

WAYNE TOWNSHIP

West Chicago, Illinois

ANNUAL FINANCIAL REPORT

For the Year Ended
March 31, 2018

WAYNE TOWNSHIP

TABLE OF CONTENTS March 31, 2018

	<u>Page(s)</u>
INTRODUCTORY SECTION	
Principal Officials	i
FINANCIAL SECTION	
INDEPENDENT AUDITOR'S REPORT	1-3
GENERAL PURPOSE EXTERNAL FINANCIAL STATEMENTS	
Basic Financial Statements	
Government-Wide Financial Statements	
Statement of Net Position – Modified Cash Basis	4
Statement of Activities – Modified Cash Basis.....	5
Fund Financial Statements	
Governmental Funds	
Balance Sheet – Modified Cash Basis	6
Reconciliation of Fund Balances of the Governmental Funds to the Governmental Activities in the Statement of Net Position.....	7
Statement of Revenues, Expenditures, and Changes in Fund Balances - Modified Cash Basis.....	8
Reconciliation of the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances to the Governmental Activities in the Statement of Activities.....	9
Notes to Financial Statements	10-25
Other Information	
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual – Modified Cash Basis	
Town Fund.....	26
Permanent Hard Road Fund.....	27
Motor Fuel Tax Fund (Actual Only).....	28
Illinois Municipal Retirement Fund	
Schedule of Changes in the Employer's Net Pension Liability and Related Ratios.....	29
Schedule of Employer Contributions.....	30
Notes to Other Information	31

WAYNE TOWNSHIP

TABLE OF CONTENTS (Continued) March 31, 2018

	<u>Page(s)</u>
FINANCIAL SECTION (Continued)	
COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS AND SCHEDULES	
MAJOR GOVERNMENTAL FUNDS	
Schedule of Detailed Expenditures - Budget and Actual – Modified Cash Basis	
Town Fund	32-33
Permanent Hard Road Fund.....	34
NONMAJOR GOVERNMENTAL FUNDS	
Combining Balance Sheet – Modified Cash Basis	35-36
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances – Modified Cash Basis.....	37-38
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual – Modified Cash Basis	
General Assistance Fund.....	39-40
Police District Fund.....	41
Town Social Security Fund.....	42
Town Illinois Municipal Retirement Fund.....	43
Town Insurance	44
Audit Fund.....	45
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual – Modified Cash Basis	
Cemetery Fund (Actual Only).....	46
Senior Escrow Fund (Actual Only)	47
Road and Bridge Fund.....	48
Building and Equipment Fund.....	49
Road Social Security Fund.....	50
Road Illinois Municipal Retirement Fund.....	51
Road Insurance Fund.....	52
Road Culvert Fund.....	53

WAYNE TOWNSHIP
PRINCIPAL OFFICIALS

March 31, 2018

Supervisor

Randy Ramey

Trustees

Daniel Brinkman
Tom Feltes
Jackie Hayden
Nic Zito

Clerk

Brandi Fike Ramundo

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, 2018, 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, 2018 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.

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.

Karron LLC

Naperville, Illinois

August 30, 2018

WAYNE TOWNSHIP

**STATEMENT OF NET POSITION
MODIFIED CASH BASIS**

March 31, 2018

	<u>Governmental Activities</u>
ASSETS	
Cash and investments	\$ 2,567,510
Funds held by county - MFT	99,644
Prepays	6
Capital assets	
Nondepreciable	665,724
Depreciable (net of accumulated depreciation)	<u>17,558,567</u>
Total assets	<u>20,891,451</u>
LIABILITIES	
Payroll deductions payable	1,159
Culvert bond deposits	138,650
Installment contract payable	<u>318,281</u>
Total liabilities	<u>458,090</u>
NET POSITION	
Invested in capital assets (net of related debt)	17,906,010
Restricted	
Special revenue funds	2,003,830
Retirement	172,300
Unrestricted	<u>351,221</u>
Total net position	<u><u>\$ 20,433,361</u></u>

See accompanying notes to financial statements.

WAYNE TOWNSHIP

STATEMENT OF ACTIVITIES MODIFIED CASH BASIS

For the Year Ended March 31, 2018

FUNCTIONS/PROGRAMS					Net (Expense)
					Revenue and
					Change in
					Net Assets
					Primary
					Government
					Governmental
					Activities
	Expenses	Charges for Services	Operating Grants	Capital Grants	
PRIMARY GOVERNMENT					
Governmental Activities					
General government	\$ 1,938,184	\$ 172,042	\$ -	\$ -	\$ (1,766,142)
Public safety	111,279	-	-	-	(111,279)
Public buildings	217,367	-	-	-	(217,367)
Highways and streets	1,446,151	-	-	-	(1,446,151)
Public assistance	156,350	-	-	-	(156,350)
Total governmental activities	3,869,331	172,042	-	-	(3,697,289)
Total primary government	\$ 3,869,331	\$ 172,042	\$ -	\$ -	(3,697,289)
General Revenues					
Taxes					
Property					
Replacement					
Motor fuel					
Investment income					
Miscellaneous					
Total					
Change in Net Position					
Net Position - April 1					
Net Position - March 31					

See accompanying notes to financial statements.

