

City of Plano, Illinois

Annual Financial Report

Year Ended April 30, 2012



City of Plano, Illinois
ANNUAL FINANCIAL REPORT
For the Fiscal Year Ended April 30, 2012

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MILLER COOPER & Co., Ltd

ACCOUNTANTS AND CONSULTANTS

INDEPENDENT AUDITORS' REPORT

The Honorable Mayor and Members of the City Council
City of Plano, Illinois
Plano, Illinois

We have audited the accompanying financial statements of the governmental activities, business-type activities, each major fund, and the aggregate remaining fund information of the City of Plano, Illinois, as of and for the year ended April 30, 2012, which collectively comprise the City's basic financial statements, as listed in the table of contents. These financial statements are the responsibility of City's management. Our responsibility is to express opinions on these financial statements based on our audit.

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, business-type activities, each major fund, and the aggregate remaining fund information of the City of Plano, Illinois, as of April 30, 2012, and the respective changes in financial position thereof, and the cash flows, where applicable, for the year then ended in conformity with accounting principles generally accepted in the United States of America.

(Continued)

The Honorable Mayor and Members of the City Council
City of Plano, Illinois
Plano, Illinois

(Continued)

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 3 through 19, the Illinois Municipal Retirement Fund historical data on page 72, Police Pension Fund historical data on page 73, other postemployment benefits data on page 74, and the budgetary comparison schedules and notes to required supplementary information on pages 72 through 79 be presented to supplement the basic financial statements. Such information, although not part of the basic financial statements, is required by the Government Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted principally of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and the other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide an assurance on the information because the limited procedures do not provide us with the sufficient evidence to express an opinion or provide any assurance.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Plano, Illinois' basic financial statements. The other schedules, listed in the table of contents as other supplementary budgetary information and other statistical information, are presented for purposes of additional analysis and are not a required part of the basic financial statements. 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.

MILLER, COOPER & CO., LTD.



Certified Public Accountants

Deerfield, Illinois
September 6, 2012

City of Plano, Illinois
Management's Discussion & Analysis
April 30, 2012

Our discussion and analysis of the City of Plano's (City) financial performance provides an overview of the City's financial activities for the fiscal year ended April 30, 2012. Please read in conjunction with the City's financial statements, which begin on pg. 20, and Independent Auditor's Report for the Fiscal Year Ended April 30, 2012.

FINANCIAL HIGHLIGHTS

- The City's assets exceeded its liabilities at the close of the most recent fiscal year by \$117.48 million. Of this amount, \$4.80 million (unrestricted net assets) may be used to meet the government's ongoing obligations to the citizens and creditors.
- During the year, the City had governmental expenses of \$7.55 million and revenues of \$6.86 million. The revenues were generated from taxes and other governmental programs. The expenses exceeded the total governmental revenues by 10.64 percent. Last year's expenses exceeded the same revenues by 6.7 percent. This was caused by the use of carry over balances.
- In the City's business-type activities, expenses were \$2.84 million and revenues were \$2.40 million. The expenses exceeded the revenues by 18.3 percent. Last year's expenses exceeded revenues by 9.5 percent. This was caused or funded by the use of carry over balances.
- The total costs of all City programs were \$10.43 million, an increase of \$0.65 million from last year.
- At the end of the current fiscal year, unrestricted fund balance for governmental activities was \$1.88 million, or 24.9 percent of total governmental expenditures.
- The City built a new \$4.2 million facility for the police department. This was financed through the issuance of \$4.0 million in alternate revenue bonds.
- In FY 12 the City paid off \$1.3 million in general obligation alternate revenue source bonds. The debt was used to help pay for the expansion of the City's Waste Water Treatment Plant.
- The City captured developer contributed land for the Parks Fund, with a value of \$0.58 million. Kristen Street Park will be primarily used for baseball fields.

City of Plano, Illinois
Management's Discussion & Analysis
April 30, 2012

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the City's basic financial statements. The City's basic financial statements are comprised of three components: 1) government-wide financial statements (on pages 20 & 21), 2) fund financial statements (on pages 23-35), and 3) notes to the financial statements (on pages 38-71). This report also contains other supplementary information in addition to the basic financial statements.

**USING THE FINANCIAL SECTION
OF THIS ANNUAL REPORT**

The financial statements' focus is on the City as a whole and on the major individual funds. Both perspectives allow the readers to address relevant questions, broaden the basis for comparison and enhance the reader's understanding of the statements.

Government-wide Financial Statements

The government-wide financial statements are designed to be corporate like. Governmental and business type activities are consolidated into separate columns which add to a total of government activities.

The Statement of Net Assets is a statement of position that combines and consolidates governmental funds, current financial resources with capital assets and long term obligations. It uses the accrual basis of accounting and economic resources measurement focus.

The Statement of Activities is used to report the changes in net assets that focus on both the growth and net costs of various activities. These are supported by the government's general taxes and other resources. This is intended to summarize and simplify the users' analysis of the costs of various governmental services.

The governmental activities reflect the City's basic services which are police, streets, engineering and administration. Shared state sales and income taxes and property taxes finance the majority of these services. The business type activities (sewer and water) reflect private sector type operations where the fees for services cover most of the costs of operation including depreciation.

City of Plano, Illinois
Management's Discussion & Analysis
April 30, 2012

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the City can be divided into three categories: governmental funds, proprietary funds and fiduciary funds. The City's three kinds of funds use different accounting approaches.

Traditional users of governmental financial statements will find the fund financial statements presentation more familiar. The focus is on major funds rather than fund types.

The governmental fund presentation is presented on a sources and uses of liquid resources basis. This is the manner in which the financial plan (the budget) is usually developed. The flow and availability of liquid resources is a clear and appropriate focus of any analysis of the government. Funds are established for various purposes and the fund financial statements allow the demonstration of sources and uses and/or budgeting compliance associated therewith.

While the total column of the enterprise funds financial statement are the same as the business-type column on the government-wide financial statements, the total governmental funds column requires reconciliations to the government wide financial statements because of the different measurement focus (current financial resources versus total economic resources), which is reflected on the page following each statement. The flow of current financial resources will reflect bond proceeds and interfund transfers as other sources and uses, as well as capital expenditures and bond principal payments as expenditures. The reconciliations eliminate these transactions and incorporate the capital assets and long-term obligations into the governmental activities column in government wide statements.

The City as Trustee

The City is the trustee, or fiduciary, for its police pension plan. All of the City's fiduciary activities are reported in separate Statements of Fiduciary Net Assets and Changes in Fiduciary Net Assets. The City excludes these activities from the City's other financial statements because the City cannot use these assets to finance its operations. The City is responsible for ensuring that assets reported in this fund are used for their intended purposes.

City of Plano, Illinois
Management's Discussion & Analysis
April 30, 2012

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the information provided in the government-wide and fund financial statements.

Other Information

In addition to the basic financial statements, this report also includes certain required supplementary information related to budgetary information and the City's progress in funding its obligation to provide pension benefits and other post employment benefits to its employees. Non-major fund information can be found immediately following the required supplementary information.

GOVERNMENT-WIDE STATEMENTS & ANALYSIS

Statement of Net Assets

The largest portion of the City of Plano's net assets (\$110.81 million) reflects its investment in capital assets (e.g., land, buildings, machinery, equipment), less any related debt to acquire those assets that are still outstanding. The City of Plano uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the City of Plano's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

City of Plano, Illinois
Management's Discussion & Analysis
April 30, 2012

Table 1
Statement of Net Assets
As of April 30, 2012
(In millions)

	Governmental		Business-Type		Total	
	Activities		Activities		Primary	
	2012	2011	2012	2011	2012	2011
Current and other assets	\$ 6.56	\$ 6.03	\$ 3.10	\$ 3.03	\$ 9.66	\$ 9.06
Capital Assets	<u>73.03</u>	<u>70.26</u>	<u>43.71</u>	<u>44.34</u>	<u>116.74</u>	<u>114.60</u>
Total Assets	<u>79.59</u>	<u>76.29</u>	<u>46.81</u>	<u>47.37</u>	<u>126.40</u>	<u>123.66</u>
Current liabilities	2.40	2.12	0.06	0.22	2.46	2.34
Long-term liabilities	<u>5.65</u>	<u>1.96</u>	<u>0.76</u>	<u>0.75</u>	<u>6.41</u>	<u>2.71</u>
Total Liabilities	<u>8.05</u>	<u>4.08</u>	<u>0.82</u>	<u>0.97</u>	<u>8.87</u>	<u>5.05</u>
Net Assets:						
Invested in capital assets, Net of debt	67.78	68.57	43.13	43.81	110.91	112.38
Restricted	1.87	1.40	-	-	1.87	1.40
Unrestricted	<u>1.89</u>	<u>2.24</u>	<u>2.85</u>	<u>2.60</u>	<u>4.74</u>	<u>4.84</u>
Total Net Assets	<u>\$ 71.54</u>	<u>\$ 72.21</u>	<u>\$ 45.98</u>	<u>\$ 46.41</u>	<u>\$ 117.52</u>	<u>\$ 118.62</u>

For more detailed information see the Statement of Net Assets (page 20).

Normal Impacts

There are six basic (normal) transactions that will affect the comparability of the Statement of Net Assets summary presentation.

Net Results of Activities - this will impact (increase/decrease) current assets and unrestricted net assets.

Borrowing for capital - will increase current assets and long-term debt.

Spending borrowed proceeds on New Capital - will reduce current assets and increase capital assets. There is a second impact, an increase in Invested in Capital Assets and an increase in related net debt which will not change the Invested in Capital Assets, Net of Debt.

City of Plano, Illinois
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April 30, 2012

Spending of non-borrowed Current Assets on New Capital - will (a) reduce current assets and increase capital assets and (b) reduce Unrestricted Net Assets and increase Invested in Capital Assets, Net of Debt.

Principal payment on debt - will (a) reduce current assets and reduce long-term debt and (b) reduce Unrestricted Net Assets and increase Invested in Capital Assets, Net of Debt.

Reduction of Capital Assets through Depreciation - will reduce capital assets and Invested in Capital Assets, Net of Debt.

Current Year Impacts

Net assets of the City's governmental activities decreased by 0.98 percent in 2012 (\$71.50 million compared to \$72.21 million). Invested in Capital Assets, Net of Debt (which represents the amount reported for capital assets, net of accumulated depreciation, less debt issued to obtain those capital assets) decreased 1.16 percent (\$67.78 million compared to \$68.57 million). This is due to a decrease in capital assets, net of accumulated depreciation of \$2.76 million.

The net assets for business-type activities decreased by 0.92 percent in 2012 (\$45.98 million compared to \$46.41 million), due to accumulated depreciation and the reduction of debt.

City of Plano, Illinois
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Statement of Activities

Total primary governmental activities decreased (\$1.13) million. Governmental activities decreased the City's net assets by (\$0.71) million and Business-Type-Activities (\$0.42) million. Key elements of these decreases are as follows:

Changes in Net Assets
For the Fiscal Year Ended April 30, 2012
(in millions)

	Governmental		Business-Type		Total	
	<u>Activities</u>		<u>Activities</u>		<u>Primary</u>	
	<u>2012</u>	<u>2011</u>	<u>2012</u>	<u>2011</u>	<u>Government</u>	<u>2010</u>
Revenue						
Program Revenues:						
Charges for Services	0.96	0.98	-	-	0.96	0.98
Sewer	-	-	1.28	1.14	1.28	1.14
Water	-	-	0.98	0.91	0.98	0.91
Operating Grants/Contributions	0.43	0.38	-	-	0.43	0.38
Capital Grants/Contributions	0.58	0.59	-	0.18	0.58	0.77
					-	
General Revenues					-	
Property Taxes	1.58	1.51	0.16	0.17	1.74	1.68
Other Taxes	3.26	3.12	-	-	3.26	3.12
Other	0.06	0.07	0.01	0.01	0.07	0.08
Total Revenues	<u>6.87</u>	<u>6.65</u>	<u>2.43</u>	<u>2.41</u>	<u>9.30</u>	<u>9.06</u>
Expenses						
General Government	2.17	2.20	-	-	2.17	2.20
Public Safety	1.75	1.64	-	-	1.75	1.64
Highway & Streets	2.60	2.32	-	-	2.60	2.32
Health & Welfare	0.78	0.78	-	-	0.78	0.78
Culture & Recreation	0.05	0.12	-	-	0.05	0.12
Interest on Debt	0.20	0.07	-	-	0.20	0.07
Sewer	-	-	1.79	1.80	1.79	1.80
Water	-	-	1.05	0.85	1.05	0.85
Total Expenses	<u>7.55</u>	<u>7.13</u>	<u>2.84</u>	<u>2.65</u>	<u>10.39</u>	<u>9.78</u>
Changes in Net Assets before Transfers	<u>(0.68)</u>	<u>(0.48)</u>	<u>(0.41)</u>	<u>(0.24)</u>	<u>(1.09)</u>	<u>(0.72)</u>
Transfers	0.01	0.01	0.01	(0.01)	0.02	-
Change in Net Assets	(0.67)	(0.47)	(0.40)	(0.25)	(1.07)	(0.72)
Net Assets at Beginning of Year	72.21	72.68	46.39	46.64	118.60	119.33
Net Assets at End of Year	<u>71.54</u>	<u>72.21</u>	<u>45.99</u>	<u>46.39</u>	<u>117.53</u>	<u>118.60</u>

City of Plano, Illinois
Management's Discussion & Analysis
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There are seven basic impacts on revenues and expenses as reflected below:

Normal Impacts

Revenues

Economic Condition - which can reflect a declining, stable or growing economic environment and has a substantial impact on state income and sales taxes as well as public spending habits for building permits, user fees and volumes of consumption.

Increases/Decreases in City approved rates - while certain tax rates are set by statutes, the City Council has significant authority to impose and periodically increase/decrease rates (water, sewer, impact fees, building fees, etc.).

Changing Patterns in Intergovernmental and Grant Revenue - certain recurring revenues (state shared revenues, etc.) may experience significant changes periodically while non-recurring (or one time grants) are less predictable and often distorting in their impact on a year-to-year comparison.

Expenses

Introduction of New Programs - within the functional expense categories (Public Safety, Public Works, General Government, etc.) individual programs may be added or deleted to meet changing community needs.

Changes in Authorized Personnel - changes in service demand may cause the City Council to increase/decrease authorized staffing.

Salary Increases (annual adjustments and merit) - the ability to attract and retain human and intellectual resources requires the City to strive to approach a competitive salary range position in the marketplace.

Inflation - while overall inflation appears to be reasonably modest, the City is a major consumer of certain commodities such as supplies, fuels and parts. Some fluctuations may experience unusual commodity specific increases.

City of Plano, Illinois
Management's Discussion & Analysis
April 30, 2012

Current Year Impacts

Governmental Activities

Revenues:

The total revenues increased by \$0.21 million.

There were no significant changes in Charges for Services.

Operating grants/contributions showed an increase of \$0.05 million. Of this increase, \$0.03 million was from the receipt of two grants. One was from a clean energy grant and the other was for finger print software.

There were no significant changes in Capital Grants/Contributions.

The general revenues, which consist of property, income, sales, and other taxes as well as investment earnings, increased \$0.20 million. Of this increase Property, Sales and Income taxes increased \$0.06 million, \$0.11 million and \$0.06 million respectively.

Expenses:

Overall Governmental expenses increased \$0.46 million.

The City's General Government expenses decreased (\$0.03) million.

Public Safety increased \$0.78 million. Wages increased \$0.07 and compensated absences increased \$0.98 million due to a correction in recognition on two employees.

Highway and Streets increased \$0.28 million. Depreciation expense increased \$0.47 million and is offset by a decrease of (\$0.11) million in Contractual Services and a combined decrease of (\$0.15) million in Operations, Contractual and Capital expenditures.

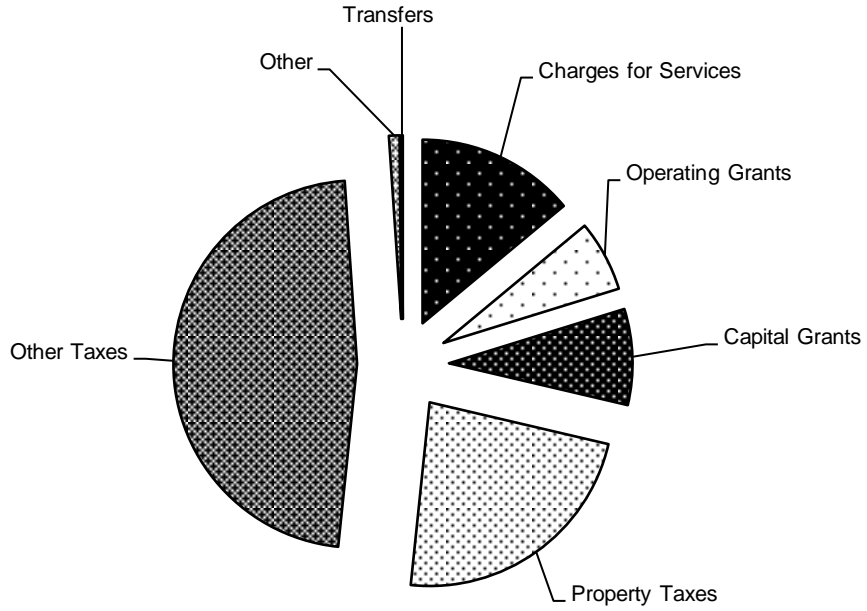
There were no significant changes in Health & Welfare.

Culture and Recreation decreased \$0.07 million. This is due in part to a decrease in new operating equipment for Kristen Street Park.

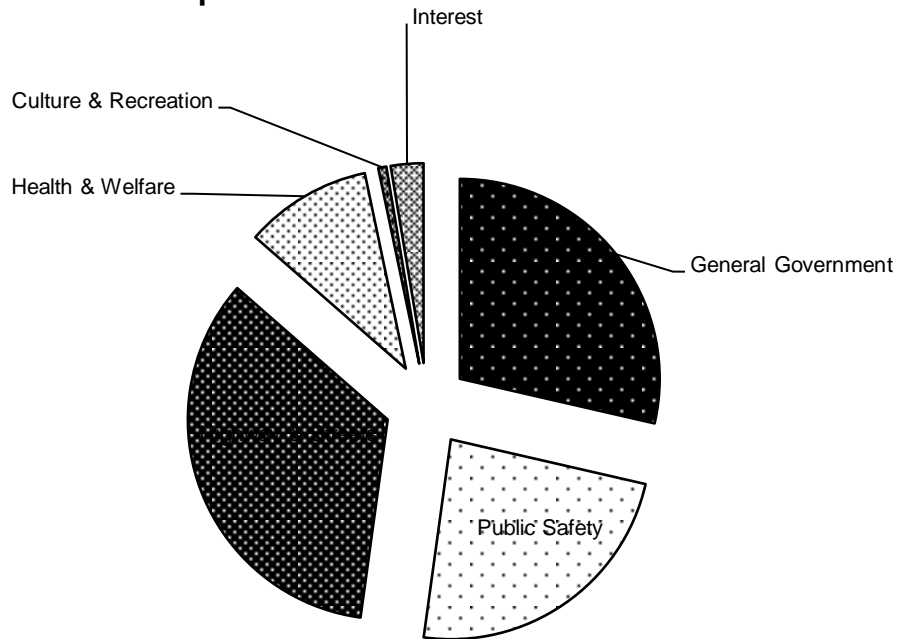
Interest on Debt increased \$0.13 million from interest due on the bond issuance for the new police department building.

City of Plano, Illinois
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Revenues by Source-Governmental Activities



Expenses- Governmental Activities



City of Plano, Illinois
Management's Discussion & Analysis
April 30, 2012

Business-type Activities

Revenues:

Total revenues increased by \$0.02 million.

Charges for services as a whole were up \$0.21 million. Sewer showed an increase of \$0.14 million and Water showed an increase of \$0.07 million.

Operating Grants/Contributions had no revenues this fiscal year or last year.

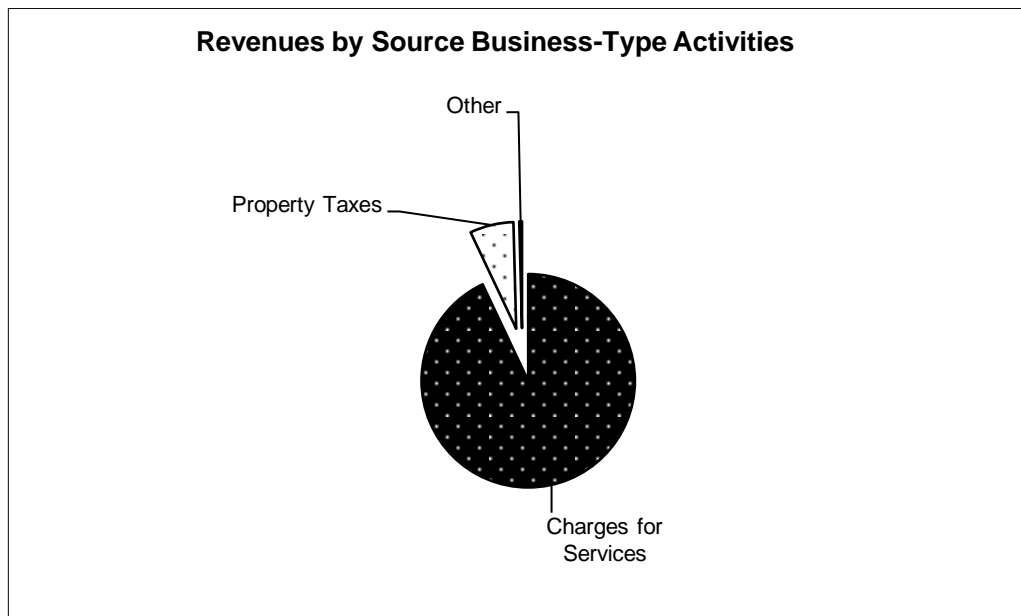
Capital Grants/Contributions decreased \$0.18 million. Last year the City received \$0.08 million in IEPA grant proceeds for a water treatment facility and \$0.10 million in Developer Contributions from the acceptance of sewer and water mains.

