

CITY OF CARBONDALE, ILLINOIS

COMPREHENSIVE
ANNUAL FINANCIAL REPORT

Fiscal Year Ended April 30, 2013



**CITY OF CARBONDALE, ILLINOIS
COMPREHENSIVE ANNUAL FINANCIAL REPORT
YEAR ENDED APRIL 30, 2013**

Prepared By
Finance Department
Donald Ursini
Finance Director

CITY OF CARBONDALE, ILLINOIS
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 FOR THE FISCAL YEAR ENDED APRIL 30, 2013

TABLE OF CONTENTS

	PAGE
INTRODUCTORY SECTION	
Letter of Transmittal	i-v
Certificate of Achievement for Excellence in Financial Reporting.....	vi
Principal Officers and Officials	vii
Organizational Chart.....	viii
Departmental Services Chart	ix

FINANCIAL SECTION

INDEPENDENT AUDITORS' REPORT ON FINANCIAL STATEMENTS AND SUPPLEMENTAL INFORMATION	1-3
Management's Discussion and Analysis.....	4-17
Basic Financial Statements:	
Government-wide Financial Statements:	
Statement of Net Position	18-19
Statement of Activities	20
Fund Financial Statements:	
Balance Sheet - Governmental Funds.....	21
Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position	22
Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds.....	23
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities	24
Statement of Net Position - Proprietary Funds.....	25
Reconciliation of the Statement of Net Position - Proprietary Funds to the Statement of Net Position	26
Statement of Revenues, Expenses, and Changes in Net Position - Proprietary Funds	27
Reconciliation of the Statement of Revenues, Expenses and Changes in Net Position of Proprietary Funds to the Statement of Activities	28
Statement of Cash Flows - Proprietary Funds.....	29
Statement of Fiduciary Net Position - Fiduciary Funds	30
Statement of Changes in Fiduciary Net Position - Fiduciary Net Position	31
Notes to the Financial Statements	32-69

REQUIRED SUPPLEMENTARY INFORMATION

Schedule of Funding Progress - Retirement and Other Post-Employment Benefit Plans	70-71
Schedule of Employer Contributions -	
Retirement Plans and Other Post-Employment Benefit Plans.....	72-73
Schedule of Revenues, Expenditures and Changes in	
Fund Balance - Budget and Actual - General Fund.....	74
Note to Required Supplementary Information	75

CITY OF CARBONDALE, ILLINOIS
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 FOR THE FISCAL YEAR ENDED APRIL 30, 2013

TABLE OF CONTENTS - CONTINUED

PAGE

COMBINING AND INDIVIDUAL FUND STATEMENTS AND SCHEDULES

Major Governmental Funds:

Schedule of Detailed Revenues, Expenditures and Changes in Fund Balances - Budget and Actual:
 General Fund 76-82

Nonmajor Governmental Funds:

Combining Balance Sheet - Nonmajor Governmental Funds83
 Combining Statement of Revenues, Expenditures and
 Changes in Fund Balances - Nonmajor Governmental Funds84
 Schedules of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual:
 Tax Increment Funds 85-87
 Motor Fuel Tax Fund88
 Local Improvement Fund89
 Debt Service Fund90

Enterprise Funds:

Statement of Net Position by Fund - Nonmajor Proprietary Funds.....91
 Statement of Revenues, Expenses, and Changes in
 Net Position by Fund - Nonmajor Proprietary Funds.....92
 Statement of Cash Flows - Nonmajor Proprietary Funds.....93
 Schedules of Revenues, Expenses, and Changes in Net Position - Budget and Actual
 Waterworks and Sewerage Fund94
 Parking System Operations Fund95
 Solid Waste Management Fund.....96
 Rental Properties Fund97

Internal Service Fund.....98

Fiduciary Funds:

Statement of Fiduciary Net Position - Pension Trust Funds99
 Statement of Changes in Fiduciary Net Position - Pension Trust Funds.....100
 Statement of Fiduciary Net Position - Private Purpose Trust.....101
 Statement of Changes in Fiduciary Net Position - Private Purpose Trust102

Discretely Presented Component Unit

Statement of Revenues, Expenditures, and Changes in Fund
 Balances - Budget and Actual - Public Library Fund103
 Reconciliation of the Statement of Revenues, Expenditures, and Changes
 in Fund Balances of Discretely Presented Component Units.....104

CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS

Schedule by Source105
 Schedule of Function and Activity106
 Schedule of Changes by Function and Activity107

CITY OF CARBONDALE, ILLINOIS
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 FOR THE FISCAL YEAR ENDED APRIL 30, 2013

TABLE OF CONTENTS - CONTINUED

PAGE

STATISTICAL SECTION

Net Position by Components	108
Changes in Net Position	109-110
Fund Balances, Governmental Funds	111
Changes in Fund Balances, Governmental Funds	112
Government-wide Expenses by Function	113
Government-wide Revenues.....	114
General Governmental Expenditures by Function - Total Primary Government	115
General Governmental Expenditures by Function - Total Reporting Entity	116
General Governmental Revenues by Source - Total Primary Government.....	117
General Governmental Revenues by Source - Total Reporting Entity.....	118
Taxable Sales by Category - Municipal Tax.....	119
Taxable Sales by Category - Home Rule	120
Direct and Overlapping Sales Tax Rates	121
Assessed and Estimated Actual Value of Taxable Property	122
Property Tax Rates Per \$100 of Equalized Assessed Valuation - All Overlapping Governments.....	123-124
Property Tax Levies and Collections	125
Special Assessments Billings and Collections	126
Ratio of General Bonded Debt Outstanding to Taxable Value of Property and Per Capita	127
Ratio of Outstanding Debt by Type to Personal Income and Net Debt Per Capita	128
Ratio of Annual Debt Service Expenditures for General Bonded Debt to Total General Governmental Expenditures	129
Computation of Direct and Overlapping Bonded Debt - General Obligation Bonds	130
Schedule of Legal Debt Margin	131
Demographic and Economic Statistics.....	132
Principal Employers.....	133
Property Value and Construction	134
Full-time Equivalent City Government Employees by Functions/Programs	135
Operating Indicators by Function/Program	136
Capital Assets Statistics by Function/Program.....	137
Miscellaneous Statistical Data	138-139

CITY OF CARBONDALE, ILLINOIS
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED APRIL 30, 2013

TABLE OF CONTENTS - CONTINUED

PAGE

FEDERAL FINANCIAL ASSISTANCE

INDEPENDENT AUDITORS' REPORT ON COMPLIANCE AND ON INTERNAL CONTROL OVER FINANCIAL REPORTING BASED ON AN AUDIT OF GENERAL PURPOSE FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS	140-141
INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY OMB CIRCULAR A-133	142-143
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS	144
NOTE TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS	145
SCHEDULE OF FINDINGS AND QUESTIONED COSTS	146
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS	147

INTRODUCTORY
SECTION



200 South Illinois Avenue
P.O. Box 2047
Carbondale, Illinois 62902-2047
Telephone 618-549-5302
Fax 618-457-3283
www.explorecarbndale.com

October 15, 2013

Honorable Mayor, City Council and Citizens
City of Carbondale, Illinois

The management staff of the City of Carbondale, Illinois, is pleased to submit the Comprehensive Annual Financial Report (CAFR) for the Fiscal Year ended April 30, 2013. The CAFR is management's annual report to its City Council, citizens, taxpayers, oversight governments, investors and creditors.

This report consists of management's representations concerning the finances of the City of Carbondale. Responsibility for the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the management of the City.

To the best of our knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds, account groups and component unit. All disclosures necessary to enable the reader to gain an understanding of the City's financial activities have been included.

To provide a reasonable basis for making these representations, management of the City of Carbondale has established a comprehensive internal control framework that is designed both to protect the government's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the City's financial statements in conformity with Generally Accepted Accounting Principals (GAAP). Because the cost of internal controls should not outweigh their benefits, the City's comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The City of Carbondale's financial statements have been audited as required by Illinois State Statutes by the independent Certified Public Accounting firm of Kerber, Eck & Braeckel, LLP.

Audit testing for compliance with the Federal Single Audit Act of 1984, as amended by the Single Audit Act Amendments of 1996, and related OMB circular A-133 was performed by Kerber, Eck & Braeckel, LLP. The auditor's reports relative to the Federal Single Audit Act requirements are included in the Federal Financial Assistance Section of this Comprehensive Annual Financial Report.

The independent auditor concluded, based upon audit, that there was reasonable basis for rendering an unqualified opinion that the City of Carbondale's financial statements for the Fiscal Year ended April 30, 2013, are fairly presented in conformity with GAAP. The independent auditors report is presented as the first component of the financial section of this report.

GAAP requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement MD&A and should be read in conjunction with it. The City's MD&A can be found immediately following the report of the independent auditors.

Profile of the Government

The City of Carbondale was platted in 1852 and incorporated August 23, 1873. The City operates under the council-manager form of government and has home rule powers as established by the State of Illinois Constitution. Policy making and legislative authority are vested in the City Council, which consists of a Mayor and six Council Members. The City Council is elected at large on a non-partisan basis. The Mayor and Council Members are elected to four-year staggered terms with elections being held every two years. The City Manager, appointed by the City Council, is responsible for carrying out the policies and ordinances adopted by the City Council, for overseeing the day-to-day operations of the government, and for appointing the department directors.

The City of Carbondale is in Jackson County, which is located in Southern Illinois, approximately 90 miles southeast of St. Louis, Missouri and 60 miles north of the confluence of the Mississippi and Ohio Rivers. It encompasses approximately 17.40 square miles and serves a population of 26,241.

The City provides a full range of services including public safety through its Police and Fire Departments. The Development Services Department provides commercial and residential building inspections, site planning, zoning enforcement, housing improvement and historic preservation services. The Public Works Department provides services including street maintenance and reconstruction, traffic markings, signal maintenance, sidewalk and storm sewer maintenance and reconstruction, cemetery maintenance, tree planting and green area maintenance. Social and human service programs, administration of programs and contracts with community organizations, and coordination with community, regional and state agencies for effective delivery of services are the responsibility of the General Government Department. The City also operates the following enterprise funds managed by the Public Works Department: water and sanitary sewer services, solid waste collection and recycling services, and rental properties operations. Public parking system operations are managed by the Finance Department. In addition to the above activities and services, the City has financial accountability for the Fire and Police Pension Funds.

The Carbondale Public Library is a component unit and is discretely presented in a separate column in the combined financial statements to emphasize that it is legally separate from the primary government and to differentiate its financial position, results of operations and cash flows from those of the primary government.

The Carbondale Park District, Carbondale Township, Carbondale Mosquito Abatement District and all school districts are legally separate entities that do not meet the financial accountability criteria, and accordingly, are excluded from the comprehensive annual financial report.

The annual budget serves as the foundation of the City of Carbondale's financial planning and control. All departments of the City are required to submit requests for appropriation to the City Manager on or before January 30th each year. The City Manager uses these requests as the starting point for developing a proposed budget. The City Manager then presents this proposed budget to the City Council for review prior to March 31st. The City Council is required to hold public hearings on the proposed budget and to adopt a final budget by no later than April 30th, the close of the City's Fiscal Year. The appropriated budget is prepared by fund, and department (e.g., General Fund & Police Department). The City Manager may make transfers of appropriations within a department. Transfers of appropriations between departments, however, require the approval of the City Council. Budget-to-actual comparisons are provided in this report for each individual governmental fund for which an appropriated annual budget has been adopted. For the general fund, this comparison is presented on page 74 as part of the basic financial statements for the governmental funds. For governmental funds, other than the general fund, with appropriated annual budgets, this comparison is presented in the governmental fund subsection of this report, which starts on page 85.

Factors Affecting Financial Condition

The information presented in the financial statements is perhaps best understood when it is considered from the broader perspective of the specific environment within which the City of Carbondale operates.

Local Economy

Carbondale is the major retail trade, tourism, cultural, medical, and educational center of the southern sixteen counties. The community is bordered by a national forest, a national wildlife refuge and a state park. Carbondale is the home of Southern Illinois University. The university dominates the local economy and provides a stable economic environment. Two of the City's major revenue sources, sales and utility taxes, are especially reflective of this local economic stability and are important in keeping Carbondale financially sound. The stability of the economy is also evidenced by the City's unemployment rate of 6.1 percent as compared to Jackson County's rate of 6.1 percent, the State of Illinois rate of 9.3 percent and the National rate of 7.6 percent at April 30, 2013.

Per Capita Personal Income is \$15,998 up 0.7% from last year. Per Capita Income is \$30,060 up 1.4% from last year. The median price of a home is \$116,200, 0.2% higher than last year. These figures are lower than state-wide or national figures because the student population adds population with little or no income. The City's Bond Rating (S&P) remains strong at AA-.

For the Fiscal Year ended April 30, 2013, retail sales activity decreased modestly with Sales Tax decreasing 0.1% and Home Rule Tax decreased \$262 thousand approximately, 3.0%. The national economic conditions remain unstable with unemployment rates remaining high but level at the local and national levels. The lack of growth in employment, population and student enrollment is causes for concern particularly in the long term. If Carbondale's population (currently estimated at 26,241) drops below 25,000 in the next census the City could lose over \$4 million in tax revenue.

During Fiscal Year 2013, the City managed to maintain or improve service levels without adding expense over the prior year. The City has been successful in reducing expenses by employing creative programs aimed at reducing utility costs by changing suppliers & purchasing techniques. The City instituted a new program for healthcare which was essential in saving the City over \$600 thousand annually. Lastly, the City changed insurance providers for general liability, workers compensation, auto, and casualty losses. This switch saved approximately \$500 thousand.

Economic Development

During Fiscal Year 2013, the City adopted two additional Tax Increment Financing (TIF) districts. The Illinois-University Corridor TIF #2 encompasses over 130 acres downtown, and the Oakland-Sycamore TIF #3 includes over 8 acres of property on the northwest side of Carbondale.

Carbondale continues to serve as the regional retail, education, and healthcare center as evidenced by the ongoing development on the east side where we continue to attract interest from national and regional restaurants and specialty stores.

5-year Community Improvement Program

The City of Carbondale maintains a five-year Community Investment Program which serves as its planning document to ensure that its facilities, equipment, and infrastructure are well maintained and operating in peak condition. Under the guidance of a Community Investment Program Committee, this process gives the City of Carbondale the ability to plan for its capital needs and allocate short- and long-term resources appropriately. As part of this process, the government identifies and quantifies the operational costs associated with its community investment projects and budgets resources accordingly. The fiscal year 2013 – 2017 Community Investment Program anticipates \$21.5 million in capital projects. Included in this \$21.5 million is \$0.5 million in Open Space and Park projects, \$2.9 million in Public Buildings, \$0.2 million in Parking System Improvements, \$2.7 million in Sanitary Sewer Improvements, \$1.9 million in Street projects, \$0.6 million in Sidewalk Improvements, and \$12.7 million in Water & Sewer infrastructure improvements.

Cash Management Policies and Practices

Cash temporarily idle during the year was invested primarily in Illinois Funds. These funds are accessible within approximately one day. The City has an investment in a U.S. Treasury Bond with a 7.25% coupon that matures in four (4) years. The average yield on the Illinois Funds investments was 0.062%, about level with last year but increasing to 0.084% in April. This reflects a slight increase in interest rates during the year. Investment income includes appreciation in the fair value of investments. Increases in fair value during the current year, however, do not necessarily represent trends that will continue, nor is it always possible to realize such amounts, especially in the case of temporary changes in the fair value of investments that the City intends to hold to maturity.

Risk Management

The City has retained Arthur J. Gallagher & Co to provide coverage to insure against first party property losses, third party liability claims, worker's compensation claims and public official liability claims. The City utilizes staff committees for employee safety programs, vehicle accident reviews, and general liability concerns in an attempt to keep risk exposures at minimum levels. Because of constant annual increases by the Illinois Municipal League Risk Management Association, competitive bids were sought for Calendar Year 2013. The City changed its carriers saving almost \$500 thousand per year.

Pension and Other Postemployment Benefits

The City provides benefits for its non-public safety employees through a state-wide plan managed by the Illinois Municipal Retirement Fund (IMRF). The City makes annual contributions to the fund based upon the calculations communicated by the fund manager as a percentage necessary to ensure that the fund will be able to fully meet its obligations to retired employees on a timely basis. The City has no obligations in connection with employee benefits offered through this plan beyond its contractual payments to IMRF.

The City also sponsors two single-employer defined benefit pension plans for its police officers and for its firefighters. Each year, an independent actuary engaged by each pension plan calculates the amount of the annual contribution that the City must make to each plan to ensure that each plan will be able to fully meet its obligations to retired employees on a timely basis. At April 30, 2013, about 50% of the actuarial accrued liabilities are funded for the police pension plan, and 60% of the actuarial accrued liabilities are funded for the firefighter's pension plan.

Additional information on the City's pension arrangements can be found in Note #8 in the financial statements.

In addition to the above pension plans the City provides post employment health care benefits (OPEB) for retired employees and eligible public safety disabled employees. The benefit levels, and employee contributions are outlined in the City's Group Health Insurance Plan. Every two years an independent actuary engaged by the City calculates the amount of the OPEB obligation. At April 30, 2013, the City contributed 68.2% of the annual cost of the plan.

Additional information on the City's Other Post Employment Benefit plan can be found in Note #10 in the financial statements.

Awards and Acknowledgments

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Carbondale for its Comprehensive Annual Financial Report (CAFR) for the Fiscal Year ended April 30, 2012. This was the twentieth consecutive year that the government has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized CAFR. This report satisfied both GAAP and applicable legal requirements.

A Certificate of Achievement is valid for the period of one year only. We believe that our current CAFR continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

In addition, the government also received the GFOA's 2013 Distinguished Budget Presentation Award for its annual budget document for the Fiscal Year Ending April 30, 2013. This was the twenty-sixth year the City has received this award. In order to qualify for the Distinguished Budget Presentation Award, the government's budget document was judged to be proficient in several categories, including as a policy document, a financial plan, an operations guide and a communications device.

The preparation of this report would not have been possible without the efficient and dedicated services of the entire staff of the Finance Department as well as Kerber, Eck and Braeckel LLP our auditors. We would like to express our appreciation to all members of the department who assisted and contributed to the preparation of this report. Acknowledgment is also made for the helpful suggestions and statistical data received from other departments in the City. Credit also must be given to the Mayor and the City Council for their unfailing support for maintaining the highest standards of professionalism in the management of the City of Carbondale's finances.

Respectfully submitted,



Donald Ursini
Finance Director/
City Treasurer



Kevin Baity
City Manager





Government Finance Officers Association

**Certificate of
Achievement
for Excellence
in Financial
Reporting**

Presented to

**City of Carbondale
Illinois**

**For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended**

April 30, 2012

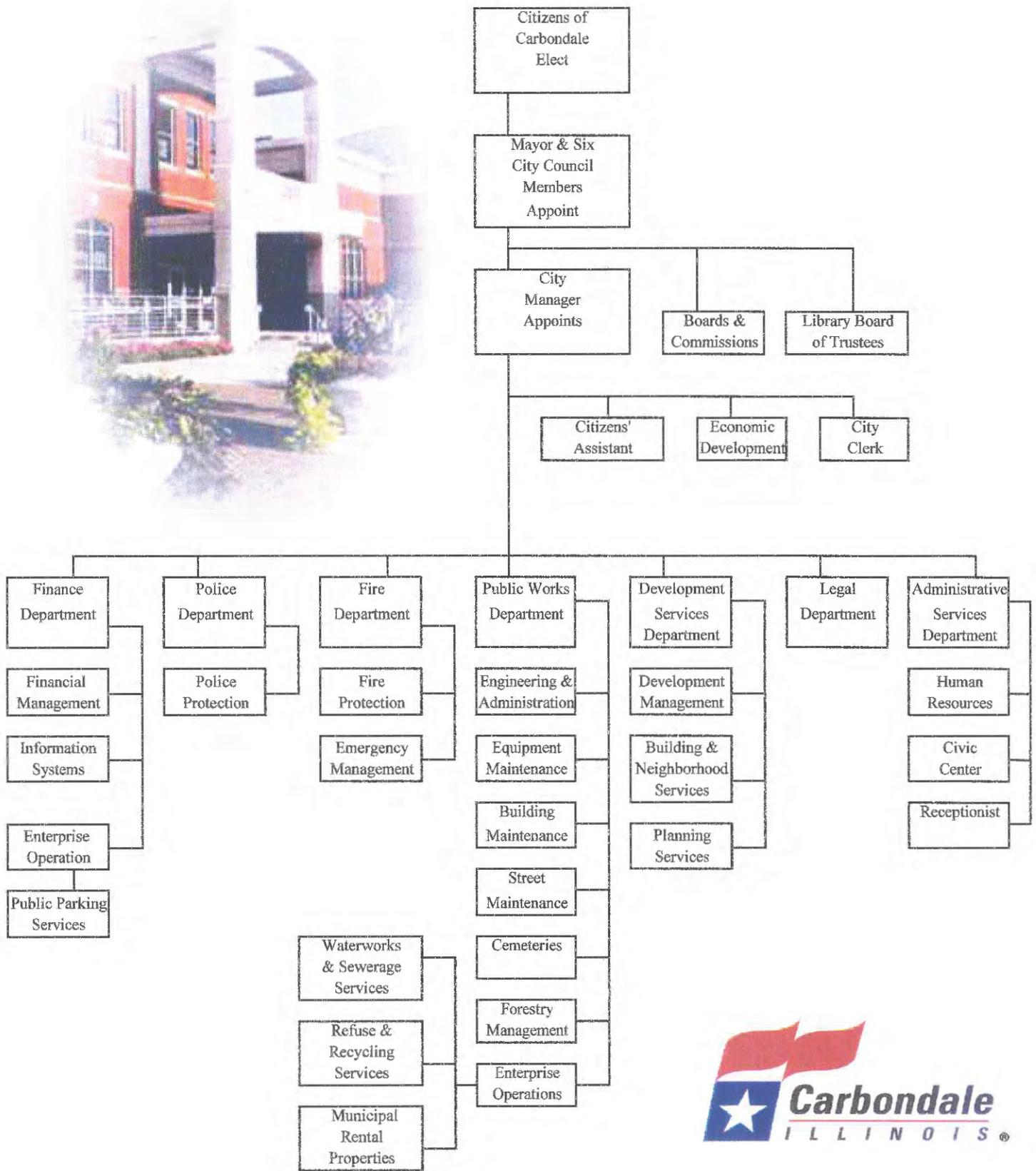
Executive Director/CEO

CITY OF CARBONDALE, ILLINOIS
Principal Officers and Officials

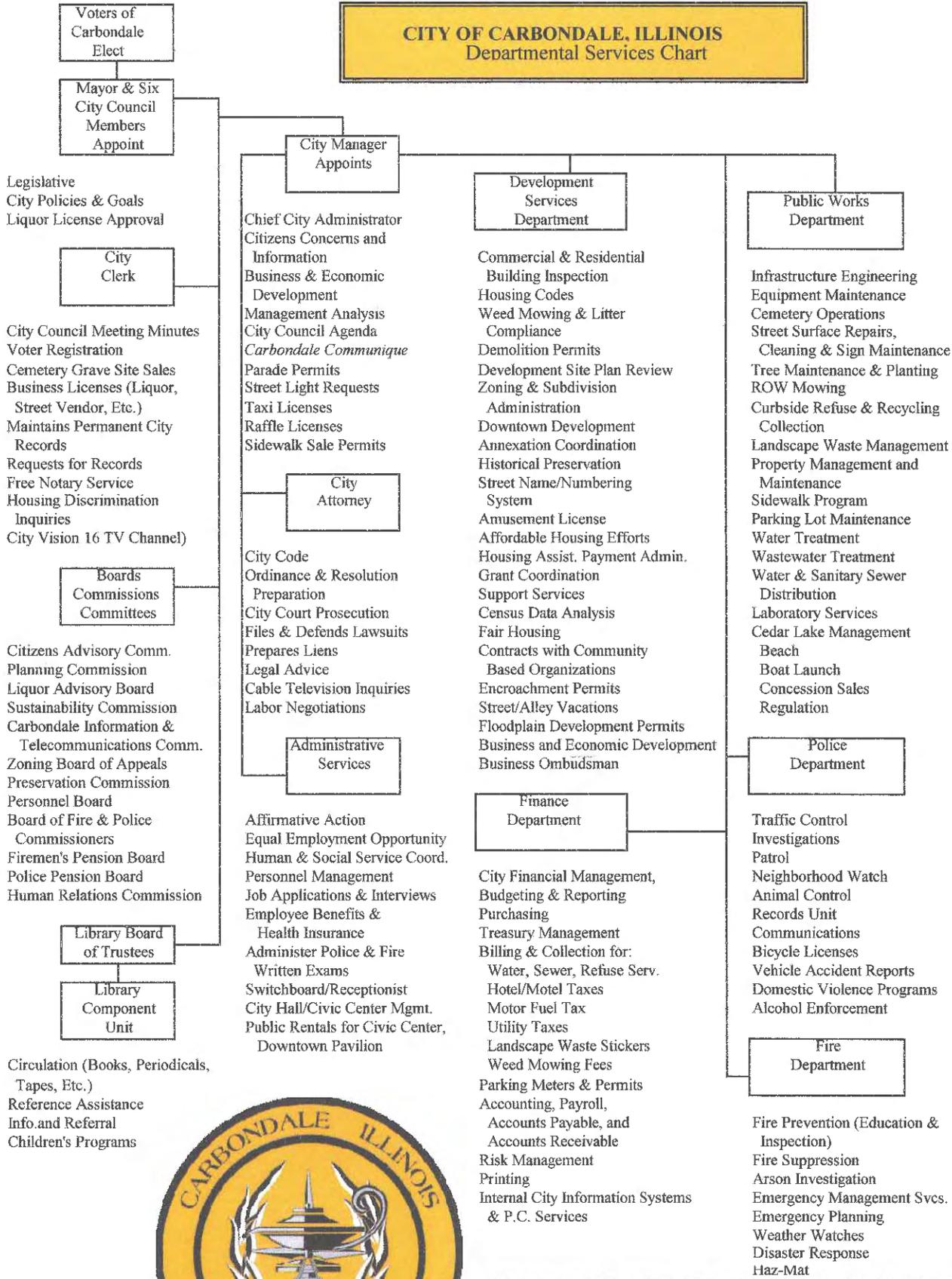
<u>TITLE</u>	<u>NAME</u>
ELECTED:	
Mayor	Joel Fritzler
Councilmember	Carolin Harvey
Councilmember	Jessica Bradshaw
Councilmember	Don Monty
Councilmember	Jane Adams
Councilmember	Lance Jack
Councilmember	Lee Fronabarger
APPOINTED:	
City Manager	Kevin Baity
City Clerk	Jennifer Sorrell
City Attorney	Mike Kimmel
Development Services Director	Chris Wallace
Finance Director/City Treasurer	Donald Ursini
Police Chief	Jody O'Guinn
Fire Chief	John Michalesko
Public Works Director	Sean Henry
Component Unit - Library Director	Diana Sussman

City of Carbondale, Illinois

Organizational Chart



CITY OF CARBONDALE, ILLINOIS
Departmental Services Chart



The Seal was designed by James W. McKinney of Carbondale and depicts the lamp of learning signifying the special significance of education to this community, a railroad spike and railroad tracks symbolic of the railroad in our history, and a cross commemorating one of the first observances of Memorial Day in the United States which was held in the City of Carbondale, Illinois. All of these are ringed by cotton bolls and tinged in black to indicate the place of cotton and coal in southern Illinois.

FINANCIAL
SECTION



CPAs and
Management Consultants

1116 W. Main Street
Carbondale, IL 62901-2335
ph 618.529.1040
fax 618.549.2311
www.kebcpa.com

INDEPENDENT AUDITORS' REPORT

The Honorable Mayor and City Council
City of Carbondale, Illinois

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of City of Carbondale, Illinois, as of and for the year ended April 30, 2013, and the related notes to the financial statements, which collectively comprise the City'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 and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. 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, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the City of Carbondale, Illinois, as of April 30, 2013, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 4 through 17, budgetary comparison information on pages 74 through 75 and the retirement plans schedule of funding progress and schedule of employer contributions on pages 70 through 73 are 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 City of Carbondale, Illinois' basic financial statements. The introductory section on pages i through ix, the combining and individual nonmajor fund financial statements and schedules on pages 76 through 104, capital assets used in the operation of governmental funds on pages 105 through 107, the statistical section on pages 108 through 139, and the other supplemental information listed in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is also not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements and the schedule of expenditures of federal awards 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 combining and individual nonmajor fund financial statements and the schedule of expenditures of federal awards are fairly stated in all material respects in relation to the basic financial statements as a whole.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated October 15, 2013, on our consideration of the City of Carbondale, Illinois' internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering City of Carbondale, Illinois' internal control over financial reporting and compliance.

Kerber, Eck + Brueckel LLP

Carbondale, Illinois
October 15, 2013

City of Carbondale, Illinois

Management's Discussion and Analysis April 30, 2013

The City of Carbondale's (the City) Management's Discussion and Analysis is designed to (1) assist the reader in focusing on significant financial issues, (2) provide an overview of the City's financial activity, (3) identify changes in the City's financial position (its ability to address the next and subsequent year challenges), (4) identify any material deviations from the financial plan (the approved budget), and (5) identify individual fund issues or concerns.

Since the Management's Discussion and Analysis (MD&A) is designed to focus on the prior fiscal year's activities, resulting changes and currently known facts, please read it in conjunction with the Transmittal Letter (beginning on page i) and the City's Financial Statements (beginning on page 18).

Using the Financial Section of this Comprehensive Annual Financial Report

The financial statements focus on both the City as a whole (government-wide) and on the major individual funds. Both perspectives (government-wide and major fund) allow the user to address relevant questions, broaden a basis for comparison (year to year or government to government) and enhance the City's accountability.

Government-Wide Financial Statements

The government-wide financial statements (see pages 18-20) are designed to be corporate-like in that all governmental and business-type activities are consolidated into columns which add to a total for the Primary Government. The City has a legally separate unit, The Library for which the City is financially accountable. Financial information for the (component unit) is reported in a separate column from the financial information presented for the primary government itself. The focus of the Statement of Net Positions (the "Unrestricted Net Position") is designed to be similar to bottom line results for the City and its Governmental and Business Type Activities. This Statement combines and consolidates the Governmental Fund's current financial resources (short-term spendable resources) with capital assets and long term obligations using the accrual basis of accounting and economic resources measurement focus.

The Statement of Activities (see page 20) is focused on both the gross and net cost of various activities (including Governmental and Business-Type), which are supported by the government's general taxes and other resources. This is intended to summarize and simplify the user's analysis of the cost of various governmental services and/or subsidy to various business-type activities.

The Governmental Activities reflect the City's basic services including police, fire, development and community services, public works and administration. Shared state sales, local service and utility taxes and shared state income taxes finance the majority of these services. The Business-Type Activities reflect private sector type operations (water, sewer, refuse and recycling, rental properties and parking operations), where the fee for service typically covers all or most of the cost of operation.

City of Carbondale, Illinois

Management's Discussion and Analysis April 30, 2013

Fund Financial Statements

Traditional users of governmental financial statements will find the Fund Financial Statements (pages 21-29) presentation more familiar. The focus is on major funds rather than fund types.

The Government's Major Fund (see pages 21-31) presentation is organized on a sources and uses of liquid resources basis. This is the manner in which the financial plan (the budget) is typically developed. The flow and availability of liquid resources is a clear and appropriate focus of any analysis of a government. Funds are established for various purposes and the Fund Financial Statement allows the demonstration of sources and uses and/or budgeting compliance associated therewith.

The Fund Financial Statements also allow the government to address its Pension Funds (Police Pension and Firefighters Pension Funds). While these funds represent trust responsibilities of the government, these assets are restricted in purpose and do not represent discretionary assets of the government. Therefore, these assets are not presented as part of the Government-Wide Financial Statements.

While the total column on the Business-Type Fund Financial Statements (see pages 25-29) is the same as the Business-Type column at the Government-Wide Financial Statement except for the Internal Service Fund allocation, the Governmental Major Funds total column requires a reconciliation because of the different measurement focus (current financial resources versus total economic resources) which is reflected on the page following each statement (see pages 22-24). The flow of current resources will reflect bond proceeds and interfund transfers as other financial sources, as well as capital expenditures and bond principal payments as expenditures. The reconciliation will eliminate these transactions and incorporate the capital assets and long-term obligation (bonds and others) into the Governmental Activities column (in the Government-Wide Statements).

Infrastructure Assets

Prior to the advent of GASB Statement No. 34, a government's largest group of assets (infrastructure-roads, bridges, sidewalks, storm sewers, etc.) were not reported nor depreciated in governmental financial statements. This statement requires that these assets be valued and reported within the Governmental Activities column of the Government-Wide Statements. Additionally, the government must elect to either (1) depreciate these assets over their estimated useful life or (2) develop a system of asset management designed to maintain the service delivery potential to near perpetuity. If the government develops the asset management system (the modified approach) which periodically (at least every third year), by category, measures and demonstrates its maintenance of locally established levels of service standards, the government may record its cost of maintenance in lieu of depreciation. The City of Carbondale has chosen to depreciate assets over their useful life. If a road project is considered maintenance - a recurring cost that does not extend the road's original useful life or expand its capacity - the cost of the project will be expensed. An "overlay" of a road will be considered maintenance whereas a "rebuild" of a road will be capitalized.

City of Carbondale, Illinois

Management's Discussion and Analysis
April 30, 2013

Government-Wide Statement

Statement of Net Position

Total Primary Government net position increased by \$1.7 million or 2.0% from \$86.9 million in Fiscal Year 2012 (FY2012) to \$88.6 million in Fiscal Year 2013 (FY2013). The following analysis will look at net position and net expenses of governmental and business-type activities separately. Table 1 reflects the condensed statement of Net Position compared to FY 2012. Table 2 will focus on the changes in net position of the governmental and business-type activities.

**Table 1 - City of Carbondale Statement of Net Position
as of April 30, 2013 (in millions)**

	<u>Governmental</u>		<u>Business-Type</u>		<u>Total Primary</u>		<u>Component Unit</u>	
	<u>Activities</u>		<u>Activities</u>		<u>Government</u>			
	2012	2013	2012	2013	2012	2013	2012	2013
Current Assets & Other	\$ 19.8	\$ 20.3	\$ 8.1	\$ 9.8	\$ 27.9	\$ 30.1	\$ 1.4	\$ 1.5
Noncurrent Assets	0.3	0.3	0.0	0.0	0.3	0.3	0.0	0.0
Capital Assets	49.2	48.2	50.9	51.4	100.1	99.6	0.8	0.7
Total Assets	\$ 69.4	\$ 68.8	\$ 58.9	\$ 61.1	\$ 128.3	\$ 129.9	\$ 2.1	\$ 2.2
Deferred Outflows of Resources	\$ 0.0	\$ 0.0	\$ 0.0	\$ 0.0	\$ 0.0	\$ 0.0	\$ 0.0	\$ 0.0
Total Deferred Outflows	\$ 0.0	\$ 0.0	\$ 0.0	\$ 0.0	\$ 0.0	\$ 0.0	\$ 0.0	\$ 0.0
Current Liabilities	\$ 3.8	\$ 3.9	\$ 1.9	\$ 3.0	\$ 5.7	\$ 6.8	\$ 0.0	\$ 0.0
Noncurrent Liabilities	25.0	24.2	10.0	9.2	35.0	33.5	0.0	0.0
Total Liabilities	\$ 28.8	\$ 28.1	\$ 11.9	\$ 12.2	\$ 40.7	\$ 40.3	\$ 0.0	\$ 0.0
Deferred Inflows of Resources	\$ 0.6	\$ 0.8	\$ 0.1	\$ 0.2	\$ 0.7	\$ 1.0	\$ 0.0	\$ 0.0
Total Deferred Inflows	\$ 0.6	\$ 0.8	\$ 0.1	\$ 0.2	\$ 0.7	\$ 1.0	\$ 0.0	\$ 0.0
New Position								
Invested in Capital Assets Net of Related Debt	\$ 33.9	\$ 33.4	\$ 40.1	\$ 41.3	\$ 74.0	\$ 74.7	\$ 0.8	\$ 0.7
Restricted	7.2	7.1	0.0	0.0	7.2	7.1	0.0	0.0
Unrestricted	\$ (1.1)	\$ (0.6)	\$ 6.8	\$ 7.4	\$ 5.7	\$ 6.8	\$ 1.4	\$ 1.5
Total Net Position	\$ 40.0	\$ 39.9	\$ 46.9	\$ 48.7	\$ 86.9	\$ 88.6	\$ 2.1	\$ 2.2

(Note: Columns may not total due to rounding)

City of Carbondale, Illinois

Management's Discussion and Analysis April 30, 2013

Normal Impacts

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

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

Borrowing for Capital: which will increase current assets and long-term debt.

Spending Borrowed Proceeds on New Capital: which will reduce current assets and increase capital assets. There is a second impact, which is an increase in "invested in capital assets" and an increase of "invested in capital assets, net of related debt".

Spending of Nonborrowed Current Assets on New Capital: which will (a) reduce current assets and increase capital assets and (b) will reduce unrestricted net assets and increase invested in capital assets, net of related debt.

Principal Payment on Debt: which will (a) reduce current assets and reduce long-term debt and (b) reduce unrestricted net assets and increase invested in capital assets, net of related debt.

Reduction of Capital Assets through Depreciation: which will reduce capital assets and invested in capital assets, net of related debt.

Current Year Impacts - Overall Government Financial Position

The City's combined net position increased \$1.7 million to \$88.8 million from \$86.9 million. Governmental Activities total assets decreased \$0.6 million, total liabilities decreased \$0.7 million and deferred inflows increase by \$0.2 million resulting in a net decrease of \$0.1 million in Governmental Activities net position. Business-Type total assets increased \$2.2 million while total liabilities and deferred inflows increased by \$0.3 million and \$0.1 million respectively resulting in a net increase of \$1.8 million in Business-Type Activities net position.

The decrease in Governmental Assets was \$0.6 million.

The increase in Business-Type Activities Assets was \$2.2 million from \$58.9 million in 2012.

City of Carbondale, Illinois

Management's Discussion and Analysis
April 30, 2013

Changes in Net Position

See the table below showing revenues and expenditures for the current year:

Table 2 - City of Carbondale Changes in Net Position as of April 30, 2013 (in millions)

	<u>Governmental</u>		<u>Business-Type</u>		<u>Total Primary</u>		<u>Component</u>	
	<u>Activities</u>		<u>Activities</u>		<u>Government</u>		<u>Unit</u>	
	2012	2013	2012	2013	2012	2013	2012	2013
Revenues:								
Program revenues:								
Charges for services	\$ 1.7	\$ 1.5	\$ 10.1	\$ 10.8	\$ 11.8	\$ 12.3	\$ 0.0	\$ 0.0
Operating grants and Contributions	1.4	1.2	0.0	0.0	1.4	1.2	0.1	0.0
General revenues:								
Property Taxes	1.0	1.0	0.0	0.0	1.0	1.0	0.9	0.9
Sales Taxes	8.7	8.4	0.0	0.0	8.7	8.4	0.0	0.0
Service Taxes	1.0	1.0	0.0	0.0	1.0	1.0	0.0	0.0
Utility Taxes	2.2	2.2	0.0	0.0	2.2	2.2	0.0	0.0
Motor Fuel Taxes	1.2	1.1	0.0	0.0	1.2	1.1	0.0	0.0
Income Taxes	2.2	2.5	0.0	0.0	2.2	2.5	0.0	0.0
Other taxes	0.7	0.7	0.0	0.0	0.7	0.7	0.0	0.0
Investment earnings	0.1	0.1	0.1	0.1	0.2	0.2	0.0	0.0
Intergovernmental Revenue	6.0	5.9	0.0	0.0	6.0	5.9	0.0	0.0
Federal subsidies for BAB interest	0.2	0.2	0.0	0.0	0.2	0.2	0.0	0.0
Other	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Total Revenue	\$ 26.4	\$ 25.9	\$ 10.2	\$ 10.9	\$ 36.6	\$ 36.7	\$ 1.1	\$ 1.0
Expenses:								
General government	\$ 3.9	\$ 4.4	\$ 0.0	\$ 0.0	\$ 3.9	\$ 4.4	\$ 0.0	\$ 0.0
Public safety	13.1	12.4	0.0	0.0	13.1	12.4	0.0	0.0
Public works	4.2	4.1	0.0	0.0	4.2	4.1	0.0	0.0
Community development	4.4	4.1	0.0	0.0	4.4	4.1	0.0	0.0
Interest on long term debt	1.2	1.0	0.0	0.0	1.2	1.0	0.0	0.0
Waterworks and sewerage	0.0	0.0	8.0	7.7	8.0	7.7	0.0	0.0
Solid waste	0.0	0.0	0.7	0.7	0.7	0.7	0.0	0.0
Other programs	0.0	0.0	1.2	0.7	1.2	0.7	1.0	1.0
Total Expenses	\$ 26.8	\$ 26.0	\$ 10.0	\$ 9.2	\$ 36.6	\$ 35.1	\$ 1.0	\$ 1.0
Chg. in net assets before Transfers	(0.4)	(0.1)	0.2	1.7	0.1	1.7	0.1	0.0
Transfers	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Change in net position	(0.4)	(0.1)	0.2	1.7	0.1	1.7	0.1	0.0

(Note: Columns may not total due to rounding)

City of Carbondale, Illinois

Management's Discussion and Analysis April 30, 2013

Normal Impacts

There are eight basic impacts on revenues and expenses and are reflected below.

