

Lemont Fire Protection District
Lemont, Illinois

Annual Financial Report

For the Year Ended
December 31, 2011

THIS PAGE INTENTIONALLY LEFT BLANK

Lemont Fire Protection District
Annual Financial Report
Table of Contents

	Page
INTRODUCTORY SECTION:	
Names and Titles of Principal Officials	i
FINANCIAL SECTION:	
Independent Auditor's Report	1-2
Management's Discussion and Analysis	3-11
Basic Financial Statements	
Government-Wide Financial Statements	
Statement of Net Position	12
Statement of Activities	13
Fund Financial Statements	
Balance Sheet - Governmental Funds	14
Statement of Revenues, Expenditures and Changes in Fund Balance - Governmental Funds	15
Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position	16
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds	17
Statement of Plan Net Assets - Pension Fund	18
Statement of Change in Plan Net Assets - Pension Fund	19
Notes to Basic Financial Statements	20-39
Requires Supplementary Information	
Illinois Municipal Retirement Fund	40
Health Insurance Plan for Retired Employees	40
Firefighters' Pension Fund	41

Lemont Fire Protection District
Annual Financial Report
Table of Contents

	Page
Combining & Individual Fund Financial Statements and Schedules	
Major Governmental Funds	
General Fund	
Combining Balance Sheet	42
Combining Schedule of General Fund Revenues, Expenditures and Changes in Fund Balance (Deficit) - Budget and Actual	43
Corporate Fund	
Balance Sheet	44
Combining Schedule of General Fund Revenues, Expenditures and Changes in Fund Balance (Deficit) - Budget and Actual	45
Tort Liability Fund	
Balance Sheet	46
Combining Schedule of General Fund Revenues, Expenditures and Changes in Fund Balance (Deficit) - Budget and Actual	47
Ambulance Fund	
Balance Sheet	48
Combining Schedule of General Fund Revenues, Expenditures and Changes in Fund Balance (Deficit) - Budget and Actual	49
Capital Projects Fund	
Balance Sheet	50
Combining Schedule of General Fund Revenues, Expenditures and Changes in Fund Balance (Deficit) - Budget and Actual	51
Nonmajor Governmental Funds	
Combining Balance Sheet - Nonmajor Governmental Funds	52
Combining Schedule of General Fund Revenues, Expenditures and Changes in Fund Balance (Deficit) Nonmajor Governmental Funds	53
Social Security. IMRF Fund	
Combining Balance Sheet	54
Combining Schedule of General Fund Revenues, Expenditures and Changes in Fund Balance (Deficit) - Budget and Actual	55

Lemont Fire Protection District
Annual Financial Report
Table of Contents

	Page
Combining & Individual Fund Financial Statements and Schedules (Continued)	
Nonmajor Governmental Funds (Continued)	
Audit Fund	
Combining Balance Sheet	56
Combining Schedule of General Fund Revenues, Expenditures and Changes in Fund Balance (Deficit) - Budget and Actual	57
Insurance Bond Fund	
Combining Balance Sheet	58
Combining Schedule of General Fund Revenues, Expenditures and Changes in Fund Balance (Deficit) - Budget and Actual	59
Debt Service Fund	
Combining Balance Sheet	60
Combining Schedule of General Fund Revenues, Expenditures and Changes in Fund Balance (Deficit) - Budget and Actual	61
Other Information Section:	
Schedule of Assessed Valuation, Rates and Extensions:	
Cook County	62
DuPage County	63
Will County	64

THIS PAGE INTENTIONALLY LEFT BLANK

INTRODUCTORY SECTION

THIS PAGE INTENTIONALLY LEFT BLANK

Lemont Fire Protection District
Names and Titles of Principal Officials

Mr. Michael Kasperski	President
Ms. Victoria Cobbett	Secretary
Mr. Keith Latz	Treasurer
Mr. Glenn Bergmark	Trustee
Mr. Richard Rimbo	Trustee
Mr. Carl Churulo	Chief

THIS PAGE INTENTIONALLY LEFT BLANK

FINANCIAL SECTION

**MIRIANI
&
ASSOCIATES, LTD.**

Accounting
Specialist
&
Financial
Management
Consultants

INDEPENDENT AUDITORS REPORT

The Board of Trustees
Lemont Fire Protection District
Lemont, Illinois

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information, including the fiduciary fund, of the Lemont Fire Protection District, as of and for the year ended December 31, 2011, which collectively comprise the Township's basic financial statements as listed in the table of contents. These financial statements are the responsibility of Lemont Fire Protection District'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 and the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States. These 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.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, the aggregate remaining fund information, including the fiduciary fund, of Lemont Fire Protection District, as of December 31, 2011, and the respective changes in financial position thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

The management's discussion and analysis, the historical pension information and the general and major special revenue funds - budget and actual schedules as listed in the table of contents, are not a required 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 inquires of management regarding the methods of measurement and presentation of the required 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 financial statements that collectively comprise Lemont Fire Protection District's basic financial statements. The accompanying statements and schedules listed as statistical information in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information has not been subjected to the auditing procedures applied in the examination of the basic financial statements and, accordingly, we do not express an opinion on them.

Miriani & Associates, LTD.

MIRIANI & ASSOCIATES, LTD.
June 6, 2012

THIS PAGE INTENTIONALLY LEFT BLANK

MANAGEMENT'S DISCUSSION AND ANALYSIS

Lemont Fire Protection District

Management's Discussion and Analysis For the Year Ended December 31, 2011

As the management of Lemont Fire Protection District ("the District"), we offer readers of the District's financial statements this narrative overview and analysis of the financial activities of the District for the fiscal year ended December 31, 2011. We encourage readers to consider the information presented here in conjunction with the District's financial statements (beginning on page 12).

The discussion and analysis is designed to: (1) assist the readers in focusing on significant financial issues, (2) provide an overview of the District's financial activities, (3) identify changes in the District's financial position (its ability to address the next and subsequent years challenges), (4) identify any material deviations from the financial plan (the approved budget) and (5) identify individual fund issues or concerns.

Historically, the primary focus of local government financial statements has been summarized funds types on a current financial resource basis. Due to the requirement of Government Accounting Standards Board Statement No. 34, beginning in 2003 this approach was modified so that now the District's financial statements present two kinds of statements, each with a different snapshot of the District's finances. The focus of the new financial statements are on both the District as a whole (government-wide) and on the major individual funds. Both perspectives (government-wide and major funds) allow the user to address relevant questions, broaden a basis for comparison (year to year or government to government) and enhance the District's accountability.

The Management's Discussion and Analysis (MD&A) is an element of the reporting model adopted by the Governmental Accounting Standards Board (GASB) in its Statement No. 34 "Basic Financial Statements and Management's Discussion and Analysis, for State and Local Governments" issued June 1999. Certain comparative information between the current and prior year is required to be presented in the MD&A.

Since the MD&A is designed to focus on the current year's activities, resulting changes and currently known facts, please read it in conjunction with the District's financial statements beginning on page 12.

Financial Highlights

The District's assets exceed its liabilities at December 31, 2011, the close of the most recent fiscal year, by \$3,536,309, which includes \$4,082,577 invested in capital assets (net of related debt of \$2,525,000).

The District's total net position increased by \$170,632. .

As of December 31, 2011 the District's governmental funds reported combined ending fund balances of \$3,976,748, an increase of \$26,606 in comparison with the prior year. Of this amount the general fund had an ending fund balance of \$422,847 (unassigned), special revenue funds had an ending balance of \$2,001,315, capital projects fund had an ending fund balance of \$1,532,885, and the Debt Service Fund had an ending fund balance of \$19,701.

(See independent auditor's report.)

Lemont Fire Protection District

Management's Discussion and Analysis For the Year Ended December 31, 2011

Overview of the Financial Statements

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

Government-wide Financial Statements

The government-wide financial statements are designed to provide readers with a broad overview of District finances, in a manner similar to a private-sector business and are reported using the accrual basis of accounting and economic resources measurement focus.

The statement of net assets presents information on all District assets and liabilities, with the difference between the two reported as net assets. Over time, the increase or decrease in net assets may serve as a useful indicator of whether or not the District's financial position is improving.

The statement of activities presents information showing how the District's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g. uncollected taxes and unpaid obligations).

The government-wide financial statement distinguishes District functions that are principally supported by taxes and intergovernmental revenues (governmental activities). The governmental activities reflected the District's basic services including fire, ambulance and other administrative functions.

The following Table 1 reflects the condensed Statement of Net Assets for the District as of December 31, 2011. Table 2 reflects a condensed Statement of Activities for the year ended December 31, 2011.

The government-wide financial statements are presented on page 12 - 13 of this report.

(See independent auditor's report.)

Lemont Fire Protection District

Management's Discussion and Analysis For the Year Ended December 31, 2011

Government-Wide Financial Analysis

As noted earlier, assets may serve over time as a useful indicator of the District's financial position. In the District's case, assets exceeded liabilities by \$3,536,309 at December 31, 2011.

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

Table 1
Condensed Statement of Net Position
As of December 31,

	<u>2011</u>	<u>2010</u>
ASSETS		
Cash & Investments	\$ 3,764,997	\$ 3,708,320
Receivables		
Property Taxes	9,031,313	9,031,313
Other	243,533	243,533
Other Current Assets	34,446	34,446
Capital Assets, Net of Accumulated Depreciation	<u>6,607,577</u>	<u>6,607,577</u>
Total Assets	<u>19,681,866</u>	<u>19,625,189</u>
LIABILITIES		
Current Liabilities:		
Accounts Payable	45,445	45,445
Accrued Payroll	78,389	78,389
Due Pension Trust	26,930	118,709
Deferred Revenue	8,946,775	7,920,764
Non Current Liabilities	<u>7,048,018</u>	<u>6,639,220</u>
Total Liabilities	<u>16,145,557</u>	<u>14,802,527</u>
Net Assets		
Invested in Capital Assets		
Net of Debt	4,082,577	3,224,753
Restricted	274,527	(41,683)
Unrestricted	<u>(820,795)</u>	<u>182,607</u>
Total Net Position	<u>3,536,309</u>	<u>3,365,677</u>

(See independent auditor's report.)

Lemont Fire Protection District

Management's Discussion and Analysis For the Year Ended December 31, 2011

Normal Impact on the District's Revenue & Expenses

Revenues:

Economic condition - this can reflect a declining, stable or growing economic environment and has a direct impact on property taxes, state replacement income tax, etc.

Changing patterns in intergovernmental and grant revenue - while certain recurring revenue (state shared revenue, etc) may experience significant changes due to the economic environment, non-recurring or one-time grants are less predictable and often distort their impact on year-to-year comparison.

Market impacts on investment income - market conditions may cause investment income to fluctuate.

Expenses:

Changes in authorized personnel - change in service demands may cause the District to change staffing levels. Personnel costs are a significant operating cost for the District.

Table 2
Condensed Statement of Activities
For the Year Ended December 31,

	<u>2011</u>	<u>2010</u>
Revenues:		
Taxes:		
Property	\$ 8,873,827	\$ 7,749,049
Replacement	180,024	201,078
Charge for Services	902,121	912,109
Grants	99,134	219,338
Investment Income	18,818	7,953
Miscellaneous	<u>101,606</u>	<u>75,071</u>
Total Revenue	<u>10,175,530</u>	<u>9,164,598</u>
Expenditures:		
Public Safety	9,878,726	9,345,865
Interest	<u>126,172</u>	<u>107,834</u>
Total Expenditures	<u>10,004,898</u>	<u>9,453,699</u>
Change in Net Assets	<u>170,632</u>	<u>(289,101)</u>
Net Assets, Beginning of Year	<u>3,365,677</u>	<u>3,654,778</u>
Net Assets, End of Year	<u>\$ 3,536,309</u>	<u>\$ 3,365,677</u>

(See independent auditor's report.)

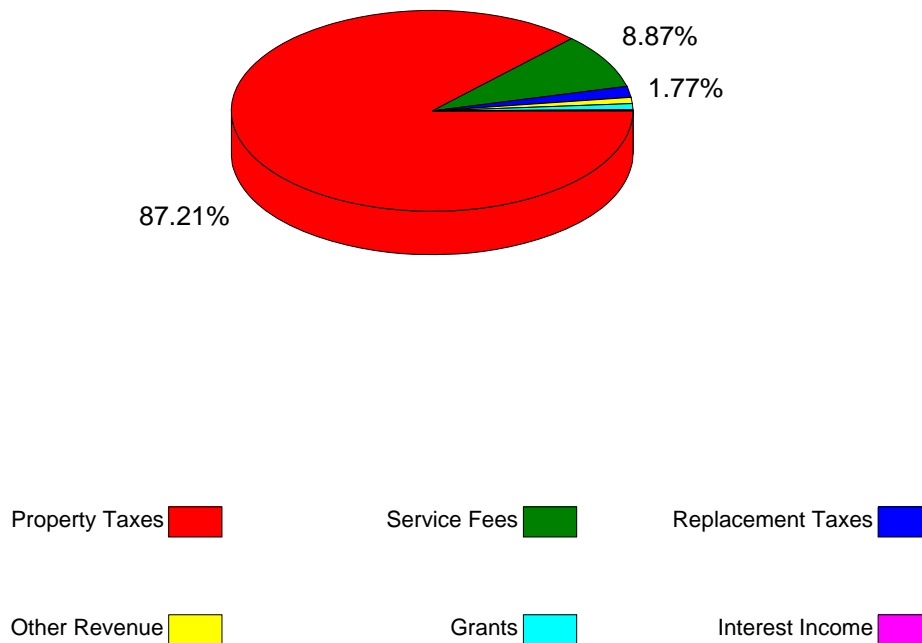
Lemont Fire Protection District

Management's Discussion and Analysis For the Year Ended December 31, 2011

Government-wide Financial Analysis

The District's primary source of revenues is from property taxes while the primary use of funds is to provide public safety. Below are charts which represent the sources and uses of fund for the fiscal year ended December 31, 2011:

Revenue by Source as of December 31, 2011



(See independent auditor's report.)

