

VILLAGE OF DWIGHT
DWIGHT, ILLINOIS
ANNUAL FINANCIAL REPORT
YEAR ENDED MARCH 31, 2014

Prepared by:

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CERTIFIED PUBLIC ACCOUNTANTS

VILLAGE OF DWIGHT, ILLINOIS

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INDEPENDENT AUDITORS' REPORT



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Independent Auditors' Report

To the Honorable Mayor and
Village Board of Trustees
Village of Dwight, Illinois

We have audited the accompanying financial statements of Village of Dwight, Illinois, as of and for the year ended March 31, 2014, and the related notes to the financial statements, which collectively comprise Village's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditors' 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 States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. 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 auditors' 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 entity'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 entity'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.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position—modified cash basis of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Village of Dwight, Illinois, as of March 31, 2014, and the respective changes in financial position—modified cash basis, thereof for the year then ended in accordance with the basis of accounting as described in Note 1.

Basis of Accounting

We draw attention to Note 1 of the financial statements, which describes the basis of accounting. The financial statements are prepared on the modified cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to that matter.

Other Matters

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Village of Dwight, Illinois' basic financial statements. The combining and individual fund financial statements on pages 30-38 and 41-58, the IMRF schedule of funding progress on page 39, the notes to the other information on page 40, and the assessed valuations, tax rates, tax extensions and tax collections on page 60 are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual non-major 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 non-major fund financial statements are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The IMRF schedule of funding progress, the notes to the other information, and the assessed valuations, tax rates, tax extensions and tax collections 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.

Other Reporting Required by Government Auditing Standards

In accordance with Government Auditing Standards, we have also issued our report dated July 28, 2014, on our consideration of the Village of Dwight, Illinois' internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the Village of Dwight, Illinois' internal control over financial reporting and compliance.

Mack & Associates, P.C.

Mack & Associates, P.C.
Certified Public Accountants

Morris, Illinois
July 28, 2014

FINANCIAL STATEMENTS

Government-wide Financial Statement
Statement of Net Position - Modified Cash Basis
March 31, 2014

	Primary Government			
	Governmental Activities	Business-Type Activities	Total	
			2014	2013
<u>Assets</u>				
Current assets:				
Cash and cash equivalents	\$ 1,869,046	615,901	2,484,947	1,956,852
Accounts receivable	-	74,971	74,971	123,262
Total current assets	<u>1,869,046</u>	<u>690,872</u>	<u>2,559,918</u>	<u>2,080,114</u>
Non-current assets:				
Capital Assets				
Land	136,366	45,500	181,866	181,866
Equipment	1,551,919	931,231	2,483,150	2,406,970
Buildings and improvements	3,200,175	128,914	3,329,089	3,329,089
Infrastructure	2,949,389	17,915,516	20,864,905	20,841,211
Accumulated Depreciation	<u>(3,665,703)</u>	<u>(8,083,243)</u>	<u>(11,748,946)</u>	<u>(11,075,062)</u>
Total non-current assets	<u>4,172,146</u>	<u>10,937,918</u>	<u>15,110,064</u>	<u>15,684,074</u>
Total assets	<u>\$ 6,041,192</u>	<u>11,628,790</u>	<u>17,669,982</u>	<u>17,764,188</u>
<u>Liabilities</u>				
Current Liabilities:				
Accounts payable	\$ -	7,858	7,858	909
Customer deposits	-	12,410	12,410	11,570
Due within one year:				
Notes payable	4,707	4,707	9,414	9,092
Bonds payable	225,000	325,000	550,000	530,000
EPA loan payable	-	418,101	418,101	407,329
Total current liabilities	<u>229,707</u>	<u>768,076</u>	<u>997,783</u>	<u>958,900</u>
Long-term Liabilities:				
Due in more than one year:				
Notes payable	30,096	30,096	60,192	69,608
Bonds payable	65,000	625,000	690,000	1,240,000
EPA loan payable	-	3,967,436	3,967,436	4,385,537
Total long-term liabilities	<u>95,096</u>	<u>4,622,532</u>	<u>4,717,628</u>	<u>5,695,145</u>
Total liabilities	<u>324,803</u>	<u>5,390,608</u>	<u>5,715,411</u>	<u>6,654,045</u>
<u>Net Position</u>				
Invested in capital assets, net of related debt	3,847,343	5,567,578	9,414,921	9,042,508
Restricted	1,033,148	34,649	1,067,797	966,799
Unrestricted	<u>835,898</u>	<u>635,955</u>	<u>1,471,853</u>	<u>1,100,836</u>
Total net position	<u>\$ 5,716,389</u>	<u>6,238,182</u>	<u>11,954,571</u>	<u>11,110,143</u>

The Notes to Financial Statements are an integral part of this statement.

Government-wide Financial Statement
Statement of Activities - Modified Cash Basis
For the Year Ended March 31, 2014

Program Activities	Program Revenues			Net (Expenditures) Revenue and Changes in Net Position		
	Expenditures	Fees and Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Business-Type Activities	Total
Governmental activities:						
General Government	\$ 976,009	142,499	-	-	(833,510)	(394,628)
Garbage services	287,315	283,331	-	-	(3,984)	(6,942)
Public Safety	1,406,259	351,428	-	-	(1,054,831)	(1,037,910)
Streets and lighting	188,680	-	83,176	-	(105,504)	(94,482)
Culture and recreation	194,060	35,257	-	-	(158,803)	(149,011)
Unallocated interest - expense	20,966	-	-	-	(20,966)	(29,470)
Total governmental activities	3,073,289	812,515	83,176	-	(2,177,598)	(1,672,443)
Business-type activities:						
Waterworks	652,193	787,925	-	-	135,732	284,372
Sewer	809,762	986,481	-	-	176,719	187,844
Total business-type activities	1,461,955	1,774,406	-	-	312,451	472,216
Total primary government	\$ 4,535,244	2,586,921	83,176	-	(2,177,598)	(1,200,227)
General revenues:						
Taxes:						
Property taxes			\$ 693,900		693,900	687,758
Utility tax			375,155		375,155	370,039
Sales tax			632,385		632,385	681,230
Income tax			445,034		445,034	396,381
Replacement tax			43,418		43,418	38,033
Local use tax			73,386		73,386	67,049
TIF revenue			124,000		124,000	27,094
Motor fuel tax			106,446		106,446	102,321
Hotel/Motel tax			30,617		30,617	29,804
Video gaming tax			21,106		21,106	1,179
Interest on investments			6,559	382	6,941	11,082
Donations			4,992	-	4,992	5,332
Reimbursements			18,412	-	18,412	25,335
Special item - contributed capital			-	54,403	54,403	-
Miscellaneous			71,616	7,764	79,380	41,673
Total general revenues			2,647,026	62,549	2,709,575	2,484,310
Change in net position			469,428	375,000	844,428	1,284,083
Net position at beginning of year			5,246,961	5,863,182	11,110,143	9,826,060
Net position at end of year			\$ 5,716,389	6,238,182	11,954,571	11,110,143

The Notes to Financial Statements are an integral part of this statement.

Statement of Assets, Liabilities and Fund Balances
Modified Cash Basis - Governmental Funds
March 31, 2014

	Major Funds			Total	
	General Fund	Reserve Capital Expenditures Fund	Non-major Governmental Funds	Governmental Funds 2014	Governmental Funds 2013
<u>Assets</u>					
Cash	\$ 762,746	682,392	423,908	1,869,046	1,462,350
Due from TIF Fund	139,000	-	-	139,000	209,000
Total assets	\$ 901,746	682,392	423,908	2,008,046	1,671,350
<u>Liabilities and fund balances</u>					
Liabilities:					
Due to General Fund	\$ -	-	139,000	139,000	209,000
Total liabilities	-	-	139,000	139,000	209,000
Fund balances:					
Unassigned	884,576	-	(126,898)	757,678	533,186
Assigned	-	-	50,088	50,088	50,062
Committed	-	28,132	-	28,132	-
Restricted	17,170	654,260	361,718	1,033,148	879,102
Total fund balances	901,746	682,392	284,908	1,869,046	1,462,350
Total liabilities and fund balances	\$ 901,746	682,392	423,908		

Reconciliation to Statement of Net Position:

Amounts reported for governmental activities in the Statement of Net Position are different because:

Capital assets used in governmental activities of \$7,837,849 (net of accumulated depreciation of \$3,665,703) are not financial resources and, therefore, are not reported in the funds.	4,172,146	4,328,961
Some liabilities, including capital debt obligations payable, are not due and payable in the current period and, therefore, are not reported in the funds.	(324,803)	(544,350)
Net position of governmental activities	\$ 5,716,389	5,246,961

Statement of Revenues Received, Expenditures Disbursed, and Changes in Fund Balances
Governmental Funds
For the Year Ended March 31, 2014

	Major Funds			Total	
	General Fund	Reserve Capital Expenditures Fund	Non-major Governmental Funds	Governmental Funds 2014	Governmental Funds 2013
Revenues received:					
Property taxes	\$ 434,329	-	259,571	693,900	687,758
Utility tax	375,155	-	-	375,155	370,039
Sales tax	632,385	-	-	632,385	681,230
Income tax	445,034	-	-	445,034	396,381
Replacement tax	43,418	-	-	43,418	38,033
Local use tax	73,386	-	-	73,386	67,049
Hotel/Motel tax	30,617	-	-	30,617	29,804
Video gaming tax	21,106	-	-	21,106	1,179
Interest income	2,606	3,700	253	6,559	10,522
Motor Fuel Tax	-	-	106,446	106,446	102,321
TIF Revenue	-	-	124,000	124,000	27,094
Charges for Services	670,016	-	-	670,016	643,375
Fines, fees, and forfeitures	68,697	-	-	68,697	85,235
Grants	750	82,426	-	83,176	245,717
Licenses and permits	73,802	-	-	73,802	48,968
Donations	4,992	-	-	4,992	5,332
Reimbursements	17,912	-	500	18,412	25,335
Miscellaneous	7,988	2,138	61,490	71,616	35,243
Total revenues received	2,902,193	88,264	552,260	3,542,717	3,500,615
Expenditures disbursed:					
Current:					
General government	425,383	47,330	328,063	800,776	1,394,720
Garbage services	287,315	-	-	287,315	286,829
Public safety	1,406,259	-	-	1,406,259	1,352,355
Streets and lighting	188,680	-	-	188,680	310,199
Culture and recreation	194,060	-	-	194,060	198,054
Capital Outlay	-	18,418	-	18,418	62,242
Debt Service					
Principal	-	4,547	215,000	219,547	214,393
Interest	-	1,286	19,680	20,966	29,470
Total expenditures disbursed	2,501,696	71,581	562,743	3,136,021	3,848,262
Excess (deficiency) of revenues received over (under) expenditures disbursed	400,497	16,683	(10,483)	406,696	(347,647)

The Notes to Financial Statements are an integral part of this statement.

