

# SUGAR GROVE TOWNSHIP, ILLINOIS

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## ANNUAL FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED  
MARCH 31, 2019

# **SUGAR GROVE TOWNSHIP, ILLINOIS**

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## **FINANCIAL SECTION**

This section includes:

- Independent Auditors' Report
- Management's Discussion and Analysis
- Basic Financial Statements
- Required Supplementary Information
- Individual Fund Schedules
- Other Supplementary Information

## **INDEPENDENT AUDITORS' REPORT**

This section includes the opinion of the Township's independent auditing firm.



## **INDEPENDENT AUDITORS' REPORT**

July 23, 2019

Members of the Board of Trustees  
Sugar Grove Township  
Sugar Grove, Illinois

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Sugar Grove Township, Illinois, as of and for the year ended March 31, 2019, 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 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 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 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, each major fund, and the aggregate remaining fund information of the Sugar Grove Township, Illinois, as of March 31, 2019, and the respective changes in financial position and, where applicable, cash flows thereof 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 the management's discussion and analysis as listed in the table of contents and budgetary information reported in the required supplementary 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 the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

### *Other Information*

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Sugar Grove Township, Illinois' basic financial statements. The individual fund financial statements and budgetary comparison schedules, and supplemental schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The individual fund financial statements and budgetary comparison schedules and supplemental schedules 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 fund financial statements and budgetary comparison schedules and supplemental schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

*Lauterbach & Amen, LLP*  
LAUTERBACH & AMEN, LLP

## **MANAGEMENT'S DISCUSSION AND ANALYSIS**

## **SUGAR GROVE TOWNSHIP, ILLINOIS**

### **Management's Discussion and Analysis March 31, 2019**

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Our discussion and analysis of the Sugar Grove Township, Illinois' financial performance provides an overview of the Township's financial activities for the fiscal year ended March 31, 2019. Please read it in conjunction with the financial statements which begin on page 10.

#### **FINANCIAL HIGHLIGHTS**

- The Township's net position increased by \$178,059, or 2.7 percent, as a result of this year's operations.
- During the year, government-wide revenues totaled \$1,868,480, while expenses totaled \$1,690,421, resulting in an increase to net position of \$178,059.
- The Township's net position totaled \$6,671,063 on March 31, 2019, which includes \$3,148,210 net investment in capital assets, \$2,327,561 subject to external restrictions, and \$1,195,292 unrestricted net position that may be used to meet the ongoing obligations to citizens and creditors.
- The General Fund reported an increase fund balance for the current year of \$40,573, resulting in ending fund balance of \$936,976, an increase of 4.5 percent.
- Beginning net position was restated to correct an error in recognition of deferred property taxes/property tax revenues.

#### **USING THIS ANNUAL REPORT**

This annual report consists of a series of financial statements. The Statement of Net Position and the Statement of Activities (on pages 10-12) provide information about the activities of the Township as a whole and present a longer-term view of the Township's finances. The government-wide financial statements provide readers with a broad overview of the Township's finances, in a manner similar to a private-sector business. Fund financial statements begin on page 13. For governmental activities, these statements tell how these services were financed in the short term as well as what remains for future spending. Fund financial statements also report the Township's operations in more detail than the government-wide statements by providing information about the Township's most significant funds.

The Statement of Net Position reports information on all of the Township's assets/deferred outflows of resources and liabilities/deferred inflows of resources, with the difference between the two 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. Consideration of other nonfinancial factors, such as changes in the Township's property tax base and the condition of the Township's roads and infrastructure, is needed to assess the overall health of the Township.

The Statement of Activities presents information showing how the government'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 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).



## **SUGAR GROVE TOWNSHIP, ILLINOIS**

### **Management's Discussion and Analysis March 31, 2019**

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#### **USING THIS ANNUAL REPORT – Continued**

##### **Government-Wide Financial Statements**

Both of the government-wide financial statements distinguish functions of the Township 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 Township only reports governmental activities, which include general government, highways and streets, and health and welfare.

##### **Governmental 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 Township, like other local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the Township are reported as governmental funds. Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, 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 the Township'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 government'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 governmental funds and governmental activities.

The Township maintains four 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, the Road and Bridge Fund, the Community Building Fund, and the General Assistance Fund, which are considered major funds. The Township adopts an annual appropriated budget for all of the governmental funds. A budgetary comparison schedule for all funds has been provided to demonstrate compliance with this budget. The basic governmental fund financial statements can be found on pages 13-16 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 17-36 of this report.

## SUGAR GROVE TOWNSHIP, ILLINOIS

### Management's Discussion and Analysis March 31, 2019

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#### USING THIS ANNUAL REPORT – Continued

#### Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the Township's I.M.R.F. employee pension obligations and budgetary comparison schedules for the General Fund and special revenue funds. Required supplementary information can be found on pages 37 - 43 of this report. The individual fund schedules can be found immediately after the required supplementary information, on pages 44 - 45 of this report.

#### GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net position may serve over time as a useful indicator of a government's financial position. The following tables show that in the case of the Sugar Grove Township, assets/deferred outflows exceeded liabilities/deferred inflows by \$6,671,063.

	Net Position	
	2019	2018
Current and Other Assets	\$ 5,263,738	5,571,411
Capital Assets	3,148,210	2,941,976
Total Assets	8,411,948	8,513,387
Deferred Outflows	193,529	75,320
Total Assets/Deferred Outflows	8,605,477	8,588,707
Long-Term Debt	32,954	18,165
Other Liabilities	49,591	38,322
Total Liabilities	82,545	56,487
Deferred Inflows	1,851,869	298,778
Total Liabilities/Deferred Inflows	1,934,414	355,265
Net Position		
Investment in Capital Assets	3,148,210	2,941,976
Restricted	2,327,561	2,495,536
Unrestricted	1,195,292	2,795,930
Total Net Position	6,671,063	8,233,442

## SUGAR GROVE TOWNSHIP, ILLINOIS

### Management's Discussion and Analysis March 31, 2019

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#### GOVERNMENT-WIDE FINANCIAL ANALYSIS – Continued

A large portion of the Township's net position, \$3,148,210 or 47.2 percent, reflects its investment in capital assets (for example, land, buildings, equipment and infrastructure), less any related debt used to acquire those assets that is still outstanding. The Township uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending.

An additional portion, \$2,327,561 or 34.9 percent, of the Township's net position represents resources that are subject to external restrictions on how they may be used. The remaining 17.9 percent, or \$1,195,292, represents unrestricted net position that may be used to meet the government's ongoing obligations to citizens and creditors.

	Change in Net Position	
	2019	2018
Revenues		
Program Revenues		
Charges for Services	\$ 39,584	-
Operating/Capital Grants/Contrib.	65,294	-
General Revenues		
Property Taxes	1,694,479	1,685,726
Personal Property Replacement	27,689	29,889
Motor Fuel Tax	-	27,189
Interest Income	25,496	14,117
Miscellaneous	15,938	44,741
Total Revenues	1,868,480	1,801,662
Expenses		
General Government	551,375	414,564
Highways and Streets	1,023,175	854,944
Community Building	-	170,043
General Assistance	-	462
Health and Welfare	115,871	110,946
Total Expenses	1,690,421	1,550,959
Change in Net Position	178,059	250,703
Net Position - Beginning as Restated	6,493,004	7,982,739
Net Position - Ending	6,671,063	8,233,442

Net position of the Township's governmental activities increased by 2.7 percent (\$6,671,063 in 2019 compared to \$6,493,004 restated in 2018). Unrestricted net position, the part of net position that can be used to finance day-to-day operations without constraints, totaled \$1,195,292 at March 31, 2019.

