

TOWNSHIP OF ORLAND, ILLINOIS
ANNUAL FINANCIAL REPORT
YEAR ENDED MARCH 31, 2013

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FINANCIAL SECTION

INDEPENDENT AUDITOR'S REPORT

GW & ASSOCIATES, P.C.
CERTIFIED PUBLIC ACCOUNTANTS

2617 Chicago Road
South Chicago Heights, IL 60411

Phone (708) 755-8182
Fax (708) 755-8326

INDEPENDENT AUDITOR'S REPORT

To the Honorable Supervisor and
Members of the Board of Trustees
Township of Orland, Illinois

We have audited the accompanying financial statements of the governmental activities and each major fund of the Township of Orland, Illinois as of and for the year ended March 31, 2013, and the related notes to the financial statements, which collectively comprise the Township's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

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 from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities and each major fund of the Township of Orland, Illinois, as of March 31, 2013, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

As described in Note 1, the Township implemented Governmental Accounting Standards Board (GASB) Statement No. 63 - Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position and GASB Statement No. 65 - Items Previously Reported as Assets and Liabilities. Statement No. 63 resulted in a new statement of net position which replaced the statement of net assets presented in prior years. Deferred outflows of resources and deferred inflows of resources are now reported separately from assets and liabilities. The residual measure is now entitled net position rather than net assets. Statement No. 65 reclassifies certain items that were previously reported as assets and liabilities as deferred outflows of resources and deferred inflows of resources.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information and schedule of funding progress on pages 3–10 and 30–34 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental 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 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 other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Township of Orland, Illinois' basic financial statements. The individual fund financial schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The individual fund financial schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the individual fund financial schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

GW & Associates, P.C.

GW & Associates, P.C.
South Chicago Heights, IL
August 23, 2013

MANAGEMENT'S DISCUSSION AND ANALYSIS

Township of Orland, Illinois
MANAGEMENT'S DISCUSSION AND ANALYSIS
March 31, 2013

Our discussion and analysis of the Township of Orland (the "Township") financial performance provides an overview of the Township's financial activities for the fiscal year ended March 31, 2013. The management of the Township encourages readers to consider the information presented herein conjunction with the basic financial statements to enhance their understanding of the Township's financial performance.

Financial Highlights

- The township's net position as of March 31, 2013 is \$31,376,062, an increase of \$107,215 from the prior year.
- Total township revenues for the year ended March 31, 2013 were \$3,447,539 while total expenses were \$3,340,324.
- The Town Fund's fund balance increased by \$202,287 for the year ended March 31, 2013 to \$3,655,447.

Overview of the Financial Statements

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

**Using the Financial Section
Of this Annual Report**

The financial statement's focus is on the Township 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.

The Statement of the Net Position 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 Net Position can be found on page 11 of this report.

Township of Orland, Illinois

MANAGEMENT'S DISCUSSION AND ANALYSIS

March 31, 2013

The Statement of Activities is focused on both the growth and the new costs of various activities. These activities 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 statement of Activities can be found on page 12 of this report.

The governmental activities reflect the Township's basic services, which are general assistance, street and road, senior assistance and administration. Property taxes finance the majority of these services.

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 Township uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the Township can be included into one category: governmental funds.

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 statements are presented on a sources and uses of liquid resources (cash and cash equivalents) basis. This is the manner in which the financial plan 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.

The governmental funds total column requires reconciliation 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 or loan proceeds and interfund transfers as other sources and uses as well as capital expenditures and bond or loan principal payments as expenditures. The reconciliations eliminate these transactions and incorporate the capital assets and long term obligations into the governmental activities column in governmental-wide statements. The fund financial statements can be found on pages 13-16 of this report.

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. The notes to the financial statements begin on page 17.

Township of Orland, Illinois
 MANAGEMENT'S DISCUSSION AND ANALYSIS
 March 31, 2013

Other Information

In addition to the basic financial statements this report also includes certain required supplementary information related to the budgetary information and the Township's progress in funding its obligation to provide pension benefits to its employers.

FINANCIAL ANALYSIS OF THE TOWNSHIP OF ORLAND'S GOVERNMENT WIDE FINANCIAL STATEMENTS

Statement of Net Assets

The following chart reflects the condensed Statement of Net Assets:

CONDENSED STATEMENT OF NET ASSETS

MARCH 31, 2013 and 2012 (restated)

	<u>2013</u>	<u>2012</u>
Assets		
Current assets	\$ 5,749,269	\$ 5,970,821
Capital assets, net	<u>26,958,655</u>	<u>27,087,241</u>
Total assets	<u>\$32,707,924</u>	<u>\$ 33,058,062</u>
Liabilities:		
Current liabilities	\$ 106,466	\$ 68,881
Long-term liabilities	<u>37,810</u>	<u>53,382</u>
Total liabilities	<u>144,276</u>	<u>122,263</u>
 Total deferred inflows of resources	 <u>1,187,585</u>	 <u>1,666,952</u>
Net position:		
Invested in capital assets	26,958,655	27,087,241
Unrestricted	<u>4,417,407</u>	<u>4,181,606</u>
Total net position	<u><u>\$31,376,062</u></u>	<u><u>\$ 31,268,847</u></u>

Current assets are down approximately \$222,000 from the prior year. This is primarily a result of a \$484,000 drop in property taxes receivable. In the prior year, both property taxes receivable and

Township of Orland, Illinois
MANAGEMENT'S DISCUSSION AND ANALYSIS
March 31, 2013

deferred revenue were overstated by the portion of the road and bridge levy that is for the Village and not the Township. Since both were overstated by the same amount, there was no effect on net position. The drop in the receivable is partially offset by a \$256,000 increase in cash and investment balances.

Statement of Activities

The following chart reflects the condensed Statement of Activities

CONDENSED STATEMENT OF ACTIVITIES
MARCH 31, 2013 and 2012 (restated)

Revenues:	<u>2013</u>	<u>2012</u>
Program Revenues:		
Charges for services	\$ 378,736	\$ 350,637
Operating grants and contributions	71,199	64,498
General revenues:		
Property taxes	2,901,552	3,009,791
Interest income	6,452	12,840
Other general revenues	<u>89,600</u>	<u>98,230</u>
Total revenues	3,447,539	3,535,996
Expenses:		
General government	1,304,092	1,717,390
Culture and recreation	561,471	126,165
Road and Bridge	949,017	1,057,396
General Assistance	<u>525,743</u>	<u>521,913</u>
Total expenses	3,340,323	3,422,864
Change in net position	<u>107,216</u>	<u>113,132</u>
Net position - April 1; restated	<u>31,268,847</u>	<u>31,155,715</u>
Net position - March 31; restated	<u>\$ 31,376,063</u>	<u>\$ 31,268,847</u>

Township of Orland, Illinois

MANAGEMENT'S DISCUSSION AND ANALYSIS

March 31, 2013

Total revenues for fiscal 2013 decreased by 2.5% from the prior year with a similar decrease in expenses. The most significant change within expenses was to more appropriately report senior citizen services within the culture and recreation function rather than general government. This accounted for most of the increase in culture and recreation and most of the decrease in general government.

FINANCIAL ANALYSIS OF THE TOWNSHIP OF ORLAND'S FUNDS

Governmental Funds

The Township of Orland major funds are the General Fund, Road and Bridge, and General Assistance Fund. Generally speaking a major fund meets the following criteria:

- where total assets and deferred outflows of resources, liabilities and deferred inflows of resources, revenues or expenditures of that individual government fund is at least 10% of the corresponding total (assets, liabilities and so forth) for all government funds.

and

- total assets and deferred outflows of resources, liabilities and deferred inflows of resources, revenues or expenditures of the individual governmental fund is at least 5% of the corresponding total for all governmental and enterprise funds combined.

The major funds are the Township's primary operating funds as well as the largest source of day-to-day delivery of services.