**Statement of Revenues Received, Expenditures Disbursed, and Changes in Fund Balances
Governmental Funds
For the Year Ended March 31, 2014**

	Major Funds			Total	
	General Fund	Reserve Capital Expenditures Fund	Non-major Governmental Funds	Governmental Funds 2014	Governmental Funds 2013
Other financing sources (uses):					
Transfers In	\$ -	77,000	235,680	312,680	656,665
Transfers Out	(247,680)	-	(65,000)	(312,680)	(626,071)
Total other financing sources (uses)	(247,680)	77,000	170,680	-	30,594
Net Change in fund balance	152,816	93,683	160,197	406,696	(317,053)
Fund balances - beginning	748,930	588,709	124,711	1,462,350	1,779,403
Fund balances - ending	\$ 901,746	682,392	284,908	1,869,046	1,462,350

Reconciliation to the Statement of Activities:

Net Change in Fund Balances - total governmental funds	\$ 406,696	(317,053)
Amounts reported for governmental activities in the Statement of Activities are different because:		
Repayment of debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Position:		
Bonds Payable	219,547	214,393
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. The change in fund balance must be increased by capital purchases and decreased by depreciation expense.		
Purchase of capital assets	33,193	1,142,322
Depreciation	(190,008)	(204,186)
Change in net position of governmental activities (Statement B)	\$ 469,428	835,476

VILLAGE OF DWIGHT, ILLINOIS

Statement of Revenues, Expenses, and Changes in Fund Net Position
 Proprietary Funds
 For the Year Ended March 31, 2014

	Major Funds							Year Ended March 31, 2013
	Waterworks Fund	Water Capital Project Fund	Sewer Fund	Replacement Reserve Fund	Water Bond Fund	2014		
Operating revenues:								
Sewer charges	\$ -	-	787,505	198,976	-	986,481	986,669	
Water charges	787,925	-	-	-	-	787,925	875,620	
Other	7,651	-	113	-	-	7,764	6,430	
Total operating revenues	795,576	-	787,618	198,976	-	1,782,170	1,868,719	
Operating expenses:								
Water and sewer operations	345,367	69,011	410,017	-	-	824,395	735,274	
Depreciation	203,884	-	279,992	-	-	483,876	483,567	
Total operating expenses	549,251	69,011	690,009	-	-	1,308,271	1,218,841	
Operating income (loss)	246,325	(69,011)	97,609	198,976	-	473,899	649,878	
Non-operating revenues (expenses):								
Agent fees	-	-	-	-	(495)	(495)	(495)	
Interest income	182	65	49	59	27	382	560	
Interest expense	(1,286)	-	-	(119,753)	(32,150)	(153,189)	(170,737)	
Total non-operating revenues (expenses)	(1,104)	65	49	(119,694)	(32,618)	(153,302)	(170,672)	
Income (loss) before contributions and transfers	245,221	(68,946)	97,658	79,282	(32,618)	320,597	479,206	
Contributed capital	54,403	-	-	-	-	54,403	-	
Transfers in	-	64,942	-	158,215	-	223,157	557,062	
Transfers out	(48,516)	-	(158,215)	-	(16,426)	(223,157)	(587,656)	
Total	5,887	64,942	(158,215)	158,215	(16,426)	54,403	(30,594)	
Change in net position	251,108	(4,004)	(60,557)	237,497	(49,044)	375,000	448,612	
Total net position - beginning	3,287,071	38,639	5,851,446	(3,363,032)	49,058	5,863,182	5,414,570	
Total net position - ending	\$ 3,538,179	34,635	5,790,889	(3,125,535)	14	6,238,182	5,863,182	

The Notes to Financial Statements are an integral part of this statement.

Statement of Cash Flows
Proprietary Funds
For the Year Ended March 31, 2014

	Year Ended March 31,	
	2014	2013
Cash flows from operating activities:		
Receipts from customers	\$ 1,830,461	1,864,755
Payments for goods and services	(442,559)	(370,211)
Payments to employees	(374,887)	(368,646)
Net cash provided by operating activities	<u>1,013,015</u>	<u>1,125,898</u>
Cash flows from noncapital financing activities:		
Increase/(decrease) in current liabilities	840	230
Transfers (to) from other funds	-	(30,594)
Net cash provided by (used in) noncapital financing activities	<u>840</u>	<u>(30,364)</u>
Cash flows from capital financing activities:		
Capital purchases	(12,278)	(331,039)
Principal paid on capital debt	(726,876)	(701,329)
Interest paid on loan payable	(153,684)	(171,232)
Net cash provided by (used in) capital financing activities	<u>(892,838)</u>	<u>(1,203,600)</u>
Cash flows from investing activities:		
Interest	382	560
Net cash provided by investing activities	<u>382</u>	<u>560</u>
Net increase (decrease) in cash and cash equivalents	121,399	(107,506)
Cash balance - beginning of the year	<u>494,502</u>	<u>602,008</u>
Cash Balance - end of the year	<u>\$ 615,901</u>	<u>494,502</u>
Reconciliation of operating income to net cash provided by operating activities:		
Operating income (loss)	\$ 473,899	649,878
Adjustments to reconcile operating income to net cash provided by operating activities:		
Depreciation	483,876	483,567
Changes in assets and liabilities	55,240	(7,547)
Net cash provided by operating activities	<u>\$ 1,013,015</u>	<u>1,125,898</u>

Statement of Fiduciary Net Position
Agency Funds
March 31, 2014

		March 31,	
		2014	2013
<u>Assets</u>			
Cash		\$ 4,534	4,530
Total assets		<u>\$ 4,534</u>	<u>4,530</u>
<u>Liabilities</u>			
Payable to others		\$ 4,534	4,530
Total liabilities		<u>\$ 4,534</u>	<u>4,530</u>

The Notes to Financial Statements are an integral part of this statement.

NOTES TO FINANCIAL STATEMENTS

VILLAGE OF DWIGHT, ILLINOIS

Notes to Financial Statements For the Year Ended March 31, 2014

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Village of Dwight have been prepared on a prescribed basis of accounting that demonstrates compliance with the cash basis and budget laws of the State of Illinois, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

Proprietary funds apply Financial Accounting Standards Board (FASB) pronouncements and Accounting Principles Board (APB) opinions issued on or before November 30, 1989, unless those pronouncements conflict with or contradict GASB pronouncements, in which case, GASB prevails.

The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The most significant of the Village's accounting policies are described below.

A. Reporting Entity

The Village Board is the basic level of government which has oversight responsibility and control over all activities related to the operation of the Village of Dwight, the primary government unit. The Board receives funding from local, state and federal government sources and must comply with the requirements of these funding sources entities. However, the Board is not included in any other governmental "reporting entity" as defined by the GASB pronouncement, since Board members are elected by the public and have decision making authority, the authority to levy taxes, the power to designate management, the ability to significantly influence operations and primary accountability for fiscal matters.

The Village follows the provision of Governmental Accounting Standards Board Statement No. 39, "Determining Whether Certain Organizations Are Component Units – an amendment of Statement No. 14." As defined by generally accepted accounting principles established by GASB, the financial reporting entity consists of the primary government, as well as its component units, which are legally separate, tax-exempt entities and meet all of the following criteria:

1. The economic resources received or held by the separate organization are entirely or almost entirely for the direct benefit of the primary government, its component units, or its constituents.
2. The primary government, or its component units, is entitled to, or has the ability to otherwise access, a majority of the economic resources received or held by the separate organization.
3. The economic resources received or held by an individual organization that the specific primary government, or its component units, is entitled to, or has the ability to otherwise access, are significant to the primary government.

The Village, for financial purposes, includes all funds relevant to the operations of the Village. The accompanying financial statements present the Village's primary government over which the Village exercises significant influence. Significant influence or accountability is based primarily on operational or financial relationships with the Village. The Village did not omit from the financial statements any agency that met the inclusion criteria. In addition, the Village is not aware of any entity which would exercise such oversight as to result in the Village being considered a component unit of the entity.

VILLAGE OF DWIGHT, ILLINOIS

Notes to Financial Statements
For the Year Ended March 31, 2014

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – (Continued)

A. Reporting Entity – (Continued)

Government-wide and Fund Financial Statements:

The government-wide financial statements (i.e., the Statement of Net Position and the Statement of Activities) report information on all of the non-fiduciary activities of the Village. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support. For the most part, the effect of the interfund activity has been removed from these statements.

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

Earnings on investments not included among program revenues are reported instead as general revenues.

Separate financial statements are provided for governmental funds and the proprietary funds. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

The government-wide financial statements are reported using the modified cash basis of accounting. Revenues are recorded when cash is received and expenses are recorded when cash is paid, regardless of the timing of related cash flows.

B. Fund Accounting

The accounts of the Village are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenue, and expenditures, or expenses, as appropriate. Village resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. The Village has the following funds:

Governmental Fund Types - Governmental Funds are those through which general governmental functions of the Village are financed. Governmental fund reporting focuses on the sources, uses, and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purposes for which they may or must be used; current liabilities are assigned to the fund from which they are paid; and the difference between governmental fund assets and liabilities, the fund equity, is referred to as "fund balance." The measurement focus is upon determination of changes in financial position, rather than upon net income determination. The following comprise the Village's major governmental funds:

VILLAGE OF DWIGHT, ILLINOIS

Notes to Financial Statements
For the Year Ended March 31, 2014

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – (Continued)

B. Fund Accounting – (Continued)

General Fund - The General Fund is the general operating fund of the Village. All general tax revenues and other receipts that are not allocated by law or contractual agreement to some other fund are accounted for in this fund. Many of the more important activities of the Village, including operation of the Village's general service departments, street and highway maintenance, and public safety are accounted for in this fund.

Reserve for Capital Expenditures Fund – accounts for funds set aside for the acquisition of capital assets, except for those funded by enterprise fund activities.

The other governmental funds of the Village are considered non-major and are as follows:

Special Revenue Funds - The Special Revenue Funds are used to account for the proceeds to specific revenue sources (other than special assessments, expendable trust, or major capital projects) that are legally restricted to expenditures for specified purposes. The special revenue funds are:

FICA/IMRF Fund – accounts for taxes restricted for payment of retirement benefits to social security and the Illinois Municipal Retirement Fund.

CDAP Economic Development – accounts for funds restricted for loans and grants to encourage economic development in the Village.

Commercial Rent Subsidy Fund – accounts for funds restricted for providing rent subsidies for one year with the intent to benefit tenants and landlords by better utilization of existing commercial structures in the Village.

Commercial Rehabilitation Loan Fund – accounts for funds restricted for loans provided from a consortium of lending institutions in financing the restoration and/or rehabilitation of properties in the area.

Motor Fuel Tax Fund - The Motor Fuel Tax Fund is a Special Revenue Fund used to account for the motor fuel tax monies received from the State of Illinois. These monies are restricted for street and road project expenditures approved by the State of Illinois.

TIF Fund - The TIF Fund is described in detail in Note 17 to these financial statements.

Debt Service Funds - Debt Service Funds are used to account for the accumulation of resources for, and payment of, general long-term debt principal, interest and related costs. The 2005 MFT and the Public Service Bond Funds are the Village's only Debt Service funds. The fund balances of the funds are reserved to signify the amounts that are restricted exclusively for debt service expenses.

Capital Project Funds - Capital Project Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by business-type/proprietary funds). The Village did not report any Capital Project Funds for the year ended March 31, 2014.

VILLAGE OF DWIGHT, ILLINOIS

Notes to Financial Statements
For the Year Ended March 31, 2014

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – (Continued)

B. Fund Accounting – (Continued)

Proprietary Fund Types

Enterprise Funds - Enterprise Funds are used to account for operations that are financed and operated in a manner similar to private business enterprises - where the intent of the governing body is that costs (expenses including depreciation) of providing goods and services to the general public on a continuing basis be financed and recovered primarily through user charges. The Waterworks Fund, Water Capital Fund, Sewer Fund, Sewer Replacement Fund, and Water Bond Fund are the major enterprise funds of the Village. Operating revenues include user charges and reimbursements, and operating expenses include the costs associated with providing goods and services to the public. Non-operating revenues and expenses include interest and fiscal agent fees.

C. Basis of Accounting

Basis of accounting refers to when revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied.

All governmental funds are accounted for using the cash basis of accounting. Revenues are recognized when cash is received. Expenditures are recognized when checks are written.

Cash basis financial statements omit recognition of receivables and payables and other accrued and deferred items that do not arise from previous cash transactions.

All proprietary funds are accounted for using the accrual basis of accounting in fiscal year 2014. Revenues are recognized when earned. Expenses are recognized when incurred.

Accrual basis financial statements include recognition of receivables and payables and other accrued and deferred items.

D. Capital Assets and Long-Term Liabilities

The accounting and reporting treatment applied to the capital assets and long-term liabilities associated with a fund are determined by its measurement focus. All governmental funds are accounted for on a spending or "financial flow" measurement focus. This means that only current assets and current liabilities are generally included on the balance sheets.

The reported fund balance (net position) is considered a measure of "available spendable resources." Governmental fund operating statements present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net position. Accordingly, they are said to present a summary of sources and uses of "available spendable resources" during a period.

VILLAGE OF DWIGHT, ILLINOIS

Notes to Financial Statements
For the Year Ended March 31, 2014

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – (Continued)

D. Capital Assets and Long-Term Liabilities – (Continued)

Depreciation is provided in amounts sufficient to relate costs of the depreciable assets to operations over their estimated service lives on the straight-line basis. Capital assets purchased or acquired with an original cost of \$5,000 or more are reported at historical cost or estimated historical cost. The service lives by type of asset are as follows:

Buildings & Infrastructure	40 years
Improvements	10 years
Equipment	7 years

E. Property Taxes

On the cash basis of accounting, property taxes are recognized as revenues when they are received. Property taxes are levied and attach as an enforceable lien on property on January 1 and are payable in two installments due on June 1 and September 1 subsequent to the year of levy.