Lemont Fire Protection District

Management's Discussion and Analysis For the Year Ended December 31, 2011

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 District, like other units of government, uses fund accounting to ensure compliance with finance-related legal requirements. All of the District's funds are governmental funds.

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements and are reported using the modified accrual basis of accounting and current financial resources measurement focus. The governmental fund statements provide a detailed short-term view of the District's general government operations and the basic services it provides. All of the District's services are reported in governmental funds, which focus on how money flows into and out of these funds and the balances left at year-end that are available for use. Both the governmental fund balance sheet and the governmental statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate comparison between government funds and government activities.

The District maintains several individual governmental funds. Information is presented separately in the governmental fund balance sheet and the governmental fund statement of revenues, expenditures and changes in fund balance for the Corporate Fund, Ambulance Fund, Capital Projects Fund and Special Revenue Funds. Data from the Special Revenue Funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements and individual schedules elsewhere in the report.

Basic governmental fund financial statements are presented on pages 14 - 17 of this report.

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements begin on page 20 of this report.

Other Information

In addition to these basic financial statements and accompanying notes, this report also presents supplementary information concerning the District's progress in funding its obligations to provide pension benefits to its employees. This information can be found beginning on page 40 of this report.

Major funds are reported in the basic financial statements as discussed. Combining and/or individual statements and schedules are presented in a subsequent section of this report beginning on page 43 of this report.

(See independent auditor's report.)

Lemont Fire Protection District

Management's Discussion and Analysis For the Year Ended December 31, 2011

Financial Analysis of the District's Funds

Changes in Fund Balance - Governmental Funds

Governmental funds are reported in the fund statements with a short-term inflow and outflow of spendable resources focus. This information is useful in assessing resources available at the end of the year in comparison with upcoming financing requirements. Governmental funds reported ending fund balances of \$3,976,748. Of this year-end total, the general fund reported a fund balance of \$422,847. The remaining \$3,553,901 is restricted, assigned or unrestricted.

The following is a summary of changes in fund balances for the year ended December 31, 2011:

Governmental Funds	Fund Balance Dec. 31, 2010	Increase (Decrease)	Fund Balance Dec. 31, 2011
General Fund	\$ 337,209	\$ 85,638	\$ 422,847
Ambulance Fund	1,588,500	344,677	1,933,177
Capital Projects Fund	2,022,108	(489,223)	1,532,885
Other Governmental Funds	<u>2,325</u>	<u>85,514</u>	<u>87,839</u>
	<u>\$ 3,950,142</u>	<u>\$ 26,606</u>	<u>\$ 3,976,748</u>

Major Governmental Funds - Annual Budget

The District reports the Corporate Fund, Ambulance Fund and Capital Projects are major governmental funds. The following is a table summarizing the District's working budget year 2011 these funds. More detailed information on the budget process can be found in Note 1 of the financial statements.

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
Corporate Fund			
Revenue	\$ 4,710,297	\$ 4,841,008	\$ 130,711
Expenditures	4,570,299	4,501,284	69,015
Net Transfers In (out)	<u>(435,000)</u>	<u>(318,784)</u>	<u>(116,216)</u>
Excess (Deficit) of Revenue over Expenditures	<u>\$ (295,002)</u>	<u>\$ 20,940</u>	<u>\$ (315,942)</u>
Ambulance Fund			
Revenue	\$ 4,133,055	\$ 4,359,605	\$ 226,550
Expenditures	3,673,637	3,514,928	158,709
Net Transfers in (Out)	<u>(865,000)</u>	<u>(500,000)</u>	<u>(365,000)</u>
Excess (Deficit) of Revenue over Expenditures	<u>\$ (405,582)</u>	<u>\$ 344,677</u>	<u>\$ (750,259)</u>

(See independent auditor's report.)

Lemont Fire Protection District

Management's Discussion and Analysis For the Year Ended December 31, 2011

Major Governmental Funds - Annual Budget (Continued)

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
Capital Projects Fund			
Revenue	\$ 270,500	\$ 63,455	\$ (207,045)
Expenditures	2,067,800	1,352,678	715,122
Other Financing Sources	870,000	-	870,000
Net Transfers In (Out)	<u>1,300,000</u>	<u>800,000</u>	<u>500,000</u>
Excess (Deficit) of Revenue over Expenditures	<u>\$ 372,700</u>	<u>\$ (489,223)</u>	<u>\$ 861,923</u>

Capital Assets

The District's investment in capital assets, net of accumulated depreciation for governmental activities as of December 31, 2011 was \$6,524,577. The net increase in capital assets was \$472,824. Depreciation expense for the year ended December 31, 2011 was \$322,196. Additional information on the District's investment in capital assets can be found in Note 5 of the financial statements.

The following is a summary of capital assets, net of accumulated depreciation:

	<u>December 31,</u>	
	<u>2010</u>	<u>2011</u>
Land	\$ 300,000	\$ 300,000
Building & Improvements	4,876,633	5,472,598
Apparatus & Vehicles	3,236,796	3,546,250
Equipment	<u>1,189,311</u>	<u>659,683</u>
Cost of capital assets	9,602,740	9,978,531
Less accumulated depreciation	<u>(3,547,987)</u>	<u>(3,450,954)</u>
Net capital assets	<u>\$ 6,054,753</u>	<u>\$ 6,527,577</u>

Outstanding Debt

As of December 31, 2011, the District had long-term debt outstanding debt totaling \$2,525,000. More detailed information on long-term debt activity can be found in Note 6 of the financial statements.

(See independent auditor's report.)

Lemont Fire Protection District

Management's Discussion and Analysis For the Year Ended December 31, 2011

Economic Factors in Next Year's Budget and Rates

The District continues to experience an eroding tax rate imposed by the Property Tax Extension Limitation Law (PTELL), which, in general, limits the amount of taxes to be extended to the lesser of 5% or the percentage increase in the consumer price index for the year preceding the levy.

Contacting the District's Financial Management

This financial report is designed to provide a general overview of the District's finances, comply with finance related laws and regulations and demonstrate the District's commitment to public accountability. If you have any questions about this report or would like to request additional information, please contact the District at 15900 New Avenue, Lemont, IL 60439.

(See independent auditor's report.)

BASIC FINANCIAL STATEMENTS

THIS PAGE INTENTIONALLY LEFT BLANK

GOVERNMENT-WIDE FINANCIAL STATEMENTS

Lemont Fire Protection District

Statement of Net Position December 31, 2011

	Governmental Activities
Assets	
Current Assets	
Cash & Investment	\$ 3,764,997
Receivables, net of allowance for uncollectible	
Property Taxes	9,031,313
Accounts	239,462
Grants	4,071
Prepaid items	<u>34,446</u>
Total Current Assets	<u>13,074,289</u>
Noncurrent Assets	
Deposits on Equipment not Placed in Service at Year End	80,000
Capital Assets, Not Being Depreciated	
Land	300,000
Capital Assets, Net of Accumulated Depreciation	
Building & Improvements	4,160,884
Apparatus & Vehicles	1,750,368
Equipment	<u>316,325</u>
Total Noncurrent Assets	<u>6,607,577</u>
Total Assets	<u>19,681,866</u>
Liabilities	
Current Liabilities	
Accounts Payable	45,445
Accrued Payroll	78,389
Due to Pension Trust Fund	26,930
Deferred Property Tax Revenue	<u>8,946,775</u>
Total Current Liabilities	9,097,539
Non-Current Liabilities	
Compensated Absences	2,374,526
Net Pension Obligation & Post Employment Benefits	2,148,492
General Obligation Bonds	<u>2,525,000</u>
Total Non-Current Liabilities	7,048,018
Total Liabilities	16,145,557
Net Assets	
Invested in Capital Assets, Net of Related Debt	4,082,577
Restricted for:	
- Capital Projects	251,512
- Debt Service	19,700
- Tort Immunity	3,315
Unrestricted (deficit)	<u>(820,795)</u>
Total Net Position	<u>\$ 3,536,309</u>

See Accompanying Notes to Financial Statements

Lemont Fire Protection District

Statement of Activity Year Ended December 31, 2011

Functions/Program	Expenses	Program Revenue			Net (Expenses), Revenue and Changes in Net Assets
		Charge for Services	Operating Grants	Capital Grants	Governmental Activities
Governmental Activities					
Public Safety					
Fire & Rescue	\$ 9,878,726	\$ 902,121	\$ 52,334	\$ 46,800	\$ 8,877,471
Interest on Long Term Debt	126,172	-	-	-	126,172
Total Governmental Activities	\$ 10,004,898	\$ 902,121	\$ 52,334	\$ 46,800	9,003,643
General Revenues					
Taxes					
Property					8,873,827
Replacement					180,024
Investment Income					18,818
Miscellaneous					101,606
Total General Revenue					9,174,275
Increase (Decrease) in Net Assets					170,632
Net Assets					
Beginning					3,365,677
Ending					\$ 3,536,309

See Accompanying Notes to Financial Statements

Lemont Fire Protection District

Governmental Funds

Balance Sheet

December 31, 2011

	General	Ambulance	Capital Projects	Other Governmental Funds	Total
Assets					
Current Assets					
Cash & Investments	\$ 440,502	\$ 1,848,555	\$ 1,374,869	\$ 101,071	\$ 3,764,997
Receivables:					
Property Taxes	5,842,019	2,989,908	-	199,386	9,031,313
Accounts	10,721	228,741	-	-	239,462
Grants	4,071	-	-	-	4,071
Prepaid Expenses	34,446	-	-	-	34,446
Due from Other Funds	(19,057)	-	164,427	23,782	169,152
Total Assets	\$ 6,312,702	\$ 5,067,204	\$ 1,539,296	\$ 324,239	\$ 13,243,441
Liabilities					
Current Liabilities					
Accounts Payable	\$ 31,463	\$ 7,571	\$ 6,411	\$ -	\$ 45,445
Accrued Payroll	37,791	40,598	-	-	78,389
Deferred Property Tax Revenue	5,793,671	2,955,665	-	197,439	8,946,775
Due to Other Fund	26,930	130,193	-	38,961	196,084
Total Liabilities	5,889,855	3,134,027	6,411	236,400	9,266,693
Fund Balances (Deficit)					
Nonspendable:					
Prepaid Items	34,446	-	-	-	34,446
Restricted for:					
Debt Service	-	-	-	19,701	19,701
Capital Projects	-	-	1,281,373	-	1,281,373
Special Revenue Funds	-	1,933,177	-	68,138	2,001,315
Assigned to:					
Capital Projects & Equipment	-	-	251,512	-	251,512
Unassigned	388,401	-	-	-	388,401
Total Fund Balance	422,847	1,933,177	1,532,885	87,839	3,976,748
Total Liabilities & Fund Balance	\$ 6,312,702	\$ 5,067,204	\$ 1,539,296	\$ 324,239	\$ 13,243,441

See Accompanying Notes to Financial Statements

Lemont Fire Protection District

Governmental Funds

Statement of Revenue, Expenditures and Changes in Fund Balances

For the Year Ended December 31, 2011

	General	Ambulance	Capital Projects	Other Governmental Funds	Total
REVENUES					
Property Taxes	\$ 5,058,336	\$ 3,587,269	\$ -	\$ 228,222	\$ 8,873,827
State Replacement Taxes	90,012	90,012	-	-	180,024
Interest Income	1,082	1,081	16,655	-	18,818
Charge for Services	232,901	667,109	-	-	900,010
Grants Received	52,334	-	46,800	-	99,134
Other Income	31,562	14,134	-	58,021	103,717
Total Revenue	5,466,227	4,359,605	63,455	286,243	10,175,530
EXPENDITURES					
Current:					
Compensation and Salaries	2,911,163	2,516,730	-	-	5,427,893
Employee Benefits	1,540,751	720,242	-	208,513	2,469,506
Outside Services	28,960	66,639	-	11,000	106,599
Administrative	40,882	24,032	-	-	64,914
Insurance and Risk Management	311,485	-	-	-	311,485
Equipment and Maintenance	144,194	106,249	-	-	250,443
Buildings and Grounds	73,575	70,241	45,248	-	189,064
Debt Services:					
Principal	-	-	305,000	-	305,000
Interest & Fees	10,795	10,795	104,582	-	126,172
Capital Outlay	-	-	897,848	-	897,848
Total Expenditures	5,061,805	3,514,928	1,352,678	219,513	10,148,924
Excess (Deficiency) of Revenues over Expenditures	404,422	844,677	(1,289,223)	66,730	26,606
Other Financing Sources (Uses)					
Transfers - In	-	-	800,000	18,784	818,784
Transfers - Out	(318,784)	(500,000)	-	-	(818,784)
Total Other Financing Sources (Uses)	(318,784)	(500,000)	800,000	18,784	-
Net Change in Fund Balances	85,638	344,677	(489,223)	85,514	26,606
Fund Balance, Beginning of Year	337,209	1,588,500	2,022,108	2,325	3,950,142
Fund Balance, End of Year	\$ 422,847	\$ 1,933,177	\$ 1,532,885	\$ 87,839	\$ 3,976,748

See Accompanying Notes to Financial Statements

Lemont Fire Protection District

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

December 31, 2011

Total Fund Balances - Governmental Funds	\$	3,976,748
Amounts reported for governmental activities in the Statement of Net Assets are different because:		
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.		6,607,577
Bond payable is not reported as liabilities in the funds financial statements.		(2,525,000)
Interest payable is not reported as liabilities in the funds		
Long term portion of compensated absences are not reported in the funds financial statements.		(2,374,526)
Net pension obligation is not reported in the fund financial statements.		<u>(2,148,490)</u>
Net Position of Governmental Activities	\$	<u>3,536,309</u>

See Accompanying Notes to Financial Statements

Lemont Fire Protection District

Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities For the Year Ended December 31, 2011

