

CARPENTIER
MITCHELL · GODDARD
& COMPANY · LLC
CERTIFIED PUBLIC
ACCOUNTANTS

4915 - 21st Avenue A. • Moline, Illinois 61265
Ph. (309) 762-3626 • Fax (309) 762-4465

To the Board of Town Trustees
Rock Island Township, Illinois
Rock Island, Illinois

In planning and performing our audit of the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Rock Island Township as of and for the year ended March 31, 2014, in accordance with auditing standards generally accepted in the United States of America, we considered Rock Island Township's internal control over financial reporting (internal control) as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Rock Island Township's internal control. Accordingly, we do not express an opinion on the effectiveness of Rock Island Township's internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A material weakness is a deficiency, or a combination of deficiencies in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis.

Our consideration of internal control was for the limited purpose described in the first paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses. Given these limitations during our audit, we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

This communication is intended solely for the information and use of management, Board of Trustees, and others within the organization, and is not intended to be and should not be used by anyone other than these specified parties.

Carpentier, Mitchell, Goddard & Company, L.L.C.

Moline, Illinois
August 25, 2014

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August 25, 2014

To the Board of Trustees
Rock Island Township, Illinois
Rock Island, Illinois

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Rock Island Township, Illinois for the year ended March 31, 2014. Professional standards require that we provide you with information about our responsibilities under generally accepted audit standards, as well as certain information related to the planned scope and timing of our audit. We have communicated such information in our engagement letter to you dated February 26, 2014. Professional standards also require that we communicate to you the following information related to our audit.

Significant Accounting Policies

Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used by Rock Island Township are described in Note 1 to the financial statements. As described in Note 1 to the financial statements, the Township changed accounting policies related to financial reporting by adopting Statements of Governmental Accounting Standards (GASB Statement) No. 65 – *Items Previously Reported as Assets and Liabilities*; No 66 - *Technical Corrections—2012—an amendment of GASB Statements No. 10 and No. 62* for the year ended March 31, 2014. We noted no transactions entered into by the governmental unit during the year for which there is a lack of authoritative guidance or consensus. All significant transactions have been recognized in the financial statements in the proper period.

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected. The Township's financial statements do not include any significant estimates.

The financial statement disclosures are neutral, consistent, and clear.

Difficulties Encountered in Performing the Audit

We encountered no significant difficulties in dealing with management in performing and completing our audit.

Audit Adjustments

For purposes of this letter, professional standards define an audit adjustment as a proposed correction of the financial statements that, in our judgment, may not have been detected except

through our auditing procedures. An audit adjustment may or may not indicate matters that could have a significant effect on the Township's financial reporting process (that is, cause future financial statements to be materially misstated). In our judgment, the net effect of the adjustments we proposed, in the aggregate, do indicate matters that could have a significant effect on the Township's financial reporting process. There were no proposed adjustments that were not made.

Disagreements with Management

For purposes of this letter, a disagreement with management is a financial accounting, reporting, or auditing matter, whether or not resolved to our satisfaction, that could be significant to the financial statements or the auditor's report. We are pleased to report that no such disagreements arose during the course of our audit.

Management Representations

We have requested certain representations from management that are included in the management representation letter dated August 25, 2014.

Management Consultations with Other Independent Accountants

In some cases, management may decide to consult with other accountants about auditing and accounting matters, similar to obtaining a "second opinion" on certain situations. If a consultation involves application of an accounting principle to the Township's financial statements or a determination of the type of auditor's opinion that may be expressed on those statements, our professional standards require the consulting accountant to check with us to determine that the consultant has all the relevant facts. To our knowledge, there were no such consultations with other accountants.

Other Audit Findings or Issues

We generally discuss a variety of matters, including the application of accounting principles and auditing standards, with management each year prior to retention as the Township's auditors. However, these discussions occurred in the normal course of our professional relationship and our responses were not a condition to our retention.

Other Matters

We were engaged to report on the combining and individual nonmajor fund financial statements, which accompany the financial statements but are not required supplementary information (RSI). With respect to this other supplementary information, we made certain inquiries of management and evaluated the form, content, and methods of preparing the information to determine that the information complies with accounting principles generally accepted in the United States of America, the method of preparing it has not changed from the prior period, and the information is appropriate and complete in relation to our audit of the financial statements. We compared and reconciled the other supplementary information to the underlying accounting records used to prepare the financial statements or to the financial statements themselves.

We were not engaged to report on the budgetary comparison information, the pension plan schedule of funding progress, and the property tax tables, which accompany the financial statements but are not RSI. We did not audit or perform other procedures on this other information and we do not express an opinion or provide any assurance on it.

Board of Trustees
Page 3
August 25, 2014

This information is intended solely for the use of the Board of Trustees and management of the Rock Island Township and is not intended to be and should not be used by anyone other than these specified parties.

Sincerely,

Carpentier, Mitchell, Goodard & Company, L.L.C.

Moline, Illinois
August 25, 2014

ROCK ISLAND TOWNSHIP

August 25, 2014

Mr. James E. Taylor
Carpentier, Mitchell, Goddard & Company, LLC
4915 21st Avenue A
Moline, Illinois 61265

Dear Mr. Taylor:

This representation letter is provided in connection with your audit of the financial statements of Rock Island Township, Illinois, which comprise the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information as of March 31, 2014, and the respective changes in financial position and, where applicable, cash flows for the year then ended, and the related notes to the financial statements, for the purpose of expressing opinions as to whether the financial statements are presented fairly, in all material respects, in accordance with the modified cash basis of accounting which is a comprehensive basis of accounting other than U.S. generally accepted accounting principles.

Certain representations in this letter are described as being limited to matters that are material. Items are considered material, regardless of size, if they involve an omission or misstatement of accounting information that, in light of surrounding circumstances, makes it probable that the judgment of a reasonable person relying on the information would be changed or influenced by the omission or misstatement. An omission or misstatement that is monetarily small in amount could be considered material as a result of qualitative factors.

We confirm, to the best of our knowledge and belief, as of August 25, 2014, the following representations made to you during your audit.

