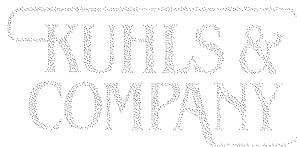


BELVIDERE TOWNSHIP, ILLINOIS
ANNUAL FINANCIAL REPORT
March 31, 2018

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To the Belvidere Township Board
Belvidere Township, Illinois

INDEPENDENT AUDITOR'S REPORT

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Belvidere Township, Illinois, as of and for the year ended March 31, 2018, and the related notes to the financial statements which collectively comprise the Township'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 an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United State of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from 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 control relevant to the Township'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 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 financial statements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

(Con't)

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and aggregate remaining fund information of Belvidere Township, Illinois, as of March 31, 2018, 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.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information as listed in the table of contents 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, economic, 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 inquiries 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. We do not express an opinion or provide any assurance on the information because of the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise the Belvidere Township, Illinois, basic financial statements. The combining and individual nonmajor fund financial statements, budgetary comparison information, assessed valuation schedules and other supplementary information as listed in the table of contents, are presented for purpose of additional analysis and are not a required part of the basic financial statements. The combining and individual nonmajor fund financial statements 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. Such 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 combining and individual nonmajor fund financial statements are fairly stated, in all material respects, in relation to the basic financial statements as a whole. The budgetary comparison information, assessed valuation schedules and other supplementary information have not been subjected to the auditing procedures applied in the audit of the basic financial statements, and, accordingly, we do not express an opinion or provide any assurance on them.


September 14, 2018

Rockford, Illinois

BELVIDERE TOWNSHIP, ILLINOIS

MANAGEMENT DISCUSSION AND ANALYSIS

This Management Discussion and Analysis for the Township of Belvidere's financial performance provides an overview of the Township activities for the fiscal year ended March 31, 2018. The MD&A should be reviewed in conjunction with the Township's financial statements.

Financial Highlights

Net position of the Township at the close of the most recent fiscal year was \$14,185,821 as compared to the beginning balance of \$14,357,556.

The Township's total net position decreased by \$171,735. This decrease is primarily due to an increase in departmental spending, increase in depreciation and a smaller increase in property taxes.

As of the close of the current fiscal year, the Township's governmental funds reported combined ending fund balances of \$7,879,676, an increase of \$240,680 in comparison with the prior year. This increase is primarily due to a small increase in property taxes and a decrease of road projects.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the Township's basic financial statements. The Township's basic financial statements comprise of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. Also included is other supplementary information in addition to the basic financial statements themselves.

BELVIDERE TOWNSHIP, ILLINOIS
MANAGEMENT DISCUSSION AND ANALYSIS

Government-Wide Financial Statements

The government-wide financial statements provide both short term and long term information about the Township's overall financial status, similar to a private sector business. The Township's basic services are highway and street maintenance and improvements, general assistance and welfare, culture and recreation, and general government services. Current operations of these activities are primarily financed with property taxes.

The statement of net position presents information on all of the Township's assets, liabilities and deferred inflows and outflows of resources, with the difference reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the Township is improving or deteriorating.

The statement of activities presents information showing how the net position of the Township changed during the fiscal year. All changes in net position are reported using the accrual basis of accounting. All of the current year's revenues and activities are taken into account regardless of when received or paid.

Net Position
March 31, 2018

	<u>Governmental Activities</u>
Current assets	\$ 9,956,860
Capital assets (net)	<u>6,342,702</u>
Total assets	<u>16,299,562</u>
Total liabilities	<u>68,341</u>
Total deferred inflows of resources	<u>2,045,400</u>
Net position:	
Invested in capital assets	6,342,702
Restricted	6,359,792
Unrestricted	<u>1,483,327</u>
Total net position	<u>\$14,185,821</u>

All funds are governmental activity type funds. Belvidere Township does not have any business activity type funds.

BELVIDERE TOWNSHIP, ILLINOIS

MANAGEMENT DISCUSSION AND ANALYSIS

Capital Assets

The Township's investment in capital assets for its government-wide activities as of March 31, 2018, approximates \$6,342,702 (net of accumulated depreciation). This investment in capital assets includes land, buildings and improvements, infrastructure, machinery and equipment and vehicles.

The following shows the change in the Township's capital assets, net of depreciation:

	<u>March 31, 2017</u>	<u>Change</u>	<u>March 31, 2018</u>
Land	\$ 600,583	\$ -	\$ 600,583
Buildings & improvements	1,703,852	(69,789)	1,634,063
Infrastructure	3,816,256	(203,378)	3,612,878
Machinery & equipment	278,178	(16,365)	261,813
Vehicles	<u>336,622</u>	<u>(103,257)</u>	<u>233,365</u>
Total capital assets, net	<u>\$6,735,491</u>	<u>(\$392,789)</u>	<u>\$6,342,702</u>

Noncurrent Liabilities

At the end of the current fiscal year, the Township has the following non-current liabilities:

	<u>Due more than one year</u>
Compensated absences	\$36,557

Changes in Net Position for the year ended March 31, 2018

<u>Revenues</u>	<u>Governmental Activities</u>
Property taxes	\$2,135,835
Other taxes	227,747
Other revenues	<u>97,202</u>
Total revenues	<u>2,460,784</u>
<u>Activities:</u>	
General government	852,839
Contributions to Illinois Municipal Retirement Fund	47,542
Highways and streets	1,482,980
Welfare	59,358
Cemetery	<u>189,800</u>
Total activities	<u>2,632,519</u>
Change in net position	<u>(\$ 171,735)</u>

BELVIDERE TOWNSHIP, ILLINOIS

MANAGEMENT DISCUSSION AND ANALYSIS

Fund Financial Statements

The fund financial statements provide detailed information about the Township's major funds and non-major funds. Funds are a separate accounting of specific funding sources and specific expenditures of activities. Some funds are required by state law, while others are established to control and manage activities.

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

The Township maintains eleven individual governmental funds. Information is presented separately in the governmental funds Balance Sheet and in the governmental funds Statement of Revenues, Expenditures and Changes in Fund Balances for all these funds. Four of the eleven governmental funds are considered major funds of the Township.

The Township adopts annual budgets for all major governmental funds. A budgetary comparison statement has been provided for the major governmental funds, which is in compliance with Governmental Accounting Standards.

Financial Analysis of the Governmental Funds

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

The financial reporting focus of the Township's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information may be useful in assessing the Township's financing requirements. In particular, fund balance may serve as useful measure of a government's net resources available for spending at the end of the fiscal year.

As of the end of the current fiscal year, the Township's governmental funds reported a combined ending fund balance of \$7,879,676, an increase of \$240,680 in comparison with the prior year. This total amount constitutes fund balance, which is available to meet the future financial needs of the Township. \$6,359,792 is restricted for future operations, equipment, capital maintenance, future cash flow and other needs. The remainder of fund balance is unrestricted and available for spending.

BELVIDERE TOWNSHIP, ILLINOIS

MANAGEMENT DISCUSSION AND ANALYSIS

Major Funds Highlights

Town Fund. The beginning fund balance as of April 1, 2017 was \$1,551,428. The revenue during the fiscal year April 1, 2017 through March 31, 2018 was \$766,329 and the expenditures were \$797,873, which leaves a fund balance of \$1,519,884. The fund balance decrease of \$31,544 was primarily due departmental spending.