Net Change in Fund Balances - Total Governmental Funds		
Statement of Revenues, Expenditures and Changes in Fund Balance	\$	26,606
Amounts reported for governments activities in the Statement of Activities are different because:		
Depreciation of capital assets is not considered an expenditure in the fund financial statements.		(322,196)
Purchases of capital assets are treated as an expenditure in the fund financial statements.		950,620
Changes in long-term compensated absences are not recorded in the fund financial statements.		(272,690)
Changes in net pension obligation are not recorded in the fund financial statements.		(441,108)
Payment of bond principal is treated as an expenditure in the fund financial statements.		305,000
Disposition of capital assets are not recorded in the fund financial statements.		<u>(75,600)</u>
Changes in Net Assets of Governmental Activities		
Statement of Activities - "Increase (Decrease) in Net Assets"	\$	<u>170,632</u>

See Accompanying Notes to Financial Statements

Lemont Fire Protection District

Firefighter's Pension Fund A Fiduciary Component Unit Statement of Plan Net Assets As of December 31, 2011

	<u>2011</u>
Assets	
Cash & Cash Equivalents	\$ 153,318
Investments, at Fair Value	
Illinois Fund	777
Money Market	712,627
Mutual Fund Equities	1,203,712
Stock Equities	2,886,657
US Agency Obligations	1,351,518
Corporate Bonds	3,707,491
US Treasury Securities	3,691,441
State & Local Obligations	281,033
Due from other Funds	26,930
Interest Receivable	79,815
Prepaid Expenses	6,010
	<hr/>
Total Assets	14,101,329
Liabilities	
Accrued Expenses	2,025
	<hr/>
Total Liabilities	2,025
	<hr/>
Plan Net Assets Held in Trust for Pension Benefits (A schedule of funding progress is presented in the required supplementary information)	<u>\$ 14,099,304</u>

See Accompanying Notes to Financial Statements

Lemont Fire Protection District

Firefighter's Pension Fund

A Fiduciary Component Unit

Statement of Change in Plan Net Assets

For the Year Ended December 31, 2011

	<u>2011</u>
Additions:	
Contributions	
Employer	\$ 891,617
Plan Member	405,574
	<hr/>
Total Contributions	1,297,191
Investment Income	
Investment Earnings	284,533
Net Appreciation in Fair Value of Investments	449,238
	<hr/>
	733,771
Investment Expenses	<u>(71,337)</u>
Net Investment Income	662,434
Net Additions	1,959,625
Deductions:	
Pension Benefits	252,374
Pension Refunds	12,497
Administrative Expenses	24,081
	<hr/>
Total Deductions	288,952
Net Change in Plan Assets	1,670,673
Plan Net Assets Held in Trust for Pension Benefits, Beginning of Year	<hr/> 12,428,631
End of Year	<u>\$ 14,099,304</u>

See Accompanying Notes to Financial Statements

THIS PAGE INTENTIONALLY LEFT BLANK

NOTES TO FINANCIAL STATEMENTS

Lemont Fire Protection District

Notes to Basic Financial Statements For the Year Ended December 31, 2011

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Lemont Fire Protection District (the "District") is a municipal corporation of the State of Illinois headquartered in Lemont, Illinois, Cook County, and duly chartered pursuant to the Illinois Fire Protection District Act, 70 ILCS 705.

The District covers an area of approximately 40 square miles and serves the Village of Lemont, portions of Woodridge, Darien, Bollingbrook, and Homer Glen. The District provides fire, rescue, emergency medical service and general administrative services to the residents of this area.

A. Reporting Entity

The District follows the provision of Governmental Accounting Standards Board Statement No. 39, "Determining Whether Certain Organizations Are Component Units - an amendment of GASB Statement No. 14". As defined by generally accepted accounting principles established by GASB, the financial reporting entity consists of the primary government, as well as its component units, which are legally separate, tax-exempt entities and meet all of the following criteria:

1. The economic resources received or held by the separate organization are entirely or almost entirely for the direct benefit of the primary government, its component units, or its constituents.
2. The primary government, or its component units, is entitled to, or has the ability to otherwise access, a majority of the economic resources received or held by the separate organization.
3. The economic resources received or held by an individual organization that the specific primary government, or its component units, is entitled to, or has the ability to otherwise access, are significant to the primary government.

The District has concluded that the Firefighter's Pension Trust Fund and the Foreign Fire Insurance Board meet the criteria of Statement 39 for inclusion as blended component units. Blended component units are separate legal entities that meet the component unit criteria described above and whose governing body is the same or substantially the same as the District's Board or the component unit provides services entirely to the District. These component units' funds are blended into those of the District's by appropriate activity type to compose the primary government presentation.

B. Basis of Presentation

GOVERNMENT-WIDE FINANCIAL STATEMENTS

The Statement of Net Assets and the Statement of Activities display information about the reporting government as a whole. They include all funds of the reporting entity. Governmental activities generally are financed through taxes, intergovernmental revenues, and other non-exchange revenues.

The Statement of Activities demonstrates the degree to which the direct expenses of a given function or segment is offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. The District does not allocate indirect expenses to functions in the Statement of Activities. Program revenues include charges to residents who purchase, use or directly benefit from goods, services, or privileges provided by a given function, and grants and contributions that are restricted to meeting the operational and capital requirements of a particular function. Taxes and other income items that are not specifically related to a function are reported as general revenues.

Lemont Fire Protection District

Notes to Basic Financial Statements For the Year Ended December 31, 2011

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. Basis of Presentation (Continued)

FUND FINANCIAL STATEMENTS

Fund financial statements of the reporting entity are organized into individual funds, each of which is considered to be a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts, which constitute its assets, liabilities, funds equity, revenues and expenditures/expenses. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrative compliance with finance-related legal and contractual provisions.

Funds are organized as major funds or non-major funds within the governmental statements. An emphasis is placed on major funds within the governmental category. A fund is considered major if it is the primary operating fund of the entity or meets the following criteria:

- Total assets, liabilities, revenues or expenditures/expenses of the individual governmental funds are at least ten percent of the corresponding total for all funds of that category or type, and
- Total assets, liabilities, revenue or expenditures/expenses of the individual governmental fund is at least five percent of the corresponding total for all governmental funds combined.

The District reports the following major governmental funds:

The General Fund is the District's primary operating fund. It is comprised of two sub funds; the Corporate Fund and the Tort Liability Fund. The Corporate Fund accounts for the direct costs of fire suppression and an allocation of administrative costs. The Tort Liability Fund accounts for all of the District's insurance and risk management costs.

The Ambulance Fund accounts for the direct costs of emergency medical services and allocation of administrative costs.

The Capital Projects Fund accounts for the financial resources to be used for the construction of major capital facilities and the purchase or replacement of equipment.

The District reports the following non-major governmental funds:

Insurance Bond Fund
Debt Service Fund
Social Security and I.M.R.F
Audit

Governmental Funds (Governmental Activities)

Governmental fund types are those through which most governmental functions of the District are financed. The District's expendable financial resources are accounted for through governmental funds. The measurement focus is based upon determination of changes in financial position rather than upon net income determination. A brief explanation of the District's governmental funds follows:

Lemont Fire Protection District

Notes to Basic Financial Statements For the Year Ended December 31, 2011

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. Basis of Presentation (Continued)

General Fund

The General Fund is the general operating fund of the District. It is used to account for all financial resources except those required, legally or by sound financial management, to be accounted for in another fund.

Funds included in this fund category are:

- Corporate Fund
- Tort Liability Fund

Special Revenue Funds

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

Funds included in this fund category are:

- Ambulance Fund
- Insurance Bond Fund
- Audit Fund
- Social Security/IMRF Fund

Debt Service Fund

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

Fiduciary Fund Types

Fiduciary Fund are used to account for assets held by the District in a trustee capacity or as an agent for individual, private organizations, other governments, or other funds. The District considers the Firefighter's Pension Trust Fund a Fiduciary Fund.

Blended Component Units

The District reports the following blended component units:

Firefighter's Pension Trust Fund - The District considers the Firefighter's Pension Trust a blended component unit, and reports this as fiduciary fund in the financial statements.

Foreign Fire Insurance Board - The Foreign Fire Insurance Board is statutorily established for the purpose of expending funds received for the maintenance and benefit of the District.

Foreign Fire Insurance Company fees are assessed on insurance companies who are not incorporated under the laws of the State of Illinois and sell fire insurance within the District.

Lemont Fire Protection District

Notes to Basic Financial Statements For the Year Ended December 31, 2011

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. Basis of Presentation (Continued)

Blended Component Units (Continued)

The use of the Foreign Fire Insurance Company fees is restricted to expenditures for the maintenance, use and benefit of the District.

As the sole purpose of the organization is to benefit the District and the Board was created by a District ordinance, the Foreign Fire Insurance Board is considered a blended component unit of the District.

The Foreign Fire Insurance Board has a year-end of December 31 and has been reported as a Special Revenue Fund and is included in the governmental funds of the District.

C. Basis of Accounting

In the government-wide Statement of Net Assets and Statement of Activities, governmental activities are presented using the economic resources measurement of focus and the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or the economic asset is used. Revenues, expenses, gains, losses, assets, and liabilities resulting from exchange and exchange-like transactions are recognized when the exchange takes place. Property taxes are recognized as revenue 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.

The current financial resources measurement focus and the modified accrual basis of accounting is followed by the governmental funds. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual, i.e. both measurable and available to finance the District's operations. "Measurable" means the amount of the transaction can be determined, and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period.

Property taxes, investment earnings, and charges for services are the primary revenue sources susceptible to accrual. The District considers property taxes available if they are due and collected within 60 days after year end. All other revenues are recognized when the cash is received. Expenditures are recorded when the related fund liability is incurred.

The District reports deferred revenues on its Governmental Funds Balance Sheet. For governmental funds financial statements, deferred revenues occur when a potential revenue does not meet both the "measurable" and "available" criteria for recognition in the current period or when resources are received by the District, before it has a legal claim to them. In subsequent periods, when both revenue recognition criteria are met, or when the District has a legal claim to the resources, the liability for deferred revenue is removed from the Governmental Funds Balance Sheet and revenue is recognized accordingly.

The Firefighter's Pension Trust Fund, a blended component and Fiduciary Fund Type, is accounted for using the accrual basis of accounting. Its revenues are recognized when they are earned and its expenses are recognized when they are incurred.

Lemont Fire Protection District

Notes to Basic Financial Statements For the Year Ended December 31, 2011

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Measurement Focus

On the government-wide Statement of Net Assets and Statement of Activities, governmental activities are presented using the economic resources measurement focus, which means all assets and liabilities (whether current or non-current) are included of the Statement of Net Assets and the Statement of Activities presents increases and decreases in net total assets.

The measurement focus incorporates the current financial resources concept. Under this concept, sources and uses of financial resources, including capital outlays, debt proceeds and debt retirements are reflected in operations. Resources not available to finance expenditures and commitments of the current period are recognized as deferred revenue or a reservation of fund equity. Liabilities for claims, judgments, compensated absences and pension contributions, which will not be currently liquidated using expendable available financial resources are included as liabilities in the government-wide financial statements, but are excluded from fund financial statements. The related expenditures are recognized in the fund financial statements when the liabilities are liquidated. Historically, the expenditures have been recorded to the general and special revenue funds.

The Firefighter's Pension Trust Fund is accounted for on a capital maintenance measurement focus. This means that all liabilities (whether current or non-current) associated with their activity are included on the balance sheets.

E. Budgets and Budgetary Accounting

An annual budget and appropriation is adopted on a basis consistent with US generally accepted accounting principles for all funds.

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

1. The Chief submits to the District Board of Trustees a proposed operating budget for the fiscal year. The operating budget includes proposed expenditures and the means of financing them for all funds.
2. Public hearings are conducted by the District to obtain taxpayers comments.
3. The budget is legally enacted through passage of an ordinance. The budget for the year ended December 31, 2011 was adopted through the passage of ordinance number 10-03 on November 12, 2010.
4. The Chief is authorized to transfer appropriated amounts between line items with funds with proper Board approval.
5. Formal appropriation integration is employed as a management control device during the year. These appropriations are adopted on a basis consistent with U.S. generally accepted accounting principles.
6. Appropriation authority lapses at year-end.
7. State law requires that "expenditures be made in conformity with appropriation/budget". Transfer between line items, departments and funds may be made by administrative action. The level of legal control is generally considered the entire appropriation.

Lemont Fire Protection District

Notes to Basic Financial Statements For the Year Ended December 31, 2011

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

E. Budgets and Budgetary Accounting (Continued)

8. Budgeted revenue amounts are as adopted. Budgeted expenditure amounts reported in the financial statements represent the working budget as adopted. The appropriation was not amended during the year, and is as follows:

General Fund:	
Corporate Subfund	\$ 4,316,718
Tort Liability Subfund	680,971
Ambulance	4,214,333
Insurance Bonds	0
Social Security/IMRF	227,364
Audit	12,650
Debt Service Fund	0
Capital Projects Fund	2,377,970
Fiduciary Fund:	
Pension Trust	928,776

F. Investments

All investments are stated at fair value, which is the market value as determined by published reports of such values.

G. Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles 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 financial statements and the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates.

H. Capital Assets

GOVERNMENT-WIDE FINANCIAL STATEMENTS

In the government-wide financial statements, the District has adopted a capitalization threshold of \$5,000 and an estimated useful life in excess of two years. All capital assets are valued at historical cost or estimated historical cost if actual cost is unavailable. Donated capital assets are stated at their fair market value as of the date donated.

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

Major outlays for capital assets and improvements are capitalized as projects are constructed.

Depreciation of all exhaustible capital assets is recorded as an allocated expense in the Statement of Activities, with accumulated depreciation reflected in the Statement of Net Assets. Depreciation is provided over the assets' estimated useful lives using the straight-line method of depreciation. The range of estimated useful lives by type of assets is as follows:

Buildings	25 to 50 years
Apparatus	10 to 25 years
Vehicles	8 to 15 years
Equipment	2 to 20 years

Lemont Fire Protection District

Notes to Basic Financial Statements For the Year Ended December 31, 2011

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

H. Capital Assets (Continued)

FUND FINANCIAL STATEMENTS

In the fund financial statements, assets used in governmental fund operations are accounted for as capital outlays in the fund from which the expenditure was made.

