

MILTON TOWNSHIP, ILLINOIS

ANNUAL FINANCIAL REPORT



FOR THE FISCAL YEAR ENDED
MARCH 31, 2019

MILTON TOWNSHIP, ILLINOIS

TABLE OF CONTENTS

PAGE

INTRODUCTORY SECTION

Letter of Transmittal	1 - 4
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FINANCIAL SECTION

INDEPENDENT AUDITORS' REPORT	5 - 6
------------------------------	-------

MANAGEMENT'S DISCUSSION AND ANALYSIS	7 - 13
--------------------------------------	--------

BASIC FINANCIAL STATEMENTS

Government-Wide Financial Statements	
Statement of Net Position	14 - 15
Statement of Activities	16
Fund Financial Statements	
Balance Sheet – Governmental Funds	17
Reconciliation of Total Governmental Fund Balance to the	
Statement of Net Position – Governmental Activities	18
Statement of Revenues, Expenditures and Changes in	
Fund Balances – Governmental Funds	19
Reconciliation of the Statement of Revenues, Expenditures and Changes in	
Fund Balances to the Statement of Activities – Governmental Activities	20
Statement of Fiduciary Net Position	21
Notes to Financial Statements	22 - 46

REQUIRED SUPPLEMENTARY INFORMATION

Schedule of Employer Contributions	
Illinois Municipal Retirement Fund	47
Schedule of Changes in the Employer's Net Pension Liability	
Illinois Municipal Retirement Fund	48 - 49
Schedule of Changes in the Employer's Total OPEB Liability	
Retiree Benefits Plan	50
Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual	
General Fund	51
Road and Bridge – Special Revenue Fund	52
Permanent Road – Permanent Fund	53

MILTON TOWNSHIP, ILLINOIS

TABLE OF CONTENTS

PAGE

FINANCIAL SECTION – Continued

COMBINING AND INDIVIDUAL FUND STATEMENTS AND SCHEDULES

Schedule of Expenditures – Budget and Actual	
General Fund	54 - 56
Road and Bridge – Special Revenue Fund	57 - 58
Combining Balance Sheet – Nonmajor Governmental Funds	59 - 60
Combining Statement of Revenues, Expenditures and Changes in Fund Balances	
Nonmajor Governmental Funds	61 - 62
Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual	
General Assistance – Special Revenue Fund	63
Schedule of Expenditures – Budget and Actual – General Assistance	64
Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual	
Road IMRF – Special Revenue Fund	65
Road Social Security – Special Revenue Fund	66
Road Tort Liability – Special Revenue Fund	67
Mosquito Abatement – Special Revenue Fund	68
Police District – Special Revenue Fund	69
Combining Statement of Changes in Assets and Liabilities	
Agency Funds	70 - 71

SUPPLEMENTAL SCHEDULE

Schedule of Assessed Valuation, Tax Rates, and Tax Extension - Last Six Tax Levy Years	72 - 73
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INTRODUCTORY SECTION

This section includes miscellaneous data regarding the Milton Township:

- Transmittal Letter



*O. Chris Heidorn, Supervisor
Gail P. Hinkle, Town Clerk
Sal Falbo, Trustee
Yadav Nathwani, Trustee
David Molitor, Trustee
John Monino, Trustee*

MILTON TOWNSHIP

**County of DuPage
1492 North Main Street
Wheaton, Illinois 60187**

**Telephone: (630) 668-1616
FAX: (630) 668-1608**

General Background

Milton Township is a unit of local government established by statute in 1850 and is located in the center of DuPage County. It serves approximately 117,067 residents (according to 2010 Census figures) and is comprised of Wheaton, Glen Ellyn and a significant portion of South Carol Stream. Additionally, small parts of Lombard, Winfield, Downers Grove and Lisle lie within its 36 square mile borders as well as the significant areas of unincorporated land in between.

Like other Townships throughout the State of Illinois, Milton Township has three (3) mandated functions:

1. Assessment of all real properties within the Township for tax purposes by the Township Assessor;
2. Administration of General Assistance for the poor of the Township by the Supervisor of General Assistance; and
3. Maintenance of all Township roads by the Highway Commissioner.

In addition, Milton Township provides numerous other discretionary programs and services which benefit the residents of the Township. For detailed information regarding these other programs and services, please see our website at www.milontownship.net or contact Township personnel at (630) 668-1616.

Governance

Town Board of Trustees

The primary governing unit of the Township is the Town Board of Trustees. The Trustees for the fiscal year 2019 were Salvatore Falbo, Yadav Nathwani, David Molitor and John Monino. In addition to special meetings and workshops, the Board meets monthly for its regular meetings on the second Tuesday of the month at 6:30 p.m. at the Township offices (1492 N. Main Street, Wheaton, Illinois). The Township Supervisor is Chairman of the Board and a voting member. The Township Clerk is a non-voting member (except in rare circumstances) and keeps the minutes of the Board. The Board acts as the legislative branch of this government and is responsible for general policies outside the individual jurisdictions of the Assessor, Highway Commissioner and Supervisor of General Assistance. The Board ordains or approves all budgets of the Township as well as all tax levies.

Township Supervisor

O. Chris Heidorn is the Township Supervisor. The Supervisor is the chief executive officer of the Township and its treasurer. He also acts as Chairman of the Town Board, the statutory treasurer for the Highway Commissioner's funds and is the *Supervisor of General Assistance*. His duties include the oversight and implementation of all discretionary programs and services.

Township Clerk

Gail P. Hinkle is the Milton Township Clerk. The Clerk is the keeper of the Township records and acts as Secretary of the Town Board. She keeps minutes of the regular and special Board meetings, as well as the Annual Town Meetings. She is responsible for the posting and publication of all legal notices and certifies all budgets and levies. She is the local election authority, Freedom of Information Officer for the Township and the ex-officio Clerk for the Highway Commissioner.

Township Assessor

Chris LeVan is the Township Assessor. The Assessor is responsible for the accurate and equitable valuation of all real estate in the Township for real estate tax purposes. The Assessor does not levy taxes. Taxes are levied by the various taxing bodies having jurisdiction that extends into the Township based upon a rate which they specify which is applied to the assessed valuation of the individual parcel of real property.

Highway Commissioner

Gary Muehlfelt is the Milton Township Highway Commissioner. The Highway Commissioner is responsible for the construction, improvement and maintenance of all Township roads and rights of way. That includes the maintenance of stormwater and drainage ditches, culverts, catch basins, and other accessory structures within the rights of way. At present, there are approximately 80 centerline miles of Township road under his authority. Snow plowing and de-icing of roads is also his responsibility.

Each of the foregoing elected officials is legally independent of the others and has his or her own specific statutory authority within their respective areas. On the other hand, all of the elected officials of Milton Township work closely with each other to provide the best service possible to the residents of Milton Township.

Taxing Authorities and Funds

Nine (9) specific taxing bodies collectively comprise the Township's levies, budgets and services: Town Fund (corporate), General Assistance Fund, Road and Bridge Fund, Permanent Road Fund, Highway Pension Fund, Highway Insurance Fund, Highway Social Security Fund, Special Police Fund and Mosquito Abatement District Fund.

The Town Fund, through its levy and budget, supports:

- All administration functions of the Township falling under the authority of the Supervisor or Clerk;
- All functions of the Assessor's office;
- Transportation assistance to seniors and disabled residents through the *Ride DuPage* Program;
- Youth services provided to low-income youth;

- Senior services through S.A.L.T. (Seniors And Law-enforcement Together) program; and
- Citizen Corps and Community Emergency Response Team (CERT) program.

The General Assistance Fund supports:

- State mandated financial assistance (general assistance) to low income individual residents who are not covered by the programs of the Social Security Administration or the Illinois Department of Human Services;
- Emergency Assistance, a one-time (maximum once per 12 month period) financial grant to low income residents to address critical basic needs, particularly to avoid eviction and cutoff of essential services such as gas and electric during temporary periods of financial hardship;

The Road and Bridge Fund, together with the Highway's subsidiary Funds, supports the functions of the Highway Commissioner:

- Paving, surface repair and maintenance of over 80 centerline miles of Township roads and rights of way;
- Snow removal and salting/de-icing of Township roads;
- Maintenance of storm water and drainage culverts and accessory structures located in Township rights of way;
- Mowing of rights of way not otherwise maintained as well as tree trimming;
- Removal of diseased trees (Emerald Ash Borer) in Township rights of way;
- Twice annual brush pickup;
- Of the Road & Bridge tax levy, fifty percent (50%) of the taxes levied against properties located within the corporate boundaries of any municipality are actually paid over to the municipal government by the County Treasurer and never become part of the Road & Bridge Fund.

The Special Police Fund supports:

- The provision of an additional three (3) Deputy Sheriffs to patrol the unincorporated areas of the Township not served by municipal police departments by contract with the DuPage County Sheriff;
- The areas served by this additional police protection comprise a special taxing district and only those areas served are subject to this tax levy.

The Mosquito Abatement Fund supports:

- Contracting for the control and abatement of larval and adult mosquitoes to reduce nuisance and minimize the transmission of vector borne arboviral diseases in the unincorporated areas of the Township not served by municipal mosquito abatement districts;
- Public education regarding prevention of and protection from West Nile Virus, Zika Virus and other vector borne diseases;
- The areas served by this program comprise a special taxing district and only those areas served are subject to this tax levy.

Financial Highlights

Milton Township relies primarily on real estate taxes to fund its various operations. Like many other taxing bodies, it operates under the restrictions of the Property Tax Extension Limitation Law (PTELL), also known as "tax caps." This law limits the annual growth of its primary revenue source to the annual increase in the Consumer Price Index (CPI).

Prospective Actions

Although not affecting our annual financial report for this fiscal year, on or about April 30, 2019, the Glen Ellyn Mosquito Abatement District, pursuant to statute and unanimous vote of that Board, consolidated their functions, assets, responsibilities and taxing authority to Milton Township in order to more effectively and responsibly serve the residents of that District.

Milton Township management is keenly aware of its responsibilities to the taxpayers and residents of Milton Township. Government should live within its means and provide its services in the most cost effective way possible. The Board will continue to closely monitor expenses in all funds to realize the greatest savings possible.

Conclusion

This financial report is designed to provide the Township's citizens, taxpayers, government partners, and creditors with a general overview of the Township's finances and to demonstrate the Township's accountability and stewardship for the money it receives. If you have questions about this report or would like to obtain additional information, please see our website at www.miltontownship.net or contact the Township Supervisor at c.heidorn@miltontownship.net or the Town Clerk at (630) 668-1616.

Respectfully,

A handwritten signature in black ink, appearing to read 'O. Chris Heidorn', with a long horizontal flourish extending to the right.

O. Chris Heidorn
Milton Township Supervisor

FINANCIAL SECTION

This section includes:

- Independent Auditors' Report
- Management's Discussion and Analysis
- Basic Financial Statements
- Required Supplementary Information
- Combining and Individual Fund Statements and Schedules
- Supplemental Schedule

INDEPENDENT AUDITORS' REPORT

This section includes the opinion of the Township's independent auditing firm.



INDEPENDENT AUDITORS' REPORT

October 16, 2019

The Honorable Supervisor
Members of the Board of Trustees
Milton Township
Wheaton, Illinois

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Milton Township, Illinois, as of and for the year ended March 31, 2019, and the related notes to the 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 the Milton Township, Illinois, as of March 31, 2019, 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 as listed in the table of contents and budgetary information reported in the required supplementary information as listed in the 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 Milton Township, Illinois' basic financial statements. The introductory section, combining and individual fund financial statements and budgetary comparison schedules and supplemental schedules 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 budgetary comparison schedules and supplemental 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 and budgetary comparison schedules and supplemental schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The introductory has not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on it.

Lauterbach & Amen, LLP
LAUTERBACH & AMEN, LLP

MANAGEMENT'S DISCUSSION AND ANALYSIS

MILTON TOWNSHIP, ILLINOIS

Management's Discussion and Analysis March 31, 2019

Our discussion and analysis of the Milton Township, Illinois' financial performance provides an overview of the Township's financial activities for the fiscal year ended March 31, 2019. Please read it in conjunction with the financial statements which begin on page 14.