Road and Bridge Fund. The beginning fund balance as of April 1, 2017 was \$890,621. The revenue during the fiscal year April 1, 2017 through March 31, 2018 was \$682,193 and the expenditures were \$540,957. The fund balance increase of \$141,236 was due primarily to decreases in road improvements.

Joint Bridge Fund. The beginning fund balance as of April 1, 2017 was \$2,177,045. The revenue during the fiscal year April 1, 2017 through March 31, 2018 was \$23,374. The Joint Bridge Fund had no bridge construction projects for the year.

Permanent Road Fund. The beginning fund balance as of April 1, 2017 was \$788,938. The revenue during the fiscal year April 1, 2017 through March 31, 2018 was \$323,420 and the expenditures were \$475,612. A fund balance decrease of \$152,192 was due to an increase in road improvements.

Budgetary Highlights

Town Fund. Revenues for the fund operations were greater than budgeted revenue estimates by \$10,329 and expenditures on the budgetary basis were lower than appropriated amounts by \$1,512,341.

Road and Bridge Fund. Revenues for the fund operations were greater than budgeted revenue estimates by \$25,233 and departmental expenditures on the budgetary basis were less than appropriated amounts by \$1,052,701.

Joint Bridge Fund. Revenues for the fund operations were greater than budgeted revenue estimates by \$17,349 and expenditures on the budgetary basis were less than appropriated amounts by \$2,166,970.

Permanent Road Fund. Revenues for the fund operations were greater than budgeted revenue estimates by \$420 and expenditures on the budgetary basis were less than appropriated amounts by \$636,546.

BELVIDERE TOWNSHIP, ILLINOIS
MANAGEMENT DISCUSSION AND ANALYSIS

Date of Management's Review

Management has evaluated subsequent events through September 14, 2018, the date on which the financial statements were available to be issued.

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 governmental fund financial statements. The notes can be found on Pages 15 through 25.

Other Information

In addition to the Township's basic financial statements and accompanying notes, this report also presents certain required supplementary information. Required supplementary information can be found on Pages 26 through 30.

The combining and individual statements referred to earlier in connection with non-major governmental funds are presented following the required supplementary information on Pages 32 through 40.

Economic Factors and Next Year Budget and Rates

The Township receives most of its revenue from property taxes. The property tax base of the Township will increase in the next tax cycle. The current fund reserves will allow the Township to budget consistently for fiscal year 2018-2019. Current economic factors will affect interest earnings and replacement tax revenue.

Financial Contact

Belvidere Township's financial statements are designed to present users (citizens, taxpayers, investors and creditors) with a general overview of the Township's finances and to demonstrate the Township's accountability. If you have any questions about the report or need additional financial information, please contact:

Belvidere Township
8200 Fairgrounds Road
Belvidere, IL 61008
Phone: (815) 544-2027

BELVIDERE TOWNSHIP, ILLINOIS

STATEMENT OF NET POSITION

March 31, 2018

	<u>Governmental Activities</u>
ASSETS	
Cash and equivalents	\$ 1,420,480
Certificates of deposit	6,469,880
Receivables	
Property taxes	2,045,400
Interest	21,100
Capital assets	
Nondepreciable	600,583
Depreciable, net of accumulated depreciation	<u>5,742,119</u>
Total assets	<u>16,299,562</u>
LIABILITIES	
Accounts payable	31,784
Non-current liabilities	
Due in more than one year	<u>36,557</u>
Total liabilities	<u>68,341</u>
DEFERRED INFLOWS OF RESOURCES	
Unearned revenue - property taxes	<u>2,045,400</u>
Total deferred inflows of resources	<u>2,045,400</u>
NET POSITION	
Net investment in capital assets	6,342,702
Restricted	
Construction	2,200,419
Health & welfare	493,772
Highways & streets	1,952,891
Insurance	246,153
Machinery & housing	898,379
Retirement	568,178
Unrestricted	<u>1,483,327</u>
Total net position	<u>\$14,185,821</u>

The notes to financial statements are an integral part of this statement.

BELVIDERE TOWNSHIP, ILLINOIS

STATEMENT OF ACTIVITIES
for the year ended March 31, 2018

	<u>Governmental Activities</u>
ACTIVITIES	
General government	\$ 852,839
Contributions to Illinois Municipal Retirement Fund	47,542
Highways and streets	1,482,980
Welfare	59,358
Cemetery	<u>189,800</u>
Total activities	<u>2,632,519</u>
REVENUES	
Taxes	
Property	2,135,835
Replacement	126,200
Motor fuel	101,547
Investment income	38,077
Sale of truck	12,500
Miscellaneous	<u>46,625</u>
Total revenues	<u>2,460,784</u>
Change in net position	(171,735)
Net position-beginning of year	<u>14,357,556</u>
Net position-end of year	<u><u>\$14,185,821</u></u>

The notes to financial statements are an integral part of this statement.

BALANCE SHEET
GOVERNMENTAL FUNDS

BELVIDERE TOWNSHIP, ILLINOIS

BALANCE SHEET
GOVERNMENTAL FUNDS
March 31, 2018

ASSETS	Town	Road & Bridge	Joint Bridge
Cash	\$ 138,951	\$ 34,649	\$ 107,619
Certificates of deposit	1,383,625	1,025,000	2,075,000
Receivables			
Interest	900	400	17,800
Property taxes	745,000	589,000	1,000
Total assets	<u>\$2,268,476</u>	<u>\$1,649,049</u>	<u>\$2,201,419</u>
LIABILITIES, DEFERRED INFLOWS, AND FUND BALANCES			
LIABILITIES			
Accounts payable	\$ 3,592	\$ 28,192	\$ -
Total liabilities	<u>3,592</u>	<u>28,192</u>	<u>-</u>
DEFERRED INFLOWS OF RESOURCES			
Unavailable revenue-property taxes	<u>745,000</u>	<u>589,000</u>	<u>1,000</u>
Total deferred inflows	<u>745,000</u>	<u>589,000</u>	<u>1,000</u>
FUND BALANCES			
Restricted			
Construction	-	-	2,200,419
Health & welfare	-	-	-
Highways & streets	-	1,031,857	-
Insurance	-	-	-
Machinery & housing	-	-	-
Retirement	-	-	-
Assigned			
Capital projects	1,100,000	-	-
Equipment replacement	160,000	-	-
Parks & recreation	80,000	-	-
Social services	140,000	-	-
Unassigned	<u>39,884</u>	<u>-</u>	<u>-</u>
Total fund balances	<u>1,519,884</u>	<u>1,031,857</u>	<u>2,200,419</u>
Total liabilities, deferred inflows and fund balances	<u>\$2,268,476</u>	<u>\$1,649,049</u>	<u>\$2,201,419</u>

<u>Permanent Road</u>	<u>Non-Major Governmental</u>	<u>Totals</u>
\$ 136,646	\$1,002,615	\$1,420,480
500,000	1,486,255	6,469,880
100	1,900	21,100
<u>356,700</u>	<u>353,700</u>	<u>2,045,400</u>
<u>\$ 993,446</u>	<u>\$2,844,470</u>	<u>\$9,956,860</u>

<u>\$ -</u>	<u>\$ -</u>	<u>\$ 31,784</u>
<u>-</u>	<u>-</u>	<u>31,784</u>

<u>356,700</u>	<u>353,700</u>	<u>2,045,400</u>
<u>356,700</u>	<u>353,700</u>	<u>2,045,400</u>

-	-	2,200,419
-	493,772	493,772
636,746	284,288	1,952,891
-	246,153	246,153
-	898,379	898,379
-	568,178	568,178
-	-	1,100,000
-	-	160,000
-	-	80,000
-	-	140,000
-	-	39,884
<u>636,746</u>	<u>2,490,770</u>	<u>7,879,676</u>

<u>\$ 993,446</u>	<u>\$2,844,470</u>	<u>\$9,956,860</u>
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The notes to financial statements are an integral part of this statement.

