

TAZEWELL/PEKIN CONSOLIDATED
COMMUNICATIONS CENTER

FINANCIAL STATEMENTS

APRIL 30, 2010

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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Tazewell/Pekin Consolidated
Communications Center

We have audited the accompanying financial statements of the Tazewell/Pekin Consolidated Communications Center, a component unit of the City of Pekin, Illinois, as of and for the year ended April 30, 2010, as listed in the table of contents. These financial statements are the responsibility of the Organization's management. Our responsibility is to express an opinion on these general purpose financial statements based on our audit.

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Tazewell/Pekin Consolidated Communications Center as of April 30, 2010, and the changes in financial position and cash flows for the year then ended in conformity with accounting principles generally accepted in the United States.

Our audit was made for the purpose of forming an opinion on the financial statements taken as a whole. The schedules of revenues and expenditures listed in the table of contents are presented for purposes of additional analysis and are not a required part of the financial statements of the Tazewell/Pekin Consolidated Communications Center. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and, in our opinion, is fairly presented in all material respects in relation to the financial statements taken as a whole.

Willock Warning & Co., P.C.
WILLOCK WARNING & CO., P.C.
November 10, 2010

TAZEWELL/PEKIN CONSOLIDATED COMMUNICATIONS CENTER

STATEMENT OF NET ASSETS

APRIL 30, 2010

	ASSETS
	Current assets:
	Cash
	Non-current assets:
	Capital assets:
	Leasehold improvements
	Office equipment
	Communications center
	Communications equipment
	Less accumulated depreciation
	Total capital assets (net of accumulated depreciation)
	Total assets
	LIABILITIES
	Current liabilities:
	Accounts payable
	Accrued wages
	Payments received in advance
	Total current liabilities
	NET ASSETS
	Unrestricted
	Total liabilities and net assets
	\$ 206,731
	44,357
	63,057
	119,279
	1,420,602
	(1,392,029)
	255,266
	\$ 461,997
	\$ 26,202
	34,030
	178,575
	238,807
	223,190
	\$ 461,997

The notes to the financial statements are an integral part of this statement.

TAZEWELL/PEKIN CONSOLIDATED COMMUNICATIONS CENTER

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN NET ASSETS

YEAR ENDED APRIL 30, 2010

	REVENUES:
	City of Pekin
	Tazewell County
	Other governmental entities
	Private businesses
	State grant
	Other revenues
	Total operating revenues
\$ 690,148	
384,964	
270,350	
40,732	
28,529	
696	
<u>1,415,419</u>	
OPERATING EXPENSES:	
	Salaries and employees benefits
1,191,593	
	Administrative and equipment costs
139,971	
	Depreciation
94,998	
	Total operating expenses
<u>1,426,562</u>	
Operating loss	
<u>(11,143)</u>	
NON-OPERATING REVENUE:	
	Interest earnings
1,920	
<u>(9,223)</u>	
Change in net assets	
<u>232,413</u>	
	Total net assets, beginning of year
<u>\$ 223,190</u>	
	Total net assets, end of year

The notes to the financial statements are an integral part of this statement.

TAZEWELL/PEKIN CONSOLIDATED COMMUNICATIONS CENTER

STATEMENT OF CASH FLOWS

YEAR ENDED APRIL 30, 2010

	Cash flows from operating activities:
	Receipts from services
\$ 1,448,804	Payments for personal services
(1,188,263)	Payments to vendors and suppliers
(141,471)	Net cash provided by operating activities
119,070	Cash flows from capital and related activities:
	Purchase of capital assets
(28,529)	Cash flows from investing activities:
	Interest received
1,920	Net increase in cash
92,461	Cash, beginning of year
114,270	Cash, end of year
206,731	Reconciliation of operating loss to net cash provided by operating activities:
	Operating loss
\$ (11,143)	Adjustments to reconcile operating loss to net cash provided by operating activities:
	Depreciation
94,998	Decrease in accounts receivable
3,402	Decrease in prepaid expenses
23,945	Decrease in accounts payable
(1,500)	Increase in accrued wages
3,330	Increase in advanced payments
6,038	Net cash provided by operating activities
119,070	

The notes to the financial statements are an integral part of this statement.

