

CITY OF SANDWICH, ILLINOIS

ANNUAL FINANCIAL REPORT

For the Year Ended
April 30, 2019

CITY OF SANDWICH, ILLINOIS
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INDEPENDENT AUDITOR'S REPORT

To the Honorable Mayor and City Council
City of Sandwich
Sandwich, Illinois

We have audited the accompanying financial statements of the governmental activities, the business-type activities each major fund, and the aggregate remaining fund information of the City of Sandwich, Illinois, as of and for the year ended April 30, 2019, and the related notes to the financial statements, which collectively comprise the City'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 the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the 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 opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, and each major fund of the City of Sandwich, Illinois, as of April 30, 2019, and the respective changes in financial position and, where applicable, cash flows 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 opinions are 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 the City of Sandwich, Illinois' basic financial statements. The combining and individual fund financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual fund financial statements 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 individual fund financial statements – budget vs. actual are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The Schedule of Assessed Valuation, Tax Rates, Tax Extensions, and Tax Collections and Schedule of Wastewater Statistical Information has 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 it.

Newark + Associates, Inc.

Plano, Illinois

January 9, 2020

BASIC FINANCIAL STATEMENTS

CITY OF SANDWICH, ILLINOIS

STATEMENT OF NET POSITION - MODIFIED CASH BASIS

April 30, 2019

	Primary Government		
	Governmental	Business-Type	Total
	Activities	Activities	
ASSETS			
Cash and investments	\$ 3,647,027	\$ 5,841,924	\$ 9,488,951
Due to/from other funds	-	-	-
Capital assets being depreciated (net of accumulated depreciation)	9,615,609	11,371,558	20,987,167
Total assets	\$ 13,262,636	\$ 17,213,482	\$ 30,476,118
LIABILITIES			
Current liabilities			
None	-	-	-
Noncurrent liabilities			
Due within one year	21,054	560,000	581,054
Due in more than one year	29,495	1,749,086	1,778,581
Total liabilities	50,549	2,309,086	2,359,635
NET POSITION			
Net investment in capital assets	9,565,060	9,062,472	18,627,532
Restricted for			
Public safety	128,832	-	128,832
Vehicle purchases	5,409	-	5,409
Tourism	22,348	-	22,348
Capital outlay	295,607	-	295,607
Unspent grant funds	31,755	-	31,755
Forestry	2,626	-	2,626
Unemployment	12,065	-	12,065
Highways and streets	1,101,893	-	1,101,893
Water/Sewer Improvements	-	5,979,244	5,979,244
Unrestricted	2,046,492	(137,320)	1,909,172
Total net position	13,212,087	14,904,396	28,116,483
TOTAL LIABILITIES AND NET POSITION	\$ 13,262,636	\$ 17,213,482	\$ 30,476,118

See accompanying notes to financial statements

CITY OF SANDWICH, ILLINOIS
 STATEMENT OF ACTIVITIES - MODIFIED CASH BASIS
 For the Year Ended April 30, 2019

FUNCTIONS/PROGRAMS	Program Revenues			
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
PRIMARY GOVERNMENT				
Governmental Activities				
General government	\$ 1,131,512	\$ 1,959	\$ 33,239	\$ -
Highways and streets	1,163,935	-	-	-
Public safety	3,329,966	125,691	-	-
Total governmental activities	5,625,413	127,650	33,239	-
Business-Type Activities				
Water	617,986	653,227	-	-
Sewer	1,235,221	1,183,341	-	-
Total business-type activities	1,235,221	1,183,341	-	-
TOTAL PRIMARY GOVERNMENT	\$ 6,860,634	\$ 1,310,991	\$ 33,239	\$ -

See accompanying notes to financial statements

Net (Expense) Revenue and Change in Net Assets			
Primary Government			
	Governmental Activities	Business-Type Activities	Total
	\$ (1,096,314)	\$ -	\$ (1,096,314)
	(1,163,935)	-	(1,163,935)
	(3,204,275)	-	(3,204,275)
	(5,464,524)	-	(5,464,524)
	-	35,241	35,241
	-	(51,880)	(51,880)
	-	(16,639)	(16,639)
	(5,464,524)	(16,639)	(5,481,163)
General Revenues			
Taxes			
Property taxes	1,499,972	-	1,499,972
Replacement tax	53,160	-	53,160
Sales tax	1,965,809	-	1,965,809
Telecommunications and utility taxes	613,250	-	613,250
Income and use taxes	720,497	-	720,497
Video gaming tax	83,636	-	83,636
Motor fuel tax	195,878	-	195,878
Hotel/motel taxes	24,530	-	24,530
Other taxes	3,561	-	3,561
Licenses and permits	71,107	-	71,107
Investment income	32,000	115,939	147,939
Gain on disposal of sale of capital assets	18,540	-	18,540
Miscellaneous	126,699	2,697	129,396
Total	5,408,639	118,636	5,527,275
CHANGE IN NET POSITION	(55,885)	101,997	46,112
NET POSITION, MAY 1	13,267,972	14,802,399	28,070,371
NET POSITION, APRIL 30	\$ 13,212,087	\$ 14,904,396	\$ 28,116,483

See accompanying notes to financial statements

CITY OF SANDWICH, ILLINOIS

STATEMENT OF ASSETS, LIABILITIES, AND FUND BALANCES
ARISING FROM CASH TRANSACTIONS
GOVERNMENTAL FUNDS

April 30, 2019

	General	Motor Fuel Tax Fund	Nonmajor Funds	Total Governmental Funds
ASSETS				
Cash and investments	\$ 2,092,938	\$ 1,101,893	\$ 452,196	\$ 3,647,027
TOTAL ASSETS	\$ 2,092,938	\$ 1,101,893	\$ 452,196	\$ 3,647,027
LIABILITIES				
None	-	-	-	-
TOTAL LIABILITIES	\$ -	\$ -	\$ -	\$ -
FUND BALANCE				
FUND BALANCE				
Restricted for:				
Public safety	-	-	128,832	128,832
Vehicle purchases	-	-	5,409	5,409
Tourism	-	-	22,348	22,348
Capital outlay	-	-	295,607	295,607
Unspent grant funds	31,755	-	-	31,755
Forestry	2,626	-	-	2,626
Unemployment	12,065	-	-	12,065
Highways and streets	-	1,101,893	-	1,101,893
Unrestricted				
Unassigned	2,046,492	-	-	2,046,492
TOTAL FUND BALANCE	2,092,938	1,101,893	452,196	3,647,027
TOTAL LIABILITIES AND FUND BALANCE	\$ 2,092,938	\$ 1,101,893	\$ 452,196	\$ 3,647,027

See accompanying notes to financial statements

CITY OF SANDWICH, ILLINOIS

RECONCILIATION OF FUND BALANCES OF GOVERNMENTAL FUNDS TO THE
GOVERNMENTAL ACTIVITIES IN THE STATEMENT OF NET POSITION -
MODIFIED CASH BASIS

April 30, 2019

FUND BALANCES OF GOVERNMENTAL FUNDS	\$	3,647,027
Amounts reported for governmental activities in the statement of net position are different because:		
Capital lease obligation is not due and payable in the current period and, therefore, is not reported in the funds		(50,549)
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds		<u>9,615,609</u>
NET POSITION OF GOVERNMENTAL ACTIVITIES	\$	<u>13,212,087</u>

See accompanying notes to financial statements

CITY OF SANDWICH, ILLINOIS

STATEMENT OF REVENUES RECEIVED, EXPENDITURES DISBURSED,
AND CHANGES IN FUND BALANCE - MODIFIED CASH BASIS
GOVERNMENTAL FUNDS

For the Year Ended April 30, 2019

	General Fund	Motor Fuel Tax Fund	Nonmajor Funds	Total Governmental Funds
REVENUES COLLECTED				
Taxes	\$ 4,205,853	\$ 195,878	\$ 758,562	\$ 5,160,293
License and permits	57,023	-	14,084	71,107
Intergovernmental and private grants	33,239	-	-	33,239
Charges for services	6,009	-	7,000	13,009
Fines and forfeits	83,994	-	30,647	114,641
Investment income	27,745	4,100	155	32,000
Miscellaneous	126,699	-	-	126,699
Total revenues collected	4,540,562	199,978	810,448	5,550,988
EXPENDITURES DISBURSED				
Current				
General government	950,829	-	128,387	1,079,216
Highways and streets	802,461	-	184,919	987,380
Public safety	2,346,102	-	700,853	3,046,955
Debt service				
Principal	-	-	23,495	23,495
Interest	-	-	888	888
Capital outlay	515,775	-	107,212	622,987
Total expenditures disbursed	4,615,167	-	1,145,754	5,760,921
Excess of revenue over expenditures	(74,605)	199,978	(335,306)	(209,933)
OTHER FINANCING SOURCES (USES)				
Proceeds from sale of capital assets	18,200	-	340	18,540
Proceeds from new capital lease	-	-	59,113	59,113
Operating transfers in	2,626	3,503	187,563	193,692
Operating transfers out	(181,066)	-	(2,626)	(183,692)
Total other financing sources (uses)	(170,240)	3,503	244,390	77,653
NET CHANGE IN FUND BALANCES	(244,845)	203,481	(90,916)	(132,280)
FUND BALANCES, MAY 1	2,337,783	898,412	543,112	3,779,307
FUND BALANCES, APRIL 30	\$ 2,092,938	\$ 1,101,893	\$ 452,196	\$ 3,647,027

See accompanying notes to financial statements

CITY OF SANDWICH, ILLINOIS

RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF
REVENUES RECEIVED, EXPENDITURES DISBURSED, AND CHANGES IN FUND
BALANCES TO THE GOVERNMENTAL ACTIVITIES IN THE
STATEMENT OF ACTIVITIES - MODIFIED CASH BASIS

For the Year Ended April 30, 2019

NET CHANGE IN FUND BALANCES - TOTAL GOVERNMENTAL FUNDS	\$	(132,280)
Amounts reported for governmental activities in the statement of activities are different because:		
Proceeds from a new capital lease are an other financing source in the funds but are recorded as a long-term liability on the statement of net position		(59,113)
Repayments of principal on capital lease obligations are expenditures in the funds, but payments reduce long-term liabilities on the statement of net position		23,495
Capital outlay for the purchase of capital assets is not an expense on the statement of activities		524,705
Depreciation on capital assets is reported as an expense in the statement of activities		<u>(412,692)</u>
CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES	\$	<u>(55,885)</u>

See accompanying notes to financial statements

CITY OF SANDWICH, ILLINOIS

STATEMENT OF ASSETS, LIABILITIES, AND NET POSITION
 MODIFIED CASH BASIS
 ENTERPRISE FUND

April 30, 2019

CURRENT ASSETS	
Cash and cash equivalents	\$ 2,521,483
Certificates of deposit	<u>3,320,441</u>
Total current assets	5,841,924
LONG-TERM ASSETS	
Capital assets not being depreciated	81,318
Capital assets being depreciated	23,006,542
Accumulated depreciation	<u>(11,716,302)</u>
Total long-term assets	<u>11,371,558</u>
TOTAL ASSETS	<u><u>\$ 17,213,482</u></u>
CURRENT LIABILITIES	
Current portion of bonds payable	<u>560,000</u>
Total current liabilities	560,000
LONG-TERM LIABILITIES	
Long-term portion of bonds payable	<u>1,749,086</u>
Total long-term liabilities	<u>1,749,086</u>
Total liabilities	2,309,086
NET POSITION	
Net investment in capital assets	9,062,472
Restricted for system improvements	5,979,244
Unrestricted	<u>(137,320)</u>
Total net position	<u>14,904,396</u>
TOTAL LIABILITIES AND NET POSITION	<u><u>\$ 17,213,482</u></u>

See accompanying notes to financial statements

CITY OF SANDWICH, ILLINOIS
 STATEMENT OF REVENUES, EXPENSES, AND CHANGES
 IN NET POSITION - MODIFIED CASH BASIS
 ENTERPRISE FUNDS

