

FY-2007 Annual Financial Report

Multi-Purpose Long Form

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OCT 30 2007

Mark S. Sheldon
CHAMPAIGN COUNTY CLERK

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Unit Name: Sadorus Village

County: CHAMPAIGN

Unit Code: 010/090/32

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

Sindy Henry

Written signature of government official
Sindy Henry, Treasurer
Please Sign

10/29/07
Date

PLEASE CROSS OUT ALL INCORRECT INFORMATION AND PROVIDE CORRECTIONS

STEP 1: ENTER CONTACT INFORMATION

Is the following information correct and complete? x 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):	
Sindy	Henry	John	Deedrick	Sindy	Henry
Treasurer		President		Treasurer	
PO Box 109		PO Box 109		PO Box 109	
Sadorus		Sadorus		Sadorus	
IL		IL		IL	
61872		61872		61872	
Phone (217)598-2587		Phone (217)369-2630		Phone (217)598-2587	
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.

Unit Name: Sadorus Village

Unit Code Number: 010/090/32

▶ **STEP 2: VERIFY FISCAL YEAR END**

FY END DATE: 04/30/2007

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 2007 reporting or in previous reporting years?

X Yes No

If Yes

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

B. Which type of accounting system does Sadorus 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 Sadorus Village own a public utility company?

X Yes No

F. Is Sadorus Village a home rule unit?

Yes X No

G. Does Sadorus Village have a Tax Increment Finance (TIF) district?

Yes X No

Unit Name: Sadorus Village

Unit Code Number: 010/090/32

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

^What is the total population of Sadorus Village?	450
What is the total EAV of Sadorus Village?	\$ 4,857,513
*How many full time employees are paid?	0
*How many part time employees are paid?	13
What is the total salary paid to all employees?	\$ 31,169

^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
FUNDS SHOULD NOT BE LISTED HERE				
Sadorus Village	\$121,205		04/30	
Total Appropriations	\$121,205			

Unit Name Sadorus Village

Unit Code Number 010/090/32

► **STEP 7: AUDITS**

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

Firm Name:	Martin, Hood, Fricse & Associates
CPA's first name:	David
CPA's last name:	Hood
CPA's Title:	Partner
Address:	2507 S. Neil
City:	Champaign
State:	IL
ZIP:	61820
Phone:	217-351-2000
Fax:	217-351-7726
Email:	dave@mhfa.net
State Registration Number:	066-0003144

► **STEP 8: OTHER GOVERNMENTS**

Indicate any payments Sadorus 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	2,395
All other intergovernmental payments	0

Unit Name: Sadorus Village

Unit Code Number: 010/090/32

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

A. List all funds and how much was spent in FY 2007 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
General Fund Fund	124,035	General Fund	04/30
Motor Fuel Tax Fund Fund	12,780	Special Revenue Fund	04/30
Water Operation and Maintenance Fund Fund	36,576	Enterprise Fund	04/30
Total Expenditures	173,391		

B. Does Sadorus 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

Unit Name: Sadorus Village

Unit Code Number: 010/090/32

▶ **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 - _____

Assets

Code	Enter all Amounts in Whole Numbers	Governmental Activity	Business-Like Activity	Fiduciary	Discretely Presented Component Units
Current Assets		Report In Whole Numbers			
101t	Cash and Cash Equivalent	47,852	41,054	0	0
102t	Investments	92,067	0	0	0
115t	Receivables	0	0	0	0
109t	Inventories	0	0	0	0
112t	Other Assets (Explain)	0	0	0	0
Non-Current Assets		Report In Whole Numbers			
116t	Capital Assets/Net of Accumulated Depreciation	0	40,469	0	0
117t	Other Capital Assets	0	0	0	0
120t	TOTAL ASSETS	139,919	81,523	0	0

Liabilities

Code	Enter all Amounts in Whole Numbers	Governmental Activity	Business-Like Activity	Fiduciary	Discretely Presented Component Units
Current Liabilities		Report In Whole Numbers			
122t	All Payables	0	0	0	0
132t	Deferred Revenues	0	0	0	0
128t	Other Liabilities (Explain)	934	0	0	0
Non-Current/Long-Term Liabilities		Report In Whole Numbers			
129t	Due Within One Year	0	0	0	0
130t	Due Beyond One Year	0	0	0	0
131t	Other Non-Current/Long Term Liabilities	0	0	0	0
135t	TOTAL LIABILITIES	934	0	0	0

