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VILLAGE OF WADSWORTH, ILLINOIS
AUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED APRIL 30, 2015

VILLAGE OF WADSWORTH, ILLINOIS

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INDEPENDENT AUDITOR'S REPORT

Village President and Trustees
Village of Wadsworth, Illinois

We have audited the accompanying financial statements of the governmental activities and each fund of the Village of Wadsworth, Illinois as of and for the year ended April 30, 2015, and the related notes to the financial statements, which collectively comprise the Village's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America. This includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal controls relevant to the Village's preparation and fair presentation of the 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 the Village'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 consolidated 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 financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities and each fund of the Village of Wadsworth, Illinois as of April 30, 2015, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that management's discussion and analysis and budgetary comparison information on pages 3-8 and 25-28 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economical, or historical context.

We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquires of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. In our opinion, the required supplementary information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

A handwritten signature in black ink that reads "Milburn Cain & Co." in a cursive script.

Milburn Cain & Co.
Certified Public Accountants

Gurnee, Illinois
August 28, 2015

REQUIRED SUPPLEMENTARY INFORMATION

VILLAGE OF WADSWORTH, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS

APRIL 30, 2015

As management of the Village of Wadsworth, Illinois (Village), we offer readers of the Village's statements this narrative overview and analysis of the financial activities of the Village for the fiscal year ended April 30, 2015. We encourage readers to consider the information presented here in conjunction with additional information found in the notes to the financial statements.

Financial Highlights

- The assets of the Village exceed its liabilities and deferred inflows at April 30, 2015 by \$10,704,815 (total net position). Of this amount, \$2,307,434 (unrestricted net position) may be used to meet the Village's ongoing obligations to citizens and creditors.
- The Village's total net position increased \$491,130 from current year activities.
- At April 30, 2015, the Village's governmental funds reported combined ending fund balances of \$2,479,502, an increase from current year activities of \$397,456.
- At April 30, 2015, the unassigned fund balance for the General Fund was \$2,307,434, or 184% of total General Fund expenditures.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the Village's basic financial statements. The Village's basic financial statements include three components: 1) government-wide financial statements; 2) fund financial statements; and 3) notes to the financial statements. Both perspectives (government-wide and fund level financial statements) allow the user to address relevant questions, broaden a basis for comparison (year to year or government to government), and enhance the Village's accountability.

This report also contains other supplementary information in addition to the basic financial statements.

Government-wide Financial Statements

The government-wide financial statements are designed to provide readers with a broad overview of the Village's finances in a manner similar to a private sector business.

The Statement of Net Position presents information on all of the Village's assets and liabilities, with the difference between the two reported as net position. Increases or decreases in net position may serve as a useful indicator of whether the financial position of the Village is improving or deteriorating when comparing year to year results.

The Statement of Activities presents information showing how the Village's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of the related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

The government-wide financial statements distinguish functions of the Village that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The Village has no business-type activities at this time. The governmental activities of the Village include general government and motor fuel tax.

The government-wide financial statements can be found on pages 9 and 10 of this report.

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Village, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the Village can be categorized as governmental funds.

Governmental Funds - Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the Village's near-term financing decisions. Both the governmental fund Balance Sheet and the governmental fund Statement of Revenues, Expenditures and Changes in Fund Balances provide a reconciliation to facilitate the comparison between the fund financial statements and the government-wide statements.

The Village maintains two individual governmental funds. Information is presented separately in the governmental fund Balance Sheet and in the governmental fund Statement of Revenues, Expenditures and Changes in Fund Balances for the General Fund and Motor Fuel Tax Fund, each as major funds. The basic governmental fund financial statements can be found on pages 11-14 of this report.

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 15-23 of this report.

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information comparing the Village's appropriation (budget) to actual revenues and expenditures for the General Fund and Motor Fuel Tax Fund. Required supplementary information can be found on pages 24-28 of this report.

Government-Wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of the government's financial position. In the case of the Village, assets exceeded liabilities and deferred inflows by \$10,704,815 at April 30, 2015.

By far, the largest portion of the Village's net position (77%) reflects its investment in capital assets (e.g., land, infrastructure, buildings, building improvements, park improvements, construction in progress, and equipment); less any related debt used to acquire those assets that is still outstanding. The Village uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the Village's investment in capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

Table 1
 Village of Wadsworth, Illinois
 Statement of Net Position
 As of April 30, 2015
 Compared With April 30, 2014

	Governmental Activities	
	2015	2014
Current and Other Assets	\$ 2,582,363	\$ 2,289,030
Capital Assets	<u>8,225,313</u>	<u>8,188,450</u>
Total Assets	\$ <u>10,807,676</u>	\$ <u>10,477,480</u>
Liabilities and Deferred Inflows	\$ <u>102,861</u>	\$ <u>263,795</u>
Net Position		
Net Investment in Capital Assets	\$ 8,225,313	\$ 8,131,639
Restricted	172,068	274,419
Unrestricted	<u>2,307,434</u>	<u>1,807,627</u>
Total Net Position	\$ <u>10,704,815</u>	\$ <u>10,213,685</u>

An additional portion of the Village's net position (2%) represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net position (\$2,307,434) may be used to meet the Village's ongoing obligations to citizens and creditors.