WAYNE TOWNSHIP
GOVERNMENTAL FUNDS

BALANCE SHEET
MODIFIED CASH BASIS

March 31, 2018

	Town	Permanent Hard Road	Motor Fuel Tax	Nonmajor	Total
ASSETS					
Cash and investments	\$ 351,952	\$ 762,223	\$ -	\$ 1,453,335	\$ 2,567,510
Due from county	-	-	99,644	-	99,644
Prepays	-	-	-	6	6
Total assets	351,952	762,223	99,644	1,453,341	2,667,160
LIABILITIES AND FUND BALANCES					
Liabilities					
Other liabilities	731	(56)	-	484	1,159
Culvert bond deposits	-	-	-	138,650	138,650
Total liabilities	731	(56)	-	139,134	139,809
Fund Balances					
Restricted					
Special revenue funds	-	762,279	99,644	1,141,907	2,003,830
Retirement	-	-	-	172,300	172,300
Unrestricted					
Unassigned	351,221	-	-	-	351,221
Total fund balances	351,221	762,279	99,644	1,314,207	2,527,351
Total liabilities and fundbalances	\$ 351,952	\$ 762,223	\$ 99,644	\$ 1,453,341	\$ 2,667,160

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, 2018

Fund Balances of Governmental Funds	\$ 2,527,351
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.	18,224,291
Long-term liabilities are not due and payable in the current period and, therefore, are not reported in governmental funds:	
Installment contracts payable	<u>(318,281)</u>
Net Position of Governmental Activities	<u>\$ 20,433,361</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, 2018

	Town	Permanent Hard Road	Motor Fuel Tax	Nonmajor	Total
Revenues					
Taxes					
Property	\$ 1,431,396	\$ 1,111,554	\$ -	\$ 712,244	\$ 3,255,194
Replacement	-	-	-	99,430	99,430
Rental	-	-	-	-	-
Subsidized taxi	4,218	-	-	-	4,218
Tickets and fines	-	-	-	6,704	6,704
Motor fuel tax allotments	-	-	43,131	-	43,131
Senior programs and activities	-	-	-	161,120	161,120
Investment income	2,748	3,944	455	5,562	12,709
Miscellaneous	29,816	4,474	-	8,484	42,774
Total revenues	1,468,178	1,119,972	43,586	993,544	3,625,280
Expenditures					
Current					
General government	1,472,101	-	-	500,781	1,972,882
Public safety	-	-	-	111,279	111,279
Public buildings	-	-	-	202,021	202,021
Highways and streets	-	910,402	-	83,199	993,601
Public assistance	-	-	-	156,350	156,350
Total expenditures	1,472,101	910,402	-	1,053,630	3,436,133
Net Change in Fund Balances	(3,923)	209,570	43,586	(60,086)	189,147
Fund Balances - April 1	355,144	552,709	56,058	1,374,293	2,338,204
Fund Balances - March 31	\$ 351,221	\$ 762,279	\$ 99,644	\$ 1,314,207	\$ 2,527,351

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, 2018

Net Change in Fund Balances -	
Total Governmental Funds	\$ 189,147
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	
Additions	16,585
Disposals	(31,931)
Repayments of installment contracts principal are reported as reductions of liabilities in the statement of position	102,240
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>(520,092)</u>
Change in Net Position of Governmental Activities	<u>\$ (244,051)</u>

See accompanying notes to financial statements.

WAYNE TOWNSHIP

NOTES TO FINANCIAL STATEMENTS

March 31, 2018

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, 2018

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, 2018

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, 2018

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, 2018

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, 2018

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, 2018 are considered deposits with financial institutions.

3. PROPERTY TAXES

Property taxes for 2017 attached as an enforceable lien on January 1, 2017 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, 2018 and July 1, 2018 and are payable in two installments, on or about June 1, 2018 and September 1, 2018. The County collects such taxes and remits them periodically. Property taxes for the 2016 levy were received and recognized as revenues in fiscal 2018.

The 2018 tax levy, which attached as an enforceable lien on property as of January 1, 2018, has not yet been levied by the Township and will not be levied until December 2018.

4. CAPITAL ASSETS

Capital asset activity for the year ended March 31, 2018 was as follows:

WAYNE TOWNSHIP

NOTES TO FINANCIAL STATEMENTS (Cont.)