Township of Orland, Illinois
MANAGEMENT'S DISCUSSION AND ANALYSIS
March 31, 2013

Governmental Funds

The following chart reflects a condensed comparison of 2013 and 2012 revenues and expenditures:

	<u>2013</u>	<u>2012 (restated)</u>	<u>Increase (Decrease) 2013 to 2012</u>
Revenues			
General (Town) Fund	\$ 2,470,870	\$ 2,536,165	\$ (65,295)
Road and Bridge Fund	740,262	754,408	(14,146)
General Assistance Fund	<u>236,408</u>	<u>245,422</u>	<u>(9,014)</u>
Total revenues	<u>\$ 3,447,540</u>	<u>\$ 3,535,995</u>	<u>\$ (88,455)</u>
Expenditures			
General (Town) Fund	\$ 2,161,371	\$ 1,864,913	\$ 296,458
Road and Bridge	801,907	504,416	297,491
General Assistance	<u>264,033</u>	<u>430,075</u>	<u>(166,042)</u>
Total Expenditures	<u>\$ 3,227,311</u>	<u>\$ 2,799,404</u>	<u>\$ 427,907</u>
Other Financing Sources(Uses)			
General (Town) Fund	\$ (107,212)	\$ -	\$ (107,212)
Road and Bridge	45,668	-	45,668
General Assistance	<u>61,544</u>	<u>-</u>	<u>61,544</u>
Total Other Financing Sources (Uses)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Revenues

Revenues did not change significantly. The total decrease for all funds was approximately 2.5%.

Township of Orland, Illinois
 MANAGEMENT'S DISCUSSION AND ANALYSIS
 March 31, 2013

Expenditures

Town Fund expenditures increased almost 16% in fiscal 2013. Over \$200,000 of the increase is the result of capital costs relating to park improvements. Road and Bridge Fund expenditures increased almost 59%. About \$255,000 of the increase relates to road maintenance/resurfacing. General Assistance Fund expenditures decreased almost 39% due to a reduction in program costs for such things as rent assistance, mortgage assistance, utility assistance, etc.

Other Financing Sources (Uses)

Transfers were made from the Town Fund to the Road and Bridge Fund and General Assistance Fund to forgive amounts owed (in the case of the Road and Bridge Fund) or to provide additional resources for operations.

Budgetary Highlights

The Township of Orland operates under the Budget Ordinance process. The budget is adopted by the Township Board and filed at the Cook County Courthouse preceding April 1 of the budgeted fiscal year. Although an amended budget may also be prepared and adopted by the Board, no major amendments or addendums were necessary during fiscal year 2013.

Historically, the Township has taken a very conservative approach in developing their budgets. During fiscal year 2013, revenues and expenditures versus budgeted amounts for the major funds showed the following variances:

Governmental Funds

<u>Fund</u>	<u>Budgeted Revenues</u>	<u>Actual Revenues</u>	<u>Variance</u>	<u>Budgeted Expenses</u>	<u>Actual Expenses</u>	<u>Variance</u>
Town Fund	\$ 2,495,259	\$ 2,470,870	\$(24,389)	\$ 2,301,523	\$ 2,161,370	\$ (140,153)
Road and Bridge	970,507	740,261	(230,246)	1,083,014	801,906	(281,108)
General Assistance	231,549	236,408	4,859	336,650	264,032	(72,618)

Town Fund revenues differed by less than 1% from budget while expenditures were about 6% under budget. Specifically, capital outlay was under budget by \$117,000. Road and Bridge Fund revenues were under budget by 24% as a result of property taxes being under budget by \$258,000. Expenditures were under budget by 26% with operating costs being \$155,000 under budget and capital outlay being \$126,000 under budget. In the General Assistance Fund, revenues were 2% over budget. Expenditures were 22% under budget.

Township of Orland, Illinois

MANAGEMENT'S DISCUSSION AND ANALYSIS

March 31, 2013

CAPITAL ASSETS

At the end of the fiscal year 2013, the township had combined total capital assets of \$26,958,655 invested in a broad range of capital assets including buildings, Township facilities, roads, equipment and vehicles. The most significant additions were in infrastructure for road resurfacing and in land improvements and equipment related to park renovations. (For more information, see Note 4 to the financial statements.)

Governmental Activities Change in Capital Assets

	Balance <u>April 1, 2012</u>	Net Additions/ <u>Detetions</u>	Balance <u>March 31, 2013</u>
Non-depreciable assets-land	\$16,838,582	\$ -	\$ 16,838,582
Depreciable capital assets			
Land improvements	121,153	120,184	241,337
Infrastructure	14,215,749	327,992	14,543,741
Buildings & Improvements	3,706,884	33,441	3,740,325
Equipment	1,156,987	75,579	1,232,566
Vehicles	136,645	-	136,645
Accumulated depreciation (restated)	<u>(9,088,759)</u>	<u>(685,782)</u>	<u>(9,774,541)</u>
Total capital assets, net	<u>\$27,087,241</u>	<u>\$(128,586)</u>	<u>\$ 26,958,655</u>

DEBT ADMINISTRATION

The Township had a \$250,000 line of credit which had no outstanding balance during the year and has been closed prior to March 31, 2013. Also, additional employer contributions were made to the IMRF pension plan during the year to pay off the balance of the net pension obligation that existed at March 31, 2012. The only long term debt that the Township has at year end are compensated absences which represent that portion of accumulated unused sick leave that is payable upon termination.

Contracting the Township's Financial Management

This financial report is designated to provide our citizens, customers, investors and creditors with a general knowledge of the Township's finances and to demonstrate the Township's accountability for the money it receives. Questions concerning this report or requests for additional financial information should be directed to the Township Office, 14807 Ravinia, Orland Park, Il 60462.

BASIC FINANCIAL STATEMENTS

Township of Orland, Illinois
 STATEMENT OF NET POSITION
 March 31, 2013

	Governmental Activities
Assets	
Cash and cash equivalents	\$ 2,996,281
Investments	1,500,076
Property taxes receivable, net	1,206,285
Interest receivable	936
Other receivable	3,282
Prepaid assets	42,409
Capital assets	
Land	16,838,582
Capital assets, net of accumulated depreciation	<u>10,120,073</u>
Total Assets	\$ <u>32,707,924</u>
Liabilities	
Accounts payable	\$ 79,296
Accrued expenses	27,170
Non-Current	
Compensated absences	<u>37,810</u>
Total Liabilities	<u>144,276</u>
Deferred inflows of resources	
Unearned revenue - property taxes	<u>1,187,585</u>
Total deferred inflows of resources	<u>1,187,585</u>
Net Position	
Invested in capital assets	26,958,655
Unrestricted	<u>4,417,408</u>
Total Net Position	\$ <u>31,376,063</u>

Township of Orland, Illinois
STATEMENT OF ACTIVITIES
Year Ended March 31, 2013

Functions/Programs	Program Revenues			Net (Expense) Revenue and Changes in Net Assets
	Expenses	Charges for Services	Operating Grants and Contributions	
Primary Government				
Governmental Activities:				
General government	\$ 1,304,092	\$ 5,771	\$ -	\$ (1,298,321)
Culture and recreation	561,471	184,696	-	(376,775)
Road and bridge	949,017	34,606	-	(914,411)
General assistance	525,743	153,663	71,199	(300,881)
Total governmental activities	\$ 3,340,323	\$ 378,736	\$ 71,199	(2,890,388)
General Revenues:				
Taxes:				
Property taxes, levied for general purposes				2,901,552
Replacement taxes				30,916
Unrestricted investment earnings				6,452
Miscellaneous revenues				58,685
Total general revenues				<u>2,997,604</u>
Change in net position				107,216
Net position- April 1, 2012 (restated)				<u>31,268,847</u>
Net position- March 31, 2013				<u>\$ 31,376,063</u>