Governmental Activities

Governmental activities increased the Village's net position by \$491,130. This increase is attributable to the Village having reduced expenses and increased revenues as compared to the previous year:

Table 2
Village of Wadsworth, Illinois
Changes in Net Position
As of April 30, 2015
Compared With April 30, 2014

	<u>Governmental Activities</u>	
	<u>2015</u>	<u>2014</u>
Revenues		
Program Revenues		
Charges for Services	\$ 195,941	\$ 76,890
Operating Grants and Contributions	---	61,900
General Revenues		
Property Taxes	45,613	43,774
Sales and Use Taxes	559,821	580,940
Other Taxes	642,978	627,216
Other Revenue	<u>309,073</u>	<u>34,636</u>
Total Revenues	\$ <u>1,753,426</u>	\$ <u>1,425,356</u>
Expenses		
General Government	\$ 580,141	\$ 600,884
Public Works	653,660	651,892
Parks and Recreation	27,781	35,590
Interest	<u>714</u>	<u>1,550</u>
Total Expenses	\$ <u>1,262,296</u>	\$ <u>1,289,916</u>
Increase/(Decrease) in Net Position	\$ 491,130	\$ 135,440
Net Position - Beginning of Year	<u>10,213,685</u>	<u>10,078,245</u>
Net Position - End of Year	\$ <u>10,704,815</u>	\$ <u>10,213,685</u>

General Government revenues increased due to an increase in charges for services, video gaming revenue, and gains on sale of assets.

Expenses remained about the same.

Financial Analysis of the Village's Funds

As noted earlier, the Village uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds

The focus of the Village's governmental funds is to provide information on near-term inflows, outflows and balances of spendable resources. Such information is useful in assessing the Village's financing requirements. In particular, unassigned fund balance may serve as a useful measure of the Village's net resources available for spending at the end of the fiscal year. At April 30, 2015, the Village's governmental funds reported combined ending fund balances of \$2,479,502, an increase of \$397,456 in comparison with the prior year. Approximately 93% of this total amount constitutes unassigned fund balance, which is available for spending at the Village's discretion. The remainder of fund balance is reserved to indicate that it is not available for new spending because it has already been committed for specific restricted purposes.

The General Fund is the chief operating fund of the Village. At April 30, 2015, the fund balance of the General Fund was \$2,307,434, all of which was unassigned. As a measure of the General Fund's liquidity, it may be useful to compare unassigned fund balance to total fund expenditures. Unassigned fund balance represents 184% of total General Fund expenditures.

The General Fund fund balance increased \$499,807 during the year ended April 30, 2015 due to the extent that ongoing revenues exceeded ongoing expenses by \$226,623, and the fund received a transfer from the Motor Fuel Tax Fund of \$85,000 and had gains on sale of asset of \$188,184.

Other significant highlights in the governmental funds for the year ended April 30, 2015 are outlined below:

- The Village spent \$411,376 on capital asset additions.

The Motor Fuel Tax fund balance decreased from \$274,419 as of April 30, 2014 to \$172,068 as of April 30, 2015. This decrease was due mainly to an \$85,000 transfer to the General Fund.

General Fund Budgetary Highlights

The Village's budget was not amended during the year ended April 30, 2015. Actual revenue exceeded budgeted revenue by \$131,528. This difference was mostly due to more than expected video gaming revenue and fines and forfeitures revenue. Budgeted expenditures exceeded actual expenditures by \$3,303,495. The majority of this difference was due to less than expected General Government, Public Works, and Capital Outlay expenditures, and contingencies.

Capital Asset and Debt Administration

Capital Assets

The Village's investment in capital assets for its governmental activities as of April 30, 2015 amounts to \$8,225,313 (net of accumulated depreciation). This investment includes land, buildings and improvements, equipment, vehicles, park improvements, construction in progress, and infrastructure.

Table 3
Village of Wadsworth, Illinois
Capital Assets (net of accumulated depreciation)
As of April 30, 2015
Compared With April 30, 2014

	Governmental Activities	
	2015	2014
Land and Buildings	\$ 720,424	\$ 723,081
Office Equipment	8,787	8,670
Building Improvements	25,386	25,024
Park Improvements	74,217	81,300
Other Equipment	71,362	61,420
Construction in Progress	4,750	---
Infrastructure	<u>7,320,387</u>	<u>7,288,955</u>
Total	<u>\$ 8,225,313</u>	<u>\$ 8,188,450</u>

Major capital asset events during the year ended April 30, 2015 included the following:

- The Village added \$326,708 to its infrastructure assets which makes up most of its capital asset additions.

For further information, please see Note 3 on page 20 and 21 of this report.

Long-Term Debt

At April 30, 2015, the Village had retired all of its outstanding debt.

State statutes limit the amount of general obligation debt a non-home rule governmental village may issue to 8.625% of its equalized assessed valuation. The current debt limitation for the Village is \$10,141,972.

Economic Factors and Next Year's Budget

The Village's elected officials considered many factors when setting the fiscal year 2015-16 budget and the associated property tax rates. Such factors include the Village's assessed valuation, which can affect real estate tax revenues and the overall economy. The Village continues to seek ways to improve the quality and quantity of services provided to the citizens of the Village of Wadsworth, Illinois.

Requests For Information

This financial report is designed to provide our citizens, taxpayers, creditors, and investors with a general overview of the Village of Wadsworth's finances. Any questions concerning the information provided herein or requests for additional financial information should be directed to: Administrator Moses Amidei, 14155 W. Wadsworth Rd., Wadsworth, IL 60083.

BASIC FINANCIAL STATEMENTS

VILLAGE OF WADSWORTH, ILLINOIS
GOVERNMENT-WIDE FINANCIAL STATEMENTS
STATEMENT OF NET POSITION
APRIL 30, 2015

	<u>Governmental Activities</u>
Assets	
Cash	\$ 229,719
Investments	2,014,962
Receivables	
Property Taxes, Net	32,498
Intergovernmental Receivables	271,005
Other Receivables	34,179
Capital Assets	
Land and Other Non-Depreciable Assets	492,294
Other Capital Assets - Net of Depreciation	<u>7,733,019</u>
Total Assets	\$ <u>10,807,676</u>
Liabilities	
Accounts Payable	\$ 21,154
Accrued Payroll and Payroll Taxes	12,881
Deposits	<u>36,328</u>
Total Liabilities	\$ <u>70,363</u>
Deferred Inflow of Resources	
Unavailable Revenue - Property Taxes	\$ <u>32,498</u>
Total Liabilities and Deferred Inflows of Resources	\$ <u>102,861</u>
Net Position	
Net Investment in Capital Assets	\$ 8,225,313
Restricted Motor Fuel Tax	172,068
Unrestricted	<u>2,307,434</u>
Total Net Position	\$ <u>10,704,815</u>

See Accompanying Notes to Financial Statements.

