

Dundee Township
(Located within the State of Illinois)

Comprehensive Annual Financial Report

February 28, 2015

**Dundee Township
Comprehensive Annual Financial Report
February 28, 2015**

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To the Board of Trustees of
Dundee Township
Dundee, Illinois

Independent Auditor's Report

We have audited the accompanying modified cash basis financial statements of the governmental activities, each major fund, and aggregate remaining fund information of Dundee Township, Illinois, as of and for the year ended February 28, 2015, 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.

Auditor's Responsibility

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

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

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

Independent Auditor's Report (continued)

Opinion

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 Dundee Township, Illinois, as of February 28, 2015, 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.

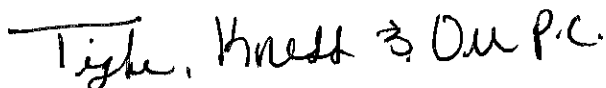
Supplementary

Our Audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Dundee Township's basic financial statements. The supplementary information is presented for purposes of additional analysis and is not a required part of the basic financial statements.

The supplementary information is the responsibility of management and was 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 supplementary information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Disclaimer of Opinion on Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Dundee Township, Illinois basic financial statements. The other information and additional supplementary information, 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 do not express an opinion or provide any assurance on it.



Elgin, Illinois
June 1, 2015

Dundee Township
Statement of Net Position - Modified Cash Basis
February 28, 2015

		Governmental Activities
Assets		
Current Assets:		
Cash and cash equivalents	\$	4,074,501
Total current assets		4,074,501
Non-Current Assets:		
Capital assets: at cost or estimated cost		
Land and buildings		23,768,822
Vehicles and equipment		2,323,096
Infrastructure		3,153,169
Less accumulated depreciation		(2,433,974)
Total capital assets		26,811,113
Total non-current assets		26,811,113
Total Assets	\$	30,885,614
Liabilities and Net Position		
Current Liabilities:		
Current maturities on long-term debt	\$	1,725,000
Total current liabilities		1,725,000
Long-term debt, net of current maturities, less unamortized discount amount		3,480,333
Total liabilities		5,205,333
Net Position:		
Net investment in capital assets		21,605,780
Restricted		-
Unrestricted		4,074,501
Total net position		25,680,281
Total Liabilities and Net Position	\$	30,885,614

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

Dundee Township
Statement of Activities - Modified Cash Basis
For the Year Ended February 28, 2015

Functions/Programs	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Net Revenue and Changes in Net Position
General government activities	\$ 1,428,440	\$ 115,135	\$ 210	\$ -	\$ (1,313,095)
Health and welfare	105,067	-	-	-	(105,067)
Highway, streets, and bridges	776,484	-	-	-	(776,484)
Debt service	583	-	-	-	(583)
Interest on long-term debt, net of related interest income of \$383	227,586	-	-	-	(227,586)
Total Primary Government	<u>\$ 2,538,160</u>	<u>\$ 115,135</u>	<u>\$ 210</u>	<u>\$ -</u>	<u>(2,422,815)</u>
General Revenues:					
Property taxes					3,879,497
Replacement taxes					47,185
Interest income					1,334
Miscellaneous					<u>251,718</u>
Total General Revenues					<u>4,179,734</u>
Change in Net Position					1,756,919
Net Position - Beginning of Year					23,923,362
Net Position - End of Year					<u>\$ 25,680,281</u>

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

Dundee Township
Statement of Assets, Liabilities, and Fund Balances - Modified
Cash Basis - Governmental Funds
February 28, 2015

Assets	<u>Town Fund</u>	<u>Road District Fund</u>	<u>Bond Debt Services</u>	<u>Total Non-Major Governmental Funds</u>	<u>Total Governmental Funds</u>
Current Assets:					
Checking	\$ 65,367	\$ -	\$ -	\$ 100,766	\$ 166,133
Certificates of deposit and other short-term investments	<u>2,571,126</u>	<u>451,281</u>	<u>238,587</u>	<u>647,374</u>	<u>3,908,368</u>
Total current assets	<u>2,636,493</u>	<u>451,281</u>	<u>238,587</u>	<u>748,140</u>	<u>4,074,501</u>
Total Assets	<u>\$ 2,636,493</u>	<u>\$ 451,281</u>	<u>\$ 238,587</u>	<u>\$ 748,140</u>	<u>\$ 4,074,501</u>
Liabilities and Fund Balances					
Liabilities:					
Total liabilities	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Fund Balances:					
Nonspendable	-	-	-	-	-
Restricted	-	-	-	-	-
Committed	-	451,281	-	748,140	1,199,421
Assigned	-	-	-	-	-
Unassigned	<u>2,636,493</u>	<u>-</u>	<u>238,587</u>	<u>-</u>	<u>2,875,080</u>
Total fund balances	<u>2,636,493</u>	<u>451,281</u>	<u>238,587</u>	<u>748,140</u>	<u>4,074,501</u>
Total Liabilities and Fund Balances	<u>\$ 2,636,493</u>	<u>\$ 451,281</u>	<u>\$ 238,587</u>	<u>\$ 748,140</u>	<u>\$ 4,074,501</u>

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

Dundee Township
Statement of Revenues Received, Expenditures Disbursed, and Changes in Fund Balances -
Governmental Funds
For the Year Ended February 28, 2015

	Town Fund	Road District Fund	Bond Debt Service	Total Non-Major Governmental Funds	Total Governmental Funds
Revenues Received:					
Property tax	\$ 922,097	\$ 700,622	\$ 1,785,499	\$ 471,279	\$ 3,879,497
Replacement tax	24,467	22,718	-	-	47,185
Interest income	1,003	161	383	170	1,717
Sale of lots and burial charges	-	-	-	115,135	115,135
Grants	210	-	-	-	210
Other	36,955	2,007	-	197,811	236,773
Total Revenues Received	<u>984,732</u>	<u>725,508</u>	<u>1,785,882</u>	<u>784,395</u>	<u>4,280,517</u>
Expenditures Disbursed:					
General Government:					
Personnel services	722,597	322,237	-	312,841	1,357,675
Contractual services	262,120	53,539	583	323,848	640,090
Commodities	27,837	237,831	-	14,015	279,683
Capital outlay and improvements	8,534	-	-	119,143	127,677
Debt service	-	-	1,907,969	-	1,907,969
Other	15,870	6,800	-	2,934	25,604
Total Expenditures Disbursed	<u>1,036,958</u>	<u>620,407</u>	<u>1,908,552</u>	<u>772,781</u>	<u>4,338,698</u>
Other Financing Sources (Uses):					
Bond sale proceeds	-	-	6,728	-	6,728
Transfers in	-	-	-	-	-
Sale of equipment	-	-	-	20,550	20,550
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>6,728</u>	<u>20,550</u>	<u>27,278</u>
Net Change in Fund Balances	(52,226)	105,101	(115,942)	32,164	(30,903)
Fund Balances - Beginning of Year	<u>2,688,719</u>	<u>346,180</u>	<u>354,529</u>	<u>715,976</u>	<u>4,105,404</u>
Fund Balances - End of Year	<u>\$ 2,636,493</u>	<u>\$ 451,281</u>	<u>\$ 238,587</u>	<u>\$ 748,140</u>	<u>\$ 4,074,501</u>

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

Dundee Township
Reconciliation of Total Governmental Fund Balance -
Modified Cash Basis - to Net Position of Governmental Activities
February 28, 2015

Total Governmental Fund Balance	\$	4,074,501
Amounts reported in governmental activities in the statement of net position are different because:		
Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental fund balance.		26,811,113
Long-term liabilities, including bonds payable are not reported on the governmental fund statements		(5,230,000)
Bond discounts are reported in governmental funds as expenditures, however, in the Statement of Net Position the costs are accrued		<u>24,667</u>
Total Net Position	\$	<u><u>25,680,281</u></u>

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

Dundee Township
Reconciliation of the Statement of Revenues Received, Expenditures
Disbursed, and Changes in Fund Balance - Modified Cash Basis -
of Governmental Funds to the Statement of Activities
For the Year Ended February 28, 2015

Amounts reported in governmental activities in the statement of net position are different because:

Net change in fund balances - total governmental funds	\$ (30,903)
Governmental funds report capital outlays as expenditures - \$309,889 However, in the statement of activities the cost of these assets is allocated over their estimated useful lives and reported as depreciation expense (\$189,734). This is the amount by which capital outlays exceeded depreciation in the current period.	120,155
Amortization of bond premium is not revenue on the governmental fund statements	(12,333)
Principal payments on bonds are an expenditure on the government fund reports	1,680,000
Change in Net Position of Governmental Activities	\$ <u><u>1,756,919</u></u>

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

Dundee Township
Notes to Financial Statements
February 28, 2015

Note 1 – Summary of Significant Accounting Policies

Dundee Township, located in Kane County, was incorporated under the laws of the State of Illinois and operates under a Board of Trustees and a supervisor form of government. The Township provides the following as authorized: general assistance welfare programs, maintenance of highways and streets, public improvements, property assessing for tax purposes, and other programs funded by general administrative services. The accounting policies of Dundee Township conform to accounting principles generally accepted in the United States of America as applicable to governmental units. The more significant of the Township's accounting policies are described below:

Financial Reporting Entity

The Township's financial statements include all government activities, organizations, and functions for which the Board of Trustees (the "Board") has oversight responsibility. Therefore, they include all the funds of the Township whose expenditures are approved by the Board.

The Township has developed criteria to determine whether organizations with separate governing boards meet the criteria of a component unit. The criteria include whether the potential component unit is legally separate and whether the Township is financially accountable for the organization. The Road District is included in the Township's financial statements as a blended component unit as a result of the interdependency of these units of government.

Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e. the statement of net position and the statement of activities) report information on all the activities of the primary government – Dundee Township.

The statement of activities demonstrates the degree to which the direct expenses of a given function or identified activity are offset by program revenues. Direct expenses are those that are clearly identified with a specific function or segment. Property tax and replacement taxes are reported as general revenue.

Separate financial statements are provided for governmental funds. Major governmental funds are reported as separate columns in the fund financial statements. Some individual funds presented may not meet the minimum criteria for mandatory major fund reporting in some years. Dundee Township has elected to report these funds to enhance consistency from year to year.

Dundee Township
Notes to Financial Statements
February 28, 2015

Note 1 – Summary of Significant Accounting Policies (continued)

Fund Accounting

The accounts of the Township are organized on the basis of funds, each of which is considered to be a separate accounting entity. The operations of each fund or account group are summarized by providing a separate set of self-balancing accounts, which include its assets, liabilities, fund equity, revenues, and expenditures. Township resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. The following funds are used by the Township:

Government Funds

General Fund – The General Fund is the general operating fund of the Township. All financial resources, except those required to be accounted for in another fund, are accounted for in the General Fund.

Cemetery Fund – The Cemetery Fund is used to account for the operations of the township cemeteries.

General Assistance – The General Assistance Fund is used to account for the cost of providing general, emergency, and disaster welfare for the Township's residents. Funding is provided by a specific annual property tax levy.

Road and Bridge – The Road and Bridge Fund is used to account for the cost of maintaining the public roadways within the Township. Funding is provided primarily by a specific annual property tax levy and the Township's share of state replacement taxes. This fund consists of four separate funds: a General fund; an Insurance fund; an IMRF; and a Building and Equipment fund.

Illinois Municipal Retirement Fund (IMRF) – The IMRF Fund is used to account for the proceeds of a specific annual property tax levy used to pay the cost of the general Township's share of contribution to the IMRF.

Bond Debt Service Fund – The Bond Debt Service Fund is used to account for the payment of the Township's bonded debt.

Basis of Accounting

Basis of accounting refers to when revenues and expenditures are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied. All of the Township's funds are accounted for using the modified cash basis method of accounting. Township revenues are recognized when they are received. Expenditures are recognized only when paid. Modified cash basis reporting is a comprehensive basis of accounting other than generally accepted in the United States of America.

Dundee Township
Notes to Financial Statements
February 28, 2015

Note 1 – Summary of Significant Accounting Policies (continued)

Budgets and Budgetary Accounting

The Township's budget is prepared on the cash basis of accounting. The Township board adopts an annual budget for all the Funds. All annual appropriations lapse at fiscal year end. The budget amounts included in the financial statements are the final adopted budget, including any amendments.

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and reported amounts of revenues, gains, and expenses during the reported period. Actual results could differ from these estimates.

Program Revenue

The Township receives program revenues in the form of charges for cemetery burial services.

Interfund Activity

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements.

Assets, Liabilities, and Net Position or Fund Balance

Cash and Cash Equivalents

Cash and cash equivalents include cash on hand, demand deposits, and short-term investments with an original maturity of three months or less when acquired. Investments presented are stated at market value.

Capital Assets

Capital assets, which include land, buildings, improvements, vehicles, equipment, and infrastructure assets (roads, bridges, sidewalks, and similar items), are reported in the government-wide fund statements. Capital assets are defined by the Township as assets with an individual cost of more than \$5,000 and a useful life in excess of 2 years. These assets are recorded at historical cost or estimated historical cost. Donated assets are recorded at estimated fair market value at the date of donation. Capital assets are depreciated using the straight-line method with useful lives of 5 to 50 years.

Depreciation expense as reflected in the statements of activities for the year ended February 28, 2015 was \$189,734.

Dundee Township
Notes to Financial Statements
February 28, 2015

Note 1 – Summary of Significant Accounting Policies (continued)

Fund Balance

In the fund financial statements, governmental funds report fund classifications that comprise a hierarchy based primarily on the extent to which the Township is bound to honor constraints on the specific purposes for which amounts in those funds can be spent. Nonspendable fund balances include amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact. Amounts that are restricted to specific purposes, either by (a) constraints placed on the use of resources by creditors, grantors, contributors, or laws or regulations of other governments or (b) imposed by law through constitutional provisions or enabling legislation, are classified as restricted fund balances. Amounts that can only be used for specific purposes pursuant to constraints imposed by the Board of Trustees through a resolution are classified as committed fund balances. Amounts that are constrained by the Board of Trustees' intent to be used for specific purposes through a resolution, but are neither restricted nor committed, are classified as assigned fund balances. Negative fund balance in governmental funds, after determining the fund balance classifications described above, is reported as unassigned fund balance.

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.

Note 2 – Property Taxes

Property taxes attach as an enforceable lien on property as of January 1. Taxes are levied on the last Thursday in December and are generally due and payable on or before June 1 and September 1. All unpaid taxes become delinquent on June 2 and September 2. The County bills and collects property taxes and then distributes funds to the Township. Property taxes are recognized when received. Levies from 2013 are included in revenues.

Note 3 – Deposits

The following is a summary of cash and cash equivalents. Dundee Township places funds in checking, certificates of deposit and money market accounts at local banks and deposits in the "The Illinois Funds" which are legally authorized investments.

The General Assembly of Illinois created the first local government investment pool in 1975 so committees statewide could invest their money together to earn greater returns. That pool is called "The Illinois Funds". The Illinois Funds accounts comply with the Public Funds Investment Act, 30 ILCS 235. The Illinois Funds program complies with Illinois law and, in the case of the Money Market Fund, is limited to US Treasury backed investments. The Illinois Funds perfects collateral on investments in the aggregate and, in the case of certificates of deposit, perfected collateral is on amounts in excess of the Federal Deposit Insurance Corporation (FDIC) limits. The Illinois Funds has earned the highest Standard & Poor's rating of AAAM.

Dundee Township
Notes to Financial Statements
February 28, 2015

Note 3 – Deposits (continued)

Insured:	<u>Bank Balance</u>	<u>Carrying Amount</u>
FDIC	\$ 250,000	\$ 250,000
Collateral held by the government, or its agents in the government's name	2,255,130	2,189,822
The Illinois Funds	1,634,679	1,634,679
	<u>\$ 4,139,809</u>	<u>\$ 4,074,501</u>

At year end, all of the cash balance was insured by the FDIC or bank collateral.

Note 4 – Motor Fuel Tax Funds

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 Kane County where it is held for pending projects approved by the Dundee Township's Highway Commissioner. When the projects are approved by management, payment and account for the projects are done through Kane County. These funds are not reflected in the financial statements of the Township.

Note 5 – Capital Assets

The following is a summary of changes in capital assets for the fiscal year:

	<u>March 1, 2014</u>	<u>Additions</u>	<u>Deletions / Retirement</u>	<u>February 28, 2015</u>
Non-Depreciable Capital Assets				
Land	\$ 22,479,292	\$ -	\$ -	\$ 22,479,292
Total non-depreciable capital assets	<u>22,479,292</u>	<u>-</u>	<u>-</u>	<u>22,479,292</u>
Depreciable Capital Assets				
Building and improvements	1,289,530	-	-	1,289,530
Vehicles and equipment	2,293,467	109,629	(80,000)	2,323,096
Infrastructure	2,952,909	200,260	-	3,153,169
Total depreciable capital assets	<u>6,535,906</u>	<u>309,889</u>	<u>(80,000)</u>	<u>6,765,795</u>
Less Accumulated Depreciation	<u>(2,324,240)</u>	<u>(189,734)</u>	<u>80,000</u>	<u>(2,433,974)</u>
Total accumulated depreciation	<u>(2,324,240)</u>	<u>(189,734)</u>	<u>80,000</u>	<u>(2,433,974)</u>
Governmental Activities: Net Capital Assets	<u>\$ 26,690,958</u>	<u>\$ 120,155</u>	<u>\$ -</u>	<u>\$ 26,811,113</u>

Dundee Township
Notes to Financial Statements
February 28, 2015

Note 5 – Capital Assets (continued)

As indicated in Note 1, the capital assets are reflected on the government-wide statement of assets as non-current assets. Depreciation of \$189,734 was charged to the Township’s general government expense function and the depreciation is reflected as expenditure in the government-wide statement of activities. Capital asset additions for the year ended February 28, 2015 of \$309,889 are reflected as capital outlays in the statement of revenues, expenditures and changes in fund balance.

Note 6 – Illinois Municipal Retirement Fund – Defined Benefit Pension Plan

Plan Description: Dundee 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. Dundee Township’s plan 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.

Funding Policy: As set by statute, Dundee Township’s 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 the calendar year 2014 was 12.26 percent. The Township also contributes for disability benefits, death benefits, and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by the IMRF Board of Trustees, while the supplemental retirement benefits rate is set by statute.

Annual Pension Cost: The required contribution for the calendar year 2014 was \$122,749.

