



**CAMPTON TOWNSHIP
ST. CHARLES, ILLINOIS**

FINANCIAL STATEMENTS AND
INDEPENDENT AUDITOR'S REPORT

For the Year Ended March 31, 2018

A decorative background graphic consisting of a teal horizontal band at the top, a large grey area with a complex geometric pattern of overlapping lines and shapes in the middle, and an orange rectangular box at the bottom right containing the website address.

SIKICH.COM

**CAMPTON TOWNSHIP
ST. CHARLES, ILLINOIS**

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

For the Year Ended
March 31, 2018

ADMINISTRATIVE OFFICES

**4N498 TOWNHALL ROAD
ST. CHARLES, ILLINOIS**

John Kupa Supervisor	<hr/> Trustees
Richard Johansen Town Clerk	Elizabeth Murphy
Sam Gallucci Highway Commissioner	Thomas Stutesman
Alan Rottmann Assessor	Joe Miller
	Steven Galloway

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

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Naperville, IL 60563
630.566.8400

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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, 2018, 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, 2018, 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.

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.

Sikich LLP

Naperville, Illinois
June 27, 2018

**CAMPTON TOWNSHIP
MANAGEMENT'S DISCUSSION AND ANALYSIS**

For the fiscal year ended March 31, 2018

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, 2018. 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 \$31,608,909 (net position). This represents a \$3,200,250 increase in net assets. The primary cause of this net asset increase is from the decrease in total liabilities, due to a reduction of debt service. During 2018 fiscal year, the principal payments for the Open Space General Obligation Bonds reduced debt in the amount of \$2,777,219.
- For the year the Statement of Revenues, Expenditures, and Changes in Fund Balances, indicates total expenditures exceeded total revenues. The excess of expenditures is attributable to the Open Space Fund land acquisition, 2017 GO Bond Refunding and budgeted deficiency. The General Fund and the Road and Bridge Fund both had surpluses.
- Overall there was a decrease in the cost of programs. There were slight increases in government activities with a significant decrease in Interest on Long Term Debt primarily due to the GO Bond Refunding. The non-recurring land acquisition and 2017 GO Bond Refunding issuance increased the Open Space expenditures for this fiscal year.
- At the end of the current fiscal year, the unassigned fund balance for the General Fund was \$357,441 or approximately 56% of total General Fund expenditures. The Road and Bridge Fund had a restricted fund balance of \$1,253,832, which represents approximately 62% 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 5. 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.

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 3 - 4 of this report.

(See independent auditor's 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, 2018. 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 non-major governmental funds in the balance sheet and in the statement of revenues, expenditures, and changes in fund balances. The major funds are the General (Town) Fund (includes General Assistance), Road and Bridge Fund, and Open Space Fund. The remaining non-major 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.

(See independent auditor's report.)

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found starting on page 9 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 \$31,608,909. The \$3,200,250 increase represents a combination of changes.

	<u>2018</u>	<u>2017</u>
Current and Other Assets	\$ 14,067,127	14,547,450
Capital Assets	<u>57,651,584</u>	<u>57,027,121</u>
Total assets	71,718,711	71,574,571
Deferred Outflows of Resources	358,713	416,492
Total assets & deferred outflows of resources	72,077,424	71,991,063
Current Liabilities	367,537	570,058
Non-current debt due within one year	3,350,609	3,095,269
Long-Term Debt Outstanding	<u>29,652,238</u>	<u>33,255,618</u>
Total Liabilities	33,379,384	36,920,945
Deferred Inflows of Resources	7,089,131	6,661,459
Total liabilities & deferred inflows of resources	40,468,515	43,582,404
Net Position		
Net Investment in Capital Assets	26,671,319	23,463,210
Restricted for		
Road and bridges	1,253,832	1,170,359
Open Spaces	3,652,883	3,991,910
Unrestricted	<u>30,875</u>	<u>-216,820</u>
Total Net Position	<u>\$ 31,608,909</u>	<u>28,408,659</u>

Current and other assets decreased \$480,323; the primary increase was receivable taxes of \$272K offset by a decrease in accounts receivable \$28K and cash of \$729K (Capital Improvements \$+40K, Open Space \$-770K). The cash decrease is a combination of the Open Space land acquisition of \$647K, 2017 GO Bond Refunding issuance cost, a budgeted spending deficit offset by the Town Fund \$40K surplus transfer to Capital Improvements.

(See independent auditor's report.)

The most significant increase in receivable taxes is attributable to the levy for Open Space GO Bond debt; General Town levy and Road and Bridge levy both increased by approximately 1.2%.

Previously mentioned, another significant change was a \$3,541,561 decrease in total liabilities (excluding deferred inflows of resources). This decrease consisted of restructuring and reductions in bond debt: due to the Refunding along with GO bond debt payments of \$2,765,000 GO and \$12,219 IGA (Kane County) water resource bond debt. In addition, there were less significant decreases for outstanding accounts payable 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 \$50,362,084 of the net Capital Assets of \$57,651,584. The net capital assets by fund are: \$2.2 million – General (Town) Fund; \$8.2 million - Road and Bridge Fund; \$47.2 million - Open Space Fund. These capital assets are primarily comprised of land, buildings and equipment that provide services and opportunities for citizens. Consequently, these assets are not available for spending. See additional comment regarding capital assets on page 17 of this report.

Statement of Activities
For the Years Ending March 31

Revenues:	<u>2018</u>	<u>2017</u>
Program Revenues		
Charges for Services	\$ 260,816	125,361
Operating grants & contributions	441,436	464,110
Capital grants & contributions	0	0
General Revenues		
Property Taxes	6,529,047	5,926,987
Replacement Taxes	6,256	6,735
Investment Income	92,696	29,862
Gain on disposal of capital assets	0	0
Miscellaneous	10,362	6,637
Total Revenues	<u>\$ 7,340,613</u>	<u>6,559,692</u>
Expenses:		
General Government	\$ 594,376	581,104
Roads and Bridges	1,920,564	1,898,259
Parks and recreation	67,397	58,326
Open Space	721,296	513,103
Interest on Long Term Debt	836,730	1,171,054
Total Expenses	<u>\$ 4,140,363</u>	<u>4,221,846</u>
Increase (Decrease) in Net Position	\$ 3,200,250	2,337,846
Net Position – Beginning	<u>28,408,659</u>	<u>26,070,813</u>
Net Position – Ending	<u>\$ 31,608,909</u>	<u>28,408,659</u>

(See independent auditor's report.)