BELVIDERE TOWNSHIP, ILLINOIS

RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET POSITION
March 31, 2018

Total governmental fund balances \$ 7,879,676

Amounts reported for governmental activities
in the statement of net position are
different because:

Capital assets used in government activities
are not financial resources and, therefore,
are not reported as assets in governmental
funds.

The cost of capital assets is	\$14,638,694	
Accumulated depreciation is	(<u>8,295,992</u>)	
		6,342,702

Certain noncurrent liabilities that are
reported as an expenditure when due in
governmental funds, but as noncurrent
liabilities and corresponding expenses
when accrued or earned in the statement of
activities.

Compensated absences	(<u>36,557</u>)	(<u>36,557</u>)
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Net position of governmental activities	<u>\$14,185,821</u>
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The notes to financial statements are an integral part of this statement.

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
GOVERNMENTAL FUNDS

BELVIDERE TOWNSHIP, ILLINOIS

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
GOVERNMENTAL FUNDS

for the year ended March 31, 2018

	<u>Town</u>	<u>Road & Bridge</u>	<u>Joint Bridge</u>
REVENUES			
Property taxes	\$ 709,727	\$ 584,448	\$ 1,033
Replacement taxes	51,418	53,834	-
Motor fuel taxes	-	-	-
Interest	4,817	3,003	22,341
Fees and fines	-	18,068	-
Reimbursements	367	10,794	-
Miscellaneous	<u>12,941</u>	<u>12,046</u>	<u>-</u>
Total revenues	766,329	682,193	23,374
EXPENDITURES			
General government	706,054	-	-
Contributions to Illinois Municipal Retirement Fund	-	-	-
Highways and streets	68,819	540,957	-
Welfare	23,000	-	-
Cemetery	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>797,873</u>	<u>540,957</u>	<u>-</u>
Excess of revenues over (under) expenditures	(31,544)	141,236	23,374
OTHER FINANCING SOURCES (USES)			
Sale of truck	<u>-</u>	<u>-</u>	<u>-</u>
Total other financial sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	(31,544)	141,236	23,374
FUND BALANCES, beginning	<u>1,551,428</u>	<u>890,621</u>	<u>2,177,045</u>
FUND BALANCES, ending	<u>\$1,519,884</u>	<u>\$1,031,857</u>	<u>\$2,200,419</u>

<u>Permanent Road</u>	<u>Non-Major Governmental</u>	<u>Totals</u>
\$ 321,891	\$ 518,736	\$2,135,835
-	20,948	126,200
-	101,547	101,547
1,529	6,387	38,077
-	375	18,443
-	4,975	16,136
-	-	12,046
323,420	652,968	2,448,284
-	83,137	789,191
-	47,542	47,542
475,612	48,825	1,134,213
-	36,358	59,358
-	189,800	189,800
<u>475,612</u>	<u>405,662</u>	<u>2,220,104</u>
(152,192)	247,306	228,180
-	12,500	12,500
-	12,500	12,500
(152,192)	259,806	240,680
<u>788,938</u>	<u>2,230,964</u>	<u>7,638,996</u>
<u>\$ 636,746</u>	<u>\$2,490,770</u>	<u>\$7,879,676</u>

The notes to financial statements are an integral part of this statement.

BELVIDERE TOWNSHIP, ILLINOIS

RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF
REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
TO THE STATEMENT OF ACTIVITIES
March 31, 2018

Net change in fund balances-total governmental funds \$240,680

Amounts reported for governmental activities in the
statement of activities are different because:

Capital outlays are reported as expenditures
in governmental funds. However, in the
statement of activities, the cost of capital
assets is allocated over their estimated
useful lives as depreciation expense.
In the current period, these amounts are:

Capital outlay	\$ 553,883
Depreciation expense	(<u>946,672</u>)

Excess of depreciation expense over capital outlay and costs (392,789)

The change in certain noncurrent liabilities
is reported as an expenditure when due in
governmental funds, but as noncurrent
liabilities and corresponding expenses
when accrued or earned in the statement of
activities.

Increase in compensated absences (19,626)

Change in net position of governmental activities (\$171,735)

The notes to financial statements are an integral part of this statement.

BELVIDERE TOWNSHIP, ILLINOIS

NOTES TO FINANCIAL STATEMENTS

March 31, 2018

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Belvidere Township operates under a Supervisor - Board of Trustees form of government and provides the following services as authorized by state statutes: highway and street maintenance and improvements, health and social services, culture and recreation, and general government services.

The accounting and reporting policies of the Township relating to the accompanying financial statements conform to accounting principles generally accepted in the United States of America (GAAP) applicable to local governments. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The following represents the more significant accounting and reporting policies and practices used in the preparation of these financial statements.

Reporting Entity

The Township's financial statements include the accounts of all Township operations and those of separately administered organizations that are controlled or dependent on the Township control or dependency, determined by financial interdependency, selection of governing board, designation of management, accountability for fiscal matters, and ability to significantly influence operations. The Township has considered all other organizations for the nature and significance of the relationships which would cause the Township's financial statements to be misleading. Because of the closeness of Belvidere Township's relationship with the county motor fuel tax unit, those financial statements are blended as though they are part of Belvidere Township.

Government-Wide and Fund Financial Statements

Government-Wide Statements: The Statement of Net Position and the Statement of Activities report information about the Township. These statements include the financial activities of the overall government. Eliminations have been made to minimize the double counting of internal activities. These statements report the Township's governmental activities which generally are financed through taxes, intergovernmental revenues, and other transactions. The Township has no business-type activities, financed in whole or in part by fees charged to external parties, to report.

The Statement of Net Position presents the Township's assets, liabilities and deferred inflow of resources with the difference reported as net position. Net position is reported in three categories.

BELVIDERE TOWNSHIP, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
March 31, 2018

NOTE 1 CONTINUED

Net investment in capital assets consists of capital assets, net of accumulated depreciation.

Restricted net position, amounts that can only be used for specific purposes because enabling legislation establishes restrictions if it includes an enforceable requirement.

Unrestricted net position are assets not meeting the definition of the preceding category.

The Statement of Activities presents a comparison between direct activity costs and revenues for each function of the governmental activities. Direct activities are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. No indirect cost allocations have been made in the funds which require reversal for the statement of activities. Revenues that are not classified as program revenues, including all taxes and related revenues, are presented as general revenues.

Fund Financial Statements: The fund financial statements provide information about the Township's funds. The emphasis of the Township's governmental fund financial statements is on major governmental funds, each displayed in a separate column. All remaining governmental funds are aggregated and reported as non-major funds.

Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recognized when earned and expenses are recognized when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied.