The 2012 property tax levy, in the amount of \$632,000 was received by the Village in the current fiscal year. The 2013 tax levy in the amount of \$632,000 was adopted on December 16, 2013 and will be received by the Village in the subsequent fiscal year.

F. Comparative Data

Comparative total data for the prior year have been presented in the accompanying financial statements in order to provide an understanding of changes in the Village's financial position and operations. Certain amounts for 2013 may have been reclassified to conform to the 2014 presentation.

NOTE 2: CASH AND INVESTMENTS

Illinois statute authorizes the Village to invest in obligations of the U.S. Treasury, U.S. Agencies and banks and savings and loan associations covered by the federal depository insurance. The Village may also invest in commercial paper of U.S. corporations with assets exceeding \$500,000,000 provided that (a) the obligations are rated with the three highest classifications by at least two standards rating services and they mature within 180 days from the date of purchase, and (b) no more than 25% of any fund is invested in such obligation at any one time and (c) such purchases do not exceed 10% of the corporation's outstanding obligations.

Cash and cash equivalents, for reporting purposes, include bank accounts, petty cash and all short-term investments with a remaining maturity of three months or less when purchased, such as certificates of deposit. All amounts are stated at cost which approximates market.

Separate bank accounts are not maintained for all Village funds. Certain funds maintain their uninvested cash balances in a common checking account, with accounting records being maintained to show the portion of the common bank account balance attributable to each participating fund.

VILLAGE OF DWIGHT, ILLINOIS

Notes to Financial Statements
For the Year Ended March 31, 2014

NOTE 2: CASH AND INVESTMENTS – (Continued)

Occasionally funds participating in the common bank account will incur overdrafts (deficits) in the account. The overdrafts result from expenditures which have been approved by the Board. Such overdrafts constitute unauthorized interfund loans, since they were not authorized by the Village Council.

Cash and investments as of March 31, 2014 are classified as cash and cash equivalents on the Statement of Net position, and include the following:

Cash	\$ 1,096,872
Investments	<u>1,387,873</u>
Total	<u>\$ 2,484,746</u>

The Village's deposits and certificates of deposits are required to be covered by federal depository insurance (FDIC) or by securities held by the pledging financial institution. The FDIC currently insures the first \$250,000 of the Village's deposits at each financial institution. Deposit balances over \$250,000 are collateralized with securities held by the pledging financial institution. At March 31, 2014, the bank balance of the Village's deposits was \$2,553,628 and the carrying amount was \$2,484,746 (excluding petty cash of \$200).

Custodial Credit Risk:

The custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to a transaction, a government will not be able to recover the value of its deposits, investments, or collateral securities that are in the possession of another party. The Village does not have a deposit policy for custodial credit risk.

NOTE 3: PERSONAL PROPERTY REPLACEMENT TAX

The Personal Property Replacement Tax represents an additional State of Illinois income tax on corporations (certain utilities), trusts, partnerships, and Subchapter S corporations and a new tax on the invested capital of public utilities providing gas, communications, electrical and waste services.

VILLAGE OF DWIGHT, ILLINOIS

Notes to Financial Statements
For the Year Ended March 31, 2014

NOTE 4: CAPITAL ASSETS

A summary of changes in capital assets follows:

	Beginning Balance	Increase	Decrease	Ending Balance
Governmental Activities:				
Capital assets not being depreciated:				
Land	\$ 136,366	-	-	136,366
Capital assets being depreciated				
Machinery & equipment	1,542,420	9,499	-	1,551,919
Infrastructure	2,925,695	23,694	-	2,949,389
Buildings	3,200,175	-	-	3,200,175
Total capital assets being depreciated	7,668,290	33,193	-	7,701,483
Less accumulated depreciation for:				
Machinery & equipment	(1,378,274)	(55,393)	-	(1,433,667)
Infrastructure	(384,335)	(73,735)	-	(458,070)
Buildings	(1,713,086)	(60,880)	-	(1,773,966)
Total accumulated depreciation	(3,475,695)	(190,008)	-	(3,665,703)
Total capital assets being depreciated, net	4,192,595	(156,815)	-	4,035,780
Governmental activities capital assets, net	\$ 4,328,961	(156,815)	-	4,172,146
Business-Type Activities:				
Capital assets not being depreciated:				
Land - Water Fund	\$ 10,500	-	-	10,500
Land - Sewer Fund	35,000	-	-	35,000
Total capital assets not being depreciated	45,500	-	-	45,500
Capital assets being depreciated				
Buildings/infrastructure - Water Fund	128,914	-	-	128,914
Utility Systems - Water Fund	6,875,125	-	-	6,875,125
Equipment - Water Fund	427,378	54,403	-	481,781
Utility Systems - Sewer Fund	11,040,387	-	-	11,040,387
Equipment - Sewer Fund	437,176	12,278	-	449,454
Total capital assets being depreciated	18,908,980	66,681	-	18,975,661
Less accumulated depreciation for:				
Buildings/infrastructure - Water Fund	(125,690)	(3,223)	-	(128,913)
Utility Systems - Water Fund	(2,705,978)	(171,878)	-	(2,877,856)
Equipment - Water Fund	(339,610)	(28,783)	-	(368,393)
Utility Systems - Sewer Fund	(4,063,200)	(259,560)	-	(4,322,760)
Equipment - Sewer Fund	(364,889)	(20,432)	-	(385,321)
Total accumulated depreciation	(7,599,367)	(483,876)	-	(8,083,243)
Total capital assets being depreciated, net	11,309,613	(417,195)	-	10,892,418
Business-type activities capital assets, net	\$ 11,355,113	(417,195)	-	10,937,918

VILLAGE OF DWIGHT, ILLINOIS

Notes to Financial Statements
For the Year Ended March 31, 2014

NOTE 5: CHANGE IN LONG-TERM OBLIGATIONS

The following is a summary of general long-term debt transactions of the Village for the year ended March 31, 2014:

Type of Debt	Beginning Balance	Additions	Retirements	Ending Balance	Due in One Year
Governmental Activities:					
Equipment Installment Note	\$ 39,350	-	4,547	34,803	4,707
Bonds Payable - Series 2009	270,000	-	100,000	170,000	105,000
Bonds Payable - MFT	235,000	-	115,000	120,000	120,000
Total Governmental Activities	\$ 544,350	-	219,547	324,803	229,707
Business-type Activities:					
Equipment Installment Note	\$ 39,350	-	4,547	34,803	4,707
Bonds Payable - Series 2010	1,265,000	-	315,000	950,000	325,000
IEPA Loan Payable	3,412,972	-	197,969	3,215,003	202,949
IEPA Loan Payable	593,454	-	125,337	468,117	128,986
IEPA Loan Payable	786,440	-	84,023	702,417	86,166
Total Business-type Activities	\$ 6,097,216	-	726,876	5,370,340	747,808

At March 31, 2014, bonds and notes payable consisted of the following:

\$630,000 – Refunding Bond (Alternate Revenue Source) Series 2009, due in annual installments of \$75,000 - \$105,000 from December 1, 2009 through December 1, 2015, interest ranges from 2.5% to 2.85%.

Due During Year Ended March 31,	Principal	Interest		Total
		June 1	December 1	
2015	105,000	2,423	2,423	109,846
2016	65,000	926	926	66,852
	\$ 170,000	3,349	3,349	176,698

VILLAGE OF DWIGHT, ILLINOIS

Notes to Financial Statements
For the Year Ended March 31, 2014

NOTE 5: CHANGE IN LONG-TERM OBLIGATIONS – (Continued)

\$1,000,000 – General Obligation Bond (Alternate Revenue Source), due in annual installments of \$85,000 - \$120,000 from December 1, 2005 through December 1, 2014, interest ranges from 4.5% to 5.1%.

Due During Year Ended March 31,	Principal	Interest		Total
		June 1	December 1	
2015	120,000	3,060	3,060	126,120
	<u>\$ 120,000</u>	<u>3,060</u>	<u>3,060</u>	<u>126,120</u>

Equipment Installment Note – due to Merchants Capital Resources, Inc., payable in 60 monthly installments of \$972.18 including interest at 3.45%, with a balloon payment in the amount of \$44,738.80 due on November 8, 2016. The outstanding balance of this note at March 31, 2014 is \$69,606. The debt balance and related payments are equally split between the Reserve for Capital Expenditures Fund (Governmental) and the Waterworks Fund.

Due During Year Ended March 31,	Principal	Interest	Total
2015	9,413	2,253	11,666
2016	9,712	1,954	11,666
2017	50,481	1,093	51,574
	<u>\$ 69,606</u>	<u>5,300</u>	<u>74,906</u>

VILLAGE OF DWIGHT, ILLINOIS

Notes to Financial Statements
For the Year Ended March 31, 2014

NOTE 5: CHANGE IN LONG-TERM OBLIGATIONS – (Continued)

\$1,840,000 – 1994 General Obligation Refunding Waterworks Bonds, Series 2010, payable beginning December 1, 2011 through December 1, 2016, interest ranges from 2.3% to 3.00% and are not subject to redemption prior to maturity.

Due During Year Ended March 31,	Principal	Interest		Total
		June 1	December 1	
2015	325,000	12,453	12,453	349,906
2016	330,000	8,715	8,715	347,430
2017	295,000	4,425	4,425	303,850
	<u>\$ 950,000</u>	<u>25,593</u>	<u>25,593</u>	<u>1,001,186</u>

Note Payable – Illinois Environmental Protection Agency (IEPA), payable in semi-annual installments of \$70,795 inclusive of interest, term of the loan agreement is from July 17, 1998 to July 17, 2017, interest rate of 2.89%.

Due During Year Ended March 31,	Principal	Interest		Total
		July 1	January 1	
2015	128,986	6,766	5,839	141,591
2016	132,743	4,900	3,948	141,591
2017	136,607	2,982	2,002	141,591
2018	69,781	1,012	-	70,793
	<u>\$ 468,117</u>	<u>15,660</u>	<u>11,789</u>	<u>495,566</u>

VILLAGE OF DWIGHT, ILLINOIS

Notes to Financial Statements
For the Year Ended March 31, 2014

NOTE 5: CHANGE IN LONG-TERM OBLIGATIONS – (Continued)

Note Payable – Illinois Environmental Protection Agency (IEPA), payable in semi-annual installments of \$51,715 inclusive of interest, term of the loan agreement is from June 1, 2002 to June 1, 2021, interest rate of 2.535%.

Due During Year Ended March 31,	Principal	Interest		Total
		July 1	January 1	
2015	86,166	8,904	8,360	103,430
2016	88,297	7,845	7,288	103,430
2017	90,551	6,725	6,154	103,430
2018	92,887	5,576	4,967	103,430
2019	95,302	4,364	3,764	103,430
2020	97,733	3,156	2,541	103,430
2021	100,226	1,918	1,286	103,430
2022	51,255	648	-	51,903
	<u>\$ 702,417</u>	<u>39,136</u>	<u>34,360</u>	<u>775,913</u>

\$4,500,000 Note Payable - Illinois Environmental Protection Agency (IEPA), payable in semi-annual installments inclusive of interest at 2.5%, term of the loan agreement is from November 15, 2006 to December 15, 2027.

Due During Year Ended March 31,	Principal	Interest		Total
		September 27	March 27	
2015	202,949	40,188	38,927	282,064
2016	208,055	37,651	36,358	282,064
2017	213,289	35,050	33,725	282,064
2018	218,654	32,384	31,026	282,064
2019	224,155	29,651	28,258	282,064
2020	229,794	26,849	25,421	282,064
2021	235,575	23,976	22,513	282,064
2022	241,500	21,032	19,532	282,064
2023	247,576	18,013	16,475	282,064
2024	253,804	14,918	13,342	282,064
2025	260,188	11,746	10,130	282,064
2026	266,734	8,493	6,837	282,064
2027	273,444	5,159	3,461	282,064
2028	139,286	1,746	-	141,032
	<u>\$ 3,215,003</u>	<u>306,856</u>	<u>286,005</u>	<u>3,807,864</u>

VILLAGE OF DWIGHT, ILLINOIS

Notes to Financial Statements
For the Year Ended March 31, 2014

NOTE 6: INDIVIDUAL FUND DISCLOSURES

During the course of normal operations, the Village has numerous transactions between funds including expenditures and transfers of resources primarily to provide services. The governmental and proprietary type funds financial statements generally reflect such transactions as transfers.

