

BELMONT-CENTRAL PARKING COMMISSION, INC.  
SPECIAL SERVICE AREA #2  
(a taxing district authorized by the City of Chicago)

FINANCIAL STATEMENTS

DECEMBER 31, 2010

(TOGETHER WITH INDEPENDENT AUDITOR'S REPORT)

BELMONT-CENTRAL PARKING COMMISSION, INC.  
SPECIAL SERVICE AREA #2  
(a taxing district authorized by the City of Chicago)

As of December 31, 2010

TABLE OF CONTENTS

	PAGE
<u>INDEPENDENT AUDITOR'S REPORT</u>	2
<u>FINANCIAL STATEMENTS</u>	
Statement of Financial Position	3
Statement of Activities	4
Statement of Cash Flows	5
<u>NOTES TO FINANCIAL STATEMENTS</u>	6-8
Summary Schedule of Audit Findings	9



## INDEPENDENT AUDITOR'S REPORT

To The Commissioners of  
Belmont-Central Parking Commission, Inc.  
Special Service Area #2  
Chicago, Illinois

We have audited the accompanying statement of financial position of Belmont-Central Parking Commission, Inc. Special Service Area #2 (a taxing district authorized by the City of Chicago) as of December 31, 2010, the related statement of cash flows for the year then ended and the statements of activities for the years ended December 31, 2009 and 2010. These financial statements are the responsibility of the organization's management. Our responsibility is to express an opinion on these financial statements based on our audit.

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

In our opinion, the financial statements present fairly, in all material respects, the financial position of the Belmont-Central Parking Commission, Inc. Special Service Area #2 as of December 31, 2010, and the changes in its net assets and its cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Larry Little, CPA  
The A.C.T. Group, Ltd.  
Certified Public Accountants  
July 19, 2011

BELMONT-CENTRAL PARKING COMMISSION, INC  
SPECIAL SERVICE AREA NUMBER 2  
(a taxing district authorized by the City of Chicago)  
STATEMENT OF FINANCIAL POSITION  
December 31, 2010

ASSETS:

Current Assets

Cash and cash equivalents	\$	292,035
Due from chamber		25,835
Total Current Assets		<u>317,870</u>

Long Term Assets

Property and equipment, net		1,591
Security deposit		4,275
Total Long Term Assets		<u>5,866</u>

TOTAL ASSETS	\$	<u><u>323,736</u></u>
--------------	----	-----------------------

LIABILITIES AND NET ASSETS

Current Liabilities

Accounts payable	\$	<u>11,142</u>
------------------	----	---------------

TOTAL LIABILITIES		<u>11,142</u>
-------------------	--	---------------

Net Assets

Unrestricted		<u>312,594</u>
--------------	--	----------------

TOTAL NET ASSETS		<u>312,594</u>
------------------	--	----------------

TOTAL LIABILITIES AND NET ASSETS	\$	<u><u>323,736</u></u>
----------------------------------	----	-----------------------

The accompanying notes are in integral part of the financial statements.

BELMONT-CENTRAL PARKING COMMISSION, INC.  
SPECIAL SERVICE AREA #2  
(a taxing district authorized by the City of Chicago)  
STATEMENT OF ACTIVITIES  
FOR THE YEARS ENDED DECEMBER 31, 2010 AND 2009