Changes in Net Position

The increase in net position of \$3,200,250 was attributable to several previously mentioned items. There were slight increases in the expenses of Governmental activities; the most significant was in Open Space from the non-recurring expense of bond issuance cost and the land acquisition of \$647,210. 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 \$135K increase over last year's charges for services arose from \$137K of wetland income in Open Space, while Highways and Streets had an increase in culvert permits offset by a few minor decreases.
- *Operating grants and contributions* include Open Space – grants/donations with the Build America Bonds tax rebate and Highways and Streets - intergovernmental income. Open Space this year, received funding from the Corron Farm Preservation Society in the amount of \$29,450 compared to \$58,148 in the prior year, for the Corron Farm Historic Dairy Barn. 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. In total these agreements with other government entities were within \$3,000 of last year's total intergovernmental contributions with varying increases and decreases. These agreements generated \$136,500 in Motor Fuel Taxes (MFT) to go directly to the Road District compared to \$106,700 in 2017. 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. There were decreases in additional work performed for the VCH.
- *Capital grants* – no income generated from grant revenue this year.
- Property taxes levied for General Fund and Road and Bridge increased by 1.2% for fiscal year 2018. 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 \$574K which represents a 16% increase. The Open Space tax receipts are restricted to general obligation bond payments only; this revenue offsets the amount of general obligation bond interest and principal payments due during the fiscal year.
- Investment income reflects an increase from 2017. Overall there was an increase in earned interest rates. Open Space unrealized market valuation loss decreased. The Open Space Fund reported a reduction of \$35K in the unrealized gain-loss on investments. The unrealized gain or loss fluctuates based on the market value of investments as of March 31st each year.

(See independent auditor's report.)

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 \$7.14 million, which is an 8.8% decrease from last year's total of \$7.83 million. The fund balances with increases were: \$2K in the General (Town) Fund and \$83.5K in the Road and Bridge Fund and \$40K in the Capital Improvements Fund. There was a decrease of \$818.6K in the Open Space Fund due to \$647K land purchase, the 2017 GO Bond Refunding and a budgeted deficit. 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 \$357,441 for the General Fund, restricted and unrestricted funds for the Road and Bridge Fund of \$1,283,303 and \$5,344,999 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 and Open Space except Open Space purchased land and had issuance expenses for the 2017 GO Bond Refunding. A land parcel adjacent to the Headwaters Conservation Area Open Space became available for sale through an estate and was purchased with the remaining bond funds. The Road Fund had only two-line items adjustments greater than 1%. The winter was not severe but the snow events timing occurred during over time hours which created a 1.5% increase in wages. The other Road increase greater than 1% was in equipment; the end loader repairs were extensive and it was replaced. These expenditure overages were offset as there were surpluses in other line items and the Road District ended the year with a \$83K surplus. During the fiscal year, the Road District budgeted and replaced one of the large snow plow trucks. The General – Town Fund also had a surplus and transferred \$40K to the Capital Improvement Fund. In the Open Space Fund, the actual administration, maintenance and capital outlay expenditures were approximately \$70K under the original budgeted expenditures for the fiscal year. The previously mentioned final land acquisition and the refunding bond issuance expenses accounted for the increased expenditures in the Open Space Fund.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

The Township's investment in capital assets as of March 31, 2018 was \$57,651,584 (net of accumulated depreciation). This investment in capital assets includes land, land improvements, buildings & improvements, equipment & vehicles and road infrastructure.

(See independent auditor's report.)

Net capital assets increased by \$624,463. This was a combination of capital additions of \$1,052,038 offset by annual depreciation of \$414,292 and net disposals of \$13,283. Capital additions by included: Open Spaceland purchase adjacent to Headwaters, land improvements at Brown Road Meadows, metal roof at Corron Farm dairy barn, new z-trac mower; Road and Bridge-new snowplow truck and new end loader.

Additional information of the Township's capital assets can be found in note 4 on pages 17.

Debt

At year-end, the Township Open Space program had outstanding bond debt of \$29,844,832. Reductions in bond debt this fiscal year, \$2,777,219 in principal payments, \$2,765,000 in GO bond debt and \$12,219 IGA water resource bonds through Kane County. The 2017 GO Bond Refunding reduced GO bond debt in the amount of \$1,320,000.

The Road Fund capital leases were reduced by \$19,659, leaving an outstanding balance of \$41,677 for the remaining two years of the lease. Due to the 2017 GO Bond Refunding, this year unamortized premium on general obligation bonds increased \$1,478,646 consisting of the bond debt reduction mentioned above plus the issuance costs. Under the long-term debt net pension liability, the Township recorded pension liability reduction of \$363,718 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 - 22.

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 2018-2019 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, 2018

	<u>Governmental Activities</u>
ASSETS	
Cash and investments	\$ 7,182,319
Receivables (net, where applicable of allowances for uncollectibles)	
Taxes	6,815,947
Accrued interest	20,594
Allotments	33,161
Other	15,106
Capital assets, not being depreciated	50,362,084
Capital assets, being depreciated (net of accumulated depreciation)	<u>7,289,500</u>
Total assets	<u>71,718,711</u>
DEFERRED OUTFLOWS OF RESOURCES	
Pension items - IMRF	31,852
Unamortized loss on refunding	<u>326,861</u>
Total deferred outflows of resources	<u>358,713</u>
Total assets and deferred outflows of resources	<u>72,077,424</u>
LIABILITIES	
Accounts payable	55,800
Accrued payroll	53,345
Accrued interest	267,392
Noncurrent liabilities	
Due within one year	3,350,609
Due in more than one year	<u>29,652,238</u>
Total liabilities	<u>33,379,384</u>
DEFERRED INFLOWS OF RESOURCES	
Pension items - IMRF	273,184
Deferred revenue - property taxes	<u>6,815,947</u>
Total deferred inflows of resources	<u>7,089,131</u>
Total liabilities and deferred inflows of resources	<u>40,468,515</u>
NET POSITION	
Net investment in capital assets	26,671,319
Restricted for	
Roads and bridges	1,253,832
Open space	3,652,883
Unrestricted	<u>30,875</u>
TOTAL NET POSITION	<u><u>\$ 31,608,909</u></u>

See accompanying notes to financial statements.