All Village funds record these payments to internal service funds as operating expenses. The proprietary funds record operating subsidies as other income whereas the fund paying the subsidy records it as either an expenditure or transfer.

At March 31, 2014, there was \$139,000 payable from the TIF Fund to the General Fund. A temporary transfer was made from the General Fund to cover TIF Fund expenditures in the prior year.

The transfers represent both routine and non-routine items. Generally, transfers occur to meet the operating purposes of another fund. Transfers were made to debt service and capital reserve funds from the General Fund and the MFT Fund. Transfers were made to capital projects and debt service funds from the Water & Sewer Funds.

Fund	Transfer from Other Funds	Transfer to Other Funds
Governmental Funds:		
General Fund	\$ -	247,680
Reserve Capital Expenditures	77,000	-
Public Service Bond Fund	108,195	-
MFT Bond Fund	127,485	-
Motor Fuel Tax	-	65,000
Total Governmental Funds	312,680	312,680
Business-type Funds:		
Water Capital Project Fund	64,942	-
Water Fund	-	48,516
Water Bond Fund	-	16,426
Sewer Replacement Reserve	158,215	-
Sewer Fund	-	158,215
Total Business-type Funds:	223,157	223,157
Total Transfers	\$ 535,837	535,837

VILLAGE OF DWIGHT, ILLINOIS

Notes to Financial Statements
For the Year Ended March 31, 2014

NOTE 7: PARTICIPATION IN PUBLIC ENTITY RISK POOL

The Village is exposed to various risks of loss including, but not limited to, general liability, property casualty, workers compensation and public official liability. To limit exposure to these risks, the Village participated in the Illinois Municipal League Risk Management Association. The Village was liable for up to a \$500 annual deductible for all years it participated in the plan. As of January 1, 2014, the Village participates in the Illinois Municipal Insurance Cooperative. The Village's deductible under this plan is \$1,000. The Village's policy is to record any related expenditures in the year in which the Village is notified and pays the assessment. The Village is not aware of any additional assessments owed as of March 31, 2014.

During the year ended March 31, 2014, there were no significant reductions in insurance coverage from the prior year. Also, there have been no settlement amounts which have exceeded insurance coverage in the past three years.

NOTE 8: CONTINGENCIES - LITIGATION

The Village is not a defendant in any current litigation. With regards to other pending matters, the eventual outcome and the related liability, if any, is not determinable at this time.

NOTE 9: ILLINOIS MUNICIPAL RETIREMENT FUND (IMRF)

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.

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 annual contribution rate for calendar year 2013 was 12.60 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 2013 was \$145,122.

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>
12/31/2013	145,122	100%	\$ -
12/31/2012	180,369	100%	-
12/31/2011	175,404	100%	-

VILLAGE OF DWIGHT, ILLINOIS

Notes to Financial Statements
For the Year Ended March 31, 2014

NOTE 9: ILLINOIS MUNICIPAL RETIREMENT FUND (IMRF) - (Continued)

The required contribution for 2013 was determined as part of the December 31, 2011, actuarial valuation using the entry age normal actuarial cost method. The actuarial assumptions at December 31, 2011, included (a) 7.5 percent investment rate of return (net of administrative and direct investment expenses), (b) projected salary increases of 4.00% a year, attributable to inflation, (c) additional projected salary increases ranging from 0.4% to 10% per year depending on age and service, attributable to seniority/merit, and (d) post retirement benefit increases of 3% annually. The actuarial value of 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 unfunded actuarial accrued liability at December 31, 2011 is being amortized as a level percentage of projected payroll on an open 30 year basis.

Funded Status and Funding Progress - As of December 31, 2013, the most recent actuarial valuation date, the Regular plan was 91.19 percent funded. The actuarial accrued liability for benefits was \$4,544,480 and the actuarial value of assets was \$4,144,185, resulting in an under funded actuarial accrued liability (UAAL) of \$400,295. The covered payroll for calendar year 2013 (annual payroll of active employees covered by the plan) was \$1,151,759 and the ratio of the UAAL to the covered payroll was 35 percent.

The schedule of funding progress, presented as OI 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.

NOTE 10: COMPENSATED ABSENCES

The Village provides full-time employees with vacation, sick, and personal leave in varying amounts.

Vacation pay is awarded, based on years of service, annually at the beginning of each employee's employment anniversary date. Vacation must be taken during the year and may only be carried over if approved by the employee's immediate supervisor. Unused vacation days are paid to all employees upon separation of service. The Village's obligation for unused vacation at March 31, 2014 was \$73,709.

Each employee is awarded eight hours of sick pay for each month worked during a calendar year. Sick pay may be accumulated up to 700 hours. Employees have the option of trading unused sick leave exceeding 700 hours for additional vacation time at a rate of two hours for one hour of vacation.

Following the end of the calendar year, employees with excess accumulated sick leave hours are paid one hour of pay for every two hour in excess of the 700 maximum accumulation. One-half of accumulated sick hours are paid to employees when they separate from service due to retirement or a reduction in work force. The total accumulated sick leave obligation at year end was \$279,117.

VILLAGE OF DWIGHT, ILLINOIS

Notes to Financial Statements
For the Year Ended March 31, 2014

NOTE 11: LEGAL DEBT MARGIN

The following schedule illustrates the legal debt margin of the Village as of March 31, 2014:

Assessed valuation - 2013		<u>\$ 65,247,172</u>
Statutory debt limitation (8.625% of assessed valuation)		\$ 5,627,569
Debt outstanding at March 31, 2014:		
Notes payable	\$ 69,606	
General obligation bonds payable	1,240,000	
EPA loans payable	<u>4,385,537</u>	
	5,695,143	
EPA loan and other debt not included for purposes of debt limitation statute	<u>(5,695,143)</u>	<u>-</u>
Legal debt margin		<u>\$ 5,627,569</u>

NOTE 12: SOCIAL SECURITY

Employees not qualifying for coverage under the Illinois Retirement Fund are considered as "non-participating employees." These employees and those qualifying for coverage under the Illinois Municipal Retirement Fund are covered under social security. The Village paid \$79,259, the total required contribution for the year ended March 31, 2014.

NOTE 13: RESTRICTED FUND BALANCE

Amounts classified as restricted fund balance represent portions of fund balance which are specifically restricted by legal or administrative policy are not available for general operation expenditures.

Restricted tax levies:

Cash receipts and the related disbursements of the following restricted tax levies are accounted for in the General Fund. A portion of the General Fund's equity represents cumulative receipts over cumulative disbursements which is restricted for future expenditures for the following purposes:

	Levy	Expenditure	Restricted Balance
Audit	\$ 4,985	8,500	3,413
Street Lighting	29,893	28,513	1,380
Parks	44,840	140,771	-
Road & Bridge	64,147	30,476	-
Liability Insurance	<u>103,633</u>	<u>91,256</u>	<u>12,377</u>
Total	<u>\$ 247,498</u>	<u>299,516</u>	<u>17,170</u>

VILLAGE OF DWIGHT, ILLINOIS

Notes to Financial Statements
For the Year Ended March 31, 2014

NOTE 14: MOTOR FUEL TAX ALLOTMENTS

Under current procedures, the allotments to the Village are being received from the State of Illinois each month. These allotments, however, may be expended only for specific projects that have been approved by the Department of Transportation, State of Illinois.

NOTE 15: GRANTS

The Village was awarded \$750 from the Illinois Route 66 Scenic Byway.

The Village received a final distribution of \$44,127 from the Illinois Department of Transportation for the Pinecone Path Extension Grant, which began in November 2012.

The Village received reimbursement of \$38,299 under the Safe Route to School Grant from Illinois Department of Transportation which was awarded February 3, 2012. Work began in June 2013. The grant requires a 80% to 20% split with the Village paying 20% of the expenditures on the project. Revenues and expenditures for the Illinois Department of Transportation's portion will be recognized when the project is completed.

NOTE 16: OTHER POSTRETIREMENT BENEFITS OTHER THAN PENSIONS

GASB Statement No. 45 – Accounting and Financial Reporting by Employers for Postretirement Benefits Other Than Pensions. Projections of benefits for financial reporting purposes are based on a given plan and include the benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point.

The Village health plan for employees contains a provision whereby the Village will pay single health insurance premiums for retiring full-time employees that have a minimum of 15 years of service with the Village. The Village pays a percentage of the premium ranging from 50% to 70% depending on the years of service at retirement until the retiree becomes eligible for Medicare. The Village pays no part of the premiums once the retiree reaches age 65, but the retiree is eligible to remain on the group policy and pay the monthly premiums. The Village has not determined the actuarial obligation attributable to this plan.

NOTE 17: TIF DISTRICT

On April 3, 2009, the Village Board of Trustees passed Ordinance 1264 establishing a tax increment financing district. The goal of the Tax Increment Financing law is to induce private development, which would not occur without public expenditures, in economically depressed areas in order to improve property value and eliminate blight.

Also on April 3, 2009, the Village approved the Downtown/IL 47 Redevelopment Plan and Project and designated the Downtown/IL 47 Redevelopment Project Area as the TIF District.

The Village will use incremental tax revenues to pay for redevelopment project costs and obligations incurred during both projects.

The TIF Fund is accounted for on these financial statements as a Special Revenue Fund.

VILLAGE OF DWIGHT, ILLINOIS

Notes to Financial Statements
For the Year Ended March 31, 2014

NOTE 17: TIF DISTRICT - (Continued)

The Village made payments totaling \$8,237 to developers and \$5,000 to other professional services during the current fiscal year per an approved agreement. The Village also paid the Love's tax abatement of \$71,074 from the TIF fund in the current year. See Note 21 for additional detail.

NOTE 18: FUND BALANCE – GASB 54 PRESENTATION

According to Government Accounting Standards, fund balances are to be classified into five major classifications: Non-spendable Fund Balance, Restricted Fund Balance, Committed Fund Balance, Assigned Fund Balance, and Unassigned Fund Balance.

A. Non-spendable Fund Balance

The non-spendable fund balance classification includes amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact. The "not in spendable form" criterion includes items that are not expected to be converted to cash, for example inventories and prepaid amounts.

B. Restricted Fund Balance

The restricted fund balance classification refers to amounts that are subject to outside restrictions, not controlled by the entity. Things such as restrictions imposed by creditors, grantors, contributors, or laws and regulations of other governments, or imposed by law through constitutional provisions or enabling legislation. Debt Service Funds are by definition restricted for these specified purposes. The Village has several different funds that also fall into these categories.

C. Committed Fund Balance

The committed fund balance classification refers to amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the government's highest level of decision making authority (the Village Board). Those committed amounts cannot be used for any other purpose unless the government removes or changes the specified use by taking the same type of formal action it employed to previously commit those amounts.

D. Assigned Fund Balance

The assigned fund balance classification refers to amounts that are constrained by the government's intent to be used for a specific purpose, but are neither restricted nor committed. Intent may be expressed by (a) the Village Board itself or (b) the finance committee or by the Treasurer/Administrator when the Village Board has delegated the authority to assign amounts to be used for specific purposes.

E. Unassigned Fund Balance

The unassigned fund balance classification is the residual classification for amounts in the General Funds for amounts that have not been restricted, committed, or assigned to specific purposes within the General Funds.

VILLAGE OF DWIGHT, ILLINOIS

Notes to Financial Statements
For the Year Ended March 31, 2014

NOTE 19: LEASES

The Village has a lease agreement with McGrath Office Equipment for a copy machine. Payments are made monthly in the amounts of \$225, and the lease expires August 3, 2014. The Village also has a lease agreement with NeoPost for a postage machine. Payments are made monthly in the amount of \$26, and lease payments are scheduled to increase at 5% annually. The lease is being carried on a month-to-month agreement and has no expiration date. The following is the schedule of the annual obligations:

Year Ending March 31,	McGrath	NeoPost	Total
2015	\$ 1,125	299	1,424
2016	-	50	50

NOTE 20: CDAP LOAN BANKRUPTCY

The Village has two loan agreements with Spuds, Inc. and one with Dwight Restaurant Group, LLC. Spuds, Inc. has declared bankruptcy and currently owes the Village a remaining balance of \$201,587. The Village is legally pursuing the amount owed to them but has not determined at this time what will be collected in the future. The loan with Dwight Restaurant Group, LLC. is currently behind in payments to the Village and as of March 31, 2014 the outstanding loan balance still owed to the Village is \$67,114.