Township of Orland, Illinois
Governmental Funds
BALANCE SHEET
March 31, 2013

	Major Funds			Total
	Town Fund	Road and Bridge Fund	General Assistance Fund	
Assets				
Cash and cash equivalents	\$ 2,196,560	\$ 642,183	\$ 157,538	\$ 2,996,281
Investments	1,500,076	-	-	1,500,076
Property taxes receivable- net	919,709	206,850	79,726	1,206,285
Interest receivable	-	-	936	936
Other receivables	3,282	-	-	3,282
Prepaid assets	28,409	14,000	-	42,409
Due from other funds	2,898	-	17	2,915
Total assets	\$ 4,650,934	\$ 863,033	\$ 238,217	\$ 5,752,184
Liabilities				
Accounts payable	\$ 65,623	\$ 13,674	\$ -	\$ 79,297
Accrued expenses	23,028	4,142	-	27,170
Due to other funds	-	2,915	-	2,915
Total liabilities	88,651	20,731	-	109,382
Deferred inflows of resources				
Unearned revenue - property taxes	906,836	202,587	78,162	1,187,585
Total deferred inflows of resources	906,836	202,587	78,162	1,187,585
Fund balance				
Nonspendable	28,409	14,000	-	42,409
Restricted:				
Road and bridge	-	625,715	-	625,715
General assistance	-	-	160,055	160,055
Unassigned	3,627,038	-	-	3,627,038
Total fund balance	3,655,447	639,715	160,055	4,455,217
Total liabilities, deferred inflows of resources and fund balance	\$ 4,650,934	\$ 863,033	\$ 238,217	\$ 5,752,184

Township of Orland, Illinois
 RECONCILIATION OF GOVERNMENTAL FUNDS BALANCE SHEET TO STATEMENT OF NET POSITION
 March 31, 2013

Total fund balances- governmental funds \$ 4,455,217

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

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds:

Capital assets	36,733,196	
Accumulated depreciation	<u>(9,774,541)</u>	
Net capital assets		26,958,655

Some liabilities reported in the statement of net position do not require the use of current financial resources and therefore are not reported as liabilities in governmental funds.

These liabilities consist of:

Compensated absences		<u>(37,810)</u>
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Net position of governmental activities \$ 31,376,062

Township of Orland, Illinois
 Governmental Funds
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 Year Ended March 31, 2013

	Major Funds			Total
	Town Fund	Road and Bridge Fund	General Assistance Fund	
Revenues				
Property taxes	\$ 2,015,644	\$ 653,986	\$ 231,922	\$ 2,901,552
Replacement taxes	13,889	17,027	-	30,916
Food pantry	28,972	-	-	28,972
Service fees and donations	383,646	-	-	383,646
Investment income	5,225	1,075	152	6,452
Miscellaneous revenue	23,494	68,174	4,334	96,002
Total revenues	2,470,870	740,262	236,408	3,447,540
Expenditures				
Township administration	841,664	-	-	841,664
Assessor	134,180	-	-	134,180
Youth services	116,069	-	-	116,069
Senior citizen services	433,065	-	-	433,065
Health services	181,018	-	-	181,018
Supervisor	22,100	-	264,033	286,133
Trustee	29,200	-	-	29,200
Clerk	16,200	-	-	16,200
Road and bridge	19,400	799,723	-	819,123
Home relief/food pantry	79,856	-	-	79,856
Capital Outlay	288,619	2,184	-	290,803
Total expenditures	2,161,371	801,907	264,033	3,227,311
Excess (deficiency) of revenues over (under) expenditures	309,499	(61,645)	(27,625)	220,229
Other financing sources (uses)				
Transfers in	-	45,668	61,544	107,212
Transfers out	(107,212)	-	-	(107,212)
Total other financing sources (uses)	(107,212)	45,668	61,544	-
Change in fund balance	202,287	(15,977)	33,919	220,229
Fund balance at beginning of year (restated)	3,453,160	655,692	126,136	4,234,988
Fund balance at end of year	\$ 3,655,447	\$ 639,715	\$ 160,055	\$ 4,455,217

Township of Orland, Illinois
 RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
 OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
 Year ended March 31, 2013

Net change in fund balance- total governmental funds \$ 220,229

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

Governmental funds report capital outlays as expenditures while governmental activities report depreciation expense to allocate those expenditures over the life of the assets:

Capital outlay	557,196	
Depreciation	<u>(685,782)</u>	
Net capital outlay	(128,586)	(128,586)

Repayment of principal on long-term debt is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets.

Compensated absences	1,350	
Net pension obligation	<u>14,222</u>	
		<u>15,572</u>

Change in net position of governmental activities \$ 107,215

Township of Orland, Illinois
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 2013

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of the Township of Orland, Illinois (the “Township”), as reflected in the accompanying financial statements for the year end March 31, 2013, conform to generally accepted accounting principles as applicable to governmental units. The following is a summary of the significant accounting policies.

Reporting Entity: The Township’s reporting entity includes the Township’s governing board and any related organizations for which the Township exercises oversight responsibility as defined by Governmental Accounting Standards Board No. 14.

The basic, but not the only, criteria for including a separately administered organization within the reporting entity is the Township’s ability to exercise oversight responsibility. Oversight responsibility is determined on the basis of budget adoption, taxing authority, funding, and appointment of the respective governing board.

Based on the foregoing criteria, the Township does not exercise oversight, responsibility over any other entity and thus does not include other entities in the Township’s financial statements.

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

The Township implemented Governmental Accounting Standards Board Statement No. 63 - Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position. This resulted in a new statement of net position which replaced the statement of net assets presented in prior years. Deferred outflows of resources and deferred inflows of resources are now reported separately from assets and liabilities. The residual measure is now entitled net position rather than net assets.

The Township also implemented Governmental Accounting Standards Board Statement No. 65 – Items Previously Reported as Assets and Liabilities. This statement reclassifies certain items that were previously reported as assets and liabilities as deferred outflows of resources and deferred inflows of resources. Specifically, the Township now reports “unearned revenue-property taxes” as a deferred inflow of resources rather than as deferred revenue under liabilities.

Township-Wide Financial Statements – The statement of net position and the statement of activities display information about the Township as a whole. In the Township-wide statement of net position, the governmental activities are presented on a consolidated basis. These statements include the financial activities of the primary government. The effect of interfund activity has been removed from these statements. The Township-wide statement of activities reflects both the direct expenses and net cost of each function of the Township’s governmental 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

Township of Orland, Illinois
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 2013

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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 Township, with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each government function is self-financing or draws from general revenue of the Township.

Fund Financial Statements – The Financial transactions of the Township 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, revenue, and expenditures or expenses, as appropriate. The emphasis of fund financial statements is on major governmental funds, each displayed in a separate column.

In accordance with Governmental Accounting Standards Board Statement No. 54 – Fund Balance Reporting and Governmental Fund Type Definitions, the Township classifies governmental fund balance as follows:

- a. Nonspendable – includes fund balance amounts that cannot be spent either because they are not in spendable form or because legal or contractual requirements require them to be maintained intact.
- b. Restricted – Consists of fund balances with constraints placed on their use either by 1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments or, 2) law through constitutional provisions or enabling legislations.
- c. Committed - includes fund balances amounts that are constrained for specific purposes that are internally imposed by the government through formal action of the highest level of decision making authority. Fund balance amounts are committed through a formal action (ordinance, resolution, motion) of the Township board. This formal action must occur prior to the end of the reporting period, but the amount of the commitment, which will be subject to the constraints, may be determined in the subsequent period. Any changes to the constraints imposed require the same formal action of the Township board that originally created the commitment.
- d. Assigned – includes spendable fund balance amounts that are intended to be used for specific purposes that are not considered restricted or committed. Fund balance may be assigned through the following; 1) Financial management may assign amounts for a specific purpose. The Township board may also take official action to assign amounts. 2) All remaining positive spendable amounts in governmental funds, other than the general fund, that are neither restricted nor committed. Assignments may take place after the end of the reporting period.
- e. Unassigned – includes residual positive fund balance within the general fund which has not been classified within the other above mentioned categories. Unassigned fund balance may also include negative balances for any governmental fund if expenditures exceed amounts restricted, committed or assigned for those specific purposes.

Township of Orland, Illinois
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 2013

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Measurement Focus and Basis of Accounting:

Township-Wide Financial Statements – The Township-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. The economic resources measurement focus means all assets and liabilities (whether current or non-current) are included on the balance sheet and the operating statements present increases (revenues) and decreases (expenses) in total net position. 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.

The Township 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 and contributions. Program revenues are derived 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 Township's general revenues. For identifying the function to which programs 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 position 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 and payables and advances. Similarly, operating transfers between funds have been eliminated in the statement of activities.