Expenses:

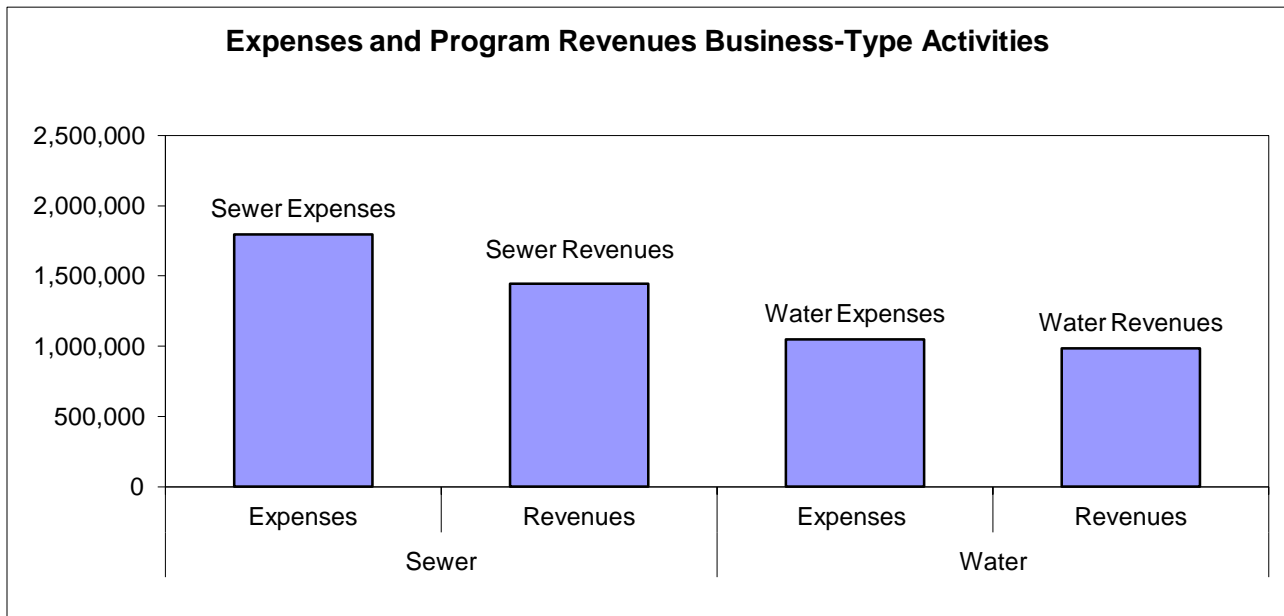
Total expenses increased by \$ 0.19 million.

Sewer expenses had no significant changes between this year and last year.

Water expenses increased \$ 0.19 million. This is due to a \$0.06 million increase in building maintenance, equipment upgrades and road widening and an increase of \$0.08 million in depreciation expense.



City of Plano, Illinois
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FINANCIAL ANALYSIS OF THE CITY'S FUNDS

The City of Plano's major governmental funds are the General Fund, Motor Fuel Tax Fund, Illinois Municipal Retirement Fund and Debt Service Fund. The City's non-major governmental fund is the Parks Fund. Generally speaking, a major fund meets the following criteria:

- Where total assets, liabilities, revenues or expenditures of that individual government fund are at least 10% of the corresponding element (assets, liabilities and so forth) for all government funds.

and

- The same element that met the 10 percent criterion in (a) is at least 5 percent of the corresponding element total for all governmental and enterprise funds combined.

Governmental Funds

The governmental funds are the City's primary operating funds, as well as the largest source of day-to-day delivery of services.

City of Plano, Illinois
 Management's Discussion & Analysis
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As the City completed the year, its governmental funds reported a combined fund balance of \$4.22 million, which is \$0.3 million more than last year. Approximately 65% of this total amount (\$2.76 million) constitutes unassigned fund balance, which is available for use at the City's discretion. The remainder of the fund balance consist of \$0.08 million in non-spendable prepaid items, \$0.83 million is restricted for special revenue funds, \$0.39 million is restricted for debt service and \$0.17 million for other post employment benefits.

Budgetary Highlights

The City of Plano operates under the Budget Ordinance process. The budget is adopted by the City Council and filed at the Kendall County Courthouse preceding May 1 of the budgeted fiscal year.

Historically, the City of Plano has taken a very conservative approach in developing its budgets. In December, the City Council amended the budget. The following table summarizes the amendments:

	All Funds					
	(in millions)					
	Original	Amended		Original	Amended	
	Budgeted	Budgeted		Budgeted	Budgeted	
<u>Fund</u>	<u>Revenue</u>	<u>Revenue</u>	<u>Actual</u>	<u>Expenditure</u>	<u>Expenditure</u>	<u>Actual</u>
General	\$ 9.28	\$ 9.34	\$ 9.29	\$ 9.23	\$ 9.33	\$ 8.86
MFT	0.54	0.54	0.34	0.66	0.86	0.12
Parks	0.12	0.11	0.11	0.39	0.38	0.07
IMRF	0.35	0.35	0.35	0.43	0.41	0.38
OPEB	-	-	-	0.03	0.04	0.03
Debt Service	0.06	0.06	0.06	0.61	0.57	0.57
Sewer	1.33	1.33	1.42	1.79	1.78	1.32
Water	1.16	1.19	1.21	1.38	1.38	1.17
	<u>\$ 12.84</u>	<u>\$ 12.92</u>	<u>\$ 12.78</u>	<u>\$ 14.52</u>	<u>\$ 14.75</u>	<u>\$ 12.52</u>

During the year, there was a \$0.14 million variance in revenues and a \$2.23 million variance in expenditures. Following are the key components of the changes for both sides of the chart.

City of Plano, Illinois
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Governmental Funds

General Fund:

- Revenues were under budget (\$0.05) million.
 - Taxes (\$22,498)
 - Intergovernmental Grants (\$18,741)
 - Grant revenues for the Train Depot were delayed until FY 13.

- Expenditures were under budget \$0.47 million
 - Administration \$139,098
 - Contingencies were not needed in FY 12
 - Highway & Streets \$44,514
 - Health & Welfare (\$87,010)
 - Disposal services had thirteen months of billings in FY 12
 - Capital Outlay \$350,226
 - Projects came in under budget with the exception of Public Safety where new software was purchased from grant proceeds.

Motor Fuel Tax Fund:

- Revenues were under budget (\$0.20) million
 - Intergovernmental Grants (\$0.25) million
 - Safe Routes to School Grant were delayed until FY 13

- Expenditures were under budget under budget \$0.74 million
 - Several of the projects were delayed until FY 13

Parks Fund:

- Expenditures were under budget \$0.13 million
 - Parks in general did not need to spend any of its budget and capital projects were also delayed until FY 13.

Sewer Fund:

- Revenues were over budget \$0.09 million
 - User Fees \$89,102
 - Water & sewer usage was up higher than anticipated

- Expenditures were under budget \$0.46
 - Capital projects; sewer mains \$305,938
 - Projects were delayed until FY 13
 - Contractual Services \$86,574
 - Equipment needs were less than anticipated and electricity rates were lower than budgeted.

City of Plano, Illinois
Management's Discussion & Analysis
April 30, 2012

Water Fund:

- Expenditures were under budget \$0.21 million
 - Contractual Services \$59,516
 - Equipment needs were less than anticipated and electricity rates were lower than budgeted.
 - Operations \$69,929
 - There was no need to replace or maintain any of the wells.

Governmental Activities Change in Capital Assets

(Presented in millions)

	<u>Balance May 1 2011</u>	<u>Net Additions/ Deletions</u>	<u>Balance April 30, 2012</u>
Non-Depreciable Assets:			
Land/CIP	<u>\$ 14.25</u>	<u>\$ 4.39</u>	<u>\$ 18.64</u>
Other Capital Assets:			
Infrastructure	65.99	(0.04)	65.95
Buildings/Improvements	1.04	(0.01)	1.03
Fixtures/Equipment	<u>2.09</u>	<u>0.06</u>	<u>2.15</u>
Total Other Capital Assets	69.12	0.01	69.13
Accum. Depreciation	<u>13.11</u>	<u>1.64</u>	<u>14.75</u>
Other Capital Assets, net	56.01	(1.63)	54.38
Capital Assets, net	<u>\$ 70.26</u>	<u>\$ 2.76</u>	<u>\$ 73.02</u>

At the end of the fiscal year 2012, the City had combined total capital assets of \$73.02 million invested in a broad range of capital assets including police equipment, buildings, city facilities, streets and infrastructure. This amount represents a net increase (including additions and deductions) of \$2.76 million. The primary reason for the increase is from the addition of a new police facility. See the notes to the financial statements for additional information on capital assets.

City of Plano, Illinois
Management's Discussion & Analysis
April 30, 2012

Business-Type Activities Change in Capital Assets
(Presented in millions)

	Balance May 1, 2011	Net Additions/ Deletions	Balance April 30, 2012
Non-Depreciable Assets:			
Land/CIP	\$ 1.48	\$ (0.48)	\$ 1.00
Other Capital Assets:			
Infrastructure	32.38	0.36	\$ 32.74
Buildings/Improvements	7.82	0.41	\$ 8.23
Fixtures/Equipment	9.35	0.20	\$ 9.55
Total Other Capital Assets	49.55	0.97	\$ 50.52
Accum. Depreciation	6.70	1.12	7.82
Other Capital Assets, net	42.85	(0.15)	42.70
Capital Assets, net	<u>\$ 44.34</u>	<u>\$ (0.63)</u>	<u>\$ 43.71</u>

The business-type activities had combined total capital assets of \$43.71 million invested in infrastructure, buildings and equipment. This amount represents a net decrease (including additions and deductions) of (\$0.63) million. The primary reason for the decrease is from accumulated depreciation. See the notes to the financial statements for additional information on capital assets.

Debt Outstanding
General Obligation and Revenue Bonds
(Presented in millions)

	<u>Governmental</u>		<u>Business-Type</u>	
	<u>Activities</u>	<u>Activities</u>	<u>Activities</u>	<u>Activities</u>
	<u>2012</u>	<u>2011</u>	<u>2012</u>	<u>2011</u>
General Obligation				
Bonds:				
Series 2003	\$ 0.11	\$ 0.16	\$ -	\$ -
Series 2008	1.30	1.46	-	-
Series 2011	3.79	-	-	-
Alternative Revenue	-	-	0.24	0.24
Total G.O. Bonds	<u>\$ 5.20</u>	<u>\$ 1.62</u>	<u>\$ 0.24</u>	<u>\$ 0.24</u>

City of Plano, Illinois
Management's Discussion & Analysis
April 30, 2012

At the end of the current fiscal year, the City had a total bonded debt of \$5.44 million. The debt is secured solely by revenue sources.

State statutes limit the amount of general obligation debt a governmental entity may issue to 8.625 percent of its total assessed valuation. The current debt limitation for the City is \$16.45 million, which is significantly in excess of the City's outstanding general obligation debt.

Economic Factors

The City's elected and appointed officials considered many factors when setting the fiscal year 2012 budget. One of those factors is the economy, and with the stabilizing and slight growth of the economy, the City has seen slight increases in the affected revenue streams. However, the City still closely monitors its core expenditures to ensure the delivery of its core services that the constituents have come to expect. Another factor considered is the rising cost of needed materials and supplies. Because of this the City's fund balances continue to decline.

Contacting the City's Financial Management

This financial report is designed to provide our citizens, customers, investors and creditors with a general knowledge of the City's finances and to demonstrate the City's accountability for the money it receives. Questions concerning this report or requests for additional financial information should be directed to the City Treasurer's Office, City of Plano, 17 East Main Street, Plano, Illinois 60545.

BASIC FINANCIAL STATEMENTS

City of Plano, Illinois

Statement of Net Assets

April 30, 2012

	Governmental Activities	Business-type Activities	Total
	<u> </u>	<u> </u>	<u> </u>
ASSETS			
Cash and cash equivalents	\$ 3,601,177	\$ 2,466,597	\$ 6,067,774
Receivables			
Accounts	226,708	597,599	824,307
Property taxes	1,767,170	-	1,767,170
Intergovernmental taxes	874,806	-	874,806
Prepaid items	81,534	35,383	116,917
Net pension benefit	13,682	-	13,682
Capital assets not being depreciated	18,648,452	999,048	19,647,500
Capital assets, net of accumulated depreciation	<u>54,379,731</u>	<u>42,707,574</u>	<u>97,087,305</u>
Total assets	<u>79,593,260</u>	<u>46,806,201</u>	<u>126,399,461</u>
LIABILITIES			
Current			
Accounts payable	299,326	45,807	345,133
Salaries and wages payable	106,710	15,662	122,372
Deposits payable	6,095	-	6,095
Accrued interest payable	64,806	-	64,806
Unearned revenues	1,922,451	-	1,922,451
Noncurrent liabilities			
Due within one year	386,491	87,739	474,230
Due in more than one year	<u>5,267,069</u>	<u>672,627</u>	<u>5,939,696</u>
Total liabilities	<u>8,052,948</u>	<u>821,835</u>	<u>8,874,783</u>
NET ASSETS			
Invested in capital assets, net of related debt	67,779,801	43,034,698	110,814,499
Restricted for debt service	324,550	-	324,550
Restricted for enabling legislation	1,548,829	-	1,548,829
Unrestricted	<u>1,887,132</u>	<u>2,949,668</u>	<u>4,836,800</u>
Total net assets	<u>\$ 71,540,312</u>	<u>\$ 45,984,366</u>	<u>\$ 117,524,678</u>

The accompanying notes are an integral part of this statement.

City of Plano, Illinois
Statement of Activities
For the Fiscal Year Ended April 30, 2012

<u>Functions/programs</u>	<u>Expenses</u>	<u>Program Revenues</u>		
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants</u>
Governmental activities				
General government	\$ 2,167,543	\$ 887,124	\$ 84,344	\$ -
Public safety	1,746,352	67,939	6,057	-
Highway and streets	2,597,804	-	341,627	-
Health and welfare	786,510	-	-	-
Culture and recreation	50,337	-	-	584,501
Interest expense	203,611	-	-	-
Total governmental activities	<u>7,552,157</u>	<u>955,063</u>	<u>432,028</u>	<u>584,501</u>
Business-type activities				
Sewer	1,793,920	1,276,304	-	-
Water	1,046,861	979,191	-	-
Total business-type activities	<u>2,840,781</u>	<u>2,255,495</u>	<u>-</u>	<u>-</u>
Total functions/programs	<u>\$ 10,392,938</u>	<u>\$ 3,210,558</u>	<u>\$ 432,028</u>	<u>\$ 584,501</u>

General revenues
Taxes - local
 Property taxes
 Other local taxes
Taxes - intergovernmental
 Income taxes
 Sales taxes
 Other intergovernmental taxes
Miscellaneous
Interest income
Transfers

Total general revenues and transfers

Change in net assets

Net assets, beginning of year

Net assets, end of year

The accompanying notes are an integral part of this statement.

Net (Expense) Revenue and
Changes in Net Assets

Governmental Activities	Business-type Activities	Total
\$ (1,196,075)	\$ -	\$ (1,196,075)
(1,672,356)	-	(1,672,356)
(2,256,177)	-	(2,256,177)
(786,510)	-	(786,510)
534,164	-	534,164
(203,611)	-	(203,611)
<u>(5,580,565)</u>	<u>-</u>	<u>(5,580,565)</u>
-	(517,616)	(517,616)
-	(67,670)	(67,670)
-	(585,286)	(585,286)
<u>(5,580,565)</u>	<u>(585,286)</u>	<u>(6,165,851)</u>
1,577,428	164,814	1,742,242
673,700	-	673,700
888,189	-	888,189
1,429,288	-	1,429,288
263,179	-	263,179
54,825	-	54,825
8,923	10,696	19,619
14,000	(14,000)	-
<u>4,909,532</u>	<u>161,510</u>	<u>5,071,042</u>
(671,033)	(423,776)	(1,094,809)
<u>72,211,345</u>	<u>46,408,142</u>	<u>118,619,487</u>
<u>\$ 71,540,312</u>	<u>\$ 45,984,366</u>	<u>\$ 117,524,678</u>

City of Plano, Illinois
GOVERNMENTAL FUNDS
Balance Sheet
April 30, 2012

	Major Funds			
	General	Motor Fuel Tax	Illinois Municipal Retirement	Debt Service
ASSETS				
Cash and cash equivalents	\$ 1,706,377	\$ 674,450	\$ 104,160	\$ 389,357
Investments	-	-	-	-
Accounts receivable	226,708	-	-	-
Property tax receivable	1,202,656	-	398,495	53,464
Intergovernmental receivables	824,620	48,249	1,937	-
Prepaid items	81,114	-	-	-
Total assets	\$ 4,041,475	\$ 722,699	\$ 504,592	\$ 442,821
LIABILITIES				
Accounts payable	\$ 292,633	\$ 3,697	\$ -	\$ -
Salaries and wages payable	106,184	-	-	-
Deposits payable	6,095	-	-	-
Unearned revenues	1,357,935	-	398,496	53,465
Total liabilities	1,762,847	3,697	398,496	53,465
FUND BALANCES				
Nonspendable - prepaid items	81,114	-	-	-
Restricted - special revenue funds	-	719,002	106,096	-
Restricted - debt service	-	-	-	389,356
Assigned - other post- employment benefits	165,297	-	-	-
Unassigned	2,032,217	-	-	-
Total fund balances	2,278,628	719,002	106,096	389,356
Total liabilities and fund balances	\$ 4,041,475	\$ 722,699	\$ 504,592	\$ 442,821

The accompanying notes are an integral part of this statement.

Nonmajor Fund - Parks	Total Governmental Funds
\$ 726,833	\$ 3,601,177
-	-
-	226,708
112,555	1,767,170
-	874,806
420	81,534
<u>\$ 839,808</u>	<u>\$ 6,551,395</u>
\$ 2,996	\$ 299,326
526	106,710
-	6,095
112,555	1,922,451
<u>116,077</u>	<u>2,334,582</u>
420	81,534
-	825,098
-	389,356
-	165,297
<u>723,311</u>	<u>2,755,528</u>
<u>723,731</u>	<u>4,216,813</u>
<u>\$ 839,808</u>	<u>\$ 6,551,395</u>

City of Plano, Illinois

Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Assets

April 30, 2012

Total fund balances - governmental funds	\$	4,216,813
Amounts reported for governmental activities in the statement of net assets are different because:		
Capital assets, net of accumulated depreciation of \$14,750,099, used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds.		73,028,183
Long-term liabilities, including bonds payable, leases payable, interest payable, compensated absences, and net pension obligations, are not due and payable in the current period. Therefore, these liabilities are not reported in the current period and, consequently, are not reported in the governmental funds.		<u>(5,704,684)</u>
Net assets - governmental activities	\$	<u><u>71,540,312</u></u>

The accompanying notes are an integral part of this statement.

City of Plano, Illinois

GOVERNMENTAL FUNDS

Statement of Revenues, Expenditures, and Changes in Fund Balances

For the Fiscal Year Ended April 30, 2012

	Major Funds			
	General	Motor Fuel Tax	Illinois Municipal Retirement	Debt Service
Revenues				
Taxes				
Local	\$ 1,742,749	\$ -	\$ 339,519	\$ 55,672
Intergovernmental	2,567,599	333,627	13,057	-
Licenses, permits, and fees	43,761	-	-	-
Charges for services	854,131	-	-	-
Fines and forfeitures	57,171	-	-	-
Intergovernmental grants	87,756	10,645	-	-
Capital contributions	-	-	-	-
Miscellaneous	54,825	-	-	-
Investment income	7,200	400	336	308
Total revenues	5,415,192	344,672	352,912	55,980
Expenditures				
Current				
General government	1,666,065	-	382,919	-
Public safety	1,650,658	-	-	-
Highways and streets	894,941	126,050	-	-
Health and welfare	786,510	-	-	-
Culture and recreation	200	-	-	-
Capital outlay	3,858,264	-	-	-
Debt service				
Principal	-	-	-	415,000
Interest and fiscal charges	-	-	-	155,967
Total expenditures	8,856,638	126,050	382,919	570,967
Excess (deficiency) of revenues over expenditures	(3,441,446)	218,622	(30,007)	(514,987)
Other financing sources (uses)				
Proceeds from bonds	4,011,914	-	-	-
Transfers in	85,700	-	70,000	852,655
Transfers out	(993,055)	-	-	-
Total other financing sources (uses)	3,104,559	-	70,000	852,655
Net change in fund balances	(336,887)	218,622	39,993	337,668
Fund balance, beginning of year, as restated (Note N)	2,615,515	500,380	66,103	51,688
Fund balance, end of year	\$ 2,278,628	\$ 719,002	\$ 106,096	\$ 389,356

The accompanying notes are an integral part of this statement.

<u>Nonmajor Fund - Parks</u>	<u>Total Governmental Funds</u>
\$ 113,188	\$ 2,251,128
-	2,914,283
-	43,761
-	854,131
-	57,171
-	98,401
584,501	584,501
-	54,825
679	8,923
<u>698,368</u>	<u>6,867,124</u>
8,290	2,057,274
-	1,650,658
-	1,020,991
-	786,510
39,432	39,632
611,722	4,469,986
-	415,000
-	155,967
<u>659,444</u>	<u>10,596,018</u>
<u>38,924</u>	<u>(3,728,894)</u>
-	4,011,914
-	1,008,355
<u>(1,300)</u>	<u>(994,355)</u>
<u>(1,300)</u>	<u>4,025,914</u>
37,624	297,020
<u>686,107</u>	<u>3,919,793</u>
<u>\$ 723,731</u>	<u>\$ 4,216,813</u>

City of Plano, Illinois

Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances
of Governmental Funds to the Statement of Activities
For the Fiscal Year Ended April 30, 2012

Net change in fund balances - total governmental funds \$ 297,020

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

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which the capital outlays exceeded depreciation expense in the current period. 2,770,176

The net effect of the retirement of capital assets is to decrease net assets. (5,323)

The repayment of the principal of long-term debt consumes the current financial resources of governmental funds, while the issuance of debt provides current financial resources. This is the net amount of financial resources provided by these transactions in the current fiscal year. (3,570,424)

Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds. (162,482)

Change in net assets of governmental activities \$ (671,033)

The accompanying notes are an integral part of this statement.

