

**Wheatland Township
Annual Financial Report
For the Year Ended March 31, 2015**

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**Wheatland Township
Annual Financial Report
For the Year Ended March 31, 2015**

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INDEPENDENT AUDITOR'S REPORT

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INDEPENDENT AUDITOR'S REPORT

Board of Trustees
Wheatland Township
Naperville, Illinois

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of **Wheatland Township** as of and for the year ended March 31, 2015, and the statements of revenues, expenditures and changes in fund balance – budget and actual for the General Town Fund, and the Road and Bridge and Hard Road (Major Special Revenue) Funds and the related notes to the financial statements, which collectively comprise the basic financial statements, as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free 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, each major fund, and the aggregate remaining fund information of the **Wheatland Township**, as of March 31, 2015, and the respective changes in financial position and the respective budgetary comparison for the General Town Fund, and the Road and Bridge and Hard Road (Major Special Revenue) Funds for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis (pages 3-9) and the schedule of funding progress (page 42) be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise **Wheatland Township's** basic financial statements. The accompanying supplementary information as listed in the table of contents is presented for purposes of additional analysis and is not a required part of the basic financial statements.

The accompanying supplementary information as listed in the table of contents is the responsibility of management and was derived from and relates 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 accompanying supplementary information as listed in the table of contents is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Selden Fox, Ltd.

September 11, 2015

MANAGEMENT'S DISCUSSION AND ANALYSIS

**Wheatland Township
Management's Discussion and Analysis
March 31, 2015**

The Wheatland Township provides the following narrative overview and analysis of the Township's financial operations and financial statements for the fiscal year ended March 31, 2015. The following discussion is presented to enable the readers to more fully understand the accompanying audited financial statements. Information in this Management's Discussion and Analysis is shown with comparative totals from the prior year.

Financial Highlights

- The Township's total assets exceeded total liabilities by \$8,457,208 (\$8,990,289 at March 31, 2014). Of the Township's net position, at the end of the current and prior year, \$2,578,577 and \$3,447,722, respectively, were available to fund future operations. Of this amount, \$1,548,577 (\$1,011,041 at March 31, 2014) is restricted for highways and streets, \$21,044 (\$23,394 at March 31, 2014) is restricted for general assistance, and \$1,008,956 (\$2,413,287 at March 31, 2014) is unrestricted.
- At the close of the current fiscal year, the Township had total capital or infrastructure assets net of depreciation of \$5,878,631 (\$5,542,567 at March 31, 2014).
- The governmental funds reported combined ending fund balance of \$2,595,997, a decrease of \$876,568 or 25.2% from the prior year. Of this amount, \$947,360 is unassigned and available for spending at the Township's discretion.

Overview of the Financial Statements

The discussion and analysis provided here are intended to serve as an introduction to the Wheatland Township's basic financial statements. The financial statements have three major components: (1) government-wide financial statements, (2) fund financial statements, and (3) notes to the financial statements.

The major components of the financial statements are the overall statement of net position and the overall statement of activities. The statement of net position shows the amount that total Township assets exceed total liabilities, which may be considered the current value of net worth for the Township. The statement of activities reflects the overall operations of the Township for the past year excluding revenues from taxes, interest and miscellaneous items. This demonstrates how effectively the Township operates on a business level model. In simple terms, it shows how the Township would fare as a business, without the support of auxiliary revenues.

Additional required supplementary information includes the schedule of funding progress for the Illinois Municipal Retirement Fund, the Township's state retirement pension fund. Supplementary information includes a combining balance sheet and combining statements for revenues, expenditures and changes in fund balance for nonmajor funds, schedule of revenues, expenditures and changes in fund balance – budget and actual for all of the Township's nonmajor funds and a schedule of property tax assessed valuations, rates and extensions and collections for the last three fiscal years.

Overview of the Financial Statements (cont'd)

The two main components to the government-wide financial statements are: (1) the statement of net position, and (2) the statement of activities. As discussed before, these are the two major statements that are analyzed in terms of obtaining a broad overview of the finances, value and annual operations of the Township.

The statement of net position is a snapshot as of the end of the fiscal year, illustrating the overall value of the Township. The total net position should be a positive number, and can be equated to the Township's total net worth. Over time, increases or decreases in the net position of the Township may serve as a useful indicator of whether the financial position of the Township is improving or deteriorating.

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

Both of the government-wide financial statements may be divided into two components: governmental activities, which are operations of the Township primarily supported by tax revenues, and business-type activities, which are those operations intended to be self-supportive, which have no direct attachment to providing Township services other than their own business. All of the Township's operations are considered to be governmental activities.

The government-wide financial statements can be found on pages 10-12.

The fund financial statements provide reporting for the Township's operations at a fund level. A fund is a group of related accounts established for a specific purpose to maintain the control of resources for that purpose. The Township utilizes fund accounting that reports operations categorized by each of their purposes. There are three types of funds: governmental, proprietary and fiduciary. All of the Township's funds are considered to be governmental.

The focus of governmental fund financial statements is narrower than that of the Township-wide financial statements. The fund financial statements provide a more detailed look at the different operating components that comprise the government-wide financial statements. The focus at the fund level is more on current operations and short-term results, whereas the government-wide reporting allows for a greater understanding of the long-term sustainability of the Township. It is useful to compare the two types of statements for the balance sheet and the statement of revenues, expenditures and changes in fund balance to see how current operations reflect upon the long-range value of the Township. Reconciliations between the two types of statements are provided.

The Township maintains eight individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balance for the General Town Fund, the Road and Bridge Fund, and the Hard Road Fund, which are considered to be major funds. Data from the other five funds are combined into a single aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements in the combining and individual funds statements and schedules section of this report. Budgetary comparison statements for the General Town, Road and Bridge, and Hard Road Funds are included in the basic financial statements.

Overview of the Financial Statements (cont'd)

The basic governmental fund financial statements can be found on pages 13-28.

Notes to the financial statements provide additional information that is needed to gain a full understanding of the Township's financial operations and its reporting. The required supplementary information provides greater detail on the Township's financial operations for all of its major governmental funds, as well as the schedule of funding progress for IMRF. The additional financial schedules provide information valuable in understanding nonmajor funds.

Financial Analysis

Condensed Statement of Net Position

	March 31,	
	2015	2014
Assets:		
Current and other assets	\$ 4,946,510	\$ 4,713,920
Capital assets, less accumulated depreciation	5,878,631	5,542,567
Total assets	10,825,141	10,256,487
Liabilities and deferred inflows:		
Other liabilities	74,345	72,736
Deferred inflows	2,293,588	1,193,462
Total liabilities and deferred inflows	2,367,933	1,266,198
Net position:		
Net investment in capital assets	5,878,631	5,542,567
Restricted	1,569,621	1,115,349
Unrestricted	1,008,956	2,332,373
Total net position	\$ 8,457,208	\$ 8,990,289

Current and other assets consist of cash and investments (\$2,612,498 and \$3,317,598 at March 31, 2015 and 2014, respectively) and property tax receivables (\$2,293,588 and \$1,193,462 at March 31, 2015 and 2014, respectively). The Township did not levy for property taxes in the General Town Fund as part of the 2013 levy, instead opting to utilize existing fund balance to cover much of the expenses in the current fiscal year. The Township did levy for property taxes in the General Town Fund as part of the 2014 levy, which is recorded as a receivable at March 31, 2015. This accounts for the significant increase in property tax receivables in the current year.

Capital assets, which are all of the infrastructure or fixed assets for the Township, make up the largest component of total assets. These include land, infrastructure, buildings and equipment. These items are now depreciated over their useful lives. Capital assets increased in the current year as the additions made, primarily related to buildings, exceeded depreciation expense taken in the current year.