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

I. Compensated Absences

It is the District's policy to permit employees to accumulate earned but unused sick pay and vacation benefits. Upon retirement, sick pay is paid out at a rate of one day's pay for every two days of sick pay accumulated. Vacation pay is paid out based on length of service with no more than two years worth being accrued. All sick pay and vacation benefits are accrued in the governmental-wide financial statements. A liability of sick pay or vacation benefits is reported in the governmental funds only if they are payable due to employee retirements.

J. Equity Classifications

GOVERNMENT-WIDE FINANCIAL STATEMENTS

Equity is classified as net assets and displayed in three components:

Invested in capital assets - consists of capital assets, net of accumulated depreciation and net of related debt.

Restricted net assets - consists of net assets with constraints placed on their use either by external groups such as creditors, grantors, contributors, or law or regulations of other governments, or laws through constitutional provisions or enabling legislation.

Unrestricted net assets - consists of all other net assets that do not meet the definition of restricted or invested in capital assets.

FUND FINANCIAL STATEMENTS

Governmental fund equity is classified as fund balance. Fund balance may further be classified as "Nonspendable," "Restricted," "Committed," "Assigned," and "Unassigned."

K. Long-term Obligations

In the governmental wide financial statements, long term debt and other long term obligations are reported as liabilities in the statement of net assets. Bond premiums and discounts, as well as insurance costs, are deferred and amortized over the life of the related debt using the effective interest method. Bonds and note payable are reported net of applicable bond premium or discount. Bond issuance costs are reported as deferred charges.

Lemont Fire Protection District

Notes to Basic Financial Statements For the Year Ended December 31, 2011

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

L. Total columns

Total columns on the Combined Statements are presented only to facilitate financial analysis. Data in these columns does not present financial position or results of operations in conformity with accounting principles generally accepted in the United States of America.

NOTE 2 - PROPERTY TAXES

The District's property tax is levied each year on all taxable real property located in the District on or before the last Tuesday in December. The taxes attach as an enforceable lien on property on January 1. The owner of real property on January 1 in any year is liable for taxes on the year. The District has a statutory tax rate limit in various operating funds subject to change only by approval of the voters of the District. Also, the District is subject to the Property Tax Extension Limitation Act, which, in general, limited the amount of taxes to be extended to the lesser of 5% or the percentage increase in the consumer price index for the year preceding the levy. Certain bond issue levies and referendum increases are exempt from this limitation.

Property taxes are collected by the County Collector who remits to the District its share of taxes collected. Taxes levied in one year become payable during the following year in two equal installments as follows:

First Installment	March 1 - Cook County June 1 - DuPage County and Will County
Second Installment	October 1 - Cook County September 1 - DuPage and Will County

All property tax and account receivables are shown net of an allowance for uncollectible. The allowance for uncollectible property taxes is \$ 468,994.

NOTE 3 - PERSONAL PROPERTY REPLACEMENT TAX

The Personal Property Replacement Tax represents an additional State of Illinois income tax on corporations (certain utilities), trusts, partnerships, and Subchapter S corporations and a new tax on the invested capital of public utilities providing gas, communications, electrical and waste services.

Revenues are collected by the State of Illinois under the replacement tax and are allocated and paid by the State eight times a year. The replacement tax law provides that monies received should be first applied toward payment of the proportionate share of the pension or retirement obligation which were previously levied on personal property. Remaining allocations are made at the discretion of the Board of Trustees.

Lemont Fire Protection District

Notes to Basic Financial Statements For the Year Ended December 31, 2011

NOTE 4 - DEPOSITS AND INVESTMENTS

At December 31, 2011, the District had cash and investments on the financial statements consisting of the following:

	Governmental Funds	Fiduciary Funds	Total
Cash and investments	<u>\$ 3,764,997</u>	<u>\$ 13,988,574</u>	<u>\$ 17,753,571</u>

The District maintains a cash and investment pool that is available for use by all funds except the Firefighter's Pension Trust Fund. Each fund type's portion of this pool is displayed on the financial statements as "cash and investments". The deposits and investments of the Firefighter's Pension Trust Funds are held separately from other funds.

Illinois statute authorizes the District to invest in obligations of the U.S Treasury, U.S. Agencies and banks and savings and loan associations covered by federal depository insurance. The District may also invest in commercial paper of U.S. corporations with assets exceeding \$500,000,000 provided that (a) the obligations are rated with the 3 highest classifications by at least 2 standards rating services and they mature within 180 days from the date of purchase, and (b) no more than 25% of any fund is invested in such obligation at any one time and (c) such purchases do not exceed 10% of the corporation's outstanding obligations.

Investment Policy - Governmental Funds

The District holds money market type investments and deposits with financial institutions. As of December 31, 2011, the carrying amount of the District's deposits for governmental funds totaled \$211,203 and the bank balances totaled \$368,811. The weighted-average maturity of these investments held by the District is less than one (1) year.

The District had the following investments as of December 31, 2011;

Investment Type	Fair Value	Average Days to Maturity	Average Credit Rating
Illinois Funds	\$ 3,553,495	24	AAAm

The District's investments are subject to the following risks:

Interest Rate Risk: Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. Safety of principal is the foremost objective of the investment program. Investments of the District shall be undertaken in a manner that seeks to ensure the preservation of capital in the overall portfolio.

Custodial Credit Risk: In the case of deposits, this is the risk that in the event of a bank failure, the District's deposits may not be returned to it. The District's investment policy requires pledging of collateral for all bank balances in excess of the federal depository insurance, at an amount of not less than 110% of the fair market value of the funds secured. At year-end the entire amount of the governmental fund's bank balance of deposits was covered by collateral, federal depository or equivalent insurance.

Credit Risk: Generally, credit risk is the risk that an issuer of a debt type investment will not fulfill its obligation to the holder of the investment. At year-end the governmental funds did not hold any investments of this type.

Concentrations: This is a risk of loss attributed to the magnitude of the District's investment in a single issuer. Although the District's investment policy does not formally address this risk, it is the District's practice to diversify its investments with various financial institutions.

Lemont Fire Protection District

Notes to Basic Financial Statements For the Year Ended December 31, 2011

NOTE 4 - DEPOSITS AND INVESTMENTS (Continued)

Firefighter's Pension Trust Fund - Investment Policy

Interest Rate Risk: Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. Safety of principal is the foremost objective of the investment program. Investments of the District shall be undertaken in a manner that seeks to ensure the preservation of capital in the overall portfolio.

The pension fund holds money market type investments and deposits with financial institutions. As of December 31, 2011, the carrying amount of the fund's deposits totaled \$153,318 and the bank balances totaled \$153,318. The weighted-average maturity of these investments held by the District is less than one (1) year.

As of December 31, 2011, the District's investments consisted of the following:

Investment Type	Fair Value	Investment Maturities (in Years)			
		Less Than 1	1 to 5	6-10	More than 10
State and Local Obligations	\$ 281,033	\$ -	\$ -	\$ 156,477	\$ 124,556
US Treasury Notes	2,407,409	-	665,140	1,742,269	-
US Treasury Bonds	1,284,032	-	-	-	1,284,032
US Government Agencies:					
GNMA	18,766	-	-	-	18,766
FFCB	100,010	-	100,010	-	-
FHLMC	807,476	-	636,246	171,230	-
FNMA	425,266	132,907	158,260	-	134,099
Corporate Bomds	3,707,491	253,242	889,911	2,366,768	197,570
Equity Securities	2,886,657	2,886,657	-	-	-
Equity Mutual Funds	1,203,712	1,203,712	-	-	-
Money Market Mutual Funds	712,627	712,627	-	-	-
Mutual Funds	777	777	-	-	-
	<u>\$ 13,835,256</u>	<u>\$ 5,189,922</u>	<u>\$ 2,449,567</u>	<u>\$ 4,436,744</u>	<u>\$ 1,759,023</u>

Custodial Credit Risk: In the case of deposits, this is the risk that in the event of a financial institution failure, the District's deposits may not be returned to it. At year-end the entire amount of the pension fund's deposits were covered by collateral, federal depository or equivalent insurance.

Credit Risk: The fund's investment policy addresses the management of credit risk by limiting investments to those allowed by state statutes. At year-end the US Treasury Notes were rated AAA, Government Agencies Securities are rated AAA, excluding Mortgage Backed Securities Pools which were unrated, and State and Local Obligations are rated either AAA, AA and A by Standard & Poor's or Aa1 and Aa2 by Moody's Investors Services. The Certificates of Deposit and Mutual Funds were unrated.

Concentrations: This is a risk of loss attributed to the magnitude of the District's investment in a single issuer. The District's investment policy addresses this risk by including allocation guidelines by asset class for fixed income investments and its equity portfolio.

Lemont Fire Protection District

Notes to Basic Financial Statements For the Year Ended December 31, 2011

NOTE 5 - CAPITAL ASSETS

Capital asset activity for the year ended December 31, 2011 was as follows:

	December 31,	Additions	Retirement	December 31,
Governmental Activities:				
Capital Assets Not Being Depreciated				
Land	\$ 300,000	\$ -	\$ -	\$ 300,000
Capital Assets Subject to Depreciation				
Buildings	4,876,633	595,966	-	5,472,598
Equipment	1,189,311	80,714	(610,343)	659,683
Apparatus & Vehicles	<u>3,236,796</u>	<u>769,483</u>	<u>(460,029)</u>	<u>3,546,250</u>
Total Assets Subject to Depreciation	9,302,740	1,446,163	(1,070,372)	9,678,531
Less: Accumulated Depreciation for:				
Buildings	1,197,679	114,034	-	1,311,714
Equipment	331,292	46,866	(34,800)	343,358
Apparatus & Vehicles	<u>2,019,016</u>	<u>161,295</u>	<u>(384,429)</u>	<u>1,795,882</u>
Total Accumulated Depreciation	<u>3,547,987</u>	<u>322,196</u>	<u>(419,229)</u>	<u>3,450,954</u>
Net Capital Assets Subject to Depreciation	<u>5,754,753</u>	<u>1,123,967</u>	<u>(651,143)</u>	<u>6,227,577</u>
Net Capital Assets - Governmental Activities	<u>\$ 6,054,753</u>	<u>\$ 1,123,967</u>	<u>\$ (651,143)</u>	<u>\$ 6,527,577</u>

Depreciation expense for the current year was \$322,196.

NOTE 6 - INTERFUND RECEIVABLES and PAYABLES

Interfund receivable and payable balances at December 31, 2011 were as follows:

	Due From Other Funds	Due To Other Funds
Major governmental funds:		
Corporate Fund	\$ 108,586	-
Ambulance Fund	-	130,193
Tort Liability Fund	-	127,642
Capital Projects Fund	164,427	-
Nonmajor governmental funds:		
Debt Service Fund	19,701	-
Social Security/IMRF Fund	-	38,961
Audit Fund	<u>4,081</u>	<u>-</u>
Total governmental funds	\$ 296,795	296,795
Fiduciary Funds:		
Pension Trust Fund	<u>26,930</u>	<u>-</u>
Total all funds	<u>\$ 323,725</u>	<u>\$ 296,795</u>

Lemont Fire Protection District

Notes to Basic Financial Statements For the Year Ended December 31, 2011

NOTE 7- DEBT COMMITMENTS

General Obligation Bonds

The District issued a general obligation bond to provide funds for the construction of major capital facility. General obligation bonds are direct obligations and pledge the full faith and credit of the District.

The following is a summary of debt transactions for the year ended December 31, 2011:

Issue	Balance December 31, 2010	Increases	Retirement	Balance December 31, 2011	Amounts Due Within One Year
2004 Fire protection note	\$ 1,490,000	\$ -	\$ 135,000	\$ 1,355,000	\$ -
2010 Fire protection note	1,340,000	-	170,000	1,170,000	-
Compensated absences	2,101,836	272,690	-	2,374,526	-
Pension benefit obligation	1,692,505	1,099,249	891,617	1,900,137	-
Net other postemployment benefits obligations	14,872	41,261	33,364	22,769	-
Totals	\$ 6,639,213	\$ 1,413,200	\$ 1,229,981	\$ 6,822,432	\$ -

Schedules of the long-term debt outstanding at December 31, 2011 are as follows:

Fire Protection Note, Series 2004

On November 1, 2004, the District issued Fire Protection Notes, Series 2004, in the amount of \$2,100,000. Proceeds from the issue were used for the construction of Station #4.

The District designated the notes as "qualified tax-exempt obligations" pursuant to the small issuer exception provided by Section 265(b)(3) of the Internal Revenue Code of 1986. This exception affords banks and thrift institutions purchasing the bonds more favorable treatment for the deduction of interest expense than would be allowed under Section 265(b)(2) of the Code for taxable years ending after December 31, 1986.

The notes and interest payable thereon are full faith and credit general obligations of the District payable from property taxes. Note interest is computed on a 360 day year basis and is payable semi-annually on each January 1 and July 1, commencing on July 1, 2005. The interest rate ranges from 4.05% to 4.55%. Principal, interest and premium, if any, on the bonds are to be paid by the District to Harris Bank, Hinsdale, Illinois as bond registrar and paying agent.

The debt service requirements to maturity are as follows:

Year Ended December 31	Principal	Interest	Total
2012	\$ -	\$ 60,946	\$ 60,946
2013	145,000	55,276	200,276
2014	160,000	49,100	209,100
2015	175,000	42,229	217,229
2016	190,000	34,560	224,560
2017	210,000	25,955	235,955
2018	225,000	16,382	241,382
2019	250,000	5,688	255,688
	\$ 1,355,000	\$ 290,136	\$ 1,645,136

Lemont Fire Protection District

Notes to Basic Financial Statements For the Year Ended December 31, 2011

NOTE 7- DEBT COMMITMENTS (Continued)

General Obligation Bonds (Continued)

Fire Protection Notes, Series 2010

On November 30, 2010, the District issued Fire Protection Notes, Series 2010, in the amount of \$1,340,000. Proceeds from the issue will be used for the purchase of a new engine, ambulance and the remodeling of Station #1.

The District designated these notes as "Build America Bonds" ("BAB") which were created by the American Recovery and Reinvestment Act of 2009. Build America Bonds are bonds in which the U.S. Treasury Department pays state or local government issuers a payment equal to 35 percent of the coupon interest payment on such bonds.