FINANCIAL HIGHLIGHTS

- The Township's net position decreased by \$177,166, or less than one percent, as a result of this year's operations.
- During the year, government-wide revenues totaled \$5,992,110, while expenses totaled \$6,169,276, resulting in a decrease to net position of \$177,166.
- The Township's net position totaled \$31,964,670 on March 31, 2019, which includes \$28,080,788 net investment in capital assets, \$3,145,748 subject to external restrictions, and \$738,134 unrestricted net position that may be used to meet the ongoing obligations to citizens and creditors.
- The General Fund reported an increase fund balance for the current year of \$290,755, resulting in ending fund balance of \$1,617,8187, an increase of 21.9 percent.

USING THIS ANNUAL REPORT

This annual report consists of a series of financial statements. The Statement of Net Position and the Statement of Activities (on pages 14-16) provide information about the activities of the Township as a whole and present a longer-term view of the Township's finances. 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. Fund financial statements begin on page 17. For governmental activities, these 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 operations in more detail than the government-wide statements by providing information about the Township's most significant funds.

The Statement of Net Position reports information on all of the Township's assets/deferred outflows of resources and liabilities/deferred inflows of resources, 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 nonfinancial factors, such as changes in the Township's property tax base and the condition of the Township's roads and infrastructure, is needed to assess the overall health of the Township.

The Statement of Activities presents information showing how the government's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of 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 and earned but unused vacation leave).

MILTON TOWNSHIP, ILLINOIS

Management's Discussion and Analysis March 31, 2019

USING THIS ANNUAL REPORT – Continued

Government-Wide Financial Statements

Both of the government-wide financial statements distinguish functions of the Township that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The Township only reports governmental activities, which include general government, public safety, highways and streets, and health and welfare.

Governmental 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 reported as 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 ten individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, the Road and Bridge Fund, and the Permanent Road Fund which are considered major funds. Data from the other seven governmental funds are combined into a single, aggregated presentation. The Township adopts an annual appropriated budget for all of the governmental funds, except the Motor Fuel Tax Fund. A budgetary comparison schedule for all funds has been provided to demonstrate compliance with this budget. The basic governmental fund financial statements can be found on pages 17-20 of this report.

Fiduciary Funds

Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the Township's own programs. The accounting use for fiduciary funds is much like that used for proprietary funds. The basic fiduciary fund financial statements can be found on page 21 of this report.

MILTON TOWNSHIP, ILLINOIS

Management's Discussion and Analysis March 31, 2019

USING THIS ANNUAL REPORT – Continued

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 on pages 22-46 of this report.

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the Township's I.M.R.F. employee pension obligations and budgetary comparison schedules for the General Fund and special revenue funds. Required supplementary information can be found on pages 47 - 53 of this report. The individual fund schedules can be found immediately after the required supplementary information, on pages 54 - 71 of this report.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

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 Milton Township, assets/deferred outflows exceeded liabilities/deferred inflows by \$31,964,670.

	Net Position	
	2019	2018
Current and Other Assets	\$ 11,123,019	10,094,233
Capital Assets	28,080,788	28,614,075
Total Assets	39,203,807	38,708,308
Deferred Outflows	1,015,848	346,702
Total Assets/Deferred Outflows	40,219,655	39,055,010
Long-Term Debt	1,163,867	-
Other Liabilities	648,486	113,427
Total Liabilities	1,812,353	113,427
Deferred Inflows	6,442,632	6,427,070
Total Liabilities/Deferred Inflows	8,254,985	6,540,497
Net Position		
Investment in Capital Assets	28,080,788	28,614,075
Restricted	3,145,748	2,500,147
Unrestricted	738,134	1,400,291
Total Net Position	31,964,670	32,514,513

MILTON TOWNSHIP, ILLINOIS

Management's Discussion and Analysis March 31, 2019

GOVERNMENT-WIDE FINANCIAL ANALYSIS – Continued

A large portion of the Township's net position, \$28,080,788 or 87.8 percent, reflects its investment in capital assets (for example, land, building and improvements, road equipment, office, and infrastructure), less any related debt used to acquire those assets that is still outstanding. The Township uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending.

An additional portion, \$3,145,748 or 9.8 percent, of the Township's net position represents resources that are subject to external restrictions on how they may be used. The remaining 2.4 percent, or \$738,134, represents unrestricted net position that may be used to meet the government's ongoing obligations to citizens and creditors.

	Change in Net Position	
	2019	2018
Revenues		
Program Revenues		
Charges for Services	\$ -	-
Operating/Capital Grants/Contrib.	144,766	141,199
General Revenues		
Property Taxes	5,309,427	5,010,548
Personal Property Replacement	151,983	162,649
Interest Income	374,707	2,362
Miscellaneous	11,227	84,182
Total Revenues	5,992,110	5,400,940
Expenses		
General Government	1,693,440	1,537,092
Public Safety	437,616	399,942
Highways and Streets	3,853,948	2,149,762
Health and Welfare	184,272	198,886
Total Expenses	6,169,276	4,285,682
Change in Net Position	(177,166)	1,115,258
Net Position - Beginning as Restated	32,141,836	31,399,255
Net Position - Ending	31,964,670	32,514,513

Net position of the Township's governmental activities decreased by less than one percent (\$31,964,670 in 2019 compared to \$32,141,836 restated in 2018). Unrestricted net position, the part of net position that can be used to finance day-to-day operations without constraints, totaled \$738,134 at March 31, 2019.

MILTON TOWNSHIP, ILLINOIS

Management's Discussion and Analysis March 31, 2019

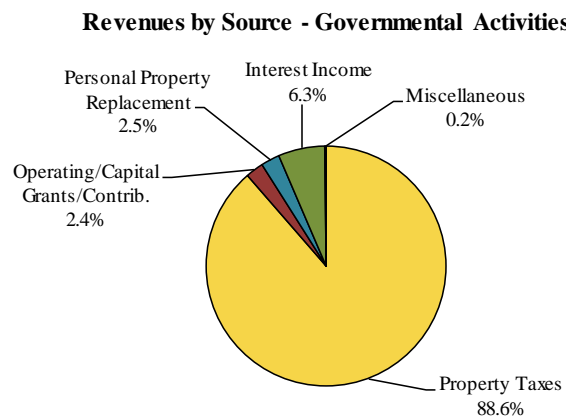
GOVERNMENT-WIDE FINANCIAL ANALYSIS – Continued

Beginning net position was restated due to the Township implementing GASB Statement No. 75 and correcting an error in recognition of prior year compensated absences.

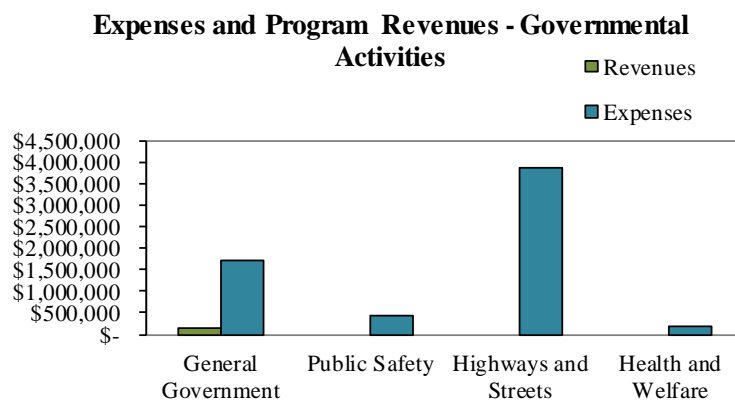
Revenues for governmental activities totaled \$5,992,110, while the cost of all governmental functions totaled \$6,169,276. This results in a deficit of \$177,166. In 2018, revenues totaled \$5,400,940 while the cost of all functions totaled \$4,285,682 resulting in a surplus of \$1,115,258. The decrease for 2019 was the result significant increases in highways and streets expenses in the Road and Bridge and Permanent Road funds.

The Township relies on a combination of grants and taxes to fund its services and programs. While the primary source of fund is property taxes.

The following table graphically depicts the major revenue sources of the Milton Township. It depicts very clearly the reliance of property taxes to fund governmental activities. It also clearly identifies the less significant percentage the Township receives from replacement and other taxes.



The 'Expenses and Program Revenues' Table identifies that governmental functions are not supported by program revenues. All functions of the Township are supplemented with receipts from property taxes, replacement taxes, interest income and miscellaneous income (general revenues).



MILTON TOWNSHIP, ILLINOIS

Management's Discussion and Analysis March 31, 2019

FINANCIAL ANALYSIS OF THE TOWNSHIP'S GOVERNMENTAL FUNDS

As noted earlier, the Milton Township uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The focus of the Township's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. In particular, unassigned fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

The Township's governmental funds reported combining ending fund balances of \$4,117,660, which is \$252,351, or 6.5 percent, more than last year's restated total of \$3,865,309. Of the \$4,117,660 total, \$949,968, or approximately 23.1 percent, of the fund balance constitutes unassigned fund balance.

The General Fund reported an increase in fund balance for the year of \$290,755, an increase of 21.9 percent. Total revenues in the General Fund came in \$4,078 over budget. At the same time, expenditures of \$1,747,328 came in \$188,661 under budget, therefore resulting in an overall increase to the fund of \$290,755. The General Fund is the chief operating fund of the Milton Township. At March 31, 2019, unassigned fund balance in the General Fund was \$1,609,970, which represents 99.5 percent of the total fund balance of the General Fund. As a measure of the General Fund's liquidity, it may be useful to compare unassigned fund balance to total fund expenditures. Unassigned fund balance in the General Fund represents approximately 92.1 percent of total General Fund expenditures.

The Road and Bridge Fund reported an increase of \$8,098 to fund balance, which was originally budgeted at a decrease of \$505,492. Ending fund balance is reported at a surplus of \$1,755,115. This increase in the current year is due to spending less on current year expenditures and receiving \$374,207 more in revenues than what was budgeted.

The Permanent Road Fund reported a decrease of \$277,109 to fund balance, which was originally budgeted at a decrease of \$387,000. Ending fund balance is reported at a deficit of \$660,002. This decrease in the current year is due to spending more on current year expenditures than the property taxes that were received.

GENERAL TOWNSHIP FUND BUDGETARY HIGHLIGHTS

The Milton Township's Board did not make any budget amendments to the General Fund during the year. General Fund actual revenues for the year totaled \$2,038,083, compared to final budgeted revenues of \$2,034,005. This was due in large part to property taxes, grants, and miscellaneous being higher than budgeted.

The General Fund actual expenditures for the year were \$188,661 lower than budgeted (\$1,747,328 actual compared to \$1,935,989 final budgeted). This was due to all expenditure functions coming in lower than what was budgeted.

MILTON TOWNSHIP, ILLINOIS

Management's Discussion and Analysis March 31, 2019

CAPITAL ASSETS

The Township's investment in capital assets for its governmental activities as of March 31, 2019 was \$28,080,788 (net of accumulated depreciation). This investment in capital assets includes land, building and improvements, road equipment, office, and infrastructure.

	Capital Assets - Net of Depreciation	
	2019	2018
Land	\$ 60,000	60,000
Building and Improvements	555,021	587,873
Road Equipment	845,537	748,322
Office	70,699	99,541
Infrastructure	26,549,531	27,118,339
Total	28,080,788	28,614,075

This year's major additions included:

Building and Improvements	\$ 16,224
Road Equipment	241,396
	<u>257,620</u>

Additional information on the Township's capital assets can be found in note 3 of this report.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES

The Township's elected and appointed officials considered many factors when setting the fiscal year 2020 budget and the associated property tax rates and charges for services.

In preparing the budget, the Township Board, Management and Treasurer take into consideration long-term goals of the Township, along with any unforeseen expenses that might occur, as well as the potential impact of current economic conditions.

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the Milton 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 the Township's Supervisor/Treasurer at the Township offices at 1492 North Main Street, Wheaton, Illinois 60187.

BASIC FINANCIAL STATEMENTS

The basic financial Statements include integrated sets of financial statements as required by the GASB. The sets of statements include:

- Government-Wide Financial Statements
- Fund Financial Statements

Governmental Funds

Fiduciary Fund

In addition, the notes to the financial statements are included to provide information that is essential to a user's understanding of the basic financial statements.