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	0	40,469	0	0
148t	Net Assets - Restricted	11,727	0	0	0
149t	Net Assets - Unrestricted	127,258	41,054	0	0
146t	TOTAL NET ASSETS	138,985	81,523	0	0
147t	TOTAL LIABILITIES & NET ASSETS	139,919	81,523	0	0

F1b

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		Report In Whole Numbers							
201t	Property Tax	30,278	0	0	0	0	0	0	0
202t	Local Sales Tax	0	0	0	0	0	0	0	0
203t	Utilities Tax	21,558	0	0	0	0	0	0	0
203a	Electric Utilities	17,030	0	0	0	0	0	0	0
203b	Water Utilities	0	0	0	0	0	0	0	0
203c	Communications Utilities	4,528	0	0	0	0	0	0	0
203d	Other Utilities Tax (Explain)	0	0	0	0	0	0	0	0
204t	Other Taxes (Explain)	405	0	0	0	0	0	0	0

Intergovernmental Receipts & State or Federal Grants

211t	State Income Tax	39,089	0	0	0	0	0	0	0
212t	State Sales Tax	9,317	0	0	0	0	0	0	0
213t	State Motor Fuel Tax	0	12,324	0	0	0	0	0	0
214t	State Replacement Tax	1,346	0	0	0	0	0	0	0
205t	State Gaming Tax(es)	0	0	0	0	0	0	0	0
215t	Other State Sources (Explain)	0	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)	0	0	0	0	0	0	0	0
225t	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
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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
226t	Other Intergovernmental (Explain)	3,000	0	0	0	0	0	0	0

Other Sources

231t	Licenses and Permits	1,325	0	0	0	0	0	0	0
233t	Fines and Forfeitures	0	0	0	0	0	0	0	0
234t	Charges for Services	3,883	0	0	0	44,989	0	0	0
234a	Water Utilities	0	0	0	0	44,989	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	3,883	0	0	0	0	0	0	0
234k	Other (Explain)	0	0	0	0	0	0	0	0
235t	Interest	2,689	515	0	0	120	0	0	0
236t	Miscellaneous (Explain)	1,140	0	0	0	0	0	0	0
240t	Total Receipts and Revenue	114,030	12,839	0	0	45,109	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
Report In Whole Numbers									
251t	General Government	61,525	0	0	0	0	0	0	0
251a	Financial Administration	13,312	0	0	0	0	0	0	0
251b	General Administrative Buildings	13,161	0	0	0	0	0	0	0
251c	Central Administration	35,052	0	0	0	0	0	0	0
251d	Other (Explain)	0	0	0	0	0	0	0	0
252t	Public Safety	272	0	0	0	0	0	0	0
252a	Police	217	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)	55	0	0	0	0	0	0	0
253t	Corrections	0	0	0	0	0	0	0	0
254t	Judiciary and Legal	0	0	0	0	0	0	0	0
255t	Transportation and Public Works	34,759	12,780	0	0	0	0	0	0
255a	Streets and Highways	34,759	12,780	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
256t	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
257t	Culture and Recreation	13,831	0	0	0	0	0	0	0
257a	Library	0	0	0	0	0	0	0	0
257b	Parks	13,831	0	0	0	0	0	0	0
257c	Other (Explain)	0	0	0	0	0	0	0	0
258t	Housing	0	0	0	0	0	0	0	0
275t	Environment	0	0	0	0	0	0	0	0
275a	Sewage	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	Enterprise	Internal Service	Fiduciary	Discretely Presented Component Units
Report In Whole Numbers									
275b	Solid Waste Management	0	0	0	0	0	0	0	0
275c	Other (Explain)	0	0	0	0	0	0	0	0
259t	Debt	0	0	0	0	0	0	0	0
259a	Interest	0	0	0	0	0	0	0	0
259b	Principal	0	0	0	0	0	0	0	0
271t	Public Utility Company	0	0	0	0	28,280	0	0	0
271a	Water	0	0	0	0	28,280	0	0	0
271b	Electric	0	0	0	0	0	0	0	0
271c	Transit	0	0	0	0	0	0	0	0
271d	Other (Explain)	0	0	0	0	0	0	0	0
272t	Depreciation	0	0	0	0	8,296	0	0	0
280t	Capital Outlay	13,648	0	0	0	0	0	0	0
260t	Other Expenditures (Explain)	0	0	0	0	0	0	0	0
270t	Total Expenditures/Expense	124,035	12,780	0	0	36,576	0	0	0