Fund Financial Statements – Governmental fund financial statements are reposted 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 Township considers revenue 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 real estate tax and personal property replacement tax. All other revenue items are considered to be measurable and available only when cash is received by the government. Expenditures are generally 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.

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

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

The Township reports the following major governmental funds:

Township of Orland, Illinois
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 2013

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

General Fund – The General Fund (also known as the Town fund) is used to account for all revenues and expenditures applicable to the general operations of the Township government that are not accounted for in another fund.

Road and Bridge Fund – The Road and Bridge Fund is used to account for all revenues and expenditures applicable to the upkeep, repair, and administration of the Township’s roads.

General Assistance Fund – The General Assistance Fund is used to account for all revenues and expenditures applicable to the services provided to the residents of the township.

Cash and Cash Equivalents: The Township considers cash and investments with an original maturity of less than 90 days to be cash equivalents. Cash and equivalents consisted of checking and money market accounts at financial institutions.

Short-Term Interfund Receivable/Payables: During the course of operation, 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.

Prepaid Items: Payments made to vendor for services that will benefit periods beyond the date of this report are recorded as prepaid items.

Capital Assets: Capital assets, which include property, equipment, and infrastructure assets (e.g., roads, bridges, and similar items), are reported in the applicable governmental columns in the township-wide financial statements. Capital assets are defined by the Township as assets with a useful life of more than one year and an initial individual cost of more than \$500.

All purchased capital assets are valued at cost where historical records are available and at estimated historical cost where no historical records exist. Donated capital assets are valued at their estimated fair market value on the date received. 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 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:

Land Improvements	20 years
Building	50 years
Equipment	8-20 years
Infrastructure	20-50 years

Property Taxes: The Township’s policy is to record property taxes receivable when they have been levied and extended and are both measurable and available. Taxes levied and not yet available to pay current year operating expenditures are shown as deferred revenue. Property taxes attach as an enforceable lien on January 1. Taxes are levied in December and extended in March subsequent to the

Township of Orland, Illinois
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 2013

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

calendar year to which they apply and are payable in installments on March 1 and September 1 in the year they are extended.

Deferred Inflows of Resources: Deferred inflows of resources are recorded when assets are acquired that apply to a future reporting period. Property taxes which have been deemed to be measurable but not available or have been levied for use in the subsequent period represent deferred inflows of resources.

Compensated Absences: The liability for compensated absences reported in the government-wide financial statements consists of unpaid, accumulated vacation, and vested sick leave balances for township employees.

Vacation and sick leave are recorded in governmental funds when due (upon employee retirement or termination). The General Fund is typically used to liquidate these liabilities. No liability is recorded for nonvesting accumulating rights to receive sick pay benefits. However, an expenditure/expense is reported and a liability is recognized for the portion of accumulating sick leave benefits that is estimated will be taken as "terminal leave" at retirement.

Fund Equity/Net Position: In the fund financial statements, governmental funds report reservations of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for use for specific purposes. Commitments of fund balance includes amounts that can only be used for purposes determined by formal action of the Board, and assignments of fund balance represent tentative management plans that are subject to change.

Net position represents the difference between assets and liabilities and deferred inflows of resources. 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, construction or improvements of those assets.

Net position is reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the Township or through external restrictions imposed by creditors, grantors, laws, or regulation of other governments.

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

Township of Orland, Illinois
 NOTES TO THE FINANCIAL STATEMENTS
 MARCH 31, 2013

NOTE 2 – DEPOSITS

Cash: the carrying amount of cash was \$2,996,280 at March 31, 2013. All account balances at banks were either insured by the Federal Deposit Insurance Corporation (FDIC) for \$250,000, or collateralized with securities of the U.S. government, local governments or with letters of credit issued by the Federal Home Loan Bank held in the Township’s name by financial institutions acting as the Township’s agent. The Township’s investment policy requires that deposits be collateralized at 110% of the bank balance.

Investments: Permitted Deposits and Investments – Statutes authorized the Township to make deposits/invest in commercial banks, savings and loan institutions, credit union shares, obligation of the U.S. treasury and U.S. agencies, repurchase agreements, commercial paper rated within the three highest classifications by at least two standard rating service, and the Illinois Funds Money Market. The Township had deposits with a carrying amount of \$1,500,076 in the CDARS Network. This is a program whereby the Township entered into a CDARS Deposit Placement Agreement and a custodial agreement with a member bank in the CDARS Network. The member bank places deposits into CDs issued by other members of the network in increments below the standard FDIC insurance limits so that the deposits are eligible for FDIC insurance.

NOTE 3 – INTERFUND TRANSACTIONS

Interfund receivables and payables recorded in the combined balance sheet – all fund types at March 31, 2013, are summarized as follows:

	<u>Due From</u>	<u>Due To</u>
General Town Fund:		
General Assistance	\$ -	\$ 17
Road and Bridge	2,915	-
Total General Town Fund	\$ 2,915	\$ 17
General Assistance Fund		
General Town	\$ 17	\$ -
Road and Bridge Fund		
General Town	-	2,915
	\$ 17	\$ 2,915

All interfund balances will be repaid in the next fiscal year. The interfunds occurred in order to show the liability due to General Town Fund paying for all expenditures.

Township of Orland, Illinois
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 2013

NOTE 3 – INTERFUND TRANSACTIONS (Continued)

Interfund transfers – Transfers between funds during the year were as follows:

<u>Fund Transferred To</u>	<u>Fund Transferred From</u>	<u>Amount</u>	<u>Purpose</u>
General Assistance	General Town Fund	\$ 50,000	Operating Transfer
General Assistance	General Town Fund	11,544	Forgive Interfund Payable
Road and Bridge	General Town Fund	<u>45,668</u>	Forgive Interfund Payable
	Total	<u>\$ 107,212</u>	

NOTE 4 – CAPITAL ASSETS

A summary of changes in the Township’s capital assets for the period April 1, 2012 through March 31, 2013 follows:

	Balance at April 1, 2012	Additions	Deletions	Balance at March 31, 2013
Governmental Activities:				
Capital Assets Not Being Depreciated:				
Land	\$ 16,838,582	\$ -	\$ -	\$ 16,838,582
Capital Assets Being Depreciated:				
Infrastructure	14,215,749	327,992	-	14,543,741
Land Improvements	121,153	120,184	-	241,337
Buildings	3,706,884	33,441	-	3,740,325
Equipment	1,156,987	75,579	-	1,232,566
Vehicles	<u>136,645</u>	<u>-</u>	<u>-</u>	<u>136,645</u>
Subtotal	<u>19,337,418</u>	<u>557,196</u>	<u>-</u>	<u>19,894,614</u>
Accumulated Depreciation (Restated)	<u>(9,088,759)</u>	<u>(685,782)</u>	<u>-</u>	<u>(9,774,541)</u>
Total Capital Assets Being Depreciated, Net	<u>10,248,659</u>	<u>(128,586)</u>	<u>-</u>	<u>10,120,073</u>
Government Activities Capital Assets, Net	<u>\$ 27,087,241</u>	<u>\$ (128,586)</u>	<u>\$ -</u>	<u>\$ 26,958,655</u>

Depreciation expense for the Township’s Governmental Activities was charged to governmental functions as follows:

General Government	\$ 183,582
Culture and Recreation	12,337
General Assistance	837
Road and Bridge	<u>489,026</u>
Total Depreciation Expense	\$ 685,782

Township of Orland, Illinois
 NOTES TO THE FINANCIAL STATEMENTS
 MARCH 31, 2013

NOTE 5 – LONG-TERM LIABILITIES

The following is a summary of long-term obligation activity for the Township associated with governmental activities for the year ended March 31, 2013:

	Balance April 1, 2012	Increases	Decreases	Balance March 31, 2013	Due Within One year
Net Pension Obligation	\$ 14,222	-	14,222	-	-
Compensated Absences	56,854	-	19,044	37,810	-
Total	\$ 71,076	-	33,266	37,810	

On December 17, 2010, the Township obtained \$250,000 line of credit from Standard Bank. The line of credit was not drawn on during the year and, as of March 31, 2013, has been closed.

Compensated absences are paid out of the fund the employee's salary was paid from. Currently, this is the General Town fund and the Road and Bridge Fund.