Financial Statements

- 1) We have fulfilled our responsibilities, as set out in the terms of the audit engagement letter dated February 26, 2014, including our responsibility for the preparation and fair presentation of the financial statements in accordance with the modified cash basis of accounting and for preparation of the supplementary information in accordance with the applicable criteria.
- 2) The financial statements referred to above are fairly presented in conformity with the modified cash basis of accounting and include all properly classified funds and other financial information of the primary government and all component units required by generally accepted accounting principles to be included in the financial reporting entity.
- 3) We acknowledge our responsibility for 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.

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- 4) We acknowledge our responsibility for the design, implementation, and maintenance of internal control to prevent and detect fraud.
- 5) Significant assumptions we used in making accounting estimates, including those measured at fair value, are reasonable.
- 6) Related party relationships and transactions, including revenues, expenditures/expenses, loans, transfers, leasing arrangements, and guarantees, and amounts receivable from or payable to related parties have been appropriately accounted for and disclosed in accordance with the modified cash basis of accounting.
- 7) Adjustments or disclosures have been made for all events, including instances of noncompliance, subsequent to the date of the financial statements that would require adjustment to or disclosure in the financial statements.
- 8) The effects of uncorrected misstatements are immaterial, both individually and in the aggregate, to the financial statements as a whole for each opinion unit.
- 9) The effects of all known actual or possible litigation, claims, and assessments have been accounted for and disclosed in accordance with the modified cash basis of accounting.
- 10) Guarantees, whether written or oral, under which the Township is contingently liable, if any, have been properly recorded or disclosed.

Information Provided

- 11) We have provided you with:
 - a) Access to all information, of which we are aware, that is relevant to the preparation and fair presentation of the financial statements, such as records, documentation, and other matters
 - b) Additional information that you have requested from us for the purpose of the audit.
 - c) Unrestricted access to persons within the Township from whom you determined it necessary to obtain audit evidence.
 - d) Minutes of the meetings of Township or summaries of actions of recent meetings for which minutes have not yet been prepared.
- 12) All material transactions have been recorded in the accounting records and are reflected in the financial statements.
- 13) We have disclosed to you the results of our assessment of the risk that the financial statements may be materially misstated as a result of fraud.
- 14) We have no knowledge of any fraud or suspected fraud that affects the Township and involves:
 - Management,
 - Employees who have significant roles in internal control, or
 - Others where the fraud could have a material effect on the financial statements.

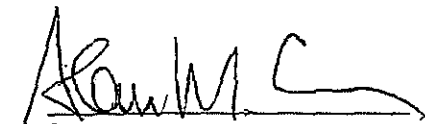
- 15) We have no knowledge of any allegations of fraud or suspected fraud affecting the Township's financial statements communicated by employees, former employees, regulators, or others.
- 16) We have no knowledge of instances of noncompliance or suspected noncompliance with provisions of laws, regulations, contracts, or grant agreements, or abuse, whose effects should be considered when preparing financial statements.
- 17) We are not aware of any pending or threatened litigation, claims, or assessments or unasserted claims or assessments that are required to be accrued or disclosed in the financial statements, and we have not consulted a lawyer concerning litigation, claims, or assessments.
- 18) We have disclosed to you the identity of the Township's related parties and all the related party relationships and transactions of which we are aware.

Government—specific

- 19) There have been no communications from regulatory agencies concerning noncompliance with, or deficiencies in, financial reporting practices.
- 20) We have identified to you any previous audits, attestation engagements, and other studies related to the audit objectives and whether related recommendations have been implemented.
- 21) The Township has no plans or intentions that may materially affect the carrying value or classification of assets, liabilities, or equity.
- 22) We are responsible for compliance with the laws, regulations, and provisions of contracts and grant agreements applicable to us, including tax or debt limits and debt contracts; and legal and contractual provisions for reporting specific activities in separate funds.
- 23) We have identified and disclosed to you all instances, which have occurred or are likely to have occurred, of fraud and noncompliance with provisions of laws and regulations that we believe have a material effect on the financial statements or other financial data significant to the audit objectives, and any other instances that warrant the attention of those charged with governance.
- 24) We have identified and disclosed to you all instances, which have occurred or are likely to have occurred, of noncompliance with provisions of contracts and grant agreements that we believe have a material effect on the determination of financial statement amounts or other financial data significant to the audit objectives.
- 25) We have identified and disclosed to you all instances that have occurred or are likely to have occurred, of abuse that could be quantitatively or qualitatively material to the financial statements or other financial data significant to the audit objectives.
- 26) There are no violations or possible violations of budget ordinances, laws and regulations (including those pertaining to adopting, approving, and amending budgets), provisions of contracts and grant agreements, tax or debt limits, and any related debt covenants whose effects should be considered for disclosure in the financial statements, or as a basis for recording a loss contingency, or for reporting on noncompliance.

- 27) As part of your audit, you assisted with preparation of the financial statements and related notes. We acknowledge our responsibility as it relates to those non-audit services, including that we assume all management responsibilities; oversee the services by designating an individual, preferably within senior management, who possesses suitable skill, knowledge, or experience; evaluate the adequacy and results of the services performed; and accept responsibility for the results of the services. We have reviewed, approved, and accepted responsibility for those financial statements and related notes.
- 28) The Township has satisfactory title to all owned assets, and there are no liens or encumbrances on such assets nor has any asset been pledged as collateral.
- 29) The Township has complied with all aspects of contractual agreements that would have a material effect on the financial statements in the event of noncompliance.
- 30) The financial statements include all component units as well as joint ventures with an equity interest, and properly disclose all other joint ventures and other related organizations.
- 31) The financial statements properly classify all funds and activities, in accordance with GASB Statement No. 34.
- 32) All funds that meet the quantitative criteria in GASBS Nos. 34 and 37 for presentation as major are identified and presented as such and all other funds that are presented as major are particularly important to financial statement users.
- 33) Components of net position (net investment in capital assets; restricted; and unrestricted), and components of fund balance (nonspendable, restricted, committed, assigned, and unassigned) are properly classified and, if applicable, approved.
- 34) Investments, derivative instruments, and land and other real estate held by endowments are properly valued.
- 35) Provisions for uncollectible receivables have been properly identified and recorded.
- 36) Expenses have been appropriately classified in or allocated to functions and programs in the statement of activities, and allocations have been made on a reasonable basis.
- 37) Revenues are appropriately classified in the statement of activities within program revenues, general revenues, contributions to term or permanent endowments, or contributions to permanent fund principal.
- 38) Interfund, internal, and intra-entity activity and balances have been appropriately classified and reported.
- 39) Deposits and investment securities and derivative instruments are properly classified as to risk and are properly disclosed.
- 40) Capital assets, including infrastructure and intangible assets, are properly capitalized, reported, and, if applicable, depreciated.
- 41) We have appropriately disclosed the Township's policy regarding whether to first apply restricted or unrestricted resources when an expense is incurred for purposes for which both restricted and unrestricted net position is available and have determined that net position is properly recognized under the policy.