Financial Analysis (cont'd)

The largest component of the Township's liabilities and deferred inflows is the unearned property tax revenue, which equals the property tax receivable balance. The taxes levied as part of the 2014 levy are intended to finance activities of the fiscal year beginning April 1, 2015. Therefore, all revenue is deferred on the statement of net position.

Net position at March 31, 2015 totals \$8,457,208, of which \$5,878,631 represents the net amount of the capital assets (\$8,990,289 and \$5,542,567, respectively, at March 31, 2014). The remaining amount represents the amount of funds the Township would have if all revenues were collected, and all other obligations of the Township were satisfied. As mentioned earlier, this amount is partially restricted for highways and streets and general assistance, with the remainder unrestricted. The Township is able to report positive balances in all net position categories at March 31, 2015 and 2014.

Condensed Statement of Activities

	For the Year Ended March 31,	
	2015	2014
Program revenues:		
Charges for services	\$ 24,624	\$ 15,721
Operating grants and contributions	85,030	292,991
Capital grants and contributions	39,568	-
General revenues:		
Taxes	1,198,915	2,205,965
Unrestricted investment earnings	6,741	3,594
Miscellaneous/other	25,738	387,436
Total revenues	1,380,616	2,905,707
Expenses:		
General government	932,946	587,676
Highways and streets	926,691	1,092,647
Health and welfare	2,360	2,528
Parks	43,535	9,498
Cemetery	8,165	6,462
Total expenses	1,913,697	1,698,811
Change in net position	(533,081)	1,206,896
Net position, beginning of the year	8,990,289	7,783,393
Net position, end of the year	\$ 8,457,208	\$ 8,990,289

Financial Analysis (cont'd)

The government-wide operations are reflected in the statement of activities that reports the overall expenses and revenues for the Township. The major components of the Township's revenues (prior year amounts in parentheses) are the general revenues of \$1,231,394 (\$2,596,995), which consist primarily of property tax revenue of \$1,167,531 (\$2,173,121). As discussed earlier, the Township did not levy for property taxes in the General Town Fund, resulting in a significant decrease in overall property tax revenue in the current year. The underlying equalized assessed valuation of the property within the Township remained stable. Grants and contributions decreased by \$168,393 as the Township received a significant federal grant in the prior year for storm related damage.

Governmental activities (prior year amounts in parentheses) of the Township had \$1,913,697 (\$1,698,811) in expenses, of which \$932,946 (\$587,676) was for general government expenses, \$926,691 (\$1,092,647) was for highways and streets, \$2,360 (\$2,528) was for health and welfare, \$43,535 (\$9,498) was for parks, and \$8,165 (\$6,462) was for cemetery operations. Within general government and highways and streets expense is depreciation expense of \$9,022 and \$242,422, respectively (\$4,659 and \$234,746, respectively, for the year ended March 31, 2014).

The Township's total expenses exceeded revenues by \$533,081 (revenues exceeded expenses by \$1,206,896 for the year ended March 31, 2014). The expenses include depreciation but not capital asset additions.

The financial analysis of the operations by fund, including a comparison of actual to budget operations, allows for a greater understanding of the overall Township operations. The Township adheres to fund accounting to ensure and comply with all finance related legal requirements for townships. The three major operational funds of the Township, which represent 98.0% of the total revenues, are the General Town, Road and Bridge and Hard Road Funds. The fund financial statements exclude depreciation expense, which is also not a budgeted item.

General Town Fund – The General Town Fund incorporated the activity recorded in the Park Fund in previous years. The General Town Fund's revenues were budgeted at \$69,150, and the Fund's actual revenues fell short of budgeted expectations by \$2,015, as grant revenue was \$5,677 under budget. Actual 2015 revenues of \$67,135 were a decrease of \$970,489 from 2014 revenues, which included \$973,280 of property tax revenue (none in current year). The General Town Fund's expenditures were \$73,894 less than the budget of \$1,541,680, as additional costs related to building improvements beyond what was budgeted was more than offset by savings versus budget in other areas. The expenditures for each the administration and assessor divisions were approximately \$36,000 under budget.

Road and Bridge Fund – The Road and Bridge Fund's revenues were budgeted at \$393,726, and the Fund's actual revenues exceeded budgeted expectations by \$78,693, as grant revenue totaling \$80,275 was received that was not included in the budget. Actual 2015 revenues of \$472,419 were a decrease of \$157,703 from 2014 revenues, which included grant revenue of \$247,141. The Road and Bridge Fund's expenditures were \$530,108 less than the budget of \$863,250, mainly due to certain road maintenance and improvements and capital outlay costs being delayed into the future to offset revenue shortfall versus budget.

Financial Analysis (cont'd)

Hard Road Fund – The Hard Road Fund revenues were budgeted at \$876,687, and the Fund's actual revenues fell short of budgeted expectations by \$54,548, as property tax revenue totaling \$819,140 was \$57,547 less than the budgeted amount. Actual 2015 revenues of \$822,139 were a decrease of \$26,748 from 2014 revenues. The Hard Road Fund's expenditures of \$445,480 were \$1,007,620 less than the budget, mainly due to professional service costs coming in under budget and certain permanent road improvements being delayed into the future to offset revenue shortfall versus budget.

Nonmajor Funds – The Township's nonmajor funds, which include the General Assistance, Cemetery, Park, Disaster Relief and Culvert Funds, combined to post net revenues over expenditures of \$8,147 (revenues exceeded expenditures by \$2,055 in 2014). The General Town Fund transferred \$9,394 to the Park Fund to eliminate the deficit fund balance, as this activity is now reported within the General Town Fund.

Capital Assets – The Township's investment in capital assets, net of accumulated depreciation, as of March 31, 2015 amounts to \$5,878,631 (\$5,542,567 at March 31, 2014). This investment in capital assets includes land, infrastructure, buildings and equipment. The Township's net capital assets increased by 6.1%, as additions exceeded depreciation. The most significant additions related to the building renovations completed in the current year. Additional information on capital assets can be found at Note III. B. on page 38.

Summary and Future Considerations

The Wheatland Township government continued processing voter registrations, issued culvert permits, handled property tax complaints and new resident information requests during the past year.

The Wheatland Township Park continues to offer Wheatland Township residents an attractive and comfortable open space for their enjoyment. Organized sporting leagues continue to reserve time for their sporting events, such as soccer, basketball and baseball.

The Wheatland Township Cemetery, through its committee, continues to conduct burials and sell gravesites. The Township, with the cooperation of the Highway Department, maintains a respectful and dignified setting.

During the prior fiscal year, the Township sold the building that housed both the Township and Assessor offices and began renovations on the Road District building located on Tower Court. The Township was able to move their operations to this building in the prior year, and renovations were completed in the current year which allowed the Assessor's offices to be relocated here as well.

The Seniors Program will continue to expand its activities to include field trips to various attractions and events.

The equalized assessed valuation for 2014 is \$2,874,386,258, which represents an increase of 2% over the 2013 assessed valuation.

Summary and Future Considerations (cont'd)

The Road District continues to maintain 45 miles of roadway on a regular basis. It also continues to keep the Township Cemetery and Community Park mowed and manicured, as well as conducting scheduled and emergency brush pickups throughout the Township's unincorporated areas.

Requests for Information – This financial report is designed to provide a general overview of the financial operations of the Wheatland Township. Questions concerning any of the information in this report or requests for additional information should be sent to the Township Supervisor, 4232 Tower Court, Naperville, Illinois 60564.

