

TOWN OF VERNON, ILLINOIS

ANNUAL FINANCIAL REPORT
MARCH 31, 2009

TOWN OF VERNON
TABLE OF CONTENTS
MARCH 31, 2009

Exhibit or
Schedule

INDEPENDENT AUDITORS' REPORT

REQUIRED SUPPLEMENTARY INFORMATION

Management's Discussion and Analysis (Unaudited)

BASIC FINANCIAL STATEMENTS

Government – Wide Financial Statements

Statement of Net Assets (Modified Cash Basis) A

Statement of Activities (Modified Cash Basis) B

Fund Financial Statements

Statement of Assets and Liabilities (Cash Basis)
– Governmental Funds C

Reconciliation of the Governmental Fund Statement of Assets and
Liabilities (Cash Basis) to the Statement of Net Assets D

Statement of Receipts, Disbursements, and Changes in Fund Balances
(Cash Basis) – Government Funds E

Reconciliation of the Governmental Fund Statement of Receipts and Disbursements
(Cash Basis) to the Statement of Activities F

NOTES TO THE BASIC FINANCIAL STATEMENTS

REQUIRED SUPPLEMENTAL INFORMATION (Unaudited)

Statement of Cash Receipts, Disbursements and Changes in Fund Balances,
Budget and Actual (Cash Basis)
- General Fund 1
- Road and Bridge Fund 2
- Permanent Road Fund 3
- Park Maintenance Fund 4
- Metra Station Fund 5

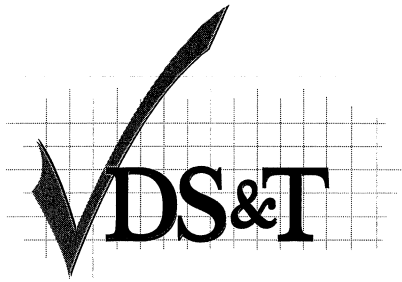
Illinois Municipal Retirement Fund
- Schedule of Funding Progress 6

OTHER SUPPLEMENTAL INFORMATION

Combining Statement of Assets and Liabilities (Cash Basis)
Other Governmental Funds 7

Combining Statement of Cash Receipts and Disbursements (Cash Basis)
Other Governmental Funds 8

Comparative Tax Data 9



D A M , S N E L L & T A V E I R N E , L T D .

C E R T I F I E D • P U B L I C • A C C O U N T A N T S

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INDEPENDENT AUDITORS' REPORT

Town Supervisor and Board of Trustees
Town of Vernon
Buffalo Grove, Illinois

We have audited the financial statements of the governmental activities, major funds, and the aggregate remaining fund information, which collectively comprise the basic financial statements of the Town of Vernon (the Town) as of and for the year ended March 31, 2009 as listed in the table of contents. These financial statements are the responsibility of the Town's management. Our responsibility is to express an opinion on these financial statements based on our audit.

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

As described in Note A, the Town prepares its financial statement on the modified cash and cash bases, which are comprehensive bases of accounting other than accounting principles generally accepted in the United States of America.

In our opinion, the government-wide financial statements referred to above present fairly, in all material respects, the assets, liabilities and net assets – modified cash basis of the Town of Vernon as of March 31, 2009 and the revenues received and expenditures disbursed – modified cash basis for the year then ended in conformity with the modified cash basis of accounting described in Note A to these financial statements. In addition, the fund financial statements present fairly, in all material respects, the revenues received and expenditures disbursed of the respective funds as of and for the year ended March 31, 2009 on the cash basis of accounting described in Note A to these financial statements.

The Management's Discussion and Analysis, budgetary comparisons and supplemental information presented on Schedules 1 through 6 are not a part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures which consisted principally of inquiries of management regarding the methods of measurement and presentation of this required supplemental information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The other supplemental information presented on Schedules 7 through 9 of this report is presented for the purpose of additional analysis and is not a required part of the basic financial statements. The information is the responsibility of management. The information has been subjected to the auditing procedures applied in our audit of the basic financial statements and, in our opinion, is fairly presented in all material respect in relation to the basic financial statements taken as a whole.

Dam, Snell & Taveirne, Ltd.

DAM, SNELL & TAVEIRNE, LTD.

Certified Public Accountants

Fox Lake, Illinois

July 13, 2009

TOWN OF VERNON
MANAGEMENT'S DISCUSSION AND ANALYSIS
MARCH 31, 2009

Our discussion and analysis of the Vernon Township's financial performance provides an overview of the Town's financial activities for the fiscal year ended March 31, 2009. Please read it in conjunction with the audit report and financial statements.

FINANCIAL HIGHLIGHTS

- The Town's net assets, which equal total assets minus total liabilities, were \$9,469,951 at the end of the 2009 fiscal year, a 1% increase from last year. Unrestricted assets, assets that may be used to meet the Town's ongoing obligations to residents and creditors, were \$2,590,372 at the end of the 2009 fiscal year.
- Total Town revenues were \$3,857,942, a 2% increase over last year. Total expenses were \$3,762,640.
- The fund balance for the General Fund was \$2,590,372 a decrease of \$59,283 from the beginning balance of \$2,649,655. The General Fund balance is unreserved and can be used to meet the Town's ongoing obligations to residents and creditors.

A BRIEF DISCUSSION OF THE BASIC FINANCIAL STATEMENTS

This annual report consists of a series of financial statements. The Statement of Net Assets and the Statement of Activities provide information about the Town as a whole and present a longer-term view of the Town's finances. Fund financial statements follow. For governmental activities, these statements tell how these services were financed in the short term as well as what remains for future spending. Fund financial statements also report the Town's operations in more detail than the government-wide statements by providing information about the Town's most significant funds. The remaining statements provide financial information about activities for which the Town acts solely as a trustee or agent for the benefit of those outside of the government. The notes to financial statements and required supplemental information provide additional information that is essential to a full understanding of the data provided in the financial statements.

Reporting on the Town as a Whole

One of the most important questions asked about the Town's finances is, "is the Town as whole better or worse off as a result of the year's activities?" The Statement of Net Assets and the Statement of Activities report information about the Town as a whole and about its activities in a way that helps answer this question. These statements include all assets and liabilities using the modified cash basis of accounting. All of the current year's revenues and expenses are taken into account when cash is received or paid. The method is modified to capitalize fixed assets and to record depreciation on those fixed assets.

