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Paul Harris DuPage County Clerk

WAYNE TOWNSHIP

West Chicago, Illinois

ANNUAL FINANCIAL REPORT

For the Year Ended
March 31, 2017

WAYNE TOWNSHIP

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WAYNE TOWNSHIP
PRINCIPAL OFFICIALS

March 31, 2017

Supervisor

Thomas Arends

Trustees

Joan Mruk
Mark Jatczak
Brandi Fike Ramundo
William Waghorne

Clerk

April J. Murphy

Assessor

Michael E. Musson

Highway Commissioner

Martin McManamon

Karrison LLC

Certified Public Accountant • 1775 Legacy Circle • Naperville, Illinois 60563 • 630.505.3920

INDEPENDENT AUDITOR'S REPORT

The Honorable Supervisor
Members of the Board of Trustees
Wayne Township

We have audited accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Wayne Township as of and for the year ended March 31, 2017, which collectively comprise Wayne Township's basic financial statements as listed in the table of contents.

Management's Responsibility for the Basic Financial Statements

Management is responsible for the preparation and fair presentation of these basic financial statements in accordance with the modified cash basis of accounting described in Note 1; this includes determining that the modified cash basis of accounting is an acceptable basis for the preparation of the basic financial statements in the circumstances. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of basic financial statements that are free from material misstatement, whether due to error or fraud.

Auditor's Responsibility

Our responsibility is to express opinions on these basic 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 plan and perform the audit to obtain reasonable assurance about whether the basic financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the basic financial statements. The procedures selected depend upon the auditor's judgment, including the assessment of the risks of material misstatement of the basic financial statements, whether due to error or fraud. In making those risk assessments, the auditor considers internal control relevant to Wayne Township's preparation and fair presentation of the basic financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Wayne Township's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the basic financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the basic financial statements referred to previously present fairly, in all material respects, the respective financial position – modified cash basis of the governmental activities, each major fund, and the aggregate remaining fund information of Wayne Township as of March 31, 2017 and the respective changes in financial position – modified cash basis for the year then ended in conformity with the basis of accounting as described in Note 1.

Basis of Accounting

We draw attention to Note 1 of the basic financial statements, which describes the basis of accounting. The basic financial statements are prepared on the modified cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to that matter. Furthermore, Wayne Township changed its method of reporting from the modified accrual basis of accounting to the modified cash basis of accounting, as described in the notes to financial statements, and began reporting capital assets and related depreciation expense which in prior years had not been reported.

Other Matters

Management's Discussion and Analysis

Wayne Township's Management's Discussion and Analysis is not included. Although the Governmental Accounting Standards Board has determined it is necessary to supplement, it is not required to be part of, the basic financial statements.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Wayne Townships' basic financial statements. The combining individual fund financial statements and the financial information listed as schedules and supplemental data in the accompanying table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining and individual fund financial statements, the schedules and supplemental data are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statements as a whole.

The introductory section was not audited by us and we express no opinion thereon.

Karrigan LLC

Naperville, Illinois
August 30, 2017

WAYNE TOWNSHIP

STATEMENT OF NET POSITION
MODIFIED CASH BASIS

March 31, 2017

	Governmental Activities
	<hr/>
ASSETS	
Cash and investments	\$ 2,405,813
Funds held by county - MFT	56,058
Prepays	157
Capital assets	
Nondepreciable	665,724
Depreciable (net of accumulated depreciation)	18,094,005
Total assets	<hr/> 21,221,757 <hr/>
LIABILITIES	
Payroll deductions payable	874
Culvert bond deposits	122,950
Installment contract payable	420,521
Total liabilities	<hr/> 544,345 <hr/>
NET POSITION	
Invested in capital assets (net of related debt)	18,339,208
Restricted	
Special revenue funds	1,775,160
Retirement	207,900
Unrestricted	<hr/> 355,144 <hr/>
Total net position	<hr/> \$ 20,677,412 <hr/>

See accompanying notes to financial statements.

WAYNE TOWNSHIP

STATEMENT OF ACTIVITIES
MODIFIED CASH BASIS

For the Year Ended March 31, 2017

FUNCTIONS/PROGRAMS					Net (Expense)
					Revenue and
					Change in
					Net Assets
PRIMARY GOVERNMENT					Primary
					Government
					Governmental
	Expenses	Charges for Services	Operating Grants	Capital Grants	Activities
Governmental Activities					
General government	\$ 2,284,730	\$ 206,624	\$ -	\$ -	\$ (2,078,106)
Public safety	106,585	-	-	-	(106,585)
Public buildings	202,632	-	-	-	(202,632)
Highways and streets	843,122	-	-	-	(843,122)
Public assistance	146,104	-	-	-	(146,104)
Total governmental activities	3,583,173	206,624	-	-	(3,376,549)
Total primary government	\$ 3,583,173	\$ 206,624	\$ -	\$ -	(3,376,549)
General Revenues					
Taxes					
Property					
					3,224,170
Replacement					
					118,537
Motor fuel					
					45,879
Investment income					
					10,529
Miscellaneous					
					36,410
Total					3,435,525
Change in Net Position					58,976
Net Position - April 1					20,618,436
Net Position - March 31					\$ 20,677,412

See accompanying notes to financial statements.

WAYNE TOWNSHIP
GOVERNMENTAL FUNDS

BALANCE SHEET
MODIFIED CASH BASIS

March 31, 2017

	Town	Permanent Hard Road	Motor Fuel Tax	Nonmajor	Total
ASSETS					
Cash and investments	\$ 356,075	\$ 552,652	\$ -	\$ 1,497,086	\$ 2,405,813
Due from county	-	-	56,058	-	56,058
Prepays	-	-	-	157	157
Total assets	<u>356,075</u>	<u>552,652</u>	<u>56,058</u>	<u>1,497,243</u>	<u>2,462,028</u>
LIABILITIES AND FUND BALANCES					
Liabilities					
Payroll deductions payable	931	(57)	-	-	874
Culvert bond deposits	-	-	-	122,950	122,950
Total liabilities	<u>931</u>	<u>(57)</u>	<u>-</u>	<u>122,950</u>	<u>123,824</u>
Fund Balances					
Restricted					
Special revenue funds	-	552,709	56,058	1,166,393	1,775,160
Retirement	-	-	-	207,900	207,900
Unrestricted					
Unassigned	355,144	-	-	-	355,144
Total fund balances	<u>355,144</u>	<u>552,709</u>	<u>56,058</u>	<u>1,374,293</u>	<u>2,338,204</u>
Total liabilities and fundbalances	<u>\$ 356,075</u>	<u>\$ 552,652</u>	<u>\$ 56,058</u>	<u>\$ 1,497,243</u>	<u>\$ 2,462,028</u>

See accompanying notes to financial statements.

WAYNE TOWNSHIP

RECONCILIATION OF FUND BALANCES OF GOVERNMENTAL FUNDS TO THE GOVERNMENTAL ACTIVITIES IN THE STATEMENT OF NET POSITION MODIFIED CASH BASIS

March 31, 2017

Fund Balances of Governmental Funds	\$ 2,338,204
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 governmental funds.	18,759,729
Long-term liabilities are not due and payable in the current period and, therefore, are not reported in governmental funds:	
Installment contracts payable	<u>(420,521)</u>
Net Position of Governmental Activities	<u><u>\$ 20,677,412</u></u>

See accompanying notes to financial statements.