NOTE 6 – DEFINED BENEFIT PENSION PLAN

Illinois Municipal Retirement Fund

Plan Description: The Township's defined benefit pension plan for employees provides retirement and disability benefits, post-retirement increases, and death benefits to plan members and beneficiaries. The Township'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.

IMRF provides two tiers of pension benefits. Employees hired prior to January 1, 2011, are eligible for Tier 1 benefits. For Tier 1 employees, pension benefits vest after eight years of service. Participating members who retire at age 55 (reduced benefits) after age 60 (full benefits) with eight years of credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1 2/3% of their final rate of earnings, for each year credited service up to 15 years, and 2% for each year thereafter.

Employees hired on or after January 1, 2011, are eligible for Tier 2 benefits. The Tier 2 employees, pension benefits vest after ten years of service. Participating members who retire at age 62 (reduced benefits) or after 67 (full benefits) with ten years credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1 2/3% of their final rate of earnings, for each year of credited service up to 15 years, and 2% for each year thereafter.

Township of Orland, Illinois
 NOTES TO THE FINANCIAL STATEMENTS
 MARCH 31, 2013

NOTE 6 – DEFINED BENEFIT PENSION PLAN (Continued)

Funding Policy: As set by statute, plan members are required to contribute 4.50% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement of its own employees.

The employer contribution rate for calendar year 2012 was 11.47% of annual covered payroll. The employer annual required contribution rate for calendar year 2012 was 9.83%. The Township also contributes for disability benefits, death benefits, and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by the IMRF Board of Trustees, while the supplemental retirement benefits rate is set by statute.

Annual Pension Cost: For calendar year December 31, 2012, the employer’s actual contributions for pension cost was \$101,705. Its required contribution for calendar year 2012 was \$87,179.

Three Year Trend Information

Calender Year Ending	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
12/31/12	\$ 87,179	117%	\$ -
12/31/11	87,951	98%	2,275
12/31/09	91,298	87%	11,947

The required contribution for 2012 was determined as part of the December 31, 2010, actuarial valuation using the entry age normal actuarial cost method. The actuarial assumptions at December 31, 2010, included (a) 7.5% investment rate of return (net of administrative and direct investment expenses); (b) projected salary increases of 4 % 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 our 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 liability at December 31, 2010 is being amortized as a level percentage of projected payroll on an open 30 year basis.

The NPO (asset) as of December 31, 2012 has been calculated as follows:

Township of Orland, Illinois
 NOTES TO THE FINANCIAL STATEMENTS
 MARCH 31, 2013

NOTE 6 – DEFINED BENEFIT PENSION PLAN (Continued)

	<u>Illinois Municipal Retirement</u>
Annual Required Contributions	\$ 87,179
Interest on Net Pension Obligation	1,066
Adjustment to Annual Required Contribution	<u>(762)</u>
Annual Pension Cost	87,483
Contributions Made	<u>101,705</u>
Increase in Net Pension Obligation (Asset)	(14,222)
Net Pension Obligation (Asset), Beginning of the Year	<u>14,222</u>
 Net Pension Obligation (Asset), End of the Year	 <u><u>-</u></u>

Funded Status and Funding Progress: As of December 31, 2012, the most recent actuarial valuation date, the plan was 78.21% funded. The actuarial accrued liability for benefits was \$1,752,993 and the actuarial value of assets was \$1,371,043 resulting in an underfunded actuarial accrued liability (UAAL) of \$381,950. The Covered payroll for calendar year 2012 (annual payroll of active employees covered by the plan) was \$886,863 and the ratio of the UAAL to the covered payroll was 43 percent.

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

On a market basis, the actuarial value of assets as of December 31, 2012 is \$1,446,970. On a market basis, the funded ratio would be 82.54%.

NOTE 7 – RISK MANAGEMENT

The Township is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; error and omissions; injuries to employees; and natural disasters. These risks are covered by commercial insurance purchased from independent third parties. The Township also purchases its employee health and accident insurance from commercial carriers. The Township did not have any significant reduction in insurance coverage from coverage in the prior year and settlements did not exceed insurance coverage during the past three fiscal years.

Township of Orland, Illinois
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 2013

NOTE 8 – PRIOR PERIOD ADJUSTMENT

	<u>Govt</u> <u>Wide</u>	<u>Town</u> <u>Fund</u>	<u>R&B</u> <u>Fund</u>	<u>GA</u> <u>Fund</u>
Net Position/Fund Balance As Previously Reported	\$ 31060,785	\$ 3,413,730	\$ 625,682	\$ 123,019
Error in Deferred Property Tax Revenue				
The property tax receivable was reduced by an estimated 4% allowance for uncollectible but deferred revenue was not reduced resulting in deferred revenue exceeding the related receivable	69,457	36,330	30,010	3,117
Accrue PPRT related to April 2012	3,100	3,100		
Overstatement of Compensated Absences				
Compensated absences which will be paid out upon retirement are limited per the employee handbook. Vacation is "use it or lose it" and sick time is paid up to a maximum of 30 days upon retirement. The prior year accrual included both vacation time and sick time in excess of 30 days. GASB 16 requires that the sick time accumulations "be reduced to the maximum amount allowed as a termination payment" when calculating the liability.	17,694			
Depreciation expense for buildings was understated				
This is primarily due to the use of a 100 year useful life when calculating depreciato n expense on most building costs rather than 50 years.	(50,727)			
Depreciation expense for infrastructure was overstated				
In the prior year, a 20 year useful life was applied to the total infrastructure cost. This did not take into account that some infrastructure included in the total cost figure was already fully depreciated. In addition, useful lives ranged from 20-50 years.	143,499			
Deprecation expense for land improvement was overstated				
Explanation is similar to that for infrastructure	2,670			
Depreciation expense for equipment was overstated				
Explanation is similar to that for infrastructure	25,661			
Depreciation expense for automobiles was understated				
The policy has been to take a full year's depreciation in the year of acquisition. Last year's acquisitions were prorated based on the month acquired	(3,292)	-	-	-
Total adjustment	208,062	39,430	30,010	3,117
Adjusted Net Position/Fund Balance	\$ 31268,847	\$ 3,453,160	\$ 655,692	\$ 126,136

Township of Orland, Illinois
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 2013

NOTE 9 – NEW ACCOUNTING PRONOUNCEMENTS

The Governmental Accounting Standards Board (GASB) recently issued the following statements:

GASB Statement No. 61, *The Financial reporting Entity: Omnibus – an amendment of GASB Statements No. 14 and No. 34*, will be effective for the Township beginning with its year ending March 31, 2014. The objective of this Statement is to improve financial reporting for a governmental financial reporting entity. The requirements of Statement No. 14, *The Financial Reporting Entity*, and the related financial reporting requirements of Statement No. 34, *Basis Financial Statements – a Management’s Discussion and Analysis – for State and Local Governments*, were amended to better meet use needs and to address reposting entity issues that have arisen since the issuance of those statements.

GASB Statement No. 66, *Technical Corrections-2012, an Amendment of GASB Statements No. 10 and No. 62* will be effective for the Township beginning with its year ending March 31, 2014. The objective of this statement is to improve financial reporting for a governmental financial reporting entity by removing the provision that limits fund-based reporting of an entity’s risk financing activities to the general fund and the internal service fund type. It also modifies the specific guidance on accounting for 1) operating lease payments that vary from a straight line basis; 2) the difference between the initial investment and the principal amount of a purchased loan or group of loans and 3) servicing fees related to mortgage loans that are sold when the stated service fee rate differs significantly from a current servicing fee rate.

GASB Statement No. 67 – *Financial Reporting for Pension Plans* is effective for the township’s pension plan’s fiscal year ending December 31, 2014. It supersedes Statements No. 25 and No. 50 as they relate to pension plans that are administered through trust or similar arrangements meeting certain criteria. It modifies the format of financial statements for plans and mandates various disclosures for the total pension liability and net pension liability, including significant assumptions and rates of return. The statement also requires the presentation of new information about annual moneyweighted rates of return in the notes to the financial statements and in 10 year RSI schedules. The statement is effective for the Village’s pension plans’ fiscal year ending December 31, 2014.