Three-Year Trend Information for the Regular Plan

<u>Calendar Year</u> <u>Ending</u>	<u>Annual Pension</u> <u>Cost (APC)</u>	<u>Percentage of</u> <u>APC Contributed</u>	<u>Net Pension</u> <u>Obligation</u>
12/31/14	\$122,749	100%	\$0
12/31/13	114,103	100%	0
12/31/12	107,191	100%	0

The required contribution for 2014 was determined as part of the December 31, 2012, actuarial valuation using the entry age normal actuarial cost method. The actuarial assumptions at December 31, 2012, included (a) 7.5 percent investment rate of return (net of administrative and direct investment expenses), (b) projected salary increases of 4.00 percent a year, attributable to inflation, (c) additional projected salary increases ranging from 0.4 percent to 10.0 percent per year depending on age and service, attributable to seniority/merit, and (d) post retirement benefit increases of 3

Dundee Township
Notes to Financial Statements
February 28, 2015

Note 6 – Illinois Municipal Retirement Fund – Defined Benefit Pension Plan (continued)

percent annually. The actuarial value of the Township's Regular plan assets was determined using techniques that spread the effects of short-term volatility in the market value of investments over a five-year period with a 20 percent corridor between the actuarial and market value of assets. The Township Regular plan's unfunded actuarial accrued liability at December 31, 2012 is being amortized as a level percentage of projected payroll on an open 29 year basis.

Funded Status and Funding Progress: As of December 31, 2014, the most recent actuarial valuation date, the Regular plan was 76.78 percent funded. The actuarial accrued liability for benefits was \$2,476,353 and the actuarial value of assets was \$1,901,313, resulting in an underfunded actuarial accrued liability (UAAL) of \$575,040. The covered payroll for calendar year 2014 (annual payroll of active employees covered by the plan) was \$1,001,212 and the ratio of the UAAL to the covered payroll was 57 percent.

The schedule of funding progress, presented as other 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.

Note 7 – Deferred Compensation Plan

The Township offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan, available to all Township employees, permits them to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination of employment, retirement, or death.

The Township funds all amounts of compensation deferred under the Plan, at the direction of the covered employee, through investments in annuity contracts and mutual funds.

The Township has no liability for losses under the plan but does have the duty of due care that would be required of an ordinary prudent investor. Under provision of the Small Business Job Protection Act of 1996, assets of Internal Revenue Code Section 457 plans must be held in a trust for the exclusive benefit of the employees and beneficiaries. Accordingly, assets of 457 plans are no longer solely the property of the employer, subject only to claims of the employees creditors.

Note 8 – General Obligation Bond Issue – Open Space

In April 2005 Dundee Township issued \$14,810,000 of open space general obligation refunding bonds, series 2005. The proceeds from these refunding bonds were temporarily invested in U.S. government securities but during December of 2007 the refunding bond proceeds were used to refund the open space general obligation bonds, series 1997.

Dundee Township
Notes to Financial Statements
February 28, 2015

Note 8 – General Obligation Bond Issue – Open Space (continued)

The interest earned in the bond fund was \$383 for the year ended February 28, 2015. In the accompanying statement of activities (page 4), this interest is netted as a reduction of Debt Service Expenditures. The 2007 bonds were issued at a premium of \$799,412. This premium was being amortized over 15 years, but was accelerated due to refunding that took place in the previous fiscal year. Amortization of \$12,333 is included as income in the accompanying financial statements.

During the fiscal year 2014, The Township refinanced the 2005 Series bond. The amount of the refinance totaled \$6,910,000. Of that amount, \$6,873,000 was put into escrow to repay the bonds when they are due. Underwriter discount totaled \$37,000. There was an estimated economic gain of \$102,000.

The new refunding bonds bear interest and start maturing on December 1 as follows:

December 1,	Principal Due
2015 \$	1,725,000
2016	1,740,000
2017	1,765,000
\$	<u><u>5,230,000</u></u>

The debt service due on these bonds will be financed by a levy on property within the Township. The property taxes collected on this levy will be used to pay the annual interest and principal due on these bonds.

Note 9 – Projects and Programs

Project Name: Project Jelke Creek Bird Sanctuary Restoration – Funding through Illinois EPA FAA #3190806; CMAP FY 09 Proj. # 10-9706-20-09 and Illinois DNR OSLAD grant 08-1596

Project Description: The objective of this project is to improve water quality flowing into Jelke Creek/Fox River, increase groundwater absorption on site; provide passive, public recreation and restore native habitat. Restoration and enhancements provided over 4.5 miles of paved, limestone and grassed walking trails for passive recreational use by the public that link to regional trail systems. Native plants and seed were installed on over 115 acres of new wetland and prairie providing habitat for a variety of birds, amphibians and insects. In addition, the public enjoys a new parking area that accommodates horse trailers, a pavilion and fishing/observation stations around the newly created wetlands and existing ponds.

Dundee Township received two payments from CMAP of \$140,129 for a total of \$903,250 and one \$400,000 payment from IDNR in FY 2011. Dundee Township continues to directly pay vendors and employees for its share of the project. The project is complete as of September 2014.

Dundee Township
Notes to Financial Statements
February 28, 2015

Note 9 – Projects and Programs (continued)

Project Timing: The project time frame is April 25, 2008 to September 2013.

Federal Funding (46%)	\$ 897,887
State/Local Funding (54%)	
Open Space Lands Acquisition & Development Grant Program	400,000
Dundee Township	<u>902,113</u>
Total Project Cost (100%)	<u>\$2,200,000</u>

Program Name: Ride in Kane

Program Description: After a PACE funded, township wide bus program called Dial A Ride ceased to operate under the Dundee Township Park District, the Township and Park District, under the name of The Dundee Partners, joined a county based consortium of public and private agencies called Ride In Kane (RIK). RIK has received and continues to receive a series of fed

eral transportation grants to provide transportation to seniors and disabled residents in the Township. The RIK program is now administered by AID, The Association for Individual Development, which administers the grant funding and acts as a Fiscal Agent for the grant. Ride In Kane contracts with PACE to provide rides for eligible residents and to manage a call center that dispatches Pace lift-equipped buses and other service provider vehicles for demand response, curb-to-curb transportation for seniors and the disabled. Due to the popularity of the program and a reduction in partner funding, Dundee Township has a long waiting list for persons who need this service.

Program Timing: Launched on February 15, 2008 and is currently on going.

Dundee Township is responsible for providing a grant obtained from PACE each year and contracting with its partners for additional funds to match a state and federal grant and program administration and registration. The PACE grant is awarded each year and varies according to PACE funding availability.

Note 10 – Leasing Activities

Dundee Township's leasing activities are accounted in the General Fund and consist of the leasing of two houses on farmland located on Binnie Road. One lease was terminated during the fiscal year ended February 28, 2014. The other lease of the house located at 37W888 Binnie Road is maintained on a month by month basis. Rental income for the location totaled \$20,315 for the fiscal year ended February 28, 2015.

Note 11 – 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 and natural disasters for which the Township carries commercial insurance. There have been no significant reductions in coverage from the prior year and settlements have not exceeded coverage in the past three years.

Dundee Township
Notes to Financial Statements
February 28, 2015

Note 12 – Date of Management’s Review

Subsequent events have been evaluated through the date of this report. It was concluded that there are no subsequent events required to be disclosed.

Other Information

Dundee Township
General Town Fund
Schedule of Revenues Received, Expenditures Disbursed, and Changes in Fund Balance -
Budget and Actual - Modified Cash Basis
For the Year Ended February 28, 2015

	Original Budget	Final Budget	Actual	Positive/ (Negative)
Revenues Received:				
Tax levy	\$ 905,040	\$ 905,040	\$ 922,097	\$ 17,057
State replacement tax	25,000	25,000	24,467	(533)
Interest income	1,050	1,050	1,003	(47)
Open space rental	20,000	20,000	20,315	315
Open space grants	15,000	15,000	210	(14,790)
Other	706,855	706,855	16,640	(690,215)
Total revenues received	<u>1,672,945</u>	<u>1,672,945</u>	<u>984,732</u>	<u>(688,213)</u>
Expenditures Disbursed:				
Personnel services:				
Salaries of elected officials:				
Highway commissioner	36,500	36,500	36,500	-
Supervisor	46,000	46,000	46,000	-
Supervisor-road and bridge treasurer	1,000	1,000	1,000	-
Assistant supervisor	53,000	50,725	26,780	23,945
Assessor	72,000	73,925	73,925	-
Town clerk	3,000	3,000	3,000	-
Board of trustees	9,000	9,000	7,142	1,858
Open space	66,500	66,500	65,100	1,400
Total salaries of elected officials	<u>287,000</u>	<u>286,650</u>	<u>259,447</u>	<u>27,203</u>
Supervisors office:				
IMRF and social security	55,000	55,350	54,334	1,016
Insurance-health	55,000	55,000	40,728	14,272
Unemployment taxes	5,500	5,500	1,146	4,354
Total supervisors office	<u>115,500</u>	<u>115,850</u>	<u>96,208</u>	<u>19,642</u>
Assessors office:				
Deputy assessors	220,500	219,600	212,668	6,932
IMRF and social security	43,471	50,271	49,831	440
Insurance-health	54,000	48,100	42,640	5,460
Unemployment taxes	3,367	3,367	3,342	25
Total assessors office	<u>321,338</u>	<u>321,338</u>	<u>308,481</u>	<u>12,857</u>
Clerks office:				
Clerical salary	15,000	15,000	-	15,000
Total clerks office	<u>15,000</u>	<u>15,000</u>	<u>-</u>	<u>15,000</u>
Open space:				
Salary	43,001	43,001	40,617	2,384
IMRF and social security	11,400	11,400	7,709	3,691
Insurance-health	10,800	10,800	9,227	1,573
Unemployment taxes	4,000	4,000	908	3,092
Total open space	<u>69,201</u>	<u>69,201</u>	<u>58,461</u>	<u>10,740</u>
Total personnel services	<u>808,039</u>	<u>808,039</u>	<u>722,597</u>	<u>85,442</u>

(continued)