For the Year Ended April 30, 2019

OPERATING REVENUES COLLECTED	
Charges for Services	\$ 1,836,568
Total operating revenues collected	1,836,568
OPERATING EXPENSES PAID EXCLUDING DEPRECIATION AND AMORTIZATION	
Personal Services	448,809
Contractual Services	201,938
Commodities	279,401
Capital Outlay	45,914
Miscellaneous Expense	29,609
Total operating expenses paid	1,005,671
OPERATING INCOME (LOSS) EXCLUDING DEPRECIATION	830,897
DEPRECIATION EXPENSE	776,397
OPERATING INCOME (LOSS)	54,500
NONOPERATING REVENUES (EXPENSES)	
Interest Income	115,939
Miscellaneous Income	2,697
Interest Expense	(71,139)
Total nonoperating revenues (expenses)	47,497
CHANGE IN NET POSITION	101,997
NET POSITION, MAY 1	14,802,399
NET POSITION, APRIL 30	\$ 14,904,396

See accompanying notes to financial statements

CITY OF SANDWICH, ILLINOIS

STATEMENT OF CASH FLOWS
ENTERPRISE FUND

For the Year Ended April 30, 2019

CASH FLOWS FROM OPERATING ACTIVITIES	
Receipts from customers and users	\$ 1,836,568
Payments to suppliers	(556,862)
Payments to employees	<u>(448,809)</u>
Net cash from operating activities	<u>830,897</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES	
Miscellaneous income	<u>2,697</u>
Net cash from noncapital financing activities	<u>2,697</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES	
Purchase of capital assets	(165,961)
Principal paid on capital debt	(554,624)
Interest paid on capital debt	<u>(71,139)</u>
Net cash from capital and related financing activities	<u>(791,724)</u>
CASH FLOWS FROM INVESTING ACTIVITIES	
Interest received	<u>115,939</u>
Net cash from investing activities	<u>115,939</u>
NET INCREASE IN CASH AND CASH EQUIVALENTS	157,809
CASH AND CDs, MAY 1	<u>5,684,115</u>
CASH AND CDs, APRIL 30	<u><u>\$ 5,841,924</u></u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH FLOWS FROM OPERATING ACTIVITIES	
Operating income (loss)	\$ 54,500
Adjustments to reconcile operating income (loss) to net cash from operating activities	
Depreciation	<u>776,397</u>
NET CASH FROM OPERATING ACTIVITIES	<u><u>\$ 830,897</u></u>

See accompanying notes to financial statements

CITY OF SANDWICH, ILLINOIS

STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS

April 30, 2019

	Police Pension Trust Fund	Agency Funds
CURRENT ASSETS		
Cash and cash equivalents	1,904,890	\$ 20,000
Investments, at fair value:		
Certificates of deposit	-	-
U.S. agency securities	693,890	-
Corporate bonds	425,586	-
Mutual funds	2,017,904	-
Total investments	<u>3,137,380</u>	-
Accrued interest receivable	17,942	-
TOTAL ASSETS	<u>\$ 5,060,212</u>	<u>\$ 20,000</u>
CURRENT LIABILITIES		
Due to other entities	-	\$ 20,000
NET POSITION		
Held in trust for pension benefits	<u>\$ 5,060,212</u>	

See accompanying notes to financial statements

CITY OF SANDWICH, ILLINOIS

STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
POLICE PENSION TRUST FUND

For the Year Ended April 30, 2019

ADDTIONS	
Contributions - Employer	\$ 293,088
Contributions - Members	124,305
Total Contributions	<u>417,393</u>
INVESTMENT INCOME	
Interest	107,776
Net appreciation in fair value of investments	158,426
Total investment income	<u>266,202</u>
Less investment expense	<u>(16,293)</u>
Net investment income	249,909
Total Additions	\$ 667,302
DEDUCTIONS	
Pension benefits and refunds	421,363
Administrative expenses	7,131
Total Deductions	<u>428,494</u>
CHANGE IN NET POSITION	<u>238,808</u>
Net Position Held in Trust for Pension Benefits - Beginning of Year	<u>4,821,404</u>
Net Position Held in Trust for Pension Benefits - End of Year	<u>\$ 5,060,212</u>

See accompanying notes to financial statements

CITY OF SANDWICH, ILLINOIS
NOTES TO FINANCIAL STATEMENTS

April 30, 2019

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The City of Sandwich (city) is an Illinois unit of local government. The city's major operations include public safety, highways and streets, sanitation, health, culture and recreation, public improvements and general administrative services. The financial statements of the City have not been prepared in conformity with accounting principles generally accepted in the United States of America, as applied to governmental units (hereinafter referred to as GAAP), except as described in Note 1(d). The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The following is a summary of the other significant accounting policies:

a. Reporting Entity

The City is a municipal corporation governed by an elected Mayor and an eight member council. As required by generally accepted accounting principles, these financial statements present the City (the primary government) and its component units.

Based on the criteria of GASB Statement No 61, *The Financial Reporting Entity: Omnibus – an amendment of GASB Statements No. 14 and No. 34*, there are no component units for which the City is considered to be financially accountable for.

b. Fund Accounting

The City uses funds to report on its financial position – modified cash basis and changes in its financial position – modified cash basis. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain government functions or activities. A fund is a separate accounting entity with a self-balancing set of accounts.

Funds are classified into the following categories: governmental, proprietary and fiduciary.

Governmental funds are used to account for all or most of a government's general activities, including the collection and disbursement of restricted or committed monies (special revenue funds), the funds committed, restricted or assigned for the acquisition or construction of capital assets (capital projects funds), the funds committed, restricted or assigned for the servicing of long-term debt (debt service funds) and the management of funds held in trust where the interest earnings can be used for governmental services (permanent fund). The general fund is used to account for all activities of the general government not accounted for in some other fund.

Proprietary funds are used to account for activities similar to those found in the private sector, where the determination of net income is necessary or useful for sound financial administration. Goods or services from such activities can be provided either to outside parties (enterprise funds) or to other departments or agencies primarily within the government (internal service funds).

Fiduciary funds are used to account for assets held on behalf of outside parties, including other governments, or on behalf of other funds within the government. When these assets are held under the terms of a formal trust agreement, a pension trust fund is used.

CITY OF SANDWICH, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

c. Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position – modified cash basis and the statement of activities – modified cash basis) report information on all of the nonfiduciary activities of the City. The effect of material interfund activity has been eliminated from these statements. 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.

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

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

The City reports the following major governmental funds:

The General Fund is the general operating fund of the City and is used to account for all financial resources of the City unless required to be accounted for in another fund.

The Motor Fuel Tax Fund (Special Revenue Fund) is used to account for revenues derived from a motor fuel taxes and expenditures for highway and street construction and maintenance.

The City reports the following major enterprise fund:

The Water and Sewer Fund accounts for the provision of water and sewer services to the residents and businesses of the City financed by user fees.

Additionally, the City reports the following fund types:

Special Revenue Funds are used to account for the proceeds of specific revenue sources used to finance specified activities as required by law or by administrative regulation.

The Capital Projects Funds account for the resources used for the acquisition of capital facilities other than those financed by the enterprise funds activities, including streets, sidewalks, and community development.

The City reports the Police Pension Fund as a Fiduciary Fund and uses agency funds to account for annexation deposits, excavation permits, and school and park land cash contributions.

CITY OF SANDWICH, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

d. Measurement Focus, Basis of Accounting and Financial Statement Presentation

The government-wide financial statement, the enterprise fund and the fiduciary fund are reported using the current financial resources measurement focus and the modified cash basis of accounting, which is a comprehensive basis of accounting other than GAAP. Revenues are recorded at the time of receipt by the City. Expenses are recorded when the funds are disbursed. Accordingly, the financial statements are not intended to present financial position and changes in financial position in conformity with GAAP. Operating revenues collected/expenditures paid include all revenues/ expenditures directly related to providing enterprise fund services. Incidental revenues/expenditures are reported as nonoperating. Amounts reported as program revenues include: (1) charges to customers or applicants for goods, services, or privileges provided; (2) operating grants and contributions; and (3) capital grants and contributions. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

Governmental fund financial statements are reported using the current financial resources measurement focus and the cash basis of accounting. Revenues are recorded at the time of receipt by the City. Expenditures are recorded when the funds are disbursed. Accordingly, the financial statements are not intended to present financial position and results of operations in conformity with GAAP.

e. Capital Assets

Capital assets, which include property, plant, equipment and infrastructure assets (e.g., roads, bridges, storm water), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements, and in the Enterprise Fund's fund financial statements. Capital assets are defined by the City as assets with an initial, individual cost of more than \$10,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Property, plant and equipment is depreciated using the straight-line method over the following estimated useful lives:

Assets	Years
Machinery & Equipment	5-20
Vehicles	5-15
Buildings & Building Improvements	40
Water/Sewer Systems	30
Infrastructure	50

f. Accumulated Unpaid Sick Pay and Vacation Pay

Accumulated unpaid sick pay and vacation pay is not accrued in the governmental funds or the entity-wide statements because, as stated above, the City's financial statements are prepared on the cash and modified cash basis of accounting. As of April 30, 2019, the unpaid vacation and sick pay was \$459,216.

CITY OF SANDWICH, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

g. Long-term Liabilities

In the government-wide financial statements and proprietary fund types in the fund financial statements, longer-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or enterprise fund statement of net position-modified cash basis. Bond premiums and discounts are amortized over the life of the bonds using the straight-line method.

In the fund financial statements, governmental funds recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources, while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as expenditures.

Long-term liabilities are reported in the government-wide financial statements as liabilities. The governmental fund financial statements do not report long-term liabilities because they do not require the use of current financial resources.

h. Fund Balance/Net Position

GASB Statement No. 54, Fund Balance Reporting and Governmental Fund Type Definitions, provides more clearly defined fund balance categories to make the nature and extent of the constraints placed on a government's fund balance more transparent. The following classifications describe the relative strength of the spending constraints:

Non-spendable: This 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 City did not have any non-spendable resources as of April 30, 2019.

Restricted: This classification includes amounts for which constraints have been placed on the use of the resources either (a) externally imposed by creditors (such as through a debt covenant), grantors, contributors, or laws or regulations of other governments, or (b) externally imposed by law through constitutional provisions or enabling legislation. The city has classified state and federal grants as being restricted because their use is restricted by granting agencies. The City has also classified property, replacement, certain fines and forfeits, and motor fuel taxes as being restricted because their use is restricted by state laws and regulations.

Committed: This classification is constrained by formal actions of the City's Council, which is considered the City's highest level of decision making authority. Formal actions include resolutions and ordinances approved by the Council. The City did not have any committed resources as of April 30, 2019.

Assigned: This classification represents amounts constrained by the City's intent to use them for a specific purpose but are neither restricted nor committed. The authority to assign fund balance remains with the City Council.

Unassigned: This classification includes any residual fund balance for the General Fund and includes negative residual fund balance of any other governmental fund that cannot be eliminated by offsetting of assigned fund balance amounts.

CITY OF SANDWICH, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

h. Fund Balance/Net Position (continued)

The City's flow of funds assumption prescribes that the funds with the highest level of constraint are expended first. If restricted or unrestricted funds are available for spending, the restricted funds are spent first. Additionally, if different levels of unrestricted funds are available for spending the City considers committed funds to be expended first followed by assigned and then unassigned funds.

The City has not established fund balance reserve policies for their governmental funds.