**CAMPTON TOWNSHIP
ST. CHARLES, ILLINOIS**

STATEMENT OF ACTIVITIES

For the Year Ended March 31, 2018

FUNCTIONS/PROGRAMS PRIMARY GOVERNMENT	Program Revenues				Net (Expense) Revenue and Change in Net Position
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Governmental
					Activities
Governmental Activities					
General government	\$ 594,376	\$ 710	\$ -	\$ -	\$ (593,666)
Highways and streets	1,920,564	27,680	354,970	-	(1,537,914)
Parks and recreation	67,397	12,047	-	-	(55,350)
Open space	721,296	220,379	40,578	-	(460,339)
Interest	836,730	-	45,888	-	(790,842)
TOTAL GOVERNMENTAL ACTIVITIES	\$ 4,140,363	\$ 260,816	\$ 441,436	\$ -	(3,438,111)
			General Revenues		
			Taxes		
			Property taxes	6,529,047	
			Replacement taxes	6,256	
			Investment income	92,696	
			Miscellaneous	10,362	
			Total	6,638,361	
			CHANGE IN NET POSITION		3,200,250
			NET POSITION, APRIL 1		28,408,659
			NET POSITION, MARCH 31		\$ 31,608,909

See accompanying notes to financial statements.

**CAMPTON TOWNSHIP
ST. CHARLES, ILLINOIS**

BALANCE SHEET
GOVERNMENTAL FUNDS

March 31, 2018

	General (Town)	Road and Bridge	Open Space	Nonmajor	Total
ASSETS					
Cash and investments	\$ 411,678	\$ 1,294,010	\$ 5,346,855	\$ 129,776	\$ 7,182,319
Receivables					
Taxes	684,680	1,751,534	4,379,733	-	6,815,947
Accrued interest	-	-	20,594	-	20,594
Allotments	-	33,161	-	-	33,161
Other	-	14,072	1,034	-	15,106
TOTAL ASSETS	\$ 1,096,358	\$ 3,092,777	\$ 9,748,216	\$ 129,776	\$ 14,067,127
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES					
LIABILITIES					
Accounts payable	\$ 8,519	\$ 33,893	\$ 13,388	\$ -	\$ 55,800
Accrued payroll	19,202	24,047	10,096	-	53,345
Total liabilities	27,721	57,940	23,484	-	109,145
DEFERRED INFLOWS OF RESOURCES					
Unavailable revenue - property taxes	684,680	1,751,534	4,379,733	-	6,815,947
Total deferred inflows of resources	684,680	1,751,534	4,379,733	-	6,815,947
FUND BALANCES					
Restricted for roads and bridges	-	1,253,832	-	-	1,253,832
Restricted for open spaces	-	-	5,250,616	-	5,250,616
Unrestricted					
Assigned for roads and bridges	-	29,471	-	-	29,471
Assigned for capital projects	-	-	-	129,776	129,776
Assigned for open space	-	-	94,383	-	94,383
Assigned for general assistance	26,516	-	-	-	26,516
Unassigned	357,441	-	-	-	357,441
Total fund balances	383,957	1,283,303	5,344,999	129,776	7,142,035
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	\$ 1,096,358	\$ 3,092,777	\$ 9,748,216	\$ 129,776	\$ 14,067,127

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, 2018

FUND BALANCES OF GOVERNMENTAL FUNDS	\$ 7,142,035
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	57,651,584
Long-term liabilities are not due and payable in the current period and, therefore, are not reported in governmental funds	
Bonds	(29,844,832)
Capital leases	(41,677)
Unamortized premium	(3,018,350)
Compensated absences payable	(55,088)
Unamortized loss on refunding is reported as a deferred outflow on the statement of net position	326,861
Net pension liability for the Illinois Municipal Retirement Fund is shown as a liability on the statement of net position	(42,900)
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	(241,332)
Accrued interest on long-term liabilities is shown as a liability on the statement of net position	<u>(267,392)</u>
NET POSITION OF GOVERNMENTAL ACTIVITIES	<u><u>\$ 31,608,909</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, 2018

	General (Town)	Road and Bridge	Open Space	Nonmajor	Total
REVENUES					
Taxes	\$ 664,744	\$ 1,699,615	\$ 4,170,944	\$ -	\$ 6,535,303
Charges for services	12,757	27,680	220,379	-	260,816
Intergovernmental	-	354,970	50,888	-	405,858
Investment income	5,659	14,832	72,090	115	92,696
Miscellaneous	25	5,587	40,328	-	45,940
Total revenues	683,185	2,102,684	4,554,629	115	7,340,613
EXPENDITURES					
Current					
General government	571,864	-	-	-	571,864
Highways and streets	-	1,287,916	-	-	1,287,916
Parks and recreation	69,479	-	-	-	69,479
Open space	-	-	552,066	-	552,066
Capital outlay	-	709,214	809,133	-	1,518,347
Debt service					
Principal	-	19,659	2,777,219	-	2,796,878
Interest and fiscal charges	-	2,422	1,212,344	-	1,214,766
Total expenditures	641,343	2,019,211	5,350,762	-	8,011,316
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	41,842	83,473	(796,133)	115	(670,703)
OTHER FINANCING SOURCES (USES)					
Transfers in	-	-	-	40,000	40,000
Transfers out	(40,000)	-	-	-	(40,000)
Issuance of general obligation bonds	-	-	11,080,000	-	11,080,000
Premium on bonds issued	-	-	1,478,646	-	1,478,646
Payments to escrow agent	-	-	(12,581,028)	-	(12,581,028)
Total other financing sources (uses)	(40,000.00)	-	(22,382)	40,000	(22,382)
NET CHANGE IN FUND BALANCES	1,842	83,473	(818,515)	40,115	(693,085)
FUND BALANCES, APRIL 1	382,115	1,199,830	6,163,514	89,661	7,835,120
FUND BALANCES, MARCH 31	\$ 383,957	\$ 1,283,303	\$ 5,344,999	\$ 129,776	\$ 7,142,035