Revenues:

Economic condition: This can reflect a declining, stable or growing economic environment and has a substantial impact on state income, sales and utility tax revenue as well as public spending habits for building permits, elective user fees and volumes of consumption.

Increase/Decrease in City approved rates: While certain tax rates are set by statute, the City Council has significant authority to impose and periodically increase/decrease rates (water, wastewater, parking, fees, home rule sales tax, food and beverage tax, utility taxes, etc).

Changing patterns in intergovernmental and grant revenue (both recurring and nonrecurring): Certain recurring revenues (state shared revenues, etc.) may experience significant changes periodically while nonrecurring (or one-time) grants are predictable and often distorting in their impact on year-to-year comparisons.

Market impacts or investment income: The City's investment portfolio is managed using a short-term average maturity and the market condition may cause investment income to fluctuate less than alternative longer-term options.

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 or unfunded mandates from other governmental levels.

Increasing authorized personnel: Changes in service demand may cause the City Council to increase/decrease authorized staffing levels, staffing costs (salary and related benefits) represent approximately 70% of the City's General Fund operating costs.

Salary increase (annual adjustments and merit): The ability to attract and retain human and intellectual resources requires the City to strive for a competitive salary range position in the marketplace. In addition, the City has five separate bargaining units representing and negotiating for various segments of the employee population.

Inflation: While overall inflation appears to be reasonably low, the City is a major consumer of certain commodities such as supplies, fuels and parts. Some specific areas may experience unusually high price increases.

City of Carbondale, Illinois

Management's Discussion and Analysis April 30, 2013

Governmental Activities:

Revenues:

The City's Governmental Revenues decreased \$0.5 million or 1.9%, from \$26.4 million at April 30, 2012, to \$25.9 million at April 30, 2013. The decrease is related to a reduction in Sales/Home Rule tax and a reduction in charges for services.

Expenses:

The City's expenses from Governmental Activities saw an overall decrease of \$0.8 million or 3.0% in FY 2013. The decrease was primarily due to reductions associated with charges in buying patterns and vendors for health insurance, casualty, and workers compensation insurance.

Business-Type Activities:

Revenues:

The City's Business-Type Revenues increased approximately \$0.7 million or 6.9%. The overall decrease was due to increases in rates charged for water consumption, sewer as well as solid waste revenues.

Expenses:

The City's Business-Type expenses decreased by 8.0% or \$0.8 million from FY 2012 amounts. The reduction in expenses is due to the same factors as in Governmental Activities; lower insurance costs and the completion of a \$0.5 million non-recurring maintenance project in the Rental Properties Fund in the prior year.

Financial Analysis of the City's Funds

Governmental Funds:

As of April 30, 2013, the Governmental Funds (as presented on Page 21) reported a combined total fund balance of \$15.3 million. This reflects a \$0.4 million decrease over the prior year which is the net effect of the expected pay down of the Debt Service Fund and the General Fund transferring funds to the Local Improvement Fund to provide resources for the construction of the Fire Station #2 project.

Of the total fund balance of \$15.3 million, approximately \$5.1 million is unassigned indicating the availability for continuing City services. Non-spendable fund balance includes \$0.8 million of prepaids and inventories. Restricted fund balance includes \$0.3 million in public safety funds, \$2.6 million in unspent bond proceeds, \$2.9 million for upcoming debt service payments, and \$1.2 million in funds for road maintenance and \$0.2 million in economic development funds. The \$1.7 million in committed fund balance includes a \$1.0 million contractual obligation to Southern Illinois University, \$0.3 million in contractual obligation to Carbondale Community High School and \$0.5 in perpetual care funds for the cemetery. Assigned fund balance is made up mostly of \$0.4 million in funds for future community investment projects.

City of Carbondale, Illinois

Management's Discussion and Analysis April 30, 2013

Major Governmental Funds:

In FY 2013, the General Fund is the only fund classified as a Major Governmental Fund. In FY 2012 both the Debt Service and Local Improvement Funds were classified as Major Funds. This change of classification was the major reason for the decrease in fund balance for the Major Funds. However, the General Fund did decrease \$0.4 million due to the transfer of funds to the Local Improvement Fund.

NonMajor Governmental Funds:

The fund balance for Non-Major Governmental Funds increased due the Debt Service and Local Improvement Funds being classified as non-major funds in FY 2013. The fund balances in the remaining non-major funds remained relatively flat compared to the prior year. The Motor Fuel Tax Fund increased less than \$0.1 million due to a reduction in expenditures.

General Fund Budgetary Highlights:

Over the course of the year, the City amended the budget when it received a grant from Federal or State authorities for certain projects, or when the City Council approved an expenditure which was not in the original budget, such as for the purchase of property or for additional project spending.

The General Fund actual revenues failed to meet the original budgeted amount in sales, service and utility taxes. Actual intergovernmental revenues did exceed the original budget. The increase in Amended Budget from Original Budget is due to the award of additional federal funding consisting of \$0.1 million in grants awarded to the police and fire departments. The decrease in actual Sales, Service and Utility Taxes was due to a decrease in home rule sales tax receipts of \$0.3 million compared to budget. Gas and electric utility taxes received was \$0.1 million below budgeted amounts.

The General Fund actual total expenditures were under the original budget by approximately \$0.4 million. The decrease in expenditures compared to the original budget was primarily due to \$0.2 million less expenditures in non-operating charges in the Building and Neighborhood Services Division. Due to budget amendments, actual General Fund expenditures and transfers were less than the amended budget by approximately \$0.7 million.

Transfers out to other funds increased \$0.6 million from the original budget due to the city council decision to provide additional funding to a capital project from Fiscal Year 2012's increase in the General Fund's fund balance of \$0.8 million.

City of Carbondale, Illinois

Management's Discussion and Analysis
April 30, 2013

Table 3 - Fiscal Year 2013 (in millions)

<u>General Fund</u>	<u>Original Budget</u>	<u>Amended Budget</u>	<u>Actual</u>
Revenues:			
General Property Taxes	\$ 0.8	\$ 0.8	\$ 0.8
Sales, Services and Utility Taxes	12.1	12.1	11.6
Intergovernmental Revenues	9.6	9.7	9.8
Business Franchise Taxes and Licenses	0.5	0.5	0.5
Fines	0.6	0.6	0.5
Use of Money and Property	0.1	0.1	0.1
Service Charges, Permits and Fees	0.9	0.9	0.9
Total	\$ 24.5	\$ 24.7	\$ 24.2
Expenditures:			
Expenditures	\$ 23.1	\$ 23.4	\$ 22.7
Total	\$ 23.1	\$ 23.4	\$ 22.7
Other Financing Sources/(Uses:)			
Loan Proceeds	\$ 0.0	\$ 0.0	\$ 0.0
Insurance Proceeds	0.0	0.0	0.0
Transfers (Net)	(1.4)	(2.0)	(2.0)
Total	\$ (1.4)	\$ (2.0)	\$ (2.0)
Change in Fund Balance	\$ 0.0	\$ (0.7)	\$ (0.5)

(Note: Columns may not total due to rounding)

City of Carbondale, Illinois

Management's Discussion and Analysis
April 30, 2013

**Table 4 - City of Carbondale's Capital Assets at Year-End Net of Depreciation (in millions)
2013**

	<u>Governmental</u>		<u>Business-Type</u>		<u>Total Primary</u>	
	<u>Activities</u>		<u>Activities</u>		<u>Government</u>	
	2012	2013	2012	2013	2012	2013
Capital Assets not being depreciated	\$ 4.7	\$ 5.2	\$ 6.0	\$ 7.8	\$ 10.7	\$ 13.0
Buildings	12.4	11.9	20.9	20.1	33.3	32.0
Land Improvements	2.1	2.0	5.4	5.2	7.5	7.2
Infrastructure	28.8	27.8	16.6	16.2	45.4	44.0
Machinery and Equipment	1.2	1.2	2.1	2.1	3.3	3.3
Total Net Capital Assets	\$ 49.2	\$ 48.2	\$ 50.9	\$ 51.4	\$ 100.1	\$ 99.6

(Note: Columns may not total due to rounding)

At the end of Fiscal Year 2013, the City had a combined total of capital assets net of depreciation of \$99.6 million (see notes to Financial Statements No. 6). This is a decrease of \$0.5 million from the Fiscal Year 2012 total of \$100.1 million. The decrease was due in large part by depreciation for the fiscal year being larger than the additions to Construction in Progress and additions to fixed assets from direct purchases. \$0.4 million was transferred out of the Business Type Activities, Construction in Progress accounts into the Infrastructure account due to the completion of major multi-year projects, such as Tan Tara Sanitary Sewer, Short Street Lift Station Pump Replacement and the upgrade of the North West Waste Water Treatment Plant from a Chlorine system to an Ultraviolet one.

City of Carbondale, Illinois

Management's Discussion and Analysis
April 30, 2013

Table 5 - Change in Capital Assets (in millions)

	Governmenta Activities	Business- Activities	Total Primary Government
Beginning Balance	\$ 49.23	\$ 50.88	\$ 100.11
Additions:			
Non-depreciable	0.65	2.27	2.92
Depreciable	(1.61)	(1.36)	(2.97)
Retirements:			
Non-depreciable	(0.09)	(0.44)	(0.53)
Depreciable	(0.00)	(0.00)	(0.00)
Total	<u>\$ 48.18</u>	<u>\$ 51.35</u>	<u>\$ 99.53</u>

This year's major additions to the capital assets

Governmental Activities

Sidewalk Improvement Program	\$ 0.09
Fire Station #2 Relocation	0.53

Business-Type Activities

Sanitary Sewer Inflow and Infiltration Study	\$ 0.15
Water Storage Facility	1.59
Crab Orchard Water District Improvement	\$ 0.30

(Note: Columns may not total due to rounding)

City of Carbondale, Illinois

Management's Discussion and Analysis
April 30, 2013

Governmental Activities net capital assets decreased approximately \$1.05 million. The additions to Non-depreciable capital assets consisted of additional construction on the Open Space Development, Fire Station #2 Relocation, and Sidewalk Improvements. The completion of the fiscal year's Sidewalk Improvements program offset by depreciation for the fiscal year accounted for the decrease to depreciable assets and the majority of the decrease in Depreciable assets under the "Additions" sub-heading. Business-Type Activities net capital assets increased approximately \$0.47 million. The net increase in Non-depreciable assets is a result of additional construction on the Water Storage Facility, the upgrade of the North West Waste Water Treatment Plant from Chlorine to Ultraviolet and the Sanitary Sewer Inflow and Infiltration Study being greater than the reduction in Non-depreciable assets under the "Retirements" sub-heading due to the completion of only the upgrade of the North West Waste Water Treatment Plant upgrade. Additions to the depreciable capital assets over the course of the year were less than the amount of the annual depreciation for the business-type capital assets.

**Table 6 - City of Carbondale - Long Term Debt
For the year ended April 30, 2013 (in millions)**

	<u>Beginning Balance</u> <u>April 30, 2012</u>	<u>Net Additions/</u> <u>Deletions</u>	<u>Ending Balance</u> <u>April 30, 2013</u>
Governmental Activities:			
General Obligation Debt	\$ 20.69	\$ (1.47)	\$ 19.22
Bond premium	0.66	(0.08)	0.58
Notes Payable	0.99	(0.14)	0.85
Compensated Absences	1.67	0.10	1.77
Net OPEB obligation	0.22	0.11	0.33
Net pension obligation	2.62	0.74	3.36
Governmental Activities Total	\$ 26.84	\$ (0.74)	\$ 26.11
Business-Type Activities:			
General Obligation Debt	\$ 1.03	\$ (0.07)	\$ 0.95
Notes Payable	9.72	(0.60)	9.12
Compensated Absences	0.27	0.01	0.29
Business-Type Activities Total	\$ 11.02	\$ (0.67)	\$ 10.36
Total Long-Term Debt	\$ 37.86	\$ (1.41)	\$ 36.47

(Note: Columns may not total due to rounding)

City of Carbondale, Illinois

Management's Discussion and Analysis April 30, 2013

During the year the City made approximately \$0.13 million in repayments were made resulting in a net decrease of \$0.13 million in notes payable in Governmental Activities. \$1.18 million in general obligation debt was retired along with \$4.02 million in general obligation debt was refunded. Compensated absences were increased by \$0.07 million, Bond premiums increase \$0.29 million, NET OPEB obligation stayed at \$0.22 million and Net pension obligation increased \$0.69 million for a total increase of Long Term Debt in the Governmental Activities of \$2.35 million. In Business-Type Activities, the City retired \$0.07 million in general obligation bonds. Notes payable decreased approximately \$0.71 million due to loan repayments during the fiscal year. Compensated absences increased approximately \$0.04 million. Total Long Term Debt in the Business-type Activities decreased by \$0.75 million. (see notes to Financial Statements No. 7)

Economic Factors and Next Year Budget

The City's assessed value decreased approximately \$4.3 million in FY 2013 compared to FY 2012, or approximately 1.4%. Even with this year's decrease the assessed value has grown approximately 11.2% over the last five years. Recently constructed rental apartment complexes are responsible in part for some of the growth. FY 2013 continued the prior year's practice of levying a City General Purpose tax levy. The levy was for approximately 35% of the years actuarially required contribution to the Police and Fire Pensions. Required pension contributions have increased from approximately \$0.9 million to over \$2.3 million dollars in those years. Real estate tax levies for public safety pension funding are expected to continue in future years. The City's primary source of general corporate revenue is derived from sales, service and utility taxes which represent approximately 73.0% of total Governmental Fund Type revenues. The City realized a \$0.4 million decrease in those revenues due to a stagnating retail economy. Overall the total economy was relatively level as Illinois State Income Tax increased \$0.3 million over the previous year. The City's employment remained fairly strong compared with many surrounding communities because of some large stable employers. Increases in solid waste and water and sewer rates will help to get these services on a self sustainable basis. It is believed that these are the primary reasons for the positive results in the current economic environment.

At April 30, 2013, the unemployment rate for the City was 6.1%, for Jackson county 6.1%, for the State of Illinois 9.3%, and for the nation 7.6%.

The FY 2014 budget projects total revenues and non-cash credits for depreciation and prepaid bond expenses of approximately \$48.2 million. Total budgeted expenditures projected to be approximately \$50.8 million. This reflects a decrease of total fund balance of approximately \$2.6 million. Approximately \$2.6 million of the decrease is within the Governmental Funds. Proprietary Funds are projected to break even. The decrease in Governmental Funds is due to a \$2.2 million use of fund balance in the Community Investment Fund for the spend-down of bond funds received in FY 2012 for the construction of a new fire station. The remaining decrease in Governmental Funds is due to a \$0.3 million decrease from the Motor Fuel Tax Fund and a \$0.2 million decrease in the Debt Service Fund. The Motor Fuel Tax Fund decrease is because revenues are expected to decrease from the State of Illinois's local government distributive funding of state collected motor fuel taxes. The Debt Service Fund is decreasing as part of scheduled future reductions of debt funding requirements. The relative flatness of the Proprietary Funds is due to an anticipated \$0.3 million increase in the Group Health Insurance Fund offset by a \$0.2 million decrease in the Water and Sewer Fund. The City has established an HRA and decreased premiums from rates that were charged in FY 2013. Savings is expected to be from reduced overall claims as well as a decrease in insurance premiums.

City of Carbondale, Illinois

Management's Discussion and Analysis
April 30, 2013

Request for Information

The financial report is designed to provide a general overview of the City of Carbondale's finances and to demonstrate the City's accountability for monetary receipts. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to Don Ursini, Finance Director, City of Carbondale, 200 South Illinois Avenue, Carbondale, Illinois 62902.

CITY OF CARBONDALE, ILLINOIS
STATEMENT OF NET POSITION
APRIL 30, 2013

	Primary Government			Component Unit
	Governmental Activities	Business-type Activities	Total	Total
Assets:				
Current assets:				
Cash	\$ 8,686,255	\$ 8,435,314	\$ 17,121,569	\$ 387,899
Investments	-	21,219	21,219	1,749
Interest receivable on investments	-	3,323	3,323	-
Accounts receivable, net:				
Consumers	286,401	801,417	1,087,818	-
Business service and franchise tax	122,692	-	122,692	-
Assessments	-	47,085	47,085	-
Other governmental units and agencies	6,062,849	-	6,062,849	-
Property taxes	851,136	-	851,136	940,556
Other	40,494	35,100	75,594	-
Internal balance	606,000	(606,000)	-	-
Due from fiduciary funds	3,821	-	3,821	-
Prepayments and other	793,576	471,887	1,265,463	-
Restricted assets:				
Cash	321,465	454,034	775,499	139,263
Investment	2,569,811	100,000	2,669,811	-
Total current assets	20,344,500	9,763,379	30,107,879	1,469,467
Noncurrent assets:				
Bond issuance costs	251,922	4,250	256,172	-
Net pension asset	15,242	-	15,242	-
Land	4,529,369	5,719,385	10,248,754	150,000
Construction in progress	683,537	2,083,566	2,767,103	-
Other capital assets, net	42,965,058	43,547,439	86,512,497	559,974
Total noncurrent assets	48,445,128	51,354,640	99,799,768	709,974
Total Assets	<u>68,789,628</u>	<u>61,118,019</u>	<u>129,907,647</u>	<u>2,179,441</u>
Deferred Outflows of Resources:				
Deferred outflows	-	-	-	-
Total deferred outflows of resources	-	-	-	-

(This statement is continued on the following page.)

CITY OF CARBONDALE, ILLINOIS
STATEMENT OF NET POSITION - CONTINUED
APRIL 30, 2013

	Primary Government			Component Unit
	Governmental Activities	Business-type Activities	Total	Total
Liabilities:				
Current liabilities:				
Accounts payable	925,390	1,271,752	2,197,142	-
Accrued payroll and related	1,034,894	-	1,034,894	5,403
Due to fiduciary funds	23,126	-	23,126	-
Due within one year				
General obligation bonds	1,535,000	73,333	1,608,333	-
Notes payable	147,336	790,847	938,183	-
Other deposits	20,205	7,667	27,872	-
Compensated absences - current	208,708	253,248	461,956	-
Liabilities payable from restricted assets:				
Consumer deposits	-	554,034	554,034	-
Total current liabilities	<u>3,894,659</u>	<u>2,950,881</u>	<u>6,845,540</u>	<u>5,403</u>
Noncurrent liabilities:				
General obligation bonds	18,265,034	879,999	19,145,033	-
Notes payable	700,663	8,331,567	9,032,230	-
Compensated absences	1,561,992	34,133	1,596,125	-
Net OPEB obligation	330,753	-	330,753	-
Net pension obligation	3,386,041	-	3,386,041	-
Total noncurrent liabilities	<u>24,244,483</u>	<u>9,245,699</u>	<u>33,490,182</u>	<u>-</u>
Total Liabilities	<u>28,139,142</u>	<u>12,196,580</u>	<u>40,335,722</u>	<u>5,403</u>
Deferred Inflows of Resources:				
Deferred revenue - other	<u>774,453</u>	<u>245,736</u>	<u>1,020,189</u>	<u>-</u>
Total deferred inflows of resources	<u>774,453</u>	<u>245,736</u>	<u>1,020,189</u>	<u>-</u>
Net Position:				
Net investment in capital assets	33,376,980	41,274,644	74,651,624	709,974
Restricted for:				
Public Safety	295,097	-	295,097	-
Grant funds	26,368	-	26,368	-
Bond funds	2,569,811	-	2,569,811	-
Debt Service	2,753,307	-	2,753,307	-
Economic development	219,493	-	219,493	-
Maintenance of roadways	1,220,546	-	1,220,546	-
Unrestricted (deficit)	<u>(585,569)</u>	<u>7,401,059</u>	<u>6,815,490</u>	<u>1,464,064</u>
Total Net Position	<u>\$ 39,876,033</u>	<u>\$ 48,675,703</u>	<u>\$ 88,551,736</u>	<u>\$ 2,174,038</u>

See accompanying notes to financial section

CITY OF CARBONDALE, ILLINOIS
STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED APRIL 30, 2013

Functions/Programs	Expenses	Program Revenues		Net (Expense) Revenue and Changes in Net Position			
		Service Charges, Permits, and Fees	Operating Grants and Contributions	Primary Government			Component Unit
				Governmental Activities	Business-Type Activities	Total	
Primary government:							
Governmental activities:							
General government	\$ (4,361,521)	\$ 627,853	\$ 268,529	\$ (3,465,139)	\$ -	\$ (3,465,139)	\$ -
Public safety	(12,408,746)	412,796	465,373	(11,530,577)	-	(11,530,577)	-
Community development	(4,127,681)	353,197	353,090	(3,421,394)	-	(3,421,394)	-
Public works	(4,059,626)	100,590	124,241	(3,834,795)	-	(3,834,795)	-
Interest on long term debt	(1,010,385)	-	-	(1,010,385)	-	(1,010,385)	-
Total governmental activities	(25,967,959)	1,494,436	1,211,233	(23,262,290)	-	(23,262,290)	-
Business-Type activities:							
Waterworks and Sewerage	(7,737,813)	9,247,264	-	-	1,509,451	1,509,451	-
Solid Waste	(694,816)	855,866	-	-	161,050	161,050	-
Parking	(260,163)	222,539	-	-	(37,624)	(37,624)	-
Rental Properties	(478,020)	506,970	-	-	28,950	28,950	-
Total Business-Type activities	(9,170,812)	10,832,639	-	-	1,661,827	1,661,827	-
Total Primary Government	\$ (35,138,771)	\$ 12,327,075	\$ 1,211,233	(23,262,290)	1,661,827	(21,600,463)	-
Component Unit:							
Public Library	\$ (1,024,768)	\$ 19,242	\$ 41,978	-	-	-	(963,548)
Total Component Unit	\$ (1,024,768)	\$ 19,242	\$ 41,978	-	-	-	(963,548)
General Revenues:							
Taxes:							
General property taxes				1,031,230	-	1,031,230	931,844
Business franchise taxes and licenses				301,642	-	301,642	-
Motor fuel tax				1,117,480	-	1,117,480	-
Home rule tax				8,435,043	-	8,435,043	-
Income Tax				2,450,781	-	2,450,781	-
Local use tax				416,761	-	416,761	-
Telecommunication tax				604,531	-	604,531	-
Utility tax				1,584,428	-	1,584,428	-
Hotel/Motel tax				608,655	-	608,655	-
Games tax				1,005	-	1,005	-
Cable TV franchise tax				172,549	-	172,549	-
Replacement Taxes				228,795	-	228,795	39,085
Mobile home privilege tax				-	-	-	937
Investment earnings				104,847	64,847	169,694	1,546
Federal subsidies for Build America Bonds interest				169,745	-	169,745	-
Miscellaneous				45,900	1,556	47,456	-
Intergovernmental revenue - unrestricted				5,905,361	464	5,905,825	26,563
Total general revenues, intergovernmental revenue and transfers				23,178,753	66,867	23,245,620	999,975
Change in net position				(83,537)	1,728,694	1,645,157	36,427
Net position - beginning				39,959,570	46,947,009	86,906,579	2,137,611
Net position - ending				\$ 39,876,033	\$ 48,675,703	\$ 88,551,736	\$ 2,174,038

See accompanying notes to financial statements.

CITY OF CARBONDALE, ILLINOIS
BALANCE SHEET
GOVERNMENTAL FUNDS
APRIL 30, 2013

	General	Other Governmental Funds	Total Governmental Funds
ASSETS			
Cash	\$ 2,967,019	\$ 4,991,415	\$ 7,958,434
Accounts receivable:			
Consumers	286,370	31	286,401
Business service and franchise tax	122,692	-	122,692
Other governmental units and agencies	5,603,406	459,443	6,062,849
Property taxes	851,136	-	851,136
Other	40,494	-	40,494
Due from other funds	631,000	-	631,000
Due from internal service fund	50,000	-	50,000
Due from fiduciary funds	3,821	-	3,821
Prepayments and other	793,576	-	793,576
Restricted assets:			
Cash	321,465	-	321,465
Investments	-	2,569,811	2,569,811
Total Assets	11,670,979	8,020,700	19,691,679
DEFERRED OUTFLOWS OF RESOURCES			
Deferred outflows	-	-	-
Total Deferred Outflows of Resources	-	-	-
Total Assets and Deferred Outflows of Resources	\$ 11,670,979	\$ 8,020,700	\$ 19,691,679
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	\$ 561,962	\$ 307,047	\$ 869,009
Accrued payroll and related	1,034,894	-	1,034,894
Accrued vacation and sick pay	208,708	-	208,708
Due to other funds	-	25,000	25,000
Due to fiduciary funds	23,126	-	23,126
Deposits	20,205	-	20,205
Total Liabilities	1,848,895	332,047	2,180,942
DEFERRED INFLOWS OF RESOURCES			
Deferred revenue - School district loan	-	368,827	368,827
Deferred revenue - Other	1,849,603	-	1,849,603
Total deferred inflows of resources	1,849,603	368,827	2,218,430
Fund balances (NOTE 11):			
Nonspendable	793,576	-	793,576
Restricted	321,465	6,763,156	7,084,621
Committed	1,750,774	-	1,750,774
Assigned	650	556,670	557,320
Unassigned	5,106,016	-	5,106,016
Total Fund Balances	7,972,481	7,319,826	15,292,307
Total Liabilities, Deferred Outflows of Resources and Fund Balances	\$ 11,670,979	\$ 8,020,700	\$ 19,691,679

See accompanying notes to financial statements.

CITY OF CARBONDALE, ILLINOIS
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET POSITION
APRIL 30, 2013

Total fund balances for governmental funds \$ 15,292,307

Total net position reported for governmental activities in the statement of net position is different because:

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

Construction in progress	683,537	
Land	4,529,369	
Buildings, net of \$5,398,226 accumulated depreciation	11,907,698	
Improvements other than buildings, net of \$1,181,304 accumulated depreciation	1,993,063	
Equipment, net of \$5,346,741 accumulated depreciation	1,236,344	
Infrastructure, net of \$26,950,813 accumulated depreciation	<u>27,827,953</u>	
Total capital assets		48,177,964

Other long-term assets are not available to pay for current-period expenditures and, therefore, are deferred in the funds. 1,443,977

Internal service funds are used by management to charge the cost of certain services to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position

Current assets	909,775	
Current liabilities	<u>(120,476)</u>	
		789,299

Internal service funds allocated to business type activities (167,859)

The OPEB obligation resulting from contributions less than the annual required contribution are not financial liabilities and, therefore, are not reported in the funds. (330,753)

The pension obligation resulting from contributions less than the annual required contribution are not financial liabilities and, therefore, are not reported in the funds. (3,370,799)

Long-term liabilities applicable to the City's governmental activities are not due and payable in the current period and accordingly are not reported as fund liabilities. All liabilities, both current and long-term, are reported in the statement of net position. Long-term liabilities consist of:

GOB bonds payable	(19,220,000)	
Notes payable	(847,999)	
Compensated absences	(1,561,992)	
Bond premium	(580,034)	
Bond issuance costs	<u>251,922</u>	
Total long-term liabilities		<u>(21,958,103)</u>

Total net position of governmental activities \$ 39,876,033

See accompanying notes to financial statements.

CITY OF CARBONDALE, ILLINOIS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED APRIL 30, 2013

	<u>General</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
Revenues:			
General property taxes	\$ 803,062	\$ 183,377	\$ 986,439
Sales, service and utility taxes	11,649,417	389,527	12,038,944
Intergovernmental revenue	9,797,175	727,953	10,525,128
Business franchise taxes and licenses	474,191	-	474,191
Fines	527,503	-	527,503
Use of money and property	76,077	28,770	104,847
Service charges, permits and fees	<u>896,339</u>	<u>-</u>	<u>896,339</u>
 Total Revenues	 <u>24,223,764</u>	 <u>1,329,627</u>	 <u>25,553,391</u>
 Expenditures:			
Current:			
General government	2,709,856	-	2,709,856
Finance	850,969	-	850,969
Police	8,809,106	-	8,809,106
Fire	3,604,404	-	3,604,404
Development services	1,439,409	-	1,439,409
Public works	2,455,017	229,039	2,684,056
Community services	2,543,962	151,976	2,695,938
Capital outlays	307,464	649,060	956,524
Debt service			
Principal	-	1,466,000	1,466,000
Interest	-	970,114	970,114
Fiscal agent fees	-	2,650	2,650
Bond issuance costs	<u>-</u>	<u>-</u>	<u>-</u>
 Total Expenditures	 <u>22,720,187</u>	 <u>3,468,839</u>	 <u>26,189,026</u>
 Excess (Deficiency) of Revenues Over Expenditures	 <u>1,503,577</u>	 <u>(2,139,212)</u>	 <u>(635,635)</u>
 Other Financing Sources (Uses):			
Transfers in	25,000	2,855,742	2,880,742
Transfers out	(2,034,447)	(846,295)	(2,880,742)
Issuance of bonds	-	-	-
Premium on issuance of bonds	-	-	-
GOB refunding	-	-	-
Federal subsidies for Build America Bonds interest	-	169,745	169,745
Insurance proceeds	<u>31,693</u>	<u>-</u>	<u>31,693</u>
 Total Other Financing Sources (Uses)	 <u>(1,977,754)</u>	 <u>2,179,192</u>	 <u>201,438</u>
 NET CHANGE IN FUND BALANCES	 (474,177)	 39,980	 (434,197)
 FUND BALANCES, BEGINNING OF YEAR	 <u>8,446,658</u>	 <u>7,279,846</u>	 <u>15,726,504</u>
 FUND BALANCES, END OF YEAR	 <u>\$ 7,972,481</u>	 <u>\$ 7,319,826</u>	 <u>\$ 15,292,307</u>

See accompanying notes to financial statements.

CITY OF CARBONDALE, 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, 2013

Net change in fund balances - total governmental funds \$ (434,197)

The change in net position reported for governmental activities in the statement of activities is 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 depreciation (\$2,004,656) exceeded capital outlays (\$956,524) in the current period. (1,048,132)

The net effect of various miscellaneous transactions involving capital assets (e.g., sales, trade-ins, donations, disposals and adjustments) is to increase/decrease net position: (4,583)

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:
Change in compensated absences (94,763)

The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.

Repayment on long-term debt	1,606,826	
Issuance of long-term debt	-	
Amortization of issuance costs and bond premium	48,551	
		1,655,377

Internal service funds are used by management to charge the costs of various activities internally to individual funds. The net revenue of certain activities of internal service funds is reported with governmental activities. 789,291

Internal service funds allocated to business-type activities (167,859)

The net effect of the change in deferred revenues. Revenues in the statement of activities that do not provide current financial resources are not reported the funds. 83,692

The increase in OPEB obligation resulting from contributions less than the annual required contribution is not a financial liability and is not reported in the funds. (112,062)

The decrease in pension assets resulting from contributions less than the annual required contribution is not a financial liability and is not reported in the funds. (750,301)

Change in net position of governmental activities \$ (83,537)

See accompanying notes to financial statements.

CITY OF CARBONDALE, ILLINOIS
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
APRIL 30, 2013

	Business-type Activities - Enterprise Funds			Governmental Activities - Internal Service Fund
	Waterworks and Sewerage	Nonmajor Funds	Total	Group Health Insurance Fund
ASSETS:				
Current Assets:				
Cash	\$ 6,558,534	\$ 1,694,825	\$ 8,253,359	\$ 909,775
Investments	21,219	-	21,219	-
Interest receivable on investments	3,323	-	3,323	-
Accounts receivable:				
Consumers	756,451	44,966	801,417	-
Assessments	47,085	-	47,085	-
Other	35,100	-	35,100	-
Prepayments	417,200	54,687	471,887	-
Deferred charges	4,250	-	4,250	-
Restricted assets :				
Consumer Deposits Account:				
Cash	454,034	-	454,034	-
Investments	100,000	-	100,000	-
Total Current Assets	8,397,196	1,794,478	10,191,674	909,775
Noncurrent Assets:				
Capital assets, net	49,391,762	1,958,628	51,350,390	-
Total Noncurrent Assets	49,391,762	1,958,628	51,350,390	-
Total Assets	\$ 57,788,958	\$ 3,753,106	\$ 61,542,064	\$ 909,775
Deferred Outflow of Resources				
Deferred outflows	-	-	-	-
Total Deferred Outflows of Resources	\$ -	\$ -	\$ -	\$ -
LIABILITIES:				
Current Liabilities:				
Accounts payable	1,202,886	54,770	1,257,656	70,476
Other deposits	7,667	-	7,667	-
Compensated absences - current	218,776	34,472	253,248	-
Current portion of notes payable	733,970	56,877	790,847	-
Current portion of bonds payable	73,333	-	73,333	-
Due to other funds	606,000	-	606,000	50,000
Liabilities payable from restricted assets:				
Consumer deposits	554,034	-	554,034	-
Total Current Liabilities	3,396,666	146,119	3,542,785	120,476
Noncurrent Liabilities:				
Notes payable	8,107,955	223,612	8,331,567	-
Bonds payable	879,999	-	879,999	-
Compensated absences	34,133	-	34,133	-
Total Noncurrent Liabilities	9,022,087	223,612	9,245,699	-
Total Liabilities	12,418,753	369,731	12,788,484	120,476
DEFERRED INFLOWS OF RESOURCES:				
Deferred revenue - other	190,140	55,596	245,736	-
Total Deferred Inflows of Resources	190,140	55,596	245,736	-
NET POSITION				
Net investment in capital assets	39,596,505	1,678,139	41,274,644	-
Unrestricted	5,583,560	1,649,640	7,233,200	-
Committed	-	-	-	789,299
Total Net Position	\$ 45,180,065	\$ 3,327,779	\$ 48,507,844	\$ 789,299

See accompanying notes to the financial statements.

CITY OF CARBONDALE, ILLINOIS
RECONCILIATION OF THE STATEMENT OF NET POSITION - PROPRIETARY FUNDS
TO THE STATEMENT OF NET POSITION
APRIL 30, 2013

Total proprietary funds net position	\$ 48,507,844
Total net position reported for enterprise in the statement of net position is different because:	
Adjustment to report the cumulative internal balance for the net effect of the activity between the internal service fund and the enterprise funds	<u>167,859</u>
Total net position of business-type activities	<u>\$ 48,675,703</u>

CITY OF CARBONDALE, ILLINOIS
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED APRIL 30, 2013

	Business-type Activities - Enterprise Funds			Governmental Activities - Internal Service Fund
	Waterworks and Sewerage	Nonmajor Funds	Total	Group Health Insurance Fund
Operating Revenues:				
Charges for services	\$ 9,230,261	\$ 1,013,759	\$ 10,244,020	\$ -
Rentals	-	506,970	506,970	-
Fines	-	64,646	64,646	-
Employee contributions	-	-	-	359,982
Retiree contributions	-	-	-	221,399
City contributions	-	-	-	2,533,147
Total Operating Revenues	9,230,261	1,585,375	10,815,636	3,114,528
Operating Expenses:				
Personal services	3,097,004	659,338	3,756,342	-
Commodities	459,927	73,665	533,592	-
Contractual	1,299,913	236,234	1,536,147	1,905,748
Maintenance	656,591	285,788	942,379	-
Health insurance claims	-	-	-	420,330
Other charges	77,591	50,353	127,944	-
Depreciation	1,984,535	153,038	2,137,573	-
Total Operating Expenses	7,575,561	1,458,416	9,033,977	2,326,078
Operating Income (Loss)	1,654,700	126,959	1,781,659	788,450
Nonoperating Revenues (Expenses):				
Intergovernmental revenue	464	-	464	-
Use of money and property	60,768	4,079	64,847	841
Other interest expense	(298,218)	(6,477)	(304,695)	-
Insurance proceeds	17,004	-	17,004	-
Miscellaneous	-	1,556	1,556	-
Total Nonoperating Revenues (Expenses)	(219,982)	(842)	(220,824)	841
Change in net position	1,434,718	126,117	1,560,835	789,291
NET POSITION MAY 1	43,745,347	3,201,662	46,947,009	8
NET POSITION APRIL 30	\$ 45,180,065	\$ 3,327,779	\$ 48,507,844	\$ 789,299

See accompanying notes to financial statements.

CITY OF CARBONDALE, ILLINOIS
RECONCILIATION OF THE STATEMENT OF REVENUES,
EXPENSES, AND CHANGES IN NET POSITION OF PROPRIETARY FUNDS
TO THE STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED APRIL 30, 2013

Change in net position in enterprise funds \$ 1,560,835

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

Adjustment for the net effect of the current year activity between the internal service funds and the enterprise funds. 167,859

Change in net position of business-type activities \$ 1,728,694

CITY OF CARBONDALE, ILLINOIS
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED APRIL 30, 2013

	Business-type Activities - Enterprise Funds			Governmental Activities - Internal Service Fund
	Waterworks and Sewerage	Nonmajor Funds	Total	Group Health Insurance Fund
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts from customers and users	\$ 9,316,910	\$ 1,658,587	\$ 10,975,497	\$ 3,114,528
Payments to claimants	-	-	-	(349,854)
Payments to suppliers	(1,563,599)	(590,473)	(2,154,072)	(1,911,325)
Payments to employees	(3,091,670)	(650,995)	(3,742,665)	-
Net cash provided by operating activities	<u>4,661,641</u>	<u>417,119</u>	<u>5,078,760</u>	<u>853,349</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Insurance proceeds	17,004	-	17,004	-
Proceeds from grant	464	-	464	-
Loan Proceeds	-	147,762	147,762	-
Miscellaneous	-	1,556	1,556	-
Net cash provided by noncapital financing activities	<u>17,468</u>	<u>149,318</u>	<u>166,786</u>	<u>-</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Acquisition and construction of capital assets	(2,435,823)	(175,689)	(2,611,512)	-
Principal payments on debt	(791,098)	(27,616)	(818,714)	-
Interest and agent fees paid	(298,218)	(6,477)	(304,695)	-
Proceeds from sale of assets	-	2,178	2,178	-
Net cash used in capital and related financing activities	<u>(3,525,139)</u>	<u>(207,604)</u>	<u>(3,732,743)</u>	<u>-</u>
CASH FLOWS FROM INVESTING ACTIVITIES				
Investment income	65,518	1,901	67,419	841
Net cash provided by investing activities	<u>65,518</u>	<u>1,901</u>	<u>67,419</u>	<u>841</u>
	1,219,488	360,734	1,580,222	854,190
CASH, MAY 1	<u>5,793,080</u>	<u>1,334,091</u>	<u>7,127,171</u>	<u>55,585</u>
CASH, APRIL 30	<u>\$ 7,012,568</u>	<u>\$ 1,694,825</u>	<u>\$ 8,707,393</u>	<u>\$ 909,775</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH FLOWS FROM OPERATING ACTIVITIES				
Operating Income (Loss)	\$ 1,654,700	\$ 126,959	\$ 1,781,659	788,450
Adjustments to Reconcile Operating Income (Loss) to Net Cash from Operating Activities				
Depreciation and Amortization	1,984,535	153,038	2,137,573	-
Changes in Assets and Liabilities				
Account Receivable	(64,528)	74,002	9,474	-
Prepaid Expenses	111,484	20,683	132,167	-
Accounts Payable	799,929	34,884	834,813	70,476
Accrued Salaries	5,334	8,343	13,677	-
Deposits Payable	19,010	-	19,010	-
Deferred Revenue	151,177	(790)	150,387	(5,577)
NET CASH FROM OPERATING ACTIVITIES	<u>\$ 4,661,641</u>	<u>\$ 417,119</u>	<u>\$ 5,078,760</u>	<u>\$ 853,349</u>
CASH AND INVESTMENTS				
Cash and Cash Equivalents	\$ 7,012,568	\$ 1,694,825	\$ 8,707,393	\$ 909,775
Investments	121,219	-	121,219	-
TOTAL CASH AND INVESTMENTS	<u>\$ 7,133,787</u>	<u>\$ 1,694,825</u>	<u>\$ 8,828,612</u>	<u>\$ 909,775</u>
NONCASH TRANSACTIONS				
Net change in fair value of investments	<u>\$ (4,750)</u>			

See accompanying notes to financial statements.

CITY OF CARBONDALE, ILLINOIS
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
APRIL 30, 2012

	Pension Trust Funds	Private Purpose Trust
Assets:		
Cash	\$ 3,519,662	\$ 432,858
Prepayments		
Investments, at fair value		
U.S. government obligations	15,623,146	-
Individual and mutual stocks	13,410,527	-
Receivables:		
Interest receivable	129,207	-
Due from other funds	23,126	-
Other	-	912,540
	\$ 32,705,668	\$ 1,345,398
Deferred Outflows of Resources:		
Deferred outflows	\$ -	\$ -
	\$ -	\$ -
Liabilities:		
Accounts payable	\$ 360	\$ -
Due to other funds	3,821	-
	\$ 4,181	\$ -
Deferred Inflows of Resources:		
Deferred Revenue	\$ (15,278)	\$ 913,264
	\$ (15,278)	\$ 913,264
Net Position held in trust for:		
Development and rehabilitation loans	\$ -	\$ 432,134
Pension benefits	32,716,765	-
	\$ 32,716,765	\$ 432,134

See accompanying notes to financial statements.