These two statements report the Town's net assets and changes in them. You can think of the Town's net assets—the difference between assets and liabilities—as one way to measure the Town's financial health, or financial position. Over time, increases or decreases in the Town's net assets are one indicator of whether its financial health is improving or deteriorating. You will need to consider other non-financial factors, however, such as changes in the Town's property tax base and the condition of the Town's roads, to assess the overall health of the Town.

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Town, like other local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the Town are considered governmental funds.

TOWN OF VERNON
MANAGEMENT'S DISCUSSION AND ANALYSIS
MARCH 31, 2009

Governmental Funds

All of the Town's basic services are reported in governmental funds which focus on how money flows into and out of those funds and the balances left at year-end that are available for spending. These funds are reported using the cash basis method of accounting. The governmental fund statements provide a detailed short-term view of the Town's general government operations and the basic services it provides. Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the Town's programs. We describe the relationship between governmental activities (reported in the Statement of Net Assets and the Statement of Activities) and governmental funds in a reconciliation that follows the fund financial statements.

ANALYSIS OF THE OVERALL FINANCIAL POSITION AND RESULTS OF OPERATIONS

The following tables present the financial position and results of operations of the Town.

Table 1
Net Assets (Modified Cash Basis)
(in thousands)

	<u>2008</u>	<u>2009</u>
Current assets	\$ 5,013	\$ 4,832
Capital assets	4,408	4,690
Total assets	<u>9,421</u>	<u>9,522</u>
Other liabilities	26	32
Long term liabilities	20	20
Total liabilities	<u>46</u>	<u>52</u>
Net assets		
Invested in capital assets	4,408	4,690
Restricted	2,317	2,190
Unrestricted	2,650	2,590
Total net assets	<u>\$ 9,375</u>	<u>\$ 9,470</u>

The Town's net assets are composed of capital assets, restricted assets and unrestricted assets. Capital assets comprise 50% of net assets and reflect the Town's investments in capital assets and infrastructure (for example, land, streets, buildings, machinery and equipment) less any related debt used to acquire those assets that remain outstanding. The Town uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending.

An additional portion of the Town's net assets, 23%, represents resources that are subject to external restrictions on how they may be used. The remaining 27% of assets represent unrestricted net assets and may be used to meet the government's ongoing obligations to citizens and creditors.

TOWN OF VERNON
MANAGEMENT'S DISCUSSION AND ANALYSIS
MARCH 31, 2009

An intergovernmental agreement between Vernon Township and Metra requires the Township to set aside revenues in a sinking fund to be used for future repairs and improvements to the train station.

Table 2
Changes in Net Assets (Modified Cash Basis)
(in thousands)

	<u>2008</u>	<u>2009</u>
Taxes and other revenue	\$ 3,337	\$ 3,424
Operating grants and contributions	7	7
Capital grants and contributions	-	8
Charges for services	434	419
Total	3,778	3,858
Expenses	3,761	3,763
Increase (decrease) in net assets	17	95
Net assets, beginning of year	9,358	9,375
Prior period adjustment	-	-
Net assets, end of year	\$ 9,375	\$ 9,470

Net assets for all Town Activities increased during the year by \$95,302 from \$9,374,649 to \$9,469,951.

Total Town revenues were \$3,857,942 and the total cost of all programs and services were \$3,762,640. Because revenues exceeded the cost of all programs and services, Town Net Assets increased by \$95,302.

Governmental Activities

Revenues for governmental activities were \$3,857,942 while the total cost of all programs and services were \$3,762,640. The following table depicts the major revenue sources for the Town.

Table 3
Governmental Revenues (Modified Cash Basis)
(in thousands)

	<u>2008</u>	<u>2009</u>
Property taxes	\$ 3,079	\$ 3,290
State replacement taxes	30	27
Interest	228	103
Intergovernmental agreement	27	37
Rentals	18	19
Passport revenue	40	17
Operating grants and contributions	7	7
Capital grants and contributions	-	8
Dial-a-ride	5	4
Park fees	207	196
Other	137	150
Total	\$ 3,778	\$ 3,858

The largest change in revenue was an increase in property taxes, which increased by 6.9%.

The table below identifies the various governmental functions and the expenses associated with each.

TOWN OF VERNON
MANAGEMENT'S DISCUSSION AND ANALYSIS
MARCH 31, 2009

Table 4
Governmental Activities Expenses (Modified Cash Basis)
(in thousands)

	<u>2008</u>	<u>2009</u>
General governmental services	\$ 1,619	\$ 1,558
Assessor	495	495
Road maintenance	1,094	1,160
Park maintenance	385	391
Home relief	37	43
Cemetery	26	40
Metra maintenance	105	76
	<u>\$ 3,761</u>	<u>\$ 3,763</u>

Road maintenance services increased primarily because of increased spending on improvements to road drainage. The expenses for the Assessor increased because of increases in health insurance and IMRF employer share and personnel replacement.

The Park fees will continue to cover the cost of maintenance of the pool and grounds. The roads will continually need maintenance due to heavy traffic and element damage.

ANALYSIS OF BALANCES AND TRANSACTIONS IN INDIVIDUAL FUNDS

Governmental Funds

The Permanent Road Fund had major expenses due to the drainage and paving projects on the Township roads, specifically the following: Pekera subdivision and Horatio storm sewer project.

ANALYSIS OF SIGNIFICANT BUDGETARY VARIATIONS

Road and Bridge and Permanent Road Fund maintenance and capital outlay expenditures were significantly below budgeted amounts.

CAPITAL ASSET AND DEBT ACTIVITY

Capital Assets

The Town's investment in capital assets for its governmental activities was \$4,690,111, (net of accumulated depreciation). This investment in capital assets includes land, buildings and improvements, land improvements, vehicles, machinery and equipment, park facilities, streets and related infrastructure, sidewalks and bridges. The Town's investment in capital assets increased by acquisitions during the year of \$724,896, deletions of \$6,770 and decreased by additional depreciation of \$435,793. The increase is due primarily to road resurfacing of the Pekera subdivision.

TOWN OF VERNON
MANAGEMENT'S DISCUSSION AND ANALYSIS
MARCH 31, 2009

Table 5
Capital Assets (net of depreciation)
(in thousands)

	Governmental Activities	
	<u>2008</u>	<u>2009</u>
Land	\$ 984	\$ 984
Land improvements	253	142
Buildings and improvements	1,658	1,630
Machinery and equipment	234	229
Infrastructure	<u>1,278</u>	<u>1,705</u>
 Totals	 <u>\$ 4,407</u>	 <u>\$ 4,690</u>

Debt

The Town has no outstanding long-term debt.