NOTE 21: DEVELOPMENT AGREEMENT

The Village has a development agreement with Love's Travel Stops and Country Stores, Inc. for reimbursement of payments provided for Northbrook Drive and Route 47 improvements.

Love's provided the Village \$144,112 in 2011 to assist the Village in paying for the cost of installation of street lights at Illinois Route 47 and Northbrook Drive. Under the agreement, the Village is to reimburse Love's the full amount from 90% of the Village's share of retail sales tax generated by Loves. During the year ended March 31, 2014, the Village reimbursed Love's the remaining balance of \$71,074. There is no outstanding balance owed to Love's as of March 31, 2014.

NOTE 22: OTHER REQUIRED INDIVIDUAL FUND DISCLOSURES

Generally accepted accounting principles require disclosure, as part of the fund financial statements, an overview of certain information concerning individual funds including:

The following funds overspent their appropriations:

TIF Fund	\$ 59,286
Water Capital Project Fund	19,861

In the TIF Fund, construction projects, professional services, and dues were not budgeted for.

In the Water Capital Project Fund, the repair and maintenance system was not budgeted for.

OTHER INFORMATION

VILLAGE OF DWIGHT, ILLINOIS
GENERAL FUND

SCHEDULE A-1

Statement of Assets, Liabilities and
Fund Balance - Arising from Cash Transactions
March 31, 2014

<u>Assets</u>		
Cash		\$ 762,746
Due from Tax Increment Financing Fund		<u>139,000</u>
Total assets		<u>\$ 901,746</u>
<u>Fund Balance</u>		
Fund balance:		
Unassigned		\$ 884,576
Restricted for street lighting		1,380
Restricted for liability insurance		12,377
Restricted for audit		<u>3,413</u>
Total fund balance		<u>\$ 901,746</u>

VILLAGE OF DWIGHT, ILLINOIS
GENERAL FUND

SCHEDULE A-2

Statement of Revenues Received, Expenditures Disbursed and
Changes in Fund Balance - Budget & Actual
For the Year Ended March 31, 2014
(With Comparative Figures for 2013)

	Original & Final Budget	Year Ended March 31,	
		2014	2013
Revenues received:			
Property taxes	\$ 434,500	434,329	426,988
Utility tax	235,000	241,961	227,043
Telecommunications taxes	145,000	133,194	142,996
Hotel/Motel taxes	30,000	30,617	29,804
State sales tax	680,000	632,385	681,230
State income taxes	406,404	445,034	396,381
Local use taxes	69,012	73,386	67,049
Replacement taxes	35,500	43,418	38,033
Gas tax refund	1,250	-	2,068
Garbage/refuse	290,838	283,331	279,887
Ambulance receipts	280,500	283,428	276,683
Police compensation	50,000	68,000	37,762
Grants	15,000	750	9,685
Interest income	5,000	2,606	5,395
Video gaming revenue	30,000	21,106	1,179
Miscellaneous	2,500	5,215	12,920
Permits	11,300	35,929	8,829
Licenses	30,900	37,873	40,139
County fines	56,530	60,546	67,611
Village fines	15,500	8,151	17,624
Donations	3,550	4,992	5,332
Park/Pool charges for service	44,900	35,257	49,043
Tourism revenue	2,000	2,773	3,376
Retiree insurance reimbursement	21,805	17,912	19,902
Total revenues received	\$ 2,896,989	2,902,193	2,846,959

VILLAGE OF DWIGHT, ILLINOIS
GENERAL FUND

SCHEDULE A-2
(Continued)

Statement of Revenues Received, Expenditures Disbursed and
Changes in Fund Balance - Budget & Actual
For the Year Ended March 31, 2014
(With Comparative Figures for 2013)

	Original & Final Budget	Year Ended March 31,	
		2014	2013
Expenditures disbursed:			
General Government:			
Current:			
Salaries - Employees	\$ 86,500	82,948	83,388
Salaries - Elected	20,000	16,420	16,270
Employee benefits	35,501	29,264	32,775
Unemployment insurance	275	229	250
Worker's compensation	1,200	1,303	8,245
Transportation services	4,800	4,800	4,800
Building maintenance	16,500	17,943	14,071
Equipment maintenance	7,500	8,289	8,394
Engineering services	15,000	27,314	9,198
Legal & professional services	48,000	40,808	31,214
Dues and fees	2,000	2,417	1,451
Printing and publications	2,000	2,263	957
Postage	4,000	3,521	2,896
Telephone	3,500	3,722	2,727
Travel	2,000	1,417	428
Training	1,000	1,049	430
Economic development	25,000	62,630	25,181
Hotel/Motel expenditures	30,000	23,046	31,872
Utilities	2,500	1,628	1,292
Insurance	15,500	71,739	37,202
Equipment rental	4,500	3,692	4,351
Other contractual services	1,500	1,059	1,059
Maintenance supply - building	1,250	1,242	868
Maintenance supply - equipment	600	271	40
Office supplies	4,000	2,795	3,214
Sales tax paid	120	91	114
Sales tax abatement	75,000	-	73,038
Miscellaneous expense	15,000	6,437	10,375
Garbage disposal:			
Current:			
Disposal services	286,938	286,152	286,133
Postage	500	797	573
Supplies	150	249	123
Miscellaneous expense	150	117	-

VILLAGE OF DWIGHT, ILLINOIS
GENERAL FUND

SCHEDULE A-2
(Continued)

Statement of Revenues Received, Expenditures Disbursed and
Changes in Fund Balance - Budget & Actual
For the Year Ended March 31, 2014
(With Comparative Figures for 2013)

	Original & Final Budget	Year Ended March 31,	
		2014	2013
Expenditures disbursed (Continued):			
Public Safety:			
Current:			
Salaries - Employees	\$ 593,650	575,570	571,858
Employee benefits	88,910	84,764	77,702
Unemployment insurance	1,400	1,005	1,223
Worker's compensation	10,000	8,836	8,548
Uniform allowance	5,000	8,659	3,333
Contractual services	26,600	28,107	24,658
Maintenance - equipment	4,500	2,930	4,074
Maintenance - vehicles	8,000	16,983	4,277
Telephone	6,700	8,149	6,449
Printing & advertising	1,250	509	987
Dues and fees	1,500	1,040	1,860
Travel expense	3,000	1,483	340
Training expense	5,000	1,084	6,386
Insurance	18,500	-	17,837
Supplies	3,500	4,611	3,009
Fuel/oil	33,000	30,410	31,559
Canine unit	1,000	336	-
Officer friendly expenditures	8,000	7,936	8,099
Range expense	5,500	5,418	-
Prisoner medical care	500	-	-
Humane officer & animal control	500	63	61
Miscellaneous	4,000	1,325	2,399
ESDA:			
Current:			
Salaries	1,500	612	1,368
Unemployment insurance	15	5	10
Worker's compensation	-	23	-
Contractual services	5,500	5,147	5,344
Repair & maintenance	550	-	399
Telephone	600	814	548
Insurance	50	-	23
Other	250	445	176
Capital Outlay	-	-	-

VILLAGE OF DWIGHT, ILLINOIS
GENERAL FUND

SCHEDULE A-2
(Continued)

Statement of Revenues Received, Expenditures Disbursed and
Changes in Fund Balance - Budget & Actual
For the Year Ended March 31, 2014
(With Comparative Figures for 2013)

	Original & Final Budget	Year Ended March 31,	
		2014	2013
Expenditures disbursed (Continued):			
Ambulance Services:			
Current:			
Salaries	\$ 71,330	71,301	71,301
Employee benefits	9,141	9,418	8,330
Unemployment insurance	102	97	102
Worker's compensation	3,555	3,704	3,225
Uniform allowance	3,500	4,416	1,358
Contractual services	445,635	445,192	399,315
Ambulance - OT	9,000	7,228	8,752
Ambulance - other	21,400	21,190	21,190
Maintenance - equipment	4,000	4,788	6,410
Maintenance - vehicles	15,000	15,286	13,604
Telephone	3,000	3,834	2,860
Printing & publications	150	-	-
Dues and fees	850	540	900
Travel expense	200	1,977	-
Training expense	1,500	-	1,321
Insurance	8,400	-	7,625
Office supplies	1,500	1,605	998
Other supplies	1,200	1,196	1,150
Medical supplies	10,000	8,694	10,463
Fuel/oil	17,500	14,438	16,215
Donations	1,100	1,283	1,348
Miscellaneous expense	1,500	854	1,229
Capital Outlay	-	-	-
Streets & Lighting:			
Current:			
Salaries	48,100	45,811	46,505
Salaries - OT	2,500	10,868	3,217
Employee Benefits	7,618	7,849	6,942
Unemployment insurance	100	81	85
Worker's compensation	2,500	2,090	2,222
Uniform allowance	420	320	192
Contractual services	500	-	-
Maintenance - equipment	15,000	15,707	10,419
Maintenance - streets & alleys	47,500	18,995	31,223
Maintenance - lighting	2,500	1,281	3,607
Maintenance - sidewalks	2,500	5,624	840
Maintenance - trees	15,000	5,857	17,150

VILLAGE OF DWIGHT, ILLINOIS
GENERAL FUND

SCHEDULE A-2
(Continued)

Statement of Revenues Received, Expenditures Disbursed and
Changes in Fund Balance - Budget & Actual
For the Year Ended March 31, 2014
(With Comparative Figures for 2013)

	Original & Final Budget	Year Ended March 31,	
		2014	2013
Expenditures disbursed (Continued):			
Streets & Lighting (Continued):			
Utilities	\$ 32,500	27,232	29,314
Snow removal	22,500	20,255	19,803
Construction projects	-	-	101,984
Creek maintenance	10,000	5,134	4,159
Engineering services	15,000	-	9,659
Telephone	950	1,126	876
Printing & publications	200	58	-
Training expense	250	-	135
Insurance	7,000	-	6,703
Operating supplies	2,500	1,663	1,599
Small tools	500	411	395
Fuel/oil	15,000	17,625	12,890
Miscellaneous expense	1,500	693	280
Parks and Recreation:			
Current:			
Salaries	87,250	95,334	78,400
Salaries - OT	1,000	122	178
Employee benefits	13,712	14,116	12,495
Unemployment insurance	300	355	285
Worker's compensation	1,700	1,307	1,475
Uniform allowance	750	811	639
Repair & maintenance	5,000	4,532	1,679
Repair & maintenance - parks	6,000	19,222	2,871
Utilities	1,100	746	778
Insurance	5,500	-	33,750
Operating supplies	1,250	775	39
Fuel/oil	5,500	4,993	3,089
Miscellaneous	500	-	-
Pool:			
Current:			
Salaries	37,500	30,891	35,068
Unemployment insurance	250	237	256
Worker's compensation	3,000	268	465
Maintenance - pool	8,500	5,904	8,679
Telephone	800	997	734
Printing	550	300	300

VILLAGE OF DWIGHT, ILLINOIS
GENERAL FUND

SCHEDULE A-2
(Continued)

Statement of Revenues Received, Expenditures Disbursed and
Changes in Fund Balance - Budget & Actual
For the Year Ended March 31, 2014
(With Comparative Figures for 2013)

	Original & Final Budget	Year Ended March 31,	
		2014	2013
Expenditures disbursed (Continued):			
Pool (Continued):			
Utilities	\$ 7,500	6,747	7,284
Insurance	1,500	-	1,316
Supplies	1,250	844	719
Concession stand supplies	6,000	2,990	4,477
Sales tax paid	725	335	669
Swim team expense	1,000	639	1,571
Miscellaneous expense	850	1,595	838
Debt Service:			
Principal	-	-	-
Interest	-	-	-
Total expenditures disbursed	<u>2,631,647</u>	<u>2,501,697</u>	<u>2,561,405</u>
Excess (deficiency) of revenues received over (under) expenditures disbursed	265,342	400,496	285,554
Other financing sources (uses):			
Transfers out	<u>(228,965)</u>	<u>(247,680)</u>	<u>(561,072)</u>
Total other financing sources (uses)	<u>(228,965)</u>	<u>(247,680)</u>	<u>(561,072)</u>
Net change in fund balance	<u>\$ 36,377</u>	152,816	(275,518)
Fund balance, beginning of year		<u>748,930</u>	<u>1,024,448</u>
Fund balance, end of year		<u>901,746</u>	<u>748,930</u>

