



ANNUAL FINANCIAL REPORT

For the Year Ended December 31, 2018

VILLAGE OF FORSYTH, ILLINOIS
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INDEPENDENT AUDITOR'S REPORT

To the Mayor
and Board of Trustees
Village of Forsyth, Illinois

We have audited the accompanying financial statements of the governmental activities, the business-type activities, and each major fund of the Village of Forsyth, Illinois, as of and for the year ended December 31, 2018, and the related notes to the financial statements, which collectively comprise the Village's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, and each major fund of the Village of Forsyth, Illinois, as of December 31, 2018, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that Management's Discussion and Analysis, the Schedule of Changes in the Net Pension Liability and Related Ratios, the Schedule of Employer Contributions, and the budgetary comparison information on pages 4-13 and 42-50 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to Management's Discussion and Analysis, the Schedule of Changes in the Net Pension Liability and Related Ratios, and the Schedule of Employer Contributions in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on Management's Discussion and Analysis, the Schedule of Changes in the Net Pension Liability and Related Ratios, and the Schedule of Employer Contributions, because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

The budgetary comparison information on pages 42-48 is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. This 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 budgetary comparison information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Village of Forsyth, Illinois's basic financial statements. The Schedules of Assessed Valuation and Taxes Extended and Collected, Legal Debt Margin, Debt Service Requirements – IEPA Loans Payable, and Capital Assets are presented for purposes of additional analysis and are not a required part of the basic financial statements. This additional information has not been subjected to the auditing procedures applied in our audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

Handwritten signature in black ink that reads "KEMPER CPA GROUP LLP". The signature is written in a cursive, slightly slanted style.

Kemper CPA Group, LLP
Certified Public Accountants and Consultants
Champaign, Illinois
April 30, 2019

VILLAGE OF FORSYTH, ILLINOIS MANAGEMENT’S DISCUSSION AND ANALYSIS

As management of the Village of Forsyth, Illinois, we offer readers of the Village’s financial statements this narrative overview and analysis of the financial activities of the Village for the fiscal year ended December 31, 2018. We encourage readers to consider the information presented here in conjunction with the basic financial statements and accompanying notes to those financial statements.

Included in the discussion and analysis is a two-year comparison analysis of government-wide data, the Governmental Accounting Standards Board (GASB) Statement No. 34, *Basic Financial Statements—and Management’s Discussion and Analysis—for State and Local Government*.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is an introduction to the Village’s basic financial statements, which comprise three parts: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. In addition, the discussion and analysis also contains information on other required supplementary information included in this report.

Government-wide Financial Statements

The statement of net assets and the statement of activities are two financial statements that report information about the Village as a whole and about its activities. These statements are designed to provide readers with a broad overview of Village’s finances, in a manner similar to a private sector business.

The statement of net position presents all of the Village’s assets, liabilities, and deferred inflows and outflows of resources, with the difference reported as “net position.” Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the Village in total is improving or deteriorating.

Historically, a government’s largest group of assets (infrastructure—roads, bridges, storm-sewers, etc.) have not been reported or depreciated in governmental financial statements. GASB Statement No. 34 requires that these assets be valued and reported within the governmental column of the government-wide statements. Additionally, the government must elect to either depreciate these assets over their estimated useful lives or develop a system of asset management designed to maintain the service delivery potential to near perpetuity. The Village has chosen to depreciate assets over their useful lives. If a road project is considered maintenance—a recurring cost that does not extend the road’s original useful life or expand its capacity—the cost of the project will be expensed. An “overlay” of a road will be considered maintenance, whereas a “rebuild” of a road will be capitalized.

The statement of activities presents information showing how the government’s net position changed during the most recent fiscal year. Revenues and expenses are reported in this statement for some items that will result in cash flows in future fiscal periods. The statement is focused on both the gross and net cost of various activities, which are supported by the government’s general taxes and other resources. This is intended to simplify the user’s analysis of the cost of various governmental services and/or subsidy to various business-type activities.

VILLAGE OF FORSYTH, ILLINOIS MANAGEMENT'S DISCUSSION AND ANALYSIS

The governmental activities reflect the Village's basic services, including General Government, Public Safety, Highways and Streets, Culture and Recreation, and Economic Development. The Village's sales and non-home rule taxes finance most of these services. The business-type activities reflect private sector-type operations (Water and Sewer), where the fee for service typically covers all or most of the cost of operation, including depreciation.

Included within the basic financial statements are schedules that reconcile the amounts reported on the governmental fund financial statements with governmental activities on the appropriate government-wide statements. The government-wide financial statements can be found on pages 14-15 of this report.