## SUGAR GROVE TOWNSHIP, ILLINOIS

### Management's Discussion and Analysis March 31, 2019

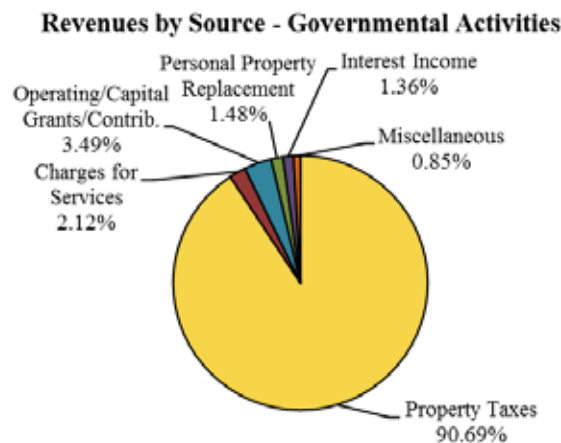
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#### GOVERNMENT-WIDE FINANCIAL ANALYSIS – Continued

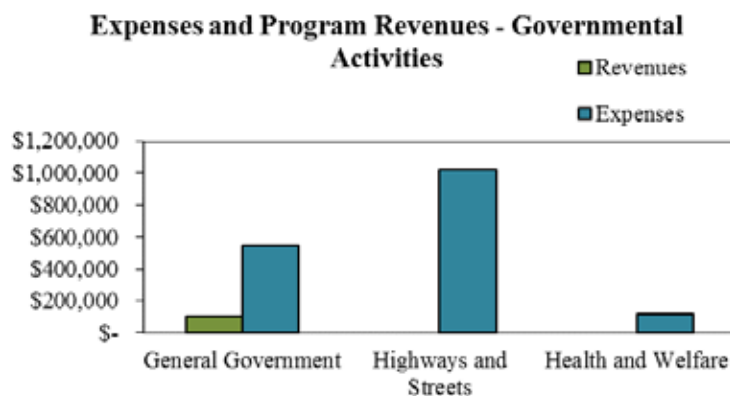
Revenues for governmental activities totaled \$1,868,480, while the cost of all governmental functions totaled \$1,690,421. This results in a surplus of \$178,059. In 2018, revenues totaled \$1,801,662 while the cost of all functions totaled \$1,550,959 resulting in a surplus of \$250,703. The increase for 2019 was the result of more revenues than expenses in the current year. Also, property taxes increased \$8,753 compared to prior year.

The Township relies on a combination of user fees and taxes to fund its services and programs. While the primary source of fund is property taxes.

The following table graphically depicts the major revenue sources of the Sugar Grove Township. It depicts very clearly the reliance of property taxes to fund governmental activities. It also clearly identifies the less significant percentage the Township receives from replacement and other taxes.



The 'Expenses and Program Revenues' Table identifies that governmental functions are not supported by program revenues. All functions of the Township are supplemented with receipts from property taxes, replacement taxes, interest income and miscellaneous income (general revenues).



## **SUGAR GROVE TOWNSHIP, ILLINOIS**

### **Management's Discussion and Analysis March 31, 2019**

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#### **FINANCIAL ANALYSIS OF THE TOWNSHIP'S GOVERNMENTAL FUNDS**

As noted earlier, the Sugar Grove Township uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The focus of the Township's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. In particular, unassigned fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

The Township's governmental funds reported combining ending fund balances of \$3,441,338, which is \$126,200, or 3.5 percent, less than last year's total of \$3,567,538. Of the \$3,441,338 total, \$911,749, or approximately 26.5 percent, of the fund balance constitutes unassigned fund balance.

The General Fund reported an increase in fund balance for the year of \$40,573, an increase of 4.5 percent. Total revenues in the General Fund came in \$15,058 over budget. At the same time, expenditures of \$624,723 came in \$26,895 under budget, therefore resulting in an overall increase to the fund of \$40,573. The General Fund is the chief operating fund of the Sugar Grove Township. At March 31, 2019, unassigned fund balance in the General Fund was \$911,749, which represents 97.3 percent of the total fund balance of the General Fund. 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 in the General Fund represents approximately 145.9 percent of total General Fund expenditures.

The Road and Bridge Fund reported a decrease of \$206,042 to fund balance, which was originally budgeted at a decrease of \$198,467. Ending fund balance is reported at a surplus of \$1,881,088. This decrease in the current year is due to spending more on current year highways and streets expenditures.

The Community Building Fund reported an increase of \$38,967 to fund balance, which was originally budgeted at a decrease of \$55,300. Ending fund balance is reported at a surplus of \$453,057. This increase in the current year is due to spending less on current year expenditures.

The General Assistance Fund reported an increase of \$302 to fund balance, which was originally budgeted at a decrease of \$390. Ending fund balance is reported at a surplus of \$170,217. This was due to higher investment income received than planned.

#### **GENERAL TOWNSHIP FUND BUDGETARY HIGHLIGHTS**

The Sugar Grove Township's Board did not make any budget amendments to the General Fund during the year. General Fund actual revenues for the year totaled \$665,296, compared to final budgeted revenues of \$650,238. This was due in large part to property taxes and interest being higher than budgeted.

The General Fund actual expenditures for the year were \$26,895 lower than budgeted (\$624,723 actual compared to \$651,618 final budgeted). This was due to all expenditure functions coming in lower than what was budgeted.

## SUGAR GROVE TOWNSHIP, ILLINOIS

### Management's Discussion and Analysis March 31, 2019

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#### CAPITAL ASSETS

The Township's investment in capital assets for its governmental activities as of March 31, 2019 was \$3,148,210 (net of accumulated depreciation). This investment in capital assets includes land, buildings and improvements, road improvements, and vehicles and equipment.

	Capital Assets - Net of Depreciation	
	2019	2018
Land	\$ 349,000	349,000
Building and Improvements	873,890	911,125
Road Improvements	1,590,910	1,307,301
Vehicles and Equipment	334,410	374,550
Total	3,148,210	2,941,976

This year's major additions included:

Road Improvements	\$ 460,257
Vehicles and Equipment	57,498
	<u>517,755</u>

Additional information on the Township's capital assets can be found in note 3 of this report.

#### ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES

The Township's elected and appointed officials considered many factors when setting the fiscal year 2020 budget and the associated property tax rates and charges for services.

In preparing the budget, the Township Board, Management and Treasurer take into consideration long-term goals of the Township, along with any unforeseen expenses that might occur, as well as the potential impact of current economic conditions.

#### REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the Sugar Grove Township's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional information should be directed to the Township's Supervisor at (630) 466-4283.

## **BASIC FINANCIAL STATEMENTS**

The basic financial Statements include integrated sets of financial statements as required by the GASB. The sets of statements include:

- Government-Wide Financial Statements
- Fund Financial Statements

### **Governmental Funds**

In addition, the notes to the financial statements are included to provide information that is essential to a user's understanding of the basic financial statements.

**SUGAR GROVE TOWNSHIP, ILLINOIS**

**Statement of Net Position**

**March 31, 2019**

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**See Following Page**



## SUGAR GROVE TOWNSHIP, ILLINOIS

### Statement of Net Position March 31, 2019

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ASSETS	
Current Assets	
Cash and Investments	\$ 3,437,151
Receivables - Net of Allowances	1,784,559
Prepays	<u>42,028</u>
Total Current Assets	<u>5,263,738</u>
Noncurrent Assets	
Capital Assets	
Nondepreciable Capital Assets	349,000
Depreciable Capital Assets	6,456,590
Accumulated Depreciation	<u>(3,657,380)</u>
Total Noncurrent Assets	<u>3,148,210</u>
Total Assets	8,411,948
DEFERRED OUTFLOWS OF RESOURCES	
Deferred Items - IMRF	<u>193,529</u>
Total Assets and Deferred Outflows of Resources	<u>8,605,477</u>

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

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<b>LIABILITIES</b>	
Current Liabilities	
Accounts Payable	\$ 23,065
Accrued Payroll	11,573
Due to Other Governments	12,423
Current Portion of Long-Term Debt	<u>2,530</u>
Total Current Liabilities	<u>49,591</u>
Noncurrent Liabilities	
Compensated Absences	10,122
Net Pension Liability - IMRF	<u>22,832</u>
Total Noncurrent Liabilities	<u>32,954</u>
Total Liabilities	<u>82,545</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>	
Property Taxes	1,775,339
Deferred Items - IMRF	<u>76,530</u>
Total Deferred Inflows of Resources	<u>1,851,869</u>
 Total Liabilities and Deferred Inflows of Resources	 <u>1,934,414</u>
<b>NET POSITION</b>	
Investment in Capital Assets	3,148,210
Restricted	
Road and Bridge	1,870,914
Community Building	286,430
General Assistance	170,217
Unrestricted	<u>1,195,292</u>
 Total Net Position	 <u>6,671,063</u>