Dundee Township
General Town Fund
Schedule of Revenues Received, Expenditures Disbursed, and Changes in Fund Balance -
Budget and Actual - Modified Cash Basis
For the Year Ended February 28, 2015

	Original Budget	Final Budget	Actual	Positive/ (Negative)
Contractual Services:				
Supervisors office:				
Garbage disposal	\$ 10	\$ 10	\$ -	\$ 10
Risk management	7,500	7,500	7,500	-
Telephone	5,600	5,650	5,638	12
Utilities	12,000	10,500	2,354	8,146
Travel	500	1,500	1,338	162
Training	1,000	1,000	737	263
Postage	1,000	1,000	561	439
Printing and professional services	2,000	2,000	587	1,413
Audit	15,500	11,000	10,840	160
Legal and other professional services	32,501	37,501	33,376	4,125
Dues	4,000	4,000	2,192	1,808
Service charges	1,000	1,000	990	10.00
Maintenance	22,001	21,951	19,942	2,009
Social services grants	98,002	98,002	56,998	41,004
Condo association fees	9,600	9,600	1,941	7,659
Rental	1,000	1,000	-	1,000
Total supervisors office	<u>213,214</u>	<u>213,214</u>	<u>144,994</u>	<u>68,220</u>
Assessors office:				
Risk management	5,000	5,000	4,900	100.00
Maintenance	1,050	1,050	756	294
Telephone	7,000	6,350	3,778	2,572
Travel	4,500	3,990	3,176	814
Training	2,900	4,500	4,494	6
Postage	375	325	286	39
Printing and publishing	1,800	1,800	1,327	473
Legal and other professional services	25,500	25,700	24,222	1,478
Dues	850	850	821	29
Rental	1	76	65	11
Contract help	1	1	-	1
Total assessors office	<u>48,977</u>	<u>49,642</u>	<u>43,825</u>	<u>5,817</u>
Clerks office:				
Telephone	1,500	1,500	-	1,500
Maintenance-equipment	100	100	-	100
Rental	250	250	-	250
Travel	150	150	-	150
Training	250	250	205.00	45
Postage	50	50	-	50
Printing and publishing	200	200	176	24
Dues	50	50	30	20.00
Legal	250	250	-	250
Total clerks office	<u>2,800</u>	<u>2,800</u>	<u>411</u>	<u>2,389</u>

(continued)

Dundee Township
General Town Fund
Schedule of Revenues Received, Expenditures Disbursed, and Changes in Fund Balance -
Budget and Actual - Modified Cash Basis
For the Year Ended February 28, 2015

	Original Budget	Final Budget	Actual	Positive/ (Negative)
Open space:				
Garbage disposal	\$ 2,000	\$ 2,000	\$ 1,552	\$ 448
Travel	250	250	70	180
Postage	200	200	13	187
Printing and publishing	2,000	2,000	123	1,877
Audit	1,500	1,500	1,500	-
Legal and other professional services	6,500	1,500	-	1,500
Training	4,000	4,000	396	3,604
Restoration projects	101,000	107,150	49,178	57,972
Maintenance	26,000	26,000	14,436	11,564
Telephone	1,000	1,000	-	1,000
Mosquito abatement	1	1	-	1
Risk management	5,000	5,000	4,900	100.00
Rental	800	800	382	418
Dues	1,500	1,500	340	1,160
Service charges	300	300	-	300
Grant writer	1	1	-	1
Ice and snow removal	1,500	1,500	-	1,500
Total open space	<u>153,552</u>	<u>154,702</u>	<u>72,890</u>	<u>81,812</u>
Total contractual services	<u>418,543</u>	<u>420,358</u>	<u>262,120</u>	<u>158,238</u>
Commodities:				
Supervisors office:				
Office supplies	2,500	2,500	1,300	1,200
Operating supplies	2,000	2,000	391	1,609
Publications	50	50	-	50
Total supervisors office	<u>4,550</u>	<u>4,550</u>	<u>1,691</u>	<u>2,859</u>
Assessors office:				
Office supplies	700	1,550	1,522	28
Publications	5,900	5,600	5,288	312
Total assessors office	<u>6,600</u>	<u>7,150</u>	<u>6,810</u>	<u>340</u>
Clerks office:				
Office supplies	500	500	332	168
Publications	1	1	-	1
Total clerks office	<u>501</u>	<u>501</u>	<u>332</u>	<u>169</u>
Open space:				
Operating expenses	15,000	15,000	14,484	516
Office supplies	50	50	-	50
Publications	250	250	-	250
Gas and oil	8,000	8,000	4,520	3,480
Total open space	<u>23,300</u>	<u>23,300</u>	<u>19,004</u>	<u>4,296</u>
Total commodities	<u>34,951</u>	<u>35,501</u>	<u>27,837</u>	<u>7,664</u>

(continued)

Dundee Township
General Town Fund
Schedule of Revenues Received, Expenditures Disbursed, and Changes in Fund Balance -
Budget and Actual - Modified Cash Basis
For the Year Ended February 28, 2015

	Original Budget	Final Budget	Actual	Positive/ (Negative)
Other:				
Supervisors office:				
Contingencies	\$ 20,000	\$ 20,000	\$ -	\$ 20,000
Miscellaneous	102	102	-	102
Capital outlay-land	1	1	-	1
Capital outlay-building	100,000	100,000	959	99,041
Capital outlay-equipment	25,000	25,000	1,356	23,644
Improvements other than building	5,000	5,000	-	5,000
Capital expense fund	1	1	-	1
Total supervisors office	<u>150,104</u>	<u>150,104</u>	<u>2,315</u>	<u>147,789</u>
Assessors office:				
Contingencies	1,400	25	-	25.00
Miscellaneous	2	2	-	2
Capital outlay-equipment	1,201	1,361	1,356	5
Total assessors office	<u>2,603</u>	<u>1,388</u>	<u>1,356</u>	<u>32</u>
Clerks office:				
Contingencies	150	150	-	150
Miscellaneous	1,000	1,000	-	1,000
Capital outlay-equipment	2,000	2,000	834	1,166
Total clerks office	<u>3,150</u>	<u>3,150</u>	<u>834</u>	<u>2,316</u>
Open spaces:				
Land acquisition	1	1	-	1
Capital outlay-equipment	4,000	4,000	429.00	3,571
Capital outlay-buildings	1	1	-	1
Capital outlay-vehicle	5,000	5,000	3,600	1,400
Real estate tax	15,000	15,875	15,870	5
Contingencies	5,000	2,975	-	2,975
Improvements other than buildings	1	1	-	1
Capital expense fund	1	1	-	1
Total open spaces	<u>29,004</u>	<u>27,854</u>	<u>19,899</u>	<u>7,955</u>
Total other	<u>184,861</u>	<u>182,496</u>	<u>24,404</u>	<u>158,092</u>
Capital outlay	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Expenditures disbursed	<u>1,446,394</u>	<u>1,446,394</u>	<u>1,036,958</u>	<u>409,436</u>
Excess (Deficiency) of Revenues Over expenditures	<u>226,551</u>	<u>226,551</u>	<u>(52,226)</u>	<u>(278,777)</u>
Other Financing Sources (Uses):				
Operating transfers out	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	<u>\$ 226,551</u>	<u>\$ 226,551</u>	<u>(52,226)</u>	<u>\$ (278,777)</u>
Fund Balance - Beginning of Year			<u>2,688,719</u>	
Fund Balance - End of Year			<u>\$ 2,636,493</u>	

Dundee Township
Road and Bridge - General Fund
Schedule of Revenues Received, Expenditures Disbursed, and Changes in Fund Balance -
Budget and Actual - Modified Cash Basis
For the Year Ended February 28, 2015

	Original Budget	Final Budget	Actual	Positive/ (Negative)
Revenues Received:				
Tax levy	\$ 683,815	\$ 683,815	\$ 700,622	\$ 16,807
Material-services	1	1	-	(1)
Interest income	900	900	161	(739)
State replacement tax	12,000	12,000	22,718	10,718
Other	48,662	48,662	2,007	(46,655)
Total revenues	<u>745,378</u>	<u>745,378</u>	<u>725,508</u>	<u>(19,870)</u>
Expenditures Disbursed:				
Personal services:				
Salaries	301,554	301,554	289,493	12,061
IMRF and social security	16	16	-	16
Insurance-health	48,600	48,600	32,744	15,856
Total personal services	<u>350,170</u>	<u>350,170</u>	<u>322,237</u>	<u>27,933</u>
Contractual services:				
Maintenance-building	10,000	10,000	5,341	4,659
Maintenance-vehicles	20,000	20,000	10,296	9,704
Maintenance-equipment	20,000	20,000	10,211	9,789
Maintenance-grounds	2,000	2,000	1,027	973
Service charges	100	100	-	100
Risk management	5,000	5,000	-	5,000
Telephone	6,200	6,200	4,977	1,223
Utilities	5,000	5,000	4,360	640
Rental	2,000	2,000	-	2,000
Travel	300	300	-	300
Training	2,200	2,200	1,214	986
Postage	250	250	98	152
Printing and publishing	700	700	528	172
Legal services and other professional services	8,100	8,100	2,800	5,300
Engineering services	3,000	3,000	2,870	130
Garbage disposal	2,000	2,000	1,352	648
Dues	450	450	400	50
Snow and ice removal	6,500	6,500	5,432	1,068
Uniforms	2,900	2,900	2,633	267
Total contractual services	<u>96,700</u>	<u>96,700</u>	<u>53,539</u>	<u>43,161</u>
Commodities:				
Office supplies	2,000	2,000	380	1,620
Gasoline and oil	40,000	40,000	29,718	10,282
Publications	1	1	-	1
Operating supplies	9,000	9,000	7,473	1,527
Infrastructure	235,000	235,000	200,260	34,740
Non-dedicated roads	1	1	-	1
Total commodities	<u>286,002</u>	<u>286,002</u>	<u>237,831</u>	<u>48,171</u>

