



Illinois Department of Transportation

Division of Highways / Region 2 / District 2
819 Depot Avenue / Dixon, Illinois / 61021-3500
Telephone 815/284-2271

RECEIVED

JUL 16 2012

July 13, 2012

Mr. Bruce McKinney
City Clerk
420 N. 6th Street
Rochelle, Illinois 61068

Dear Mr. McKinney:

Enclosed is a copy of Audit Report No. 67 covering the receipt and disbursement of Motor Fuel Tax Funds by your city for the period beginning January 1, 2010 and ending December 31, 2011.

PLEASE REFER TO PAGE BLR 7402 OF THE AUDIT FOR THE AUDITOR'S COMMENTS.

This report should be presented to the Mayor of the City and to the City Council at its first regular meeting after receipt of this letter and then filed as a permanent record in your office.

Sincerely,

A handwritten signature in black ink, appearing to read 'Eric S. Therkildsen'.

Eric S. Therkildsen, P.E.
Acting Deputy Director of Highways,
Region Two Engineer

Encl.

c: Sam Tesreau, City Engineer
Chris Frye, Finance Manager
Dave Plyman, City Manager

Audit

Agency City of Rochelle	
Audit for: <input checked="" type="checkbox"/> Motor Fuel Tax <input type="checkbox"/> Township Bridge <input type="checkbox"/> Special Assessment <input type="checkbox"/> G.O. Bond Issue <input type="checkbox"/> MFT Fund Bond Issue	Audit Year 2010 – 2011
	Audit Number 67
	Date July 13, 2012

Clerk, District Engineer, City Treasurer, City Engineer, City Manager

ILLINOIS DEPARTMENT
OF TRANSPORTATION

AUDITOR'S CERTIFICATE

CITY OF ROCHELLE

Audit Report Number: 67

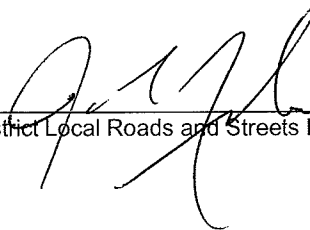
We hereby certify that we have audited the books and records in so far as they pertain to the receipt and disbursement of MOTOR FUEL TAX FUNDS of the CITY OF ROCHELLE for the period beginning Jan. 1, 2010 and ending Dec. 31, 2011, and that the entries for receipts in these books and records are true and correct and are in agreement with the records maintained by the Department of Transportation and that entries for disbursements are supported by canceled warrants or checks with exceptions noted in the audit findings.

We further certify that we have verified entries in the claim registers with the claims and cancelled warrants, that we have examined and checked the records of the City Clerk and City Treasurer, and have found them to be in compliance with exceptions noted in the audit findings.



Auditor

REVIEWED AND APPROVED BY



District Local Roads and Streets Engineer

Date: July 12 2012

BLR 7401

Audit Period: Jan. 1, 2010 - Dec. 31, 2011

Audit Period: Jan. 1, 2010 - Dec. 31, 2011

Purpose of Audit : To determine the status of Motor Fuel Tax Funds as of Dec. 31, 2011.

The other receipts to the Motor Fuel Tax Fund were \$145,292.05 received as follows:

Interest	2010	\$	1,171.88
	2011	\$	326.72
Illinois Jobs Now! Capital Bill		\$	81,850.00
State Economic Development Program			
Grant (EDP Grant)		\$	57,429.45
State High Growth Cities Allotment		\$	4,514.00
		\$	<u>145,292.05</u>

Claim documentation is excellent.

Minor improvements are needed in the accounting of the MFT portion held in the Capital Improvement Account. The Auditor discussed these changes with the City's Finance Manager. Otherwise, financial controls are very good.

It should be noted that the City has made significant progress in completing required IDOT forms and paper work to IDOT in a timely fashion.

Final Reports agree with the Audit for:

02-00091-00-SW , 08-00103-00-FP

The Maintenance Expenditure Statements agree with the Audit for:

2007 , 2008

The City Engineer Reports that IDOT is late in invoicing the City for three projects; 08-00104-00-SW , 09-00105-00-RS , & 09-00106-00-RS. The delay has been 2 years or more. The City Engineer has contacted the Central Bureau in Springfield as well as Local Roads in Dixon.