VILLAGE OF WADSWORTH, ILLINOIS
GOVERNMENT-WIDE FINANCIAL STATEMENTS
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED APRIL 30, 2015

	<u>Expenses</u>	<u>Program Revenues</u>			<u>Net (Expenses) Revenue and Changes in Net Position Governmental Activities</u>
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>	
Governmental Activities					
Functions/Programs					
General Government	\$ 580,141	\$ 194,366	\$ ---	\$ ---	\$ (385,775)
Public Works	653,660	---	---	---	(653,660)
Parks and Recreation	27,781	1,575	---	---	(26,206)
Interest	<u>714</u>	<u>---</u>	<u>---</u>	<u>---</u>	<u>(714)</u>
Total Governmental Activities	\$ <u>1,262,296</u>	\$ <u>195,941</u>	\$ <u>---</u>	\$ <u>---</u>	\$ <u>(1,066,355)</u>

General Revenues

Taxes	
Property Tax, Levied for General Purposes	\$ 45,613
State Sales Tax and Use Tax	559,821
State Income Tax	391,267
State Motor Fuel Tax	122,625
Other Taxes	129,086
Unrestricted Investment Earnings	(2,050)
Other General Revenues	161,974
Gain/(Loss) on Sale of Capital Assets	<u>149,149</u>
Total General Revenues	\$ <u>1,557,485</u>
Change in Net Position	\$ 491,130
Net Position - Beginning	<u>10,213,685</u>
Net Position - Ending	\$ <u>10,704,815</u>

See Accompanying Notes to Financial Statements.

VILLAGE OF WADSWORTH, ILLINOIS
 FUND FINANCIAL STATEMENTS
 BALANCE SHEET
 GOVERNMENTAL FUNDS
 APRIL 30, 2015

	General	Motor Fuel Tax	Total Governmental Funds
Assets and Deferred Outflows of Resources			
Assets			
Cash	\$ 229,719	\$ ---	\$ 229,719
Investments	1,851,767	163,195	2,014,962
Receivables			
Property Taxes	32,498	---	32,498
Sales and Income Taxes	249,443	---	249,443
Telecommunications Tax	12,689	---	12,689
Motor Fuel Tax	---	8,873	8,873
Franchise Fees	13,685	---	13,685
Builders/Developers	1,067	---	1,067
Court Fines	721	---	721
Other Receivables	18,706	---	18,706
Deferred Outflows of Resources	\$ ---	\$ ---	\$ ---
Total Assets and Deferred Outflows of Resources	\$ 2,410,295	\$ 172,068	\$ 2,582,363
Liabilities, Deferred Inflows of Resources, and Fund Balances			
Liabilities			
Accounts Payable	\$ 21,154	\$ ---	\$ 21,154
Payroll Liabilities	968	---	968
Accrued Wages	11,913	---	11,913
Developer Road Deposits	18,000	---	18,000
Escrow Deposits	11,399	---	11,399
Silt Fence Deposits	6,000	---	6,000
Park Security Deposits	600	---	600
School Agreement Deposits	329	---	329
Total Liabilities	\$ 70,363	\$ ---	\$ 70,363
Deferred Inflows of Resources			
Unavailable Revenue - Property Taxes	\$ 32,498	\$ ---	\$ 32,498
Fund Balances			
Restricted For			
Motor Fuel Tax	\$ ---	\$ 172,068	\$ 172,068
Unassigned	2,307,434	---	2,307,434
Total Fund Balances	\$ 2,307,434	\$ 172,068	\$ 2,479,502
Total Liabilities, Deferred Inflows, and Fund Balances	\$ 2,410,295	\$ 172,068	\$ 2,582,363

See Accompanying Notes to Financial Statements.

VILLAGE OF WADSWORTH, ILLINOIS
FUND FINANCIAL STATEMENTS
RECONCILIATION OF THE BALANCE SHEET
TO THE STATEMENT OF NET POSITION

APRIL 30, 2015

Total Fund Balances - Governmental Funds	\$ 2,479,502
Amounts reported for Governmental Activities in the Statement of Net Position are different because:	
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds	
Capital Assets, Net of Accumulated Depreciation	<u>8,225,313</u>
Net Position of Governmental Activities	\$ <u>10,704,815</u>

See Accompanying Notes to Financial Statements.

VILLAGE OF WADSWORTH, ILLINOIS

FUND FINANCIAL STATEMENTS

STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES

GOVERNMENTAL FUNDS

FOR THE YEAR ENDED APRIL 30, 2015

	General	Motor Fuel Tax	Total Governmental Funds
Revenue			
Taxes	\$ 734,060	\$ ---	\$ 734,060
Licenses and Permits	164,896	---	164,896
Intergovernmental Revenue	391,727	122,625	514,352
Charges for Services	31,045	---	31,045
Interest	(2,074)	24	(2,050)
Other	161,974	---	161,974
Total Revenue	\$ <u>1,481,628</u>	\$ <u>122,649</u>	\$ <u>1,604,277</u>
Expenditures			
General Government	\$ 604,547	\$ ---	\$ 604,547
Public Works	358,384	---	358,384
Parks and Recreation	20,698	---	20,698
Capital Outlay	271,376	140,000	411,376
Total Expenditures	\$ <u>1,255,055</u>	\$ <u>140,000</u>	\$ <u>1,395,005</u>
Excess or (Deficiency) of Revenue Over Expenditures	\$ <u>226,623</u>	\$ <u>(17,351)</u>	\$ <u>209,272</u>
Other Financing Sources (Uses)			
Transfers	\$ 85,000	\$ (85,000)	\$ ---
Proceeds on Sale of Assets	188,184	---	188,184
Total Other Financing Sources (Uses)	\$ <u>273,184</u>	\$ <u>(85,000)</u>	\$ <u>188,184</u>
Net Change in Fund Balances	\$ 499,807	\$ (102,351)	\$ 397,456
Fund Balance - May 1, 2014	<u>1,807,627</u>	<u>274,419</u>	<u>2,082,046</u>
Fund Balance - April 30, 2015	\$ <u>2,307,434</u>	\$ <u>172,068</u>	\$ <u>2,479,502</u>

See Accompanying Notes to Financial Statements.