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

# SUGAR GROVE TOWNSHIP, ILLINOIS

## Statement of Activities

For the Fiscal Year Ended March 31, 2019

		Program Revenues		Net
		Charges	Operating	(Expenses)
	Expenses	for	Grants	Revenues and
		Services		Change in
				Net Position
Functions/Programs				
Governmental Activities				
General Government	\$ 551,375	39,584	65,294	(446,497)
Highways and Streets	1,023,175	-	-	(1,023,175)
Health and Welfare	115,871	-	-	(115,871)
Total Governmental Activities	1,690,421	39,584	65,294	(1,585,543)
General Revenues				
Taxes				
Property Taxes				1,694,479
Replacement Taxes				27,689
Miscellaneous				15,938
Investment Income				25,496
				1,763,602
Change in Net Position				178,059
Net Position - Beginning as Restated				6,493,004
Net Position - Ending				6,671,063

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

# SUGAR GROVE TOWNSHIP, ILLINOIS

## Balance Sheet - Governmental Funds March 31, 2019

	Special Revenue				
	General	Road and Bridge	Community Building	General Assistance	Totals
<b>ASSETS</b>					
Cash and Investments	\$ 906,797	1,911,020	448,006	171,328	3,437,151
Receivables - Net of Allowances					
Property Taxes	622,688	989,642	163,009	-	1,775,339
Other	7,528	92	1,600	-	9,220
Due from Other Funds	10,164	-	-	-	10,164
Prepays	25,227	10,174	6,627	-	42,028
Total Assets	1,572,404	2,910,928	619,242	171,328	5,273,902
<b>LIABILITIES</b>					
Accounts Payable	7,349	13,330	2,386	-	23,065
Accrued Payroll	5,391	5,394	788	-	11,573
Due to Other Governments	-	12,423	-	-	12,423
Due to Other Funds	-	9,051	2	1,111	10,164
Total Liabilities	12,740	40,198	3,176	1,111	57,225
<b>DEFERRED INFLOWS OF RESOURCES</b>					
Property Taxes	622,688	989,642	163,009	-	1,775,339
Total Liabilities and Deferred Inflows of Resources	635,428	1,029,840	166,185	1,111	1,832,564
<b>FUND BALANCES</b>					
Nonspendable	25,227	10,174	6,627	-	42,028
Restricted	-	1,870,914	286,430	170,217	2,327,561
Assigned	-	-	160,000	-	160,000
Unassigned	911,749	-	-	-	911,749
Total Fund Balances	936,976	1,881,088	453,057	170,217	3,441,338
Total Liabilities, Deferred Inflows of Resources and Fund Balances	1,572,404	2,910,928	619,242	171,328	5,273,902

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

## SUGAR GROVE TOWNSHIP, ILLINOIS

### Reconciliation of Total Fund Balances to the Statement of Net Position March 31, 2019

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<b>Total Fund Balances</b>	\$ 3,441,338
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Amounts reported in the Statement of Net Position  
are different because:

Capital assets are not financial resources and therefore, are not reported in the funds.	3,148,210
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Deferred outflows (inflows) of resources related to the pensions not reported in the funds. Deferred Items - IMRF	116,999
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Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds.	
Compensated Absences	(12,652)
Net Pension Liability - IMRF	<u>(22,832)</u>

<b>Net Position</b>	<u><u>6,671,063</u></u>
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The notes to the financial statements are an integral part of this statement.

# SUGAR GROVE TOWNSHIP, ILLINOIS

## Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds For the Fiscal Year Ended March 31, 2019

	General	Special Revenue			Totals
		Road and Bridge	Community Building	General Assistance	
Revenues					
Taxes	\$ 629,704	929,671	162,793	-	1,722,168
Intergovernmental	-	65,294	-	-	65,294
Charges for Services	28,174	-	11,410	-	39,584
Investment Income	4,402	15,575	4,701	818	25,496
Miscellaneous	3,016	12,827	95	-	15,938
Total Revenues	665,296	1,023,367	178,999	818	1,868,480
Expenditures					
General Government	509,368	-	140,032	-	649,400
Highways and Streets	-	1,269,180	-	-	1,269,180
Health and Welfare	115,355	-	-	516	115,871
Total Expenditures	624,723	1,269,180	140,032	516	2,034,451
Excess (Deficiency) of Revenues Over (Under) Expenditures	40,573	(245,813)	38,967	302	(165,971)
Other Financing Sources					
Disposal of Capital Assets	-	39,771	-	-	39,771
Net Change in Fund Balance	40,573	(206,042)	38,967	302	(126,200)
Fund Balances - Beginning	896,403	2,087,130	414,090	169,915	3,567,538
Fund Balances - Ending	936,976	1,881,088	453,057	170,217	3,441,338

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

## SUGAR GROVE TOWNSHIP, ILLINOIS

### Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances to the Statement of Activities

For the Fiscal Year Ended March 31, 2019

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<b>Net Change in Fund Balances</b>	<b>\$ (126,200)</b>
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Amounts reported 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.

Capital Outlays	517,755
Depreciation Expense	(311,521)

The net effect of deferred outflows (inflows) of resources related to the pensions  
not reported in the funds.

Change in Deferred Items - IMRF	340,457
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The issuance of long-term debt provides current financial resources to  
governmental funds, while the repayment of the principal on long-term  
debt consumes the current financial resources of the governmental funds.

Decrease to Compensated Absences	5,513
(Increase) to Net Pension Liability - IMRF	<u>(247,945)</u>

<b>Changes in Net Position</b>	<b><u><u>178,059</u></u></b>
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The notes to the financial statements are an integral part of this statement.

## **SUGAR GROVE TOWNSHIP, ILLINOIS**

### **Notes to the Financial Statements March 31, 2019**

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#### **NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

Sugar Grove Township (the "Township") is a municipal corporation of the State of Illinois headquartered in the County of Kane and duly chartered pursuant to Illinois statute. The Township serves approximately 20,000 residents in Sugar Grove and portions of Aurora, North Aurora, and Montgomery.

The government-wide 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). The more significant of the Township's accounting policies established in GAAP and used by the Township are described below.

#### **REPORTING ENTITY**

In determining the financial reporting entity, the Township complies with the provisions of GASB Statement No. 61, "The Financial Reporting Omnibus – an Amendment of GASB Statements No. 14 and No. 34," and includes all component units that have a significant operational or financial relationship with the Township. Based upon the criteria set forth in the GASB Statement No. 61, there are no component units included in the reporting entity.

#### **BASIS OF PRESENTATION**

##### **Government-Wide Statements**

The Township's basic financial statements include both government-wide (reporting the Township as a whole) and fund financial statements (reporting the Township's major funds). The Township's general assistance welfare programs, senior services, maintenance of highways and streets, public improvements, property assessing for tax purposes, and other programs are classified as governmental activities.

In the government-wide Statement of Net Position, the governmental activities column is presented on a consolidated basis. The Township's net position is reported in three parts: investment in capital assets; restricted; and unrestricted. The Township 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 Township's functions (general government, highways and streets, etc.). These functions are supported by general government revenues (property taxes, certain intergovernmental revenues, and charges, etc.). The Statement of Activities reduces gross expenses (including depreciation) by related program revenues, which include 1) charges to customers or applicants who purchase, use or directly benefit from goods, services or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular



## **SUGAR GROVE TOWNSHIP, ILLINOIS**

### **Notes to the Financial Statements March 31, 2019**

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#### **NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued**

##### **BASIS OF PRESENTATION – Continued**

##### **Government-Wide Statements – Continued**

function or segment. The net costs (by function) are normally covered by general revenue (property tax, intergovernmental revenues, interest income, etc.). The Township does not allocate indirect costs. This government-wide focus is more on the sustainability of the Township as an entity and the change in the Township's net position resulting from the current year's activities.

##### **Fund Financial Statements**

The financial transactions of the Township 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 comprises its assets/deferred outflows, liabilities/deferred inflows, fund equity, revenues and expenditures/expenses. The Township's funds are all reported as governmental funds. The emphasis in fund financial statements is on the major funds.