VILLAGE OF DWIGHT, ILLINOIS
RESERVE FOR CAPITAL EXPENDITURES FUND

SCHEDULE B-1

Statement of Assets, Liabilities and
Fund Balance - Arising from Cash Transactions
March 31, 2014

	<u>Assets</u>	
Cash		\$ 682,392
Total assets		<u>\$ 682,392</u>
	<u>Fund Balance</u>	
Committed fund balance		\$ 28,132
Restricted fund balance		<u>654,260</u>
Total fund balance		<u>\$ 682,392</u>

VILLAGE OF DWIGHT, ILLINOIS
RESERVE FOR CAPITAL EXPENDITURES FUND

SCHEDULE B-2

Statement of Revenues Received, Expenditures Disbursed
and Changes in Fund Balance - Budget & Actual
For the Year Ended March 31, 2014
(With Comparative Figures for 2013)

	Original & Final Budget	Year Ended March 31,	
		2014	2013
Revenues received:			
Interest income	\$ 2,000	3,700	4,447
Grant income	320,000	82,426	236,032
Other income	-	2,138	-
Total revenues received	322,000	88,264	240,479
Expenditures disbursed:			
Current:			
Construction projects	\$ 195,667	25,995	603,243
Engineering service	139,500	21,335	46,481
Miscellaneous expense	-	-	320
Capital outlay:			
Equipment purchases	35,200	18,253	62,242
Vehicles	28,500	165	-
Debt Service:			
Principal	4,547	4,547	4,393
Interest	1,286	1,286	1,440
Total expenditures disbursed	404,700	71,581	718,119
Excess (deficiency) of revenues received over (under) expenditures disbursed	(82,700)	16,683	(477,640)
Other financing sources (uses):			
Transfers in	57,135	77,000	412,506
Transfers out	-	-	-
Total other financing sources (uses)	57,135	77,000	412,506
Net change in fund balance	\$ (25,565)	93,683	(65,134)
Fund balance, beginning of year		588,709	653,843
Fund balance, end of year		682,392	588,709

**Schedule of Funding Progress
Illinois Municipal Retirement Fund**

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
12/31/13	\$ 4,144,185	4,544,480	400,295	91.19%	1,151,759	34.76%
12/31/12	3,568,720	4,180,702	611,982	85.36%	1,134,395	53.95%
12/31/11	3,144,740	3,903,415	758,675	80.56%	1,108,748	68.43%
12/31/10	2,805,874	3,523,490	717,616	79.63%	1,117,305	64.23%
12/31/09	2,466,657	3,276,162	809,505	75.29%	1,084,315	74.66%
12/31/08	2,230,421	3,072,103	841,682	72.60%	1,101,277	76.43%

On a market value basis, actuarial value of assets as of December 31, 2013 is \$4,788,524. On a market basis, the funded ratio would be 105.37%.

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

NOTES TO OTHER INFORMATION

VILLAGE OF DWIGHT, ILLINOIS

Notes to Other Information For the Year Ended March 31, 2014

NOTE 1: BUDGETARY PROCEDURES

The Village follows these procedures in establishing the budgetary data reflected in the financial statements.

1. The municipal budget officer compiles a budget containing estimates of revenues available to the Village for the fiscal year for which the budget is drafted, together with recommended expenditures for the Village and all the Village's departments, commissions and boards.
2. Passage of the annual budget by the Board of Trustees is in lieu of passage of the appropriation ordinance as required by Section 8-2-9 of the Illinois Municipal Code.
3. The annual budget is adopted by the Board of Trustees before the beginning of the fiscal year to which it applies.
4. Formal budgetary integration is employed as a management control device at the fund level during the year for the General Fund and Special Revenue Funds. Formal budgetary integration is not employed for Debt Service Funds because effective budgetary control is alternatively achieved through general obligation bond indenture provisions.
5. The Budget is adopted on a cash basis, which is a comprehensive basis of accounting other than generally accepted accounting principles (GAAP). Budgetary comparisons presented in this report are on this non-GAAP budgetary basis. On March 28, 2013 the Village approved Ordinance No. 1332 adopting the annual budget for the fiscal year ending March 31, 2014. The budget was not amended.

NOTE 2: EXPENDITURES IN EXCESS OF APPROPRIATIONS – MAJOR FUNDS

The Village's major funds did not have expenditures in excess of appropriations for the year ended March 31, 2014.

SUPPLEMENTARY INFORMATION

VILLAGE OF DWIGHT, ILLINOIS
NON-MAJOR GOVERNMENTAL FUNDS

SCHEDULE C-1

Combining Statement of Assets, Liabilities and
Fund Balance - Arising from Cash Transactions
March 31, 2014

	Special Revenue Funds					Debt Service Funds			Total Non-major Governmental Funds	
	Motor Fuel Tax Fund	FICA & IMRF Fund	Commercial Rent Subsidy Fund	Commercial Rehab Fund	TIF Fund	CDAP Economic Development Fund	2005 MFT Bond Fund	Public Service Bond Fund	2014	March 31, 2013
Cash in bank	\$ 187,531	93,258	9,891	40,197	12,102	80,258	667	4	423,908	333,711
Total assets	\$ 187,531	93,258	9,891	40,197	12,102	80,258	667	4	423,908	333,711
<u>Assets</u>										
Cash in bank	\$ 187,531	93,258	9,891	40,197	12,102	80,258	667	4	423,908	333,711
Total assets	\$ 187,531	93,258	9,891	40,197	12,102	80,258	667	4	423,908	333,711
<u>Liabilities and Fund Balance</u>										
Liabilities:										
Due to General Fund	\$ -	-	-	-	139,000	-	-	-	139,000	209,000
Total liabilities	-	-	-	-	139,000	-	-	-	139,000	209,000
Fund balance:										
Restricted	187,531	93,258	-	-	-	80,258	667	4	361,718	283,465
Assigned	-	-	9,891	40,197	-	-	-	-	50,088	50,062
Unassigned	-	-	-	-	(126,898)	-	-	-	(126,898)	(208,816)
Total fund balance (deficit)	187,531	93,258	9,891	40,197	(126,898)	80,258	667	4	284,908	124,711
Total liabilities and fund balance	\$ 187,531	93,258	9,891	40,197	12,102	80,258	667	4	423,908	333,711

VILLAGE OF DWIGHT, ILLINOIS
NON-MAJOR GOVERNMENTAL FUNDS

SCHEDULE C-2

Combining Statement of Revenues Received, Expenditures Disbursed
and Changes in Fund Balances
For the Year Ended March 31, 2014

	Special Revenue Funds							Debt Service Funds			Total Non-major Governmental Funds	
	Motor Fuel Tax Fund	FICA & IMRF Fund	Commercial		TIF Fund	CDAP Economic Development Fund	2005 MFT Bond Fund	Public Service Bond Fund	2014	March 31, 2013		
			Rent Subsidy Fund	Rehab Fund								
Revenues received:												
Property taxes	\$ -	259,571	-	-	-	-	-	-	-	259,571	260,770	
Interest income	38	95	5	36	41	13	4	4	253	680	680	
Motor fuel tax	106,446	-	-	-	-	-	-	-	106,446	102,321	102,321	
TIF revenue	-	-	-	124,000	-	-	-	-	124,000	27,094	27,094	
Revolving loan	-	-	-	-	500	-	-	-	500	3,365	3,365	
Miscellaneous	18,947	-	-	42,543	-	-	-	-	61,490	18,947	18,947	
Total revenues received	125,431	259,666	5	166,579	541	13	4	4	552,260	413,177	413,177	
Expenditures disbursed:												
General Government	-	242,402	-	-	-	500	500	500	328,063	330,708	330,708	
Debt Service:												
Principal	-	-	-	-	-	115,000	100,000	100,000	215,000	210,000	210,000	
Interest	-	-	-	-	-	11,985	7,695	7,695	19,680	28,030	28,030	
Total expenditures disbursed	-	242,402	-	84,661	-	127,485	108,195	108,195	562,743	568,738	568,738	
Excess (deficiency) of revenues received over (under) expenditures disbursed	125,431	17,264	5	81,918	541	(127,472)	(108,191)	(108,191)	(10,483)	(155,561)	(155,561)	
Other financing sources (uses):												
Transfers In	-	-	-	-	-	127,485	108,195	108,195	235,680	244,159	244,159	
Transfers Out	(65,000)	-	-	-	-	-	-	-	(65,000)	(65,000)	(65,000)	
Total other financing sources (uses)	(65,000)	-	-	-	-	127,485	108,195	108,195	170,680	179,159	179,159	
Net change in fund balance	60,431	17,264	5	81,918	541	13	4	4	160,197	23,598	23,598	
Fund balance (deficit), beginning of year	127,100	75,994	9,886	(208,816)	79,717	654	-	-	124,711	101,113	101,113	
Fund balance (deficit), end of year	\$ 187,531	93,258	9,891	(126,898)	80,258	667	4	4	284,908	124,711	124,711	

VILLAGE OF DWIGHT, ILLINOIS
MOTOR FUEL TAX FUND

SCHEDULE C-3

Statement of Assets, Liabilities and
Fund Balance - Arising from Cash Transactions
March 31, 2014

<u>Assets</u>		
Cash		\$ 187,531
Total assets		<u>\$ 187,531</u>
<u>Fund Balance</u>		
Fund balance		\$ 187,531
Total fund balance		<u>\$ 187,531</u>

Statement of Revenues Received, Expenditures Disbursed
and Changes in Fund Balance - Budget & Actual
For the Year Ended March 31, 2014
(With Comparative Figures for 2013)

SCHEDULE C-4

	Original & Final Budget	Year Ended March 31,	
		2014	2013
Revenues received:			
Motor fuel tax allotments	\$ 100,110	106,446	102,321
Interest income	70	38	78
Miscellaneous income	-	18,947	18,947
Total revenues received	<u>100,180</u>	<u>125,431</u>	<u>121,346</u>
Expenditures disbursed:			
Construction projects	125,000	-	12,482
Engineering service	25,000	-	-
Total expenditures disbursed	<u>150,000</u>	<u>-</u>	<u>12,482</u>
Excess (deficiency) of revenues received over (under) expenditures disbursed	(49,820)	125,431	108,864
Other financing sources (uses):			
Transfers in	-	-	5,129
Transfers out	(65,000)	(65,000)	(65,000)
Total other financing sources (uses)	<u>(65,000)</u>	<u>(65,000)</u>	<u>(59,871)</u>
Net change in fund balance	<u>\$ (114,820)</u>	60,431	48,993
Fund balance, beginning of year		127,100	78,107
Fund balance, end of year		<u>187,531</u>	<u>127,100</u>

Statement of Assets, Liabilities and
Fund Balance - Arising from Cash Transactions
March 31, 2014

<u>Assets</u>	
Cash	\$ 93,258
Total assets	<u>\$ 93,258</u>
<u>Fund Balance</u>	
Fund balance	
Restricted - IMRF	\$ 44,727
Restricted - FICA	<u>48,531</u>
Total fund balance	<u>\$ 93,258</u>

Statement of Revenues Received, Expenditures Disbursed and
Changes in Fund Balance - Budget & Actual
For the Year Ended March 31, 2014
(With Comparative Figures for 2013)

	Original & Final Budget	Year Ended March 31,	
		2014	2013
Revenues received:			
Property taxes - IMRF	\$ 160,000	164,411	165,171
Property taxes - FICA	100,000	95,160	95,599
Interest income	100	95	120
Total revenues received	<u>260,100</u>	<u>259,666</u>	<u>260,890</u>
Expenditures disbursed:			
FICA contribution	100,000	97,795	96,001
IMRF contribution	160,000	144,607	170,963
Total expenditures disbursed	<u>260,000</u>	<u>242,402</u>	<u>266,964</u>
Excess (deficiency) of revenues received over (under) expenditures disbursed	<u>\$ 100</u>	17,264	(6,074)
Fund balance, beginning of year		<u>75,994</u>	<u>82,068</u>
Fund balance, end of year		<u>93,258</u>	<u>75,994</u>

