

**CAMPTON TOWNSHIP
ST. CHARLES, ILLINOIS**

**FINANCIAL STATEMENTS AND
INDEPENDENT AUDITOR'S REPORT**

For the Year Ended
March 31, 2016

ADMINISTRATIVE OFFICES

4N498 TOWNHALL ROAD
ST. CHARLES, ILLINOIS

John Kubar
Supervisor

Richard Johansen
Town Clerk

Sam Gallucci
Highway Commissioner

Alan Rottmann
Assessor

Trustees

Elizabeth Murphy

Thomas Stutesman

Joe Miller

Victoria Vandiver

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ST. CHARLES, ILLINOIS
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CAMPTON TOWNSHIP
ST. CHARLES, ILLINOIS
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INDEPENDENT AUDITOR'S REPORT



1415 W. Diehl Road, Suite 400
Naperville, Illinois 60563

Certified Public Accountants & Advisors
Members of American Institute of Certified Public Accountants

INDEPENDENT AUDITOR'S REPORT

The Honorable Town Supervisor
Members of the Board of Trustees
Campton Township
St. Charles, Illinois

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Campton Township, St. Charles, Illinois (the Township) as of and for the year ended March 31, 2016, and the related notes to financial statements which collectively comprise the Township's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Township's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Township's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of Campton Township, St. Charles, Illinois, as of March 31, 2016, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Change in Accounting Principle

As disclosed in Note 10, The Township adopted GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*, and GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date - an amendment of GASB Statement No. 68*, during the year ended March 31, 2016. The implementation of this guidance resulted in changes to the pension related liabilities, deferred inflows and outflows of resources, the pension related expense, notes presented in the notes to the basic financial statements and to the required supplementary information. Our opinion is not modified with respect to this matter.

Other Matters

Required Supplementary Information

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

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Township's basic financial statements as a whole. The combining and individual fund financial statements and schedules and the supplemental data 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 and schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the

basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual fund financial statements are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The supplemental data 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 thereon.

A handwritten signature in cursive script, appearing to read "A. M. 22P".

Naperville, Illinois
June 21, 2016

CAMPTON TOWNSHIP
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the fiscal year ended March 31, 2016

Our discussion and analysis of Campton Township's financial performance provides an overview of the Township's financial activities for the fiscal year ended March 31, 2016. Readers are encouraged to consider the information presented in conjunction with the Township's financial statements as a whole.

FINANCIAL HIGHLIGHTS

- The net assets of the Township exceeded its liabilities at the close of the most recent fiscal year by \$26,070,813 (net position). This represents a \$1,324,601 increase in net assets. The primary cause of the net asset increase is from the decrease in total liabilities, due to a reduction of debt service. During 2016 fiscal year, the Open Space Fund's debt was reduced by \$1,536,440 in bond principal payments. In addition, there was an increase in total assets of which the most significant increase was in receivable taxes.
- For the year the Statement of Revenues, Expenditures, and Changes in Fund Balances, indicates total revenues exceeded total expenditures. The excess of revenues are mainly attributable to the Road and Bridge Fund offset by a budgeted deficiency in the Open Space Fund.
- Overall there was an increase in the cost of programs. The most significant increase was in Open Space which included non-recurring bond issuance costs for the GO Bond Refunding Series 2015 offset by various reductions in expenditures. In addition, there was an increase in property taxes of approximately 2.3% for Town and Road Funds and a 6.6% increase for the General Obligation Bonds and Interest.
- At the end of the current fiscal year, the unassigned fund balance for the General Fund was \$351,201 or approximately 63% of total General Fund expenditures. The Road and Bridge Fund had a restricted and unrestricted fund balance of \$1,023,858, which represents approximately 58% of total Road and Bridge expenditures.

Overview of the Financial Statements

This annual report consists of a series of financial statements and notes to the financial statements. The Statement of Net Position and the Statement of Activities provide information about the activities of the Township as a whole and present a longer-term view of the Township's finances. Fund financial statements begin on page 6. For governmental funds, these fund financial statements tell how these services were financed in the short term as well as what remains for future spending. Fund financial statements also report the Township's operation in more detail than the government-wide statements by providing information about the Township's individual funds.

(See independent auditor's report.)

Government-Wide Financial Statements

The government-wide financial statements provide readers with a broad overview of the Township's finances, in a matter similar to a private-sector business. The government wide financial statements can be found on pages 4 - 5 of this report.

The Statement of Net Position reports information on all of the Township's assets and liabilities, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the township is improving or deteriorating. Consideration of other non-financial factors, such as changes in the Township's property tax base is necessary to assess the overall health of the Township.

The Statement of Activities presents information showing how the Township's net position changed during the fiscal year ending March 31, 2016. All changes in net position are reported as soon as the underlying event that causes the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes).

The Notes to the financial statements provide additional information that is essential for a full understanding of the data provided in the government-wide and fund financial statements.

The governmental activities of the Township include general government, public welfare, recreation and preservation of open land. Real estate taxes and governmental revenues (e.g. grants, permit fees) finance these activities.

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Township, like other local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the Township are classified as governmental funds.

Governmental Funds

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating the Township's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate the comparison between governmental funds and governmental activities.

The Township maintains four governmental funds. Information is presented separately for the major funds and combines the nonmajor governmental funds in the balance sheet and in the statement of revenues, expenditures, and changes in fund balances. The major funds are the

(See independent auditor's report.)

General (Town) Fund (includes General Assistance), Road and Bridge Fund, and Open Space Fund. The remaining nonmajor governmental fund is the Capital Improvements Fund.

The Township adopts an annual appropriated budget for all of the governmental funds. A budgetary comparison statement for these funds has been provided to demonstrate compliance with this budget in the required supplementary information section.

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found starting on page 10 of this report. Included in the notes is the information concerning the Township's Illinois Municipal Retirement Fund (IMRF) pension obligations and detail for long-term debt. Following the notes is required supplementary information reporting ten years of trend information concerning the Illinois Municipal Retirement Fund on a prospective basis.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Statement of Net Position

Net position may serve over time as a useful indicator of a government's financial position. The following tables show that in the case of the Township, assets exceeded liabilities by \$26,070,813. The \$1,324,601 increase represents a combination of changes.

Statement of Net Position		
As of March 31		
	<u>2015</u>	<u>2016</u>
Current and Other Assets	\$ 13,364,394	14,046,644
Capital Assets	<u>57,217,226</u>	<u>57,085,131</u>
Total assets	70,581,620	71,131,775
Deferred Outflows of Resources	302,060	484,087
Total assets & deferred outflows of resources	70,883,680	71,615,862
Current Liabilities	710,617	652,729
Non-current debt due within one year	1,615,068	2,506,206
Long-Term Debt Outstanding	<u>38,225,352</u>	<u>36,333,916</u>
Total Liabilities	40,551,037	39,492,851
Deferred Inflows of Resources	5,346,124	6,052,198
Total liabilities & deferred inflows of resources	45,897,161	45,545,049
Net Position		
Net Investment in Capital Assets	20,123,494	21,231,545
Restricted for		
Road and bridges	881,446	988,044
Open Spaces	3,790,019	4,046,577
Unrestricted	<u>191,560</u>	<u>-195,353</u>
Total Net Position	<u>\$ 24,986,519</u>	<u>26,070,813</u>

(See independent auditor's report.)

Current and other assets increased \$682,250; the primary increases were from an increase in cash of \$85K (Town Fund \$23K, Road Fund \$70K, Open Space -\$12K) and an increase in receivable taxes of \$587K. The cash increase is a combination of the applicable fund's surpluses and the decreases in outstanding accounts payable and accrued payroll.

In addition, another significant increase was in receivable taxes. This is due to the projected levy increases for the Open Space GO series bond principal debt payments of \$2,140,000 next fiscal year (December 2016) compared to \$1,525,000 (principal paid December 2015) while the General Town and Road and Bridge both increase by approximately 2%.

Another significant change previously mentioned was a \$1,058,186 decrease in total liabilities (excluding deferred inflows of resources). This decrease consisted of reductions in bond debt: \$1,525,000 in GO bond debt and \$11,440 IGA water resource bonds through Kane County. In addition, there were less significant decreases for outstanding accounts payable, accrued payroll and accrued interest at year-end.

Net investment in capital assets (for example, land, buildings, equipment) accounts for a major portion of the Township's net position. Non-depreciable capital assets total \$49,711,364 of the net Capital Assets of \$57,085,131. The net capital assets by fund are: \$2.3 million – General (Town) Fund; \$8.6 million - Road and Bridge Fund; \$46.9 million - Open Space Fund. These capital assets provided services to citizens; consequently, these assets were not available for spending. See additional comment regarding capital assets on page 18 of this report.

**Changes in Statement of Activities
For the Years Ending March 31**

Revenues:	<u>2015</u>	<u>2016</u>
Program Revenues		
Charges for Services	\$ 118,226	457,629
Operating grants & contributions	231,165	243,546
Capital grants & contributions	0	0
General Revenues		
Property Taxes	5,085,353	5,339,794
Replacement Taxes	6,479	7,166
Investment Income	178,918	137,723
Gain on disposal of capital assets	0	0
Miscellaneous	31,617	10,231
Total Revenues	\$ 5,651,758	6,196,089

(See independent auditor's report.)