VILLAGE OF WADSWORTH, ILLINOIS

FUND FINANCIAL STATEMENTS

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES TO THE STATEMENT OF ACTIVITIES

FOR THE YEAR ENDED APRIL 30, 2015

Net Change in Fund Balances - Total Governmental Funds \$ 397,456

Amounts reported for Governmental Activities in the Statement of Activities
are different because:

Governmental funds report capital outlays as expenditures. However, in the Statement of Activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlay exceeds depreciation expense in the current period.

Depreciation Expense	\$ (335,478)	
Capital Outlay	<u>411,376</u>	75,898

In the Statement of Activities, only the gain or loss on the sale of capital assets is reported, whereas in the governmental funds, the proceeds from the sale increase financial resources. Thus, the change in net assets differs from the change in fund balance by the undepreciated balance of the capital assets sold.

Proceeds from Sale of Capital Assets	\$ (188,184)	
Gain/(Loss) on Sale of Capital Assets	<u>149,149</u>	(39,035)

Repayment of leases payable requires the use of current financial resources of governmental funds and is therefore shown as an expenditure in the Statement of Revenues, Expenditures and Changes in Fund Balances, but the repayment reduces long-term liabilities in the Statement of Net Position and is therefore not reported in the Statement of Activities.

Repayment of Lease Payable		<u>56,811</u>
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Change in Net Position of Governmental Activities \$ 491,130

See Accompanying Notes to Financial Statements.

VILLAGE OF WADSWORTH, ILLINOIS

NOTES TO FINANCIAL STATEMENTS

APRIL 30, 2015

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Village of Wadsworth, Illinois' (Village) financial statements are prepared in accordance with generally accepted accounting principles (GAAP). The Governmental Accounting Standards Board (GASB) is responsible for establishing GAAP for state and local governments through its pronouncements (Statements and Interpretations). Governments are also required to follow the pronouncements of the Financial Accounting Standards Board (FASB) issued through November 30, 1989 (when applicable) that do not conflict with or contradict GASB pronouncements. The significant accounting policies established in GAAP and used by the Village are discussed below.

A. Reporting Entity

The accompanying financial statements comply with the provisions of GASB Statement No. 14, The Financial Reporting Entity, in that the financial statements include all organizations, activities and functions that comprise the Village. Component units are legally separate entities for which the Village (the primary entity) is financially accountable. Financial accountability is defined as the ability to appoint a voting majority of the organization's governing body and either (1) the Village's ability to impose its will over the organization or (2) the potential that the organization will provide a financial benefit to, or impose a financial burden on, the Village. Using these criteria, there are no other entities that meet the above criteria. In addition, the Village is not included as a component unit in any other governmental reporting entity as defined by GASB pronouncements.

B. Basic Financial Statements - Government-wide Statements

The Village's basic financial statements include both government-wide (reporting the Village as a whole) and fund (reporting the Village's major funds) financial statements. Both the government-wide and fund financial statements categorize primary activities as either governmental or business-type. The Village's general government, public safety, public works, and parks and recreation services are classified as governmental activities. The Village has no business-type activities at this time.

In the government-wide Statement of Net Position, the governmental activities (a) are presented on a consolidated basis by column, and (b) are reported on a full accrual, economic resource basis, which recognizes all long-term assets and receivables as well as long-term debt and obligations. The Village's net position is reported in three parts -- invested in capital assets, net of related debt; restricted net position; and unrestricted net position. The Village first utilizes restricted resources to finance qualifying activities.

The government-wide Statement of Activities reports both the gross and net cost of each of the Village's functions. The functions are also supported by general government revenues (property taxes, sales taxes, unrestricted investment earnings, etc.). The Statement of Activities reduces gross expenses (including depreciation) by related program revenues, operating and capital grants. Program revenues must be directly associated with the function (general government, public works, parks and recreation, etc.). Program revenues include charges to customers or applicants who purchase, use or directly benefit from goods, services or privileges provided by a given function or segment. Program revenues also include grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Operating grants include operating-specific and discretionary (either operating or capital) grants while the capital grants column reflects capital-specific grants.

The net costs by function are normally covered by general revenue (property taxes, sales and use taxes, unrestricted investment earnings, etc.).

The Village does not allocate indirect costs.

NOTES TO FINANCIAL STATEMENTS (continued)

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

B. Basic Financial Statements - Government-wide Statements (continued)

This government-wide focus is more on the sustainability of the Village as an entity and the change in the Village's net position resulting from the current year's activities.

C. Basic Financial Statements - Fund Financial Statements

The financial transactions of the Village are reported in individual funds in the fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprise its assets, liabilities, reserves, fund equity, revenues, and expenditures/expenses. The various funds are reported by generic classification within the financial statements.

The emphasis in fund financial statements is on the major funds. GASB Statement No. 34 sets forth minimum criteria (percentage of the assets, liabilities, revenues, or expenditures/expenses of either fund category or the governmental and enterprise combined) for the determination of major funds. The two funds of the Village are considered major funds.

The following fund types are used by the Village:

1. Governmental Funds

The focus of the governmental funds' measurement (in the fund statements) is upon determination of financial position and changes in financial position (sources, uses and balances of financial resources) rather than upon net income. The Village reports these governmental funds and fund types:

General Fund - The General Fund is the general operating fund of the Village. It is used to account for all financial resources except those required to be accounted for in another fund.