TAZEWELL/PEKIN CONSOLIDATED COMMUNICATIONS CENTER

NOTES TO THE FINANCIAL STATEMENTS

APRIL 30, 2010

NOTE 1 - NATURE AND PURPOSE OF ORGANIZATION

Tazewell/Pekin Consolidated Communications Center (the "Center") is a non-profit corporation formed under the General Not-for-Profit Corporation Act of the State of Illinois and primarily organized for the purpose of providing a centralized public safety communications system for the mutual benefit of the County of Tazewell and the City of Pekin, Illinois. For financial statement reporting purposes, the City of Pekin considers the Center a discrete component unit and is reported on the City's combined financial statements.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

a) Basis of Accounting
 The accrual basis of accounting, under which expenditures are recorded when the liability is incurred and revenues are recorded when received or when measurable and available to finance the Center's operations is followed.

b) Fixed Assets
 All fixed assets are valued at historical cost. Communications equipment is being depreciated over an estimated useful life of ten years. Office equipment is being depreciated over an estimated useful life of twenty years. Leasehold improvements are being depreciated over an estimated life of thirty years.

c) Budget
 The Center's budget is prepared on the modified accrual basis as required by generally accepted accounting principles. Therefore, the schedules of revenues and expenditures budget and actual (Schedule A and B) have been prepared on a basis consistent with and comparable to the legally adopted budget.

NOTE 3 - CHANGES IN FIXED ASSETS

The following is a summary of the changes in general fixed assets during the current year:

Communications equipment	\$ 1,392,073	\$ 28,529	\$ 1,420,602
Office equipment	63,057	-	63,057
Communications center	119,279	-	119,279
Leasehold improvements	44,357	-	44,357
Total	\$ 1,618,766	\$ 28,529	\$ 1,647,295
Balance 4/30/09			Balance 4/30/10
	\$ 1,392,073	\$ 28,529	\$ 1,420,602
	63,057	-	63,057
	119,279	-	119,279
	44,357	-	44,357
	\$ 1,618,766	\$ 28,529	\$ 1,647,295

SCHEDULE A

TAZEWELL/PEKIN CONSOLIDATED COMMUNICATIONS CENTER
 SCHEDULE OF REVENUES-BUDGET AND ACTUAL
 YEAR ENDED APRIL 30, 2010

	Budget	Actual
City of Pekin	\$ 690,846	\$ 690,148
Tazewell County	375,678	384,964
Other governmental entities	268,498	270,350
Private businesses	41,177	40,732
State grant	-	28,529
Interest earnings	1,500	1,920
Other revenues	1,500	696
Total revenues	\$ 1,379,199	\$ 1,417,339

The notes to the financial statements are an integral part of this statement.

SCHEDULE B

TAZEWELL/PEKIN CONSOLIDATED COMMUNICATIONS CENTER

SCHEDULE OF EXPENDITURES-BUDGET AND ACTUAL

YEAR ENDED APRIL 30, 2010

	Budget	Actual
Salaries and employees benefits:		
Salaries	\$ 840,265	\$ 818,465
Payroll taxes and unemployment benefits	122,650	102,104
Group and workers compensation insurance	257,000	270,590
Medical costs	600	434
Total salaries and employee benefits	<u>1,220,515</u>	<u>1,191,593</u>
Administrative costs:		
Liability insurance	9,000	9,260
Training and education	7,000	5,798
Small tools, supplies and postage	5,000	4,007
Maintenance and repairs	9,800	10,023
Telephone	60,000	67,397
Utilities	14,500	12,770
Equipment and facilities rental	13,200	6,750
Dues and subscriptions	2,300	3,257
Travel	2,800	1,424
Professional fees/contractual services	19,900	11,431
Public relations	1,000	827
Computer expenses	2,600	1,631
Miscellaneous	500	69
Total administrative costs	<u>147,600</u>	<u>134,644</u>
Fixed assets expenditures:		
Communications equipment	8,000	5,327
Total expenditures	<u>\$ 1,376,115</u>	<u>\$ 1,331,564</u>

The notes to the financial statements are an integral part of this statement.