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, 2018

NET CHANGE IN FUND BALANCES - TOTAL GOVERNMENTAL FUNDS	\$ (693,085)
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	1,052,038
Depreciation expense does not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds	(414,292)
The gain/loss on disposal of capital assets is reported on the statement of activities as a reduction/increase of expense	(13,283)
The issuance of long-term debt (general obligation bonds) is report as an other financing source in governmental funds but as an increase of principal outstanding in the statement of activities	
Issuance of bonds	(11,080,000)
Premium on issuance of bonds	(1,478,646)
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	2,777,219
Capital leases	19,659
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	12,400,000
A decrease of discount outstanding in the statement of net position	64,309
Loss on refunding amortized over the life of the bonds	116,719
The amortization of premiums on bonds and deferred losses on refunding is shown as a reduction of interest expense on the statement of activities	243,877
The change in the net pension liability for the Illinois Municipal Retirement Fund is reported only in the statement of activities	363,718
The change in deferred inflows and outflows of resources for the Illinois Municipal Retirement Fund is reported only in the statement of activities	(285,151)
The decrease in accrued interest on long-term debt is reported as a reduction of interest expense on the statement of activities	134,159
The change in the compensated absences liability is shown as an expense on the statement of activities	<u>(6,991)</u>
CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES	<u>\$ 3,200,250</u>

See accompanying notes to financial statements.

**CAMPTON TOWNSHIP
ST. CHARLES, ILLINOIS**

NOTES TO FINANCIAL STATEMENTS

March 31, 2018

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 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.

Investments with a maturity of less than one year when purchased, non-negotiable certificates of deposit and other nonparticipating investments are stated at cost or amortized cost. Investments with a maturity greater than one year when purchased are stated at fair value. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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 acquisition value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized.

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

Assets	Years
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.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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.

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.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

k. Fund Balances/Net Position (Continued)

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 Town 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.

l. Accounting Estimates

The preparation of financial statements in conformity with GAAP 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 categorizes the fair value measurements within the fair value hierarchy established by GAAP. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; and Level 3 inputs are significant unobservable inputs.

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.

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.

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

2. DEPOSITS AND INVESTMENTS (Continued)

Investments

The following table presents the investments and maturities of the Township's debt securities as of March 31, 2018:

Investment Type	Fair Value	Investment Maturities (in Years)			
		Less than 1	1-5	6-10	Greater than 10
U.S. Treasury note	\$ 578,820	\$ -	\$ 347,066	\$ 231,754	\$ -
Federal Farm Credit Bank	518,693	327,861	-	190,832	-
Municipal bonds	1,535,829	247,756	1,288,073	-	-
Negotiable CD's	1,120,446	590,664	82,478	447,304	-
TOTAL	\$ 3,753,788	\$ 1,166,281	\$ 1,717,617	\$ 869,890	\$ -

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.

The Township has the following recurring fair value measurements as of March 31, 2018: the U.S. Treasury notes, Federal Farm Credit Bank notes, municipal bonds, and negotiable CD's, are valued using quoted matrix pricing models (Level 2 inputs).

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 CD's, agency securities, money market mutual funds, and municipal bonds in the highest four credit ratings by a national rating agency. The U.S Treasury notes are rated AA+, 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.

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

2. DEPOSITS AND INVESTMENTS (Continued)

Investments (Continued)

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, 2018, the Township had greater than 5% of its overall portfolio invested in Federal Farm Credit Bank obligations (12%), negotiable certificates of deposit (26%), and municipal bonds (36%).

3. RECEIVABLES - TAXES

Property taxes for 2017 attach as an enforceable lien on January 1, 2017, 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, 2018 and are payable in two installments, on or about June 1, 2018 and September 1, 2018. The County collects such taxes and remits them periodically. The allowance for uncollectible taxes has been stated at 0.50% of the tax levy to reflect actual collection experience. Property tax receivable balances in the financial statements appear net of this allowance.

The 2018 tax levy, which attached as an enforceable lien on property as of January 1, 2018, has not been recorded as a receivable as of March 31, 2018 as the tax has not yet been levied by the Township and will not be levied until December 2018 and, therefore, the levy is not measurable at March 31, 2018.

4. CAPITAL ASSETS

Capital asset activity for the year ended March 31, 2018 was as follows:

	Balances April 1	Increases	Decreases	Balances March 31
GOVERNMENTAL ACTIVITIES				
Capital assets not being depreciated				
Land	\$ 46,123,034	\$ 650,720	\$ -	\$ 46,773,754
Right of way and easements	3,588,330	-	-	3,588,330
Total capital assets not being depreciated	49,711,364	650,720	-	50,362,084

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

4. CAPITAL ASSETS (Continued)

	Balances April 1	Increases	Decreases	Balances March 31
GOVERNMENTAL ACTIVITIES				
(Continued)				
Capital assets being depreciated				
Land improvements	\$ 2,342,187	\$ 37,639	\$ -	\$ 2,379,826
Buildings and improvements	2,798,383	97,094	-	2,895,477
Equipment and vehicles	1,982,001	266,585	101,119	2,147,467
Infrastructure	6,482,368	-	-	6,482,368
Total capital assets being depreciated	13,604,939	401,318	101,119	13,905,138
Less accumulated depreciation for				
Land improvements	1,347,344	113,403	-	1,460,747
Buildings and improvements	619,596	57,899	-	677,495
Equipment and vehicles	1,471,998	115,849	87,836	1,500,011
Infrastructure	2,850,244	127,141	-	2,977,385
Total accumulated depreciation	6,289,182	414,292	87,836	6,615,638
Total capital assets being depreciated, net	7,315,757	(12,974)	13,283	7,289,500
GOVERNMENTAL ACTIVITIES				
CAPITAL ASSETS, NET				
	\$ 57,027,121	\$ 637,746	\$ 13,283	\$ 57,651,584

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

GOVERNMENTAL ACTIVITIES	
General government	\$ 44,454
Highways and streets	150,551
Open space	219,287
TOTAL GOVERNMENTAL ACTIVITIES	\$ 414,292

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.