Statement of Assets, Liabilities and
 Fund Balance - Arising from Cash Transactions
 March 31, 2014

<u>Assets</u>		
Cash		\$ 9,891
Total assets		<u>\$ 9,891</u>
<u>Fund Balance</u>		
Fund balance		\$ 9,891
Total fund balance		<u>\$ 9,891</u>

Statement of Revenues Received, Expenditures Disbursed
 and Changes in Fund Balance - Budget & Actual
 For the Year Ended March 31, 2014
 (With Comparative Figures for 2013)

SCHEDULE C-8

	<u>Original & Final Budget</u>	<u>Year Ended March 31,</u>	
		<u>2014</u>	<u>2013</u>
Revenues received:			
Interest	\$ 5	5	9
Total revenues received	<u>5</u>	<u>5</u>	<u>9</u>
Expenditures disbursed:			
Total expenditures disbursed	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues received over (under) expenditures disbursed	<u>\$ 5</u>	5	9
Fund balance, beginning of year		<u>9,886</u>	<u>9,877</u>
Fund balance, end of year		<u>9,891</u>	<u>9,886</u>

VILLAGE OF DWIGHT, ILLINOIS
COMMERCIAL REHAB FUND

SCHEDULE C-9

Statement of Assets, Liabilities and
Fund Balance - Arising from Cash Transactions
March 31, 2014

		<u>Assets</u>	
Cash			\$ 40,197
Total assets			<u>\$ 40,197</u>
		<u>Fund Balance</u>	
Fund balance			\$ 40,197
Total fund balance			<u>\$ 40,197</u>

Statement of Revenues Received, Expenditures Disbursed
and Changes in Fund Balance - Budget & Actual
For the Year Ended March 31, 2014
(With Comparative Figures for 2013)

SCHEDULE C-10

	Original & Final Budget	Year Ended March 31,	
		2014	2013
Revenues received:			
Interest income	\$ 35	21	36
Total revenues received	<u>35</u>	<u>21</u>	<u>36</u>
Expenditures disbursed:			
Total expenditures disbursed	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues received over (under) expenditures disbursed	<u>\$ 35</u>	21	36
Fund balance, beginning of year		<u>40,176</u>	<u>40,140</u>
Fund balance, end of year		<u>40,197</u>	<u>40,176</u>

Statement of Assets, Liabilities and
Fund Balance - Arising from Cash Transactions
March 31, 2014

<u>Assets</u>	
Cash	\$ 12,102
Total assets	<u>\$ 12,102</u>
<u>Liabilities and Fund Balance</u>	
Liabilities:	
Due to General Fund	<u>\$ 139,000</u>
Fund balance (deficit)	<u>(126,898)</u>
Total liabilities and fund balance	<u>\$ 12,102</u>

Statement of Revenues Received, Expenditures Disbursed
and Changes in Fund Balance - Budget & Actual
For the Year Ended March 31, 2014
(With Comparative Figures for 2013)

	Original & Final Budget	Year Ended March 31,	
		2014	2013
Revenues received:			
TIF revenue	\$ 50,000	124,000	27,094
Miscellaneous income	-	42,543	-
Interest income	10	36	7
Total revenues received	<u>50,010</u>	<u>166,579</u>	<u>27,101</u>
Expenditures disbursed:			
Construction projects	-	8,237	49,675
Other professional services	3,000	5,000	-
Property tax abatements	22,000	71,074	-
Dues	375	350	375
Engineering service	-	-	212
Total expenditures disbursed	<u>25,375</u>	<u>84,661</u>	<u>50,262</u>
Excess (deficiency) of revenues received over (under) expenditures disbursed	<u>\$ 24,635</u>	81,918	(23,161)
Other financing sources (uses):			
Transfers in (out)	\$ (24,000)	-	-
Total other financing sources (uses)	<u>(24,000)</u>	-	-
Net change in fund balance	<u>\$ 635</u>		
Fund balance (deficit), beginning of year		<u>(208,816)</u>	<u>(185,655)</u>
Fund balance (deficit), end of year		<u>(126,898)</u>	<u>(208,816)</u>

Statement of Assets, Liabilities and
 Fund Balance - Arising from Cash Transactions
 March 31, 2014

<u>Assets</u>	
Cash	\$ 80,258
Total assets	<u>\$ 80,258</u>
<u>Fund Balance</u>	
Fund balance	\$ 80,258
Total fund balance	<u>\$ 80,258</u>

Statement of Revenues Received, Expenditures Disbursed
 and Changes in Fund Balance - Budget & Actual
 For the Year Ended March 31, 2014
 (With Comparative Figures for 2013)

	Original & Final Budget	Year Ended March 31,	
		2014	2013
Revenues received:			
Principal - Mansion	\$ 10,262	500	1,331
Interest - Mansion	1,738	-	2,034
Principal - Spuds	43,524	-	-
Interest - Spuds	4,992	-	-
Interest Income	50	41	404
Total revenues received	<u>60,566</u>	<u>541</u>	<u>3,769</u>
Expenditures disbursed:			
Development	50,000	-	-
Total expenditures disbursed	<u>50,000</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues received over (under) expenditures disbursed	<u>\$ 10,566</u>	541	3,769
Fund balance, beginning of year		<u>79,717</u>	<u>75,948</u>
Fund balance, end of year		<u>80,258</u>	<u>79,717</u>

VILLAGE OF DWIGHT, ILLINOIS
2005 MFT BOND FUND

SCHEDULE D-1

Statement of Assets, Liabilities and
Fund Balance - Arising from Cash Transactions
March 31, 2014

<u>Assets</u>		
Cash		\$ 667
Total assets		<u>\$ 667</u>
<u>Fund Balance</u>		
Fund balance		\$ 667
Total fund balance		<u>\$ 667</u>

Statement of Revenues Received, Expenditures Disbursed
and Changes in Fund Balance - Budget & Actual
For the Year Ended March 31, 2014
(With Comparative Figures for 2013)

SCHEDULE D-2

	Original & Final Budget	Year Ended March 31,	
		2014	2013
Revenues received:			
Interest Income	\$ 10	13	26
Total revenues received	<u>10</u>	<u>13</u>	<u>26</u>
Expenditures disbursed:			
Debt Service:			
Fees	500	500	500
Principal	115,000	115,000	110,000
Interest	11,985	11,985	17,485
Total expenditures disbursed	<u>127,485</u>	<u>127,485</u>	<u>127,985</u>
Excess (deficiency) of revenues received over (under) expenditures disbursed	(127,475)	(127,472)	(127,959)
Other financing sources (uses):			
Transfer in	127,350	127,485	127,985
Net change in fund balance	<u>\$ (125)</u>	13	26
Fund balance, beginning of year		<u>654</u>	<u>628</u>
Fund balance, end of year		<u>667</u>	<u>654</u>

VILLAGE OF DWIGHT, ILLINOIS
PUBLIC SERVICE BOND FUND

SCHEDULE D-3

Statement of Assets, Liabilities and
Fund Balance - Arising from Cash Transactions
March 31, 2014

<u>Assets</u>		
Cash		\$ 4
Total assets		<u>\$ 4</u>
<u>Fund Balance</u>		
Fund balance		\$ 4
Total fund balance		<u>\$ 4</u>

Statement of Revenues Received, Expenditures Disbursed
and Changes in Fund Balance - Budget & Actual
For the Year Ended March 31, 2014
(With Comparative Figures for 2013)

SCHEDULE D-4

	<u>Original & Final Budget</u>	<u>Year Ended March 31,</u>	
		2014	2013
Revenues received:			
Interest	\$ -	4	-
Total revenues received	<u>-</u>	<u>4</u>	<u>-</u>
Expenditures disbursed:			
Debt Service:			
Fees	500	500	500
Principal	100,000	100,000	100,000
Interest	7,695	7,695	10,545
Total expenditures disbursed	<u>108,195</u>	<u>108,195</u>	<u>111,045</u>
Excess (deficiency) of revenues received over (under) expenditures disbursed	(108,195)	(108,191)	(111,045)
Other financing sources (uses):			
Transfers in	108,195	108,195	111,045
Net change in fund balance	<u>\$ -</u>	4	-
Fund balance, beginning of year		<u>-</u>	<u>-</u>
Fund balance, end of year		<u>4</u>	<u>-</u>

VILLAGE OF DWIGHT, ILLINOIS
WATERWORKS FUND

SCHEDULE E-1

Major Proprietary Fund
Statement of Fund Net Position
March 31, 2014

<u>Assets</u>	
Current assets:	
Cash	\$ 400,308
Accounts receivable	18,285
Total current assets	<u>418,593</u>
Non-current assets:	
Capital assets	7,496,322
Accumulated depreciation	<u>(3,375,163)</u>
Total non-current assets	<u>4,121,159</u>
Total assets	<u>\$ 4,539,752</u>
 <u>Liabilities and Net Position</u> 	
Current liabilities:	
Accounts payable	\$ 4,360
Water deposits	12,410
Current portion of long-term debt:	
Bonds payable	325,000
Notes payable	<u>4,707</u>
Total current liabilities	<u>346,477</u>
Long-term liabilities:	
Due in more than one year:	
Bonds payable	625,000
Notes payable	<u>30,096</u>
Total long-term liabilities	<u>655,096</u>
Total liabilities	1,001,573
Net position	<u>3,538,179</u>
Total liabilities and net position	<u>\$ 4,539,752</u>

VILLAGE OF DWIGHT, ILLINOIS
WATERWORKS FUND

SCHEDULE E-2

Major Proprietary Fund
Statement of Revenues, Expenses and Changes in Fund Net Position - Budget & Actual
For the Year Ended March 31, 2014
(With Comparative Figures for 2013)

	Original & Final Budget	Year Ended March 31,	
		2014	2013
Revenues:			
Water	\$ 770,000	778,960	864,864
Water Meters	1,000	1,871	1,782
Water penalties	6,750	7,094	8,224
Interest	400	182	214
Miscellaneous	1,500	7,651	984
Total revenues	779,650	795,758	876,068
Expenses:			
Current:			
Salaries	186,000	182,230	181,692
Salaries - OT	12,500	6,327	3,349
Employee benefits	28,470	31,394	27,768
Unemployment insurance	450	690	342
Worker's compensation	4,650	3,818	-
Uniform allowance	1,167	853	733
Contractual services	5,500	5,751	2,223
Maintenance - equipment	14,000	8,389	1,493
Maintenance - system	75,000	36,948	35,631
Professional services	2,500	-	-
Postage	2,000	1,599	1,026
Telephone	900	931	806
Printing and publishing	1,200	652	848
Dues	650	440	605
Travel	300	-	-
Training	1,500	60	285
Utilities	50,000	41,174	32,912
Insurance	12,000	-	-
Lease/rentals	3,500	2,971	4,460
Operating supplies	4,600	1,449	2,390
Small tools	500	220	271
Fuel/oil	10,000	8,953	5,768
Chemicals	20,000	8,610	9,924
Principal	4,547	-	-
Interest	1,286	1,286	1,440
Miscellaneous expense	2,500	1,908	1,043
Depreciation	207,000	203,884	203,034
Total expenses	652,720	550,537	518,043
Excess of revenues over (under) expenses	126,930	245,221	358,025
Other financing sources (uses):			
Contributed capital	-	54,403	-
Transfers in	-	-	169,611
Transfers out	(319,000)	(48,516)	(91,345)
Total other financing sources (uses)	(319,000)	5,887	78,266
Change in net position	\$ (192,070)	251,108	436,291
Net position, beginning of year		3,287,071	2,850,780
Net position, end of year		3,538,179	3,287,071

VILLAGE OF DWIGHT, ILLINOIS
WATER CAPITAL PROJECT FUND

SCHEDULE E-3

Major Proprietary Fund
Statement of Fund Position
March 31, 2014

<u>Assets</u>		
Cash		\$ 34,635
Total assets		<u>\$ 34,635</u>
<u>Net Position</u>		
Net position		\$ 34,635
Total net position		<u>\$ 34,635</u>

Statement of Revenues, Expenses, & Changes in Fund Net Position
Budget & Actual
For the Year Ended March 31, 2014
(With Comparative Figures for 2013)