GASB Statement No. 68 – *Accounting and Financial Reporting for Pensions* is effective for the township beginning with its fiscal year ending March 31, 2016. It supersedes Statements No. 27 and No. 50 as they relate to governments that provide pensions through pension plans administered as trusts or similar arrangements that meet certain criteria. The statement requires governments providing defined benefit pensions to recognize their long term obligation for pension benefits as a liability for the first time. It also requires more comprehensive and comparable measurements of the annual costs of pension benefits and requires revised and new note disclosures and RSI.

GASB Statement No. 69 – *Government Combinations and Disposals of Government Operations* is effective for the township beginning with its fiscal year ending March 31, 2015. It establishes accounting and financial reporting requirements for government combinations and disposal of government operations.

Township of Orland, Illinois
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 2013

NOTE 9 –NEW ACCOUNTING PRONOUNCEMENTS (Continued)

GASB Statement No. 70 – *Accounting and Financial Reporting for Nonexchange Financial Guarantees* is effective for the township beginning with its fiscal year ending March 31, 2015. It requires governments that extend a nonexchange financial guarantee to recognize a liability under certain circumstances and provides for disclosure requirements for governments giving or receiving guarantees.

Management has not yet completed its evaluation of the impact, if, any of the provisions of these statements on its financial statements.

REQUIRED SUPPLEMENTARY INFORMATION

Township of Orland, Illinois
 Budget and Actual
 REQUIRED SUPPLEMENTARY INFORMATION BUDGETARY COMPARISON SCHEDULE-SCHEDULE OF
 REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 YEAR ENDED MARCH 31, 2013

	Town Fund		
	Original and Final Budget	Actual	Variance Over (Under) Final
Revenues			
Property	\$ 2,084,259	\$ 2,015,644	\$ (68,615)
Replacement taxes	13,000	13,889	889
Food pantry	30,000	28,972	(1,028)
Service fees and donations	319,000	383,646	64,646
Investment income	9,000	5,225	(3,775)
Miscellaneous revenue	40,000	23,494	(16,506)
Total Revenues	<u>2,495,259</u>	<u>2,470,870</u>	<u>(24,390)</u>
Expenditures			
Current:			
Township administration	827,189	841,663	14,474
Assessor	158,345	134,180	(24,165)
Youth services	132,745	116,069	(16,676)
Senior citizens services	420,166	433,065	12,899
Health services	195,858	181,018	(14,840)
Supervisor	22,100	22,100	-
Trustee	29,200	29,200	-
Clerk	16,200	16,200	-
Road and Bridge	19,400	19,400	-
Home relief /food pantry	74,320	79,856	5,536
Capital outlay	406,000	288,619	(117,381)
Total Expenditures	<u>2,301,523</u>	<u>2,161,370</u>	<u>(140,153)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>193,736</u>	<u>309,500</u>	<u>115,763</u>
Other financing sources (uses)			
Transfer out	<u>-</u>	<u>(107,212)</u>	<u>(107,212)</u>
Net Change in fund balance	<u>\$ 193,736</u>	<u>202,288</u>	<u>\$ 8,551</u>
Fund balance at beginning of year (restated)		<u>3,453,160</u>	
Fund balance at end of year		<u>\$ 3,655,448</u>	

Township of Orland, Illinois
 Budget and Actual
 REQUIRED SUPPLEMENTARY INFORMATION BUDGETARY COMPARISON SCHEDULE-SCHEDULE OF
 REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 YEAR ENDED MARCH 31, 2013

	Road and Bridge Fund		
	Original and Final Budget	Actual	Variance Over(Under) Final Budget
Revenues			
Property	\$ 912,507	\$ 653,986	\$ (258,521)
Replacement taxes	18,000	17,027	(973)
Investment income	8,000	1,075	(6,925)
Miscellaneous revenue	32,000	68,174	36,174
Total Revenues	970,507	740,261	(230,246)
Expenditures			
Current:			
Road and Bridge	954,514	799,723	(154,791)
Capital outlay	128,500	2,184	(126,316)
Total Expenditures	1,083,014	801,906	(281,108)
Excess (deficiency) of revenues over (under) expenditures	(112,507)	(61,645)	50,862
Other financing sources (uses)			
Transfer in	-	45,668	45,668
Change in fund balance	\$ (112,507)	(15,977)	\$ 96,530
Fund balance at beginning of year		655,692	
Fund balance at end of year		\$ 639,715	

Township of Orland, Illinois
 Budget and Actual
 REQUIRED SUPPLEMENTARY INFORMATION BUDGETARY COMPARISON SCHEDULE-
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 YEAR ENDED MARCH 31, 2013

	General Assistance Fund		
	Original and Final Budget	Actual	Variance Over(Under) Final Budget
Revenues			
Property	\$ 229,299	\$ 231,922	\$ 2,623
Investment income	250	152	(98)
Miscellaneous revenue	2,000	4,334	2,334
Total Revenues	<u>231,549</u>	<u>236,408</u>	<u>4,859</u>
Expenditures			
Current:			
Supervisor	336,650	264,032	(72,618)
Total Expenditures	<u>336,650</u>	<u>264,032</u>	<u>(72,618)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(105,101)</u>	<u>(27,624)</u>	<u>77,477</u>
Other financing sources (uses)			
Transfer in	-	61,544	61,544
Change in fund balance	<u>\$ (105,101)</u>	33,920	<u>\$ 139,021</u>
Fund balance at beginning of year		<u>126,134</u>	
Fund balance at end of year		<u>\$ 160,054</u>	

Township of Orland, Illinois
 Illinois Municipal Retirement Fund
 REQUIRED SUPPLEMENTARY INFORMATION SCHEDULE OF FUNDING PROGRESS AND EMPLOYER
 CONTRIBUTIONS
 March 31, 2013

Schedule of Funding Progress

<u>Actuarial Valuation Date</u>	<u>Actuarial Value of Assets (a)</u>	<u>Actuarial Accrued Liability (AAL) Entry Age (b)</u>	<u>Unfunded AAL (UAAL) (b-a)</u>	<u>Funded Ratio (a/b)</u>	<u>Covered Payroll (c)</u>	<u>UAAL as a Percentage of Covered Payroll [(b- a/c)]</u>
12/31/2012	\$ 1,371,043	\$ 1,752,993	\$ 381,950	78.21%	\$ 886,863	43.07%
12/31/2011	1,159,078	1,592,494	433,416	72.78%	877,753	49.38%
12/31/2010	1,595,989	1,792,704	196,715	89.03%	891,582	22.06%

Schedule of Employer Contributions

<u>Calendar Year Ended</u>	<u>Annual Required Contribution</u>	<u>Percentage Contributed</u>
12/31/2012	\$87,179	117%
12/31/2011	87,951	98%
12/31/2010	91,298	87%

Township of Orland, Illinois
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
MARCH 31, 2013

Budgets and Budgetary Accounting

The procedures used in establishing the budgetary data reflected in the financial statements is as follows:

1. The Township Supervisor submits to the Town Board a proposed operating budget for the fiscal year. The operating budget (modified accrual basis) includes proposed expenditures and the means of financing them.
2. Public hearings are conducted to obtain taxpayer comment.
3. The budget is legally enacted through passage of an ordinance.
4. The Township Supervisor is authorized to transfer budgeted amounts between departments within any fund; however, any revisions that alter the total expenditures of any fund must be approved by the Township Board and must be in compliance with applicable statutes.
5. There were no budget amendments during the year.

The legal level of budgetary control has been established at the fund level. During the current year, budgets were adopted for the General Town, Road and Bridge and General Assistance Funds. No encumbrances are used.

Expenditures did not exceed the budget at the fund level for any funds.