	<u>2015</u>	<u>2016</u>
Expenses:		
General Government	\$ 585,711	645,418
Roads and Bridges	1,754,253	1,743,270
Parks and recreation	70,075	121,072
Open Space	586,758	849,141
Interest on Long Term Debt	1,453,893	1,512,587
Total Expenses	<u>\$ 4,450,690</u>	<u>4,871,488</u>
Increase (Decrease) in Net Position	\$ 1,201,068	1,324,601
Net Position – Beginning	<u>23,785,451</u>	<u>24,746,212</u>
Net Position – Ending	<u>\$ 24,986,519</u>	<u>26,070,813</u>

Changes in Net Position

The increase in net position of \$1,324,601 was attributable to several previously mentioned items. There were increases in the expenses of Governmental activities; the most significant was in Open Space from the non-recurring expense of bond issuance cost. These issuance cost were from the \$15,890,000 GO Refunding Bond Series 2015. Other key elements in the change are as follows:

- *Charges for Services* include: General government's room rental fees, Parks' field fees, Road's culvert, access & overweight permits, Open Space's wetland income, license income, permit & field fees. The most significant changes over last year's charges for services were: Open Space had a \$322,000 increase in wetland income and Highways and streets had a \$14,500 increase in culvert permits.
- *Operating grants and contributions* include General government - VCH contribution to RIK program, Open space - donations and for Highways and streets - intergovernmental income. The majority of the intergovernmental income to Highways and streets is from the Village of Campton Hills. The Road District receives revenue under the intergovernmental agreements created in 2007 between the newly created Village of Campton Hills (VCH) and the Campton Township Road District. These agreements provided for the Road District to continue to maintain the roads previously under the Township Road District jurisdiction and to perform additional work as requested on VCH roads located in Plato Township. These agreements generated \$107,900 in Motor Fuel Taxes (MFT) to go directly to the Road District compared to \$100,900 in 2015. The MFT taxes from the State of Illinois were previously held as credits allocated on miles of township roadway in motor fuel accounts held and supervised by Kane County. Additional work performed for the VCH (for Plato Township roads within the Village) generated \$52,500 in revenue for the Road compared to \$51,200 in fiscal year 2015. Another less significant IGA is with the Village of Lily Lake (VLL); but the VLL requested an additional \$8,000 in work for this fiscal year.
- *Capital grants* – no income generated from grant revenue this year.

(See independent auditor's report.)

- Property taxes levied for General Fund and Road and Bridge increased by 2.3% for fiscal year 2016. This reflects the increase in the rate of inflation, plus new construction in the Township that was added to the Township assessment records. Property taxes levied for Open Space are set by resolution from the various bond issuances and increased by 6.6%. The Open Space tax receipts are restricted to general obligation bond payments only; this revenue offsets the amount of bond interest expenditures and bond principal reduction payments due during the fiscal year.
- Investment income decreased in the Open Space Fund. The Open Space interest income increased by \$2,700 but the significant decrease was the \$44K change in unrealized gains on investments. The unrealized gain or loss fluctuates based on the market value of investments as of March 31st.

FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS

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

Governmental funds

The focus of the Township's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. As of the end of the current fiscal year, combined ending fund balances were \$7.88 million, which is a 1.9% increase from last year's total of \$7.73 million. The fund balances increased were: \$27,609 in the General (Town) Fund and \$114,981 in the Road and Bridge Fund and \$5,457 in the Capital Improvements Fund. There was a budgeted deficit or decrease of \$5,804 in the Open Space Fund. The Open Space Fund's budgeted deficit was originally budgeted at a higher dollar amount.

At the end of the current fiscal year for the major funds, there was an unassigned fund balance of \$351,201 for the General Fund, restricted and unrestricted funds for the Road and Bridge Fund of \$1,023,858 and \$6,441,852 of restricted and unrestricted funds for the Open Space Fund; these funds may be used to meet the government's ongoing obligations and programs.

GENERAL FUND BUDGETARY HIGHLIGHTS

The Township board approved amended budget line items under 10% from the original Township Budget Ordinance and/or Road and Bridge Ordinance. All the amended line item adjustments were minor adjustments of less than 1% and under in the Town, Capital Improvements and Open Space fund budgets for the fiscal year ending March 31, 2016. The Road Fund had one 6% line item adjustment for Road and shop equipment. Most line items were within the line item budgets, although there were a few line items over budget due to an accrual or late invoice. In addition, the General – Town Fund, Road Fund and Capital Improvements Fund were all under budget. The Open Space Fund, the actual administration, maintenance and capital outlay expenditures were \$30,000 under the original budgeted expenditures for the fiscal year excluding the non-recurring bond issuance costs of \$292K.

(See independent auditor's report.)

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

The Township's investment in capital assets as of March 31, 2016 was \$57,085,131 (net of accumulated depreciation). This investment in capital assets includes land, land improvements, buildings & improvements, equipment & vehicles and road infrastructure.

Net capital assets decreased by \$132,095. This was a combination of capital additions of \$260,783 offset by annual depreciation of \$391,488 and disposals of \$1,430. The capital additions of \$260,783 included: Open Space additions included 2016 Ford 250 pickup truck, JD Ztrac mower, a full deck trailer, a new dog park at Poynor Park and parking lot improvements. Road and Bridge Fund purchased two new F250 pickup trucks, an International plow truck, FCC compliant communication radio system and traded-in a 2001 Ford F250 pickup.

Additional information of the Township's capital assets can be found in note 4 on pages 18.

Debt

At year-end, the Township Open Space program had outstanding bond debt of \$36,093,845. Reductions in bond debt this fiscal year: \$1,536,440 in principal payments and \$17,750,000 due to refunding of the remaining 2001, 2005B, 2006B and 2007B GO bonds. There was an offsetting addition of \$15,890,000 for GO Refunding Bond Series 2015 and the related \$2,052,938 of unamortized premium from the refunding. The 2015 Refunding Bonds have lower interest rates and generated a cash flow saving of approximately \$1.3 million and an economic gain of \$1.2 million.

The Road Fund capital leases were reduced by \$28,626, leaving an outstanding balance of \$80,248. In long-term debt, the Township recorded pension liability of \$166,618 for the year in order to comply with GASB 68 Accounting and Financial Reporting for Pensions and GASB 71 Pension Transition for Contributions Made Subsequent to the Measurement Date and amendment of GASB 68 has recorded the Net pension liability in the Long-Term Debt.

Detailed information regarding the Township's debt can be found in note 6 on pages 19 - 23.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES

The Township receives majority of its revenue from property taxes. Current economic factors have slowed the growth of the property tax base of the Township, although this does not cause a decrease in property tax receipts. The low CPI does have an effect on increasing property tax revenues but it does not decrease taxes. The Township anticipates these effects on the property taxes for fiscal year 2016-2017 and the Township considers this in their forecast and budget process.

REQUEST FOR INFORMATION

This financial report is designed to provide a general overview of the Township's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional information should be directed to Campton Township Supervisor, 4N498 Town Hall Road, St. Charles, IL 60175.

(See independent auditor's report.)

**GENERAL PURPOSE EXTERNAL
FINANCIAL STATEMENTS**

**CAMPTON TOWNSHIP
ST. CHARLES, ILLINOIS**

STATEMENT OF NET POSITION

March 31, 2016

	<u>Governmental Activities</u>
ASSETS	
Cash and investments	\$ 8,034,625
Receivables (net, where applicable of allowances for uncollectibles)	
Taxes	5,933,244
Accrued interest	31,246
Allotments	26,593
Other	20,936
Capital assets, not being depreciated	49,711,364
Capital assets, being depreciated (net of accumulated depreciation)	<u>7,373,767</u>
Total assets	<u>71,131,775</u>
DEFERRED OUTFLOWS OF RESOURCES	
Pension items - IMRF	184,155
Unamortized loss on refunding	<u>299,932</u>
Total deferred outflows of resources	<u>484,087</u>
Total assets and deferred outflows of resources	<u>71,615,862</u>
LIABILITIES	
Accounts payable	150,587
Accrued payroll	86,741
Accrued interest	415,401
Noncurrent liabilities	
Due within one year	2,506,206
Due in more than one year	<u>36,333,916</u>
Total liabilities	<u>39,492,851</u>
DEFERRED INFLOWS OF RESOURCES	
Pension items - IMRF	118,954
Deferred revenue - property taxes	<u>5,933,244</u>
Total deferred inflows of resources	<u>6,052,198</u>
Total liabilities and deferred inflows of resources	<u>45,545,049</u>
NET POSITION	
Net investment in capital assets	21,231,545
Restricted for	
Roads and bridges	988,044
Open space	4,046,577
Unrestricted	<u>(195,353)</u>
TOTAL NET POSITION	<u><u>\$ 26,070,813</u></u>

See accompanying notes to financial statements.

**CAMPTON TOWNSHIP
ST. CHARLES, ILLINOIS**

STATEMENT OF ACTIVITIES

For the Year Ended March 31, 2016

FUNCTIONS/PROGRAMS	Program Revenues				Net (Expense) Revenue and Change in Net Position
PRIMARY GOVERNMENT	Expenses	Charges for Services	Operating Grants	Capital Grants	Primary Governmental Activities
Governmental Activities					
General government	\$ 645,418	\$ 360	\$ 1,000	\$ -	\$ (644,058)
Highways and streets	1,743,270	23,241	194,560	-	(1,525,469)
Parks and recreation	121,072	11,425	-	-	(109,647)
Open space	849,141	422,603	2,245	-	(424,293)
Interest	1,512,587	-	45,741	-	(1,466,846)
TOTAL GOVERNMENTAL ACTIVITIES	\$ 4,871,488	\$ 457,629	\$ 243,546	\$ -	(4,170,313)
			General Revenues		
			Taxes		
			Property taxes	5,339,794	
			Replacement taxes	7,166	
			Investment income	137,723	
			Miscellaneous	10,231	
			Total	5,494,914	
			CHANGE IN NET POSITION	1,324,601	
			NET POSITION, APRIL 1	24,986,519	
			Change in accounting principle	(240,307)	
			NET POSITION, APRIL 1, RESTATED	24,746,212	
			NET POSITION, MARCH 31	\$ 26,070,813	

See accompanying notes to financial statements.