WAYNE TOWNSHIP
GOVERNMENTAL FUNDS

STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
MODIFIED CASH BASIS

For the Year Ended March 31, 2017

	Town	Permanent Hard Road	Motor Fuel Tax	Nonmajor	Total
Revenues					
Taxes					
Property	\$ 1,399,196	\$ 1,112,618	\$ -	\$ 712,356	\$ 3,224,170
Replacement	-	-	-	118,537	118,537
Rental	4,839	-	-	-	4,839
Subsidized taxi	3,398	-	-	-	3,398
Tickets and fines	-	-	-	8,192	8,192
Motor fuel tax allotments	-	-	45,879	-	45,879
Intergovernmental agreement	-	50,000	-	-	50,000
Senior programs and activities	-	-	-	140,195	140,195
Investment income	2,509	2,618	148	5,254	10,529
Miscellaneous	4,955	22,049	-	9,406	36,410
Total revenues	1,414,897	1,187,285	46,027	993,940	3,642,149
Expenditures					
Current					
General government	1,686,249	-	-	514,816	2,201,065
Public safety	-	-	-	106,585	106,585
Public buildings	-	-	-	202,632	202,632
Highways and streets	-	1,187,050	250,000	32,471	1,469,521
Public assistance	-	-	-	146,104	146,104
Total expenditures	1,686,249	1,187,050	250,000	1,002,608	4,125,907
Excess (Deficiency) of Revenues over Expenditures	(271,352)	235	(203,973)	(8,668)	(483,758)
Other Financing Sources					
Proceeds of loan	400,000	-	-	-	400,000
Net Change in Fund Balances	128,648	235	(203,973)	(8,668)	(83,758)
Fund Balances - April 1	226,496	552,474	260,031	1,382,961	2,421,962
Fund Balances - March 31	\$ 355,144	\$ 552,709	\$ 56,058	\$ 1,374,293	\$ 2,338,204

See accompanying notes to financial statements.

WAYNE TOWNSHIP

RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCES TO THE
GOVERNMENTAL ACTIVITIES IN THE STATEMENT OF ACTIVITIES
MODIFIED CASH BASIS

For the Year Ended March 31, 2017

Net Change in Fund Balances - Total Governmental Funds	\$ (83,758)
Amounts reported for governmental activities in the statement of activities are different because:	
Governmental funds report capital outlay as expenditures; however, they are capitalized and depreciated in the statement of activities	1,000,667
Installment contract debt proceeds are reported as long-term liabilities in the statement of position	(400,000)
Repayments of installment contracts principal are reported as reductions of liabilities in the statement of position	77,296
Some expenses in the statement of activities (e.g., depreciation) do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.	<u>(535,229)</u>
Change in Net Position of Governmental Activities	<u>\$ 58,976</u>

See accompanying notes to financial statements.

WAYNE TOWNSHIP

NOTES TO FINANCIAL STATEMENTS

March 31, 2017

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of Wayne Township (the Township) have been prepared in conformity with accounting principles generally accepted in the United States of America, as applied to government units (hereinafter referred to as generally accepted accounting principles (GAAP)). The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the Township's accounting policies are described below.

a. Reporting Entity

The Township is a municipal corporation governed by an elected board consisting of a Supervisor and four Trustees. As required by generally accepted accounting principles, these financial statements present the Township (the primary government). There are no component units included in the Township's reporting entity.

b. Fund Accounting

The accounts of the Township are organized and operated on the basis of funds. A fund is an independent fiscal and accounting entity with a self-balancing set of accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance related legal and contractual provisions. The minimum number of funds are maintained consistent with legal and managerial requirements.

Funds are classified into the following category: governmental.

Governmental funds are used to account for all of the Township's general activities, including the collection and disbursement of earmarked monies (special revenue funds), and the acquisition or construction of general capital assets (capital projects funds). The Township (General) fund is used to account for all activities of the general government not accounted for in some other fund.

WAYNE TOWNSHIP

NOTES TO FINANCIAL STATEMENTS (Cont.)

March 31, 2017

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont.)

c. Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., statement of net position and the statement of activities) report information on all of the activities of the Township.

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

Separate financial statements are provided for governmental funds. Major governmental funds are reported as separate columns in the fund financial statements.

The Township reports the following major governmental funds:

The Township (General) Fund is the Township's primary operating fund. It accounts for all financial resources of the Township not accounted for in other funds.

The Permanent Hard Road Fund accounts for the revenues restricted to finance the permanent road improvements.

The Motor Fuel Tax Fund accounts for the motor fuel tax revenues and related expenditures.

d. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide and governmental fund financial statements are reported using the current financial resources measurement focus and the modified cash basis of accounting, which is not in accordance with GAAP but is an "other comprehensive basis of accounting." Under the modified cash basis of accounting, revenues are recorded when received and expenditures/expenses are recorded when paid, adjusted for modifications that have substantial support in accounting principles generally accepted in the United States of America. Certain assets and liabilities arising from cash transactions are recorded in the government-wide financial statements. Thus capital assets and related accumulated depreciation and depreciation expense are recognized.

WAYNE TOWNSHIP

NOTES TO FINANCIAL STATEMENTS (Cont.)

March 31, 2017

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont.)

e. Cash and Investments

Cash consists of demand deposits. Investments with a maturity of less than one year, at the time of purchase, if any, are stated at cost, which approximates fair value. Nonnegotiable certificates of deposit are stated at cost.

f. Capital Assets

Capital assets, which include property, plant, equipment, and certain intangible assets are reported in the applicable governmental activities columns in the government-wide financial statements. Capital assets are defined by the Township as assets with an estimated useful life in excess of one year and an initial individual cost of more than \$3,000 for computer software, \$5,000 for machinery and equipment, \$100,000 for buildings and improvements, and \$150,000 for infrastructure. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Contributed capital assets are recorded at estimated fair value at the date of donation.

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

Major outlays for capital assets and improvements are capitalized as projects are constructed. Property, plant, and equipment are depreciated using the straight-line method over the following estimated useful lives:

Assets	Years
Buildings	40-50
Building improvements	15-25
Land improvements	20
Vehicles and equipment	10
Furniture and equipment	5-20
Infrastructure	40-50

g. Prepaids

Payments made to vendors for services that will benefit periods beyond the date of this report are not recorded under the modified cash basis of accounting.

WAYNE TOWNSHIP

NOTES TO FINANCIAL STATEMENTS (Cont.)

March 31, 2017

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont.)

h. Compensated Absences

Vested or accumulated vacation and sick leave are reported as an expenditure of the governmental fund that pays it out once retirement or separation has occurred. Vested or accumulated vacation and sick leave of governmental activities are not recorded as an expense and liability as the benefits do not accrue to employees under the modified cash basis of accounting.

i. Short-Term Interfund Receivables/Payables

During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. These receivables and payables, if any, are classified as "due from other funds" or "due to other funds" on the balance sheet.

j. Interfund Transactions

Transactions, if any, for interfund services provided and used are accounted for as revenues, expenditures, or expenses. Transactions that constitute reimbursements to a fund for expenditures initially made from it that are properly applicable to another fund, are recorded as expenditures in the reimbursing fund and as reductions of expenditures in the fund that is reimbursed. All other interfund transactions, except interfund services transactions and reimbursements, are reported as transfers.

k. Net Position/Fund Balance

In the fund financial statements, governmental funds report nonspendable fund balance for amounts that are either not in spendable form or legally or contractually required to be maintained intact. Restrictions of fund balance are reported for amounts constrained by legal restrictions from outside parties for use for a specific purpose, or externally imposed by outside entities. None of the restricted fund balance result from enabling legislation adopted by the Township. Committed fund balance is constrained by formal actions of the Township's Board of Trustees, which is considered the Township's highest level of decision making authority. Formal actions include resolutions and ordinances approved by the Board. Assigned fund balance represents amounts constrained by the Township's intent to use them for a specific purpose. The authority to assign fund balance has been delegated to the Township. Any residual fund balance in the Township Fund is reported as unassigned.

WAYNE TOWNSHIP

NOTES TO FINANCIAL STATEMENTS (Cont.)