BELVIDERE TOWNSHIP, ILLINOIS

NOTES TO FINANCIAL STATEMENTS

March 31, 2018

NOTE 1 CONTINUED

Grants and similar items, if any, are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recognized when a liability is incurred, as under accrual accounting. However, debt service expenditures, if any, as well as expenditures related to claims and judgments, are recognized only when payment is due. Capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt, if any, are reported as other financial sources.

Property taxes are recognized as revenue in the year for which they have been levied, provided they are collected within 60 days after year-end. Sales taxes are considered measurable and available at the time the underlying transaction occurs provided they are collected within 60 days after year-end. Other taxes are considered measurable and available when they have been collected by the state or other levying authority. Special assessments receivable are recognized at the time of their levy. The related revenue is recognized at the time the assessment is due or collected. Licenses and permits, fines and forfeitures, and miscellaneous revenues are generally recognized as revenue when received in cash because they are generally not measurable until actually received. Investment earnings are recognized as earned.

The Township reports the following major governmental funds:

The Town Fund is the Township's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

The Road and Bridge Fund, a special revenue fund type, accounts for the financing and maintenance of various road improvements of the Township.

BELVIDERE TOWNSHIP, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
March 31, 2018

NOTE 1 CONTINUED

The Joint Bridge Fund, a special revenue fund type, accounts for the financing and construction of various bridge and culvert maintenance projects through joint agreements with various municipalities.

The Permanent Road Fund, a special revenue fund type, accounts for the financing and maintenance of various road improvements of the Township.

The Township also reports other governmental funds, which are individually non-major, in total. They are the General Insurance, General Assistance, Cemetery, Social Security, Illinois Municipal Retirement, Machinery and Housing and Motor Fuel Tax Funds.

Deferred Outflows and Inflows of Resources

In addition to assets, the statement of net position or balance sheets will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net assets that applies to future periods and so will not be recognized as an outflow of resources, expense or expenditure until then. In addition to liabilities, the statement of net position or balance sheets will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net assets that applies to a future period and so will not be recognized as an inflow of resources or revenue until that time.

Cash and Equivalents

Cash and cash equivalents are stated at cost, which approximates market. Cash and certificates of deposit are in financial institutions to be collateralized by the U. S. Government or its obligations or its agencies or direct obligations to the Township. The cash and cash equivalents balance at March 31, 2018 was \$7,890,360 of which the Federal Depository Insurance Corporation covered \$1,250,000 and collateral held by authorized institutions was \$6,640,360.

The Township has a written investment policy which is also governed by state statutes. Cash, cash equivalents and investments are to be invested for a reasonable return and safety of original principal.

BELVIDERE TOWNSHIP, ILLINOIS

NOTES TO FINANCIAL STATEMENTS

March 31, 2018

NOTE 1 CONTINUED

Property Tax Receivable

The Township is responsible for levying property taxes, but the County Treasurer bills and collects taxes for the Township. Taxes for the year ended March 31, 2018 were certified with the County during the year and were due in two equal installments, June 2017 and September 2017. Any tax collections remitted to the Township within sixty days subsequent to March 31, 2018, are recorded as property tax revenues.

The property tax receivable represents taxes approved by the County to be collected in the next fiscal year for the purposes set out in the budget for the next fiscal year. Although the property tax receivable has been recorded in the financial statements, the related revenue is a deferred inflow of resources and will not be recognized as revenue until the year for which it is levied.

Capital Assets - Government-wide Statements

Capital assets, which include land, buildings, infrastructure, furniture, machinery and equipment are reported in the applicable governmental activities column in the government-wide financial statements. The Township has elected not to report major general infrastructure assets retroactively, per GASB Statement No. 34.

Capital assets are defined by the Township as assets with an initial individual cost as follows: equipment, \$2,500; building and improvements, \$10,000; and infrastructure, \$50,000, or greater, and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed.

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 with total project costs of \$50,000 or greater are capitalized as projects are constructed.

BELVIDERE TOWNSHIP, ILLINOIS

NOTES TO FINANCIAL STATEMENTS

March 31, 2018

NOTE 1 CONTINUED

Building and road improvements, buildings, tools and equipment of the Township are depreciated using the straight line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Appliances	5
Tools	5
Equipment	7
Vehicles (under 13,000 lbs)	5
Vehicles (over 13,000 lbs)	7
Building improvements	20
Buildings	40
Road improvements	10
New infrastructure	40

Changes in capital assets for the year ended March 31, 2018 were as follows:

<u>Governmental Activities</u>	<u>April 1 2017</u>	<u>Additions</u>	<u>Retirements</u>	<u>March 31 2018</u>
Non-depreciable assets:				
Land	\$ 600,583	\$ -	\$ -	\$ 600,583
Depreciable assets:				
Admin building	1,669,915	-	-	1,669,915
Buildings & improvements	954,954	-	-	954,954
Infrastructure	8,749,267	475,612	-	9,224,879
Machinery & equipment	1,309,145	78,271	122,501	1,264,915
Vehicles	993,448	-	70,000	923,448
Total	<u>14,277,312</u>	<u>553,883</u>	<u>192,501</u>	<u>14,638,694</u>
		<u>Depreciation</u>	<u>Retirements</u>	
Less, accumulated depreciation:				
Admin building	500,974	41,748	-	542,722
Buildings & improvements	420,043	28,041	-	448,084
Infrastructure	4,933,011	678,990	-	5,612,001
Machinery & equipment	1,030,967	94,636	122,501	1,003,102
Vehicles	656,826	103,257	70,000	690,083
Total	<u>7,541,821</u>	<u>\$ 946,672</u>	<u>\$192,501</u>	<u>8,295,992</u>
Capital assets, net	<u>\$ 6,735,491</u>			<u>\$ 6,342,702</u>

BELVIDERE TOWNSHIP, ILLINOIS

NOTES TO FINANCIAL STATEMENTS

March 31, 2018

NOTE 1 CONTINUED

Current year depreciation was charged to governmental activities as follows:

General government	\$ 47,530
Highways and streets	<u>899,142</u>
Total depreciation	<u>\$946,672</u>

Compensated Absences

Full-time Township employees are entitled to vacation and sick leave. Amounts vary depending on years of employment. Vacation or sick leave that either accumulates or vests is accrued when earned. Employees are allowed to carryover five days of vacation and nine days of sick time. The unused accumulation of time at termination or retirement will be converted to IMRF service credit.

Use of Estimates

The preparation of basic financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amounts of assets, liabilities, deferred inflows and disclosures at the date of the basic financial statements and the reported amounts of the revenues and expenditures during the fiscal year. Actual results could vary from estimates that were used.

Fund Balances

In the governmental fund financial statements, fund balances are classified as Nonspendable - amounts that cannot be spent either because they are in a nonspendable form or because they are legally or contractually required to be maintained intact; Restricted - amounts constrained for specific purposes because externally imposed by creditors, grantors, contributors or laws and regulations establish restrictions if it includes an enforceable requirement; Committed - amounts that can be used only for specific purposes determined by

BELVIDERE TOWNSHIP, ILLINOIS

NOTES TO FINANCIAL STATEMENTS

March 31, 2018

NOTE 1 CONTINUED

a formal action of the Township and may also be created by contract; Assigned - amounts that are constrained by the Township's intent to be used for specific purposes but are not restricted or committed; Unassigned - all amounts not included in other spendable classifications. The flow of funds assumption is that the funds with higher level of constraint are expended first. In the order of restricted, committed, assigned and then unassigned. The Township has not established a formal minimum fund balance policy for governmental funds.