MILTON TOWNSHIP, ILLINOIS

Statement of Net Position

March 31, 2019

See Following Page

MILTON TOWNSHIP, ILLINOIS

**Statement of Net Position
March 31, 2019**

ASSETS	
Current Assets	
Cash and Investments	\$ 4,064,631
Cash Held by Other Govermental Units	672,501
Receivables - Net of Allowances	6,363,943
Prepays	<u>21,944</u>
Total Current Assets	<u>11,123,019</u>
Noncurrent Assets	
Capital Assets	
Nondepreciable Capital Assets	60,000
Depreciable Capital Assets	48,215,454
Accumulated Depreciation	<u>(20,194,666)</u>
Total Noncurrent Assets	<u>28,080,788</u>
Total Assets	<u>39,203,807</u>
DEFERRED OUTFLOWS OF RESOURCES	
Deferred Items - IMRF	1,014,118
Deferred Items - RBP	<u>1,730</u>
Total Deferred Outflows of Resources	<u>1,015,848</u>
Total Assets and Deferred Outflows of Resources	<u>40,219,655</u>

The notes to the financial statements are an integral part of this statement.

LIABILITIES	
Current Liabilities	
Accounts Payable	\$ 641,416
Current Portion of Long-Term Debt	7,070
Total Current Liabilities	<u>648,486</u>
Noncurrent Liabilities	
Compensated Absences	28,281
Net Pension Liability - IMRF	768,233
Total OPEB Liability - RBP	367,353
Total Noncurrent Liabilities	<u>1,163,867</u>
Total Liabilities	<u>1,812,353</u>
DEFERRED INFLOWS OF RESOURCES	
Property Taxes	6,363,943
Deferred Items - IMRF	78,689
Total Deferred Inflows of Resources	<u>6,442,632</u>
Total Liabilities and Deferred Inflows of Resources	<u>8,254,985</u>
NET POSITION	
Investment in Capital Assets	28,080,788
Restricted	
Maintenance of Roads	2,680,381
Public Safety	150,238
General Assistance	315,129
Unrestricted	<u>738,134</u>
Total Net Position	<u>31,964,670</u>

The notes to the financial statements are an integral part of this statement.

MILTON TOWNSHIP, ILLINOIS

Statement of Activities

For the Fiscal Year Ended March 31, 2019

		Program Revenues		Net
		Charges	Operating	(Expenses)/
	Expenses	for	Grants	Revenues and
		Services		Change in
				Net Position
Functions/Programs				
Governmental Activities				
General Government	\$ 1,693,440	-	144,766	(1,548,674)
Public Safety	437,616	-	-	(437,616)
Highways and Streets	3,853,948	-	-	(3,853,948)
Health and Welfare	184,272	-	-	(184,272)
Total Governmental Activities	6,169,276	-	144,766	(6,024,510)
General Revenues				
Taxes				
Property Taxes				5,309,427
Replacement Taxes				151,983
Miscellaneous				374,707
Investment Income				11,227
				5,847,344
Change in Net Position				(177,166)
Net Position - Beginning as Restated				32,141,836
Net Position - Ending				31,964,670

The notes to the financial statements are an integral part of this statement.

MILTON TOWNSHIP, ILLINOIS**Balance Sheet - Governmental Funds
March 31, 2019**

	Special Revenue				
	General	Road and Bridge	Permanent Road	Nonmajor	Totals
ASSETS					
Cash and Investments	\$ 1,612,226	1,735,448	4,403	712,554	4,064,631
Cash Held by Other					
Governmental Units	-	-	-	672,501	672,501
Receivables - Net of Allowances					
Property Taxes	1,984,599	1,867,559	1,597,857	913,928	6,363,943
Due from Other Funds	-	669,287	-	10,460	679,747
Prepays	7,848	-	-	14,096	21,944
Total Assets	3,604,673	4,272,294	1,602,260	2,323,539	11,802,766
LIABILITIES					
Accounts Payable	2,256	639,160	-	-	641,416
Due to Other Funds	-	10,460	664,405	4,882	679,747
Total Liabilities	2,256	649,620	664,405	4,882	1,321,163
DEFERRED INFLOWS OF RESOURCES					
Property Taxes	1,984,599	1,867,559	1,597,857	913,928	6,363,943
Total Liabilities and Deferred Inflows of Resources	1,986,855	2,517,179	2,262,262	918,810	7,685,106
FUND BALANCES					
Nonspendable	7,848	-	-	14,096	21,944
Restricted	-	1,755,115	-	1,390,633	3,145,748
Unassigned	1,609,970	-	(660,002)	-	949,968
Total Fund Balances	1,617,818	1,755,115	(660,002)	1,404,729	4,117,660
Total Liabilities, Deferred Inflows of Resources and Fund Balances	3,604,673	4,272,294	1,602,260	2,323,539	11,802,766

The notes to the financial statements are an integral part of this statement.

MILTON TOWNSHIP, ILLINOIS

Reconciliation of Total Fund Balances to the Statement of Net Position March 31, 2019

Total Fund Balances	\$ 4,117,660
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Amounts reported in the Statement of Net Position
are different because:

Capital assets are not financial resources and therefore, are not reported in the funds.	28,080,788
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Deferred outflows (inflows) of resources related to the pensions not reported in the funds.	
Deferred Items - IMRF	935,429
Deferred Items - RBP	1,730

Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds.	
Compensated Absences	(35,351)
Net Pension Liability - IMRF	(768,233)
Total OPEB Liability - RBP	<u>(367,353)</u>

Net Position	<u><u>31,964,670</u></u>
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The notes to the financial statements are an integral part of this statement.

MILTON TOWNSHIP, ILLINOIS

Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds For the Fiscal Year Ended March 31, 2019

		Special Revenue			
	General	Road and Bridge	Permanent Road	Nonmajor	Totals
Revenues					
Taxes	\$ 1,997,537	1,288,235	1,292,995	882,643	5,461,410
Intergovernmental	33,152	-	-	111,614	144,766
Investment Income	-	2,169	-	9,058	11,227
Miscellaneous	7,394	354,722	-	12,591	374,707
Total Revenues	2,038,083	1,645,126	1,292,995	1,015,906	5,992,110
Expenditures					
General Government	1,747,328	-	-	-	1,747,328
Public Safety	-	-	-	437,616	437,616
Highways and Streets	-	1,646,028	1,570,104	163,411	3,379,543
Health and Welfare	-	-	-	184,272	184,272
Total Expenditures	1,747,328	1,646,028	1,570,104	785,299	5,748,759
Excess (Deficiency) of Revenues Over (Under) Expenditures	290,755	(902)	(277,109)	230,607	243,351
Other Financing Sources					
Disposal of Capital Assets	-	9,000	-	-	9,000
Net Change in Fund Balance	290,755	8,098	(277,109)	230,607	252,351
Fund Balances - Beginning as Restated	1,327,063	1,747,017	(382,893)	1,174,122	3,865,309
Fund Balances - Ending	1,617,818	1,755,115	(660,002)	1,404,729	4,117,660

The notes to the financial statements are an integral part of this statement.

MILTON TOWNSHIP, ILLINOIS

Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances to the Statement of Activities

For the Fiscal Year Ended March 31, 2019

Net Change in Fund Balances	\$ 252,351
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Amounts reported in the Statement of Activities
are different because:

Governmental funds report capital outlays as expenditures. However, in the
Statement of Activities the cost of those assets is allocated over their estimated
useful lives and reported as depreciation expense.

Capital Outlays	257,620
Depreciation Expense	(775,807)
Disposals - Cost	(31,453)
Disposals - Accumulated Depreciation	16,353

The net effect of deferred outflows (inflows) of resources related to the pensions
not reported in the funds.

Change in Deferred Items - IMRF	1,664,758
Change in Deferred Items - RBP	1,730

The issuance of long-term debt provides current financial resources to
governmental funds, while the repayment of the principal on long-term
debt consumes the current financial resources of the governmental funds.

Decrease to Compensated Absences	3,562
(Increase) to Net Pension Liability - IMRF	(1,571,604)
Decrease to Total OPEB Liability - RBP	<u>5,324</u>

Changes in Net Position	<u><u>(177,166)</u></u>
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The notes to the financial statements are an integral part of this statement.

MILTON TOWNSHIP, ILLINOIS

**Statement of Fiduciary Net Position
March 31, 2019**

	<u>Agency Funds</u>
ASSETS	
Cash and Cash Equivalents	<u>\$ 628,244</u>
LIABILITIES	
Cable TV Deposit Payable	20,340
Highway Escrow Accounts Payable	552,314
Due to Bondholders	<u>55,590</u>
Total Liabilities	<u>628,244</u>

The notes to the financial statements are an integral part of this statement.

MILTON TOWNSHIP, ILLINOIS

Notes to the Financial Statements March 31, 2019

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Milton Township (the "Township") is a municipal corporation of the State of Illinois headquartered in the County of DuPage and duly chartered pursuant to Illinois statute. The Township serves approximately 120,000 residents and is comprised of Wheaton, Glen Ellyn, and a significant portion of Carol Stream. Additionally, small parts of Lombard, Winfield, Downers Grove, Naperville, Glendale Heights and Lisle lie within its 36 square mile border.

The government-wide financial statements are prepared in accordance with generally accepted accounting principles (GAAP). The Governmental Accounting Standards Board (GASB) is responsible for establishing GAAP for state and local governments through its pronouncements (Statements and Interpretations). The more significant of the Township's accounting policies established in GAAP and used by the Township are described below.

REPORTING ENTITY

In determining the financial reporting entity, the Township complies with the provisions of GASB Statement No. 61, "The Financial Reporting Omnibus – an Amendment of GASB Statements No. 14 and No. 34," and includes all component units that have a significant operational or financial relationship with the Township. Based upon the criteria set forth in the GASB Statement No. 61, there are no component units included in the reporting entity.

BASIS OF PRESENTATION

Government-Wide Statements

The Township's basic financial statements include both government-wide (reporting the Township as a whole) and fund financial statements (reporting the Township's major funds). The Township's general assistance welfare programs, senior services, maintenance of highways and streets, public improvements, property assessing for tax purposes, and other programs are classified as governmental activities.

In the government-wide Statement of Net Position, the governmental activities column is presented on a consolidated basis. The Township's net position is reported in three parts: investment in capital assets; restricted; and unrestricted. The Township first utilizes restricted resources to finance qualifying activities.

The government-wide Statement of Activities reports both the gross and net cost of each of the Township's functions (general government, highways and streets, etc.). These functions are supported by general government revenues (property taxes, certain intergovernmental revenues, and charges, etc.). The Statement of Activities reduces gross expenses (including depreciation) by related program revenues, which 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

MILTON TOWNSHIP, ILLINOIS

Notes to the Financial Statements March 31, 2019

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

BASIS OF PRESENTATION – Continued

Government-Wide Statements – Continued

function or segment. The net costs (by function) are normally covered by general revenue (property tax, intergovernmental revenues, interest income, etc.). The Township does not allocate indirect costs. This government-wide focus is more on the sustainability of the Township as an entity and the change in the Township's net position resulting from the current year's activities.

Fund Financial Statements

The financial transactions of the Township are reported in individual funds in the fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprises its assets/deferred outflows, liabilities/deferred inflows, fund equity, revenues and expenditures/expenses. The Township's funds are all reported as governmental funds. The emphasis in fund financial statements is on the major funds.

GASB Statement No. 34 sets forth minimum criteria (percentage of the assets/deferred outflows, liabilities/deferred inflows, revenues or expenditures/expenses) for the determination of major funds. The Township electively added funds, as major funds, which either had debt outstanding or specific community focus. The nonmajor funds are combined in a column in the fund financial statements.

A fund is considered major if it is the primary operating fund of the Township or total assets/deferred outflows, liabilities/deferred inflows, revenues, or expenditures/expenses of the individual governmental fund are at least 10 percent of the corresponding total for all governmental funds combined.

The various funds are reported by generic classification within the financial statements. The following fund type is used by the Township:

Governmental Funds

The focus of the governmental funds' measurement (in the fund statements) is upon determination of financial position and changes in financial position (sources, uses, and balances of financial resources) rather than upon net income. The following is a description of the governmental funds of the Township:

General Fund accounts for all financial resources except those required to be accounted for in another fund. The General Fund is a major fund.