(continued)

Dundee Township
Road and Bridge - General Fund
Schedule of Revenues Received, Expenditures Disbursed, and Changes in Fund Balance -
Budget and Actual - Modified Cash Basis
For the Year Ended February 28, 2015

	Original Budget	Final Budget	Actual	Positive/ (Negative)
Other:				
Judgment/claims	\$ 1	\$ 1	\$ -	\$ 1
Miscellaneous	500	500	-	500
Contingencies	12,000	12,000	6,800	5,200
Capital outlay-land	1	1	-	1
Capital outlay-buildings	1	1	-	1
Capital outlay-vehicles	1	1	-	1
Capital outlay-equipment	1	1	-	1
Improvements other than buildings	1	1	-	1
Total other	<u>12,506</u>	<u>12,506</u>	<u>6,800.00</u>	<u>5,706</u>
Capital outlay	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures disbursed	<u>745,378</u>	<u>745,378</u>	<u>620,407</u>	<u>124,971</u>
Excess (Deficiency) of Revenues Over expenditures	<u>-</u>	<u>-</u>	<u>105,101</u>	<u>105,101</u>
Other Financing Sources (Uses):				
Operating transfers out	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	<u>\$ -</u>	<u>\$ -</u>	<u>105,101</u>	<u>\$ 105,101</u>
Fund Balance - Beginning of Year			<u>346,180</u>	
Fund Balance - End of Year			<u>\$ 451,281</u>	

Dundee Township
Bond Debt Service Fund
Schedule of Revenues Received, Expenditures Disbursed, and
Changes in Fund Balances - Budget and Actual - Modified Cash Basis
For the Year Ended February 28, 2015

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Positive/ (Negative)</u>
Revenues Received:				
Tax levy	\$ 1,778,367	\$ 1,778,367	\$ 1,785,499	\$ 7,132
Interest income	500	500	383	(117)
Other	114,335	98,335	-	(98,335)
Total revenues received	<u>1,893,202</u>	<u>1,877,202</u>	<u>1,785,882</u>	<u>(91,320)</u>
Expenditures Disbursed:				
Contractual services:				
Bank charges	200	1,000	583	417
Total contractual services	<u>200</u>	<u>1,000</u>	<u>583</u>	<u>417</u>
Other:				
Miscellaneous	100,002	2	-	2
Bond principal payments	1,760,000	1,745,600	1,680,000	65,600
Interest expense	33,000	162,600	227,969	(65,369)
Total other	<u>1,893,002</u>	<u>1,908,202</u>	<u>1,907,969</u>	<u>233</u>
Capital outlay	-	-	-	-
Total expenditures disbursed	<u>1,893,202</u>	<u>1,909,202</u>	<u>1,908,552</u>	<u>650</u>
Excess (Deficiency) of Revenues Over expenditures	<u>-</u>	<u>(32,000)</u>	<u>(122,670)</u>	<u>(90,670)</u>
Other Financing Sources (Uses):				
Bond sale proceeds	-	-	6,728	(6,728)
Operating transfers out	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>6,728</u>	<u>(6,728)</u>
Net Change in Fund Balance	<u>\$ -</u>	<u>\$ (32,000)</u>	<u>(115,942)</u>	<u>\$ (97,398)</u>
Fund Balance - Beginning of Year			<u>354,529</u>	
Prior Period Adjustment			-	
Fund Balance- Beginning of Year, Restated			<u>354,529</u>	
Fund Balance - End of Year			<u>\$ 238,587</u>	

Dundee Township
Schedule of Funding Progress - Illinois Municipal Retirement Fund
For the Year Ended February 28, 2015

Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability (AAL)	Unfunded AAL (UAAL)	Funded Ratio	Covered Payroll	UAAL as a Percentage of Covered Payroll
12/31/2014	\$ 1,901,313	\$ 2,476,353	\$ 575,040	76.78%	\$ 1,001,212	57.43%
12/31/2013	1,658,294	2,178,561	520,267	76.12%	909,185	57.22%
12/31/2012	1,977,220	2,625,849	648,629	75.30%	909,165	71.34%

On a market value basis, the actuarial value of assets as of December 31, 2014 is \$2,300,803. On a market basis, the funded ratio would be 92.91 percent.

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

Dundee Township
Notes to Other Information
February 28, 2015

Note 1 – Summary of Significant Accounting Policies

Budgetary Process

The Township follows these procedures in establishing the budget data reflected in the other information.

1. The Board of Trustees appoints a committee to prepare the operating budget and a schedule of estimated revenues.
2. The proposed budget is reviewed and approved by the trustees.

Budgeted and actual figures are presented on the modified cash basis method of accounting, which is a method of accounting other than generally accepted accounting principles.

Note 2 – Expenditures Over Budget

The Township has incurred individual line item excesses of expenditures over appropriations in several funds; however, the overall individual funds indicated no aggregate excesses of expenditures over appropriations.

Supplementary Information

Dundee Township
Combining Statement of Assets, Liabilities, and Fund Balances - Modified Cash Basis
Non-Major Funds
February 28, 2015

Assets	Governmental Funds						Total
	General Assistance Fund	Cemetery Fund	IMRF Fund	Road and Bridge Building Fund	Road and Bridge IMRF Fund	Road and Bridge Insurance Fund	
Current Assets:							
Checking	\$ 2,622	\$ -	\$ -	\$ 73,277	\$ -	\$ 24,867	\$ 100,766
Certificates of deposit and other short-term investments	129,189	497,574	-	1,012	18,789	810	647,374
Total current assets	<u>131,811</u>	<u>497,574</u>	<u>-</u>	<u>74,289</u>	<u>18,789</u>	<u>25,677</u>	<u>748,140</u>
Total Assets	<u>\$ 131,811</u>	<u>\$ 497,574</u>	<u>\$ -</u>	<u>\$ 74,289</u>	<u>\$ 18,789</u>	<u>\$ 25,677</u>	<u>\$ 748,140</u>
Liabilities and Fund Balances							
Liabilities:							
Total liabilities	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Fund Balances:							
Nonspendable	-	-	-	-	-	-	-
Restricted	-	-	-	-	-	-	-
Committed	131,811	497,574	-	74,289	18,789	25,677	748,140
Assigned	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-
Total fund balances	<u>131,811</u>	<u>497,574</u>	<u>-</u>	<u>74,289</u>	<u>18,789</u>	<u>25,677</u>	<u>748,140</u>
Total Liabilities and Fund Balances	<u>\$ 131,811</u>	<u>\$ 497,574</u>	<u>\$ -</u>	<u>\$ 74,289</u>	<u>\$ 18,789</u>	<u>\$ 25,677</u>	<u>\$ 748,140</u>

Dundee Township
Combining Statement of Revenues Received,
Expenditures Disbursed, and Changes in Fund Balances - Modified Cash Basis
Non-Major Funds
For the Year Ended February 28, 2015

	Governmental Funds						Total
	General Assistance Fund	Cemetery Fund	IMRF Fund	Road and Bridge Building Fund	Road and Bridge IMRF Fund	Road and Bridge Insurance Fund	
Revenues Received:							
Tax levy	\$ 104,910	\$ 170,000	\$ -	\$ 110,230	\$ 49,792	\$ 36,347	\$ 471,279
State replacement tax	-	-	-	-	-	-	-
Interest income	54	83	-	23	5	5	170
Sale of lots and burial charges	-	115,135	-	-	-	-	115,135
Material service	-	-	-	-	-	-	-
Other	-	17,276	173,736	-	6,799	-	197,811
Total revenues received	<u>104,964</u>	<u>302,494</u>	<u>173,736</u>	<u>110,253</u>	<u>56,596</u>	<u>36,352</u>	<u>784,395</u>
Expenditures Disbursed:							
General Government:							
Personnel services	26,963	227,500	-	-	55,325	3,053	312,841
Contractual services	78,104	40,624	173,736	-	-	31,384	323,848
Commodities	-	14,015	-	-	-	-	14,015
Capital outlay	-	4,766	-	114,377	-	-	119,143
Debt service	-	-	-	-	-	-	-
Other	-	2,934	-	-	-	-	2,934
Total expenditures disbursed	<u>105,067</u>	<u>289,839</u>	<u>173,736</u>	<u>114,377</u>	<u>55,325</u>	<u>34,437</u>	<u>772,781</u>
Other Financing Sources (Uses):							
Transfers in	-	-	-	-	-	-	-
Sale of equipment	-	-	-	20,550	-	-	20,550
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>20,550</u>	<u>-</u>	<u>-</u>	<u>20,550</u>
Net Change in Fund Balances	(103)	12,655	-	16,426	1,271	1,915	32,164
Fund Balances, Beginning of Year	<u>131,914</u>	<u>484,919</u>	<u>-</u>	<u>57,863</u>	<u>17,518</u>	<u>23,762</u>	<u>715,976</u>
Fund Balances, End of Year	<u>\$ 131,811</u>	<u>\$ 497,574</u>	<u>\$ -</u>	<u>\$ 74,289</u>	<u>\$ 18,789</u>	<u>\$ 25,677</u>	<u>\$ 748,140</u>

**Dundee Township
Cemetery Fund
Schedule of Revenues Received, Expenditures Disbursed, and Changes in Fund Balance -
Budget and Actual - Modified Cash Basis
For the Year Ended February 28, 2015**