SCHEDULE E-4

	Original & Final Budget	Year Ended March 31,	
		2014	2013
Revenues:			
Tap-on fees	\$ 1,500	-	750
Interest Income	100	65	104
Total revenues	<u>1,600</u>	<u>65</u>	<u>854</u>
Expenses:			
Current:			
Engineering service	7,000	13,595	25,905
Miscellaneous	150	-	-
Repair and maintenance system	-	30,503	-
Capital outlay - construction project	42,000	24,913	7,755
Total expenses	<u>49,150</u>	<u>69,011</u>	<u>33,660</u>
Excess of revenues over (under) expenses	(47,550)	(68,946)	(32,806)
Other financing sources (uses):			
Transfer in	19,000	64,942	36,400
Transfer out	-	-	(169,611)
Net change in net position	<u>\$ (28,550)</u>	(4,004)	(166,017)
Net position, beginning of year		<u>38,639</u>	<u>204,656</u>
Net position, end of year		<u>34,635</u>	<u>38,639</u>

VILLAGE OF DWIGHT, ILLINOIS
SEWER FUND

SCHEDULE E-5

Major Proprietary Fund
Statement of Fund Net Position
March 31, 2014

<u>Assets</u>	
Current assets:	
Cash	\$ 91,476
Accounts receivable	56,686
Total current assets	<u>148,162</u>
Non-current assets:	
Capital assets	11,524,839
Accumulated depreciation	<u>(4,708,080)</u>
Total non-current assets	<u>6,816,759</u>
Total assets	<u>\$ 6,964,921</u>
 <u>Liabilities and Net Position</u>	
Current Liabilities:	
Accounts payable	\$ 3,498
Current portion of long-term debt:	
EPA loan payable	<u>215,152</u>
Total current liabilities	<u>218,650</u>
Long-term liabilities:	
Due in more than one year:	
EPA loan payable	<u>955,382</u>
Total long-term liabilities	<u>955,382</u>
Total liabilities	<u>1,174,032</u>
Net position	<u>5,790,889</u>
Total liabilities and net position	<u>\$ 6,964,921</u>

VILLAGE OF DWIGHT, ILLINOIS
SEWER FUND

SCHEDULE E-6

Major Proprietary Fund
Statement of Revenues, Expenses and Changes in Fund Net Position - Budget & Actual
For the Year Ended March 31, 2014
(With Comparative Figures for 2013)

	Original & Final Budget	Year Ended March 31,	
		2014	2013
Revenues:			
Sewer	\$ 808,000	786,747	786,182
Surcharge	300	-	68
Industrial cost recovery	1,500	758	944
Interest	100	49	126
Miscellaneous	200	113	5,446
Total revenues	<u>810,100</u>	<u>787,667</u>	<u>792,766</u>
Expenses:			
Current:			
Salaries	185,000	181,062	179,598
Salaries - OT	4,000	5,268	4,007
Employee benefits	30,470	31,394	27,768
Unemployment insurance	475	322	342
Worker's compensation	3,750	3,151	-
Uniform allowance	1,167	1,324	992
Contractual services	20,000	15,882	17,246
Maintenance - equipment	25,000	38,316	19,631
Maintenance - vehicle	750	1,422	380
Maintenance - system	25,000	11,745	20,145
Accounting	-	-	-
Engineering service	1,500	-	-
Postage	1,700	1,626	1,103
Telephone	3,600	4,545	3,307
Printing & publishing	800	645	300
Dues	10,200	10,000	10,171
Travel	400	83	-
Training	500	75	-
Utilities	100,000	87,774	84,981
Insurance	12,550	2,227	-
Lease / rentals	500	-	-
Operating supplies	5,500	5,248	4,905
Small tools	1,000	854	779
Fuel/oil	8,000	3,950	6,685
Chemicals	1,000	2,111	62
Miscellaneous expense	1,500	993	1,221
Capital outlay			
Equipment	-	-	-
Improvements	-	-	-
Depreciation	<u>283,000</u>	<u>279,992</u>	<u>280,533</u>
Total expenses	<u>727,362</u>	<u>690,009</u>	<u>664,156</u>
Excess of revenues over (under) expenses	82,738	97,658	128,610
Other financing sources (uses):			
Transfers in	-	-	115,126
Transfers out	<u>(344,583)</u>	<u>(158,215)</u>	<u>(211,574)</u>
Change in net position	<u>\$ (261,845)</u>	<u>(60,557)</u>	<u>32,162</u>
Net position, beginning of year		<u>5,851,446</u>	<u>5,819,284</u>
Net position, end of year		<u>5,790,889</u>	<u>5,851,446</u>

VILLAGE OF DWIGHT, ILLINOIS
SEWER REPLACEMENT RESERVE FUND

SCHEDULE E-7

Major Proprietary Fund
Statement of Fund Net Position
March 31, 2014

<u>Assets</u>	
Cash	\$ 89,468
Total assets	<u>\$ 89,468</u>
 <u>Liabilities & Net Position</u>	
Current Liabilities	
Current Portion of EPA Loan Payable	\$ 202,949
Total current liabilities	<u>202,949</u>
Non-current Liabilities:	
EPA Loan Payable	<u>3,012,054</u>
Total non-current liabilities	<u>3,012,054</u>
Total liabilities	<u>3,215,003</u>
Net position (deficit)	<u>(3,125,535)</u>
Total liabilities & net position	<u>\$ 89,468</u>

VILLAGE OF DWIGHT, ILLINOIS
SEWER REPLACEMENT RESERVE FUND

SCHEDULE E-8

Major Proprietary Fund
Statement of Revenues, Expenses & Changes in Fund Net Position - Budget & Actual
For the Year Ended March 31, 2014
(With Comparative Figures for 2013)

	Original & Final Budget	Year Ended March 31,	
		2014	2013
Revenues:			
Tap-on fees	\$ 1,500	-	-
Debt service revenue for 2005 sewer loan	200,000	198,976	199,475
Interest Income	75	59	73
Total revenues	201,575	199,035	199,548
Expenses:			
Professional services	6,000	-	210
Capital outlay - construction project	52,000	-	4,212
Debt service:			
Principal	407,329	-	-
Interest	122,197	119,753	130,247
Total expenses	587,526	119,753	134,669
Excess of revenues over (under) expenses	(385,951)	79,282	64,879
Other financing sources (uses):			
Transfer in	337,500	158,215	196,875
Transfer (out)	-	-	(115,126)
Net change in net position	\$ (48,451)	237,497	146,628
Net position (deficit), beginning of year		(3,363,032)	(3,509,660)
Net position (deficit), end of year		(3,125,535)	(3,363,032)

Major Proprietary Fund
 Statement of Fund Net Position
 March 31, 2014

<u>Assets</u>		
Cash		\$ 14
Total assets		<u>\$ 14</u>
<u>Net Position</u>		
Net position		\$ 14
Total net position		<u>\$ 14</u>

SCHEDULE E-10

Statement of Revenues, Expenses & Changes in Fund Net Position
 Budget & Actual
 For the Year Ended March 31, 2014
 (With Comparative Figures for 2013)

	Original & Final Budget	Year Ended March 31,	
		2014	2013
Revenues:			
Interest Income	\$ 10	27	43
Total revenues	<u>10</u>	<u>27</u>	<u>43</u>
Expenses:			
Debt Service:			
Fees	1,300	495	495
Principal	315,000	-	-
Interest	<u>32,150</u>	<u>32,150</u>	<u>39,050</u>
Total expenses	<u>348,450</u>	<u>32,645</u>	<u>39,545</u>
Excess of revenues over (under) expenses	(348,440)	(32,618)	(39,502)
Other financing sources (uses):			
Transfer in (out)	<u>300,000</u>	<u>(16,426)</u>	<u>39,050</u>
Net change in net position	<u>\$ (48,440)</u>	(49,044)	(452)
Net position, beginning of year		<u>49,058</u>	<u>49,510</u>
Net position, end of year		<u>14</u>	<u>49,058</u>

VILLAGE OF DWIGHT, ILLINOIS
 AGENCY FUNDS - DISASTER RELIEF FUND

SCHEDULE F

Statement of Changes in Fiduciary Net Position
 For the Year Ended March 31, 2014
 (With Comparative Figures for 2013)

	Year Ended March 31,	
	2014	2013
Additions:		
Revenues	\$ 4	7
Deductions:		
Expenditures	-	964
Net increase (decrease)	4	(957)
Cash balance, beginning of year	4,530	5,487
Cash balance, end of year	\$ 4,534	4,530

Assessed Valuations, Tax Rates, Tax Extensions
and Tax Collections

	Tax Year				
	2009	2010	2011	2012	2013
Assessed valuations	\$ 77,323,600	74,628,555	72,707,997	69,188,903	65,247,172
Maximum Rate					
General	0.1754	0.1849	0.2166	0.2276	0.2500
Audit	0.0182	0.0188	0.0151	0.0072	0.0023
IMRF	0.3443	0.2412	0.2269	0.2385	0.2452
Social Security	-	0.1340	0.1314	0.1380	0.1533
Liability Insurance	0.1494	0.1340	0.1417	0.1503	0.1456
Street Lighting	0.0494	0.0500	0.0500	0.0434	0.0500
Parks	0.0650	0.0750	0.0750	0.0650	0.0750
Recreation	0.0195	-	-	0.0434	0.0146
Garbage	-	-	-	-	-
Totals	0.8212	0.8379	0.8567	0.9135	0.9360
Tax extensions:					
General	\$ 135,005	138,003	157,500	157,502	163,118
Audit	14,007	14,000	11,001	5,002	1,501
IMRF	265,007	180,004	165,004	165,002	160,006
Social Security	-	100,002	95,502	95,501	100,004
Liability Insurance	115,002	100,002	103,005	104,005	95,000
Street Lighting	38,003	37,314	36,354	30,000	32,624
Parks	50,001	55,971	54,531	45,000	48,935
Recreation	15,007	-	-	30,000	9,500
Garbage	-	-	-	-	-
Totals	\$ 632,032	625,296	622,897	632,012	610,688
Road & Bridge (from townships)	\$ 62,930	62,822	64,229	64,147	-
Tax collections	\$ 690,109	688,615	687,758	693,900	-

VILLAGE OF DWIGHT, ILLINOIS

TIF District
 Assessed Valuations, Tax Rates, Tax Extensions
 and Tax Collections

	2013
Assessed valuations	\$ 4,215,565
Tax Rates:	
General	\$ -
Totals	\$ -
Tax extensions:	
General	\$ 122,332
Totals	\$ 122,332
Tax collections	\$ -

Legal Debt Margin
For the Year Ended March 31, 2014

Assessed valuation - 2013 tax year	<u>\$ 65,247,172</u>
Statutory debt limitation (8.625% of assessed valuation)	\$ 5,627,569
Outstanding Long-term Debt:	
Notes Payable	69,606
Bonds Payable	1,240,000
EPA Loan Payable	<u>4,385,537</u>
Total Outstanding Long-term Debt	5,695,143
Less: EPA Loan Payable and other debt (Not Applicable to Limitation)	<u>(5,695,143)</u>
Total Applicable Debt	<u>-</u>
Legal debt margin	<u>\$ 5,627,569</u>

**Independent Auditors' Report on Internal Control over Financial Reporting and
on Compliance and Other Matters Based on an Audit of Financial Statements
Performed in Accordance With Government Auditing Standards**

To the Honorable Mayor and
Village Board of Trustees
Village of Dwight, Illinois

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Village of Dwight, Illinois, as of and for the year ended March 31, 2014, and the related notes to the financial statements, which collectively comprise Village of Dwight, Illinois' basic financial statements, and have issued our report thereon dated July 28, 2014.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered Village of Dwight, Illinois' internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Village of Dwight, Illinois' internal control. Accordingly, we do not express an opinion on the effectiveness of Village of Dwight, Illinois' internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct misstatements on a timely basis. *A material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. *A significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Village of Dwight, Illinois' financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

We noted certain matters that we reported to management of Village of Dwight, Illinois in a separate letter dated July 28, 2014.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

This report is intended solely for the information and use of management, the Board of Trustees, and others within the entity and is not intended to be and should not be used by anyone other than these specified parties.

Mack & Associates, P.C.
Certified Public Accountants

Morris, Illinois
July 28, 2014

