liability, if any, resulting from these will not be material after insurance coverage.

VILLAGE OF ST. JOSEPH, ILLINOIS

Notes to the Financial Statements - continued

April 30, 2006

NOTE 17 – PRIOR PERIOD ADJUSTMENTS

Net prior period adjustments of \$6,744 and \$54,225 were made to beginning net assets of governmental and business-type activities, respectively, to account for capital assets that were left off of the prior year's statement of net assets.

In addition, net prior period adjustments of \$(3,424) and \$(2,345) were made to governmental and business-type activities to correct prior period misstatements of prepaid insurance and accrued salaries. This adjustment affected the following funds.

<u>Fund</u>	<u>Pre-Paid Insurance</u>	<u>Accrued Salaries</u>	<u>Total Adjustment</u>
General	\$10,348	\$(12,749)	\$(2,401)
Motor Fuel Tax	0	(1,023)	(1,023)
Sewer	<u>3,333</u>	<u>(5,678)</u>	<u>(2,345)</u>
Total	<u>\$13,681</u>	<u>\$(19,450)</u>	<u>\$(5,769)</u>

**VILLAGE OF ST. JOSEPH, ILLINOIS  
REQUIRED SUPPLEMENTARY INFORMATION  
SCHEDULE OF FUNDING PROGRESS  
April 30, 2006**

(Unaudited)

Illinois Municipal Retirement Fund

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Liability (AAL) Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
12/31/2005	\$ 125,024	\$ 194,240	\$ 69,216	64.37%	\$ 179,287	38.61%
12/31/2004	96,634	128,944	32,310	74.94%	161,741	19.98%
12/31/2003	74,730	91,031	16,301	82.09%	140,111	11.63%
12/31/2002	56,728	71,035	14,307	79.86%	127,084	11.26%
12/31/2001	37,161	51,582	14,421	72.04%	117,677	12.25%
12/31/2000	20,814	30,014	9,200	69.35%	113,550	8.10%
12/31/1999	5,656	8,079	2,423	70.01%	46,617	5.20%
12/31/1998	-	-	-	0.00%	-	N/A
12/31/1997	-	-	-	0.00%	-	N/A
12/31/1996	-	-	-	0.00%	-	N/A

On a market value basis, the actuarial value of the assets as of December 31, 2005 is \$126,067.  
On a market basis, the funded ratio would be 64.90%.

Digest of Changes

The actuarial assumptions used to determine the actuarial accrued liability for 2005 were based on the 2002-2004 Experience Study.

The principal changes were:

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

**FILED**

**DEC 13 2006**

*Mark Sheldon*  
CHAMPAIGN COUNTY CLERK

VILLAGE OF ST. JOSEPH  
ANNUAL FINANCIAL REPORT  
FISCAL YEAR MAY 1, 2005 - APRIL 30, 2006

SALARY RANGE \$0.00 THROUGH \$14,999.99:

Caleb Anders, Kyle Appl, Steven Appl, Thomas Badgley, Tiffany Badgley, Aaron Ball, Robert Bezjian, Laura Boyd, Kaleigh Branson, Richard Brandt, Francis Callahan, Janet Callahan, Beverley Case, Forrest Chism, Russell Chism, Dallas Clines, Billy Crawford, Robert Dalhaus, III, Sharon Denhart, Sally Duchow, Richard Earl, Daniel Ehmen, Delores Eveland, Jacob Firkins, Lucas Fisher, Daniel Gaskin, Trini Gee, Benjamin Gilly, John Gones, Jr., Carol Griffet, David E. Grindley, Jeffrey Guppy, James A. Haake, Billie Joe Hackler, Caleb Hawkins, Kammie Hawkins, Tatum Hawkins, Jamie J. Hitt, Teresa Hitt, Terry Hitt, Todd Hitt, Tracy Hitt, Michael Jannusch, Kathryn Jean, Chad Johnson, John Kelso, Jeffrey Kern, Dennis Kissack, Carol Knepp, Terry Krueger, George Lanter, Thomas Long, II, Thomas Long, Sr., Peter Maass, Steven Maddock, Monroe McCarty, Brittany Meyer, Joel Meyer, Nicholas Michael, Steven Mills, Ernest Monk, Robin Newhouse, Michael Palmer, Maghen Parke, Steven Peters, Timothy Price, Thomas Rohl, Jennifer Romito, Deborah Routh, Kara Sartwell, Gordon Schriefer, Craig Shonkwiler, Lowell Suits, Tami Voges-Fruhling, Michael Tinkersley, Benjamin Trumball, August Voges, Benjamin White, John Williamson, Mikhail Williams, Brooke Wolken

SALARY RANGE \$15,000.00 THROUGH \$34,999.99:

Trampas Keys, Tiffany McElroy, Joshua Reese, James Royer

SALARY RANGE \$35,000.00 THROUGH \$44,999.99:

Michael Peters and Julie Quednau

GENERAL CORPORATE FUND

Balance May 1, 2005	\$50,702.00
Receipts	\$822,308.00
Disbursements	<u>\$818,622.00</u>
Balance April 30, 2006	\$54,388.00

INVESTMENTS

Balance May 1, 2005	\$155,000.00
Purchased	\$640,000.00
Redeemed	<u>\$525,000.00</u>
Balance April 30, 2006	\$270,000.00

GENERAL CORP RESCUE SQUAD

Balance May 1, 2005	\$3,500.00
Purchased	\$0.00
Redeemed	<u>\$3,500.00</u>
Balance April 30, 2006	\$0.00

#### WATER BOND INVESTMENTS

Balance May 1, 2005	\$50,000.00
Purchased	\$0.00
Redeemed	<u>\$50,000.00</u>
Balance April 30, 2006	\$0.00