CITY OF CARBONDALE, ILLINOIS
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS
FOR THE FISCAL YEAR ENDED APRIL 30, 2013

	Pension Trust Funds	Private Purpose Trust
Additions:		
Contributions		
Employer	\$ 2,306,476	\$ -
Plan Member	<u>509,262</u>	<u>-</u>
Total contributions	<u>\$ 2,815,738</u>	<u>\$ -</u>
Investment income		
Net appreciation (depreciation) in fair value of investments	\$ 1,586,350	\$ -
Gain (Loss) on sale of investments	(38,629)	-
Interest	550,684	29,865
Dividends	231,287	-
Investment expense	(179,809)	-
Other	<u>71</u>	<u>-</u>
Net investment income	<u>2,149,954</u>	<u>29,865</u>
CDAP loan repayments	-	146,380
Total Additions	<u>\$ 4,965,692</u>	<u>\$ 176,245</u>
Deductions:		
Benefits and refunds of contributions	\$ 3,192,365	\$ -
Direct operating charges and services	<u>68,294</u>	<u>75,404</u>
Total Deductions	<u>\$ 3,260,659</u>	<u>\$ 75,404</u>
Change in net position	1,705,033	100,841
Net position held in trust:		
Beginning of year	<u>31,011,732</u>	<u>331,293</u>
End of year	<u>\$ 32,716,765</u>	<u>\$ 432,134</u>

See accompanying notes to financial statements.

CITY OF CARBONDALE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
APRIL 30, 2013

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

The City of Carbondale was incorporated August 23, 1873, and derives its governing authority from Article VII, Section 6 of the 1970 Illinois Constitution. The City operates under a Council-Manager form of government and provides the following services as authorized by its charter: general government, police and fire protection, development services, public works, forestry management, library, capital improvements and water and sewer. The accounting policies of the City of Carbondale conform to United States generally accepted accounting principles (GAAP) as applicable to governments.

As required by GAAP, these financial statements present the government and its component unit, an entity for which the government is considered to be financially accountable. A blended component unit, although legally a separate entity, is, in substance, a part of the government's operations and so data from this unit is combined with data from the primary government. A discretely presented component unit, on the other hand, is reported in a separate column in the combined financial statements to emphasize it is legally separate from the government.

The Carbondale Public Library is included in the City reporting entity as a discrete component unit. The Mayor and Council have control over the Library Board. The City Council sets the annual tax levy which is the major financing source of the Library and approves the Library's budget. The City has legal liability for the general obligation of the Library's debt. Financial transactions are handled through the City Finance Department. The Library is presented as a governmental fund type.

Complete financial statements for the discrete component unit may be obtained at the entity's administrative offices.

City of Carbondale, Illinois
Finance Department
200 South Illinois Avenue, P.O. Box 2047
Carbondale, Illinois 62902-2047

At April 30, 2013, the City did not have any blended component units.

B. Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e. the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the City and its component unit. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which are normally 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 statement of activities demonstrates the degree to which the direct expenses of a given functional category are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific functional category. Program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given functional category and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular functional category. Taxes and other items not properly included among program revenues are reported instead as general revenues.

CITY OF CARBONDALE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS - CONTINUED
APRIL 30, 2013

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

B. Government-Wide and Fund Financial Statements - Continued

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary funds and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

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 normally considers revenues to be available if they are collected within sixty days of the end of the current fiscal period. Expenditures, other than compensated absences and principal and interest on long-term debt which are recorded when due, are recorded when the related liability is incurred.

In applying the susceptible to accrual concept to intergovernmental revenues, the legal and contractual requirements of the numerous individual programs are used as guidance. There are, however, essentially two types of these revenues. In one, monies must be expended for the specific purpose or project before any amounts will be paid to the City; therefore, revenues are recognized based upon the expenditures recorded. In the other, monies are virtually unrestricted as to purpose of expenditure and are usually revocable only for failure to comply with prescribed compliance requirements. These resources are reflected as revenues at the time of receipt, or earlier if the susceptible to accrual criteria are met.

Licenses and permits, charges for services, fines and forfeitures, and miscellaneous revenues (except investment earnings) are recorded as revenues when received in cash because they are generally not measurable until actually received. Investment earnings are recorded as earned since they are measurable and available. See Note 4 for property tax accrual policy.

The City reports the following major governmental funds:

The General Fund is used to account for all financial transactions which are not required to be accounted for in another fund. This fund accounts for the general operating transactions of the City including police and fire protection, street and equipment repairs and maintenance, cemeteries, development services and administration.

The City reports the following major proprietary fund:

The Waterworks and Sewerage Fund provides for the operation and maintenance of the municipal water and wastewater treatment and distribution systems. In addition, transfers from the Operating Account provide the financing of Capital Improvements and Debt Service requirements.

CITY OF CARBONDALE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS - CONTINUED
APRIL 30, 2013

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation - Continued

Additionally, the government reports the following fund types:

Capital Projects Funds are created to account for financial resources to be used for the acquisition or construction of major capital facilities, except for those projects financed by Enterprise or Special Revenue Funds.

- a. The Local Improvement Fund provides the control for construction of Capital Improvements Program projects that are not funded in other capital project, governmental, or proprietary funds.

Debt Service Funds are used to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest and related costs.

Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than major capital projects) that are legally restricted to expenditures for specified purposes.

- a. The Motor Fuel Tax Fund accounts for motor fuel tax allocations from The State of Illinois for street maintenance, major street construction and traffic signal capital projects as approved by the Illinois Department of Transportation.
- b. The three Tax Increment Funds account for expenses in the tax increment financing districts.

Enterprise Funds are used to account for operations that are financed and operated in a manner similar to private business enterprises; that is, where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis are financed or recovered primarily through user charges; or where the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes.

- a. The Parking System Operations Fund operates and maintains public use parking lots and metered street areas. Revenue is derived from parking meter receipts, permits, and fines. The Finance Department is responsible for the administration of this fund. Maintenance of the municipal parking lots and meters and the collection of meter revenues are provided by the Street Maintenance Division of the Public Works Department.
- b. The Solid Waste Management Fund, which is administered by the Public Works Department, provides for the municipal refuse collections, landscape waste removal and the recycling program. Revenue is derived from City refuse customer service fees, landscape waste fees and recycling assessment fees.
- c. The Rental Properties Fund operates the University City Municipal Complex as a service center for government offices and other nonprofit organizations. Rental income, which provides funds for operating expenses and financing or mortgage principal and interest payments, is the major source of revenue. The Public Works Department is responsible for the operation of this fund.

CITY OF CARBONDALE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS - CONTINUED
APRIL 30, 2013

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation - Continued

Internal Service Funds are established to account for services and commodities furnished by a department of the City to other departments within the City.

- a. The Group Health Insurance is used to account for the City's Group Health Insurance premiums which are financed by City, employee, and retiree contributions. This fund is administered by the General Government Department - Human Resources Division.

Fiduciary Funds are used to account for assets held by the City in a trustee capacity or as an agent on behalf of others. The following are the City's fiduciary fund types:

- a. Pension Trust Funds are used to account for pension plans established by state and local governments. The measurement focus is based on the flow of economic resources and the accrual basis of accounting.
 - i. The Fireman's Pension Fund is used to account for the accumulation of resources for pension benefit payments to qualified firemen.
 - ii. The Police Pension Fund is used to account for the accumulation of resources for pension benefit payments to qualified policemen.
- b. Private Purpose Trust Funds are used to report all trust arrangements under which principal and income benefit individuals, private organizations, or other governments.
 - i. The Development and Rehabilitation Loan Fund is used to account for resources restricted for economic development and housing rehabilitation programs. The City acts in a trustee capacity over these funds.

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments-in-lieu of taxes or other charges between the City's water and sewer function and various other functions of the government. Eliminations of those charges would distort the direct costs and program revenues reported for the various functions concerned.

Amounts reported as program revenues include 1) charges to customers or applicant for goods, services, or privileges provided, 2) operating grants and contributions, 3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues are charges to customers for sales and services, rental charges and fines. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

When both restricted and unrestricted resources are available for use, it is the City's policy to use restricted resources first, then unrestricted resources as they are needed.

CITY OF CARBONDALE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS - CONTINUED
APRIL 30, 2013

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

D. Summary of Significant Accounting Policies

Encumbrances

Encumbrance accounting, under which purchase orders, contracts and other commitments for the expenditure of monies are recorded in order to reserve that portion of the applicable appropriation, is employed as an extension of formal budgetary integration in the General Fund.

Cash and Cash Equivalents

Except where otherwise required, the City maintains all deposits in a bank account in the name of the City. These deposits are invested on a short-term basis with interest income being allocated to the funds based on their respective balance. The City considers all highly liquid investments with an original maturity of three months or less when purchased to be cash equivalents. At April 30, 2013, there were no cash equivalents

Investments

Investments are stated at fair value based upon quoted market prices.

Accounts Receivable

Accounts receivable results primarily from services provided to citizens and are accounted for in the governmental funds. Water and sewer services are accounted in the Water and Sewer Fund. Parking, rental and solid waste services are accounted for in the Parking Fund, Rental Properties Fund and Solid Waste Fund, respectively. All are recorded net of any allowance for doubtful accounts.

Credit is extended to utility customers on a partially-secured basis with a cash deposit required at the inception of service. Property tax receivables are secured by a lien on the related real estate. Other receivables are generally unsecured.

Inventories and Prepayments

Inventories are valued at cost using the first in/first out (FIFO) method. Inventories of governmental funds are recorded as expenditures when consumed rather than when purchased.

Governmental fund prepayments are not resources available for expenditure, and are, accordingly, equally offset by reserved fund balance accounts.

Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements.

Capital assets are defined by the City as assets with an initial, individual cost of \$5,000 or more and an estimated useful life. Such assets are recorded at cost or estimated original cost. Donated capital assets are recorded at estimated fair market value at the date of donation.

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

CITY OF CARBONDALE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS - CONTINUED
APRIL 30, 2013

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

D. Summary of Significant Accounting Policies - Continued

Capital Assets - Continued

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest costs are capitalized on capital assets of business-type activities as a component of construction in progress, based on actual interest cost of the project, less interest income earned on temporary investments of project funds. No interest expense or interest income was charged to construction in progress in Fiscal Year 2013.

Property, plant, and equipment of the City, as well as its component unit, are depreciated using the straight-line method over the estimated useful life of each asset.

The estimated useful lives are as follows:

a. Land improvements	5-40 years
b. Buildings	5-40 years
c. Machinery & equipment	5-50 years
d. Water & sewer service lines	40 years
e. Water & wastewater treatment plants	40-65 years
f. Infrastructure	10-50 years

Deferred Charges

Bond discounts and costs relating to the issuance of debt are being amortized in accordance with the bonds outstanding method.

Compensated Absences

Accumulated unpaid vacation and vested sick pay are accrued when incurred in the government-wide, proprietary, and fiduciary fund financial statements. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

Long-Term Obligations

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bond using the effective interest method. Bonds payable are reported net of applicable bond premiums or discount. Bond issuance costs are reported as deferred charges and amortized over the term of the related bond.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

CITY OF CARBONDALE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS - CONTINUED
APRIL 30, 2013

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

D. Summary of Significant Accounting Policies - Continued

Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period and so will not be recognized as an outflow of resources (expense/expenditure) until then. The government has no items that qualify for reporting in this category.

In addition to liabilities, the statement of financial position will sometimes report a separate section from deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that supplies to a future period and so will not be recognized as an inflow (revenue) until that time. The government has only one type of item that qualifies for the reporting in this category. Accordingly, the item, unavailable revenue, is reported only in the governmental funds balance sheet. The governmental funds report unavailable revenue from five sources: property taxes, grants, liquor licenses, insurance, and mowing for overgrown properties. These amounts are deferred and recognized as an inflow of resources in the period that amounts become available.

Fund Equity and Net Position

Beginning with fiscal year 2012, the City implemented GASB Statement 54, "Fund Balance Reporting and Governmental Fund Type Definitions." This Statement provides more clearly defined fund balance categories to make the nature and extent of the constraints placed on a government's fund balance more transparent. The following classifications describe the relative strength for the spending constraints placed on the purposes for which resources can be used:

Nonspendable fund balance - includes fund balance amounts that cannot be spent either because it is not in spendable form (such as inventory) or because of legal or contractual constraints.

Restrict fund balance - amounts constrained to specific purposes by their providers (such as grantors, bondholders, and higher levels of government), through constitutional provisions, or by enabling legislation.

Committed fund balance - amounts constrained to specific purposes by a government itself, using its highest level of decision-making authority; to be reported as committed, amounts cannot be used for any other purpose unless the government takes the same highest level action to remove or change the constraint.

Assigned fund balance - amounts a government intends to use for a specific purposes; intent can be expressed by the governing body or by an official or body to which the governing body delegates the authority.

Unassigned fund balance - amounts that available for any purpose; positive amounts are reported only in the general fund.

The City Council establishes (and modifies or rescinds) fund balance commitments by passage of an ordinance. Assigned fund balance is established by the City Council through adoption or amendment of the budget as intended for specific purpose (such as the purchase of fixed assets, construction, debt service, or for other purposes). Assigned fund balance can also be established by the passage of a resolution, or by the city manager.

CITY OF CARBONDALE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS - CONTINUED
APRIL 30, 2013

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

D. Summary of Significant Accounting Policies - Continued

Fund Equity and Net Position - Continued

The City uses restricted amounts to be spent first when both restricted and unrestricted fund balance is available unless there are legal documents or contracts that prohibit doing this, such as a grant agreement requiring dollar for dollar spending. Additionally, the City would first use committed, then assigned, and lastly unassigned amount of unrestricted fund balance when expenditures are made.

The City does not have a formal stabilization policy or minimum fund balance policy.

The City report three types of net position in its government-wide statement of net position:

Net investment in capital assets - consists of capital asset balances less accumulated depreciation and reduced by outstanding balances of debt used to acquire, construct, or improve those assets.

Restricted net position - net position are considered restricted if their use is constrained to a particular purpose. Restrictions are imposed by external organizations such as creditors, grantors, or laws or regulations of other governments.

Unrestricted net position - consists of all other net position that do not meet the definitions of the above two components and are available for the County's general use.

E. Legal Compliance - Budgetary Control and Budgetary Accounting

The City adopts annual operating budgets for all funds except for the Trust and Agency Funds and the Development and Rehabilitation Loan Private Purpose Trust. The City's procedures for developing its operating budgets are as follows:

- The budgetary process begins in mid-fall with re-estimation of current fiscal year revenues and expenditures.
- In December or January, budget ceilings are calculated by computing the estimated fund balance as of the beginning of the next fiscal year for each fund and adding projected fund revenues for the next fiscal year.
- After calculating the budget ceilings, the amount of available spendable resources is calculated by subtracting debt service and capital improvement expenditures from the budget ceilings.
- Available spendable resources are allocated to departments based upon the coming year's philosophy of budgetary intent.
- Department heads prepare budgets based upon their individual department budget ceilings.
- The City Manager, the Finance Director, and the department head meet to discuss the details of that department's proposed budget.
- After the City Manager has approved the proposed budgets, all department budgets are available for public inspection at the City Clerk's Office, the Finance Office, and the Public Library.

CITY OF CARBONDALE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS - CONTINUED
APRIL 30, 2013

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

E. Legal Compliance - Budgetary Control and Budgetary Accounting - Continued

- In January, the City Council approves a revised five-year capital improvements project plan. The upcoming fiscal year of the plan is then incorporated with the City's annual budget.
- One week prior to the public hearing on the budget, the City Manager submits the proposed budget to the City Council for review.
- At least ten days prior to the enactment of the budget, a public hearing is conducted to obtain citizen comments on the proposed City budget.
- The ordinance enacting the budget is adopted by the City Council prior to May 1.
- Department and division heads may initiate the transfer of funds between line item accounts with approval of the City Manager. Transfer of budget funds from one department/division to another department/division requires City Council approval. Increases or decreases in overall budget revenue or expenditure requires City Council approval. The legal level of budgetary control is the department level.
- Formal budgetary integration is employed as a management control device during the year for the General, Special Revenue, Capital Projects, Debt Service, Enterprise and Internal Service Funds.
- Budgets for the General, Special Revenue, Capital Projects, Debt Service and Enterprise Funds are adopted on a basis consistent with generally accepted accounting principles.
- All appropriated budgets, including those in Capital Projects Funds, lapse at year end.

Use of estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the general purpose financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

CITY OF CARBONDALE, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS - CONTINUED
 APRIL 30, 2013

NOTE 2 - DEPOSITS AND INVESTMENTS

A. Deposits

As of April 30, 2013, a reconciliation of cash and investments (including fiduciary fund assets) as shown on the Statement of Net Position is as follows:

Cash on hand	\$	3,927
Carrying amount of deposits		22,372,823
Carrying amount of investments		<u>31,726,452</u>
Total		<u>\$ 54,103,202</u>
Government-wide financial statement of net position:		
Cash and cash equivalents	\$	18,424,230
Investments		<u>2,692,779</u>
Total		<u>\$ 21,117,009</u>
Statement of fiduciary net position:		
Cash and cash equivalents	\$	3,952,520
Investments		<u>29,033,673</u>
Total		<u>\$ 32,986,193</u>

Custodial credit risk is the risk that in the event of a bank failure, the City's deposits may not be returned to it. The City's investment policies require that deposits with financial institution in excess of FDIC be collateralized with collateral in an amount of 103% of the fair market value of principal and accrued interest. In addition, pledged collateral will be held in safekeeping by an independent third party depository or by the Federal Reserve Bank. At year-end the carrying amount of the City's deposits totaled \$22,372,823 and the bank balances totaled \$23,039,396. Of the bank balances, \$4,273,298 were covered by federal depository insurance, \$3,257,109 were collateralized by U.S. Government securities held by the pledging institution's trust department in the City's name, \$15,508,989 were deposited in the Illinois Funds, a state investment pool, and \$0 were uninsured/uncollateralized. Due to nature of the Illinois Funds, they are included as deposit balances on the balance sheet. The Police Pension Fund and Firemen's Pension Fund do not have a deposit policy for custodial credit risk, although their investment policies recommend that the funds be fully invested in equities, mutual funds or fixed income securities.

Illinois Funds is an investment pool managed by the State of Illinois, Office of the Treasurer, which allows governments within State to pool their funds for investment purposes. Illinois Funds is not registered with the SEC as an investment company, but does comply with the Public Funds Investment Act, 30 ILCS 235. Investments in Illinois Funds are valued at Illinois Fund's share price, the price for which the investment could be sold. The Illinois Funds are rated AAA by Standards & Poor's. At April 30, 2013, the Illinois Funds weighted average maturity of the money market fund was one day. The weighted average maturity is the dollar weighted maturity of all of the holding of the fund. This number represents the theoretical number of days before all of the investments would mature and thus be re-invested.

CITY OF CARBONDALE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS - CONTINUED
APRIL 30, 2013

NOTE 2 - DEPOSITS AND INVESTMENTS - CONTINUED

B. Investments

Operating Funds

Authorized Investments: The City's investment policy allows for deposits/investments in local government investment pools or trust funds organized by either the State of Illinois or by intergovernmental legislation, the State of Illinois Public Treasurer's Investment Pool, the Illinois Municipal League Local Government Investment Trust, Illinois Metropolitan Investment Fund (IMET), Funds managed, operated and administered by a bank, subsidiary of a bank or subsidiary of a bank holding company, U.S. government obligations, U.S. government agency obligations and U.S. government instrumentality obligations which have a liquid market with a readily determinable market value, Certificates of deposit and other evidences of deposit at financial institutions, bankers' acceptances and commercial paper rated in the highest tier by a nationally recognized rating agency, Investment-grade obligations of state and local governments and public authorities, money market mutual funds regulated by the Securities and Exchange Commission and whose portfolio consist only of dollar-denominated securities, interest-bearing demand checking accounts, passbook savings account of banks and savings and loan associations insured by FDIC, insured demand accounts and investment instruments of credit unions whose principal office is located in Illinois.

Interest Rate Risk: In accordance with its investment policy, the City limits its exposure to interest rate risk by structuring the portfolio so that securities mature to meet cash requirements for ongoing operations thereby avoiding the open market prior to maturity and investing operating funds primarily in shorter-term securities, money market funds or similar investment pools. Due to the City's type of investments at April 30, 2013, U.S. Treasuries, interest risk rate is not significant.

As of April 30, 2013, the City and its component unit had the following investments and maturities.

	Fair Value	Investment Maturities (in Years)			
		Less Than 1	1-5	6-10	More Than 10
Certificate of Deposit	\$ 2,569,811	\$ 2,569,811	\$ -	\$ -	\$ -
U.S. Government Securities	121,219	-	121,219	-	-
Mutual Fund Money Market Accounts	1,749	1,749	-	-	-
Total	\$ 2,692,779	\$ 2,571,560	\$ 121,219	\$ -	\$ -

CITY OF CARBONDALE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS - CONTINUED
APRIL 30, 2013

NOTE 2 - DEPOSITS AND INVESTMENTS - CONTINUED

B. Investments - Continued

Operating Funds - Continued

Credit Risk: Credit risk is the risk that the issuer of a debt security will not pay its par value upon maturity. The City's investment policy limits its exposure to credit risk primarily by limiting investments to the safest type of securities, pre-qualify the financial institutions, brokers/dealers, intermediaries and advisors with which the City does business. In order to reduce the risk of default, the City's investment policy states the portfolio of the City shall not exceed the following diversification limits:

- No more than thirty percent of the City's investment portfolio will be invested in a single security type or with a single financial institution. Monies deposited at a financial institution shall not exceed sixty-five percent of the capital stock and surplus of the institution.
- Brokered certificates of deposit shall not exceed fifteen percent of the City's investment portfolio.
- Exceptions to the diversification limits include U.S. Treasury securities and authorized insured investment pools.

Concentration of Credit Risk: To limit the exposure to concentration credit risk, the City's investment policy diversifies their investment portfolio so that potential losses on individual securities will be minimized.

Custodial Credit Risk: The City limits its exposure to custodial credit risk by utilizing a third party custodian for all investments. For an investment, custodial 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 possession of an outside party.

Both the Police and Firemen's Pension Funds invests in various investment securities. Investment securities are exposed to various risks such as interest rate, market, and credit risks. Due to the level of risk associated with certain investment securities, it is at least reasonably possible that changes in the values of investment securities will occur in the next term and that such changes could materially affect participants' account balances and the amounts reported in the statement of plan net position.

Police Pension Fund

State statutes as well as the investment policy of the Police Pension Fund provide that the Fund may allocate up to 45% of the assets of the fund to equity investments. The police pension fund engages SmithBarney Citigroup as its investment advisor that also acts as its investment custodian. As the City's advisor, they make recommendations to hire or replace individual investment managers.

Interest Rate Risk: The Police Pension Fund requires full compliance with statutes of the State of Illinois and applicable rules and regulations governing the investment of Police Pension funds. Minimizing risk of large losses caused by highly volatile changes in interest rates are managed by the use of proper diversification of maturities. Weighted average maturities are planned within acceptable parameters. Cash flow is managed to provide adequate cash flow anticipated for monthly disbursements from the Fund using money market funds or short-term investments. "Cash Flow" for this purpose includes money market funds, short-term notes or certificates of deposit and anticipated income from current investment and contributions.

CITY OF CARBONDALE, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS - CONTINUED
 APRIL 30, 2013

NOTE 2 - DEPOSITS AND INVESTMENTS - CONTINUED

B. Investments - Continued

Police Pension Fund - Continued

Interest Rate Risk: - Continued

As of April 30, 2013, the Police Pension Fund had the following investments and maturities.

	Fair Value	Investment Maturities (in Years)			
		Less Than 1	1-5	6-10	More Than 10
U.S. Government Securities	\$ 3,474,384	\$ 928,007	\$1,511,475	\$ 569,421	\$ 465,481
U.S. Government Agencies and Corporations	1,529,252	200,964	843,716	22,516	462,056
Corporate Bonds	4,197,172	51,802	1,705,849	2,033,895	405,626
Municipal Bonds	129,477	-	-	-	129,477
Equities	2,924,669	2,924,669	-	-	-
Mutual Funds	4,096,044	4,096,044	-	-	-
Total	\$ 16,350,998	\$ 8,201,486	\$4,061,040	\$ 2,625,832	\$ 1,462,640

Credit Risk: The Police Pension Fund limits its exposure to credit risk, the risk that the issuer of debt security will not pay its par value upon maturity, by primarily investing in securities issued by the United States Government and/or its agencies that are implicitly guaranteed by the United States Government. In order to reduce the risk of default, the Police Pension investment policy states the portfolio shall not exceed the following diversification limits:

- Interest bearing obligations that are fully guaranteed or insured as to payment of principal and interest by the United States of America.
- Interest bearing bonds, notes, debentures, or other similar obligations of agencies of the United States of America.
- Certificates of Deposit issued by State or Federally Chartered Savings and Loans or Banks that are fully insured by the Federal Deposit Insurance Corporation.
- Separate accounts of a life insurance company, authorized to do business in Illinois, comprised of investments in common or preferred stocks, bonds, money market instruments, real estate, or first or second mortgage loans on real estate. The Pension Fund may invest up to ten percent of its assets in these contracts.
- Common and preferred stock authorized for investment of trust funds in Illinois.
- A properly registered mutual fund that:
 - Has been in operation for at least 5 years
 - Has total assets of \$250 million or more
 - The mutual fund is comprised of a diversified portfolio of common or preferred stocks, bonds, or money market instruments.

CITY OF CARBONDALE, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS - CONTINUED
 APRIL 30, 2013

NOTE 2 - DEPOSITS AND INVESTMENTS - CONTINUED

B. Investments - Continued

Police Pension Fund - Continued

Concentration of Credit Risk: Concentration of credit risk is the risk of loss attributed to the magnitude of a government's investment in a single issuer. United States of America government and United States of America governmental agency securities are exempt from this policy requirement. The Fund's investment policy defines the strategy in which the Pension Board follows for the equity investments. The recommended allocations between different types of investments are as follows:

<u>Investment Style</u>	<u>Minimum Allocation</u>	<u>Maximum Allocation</u>	<u>Preferred Allocation</u>
Large Value	12.3%	22.7%	17.5%
Large Growth	10.6%	24.4%	17.5%
International Mutual Fund	3.4%	6.6%	5.0%
Core Mutual Fund	3.4%	6.6%	5.0%
Government Bonds	50.0%	60.0%	55.0%

<u>Investment Type</u>	<u>Moody's Investors Services</u>	<u>Standard & Poor's</u>
Police Pension Fund:		
U.S. Government Agencies and Corporations:		
Federal Home Loan Mortgage Corporation	Aaa	AAA
Federal National Mortgage Association	Aaa	AAA
Corporate Bonds	Aaa	AAA

Custodial Credit Risk: The Police Pension Fund Board will approve custodians specifically. Approved custodians shall be subject to regulatory oversight. The fund utilizes the advisor as the third party custodian for investments. For an investment, custodial risk is the risk that, in the event of the failure of the counterparty, the Police Pension Board will not be able to recover the value of its investments that are in the possession of an outside party.

Firemen's Pension Fund

The Firemen's' Pension Fund investment policy requires the investment strategy to be in full compliance with statutes of the State of Illinois and applicable rule and regulations governing the investment of firefighter pension funds. The Firemen's Pension fund engages JP Morgan as their investment advisor, which also acts as their investment custodian under the Treasury and Security Division.

To achieve minimization of risk to the fund and to achieve the investment objectives for the fund, the Firemen's' Pension Board follows the established guidelines as follows.

1. Equity category - 20% to 40% of the Fund's total market value
2. Fixed Income Category - 60% to 80% of the Fund's total market value
3. Cash and equivalents - 0% to 20% of the Fund's total market value

CITY OF CARBONDALE, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS - CONTINUED
 APRIL 30, 2013

NOTE 2 - DEPOSITS AND INVESTMENTS - CONTINUED

B. Investments - Continued

Firemen's Pension Fund - Continued

Interest Rate Risk: The Firemen's Pension Fund investment policy requires full compliance with statutes of the State of Illinois and applicable rules and regulations governing the investment of firefighter pension funds. Minimizing risk of large losses caused by highly volatile changes in interest rates through the use of proper diversification of maturities. Maintenance of cash flow adequate to meet anticipated monthly disbursements using money market or other short-term investments. "Cash flow" for this purpose includes money market accounts, short-term investments and anticipated income from current investments.

As of April 30, 2013, the Firemen's Pension Fund had the following investments and maturities.

	Fair Value	Investment Maturities (in Years)			
		Less Than 1	1-5	6-10	More Than 10
U.S. Government Securities	\$ 1,704,606	\$ 274,152	\$ 894,148	\$ 536,306	\$ -
U.S. Government Agencies and Corporations	1,818,377	54,342	717,373	342,693	703,969
Corporate Bonds	2,735,698	467,772	1,316,689	851,691	99,546
Municipal Bonds	34,179	-	34,179	-	-
Mutual Funds	6,389,815	6,389,815	-	-	-
Total	\$ 12,682,675	\$ 7,186,081	\$ 2,962,389	\$ 1,730,690	\$ 803,515

Credit Risk: The Firemen's Pension Fund limits its exposure to credit risk, the risk that the issuer of debt security will not pay its par value upon maturity, by primarily investing in securities issued by the United States Government and/or its agencies that are implicitly guaranteed by the United States Government. In order to reduce the risk of default, the Police Pension investment policy states the portfolio shall not exceed the following diversification limits:

Equities

- Equity holdings must represent companies with reasonable market capitalization and liquidity, meeting the requirements of 40 ILCS 5/1-113.4 and other applicable law.
- The Fund shall not invest in private equity, letter stock, uncovered options; and will not engage in short sales or margin transactions. Furthermore, it is expected that no fund assets will be invested in securities with speculative characteristics.
- Fund assets shall not be invested in stocks of companies that have been established for less than five years. Furthermore, the market value of stock in any one corporation will not exceed 5% of the Pension Fund nor should it exceed 5% of the total outstanding stock of the corporation.

CITY OF CARBONDALE, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS - CONTINUED
 APRIL 30, 2013

NOTE 2 - DEPOSITS AND INVESTMENTS - CONTINUED

B. Investments - Continued

Firemen's Pension Fund - Continued

Credit Risk - Continued

Fixed-Income Securities

- Average portfolio characteristics should be managed with the intent to keep total portfolio risk similar to a custom benchmark comprised of Lehman Brothers Intermediate Government Bond Index.
- Investments in securities of a single issuer (with exception of the U.S. Government and its Agencies) must not exceed 5% of the fund's fixed income market value.
- Mortgaged-backed bonds are limited to pass through securities. Securities that have a substantial portion of their market value determined by an imbedded pre-payment option may not be purchased.
- Foreign sovereign bonds may not be purchased.
- Investments in private placements and leveraged financial futures are also prohibited.

Cash Equivalents

- All cash assets not managed by an investment manager, or held pending their investment reinvestment, or use to pay benefits and expenses shall be placed in an interest bearing account.
- All funds held in a bank or savings and loan over the federal insurance limit shall be collateralized.

The State Statutes limits the Firemen's Pension Fund's investment in conventional mortgage pass-through securities to those having not less than an "A" rating from at least one national rating service.

<u>Investment Type</u>	<u>Moody's Investors Services</u>	<u>Standard & Poor's</u>
Firemen's Pension Fund:		
U.S. Government Obligations		
Federal Home Loan Mortgage Corporation	Aaa	AAA
Federal Home Loan Bank	Aaa	AAA
Federal National Mortgage Association	Aaa	AAA
Government National Mortgage Association	Aaa	AAA

CITY OF CARBONDALE, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS - CONTINUED
 APRIL 30, 2013

NOTE 2 - DEPOSITS AND INVESTMENTS - CONTINUED

B. Investments - Continued

Firemen's Pension Fund - Continued

Concentration of Credit Risk: Concentration of credit risk is the risk of loss attributed to the magnitude of a government's investment in a single issuer. United States of America government and United States of America governmental agency securities are exempt from this policy requirement. To achieve minimization of risk to the fund and to achieve the investment objectives for the fund, the Firemen's Pension Board recommends the following guidelines:

<u>Investment Style</u>	<u>Minimum Allocation</u>	<u>Maximum Allocation</u>
Large Cap Stocks	5%	20%
Small Cap Stocks	5%	15%
Mid Cap Stocks	5%	15%
Real Estate Inv. Trust	0%	11%
International Stocks	0%	15%
Fixed Income	55%	80%

The Firemen's Pension Fund investment policy assets classes are designed to provide the highest probability of meeting or exceeding the Fund's investment objectives. The Board, with assistance of its investment manager, will endeavor to adjust the Fund's asset allocation so that the cost basis of each asset will remain within the limits prescribed by Illinois statutes and regulations.

Custodial Credit Risk: The Firemen's Pension Fund Board will approve an investment advisor specifically. For an investment, custodial risk is the risk that, in the event of the failure of the counterparty, the Firemen's Pension Board will not be able to recover the value of its investments that are in the possession of an outside party.

NOTE 3 - FAIR VALUE MEASUREMENT

The Fair Value Measurements Topic of the FASB Accounting Standards Codification (FASB ASC 820) addresses fair value measurement standards in financial statements prepared according to Generally Accepted Accounting Principles. FASB ASC 820 establishes a principles-based framework for measuring fair value of both assets and liabilities and clarifies the definition of fair value. The definition of fair value is clarified by FASB ASC 820 to be the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurements date. FASB ASC 820 established a three-level hierarchy for fair value measurements based upon the inputs to the valuation of an assets or liability.

CITY OF CARBONDALE, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS - CONTINUED
 APRIL 30, 2013

NOTE 3 - FAIR VALUE MEASUREMENT - CONTINUED

Level 1 - Valuation is based on quoted prices in active markets for identical assets and liabilities.

Level 2 - Valuation is determined from quoted prices for similar assets or liabilities in active markets, quoted prices for identical or similar instruments in markets that are not active or by model-based techniques which significant inputs are observable in the market.

Level 3 - Valuation is derived from model-based techniques in which at least one significant input is unobservable and based on the City's own estimates about the assumptions that market participants would use to value the asset or liability.

When available, the City attempts to use quoted market prices in active markets to determine fair value and classified such items as Level 1. If quoted market prices in active markets are not available, fair value is often determined using model-based techniques incorporating various assumptions including interest rates, prepayment speeds and credit losses. Assets and liabilities valued using model-based techniques are classified as either Level 2 or Level 3, depending on the lowest level classification of an input that is considered significant to the overall valuation. The following is a description of the valuation methodologies used for the City's assets and liabilities that are measured at estimated fair value.

Investments in mutual funds and equity securities are actively traded and therefore have been classified at Level 1 valuations.

A summary of the City and its component unit's assets at April 30, 2013 measured at estimated fair value on a recurring basis were as follows:

	Fair Value Measurements at <u>April 30, 2013</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>
Certificate of Deposit	\$ 2,569,811	\$ -	\$ 2,569,811	\$ -
U.S. Government Securities	121,219	121,219	-	-
Mutual Fund Money				
Market Accounts	<u>1,749</u>	<u>1,749</u>	<u>-</u>	<u>-</u>
Total Assets	<u>\$ 2,692,779</u>	<u>\$ 122,968</u>	<u>\$ 2,569,811</u>	<u>\$ -</u>

CITY OF CARBONDALE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS - CONTINUED
APRIL 30, 2013

NOTE 3 - FAIR VALUE MEASUREMENT - CONTINUED

A summary of the City's fiduciary fund's assets at April 30, 2013 measured at estimated fair value on a recurring basis were as follows:

	Fair Value			
	Measurements at April 30, 2013	Level 1	Level 2	Level 3
Corporate Bonds	\$ 6,932,870	\$ 6,932,870	\$ -	\$ -
Municipal Bonds	163,656	163,656	-	-
U.S. Government Securities	5,178,991	5,178,991	-	-
U.S. Government Agencies and Corporations	3,347,628	3,347,628	-	-
Equities	2,924,669	2,924,669	-	-
Mutual Funds	<u>10,485,859</u>	<u>10,485,859</u>	-	-
 Total Assets	 <u>\$ 29,033,673</u>	 <u>\$ 29,033,673</u>	 <u>\$ -</u>	 <u>\$ -</u>

The City's other financial instruments are as follows:

Cash	Accounts payable and accrued expenses
Investments	Long term debt

The carrying amount reported in the statement of net position for the financial instruments approximates fair value.

NOTE 4 - PROPERTY TAXES

The City's property tax is levied as of January 1 each year on the assessed value listed as of the prior January 1 for all real property in the City. The County Clerk's Office determines necessary tax rates and extends the taxes based upon the equalized assessed values. Assessed values are established by the County Assessment Board at 33 1/3% of assumed market value.

Property taxes are due in two installments, the first installment is normally due in September and the second installment is due in October. Interest, at a maximum of 1 1/2% per month attaches to delinquent taxes. There is not a specific lien date, however, any property with taxes still delinquent are subject to the property tax sale which is normally held on November 30.

Property taxes are recognized as revenue when they become available to finance expenditures. This occurs when the taxes have been collected. Accordingly, assessed but uncollected taxes are reported in the City's financial statements as receivables fully offset by deferred revenue accounts.

The 2011 assessed valuation for property taxes collected in Fiscal Year 2013 in the City of Carbondale was \$302,527,033 and in the Tax Increment Fund was \$1,122,245. The tax levy for 2011 which represents the property taxes collected in Fiscal Year 2013 was 0.56412 per \$100 assessed valuation. The general purpose corporate tax levy for the City was 0.26799 and 0.29613 represented the Public Library.

CITY OF CARBONDALE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS - CONTINUED
APRIL 30, 2013

NOTE 5 - RESTRICTED ASSETS

Certain resources are classified as restricted assets on the Statement of Net Position and governmental funds balance sheet because their use is limited to a specific purpose. A summary of restricted assets at April 30, 2013 is as follows:

<u>Restricted Assets</u>	<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Component Unit</u>	<u>Total</u>
Police Seized and Forfeiture Account:				
Cash	\$ 118,579	\$ -	\$ -	\$ 118,579
Gifts, Contributions, and Other:				
Cash	90,612	-	-	90,612
Public Safety Grant Programs:				
Cash	112,274	-	-	112,274
Local Improvement:				
Investments	2,569,811	-	-	2,569,811
Consumer Deposits Account:				
Cash	-	100,000	-	100,000
Investments	-	454,034	-	454,034
Public Library:				
Cash	<u>-</u>	<u>-</u>	<u>139,263</u>	<u>139,263</u>
	<u>\$ 2,891,276</u>	<u>\$ 554,034</u>	<u>\$ 139,263</u>	<u>\$ 3,584,573</u>

NOTE 6 - CAPITAL ASSETS

Capital asset activity for the year ended April 30, 2013 was as follows:

Primary Government

	<u>Balance April 30, 2012</u>	<u>Additions</u>	<u>Deductions and Transfers</u>	<u>Balance April 30, 2013</u>
Governmental activities:				
Capital assets, not being depreciated:				
Land	\$ 4,527,475	\$ 1,894	\$ -	\$ 4,529,369
Construction in progress	<u>125,623</u>	<u>649,060</u>	<u>(91,146)</u>	<u>683,537</u>
Total capital assets, not being depreciated	<u>4,653,098</u>	<u>650,954</u>	<u>(91,146)</u>	<u>5,212,906</u>
Capital assets, being depreciated:				
Buildings	17,305,924	-	-	17,305,924
Improvements other than buildings	3,174,367	-	-	3,174,367
Infrastructure	54,687,765	91,001	-	54,778,766
Equipment	<u>6,331,392</u>	<u>305,571</u>	<u>(53,878)</u>	<u>6,583,085</u>
	81,499,448	396,572	(53,878)	81,842,142
Less accumulated depreciation for:				
Buildings	(4,895,862)	(502,364)	-	(5,398,226)
Improvements other than buildings	(1,058,714)	(122,590)	-	(1,181,304)
Infrastructure	(25,839,664)	(1,111,149)	-	(26,950,813)
Equipment	<u>(5,127,627)</u>	<u>(268,553)</u>	<u>49,439</u>	<u>(5,346,741)</u>
Total accumulated depreciation	<u>(36,921,867)</u>	<u>(2,004,656)</u>	<u>49,439</u>	<u>(38,877,084)</u>

CITY OF CARBONDALE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS - CONTINUED
APRIL 30, 2013

NOTE 6 - CAPITAL ASSETS - CONTINUED

Total capital assets, being depreciated, net	<u>44,577,581</u>	<u>(1,608,084)</u>	<u>(4,439)</u>	<u>42,965,058</u>
Governmental activities capital assets, net	<u>\$49,230,679</u>	<u>\$ (957,130)</u>	<u>\$ (95,585)</u>	<u>\$48,177,964</u>
Business-Type Activities:				
Capital assets, not being depreciated:				
Land	\$ 5,719,385	\$ -	\$ -	\$ 5,719,385
Construction in progress	<u>248,932</u>	<u>2,270,291</u>	<u>(435,657)</u>	<u>2,083,566</u>
Total capital assets, not being depreciated	<u>5,968,317</u>	<u>2,270,291</u>	<u>(435,657)</u>	<u>7,802,951</u>
Capital assets, being depreciated:				
Buildings	36,213,033	93,825	-	36,306,858
Improvements	10,643,796	-	-	10,643,796
Vehicles and equipment	5,966,100	247,396	(98,690)	6,114,806
Service lines	<u>36,888,030</u>	<u>435,657</u>	<u>-</u>	<u>37,323,687</u>
Total capital assets being depreciated	89,710,959	776,878	(98,690)	90,389,147
Less accumulated depreciation for:				
Buildings	(15,351,852)	(851,767)	-	(16,203,619)
Improvements	(5,233,189)	(260,443)	-	(5,493,632)
Vehicles and equipment	(3,895,464)	(247,296)	98,690	(4,044,070)
Service lines	<u>(20,322,320)</u>	<u>(778,067)</u>	<u>-</u>	<u>(21,100,387)</u>
Total accumulated depreciation	<u>(44,802,825)</u>	<u>(2,137,573)</u>	<u>98,690</u>	<u>(46,841,708)</u>
Total capital assets, Being depreciated, net	<u>44,908,134</u>	<u>(1,360,695)</u>	<u>-</u>	<u>43,547,439</u>
Business-type activities Capital assets, net	<u>\$50,876,451</u>	<u>\$ 909,596</u>	<u>\$ (435,657)</u>	<u>\$51,350,390</u>

Depreciation expense was charged to functions/programs of the primary government as follows:

Governmental activities:	
General government	\$ 8,835
Public Safety	409,138
Community development	7,273
Public works	<u>1,579,410</u>
Total depreciation expense - governmental activities	<u>\$ 2,004,656</u>
Business-type activities:	
Waterworks and Sewerage	\$ 1,984,535
Solid Waste	32,494
Other programs	<u>120,544</u>
Total depreciation expense - business-type activities	<u>\$ 2,137,573</u>

CITY OF CARBONDALE, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS - CONTINUED
 APRIL 30, 2013

NOTE 6 - CAPITAL ASSETS - CONTINUED

Construction in progress of the governmental activities capital assets consists of amounts expended for the following major projects at April 30, 2013:

<u>Project</u>	<u>CIP Balance</u>	<u>Estimated to Complete</u>	<u>Funding Source</u>
Fire Station Relocation	\$ 542,676	\$ 3,206,056	General obligation bonds and local funding
Sidewalk Improvements	\$ -	\$ 679,391	Local funding
Open Space Development	\$ 83,760	\$ 746,222	Local funding and federal grant

In addition, construction in progress includes amounts expended for various infrastructure replacement and improvement projects with an estimated cost of \$1,122,940. Funding for these projects will be provided from the City's operations and state aid (motor fuel tax).