March 31, 2018

	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	1,091,410	-	-	1,091,410
Buildings	2,291,131	-	-	2,291,131
Building improvements	274,947	16,585	-	291,532
Vehicles and equipment	946,688	-	-	946,688
Office furniture and equipment	14,511	-	-	14,511
Infrastructure	21,487,729	-	58,121	21,429,608
Total	26,106,416	16,585	58,121	26,064,880
Less accumulated depreciation				
Land improvements	113,987	54,571	-	168,558
Buildings	1,082,396	49,028	-	1,131,424
Building improvements	113,198	17,957	-	131,155
Vehicles and equipment	437,045	79,858	-	516,903
Office furniture and equipment	13,585	626	-	14,211
Infrastructure	6,252,200	318,052	26,190	6,544,062
Total	8,012,411	520,092	26,190	8,506,313
Total capital assets being depreciated , net	18,094,005	(503,507)	31,931	17,558,567
GOVERNMENTAL ACTIVITIES CAPITAL ASSETS, NET	\$ 18,759,729	\$ (503,507)	\$ 31,931	\$ 18,224,291

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

GOVERNMENTAL ACTIVITIES

General government	\$ 67,542
Highways and streets	452,550
Total	<u>520,092</u>

WAYNE TOWNSHIP

NOTES TO FINANCIAL STATEMENTS (Cont.)

March 31, 2018

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	\$ 49,870	\$ -	\$ 49,870	\$ -	\$ -
Installment loan - building	370,651	-	52,370	318,281	54,000
Total	\$ 420,521	\$ -	\$ 102,240	\$ 318,281	\$ 54,000

b. Truck Loan – 2016

The Township Road District entered into an agreement to 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, 2016 through May 15, 2018 or earlier.

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, 2018

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.

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.

WAYNE TOWNSHIP

NOTES TO FINANCIAL STATEMENTS (Cont.)

March 31, 2018

7. EMPLOYEE RETIRMENT SYSTEM (Cont..)

Illinois Municipal Retirement Fund

Plan Membership

At December 31, 2017, IMRF membership consisted of

Plan members and beneficiaries currently receiving benefits

Retirees and beneficiaries	23
Inactive, nonretired members	9
Active plan members	<u>20</u>
	<u><u>52</u></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 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.

WAYNE TOWNSHIP

NOTES TO FINANCIAL STATEMENTS (Cont.)

March 31, 2018

7. **EMPLOYEE RETIREMENT SYSTEM (Cont.)**

Illinois Municipal Retirement Fund

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, 2017, 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, 2018

Actuarial valuation date	December 31, 2017
Actuarial cost method	Entry Age Normal
Assumptions	
Inflation	2.50%
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-2017 (base year 2015). 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-2017 (base year 2015). 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-2017 (base year 2015). 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, 2018

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 3.31% 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.

	<u>Liability</u>	<u>Net Position</u>	<u>Liability</u>
Balances at January 1, 2017	<u>\$ 6,323,606</u>	<u>\$ 5,832,371</u>	<u>\$ 491,235</u>
Changes for the period			
Service cost	122,652	-	122,652
Interest	469,067	-	469,067
Difference between expected and actual experience	(84,306)	-	(84,306)
Changes in assumptions	(219,968)	-	(219,968)
Employer contributions	-	117,683	(117,683)
Employee contributions	-	54,149	(54,149)
Net investment income	-	1,019,459	(1,019,459)
Benefit payments and refunds	(261,410)	(261,410)	-
Administrative expense	-	-	-
Other (net transfer)	-	(125,889)	125,889
Net changes	<u>26,035</u>	<u>803,992</u>	<u>(777,957)</u>
Balances at December 31, 2017	<u>\$ 6,349,641</u>	<u>\$ 6,636,363</u>	<u>\$ (286,722)</u>

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

For the year ended December 31, 2017, the Township incurred pension expense of \$47,631. At December 31, 2017, 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, 2018

7. EMPLOYEE RETIREMENT SYSTEM (Cont.)

Illinois Municipal Retirement Fund (Cont.)

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ -	\$ 139,927
Changes in assumptions	1,528	158,885
Net difference between projected and actual earnings on pension plan investments	173,342	472,089
Employer contributions after the measurement date	-	-
Total	<u>\$ 174,870</u>	<u>\$ 770,901</u>

Amounts reported as net deferred outflows of resources related to IMRF will be recognized in pension expense as follows:

Period Ended December 31, 2018	(181,279)
Period Ended December 31, 2019	(146,857)
Period Ended December 31, 2020	(149,872)
Period Ended December 31, 2021	(118,023)
Period Ended December 31, 2022	-
Thereafter	-
Total	<u>(596,031)</u>

WAYNE TOWNSHIP

NOTES TO FINANCIAL STATEMENTS (Cont.)

March 31, 2018

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/(Asset):

1% Decrease 6.50% - \$483,662;

Rate Assumption 7.50% - (\$286,722);

1% Increase 8.50% - (\$925,583).

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, 2018.

WAYNE TOWNSHIP

NOTES TO FINANCIAL STATEMENTS (Cont.)

March 31, 2018

9. SUBSEQUENT EVENTS

The Township has evaluated subsequent events through August 30, 2018, the date on which the financial statements were available to be issued.

In April 2018 the Township executed a letter of credit with the Federal Home Loan Bank of Chicago in the amount of \$1,250,000 for the purpose of making certain capital improvements.

Also in April 2018 the Township issued a \$1,500,000 Debt Certificate, Series 2018 due in monthly installments (at an initial interest rate of 3.75%) with a final maturity of April 1, 2038.