Fund Financial Statements

The fund financial statements provide more detail than the government-wide financial statements, concentrating on information about the major individual funds. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Village of Forsyth, like other units of state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the Village can be divided into two categories, governmental funds and proprietary funds.

Governmental funds: Most of the Village's basic services are reported in the governmental funds, which focus on how monies flow into and out of those funds and the balances left at year end that are available for future spending. The governmental fund financial statements provide a detailed short-term view of the Village's general government operations and the basic services it provides. Governmental fund information helps determine whether there are more or fewer financial resources that can be spent in the near future to finance the Village's programs. Governmental funds are reported using modified accrual accounting. Governmental funds include the General Fund, the Capital Projects Fund, the Motor Fuel Tax Fund, the Hotel Motel Tax Fund, and the TIF Fund.

Village of Forsyth government adopts annual appropriated budgets for the General Fund and certain special revenue funds. Budgetary comparison statements have been provided for the governmental funds to demonstrate compliance with the budget. The governmental fund financial statements can be found on pages 16-19 of this report.

Proprietary Funds: Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The Water and Sewer Funds are used to report activities related to the operation of the water and sewer utilities provided to Village residents. The proprietary fund financial statements can be found on pages 20-22 of this report.

Notes to the Financial Statements: The notes provide additional information that is essential to a full understanding of the data provided in the Village's financial statements. The notes to financial statements can be found on pages 23-41 of this report.

**VILLAGE OF FORSYTH, ILLINOIS
MANAGEMENT’S DISCUSSION AND ANALYSIS**

Other Information: In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the Village’s progress in funding its obligation to provide benefits to employees. In addition, budget vs. actual information for the governmental funds is presented. Required Supplementary Information can be found on pages 42-50.

Financial Analysis: The following financial information was derived from the government-wide Statement of Net Position and reflects the Village’s financial position as of December 31, 2017, and December 31, 2018. In fiscal year 2017, the Village changed its basis of accounting from the modified cash basis of accounting to accounting principles generally accepted in the United States of America.

Table 1 Financial Analysis of the Village as a Whole Statement of Net Assets							
	Governmental Activities		Business-Type Activities		Total Primary Government		
	December 31, 2017	December 31, 2018	December 31, 2017	December 31, 2018	December 31, 2017	December 31, 2018	
Current and Other Assets	\$ 13,453,185	\$ 15,696,924	\$ 1,058,322	\$ 1,024,544	\$ 14,511,507	\$ 16,721,468	
Capital Assets	\$ 14,310,238	\$ 13,292,812	\$ 7,676,716	\$ 7,760,675	\$ 21,986,954	\$ 21,053,487	
Non-current assets (receivables)	\$ -	\$ -	\$ 61,876	\$ 47,568	\$ 61,876	\$ 47,568	
Total Assets	\$ 27,763,423	\$ 28,989,736	\$ 8,796,914	\$ 8,832,787	\$ 36,560,337	\$ 37,822,523	
Deferred Outflows of Resources	\$ 185,625	\$ 152,711	\$ 20,933	\$ 16,378	\$ 206,558	\$ 169,089	
Current Liabilities	\$ 310,105	\$ 301,719	\$ 328,858	\$ 330,867	\$ 638,963	\$ 632,586	
Non-Current Liabilities	\$ 391,363	\$ 67,185	\$ 2,242,200	\$ 1,935,314	\$ 2,633,563	\$ 2,002,499	
Total Liabilities	\$ 701,468	\$ 368,904	\$ 2,571,058	\$ 2,266,181	\$ 3,272,526	\$ 2,635,085	
Deferred Inflows of Resources	\$ 54,695	\$ 299,370	\$ 80,418	\$ 92,151	\$ 135,113	\$ 391,521	
<i>Net Position:</i>							
Invested in Capital Assets Net of Debt	\$ 14,310,238	\$ 13,292,812	\$ 5,215,318	\$ 5,562,610	\$ 19,525,556	\$ 18,855,422	
<i>Restricted for:</i>							
Highways & Streets	\$ 895,850	\$ 993,142	\$ -	\$ -	\$ 895,850	\$ 993,142	
Economic Development	\$ 691,258	\$ 941,522	\$ -	\$ -	\$ 691,258	\$ 941,522	
Other	\$ 8,371	\$ 8,157	\$ -	\$ -	\$ 8,371	\$ 8,157	
Unrestricted	\$ 11,287,168	\$ 13,238,540	\$ 951,053	\$ 928,223	\$ 12,238,221	\$ 14,166,763	
Total Net Position	\$ 27,192,885	\$ 28,474,173	\$ 6,166,371	\$ 6,490,833	\$ 33,359,256	\$ 34,965,006	

The Village’s combined net position (which is the Village’s bottom line) was \$34,965,006 at December 31, 2018, and \$33,359,256 at December 31, 2017. The Village’s largest asset is its capital assets (land, buildings, and equipment). The largest liability is its long-term debt. The largest component of the Village’s net position reflects the Village’s investment in capital assets, less any related debt used to acquire or construct the asset.