MILTON TOWNSHIP, ILLINOIS

Notes to the Financial Statements March 31, 2019

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

BASIS OF PRESENTATION – Continued

Fund Financial Statements – Continued

Governmental Funds – Continued

Special revenue funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes. The Township maintains eight special revenue funds. The Road and Bridge Fund, a major fund, is used to account for all financial resources relating to the repair and maintenance of the Township's infrastructure. The Permanent Road Fund is a major fund used to account for all financial resources relating to the major road improvement and maintenance projects.

Fiduciary Fund

Fiduciary fund is used to report assets held in a trustee or agency capacity for others and therefore are not available to support Township programs. The reporting focus is on net position and changes in net position and is reported using accounting principles similar to proprietary funds.

Agency Fund is used to account for assets held by the Township in a purely custodial capacity. The Performance Bond Fund is used to account for the performance bonds held by the Township pending depositor completion of work in accordance with Township code. The Cemetery Fund is used to account for the perpetual care trust funds to be used for the perpetual care of the Township's cemetery. The Food Pantry Fund is used to account for the funds of the Illinois Not-For-Profit corporation, an IRC 501(c)(3) charitable institution which is housed in the Township offices and run by volunteers. The Salt Council Fund is used to account for the donations made by the public to support the mission of the Seniors And Law-enforcement Together program of the Township Seniors' programs.

The Township's fiduciary fund is presented in the fiduciary fund financial statement. Since by definition these assets are being held for the benefit of a third party (other local governments, private parties, pension participants, etc.) and cannot be used to address activities or obligations of the Township, these funds are not incorporated into the government-wide statements.

MEASUREMENT FOCUS AND BASIS OF ACCOUNTING

Measurement focus is a term used to describe "which" transactions are recorded within the various financial statements. Basis of accounting refers to "when" transactions are recorded regardless of the measurement focus applied.

MILTON TOWNSHIP, ILLINOIS

Notes to the Financial Statements March 31, 2019

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

MEASUREMENT FOCUS AND BASIS OF ACCOUNTING – Continued

Measurement Focus

On the government-wide Statement of Net Position and the Statement of Activities, governmental funds are presented using the economic resources measurement focus, within the limitations of the modified cash basis of accounting, as defined below. In the fund financial statements, the “current financial resources” measurement focus or the “economic resources” measurement focus is used as appropriate.

All governmental funds utilize a “current financial resources” measurement focus. Only current financial assets/deferred outflows and liabilities/deferred inflows are generally included on their balance sheets. Their operating statements present sources and uses of available spendable financial resources during a given period. These funds use fund balance as their measure of available spendable financial resources at the end of the period.

The accounting objectives of the “economic resources” measurement focus are the determination of operating income, changes in net position (or cost recovery), financial position, and cash flows. All assets/deferred outflows, liabilities/deferred inflows (whether current or noncurrent) associated with their activities are reported.

Agency funds are not involved in the measurement of results of operations; therefore, measurement focus is not applicable to them.

Basis of Accounting

In the government-wide Statement of Net Position and Statement of Activities, governmental activities are presented using the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability/deferred inflows is incurred or economic asset used. Revenues, expenses, gains, losses, assets/deferred outflows, and liabilities/deferred inflows resulting from exchange and exchange-like transactions are recognized when the exchange takes place.

In the fund financial statements, governmental funds are presented on the modified accrual basis of accounting. Under this modified accrual basis of accounting, revenues are recognized when “measurable and available.” Measurable means knowing or being able to reasonably estimate the amount. Available means collectible within the current period or within sixty days after year-end. The Township recognizes property taxes when they become both measurable and available in accordance with GASB Codification Section P70. A sixty-day availability period is used for revenue recognition for all other governmental fund revenues. Expenditures (including capital outlay) are recorded when the related fund liability is incurred, except for general obligation bond principal and interest which are recognized when due.

MILTON TOWNSHIP, ILLINOIS

Notes to the Financial Statements March 31, 2019

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

MEASUREMENT FOCUS AND BASIS OF ACCOUNTING – Continued

Basis of Accounting – Continued

In applying the susceptible to accrual concept under the modified accrual basis, those revenues susceptible to accrual are property taxes, personal property taxes, interest revenue, and charges for services. All other revenues are not susceptible to accrual because generally they are not measurable until received in cash.

All agency funds utilize the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset used.

ASSETS/DEFERRED OUTFLOWS, LIABILITIES/DEFERRED INFLOWS, AND NET POSITION OR EQUITY

Cash and Investments

For purpose of the Statement of Net Position, the Township's cash and cash equivalents are considered to be cash on hand, demand deposits, and cash with fiscal agent.

Investments are generally reported at fair value. Short-term investments are reported at cost, which approximates fair value. For investments, the Township categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs. The Township has no investments at year-end.

Capital Assets

Capital assets purchased or acquired with an original cost of more than \$1,000 (\$10,000 for building and equipment, and \$50,000 for infrastructure assets), depending on asset class, are reported at historical cost or estimated historical cost. Contributed assets are reported at acquisition value as of the date received. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expenses as incurred.

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. General capital assets are long-lived assets of the Township as a whole. When purchased, such assets are recorded as expenditures in the governmental funds and capitalized. The valuation basis for general capital assets is historical cost, or where historical cost is not available, estimated historical cost based on replacement costs.

MILTON TOWNSHIP, ILLINOIS

Notes to the Financial Statements March 31, 2019

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

ASSETS/DEFERRED OUTFLOWS, LIABILITIES/DEFERRED INFLOWS, AND NET POSITION OR EQUITY – Continued

Capital Assets – Continued

Depreciation on all assets is computed and recorded using the straight-line method of depreciation over the following estimated useful lives:

Building and Improvements	40 Years
Road Equipment	5 - 7 Years
Office	3-5 Years
Infrastructure	10 - 40 Years

Deferred Outflows/Inflows of Resources

Deferred outflow/inflow of resources represents an acquisition/reduction of net position that applies to a future period and therefore will not be recognized as an outflow of resources (expense)/inflow of resources (revenue) until that future time.

Compensated Absences

The Township accrues accumulated unpaid vacation and associated employee-related costs when earned (or estimated to be earned) by the employee. In accordance with GASB Statement No. 16, no liability is recorded for nonvesting accumulation rights to receive sick pay benefits. Any accrued vacation time for Township employees that the employee fails to use by December 31 of the current year will be forfeited and may not be rolled over.

The Highway Department will not issue payment to any employee for accrued vacation time that the employee fails to use by December 31 of the current year in excess of five (5) days. Any accrued vacation time beyond the five (5) days the employee fails to use by December 31 of the current year will be forfeited and may not be rolled over.

All vacation pay is accrued when incurred in the government-wide financial statements. A liability for these amounts is reported in the governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

Long-Term Obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the governmental activities Statement of Net Position.

MILTON TOWNSHIP, ILLINOIS

Notes to the Financial Statements March 31, 2019

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

ASSETS/DEFERRED OUTFLOWS, LIABILITIES/DEFERRED INFLOWS, AND NET POSITION OR EQUITY – Continued

Net Position

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

Investment in Capital Assets – Consists of capital assets, including restricted capital assets, net of accumulated depreciation, and reduced by the outstanding balances of any bonds, mortgages, notes or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.

Restricted – Consists of net position with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislations.

Unrestricted – All other net position balances that do not meet the definition of “restricted” or “investment in capital assets.”

NOTE 2 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

BUDGETARY INFORMATION

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

- The Township Supervisor submits to the Board of Trustees a proposed operating budget for the fiscal year. The operating budget (modified cash basis) includes proposed expenditures and the means of financing them.
- The budget is then approved by the Board and holds public hearings to solicit comments and may add to, subtract from, or change appropriations, but may not change the form of the budget.
- The final budget is passed by an appropriation ordinance. The tax levy ordinance is filed with the County Clerk by the last Tuesday in December to obtain tax revenue.

MILTON TOWNSHIP, ILLINOIS

Notes to the Financial Statements March 31, 2019

NOTE 2 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY – Continued

BUDGETARY INFORMATION – Continued

- The Board of Trustees must approve all formal appropriation transfers. Any increases to the final budget require a public hearing before the Board of Trustees' approval. No formal supplemental appropriation was made during the fiscal year. The Supervisor can approve expenditures that exceed any line item within the fund as long as the expenditures do not exceed appropriations. Thus, the legal level of budgetary control is determined by fund.
- The legal budgetary authority lapses at the end of the fiscal year.

The legal level of budgetary control has been established at the fund level. During the current year, budgets were adopted for the General, General Assistance, Road and Bridge, Permanent Road, Road IMRF, Road Social Security, Police District and Mosquito Abatement Funds.

No budget was adopted for the Motor Fuel Tax Fund, as those monies are controlled by DuPage County.

EXCESS OF ACTUAL EXPENDITURES OVER BUDGET IN INDIVIDUAL FUNDS

The following fund had an excess of actual expenditures over budget as of the date of this report:

<u>Fund</u>	<u>Excess</u>
Road Tort Liability	\$ 10,576

DEFICIT FUND BALANCE

The following fund had deficit fund balance as of the date of this report:

<u>Fund</u>	<u>Deficit</u>
Permanent Road	\$ 660,002

MILTON TOWNSHIP, ILLINOIS

Notes to the Financial Statements March 31, 2019

NOTE 3 – DETAIL NOTES ON ALL FUNDS

DEPOSITS AND INVESTMENTS

The Township maintains a cash and investment pool that is available for use by all funds. Each fund type's portion of this pool is displayed on the combined balance sheet as "cash and investments." In addition, investments are separately held by several of the Township's funds.

Permitted Deposits and Investments – Statutes authorize the Township to make deposits/invest in commercial banks, savings and loan institutions, obligations of the U.S. Treasury and U.S. Agencies, obligations of States and their political subdivisions, credit union shares, repurchase agreements, commercial paper rated within the three highest classifications by at least two standard rating services.

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

Deposits. At year-end, the carrying amount of the Township's deposits totaled \$4,064,631 and the bank balances totaled \$4,330,976.

Interest Rate Risk. Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. Safety of principal is the foremost objective of the investment program. Investments of the Township shall be undertaken in a manner that seeks to ensure the preservation of capital in the overall portfolio.

Credit Risk. Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The Township does not have an investment policy that addresses credit risk.

Concentration Risk. Concentration of credit risk is the risk of loss attributed to the magnitude of the Township's investment in a single issuer. The Township does not have an investment policy that addresses concentration risk. At year-end, the Township does not have any investments over 5 percent of the total cash and investment portfolio (other than investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds, external investment pools, and other pooled investments).

Custodial Credit Risk. In the case of deposits, this is the risk that in the event of a 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 the federal depository insurance, at an amount of not less than 110% of the fair market value of the funds secured. At year-end, the entire amount of the bank balance of deposits was covered by collateral, federal depository or equivalent insurance

For an investment, this is the risk that in the event of the failure of the counterparty, the Township will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The Township's investment policy does not address custodial credit risk for investments.

MILTON TOWNSHIP, ILLINOIS

Notes to the Financial Statements March 31, 2019

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

PROPERTY TAXES

Property taxes for 2017 attach as an enforceable lien on January 1, 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 Boone County and are payable in two installments, on or about June 1 and September 1. The County collects such taxes and remits them periodically.