City of Plano, Illinois

PROPRIETARY FUNDS

Statement of Net Assets

April 30, 2012

	Major Funds		Total Proprietary Funds
	Sewer	Water	
ASSETS			
Current assets			
Cash and cash equivalents	\$ 968,144	\$ 1,498,453	\$ 2,466,597
Accounts receivable	318,496	279,103	597,599
Prepaid items	17,054	18,329	35,383
Total current assets	<u>1,303,694</u>	<u>1,795,885</u>	<u>3,099,579</u>
Capital assets			
Capital assets not being depreciated			
Land	-	195,326	195,326
Construction in progress	144,162	659,560	803,722
Capital assets, net of accumulated depreciation	<u>25,000,120</u>	<u>17,707,454</u>	<u>42,707,574</u>
Total capital assets	<u>25,144,282</u>	<u>18,562,340</u>	<u>43,706,622</u>
Total assets	<u>26,447,976</u>	<u>20,358,225</u>	<u>46,806,201</u>
LIABILITIES			
Current liabilities			
Accounts payable	23,140	22,667	45,807
Salaries and wages payable	8,642	7,020	15,662
Long-term liabilities - current portion	<u>54,359</u>	<u>33,380</u>	<u>87,739</u>
Total current liabilities	<u>86,141</u>	<u>63,067</u>	<u>149,208</u>
Long-term liabilities, net of current portion	<u>50,803</u>	<u>621,824</u>	<u>672,627</u>
Total liabilities	<u>136,944</u>	<u>684,891</u>	<u>821,835</u>
NET ASSETS			
Invested in capital assets, net of related debt	25,089,923	17,944,775	43,034,698
Unrestricted net assets	<u>1,221,109</u>	<u>1,728,559</u>	<u>2,949,668</u>
Total net assets	<u>\$ 26,311,032</u>	<u>\$ 19,673,334</u>	<u>\$ 45,984,366</u>

The accompanying notes are an integral part of this statement.

City of Plano, Illinois

PROPRIETARY FUNDS

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

For the Fiscal Year Ended April 30, 2012

	Major Funds		Total Proprietary Funds
	Sewer	Water	
Operating revenues			
Charges for services	\$ 1,235,475	\$ 944,776	\$ 2,180,251
Penalties	40,829	34,393	75,222
Miscellaneous	-	22	22
	1,276,304	979,191	2,255,495
Operating expenses			
Administration	209,947	183,936	393,883
Insurance	98,137	83,208	181,345
Waste water treatment plant (WWTP) operations	456,462	-	456,462
Sewer line operations	118,630	-	118,630
Lift stations			
Walmart	19,364	-	19,364
Foli	19,672	-	19,672
Klatt Street	12,587	-	12,587
Other wages - meters	37,086	39,799	76,885
Transportation and heavy equipment	-	22,064	22,064
Power and pumping	-	119,873	119,873
Treatment	-	53,008	53,008
Distribution	-	212,187	212,187
Capital projects	-	31,522	31,522
	971,885	745,597	1,717,482
Total operating expenses, before depreciation	971,885	745,597	1,717,482
Depreciation	809,074	301,264	1,110,338
Total operating expenses	1,780,959	1,046,861	2,827,820
Operating income (loss)	(504,655)	(67,670)	(572,325)

(Continued)

The accompanying notes are an integral part of this statement.

City of Plano, Illinois

PROPRIETARY FUNDS

Statement of Revenues, Expenses, and Changes in Fund Net Assets (Continued)

For the Fiscal Year Ended April 30, 2012

	<u>Major Funds</u>		<u>Total Proprietary Funds</u>
	<u>Sewer</u>	<u>Water</u>	
Nonoperating revenues (expenses)			
Property taxes	\$ 164,814	\$ -	\$ 164,814
Investment income	5,200	5,496	10,696
Interest expense and fiscal fees	<u>(12,961)</u>	<u>-</u>	<u>(12,961)</u>
Total nonoperating revenues (expenses)	<u>157,053</u>	<u>5,496</u>	<u>162,549</u>
Net income (loss) before transfers	(347,602)	(62,174)	(409,776)
Transfers			
Transfers out to other funds	<u>(7,000)</u>	<u>(7,000)</u>	<u>(14,000)</u>
Change in net assets	(354,602)	(69,174)	(423,776)
Net assets			
Beginning of year	<u>26,665,634</u>	<u>19,742,508</u>	<u>46,408,142</u>
End of year	<u>\$ 26,311,032</u>	<u>\$ 19,673,334</u>	<u>\$ 45,984,366</u>

(Concluded)

The accompanying notes are an integral part of this statement.

City of Plano, Illinois
PROPRIETARY FUNDS
Statement of Cash Flows
For the Fiscal Year Ended April 30, 2012

	Major Funds		Total Proprietary Funds
	Sewer	Water	
Cash flows from operating activities			
Cash received from customers	\$ 1,232,389	\$ 895,497	\$ 2,127,886
Cash paid to suppliers	(631,166)	(443,540)	(1,074,706)
Cash paid to employees	(337,939)	(290,906)	(628,845)
Net cash provided by operating activities	263,284	161,051	424,335
Cash flows from noncapital financing activities			
Receipt of property taxes	164,814	-	164,814
Transfers out	(7,000)	(7,000)	(14,000)
Net cash provided by (used in) noncapital financing activities	157,814	(7,000)	150,814
Cash flows from capital and related financing activities			
Proceeds from loan payable	-	264,007	264,007
Acquisition of capital assets	(82,726)	(396,582)	(479,308)
Payments on bonds payable	(252,146)	-	(252,146)
Interest paid	(16,170)	-	(16,170)
Net cash used in capital and related financing activities	(351,042)	(132,575)	(483,617)
Cash flows from investing activities			
Proceeds from investment securities	265,590	361,843	627,433
Interest on investments	5,200	5,496	10,696
Net cash provided by investing activities	270,790	367,339	638,129
Net increase in cash and cash equivalents	340,846	388,815	729,661
Cash and cash equivalents			
Beginning year	627,298	1,109,638	1,736,936
End of year	\$ 968,144	\$ 1,498,453	\$ 2,466,597

(Continued)

The accompanying notes are an integral part of this statement.

City of Plano, Illinois
PROPRIETARY FUNDS
Statement of Cash Flows (Continued)
For the Fiscal Year Ended April 30, 2012

	Major Funds		Total Proprietary Funds
	Sewer	Water	
Reconciliation of operating income (loss) to net cash provided by operating activities			
Operating income (loss)	\$ (504,655)	\$ (67,670)	\$ (572,325)
Adjustments			
Depreciation	809,074	301,264	1,110,338
(Increase) decrease in assets			
Accounts receivable	(43,915)	(83,694)	(127,609)
Property tax receivable	164,475	-	164,475
Prepaid items and other	(834)	(1,288)	(2,122)
Increase (decrease) in liabilities			
Accounts payable	(4,632)	9,558	4,926
Salaries and wages payable	8,246	2,881	11,127
Unearned revenues	(164,475)	-	(164,475)
Total adjustments	767,939	228,721	996,660
Net cash provided by operating activities	\$ 263,284	\$ 161,051	\$ 424,335

(Concluded)

The accompanying notes are an integral part of this statement.

City of Plano, Illinois
PLANO POLICE PENSION FUND
Statement of Fiduciary Plan Net Assets
April 30, 2012

ASSETS

Cash	\$ 113,325
Investments, at fair value	3,399,765
Interest receivable	2,362
Other receivable	9,452
Prepaid items	<u>1,419</u>
 Total assets	 <u>3,526,323</u>

LIABILITIES

-

PLAN NET ASSETS

Plan net assets held in trust for pension benefits	\$ <u><u>3,526,323</u></u>
--	----------------------------

A schedule of funding progress for the plan is presented following the notes to the financial statements.

The accompanying notes are an integral part of this statement.

City of Plano, Illinois
PLANO POLICE PENSION FUND
Statement of Changes in Fiduciary Plan Net Assets
For the Fiscal Year Ended April 30, 2012

ADDITIONS

Contributions	
Employer	\$ 261,320
Plan members	<u>121,569</u>
Total contributions	<u>382,889</u>
Investment income	
Interest	112,023
Less investment expense	<u>(14,861)</u>
Net investment income	<u>97,162</u>
Total additions	<u>480,051</u>

DEDUCTIONS

Administration	16,266
Benefits	<u>147,077</u>
Total deductions	<u>163,343</u>

CHANGE IN PLAN NET ASSETS

316,708

PLAN NET ASSETS

Beginning of year	<u>3,209,615</u>
End of year	<u>\$ 3,526,323</u>

The accompanying notes are an integral part of this statement.

City of Plano, Illinois

Notes to Financial Statements

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April 30, 2012

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City of Plano, Illinois

Notes to Financial Statements

April 30, 2012

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the City of Plano, Illinois, ("City") have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to government units. 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 City's significant accounting policies:

1. Reporting Entity

The financial statements include all the organizations, activities, boards, functions, and component units for which the City is financially accountable. Financial accountability is defined as the appointment of a voting majority of the component unit's board and either (1) the City's ability to impose its will over the component unit, or (2) the possibility that the component unit will provide a financial benefit to or impose a financial burden on the City.

In conformity with GAAP, the City's Police Pension Fund has been included as a component unit in the City's basic financial statements. Although it is a separate legal entity, this fund exists to provide pension benefits for the City's police officers. Thus, its financial information has been blended with the City's basic financial statements.

2. Basis of Presentation

The City's basic financial statements consist of City-wide statements, including a statement of net assets, a statement of activities, and fund financial statements, which provide a more detailed level of financial information. The City-wide focus is more on the sustainability of the City as an entity and the change in aggregate financial position resulting from activities of the fiscal period.

City-wide Statements

The statement of net assets and the statement of activities display information about the City as a whole. In the City-wide statements of net assets, both the governmental and business-type activities columns are presented on a consolidated basis.

City of Plano, Illinois

Notes to Financial Statements

April 30, 2012

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

2. Basis of Presentation (Continued)

These statements include the financial activities of the City, except for fiduciary activities. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support. The City-wide statement of activities reflects both the direct expenses and net cost of each function of the City's governmental activities and business-type activities. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include charges paid by the recipient for the goods or services offered by the program, grants and contributions that are restricted to meeting the operational or capital requirements of a particular program, and interest earned on grants that is required to be used to support a particular program. Revenues, which are not classified as program revenues, are presented as general revenues of the City, with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each government function or business segment is self-financing or draws from the general revenues of the City.

As a general rule, the effect of interfund activity has been eliminated from the City-wide financial statements. However, interfund services provided and used are not eliminated in the process of consolidation.

Fund Financial Statements

The financial transactions of the City are recorded in individual funds. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures or expenses, as appropriate. Separate statements for each fund category, governmental, proprietary, and fiduciary, are presented. The emphasis of fund financial statements is on major governmental and enterprise funds, each displayed in a separate column. All remaining governmental funds are aggregated and presented as nonmajor funds. Proprietary fund operating revenues, such as charges for services, result from exchange transactions associated with the principal activity of the fund. Exchange transactions are those in which each party receives and gives up essentially equal values. Nonoperating revenues, such as subsidies and investment earnings, result from non-exchange transactions or ancillary activities.

3. Measurement Focus and Basis of Accounting

The City-wide financial statements and fund financial statements for proprietary and fiduciary funds are reported using the economic resources measurement focus and the accrual basis of accounting. The economic resources measurement focus means that all assets and liabilities (whether current or noncurrent) are included on the balance sheet, and the operating statements present increases (revenues) and decreases (expenses) in total net assets. Under the accrual basis of accounting, revenues are recognized when earned, if measurable, and expenses are recognized as incurred, regardless of the timing of related cash flows.

City of Plano, Illinois

Notes to Financial Statements

April 30, 2012

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

3. Measurement Focus and Basis of Accounting (Continued)

The City applies all GASB pronouncements and the Financial Accounting Standards Board (FASB) Codification issued on or before November 30, 1989, unless they conflict with GASB pronouncements. The city prepares its budget on the cash basis of accounting.

The City has reported three categories of program revenues in the statement of activities: (1) charges for services, (2) program-specific operating grants and contributions, and (3) program specific capital grants. Program revenues are derived directly from the program itself or from external sources, such as the State of Illinois; they reduce the net cost of each function to be financed from the City's general revenues. For identifying the function to which a program revenue pertains, the determining factor for charges for services is which function generates the revenue. For grants and contributions, the determining factor is the function to which the revenues are restricted.

Eliminations have been made in the statement of net assets to remove the "grossing up" effect on assets and liabilities within the governmental activities column for amounts reported in the individual funds as interfund receivables, payables, and advances. Similarly, transfers between funds have been eliminated in the statement of activities. Amounts reported in the governmental funds as receivable from or payable to fiduciary funds have been reclassified in the statement of net assets as accounts receivable or payable to external parties.

Governmental Funds

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the City considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Revenues accrued at the end of the year include charges for services, licenses and permits, fines and forfeitures, intergovernmental revenues, investment earnings, property taxes, sales taxes, and income taxes. All other revenue items are considered to be measurable and available only when cash is received by the City. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

City of Plano, Illinois

Notes to Financial Statements

April 30, 2012

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

3. Measurement Focus and Basis of Accounting (Continued)

Governmental Funds (Continued)

When an expenditure/expense is incurred for purposes for which both restricted and unrestricted resources are available, the City's policy is to apply restricted resources first, then unrestricted resources, as needed.

Differences occur from the manner in which the governmental activities and the City-wide financial statements are prepared because of the inclusion of capital asset and long-term debt activity. Governmental fund financial statements, therefore, include a reconciliation with brief explanations to better identify the relationship between the City-wide statements and the statements for governmental funds.

The City reports the following major governmental funds:

General Fund - The General Fund includes the Corporate Account and the Other Postemployment Benefits Account (OPEB). The General Account is used to account for the general operations of the City. It is used to account for all financial resources, except those required to be accounted for in another fund. The OPEB account is used to account for health insurance benefits paid for retired City employees.

Motor Fuel Tax Fund - This fund accounts for the motor fuel taxes received from the State of Illinois and the projects performed with those funds.

Illinois Municipal Retirement Fund (IMRF) - This fund accounts for the City's portion of IMRF pension payments and is funded by property and replacement tax revenue.

Debt Service Fund - The Debt Service Fund is used to account for the City's accumulation of resources for, and the payment of, general long-term debt principal, interest, and related costs and is funded by property and sales tax revenue.

Proprietary Funds

Proprietary funds are used to account for activities similar to those found in the private sector. The measurement focus is on the determination of net income, financial position, and changes in financial position.

The City reports the following major proprietary funds:

Sewer Fund - This Fund accounts for the City's sewer enterprise. The fees collected are to be utilized for sewer purposes.

City of Plano, Illinois

Notes to Financial Statements

April 30, 2012

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

3. Measurement Focus and Basis of Accounting (Continued)

Proprietary Funds (Continued)

Water Fund - This Fund accounts for the City's water enterprise. The fees collected are to be utilized for water purposes.

Fiduciary Fund

The fiduciary fund is used to account for assets held on behalf of the Plano Police Pension Fund.

Other Governmental Fund

In addition to the major funds mentioned above, the City has the following non-major governmental fund:

Parks Fund - The Parks Fund is used to account for the proceeds of specific revenue sources requiring separate accounting because of legal or regulatory provisions or administrative action.

4. Cash and Cash Equivalents

For purposes of the statement of cash flows, the City's proprietary funds consider all highly liquid investments with an original maturity of three months or less, when purchased, to be cash equivalents.

5. Investments

Investments are stated at fair value.

6. Interfund Receivables/Payables

During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. These receivables and payables are classified as "due from other funds" or "due to other funds" on the balance sheet. At April 30, 2012, all interfund balances have been repaid.

City of Plano, Illinois

Notes to Financial Statements

April 30, 2012

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

7. Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g. roads, bridges, and similar items), are reported in the applicable governmental or business-type activities columns in the City-wide financial statements. Capital assets are defined as having an estimated useful life greater than one year with an initial, individual cost over the following thresholds:

<u>Capital Assets</u>	<u>Threshold</u>
Land	\$ 25,000
Infrastructure	100,000
Building improvements	25,000 - 50,000
Fixtures and equipment	5,000 - 50,000

All capital assets are recorded at historical cost, or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized.

All reported capital assets except land and construction in progress are depreciated. Improvements are depreciated over the remaining useful lives of the related capital assets. Depreciation on all assets is provided on the straight-line basis over the following estimated useful lives:

<u>Capital Assets</u>	<u>Useful Life</u>
Infrastructure	20 - 120 years
Building improvements	10 - 150 years
Fixtures and equipment	2 - 50 years

8. Compensated Absences

The liability for compensated absences (unused vacation and sick leave) of the City relating to employees of the governmental funds at April 30, 2012, in the amount of \$343,043, is recorded in the City-wide financial statements and is considered long-term liability.

City of Plano, Illinois

Notes to Financial Statements

April 30, 2012

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

9. Long-Term Obligations

Long-term debt is recognized as a liability of governmental funds when due, or when resources have been accumulated in the debt service fund for payment early in the following year. For other long-term obligations, only the portion expected to be financed from expendable available financial resources is reported as a fund liability of a governmental fund. This amount and the remaining portion of such obligations are reported in the statement of net assets.

Long-term liabilities expected to be financed from proprietary fund operations are accounted for in those funds. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bond using the straight-line method. Bond issuance costs are reported as deferred charges and are amortized over the term of the related debt.

10. Net Assets / Fund Balances

Net assets represent the difference between assets and liabilities. Net assets invested in capital assets, net of related debt, consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition and construction of improvements of those assets. Net assets are reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the City or through external restrictions imposed by creditors, grantors, state or federal laws, or regulations of other governments.

The City implemented GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, during fiscal year 2012. In the fund financial statements, governmental funds now report five components of fund balance: nonspendable, restricted, committed, assigned, and unassigned.

- a. *Nonspendable* - includes amounts that cannot be spent because they are either not in spendable form or legally or contractually required to be maintained intact. The nonspendable in form criteria includes items that are not expected to be converted to cash such as prepaid items.
- b. *Restricted* - refers to amounts that are subject to outside restrictions such as creditors, grantors, contributors, laws and regulations of other governments, or imposed by law through enabling legislation. Special revenue funds are by definition restricted for those specified purposes.

City of Plano, Illinois

Notes to Financial Statements

April 30, 2012

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

10. Net Assets / Fund Balances (Continued)

- c. *Committed* - refers to amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the City's highest level of decision making authority (the City Council). The City Council commits fund balances by passing a resolution or ordinance. Amounts committed cannot be used for any purpose unless the City removes or changes the specific use by taking the same type of formal action it employed to previously commit those funds.
- d. *Assigned* - refers to amounts that are constrained by the City's intent to be used for a specific purpose, but are neither restricted or committed. Intent is expressed by the City Council.
- e. *Unassigned* - refers to all spendable amounts not contained in the other four classifications described above. In funds other than the general fund, the unassigned classification is used only to report a deficit balance resulting from overspending for specific purposes for which amounts had been restricted, committed, or assigned.

Unless specifically identified, expenditures act to reduce restricted balances first, then committed balances, next assigned balances, and finally they act to reduce unassigned balances. Expenditures for a specifically identified purpose will act to reduce the specific classification of fund balance that is identified.

11. Interfund Transactions

Quasi-external transactions between funds are accounted for as revenues, expenditures, or expenses. Transactions that constitute reimbursements to a fund for expenditures or expenses initially made from it that are properly applicable to another fund are recorded as an expenditure or expense in the reimbursing fund and as reductions of expenditures or expenses in the fund that is reimbursed. All other interfund transactions, except quasi-external transactions and reimbursements, are reported as transfers.

12. Use of Estimates

Management of the City has made certain estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenditures/expenses during the period. Actual results could differ from those estimates.

City of Plano, Illinois

Notes to Financial Statements

April 30, 2012

NOTE B - RECONCILIATION OF CITY-WIDE AND FUND FINANCIAL STATEMENTS

1. Explanation of Certain Differences Between the Governmental Funds Balance Sheet and the City-Wide Statement of Net Assets

The financial report includes a reconciliation of the balance sheet of governmental funds to the statement of net assets. One element of that reconciliation explains that “Long-term liabilities, including bonds payable, leases payable, interest payable, compensated absences, and net pension obligations, are not due and payable in the current period. Therefore, these liabilities are not reported in the current period and, consequently, are not reported in the governmental funds.”

The details of this difference are as follows:

Bonds payable	\$ (5,195,000)
Unamortized bond premium	(11,319)
Lease payable	(53,382)
Compensated absences payable	(343,043)
Net pension benefit	13,682
Net other postemployment benefit obligation	<u>(50,816)</u>
 Total long-term liabilities payable	 (5,639,878)
 Accrued interest payable	 <u>(64,806)</u>
 Net adjustment to reduce fund-balance total, governmental funds, to arrive at net assets – governmental activities.	 <u>\$ (5,704,684)</u>

2. Explanation of Certain Differences Between the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances and the City-Wide Statement of Activities

The financial report includes a reconciliation of the statement of revenues, expenditures, and changes in fund balances of governmental funds to the statement of activities. One element of that reconciliation explains that “Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.”

City of Plano, Illinois

Notes to Financial Statements

April 30, 2012

NOTE B - RECONCILIATION OF CITY-WIDE AND FUND FINANCIAL STATEMENTS

(Continued)

2. Explanation of Certain Differences Between the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances and the City-Wide Statement of Activities (Continued)

The details of this difference are as follows:

Depreciation expense	\$ (1,685,127)
Capital outlay	<u>4,455,303</u>
Net increase in net assets	<u>\$ 2,770,176</u>

Another element of that reconciliation states that "The net effect of the retirement of capital assets is to decrease net assets."

The details of this difference are as follows:

Retirement of capital assets	\$ (50,987)
Reduction of accumulated depreciation	<u>45,664</u>
Net decrease in net assets	<u>\$ (5,323)</u>

Another element of that reconciliation states that "The repayment of the principal of long-term debt consumes the current financial resources of governmental funds, while the issuance of debt provides current financial resources. This is the net amount of financial resources provided by these transactions in the current fiscal year."

The details of this difference are as follows:

Repayment of principal of long-term debt	\$ 415,000
Issuance of debt	(4,011,914)
Reduction of capital lease payable	<u>26,490</u>
Net increase in net assets	<u>\$ (3,570,424)</u>

Another element of that reconciliation states that "Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds."