Special Revenue Funds - The Special Revenue Fund (Motor Fuel Tax) is used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes.

The activities reported in these funds are reported as governmental activities in the government-wide financial statements.

D. Basis of Accounting

Basis of accounting refers to the point at which revenues or expenditures/expenses are recognized in the accounts and reported in the financial statements. It relates to the timing of the measurements made regardless of the measurement focus applied.

1. Accrual

The governmental activities in the government-wide financial statements are presented on the accrual basis of accounting. Property tax revenues are recognized in the period for which levied. Other non-exchange revenues, including intergovernmental revenues and grants, are reported when all eligibility requirements are met. Fees and charges and other exchange revenues are recognized when earned and expenses are recognized when incurred.

NOTES TO FINANCIAL STATEMENTS (continued)

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

D. Basis of Accounting (continued)

2. Modified Accrual

The governmental fund financial statements are presented on the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual; i.e., both measurable and available. "Available" means collectible within the current period or within 60 days after year-end. Property tax revenues are recognized in the period for which levied provided they are also available. Intergovernmental revenues and grants are recognized when all eligibility requirements are met and the revenues are available. Expenditures are recognized when the related liability is incurred. Exceptions to this general rule include principal and interest on general obligation long-term debt and employee vacation and sick leave, which are recognized when due and payable.

The Village reports deferred inflows on its governmental funds Balance Sheet. Deferred inflows arise when potential revenue does not meet both the "measurable" and "available" criteria for recognition in the current period. At April 30, 2015, the Village has \$32,498 of deferred inflows, all of which is from property taxes.

E. Cash and Cash Equivalents and Investments

Separate bank accounts are maintained for all of the Village's funds.

Cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with an original maturity of three months or less from the date of acquisition.

Investments are stated at fair value. Fair value is determined by quoted market prices. Gains and losses on the sale of investments are recognized as they are incurred.

F. Receivables

Receivables are reported net of estimated uncollectible amounts. Allowances for uncollectible amounts are as follows:

Property Taxes Receivable	\$	163
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All other receivable allowances are estimated at \$-0-.

G. Prepaid Expenses

Prepaid expenses are for payments made by the Village in the current year for goods and services used in the subsequent fiscal year. The Village had no material prepaid expenses at year-end.

H. Inventories

Inventory accounts are not maintained within the funds to reflect the values of resale or supply items on hand. Instead, the costs of such items are charged to expense when purchased. The value of these items is not deemed to be material. The Village has no inventory at year-end.

I. Interfund Activity

Interfund activity is reported either as loans, services provided, reimbursements, or transfers. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation. Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures/expenses.

NOTES TO FINANCIAL STATEMENTS (continued)

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

I. Interfund Activity (continued)

Reimbursements are when one fund incurs a cost, charges the appropriate benefiting fund, and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers.

J. Capital Assets

Capital assets purchased or acquired with an original cost of \$1,000 or more are reported at historical cost or estimated historical cost. Contributed assets are reported at fair market value as of the date of donation. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred. Depreciation on all assets is provided on the straight-line half-year basis over the following estimated useful lives:

Building and Improvements	15-50 years
Equipment	5-45 years
Park Improvements	5-45 years
Vehicles	5-25 years
Infrastructure	20-50 years

The Village reports and depreciates infrastructure assets effective as of May 1, 2011. Infrastructure assets include roads, bridges, underground pipe, etc. These infrastructure assets constitute the largest asset class of the Village's governmental activities.

K. Government-Wide Net Position

Government-wide net position is divided into three components:

1. Invested in capital assets, net of related debt -- consist of the historical cost of capital assets less accumulated depreciation and less any debt that remains outstanding that was used to finance those assets.
2. Restricted net position -- consist of net position that is restricted by the Village's creditors (for example), through debt covenants), by the state enabling legislation (through restrictions on shared revenues), by grantors (both federal and state), and by other contributors.
3. Unrestricted -- all other net position is reported in this category.

L. Governmental Fund Balances

Governmental fund balances are divided between non-spendable and spendable.

Non-spendable fund balances are balances that cannot be spent because they are not expected to be converted to cash or they are legally or contractually required to remain intact.

The spendable fund balances are arranged in a hierarchy based on spending constraints.

1. Restricted -- Restricted fund balances are restricted when constraints are placed on their use by either (a) external creditors, grantors, contributors, or laws or regulations of other governments or (b) law through constitutional provisions or enabling legislation.
2. Committed -- Committed fund balances are amounts that can only be used for specific purposes as a result of constraints of the Board of Trustees. Committed amounts cannot be used for any other purpose unless the Board of Trustees removes those constraints by taking the same type of action (e.g., legislation, resolution, ordinance). Committed fund balances differ from restricted balances because the constraints on their use do not come from outside parties, constitutional provisions, or enabling legislation.

NOTES TO FINANCIAL STATEMENTS (continued)

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

L. Governmental Fund Balances (continued)

3. Assigned -- Assigned fund balances are amounts that are constrained by the Village's intent to be used for specific purposes, but are neither restricted nor committed. Intent is expressed by an appointed body (e.g., a budget or finance committee) or official to which the Board of Trustees has delegated the authority to assign, modify or rescind amounts to be used for specific purposes. The Village has not delegated this authority to an appointed body or official.

Assigned fund balances also include (a) all remaining amounts that are reported in governmental funds (other than the General Fund) that are not classified as non-spendable, restricted or committed, and (b) amounts in the General Fund that are intended to be used for a specific purpose. Specific amounts that are not restricted or committed in a special revenue fund are assigned for purposes in accordance with the nature of their fund type. Assignment within the General Fund conveys that the intended use of those amounts is for a specific purpose that is narrower than the general purpose of the Village itself. All other assigned fund balances are the residual amounts of the fund.