GASB Statement No. 34 sets forth minimum criteria (percentage of the assets/deferred outflows, liabilities/deferred inflows, revenues or expenditures/expenses) for the determination of major funds. The Township electively added funds, as major funds, which either had debt outstanding or specific community focus. The nonmajor funds are combined in a column in the fund financial statements.

A fund is considered major if it is the primary operating fund of the Township or total assets/deferred outflows, liabilities/deferred inflows, revenues, or expenditures/expenses of the individual governmental fund are at least 10 percent of the corresponding total for all governmental funds combined.

The various funds are reported by generic classification within the financial statements. The following fund type is used by the Township:

##### **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 following is a description of the governmental funds of the Township:

*General Fund* accounts for all financial resources except those required to be accounted for in another fund. The General Fund is a major fund.

## **SUGAR GROVE TOWNSHIP, ILLINOIS**

### **Notes to the Financial Statements March 31, 2019**

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#### **NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued**

##### **BASIS OF PRESENTATION – Continued**

##### **Fund Financial Statements – Continued**

##### **Governmental Funds – Continued**

*Special revenue funds* are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes. The Township maintains three major special revenue funds. The Road and Bridge Fund is used to account for all financial resources relating to the repair and maintenance of the Township's infrastructure. The Community Building Fund is used to account for the operations from the Community Building. The Community Building is a recreational building which is rented out for use by residents of the Township. The Community Building has a gym, stage, kitchen, and meeting rooms available to the public. The major expenditures include repairs and maintenance expenditures. The General Assistance Fund is used to account for assistance provided to low income residents within the Township's jurisdiction.

#### **MEASUREMENT FOCUS AND BASIS OF ACCOUNTING**

Measurement focus is a term used to describe “which” transactions are recorded within the various financial statements. Basis of accounting refers to “when” transactions are recorded regardless of the measurement focus applied.

##### **Measurement Focus**

On the government-wide Statement of Net Position and the Statement of Activities, governmental funds are presented using the economic resources measurement focus, within the limitations of the modified cash basis of accounting, as defined below. In the fund financial statements, the “current financial resources” measurement focus or the “economic resources” measurement focus is used as appropriate.

All governmental funds utilize a “current financial resources” measurement focus. Only current financial assets/deferred outflows and liabilities/deferred inflows are generally included on their balance sheets. Their operating statements present sources and uses of available spendable financial resources during a given period. These funds use fund balance as their measure of available spendable financial resources at the end of the period.

The accounting objectives of the “economic resources” measurement focus are the determination of operating income, changes in net position (or cost recovery), financial position, and cash flows. All assets/deferred outflows, liabilities/deferred inflows (whether current or noncurrent) associated with their activities are reported.

## **SUGAR GROVE TOWNSHIP, ILLINOIS**

### **Notes to the Financial Statements March 31, 2019**

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#### **NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued**

##### **MEASUREMENT FOCUS AND BASIS OF ACCOUNTING – Continued**

###### **Basis of Accounting**

In the government-wide Statement of Net Position and Statement of Activities, governmental activities are presented using the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability/deferred inflows is incurred or economic asset used. Revenues, expenses, gains, losses, assets/deferred outflows, and liabilities/deferred inflows resulting from exchange and exchange-like transactions are recognized when the exchange takes place.

In the fund financial statements, governmental funds are presented on the modified accrual basis of accounting. Under this modified accrual basis of accounting, revenues are recognized when “measurable and available.” Measurable means knowing or being able to reasonably estimate the amount. Available means collectible within the current period or within sixty days after year-end. The Township recognizes property taxes when they become both measurable and available in accordance with GASB Codification Section P70. A sixty-day availability period is used for revenue recognition for all other governmental fund revenues. Expenditures (including capital outlay) are recorded when the related fund liability is incurred, except for general obligation bond principal and interest which are recognized when due.

In applying the susceptible to accrual concept under the modified accrual basis, those revenues susceptible to accrual are property taxes, personal property taxes, interest revenue, and charges for services. All other revenues are not susceptible to accrual because generally they are not measurable until received in cash.

###### **ASSETS/DEFERRED OUTFLOWS, LIABILITIES/DEFERRED INFLOWS, AND NET POSITION OR EQUITY**

###### **Cash and Investments**

For purpose of the Statement of Net Position, the Township's cash and cash equivalents are considered to be cash on hand, demand deposits, and cash with fiscal agent.

Investments are generally reported at fair value. Short-term investments are reported at cost, which approximates fair value. For investments, the Township categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs. The Township has no investments at year-end.

## **SUGAR GROVE TOWNSHIP, ILLINOIS**

### **Notes to the Financial Statements March 31, 2019**

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#### **NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued**

#### **ASSETS/DEFERRED OUTFLOWS, LIABILITIES/DEFERRED INFLOWS, AND NET POSITION OR EQUITY – Continued**

##### **Receivables**

In the government-wide financial statements, receivables consist of all revenues earned at year-end and not yet received. Allowances for uncollectible accounts receivable are based upon historical trends and the periodic aging of accounts receivable. Major receivables balances for governmental activities include property taxes and replacement taxes.

##### **Interfund Receivables, Payables and Activity**

Interfund activity is reported 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. 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. Transfers between governmental or proprietary funds are netted as part of the reconciliation to the government-wide financial statements.

##### **Prepays**

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaids in both the government-wide and fund financial statements. Prepaids are valued at cost, which approximates market, using the first-in/first-out (FIFO) method. The costs of governmental fund-type prepaids are recorded as expenditures when consumed rather than when purchased.

##### **Capital Assets**

Capital assets purchased or acquired with an original cost of more than \$2,500 (\$10,000 for building and improvements, and \$50,000 for infrastructure assets), are reported at historical cost or estimated historical cost. Contributed assets are reported at acquisition value as of the date received. 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 expenses as incurred.

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. General capital assets are long-lived assets of the Township as a whole. When purchased, such assets are recorded as expenditures in the governmental funds and capitalized. The valuation basis for general capital assets is historical cost, or where historical cost is not available, estimated historical cost based on replacement costs.

## **SUGAR GROVE TOWNSHIP, ILLINOIS**

### **Notes to the Financial Statements March 31, 2019**

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#### **NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued**

#### **ASSETS/DEFERRED OUTFLOWS, LIABILITIES/DEFERRED INFLOWS, AND NET POSITION OR EQUITY – Continued**

##### **Capital Assets – Continued**

Depreciation on all assets is computed and recorded using the straight-line method of depreciation over the following estimated useful lives:

Buildings and Improvements	7 - 40 Years
Road Improvements	10 - 15 Years
Vehicles and Equipment	5 - 7 Years
Infrastructure	15 - 40 Years

##### **Deferred Outflows/Inflows of Resources**

Deferred outflow/inflow of resources represents an acquisition/reduction of net position that applies to a future period and therefore will not be recognized as an outflow of resources (expense)/inflow of resources (revenue) until that future time.

##### **Compensated Absences**

The Township accrues accumulated unpaid vacation and associated employee-related costs when earned (or estimated to be earned) by the employee. In accordance with GASB Statement No. 16, no liability is recorded for nonvesting accumulation rights to receive sick pay benefits. However, a liability is recognized for that portion of accumulated sick leave that is estimated to be taken as “terminal leave” prior to retirement.

All vacation pay is accrued when incurred in the government-wide and proprietary fund financial statements. A liability for these amounts is reported in the governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

##### **Long-Term Obligations**

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the governmental activities Statement of Net Position.

## **SUGAR GROVE TOWNSHIP, ILLINOIS**

### **Notes to the Financial Statements March 31, 2019**

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#### **NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued**

#### **ASSETS/DEFERRED OUTFLOWS, LIABILITIES/DEFERRED INFLOWS, AND NET POSITION OR EQUITY – Continued**

##### **Net Position**

In the government-wide financial statements, equity is classified as net position and displayed in three components:

Investment in Capital Assets – Consists of capital assets, including restricted capital assets, net of accumulated depreciation, and reduced by the outstanding balances of any bonds, mortgages, notes or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.

Restricted – Consists of net position with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislations.