SIGNIFICANT CHANGES IN CONDITION AND ESTIMATED MAINTENANCE EXPENSES FOR INFRASTRUCTURE ASSETS

The highway department anticipates continual improvements including: repaving, culvert installation, drainage installation, etc.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

The Town's elected and appointed officials considered many factors when setting the fiscal-year 2008-2009 budget and the associated property tax rates and charges for services.

In preparing the budget, the Town Board, Supervisor, and Highway Commissioner take into consideration long term goals of the Town along with any unforeseen expenses which may occur.

CONTACTING THE TOWN'S FINANCIAL MANAGEMENT

This financial report is designed to provide citizens, taxpayers, customers, investors and creditors with a general overview of the Town's finances and to show the Town's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the Town Office at 847-634-4600.

TOWN OF VERNON
 GOVERNMENT-WIDE FINANCIAL STATEMENT
 STATEMENT OF NET ASSETS (MODIFIED CASH BASIS)
 MARCH 31, 2009

ASSETS	Governmental Activities
Cash and investments	\$ 4,812,040
Restricted investments	20,000
Capital assets, net	<u>4,690,111</u>
Total assets	<u><u>\$ 9,522,151</u></u>
LIABILITIES	
Current liability	
Road bonds	\$ 32,200
Noncurrent liability	
Deferred compensation	<u>20,000</u>
Total liabilities	<u>52,200</u>
NET ASSETS	
Invested in capital assets, net of related debt	4,690,111
Restricted net assets	
Special revenues	2,189,468
Unrestricted net assets	<u>2,590,372</u>
Total net assets	<u>9,469,951</u>
Total liabilities and net assets	<u><u>\$ 9,522,151</u></u>

The accompanying notes are an integral part of these financial statements.

TOWN OF VERNON
 GOVERNMENT-WIDE FINANCIAL STATEMENTS
 STATEMENT OF ACTIVITIES (MODIFIED CASH BASIS)
 YEAR ENDED MARCH 31, 2009

	Program Revenue				Net (Expense) Revenue and Changes in Net Assets
	Expenses	Charges for services	Operating Grants and Contributions	Capital Grants and Contributions	
GOVERNMENTAL ACTIVITIES					
General governmental services	\$ 1,557,660	\$ 75,315	\$ 7,079	\$ -	\$ 1,475,266
Assessor	494,521	-	-	-	494,521
Road and bridge maintenance	1,160,592	42,750	-	7,596	1,110,246
Park maintenance	390,973	203,581	-	-	187,392
Home relief	43,284	-	-	-	43,284
Cemetery	39,522	11,851	-	-	27,671
Metra maintenance	76,088	85,743	-	-	(9,655)
					-
Total governmental activities	<u>\$ 3,762,640</u>	<u>\$ 419,240</u>	<u>\$ 7,079</u>	<u>\$ 7,596</u>	<u>3,328,725</u>
General revenues					
Property taxes					3,290,226
State replacement taxes					26,867
Interest					102,954
Gain on sale of equipment					3,980
Total general revenues					<u>3,424,027</u>
Change in net assets					95,302
Beginning of year					<u>9,374,649</u>
End of year					<u>\$ 9,469,951</u>

The accompanying notes are an integral part of these financial statements.

TOWN OF VERNON
STATEMENT OF ASSETS AND LIABILITIES (CASH BASIS)
GOVERNMENTAL FUNDS
MARCH 31, 2009

ASSETS	General	Road and Bridge	Permanent Road	Park Maintenance	Metra Station	Nonmajor Governmental Funds	Total Governmental Funds
Cash and investments	\$ 2,590,372	\$ 511,379	\$ 633,412	\$ 262,774	\$ 468,276	\$ 345,827	\$ 4,812,040
Restricted investments	20,000	-	-	-	-	-	20,000
Due from other funds	-	-	-	-	-	-	-
Total assets	\$ 2,610,372	\$ 511,379	\$ 633,412	\$ 262,774	\$ 468,276	\$ 345,827	\$ 4,832,040
LIABILITIES AND FUND EQUITY							
Liabilities							
Deferred compensation	\$ 20,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 20,000
Road bonds	-	32,200	-	-	-	-	32,200
Due to other funds	-	-	-	-	-	-	-
Total liabilities	20,000	32,200	-	-	-	-	52,200
Net assets							
Reserved	-	479,179	633,412	262,774	468,276	345,827	2,189,468
Special revenues	-	-	-	-	-	-	-
Unreserved	2,590,372	-	-	-	-	-	2,590,372
Total fund equity	2,590,372	479,179	633,412	262,774	468,276	345,827	4,779,840
Total liabilities and fund equity	\$ 2,610,372	\$ 511,379	\$ 633,412	\$ 262,774	\$ 468,276	\$ 345,827	\$ 4,832,040

The accompanying notes are an integral part of these financial statements.

TOWN OF VERNON
 RECONCILIATION OF THE GOVERNMENTAL FUND STATEMENT
 OF ASSETS AND LIABILITIES (CASH BASIS) TO THE
 STATEMENT OF NET ASSETS
 MARCH 31, 2009

Total fund balances - governmental funds \$ 4,779,840

Amounts reported for governmental activities in the statement of
 Net Assets are different due to:

The cost of capital assets (land, buildings, equipment and infrastructure)
 purchased or constructed is reported as an expenditure in the
 governmental funds. The statement of Net Assets includes those
 capital assets among the assets of the Town as a whole.

Capital outlay:

General fund	1,818,640	
Cemetery fund	272,306	
Road and bridge fund	647,823	
Permanent road fund	1,846,161	
Park maintenance fund	2,135,265	
Metra fund	<u>1,186,868</u>	
		7,907,063

Depreciation expense

General fund	462,713	
Cemetery fund	11,119	
Road and bridge fund	479,822	
Permanent road fund	432,012	
Park maintenance fund	1,187,898	
Metra fund	<u>643,388</u>	
		<u>(3,216,952)</u>

Net assets of the governmental activities 9,469,951

The accompanying notes are an integral part of these financial statements.