March 31, 2017

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont.)

- k. The Township's flow of funds assumption prescribes that the funds with the highest level of constraint are expended first. If restricted or unrestricted funds are available for spending, the restricted funds are spent first. Additionally, if different levels of unrestricted funds are available for spending, the Township considers committed funds to be expended first followed by assigned and then unassigned funds.

1. Accounting 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.

2. DEPOSITS AND INVESTMENTS

The Township's investment policy authorizes the Township to invest in all investments allowed by Illinois Compiled Statutes (ILCS). These include deposits/investments in insured commercial banks, savings and loan institutions, obligations of the U.S. Treasury and U.S. agencies, insured credit union shares, money market mutual funds with portfolios of securities issued or guaranteed by the United States or agreements to repurchase these same obligations, repurchase agreements, short-term commercial paper rated within the three highest classifications by at least two standard rating services, Illinois Funds (created by the Illinois State Legislature under the control of the State Comptroller that maintains a \$1 per share value which is equal to the participants fair value), and the Illinois Metropolitan Investment Fund (IMET), a not-for-profit investment trust formed pursuant to the Illinois Municipal Code and managed by a Board of Trustees elected from the participating members. IMET is not registered with the SEC as an investment company. Investments in IMET are valued at IMET's share price, the price for which the investment could be sold. The Township's investment policy does limit its deposits to financial institutions that are members of the FDIC system and are capable of posting collateral for amounts in excess of FDIC insurance.

It is the policy of the Township to invest its funds in a manner which will provide the highest investment return with the maximum security while meeting the daily cash flow demands of the Township and conforming to all state and local statutes governing the investment of public funds, using the "prudent person" standard for managing the overall portfolio. The primary objectives of the policy are, in order of priority, safety of principal, minimize credit risk, minimize interest rate risk, liquidity, and rate of return.

WAYNE TOWNSHIP

NOTES TO FINANCIAL STATEMENTS (Cont.)

March 31, 2017

2. DEPOSITS AND INVESTMENTS (Cont.)

Deposits with Financial Institutions

Custodial credit risk for deposits with financial institutions is the risk that in the event of bank failure, the Township's deposits may not be returned to it. The Township's investment policy requires pledging of collateral for all amounts in excess of FDIC limits, at an amount not less than 110% of the fair market value of the funds secured, with the collateral held by an independent third-party depository in the name of the Township.

Currently all of the cash and investments on the statement of net assets in the accompanying financial statements as of March 31, 2017 are considered deposits with financial institutions.

3. PROPERTY TAXES

Property taxes for 2016 attached as an enforceable lien on January 1, 2016 on property values assessed as of the same date. Taxes are levied by December 31 of the subsequent fiscal year (by passage of a Tax Levy Ordinance). Tax bills are prepared by the County and issued on or about April 1, 2017 and July 1, 2017 and are payable in two installments, on or about June 1, 2017 and September 1, 2017. The County collects such taxes and remits them periodically. Property taxes for the 2015 levy were received and recognized as revenues in fiscal 2017.

The 2017 tax levy, which attached as an enforceable lien on property as of January 1, 2017, has not yet been levied by the Township and will not be levied until December 2017.

4. CAPITAL ASSETS

Capital asset activity for the year ended March 31, 2017 was as follows:

WAYNE TOWNSHIP

NOTES TO FINANCIAL STATEMENTS (Cont.)

March 31, 2017

	Balances April 1	Increases	Decreases	Balances March 31
GOVERNMENTAL ACTIVITIES				
Capital assets not being depreciated				
Land	\$ 467,010	-	-	\$ 467,010
Construction in progress	198,714	-	-	198,714
Total	665,724	-	-	665,724
Capital assets being depreciated				
Land improvements	91,410	1,000,000	-	1,091,410
Buildings	2,291,131	-	-	2,291,131
Building improvements	274,947	-	-	274,947
Vehicles and equipment	1,001,137	111,500	165,949	946,688
Office furniture and equipment	14,511	-	-	14,511
Infrastructure	21,487,729	-	-	21,487,729
Total	25,160,865	1,111,500	165,949	26,106,416
Less accumulated depreciation				
Land improvements	59,417	54,570	-	113,987
Buildings	1,033,367	49,029	-	1,082,396
Building improvements	96,070	17,128	-	113,198
Vehicles and equipment	395,389	95,826	54,170	437,045
Office furniture and equipment	12,960	625	-	13,585
Infrastructure	5,934,149	318,051	-	6,252,200
Total	7,531,352	535,229	54,170	8,012,411
Total capital assets being depreciated, net	17,629,513	576,271	111,779	18,094,005
GOVERNMENTAL ACTIVITIES CAPITAL ASSETS, NET	\$ 18,295,237	\$ 576,271	\$ 111,779	\$ 18,759,729

Depreciation expense was charged to functions/programs of the primary government as follows:

GOVERNMENTAL ACTIVITIES

General government	\$ 50,128
Highways and streets	485,101
Total	<u>535,229</u>

WAYNE TOWNSHIP

NOTES TO FINANCIAL STATEMENTS (Cont.)

March 31, 2017

5. RISK MANAGEMENT

The Township is exposed to various risks of loss related to torts: theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; illnesses of employees; and natural disasters. These risks are covered by commercial insurance purchased from independent third parties. Settled claims from these risks have not exceeded commercial insurance coverage for the past three fiscal years.

6. LONG-TERM DEBT

a. Changes in Long-Term Debt

The following is a summary of changes in long-term debt for the year ended March 31, 2017:

	Balances			Balances	Due Within
	April 1	Additions	Reductions	March 31	One Year
GOVERNMENTAL ACTIVITIES					
Installment loan - truck	\$ 97,817	\$ -	\$ 47,947	\$ 49,870	\$ 49,870
Installment loan - building	-	400,000	29,349	370,651	52,800
Total	\$ 97,817	\$ 400,000	\$ 77,296	\$ 420,521	\$ 102,670

b. Truck Loan – 2016

The Township entered into an agreement lease-purchase a truck. Essentially it is a loan with proceeds to be used in acquiring a dump truck. Repayments are to be made annually beginning May 15, 2015 through May 15, 2018.

c. Improvements Loan - 2017

Township entered into an agreement to borrow \$400,000 to finance improvements. Monthly payments of \$5,390 (principal - \$4,200 - and interest) are due until August 2023.

WAYNE TOWNSHIP

NOTES TO FINANCIAL STATEMENTS (Cont.)

March 31, 2017

6. LONG-TERM DEBT (Cont.)

d. Debt Service Requirements to Maturity

The annual debt service requirements to amortize the governmental activities outstanding debt as of March 31, 2017 are as follows:

		Installment Loan			
Date - May 15		Principal	Interest	Total	
2017	\$	49,869	\$ 1,999	\$	51,868
2018		1	-		1
	\$	49,870	\$ 1,999	\$	51,869

7. EMPLOYEE RETIREMENT SYSTEM

The Township participates in the statewide Illinois Municipal Retirement Fund, an agent multiple-employer public employee pension plan which covers substantially all of the qualified Township employees.

Illinois Municipal Retirement Fund

The Township's defined benefit pension plan, Illinois Municipal Retirement Fund (IMRF), provides retirement, disability, annual cost of living adjustments, and death benefits to plan members and beneficiaries. IMRF is an agent multiple-employer pension plan that acts as a common investment and administrative agent for local governments and school districts in Illinois. The Illinois Pension Code establishes the benefit provisions of the plan that can only be amended by the Illinois General Assembly. IMRF issues a publicly available financial report that includes financial statements and required supplementary information for the plan as a whole but not by individual employer. That report may be obtained online at www.imrf.org.

WAYNE TOWNSHIP

NOTES TO FINANCIAL STATEMENTS (Cont.)