ILLINOIS DEPARTMENT
OF TRANSPORTATION

AUDITOR'S COMMENTS

CITY OF ROCHELLE

Audit Report No. 67

Audit Period: Jan. 1, 2010 - Dec. 31, 2011

Purpose of Audit : To determine the status of Motor Fuel Tax Funds as of Dec. 31, 2011.

The following items require special attention and need to be completed by the City by August 1 2012:

05-00096-00-FP needs a Revised Final Report.
The Auditor completed this form for the City to sign & return to IDOT.

For the 2010 Maintenance Program; a Supplemental Resolution is needed for \$7,944.22
A Maintenance expenditure Statement is also needed.
The Auditor completed these forms for the City to sign & return to IDOT.

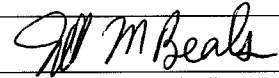
It should be noted that IDOT is not requesting any additional \$ from the City when
requesting Resolutions. Only the proper paperwork for \$ previously expended.

A follow up letter will be mailed shortly after this Audit Report with the forms indicated above
to Mr. Sam Tesreau.

The Auditor wishes to thank Ms. Chris Frye and Mr. Samuel Tesreau, P.E. for their
outstanding courtesy and assistance extended during the Audit.

BLR 7402 (Rev.1-90)

SIGNED



Auditor

ILLINOIS DEPARTMENT
OF TRANSPORTATION

Fund Balance and Bank Reconciliation

AUDIT REPORT NO. 67

CITY OF ROCHELLE

DATE: July 12 2012

Audit Period: Jan. 1, 2010 - Dec. 31, 2011

Fund Balance	Unobligated	Obligated	Total	Allotments. Interest & Additions	
Balance Previous Audit	1,103,617.08	458,585.29	1,562,202.37	ALLOTMENTS	
Allotments & Cert.	476,598.13		476,598.13	2010	238,381.52
Total MFT Funds	1,580,215.21	458,585.29	2,038,800.50	2011	238,216.61
Approved Authorizations	(1,002,995.98)	1,002,995.98	XXXXXXXXXXXX		
Other Receipts	0.00	145,292.05	145,292.05	TOTALS	476,598.13
Total	577,219.23	1,606,873.32	2,184,092.55		
Disbursements	0.00	1,923,199.46	1,923,199.46	INTEREST	
Surplus	121,979.93	(121,979.93)	XXXXXXXXXXXX	2010	1,171.88
Unexpended Balance	699,199.16	(438,306.07)	260,893.09	2011	326.72
Bank Reconciliation				ADDITIONS	143,793.45
Balance in Fund per Bank Certificate Dec. 31, 2011			23,712.55	TOTALS	145,292.05
Deduct Outstanding Warrants					
Add Outstanding Investments		Illinois Funds	237,180.54		
Additions					
Subtraction's					
Net Balance in Account Dec. 31, 2011			260,893.09		\$ -