TOWN OF VERNON
STATEMENT OF CASH RECEIPTS, DISBURSEMENTS AND
CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS
YEAR ENDED MARCH 31, 2009

	General	Road and Bridge	Permanent Road	Park Maintenance	Metra Station	Nonmajor Governmental Funds	Total Governmental Funds
CASH RECEIPTS							
Property taxes	\$1,805,709	\$481,208	\$ 802,675	\$ 120,380	\$ -	\$ 80,254	\$ 3,290,226
State replacement tax	9,667	17,200	-	-	-	-	26,867
Interest	53,447	10,935	20,174	1,629	7,618	9,151	102,954
Intergovernmental agreement	-	37,275	-	-	-	-	37,275
Rentals	13,269	-	-	6,169	-	-	19,438
Grants	7,079	-	7,596	-	-	-	14,675
Passport revenue	17,056	-	-	-	-	-	17,056
Dial-A-Ride	3,568	-	-	-	-	-	3,568
Park fees	-	-	-	196,317	-	-	196,317
Parking	-	-	-	-	85,743	-	85,743
Taxi	14,918	-	-	-	-	-	14,918
Miscellaneous	26,504	5,475	-	1,095	-	11,851	44,925
Total receipts	1,951,217	552,093	830,445	325,590	93,361	101,256	3,853,962
DISBURSEMENTS							
General governmental services	1,520,479	167,847	-	-	-	-	1,688,326
Assessor	494,521	-	-	-	-	-	494,521
Road maintenance	-	331,011	429,308	-	-	-	760,319
Park maintenance	-	-	-	273,756	-	-	273,756
Home relief	-	-	-	-	-	43,284	43,284
Cemetery	-	-	-	-	-	34,788	34,788
Metra maintenance	-	-	-	-	31,853	-	31,853
Capital acquisitions	-	56,495	648,046	12,990	-	7,365	724,896
Total disbursements	2,015,000	555,353	1,077,354	286,746	31,853	85,437	4,051,743
EXCESS (DEFICIENCY) OF CASH RECEIPTS OVER (UNDER) DISBURSEMENTS	(63,783)	(3,260)	(246,909)	38,844	61,508	15,819	(197,781)
OTHER SOURCES (USES)							
Proceeds from sale of equipment	4,500	6,250	-	-	-	-	10,750
Interfund transfer	-	-	-	-	-	-	-
EXCESS (DEFICIENCY) OF CASH AND OTHER SOURCES OVER (UNDER) DISBURSEMENTS AND OTHER (USES)	(59,283)	2,990	(246,909)	38,844	61,508	15,819	(187,031)
FUND BALANCES - Beginning of year	2,649,655	476,189	880,321	223,930	406,768	330,008	4,966,871
FUND BALANCES - End of year	\$2,590,372	\$479,179	\$ 633,412	\$ 262,774	\$468,276	\$ 345,827	\$ 4,779,840

The accompanying notes are an integral part of these financial statements.

TOWN OF VERNON
 RECONCILIATION OF THE GOVERNMENTAL FUND STATEMENT
 OF RECEIPTS AND DISBURSEMENTS (CASH BASIS)
 TO THE STATEMENT OF ACTIVITIES
 FOR THE YEAR ENDED MARCH 31, 2009

Net change in fund balances - total governmental funds \$ (187,031)

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

Capital outlays are reported in governmental funds as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expenses. This is the amount by which outlays for assets capitalized exceeds depreciation expense in the current period.

Capital outlay:

General fund	-	
Cemetery fund	7,365	
Road and bridge fund	56,495	
Permanent road fund	648,046	
Park maintenance fund	12,990	
Metra fund	-	
	-	724,896

Depreciation expense

General fund	37,181	
Cemetery fund	4,734	
Road and bridge fund	47,810	
Permanent road fund	184,616	
Park maintenance fund	117,217	
Metra fund	44,235	
	44,235	(435,793)

Gains and losses on the sale and trade-in of capital assets are not reported in governmental funds, however, they are a component of the general revenues in the Statement of Activities.

Capital asset deletions	(37,460)	
Related accumulated depreciation	30,690	
	30,690	(6,770)

Change in net assets of governmental activities \$ 95,302

The accompanying notes are an integral part of these financial statements.

TOWN OF VERNON
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2009

NOTE A - SUMMARY OF ACCOUNTING POLICIES

A summary of the Town's significant accounting policies consistently applied in the preparation of the accompanying financial statements follows:

1. Principles Used to Determine Scope of Entity

The Town is a primary government as defined by Governmental Accounting Standards Board Statement 14. The Town's Road District is governed by the same Board as the Town. For financial reporting purposes the Town's Road District is reported as if it were part of the Town's operations because its purpose is to construct and maintain roads within the Town.

2. Basis of Presentation

Government-Wide Statements -The Government-wide financial statements (The Statement of Net Assets and the Statement of Activities) report information on all of the activities of the Town. All of the Town's operating activities are considered "governmental activities", that is, activities that are normally supported by taxes and intergovernmental revenues. The Town has no operating activities that would be considered "business activities".

The statement of activities demonstrates the degree to which the direct expenses of a given function are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include (1) charges to customers or applicants who purchase, use or directly benefit from goods, services or privileges provided by a given function and (2) grants and contributions that are restricted to meeting the operations or capital requirements of a particular function. Taxes and other items not properly included among program revenues are reported as general revenues instead.

Fund Financial Statements- The accounts of the Town in the governmental fund financial statements are organized and operated on the basis of funds. A fund is an independent accounting entity with a self-balancing set of accounts that comprise its assets, liabilities, fund balance, revenues collected, and expenditures paid. Fund accounting segregates funds according to their intended purpose, and is used to aid management in demonstrating compliance with finance-related legal and managerial requirements. The emphasis in fund financial statements is on the major funds. Non-major funds are summarized into a single column. GASB Statement No. 34 sets forth minimum criteria (percentage of the assets, liabilities, revenues or expenditures/expenses for the determination of major funds. The Town has elected to treat the Metra Station and Park Maintenance Funds as major funds. The non-major funds are combined in a column in the fund financial statements. The following fund types are used by the Town:

General Fund – The General Fund is the general operating fund of the Town. It is used to account for all financial resources except those required to be accounted for in another fund. The General Fund is a major fund.

Special Revenue Funds – Special revenue funds are used to account for the proceeds of specific revenue sources that are legally or contractually restricted to expenditures for specified purposes.