NOTE 2 FUND BALANCE SURPLUS/DEFICITS

The Township is solely responsible for financing deficits and operating deficiencies and for disposition of surplus funds.

NOTE 3 BUDGETS AND BUDGETARY ACCOUNTING

The Township annually adopts a budget following the required public notice and hearing for all funds and appropriates the amount deemed necessary for each of the different Township activities. The budget may be amended during the year utilizing similar statutorily prescribed procedures and time limitations. Encumbrances are not recognized on the budget and appropriations lapse at year-end.

Budget amounts included in this financial statement represent the Township's appropriations for the year ended March 31, 2018, which was adopted on May 23, 2017. In some instances the Township does not budget revenue by individual line items and in some instances expenditures are not budgeted by individual line items. When revenue and expenditures are not budgeted by line items, composite revenue and expenditure amounts are budgeted. In the budgetary comparison statements, original and final budget amounts were the same, as no budget changes were made during the year.

NOTE 4 RISK MANAGEMENT

The Township participates in the Township Officials of Illinois Risk Management Association (TOIRMA) to provide workers compensation coverage, general liability and property insurance. Belvidere Township, along with other participating townships, contributes annual amounts determined by TOIRMA. As claims arise, they are submitted to and paid by TOIRMA. During the year 2018, the Township contributed \$32,825 to TOIRMA for this insurance coverage. Coverage was reviewed during the year because of significant asset acquisitions.

BELVIDERE TOWNSHIP, ILLINOIS

NOTES TO FINANCIAL STATEMENTS

March 31, 2018

NOTE 5 RETIREMENT FUND

Illinois Municipal Retirement Fund

Plan Description. The employer'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 employer 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 on-line 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.

Plan Membership. At December 31, 2017, IMRF membership consisted of:

Inactive employees or their beneficiaries	
currently received benefits	8
Inactive employees entitled to but not yet	
receiving benefits	4
Active employees	<u>13</u>
Total	<u>25</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 (reduced 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

BELVIDERE TOWNSHIP, ILLINOIS

NOTES TO FINANCIAL STATEMENTS

March 31, 2018

NOTE 5 CONTINUED

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 all other requirements are established by state statute.

Funding Policy. As set by statute, your employer Regular plan members are required to contribute 4.50 percent 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 contribution rate for calendar year 2017 was 7.92 percent. The employer 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.

Annual Pension Cost. The required contribution for calendar year 2017 was \$48,011.

Three-Year Trend Information for the Regular Plan

<u>Fiscal Year Ending</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage of APC Contributed</u>	<u>Net Pension Obligation</u>
12-31-17	\$ 48,011	100%	\$ -0-
12-31-16	50,085	100	-0-
12-31-15	47,473	100	-0-

The required contribution for 2017 was determined as part of the December 31, 2015, actuarial valuation using the entry age normal actuarial cost method. The actuarial assumptions at December 31, 2015, included (a) 7.5 percent investment rate of return (net of administrative and direct investment expenses), (b) projected salary increases of 3.5% a year, attributable to inflation,[©] 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 your employer 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 employer Regular plan's over funded actuarial accrued liability at December 31, 2015 is being amortized as a level percentage of projected payroll on an open 26 year basis.

BELVIDERE TOWNSHIP, ILLINOIS

NOTES TO FINANCIAL STATEMENTS

March 31, 2018

NOTE 5 CONTINUED

Funded Status and Funding Progress. As of December 31, 2017, the most recent actuarial valuation date, the Regular plan was 109.35 percent funded. The actuarial accrued liability for benefits was \$1,544,892 and the actuarial value of assets was \$1,689,403, resulting in an over funded actuarial accrued liability (UAAL) of \$144,511. The covered payroll for calendar year 2017 (annual payroll of active employees covered by the plan) was \$606,203. Because the plan is over funded, there is no ratio of the UAAL to the covered payroll.

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

Required Supplementary Information - Schedule of Funding Progress

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability(AAL) -Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll ©	UAAL as a Percentage of Covered Payroll ((b-a)/c)
12-31-17	\$1,689,403	\$1,544,892	(\$144,511)	109.35%	\$606,203	0.00%
12-31-16	1,971,978	1,893,082	(78,896)	104.17	597,669	0.00
12-31-15	1,812,397	1,829,439	17,042	99.07	583,210	2.92

On a market value basis, the actuarial value of assets as of December 31, 2017 is \$1,884,759. On a market basis, the funded ratio would be 122.00%.

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

REQUIRED
SUPPLEMENTARY INFORMATION

BELVIDERE TOWNSHIP, ILLINOIS

SCHEDULE OF REQUIRED PENSION CONTRIBUTIONS

March 31, 2018

<u>Year</u>	<u>Annual Required Contribution</u>	<u>Contribution Percentage</u>	<u>Net Pension Obligation</u>
2017	\$ 48,011	100%	\$ -0-
2016	50,085	100	-0-
2015	47,473	100	-0-
2014	53,545	100	-0-
2013	59,914	100	-0-
2012	46,441	100	-0-
2011	39,455	100	-0-
2010	43,442	100	-0-
2009	38,302	100	-0-
2008	40,169	100	-0-
2007	38,543	100	-0-

The notes to the financial statements are an integral part of this statement.

BELVIDERE TOWNSHIP, ILLINOIS

TOWN FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
for the year ended March 31, 2018

	Budget		Variance to
	Original/Final	Actual	Final Budget
REVENUES			Positive(Negative)
Property taxes	\$ 710,000	\$ 709,727	(\$ 273)
Replacement taxes	45,000	51,418	6,418
Interest	1,000	4,817	3,817
Reimbursements	-	367	367
Total revenues	<u>756,000</u>	<u>766,329</u>	<u>10,329</u>
EXPENDITURES			
Township board	13,134	13,134	-
Clerk's salary	15,549	15,523	26
Supervisor's office	194,025	122,499	71,526
Road and bridge department	68,981	68,819	162
Assessor's office	430,100	365,926	64,174
Insurance	135,000	103,742	31,258
Community support	101,000	11,430	89,570
Professional fees	70,000	20,967	49,033
Social service	50,000	23,000	27,000
Building maintenance	175,000	34,767	140,233
Real estate acquisitions	350,000	-	350,000
Capital projects	90,000	2,280	87,720
Utilities	29,000	13,619	15,381
Energy assistance	5,000	2,000	3,000
Miscellaneous	<u>583,425</u>	<u>167</u>	<u>583,258</u>
Total expenditures	<u>2,310,214</u>	<u>797,873</u>	<u>1,512,341</u>
Excess of revenues over (under)expenditures	(1,554,214)	(31,544)	1,522,670
FUND BALANCE, beginning	<u>1,551,428</u>	<u>1,551,428</u>	<u>-</u>
FUND BALANCE, ending	<u>(\$ 2,786)</u>	<u>\$1,519,884</u>	<u>\$1,522,760</u>

The notes to financial statements are an integral part of this statement.