BLR 7403(Rev. 1/90)
IL 494-0654

Certified Correct 
Auditor

ILLINOIS DEPARTMENT OF TRANSPORTATION

SUMMARY OF MOTOR FUEL TAX FUND TRANSACTIONS BY SECTIONS AND CATEGORIES

AUDIT REPORT NO. 67

CITY OF ROCHELLE

Audit Period: Jan. 1, 2010 - Dec. 31, 2011

\$ - \$ -

Date: July 12 2012

SECTION	Balance Prev. Audit	Total Amount Authorized	Adjustments	Other Receipts	Total Funds Available	Total Dis- bursements	Credit to Unobligated Balance	Obligated Unexpended Balance	Prev. Accumu- lated Dis- bursements	Total Accumu- lated Dis- bursements
CONSTRUCTION										
93-00075-01FP CONST	(373,948.79)				(373,948.79)			(373,948.79)	373,948.79	373,948.79
ROW	(27,561.24)				(27,561.24)			(27,561.24)	27,561.24	27,561.24
ENG	(16,172.20)				(16,172.20)			(16,172.20)	16,172.20	16,172.20
96-00081-00FP CONST	0.00		350,000.00		350,000.00			350,000.00	0.00	0.00
ENG	(26,946.50)				(26,946.50)			(26,946.50)	26,946.50	26,946.50
99-00085-00WR CONST	15,137.30				15,137.30			15,137.30	139,547.70	139,547.70
ENG	0.00				0.00			0.00	0.00	0.00
01-00090-00PW CONST	146,836.88				146,836.88			146,836.88	43,172.53	43,172.53
ENG	15,989.65				15,989.65			15,989.65	55,598.97	19,000.94
02-00091-00SW CONST	0.00				0.00			0.00	22,500.00	22,500.00
02-00093-00FP CONST	40,526.40				40,526.40			40,526.40	237,903.68	237,903.68
ENG	0.00				0.00			0.00	68,661.45	68,661.45
05-00095-00-FP CON	(551,300.00)		1,878,357.50		1,327,057.50	1,327,057.50		0.00	623,000.00	0.00
ENG	1,878,357.50		(1,878,357.50)		0.00			0.00	21,642.50	0.00
05-00096-00-FP CON	0.00				0.00			0.00	547,081.36	147,256.62
ENG	(3,354.68)				(3,354.68)			(3,354.68)	53,354.68	53,354.68
08-00103-00-FP CONST	(185,000.00)	185,000.00			0.00			0.00	185,000.00	185,000.00
ENG	0.00				0.00			0.00	0.00	0.00
09-00106-00-RS CONST					0.00	39,200.57		(39,200.57)		39,200.57
ENG					0.00			0.00		0.00
11-00109-00-PV CONST				57,429.45	57,429.45			57,429.45		(57,429.45)
ENG	0.00				0.00			0.00		0.00
	0.00				0.00			0.00		0.00

ILLINOIS DEPARTMENT
OF TRANSPORTATION

CITY OF ROCHELLE

SUMMARY OF MOTOR FUEL TAX FUND TRANSACTIONS
BY SECTIONS AND CATEGORIES

AUDIT REPORT NO. 67

Audit Period: Jan. 1, 2010 - Dec. 31, 2011

Date: July 12 2012

SECTION	Balance Prev. Audit	Total Amount Authorized	Adjustments	Other Receipts	Total Funds Available	Total Dis- bursements	Credit to Unobligated Balance	Obligated Unexpended Balance	Prev. Accumu- lated Dis- bursements	Total Accumu- lated Dis- bursements
MAINTENANCE	0.00				0.00			0.00	0.00	0.00
07-00000-00-GM MTN	(19,762.99)	19,807.99			45.00		45.00	0.00	319,260.92	319,260.92
ENG	(45.00)	45.00			0.00			0.00	45.00	45.00
08-00000-00-GM MTN	(184,531.68)	184,531.68			(0.00)			(0.00)	757,238.04	757,238.04
ENG	(143.10)	143.10			0.00			0.00	143.10	143.10
09-00000-00-GM MTN	(146,242.00)	162,757.20			16,515.20	16,514.96		0.24	146,242.00	162,756.96
ENG	(187.00)	187.00			0.00			0.00	187.00	187.00
10-00000-00-GM MTN		311,885.82			311,885.82	332,944.22		(21,058.40)		332,944.22
ENG					0.00			0.00		0.00
11-00000-00-GM MTN					0.00	207,482.21		(207,482.21)		207,482.21
ENG					0.00			0.00		0.00
ILLINOIS JOBS NOW! SUPPLEMENTAL ALLOTMENT					0.00			0.00		0.00
FY 2011				40,925.00	40,925.00		40,925.00	0.00		40,925.00
FY 2012				40,925.00	40,925.00		40,925.00	0.00		40,925.00
	0.00				0.00			0.00		0.00
INTEREST EARNED	0.00				0.00			0.00		0.00
08-00000-00-AC	20,031.54				20,031.54		20,031.54	0.00	0.00	20,031.54
09-00000-00-AC	15,539.39				15,539.39		15,539.39	0.00	0.00	15,539.39
2010				1,171.88	1,171.88			1,171.88		1,171.88
2011				326.72	326.72			326.72		326.72
High Growth Allotment	0.00				0.00			0.00		0.00
FY11	0.00			4,514.00	4,514.00		4,514.00	0.00	0.00	4,514.00
	0.00				0.00			0.00		0.00
	0.00				0.00			0.00		0.00
Auditor's Adjustment	0.00				0.00			0.00		0.00
11-00000-03-AA	(138,638.19)	138,638.19	(350,000.00)		(350,000.00)			(350,000.00)		(350,000.00)
	0.00				0.00			0.00		0.00
	455,585.29	1,002,995.98	0.00	145,292.05	1,606,873.32	1,923,199.46	121,979.93	(438,306.07)		1,606,873.32
BLR 7406	0.00	0.00		0.00	0.00	0.00	0.00	0.00		0.00