TOWN OF VERNON
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2009

3. Measurement Focus and Basis of Accounting

The government-wide financial statements are presented using the modified cash basis of accounting. The Town maintains its accounting records for all funds on the cash basis of accounting. Accordingly, revenues are recognized and recorded in the accounts when cash is received. In the same manner, expenditures are recognized and recorded upon the disbursement of cash. Assets of a fund are only recorded when a right to receive cash exists which arises from a previous cash transaction. Liabilities of a fund, similarly, result from previous cash transactions. The cash basis of accounting is modified by reflecting accumulated depreciation and depreciation expense related to capital assets on the government wide financial statements.

Modified cash basis financial statements omit recognition of receivables and payables and other accrued and deferred items that do not arise from previous cash transactions.

4. Assets, Liabilities, and Net Assets

Cash and Cash Equivalents – Cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments, with original maturities of three months or less from the date of acquisition.

Investments - Investments are reported at cost, which approximates fair value. Gains or losses on the sale of investments are recognized upon realization.

Inventories - It is the Town's policy to charge all purchases of items for resale or supplies to expenditures when purchased. No inventory accounts are maintained to reflect the values or resale or supply items on hand.

Capital Assets – Capital assets, which include land, land improvements, buildings, infrastructure, machinery and equipment, and construction in progress are reported in the Government – wide financial statements. Capital assets are defined by the Town as assets with an initial individual cost of more than \$10,000 (\$25,000 for infrastructure assets) and an estimated useful life of two years or more. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair value at the date of donation. Under GASB 34, the Town elected to begin capitalizing infrastructure assets on April 1, 2004.

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

Depreciation of capital assets is provided using the straight line method over the following estimated useful lives; land improvements – 10 years, buildings – 20-50 years, infrastructure – 10-50 years, machinery and equipment – 5-10 years.

Eliminations and Reclassifications – In the process of aggregating data for the government-wide financial statements, some amounts reported as interfund activity and balances were eliminated or reclassified.

5. Equity Classifications – Equity is classified as net assets and displayed in three components:

- a. Invested in capital assets, net of related debt – Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
- b. Restricted net assets – Consists of net assets with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislation.

TOWN OF VERNON
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2009

c. Unrestricted net assets – All other net assets that do not meet the definition of “restricted” or “invested in capital assets, net of related debt.” Designated Net Assets – Designations of fund balance represent tentative management plans that are subject to change.

6. Budgets and Budgetary Accounting – The budget for all funds is prepared on the cash basis of accounting, which is the same basis that is used in financial reporting. This allows for comparability between budget and actual amounts.

The Town follows these procedures in establishing the budgetary data reflected in the financial statements:

- a. The Town Supervisor submits to the Town’s Board of Trustees a proposed operating budget for the fiscal year commencing on April 1. The operating budget includes proposed expenditures and the means of financing them.
- b. Public hearings are conducted to obtain taxpayer comments.
- c. The budget is legally enacted through passage of an ordinance. The ordinance was passed on April 12, 2008, and was not amended.
- d. The Town’s Supervisor is authorized to transfer budgeted amounts between departments within any fund; however, any revisions that alter the total expenditures of any fund must be approved by the Town’s Board of Trustees. There were no revisions to the budget.
- e. Formal budgetary integration is employed as a management control device during the year for the General Fund and Special Revenue Funds.
- f. Budgets for all funds are adopted on the cash basis. Budgetary comparisons presented in this report are on this non-GAAP budgetary basis.

7. Estimates

The preparation of financial statements requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Actual results could differ from those estimates.

8. New Accounting Pronouncements

In June 2004 the Governmental Accounting Standards Board (GASB) issued Statement No. 45 - *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions*. This statement establishes standards for the measurement, recognition, and display of postemployment benefit information. The Township is required to implement this Statement for the year ending March 31, 2010. Management has not currently determined what impact, if any, this Standard may have on its financial statements.

TOWN OF VERNON
 NOTES TO FINANCIAL STATEMENTS
 MARCH 31, 2009

NOTE B - DEFINED BENEFIT PENSION PLAN

Plan Description. The employer'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 Town's plan is affiliates 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, the Town's Regular plan members are required to contribute 4.50 percent of their annual covered salary. The statutes require 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 the calendar year 2008 was 7.84 percent of annual covered payroll. The Town also contributes for disability benefits, death benefits and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by the IMRF Board of Trustees, while the supplemental retirement benefits rate is set by statute.

Annual Pension Cost. For 2008, the Town's annual pension cost of \$97,109 for the Regular plan was equal to the Town's required and actual contributions.

Three-Year Trend Information for the Regular Plan

Actuarial Valuation Date	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
12/31/08	\$ 97,109	100%	\$ -
12/31/07	105,297	100%	-
12/31/06	103,904	100%	-

The required contribution for 2008 was determine as part of the December 31, 2006, actuarial valuation using the entry age normal actuarial cost method. The actuarial assumptions at December 31, 2006, 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 11.6% 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 Town's Regular plan assets was determined using techniques that spread the effects of short-term volatility in the market value of investments over a five-year period with a 20% corridor between the actuarial and market value of assets. The Town's Regular plan's unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on a closed basis. The remaining amortization period at the December 31 2006, valuation was 24 years.

Funded Status and Funding Progress. As of December 31, 2008, the most recent actuarial valuation date, the Regular plan was 87.01 percent funded. The actuarial accrued liability for benefits was \$4,266,933 and the actuarial value of assets was \$3,712,604, resulting in an underfunded accrued liability (UALL) of \$554,329. The covered payroll (annual payroll of active employees covered by the plan) was \$1,238,639 and the ratio of the UALL to the covered payroll was 45 percent.

TOWN OF VERNON
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2009

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

NOTE C - PROPERTY TAXES

The Town's property tax is levied each year on all taxable real property located in the Town and is extended by the county clerk on or before the last Tuesday in December of the year of levy. The lien date is January 1 of the year of the levy. Taxes are due to the County in two equal installments on June 1 and September 1 of the year following the levy year. Distributions are made to the Town by the County shortly after collection by the County. The 2008 levy was adopted by the Town on November 8, 2008 and December 31, 2008. The 2007 levy is included in the current year's cash receipts.