BASIC FINANCIAL STATEMENTS

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**Wheatland Township
Statement of Net Position
March 31, 2015**

Assets	
Cash and investments	\$ 2,612,498
Receivables:	
Property taxes	2,293,588
Other	40,424
Capital assets, not being depreciated	24,000
Capital assets, less accumulated depreciation	<u>5,854,631</u>
Total assets	<u>10,825,141</u>
Liabilities	
Accounts payable	50,380
Accrued payroll	6,545
Compensated absences payable	<u>17,420</u>
Total liabilities	<u>74,345</u>
Deferred Inflows	
Property taxes	<u>2,293,588</u>
Net position:	
Net investment in capital assets	5,878,631
Restricted for:	
General assistance	21,044
Highways and street services	1,548,577
Unrestricted	<u>1,008,956</u>
Total net position	<u>\$ 8,457,208</u>

See accompanying notes.

**Wheatland Township
Statement of Activities
For the Year Ended March 31, 2015**

Functions/Programs	Expenses	Charges for Services
Governmental activities:		
General government	\$ 932,946	\$ -
Highways and streets	926,691	3,111
Health and welfare	2,360	-
Parks	43,535	3,713
Cemetery	8,165	17,800
Total governmental activities	\$ 1,913,697	\$ 24,624

Operating Grants and Contributions	Capital Grants and Contributions	Net (Expense) Revenue and Changes in Net Position
\$ 39,404	\$ -	\$ (893,542)
40,707	39,568	(843,305)
-	-	(2,360)
4,919	-	(34,903)
-	-	9,635
\$ 85,030	\$ 39,568	(1,764,475)
General revenues:		
Taxes:		
		1,167,531
		31,384
		6,741
		25,738
		1,231,394
		(533,081)
		8,990,289
		\$ 8,457,208

See accompanying notes.

**Wheatland Township
Balance Sheet - Governmental Funds
March 31, 2015**

	General Town	Road and Bridge	Hard Road	Nonmajor Funds	Totals Governmental Funds
Assets					
Cash and investments	\$ 947,246	\$ 749,214	\$ 803,583	\$ 112,455	\$ 2,612,498
Receivables:					
Property taxes	779,706	645,961	867,921	-	2,293,588
Other	40,424	-	-	-	40,424
Total assets	\$ 1,767,376	\$ 1,395,175	\$ 1,671,504	\$ 112,455	\$ 4,946,510
Liabilities					
Accounts payable	\$ 34,154	\$ 15,605	\$ 621	\$ -	\$ 50,380
Accrued payroll	6,156	-	389	-	6,545
Total liabilities	40,310	15,605	1,010	-	56,925
Deferred Inflows of Resources					
Property taxes	779,706	645,961	867,921	-	2,293,588
Total liabilities and deferred inflows of resources	820,016	661,566	868,931	-	2,350,513
Fund Balances					
Restricted for general assistance	-	-	-	21,044	21,044
Restricted for highways and streets	-	733,609	802,573	6,865	1,543,047
Assigned for disaster relief	-	-	-	16,204	16,204
Assigned for cemetery	-	-	-	68,342	68,342
Unassigned	947,360	-	-	-	947,360
Total fund balances	947,360	733,609	802,573	112,455	2,595,997
Total liabilities, deferred inflows of resources and fund balances	\$ 1,767,376	\$ 1,395,175	\$ 1,671,504	\$ 112,455	\$ 4,946,510

See accompanying notes.

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Wheatland Township
Reconciliation of Balance Sheet of Governmental Funds
to the Statement of Net Position
March 31, 2015

Total fund balance - governmental funds (page 14)	\$ 2,595,997
Amounts reported for governmental activities in the statement of net position are different because:	
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	5,878,631
Long-term liabilities (compensated absences) are not due and payable in the current period and, therefore, are not reported in the funds.	<u>(17,420)</u>
Net position of governmental activities (page 10)	<u>\$ 8,457,208</u>

See accompanying notes.

Wheatland Township
Combined Statement of Revenues, Expenditures and
Changes in Fund Balance - Governmental Funds
For the Year Ended March 31, 2015

	Governmental Fund Types			Nonmajor Funds	Totals Governmental Funds
	General Town	Road and Bridge	Hard Road		
Revenues:					
Property taxes	\$ -	\$ 348,391	\$ 819,140	\$ -	\$ 1,167,531
Replacement taxes	10,131	21,253	-	-	31,384
Grants	44,323	80,275	-	-	124,598
Licenses and fees	3,713	1,049	-	18,325	23,087
Fines	-	1,537	-	-	1,537
Interest	6,054	275	224	188	6,741
Miscellaneous	2,914	19,639	2,775	410	25,738
Total revenues	67,135	472,419	822,139	18,923	1,380,616
Expenditures:					
General government:					
Administration	1,085,998	89,955	-	-	1,175,953
Assessor	338,252	-	-	-	338,252
Highways and streets	-	243,187	445,480	250	688,917
Health and welfare	-	-	-	2,360	2,360
Parks	43,536	-	-	-	43,536
Cemetery	-	-	-	8,166	8,166
Total expenditures	1,467,786	333,142	445,480	10,776	2,257,184
Revenues over (under) expenditures before other financing sources (uses)	(1,400,651)	139,277	376,659	8,147	(876,568)
Other financing sources (uses):					
Transfer in	-	-	-	9,394	9,394
Transfer out	(9,394)	-	-	-	(9,394)
Total other financing sources (uses)	(9,394)	-	-	9,394	-
Net changes in fund balances	(1,410,045)	139,277	376,659	17,541	(876,568)
Fund balance, beginning of the year	2,357,405	594,332	425,914	94,914	3,472,565
Fund balance, end of the year	\$ 947,360	\$ 733,609	\$ 802,573	\$ 112,455	\$ 2,595,997

See accompanying notes.

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**Wheatland Township
 Reconciliation of the Statement of Revenues,
 Expenditures and Changes in Fund Balance of
 Governmental Funds to the Statement of Activities
 For the Year Ended March 31, 2015**

Amounts reported for governmental activities in the statement of activities
 (pages 11 and 12) are different because:

Net change in fund balance - total governmental funds (page 17)	\$ (876,568)
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Governmental funds report capital outlays as expenditures.
 However, in the statement of activities, the costs of these
 assets are allocated over their estimated useful lives and
 reported as depreciation expense.

Capital asset additions	587,509
Depreciation expense	(251,445)

Some expenses reported in the statement of activities do
 not require the use of current financial resources, and
 therefore, are not reported as an expenditure in
 governmental funds.

	<u>7,423</u>
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Change in net position of governmental activities (page 12)	<u>\$ (533,081)</u>
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See accompanying notes.

Wheatland Township
General Town Fund
Statement of Revenues, Expenditures and
Changes in Fund Balance - Actual and Budget
For the Year Ended March 31, 2015

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues:				
Replacement tax	\$ 11,000	\$ 11,000	\$ 10,131	\$ (869)
Grants	50,000	50,000	44,323	(5,677)
Licenses and fees	6,350	6,350	3,713	(2,637)
Interest	1,700	1,700	6,054	4,354
Miscellaneous	100	100	2,914	2,814
Total revenues	69,150	69,150	67,135	(2,015)
Expenditures:				
Administration:				
Personnel services:				
Salaries	252,128	252,128	231,867	20,261
IMRF	6,000	6,000	8,915	(2,915)
FICA/Medicare	19,772	19,772	19,337	435
Health insurance	16,800	16,800	30,005	(13,205)
Workers' compensation	12,500	12,500	6,583	5,917
Training	1,500	1,500	1,369	131
Total personnel services	308,700	308,700	298,076	10,624
Contractual services:				
Accounting and audit	27,000	27,000	25,952	1,048
Legal	8,000	8,000	10,500	(2,500)
Clerk office charges	1,500	1,500	158	1,342
Building maintenance	7,500	7,500	7,208	292
Equipment maintenance	1,000	1,000	197	803
Property insurance	4,200	4,200	2,993	1,207
Liability insurance	8,000	8,000	6,951	1,049
Utilities	15,000	15,000	8,061	6,939
Telephone	8,200	8,200	14,916	(6,716)
Weed ordinance enforcement	1,000	1,000	417	583
Total contractual services	81,400	81,400	77,353	4,047