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, 2018

	Original and Final Budget	Actual
Revenues		
Taxes		
Property taxes	\$ 1,430,550	\$ 1,431,396
Subsidized taxi	3,500	4,218
Investment income	1,000	2,748
Miscellaneous	4,800	29,816
Total revenues	1,439,850	1,468,178
Expenditures		
Assessor's office	435,000	419,703
Administration	774,851	725,109
Senior services	167,450	160,105
Facility management	196,499	167,184
Total expenditures	1,573,800	1,472,101
Net Change in Fund Balance	<u>\$ (133,950)</u>	(3,923)
Fund Balance - April 1		<u>355,144</u>
Fund Balance - March 31		<u>\$ 351,221</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, 2018

	Original and Final Budget	Actual
Revenues		
Property taxes	\$ 1,159,270	\$ 1,111,554
Investment income	2,000	3,944
Other income	100	4,474
Total revenues	<u>1,161,370</u>	<u>1,119,972</u>
Expenditures		
Highways and streets	<u>1,230,000</u>	<u>910,402</u>
Total expenditures	<u>1,230,000</u>	<u>910,402</u>
Net Change in Fund Balance	<u><u>\$ (68,630)</u></u>	209,570
Fund Balance - April 1		<u>552,709</u>
Fund Balance - March 31		<u><u>\$ 762,279</u></u>

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, 2018

	<u>Actual</u>
Revenues	
Motor fuel tax allotments	\$ 43,131
Investment income	<u>455</u>
Total revenues	43,586
Expenditures	<u>-</u>
Net Change in Fund Balance	43,586
Fund Balance - April 1	<u>56,058</u>
Fund Balance - March 31	<u><u>\$ 99,644</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	122,652	-	-	-	-	-	-	-
Interest	439,899	454,689	469,067	-	-	-	-	-	-	-
Changes of benefit terms	-	-	-	-	-	-	-	-	-	-
Differences between expected and actual experience	(109,294)	(126,420)	(84,306)	-	-	-	-	-	-	-
Changes in assumptions	7,207	(7,395)	(219,968)	-	-	-	-	-	-	-
Benefit payments & refunds	(255,725)	(262,798)	(261,410)	-	-	-	-	-	-	-
Net Change in Total Pension Liability	208,559	185,104	26,035	-	-	-	-	-	-	-
Total Pension Liability - Beginning	5,929,943	6,138,502	6,323,606	-	-	-	-	-	-	-
Total Pension Liability - Ending	6,138,502	6,323,606	6,349,641	-	-	-	-	-	-	-
Plan Fiduciary Net Position										
Contributions - employer	125,740	118,755	117,583	-	-	-	-	-	-	-
Contributions - member	52,733	53,280	54,149	-	-	-	-	-	-	-
Net investment income	28,493	388,557	1,019,459	-	-	-	-	-	-	-
Benefit payments & refunds	(255,725)	(262,798)	(261,410)	-	-	-	-	-	-	-
Other	(94,993)	(58,905)	(125,889)	-	-	-	-	-	-	-
Net Change in Plan Fiduciary Net Position	(143,752)	238,889	803,992	-	-	-	-	-	-	-
Plan Net Position - Beginning	5,737,234	5,593,482	5,832,371	-	-	-	-	-	-	-
Plan Net Position - Ending	5,593,482	5,832,371	6,636,363	-	-	-	-	-	-	-
Net Pension Liability - Ending	\$ 545,020	491,235	(286,722)	-	-	-	-	-	-	-
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	91.12%	92.23%	104.52%							
Covered - Employee Payroll	\$ 1,171,856	\$ 1,183,990	\$ 1,203,306							
Net Pension Liability as a Percentage of Covered - Employee Payroll	46.51%	41.49%	-23.83%							

WAYNE TOWNSHIP

SCHEDULE OF EMPLOYER CONTRIBUTIONS

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Actuarially Determined Contribution	\$ 125,740	118,754	117,683	-	-	-	-	-	-	-
Contribution in Relation to the Actuarially Determined Contribution	125,740	118,755	117,683	-	-	-	-	-	-	-
Contribution Deficiency (Excess)	-	(1)	-	-	-	-	-	-	-	-

Covered - Employee Payroll \$ 1,171,856 \$ 1,183,990 \$ 1,203,306

Contribution as a Percentage of Covered - Employee Payroll 10.73% 10.03% 9.78%

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	26 years
Asset valuation method	5-Year Smoothed Market
Inflation	2.75%
Salary increases	3.75 - 14.50%
Investment rate of return	7.50%
Retirement age	50-70
Mortality	RP 2014
	CHBCA