4. Unassigned -- Unassigned fund balance is the residual classification for the General Fund. This classification represents the General Fund balance that has not been assigned to other funds, and that has not been restricted, committed or assigned to specific purposes within the General Fund. Unassigned fund balance in the General Fund also includes amounts levied and/or borrowed for working cash. This classification is also used to represent negative fund balances in special revenue funds.

The Village permits funds to be expended in the following order: Restricted, Committed, Assigned, and Unassigned.

M. Property Tax Calendar and Revenues

The Village's property tax is levied each calendar year on all taxable real property located within the Village's borders on or before the last Tuesday in December. The 2014 levy was passed by the Board on December 2, 2014. Property taxes attach as an enforceable lien on property as of January 1 of the calendar year they are for and are payable in two installments early in June and early in September of the following calendar year. The Village receives significant distributions of tax receipts approximately one month after these dates.

N. Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimates.

NOTE 2 - PROPERTY TAXES

Property tax revenues are recorded on the "deferred method". Because of the extraordinarily long period of time between the levy date and the receipt of tax distributions from the County Collector, the property taxes are not "available" to finance current year expenditures. For those funds on the modified accrual basis, the current year tax levy is recorded as property taxes receivable and unavailable revenue.

NOTES TO FINANCIAL STATEMENTS (continued)

NOTE 2 - PROPERTY TAXES (continued)

A summary of assessed valuations, extensions and collections for tax years 2012, 2013, and 2014 follows:

Tax Years	2014		2013		2012	
Assessed Valuation	\$ 117,588,085		\$ 119,482,448		\$ 134,720,824	
	<u>Rates</u>	<u>Extension</u>	<u>Rates</u>	<u>Extension</u>	<u>Rates</u>	<u>Extension</u>
Purpose						
Corporate	<u>.017</u>	\$ <u>20,751</u>	<u>.018</u>	\$ <u>21,507</u>	<u>.016</u>	\$ <u>21,555</u>
Village Share of Township						
Road and Bridge Fund:						
Newport Township		\$ 3,441		\$ 16,371		\$ 16,055
Warren Township		8,194		7,102		6,016
Benton Township		276		269		264
		\$ <u>11,911</u>		\$ <u>23,742</u>		\$ <u>22,335</u>
Total Extension		\$ <u>32,662</u>		\$ <u>45,249</u>		\$ <u>43,889</u>
Collections		\$ <u>---</u>		\$ <u>45,133</u>		\$ <u>43,774</u>
Percent of Extension Collected		N/A		99.74%		99.74%

In addition to tax rate limitations which govern individual fund tax rates, the Village is subject to "Tax Cap" limitations affecting the five collar counties surrounding Cook County, Illinois. Under the "Tax Cap", the total of certain levies (not including bond levies) may not increase by more than the lesser of 5% of the prior year total or the prior year percentage increase in the Consumer Price Index.

NOTE 3 - CAPITAL ASSETS

A summary of changes in capital assets follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Governmental Activities				
Capital Assets Not Being Depreciated:				
Land	\$ 484,432	\$ 42,147	\$ 39,035	\$ 487,544
Construction in Progress	---	4,750	---	4,750
Total Capital Assets Not Being Depreciated	\$ <u>484,432</u>	\$ <u>46,897</u>	\$ <u>39,035</u>	\$ <u>492,294</u>
Other Capital Assets:				
Buildings	\$ 472,196	---	---	\$ 472,196
Office Equipment	75,854	2,788	---	78,642
Building Improvements	217,230	3,695	---	220,925
Park Improvements	363,425	---	---	363,425
Other Equipment	204,580	31,288	60,291	175,577
Infrastructure	10,123,981	326,708	---	10,450,689
Total Other Capital Assets at Historical Cost	\$ <u>11,457,266</u>	\$ <u>364,479</u>	\$ <u>60,291</u>	\$ <u>11,761,454</u>
Less: Accumulated Depreciation For:				
Buildings	\$ 233,547	\$ 5,769	---	\$ 239,316
Office Equipment	67,184	2,671	---	69,855
Building Improvements	192,206	3,333	---	195,539
Park Improvements	282,125	7,083	---	289,208
Other Equipment	143,160	21,346	60,291	104,215
Infrastructure	2,835,026	295,276	---	3,130,302
Total Accumulated Depreciation	\$ <u>3,753,248</u>	\$ <u>335,478</u>	\$ <u>60,291</u>	\$ <u>4,028,435</u>
Other Capital Assets, Net	\$ <u>7,704,018</u>	\$ <u>29,001</u>	\$ <u>---</u>	\$ <u>7,733,019</u>
Governmental Activities Capital Assets, Net	\$ <u>8,188,450</u>	\$ <u>75,898</u>	\$ <u>39,035</u>	\$ <u>8,225,313</u>

NOTES TO FINANCIAL STATEMENTS (continued)

NOTE 3 - CAPITAL ASSETS (continued)

All capital asset additions came from the General Fund.

Depreciation expense was allocated by function as follows:

General Government	\$ 33,119
Public Works	295,276
Parks and Recreation	<u>7,083</u>
	<u>\$ 335,478</u>

NOTE 4 - CASH AND INVESTMENTS

The Village is allowed to invest in securities as authorized by Chapter 30, *Illinois Compiled Statutes*, Act 235/Articles 2 and 6.

A. Deposits

At April 30, 2015, the carrying amount of the Village's deposits was \$229,092, exclusive of \$377 in cash on hand and \$250 held as petty cash, and the bank balance was \$233,342.

B. Investments

The following table shows the Village's investments:

	<u>Carrying Amount</u>	<u>Fair Value</u>
The Illinois Fund	\$ 1,611,458	\$ 1,611,458
Morgan Stanley - U.S. Government Securities	<u>403,504</u>	<u>403,504</u>
	<u>\$ 2,014,962</u>	<u>\$ 2,014,962</u>

Interest Rate Risk - The Village does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

Credit Risk - State law limits investments to specific types of investment instruments.