Net taxes received in the current fiscal year amounted to \$3,290,226 and were allocated as follows:

Fund	2007 Levy
Town	\$ 1,805,709
General assistance	80,254
Cemetery	-
Road and bridge	481,208
Permanent road	802,675
Park maintenance	120,380
	<u>\$ 3,290,226</u>

NOTE D - CAPITAL ASSETS

A summary of changes in Town's capital assets is as follows:

	Beginning Balances	Additions	Deletions	Ending Balances
Land, not depreciated	\$ 983,730	\$ -	\$ -	\$ 983,730
Land improvements	1,535,983	-	-	1,535,983
Building and improvements	2,411,917	7,365	-	2,419,282
Machinery and equipment	725,228	69,485	(37,460)	757,253
Infrastructure	1,562,769	648,046	-	2,210,815
Totals	<u>7,219,627</u>	<u>724,896</u>	<u>(37,460)</u>	<u>7,907,063</u>
Accumulated depreciation	2,811,849	435,793	(30,690)	3,216,952
Net totals	<u>\$ 4,407,778</u>	<u>\$ 289,103</u>	<u>\$ (6,770)</u>	<u>\$ 4,690,111</u>

Depreciation expense was charged to governmental activities as follows:

General government	\$ 37,181
Road and bridge maintenance	232,426
Park maintenance	117,217
Cemetery	4,734
Metra maintenance	44,235
	<u>\$ 435,793</u>

TOWN OF VERNON
 NOTES TO FINANCIAL STATEMENTS
 MARCH 31, 2009

NOTE E – DEPOSITS AND INVESTMENTS

Permitted Deposits and Investments - Statutes authorize the Town to make deposits/invest in commercial banks, savings and loan institutions, obligations of the U.S. Treasury and U.S. Agencies, obligations of States and their political subdivisions, credit union shares, repurchase agreements, short-term commercial paper rated within the three highest classifications by at least two standard rating services, and the Illinois Funds Investment Pool. The Illinois Funds Investment Pool is an external investment pool regulated by state statutes, and values participant's shares on a fair value basis.

Deposits

Custodial Credit Risk For an investment, custodial credit is risk that, in the event of the failure of the counterparty, the Town will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. Investments, if any, are registered in the Town's name. Town policy requires that bank deposits in excess of FDIC limits are collateralized with securities held by the financial institution's agents in the Town's name.

The carrying amount of demand deposits and cash equivalents at March 31, 2009 was \$1,365,734 and the bank balance was \$1,478,916. The deposits are categorized in accordance with risk factors established by governmental reporting standards.

	Bank Balance
Amount insured by FDIC	\$ 1,235,418
Amount collateralized with securities held by the pledging financial institution's agent in the Town's name	-
Uncollateralized	243,498
Total bank balance	\$ 1,478,916

TOWN OF VERNON
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2009

Interest Rate Risk. Interest rate risk is the risk that the fair value of investments will decrease as a result of an increase in interest rates. The Town's investment policy does not limit the maturities of investments as a means of managing its exposure to fair value losses arising from increasing interest rates.

	Maturity in years		
	Total	Less than 1	More than 1 year
Cash	\$ 200	\$ 200	\$ -
Investments:			
Illinois funds	3,446,109	3,446,109	
Total investments	3,446,109	3,446,109	-
Deposit accounts:			
Certificates of deposit	957,688	957,688	
Other deposit accounts	408,046	408,046	
Total deposit accounts	1,365,734	1,365,734	-
Subtotal	4,811,843	4,811,843	
Restricted:			
Fixed annuity contract	20,000	-	20,000
Total restricted	20,000	-	20,000
Total cash and investments	\$4,832,043	\$4,812,043	\$20,000

Credit Risk. The Town invests in certificates of deposit, Illinois Funds and a fixed annuity contract. The fixed annuity contract is not rated. Among others, the Town is allowed to invest in banks insured by the Federal Deposit Insurance Corporation, obligations of the Treasury and U.S. Agencies and the Illinois Funds. The Town's investment in Illinois Funds was rated AAAM by Standard and Poor's.

NOTE F - RISK MANAGEMENT

The Town participates in the Intergovernmental Risk Management Association (TOIRMA). TOIRMA is an organization of townships and road districts in Illinois, which have formed an association under the Illinois Intergovernmental Cooperation Statute to pool its risk management needs. The agency administers a mix of self-insurance and commercial insurance coverages; property, casualty and workers compensation claim administration/litigation management services, unemployment claim administration, risk management/loss control consulting and training programs and a risk information system and financial reporting service for its members.

The government's payments to TOIRMA are included in the financial statements as expenditures in the appropriate funds. Each member assumes the first \$1,000 of each occurrence, and TOIRMA has a mix of self-insurance and commercial insurance at various amounts above that level. The Town has not paid any settlements in excess of insurance coverage in the past three fiscal years.

TOWN OF VERNON
 NOTES TO FINANCIAL STATEMENTS
 MARCH 31, 2009

The Association is governed by a Board of Trustees which, at a minimum, shall be comprised of five individuals who are elected or appointed officials of member townships and/or road districts. The Chairman of the Board of Trustees is elected by majority vote of the Board.

The Town carries commercial insurance for risks of loss for employee health coverage.

NOTE G - DEFERRED COMPENSATION PLAN

Employees of the Town may participate in a deferred compensation plan adopted under the provisions of Internal Revenue Code Section 457 (Deferred Compensation plans with Respect to Service for State and Local Governments.)

The deferred compensation plan is available to all employees of the Town. Under the plan, employees may elect to defer a portion of their salaries and avoid paying taxes on the deferred portion until the withdrawal date. The deferred compensation amount is not available for withdrawal by employees until termination, retirement, death or unforeseeable emergency.

The deferred compensation plan is administered by an unrelated financial institution. The Town has an obligation of due care in selecting this third party administrator.

NOTE H – RESTRICTED FUND BALANCES

The following table shows the net assets restricted for other purposes as shown on the Statement of Net Assets:

<u>Activity</u>	<u>Amount</u>
Road and bridge fund	\$ 479,179
Permanent road fund	633,412
Park maintenance fund	262,774
Metra fund	468,276
General assistance fund	92,930
Cemetery fund	252,897
Total restricted net assets for other purposes	<u>\$ 2,189,468</u>

NOTE I – CONTINGENT LIABILITY

There are currently various pending objections to certain property taxes levied by the Town. Total objection amounts are as follows:

Township Corporate Fund	<u>\$ 210,755</u>
Special Road/Gravel Tax	<u>\$ 55,712</u>

The Town intends to vigorously contest these objections. The likely amount of loss, if any, cannot be estimated at this time.

TOWN OF VERNON
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2009

NOTE J – OPERATING LEASE

During the year ended March 31, 2009 the Town paid \$34,825 under one lease.

The lease dated April 30, 2008 is for the security system at the Community Service Building at monthly payments of \$3,869.49 for 13 months.