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

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

5. RISK MANAGEMENT (Continued)

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, 2018. 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	Additions	Reductions/ Refundings	Balances March 31	Due Within One Year
GOVERNMENTAL ACTIVITIES					
<u>General Obligation Bonds</u>					
\$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%.	\$ 4,010,000	\$ -	\$ 4,010,000	\$ -	\$ -
\$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 5.90% to 6.00%.	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	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%.	52,051	-	12,219	39,832	12,708
\$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	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% to 5%.	\$ 14,330,000	\$ -	\$ 2,385,000	\$ 11,945,000	\$ 1,755,000
\$11,080,000 General Obligation Refunding Bond Series 2017, dated November 14, 2017, principal payments are due annually on December 15 (beginning in 2018), at amounts ranging from \$500,000 to \$2,220,000. Interest payable semiannually on June 15 and December 15, at 5%.	-	11,080,000	-	11,080,000	1,110,000
Total general obligation bonds	33,942,051	11,080,000	15,177,219	29,844,832	2,877,708
<u>Capital Leases</u>					
Storage building	61,336	-	19,659	41,677	20,435
Total capital leases	61,336	-	19,659	41,677	20,435
Unamortized premium on general obligation bonds	1,892,785	1,478,646	353,081	3,018,350	441,448
Net pension liability*	406,618	-	363,718	42,900	-
Compensated absences*	48,097	16,610	9,619	55,088	11,018
TOTAL GOVERNMENTAL ACTIVITIES	\$ 36,350,887	\$ 12,575,256	\$ 15,923,296	\$ 33,002,847	\$ 3,350,609

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

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

6. LONG-TERM DEBT (Continued)

b. Refunding Bonds

During the year ended March 31, 2018, the Township issued the General Obligation Refunding Bonds, Series 2017, to advance refund through an in substance defeasance the remainder of the 2008B and 2014 General Obligation Bonds, which were all called and paid in January 2018. As a result of the refunding, the Township realized a cash flow savings of approximately \$132,549 and an economic loss of \$16,702.

c. Debt Service Requirements to Maturity

The annual requirements to amortize to maturity serial debt outstanding as of March 31, 2018 are as follows:

Year Ending March 31,	General Obligation Bonds	
	Principal	Interest
2019	\$ 2,877,708	\$ 1,483,456
2020	3,183,260	1,326,002
2021	3,503,864	1,167,116
2022	3,825,000	992,190
2023	4,050,000	800,940
2024	4,180,000	614,712
2025	3,645,000	420,463
2026	2,220,000	251,600
2027	-	140,600
2028	-	140,600
2029	1,000,000	140,600
2030	1,360,000	81,600
TOTAL	<u>\$ 29,844,832</u>	<u>\$ 7,559,879</u>

Obligations of governmental activities under capital leases, including future interest payments, at March 31, 2018 were as follows:

Year Ending March 31,	Capital Leases
2019	\$ 22,081
2020	22,081
Total minimum lease payments	44,162
Less amount representing interest costs	(2,485)
TOTAL	<u>\$ 41,677</u>

Total cost and book value of capital assets purchased under these leases is \$133,643 and \$120,278, 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	\$ -	\$ 40,000
Nonmajor governmental	40,000	-
	-----	-----
TOTAL	\$ 40,000	\$ 40,000
	=====	=====

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

- \$40,000 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 or www.imrf.org.

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)

Illinois Municipal Retirement Fund (Continued)

Plan Membership

At December 31, 2017, IMRF membership consisted of:

Inactive employees or their beneficiaries currently receiving benefits	12
Inactive employees entitled to but not yet receiving benefits	12
Active employees	25
 TOTAL	 49

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 4.50% 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 2017 was 9.87% of covered payroll.

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

8. DEFINED BENEFIT PENSION PLANS (Continued)

Illinois Municipal Retirement Fund (Continued)

Actuarial Assumptions

The Township's net pension liability was measured as of December 31, 2017 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, 2017
Actuarial cost method	Entry-age normal
Assumptions	
Inflation	2.50%
Salary increases	3.39% to 14.25%
Interest rate	7.50%
Cost of living adjustments	3.00%
Asset valuation method	Market value

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

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

8. DEFINED BENEFIT PENSION PLANS (Continued)

Illinois Municipal Retirement Fund (Continued)

Discount Rate

The discount rate used to measure the total pension liability was 7.50%. The projection of cash flows used to determine the discount rate assumed that member contributions will be made at the current contribution rate and that the Township's 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, 2017	\$ 3,479,187	\$ 3,072,569	\$ 406,618
Changes for the period			
Service cost	123,338	-	123,338
Interest	263,199	-	263,199
Difference between expected and actual experience	(15,081)	-	(15,081)
Changes in assumptions	(90,581)	-	(90,581)
Employer contributions	-	113,215	(113,215)
Employee contributions	-	51,618	(51,618)
Net investment income	-	496,431	(496,431)
Benefit payments and refunds	(63,064)	(63,064)	-
Administrative expense	-	-	-
Other (net transfer)	-	(16,671)	16,671
Net changes	217,811	581,529	(363,718)
BALANCES AT DECEMBER 31, 2017	\$ 3,696,998	\$ 3,654,098	\$ 42,900

Assumptions related to salary increases were changed from 3.75% to 14.50% to 3.39% to 14.25%. Assumptions related to price inflation were changed from 2.75% to 2.50%. Additionally, certain demographic assumptions were changed, which impacted mortality rates, and retirement rates.

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

8. DEFINED BENEFIT PENSION PLANS (Continued)

Illinois Municipal Retirement Fund (Continued)

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

For the year ended March 31, 2018, the Township recognized pension expense of \$36,994.