March 31, 2017

7. EMPLOYEE RETIREMENT SYSTEM

Plan Administration

All employees hired in positions that meet or exceed the prescribed annual hourly standard must be enrolled in IMRF as participating members.

The Plan is accounted for on the economic resources measurement focus and the accrual basis of accounting. Employer and employee contributions are recognized when earned in the year that the contributions are required, benefits and refunds are recognized as an expense and liability when due and payable.

Plan Membership

At December 31, 2016, IMRF membership consisted of

Plan members and beneficiaries currently receiving benefits	-
Retirees and beneficiaries	22
Inactive, nonretired members	8
Active plan members	<u>20</u>
	<u>50</u>

Benefits Provided

IMRF provides two tiers of pension benefits. Employees hired prior to January 1, 2011, are eligible for Tier 1 benefits. For Tier 1 employees, pension benefits vest after eight years of service. Participating members who retire at age 55 (reduce benefits) or after age 60 (full benefits) with eight years of credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1 - 2/3% of their final rate of earnings, for each year of credited service up to 15 years, and 2% for each year thereafter.

Employees hired on or after January 1, 2011, are eligible for Tier 2 benefits. For Tier 2 employees, pension benefits vest after ten years of service. Participating members who retire at age 62 (reduced benefits) or after age 67 (full benefits) with ten years of credited

WAYNE TOWNSHIP

NOTES TO FINANCIAL STATEMENTS (Cont.)

March 31, 2017

7. EMPLOYEE RETIREMENT SYSTEM (Cont.)

Illinois Municipal Retirement Fund (Cont.)

Benefits Provided

service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1 - 2/3% of their final rate of earnings, for each year of credited service up to 15 years, and 2% for each year thereafter. IMRF also provides death and disability benefits. These benefit provisions and other requirements are established by state statute.

Contributions

Participating members are required to contribute 4.5% of their annual covered salary to IMRF. The Township is required to contribute the remaining amount necessary to fund IMRF as specified by statute.

Net Pension Liability

Actuarial Assumptions

The Township's net pension liability was measured as of December 31, 2016, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation performed as of the same date using the following actuarial methods and assumptions.

(see following page)

WAYNE TOWNSHIP

NOTES TO FINANCIAL STATEMENTS (Cont.)

March 31, 2017

Actuarial valuation date	December 31, 2016
Actuarial cost method	Entry Age Normal
Assumptions	
Inflation	2.75%
Salary increases	3.75%
Interest	7.50%
Cost of living adjustments	2.75%
Asset valuation method	Market

For nondisabled retirees, an IMRF-specific mortality table was used with fully generational projection scale MP-2014 (base year 2014). IMRF-specific rates were developed from the RP-2014 Blue Collar Health Annuitant Mortality Table with adjustments to match current IMRF experience. For disabled retirees, an IMRF-specific mortality table was used with fully generational projection scale MP-2014 (base year 2012). IMRF-specific rates were developed from the RP-2014 Disabled Retirees Mortality Table applying the same adjustments that were applied for nondisabled lives. For active members, an IMRF-specific mortality table was used with fully generational projection scale MP-2014 (base year 2012). IMRF-specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.

Discount Rate

The discount rate used to measure the total pension liability was 7.50%. The projection of cash flows used to determine the discount rate assumed that member contributions will be made at the current contribution rate, and that the Township contributions will be made at rates equal to the difference between actuarial determined contribution rates and the member rate. Based upon those assumptions, the fiduciary net position was projected not to be available to make all projected future benefit payments of current plan members.

WAYNE TOWNSHIP

NOTES TO FINANCIAL STATEMENTS (Cont.)

March 31, 2017

7. EMPLOYEE RETIREMENT SYSTEM (Cont.)

Therefore, the long-term expected rate of return on pension plan investments of 7.50% was blended with the index rate of 3.57% for tax-exempt general obligation municipal bond rated AA or better at December 31, 2016, to arrive at a discount rate of 7.50% used to determine the total pension liability.

Changes in the Net Pension Liability

The following table discloses changes in the net pension liability.

	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability
Balances at January 1, 2016	<u>\$ 6,138,502</u>	<u>\$ 5,593,482</u>	<u>\$ 545,020</u>
Changes for the period			
Service cost	127,028	-	127,028
Interest	454,689	-	454,689
Difference between expected and actual experience	(126,420)	-	(126,420)
Changes in assumptions	(7,395)	-	(7,395)
Employer contributions	-	118,755	(118,755)
Employee contributions	-	53,280	(53,280)
Net investment income	-	388,557	(388,557)
Benefit payments and refunds	(262,798)	(262,798)	-
Administrative expense	-	-	-
Other (net transfer)	-	(58,905)	58,905
Net changes	<u>185,104</u>	<u>238,889</u>	<u>(53,785)</u>
Balances at December 31, 2016	<u><u>\$ 6,323,606</u></u>	<u><u>\$ 5,832,371</u></u>	<u><u>\$ 491,235</u></u>

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources

For the year ended December 31, 2016, the Township incurred pension expense of \$194,103. At December 31, 2016, the Township reported deferred outflows of resources and deferred inflows of resources related to IMRF from the following sources.

WAYNE TOWNSHIP

NOTES TO FINANCIAL STATEMENTS (Cont.)

March 31, 2017

7. EMPLOYEE RETIREMENT SYSTEM (Cont.)

Illinois Municipal Retirement Fund (Cont.)

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Difference between expected and actual experience	\$ -	\$ 63,343
Changes in assumptions	1,893	2,026
Net difference between projected and actual earnings on pension plan investments	84,136	-
Employer contributions after the measurement date	<u>-</u>	<u>-</u>
Total	<u>\$ 86,029</u>	<u>\$ 65,369</u>

Amounts reported as deferred outflows of resources and deferred inflows of resources related to IMRF will be recognized in pension expense as follows.

<u>Period Ended December 31</u>	<u>Net Deferred Outflows of Resources</u>
2017	\$ 20,660
2018	25,861
2019	60,283
2020	5,070
2021	-
Thereafter	<u>-</u>
Total	<u>\$ 111,874</u>

WAYNE TOWNSHIP

NOTES TO FINANCIAL STATEMENTS (Cont.)

March 31, 2017

7. EMPLOYEE RETIREMENT SYSTEM (Cont.)

Illinois Municipal Retirement Fund (Cont.)

Discount Rate Sensitivity

The following is a sensitivity analysis of the net pension liability to changes in the discount rate. The table below presents the net pension liability of the Township calculated using the discount rate of 7.50% as well as what the Township's net pension liability would have been if it was calculated using a discount rate that is 1 percentage point lower (6.50%) or 1 percentage point higher (8.50%) than the current rate.

Net Pension Liability:

1% Decrease 6.50% - \$1,295,357;

Rate Assumption 7.50% - \$491,235;

1% Increase 8.50% - (\$168,537).

8. OTHER POSTEMPLOYMENT BENEFITS

The Township has evaluated its potential other postemployment benefits liability. The Township provides continued health insurance coverage at the active employer rate to all eligible employees in accordance with Illinois statutes, which creates an implicit subsidy of retiree health insurance. Former employees who choose to retain their rights to health insurance through the Township are required to pay 100% of the current premium. However, no former employees have chosen to stay in the Township's health insurance plan. Therefore, there has been minimal utilization and, therefore, no material implicit subsidy to calculate in accordance with GASB Statement No. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions*. Additionally, the Township has no former employees for whom the Township was providing an explicit subsidy and no current employees with agreements for future explicit subsidies upon retirement. Therefore, the Township has not recorded any postemployment benefit liability as of March 31, 2017.

WAYNE TOWNSHIP

NOTES TO FINANCIAL STATEMENTS (Cont.)