Construction in progress of the business-type activities consists of amounts expended for the following major projects at April 30, 2013:

<u>Project</u>	<u>CIP Balance</u>	<u>Estimated Total Cost of Project</u>	<u>Funding Source</u>
Sanitary Sewer Rehabilitation Program	\$ -	\$ 1,707,071	Local funding
Sanitary Sewer Inflow Infiltration Study	\$ 153,364	\$ 841,182	Local funding
Water Storage Facility (Phase II)	\$ 1,764,482	\$ 2,073,775	IEPA loan and state grant
Mill Street Water Main	\$ -	\$ 951,280	Local funding
Feeder Water Main Replacements	\$ 1,271	\$ 1,750,560	Local funding
Crab Orchard Water District Improvements	\$ 65,959	\$ 3,165,853	Local funding
Cedar Lake Pump Station Renovations	\$ 5,421	\$ 951,932	Local and state funding

In addition, construction in progress includes amounts expended for various water and sewer replacement and improvement projects and various municipal parking lot expansion and reconstruction projects with an estimated cost of \$2,750,405. Funding for these projects will be provided from operations of the Enterprise Funds.

CITY OF CARBONDALE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS - CONTINUED
APRIL 30, 2013

NOTE 6 - CAPITAL ASSETS - CONTINUED

Capital asset activity of the component unit for the year ended April 30, 2013 follows:

	Balance April 30, <u>2012</u>	<u>Additions</u>	Deductions And <u>Transfers</u>	Balance April 30, <u>2013</u>
Capital assets, not being depreciated:				
Land	\$ 150,000	\$ -	\$ -	\$ 150,000
Construction in progress	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total capital assets, not being depreciated	150,000	-	-	150,000
Capital assets, being depreciated:				
Buildings	1,939,556	-	-	1,939,556
Improvements other than buildings	6,233	-	-	6,233
Equipment	-	-	-	-
Books and materials	<u>265,104</u>	<u>-</u>	<u>-</u>	<u>265,104</u>
Total capital assets being depreciated	2,210,893	-	-	2,210,893
Less accumulated depreciation for:				
Buildings	(1,355,340)	(50,753)	-	(1,406,093)
Improvements other than buildings	(6,233)	-	-	(6,233)
Equipment	-	-	-	-
Books and materials	<u>(212,083)</u>	<u>(26,510)</u>	<u>-</u>	<u>(238,593)</u>
Total accumulated depreciation	<u>(1,573,656)</u>	<u>(77,263)</u>	<u>-</u>	<u>(1,650,919)</u>
Total capital assets, being depreciated, net	<u>637,237</u>	<u>(77,263)</u>	<u>-</u>	<u>559,974</u>
Component unit, capital assets, net	<u>\$ 787,237</u>	<u>\$ (77,263)</u>	<u>\$ -</u>	<u>\$ 709,974</u>

NOTE 7 - LONG-TERM DEBT

General Obligation Bonds

Proceeds from general obligation bonds have been used for both governmental and business-type activities. Bonds expected to be paid from business-type revenues are reported as business-type activities. The general obligation bonds dated October 8, 2003, July 13, 2010 and February 22, 2011 were used to provide funds for the acquisition and construction of capital assets. The general obligation bonds dated October 10, 2011 were issued to provide funds to refund the bond used for capital assets and for the construction of capital assets, however; at April 30, 2013 not all funds have been spent.

CITY OF CARBONDALE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS - CONTINUED
APRIL 30, 2013

NOTE 7 - LONG-TERM DEBT - CONTINUED

General Obligation Bonds - Continued

General obligation bonds payable at April 30, 2013 are comprised of the following:

Governmental Activities:

\$6,625,000 general obligation bonds dated October 10, 2011 due annually from December 1, 2012 through December 1, 2024, in installments ranging from \$275,000 to \$855,000 with interest at 2% to 4%.	\$ 6,350,000
\$4,000,000 series A general obligation bonds dated July 13, 2010 due annually from December 1, 2022 through December 1, 2029 in installments ranging from \$450,000 to \$560,000. Interest is payable each June 1 and December 1 beginning December 1, 2011. The bonds bear interest rates of 2.29% to 3.43% per annum.	4,000,000
\$3,991,000 series B general obligation bonds dated July 13, 2010 due annually from December 1, 2012 through December 1, 2021 installments ranging from \$361,000 to \$450,000. Interest is payable each June 1 and December 1, beginning December 1, 2011. The bonds bear interest rates of 2.29% to 3.43% per annum.	3,630,000
\$5,690,000 general obligation bonds dated June 13, 2006 due annually from December 1, 2008 through December 1, 2017 in installments ranging from \$455,000 to \$725,000 with interest at 4.25% to 6.3% per annum.	3,220,000
\$4,255,000 general obligation bonds dated October 8, 2003 due annually from December 1, 2004 through December 1, 2018 in installments ranging from \$130,000 to \$375,000 with interest at 2.00% to 4.20% per annum.	2,020,000

Business-Type Activities:

\$1,100,000 general obligation bonds dated February 22, 2011 due annually from August 15, 2011 through February 15, 2026 in installments of \$73,333 with an initial interest rate of 3.9% per annum to be adjusted every 3 years.	<u>953,332</u>
	<u>\$20,173,332</u>

\$6,625,000 in general obligation bonds issued on October 15, 2011 were used to refund \$3,825,000 of the City's general obligation bonds dated July 22, 2004, and for use in the construction of a new fire station.

\$1,100,000 in general obligation bonds issued on February 22, 2011 were used for improvements to the North West Waste Water Treatment Plant.

CITY OF CARBONDALE, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS - CONTINUED
 APRIL 30, 2013

NOTE 7 - LONG-TERM DEBT - CONTINUED

General Obligation Bonds - Continued

\$4,000,000 in series A and \$3,991,000 in series B general obligation bonds issued on July 13, 2010 were used for construction of the new public safety center.

\$5,690,000 in general obligation bonds issued on June 13, 2006 were used for resurfacing and improving city roads.

\$6,185,000 in general obligation bonds issued on July 22, 2004 were used to advance refund \$5,380,000 of the City's general obligation bonds dated June 15, 1995.

As a result of the 2004 refunding the City reduced its total debt service requirements by approximately \$123,000, which resulted in an economic gain (difference between the debt service payments and the old and new debt) of approximately \$187,000.

\$4,255,000 in general obligation bonds issued on October 8, 2003 were used to advance refund \$4,010,000 of the City's general obligation bonds dated December 15, 1993.

As a result of the 2003 refunding the City reduced its total debt service requirements by approximately \$390,000, which resulted in an economic gain (difference between the debt service payments and the old and new debt) of approximately \$377,000.

\$5,115,000 in general obligation bonds issued on December 15, 1993 were used to refund \$5,000,000 of outstanding tax allocation revenue bonds.

The City of Carbondale is a "Home Rule" unit as established by the 1970 Illinois Constitution. As a Home Rule Community, no statutory debt limit exists.

The annual requirements to amortize all bonds outstanding as of April 30, 2013 are as follows:

Year Ending April 30,	Principal	Interest
2014	\$ 1,608,333	\$ 939,750
2015	1,663,333	875,435
2016	1,723,333	806,280
2017	1,803,333	729,440
2018	1,878,333	646,465
2019-2023	6,256,665	2,290,575
2024-2028	4,140,002	933,685
2029-2031	<u>1,100,000</u>	<u>107,900</u>
	<u>\$ 20,173,332</u>	<u>\$ 7,329,530</u>

Interest above does not include rebates from federal government of interest paid relating to Build America and Recovery Zone Bonds which will be approximately \$2,026,000 for the remaining duration of the bonds.

CITY OF CARBONDALE, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS - CONTINUED
 APRIL 30, 2013

NOTE 7 - LONG-TERM DEBT - CONTINUED

Governmental Activity Long-Term Debt Notes Payable

The City has financed certain capital expenditures through bank borrowings and other loan agreements at April 30, 2013 as follows:

Term bank loans, due in monthly and semiannual installments
 for an annual amount of \$181,096; term of the loans varies
 through October 2022; interest rates range from 3.92% to 5.1% \$ 847,999

All the governmental activity notes payable were used in the acquisition and construction of capital assets with the exception of one note.

The annual requirements to amortize all governmental activity long-term debt notes payable as of April 30, 2013 are as follows:

<u>Year Ending April 30,</u>	<u>Principal</u>	<u>Interest</u>
2014	\$ 147,336	\$ 33,760
2015	148,791	27,149
2016	129,140	21,101
2017	99,039	15,924
2018	84,797	11,992
2019-2023	<u>238,896</u>	<u>24,053</u>
	<u>\$ 847,999</u>	<u>\$ 133,979</u>

Business-Type Activity Note Payable

The business-type activity notes payable at April 30, 2013, are described as follows:

Term bank loans, \$310,537 due annually, payable in monthly installments; term of the loans varies through February 2021; interest rates range from 2.57% to 4.90%. \$ 1,721,900

State of Illinois Environmental Protection Agency, for the construction of a sanitary station on Charles Road (CIP WS 9603) due in semi-annual installments of \$9,704 beginning in November, 1999 through May, 2018 including interest at 2.865%. 84,741

State of Illinois Environmental Protection Agency, for the upgrade of the Carbondale Southeast Wastewater Treatment Plant (CIP WW 9902) due in semi-annual installments of \$354,717 beginning January, 2006 through January, 2025 including interest at 2.5%. The initial amount of the loan was \$10,949,000. 7,315,773

\$ 9,122,414

CITY OF CARBONDALE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS - CONTINUED
APRIL 30, 2013

NOTE 7 - LONG-TERM DEBT - CONTINUED

Business-Type Activity Note Payable - Continued

All the Business-Type notes payable were used in the acquisition and construction of capital assets.

The annual requirements to amortize all business-type activity notes payable at April 30, 2013, including interest payable of \$1,549,216 are as follows:

Year Ending April 30,	Principal	Interest
2014	\$ 790,847	\$ 248,532
2015	811,358	225,021
2016	818,624	200,111
2017	736,064	176,626
2018	729,529	156,643
2019-2023	3,504,337	497,462
2024-2028	1,666,422	88,340
2029-2033	<u>65,234</u>	<u>1,481</u>
	<u>\$ 9,122,415</u>	<u>\$ 1,594,216</u>

Long-term liability activity for the year ended April 30, 2013, was as follows:

	Balance April 30, <u>2012</u>	Additions	Reductions	Balance April 30, <u>2013</u>	Due Within <u>One Year</u>
Governmental activities:					
General obligation					
bonds	\$ 20,686,000	\$ -	\$ (1,466,000)	\$ 19,220,000	\$1,535,000
Bond premium	661,895	-	(81,861)	580,034	-
Notes payable	988,825	-	(140,826)	847,999	147,336
Compensate absences	1,674,343	1,120,711	(1,024,354)	1,770,700	208,708
Net OPEB obligation	218,691	112,062	-	330,753	-
Net pension obligation	<u>2,620,498</u>	<u>744,801</u>	<u>-</u>	<u>3,365,299</u>	<u>-</u>
Government activity					
Long-term liabilities	<u>\$ 26,850,252</u>	<u>\$ 1,977,574</u>	<u>\$ (2,713,041)</u>	<u>\$ 26,114,785</u>	<u>\$1,891,044</u>

Compensated absences and the pension obligation for governmental activities are liquidated by the general fund.

Business-type activities:

General obligation					
bonds	\$ 1,026,667	\$ -	\$ (73,335)	\$ 953,332	\$ 73,333
Notes payable	9,720,031	147,762	(745,379)	9,122,414	790,847
Compensated absences	<u>273,704</u>	<u>253,932</u>	<u>(240,255)</u>	<u>287,381</u>	<u>253,248</u>
Business-type activity					
Long-term liabilities	<u>\$ 11,020,402</u>	<u>\$ 401,694</u>	<u>\$ (1,058,969)</u>	<u>\$ 10,363,127</u>	<u>\$1,117,428</u>

CITY OF CARBONDALE, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS - CONTINUED
 APRIL 30, 2013

NOTE 8 - RETIREMENT PLANS

The employees of the City of Carbondale are covered by one of the following defined benefit pension plans: the Illinois Municipal Retirement Fund (IMRF), the Police Pension Plan, or the Firemen's Pension Plan. The Police Pension and Firemen's Pension Plans are single-employer plans and are accounted for as pension trust funds in the City's financial statements. The Illinois Municipal Retirement Fund is a multiple-employer agent PERS (Public Employee Retirement System). The Illinois Municipal Retirement Fund is not included in the balances shown in the financial statements, except for the contributions made during the year and charged to operating expenditures or expenses. City contributions to these pension plans are funded with property taxes, replacement taxes and general operating revenues.

Illinois Municipal Retirement Fund:

Plan Description. Substantially all City employees are covered under this plan, with the exception of most police and fire department personnel who are covered by other plans. The City's defined benefit pension plan for Regular employees provides retirement and disability benefits, post retirement increases, and death benefits to plan members and beneficiaries. The employer 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.

Funding Policy. As set by statute, Regular plan members are required to contribute 4.50 percent of their annual covered salary and Sheriff's Law Enforcement Personnel (SLEP) plan members are required to contribute 7.50 percent of their annual covered salary. The statute requires employers 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 2012 used by the employer was 12.33 percent of annual covered payroll for Regular employees and 0.00 percent of annual covered payroll for SLEP employees. The employer annual required contribution rate for calendar year 2012 was 14.43 percent for Regular employees and 12.96 percent for SLEP employees. The City 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. Employer annual pension costs (APC), actual contributions and the net pension obligation (assets) (NPO) are as follows. The NPO (asset) is the cumulative difference between the APC and the contributions actually made.

Three - Year Trend Information for the Regular Plan

Fiscal Year Ending	Annual Pension Cost (APC)	Actual Contribution	Percentage of APC Contributed	Net Pension Obligation
2013	\$ 1,100,498	\$ 949,421	86.3%	\$ 792,977
2012	\$ 1,009,486	\$ 840,445	83.3%	\$ 641,900
2011	\$ 991,331	\$ 769,204	77.6%	\$ 472,859

CITY OF CARBONDALE, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS - CONTINUED
 APRIL 30, 2013

NOTE 8 - RETIREMENT PLANS - CONTINUED

Illinois Municipal Retirement Fund - Continued:

Three - Year Trend Information for the Sheriff's Law Enforcement Personnel Plan

Fiscal Year Ending	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
2013	\$ -	100%	\$ -
2012	\$ -	100%	\$ -
2011	\$ -	100%	\$ -

The net pension obligation (asset) has been calculated as follows for the year ended April 30, 2013:

	<u>IMRF</u>
Annual required contribution	\$ 1,086,768
Interest on net pension obligation	48,143
Adjustment to annual required contributions	<u>(34,413)</u>
Annual pension cost	1,100,498
Contributions made	<u>(949,421)</u>
Increase (Decrease) in net pension obligation	151,077
Net pension obligation (asset), beginning of year	<u>641,900</u>
Net pension obligation, end of year	<u>\$ 792,977</u>

The annual pension costs (APC) and the net pension obligation (asset) (NPO) as of April 30, 2013 were derived from the actuarial valuations performed at December 31, 2010, using the entry age normal actuarial cost method. The actuarial assumptions at December 31, 2010, 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 and SLEP 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 and SLEP plan's unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on an open 30 year basis.

Funded Status and Funding Progress. As of December 31, 2012, the most recent actuarial valuation date, the Regular plan was 56.35 percent funded and the SLEP plan was 0.00 percent funded. The actuarial accrued liability for benefits was \$19,350,773 and the actuarial value of assets was \$10,903,820, resulting in an underfunded actuarial accrued liability (UAAL) of \$8,446,953 for the Regular plan. The actuarial accrued liability for benefits was \$0 and the actuarial value of assets was \$(757,138), resulting in an underfunded actuarial accrued liability (UAAL) of \$757,138 for the SLEP plan. The covered payroll (annual payroll of active employees covered by the plan) was \$7,370,038 for the Regular plan and \$0 for the SLEP plan and the ratio of the UAAL to the covered payroll was 115 percent for the Regular plan and 0 percent for the SLEP plan.

CITY OF CARBONDALE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS - CONTINUED
APRIL 30, 2013

NOTE 8 - RETIREMENT PLANS - CONTINUED

Illinois Municipal Retirement Fund - Continued:

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 and decreasing over time relative to the actuarial accrued liability for benefits.

Police and Firemen's Pension:

Plan Description. Police sworn personnel and fire personnel are covered by the Police Pension Plan and the Firemen's Pension Plan, respectively. The defined benefit single-employer pension plans provide retirement, disability, and death benefits to plan members and their beneficiaries. The defined benefits and the employee and employer contribution levels are governed by Illinois State Statutes, Chapter 40 5/3-4, Article 3-4, and may be amended only by the Illinois legislature. The City accounts for the plans as pension trust funds and issues a publicly available financial report for each plan that includes financial statements and required supplementary information. Those reports may be obtained by writing to the City of Carbondale, Illinois, Finance Department, 200 South Illinois Avenue, P.O. Box 2047, Carbondale, Illinois 62902-2047.

Basis of Accounting. The Police and Firemen's Pension Plan statements are presented as Pension Trust Funds, which are prepared using the accrual basis of accounting. Plan member contributions are recognized in the period in which the contributions are due. Employer contributions are recognized when due and the employer has made a formal commitment to provide the contributions. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan.

Method Used to Value Investments. Investments are reported at fair value. Short-term investments are reported at cost, which approximates fair value. Securities traded on a national exchange are valued at the last reported sales price at current exchange rates. Mortgages are valued on the basis of future principal and interest payments, and are discounted at prevailing interest rates for similar instruments. Investments that do not have an established market are reported at fair value.

Investments Representing 5% or More of the Net Position of the Pension Plan. The Police Pension plan has one Mutual Fund in the amount of \$2,479,511, which is greater than 5% of the net position of the pension plan. The Firemen Pension Plan has three stock mutual funds in the amount of \$5,248,708 which are greater than 5% of the net position of the pension plan.

Funding Policy. The contribution requirements of plan members and the City are established and may be amended by the state legislature. Plan members of the Police and Firemen's Pension Plans are required to contribute 9.91 % and 9.455%, respectively, of their base salary. 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. The current rate is 38.00% and 44.76% of current payroll for the Police and Firemen's Pension Plans, respectively. Administrative costs of the plan are financed through investment earnings.

CITY OF CARBONDALE, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS - CONTINUED
 APRIL 30, 2013

NOTE 8 - RETIREMENT PLANS - CONTINUED

Police and Firemen's Pension: - Continued

Annual Pension Cost and Net Pension Obligation. The City's annual pension cost and net pension obligation of the Police and Firemen's Pension Plans has been calculated for the year ended April 30, 2013 as follows:

	<u>Police Pension Plan</u>	<u>Firemen's Pension Plan</u>
Annual required contribution	\$ 2,146,801	\$ 710,190
Interest on net pension obligation	148,801	4,133
Adjustment to annual required contributions	<u>(165,569)</u>	<u>(3,121)</u>
Annual pension cost	2,130,033	711,202
Contributions made	<u>(1,520,988)</u>	<u>(785,488)</u>
Increase (Decrease) in net pension obligation	609,045	(74,286)
Net pension obligation (asset), beginning of year	<u>1,984,019</u>	<u>59,044</u>
Net pension obligation, end of year	<u>\$ 2,593,064</u>	<u>\$ (15,242)</u>

The annual required contribution was determined as part of the April 30, 2012 actuarial valuation for the Police and Firemen's Pension Plans, respectively, using the entry age normal cost method. The actuarial assumptions included (a) 7.5% and 7% investment rate of return (net of expenses) for the Police and Firemen's Pension Plans, respectively and (b) projected salary increases for the Police Pension Plan of 4.5% and Firemen's Pension Plan of 3.5% (includes merit, longevity and an inflation assumption of 3.00%), respectively. The actuarial value of assets was determined using the 5-year smoothed market valuation. The unfunded actuarial accrued liability is being amortized as a level dollar for the Police Pension Plan and as a level percentage of payroll for the Firemen's Pension Plan on a closed basis. The remaining amortization period was 25 years for Police Pension and 29 years for Fireman's Pension.

Three - Year Trend Information

Fiscal Year Ended	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
Police Pension:			
2011	\$1,512,982	67.69 %	\$1,870,328
2012	1,507,990	92.46 %	1,984,019
2013	2,130,033	71.41 %	2,593,064
Firemen's Pension:			
2011	\$ 809,614	79.30 %	\$ 108,270
2012	813,912	106.05 %	59,044
2013	711,202	110.45 %	(15,242)

CITY OF CARBONDALE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS - CONTINUED
APRIL 30, 2013

NOTE 8 - RETIREMENT PLANS - CONTINUED

Police and Firemen's Pension: - Continued

Funded Status and Funding Progress. As of April 30, 2012, the most recent actuarial valuation date, the Police pension plan was 52.13 percent funded and the Firemen's pension plan was 60.98 percent funded. The actuarial accrued liability for benefits was \$36,163,410 and the actuarial value of assets was \$18,850,418, resulting in an underfunded actuarial accrued liability (UAAL) of \$17,312,992 for the Police pension plan. The actuarial accrued liability for benefits was \$20,965,576 and the actuarial value of assets was \$12,785,126, resulting in an underfunded actuarial accrued liability (UAAL) of \$8,180,450 for the Firemen's pension plan. The covered payroll (annual payroll of active employees covered by the plan) was \$3,324,599 for the Police pension plan and \$1,526,488 for the Firemen's pension plan and the ratio of the UAAL to the covered payroll was 520.75 percent for the Police pension plan and 535.9 percent for the Firemen's pension plan.

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 and decreasing over time relative to the actuarial accrued liability for benefits.

NOTE 9 - DEFERRED COMPENSATION PLAN

The City offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan, available to all City employees, permits them to defer a portion of their salary until future years. The deferred compensation, which aggregated \$9,654,824 at April 30, 2013, is not available to employees until termination, retirement, death, or unforeseeable emergency. The deferred compensation plan assets are held in trust by a third party.

NOTE 10 - OTHER POST-EMPLOYMENT BENEFITS

Plan Description. In addition to providing the pension benefits described, the City provides post-employment health care benefits (OPEB) for retired and eligible disabled employees through a single employer group health insurance plan. The benefits, benefit levels, and employee contributions are outlined in the Group Health Insurance Plan agreement with BlueCross BlueShield of Illinois.

Benefits Provided. The City provides post-employment health care benefits to its retirees and eligible disabled employees. To be eligible for benefits, an employee must qualify for retirement under one of the City's retirement plans. All health care benefits are provided through the City's Health Reimbursement account plan with Health Alliance. The benefit levels are the same as those afforded to active employees. Benefits include inpatient and outpatient hospital services; emergency room; well care exams; ambulance treatment; chiropractic treatment; and prescription drug benefits. Upon a retiree reaching 65 years of age, Medicare becomes the primary insurer and the City's plan becomes secondary.

CITY OF CARBONDALE, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS - CONTINUED
 APRIL 30, 2013

NOTE 10 - OTHER POST-EMPLOYMENT BENEFITS - CONTINUED

Membership. At April 30, 2013, membership consisted of:

Retirees and beneficiaries receiving benefits	26
Terminated plan members entitled to but not yet receiving benefits	-
Active vested plan members	131
Active non-vested plan members	<u>123</u>
Total	<u><u>280</u></u>
Participating employers	<u><u>1</u></u>

Funding Policy. The City negotiates the contribution percentages between the City and employees through the union contracts and personnel policy. All retirees contribute 100% of the blended premium to the plan and the City contributes the implicit premium to cover the cost of providing the benefits to the retirees via the insured plan. For the fiscal year ended April 30, 2013, the City contributed a total of \$239,956 (\$157,638 in premiums for eligible disabled employees and \$82,318 in implicit premiums for retired employees).

Annual OPEB costs and Net OPEB Obligation. The City had an actuarial valuation performed for the plan as of April 30, 2013 to determine the employer's annual required contribution (ARC) for the fiscal year ended April 30, 2013. The City's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan and the net OPEB obligation for fiscal year 2013 was as follows:

Fiscal Year Ending	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
2011	\$ 226,177	67.8 %	\$ 218,691
2012	226,177	67.8 %	218,691
2013	352,018	68.2 %	330,753

The net OPEB obligation as of April 30, 2013 was calculated as follows:

Annual required contribution	\$ 350,560
Interest on net OPEB obligation	8,748
Adjustment to annual required contributions	<u>(7,290)</u>
Annual OPEB cost	352,018
Contributions made	<u>(239,956)</u>
Increase (Decrease) in net OPEB obligation	112,062
Net OPEB obligation, beginning of year	<u>218,691</u>
Net OPEB obligation, end of year	<u><u>\$ 330,753</u></u>

CITY OF CARBONDALE, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS - CONTINUED
 APRIL 30, 2013

NOTE 10 - OTHER POST-EMPLOYMENT BENEFITS - CONTINUED

Funded Status and Funding Progress. The funded status of the plan as of April 30, 2011 actuarial valuation was as follows:

Actuarial accrued liability (AAL)	\$ 8,113,107
Actuarial value of plan assets	-
Unfunded actuarial accrued liability (UAAL)	8,113,107
Funded ratio (actuarial value of plan assets/AAL)	0%
Covered payroll (active plan members)	13,371,194
UAAL as a percentage of covered payroll	60.7%

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

Actuarial Methods and Assumptions. Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and 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 plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

In the April 30, 2013 actuarial valuation, the entry age actuarial cost method was used. The actuarial assumptions included a 4.00% investment rate of return (includes a 3.00% inflation assumption), projected salary increases of 4.00% and an annual healthcare cost trend rate of 8.00% initially, reduced by decrements to an ultimate rate of 6.00%. The actuarial value of assets was not determined as the City has not advance funded its obligation. The plan's unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on an open basis. The remaining amortization period at April 30, 2013, was 30 years.

NOTE 11 - FUND BALANCE CLASSIFICATIONS

The combining balance sheet major and nonmajor governmental funds, include a number of reserves which are maintained for specific purposes. The nature and purpose of the significant reserves are:

CITY OF CARBONDALE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS - CONTINUED
APRIL 30, 2013

NOTE 11 - FUND BALANCE CLASSIFICATIONS - CONTINUED

Governmental type fund balance in detail are as follows at April 30, 2013:

Nonspendable Fund Balance - Governmental Funds

Prepays	\$ 631,339
Inventories	<u>162,237</u>
	<u>\$ 793,576</u>

Restricted Fund Balance - Governmental Funds

Public safety	\$ 295,097
Grant funds	26,368
Bond funds	2,569,811
Debt service	2,753,306
Economic development	219,493
Maintenance of roadways	<u>1,220,546</u>
	<u>\$ 7,084,621</u>

Committed Fund Balance - Governmental Funds

Saluki Way	\$ 1,000,000
Carbondale Community High School	248,252
Perpetual care	499,811
Public safety	1,120
Gifts	<u>1,591</u>
	<u>\$ 1,750,774</u>

Assigned Fund Balance - Governmental Funds

Employee relations	\$ 650
Community investment program	<u>556,670</u>
	<u>\$ 557,320</u>

NOTE 12 - OTHER BONDING

The following notes and bonds were issued by the City of Carbondale, Illinois, to finance various private enterprise and individual projects. Although the legal form of the notes and bonds may vary, they do not constitute an indebtedness, liability, or legal obligation of the City of Carbondale, Illinois, and, accordingly, are not included in the City's financial statements. The following such notes and bonds were issued by the City since the proceeds were used for a purpose which benefited the general public.

Economic and Industrial Revenue Notes and Bonds

The City has issued \$69,900,000 in economic and industrial revenue notes and bonds. Those notes and bonds are payable solely from revenues, receipts, and other monies pledged by the private enterprise or individual utilizing the proceeds.

CITY OF CARBONDALE, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS - CONTINUED
 APRIL 30, 2013

NOTE 13 - OTHER REQUIRED DISCLOSURES

Excess of Expenditures Over Appropriations

Excess of expenditures over appropriations in individual funds for the year ended April 30, 2013, are as follows:

<u>Fund</u>	<u>Expenditures</u>	<u>Budget</u>
Tax Increment 2	\$ 43,879	\$ 35,000
Tax Increment 3	\$ 9,202	\$ -
Debt Service	\$ 2,438,764	\$ 2,282,934

NOTE 14 - INTERFUND RECEIVABLES AND PAYABLES

Interfund receivables and interfund payables are as follows at April 30, 2012:

<u>Fund</u>	<u>Interfund Receivables</u>	<u>Interfund Payables</u>
Governmental Funds:	\$ 631,000	\$ -
General Fund	-	25,000
Tax Increment Fund #1	631,000	25,000
Total Governmental:		
Enterprise Funds:		
Waterworks & Sewerage	-	606,000
Total Enterprise Funds	-	606,000
 Total All Funds	 <u>\$ 631,000</u>	 <u>\$ 631,000</u>

Interfund balances result from the time lag between the dates that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system and (3) payment between funds are made.

Interfund balances not expected to be repaid within one year:

Water and Sewer Fund of \$606,000 payable to the General Fund for the funding of projects. The City is undetermined when the balance will be repaid.

CITY OF CARBONDALE, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS - CONTINUED
 APRIL 30, 2013

NOTE 15 - INTERFUND TRANSFERS

The following is a schedule of operating transfers as included in the basic financial statements of the City:

<u>Fund Transferred To</u>	<u>Fund Transferred From</u>	<u>Amount</u>
General Fund	Tax Increment Fund #1	\$ 25,000
Tax Increment Fund #2	Tax Increment Fund #1	\$ 53,000
Local Improvement Fund	General Fund	\$ 700,000
Debt Service Fund	Motor Fuel Tax Fund	\$ 450,000
	Local Improvement Fund	318,295
	General Fund	<u>1,334,447</u>
Total Debt Service Fund		\$ 2,102,742
Total		<u>\$ 2,880,742</u>

Transfers are used to (1) move revenues from the funds that statute or budget requires to collect them to the fund that statute or budget requires to expend them or (2) use unrestricted revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

NOTE 16 - RISK MANAGEMENT

The government is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees; and natural disasters.

The city maintains an internal service fund for its group health insurance. City employees are insured under a Health Reimbursement Account (HRA) provided through Health Alliance. Each participating fund makes payments to the self-insurance fund for amounts which are determined based on monthly insurance claims reports. Such payments are displayed on the financial statements as revenues and expenditures/expenses.

The City has contracted with Arthur J. Gallagher Risk Management Services, Inc. to provide property and general liability coverage. The City's monthly premium payments for fiscal year ending April 30, 2013 were \$1,185,994.

There has been no significant reduction in insurance coverage from the previous year in any of the City's policies. Settled claims resulting from these risks have not exceeded insurance coverage in any of the past three fiscal years.

NOTE 17 - INTEREST EXPENDITURES/EXPENSES

The total interest expenditures/expenses of the City aggregated \$1,315,081.

CITY OF CARBONDALE, ILLINOIS
NOTES TO FINANCIAL STATEMENTS - CONTINUED
APRIL 30, 2013

NOTE 18 - SUBSEQUENT EVENT

One June 4, 2013, \$9,015,000 series 2013 refunding general obligation bonds were issued to advance refund \$1,720,000 of the City's general obligation bonds dated October 8, 2003 and \$6,805,000 of the City's State of Illinois Environmental Protection Agency note payable. The remaining proceeds will be used for resurfacing and improving Schwartz Street.

Management evaluated all events and transactions that occurred after April 30, 2013 through October 15, 2013, the issue date of these financial statements.



Carbondale

ILLINOIS ®

REQUIRED SUPPLEMENTARY
INFORMATION

CITY OF CARBONDALE, ILLINOIS

REQUIRED SUPPLEMENTARY INFORMATION
RETIREMENT PLANS
SCHEDULE OF FUNDING PROGRESS

April 30, 2013

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)
IMRF:						
Regular Plan						
12/31/12	10,903,820	19,350,773	8,446,953	56.35%	7,370,038	114.61%
12/31/11	10,639,739	19,187,797	8,548,058	55.45%	7,337,120	116.50%
12/31/10	12,394,533	20,706,893	8,312,360	59.86%	7,458,179	111.45%
Sheriff's Law Enforcement Personnel Plan						
12/31/12	(757,138)	-	757,138	-	-	-
12/31/11	341,924	927,122	585,198	36.88%	-	0.00%
12/31/10	328,211	903,131	574,920	36.34%	-	0.00%
Police Pension:						
05/01/12	18,850,418	36,163,410	17,312,992	52.13%	3,324,599	520.75%
05/01/11	N/C	N/C	N/C	N/C	N/C	N/C
05/01/10	19,548,472	32,936,823	13,388,351	59.35%	3,287,568	407.24%
Firemen's Pension:						
05/01/12	12,785,126	20,965,576	8,180,450	60.98%	1,526,488	535.90%
05/01/11	12,287,266	21,209,342	8,922,076	57.93%	1,568,061	568.99%
05/01/10	11,399,869	20,515,177	9,115,308	55.57%	1,542,237	591.04%

(See independent auditor's report.)

CITY OF CARBONDALE, ILLINOIS

REQUIRED SUPPLEMENTARY INFORMATION
OTHER POST-EMPLOYMENT BENEFITS PLAN
SCHEDULE OF FUNDING PROGRESS

April 30, 2013

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)
04/30/13	-	8,113,107	8,113,107	0.00%	13,371,194	60.68%
04/30/11	-	6,847,338	6,847,338	0.00%	12,703,383	53.90%

(See independent auditor's report.)

CITY OF CARBONDALE, ILLINOIS

REQUIRED SUPPLEMENTARY INFORMATION
 RETIREMENT PLANS
 SCHEDULE OF EMPLOYER CONTRIBUTIONS

April 30, 2013

<u>Fiscal Year Ended</u>	<u>Annual Required Contribution (ARC)</u>	<u>Total Employer Contributions</u>	<u>Percentage of ARC Contributed</u>
IMRF:			
Regular Plan			
2013	1,086,768	949,421	87.36%
2012	999,372	840,445	84.10%
2011	985,698	769,204	78.04%
Sheriff's Law Enforcement Personnel Plan			
2013	-	-	0.00%
2012	-	-	100.00%
2011	-	-	100.00%
Police Pension:			
2013	2,146,801	1,520,988	70.85%
2012	1,521,691	1,394,299	91.63%
2011	1,521,691	1,024,185	67.31%
Firemen's Pension:			
2013	710,190	785,488	110.60%
2012	810,729	863,138	106.46%
2011	810,729	641,776	79.16%

Note: For the Police and Firemen's Pension Funds, the City normally fully funds the actuarially determined employer contributions through property and replacement tax monies. These contributions lag behind the actuarially required contributions by two fiscal years due to the time necessary to complete the tax levy cycle.

(See independent auditor's report.)

CITY OF CARBONDALE, ILLINOIS

REQUIRED SUPPLEMENTARY INFORMATION
OTHER POST-EMPLOYMENT BENEFIT PLANS
SCHEDULE OF EMPLOYER CONTRIBUTIONS

April 30, 2013

<u>Fiscal</u> <u>Year</u> <u>Ended</u>	<u>Annual Required</u> <u>Contribution</u> <u>(ARC)</u>	<u>Employer</u> <u>Contributions</u>	<u>Percentage</u> <u>of ARC</u> <u>Contributed</u>
04/30/13	350,360	239,956	68.49%
04/30/12	223,745	153,427	68.57%
04/30/11	223,745	153,427	68.57%

(See independent auditor's report.)

CITY OF CARBONDALE, ILLINOIS
 REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 GENERAL FUND
 FOR THE FISCAL YEAR ENDED APRIL 30, 2013

	Original Budget	Final Budget	Actual	Variance with Final Budget Favorable (Unfavorable)
Revenues:				
General property taxes	\$ 810,729	\$ 810,729	\$ 803,062	\$ (7,667)
Sales, service and utility taxes	12,110,935	12,110,935	11,649,417	(461,518)
Intergovernmental revenue	9,571,868	9,711,002	9,797,175	86,173
Business franchise taxes and licenses	499,433	499,433	474,191	(25,242)
Fines	570,230	570,230	527,503	(42,727)
Use of money and property	61,290	61,890	76,077	14,187
Service charges, permits and fees	864,131	890,481	896,339	5,858
Total Revenues	<u>24,488,616</u>	<u>24,654,700</u>	<u>24,223,764</u>	<u>(430,936)</u>
Expenditures:				
Current:				
General government	2,722,398	2,715,898	2,709,856	6,042
Finance	899,223	899,223	850,969	48,254
Police	8,838,155	8,950,886	8,809,106	141,780
Fire	3,676,092	3,684,003	3,604,404	79,599
Development services	1,750,810	1,744,384	1,439,409	304,975
Public works	2,554,347	2,514,084	2,455,017	59,067
Community services	2,584,762	2,584,762	2,543,962	40,800
Capital outlays	38,700	314,725	307,464	7,261
Total Expenditures	<u>23,064,487</u>	<u>23,407,965</u>	<u>22,720,187</u>	<u>687,778</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>1,424,129</u>	<u>1,246,735</u>	<u>1,503,577</u>	<u>256,842</u>
Other Financing Sources (Uses):				
Transfers in	25,000	25,000	25,000	-
Transfers out	(1,434,447)	(2,034,447)	(2,034,447)	-
Insurance proceeds	-	24,711	31,693	6,982
Total Other Financing Sources (Uses)	<u>(1,409,447)</u>	<u>(1,984,736)</u>	<u>(1,977,754)</u>	<u>6,982</u>
NET CHANGE IN FUND BALANCE	14,682	(738,001)	(474,177)	263,824
FUND BALANCES, BEGINNING OF YEAR	<u>8,446,658</u>	<u>8,446,658</u>	<u>8,446,658</u>	<u>-</u>
FUND BALANCES, END OF YEAR	<u>\$ 8,461,340</u>	<u>\$ 7,708,657</u>	<u>\$ 7,972,481</u>	<u>\$ 263,824</u>

(See independent auditor's report.)