The following condensed financial information was derived from the government-wide Statement of Activities and reflects the Village’s increase in net position during the current and prior fiscal years:

**VILLAGE OF FORSYTH, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS**

	Governmental Activities	
	December 31, 2017	December 31, 2018
REVENUES		
<i>Program Revenues:</i>		
Charges for Services	\$ 193,182	\$ 183,506
Operating Grants and Contributions	\$ 90,819	\$ 109,461
Capital Grants and Contributions	\$ -	\$ -
General Revenues Municipal sales and Use tax, plus interest	\$ 3,846,990	\$ 4,443,147
Property Tax	\$ 544,213	\$ 635,011
Replacement tax	\$ 2,653	\$ 2,419
Hotel/Motel tax	\$ 498,084	\$ 455,744
Gain (loss) on sale of Capital assets	\$ -	\$ 28,301
Investment income	\$ 69,639	\$ 134,737
Shared Income Tax	\$ 317,065	\$ 371,495
Other income	\$ 48,477	\$ 47,412
Total Revenues	\$ 5,611,122	\$ 6,411,233

	December 31, 2017		December 31, 2018	
	EXPENSES			
General Government	\$ 1,622,969	\$ 1,783,825		
Public Safety	\$ 404,621	\$ 498,069		
Highways and streets	\$ 974,696	\$ 1,076,749		
Culture and Recreation	\$ 1,096,836	\$ 764,318		
Economic Development	\$ 33,538	\$ 235,955		
Water and Sewer	\$ -	\$ -		
Interest on Long-Term Debt	\$ -	\$ -		
Total Expenses	\$ 4,132,660	\$ 4,358,916		

	December 31, 2017		December 31, 2018	
	Transfers	\$ 322,752	\$ (771,029)	
Change in Net Position	\$ 1,801,214	\$ 1,281,288		
Net Position, Beginning of year	\$ 24,434,126	\$ 27,192,885		
Cumulative Effect of Change in Accounting Principle	\$ 957,545			
Net Position Beginning of year, Restated	\$ 25,391,671			
Net Position, End of year	\$ 27,192,885	\$ 28,474,173		

**Table 2
Changes in Net Assets**

	Business-Type Activities	
	December 31, 2017	December 31, 2018
	\$ 889,875	\$ 861,862
	\$ -	\$ -
	\$ -	\$ -
	\$ -	\$ -
	\$ -	\$ -
	\$ -	\$ -
	\$ -	\$ -
	\$ 3,981	\$ 4,653
	\$ -	\$ -
	\$ -	\$ -
	\$ 48,477	\$ -
	\$ 893,856	\$ 866,515

	December 31, 2017		December 31, 2018	
		\$ -	\$ -	
	\$ -	\$ -		
	\$ -	\$ -		
	\$ -	\$ -		
	\$ -	\$ -		
	\$ 1,269,694	\$ 1,255,672		
	\$ 63,933	\$ 57,410		
	\$ 1,333,627	\$ 1,313,082		

	December 31, 2017		December 31, 2018	
		\$ (322,752)	\$ 771,029	
	\$ (762,523)	\$ 324,462		
	\$ 6,944,740	\$ 6,166,371		
	\$ (15,846)			
	\$ 6,928,894			
	\$ 6,166,371	\$ 6,490,833		

	Total Primary Government	
	December 31, 2017	December 31, 2018
	\$ 1,083,057	\$ 1,045,368
	\$ 90,819	\$ 109,461
	\$ -	\$ -
	\$ 3,846,990	\$ 4,443,147
	\$ 544,213	\$ 635,011
	\$ 2,653	\$ 2,419
	\$ 498,084	\$ 455,744
	\$ -	\$ 28,301
	\$ 73,620	\$ 139,390
	\$ 317,065	\$ 371,495
	\$ 48,477	\$ 47,412
	\$ 6,504,978	\$ 7,277,748

	December 31, 2017		December 31, 2018	
		\$ 1,622,969	\$ 1,783,825	
	\$ 404,621	\$ 498,069		
	\$ 974,696	\$ 1,076,749		
	\$ 1,096,836	\$ 764,318		
	\$ 33,538	\$ 235,955		
	\$ 1,269,694	\$ 1,255,672		
	\$ 63,933	\$ 57,410		
	\$ 5,466,287	\$ 5,671,998		