	BUDGET 2010	ACTUAL 2010	VARIANCE \$	BUDGET 2009	ACTUAL 2009	VARIANCE \$
<b>REVENUES:</b>						
SSA #2 Tax Revenue	\$ 595,498	\$ 314,959	\$ (280,539)	\$ 717,226	\$ 323,114	\$ (394,112)
Interest Income	-	1,581	1,581	1,500	4,287	2,787
Miscellaneous Income	-	439	439	-	-	-
Less Loss Collection Expense	(20,492)	-	20,492	(5,700)	-	5,700
Total Revenue	<u>575,006</u>	<u>316,979</u>	<u>(258,027)</u>	<u>713,026</u>	<u>327,401</u>	<u>(385,625)</u>
<b>EXPENSES:</b>						
<b>Services:</b>						
Advertising & Promotion	5,500	1,942	(3,558)	5,000	-	(5,000)
Public Way Maintenance	49,489	33,000	(16,489)	82,550	29,344	(53,206)
Public Way Aesthetics	9,000	4,437	(4,563)	9,500	6,995	(2,505)
Tenant Retention/Attraction	5,000	-	(5,000)	-	-	-
Parking/Transit/Accessibility	441,379	255,908	(185,471)	584,553	259,399	(325,154)
Safety Programs	-	4,346	4,346	300	-	(300)
District Planning	17,500	-	(17,500)	-	-	-
Total Services Expense	<u>527,868</u>	<u>299,633</u>	<u>(228,235)</u>	<u>681,903</u>	<u>295,738</u>	<u>(386,165)</u>
<b>Administration:</b>						
Audit / Bookkeeping	3,500	9,986	6,486	8,000	8,665	665
Bookkeeping/Payroll Processing	2,400	-	(2,400)	-	-	-
Meeting Expense	100	1,038	938	-	79	79
Office Equipment	500	1,494	994	200	2,463	2,263
Office Rent	13,360	12,090	(1,270)	13,080	12,270	(810)
Office Supplies	1,000	493	(507)	200	1,439	1,239
Office Utilities / Telephone	5,000	4,296	(704)	-	2,673	2,673
Postage	300	423	123	-	606	606
Office Printing	1,000	-	(1,000)	-	-	-
Service Provider / Admin. Support	10,478	19,677	9,199	7,370	19,900	12,530
Subscriptions/dues	500	395	(105)	273	601	328
Other - Insurance	9,000	-	(9,000)	2,000	2,022	22
Other - Bank Charges	-	528	528	-	81	81
Total Administration Expense	<u>47,138</u>	<u>50,420</u>	<u>3,282</u>	<u>31,123</u>	<u>50,799</u>	<u>19,676</u>
TOTAL EXPENSES	<u>575,006</u>	<u>350,053</u>	<u>(224,953)</u>	<u>713,026</u>	<u>346,537</u>	<u>(366,489)</u>
Net (Deficit) Surplus	<u>\$ -</u>	<u>(33,074)</u>	<u>\$ (33,074)</u>	<u>\$ -</u>	<u>(19,136)</u>	<u>\$ (19,136)</u>
<b>(DECREASE) IN NET ASSETS</b>						
Unrestricted		(33,074)			(19,136)	
Net Assets Released from Restrictions		-			-	
		<u>(33,074)</u>			<u>(19,136)</u>	
<b>BEGINNING OF YEAR</b>						
Unrestricted Net Assets		345,668			364,804	
Temporarily Restricted Net Assets		-			-	
		<u>345,668</u>			<u>364,804</u>	
<b>END OF YEAR</b>						
Unrestricted Net Assets		312,594			345,668	
Temporarily Restricted Net Assets		-			-	
		<u>\$ 312,594</u>			<u>\$ 345,668</u>	

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

BELMONT-CENTRAL PARKING COMMISSION, INC.  
SPECIAL SERVICE AREA #2  
(a taxing district authorized by the City of Chicago)  
STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED DECEMBER 31, 2010

Cash Flows From Operating Activities

Change in Net Assets	\$ (33,074)
Adjustments to Reconcile Net Surplus to Net Cash (Used) by Operating Activities	
Depreciation	872
Due from Chamber	(25,835)
Accounts payable	<u>11,142</u>
Net Cash (Used) by Operating Activities	<u>(46,895)</u>
Cash At Beginning Of Period	<u>338,930</u>
Cash At End Of Period -- 12/31/10	<u><u>\$ 292,035</u></u>



BELMONT-CENTRAL PARKING COMMISSION, INC.  
SPECIAL SERVICE AREA #2  
(a taxing district authorized by the City of Chicago)  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2010

1. Nature of Activities and Significant Accounting Policies

Nature of Activities: Belmont-Central Parking Commission Special Service Area #2 (the Taxing District) is a taxing district authorized by the City of Chicago located in Chicago, Illinois. Its scope of services is to coordinate and supervise various activities to improve and enhance the Belmont-Central business district, and maintain the operation of the local city owned parking garage. The Taxing District is supported through property taxes levied on neighborhood residential and commercial properties which are collected by the City of Chicago.