City of Plano, Illinois

Notes to Financial Statements

April 30, 2012

NOTE B - RECONCILIATION OF CITY-WIDE AND FUND FINANCIAL STATEMENTS

(Continued)

2. Explanation of Certain Differences Between the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances and the City-Wide Statement of Activities (Continued)

The details of this difference are as follows:

Increase in other postemployment benefits payable	\$	(55,532)
Increase in compensated absences payable		(104,032)
Decrease in net pension obligation		44,726
Decrease in unamortized bond premium		595
Increase in accrued interest payable		<u>(48,239)</u>
Net increase in net assets	\$	<u><u>(162,482)</u></u>

NOTE C - CASH AND INVESTMENTS

The City maintains a cash and investments pool that is available for use by all funds, except the pension trust fund. Each fund type's equity in this pool is displayed on the combined balance sheet as "cash." The deposits and investments of the Police Pension Trust Fund are held separately from those of other funds.

The carrying amount of cash, excluding the Pension Trust Fund, was \$6,067,774 at April 30, 2012, while the bank balances were \$6,526,991.

The City's investment policy is in line with state statutes. The investments that the City may purchase are limited by Illinois law to the following: (1) securities that are fully guaranteed by the U.S. government as to principal and interest; (2) certain U.S. government agency securities; (3) certificates of deposit or time deposits of banks and savings and loan associations that are insured by a federal corporation; (4) short-term discount obligations of the Federal National Mortgage Association; (5) certain short-term obligations of corporations (commercial paper) rated in the highest classifications by at least two of the major rating services; (6) fully collateralized repurchase agreements; (7) the State Treasurer's Illinois and Prime Funds; and (8) money market mutual funds and certain other instruments.

City of Plano, Illinois

Notes to Financial Statements

April 30, 2012

NOTE C - CASH AND INVESTMENTS (Continued)

1. Interest Rate Risk

The City will attempt to match its investments with anticipated cash flow requirements. Unless matched to a specific cash flow, the City will not directly invest in securities maturing more than one year from the date of purchase. Reserve funds may be invested in securities exceeding one or two years if the maturity of such investments are made to coincide as nearly as practicable with the expected use of the funds. The investment period must be approved by the City Council.

2. Credit Risk

The City's general investment policy is to apply the prudent-person rule: Investments are made as a prudent person would be expected to act, with discretion and intelligence, to seek reasonable income, preserve capital, and, in general, avoid speculative investments.

The Illinois Funds, a state investment pool, was rated AAAM by Standard & Poor's. The State Treasurer is the regulatory oversight agency for the pool and the State Treasurer is audited by the Illinois Auditor General to ensure that all state statutes are being followed. Each member owns a prorated share of each investment or deposit, which is held in the name of the fund. The fair value of the position in the external investment pool is the same as the value of the pool shares.

3. Custodial Credit Risk

For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The City's investment policy requires collateral on two types of investments: 1) certificates of deposit and 2) repurchase (reverse) agreements. In order to anticipate market changes and provide a level of security for all funds, the collateralization level is to be 102% of market value and accrued interest.

4. Concentration of Credit Risk

With the exception of the U.S. Treasury securities, certificates of deposit, and authorized pools, no more than 50% of the City's total investment portfolio will be invested in a single type of security or with a single financial institution.

City of Plano, Illinois

Notes to Financial Statements

April 30, 2012

NOTE C - CASH AND INVESTMENTS (Continued)

The Plano Police Pension Fund is authorized to invest in bonds, notes, and other obligations of the U.S. government; corporate debentures and obligations; insured mortgage notes and loans; common and preferred stocks; stock options; and other investment vehicles as set forth in the Illinois Compiled Statutes. Investments in mutual funds are allowed when net assets are over \$2,500,000.

The Plano Police Pension Fund's policy is to maintain long-term focus on its investment decision-making process. Specifically, the Fund's benefit liabilities extend many years into the future. As such, the investment focus should be on long-term results.

At April 30, 2012, the Plano Police Pension Fund's carrying amount and bank balance of cash was \$160,706. All account balances at banks were insured by the Federal Deposit Insurance Corporation (FDIC).

As of April 30, 2012, the Plano Police Pension Fund has the following investments and maturities:

Investment Type	Fair Value	Investment Maturities (In Years)			
		Less than 1	1 - 5	6 - 10	Greater than 10
U.S. treasury securities	\$ 443,384	\$ 50,952	\$ 162,826	\$ 229,606	\$ -
U.S. agencies	1,764,202	107,662	1,423,799	110,178	122,563
Certificates of Deposit	703,361	200,019	400,237	103,105	-
Money market mutual funds	441,437	441,437	-	-	-
Investments	<u>\$ 3,352,384</u>	<u>\$ 800,070</u>	<u>\$ 1,986,862</u>	<u>\$ 442,889</u>	<u>\$ 122,563</u>

1. Interest Rate Risk

The Plano Police Pension Fund does not limit interest rate risk through its investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

City of Plano, Illinois

Notes to Financial Statements

April 30, 2012

NOTE C - CASH AND INVESTMENTS (Continued)

2. Credit Risk

The Plano Police Pension Fund's general investment policy is to apply the prudent-person rule. Investments are made as a prudent person would be expected to act, with discretion and intelligence, to seek reasonable income, preserve capital, and, in general, avoid speculative investments. Also, according to the provisions of the Illinois Compiled Statutes, fixed income purchases shall be limited to obligations issued or guaranteed as to principal and interest by the U.S. government or any agency or instrumentality thereof, or to corporate and municipal issues. All securities shall be of "investment grade" quality; that is, at the time of purchases, rated no lower than "A". The Board, at its discretion, may impose a higher standard on an individual investment manager basis as circumstances or investment objectives dictate.

Credit ratings for the Plano Police Pension Fund's investments in debt securities at April 30, 2012 (excluding investments in U.S. Treasuries, which are not considered to have credit risk) are as follows:

<u>Investment Type</u>	<u>S&P Rating</u>	<u>Moody's Rating</u>	<u>Percentage Invested In Debt Securities</u>
U.S. Agencies	AA-	Aaa	100%

3. Custodial Credit Risk

For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the Plano Police Pension Fund will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party.

4. Concentration of Credit Risk

The Plano Police Pension Fund limits the amount the Pension Fund may invest in any one asset class 10%. The Board of Trustees reviews the asset allocation targets at least every three years taking into consideration applicable statutes, actual rate of return of the Pension Fund, the long-term nature of the asset pool, and the cash flow needs of the Pension Fund.

City of Plano, Illinois

Notes to Financial Statements

April 30, 2012

NOTE D - PROPERTY TAXES

Property taxes for 2011 attach as an enforceable lien on January 1, 2011 on property values assessed as of the same date. Taxes are levied by December 31 of the fiscal year (by passage of the Tax Levy Ordinance). Tax bills are prepared by the county, are issued on or about May 1, 2012, and are payable in two installments on or about June 1 and September 1. The county collects such taxes and remits them periodically. No allowance for uncollectible taxes has been provided, as this reflects actual collection experience.

NOTE E - CAPITAL ASSETS

Capital asset activity for the year ended April 30, 2012 was as follows:

1. Governmental Activities

	Beginning Balance	Increases / Transfers	Decreases / Transfers	Ending Balance
Capital assets not being depreciated				
Land	\$ 13,987,559	\$ 583,601	\$ -	\$ 14,571,160
Construction in progress	262,490	3,814,802	-	4,077,292
Total capital assets not being depreciated	14,250,049	4,398,403	-	18,648,452
Capital assets being depreciated				
Infrastructure	65,994,118	-	39,385	65,954,733
Buildings and improvements	1,038,628	-	12,580	1,026,048
Fixtures and equipment	2,091,170	106,900	49,022	2,149,048
Total capital assets being depreciated	69,123,916	106,900	100,987	69,129,829
Less accumulated depreciation				
Infrastructure	11,728,890	1,504,863	-	13,233,753
Buildings and improvements	417,704	27,304	27,392	417,616
Fixtures and equipment	964,041	180,352	45,664	1,098,729
Total accumulated depreciation	13,110,635	1,712,519	73,056	14,750,098
Total capital assets being depreciated, net	56,013,281	(1,605,619)	27,931	54,379,731
Governmental activities capital assets, net	\$ 70,263,330	\$ 2,792,784	\$ 27,931	\$ 73,028,183

City of Plano, Illinois

Notes to Financial Statements

April 30, 2012

NOTE E - CAPITAL ASSETS (Continued)

2. Business-type Activities

	Beginning Balance	Increases / Transfers	Decreases / Transfers	Ending Balance
Capital assets not being depreciated				
Land	\$ 195,326	\$ -	\$ -	\$ 195,326
Construction in progress	1,287,630	450,127	934,035	803,722
Total capital assets not being depreciated	1,482,956	450,127	934,035	999,048
Capital assets being depreciated				
Infrastructure	32,379,710	366,960	-	32,746,670
Building and improvements	7,821,078	413,365	-	8,234,443
Fixtures and equipment	9,351,474	195,747	-	9,547,221
Total capital assets being depreciated	49,552,262	976,072	-	50,528,334
Less accumulated depreciation				
Infrastructure	2,960,539	397,523	-	3,358,062
Building and improvements	752,212	151,248	-	903,460
Fixtures and equipment	2,984,816	574,422	-	3,559,238
Total accumulated depreciation	6,697,567	1,123,193	-	7,820,760
Total capital assets being depreciated, net	42,854,695	(147,121)	-	42,707,574
Business-type activities capital assets, net	\$ 44,337,651	\$ 303,006	\$ 934,035	\$ 43,706,622

3. Depreciation

Governmental activities	Depreciation
General government	\$ 30,348
Public safety	41,877
Highways and streets	1,629,651
Culture and recreation	10,643
Total depreciation expense - governmental activities	\$ 1,712,519

City of Plano, Illinois

Notes to Financial Statements

April 30, 2012

NOTE E - CAPITAL ASSETS (Continued)

3. Depreciation (Continued)

<u>Business-Type Activities</u>	
Sewer	\$ 784,341
Water	<u>338,852</u>
Total depreciation expense - business-type activities	<u>\$ 1,123,193</u>

4. Construction Commitments

The City has certain contracts in various funds for construction projects which were in progress at or were approved subsequent to April 30, 2012. Future commitments under these contracts were approximately \$1,025,200.

NOTE F - LONG-TERM LIABILITIES

1. Changes in Long-Term Liabilities

The following is a summary of the City's long-term debt balances and transactions for the year ended April 30, 2012:

	<u>Beginning Balance</u>	<u>Additions/ Issuances</u>	<u>Retirements</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
Governmental activities					
General obligation (G.O.) bonds:					
Series 2003	\$ 155,000	\$ -	50,000	\$ 105,000	\$ 50,000
Series 2008	1,455,000	-	155,000	1,300,000	165,000
Series 2011	-	4,000,000	210,000	3,790,000	145,000
Bond premium	-	11,914	595	11,319	-
Total G.O. bonds	<u>1,610,000</u>	<u>4,011,914</u>	<u>415,595</u>	<u>5,206,319</u>	<u>360,000</u>
Dump truck lease	79,872	-	26,490	53,382	26,491
Compensated absences	239,011	343,043	239,011	343,043	-
Net pension benefit	31,044	214,270	258,996	(13,682)	-
Other postemployment benefits obligation	<u>(4,716)</u>	<u>141,232</u>	<u>85,700</u>	<u>50,816</u>	<u>-</u>
Total governmental activities long-term liabilities	<u>\$ 1,955,211</u>	<u>\$ 4,710,459</u>	<u>\$ 1,025,792</u>	<u>\$ 5,639,878</u>	<u>\$ 386,491</u>

City of Plano, Illinois

Notes to Financial Statements

April 30, 2012

NOTE F - LONG-TERM LIABILITIES (Continued)

1. Changes in Long-Term Liabilities (Continued)

	Beginning Balance	Additions/ Issuances	Retirements	Ending Balance	Due Within One Year
Business-type activities					
<u>Water Fund</u>					
IEPA loan payable	\$ 216,982	\$ -	\$ 11,127	\$ 205,855	\$ 11,127
Public Water Supply					
Loan Program					
loan payable	136,576	297,387	22,253	411,710	22,253
Compensated					
absences	36,205	37,639	36,205	37,639	\$ -
Total Water Fund long-term liabilities	389,763	335,026	69,585	655,204	33,380
 <u>Sewer Fund</u>					
Series 2006B G.O. alternate revenue					
bonds	240,000	-	240,000	-	-
Bond discount	(385)	-	(385)	-	-
Wheel loader lease	72,714	-	18,355	54,359	54,359
Compensated absences	45,274	50,803	45,274	50,803	-
Total Sewer Fund long-term liabilities	357,603	50,803	303,244	105,162	54,359
 Total business-type activities long-term liabilities					
	\$ 747,366	\$ 385,829	\$ 372,829	\$ 760,366	\$ 87,739

City of Plano, Illinois

Notes to Financial Statements

April 30, 2012

NOTE F - LONG-TERM LIABILITIES (Continued)

2. General Long-Term Liabilities

At April 30, 2012, general long-term debt is comprised of the following:

	<u>Principal Outstanding</u>
General Obligation Bonds, Series 2003	
On January 1, 2003, the City issued \$465,000 in general obligation bonds with interest rates ranging from 4.15% to 5.50%. Interest is payable semiannually on June 1 and December 1, and the bonds mature serially in amounts ranging from \$25,000 to \$55,000 on December 1 of each year through December 1, 2013. The debt is paid from the Debt Service Fund, funded by property tax revenue.	\$ 105,000

The annual payments to amortize the outstanding general obligation bonds, Series 2003, including current portions, as of April 30, 2012, are as follows:

<u>Fiscal Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2013	\$ 50,000	\$ 4,518	\$ 54,518
2014	55,000	2,392	57,392
	\$ 105,000	\$ 6,910	\$ 111,910

	<u>Principal Outstanding</u>
General Obligation Bonds, Series 2008	
On August 1, 2008, the City issued \$1,900,000 in general obligation bonds to refund the general obligation bonds, Series 1999A, with interest rates ranging from 2.92% to 4.03%. Interest is payable semiannually on August 1 and February 1, and the bonds mature serially in amounts ranging from \$150,000 to \$205,000 on February 1 of each year through February 1, 2019. The debt is paid from the Debt Service Fund, funded by sales tax revenue.	\$ <u>1,300,000</u>

City of Plano, Illinois

Notes to Financial Statements

April 30, 2012

NOTE F - LONG-TERM LIABILITIES (Continued)

2. General Long-Term Liabilities (Continued)

The annual payments to amortize the outstanding general obligation bonds, Series 2008, including current portions, as of April 30, 2012, are as follows:

<u>Fiscal Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2013	\$ 165,000	\$ 49,930	\$ 214,930
2014	170,000	44,040	214,040
2015	175,000	37,785	212,785
2016	185,000	31,187	216,187
2017	195,000	24,065	219,065
2018 - 2019	<u>410,000</u>	<u>24,682</u>	<u>434,682</u>
	<u>\$ 1,300,000</u>	<u>\$ 211,689</u>	<u>\$ 1,511,689</u>

General Obligation Bonds, Series 2011

On June 1, 2011, the City issued \$4,000,000 in general obligation bonds, with interest rates ranging from 1.65% to 5.50%. Interest is payable semiannually on January 1 and June 1, and the bonds mature serially in amounts ranging from \$145,000 to \$290,000 on January 1 of each year through January 1, 2031. The debt is paid from the Debt Service Fund, funded by utility tax revenue.

\$ 3,790,000

Principal
Outstanding

The annual payments to amortize the outstanding general obligation bonds, Series 2011, including current portions, as of April 30, 2012, are as follows:

<u>Fiscal Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2013	\$ 145,000	\$ 155,393	\$ 300,393
2014	145,000	153,290	298,290
2015	145,000	150,825	295,825
2016	145,000	147,925	292,925
2017	150,000	144,518	294,518
2018 - 2031	<u>3,060,000</u>	<u>1,265,630</u>	<u>4,325,630</u>
	<u>\$ 3,790,000</u>	<u>\$ 2,017,581</u>	<u>\$ 5,807,581</u>

City of Plano, Illinois

Notes to Financial Statements

April 30, 2012

NOTE F - LONG-TERM LIABILITIES (Continued)

2. General Long-Term Liabilities (Continued)

Total general long-term G.O. bonded debt \$ 5,195,000

3. Enterprise Fund Long-Term Liabilities

At April 30, 2012, enterprise fund long-term debt is comprised of the following:

	<u>Principal Outstanding</u>
IEPA Loan Payable	
In January 2010, the City entered into an agreement with the Illinois Environmental Protection Agency (IEPA) for the IEPA to provide a note payable to the City in the amount of \$433,964 to be used for water treatment plant construction costs. Semi-annual principal payments are due on February 15 and October 15 each year. The loan is noninterest-bearing.	\$ <u>205,855</u>

Public Water Supply Loan Program Loan payable

In January 2010, the City entered into an agreement with the Illinois Environmental Protection Agency (IEPA) for the IEPA to provide a note payable to the City under the Public Water Supply Loan Program in the amount of \$433,963 to be used for water treatment plant construction costs. Semi-annual principal payments are due on February 15 and October 15 each year. The loan is noninterest-bearing.	\$ <u>411,710</u>
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4. Dump Truck Lease

On October 21, 2009, the City entered into an agreement to purchase a dump truck with a total cost of \$132,854. The City financed the purchase to be repaid in 5 annual installments of \$26,491, including interest at 5.03%, through October 2014. The debt is paid from the Corporate Account of the General Fund.

5. Wheel Loader Lease

On October 13, 2008, the City entered into an agreement to purchase a wheel loader with a total cost of \$127,788. The City financed the purchase to be repaid in five annual installments of \$18,358, not including insurance, at an interest rate of 4.50%, through February 2013. The debt is paid from the Sewer Fund.

City of Plano, Illinois

Notes to Financial Statements

April 30, 2012

NOTE F - LONG-TERM LIABILITIES (Continued)

6. Compensated Absences

The City has recorded \$343,043 and \$88,442 in the governmental and business-type funds, respectively, for accumulated vacation and sick leave benefits. The governmental amounts will be paid from the General Fund. The business-type amounts are recorded in the Sewer and Water Funds and are expected to be paid from these Funds.

NOTE G - TRANSFERS

The following transfers were made from the Corporate Account of the General Fund during the year to provide general funding to the Illinois Municipal Retirement Fund and the Other Postemployment Benefits Account of the General Fund, and to provide assistance to the Debt Service Fund for principal and interest payments. Further, the Water and Sewer Funds made transfers to provide general funding to the Other Postemployment Benefits Account.

	<u>Transfers In</u>	<u>Transfers Out</u>
Major Governmental Funds		
General Fund - Corporate	\$ -	\$ 993,055
General Fund - OPEB	85,700	-
IMRF	70,000	-
Debt Service	852,655	-
Major Enterprise Funds		
Water Fund	-	7,000
Sewer Fund	-	7,000
Nonmajor Governmental Funds	-	1,300
	<u>1,008,355</u>	<u>1,008,355</u>
Total all funds	1,008,355	1,008,355
Amounts eliminated during GASB 34 adjustments	<u>(994,355)</u>	<u>(994,355)</u>
Total transfers as shown on the statement of activities	<u>\$ 14,000</u>	<u>\$ 14,000</u>

City of Plano, Illinois

Notes to Financial Statements

April 30, 2012

NOTE H - EMPLOYEE RETIREMENT SYSTEMS

1. Illinois Municipal Retirement Fund

(a) Plan Description

The City's defined benefit pension plan for regular employees provides retirement and disability benefits, postretirement increases, and death benefits to plan members and beneficiaries. The City's plan is affiliated with the Illinois Municipal Retirement Fund (IMRF), an agent, multiple-employer plan. Benefit provisions are established by statute and may only be changed by the General Assembly of the State of Illinois. IMRF issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained on-line at www.imrf.org.

(b) Funding Policy

As set by state statute, the City's regular plan members are required to contribute 4.5 percent of their annual covered salary. The statute requires the City to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The employer contribution rate for calendar year 2011 was 11.58 percent of annual covered payroll. The employer also contributes for disability benefits, death benefits and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by the IMRF Board of Trustees, while the supplemental retirement benefits rate is set by statute.

(c) Annual Pension Cost

For the calendar year ending 2011, the City's required contributions for pension cost for the regular plan were \$164,314.

Trend Information

<u>Actuarial Valuation Date</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage of APC Contributed</u>	<u>Net Pension Obligation</u>
12/31/11	\$ 164,314	100%	\$ -
12/31/10	160,447	94%	9,404
12/31/09	137,720	100%	-

City of Plano, Illinois

Notes to Financial Statements

April 30, 2012

NOTE H - EMPLOYEE RETIREMENT SYSTEMS (Continued)

1. Illinois Municipal Retirement Fund (Continued)

(c) Annual Pension Cost (Continued)

The required contribution for 2011 was determined as part of the December 31, 2009, actuarial valuation using the entry age normal actuarial cost method. The actuarial assumptions at December 31, 2009, included (a) 7.5 percent investment rate of return (net of administrative and direct investment expenses), (b) projected salary increases of 4.00% a year, attributable to inflation, (c) additional projected salary increases ranging from 0.4% to 10% per year depending on age and service, attributable to seniority/merit, and (d) post retirement benefit increases of 3% annually. The actuarial value of the employer regular plan assets was determined using techniques that spread the effects of short-term volatility in the market value of investments over a five-year period with a 20% corridor between the actuarial and market value of assets. The employer regular plan's unfunded actuarial accrued liability at December 31, 2009 is being amortized as a level percentage of projected payroll on an open 30 year basis.

(d) Funding Status and Funding Progress

As of December 31, 2011, the most recent actuarial valuation date, the Regular plan was 78.02 percent funded. The actuarial accrued liability for benefits was \$4,298,988 and the actuarial value of assets was \$3,353,955, resulting in an underfunded actuarial accrued liability (UAAL) of \$945,033. The covered payroll for calendar year 2011 (annual payroll of active employees covered by the plan) was \$1,418,944 and the ratio of the UAAL to the covered payroll was 66.60 percent.

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

2. Plano Police Pension Fund

(a) Plan Description

Police-sworn personnel are covered by the Police Pension Plan, which is a defined benefit single-employer pension plan. Although this is a single-employer pension plan, the defined benefits and employee and employer contribution levels are governed by Illinois State Statutes and may be amended only by the Illinois legislature. The City accounts for the plan as a pension trust fund.