CITY OF CARBONDALE, ILLINOIS

REQUIRED SUPPLEMENTARY INFORMATION
NOTE TO REQUIRED SUPPLEMENTARY INFORMATION

April 30, 2013

NOTE 1 - BUDGETARY BASIS OF ACCOUNTING

The City adopts annual operating budgets for all funds except for the Trust and Agency Funds and the Development and Rehabilitation Loan Private Purpose Trust. The City's procedures for developing its operating budgets are as follows:

- The budgetary process begins in mid-fall with re-estimation of current fiscal year revenues and expenditures.
- In December or January, budget ceilings are calculated by computing the estimated fund balance as of the beginning of the next fiscal year for each fund and adding projected fund revenues for the next fiscal year.
- After calculating the budget ceilings, the amount of available spendable resources is calculated by subtracting debt service and capital improvement expenditures from the budget ceilings.
- Available spendable resources are allocated to departments based upon the coming year's philosophy of budgetary intent.
- Department heads prepare budgets based upon their individual department budget ceilings.
- The City Manager, the Finance Director, and the department head meet to discuss the details of that department's proposed budget.
- After the City Manager has approved the proposed budgets, all department budgets are available for public inspection at the City Clerk's Office, the Finance Office, and the Public Library.
- In January, the City Council approves a revised five-year capital improvements project plan. The upcoming fiscal year of the plan is then incorporated with the City's annual budget.
- One week prior to the public hearing on the budget, the City Manager submits the proposed budget to the City Council for review.
- At least ten days prior to the enactment of the budget, a public hearing is conducted to obtain citizen comments on the proposed City budget.
- The ordinance enacting the budget is adopted by the City Council prior to May 1.
- Department and division heads may initiate the transfer of funds between line item accounts with approval of the City Manager. Transfer of budget funds from one department/division to another department/division requires City Council approval. Increases or decreases in overall budget revenue or expenditure requires City Council approval. The legal level of budgetary control is the department level.
- Formal budgetary integration is employed as a management control device during the year for the General, Special Revenue, Capital Projects, Debt Service, Enterprise and Internal Service Funds.
- Budgets for the General, Special Revenue, Capital Projects, Debt Service and Enterprise Funds are adopted on a basis consistent with generally accepted accounting principles.
- All appropriated budgets, including those in Capital Projects Funds, lapse at year end.

COMBINING AND INDIVIDUAL
FUND STATEMENTS
AND SCHEDULES

MAJOR GOVERNMENTAL FUNDS

The General Fund accounts for all revenues and expenditures used to finance the traditional services associated with a municipal government which are not accounted for in other funds. These services include general government, public safety, community development, public works, lake and forestry management, and debt service.

CITY OF CARBONDALE, ILLINOIS
GENERAL FUND
SCHEDULE OF DETAILED REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED APRIL 30, 2013

	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
Revenues:				
General property taxes:				
Firemen's pension	\$ 736,230	\$ 736,230	\$ 729,265	\$ (6,965)
Policemen's pension	74,499	74,499	73,797	(702)
Total General property taxes	<u>810,729</u>	<u>810,729</u>	<u>803,062</u>	<u>(7,667)</u>
Sales, Service and Utility Taxes:				
Home rule sales	8,707,570	8,707,570	8,435,043	(272,527)
Use	422,202	422,202	416,761	(5,441)
Telephone and telegraph utility	634,797	634,797	604,531	(30,266)
Gas utility	321,600	321,600	269,607	(51,993)
Electric utility	1,186,142	1,186,142	1,133,845	(52,297)
Water utility	184,624	184,624	180,975	(3,649)
Municipal hotel/motel tax	654,000	654,000	608,655	(45,345)
Total Sales, Service and Utility Taxes	<u>12,110,935</u>	<u>12,110,935</u>	<u>11,649,417</u>	<u>(461,518)</u>
Intergovernmental Revenue:				
Sales tax	6,024,982	6,024,982	5,905,361	(119,621)
Illinois state income tax	2,051,438	2,051,438	2,450,781	399,343
Firemen's pension replacement tax	56,223	56,223	56,223	-
Police pension replacement tax	107,961	107,961	107,961	-
Road and bridge replacement tax	23,280	23,280	21,799	(1,481)
Township road and bridge tax	111,141	111,141	124,241	13,100
General replacement tax	83,704	83,704	42,812	(40,892)
Other governmental units	17,140	17,965	38,058	20,093
Illinois ESDA Grant	27,265	27,265	32,223	4,958
Police Grants	323,821	460,840	394,638	(66,202)
Housing Rehabilitation Grant	480,000	480,000	353,090	(126,910)
Fire Grants	-	1,290	1,296	6
School district loan	264,913	264,913	267,687	2,774
Illinois charitable games tax	-	-	1,005	1,005
Total Intergovernmental Revenue	<u>9,571,868</u>	<u>9,711,002</u>	<u>9,797,175</u>	<u>86,173</u>

CITY OF CARBONDALE, ILLINOIS
GENERAL FUND
SCHEDULE OF DETAILED REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL (CONTINUED)
FOR THE FISCAL YEAR ENDED APRIL 30, 2013

	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
Business Franchise Taxes and Licenses:				
Utility franchise fees	184,812	184,812	184,811	(1)
Cable television franchise tax	188,146	188,146	172,549	(15,597)
Liquor licenses	110,000	110,000	105,300	(4,700)
Vending licenses	1,600	1,600	347	(1,253)
Taxicab licenses	1,460	1,460	941	(519)
Entertainment machine licenses	4,825	4,825	3,550	(1,275)
Motion picture licenses	3,200	3,200	-	(3,200)
Contractor and builder licenses	640	640	560	(80)
Hotel and motel licenses	2,750	2,750	2,500	(250)
Miscellaneous licenses	2,000	2,000	3,633	1,633
Total Business Franchise Taxes and Licenses	<u>499,433</u>	<u>499,433</u>	<u>474,191</u>	<u>(25,242)</u>
Fines:				
Court fines	440,823	440,823	408,275	(32,548)
Animal violations	1,343	1,343	2,235	892
Parking non-meter	13,994	13,994	16,432	2,438
Pay by mail fines	111,770	111,770	94,720	(17,050)
Miscellaneous fines	2,300	2,300	5,841	3,541
Total Fines	<u>570,230</u>	<u>570,230</u>	<u>527,503</u>	<u>(42,727)</u>
Use of Money and Property:				
Interest on investments	14,869	14,869	11,358	(3,511)
Rental of property	30,221	30,221	29,703	(518)
Sale of city property	2,200	2,800	6,693	3,893
Private contributions	-	-	1,000	1,000
Fire gifts and contributions	-	-	1,000	1,000
Police gifts and contributions	4,000	4,000	11,290	7,290
Miscellaneous	10,000	10,000	15,033	5,033
Total Use of Money and Property	<u>61,290</u>	<u>61,890</u>	<u>76,077</u>	<u>14,187</u>
Service Charges, Permits and Fees:				
General government	83,904	83,904	68,657	(15,247)
Public safety	397,750	424,100	412,796	(11,304)
Community development	302,429	302,429	314,296	11,867
Public works	80,048	80,048	100,590	20,542
Total Service Charges, Permits and Fees	<u>864,131</u>	<u>890,481</u>	<u>896,339</u>	<u>5,858</u>
Total Revenues	<u>24,488,616</u>	<u>24,654,700</u>	<u>24,223,764</u>	<u>(430,936)</u>

(Continued)

CITY OF CARBONDALE, ILLINOIS
GENERAL FUND
SCHEDULE OF DETAILED REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL (CONTINUED)
FOR THE FISCAL YEAR ENDED APRIL 30, 2013

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
Expenditures:				
Current:				
General Government:				
Mayor and City Council:				
Personal services	68,260	68,260	52,858	15,402
Direct operating charges and services	<u>22,319</u>	<u>22,319</u>	<u>12,583</u>	<u>9,736</u>
Total Mayor and City Council	<u>90,579</u>	<u>90,579</u>	<u>65,441</u>	<u>25,138</u>
City Manager:				
Personal services	235,673	235,673	223,827	11,846
Direct operating charges and services	<u>12,432</u>	<u>12,432</u>	<u>13,338</u>	<u>(906)</u>
Total City Manager	<u>248,105</u>	<u>248,105</u>	<u>237,165</u>	<u>10,940</u>
City Clerk:				
Personal services	122,368	112,368	103,297	9,071
Direct operating charges and services	<u>17,626</u>	<u>27,626</u>	<u>24,765</u>	<u>2,861</u>
Total City Clerk	<u>139,994</u>	<u>139,994</u>	<u>128,062</u>	<u>11,932</u>
City Attorney:				
Personal services	311,999	311,999	315,391	(3,392)
Direct operating charges and services	<u>31,952</u>	<u>31,952</u>	<u>21,320</u>	<u>10,632</u>
Total City Attorney	<u>343,951</u>	<u>343,951</u>	<u>336,711</u>	<u>7,240</u>
Human Resources:				
Personal services	235,019	235,019	242,580	(7,561)
Direct operating charges and services	<u>47,372</u>	<u>47,372</u>	<u>56,750</u>	<u>(9,378)</u>
Total Human Resources	<u>282,391</u>	<u>282,391</u>	<u>299,330</u>	<u>(16,939)</u>
Economic Development:				
Personal services	75,511	75,511	75,795	(284)
Direct operating charges and services	<u>30,342</u>	<u>30,342</u>	<u>22,918</u>	<u>7,424</u>
Total Economic Development	<u>105,853</u>	<u>105,853</u>	<u>98,713</u>	<u>7,140</u>
Support Services:				
Personal services	53,400	53,400	50,877	2,523
Direct operating charges and services	701,778	701,778	586,296	115,482
Services and charges transferred in	800	2,300	3,350	(1,050)
Capital Outlays	-	6,500	6,500	-
Nonoperating charges	201,122	193,122	376,183	(183,061)
Debt redemption	<u>64,898</u>	<u>64,898</u>	<u>64,903</u>	<u>(5)</u>
Total Support Services	<u>1,021,998</u>	<u>1,021,998</u>	<u>1,088,109</u>	<u>(66,111)</u>

(Continued)

CITY OF CARBONDALE, ILLINOIS
GENERAL FUND
SCHEDULE OF DETAILED REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL (CONTINUED)
FOR THE FISCAL YEAR ENDED APRIL 30, 2013

	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
City Hall/Civic Center:				
Personal services	280,671	280,671	266,604	14,067
Direct operating charges and services	183,171	183,171	176,398	6,773
Services and charges transferred in	26,489	26,489	20,065	6,424
Nonoperating charges	5,000	5,000	3,399	1,601
Expenditures transferred out	<u>(5,804)</u>	<u>(5,804)</u>	<u>(3,641)</u>	<u>(2,163)</u>
Total City Hall/Civic Center	<u>489,527</u>	<u>489,527</u>	<u>462,825</u>	<u>26,702</u>
Total General Government	<u>2,722,398</u>	<u>2,722,398</u>	<u>2,716,356</u>	<u>6,042</u>
Finance:				
Financial Management:				
Personal services	754,274	754,274	721,091	33,183
Direct operating charges and services	148,543	148,543	126,115	22,428
Expenditures transferred out	<u>(382,873)</u>	<u>(382,873)</u>	<u>(365,388)</u>	<u>(17,485)</u>
Total Financial Management	<u>519,944</u>	<u>519,944</u>	<u>481,818</u>	<u>38,126</u>
Information Systems:				
Personal services	305,765	282,765	282,084	681
Direct operating charges and services	125,634	150,634	147,839	2,795
Expenditures transferred out	(58,120)	(58,120)	(60,772)	2,652
Division contingency	<u>6,000</u>	<u>4,000</u>	<u>-</u>	<u>4,000</u>
Total Information Systems	<u>379,279</u>	<u>379,279</u>	<u>369,151</u>	<u>10,128</u>
Total Finance	<u>899,223</u>	<u>899,223</u>	<u>850,969</u>	<u>48,254</u>
Police:				
Personal services	7,974,322	7,854,988	7,826,536	28,452
Direct operating charges and services	711,818	860,016	818,159	41,857
Services and charges transferred in	152,015	164,907	164,411	496
Capital outlays	-	165,719	168,569	(2,850)
Division contingency	<u>-</u>	<u>70,975</u>	<u>-</u>	<u>70,975</u>
Total Police	<u>8,838,155</u>	<u>9,116,605</u>	<u>8,977,675</u>	<u>138,930</u>

(Continued)

CITY OF CARBONDALE, ILLINOIS
GENERAL FUND
SCHEDULE OF DETAILED REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL (CONTINUED)
FOR THE FISCAL YEAR ENDED APRIL 30, 2013

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
Fire:				
Fire Protection:				
Personal services	3,370,724	3,347,144	3,303,841	43,303
Direct operating charges and services	140,328	171,611	168,518	3,093
Services and charges transferred in	25,512	27,196	26,126	1,070
Capital outlays	-	14,505	6,800	7,705
Debt redemption	57,999	57,999	57,999	-
Division contingency	<u>5,000</u>	<u>3,524</u>	<u>-</u>	<u>3,524</u>
Total Fire Protection	<u>3,599,563</u>	<u>3,621,979</u>	<u>3,563,284</u>	<u>58,695</u>
Emergency Management:				
Personal services	59,453	56,753	32,308	24,445
Direct operating charges and services	16,076	18,776	15,575	3,201
Services and charges transferred in	1,000	1,000	37	963
Capital outlays	<u>-</u>	<u>22,811</u>	<u>22,811</u>	<u>-</u>
Total Emergency Management	<u>76,529</u>	<u>99,340</u>	<u>70,731</u>	<u>28,609</u>
Total Fire	<u>3,676,092</u>	<u>3,721,319</u>	<u>3,634,015</u>	<u>87,304</u>
Development Services:				
Development Management:				
Personal Services	192,979	192,979	183,175	9,804
Direct operating charges and services	<u>5,353</u>	<u>5,353</u>	<u>5,730</u>	<u>(377)</u>
Total Development Management	<u>198,332</u>	<u>198,332</u>	<u>188,905</u>	<u>9,427</u>
Building and Neighborhood Services:				
Personal services	680,220	680,220	673,363	6,857
Direct operating charges and services	94,720	95,825	88,985	6,840
Capital outlays	-	16,200	15,731	469
Nonoperating charges	<u>480,000</u>	<u>480,000</u>	<u>273,553</u>	<u>206,447</u>
Total Building and Neighborhood Services	<u>1,254,940</u>	<u>1,272,245</u>	<u>1,051,632</u>	<u>220,613</u>
Planning Services:				
Personal services	250,281	250,281	191,890	58,391
Direct operating charges and services	46,457	38,926	22,633	16,293
Services and charges transferred in	<u>800</u>	<u>800</u>	<u>80</u>	<u>720</u>
Total Planning Services	<u>297,538</u>	<u>290,007</u>	<u>214,603</u>	<u>75,404</u>
Total Development Services	<u>1,750,810</u>	<u>1,760,584</u>	<u>1,455,140</u>	<u>305,444</u>

(Continued)

CITY OF CARBONDALE, ILLINOIS
GENERAL FUND
SCHEDULE OF DETAILED REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL (CONTINUED)
FOR THE FISCAL YEAR ENDED APRIL 30, 2013

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
Public Works:				
Engineering and Administration:				
Personal services	441,505	441,505	459,578	(18,073)
Direct operating charges and services	34,503	39,453	35,143	4,310
Services and charges transferred in	3,000	3,000	3,098	(98)
Capital outlay	-	9,999	9,999	-
Expenditures transferred out	<u>(290,275)</u>	<u>(305,224)</u>	<u>(280,354)</u>	<u>(24,870)</u>
 Total Engineering and Administration	 <u>188,733</u>	 <u>188,733</u>	 <u>227,464</u>	 <u>(38,731)</u>
 Equipment Maintenance:				
Personal services	294,778	291,278	289,205	2,073
Direct operating charges and services	18,119	21,619	18,313	3,306
Services and charges transferred in	4,000	4,000	2,194	1,806
Capital outlay	38,700	44,841	44,841	-
Expenditures transferred out	<u>(86,816)</u>	<u>(86,816)</u>	<u>(82,048)</u>	<u>(4,768)</u>
 Total Equipment Maintenance	 <u>268,781</u>	 <u>274,922</u>	 <u>272,505</u>	 <u>2,417</u>
 Street Maintenance:				
Personal services	1,332,493	1,315,243	1,297,226	18,017
Direct operating charges and services	437,174	421,674	373,967	47,707
Services and charges transferred in	68,000	70,486	82,859	(12,373)
Capital outlay	-	34,150	32,213	1,937
Nonoperating charges	21,000	21,000	17,497	3,503
Debt redemption	58,200	58,200	58,196	4
Expenditures transferred out	(118,677)	(118,677)	(148,334)	29,657
Division contingency	<u>11,840</u>	<u>11,840</u>	<u>-</u>	<u>11,840</u>
 Total Street Maintenance	 <u>1,810,030</u>	 <u>1,813,916</u>	 <u>1,713,624</u>	 <u>100,292</u>
 Cemeteries:				
Personal services	161,710	161,710	181,578	(19,868)
Direct operating charges and services	27,458	27,458	18,228	9,230
Services and charges transferred in	8,819	8,819	7,394	1,425
Expenditures transferred out	<u>(3,157)</u>	<u>(3,157)</u>	<u>(421)</u>	<u>(2,736)</u>
 Total Cemeteries	 <u>194,830</u>	 <u>194,830</u>	 <u>206,779</u>	 <u>(11,949)</u>

(Continued)

CITY OF CARBONDALE, ILLINOIS
GENERAL FUND
SCHEDULE OF DETAILED REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL (CONTINUED)
FOR THE FISCAL YEAR ENDED APRIL 30, 2013

	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
Forestry Management:				
Personal services	78,172	78,172	80,014	(1,842)
Direct operating charges and services	57,142	57,142	37,340	19,802
Services and charges transferred in	8,000	8,000	11,683	(3,683)
Expenditures transferred out	<u>(12,641)</u>	<u>(12,641)</u>	<u>(7,339)</u>	<u>(5,302)</u>
Total Forestry Management	<u>130,673</u>	<u>130,673</u>	<u>121,698</u>	<u>8,975</u>
Total Public Works	<u>2,593,047</u>	<u>2,603,074</u>	<u>2,542,070</u>	<u>61,004</u>
Community Services:				
Agencies and Organizations:				
Direct operating charges and services	264,195	264,195	252,150	12,045
Nonoperating charges	2,310,797	2,310,797	2,281,447	29,350
Services and charges transferred in	<u>9,770</u>	<u>9,770</u>	<u>10,365</u>	<u>(595)</u>
Total Agencies	<u>2,584,762</u>	<u>2,584,762</u>	<u>2,543,962</u>	<u>40,800</u>
Total Community Services	<u>2,584,762</u>	<u>2,584,762</u>	<u>2,543,962</u>	<u>40,800</u>
Total Expenditures	<u>23,064,487</u>	<u>23,407,965</u>	<u>22,720,187</u>	<u>687,778</u>
Excess of Revenues Over Expenditures	<u>1,424,129</u>	<u>1,246,735</u>	<u>1,503,577</u>	<u>256,842</u>
Other Financing Sources and (Uses):				
Transfers from Tax Increment Fund	25,000	25,000	25,000	-
Transfers to Debt Service Fund	(1,334,447)	(1,334,447)	(1,334,447)	-
Transfers to Local Improvement Fund	(100,000)	(700,000)	(700,000)	-
Insurance Proceeds	<u>-</u>	<u>24,711</u>	<u>31,693</u>	<u>6,982</u>
Total Other Financing Sources and (Uses)	<u>(1,409,447)</u>	<u>(1,984,736)</u>	<u>(1,977,754)</u>	<u>6,982</u>
NET CHANGE IN FUND BALANCE	14,682	(738,001)	(474,177)	263,824
FUND BALANCES, BEGINNING OF YEAR	<u>8,446,658</u>	<u>8,446,658</u>	<u>8,446,658</u>	<u>-</u>
FUND BALANCES, END OF YEAR	<u>\$ 8,461,340</u>	<u>\$ 7,708,657</u>	<u>\$ 7,972,481</u>	<u>\$ 263,824</u>



NONMAJOR GOVERNMENTAL FUNDS

Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than major capital projects) that are legally restricted to expenditures for specified purposes.

The Tax Increment Fund #1 accounts for expense in tax increment financing district #1.

The Tax Increment Fund #2 accounts for expense in tax increment financing district #2.

The Tax Increment Fund #3 accounts for expense in tax increment financing district #3.

The Motor Fuel Tax Fund accounts for motor fuel tax allocations from the State of Illinois for street maintenance, major street construction and traffic signal capital projects as approved by the Illinois Department of Transportation.

Capital Projects Funds are created to account for financial resources to be used for the acquisition or construction of major capital facilities, except for those projects financed by Enterprise or Special Revenue Funds.

The Local Improvement Fund provides the control for construction of Capital Improvements Program projects that are not funded in other capital project, governmental, or proprietary funds. The primary sources of funding include the three-cent per gallon locally collected motor fuel tax, the funding source transfer from the General Fund and bond proceeds.

The Debt Service Fund accounts for financial resources to be used for the redemption of principal, interest and paying agent fees for General Obligation Bonds issued on behalf of Governmental Activities.

CITY OF CARBONDALE, ILLINOIS
 COMBINING BALANCE SHEET
 NONMAJOR GOVERNMENTAL FUNDS
 APRIL 30, 2013

	Special Revenue						
	Tax Increment Fund #1	Tax Increment Fund #2	Tax Increment Fund #3	Motor Fuel Tax Fund	Local Improvement Fund	Debt Service Fund	Total Nonmajor Governmental Funds
Assets:							
Cash	\$ 244,574	\$ 12,551	-	\$ 1,198,515	\$ 782,469	\$ 2,753,306	\$ 4,991,415
Investments	-	-	-	-	2,569,811	-	2,569,811
Accounts receivable:							
Consumers	-	-	-	31	-	-	31
Other governmental units and agencies	-	-	-	51,153	408,290	-	459,443
Total Assets	<u>244,574</u>	<u>12,551</u>	<u>-</u>	<u>1,249,699</u>	<u>3,760,570</u>	<u>2,753,306</u>	<u>8,020,700</u>
Deferred Outflows of Resources							
Deferred outflows	-	-	-	-	-	-	-
Total Deferred Outflows of Resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Assets and Deferred Outflows of Resources	<u>\$ 244,574</u>	<u>\$ 12,551</u>	<u>\$ -</u>	<u>\$ 1,249,699</u>	<u>\$ 3,760,570</u>	<u>\$ 2,753,306</u>	<u>\$ 8,020,700</u>
Liabilities:							
Accounts payable	-	3,430	9,202	\$ 29,153	265,262	-	\$ 307,047
Due to other funds	25,000	-	-	-	-	-	25,000
Total Liabilities	<u>25,000</u>	<u>3,430</u>	<u>9,202</u>	<u>29,153</u>	<u>265,262</u>	<u>-</u>	<u>332,047</u>
Deferred Inflows of Resources							
Deferred revenue - School Loans	-	-	-	-	368,827	-	368,827
Total Deferred Inflows of Resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>368,827</u>	<u>-</u>	<u>368,827</u>
Fund Balances							
Restricted for:							
Economic development	\$ 219,574	\$ 9,121	\$ (9,202)	\$ -	\$ -	\$ -	\$ 219,493
Maintenance of roadways	-	-	-	1,220,546	-	-	1,220,546
Bond funds	-	-	-	-	2,569,811	-	2,569,811
Debt service	-	-	-	-	-	2,753,306	2,753,306
Assigned							
Community investment program	-	-	-	-	556,670	-	556,670
Total Fund Balances (deficits)	<u>219,574</u>	<u>9,121</u>	<u>(9,202)</u>	<u>1,220,546</u>	<u>3,126,481</u>	<u>2,753,306</u>	<u>7,319,826</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances (deficits)	<u>\$ 244,574</u>	<u>\$ 12,551</u>	<u>\$ -</u>	<u>\$ 1,249,699</u>	<u>\$ 3,760,570</u>	<u>\$ 2,753,306</u>	<u>\$ 8,020,700</u>

CITY OF CARBONDALE, ILLINOIS
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
 NONMAJOR GOVERNMENTAL FUNDS
 FOR THE FISCAL YEAR ENDED APRIL 30, 2013

	Special Revenue						Total
	Tax Increment Fund #1	Tax Increment Fund #2	Tax Increment Fund #3	Motor Fuel Tax Fund	Local Improvement Fund	Debt Service Fund	
Revenues:							
General property taxes	\$ 183,377	\$ -	\$ -	\$ -	\$ -	-	\$ 183,377
Sales service and utility taxes	-	-	-	-	389,527	-	389,527
Intergovernmental revenue	-	-	-	727,953	-	-	727,953
Use of money and property	643	-	-	17,317	7,692	3,118	28,770
Total Revenues	<u>184,020</u>	<u>-</u>	<u>-</u>	<u>745,270</u>	<u>397,219</u>	<u>3,118</u>	<u>1,329,627</u>
Expenditures:							
Current:							
Public works	-	-	-	229,039	-	-	229,039
Community services	98,895	43,879	9,202	-	-	-	151,976
Capital outlays	-	-	-	-	649,060	-	649,060
Debt Service							
Principal	-	-	-	-	-	1,466,000	1,466,000
Interest	-	-	-	-	-	970,114	970,114
Fiscal agent fees	-	-	-	-	-	2,650	2,650
Total Expenditures	<u>98,895</u>	<u>43,879</u>	<u>9,202</u>	<u>229,039</u>	<u>649,060</u>	<u>2,438,764</u>	<u>3,468,839</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>85,125</u>	<u>(43,879)</u>	<u>(9,202)</u>	<u>516,231</u>	<u>(251,841)</u>	<u>(2,435,646)</u>	<u>(2,139,212)</u>
Other Financing Sources (Uses):							
Transfers in	-	53,000	-	-	700,000	2,102,742	2,855,742
Transfers out	(78,000)	-	-	(450,000)	(318,295)	-	(846,295)
Federal subsidies for Build America Bonds interest	-	-	-	-	-	169,745	169,745
Total Other Financing Sources (Uses)	<u>(78,000)</u>	<u>53,000</u>	<u>-</u>	<u>(450,000)</u>	<u>381,705</u>	<u>2,272,487</u>	<u>2,179,192</u>
Net change in fund balances	7,125	9,121	(9,202)	66,231	129,864	(163,159)	39,980
Fund balances - beginning	<u>212,449</u>	<u>-</u>	<u>-</u>	<u>1,154,315</u>	<u>2,996,617</u>	<u>2,916,465</u>	<u>7,279,846</u>
Fund balances - ending	<u>\$ 219,574</u>	<u>\$ 9,121</u>	<u>\$ (9,202)</u>	<u>\$ 1,220,546</u>	<u>\$ 3,126,481</u>	<u>\$ 2,753,306</u>	<u>\$ 7,319,826</u>

CITY OF CARBONDALE, ILLINOIS
TAX INCREMENT FUND #1
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED APRIL 30, 2013

	Original Budgeted	Final Budgeted	Actual	Variance Favorable (Unfavorable)
Revenues:				
General Property Tax	\$ 179,077	\$ 179,077	\$ 183,377	\$ 4,300
Use of money and property	537	537	643	106
Total Revenues	179,614	179,614	184,020	4,406
Expenditures:				
Current - Community services:				
Development incentives - grants	133,485	133,485	87,344	46,141
Direct operating charges and services	15,000	15,000	11,551	3,449
Total Community services	148,485	148,485	98,895	49,590
Total Expenditures	148,485	148,485	98,895	49,590
Excess of Revenues Over Expenditures	31,129	31,129	85,125	53,996
Other Financing Sources (Uses):				
Transfers out	(25,000)	(60,000)	(78,000)	(18,000)
Total Other Financing Sources (Uses)	(25,000)	(60,000)	(78,000)	(18,000)
NET CHANGE IN FUND BALANCE	6,129	(28,871)	7,125	35,996
FUND BALANCES, BEGINNING OF YEAR	212,449	212,449	212,449	
FUND BALANCES, END OF YEAR	\$ 218,578	\$ 183,578	\$ 219,574	\$ 35,996

CITY OF CARBONDALE, ILLINOIS
TAX INCREMENT FUND #2
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED APRIL 30, 2013

	<u>Original Budgeted</u>	<u>Final Budgeted</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues:				
General Property Tax	\$ -	\$ -	\$ -	\$ -
Use of money and property	-	-	-	-
Total Revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Expenditures:				
Current - Community services:				
Development incentives - grants	-	-	-	-
Direct operating charges and services	-	35,000	43,879	(8,879)
Total Community services	<u>-</u>	<u>35,000</u>	<u>43,879</u>	<u>(8,879)</u>
Total Expenditures	<u>-</u>	<u>35,000</u>	<u>43,879</u>	<u>(8,879)</u>
Excess of Revenues Over Expenditures	<u>-</u>	<u>(35,000)</u>	<u>(43,879)</u>	<u>(8,879)</u>
Other Financing Sources (Uses):				
Transfers in	-	35,000	53,000	18,000
Total Other Financing Sources (Uses)	<u>-</u>	<u>35,000</u>	<u>53,000</u>	<u>18,000</u>
NET CHANGE IN FUND BALANCE	-	-	9,121	9,121
FUND BALANCES, BEGINNING OF YEAR	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES, END OF YEAR	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 9,121</u>	<u>\$ 9,121</u>

CITY OF CARBONDALE, ILLINOIS
TAX INCREMENT FUND #3
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED APRIL 30, 2013

	Original Budgeted	Final Budgeted	Actual	Variance Favorable (Unfavorable)
Revenues:				
General Property Tax	\$ -	\$ -	\$ -	\$ -
Use of money and property	-	-	-	-
Total Revenues	-	-	-	-
Expenditures:				
Current - Community services:				
Development incentives - grants	-	-	-	-
Direct operating charges and services	-	-	9,202	(9,202)
Total Community services	-	-	9,202	(9,202)
Total Expenditures	-	-	9,202	(9,202)
Excess of Revenues Over Expenditures	-	-	(9,202)	(9,202)
Other Financing Sources (Uses):				
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
NET CHANGE IN FUND BALANCE	-	-	(9,202)	(9,202)
FUND BALANCES, BEGINNING OF YEAR	-	-	-	
FUND BALANCES, END OF YEAR	\$ -	\$ -	\$ (9,202)	\$ (9,202)

CITY OF CARBONDALE, ILLINOIS
MOTOR FUEL TAX FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED APRIL 30, 2013

	<u>Original Budgeted</u>	<u>Final Budgeted</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues:				
Intergovernmental revenue	\$ 643,943	\$ 643,943	\$ 727,953	\$ 84,010
Use of money and property	<u>25,700</u>	<u>25,700</u>	<u>17,317</u>	<u>(8,383)</u>
Total Revenues	<u>669,643</u>	<u>669,643</u>	<u>745,270</u>	<u>75,627</u>
Expenditures:				
Current - Public works:				
Direct operating charges and services	<u>467,764</u>	<u>467,764</u>	<u>229,039</u>	<u>238,725</u>
Total Expenditures	<u>467,764</u>	<u>467,764</u>	<u>229,039</u>	<u>238,725</u>
Excess of Revenues Over Expenditures	<u>201,879</u>	<u>201,879</u>	<u>516,231</u>	<u>314,352</u>
Other Financing Sources (Uses):				
Transfers out	<u>(450,000)</u>	<u>(450,000)</u>	<u>(450,000)</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>(450,000)</u>	<u>(450,000)</u>	<u>(450,000)</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	(248,121)	(248,121)	66,231	314,352
FUND BALANCES, BEGINNING OF YEAR	<u>1,154,315</u>	<u>1,154,315</u>	<u>1,154,315</u>	
FUND BALANCES, END OF YEAR	<u>\$ 906,194</u>	<u>\$ 906,194</u>	<u>\$ 1,220,546</u>	<u>\$ 314,352</u>

CITY OF CARBONDALE, ILLINOIS
 LOCAL IMPROVEMENT FUND
 SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 FOR THE FISCAL YEAR ENDED APRIL 30, 2013

	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
Revenues:				
Municipal motor fuel tax	\$ 438,751	\$ 438,751	\$ 389,527	\$ (49,224)
Intergovernmental revenue	107,000	107,000	-	(107,000)
Use of money and property	<u>2,200</u>	<u>2,200</u>	<u>7,692</u>	<u>5,492</u>
Total Revenues	<u>547,951</u>	<u>547,951</u>	<u>397,219</u>	<u>(150,732)</u>
Expenditures:				
Capital outlays	<u>3,156,400</u>	<u>3,297,581</u>	<u>649,060</u>	<u>2,648,521</u>
Total Expenditures	<u>3,156,400</u>	<u>3,297,581</u>	<u>649,060</u>	<u>2,648,521</u>
Deficiency of Revenues Over Expenditures	<u>(2,608,449)</u>	<u>(2,749,630)</u>	<u>(251,841)</u>	<u>2,497,789</u>
Other Financing Sources (Uses):				
Transfers in	100,000	700,000	700,000	-
Transfers out	(318,295)	(318,295)	(318,295)	-
Issuance of bonds	-	-	-	-
Premium on issuance of bonds	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>(218,295)</u>	<u>381,705</u>	<u>381,705</u>	<u>-</u>
CHANGE IN FUND BALANCE	(2,826,744)	(2,367,925)	129,864	2,497,789
FUND BALANCES, BEGINNING OF YEAR	<u>2,996,617</u>	<u>2,996,617</u>	<u>2,996,617</u>	
FUND BALANCES, END OF YEAR	<u>\$ 169,873</u>	<u>\$ 628,692</u>	<u>\$ 3,126,481</u>	<u>\$ 2,497,789</u>

CITY OF CARBONDALE, ILLINOIS
DEBT SERVICE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED APRIL 30, 2013

	Original Budgeted	Final Budgeted	Actual	Variance Favorable (Unfavorable)
Revenues:				
Use of money and property	\$ 2,250	\$ 2,250	\$ 3,118	\$ 868
Total Revenues	<u>2,250</u>	<u>2,250</u>	<u>3,118</u>	<u>868</u>
Expenditures:				
Debt service:				
Principal	1,466,000	1,466,000	1,466,000	-
Interest	814,284	814,284	970,114	(155,830)
Fiscal agent fees	<u>2,650</u>	<u>2,650</u>	<u>2,650</u>	<u>-</u>
Total Expenditures	<u>2,282,934</u>	<u>2,282,934</u>	<u>2,438,764</u>	<u>(155,830)</u>
Deficiency of Revenues Over Expenditures	<u>(2,280,684)</u>	<u>(2,280,684)</u>	<u>(2,435,646)</u>	<u>(154,962)</u>
Other Financing Sources:				
Refunding bonds issued	-	-	-	-
Premium on refunding bonds issued	-	-	-	-
GOB refunding	-	-	-	-
Federal subsidies for Build America Bonds interest	-	-	169,745	169,745
Transfers in	<u>2,102,742</u>	<u>2,102,742</u>	<u>2,102,742</u>	<u>-</u>
Total Other Financing Sources	<u>2,102,742</u>	<u>2,102,742</u>	<u>2,272,487</u>	<u>169,745</u>
NET CHANGE IN FUND BALANCE	(177,942)	(177,942)	(163,159)	14,783
FUND BALANCES, BEGINNING OF YEAR	<u>2,916,465</u>	<u>2,916,465</u>	<u>2,916,465</u>	
FUND BALANCES, END OF YEAR	<u>\$ 2,738,523</u>	<u>\$ 2,738,523</u>	<u>\$ 2,753,306</u>	<u>\$ 14,783</u>

ENTERPRISE FUNDS

Enterprise Funds are established to account for the financing of self-supporting municipal activities which render services on a user charge basis to the general public.

The significant characteristic of an Enterprise Fund is that the accounting system makes it possible to determine operating profit or loss. Because of this feature and the fact that reports for an Enterprise Fund are self-contained, creditors and the general public can evaluate the performance of the municipal enterprise on the same basis as investor-owned enterprises in the same industry.

The Waterworks and Sewerage Fund provides for the operation and maintenance of the municipal water and wastewater treatment and distribution systems. In addition, transfers from the Operating Account provide the financing of Capital Improvements and Debt Service requirements. Operating revenues are derived from water and sewer service charges. Capital Improvements are also financed from property owner contributions and General Obligation Bond proceeds. The Public Works Department is responsible for the administration of the Waterworks and Sewerage Fund

The Parking System Operations Fund operates and maintains public use parking lots and metered street areas. Revenue is derived from parking meter receipts, permits, and fines. The Finance Department is responsible for the administration of this fund. Maintenance of the municipal parking lots and meters are provided by the Street Maintenance Division of the Public Works Department.

The Solid Waste Management Fund, which is administered by the Public Works Department, provides for the municipal refuse collections, landscape waste removal and the recycling program. Revenue is derived from City refuse customer service fees, landscape waste fees and recycling assessment fees.

The Rental Properties Fund operates the University City Municipal Complex as a service center for government offices and other nonprofit organizations. Rental income, which provides funds for operating expenses and financing or mortgage principal and interest payments, is the major source of revenue. The Public Works Department is responsible for the operation of this fund.