- 42) We are following our established accounting policy regarding which resources (that is, restricted, committed, assigned, or unassigned) are considered to be spent first for expenditures for which more than one resource classification is available. That policy determines the fund balance classifications for financial reporting purposes.
- 43) We acknowledge our responsibility for the supplementary information. The supplementary information is measured and presented within prescribed guidelines and the methods of measurement and presentation have not changed from those used in the prior period. We have disclosed to you any significant assumptions and interpretations underlying the measurement and presentation of the supplementary information.
- 44) With respect to the combining and individual nonmajor fund financial statements:
- a) We acknowledge our responsibility for presenting the combining and individual nonmajor fund financial statements in accordance with the modified cash basis of accounting, and we believe the combining and individual nonmajor fund financial statements, including its form and content, are fairly presented in accordance with the modified cash basis of accounting. The methods of measurement and presentation of the combining and individual nonmajor fund financial statements have not changed from those used in the prior period, and we have disclosed to you any significant assumptions or interpretations underlying the measurement and presentation of the supplementary information.
- b) If the combining and individual nonmajor fund financial statements are not presented with the audited financial statements, we will make the audited financial statements readily available to the intended users of the other supplementary information no later than the date we issue the other supplementary information and the auditor's report thereon.


Signature
TOWNSHIP SUPERVISOR
Title

ROCK ISLAND TOWNSHIP, ILLINOIS

ANNUAL FINANCIAL REPORT

March 31, 2014

ROCK ISLAND TOWNSHIP, ILLINOIS

March 31, 2014

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ROCK ISLAND TOWNSHIP, ILLINOIS

March 31, 2014

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INDEPENDENT AUDITOR'S REPORT

To the Board of Town Trustees
Rock Island Township, Illinois
Rock Island, Illinois

Report on the Financial Statements

We have audited the accompanying modified cash basis financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Rock Island Township, Illinois, as of and for the year ended March 31, 2014, 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 the modified cash basis of accounting described in Note 1; this includes determining that the modified cash basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances. Management is also responsible for 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 error or fraud.

The management's discussion and analysis which is required by U.S. generally accepted accounting principles has not been presented as part of this report.

Auditor's Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the 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 modified cash basis financial position of the governmental activities, each major fund, and the aggregate remaining fund information of Rock Island Township, Illinois, as of March 31, 2014, and the respective changes in modified cash basis financial position, thereof for the year then ended in accordance with the basis of accounting as described in Note 1.

Basis of Accounting

We draw attention to Note 1 of the financial statements, which describes the basis of accounting. The financial statements are prepared on the modified cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to that matter.

Disclaimer of Opinion on Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Rock Island Township, Illinois' basic financial statements. The budgetary comparison information on pages 15-19, and the pension plan schedule of funding progress on page 20, which are the responsibility of management, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

Other Matters

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Rock Island Township, Illinois' basic financial statements. The combining and individual nonmajor fund financial statements, and property tax tables are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The property tax tables have 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 them.

BASIC FINANCIAL STATEMENTS

ROCK ISLAND TOWNSHIP, ILLINOIS
STATEMENT OF NET POSITION - MODIFIED CASH BASIS
 March 31, 2014

		<u>Primary Government</u>
		<u>Governmental Activities</u>
ASSETS		
Cash	\$	424,882
Certificate of Deposit		1,543
Total assets	\$	<u>426,425</u>
LIABILITIES		
Payroll liabilities	\$	<u>10,485</u>
NET POSITION		
Restricted for:		
Special revenue	\$	133,867
Unrestricted		282,073
Total net position	\$	<u><u>415,940</u></u>

The accompanying notes are an integral part of these financial statements.

ROCK ISLAND TOWNSHIP, ILLINOIS
STATEMENT OF ACTIVITIES - MODIFIED CASH BASIS
For the Year Ended March 31, 2014

	Program		
	Expenses	Charges for Services	Operating Grants & Contributions
FUNCTION/PROGRAMS			
Governmental activities:			
Administration	\$ 331,057	\$ -	\$ -
Assessor	84,279	-	-
Home relief	131,506	-	-
	\$ 546,842	\$ -	\$ -
Total primary government	\$ 546,842	\$ -	\$ -

General revenues:
Property taxes
Replacement taxes
Investment earnings
Reimbursements
Rental income
Intergovernmental agreement
Miscellaneous

Total general revenues and transfers

Change in net position

NET POSITION, Beginning

NET POSITION, Ending

<u>Revenues</u>	<u>Net (Expense) Revenue and Changes in Net Assets</u>
<u>Capital Grants & Contributions</u>	<u>Primary Government Governmental Activities</u>
\$ -	\$ (331,057)
-	(84,279)
-	(131,506)
<u>\$ -</u>	<u>\$ (546,842)</u>
	\$ 542,317
	111,165
	737
	10,367
	13,025
	700
	<u>3,123</u>
	<u>\$ 681,434</u>
	\$ 134,592
	<u>281,348</u>
	<u>\$ 415,940</u>

The accompanying notes are an integral part of these financial statements.