At March 31, 2018, 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	\$ -	\$ 81,084
Assumption changes	-	71,192
Contributions made after measurement date	31,852	-
Net difference between projected and actual earnings on pension plan investments	-	120,908
TOTAL	\$ 31,852	\$ 273,184

\$31,852 reported as deferred outflows of resources related to pensions resulting from township contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the reporting year ending March 31, 2019. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending March 31,	
2019	\$ (80,962)
2020	(57,940)
2021	(76,915)
2022	(57,367)
TOTAL	\$ (273,184)

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

8. DEFINED BENEFIT PENSION PLANS (Continued)

Illinois Municipal Retirement Fund (Continued)

Discount Rate Sensitivity

The following is a sensitive analysis of the net pension liability to changes in the discount rate. The table below presents the pension liability of the Township calculated using the discount rate of 7.50% 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 (6.50%) or 1 percentage point higher (8.50%) than the current rate:

	1% Decrease (6.50%)	Current Discount Rate (7.50%)	1% Increase (8.50%)
Net pension (asset) liability	\$ 495,966	\$ 42,900	\$ (333,024)

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 statutes, 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, 2018.

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, 2018

	Original Budget	Final Budget	Actual
REVENUES			
Taxes	\$ 662,000	\$ 662,000	\$ 664,744
Charges for services	11,900	11,900	12,757
Intergovernmental	1,000	-	-
Investment income	700	700	5,659
Miscellaneous	-	-	25
Total revenues	<u>675,600</u>	<u>674,600</u>	<u>683,185</u>
EXPENDITURES			
Current			
General government			
Administration	307,900	304,640	287,341
Assessor's office	296,000	296,000	282,508
General assistance	5,000	5,000	2,015
Total general government	<u>608,900</u>	<u>605,640</u>	<u>571,864</u>
Parks and recreation			
Park maintenance	66,700	69,960	69,479
Total expenditures	<u>675,600</u>	<u>675,600</u>	<u>641,343</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>-</u>	<u>(1,000)</u>	<u>41,842</u>
OTHER FINANCING SOURCES (USES)			
Transfers (out)	-	-	(40,000)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>(40,000)</u>
NET CHANGE IN FUND BALANCE	<u>\$ -</u>	<u>\$ (1,000)</u>	<u>1,842</u>
FUND BALANCE, APRIL 1			<u>382,115</u>
FUND BALANCE, MARCH 31			<u>\$ 383,957</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, 2018

	Original Budget	Final Budget	Actual
REVENUES			
Taxes	\$ 1,709,000	\$ 1,709,000	\$ 1,699,615
Charges for services	1,100	1,100	27,680
Intergovernmental	447,500	447,500	354,970
Investment income	1,400	1,400	14,832
Miscellaneous	600	600	5,587
	<hr/>		
Total revenues	2,159,600	2,159,600	2,102,684
<hr/>			
EXPENDITURES			
Current			
Highways and streets			
Administration	83,000	83,000	73,451
Maintenance of roads	1,278,915	1,258,765	1,214,465
	<hr/>		
Total highways and streets	1,361,915	1,341,765	1,287,916
Capital outlay	775,600	795,750	709,214
Debt service - capital lease	22,085	22,085	22,081
	<hr/>		
Total expenditures	2,159,600	2,159,600	2,019,211
<hr/>			
NET CHANGE IN FUND BALANCE	\$ -	\$ -	83,473
<hr/>			
FUND BALANCE, APRIL 1			1,199,830
			<hr/>
FUND BALANCE, MARCH 31			\$ 1,283,303
			<hr/> <hr/>

(See independent auditor's report.)

**CAMPTON TOWNSHIP
ST. CHARLES, ILLINOIS**

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

Last Three Fiscal Years

FISCAL YEAR ENDED MARCH 31,	2016	2017	2018
Actuarially determined contribution	\$ 117,724	\$ 114,243	\$ 115,053
Contributions in relation to the actuarially determined contribution	<u>117,724</u>	<u>114,243</u>	<u>115,053</u>
CONTRIBUTION DEFICIENCY (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered-employee payroll	\$ 1,121,059	\$ 1,117,328	\$ 1,180,476
Contributions as a percentage of covered-employee payroll	10.50%	10.22%	9.75%

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 26 years; the asset valuation method was five-year smoothed market; and the significant actuarial assumptions were an investment rate of return at 7.50% annually, projected salary increases assumption of 3.75% to 14.50% compounded annually, and postretirement benefit increases of 3.00% compounded annually.

Ultimately, this schedule should present information for the last ten years. However, until ten years of information can be compiled, information will be presented for as many years as is available.

(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

Last Three Fiscal Years

MEASUREMENT DATE DECEMBER 31,	2015	2016	2017
TOTAL PENSION LIABILITY			
Service cost	\$ 123,559	\$ 121,191	\$ 123,338
Interest	230,461	242,684	263,199
Changes of benefit terms	-	-	-
Differences between expected and actual experience	(154,448)	(40,340)	(15,081)
Changes of assumptions	-	(4,150)	(90,581)
Benefit payments, including refunds of member contributions	(30,976)	(39,424)	(63,064)
Net change in total pension liability	168,596	279,961	217,811
Total pension liability - beginning	3,030,630	3,199,226	3,479,187
TOTAL PENSION LIABILITY - ENDING	\$ 3,199,226	\$ 3,479,187	\$ 3,696,998
PLAN FIDUCIARY NET POSITION			
Contributions - employer	\$ 117,724	\$ 114,994	\$ 113,215
Contributions - member	47,856	50,683	51,618
Net investment income	14,152	191,272	496,431
Benefit payments, including refunds of member contributions	(30,976)	(39,424)	(63,064)
Other (net transfer)	(146,778)	(10,052)	(16,671)
Net change in plan fiduciary net position	1,978	307,473	581,529
Plan fiduciary net position - beginning	2,763,118	2,765,096	3,072,569
PLAN FIDUCIARY NET POSITION - ENDING	\$ 2,765,096	\$ 3,072,569	\$ 3,654,098
EMPLOYER'S NET PENSION LIABILITY	\$ 434,130	\$ 406,618	\$ 42,900
Plan fiduciary net position as a percentage of the total pension liability	86.43%	88.31%	98.84%
Covered-employee payroll	\$ 1,063,452	\$ 1,126,292	\$ 1,147,070
Employer's net pension liability as a percentage of covered-employee payroll	40.82%	36.10%	3.74%

Measurement Date December 31, 2016 - There was a change in assumption related to the discount rate made since the prior measurement date. The discount rate used in the current actuarial valuation, dated December 31, 2016, is 7.50%. The discount rate used in the prior actuarial valuation, dated December 31, 2015, was 7.49%. Additionally, there were changes in assumptions related to mortality since the prior measurement date.