The notes and interest payable thereon are full faith and credit general obligations of the District payable from property taxes. Note interest is computed on a 360 day year basis and is payable semi-annually on each January 1 and July 1, commencing on July 1, 2011. The interest rate ranges from 1.35% to 4.20%. Principal, interest and premium, if any, on the bonds are to be paid by the District to Depository Trust Company, New York, New York as bond registrar and paying agent.

The debt service requirements to maturity are as follows:

Year Ended December 31	Principal	Interest	Total	Estimated Interest Credit
2012	\$ -	\$ 36,016	\$ 36,016	\$ 12,606
2013	165,000	33,650	198,650	11,778
2014	145,000	30,989	175,989	10,846
2015	140,000	28,143	168,143	9,850
2016	135,000	24,916	159,916	8,721
2017	125,000	21,258	146,258	7,440
2018	115,000	16,905	131,905	5,917
2019	120,000	11,970	131,970	4,190
2020	225,000	4,725	229,725	1,654
	<u>\$ 1,170,000</u>	<u>\$ 208,572</u>	<u>\$ 1,378,572</u>	<u>73,002</u>

Lemont Fire Protection District

Notes to Basic Financial Statements For the Year Ended December 31, 2011

NOTE 8 - RETIREMENT PLANS

The District contributes to the Illinois Municipal Retirement Fund (IMRF), an agent-multiple-employer public employee retirement system and the Firefighters' Pension Plan, a single-employer pension plan. The benefits, benefit levels, employee contributions and employer contributions for all plans are governed by Illinois Compiled Statutes and can only be amended by the Illinois General Assembly.

Illinois Municipal Retirement Fund

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 District 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. This report may be obtained on-line at www.imrf.org.

Fund Policy. As set by statute, the District's regular plan members are required to contribute 4.5% 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 calendar year 2011 was 8.89% percent of annual covered payroll. The District 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 are set by statute.

Annual Pension Cost. For 2011, the District's annual pension of \$51,253 for Regular plan members was equal to the District's required actual contributions.

Three year trend information for the regular plan:

Actual Valuation Date	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
12/31/11	\$ 51,253	100%	\$ 0
12/31/10	54,912	100%	0
12/31/09	43,025	100%	0

The required contribution for 2011 was determined as part of the December 31, 2009 actuarial valuation using the entry age normal actuarial cost method. The actuarial assumptions at December 31, 2009, include (a) 7.5 percent investment rate of return (net of administrative and direct investment expenses); (b) projected salary increases of 4% a year, attributable to inflation; (c) additional projected salary increases ranging from .4% to 10% per year depending on age and service, attribute to seniority/merit; and (d) post retirement benefit increases of 3% annually. The actuarial value of the District Regular plan assets was determined using techniques that spread the effects of short-term volatility in the market value of investments over a five (5) year period with a 20% corridor between the actuarial and market value of assets. The District's Regular plan's unfunded actuarial accrued liability is being amortized as a level percentage of payroll on an open 30 year basis.

Lemont Fire Protection District

Notes to Basic Financial Statements For the Year Ended December 31, 2011

NOTE 8 - RETIREMENT PLANS (Continued)

Illinois Municipal Retirement Fund (Continued)

Funded Status and Funding Progress. As of December 31, 2011, the most recent actuarial valuation date, the regular plan was 80.18% funded. The actuarial accrued liability for benefits was \$880,692 and the actuarial value of assets was \$706,108, resulting in an underfunded actuarial accrued liability (UALL) of \$174,584. The covered payroll (annual payroll of active employees covered by the plan) was \$576,528 and the ratio of the UAAL to the covered payroll was 30 percent.

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

Firefighter's Pension Plan

Plan Description. Sworn fire personnel are covered by the Firefighter's Pension Act. Although this is a single employer pension plan, the defined benefits and employee contribution levels are governed by Illinois State Statute (Chapter 40 ILCS 5/4) and may be amended only by the Illinois legislature. The District accounts for the plan as a pension trust fund, and in accordance with GASB accounts for it as a blended component unit. The Firefighter's Pension Plan provides retirement benefits as well as death and disability benefits. Participants hired before January 1, 2011, attaining the age of 50 or more with 20 years or more of creditable service are entitled to receive a monthly retirement benefit of one-half of the monthly salary attached to the rank held at the date of retirement. The pension shall be increased by 1/12 of 2.5% of such monthly salary for each additional month over 20 years of service through 30 years of service, to a maximum of 75% of such salary. Covered employees hired after January 1, 2011, attaining the age of 55 with at least 10 years of creditable service are entitled to receive an annual retirement benefit of 2.5% of final average salary for each year of service, with a maximum salary cap of \$106,800 at January 1, 2011. The maximum salary cap increases each year thereafter. The monthly pension of a firefighter hired before January 1, 2011, who retired with 20 or more years of service after January 1, 1977 shall be increased annually, following the first anniversary date of retirement and be paid upon reaching the age of at least 55 years, by 3% of the original pension and 3% compounded annually thereafter. The monthly pension of a firefighter hired on or after January 1, 2011, shall be increased annually, following the later of the first anniversary date of retirement or the month following the attainment of age 60, by the lesser of 3% or 1/2 of the consumer price index. Employees with at least 10 years but less than 20 years of creditable service may retire at or after the age 60 and receive reduced benefits.

At December 31, 2010, the date of the latest actuarial valuation, the Firefighter's Pension Plan membership consisted of:

Retirees and beneficiaries currently receiving benefits and terminated employees entitled to benefits but not yet receiving them	7
Active Plan Members	
Vested & Nonvested	52
Total	<u>59</u>

Funding Policy: Covered employees are required to contribute 9.455% of their base salary to the Firefighters' Pension Plan. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without accumulated interest. The District is required to contribute the remaining amounts necessary to finance the plan as actuarially determined by an enrolled actuary. Effective January 1, 2011 the District's contribution must accumulate to the point where the past service cost for Firefighters' Pension Plan is 90% funded, by the year 2040.

Lemont Fire Protection District

Notes to Basic Financial Statements For the Year Ended December 31, 2011

NOTE 8 - RETIREMENT PLANS (Continued)

Firefighter's Pension Fund (Continued)

Annual Pension Cost and Net Pension Obligation. For fiscal year ended December 31, 2011, the District's annual pension cost was \$1,356,394 for the Firefighter's Pension Plan. The District's actual contribution was \$891,617.

Three year trend information for the Firefighter's Pension Plan (based on the December 31, 2010 actuarial valuation report) :

Actual Valuation Date	Employer Contributions	Annual Pension Cost (APC)	Percentage of APC Contributed
12/31/06	\$ 493,002	\$ 599,547	82.23%
12/31/07	880,482	865,133	101.77%
12/31/08	738,802	928,020	79.61%
12/31/09	812,050	930,875	87.24%
12/31/10	831,235	1,201,227	69.20%
12/31/11	891,617	1,356,394	65.73%

The pension liability for the Firefighter's Pension Plan as of December 31, 2011 was:

Annual required contribution	\$ 1,356,394
Interest on net pension obligation	118,475
Adjustment to annual required contribution	<u>(150,040)</u>
Annual pension costs	1,324,829
Contributions made	<u>891,617</u>
Increase (decrease) in net pension obligation	433,212
Net pension obligation at beginning of year	<u>1,692,505</u>
Net pension obligation at end of year	<u>\$ 2,125,717</u>

Funding Policy and Actuarial Assumptions

	<u>Dec 31, 2010</u>
Contribution rates:	
District	20.598%
Plan members	9.455%
Annual pension costs	\$1,198,788
Contribution made	\$831,235
Actuarial valuation date	December 31,
Actuarial cost method	Entry age
Amortization period	Level percentage of pay, closed
Remaining amortization period	30
Asset valuation method	Market
Actuarial assumptions:	
Investment rate of return*	7.00%
Projected salary increases* (*Includes inflation)	5.50%
Cost of living adjustments	3.00%

Lemont Fire Protection District

Notes to Basic Financial Statements For the Year Ended December 31, 2011

NOTE 8 - RETIREMENT PLANS (Continued)

Firefighter's Pension Fund (Continued)

Funded Status and Funding Progress. As of December 31, 2010, the most recent actuarial valuation date, the Firefighter's Pension Plan was 59.5% funded. The actuarial accrued liability for benefits was \$20,871,681 and the actuarial value of assets was \$12,428,681, resulting in an underfunded actuarial accrued liability (UALL) of \$8,443,050. The covered payroll (annual payroll of active employees covered by the plan) was \$4,035,484 and the ratio of the UAAL to the covered payroll was 209.22 percent. In 2010, the unfunded actuarial accrued liability is being amortized on a level percentage of projected payroll on a close 30 year basis.

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 9 - OTHER POST EMPLOYMENT OBLIGATIONS

Health Insurance Plan for Retired Employees

Plan Description. The Health Insurance Plan for Retired Employees (HIPRE) is a single-employee defined benefit healthcare plan administered by the District. The District provides limited health care insurance coverage for its eligible retired employees. Such coverage is provided for retired employees until they reach age 65. The District does not issue a standalone report of HIPRE.

Funding Policy. The contribution requirements are established by the District, using an actuarial study that is based on projected pay-as-you-go financing. For fiscal year 2011, the District contributed \$33,364 to the plan. Plan members receiving benefits contributed 60% of the premium for such coverage.

Annual OPEB Cost and Net OPEB Obligation. The District's annual other postemployment benefits (OPEB) cost (expense) is calculated based on the annual required contribution of the employer (ARC), an amount actuarially determined in accordance with the parameters of GASB 45. THE ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal costs each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed 30 years. The following table shows the components of the District's annual OPEB costs for the year, the amounts actually contributed to the plan, and changes in the District's net OPEB obligation to HIPRE:

Annual required contribution	\$ 41,013
Interest on net OPEB obligation	744
Adjustment of annual required contribution	(496)
Annual OPEB costs	<u>41,261</u>
Contributions made	<u>33,364</u>
Increase (decrease) in net OPEB obligation	7,897
Net OPEB obligation at beginning of year	<u>14,872</u>
Net OPEB obligation at end of year	<u><u>\$ 22,769</u></u>

Three year trend information for the HIPRE Plan is as follows::

Actual Valuation Date	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
12/31/11	\$ 41,131	80.90%	\$ 22,768
12/31/10	41,131	81.11%	14,872
12/31/09	40,469	82.40%	7,105

Lemont Fire Protection District

Notes to Basic Financial Statements For the Year Ended December 31, 2011

NOTE 9 - OTHER POST EMPLOYMENT OBLIGATIONS (Continued)

Health Insurance Plan for Retired Employees (Continued)

At December 31, 2011 the HIPRE Plan membership consisted of:

Retirees and beneficiaries currently receiving benefits and terminated employees entitled to benefits but not yet receiving them	1
Active Plan Members	
Vested	25
Nonvested	<u>38</u>
Total	<u>64</u>
Number of participating employees	<u>1</u>

Funding policy and actuarial assumptions

The last actuarial valuation was completed two year ago (December 31, 2009). The Net OPEB obligation was updated through December 31, 2011.

	<u>Dec. 31, 2011</u>
Contribution rates:	
District	0%
Plan members	0%
Actuarial valuation date	12/31/2009
Actuarial cost method	Entry age
Amortization period	Level percentage of pay, open
Remaining amortization period	30 years
Asset valuation method	Market
Actuarial assumptions:	
Investment rate of return*	5%
Projected salary increases (*Includes inflation @ 3%)	5%
Healthcare inflation rate	8.00% initial, 6.00% ultimate
Mortality, Turnover, Disability, Retirement Ages	Same as IMRF and Firefighter Pension Fund
Percentage of Active Employer Provided Benefits	20% Explicit: None Implicit: 40% of premium to age 65 (50% of \$653/mo + 50% of \$1,281/mo)

Lemont Fire Protection District

Notes to Basic Financial Statements For the Year Ended December 31, 2011

NOTE 10 - COMMON BANK ACCOUNTS

Separate bank accounts are not maintained for all District funds; instead, certain funds maintain their uninvested cash balances in common checking accounts, with accounting records being maintained to show the portion of the common bank account balances attributed to each participating fund.

NOTE 11 - RISK MANAGEMENT

The District 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 District has purchased commercial insurance from private insurance companies to cover these risks. Risks covered include general liability, workers' compensation, medical and other. Premiums have been recorded as expenditures in appropriate funds. The amount of coverage has not decreased nor have the amount of settlements exceeded coverage during the year ended December 31, 2011.

NOTE 12 - DEFICIT FUND BALANCE

As of December 31, 2011: no funds had a deficit fund balance.

NOTE 13 - EXCESS OF ACTUAL EXPENDITURES OVER BUDGET IN INDIVIDUAL FUNDS

For the year ended December 31, 2011, none of the District's funds had an excess of actual expenditures over the legally enacted budget and appropriation ordinance.

NOTE 14 - LEGAL DEBT MARGIN

Assessed Valuation	<u>\$ 1,402,901,311</u>
Legal Debt Limits - 5.75% of Assessed Valuation	\$ 80,666,825
Outstanding Debt	<u>\$ 2,525,000</u>
Legal Debt Margin, December 31, 2011	<u>\$ 78,141,825</u>

NOTE 15 - CONTINGENCIES

Per administration, the District is not a defendant in any litigation. With regards to other pending matters, the eventual outcome and the related liability, if any, is not determinable at this time. Accordingly, no provision has been made in the accompanying financial statements for settlement costs.

Per the Pension Fund auditors, the Pension Fund is adjudicating a claim for disability benefits. Although the outcome of this active claim is not presently determinable, the Pension Fund has determined that the resolution of this matter will not have an adverse effect of the financial condition of the fund.