WAYNE TOWNSHIP

NOTES TO OTHER INFORMATION

March 31, 2018

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, 2018

	Original and Final Budget	Actual
Assessor's Office		
Salaries	\$ 385,000	\$ 380,758
Appraisal/computer consulting	2,000	850
Training	2,500	2,235
Travel	1,800	1,766
Telephone	3,800	3,275
Dues and subscriptions	3,700	2,446
Printing	300	177
Maintenance - equipment	300	250
Legal	3,000	1,733
Postage	300	142
Office supplies	1,900	1,717
Internet website	3,700	3,545
Copier and printer supplies	2,000	1,688
Software	12,000	10,017
Computer network system	7,300	5,392
Miscellaneous	500	245
Equipment purchase	4,000	3,467
Contingency	900	-
Total assessor's office	435,000	419,703
Administration		
Salaries	337,550	335,900
Health/life insurance	143,950	143,183
Health reimbursement premium	22,500	12,637
Training	1,800	526
Travel	2,000	462
Telephone	6,500	3,535
Dues and subscriptions	1,600	1,463
Printing	10,000	6,683
Publications	1,800	792
Duplications and transcripts	501	501
Computer	17,000	13,836
Equipment maintenance	1,500	1,313
Legal services	29,000	23,552
Banking fees	150	116
Mosquito abatement	73,000	72,900
Bus program	22,000	16,920
Taxi program	8,000	8,000
Postage	13,000	9,675
Office supplies	1,500	440
Copier supplies	1,000	504
Miscellaneous	1,500	772
Weed control	1,000	-
Cemetery maintenance	3,000	1,385
Wayne/Winfield youth services	50,000	50,000

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, 2018

	Original and Final Budget	Actual
Administration cont.		
Community service	\$ 5,000	\$ 1,469
Equipment purchases	20,000	18,545
Total administration	<u>774,851</u>	<u>725,109</u>
Senior Services		
Salaries	\$ 123,500	\$ 120,487
Training	500	116
Travel	200	47
Telephone	3,000	2,796
Dues and subscriptions	250	13
Christmas party	4,000	3,980
Programs	6,500	5,364
Wellness programs	10,000	9,836
Printing and newsletter	1,300	981
Creativity classes	1,500	1,065
Postage	1,000	980
Office supplies	1,500	1,273
Craft supplies	1,200	1,036
Program supplies	2,000	1,567
Nutrition	5,800	5,708
Volunteer appreciation	4,000	3,844
Miscellaneous	200	12
Equipment purchase	1,000	1,000
Total senior services	<u>167,450</u>	<u>160,105</u>
Facility Management		
Utilities	24,000	17,718
Property taxes	2,000	716
Janitorial	12,000	10,203
Contractual services	12,000	10,529
Ground maintenance	1,000	-
Facility repairs and maintenance	20,000	18,738
Supplies	4,500	3,895
Safety equipment supplies	500	-
Facility permanent improvements	50,000	40,196
Principal and interest/loan	65,000	64,680
Parking lot	4,999	243
Miscellaneous	500	266
Total public facility management	<u>196,499</u>	<u>167,184</u>
Total expenditures	<u>\$ 1,573,800</u>	<u>\$ 1,472,101</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, 2018

	Original and Final Budget	Actual
Highways and Streets		
Personnel	\$ 300,000	\$ 298,026
Employee health/life insurance	75,000	60,296
Maintenance - roads	300,000	251,757
Engineering services	80,000	49,606
Street lights	10,000	8,878
Brush pickup	115,000	112,566
Maintenance - culverts	75,000	16,451
Maintenance- supplies	5,000	1,779
Operating supplies - salt	60,000	58,670
Operating supplies - gravel	20,000	4,631
West Branch Trail	100,000	-
Road safety	20,000	7,648
Tree care and removal	10,000	6,391
Miscellaneous	10,000	3,703
Contingency - continuing expenses	25,000	10,000
Contingency - special projects	25,000	20,000
	<hr/>	<hr/>
Total highways and streets	\$ 1,230,000	\$ 910,402

See independent auditor's report.

THIS PAGE LEFT BLANK INTENTIONALLY

WAYNE TOWNSHIP
NONMAJOR GOVERNMENTAL FUNDS

COMBINING BALANCE SHEET
MODIFIED CASH BASIS

March 31, 2018

	Special Revenue - Town							
	General Assistance	Police District	Town Social Security	Illinois Municipal Retirement	Town Insurance	Audit	Cemetery	Senior Escrow
ASSETS								
Cash and investments	\$ 87,595	\$ 53,737	\$ 22,590	\$ 76,953	\$ 78,035	\$ 6,681	\$ 39,813	\$ 35,319
Prepays	6	-	-	-	-	-	-	-
Total assets	87,601	53,737	22,590	76,953	78,035	6,681	39,813	35,319
LIABILITIES AND FUND BALANCES								
Liabilities								
Other liabilities	-	-	-	-	-	-	-	484
Culvert bond deposits	-	-	-	-	-	-	-	-
Total liabilities	-	-	-	-	-	-	-	484
Fund Balances								
Restricted								
Special revenue funds	87,601	53,737	-	-	78,035	6,681	39,813	34,835
Retirement	-	-	22,590	76,953	-	-	-	-
Total fund balances	87,601	53,737	22,590	76,953	78,035	6,681	39,813	34,835
Total liabilities and fund balances	\$ 87,601	\$ 53,737	\$ 22,590	\$ 76,953	\$ 78,035	\$ 6,681	\$ 39,813	\$ 35,319

See independent auditor's report.