Measurement Date December 31, 2017 - Assumptions related to salary increases were changed from 3.75% to 14.50% to 3.39% to 14.25%. Assumptions related to price inflation were changed from 2.75% to 2.50%. Additionally, certain demographic assumptions were changed, which impacted mortality rates, and retirement rates.

Ultimately, this schedule should present information for the last ten years. However, until ten years of information can be compiled, information will be presented for as many years as is available.

(See independent auditor's report.)

**CAMPTON TOWNSHIP
ST. CHARLES, ILLINOIS**

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

March 31, 2018

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. During the year, one supplementary appropriation was approved.

**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, 2018

	Original Budget	Final Budget	Actual
CURRENT			
General government			
Administration			
Personal services			
Salaries	\$ 207,800	\$ 200,440	\$ 192,443
Insurance	30,300	30,300	28,596
Employee benefits			
FICA	15,860	15,860	14,289
IMRF	18,740	18,740	17,910
Total personal services	<u>272,700</u>	<u>265,340</u>	<u>253,238</u>
Contractual services			
Auditing services	4,800	4,800	4,663
Legal	1,000	2,050	2,019
Maintenance and repairs	1,500	2,000	1,755
Postage	500	500	282
Publishing	300	300	163
Meetings	500	950	902
Dues	1,200	1,200	1,139
Travel	900	900	307
Training	800	850	825
Publications	400	400	328
Printing	500	500	327
Utilities	3,350	3,700	3,652
Risk management	11,300	10,000	8,073
Programs	2,000	4,200	4,251
Other	1,200	1,200	596
Total contractual services	<u>30,250</u>	<u>33,550</u>	<u>29,282</u>
Commodities			
Office supplies	2,400	2,400	1,679
Computer software support	1,050	1,050	853
Equipment	1,500	2,300	2,289
Total commodities	<u>4,950</u>	<u>5,750</u>	<u>4,821</u>
Total administration	<u>307,900</u>	<u>304,640</u>	<u>287,341</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, 2018

	Original Budget	Final Budget	Actual
CURRENT (Continued)			
General government (Continued)			
Assessor's office			
Personal services			
Salaries	\$ 191,500	\$ 191,500	\$ 186,331
Insurance	31,190	31,190	30,066
Employee benefits			
FICA	14,655	14,655	13,939
IMRF	18,955	18,955	18,093
Total personal services	256,300	256,300	248,429
Contractual services			
Postage	200	200	112
Telephone	5,000	5,000	4,747
Dues	600	600	125
Utilities	7,000	7,100	7,119
Travel	3,800	1,000	756
Maintenance and repairs	6,500	10,800	10,726
Training	2,500	900	270
Publications	600	600	401
Other	500	500	16
Total contractual services	26,700	26,700	24,272
Commodities			
Office supplies	3,500	3,500	2,361
Computer supplies	1,000	1,000	577
Computer software support	5,600	5,600	5,500
Uniforms	900	900	-
Total commodities	11,000	11,000	8,438
Capital expenditures			
Equipment	2,000	2,000	1,368.64
Total capital expenditures	2,000	2,000	1,369
Total assessor's office	296,000	296,000	282,508
General assistance			
Other			
Administration	2,130	2,130	2,015
General assistance benefits	2,870	2,870	-
Total general assistance	5,000	5,000	2,015
Total general government	608,900	605,640	571,864

(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, 2018

	Original Budget	Final Budget	Actual
CURRENT (Continued)			
Parks and recreation			
Park maintenance			
Personal services			
Salaries	\$ 37,500	\$ 38,200	\$ 38,090
Insurance	3,200	4,550	4,474
Employee benefits			
FICA	2,875	2,880	2,876
IMRF	2,825	3,070	3,053
Total personal services	<u>46,400</u>	<u>48,700</u>	<u>48,493</u>
Contractual services			
Telephone	400	350	331
Rentals	3,900	3,650	3,617
Printing	200	-	-
Utilities	1,600	1,800	1,773
Risk management	1,300	1,300	1,266
Maintenance and repairs	3,100	7,910	7,871
Total contractual services	<u>10,500</u>	<u>15,010</u>	<u>14,858</u>
Commodities			
Fuel	2,800	3,250	3,215
Maintenance supplies	7,000	3,000	2,913
Total commodities	<u>9,800</u>	<u>6,250</u>	<u>6,128</u>
Total parks and recreation	<u>66,700</u>	<u>69,960</u>	<u>69,479</u>
TOTAL EXPENDITURES	<u>\$ 675,600</u>	<u>\$ 675,600</u>	<u>\$ 641,343</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, 2018

	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	695
Legal	2,000	2,000	1,549
Audit	4,800	4,800	4,663
Postage	500	500	404
Publishing	200	200	90
Training, travel, and dues	1,900	2,400	2,162
EPA fee	1,000	1,000	1,000
Computer software support	1,000	1,000	932
Risk management	22,000	17,500	16,679
Printing	600	600	377
Total contractual services	35,000	31,000	28,551
Commodities			
Telephone	11,000	12,000	11,030
Office supplies	2,400	2,400	1,480
Utilities	25,000	25,000	20,490
Satellite services	900	900	680
Uniforms	4,000	5,000	4,950
Office equipment	2,000	3,300	3,216
Equipment maintenance	1,000	1,000	710
Meetings	500	1,000	984
Other commodities	1,200	1,400	1,360
Total commodities	48,000	52,000	44,900
Total administration	83,000	83,000	73,451
Maintenance of roads			
Personal services			
Salaries	574,790	607,290	607,535
Employee benefits			
FICA	43,975	43,975	43,049
IMRF	56,750	58,000	57,713
Insurance	185,800	166,100	165,894
Total personal services	861,315	875,365	874,191