**CAMPTON TOWNSHIP
ST. CHARLES, ILLINOIS**

**BALANCE SHEET
GOVERNMENTAL FUNDS**

March 31, 2016

	General (Town)	Road and Bridge	Open Space	Nonmajor	Total
ASSETS					
Cash and investments	\$ 442,917	\$ 1,133,328	\$ 6,428,353	\$ 30,027	\$ 8,034,625
Receivables					
Taxes	655,569	1,677,364	3,600,311	-	5,933,244
Accrued interest	-	-	31,246	-	31,246
Allotments	-	26,593	-	-	26,593
Other	97	8,339	12,500	-	20,936
TOTAL ASSETS	\$ 1,098,583	\$ 2,845,624	\$ 10,072,410	\$ 30,027	\$ 14,046,644
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES					
LIABILITIES					
Accounts payable	\$ 3,929	\$ 123,523	\$ 23,135	\$ -	\$ 150,587
Accrued payroll	58,750	20,879	7,112	-	86,741
Total liabilities	62,679	144,402	30,247	-	237,328
DEFERRED INFLOWS OF RESOURCES					
Unavailable revenue - property taxes	655,569	1,677,364	3,600,311	-	5,933,244
Total deferred inflows of resources	655,569	1,677,364	3,600,311	-	5,933,244
FUND BALANCES					
Restricted for roads and bridges	-	988,044	-	-	988,044
Restricted for open spaces	-	-	6,248,706	-	6,248,706
Unrestricted					
Assigned for roads and bridges	-	35,814	-	-	35,814
Assigned for capital projects	-	-	-	30,027	30,027
Assigned for open space	-	-	193,146	-	193,146
Assigned for general assistance	29,134	-	-	-	29,134
Unassigned	351,201	-	-	-	351,201
Total fund balances	380,335	1,023,858	6,441,852	30,027	7,876,072
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	\$ 1,098,583	\$ 2,845,624	\$ 10,072,410	\$ 30,027	\$ 14,046,644

See accompanying notes to financial statements.

**CAMPTON TOWNSHIP
ST. CHARLES, ILLINOIS**

**RECONCILIATION OF FUND BALANCES OF GOVERNMENTAL
FUNDS TO THE GOVERNMENTAL ACTIVITIES IN
THE STATEMENT OF NET POSITION**

March 31, 2016

FUND BALANCES OF GOVERNMENTAL FUNDS	\$ 7,876,072
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 governmental funds	57,085,131
Long-term liabilities are not due and payable in the current period and, therefore, are not reported in governmental funds	
Bonds	(36,093,845)
Capital leases	(80,248)
Unamortized premium	(2,181,557)
Compensated absences payable	(50,342)
Unamortized loss on refunding is reported as a deferred outflow on the statement of net position	299,932
Net pension liability for the Illinois Municipal Retirement Fund is shown as a liability on the statement of net position	(434,130)
Differences between expected and actual experiences, assumption changes, net differences between projected and actual earnings and contributions subsequent to the measurement date for the Illinois Municipal Retirement Fund are recognized as deferred outflows and inflows of resources on the statement of net position	65,201
Accrued interest on long-term liabilities is shown as a liability on the statement of net position	<u>(415,401)</u>
NET POSITION OF GOVERNMENTAL ACTIVITIES	<u><u>\$ 26,070,813</u></u>

See accompanying notes to financial statements.

**CAMPTON TOWNSHIP
ST. CHARLES, ILLINOIS**

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

For the Year Ended March 31, 2016

	General (Town)	Road and Bridge	Open Space	Nonmajor	Total
REVENUES					
Taxes	\$ 645,808	\$ 1,651,143	\$ 3,050,010	\$ -	\$ 5,346,961
Charges for services	11,425	22,403	414,493	-	448,321
Intergovernmental	1,000	194,560	45,741	-	241,301
Investment income	619	1,333	135,750	21	137,723
Miscellaneous	2,811	7,317	11,655	-	21,783
Total revenues	661,663	1,876,756	3,657,649	21	6,196,089
EXPENDITURES					
Current					
General government	555,219	-	-	-	555,219
Highways and streets	-	1,155,366	-	-	1,155,366
Parks and recreation	56,435	-	-	-	56,435
Open space	-	-	633,824	-	633,824
Capital outlay	-	573,285	102,236	16,964	692,485
Debt service					
Principal	-	28,626	1,536,440	-	1,565,066
Interest and fiscal charges	-	4,498	1,519,626	-	1,524,124
Total expenditures	611,654	1,761,775	3,792,126	16,964	6,182,519
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	50,009	114,981	(134,477)	(16,943)	13,570
OTHER FINANCING SOURCES (USES)					
Issuance of general obligation bonds	-	-	15,890,000	-	15,890,000
Premium on bonds issued	-	-	2,052,938	-	2,052,938
Payment to escrow agent	-	-	(17,814,265)	-	(17,814,265)
Transfers in	-	-	-	22,400	22,400
Transfers (out)	(22,400)	-	-	-	(22,400)
Total other financing sources (uses)	(22,400)	-	128,673	22,400	128,673
NET CHANGE IN FUND BALANCES	27,609	114,981	(5,804)	5,457	142,243
FUND BALANCES, APRIL 1	352,726	908,877	6,447,656	24,570	7,733,829
FUND BALANCES, MARCH 31	\$ 380,335	\$ 1,023,858	\$ 6,441,852	\$ 30,027	\$ 7,876,072

See accompanying notes to financial statements.

**CAMPTON TOWNSHIP
ST. CHARLES, ILLINOIS**

RECONCILIATION OF THE GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES TO THE GOVERNMENTAL ACTIVITIES
IN THE STATEMENT OF ACTIVITIES

For the Year Ended March 31, 2016

NET CHANGE IN FUND BALANCES - TOTAL GOVERNMENTAL FUNDS	\$ 142,243
Amounts reported for governmental activities in the statement of activities are different because:	
Governmental funds report capital outlays as expenditures; however, they are capitalized in the statement of activities	260,783
Depreciation expense does not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds	(391,448)
The gain/loss on disposal of capital assets is reported on the statement of activities as a reduction/increase of expense	(1,430)
The issuance of long-term debt (general obligation bonds) is reported as an other financing source in governmental funds but as an increase of principal outstanding in the statement of activities	
Issuance of bonds	(15,890,000)
Premium on issuance of bonds	(2,052,938)
Repayment of long-term obligations is shown as an expenditure in governmental funds, but as a reduction of liability on the statement of net position	
Bonds	1,536,440
Capital leases	28,626
The payment to escrow agent for the refunding of long-term debt is reported as an other financing use in the governmental funds but as	
A decrease of principal outstanding in the statement of net position	17,750,000
A decrease of discount outstanding in the statement of net position	26,250
Loss on refunding amortized over the life of the bonds	38,015
The amortization of premiums on bonds and deferred losses on refunding is shown as a reduction of interest expense on the statement of activities	762
The change in the net pension liability for the Illinois Municipal Retirement Fund is reported only in the statement of activities	(166,618)
The change in deferred inflows and outflows of resources for the Illinois Municipal Retirement Fund is reported only in the statement of activities	37,996
The decrease in accrued interest on long-term debt is reported as a reduction of interest expense on the statement of activities	10,775
The change in the compensated absences liability is shown as an expense on the statement of activities	(4,855)
CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES	\$ 1,324,601

See accompanying notes to financial statements.

**CAMPTON TOWNSHIP
ST. CHARLES, ILLINOIS**

NOTES TO FINANCIAL STATEMENTS

March 31, 2016

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Campton Township (the Township) was incorporated in 1850. The Township operates under a Board of Trustees form of government and provides the following services: general assistance, road and bridge, assessment of properties, and general administrative services.

The financial statements of the Township have been prepared in conformity with accounting principles generally accepted in the United States of America, as applied to governmental units (hereinafter referred to as generally accepted accounting principles (GAAP)). The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the Township's accounting policies are described below.

a. Reporting Entity

The Township is a municipal corporation governed by an elected board. As required by GAAP, these financial statements present the Township (the primary government). There are no component units included in the Township's reporting entity.

b. Basis of Presentation - Fund Accounting

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

Governmental funds are used to account for the Township's general activities. The General (Town) Fund is the primary operating fund; accounting for all financial resources not accounted for in another fund. Special revenue funds account for revenue sources that are legally restricted or committed for specific purposes (except for capital projects funds). Capital projects funds account for funds that are restricted, committed or assigned to the acquisition of capital assets or construction of major capital projects not financed by another fund.

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 and the statement of activities) report information on all of the nonfiduciary activities of the Township. 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 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 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 instead as general revenues.

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

The Township reports the following major governmental funds:

The General (Town) Fund accounts for the resources traditionally associated with the Township's operations that are not accounted for in another fund.

The Road and Bridge Fund (special revenue) accounts for the revenues and expenditures restricted to financing the maintenance and construction of the Township's roads and bridges.

The Open Space Fund (capital projects) accounts for monies received from the sale of general obligation bonds, the proceeds of which are to be used for the purchase and management of open space within the Township.

d. Basis of Accounting

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. Property taxes are recognized as revenues in the year for which they are levied (i.e., intended to finance). Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

d. Basis of Accounting (Continued)

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual (i.e., both 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 be used to pay liabilities of the current period. The Township considers revenues to be available if they are collected within 60 days of the end of the current fiscal year. Expenditures are recorded when the related fund liability is incurred.

Those revenues susceptible to accrual are property taxes, interest revenue, and charges for services. Donations are not susceptible to accrual because generally they are not measurable until received in cash.

The Township reports unearned/unavailable/deferred revenue on its financial statements. Unavailable/deferred revenues arise when a potential revenue does not meet both the measurable and available or earned criteria for recognition in the current period. Unearned revenues also arise when resources are received by the Township before it has a legal claim to them, as when grant monies are received prior to the incurrence of qualifying expenditures. In subsequent periods, when both revenue recognition criteria are met or when the Township has a legal claim to the resources, the liability or deferred inflow for unearned/unavailable/deferred revenue is removed from the financial statements and revenue is recognized.

e. Cash and Investments

Cash consists of demand deposits. Investments are stated at fair value, except for non-negotiable certificates of deposit and investments with a maturity of less than one year at date of purchase which are stated at cost.

f. Capital Assets

Capital assets, which include property, plant, equipment, and certain intangible assets are reported in the applicable governmental activities columns in the government-wide financial statements. Capital assets are defined by the Township as assets with an estimated useful life in excess of one year and an initial individual cost of more than \$5,000, \$10,000, or \$50,000 for equipment, buildings, and infrastructure, respectively. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair value at the date of donation.