Required future lease payments are as follows:

Year ending <u>March 31,</u>	Payment <u>Amount</u>
2010	\$15,478

TOWN OF VERNON
STATEMENT OF CASH RECEIPTS, DISBURSEMENTS, AND
CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - GENERAL FUND
YEAR ENDED MARCH 31, 2009

	Original and Final Budget	Actual	Variance
CASH RECEIPTS			
Property taxes	\$ 1,850,000	\$ 1,805,709	\$ (44,291)
State replacement tax	10,000	9,667	(333)
Interest	120,000	53,447	(66,553)
Rentals	6,000	13,269	7,269
Passport revenue	30,000	17,056	(12,944)
Pace grant and Dial-A-Ride	15,000	10,647	(4,353)
Taxi	8,000	14,918	6,918
Miscellaneous	27,700	26,504	(1,196)
Total receipts	<u>2,066,700</u>	<u>1,951,217</u>	<u>(115,483)</u>
DISBURSEMENTS			
General governmental services	2,217,500	1,520,479	697,021
Assessor	503,675	494,521	9,154
Capital acquisitions	60,000	-	60,000
Total disbursements	<u>2,781,175</u>	<u>2,015,000</u>	<u>766,175</u>
EXCESS (DEFICIENCY) OF CASH RECEIPTS OVER (UNDER) DISBURSEMENTS	<u>(714,475)</u>	<u>(63,783)</u>	
OTHER SOURCES (USES)			
Proceeds from sale of assets	-	4,500	
Interfund transfer	-	-	
EXCESS (DEFICIENCY) OF CASH AND OTHER SOURCES OVER (UNDER) DISBURSEMENTS AND OTHER (USES)	<u>(714,475)</u>	<u>(59,283)</u>	
FUND BALANCE - Beginning of year	<u>2,649,655</u>	<u>2,649,655</u>	
FUND BALANCE - End of year	<u>\$ 1,935,180</u>	<u>\$ 2,590,372</u>	

TOWN OF VERNON
STATEMENT OF CASH RECEIPTS, DISBURSEMENTS, AND
CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - ROAD AND BRIDGE FUND
YEAR ENDED MARCH 31, 2009

	Original and Final Budget	Actual	Variance
CASH RECEIPTS			
Property taxes	\$ 479,766	\$ 481,208	\$ 1,442
State replacement tax	15,000	17,200	2,200
Interest	20,000	10,935	(9,065)
Intergovernmental agreement	25,000	37,275	12,275
Miscellaneous	700	5,475	4,775
Total receipts	<u>540,466</u>	<u>552,093</u>	<u>11,627</u>
DISBURSEMENTS			
General governmental services	311,726	167,847	143,879
Maintenance	728,828	331,011	397,817
Capital acquisitions	-	56,495	(56,495)
Total disbursements	<u>1,040,554</u>	<u>555,353</u>	<u>485,201</u>
EXCESS (DEFICIENCY) OF CASH RECEIPTS OVER (UNDER) DISBURSEMENTS	(500,088)	(3,260)	
OTHER SOURCES (USES)			
Proceeds from sale of assets	-	6,250	
Interfund transfer	-	-	
EXCESS (DEFICIENCY) OF CASH AND OTHER SOURCES OVER (UNDER) DISBURSEMENTS AND OTHER (USES)	(500,088)	2,990	
FUND BALANCE - Beginning of year	<u>476,189</u>	<u>476,189</u>	
FUND BALANCE - End of year	<u>\$ (23,899)</u>	<u>\$ 479,179</u>	

TOWN OF VERNON
STATEMENT OF CASH RECEIPTS, DISBURSEMENTS, AND
CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - PERMANENT ROAD FUND
YEAR ENDED MARCH 31, 2009

	Original and Final Budget	Actual	Variance
CASH RECEIPTS			
Property taxes	\$ 768,169	\$ 802,675	\$ 34,506
Grants	500	7,596	7,096
Interest	30,000	20,174	(9,826)
Miscellaneous	-	-	-
Total receipts	<u>798,669</u>	<u>830,445</u>	<u>31,776</u>
DISBURSEMENTS			
Maintenance	600,220	429,308	170,912
Capital acquisitions	1,075,863	648,046	427,817
Total disbursements	<u>1,676,083</u>	<u>1,077,354</u>	<u>598,729</u>
EXCESS (DEFICIENCY) OF CASH RECEIPTS OVER (UNDER) DISBURSEMENTS	(877,414)	(246,909)	
OTHER SOURCES (USES)			
Interfund transfer	-	-	
EXCESS (DEFICIENCY) OF CASH AND OTHER SOURCES OVER (UNDER) DISBURSEMENTS AND OTHER (USES)	(877,414)	(246,909)	
FUND BALANCE - Beginning of year	<u>880,321</u>	<u>880,321</u>	
FUND BALANCE - End of year	<u>\$ 2,907</u>	<u>\$ 633,412</u>	

TOWN OF VERNON
STATEMENT OF CASH RECEIPTS, DISBURSEMENTS, AND
CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - PARK MAINTENANCE FUND
YEAR ENDED MARCH 31, 2009

	Original and Final Budget	Actual	Variance
CASH RECEIPTS			
Property taxes	\$ 165,000	\$ 120,380	\$ (44,620)
Interest	3,000	1,629	(1,371)
Rentals	10,200	6,169	(4,031)
Park fees	200,000	196,317	(3,683)
Miscellaneous	500	1,095	595
Total receipts	<u>378,700</u>	<u>325,590</u>	<u>(53,110)</u>
DISBURSEMENTS			
Capital acquisitions	23,500	12,990	10,510
Maintenance	360,900	273,756	87,144
Total disbursements	<u>384,400</u>	<u>286,746</u>	<u>97,654</u>
EXCESS (DEFICIENCY) OF CASH RECEIPTS OVER (UNDER) DISBURSEMENTS	(5,700)	38,844	
OTHER SOURCES (USES)			
Interfund transfer	-	-	
EXCESS (DEFICIENCY) OF CASH AND OTHER SOURCES OVER (UNDER) DISBURSEMENTS AND OTHER (USES)	(5,700)	38,844	
FUND BALANCE - Beginning of year	<u>223,930</u>	<u>223,930</u>	
FUND BALANCE - End of year	<u>\$ 218,230</u>	<u>\$ 262,774</u>	

TOWN OF VERNON
 STATEMENT OF CASH RECEIPTS, DISBURSEMENTS, AND
 CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL - METRA STATION FUND
 YEAR ENDED MARCH 31, 2009