BELVIDERE TOWNSHIP, ILLINOIS

ROAD AND BRIDGE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL

for the year ended March 31, 2018

	Budget		Variance to
	Original/Final	Actual	Final Budget
REVENUES			Positive (Negative)
Property taxes	\$ 590,960	\$ 584,448	(\$ 6,512)
Replacement taxes	50,000	53,834	3,834
Interest	1,000	3,003	2,003
Fees and fines	15,000	18,068	3,068
Reimbursements	-	10,794	10,794
Miscellaneous	-	12,046	12,046
Total revenues	<u>656,960</u>	<u>682,193</u>	<u>25,233</u>
EXPENDITURES			
Administrative:			
Supplies	8,000	4,860	3,140
Insurance	162,000	129,303	32,697
Legal	10,000	390	9,610
Street expenditures:			
Salaries	245,000	192,399	52,601
Oiling and blacktopping	460,000	6,125	453,875
Materials and supplies	336,500	108,380	228,120
Gas, oil and fees	50,000	21,791	28,209
Machine rental	3,000	420	2,580
Bridge maintenance	2,000	-	2,000
Equipment and maintenance	20,000	9,770	10,230
Equipment purchases	100,000	37,973	62,027
Building and maintenance	10,000	8,278	1,722
Design engineering	100,000	21,268	78,732
Miscellaneous	87,158	-	87,158
Total expenditures	<u>1,593,658</u>	<u>540,957</u>	<u>1,052,701</u>
Excess of revenues over (under)expenditures	(936,698)	141,236	1,077,934
FUND BALANCE, beginning	<u>890,621</u>	<u>890,621</u>	<u>-</u>
FUND BALANCE, ending	<u>(\$ 46,077)</u>	<u>\$1,031,857</u>	<u>\$1,077,934</u>

The notes to financial statements are an integral part of this statement.

BELVIDERE TOWNSHIP, ILLINOIS

JOINT BRIDGE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
for the year ended March 31, 2018

	Budget Original/Final	Actual	Variance to Final Budget Positive (Negative)
REVENUES			
Property taxes	\$ 1,025	\$ 1,033	\$ 8
Interest	<u>5,000</u>	<u>22,341</u>	<u>17,341</u>
Total revenues	<u>6,025</u>	<u>23,374</u>	<u>17,349</u>
EXPENDITURES			
Bridge maintenance	60,000	-	60,000
Bridge construction	2,010,000	-	2,010,000
Miscellaneous	<u>96,970</u>	<u>-</u>	<u>96,970</u>
Total expenditures	<u>2,166,970</u>	<u>-</u>	<u>2,166,970</u>
Excess of revenues over (under)expenditures	(2,160,945)	23,374	2,184,319
FUND BALANCE, beginning	<u>2,177,045</u>	<u>2,177,045</u>	<u>-</u>
FUND BALANCE, ending	<u>\$ 16,100</u>	<u>\$2,200,419</u>	<u>\$2,184,319</u>

The notes to financial statements are an integral part of this statement.

BELVIDERE TOWNSHIP, ILLINOIS

PERMANENT ROAD FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
for the year ended March 31, 2018

	Budget Original/Final	Actual	Variance to Final Budget Positive (Negative)
REVENUES			
Property taxes	\$ 322,000	\$ 321,891	(\$ 109)
Interest	<u>1,000</u>	<u>1,529</u>	<u>529</u>
Total revenues	<u>323,000</u>	<u>323,420</u>	<u>420</u>
EXPENDITURES			
Road improvements	1,073,176	475,612	597,564
Miscellaneous	<u>38,562</u>	<u>-</u>	<u>38,562</u>
Total expenditures	<u>1,111,738</u>	<u>475,612</u>	<u>636,126</u>
Excess of revenues over (under)expenditures	(788,738)	(152,192)	636,546
FUND BALANCE, beginning	<u>788,938</u>	<u>788,938</u>	<u>-</u>
FUND BALANCE, ending	<u>\$ 200</u>	<u>\$ 636,746</u>	<u>\$ 636,546</u>

The notes to financial statements are an integral part of this statement.

BELVIDERE TOWNSHIP, ILLINOIS

NOTES TO BUDGETARY COMPARISON STATEMENTS

March 31, 2018

NOTE 1 BUDGETING AND BUDGETARY ACCOUNTING

The Township annually adopts a budget following the required public notice and hearing for all funds and appropriates the amount deemed necessary for each of the different Township activities. The budget may be amended during the year utilizing similar statutorily prescribed procedures and time limitations. Encumbrances are not recognized on the budget and appropriations lapse at year-end.

Budget amounts included in this financial statement represent the Township's appropriations for the year ended March 31, 2018, which was adopted on May 23, 2017. In some instances the Township does not budget revenue by individual line items and in some instances expenditures are not budgeted by individual line items. When revenue and expenditures are not budgeted by line items, composite revenue and expenditure amounts are budgeted.

In the budgetary comparison statements, original and final budget amounts were the same, as no budget changes were made during the year.

SUPPLEMENTARY INFORMATION

BALANCE SHEET
NON-MAJOR GOVERNMENTAL FUNDS

BELVIDERE TOWNSHIP, ILLINOIS

BALANCE SHEET
NON-MAJOR GOVERNMENTAL FUNDS
March 31, 2018

	<u>General Insurance</u>	<u>General Assistance</u>	<u>Cemetery</u>
ASSETS			
Cash	\$ 35,353	\$131,286	\$ 86,031
Certificates of deposit	210,000	175,000	101,255
Receivables			
Interest	800	100	100
Property taxes	<u>1,000</u>	<u>40,000</u>	<u>-</u>
Total assets	<u>\$247,153</u>	<u>\$346,386</u>	<u>\$187,386</u>
LIABILITIES, DEFERRED INFLOWS, AND FUND BALANCES			
LIABILITIES			
Accounts payable	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>
DEFERRED INFLOWS OF RESOURCES			
Unavailable revenue - property taxes	<u>1,000</u>	<u>40,000</u>	<u>-</u>
Total deferred inflows	<u>1,000</u>	<u>40,000</u>	<u>-</u>
FUND BALANCES			
Restricted	<u>246,153</u>	<u>306,386</u>	<u>187,386</u>
Total fund balance	<u>246,153</u>	<u>306,386</u>	<u>187,386</u>
Total liabilities, deferred inflows and fund balances	<u>\$247,153</u>	<u>\$346,386</u>	<u>\$187,386</u>

<u>Social Security</u>	<u>Illinois Municipal Retirement</u>	<u>Machinery & Housing</u>	<u>Motor Fuel Tax</u>	<u>Totals</u>
\$ 80,401	\$187,577	\$ 197,679	\$284,288	\$1,002,615
225,000	75,000	700,000	-	1,486,255
100	100	700	-	1,900
<u>85,000</u>	<u>85,000</u>	<u>142,700</u>	<u>-</u>	<u>353,700</u>
<u>\$390,501</u>	<u>\$347,677</u>	<u>\$1,041,079</u>	<u>\$284,288</u>	<u>\$2,844,470</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>85,000</u>	<u>85,000</u>	<u>142,700</u>	<u>-</u>	<u>353,700</u>
<u>85,000</u>	<u>85,000</u>	<u>142,700</u>	<u>-</u>	<u>353,700</u>
<u>305,501</u>	<u>262,677</u>	<u>898,379</u>	<u>284,288</u>	<u>2,490,770</u>
<u>305,501</u>	<u>262,677</u>	<u>898,379</u>	<u>284,288</u>	<u>2,490,770</u>
<u>\$390,501</u>	<u>\$347,677</u>	<u>\$1,041,079</u>	<u>\$284,288</u>	<u>\$2,844,470</u>

The notes to financial statements are an integral part of this statement.