	December 31, 2017		December 31, 2018	
		\$ -	\$ -	
	\$ 1,038,691	\$ 1,605,750		
	\$ 31,378,866	\$ 33,359,256		
	\$ 941,699			
	\$ 32,320,565			
	\$ 33,359,256	\$ 34,965,006		

Governmental Activities: For the fiscal year ending December 31, 2018, revenues for governmental activities totaled \$6,411,233. Fiscal year ending December 31, 2017, revenues for governmental activities totaled \$5,611,122. Municipal sales and non-home rule tax continue to be the Village's largest revenue source, coming in at \$4,443,147. The Illinois Department of Revenue began deducting an administrative fee for revenues implemented by the Village. The non-home rule tax and telecommunication tax are the two revenues sources impacted by the administrative fee. The administrative fees began with revenues received in August 2017 and are deducted from each revenue before it is distributed to the Village. The non-home rule tax 1.50% administrative fee was \$36,149.57 and the telecommunication tax 0.50% administrative fee was \$80.48 for the year ended December 31, 2018.

For the fiscal year ending December 31, 2018, expenses for governmental activities totaled \$4,358,916. For the fiscal year ending December 31, 2017, expenses for governmental activities totaled \$4,132,660.

**VILLAGE OF FORSYTH, ILLINOIS
MANAGEMENT’S DISCUSSION AND ANALYSIS**

The Village of Forsyth contracts with the Macon County Sheriff for law enforcement officers. In Fiscal year 2015 the Village negotiated and entered into a four (4) year agreement (6/1/2016 to 12/31/2019) with the Macon County Sheriff.

Business-Type Activities: For the fiscal year ending December 31, 2018, revenues for business-type activities totaled \$866,515, and for the fiscal year ending December 31, 2017, revenues for business-type activities totaled \$893,856. Revenue comes from fees charged for water and sewer usage by residents/businesses. Fees such as water and sewer tapping, water meters, inspections, etc. also make up this revenue source.

For the fiscal year ending December 31, 2018, expenses for business-type activities totaled \$1,313,082, and for the fiscal year ending December 31, 2017, expenses for business-type activities totaled \$1,333,627.

Financial Analysis of the Village’s Funds

The focus of the Village’s governmental funds is to provide information on near-term inflows, outflows and balances of spendable resources. Such information is useful in assessing the Village’s financing requirements. In particular, unassigned fund balance may serve as a useful measure of government’s net resources available for spending at the end of the fiscal year.

Governmental Funds

At the end of the current fiscal year, the Village governmental funds (General Fund, Capital Projects Fund, Motor Fuel Tax Fund, Hotel Motel Tax Fund, and TIF Fund) reported combined fund balances of \$14,957,836, an increase of \$2,252,125 over the prior year. Of these fund balances, \$8,279,350 constitutes unassigned fund balance, which is available for spending at the government’s discretion.

Proprietary Funds

At the end of the current fiscal year, the Village proprietary funds (Water Fund and Sewer Fund) reported combined net position of \$6,490,833 an increase of \$324,462 over the prior year. Of this net position, \$928,223 constitutes unrestricted net position, which is available for spending at the government’s discretion.

**VILLAGE OF FORSYTH, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS**

Table 3			
General Fund Budgetary Highlights for the Fiscal Year Ended December 31, 2018 With Comparative Actual Totals for the Year Ended December 31, 2017			
	Final Budget December 31, 2018	Actual (Budgetary Basis) December 31, 2018	Actual (Budgetary Basis) December 31, 2017
REVENUES			
Taxes	\$ 5,074,410	\$ 5,461,244	\$ 5,229,381
Licenses and Permits	\$ 211,700	\$ 223,209	\$ 196,587
Other	\$ 9,000	\$ 35,589	\$ 13,477
Total Revenues	\$ 5,295,110	\$ 5,720,042	\$ 5,439,445
EXPENDITURES AND OTHER FINANCING SOURCES (USES)			
EXPENDITURES AND OTHER FINANCING SOURCES (USES)	\$ (3,410,285)	\$ (3,518,893)	\$ (3,714,104)
Transfers Out	\$ (2,022,851)	\$ (1,989,354)	\$ (616,289)
Transfers In	\$ -	\$ -	\$ -
Proceeds from sale of capital assets	\$ -	\$ -	\$ -
Total Expenditures and OFS(u)	\$ (5,433,136)	\$ (5,508,247)	\$ (4,330,393)
Change in Fund Balance	\$ (138,026)	\$ 211,795	\$ 1,109,052

Capital Assets

The following represents capital asset balances for the Village as of December 31, 2018, and December 31, 2017. More detailed information regarding the Village's capital assets are presented in Note 4 to the financial statements (page 32-34).