In the government-wide financial statements, restricted net position is legally restricted by outside parties for a specific purpose. None of the City's net position is restricted as a result of enabling legislation adopted by the City.

i. Property Taxes

The City's property tax is levied each year, on all taxable real property located in the City, on or before the second Tuesday in December. Property taxes attach as an enforceable lien on property as of the January 1 prior to levy passage. Property taxes are payable in two installments in early June and September of the year following passage of the levy. The City receives significant distributions of tax receipts approximately one month after these due dates. The City also receives a portion of the road and bridge taxes, which townships levy.

j. Cash and Cash Equivalents

For the purpose of reporting cash and cash equivalents, the City considers all highly liquid investments with a maturity of three months or less when purchased to be cash equivalents. The City considers certificates of deposit with a maturity of more than three months when purchased to be investments. Certificates of deposit are stated at cost, which approximates fair value.

k. Investments

Investments are reported at fair value in the pension trust fund. Fair value has been based on quoted market prices at April 30, 2019 for debt and equity securities. Changes in fair value are recognized in the statement of changes in fiduciary net position.

2. PROPERTY TAX CALENDAR

The following information gives significant dates on the property tax calendar of the City:

- Property tax lien date is January 1
- The annual tax levy ordinance for 2017 was passed in December 2017
- Property taxes are due to the County Collector in two installments, June 1 and September 1
- Significant amounts of property taxes for 2017 were distributed to the City during May, June, July, September, October, and November 2018
- The annual tax levy ordinance for 2018 was passed in December 2018
- Significant amounts of property taxes for 2018 will be distributed to the City during May, June, July, September, October, and November 2019

CITY OF SANDWICH, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

3. CASH AND INVESTMENTS

The City may invest in all investments allowed by Illinois Compiled Statutes. These include deposits/investments insured by the Federal Deposit Insurance Corporation (FDIC), obligations or securities guaranteed by the United States of America, direct obligations of any bank as defined by the Illinois Banking Act, certain money market mutual funds, and the Illinois Funds (a money market fund created by the State legislature under the control of the State Treasurer that maintains a \$1 share value).

It is the policy of the City to invest its funds in a manner which will provide the highest investment return with the maximum security while meeting the daily cash flow demands of the City and conforming to all state and local statutes governing the investment of public funds, using the "prudent person" standard for managing the overall portfolio.

Deposits with Financial Institutions

Custodial credit risk for deposits with financial institutions is the risk that in the event of bank failure, the City's deposits may not be returned to it. At April 30, 2019 the City has \$4,137 that is uninsured and uncollateralized, therefore, is exposed to custodial credit risk.

Investments

Credit risk is the risk that the issuer of a debt security will not pay its par value upon maturity. The City limits its exposure to credit risk by pre-qualifying all financial institutions and other intermediaries with which the City conducts business. At April 30, 2019 all of the City's cash and investments are in demand deposit accounts, money market accounts, and certificates of deposit, therefore the City is not exposed to credit risk.

Concentration of credit risk is the risk that the City has a high percentage of its investments invested in one type of investment. The City places no limit on the amount the City may invest in any one issuer. More than 5% of the City's investments are in certificates of deposit. These investments are 100% of the City's total investments excluding the police pension trust fund.

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. The City has no specific policy on interest rate risk at year end. At April 30, 2019 the City held several CD's with a value of \$4,106,110. The CD's maturities range from 6 to 72 months.

4. LONG-TERM DEBT

The following is a summary of changes in long-term debt of the business-type activity of the City for the year ended April 30, 2019:

	Balances, May 1, 2018	Additions	Reductions	Balances, April 30, 2019	Current Portion
GOVERNMENT-TYPE ACTIVITY					
Capital Lease - 2017	14,931	-	7,250	7,681	7,681
Capital Lease - 2019	-	59,113	16,245	42,868	13,373
TOTAL GOVERNMENT-TYPE ACTIVITY	\$ 14,931	\$ 59,113	\$ 23,495	\$ 50,549	\$ 21,054

CITY OF SANDWICH, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

4. LONG-TERM DEBT (continued)

Government-type activity long-term debt is comprised of the following:

The City has entered into lease agreements to finance the acquisition of vehicles. These agreements qualify as capital leases for accounting purposes, and have been recorded at the present value of the future minimum lease payments as of the inception date. The total cost of vehicles acquired by these leases was \$88,480. The accumulated depreciation on these assets as of April 30, 2019 was \$18,383. The depreciation expense on these vehicles in the current year was \$8,911.

Fiscal Year Ending June 30,	2017 Capital Lease			2019 Capital Lease		
	Principal	Interest	Total	Principal	Interest	Total
2020	7,681	457	8,138	13,373	2,872	16,245
2021	-	-	-	14,269	1,976	16,245
2022	-	-	-	15,226	1,020	16,245
TOTAL	\$ 7,681	\$ 457	\$ 8,138	\$ 42,868	\$ 5,868	\$ 48,735

	Balances, May 1, 2018	Additions	Reductions	Balances, April 30, 2019	Current Portion
BUSINESS-TYPE ACTIVITY					
2013 GO Refunding Bond	2,820,000	-	545,000	2,275,000	560,000
2013 GO Ref. Bond Premium	43,710	-	9,624	34,086	-
TOTAL BUSINESS-TYPE ACTIVITY	\$ 2,863,710	\$ -	\$ 554,624	\$ 2,309,086	\$ 560,000

Business-type activity long-term debt is comprised of the following issues:

In October 2013, the City issued \$4,880,000 General Obligation Refunding Bonds, Series 2013 for the purpose of repaying \$5,481,949 of an Illinois EPA loan. Principal payments are due September 15, ranging from \$500,000 to \$595,000 annually beginning in fiscal year 2015, final payment due in fiscal year 2023. Interest rates vary between 2.0% and 3.5%, and interest payments are due semi-annually on March 14 and September 15. On these financial statements, this note is reported in the Water and Sewer Fund and this fund is expected to repay the note.

Amounts required to be paid for the retirement of principal and interest is as follows:

Fiscal Year Ending April 30,	2013 GO Refunding Bond		
	Principal	Interest	Total
2020	560,000	73,950	633,950
2021	575,000	57,150	632,150
2022	595,000	39,900	634,900
2023	545,000	19,075	564,075
TOTAL	\$ 2,275,000	\$ 190,075	\$ 2,465,075

CITY OF SANDWICH, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

4. LONG-TERM DEBT (continued)

The City's aggregate indebtedness is subject to a statutory limitation of 8.625% of its equalized assessed value at December 31, 2018. At April 30, 2019, the maximum allowed indebtedness of the City is \$13,352,302 based on an assessed valuation of \$154,809,301. At April 30, 2019, the remaining legal debt margin of the City was \$11,077,302.

Conduit Debt

The City has issued Industrial Development Revenue Bonds (IDRBs) to provide financial assistance to private organizations for the construction and acquisition of industrial and commercial improvements deemed to be in the public interest. The bonds are secured solely by the property financed and are payable solely from the payments received on the underlying mortgage loans on the property. The City is not obligated in any manner for the repayment of the IDRBs. Accordingly, the IDRBs outstanding are not reported as a liability in these financial statements. The principal outstanding as of April 30, 2019 was undetermined; however, the original principal on the IDRBs was \$4,600,000.

5. CAPITAL ASSETS

Capital asset activity for the year ended April 30, 2019 was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
GOVERNMENTAL ACTIVITIES				
Capital assets not being depreciated				
Land	652,314	-	-	652,314
Land Right of Ways	461,729	-	-	461,729
Construction in Progress	378,331	167,179	45,938	499,572
Capital assets being depreciated				
Buildings and improvements	1,341,082	-	-	1,341,082
Vehicles	1,518,783	86,507	-	1,605,290
Machinery and Equipment	706,913	49,464	-	756,377
Infrastructure	7,717,403	267,494	-	7,984,897
Total capital assets being depreciated	11,284,181	403,464	-	11,687,645
Less accumulated depreciation for				
Buildings and improvements	498,020	30,944	-	528,964
Vehicles	1,177,550	143,960	-	1,321,510
Machinery and Equipment	470,926	66,692	-	537,618
Infrastructure	1,126,463	171,095	-	1,297,558
Total accumulated depreciation	3,272,959	412,692	-	3,685,651
Total capital assets being depreciated, net	8,011,222	(9,228)	-	8,001,994
GOVERNMENTAL ACTIVITIES CAPITAL ASSETS, NET	\$ 9,503,596	\$ 157,951	\$ 45,938	\$ 9,615,609

CITY OF SANDWICH, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

5. CAPITAL ASSETS (Continued)

	Beginning Balance	Increases	Decreases	Ending Balance
BUSINESS-TYPE ACTIVITY				
Capital assets not being depreciated				
Land	81,318	-	-	81,318
Construction in Process	406,094	-	406,094	-
Capital assets being depreciated				
Vehicles	396,467	38,455	-	434,922
Treatment Facility	14,828,018	10,261	-	14,838,279
Storage Facilities	1,189,962	-	-	1,189,962
Water Lines	2,264,250	448,562	-	2,712,812
Sewer Lines	3,755,790	74,777	-	3,830,567
Total capital assets being depreciated	22,434,487	572,056	-	23,006,543
Less accumulated depreciation for				
Vehicles	338,511	23,605	-	362,116
Treatment Facility	7,401,532	497,559	-	7,899,091
Storage Facilities	484,895	68,026	-	552,921
Water Lines	1,295,407	63,709	-	1,359,116
Sewer Lines	1,419,560	123,498	-	1,543,058
Total accumulated depreciation	10,939,905	776,397	-	11,716,302
Total capital assets being depreciated, net	11,494,582	(204,341)	-	11,290,241
BUSINESS-TYPE ACTIVITY				
CAPITAL ASSETS, NET				
	<u>\$ 11,981,994</u>	<u>\$ (204,341)</u>	<u>\$ 406,094</u>	<u>\$ 11,371,559</u>

Depreciation expense was charged to the functions as follows:

Governmental Activities	
General government	52,296
Public Health & Safety	78,273
Public Works	282,123
TOTAL	<u>\$ 412,692</u>
Business-Type Activities	
Water and Sewer	776,397
TOTAL	<u>\$ 776,397</u>

7. RISK MANAGEMENT

The City is exposed to various risks of loss, including but not limited to, property and casualty, general and public officials' liability, and workers' compensation. The City purchases insurance policies to insure against these risks. The City is not aware of any additional deductibles or premiums that may be owed as of April 30, 2019. The City has not made any significant changes in coverage nor did claims exceed coverage in the current fiscal year or the two prior years.

CITY OF SANDWICH, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

8. PENSION AND RETIREMENT SYSTEM

Illinois Municipal Retirement Fund

Plan description – The City’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 City’s plan is managed by the Illinois Municipal Retirement Fund (IMRF), the administrator of a multi-employer public pension fund. A summary of IMRF’s pension benefits is provided in the “Benefits Provided” section of this document. Details of all benefits are available from IMRF. 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 Comprehensive Annual Financial Report that includes financial statements, detailed information about the pension plan’s fiduciary net position, and required supplementary information. The report is available for download at www.imrf.org.

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

All three IMRF benefit plans have two tiers. Employees hired *before* January 1, 2011, are eligible for Tier 1 benefits. Tier 1 employees are vested for pension benefits when they have at least eight years of qualifying service credit. Tier 1 employees who retire at age 55 (at reduced benefits) or after age 60 (at full benefits) with eight years of service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1-2/3% of the final rate of earnings for the first 15 years of service credit, plus 2% for each year of service credit after 15 years to a maximum of 75% of their final rate of earnings.

Final rate of earnings is the highest total earnings during any consecutive 48 months within the last 10 years of service, divided by 48. Under Tier 1, the pension is increased by 3% of the original amount on January 1 every year after retirement.