	Original Budget	Final Budget	Actual	Positive/ (Negative)
Revenues Received:				
Tax levy	\$ 170,000	\$ 170,000	\$ 170,000	\$ -
Interest income	200	200	83	(117)
Sale of lots and burial changes	132,000	132,000	115,135	(16,865)
Other	59,551	59,551	17,276	(42,275)
Total revenues received	<u>361,751</u>	<u>361,751</u>	<u>302,494</u>	<u>(59,257)</u>
Expenditures Disbursed:				
Personal services:				
Salaries	179,000	179,000	165,498	13,502
IMRF and social security	35,350	35,350	32,308	3,042
Unemployment taxes	2,400	2,400	1,781	619
Insurance-health	37,800	30,200	27,913	2,287
Total personal services	<u>254,550</u>	<u>246,950</u>	<u>227,500</u>	<u>19,450</u>
Contractual services:				
Rental	200	200	-	200
Travel	50	50	-	50
Maintenance-building	6,000	6,000	2,446	3,554
Maintenance-vehicles	3,000	10,600	9,837	763
Maintenance-equipment	4,000	4,000	3,991	9
Maintenance-grounds	10,000	10,000	4,998	5,002
Maintenance-tree trimming	4,500	4,500	-	4,500
Risk management	8,500	8,500	8,377	123
Training	2,000	2,000	58	1,942
Telephone	1,500	1,500	1,416	84
Utilities	7,000	7,000	5,145	1,855
Postage	100	100	1	99
Printing and publication	500	500	49	451
Engineering and services	3,000	3,000	-	3,000
Legal fees	1,000	1,000	-	1,000
Other professional services	2,500	2,500	2,356	144
Garbage disposal	2,500	2,500	1,925	575
Service charges	100	100	-	100
Dues	100	100	25	75
Total contractual services	<u>56,550</u>	<u>64,150</u>	<u>40,624</u>	<u>23,526</u>
Commodities:				
Office supplies	300	300	91	209
Gasoline and oil	14,000	14,000	11,561	2,439
Publications	1	1	-	1
Operating supplies	4,000	4,000	2,363	1,637
Total commodities	<u>18,301</u>	<u>18,301</u>	<u>14,015</u>	<u>4,286</u>
Other:				
Judgments/claims	1	1	-	1
Miscellaneous	300	300	-	300
Real estate tax	600	715	713	2
Contingencies	5,000	4,885	-	4,885
Wreaths	3,000	3,000	2,221	779
Total other	<u>8,901</u>	<u>8,901</u>	<u>2,934</u>	<u>5,967</u>

(Continued)

**Dundee Township
Cemetery Fund
Schedule of Revenues Received, Expenditures Disbursed, and Changes in Fund Balance -
Budget and Actual - Modified Cash Basis
For the Year Ended February 28, 2015**

	Original Budget	Final Budget	Actual	Positive/ (Negative)
Capital Outlay:				
Capital funds account	\$ -	\$ -	\$ -	\$ -
Capital outlay-building	-	-	-	-
Capital outlay-equipment	75,000	75,000	4,766	70,234
Improvements other than buildings	5,000	5,000	-	5,000
Capital outlay-improvements other than building	-	-	-	-
Capital outlay-vehicle	-	-	-	-
Total capital outlay	<u>80,000</u>	<u>80,000</u>	<u>4,766</u>	<u>75,234</u>
Total expenditures disbursed	<u>418,302</u>	<u>418,302</u>	<u>289,839</u>	<u>128,463</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(56,551)</u>	<u>(56,551)</u>	<u>12,655</u>	<u>69,206</u>
Other Financing Sources (Uses):				
Operating transfers In	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	<u>\$ (56,551)</u>	<u>\$ (56,551)</u>	<u>12,655</u>	<u>\$ 69,206</u>
Fund Balance - Beginning of Year			<u>484,919</u>	
Fund Balance - End of Year			<u>\$ 497,574</u>	

Dundee Township
General Assistance Fund
Schedule of Revenues Received, Expenditures Disbursed, and Changes in Fund Balance -
Budget and Actual - Modified Cash Basis
For the Year Ended February 28, 2015

	Original Budget	Final Budget	Actual	Positive/ (Negative)
Revenues Received:				
Tax levy	\$ 102,572	\$ 102,572	\$ 104,910	\$ 2,338
Interest income	50	50	54	4
Other	64,707	64,707	-	(64,707)
Total revenues received	<u>167,329</u>	<u>167,329</u>	<u>104,964</u>	<u>(62,365)</u>
Expenditures Disbursed:				
Personal services:				
Salaries	26,000	26,000	22,347	3,653
IMRF and social security	5,300	5,300	4,394	906
Unemployment taxes	500	500	222	278
Insurance-health	5,400	5,400	-	5,400
Total personal services	<u>37,200</u>	<u>37,200</u>	<u>26,963</u>	<u>10,237</u>
Contractual services:				
Travel	500	500	19	481
Training	500	500	-	500
Postage	50	50	-	50
Printing and publishing	500	500	-	500
Professional services	1	1	-	1
Dues	25	25	-	25
Service charges	300	300	-	300
General assistance-all services	60,000	60,000	34,268	25,732
Risk management	2,800	2,800	2,650	150
Emergency services-all services	55,000	55,000	41,167	13,833
Maintenance	1	1	-	1
Total contractual services	<u>119,677</u>	<u>119,677</u>	<u>78,104</u>	<u>41,573</u>
Commodities:				
Office supplies	250	250	-	250
Publications	50	50	-	50
Total commodities	<u>300</u>	<u>300</u>	<u>-</u>	<u>300</u>
Other:				
Judgments/claims	1	1	-	1
Miscellaneous	150	150	-	150
Contingencies	10,000	10,000	-	10,000
Total other	<u>10,151</u>	<u>10,151</u>	<u>-</u>	<u>10,151</u>
Capital outlay	<u>1</u>	<u>1</u>	<u>-</u>	<u>1</u>
 Total expenditures disbursed	 <u>167,329</u>	 <u>167,329</u>	 <u>105,067</u>	 <u>62,262</u>

(continued)

Dundee Township
General Assistance Fund
Schedule of Revenues Received, Expenditures Disbursed, and Changes in Fund Balance -
Budget and Actual - Modified Cash Basis
For the Year Ended February 28, 2015

	Original Budget	Final Budget	Actual	Positive/ (Negative)
Excess (Deficiency) of Revenues Over Expenditures	\$ -	\$ -	\$ (103)	\$ (103)
Other Financing Sources (Uses):				
Operating transfers in	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net Change in Fund Balance	\$ -	\$ -	(103)	\$ (103)
Fund Balance - Beginning of Year			131,914	
Fund Balance - End of Year			\$ 131,811	

Dundee Township
Road and Bridge - Insurance Fund
Schedule of Revenues Received, Expenditures Disbursed, and Changes in Fund Balance -
Budget and Actual - Modified Cash Basis
For the Year Ended February 28, 2015

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Positive/ (Negative)</u>
Revenues Received:				
Tax levy	\$ 36,322	\$ 36,322	\$ 36,347	\$ 25
Interest income	15	15	5	(10)
Other	3,194	3,194	-	(3,194)
Total revenues received	<u>39,531</u>	<u>39,531</u>	<u>36,352</u>	<u>(3,179)</u>
Expenditures Disbursed:				
Unemployment insurance	6,556	6,556	3,053	3,503
Risk management	32,000	32,000	31,384	616
Contingency	875	875	-	875
Other	100	100	-	100
Total expenditures disbursed	<u>39,531</u>	<u>39,531</u>	<u>34,437</u>	<u>5,094</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>-</u>	<u>-</u>	<u>1,915</u>	<u>1,915</u>
Other Financing Sources (Uses):				
Operating transfers in	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	<u>\$ -</u>	<u>\$ -</u>	<u>1,915</u>	<u>\$ 1,915</u>
Fund Balance - Beginning of Year			<u>23,762</u>	
Fund Balance - End of Year			<u>\$ 25,677</u>	

Dundee Township
Road and Bridge - Illinois Municipal Retirement and Social Security Fund
Schedule of Revenues Received, Expenditures Disbursed, and Changes in Fund Balance -
Budget and Actual - Modified Cash Basis
For the Year Ended February 28, 2015

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Positive/ (Negative)</u>
Revenues Received:				
Tax levy	\$ 51,000	\$ 51,000	\$ 49,792	\$ (1,208)
Interest income	60	60	5	(55)
Other	<u>21,040</u>	<u>21,040</u>	<u>6,799</u>	<u>(14,241)</u>
Total revenues received	<u>72,100</u>	<u>72,100</u>	<u>56,596</u>	<u>(15,504)</u>
Expenditures Disbursed:				
IMRF	38,000	38,000	33,428	4,572
Social security	24,000	24,000	21,897	2,103
Bank charges	100	100	-	100
Contingency	<u>10,000</u>	<u>10,000</u>	<u>-</u>	<u>10,000</u>
Total expenditures disbursed	<u>72,100</u>	<u>72,100</u>	<u>55,325</u>	<u>16,775</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>-</u>	<u>-</u>	<u>1,271</u>	<u>1,271</u>
Other Financing Sources (Uses):				
Operating transfers out	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	<u>\$ -</u>	<u>\$ -</u>	<u>1,271</u>	<u>\$ 1,271</u>
Fund Balance - Beginning of Year			<u>17,518</u>	
Fund Balance - End of Year			<u>\$ 18,789</u>	