INDIVIDUAL FUND FINANCIAL SCHEDULES

Township of Orland, Illinois
Town Fund
SCHEDULE OF EXPENDITURES- BUDGET AND ACTUAL
Years Ended March 31, 2013 and 2012

	2013		Variance	2012 Actual
	Final Budget	Actual	Over(Under) Final Budget	
Expenditures				
Township administration				
Executive administrator	\$ 51,000	\$ 53,614	\$ 2,614	\$ 50,981
Asst executive administration	54,038	55,215	1,177	56,087
Salaries- administrative assistant	32,951	32,912	(39)	32,923
Salaries- operations coordinator	25,500	28,366	2,866	15,769
Project/program manager	13,900	29,246	15,346	30,794
Part time summer help	30,600	14,455	(16,145)	15,696
Employee's medical/life insurance	45,000	31,163	(13,837)	37,760
Maintenance- building	15,000	25,615	10,615	6,643
Maintenance- equipment	15,000	10,006	(4,994)	8,203
Maintenance- ground	500	-	(500)	360
Maintenance- vehicle	-	546	546	1,735
FICA/Medicare	68,000	72,144	4,144	65,322
IMRF	120,000	95,626	(24,374)	84,043
Workman's comp insurance	20,000	18,318	(1,682)	17,428
Liability insurance	35,000	31,459	(3,541)	20,967
Bank service charges	1,300	4,428	3,128	2,755
Telephone	10,000	10,663	663	8,333
Bonding/notary public	1,000	206	(794)	1,002
Utilities- electric/heat/water	25,000	25,425	425	20,770
Rent- equipment	6,500	4,459	(2,041)	6,205
Travel	250	140	(110)	72
Janitor	18,000	16,560	(1,440)	15,180
Training	1,000	-	(1,000)	41
Postage	25,000	41,202	16,202	36,461
Gas and oil	-	3,911	3,911	2,051
Garbage/refuse	2,500	2,450	(50)	2,004
Printing and legal notices	45,000	50,172	5,172	27,423
Accounting services	11,250	11,250	-	10,300
Attorney/legal service	25,000	28,102	3,102	3,344
Other professional services	25,000	32,864	7,864	24,611
Dues and subscriptions	4,500	4,373	(127)	4,381
Security alarm system	2,000	1,909	(91)	1,909
Data processing services	5,000	5,250	250	3,293
Park maintenance expenditures	4,000	3,152	(848)	3,869
Scheduled activities	10,000	18,288	8,288	9,033
Other program/activities	3,000	12,940	9,940	(42)
Community support	10,000	2,605	(7,395)	9,190
Open-space/retention	2,000	-	(2,000)	1,462
Cook County vehicle stickers	-	350	350	23,681
Monthly accounting service	8,400	12,618	4,218	7,874
Cook County hire back	15,000	11,123	(3,877)	12,265
Computer service	5,000	6,361	1,361	2,433
Ad books expense	500	175	(325)	175
Holiday expenditures	2,000	-	(2,000)	570
Office supplies	2,500	4,527	2,027	2,366
Promotional items	15,000	7,434	(7,566)	14,668
Operating supplies	10,000	13,959	3,959	9,227
Books/pamphlet/literature	-	-	-	35
Scholarship Fund Grant	-	6,086	6,086	-
Miscellaneous	5,000	1	(4,999)	2,394
Total township administration	827,189	841,663	14,474	714,046

Township of Orland, Illinois
Town Fund
SCHEDULE OF EXPENDITURES- BUDGET AND ACTUAL
Years Ended March 31, 2013 and 2012

	2013		Variance Over(Under) Final Budget	2012 Actual
	Final Budget	Actual		
Assessor				
Salaries-elected official	16,200	16,200	-	16,200
Chief deputy assessor	45,005	44,124	(881)	44,107
Deputy assessor	33,765	33,104	(661)	35,091
Salaries-other personnel	13,000	9,900	(3,100)	13,185
Employee's medical/life insurance	39,120	25,155	(13,965)	25,947
Maintenance- equipment	900	900	-	723
Bonding/notary public	55	49	(6)	55
Travel	1,225	1,071	(154)	216
Training	2,000	1,050	(950)	1,202
Postage	1,000	-	(1,000)	319
Printing and legal notices	3,000	878	(2,122)	610
Other professional services	1,000	640	(360)	127
Dues and subscriptions	1,075	925	(150)	925
Rent-Other	650	-	(650)	1,002
Office supplies	150	5	(145)	-
Operating supplies	200	179	(21)	358
Total assessor	<u>158,345</u>	<u>134,180</u>	<u>(24,165)</u>	<u>140,067</u>
Youth Services				
Salaries-director	47,472	46,559	(913)	47,454
Salaries-youth counselor	45,155	38,671	(6,484)	32,569
Salaries-prevention	12,693	12,721	28	19,541
Employee's medical/life insurance	7,000	5,896	(1,104)	5,920
Travel	300	-	(300)	-
Training	500	470	(30)	95
Postage	4,125	-	(4,125)	-
Printing and legal notices	5,000	3,545	(1,455)	3,381
Other professional services	5,500	5,032	(468)	5,464
Dues and subscriptions	250	50	(200)	75
Scheduled activities	4,000	2,866	(1,134)	3,573
Operating supplies	500	258	(242)	111
Books and literature	250	-	(250)	162
Total youth services	<u>132,745</u>	<u>116,069</u>	<u>(16,676)</u>	<u>118,345</u>

Township of Orland, Illinois
Town Fund
SCHEDULE OF EXPENDITURES- BUDGET AND ACTUAL
Years Ended March 31, 2013 and 2012
2013

	Final Budget	Actual	Variance Over(Under) Final Budget	2012 Actual
Senior Citizens Services				
Salaries- service coordinator	\$ 32,640	32,640	\$ (0)	\$ 32,628
Salaries- service assistance	24,480	24,480	0	24,471
Salaries- transport disp	31,946	31,946	(0)	31,934
Salaries- trans full time	-	-	-	16,135
Salaries- sr transport person	83,000	103,825	20,825	82,837
Senior- other personnel	18,000	20,203	2,203	18,307
Employee's medical/life insurance	21,500	5,264	(16,236)	10,284
Maintenance- vehicles	12,000	12,836	836	10,937
Telephone	3,000	3,756	756	2,471
Travel	250	391	141	137
Training	350	445	95	275
Postage	6,200	-	(6,200)	-
Printing and legal notices	7,500	6,872	(628)	5,662
Other professional services	-	2,280	2,280	552
Dues and subscriptions	300	-	(300)	145
Scheduled activities	145,000	159,175	14,175	152,008
Other program/activities	2,000	414	(1,586)	-
Arthritis exercise class	3,000	-	(3,000)	-
Community org support	500	200	(300)	442
Fuel	26,000	26,618	618	22,982
Operating supplies	2,500	1,721	(779)	1,410
Total senior citizens services	420,166	433,065	12,899	413,617
Health Services				
Salaries- service coordinator	36,720	34,319	(2,401)	36,706
Salaries- service assistance	28,050	28,050	0	28,039
Employee's medical/life insurance	9,000	6,422	(2,578)	6,423
Travel	200	-	(200)	35
Training	250	-	(250)	235
Postage	3,438	-	(3,438)	-
Printing and legal notices	5,000	5,069	69	3,528
Other professional services	2,000	2,375	375	-
Dues and subscriptions	200	-	(200)	-
Scheduled activities	1,000	3,180	2,180	579
Other program activity	2,000	1,051	(949)	1,800
Physical/hearing expenditures	2,500	1,610	(890)	1,970
Immunizations	30,000	33,527	3,527	25,639
Dental	31,000	33,025	2,025	30,095
Vision	8,000	9,415	1,415	7,695
Flu	19,000	14,595	(4,405)	16,516
Podiatry	3,000	2,255	(745)	2,678
Cholesterol screening	3,000	-	(3,000)	2,588
Health supplies	10,000	5,750	(4,250)	9,495
Office supplies	500	-	(500)	-
Operating supplies	1,000	373	(627)	665
Total health services	195,858	181,018	(14,840)	174,686

Township of Orland, Illinois
Town Fund
SCHEDULE OF EXPENDITURES- BUDGET AND ACTUAL
Years Ended March 31, 2013 and 2012
2013