Table 4						
Capital Assets						
	Governmental Activities		Business-Type Activities		Total Primary Government	
	December 31, 2017	December 31, 2018	December 31, 2017	December 31, 2018	December 31, 2017	December 31, 2018
Land, not Depreciated	\$ 2,196,000	\$ 2,084,358	\$ -	\$ -	\$ 2,196,000	\$ 2,084,358
Construction in progress	\$ 527,835	\$ 102,786	\$ -	\$ -	\$ 527,835	\$ 102,786
Buildings	\$ 3,467,355	\$ 3,467,356	\$ 6,307,983	\$ 6,307,983	\$ 9,775,338	\$ 9,775,339
Improvements other than building	\$ 859,493	\$ 907,150	\$ -	\$ -	\$ 859,493	\$ 907,150
Equipment	\$ 1,500,645	\$ 1,597,755	\$ 345,882	\$ 351,110	\$ 1,846,527	\$ 1,948,865
Drainage improvements	\$ 131,039	\$ 131,039	\$ -	\$ -	\$ 131,039	\$ 131,039
Meters	\$ -	\$ -	\$ 101,437	\$ 719,297	\$ 101,437	\$ 719,297
Streets	\$ 11,026,979	\$ 11,157,364	\$ -	\$ -	\$ 11,026,979	\$ 11,157,364
Storm/Sanitary Sewer	\$ 1,674,674	\$ 1,674,674	\$ 6,388,077	\$ 6,388,077	\$ 8,062,751	\$ 8,062,751
System Infrastructure	\$ 2,550,079	\$ 2,570,079	\$ 5,158,734	\$ 5,153,684	\$ 7,708,813	\$ 7,723,763
Less:					\$ -	\$ -
Accumulated Depreciation	\$ (9,623,862)	\$ (10,399,749)	\$ (10,625,397)	\$ (11,169,476)	\$ (20,249,259)	\$ (21,569,225)
Total	\$ 14,310,237	\$ 13,292,812	\$ 7,676,716	\$ 7,750,675	\$ 21,986,953	\$ 21,043,487

**VILLAGE OF FORSYTH, ILLINOIS
MANAGEMENT’S DISCUSSION AND ANALYSIS**

Capital Assets December 31, 2018

At the end of fiscal year December 31, 2018, the Village governmental activities and business-type activities had invested \$21 million (Note 4 to the financial statements) in a variety of capital assets as reflected in the following chart.

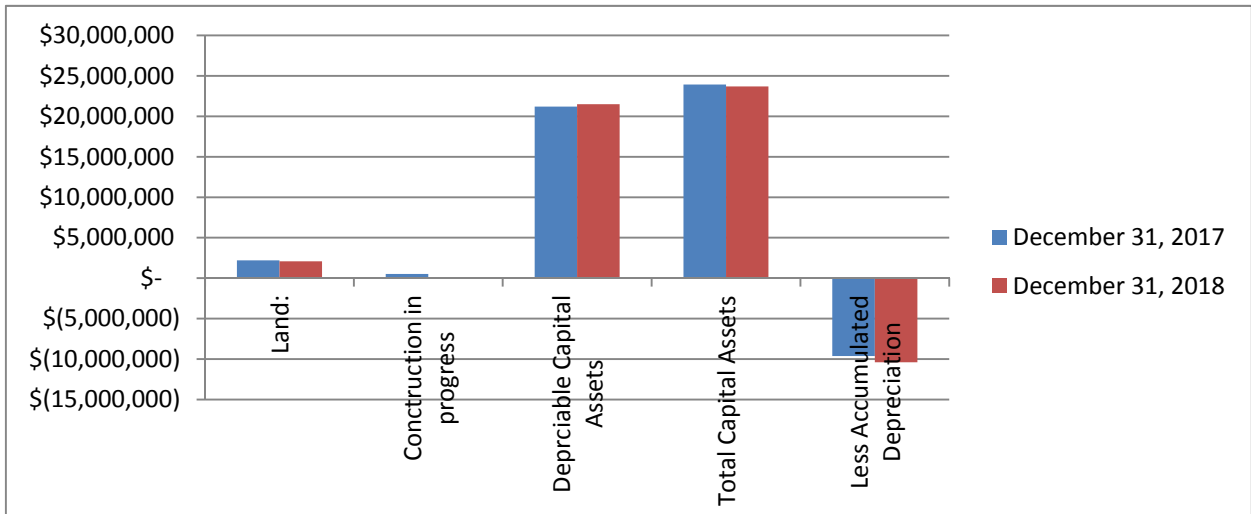
• Land	\$ 2,084,358
• Construction in progress	102,786
• Depreciable capital assets	<u>21,505,417</u>
• Total capital assets	23,692,561
• Less accumulated depreciation	<u>(10,399,749)</u>
Total governmental activities Capital Asset net	<u>\$ 13,292,812</u>

Capital Assets December 31, 2017

At the end of Fiscal year December 31, 2017, the Village Governmental Activities and Business-Type Activities had invested \$21.9 million (Note 4 to the financial statements) in a variety of capital assets as reflected in the following chart.