CAPITAL ASSETS

Governmental Activities

Governmental capital asset activity for the year was as follows:

	Beginning Balances	Increases	Decreases	Ending Balances
Nondepreciable Capital Assets				
Land	\$ 60,000	-	-	60,000
Depreciable Capital Assets				
Building and Improvements	1,325,732	16,224	-	1,341,956
Road Equipment	2,559,884	241,396	23,500	2,777,780
Office	219,207	-	7,953	211,254
Infrastructure	43,884,464	-	-	43,884,464
	47,989,287	257,620	31,453	48,215,454
Less Accumulated Depreciation				
Building and Improvements	737,859	49,076	-	786,935
Road Equipment	1,811,562	129,081	8,400	1,932,243
Office	119,666	28,842	7,953	140,555
Infrastructure	16,766,125	568,808	-	17,334,933
	19,435,212	775,807	16,353	20,194,666
Total Net Depreciable Capital Assets	28,554,075	(518,187)	15,100	28,020,788
Total Net Capital Assets	28,614,075	(518,187)	15,100	28,080,788

The depreciation expense was charged to governmental activities as follows:

General Government	\$ 72,635
Highways and Streets	703,172
	<u>775,807</u>

MILTON TOWNSHIP, ILLINOIS

Notes to the Financial Statements March 31, 2019

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

INTERFUND BALANCES

Interfund balances are advances in anticipation of receipts to cover temporary cash shortages. The composition of interfund balances as of the date of this report, is as follows:

Receivable Fund	Payable Fund	Amount
Road and Bridge	Permanent Road	\$ 664,405
Road and Bridge	Nonmajor Governmental	4,882
Nonmajor Governmental	Road and Bridge	<u>10,460</u>
		<u><u>679,747</u></u>

LONG-TERM DEBT

Long-Term Liability Activity

Changes in long-term liabilities during the fiscal year were as follows:

Type of Debt	Beginning Balances as Restated	Additions	Deductions	Ending Balances	Amounts Due within One Year
Governmental Activities					
Compensated Absences	\$ 38,913	3,562	7,124	35,351	7,070
Net Pension Liability - IMRF	(803,371)	1,571,604	-	768,233	-
Total OPEB Liability - RBP	<u>372,677</u>	<u>-</u>	<u>5,324</u>	<u>367,353</u>	<u>-</u>
	<u>(391,781)</u>	<u>1,575,166</u>	<u>12,448</u>	<u>1,170,937</u>	<u>7,070</u>

The compensated absences, the net pension liability and the total OPEB liability are liquidated by the General Fund.

Legal Debt Margin

Chapter 65, Section 5/8-5-1 of the Illinois Compiled Statutes provides, "...no municipality having a population of less than 500,000 shall become indebted in any manner or for any purpose, to an amount, including existing indebtedness in the aggregate exceeding 8.625% on the value of the taxable property therein, to be ascertained by the last assessment for state and county purposes, previous to the incurring of the indebtedness or, until January 1, 1983, if greater, the sum that is produced by multiplying the municipality's 1978 equalized assessed valuation by the debt limitation percentage in effect on January 1, 1979."

MILTON TOWNSHIP, ILLINOIS

Notes to the Financial Statements March 31, 2019

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

LONG-TERM DEBT – Continued

Legal Debt Margin – Continued

Assessed Valuation - 2018	<u>\$ 5,088,716,025</u>
Legal Debt Limit - 2.875% of Assessed Value	292,601,171
Amount of Debt Applicable to Limit Equipment Loan	<u>-</u>
Legal Debt Margin	<u>292,601,171</u>

NET POSITION/FUND BALANCE CLASSIFICATIONS

Investment in Capital Assets

Investment in capital assets was comprised of the following as of March 31, 2019:

Governmental Activities	
Capital Assets - Net of Accumulated Depreciation	<u>\$ 28,080,788</u>

Net Position/ Fund Balance Restatements

Beginning net position was restated due to the implementation of GASB Statement No. 75 and an error in recognition of prior year compensated absences. The following is a summary of the net position as originally reported and as restated:

Net Position/Fund Balance	As Reported	As Restated	Increase (Decrease)
Governmental Activities	\$ 32,514,513	32,141,836	(372,677)
General	1,326,249	1,327,063	814
Road and Bridge	1,710,042	1,747,017	36,975
General Assistance	245,459	246,583	1,124

MILTON TOWNSHIP, ILLINOIS

Notes to the Financial Statements March 31, 2019

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

NET POSITION/FUND BALANCE CLASSIFICATIONS – Continued

Fund Balance Classifications

In the governmental fund's financial statements, the Township considers restricted amounts to have been spent when an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available. The Township first utilizes committed, then assigned and then unassigned fund balance when an expenditure is incurred for purposes for which all three unrestricted fund balances are available.

The following is a schedule of fund balance classifications for the governmental funds as of the date of this report:

	General	Special Revenue Road and Bridge	Permanent Road	Nonmajor	Totals
Fund Balances					
Nonspendable					
Prepays	\$ 7,848	-	-	14,096	21,944
Restricted					
Maintenance of Roads	-	1,755,115	-	925,266	2,680,381
General Assistance	-	-	-	315,129	315,129
Public Safety	-	-	-	150,238	150,238
	-	1,755,115	-	1,390,633	3,145,748
Unassigned	1,609,970	-	(660,002)	-	949,968
Total Fund Balances	1,617,818	1,755,115	(660,002)	1,404,729	4,117,660

Nonspendable Fund Balance. Consists of resources that cannot be spent because they are either: a) not in a spendable form; or b) legally or contractually required to be maintained intact.

Restricted Fund Balance. Consists of resources that are restricted to specific purposes, that is, when constraints placed on the use of resources are either: a) externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments; or b) imposed by law through constitutional provisions or enabling legislation.

MILTON TOWNSHIP, ILLINOIS

Notes to the Financial Statements March 31, 2019

NOTE 3 – DETAIL NOTES ON ALL FUNDS – Continued

NET POSITION/FUND BALANCE CLASSIFICATIONS – Continued

Fund Balance Classifications – Continued

Committed Fund Balance. Consists of resources constrained (issuance of an ordinance) to specific purposes by the government itself, using its highest level of decision-making authority, the Board of Trustees; to be reported as committed, amounts cannot be used for any other purpose unless the government takes the same highest-level action to remove or change the constraint.

Assigned Fund Balance. Consists of amounts that are constrained by the Board of Trustees' intent to be used for specific purposes but are neither restricted nor committed. Intent is expressed by a) the Board of Trustees itself or b) a body or official to which the Board of Trustees has delegated the authority to assign amounts to be used for specific purposes. The Township's highest level of decision-making authority is the Board of Trustees, who is authorized to assign amounts to a specific purpose.

Unassigned Fund Balance. Consists of residual net resources of a fund that has not been restricted, committed, or assigned within the General Fund and deficit fund balances of other governmental funds.

NOTE 4 – OTHER INFORMATION

CONTINGENT LIABILITIES

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; natural disasters; and injuries to the Township's employees. The Township has purchased insurance from private insurance companies. Risks covered included certain types of liabilities and bonds. Premiums have been displayed as expenditures/expenses in appropriate funds. There were no significant changes in insurance coverages from the prior year and settlements did not exceed insurance coverage in any of the past three fiscal years.

Grants

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

MILTON TOWNSHIP, ILLINOIS

Notes to the Financial Statements March 31, 2019

NOTE 4 – OTHER INFORMATION – Continued

CONTINGENT LIABILITIES – Continued

Litigation

Per administration, several employees were terminated in January 2014 and filed complaints with the Equal Opportunity Commission (“EEOC”) in June 2014. These complaints were dismissed in March 2015 by the EEOC. On June 17, 2015 these employees filed claims in Federal Court against Milton Township and its Assessor. It is the opinion of legal counsel that the Township and its Assessor are not liable in this matter. Accordingly, no provision has been made in the accompanying financial statements for settlement costs.

The other matters of material or pending litigation, claims, or assessments involving the Township were tax rate objections cases, wherein the petitioners object to the various tax levies of the Township for specific years. Accordingly, no provision has been made in the accompanying financial statements for settlement costs.

Motor Fuel Tax Fund

Every year the Township receives an allotment of Motor Fuel Tax (MFT) money from the State of Illinois. This money is disbursed by the State to DuPage County where it is held for pending projects approved by Milton Township’s Highway Commissioner. When the projects are approved, all management, payment, and accounting for the projects are done through DuPage County.

Balance at March 31, 2018	\$ 551,836
Allotments Received	111,614
Interest Earned	9,051
Less Disbursements	<u>-</u>
Balance at March 31, 2019	<u><u>672,501</u></u>

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLAN

Illinois Municipal Retirement Fund (IMRF)

The Township contributes to one defined benefit pension plans, the Illinois Municipal Retirement Fund (IMRF), a defined benefit agent multiple-employer public employee retirement system. IMRF issues a publicly available financial report that includes financial statements and required supplementary information for the plan as a whole, but not by individual employer. That report may be obtained online at www.imrf.org. The benefits, benefit levels, employee contributions, and employer contributions are governed by Illinois Compiled Statutes (ILCS) and can only be amended by the Illinois General Assembly.

MILTON TOWNSHIP, ILLINOIS

Notes to the Financial Statements March 31, 2019

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLAN – Continued

Illinois Municipal Retirement Fund (IMRF) – Continued

Plan Descriptions

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.

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

IMRF provides two tiers of pension benefits. Employees hired *before* January 1, 2011, are eligible for Tier 1 benefits. Tier 1 employees are vested for pension benefits when they have at least eight years of qualifying service credit. Tier 1 employees who retire at age 55 (at reduced benefits) or after age 60 (at full benefits) with eight years of service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1-2/3% of the final rate of earnings for the first 15 years of service credit, plus 2% for each year of service credit after 15 years to a maximum of 75% of their final rate of earnings. Final rate of earnings is the highest total earnings during any consecutive 48 months within the last 10 years of service, divided by 48. Under Tier 1, the pension is increased by 3% of the original amount on January 1 every year after retirement.

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

- 3% of the original pension amount, or
- 1/2 of the increase in the Consumer Price Index of the original pension amount.

MILTON TOWNSHIP, ILLINOIS

Notes to the Financial Statements March 31, 2019

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLAN – Continued

Illinois Municipal Retirement Fund (IMRF) – Continued

Plan Descriptions – Continued

Plan Membership. As of December 31, 2018, the measurement date, the following employees were covered by the benefit terms:

Inactive Plan Members Currently Receiving Benefits	48
Inactive Plan Members Entitled to but not yet Receiving Benefits	24
Active Plan Members	<u>23</u>
Total	<u>95</u>

Contributions. As set by statute, the Township's Regular Plan Members are required to contribute 4.5% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. For the year-ended March 31, 2019, the Township's contribution was 7.96% of covered payroll.

Net Pension Liability/(Asset). The Township's net pension liability/(asset) was measured as of December 31, 2018. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

Actuarial Assumptions. The total pension liability was determined by an actuarial valuation performed, as of December 31, 2018, using the following actuarial methods and assumptions:

Actuarial Cost Method	Entry Age Normal
Asset Valuation Method	Market
Actuarial Assumptions	
Interest Rate	7.25%
Salary Increases	3.39% to 14.25%
Cost of Living Adjustments	2.50%
Inflation	2.50%

MILTON TOWNSHIP, ILLINOIS

Notes to the Financial Statements March 31, 2019

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLAN – Continued

Illinois Municipal Retirement Fund (IMRF) – Continued

Plan Descriptions – Continued

Actuarial Assumptions – Continued. 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.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense, and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return to the target asset allocation percentage and adding expected inflation. The target allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table:

Asset Class	Target	Long-Term Expected Real Rate of Return
Fixed Income	28.00%	3.75%
Domestic Equities	37.00%	7.15%
International Equities	18.00%	7.25%
Real Estate	9.00%	6.25%
Blended	7.00%	3.20% - 8.50%
Cash and Cash Equivalents	1.00%	2.50%

MILTON TOWNSHIP, ILLINOIS

Notes to the Financial Statements March 31, 2019

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLAN – Continued

Illinois Municipal Retirement Fund (IMRF) – Continued

Discount Rate

The discount rate used to measure the total pension liability was 7.25%, 7.50% was used in prior valuation. 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 Township contributions will be made at rates equal to the difference between the actuarially determined contribution rates and the member rate. Based on those assumptions, the Fund's fiduciary net position was projected to be available to make all project future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all period of projected benefit payments to determine the total pension liability.