CITY OF CARBONDALE, ILLINOIS
STATEMENT OF NET POSITION BY FUND
NONMAJOR PROPRIETARY FUNDS
APRIL 30, 2013

	<u>Parking System Operations</u>	<u>Solid Waste Management</u>	<u>Rental Properties</u>	<u>Total</u>
ASSETS:				
Current Assets:				
Cash	\$ 262,086	\$ 344,173	\$ 1,088,566	\$ 1,694,825
Accounts receivable:				
Consumers	1,053	1,932	41,981	44,966
Prepayments	<u>1,285</u>	<u>35,407</u>	<u>17,995</u>	<u>54,687</u>
Total Current Assets	<u>264,424</u>	<u>381,512</u>	<u>1,148,542</u>	<u>1,794,478</u>
Noncurrent Assets:				
Capital assets, net	<u>897,311</u>	<u>277,174</u>	<u>784,143</u>	<u>1,958,628</u>
Total Noncurrent Assets	<u>897,311</u>	<u>277,174</u>	<u>784,143</u>	<u>1,958,628</u>
Total Assets	<u>\$ 1,161,735</u>	<u>\$ 658,686</u>	<u>\$ 1,932,685</u>	<u>\$ 3,753,106</u>
LIABILITIES:				
Current Liabilities:				
Accounts payable	19,866	18,304	16,600	54,770
Compensated absences - current	782	5,616	28,074	34,472
Current portion of notes payable	<u>-</u>	<u>56,877</u>	<u>-</u>	<u>56,877</u>
Total Current Liabilities	<u>20,648</u>	<u>80,797</u>	<u>44,674</u>	<u>146,119</u>
Noncurrent Liabilities:				
Notes payable	<u>-</u>	<u>223,612</u>	<u>-</u>	<u>223,612</u>
Total Noncurrent Liabilities	<u>-</u>	<u>223,612</u>	<u>-</u>	<u>223,612</u>
Total Liabilities	<u>20,648</u>	<u>304,409</u>	<u>44,674</u>	<u>369,731</u>
DEFERRED INFLOWS OF RESOURCES:				
Deferred revenue - Other	<u>55,596</u>	<u>-</u>	<u>-</u>	<u>55,596</u>
Total Deferred Inflows of Resources	<u>55,596</u>	<u>-</u>	<u>-</u>	<u>55,596</u>
NET POSITION				
Net investment in capital assets	897,311	(3,315)	784,143	1,678,139
Unrestricted	<u>188,180</u>	<u>357,592</u>	<u>1,103,868</u>	<u>1,649,640</u>
Total Net Position	<u>\$ 1,085,491</u>	<u>\$ 354,277</u>	<u>\$ 1,888,011</u>	<u>\$ 3,327,779</u>

CITY OF CARBONDALE, ILLINOIS
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION BY FUND
NONMAJOR PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED APRIL 30, 2013

	Parking System Operations	Solid Waste Management	Rental Properties	Total
Operating Revenues:				
Charges for services	\$ 157,893	\$ 855,866	\$ -	\$ 1,013,759
Rentals	-	-	506,970	506,970
Fines	64,646	-	-	64,646
	<u>222,539</u>	<u>855,866</u>	<u>506,970</u>	<u>1,585,375</u>
Total Operating Revenues				
Operating Expenses:				
Personal services	36,652	335,415	287,271	659,338
Commodities	6,338	54,480	12,847	73,665
Contractual	79,552	132,549	24,133	236,234
Maintenance	71,604	153,002	61,182	285,788
Other charges	49	457	49,847	50,353
Depreciation	67,642	32,494	52,902	153,038
	<u>261,837</u>	<u>708,397</u>	<u>488,182</u>	<u>1,458,416</u>
Total Operating Expenses				
Operating Income (Loss)	<u>(39,298)</u>	<u>147,469</u>	<u>18,788</u>	<u>126,959</u>
Nonoperating Revenues (Expenses):				
Use of money and property	579	2,550	950	4,079
Other interest expense	-	(6,477)	-	(6,477)
Miscellaneous	-	-	1,556	1,556
	<u>579</u>	<u>(3,927)</u>	<u>2,506</u>	<u>(842)</u>
Total Nonoperating Revenues (Expenses)				
Change in net position	(38,719)	143,542	21,294	126,117
Total net position - beginning	<u>1,124,210</u>	<u>210,735</u>	<u>1,866,717</u>	<u>3,201,662</u>
Total net position - ending	<u>\$ 1,085,491</u>	<u>\$ 354,277</u>	<u>\$ 1,888,011</u>	<u>\$ 3,327,779</u>

CITY OF CARBONDALE, ILLINOIS
STATEMENT OF CASH FLOWS
NONMAJOR PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED APRIL 30, 2013

	Nonmajor Business-type Activities - Enterprise Funds			
	Parking System Operations	Solid Waste Management	Rental Properties	Total
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts from customers and users	\$ 222,761	\$ 856,096	\$ 579,730	\$ 1,658,587
Payments to suppliers	(138,722)	(331,608)	(120,143)	(590,473)
Payments to employees	(37,539)	(334,526)	(278,930)	(650,995)
Net cash provided by (used in) operating activities	<u>46,500</u>	<u>189,962</u>	<u>180,657</u>	<u>417,119</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Loan Proceeds	-	147,762	-	147,762
Miscellaneous	-	-	1,556	1,556
	<u>-</u>	<u>147,762</u>	<u>1,556</u>	<u>149,318</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Acquisition and construction of capital assets	(55)	(158,092)	(17,542)	(175,689)
Principal payments on note payable agreements	-	(27,616)	-	(27,616)
Interest paid	-	(6,477)	-	(6,477)
Proceeds from sale of assets	-	2,178	-	2,178
Net cash used in capital and related financing activities	<u>(55)</u>	<u>(190,007)</u>	<u>(17,542)</u>	<u>(207,604)</u>
CASH FLOWS FROM INVESTING ACTIVITIES				
Investment income	579	372	950	1,901
Net cash provided by investing activities	<u>579</u>	<u>372</u>	<u>950</u>	<u>1,901</u>
	47,024	148,089	165,621	360,734
CASH, MAY 1	<u>215,062</u>	<u>196,084</u>	<u>922,945</u>	<u>1,334,091</u>
CASH, APRIL 30	<u>\$ 262,086</u>	<u>\$ 344,173</u>	<u>\$ 1,088,566</u>	<u>\$ 1,694,825</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH FLOWS FROM OPERATING ACTIVITIES				
Operating Income (Loss)	\$ (39,298)	\$ 147,469	\$ 18,788	\$ 126,959
Adjustments to Reconcile Operating Income (Loss) to Net Cash from Operating Activities				
Depreciation and Amortization	67,642	32,494	52,902	153,038
Changes in Assets and Liabilities				
Account Receivable	222	230	73,550	74,002
Prepaid Expenses	(200)	(2,489)	23,372	20,683
Accounts Payable	19,021	11,369	4,494	34,884
Accrued Salaries	(887)	889	8,341	8,343
Deferred Revenue	-	-	(790)	(790)
NET CASH FROM OPERATING ACTIVITIES	<u>\$ 46,500</u>	<u>\$ 189,962</u>	<u>\$ 180,657</u>	<u>\$ 417,119</u>
CASH AND INVESTMENTS				
Cash and Cash Equivalents	<u>\$ 262,086</u>	<u>\$ 344,173</u>	<u>\$ 1,088,566</u>	<u>\$ 1,694,825</u>
TOTAL CASH AND INVESTMENTS	<u>\$ 262,086</u>	<u>\$ 344,173</u>	<u>\$ 1,088,566</u>	<u>\$ 1,694,825</u>

CITY OF CARBONDALE, ILLINOIS
WATERWORKS AND SEWERAGE FUND
SCHEDULE OF REVENUES, EXPENSES AND
CHANGES IN NET POSITION - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED APRIL 30, 2013

	Original Budget	Final Budget	Actual	Variance with Final Budget Favorable (Unfavorable)
Operating Revenues:				
Charges for Services:				
Water	\$ 4,582,677	\$ 4,582,677	\$ 4,699,210	\$ 116,533
Sewerage	4,240,232	4,240,232	4,128,651	(111,581)
Other	361,722	361,722	435,572	73,850
	9,184,631	9,184,631	9,263,433	78,802
Less:				
Cost of materials sold	64,250	64,250	33,172	31,078
Total Operating Revenues	9,120,381	9,120,381	9,230,261	109,880
Operating Expenses:				
Personal services	3,168,500	3,153,600	3,097,004	56,596
Commodities	515,637	504,777	459,927	44,850
Contractual	1,643,466	1,607,131	1,299,913	307,218
Maintenance	650,948	674,532	656,591	17,941
Other charges	25,148	23,173	77,591	(54,418)
Depreciation	1,929,736	1,929,736	1,984,535	(54,799)
Total Operating Expenses	7,933,435	7,892,949	7,575,561	317,388
Operating Income	1,186,946	1,227,432	1,654,700	427,268
Nonoperating Revenues (Expenses):				
Intergovernmental revenue	570,000	5,070,000	464	(5,069,536)
Use of money and property	61,268	61,268	60,768	(500)
Other debt interest	(301,639)	(301,639)	(298,218)	3,421
Insurance proceeds	93,215	110,219	17,004	(93,215)
Total Nonoperating Revenue (Expenses)	422,844	4,939,848	(219,982)	(5,159,830)
CHANGE IN NET POSITION	1,609,790	6,167,280	1,434,718	(4,732,562)
NET POSITION, MAY 1	43,745,347	43,745,347	43,745,347	
NET POSITION, APRIL 30	\$ 45,355,137	\$ 49,912,627	\$ 45,180,065	\$ (4,732,562)

CITY OF CARBONDALE, ILLINOIS
 PARKING SYSTEM OPERATIONS FUND
 SCHEDULE OF REVENUES, EXPENSES AND
 CHANGES IN NET POSITION- BUDGET AND ACTUAL
 FOR THE FISCAL YEAR ENDED APRIL 30, 2013

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Favorable (Unfavorable)
Operating Revenues:				
Charges for Services:				
Parking meters	\$ 108,150	\$ 108,150	\$ 97,946	\$ (10,204)
Parking permits	47,916	47,916	59,947	12,031
Fines	<u>46,000</u>	<u>46,000</u>	<u>64,646</u>	<u>18,646</u>
Total Operating Revenues	<u>202,066</u>	<u>202,066</u>	<u>222,539</u>	<u>20,473</u>
Operating Expenses:				
Personal services	43,834	43,834	36,652	7,182
Commodities	14,273	8,173	6,338	1,835
Contractual	95,538	97,388	79,552	17,836
Maintenance	72,835	77,085	71,604	5,481
Other charges	50	50	49	1
Depreciation	<u>95,682</u>	<u>95,682</u>	<u>67,642</u>	<u>28,040</u>
Total Operating Expenses	<u>322,212</u>	<u>322,212</u>	<u>261,837</u>	<u>60,375</u>
Operating Loss	<u>(120,146)</u>	<u>(120,146)</u>	<u>(39,298)</u>	<u>80,848</u>
Nonoperating Revenues:				
Use of money and property	<u>275</u>	<u>275</u>	<u>579</u>	<u>304</u>
Total Nonoperating Revenues	<u>275</u>	<u>275</u>	<u>579</u>	<u>304</u>
CHANGE IN NET POSITION	(119,871)	(119,871)	(38,719)	81,152
NET POSITION, MAY 1	<u>1,124,210</u>	<u>1,124,210</u>	<u>1,124,210</u>	
NET POSITION, APRIL 30	<u>\$ 1,004,339</u>	<u>\$ 1,004,339</u>	<u>\$ 1,085,491</u>	<u>\$ 81,152</u>

CITY OF CARBONDALE, ILLINOIS
SOLID WASTE MANAGEMENT FUND
SCHEDULE OF REVENUES, EXPENSES AND
CHANGES IN NET POSITION - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED APRIL 30, 2013

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Favorable (Unfavorable)</u>
Operating Revenues:				
Charges for Services:				
Refuse collection fees	\$ 615,000	\$ 615,000	\$ 584,978	\$ (30,022)
Landscape waste collection fees	20,000	20,000	17,149	(2,851)
Recycling collection fees	<u>249,192</u>	<u>249,192</u>	<u>253,739</u>	<u>4,547</u>
Total Operating Revenues	<u>884,192</u>	<u>884,192</u>	<u>855,866</u>	<u>(28,326)</u>
Operating Expenses:				
Personal services	434,225	434,225	335,415	98,810
Commodities	69,084	69,084	54,480	14,604
Contractual	169,189	169,189	132,549	36,640
Maintenance	133,672	133,672	153,002	(19,330)
Other charges	3,250	3,250	457	2,793
Depreciation	<u>34,651</u>	<u>34,651</u>	<u>32,494</u>	<u>2,157</u>
Total Operating Expenses	<u>844,071</u>	<u>844,071</u>	<u>708,397</u>	<u>135,674</u>
Operating Loss	<u>40,121</u>	<u>40,121</u>	<u>147,469</u>	<u>107,348</u>
Nonoperating Revenues (Expenses):				
Intergovernmental revenue	-	-	-	-
Federal disaster relief	-	-	-	-
Use of money and property	175	175	2,550	2,375
Other debt interest	<u>(10,422)</u>	<u>(10,422)</u>	<u>(6,477)</u>	<u>3,945</u>
Total Nonoperating Revenues (Expenses)	<u>(10,247)</u>	<u>(10,247)</u>	<u>(3,927)</u>	<u>6,320</u>
CHANGE IN NET POSITION	29,874	29,874	143,542	113,668
NET POSITION, MAY 1	<u>210,735</u>	<u>210,735</u>	<u>210,735</u>	
NET POSITION, APRIL 30	<u>\$ 240,609</u>	<u>\$ 240,609</u>	<u>\$ 354,277</u>	<u>\$ 113,668</u>

CITY OF CARBONDALE, ILLINOIS
 RENTAL PROPERTIES FUND
 SCHEDULE OF REVENUES, EXPENSES AND
 CHANGES IN NET POSITION- BUDGET AND ACTUAL
 FOR THE FISCAL YEAR ENDED APRIL 30, 2013

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Favorable (Unfavorable)
Operating Revenues:				
Rentals	\$ 555,215	\$ 555,215	\$ 506,970	\$ (48,245)
Total Operating Revenues	<u>555,215</u>	<u>555,215</u>	<u>506,970</u>	<u>(48,245)</u>
Operating Expenses:				
Personal services	289,112	289,112	287,271	1,841
Commodities	14,641	16,641	12,847	3,794
Contractual	25,728	23,728	24,133	(405)
Maintenance	94,098	76,555	61,182	15,373
Other charges	49,235	49,235	49,847	(612)
Depreciation	53,032	53,032	52,902	130
Total Operating Expenses	<u>525,846</u>	<u>508,303</u>	<u>488,182</u>	<u>20,121</u>
Operating Income (Loss)	<u>29,369</u>	<u>46,912</u>	<u>18,788</u>	<u>(28,124)</u>
Nonoperating Revenues:				
Use of money and property	925	925	950	25
Miscellaneous	2,200	2,200	1,556	(644)
Total Nonoperating Revenues	<u>3,125</u>	<u>3,125</u>	<u>2,506</u>	<u>(619)</u>
CHANGE IN NET POSITION	32,494	50,037	21,294	(28,743)
NET POSITION, MAY 1	<u>1,866,717</u>	<u>1,866,717</u>	<u>1,866,717</u>	
NET POSITION, APRIL 30	<u>\$ 1,899,211</u>	<u>\$ 1,916,754</u>	<u>\$ 1,888,011</u>	<u>\$ (28,743)</u>



INTERNAL SERVICE FUND

The Internal Service Fund is established to account for the financing of goods or services provided by one department or agency to other departments or agencies of the governmental unit, or to other governmental units, on a cost reimbursement basis.

The Group Health Insurance Fund is used to account for the City's Group Health Insurance premiums which are financed by City, employee and retiree contributions, this fund is administered by the General Government Department - Human Resources Division.

CITY OF CARBONDALE, ILLINOIS
INTERNAL SERVICE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN NET POSITION
FOR THE FISCAL YEAR ENDED APRIL 30, 2013

	Original Budget	Final Budget	The Group Health Insurance Fund	Variance Favorable (Unfavorable)
Operating Revenues:				
Employee Contributions	\$ 375,425	\$ 375,425	\$ 359,982	\$ (15,443)
Retiree Contributions	303,868	303,868	221,399	(82,469)
City contributions	<u>2,640,412</u>	<u>2,640,412</u>	<u>2,533,147</u>	<u>(107,265)</u>
Total Operating Revenues	<u>3,319,705</u>	<u>3,319,705</u>	<u>3,114,528</u>	<u>(205,177)</u>
Operating Expenses:				
Contractual	2,010,179	2,010,179	1,905,748	(104,431)
Health insurance claims	<u>675,000</u>	<u>675,000</u>	<u>420,330</u>	<u>(254,670)</u>
Total Operating Expenses	<u>2,685,179</u>	<u>2,685,179</u>	<u>2,326,078</u>	<u>(359,101)</u>
Operating Income (Loss)	<u>634,526</u>	<u>634,526</u>	<u>788,450</u>	<u>153,924</u>
Nonoperating Revenues:				
Use of money and property	<u>250</u>	<u>250</u>	<u>841</u>	<u>591</u>
Total Nonoperating Revenues	<u>250</u>	<u>250</u>	<u>841</u>	<u>591</u>
Change in net position before transfers	634,776	634,776	789,291	154,515
Transfers				
Transfer out	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total transfers	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Change in net position	634,776	634,776	789,291	154,515
NET POSITION - BEGINNING OF YEAR	<u>8</u>	<u>8</u>	<u>8</u>	
NET POSITION - END OF YEAR	<u>\$ 634,784</u>	<u>\$ 634,784</u>	<u>\$ 789,299</u>	<u>\$ 154,515</u>



FIDUCIARY FUNDS

Fiduciary Funds are established to account for assets held by the City in a trustee capacity. Fiduciary Funds include pension trust funds, private purpose trust funds and agency funds.

Firemen's Pension Fund is used to account for the accumulation of resources for pension benefit payments to qualified firemen.

Police Pension Fund is used to account for the accumulation of resources for pension benefit payments to qualified policemen.

Development and Rehabilitation Loan Fund is used to account for resources restricted for economic development and housing rehabilitation programs. The City acts in a trustee capacity over these funds.

CITY OF CARBONDALE, ILLINOIS
STATEMENT OF FIDUCIARY NET POSITION
PENSION TRUST FUNDS
APRIL 30, 2013

	<u>Fireman's Pension Fund</u>	<u>Police Pension Fund</u>	<u>Totals</u>
Assets:			
Cash	\$ 142,699	\$ 3,376,963	\$ 3,519,662
Receivables:			
Interest and dividends	59,833	69,374	129,207
Due from other funds	<u>6,928</u>	<u>16,198</u>	<u>23,126</u>
Total receivables	<u>66,761</u>	<u>85,572</u>	<u>152,333</u>
Investments, at fair value			
U.S. Government obligations	6,292,861	9,330,285	15,623,146
Individual and mutual fund stocks	<u>6,389,814</u>	<u>7,020,713</u>	<u>13,410,527</u>
Total investments	<u>12,682,675</u>	<u>16,350,998</u>	<u>29,033,673</u>
Total Assets	<u>\$ 12,892,135</u>	<u>\$ 19,813,533</u>	<u>\$ 32,705,668</u>
Deferred Outflows of Resources:			
Deferred outflows	<u>-</u>	<u>-</u>	<u>-</u>
Total Deferred Outflows of Resources	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Liabilities:			
Accounts payable	\$ -	\$ 360	\$ 360
Due to other funds	<u>1,359</u>	<u>2,462</u>	<u>3,821</u>
Total Liabilities	<u>\$ 1,359</u>	<u>\$ 2,822</u>	<u>\$ 4,181</u>
Deferred Inflows of Resources:			
Deferred unsettled buys & sells	<u>(15,278)</u>	<u>-</u>	<u>(15,278)</u>
Total Deferred Inflows of Resources	<u>\$ (15,278)</u>	<u>\$ -</u>	<u>\$ (15,278)</u>
Net Position:			
Held in trust for pension benefits	<u>\$ 12,906,054</u>	<u>\$ 19,810,711</u>	<u>\$ 32,716,765</u>

CITY OF CARBONDALE, ILLINOIS
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
PENSION TRUST FUNDS
FOR THE FISCAL YEAR ENDED APRIL 30, 2013

	Fireman's Pension Fund	Police Pension Fund	Totals
Additions:			
Contributions			
Employer	\$ 785,488	\$ 1,520,988	\$ 2,306,476
Plan Member	151,148	358,114	509,262
Total contributions	936,636	1,879,102	2,815,738
Investment income			
Net appreciation (depreciation) in fair value of investments	811,849	774,501	1,586,350
Gain (loss) on sale of investments	(289,026)	250,397	(38,629)
Interest	255,219	295,465	550,684
Dividends	81,589	149,698	231,287
Investment expense	(27,665)	(152,144)	(179,809)
Other	9	62	71
Net investment income	831,975	1,317,979	2,149,954
Total Additions	\$ 1,768,611	\$ 3,197,081	\$ 4,965,692
Deductions:			
Benefits and refunds of contributions	\$ 1,226,212	\$ 1,966,153	\$ 3,192,365
Administrative expense	31,727	36,567	68,294
Total Deductions	\$ 1,257,939	\$ 2,002,720	\$ 3,260,659
Change in net position	510,672	1,194,361	1,705,033
Net position held in trust for pension benefits:			
Beginning of year	12,395,382	18,616,350	31,011,732
End of year	\$ 12,906,054	\$ 19,810,711	\$ 32,716,765

CITY OF CARBONDALE, ILLINOIS
 STATEMENT OF FIDUCIARY NET POSITION
 PRIVATE PURPOSE TRUST
 APRIL 30, 2013

	Development and Rehabilitation Loan Fund
Assets:	
Cash	\$ 432,858
Receivables:	
Other	912,540
Total Assets	\$ 1,345,398
Deferred Inflows of Resources:	
Deferred revenue - other	\$ 913,264
Total Deferred Inflows of Resources	913,264
Net position held in trust for	
Development and rehabilitation loans	\$ 432,134

CITY OF CARBONDALE, ILLINOIS
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN NET POSITION
PRIVATE PURPOSE TRUST
FOR THE FISCAL YEAR ENDED APRIL 30, 2013

	Development and Rehabilitation Loan Fund
Additions:	
CDAP loan repayments	\$ 146,380
Interest income	<u>29,865</u>
Total Revenues	<u>176,245</u>
Deductions:	
Current - Community services:	
Direct operating charges and services	<u>75,404</u>
Total Expenditures	<u>75,404</u>
NET CHANGE IN NET POSITION	100,841
NET POSITION HELD IN TRUST FOR DEVELOPMENT AND REHABILITATION LOANS	
NET POSITION, BEGINNING OF YEAR	<u>331,293</u>
NET POSITION, END OF YEAR	<u>\$ 432,134</u>

DISCRETELY PRESENTED COMPONENT UNIT

Component units are legally separate entities that meet any of three tests: 1) the primary government appoints the voting majority of the board of the component unit and is able to impose its will or is in a relationship of financial burden or benefit; 2) the component unit is fiscally dependent upon the primary government; or 3) the financial statements would be misleading if data from the component unit were not included. The following meet all qualifications.

The Public Library Fund provides a general program of public library services to the residents of Carbondale. The primary source of revenue is local property taxes.

CITY OF CARBONDALE, ILLINOIS
PUBLIC LIBRARY FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED APRIL 30, 2013

	Original Budget	Final Budget	Actual	Variance with Final Budget Favorable (Unfavorable)
Revenues:				
General property taxes	\$ 895,853	\$ 895,853	\$ 887,141	\$ (8,712)
Intergovernmental revenue	73,937	73,937	66,585	(7,352)
Fines	20,000	20,000	19,242	(758)
Use of money and property	6,705	6,705	1,546	(5,159)
Contributions	43,060	43,060	55,030	11,970
Total Revenues	<u>1,039,555</u>	<u>1,039,555</u>	<u>1,029,544</u>	<u>(10,011)</u>
Expenditures:				
Current - Library:				
Personal services	657,031	657,031	627,760	29,271
Direct operating charges and services	336,524	336,524	319,745	16,779
Contingency	-	-	-	-
Total Expenditures	<u>993,555</u>	<u>993,555</u>	<u>947,505</u>	<u>46,050</u>
DEFICIENCY OF REVENUES OVER EXPENDITURES	46,000	46,000	82,039	36,039
FUND BALANCES, BEGINNING OF YEAR	<u>429,256</u>	<u>429,256</u>	<u>429,256</u>	<u>-</u>
FUND BALANCES, END OF YEAR	<u>\$ 475,256</u>	<u>\$ 475,256</u>	<u>\$ 511,295</u>	<u>\$ 36,039</u>

CITY OF CARBONDALE, ILLINOIS
 RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCES OF DISCRETELY PRESENTED COMPONENT UNITS
 TO THE STATEMENT OF ACTIVITIES
 FOR THE FISCAL YEAR ENDED APRIL 30, 2013

Net change in fund balances - total discretely presented component units	\$	82,039
--	----	--------

The change in net position reported for discretely presented component units in the statement of activities is different because:

Governmental fund 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 depreciation (\$77,263) exceeded capital outlays (\$0) in the current period.		(77,263)
---	--	----------

The net effect of the change in deferred revenues. Revenues in the statement of activities that do not provide current financial resources are not reported in the funds.		<u>31,651</u>
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Change in net position of discretely presented component units	\$	<u>36,427</u>
--	----	---------------

CAPITAL ASSETS USED IN THE
OPERATION OF GOVERNMENTAL FUNDS

CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS

Fixed assets used in the operations are not accounted for in governmental funds in the fund financial statements but are included in the governmental activities column in the government-wide financial statements. These include all fixed assets including infrastructure assets not accounted for in Proprietary Funds or Trust Funds.

CITY OF CARBONDALE, ILLINOIS
 CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS
 SCHEDULE BY SOURCE
 APRIL 30, 2013

	2013
Governmental Funds Capital Assets:	
Land and improvements	\$ 7,703,736
Buildings	17,305,924
Streets, storm sewers and sidewalks	54,778,766
Equipment	6,583,085
Construction in progress	683,537
Total Governmental Funds Capital Assets	\$ 87,055,048
Investments in Governmental Funds Capital Assets by source:	
General fund	\$ 14,607,907
Special revenue fund	12,238,104
Community Development Grant	292,216
Capital projects fund	59,916,821
Total Governmental Funds Capital Assets	\$ 87,055,048

This schedule presents only the capital asset balances related to governmental funds.

CITY OF CARBONDALE, ILLINOIS
 CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS
 SCHEDULE BY FUNCTION AND ACTIVITY
 APRIL 30, 2013

<u>Function and Activity</u>	<u>Land and Improvements</u>	<u>Buildings</u>	<u>Streets, storm sewers and sidewalks</u>	<u>Equipment</u>	<u>Construction in Progress</u>	<u>Total</u>
General Government:	\$ 503,356	\$ 35,463	\$ -	\$ 291,746	\$ -	\$ 830,565
Public Safety:						
Police	640,539	8,035,015	-	1,574,880	-	10,250,434
Fire	291,704	1,453,773	-	1,976,031	-	3,721,508
Total Public Safety	<u>932,243</u>	<u>9,488,788</u>	<u>-</u>	<u>3,550,911</u>	<u>-</u>	<u>13,971,942</u>
Public Works:	6,266,874	7,781,673	54,778,766	2,601,306	683,537	72,112,156
Development Services:	<u>1,263</u>	<u>-</u>	<u>-</u>	<u>139,122</u>	<u>-</u>	<u>140,385</u>
Total Governmental Funds Capital Assets	<u>\$ 7,703,736</u>	<u>\$17,305,924</u>	<u>\$ 54,778,766</u>	<u>\$ 6,583,085</u>	<u>\$ 683,537</u>	<u>\$87,055,048</u>

This schedule presents only the capital asset balances related to governmental funds.

CITY OF CARBONDALE, ILLINOIS
 CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS
 SCHEDULE OF CHANGES BY FUNCTION AND ACTIVITY
 FOR THE FISCAL YEAR ENDED APRIL 30, 2013

<u>Function and Activity</u>	<u>Governmental Funds Capital Assets May 1, 2012</u>	<u>Additions</u>	<u>Deductions</u>	<u>Governmental Funds Capital Assets April 30, 2013</u>
General Government:	\$ 824,065	\$ 6,500	\$ -	\$ 830,565
Public Safety:				
Police	10,104,065	168,569	(22,200)	10,250,434
Fire	<u>3,691,897</u>	<u>29,611</u>	<u>-</u>	<u>3,721,508</u>
Total Public Safety	<u>13,795,962</u>	<u>198,180</u>	<u>(22,200)</u>	<u>13,971,942</u>
Public Works:	71,376,819	826,483	(91,146)	72,112,156
Development Services:	<u>155,700</u>	<u>16,362</u>	<u>(31,677)</u>	<u>140,385</u>
Total Governmental Funds Capital Assets	<u>\$ 86,152,546</u>	<u>\$ 1,047,525</u>	<u>\$ (145,023)</u>	<u>\$ 87,055,048</u>

This schedule presents only the capital asset balances related to governmental funds.



STATISTICAL
SECTION

STATISTICAL SECTION

The statistical section of the City's comprehensive annual financial report presents detailed information as a context for understanding what the information presented in the financial statements, note disclosures and required supplementary information say about the City's overall financial health.

<u>Contents</u>	<u>Page</u>
Financial Trends These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.	108-118
Revenue Capacity These schedules contain information to help the readers assess the City's most significant local revenue source, the sales tax.	119-126
Debt Capacity These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.	127-131
Demographic and Economic Information These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place.	132-134
Operating Information These schedules contain service and infrastructure data to help the reader understand how the information in the City's financial report relates to the services the City provides and the activities it performs.	135-137
Miscellaneous Information	138-139

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year. The City of Carbondale, Illinois implemented GASB 34 in 2004; schedules presenting government-wide information include information beginning that year

CITY OF CARBONDALE, ILLINOIS
NET POSITION BY COMPONENTS
LAST TEN FISCAL YEARS
(Accrual Basis of Accounting)

	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Governmental activities:										
Net investment in capital assets	\$ 28,882,602	\$ 29,417,137	\$ 31,667,182	\$ 27,294,949	\$ 33,630,659	\$ 33,652,680	\$ 34,433,835	\$ 34,842,480	\$ 33,902,088	\$ 33,376,980
Restricted	610,799	666,476	669,162	3,989,856	1,092,673	1,077,803	1,859,025	2,006,961	7,178,839	7,084,622
Unrestricted	6,066,808	8,496,885	8,278,571	7,512,422	2,381,497	3,045,848	2,209,211	3,496,059	(1,121,357)	(585,569)
Total governmental activities net position	\$ 35,560,209	\$ 38,580,498	\$ 40,614,915	\$ 38,797,227	\$ 37,104,829	\$ 37,776,331	\$ 38,502,071	\$ 40,345,500	\$ 39,959,570	\$ 39,876,033
Business-type activities:										
Net investment in capital assets	\$ 35,982,456	\$ 36,282,060	\$ 37,814,834	\$ 40,071,617	\$ 39,365,723	\$ 39,638,148	\$ 40,473,963	\$ 40,512,223	\$ 40,129,753	\$ 41,274,644
Restricted	1,217,703	1,746,721	1,528,206	-	-	-	-	-	-	-
Unrestricted	2,104,631	2,771,597	3,269,458	3,293,027	4,568,387	4,687,642	4,776,104	6,193,377	6,817,256	7,401,059
Total business-type activities net position	\$ 39,304,790	\$ 40,800,378	\$ 42,612,498	\$ 43,364,644	\$ 43,934,110	\$ 44,325,790	\$ 45,250,067	\$ 46,705,600	\$ 46,947,009	\$ 48,675,703
Primary Government:										
Net investment in capital assets	\$ 64,865,058	\$ 65,699,197	\$ 69,482,016	\$ 67,366,566	\$ 72,996,382	\$ 73,290,828	\$ 74,907,798	\$ 75,354,703	\$ 74,031,841	\$ 74,651,624
Restricted	1,828,502	2,413,197	2,197,368	3,989,856	1,092,673	1,077,803	1,859,025	2,006,961	7,178,839	7,084,622
Unrestricted	8,171,439	11,268,482	11,548,029	10,805,449	6,949,884	7,733,490	6,985,315	9,689,436	5,695,899	6,815,490
Total primary government net position	\$ 74,864,999	\$ 79,380,876	\$ 83,227,413	\$ 82,161,871	\$ 81,038,939	\$ 82,102,121	\$ 83,752,138	\$ 87,051,100	\$ 86,906,579	\$ 88,551,736

CITY OF CARBONDALE, ILLINOIS
 CHANGES IN NET POSITION
 LAST TEN FISCAL YEARS
 (Accrual Basis of Accounting)

	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Expenses:										
Governmental activities:										
General government	\$ 4,035,707	\$ 5,187,564	\$ 5,439,725	\$ 5,347,351	\$ 5,503,258	\$ 3,810,310	\$ 5,958,393	\$ 4,704,215	\$ 3,932,712	\$ 4,361,521
Public safety	8,020,873	8,447,976	9,055,935	9,237,709	9,928,176	10,295,152	10,479,910	11,453,827	13,142,972	12,408,746
Community development	4,483,296	4,144,292	5,079,903	4,017,938	3,902,012	4,345,936	3,850,000	4,044,893	4,380,061	4,127,681
Public works	3,260,228	3,316,657	3,581,030	6,186,467	6,982,385	3,373,848	3,408,438	3,985,156	4,182,199	4,059,626
Interest on long-term debt	303,997	643,292	432,322	411,321	842,933	710,605	664,560	616,329	1,153,269	1,010,385
Total governmental activities expenses	<u>20,304,101</u>	<u>21,739,781</u>	<u>23,588,915</u>	<u>25,200,786</u>	<u>27,158,764</u>	<u>22,535,851</u>	<u>24,361,301</u>	<u>24,804,420</u>	<u>26,791,213</u>	<u>25,967,959</u>
Business-type activities:										
Waterworks and sewerage	5,443,597	5,530,620	5,904,360	6,493,075	6,733,848	6,999,346	7,255,731	7,329,223	7,981,069	7,737,813
Solid Waste	485,986	583,614	520,826	541,660	611,858	628,323	766,385	772,083	749,510	694,816
Other programs	854,880	893,850	865,893	885,437	946,548	943,266	1,266,871	1,315,189	1,219,827	738,183
Total business-type activities expenses	<u>6,784,463</u>	<u>7,008,084</u>	<u>7,291,079</u>	<u>7,920,172</u>	<u>8,292,254</u>	<u>8,570,935</u>	<u>9,288,987</u>	<u>9,416,495</u>	<u>9,950,406</u>	<u>9,170,812</u>
Total primary government expenses	<u>27,088,564</u>	<u>28,747,865</u>	<u>30,879,994</u>	<u>33,120,958</u>	<u>35,451,018</u>	<u>31,106,786</u>	<u>33,650,288</u>	<u>34,220,915</u>	<u>36,741,619</u>	<u>35,138,771</u>
Program Revenue:										
Governmental activities:										
Charges for services:										
General government	531,656	670,303	619,607	619,672	704,559	716,635	683,781	685,536	902,202	627,853
Public safety	310,288	308,086	360,875	356,250	354,795	346,192	368,520	481,631	372,001	412,796
Community development	56,995	52,379	61,183	105,513	88,719	385,165	357,935	269,027	311,620	353,197
Public works	53,323	65,992	77,668	85,163	75,564	84,160	55,822	78,193	80,309	106,590
Other governmental	-	35,598	113,376	103,275	115,152	-	-	-	-	-
Operating grants and contributions:										
General government	437,967	190,043	188,567	630,532	210,109	526,341	2,031,762	272,049	360,727	268,529
Public safety	451,767	639,074	589,735	487,766	397,798	381,910	318,525	533,481	475,938	465,373
Community development	574,815	1,000,876	899,383	598,732	674,795	727,087	450,000	236,175	412,949	353,090
Public works	229,815	598,786	2,164,229	679,171	538,366	319,701	1,067,880	1,846,474	122,904	124,241
Other governmental	-	-	-	-	-	-	-	-	-	-
Total governmental activities program revenue	<u>2,646,626</u>	<u>3,561,137</u>	<u>5,074,623</u>	<u>3,666,074</u>	<u>3,159,857</u>	<u>3,487,191</u>	<u>5,334,225</u>	<u>4,402,566</u>	<u>3,038,650</u>	<u>2,705,669</u>
Business-type activities:										
Charges for services:										
Waterworks and sewerage	6,892,252	6,536,080	7,477,996	7,173,403	7,213,182	7,241,198	7,578,011	8,340,850	8,616,906	9,247,264
Solid Waste	455,529	463,863	471,665	515,357	509,968	580,781	659,714	712,339	767,819	855,866
Other programs	839,541	854,196	867,210	903,941	898,592	963,079	1,003,723	969,189	697,094	729,509
Operating grants and contributions:										
Waterworks and sewerage	-	-	-	-	-	-	-	-	14,626	-
Solid Waste	-	-	-	-	-	-	-	-	257	-
Other programs	-	-	-	-	-	-	-	-	-	-
Total business-type activities program revenue	<u>8,187,322</u>	<u>7,854,139</u>	<u>8,816,871</u>	<u>8,592,701</u>	<u>8,621,742</u>	<u>8,785,058</u>	<u>9,241,448</u>	<u>10,022,378</u>	<u>10,096,702</u>	<u>10,832,639</u>
Total primary government program revenue	<u>10,833,948</u>	<u>11,415,276</u>	<u>13,891,494</u>	<u>12,258,775</u>	<u>11,781,599</u>	<u>12,272,249</u>	<u>14,575,673</u>	<u>14,424,944</u>	<u>13,135,352</u>	<u>13,538,308</u>
Net (Expense) Revenue:										
Governmental activities	(17,657,475)	(18,178,644)	(18,514,292)	(21,534,712)	(23,998,907)	(19,048,660)	(19,027,076)	(20,401,854)	(23,752,563)	(23,262,290)
Business-type activities	1,402,839	846,055	1,525,792	672,529	329,488	214,123	(47,539)	605,883	146,296	1,661,827
Total primary government net (expense) revenue	<u>(16,254,616)</u>	<u>(17,332,589)</u>	<u>(16,988,500)</u>	<u>(20,862,183)</u>	<u>(23,669,419)</u>	<u>(18,834,537)</u>	<u>(19,074,615)</u>	<u>(19,795,971)</u>	<u>(23,606,267)</u>	<u>(21,600,463)</u>

(Continued)

CITY OF CARBONDALE, ILLINOIS
 CHANGES IN NET POSITION
 LAST TEN FISCAL YEARS
 (Accrual Basis of Accounting)

	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
General Revenues and Other Changes in Net Position										
Governmental activities:										
General property taxes	\$ 192	\$ 3,357	\$ 9,368	\$ 68,120	\$ 131,048	\$ 106,960	\$ 132,634	\$ 962,097	\$ 985,511	\$ 1,031,230
Sales taxes	3,919,481	3,992,811	4,231,852	4,459,228	4,870,370	6,218,725	6,484,302	8,083,961	8,697,612	8,435,043
Service taxes	659,625	778,783	795,167	929,412	999,352	999,385	986,819	1,005,288	1,005,703	1,026,421
Utility taxes	2,485,762	2,554,891	2,419,158	2,337,000	2,344,075	2,356,905	2,156,827	2,260,595	2,227,944	2,188,959
Business franchise taxes and licenses	260,888	291,774	286,488	280,616	354,728	352,140	379,208	349,486	464,377	474,191
Motor fuel tax	1,108,552	1,136,820	1,299,675	1,326,635	1,209,146	1,077,161	1,088,829	1,194,786	1,162,186	1,117,480
State income tax	1,544,125	1,783,621	1,979,968	2,207,752	2,411,656	2,254,214	1,974,215	1,980,876	2,194,575	2,450,781
Photo processing tax	-	-	-	-	-	-	-	-	-	-
Replacement tax	174,393	173,274	223,311	246,552	280,137	262,993	233,109	253,545	240,063	228,795
Mobile home privilege tax	84	59	14	10	-	-	-	-	-	-
Investment earnings	895,387	373,933	1,303,970	711,251	1,171,056	281,783	117,243	151,521	133,702	104,847
Intergovernmental revenue	5,349,717	5,518,957	5,907,725	6,190,808	5,949,271	5,809,896	5,888,434	5,947,704	5,983,923	5,905,361
Insurance Proceeds	-	-	-	-	-	-	72,143	-	234,875	169,745
Federal Subsidies for Build America Bonds interest	-	-	-	-	-	-	-	-	-	-
Miscellaneous	1,746,985	1,928,439	2,092,013	2,147,838	2,585,670	-	239,053	55,424	36,162	45,900
Transfers	-	-	-	-	-	-	-	-	-	-
Total governmental activities	18,145,191	18,536,719	20,548,709	20,905,242	22,306,509	19,720,162	19,752,816	22,245,283	23,366,633	23,178,753
Business-type activities:										
Investment earnings	74,611	105,931	181,556	292,463	234,388	110,662	55,853	64,792	63,223	64,847
Intergovernmental revenue	-	530,212	47,774	83,243	1,820	65,529	184,163	770,202	27,439	464
Insurance Proceeds	-	-	-	-	-	-	726,845	-	-	-
Miscellaneous	53,487	13,390	56,998	7,553	3,770	1,366	4,955	14,656	4,451	1,556
Total business-type activities	128,098	649,533	286,328	383,259	239,978	177,557	971,816	849,650	95,113	66,867
Total primary government	18,273,289	19,186,252	20,835,037	21,288,501	22,546,487	19,897,719	20,724,632	23,094,933	23,461,746	23,245,620
Changes in Net Position:										
Governmental activities:	487,716	358,075	2,034,417	(629,470)	(1,692,398)	671,502	725,740	1,843,429	(385,930)	(83,537)
Business-type activities:	1,530,957	1,495,588	1,812,120	1,055,788	569,466	391,680	924,277	1,455,533	241,409	1,728,694
Total primary government	\$ 2,018,673	\$ 1,853,663	\$ 3,846,537	\$ 426,318	\$ (1,122,932)	\$ 1,063,182	\$ 1,650,017	\$ 3,298,962	\$ (144,521)	\$ 1,645,157
Prior Period Adjustments:										
Governmental activities:	-	1,794,817	-	(1,188,218)	-	-	-	-	-	-
Business-type activities:	-	-	-	(303,642)	-	-	-	-	-	-
Total primary government	\$ -	\$ 1,794,817	\$ -	\$ (1,491,860)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Changes in Net Position after Prior Period Adjustments:										
Governmental activities:	487,716	2,152,892	2,034,417	(1,817,688)	(1,692,398)	671,502	725,740	1,843,429	(385,930)	(83,537)
Business-type activities:	1,530,957	1,495,588	1,812,120	752,146	569,466	391,680	924,277	1,455,533	241,409	1,728,694
Total primary government	\$ 2,018,673	\$ 3,648,480	\$ 3,846,537	\$ (1,065,542)	\$ (1,122,932)	\$ 1,063,182	\$ 1,650,017	\$ 3,298,962	\$ (144,521)	\$ 1,645,157

CITY OF CARBONDALE, ILLINOIS
 FUND BALANCES, GOVERNMENTAL FUNDS
 LAST TEN FISCAL YEARS

	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
General Fund:										
Nonspendable	\$ 414,273	\$ 498,216	\$ 502,093	\$ 544,660	\$ 662,639	\$ 876,244	\$ 823,262	\$ 955,386	\$ 1,050,978	\$ 793,576
Restricted	610,799	666,476	669,162	1,020,570	825,203	810,332	1,859,025	2,006,961	333,138	321,465
Committed	-	-	-	-	-	-	-	-	1,731,519	1,750,774
Assigned	-	-	-	-	-	-	-	-	385	650
Unassigned	5,520,664	5,830,479	5,680,419	5,477,613	5,638,458	5,623,705	4,781,918	4,636,353	5,330,638	5,106,016
Total General Fund	\$ 6,545,736	\$ 6,995,171	\$ 6,851,674	\$ 7,042,843	\$ 7,126,300	\$ 7,310,281	\$ 7,464,205	\$ 7,598,700	\$ 8,446,658	\$ 7,972,481
All Other Governmental Funds:										
Special revenue funds										
Restricted	\$ 770,000	\$ 1,571,674	\$ 720,326	\$ 3,612,907	\$ 1,523,337	\$ 1,509,162	\$ 1,148,278	\$ 1,173,975	\$ 1,366,764	\$ 1,440,039
Capital project funds										
Restricted	-	-	-	-	-	-	-	-	2,562,742	2,569,811
Assigned	681,281	475,393	935,490	1,420,409	1,222,579	1,349,640	772,333	352,360	433,875	556,670
Debt service fund										
Restricted	915,442	925,759	928,085	1,780,466	1,609,277	1,588,267	1,805,370	2,676,498	2,916,465	2,753,306
Total all other governmental funds	\$ 2,366,723	\$ 2,972,826	\$ 2,583,901	\$ 6,813,782	\$ 4,355,193	\$ 4,447,069	\$ 3,725,981	\$ 4,202,833	\$ 7,279,846	\$ 7,319,826

GASB Statement No. 54 was implemented at April 30, 2012.