City of Plano, Illinois

Notes to Financial Statements

April 30, 2012

NOTE H - EMPLOYEE RETIREMENT SYSTEMS (Continued)

2. Plano Police Pension Fund (Continued)

(a) Plan Description (Continued)

At April 30, 2012, the Police Pension Plan membership consisted of:

	<u>Members</u>
Retirees and beneficiaries currently receiving benefits and terminated employees entitled to benefits but not yet receiving them	7
Current employees	
Vested	0
Nonvested	<u>19</u>
 Total membership	 <u><u>26</u></u>

The following is a summary of the Police Pension Plan as provided for in the Illinois State Statutes. The Police Pension Plan provides retirement benefits as well as death and disability benefits. Covered employees attaining the age of 50 or more with 20 or more years of creditable service are entitled to receive an annual retirement benefit equal to one half of the salary attached to the rank held on the last day of service, or for one year prior to the last day, whichever is greater. The annual benefit shall be increased by 2.5% of such salary for each additional year of service over 20 years up to 30 years, and 1% of such salary for each additional year of service over 30 years, to a maximum of 75% of such salary. Employees with at least eight years but less than 20 years of credited service may retire at or after age 60 and receive a reduced benefit.

The monthly benefit of a police officer who retired with 20 or more years of service after January 1, 1977 shall be increased annually following the first anniversary date of retirement, and be paid upon reaching the age of at least 55 years, by 3% of the original pension and 3% simple interest annually thereafter.

(b) Funding Policy

State-mandated police employees are required to contribute 9.91% of their base salary to the plan. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without accumulated interest. The City is required to contribute the remaining amounts necessary to finance the plan, as actuarially determined by an enrolled actuary. By the year 2033, the City's contributions must accumulate to the point where the past service cost for the plan is fully funded. This calculation is based upon a level percent amortization for a closed period. Administrative costs are financed through investment earnings.

City of Plano, Illinois

Notes to Financial Statements

April 30, 2012

NOTE H - EMPLOYEE RETIREMENT SYSTEMS (Continued)

2. Plano Police Pension Fund (Continued)

(c) Funding Status and Funding Progress

As of April 30, 2012, the City's annual pension cost was \$211,942. The police pension plan was 82.12 percent funded. The actuarial accrued liability for benefits was \$4,422,904, and the actuarial value of assets was \$3,632,000, resulting in underfunded actuarial accrued liability (UAAL) of \$810,904. The covered payroll (annual payroll of active employees covered by the plan) was \$1,199,321, and the ratio of the UAAL to the covered payroll was 68.99 percent.

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

(d) Summary of Significant Accounting Policies and Plan Asset Matters

Basis of Accounting

The financial statements are prepared using the accrual basis of accounting. Employee and employer contributions are recognized as revenues in the period in which employee services are performed. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan. No stand-alone statements are issued for the defined benefit pension plan.

Method Used to Value Investments

Fixed-income securities are reported at fair value. Short-term investments are reported at cost, which approximates fair value. Investment income is recognized when earned. Gains and losses on sales and exchanges of fixed-income securities are recognized on the transaction date.

(e) Contributions and Reserves

The City's annual pension cost and net pension benefit of the Police Pension Funds are estimated below and are as follows:

City of Plano, Illinois

Notes to Financial Statements

April 30, 2012

NOTE H - EMPLOYEE RETIREMENT SYSTEMS (Continued)

2. Plano Police Pension Fund (Continued)

(e) Contributions and Reserves (Continued)

Annual required contribution	\$	211,942
Annual pension cost		211,942
Contributions made		<u>(258,996)</u>
Decrease in net pension obligation		(47,054)
Net pension obligation at May 1, 2011		31,044
Adjustment to net pension obligation as of May 1, 2011		<u>2,328</u>
Net pension benefit at April 30, 2012	\$	<u><u>(13,682)</u></u>

Significant Investments

The Police Pension Fund had no investments, other than those issued or guaranteed by the U.S. government, which represent 5.0% or more of net assets.

Three-Year Trend Information - Police Pension Trust Fund

Fiscal Year Ending	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation (Benefit)
04/30/12	\$ 211,942	122.20%	\$ (13,682)
04/30/11	209,489	103.49%	31,044
04/30/10	193,980	75.97%	33,454

City of Plano, Illinois

Notes to Financial Statements

April 30, 2012

NOTE H - EMPLOYEE RETIREMENT SYSTEMS (Continued)

2. Plano Police Pension Fund (Continued)

Actuarial Assumptions and Notes

The actuarial assumptions included (a) 7.25% investment rate of return, (b) projected salary increases of 1.12% to 4.86% a year plus a 2.50% inflation rate, and (c) cost of living increases of 4.50% a year. The actuarial notes included (a) valuation date of May 1, 2011 (b) actuarial cost method of entry age normal, (c) amortization method of level percentage closed, (d) remaining amortization period of 27 years, and (e) asset valuation method of smoothed market.

NOTE I - OTHER POSTEMPLOYMENT BENEFITS (OPEB)

1. Plan Description

The City's Employee Benefit Plan (the Plan) is a single-employer defined benefit healthcare plan funded and administered by the City. The Plan provides healthcare coverage at 100% of the active premium rate. The state of Illinois requires IMRF employers who offer health insurance to their active employees to offer the same health insurance to disabled members, retirees, and surviving spouses at the same premium rate as for active employees. Therefore, an implicit rate subsidy exists for retirees (that is, the difference between the premium rate charged to retirees for the benefit and the estimated rate that would be applicable to those retirees if that benefit were acquired for them as a separate group) resulting from the participation in postemployment healthcare plans that cover both active employees and retirees. The Plan operates on a pay-as-you-go funding basis. No assets are accumulated or dedicated to funding the retiree health plan benefits.

In addition, the City provides employer-paid single health insurance for the City's Police Chief, Lieutenant, and all other full-time, nonunion employees. Police officers and sergeants are not eligible to receive health care benefits after retirement. An eligible employee must be at least 55 years of age on the effective date of their retirement with 10 full years of service and 5 years of continuous service immediately prior to retirement. The City pays up to 50% of the insurance premium per month covering the lifetime of the eligible employee. As of April 30, 2012, the date of the last valuation, the total of 2 employees are eligible for this benefit. There is no reserve for this liability. During fiscal year 2012, the City paid \$30,072 for the benefits.

City of Plano, Illinois

Notes to Financial Statements

April 30, 2012

NOTE I - OTHER POSTEMPLOYMENT BENEFITS (OPEB) (Continued)

1. Plan Description (Continued)

At April 30, 2012, membership in the Plan consisted of the following:

	<u>Members</u>
Retirees and beneficiaries receiving benefits	1
Terminated plan members entitled to but not yet receiving benefits	1
Active plan members	
Vested	8
Nonvested	<u>22</u>
 Total membership	 <u><u>32</u></u>

2. Funding Policy

The contribution requirements of plan members and the City are established and may be amended by the City Council. The required contribution is based on projected pay-as-you-go financing requirements. For fiscal year 2012, the City contributed \$85,700 to the plan, which is held in the Other Postemployment Benefits Account of the General Fund. As of April 30, 2012, no formal trust has been established.

3. Annual OPEB Cost and Net OPEB Obligation

The City's annual other postemployment benefit (OPEB) cost (expense) is calculated based on the annual required contribution (ARC) of the employer. The contribution represents a level of funding that, if paid on an ongoing basis, is projected to cover the normal cost each year and to amortize any unfunded actuarial liabilities or funding excess over a period not to exceed thirty years. The following table shows the estimated components of the City's annual OPEB cost for the year, the amount actually contributed to the plan, and changes in the City's net OPEB obligation to the City's Employee Benefit Plan.

City of Plano, Illinois

Notes to Financial Statements

April 30, 2012

NOTE I - OTHER POSTEMPLOYMENT BENEFITS (OPEB) (Continued)

3. Annual OPEB Cost and Net OPEB Obligation (Continued)

Annual Required Contribution (ARC)	\$ 67,164
Interest on net OPEB obligation	(330)
Adjustment to annual required contribution	<u>356</u>
Annual OPEB cost	67,190
Contributions made	<u>11,658</u>
Decrease in OPEB obligation	55,532
 Net OPEB benefit at May 1, 2011	 <u>(4,716)</u>
 Net OPEB obligation at April 30, 2012	 \$ <u><u>50,816</u></u>
 Service cost	\$ 29,769
Amortization	<u>37,395</u>
 Annual required contribution	 \$ <u><u>67,164</u></u>

The City's annual OPEB cost, the percentage of annual OPEB cost contributed to the Plan, and the net OPEB obligation (benefit) is as follows:

Trend Information - Other Postemployment Benefits

<u>Fiscal</u> <u>Year</u> <u>Ending</u>		<u>Annual</u> <u>OPEB</u> <u>Cost</u>	<u>Percentage</u> <u>of OPEB</u> <u>Contributed</u>		<u>Net OPEB</u> <u>Obligation</u> <u>(Benefit)</u>
4/30/2012	\$	67,190	17.40%	\$	50,816
4/30/2011		58,080	100.00%		(4,716)
4/30/2010		59,045	65.60%		20,314

4. Funding Policy and Actuarial Assumptions

The funded status and funding progress of the Plan as of April 30, 2012, most recent actuarial valuation, were as follows:

City of Plano, Illinois

Notes to Financial Statements

April 30, 2012

NOTE I - OTHER POSTEMPLOYMENT BENEFITS (OPEB) (Continued)

4. Funding Policy and Actuarial Assumptions (Continued)

Actuarial accrued liability (AAL)	\$	657,282
Actuarial value of plan assets		<u>160,764</u>
Unfunded actuarial accrued liability (UAAL)	\$	<u><u>496,518</u></u>
Funded ratio (actuarial value of plan assets/AAL)		<u><u>24.46%</u></u>
Covered payroll (active plan members)	\$	<u><u>2,628,271</u></u>
UAAL as a percentage of covered payroll		<u><u>18.89%</u></u>

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future.

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and the plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and the plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

The actuarial assumptions included (a) 7.00% investment rate of return and (b) healthcare inflation rate of 9.00% a year. The actuarial value of assets was not determined, as the City has not advance funded its obligation. The plan's underfunded actuarial accrued liability is being amortized as a level of percentage of projected payroll on a closed basis. The remaining amortization period at April 30, 2012 was 30 years.

NOTE J - RISK MANAGEMENT

The City is exposed to various risks related to torts, theft of, damage to, and destruction of assets, errors and omissions, injuries to employees, and natural disasters. In order to cover these risks, the City participates in the Illinois Municipal League Risk Management Association (IMLRMA). The City is liable for up to \$500 a year deductible for each loss that occurs other than natural disasters and \$25,000 for each natural disaster loss that occurs and includes \$100,000 in contingencies in lieu of natural disasters.

City of Plano, Illinois

Notes to Financial Statements

April 30, 2012

NOTE J - RISK MANAGEMENT (Continued)

The City policy is to record any related expenditures in the year in which they are notified and pay the assessment. The amount of coverage has not decreased nor have the amounts of settlements exceeded coverage in any of the past three years.

NOTE K - SPECIAL SERVICE AREA

In March 2004, September 2004, March 2005, May 2006, May 2007, and May 2009, the City created Special Service Areas for the Lakewood Springs Subdivision. The special service areas were created to pay for various improvements including roads, curbs and gutters, street lights, storm sewers, sanitary sewers, drainage and detention areas, water mains grading, engineering, soil tests, site clearing and tree removal, erosion control measures, and all other improvements permitted to be financed through a Special Service Area. Bonds for the special service areas were issued to pay for these improvements. Amounts remaining outstanding at April 30, 2012 are \$8,173,000, \$7,690,000, \$8,217,000, \$7,084,000, \$9,330,000, and \$7,016,000, respectively. The City is in no manner obligated to repay the special assessment debt. Property owners within the area will be assessed a tax to repay the debt. Kendall County will function as an agent for the property owners by collecting and forwarding assessments to special assessment debtholders. If appropriate, the County may begin foreclosures on properties having delinquent payments.

NOTE L - RESTRICTIONS FOR ENABLING LEGISLATION

The City-wide statement of net assets reports net assets restricted by enabling legislation which consist of the following:

Road maintenance (motor fuel tax)	\$ 719,002
Park service	723,731
Illinois Municipal Retirement Fund service	<u>106,096</u>
	<u>\$ 1,548,829</u>

NOTE M - CONTINGENCIES

1. Grants

Amounts received or receivable from grantors are subject to audit and adjustment by the grantors. Any disallowed claims, including amounts already collected, may constitute liabilities of the applicable funds. This amount, if any, of the expenditures which may be disallowed by the grantor cannot be determined at this time. The City believes that there is no liability.

City of Plano, Illinois

Notes to Financial Statements

April 30, 2012

NOTE M - CONTINGENCIES (Continued)

2. Litigation

The City has pending legal proceedings that, in the opinion of management, are ordinary routine matters incidental to the normal business conducted by the City. In the opinion of management, the outcome is neither probable nor estimable, and the ultimate dispositions of such proceedings are not expected to have a material adverse effect on the City's net assets or activities.

NOTE N - PRIOR PERIOD ADJUSTMENT

The implementation of GASB 54 (Note A-10) required the restatement of the General fund to include the Other Postemployment Benefits fund. Prior to GASB 54 this fund was reported as a special revenue fund. As a result of this implementation the beginning fund balance of the General fund was restated by \$109,373.

NOTE O - SUBSEQUENT EVENTS

Management has evaluated subsequent events through September 6, 2012, the date that these financial statements were available to be issued. Subsequent to year-end, the City entered into a lease agreement for financing the acquisition of a dump truck. The provisions of this lease require annual installment payments of \$29,185 for five consecutive years.

REQUIRED SUPPLEMENTARY INFORMATION

City of Plano, Illinois
ILLINOIS MUNICIPAL RETIREMENT FUND
Schedule of Funding Progress
Required Supplementary Information
April 30, 2012

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued 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)
12/31/11	\$ 3,353,955	\$ 4,298,988	\$ 945,033	78.02 %	\$ 1,418,944	66.60 %
12/31/10	3,041,191	3,857,982	816,791	78.83	1,403,737	58.19
12/31/09	2,712,918	3,553,905	840,987	76.34	1,408,181	59.72
12/31/08	2,423,148	3,187,734	764,586	76.01	1,384,490	55.23
12/31/07	2,504,963	2,809,550	304,587	89.16	1,306,033	23.32
12/31/06	2,155,897	2,451,480	295,583	87.94	1,175,419	25.15
12/31/05	1,963,885	2,238,493	274,608	87.73	1,071,555	25.63
12/31/04	1,748,508	2,033,880	285,372	85.97	933,496	30.57
12/31/03	1,590,406	1,642,070	51,664	96.85	805,340	6.42
12/31/02	1,530,784	1,474,626	(56,158)	103.81	697,329	0.00

On a market-value basis, the actuarial value of the assets as of December 31, 2011 is \$3,234,196. On a market basis, the funded ratio would be 75.23%.

City of Plano, Illinois
PLANO POLICE PENSION FUND
Schedules of Funding Progress and Employer Contributions
April 30, 2012

Funding Progress

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)	Percentage of Covered Payroll ((b-a)/c)
05/01/2011	\$ 3,632,000	\$ 4,422,904	\$ 790,904	82.12 %	\$ 1,146,406	68.99 %
05/01/2010	3,221,995	3,885,992	663,997	82.91	1,199,321	55.36
05/01/2009	2,916,452	3,504,905	588,453	83.21	1,101,923	53.40
05/01/2008	2,644,476	2,880,637	236,161	91.80	1,111,875	21.24
05/01/2007	2,415,197	2,623,250	208,053	92.07	764,734	27.21
05/01/2006	2,153,521	2,343,758	190,237	91.88	773,649	24.59

Employer Contributions

Fiscal Year Ended	Annual Required Contribution (a)	Total Employer Contribution (b)	Percentage Contributed (b/a)
04/30/2012	\$ 211,942	\$ 258,996	122.20 %
04/30/2011	209,728	216,792	103.37
04/30/2010	193,884	147,372	76.01
04/30/2009	132,400	135,029	101.99
04/30/2008	121,223	137,393	113.34
04/30/2007	121,816	126,723	104.03

City of Plano, Illinois
OTHER POSTEMPLOYMENT BENEFITS
 Schedule of Funding Progress
 Required Supplementary Information
April 30, 2012

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued 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)
4/30/2012	\$ 160,764	\$ 657,282	\$ 496,518	24.46 %	\$ 2,628,271	18.89 %
4/30/2011	-	NA	NA	NA	NA	NA
4/30/2010	-	NA	NA	NA	NA	NA
4/30/2009	-	376,409	376,409	-	2,400,000	15.68

City of Plano, Illinois

GENERAL FUND

Schedule of Revenues Collected, Expenditures Paid, and Changes in Fund Balance

Budget to Actual - Budgetary Basis

For the Fiscal Year Ended April 30, 2012

	Budget		Actual	Variance
	Original	Final		Positive (Negative)
Revenues collected				
Taxes				
Local	\$ 1,534,633	\$ 1,767,006	\$ 1,744,534	\$ (22,472)
Intergovernmental	2,423,833	2,423,833	2,423,807	(26)
Licenses and permits	42,100	42,420	45,380	2,960
Charges for services	887,000	872,000	865,410	(6,590)
Fines and forfeitures	66,800	58,850	57,171	(1,679)
Intergovernmental grants	96,072	98,454	79,713	(18,741)
Investment income	5,800	7,300	7,200	(100)
Miscellaneous revenue	26,152	61,152	55,340	(5,812)
	5,082,390	5,331,015	5,278,555	(52,460)
Expenditures paid				
Current				
General government	1,631,851	1,840,908	1,669,621	171,287
Public safety	1,589,368	1,646,368	1,648,179	(1,811)
Highways and streets	920,689	918,189	873,675	44,514
Health and welfare	786,000	763,000	850,010	(87,010)
Culture and recreation	2,000	-	200	(200)
	4,929,908	5,168,465	5,041,685	126,780
Capital outlay				
Buildings	15,000	15,000	15,000	-
Public safety operating equipment	-	-	20,514	(20,514)
Building improvements	45,000	46,000	15,511	30,489
Parking lots	-	14,000	12,480	1,520
Infrastructure				
Storm sewer mains	28,000	28,000	27,673	327
New vehicles	28,151	26,491	26,491	-
Sidewalks	15,000	15,000	14,487	513

(Continued)

City of Plano, Illinois

GENERAL FUND

Schedule of Revenues Collected, Expenditures Paid, and Changes in Fund Balance

Budget to Actual - Budgetary Basis (Continued)

For the Fiscal Year Ended April 30, 2012

	Budget		Actual	Variance Positive (Negative)
	Original	Final		
Expenditures paid (continued)				
Capital outlay (continued)				
Infrastructure (continued)				
Bridges	\$ 30,500	\$ -	\$ -	\$ -
New equipment, civil defense sirens	-	9,000	8,000	1,000
Total capital outlay	161,651	153,491	140,156	13,335
Police building	4,174,972	4,011,914	3,675,350	336,564
Total expenditures paid	9,266,531	9,333,870	8,857,191	476,679
(Deficiency) of revenues collected over expenditures paid	(4,184,141)	(4,002,855)	(3,578,636)	424,219
Other financing sources (uses)				
Proceeds from bonds	4,200,000	4,011,914	4,011,914	-
Sale of City property	800	800	-	(800)
Transfers out	(692,753)	(654,345)	(993,055)	(338,710)
Total other financing sources (uses)	3,508,047	3,358,369	3,018,859	(339,510)
Change in fund balance	\$ (676,094)	\$ (644,486)	(559,777)	\$ 84,709
Adjust to modified accrual			222,890	
Net change in fund balance			(336,887)	
Fund balance				
Beginning of year, as restated (Note N)			2,615,515	
End of year			\$ 2,278,628	

(Concluded)

City of Plano, Illinois

MOTOR FUEL TAX FUND

Schedule of Revenues Collected, Expenditures Paid, and Changes in Fund Balance

Budget to Actual - Budgetary Basis

For the Fiscal Year Ended April 30, 2012

	Budget		Actual	Variance Positive (Negative)
	Original	Final		
Revenues collected				
Intergovernmental taxes				
Motor fuel tax allotment	\$ 290,000	\$ 290,000	\$ 334,847	\$ 44,847
Intergovernmental grants				
Safe routes to school	-	252,000	6,948	(245,052)
Investment income	500	200	400	200
Miscellaneous income	252,000	-	-	-
Total revenues collected	542,500	542,200	342,195	(200,005)
Expenditures paid				
Highways and streets				
Contractual				
Operations supplies-salt	115,000	115,000	69,504	45,496
Professional services				
Route 34 widening	175,000	175,000	-	175,000
Center Street	46,000	46,000	-	46,000
Safe routes to school				
Engineering	50,000	50,000	6,948	43,052
Construction	277,000	277,000	-	277,000
South Hale Street	-	200,000	45,900	154,100
Total professional services	548,000	748,000	52,848	695,152
Total expenditures paid	663,000	863,000	122,352	740,648
Change in fund balance	\$ (120,500)	\$ (320,800)	219,843	\$ 540,643
Adjust to modified accrual			(1,221)	
Net change in fund balance			218,622	
Fund balance				
Beginning of year			500,380	
End of year			\$ 719,002	

City of Plano, Illinois
ILLINOIS MUNICIPAL RETIREMENT FUND
Schedule of Revenues Collected, Expenditures Paid, and Changes in Fund Balance
Budget to Actual - Budgetary Basis
For the Fiscal Year Ended April 30, 2012

	<u>Budget</u>		<u>Actual</u>	Variance Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues collected				
Taxes				
Local				
Property taxes	\$ 338,820	\$ 338,820	\$ 339,519	\$ 699
Intergovernmental				
Replacement taxes	<u>15,307</u>	<u>15,307</u>	<u>13,325</u>	<u>(1,982)</u>
Total taxes	<u>354,127</u>	<u>354,127</u>	<u>352,844</u>	<u>(1,283)</u>
Investment income	<u>440</u>	<u>350</u>	<u>336</u>	<u>(14)</u>
Total revenues collected	<u>354,567</u>	<u>354,477</u>	<u>353,180</u>	<u>(1,297)</u>
Expenditures paid				
General government				
IMRF participants	175,200	175,200	166,020	9,180
Social security	<u>255,400</u>	<u>232,000</u>	<u>216,899</u>	<u>15,101</u>
Total expenditures paid	<u>430,600</u>	<u>407,200</u>	<u>382,919</u>	<u>24,281</u>
Other financing sources				
Transfers in	<u>70,000</u>	<u>70,000</u>	<u>70,000</u>	<u>-</u>
Total expenditures paid and other financing sources	<u>360,600</u>	<u>337,200</u>	<u>312,919</u>	<u>24,281</u>
Change in fund balance	<u>\$ (6,033)</u>	<u>\$ 17,277</u>	40,261	<u>\$ 22,984</u>
Adjust to modified accrual			<u>(268)</u>	
Net change in fund balance			39,993	
Fund balances				
Beginning of year			<u>66,103</u>	
End of year			<u>\$ 106,096</u>	

City of Plano, Illinois

Notes to Required Supplementary Information

April 30, 2012

NOTE A - BUDGETS

Budgets are adopted by the City Council on the cash basis of accounting. Debt payments, including principal payments, are budgeted in the proprietary funds. Annual budgets are adopted for the General Fund, Motor Fuel Tax Fund, Parks Fund, Police Pension Fund, Illinois Municipal Retirement Fund, Other Postemployment Benefits Fund, Debt Service Fund, Sewer Fund, and Water Fund. All annual budgets lapse at fiscal year-end.