Discount Rate Sensitivity

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

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Net Pension Liability/(Asset) \$	2,054,758	768,233	(304,679)

MILTON TOWNSHIP, ILLINOIS

Notes to the Financial Statements March 31, 2019

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLAN – Continued

Illinois Municipal Retirement Fund (IMRF) – Continued

Changes in the Net Pension Liability/(Asset)

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension (Asset) (A) - (B)
Balances at December 31, 2017	\$ 10,875,469	11,678,840	(803,371)
Changes for the Year:			
Service Cost	145,920	-	145,920
Interest on the Total Pension Liability	798,534	-	798,534
Changes of Benefit Terms	-	-	-
Difference Between Expected and Actual Experience of the Total Pension Liability	131,147	-	131,147
Changes of Assumptions	286,061	-	286,061
Contributions - Employer	-	136,135	(136,135)
Contributions - Employees	-	66,049	(66,049)
Net Investment Income	-	(657,823)	657,823
Benefit Payments, including Refunds of Employee Contributions	(602,605)	(602,605)	-
Other (Net Transfer)	-	245,697	(245,697)
Net Changes	759,057	(812,547)	1,571,604
Balances at December 31, 2018	11,634,526	10,866,293	768,233

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

For the year ended March 31, 2019, the Township recognized pension expense of \$22,440. At March 31, 2019, the Township reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

MILTON TOWNSHIP, ILLINOIS

Notes to the Financial Statements March 31, 2019

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLAN – Continued

Illinois Municipal Retirement Fund (IMRF) – Continued

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

	Deferred Outflows of Resources	Deferred Inflows of Resources	Totals
Difference Between Expected and Actual Experience	\$ 75,318	(7,833)	67,485
Change in Assumptions	164,286	(70,856)	93,430
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	753,010	-	753,010
Total Pension Expense to be Recognized in Future Periods	992,614	(78,689)	913,925
Pension Contributions Made Subsequent to the Measurement Date	21,504	-	21,504
Total Deferred Amounts Related to IMRF	1,014,118	(78,689)	935,429

\$21,504 reported as deferred outflows of resources related to pensions resulting from employer contributions subsequent to the measurement date and will be recognized as a reduction of the net pension liability in the reporting year ended March 31, 2020. Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense in future periods as follows:

Fiscal Year	Net Deferred Outflows of Resources
2020	\$ 345,597
2021	166,552
2022	96,190
2023	305,586
2024	-
Thereafter	-
Total	913,925

MILTON TOWNSHIP, ILLINOIS

Notes to the Financial Statements March 31, 2019

NOTE 4 – OTHER INFORMATION – Continued

OTHER POST-EMPLOYMENT BENEFITS PLAN

General Information about the OPEB Plan

Plan Description. The Township's defined benefit OPEB plan, Milton Township Retiree Benefits Plan (RBP), provides OPEB for all permanent full-time general and public safety employees of the Township. RBP is a single-employer defined benefit OPEB plan administered by the Township. Article 11 of the State Compiled Statutes grants the authority to establish and amend the benefit terms and financing requirements to the Township Board. No assets are accumulated in a trust that meets the criteria in paragraph 4 of Statement 75.

Benefits Provided. RBP provides Dental and Vision benefits for retirees and their dependents. The Retiree is responsible for the full cost of coverage. Coverage may continue past Medicare eligibility.

Plan Membership. As of March 31, 2019, the measurement date, the following employees were covered by the benefit terms:

Inactive Plan Members Currently Receiving Benefits	2
Inactive Plan Members Entitled to but not yet Receiving Benefits	-
Active Plan Members	<u>24</u>
Total	<u><u>26</u></u>

Total OPEB Liability

The Township's total OPEB liability was measured as of March 31, 2019, and was determined by an actuarial valuation as of that date.

MILTON TOWNSHIP, ILLINOIS

Notes to the Financial Statements March 31, 2019

NOTE 4 – OTHER INFORMATION – Continued

OTHER POST-EMPLOYMENT BENEFITS – Continued

Total OPEB Liability – Continued

Actuarial Assumptions and Other Inputs. The total OPEB liability in the March 31, 2019 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Inflation	2.50%
Salary Increases	2.50%
Discount Rate	3.79%
Healthcare Cost Trend Rates	7.10% for 2019, decreasing per year to an ultimate rate of 5.00% for 2028 and later years
Retirees' Share of Benefit-Related Costs	100% of projected health insurance premiums for retirees

The discount rate was based on a combination of the Expected Long-Term Rate of Return on Plan Assets and the municipal bond rate.

Mortality rates were based on the Sex Distinct Raw Rates as developed in the RP-2014 Study, with Blue Collar Adjustment.

Change in the Total OPEB Liability

	<u>Total OPEB Liability</u>
Balance at March 31, 2018	\$ 372,677
Changes for the Year:	
Service Cost	5,266
Interest on the Total Pension Liability	13,982
Changes of Benefit Terms	-
Difference Between Expected and Actual Experience	-
Changes of Assumptions or Other Inputs	1,911
Benefit Payments	(26,483)
Net Changes	<u>(5,324)</u>
Balance at March 31, 2019	<u>367,353</u>

MILTON TOWNSHIP, ILLINOIS

Notes to the Financial Statements March 31, 2019

NOTE 4 – OTHER INFORMATION – Continued

OTHER POST-EMPLOYMENT BENEFITS – Continued

Sensitivity of the Total OPEB Liability to Changes in the Discount Rate

The following presents the total OPEB liability, calculated using a Single Discount Rate of 3.79%, as well as what the total OPEB liability would be if it were calculated using a Single Discount Rate that is one percentage point lower or one percentage point higher:

	1% Decrease (2.79%)	Current Discount Rate (3.79%)	1% Increase (4.79%)
Total OPEB Liability	\$ 388,654	367,353	348,607

Sensitivity of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rates

The following presents the total OPEB liability, calculated using a varied Healthcare Trend Rate, as well as what the total OPEB liability would be if it were calculated using a Healthcare Trend Rate that is one percentage point lower or one percentage point higher:

	1% Decrease (Varies)	Healthcare Cost Trend Rates (Varies)	1% Increase (Varies)
Total OPEB Liability	\$ 342,855	367,353	394,820

MILTON TOWNSHIP, ILLINOIS

Notes to the Financial Statements March 31, 2019

NOTE 4 – OTHER INFORMATION – Continued

OTHER POST-EMPLOYMENT BENEFITS – Continued

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

For the year ended March 31, 2019, the Township recognized OPEB expense of \$19,429. At March 31, 2019, the Township reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Totals
Difference Between Expected and Actual Experience	\$ -	-	-
Change in Assumptions	1,730	-	1,730
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	-	-	-
Total Deferred Amounts Related to OPEB	1,730	-	1,730

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

Fiscal Year	Net Deferred Outflows of Resources
2020	\$ 181
2021	181
2022	181
2023	181
2024	181
Thereafter	825
Total	1,730

REQUIRED SUPPLEMENTARY INFORMATION

Required supplementary information includes financial information and disclosures that are required by the GASB but are not considered a part of the basic financial statements. Such information includes:

- Schedule of Employer Contributions
Illinois Municipal Retirement Fund
- Schedule of Changes in the Employer's Net Pension Liability
Illinois Municipal Retirement Fund
- Schedule of Changes in the Employer's Total OPEB Liability
Retiree Benefits Plan
- Budgetary Comparison Schedule
General Fund
Road and Bridge – Special Revenue Fund
Permanent Road – Special Revenue Fund

Notes to the Required Supplementary Information

Budgetary Information – Budgets are adopted on a basis consistent with generally accepted accounting principles.

MILTON TOWNSHIP, ILLINOIS

Illinois Municipal Retirement Fund

Required Supplementary Information Schedule of Employer Contributions March 31, 2019

Fiscal Year	Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contribution	Contribution Excess/ (Deficiency)	Covered Payroll	Contributions as a Percentage of Covered Payroll
2016	\$ 158,841	\$ 158,841	\$ -	\$ 1,408,157	11.28%
2017	148,844	155,254	6,410	1,479,550	10.49%
2018	129,185	129,185	-	1,463,018	8.83%
2019	115,594	115,594	-	1,452,039	7.96%

Notes to the Required Supplementary Information:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level % Pay (Closed)
Remaining Amortization Period	25 Years
Asset Valuation Method	5-Year Smoothed Market
Inflation	2.75%
Salary Increases	3.75% - 14.50%
Investment Rate of Return	7.50%
Retirement Age	See the Notes to the Financial Statements
Mortality	MP-2014 (base year 2012)

Note:

This schedule is intended to show information for ten years. Information for additional years will be displayed as it becomes available.

MILTON TOWNSHIP, ILLINOIS**Illinois Municipal Retirement Fund****Required Supplementary Information
Schedule of Changes in the Employer's Net Pension Liability
March 31, 2019**

	<u>12/31/15</u>
Total Pension Liability	
Service Cost	\$ 150,211
Interest	769,274
Differences Between Expected and Actual Experience	(416,715)
Change of Assumptions	12,162
Benefit Payments, Including Refunds of Member Contributions	<u>(505,961)</u>
Net Change in Total Pension Liability	8,971
Total Pension Liability - Beginning	<u>10,434,858</u>
Total Pension Liability - Ending	<u><u>10,443,829</u></u>
Plan Fiduciary Net Position	
Contributions - Employer	\$ 158,841
Contributions - Members	63,367
Net Investment Income	51,400
Benefit Payments, Including Refunds of Member Contributions	(505,961)
Other (Net Transfer)	<u>(238,911)</u>
Net Change in Plan Fiduciary Net Position	(471,264)
Plan Net Position - Beginning	<u>10,421,820</u>
Plan Net Position - Ending	<u><u>9,950,556</u></u>
Employer's Net Pension Liability/(Asset)	<u><u>\$ 493,273</u></u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	95.28%
Covered Payroll	\$ 1,408,157
Employer's Net Pension Liability as a Percentage of Covered Payroll	35.03%

Note:

This schedule is intended to show information for ten years. Information for additional years will be displayed as it becomes available.

12/31/16	12/31/17	12/31/18
150,574	159,930	145,920
769,225	796,406	798,534
(60,342)	(36,419)	131,147
(12,546)	(329,458)	286,061
(498,176)	(507,554)	(602,605)
348,735	82,905	759,057
10,443,829	10,792,564	10,875,469
10,792,564	10,875,469	11,634,526
155,254	129,185	136,135
71,255	65,952	66,049
691,866	1,803,797	(657,823)
(498,176)	(507,554)	(602,605)
(64,371)	(118,924)	245,697
355,828	1,372,456	(812,547)
9,950,556	10,306,384	11,678,840
10,306,384	11,678,840	10,866,293
486,180	(803,371)	768,233
95.50%	107.39%	93.40%
1,479,550	1,463,018	1,467,745
32.86%	(54.91%)	52.34%

MILTON TOWNSHIP, ILLINOIS

Retiree Benefits Plan

Required Supplementary Information

Schedule of Changes in the Employer's Total OPEB Liability

March 31, 2019

	2019
Total OPEB Liability	
Service Cost	\$ 5,266
Interest	13,982
Changes in Benefit Terms	-
Differences Between Expected and Actual Experience	-
Change of Assumptions or Other Inputs	1,911
Benefit Payments	(26,483)
Net Change in Total OPEB Liability	(5,324)
Total OPEB Liability - Beginning	372,677
Total OPEB Liability - Ending	367,353
Covered Payroll	\$ 1,464,991
Total OPEB Liability as a Percentage of Covered Payroll	25.08%

Notes:

This schedule is intended to show information for ten years. Information for additional years will be displayed as it becomes available.

Implementation Year

Changes of Benefit Terms. There was no change in the retirees' share of health insurance premiums.

Changes of Assumptions. Changes of assumptions and other inputs reflect the effects of changes in the trend rate each period. The following are the trend rates used in each period:

Fiscal Year	PPO	HMO
2020	6.67%	6.42%
2021	6.63%	6.24%
2022	6.40%	6.07%
2023	6.17%	5.89%
2024	5.93%	5.71%
2025	5.70%	5.53%
2026	5.47%	5.36%
2027	5.23%	5.18%
2028	5.00%	5.00%
Ultimate	5.00%	5.00%

In 2019, there was no change in the healthcare trend rates from the prior year.