March 31, 2017

9. SUBSEQUENT EVENTS

The Township has evaluated subsequent events through September 7, 2017, the date on which the financial statements were available to be issued.

WAYNE TOWNSHIP
TOWN FUND

**SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
MODIFIED CASH BASIS**

For the Year Ended March 31, 2017

	Original and Final Budget	Actual
Revenues		
Taxes		
Property taxes	\$ 1,395,282	\$ 1,399,196
Rental	7,200	4,839
Subsidized taxi	3,500	3,398
Investment income	1,500	2,509
Miscellaneous	4,800	4,955
	<hr/>	<hr/>
Total revenues	1,412,282	1,414,897
	<hr/>	<hr/>
Expenditures		
Assessor's office	445,000	445,330
Administration	784,400	661,274
Senior services	169,050	156,933
Facility management	297,500	422,712
	<hr/>	<hr/>
Total expenditures	1,695,950	1,686,249
	<hr/>	<hr/>
Excess (Deficiency) of Revenues over Expenditures	(283,668)	(271,352)
Other Financing Sources		
Proceeds of loan	400,000	400,000
	<hr/>	<hr/>
Net Change in Fund Balance	<u>\$ 116,332</u>	128,648
Fund Balance - April 1		<u>226,496</u>
Fund Balance - March 31		<u><u>\$ 355,144</u></u>

See independent auditor's report.

WAYNE TOWNSHIP
PERMANENT HARD ROAD FUND

**SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
MODIFIED CASH BASIS**

For the Year Ended March 31, 2017

	Original and Final Budget	Actual
Revenues		
Property taxes	\$ 1,157,717	\$ 1,112,618
State capital program grant	150,000	-
Wayne Center governmental agreement	50,000	50,000
Investment income	3,000	2,618
Other income	100	22,049
	<hr/>	<hr/>
Total revenues	1,360,817	1,187,285
	<hr/>	<hr/>
Expenditures		
Highways and streets	1,655,000	1,187,050
	<hr/>	<hr/>
Total expenditures	1,655,000	1,187,050
	<hr/>	<hr/>
Net Change in Fund Balance	\$ (294,183)	235
	<hr/>	<hr/>
Fund Balance - April 1		552,474
		<hr/>
Fund Balance - March 31		\$ 552,709
		<hr/>

See independent auditor's report.

WAYNE TOWNSHIP
MOTOR FUEL TAX FUND

**SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE
MODIFIED CASH BASIS**

For the Year Ended March 31, 2017

	<u>Actual</u>
Revenues	
Motor fuel tax allotments	\$ 45,879
Investment income	<u>148</u>
Total revenues	46,027
Expenditures	<u>250,000</u>
Net Change in Fund Balance	(203,973)
Fund Balance - April 1	<u>260,031</u>
Fund Balance - March 31	<u><u>\$ 56,058</u></u>

See independent auditor's report.

WAYNE TOWNSHIP

SCHEDULE OF CHANGES IN THE EMPLOYER'S NET PENSION LIABILITY AND RELATED RATIOS

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Total Pension Liability										
Service cost	\$ 126,472	127,028	-	-	-	-	-	-	-	-
Interest	439,899	454,689	-	-	-	-	-	-	-	-
Changes of benefit terms	-	-	-	-	-	-	-	-	-	-
Differences between expected and actual experience	(109,294)	(126,420)	-	-	-	-	-	-	-	-
Changes in assumptions	7,207	(7,395)	-	-	-	-	-	-	-	-
Benefit payments & refunds	(255,725)	(262,798)	-	-	-	-	-	-	-	-
Net Change in Total Pension Liability	208,559	185,104	-	-	-	-	-	-	-	-
Total Pension Liability - Beginning	5,929,943	6,138,502	-	-	-	-	-	-	-	-
Total Pension Liability - Ending	6,138,502	6,323,606	-	-	-	-	-	-	-	-
Plan Fiduciary Net Position										
Contributions - employer	125,740	118,755	-	-	-	-	-	-	-	-
Contributions - member	52,733	53,280	-	-	-	-	-	-	-	-
Net investment income	28,493	388,557	-	-	-	-	-	-	-	-
Benefit payments & refunds	(255,725)	(262,798)	-	-	-	-	-	-	-	-
Other	(94,993)	(58,905)	-	-	-	-	-	-	-	-
Net Change in Plan Fiduciary Net Position	(143,752)	238,889	-	-	-	-	-	-	-	-
Plan Net Position - Beginning	5,737,234	5,593,482	-	-	-	-	-	-	-	-
Plan Net Position - Ending	5,593,482	5,832,371	-	-	-	-	-	-	-	-
Net Pension Liability - Ending	\$ 545,020	491,235	-	-	-	-	-	-	-	-
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	91.12%	92.23%								
Covered - Employee Payroll	\$ 1,171,856	\$ 1,183,990								
Net Pension Liability as a Percentage of Covered - Employee Payroll	46.51%	41.49%								

See independent auditor's report.

WAYNE TOWNSHIP

SCHEDULE OF EMPLOYER CONTRIBUTIONS

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Actuarially Determined Contribution	\$ 125,740	118,754	-	-	-	-	-	-	-	-
Contribution in Relation to the Actuarially Determined Contribution	125,740	118,755	-	-	-	-	-	-	-	-
Contribution Deficiency (Excess)	-	(1)	-	-	-	-	-	-	-	-

Covered - Employee Payroll \$ 1,171,856 \$ 1,183,990

Contribution as a Percentage of Covered - Employee Payroll 10.73% 10.03%

Notes
Valuation date Actuarially determined contribution rates are calculated as of January 1 of the prior fiscal year

Methods and assumptions used to determine contribution rates

Actuarial cost method	Entry-age normal
Amortization Period	Level percentage of pay; closed
Remaining amortization period	27 years
Asset valuation method	Market
Inflation	2.75%
Salary increases	3.75%
Investment rate of return	7.50%
Retirement age	50-70
Mortality	RP 2000 CHBCA

WAYNE TOWNSHIP

NOTES TO OTHER INFORMATION

March 31, 2017

Budgets are adopted on a basis consistent with GAAP. Annual appropriated budgets are adopted (at the fund level) for the general (town) and special revenue funds. The annual appropriated budget is legally enacted and provides for a legal level of control at the fund level. All annual appropriations lapse at fiscal year end.

The Combined Budget and Appropriations Ordinance is prepared in tentative form by the Township Supervisor, and is made available for public inspection thirty days prior to final Board action. A public hearing is held to obtain taxpayer comments.

Prior to July 1 the Combined Budget and Appropriation Ordinance is enacted.

The Board of Trustees may:

Amend the Ordinance in the same manner as its original enactment.

Transfer between items of any fund not exceeding in the aggregate ten percent (10%) of the total amount appropriated in such fund.

After six months of the fiscal year, by two-thirds vote, transfer any appropriation item it anticipates to be unexpended to any other appropriation item.

Expenditures may not legally exceed budgeted appropriations at the fund level. During the year, no funds exceeded the legal level of control.