Employees hired *on or after* January 1, 2011, are eligible for Tier 2 benefits. For Tier 2 employees, pension benefits vest after ten years of service. Participating employees who retire at age 62 (at reduced benefits) or after age 67 (at full benefits) with ten years of service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1-2/3% of the final rate of earnings for the first 15 years of service credit, plus 2% for each year of service credit after 15 years to a maximum of 75% of their final rate of earnings. Final rate of earnings is the highest total earnings during any 96 consecutive months within the last 10 years of service, divided by 96. Under Tier 2, the pension is increased on January 1 every year after retirement, upon reaching age 67, by the *lesser* of:

- 3% of the original pension amount, or
- ½ of the increase in the Consumer Price Index of the original pension amount

Employees Covered Benefit Terms – As of December 31, 2018, the following employees were covered by the benefit terms:

	IMRF
Retirees and Beneficiaries currently receiving benefits	2
Inactive Plan Members entitled to but not yet receiving benefits	2
Active Plan Members	2
Total	4

CITY OF SANDWICH, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

8. PENSION AND RETIREMENT SYSTEM

Illinois Municipal Retirement Fund (continued)

Contributions – As set by statute, the City’s Regular Plan Members are required to contribute 4.5% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The City’s annual contribution rate for calendar year 2018 and 2019 was 11.52% and 14.40%, respectively. For the fiscal year ended April 30, 2019, the City contributed \$12,126 to the plan. The City 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 IMRF’s Board of Trustees, while the supplemental retirement benefits rate is set by statute.

9. INTERFUND TRANSFERS

The following amounts during the year ending April 30, 2019 represent interfund transfers.

<u>Transfer from</u>	<u>Transfer to</u>	<u>Amount</u>	<u>Purpose</u>
General Fund	Nonmajor Funds	\$ 187,564	To cover fund deficits and close funds as of April 30, 2019
General Fund	MFT Fund	\$ 3,503	To reclassify revenue from the prior period that was recorded in the incorrect fund
Nonmajor Funds	General Fund	\$ 2,626	To close funds as of April 30, 2019

Transfers will not be repaid.

10. CONTINGENT LIABILITIES

Litigation

From time to time, the City may be a defendant in various lawsuits and outcome of any such lawsuits is not presently determinable.

Grants

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

11. POLLUTION REMEDIATION

The Illinois EPA has notified the City of illegal dumping requiring clean up no later than June 30, 2020. Because the City’s financial statements are prepared on the cash and modified cash basis no liability has been recorded related to the pollution remediation. The City estimates the remediation to cost approximately \$155,000 based on bids received to perform the work.

12. POLICE PENSION FUND

The following are notes specific to the police pension fund. Note that pension liabilities, deferred inflow, and deferred outflows are not presented on the modified cash basis of accounting.

CITY OF SANDWICH, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

12. POLICE PENSION FUND (Continued)

Cash and Investments

For the purpose of the Statement of Fiduciary Net Position, cash and cash equivalents are considered to be cash on hand and demand deposits. Investments are generally reported at fair value. Short-term investments are reported at cost, which approximates fair value. For investments, the Pension Fund categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

DEPOSITS, INVESTMENTS AND CONCENTRATIONS

The deposits and investments of the Pension Fund are held separately from those of other City funds. Statutes authorize the Pension Fund to make deposits/invest in interest bearing direct obligations of the United States of America; obligations that are fully guaranteed or insured as to the payment of principal and interest by the United States of America; bonds, notes, debentures, or similar obligations of agencies of the United States of America; savings accounts or certificates of deposit issued by banks or savings and loan associations chartered by the United States of America or by the State of Illinois, to the extent that the deposits are insured by the agencies or instrumentalities of the federal government; credit unions, to the extent that the deposits are insured by the agencies or instrumentalities of the federal government; State of Illinois bonds; pooled accounts managed by the Illinois Funds Market Fund (Formerly known as IPTIP, Illinois Public Treasurer's Investment Pool), or by banks, their subsidiaries or holding companies, in accordance with the laws of the State of Illinois; bonds or tax anticipation warrants of any county, township, or municipal corporation of the State of Illinois; direct obligations of the State of Israel; money market mutual funds managed by investment companies that are registered under the Federal Investment Company Act of 1940 and the Illinois Securities Law of 1953 and are diversified, open-ended management investment companies, provided the portfolio is limited to specified restrictions; general accounts of life insurance companies; and separate accounts of life insurance companies and mutual funds, the mutual funds must meet specific restrictions, provided the investment in separate accounts and mutual funds does not exceed ten percent of the Pension Fund's plan net position; and corporate bonds managed through an investment advisor, rated as investment grade by one of the two largest rating services at the time of purchase. Pension Funds with plan net position of \$2.5 million or more may invest up to forty-five percent of plan net position in separate accounts of life insurance companies and mutual funds. Pension Funds with plan net position of at least \$5 million that have appointed an investment advisor, may through that investment advisor invest up to forty-five percent of the plan net position in common and preferred stocks that meet specific restrictions. In addition, pension funds with plan net position of at least \$10 million that have appointed an investment advisor, may invest up to fifty percent of its net position in common and preferred stocks and mutual funds that meet specific restrictions effective July 1, 2011 and up to fifty-five percent effective July 1, 2012.

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

Deposits. At year-end the carrying amount of the Pension Fund's deposits totaled \$1,904,890 and the bank balances totaled \$1,910,445.

CITY OF SANDWICH, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

12. POLICE PENSION FUND (Continued)

Interest Rate Risk, Credit Risk, Custodial Credit Risk and Concentration Risk (continued)

Investments. At year-end the Pension Fund has the following investments and maturities:

Investment Type	Fair Value	Investment Maturities – in Years			
		Less than 1	1-5	6-10	More Than 10
U.S. Agencies	693,890	-	297,507	396,383	-
Corporate Bonds	425,586	-	353,528	72,058	-
Total	1,119,476	-	651,035	468,441	-

The Pension Fund assumes any callable securities will not be called.

The Pension Fund has the following recurring fair value measurements as of April 30, 2019:

Investments by Fair Value Level	Total	Fair Value Measurements Using		
		Quoted Prices In Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Debt Securities				
U.S. Agencies	693,890	-	693,890	-
Corporate Bonds	425,586	-	425,586	-
Equity Securities				
Mutual Funds	2,017,904	2,017,904	-	-
Total Investments by Fair Value Level	3,137,380	2,017,904	1,119,476	-

Debt Securities classified in Level 2 of the fair value hierarchy are valued using a matrix pricing technique. Matrix pricing is used to value securities based on the securities' relationship to benchmark quoted prices.

Interest Rate Risk. Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. In accordance with the Pension Fund's investment policy, the Pension Fund limits its exposure to interest rate risk by structuring the portfolio to provide liquidity while at the same time matching investment maturities to projected fund liabilities.

Credit Risk. Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The Pension Fund helps limit its exposure to credit risk by primarily investing in securities issued by the United States Government and/or its agencies that are implicitly guaranteed by the United States Government. The Pension Fund's investment policy establishes criteria for allowable investments; those criteria follow the requirements of the Illinois Pension Code. The investments in the securities of U.S. Agency Obligations and Corporate Bonds were not rated by Standard & Poor's or by Moody's Investors Services. Besides investing in securities issued by agencies of the United States Government, the Pension Fund has no other formal policy for reducing credit risk.

CITY OF SANDWICH, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

12. POLICE PENSION FUND (Continued)

Interest Rate Risk, Credit Risk, Custodial Credit Risk and Concentration Risk (continued)

Custodial Credit Risk – Deposits. In the case of deposits, this is the risk that in the event of a bank failure, the Pension Fund's deposits may not be returned to it. At April 30, 2019, the entire amount of the bank balance of the deposits was covered by federal depository or equivalent insurance. The Pension Fund has no other formal policy for collateralization requirements.

Custodial Credit Risk – Investments. For an investment, this is the risk that, in the event of the failure of the counterparty, the Pension Fund will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. Money market mutual funds and equity mutual funds are not subject to custodial credit risk. At April 30, 2019, the U.S. Government Agencies are held by the counterparty in the trust department. The Pension Fund limits its exposure to custodial credit risk by utilizing an independent third-party institution, selected by the Pension Fund, to act as custodian for its securities and collateral.

Concentration of Credit Risk. This is the risk of loss attributed to the magnitude of the Pension Fund's investment in a single issuer. The Pension Fund does not have a formal written policy with regards to concentration credit risk for investments. At year-end, the Fund does not have any investments (other than investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds, external investment pools, and other pooled investments) in any one organization that represent 5 percent or more of net position available for benefits.

Agency investments represent a large portion of the portfolio; however the investments are diversified by maturity date and as mentioned earlier are backed by the issuing organization. Although unlike Treasuries, agency securities do not have the "full faith and credit" backing of the U.S. Government, they are considered to have a moral obligation of implicit backing and are supported by Treasury lines of credit and increasingly stringent federal regulation. Additionally, at year-end the Pension Fund has \$2,017,904 invested in equity mutual funds.

The Fund's investment policy in accordance with Illinois Compiled Statutes (ILCS) establishes the following target allocation across asset classes:

Asset Class	Target	Long-Term Expected Real Rate of Return
Fixed Income	45 - 70%	2.00 – 4.50%
Domestic Equities	5 - 30%	7.00 – 7.60%
International Equities	5 - 10%	6.40 – 10.20%
Cash and Cash Equivalents	0 - 10%	0.00%

Illinois Compiled Statutes (ILCS) limit the Fund's investments in equities, mutual funds and variable annuities to 65%. Securities in any one company should not exceed 5% of the total fund. The blended asset class is comprised of all other asset classes to allow for rebalancing the portfolio.

The long-term expected rate of return on the Fund's investments was determined using an asset allocation study conducted by the Fund's investment management consultant in September 2019 in which best estimate ranges of expected future real rates of return were developed for each major asset class. These rates are shown at gross value as the investment fees are dependent on returns and are not available as of the opinion date. These ranges were combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding the expected inflation. Best estimates or arithmetic real rates of return for each major asset class included in the Fund's target asset allocation as of April 30, 2019 are listed in the table above.

CITY OF SANDWICH, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

12. POLICE PENSION FUND (Continued)

Interest Rate Risk, Credit Risk, Custodial Credit Risk and Concentration Risk (continued)

Concentration of Credit Risk – Continued. The Pension Board has diversified its equity mutual fund holdings as follows:

<u>Equity Mutual Funds</u>	<u>Fair Value</u>
Tributary Small Company Fund	\$ 172,920
T Rose Price Mid-Cap Value Fund	152,024
Tributary Growth Opportunities	139,111
JP Morgan Equity Index Fund Class R6	239,842
MFS Value Fund Class R6	283,472
T Rowe Price Blue Chip Growth	364,525
Vanguard Equity Income Fund	265,652
Lazard International Equity Inst	202,157
MFS Global Real Estate Fund	37,354
Manning & Napier Rainier	95,656
Oppenheimer Developing Markets	65,191
Total	<u>2,017,904</u>

Rate of Return

For the year ended April 30, 2019, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was 5.49%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

CONTINGENT LIABILITIES

Compliance Audit

The Pension Fund is subject to a program compliance audit by the Illinois Division of Insurance. The compliance audit by the Illinois Division of Insurance for the year ended April 30, 2019 has not yet been conducted. Accordingly, the Pension Fund's compliance with applicable requirements will be established at some future date. The amount of any adjustments to be made by the Illinois Division of Insurance cannot be determined at this time however, the Pension Fund expects such adjustments, if any, to be immaterial.

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLAN

Plan Administration

The Police Pension Plan is a single-employer defined benefit pension plan that covers all sworn police personnel. The defined benefits and employee and minimum employer contribution levels are governed by Illinois Compiled Statutes (40 ILCS 5/3-1) and may be amended only by the Illinois legislature. The City accounts for the Fund as a pension trust fund. The Fund is governed by a five-member Board of Trustees. Two members of the Board are appointed by the City's Mayor, one member is elected by pension beneficiaries and two members are elected by active police employees.

CITY OF SANDWICH, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

12. POLICE PENSION FUND (Continued)

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLAN (Continued)

Plan Membership

At April 30, 2019, the measurement date, membership consisted of the following:

Retirees and Beneficiaries currently receiving benefits	11
Inactive Plan Members entitled to but not yet receiving benefits	2
Active Plan Members	<u>16</u>
Total	29

Benefits Provided

The following is a summary of the Police Pension Plan as provided for in Illinois State Statutes.