MILTON TOWNSHIP, ILLINOIS

General Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual For the Fiscal Year Ended March 31, 2019

	Budget		Actual
	Original	Final	
Revenues			
Taxes			
Property Taxes	\$ 1,919,005	1,919,005	1,928,584
Replacement Taxes	80,000	80,000	68,953
Intergovernmental			
Grants	28,000	28,000	33,152
Investment Income	1,000	1,000	-
Miscellaneous	6,000	6,000	7,394
Total Revenues	2,034,005	2,034,005	2,038,083
Expenditures			
General Government			
Administrative	921,909	921,909	844,245
Assessor's Office	858,900	858,900	793,516
Cemetery/Weeks Park	34,500	34,500	21,791
Citizen's Corps Program	75,680	75,680	52,545
Social Services	45,000	45,000	35,231
Total Expenditures	1,935,989	1,935,989	1,747,328
Net Change in Fund Balance	98,016	98,016	290,755
Fund Balance - Beginning as Restated			1,327,063
Fund Balance - Ending			1,617,818

MILTON TOWNSHIP, ILLINOIS**Road and Bridge - Special Revenue Fund****Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended March 31, 2019**

	Budget		Actual
	Original	Final	
Revenues			
Taxes			
Property Taxes	\$ 1,144,401	1,144,401	1,205,205
Replacement Taxes	89,218	89,218	83,030
Investment Income	2,300	2,300	2,169
Miscellaneous	35,000	35,000	354,722
Total Revenues	1,270,919	1,270,919	1,645,126
Expenditures			
Highways and Streets			
Administrative	345,206	345,206	321,175
Maintenance Division	1,431,205	1,431,205	1,324,853
Total Expenditures	1,776,411	1,776,411	1,646,028
Excess (Deficiency) of Revenues Over (Under) Expenditures	(505,492)	(505,492)	(902)
Other Financing Sources			
Disposal of Capital Assets	-	-	9,000
Net Change in Fund Balance	(505,492)	(505,492)	8,098
Fund Balance - Beginning as Restated			1,747,017
Fund Balance - Ending			1,755,115

MILTON TOWNSHIP, ILLINOIS

Permanent Road - Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual For the Fiscal Year Ended March 31, 2019

	Budget		Actual
	Original	Final	
Revenues			
Taxes			
Property Taxes	\$ 1,311,000	1,311,000	1,292,995
Expenditures			
Highways and Streets			
Road Maintenance Projects	1,698,000	1,698,000	1,570,104
Net Change in Fund Balance	<u>(387,000)</u>	<u>(387,000)</u>	(277,109)
Fund Balance - Beginning			<u>(382,893)</u>
Fund Balance - Ending			<u><u>(660,002)</u></u>

OTHER SUPPLEMENTARY INFORMATION

Other supplementary information includes financial statements and schedules not required by the GASB, nor a part of the basic financial statements, but are presented for purposes of additional analysis.

Such statements and schedules include:

- Budgetary Comparison Schedules – Major Governmental Funds
- Combining Statements – Nonmajor Governmental Funds
- Budgetary Comparison Schedules – Nonmajor Governmental Funds
- Statement of Changes in Assets and Liabilities – Agency Funds

COMBINING AND INDIVIDUAL FUND STATEMENTS AND SCHEDULES

GENERAL FUND

The General Fund is used to account for all financial resources except those required to be accounted for in another fund.

SPECIAL REVENUE FUNDS

The Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than fiduciary funds or capital projects funds) that are legally restricted to expenditure for specified purposes.

Road and Bridge Fund

The Road and Bridge Fund is used to account for all financial resources relating to the repair and maintenance of the Township's infrastructure.

General Assistance Fund

The General Assistance Fund is used to account for taxes levied and expenditures incurred to provide benefits for needy residents.

Road IMRF Fund

The Road IMRF Fund is used to account for taxes levied and expenditures incurred to provide retirement benefits for Township employees.

Road Social Security Fund

The Road Social Security Fund is used to account for taxes levied and expenditures incurred to provide retirement benefits for Township employees.

Road Tort Liability Fund

The Road Tort Liability Fund is used to account for taxes levied and expenditures incurred to provide insurance coverage to the Road District.

Mosquito Abatement Fund

The Mosquito Abatement Fund is used to account for taxes levied and expenditures incurred to provide control and abatement of larval and adult mosquito to Township residents who are not within incorporated areas.

COMBINING AND INDIVIDUAL FUND STATEMENTS AND SCHEDULES

SPECIAL REVENUE FUNDS - Continued

Police District Fund

The Police District Fund is used to account for taxes levied and expenditures incurred to provide public safety to Township residents who are not within incorporated areas.

Motor Fuel Tax Fund

The Motor Fuel Tax Fund is used to account for the Township's share of motor fuel tax revenue.

PERMANENT FUND

Permanent Road Fund

The Permanent Road Fund is used to account for all financial resources relating to the major road improvement and maintenance projects.

AGENCY FUND

Performance Bond Fund

The Performance Bond Fund is used to account for the performance bonds held by the Township pending depositor completion of work in accordance with Township code.

Cemetery Fund

The Cemetery Fund is used to account for perpetual care trust funds to be used for the perpetual care of the Township's cemetery.

Food Pantry Fund

The Food Pantry Fund is used to account for the funds of the Illinois Not-For-Profit corporation, an IRC 501(c)(3) charitable institution which is housed in the Township offices and run by volunteers.

Salt Council Pantry Fund

The Salt Council Fund is used to account for the donations made by the public to support the mission of the Seniors And Law-enforcement Together program of the Township Seniors' programs.

MILTON TOWNSHIP, ILLINOIS

General Fund

Schedule of Expenditures - Budget and Actual For the Fiscal Year Ended March 31, 2019

	Budget		Actual
	Original	Final	
General Government			
Administrative			
Salaries	\$ 502,514	502,514	456,061
Health Insurance	143,579	143,579	130,733
Unemployment Insurance	6,000	6,000	892
Social Security/Medicare	38,442	38,442	33,223
IMRF Expenditure	44,774	44,774	34,257
Building Maintenance Service	22,000	22,000	27,260
Equipment Maintenance Service	2,500	2,500	87
Accounting and Auditing	5,500	5,500	5,150
Legal	10,000	10,000	4,708
Postage	1,500	1,500	454
Telephone	3,500	3,500	2,083
Information Technology	10,000	10,000	19,347
Publishing and Printing	1,500	1,500	109
Dues and Subscriptions	3,000	3,000	8,280
Travel, Training and Meeting	4,000	4,000	4,396
Utilities	12,000	12,000	12,663
General Insurance	35,500	35,500	36,661
Payroll Services	4,000	4,000	3,472
Public Relations and Newsletter	10,000	10,000	20,610
Office and Operating Supplies	4,000	4,000	4,254
Copies	1,000	1,000	704
Contingencies	20,000	20,000	1,200
Petty Cash	100	100	-
Equipment	4,000	4,000	1,285
Building and Site Improvements	25,000	25,000	27,772
Dial-A-Ride Expenditures	7,500	7,500	8,584
	921,909	921,909	844,245
Assessor's Office			
Salaries	442,000	442,000	429,369
Health Insurance	81,000	81,000	87,267
Unemployment Insurance	6,500	6,500	750
Workers Compensation Insurance	11,000	11,000	8,889
Social Security/Medicare	33,800	33,800	31,538
IMRF Expenditure	42,600	42,600	34,068
Maintenance Service	2,000	2,000	1,531
Other Contracted Service	132,000	132,000	112,793

MILTON TOWNSHIP, ILLINOIS

General Fund

Schedule of Expenditures - Budget and Actual - Continued For the Fiscal Year Ended March 31, 2019

	Budget		Actual
	Original	Final	
General Government - Continued			
Assessor's Office - Continued			
Postage	\$ 1,000	1,000	190
Internet and Telephone	8,000	8,000	6,023
Dues and Subscriptions	4,000	4,000	-
Travel, Training and Meeting	12,000	12,000	9,452
Mileage Reimbursement	5,000	5,000	-
Contracted Software	40,000	40,000	39,697
Office Supplies	6,000	6,000	5,228
Equipment	10,000	10,000	7,711
Computer Equipment	20,000	20,000	17,274
Miscellaneous	2,000	2,000	1,736
	858,900	858,900	793,516
Cemetery/Weeks Park			
Stipends for Board	3,000	3,000	-
Maintenance of Grounds	21,200	21,200	12,568
Public Events	7,000	7,000	5,830
Office Supplies	500	500	571
Fences	500	500	1,000
Markers, Gravestone, Etc.	800	800	-
Weed Ordinance Enforcement	1,500	1,500	1,822
	34,500	34,500	21,791
Citizen's Corps Program			
Salaries	28,500	28,500	28,500
Social Security/Medicare	2,180	2,180	2,180
Telephone	1,500	1,500	26
General Supplies and Promotions	4,500	4,500	7,407
Fuel, Oil and Miscellaneous	1,500	1,500	55
Office Supplies and Postage	1,500	1,500	1,511
CERT Supplies	18,000	18,000	9,432
CERT Advanced Training	12,000	12,000	3,009
Computer and Peripherals	1,000	1,000	425
Van and Equipment Replacement	5,000	5,000	-
	75,680	75,680	52,545

MILTON TOWNSHIP, ILLINOIS

General Fund

Schedule of Expenditures - Budget and Actual - Continued For the Fiscal Year Ended March 31, 2019

	Budget		Actual
	Original	Final	
General Government - Continued			
Social Services			
Scholarship and Grants	\$ 10,000	10,000	850
Salaries	9,690	9,690	9,000
Operating Expenditures	25,310	25,310	25,381
	45,000	45,000	35,231
 Total Expenditures	 1,935,989	 1,935,989	 1,747,328

MILTON TOWNSHIP, ILLINOIS**Road and Bridge - Special Revenue Fund****Schedule of Expenditures - Budget and Actual
For the Fiscal Year Ended March 31, 2019**

	Budget		Actual
	Original	Final	
Highways and Streets			
Administrative			
Salaries	\$ 62,000	62,000	61,496
Health Insurance	190,000	190,000	171,712
Unemployment Insurance	10,000	10,000	971
Information Technology	3,000	3,000	1,724
Accounting and Auditing	3,600	3,600	3,600
Legal and Other Professional Services	14,000	14,000	13,326
Postage	2,700	2,700	2,585
Telephone	13,200	13,200	24,954
Printing	11,000	11,000	9,106
Dues and Subscriptions	500	500	335
Travel and Training	2,200	2,200	1,555
Drug and Alcohol	900	900	1,271
Office Supplies	2,000	2,000	2,559
Equipment	2,000	2,000	1,155
Miscellaneous	28,106	28,106	24,826
	345,206	345,206	321,175
Maintenance Division			
Salaries	520,000	520,000	460,296
Building Maintenance	11,000	11,000	7,154
Equipment Maintenance	10,000	10,000	10,736
Road Maintenance	100,000	100,000	92,364
Engineering	206,770	206,770	178,290
Utilities	10,000	10,000	8,631
Rentals	5,000	5,000	-
Striping of Roads	10,000	10,000	9,203
Tree Removal	25,000	25,000	20,933
Building Maintenance Supplies	1,500	1,500	2,440
Equipment Maintenance Supplies	40,000	40,000	35,503
Operating Supplies	100,000	100,000	93,119
JULIE Program	8,000	8,000	7,386
Small Tools	3,500	3,500	2,549
Contingencies	4,000	4,000	-
Automotive Fuel and Oil	50,000	50,000	39,732
Salt and Calcium Chloride	110,000	110,000	119,550
Building	10,000	10,000	-
Equipment	200,000	200,000	234,867

MILTON TOWNSHIP, ILLINOIS

Road and Bridge - Special Revenue Fund

Schedule of Expenditures - Budget and Actual - Continued
For the Fiscal Year Ended March 31, 2019

	Budget		Actual
	Original	Final	
Highways and Streets - Continued			
Maintenance Division - Continued			
Reserve for Show/Office Replacement	\$ 1,000	1,000	-
Sidewalk Program	5,000	5,000	2,100
Miscellaneous	435	435	-
	1,431,205	1,431,205	1,324,853
Total Expenditures	1,776,411	1,776,411	1,646,028