Fund Balances and Other Financing Sources (Uses)

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									
301t	Excess of receipts/revenues over (under) expenditures/expenses (240t-270t)	-10,005	59	0	0	8,533	0	0	0
302t	Operating transfers in	0	0	0	0	0	0	0	0
303t	Operating transfers out	0	0	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)	-10,005	59	0	0	8,533	0	0	0
307t	Previous year fund balance	137,263	11,668	0	0	72,990	0	0	0
308t	Other (Explain)	0	0	0	0	0	0	0	0
310t	Current Year Ending Fund Balance (306t + 307t + 308t)	127,258	11,727	0	0	81,523	0	0	0

Statement of Indebtedness

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
Report in Whole Numbers								
General Obligation Bonds	400		406		412		418	
Water	400a		406a		412a		418a	
Electric	400b		406b		412b		418b	
Transportation	400c		406c		412c		418c	
Housing	400d		406d		412d		418d	
Other (Explain)	400e		406e		412e		418e	
Revenue Bonds	401		407		413		419	
Water	401a		407a		413a		419a	
Electric	401b		407b		413b		419b	
Transportation	401c		407c		413c		419c	
Housing	401d		407d		413d		419d	
Other (Explain)	401e		407e		413e		419e	
Alternate Revenue Bonds	402		408		414		420	
Contractual Commitments	403		409		415		421	
Other (Explain)	404		410		416		422	
Total Debt	405		411		417		423	

Explanation or Comments

- 128t This line includes payroll tax liabilities
- 204t This line includes foreign fire tax of \$405
- 215j
- 226t This line includes rent received from the Sadorus Fire Protection District of \$3000.
- 236t This line includes farm income of \$1,094 and other misc income of \$46
- 252d This line includes pest control of \$55
- Gen The Village of Sadorus only adopts an appropriation ordinance for the General Fund Total appropriation for the General Fund was \$121,205 Total expenditures were \$124,035 The Village overexpended in fiscal year 2007 This was primarily due to the purchase of three bus shelters included in capital outlay

* Sadorus 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	13,648

*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.

FILED

OCT 30 2007

Mark Sheldon
CHAMPAIGN COUNTY CLERK

VILLAGE OF SADORUS, ILLINOIS

Sadorus, Illinois

**Financial Statements
and Supplementary Information**

For the Year Ended

April 30, 2007

MARTIN, HOOD, FRIESE & ASSOCIATES, LLC

CERTIFIED PUBLIC ACCOUNTANTS

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INDEPENDENT AUDITORS' REPORT

Board of Village Trustees
Village of Sadorus, Illinois
Sadorus, Illinois

We have audited the accompanying financial statements of the governmental activities, the business-type activities, and each major fund of the Village of Sadorus, Illinois as of and for the year ended April 30, 2007, 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 modified cash basis, which is a comprehensive basis 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-modified cash basis of the governmental activities, the business type activities, and each major fund of the Village of Sadorus, Illinois as of April 30, 2007, and the respective changes in financial position-modified cash basis and cash flows-modified cash basis, where applicable thereof, and the budgetary comparison for the General Corporate Fund for the year then ended on the basis of accounting described in Note 1.

Our audit was made for the purpose of forming opinions on the financial statements that collectively comprise the Village of Sadorus, Illinois' basic financial statements. The supplementary information contained in Table 1 is presented for purposes of additional analysis and is not a required part of the basic financial statements of the Village of Sadorus, 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 Sadorus, 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 modified cash basis of accounting, has determined is necessary to supplement, although not required to be part of, the basic financial statements.

Marta, Hood, Frisell & Associates, LLC

September 10, 2007

VILLAGE OF SADORUS, ILLINOIS

Statement of Net Assets - Modified Cash Basis

April 30, 2007

	Governmental Activities	Business-type Activities	Total
Assets			
Cash and Cash Equivalents	\$ 47,852	\$ 41,054	\$ 88,906
Investments	92,067	-	92,067
Property and Equipment, Net of Accumulated Depreciation:			
Water System	-	38,660	38,660
Equipment	-	1,809	1,809
Total Assets	<u>139,919</u>	<u>81,523</u>	<u>221,442</u>
Liabilities			
Payroll Tax Withholding Payable	<u>934</u>	<u>-</u>	<u>934</u>
Net Assets			
Invested in Capital Assets	-	40,469	40,469
Restricted for:			
Streets and Alleys	11,727	-	11,727
Unrestricted	<u>127,258</u>	<u>41,054</u>	<u>168,312</u>
Total Net Assets	<u>\$ 138,985</u>	<u>\$ 81,523</u>	<u>\$ 220,508</u>