Lemont Fire Protection District

Notes to Basic Financial Statements For the Year Ended December 31, 2011

NOTE 16 - TRANSFERS

Transfers are used to move revenues from the fund that statute or budget requires to collect them to the fund that statutes or budget requires to expend them in accordance with budgetary authorizations. The interfund transfers during the year ended December 31, 2011 were as follows:

	<u>Transfer in</u>	<u>Transfers out</u>
Major governmental funds:		
Corporate Fund	\$ -	\$ 318,784
Ambulance Fund	-	500,000
Special REvenue Funds	18,784	-
Capital Projects Fund	<u>800,000</u>	<u>-</u>
 Total	 <u>\$ 818,784</u>	 <u>\$ 818,784</u>

THIS PAGE INTENTIONALLY LEFT BLANK

REQUIRED SUPPLEMENTARY INFORMATION

Lemont Fire Protection District

Required Supplementary Information

For the Year Ended December 31, 2011

PENSION PLAN COMMITMENT - ILLINOIS MUNICIPAL RETIREMENT FUND

SCHEDULE OF FUNDING PROGRESS

Actuarial Valuation Date	Actuarial Value of Assets (a)	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-1)/c)
12/31/09	580,033	601,193	21,160	96.48%	525,342	4.03%
12/31/10	630,071	727,903	97,832	86.56%	568,447	17.21%
12/31/11	706,108	880,692	174,584	80.18%	576,528	30.28%

On a market basis, the actuarial value of assets as of December 31, 2011 is \$683,017. On a market basis, the funded ratio would be 77.55%.

HEALTH INSURANCE PLAN FOR RETIRED EMPLOYEES

SCHEDULE OF FUNDING PROGRESS

Actuarial Valuation Date	Actuarial Value of Assets (a)	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)	Required Contribution	Percentage Contributed
12/31/11	-	527,513	527,513	0.00%	N/A	N/A	41,261	80.90%
12/31/10	-	527,513	527,513	0.00%	N/A	N/A	41,013	81.11%
12/31/09	-	527,513	527,513	0.00%	N/A	N/A	40,469	82.00%

N/A - Information not currently available.

Lemont Fire Protection District

Required Supplementary Information

For the Year Ended December 31, 2011

PENSION PLAN COMMITMENT - FIREFIGHTER'S PENSION FUND

SCHEDULE OF FUNDING PROGRESS

Actuarial Valuation Date	Actuarial Value of Assets (a)	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)	Required Contribution	Percentage Contributed
12/31/10	12,428,631	20,871,681	8,443,050	59.55%	4,035,484	209.22%	1,201,227	69.20%
12/31/09	10,511,903	16,826,661	6,314,758	62.47%	3,876,947	162.88%	930,875	87.24%
12/31/08	9,101,482	16,444,583	7,343,101	55.35%	3,672,192	199.97%	928,020	79.61%
12/31/07	9,002,613	13,511,426	4,508,813	66.63%	3,127,127	144.18%	865,133	101.77%
12/31/06	7,206,866	10,517,656	3,310,790	68.52%	2,784,046	118.92%	599,547	82.23%

Notes to the Required Supplementary Information:

The information presented was determined as part of the actuarial valuation as of December 31, of the prior year. Additional information as of the latest actuarial valuation presented is as follows:

Private actuary valuation utilizes the actuarial cost method was entry-age normal; the amortization method was level percent of pay, closed and the amortization period was 30 years; the asset valuation method was a market value method; and the significant actuarial assumptions, for the information provided from Timothy W. Sharpe, Actuary, were an investment rate of return at 7% compounded annually including a 3% inflation factor, a projected salary increase assumption of 5.5% compounded annually including a 3% inflation factor, and a cost of living adjustment of 3% compounded annually.

THIS PAGE INTENTIONALLY LEFT BLANK

**COMBINING & INDIVIDUAL FUND
FINANCIAL STATEMENTS & SCHEDULES**

THIS PAGE INTENTIONALLY LEFT BLANK

MAJOR GOVERNMENTAL FUNDS

THIS PAGE INTENTIONALLY LEFT BLANK

GENERAL FUND

Lemont Fire Protection District

General Funds

Combining Balance Sheet

December 31, 2011

With Comparative Totals for December 31, 2010

	Corporate	Tort Liability	Eliminations	Totals	
				2011	2010
Assets					
Current Assets					
Cash & Cash Equivalents	\$ 330,308	\$ 110,194	\$ -	\$ 440,502	\$ 19,088
Receivables					
Property Taxes	5,279,142	562,877	-	5,842,019	4,915,410
Accounts	10,721	-	-	10,721	28,605
Grants	4,071	-	-	4,071	7,624
Prepaid Expenses	-	34,446	-	34,446	33,792
Due from Other Funds	108,585	-	(127,642)	(19,057)	(60,627)
Total Assets	\$ 5,732,827	\$ 707,517	\$ (127,642)	\$ 6,312,702	\$ 4,943,892
Liabilities					
Current Liabilities					
Accounts Payable	\$ 12,414	\$ 19,049	\$ -	\$ 31,463	\$ 53,501
Accrued Payroll	37,791	-	-	37,791	40,037
Deferred Property Tax Revenue	5,236,160	557,511	-	5,793,671	4,513,145
Due to Other Funds	26,930	127,642	(127,642)	26,930	-
Total Liabilities	5,313,295	704,202	(127,642)	5,889,855	4,606,683
Fund Balance (Deficit)					
Nonspendable:					
Prepaid Items	-	34,446	-	34,446	33,792
Unassigned	419,532	(31,131)	-	388,401	303,417
Total Fund Balance	419,532	3,315	-	422,847	337,209
Total Liabilities & Fund Balance	\$ 5,732,827	\$ 707,517	\$ (127,642)	\$ 6,312,702	\$ 4,943,892

Lemont Fire Protection District

Combining Schedule of General Fund Revenues, Expenditures and Changes in Fund Balance (Deficit)

For the Year Ended December 31, 2011

With Comparative Totals For the Year Ended December 31, 2010

	Corporate	Tort Liability	Totals	
			2011	2010
Revenues				
Property Taxes	\$ 4,433,117	\$ 625,219	\$ 5,058,336	\$ 4,352,689
Replacement Taxes	90,012	-	90,012	100,539
Interest Income	1,082	-	1,082	3,382
Charge for Services	232,901	-	232,901	230,034
Grants	52,334	-	52,334	104,738
Foreign Fire	-	-	-	31,670
Other Income	31,562	-	31,562	28,965
Less: Refunds	-	-	-	(58,844)
Total Revenues	4,841,008	625,219	5,466,227	4,793,173
Expenditures				
Current				
Compensation and Salaries	2,672,014	239,149	2,911,163	2,810,178
Employee Benefits	1,540,751	-	1,540,751	1,472,989
Outside Services	19,073	9,887	28,960	29,884
Administrative	40,882	-	40,882	34,981
Insurance and Risk Management	-	311,485	311,485	368,396
Equipment and Maintenance	144,194	-	144,194	180,348
Building and Grounds	73,575	-	73,575	88,022
Debt service:				
Principal	-	-	-	60,000
Interest	10,795	-	10,795	34,270
Total Expenditures	4,501,284	560,521	5,061,805	5,079,068
Excess (Deficiency) of Revenue over Expenditures	339,724	64,698	404,422	(285,895)
Other Financing Sources (Uses)				
Sale of Assets	-	-	-	-
Transfers - In	-	-	-	553,144
Transfers - Out	(318,784)	-	(318,784)	(403,922)
Total Other Financing Sources	(318,784)	-	(318,784)	149,222
Net Change in Fund Balance	20,940	64,698	85,638	(136,673)
Fund Balance (Deficit)				
Beginning of Year	398,592	(61,383)	337,209	473,882
End of Year	\$ 419,532	\$ 3,315	\$ 422,847	\$ 337,209

THIS PAGE INTENTIONALLY LEFT BLANK

CORPORATE FUND

Lemont Fire Protection District
Corporate Fund
Balance Sheet
December 31, 2011
With Comparative Totals for December 31, 2010

	<u>2011</u>	<u>2010</u>
ASSETS		
Cash & Cash Equivalents	\$ 330,308	\$ 19,087
Receivables		
Property Taxes	5,279,142	4,322,571
Accounts	10,721	28,605
Grants	4,071	7,624
Due from Other Funds	<u>108,585</u>	<u>67,016</u>
 Total Assets	 <u>\$ 5,732,827</u>	 <u>\$ 4,444,903</u>

LIABILITIES & FUND BALANCE		
Liabilities		
Accounts Payable	\$ 12,414	\$ 50,541
Accrued Payroll	37,791	40,037
Deferred Property Tax Revenue	5,236,160	3,955,733
Due to Other Funds	<u>26,930</u>	<u>-</u>
 Total Liabilities	 5,313,295	 4,046,311
Fund Balance		
Unreserved	<u>419,532</u>	<u>398,592</u>
 Total Fund Balance	 <u>419,532</u>	 <u>398,592</u>
 Total Liabilities & Fund Balance	 <u>\$ 5,732,827</u>	 <u>\$ 4,444,903</u>

Lemont Fire Protection District

Statement of Revenues, Expenditures and Changes in Fund Balances - Budgetary Comparison Schedule

Corporate Fund

For the Year Ended December 31, 2011

With Comparative Totals for the Year Ended December 31, 2010

	2011			Variance With Final Budget	2010
	Budgeted Amounts		Actual		Actual
	Original	Final			
Revenues					
Property Taxes	\$ 4,188,057	\$ 4,188,057	\$ 4,433,117	\$ 245,060	\$ 3,936,828
Replacement Taxes	135,000	135,000	90,012	(44,988)	100,539
Interest Income	5,000	5,000	1,082	(3,918)	3,382
Charge for Services	245,000	245,000	232,901	(12,099)	230,034
Grants	75,240	75,240	52,334	(22,906)	104,738
Foreign Fire	-	-	-	-	31,670
Other Income	62,000	62,000	31,562	(30,438)	28,965
Less: Refunds	-	-	-	-	(58,844)
Total Revenues	4,710,297	4,710,297	4,841,008	130,711	4,377,312
Expenditures					
Current					
Compensation and Salaries	2,680,811	2,680,811	2,672,014	(8,797)	2,322,034
Employee Benefits	1,493,708	1,493,708	1,540,751	47,043	1,472,989
Outside Services	36,500	34,500	19,073	(15,427)	22,801
Administrative	54,400	56,400	40,882	(15,518)	34,981
Equipment and Maintenance	200,380	200,380	144,194	(56,186)	180,348
Building and Grounds	95,500	95,500	73,575	(21,925)	88,022
Debt service:					
Principal	-	-	-	-	60,000
Interest	9,000	9,000	10,795	1,795	34,270
Total Expenditures	4,570,299	4,570,299	4,501,284	(69,015)	4,215,445
Excess (Deficiency) of Revenue over Expenditures	139,998	139,998	339,724	199,726	161,867
Other Financing Sources (Uses)					
Transfers - In	65,000	65,000	-	(65,000)	65,000
Transfers - Out	(500,000)	(500,000)	(318,784)	181,216	(403,922)
Total Other Financing Sources	(435,000)	(435,000)	(318,784)	116,216	(338,922)
Net Change in Fund Balance	\$ (295,002)	\$ (295,002)	20,940	\$ 315,942	(177,055)
Fund Balance (Deficit)					
Beginning of Year			398,592		575,647
End of Year			\$ 419,532		\$ 398,592

THIS PAGE INTENTIONALLY LEFT BLANK

TORT LIABILITY FUND

Lemont Fire Protection District
Tort Liability Fund
Balance Sheet
December 31, 2011 and 2010
With Comparative Totals for December 31, 2010

	2011	2010
	<u> </u>	<u> </u>
ASSETS		
Cash & Cash Equivalents	\$ 110,194	\$ -
Receivables		
Property Taxes	562,877	592,839
Prepaid Expenses	<u>34,446</u>	<u>33,792</u>
 Total Assets	 <u>\$ 707,517</u>	 <u>\$ 626,631</u>
LIABILITIES & FUND BALANCE		
Liabilities		
Accounts Payable	\$ 19,049	\$ 2,960
Deferred Property Tax Revenue	557,511	557,412
Due to Other Funds	<u>127,642</u>	<u>127,642</u>
 Total Liabilities	 704,202	 688,014
Fund Balance (Deficit)		
Nonspendable:		
Prepaid Items	34,446	33,792
Unreserved	<u>(31,131)</u>	<u>(95,175)</u>
 Total Fund Balance	 <u>3,315</u>	 <u>(61,383)</u>
 Total Liabilities & Fund Balance	 <u>\$ 707,517</u>	 <u>\$ 626,631</u>

Lemont Fire Protection District

Statement of Revenues, Expenditures and Changes in Fund Balances - Budgetary Comparison Schedule

Tort Liability Fund

For the Year Ended December 31, 2011

With Comparative Totals for the Year Ended December 31, 2010

	2011			Variance With Final Budget	2010
	Budgeted Amounts		Actual		Actual
	Original	Final			
Revenues					
Property Taxes	\$ 590,149	\$ 590,149	\$ 625,219	\$ 35,070	\$ 415,861
Total Revenues	590,149	590,149	625,219	35,070	415,861
Expenditures					
Current					
Compensation and Salaries	239,149	239,149	239,149	-	488,144
Outside Services	30,000	30,000	9,887	(20,113)	7,083
Insurance and Risk Management	323,000	323,000	311,485	(11,515)	368,396
Total Expenditures	592,149	592,149	560,521	(31,628)	863,623
Excess (Deficiency) of Revenue over Expenditures	(2,000)	(2,000)	64,698	66,698	(447,762)
Other Financing Sources (Uses)					
Transfers - In	-	-	-	-	488,144
Transfers - Out	-	-	-	-	-
Total Other Financing Sources	-	-	-	-	488,144
Net Change in Fund Balance	\$ (2,000)	\$ (2,000)	64,698	\$ 66,698	40,382
Fund Balance (Deficit)					
Beginning of Year			(61,383)		(101,765)
End of Year			\$ 3,315		\$ (61,383)

THIS PAGE INTENTIONALLY LEFT BLANK

AMBULANCE FUND

Lemont Fire Protection District
Ambulance Fund
Balance Sheet
December 31, 2011 and 2010
With Comparative Totals for December 31, 2010