WAYNE TOWNSHIP
NONMAJOR GOVERNMENTAL FUNDS

COMBINING BALANCE SHEET
MODIFIED CASH BASIS

March 31, 2018

	Special Revenue - Road						
	Road and Bridge	Building and Equipment	Road Social Security	Illinois Municipal Retirement	Road Insurance	Road Culvert	Total
Cash and investments	\$ 487,403	\$ 290,138	\$ 34,113	\$ 38,644	\$ 52,343	\$ 149,971	\$ 1,453,335
Prepays							6
Total assets	487,403	290,138	34,113	38,644	52,343	149,971	1,453,341
LIABILITIES AND FUND BALANCES							
Liabilities							
Other liabilities	-	-	-	-	-	-	484
Culvert bond deposits	-	-	-	-	-	138,650	138,650
Total liabilities	-	-	-	-	-	138,650	139,134
Fund Balances							
Restricted							
Special revenue funds	487,403	290,138	-	-	52,343	11,321	1,141,907
Retirement	-	-	34,113	38,644	-	-	172,300
Total fund balances	487,403	290,138	34,113	38,644	52,343	11,321	1,314,207
Total liabilities and fund balances	\$ 487,403	\$ 290,138	\$ 34,113	\$ 38,644	\$ 52,343	\$ 149,971	\$ 1,453,341

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, 2018

	Special Revenue - Town							
	General Assistance	Police District	Town Social Security	Illinois Retirement	Municipal	Town Insurance	Audit	Senior Cemetery Escrow
Revenues								
Taxes								
Property taxes	\$ 87,567	\$ 116,718	\$ 67,907	\$ 39,315	\$ 78,634	\$ 8,935	\$ -	-
Replacement taxes	-	-	-	41,777	-	-	-	-
Tickets and fines	-	-	-	-	-	-	-	-
Senior programs and activities	-	-	-	-	-	-	-	161,120
Investment income	649	296	172	444	251	34	33	13
Miscellaneous	1,984	-	-	-	-	-	6,500	-
Total revenues	90,200	117,014	68,079	81,536	78,885	8,969	6,533	161,133
Expenditures								
Current								
General government	-	-	75,769	91,598	49,611	6,250	2,970	157,514
Public safety	-	111,279	-	-	-	-	-	-
Public buildings	-	-	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-	-	-
Public assistance	156,350	-	-	-	-	-	-	-
Total expenditures	156,350	111,279	75,769	91,598	49,611	6,250	2,970	157,514
Net Change in Fund Balances	(66,150)	5,735	(7,690)	(10,062)	29,274	2,719	3,563	3,619
Fund Balances - April 1	153,751	48,002	30,280	87,015	48,761	3,962	36,250	31,216
Fund Balances - March 31	\$ 87,601	\$ 53,737	\$ 22,590	\$ 76,953	\$ 78,035	\$ 6,681	\$ 39,813	\$ 34,835

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, 2018

	Special Revenue - Road						
	Road and Bridge	Building and Equipment	Road Social Security	Illinois Municipal Retirement	Road Insurance	Road Culvert	Total
Revenues							
Taxes							
Property taxes	\$ 5,867	\$ 191,202	\$ 19,496	\$ 10,826	\$ 85,777	\$ -	\$ 712,244
Replacement taxes	57,653	-	-	-	-	-	99,430
Tickets and fines	6,704	-	-	-	-	-	6,704
Senior programs and activities	-	-	-	-	-	-	161,120
Investment income	1,654	1,280	167	274	269	26	5,562
Miscellaneous	-	-	-	-	-	-	8,484
Total revenues	71,878	192,482	19,663	11,100	86,046	26	993,544
Expenditures							
Current							
General government	-	-	21,707	26,904	68,458	-	500,781
Public safety	-	-	-	-	-	-	111,279
Public buildings	-	202,021	-	-	-	-	202,021
Highways and streets	83,199	-	-	-	-	-	83,199
Public assistance	-	-	-	-	-	-	156,350
Total expenditures	83,199	202,021	21,707	26,904	68,458	-	1,053,630
Net Change in Fund Balances	(11,321)	(9,539)	(2,044)	(15,804)	17,588	26	(60,086)
Fund Balances - April 1	498,724	299,677	36,157	54,448	34,755	11,295	1,374,293
Fund Balances - March 31	\$ 487,403	\$ 290,138	\$ 34,113	\$ 38,644	\$ 52,343	\$ 11,321	\$ 1,314,207

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, 2018

	Original and Final Budget	Actual
Revenues		
Taxes		
Property taxes	\$ 90,000	\$ 87,567
Investment income	800	649
Other income - Pastor donation	2,000	1,934
Other income	100	50
Total revenues	<u>92,900</u>	<u>90,200</u>
Expenditures		
Home relief		
Travel	500	500
Utilities	10,000	5,020
Shelter	8,000	1,431
Transient	500	-
Funeral and burial	500	-
Other medical services	5,000	4,665
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	-
Food pantry	17,500	12,413
Clothing	500	-
Personal incidentals	100	-
Project backpack/school supplies	1,000	400
Easter	1,300	297
Thanksgiving	2,000	1,280
Christmas	2,500	2,440
Flat grant	6,000	-
Miscellaneous	1,000	635
Pastor donation expense	2,000	221
Contingency	1,000	-
Total home relief	<u>\$ 64,900</u>	<u>\$ 32,302</u>