Dundee Township
Road and Bridge - Building and Equipment Fund
Schedule of Revenues Received, Expenditures Disbursed, and Changes in Fund Balance -
Budget and Actual - Modified Cash Basis
For the Year Ended February 28, 2015

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Positive/ (Negative)</u>
Revenues Received:				
Tax levy	\$ 107,715	\$ 107,715	\$ 110,230	\$ 2,515
Interest income	20	20	23	3
Other	3	3	-	(3)
Total revenues received	<u>107,738</u>	<u>107,738</u>	<u>110,253</u>	<u>2,515</u>
Expenditures Disbursed:				
Capital outlay-buildings	1	1	-	1
Capital outlay-vehicles	112,000	112,000	109,630	2,370
Capital outlay-equipment	6,000	6,000	4,747	1,253
Capital outlay-land	1	1	-	1
Contingency	3,200	3,200	-	3,200
Bank charges	1	1	-	1
Total expenditures disbursed	<u>121,203</u>	<u>121,203</u>	<u>114,377</u>	<u>6,826</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(13,465)</u>	<u>(13,465)</u>	<u>(4,124)</u>	<u>9,341</u>
Other Financing Sources (Uses):				
Operating transfers out	(1) #	(1)	-	(1)
Sale of equipment	13,466	13,466	20,550	(7,084)
Total other financing sources (uses)	<u>13,465</u>	<u>13,465</u>	<u>20,550</u>	<u>(7,085)</u>
Net Change in Fund Balance	<u>\$ -</u>	<u>\$ -</u>	<u>16,426</u>	<u>\$ 9,340</u>
Fund Balance - Beginning of Year			<u>57,863</u>	
Fund Balance - End of Year			<u>\$ 74,289</u>	

Dundee Township
Schedule of Interest Income by Fund
February 28, 2015

	<u>Cash and</u> <u>Investments</u>	<u>Interest on</u> <u>Taxes</u> <u>Kane County</u>	<u>Total</u>
Primary Government:			
Town fund	\$ 997	\$ 6	\$ 1,003
Bond debt service	372	11	383
Cemetery fund	82	1	83
General assistance fund	53	1	54
Total primary government	<u>1,504</u>	<u>19</u>	<u>1,523</u>
Component Units:			
Road and bridge fund	157	4	161
Building and equipment fund	22	1	23
Road and bridge - insurance fund	5	-	5
Road and bridge - IMRF and social security fund	5	-	5
Total component units	<u>189</u>	<u>5</u>	<u>194</u>
Total Primary Government and Component Units	<u>\$ 1,693</u>	<u>\$ 24</u>	<u>\$ 1,717</u>

Dundee Township
Illinois Municipal Retirement Fund
Schedule of Revenues Received, Expenditures Disbursed, and Changes in
Fund Balance - Modified Cash Basis
For the Year Ended February 28, 2015

	Actual
Revenues Received:	
Transfers from other funds:	
Road and bridge fund	\$ 33,428
General assistance fund	2,684
Town fund	117,976
Cemetery fund	19,648
Open space acquisition fund	-
Total revenues received	173,736
Expenditures Disbursed:	
Transfer to town fund	-
Bank charges	-
Payment to Illinois Municipal Retirement Fund	173,736
Total expenditures disbursed	173,736
Net Change in Fund Balance	-
Fund Balance - Beginning of Year	-
Fund Balance - End of Year	\$ -

Additional Supplementary Information

**Dundee Township
Additional Supplementary Information
February 28, 2015**

Detailed Overlapping Bonded Debt
(As of January 1, 2015)

	Outstanding Debt	Applicable to Township Percent	Amount
Schools:			
Barrington District Number 220	\$ 115,130,000	2.25%	\$ 2,590,425
Community Unit School District Number 300(3)	464,349,031	51.74%	240,254,189
Consolidated Unit School District Number 46 (3)	414,154,841	0.32%	1,325,295
Elgin Community College District 509 (1) (2) (3)	43,467,781	13.34%	5,798,602
Harper Community College District 512 (2)	132,315,000	0.34%	449,871
Total Schools			250,418,382
Other Taxing Districts:			
Kane County (1)	\$ 39,227,000	12.69%	\$ 4,977,906
Kane County Forest Preserve District	214,851,190	12.69%	27,264,616
Village of Algonquin	16,087,542	23.84%	3,835,270
Village of Carpentersville	6,855,000	100.00%	6,855,000
Village of West Dundee	13,563,000	100.00%	13,563,000
City of Elgin	41,032,470	7.60%	3,118,468
Village of Gilberts	62,113,094	8.54%	5,304,458
Village of Hoffman Estates	69,795,000	0.05%	34,898
Dundee Township Park District	1,287,870	100.00%	1,287,870
Total Other Taxing Districts			66,241,486
Total School and Overlapping Bond Debt			\$ 316,659,868

Source: Kane County Clerk

(1) Includes that portion of the Public Building Commission's outstanding bonds that applies to the District and is payable from lease agreements secured by ad valorem taxes on all taxable property in the District.

(2) Excludes principal amounts of outstanding General Obligations (Alternate Revenue Source) Bonds which are expected to be paid from sources other than general taxation.

(3) Includes original principal amounts of outstanding General Obligation Capital Appreciation Bonds.

**Dundee Township
Additional Supplementary Information
February 28, 2015**

Statement of Bonded Indebtedness

	<u>Amount Applicable</u>	<u>Equalized Assessed</u>	<u>Full Actual</u>	<u>Per Capita (2007 Pop. 65,303)</u>
Township EAV of Taxable Property, 2013	\$ 1,406,976,901	100%	33%	\$ 21,545
Estimated Actual Value, 2014	1,360,334,324	6%	2%	20,831
 Total Direct Bonded Debt	 -	 0%	 0%	 -
Overlapping Bonded Debt:				
Schools	250,418,382	17.80%	15.32%	3,835
All other taxing districts	66,241,486	4.71%	4.05%	1,014
Total Overlapping Bonded Debt	<u>316,659,868</u>	<u>22.51%</u>	<u>19.38%</u>	<u>4,849</u>
 Total Direct and Overlapping Bonded Debt	 <u>\$ 316,659,868</u>	 <u>22.51%</u>	 <u>19.38%</u>	 <u>\$ 4,849</u>

Property Assessment and Tax Information

For the 2013 levy year, the Township's EAV was comprised of 64.58% residential, 15.91% industrial, 19.13% commercial, and .38% farm.

Township Equalized Assessed Valuation By Levy Year

	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
Residential	\$ 1,335,896,860	\$ 1,165,369,955	\$ 1,025,097,839	\$ 917,820,081	\$ 878,482,045
Farm	6,778,068	6,639,266	5,924,314	5,274,640	5,184,103
Commercial	301,622,577	328,957,434	310,939,261	271,653,080	260,292,155
Industrial	173,363,354	235,569,828	227,662,458	212,229,100	216,376,021
Total	<u>\$ 1,817,660,859</u>	<u>\$ 1,736,536,483</u>	<u>\$ 1,569,623,872</u>	<u>\$ 1,406,976,901</u>	<u>\$ 1,360,334,324</u>

**Dundee Township
Additional Supplementary Information
February 28, 2015**

Tax Rates

	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
Town Fund	0.0569	0.0708	0.0705	0.0814	0.0862
General Assistance	0.0055	0.0068	0.0068	0.0078	0.0083
Bonds & Interest	0.1062	0.1177	0.1369	0.1284	0.0133
Road & Bridge Fund	0.0684	0.0850	0.0847	0.0978	0.1035
Road & Bridge Insurance	0.0017	0.0024	0.0023	0.0027	0.0029
Road & Bridge Social Security	0.0009	0.0013	0.0015	0.0017	0.0018
Road & Bridge IMRF	0.0009	0.0014	0.0017	0.0020	0.0029
Road & Bridge Building & Equipment	0.0069	0.0077	0.0071	0.0082	0.0080
Total Township	<u>0.2474</u>	<u>0.2931</u>	<u>0.3115</u>	<u>0.3300</u>	<u>0.2269</u>
Kane County	0.3756	0.3994	0.4335	0.4623	0.4684
Kane County FPD	0.2186	0.2588	0.2689	0.3014	0.3101
Dundee Township Park District	0.4242	0.4611	0.6069	0.7110	0.7363
Village of Carpentersville	1.6902	1.9580	2.2956	2.6664	2.9407
Fox River Valley Public Library	0.1680	0.1945	0.1925	0.2376	0.2569
Carpentersville Fire Protection District	0.5711	0.6369	0.6746	0.7032	0.7360
School District Number 300	5.6531	5.7066	5.9850	7.0099	7.2464
Community College District 509	<u>0.4782</u>	<u>0.5036</u>	<u>0.5763</u>	<u>0.6135</u>	<u>0.6706</u>
Total Rates from Other Taxing Districts	<u>9.5790</u>	<u>10.1189</u>	<u>11.0333</u>	<u>12.7053</u>	<u>13.3654</u>
Total Tax Rates	<u><u>9.8264</u></u>	<u><u>10.4120</u></u>	<u><u>11.3448</u></u>	<u><u>13.0353</u></u>	<u><u>13.5923</u></u>

Source: Kane County Clerk

Township Tax Extensions and Collections

Levy Year	Coll. Year	Taxes Extended	Collections ⁽¹⁾	
			Amount	Percent
2009	2010	\$2,907,207.11	\$2,904,899.47	99.92%
2010	2011	3,042,571.82	3,033,431.91	99.70%
2011	2012	3,176,536.22	3,160,934.36	99.51%
2012	2013	3,317,393.45	3,241,436.89	97.71%
2013	2014	3,000,283.16	2,982,486.90	99.41%

Source: Kane County Clerk

(1) Includes taxes paid under protest but not distributed to the township, protest and back tax distributions, forfeiture distributions and proceeds from county sales of property.