Unrestricted – All other net position balances that do not meet the definition of “restricted” or “investment in capital assets.”

#### **NOTE 2 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY**

##### **BUDGETARY INFORMATION**

The Township follows these procedures in establishing the budgetary data reflected in the financial statements:

- Prior to March 31 the Director submits to the Board of Trustees a proposed operating budget for the upcoming fiscal year commencing April 1. The operating budget includes proposed expenditures and the means for financing. The budgetary operations of the Township are governed by appropriation laws detailed in the Illinois Township Code. Notice is given, and public meetings are conducted to obtain taxpayer comments. The Board may add to, subtract from, or change appropriations, but may not change the form of the budget. Prior to the end of the first quarter of each fiscal year, the budget is legally enacted through the passage of an annual combined budget and appropriation ordinance.
- Budgets for the Governmental Funds of the Township are legally adopted on a basis consistent with the modified accrual basis of accounting. Expenditures may not legally exceed appropriations at the fund level. Any expenditures in excess of the legally adopted appropriation must be approved by the Township Board through a supplemental appropriation. No supplemental appropriations were required during fiscal year 2019.

## SUGAR GROVE TOWNSHIP, ILLINOIS

### Notes to the Financial Statements March 31, 2019

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#### NOTE 2 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY – Continued

##### BUDGETARY INFORMATION – Continued

- After the first six months of any fiscal year, the Township Board may, by a two-thirds vote, amend the initially approved appropriation ordinance. Unused appropriations lapse at the end of the fiscal year. Expenditures legally may not exceed the total of appropriations and beginning fund balance at the fund level. Management can make transfers between individual expenditure categories of a fund (i.e., services, utilities, etc.) for up to 10% of the budgeted amount. However, Board of Trustees approval is required in order for management to make transfers between different funds.

#### EXCESS OF ACTUAL EXPENDITURES OVER BUDGET IN INDIVIDUAL FUNDS

The following funds had an excess of actual expenditures over budget as of the date of this report:

<u>Fund</u>	<u>Excess</u>
Road and Bridge	\$ 140,913
General Assistance	51

#### NOTE 3 – DETAIL NOTES ON ALL FUNDS

##### DEPOSITS AND INVESTMENTS

The Township maintains a cash and investment pool that is available for use by all funds. Each fund type's portion of this pool is displayed on the combined balance sheet as "cash and investments." In addition, investments are separately held by several of the Township's funds.

Permitted Deposits and Investments – Statutes authorize the Township to make deposits/invest in commercial banks, savings and loan institutions, obligations of the U.S. Treasury and U.S. Agencies, obligations of States and their political subdivisions, credit union shares, repurchase agreements, commercial paper rated within the three highest classifications by at least two standard rating services.

##### Interest Rate Risk, Credit Risk, Concentration Risk, and Custodial Credit Risk

*Deposits.* At year-end, the carrying amount of the Township's deposits totaled \$3,437,151 and the bank balances totaled \$3,507,973.

## **SUGAR GROVE TOWNSHIP, ILLINOIS**

### **Notes to the Financial Statements March 31, 2019**

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#### **NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued**

##### **DEPOSITS AND INVESTMENTS – Continued**

##### **Interest Rate Risk, Credit Risk, Concentration Risk, and Custodial Credit Risk**

*Interest Rate Risk.* Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. Safety of principal is the foremost objective of the investment program. Investments of the Township shall be undertaken in a manner that seeks to ensure the preservation of capital in the overall portfolio.

*Credit Risk.* Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The Township limits its exposure to credit risk by primarily investing in obligations guaranteed by the United States Government or securities issued by agencies of the United States Government that are explicitly or implicitly guaranteed by the United States Government.

*Concentration Risk.* Concentration of credit risk is the risk of loss attributed to the magnitude of the Township's investment in a single issuer. The Township does not have an investment policy that addresses concentration risk. At year-end, the Township does not have any investments over 5 percent of the total cash and investment portfolio (other than investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds, external investment pools, and other pooled investments).

*Custodial Credit Risk.* In the case of deposits, this is the risk that in the event of a bank failure, the Township's deposits may not be returned to it. The Township's investment policy requires pledging of collateral for all bank balances in excess of the federal depository insurance, at an amount of not less than 110% of the fair market value of the funds secured. At year-end, the entire amount of the bank balance of deposits was covered by collateral, federal depository or equivalent insurance.

For an investment, this is the risk that in the event of the failure of the counterparty, the Township will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The Township's investment policy does not address custodial credit risk for investments.

##### **PROPERTY TAXES**

Property taxes for 2018 attach as an enforceable lien on January 1, on property values assessed as of the same date. Taxes are levied by December of the subsequent fiscal year (by passage of a Tax Levy Ordinance). Tax bills are prepared by Kane County and are payable in two installments, on or about June 1 and September 1. The County collects such taxes and remits them periodically.



## SUGAR GROVE TOWNSHIP, ILLINOIS

### Notes to the Financial Statements March 31, 2019

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#### NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

##### CAPITAL ASSETS

##### Governmental Activities

Governmental capital asset activity for the year was as follows:

	Beginning Balances	Increases	Decreases	Ending Balances
Nondepreciable Capital Assets				
Land	\$ 349,000	-	-	349,000
Depreciable Capital Assets				
Buildings and Improvements	1,458,661	-	-	1,458,661
Road Improvements	2,437,352	460,257	-	2,897,609
Vehicles and Equipment	2,042,822	57,498	-	2,100,320
	<u>5,938,835</u>	<u>517,755</u>	<u>-</u>	<u>6,456,590</u>
Less Accumulated Depreciation				
Buildings and Improvements	547,536	37,235	-	584,771
Road Improvements	1,130,051	176,648	-	1,306,699
Vehicles and Equipment	1,668,272	97,638	-	1,765,910
	<u>3,345,859</u>	<u>311,521</u>	<u>-</u>	<u>3,657,380</u>
Total Net Depreciable Capital Assets	<u>2,592,976</u>	<u>206,234</u>	<u>-</u>	<u>2,799,210</u>
Total Net Capital Assets	<u>2,941,976</u>	<u>206,234</u>	<u>-</u>	<u>3,148,210</u>

The depreciation expense was charged to governmental activities as follows:

Highways and Streets	<u>\$ 311,521</u>
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## SUGAR GROVE TOWNSHIP, ILLINOIS

### Notes to the Financial Statements March 31, 2019

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#### NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

#### INTERFUND RECEIVABLES AND PAYABLES

##### Interfund Balances

Interfund balances are advances in anticipation of receipts to cover temporary cash shortages. The composition of interfund balances as of the date of this report, is as follows:

Receivable Fund	Payable Fund	Amount
General	Road and Bridge	\$ 9,051
General	Community Building	2
General	General Assistance	1,111
		<u>10,164</u>

#### LONG-TERM DEBT

##### Long-Term Liability Activity

Changes in long-term liabilities during the fiscal year were as follows:

Type of Debt	Beginning Balances	Additions	Deductions	Ending Balances	Amounts Due within One Year
Governmental Activities					
Compensated Absences	\$ 18,165	5,513	11,026	12,652	2,530
Net Pension Liability/(Asset) - IMRF	(225,113)	247,945	-	22,832	-
	<u>(206,948)</u>	<u>253,458</u>	<u>11,026</u>	<u>35,484</u>	<u>2,530</u>

The compensated absences and the net pension liability are liquidated by the General Fund.

##### Legal Debt Margin

Chapter 65, Section 5/8-5-1 of the Illinois Compiled Statutes provides, "...no municipality having a population of less than 500,000 shall become indebted in any manner or for any purpose, to an amount, including existing indebtedness in the aggregate exceeding 5.75% on the value of the taxable property therein, to be ascertained by the last assessment for state and county purposes, previous to the incurring of the indebtedness or, until January 1, 1983, if greater, the sum that is produced by multiplying the municipality's 1978 equalized assessed valuation by the debt limitation percentage in effect on January 1, 1979."