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, 2018

	Original and Final Budget	Actual
Expenditures		
Administration		
Salaries	\$ 120,000	\$ 113,017
Training	750	645
Travel	1,000	606
Telephone	2,000	1,654
Storage rental	2,500	1,105
Dues and subscriptions	200	115
Printing and publications	400	-
Computer support	2,200	2,200
Maintenance - equipment	800	800
Postage	600	595
Office supplies	500	42
Equipment purchases	1,500	1,328
Volunteer appreciation	2,000	1,028
Miscellaneous	300	-
Contingency	800	-
Vehicle maintenance	4,000	913
Total administration	<u>139,550</u>	<u>124,048</u>
Total expenditures	<u>204,450</u>	<u>156,350</u>
Net Change in Fund Balance	<u>\$ (111,550)</u>	(66,150)
Fund Balance - April 1		<u>153,751</u>
Fund Balance - March 31		<u>\$ 87,601</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, 2018

	Original and Final Budget	Actual
Revenues		
Taxes		
Property taxes	\$ 115,712	\$ 116,718
Investment income	500	296
Total revenues	116,212	117,014
Expenditures		
Public safety		
Police service	115,000	110,930
Miscellaneous	1,000	-
Telephone	600	349
Contingency	1,000	-
Total expenditures	117,600	111,279
Net Change in Fund Balance	<u>\$ (1,388)</u>	5,735
Fund Balance - April 1		<u>48,002</u>
Fund Balance - March 31		<u>\$ 53,737</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, 2018

	Original and Final Budget	Actual
Revenues		
Taxes		
Property taxes	\$ 70,000	\$ 67,907
Investment income	100	172
Total revenues	<u>70,100</u>	<u>68,079</u>
Expenditures		
General government		
Social security taxes	78,000	75,769
Miscellaneous	2,000	-
Total expenditures	<u>80,000</u>	<u>75,769</u>
Net Change in Fund Balance	<u>\$ (9,900)</u>	(7,690)
Fund Balance - April		<u>30,280</u>
Fund Balance - March 31		<u>\$ 22,590</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, 2018

	Original and Final Budget	Actual
Revenues		
Taxes		
Property taxes	\$ 40,000	\$ 39,315
Replacement tax	40,000	41,777
Investment income	500	444
Total revenues	<u>80,500</u>	<u>81,536</u>
Expenditures		
General government		
Retirement contributions	110,000	91,583
Miscellaneous	100	15
Total expenditures	<u>110,100</u>	<u>91,598</u>
Net Change in Fund Balance	<u>\$ (29,600)</u>	(10,062)
Fund Balance - April 1		<u>87,015</u>
Fund Balance - March 31		<u>\$ 76,953</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, 2018

	Original and Final Budget	Actual
Revenues		
Taxes		
Property taxes	\$ 80,025	\$ 78,634
Investment income	500	251
Other/reimbursements	3,100	-
	<hr/>	<hr/>
Total revenues	83,625	78,885
	<hr/>	<hr/>
Expenditures		
General government		
Unemployment insurance	10,000	-
Workers' compensation	45,000	29,216
General insurance	25,000	20,395
Miscellaneous	3,000	-
	<hr/>	<hr/>
Total expenditures	83,000	49,611
	<hr/>	<hr/>
Net Change in Fund Balance	<u>\$ 625</u>	29,274
Fund Balance - April 1		<hr/> 48,761
Fund Balance - March 31		<u><u>\$ 78,035</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, 2018

	Original and Final Budget	Actual
Revenues		
Taxes		
Property taxes	\$ 7,500	\$ 8,935
Investment income	20	34
Total revenues	<u>7,520</u>	<u>8,969</u>
Expenditures		
General government		
Audit fees	<u>9,000</u>	<u>6,250</u>
Total expenditures	<u>9,000</u>	<u>6,250</u>
Net Change in Fund Balance	<u>\$ (1,480)</u>	2,719
Fund Balance - April 1		<u>3,962</u>
Fund Balance - March 31		<u>\$ 6,681</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, 2018

	<u>Actual</u>
Revenues	
Grave openings and lot sales	\$ 6,500
Investment income	<u>33</u>
Total revenues	<u>6,533</u>
Expenditures	
General government	
Landscaping	<u>2,970</u>
Total expenditures	<u>2,970</u>
Net Change in Fund Balance	3,563
Fund Balance - April 1+A6	<u>36,250</u>
Fund Balance - March 31	<u><u>\$ 39,813</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, 2018