The Police Pension Plan provides retirement benefits through two tiers of benefits as well as death and disability benefits. Covered employees hired before January 1, 2011 (Tier 1), attaining the age of 50 or older with 20 or more years of creditable service are entitled to receive an annual retirement benefit of $\frac{1}{2}$ of the salary attached to the rank held on the last day of service, or for one year prior to the last day, whichever is greater. The annual benefit shall be increased by 2.5 percent of such salary for each additional year of service over 20 years up to 30 years, to a maximum of 75 percent of such salary. Employees with at least eight years but less than 20 years of credited service may retire at or after age 60 and receive a reduced benefit. The monthly benefit of a police officer who retired with 20 or more years of service after January 1, 1977 shall be increased annually, following the first anniversary date of retirement and be paid upon reaching the age of at least 55 years, by 3 percent of the original pension and 3 percent compounded annually thereafter.

Covered employees hired on or after January 1, 2011 (Tier 2), attaining the age of 55 or older with 10 or more years of creditable service are entitled to receive an annual retirement benefit equal to the average monthly salary obtained by dividing the total salary of the police officer during the 96 consecutive months of service within the last 120 months of service in which the total salary was the highest by the number of months of service in that period. Police officer salary for the pension purposes is capped at \$106,800, plus the lesser of $\frac{1}{2}$ of the annual change in the Consumer Price Index or 3 percent compounded. The annual benefit shall be increased by 2.5 percent of such a salary for each additional year of service over 20 years up to 30 years to a maximum of 75 percent of such salary. Employees with at least 10 years may retire at or after age 50 and receive a reduced benefit (i.e., $\frac{1}{2}$ percent for each month under 55). The monthly benefit of a Tier 2 police officer shall be increased annually at age 60 on the January 1st after the police officer retires, or the first anniversary of the pension starting date, whichever is later. Noncompounding increases occur annually, each January thereafter. The increase is the lesser of 3% or $\frac{1}{2}$ of the change in the Consumer Price Index for the preceding calendar year.

Contributions

Covered employees are required to contribute 9.91% of their base salary to the Police Pension Plan. If an employee leaves covered employment with less than 20 years of service, accumulated employee contributions may be refunded without accumulated interest. The City is required to contribute the remaining amounts necessary to finance the plan and the administrative costs as actuarially determined by an enrolled actuary. However, effective January 1, 2011, ILCS requires the City to contribute a minimum amount annually calculated using the projected unit credit actuarial cost method that will result in the funding of 90% of the past service cost by the year 2040. For the year-ended April 30, 2019, the City's contribution was 26.23% of covered payroll.

CITY OF SANDWICH, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

12. POLICE PENSION FUND (Continued)

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLAN (Continued)

Net Pension Liability

The components of the net pension liability of the City as of April 30, 2019 were as follows:

Total Pension Liability	\$ 16,462,695
Plan Fiduciary Net Position	<u>5,060,212</u>
City's Net Pension Liability	<u>11,402,483</u>
Plan Fiduciary Net Position as a Percentage of the total Pension Liability	30.74%

Actuarial Assumptions

The total pension liability above was determined by an actuarial valuation performed as of April 30, 2019 using the following actuarial methods and assumptions:

Actuarial Cost Method	Entry Age Normal
Asset Valuation Method	Market Value
Actuarial Assumptions	
Interest Rate	5.75%
Salary Increases	4.00% - 8.78%
Cost of Living Adjustments	2.50%
Inflation	2.50%

Mortality rates are based on the RP-2014 Healthy Annuitant with Blue Collar Adjustment.

Discount Rate

A Single Discount Rate of 4.49% was used to measure the total pension liability. The projection of cash flow used to determine this Single Discount Rate assumed that the plan members' contributions will be made at the current contribution rate, and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. The Single Discount Rate reflects:

1. The long-term expected rate of return on pension plan investments (during the period in which the fiduciary net position is projected to be sufficient to pay benefits), and
2. The tax-exempt municipal bond rate based on an index of 20-year general obligation bonds with an average AA credit rating (which is published by the Federal Reserve) as of the measurement date (to the extent that the contributions for use with the long-term expected rate of return are not met).

For the purpose of the most recent valuation, the expected rate of return on plan investments is 5.75%, the municipal bond rate is 3.79%, and the resulting single discount rate is 4.49%.

CITY OF SANDWICH, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS (Continued)

12. POLICE PENSION FUND (Continued)

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLAN (Continued)

Discount Rate Sensitivity

The following is a sensitive analysis of the net pension liability to changes in the discount rate. The table below presents the pension liability of the City calculated using the discount rate of 4.49% as well as what the City's net pension liability would be if it were calculated using a discount rate that is one percentage point lower or one percentage point higher than the current rate:

	1% Decrease (3.49%)	Current Discount Rate (4.49%)	1% Increase (5.49%)
Net Pension Liability	\$ 14,689,936	\$ 11,402,483	\$ 8,857,308

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

For the year ended April 30, 2019, the City's pension expense was \$877,705. At April 30, 2019, the City had a deferred outflow of resources \$35,956 for the Net Difference Between Projected and Actual Earnings on Pension Plan Investments and no deferred inflows of resources related to pensions. Because the City's financial statements are prepared on the modified cash basis of accounting these amounts are not recognized on the financial statements.

Amounts reported as deferred outflows of resources related to pensions will be recognized in pension expense in four equal amounts of \$8,989 for the next four fiscal years. Because the City's financial statements are prepared on the modified cash basis of accounting these amounts are not recognized on the financial statements.

SUPPLEMENTARY INFORMATION

CITY OF SANDWICH, ILLINOIS

SCHEDULE OF REVENUES RECEIVED, EXPENDITURES DISBURSED,
AND CHANGES IN FUND BALANCE - MODIFIED CASH BASIS -
BUDGET AND ACTUAL
GENERAL FUND

For the Year Ended April 30, 2019

	Original and Final Budget	Actual	Variance Over (Under)
REVENUES COLLECTED			
Taxes	5,030,400	4,205,853	(824,547)
Charges for services	2,000	6,009	4,009
License and permits	58,500	57,023	(1,477)
Fines and forfeits	130,000	83,994	(46,006)
Intergovernmental and private grants	20,000	33,239	13,239
Investment income	-	27,745	27,745
Miscellaneous	57,000	126,699	69,699
Total revenues collected	5,297,900	4,540,562	(757,338)
EXPENDITURES DISBURSED			
Current			
General government			
Administrative	801,397	950,829	149,432
Current			
Highways and streets			
Streets	542,100	710,333	168,233
Engineering	92,450	92,128	(322)
Total highways and streets	634,550	802,461	167,911
Public Safety			
Police	2,309,142	2,337,739	28,597
ESDA	7,760	8,363	603
Total public safety	2,316,902	2,346,102	29,200
Capital outlay	-	515,775	515,775
Debt Service			
Principal	-	-	-
Interest	-	-	-
Total debt service	-	-	-
Total expenditures disbursed	3,752,849	4,615,167	862,318
Excess of revenue over expenditures	1,545,051	(74,605)	(1,619,656)
OTHER FINANCING SOURCES (USES)			
Proceeds from sale of capital assets	-	18,200	-
Operating transfers in	-	2,626	2,626
Operating transfers out	(281,960)	(191,066)	90,894
Total other financing sources (uses)	(281,960)	(170,240)	93,520
NET CHANGE IN FUND BALANCE	\$ 1,263,091	(244,845)	\$ (1,526,136)
FUND BALANCE, MAY 1		2,337,783	
FUND BALANCE, APRIL 30		\$ 2,092,938	

(See independent auditor's report)

CITY OF SANDWICH, ILLINOIS

SCHEDULE OF REVENUES RECEIVED, EXPENDITURES DISBURSED,
AND CHANGES IN FUND BALANCE - MODIFIED CASH BASIS -
BUDGET AND ACTUAL
MOTOR FUEL TAX

For the Year Ended April 30, 2019

	Original and Final Budget	Actual	Variance Over (Under)
REVENUES COLLECTED			
Motor Fuel Tax	\$ 190,000	\$ 195,878	\$ 5,878
Interest income	-	4,100	4,100
Total revenues collected	190,000	199,978	9,978
EXPENDITURES DISBURSED			
Current			
Highway and streets	\$ -	\$ -	-
Total expenditures disbursed	-	-	-
Excess of revenue over expenditures	190,000	199,978	9,978
OTHER FINANCING SOURCES (USES)			
Operating transfers in	-	3,503	3,503
Total other financing sources (uses)	-	3,503	3,503
NET CHANGE IN FUND BALANCE	\$ 190,000	203,481	\$ 13,481
FUND BALANCE, MAY 1		898,412	
FUND BALANCE, APRIL 30		\$ 1,101,893	

(See independent auditor's report)

CITY OF SANDWICH, ILLINOIS
NOTES TO SUPPLEMENTARY INFORMATION

April 30, 2019

1. LEGAL COMPLIANCE AND ACCOUNTABILITY

Budgets are adopted on a cash basis of accounting which is not consistent with generally accepted accounting principles (GAAP). Annual appropriated budgets are adopted (at the fund level) for all of the funds on the cash basis with a line item budget by fund. The annual appropriated budget is legally enacted and provides for a legal level of control at the fund level.

The City adopted its annual budget and appropriation ordinance for the year ended April 30, 2019 at its June 26, 2018 meeting.

The line item budget is used by management for control purposes in the day-to-day operations. The Board of Trustee may make transfers between line items while retaining the total appropriation for the fund. The Board of Trustees also may increase the appropriation amount by following the same procedures as required for the original appropriation. The amounts shown on the financial statements reflect the original and final budget as adopted by the Board of Trustees.

The City's General Fund expended \$4,615,167 while only \$3,752,849 was budgeted for the year ending April 30, 2019.

OTHER INFORMATION

CITY OF SANDWICH, ILLINOIS

COMBINING SCHEDULE OF ASSETS, LIABILITIES, AND FUND BALANCES
ARISING FROM CASH TRANSACTIONS
NONMAJOR GOVERNMENTAL FUNDS

April 30, 2019

Special Revenue Funds

	Audit	IMRF and Social Security	Police Pension	Tort Immunity	Forestry	Crossing Guard	Drug Abuse
ASSETS							
Cash and investments	\$ -	\$ -	\$ 55	\$ -	\$ -	\$ 1,362	\$ 34,605
TOTAL ASSETS	\$ -	\$ -	\$ 55	\$ -	\$ -	\$ 1,362	\$ 34,605
LIABILITIES							
None	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
TOTAL LIABILITIES	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
FUND BALANCE							
FUND BALANCE							
Restricted for:							
Public safety			55			1,362	34,605
Vehicle purchases							
Tourism							
Capital outlay							
Highways and streets							
TOTAL FUND BALANCE			55			1,362	34,605
TOTAL LIABILITIES AND FUND BALANCE	\$ -	\$ -	\$ 55	\$ -	\$ -	\$ 1,362	\$ 34,605

(See independent auditor's report)

CITY OF SANDWICH, ILLINOIS

COMBINING SCHEDULE OF ASSETS, LIABILITIES, AND FUND BALANCES
ARISING FROM CASH TRANSACTIONS
NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)

April 30, 2019

	Special Revenue Funds				Capital Projects Funds		Total Nonmajor Governmental Funds
	911 Dispatch	Vehicle Fleet	Tourism	Impact Fee	Fairwinds Blvd Reimbursement		
ASSETS							
Cash and investments	\$ 92,810	\$ 5,409	\$ 22,348	\$ 233,089	\$ 62,518	\$ 452,196	
TOTAL ASSETS	\$ 92,810	\$ 5,409	\$ 22,348	\$ 233,089	\$ 62,518	\$ 452,196	
LIABILITIES							
None	-	-	-	-	-	-	
TOTAL LIABILITIES	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
FUND BALANCE							
FUND BALANCE							
Restricted for:							
Public safety	92,810	-	-	-	-	128,832	
Vehicle purchases	-	5,409	-	-	-	5,409	
Tourism	-	-	22,348	-	-	22,348	
Capital outlay	-	-	-	233,089	62,518	295,607	
Highways and streets	-	-	-	-	-	-	
TOTAL FUND BALANCE	\$ 92,810	\$ 5,409	\$ 22,348	\$ 233,089	\$ 62,518	\$ 452,196	
TOTAL LIABILITIES AND FUND BALANCE	\$ 92,810	\$ 5,409	\$ 22,348	\$ 233,089	\$ 62,518	\$ 452,196	