In the event the budget needs to be amended, a majority of the voting members must approve the amended budget in a regular council meeting.

The legal level of control (level at which expenditures may not exceed budget) is at the department level. The City Council is not allowed to add, delete, or change the approved budget without creating an amendment to the budget.

All departments of the City submit requests for appropriations so that a budget may be prepared. The budget is prepared by fund, function, and activity for all funds, and includes information on the past year, current year estimates, and requested appropriations for the next fiscal year.

The proposed budget is presented to the City Council for review. The City Council holds public hearings and may add to, subtract from, or change budgets, but may not change the form of the budget.

Actual amounts reflect revenues and expenditures recorded on the cash basis, which is the City's budgetary basis. Expenditures have been presented at the "function" level, the level of budgetary control.

There were several amendments to the current fiscal year original budget.

OTHER SUPPLEMENTARY INFORMATION

City of Plano, Illinois

GENERAL FUND

Schedule of Detailed Revenues Collected and Other Financing Sources -

Budget to Actual - Budgetary Basis

For the Fiscal Year Ended April 30, 2012

	Budget		Actual	Variance Positive (Negative)
	Original	Final		
Revenues collected				
Taxes				
Local taxes				
Property taxes				
City	\$ 838,633	\$ 838,633	\$ 840,362	\$ 1,729
Other	-	232,373	228,687	(3,686)
Telecommunications tax	226,000	226,000	240,364	14,364
Gas utility tax	140,000	140,000	113,891	(26,109)
Electric utility tax	330,000	330,000	321,230	(8,770)
Total local taxes	1,534,633	1,767,006	1,744,534	(22,472)
Intergovernmental taxes				
Sales tax	1,315,000	1,315,000	1,399,040	84,040
Replacement tax	42,900	42,900	39,976	(2,924)
Illinois income tax	868,480	868,480	772,911	(95,569)
Illinois use tax	145,000	145,000	159,374	14,374
Road and bridge tax	52,453	52,453	52,506	53
Total intergovernmental taxes	2,423,833	2,423,833	2,423,807	(26)
Total taxes	3,958,466	4,190,839	4,168,341	(22,498)
Licenses and permits				
Permits and inspections	15,000	15,000	16,121	1,121
Pull tabs-annual state license fee	1,500	1,500	1,077	(423)
Disposal license	600	600	600	-
Liquor license	18,800	18,800	20,642	1,842
Tobacco license	600	600	700	100
Business licenses	3,100	3,420	3,580	160
Vending machine license	2,500	2,500	2,660	160
Total licenses and permits	42,100	42,420	45,380	2,960

(Continued)

City of Plano, Illinois

GENERAL FUND

Schedule of Detailed Revenues Collected and Other Financing Sources -

Budget to Actual - Budgetary Basis

For the Fiscal Year Ended April 30, 2012

	Budget		Actual	Variance Positive (Negative)
	Original	Final		
Revenues collected (continued)				
Charges for services				
Cable television	\$ 88,000	\$ 88,000	\$ 87,655	\$ (345)
Developer fees - reimbursements	8,000	8,000	788	(7,212)
Disposal fees	776,000	754,000	757,707	3,707
Disposal stickers	10,000	9,000	8,492	(508)
Filing and plat fees	4,000	4,000	920	(3,080)
Accident and record reports	1,000	1,000	638	(362)
Rents and leases	-	-	1,210	1,210
Civil defense sirens	-	8,000	8,000	-
Total charges for services	887,000	872,000	865,410	(6,590)
Fines and forfeitures				
Fines				
Animal	-	50	25	(25)
Parking	7,000	4,000	4,685	685
DUI	1,800	1,800	1,000	(800)
Traffic	40,000	35,000	35,110	110
Mowing	1,500	1,500	400	(1,100)
Penalties	16,500	16,500	15,951	(549)
Total fines and forfeitures	66,800	58,850	57,171	(1,679)
Intergovernmental grants				
DCCA grant - COPS	8,400	8,400	6,014	(2,386)
Intergovernmental agreements	42,672	43,624	43,624	-
Other grants	45,000	46,430	30,075	(16,355)
Total intergovernmental grants	96,072	98,454	79,713	(18,741)
Investment income				
Interest	3,700	5,200	6,690	1,490
Interest - road and bridge	2,100	2,100	510	(1,590)
Total investment income	5,800	7,300	7,200	(100)

(Continued)

City of Plano, Illinois

GENERAL FUND

Schedule of Detailed Revenues Collected and Other Financing Sources -

Budget to Actual - Budgetary Basis

For the Fiscal Year Ended April 30, 2012

	Budget		Actual	Variance
	Original	Final		Positive (Negative)
Revenues collected (continued)				
Miscellaneous revenue collected				
Miscellaneous income	\$ 10,000	\$ 44,000	\$ 35,073	\$ (8,927)
Telephone franchise and refunds	11,100	11,100	11,506	406
Recycling rebate	-	-	1,769	1,769
State income training - law enforcement	4,552	4,552	4,838	286
DARE program	500	1,500	2,154	654
Total miscellaneous revenue collected	26,152	61,152	55,340	(5,812)
Total revenues collected	5,082,390	5,331,015	5,278,555	(52,460)
Other financing sources				
Transfers in from other funds	85,700	85,700	85,700	-
Proceeds from bonds	4,200,000	4,011,914	4,011,914	-
Sale of City property				
Equipment and vehicles	800	800	-	(800)
Total other financing sources	4,286,500	4,098,414	4,097,614	(800)
Total revenues collected and other financing sources	\$ 9,368,890	\$ 9,429,429	\$ 9,376,169	\$ (53,260)

(Concluded)

City of Plano, Illinois

GENERAL FUND

Schedule of Detailed Expenditures Paid and Other Financing Uses

Budget to Actual - Budgetary Basis

For the Fiscal Year Ended April 30, 2012

	Budget		Actual	Variance Positive (Negative)
	Original	Final		
General government				
Administration				
Personnel services				
Wages	\$ 316,168	\$ 316,168	\$ 309,621	\$ 6,547
Professional services				
Legal	1,000	1,000	-	1,000
City attorney	3,000	3,000	1,402	1,598
Consulting	1,000	7,500	3,000	4,500
Expense reimbursement - TIF	15,500	10,000	6,044	3,956
Codification	4,000	4,000	1,740	2,260
Audit	19,936	19,936	19,936	-
Community relations	500	500	146	354
Total professional services	44,936	45,936	32,268	13,668
Contractual services				
Officials' bonds, fiduciary insurance, and notary expense	2,000	2,000	1,825	175
Drug testing	1,300	1,300	715	585
Maintenance and repair				
Computer software	7,300	10,000	6,830	3,170
Hardware and network	10,000	15,000	14,106	894
Office equipment	6,000	6,000	5,519	481
Police pension contribution	4,157	232,373	258,996	(26,623)
Property tax rebate	-	200	200	-
Aurora area conversion	450	450	-	450
Utility tax refund	2,000	2,000	1,394	606
Credit card processing	2,000	2,000	2,096	(96)
Payroll processing	6,433	6,433	6,661	(228)
Consortium	26,400	26,400	17,418	8,982
Metra, railroad study project	15,610	15,610	15,610	-
Bad debt expense	1,500	1,500	2,104	(604)
Total contractual services	85,150	321,266	333,474	(12,208)

(Continued)

City of Plano, Illinois

GENERAL FUND

Schedule of Detailed Expenditures Paid and Other Financing Uses

Budget to Actual - Budgetary Basis

For the Fiscal Year Ended April 30, 2012

	Budget		Actual	Variance
	Original	Final		Positive (Negative)
General government (continued)				
Administration (continued)				
Communication				
Advertising, bids, and publications	\$ 2,000	\$ 2,000	\$ 623	\$ 1,377
Postage and freight	4,000	4,000	3,063	937
Telephone - land line	4,000	4,000	1,716	2,284
Telephone - cellular	1,460	1,460	947	513
Web site	1,244	1,244	1,057	187
Total communication	12,704	12,704	7,406	5,298
Professional development				
Seminars and courses	6,500	6,500	5,025	1,475
Dues and subscriptions	3,700	3,700	3,086	614
Travel, food, and lodging	15,000	15,000	9,963	5,037
Tuition, books, and fees	500	500	622	(122)
Total professional development	25,700	25,700	18,696	7,004
Operations				
Office equipment	4,000	4,000	4,674	(674)
Office supplies	10,000	10,000	6,683	3,317
Miscellaneous supplies	500	500	580	(80)
Miscellaneous expense paid	1,100	1,100	369	731
Contingencies	160,000	120,000	4,505	115,495
Total operations	175,600	135,600	16,811	118,789
Total administration	660,258	857,374	718,276	139,098
Economic development				
Professional services				
Economic development services	2,500	2,500	2,500	-

(Continued)

City of Plano, Illinois

GENERAL FUND

Schedule of Detailed Expenditures Paid and Other Financing Uses

Budget to Actual - Budgetary Basis

For the Fiscal Year Ended April 30, 2012

	Budget		Actual	Variance Positive (Negative)
	Original	Final		
General government (continued)				
Economic development (continued)				
Communication				
Advertising, bids, and publications	\$ 3,000	\$ 3,000	\$ 200	\$ 2,800
Professional development				
Seminars and courses	2,000	2,000	615	1,385
Dues and subscriptions	300	300	100	200
Travel, food, and lodging	3,000	3,000	571	2,429
Total professional development	5,300	5,300	1,286	4,014
Operations				
Miscellaneous expense paid	500	500	425	75
Total economic development	11,300	11,300	4,411	6,889
Buildings and grounds				
Personnel services				
Wages	79,134	79,134	76,420	2,714
Contractual services				
Custodial service and supplies	14,000	14,000	10,413	3,587
Maintenance and repair				
Buildings	8,000	11,000	11,053	(53)
Operating equipment	1,000	1,000	-	1,000
Maintenance and restoration				
Grounds	1,500	1,500	1,656	(156)
Electricity	1,000	1,000	1,206	(206)
Total contractual services	25,500	28,500	24,328	4,172
Communications				
Telephone - land line	720	720	511	209

(Continued)

City of Plano, Illinois

GENERAL FUND

Schedule of Detailed Expenditures Paid and Other Financing Uses

Budget to Actual - Budgetary Basis

For the Fiscal Year Ended April 30, 2012

	Budget		Actual	Variance
	Original	Final		Positive (Negative)
General government (continued)				
Buildings and grounds (continued)				
Operations				
Operation supplies	\$ 2,000	\$ 2,000	\$ 2,896	\$ (896)
Total buildings and grounds	107,354	110,354	104,155	6,199
Building, planning, and zoning				
Personnel services				
Wages	149,035	149,035	145,798	3,237
Professional services				
Boards and commissioners	3,780	3,780	1,620	2,160
Legal	1,500	1,500	-	1,500
Secretarial and administrative	1,950	1,950	269	1,681
Consulting - reimbursable				
City	8,000	8,000	788	7,212
Total professional services	15,230	15,230	2,677	12,553
Contractual services				
Maintenance and repair				
Grounds	1,000	1,000	512	488
Office equipment	450	450	-	450
Total contractual services	1,450	1,450	512	938
Communication				
Advertising, bids, and publications	500	500	40	460
Telephone - land lines	420	420	267	153
Telephone - cellular	325	325	493	(168)
Total communication	1,245	1,245	800	445

(Continued)

City of Plano, Illinois

GENERAL FUND

Schedule of Detailed Expenditures Paid and Other Financing Uses

Budget to Actual - Budgetary Basis

For the Fiscal Year Ended April 30, 2012

	Budget		Actual	Variance Positive (Negative)
	Original	Final		
General government (continued)				
Building, planning, and zoning (continued)				
Professional development				
Seminars and courses	\$ 300	\$ 300	\$ 170	\$ 130
Dues and subscriptions	600	600	850	(250)
Tuition, books, and fees	500	500	-	500
Total professional development	1,400	1,400	1,020	380
Operations				
Equipment	1,000	1,000	-	1,000
Gasoline, oil, and filters	6,000	6,000	5,506	494
Office supplies	500	500	805	(305)
Miscellaneous expenses paid	500	500	468	32
Total operations	8,000	8,000	6,779	1,221
Total building, planning, and zoning	176,360	176,360	157,586	18,774
Insurance				
Personnel services				
Worker's compensation benefits	71,100	71,100	68,682	2,418
Unemployment benefits	6,800	6,800	8,720	(1,920)
Employees' insurance	512,000	520,000	504,006	15,994
Total personnel services	589,900	597,900	581,408	16,492
Contractual services				
Auto and general liability insurance	86,679	87,620	103,785	(16,165)
Total insurance	676,579	685,520	685,193	327
Total general government	1,631,851	1,840,908	1,669,621	171,287

(Continued)

City of Plano, Illinois

GENERAL FUND

Schedule of Detailed Expenditures Paid and Other Financing Uses

Budget to Actual - Budgetary Basis

For the Fiscal Year Ended April 30, 2012

	Budget		Actual	Variance
	Original	Final		Positive (Negative)
Public safety				
Police department				
Personnel services				
Wages	\$ 1,382,146	\$ 1,423,146	\$ 1,455,953	\$ (32,807)
Professional services				
Legal	10,000	13,000	15,685	(2,685)
Investigations	3,000	3,000	3,141	(141)
Total professional services	13,000	16,000	18,826	(2,826)
Contractual services				
Officials' bonds and insurance	250	750	330	420
Medical expense	500	500	385	115
Uniform and personnel protection equipment	7,000	10,000	7,427	2,573
Maintenance and repairs				
Operating equipment	4,500	4,500	5,442	(942)
Office equipment	6,100	6,100	3,577	2,523
Vehicles	25,000	28,000	25,662	2,338
Mobile command unit	500	500	500	-
Total contractual services	43,850	50,350	43,323	7,027
Communications				
Postage and freight	1,000	1,000	610	390
Telephone - land line	6,240	6,240	5,011	1,229
Telephone - cellular	4,000	4,000	2,939	1,061
Internet	700	700	824	(124)
Line service - leads and network	6,000	6,000	4,656	1,344
Total communications	17,940	17,940	14,040	3,900

(Continued)

City of Plano, Illinois

GENERAL FUND

Schedule of Detailed Expenditures Paid and Other Financing Uses

Budget to Actual - Budgetary Basis

For the Fiscal Year Ended April 30, 2012

	Budget		Actual	Variance
	Original	Final		Positive (Negative)
Public safety (continued)				
Police department (continued)				
Professional development				
Seminars and courses	\$ 3,000	\$ 2,000	\$ 378	\$ 1,622
Dues and subscriptions	4,000	5,000	4,219	781
Travel, food, and lodging	3,000	3,000	1,624	1,376
Tuition, books, and fees	4,000	5,000	4,660	340
Meetings	500	500	484	16
Police academy	4,552	4,552	4,601	(49)
Total professional development	19,052	20,052	15,966	4,086
Operations				
Equipment	10,000	12,000	7,472	4,528
Office equipment	1,000	1,000	-	1,000
DARE program	1,500	1,500	841	659
Liaison	500	500	325	175
Special Response Team (SRT)	2,000	2,000	2,000	-
Major crimes task force	1,000	1,000	1,000	-
School crossing guards	500	500	398	102
Burlington Northern range dues	500	500	500	-
Gasoline, oil, and filters	50,000	55,000	61,202	(6,202)
Operation supplies	4,000	4,000	2,931	1,069
Office supplies	5,000	5,000	4,794	206
Custodial supplies	500	500	519	(19)
Miscellaneous expense paid	250	250	239	11
Total operations	76,750	83,750	82,221	1,529
Total police department	1,552,738	1,611,238	1,630,329	(19,091)

(Continued)

City of Plano, Illinois

GENERAL FUND

Schedule of Detailed Expenditures Paid and Other Financing Uses

Budget to Actual - Budgetary Basis

For the Fiscal Year Ended April 30, 2012

	Budget		Actual	Variance Positive (Negative)
	Original	Final		
Public safety (continued)				
Police commission				
Professional services				
Police commissioners	\$ 6,000	\$ 6,000	\$ 6,000	\$ -
Legal	4,000	3,000	-	3,000
Total professional services	10,000	9,000	6,000	3,000
Contractual services				
Maintenance services and repairs				
Office equipment	500	500	-	500
Testing services	19,000	19,000	7,873	11,127
Total contractual services	19,500	19,500	7,873	11,627
Communications				
Advertising, bids, and publications	1,000	700	693	7
Postage and freight	100	100	9	91
Telephone - land lines	1,080	880	646	234
Telephone - cellular	100	100	239	(139)
Internet	1,000	1,000	875	125
Total communications	3,280	2,780	2,462	318
Professional development				
Seminars and courses	1,600	1,600	-	1,600
Dues and subscriptions	400	400	375	25
Travel, food, and lodging	600	600	134	466
Tuition, books, and fees	300	300	248	52
Meetings	50	50	-	50
Total professional development	2,950	2,950	757	2,193

(Continued)

City of Plano, Illinois

GENERAL FUND

Schedule of Detailed Expenditures Paid and Other Financing Uses

Budget to Actual - Budgetary Basis

For the Fiscal Year Ended April 30, 2012

	Budget		Actual	Variance Positive (Negative)
	Original	Final		
Public safety (continued)				
Police commission (continued)				
Operations				
Office equipment	\$ 600	\$ 600	\$ 603	\$ (3)
Office supplies	150	150	-	150
Miscellaneous expense paid	150	150	155	(5)
Total operations	900	900	758	142
Total police commission	36,630	35,130	17,850	17,280
Total public safety	1,589,368	1,646,368	1,648,179	(1,811)
Highways and streets				
Storm sewers				
Personnel services				
Wages	24,723	24,723	24,577	146
Contractual services				
Maintenance and repairs	8,000	8,000	4,425	3,575
Communication				
JULIE facsimile	750	750	529	221
Operations				
Maintenance and repair supplies	9,000	9,000	9,312	(312)
Operation supplies	500	500	-	500
Office supplies	500	500	-	500
Total operations	10,000	10,000	9,312	688
Total storm sewers	43,473	43,473	38,843	4,630

(Continued)

City of Plano, Illinois

GENERAL FUND

Schedule of Detailed Expenditures Paid and Other Financing Uses

Budget to Actual - Budgetary Basis

For the Fiscal Year Ended April 30, 2012

	Budget		Actual	Variance
	Original	Final		Positive (Negative)
Highways and streets (continued)				
Streets				
Personnel services				
Wages	\$ 221,576	\$ 221,576	\$ 209,062	\$ 12,514
Contractual services				
Uniforms and personnel protection equipment	7,000	7,000	7,904	(904)
Contractual maintenance	25,000	25,000	10,100	14,900
Maintenance and repairs				
Streets	430,000	430,000	434,173	(4,173)
Vehicles	8,000	8,000	5,493	2,507
Operating equipment	14,000	2,000	261	1,739
Total contractual services	<u>484,000</u>	<u>472,000</u>	<u>457,931</u>	<u>14,069</u>
Communications				
Telephone - land lines	840	840	888	(48)
Telephone - cellular	2,200	2,200	1,515	685
Internet	800	800	630	170
Total communications	<u>3,840</u>	<u>3,840</u>	<u>3,033</u>	<u>807</u>
Professional development				
Seminars and courses	500	500	160	340
Dues and subscriptions	200	200	-	200
Travel, food, and lodging	300	300	65	235
Tuition, books, and fees	300	300	-	300
Meetings	200	200	-	200
Total professional development	<u>1,500</u>	<u>1,500</u>	<u>225</u>	<u>1,275</u>

(Continued)

City of Plano, Illinois

GENERAL FUND

Schedule of Detailed Expenditures Paid and Other Financing Uses

Budget to Actual - Budgetary Basis

For the Fiscal Year Ended April 30, 2012

	Budget		Actual	Variance
	Original	Final		Positive (Negative)
Highways and streets (continued)				
Streets (continued)				
Operations				
Operating equipment	\$ 2,500	\$ 2,500	\$ 2,701	\$ (201)
Maintenance and repair supplies	1,000	1,000	1,596	(596)
Vehicle maintenance supplies	12,000	14,000	16,487	(2,487)
Gasoline, oil, and filters	25,000	25,000	25,044	(44)
Operating supplies	11,000	11,000	10,434	566
Office supplies	1,000	1,000	586	414
Total operations	52,500	54,500	56,848	(2,348)
Total streets	763,416	753,416	727,099	26,317
Street lighting and railroad crossing				
Contractual services				
Maintenance and repair				
Street lights	9,300	9,300	13,186	(3,886)
Stop lights	4,000	6,500	4,534	1,966
Railroad crossing	11,000	11,000	7,332	3,668
Operating equipment	500	4,000	-	4,000
Electricity	70,000	70,000	65,538	4,462
Total contractual services	94,800	100,800	90,590	10,210
Operations				
Signs	9,000	9,000	11,549	(2,549)
Maintenance and repair materials				
Street lights	4,000	4,000	2,820	1,180
Stop lights	3,000	3,000	36	2,964
Operations	1,000	1,000	-	1,000
Operating supplies	2,000	3,500	2,738	762
Total operations	19,000	20,500	17,143	3,357

(Continued)