Cash and Cash Equivalents: The Taxing District defines cash and cash equivalents as short term liquid investments such as cash in banks, money markets, and other financial instruments that can be reduced to cash in thirty days or less. The Taxing District maintains its cash in bank deposit accounts which, at times, may exceed the federally insured limits. The Taxing District has not experienced any losses in such accounts. The Taxing District believes it is not exposed to any significant credit risk on cash and cash equivalents.

Financial Statement Presentation: The Taxing District is required to present information regarding its financial position and activities according to Article 3.07 of the Agreement for Special Service Area #2 between the City of Chicago and Belmont-Central Parking Commission, Inc. As of December 31, 2010, the Taxing District had net unrestricted net assets of \$312,594.

Contributions: Under the Statement of Financial Accounting Standards (SFAS) No. 116, "Accounting for Contributions Received and Contributions Made," whereby contributions received are recorded as unrestricted, temporarily unrestricted, or permanently restricted support depending on the existence and/or nature of any donor restrictions. When a restriction expires (that is, when a stipulated time restriction ends or the purpose of restriction is accomplished), temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions. As of December 31, 2010, all net assets were unrestricted.

BELMONT-CENTRAL PARKING COMMISSION, INC.  
SPECIAL SERVICE AREA #2  
(a taxing district authorized by the City of Chicago)  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2010

Revenue Recognition: The Taxing District's financial statements are presented on the accrual basis of accounting. Revenues are recognized when the amount can be readily estimated or committed, and the payment is reasonably certain. Expenses are recorded when incurred.

Income Taxes: The Taxing District is a not-for-profit organization that is exempt from federal income taxes according to Internal Revenue Code and is not classified by the Internal Revenue Service as a private foundation.

Estimates: The preparation of financial statements in conformity with U.S. 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 expenses during the reported period. Actual results could differ from those estimates.

Subsequent Events: Subsequent events have been evaluated through July 19, 2011, which is the date the financial statements were available to be issued.

2. Property and Equipment

Property and equipment are stated at cost. Depreciation is computed using the straight-line method over the estimated useful lives of the assets.

The following is a summary of fixed assets as of December 31, 2010:

Office equipment	\$ 4,858
Less: Accumulated Depreciation	<u>3,267</u>
Net fixed assets	<u>\$ 1,591</u>

Major repairs to the parking structure are expensed as incurred.



BELMONT-CENTRAL PARKING COMMISSION, INC.  
SPECIAL SERVICE AREA #2  
(a taxing district authorized by the City of Chicago)  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2010

3. Related Party Transactions

The Belmont-Central Chamber of Commerce shares office space with the Taxing District and the Taxing District pays all of the office rent. All supplies and direct operating expenses of the Belmont-Central Chamber are separately accounted for and paid by the Chamber.

The Taxing District charges the Chamber for a portion of the salary and payroll taxes of the Executive Director. The receivable at the end of the year represents the billing for this service.

In addition, the office space is leased from a SSA #2 commissioner. A total of \$12,000 was expensed in 2010 for this lease.

4. Operating Lease Commitment

The Taxing District pays \$1,000/month for office space based on a lease that is not yet signed.

BELMONT-CENTRAL PARKING COMMISSION, INC.  
SPECIAL SERVICE AREA #2  
(a taxing district authorized by the City of Chicago)  
SUMMARY OF AUDIT FINDINGS  
FOR THE YEAR ENDED DECEMBER 31, 2010

As part of our audit and request by the Special Service Area Annual Audited Financial Statement Guidelines prepared by the City of Chicago Department of Planning and Development dated January 2005, we have read the requirements contained in the Agreement between the City of Chicago and the Belmont-Central Parking Commission, Inc. Special Service Area #2.

Per Article 5.03, the Taxing District established a separate checking account at US Bank in Chicago, Illinois. All service Tax Funds were automatically deposited into this checking account. The Taxing District did not commingle Service Tax Funds with funds from any other source.

Effective January 1, 2010 the Belmont-Central Chamber of Commerce entered into an agreement with the Taxing District to become the sole service provider for the Taxing District.