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

VILLAGE OF SADORUS, ILLINOIS
Statement of Activities - Modified Cash Basis
For the Year Ended April 30, 2007

	Business-type Activities		Governmental Activities				
	Total	Water Operations	Total	General Government	Public Safety	Public Works	Recreation
Expenses							
Contractual Services	\$ 92,341	\$ 4,365	\$ 87,976	\$ 26,473	\$ 272	\$ 47,539	\$ 13,692
Salaries and Wages	33,564	12,465	21,099	21,099	-	-	-
Materials and Supplies	18,092	8,880	9,212	9,073	-	-	139
Capital Outlay	13,648	-	13,648	-	-	13,648	-
Depreciation	8,296	8,296	-	-	-	-	-
Other	7,450	2,570	4,880	4,880	-	-	-
Total Expenses	173,391	36,576	136,815	61,525	272	61,187	13,831
Program Revenues							
User Fees	48,872	44,989	3,883	-	-	-	3,883
Net Program Expense (Revenue)	124,519	(8,413)	132,932	\$ 61,525	\$ 272	\$ 61,187	\$ 9,948
General Revenues							
Taxes:							
Income Tax	39,089	-	39,089				
Municipal Utility Tax	17,030	-	17,030				
Property Tax	15,292	-	15,292				
Road and Bridge Allocation	14,986	-	14,986				
Motor Fuel Tax	12,324	-	12,324				
Sales Tax	3,789	-	3,789				
Use Tax	5,528	-	5,528				
Telecommunications Tax	4,528	-	4,528				
Other Taxes	1,751	-	1,751				
Rent Income	3,000	-	3,000				
Interest Income	3,324	120	3,204				
Licenses and Permits	1,325	-	1,325				
Other	1,140	-	1,140				
Total General Revenues	123,106	120	122,986				
Change in Net Assets	(1,413)	8,533	(9,946)				
Net Assets, May 1, 2006	221,921	72,990	148,931				
Net Assets, April 30, 2007	\$ 220,508	\$ 81,523	\$ 138,985				

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

VILLAGE OF SADORUS, ILLINOIS

Combined Balance Sheet - Modified Cash Basis

Governmental Funds

April 30, 2007

	General Corporate Fund	Special Revenue Fund Motor Fuel Tax Fund	Total
ASSETS			
Cash and Cash Equivalents	\$ 36,125	\$ 11,727	\$ 47,852
Investments	<u>92,067</u>	<u>-</u>	<u>92,067</u>
Total Assets	<u>\$ 128,192</u>	<u>\$ 11,727</u>	<u>\$ 139,919</u>
LIABILITIES AND FUND BALANCES			
Liabilities			
Payroll Tax Withholding Payable	\$ 934	\$ -	\$ 934
Fund Balances			
Unreserved	<u>127,258</u>	<u>11,727</u>	<u>138,985</u>
Total Liabilities and Fund Balances	<u>\$ 128,192</u>	<u>\$ 11,727</u>	<u>\$ 139,919</u>
Reconciliation to Statement of Net Assets:			
Total Fund Balance			\$ 138,985
Difference			<u>-</u>
Net Assets of Governmental Activities			<u>\$ 138,985</u>

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

VILLAGE OF SADORUS, ILLINOIS

Combined Statement of Revenues, Expenditures, and
Changes in Fund Balances - Modified Cash Basis*Governmental Funds*