WAYNE TOWNSHIP
TOWN FUND

DETAILED SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL
MODIFIED CASH BASIS

For the Year Ended March 31, 2017

	Original and Final Budget	Actual
Assessor's Office		
Salaries	\$ 398,100	\$ 393,037
Appraisal/computer consulting	2,500	2,425
Training	2,500	2,415
Travel	1,800	1,541
Telephone	2,700	2,662
Dues and subscriptions	4,000	3,964
Printing	500	430
Maintenance - equipment	500	-
Legal	3,000	2,910
Postage	400	302
Office supplies	1,900	1,428
Books and learning	100	-
Internet website	9,400	9,211
Copier and printer supplies	4,500	4,468
Software	8,500	8,344
Computer network system	8,600	8,448
Miscellaneous	500	317
Equipment purchase	3,500	3,428
Total assessor's office	453,000	445,330
Administration		
Salaries	340,000	329,459
Health/life insurance	144,900	124,380
Health reimbursement premium	22,500	13,309
Training	1,800	405
Travel	2,000	1,120
Telephone	5,500	3,645
Dues and subscriptions	1,600	1,382
Printing	14,000	5,135
Publications	1,800	964
Duplications and transcripts	500	231
Computer	10,000	2,634
Equipment maintenance	1,500	-
Legal services	30,000	24,560
Banking fees	150	42
Mosquito abatement	73,000	72,900
Bus program	24,500	15,413
Taxi program	7,000	7,000
Postage	15,000	4,976
Office supplies	1,200	864
Copier supplies	600	600
Equipment purchases	3,000	514
Miscellaneous	1,500	520
Weed control	1,000	100
Cemetery maintenance	3,000	-
Wayne/Winfield youth services	50,000	50,000
Community service	5,000	1,121
Contingency	10,000	-
Total administration	\$ 771,050	\$ 661,274

See independent auditor's report.

WAYNE TOWNSHIP
TOWN FUND

DETAILED SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL
MODIFIED CASH BASIS

For the Year Ended March 31, 2017

	Original and Final Budget	Actual
Senior Services		
Salaries	\$ 128,800	\$ 118,978
Training	500	65
Travel	1,000	32
Telephone	2,500	2,367
Dues and subscriptions	250	-
Christmas party	3,200	3,200
Programs	4,500	3,600
Wellness programs	10,200	10,135
Printing and newsletter	1,300	1,244
Creativity classes	1,700	1,700
Postage	1,000	939
Office supplies	1,200	1,196
Craft supplies	1,500	985
Program supplies	2,000	1,630
Nutrition	5,800	5,694
Volunteer appreciation	4,000	3,978
Miscellaneous	200	190
Equipment purchase	1,000	1,000
Total senior services	<u>170,650</u>	<u>156,933</u>
Facility Management		
Utilities	25,000	15,132
Property taxes	2,000	695
Janitorial	10,500	10,404
Contractual services	12,000	7,381
Ground maintenance	1,000	-
Facility repairs and maintenance	20,000	14,924
Supplies	3,600	3,560
Safety equipment supplies	500	-
Facility permanent improvements	400,000	338,276
Principal and interest/loan	45,000	32,340
Parking lot	5,000	-
Miscellaneous	500	-
Total public facility management	<u>525,100</u>	<u>422,712</u>
Total expenditures	<u>\$ 1,919,800</u>	<u>\$ 1,686,249</u>

See independent auditor's report.

WAYNE TOWNSHIP
PERMANENT HARD ROAD FUND

DETAILED SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL
MODIFIED CASH BASIS

For the Year Ended March 31, 2017

	Original and Final Budget	Actual
Highways and Streets		
Personnel	\$ 325,000	\$ 307,767
Employee health/life insurance	75,000	47,723
Maintenance - roads	300,000	216,656
Engineering services	80,000	72,400
Street lights	10,000	8,256
Brush pickup	115,000	92,317
Maintenance - culverts	75,000	18,482
Maintenance- supplies	5,000	3,576
Operating supplies - salt	60,000	36,266
Operating supplies - gravel	20,000	5,903
West Branch Trail	200,000	93,933
Wayne Center Flood Control Project	300,000	263,535
Road safety	20,000	8,723
Tree care and removal	10,000	4,125
Miscellaneous	10,000	7,388
Contingency - continuing expenses	25,000	-
Contingency - special projects	25,000	-
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Total highways and streets	\$ 1,655,000	\$ 1,187,050

See independent auditor's report.

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WAYNE TOWNSHIP
NONMAJOR GOVERNMENTAL FUNDS

COMBINING BALANCE SHEET
MODIFIED CASH BASIS

March 31, 2017

	Special Revenue - Town							
	General Assistance	Police District	Town Social Security	Illinois Municipal Retirement	Town Insurance	Audit	Cemetery	Senior Escrow
ASSETS								
Cash and investments	\$ 153,594	\$ 48,002	\$ 30,280	\$ 87,015	\$ 48,761	\$ 3,962	\$ 36,250	\$ 31,216
Prepays	157	-	-	-	-	-	-	-
Total assets	153,751	48,002	30,280	87,015	48,761	3,962	36,250	31,216
LIABILITIES AND FUND BALANCES								
Liabilities	-	-	-	-	-	-	-	-
Culvert bond deposits	-	-	-	-	-	-	-	-
Total liabilities	-	-	-	-	-	-	-	-
Fund Balances								
Restricted								
Special revenue funds	153,751	48,002	-	-	48,761	3,962	36,250	31,216
Retirement	-	-	30,280	87,015	-	-	-	-
Total fund balances	153,751	48,002	30,280	87,015	48,761	3,962	36,250	31,216
Total liabilities and fund balances	\$ 153,751	\$ 48,002	\$ 30,280	\$ 87,015	\$ 48,761	\$ 3,962	\$ 36,250	\$ 31,216

See independent auditor's report.

WAYNE TOWNSHIP
NONMAJOR GOVERNMENTAL FUNDS

COMBINING BALANCE SHEET
MODIFIED CASH BASIS

March 31, 2017

	Special Revenue - Road							Total
	Road and Bridge	Building and Equipment	Road Social Security	Illinois Municipal Retirement	Road Insurance	Road Culvert		
ASSETS								
Cash and investments	\$ 498,724	\$ 299,677	\$ 36,157	\$ 54,448	\$ 34,755	\$ 134,245	\$	1,497,086
Prepays								157
Total assets	498,724	299,677	36,157	54,448	34,755	134,245		1,497,243
LIABILITIES AND FUND BALANCES								
Liabilities								
Culvert bond deposits	-	-	-	-	-	122,950		122,950
Total liabilities	-	-	-	-	-	122,950		122,950
Fund Balances								
Restricted								
Special revenue funds	498,724	299,677	-	-	34,755	11,295		1,166,393
Retirement	-	-	36,157	54,448	-	-		207,900
Total fund balances	498,724	299,677	36,157	54,448	34,755	11,295		1,374,293
Total liabilities and fund balances	\$ 498,724	\$ 299,677	\$ 36,157	\$ 54,448	\$ 34,755	\$ 134,245	\$	1,497,243

See independent auditor's report.

WAYNE TOWNSHIP
NONMAJOR GOVERNMENTAL FUNDS

COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
MODIFIED CASH BASIS

For the Year Ended March 31, 2017

	General Assistance	Police District	Town Social Security	Special Revenue - Town					Audit	Cemetery	Senior Escrow
				Illinois Municipal Retirement	Town Insurance	Town					
Revenues											
Taxes											
Property taxes	\$ 146,663	\$ 115,131	\$ 79,232	\$ 28,652	\$ 38,770	\$ 5,057	\$ -	\$ -			
Replacement taxes	-	-	-	49,859	-	-	-	-			
Tickets and fines	-	-	-	-	-	-	-	-			
Senior programs and activities	-	-	-	-	-	-	-	-			140,195
Investment income	379	277	187	393	191	17	33	27			
Miscellaneous	-	-	-	-	3,107	-	4,250	-			
Total revenues	147,042	115,408	79,419	78,904	42,068	5,074	4,283	140,222			
Expenditures											
Current											
General government	-	-	75,529	93,213	44,940	6,419	3,220	181,483			
Public safety	-	106,585	-	-	-	-	-	-			
Public buildings	-	-	-	-	-	-	-	-			
Highways and streets	-	-	-	-	-	-	-	-			
Public assistance	146,104	-	-	-	-	-	-	-			
Total expenditures	146,104	106,585	75,529	93,213	44,940	6,419	3,220	181,483			
Net Change in Fund Balances	938	8,823	3,890	(14,309)	(2,872)	(1,345)	1,063	(41,261)			
Fund Balances - April 1	152,813	39,179	26,390	101,324	51,633	5,307	35,187	72,477			
Fund Balances - March 31	\$ 153,751	\$ 48,002	\$ 30,280	\$ 87,015	\$ 48,761	\$ 3,962	\$ 36,250	\$ 31,216			

See independent auditor's report.