CAMPTON TOWNSHIP
ST. CHARLES, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

f. Capital Assets (Continued)

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:

<u>Assets</u>	<u>Years</u>
Land improvements	20
Buildings and improvements	20-50
Equipment and vehicles	5-10
Infrastructure	50

g. Prepaid Items/Expenses

Payments made to vendors for services that will benefit periods beyond the date of this report are recorded as prepaid items/expenses.

h. Compensated Absences

Vested or accumulated vacation and sick leave are reported as an expenditure and a fund liability of the governmental fund that will pay it once retirement or separation has occurred. Vested or accumulated vacation and sick leave of governmental activities are recorded as an expense and liability as the benefits accrue to employees.

i. Interfund Transactions

Interfund services are accounted for as revenues or expenditures/expenses. Transactions that constitute reimbursements to a fund for expenditures/expenses initially made from it that are properly applicable to another fund are recorded as expenditures/expenses in the reimbursing fund and as reductions of expenditures/expenses in the fund that is reimbursed.

All other interfund transactions, except interfund services and reimbursements, are reported as transfers.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

j. Long-Term Obligations

In the government-wide financial statements long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities. Bond premiums and discounts, as well as gains (losses) on refundings, are deferred and amortized over the life of the bonds. Bonds payable are reported net of the applicable bond premium or discount. The unamortized loss on refunding is reported as a deferred outflow of resources.

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.

k. Fund Balances/Net Position

In the fund financial statements, governmental funds report nonspendable fund balance for amounts that are either not spendable in form or legally or contractually required to be maintained intact. 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 or internally restricted via enabling legislation. Committed fund balance is constrained by formal actions of the Township's Board of Trustees, which is considered the Township's highest level of decision making authority. Formal actions include ordinances approved by the Board of Trustees. Assigned fund balance represents amounts constrained by the Township's intent to use them for a specific purpose. The authority to assign fund balance has been delegated to the Township Accountant by the Township Board of Trustees. Any residual fund balance in the General (Town) Fund or deficit fund balance in any governmental fund is reported as unassigned.

The Township'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 Township considers committed funds to be expended first followed by assigned and then unassigned funds.

The Township does not have a policy to maintain unassigned fund balance in the general fund at a minimum level.

In the government-wide financial statements, restricted net position is legally restricted by outside parties for a specific purpose. None of the Township's net position have been restricted by enabling legislation adopted by the Township. Net investment in capital assets, represents the book value of capital assets less any long-term debt principal outstanding issued to construct or acquire capital assets.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

l. Accounting Estimates

The preparation of financial statements in conformity with generally accepted accounting principles 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 statement and the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates.

m. Deferred Outflows/Inflows of Resources

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

2. DEPOSITS AND INVESTMENTS

The Township maintains a cash and investment pool that is available for use by all funds. Each fund's portion of this pool is displayed on the financial statements as "cash and investments."

The Township's investment policy authorizes the Township to invest in all investments allowed by Illinois Compiled Statutes. These include deposits/investments in insured commercial banks, savings and loan institutions, obligations of the U.S. Treasury and U.S. agencies, insured credit union shares, money market mutual funds with portfolios of securities issued or guaranteed by the United States Government or agreements to repurchase these same obligations, repurchase agreements, short-term commercial paper rated within the three highest classifications by at least two standard rating services, Illinois Funds (created by the Illinois State Legislature under the control of the State Comptroller that maintains a \$1 per share value which is equal to the participants fair value). In addition, bond funds may be invested in State and Local government bonds. The Township's investment policy does limit its deposits to financial institutions that are members of the FDIC system and are capable of posting collateral for amounts in excess of FDIC insurance.

CAMPTON TOWNSHIP
ST. CHARLES, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

2. DEPOSITS AND INVESTMENTS (Continued)

It is the policy of the Township 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 Township and conforming to all state and local statutes governing the investment of public funds, using the “prudent person” standard for managing the overall portfolio. The primary objectives of the policy are, in order of priority, legality, safety of principal, liquidity, and rate of return.

Deposits with Financial Institutions

Custodial credit risk for deposits with financial institutions is the risk that in the event of bank failure, the Township’s deposits may not be returned to it. The Township’s investment policy requires pledging of collateral for all bank balances in excess of federal depository insurance, at an amount not less than 110% of the fair market value of the funds secured, with the collateral held by the Township, an independent third party, or the Federal Reserve Bank of Chicago. In addition, one of the Township’s banks pledges collateral to a single institution collateral pool whereby collateral is pooled in one account at a separate bank acting for all public entity deposits in that bank.

Investments

The following table presents the investments and maturities of the Township’s debt securities as of March 31, 2016:

Investment Type	Fair Value	Investment Maturities (in Years)			
		Less than 1	1-5	6-10	Greater than 10
U.S. Treasury note	\$ 371,277	\$ -	\$ -	\$ 371,277	\$ -
Federal Farm Credit Bank	805,325	-	354,988	250,095	200,242
Municipal bonds	1,759,103	-	356,612	1,402,491	-
Negotiable CDs	1,474,682	-	1,125,647	349,035	-
TOTAL	\$ 4,410,387	\$ -	\$ 1,837,247	\$ 2,372,898	\$ 200,242

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. In accordance with its investment policy, the Township limits its exposure to interest rate risk by structuring the portfolio to provide liquidity for short and long-term cash flow needs while providing a reasonable rate of return based on the current market.

2. DEPOSITS AND INVESTMENTS (Continued)

Investments (Continued)

Credit risk is the risk that the issuer of a debt security will not pay its par value upon maturity. The Township limits its exposure to credit risk by requiring investments primarily in negotiable CDs, agency securities, money market mutual funds, and municipal bonds in the highest four credit ratings by a national rating agency. The Federal Farm Credit Bank obligation is rated AA+, the municipal bonds range in rating from A+ to AAA, and the negotiable certificates of deposit are not rated by a credit rating agency.

Custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to the investment, the Township will not be able to recover the value of its investments that are in possession of an outside party. To limit its exposure, the Township's investment policy requires all security transactions that are exposed to custodial credit risk to be processed on a delivery versus payment (DVP) basis with the underlying investments held by an independent third party custodian and evidenced by safekeeping receipts and a written custodial agreement.

Concentration of credit risk is the risk that the Township has a high percentage of its investments invested in one type of investment. The Township's investment policy requires diversification of investments to avoid unreasonable risk. No financial institution shall hold more than 20% of the Township's investment portfolio, exclusive of any securities held in safekeeping; Illinois Funds shall not exceed 40% of the investment portfolio; and IMET shall not exceed 10% of the investment portfolio. At March 31, 2016, the Township had greater than 5% of its overall portfolio invested in a U.S. Treasury Note (7%), Federal Farm Credit Bank obligations (15%), negotiable certificates of deposit (27%), and municipal bonds (33%).

3. RECEIVABLES - TAXES

Property taxes for 2015 attach as an enforceable lien on January 1, 2015, on property values assessed as of the same date. Taxes are levied by December of the subsequent fiscal year (by passage of a Tax Levy Ordinance). Tax bills are prepared by the County and issued on or about May 1, 2016 and are payable in two installments, on or about June 1, 2016 and September 1, 2016. The County collects such taxes and remits them periodically. The allowance for uncollectible taxes has been stated at .5% of the tax levy to reflect actual collection experience. Property tax receivable balances in the financial statements appear net of this allowance.

The 2016 tax levy, which attached as an enforceable lien on property as of January 1, 2016, has not been recorded as a receivable as of March 31, 2016 as the tax has not yet been levied by the Township and will not be levied until December 2016 and, therefore, the levy is not measurable at March 31, 2016.

CAMPTON TOWNSHIP
ST. CHARLES, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

4. CAPITAL ASSETS

Capital asset activity for the year ended March 31, 2016 was as follows:

	Balances April 1	Increases	Decreases	Balances March 31
GOVERNMENTAL ACTIVITIES				
Capital assets not being depreciated				
Land	\$ 46,123,034	\$ -	\$ -	\$ 46,123,034
Right of way and easements	3,588,330	-	-	3,588,330
Total capital assets not being depreciated	49,711,364	-	-	49,711,364
Capital assets being depreciated				
Land improvements	2,303,089	19,279	-	2,322,368
Buildings and improvements	2,594,157	-	-	2,594,157
Equipment and vehicles	1,678,940	241,504	47,222	1,873,222
Infrastructure	6,482,368	-	-	6,482,368
Total capital assets being depreciated	13,058,554	260,783	47,222	13,272,115
Less accumulated depreciation for				
Land improvements	1,119,705	116,118	-	1,235,823
Buildings and improvements	511,766	51,873	-	563,639
Equipment and vehicles	1,325,257	96,317	45,792	1,375,782
Infrastructure	2,595,964	127,140	-	2,723,104
Total accumulated depreciation	5,552,692	391,448	45,792	5,898,348
Total capital assets being depreciated, net	7,505,862	(130,665)	1,430	7,373,767
GOVERNMENTAL ACTIVITIES				
CAPITAL ASSETS, NET	\$ 57,217,226	\$ (130,665)	\$ 1,430	\$ 57,085,131

Depreciation expense was charged to functions/programs of the primary government as follows:

GOVERNMENTAL ACTIVITIES	
General government	\$ 36,213
Highways and streets	206,331
Open space	148,904
TOTAL GOVERNMENTAL ACTIVITIES	\$ 391,448

5. 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; employees' health; and natural disasters.