(See independent auditor's report)

CITY OF SANDWICH, ILLINOIS

SCHEDULE OF REVENUES RECEIVED, EXPENDITURES DISBURSED,
AND CHANGES IN FUND BALANCE - MODIFIED CASH BASIS -
BUDGET AND ACTUAL
AUDIT FUND

For the Year Ended April 30, 2019

	Original and Final Budget	Actual	Variance Over (Under)
REVENUES COLLECTED			
Property taxes	\$ -	\$ 19,490	\$ 19,490
Total revenues collected	-	19,490	19,490
EXPENDITURES DISBURSED			
Current			
General government	-	20,278	20,278
Total expenditures disbursed	-	20,278	20,278
Excess of revenue over expenditures	-	(788)	(788)
OTHER FINANCING SOURCES (USES)			
Operating transfers in	-	788	788
Total other financing sources (uses)	-	788	788
NET CHANGE IN FUND BALANCE	\$ -	-	\$ -
FUND BALANCE, MAY 1		-	
FUND BALANCE, APRIL 30		<u>\$ -</u>	

(See independent auditor's report)

CITY OF SANDWICH, ILLINOIS

SCHEDULE OF REVENUES RECEIVED, EXPENDITURES DISBURSED,
AND CHANGES IN FUND BALANCE - MODIFIED CASH BASIS -
BUDGET AND ACTUAL
IMRF AND SOCIAL SECURITY

For the Year Ended April 30, 2019

	Original and Final Budget	Actual	Variance Over (Under)
REVENUES COLLECTED			
Property taxes	\$ -	\$ 216,255	\$ 216,255
Total revenues collected	-	216,255	216,255
EXPENDITURES DISBURSED			
Current			
General government	36,319	32,772	(3,547)
Public safety	196,676	177,470	(19,206)
Highway and streets	80,705	72,823	(7,882)
Total expenditures disbursed	313,700	283,065	(30,635)
Excess of revenue over expenditures	(313,700)	(66,810)	246,890
OTHER FINANCING SOURCES (USES)			
Operating transfers in	-	66,810	66,810
Total other financing sources (uses)	-	66,810	66,810
NET CHANGE IN FUND BALANCE	\$ (313,700)	-	\$ 313,700
FUND BALANCE, MAY 1		-	
FUND BALANCE, APRIL 30		\$ -	

(See independent auditor's report)

CITY OF SANDWICH, ILLINOIS

SCHEDULE OF REVENUES RECEIVED, EXPENDITURES DISBURSED,
AND CHANGES IN FUND BALANCE - MODIFIED CASH BASIS -
BUDGET AND ACTUAL
POLICE PENSION

For the Year Ended April 30, 2019

	Original and Final Budget	Actual	Variance Over (Under)
REVENUES COLLECTED			
Property taxes	\$ 14,000	\$ 273,022	\$ 259,022
Interest income	-	15	15
Total revenues collected	<u>14,000</u>	<u>273,037</u>	<u>259,037</u>
EXPENDITURES DISBURSED			
Current			
Public Safety	300,000	293,088	(6,912)
Total expenditures disbursed	<u>300,000</u>	<u>293,088</u>	<u>(6,912)</u>
NET CHANGE IN FUND BALANCE	<u>\$ (286,000)</u>	<u>(20,051)</u>	<u>\$ 265,949</u>
FUND BALANCE, MAY 1		<u>20,106</u>	
FUND BALANCE, APRIL 30		<u>\$ 55</u>	

(See independent auditor's report)

CITY OF SANDWICH, ILLINOIS

SCHEDULE OF REVENUES RECEIVED, EXPENDITURES DISBURSED,
AND CHANGES IN FUND BALANCE - MODIFIED CASH BASIS -
BUDGET AND ACTUAL
TORT IMMUNITY

For the Year Ended April 30, 2019

	Original and Final Budget	Actual	Variance Over (Under)
REVENUES COLLECTED			
Property taxes	\$ -	\$ 161,444	\$ 161,444
Total revenues collected	-	161,444	161,444
EXPENDITURES DISBURSED			
Current			
General government	31,337	29,343	(1,994)
Public safety	169,699	158,900	(10,799)
Highway and streets	69,635	65,204	(4,431)
Total expenditures disbursed	270,671	253,447	(17,224)
Excess of revenue over expenditures	(270,671)	(92,003)	178,668
OTHER FINANCING SOURCES (USES)			
Operating transfers in	-	92,003	92,003
Total other financing sources (uses)	-	92,003	92,003
NET CHANGE IN FUND BALANCE	\$ (270,671)	-	\$ 270,671
FUND BALANCE, MAY 1		-	
FUND BALANCE, APRIL 30		\$ -	

(See independent auditor's report)

CITY OF SANDWICH, ILLINOIS
 SCHEDULE OF REVENUES RECEIVED, EXPENDITURES DISBURSED,
 AND CHANGES IN FUND BALANCE - MODIFIED CASH BASIS -
 BUDGET AND ACTUAL
 FORESTRY FUND

For the Year Ended April 30, 2019

	Original and Final Budget	Actual	Variance Over (Under)
REVENUES COLLECTED			
Property taxes	\$ -	\$ 49,208	\$ 49,208
Total revenues collected	<u>-</u>	<u>49,208</u>	<u>49,208</u>
EXPENDITURES DISBURSED			
Current			
Highway and streets	\$ 72,750	\$ 46,892	(25,858)
Total expenditures disbursed	<u>72,750</u>	<u>46,892</u>	<u>(25,858)</u>
Excess of revenue over expenditures	<u>(72,750)</u>	<u>2,316</u>	<u>75,066</u>
OTHER FINANCING SOURCES (USES)			
Operating transfers out	<u>-</u>	<u>(2,626)</u>	<u>(2,626)</u>
Total other financing sources (uses)	<u>-</u>	<u>(2,626)</u>	<u>(2,626)</u>
NET CHANGE IN FUND BALANCE	<u>\$ (72,750)</u>	<u>(310)</u>	<u>\$ 72,440</u>
FUND BALANCE, MAY 1		<u>310</u>	
FUND BALANCE, APRIL 30		<u>\$ -</u>	

(See independent auditor's report)

CITY OF SANDWICH, ILLINOIS

SCHEDULE OF REVENUES RECEIVED, EXPENDITURES DISBURSED,
AND CHANGES IN FUND BALANCE - MODIFIED CASH BASIS -
BUDGET AND ACTUAL
CROSSING GUARD

For the Year Ended April 30, 2019

	Original and Final Budget	Actual	Variance Over (Under)
REVENUES COLLECTED			
Property taxes	\$ 14,000	\$ 14,613	\$ 613
Total revenues collected	14,000	14,613	613
EXPENDITURES DISBURSED			
Current			
Public Safety	18,370	24,968	
Total expenditures disbursed	18,370	24,968	-
Excess of revenue over expenditures	(4,370)	(10,355)	613
OTHER FINANCING SOURCES (USES)			
Operating transfers in	-	11,717	11,717
Total other financing sources (uses)	-	11,717	11,717
NET CHANGE IN FUND BALANCE	\$ (4,370)	1,362	\$ 12,330
FUND BALANCE, MAY 1			
FUND BALANCE, APRIL 30		\$ 1,362	

(See independent auditor's report)

CITY OF SANDWICH, ILLINOIS

SCHEDULE OF REVENUES RECEIVED, EXPENDITURES DISBURSED,
AND CHANGES IN FUND BALANCE - MODIFIED CASH BASIS -
BUDGET AND ACTUAL
DRUG ABUSE

For the Year Ended April 30, 2019

	Original and Final Budget	Actual	Variance Over (Under)
REVENUES COLLECTED			
Police fines	\$ -	\$ 29,267	\$ 29,267
Investment income	-	111	111
Total revenues collected	<u>-</u>	<u>29,378</u>	<u>29,378</u>
EXPENDITURES DISBURSED			
Capital outlay	-	33,370	33,370
Total expenditures disbursed	<u>-</u>	<u>33,370</u>	<u>33,370</u>
NET CHANGE IN FUND BALANCE	<u>\$ -</u>	<u>(3,992)</u>	<u>\$ (3,992)</u>
FUND BALANCE, MAY 1		<u>38,597</u>	
FUND BALANCE, APRIL 30		<u>\$ 34,605</u>	

(See independent auditor's report)

CITY OF SANDWICH, ILLINOIS

SCHEDULE OF REVENUES RECEIVED, EXPENDITURES DISBURSED,
AND CHANGES IN FUND BALANCE - MODIFIED CASH BASIS -
BUDGET AND ACTUAL
911 DISPATCH

For the Year Ended April 30, 2019

	Original and Final Budget	Actual	Variance Over (Under)
REVENUES COLLECTED			
Miscellaneous fees	\$ 14,000	\$ 7,000	\$ (7,000)
Total revenues collected	14,000	7,000	(7,000)
EXPENDITURES DISBURSED			
Current			
Public Safety	-	59	59
Capital outlay	-	14,740	14,740
Total expenditures disbursed	-	14,799	14,799
NET CHANGE IN FUND BALANCE	\$ 14,000	(7,799)	\$ (21,799)
FUND BALANCE, MAY 1		<u>100,609</u>	
FUND BALANCE, APRIL 30		<u>\$ 92,810</u>	

(See independent auditor's report)

CITY OF SANDWICH, ILLINOIS

SCHEDULE OF REVENUES RECEIVED, EXPENDITURES DISBURSED,
AND CHANGES IN FUND BALANCE - MODIFIED CASH BASIS -
BUDGET AND ACTUAL
VEHICLE FLEET

For the Year Ended April 30, 2019

	Original and Final Budget	Actual	Variance Over (Under)
REVENUES COLLECTED			
Court fines	\$ -	\$ 1,380	\$ 1,380
Interest income	-	4	4
Total revenues collected	-	1,384	1,384
EXPENDITURES DISBURSED			
Debt Service - Principal	-	23,495	23,495
Debt Service - Interest	-	888	888
Capital outlay	40,000	59,102	19,102
Total expenditures disbursed	40,000	83,485	43,485
Excess of revenue over expenditures	(40,000)	(82,101)	(42,101)
OTHER FINANCING SOURCES (USES)			
Proceeds from sale of capital assets	-	340	340
Proceeds from capital lease	-	59,113	59,113
Operating transfers in	-	16,245	16,245
Total other financing sources (uses)	-	75,698	75,698
NET CHANGE IN FUND BALANCE	<u>\$ (40,000)</u>	<u>(6,403)</u>	<u>\$ (42,101)</u>
FUND BALANCE, MAY 1		<u>11,812</u>	
FUND BALANCE, APRIL 30		<u>\$ 5,409</u>	

(See independent auditor's report)

CITY OF SANDWICH, ILLINOIS

SCHEDULE OF REVENUES RECEIVED, EXPENDITURES DISBURSED,
AND CHANGES IN FUND BALANCE - MODIFIED CASH BASIS -
BUDGET AND ACTUAL
TOURISM

For the Year Ended April 30, 2019

	Original and Final Budget	Actual	Variance Over (Under)
REVENUES COLLECTED			
Hotel Occupation Tax	\$ 24,000	\$ 24,530	\$ 530
Total revenues collected	<u>24,000</u>	<u>24,530</u>	<u>530</u>
EXPENDITURES DISBURSED			
Current			
General Government	-	28,270	28,270
Total expenditures disbursed	<u>-</u>	<u>28,270</u>	<u>28,270</u>
NET CHANGE IN FUND BALANCE	<u>\$ 24,000</u>	<u>(3,740)</u>	<u>\$ (27,740)</u>
FUND BALANCE, MAY 1		<u>26,088</u>	
FUND BALANCE, APRIL 30		<u>\$ 22,348</u>	