REMARKS:

DISTRICT 02 COUNTY 141
 AGENCY TYPE 3 AGENCY NAME ROCHELLE

TRANS. DATE	TRANS. TYPE	TRANS. NUMBER	SECTION NUMBER	CATEGORY	ALLOTMENT	AUTHORIZATION	CREDIT	PAY TO STATE	UNOBLIGATED BALANCE
12-31-09	ALLOTMENT								1,103,617.08
01-31-10	ALLOTMENT								1,123,002.97
02-24-10	AUTH	100224739	080010300FP	CONT CONS	22,532.63				1,145,535.60
02-24-10	AUTH	100224808	090000000GM	MT ENGINE		185,000.00			960,535.60
02-24-10	AUTH	100224808	090000000GM	MAINT		187.00			960,348.60
02-24-10	AUTH	100224809	070000000GM	MAINT		162,757.20			797,591.40
02-24-10	AUTH	100224810	080000000GM	MT ENGINE		19,807.99			777,783.41
02-24-10	AUTH	100224810	080000000GM	MAINT		143.10			777,640.31
02-28-10	ALLOTMENT					184,531.68			593,108.63
03-31-10	ALLOTMENT				17,744.38				610,853.01
04-30-10	ALLOTMENT				19,328.32				630,181.33
05-31-10	ALLOTMENT				20,442.09				650,623.42
06-17-10	AUTH	100617759	100000000GM	MAINT	19,778.14				670,401.56
06-30-10	ALLOTMENT					211,912.95			458,488.61
07-31-10	ALLOTMENT				18,692.99				477,181.60
08-31-10	ALLOTMENT				20,261.63				497,443.23
09-30-10	ALLOTMENT				19,707.42				517,150.65
09-30-10	ALLOTMENT				22,687.66				539,838.31
09-30-10	CREDIT	100930699	110000003AC	OTHER CAT			4,514.00		544,352.31
10-31-10	ALLOTMENT				16,620.50				560,972.81
11-02-10	CREDIT	101102006	110000010AC	OTHER CAT			40,925.00		601,897.81
11-04-10	AUTH	101104416	100000000GM	MAINT		99,972.87			501,924.94
11-30-10	ALLOTMENT				21,199.87				523,124.81
TOTALS					238,381.52	864,312.79	45,439.00	.00	523,124.81

Agency Name : Rochelle

County : Ogle

Agency Type : Municipality

District : 2

Beginning Unobligated Balance as of 12/31/2010	\$523,124.81	Average Monthly Allotment	\$19,851.38
Unobligated Balance as of 12/30/2011	\$699,199.16		

Total Monthly Allotment	\$238,216.61	Total Authorizations	\$138,683.19	Paid to State Debts	\$0.00
Total Supplemental Allotments	\$40,925.00	Total Credits	\$35,615.93	Paid to State Credits	\$0.00

Date	Transaction Type	Category	Section No.	Memo	Amount	Balance	Section Status
12/31/2010	MFT Monthly Allotment				\$20,295.59	\$543,420.40	
1/31/2011	MFT Monthly Allotment				\$21,956.30	\$565,376.70	
2/25/2011	Authorization	Maint. Engineer	07-00000-00-GM		\$45.00	\$565,331.70	C
2/25/2011	Authorization	Other	09-00000-03-AA		\$138,638.19	\$426,693.51	C
2/25/2011	Credit	Maintenance	07-00000-00-GM		\$45.00	\$426,738.51	C
2/25/2011	Credit	Interest	09-00000-00-AC		\$15,539.39	\$442,277.90	C
2/25/2011	Credit	Interest	08-00000-00-AC		\$20,031.54	\$462,309.44	C
2/28/2011	MFT Monthly Allotment				\$17,680.75	\$479,990.19	
3/31/2011	MFT Monthly Allotment				\$20,079.09	\$500,069.28	
4/30/2011	MFT Monthly Allotment				\$19,450.37	\$519,519.65	
5/31/2011	MFT Monthly Allotment				\$19,081.54	\$538,601.19	
6/30/2011	MFT Monthly Allotment				\$17,755.03	\$556,356.22	
7/31/2011	MFT Monthly Allotment				\$20,919.69	\$577,275.91	
8/15/2011	Supplemental Allotment			2nd L/N Installment	\$40,925.00	\$618,200.91	
8/31/2011	MFT Monthly Allotment				\$20,543.09	\$638,744.00	
9/30/2011	MFT Monthly Allotment				\$18,404.59	\$657,148.59	
10/31/2011	MFT Monthly Allotment				\$20,448.06	\$677,596.65	
11/30/2011	MFT Monthly Allotment				\$21,602.51	\$699,199.16	