## SUGAR GROVE TOWNSHIP, ILLINOIS

### Notes to the Financial Statements March 31, 2019

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#### NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

##### LONG-TERM DEBT – Continued

##### Legal Debt Margin – Continued

Assessed Valuation - 2018	<u>\$ 651,851,963</u>
Legal Debt Limit - 5.75% of Assessed Value	37,481,488
Amount of Debt Applicable to Limit	<u>-</u>
Legal Debt Margin	<u>37,481,488</u>

#### NET POSITION/FUND BALANCE CLASSIFICATIONS

##### Investment in Capital Assets

Investment in capital assets was comprised of the following as of March 31, 2019:

Governmental Activities	
Capital Assets - Net of Accumulated Depreciation	<u>\$ 3,148,210</u>

##### Net Position Restatement

Beginning net position was restated to correct an error in recognition of deferred property taxes/property tax revenues. The following is a summary of the net position as originally reported and as restated:

<u>Net Position</u>	<u>As Reported</u>	<u>As Restated</u>	<u>(Decrease)</u>
Governmental Activities	\$ 8,233,442	6,493,004	(1,740,438)

##### Fund Balance Classifications

In the governmental fund's financial statements, the Township considers restricted amounts to have been spent when an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available. The Township first utilizes committed, then assigned and then unassigned fund balance when an expenditure is incurred for purposes for which all three unrestricted fund balances are available.

*Nonspendable Fund Balance.* Consists of resources that cannot be spent because they are either: a) not in a spendable form; or b) legally or contractually required to be maintained intact.

## SUGAR GROVE TOWNSHIP, ILLINOIS

### Notes to the Financial Statements March 31, 2019

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#### NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

#### NET POSITION/FUND BALANCE CLASSIFICATIONS – Continued

##### Fund Balance Classifications – Continued

*Restricted Fund Balance.* Consists of resources that are restricted to specific purposes, that is, when constraints placed on the use of resources are either: a) externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments; or b) imposed by law through constitutional provisions or enabling legislation.

*Committed Fund Balance.* Consists of resources constrained (issuance of an ordinance) to specific purposes by the government itself, using its highest level of decision-making authority, the Board of Trustees; to be reported as committed, amounts cannot be used for any other purpose unless the government takes the same highest-level action to remove or change the constraint.

*Assigned Fund Balance.* Consists of amounts that are constrained by the Board of Trustees' intent to be used for specific purposes but are neither restricted nor committed. Intent is expressed by a) the Board of Trustees itself or b) a body or official to which the Board of Trustees has delegated the authority to assign amounts to be used for specific purposes. The Township's highest level of decision-making authority is the Board of Trustees, who is authorized to assign amounts to a specific purpose.

*Unassigned Fund Balance.* Consists of residual net resources of a fund that has not been restricted, committed, or assigned within the General Fund and deficit fund balances of other governmental funds.

The following is a schedule of fund balance classifications for the governmental funds as of the date of this report:

	Special Revenue				Totals
	General	Road and Bridge	Community Building	General Assistance	
Fund Balances					
Nonspendable					
Prepays	\$ 25,227	10,174	6,627	-	42,028
Restricted					
Road and Bridge	-	1,870,914	-	-	1,870,914
Community Building	-	-	286,430	-	286,430
General Assistance	-	-	-	170,217	170,217
	-	1,870,914	286,430	170,217	2,327,561
Assigned					
Capital Expenditures	-	-	160,000	-	160,000
Unassigned	911,749	-	-	-	911,749
Total Fund Balances	936,976	1,881,088	453,057	170,217	3,441,338

## **SUGAR GROVE TOWNSHIP, ILLINOIS**

### **Notes to the Financial Statements March 31, 2019**

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#### **NOTE 4 – OTHER INFORMATION**

##### **CONTINGENT LIABILITIES**

###### **Risk Management**

The Township is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; natural disasters; and injuries to the Township's employees. The Township has purchased insurance from Township Officials of Illinois Risk Management Association (TOIRMA). Risks covered included certain types of liabilities and bonds. Premiums have been displayed as expenditures/expenses in appropriate funds. There were no significant changes in insurance coverages from the prior year and settlements did not exceed insurance coverage in any of the past three fiscal years.

###### **Grants**

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time although the Township expects such amounts, if any, to be immaterial.

###### **Litigation**

The Township is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, in the opinion of the Township's attorney, the resolution of these matters will not have a material adverse effect on the financial condition of the Township.

##### **EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLAN**

The Township contributes to one defined benefit pension plans, the Illinois Municipal Retirement Fund (IMRF), a defined benefit agent multiple-employer public employee retirement system. IMRF issues a publicly available financial report that includes financial statements and required supplementary information for the plan as a whole, but not by individual employer. That report may be obtained online at [www.imrf.org](http://www.imrf.org). The benefits, benefit levels, employee contributions, and employer contributions are governed by Illinois Compiled Statutes (ILCS) and can only be amended by the Illinois General Assembly.

###### **Plan Descriptions**

*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.

## SUGAR GROVE TOWNSHIP, ILLINOIS

### Notes to the Financial Statements March 31, 2019

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#### NOTE 4 – OTHER INFORMATION – Continued

#### EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLAN – Continued

#### Illinois Municipal Retirement Fund (IMRF) – Continued

#### Plan Descriptions – Continued

*Benefits Provided.* IMRF has three benefit plans. The vast majority of IMRF members participate in the Regular Plan (RP). The Sheriff's Law Enforcement Personnel (SLEP) plan is for sheriffs, deputy sheriffs, and selected police chiefs. Counties could adopt the Elected County Official (ECO) plan for officials elected prior to August 8, 2011 (the ECO plan was closed to new participants after that date).

IMRF provides two tiers of pension benefits. Employees hired *before* January 1, 2011, are eligible for Tier 1 benefits. Tier 1 employees are vested for pension benefits when they have at least eight years of qualifying service credit. Tier 1 employees who retire at age 55 (at reduced benefits) or after age 60 (at full benefits) with eight years of service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1-2/3% of the final rate of earnings for the first 15 years of service credit, plus 2% for each year of service credit after 15 years to a maximum of 75% of their final rate of earnings. Final rate of earnings is the highest total earnings during any consecutive 48 months within the last 10 years of service, divided by 48. Under Tier 1, the pension is increased by 3% of the original amount on January 1 every year after retirement.

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 employees who retire at age 62 (at reduced benefits) or after age 67 (at full benefits) with ten years of service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1-2/3% of the final rate of earnings for the first 15 years of service credit, plus 2% for each year of service credit after 15 years to a maximum of 75% of their final rate of earnings. Final rate of earnings is the highest total earnings during any 96 consecutive months within the last 10 years of service, divided by 96. Under Tier 2, the pension is increased on January 1 every year after retirement, upon reaching age 67, by the *lesser* of:

- 3% of the original pension amount, or
- 1/2 of the increase in the Consumer Price Index of the original pension amount.

*Plan Membership.* As of December 31, 2018, the measurement date, the following employees were covered by the benefit terms:

Inactive Plan Members Currently Receiving Benefits	7
Inactive Plan Members Entitled to but not yet Receiving Benefits	8
Active Plan Members	<u>8</u>
Total	<u><u>23</u></u>

## SUGAR GROVE TOWNSHIP, ILLINOIS

### Notes to the Financial Statements March 31, 2019

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#### NOTE 4 – OTHER INFORMATION – Continued

#### EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLAN – Continued

#### Illinois Municipal Retirement Fund (IMRF) – Continued

#### Plan Descriptions – Continued

*Contributions.* As set by statute, the Township'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. For the year-ended March 31, 2019, the Township's contribution was 7.66% of covered payroll.

*Net Pension Liability.* The Township's net pension liability was measured as of December 31, 2018. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

*Actuarial Assumptions.* The total pension liability was determined by an actuarial valuation performed, as of December 31, 2018, using the following actuarial methods and assumptions:

Actuarial Cost Method	Entry Age Normal
Asset Valuation Method	Market
Actuarial Assumptions	
Interest Rate	7.25%
Salary Increases	3.39% to 14.25%
Cost of Living Adjustments	2.50%
Inflation	2.50%

For non-disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Blue Collar Health Annuitant Mortality Table with adjustments to match current IMRF experience. For disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Disabled Retirees Mortality Table applying the same adjustment that were applied for non-disabled lives. For active members, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.