(See independent auditor's report)

CITY OF SANDWICH, ILLINOIS

SCHEDULE OF REVENUES RECEIVED, EXPENDITURES DISBURSED,
AND CHANGES IN FUND BALANCE - MODIFIED CASH BASIS -
BUDGET AND ACTUAL
IMPACT FEE

For the Year Ended April 30, 2019

	Original and Final Budget	Actual	Variance Over (Under)
REVENUES COLLECTED			
Impact Fees	\$ -	\$ 14,084	\$ 14,084
Total revenues collected	-	14,084	14,084
EXPENDITURES DISBURSED			
Current			
General Government	-	17,724	17,724
Public Safety	-	46,368	46,368
Total expenditures disbursed	-	64,092	64,092
NET CHANGE IN FUND BALANCE	<u>\$ -</u>	<u>(50,008)</u>	<u>\$ (50,008)</u>
FUND BALANCE, MAY 1		<u>283,097</u>	
FUND BALANCE, APRIL 30		<u>\$ 233,089</u>	

(See independent auditor's report)

CITY OF SANDWICH, ILLINOIS

SCHEDULE OF REVENUES RECEIVED, EXPENDITURES DISBURSED,
AND CHANGES IN FUND BALANCE - MODIFIED CASH BASIS -
BUDGET AND ACTUAL
FAIRWIND BLVD REIMBURSEMENT

For the Year Ended April 30, 2019

	Original and Final Budget	Actual	Variance Over (Under)
REVENUES COLLECTED			
Investment income	\$ -	\$ 25	\$ 25
Total revenues collected	<u>-</u>	<u>25</u>	<u>25</u>
EXPENDITURES DISBURSED			
Current			
General Government	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures disbursed	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	<u>\$ -</u>	<u>25</u>	<u>\$ 25</u>
FUND BALANCE, MAY 1		<u>62,493</u>	
FUND BALANCE, APRIL 30		<u>\$ 62,518</u>	

(See independent auditor's report)

CITY OF SANDWICH, ILLINOIS
SCHEDULE OF ASSETS, LIABILITIES, AND NET POSITION
MODIFIED CASH BASIS
ENTERPRISE SUBFUNDS

April 30, 2019

	Sewer	Water	Sewer Reserve	Water Reserve	Total
CURRENT ASSETS					
Cash and cash equivalents	\$ -	\$ -	\$ 1,837,834	\$ 883,649	\$ 2,521,483
Certificates of deposit	-	-	2,067,910	1,252,531	\$ 3,320,441
Due from other subfunds	-	-	118,806	18,514	137,320
Total current assets	-	-	4,024,550	1,954,694	5,979,244
LONG-TERM ASSETS					
Capital assets not being depreciated	79,425	11,893	-	-	81,318
Capital assets being depreciated	17,684,070	5,322,472	-	-	23,006,542
Accumulated depreciation	(8,696,276)	(3,020,026)	-	-	(11,716,302)
Total long-term assets	9,067,219	2,304,339	-	-	11,371,558
TOTAL ASSETS	\$ 9,067,219	\$ 2,304,339	\$ 4,024,550	\$ 1,954,694	\$ 17,350,802
CURRENT LIABILITIES					
Due to other subfunds	118,806	18,514	-	-	137,320
Current portion of bonds payable	560,000	-	-	-	560,000
Total current liabilities	678,806	18,514	-	-	697,320
LONG-TERM LIABILITIES					
Long-term portion of bonds payable	1,749,086	-	-	-	1,749,086
Total long-term liabilities	1,749,086	-	-	-	1,749,086
Total liabilities	2,427,892	18,514	-	-	2,446,406
NET POSITION					
Net investment in capital assets	8,758,133	2,304,339	-	-	9,062,472
Restricted for system improvements	-	-	4,024,550	1,954,694	5,979,244
Unrestricted	(118,806)	(18,514)	-	-	(137,320)
Total net position	8,639,327	2,285,825	4,024,550	1,954,694	14,904,396
TOTAL LIABILITIES AND NET POSITION	\$ 9,067,219	\$ 2,304,339	\$ 4,024,550	\$ 1,954,694	\$ 17,350,802

(See independent auditor's report)

CITY OF SANDWICH, ILLINOIS
 SCHEDULE OF REVENUES, EXPENSES, AND CHANGES
 IN NET POSITION - BUDGETARY BASIS -
 BUDGET AND ACTUAL
 SEWER SUBFUND

For the Year Ended April 30, 2019

	Original and Final Budget	Actual	Variance Over (Under)
OPERATING REVENUES COLLECTED			
Charges for Services	\$ 1,115,000	\$ 1,161,497	\$ 46,497
Total operating revenues collected	<u>1,115,000</u>	<u>1,161,497</u>	<u>46,497</u>
OPERATING EXPENSES PAID EXCLUDING DEPRECIATION AND AMORTIZATION			
Personal Services	256,510	252,181	(4,329)
Contractual Services	333,300	119,124	(214,176)
Commodities	135,060	132,488	(2,572)
Capital Outlay	-	22,654	22,654
Miscellaneous Expense	19,100	25,205	6,105
Total operating expenses paid	<u>743,970</u>	<u>551,652</u>	<u>(192,318)</u>
OPERATING INCOME (LOSS) EXCLUDING DEPRECIATION	<u>371,030</u>	<u>609,845</u>	<u>238,815</u>
NONOPERATING REVENUES (EXPENSES)			
Interest Income	-	-	-
Miscellaneous Income	-	1,095	1,095
Interest Expense	(80,763)	(71,139)	9,624
Total nonoperating revenues (expenses)	<u>(80,763)</u>	<u>(70,044)</u>	<u>10,719</u>
NET INCOME BUDGETARY BASIS	<u>290,267</u>	<u>539,801</u>	<u>249,534</u>
ADJUSTMENTS TO MODIFIED CASH BASIS			
Depreciation expense	-	598,711	598,711
NET INCOME (LOSS)	<u>\$ 290,267</u>	<u>(58,910)</u>	<u>\$ 848,245</u>
NET POSITION, MAY 1		<u>6,698,237</u>	
NET POSITION, APRIL 30		<u>\$ 6,639,327</u>	

(See independent auditor's report)

CITY OF SANDWICH, ILLINOIS
 SCHEDULE OF REVENUES, EXPENSES, AND CHANGES
 IN NET POSITION - BUDGETARY BASIS -
 BUDGET AND ACTUAL
 WATER SUBFUND

For the Year Ended April 30, 2019

	Original and Final Budget	Actual	Variance Over (Under)
OPERATING REVENUES COLLECTED			
Charges for Services	\$ 608,000	\$ 641,706	\$ 33,706
Total operating revenues collected	608,000	641,706	33,706
OPERATING EXPENSES PAID EXCLUDING DEPRECIATION AND AMORTIZATION			
Personal Services	219,700	196,628	(23,072)
Contractual Services	120,600	27,180	(93,420)
Commodities	156,550	146,913	(9,637)
Capital Outlay	191,600	9,541	(182,059)
Miscellaneous Expense	200	4,404	4,204
Total operating expenses paid	688,650	384,666	(303,984)
OPERATING INCOME (LOSS) EXCLUDING DEPRECIATION	(80,650)	257,040	337,690
NONOPERATING REVENUES (EXPENSES)			
Interest Income	-	-	-
Miscellaneous Income	-	1,602	1,602
Interest Expense	-	-	-
Total nonoperating revenues (expenses)	-	1,602	1,602
NET INCOME BUDGETARY BASIS	(80,650)	258,642	339,292
ADJUSTMENTS TO MODIFIED CASH BASIS			
Depreciation expense	-	177,686	177,686
NET INCOME (LOSS)	\$ (80,650)	80,956	\$ 516,978
NET POSITION, MAY 1		2,204,869	
NET POSITION, APRIL 30		\$ 2,285,825	

(See independent auditor's report)

CITY OF SANDWICH, ILLINOIS
 SCHEDULE OF REVENUES, EXPENSES, AND CHANGES
 IN NET POSITION - BUDGETARY BASIS -
 BUDGET AND ACTUAL
 SEWER RESERVE SUBFUND

For the Year Ended April 30, 2019

	Original and Final Budget	Actual	Variance Over (Under)
OPERATING REVENUES COLLECTED			
Charges for Services	\$ -	\$ 21,844	\$ 21,844
Total operating revenues collected	-	21,844	21,844
OPERATING EXPENSES PAID EXCLUDING DEPRECIATION AND AMORTIZATION			
Personal Services	-	-	-
Contractual Services	-	-	-
Commodities	-	-	-
Capital Outlay	-	13,719	13,719
Miscellaneous Expense	-	-	-
Total operating expenses paid	-	13,719	13,719
OPERATING INCOME (LOSS) EXCLUDING DEPRECIATION	-	8,125	8,125
NONOPERATING REVENUES (EXPENSES)			
Interest Income	-	63,408	63,408
Miscellaneous Income	-	-	-
Interest Expense	-	-	-
Total nonoperating revenues (expenses)	-	63,408	63,408
NET INCOME BUDGETARY BASIS	-	71,533	71,533
ADJUSTMENTS TO MODIFIED CASH BASIS			
Depreciation expense	-	-	-
NET INCOME (LOSS)	<u>\$ -</u>	<u>71,533</u>	<u>\$ 71,533</u>
NET POSITION, MAY 1		<u>3,953,017</u>	
NET POSITION, APRIL 30		<u>\$ 4,024,550</u>	

(See independent auditor's report)

CITY OF SANDWICH, ILLINOIS
 SCHEDULE OF REVENUES, EXPENSES, AND CHANGES
 IN NET POSITION - BUDGETARY BASIS -
 BUDGET AND ACTUAL
 WATER RESERVE SUBFUND

For the Year Ended April 30, 2019

	Original and Final Budget	Actual	Variance Over (Under)
OPERATING REVENUES COLLECTED			
Charges for Services	\$ -	\$ 11,521	\$ 11,521
Total operating revenues collected	-	11,521	11,521
OPERATING EXPENSES PAID EXCLUDING DEPRECIATION AND AMORTIZATION			
Personal Services	-	-	-
Contractual Services	-	55,634	55,634
Commodities	-	-	-
Capital Outlay	-	-	-
Miscellaneous Expense	-	-	-
Total operating expenses paid	-	55,634	55,634
OPERATING INCOME (LOSS) EXCLUDING DEPRECIATION	-	(44,113)	(44,113)
NONOPERATING REVENUES (EXPENSES)			
Interest Income	-	52,531	52,531
Miscellaneous Income	-	-	-
Interest Expense	-	-	-
Total nonoperating revenues (expenses)	-	52,531	52,531
NET INCOME BUDGETARY BASIS	-	8,418	8,418
ADJUSTMENTS TO MODIFIED CASH BASIS			
Depreciation expense	-	-	-
NET INCOME (LOSS)	\$ -	8,418	\$ 8,418
NET POSITION, MAY 1		1,946,276	
NET POSITION, APRIL 30		\$ 1,954,694	

(See independent auditor's report)

CITY OF SANDWICH, ILLINOIS
 SCHEDULE OF REVENUES, EXPENSES, AND CHANGES
 IN NET POSITION - BUDGETARY BASIS -
 BUDGET AND ACTUAL
 WATER AND SEWER FUND (TOTAL OF ALL SUBFUNDS)