	Original and Final Budget	Actual
CASH RECEIPTS		
Parking fees	\$ 70,000	\$ 85,743
Interest	25,000	7,618
Miscellaneous	500	-
Total receipts	95,500	93,361
DISBURSEMENTS		
Capital acquisitions	5,000	-
Metra maintenance	79,400	31,853
Total disbursements	84,400	31,853
EXCESS (DEFICIENCY) OF CASH RECEIPTS OVER (UNDER) DISBURSEMENTS	11,100	61,508
OTHER SOURCES (USES)		
Interfund transfer	20,000	-
EXCESS (DEFICIENCY) OF CASH AND OTHER SOURCES OVER (UNDER) DISBURSEMENTS AND OTHER (USES)	31,100	61,508
FUND BALANCE - Beginning of year	406,768	406,768
FUND BALANCE - End of year	\$ 437,868	\$ 468,276

TOWN OF VERNON
 ILLINOIS MUNICIPAL RETIREMENT FUND
 REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF FUNDING PROGRESS
 MARCH 31, 2009

Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability Entry Age Normal Cost	Unfunded (Overfunded) Actuarial Accrued Liability	Funded Ratio	Covered Payroll	Unfunded Actuarial Accrued Liability as a Percentage Covered Payroll
	a	b	b-a	a/b	c	((b-a)/c)
12/31/08	3,712,604	4,266,933	544,329	87.01 %	1,238,639	44.75 %
12/31/07	4,046,432	3,832,519	(213,913)	105.58	1,187,118	0.00
12/31/06	3,563,865	3,444,358	(119,507)	103.47	1,126,945	0.00

TOWN OF VERNON
 COMBINING STATEMENT OF ASSETS AND LIABILITIES
 ARISING FROM CASH TRANSACTIONS - NONMAJOR GOVERNMENTAL FUNDS
 MARCH 31, 2009

	<u>General Assistance</u>	<u>Cemetery</u>	<u>Total</u>
ASSETS			
Cash	<u>\$ 92,930</u>	<u>\$ 252,897</u>	<u>\$ 345,827</u>
Total assets	<u><u>\$ 92,930</u></u>	<u><u>\$ 252,897</u></u>	<u><u>\$ 345,827</u></u>
LIABILITIES AND FUND BALANCES			
Liabilities-due to Park Maintenance Fund	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Fund balances			
Reserved			
Special revenues	92,930	252,897	345,827
Unreserved	<u>-</u>	<u>-</u>	<u>-</u>
Total fund balances	<u>92,930</u>	<u>252,897</u>	<u>345,827</u>
Total liabilities and fund balances	<u><u>\$ 92,930</u></u>	<u><u>\$ 252,897</u></u>	<u><u>\$ 345,827</u></u>

TOWN OF VERNON
 COMBINING STATEMENT OF CASH RECEIPTS, DISBURSEMENTS AND
 CHANGES IN FUND BALANCES - BUDGET AND ACTUAL - NONMAJOR GOVERNMENTAL FUNDS
 YEAR ENDED MARCH 31, 2009

	General Assistance	Cemetery	Total
CASH RECEIPTS			
Property taxes	\$ 80,254	\$ -	\$ 80,254
Interest	251	8,900	9,151
Miscellaneous	-	11,851	11,851
Total receipts	<u>80,505</u>	<u>20,751</u>	<u>101,256</u>
DISBURSEMENTS			
Home relief	43,284	-	43,284
Cemetery	-	34,788	34,788
Capital acquisitions	-	7,365	7,365
Maintenance	-	-	-
Total disbursements	<u>43,284</u>	<u>42,153</u>	<u>85,437</u>
EXCESS (DEFICIENCY) OF CASH RECEIPTS OVER (UNDER) DISBURSEMENTS	37,221	(21,402)	15,819
OTHER SOURCES (USES)			
Interfund transfer	-	-	-
EXCESS (DEFICIENCY) OF CASH AND OTHER SOURCES OVER (UNDER) DISBURSEMENTS AND OTHER (USES)	37,221	(21,402)	15,819
FUND BALANCES - Beginning of year	<u>55,709</u>	<u>274,299</u>	<u>330,008</u>
FUND BALANCES - End of year	<u>\$ 92,930</u>	<u>\$ 252,897</u>	<u>\$ 345,827</u>

TOWN OF VERNON
COMPARATIVE TAX DATA
MARCH 31, 2009

	Year of Levy				
	2008	2007	2006	2005	2004
TAX EXTENSION					
Corporate	\$ 1,921,888	\$ 1,860,589	\$ 1,827,015	\$ 1,807,089	\$ 1,791,632
General assistance	85,417	82,693	38,873	36,879	34,454
Cemetery	-	-	-	-	-
Road and Bridge (net)	522,343	481,565	452,868	429,802	401,661
Permanent Road	896,881	826,929	816,326	737,587	689,089
Park maintenance	85,417	124,039	116,618	36,879	-
	<u>\$ 3,511,946</u>	<u>\$ 3,375,815</u>	<u>\$ 3,251,700</u>	<u>\$ 3,048,236</u>	<u>\$ 2,916,836</u>
TAX RATES					
Corporate	\$ 0.045	\$ 0.045	\$ 0.047	\$ 0.049	0.052
General assistance	0.002	0.002	0.001	0.001	0.001
Cemetery	-	-	-	-	-
Road and Bridge	0.022	0.022	0.022	0.022	0.022
Permanent Road	0.021	0.020	0.021	0.020	0.020
Park maintenance	0.002	0.003	0.003	0.001	-
	<u>0.092</u>	<u>0.092</u>	<u>0.094</u>	<u>0.093</u>	<u>0.095</u>
ASSESSED VALUATION	<u>\$ 4,270,861,143</u>	<u>\$ 4,134,642,799</u>	<u>\$ 3,887,266,248</u>	<u>\$ 3,687,936,820</u>	<u>\$ 3,445,445,280</u>
COLLECTIONS		<u>\$ 3,290,227</u>	<u>\$ 3,079,457</u>	<u>\$ 2,996,201</u>	<u>\$ 2,927,158</u>
Ratio of collections to extensions		<u>97.46%</u>	<u>94.70%</u>	<u>98.29%</u>	<u>100.35%</u>

Tax extension above reflect only the Town's portion of the Road and Bridge Levy. Tax rates reflect the gross used for extension purposes by the County.