CAMPTON TOWNSHIP
ST. CHARLES, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

5. RISK MANAGEMENT (Continued)

The Township is a member of Town Organization Intergovernmental Risk Management Agency (TOIRMA). TOIRMA is a public entity risk pool operating as a common risk management and insurance program for member townships in Illinois. The Township pays an annual premium to TOIRMA for its general insurance coverage including property and casualty, workers' compensation, and other risks of loss. The agreement for the formation of TOIRMA provides that TOIRMA will be self-sustaining through member premiums and will reinsure through commercial companies for claims in excess of \$1,000 for general liability and \$1,000 for workers' compensation for each insured event. In the event that member premiums in any claim year are not sufficient to cover claims incurred during that period, then each participant in the pool would be assessed an additional premium to cover such losses. The Township is not aware of any additional premiums due to TOIRMA for prior claim years at March 31, 2016. In addition, the Township purchases third party indemnity insurance for employee health insurance coverage.

6. LONG-TERM DEBT

a. Changes in Long-Term Liabilities

	Balances April 1, Restated	Additions	Reductions/ Refundings	Balances March 31	Due Within One Year
GOVERNMENTAL ACTIVITIES					
<u>General Obligation Bonds</u>					
\$9,915,000 General Obligation Open Space Bonds, Series 2001, dated September 5, 2001, principal payments are due annually on December 15 (beginning in 2016) of each year through 2020, at amounts ranging from \$1,000,000 to \$2,585,000. Interest is payable on June 15 and December 15 of each year, at rates ranging from 4.7% to 4.9%.	\$ 7,030,000	\$ -	\$ 7,030,000	\$ -	\$ -
\$9,995,000 General Obligation Open Space Bonds, Series 2005B, dated July 1, 2005, principal payments are due annually on December 15 (beginning in 2012), at amounts ranging from \$60,000 to \$1,940,000. Interest payable on June 15 and December 15, at rates ranging from 3.5% to 4.0%.	6,535,000	-	6,535,000	-	-

CAMPTON TOWNSHIP
ST. CHARLES, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

6. LONG-TERM DEBT (Continued)

a. Changes in Long-Term Liabilities (Continued)

	Balances April 1, Restated	Additions	Reductions/ Refundings	Balances March 31	Due Within One Year
GOVERNMENTAL					
ACTIVITIES (Continued)					
<u>General Obligation Bonds</u>					
(Continued)					
\$5,060,000 General Obligation Open Space Bonds, Series 2006B, dated July 1, 2006, principal payments are due annually on December 15 (beginning in 2008), at amounts ranging from \$75,000 to \$770,000. Interest payable on June 15 and December 15, at rates ranging from 4.25% to 5.00%.	\$ 2,730,000	\$ -	\$ 2,730,000	\$ -	\$ -
\$4,080,000 General Obligation Open Space Bonds, Series 2007B, dated July 12, 2007, principal payments are due annually on December 15 (beginning in 2009), at amounts ranging from \$100,000 to \$950,000. Interest payable semiannually on June 15 and December 15, at rates ranging from 4.000% to 4.125%.	2,625,000	-	2,625,000	-	-
\$5,310,000 General Obligation Open Space Bonds, Series 2008B, dated September 15, 2008, principal payments are due annually on December 15 (beginning in 2013), at amounts ranging from \$85,000 to \$1,955,000. Interest payable semiannually on June 15 and December 15, at rates ranging from 3.375% to 3.875%.	4,945,000	-	355,000	4,590,000	580,000
\$2,360,000 Taxable General Obligation Build America Bonds, Series 2010B, dated February 9, 2010, principal payments are due annually on December 15 (beginning in 2028), at amounts ranging from \$1,000,000 to \$1,360,000. Interest payable semiannually on June 15 and December 15, at rates ranging from 5.9% to 6.0%.	2,360,000	-	-	2,360,000	-

CAMPTON TOWNSHIP
ST. CHARLES, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

6. LONG-TERM DEBT (Continued)

a. Changes in Long-Term Liabilities (Continued)

	Balances April 1, Restated	Additions	Reductions/ Refundings	Balances March 31	Due Within One Year
GOVERNMENTAL ACTIVITIES (Continued)					
<u>General Obligation Bonds</u> (Continued)					
\$4,420,000 General Obligation Refunding Bond Series 2011, dated January 11, 2011, principal payments are due annually on December 15 (beginning in 2022), at amounts ranging from \$1,415,000 to \$1,530,000. Interest payable semiannually on June 15 and December 15, at rates ranging from 3.850% to 4.125%.	\$ 4,420,000	\$ -	\$ -	\$ 4,420,000	\$ -
\$118,886 Taxable General Obligation Build America Bonds, Series 2010, allocated through Kane County, dated December 29, 2010, principal payments are due annually on December 15 (beginning in 2011), at amounts ranging from \$10,782 to \$13,864. Interest payable semiannually on June 15 and December 15, at rates ranging from 1.15% to 4.80%.	75,285	-	11,440	63,845	11,794
\$8,770,000 General Obligation Refunding Bond Series 2014, dated February 11, 2014, principal payments are due annually on December 15 (beginning in 2018), at amounts ranging from \$4,345,000 to \$4,425,000. Interest payable semiannually on June 15 and December 15, at rates ranging from 2.00% to 2.25%.	8,770,000	-	-	8,770,000	-

CAMPTON TOWNSHIP
ST. CHARLES, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

6. LONG-TERM DEBT (Continued)

a. Changes in Long-Term Liabilities (Continued)

	Balances April 1, Restated	Additions	Reductions/ Refundings	Balances March 31	Due Within One Year
GOVERNMENTAL ACTIVITIES (Continued)					
<u>General Obligation Bonds</u> (Continued)					
\$15,890,000 General Obligation Refunding Bond Series 2015, dated November 17, 2015, principal payments are due annually on December 15 (beginning in 2016), at amounts ranging from \$1,560,000 to \$2,240,000. Interest payable semiannually on June 15 and December 15, at rates ranging from 2.00% to 5.00%.	\$ -	\$ 15,890,000	\$ -	\$ 15,890,000	\$ 1,560,000
Total general obligation bonds	39,490,285	15,890,000	19,286,440	36,093,845	2,151,794
<u>Capital Leases</u>					
2011 Mini excavator	10,433	-	10,433	-	-
Storage building	98,441	-	18,193	80,248	18,912
Total capital leases	108,874	-	28,626	80,248	18,912
Unamortized premium on general obligation bonds	195,774	2,052,938	67,155	2,181,557	325,432
Net pension liability*	267,512	166,618	-	434,130	-
Compensated absences*	45,487	13,952	9,096	50,342	10,068
TOTAL GOVERNMENTAL ACTIVITIES	\$ 40,107,932	\$ 18,123,508	\$ 19,391,317	\$ 38,840,122	\$ 2,506,206

*These liabilities have historically been retired by the Township's General Fund.

b. Refunding Bonds

During the year ended March 31, 2016, the Township issued the General Obligation Refunding Bonds, Series 2015, to advance refund through an in substance defeasance the remainder of the 2001, 2005B, 2006B, and 2007B General Obligation Bonds, which were all called and paid in January 2016. As a result of the refunding, the Township realized a cash flow savings of approximately \$ 1,356,591 and an economic gain of \$ 1,193,240.

CAMPTON TOWNSHIP
ST. CHARLES, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

6. LONG-TERM DEBT (Continued)

c. Debt Service Requirements to Maturity

The annual requirements to amortize to maturity serial debt outstanding as of March 31, 2016 are as follows:

Fiscal Year Ending March 31,	General Obligation Bonds	
	Principal	Interest
2017	\$ 2,151,794	\$ 1,426,414
2018	2,777,219	1,375,268
2019	7,132,708	1,241,455
2020	8,238,260	1,028,201
2021	2,603,864	760,246
2022	2,035,000	637,690
2023	3,550,000	535,940
2024	3,715,000	374,712
2025	1,530,000	203,713
2026	-	140,600
2027	-	140,600
2028	-	140,600
2029	1,000,000	140,600
2030	1,360,000	81,600
TOTAL	\$ 36,093,845	\$ 8,227,639

Obligations of governmental activities under capital leases, including future interest payments, at March 31, 2016 were as follows:

Fiscal Year Ending March 31,	Capital Leases
2017	\$ 22,081
2018	22,081
2019	22,081
2020	22,081
Total minimum lease payments	88,324
Less amount representing interest costs	(8,076)
TOTAL	\$ 80,248

Total cost and book value of capital assets purchased under these leases is \$133,643 and \$125,624, respectively.

CAMPTON TOWNSHIP
ST. CHARLES, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

7. INTERFUND ACTIVITY

Transfers In/Transfers Out

Individual fund transfers are as follows:

	Transfers In	Transfers Out
General (Town) Fund	\$ -	\$ 22,400
Nonmajor governmental	22,400	-
TOTAL	\$ 22,400	\$ 22,400

The purpose of significant transfers during the year is as follows:

- \$22,400 transferred from the General (Town) Fund to Nonmajor governmental funds to provide funding to the Capital Improvement Fund for capital related costs.

8. DEFINED BENEFIT PENSION PLAN

The Township contributes to a defined benefit pension plan, the Illinois Municipal Retirement Fund (IMRF), an agent multiple-employer public employee retirement system. The benefits, benefit levels, employee contributions and employer contributions for all plans are governed by Illinois Compiled Statutes and can only be amended by the Illinois General Assembly. IMRF issues a publicly available report that includes financial statements and supplementary information for the plan as a whole, but not for individual employers. That report can be obtained from IMRF, 2211 York Road, Suite 500, Oak Brook, Illinois 60523.

a. Plan Descriptions

Illinois Municipal Retirement Fund

Plan Administration

All employees hired in positions that meet or exceed the prescribed annual hourly standard must be enrolled in IMRF as participating members.

The plan is accounted for on the economic resources measurement focus and the accrual basis of accounting. Employer and employee contributions are recognized when earned in the year that the contributions are required, benefits and refunds are recognized as an expense and liability when due and payable.