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
NON-MAJOR GOVERNMENTAL FUNDS

BELVIDERE TOWNSHIP, ILLINOIS

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE

NON-MAJOR GOVERNMENTAL FUNDS

for the year ended March 31, 2018

	<u>General Insurance</u>	<u>General Assistance</u>	<u>Cemetery</u>
REVENUES			
Property taxes	\$ 1,033	\$ 34,989	\$163,775
Replacement taxes	-	13,711	-
Motor fuel taxes	-	-	-
Interest	1,203	584	320
Fees and fines	-	375	-
Reimbursements	4,725	250	-
Miscellaneous	<u>-</u>	<u>-</u>	<u>-</u>
Total revenues	6,961	49,909	164,095
EXPENDITURES			
General government	32,825	-	-
Contributions to Illinois Municipal Retirement Fund	-	-	-
Highways and streets	942	-	-
Welfare	-	36,358	-
Cemetery	<u>-</u>	<u>-</u>	<u>189,800</u>
Total expenditures	<u>33,767</u>	<u>36,358</u>	<u>189,800</u>
Excess of revenues over (under) expenditures	(26,806)	13,551	(25,705)
OTHER FINANCING SOURCES (USES)			
Sale of truck	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	(26,806)	13,551	(25,705)
FUND BALANCES, beginning	<u>272,959</u>	<u>292,835</u>	<u>213,091</u>
FUND BALANCES, ending	<u>\$246,153</u>	<u>\$306,386</u>	<u>\$187,386</u>

<u>Social Security</u>	<u>Illinois Municipal Retirement</u>	<u>Machinery & Housing</u>	<u>Motor Fuel Tax</u>	<u>Totals</u>
\$ 84,988	\$ 84,988	\$148,963	\$ -	\$ 518,736
-	7,237	-	-	20,948
-	-	-	101,547	101,547
607	295	2,287	1,091	6,387
-	-	-	-	375
-	-	-	-	4,975
-	-	-	-	-
85,595	92,520	151,250	102,638	652,968
50,312	-	-	-	83,137
-	47,542	-	-	47,542
-	-	47,883	-	48,825
-	-	-	-	36,358
-	-	-	-	189,800
<u>50,312</u>	<u>47,542</u>	<u>47,883</u>	<u>-</u>	<u>405,662</u>
35,283	44,978	103,367	102,638	247,306
-	-	12,500	-	12,500
-	-	12,500	-	12,500
35,283	44,978	115,867	102,638	259,806
<u>270,218</u>	<u>217,699</u>	<u>782,512</u>	<u>181,650</u>	<u>2,230,964</u>
<u>\$305,501</u>	<u>\$262,677</u>	<u>\$898,379</u>	<u>\$284,288</u>	<u>\$2,490,770</u>

The notes to financial statements are an integral part of this statement.

BELVIDERE TOWNSHIP, ILLINOIS

GENERAL INSURANCE FUND

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL

for the year ended March 31, 2018

	Budget Original/Final	Actual	Variance to Final Budget Positive (Negative)
REVENUES			
Property taxes	\$ 1,000	\$ 1,033	\$ 33
Interest	500	1,203	703
Reimbursements	<u>-</u>	<u>4,725</u>	<u>4,725</u>
Total revenues	<u>1,500</u>	<u>6,961</u>	<u>5,461</u>
EXPENDITURES			
Insurance	240,000	32,825	207,175
Unemployment	20,000	942	19,058
Miscellaneous	<u>14,159</u>	<u>-</u>	<u>14,159</u>
Total expenditures	<u>274,159</u>	<u>33,767</u>	<u>240,392</u>
Excess of revenues over (under)expenditures	(272,659)	(26,806)	245,853
FUND BALANCE, beginning	<u>272,959</u>	<u>272,959</u>	<u>-</u>
FUND BALANCE, ending	<u>\$ 300</u>	<u>\$246,153</u>	<u>\$245,853</u>

The notes to financial statements are an integral part of this statement.

BELVIDERE TOWNSHIP, ILLINOIS

GENERAL ASSISTANCE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
for the year ended March 31, 2018

	Budget Original/Final	Actual	Variance to Final Budget Positive (Negative)
REVENUES			
Property taxes	\$ 35,000	\$ 34,989	(\$ 11)
Replacement taxes	12,000	13,711	1,711
Interest	-	584	584
Intergovernmental fees	1,000	375	(625)
Reimbursements	<u>-</u>	<u>250</u>	<u>250</u>
Total revenues	<u>48,000</u>	<u>49,909</u>	<u>1,909</u>
EXPENDITURES			
Salaries	32,500	27,062	5,438
Administrative supplies	1,750	297	1,453
Insurance	2,500	2,360	140
Office equipment	3,000	914	2,086
Legal	10,000	-	10,000
Burial	10,000	-	10,000
Medical	100,000	-	100,000
Rent and living	77,500	5,565	71,935
Stabilization	60,000	-	60,000
Transient	2,000	160	1,840
Utilities	5,000	-	5,000
Miscellaneous	<u>36,485</u>	<u>-</u>	<u>36,485</u>
Total expenditures	<u>340,735</u>	<u>36,358</u>	<u>304,377</u>
Excess of revenues over (under)expenditures	(292,735)	13,551	306,286
FUND BALANCE, beginning	<u>292,835</u>	<u>292,835</u>	<u>-</u>
FUND BALANCE, ending	<u>\$ 100</u>	<u>\$306,386</u>	<u>\$306,286</u>

The notes to financial statements are an integral part of this statement.

BELVIDERE TOWNSHIP, ILLINOIS

CEMETERY FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
for the year ended March 31, 2018

	Budget Original/Final	Actual	Variance to Final Budget Positive (Negative)
REVENUES			
Property taxes	\$163,600	\$163,775	\$ 175
Interest	<u>-</u>	<u>320</u>	<u>320</u>
Total revenues	<u>163,600</u>	<u>164,095</u>	<u>495</u>
EXPENDITURES			
Salaries	1,500	1,500	-
Belvidere Cemetery	135,300	177,300	(42,000)
Orth Cemetery	5,750	5,750	-
Davis Cemetery	4,750	3,750	1,000
Legal	1,500	1,500	-
Miscellaneous	<u>15,000</u>	<u>-</u>	<u>15,000</u>
Total expenditures	<u>163,800</u>	<u>189,800</u>	<u>(26,000)</u>
Excess of revenues over (under)expenditures	(200)	(25,705)	(25,505)
FUND BALANCE, beginning	<u>213,091</u>	<u>213,091</u>	<u>-</u>
FUND BALANCE, ending	<u>\$212,891</u>	<u>\$187,386</u>	<u>(\$25,505)</u>

The notes to financial statements are an integral part of this statement.