WAYNE TOWNSHIP
NONMAJOR GOVERNMENTAL FUNDS

COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
MODIFIED CASH BASIS

For the Year Ended March 31, 2017

	Special Revenue - Road						Total
	Road and Bridge	Building and Equipment	Road Social Security	Illinois Municipal Retirement	Road Insurance	Road Culvert	
Revenues							
Taxes							
Property taxes	\$ 5,529	\$ 241,072	\$ 10,114	\$ 8,425	\$ 33,711	\$ -	\$ 712,356
Replacement taxes	68,678	-	-	-	-	-	118,537
Tickets and fines	8,192	-	-	-	-	-	8,192
Senior programs and activities	-	-	-	-	-	-	140,195
Investment income	1,676	1,246	178	269	276	105	5,254
Miscellaneous	7	-	-	-	2,042	-	9,406
Total revenues	84,082	242,318	10,292	8,694	36,029	105	993,940
Expenditures							
Current							
General government	-	-	19,513	25,697	64,802	-	514,816
Public safety	-	-	-	-	-	-	106,585
Public buildings	-	202,632	-	-	-	-	202,632
Highways and streets	32,471	-	-	-	-	-	32,471
Public assistance	-	-	-	-	-	-	146,104
Total expenditures	32,471	202,632	19,513	25,697	64,802	-	1,002,608
Net Change in Fund Balances	51,611	39,686	(9,221)	(17,003)	(28,773)	105	(8,668)
Fund Balances - April 1	447,113	259,991	45,378	71,451	63,528	11,190	1,382,961
Fund Balances - March 31	\$ 498,724	\$ 299,677	\$ 36,157	\$ 54,448	\$ 34,755	\$ 11,295	\$ 1,374,293

See independent auditor's report

WAYNE TOWNSHIP
GENERAL ASSISTANCE FUND

SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
MODIFIED CASH BASIS

For the Year Ended March 31, 2017

	Original and Final Budget	Actual
Revenues		
Taxes		
Property taxes	\$ 150,000	\$ 146,663
Investment income	900	379
Total revenues	150,900	147,042
Expenditures		
Home relief		
Travel	500	300
Utilities	10,000	7,850
Shelter	8,000	3,776
Transient	500	-
Funeral and burial	500	-
Other medical services	5,000	2,000
Veterans support	1,000	-
Special service	1,000	1,000
Legal	1,000	1,000
Child abuse center	1,000	1,000
Food	1,500	750
Food pantry	17,500	6,999
Clothing	500	-
Personal incidentals	100	-
Project backpack/school supplies	1,000	201
Easter	1,300	804
Thanksgiving	2,000	2,000
Christmas	2,500	2,100
Flat grant	6,000	-
Miscellaneous	1,000	-
Contingency	1,000	-
Total home relief	\$ 62,900	\$ 29,780

See independent auditor's report.

WAYNE TOWNSHIP
GENERAL ASSISTANCE FUND

SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
MODIFIED CASH BASIS

For the Year Ended March 31, 2017

	Original and Final Budget	Actual
Expenditures		
Administration		
Salaries	\$ 125,000	\$ 108,802
Training	750	-
Travel	1,000	298
Telephone	1,700	1,556
Storage rental	2,500	1,020
Dues and subscriptions	200	90
Printing and publications	400	-
Computer support	2,000	1,209
Maintenance - equipment	800	120
Postage	450	450
Office supplies	500	17
Equipment purchases	1,500	292
Volunteer appreciation	2,000	864
Miscellaneous	300	192
Contingency	1,000	-
Vehicle maintenance	4,000	1,414
Total administration	<u>144,100</u>	<u>116,324</u>
Total expenditures	<u>207,000</u>	<u>146,104</u>
Net Change in Fund Balance	<u>\$ (56,100)</u>	938
Fund Balance - April 1		<u>152,813</u>
Fund Balance - March 31		<u>\$ 153,751</u>

See independent auditor's report.

**WAYNE TOWNSHIP
POLICE DISTRICT FUND**

**SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
MODIFIED CASH BASIS**

For the Year Ended March 31, 2017

	Original and Final Budget	Actual
Revenues		
Taxes		
Property taxes	\$ 112,214	\$ 115,131
Investment income	500	277
Total revenues	<u>112,714</u>	<u>115,408</u>
Expenditures		
Public safety		
Police service	107,000	106,228
Miscellaneous	1,000	-
Telephone	600	357
Contingency	1,000	-
Total expenditures	<u>109,600</u>	<u>106,585</u>
Net Change in Fund Balance	<u>\$ 3,114</u>	8,823
Fund Balance - April 1		<u>39,179</u>
Fund Balance - March 31		<u>\$ 48,002</u>

See independent auditor's report.

WAYNE TOWNSHIP
TOWN SOCIAL SECURITY FUND

SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
MODIFIED CASH BASIS

For the Year Ended March 31, 2017

	Original and Final Budget	Actual
Revenues		
Taxes		
Property taxes	\$ 80,000	\$ 79,232
Investment income	100	187
Total revenues	<u>80,100</u>	<u>79,419</u>
Expenditures		
General government		
Social security taxes	78,000	75,529
Miscellaneous	2,000	-
Total expenditures	<u>80,000</u>	<u>75,529</u>
Net Change in Fund Balance	<u><u>\$ 100</u></u>	3,890
Fund Balance - April		<u>26,390</u>
Fund Balance - March 31		<u><u>\$ 30,280</u></u>

See independent auditor's report.

WAYNE TOWNSHIP
TOWN ILLINOIS MUNICIPAL RETIREMENT FUND

**SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
MODIFIED CASH BASIS**

For the Year Ended March 31, 2017

	Original and Final Budget	Actual
Revenues		
Taxes		
Property taxes	\$ 30,025	\$ 28,652
Replacement tax	40,000	49,859
Investment income	500	393
Total revenues	<u>70,525</u>	<u>78,904</u>
Expenditures		
General government		
Retirement contributions	115,000	93,213
Miscellaneous	100	-
Total expenditures	<u>115,100</u>	<u>93,213</u>
Net Change in Fund Balance	<u><u>\$ (44,575)</u></u>	(14,309)
Fund Balance - April 1		<u>101,324</u>
Fund Balance - March 31		<u><u>\$ 87,015</u></u>

See independent auditor's report.

**WAYNE TOWNSHIP
TOWN INSURANCE FUND**

**SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
MODIFIED CASH BASIS**

For the Year Ended March 31, 2017

	Original and Final Budget	Actual
Revenues		
Taxes		
Property taxes	\$ 40,025	\$ 38,770
Investment income	500	191
Other/reimbursements	3,100	3,107
Total revenues	<u>43,625</u>	<u>42,068</u>
Expenditures		
General government		
Unemployment insurance	10,000	-
Workers' compensation	40,000	28,775
General insurance	35,000	15,650
Miscellaneous	3,000	515
Total expenditures	<u>88,000</u>	<u>44,940</u>
Net Change in Fund Balance	<u><u>\$ (44,375)</u></u>	(2,872)
Fund Balance - April 1		<u>51,633</u>
Fund Balance - March 31		<u><u>\$ 48,761</u></u>

See independent auditor's report.