ROCK ISLAND TOWNSHIP, ILLINOIS
BALANCE SHEET - MODIFIED CASH BASIS -
GOVERNMENTAL FUNDS
 March 31, 2014

	<u>General Town Fund</u>	<u>General Assistance Fund</u>
ASSETS		
Cash	\$ 347,538	\$ 31,790
Certificate of Deposit	-	1,543
Due from other funds	<u>86,826</u>	<u>66,237</u>
Total Assets	<u>\$ 434,364</u>	<u>\$ 99,570</u>
 LIABILITIES AND FUND BALANCES		
LIABILITIES		
Payroll liabilities	\$ 10,485	\$ -
Due to other funds	<u>141,101</u>	<u>77,477</u>
Total liabilities	<u>\$ 151,586</u>	<u>\$ 77,477</u>
 FUND BALANCE		
Restricted for:		
Special revenue	\$ -	\$ 22,093
Unassigned	<u>282,778</u>	<u>-</u>
Total fund balances	<u>\$ 282,778</u>	<u>\$ 22,093</u>
Total liabilities & fund balance	<u>\$ 434,364</u>	<u>\$ 99,570</u>

<u>Building Fund</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
\$ 28,139	\$ 17,415	\$ 424,882
-	-	1,543
<u>74,864</u>	<u>-</u>	<u>227,927</u>
<u>\$ 103,003</u>	<u>\$ 17,415</u>	<u>\$ 654,352</u>
\$ -	\$ -	\$ 10,485
<u>8,644</u>	<u>705</u>	<u>227,927</u>
<u>\$ 8,644</u>	<u>\$ 705</u>	<u>\$ 238,412</u>
\$ 94,359	\$ 17,415	\$ 133,867
-	(705)	282,073
<u>\$ 94,359</u>	<u>\$ 16,710</u>	<u>\$ 415,940</u>
<u>\$ 103,003</u>	<u>\$ 17,415</u>	<u>\$ 654,352</u>

The accompanying notes are an integral part of these financial statements

ROCK ISLAND TOWNSHIP, ILLINOIS
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES - MODIFIED CASH BASIS
GOVERNMENTAL FUNDS

For the Year Ended March 31, 2014

	General Fund	General Assistance Fund
REVENUES		
Property taxes	\$ 309,787	\$ 126,237
Replacement taxes	111,165	-
Investment income	737	-
Reimbursements	-	10,367
Rental income	-	-
Employee/Computer	700	-
Miscellaneous	2,813	-
	<u>\$ 425,202</u>	<u>\$ 136,604</u>
EXPENDITURES		
Administration	\$ 242,274	\$ 2,716
Assessor	84,279	-
Home relief	-	131,506
	<u>\$ 326,553</u>	<u>\$ 134,222</u>
Excess of revenues over expenditures	<u>\$ 98,649</u>	<u>\$ 2,382</u>
OTHER FINANCING SOURCES (USES)		
Transfer in	\$ -	\$ -
Transfer out	-	-
	<u>\$ -</u>	<u>\$ -</u>
Net change in fund balance	\$ 98,649	\$ 2,382
FUND BALANCE – Beginning	<u>184,129</u>	<u>19,711</u>
FUND BALANCE – Ending	<u>\$ 282,778</u>	<u>\$ 22,093</u>

Building Fund	Other Governmental Funds	Total Governmental Funds
\$ 53,020	\$ 53,273	\$ 542,317
-	-	111,165
-	-	737
-	-	10,367
13,025	-	13,025
-	-	700
310	-	3,123
<u>\$ 66,355</u>	<u>\$ 53,273</u>	<u>\$ 681,434</u>
\$ 49,504	\$ 36,563	\$ 331,057
-	-	84,279
-	-	131,506
<u>\$ 49,504</u>	<u>\$ 36,563</u>	<u>\$ 546,842</u>
<u>\$ 16,851</u>	<u>\$ 16,710</u>	<u>\$ 134,592</u>
\$ -	\$ -	\$ -
-	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 16,851	\$ 16,710	\$ 134,592
77,508	-	281,348
<u>\$ 94,359</u>	<u>\$ 16,710</u>	<u>\$ 415,940</u>

The accompanying notes are an integral part of these financial statements

ROCK ISLAND TOWNSHIP, ILLINOIS
NOTES TO FINANCIAL STATEMENTS

March 31, 2014

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

As discussed further under Basis of Accounting, these financial statements are presented on a modified cash basis of accounting. This modified basis of accounting differs from U.S. generally accepted accounting principles (GAAP). Generally accepted accounting principles include all relevant Governmental Accounting Standards Board (GASB) pronouncements.

Reporting Entity

Rock Island Township is located in Northwestern Illinois and has a population of approximately 19,000. The Township operates under an elected Board of Trustees form of government. The Township's major operations include property tax assessment, general assistance, and general administrative services.

As defined by U.S. generally accepted accounting principles established by the Governmental Accounting Standards Board, the financial reporting entity consists of the primary government, as well as its component units, which are legally separate organizations for which the elected officials of the primary government are financially accountable. Financial accountability is defined as:

- 1) Appointment of a voting majority of the component unit's board, and either (a) the ability to impose will by the primary government, or (b) the possibility that the component unit will provide a financial benefit to or impose a financial burden on the primary government; or
- 2) Fiscal dependency on the primary government.

Based on the aforementioned criteria, Rock Island Township has no component units.

Basis of Presentation

Government-Wide Financial Statements -

The Statement of Net Position and Statement of Activities display information about the reporting government as a whole. They include all funds of the reporting entity except for fiduciary funds. Governmental activities generally are financed through taxes, intergovernmental revenues, and other non-exchange revenues.

Fund Financial Statements -

Fund financial statements of the reporting entity are organized into funds, each of which is considered to be a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts that constitutes its assets, liabilities, fund equity, revenues, and expenditures/expenses. The Township presently has no proprietary or fiduciary funds. An emphasis is placed on major funds within the governmental and proprietary categories. A fund is considered major if it is the primary operating fund of the Township or meets the following criteria:

- a. Total assets, liabilities, revenues, or expenditures/expenses of that individual government or enterprise fund are at least 10 percent of the corresponding total for all funds of that category or type, and

NOTES TO FINANCIAL STATEMENTS

NOTE 1 - (Continued)

- b. Total assets, liabilities, revenues, or expenditures/expenses of the individual government or enterprise fund are at least 5 percent of the corresponding total for all governmental and enterprise funds combined.

The funds of the financial reporting entity are described below:

Governmental Funds

General Town Fund -

The general town fund is the general operating fund of the Township and always classified as a major fund. It is used to account for all activities except those legally or administratively required to be accounted for in another fund.

Special Revenue Funds -

Special revenue funds are used to account for the proceeds of specified revenue sources that are either legally restricted to expenditures for specified purposes or designated to finance particular functions or activities of the Township. The Township reports the following special revenue funds as major funds:

The *general assistance fund* accounts for costs related to social services and assistance provided to the residents of the Township.

The *building fund* accounts for the costs related to the maintenance of buildings within the Township.