	2011	2010
	<u> </u>	<u> </u>
ASSETS		
Cash & Cash Equivalents	\$ 1,848,555	\$ 1,170,725
Receivables		
Property Taxes	2,989,908	3,505,227
Accounts	<u>228,741</u>	<u>239,765</u>
Total Assets	<u>\$ 5,067,204</u>	<u>\$ 4,915,717</u>
LIABILITIES & FUND BALANCE		
Liabilities		
Accounts Payable	\$ 7,571	\$ 30,191
Accrued Payroll	40,598	38,189
Deferred Property Tax Revenue	2,955,665	3,205,777
Due to Other Funds	<u>130,193</u>	<u>53,060</u>
Total Liabilities	3,134,027	3,327,217
Fund Balance (Deficit)		
Restricted for:		
Special Revenue Fund	<u>1,933,177</u>	<u>1,588,500</u>
Total Fund Balance	<u>1,933,177</u>	<u>1,588,500</u>
Total Liabilities & Fund Balance	<u>\$ 5,067,204</u>	<u>\$ 4,915,717</u>

Lemont Fire Protection District

Statement of Revenues, Expenditures and Changes in Fund Balances - Budgetary Comparison Schedule

Ambulance Fund

For the Year Ended December 31, 2011

With Comparative Totals for the Year Ended December 31, 2010

	2011			Variance With Final Budget	2010
	Budgeted Amounts		Actual		Actual
	Original	Final			
Revenues					
Property Taxes	\$ 3,394,055	\$ 3,394,055	\$ 3,587,269	\$ 193,214	\$ 3,211,812
Replacement Taxes	135,000	135,000	90,012	(44,988)	100,539
Interest Income	5,000	5,000	1,081	(3,919)	3,472
Charge for Services	575,000	575,000	667,109	92,109	655,267
Other Income	24,000	24,000	14,134	(9,866)	16,497
Total Revenues	4,133,055	4,133,055	4,359,605	226,550	3,987,587
Expenditures					
Current					
Compensation and Salaries	2,534,868	2,534,868	2,516,730	(18,138)	2,183,657
Employee Benefits	742,419	742,419	720,242	(22,177)	700,594
Outside Services	80,500	80,500	66,639	(13,861)	75,776
Administrative	37,700	37,700	24,032	(13,668)	21,416
Equipment and Maintenance	183,650	183,650	106,249	(77,401)	99,935
Building and Grounds	85,500	85,500	70,241	(15,259)	84,989
Debt service:					
Principal	-	-	-	-	60,000
Interest	9,000	9,000	10,795	1,795	34,270
Total Expenditures	3,673,637	3,673,637	3,514,928	(158,709)	3,260,637
Excess (Deficiency) of Revenue over Expenditures	459,418	459,418	844,677	385,259	726,950
Other Financing Sources (Uses)					
Sale of Assets	-	-	-	-	-
Transfers - In	-	-	-	-	-
Transfers - Out	(865,000)	(865,000)	(500,000)	365,000	(468,922)
Total Other Financing Sources	(865,000)	(865,000)	(500,000)	365,000	(468,922)
Net Change in Fund Balance	\$ (405,582)	\$ (405,582)	344,677	\$ 750,259	258,028
Fund Balance (Deficit)					
Beginning of Year			1,588,500		1,330,472
End of Year			<u>\$ 1,933,177</u>		<u>\$ 1,588,500</u>

THIS PAGE INTENTIONALLY LEFT BLANK

CAPITAL PROJECTS FUND

Lemont Fire Protection District
Capital Projects Fund
Balance Sheet
December 31, 2011
With Comparative Totals for December 31, 2010

	<u>2011</u>	<u>2010</u>
ASSETS		
Cash & Cash Equivalents	\$ 1,374,869	\$ 2,027,782
Due from Other Funds	<u>164,427</u>	<u>10,155</u>
Total Assets	<u>\$ 1,539,296</u>	<u>\$ 2,037,937</u>

LIABILITIES & FUND BALANCE		
Liabilities		
Accounts Payable	<u>\$ 6,411</u>	<u>\$ 15,829</u>
Total Liabilities	6,411	15,829
Fund Balance (Deficit)		
Restricted for:		
Capital Projects	1,281,373	1,952,455
Assigned to:		
Station Improvements and Equipment Purchase	<u>251,512</u>	<u>69,653</u>
Total Fund Balance	<u>1,532,885</u>	<u>2,022,108</u>
Total Liabilities & Fund Balance	<u>\$ 1,539,296</u>	<u>\$ 2,037,937</u>

Lemont Fire Protection District

Statement of Revenues, Expenditures and Changes in Fund Balances - Budgetary Comparison Schedule

Capital Projects Fund

For the Year Ended December 31, 2011

With Comparative Totals for the Year Ended December 31, 2010

	2011			Variance With Final Budget	2010
	Budgeted Amounts		Actual		Actual
	Original	Final			
Revenues					
Interest Income	1,500	1,500	16,655	15,155	1,099
Grants	269,000	269,000	46,800	(222,200)	114,600
Other Income	-	-	-	-	83,591
Total Revenues	270,500	270,500	63,455	(207,045)	199,290
Expenditures					
Current					
Building and grounds	105,000	105,000	45,248	(59,752)	77,419
Debt service:					
Principal	-	-	305,000	305,000	-
Interest & Fees	400,000	400,000	104,582	(295,418)	39,294
Capital outlay	1,562,800	1,562,800	897,848	(664,952)	799,821
Total Expenditures	2,067,800	2,067,800	1,352,678	(715,122)	916,534
Excess (Deficiency) of Revenue over Expenditures	(1,797,300)	(1,797,300)	(1,289,223)	508,077	(717,244)
Other Financing Sources (Uses)					
Proceeds from Financing Activities	870,000	870,000	-	(870,000)	1,340,000
Transfers - In	1,300,000	1,300,000	800,000	(500,000)	807,844
Transfers - Out	-	-	-	-	-
Total Other Financing Sources	2,170,000	2,170,000	800,000	(1,370,000)	2,147,844
Net Change in Fund Balance	\$ 372,700	\$ 372,700	(489,223)	\$ (861,923)	1,430,600
Fund Balance (Deficit)					
Beginning of Year			2,022,108		591,508
End of Year			\$ 1,532,885		\$ 2,022,108

THIS PAGE INTENTIONALLY LEFT BLANK

NONMAJOR GOVERNMENTAL FUNDS

Lemont Fire Protection District

Nonmajor Governmental Funds

Combining Balance Sheet

December 31, 2011

With Comparative Total for December 31, 2010

	Social Security/ IMFR	Audit	Foreign Fire	Debt Service	Totals	
					2011	2010
Assets						
Cash & Cash Equivalents	\$ 37,695	\$ 6,698	\$ 56,679	\$ -	\$ 101,072	\$ 1,812
Receivables						
Property Taxes	188,869	10,517	-	-	199,386	217,534
Due from Other Funds	-	4,081	-	19,701	23,782	39,211
Total Assets	\$ 226,564	\$ 21,296	\$ 56,679	\$ 19,701	\$ 324,240	\$ 258,557
Liabilities & Fund Balance (Deficits)						
Liabilities						
Deferred Property Tax Revenue	187,050	10,389	-	-	197,439	201,842
Due to Other Funds	38,961	-	-	-	38,961	54,390
Total Liabilities	226,011	10,389	-	-	236,400	256,232
Fund Balance (Deficit)						
Restricted for:						
Special Revenue Funds	553	10,907	56,679	19,701	87,840	2,324
Total Fund Balance	553	10,907	56,679	19,701	87,840	2,324
Total Liabilities & Fund Balance	\$ 226,564	\$ 21,296	\$ 56,679	\$ 19,701	\$ 324,240	\$ 258,556

Lemont Fire Protection District

Combining Schedule of Nonmajor Governmental Funds Revenues, Expenditures and Changes in Fund Balance (Deficit) For the Year Ended December 31, 2011 with Comparative Total For the Year Ended December 31, 2010

	Social Security/ IMRF	Audit	Foreign Fire	Debt Service	Totals	
					2011	2010
Revenues						
Property Taxes	\$ 213,239	\$ 14,983	\$ -	\$ -	\$ 228,222	\$ 184,548
Foreign Fire	-	-	58,021	-	58,021	-
Other Income	-	-	58,021	-	58,021	-
Total Revenues	213,239	14,983	116,042	-	344,264	184,548
Expenditures						
Employee Benefits	188,386	-	20,126	-	208,512	186,248
Outside Services	-	11,000	-	-	11,000	15,200
Total Expenditures	188,386	11,000	20,126	-	219,512	201,448
Excess (Deficiency) of Revenue over Expenditures	24,853	3,983	95,916	-	124,752	(16,900)
Other Financing Sources (Uses)						
Transfers - In	-	-	18,784	-	18,784	-
Transfers - Out	-	-	-	-	-	(488,144)
Total Other Financing Sources	-	-	18,784	-	18,784	(488,144)
Net Change in Fund Balance	24,853	3,983	114,700		143,536	(505,044)
Fund Balance (Deficit)						
Beginning of Year	(24,300)	6,924	-	19,701	2,325	507,368
End of Year	\$ 553	\$ 10,907	\$ 114,700	\$ 19,701	\$ 145,861	\$ 2,324

THIS PAGE INTENTIONALLY LEFT BLANK

**SOCIAL SECURITY/
IMRF
FUND**

Lemont Fire Protection District
Social Security/IMRF Fund
Balance Sheet
December 31, 2011
With Comparative Totals for December 31, 2010

	<u>2011</u>	<u>2010</u>
ASSETS		
Cash & Cash Equivalents	\$ 37,695	\$ -
Receivables		
Property Taxes	<u>188,869</u>	<u>203,566</u>
Total Assets	<u>\$ 226,564</u>	<u>\$ 203,566</u>
LIABILITIES & FUND BALANCE		
Liabilities		
Deferred Property Tax Revenue	187,050	188,905
Due to Other Funds	<u>38,961</u>	<u>38,961</u>
Total Liabilities	226,011	227,866
Fund Balance (Deficit)		
Restricted for;		
Social Security/IMRF	<u>553</u>	<u>(24,300)</u>
Total Fund Balance	<u>553</u>	<u>(24,300)</u>
Total Liabilities & Fund Balance	<u>\$ 226,564</u>	<u>\$ 203,566</u>

Lemont Fire Protection District

Statement of Revenues, Expenditures and Changes in Fund Balances - Budgetary Comparison Schedule Social Security Fund

For the Year Ended December 31, 2011

With Comparative Totals For the Year Ended December 31, 2010

	2011			Variance With Final Budget	2010
	Budgeted Amounts		Actual		Actual
	Original	Final			
Revenues					
Property Taxes	\$ 200,000	\$ 200,000	\$ 213,239	\$ 13,239	\$ 172,721
Total Revenues	200,000	200,000	213,239	13,239	172,721
Expenditures					
Current					
Employee benefits	197,708	197,708	188,386	(9,322)	186,247
Total Expenditures	197,708	197,708	188,386	(9,322)	186,247
Excess (Deficiency) of Revenue over Expenditures	2,292	2,292	24,853	22,561	(13,526)
Other Financing Sources (Uses)					
Transfers - In	-	-	-	-	-
Transfers - Out	-	-	-	-	-
Net Change in Fund Balance	\$ 2,292	\$ 2,292	24,853	\$ 22,561	(13,526)
Fund Balance					
Beginning of Year			(24,300)		(10,774)
End of Year			\$ 553		\$ (24,300)

THIS PAGE INTENTIONALLY LEFT BLANK

AUDIT FUND

Lemont Fire Protection District
Audit Fund
Balance Sheet
December 31, 2011
With Comparative Totals for December 31, 2010

	<u>2011</u>	<u>2010</u>
ASSETS		
Cash & Cash Equivalents	\$ 6,698	\$ 1,812
Receivables		
Property Taxes	10,517	13,968
Due from Other Funds	<u>4,081</u>	<u>4,081</u>
Total Assets	<u>\$ 21,296</u>	<u>\$ 19,861</u>
LIABILITIES & FUND BALANCE		
Liabilities		
Deferred Property Tax Revenue	<u>10,389</u>	<u>12,937</u>
Total Liabilities	10,389	12,937
Fund Balance (Deficit)		
Restricted for:		
Audit	<u>10,907</u>	<u>6,924</u>
Total Fund Balance	<u>10,907</u>	<u>6,924</u>
Total Liabilities & Fund Balance	<u>\$ 21,296</u>	<u>\$ 19,861</u>

Lemont Fire Protection District

Statement of Revenues, Expenditures and Changes in Fund Balances - Budgetary Comparison Schedule Audit Fund

For the Year Ended December 31, 2011

With Comparative Totals For the Year Ended December 31, 2010

	2011			Variance With Final Budget	2010
	Budgeted Amounts		Actual		Actual
	Original	Final			
Revenues					
Property Taxes	\$ 13,700	\$ 13,700	\$ 14,983	\$ 1,283	\$ 11,827
Total Revenues	13,700	13,700	14,983	1,283	11,827
Expenditures					
Current					
Outside services	11,000	11,000	11,000	-	15,200
Total Expenditures	11,000	11,000	11,000	-	15,200
Excess (Deficiency) of Revenue over Expenditures	2,700	2,700	3,983	1,283	(3,373)
Other Financing Sources (Uses)					
Transfers - In	-	-	-	-	-
Transfers - Out	-	-	-	-	-
Net Change in Fund Balance	\$ 2,700	\$ 2,700	3,983	\$ 1,283	(3,373)
Fund Balance					
Beginning of Year			6,924		10,297
End of Year			\$ 10,907		\$ 6,924

THIS PAGE INTENTIONALLY LEFT BLANK

INSURANCE BOND FUND

Lemont Fire Protection District
Insurance Bond Fund
Balance Sheet
December 31, 2011 and 2010
With Comparative Totals for December 31, 2010

	<u>2011</u>	<u>2010</u>
ASSETS		
Cash & Cash Equivalents	\$ -	\$ -
Total Assets	<u>\$ -</u>	<u>\$ -</u>
LIABILITIES & FUND BALANCE		
Liabilities		
Fund Balance		
Restricted for:		
Tort Immunity	-	-
Total Liabilities & Fund Balance	<u>\$ -</u>	<u>\$ -</u>