## SUGAR GROVE TOWNSHIP, ILLINOIS

### Notes to the Financial Statements March 31, 2019

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#### NOTE 4 – OTHER INFORMATION – Continued

#### EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLAN – Continued

#### Illinois Municipal Retirement Fund (IMRF) – Continued

#### Plan Descriptions – Continued

*Actuarial Assumptions – Continued.* The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense, and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return to the target asset allocation percentage and adding expected inflation. The target allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table:

Asset Class	Target	Long-Term Expected Real Rate of Return
Fixed Income	28.00%	3.00%
Domestic Equities	37.00%	6.85%
International Equities	18.00%	6.75%
Real Estate	9.00%	5.75%
Blended	7.00%	2.65% - 7.35%
Cash and Cash Equivalents	1.00%	2.25%

#### Discount Rate

The discount rate used to measure the total pension liability was 7.25%, and the discount rate in the prior valuation was 7.50%. The projection of cash flows used to determine the discount rate assumed that member contributions will be made at the current contribution rate and that Township contributions will be made at rates equal to the difference between the actuarially determined contribution rates and the member rate. Based on those assumptions, the Fund's fiduciary net position was projected to be available to make all project future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all period of projected benefit payments to determine the total pension liability.



## SUGAR GROVE TOWNSHIP, ILLINOIS

### Notes to the Financial Statements March 31, 2019

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#### NOTE 4 – OTHER INFORMATION – Continued

#### EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLAN – Continued

#### Illinois Municipal Retirement Fund (IMRF) – Continued

##### Discount Rate Sensitivity

The following is a sensitivity analysis of the net pension liability/(asset) to changes in the discount rate. The table below presents the net pension liability/(asset) of the Township calculated using the discount rate as well as what the Township's net pension liability/(asset) would be if it were calculated using a discount rate that is one percentage point lower or one percentage point higher than the current rate:

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Net Pension Liability/(Asset) \$	290,366	22,832	(200,986)

##### Changes in the Net Pension Liability/(Asset)

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability/(Asset) (A) - (B)
Balances at December 31, 2017	\$ 2,282,157	2,507,270	(225,113)
Changes for the Year:			
Service Cost	39,885	-	39,885
Interest on the Total Pension Liability	168,889	-	168,889
Changes of Benefit Terms	-	-	-
Difference Between Expected and Actual Experience of the Total Pension Liability	(29,651)	-	(29,651)
Changes of Assumptions	59,752	-	59,752
Contributions - Employer	-	40,405	(40,405)
Contributions - Employees	-	20,270	(20,270)
Net Investment Income	-	(115,379)	115,379
Benefit Payments, including Refunds of Employee Contributions	(100,481)	(100,481)	-
Other (Net Transfer)	-	45,634	(45,634)
Net Changes	138,394	(109,551)	247,945
Balances at December 31, 2018	2,420,551	2,397,719	22,832

## SUGAR GROVE TOWNSHIP, ILLINOIS

### Notes to the Financial Statements March 31, 2019

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#### NOTE 4 – OTHER INFORMATION – Continued

#### EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLAN – Continued

#### Illinois Municipal Retirement Fund (IMRF) – Continued

#### Pension Expense, Deferred Outflows of Resources, and Deferred Inflows of Resources Related to Pensions

For the year ended March 31, 2019, the Township recognized pension expense of \$56,034. At March 31, 2019, the Township reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Totals
Difference Between Expected and Actual Experience	\$ -	(48,733)	(48,733)
Change in Assumptions	39,701	(27,797)	11,904
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	146,294	-	146,294
Total Pension Expense to be Recognized in Future Periods	185,995	(76,530)	109,465
Pension Contributions Made Subsequent to the Measurement Date	7,534	-	7,534
Total Deferred Amounts Related to IMRF	193,529	(76,530)	116,999

\$7,534 reported as deferred outflows of resources related to pensions resulting from employer contributions subsequent to the measurement date and will be recognized as a reduction of the net pension liability in the reporting year ended March 31, 2020.

Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense in future periods as follows:

Fiscal Year	Net Deferred Outflows of Resources
2020	\$ 8,670
2021	22,521
2022	17,547
2023	60,727
2024	-
Thereafter	-
Total	109,465

## **SUGAR GROVE TOWNSHIP, ILLINOIS**

### **Notes to the Financial Statements**

**March 31, 2019**

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#### **NOTE 4 – OTHER INFORMATION – Continued**

##### **OTHER POST-EMPLOYMENT BENEFITS PLAN**

The Township has evaluated its potential other post-employment benefits liability. Former employees who choose to retain their rights to health insurance through the Township are required to pay 100% of the current premium. However, there is minimal participation. As the Township provides no explicit benefit, and there is minimal participation, there is no material implicit subsidy to calculate in accordance with GASB Statement No. 75, *Accounting and Financial Reporting for Post-Employment Benefits Other Than Pensions*. Therefore, the Township has not recorded a liability as of March 31, 2019.

## **REQUIRED SUPPLEMENTARY INFORMATION**

Required supplementary information includes financial information and disclosures that are required by the GASB but are not considered a part of the basic financial statements. Such information includes:

- Schedule of Employer Contributions  
Illinois Municipal Retirement Fund
- Schedule of Changes in the Employer's Net Pension Liability  
Illinois Municipal Retirement Fund
- Budgetary Comparison Schedule  
General Fund  
Road and Bridge – Special Revenue Fund  
Community Building – Special Revenue Fund  
General Assistance – Special Revenue Fund

### Notes to the Required Supplementary Information

Budgetary Information – Budgets are adopted on a basis consistent with generally accepted accounting principles.

## SUGAR GROVE TOWNSHIP, ILLINOIS

### Illinois Municipal Retirement Fund

#### Required Supplementary Information Schedule of Employer Contributions March 31, 2019

Fiscal Year	Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contribution	Contribution Excess/ (Deficiency)	Covered Payroll	Contributions as a Percentage of Covered Payroll
2016	\$ 51,548	\$ 51,548	\$ -	\$ 418,753	12.31%
2017	42,506	42,506	-	381,903	11.13%
2018	37,399	37,399	-	373,616	10.01%
2019	36,478	36,478	-	476,124	7.66%

#### Notes to the Required Supplementary Information:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level % Pay (Closed)
Remaining Amortization Period	25 Years
Asset Valuation Method	5-Year Smoothed Market
Inflation	2.75%
Salary Increases	3.75% - 14.50%
Investment Rate of Return	7.50%
Retirement Age	See the Notes to the Financial Statements
Mortality	IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2012).

#### Note:

This schedule is intended to show information for ten years. Information for additional years will be displayed as it becomes available.

## SUGAR GROVE TOWNSHIP, ILLINOIS

### Illinois Municipal Retirement Fund

#### Required Supplementary Information Schedule of Changes in the Employer's Net Pension Liability March 31, 2019

	<u>12/31/15</u>
Total Pension Liability	
Service Cost	\$ 48,412
Interest	164,420
Change of Assumptions	(65,277)
Benefit Payments, Including Refunds of Member Contributions	<u>-</u> (98,796)
Net Change in Total Pension Liability	48,759
Total Pension Liability - Beginning	<u>2,220,384</u>
Total Pension Liability - Ending	<u><u>2,269,143</u></u>
Plan Fiduciary Net Position	
Contributions - Employer	\$ 51,548
Contributions - Members	18,844
Net Investment Income	10,329
Benefit Payments, Including Refunds of Member Contributions	<u>(98,796)</u>
Other (Net Transfer)	<u>3,659</u>
Net Change in Plan Fiduciary Net Position	(14,416)
Plan Net Position - Beginning	<u>2,079,959</u>
Plan Net Position - Ending	<u><u>2,065,543</u></u>
Employer's Net Pension Liability/(Asset)	<u><u>\$ 203,600</u></u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	91.03%
Covered Payroll	\$ 418,753
Employer's Net Pension Liability as a Percentage of Covered Payroll	48.62%

Note:

This schedule is intended to show information for ten years. Information for additional years will be displayed as it becomes available.