Measurement Focus and Basis of Accounting

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

Measurement Focus -

The activities in the government-wide Statement of Net Position and the Statement of Activities are presented using the economic resources measurement focus.

In the fund financial statements, the "current financial resources" measurement focus, as applied to the modified cash basis of accounting, is used. Only current financial assets and liabilities 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.

NOTES TO FINANCIAL STATEMENTS

NOTE 1 - (Continued)

Basis of Accounting -

In the government-wide Statement of Net Position and Statement of Activities and the fund financial statements, governmental activities are presented using a modified cash basis of accounting. This basis recognizes assets, liabilities, fund equity, revenues, and expenditures when they result from cash transactions with a provision for interfund receivables and payables in the fund financial statements. This basis is a comprehensive basis of accounting other than U.S. generally accepted accounting principles.

As a result of the use of this modified cash basis of accounting, certain assets and their related revenues (such as accounts receivable) and certain liabilities and their related expenses (such as accounts payable and expenses for goods or services received but not yet paid, and accrued expenses and liabilities) *are not recorded* in these financial statements.

If the Township utilized the basis of accounting recognized as generally accepted, the fund financial statements for governmental funds would use the modified accrual basis of accounting. The government-wide financials would be presented on the accrual basis of accounting.

Budgets and Appropriations

The Township adopts an appropriation/budget ordinance prior to each July 1, for the year beginning the prior April 1, which authorizes maximum expenditures by fund which is the legal level of budgetary control. Budgets/appropriations for all funds of the Township are adopted on the cash basis, which is not consistent with U.S. generally accepted accounting principles (GAAP). Budgetary/appropriation comparisons presented in this report are on this non-GAAP budgetary basis. Budgets/appropriations approved through this process lapse at year end.

Interfund Balances and Activities

In the process of aggregating the financial information for the government-wide Statement of Net Position and Statement of Activities, some amounts reported as interfund activity and balances in the fund financial statements have been eliminated or reclassified.

Fund Financial Statements

Interfund activity, if any, within and among the governmental category is reported as follows in the fund financial statements:

1. Interfund loans - Amounts provided with a requirement for repayment are reported as interfund receivables and payables.
2. Interfund services - Sales or purchases of goods and services between funds are reported as revenues and expenditures.
3. Interfund reimbursements - Repayments from funds responsible for certain expenditures to the funds that initially paid for them are not reported as reimbursements but as adjustments to expenditures in the respective funds.

NOTES TO FINANCIAL STATEMENTS

NOTE 1 - (Continued)

4. Interfund transfers - Flow of assets from one fund to another where repayment is not expected are reported as transfers in and out.

Fund Equity

Governmental funds equity is classified as fund balance. Fund balance is further classified as nonspendable, restricted, committed, assigned, or unassigned. Nonspendable fund balance is reported for amounts that are either not in spendable form or legally or contractually required to be maintained intact. Restrictions of fund balance are reported for amounts constrained by legal restrictions from outside parties for use for a specific purpose, or externally imposed by outside entities. Committed fund balance is constrained by formal actions of the Township board of trustees, which is considered the Township's highest level of decision making authority. Formal actions include resolutions and ordinances by the Township with intent to use them for a specific purpose. Any residual fund balance of the General Fund and a deficit in other funds, if any, is reported as unassigned.

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

Government-Wide Financial Statements

Interfund activity and balances, if any, are eliminated or reclassified in the government-wide financial statements as follows:

1. Interfund balances - Amounts reported in the fund financial statements as interfund receivables and payables are eliminated in the governmental activities column of the Statement of Net Position.
2. Internal activities - Amounts reported as interfund transfers in the fund financial statements are eliminated in the government-wide Statement of Activities. The effects of interfund services between funds, if any, are not eliminated in the Statement of Activities.

Net Position

Represent the difference between assets and liabilities. Net Position is reported as restricted when there are limitations imposed on their use through enabling legislation or through external restrictions imposed by creditors, grantors or laws or regulations of other governments. Net Position restricted through enabling legislation consists of \$133,867 for special revenue purposes. Unrestricted net position consists of net assets that do not meet the definition of restricted or invested in capital assets, net of related debt.

NOTES TO FINANCIAL STATEMENTS

NOTE 2 - FUND BALANCE CLASSIFICATIONS

The Township implemented the provisions of GASB Statement No. 54 *Fund Balance Reporting and Governmental Fund Type Definitions* for the fiscal year ended March 31, 2012. In the governmental funds financial statements, the Township first utilizes restricted resources to finance qualifying activities, then committed, assigned and unassigned fund balance, as applicable.

Committed Fund Balance. The Township board of trustees has not committed any funds at March 31, 2014.

Assigned Fund Balance. The Township board of trustees and management have not assigned any funds at March 31, 2014.

NOTE 3 - DEPOSITS AND INVESTMENTS

As of March 31, 2014, the Township had no investments.

Interest rate risk. The highest interest rate available will always be the objective of the investment policy combined with safety of principal, which is left to the discretion of the Township Supervisor.

Credit risk. The investment and deposit of Township monies is governed by the provisions of the Illinois Compiled Statutes. In accordance with these provisions and the Township's investment policy, all monies must be invested in one or more of the following:

- a. Interest-bearing savings accounts, interest-bearing certificates of deposit or interest-bearing time deposits constituting direct obligations of any bank as shall have been selected and designated under the terms of the Illinois Compiled Statutes and as shall have complied with the requirements thereof;
- b. Shares or other forms of securities legally issuable by savings and loan associations incorporated under the laws of this state or any other state or under the laws of the United States, provided such shares or securities are insured by the Federal Savings and Loan Insurance Corporation;
- c. Bonds, notes, certificates of indebtedness, treasury bills or other securities now or hereafter issued, which are guaranteed by the full faith and credit of the United States of America as to principal and interest;
- d. Short-term obligations (corporate paper) of corporations organized in the United States with assets exceeding \$50,000,000 if (a) such obligations are rated at the time of purchase within the 3 highest classifications established by at least 2 standard rating services and which mature not later than 180 days from the date of purchase, and (b) such purchases do not exceed 10% of the corporation's outstanding obligations or (c) in money market mutual funds registered under the Investment Company Act of 1940.