• Land	\$ 2,196,000
• Construction in progress	527,835
• Depreciable capital assets	<u>21,210,265</u>
• Total capital assets	23,934,099
• Less accumulated depreciation	<u>(9,623,862)</u>
Total governmental activities Capital Asset net	<u>\$ 14,310,237</u>

Governmental Activities Capital Assets December 31, 2017 and December 31, 2018 Chart



**VILLAGE OF FORSYTH, ILLINOIS
MANAGEMENT’S DISCUSSION AND ANALYSIS**

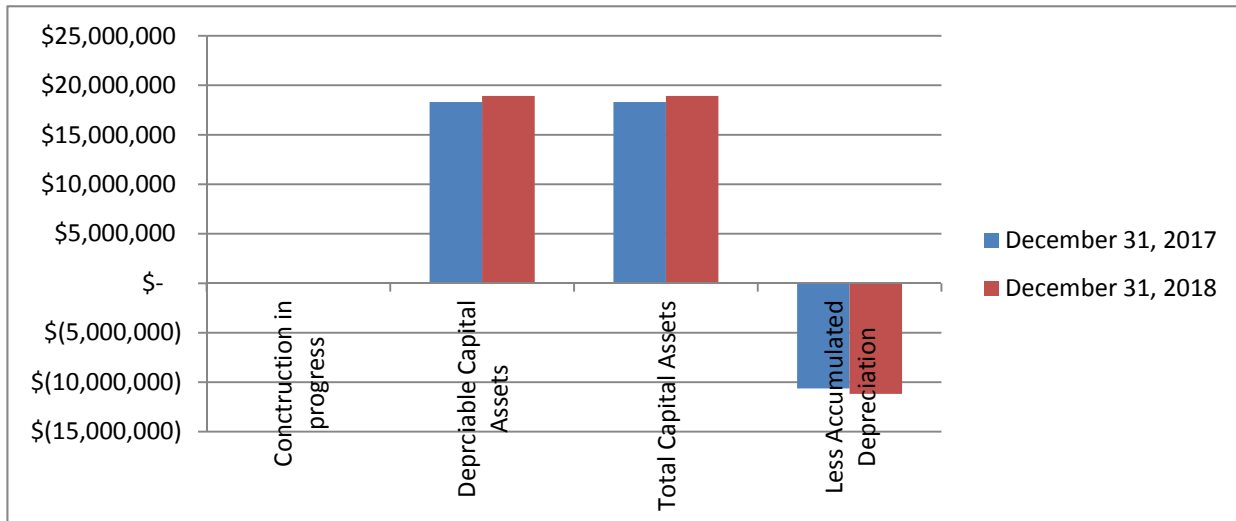
Capital Assets December 31, 2018

•	Depreciable capital assets	18,930,151
•	Less accumulated depreciation	<u>(11,169,476)</u>
•	Total Business-type activities Capital assets, net	<u>\$ 7,760,675</u>

Capital Assets December 31, 2017

•	Depreciable capital assets	18,302,113
•	Less accumulated depreciation	<u>(10,625,397)</u>
•	Total Business-type activities Capital assets, net	<u>\$ 7,676,716</u>

Business-Type Activities Capital Assets December 31, 2017 and December 31, 2018 Chart



Capital Assets December 31, 2018

•	Governmental Activities Capital Assets = \$	13,292,812
•	Business Type Activities Capital Assets = \$	<u>7,760,675</u>
•	Total	<u>\$ 21,053,487</u>

Capital Assets December 31, 2017

•	Governmental Activities Capital Assets = \$	14,310,238
•	Business Type Activities Capital Assets = \$	<u>7,676,716</u>
•	Total	<u>\$ 21,986,954</u>

**VILLAGE OF FORSYTH, ILLINOIS
MANAGEMENT’S DISCUSSION AND ANALYSIS**

Debt

The following represents indebtedness balances of the Village as of December 31, 2018. More detailed information regarding the Village’s long-term debt obligations is presented in Note 6 to the financial statements (pages 34-35).