BELVIDERE TOWNSHIP, ILLINOIS

SOCIAL SECURITY FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
for the year ended March 31, 2018

	Budget Original/Final	Actual	Variance to Final Budget Positive (Negative)
REVENUES			
Property taxes	\$ 85,000	\$ 84,988	(\$ 12)
Interest	<u>-</u>	<u>607</u>	<u>607</u>
Total revenues	<u>85,000</u>	<u>85,595</u>	<u>595</u>
EXPENDITURES			
Payroll taxes	325,000	50,312	274,688
Miscellaneous	<u>30,218</u>	<u>-</u>	<u>30,218</u>
Total expenditures	<u>355,218</u>	<u>50,312</u>	<u>304,906</u>
Excess of revenues over (under)expenditures	(270,218)	35,283	305,501
FUND BALANCE, beginning	<u>270,218</u>	<u>270,218</u>	<u>-</u>
FUND BALANCE, ending	<u>\$ -</u>	<u>\$305,501</u>	<u>\$305,501</u>

The notes to financial statements are an integral part of this statement.

BELVIDERE TOWNSHIP, ILLINOIS

ILLINOIS MUNICIPAL RETIREMENT FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
for the year ended March 31, 2018

	Budget Original/Final	Actual	Variance to Final Budget Positive (Negative)
REVENUES			
Property taxes	\$ 85,000	\$ 84,988	(\$ 12)
Replacement taxes	6,000	7,237	1,237
Interest	<u>-</u>	<u>295</u>	<u>295</u>
Total revenues	<u>91,000</u>	<u>92,520</u>	<u>1,520</u>
EXPENDITURES			
Contributions to Illinois Municipal Retirement Fund	308,099	47,485	260,614
Miscellaneous	<u>500</u>	<u>57</u>	<u>443</u>
Total expenditures	<u>308,599</u>	<u>47,542</u>	<u>261,057</u>
Excess of revenues over (under)expenditures	(217,599)	44,978	262,577
FUND BALANCE, beginning	<u>217,699</u>	<u>217,699</u>	<u>-</u>
FUND BALANCE, ending	<u>\$ 100</u>	<u>\$262,677</u>	<u>\$262,577</u>

The notes to financial statements are an integral part of this statement.

BELVIDERE TOWNSHIP, ILLINOIS

MACHINERY AND HOUSING FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
for the year ended March 31, 2018

	Budget Original/Final	Actual	Variance to Final Budget Positive (Negative)
REVENUES			
Property taxes	\$149,000	\$148,963	(\$ 37)
Interest	<u>1,000</u>	<u>2,287</u>	<u>1,287</u>
Total revenues	<u>150,000</u>	<u>151,250</u>	<u>1,250</u>
EXPENDITURES			
Capital outlay	600,000	45,050	554,950
General expenditures	275,000	2,833	272,167
Miscellaneous	<u>57,112</u>	<u>-</u>	<u>57,112</u>
Total expenditures	<u>932,112</u>	<u>47,883</u>	<u>884,229</u>
Excess of revenues over (under)expenditures	(782,112)	103,367	885,479
OTHER FINANCING SOURCES (USES)			
Sale of truck	<u>-</u>	<u>12,500</u>	<u>12,500</u>
Total other financing sources (uses)	<u>-</u>	<u>12,500</u>	<u>12,500</u>
NET CHANGE IN FUND BALANCE	(782,112)	115,867	897,979
FUND BALANCE, beginning	<u>782,512</u>	<u>782,512</u>	<u>-</u>
FUND BALANCE, ending	<u>\$ 400</u>	<u>\$898,379</u>	<u>\$897,979</u>

The notes to financial statements are an integral part of this statement.

BELVIDERE TOWNSHIP, ILLINOIS

MOTOR FUEL TAX FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
for the year ended March 31, 2018

REVENUES	
Motor fuel taxes	\$101,547
Interest	<u>1,091</u>
Total revenues	<u>102,638</u>
EXPENDITURES	
Maintenance projects	<u>-</u>
Total expenditures	<u>-</u>
Excess of revenues over (under)expenditures	102,638
FUND BALANCE, beginning	<u>181,650</u>
FUND BALANCE, ending	<u>\$284,288</u>

The notes to financial statements are an integral part of this statement.

ASSESSED VALUATIONS, TAX RATES,
EXTENSIONS AND COLLECTIONS

BELVIDERE TOWNSHIP, ILLINOIS

ASSESSED VALUATIONS, TAX RATES,
EXTENSIONS AND COLLECTIONS
March 31, 2018

	- - - - -Tax Year- -	
	<u>2017</u>	<u>2016</u>
ASSESSED VALUATIONS	<u>\$508,973,875</u>	<u>\$492,321,396</u>
TAX RATES		
Town Fund	.14638	.14422
Road and Bridge Fund	.16544	.16859
General Assistance Fund	.00786	.00711
Cemetery Fund	-	.03328
Illinois Municipal Retirement Fund	.01671	.01727
General Liability Fund	.00020	.00021
Machinery & Housing Fund	.02804	.03027
Permanent Road Fund	.07008	.06541
Joint Bridge Fund	.00021	.00021
Social Security Fund	<u>.01671</u>	<u>.01727</u>
	<u>.45163</u>	<u>.48384</u>
TAX EXTENSIONS		
Town Fund	\$ 745,036	\$ 710,026
Road and Bridge Fund	842,046	830,005
General Assistance Fund	40,005	35,004
Cemetery Fund	-	163,844
Illinois Municipal Retirement Fund	85,050	85,024
General Liability Fund	1,018	1,034
Machinery & Housing Fund	142,716	149,026
Permanent Road Fund	356,689	322,027
Joint Bridge Fund	1,069	1,034
Social Security Fund	<u>85,050</u>	<u>85,024</u>
	<u>\$ 2,298,679</u>	<u>\$ 2,382,048</u>
TAX COLLECTIONS		
Town Fund		\$ 709,727
Road and Bridge Fund		584,448
General Assistance Fund		34,989
Cemetery Fund		163,775
Illinois Municipal Retirement Fund		84,988
General Liability Fund		1,033
Machinery & Housing Fund		148,963
Permanent Road Fund		321,891
Joint Bridge Fund		1,033
Social Security Fund		<u>84,988</u>
		<u>\$ 2,135,835</u>

<u>2015</u>	<u>2014</u>	<u>2013</u>
<u>\$466,390,839</u>	<u>\$461,901,056</u>	<u>\$465,204,908</u>
.15563	.15697	.15585
.17797	.17645	.17524
.00747	.00650	.00645
.03353	.03285	.03103
.01664	.01559	.01505
.00022	.00022	.00022
.04010	.04417	.04715
.06004	.05521	.05394
.00023	.00023	.00023
.01813	.01841	.01828
<u>.50996</u>	<u>.50660</u>	<u>.50344</u>
\$ 725,844	\$ 725,046	\$ 725,022
830,036	815,024	815,225
34,839	30,024	30,006
156,381	151,735	144,353
77,607	72,010	70,013
1,026	1,016	1,023
187,023	204,022	219,344
280,021	255,016	250,932
1,073	1,062	1,070
84,557	85,036	85,040
<u>\$ 2,378,407</u>	<u>\$ 2,339,991</u>	<u>\$ 2,342,028</u>
\$ 724,819	\$ 723,873	\$ 722,718
581,961	570,805	568,394
34,790	29,975	29,910
156,160	151,490	143,894
77,498	71,894	69,791
1,025	1,014	1,021
186,758	203,681	218,637
279,625	254,590	250,123
1,071	1,060	1,067
84,438	84,898	84,769
<u>\$ 2,128,145</u>	<u>\$ 2,093,280</u>	<u>\$ 2,090,324</u>

The notes to financial statements are an integral part of this statement.