For the Year Ended April 30, 2007

Revenue	General Corporate Fund	Special Revenue Fund Motor Fuel Tax Fund	Total
<i>Local Taxes</i>			
Municipal Utility Tax	\$ 17,030	\$ -	\$ 17,030
Property Tax	15,292	-	15,292
Road and Bridge Allocation	14,986	-	14,986
Telecommunications Tax	4,528	-	4,528
Other Taxes	405	-	405
<i>State Taxes</i>			
Income Tax	39,089	-	39,089
Motor Fuel Tax	-	12,324	12,324
Sales Tax	3,789	-	3,789
Use Tax	5,528	-	5,528
Other Taxes	1,346	-	1,346
<i>Intergovernmental Revenue</i>			
Rent from Sadorus Fire Protection District	3,000	-	3,000
<i>Other</i>			
Charges for Service	3,883	-	3,883
Licenses and Permits	1,325	-	1,325
Interest Income	2,689	515	3,204
Miscellaneous	1,140	-	1,140
Total Revenue	<u>114,030</u>	<u>12,839</u>	<u>126,869</u>
Expenditures			
<i>Current</i>			
Public Works	34,759	12,780	47,539
General Government	61,525	-	61,525
Recreation	13,831	-	13,831
Public Safety	272	-	272
<i>Capital Outlay</i>			
	13,648	-	13,648
Total Expenditures	<u>124,035</u>	<u>12,780</u>	<u>136,815</u>
Excess (Deficit) of Revenue Over Expenditures	(10,005)	59	(9,946)
Fund Balances, May 1, 2006	<u>137,263</u>	<u>11,668</u>	<u>148,931</u>
Fund Balances, April 30, 2007	<u>\$ 127,258</u>	<u>\$ 11,727</u>	<u>\$ 138,985</u>
Reconciliation to the Statement of Activities:			
Deficit of Revenue over Expenditures			\$ (9,946)
Differences			-
Change in Net Assets of Governmental Activities			<u>\$ (9,946)</u>

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

VILLAGE OF SADORUS, ILLINOIS

Statement of Expenditures - Budget and Actual - Modified Cash Basis

General Corporate Fund

For the Year Ended April 30, 2007

Expenditures	Budget		Actual	(Over) Under Budget
	Original	Final		
<i>Current</i>				
General Government:				
Salaries and Wages	\$ 14,785	\$ 14,785	\$ 21,099	\$ (6,314)
Materials and Supplies	3,050	3,050	9,073	(6,023)
Contractual Services	29,500	29,500	26,473	3,027
Other	3,670	3,670	4,880	(1,210)
Total General Government	<u>51,005</u>	<u>51,005</u>	<u>61,525</u>	<u>(10,520)</u>
Public Works:				
Salaries and Wages	7,000	7,000	-	7,000
Materials and Supplies	950	950	-	950
Contractual Services	34,500	34,500	34,759	(259)
Total Public Works	<u>42,450</u>	<u>42,450</u>	<u>34,759</u>	<u>7,691</u>
Recreation:				
Materials and Supplies	500	500	139	361
Contractual Services	15,000	15,000	13,692	1,308
Total Recreation	<u>15,500</u>	<u>15,500</u>	<u>13,831</u>	<u>1,669</u>
Public Safety	<u>2,250</u>	<u>2,250</u>	<u>272</u>	<u>1,978</u>
Capital Outlay	<u>10,000</u>	<u>10,000</u>	<u>13,648</u>	<u>(3,648)</u>
Total Expenditures	<u>\$ 121,205</u>	<u>\$ 121,205</u>	<u>\$ 124,035</u>	<u>\$ (2,830)</u>

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

VILLAGE OF SADORUS, ILLINOIS

Statement of Net Assets - Modified Cash Basis

Proprietary Fund

April 30, 2007

	<u>Enterprise Fund</u> <u>Water Operations</u> <u>and Maintenance</u> <u>Fund</u>
ASSETS	
Current Assets	
Cash	\$ 41,054
Property and Equipment, Net of Accumulated Depreciation	
Water System	38,660
Equipment	1,809
Total Property and Equipment, Net	<u>40,469</u>
Total Assets	<u>\$ 81,523</u>
LIABILITIES AND NET ASSETS	
Liabilities	<u>\$ -</u>
Net Assets	
Invested in Capital Assets	40,469
Unrestricted	41,054
Total Net Assets	<u>81,523</u>
Total Liabilities and Net Assets	<u>\$ 81,523</u>

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

VILLAGE OF SADORUS, ILLINOIS

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

For the Year Ended April 30, 2007

	<u>Enterprise Fund</u> <u>Water Operations</u> <u>and Maintenance</u> <u>Fund</u>
Operating Revenue	
User Fees	\$ 44,989
Operating Expenses	
Salaries and Wages	12,465
Materials and Supplies	8,880
Contractual Services	4,365
Depreciation	8,296
Other	2,570
Total Operating Expenses	<u>36,576</u>
Operating Income	8,413
Nonoperating Revenue	
Interest Income	<u>120</u>
Change in Net Assets	8,533
Net Assets, May 1, 2006	<u>72,990</u>
Net Assets, April 30, 2007	<u>\$ 81,523</u>