#### REVENUE RECEIVED

Property Taxes	\$228,277.00
State Income Taxes	\$177,378.00
Sales Taxes	\$187,350.00
Replacement Taxes	\$8,149.00
Telecommunication Taxes	\$82,687.00
Interest Income	\$8,332.00
Fines	\$4,397.00
Other Fees	\$46,118.00
Misc.	\$28,351.00
Transfer from General/Corp Bond Water & Esda	<u>\$51,269.00</u>
Total Revenue Received	\$822,308.00

#### BONDS

Bonds Issued 10-12-2005	\$1,850,000.00
Balance	\$1,850,000.00

#### MOTOR FUEL FUND

Balance May 1, 2005	\$9,114.00
Receipts	\$92,423.00
Disbursements	<u>\$87,346.00</u>
Balance April 30, 2006	\$14,191.00

#### INVESTMENTS

Balance May 1, 2005	\$255,000.00
Purchased	\$300,000.00
Redeemed	<u>\$375,000.00</u>
Balance April 30, 2006	\$180,000.00

REVENUE RECEIVED

Balance May 1, 2005	Motor Fuel Tax	\$84,197.00
Receipts	Interest Income	\$7,901.00
Disbursements	Misc.	<u>\$325.00</u>
Balance April 30, 2006	Total Revenue Received	\$92,423.00

COMMU

SEWER FUND

Balance May 1, 2005	Balance May 1, 2005	\$50,035.00
Receipts	Receipts	\$399,864.00
Disbursements	Disbursements	<u>\$422,223.00</u>
Balance April 30, 2006	Balance April 30, 2006	\$27,676.00

INVESTMENTS

State Income Tax	Balance May 1, 2005	\$186,465.00
Telecommunication Tax	Purchased	\$305,000.00
Interest	Redeemed	<u>\$286,465.00</u>
Donations	Balance April 30, 2006	\$205,000.00
Total Revenue Received		

DEPRECIATION SEWAGE FUND

Balance May 1, 2005	\$490,000.00
Purchased	\$660,000.00
Redeemed	<u>\$705,000.00</u>
Balance April 30, 2006	\$445,000.00

REVENUE RECEIVED

Sewer Collection	\$376,165.00
Interest Income	<u>\$23,699.00</u>
Total Revenue Received	\$399,864.00

COMMUNITY PARK BILL PAYMENT ACCOUNT

Balance May 1, 2005	\$0.00
Receipts	\$53,500.00
Disbursements	<u>\$52,917.00</u>
Balance April 30, 2006	\$583.00

COMMUNITY PARK BOND

Balance May 1, 2005	\$0.00
Receipts	\$1,847,464.00
Disbursements	<u>\$167,842.00</u>
Balance April 30, 2006	\$1,679,622.00

COMMUNITY PARK BOND PAYMENT ACCOUNT

Balance May 1, 2005	\$0.00
Receipts	\$219,662.00
Disbursements	<u>\$0.00</u>
Balance April 30, 2006	\$219,622.00

REVENUE RECEIVED

State Income Tax	\$46,540.00
Telecommunication Tax	\$15,825.00
Interest	\$17,726.00
Donations	<u>\$1,000.00</u>
Total Revenue Received	\$81,091.00

## VENDER LIST

ABC Sanitary/Recycling	\$7,200.00
Allpower Sewer & Environment	\$4,185.58
Ameren Cilco	\$87,607.61
Aramark Uniform Services	\$3,821.57
AT&T	\$3,509.61
Berg Tanks	\$11,950.70
Bray, Drake, Liles & Richardson LLP	\$4,650.00
Busey Bank St. Joseph	\$92,097.94
Casey's General Stores	\$3,740.17
Central Management Service	\$10,185.00
Central Waste Service	\$14,625.80
Champaign City Reg. Planning/Zoning	\$6,337.50
Champaign County Real Estate	\$4,736.44
Champaign County Sheriff's Department	\$88,174.82
Champaign Telephone	\$2,849.00
Clark Dietz, Inc.	\$287,129.98
CNH Capital	\$5,100.54
Dick Butler Roofing Co.	\$5,068.00
Duce Construction Company	\$10,011.00
Evans, Froelhlich, Beth & Chamley	\$5,250.00
Farm Plan	\$7,720.77
Feutz Contractors, Inc.	\$22,428.09
First Bankcard	\$8,629.25
Gametime	\$4,121.57
Grant Janitorial Service	\$3,245.00
Illiana Construction Company	\$19,235.36
Illinois EPA Fiscal Service	\$5,000.00
Illinois Municipal League Risk Management	\$22,648.16
IMRF	\$17,792.92
Joseph H. Lierman Law Office	\$22,033.00
Locis	\$2,930.76
Midwest Meters, Inc.	\$2,603.33
Onc Source R Equipment Company	\$54,942.52
Premier Pyrotechnics, Inc.	\$4,000.00
Progressive Chemical I LI	\$5,156.34
Quill Corporation	\$2,897.11
Stark Excavating, Inc.	\$81,554.17
St. Joseph Grade School	\$4,334.00
St. Joseph Hardware	\$5,171.06
St. Joseph Postmaster	\$2,642.11
St. Joseph Stanton Fire District	\$12,544.53
Tele Scan, Inc.	\$15,677.50

University of Illinois	\$5,993.00
U.S. Census Bureau	\$45,076.00
Vulcan Materials Finance	\$3,829.08
Worden-martin	\$20,390.20

I, Deborah C. Routh, Treasurer of the Village of St. Joseph, Champaign County, Illinois do hereby certify that the above is a true copy of the Annual Financial Report for the fiscal year ending April 20, 2006.

*Deborah C. Routh*

Subscribed and sworn on the 27th day of September, 2006.

*Rebecca S. Mills*