**WAYNE TOWNSHIP
AUDIT FUND**

**SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
MODIFIED CASH BASIS**

For the Year Ended March 31, 2017

	Original and Final Budget	Actual
Revenues		
Taxes		
Property taxes	\$ 5,000	\$ 5,057
Investment income	20	17
Total revenues	<u>5,020</u>	<u>5,074</u>
Expenditures		
General government		
Audit fees	<u>8,500</u>	<u>6,419</u>
Total expenditures	<u>8,500</u>	<u>6,419</u>
Net Change in Fund Balance	<u><u>\$ (3,480)</u></u>	(1,345)
Fund Balance - April 1		<u>5,307</u>
Fund Balance - March 31		<u><u>\$ 3,962</u></u>

See independent auditor's report.

**WAYNE TOWNSHIP
CEMETERY FUND**

**SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE
MODIFIED CASH BASIS**

For the Year Ended March 31, 2017

	<u>Actual</u>
Revenues	
Grave openings and lot sales	\$ 4,250
Investment income	<u>33</u>
Total revenues	<u>4,283</u>
Expenditures	
General government	
Landscaping	<u>3,220</u>
Total expenditures	<u>3,220</u>
Net Change in Fund Balance	1,063
Fund Balance - April 1+A6	<u>35,187</u>
Fund Balance - March 31	<u><u>\$ 36,250</u></u>

See independent auditor's report.

WAYNE TOWNSHIP
SENIOR ESCROW FUND

**SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE
MODIFIED CASH BASIS**

For the Year Ended March 31, 2017

	<u>Actual</u>
Revenues	
Senior programs and activities	
Day trips	\$ 86,017
Casino trips	11,554
Lunch trips	8,638
Extended trips	19,122
Senior center activities	14,864
Total	<u>140,195</u>
Investment income	<u>27</u>
 Total revenues	 <u>140,222</u>
 Expenditures	
General government	
Senior programs and activities	
Day trips	125,844
Casino trips	10,812
Lunch trips	10,189
Extended trips	22,959
Senior center activities	11,679
Total expenditures	<u>181,483</u>
 Net Change in Fund Balance	 (41,261)
 Fund Balance - April 1	 <u>72,477</u>
 Fund Balance - March 31	 <u><u>\$ 31,216</u></u>

See independent auditor's report.

WAYNE TOWNSHIP
ROAD AND BRIDGE FUND

SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
MODIFIED CASH BASIS

For the Year Ended March 31, 2017

	Original and Final Budget	Actual
Revenues		
Taxes		
Property taxes	\$ 10,010	\$ 5,529
Replacement tax	40,000	68,678
Tickets and fines	5,000	8,192
Investment income	800	1,676
Other income	50	7
	<hr/>	<hr/>
Total revenues	55,860	84,082
	<hr/>	<hr/>
Expenditures		
Administration		
Training	600	480
Travel	1,000	456
Telephone	6,000	3,474
Dues and subscriptions	1,000	355
Data processing	3,000	543
Printing	6,000	4,350
Publications	500	100
Legal	20,000	4,522
Audit	4,000	3,375
Postage	3,000	2,429
Office supplies	2,500	645
Miscellaneous	5,000	2,593
Replacement tax distributions	14,000	9,149
Contingency	5,000	-
	<hr/>	<hr/>
Total expenditures	71,600	32,471
	<hr/>	<hr/>
Net Change in Fund Balance	<u>\$ (15,740)</u>	51,611
Fund Balance - April 1		<hr/> 447,113
Fund Balance - March 31		<u><u>\$ 498,724</u></u>

See independent auditor's report.

WAYNE TOWNSHIP
BUILDING AND EQUIPMENT FUND

SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
MODIFIED CASH BASIS

For the Year Ended March 31, 2017

	Original and Final Budget	Actual
Revenues		
Taxes		
Property taxes	\$ 250,010	\$ 241,072
Investment income	750	1,246
Other income	100	-
Total revenues	<u>250,860</u>	<u>242,318</u>
Expenditures		
Public buildings and equipment		
Utilities - shop	8,000	5,536
Building maintenance	10,000	6,529
Equipment rental	5,000	2,218
Vehicle maintenance	40,000	27,752
Equipment maintenance	10,000	8,443
Disposal	2,500	899
Fuel and oil	30,000	13,902
Operating supplies	3,500	2,316
Contingency - continuing expenses	20,000	-
Total	<u>129,000</u>	<u>67,595</u>
Capital outlay		
Equipment	50,000	31,797
Physical plant	8,000	6,077
Vehicles	125,000	97,163
Total	<u>183,000</u>	<u>135,037</u>
Total expenditures	<u>312,000</u>	<u>202,632</u>
Net Change in Fund Balance	<u>\$ (61,140)</u>	39,686
Fund Balance - April 1		<u>259,991</u>
Fund Balance - March 31		<u>\$ 299,677</u>

See independent auditor's report.

WAYNE TOWNSHIP
ROAD SOCIAL SECURITY FUND

SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
MODIFIED CASH BASIS

For the Year Ended March 31, 2017

	Original and Final Budget	Actual
Revenues		
Taxes		
Property taxes	\$ 10,010	\$ 10,114
Investment income	100	178
Total revenues	<u>10,110</u>	<u>10,292</u>
Expenditures		
General government		
Social security taxes	25,000	19,513
Contingency	2,000	-
Total expenditures	<u>27,000</u>	<u>19,513</u>
Net Change in Fund Balance	<u>\$ (16,890)</u>	(9,221)
Fund Balance - April 1		<u>45,378</u>
Fund Balance - March 31		<u>\$ 36,157</u>

See independent auditor's report.

WAYNE TOWNSHIP
ROAD ILLINOIS MUNICIPAL RETIREMENT FUND

**SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
MODIFIED CASH BASIS**

For the Year Ended March 31, 2017

	Original and Final Budget	Actual
Revenues		
Taxes		
Property taxes	\$ 10,010	\$ 8,425
Investment income	150	269
Total revenues	<u>10,160</u>	<u>8,694</u>
Expenditures		
General government		
Retirement contributions	40,000	25,697
Contingency	3,000	-
Total expenditures	<u>43,000</u>	<u>25,697</u>
Net Change in Fund Balance	<u>\$ (32,840)</u>	(17,003)
Fund Balance - April 1		<u>71,451</u>
Fund Balance - March 31		<u>\$ 54,448</u>

See independent auditor's report.

WAYNE TOWNSHIP
ROAD INSURANCE FUND

SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
MODIFIED CASH BASIS

For the Year Ended March 31, 2017

	Original and Final Budget	Actual
Revenues		
Taxes		
Property taxes	\$ 35,010	\$ 33,711
Investment income	100	276
Other income	500	2,042
Total revenues	<u>35,610</u>	<u>36,029</u>
Expenditures		
General government		
General insurance	45,000	36,940
Workers' compensation	30,000	21,137
Unemployment contribution	8,000	6,725
Contingency	2,000	-
Total expenditures	<u>85,000</u>	<u>64,802</u>
Net Change in Fund Balance	<u>\$ (49,390)</u>	(28,773)
Fund Balance - April 1		<u>63,528</u>
Fund Balance - March 31		<u>\$ 34,755</u>

See independent auditor's report.

**WAYNE TOWNSHIP
ROAD CULVERT FUND**

**SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
MODIFIED CASH BASIS**

For the Year Ended March 31, 2017

	Original and Final Budget	Actual
Revenues		
Investment income	\$ -	\$ 105
Total revenues	-	105
Expenditures		
General government		
Miscellaneous	-	-
Total expenditures	-	-
Net Change in Fund Balance	<u>\$ -</u>	105
Fund Balance - April 1		<u>11,190</u>
Fund Balance - March 31		<u>\$ 11,295</u>

See independent auditor's report.