NOTES TO FINANCIAL STATEMENTS

NOTE 3 - (Continued)

During the year ended March 31, 2014, the Township complied with the provisions of these statutes pertaining to the types of investments held and institutions in which deposits were made.

Concentration of credit risk. In accordance with its investment policy, the Township Supervisor will have the sole responsibility to select which financial institutions will be depositories for Township funds. The Township Supervisor will take into consideration security, size, location, condition, service, fees, and the community relations involvement of the financial institutions when choosing a financial institution.

Custodial credit risk - deposits. 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. At all times in order to meet the objective of safety of capital, the Township Supervisor will require deposits in excess of federally insured amount to be collateralized to the extent of one hundred and ten percent (110%) and evidenced by an approved written agreement.

As of March 31, 2014, the carrying amount of the Township's deposits with financial institutions, including a certificate of deposit, totaled \$426,425 with the bank balances totaling \$442,074. The bank balances of \$293,634, are entirely insured by the Federal Deposit Insurance Corporation. The remaining bank balance of \$148,440 is uninsured.

Custodial credit risk - investments. 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. As of March 31, 2014, there was no investment custodial risk for the Township.

NOTE 4 - PROPERTY TAXES

Property tax revenues have been recorded on the "cash basis", therefore, only property tax distributions received on or before March 31, 2014, are shown in the combined statements overview. Property taxes attach as an enforceable lien on property as of January 1. A certified copy of the levy ordinance is filed with the Rock Island County Clerk no later than the last Tuesday in December, the county clerk extends the tax and the county treasurer collects the tax. Taxes are due and payable in four installments established by the county (June, August, September and November). The county bills and collects all property taxes within its borders, and then forwards the tax collected to the Township.

NOTE 5 - PENSION PLAN

Plan Description

The Township's defined benefit pension plan for Regular employees provides retirement and disability benefits, post retirement increases, and death benefits to plan members and beneficiaries. The Township is affiliated with the Illinois Municipal Retirement Fund (IMRF), an agent multiple-employer plan. Benefit provisions are established by statute and may only be changed by the General Assembly of the State of Illinois. IMRF issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained on-line at www.imrf.org.

NOTES TO FINANCIAL STATEMENTS

NOTE 5 – (Continued)

Funding Policy

As set by statute, the Township Regular plan members are required to contribute 4.50 percent of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The employer annual required contribution rate for calendar year 2013 was 9.52 percent. The employer also contributes for disability benefits, death benefits and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by the IMRF Board of Trustees, while the supplemental retirement benefits rate is set by statute.

Annual Pension Cost

The required contribution for calendar year 2013 was \$16,312.

Three-Year Trend Information for the Regular Plan

Fiscal Year Ending	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
12/31/13	\$ 16,312	100%	\$ - - -
12/31/12	22,299	100%	- - -
12/31/11	23,284	100%	- - -

The required contribution for 2013 was determined as part of the December 31, 2011, actuarial valuation using the entry age normal actuarial cost method. The actuarial assumptions at December 31, 2011, included (a) 7.50% investment rate of return (net of administrative and direct investment expenses), (b) projected salary increases of 4.00% a year, attributable to inflation, (c) additional projected salary increases ranging from 0.4% to 10.0% per year depending on age and service, attributable to seniority/merit, and (d) post-retirement benefit increases of 3% annually. The actuarial value of the Township Regular plan assets was determined using techniques that spread the effects of short-term volatility in the market value of investments over a five-year period with a 20% corridor between the actuarial and market value of assets. The Township Regular plan's unfunded actuarial accrued liability at December 31, 2011 is being amortized as a level percentage of projected payroll on an open 30 year basis.

Funded Status and Funding Progress

As of December 31, 2013, the most recent actuarial valuation date, the Regular plan was 71.95 percent funded. The actuarial accrued liability for benefits was \$373,505 and the actuarial value of assets was \$268,734, resulting in an underfunded actuarial liability (UAAL) of \$104,771. The covered payroll for year 2013 (annual payroll of active employees covered by the plan) was \$171,344 and the ratio of the UAAL to the covered payroll was 61 percent.

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

NOTES TO FINANCIAL STATEMENTS

NOTE 6 - INTERFUND RECEIVABLES, PAYABLES, & TRANSFERS

The composition of interfund balances as of March 31, 2014 is as follows:

Payable Fund:	Receivable Fund			Total
	General Town Fund	Building Fund	General Assistance Fund	
Town	\$ - - -	\$ 74,864	\$ 66,237	\$ 141,101
General assistance	77,477	- - -	- - -	77,477
Building	8,644	- - -	- - -	8,644
Nonmajor	705	- - -	- - -	705
Total	\$ 86,826	\$ 74,864	\$ 66,237	\$ 227,927

Interfund balances are the result of property tax allocations between funds and loans between funds to cover cash shortages.

NOTE 7 - DEFICIT EQUITY BALANCES

The Audit Fund had a deficit fund balance of \$705 as of March 31, 2014.

SUPPLEMENTARY INFORMATION

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

Such information includes:

Budgetary Comparison Schedules for the following:

General Town Fund

General Assistance Fund

Building Fund

Notes to the Supplementary Information

Schedules of Funding Progress - Defined Benefit Retirement Plan

ROCK ISLAND TOWNSHIP, ILLINOIS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL - MODIFIED CASH BASIS
GENERAL TOWN FUND

For the Year Ended March 31, 2014

	<u>Original and Final Budget</u>	<u>Actual Amounts</u>
REVENUES		
Property taxes	\$ 313,240	\$ 309,787
Replacement taxes	101,250	111,165
Investment income	500	737
Employee/Computer	5,000	700
Miscellaneous	500	2,813
Total revenues	<u>\$ 420,490</u>	<u>\$ 425,202</u>
EXPENDITURES		
Administration division		
Personal services	\$ 200,000	\$ 146,092
Contractual services	34,500	10,947
Commodities	2,500	1,374
Liability insurance	11,000	10,022
Health insurance	40,000	34,798
Capital outlay	5,000	2,915
Other expenditures	1,000	2,226
Total administration	<u>\$ 294,000</u>	<u>\$ 208,374</u>
Assessor division		
Personal services	\$ 110,000	\$ 65,767
Contractual services	22,200	15,802
Commodities	1,500	758
Capital outlay	5,000	1,952
Other expenditures	500	-
Total assessor	<u>\$ 139,200</u>	<u>\$ 84,279</u>
Programs		
Contractual services	\$ 56,000	\$ 33,900
Contingencies	<u>\$ 30,000</u>	<u>\$ -</u>
Debt service		
Principal	\$ -	\$ -
Interest	-	-
Total debt service	<u>\$ -</u>	<u>\$ -</u>
Total expenditures	<u>\$ 519,200</u>	<u>\$ 326,553</u>
Excess (deficiency) of revenues over (under) expenditures	\$ (98,710)	\$ 98,649