MILTON TOWNSHIP, ILLINOIS

Nonmajor Governmental Funds

**Combining Balance Sheet
March 31, 2019**

	<u>General Assistance</u>
ASSETS	
Cash and Investments	\$ 315,129
Cash Held by Other Governmental Units	-
Receivables - Net of Allowances	
Property Taxes	264,613
Due from Other Funds	-
Prepays	<u>-</u>
Total Assets	<u>579,742</u>
LIABILITIES	
Due to Other Funds	-
DEFERRED INFLOWS OF RESOURCES	
Property Taxes	<u>264,613</u>
Total Liabilities and Deferred Inflows of Resources	<u>264,613</u>
FUND BALANCES	
Nonspendable	-
Restricted	<u>315,129</u>
Total Fund Balances	<u>315,129</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>579,742</u>

Special Revenue						
Road IMRF	Road Social Security	Road Tort Liability	Mosquito Abatement	Police District	Motor Fuel Tax	Totals
84,619	65,412	97,156	51,557	98,681	-	712,554
-	-	-	-	-	672,501	672,501
61,065	50,887	96,686	75,220	365,457	-	913,928
9,420	-	1,040	-	-	-	10,460
-	-	14,096	-	-	-	14,096
155,104	116,299	208,978	126,777	464,138	672,501	2,323,539
-	4,882	-	-	-	-	4,882
61,065	50,887	96,686	75,220	365,457	-	913,928
61,065	55,769	96,686	75,220	365,457	-	918,810
-	-	14,096	-	-	-	14,096
94,039	60,530	98,196	51,557	98,681	672,501	1,390,633
94,039	60,530	112,292	51,557	98,681	672,501	1,404,729
155,104	116,299	208,978	126,777	464,138	672,501	2,323,539

MILTON TOWNSHIP, ILLINOIS

Nonmajor Governmental Funds

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances For the Fiscal Year Ended March 31, 2019

	<u>General Assistance</u>
Revenues	
Taxes	\$ 252,818
Intergovernmental	
Motor Fuel Tax Allotments	-
Investment Income	-
Miscellaneous	-
Total Revenues	<u>252,818</u>
Expenditures	
Public Safety	-
Highways and Streets	-
Health and Welfare	184,272
Total Expenditures	<u>184,272</u>
Change in Fund Balances	68,546
Fund Balances - Beginning	<u>246,583</u>
Fund Balances - Ending	<u><u>315,129</u></u>

Special Revenue						
Road IMRF	Road Social Security	Road Tort Liability	Mosquito Abatement	Police District	Motor Fuel Tax	Totals
63,151	53,441	97,162	72,497	343,574	-	882,643
-	-	-	-	-	111,614	111,614
-	-	-	-	7	9,051	9,058
-	-	12,591	-	-	-	12,591
63,151	53,441	109,753	72,497	343,581	120,665	1,015,906
-	-	-	72,389	365,227	-	437,616
41,127	37,708	84,576	-	-	-	163,411
-	-	-	-	-	-	184,272
41,127	37,708	84,576	72,389	365,227	-	785,299
22,024	15,733	25,177	108	(21,646)	120,665	230,607
72,015	44,797	87,115	51,449	120,327	551,836	1,174,122
94,039	60,530	112,292	51,557	98,681	672,501	1,404,729

MILTON TOWNSHIP, ILLINOIS**General Assistance - Special Revenue Fund****Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended March 31, 2019**

	Budget		Actual
	Original	Final	
Revenues			
Taxes			
Property Taxes	\$ 255,230	255,230	252,818
Investment Income	40	40	-
Total Revenues	255,270	255,270	252,818
Expenditures			
Health and Welfare			
Administrative	146,115	146,115	139,183
Services and Grants	101,509	101,509	45,089
Total Expenditures	247,624	247,624	184,272
Change in Fund Balance	7,646	7,646	68,546
Fund Balance - Beginning as Restated			246,583
Fund Balance - Ending			315,129

MILTON TOWNSHIP, ILLINOIS**General Assistance - Special Revenue Fund****Schedule of Expenditures - Budget and Actual
For the Fiscal Year Ended March 31, 2019**

	Budget		Actual
	Original	Final	
Health and Welfare			
Administrative			
Salaries	\$ 75,000	75,000	77,621
Health Insurance	48,741	48,741	44,404
Unemployment Insurance	800	800	136
Social Security/Medicare	5,738	5,738	5,306
IMRF Expenditure	6,683	6,683	6,141
Equipment Maintenance Service	300	300	279
Fuel, Maintenance and Insurance	500	500	-
Legal	1	1	-
Postage	500	500	137
Telephone	3,000	3,000	2,083
Travel and Training	1,000	1,000	772
Office and Operating Supplies	1,500	1,500	894
Computer Software	1,500	1,500	1,200
Copies	1	1	200
Computer, Peripherals and Technology	750	750	-
Fax Machine	100	100	-
Miscellaneous	1	1	10
	146,115	146,115	139,183
Services and Grants			
Physician Services	1	1	-
Hospital Services	1	1	-
Drugs	1	1	-
Other Medical	1	1	-
Funeral and Burial	1	1	-
Shelter	50,000	50,000	25,123
Utilities	20,000	20,000	9,229
Food	1,500	1,500	-
Travel/Gas	1	1	-
Clothing	1	1	-
Transients	1	1	-
Flat Grants	20,000	20,000	10,737
Medical, Drugs and Dental	10,000	10,000	-
Miscellaneous	1	1	-
	101,509	101,509	45,089
Total Expenditures	247,624	247,624	184,272

MILTON TOWNSHIP, ILLINOIS

Road IMRF - Special Revenue Fund

**Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended March 31, 2019**

	Budget		Actual
	Original	Final	
Revenues			
Taxes	\$		
Property Taxes	65,000	65,000	63,151
Expenditures			
Highways and Streets			
Employer IMRF Contributions	50,000	50,000	41,127
Change in Fund Balance	15,000	15,000	22,024
Fund Balance - Beginning			72,015
Fund Balance - Ending			94,039

MILTON TOWNSHIP, ILLINOIS

Road Social Security - Special Revenue Fund

**Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended March 31, 2019**

	Budget		Actual
	Original	Final	
Revenues			
Taxes	\$		
Property Taxes	50,000	50,000	53,441
Expenditures			
Highways and Streets			
Payroll Taxes	45,000	45,000	37,708
Change in Fund Balance	5,000	5,000	15,733
Fund Balance - Beginning			44,797
Fund Balance - Ending			60,530

MILTON TOWNSHIP, ILLINOIS

Road Tort Liability - Special Revenue Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual For the Fiscal Year Ended March 31, 2019

	Budget		Actual
	Original	Final	
Revenues			
Taxes	\$		
Property Taxes	95,000	95,000	97,162
Miscellaneous	-	-	12,591
Total Revenues	95,000	95,000	109,753
Expenditures			
Highways and Streets			
Insurance Premiums	74,000	74,000	84,576
Change in Fund Balance	21,000	21,000	25,177
Fund Balance - Beginning			87,115
Fund Balance - Ending			112,292

MILTON TOWNSHIP, ILLINOIS

Mosquito Abatement - Special Revenue Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual For the Fiscal Year Ended March 31, 2019

	Budget		Actual
	Original	Final	
Revenues			
Taxes			
Property Taxes	\$ 71,589	71,589	72,497
Investment Income	10	10	-
Total Revenues	71,599	71,599	72,497
Expenditures			
Public Safety			
Mosquito Abatement Expenditures	75,000	75,000	72,389
Change in Fund Balance	(3,401)	(3,401)	108
Fund Balance - Beginning			51,449
Fund Balance - Ending			51,557

MILTON TOWNSHIP, ILLINOIS

Police District - Special Revenue Fund

**Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended March 31, 2019**

	Budget		Actual
	Original	Final	
Revenues			
Taxes			
Property Taxes	\$ 340,404	340,404	343,574
Investment Income	30	30	7
Total Revenues	340,434	340,434	343,581
Expenditures			
Public Safety			
Special Police Contract	364,562	364,562	364,562
Telephone	800	800	615
Contingencies	500	500	-
Miscellaneous	200	200	50
Total Expenditures	366,062	366,062	365,227
Change in Fund Balance	(25,628)	(25,628)	(21,646)
Fund Balance - Beginning			120,327
Fund Balance - Ending			98,681

MILTON TOWNSHIP, ILLINOIS**Agency Funds****Combining Statement of Changes in Assets and Liabilities
For the Fiscal Year Ended March 31, 2019**

	Beginning Balances	Additions	Deductions	Ending Balances
All Funds				
ASSETS				
Cash and Investments	\$ 870,650	82,328	324,734	628,244
LIABILITIES				
Cable TV Deposit Payable	20,340	-	-	20,340
Highway Escrow Accounts Payable	850,310	-	297,996	552,314
Due to Bondholders	-	82,328	26,738	55,590
Total Liabilities	870,650	82,328	324,734	628,244
Performance Bond Fund				
ASSETS				
Cash and Investments	870,650	-	297,996	572,654
LIABILITIES				
Cable TV Deposit Payable	20,340	-	-	20,340
Highway Escrow Accounts Payable	850,310	-	297,996	552,314
Total Liabilities	870,650	-	297,996	572,654

	Beginning Balances	Additions	Deductions	Ending Balances
Cemetery Fund				
ASSETS				
Cash and Investments	\$ -	526	-	526
LIABILITIES				
Due to Bondholders	-	526	-	526
Food Pantry Fund				
ASSETS				
Cash and Investments	-	52,737	7,402	45,335
LIABILITIES				
Due to Bondholders	-	52,737	7,402	45,335
Salt Council Fund				
ASSETS				
Cash and Investments	-	29,065	19,336	9,729
LIABILITIES				
Due to Bondholders	-	29,065	19,336	9,729

SUPPLEMENTAL SCHEDULE

MILTON TOWNSHIP, ILLINOIS**Schedule of Assessed Valuation, Tax Rates, and Tax Extension****Last Six Tax Levy Years****March 31, 2019**

	2013	2014
Assessed Valuation		
Township	\$ 4,266,396,181	4,219,533,140
Police District	\$ 758,782,655	758,301,725
Mosquito Abatement District	\$ 304,753,478	303,774,837
Tax Rates		
Town Fund	0.0403	0.0418
General Assistance Fund	0.0065	0.0066
Road and Bridge Fund	0.0767	0.0620
Permanent Road Fund	-	0.0111
Road IMRF Fund	-	0.0024
Road Social Security Fund	-	0.0015
Road Tort Liability Fund	-	0.0023
Police District Fund	0.0357	0.0379
Mosquito Abatement Fund	0.0212	0.0219
Total Tax Rates	0.18040	0.18750
Tax Extensions		
Town Fund	\$ 1,719,354	1,763,765
General Assistance Fund	277,315	278,489
Road and Bridge Fund*	1,636,159	1,569,666
Permanent Road Fund	-	468,368
Road IMRF Fund	-	101,269
Road Social Security Fund	-	63,293
Road Tort Liability Fund	-	97,049
Police District Fund	270,685	287,396
Mosquito Abatement Fund	64,608	66,527
Total Tax Extensions	3,968,121	4,695,822

2015	2016	2017	2018
4,375,781,424	4,643,999,983	4,869,112,692	5,088,716,025
752,393,277	788,794,481	829,062,203	859,898,675
296,009,833	307,536,880	322,756,660	334,312,585
0.0469	0.4040	0.0397	0.0390
0.0006	0.0053	0.0052	0.0052
0.0566	0.0506	0.0424	0.0367
0.0163	0.0196	0.0266	0.0314
0.0015	0.0014	0.0013	0.0012
0.0012	0.0011	0.0011	0.0010
0.0022	0.0021	0.0020	0.0019
0.0406	0.0411	0.0415	0.0425
0.0229	0.0228	0.0225	0.0225
0.18880	0.54800	0.18230	0.18140
2,052,241	1,876,176	1,933,038	1,984,599
26,255	246,132	253,194	264,613
1,238,346	1,409,918	1,032,252	1,867,559
713,252	910,224	1,295,184	1,597,857
65,637	65,016	63,298	61,065
52,509	51,084	53,560	50,887
96,267	97,524	97,382	96,685
305,472	324,195	344,061	365,457
67,786	70,118	72,620	75,220
4,617,765	5,050,387	5,144,589	6,363,942