CITY OF CARBONDALE, ILLINOIS
CHANGES IN FUND BALANCE, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS

	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Revenues:										
General property taxes	\$ 192	\$ 3,357	\$ 9,368	\$ 68,120	\$ 131,048	\$ 106,960	\$ 132,634	\$ 151,368	\$ 985,511	\$ 986,439
Sales Service and utility taxes	12,737,298	13,232,260	13,913,978	14,499,129	14,656,351	15,792,894	15,958,093	17,732,518	18,326,863	12,038,944
Intergovernmental revenue	4,143,822	5,310,279	6,998,961	5,865,485	5,458,812	5,141,421	6,722,609	5,881,077	4,557,661	10,525,128
Business franchise taxes and licenses	260,888	291,774	286,488	280,616	354,728	352,140	379,208	349,486	464,377	474,191
Fines	434,018	569,690	523,768	534,887	632,206	629,553	597,911	594,152	593,229	527,503
Use of money and property	893,536	430,190	425,741	684,128	1,109,008	234,083	127,939	160,092	140,632	104,847
Service charges, permits and fees	573,227	565,183	641,456	738,574	700,350	895,155	843,803	938,555	820,072	896,339
Property owner contributions	-	-	50,000	-	-	-	-	1,339	-	-
Total Revenues	<u>19,042,981</u>	<u>20,402,733</u>	<u>22,849,760</u>	<u>22,670,939</u>	<u>23,042,503</u>	<u>23,152,206</u>	<u>24,762,197</u>	<u>25,808,587</u>	<u>25,888,345</u>	<u>25,553,391</u>
Expenditures										
General government	1,835,038	2,149,396	2,227,068	2,413,809	2,477,001	2,407,237	4,172,160	2,454,581	2,483,396	2,709,856
Finance	700,236	706,248	741,655	763,926	778,200	844,775	887,307	902,128	828,522	850,969
Police	5,630,962	5,993,693	6,518,800	6,547,328	6,973,073	7,036,112	7,351,951	8,093,343	8,345,589	8,809,106
Fire	2,354,312	2,451,708	2,781,172	2,741,802	3,050,025	3,246,067	3,163,859	3,232,201	3,658,064	3,604,404
Development services	1,603,711	1,618,919	1,772,278	1,582,903	1,558,626	1,987,146	1,645,493	1,335,245	1,545,684	1,439,409
Public works	2,101,715	2,287,922	2,472,404	5,161,653	5,358,190	2,655,782	2,515,696	2,507,623	2,854,288	2,684,056
Community services	2,871,457	2,521,209	3,291,298	2,396,877	2,339,924	2,355,498	2,203,087	2,708,228	2,832,790	2,695,938
Capital improvements	1,338,300	2,294,938	2,866,525	1,998,065	1,924,104	651,413	1,810,876	10,157,946	479,974	956,524
Debt service										
Principal	200,000	345,000	545,000	565,000	580,000	1,050,000	1,090,000	1,130,000	1,180,000	1,466,000
Bond issuance costs	67,022	98,517	-	78,754	-	-	-	108,284	93,237	-
Interest	446,512	590,928	376,856	357,643	780,417	641,094	603,672	563,855	1,107,097	970,114
Fiscal agent fees	1,046	350	4,126	725	1,075	1,225	1,075	1,125	2,525	2,650
Total Expenditures	<u>19,150,311</u>	<u>21,058,828</u>	<u>23,597,182</u>	<u>24,608,485</u>	<u>25,820,635</u>	<u>22,876,349</u>	<u>25,445,176</u>	<u>33,194,559</u>	<u>25,411,166</u>	<u>26,189,026</u>
Excess of revenues (under) expenditures	<u>(107,330)</u>	<u>(656,095)</u>	<u>(747,422)</u>	<u>(1,937,546)</u>	<u>(2,778,132)</u>	<u>275,857</u>	<u>(682,979)</u>	<u>(7,385,972)</u>	<u>477,179</u>	<u>(635,635)</u>
Other Financing Sources (Uses):										
Refunding bond proceeds	4,260,039	5,687,281	-	-	-	-	-	-	3,825,000	-
Premium on issuance of debt	-	9,692	-	617,861	-	-	-	-	363,504	-
GOB refunding	(4,193,017)	(5,598,456)	-	-	-	-	-	-	(4,015,000)	-
Loan proceeds	-	248,000	215,000	127,000	403,000	-	-	-	-	-
Bond proceeds	-	497,719	-	5,690,000	-	-	-	7,991,000	2,800,000	-
Federal subsidies for Build America Bonds interest	-	-	-	-	-	-	-	-	234,875	169,745
Insurance proceeds	-	-	-	-	-	-	72,143	6,319	239,413	31,693
Transfers in	893,664	1,641,817	1,244,047	1,958,157	2,964,552	2,250,908	2,309,998	2,606,519	2,360,984	2,880,742
Transfers out	(893,664)	(1,641,817)	(1,244,047)	(1,958,157)	(2,964,552)	(2,250,908)	(2,266,326)	(2,606,519)	(2,360,984)	(2,880,742)
Total other financing sources (uses)	<u>67,022</u>	<u>844,236</u>	<u>215,000</u>	<u>6,434,861</u>	<u>403,000</u>	<u>-</u>	<u>115,815</u>	<u>7,997,319</u>	<u>3,447,792</u>	<u>201,438</u>
Net changes in fund balance	<u>\$ (40,308)</u>	<u>\$ 188,141</u>	<u>\$ (532,422)</u>	<u>\$ 4,497,315</u>	<u>\$ (2,375,132)</u>	<u>\$ 275,857</u>	<u>\$ (567,164)</u>	<u>\$ 611,347</u>	<u>\$ 3,924,971</u>	<u>\$ (434,197)</u>
Debt service as a percentage of noncapital expenditures	4.2%	5.8%	4.7%	4.6%	6.0%	8.2%	7.7%	8.5%	10.6%	10.7%

CITY OF CARBONDALE, ILLINOIS
 GOVERNMENT-WIDE EXPENSES BY FUNCTION
 LAST TEN FISCAL YEARS
 (Unaudited)

Fiscal Year	General Government	Public Safety	Community Development	Public Works	Interest on Long Term Debt	Waterworks and Sewerage	Solid Waste	Other Programs	Total
2004	\$ 4,035,707	\$ 8,020,873	\$ 4,483,296	\$ 3,260,228	\$ 503,997	\$ 5,443,597	\$ 485,986	\$ 854,880	\$ 27,088,564
2005	\$ 5,187,564	\$ 8,447,976	\$ 4,144,292	\$ 3,316,657	\$ 643,292	\$ 5,530,620	\$ 583,614	\$ 893,850	\$ 28,747,865
2006	\$ 5,439,725	\$ 9,055,935	\$ 5,079,903	\$ 3,581,030	\$ 432,322	\$ 5,904,360	\$ 520,826	\$ 865,893	\$ 30,879,994
2007	\$ 5,347,351	\$ 9,237,709	\$ 4,017,938	\$ 6,186,467	\$ 411,321	\$ 6,493,075	\$ 541,660	\$ 885,437	\$ 33,120,958
2008	\$ 5,503,258	\$ 9,928,176	\$ 3,902,012	\$ 6,982,385	\$ 842,933	\$ 6,733,848	\$ 611,858	\$ 946,548	\$ 35,451,018
2009	\$ 3,810,310	\$ 10,295,152	\$ 4,345,936	\$ 3,373,848	\$ 710,605	\$ 6,999,346	\$ 628,323	\$ 943,266	\$ 31,106,786
2010	\$ 5,958,393	\$ 10,479,910	\$ 3,850,000	\$ 3,408,438	\$ 664,560	\$ 7,255,731	\$ 766,385	\$ 1,266,871	\$ 33,650,288
2011	\$ 4,704,215	\$ 11,453,827	\$ 4,044,893	\$ 3,985,156	\$ 616,329	\$ 7,329,223	\$ 772,083	\$ 1,315,189	\$ 34,220,915
2012	\$ 3,932,712	\$ 13,142,972	\$ 4,380,061	\$ 4,182,199	\$ 1,153,269	\$ 7,981,069	\$ 749,510	\$ 1,219,827	\$ 36,741,619
2013	\$ 4,361,521	\$ 12,408,746	\$ 4,127,681	\$ 4,059,626	\$ 1,010,385	\$ 7,737,813	\$ 694,816	\$ 738,183	\$ 35,138,771

CITY OF CARBONDALE, ILLINOIS
 GOVERNMENT-WIDE REVENUES
 LAST TEN FISCAL YEARS
 (Unaudited)

Fiscal Year	Program Revenues		General Revenues							Total
	Service Charges Permits and Fees	Operating Grants and Contributions	Taxes	Investment Earnings	Intergovernmental Revenues	Insurance Proceeds	Federal Subsidies Build America Bonds	Miscellaneous		
2004	\$ 9,139,584	\$ 1,694,364	\$ 10,153,102	\$ 969,998	\$ 5,349,717	\$ -	\$ -	\$ 1,800,472	\$ 29,107,237	
2005	\$ 8,986,497	\$ 2,428,779	\$ 10,715,390	\$ 479,864	\$ 6,049,169	\$ -	\$ -	\$ 1,941,829	\$ 30,601,528	
2006	\$ 10,049,580	\$ 3,841,914	\$ 11,245,001	\$ 1,485,526	\$ 5,955,499	\$ -	\$ -	\$ 2,149,011	\$ 34,726,531	
2007	\$ 9,862,574	\$ 2,396,201	\$ 11,855,325	\$ 1,003,714	\$ 6,274,051	\$ -	\$ -	\$ 2,155,411	\$ 33,547,276	
2008	\$ 9,960,531	\$ 1,821,068	\$ 12,600,512	\$ 1,405,444	\$ 5,951,091	\$ -	\$ -	\$ 2,589,440	\$ 34,328,086	
2009	\$ 10,317,210	\$ 1,955,039	\$ 13,628,483	\$ 392,445	\$ 5,875,425	\$ -	\$ -	\$ 1,366	\$ 32,169,968	
2010	\$ 10,707,506	\$ 3,868,167	\$ 13,435,943	\$ 173,096	\$ 6,072,597	\$ 798,988	\$ -	\$ 244,008	\$ 35,300,305	
2011	\$ 11,536,765	\$ 2,888,179	\$ 16,090,634	\$ 216,313	\$ 6,717,906	\$ -	\$ -	\$ 70,080	\$ 37,519,877	
2012	\$ 11,747,951	\$ 1,387,401	\$ 16,977,971	\$ 196,925	\$ 6,011,362	\$ -	\$ 234,875	\$ 40,613	\$ 36,597,098	
2013	\$ 12,327,075	\$ 1,211,233	\$ 16,952,900	\$ 169,694	\$ 5,905,825	\$ -	\$ 169,745	\$ 47,456	\$ 36,783,928	

CITY OF CARBONDALE, ILLINOIS
 GENERAL GOVERNMENTAL EXPENDITURES BY FUNCTION
 TOTAL PRIMARY GOVERNMENT
 LAST TEN FISCAL YEARS

Fiscal Year											Totals
		General Government	Finance	Police	Fire	Development Services	Public Works	Community Services	Capital Improvements	Debt Service	Primary Government
2004	Gen., Special Rev., Debt Serv., Cap. Proj. Funds Expendable Trust Funds	\$ 1,835,038	\$ 700,236	\$ 5,630,962	\$ 2,354,312	\$ 1,603,711	\$ 2,101,715	\$ 2,871,457	\$ 1,338,300	\$ 647,558	\$ 19,083,289
	Totals	\$ 1,835,038	\$ 700,236	\$ 5,630,962	\$ 2,354,312	\$ 1,603,711	\$ 2,101,715	\$ 2,871,457	\$ 1,338,300	\$ 647,558	\$ 19,083,289
2005	Gen., Special Rev., Debt Serv., Cap. Proj. Funds Expendable Trust Funds	\$ 2,149,396	\$ 706,248	\$ 5,993,693	\$ 2,451,708	\$ 1,618,919	\$ 2,287,922	\$ 2,520,426	\$ 2,294,938	\$ 1,034,795	\$ 21,058,045
	Totals	\$ 2,149,396	\$ 706,248	\$ 5,993,693	\$ 2,451,708	\$ 1,618,919	\$ 2,287,922	\$ 2,520,426	\$ 2,294,938	\$ 1,035,578	\$ 21,058,828
2006	Gen., Special Rev., Debt Serv., Cap. Proj. Funds Expendable Trust Funds	\$ 2,227,068	\$ 741,655	\$ 6,518,800	\$ 2,781,172	\$ 1,772,278	\$ 2,472,404	\$ 2,359,744	\$ 2,866,525	\$ 925,982	\$ 22,665,628
	Totals	\$ 2,227,068	\$ 741,655	\$ 6,518,800	\$ 2,781,172	\$ 1,772,278	\$ 2,472,404	\$ 3,291,298	\$ 2,866,525	\$ 925,982	\$ 23,597,182
2007	Gen., Special Rev., Debt Serv., Cap. Proj. Funds Expendable Trust Funds	\$ 2,413,809	\$ 763,926	\$ 6,547,328	\$ 2,741,802	\$ 1,582,903	\$ 5,161,653	\$ 2,396,877	\$ 1,998,065	\$ 1,002,122	\$ 24,608,485
	Totals	\$ 2,413,809	\$ 763,926	\$ 6,547,328	\$ 2,741,802	\$ 1,582,903	\$ 5,161,653	\$ 2,396,877	\$ 1,998,065	\$ 1,002,122	\$ 24,608,485
2008	Gen., Special Rev., Debt Serv., Cap. Proj. Funds Expendable Trust Funds	\$ 2,477,001	\$ 778,200	\$ 6,973,073	\$ 3,050,025	\$ 1,558,626	\$ 5,358,190	\$ 2,339,924	\$ 1,924,104	\$ 1,361,492	\$ 25,820,635
	Totals	\$ 2,477,001	\$ 778,200	\$ 6,973,073	\$ 3,050,025	\$ 1,558,626	\$ 5,358,190	\$ 2,339,924	\$ 1,924,104	\$ 1,361,492	\$ 25,820,635
2009	Gen., Special Rev., Debt Serv., Cap. Proj. Funds Expendable Trust Funds	\$ 2,407,237	\$ 844,775	\$ 7,036,112	\$ 3,246,067	\$ 1,987,146	\$ 2,655,782	\$ 2,355,498	\$ 651,413	\$ 1,692,319	\$ 22,876,349
	Totals	\$ 2,407,237	\$ 844,775	\$ 7,036,112	\$ 3,246,067	\$ 1,987,146	\$ 2,655,782	\$ 2,355,498	\$ 651,413	\$ 1,692,319	\$ 22,876,349
2010	Gen., Special Rev., Debt Serv., Cap. Proj. Funds Expendable Trust Funds	\$ 4,172,160	\$ 887,307	\$ 7,351,951	\$ 3,163,859	\$ 1,645,493	\$ 2,515,696	\$ 2,203,087	\$ 1,810,876	\$ 1,694,747	\$ 25,445,176
	Totals	\$ 4,172,160	\$ 887,307	\$ 7,351,951	\$ 3,163,859	\$ 1,645,493	\$ 2,515,696	\$ 2,203,087	\$ 1,810,876	\$ 1,694,747	\$ 25,445,176
2011	Gen., Special Rev., Debt Serv., Cap. Proj. Funds Expendable Trust Funds	\$ 2,454,581	\$ 902,128	\$ 8,093,343	\$ 3,232,201	\$ 1,335,245	\$ 2,507,623	\$ 2,708,228	\$ 10,157,946	\$ 1,803,264	\$ 33,194,559
	Totals	\$ 2,454,581	\$ 902,128	\$ 8,093,343	\$ 3,232,201	\$ 1,335,245	\$ 2,507,623	\$ 2,708,228	\$ 10,157,946	\$ 1,803,264	\$ 33,194,559
2012	Gen., Special Rev., Debt Serv., Cap. Proj. Funds Expendable Trust Funds	\$ 2,483,396	\$ 828,522	\$ 8,345,589	\$ 3,658,064	\$ 1,545,684	\$ 2,854,288	\$ 2,832,790	\$ 479,974	\$ 2,382,859	\$ 25,411,166
	Totals	\$ 2,483,396	\$ 828,522	\$ 8,345,589	\$ 3,658,064	\$ 1,545,684	\$ 2,854,288	\$ 2,832,790	\$ 479,974	\$ 2,382,859	\$ 25,411,166
2013	Gen., Special Rev., Debt Serv., Cap. Proj. Funds Expendable Trust Funds	\$ 2,709,856	\$ 850,969	\$ 8,809,106	\$ 3,604,404	\$ 1,439,409	\$ 2,684,056	\$ 2,695,938	\$ 956,524	\$ 2,438,764	\$ 26,189,026
	Totals	\$ 2,709,856	\$ 850,969	\$ 8,809,106	\$ 3,604,404	\$ 1,439,409	\$ 2,684,056	\$ 2,695,938	\$ 956,524	\$ 2,438,764	\$ 26,189,026

CITY OF CARBONDALE, ILLINOIS
GENERAL GOVERNMENTAL EXPENDITURES BY FUNCTION
TOTAL REPORTING ENTITY
LAST TEN FISCAL YEARS

Fiscal Year		General Government	Finance	Police	Fire	Development Services	Public Works	Community Services	Capital Improvements	Debt Service	Totals Reporting Entity
2004	Totals-Primary Government	\$ 1,835,038	\$ 700,236	\$ 5,630,962	\$ 2,354,312	\$ 1,603,711	\$ 2,101,715	\$ 2,871,457	\$ 1,338,300	\$ 647,558	\$ 19,083,289
	Discrete Component Unit	-	-	-	-	-	-	-	-	-	632,078
	Totals	\$ 1,835,038	\$ 700,236	\$ 5,630,962	\$ 2,354,312	\$ 1,603,711	\$ 2,101,715	\$ 2,871,457	\$ 1,338,300	\$ 647,558	\$ 19,715,367
2005	Totals-Primary Government	\$ 2,149,396	\$ 706,248	\$ 5,993,693	\$ 2,451,708	\$ 1,618,919	\$ 2,287,922	\$ 2,520,426	\$ 2,294,938	\$ 1,035,578	\$ 21,058,828
	Discrete Component Unit	-	-	-	-	-	-	-	-	-	658,811
	Totals	\$ 2,149,396	\$ 706,248	\$ 5,993,693	\$ 2,451,708	\$ 1,618,919	\$ 2,287,922	\$ 2,520,426	\$ 2,294,938	\$ 1,035,578	\$ 21,717,639
2006	Totals-Primary Government	\$ 2,227,068	\$ 741,655	\$ 6,518,800	\$ 2,781,172	\$ 1,772,278	\$ 2,472,404	\$ 3,291,298	\$ 2,866,525	\$ 925,982	\$ 23,597,182
	Discrete Component Unit	-	-	-	-	-	-	-	-	-	725,341
	Totals	\$ 2,227,068	\$ 741,655	\$ 6,518,800	\$ 2,781,172	\$ 1,772,278	\$ 2,472,404	\$ 3,291,298	\$ 2,866,525	\$ 925,982	\$ 24,322,523
2007	Totals-Primary Government	\$ 2,413,809	\$ 763,926	\$ 6,547,328	\$ 2,741,802	\$ 1,582,903	\$ 5,161,653	\$ 2,396,877	\$ 1,998,065	\$ 1,002,122	\$ 24,608,485
	Discrete Component Unit	-	-	-	-	-	-	-	-	-	754,965
	Totals	\$ 2,413,809	\$ 763,926	\$ 6,547,328	\$ 2,741,802	\$ 1,582,903	\$ 5,161,653	\$ 2,396,877	\$ 1,998,065	\$ 1,002,122	\$ 25,363,450
2008	Totals-Primary Government	\$ 2,477,001	\$ 778,200	\$ 6,973,073	\$ 3,050,025	\$ 1,558,626	\$ 5,358,190	\$ 2,339,924	\$ 1,924,104	\$ 1,361,492	\$ 25,820,635
	Discrete Component Unit	-	-	-	-	-	-	-	-	-	805,642
	Totals	\$ 2,477,001	\$ 778,200	\$ 6,973,073	\$ 3,050,025	\$ 1,558,626	\$ 5,358,190	\$ 2,339,924	\$ 1,924,104	\$ 1,361,492	\$ 26,626,277
2009	Totals-Primary Government	\$ 2,407,237	\$ 844,775	\$ 7,036,112	\$ 3,246,067	\$ 1,987,146	\$ 2,655,782	\$ 2,355,498	\$ 651,413	\$ 1,692,319	\$ 22,876,349
	Discrete Component Unit	-	-	-	-	-	-	-	-	-	890,480
	Totals	\$ 2,407,237	\$ 844,775	\$ 7,036,112	\$ 3,246,067	\$ 1,987,146	\$ 2,655,782	\$ 2,355,498	\$ 651,413	\$ 1,692,319	\$ 23,766,829
2010	Totals-Primary Government	\$ 4,172,160	\$ 887,307	\$ 7,351,951	\$ 3,163,859	\$ 1,645,493	\$ 2,515,696	\$ 2,203,087	\$ 1,810,876	\$ 1,694,747	\$ 25,445,176
	Discrete Component Unit	-	-	-	-	-	-	-	-	-	970,133
	Totals	\$ 4,172,160	\$ 887,307	\$ 7,351,951	\$ 3,163,859	\$ 1,645,493	\$ 2,515,696	\$ 2,203,087	\$ 1,810,876	\$ 1,694,747	\$ 26,415,309
2011	Totals-Primary Government	\$ 2,454,581	\$ 902,128	\$ 8,093,343	\$ 3,232,201	\$ 1,335,245	\$ 2,507,623	\$ 2,708,228	\$ 10,157,946	\$ 1,803,264	\$ 33,194,559
	Discrete Component Unit	-	-	-	-	-	-	-	-	-	815,155
	Totals	\$ 2,454,581	\$ 902,128	\$ 8,093,343	\$ 3,232,201	\$ 1,335,245	\$ 2,507,623	\$ 2,708,228	\$ 10,157,946	\$ 1,803,264	\$ 34,009,714
2012	Totals-Primary Government	\$ 2,483,396	\$ 828,522	\$ 8,345,589	\$ 3,658,064	\$ 1,545,684	\$ 2,854,288	\$ 2,832,790	\$ 479,974	\$ 2,382,859	\$ 25,411,166
	Discrete Component Unit	-	-	-	-	-	-	-	-	-	923,512
	Totals	\$ 2,483,396	\$ 828,522	\$ 8,345,589	\$ 3,658,064	\$ 1,545,684	\$ 2,854,288	\$ 2,832,790	\$ 479,974	\$ 2,382,859	\$ 26,334,678
2013	Totals-Primary Government	\$ 2,709,856	\$ 850,969	\$ 8,809,106	\$ 3,604,404	\$ 1,439,409	\$ 2,684,056	\$ 2,695,938	\$ 956,524	\$ 2,438,764	\$ 26,189,026
	Discrete Component Unit	-	-	-	-	-	-	-	-	-	947,505
	Totals	\$ 2,709,856	\$ 850,969	\$ 8,809,106	\$ 3,604,404	\$ 1,439,409	\$ 2,684,056	\$ 2,695,938	\$ 956,524	\$ 2,438,764	\$ 27,136,531

Note: Primary Government totals include the General, Special Revenue, Debt Service and Capital Projects Funds
Note: Discrete Component Unit is the Carbondale Public Library

CITY OF CARBONDALE, ILLINOIS
GENERAL GOVERNMENTAL REVENUES BY SOURCE
TOTAL PRIMARY GOVERNMENT
LAST TEN FISCAL YEARS

Fiscal Year		General Property Taxes	Sales, Service & Utility Taxes	Inter-governmental Revenue	Business Franchise Taxes & Licenses	Fines	Use of Money & Property	Service Charges, Permits & Fees	Property Owner Contributions	Totals Primary Government
2004	Gen., Special Rev., Debt Serv., Cap. Proj. Funds	\$ 192	\$ 7,062,116	\$ 9,873,987	\$ 260,888	\$ 434,018	\$ 893,536	\$ 518,244	\$ -	\$ 19,042,981
	Expendable Trust Funds	-	-	-	-	-	61,489	-	-	61,489
	Totals	\$ 192	\$ 7,062,116	\$ 9,873,987	\$ 260,888	\$ 434,018	\$ 955,025	\$ 518,244	\$ -	\$ 19,104,470
2005	Gen., Special Rev., Debt Serv., Cap. Proj. Funds	\$ 3,357	\$ 7,713,303	\$ 10,829,236	\$ 291,774	\$ 569,690	\$ 348,528	\$ 565,183	\$ -	\$ 20,321,071
	Expendable Trust Funds	-	-	-	-	-	81,662	-	-	81,662
	Totals	\$ 3,357	\$ 7,713,303	\$ 10,829,236	\$ 291,774	\$ 569,690	\$ 430,190	\$ 565,183	\$ -	\$ 20,402,733
2006	Gen., Special Rev., Debt Serv., Cap. Proj. Funds	\$ 9,368	\$ 8,006,253	\$ 12,906,686	\$ 286,488	\$ 523,768	\$ 366,197	\$ 641,456	\$ 50,000	\$ 22,790,216
	Expendable Trust Funds	-	-	-	-	-	59,543	-	-	59,543
	Totals	\$ 9,368	\$ 8,006,253	\$ 12,906,686	\$ 286,488	\$ 523,768	\$ 425,740	\$ 641,456	\$ 50,000	\$ 22,849,759
2007	Gen., Special Rev., Debt Serv., Cap. Proj. Funds	\$ 68,120	\$ 8,308,321	\$ 12,056,293	\$ 280,616	\$ 534,887	\$ 684,128	\$ 738,574	\$ -	\$ 22,670,939
	Expendable Trust Funds	-	-	-	-	-	-	-	-	-
	Totals	\$ 68,120	\$ 8,308,321	\$ 12,056,293	\$ 280,616	\$ 534,887	\$ 684,128	\$ 738,574	\$ -	\$ 22,670,939
2008	Gen., Special Rev., Debt Serv., Cap. Proj. Funds	\$ 131,048	\$ 8,707,080	\$ 11,408,083	\$ 354,728	\$ 632,206	\$ 1,109,008	\$ 700,350	\$ -	\$ 23,042,503
	Expendable Trust Funds	-	-	-	-	-	-	-	-	-
	Totals	\$ 131,048	\$ 8,707,080	\$ 11,408,083	\$ 354,728	\$ 632,206	\$ 1,109,008	\$ 700,350	\$ -	\$ 23,042,503
2009	Gen., Special Rev., Debt Serv., Cap. Proj. Funds	\$ 106,960	\$ 9,982,998	\$ 10,951,317	\$ 352,140	\$ 629,553	\$ 234,083	\$ 895,155	\$ -	\$ 23,152,206
	Expendable Trust Funds	-	-	-	-	-	-	-	-	-
	Totals	\$ 106,960	\$ 9,982,998	\$ 10,951,317	\$ 352,140	\$ 629,553	\$ 234,083	\$ 895,155	\$ -	\$ 23,152,206
2010	Gen., Special Rev., Debt Serv., Cap. Proj. Funds	\$ 132,634	\$ 10,069,659	\$ 12,611,043	\$ 379,208	\$ 597,911	\$ 127,939	\$ 843,803	\$ -	\$ 24,762,197
	Expendable Trust Funds	-	-	-	-	-	-	-	-	-
	Totals	\$ 132,634	\$ 10,069,659	\$ 12,611,043	\$ 379,208	\$ 597,911	\$ 127,939	\$ 843,803	\$ -	\$ 24,762,197
2011	Gen., Special Rev., Debt Serv., Cap. Proj. Funds	\$ 151,368	\$ 11,784,814	\$ 11,828,781	\$ 349,486	\$ 594,152	\$ 113,687	\$ 938,555	\$ 47,744	\$ 25,808,587
	Expendable Trust Funds	-	-	-	-	-	-	-	-	-
	Totals	\$ 151,368	\$ 11,784,814	\$ 11,828,781	\$ 349,486	\$ 594,152	\$ 113,687	\$ 938,555	\$ 47,744	\$ 25,808,587
2012	Gen., Special Rev., Debt Serv., Cap. Proj. Funds	\$ 985,511	\$ 12,342,940	\$ 10,541,584	\$ 464,377	\$ 593,229	\$ 140,632	\$ 820,072	\$ -	\$ 25,888,345
	Expendable Trust Funds	-	-	-	-	-	-	-	-	-
	Totals	\$ 985,511	\$ 12,342,940	\$ 10,541,584	\$ 464,377	\$ 593,229	\$ 140,632	\$ 820,072	\$ -	\$ 25,888,345
2013	Gen., Special Rev., Debt Serv., Cap. Proj. Funds	\$ 986,439	\$ 12,038,944	\$ 10,525,128	\$ 474,191	\$ 527,503	\$ 104,847	\$ 896,339	\$ -	\$ 25,553,391
	Expendable Trust Funds	-	-	-	-	-	-	-	-	-
	Totals	\$ 986,439	\$ 12,038,944	\$ 10,525,128	\$ 474,191	\$ 527,503	\$ 104,847	\$ 896,339	\$ -	\$ 25,553,391

CITY OF CARBONDALE, ILLINOIS
GENERAL GOVERNMENTAL REVENUES BY SOURCE
TOTAL REPORTING ENTITY
LAST TEN FISCAL YEARS

Fiscal Year		General Property Taxes	Sales, Service & Utility Taxes	Inter-governmental Revenue	Business Franchise Taxes & Licenses	Fines	Use of Money & Property	Service Charges, Permits & Fees	Property Owner Contributions	Totals Reporting Entity
2004	Totals-Primary Government	\$ 192	\$ 7,062,116	\$ 9,873,987	\$ 260,888	\$ 434,018	\$ 955,025	\$ 518,244	\$ -	\$ 19,104,470
	Discrete Component Unit	435,103	-	182,506	-	13,892	6,081	-	32,302	669,884
	Totals	\$ 435,295	\$ 7,062,116	\$ 10,056,493	\$ 260,888	\$ 447,910	\$ 961,106	\$ 518,244	\$ 32,302	\$ 19,774,354
2005	Totals-Primary Government	\$ 3,357	\$ 7,713,303	\$ 10,829,236	\$ 291,774	\$ 569,690	\$ 430,190	\$ 565,183	\$ -	\$ 20,402,733
	Discrete Component Unit	454,689	-	150,006	-	15,108	10,131	-	50,036	679,970
	Totals	\$ 458,046	\$ 7,713,303	\$ 10,979,242	\$ 291,774	\$ 584,798	\$ 440,321	\$ 565,183	\$ 50,036	\$ 21,082,703
2006	Totals-Primary Government	\$ 9,368	\$ 8,006,253	\$ 12,906,686	\$ 286,488	\$ 523,768	\$ 425,740	\$ 641,456	\$ 50,000	\$ 22,849,759
	Discrete Component Unit	633,602	-	74,014	-	16,991	8,901	-	48,204	781,712
	Totals	\$ 642,970	\$ 8,006,253	\$ 12,980,700	\$ 286,488	\$ 540,759	\$ 434,641	\$ 641,456	\$ 98,204	\$ 23,631,471
2007	Totals-Primary Government	\$ 68,120	\$ 8,308,321	\$ 12,056,293	\$ 280,616	\$ 534,887	\$ 684,128	\$ 738,574	\$ -	\$ 22,670,939
	Discrete Component Unit	661,599	-	77,409	-	19,236	9,108	-	42,366	809,718
	Totals	\$ 729,719	\$ 8,308,321	\$ 12,133,702	\$ 280,616	\$ 554,123	\$ 693,236	\$ 738,574	\$ 42,366	\$ 23,480,657
2008	Totals-Primary Government	\$ 131,048	\$ 8,707,080	\$ 11,408,083	\$ 354,728	\$ 632,206	\$ 1,109,008	\$ 700,350	\$ -	\$ 23,042,503
	Discrete Component Unit	696,899	-	94,989	-	18,794	10,106	-	26,340	847,128
	Totals	\$ 827,947	\$ 8,707,080	\$ 11,503,072	\$ 354,728	\$ 651,000	\$ 1,119,114	\$ 700,350	\$ 26,340	\$ 23,889,631
2009	Totals-Primary Government	\$ 106,960	\$ 9,982,998	\$ 10,951,317	\$ 352,140	\$ 629,553	\$ 234,083	\$ 895,155	\$ -	\$ 23,152,206
	Discrete Component Unit	737,431	-	48,423	-	18,901	4,641	-	39,959	849,355
	Totals	\$ 844,391	\$ 9,982,998	\$ 10,999,740	\$ 352,140	\$ 648,454	\$ 238,724	\$ 895,155	\$ 39,959	\$ 24,001,561
2010	Totals-Primary Government	\$ 132,634	\$ 10,069,659	\$ 12,611,043	\$ 379,208	\$ 597,911	\$ 127,939	\$ 843,803	\$ -	\$ 24,762,197
	Discrete Component Unit	766,765	-	73,685	-	22,853	2,998	-	38,795	905,096
	Totals	\$ 899,399	\$ 10,069,659	\$ 12,684,728	\$ 379,208	\$ 620,764	\$ 130,937	\$ 843,803	\$ 38,795	\$ 25,667,293
2011	Totals-Primary Government	\$ 151,368	\$ 11,784,814	\$ 11,828,781	\$ 349,486	\$ 594,152	\$ 113,687	\$ 938,555	\$ 47,744	\$ 25,808,587
	Discrete Component Unit	811,909	-	73,486	-	20,171	8,033	-	57,924	971,523
	Totals	\$ 963,277	\$ 11,784,814	\$ 11,902,267	\$ 349,486	\$ 614,323	\$ 121,720	\$ 938,555	\$ 105,668	\$ 26,780,110
2012	Totals-Primary Government	\$ 985,511	\$ 12,342,940	\$ 10,541,584	\$ 464,377	\$ 593,229	\$ 140,632	\$ 820,072	\$ -	\$ 25,888,345
	Discrete Component Unit	843,981	-	68,839	-	19,451	1,201	-	60,423	993,895
	Totals	\$ 1,829,492	\$ 12,342,940	\$ 10,610,423	\$ 464,377	\$ 612,680	\$ 141,833	\$ 820,072	\$ 60,423	\$ 26,882,240
2013	Totals-Primary Government	\$ 986,439	\$ 12,038,944	\$ 10,525,128	\$ 474,191	\$ 527,503	\$ 104,847	\$ 896,339	\$ -	\$ 25,553,391
	Discrete Component Unit	887,141	-	66,585	-	19,242	1,546	-	55,030	1,029,544
	Totals	\$ 1,873,580	\$ 12,038,944	\$ 10,591,713	\$ 474,191	\$ 546,745	\$ 106,393	\$ 896,339	\$ 55,030	\$ 26,582,935

Note: Primary Government totals include the General, Special Revenue, Debt Service and Capital Projects Funds

Note: Discrete Component Unit is the Carbondale Public Library

CITY OF CARBONDALE, ILLINOIS
TAXABLE SALES BY CATEGORY - MUNICIPAL TAX
LAST TEN CALENDAR YEARS

Calendar Year	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
General Merchandise	\$ 1,240,878	\$ 1,239,148	\$ 1,310,135	\$ 1,324,167	\$ 1,201,690	\$ 1,117,578	\$ 1,019,312	\$ 1,009,494	\$ 897,570	\$ 1,002,895
Food	561,637	591,371	648,043	695,843	733,560	757,980	807,205	810,874	883,935	878,537
Drinking and Eating Places	520,375	569,957	616,273	700,570	756,990	715,647	755,083	754,940	788,041	796,554
Apparel	301,910	308,244	299,973	319,195	356,694	358,375	341,626	319,434	448,497	339,396
Furniture & H.H. & Radio	346,857	362,673	365,756	398,270	410,141	403,910	443,488	460,874	423,774	399,410
Lumber, Building, Hardware	427,818	455,576	471,502	477,208	433,240	414,490	442,131	411,832	378,820	388,484
Automotive & Filling Stations	846,642	822,956	888,863	974,002	971,087	928,966	895,216	991,629	945,939	955,794
Drugs & Miscellaneous Retail	719,153	743,619	821,044	825,499	809,070	840,205	879,697	824,481	885,913	900,326
Agriculture & All Others	283,068	324,998	341,821	358,713	361,546	293,435	214,209	240,377	221,046	214,461
Manufacturers	<u>19,506</u>	<u>30,403</u>	<u>30,403</u>	<u>30,078</u>	<u>39,550</u>	<u>42,912</u>	<u>48,377</u>	<u>67,811</u>	<u>62,164</u>	<u>62,725</u>
TOTAL	<u>\$ 5,267,844</u>	<u>\$ 5,448,945</u>	<u>\$ 5,793,813</u>	<u>\$ 6,103,545</u>	<u>\$ 6,073,568</u>	<u>\$ 5,873,498</u>	<u>\$ 5,846,344</u>	<u>\$ 5,891,746</u>	<u>\$ 5,935,699</u>	<u>\$ 5,938,582</u>
CITY DIRECT SALES TAX RATE	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%

Data Source

Illinois Department of Revenue

Taxable Sales figures are not provided by the state, however the sales tax receipts are provided per category and estimated sales can be calculated by dividing the sales tax receipts by the tax rate. Retail businesses are offered a discount on taxes submitted on a timely basis and the municipality cannot determine if the discount has been reduced from amounts listed.

CITY OF CARBONDALE, ILLINOIS
TAXABLE SALES BY CATEGORY - HOME RULE
LAST TEN CALENDAR YEARS

Calendar Year	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
General Merchandise	\$ 958,165	\$ 948,799	\$ 1,029,653	\$ 1,047,890	\$ 934,864	\$ 1,309,355	\$ 1,185,805	\$ 1,420,685	\$ 1,458,812	\$ 1,564,702
Food	183,566	227,803	254,062	261,678	277,581	442,344	471,573	611,151	805,766	804,984
Drinking and Eating Places	518,039	563,069	602,615	684,596	742,903	1,052,716	1,116,666	1,303,383	1,562,375	1,580,131
Apparel	301,862	308,179	299,876	319,152	356,578	535,422	512,430	566,773	796,018	678,466
Furniture & H.H. & Radio	342,490	358,500	362,094	394,105	405,691	594,889	657,553	783,637	837,150	788,177
Lumber, Building, Hardware	427,816	455,536	471,485	477,110	432,973	616,250	662,167	716,647	756,229	775,678
Automotive & Filling Stations	153,851	144,114	161,672	174,915	177,570	288,486	291,992	352,466	406,138	393,001
Drugs & Miscellaneous Retail	596,948	604,373	621,653	645,470	614,958	949,945	1,020,347	1,180,786	1,391,186	1,367,724
Agriculture & All Others	268,127	307,166	322,900	326,902	338,978	399,480	280,908	337,423	379,232	374,545
Manufacturers	17,292	27,886	28,690	28,375	37,930	61,870	70,300	117,310	122,216	123,460
TOTAL	\$ 3,768,156	\$ 3,945,425	\$ 4,154,700	\$ 4,360,193	\$ 4,320,026	\$ 6,250,757	\$ 6,269,741	\$ 7,390,261	\$ 8,515,122	\$ 8,450,868
CITY DIRECT SALES TAX RATE	1.00%	1.00%	1.00%	1.00%	1.00%	1.50%	1.50%	2.00%	2.00%	2.00%

Data Source

Illinois Department of Revenue

Taxable Sales figures are not provided by the state, however the sales tax receipts are provided per category and estimated sales can be calculated by dividing the sales tax receipts by the tax rate. Retail businesses are offered a discount on taxes submitted on a timely basis and the municipality cannot determine if the discount has been reduced from amounts listed.

Home Rule Sales Tax Implemented September 1, 1992 -
Home Rule Sales Tax Revised July 1, 1999 -
Home Rule Sales Tax Revised January 1, 2008 -
Home Rule Sales Tax Revised July 1, 2010 -

CITY OF CARBONDALE, ILLINOIS
 DIRECT AND OVERLAPPING SALES TAX RATES
 LAST TEN CALENDAR YEARS

Calendar Year	City Direct Rate	County Rate	State Rate	Total
2003	2.00%	0.25%	5.00%	7.25%
2004	2.00%	0.25%	5.00%	7.25%
2005	2.00%	0.25%	5.00%	7.25%
2006	2.00%	0.25%	5.00%	7.25%
2007	2.00%	0.25%	5.00%	7.25%
2008	2.00%	0.25%	5.00%	7.25%
2009	2.50%	0.25%	5.00%	7.75%
2010	3.00%	0.25%	5.00%	8.25%
2012	3.00%	0.25%	5.00%	8.25%
2013	3.00%	0.25%	5.00%	8.25%

Data Source

City and County Records

Home Rule Sales Tax Implemented September 1, 1992	0.75%
Home Rule Sales Tax Revised July 1, 1999	1.00%
Home Rule Sales Tax Revised January 1, 2009	1.50%
Home Rule Sales Tax Revised July 1, 2010	2.00%

CITY OF CARBONDALE, ILLINOIS
 ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
 LAST TEN FISCAL YEARS

Fiscal Year	Residential Property	Commercial Property	Industrial Property	Farm Property	Railway Property	Total Taxable Assessed Value	Percent Growth	Total Direct Tax Rate	Actual Taxable Value	Assessed Value as a Percentage of Actual Value
2004	\$91,157,036	\$89,817,833	\$2,238,368	\$402,313	\$429,763	\$184,045,313	2.74%	0.00000	\$552,135,939	33.33%
2005	\$98,564,997	\$96,280,420	\$2,362,635	\$469,525	\$441,230	\$198,118,807	7.65%	0.00000	\$594,356,421	33.33%
2006	\$100,556,189	\$105,756,726	\$2,422,569	\$454,705	\$372,471	\$209,562,660	5.78%	0.00000	\$628,687,980	33.33%
2007	\$110,542,534	\$113,117,127	\$2,507,384	\$483,057	\$319,597	\$226,969,699	8.31%	0.00000	\$680,909,097	33.33%
2008	\$119,966,332	\$121,927,075	\$4,271,598	\$453,981	\$311,460	\$246,930,446	8.79%	0.00000	\$740,791,338	33.33%
2009	\$136,592,114	\$130,025,132	\$4,456,437	\$377,960	\$312,273	\$271,763,916	10.06%	0.00000	\$815,291,748	33.33%
2010	\$142,280,594	\$143,925,077	\$4,677,632	\$374,534	\$388,639	\$291,646,476	7.32%	0.00000	\$874,939,428	33.33%
2011	\$143,365,916	\$153,108,553	\$4,809,939	\$385,843	\$468,138	\$302,138,389	3.60%	0.00000	\$906,415,167	33.33%
2012	\$144,707,179	\$155,970,751	\$1,906,639	\$3,293,149	\$544,585	\$306,422,303	1.42%	0.26436	\$919,266,909	33.33%
2013	\$142,921,684	\$153,307,345	\$1,948,410	\$3,341,186	\$648,177	\$302,166,802	-1.39%	0.26799	\$906,500,406	33.33%

Source: Jackson County Tax Extension Office

Note: State law prescribes an assessment ratio of 33% of actual value.