(Continued)

ROCK ISLAND TOWNSHIP, ILLINOIS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL - MODIFIED CASH BASIS
GENERAL TOWN FUND

For the Year Ended March 31, 2014

	Original and Final Budget	Actual Amounts
OTHER FINANCING SOURCES (USES)		
Transfer in	\$ -	\$ -
Transfer out	-	-
	-	-
Net change in fund balance	\$ (98,710)	\$ 98,649
FUND BALANCE, beginning of year		184,129
FUND BALANCE, end of year		\$ 282,778

ROCK ISLAND TOWNSHIP, ILLINOIS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL - MODIFIED CASH BASIS
GENERAL ASSISTANCE FUND
For the Year Ended March 31, 2014

	<u>Original and Final Budget</u>	<u>Actual Amounts</u>
REVENUES		
Property tax	\$ 127,645	\$ 126,237
Reimbursements	10,000	10,367
	<u>\$ 137,645</u>	<u>\$ 136,604</u>
EXPENDITURES		
Administration division		
Contractual services	\$ 3,600	\$ 1,889
Commodities	750	397
Capital outlay	3,000	396
Other expenditures	250	34
	<u>\$ 7,600</u>	<u>\$ 2,716</u>
Home Relief Division		
Contractual services	\$ 104,500	\$ 87,738
Commodities	51,500	43,768
Other expenditures	750	-
	<u>\$ 156,750</u>	<u>\$ 131,506</u>
Contingencies	<u>\$ 20,000</u>	<u>\$ -</u>
	<u>\$ 184,350</u>	<u>\$ 134,222</u>
Net change in fund balance	<u>\$ (46,705)</u>	\$ 2,382
FUND BALANCE, beginning of year		<u>19,711</u>
FUND BALANCE, end of year		<u>\$ 22,093</u>

ROCK ISLAND TOWNSHIP, ILLINOIS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL - MODIFIED CASH BASIS
BUILDING FUND

For the Year Ended March 31, 2014

	<u>Original and Final Budget</u>	<u>Actual Amounts</u>
REVENUES		
Property tax	\$ 53,500	\$ 53,020
Rental income	500	13,025
Miscellaneous	13,000	310
	<u>67,000</u>	<u>66,355</u>
Total revenues	\$ 67,000	\$ 66,355
 EXPENDITURES		
Administration division		
Personnel	\$ 28,000	\$ 13,212
Contractual services	38,400	28,371
Commodities	4,500	3,749
Capital outlay	56,200	3,667
Other	1,000	505
	<u>128,100</u>	<u>49,504</u>
Total administration	\$ 128,100	\$ 49,504
Contingencies	\$ 5,322	\$ -
Total expenditures	\$ 133,422	\$ 49,504
Net change in fund balance	<u>\$ (66,422)</u>	\$ 16,851
FUND BALANCE, beginning of year		<u>77,508</u>
FUND BALANCE, end of year		<u>\$ 94,359</u>

ROCK ISLAND TOWNSHIP, ILLINOIS
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION –
BUDGET COMPARISONS
March 31, 2014

I. BUDGETARY INFORMATION

The Township adopts an appropriation/budget ordinance prior to each July 1, for the year beginning the prior April 1, which authorizes maximum expenditures by fund which is the legal level of budgetary control. Budgets/appropriations for all funds of the Township are adopted on the cash basis, which is not consistent with U.S. generally accepted accounting principles (GAAP). Budgetary/appropriation comparisons presented in this report are on this non-GAAP budgetary basis. Budgets/appropriations approved through this process lapse at year end.

**ROCK ISLAND TOWNSHIP, ILLINOIS
SUPPLEMENTARY INFORMATION ON
PENSION PLAN FUNDING PROGRESS**

March 31, 2014

Schedule of Funding Progress

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) - Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
12/31/2013	\$ 268,734	\$ 373,505	\$ 104,771	71.95%	\$ 171,344	61.15%
12/31/2012	400,442	522,722	122,280	76.61%	265,154	46.12%
12/31/2011	572,744	602,153	29,409	95.12%	256,428	11.47%

On a market value basis, the actuarial value of assets as of December 31, 2013 is \$366,923. On a market basis, the funded ratio would be 98.24%.

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

OTHER SUPPLEMENTAL INFORMATION

NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

Illinois Municipal Retirement Fund - Accounts for expenditures related to Illinois Municipal Retirement Fund with revenue generated by taxation.

Social Security Fund - Accounts for expenditures related to the employer's share of social security payments.

Audit Fund - Accounts for expenditures related to the audit of the Township.

ROCK ISLAND TOWNSHIP, ILLINOIS
COMBINING BALANCE SHEET - MODIFIED CASH BASIS
NONMAJOR GOVERNMENTAL FUNDS
 March 31, 2014

	<u>Special Revenue</u>			<u>Total Nonmajor Governmental Funds</u>
	<u>IMRF Fund</u>	<u>Social Security Fund</u>	<u>Audit Fund</u>	
ASSETS				
Cash	\$ 9,099	\$ 8,316	\$ -	\$ 17,415
Total assets	<u>\$ 9,099</u>	<u>\$ 8,316</u>	<u>\$ -</u>	<u>\$ 17,415</u>
LIABILITIES AND FUND BALANCES				
Due to other funds	\$ -	\$ -	\$ 705	\$ 705
Fund balance				
Restricted	\$ 9,099	\$ 8,316	\$ -	\$ 17,415
Unassigned	-	-	(705)	(705)
Total fund balances	<u>\$ 9,099</u>	<u>\$ 8,316</u>	<u>\$ (705)</u>	<u>\$ 16,710</u>
Total liabilities and fund balances	<u>\$ 9,099</u>	<u>\$ 8,316</u>	<u>\$ -</u>	<u>\$ 17,415</u>