	<u>Actual</u>
Revenues	
Senior programs and activities	
Day trips	\$ 133,663
Casino trips	11,306
Extended trips	3,440
Senior center activities	12,711
Total	<u>161,120</u>
Investment income	<u>13</u>
Total revenues	<u>161,133</u>
Expenditures	
General government	
Senior programs and activities	
Day trips	130,733
Casino trips	10,720
Extended trips	470
Senior center activities	13,983
Unclassified	1,608
Total expenditures	<u>157,514</u>
Net Change in Fund Balance	3,619
Fund Balance - April 1	<u>31,216</u>
Fund Balance - March 31	<u><u>\$ 34,835</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, 2018

	Original and Final Budget	Actual
Revenues		
Taxes		
Property taxes	\$ 10,010	\$ 5,867
Replacement tax	40,000	57,653
Tickets and fines	5,000	6,704
Investment income	800	1,654
Other income	50	-
Total revenues	<u>55,860</u>	<u>71,878</u>
Expenditures		
Administration		
Salaries	50,000	37,680
Training	1,000	860
Travel	1,500	639
Telephone	6,000	4,038
Dues and subscriptions	1,000	440
Data processing	3,000	1,033
Printing	6,000	3,008
Publications	500	155
Legal	20,000	15,288
Audit	4,000	2,740
Postage	3,000	2,408
Office supplies	2,500	396
Miscellaneous	5,000	4,295
Replacement tax distributions	14,000	10,219
Contingency	5,000	-
Total expenditures	<u>122,500</u>	<u>83,199</u>
Net Change in Fund Balance	<u>\$ (66,640)</u>	(11,321)
Fund Balance - April 1		<u>498,724</u>
Fund Balance - March 31		<u>\$ 487,403</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, 2018

	Original and Final Budget	Actual
Revenues		
Taxes		
Property taxes	\$ 198,874	\$ 191,202
Investment income	750	1,280
Other income	100	-
	<hr/>	<hr/>
Total revenues	199,724	192,482
	<hr/>	<hr/>
Expenditures		
Public buildings and equipment		
Utilities - shop	8,000	6,049
Building maintenance	20,000	7,359
Equipment rental	5,000	1,596
Vehicle maintenance	40,000	23,570
Equipment maintenance	10,000	4,315
Disposal	2,500	1,030
Fuel and oil	30,000	18,478
Operating supplies	3,500	1,451
Contingency - continuing expenses	20,000	15,000
Total	139,000	78,848
	<hr/>	<hr/>
Capital outlay		
Equipment	50,000	26,342
Physical plant	8,000	4,365
Vehicles	125,000	92,466
Total	183,000	123,173
	<hr/>	<hr/>
Total expenditures	322,000	202,021
	<hr/>	<hr/>
Net Change in Fund Balance	<u>\$ (122,276)</u>	(9,539)
Fund Balance - April 1		<u>299,677</u>
Fund Balance - March 31		<u><u>\$ 290,138</u></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, 2018

	Original and Final Budget	Actual
Revenues		
Taxes		
Property taxes	\$ 20,010	\$ 19,496
Investment income	100	167
	<hr/>	<hr/>
Total revenues	20,110	19,663
	<hr/>	<hr/>
Expenditures		
General government		
Social security taxes	27,000	21,707
Contingency	2,000	-
	<hr/>	<hr/>
Total expenditures	29,000	21,707
	<hr/>	<hr/>
Net Change in Fund Balance	<u>\$ (8,890)</u>	(2,044)
Fund Balance - April 1		<hr/> 36,157
Fund Balance - March 31		<hr/> <u>\$ 34,113</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, 2018

	Original and Final Budget	Actual
Revenues		
Taxes		
Property taxes	\$ 10,010	\$ 10,826
Investment income	150	274
Total revenues	<u>10,160</u>	<u>11,100</u>
Expenditures		
General government		
Retirement contributions	40,000	26,904
Contingency	3,000	-
Total expenditures	<u>43,000</u>	<u>26,904</u>
Net Change in Fund Balance	<u><u>\$ (32,840)</u></u>	(15,804)
Fund Balance - April 1		<u>54,448</u>
Fund Balance - March 31		<u><u>\$ 38,644</u></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, 2018

	Original and Final Budget	Actual
Revenues		
Taxes		
Property taxes	\$ 90,010	\$ 85,777
Investment income	100	269
Other income	500	-
Total revenues	90,610	86,046
Expenditures		
General government		
General insurance	45,000	36,658
Workers' compensation	30,000	26,410
Unemployment contribution	8,000	5,390
Contingency	2,000	-
Total expenditures	85,000	68,458
Net Change in Fund Balance	<u>\$ 5,610</u>	17,588
Fund Balance - April 1		<u>34,755</u>
Fund Balance - March 31		<u>\$ 52,343</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, 2018

	Original and Final Budget	Actual
Revenues		
Investment income	\$ -	\$ 26
Total revenues	-	26
Expenditures		
General government		
Miscellaneous	-	-
Total expenditures	-	-
Net Change in Fund Balance	<u>\$ -</u>	26
Fund Balance - April 1		<u>11,295</u>
Fund Balance - March 31		<u>\$ 11,321</u>

See independent auditor's report.