Lemont Fire Protection District

Statement of Revenues, Expenditures and Changes in Fund Balances - Budgetary Comparison Schedule

Insurance Bond Fund

For the Year Ended December 31, 2011

With Comparative Totals for the Year Ended December 31, 2010

	2011			Variance With Final Budget	2010
	Budgeted Amounts		Actual		Actual
	Original	Final			
Revenues					
Expenditures					
Current					
Administrative	-	-	-	-	-
Total Expenditures	-	-	-	-	-
Excess (Deficiency) of Revenue					
Other Financing Sources (Uses)					
Transfers - In	-	-	-	-	-
Transfers - Out	-	-	-	-	(488,144)
Total Other Financing Sources	-	-	-	-	(488,144)
Net Change in Fund Balance	\$	\$		\$	(488,144)
Fund Balance					
Beginning of Year			-		488,144
End of Year			\$ -		\$ -

THIS PAGE INTENTIONALLY LEFT BLANK

DEBT SERVICE FUND

Lemont Fire Protection District
Debt Service Fund
Balance Sheet
December 31, 2011
With Comparative Totals for December 31, 2010

	<u>2011</u>	<u>2010</u>
ASSETS		
Receivables Due from Other Funds	<u>19,701</u>	<u>19,701</u>
Total Assets	<u>\$ 19,701</u>	<u>\$ 19,701</u>

LIABILITIES & FUND BALANCE		
Liabilities		
Fund Balance (Deficit) Restricted for: Debt Service	<u>19,701</u>	<u>19,701</u>
Total Fund Balance	<u>19,701</u>	<u>19,701</u>
Total Liabilities & Fund Balance	<u>\$ 19,701</u>	<u>\$ 19,701</u>

Lemont Fire Protection District

Statement of Revenues, Expenditures and Changes in Fund Balances - Budgetary Comparison Schedule

Debt Service Fund

For the Year Ended December 31, 2011

With Comparative Totals for the Year Ended December 31, 2010

	2011			Variance With Final Budget	2010
	Budgeted Amounts		Actual		Actual
	Original	Final			
Revenues					
Total Revenues	-	-	-	-	-
Expenditures					
Current					
Debt service:					
Principal	-	-	-	-	-
Interest	-	-	-	-	-
Total Expenditures	-	-	-	-	-
Excess (Deficiency) of Revenue					
Other Financing Sources (Uses)					
Transfers - In	-	-	-	-	-
Transfers - Out	-	-	-	-	-
Total Other Financing Sources	-	-	-	-	-
Net Change in Fund Balance	\$	\$		\$	
Fund Balance (Deficit)					
Beginning of Year			19,701		19,701
End of Year			\$ 19,701		\$ 19,701

THIS PAGE INTENTIONALLY LEFT BLANK

OTHER INFORMATION SECTION

Lemont Fire Protection District
Schedule of Assessed Valuations, Rates and Extensions - Cook County
Last Ten Years

	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
Assessed Valuation	<u>\$ 982,583,102</u>	<u>\$ 993,060,854</u>	<u>\$ 971,519,147</u>	<u>\$ 832,623,077</u>	<u>\$ 767,061,971</u>	<u>\$ 753,682,022</u>	<u>\$ 593,974,963</u>	<u>\$ 544,730,117</u>	<u>\$ 534,059,526</u>	<u>\$ 429,239,334</u>
Tax Rates										
Corporate	0.2574	0.2450	0.2426	0.2507	0.2347	0.2009	0.2305	0.2335	0.2306	0.3053
Ambulance	0.2574	0.2450	0.2426	0.2507	0.2347	0.2009	0.2305	0.2335	0.2306	0.3053
Liability Insurance	0.0258	0.0113	0.0111	0.0158	0.0159	0.0317	0.0366	0.0374	0.0496	0.0656
Workers Compensation	0.0189	0.0206	0.0230	0.0276	0.0280	0.0307	0.0348	0.0355	0.0161	0.0213
Audit	0.0010	0.0009	0.0011	0.0011	0.0011	0.0014	0.0015	0.0014	0.0013	0.0017
Pension	0.0602	0.0519	0.0588	0.0430	0.0678	0.0318	0.0368	0.0375	0.0372	0.0493
Social Security/IMRF	0.0152	0.0131	0.0139	0.0143	0.0147	0.0120	0.0094	0.0140	0.0131	0.0173
Bond & Interest	<u>0.0000</u>	<u>0.0000</u>	<u>0.0367</u>	<u>0.0423</u>	<u>0.0452</u>	<u>0.0466</u>	<u>0.0632</u>	<u>0.0632</u>	<u>0.0706</u>	<u>0.0847</u>
Total Tax Rates	<u>0.6359</u>	<u>0.5878</u>	<u>0.6298</u>	<u>0.6455</u>	<u>0.6421</u>	<u>0.5560</u>	<u>0.6433</u>	<u>0.6560</u>	<u>0.6491</u>	<u>0.8505</u>
Tax Extension										
Corporate	\$ 2,528,923	\$ 2,432,085	\$ 2,356,905	\$ 2,087,383	\$ 1,800,294	\$ 1,514,147	\$ 1,369,112	\$ 1,271,945	\$ 1,231,541	\$ 1,310,468
Ambulance	2,528,923	2,432,085	2,356,905	2,087,383	1,800,294	1,514,147	1,369,112	1,271,945	1,231,541	1,310,468
Liability Insurance	253,502	111,977	107,839	132,478	121,963	238,917	217,395	203,729	264,894	281,581
Workers Compensation	186,308	203,328	223,449	230,138	214,777	231,380	206,703	193,379	85,984	91,428
Audit	10,180	8,840	10,687	8,491	8,438	10,552	8,910	7,626	6,943	7,297
Pension	591,212	516,542	571,253	358,199	520,068	239,671	218,583	204,274	198,670	211,615
Social Security/IMRF	149,657	130,639	135,041	118,889	112,758	90,442	55,834	76,262	69,962	74,258
Bond & Interest	<u>0</u>	<u>0</u>	<u>356,548</u>	<u>352,337</u>	<u>346,712</u>	<u>351,216</u>	<u>375,392</u>	<u>344,269</u>	<u>377,046</u>	<u>363,566</u>
Total Tax Rates	<u>\$ 6,248,705</u>	<u>\$ 5,835,496</u>	<u>\$ 6,118,627</u>	<u>\$ 5,375,298</u>	<u>\$ 4,925,304</u>	<u>\$ 4,190,472</u>	<u>\$ 3,821,041</u>	<u>\$ 3,573,429</u>	<u>\$ 3,466,581</u>	<u>\$ 3,650,681</u>

Lemont Fire Protection District
Schedule of Assessed Valuations, Rates and Extensions - DuPage County
Last Ten Years

	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
Assessed Valuation	<u>\$ 195,410,318</u>	<u>\$ 207,541,269</u>	<u>\$ 205,924,049</u>	<u>\$ 193,059,866</u>	<u>\$ 180,224,218</u>	<u>\$ 169,991,969</u>	<u>\$ 156,505,590</u>	<u>\$ 148,818,067</u>	<u>\$ 144,385,226</u>	<u>\$ 130,803,228</u>
Tax Rates										
Corporate	0.2886	0.2467	0.2332	0.2460	0.2327	0.2345	0.2467	0.2310	0.2786	0.1894
Ambulance	0.2885	0.2467	0.2333	0.2459	0.2327	0.2345	0.2468	0.2310	0.2786	0.1896
Workers Compensation	0.0215	0.0116	0.0109	0.0156	0.0159	0.0371	0.0392	0.0370	0.0599	0.0408
Tort Liability	0.0283	0.0208	0.0223	0.0271	0.0277	0.0358	0.0374	0.0351	0.0195	0.0136
Audit	0.0013	0.0010	0.0012	0.0010	0.0011	0.0016	0.0016	0.0015	0.0017	0.0010
Pension	0.0672	0.0526	0.0562	0.0423	0.0673	0.0372	0.0396	0.0372	0.0450	0.0305
Social Security/IMRF	0.0170	0.0135	0.0135	0.0141	0.0146	0.0140	0.0150	0.0140	0.0163	0.0117
Bond & Interest	<u>0.0000</u>	<u>0.0000</u>	<u>0.0353</u>	<u>0.0423</u>	<u>0.0437</u>	<u>0.0521</u>	<u>0.0606</u>	<u>0.0608</u>	<u>0.0794</u>	<u>0.0542</u>
Total Tax Rates	<u>0.7124</u>	<u>0.5929</u>	<u>0.6059</u>	<u>0.6343</u>	<u>0.6357</u>	<u>0.6468</u>	<u>0.6869</u>	<u>0.6476</u>	<u>0.7790</u>	<u>0.5308</u>
Tax Extension										
Corporate	\$ 563,954	\$ 512,467	\$ 480,215	\$ 474,927	\$ 419,382	\$ 398,631	\$ 386,099	\$ 343,770	\$ 402,257	\$ 247,741
Ambulance	563,759	512,467	480,421	474,734	419,382	398,631	386,256	343,770	402,257	248,003
Liability Insurance	55,301	24,097	22,446	30,117	28,656	63,067	61,350	55,063	86,487	53,368
Workers Compensation	42,013	43,208	45,921	52,319	49,922	60,857	58,533	52,235	28,155	17,789
Audit	2,540	2,077	2,471	1,931	1,982	2,720	2,504	2,232	2,455	1,308
Pension	131,316	108,850	115,729	81,664	121,291	63,237	61,976	55,360	64,973	39,895
Social Security/IMRF	33,220	28,043	27,800	27,221	26,313	23,799	23,476	20,835	23,535	15,304
Bond & Interest	<u>0</u>	<u>0</u>	<u>72,691</u>	<u>81,664</u>	<u>78,758</u>	<u>88,566</u>	<u>94,842</u>	<u>90,481</u>	<u>114,642</u>	<u>70,895</u>
Total Tax Rates	<u>\$ 1,392,103</u>	<u>\$ 1,231,209</u>	<u>\$ 1,247,694</u>	<u>\$ 1,224,577</u>	<u>\$ 1,145,686</u>	<u>\$ 1,099,508</u>	<u>\$ 1,075,036</u>	<u>\$ 963,746</u>	<u>\$ 1,124,761</u>	<u>\$ 694,303</u>

Lemont Fire Protection District

Schedule of Assessed Valuations, Rates and Extensions - Will

Last Ten Years

	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
Assessed Valuation	<u>\$ 224,907,891</u>	<u>\$ 159,121,709</u>	<u>\$ 160,172,030</u>	<u>\$ 145,009,799</u>	<u>\$ 136,700,033</u>	<u>\$ 133,338,587</u>	<u>\$ 126,673,326</u>	<u>\$ 116,552,573</u>	<u>\$ 105,623,177</u>	<u>\$ 102,421,477</u>
Tax Rates										
Corporate	0.2481	0.2395	0.2043	0.2434	0.2179	0.2124	0.1969	0.2032	0.2543	0.2209
Ambulance	0.2481	0.2395	0.2042	0.2434	0.2178	0.2124	0.1969	0.2032	0.2543	0.2209
Liability Insurance	0.0243	0.0112	0.0094	0.0155	0.0134	0.0336	0.0315	0.0317	0.0547	0.0476
Workers Compensation	0.0185	0.0202	0.0194	0.0269	0.0253	0.0325	0.0298	0.0322	0.0179	0.0157
Audit	0.0011	0.0010	0.0010	0.0011	0.0010	0.0015	0.0013	0.0013	0.0016	0.0011
Pension	0.0580	0.0510	0.0503	0.0418	0.0647	0.0333	0.0316	0.0326	0.0412	0.0354
Social Security/IMRF	0.0146	0.0130	0.1160	0.0141	0.0139	0.0128	0.0120	0.0125	0.0147	0.0136
Bond & Interest	<u>0.0001</u>	<u>0.0004</u>	<u>0.0318</u>	<u>0.0402</u>	<u>0.0387</u>	<u>0.0470</u>	<u>0.0480</u>	<u>0.0549</u>	<u>0.0716</u>	<u>0.0514</u>
Total Tax Rates	<u>0.6128</u>	<u>0.5758</u>	<u>0.6364</u>	<u>0.6264</u>	<u>0.5927</u>	<u>0.5855</u>	<u>0.5480</u>	<u>0.5716</u>	<u>0.7103</u>	<u>0.6066</u>
Tax Extension										
Corporate	\$ 557,996	\$ 381,098	\$ 327,231	\$ 352,954	\$ 297,869	\$ 283,211	\$ 249,420	\$ 236,835	\$ 268,600	\$ 226,249
Ambulance	557,996	381,098	327,071	352,954	297,733	283,211	249,420	236,835	268,600	226,249
Liability Insurance	54,653	17,821	15,056	22,476	18,318	44,802	39,902	36,947	57,776	48,753
Workers Compensation	41,608	32,142	31,073	39,008	34,585	43,335	37,749	37,530	18,907	16,080
Audit	2,474	1,591	1,602	1,595	1,367	2,000	1,647	1,515	1,690	1,127
Pension	130,446	81,150	80,567	60,614	88,445	44,402	40,029	37,996	43,517	36,257
Social Security/IMRF	32,836	20,686	18,580	20,446	19,001	17,067	15,201	14,569	15,527	13,929
Bond & Interest	<u>225</u>	<u>638</u>	<u>50,935</u>	<u>58,294</u>	<u>52,903</u>	<u>62,669</u>	<u>60,803</u>	<u>63,987</u>	<u>75,626</u>	<u>52,645</u>
Total Tax Rates	<u>\$ 1,378,234</u>	<u>\$ 916,224</u>	<u>\$ 852,115</u>	<u>\$ 908,341</u>	<u>\$ 810,221</u>	<u>\$ 780,697</u>	<u>\$ 694,171</u>	<u>\$ 666,214</u>	<u>\$ 750,243</u>	<u>\$ 621,289</u>

THIS PAGE INTENTIONALLY LEFT BLANK