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

VILLAGE OF SADORUS, ILLINOIS

Statement of Cash Flows - Modified Cash Basis

Proprietary Fund

For the Year Ended April 30, 2007

	<u>Enterprise Fund</u> <u>Water Operations</u> <u>and Maintenance</u> <u>Fund</u>
Cash Flows from Operating Activities	
Receipts from Customers	\$ 44,989
Payments to Vendors	(17,057)
Payments to Employees	(12,465)
Net Cash Provided by Operating Activities	<u>15,467</u>
Cash Flows from Capital and Related Financing Activities	
Purchase of Water Plant Equipment	(9,240)
Cash Flows from Investing Activities	
Receipts of Interest	<u>120</u>
Net Increase in Cash	6,347
Cash, May 1, 2006	<u>34,707</u>
Cash, April 30, 2007	<u>\$ 41,054</u>
Reconciliation of Operating Income	
to Net Cash Provided by Operating Activities	
Operating Income	\$ 8,413
Adjustment to Reconcile Operating Income to Net Cash	
Provided by Operating Activities:	
Depreciation	8,296
Decrease in Due to General Corporate Fund	(1,242)
Net Cash Provided by Operating Activities	<u>\$ 15,467</u>

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

VILLAGE OF SADORUS, ILLINOIS

Notes to Basic Financial Statements

April 30, 2007

1. Summary of Significant Accounting Policies

As discussed further in Note 1(c), these financial statements are presented on the modified cash basis of accounting. The modified cash basis of accounting differs from accounting principles generally accepted in the United States of America (GAAP). The modified cash basis of accounting includes all relevant Governmental Accounting Standards Board (GASB) pronouncements. In the government-wide financial statements and the fund financial statements for the proprietary funds, Financial Accounting Standards Board (FASB) pronouncements and Accounting Principles Board (APB) opinions issued on or before November 30, 1989, have been applied, 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 Fund – A Special Revenue Fund is 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 received and expenditures paid for road repair and replacement provided by the State of Illinois

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:

<u>Fund</u>	<u>Brief Description</u>
Water Operations and Maintenance 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 modified cash basis 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 modified cash basis 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 noncurrent, 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 fund financial statements, governmental and business-type activities, and all funds are presented using a *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 in the government-wide statements for business-type activities and proprietary fund statements and a provision for investments in the government-wide statements for governmental activities and governmental 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 the use of this modified cash basis of accounting, certain assets and their related revenues (such as accounts receivable and revenue for billed or provided services not yet collected) and certain liabilities and their related expenses (such as 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 proprietary fund types would use the accrual basis of accounting. All government-wide financials would be presented on the accrual basis of accounting.

d. Cash and Cash Equivalents

Cash and cash equivalents includes deposits at financial institutions, certificates of deposit with original maturities at issuance of three months or less, and deposits in money market funds.

e. Property and Equipment

Proprietary fund property and equipment are valued at historical cost or estimated historical cost, if actual historical cost is not available. The Village's management uses a capitalization threshold of \$500, although the Village's Board of Trustees has not enacted a capitalization policy. Donated property and equipment are 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-two 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 obligations 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 ballpark and miscellaneous food and beverage vending
-----------	--

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 appropriations 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.

Appropriations 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.

A comparison of budget to actual expenditures is provided for only the General Corporate Fund. The major Special Revenue Fund, the Motor Fuel Tax Fund, is not required to adopt a legal budget. Therefore, the budget to actual comparison is omitted for this major fund.

The Village over expended the General Corporate Fund appropriations budget for fiscal year 2007 by \$2,830. This was primarily due to the purchase of three bus shelters during the year.

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 2006 tax levy on November 7, 2006. 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 2005 tax levy.

4. Cash and Cash Equivalents and Investments

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.

The Village's investments consist of certificates of deposit with original maturities in excess of three months. Investments are carried at cost, which equals the bank deposit value at April 30, 2007.

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, 2007, none of the Village's bank balance of \$177,874 was exposed to custodial credit risk.