Table 5						
Bonded and Similar Indebtness						
	Governmental Activities		Business-Type Activities		Total Primary Government	
	December 31, 2017	December 31, 2018	December 31, 2017	December 31, 2018	December 31, 2017	December 31, 2018
IEPA Loan Payable (Water Plant)	\$ -	\$ -	\$ 2,461,398	\$ 2,198,065	\$ 2,461,398	\$ 2,198,065
Total	\$ -	\$ -	\$ 2,461,398	\$ 2,198,065	\$ 2,461,398	\$ 2,198,065

Debt in the form of bonds and loans from the Illinois Environmental Protection Agency were issued primarily to provide funds for the acquisition and construction of capital facilities for water and sewer treatment facilities, and maintenance of roadways.

Economic Factors and Next Year’s Budgets and Rates

The Village Board approves an Annual Fiscal Year Operating Budget and a Five (5) Year Capital Improvement Plan. The Annual Fiscal Year Operating Budget contains detailed information on expenditures/revenues and a Five (5) Year Capital Improvement Plan has been designed to project major capital items based upon priority needs and a guideline for developing next fiscal year’s budget.

The 2018 Annual Fiscal Year Operating Budget and a Five (5) Year Capital Improvement Plan was approved on December 04, 2017. In the fiscal year ending December 31, 2018, the following projects were completed: In the Street Dept., salt dome roof repairs, Magnolia-Ponderosa-Cypress drainage and road improvements. Within the Park Dept., Pocket Park located by the Library recoat/stripe basketball court, upgrade playground, repair/seal coast parking lots A & B and mower replacement. Within the Hotel/Motel Dept., batting cage, D # 5 bullpen, D # 1 & # 2 fencing. In the Water Dept., the water meter upgrades were completed. The revenues have been projected to remain flat based upon the current economy.

The 2019 Annual Fiscal Year Operating Budget and a Five (5) Year Capital Improvement Plan were approved on December 3, 2018. In 2019 some potential capital projects include: In the Street Dept., Phillip Circle drainage, and annual pavement maintenance. Within the Park Dept., Planning of the Bike Path to Maroa-Forsyth School; in the main park, upgrades to the amphitheater, repair/seal coast parking lot D, and install a flag pole at D # 5. Within Hotel/Motel Dept., back stop for D # 4 & D # 5, potential tennis/pickle ball courts and striping those courts. Within the Water dept., rebuild 4 filters at the water treatment plant and discussions for a potential well 7. The revenues have been projected to remain flat based upon the current economy.

**VILLAGE OF FORSYTH, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS**

Requests for Information

This financial report is designed to provide a general overview of the Village's finances for all those with an interest in its financial structure. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to: Village of Forsyth Administrator – David Strohl or Village of Forsyth Treasurer – Rhonda Stewart, Address: 301 South Route 51, Forsyth, Illinois 62535. Phone: (217) 877-9445.

BASIC FINANCIAL STATEMENTS

VILLAGE OF FORSYTH, ILLINOIS
STATEMENT OF NET POSITION
December 31, 2018

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
ASSETS			
Current assets:			
Cash and cash equivalents	\$ 7,426,707	\$ 933,508	\$ 8,360,215
Investments	6,716,838	-	6,716,838
Receivables, current	1,478,398	91,036	1,569,434
Prepaid expenses	74,981	-	74,981
Total current assets	<u>15,696,924</u>	<u>1,024,544</u>	<u>16,721,468</u>
Noncurrent assets:			
Receivables, noncurrent	-	47,568	47,568
Total noncurrent assets	<u>-</u>	<u>47,568</u>	<u>47,568</u>
Capital assets:			
Capital assets, not being depreciated	2,187,143	-	2,187,143
Other capital assets, net of accumulated depreciation	11,105,669	7,760,675	18,866,344
Total capital assets	<u>13,292,812</u>	<u>7,760,675</u>	<u>21,053,487</u>
Total assets	<u>28,989,736</u>	<u>8,832,787</u>	<u>37,822,523</u>
DEFERRED OUTFLOWS OF RESOURCES			
Deferred outflows related to pensions	152,711	16,378	169,089
Total deferred outflows of resources	<u>152,711</u>	<u>16,378</u>	<u>169,089</u>
LIABILITIES			
Amounts due within one year:			
Accounts payable	113,830	36,213	150,043
Accrued interest	-	20,776	20,776
Accrued payroll and benefits	22,447	3,921	26,368
Due to other governments	165,442	-	165,442
IEPA loans payable, current	-	269,957	269,957
Amounts due in more than one year:			
IEPA loans payable, noncurrent	-	1,928,108	1,928,108
Net pension liability	67,185	7,206	74,391
Total liabilities	<u>368,904</u>	<u>2,266,181</u>	<u>2,635,085</u>
DEFERRED INFLOWS OF RESOURCES			
Deferred inflows related to pensions	299,370	32,107	331,477
Deferred inflows of resources - special assessments	-	60,044	60,044
Total deferred inflows of resources	<u>299,370</u>	<u>92,151</u>	<u>391,521</u>
NET POSITION			
Net investment in capital assets	13,292,812	5,562,610	18,855,422
Restricted for:			
Highways and streets	993,142	-	993,142
Economic development	941,522	-	941,522
Other purposes	8,157	-	8,157
Unrestricted	13,238,540	928,223	14,166,763
Total net position	<u>\$ 28,474,173</u>	<u>\$ 6,490,833</u>	<u>\$ 34,965,006</u>