Transactions with an Asterisk indicate an unprocessed transaction at the time report was requested.

Filter Criteria: District=2,County=Ogle,Agency=All,AgencyType=All,FromDate=12/31/2010,ToDate=12/30/2011,TransactionType=ALL,Category=All

CITY OF ROCHELLE
 BALANCE SHEET
 DECEMBER 31, 2011

MOTOR FUEL

23,712.55
 23,712.55
 23,712.55

0

ASSETS

17-00-11600	FNB CD INVESTMENT	.00	
17-00-12130	MISC ACCOUNTS RECEIVABLE	495,461.78	
17-00-12161	A/R FROM OTHER GOVERNMENTS	19,450.37	
17-00-12400	INTEREST & DIVIDEND RECEVABLE	.00	
17-00-16100	ALLOCATED CASH	23,712.55	✓
17-00-16200	FNB EDP GRANT	.00	
17-00-16700	IPTIP INVESTMENT ACCOUNT	237,180.54	✓
	TOTAL ASSETS		775,805.24

LIABILITIES AND EQUITY

LIABILITIES

17-00-21100	ACCOUNTS PAYABLE	.00	
17-00-23300	ACCOUNTS PAYABLE ALLOCATION	.00	
17-00-23800	PAYROLL PAYABLE ALLOCATION	.00	
	TOTAL LIABILITIES	.00	

FUND EQUITY

17-00-29100	FUND BALANCE (RESERVED)	231,058.26	
	REVENUE OVER EXPENDITURES - YTD	544,746.98	
	TOTAL FUND EQUITY		775,805.24
	TOTAL LIABILITIES AND EQUITY		775,805.24



First National Bank

AND TRUST OF ROCHELLE

www.fnbrochelle.com

MEMBER FDIC

Last statement: November 30, 2011
This statement: December 30, 2011
Total days in statement period: 30

Page 1 of 20
0909-114-01
(645)

Direct inquiries to:
Our Personal Bankers,
815-562-5571

CITY OF ROCHELLE
420 N 6TH ST
ROCHELLE IL 61068

First National Bank & Trust
340 May Mart Dr, PO Box 49
Rochelle, IL 61068

** Call for statement **

Public Cash Management

Account number 0909-114-01
Enclosures 645
Interest paid year to date \$2,763.65

DAILY ACTIVITY

Date	Description	Additions	Subtractions	Balance
11-30	Beginning balance			\$2,444,075.54
12-01	Preauthorized Credit ProLogis PAYMENT 111201 AP0000072789	29.81		2,444,105.35
12-01	Deposit	1/30 200.00	None ✓	2,444,305.35
12-01	Preauthorized Credit Americold TRANFEES 111130 00000610273252	425.39		2,444,730.74
12-01	Deposit	30 549.28	None ✓	2,445,280.02
12-01	Preauthorized Credit WPS MED B PAY TRN*1*885736372*391268299\	592.90	None ✓	2,445,872.92
12-01	Preauthorized Credit IMRF MISC DEDTN 111201 I00010494	734.08	None ✓	2,446,607.00
12-01	Preauthorized Credit iPay Technologie BILL PMT 111201 BILL PMT	1,308.51		2,447,915.51
12-01	Preauthorized Credit METAVANTE CORP PAYMT2916 075000051564051 29162	2,127.66	None ✓	2,450,043.17
12-01	Preauthorized Credit MCI COMM. SERVIC EFT PAYMNT 111201 2000193385	2,160.00		2,452,203.17
12-01	Deposit	2,414.24	None ✓	2,454,617.41
12-01	Deposit	5,153.82	None ✓	2,459,771.23
12-01	Deposit	9,089.85	None ✓	2,468,861.08