Concentration of Credit Risk - The Village places no limit on the amount the Village may invest in any one investment instrument. Some of the Village's deposits and investments are covered by FDIC Insurance or collateral consisting of U.S. Government securities or U.S. Government insurance programs. The amount of deposits and investments not secured by FDIC Insurance or collateral was \$403,504 at April 30, 2015.

NOTE 5 - PENSION AND RETIREMENT FUND COMMITMENTS

A. Illinois Municipal Retirement Fund

The Village's defined benefit pension plan for regular employees provides retirement and disability benefits, post-retirement increases, and death benefits to plan members and beneficiaries. The plan is affiliated with the Illinois Municipal Retirement Fund (IMRF), an agent multiple-employer plan. Benefit provisions are established by statute and may only be changed by the General Assembly of the State of Illinois. IMRF issues a publicly-available financial report that includes financial statements and required supplementary information. That report may be obtained online at www.imrf.org.

NOTES TO FINANCIAL STATEMENTS (continued)

NOTE 5 - PENSION AND RETIREMENT FUND COMMITMENTS (continued)

A. Illinois Municipal Retirement Fund (continued)

As set by statute, the Village's regular plan members are required to contribute 4.5% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The employer annual required contribution rate for calendar year 2014 was 10.17%. The Village also contributes for disability benefits, death benefits, and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by the IMRF Board of Trustees, while the supplemental retirement benefits rate is set by statute.

The required contribution for calendar year 2014 was \$21,321.

THREE-YEAR TREND INFORMATION FOR THE REGULAR PLAN

<u>Actuarial Valuation Date</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage of APC Contributed</u>	<u>Net Pension Obligation</u>
12/31/14	\$ 21,321	100%	\$ ---
12/31/13	23,907	100%	---
12/31/12	19,320	100%	---

The required contribution for 2014 was determined as part of the December 31, 2012 actuarial valuation using the entry age actuarial cost method. The actuarial assumptions at December 31, 2012 included: (a) 7.5% investment rate of return (net of administrative and direct investment expenses); (b) projected salary increases of 4.00% a year, attributable to inflation; (c) additional projected salary increases ranging from 0.4% to 10% per year depending on age and service, attributable to seniority/merit; and (d) post-retirement benefit increases of 3% annually. The actuarial value of the Village's regular plan assets was determined using techniques that spread the effects of short-term volatility in the market value of investments over a five-year period with a 20% corridor between the actuarial and market value of assets. The Village of Wadsworth's regular plan's unfunded actuarial accrued liability at the December 31, 2012 is being amortized as a level percentage of projected payroll on an open 29-year basis.

As of December 31, 2014, the most recent actuarial valuation date, the Village's regular plan was 66.58% funded. The actuarial accrued liability for benefits was \$397,060 and the actuarial value of assets was \$264,352, resulting in an underfunded actuarial accrued liability (UAAL) of \$132,708. The covered payroll for calendar year 2014 (annual payroll of active employees covered by the plan) was \$209,647 and the ratio of the UAAL to the covered payroll was 63%.

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

B. Social Security

Employees not qualifying for coverage under the Illinois Municipal Retirement Fund are considered "non-participating employees". These employees and those qualifying for coverage under the Illinois Municipal Retirement Fund are covered under Social Security. The Village paid \$21,619, the total required contribution for the current fiscal year.

NOTE 6 - LONG-TERM DEBT

The Village entered into a capital lease agreement on January 15, 2013 for the use of a Ford F550 dump truck. The terms of the lease call for monthly payments of \$1,307.47, including interest at 2.89%. The lease was paid off during 2014-15.

**REQUIRED SUPPLEMENTARY INFORMATION -
HISTORICAL PENSION FUND INFORMATION**

VILLAGE OF WADSWORTH, ILLINOIS
 ILLINOIS MUNICIPAL RETIREMENT FUND
 ANALYSIS OF EMPLOYEE CONTRIBUTIONS
 AND FUNDING PROGRESS (UNAUDITED)

APRIL 30, 2015

REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF FUNDING PROGRESS

Actuarial Valuation Date	Actuarial Value of Assets (A)	Actuarial Liability (AAL) Entry Age (B)	Unfunded AAL (UAAL) (B-A)	Funded Ratio (A/B)	Covered Payroll (C)	UAAL as a Percentage of Covered Payroll ((B-A)/C)
12/31/14	\$ 264,352	\$ 397,060	\$ 132,708	66.58%	\$ 209,647	63.30%
12/31/13	218,761	280,527	61,766	77.98%	212,510	29.06%
12/31/12	161,766	233,884	72,118	69.17%	190,534	37.85%

On a market value basis, the actuarial value of assets as of December 31, 2014 is \$315,997. On a market basis, the funded ratio would be 79.58%.

The actuarial value of assets and accrued liability cover active and inactive members who have service credit with the Village of Wadsworth. They do not include amounts for retirees. The actuarial accrued liability for retirees is 100% funded.