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Major Township Taxpayers

<u>Taxpayer Name⁽¹⁾</u>	<u>Business/Service</u>	<u>Based upon 2013 EAV</u>
Simon/Chelsea Cbicago Development LLC	Commercial Property	\$ 47,144,869
Liberty Illinois LP	Industrial Property	36,321,977
V V2/Geneva Commons LP	Commercial Property	34,392,190
Toyota Motor Sales USA Inc	Industrial Property	27,476,461
Algonquin Commons LLC	Commercial Property	18,275,955
Spring Hill Mall, LLC	Commercial Property	17,976,795
John B Sanfilippo & Son Inc	Industrial Property	15,833,054
Q Center LLC	Commercial Property	15,772,649
AMLI AT St Charles LLC	Commercial Property	12,765,390
ALDI Inc	Industrial Property	12,656,305
Total		<u><u>\$ 238,615,645</u></u>

Source: Kane County Clerk

(1) Effort has been made to seek out and report the largest taxpayers. However, many of the taxpayers listed contain multiple parcels and it is possible that some parcels and their valuations have been overlooked. The 2013 EAV is the most current available.

Property Tax Assessment, Levy, and Collection Procedures

The following is a summary of property tax assessment, levy, and collection procedures for Kane County, Illinois (the "County").

The Supervisor of Assessments supervises the assessment of all real property and railroad property not used for transportation purposes. These valuations are subject to appeal by the taxpayer to the County Board of Review and the State of Illinois Property Tax Appeal Board and then to equalization by the Illinois Department of Revenue. Real estate sales ratio studies conducted annually by the Illinois Department of Revenue provide the foundation of inter-county equalization by means of multipliers assigned to each county. The multiplier (also known as the "equalization factor") is applied to all assessments in the County to adjust such assessment by a given percentage in order to bring the County level toward the statutory standard of 33 1/3% of fair market value. The multiplier applied to levy year 2010, 2011, 2012, and 2013 assessments in Kane County was 1.0.

Railroad real properties used for transportation purposes, private car lines, pollution control equipment, and capital stock are assessed by the Illinois Department of Revenue which certifies these valuations to the County Clerk. These assessments are not subject to revision by the equalization factor.

The equalized assessed valuation is subject to local taxing body tax rates. The County Clerk computes all tax rates and ensures that the rate of any taxing body does not exceed that authorized by law.

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Abatements are factored into the final determination of tax rates. After receipt of the tax levies of each taxing body in the County, the County Clerk extends the taxes for each parcel of taxable property, which amount constitutes property taxes payable for each such parcel.

All taxable property in the County is reassessed every four years. The past calendar year of 2014 was a reassessment year for the County. Between these quadrennial assessments, the Township Assessor has the authority to revalue those properties whose condition has altered significantly since the last assessment and any other properties which may be incorrectly assessed.

Taxes not paid when due are subject to a penalty rate of 1 1/2% per month until paid. Unpaid property taxes constitute a valid lien against the property on which the tax is levied.

Property taxes in the County are collected by the Treasurer of the County, who distributes to the Township its share of collections. Taxes levied for expenditure in any year become due and payable in the following year. For example, taxes levied by the Township for the levy year 2014 become due and payable in calendar 2015. Real estate taxes are, by statute, payable in two installments during the year (June and September), whereas State-assessed taxes are payable in one lump sum.

Exemptions

Certain statutory exemptions provide for reductions in assessed valuation or equalized assessed valuation or limit increases in assessed valuation to qualifying taxpayers. The Annual Homestead Exemption provides that the equalized assessed valuation for certain property owned and used exclusively for residential purposes may be reduced for each year by the amount of any increase over the 1977 equalized assessed valuation, up to a maximum reduction of \$6,000. A Homestead Improvement Exemption allows owners of single family residences to make up to \$75,000 in home improvements without increasing the assessed valuation of their property for at least four (4) years.

The Homestead Exemption for Senior Citizens permits the assessor annually to reduce the equalized assessed valuation by \$5,000 on the residence of persons 65 or older in counties with 3,000,000 or more inhabitants, and \$2,500 in all other counties for those who apply and qualify. A Senior Citizens Assessment Freeze Homestead Exemption freezes property tax assessments for homeowners who are 65 and older and have annual incomes of \$40,000 or less from 1999 through 2004, or annual incomes of \$45,000 or less in 2005, annual incomes of \$50,000 or less in 2006, or annual incomes of \$55,000 or less in 2007 and taxable years thereafter. The Homestead Exemption for Disabled Veterans exempts, on an annual basis, up to \$5,000 of the equalized assessed value from the property for a veteran with at least a 75% service connected disability, or \$2,500 of equalized assessed value from the property for a veteran with at least 50%, but less than 75%. The Homeowner Exemption for Long-term Properties allows certain longtime homeowners in established neighborhoods facing a dramatic rise in property taxes attributable to gentrification to exempt from property tax an amount equal to the current equalized assessed valuation for an eligible property which exceeds the sum of: (i) the equalized assessed valuation for the year prior to reassessment, plus (ii) the prior year equalized assessed valuation multiplied by a factor equal to 150% of the average assessment increase for the most current reassessment. In addition, certain property is exempt from taxation on the basis of ownership and/or use such as public parks, not-for-profit and public schools, churches, and not-for-profit and public hospitals.

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Illinois Property Tax Extension Limitation Act

On July 25, 1991, the Governor signed into law Public Act 87-17 entitled the Property Tax Extension Limitation Act (the "Act"). The Act limits the growth in the amount of property taxes extended for collection by the Township to (i) the lesser of 5% or the percentage increase in the Consumer Price Index (as defined in the Act) for the twelve month calendar year preceding the levy year, or (ii) the rate of increase approved by voters at a referendum. Among other specific exceptions, levies for debt service on general obligation bonds that were approved by referendum are excluded from such limits. The limitations of the Act are not applicable to any levy or extension for the payment of the Bonds.

Financial Information

Budgeting

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

The Township Supervisor presents the budget to the Township Board, which then reviews the budget in a public meeting. At that meeting, the various departments, including the Township Assessor, the Township Clerk, and the Township Highway Commissioner, describe and answer questions about their respective budget requests. The Township Board approves the budget after the public meeting. The budget is managed by the Township Supervisor and Township Clerk, with monthly approvals of bills and checks by the Township Board.

Investment Policy

Under the Township's investment policy and in accordance with Illinois law, the Township is restricted to investing only in the following types of instruments:

- (1) U.S. Government obligations guaranteed by the United States.
- (2) Interest bearing savings accounts, certificates of deposit, and time deposits insured by the Federal Deposit Insurance Corporation or fully collateralized.
- (3) Municipal bonds or tax anticipation warrants issued by the Township. All cash accounts, money market accounts and certificates of deposit are covered by federal depository insurance or collateralized by securities held by the Township's Agents in the Township's name. See the audited financial statements for more detail.

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Financial Reports

The Township's financial statements are audited annually by certified public accountants. The Township's financial statements are completed on a modified cash basis of accounting which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

Summary Financial Information

The audited financial statements of the Township should be read in its entirety in connection with the other, supplementary and additional supplementary information. This Summary of Financial Information is qualified in its entirety by reference to the audited financial statements of the Township for the fiscal years ended February 28, 2005 through February 28, 2015, copies of which are available upon request from the Township. Audits for future years will also be available from the Township upon request.

Operating Budget Summary

The Township has several funds which are primarily financed with property taxes. Property taxes represent approximately 91.50 percent of the Township's revenues. The Township's operational funds include the Town Fund (General Fund), Open Space – Debt Repayment Fund, Cemetery Fund, General Assistance Fund, Road & Bridge General Fund, Road & Bridge Insurance Fund, Road & Bridge Retirement/Social Security Fund, and Road & Bridge Building & Equipment Fund. There is also a Township Fund for the Illinois Municipal Retirement Fund (IMRF) which is collected and passed on to the state agency. The following table summarizes the Township's operating funds for the three years ending February 28.

Year Ending February 28, 2015

	2015	2014	2013
Income	\$ 4,280,517	\$ 4,504,037	\$ 4,386,162
Expenditure	4,338,698	5,193,958	4,504,738
Other Financing Sources	27,278	18,671	-
Annual Surplus/(Deficiency)	\$ (30,903)	\$ (671,250)	\$ (118,576)

The following tables summarize the Township's revenue sources and expenditures for the fiscal year ended February 28, 2015.

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Revenue Categories
Year Ending February 28, 2015

	Amount	Percent
Property Tax Levy	\$ 3,879,497	90.32%
Personal Property		
Replacement Tax (PPRT)	47,185	1.10%
Interest Income	1,717	0.04%
Sale of Cemetery Lots and Burial Charges	115,135	2.68%
Other	251,928	5.86%
Total	\$ 4,295,462	100.00%

Expenditure Categories
Year Ending February 28, 2015

	Amount	Percent
Personnel Services	\$ 1,357,675	31.29%
Commodities	279,683	6.45%
Contractual Services	640,090	14.75%
Capital Outlay and Improvement	127,677	2.94%
Bond Principal and Interest	1,907,969	43.98%
Other	25,604	0.59%
Total	\$ 4,338,698	100%

Request for Information

This financial report is designed to provide a general overview of the Township's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or request for additional financial information should be addressed to Dundee Township, 611 E. Main Street Suite 201, Dundee, Illinois 60118.