At April 30, 2007, the Village held \$12,607 in the Illinois Funds Money Market Fund. The fair value of the Village's position in the fund is equal to the value of the Village's fund shares. The portfolio is regulated by oversight of the Treasurer of the State of Illinois and private rating agencies. The portfolio has an AAA rating from Standard and Poor's. The assets of the fund are mainly invested in securities issued by the United States government or agencies related to the United States. Assets of the fund not invested in United States government securities are fully collateralized by pledged securities. The time to maturity of the investments in this external investment pool averages less than one year.

5. Property and Equipment

The following is a summary of the changes in the property and equipment of the business-type activities (proprietary fund) for the year ended April 30, 2007:

	April 30, 2006	Additions	Retirements	April 30, 2007
Depreciable Property and Equipment:				
Water System	\$ 343,259	\$ 8,240	\$ -	351,499
Equipment	3,362	1,000	-	4,362
Less: Accumulated Depreciation	<u>(307,096)</u>	<u>(8,296)</u>	<u>-</u>	<u>(315,392)</u>
Property and Equipment, Net	<u>\$ 39,525</u>	<u>\$ 944</u>	<u>\$ -</u>	<u>\$ 40,469</u>

Depreciation expense for 2007 was charged to the Water Operations activity in the amount of \$8,296.

6. Restricted Net Assets and Reserved Fund Balance

At April 30, 2007, the Village had \$11,727 restricted 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.

The liability insurance tax levy had the following activity in the year ended April 30, 2007:

Restricted Net Assets, May 1, 2006	\$ 1,341
Levy Receipts	3,664
Insurance Expense	<u>(5,102)</u>
Restricted Net Assets, April 30, 2007	<u>\$ -</u>

7. Risk of Loss

Significant losses are covered by commercial insurance for property, liability, and workers compensation. During the year ended April 30, 2007, there were no significant reductions in coverage. Also, there have been no settlement amounts that have exceeded insurance coverage in the past three years.

8. Commitments

In the prior year, the Village entered into a contract for street and alley maintenance for \$21,758 to be paid for by the Motor Fuel Tax Fund. As of April 30, 2007, the Village still owes \$9,758 on this contract.

The Village has also committed to improving the ball park by installing light poles and cement siding on the announcer's booth for \$5,535 and \$2,395, respectively.

Table 1

VILLAGE OF SADORUS, ILLINOIS

Property Tax Levies, Rates, Extensions, and Collections

For the Four Years Ended April 30

Fiscal Year of Receipt Levy Year	2008 <u>2006</u>	2007 <u>2005</u>	2006 <u>2004</u>	2005 <u>2003</u>
Assessed Valuations	<u>\$ 4,857,513</u>	<u>\$ 4,628,542</u>	<u>\$ 4,120,690</u>	<u>\$ 4,114,380</u>
Tax Levies				
General	\$ 7,944	\$ 7,800	\$ 8,157	\$ 7,942
Liability Insurance	3,900	3,700	3,900	3,900
ESDA	102	102	104	105
Audit	3,914	3,800	4,000	2,200
Total Tax Levies	<u>\$ 15,860</u>	<u>\$ 15,402</u>	<u>\$ 16,161</u>	<u>\$ 14,147</u>
Tax Rates				
General Fund	0.1635	0.1685	0.1834	0.1890
Liability Insurance	0.0803	0.0799	0.0876	0.0928
ESDA	0.0021	0.0022	0.0023	0.0025
Audit	0.0806	0.0821	0.0899	0.0524
Total Tax Rates	<u>0.3265</u>	<u>0.3327</u>	<u>0.3632</u>	<u>0.3367</u>
Tax Extensions				
General Fund	\$ 7,942	\$ 7,799	\$ 7,557	\$ 7,776
Liability Insurance	3,901	3,698	3,610	3,818
ESDA	102	102	95	103
Audit	3,915	3,800	3,704	2,156
Total Tax Extensions	<u>\$ 15,860</u>	<u>\$ 15,399</u>	<u>\$ 14,966</u>	<u>\$ 13,853</u>
Tax Collections				
General Fund		\$ 7,765	\$ 7,521	\$ 7,590
Liability Insurance		3,664	3,583	3,723
ESDA		99	94	101
Audit		3,764	3,664	2,102
Total Tax Collections		<u>\$ 15,292</u>	<u>\$ 14,862</u>	<u>\$ 13,516</u>
Percentage of Extension Collected		<u>99.31%</u>	<u>99.31%</u>	<u>97.57%</u>