(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, 2018

	Original Budget	Final Budget	Actual
CURRENT (Continued)			
Highways and streets (Continued)			
Maintenance of roads (Continued)			
Contractual services			
Equipment repair	\$ 30,000	\$ 33,700	\$ 33,637
Rentals	1,000	2,600	2,593
Total contractual services	31,000	36,300	36,230
Commodities			
Repair parts - equipment	40,000	49,500	49,139
Road rock, gravel, and sand	10,000	11,000	10,858
Crack seal/duro patch materials	40,000	40,000	38,776
Black top	20,000	20,000	11,153
Signs and posts	10,000	10,000	9,174
Road maintenance supplies	12,600	12,600	9,995
Ice control chemicals	180,000	130,000	123,361
Shop supplies	11,000	11,000	7,770
Gasoline	20,000	20,000	14,394
Diesel	35,000	35,000	23,175
Lube oil	4,000	4,000	3,975
Small tools	4,000	4,000	2,274
Total commodities	386,600	347,100	304,044
Total maintenance of roads	1,278,915	1,258,765	1,214,465
Total highways and streets	1,361,915	1,341,765	1,287,916
CAPITAL OUTLAY			
Building maintenance	5,500	5,500	2,998
Building and improvements	15,000	15,000	6,389
Road paving	518,100	423,250	351,826
Trees, tiles, and other services	60,000	100,000	99,084
Culverts	17,000	21,000	20,112
Engineering	30,000	2,000	-
Road and shop equipment	130,000	229,000	228,805
Total capital outlay	775,600	795,750	709,214
DEBT SERVICE - CAPITAL LEASE			
Principal	22,085	22,085	19,659
Interest and fiscal charges	-	-	2,422
Total debt service - capital lease	22,085	22,085	22,081
TOTAL EXPENDITURES	\$ 2,159,600	\$ 2,159,600	\$ 2,019,211

(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, 2018

	Original Budget	Final Budget	Actual
REVENUES			
Taxes	\$ 4,138,800	\$ 4,138,800	\$ 4,170,944
Charges for services	165,110	165,110	220,379
Intergovernmental	55,740	55,740	50,888
Investment income	104,200	104,200	72,090
Miscellaneous	50,750	50,750	40,328
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Total revenues	4,514,600	4,514,600	4,554,629
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EXPENDITURES			
Current			
Open space			
Salaries	251,200	222,000	220,937
Insurance	37,200	40,800	40,541
Employee benefits			
FICA	19,225	16,600	16,484
IMRF	19,400	18,400	18,294
Auditing	4,700	4,700	4,573
Postage	500	500	360
Printing	1,500	1,500	572
Real estate tax	3,500	3,500	3,312
Contract for services	7,000	3,000	2,470
Administration cost	4,800	4,800	4,564
Legal	4,000	6,300	6,277
Rental	8,000	9,500	9,151
Events	5,000	5,000	3,334
Maintenance	28,600	25,000	23,669
Telephone	2,300	2,300	2,183
Utilities	8,500	8,500	6,917
Training	2,000	700	683
Risk management	11,500	10,000	9,907
Fuel	16,000	12,700	12,660
Small tools	3,000	2,000	1,441
Maintenance supplies	10,900	8,000	7,871
Natural areas supplies	20,000	10,200	10,142
Uniforms	4,300	4,300	3,595
Office and computer supplies	2,100	2,100	2,081
Computer software support	1,500	1,500	1,421
Contractual - natural areas	10,000	500	-
Bond issuance costs	-	77,360	138,627
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Total open space	486,725	501,760	552,066
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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, 2018

	Original Budget	Final Budget	Actual
EXPENDITURES (Continued)			
Capital outlay			
Equipment	\$ 14,500	\$ 17,600	\$ 17,555
Eagle Scout project	8,000	3,600	3,548
Building and improvements	90,000	97,100	97,094
Land acquisition	-	647,500	647,210
Other capital improvements	50,000	43,800	43,726
	162,500	809,600	809,133
Debt service			
Principal	2,777,219	2,777,219	2,777,219
Interest and fiscal charges	1,375,269	1,375,269	1,212,344
	4,152,488	4,152,488	3,989,563
Total debt service	4,152,488	4,152,488	3,989,563
Total expenditures	4,801,713	5,463,848	5,350,762
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(287,113)	(949,248)	(796,133)
OTHER FINANCING SOURCES (USES)			
Issuance of general obligation bonds	-	-	11,080,000
Premium on bonds issued	-	-	1,478,646
Payments to escrow agent	-	-	(12,581,028)
Total other financing sources (uses)	-	-	(22,382)
NET CHANGE IN FUND BALANCE	\$ (287,113)	\$ (949,248)	\$ (818,515)
FUND BALANCE, APRIL 1			6,163,514
FUND BALANCE, MARCH 31			\$ 5,344,999

(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, 2018

	Original Budget	Final Budget	Actual
REVENUES			
Investment income	\$ 20	\$ 20	\$ 115
Total revenues	20	20	115
EXPENDITURES			
Capital outlay	51,500	51,500	-
Total expenditures	51,500	51,500	-
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(51,480)	(51,480)	115
OTHER FINANCING SOURCES (USES)			
Transfers in	-	-	40,000
Total other financing sources (uses)	-	-	40,000
NET CHANGE IN FUND BALANCE	\$ (51,480)	\$ (51,480)	40,115
FUND BALANCE, APRIL 1			89,661
FUND BALANCE, MARCH 31			\$ 129,776

(See independent auditor's report.)

SUPPLEMENTAL DATA

**CAMPTON TOWNSHIP
ST. CHARLES, ILLINOIS**

SCHEDULE OF LAND CASH MONEY

March 31, 2018

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, 2018

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.

During the 2017-2018 fiscal year, the Township made the following land purchase: on March 23, 2018 the property known as the Snow trust adjacent to Headwaters Conservation Area for \$647,210.

(See independent auditor's report.)