City of Plano, Illinois

GENERAL FUND

Schedule of Detailed Expenditures Paid and Other Financing Uses

Budget to Actual - Budgetary Basis

For the Fiscal Year Ended April 30, 2012

	Budget		Actual	Variance
	Original	Final		Positive (Negative)
Highways and streets (continued)				
Street lighting and railroad crossing (continued)				
Total street lighting and railroad crossing	\$ 113,800	\$ 121,300	\$ 107,733	\$ 13,567
Total highways and streets	920,689	918,189	873,675	44,514
Health and welfare				
Contractual services				
Disposal stickers	10,000	9,000	7,538	1,462
Disposal services	776,000	754,000	842,472	(88,472)
Total health and welfare	786,000	763,000	850,010	(87,010)
Culture and recreation				
Parkway trees and planting				
Contractual services				
Maintenance and restoration				
Grounds	2,000	-	200	(200)
Total culture and recreation	2,000	-	200	(200)
Total operating expenditures paid	4,929,908	5,168,465	5,041,685	126,780

(Continued)

City of Plano, Illinois

GENERAL FUND

Schedule of Detailed Expenditures Paid and Other Financing Uses

Budget to Actual - Budgetary Basis

For the Fiscal Year Ended April 30, 2012

	Budget		Actual	Variance Positive (Negative)
	Original	Final		
Capital outlay				
General government				
Buildings and grounds department				
Buildings	\$ 15,000	\$ 15,000	\$ 15,000	\$ -
Building improvements	45,000	46,000	15,511	30,489
Parking lots	-	14,000	12,480	1,520
Total general government	60,000	75,000	42,991	32,009
Public safety				
New operating equipment	-	-	20,514	(20,514)
Highways and streets				
Storm sewer mains	28,000	28,000	27,673	327
Streets				
New vehicles	28,151	26,491	26,491	-
Sidewalks	15,000	15,000	14,487	513
New equipment, civil defense sirens	-	9,000	8,000	1,000
Total streets	43,151	50,491	48,978	1,513
Bridges				
Construction	30,500	-	-	-
Total highways and streets	101,651	78,491	76,651	1,840
Total capital outlay	161,651	153,491	140,156	13,335
Police building				
Professional services	668,547	259,581	196,048	63,533
Construction	3,506,425	3,752,333	3,479,302	273,031
Total police building	4,174,972	4,011,914	3,675,350	336,564
Total expenditures paid	9,266,531	9,333,870	8,857,191	476,679

(Continued)

City of Plano, Illinois

GENERAL FUND

Schedule of Detailed Expenditures Paid and Other Financing Uses

Budget to Actual - Budgetary Basis

For the Fiscal Year Ended April 30, 2012

	<u>Budget</u>		<u>Actual</u>	Variance Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Other financing uses				
Transfers out to other funds	\$ <u>692,753</u>	\$ <u>654,345</u>	\$ <u>993,055</u>	\$ <u>(338,710)</u>
 Total expenditures paid and other financing uses	\$ <u>9,959,284</u>	\$ <u>9,988,215</u>	\$ <u>9,850,246</u>	\$ <u>137,969</u>

(Concluded)

City of Plano, Illinois**DEBT SERVICE FUND**

Schedule of Revenues Collected, Expenditures Paid, and Changes in Fund Balance

Budget to Actual - Budgetary Basis

For the Fiscal Year Ended April 30, 2012

	Budget		Actual	Variance Positive (Negative)
	Original	Final		
Revenues collected				
Taxes				
Local				
Property taxes	\$ 55,555	\$ 55,555	\$ 55,673	\$ 118
Investment income				
Interest	500	150	308	158
Total revenues collected	56,055	55,705	55,981	276
Expenditures paid				
Debt service				
Principal				
2003 debt service (99B)	50,000	50,000	50,000	-
2008 debt service (99A)	155,000	155,000	155,000	-
2011 debt service	210,000	210,000	210,000	-
Total principal	415,000	415,000	415,000	-
Interest				
2003 debt service (99B)	55,279	55,279	55,279	-
2008 debt service (99A)	8,851	8,851	6,593	2,258
2011 debt service	131,075	92,667	92,667	-
Fiscal charges	1,500	1,500	1,428	72
Total interest	196,705	158,297	155,967	2,330
Total expenditures paid	611,705	573,297	570,967	2,330
Deficiency of revenues collected over expenditures paid	(555,650)	(517,592)	(514,986)	2,606

(Continued)

City of Plano, Illinois

DEBT SERVICE FUND

Schedule of Revenues Collected, Expenditures Paid, and Changes in Fund Balance

Budget to Actual - Budgetary Basis

For the Fiscal Year Ended April 30, 2012

	Budget		Actual	Variance Positive (Negative)
	Original	Final		
Other financing sources				
Transfers in from General Fund	\$ <u>552,353</u>	\$ <u>513,945</u>	\$ <u>852,655</u>	\$ <u>(338,710)</u>
Change in fund balance	\$ <u><u>(3,297)</u></u>	\$ <u><u>(3,647)</u></u>	337,669	\$ <u><u>(336,104)</u></u>
Adjust to modified accrual			<u>(1)</u>	
Net change in fund balance			337,668	
Fund balance				
Beginning of year			<u>51,688</u>	
End of year			\$ <u><u>389,356</u></u>	

(Concluded)

City of Plano, Illinois

GENERAL FUND

Combining Balance Sheet

April 30, 2012

	<u>Corporate</u>	<u>Other Post- employment Benefit Fund</u>	<u>Total General Fund</u>
ASSETS			
Cash and cash equivalents	\$ 1,541,080	\$ 165,297	\$ 1,706,377
Accounts receivable	226,708	-	226,708
Property tax receivable	1,202,656	-	1,202,656
Intergovernmental receivables	824,620	-	824,620
Prepaid items	81,114	-	81,114
	<hr/>	<hr/>	<hr/>
Total assets	\$ <u>3,876,178</u>	\$ <u>165,297</u>	\$ <u>4,041,475</u>
LIABILITIES			
Accounts payable	\$ 292,633	\$ -	\$ 292,633
Salaries and wages payable	106,184	-	106,184
Deposits payable	6,095	-	6,095
Unearned revenues	1,357,935	-	1,357,935
	<hr/>	<hr/>	<hr/>
Total liabilities	<u>1,762,847</u>	<u>-</u>	<u>1,762,847</u>
FUND BALANCES			
Nonspendable - prepaid items	81,114	-	81,114
Assigned - OPEB	-	165,297	165,297
Unassigned	2,032,217	-	2,032,217
	<hr/>	<hr/>	<hr/>
Total fund balances	<u>2,113,331</u>	<u>165,297</u>	<u>2,278,628</u>
	<hr/>	<hr/>	<hr/>
Total liabilities and fund balances	\$ <u>3,876,178</u>	\$ <u>165,297</u>	\$ <u>4,041,475</u>

City of Plano, Illinois

GENERAL FUND

Combining Schedule of Revenues, Expenditures, and Changes in Fund Balances

For the Fiscal Year Ended April 30, 2012

	Corporate Account	Other Post- employment Benefit Account	Total General Fund
Revenues			
Taxes			
Local	\$ 1,742,749	\$ -	\$ 1,742,749
Intergovernmental	2,567,599	-	2,567,599
Licenses, permits, and fees	43,761	-	43,761
Charges for services	862,131	-	862,131
Fines and forfeitures	57,171	-	57,171
Intergovernmental grants	79,756	-	79,756
Miscellaneous	54,825	-	54,825
Investment income	6,904	296	7,200
Total revenues	<u>5,414,896</u>	<u>296</u>	<u>5,415,192</u>
Expenditures			
Current			
General government	1,635,993	30,072	1,666,065
Public safety	1,650,658	-	1,650,658
Highways and streets	894,941	-	894,941
Health and welfare	786,510	-	786,510
Culture and recreation	200	-	200
Capital outlay	3,858,264	-	3,858,264
Total expenditures	<u>8,826,566</u>	<u>30,072</u>	<u>8,856,638</u>
Deficiency of revenues over expenditures	<u>(3,411,670)</u>	<u>(29,776)</u>	<u>(3,441,446)</u>
Other financing sources (uses)			
Proceeds from bonds	4,011,914	-	4,011,914
Transfers in	-	85,700	85,700
Transfers out	(993,055)	-	(993,055)
Total other financing sources (uses)	<u>3,018,859</u>	<u>85,700</u>	<u>3,104,559</u>
Net change in fund balances	(392,811)	55,924	(336,887)
Fund balance, beginning of year, as restated (Note N)	<u>2,506,142</u>	<u>109,373</u>	<u>2,615,515</u>
Fund balance, end of year	<u>\$ 2,113,331</u>	<u>\$ 165,297</u>	<u>\$ 2,278,628</u>

City of Plano, Illinois

PARKS FUND

Schedule of Revenues and Contributions Collected, Expenditures Paid and Other Financing Uses, and Changes in Fund Balance

Budget to Actual - Budgetary Basis For the Fiscal Year Ended April 30, 2012

	Budget		Actual	Variance Positive (Negative)
	Original	Final		
Revenues collected				
Taxes				
Local				
Property taxes	\$ 112,955	\$ 112,955	\$ 113,188	\$ 233
Contributions	500	500	900	400
Miscellaneous	500	500	-	(500)
Investment income				
Interest	1,200	500	679	179
Total revenues collected	115,155	114,455	114,767	312
Expenditures paid				
General government				
Administration				
Personnel services				
Wages	\$ 19,261	\$ 19,261	\$ 18,752	\$ 509
Contractual services				
Audit expense	1,780	1,780	1,780	-
Maintenance and repair				
Computer software	300	300	296	4
Operating equipment	2,000	2,000	-	2,000
Payroll processing	146	146	151	(5)
Total contractual services	4,226	4,226	2,227	1,999
Operations				
Contingencies	15,000	15,000	-	15,000
Total administration	38,487	38,487	20,979	17,508
Insurance				
Personnel services				
Employees' insurance	6,003	6,003	5,507	496
Contractual services				
Insurance policies	600	600	637	(37)
Total insurance	6,603	6,603	6,144	459
Total general government	45,090	45,090	27,123	17,967

(Continued)

City of Plano, Illinois

PARKS FUND

Schedule of Revenues and Contributions Collected, Expenditures Paid and Other Financing Uses, and Changes in Fund Balance

Budget to Actual - Budgetary Basis For the Fiscal Year Ended April 30, 2012

	Budget		Actual	Variance Positive (Negative)
	Original	Final		
Culture and recreation				
City Park				
Contractual services				
Maintenance and restoration				
Grounds	\$ 4,000	\$ 4,000	\$ -	\$ 4,000
Maintenance and repair				
Buildings	1,000	1,000	-	1,000
Operating equipment	2,000	2,000	12	1,988
Total contractual services	7,000	7,000	12	6,988
Operations				
Gasoline, oil, and filters	6,000	6,000	6,489	(489)
Operation supplies	2,000	2,000	1,483	517
Total operations	8,000	8,000	7,972	28
Total City Park	15,000	15,000	7,984	7,016
Lathrop Park				
Contractual services				
Maintenance and restoration				
Grounds	4,000	4,000	-	4,000
Maintenance and repair				
Operating equipment	3,000	3,000	506	2,494
Electricity	500	500	323	177
Total contractual services	7,500	7,500	829	6,671
Operation supplies	500	500	111	389
Total Lathrop Park	8,000	8,000	940	7,060
Memorial Park				
Contractual services				
Maintenance and restoration				
Grounds	1,500	1,500	-	1,500
Maintenance and repair				
Operating equipment	500	500	-	500
Operations				
Operation supplies	\$ 1,500	\$ 3,000	\$ 2,069	\$ 931
Total Memorial Park	3,500	5,000	2,069	2,931

(Continued)

City of Plano, Illinois

PARKS FUND

Schedule of Revenues and Contributions Collected, Expenditures Paid and
Other Financing Uses, and Changes in Fund Balance

Budget to Actual - Budgetary Basis

For the Fiscal Year Ended April 30, 2012

	Budget		Actual	Variance Positive (Negative)
	Original	Final		
Culture and recreation (continued)				
Larry Trimberger (WWI) Park				
Contractual services				
Maintenance and restoration				
Grounds	\$ 2,000	\$ 2,000	\$ -	\$ 2,000
Maintenance and repair				
Operating equipment	1,000	1,000	51	949
Total contractual services	<u>3,000</u>	<u>3,000</u>	<u>51</u>	<u>2,949</u>
Total Larry Trimberger (WWI) Park	<u>3,000</u>	<u>3,000</u>	<u>51</u>	<u>2,949</u>
Trees and planting				
Contractual services				
Maintenance and restoration	7,000	7,000	527	6,473
Miscellaneous supplies	100	100	-	100
Total trees and planting	<u>7,100</u>	<u>7,100</u>	<u>527</u>	<u>6,573</u>
Harry Neubert Park				
Contractual services				
Maintenance and restoration				
Grounds	2,000	2,000	-	2,000
Maintenance and repair				
Operating equipment	6,000	6,000	-	6,000
Total Harry Neubert Park	<u>8,000</u>	<u>8,000</u>	<u>-</u>	<u>8,000</u>
T Gorman Park				
Contractual services				
Maintenance and restoration				
Grounds	12,000	12,000	2,882	9,118
Maintenance and repair				
Operating equipment	2,000	2,000	-	2,000
Electricity	500	500	-	500
Total T Gorman Park	<u>14,500</u>	<u>14,500</u>	<u>2,882</u>	<u>11,618</u>

(Continued)

City of Plano, Illinois

PARKS FUND

Schedule of Revenues and Contributions Collected, Expenditures Paid and Other Financing Uses, and Changes in Fund Balance

Budget to Actual - Budgetary Basis

For the Fiscal Year Ended April 30, 2012

	Budget		Actual	Variance Positive (Negative)
	Original	Final		
Culture and recreation (continued)				
D Hemmingsen Park				
Contractual services				
Maintenance and restoration				
Grounds	\$ 2,000	\$ 2,000	\$ 1,108	\$ 892
Ray Niles Park				
Contractual services				
Maintenance and restoration				
Grounds	2,060	2,060	2,052	8
Foli Park				
Contractual services				
Maintenance and repair				
Operating equipment	-	-	62	(62)
Kristen Street Park				
Contractual services				
Maintenance and restoration				
Grounds	4,500	4,500	2,092	2,408
Total culture and recreation	67,660	69,160	19,767	49,393
Total current expenditures	112,750	114,250	46,890	67,360
Capital outlay				
Other land improvements				
City Park	500	500	596	(96)
Equipment				
Kristen Street Park	44,000	30,000	26,319	3,681
Other Recreational areas	180,000	-	-	-
Foli Park	5,000	5,000	-	5,000
Memorial Park	1,000	1,000	400	600
Woodwind III Park	50,000	50,000	-	50,000
Total equipment	280,000	86,000	26,719	59,281
Total capital outlay	280,500	86,500	27,315	59,185
Total expenditures paid	393,250	200,750	74,205	126,545

(Continued)

City of Plano, Illinois

PARKS FUND

Schedule of Revenues and Contributions Collected, Expenditures Paid and
Other Financing Uses, and Changes in Fund Balance

Budget to Actual - Budgetary Basis

For the Fiscal Year Ended April 30, 2012

	Budget		Actual	Variance Positive (Negative)
	Original	Final		
Other financing uses				
Transfers out to other funds	\$ 1,300	\$ 1,300	\$ 1,300	\$ -
Total expenditures paid and other financing uses	<u>394,550</u>	<u>202,050</u>	<u>75,505</u>	<u>126,545</u>
Net change in fund balance	<u>\$ (279,395)</u>	<u>\$ (87,595)</u>	39,262	<u>\$ (126,233)</u>
Adjust to modified accrual			<u>(1,638)</u>	
			37,624	
Fund balance				
Beginning of year			<u>686,107</u>	
End of year			<u>\$ 723,731</u>	

(Concluded)

City of Plano, Illinois

SEWER FUND

Schedule of Revenues and Contributions Collected, Expenditures Paid and
Other Financing Sources and Uses, and Changes in Fund Balance
Budget to Actual - Budgetary Basis
For the Fiscal Year Ended April 30, 2012

	Budget		Actual	Variance Positive (Negative)
	Original	Final		
Operating revenues collected				
Charges for services				
Connection fees	\$ 200	\$ 200	\$ -	\$ (200)
User fees	1,120,000	1,120,000	1,209,102	89,102
New development - meters	-	-	1,075	1,075
Total charges for services	<u>1,120,200</u>	<u>1,120,200</u>	<u>1,210,177</u>	<u>89,977</u>
Penalties	<u>42,000</u>	<u>42,000</u>	<u>40,829</u>	<u>(1,171)</u>
Miscellaneous income	<u>500</u>	<u>500</u>	<u>-</u>	<u>(500)</u>
Total operating revenues collected	<u>1,162,700</u>	<u>1,162,700</u>	<u>1,251,006</u>	<u>88,306</u>
Nonoperating revenues collected				
Taxes				
Property taxes	164,475	164,475	164,814	339
Investment income				
Interest	<u>5,000</u>	<u>2,900</u>	<u>5,200</u>	<u>2,300</u>
Total nonoperating revenues collected	<u>169,475</u>	<u>167,375</u>	<u>170,014</u>	<u>2,639</u>
Total revenues and contributions collected	<u>1,332,175</u>	<u>1,330,075</u>	<u>1,421,020</u>	<u>90,945</u>

(Continued)

City of Plano, Illinois

SEWER FUND

Schedule of Revenues and Contributions Collected, Expenditures Paid and
Other Financing Sources and Uses, and Changes in Fund Balance
Budget to Actual - Budgetary Basis
For the Fiscal Year Ended April 30, 2012

	Budget		Actual	Variance Positive (Negative)
	Original	Final		
Operating expenses paid				
Administration				
Personnel services				
Wages	\$ 163,446	\$ 164,056	\$ 163,917	\$ 139
Professional services				
Consulting Services	15,000	15,000	15,333	(333)
Auditing	6,408	6,408	6,408	-
Total professional services	21,408	21,408	21,741	(333)
Contractual services				
Maintenance services and repair				
Computer software	1,200	1,200	1,183	17
Office equipment	1,000	1,000	425	575
Credit card processing	2,000	2,250	2,159	91
Payroll processing	292	292	303	(11)
Meter reading	6,500	6,500	5,746	754
Bad debt expense	1,500	2,800	4,829	(2,029)
Total contractual services	12,492	14,042	14,645	(603)
Communication				
Advertising, bids, and publications	500	500	-	500
Postage and freight	4,000	4,000	3,845	155
Telephone - land lines	2,460	2,460	2,140	320
Telephone - cellular	2,000	1,500	774	726
Internet	1,000	1,000	521	479
JULIE facsimile	900	900	529	371
Total communication	10,860	10,360	7,809	2,551

(Continued)

City of Plano, Illinois

SEWER FUND

Schedule of Revenues and Contributions Collected, Expenditures Paid and
Other Financing Sources and Uses, and Changes in Fund Balance
Budget to Actual - Budgetary Basis
For the Fiscal Year Ended April 30, 2012

	Budget		Actual	Variance Positive (Negative)
	Original	Final		
Operating expenses paid (continued)				
Administration (continued)				
Professional development				
Seminars and courses	\$ 2,500	\$ 1,500	\$ -	\$ 1,500
Dues and subscriptions	3,625	3,625	1,720	1,905
Travel, food, and lodging	1,500	1,000	-	1,000
Tuition, books, and fees	300	300	-	300
Total professional development	7,925	6,425	1,720	4,705
Operations				
Office supplies	2,500	1,500	1,283	217
Total operations	2,500	1,500	1,283	217
Total administration	218,631	217,791	211,115	6,676
Insurance				
Personnel services				
Worker's compensation benefits	7,600	7,600	7,051	549
Unemployment benefits	850	850	982	(132)
Employees' insurance	78,690	78,690	72,148	6,542
Total personnel services	87,140	87,140	80,181	6,959
Contractual services				
Insurance policies	19,600	19,600	18,789	811
Total insurance	106,740	106,740	98,970	7,770
Capital projects				
Sewer meters - new development	1,000	1,000	-	1,000
Sewer mains	265,600	265,600	-	265,600
Total capital projects	266,600	266,600	-	266,600

(Continued)

City of Plano, Illinois

SEWER FUND

Schedule of Revenues and Contributions Collected, Expenditures Paid and
Other Financing Sources and Uses, and Changes in Fund Balance
Budget to Actual - Budgetary Basis
For the Fiscal Year Ended April 30, 2012

	Budget		Actual	Variance Positive (Negative)
	Original	Final		
Operating expenses paid (continued)				
Waste water treatment plant				
Personnel services				
Wages	\$ 108,568	\$ 102,570	\$ 95,952	\$ 6,618
Professional services				
Miscellaneous	12,000	12,000	5,839	6,161
Contractual services				
Uniforms and personal protection				
equipment	4,000	4,000	3,002	998
Maintenance service and repair				
Buildings	7,500	7,500	6,946	554
Grounds	7,500	5,500	7,187	(1,687)
Operating equipment	38,000	47,500	38,352	9,148
Vehicles	2,000	2,000	1,761	239
Disposal services - sludge	20,000	20,000	17,413	2,587
Testing services	3,500	3,000	2,405	595
Rentals	1,000	1,500	1,207	293
Natural gas	7,000	7,000	4,793	2,207
Electricity	190,000	175,000	166,948	8,052
Environmental Protection				
Agency (EPA) fees	17,500	17,500	17,500	-
Total contractual services	298,000	290,500	267,514	22,986
Operations				
Equipment	7,000	7,000	1,659	5,341
Maintenance and repair supplies	15,000	15,000	13,350	1,650
Vehicle maintenance supplies	2,000	2,000	1,006	994
Gasoline, oil, and filters	10,125	10,125	5,822	4,303

(Continued)

City of Plano, Illinois

SEWER FUND

Schedule of Revenues and Contributions Collected, Expenditures Paid and
Other Financing Sources and Uses, and Changes in Fund Balance
Budget to Actual - Budgetary Basis
For the Fiscal Year Ended April 30, 2012