First National Bank

AND TRUST OF ROCHELLE

www.fnbrochelle.com

MEMBER FDIC

CITY OF ROCHELLE
December 30, 2011

Page 20 of 20
0909-114-01

Date	Description	Additions	Subtractions	Balance
12-30	Check 48858		-359.08	2,403,607.71
12-30	Check 48792		-359.08	2,403,248.63
12-30	Check 104755		-523.69	2,402,724.94
12-30	Check 48774		-689.28	2,402,035.66
12-30	Check 48867		-697.38	2,401,338.28
12-30	Check 48856		-923.24	2,400,415.04
12-30	Check 48854		-936.80	2,399,478.24
12-30	Check 48735		-1,079.16	2,398,399.08
12-30	Check 48842		-1,210.50	2,397,188.58
12-30	Check 48770		-1,294.78	2,395,893.80
12-30	Check 48771		-1,294.78	2,394,599.02
12-30	Check 48772		-1,294.78	2,393,304.24
12-30	Check 48773		-1,294.78	2,392,009.46
12-30	Check 48845		-1,378.69	2,390,630.77
12-30	Check 104841		-1,433.05	2,389,197.72
12-30	Check 48814		-1,499.30	2,387,698.42
12-30	Check 48841		-1,513.42	2,386,185.00
12-30	Check 48799		-1,622.50	2,384,562.50
12-30	Check 48853		-1,647.20	2,382,915.30
12-30	Check 48839		-1,918.95	2,380,996.35
12-30	Check 48847		-2,059.25	2,378,937.10
12-30	Check 48875		-2,537.81	2,376,399.29
12-30	Check 104811		-3,079.49	2,373,319.80
12-30	Check 48874		-6,031.13	2,367,288.67
12-30	Preauthorized Debit IL DEPT OF REVEN EDI PYMNTS TXP*3660060750001*0112*20111231*T*14 33940\		-14,339.40	2,352,949.27
12-30	Preauthorized Debit PJMSETTLEMENTINC DEBITS 111230 7682		-17,162.29	2,335,786.98
12-30	Preauthorized Debit IRS USATAXPYMT 111230 220176472059350		-68,164.08	2,267,622.90
12-30	Check 104687		-233,571.55	2,034,051.35
12-30	Service Charge BUSINESS INTERNET		-37.00	2,034,014.35
12-30	Interest	160.94		2,034,175.29
12-30	Ending totals	6,214,077.82	-6,623,978.07	\$2,034,175.29

Total in cash account

\$23,712.55 MFT portion

Thank you for banking with First National Bank & Trust



The ILLINOIS Funds

MAC
01/11/12 CR

Account Numbr
0 071 3915 00
Statement Peri
Dec 1, 20
thru
Dec 31, 20

9804 IMG Y ST01



Page 1 c

000001753 1 SP 106481403668088 P
CITY OF ROCHELLE
MOTOR FUEL TAX
420 N 6TH ST
ROCHELLE IL 61068-1540

The Illinois Fun
By Phone: 1-800-947-84
E-Mail: illinois.funds@usbank.c
Internet: www.illinoisfunds.c

INFORMATION YOU SHOULD KNOW

In observance of the following 2012 holidays, The Illinois Funds will be closed:
Monday, January 16 Closed Martin Luther King Day
Monday, February 20 Closed Presidents Day

Acct # 007139150028

MONEY MARKET

Member FD

Account Number 0-071-3915-00

Account Summary

	# Items				
Beginning Balance on Dec 1		\$	215,562.85	Interest Paid this Year	\$ 120.42
Other Deposits	2		21,617.69	Average Daily Balance	\$ 232,984.23
Ending Balance on Dec 31, 2011		\$	237,180.54	Number of Days in Statement Period	31

Other Deposits

Date	Description of Transaction	Ref Number	Amount
Dec 7	Electronic Deposit REF=11341012436980 Y	From State of Ill 2376002057MOTOR FUEL300007410000000	\$ 21,602.51
Dec 30	Interest Paid	3000002474	15.18
Total Other Deposits			\$ 21,617.69

Balance Summary

Date	Ending Balance	Date	Ending Balance
Dec 7	237,165.36	Dec 30	237,180.54

Balances only appear for days reflecting change.