(cont'd)

Wheatland Township
General Town Fund
Statement of Revenues, Expenditures and
Changes in Fund Balance - Actual and Budget (cont'd)
For the Year Ended March 31, 2015

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Expenditures (cont'd):				
Administration (cont'd):				
Commodities:				
Printing and publishing	\$ 2,500	\$ 2,500	\$ 934	\$ 1,566
Postage	1,500	1,500	568	932
Office supplies	4,200	4,200	1,113	3,087
Total commodities	8,200	8,200	2,615	5,585
Public service:				
Annual town meeting	200	200	202	(2)
Senior services	3,000	3,000	2,072	928
PACE	94,000	94,000	92,202	1,798
Total public services	97,200	97,200	94,476	2,724
Public safety - mosquito abatement	7,500	7,500	6,047	1,453
Miscellaneous:				
Dues	1,500	1,500	1,317	183
Website maintenance	2,000	2,000	4,239	(2,239)
Travel and conference	1,000	1,000	363	637
Mileage	2,000	2,000	277	1,723
Miscellaneous	1,500	1,500	1,718	(218)
Communications committee	2,000	2,000	-	2,000
Contingencies	25,000	25,000	-	25,000
Total miscellaneous	35,000	35,000	7,914	27,086
Capital outlay:				
Capital expenses	25,000	25,000	-	25,000
Office equipment	7,500	7,500	4,947	2,553
Office building improvements	550,000	550,000	592,757	(42,757)
Computer software	1,500	1,500	1,813	(313)
Total capital outlay (cont'd)	584,000	584,000	599,517	(15,517)

Wheatland Township
General Town Fund
Statement of Revenues, Expenditures and
Changes in Fund Balance - Actual and Budget (cont'd)
For the Year Ended March 31, 2015

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Expenditures (cont'd):				
Administration (cont'd):				
Total administration	\$ 1,122,000	\$ 1,122,000	\$ 1,085,998	\$ 36,002
Assessor division:				
Personnel services:				
Salaries	242,954	242,954	223,066	19,888
IMRF	23,323	23,323	19,674	3,649
FICA/Medicare	19,922	19,922	18,893	1,029
Health insurance	37,590	37,590	32,886	4,704
Training	2,000	2,000	77	1,923
Total personnel services	325,789	325,789	294,596	31,193
Contractual services:				
Subcontractor fees	2,000	2,000	6,746	(4,746)
Equipment maintenance	1,500	1,500	-	1,500
Telephone	4,800	4,800	2,638	2,162
Total contractual services	8,300	8,300	9,384	(1,084)
Commodities:				
Legal	-	-	150	(150)
Postage	400	400	20	380
Printing and publishing	450	450	231	219
Field supplies	150	150	22	128
Office supplies	1,850	1,850	1,073	777
Total commodities	2,850	2,850	1,496	1,354
Miscellaneous:				
Dues	60	60		60
Mileage	3,500	3,500	1,776	1,724
Travel and conference	1,381	1,381	45	1,336
Website maintenance	3,000	3,000	4,357	(1,357)
Rent	18,900	18,900	18,541	359
Total miscellaneous	26,841	26,841	24,719	2,122

(cont'd)

**Wheatland Township
General Town Fund
Statement of Revenues, Expenditures and
Changes in Fund Balance - Actual and Budget (cont'd)
For the Year Ended March 31, 2015**

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Expenditures (cont'd):				
Assessor division (cont'd):				
Capital outlay				
Office equipment	\$ 5,200	\$ 5,200	\$ 2,327	\$ 2,873
Computer software	7,000	7,000	5,730	1,270
Total capital outlay	12,200	12,200	8,057	4,143
Total assessor division	375,980	375,980	338,252	37,728
Parks division:				
Personnel services - salaries	28,000	28,000	28,136	(136)
Contractual services:				
Utilities	-	-	408	(408)
Park maintenance	12,000	12,000	2,162	9,838
Park engineering	200	200	115	85
Park subcontracting	2,000	2,000	3,334	(1,334)
Park electrical maintenance	1,500	1,500	4,919	(3,419)
Total contractual services	15,700	15,700	10,938	4,762
Capital outlay - equipment	-	-	4,462	(4,462)
Total parks division	43,700	43,700	43,536	164
Total expenditures	1,541,680	1,541,680	1,467,786	73,894
Revenues under expenditures before other financing uses	(1,472,530)	(1,472,530)	(1,400,651)	71,879
Other financing uses - transfer out	-	-	(9,394)	(9,394)
Net changes in fund balance	\$ (1,472,530)	\$ (1,472,530)	(1,410,045)	\$ 62,485
Fund balance, beginning of the year			2,357,405	
Fund balance, end of the year			\$ 947,360	

See accompanying notes.

**Wheatland Township
Road and Bridge Fund
Statement of Revenues, Expenditures and
Changes in Fund Balance - Actual and Budget
For the Year Ended March 31, 2015**

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues:				
Property taxes	\$ 355,126	\$ 355,126	\$ 348,391	\$ (6,735)
Replacement taxes	23,000	23,000	21,253	(1,747)
Grants	-	-	80,275	80,275
Licenses and fees	100	100	1,049	949
Fines	-	-	1,537	1,537
Interest	500	500	275	(225)
Miscellaneous	15,000	15,000	19,639	4,639
Total revenues	393,726	393,726	472,419	78,693
Expenditures:				
Administration:				
Personnel services:				
Salaries	55,000	55,000	47,266	7,734
IMRF	7,500	7,500	4,595	2,905
FICA/Medicare	5,000	5,000	4,061	939
Health insurance	-	-	610	(610)
Workers' compensation	3,000	3,000	989	2,011
Total personnel services	70,500	70,500	57,521	12,979
Contractual services:				
Legal	5,000	5,000	3,116	1,884
General insurance	15,000	15,000	13,032	1,968
Liability insurance	7,500	7,500	6,951	549
Total contractual services	27,500	27,500	23,099	4,401
Commodities:				
Uniforms	-	-	210	(210)
Printing and publishing	300	300	376	(76)
Postage	1,000	1,000	117	883
Office supplies	3,500	3,500	2,009	1,491
Computer supplies	5,500	5,500	3,856	1,644
Operating supplies	-	-	269	(269)

(cont'd)

**Wheatland Township
Road and Bridge Fund
Statement of Revenues, Expenditures and
Changes in Fund Balance - Actual and Budget (cont'd)
For the Year Ended March 31, 2015**

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Expenditures (cont'd):				
Administration (cont'd):				
Commodities (cont'd):				
Vehicle supplies	\$ -	\$ -	\$ 140	\$ (140)
Total commodities	10,300	10,300	6,977	3,323
Miscellaneous:				
Dues	500	500	150	350
Travel and conference	5,000	5,000	1,072	3,928
Miscellaneous	-	-	154	(154)
Total miscellaneous	5,500	5,500	1,376	4,124
Capital outlay - equipment	-	-	982	(982)
Total administration	113,800	113,800	89,955	23,845
Highways and streets:				
Personnel services:				
Salaries	-	-	11,053	(11,053)
Health insurance	11,500	11,500	3,314	8,186
Total personnel services	11,500	11,500	14,367	(2,867)
Contractual services:				
Engineering services	5,000	5,000	-	5,000
Maintenance - building	3,000	3,000	7,308	(4,308)
Maintenance - equipment	2,500	2,500	1,318	1,182
Maintenance - roads	350,000	350,000	6,708	343,292
Maintenance - bridges	3,500	3,500	-	3,500
Maintenance - vehicles	3,000	3,000	712	2,288
Maintenance - snow removal	10,000	10,000	-	10,000
Utilities	12,000	12,000	12,227	(227)
Drainage	-	-	822	(822)
Rental	3,000	3,000	759	2,241