12/31/16	12/31/17	12/31/18
47,763	41,814	39,885
167,637	169,978	168,889
(77,540)	(51,555)	(29,651)
(2,496)	(74,266)	59,752
(109,770)	(98,551)	(100,481)
25,594	(12,580)	138,394
2,269,143	2,294,737	2,282,157
2,294,737	2,282,157	2,420,551
42,507	37,398	40,405
17,186	16,813	20,270
144,330	377,974	(115,379)
(109,770)	(98,551)	(100,481)
32,815	(18,975)	45,634
127,068	314,659	(109,551)
2,065,543	2,192,611	2,507,270
2,192,611	2,507,270	2,397,719
102,126	(225,113)	22,832
95.55%	109.86%	99.06%
381,903	373,616	450,449
26.74%	(60.25%)	5.07%

## SUGAR GROVE TOWNSHIP, ILLINOIS

### General Fund

#### Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual For the Fiscal Year Ended March 31, 2019

	Budget		Actual	Variance with Final Budget
	Original	Final		
Revenues				
Taxes				
Property Taxes	\$ 607,688	607,688	619,073	11,385
Replacement Taxes	12,000	12,000	10,631	(1,369)
Charges for Services				
Rental	26,900	26,900	28,174	1,274
Investment Income	1,200	1,200	4,402	3,202
Miscellaneous	2,450	2,450	3,016	566
Total Revenues	650,238	650,238	665,296	15,058
Expenditures				
General Government	536,117	536,117	509,368	26,749
Health and Welfare	115,501	115,501	115,355	146
Total Expenditures	651,618	651,618	624,723	26,895
Net Change in Fund Balance	(1,380)	(1,380)	40,573	(11,837)
Fund Balance - Beginning			896,403	
Fund Balance - Ending			936,976	



## SUGAR GROVE TOWNSHIP, ILLINOIS

### Road and Bridge - Special Revenue Fund

#### Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual For the Fiscal Year Ended March 31, 2019

	Budget		Actual	Variance with Final Budget
	Original	Final		
Revenues				
Taxes				
Property Taxes	\$ 877,000	877,000	912,613	35,613
Replacement Taxes	17,000	17,000	17,058	58
Intergovernmental				
Motor Fuel Tax	25,000	25,000	65,294	40,294
Investment Income	7,600	7,600	15,575	7,975
Miscellaneous	3,200	3,200	12,827	9,627
Total Revenues	929,800	929,800	1,023,367	93,567
Expenditures				
Highways and Streets	1,128,267	1,128,267	1,269,180	(140,913)
Excess (Deficiency) of Revenues Over (Under) Expenditures	(198,467)	(198,467)	(245,813)	(47,346)
Other Financing Sources				
Disposal of Capital Assets	-	-	39,771	39,771
Change in Fund Balance	<u>(198,467)</u>	<u>(198,467)</u>	(206,042)	<u>(7,575)</u>
Fund Balance - Beginning			<u>2,087,130</u>	
Fund Balance - Ending			<u>1,881,088</u>	

## SUGAR GROVE TOWNSHIP, ILLINOIS

### Community Building - Special Revenue Fund

#### Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual For the Fiscal Year Ended March 31, 2019

	Budget		Actual	Variance with Final Budget
	Original	Final		
Revenues				
Taxes				
Property Taxes	\$ 163,000	163,000	162,793	(207)
Charges for Services				
Rental	9,700	9,700	11,410	1,710
Investment Income	3,000	3,000	4,701	1,701
Miscellaneous	300	300	95	(205)
Total Revenues	176,000	175,700	178,999	3,204
Expenditures				
General Government				
Administrative				
Personnel	50,000	50,000	35,984	14,016
Contractual Services	93,400	93,400	73,525	19,875
Commodities	4,500	4,500	4,724	(224)
Capital Outlay	80,500	80,500	25,750	54,750
Other	2,600	2,600	49	2,551
Total Expenditures	231,000	231,000	140,032	90,968
Change in Fund Balance	(55,000)	(55,300)	38,967	94,172
Fund Balance - Beginning			414,090	
Fund Balance - Ending			453,057	

## SUGAR GROVE TOWNSHIP, ILLINOIS

### General Assistance - Special Revenue Fund

#### Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual For the Fiscal Year Ended March 31, 2019

	Budget		Actual	Variance with Final Budget
	Original	Final		
Revenues				
Investment Income	\$ 75	75	818	743
Expenditures				
Health and Welfare				
Administrative				
Personnel	444	444	332	112
Contractual	-	-	180	(180)
Other	21	21	4	17
Total Expenditures	465	465	516	(51)
Change in Fund Balance	(390)	(390)	302	692
Fund Balance - Beginning			169,915	
Fund Balance - Ending			170,217	

## **OTHER SUPPLEMENTARY INFORMATION**

Other supplementary information includes financial statements and schedules not required by the GASB, nor a part of the basic financial statements, but are presented for purposes of additional analysis.

Such statements and schedules include:

- Budgetary Comparison Schedules – Major Governmental Funds

## **INDIVIDUAL FUND SCHEDULES**

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### **GENERAL FUND**

The General Fund is used to account for all financial resources except those required to be accounted for in another fund.

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### **SPECIAL REVENUE FUNDS**

The Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than fiduciary funds or capital projects funds) that are legally restricted to expenditure for specified purposes.

#### **Road and Bridge Fund**

The Road and Bridge Fund is used to account for all financial resources relating to the repair and maintenance of the Township's infrastructure.

#### **Community Building Fund**

The Community Building Fund is used to account for the operations from the Community Building. The Community Building is a recreational building which is rented out for use by residents of the Township. The Community Building has a gym, stage, kitchen, and meeting rooms available to the public. The major expenditures include repairs and maintenance expenditures.

#### **General Assistance Fund**

The General Assistance Fund is used to account for assistance provided to low income residents within the Township's jurisdiction.

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## SUGAR GROVE TOWNSHIP, ILLINOIS

### General Fund

#### Schedule of Expenditures - Budget and Actual For the Fiscal Year Ended March 31, 2019

	Budget		Actual	Variance with Final Budget
	Original	Final		
General Government				
Administrative				
Personnel	\$ 117,122	117,122	123,911	(6,789)
Contractual Services	70,750	70,750	72,153	(1,403)
Commodities	2,735	2,735	1,818	917
Senior Center	18,500	18,500	27,267	(8,767)
Bus Barn	265	265	235	30
Bliss House	17,900	17,900	13,419	4,481
Capital Outlay	41,500	41,500	27,929	13,571
Other	7,985	7,985	16,939	(8,954)
	<u>276,757</u>	<u>276,757</u>	<u>283,671</u>	<u>(6,914)</u>
Assessor				
Personnel	229,630	229,630	208,409	21,221
Contractual Services	25,280	25,280	14,694	10,586
Commodities	2,200	2,200	1,093	1,107
Capital Outlay	1,500	1,500	1,042	458
Other	750	750	459	291
	<u>259,360</u>	<u>259,360</u>	<u>225,697</u>	<u>33,663</u>
Total General Government	<u>536,117</u>	<u>536,117</u>	<u>509,368</u>	<u>26,749</u>
Health and Welfare				
Mental Health				
Purchased Services and Administration	<u>115,501</u>	<u>115,501</u>	<u>115,355</u>	<u>146</u>
Total Expenditures	<u>651,618</u>	<u>651,618</u>	<u>624,723</u>	<u>26,895</u>

## SUGAR GROVE TOWNSHIP, ILLINOIS

### Road and Bridge - Special Revenue Fund

#### Schedule of Expenditures - Budget and Actual For the Fiscal Year Ended March 31, 2019

	Budget		Actual	Variance with Final Budget
	Original	Final		
Highways and Streets				
Administrative				
Personnel	\$ 52,016	52,016	51,827	189
Contractual Services	6,675	6,675	10,480	(3,805)
Commodities	-	-	52	(52)
Other	3,928	3,928	1,975	1,953
	62,619	62,619	64,334	(1,715)
Maintenance				
Personnel	390,448	390,448	424,907	(34,459)
Contractual Services	573,900	573,900	646,176	(72,276)
Commodities	49,300	49,300	48,189	1,111
Capital Outlay	40,000	40,000	65,230	(25,230)
Other	12,000	12,000	20,344	(8,344)
	1,065,648	1,065,648	1,204,846	(139,198)
Total Expenditures	1,128,267	1,128,267	1,269,180	(140,913)