CAMPTON TOWNSHIP
ST. CHARLES, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

8. DEFINED BENEFIT PENSION PLANS (Continued)

a. Plan Descriptions (Continued)

Illinois Municipal Retirement Fund (Continued)

Plan Membership

At December 31, 2015, IMRF membership consisted of:

Inactive employees or their beneficiaries currently receiving benefits	10
Inactive employees entitled to but not yet receiving benefits	12
Active employees	<u>24</u>
 TOTAL	 <u><u>46</u></u>

Benefits Provided

All employees hired in positions that meet or exceed the prescribed annual hourly standard must be enrolled in IMRF as participating members. IMRF provides two tiers of pension benefits. Employees hired prior to January 1, 2011, are eligible for Tier 1 benefits. For Tier 1 employees, pension benefits vest after eight years of service. Participating members who retire at age 55 (reduced benefits) or after age 60 (full benefits) with eight years of credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1 2/3% of their final rate of earnings, for each year of credited service up to 15 years, and 2% for each year thereafter.

Employees hired on or after January 1, 2011, are eligible for Tier 2 benefits. For Tier 2 employees, pension benefits vest after ten years of service. Participating members who retire at age 62 (reduced benefits) or after age 67 (full benefits) with ten years of credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1 2/3% of their final rate of earnings, for each year of credited service up to 15 years, and 2% for each year thereafter. IMRF also provides death and disability benefits. These benefit provisions are established by state statute.

Contributions

Participating members are required to contribute 4.5% of their annual salary to IMRF. The Township is required to contribute the remaining amounts necessary to fund IMRF as specified by statute. The employer contribution rate for the calendar year ended 2015 was 11.07% of covered payroll.

CAMPTON TOWNSHIP
ST. CHARLES, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

8. DEFINED BENEFIT PENSION PLANS (Continued)

a. Plan Descriptions (Continued)

Illinois Municipal Retirement Fund (Continued)

Actuarial Assumptions

The Township's net pension liability was measured as of December 31, 2015 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation performed as of the same date using the following actuarial methods and assumptions.

Actuarial valuation date	December 31, 2015
Actuarial cost method	Entry-age normal
Assumptions	
Inflation	2.75%
Salary increases	3.75% to 14.50%
Interest rate	7.50%
Cost of living adjustments	3.00%
Asset valuation method	Market value

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

Discount Rate

The discount rate used to measure the total pension liability was 7.5%. The projection of cash flows used to determine the discount rate assumed that member contributions will be made at the current contribution rate and that the Township's

CAMPTON TOWNSHIP
ST. CHARLES, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

8. DEFINED BENEFIT PENSION PLANS (Continued)

a. Plan Descriptions (Continued)

Illinois Municipal Retirement Fund (Continued)

Discount Rate (Continued)

contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the IMRF's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Changes in the Net Pension Liability

	(a) Total Pension Liability	(b) Plan Fiduciary Net Position	(a) - (b) Net Pension Liability
BALANCES AT JANUARY 1, 2015	\$ 3,030,630	\$ 2,763,118	\$ 267,512
Changes for the period			
Service cost	123,559	-	123,559
Interest	230,461	-	230,461
Difference between expected and actual experience	(154,448)	-	(154,448)
Changes in assumptions	-	-	-
Employer contributions	-	117,724	(117,724)
Employee contributions	-	47,856	(47,856)
Net investment income	-	14,152	(14,152)
Benefit payments and refunds	(30,976)	(30,976)	-
Administrative expense	-	-	-
Other (net transfer)	-	(146,778)	146,778
Net changes	168,596	1,978	166,618
BALANCES AT DECEMBER 31, 2015	\$ 3,199,226	\$ 2,765,096	\$ 434,130

CAMPTON TOWNSHIP
ST. CHARLES, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

8. DEFINED BENEFIT PENSION PLANS (Continued)

a. Plan Descriptions (Continued)

Illinois Municipal Retirement Fund (Continued)

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources

For the year ended March 31, 2015, the Township recognized pension expense of \$249,196. At March 31, 2015, the Township reported deferred outflows of resources and deferred inflows of resources related to IMRF from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ -	\$ 118,954
Contributions made after measurement date	30,055	-
Net difference between projected and actual earnings on pension plan investments	154,100	-
TOTAL	\$ 184,155	\$ 118,954

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

<u>Year Ending March 31,</u>	
2015	\$ 33,086
2016	3,031
2017	3,031
2018	26,053
TOTAL	\$ 65,201

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 Township calculated using the discount rate of 7.5% as well as what the Township's net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (6.5%) or 1 percentage point higher (8.5%) than the current rate:

CAMPTON TOWNSHIP
ST. CHARLES, ILLINOIS
NOTES TO FINANCIAL STATEMENTS (Continued)

8. DEFINED BENEFIT PENSION PLANS (Continued)

a. Plan Descriptions (Continued)

Illinois Municipal Retirement Fund (Continued)

Discount Rate Sensitivity (Continued)

	1% Decrease (6.5%)	Current Discount Rate (7.5%)	1% Increase (8.5%)
Net pension liability (asset)	\$ 857,990	\$ 434,130	\$ 83,345

9. OTHER POSTEMPLOYMENT BENEFITS

The Township has evaluated its potential other postemployment benefits liability. The Township provides continued health insurance coverage at the active employer rate to all eligible employees in accordance with Illinois statues, which creates an implicit subsidy of retiree health insurance. Former employees who choose to retain their rights to health insurance through the Township are required to pay 100% of the current premium. However, no former employees have chosen to stay in the Township's health insurance plan. Therefore, there has been 0% utilization and, therefore, no implicit subsidy to calculate in accordance with GASB Statement No. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions*. Additionally, the Township had no former employees for which the Township was providing an explicit subsidy and no current employees with agreements for future explicit subsidies upon retirement. Therefore, the Township has not recorded any postemployment benefit liability as of March 31, 2016.

10. CHANGE IN ACCOUNTING PRINCIPLE

The Township adopted GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*, and GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date - an amendment of GASB Statement No. 68*, as of April 1, 2015. Net position was restated as follows:

	<u>Increase (Decrease)</u>
CHANGE IN ACCOUNTING PRINCIPLE - GOVERNMENTAL ACTIVITIES	
Change in accounting principle	
To record the deferred outflow for contributions outside the measurement period	\$ 27,205
To record the IMRF net pension liability	<u>(267,512)</u>
TOTAL CHANGE IN ACCOUNTING PRINCIPLE - GOVERNMENTAL ACTIVITIES	<u>\$ (240,307)</u>

REQUIRED SUPPLEMENTARY INFORMATION

**CAMPTON TOWNSHIP
ST. CHARLES, ILLINOIS**

SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
GENERAL (TOWN) FUND

For the Year Ended March 31, 2016

	Original Budget	Final Budget	Actual
REVENUES			
Taxes	\$ 646,200	\$ 646,200	\$ 645,808
Charges for services	11,100	11,100	11,425
Intergovernmental	1,000	1,000	1,000
Investment income	500	500	619
Miscellaneous	400	400	2,811
Total revenues	<u>659,200</u>	<u>659,200</u>	<u>661,663</u>
EXPENDITURES			
Current			
General government			
Administration	290,500	290,500	281,330
Assessor's office	276,400	276,400	271,384
General assistance	5,040	5,040	2,505
Total general government	<u>571,940</u>	<u>571,940</u>	<u>555,219</u>
Parks and recreation			
Park maintenance	64,760	64,760	56,435
Capital outlay			
	-	-	-
Total expenditures	<u>636,700</u>	<u>636,700</u>	<u>611,654</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>22,500</u>	<u>22,500</u>	<u>50,009</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	-	-	-
Transfers (out)	(22,400)	(22,400)	(22,400)
Total other financing sources (uses)	<u>(22,400)</u>	<u>(22,400)</u>	<u>(22,400)</u>
NET CHANGE IN FUND BALANCE	<u>\$ 100</u>	<u>\$ 100</u>	27,609
FUND BALANCE, APRIL 1			<u>352,726</u>
FUND BALANCE, MARCH 31			<u><u>\$ 380,335</u></u>

(See independent auditor's report.)

**CAMPTON TOWNSHIP
ST. CHARLES, ILLINOIS**

**SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
ROAD AND BRIDGE FUND**

For the Year Ended March 31, 2016

	Original Budget	Final Budget	Actual
REVENUES			
Taxes	\$ 1,652,400	\$ 1,652,400	\$ 1,651,143
Charges for services	-	-	22,403
Intergovernmental	142,800	142,800	194,560
Investment income	700	700	1,333
Miscellaneous	1,100	1,100	7,317
	<hr/>		
Total revenues	1,797,000	1,797,000	1,876,756
<hr/>			
EXPENDITURES			
Current			
Highways and streets			
Administration	83,150	74,550	63,239
Maintenance of roads	1,218,350	1,116,550	1,092,127
	<hr/>		
Total highways and streets	1,301,500	1,191,100	1,155,366
Capital outlay	440,400	572,700	573,285
Debt service - capital lease	55,100	33,200	33,124
	<hr/>		
Total expenditures	1,797,000	1,797,000	1,761,775
<hr/>			
NET CHANGE IN FUND BALANCE	\$ -	\$ -	114,981
<hr/>			
FUND BALANCE, APRIL 1			908,877
			<hr/>
FUND BALANCE, MARCH 31			\$ 1,023,858
			<hr/> <hr/>

(See independent auditor's report.)

**CAMPTON TOWNSHIP
ST. CHARLES, ILLINOIS**

**SCHEDULE OF EMPLOYER CONTRIBUTIONS
ILLINOIS MUNICIPAL RETIREMENT FUND**

March 31, 2016

	<u>2016</u>
Actuarially determined contribution	\$ 117,724
Contributions in relation to the actuarially determined contribution	<u>117,724</u>
CONTRIBUTION DEFICIENCY (Excess)	<u><u>\$ -</u></u>
Covered-employee payroll	\$ 1,063,452
Contributions as a percentage of covered-employee payroll	11.07%

Notes to Required Supplementary Information

The information presented was determined as part of the actuarial valuations as of January 1 of the prior fiscal year. Additional information as of the latest actuarial valuation presented is as follows: the actuarial cost method was entry-age normal; the amortization method was level percent of pay, closed and the amortization period was 28 years; the asset valuation method was 5-year smoothed market; and the significant actuarial assumptions were an investment rate of return at 7.5% annually, projected salary increases assumption of 4.4% to 16.0% compounded annually and postretirement benefit increases of 3.0% compounded annually.