(cont'd)

**Wheatland Township
Road and Bridge Fund
Statement of Revenues, Expenditures and
Changes in Fund Balance - Actual and Budget (cont'd)
For the Year Ended March 31, 2015**

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Expenditures (cont'd):				
Highways and streets (cont'd):				
Contractual services (cont'd):				
Uniforms	\$ -	\$ -	\$ 1,287	\$ (1,287)
Street Lighting	25,000	25,000	24,089	911
Traffic signal	5,000	5,000	-	5,000
Personal protection equipment	6,000	6,000	-	6,000
Legal	-	-	475	(475)
Telephone	8,000	8,000	5,143	2,857
Total contractual services	436,000	436,000	60,848	375,152
Commodities:				
Gasoline and oil	1,000	1,000	-	1,000
Small tools	1,500	1,500	420	1,080
Supplies - buildings	10,000	10,000	11,016	(1,016)
Supplies - equipment	12,000	12,000	9,514	2,486
Supplies - roads	6,000	6,000	4,481	1,519
Supplies - bridges	8,000	8,000	-	8,000
Supplies - vehicles	13,950	13,950	16,417	(2,467)
Supplies - snow removal	5,500	5,500	-	5,500
Supplies - operating	5,000	5,000	2,705	2,295
Printing and publishing	1,500	1,500	205	1,295
Postage	-	-	26	(26)
Office supplies	-	-	508	(508)
Total commodities	64,450	64,450	45,292	19,158
Miscellaneous:				
Travel and conferences	-	-	872	(872)
Miscellaneous	2,500	2,500	2,833	(333)
Contingencies	75,000	75,000	2,080	72,920
Total miscellaneous	77,500	77,500	5,785	71,715

(cont'd)

**Wheatland Township
Road and Bridge Fund
Statement of Revenues, Expenditures and
Changes in Fund Balance - Actual and Budget (cont'd)
For the Year Ended March 31, 2015**

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Expenditures (cont'd):				
Highways and streets (cont'd):				
Capital outlay:				
Office equipment	\$ 160,000	\$ 160,000	\$ 115,915	\$ 44,085
Buildings	-	-	980	(980)
Total capital outlay	<u>160,000</u>	<u>160,000</u>	<u>116,895</u>	<u>43,105</u>
Total highways and streets	<u>749,450</u>	<u>749,450</u>	<u>243,187</u>	<u>506,263</u>
Total expenditures	<u>863,250</u>	<u>863,250</u>	<u>333,142</u>	<u>530,108</u>
Net changes in fund balance	<u>\$ (469,524)</u>	<u>\$ (469,524)</u>	<u>139,277</u>	<u>\$ 608,801</u>
Fund balance, beginning of the year			<u>594,332</u>	
Fund balance, end of the year			<u>\$ 733,609</u>	

See accompanying notes.

**Wheatland Township
Hard Road Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Actual and Budget
For the Year Ended March 31, 2015**

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues:				
Property taxes	\$ 876,687	\$ 876,687	\$ 819,140	\$ (57,547)
Interest	-	-	224	224
Miscellaneous	-	-	2,775	2,775
Total revenues	876,687	876,687	822,139	(54,548)
Expenditures:				
Highways and streets:				
Personnel services:				
Salaries	265,000	265,000	185,661	79,339
IMRF	25,000	25,000	18,056	6,944
FICA/Medicare	25,000	25,000	14,928	10,072
Health insurance	35,000	35,000	20,230	14,770
Workers' compensation	15,000	15,000	13,000	2,000
Total personnel services	365,000	365,000	251,875	113,125
Contractual services:				
Engineering services	50,000	50,000	30,669	19,331
Maintenance - building	-	-	111	(111)
Maintenance - roads	730,000	730,000	86,339	643,661
Drainage	55,000	55,000	15,910	39,090
Rental	1,000	1,000	-	1,000
Total contractual services	836,000	836,000	133,029	702,971
Commodities:				
Gasoline and oil	35,000	35,000	23,559	11,441
Supplies - roads	50,000	50,000	34,263	15,737
Supplies - snow removal	40,000	40,000	2,739	37,261
Total commodities	125,000	125,000	60,561	64,439

(cont'd)

Wheatland Township
Hard Road Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Actual and Budget (cont'd)
For the Year Ended March 31, 2015

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Expenditures:				
Highways and streets:				
Miscellaneous:				
Miscellaneous	\$ 100	\$ 100	\$ 15	\$ 85
Contingencies	125,000	125,000	-	125,000
Total miscellaneous	<u>125,100</u>	<u>125,100</u>	<u>15</u>	<u>125,085</u>
Capital outlay - building improvements	<u>2,000</u>	<u>2,000</u>	<u>-</u>	<u>2,000</u>
Total expenditures	<u>1,453,100</u>	<u>1,453,100</u>	<u>445,480</u>	<u>1,007,620</u>
Net changes in fund balance	<u>\$ (576,413)</u>	<u>\$ (576,413)</u>	<u>376,659</u>	<u>\$ 953,072</u>
Fund balance, beginning of the year			<u>425,914</u>	
Fund balance, end of the year			<u>\$ 802,573</u>	

See accompanying notes.

Wheatland Township Notes to the Financial Statements

I. Summary of Significant Accounting Policies

A. The Reporting Entity

The Wheatland Township ("Township") is duly organized and existing under the provisions of the laws of the state of Illinois, and is operating under the provisions of the Township Code of the State of Illinois. The Township is governed by an elected Board of a Township Supervisor and four Township Trustees. The Township includes all funds of its governmental operations and its component units based on financial accountability. Financial accountability includes appointment of the organization's governing body, imposition of will and fiscal dependency. The accompanying financial statements include only those funds of the Township, as there are no other organizations for which it has financial accountability.

The accounting policies and financial statements of Wheatland Township conform to accounting principles generally accepted in the United States of America as applicable to governments. Following is a summary of the more significant policies.

B. Government-wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all activities of the primary government. The effect of interfund activity has been removed from these statements. Governmental activities, which are normally 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. All of the Township's activities are considered governmental activities.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment is 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 contributions 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 as general revenues. Separate financial statements are provided for the governmental funds. Major individual governmental funds are reported as separate columns in the fund financial statements.

C. Measurement Focus, Basis of Accounting and Basis of Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of the related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Wheatland Township
Notes to the Financial Statements (cont'd)

I. Summary of Significant Accounting Policies (cont'd)

C. Measurement Focus, Basis of Accounting and Basis of Presentation (cont'd)

Governmental fund financial statements are reported using the flow of current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized when susceptible to accrual (when they are "measurable and available"). "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to pay liabilities of the current period. The government considers all revenues available if they are collected within 60 days after year end. Expenditures are recorded when the related fund liability is incurred, except for unmatured interest on general long-term debt, which is recognized when due, and certain compensated absences and claims and judgments, which are recorded only when the payment is due.

Property taxes and interest earned are susceptible to accrual. Replacement income tax collected and held by the State of Illinois at year end on behalf of the Township is also recognized as revenue. Other receipts become measurable and available when cash is received, and are recognized at that time. The Township reports the following major governmental funds:

General Town Fund – The General Town Fund is the general operating fund of the Township. It is used to account for all financial resources of the general government, except those required to be accounted for in another fund.

Road and Bridge Fund – The Road and Bridge Fund accounts for the activities associated with the maintenance and repair of Township roads, including snow removal, weed control, and road signs and light pole replacement.