REQUIRED SUPPLEMENTARY INFORMATION

VILLAGE OF WADSWORTH, ILLINOIS

GENERAL CORPORATE FUND

SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES

BUDGET AND ACTUAL

FOR THE YEAR ENDED APRIL 30, 2015

	<u>Budget</u>	<u>Actual</u>
Revenue		
Locally Levied Taxes		
Property Taxes	\$ 43,000	\$ 45,613
Sales Taxes	600,000	559,821
Franchise Fees	65,000	58,096
Telecommunication Fees	77,000	69,400
Hotel Use Tax	800	1,130
Licenses and Permits		
Liquor Licenses	17,500	23,975
Motor Vehicle Licenses	100	49
Building Permits	40,000	45,783
Scavenger Licenses	1,000	2,250
Recycling and Reclamation Payments	5,000	3,289
Contractor Licenses	4,500	4,550
Intergovernmental Revenue		
Illinois Income Tax	370,000	391,267
Illinois Replacement Tax	400	460
Charges for Services		
Rental of Facilities	300	100
Zoning and Other Fees	5,000	26,089
Park Fees	1,000	1,575
Other Revenue		
Earnings on Investments		
Interest Earned	1,500	(2,074)
Reimbursement of Fees	---	237
Fines and Forfeitures	5,000	88,044
Special Events	---	50
Video Gaming Revenue	108,000	159,401
Farmer's Market Vendor Fees	---	2,342
Miscellaneous Income	5,000	181
Total Revenue	\$ <u>1,350,100</u>	\$ <u>1,481,628</u>
Expenditures (Page 26)		
General Government	\$ 964,500	\$ 604,547
Public Works	1,044,000	358,384
Parks and Recreation	100,000	20,698
Capital Outlay	950,000	271,376
Contingencies	<u>1,500,000</u>	<u>---</u>
Total Expenditures	\$ <u>4,558,500</u>	\$ <u>1,255,005</u>
Excess or (Deficiency) of Revenue Over Expenditures	\$ <u>(3,208,400)</u>	\$ <u>226,623</u>
Other Financing Sources (Uses)		
Transfers Received	\$ ---	\$ 85,000
Proceeds on Sale of Assets	<u>---</u>	<u>188,184</u>
Total Other Financing Sources (Uses)	\$ <u>---</u>	\$ <u>273,184</u>
Net Change in Fund Balance	\$ <u>(3,208,400)</u>	\$ 499,807
Fund Balance - Beginning		<u>1,807,629</u>
Fund Balance - Ending		\$ <u>2,307,436</u>

VILLAGE OF WADSWORTH, ILLINOIS

GENERAL CORPORATE FUND

SCHEDULE OF EXPENDITURES

FOR THE YEAR ENDED APRIL 30, 2015

	<u>Budget</u>	<u>Actual</u>
Expenditures		
General Government		
President and Board of Trustees	\$ 35,000	\$ 30,900
Village Clerk	8,000	7,200
Village Administrator	90,000	79,721
Village Treasurer	8,000	7,200
Building and Site Inspectors	50,000	26,284
Municipal Employees Salaries	150,000	130,858
Legal	125,000	70,043
Audit	15,000	11,500
Insurance	30,000	22,954
Dues and Subscriptions	10,000	5,424
Comprehensive Plan	---	4,288
Bond Premiums for Village Officials	1,000	---
Village Hall and Community Center Operating Expenses	150,000	61,416
Travel, Registration, and Truck	35,000	75,362
Interest Expense	---	714
Police Contractual Services	10,000	---
Planning and Feasibility Study	30,000	---
Stationary, Printing, Postage, and Office Supplies	10,000	2,832
Consulting Fees	25,000	3,642
Illinois Municipal Retirement Fund	30,000	21,098
Board Expense	7,500	7,496
Special Events	55,000	6,879
Payroll Taxes	40,000	28,736
Grant Expenses	<u>50,000</u>	<u>---</u>
	\$ <u>964,500</u>	\$ <u>604,547</u>
Public Works		
Street Lighting	\$ 65,000	\$ 53,561
Road Maintenance and Materials	875,000	264,073
Refuse Disposal	4,000	1,391
Engineering Expenses	<u>100,000</u>	<u>39,359</u>
	\$ <u>1,044,000</u>	\$ <u>358,384</u>
Parks and Recreation		
Park Maintenance and Utilities	\$ <u>100,000</u>	\$ <u>20,698</u>
Capital Outlay		
Municipal Equipment	\$ 200,000	\$ 84,668
Infrastructure	---	186,708
Land	<u>750,000</u>	<u>---</u>
	\$ <u>950,000</u>	\$ <u>271,376</u>
Contingencies	\$ <u>1,500,000</u>	\$ <u>---</u>
Total Expenditures	\$ <u>4,558,500</u>	\$ <u>1,255,005</u>

VILLAGE OF WADSWORTH, ILLINOIS

MOTOR FUEL TAX FUND

SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES

BUDGET AND ACTUAL

FOR THE YEAR ENDED APRIL 30, 2015

	<u>Budget</u>	<u>Actual</u>
Revenue		
Intergovernmental Revenue		
Motor Fuel Tax Allocations	\$ 90,000	\$ 122,625
Other Revenue		
Interest on Investments	<u>100</u>	<u>24</u>
Total Revenue	\$ <u>90,100</u>	\$ <u>122,649</u>
Expenditures		
Road Maintenance	\$ 402,250	\$ ---
Capital Outlay	<u>---</u>	<u>140,000</u>
Total Expenditures	\$ <u>402,250</u>	\$ <u>140,000</u>
Excess or (Deficiency) of Revenue Over Expenditures	\$ (312,150)	\$ (17,351)
Other Financing Sources (Uses)		
Transfers	<u>---</u>	<u>(85,000)</u>
Net Change in Fund Balance	\$ <u>(312,150)</u>	\$ (102,351)
Reserve Balance - May 1, 2014		<u>274,419</u>
Reserve Balance - April 30, 2015		\$ <u><u>172,068</u></u>

VILLAGE OF WADSWORTH, ILLINOIS
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

APRIL 30, 2015

NOTE 1 - BUDGET

Budgets are adopted on a basis consistent with generally accepted accounting principles. Annual budgets are adopted for all funds. All annual budgets lapse at fiscal year-end.

Budgeted expenditures are controlled at the departmental level with the Village Administrator's oversight. All transfers and any revision that changes the total expenditures not contemplated of any fund must be approved by the Village Board. All budget amendments must be approved by the Village Board.

The budget document in this context was the Village of Wadsworth Ordinance 2014-928 entitled An Ordinance Fixing the Annual Appropriation for the Village of Wadsworth, Lake County, Illinois for the Fiscal Year Beginning May 1, 2014 and Ending April 30, 2015.

The budget was approved on July 1, 2014.