(See independent auditor's report.)

**CAMPTON TOWNSHIP
ST. CHARLES, ILLINOIS**

SCHEDULE OF CHANGES IN THE EMPLOYER'S
NET PENSION LIABILITY AND RELATED RATIOS
ILLINOIS MUNICIPAL RETIREMENT FUND

March 31, 2016

	2015
TOTAL PENSION LIABILITY	
Service cost	\$ 123,559
Interest	230,461
Changes of benefit terms	-
Differences between expected and actual experience	(154,448)
Changes of assumptions	-
Benefit payments, including refunds of member contributions	(30,976)
Net change in total pension liability	168,596
Total pension liability - beginning	3,030,630
TOTAL PENSION LIABILITY - ENDING	\$ 3,199,226
PLAN FIDUCIARY NET POSITION	
Contributions - employer	\$ 117,724
Contributions - member	47,856
Net investment income	14,152
Benefit payments, including refunds of member contributions	(30,976)
Other (net transfer)	(146,778)
Net change in plan fiduciary net position	1,978
Plan fiduciary net position - beginning	2,763,118
PLAN FIDUCIARY NET POSITION - ENDING	\$ 2,765,096
EMPLOYER'S NET PENSION LIABILITY	\$ 434,130
Plan fiduciary net position as a percentage of the total pension liability	86.43%
Covered-employee payroll	\$ 1,063,452
Employer's net pension liability as a percentage of covered-employee payroll	40.82%

Changes in assumptions related to retirement age and mortality were made since the prior measurement date.

IMRF's measurement date is December 31, 2015; therefore information above is presented for the calendar year ended December 31, 2015.

(See independent auditor's report.)

**CAMPTON TOWNSHIP
ST. CHARLES, ILLINOIS**

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

March 31, 2016

BUDGET

Budgets are adopted on a basis consistent with GAAP. Annual appropriated budgets are adopted (at the fund level) for the general, special revenue, and capital projects funds. The annual appropriated budget is legally enacted and provides for a legal level of control at the fund level. All annual appropriations lapse at fiscal year end.

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 proposed budget is presented to the governing body for review. The governing body holds public hearings and may add to, subtract from, or change appropriations, but may not change the form of the budget.

The budget may be amended by the governing body.

Expenditures may not legally exceed budgeted appropriations at the fund level. During the year, one supplementary appropriation was approved. Expenditures exceeded budget in the open space fund by 259,035 due to the issuance costs on the refunding bonds.

**COMBINING AND INDIVIDUAL FUND
FINANCIAL STATEMENTS AND SCHEDULES**

MAJOR GOVERNMENTAL FUNDS

**CAMPTON TOWNSHIP
ST. CHARLES, ILLINOIS**

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL
GENERAL (TOWN) FUND

For the Year Ended March 31, 2016

	Original Budget	Final Budget	Actual
CURRENT			
General government			
Administration			
Personal services			
Salaries	\$ 192,710	\$ 189,510	\$ 188,677
Insurance	23,250	28,350	28,270
Employee benefits			
FICA	14,945	14,945	14,364
IMRF	21,350	21,350	19,316
Total personal services	<u>252,255</u>	<u>254,155</u>	<u>250,627</u>
Contractual services			
Auditing services	4,750	4,750	4,750
Legal	900	1,300	1,261
Maintenance and repairs	1,300	1,450	1,341
Postage	500	500	278
Publishing	500	500	176
Meetings	650	650	468
Dues	1,200	1,200	1,014
Travel	750	900	875
Training	750	750	470
Publications	500	500	226
Water monitoring	2,475	2,475	2,472
Printing	600	600	298
Utilities	3,500	3,500	2,670
Equipment leasing - copier	1,170	1,170	974
Risk management	11,400	8,600	8,531
Programs	2,000	2,000	1,755
Other	1,200	1,200	505
Total contractual services	<u>34,145</u>	<u>32,045</u>	<u>28,064</u>
Commodities			
Office supplies	2,400	2,400	1,854
Computer software support	600	800	785
Equipment	1,100	1,100	-
Total commodities	<u>4,100</u>	<u>4,300</u>	<u>2,639</u>
Total administration	<u>290,500</u>	<u>290,500</u>	<u>281,330</u>

(This schedule is continued on the following pages.)

**CAMPTON TOWNSHIP
ST. CHARLES, ILLINOIS**

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (Continued)
GENERAL (TOWN) FUND

For the Year Ended March 31, 2016

	Original Budget	Final Budget	Actual
CURRENT (Continued)			
General government (Continued)			
Assessor's office			
Personal services			
Salaries	\$ 179,900	\$ 184,400	\$ 184,398
Insurance	22,300	24,000	23,956
Employee benefits			
FICA	13,760	13,960	13,901
IMRF	21,040	19,940	19,939
Total personal services	<u>237,000</u>	<u>242,300</u>	<u>242,194</u>
Contractual services			
Postage	200	200	106
Telephone	5,000	5,000	3,942
Dues	600	600	205
Utilities	7,500	6,500	6,410
Travel	3,800	1,900	1,896
Maintenance and repairs	6,500	6,700	6,227
Training	2,500	2,500	1,600
Publications	600	600	372
Other	500	500	-
Total contractual services	<u>27,200</u>	<u>24,500</u>	<u>20,758</u>
Commodities			
Office supplies	3,500	2,400	1,975
Computer supplies	1,000	1,000	280
Computer software support	4,800	4,900	4,900
Uniforms	900	-	-
Total commodities	<u>10,200</u>	<u>8,300</u>	<u>7,155</u>
Capital expenditures			
Equipment	<u>2,000</u>	<u>1,300</u>	<u>1,277</u>
Total capital expenditures	<u>2,000</u>	<u>1,300</u>	<u>1,277</u>
Total assessor's office	<u>276,400</u>	<u>276,400</u>	<u>271,384</u>
General assistance			
Personal services			
Administration	<u>2,100</u>	<u>2,100</u>	<u>2,015</u>

(This schedule is continued on the following page.)

**CAMPTON TOWNSHIP
ST. CHARLES, ILLINOIS**

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (Continued)
GENERAL (TOWN) FUND

For the Year Ended March 31, 2016

	Original Budget	Final Budget	Actual
CURRENT (Continued)			
General government (Continued)			
General assistance (Continued)			
Contractual services			
General assistance benefits	\$ 2,940	\$ 2,940	\$ 490
Total general assistance	<u>5,040</u>	<u>5,040</u>	<u>2,505</u>
Total general government	<u>571,940</u>	<u>571,940</u>	<u>555,219</u>
Parks and recreation			
Park maintenance			
Personal services			
Salaries	37,000	35,200	32,853
Insurance	4,200	4,200	2,461
Employee benefits			
FICA	2,830	2,830	2,493
IMRF	3,180	3,180	2,822
Total personal services	<u>47,210</u>	<u>45,410</u>	<u>40,629</u>
Contractual services			
Telephone	-	300	319
Rentals	3,100	3,400	3,337
Printing	300	300.00	112.18
Utilities	1,500	1,800	1,479
Risk management	1,200	1,200	981
Maintenance and repairs	2,750	3,650	3,157
Total contractual services	<u>8,850</u>	<u>10,650</u>	<u>9,385</u>
Commodities			
Fuel	4,200	4,200	2,456
Maintenance supplies	4,500	4,500	3,965
Total commodities	<u>8,700</u>	<u>8,700</u>	<u>6,421</u>
Total parks and recreation	<u>64,760</u>	<u>64,760</u>	<u>56,435</u>
CAPITAL OUTLAY	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL EXPENDITURES	<u>\$ 636,700</u>	<u>\$ 636,700</u>	<u>\$ 611,654</u>

(See independent auditor's report.)

**CAMPTON TOWNSHIP
ST. CHARLES, ILLINOIS**

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL
ROAD AND BRIDGE FUND

For the Year Ended March 31, 2016

	Original Budget	Final Budget	Actual
CURRENT			
Highways and streets			
Administration			
Personal services			
Insurance	\$ -	\$ -	\$ -
Total personal services	-	-	-
Contractual services			
Drug and alcohol test	1,000	1,000	670
Legal	2,000	2,000	403
Audit	4,750	4,750	4,750
Postage	800	800	373
Publishing	500	500	68
Training, travel and dues	1,800	2,100	1,250
EPA fee	1,000	1,000	1,000
Computer software support	600	800	785
Risk management	22,000	16,800	16,371
Printing	800	800	389
Total contractual services	35,250	30,550	26,059
Commodities			
Telephone	11,000	11,000	10,252
Office supplies	2,400	2,400	1,135
Utilities	25,000	21,000	20,175
Satellite services	800	900	830
Uniforms	4,000	4,000	3,069
Office equipment	2,000	2,000	400
Equipment maintenance	1,000	1,000	401
Meetings	500	500	246
Other commodities	1,200	1,200	672
Total commodities	47,900	44,000	37,180
Total administration	83,150	74,550	63,239
Maintenance of roads			
Personal services			
Salaries	544,450	549,750	549,750
Employee benefits			
FICA	41,670	41,670	38,382
IMRF	63,730	59,230	59,180
Insurance	147,000	149,500	149,162
Total personal services	796,850	800,150	796,474

(This schedule is continued on the following page.)