	Final Budget	Actual	Variance Over(Under) Final Budget	2012 Actual
Supervisor				
Salaries- elected official	22,100	22,100	0	22,100
Total supervisor	22,100	22,100	0	22,100
Trustee				
Salaries- elected official	29,200	29,200	0	29,200
Total trustee	29,200	29,200	0	29,200
Clerk				
Salaries- elected official	16,200	16,200	-	16,200
Total clerk	16,200	16,200	-	16,200
Road and Bridge				
Salaries- elected official	19,400	19,400	0	19,400
Total Road and Bridge	19,400	19,400	0	19,400
Home relief/food pantry				
Food pantry coordinator	37,995	37,996	1	37,982
Postage	1,375	-	(1,375)	-
Printing and legal notices	3,000	981	(2,019)	1,364
Holiday pantry	4,000	998	(3,002)	4,115
Food pantry	22,000	31,695	9,695	20,835
School supplies	5,000	6,794	1,794	3,510
Post office food drive	200	-	(200)	-
Office supplies	250	-	(250)	-
Pet Pantry	-	1,041	1,041	1,436
Operating supplies	500	351	(149)	380
Total home relief/food pantry	74,320	79,856	5,536	69,622
Capital Outlay				
Furniture & Fixtures and Equipment	21,000	36,805	15,805	28,607
Buildings	-	1,272	1,272	104,953
Parking lot repairs	200,000	9,951	(190,049)	-
Technology improvements	15,000	34,612	19,612	-
Park Improvements	150,000	205,979	55,979	-
Vehicles	20,000	-	(20,000)	14,070
Total capital outlay	406,000	288,619	(117,381)	147,630
Total Expenditures	2,301,523	2,161,370	(140,153)	1,864,913

Township of Orland, Illinois
Road and Bridge Fund
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE- BUDGET AND ACTUAL
Years Ended March 31, 2013 and 2012

	2013		Variance Over(Under) Final Budget	2012 Actual
	Budget	Actual		
Revenues				
Property taxes	\$ 912,507	\$ 653,986	\$ (258,521)	\$ 651,598
Replacement taxes	18,000	17,027	(973)	17,207
Investment income	8,000	1,075	(6,925)	2,160
Miscellaneous Revenue	32,000	68,174	36,174	53,433
Total Revenue	<u>970,507</u>	<u>740,261</u>	<u>(230,246)</u>	<u>724,398</u>
Expenditures				
Road and Bridge				
Salaries-road and Bridge	55,000	72,709	17,709	80,825
Salaries-other personnel	100,000	57,083	(42,917)	53,612
Overtime	5,000	-	(5,000)	-
Employee's medical/life insurance	25,000	19,386	(5,614)	17,979
Maintenance-building	5,000	7,557	2,557	1,075
Maintenance-vehicles	7,000	8,370	1,370	5,539
Maintenance-equipment	5,000	3,619	(1,381)	2,574
Maintenance-road	458,614	392,765	(65,849)	137,537
Maintenance-grounds/weeds	15,000	10,397	(4,603)	13,728
Snow removal	25,000	8,100	(16,900)	7,190
FICA/Medicare	15,000	11,311	(3,689)	11,566
IMRF	14,000	13,903	(97)	11,702
Workman's comp insurance	20,000	11,105	(8,895)	16,354
Liability insurance	20,000	14,429	(5,571)	9,518
Telephone	5,000	4,379	(621)	4,385
Utilities-electric/heat/water	6,800	6,649	(151)	6,142
Rent-equipment	3,000	1,734	(1,266)	1,525
Travel	900	646	(254)	595
Janitor	4,500	4,350	(150)	4,050
Licenses	200	-	(200)	-
Training	500	-	(500)	40
Postage	500	43	(457)	81
Garbage/refuse service	5,000	3,989	(1,012)	4,350
Printing and legal notices	1,000	540	(460)	388
Engineering service	10,000	13,733	3,733	4,005
Attorney/legal service	6,000	7,618	1,618	1,098
Other professional services	3,000	303	(2,698)	-
Street and traffic lights	20,000	12,349	(7,651)	15,908
Engineering escrow	2,000	1,803	(198)	2,969
Dues and subscriptions	700	640	(60)	413
Security alarm system	5,000	3,287	(1,713)	5,680
Other program/activities	5,500	6,470	970	5,504
Office supplies	1,500	1,349	(151)	968
Gasoline and oil	16,000	18,445	2,445	14,091
Building maintenance supplies	2,000	966	(1,034)	1,058
Operating supplies	4,500	3,522	(978)	3,260
Equipment maintenance supplies	3,000	1,253	(1,747)	2,631
Road maintenance supplies	20,000	8,171	(11,829)	9,967
Snow removal maintenance supplies	45,000	36,131	(8,869)	29,533
Small tools	500	372	(128)	636
Vehicle maintenance supplies	1,000	1,077	77	454
Furniture and Fixtures	500	-	(500)	-
Bank Fees	800	-	(800)	-
Personal property replacement tax	5,200	1,144	(4,056)	8,634
Miscellaneous	5,300	28,026	22,726	-
Total road and bridge	<u>954,514</u>	<u>799,723</u>	<u>(177,517)</u>	<u>497,564</u>
Capital outlay				
Furniture & Fixtures and Equipment	128,500	2,184	(126,316)	6,852
Total capital outlay	<u>128,500</u>	<u>2,184</u>	<u>(126,316)</u>	<u>6,852</u>
Total expenditures	<u>1,083,014</u>	<u>801,906</u>	<u>(303,834)</u>	<u>504,416</u>
Excess (deficiency) of revenues over expenditures	\$ (112,507)	(61,645)	\$ 251,106	219,982
Other financing sources (uses)				
Transfers in		45,668		-
Total other financing sources (uses)		<u>45,668</u>		<u>-</u>
Fund balance at beginning of year		655,692		405,700
Fund balance at end of year		<u>\$ 639,715</u>		<u>\$ 625,682</u>

Township of Orland, Illinois
General Assistance Fund
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE- BUDGET AND ACTUAL
Years Ended March 31, 2013 and 2012

	2013		Variance Over(Under) Final Budget	2012 Actual
	Budget	Actual		
Revenues				
Property taxes	\$ 229,299	\$ 231,922	\$ 2,623	\$ 238,696
Investment income	250	152	(98)	852
Miscellaneous revenue	2,000	4,334	2,334	2,757
Total Revenues	231,549	236,408	4,859	242,305
Expenditures				
Supervisor				
Salaries- administrative	24,000	22,161	(1,839)	20,518
FICA/Medicare	-	2,136	2,136	1,984
Bank service charges	-	32	32	57
Travel	550	352	(198)	549
Training	1,000	261	(739)	535
Printing and legal notices	-	-	-	127
Attorney/legal service	2,500	1,200	(1,300)	394
Accounting services	3,750	3,750	-	3,500
Dues and subscriptions	200	-	(200)	-
Rent	30,000	-	(30,000)	-
Monthly accounting services	2,800	1,593	(1,208)	2,718
Operating supplies	100	-	(100)	14
Catastrophic insurance	4,250	4,250	-	4,250
G/A service- dental care	-	-	-	570
G/A service- other medical care	1,500	1,474	(26)	1,298
G/A service- mortgage assistance	78,000	54,913	(23,087)	108,872
G/A service- fuel/heat/cooling	25,000	10,021	(14,979)	36,993
G/A service- util/elect/water	40,000	36,028	(3,972)	66,743
G/A service- shelter	20,000	12,552	(7,448)	25,372
G/A service- food	12,000	5,189	(6,811)	11,384
G/A service- personal incidentals	2,000	2,480	480	1,909
G/A service- household incidentals	1,000	3,513	2,513	11,149
G/A service- rent assistance	85,000	98,008	13,008	128,176
Fuel	3,000	4,120	1,120	2,683
Pharmaceutical	-	-	-	280
Total supervisor	336,650	264,032	(72,618)	430,075
Total Expenditures	336,650	264,032	(72,618)	430,075
Excess (deficiency) of revenues over expenditures	(105,101)	(27,625)	77,476	(187,770)
Other financing sources				
Transfers in	-	61,544	61,544	-
Total Other financing sources	-	61,544	61,544	-
Change in fund balance	\$ (105,101)	33,919	\$ 139,020	(187,770)
Fund balance at beginning of year (restated)		126,134		310,789
Fund balance at end of year		\$ 160,053		\$ 123,019