ROCK ISLAND TOWNSHIP, ILLINOIS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - MODIFIED CASH BASIS
NONMAJOR GOVERNMENTAL FUNDS
For the Year Ended March 31, 2014

	<u>Special Revenue</u>			<u>Total Nonmajor Governmental Funds</u>
	<u>IMRF Fund</u>	<u>Social Security Fund</u>	<u>Audit Fund</u>	
REVENUES				
Property taxes	\$ 23,985	\$ 24,743	\$ 4,545	\$ 53,273
Total revenues	<u>\$ 23,985</u>	<u>\$ 24,743</u>	<u>\$ 4,545</u>	<u>\$ 53,273</u>
EXPENDITURES				
Administration	\$ 14,886	\$ 16,427	\$ 5,250	\$ 36,563
Total expenditures	<u>\$ 14,886</u>	<u>\$ 16,427</u>	<u>\$ 5,250</u>	<u>\$ 36,563</u>
Excess (deficiency) of revenues over (under) expenditures	\$ 9,099	\$ 8,316	\$ (705)	\$ 16,710
OTHER FINANCING SOURCES (USES)				
Transfer in	-	-	-	-
Transfer out	-	-	-	-
Net change in fund balance	\$ 9,099	\$ 8,316	\$ (705)	\$ 16,710
FUND BALANCE, beginning	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE, ending	<u>\$ 9,099</u>	<u>\$ 8,316</u>	<u>\$ (705)</u>	<u>\$ 16,710</u>

ROCK ISLAND TOWNSHIP, ILLINOIS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL - MODIFIED CASH BASIS
IMRF FUND

For the Year Ended March 31, 2014

	Original and Final Budget	Actual Amounts
REVENUES		
Property taxes	\$ 24,253	\$ 23,985
Replacement taxes	-	-
	\$ 24,253	\$ 23,985
Total revenues	\$ 24,253	\$ 23,985
EXPENDITURES		
Administration		
Retirement contribution	\$ 24,250	\$ 14,886
	\$ 24,250	\$ 14,886
Total expenditures	\$ 24,250	\$ 14,886
Excess of revenues over expenditures	\$ 3	\$ 9,099
OTHER FINANCING SOURCES (USES)		
Transfer out	-	-
	\$ 3	\$ 9,099
Net change in fund balance	\$ 3	\$ 9,099
FUND BALANCE, beginning of year		-
FUND BALANCE, end of year		\$ 9,099

ROCK ISLAND TOWNSHIP, ILLINOIS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL - MODIFIED CASH BASIS
SOCIAL SECURITY FUND

For the Year Ended March 31, 2014

	Original and Final Budget	Actual Amounts
REVENUES		
Property taxes	\$ 25,018	\$ 24,743
Replacement taxes	-	-
	\$ 25,018	\$ 24,743
Total revenues	\$ 25,018	\$ 24,743
EXPENDITURES		
Administration division		
Social security/Medicare contribution	\$ 25,000	\$ 16,427
	\$ 25,000	\$ 16,427
Total expenditures	\$ 25,000	\$ 16,427
Excess of revenues over expenditures	\$ 18	\$ 8,316
OTHER FINANCING SOURCES (USES)		
Transfer out	-	-
	\$ 18	\$ 8,316
Net change in fund balance	\$ 18	\$ 8,316
FUND BALANCE, beginning of year		-
FUND BALANCE, end of year		\$ 8,316

ROCK ISLAND TOWNSHIP, ILLINOIS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL - MODIFIED CASH BASIS
AUDIT FUND

For the Year Ended March 31, 2014

	Original and Final Budget	Actual Amounts
REVENUES		
Property taxes	\$ 4,595	\$ 4,545
Replacement taxes	600	-
	\$ 5,195	\$ 4,545
EXPENDITURES		
Administration		
Accounting service	\$ 5,400	\$ 5,250
	\$ 5,400	\$ 5,250
Deficiency of revenues under expenditures	\$ (205)	\$ (705)
OTHER FINANCING SOURCES (USES)		
Transfer in	-	-
Net change in fund balance	\$ (205)	\$ (705)
FUND BALANCE, beginning of year		-
FUND BALANCE, end of year		\$ (705)

ROCK ISLAND TOWNSHIP, ILLINOIS
ASSESSED VALUTATION AND TAX RATES
For the Last Ten Calendar Years

<u>Calendar Year</u>	<u>Assessed Value</u>	<u>Property Tax Rates</u>
2004	\$ 108,599,501	0.299
2005	114,445,693	0.367
2006	115,963,433	0.3808
2007	122,204,031	0.3796
2008	127,755,088	0.3816
2009	128,620,668	0.3984
2010	129,827,314	0.4148
2011	134,052,314	0.4108
2012	127,644,777	0.4296
2013	122,577,152	0.4454

ROCK ISLAND TOWNSHIP, ILLINOIS
PROPERTY TAX LEVIES AND COLLECTIONS
For the Last Ten Fiscal Years

<u>Fiscal Year</u>	<u>General Town</u>	<u>General Assistance</u>	<u>IMRF</u>	<u>Audit</u>
2006	\$ 158,338	\$ 104,907	\$ 3,041	\$ 4,127
2007	225,458	110,097	7,553	4,578
2008	248,394	90,219	10,669	3,943
2009	250,274	94,830	12,220	5,133
2010	254,745	115,236	15,075	5,110
2011	297,114	120,132	14,148	5,145
2012	304,835	128,010	23,109	5,193
2013	305,103	130,030	25,202	4,558
2014	305,071	127,645	24,253	4,595
2015	305,217	122,577	20,103	4,658

<u>Insurance</u>	<u>Social Security</u>	<u>Building</u>	<u>Total</u>	<u>Collected</u>
\$ 25,195	\$ 9,122	\$ 20,200	\$ 324,930	\$ 326,537
30,214	12,131	30,214	420,245	409,436
40,123	13,220	35,021	441,589	437,561
45,215	16,131	40,083	463,886	458,313
40,115	17,119	40,115	487,515	478,653
13,634	17,235	45,017	512,425	507,106
10,126	22,071	45,180	538,524	532,198
8,043	24,129	53,621	550,686	544,141
8,169	25,018	53,611	548,362	542,317
8,090	24,025	61,289	545,959	-