	Budget		Actual	Variance Positive (Negative)
	Original	Final		
Operating expenses paid (continued)				
Waste water treatment plant (continued)				
Operations (continued)				
Operation supplies	\$ 45,000	\$ 52,500	\$ 46,909	\$ 5,591
Miscellaneous supplies	3,000	3,000	2,255	745
Miscellaneous expense	1,000	1,050	1,087	(37)
Contingencies	20,000	20,000	20,480	(480)
Total operations	103,125	110,675	92,568	18,107
Capital outlay				
Operating equipment	18,630	18,630	18,358	272
Total waste water treatment plant	540,323	534,375	480,231	54,144
Sewer line operations				
Personnel services				
Wages	27,463	27,463	27,372	91
Contractual services				
Maintenance services and repairs				
Operating equipment	6,000	6,000	1,330	4,670
Cleaning and televising	7,000	7,000	8,120	(1,120)
Sewer lines	48,000	48,000	9,891	38,109
Water meters	52,000	52,000	51,825	175
Total contractual services	113,000	113,000	71,166	41,834
Operations				
Maintenance and repair supplies	30,000	30,000	19,761	10,239

(Continued)

City of Plano, Illinois

SEWER FUND

Schedule of Revenues and Contributions Collected, Expenditures Paid and
Other Financing Sources and Uses, and Changes in Fund Balance
Budget to Actual - Budgetary Basis
For the Fiscal Year Ended April 30, 2012

	Budget		Actual	Variance Positive (Negative)
	Original	Final		
Operating expenses paid (continued)				
Sewer line operations (continued)				
Capital outlay				
Sanitary sewer	\$ 115,000	\$ 115,000	\$ 74,062	\$ 40,938
Total sewer lines operations	285,463	285,463	192,361	93,102
Walmart lift station				
Personnel services				
Wages	4,791	4,791	4,388	403
Contractual services				
Maintenance service and repair	2,500	2,500	700	1,800
Electricity	1,500	1,500	959	541
Total contractual services	4,000	4,000	1,659	2,341
Communication				
Telephone - land lines	420	420	223	197
Operations				
Equipment	5,500	5,500	-	5,500
Maintenance and repair supplies	10,500	10,500	10,279	221
Total operations	16,000	16,000	10,279	5,721
Total Walmart lift station	25,211	25,211	16,549	8,662
Foli lift station				
Personnel services				
Wages	4,791	4,791	4,388	403
Operations				
Contractual services				
Maintenance service and repair	15,000	15,000	1,216	13,784
Electricity	7,500	7,500	6,720	780
Total contractual services	22,500	22,500	7,936	14,564

(Continued)

City of Plano, Illinois

SEWER FUND

Schedule of Revenues and Contributions Collected, Expenditures Paid and
Other Financing Sources and Uses, and Changes in Fund Balance
Budget to Actual - Budgetary Basis
For the Fiscal Year Ended April 30, 2012

	Budget		Actual	Variance Positive (Negative)
	Original	Final		
Operating expenses paid (continued)				
Foli lift station (continued)				
Communication				
Telephone - land lines	\$ 420	\$ 420	\$ 209	\$ 211
Operations				
Maintenance and repair supplies	6,000	6,000	6,418	(418)
Total operations	6,000	6,000	6,418	(418)
Total Foli lift station	33,711	33,711	18,951	14,760
Klatt Street lift station				
Personnel services				
Wages	4,791	4,791	4,389	402
Contractual services				
Maintenance service and repair	5,500	5,500	2,089	3,411
Gas	1,000	1,000	313	687
Electricity	3,000	3,000	2,457	543
Total contractual services	9,500	9,500	4,859	4,641
Communication				
Telephone - land lines	480	480	208	272
Operations				
Maintenance and repair supplies	6,000	6,000	2,802	3,198
Total Klatt Street lift station	20,771	20,771	12,258	8,513

(Continued)

City of Plano, Illinois

SEWER FUND

Schedule of Revenues and Contributions Collected, Expenditures Paid and
Other Financing Sources and Uses, and Changes in Fund Balance
Budget to Actual - Budgetary Basis
For the Fiscal Year Ended April 30, 2012

	Budget		Actual	Variance Positive (Negative)
	Original	Final		
Operating expenses paid (continued)				
Other wages - meters				
Wages	\$ 38,209	\$ 38,209	\$ 37,535	\$ 674
Total operating expenses, excluding depreciation	1,535,659	1,528,871	1,067,970	460,901
Nonoperating expenses paid				
Bond of 2006B debt service				
Principal	240,000	240,000	240,000	-
Interest	9,960	9,960	9,960	-
Debt fees	350	350	-	350
Total nonoperating expenses paid	250,310	250,310	249,960	350
Other financing uses				
Transfers out to other funds	7,000	7,000	7,000	-
Total expenditures paid and other financing uses	1,792,969	1,786,181	1,324,930	461,251
Change in fund balance	\$ (460,794)	\$ (456,106)	96,090	\$ (370,306)
Adjust to modified accrual			(450,692)	
Net change in fund balance			(354,602)	
Fund balance				
Beginning of year			26,665,634	
End of year			\$ 26,311,032	

(Concluded)

City of Plano, Illinois

WATER FUND

Schedule of Revenues and Contributions Collected, Expenditures Paid and
Other Financing Sources and Uses, and Changes in Fund Balance
Budget to Actual - Budgetary Basis
For the Fiscal Year Ended April 30, 2012

	Budget		Actual	Variance
	Original	Final		Positive (Negative)
Operating revenues collected				
Charges for services				
Connection fees	\$ 200	\$ 200	\$ -	\$ (200)
User fees	797,600	797,600	892,186	94,586
Developer fees - new meters	250	250	1,075	825
Rental income - water tower	28,800	33,032	33,031	(1)
Miscellaneous water	500	500	388	(112)
Recap fees - water				
Needham Road	52	52	-	(52)
Total charges for services	<u>827,402</u>	<u>831,634</u>	<u>926,680</u>	<u>95,046</u>
Penalties	<u>35,800</u>	<u>35,800</u>	<u>34,393</u>	<u>(1,407)</u>
Miscellaneous income	<u>2,000</u>	<u>900</u>	<u>22</u>	<u>(878)</u>
Total operating revenues collected	865,202	868,334	961,095	92,761
Nonoperating revenues collected				
Investment income				
Interest income	<u>2,000</u>	<u>1,500</u>	<u>5,496</u>	<u>3,996</u>
Total revenues and contributions collected	<u>867,202</u>	<u>869,834</u>	<u>966,591</u>	<u>96,757</u>

(Continued)

City of Plano, Illinois

WATER FUND

Schedule of Revenues and Contributions Collected, Expenditures Paid and Other Financing Sources and Uses, and Changes in Fund Balance

Budget to Actual - Budgetary Basis

For the Fiscal Year Ended April 30, 2012

	Budget		Actual	Variance Positive (Negative)
	Original	Final		
Operating expenses paid				
Administration				
Personnel services				
Wages	\$ 133,593	\$ 133,593	\$ 134,468	\$ (875)
Professional services				
Consulting	18,000	18,000	15,000	3,000
Auditing	14,764	6,764	6,764	-
Total professional services	32,764	24,764	21,764	3,000
Contractual services				
Maintenance services and repair				
Computer software	1,520	1,520	1,283	237
Office equipment	1,000	1,000	723	277
Credit card processing	1,600	2,000	2,096	(96)
Payroll processing	439	501	454	47
Meter reading	6,500	6,500	5,746	754
Bad debt expense	1,500	2,000	3,373	(1,373)
Total contractual services	12,559	13,521	13,675	(154)
Communication				
Advertising, bids, and publications	1,500	850	822	28
Postage and freight	3,500	3,500	3,109	391
JULIE facsimile	900	900	529	371
Total communication	5,900	5,250	4,460	790
Professional development				
Seminars and courses	2,000	2,000	1,620	380
Dues and subscriptions	2,000	2,000	1,472	528
Travel, food, and lodging	2,500	2,500	2,012	488
Tuition, books, and fees	1,000	1,000	-	1,000
Meetings	100	100	-	100
Total professional development	7,600	7,600	5,104	2,496

(Continued)

City of Plano, Illinois

WATER FUND

Schedule of Revenues and Contributions Collected, Expenditures Paid and
Other Financing Sources and Uses, and Changes in Fund Balance
Budget to Actual - Budgetary Basis
For the Fiscal Year Ended April 30, 2012

	Budget		Actual	Variance Positive (Negative)
	Original	Final		
Operating expenses paid (continued)				
Administration (continued)				
Operations				
Office equipment	\$ 7,000	\$ 7,000	\$ 1,109	\$ 5,891
Office supplies	2,000	2,000	2,044	(44)
Total operations	9,000	9,000	3,153	5,847
Total administration	201,416	193,728	182,624	11,104
Insurance				
Personnel services				
Worker's compensation benefits	14,400	14,400	13,304	1,096
Unemployment benefits	1,800	850	982	(132)
Employees' insurance	68,000	60,000	55,626	4,374
Total personnel services	84,200	75,250	69,912	5,338
Contractual services				
Insurance policies	14,200	14,200	14,584	(384)
Total insurance	98,400	89,450	84,496	4,954
New development				
Water meters	1,000	1,000	-	1,000
Brownsfield development				
Engineering	4,000	4,000	-	4,000
Construction	6,000	6,000	-	6,000
Total Brownsfield development	10,000	10,000	-	10,000
Capital expense				
Route 34 Widening	30,000	20,000	18,162	1,838

(Continued)

City of Plano, Illinois

WATER FUND

Schedule of Revenues and Contributions Collected, Expenditures Paid and
Other Financing Sources and Uses, and Changes in Fund Balance
Budget to Actual - Budgetary Basis
For the Fiscal Year Ended April 30, 2012

	Budget		Actual	Variance Positive (Negative)
	Original	Final		
Operating expenses paid (continued)				
SCADA system				
Construction	\$ 20,000	\$ 20,000	\$ 13,360	\$ 6,640
Water mains - Jones Street				
Construction	10,000	22,500	15,269	7,231
Well houses 3, 4, and 5				
Engineering	22,000	10,000	8,657	1,343
Construction	248,355	318,355	309,580	8,775
Total well houses 3, 4, and 5	270,355	328,355	318,237	10,118
Other wages - meters				
Personnel services				
Wages	40,182	40,182	40,240	(58)
Transportation and heavy equipment				
Contractual services				
Maintenance service and repair				
Operating equipment	6,500	6,500	2,290	4,210
Vehicles	5,000	5,000	4,271	729
Total contractual services	11,500	11,500	6,561	4,939
Operations				
Maintenance and repair supplies	1,500	1,500	338	1,162
Vehicle maintenance supplies	2,500	2,500	2,142	358
Gasoline, oil, and filters	14,000	14,000	11,596	2,404
Miscellaneous	-	-	424	(424)
New vehicles	26,000	26,000	22,247	3,753
Total operations	44,000	44,000	36,747	7,253
Total transportation and heavy equipment	55,500	55,500	43,308	12,192
				(Continued)

City of Plano, Illinois

WATER FUND

Schedule of Revenues and Contributions Collected, Expenditures Paid and
Other Financing Sources and Uses, and Changes in Fund Balance
Budget to Actual - Budgetary Basis
For the Fiscal Year Ended April 30, 2012

	Budget		Actual	Variance Positive (Negative)
	Original	Final		
Operating expenses paid (continued)				
Power and pumping				
Personnel services				
Wages	\$ 5,119	\$ 5,119	\$ 5,231	\$ (112)
Contractual services				
Maintenance service and repairs				
Buildings	40,000	40,000	38,351	1,649
Operating equipment	40,000	40,000	12,480	27,520
Natural gas	9,000	9,000	6,439	2,561
Electricity	52,000	40,000	39,508	492
Water towers	25,000	15,000	580	14,420
Total contractual services	166,000	144,000	97,358	46,642
Communication				
Telephone - land lines	2,280	2,280	1,809	471
Telephone - cellular	3,000	2,500	1,722	778
Total communication	5,280	4,780	3,531	1,249
Operations				
Operating supplies	7,000	7,000	4,205	2,795
New wells	100,000	100,000	32,416	67,584
New well site	-	-	450	(450)
Total operations	107,000	107,000	37,071	69,929
Total power and pumping	283,399	260,899	143,191	117,708
Treatment				
Personnel services				
Wages	10,237	10,237	10,461	(224)

(Continued)

City of Plano, Illinois

WATER FUND

Schedule of Revenues and Contributions Collected, Expenditures Paid and
Other Financing Sources and Uses, and Changes in Fund Balance
Budget to Actual - Budgetary Basis
For the Fiscal Year Ended April 30, 2012

	Budget		Actual	Variance Positive (Negative)
	Original	Final		
Operating expenses paid (continued)				
Treatment (continued)				
Contractual services				
Maintenance service and repairs				
Operating equipment	\$ 7,000	\$ 7,000	\$ 1,021	\$ 5,979
Testing services	28,000	28,000	19,202	8,798
Total contractual services	35,000	35,000	20,223	14,777
Operations				
Operating supplies	31,000	26,000	19,917	6,083
Total treatment	76,237	71,237	50,601	20,636
Distribution				
Personnel services				
Wages	99,028	99,028	100,505	(1,477)
Contractual services				
Uniforms and personal protection equipment	4,600	4,600	2,924	1,676
Maintenance service and repair				
Distribution system	20,000	20,000	9,565	10,435
Water meters	52,000	52,000	51,853	147
Water towers	3,500	1,000	-	1,000
Total contractual services	80,100	77,600	64,342	13,258
Operations				
Maintenance and repair supplies	50,000	50,000	55,952	(5,952)
Operation supplies	3,500	5,000	1,899	3,101
Total operations	53,500	55,000	57,851	(2,851)
Total distribution	232,628	231,628	222,698	8,930

(Continued)

City of Plano, Illinois

WATER FUND

Schedule of Revenues and Contributions Collected, Expenditures Paid and
Other Financing Sources and Uses, and Changes in Fund Balance
Budget to Actual - Budgetary Basis
For the Fiscal Year Ended April 30, 2012

	Budget		Actual	Variance Positive (Negative)
	Original	Final		
Operating expenses paid (continued)				
Total operating expenses paid, excluding depreciation	\$ 1,329,117	\$ 1,344,479	\$ 1,132,186	\$ 212,293
Nonoperating expenses paid				
IEPA loan debt service	40,000	36,000	33,382	2,618
Other financing sources and uses				
Loan proceeds	(297,455)	(315,665)	(246,452)	(69,213)
Transfers out to other funds	7,000	7,000	7,000	-
Total other financing uses	(290,455)	(308,665)	(239,452)	(69,213)
Total expenditures paid and other financing uses	1,078,662	1,071,814	926,116	145,698
Change in fund balance	\$ (211,460)	\$ (201,980)	40,475	\$ 242,455
Adjust to modified accrual			(109,649)	
Net change in fund balance			(69,174)	
Fund balance				
Beginning of year			19,742,508	
End of year			\$ 19,673,334	

(Concluded)

FIDUCIARY FUND

City of Plano, Illinois**POLICE PENSION FUND**

Schedule of Additions, Deductions, and Changes in Plan Net Assets

Budget to Actual - Budgetary Basis

For the Fiscal Year Ended April 30, 2012

	Budget		Actual	Variance Positive (Negative)
	Original	Final		
ADDITIONS				
Contributions				
Employer	\$ 234,925	\$ 261,077	\$ 261,217	\$ 140
Plan members	<u>130,000</u>	<u>130,000</u>	<u>121,569</u>	<u>(8,431)</u>
Total contributions	<u>364,925</u>	<u>391,077</u>	<u>382,786</u>	<u>(8,291)</u>
Investment income				
Interest	120,000	120,000	122,513	2,513
Less investment expense	<u>(16,000)</u>	<u>(16,000)</u>	<u>(15,002)</u>	<u>998</u>
Net investment income	<u>104,000</u>	<u>104,000</u>	<u>107,511</u>	<u>3,511</u>
Total additions	<u>468,925</u>	<u>495,077</u>	<u>490,297</u>	<u>(4,780)</u>
DEDUCTIONS				
Administration expense	29,537	29,512	16,265	13,247
Benefits and refunds	<u>103,679</u>	<u>147,415</u>	<u>147,077</u>	<u>338</u>
Total deductions	<u>133,216</u>	<u>176,927</u>	<u>163,342</u>	<u>13,585</u>
Increase in plan net assets	<u>\$ 335,709</u>	<u>\$ 318,150</u>	326,955	<u>\$ 8,805</u>
Adjust to modified accrual			<u>(10,247)</u>	
Net increase in plan net assets			316,708	
PLAN NET ASSETS				
Beginning of year			<u>3,209,615</u>	
End of year			<u>\$ 3,526,323</u>	

OTHER STATISTICAL INFORMATION
(Unaudited)

City of Plano, Illinois

Schedule of Property Tax Assessed Valuations, Rates, Extensions, and Collections
Last Eight Fiscal Years
(Unaudited)

Tax Levy Year (Calendar)	2011		2010	
Assessed Valuation	\$190,804,028		\$221,784,163	
<u>Fund / Purpose</u>	<u>Rate</u>	<u>Amount</u>	<u>Rate</u>	<u>Amount</u>
General Fund ⁽¹⁾	0.6303	\$ 1,202,656	0.4809	\$ 1,066,848
Parks Fund	0.0590	112,555	0.0509	112,955
Illinois Municipal Retirement Fund	0.2089	398,495	0.1528	338,820
Debt Service Fund	0.0280	53,464	0.0251	55,557
Chlorination	-	-	0.0164	36,350
Sewerage	-	-	0.0578	128,125
Totals	0.9262	\$ 1,767,170	0.7839	\$ 1,738,655
Collections		\$ -		\$ 1,742,197
Percent of extension collected		0.00%		100.20%

⁽¹⁾ Note that the amount collected to pay the police pension contribution is included here.

<u>2009</u>		<u>2008</u>		<u>2007</u>		<u>2006</u>	
<u>\$247,941,439</u>		<u>\$251,201,617</u>		<u>\$194,231,056</u>		<u>\$194,231,056</u>	
<u>Rate</u>	<u>Amount</u>	<u>Rate</u>	<u>Amount</u>	<u>Rate</u>	<u>Amount</u>	<u>Rate</u>	<u>Amount</u>
0.4134	\$ 1,025,014	0.3819	\$ 959,338	0.3608	\$ 884,501	0.3898	\$ 789,688
0.0463	114,871	0.0592	148,460	0.0592	145,129	0.0549	106,648
0.1315	326,043	0.1332	334,601	0.1108	271,626	0.1263	245,350
0.0213	52,738	0.0219	55,013	0.0234	57,365	0.0281	54,587
0.0151	37,489	0.0153	38,434	0.0171	41,921	0.0185	35,938
0.0526	130,441	0.0534	134,142	0.0589	144,393	0.0665	96,717
<u>0.6802</u>	<u>\$ 1,686,596</u>	<u>0.6649</u>	<u>\$ 1,669,988</u>	<u>0.6302</u>	<u>\$ 1,544,935</u>	<u>0.6841</u>	<u>\$ 1,328,928</u>
	<u>\$ 1,681,999</u>		<u>\$ 1,663,284</u>		<u>\$ 1,535,807</u>		<u>\$ 1,326,960</u>
	<u>99.73%</u>		<u>99.60%</u>		<u>99.41%</u>		<u>99.85%</u>

(Continued)

City of Plano, Illinois

Schedule of Property Tax Assessed Valuations, Rates, Extensions, and Collections
Last Eight Fiscal Years
(Unaudited) (Continued)

Tax Levy Year (Calendar)	<u>2005</u>		<u>2004</u>	
Assessed Valuation		<u>\$143,614,055</u>		<u>\$108,005,772</u>
<u>Fund / Purpose</u>	<u>Rate</u>	<u>Amount</u>	<u>Rate</u>	<u>Amount</u>
General Fund ⁽¹⁾	0.5400	\$ 545,904	0.5400	\$ 563,949
Parks Fund	0.0509	70,524	0.0509	55,128
Illinois Municipal Retirement Fund	0.1640	198,940	0.1640	198,957
Debt Service Fund	0.0494	53,503	0.0494	53,503
Chlorination	0.0205	24,869	0.0205	22,203
Sewerage	<u>0.0893</u>	<u>96,717</u>	<u>0.0893</u>	<u>96,717</u>
Totals	<u>0.9141</u>	<u>\$ 990,457</u>	<u>0.9141</u>	<u>\$ 990,457</u>
Collections		<u>\$ 991,777</u>		<u>\$ 954,601</u>
Percent of extension collected		<u>100.13%</u>		<u>96.38%</u>

⁽¹⁾ Note that the amount collected to pay the police pension contribution is included here.

(Concluded)

City of Plano, Illinois
Schedule of Legal Debt Margin
For the Fiscal Year Ended April 30, 2012
(Unaudited)

Assessed valuation - 2011 tax levy year		\$ <u>190,804,028</u>
Legal debt margin		
8.625% of assessed valuation		\$ <u>16,456,847</u>
Amount of debt applicable to debt limit		
2003 general obligation bonds	\$ 105,000	
2008 general obligation bonds	1,300,000	
2011 general obligation bonds	<u>3,790,000</u>	
Total amount of debt applicable to debt limit	5,195,000	
Less amount available for debt service	<u>389,356</u>	
Net debt outstanding		<u>4,805,644</u>
Legal debt margin		<u>\$ 11,651,203</u>

Illinois Compiled Statutes (65 ILCS 5/) provide "...no municipality having a population of less than 500,000 shall become indebted in any manner or for any purpose, to an amount, including existing indebtedness in the aggregate exceeding 8.625% on the value of the taxable property therein, to be ascertained by the last assessment for state and county purposes, previous to the incurring of the indebtedness or, until January 1, 1983, if greater, the sum that is produced by multiplying the municipality's 1978 equalized assessed valuation by the debt limitation percentage in effect on January 1, 1979."

City of Plano, Illinois

Schedule of Expenditures for Tort Immunity Purposes

For the Fiscal Year Ended April 30, 2012

(Unaudited)

Public Act 91-0628, as passed by the Illinois General Assembly, requires a list of tort immunity purpose expenditures when property taxes are levied for these purposes. The City levies property taxes for tort immunity and liability insurance purposes and, in fiscal year 2012, paid for the following:

Expenditures for Tort Immunity Purposes

Auto and general liability	\$	76,713
Workers' compensation		68,682
Unemployment		<u>8,720</u>
 Total expenditures for tort immunity purposes	 \$	 <u><u>154,115</u></u>

The City's tax extension for immunity and liability insurance purposes for the levy year 2010, as extended by Kendall County for fiscal year 2012, was \$74,872. Any shortfall to cover expenditures in excess of taxes collected is derived from other general fund revenues of the City. Any excess of levied tax revenues for tort immunity purposes over expenditures is carried forward to subsequent fiscal years and is subject to a statutory formula.