Hard Road Fund – The Hard Road Fund accounts for the activities associated with constructing or maintaining gravel, rock, macadam and other hard roads.

Use of Estimates – The preparation of governmental-wide financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, and disclosure of contingent assets and liabilities at the date of the financial statements, and reported amounts of revenue and expenses during the accounting period. Accounting estimates made by the Township include: (1) determining an allowance for uncollectible property taxes, and (2) establishing the useful lives for capital assets.

Wheatland Township
Notes to the Financial Statements (cont'd)

I. Summary of Significant Accounting Policies (cont'd)

D. Assets/Deferred Outflows, Liabilities/Deferred Inflows and Net Position or Equity

1. Deposits and Investments

The Township's cash and investments are considered to be cash on hand, demand deposits and investments.

Statutes authorize the Township to invest in the following:

- Bonds, notes, certificates of indebtedness, Treasury bills or other securities which are guaranteed by the full faith and credit of the United States as to principal and interest.
- Bonds, notes, debentures or similar obligations of the United States of America or its agencies.
- Savings accounts, certificates of deposit, time accounts, or other investments constituting direct obligations of a bank as defined by the Illinois Banking Act.
- Securities legally issuable by savings and loan associations incorporated under the laws of any state of the United States of America. Share accounts and share certificates of a credit union chartered under the laws of the state of Illinois or United States of America, provided the principal office of the credit union is located within the State of Illinois. Short-term discount obligations of the Federal National Mortgage Association (FNMA). Investments may be made only in financial institutions which are insured by either the Federal Deposit Insurance Corporation or other applicable law for credit unions.
- Short-term obligations (maturing within 180 days of date of purchase) of corporations with assets exceeding five hundred million dollars (\$500,000,000). Such obligations must be rated, at the time of purchase, at one of the three highest classifications established by at least two standard rating services. This type of obligation is limited to one-third of the Township's funds available for investment, and cannot exceed 10% of the corporation's outstanding obligation.

Wheatland Township
Notes to the Financial Statements (cont'd)

I. Summary of Significant Accounting Policies (cont'd)

D. Assets/Deferred Outflows, Liabilities/Deferred Inflows and Net Position or Equity (cont'd)

1. Deposits and Investments (cont'd)

- Money market mutual funds, registered under the Investment Company Act of 1940, which invest only in bonds, notes, certificates of indebtedness, Treasury bills, and other securities which are guaranteed by the full faith and credit of the United States of America as to principal and interest and agrees to repurchase such obligations.
- Repurchase agreements of government securities subject to The Government Securities Act of 1986.
- Illinois Funds and Illinois Institutional Investment Trust. The Illinois Treasurer's Office has regulatory oversight for the Illinois Funds.

Investments with maturities of one year or more from the date of purchase are stated at fair value based on quoted market prices. Investments with maturities of one year or less from the date of purchase are stated at amortized cost. All other investments, which do not consider market rates, are stated at cost. Investment income has been allocated to each fund based on investments held by the fund.

2. Receivables and Payables

Transactions between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "interfund receivables/payables" (the current portion of interfund loans), or "advances to/from other funds" (the noncurrent portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds." Advances between funds are offset by a fund balance reserve account to indicate that they are not available for appropriation, and are not expendable available resources.

The Township's property taxes are required to be levied by ordinance. A certified copy of the levy ordinance must be filed with the county clerk no later than the last Tuesday in December of each year. Taxes are due and collectible one-half on June 1 and one-half on September 1 of the following year. Property taxes attach as an enforceable lien on property as of January 1.

Wheatland Township
Notes to the Financial Statements (cont'd)

I. Summary of Significant Accounting Policies (cont'd)

D. Assets/Deferred Outflows, Liabilities/Deferred Inflows and Net Position or Equity (cont'd)

2. Receivables and Payables (cont'd)

Property taxes are based on the assessed valuation of the Township's real property as equalized by the State of Illinois. The equalized assessed valuation of real property totaled \$2,874,386,258 for the calendar year 2014. An allowance for uncollected taxes of 1% of the 2014 levy was recorded at March 31, 2015.

3. Capital Assets

Capital assets, which include property, plant and equipment and infrastructure assets, are reported in the government-wide financial statements. The Township defines capital assets as assets with an initial cost of more than \$5,000 and an estimated useful life in excess of two years. Such assets are recorded at historical cost, or estimated historical cost if purchased or constructed. Donated capital assets are recorded at their estimated fair 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 assets' lives, are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of governmental activities is not capitalized.

Property, plant and equipment of the primary government are depreciated using the straight-line method, over the following estimated useful lives:

Infrastructure	25 years
Buildings	40 years
Land improvements	20 years
Equipment and vehicles	7 years

Wheatland Township
Notes to the Financial Statements (cont'd)

I. Summary of Significant Accounting Policies (cont'd)

D. Assets/Deferred Outflows, Liabilities/Deferred Inflows and Net Position or Equity (cont'd)

4. Compensated Absences

It is the government's policy to permit employees to accumulate earned but unused vacation and sick pay benefits. All vacation and sick pay is accrued when incurred in the government-wide financial statements. A liability for these amounts is reported in the governmental funds only if they have matured, for example, as a result of employee resignations and retirements. Payments of compensated absences are made by the governmental funds for which the eligible employee's salary is recorded. The balance at March 31, 2015 of \$17,420 represented a decrease of \$7,422 from the March 31, 2014 balance.

5. Deferred Inflows of Resources

In the governmental fund financial statements, property tax revenues are recorded on the "deferred method." Because of the extraordinarily long period of time between the levy date and the receipt of tax distributions from the county collector, property taxes are not "available" to finance the current year's expenditures. For those funds on the modified accrual basis of accounting, the current year's tax levy is recorded as property taxes receivable and deferred inflows of resources.

The 2014 tax levy is intended to finance operations for the fiscal year beginning April 1, 2015 and ending March 31, 2016. As such, the entire levy, net of an allowance for uncollectible taxes, is reported as a deferred inflow in the government-wide financial statements.

6. Fund Equity and Net Position

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

- Net investment in capital assets – consists of capital assets, net of accumulated depreciation and related debt, if any.
- Restricted net position – consists of net position with constraints placed on the use either by external groups such as creditors, grantors, contributors, or laws or regulations of other governments, or law through constitutional provisions or enabling legislation.
- Unrestricted net position – consists of all other net position that does not meet the definition of restricted or invested in capital assets.

Wheatland Township
Notes to the Financial Statements (cont'd)

I. Summary of Significant Accounting Policies (cont'd)

D. Assets/Deferred Outflows, Liabilities/Deferred Inflows and Net Position or Equity (cont'd)

6. Fund Equity and Net Position (cont'd)

When both restricted and unrestricted resources are available for use, it is the Township's policy to use restricted resources first, then unrestricted resources as they are needed.

In the fund financial statements, governmental funds report fund balance as either nonspendable or spendable. Spendable fund balance is further classified as restricted, committed, assigned or unassigned, based on the relative strength of the constraints that control how specific amounts can be spent.

Restrictions of fund balance are reported for amounts constrained by legal restrictions from outside parties for use for a specific purpose or externally imposed by outside entities. The fund balances for the General Assistance, Road and Bridge, and Hard Road Funds are considered restricted, as the source of these fund balances are dedicated property tax revenues.

Committed fund balance is constrained by formal actions, in the form of ordinances, of the Township's Board of Trustees, which is considered the Township's highest level of decision making authority. The modification to or rescinding of a fund balance must be done by passage of an ordinance by the Board of Trustees. The Township has no committed fund balance.

Assigned fund balance represents amounts constrained by the Township's intent to use them for a specific purpose. Assignments are made at the Board level. The fund balances in the Disaster Relief, Culvert and Cemetery Funds are considered assigned for the purpose of the fund. The fund balance in the General Fund is considered unassigned.