**CAMPTON TOWNSHIP
ST. CHARLES, ILLINOIS**

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL (Continued)
ROAD AND BRIDGE FUND

For the Year Ended March 31, 2016

	Original Budget	Final Budget	Actual
CURRENT (Continued)			
Highways and streets (Continued)			
Maintenance of roads (Continued)			
Contractual services			
Equipment repair	\$ 25,000	\$ 25,000	\$ 20,713
Rentals	500	500	-
Total contractual services	<u>25,500</u>	<u>25,500</u>	<u>20,713</u>
Commodities			
Repair parts - equipment	55,000	49,000	47,158
Road rock, gravel, and sand	12,000	6,300	6,279
Crack seal/duro patch materials	32,000	24,000	23,995
Black top	15,000	21,100	21,013
Signs and posts	9,500	13,100	13,206
Road maintenance supplies	12,000	12,000	10,590
Ice control chemicals	180,000	113,700	112,260
Shop supplies	10,500	10,500	6,811
Gasoline	23,000	14,000	12,772
Diesel	41,000	20,000	15,128
Lube oil	4,000	4,000	2,558
Small tools	2,000	3,200	3,170
Total commodities	<u>396,000</u>	<u>290,900</u>	<u>274,940</u>
Total maintenance of roads	<u>1,218,350</u>	<u>1,116,550</u>	<u>1,092,127</u>
Total highways and streets	<u>1,301,500</u>	<u>1,191,100</u>	<u>1,155,366</u>
CAPITAL OUTLAY			
Building maintenance	4,000	5,600	5,517
Road paving	262,000	279,100	279,035
Trees, tiles, and other services	25,000	33,100	33,009
Culverts	15,000	21,100	21,073
Engineering	50,400	36,400	36,279
Road and shop equipment	84,000	197,400	198,372
Total capital outlay	<u>440,400</u>	<u>572,700</u>	<u>573,285</u>
DEBT SERVICE - CAPITAL LEASE			
Principal	55,100	33,200	28,626
Interest and fiscal charges	-	-	4,498
Total debt service - capital lease	<u>55,100</u>	<u>33,200</u>	<u>33,124</u>
TOTAL EXPENDITURES	<u>\$ 1,797,000</u>	<u>\$ 1,797,000</u>	<u>\$ 1,761,775</u>

(See independent auditor's report.)

**CAMPTON TOWNSHIP
ST. CHARLES, ILLINOIS**

SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
OPEN SPACE FUND

For the Year Ended March 31, 2016

	Original Budget	Final Budget	Actual
REVENUES			
Taxes	\$ 3,042,650	\$ 3,042,650	\$ 3,050,010
Charges for services	87,000	87,000	414,493
Intergovernmental	44,928	44,928	45,741
Investment income	97,900	97,900	135,750
Miscellaneous	3,360	3,360	11,655
	<hr/>		
Total revenues	3,275,838	3,275,838	3,657,649
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EXPENDITURES			
Current			
Open space			
Salaries	214,500	194,000	190,982
Insurance	28,400	29,100	24,213
Employee benefits			
FICA	16,440	16,440	14,407
IMRF	18,960	18,960	16,506
Auditing	3,800	3,800	3,800
Postage	800	800	269
Printing	1,500	1,500	180
Real estate tax	2,700	4,700	3,815
Contract for services	8,500	2,000	1,437
Administration cost	9,000	9,500	9,021
Legal	5,000	5,000	2,925
Rental	3,550	4,650	4,561
Events	4,000	4,000	2,576
Maintenance	26,200	25,500	25,236
Telephone	2,400	2,400	1,637
Utilities	4,250	5,250	5,162
Training	1,500	1,500	429
Risk management	10,000	10,000	7,833
Fuel	16,000	16,000	10,102
Maintenance supplies	6,500	8,000	7,912
Natural areas supplies	1,200	1,200	1,101
Uniforms	1,200	1,200	953
Office and computer supplies	2,100	2,100	1,496
Computer software support	600	800	785
Contractual - natural areas	22,000	5,500	3,826
Bond issuance costs	-	-	292,660
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Total open space	411,100	373,900	633,824
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(This schedule is continued on the following page.)

**CAMPTON TOWNSHIP
ST. CHARLES, ILLINOIS**

SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (Continued)
OPEN SPACE FUND

For the Year Ended March 31, 2016

	Original Budget	Final Budget	Actual
EXPENDITURES (Continued)			
Capital outlay			
Equipment	\$ 33,560	\$ 45,560	\$ 45,506
Eagle Scout project	1,500	3,200	3,199
Building and improvements	6,000	45,000	44,462
Other capital improvements	23,364	9,364	9,069
Total capital outlay	<u>64,424</u>	<u>103,124</u>	<u>102,236</u>
Debt service			
Principal	1,536,440	1,536,440	1,536,440
Interest and fiscal charges	1,519,627	1,519,627	1,519,626
Total debt service	<u>3,056,067</u>	<u>3,056,067</u>	<u>3,056,066</u>
Total expenditures	<u>3,531,591</u>	<u>3,533,091</u>	<u>3,792,126</u>
OTHER FINANCING SOURCES (USES)			
Issuance of general obligation bonds	-	-	15,890,000
Premium on bonds issued	-	-	2,052,938
Payment to escrow agent	-	-	(17,814,265)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>128,673</u>
NET CHANGE IN FUND BALANCE	<u>\$ (255,753)</u>	<u>\$ (257,253)</u>	(5,804)
FUND BALANCE, APRIL 1			<u>6,447,656</u>
FUND BALANCE, MARCH 31			<u>\$ 6,441,852</u>

(See independent auditor's report.)

NONMAJOR GOVERNMENTAL FUNDS

**CAMPTON TOWNSHIP
ST. CHARLES, ILLINOIS**

SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
CAPITAL IMPROVEMENTS FUND

For the Year Ended March 31, 2016

	Original and Final Budget	Actual
REVENUES		
Investment income	\$ 20	\$ 21
Total revenues	20	21
EXPENDITURES		
Capital outlay	24,830	16,964
Total expenditures	24,830	16,964
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(24,810)	(16,943)
OTHER FINANCING SOURCES (USES)		
Transfers in	22,400	22,400
Total other financing sources (uses)	22,400	22,400
NET CHANGE IN FUND BALANCE	\$ (2,410)	5,457
FUND BALANCE, APRIL 1		24,570
FUND BALANCE, MARCH 31		\$ 30,027

(See independent auditor's report.)

SUPPLEMENTAL DATA

**CAMPTON TOWNSHIP
ST. CHARLES, ILLINOIS**

SCHEDULE OF LAND CASH MONEY

March 31, 2016

On April 8, 1993, the General (Town) Fund received a check from the Office of the Kane County Treasurer in the amount of \$471,561. This satisfied the Township's request for disbursement of land/cash monies in that amount.

The following funds were received by the Township for developer land/cash money:

<u>Date Received</u>	<u>Amount Received</u>
October 20, 1994	\$ 26,834
March 24, 1995	33,000
February 20, 1996	4,000
February 10, 1997	8,004
November 4, 1997	2,894
January 26, 1998	45,752
September 23, 1998	98,040
July 17, 2000	4,902
August 7, 2001	11,438
November 28, 2001	17,974
June 24, 2002	17,974
January 22, 2003	17,430
April 23, 2003	20,335
December 2, 2003	14,525
March 15, 2005	72,625
June 15, 2005	13,072
December 29, 2005	2,905
December 18, 2006	8,715
March 22, 2007	2,905

(See independent auditor's report.)

**CAMPTON TOWNSHIP
ST. CHARLES, ILLINOIS**

SCHEDULE OF LAND PURCHASES

March 31, 2016

In April 1993, 40 acres of land on Brown Road was purchased for \$480,000. This land is to be developed for recreational uses. A contract was entered into with The Lannert Group and Donahue & Thornhill to develop the site in three phases.

In June 1994, the Township submitted a grant application with the Illinois Department of Conservation Site. The formal presentation was made to the State in October 1994, and in January 1995, the State approved a matching grant for \$200,000. In order to maintain the grant, phase one of the project must be completed within 18 months. Phase one was completed during the fiscal year and \$190,000 of the matching grant was received on March 6, 1997 from the State. Costs for development of the Brown Road site since that time have been included in land under capital assets.

On April 6, 2001, the Township purchased vacant land adjacent to the Township Community Park, west of Brown Road, for \$150,000 from Old Second National Bank of Aurora, Illinois.

During the 2002-2003 fiscal year, the Township made the following land purchases pursuant to their plan to acquire open space which is funded by the issuance of general obligation bonds (see Note 6): on May 21, 2002, approximately 212 acres known as the Corron Road Farm - East for \$3,957,852; on July 12, 2002, property known as the Mongerson Conservation Easement for \$1,100,000; and on December 18, 2002, property known as Shodeen/Corland for \$2,317,829.

During the 2003-2004 fiscal year, the Township made the following land purchases: on July 2, 2003, approximately 148 acres known as the Headwaters South Acquisition for \$3,741,402 and on December 15, 2003, property known as the Poynor Farm for \$2,471,000.

During the 2004-2005 fiscal year, the Township made the following land purchase: on December 27, 2004, property known as Mongerson - South for \$1,944,421.

During the 2005-2006 fiscal year, the Township made the following land purchases: on October 12, 2005, property known as Bull Run-Vanderveen for \$3,002,300 and on November 28, 2005, property known as DeBier-Anderson conservation easement for \$1,362,407.

During the 2006-2007 fiscal year, the Township made the following land purchase: on April 26, 2006, property known as Brown Road, Chung Property for \$6,185,871.

During the 2007-2008 fiscal year, the Township made the following land purchases: on November 15, 2007, property known as Motz Farm addition to HCA for \$2,585,045 and on several dates during the year, the Township purchased several parcels of property, to be known as Harley Woods for \$2,918,265 and the separate Harley Woods conservation easement for \$1,182,837.

During the 2009-2010 fiscal year, the Township made the following land purchase: on March 1, 2010 the property known as Gray Willows Farm for \$7,003,265.

During the 2012-2013 fiscal year, the Township made the following land purchase: on November 2, 2012, the property adjacent to Gray Willows Farm for \$170,957.

(See independent auditor's report.)