CITY OF CARBONDALE, ILLINOIS
PROPERTY TAX RATES PER \$100 OF EQUALIZED ASSESSED VALUATION
ALL OVERLAPPING GOVERNMENTS
LAST TEN FISCAL YEARS

FISCAL YEAR	2005	2006	2007	2008
YEAR PAYABLE	2004	2005	2006	2007
ASSESSMENT YEAR	2003	2004	2005	2006
STATE MULTIPLIER	1.01930	1.00000	1.00000	1.00000
Equalized assessed valuation by type:				
Residential	\$98,564,997	\$100,556,189	\$110,542,534	\$119,966,332
Commercial	96,280,420	105,756,726	113,117,127	121,927,075
Industrial	2,362,635	2,422,569	2,507,384	4,271,598
Farm	469,525	454,705	483,057	453,981
State R.R.	441,230	372,471	319,597	311,460
Total Taxable Assessed Value	\$198,118,807	\$209,562,660	\$226,969,699	\$246,930,446
City Government:				
IMRF Pension	0.00000	0.00000	0.00000	0.00000
Firemens Pension	0.00000	0.00000	0.00000	0.00000
Police Pension	0.00000	0.00000	0.00000	0.00000
Street Lighting	0.00000	0.00000	0.00000	0.00000
Public Benefit	0.00000	0.00000	0.00000	0.00000
Debt Service - G.O. Bonds	0.00000	0.00000	0.00000	0.00000
Total City Government	0.00000	0.00000	0.00000	0.00000
Public Library:				
Operating	0.23130	0.30402	0.29471	0.28440
Debt Service - G.O. Bonds	0.00000	0.00000	0.00000	0.00000
Total Public Library	0.23130	0.30402	0.29471	0.28440
Total Municipal Rate	0.23130	0.30402	0.29471	0.28440
Overlapping Governments:				
Jackson County	1.25584	1.30847	1.30566	1.32072
Carbondale Township	0.25696	0.25418	0.25549	0.23932
Southern Illinois Airport	0.26370	0.25628	0.21912	0.20577
Carbondale Park District	0.65644	0.63405	0.60219	0.56940
Carbondale Mosquito Abatement	0.03903	0.03889	0.03603	0.03570
Carbondale Road and Bridge	0.09691	0.09586	0.07974	0.09027
Logan Jr. College #530	0.47450	0.48815	0.46548	0.55665
Carbondale High School #165	2.01358	2.02016	1.95922	1.94317
Carbondale Grade School #95	3.21666	3.23642	3.20999	3.19812
Total tax rate within School District #95	\$8.50492	\$8.63648	\$8.42763	\$8.44352
Giant City School #130	2.46160	2.55386	2.42317	2.86309
Total tax rate within School District #130	\$7.74986	\$7.95392	\$7.64081	\$8.10849
Unity Point School #140	2.30058	2.30600	2.19227	2.18245
Total tax rate within School District #140	\$7.58884	\$7.70606	\$7.40991	\$7.42785

Source: Jackson County Records

Note: NA Not available from Jackson County

2009 2008 2007	2010 2009 2008	2011 2010 2009	2012 2011 2010	2013 2012 2011	2014 2013 2012
1.04190	1.03190	1.03190	1.00000	1.00000	1.00000
\$136,592,114 130,025,132 4,456,437 377,960 312,273	\$142,280,594 143,925,077 4,677,632 374,534 388,639	\$143,365,916 153,108,553 4,809,939 385,843 468,138	\$144,707,179 155,970,751 1,906,639 3,293,149 544,585	\$142,921,684 153,667,576 1,948,410 3,341,186 648,177	\$139,065,243 154,820,449 2,047,634 3,363,811 674,504
\$271,763,916	\$291,646,476	\$302,138,389	\$306,422,303	\$302,527,033	\$299,971,641
0.00000	0.00000	0.00000	0.00000	0.00000	0.00000
0.00000	0.00000	0.00000	0.26436	0.26799	0.28340
0.00000	0.00000	0.00000	0.00000	0.00000	0.00000
0.00000	0.00000	0.00000	0.00000	0.00000	0.00000
0.00000	0.00000	0.00000	0.00000	0.00000	0.00000
0.00000	0.00000	0.00000	0.00000	0.00000	0.00000
0.00000	0.00000	0.00000	0.26436	0.26799	0.28340
0.27123	0.26543	0.26892	0.27824	0.29613	0.31318
0.00000	0.00000	0.00000	0.00000	0.00000	0.00000
0.27123	0.26543	0.26892	0.27824	0.29613	0.31318
0.27123	0.26543	0.26892	0.54260	0.56412	0.59658
1.21428	1.37136	1.30888	1.38811	1.45386	1.51971
0.23041	0.22617	0.22748	0.23583	0.24570	0.25837
0.19114	0.09030	0.09207	0.20716	0.21342	0.22015
0.53259	0.48776	0.45558	0.55704	0.47606	0.49920
0.03413	0.03199	0.03239	0.03172	0.03316	0.03484
0.08691	0.08738	0.08789	0.09113	0.09494	0.09984
0.53745	0.54405	0.54132	0.55299	0.54866	0.55500
1.88240	1.89472	1.90722	2.24035	2.13982	2.23954
3.10839	3.05414	3.08072	3.32258	3.42028	3.58913
\$8.08893	\$8.05330	\$8.00247	\$9.16951	\$9.19002	\$9.61236
2.71656	2.75388	2.73944	3.10516	2.90999	3.00262
\$7.69710	\$7.75304	\$7.66119	\$8.95209	\$8.67973	\$9.02585
2.11025	2.19200	2.30174	2.44335	2.45270	2.10471
\$7.09079	\$7.19116	\$7.22349	\$8.29028	\$8.22244	\$8.12794

CITY OF CARBONDALE, ILLINOIS
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS

Fiscal Year	Equalized Assessed Value	Rate Per \$100 EAV	Total Tax Levy Extended	Current Tax Collections	Percent of Current Taxes Collected	Delinquent Tax Collections	Total Tax Collections	Percent of Total Tax Collections to Tax Levy	Outstanding Delinquent Taxes	Percent of Delinquent Taxes to Total Tax Levy
2004	\$ 184,047,313	0.00000	\$ -	\$ -	N/A	\$ -	\$ -	N/A	N/A (1)	N/A (1)
2005	\$ 198,118,807	0.00000	\$ -	\$ -	N/A	\$ -	\$ -	N/A	N/A (1)	N/A (1)
2006	\$ 209,562,660	0.00000	\$ -	\$ -	N/A	\$ -	\$ -	N/A	N/A (1)	N/A (1)
2007	\$ 226,969,699	0.00000	\$ -	\$ -	N/A	\$ -	\$ -	N/A	N/A (1)	N/A (1)
2008	\$ 246,930,446	0.00000	\$ -	\$ -	N/A	\$ -	\$ -	N/A	N/A (1)	N/A (1)
2009	\$ 271,845,596	0.00000	\$ -	\$ -	N/A	\$ -	\$ -	N/A	N/A (1)	N/A (1)
2010	\$ 291,646,476	0.00000	\$ -	\$ -	N/A	\$ -	\$ -	N/A	N/A (1)	N/A (1)
2011	\$ 302,138,389	0.00000	\$ -	\$ -	N/A	\$ -	\$ -	N/A	N/A (1)	N/A (1)
2012	\$ 323,612,499	0.26566	\$ 922,847	\$ 917,408	99.4%	\$ 45	\$ 917,453	99.4%	N/A (1)	N/A (1)
2013	\$ 323,612,499	0.26929	\$ 936,428	\$ 930,216	99.3%	\$ (2,101)	\$ 928,115	99.3%	N/A (1)	N/A (1)

(1) Information not Available from County

CITY OF CARBONDALE, ILLINOIS
 SPECIAL ASSESSMENTS BILLINGS AND COLLECTIONS
 LAST TEN FISCAL YEARS

Fiscal Year	Special Assessments Billing	Special Assessments Collected	Percent of Billed Assessments Collected	Assessments Outstanding End of Year*
2004	\$ -	\$ 68,836	100%	\$ -
2005	\$ -	\$ -	0%	\$ -
2006	\$ -	\$ -	0%	\$ -
2007	\$ -	\$ -	0%	\$ -
2008	\$ -	\$ -	0%	\$ -
2009	\$ -	\$ -	0%	\$ -
2010	\$ -	\$ -	0%	\$ -
2011	\$ -	\$ -	0%	\$ -
2012	\$ -	\$ -	0%	\$ -
2013	\$ -	\$ -	0%	\$ -

* Assessments receivable secured by property liens.

CITY OF CARBONDALE, ILLINOIS
RATIO OF GENERAL BONDED DEBT OUTSTANDING
TO TAXABLE VALUE OF PROPERTY AND PER CAPITA
LAST TEN FISCAL YEARS

Fiscal Year	Population*	Taxable Value of Property (in Thousands)	Gross Bonded Debt	Less Funds Reserved for Debt Service	Net Bonded Debt	Ratio of Net Bonded Debt to Taxable Value of Property	Net Bonded Debt Per Capita
2004	24,768	\$ 552,136	\$ 17,120,000	915,442	16,204,558	2.93%	\$ 654.25
2005	24,868	\$ 594,356	\$ 16,205,000	925,759	15,279,241	2.57%	\$ 614.41
2006	24,875	\$ 628,688	\$ 14,230,000	928,085	13,301,915	2.12%	\$ 534.75
2007	25,101	\$ 680,909	\$ 17,835,000	1,780,466	16,054,534	2.36%	\$ 639.60
2008	25,623	\$ 740,791	\$ 15,620,000	1,609,277	14,010,723	1.89%	\$ 546.80
2009	26,150	\$ 815,292	\$ 13,485,000	1,588,267	11,896,733	1.46%	\$ 454.94
2010	25,902	\$ 874,939	\$ 12,395,000	1,805,370	10,589,630	1.21%	\$ 408.83
2011	25,960	\$ 906,415	\$ 20,723,033	2,676,498	18,046,535	1.99%	\$ 695.17
2012	25,800	\$ 919,267	\$ 22,374,562	2,916,465	19,458,097	2.12%	\$ 754.19
2013	26,241	\$ 906,500	\$ 20,753,366	2,753,307	18,000,059	1.99%	\$ 685.95

* Source - Demographic & Economic Statistics Schedule

CITY OF CARBONDALE, ILLINOIS
RATIO OF OUTSTANDING DEBT BY TYPE
TO PERSONAL INCOME AND NET DEBT PER CAPITA
LAST TEN FISCAL YEARS

Fiscal Year	Governmental Activities		Business-Type Activities			Total Primary Government	Percentage of Personal Income	Per Capita
	General Obligation Bonds	Term Bank Loans Payable	Water Bonds	Term IEPA Loans Payable	Term Bank Loans Payable			
2004	\$ 10,075,000	\$ 1,115,144	\$ 7,045,000	\$ 4,891,627	\$ 21,472	\$ 23,148,243	7.00%	\$ 934.60
2005	\$ 10,535,000	\$ 1,264,295	\$ 5,670,000	\$ 11,472,931	\$ 181,177	\$ 29,123,403	8.32%	\$ 1,171.12
2006	\$ 9,990,000	\$ 1,359,943	\$ 4,240,000	\$ 11,172,891	\$ 155,013	\$ 26,917,847	7.68%	\$ 1,082.12
2007	\$ 15,115,000	\$ 1,370,932	\$ 2,720,000	\$ 10,656,078	\$ 1,075,408	\$ 30,937,418	Not Available	\$ 1,232.52
2008	\$ 14,535,000	\$ 1,637,896	\$ 1,085,000	\$ 10,125,523	\$ 976,993	\$ 28,360,412	Not Available	\$ 1,106.83
2009	\$ 13,485,000	\$ 1,468,290	\$ -	\$ 9,580,854	\$ 1,957,778	\$ 26,491,922	6.58%	\$ 1,013.08
2010	\$ 12,395,000	\$ 1,283,307	\$ -	\$ 9,024,966	\$ 2,044,404	\$ 24,747,677	6.16%	\$ 955.43
2011	\$ 19,256,000	\$ 1,123,752	\$ 1,100,000	\$ 8,454,269	\$ 1,978,554	\$ 31,912,575	7.75%	\$ 1,229.30
2012	\$ 21,347,895	\$ 988,825	\$ 1,026,667	\$ 7,933,965	\$ 1,786,066	\$ 33,083,418	8.07%	\$ 1,282.30
2013	\$ 17,046,727	\$ 847,999	\$ 953,332	\$ 7,400,514	\$ 1,721,900	\$ 27,970,472	6.66%	\$ 1,065.91

Note: Details regarding the City's outstanding debt can be found in the notes to the financial statements.

CITY OF CARBONDALE, ILLINOIS
RATIO OF ANNUAL DEBT SERVICE EXPENDITURES
FOR GENERAL BONDED DEBT
TO TOTAL GENERAL GOVERNMENTAL EXPENDITURES
LAST TEN FISCAL YEARS

Fiscal Year	Principal	Interest	Total Debt Service	Total General Governmental Expenditures *	Ratio of General Bonded Debt Service to General Expenditures
2004	\$ 200,000	\$ 447,558	\$ 647,558	\$ 19,083,289	3.39%
2005	\$ 345,000	\$ 591,278	\$ 936,278	\$ 21,058,045	4.45%
2006	\$ 545,000	\$ 376,856	\$ 921,856	\$ 22,665,628	4.07%
2007	\$ 565,000	\$ 357,643	\$ 922,643	\$ 24,608,485	3.75%
2008	\$ 580,000	\$ 780,417	\$ 1,360,417	\$ 25,820,635	5.27%
2009	\$ 1,050,000	\$ 641,094	\$ 1,691,094	\$ 22,876,349	7.39%
2010	\$ 1,090,000	\$ 603,672	\$ 1,693,672	\$ 25,445,176	6.66%
2011	\$ 1,130,000	\$ 563,855	\$ 1,693,855	\$ 33,194,559	5.10%
2012	\$ 1,180,000	\$ 1,107,097	\$ 2,287,097	\$ 25,411,116	9.00%
2013	\$ 1,466,000	\$ 970,114	\$ 2,436,114	\$ 26,189,026	9.30%

* Includes General, Special Revenue, Debt Service and Capital Projects Funds.
Expendable Trust Funds are excluded.

CITY OF CARBONDALE, ILLINOIS
 COMPUTATION OF DIRECT AND OVERLAPPING BONDED DEBT
 GENERAL OBLIGATION BONDS
 APRIL 30, 2013

<u>Governmental Jurisdiction</u>	<u>Net General Obligation Bonded Debt Outstanding</u>	<u>Estimated Percentage Applicable to City of Carbondale</u>	<u>Amount Applicable to City of Carbondale</u>
Direct:			
City of Carbondale	\$ 18,000,059	100.00%	\$ 18,000,059
City of Carbondale	<u>9,970,413</u>	100.00%	<u>9,970,413</u>
Total Direct	\$ 27,970,472		\$ 27,970,472
Overlapping:			
Southern Illinois Airport	865,000	66.05%	571,333
Carbondale Park District	4,958,075	99.04%	4,910,477
School District #95	4,585,000	90.13%	4,132,461
School District #140	1,085,000	22.44%	243,474
High School District #165	10,398,102	65.08%	6,767,085
School District #130	1,530,000	12.30%	188,190
Logan College District #530	<u>18,845,000</u>	17.81%	<u>3,356,295</u>
Total Overlapping	\$ 42,266,177		\$ 20,169,315
Total Direct and Overlapping	\$ 70,236,649		\$ 48,139,787

Debt Ratios:

Direct debt to 2011 assessed valuation (302,527,033)	9.25%
Total direct and overlapping debt to 2011 assessed valuation	15.91%
Direct debt per capita (26,241)	\$1,065.91
Total direct and overlapping debt per capita	\$1,834.53

Source:

Debt outstanding provided by Jackson County, Illinois.

The percentage of bonded debt applicable to the citizens of the City of Carbondale was calculated by comparing the Equalized Assessed Value (EAV) of property for the City of Carbondale compared to that of the overlapping taxing districts. For example all of the City of Carbondale is located within the Southern Illinois Airport's tax district and the EAV of property was 66.05% of the total EAV for the Southern Illinois Airport's taxing district.

CITY OF CARBONDALE, ILLINOIS
SCHEDULE OF LEGAL DEBT MARGIN
APRIL 30, 2013

The City of Carbondale is a home rule municipality.

Article VII, Section 6(k) of the 1970 Illinois Constitution governs computation of the legal debt margin..

“The General Assembly may limit by law the amount and require referendum approval of debt to be incurred by home rule municipalities, payable from and valorem property tax receipts, only in excess of the following percentages of the assessed value of its taxable property.. (2) if its population is more than 25,000 and less than 500,000 an aggregate of one percent: ...indebtedness which is outstanding on the effective date (July 1, 1971) of this constitution or which is thereafter approved by referendum...shall not be included in the foregoing percentage amount.”

To date the General Assembly has set no limits for home rule municipalities.

CITY OF CARBONDALE, ILLINOIS
 DEMOGRAPHIC AND ECONOMIC STATISTICS
 LAST TEN FISCAL YEARS
 (Unaudited)

Fiscal Year Ended April 30	Population (1)	Per Capita Personal Income (2)	Per Capita Income (3)	Median Age (3)	Pre K-12 School Enrollment (4)	Median House Costs (3)	Unemployment Rate (5)
2004	24,768	13,346	25,204	24.7	3,825	81,100	4.0%
2005	24,868	14,081	26,060	22.9	3,916	83,180	4.1%
2006	24,875	14,081	27,974	22.9	4,023	85,313	3.8%
2007	25,101	NA	NA	NA	4,210	87,500	3.4%
2008	25,623	NA	NA	NA	3,703	89,250	3.6%
2009	26,150	15,403	27,984	23	3,771	91,035	4.4%
2010	25,902	15,501	27,526	24	3,781	105,063	6.0%
2011	25,960	15,867	27,882	25.9	3,817	110,563	6.4%
2012	25,800	15,882	29,654	27	3,712	115,933	6.4%
2013	26,241	15,998	30,060	27	3,868	116,200	6.1%

Sources:

- (1) U.S. Census Bureau Annual Estimate
- (2) U.S. Department of Commerce Bureau of Economic Analysis Statistics
- (3) U.S. Census Bureau 2000 Census & 2005 - 2007 American Community Survey 3-Year Estimates, Census 2010
- (4) Carbondale Community High School, Carbondale Elementary School Dist., Giant City School Dist., and Unity Point
- (5) Bureau of Labor Statistics

Note:

NA Not available

CITY OF CARBONDALE, ILLINOIS
 PRINCIPAL EMPLOYERS
 FISCAL YEAR 2012 AS COMPARED TO TEN YEARS AGO
 (Unaudited)

	2013			2004		
	Employees	Rank	Percentage of Total City Employment	Employees	Rank	Percentage of Total City Employment
Southern Illinois University Carbondale	7352	1	28.02%	6832	1	27.58%
Southern Illinois Healthcare	3000	2	11.43%	880	2	3.55%
Neuro Restorative	673	3	2.56%	426	3	1.72%
Wal-Mart Supercenter	410	4	1.56%	N/A	N/A	N/A
Illinois Dept. of Transportation	286	5	1.09%	291	4	1.17%
E.T. Simmonds	265	6	1.01%	N/A	N/A	N/A
City of Carbondale	268	7	1.02%	268	5	1.08%
University Mall (Corporation + Tenants)	246	8	0.94%	N/A	N/A	N/A
Center for Medical Arts	245	9	0.93%	N/A	N/A	N/A
Schnucks	175	11	0.67%	N/A	N/A	N/A
Com-Pac International, Inc.	170	10	0.65%	155	8	0.63%
Lowe's of Carbondale	153	12	0.58%	N/A	N/A	N/A
Kroger	150	14	0.57%	N/A	N/A	N/A
Southern Illinoisan	140	13	0.53%	196	7	0.79%
U.S. Postal Service	70	15	0.27%	N/A	N/A	N/A

Note:

The Estimated population in 2013 is: 26,241

The Estimated population in 2003 was: 24,768

NA indicates Not Applicable

CITY OF CARBONDALE, ILLINOIS
PROPERTY VALUE AND CONSTRUCTION
LAST TEN FISCAL YEARS

Fiscal Year	Property Value (1)	New Construction *				Repairs and Alterations *			
		Number of Units			Value	Number of Units			Value
		Commercial	Residential	Total		Commercial	Residential	Total	
2004	\$ 552,141,939	33	103	136	\$ 29,515,980	47	114	161	\$ 7,560,335
2005	\$ 594,356,421	23	117	140	\$ 29,151,997	39	103	142	\$ 7,778,050
2006	\$ 628,687,980	34	144	178	\$ 28,864,497	69	131	200	\$ 8,850,199
2007	\$ 680,909,097	29	123	152	\$ 36,159,838	37	66	103	\$ 9,331,424
2008	\$ 740,791,338	16	104	120	\$ 29,783,360	31	67	98	\$ 7,110,234
2009	\$ 815,536,788	19	82	101	\$ 33,510,780	38	75	113	\$ 3,391,381
2010	\$ 874,939,428	11	114	125	\$ 17,640,352	53	187	240	\$ 8,029,707
2011	\$ 906,664,251	10	78	88	\$ 17,619,024	28	84	112	\$ 5,859,941
2012	\$ 970,837,497	10	72	82	\$ 7,638,054	45	135	180	\$ 9,130,662
2013	\$ 906,500,406	11	62	73	\$ 10,484,611	69	86	155	\$ 8,858,981

* Source: Development Services Department, City of Carbondale, Illinois.

(1) Includes commercial and residential. Breakdown not available on commercial and residential. Non-taxable valuations not available from Jackson County.

CITY OF CARBONDALE, ILLINOIS
 FULL-TIME EQUIVALENT CITY GOVERNMENT EMPLOYEES BY FUNCTIONS/PROGRAMS
 LAST TEN FISCAL YEARS
 (Unaudited)

Functions/Program	Full-Time Equivalent Employees as of April 30									
	2013	2012	2011	2010	2009	2008	2007	2006	2005	2004
General Government:										
Mayor and Council	7.00	7.00	6.83	7.00	7.00	7.00	7.00	7.00	7.00	7.00
City Manager	2.00	1.98	2.00	2.00	2.00	2.00	2.00	2.00	2.00	1.89
City Clerk	2.00	1.99	1.96	2.00	1.60	1.60	1.60	1.68	2.00	2.00
City Attorney	4.00	4.00	4.00	4.00	4.48	4.21	4.48	4.39	4.48	3.70
Economic Development	1.00	0.73	0.19	1.00	1.00	1.00	1.00	0.70	1.00	-
Support Services	1.08	1.08	2.06	2.17	2.02	2.02	2.02	1.98	2.20	2.19
Administrative Services:										
Human Resources	3.60	2.60	2.48	2.60	2.60	2.74	3.00	3.00	3.00	3.00
City Hall/Civic Center	5.84	5.63	5.36	5.36	5.44	5.44	5.44	5.10	5.06	5.50
Finance Department:										
Financial Management	12.00	11.49	11.21	12.52	12.94	12.54	12.54	12.99	12.56	12.94
Information Systems	4.00	3.00	3.37	4.00	3.49	3.00	3.00	3.00	3.00	3.00
Public Parking Services	1.00	0.85	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Police Department:										
Police Protection	85.44	83.86	83.74	81.51	80.10	80.98	77.08	78.97	79.55	79.41
Fire Department:										
Fire Protection	30.50	30.50	30.29	30.51	31.50	31.50	30.70	31.16	29.69	30.41
Emergency Management	0.54	0.54	0.53	0.50	0.50	0.50	0.50	0.50	0.50	0.50
Development Services Department:										
Development Management	2.00	1.67	2.00	2.59	2.60	2.36	2.08	2.39	2.00	2.00
Building and Neighborhood Services	10.48	9.50	9.02	9.80	11.13	10.48	9.19	9.51	9.45	9.52
Planning	4.00	3.87	4.00	4.00	4.14	4.00	3.97	3.48	3.52	3.76
Public Works Department:										
Engineering and Administration	5.05	5.28	5.58	5.01	5.08	6.12	6.16	7.76	8.00	8.00
Equipment Maintenance	4.00	4.00	4.00	3.45	4.00	4.00	4.00	4.00	4.00	4.00
Street Maintenance	18.00	15.63	16.96	17.04	22.67	25.37	29.56	18.19	17.83	18.66
Cemeteries	2.96	2.91	2.87	2.81	2.70	2.96	2.77	2.83	2.87	2.85
Forestry Management	1.96	2.02	2.21	1.88	2.61	2.63	2.64	2.48	2.46	2.48
Support Services	3.00	3.00	3.00	2.92	3.00	3.00	3.00	3.00	3.00	3.04
Lake Management	3.71	3.74	4.11	3.44	3.66	3.70	3.63	3.47	3.44	3.51
Central Laboratory	4.48	4.14	4.00	4.11	4.09	4.00	3.99	3.98	4.06	4.00
Water Treatment Plant	7.00	7.00	7.00	6.55	7.00	7.00	7.04	7.03	7.08	7.00
Water Distribution	3.00	3.00	3.00	3.00	3.00	3.00	3.00	2.94	2.82	3.00
Meter Services	3.00	2.35	2.01	2.97	3.01	3.00	3.33	2.01	2.18	3.00
Sewer Collection	3.00	3.00	2.80	3.23	3.37	3.00	2.96	2.97	3.00	3.00
Southeast Wastewater Treatment Plant	8.00	7.00	7.43	7.88	8.00	7.60	6.98	6.89	7.00	6.98
Northwest Wastewater Treatment Plant	8.00	7.79	8.19	8.57	8.00	8.00	8.09	8.06	7.98	7.92
Refuse & Recycling Services	7.00	6.05	5.70	5.56	4.59	4.74	4.30	4.72	4.23	5.06
Municipal Rental Properties	5.00	4.82	4.63	5.13	5.50	5.40	5.12	5.50	5.25	5.19
Community Services Department:										
Community Services Administration	-	-	-	1.50	1.50	1.50	2.30	2.50	2.50	2.81
E.C. Hayes Child Care Center	-	-	-	2.67	11.34	11.34	8.46	7.23	10.75	19.02
Total	263.64	252.02	253.53	260.28	276.66	278.73	273.93	264.41	266.46	277.34

Source:
 Fiscal Years Budgets 2004-2013

Note:
 The Divisions of Human Resources and City Hall/Civic Center were moved to the new Administrative Services Department in FY2007
 Animal Control was a Division of the Police Department until FY 2004 when it was consolidated with the Division of Police Protection
 The Divisions of Community Services Administration was merged with Human Resources in FY2010
 The Division of E.C. Hayes Child Care Center was eliminated in FY2010

CITY OF CARBONDALE, ILLINOIS
 OPERATING INDICATORS BY FUNCTION/PROGRAM
 LAST TEN FISCAL YEARS
 (Unaudited)

Functions/Program	As of April 30									
	2013	2012	2011	2010	2009	2008	2007	2006	2005	2004
Police										
Calls for service	61,329	61,266	66,005	47,590	43,819	33,589	29,414	27,702	NA	NA
Adult arrest charges	4,156	3,108	3,565	3,337	3,385	3,654	3,091	2,708	2,830	2,309
Juvenile arrest charges	211	113	174	173	187	160	151	140	186	190
Traffic citations (Other than Speeding and DUI)	6,594	5,041	7,487	7,339	4,287	3,854	3,545	3,470	4,074	4,691
Speeding citations	1,356	734	922	971	642	488	815	214	210	276
DUI citations	150	179	557	482	643	678	572	224	7	17
Total traffic citations	8,100	5,954	8,966	8,792	5,572	5,020	4,932	3,908	4,291	4,984
Fire:										
Total fire runs	950	1,009	1,064	954	991	918	974	900	891	861
Total estimated property loss	\$ 460,795	\$ 1,712,304	\$ 1,686,909	\$ 343,380	\$ 285,726	\$ 265,975	\$ 399,085	\$ 1,111,867	\$ 531,479	\$ 475,105
Building safety:										
Total building permits	228	262	350	365	211	218	235	328	282	297
Total value all permits	\$ 19,343,592	\$ 16,768,716	\$ 49,149,024	\$ 25,670,059	\$ 36,901,161	\$ 36,893,595	\$ 45,491,262	\$ 37,714,696	\$ 36,930,047	\$ 37,076,315
Public service:										
Refuse collected and disposed (Ton)	3,898	3,800	3,500	3,808	4,036	4,040	4,238	3,992	3,896	4,065
Recyclable collected and disposed (Ton)	553.7	584.6	515.0	441.0	309.0	337.5	312.2	300.0	310.0	311.1
Landscape waste bags/bundles disposed (Cu. Yd.)	605	650	490	627	650	672	757	1,376	1,312	1,492
Vacuum leaves disposed (Cu. Yd.)	858	1,200	1,075	1,012	1,580	1,415	3,024	1,760	1,746	1,869

Sources:

City of Carbondale Performance Measures as listed in the Annual Budget
 Police, Traffic citations - Police Records
 Fire indicators - Incident Type Report (Summary)
 Building safety, Total value all permits - Building & Neighborhood Services Permit log

Note:

NA Indicator not available

CITY OF CARBONDALE, ILLINOIS
 CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM
 LAST TEN FISCAL YEARS
 (Unaudited)

Functions/Program	As of April 30									
	2013	2012	2011	2010	2009	2008	2007	2006	2005	2004
Police:										
Stations	1	1	1	1	1	1	1	1	1	1
Fire:										
Fire Stations	2	2	2	2	2	2	2	2	2	2
Public Works Vehicles:	108	108	96	96	69	68	68	68	68	68
Street Maintenance:										
Streets (Miles)	145.00	145.00	144.75	144.75	143.00	143.00	128.56	128.56	125.56	125.56
Traffic Signal Faces	1,773	1,773	1,773	1,293	1,293	1,293	1,293	1,293	1,293	1,293
Water:										
Lakes	2	2	2	2	2	2	2	2	2	2
Treated Water Storage Capacity (MGD)	6.50	6.50	6.50	6.50	6.70	6.70	6.70	6.70	6.70	6.70
Average Daily Consumption (MGD)	3.81	3.93	4.25	3.90	4.16	4.36	4.45	4.66	4.76	4.76
Peak Consumption (MGD)	5.50	5.20	5.50	5.60	5.90	6.20	6.34	6.23	6.20	6.40
Wastewater:										
Sanitary Sewer Mains (Miles)	136.00	136.00	138.17	138.17	132.00	132.00	132.00	132.00	132.00	132.00
Storm Sewers (Miles)	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA

Sources:

City of Carbondale various Departments/Divisions
 Traffic Signal Faces - Survey completed for LED Study

Note:

MGD - Millions Gallons per Day
 NA Indicator not available

CITY OF CARBONDALE, ILLINOIS
 MISCELLANEOUS STATISTICAL DATA
 APRIL 30, 2013

Platted November 27, 1852
Incorporated August 23, 1873
Council/Manager Form of Government
Home Rule Municipality
Area in Square Miles 17.06
Number of Full-Time Equivalent Employees 268.38

Fire Protection

Full-time firemen	30.5
Stations	2
Fire hydrants flowed	1,327
Fire insurance rating (ISO)	Class 4

Waterworks & Sewerage:

Total metered customer accounts	
Water & Sewer	7,308
Water only	78
Sewer only	447

Gallons of water pumped (from May 1, 2012 through April 30, 2013)	1,388,750,000
--	---------------

Police Protection

Full-time sworn officers	70.03
Full-time support personnel FTE	17.44

Rates in effect per 1,000 gal:	
Water (flat rate)	3.69
Crab Orchard Water Rate	5.56
Customer Charge - Water	3.24
10" meters serving SIU & water districts	3.33
Customer Charge - Flat	324.00
Customer Charge - Sewer	3.53
Sewer (flat rate)	4.21
Recycle	2.70
Refuse	11.20
Deposit for Service	100.00

Development Services

Planning Commission	
Zoning Ordinance in effect April 2013	
Comprehensive Plan in effect June, 2010	
Subdivision Ordinance in effect April 2013	
Historic Preservation Plan in effect June 2002	

Water supply & treatment:	
City-owned Cedar Lake	1,800 acres
Treated water storage capacity	8 million gal/day
Water Plan Clear Wells (2)	1,000,000 gal/ea
Helen Street Water Tower	250,000 gal
Chautauqua Street Water Tower	750,000 gal
Bicentennial Ground Storage Tank	500,000
Wall Street Clear Wells	600,000 gal
Storage capacity	6.5 million gal
Design capacity of plant	8 million gal/day
Average consumption	3.805 million gal/day
Peak consumption	5.498 million gal/day

Public Parking Facilities

Metered lots	19
Parking lot stalls	1,244
On-street parking stalls	256

Public Works

Streets and Sanitation:	
Miles of streets	147
Street lights	1,773
Cemeteries	2
Refuse customers	4,001

Wastewater treatment:	
Number of plants	(2) - SEWWP - NWWWTP
Design avg flow	SE = 6.5 (Mgd.) NW = 2.64 (Mgd.)
Maximum capacity	SE = 12 (Mill.) NW = 6.6 (Mgd.)
Excess capacity	SE = 22 (Mill.) NW = 15 (Mill.)

CITY OF CARBONDALE, ILLINOIS
MISCELLANEOUS STATISTICAL DATA
APRIL 30, 2013

LABOR AGREEMENTS

Local No. 1961, International Associations of Firefighters, AFL-CIO	Exp. 04/30/15
The Fraternal Order of Police, Lodge No. 192 and the Illinois State Fraternal Order of Police Labor Council	Exp. 04/30/14
General Teamsters Local No. 347, Affiliated with the International Brotherhood of Teamsters, Chauffeurs, Warehousemen and Helpers of America (Street Maintenance and Solid Waste employees)	Exp. 04/30/15
Local No. 160, United Association of Journeymen and Apprentices of the Plumbing and Pipefitting Industry of the United States and Canada, AFL-CIO (Waterworks and Sewerage employees)	Exp. 04/30/17
The Illinois State Fraternal Order of Police Labor Council Telecommunicators	Exp. 04/30/15

FEDERAL FINANCIAL ASSISTANCE



Kerber, Eck & Braeckel LLP

CPAs and
Management Consultants

1116 W. Main Street
Carbondale, IL 62901-2335
ph 618.529.1040
fax 618.549.2311
www.kebcpa.com

INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER
FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED
ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN
ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

The Honorable Mayor and City Council
City of Carbondale, Illinois

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of City of Carbondale, Illinois, as of and for the year ended April 30, 2013, and the related notes to the financial statements, which collectively comprise City of Carbondale, Illinois' basic financial statements, and have issued our report thereon dated October 15, 2013.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered City of Carbondale, Illinois' internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of City of Carbondale, Illinois' internal control. Accordingly, we do not express an opinion on the effectiveness of City of Carbondale, Illinois' internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether City of Carbondale, Illinois' financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

We noted certain matters that we reported to management of City of Carbondale, Illinois, in a separate letter dated October 15, 2013.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Carbondale, Illinois
October 15, 2013

Kerby, Eck & Bannick LLP



Kerber, Eck & Braeckel LLP

CPAs and
Management Consultants

1116 W. Main Street
Carbondale, IL 62901-2335
ph 618.529.1040
fax 618.549.2311
www.kebcpa.com

INDEPENDENT AUDITORS' REPORT ON COMPLIANCE
FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL
OVER COMPLIANCE REQUIRED BY OMB CIRCULAR A-133

The Honorable Mayor and City Council
City of Carbondale, Illinois

Report on Compliance for Each Major Federal Program

We have audited City of Carbondale, Illinois' compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of City of Carbondale, Illinois' major federal programs for the year ended April 30, 2013. City of Carbondale, Illinois' major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of City of Carbondale, Illinois' major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about City of Carbondale, Illinois' compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of City of Carbondale, Illinois' compliance.

Opinion on Each Major Federal Program

In our opinion, City of Carbondale, Illinois, complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended April 30, 2013.

Report on Internal Control Over Compliance

Management of City of Carbondale, Illinois, is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered City of Carbondale, Illinois' internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of City of Carbondale, Illinois' internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.

Kubler, Eck + Broeckel LLP

Carbondale, Illinois
October 15, 2013

CITY OF CARBONDALE, ILLINOIS
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
 FOR THE FISCAL YEAR ENDED APRIL 30, 2013

Program	CFDA Number	Pass-through Grantor's Number	Pass-through Grantor	Expenditures
Federal Emergency Management Agency				
Emergency Management Performance Grants	97.042	Not Available Not Available EMPG	Illinois Emergency Management Agency	\$ 20,287 1,200 <u>1,296</u>
Total Federal Emergency Management Agency				22,783
U.S. Department of Justice				
Grants to Encourage Arrest Policies and Enforcement of Protection Orders Program	16.590	2009-WE-AX-0044	Not Applicable (Direct Grant)	25,318
Edward Byrne Memorial Justice Assistance Grant Programs	16.738	408804 2012-DJ-BX-0207	Not Applicable (Direct Grant)	18,750 <u>15,195</u> 33,945
Public Safety Partnerships and Community Policing Grants	16.710	2009-RJ-WX-0330	Not Applicable (Direct Grant)	<u>187,917</u> x
Total U.S. Department of Justice				247,180
U.S. Department of Housing and Urban Development				
Home Investments Partnership Program	14.239	SBH 50435 HO50524	Illinois Housing Development Authority	178,997 <u>38,273</u> 217,270 *
Community Development Block Grants/State's program and Non-Entitlement Grant in Hawaii	14.228	10-243004	IL Department of Commerce and Economic Opportunity	<u>135,819</u>
Total U.S. Department of Housing and Urban Development				353,089
 Total Federal Expenditures				 <u>\$ 623,052</u>

DUNS Number : 096712948

* denotes major program(s)

x denotes ARRA funds

CITY OF CARBONDALE, ILLINOIS
 NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
 FOR THE FISCAL YEAR ENDED APRIL 30, 2013

Note 1: Basis of Presentation

The accompanying schedule of expenditures of federal awards includes federal grant activity of the City of Carbondale, Illinois and is presented on the accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of the U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the general purpose financial statements.

Note 2: Subrecipients

During fiscal year ended April 30, 2013, the City of Carbondale, Illinois provided the following amounts of federal awards to subrecipients:

<u>CFDA Program</u>	<u>Number</u>	<u>Sub Recipient</u>	<u>Amount</u>
Edward Byrne Memorial Justice Assistance Grant Programs	16.738	Jackson County, Illinois	\$7,598

Note 3: Non-cash Assistance or Insurance

As required by O.M.B. Circular A-133 section 310(b)(6), the City of Carbondale, Illinois did not receive or administer any non-cash assistance or insurance during the year ended April 30, 2013.

Loans Outstanding

The City of Carbondale, Illinois had the following loan balance outstanding at April 30, 2013.

<u>Program Title</u>	<u>Federal CFDA Number</u>	<u>Amount Outstanding</u>
Capitalization Grants for Clean Water State Revolving Funds	66.458	\$ 7,400,513

CITY OF CARBONDALE, ILLINOIS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED APRIL 30, 2013

Section I - Summary of Auditors' Results

Financial Statements

Type of auditors' report issued: unqualified

Internal control over financial reporting:

- Material weakness(es) identified? _____yes X no
- Significant deficiencies identified that are not considered to be material weaknesses? _____yes X none reported

Noncompliance material to financial statements noted? _____yes X no

Federal Awards

Internal control over major programs:

- Material weakness(es) identified? _____yes X no
- Significant deficiencies identified that are not considered to be material weakness(es)? _____yes X none reported

Type of auditors' report issued on compliance for major programs: unqualified

Any audit findings disclosed that are required to be reported in accordance with section 510(a) of Circular A-133? _____yes X no

Identification of major programs:

<i>CFDA Number</i>	<i>Name of Federal Program</i>
14.239	Home Investment Partnership Program

Dollar threshold used to distinguish between type A and type B programs: \$ 300,000

Auditee qualified as low-risk auditee? X yes _____no

Section II - Financial Statement Findings

No matters were reported

Section III - Federal Award Findings and Questioned Costs

No matters were reported.

CITY OF CARBONDALE, ILLINOIS
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE FISCAL YEAR ENDED APRIL 30, 2013

Prior Audit Findings

There were no prior audit findings relative to federal award programs.