For the Year Ended April 30, 2019

	Original and Final Budget	Actual	Variance Over (Under)
OPERATING REVENUES COLLECTED			
Charges for Services	\$ 1,723,000	\$ 1,836,568	\$ 113,568
Total operating revenues collected	<u>1,723,000</u>	<u>1,836,568</u>	<u>113,568</u>
OPERATING EXPENSES PAID EXCLUDING DEPRECIATION AND AMORTIZATION			
Personal Services	476,210	448,809	(27,401)
Contractual Services	453,900	201,938	(251,962)
Commodities	291,610	279,401	(12,209)
Capital Outlay	191,600	45,914	(145,686)
Miscellaneous Expense	19,300	29,609	10,309
Total operating expenses paid	<u>1,432,620</u>	<u>1,005,671</u>	<u>(426,949)</u>
OPERATING INCOME (LOSS) EXCLUDING DEPRECIATION	<u>290,380</u>	<u>830,897</u>	<u>540,517</u>
NONOPERATING REVENUES (EXPENSES)			
Interest Income	-	115,939	115,939
Miscellaneous Income	-	2,697	2,697
Interest Expense	(80,763)	(71,139)	9,624
Total nonoperating revenues (expenses)	<u>(80,763)</u>	<u>47,497</u>	<u>128,260</u>
NET INCOME BUDGETARY BASIS	<u>209,617</u>	<u>878,394</u>	<u>668,777</u>
ADJUSTMENTS TO MODIFIED CASH BASIS			
Depreciation expense	-	776,397	776,397
NET INCOME (LOSS)	<u>\$ 209,617</u>	<u>101,997</u>	<u>\$ 1,445,174</u>
NET POSITION, MAY 1		<u>14,802,399</u>	
NET POSITION, APRIL 30		<u>\$ 14,904,396</u>	

(See independent auditor's report)

CITY OF SANDWICH, ILLINOIS
SCHEDULE OF CASH FLOWS BY SUBFUND
ENTERPRISE FUNDS

For the Year Ended April 30, 2019

	Sewer	Water	Sewer Reserve	Water Reserve	Total
CASH FLOWS FROM OPERATING ACTIVITIES					
Receipts from customers and users	\$ 1,161,497	\$ 641,706	\$ 21,844	\$ 11,521	\$ 1,836,568
Payments to suppliers	(299,471)	(188,038)	(13,719)	(55,634)	(556,862)
Payments to employees	(252,181)	(196,628)	-	-	(448,809)
Net cash from operating activities	609,845	257,040	8,125	(44,113)	830,897
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES					
Intrafund loans	118,806	18,514	(118,806)	(18,514)	-
Miscellaneous income	1,095	1,602	-	-	2,697
Net cash from noncapital financing activities	119,901	20,116	(118,806)	(18,514)	2,697
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES					
Purchase of capital assets	(85,038)	(80,923)	-	-	(165,961)
Principal paid on capital debt	(554,624)	-	-	-	(554,624)
Interest paid on capital debt	(71,139)	-	-	-	(71,139)
Net cash from capital and related financing activities	(710,801)	(80,923)	-	-	(791,724)
CASH FLOWS FROM INVESTING ACTIVITIES					
Interest received	-	-	63,408	52,531	115,939
Net cash from investing activities	-	-	63,408	52,531	115,939
NET INCREASE IN CASH AND CASH EQUIVALENTS	18,945	196,233	(47,273)	(10,096)	157,809
CASH AND CDs, MAY 1	(18,945)	(196,233)	3,953,017	1,946,276	5,684,115
CASH AND CDs, APRIL 30	\$ -	\$ -	\$ 3,905,744	\$ 1,936,180	\$ 5,841,924
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH FLOWS FROM OPERATING ACTIVITIES					
Operating income (loss) excluding depreciation	\$ 609,845	\$ 257,040	\$ 8,125	\$ (44,113)	\$ 830,897
Adjustments to reconcile operating income (loss) to net cash from operating activities					
None	-	-	-	-	-
NET CASH FROM OPERATING ACTIVITIES	\$ 609,845	\$ 257,040	\$ 8,125	\$ (44,113)	\$ 830,897

(See independent auditor's report)

CITY OF SANDWICH, ILLINOIS
 SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES
 AGENCY FUNDS

For the Year Ended April 30, 2019

ALL FUNDS	Totals			
	Balance May 1	Receipts	Disbursements	Balance April 30
Assets				
Cash and cash equivalents	\$ 23,000	\$ 11,000	\$ 14,000	\$ 20,000
Liabilities				
Due to other entities	\$ 23,000	\$ 11,000	\$ 14,000	\$ 20,000
Annexation Deposit				
Assets				
Cash and cash equivalents	\$ 11,000	\$ -	\$ -	\$ 11,000
Liabilities				
Due to other entities	\$ 21,000	\$ 21,000	\$ 21,000	\$ 21,000
Excavation Permit Application				
Assets				
Cash and cash equivalents	\$ 12,000	\$ 11,000	\$ 14,000	\$ 9,000
Liabilities				
Due to other entities	\$ 12,000	\$ 11,000	\$ 14,000	\$ 9,000

(See independent auditor's report)

CITY OF SANDWICH, ILLINOIS
 SCHEDULE OF ASSESSED VALUATION, TAX RATES,
 TAX EXTENSIONS, AND TAX COLLECTIONS
 (UNAUDITED)
 LAST TEN LEVY YEARS

Tax Levy Year	2018	2017	2016	2015
ASSESSED VALUATION	<u>\$ 154,809,301</u>	<u>\$ 145,486,257</u>	<u>\$ 135,670,634</u>	<u>\$ 128,478,442</u>
PROPERTY TAX RATES				
General Fund:				
General Corporate	\$ 0.2592	\$ 0.3246	\$ 0.3526	\$ 0.3497
Police Protection	0.1234	0.1295	0.1410	0.1399
Street and Bridge	-	0.0003	0.0118	0.0128
ESDA	0.0032	0.0034	0.0037	0.0037
Total General Fund	<u>0.3858</u>	<u>0.4578</u>	<u>0.5091</u>	<u>0.5061</u>
Special Revenue Funds:				
IMRF and Social Security	0.1324	0.1505	0.1633	0.1620
Police Pension	0.2503	0.1902	0.2067	0.2051
Tort Immunity*	0.1001	0.1124	0.0297	0.1215
Audit Fund	0.0116	0.0136	0.0149	0.0147
Street Lighting	0.0323	0.0478	0.0500	0.0473
School Crossing Guard	0.0097	0.0102	0.0111	0.0111
Public Benefit	-	-	-	-
Forestry	0.0310	0.0342	0.0371	0.0368
Total Special Revenue Funds	<u>0.5674</u>	<u>0.5589</u>	<u>0.5128</u>	<u>0.5985</u>
Total Property Tax Rate	<u>\$ 0.9532</u>	<u>\$ 1.0167</u>	<u>\$ 1.0219</u>	<u>\$ 1.1046</u>
TAX EXTENSIONS				
General Fund	\$ 597,254	\$ 666,036	\$ 690,699	\$ 650,229
Special Revenue Funds				
IMRF and Social Security	204,968	218,957	221,550	208,135
Police Pension	387,488	276,715	280,431	263,509
Tort Immunity*	154,964	163,527	40,294	156,101
Audit Fund	17,958	19,786	20,215	18,886
Street Lighting	50,003	69,542	67,835	60,770
School Crossing Guard	15,017	14,840	15,059	14,261
Public Benefit	-	-	-	-
Forestry	47,991	49,756	50,334	47,280
Total Tax Extensions	<u>\$ 1,475,643</u>	<u>\$ 1,479,159</u>	<u>\$ 1,386,417</u>	<u>\$ 1,419,171</u>
TAX COLLECTIONS				
General Fund	\$ -	\$ 670,593	\$ 645,117	\$ 707,024
Special Revenue Funds				
IMRF and Social Security	-	216,082	207,323	207,397
Police Pension	-	273,022	262,441	262,521
Tort Immunity*	-	161,315	155,513	155,560
Audit Fund	-	19,475	18,863	18,859
Street Lighting	-	68,629	63,480	24,560
School Crossing Guard	-	14,602	14,152	14,146
Public Benefit	-	-	-	-
Forestry	-	49,169	47,129	47,137
Total Tax Collections	<u>\$ -</u>	<u>\$ 1,472,887</u>	<u>\$ 1,414,018</u>	<u>\$ 1,437,204</u>

* Includes liability, unemployment, and workmen's compensation

Data Source
 Office of the County Clerk

(See independent auditor's report)

	2014	2013	2012	2011	2010	2009
	<u>\$ 126,549,070</u>	<u>\$ 130,765,768</u>	<u>\$ 145,269,311</u>	<u>\$ 160,790,162</u>	<u>\$ 178,008,122</u>	<u>\$ 188,491,415</u>
\$	0.3730	\$ 0.3610	\$ 0.3211	\$ 0.2765	\$ 0.2366	\$ 0.2171
	0.1422	0.1377	0.1224	0.1034	0.0869	0.0798
	0.0041	-	0.0003	0.0288	0.0197	0.0286
	0.0027	0.0025	0.0022	0.0019	0.0017	0.0015
	<u>0.5220</u>	<u>0.5012</u>	<u>0.4460</u>	<u>0.4106</u>	<u>0.3449</u>	<u>0.3270</u>
	0.1739	0.1682	0.1830	0.1576	0.1357	0.1245
	0.1946	0.1721	0.0766	0.0598	0.0515	0.0473
	0.1170	0.1132	0.1017	0.0876	0.0765	0.0702
	0.0146	0.0142	0.0127	0.0109	0.0094	0.0086
	0.0500	0.0500	0.0500	0.0498	0.0408	0.0374
	0.0099	0.0096	0.0086	0.0074	0.0063	0.0058
	-	-	-	-	0.0361	0.0337
	0.0360	0.0347	0.0500	0.0454	0.0391	0.0359
	<u>0.5960</u>	<u>0.5620</u>	<u>0.4826</u>	<u>0.4185</u>	<u>0.3954</u>	<u>0.3634</u>
\$	<u>1.1180</u>	<u>1.0632</u>	<u>0.9286</u>	<u>0.8291</u>	<u>0.7403</u>	<u>0.6904</u>
\$	660,586	\$ 655,398	\$ 647,901	\$ 660,204	\$ 614,591	\$ 616,367
	220,069	219,948	265,843	253,405	241,557	234,672
	246,264	225,048	111,276	96,153	91,674	89,156
	148,062	148,027	147,739	140,852	136,176	132,321
	18,476	18,569	18,449	17,526	16,733	16,210
	63,275	65,383	72,635	80,074	72,627	70,496
	12,528	12,554	12,493	11,898	11,215	10,933
	-	-	-	-	64,261	63,522
	45,558	45,376	72,635	72,999	69,601	67,668
\$	<u>1,414,818</u>	<u>1,390,303</u>	<u>1,348,971</u>	<u>1,333,111</u>	<u>1,318,435</u>	<u>1,301,345</u>
\$	650,440	\$ 678,114	\$ 652,277	\$ 655,705	\$ 613,744	\$ 615,347
	215,768	217,596	267,555	251,575	241,811	234,475
	239,300	222,543	112,073	95,466	91,766	88,981
	145,167	146,401	148,792	139,918	136,340	132,200
	18,155	18,308	18,521	17,436	16,753	16,233
	62,160	64,600	73,113	79,409	72,674	70,440
	12,266	12,374	12,518	11,768	11,299	10,941
	-	-	-	-	64,302	63,471
	44,633	44,914	73,117	72,490	69,667	67,550
\$	<u>1,387,889</u>	<u>1,404,850</u>	<u>1,357,966</u>	<u>1,323,767</u>	<u>1,318,356</u>	<u>1,299,638</u>

(See independent auditor's report)

CITY OF SANDWICH, ILLINOIS

SCHEDULE OF WASTEWATER STATISTICAL INFORMATION
AS IS REQUIRED BY MUNICIPAL CODE SEC. 18-193(b)
(UNAUDITED)

For the Year Ended April 30, 2019

Total gallons received at the waste water plant during the fiscal year (in millions):	209,573
Total number of gallons of wastewater billed during the fiscal year (in millions):	157,663
Number of users connected to the system:	2,746
Number of nonmetered users:	12
List of users discharging nondomestic waste (industrial users) and volume and strength of waste discharged:	NONE

(See independent auditor's report)