When an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available, the Township considers restricted funds to have been spent first, followed in order as available by committed, assigned and unassigned funds.

Wheatland Township
Notes to the Financial Statements (cont'd)

II. Stewardship, Compliance and Accountability

A. Budgetary Information

Annual budgets are adopted on a basis consistent with accounting principles generally accepted in the United States of America for all funds except the Disaster Relief and Culvert Funds. All annual appropriations lapse at fiscal year-end.

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

- All departments of the Township submit requests for appropriation to the Township Supervisor so that the budget may be prepared. The budget is prepared by fund, function and activity, and includes information on the past year, current year estimates and requested appropriations for the next fiscal year.
- The Combined Budget and Appropriations Ordinance is prepared in tentative form by the Township Supervisor, and is made available for public inspection thirty days prior to final Board action. A public hearing is held on the tentative Combined Budget and Appropriations Ordinance to obtain taxpayer comments.
- Prior to July 1, the Budget and Appropriations Ordinance is legally enacted. The budgets, which were not amended, were passed on June 12, 2014 for the Township and the Road and Bridge District.
- The Board of Township Trustees may:
 - Amend the Budget and Appropriations Ordinance in the same manner as its original enactment.
 - Transfer between items of any fund not exceeding in the aggregate ten percent (10%) of the total amount appropriated in such fund.
 - After six months of the fiscal year, by two-thirds vote, transfer any appropriation item it anticipates being unexpended to any other appropriation item.

Management cannot amend the Budget and Appropriations Ordinance; however, expenditures may exceed appropriations at the subfund level. The Board of Trustees, as outlined above, must approve expenditures that exceed individual appropriations at the fund level. Actual expenditures did not exceed the budget in any fund. The Board approved amendments to the current year budget.

**Wheatland Township
Notes to the Financial Statements (cont'd)**

III. Detailed Notes for All Fund Types and Account Groups

A. Deposits and Investments

Deposits – At year end, the carrying amount of the Township's deposits was \$1,737,472, and the bank balance was \$1,746,665 which was fully insured and collateralized. In addition, the Township has cash on hand of \$100.

Investments – As of March 31, 2015, the Township had the following investments:

<u>Investment Type</u>	<u>Fair Value</u>	<u>Less Than 1</u>	<u>1-5</u>
Certificates of deposit	\$ 453,803	\$ 300,688	\$ 153,115
Municipal bonds	421,123	284,495	135,628
Total investments	\$ 874,926	\$ 586,183	\$ 288,743

Interest Rate Risk – This is the risk that changes in the 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 Township does not have a formal investment policy regarding interest rate risk, however, the Township does manage its interest rate risk by structuring its investment portfolio so that securities mature to meet cash requirements for ongoing operations, thereby avoiding the need to sell securities on the open market prior to maturity and by limiting the amount invested for more than a short term.

Credit Risk – Generally, credit risk is the risk that an issuer of a debt type instrument will not fulfill its obligation to the holder of the investment. This is measured by assignment of a rating by a nationally recognized rating organization. The Township's investments in municipal bonds are rated between A- and AAA by Moody's. The Township's investments in certificates of deposit are unrated.

Custodial Credit Risk – Custodial credit risk is the risk that, in the event of a bank failure, a government will not be able to recover its deposits. In accordance with its investment policy, the Township requires deposits with financial institutions in excess of the federally insured limit are collateralized to the extent of 110% of the uninsured balance. Eligible collateral instruments include obligations of the United States government or any of its agencies. The maturity of acceptable collateral shall not exceed 120 months. Third party safekeeping is required for all collateral.

Wheatland Township
Notes to the Financial Statements (cont'd)

III. Detailed Notes for All Fund Types and Account Groups (cont'd)

B. Capital Assets

Capital asset activity for the year ended March 31, 2015 was as follows:

	Balance April 1, 2014	Additions	Retirements/ Adjustments	Balance March 31, 2015
Governmental Activities				
Capital assets, not being depreciated:				
Land	\$ 24,000	\$ -	\$ -	\$ 24,000
Construction in progress	85,017	-	(85,017)	-
Total capital assets, not being depreciated	109,017	-	\$ (85,017)	\$ 24,000
Capital assets, being depreciated:				
Buildings	3,229,102	498,437	85,017	3,812,556
Improvements	17,500	-	-	17,500
Infrastructure	2,816,326	-	-	2,816,326
Equipment	60,814	20,503	-	81,317
Vehicles	847,460	68,569	-	916,029
Office equipment	56,977	-	-	56,977
Total capital assets being depreciated	7,028,179	587,509	85,017	7,700,705
Less accumulated depreciation for:				
Buildings	369,393	87,160	-	456,553
Improvements	1,750	1,167	-	2,917
Infrastructure	354,550	112,653	-	467,203
Equipment	59,584	3,280	-	62,864
Vehicles	767,046	43,693	-	810,739
Office equipment	42,306	3,492	-	45,798
Total accumulated depreciation	1,594,629	251,445	-	1,846,074
Total capital assets, being depreciated, net	5,433,550	336,064	85,017	5,854,631
Governmental activities capital assets, net	\$ 5,542,567	\$ 336,064	\$ -	\$ 5,878,631

Depreciation expense of \$9,022 and \$242,422, respectively, was allocated to general government and highways and streets expense in the statement of activities.

Wheatland Township
Notes to the Financial Statements (cont'd)

III. Detailed Notes for All Fund Types and Account Groups (cont'd)

C. Interfund Transfers

The composition of interfund transfers for the year ended March 31, 2015 is as follows:

Due to/from other funds:

Transfer In	Transfer Out	Amount
Nonmajor Governmental	General Town	\$ 9,394

The General Town Fund made a transfer to the Park Fund to eliminate the deficit fund balance in the Park Fund and close out the fund effective April 1, 2014. The activity previously reported in the Park Fund is now included within the General Town Fund.

IV. Other Information

A. Employee Retirement System

Plan Description – The Township'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 Township plan is affiliated with the Illinois Municipal Retirement Fund (IMRF), an agent multiple-employer plan. IMRF acts as a common investment and administrative agent for local governments and school districts in Illinois. Benefit provisions are established by statute and may only be changed by the General Assembly of the State of Illinois. IMRF issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained on-line at www.imrf.org.

Funding Policy – As set by statute, Township regular plan members are required to contribute 4.50 percent of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The Township's annual required contribution rate for calendar year 2014 was 9.60 percent. The Township also contributes for disability benefits, death benefits and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by the IMRF Board of Trustees, while the supplemental retirement benefits rate is set by statute.

Wheatland Township
Notes to the Financial Statements (cont'd)

IV. Other Information (cont'd)

A. Employee Retirement System (cont'd)

Annual Pension Cost – For the fiscal year ended March 31, 2015, the Township's annual pension cost of \$51,239 for the regular plan was equal to the Township's required and actual contributions.

Trend information gives an indication of the progress made in accumulating sufficient assets to pay benefits when due. Required supplementary information can be found on page 42. Trend information for the three years ended March 31, 2013, 2014 and 2015 (latest available as actuarial valuations are done on a calendar year basis) is as follows:

Fiscal Year	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
2015	\$ 51,239	100 %	\$ -
2014	54,470	100	-
2013	62,383	100	-

The required contribution for 2014 was determined as part of the December 31, 2012 actuarial valuation using the entry age normal actuarial cost method. The actuarial assumptions at December 31, 2012 included: (a) 7.5% investment rate of return (net of administrative and direct investment expenses), (b) projected salary increases of 4.0% a year, attributable to inflation, (c) additional projected salary increases ranging from 0.4% to 10.0% per year depending on age and service, attributable to seniority/merit, and (d) post-retirement benefit increases of 3.0% annually. The actuarial value of the Township's regular plan assets was determined using techniques that spread the effects of short-term volatility in the fair value of investments over a five-year period with a 20.0% corridor between the actuarial and fair value of assets. The Township's regular plan's unfunded actuarial accrued liability at December 31, 2012 is being amortized as a level percentage of projected payroll on an open 29 year basis.

Funded Status and Funding Progress – As of December 31, 2014, the most recent actuarial valuation date, the regular plan was 85.20 percent funded. The actuarial accrued liability for benefits was \$1,046,522 and the actuarial value of assets was \$891,685, resulting in an underfunded actuarial accrued liability (UAAL) of \$154,837. The covered payroll for calendar year 2014 (annual payroll of active employees covered by the plan) was \$521,314 and the ratio of the UALL to the covered payroll was 30%.

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

Wheatland Township
Notes to the Financial Statements (cont'd)

IV. Other Information (cont'd)

B. Risk Management

The Township is exposed to various risks of loss related to torts, theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; or acts of God.

The Township is a member of the Township Officials of Illinois Risk Management Association (TOIRMA), which provides sufficient coverage to reduce the risk of any material loss. There have been no significant reductions in coverage in the current year, and there have been no settlements in excess of coverage in the past three years. The Township made an annual contribution of \$16,262 during the year ended March 31, 2015.

REQUIRED SUPPLEMENTARY INFORMATION

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**Wheatland Township
Illinois Municipal Retirement Fund
Required Supplementary Information -
Schedule of Funding Progress
March 31, 2015**

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) - Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
12/31/14	\$ 891,685	\$ 1,046,522	\$ 154,837	85.20%	\$ 521,314	29.70%
12/31/13	837,511	996,833	159,322	84.02%	601,964	26.47%
12/31/12	975,121	1,096,420	121,299	88.94%	655,953	18.49%

On a fair value basis, the actuarial value of assets as of December 31, 2014 is \$1,044,972.
On a fair value basis the funded ratio would be 99.85%.

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

See independent auditor's report.

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SUPPLEMENTARY INFORMATION

Wheatland Township
Balance Sheet - Nonmajor Governmental Funds
March 31, 2015

Assets	<u>General Assistance</u>	<u>Cemetery</u>	<u>Park</u>	<u>Disaster Relief</u>	<u>Culvert</u>	<u>Total</u>
Cash and investments	\$ 21,044	\$ 68,342	\$ -	\$ 16,204	\$ 6,865	\$ 112,455
Total assets	\$ 21,044	\$ 68,342	\$ -	\$ 16,204	\$ 6,865	\$ 112,455
Fund Balances (Deficit)						
Restricted for general assistance	\$ 21,044	\$ -	\$ -	\$ -	\$ -	\$ 21,044
Restricted for road and bridge	-	-	-	-	6,865	6,865
Assigned for disaster relief	-	-	-	16,204	-	16,204
Assigned for cemetery	-	68,342	-	-	-	68,342
Total fund balances (deficit)	21,044	68,342	-	16,204	6,865	112,455
Total liabilities and fund balances	\$ 21,044	\$ 68,342	\$ -	\$ 16,204	\$ 6,865	\$ 112,455

See independent auditor's report.

Wheatland Township
Combined Statement of Revenues, Expenditures and
Changes in Fund Balance - Nonmajor Governmental Funds
For the Year Ended March 31, 2015

	General Assistance	Cemetery	Park
Revenues:			
Licenses and fees	\$ -	\$ 17,800	\$ -
Interest	10	167	-
Miscellaneous	-	410	-
Total revenues	10	18,377	-
Expenditures:			
General government:			
Highways and streets	-	-	-
Health and welfare	2,360	-	-
Cemetery	-	8,166	-
Total expenditures	2,360	8,166	-
Revenues over (under) expenditures before other financing sources	(2,350)	10,211	-
Other financing sources - transfer in	-	-	9,394
Net changes in fund balances	(2,350)	10,211	9,394
Fund balance, beginning of the year	23,394	58,131	(9,394)
Fund balance, end of the year	\$ 21,044	\$ 68,342	\$ -

	Disaster Relief	Culvert	Total
Revenues:			
Licenses and fees	\$ -	\$ 525	\$ 18,325
Interest	7	4	188
Miscellaneous	-	-	410
Total revenues	7	529	18,923
Expenditures:			
Highways and streets	-	250	250
Health and welfare	-	-	2,360
Cemetery	-	-	8,166
Total expenditures	-	250	10,776
Revenues over (under) expenditures before other financing sources	7	279	8,147
Other financing sources - transfer in	-	-	9,394
Net changes in fund balances	7	279	17,541
Fund balance, beginning of the year	16,197	6,586	94,914
Fund balance, end of the year	\$ 16,204	\$ 6,865	\$ 112,455

See independent auditor's report.

**Wheatland Township
General Assistance Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Actual and Budget
For the Year Ended March 31, 2015**

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues – interest	\$ -	\$ -	\$ 10	\$ 10
Expenditures:				
Health and welfare:				
Liability insurance	2,000	2,000	2,360	(360)
General assistance relief	7,500	7,500	-	7,500
Emergency assistance relief	12,500	12,500	-	12,500
Total expenditures	22,000	22,000	2,360	19,640
Net changes in fund balance	\$ (22,000)	\$ (22,000)	(2,350)	\$ 19,650
Fund balance, beginning of the year			23,394	
Fund balance, end of the year			\$ 21,044	

See independent auditor's report.

**Wheatland Township
Cemetery Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balance - Actual and Budget
For the Year Ended March 31, 2015**

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues:				
Site sales	\$ 5,400	\$ 5,400	\$ 6,400	\$ 1,000
Internment fees	7,300	7,300	8,100	800
Perpetual care	4,000	4,000	3,300	(700)
Interest	900	900	167	(733)
Miscellaneous	100	100	410	310
Total revenues	17,700	17,700	18,377	677
Expenditures:				
Cemetery:				
Contractual services:				
Grave openings	6,700	6,700	6,153	547
Cemetery operations	-	-	962	(962)
Grave markings	750	750	560	190
Foundation repairs	2,700	2,700	-	2,700
Total contractual services	10,150	10,150	7,675	2,475
Commodities - operating supplies	2,500	2,500	491	2,009
Miscellaneous - miscellaneous	150	150	-	150
Total expenditures	12,800	12,800	8,166	4,634
Net changes in fund balance	\$ 4,900	\$ 4,900	10,211	\$ 5,311
Fund balance, beginning of the year			58,131	
Fund balance, end of the year			\$ 68,342	

See independent auditor's report.

Wheatland Township
Property Tax Assessed Valuations, Rates, Extensions
and Collections - Last Three Tax Levy Years (unaudited)

Tax Levy Year	2013	2012	2011
Assessed Valuations	\$ 2,818,991,455	\$ 2,849,980,907	\$ 2,990,782,131
Tax Rates (Note 1):			
General Town	0%	0.0344%	0.0328%
Road and Bridge	0.0227%	0.0229%	0.0218%
Permanent (Hard) Road	0.0291%	0.0299%	0.0285%
	0.0518%	0.0872%	0.0831%
Extended Levies:			
General Town	\$ -	\$ 980,393	\$ 980,977
Road and Bridge (Note 2)	348,814	355,622	353,647
Permanent (Hard) Road	820,327	852,144	852,373
	\$ 1,169,141	\$ 2,188,159	\$ 2,186,997
Tax Collections	\$ 1,167,532	\$ 2,173,121	\$ 2,180,819
Percent Collected	99.86%	99.31%	99.72%

Note 1 - Property tax rates are per \$100 of assessed valuation.

Note 2 - Net of municipal portion.