The accompanying notes are an integral part of this statement.

VILLAGE OF FORSYTH, ILLINOIS
STATEMENT OF ACTIVITIES
For the Year Ended December 31, 2018

Functions/Programs	Expenses	Program Revenues		Net (Expense) Revenue and Changes in Net Position		
		Charges for Services	Operating Grants and Contributions	Governmental Activities	Business-Type Activities	Total
Primary government:						
Governmental activities:						
General government	1,783,825	\$ 154,363	\$ 13,060	\$ (1,616,402)	\$ -	\$ (1,616,402)
Public safety	498,069	-	-	(498,069)	-	(498,069)
Highways and streets	1,076,749	-	89,329	(987,420)	-	(987,420)
Culture and recreation	764,318	29,143	7,072	(728,103)	-	(728,103)
Economic development	235,955	-	-	(235,955)	-	(235,955)
Total governmental activities	4,358,916	183,506	109,461	(4,065,949)	-	(4,065,949)
Business-type activities						
Water	813,456	526,493	-	-	(286,963)	(286,963)
Sewer	499,626	335,369	-	-	(164,257)	(164,257)
Total business-type activities	1,313,082	861,862	-	-	(451,220)	(451,220)
Total primary government	\$ 5,671,998	\$ 1,045,368	\$ 109,461	(4,065,949)	(451,220)	(4,517,169)
General revenues:						
Taxes:						
Property taxes				635,011	-	635,011
Replacement tax				2,419	-	2,419
Municipal sales and use tax, including interest				4,443,147	-	4,443,147
Hotel/motel tax				455,744	-	455,744
Shared income taxes				371,495	-	371,495
Other income				47,412	-	47,412
Investment income				134,737	4,653	139,390
Gain (loss) on disposal of assets				28,301	-	28,301
Transfers				(771,029)	771,029	-
Total general revenues and transfers				5,347,237	775,682	6,122,919
Change in net position				1,281,288	324,462	1,605,750
Net position, beginning of year				27,192,885	6,166,371	33,359,256
Net position, end of year				\$ 28,474,173	\$ 6,490,833	\$ 34,965,006

The accompanying notes are an integral part of this statement.

VILLAGE OF FORSYTH, ILLINOIS
GOVERNMENTAL FUNDS
BALANCE SHEET
December 31, 2018

	General Fund	Capital Projects Fund	Motor Fuel Tax Fund	Hotel Motel Tax Fund	TIF Fund	Total Governmental Funds
ASSETS						
Cash and cash equivalents	\$ 2,462,265	\$ 3,422,832	\$ 622,611	\$ 892,626	\$ 26,373	\$ 7,426,707
Investments	6,353,888	-	362,950	-	-	6,716,838
Receivables	1,430,190	-	7,581	30,820	9,807	1,478,398
Prepaid expenses	74,981	-	-	-	-	74,981
Total assets	<u>\$ 10,321,324</u>	<u>\$ 3,422,832</u>	<u>\$ 993,142</u>	<u>\$ 923,446</u>	<u>\$ 36,180</u>	<u>\$ 15,696,924</u>
LIABILITIES						
Accounts payable	\$ 64,486	\$ 31,240	\$ -	\$ -	\$ 18,104	\$ 113,830
Due to other governments	165,442	-	-	-	-	165,442
Accrued payroll and benefits	22,447	-	-	-	-	22,447
Total liabilities	<u>252,375</u>	<u>31,240</u>	<u>-</u>	<u>-</u>	<u>18,104</u>	<u>301,719</u>
DEFERRED INFLOWS OF RESOURCES						
Unavailable property tax revenue	437,369	-	-	-	-	437,369
FUND BALANCES						
Nonspendable	74,981	-	-	-	-	74,981
Restricted						
Restricted for highways and streets	-	-	993,142	-	-	993,142
Restricted for economic development	-	-	-	923,446	18,076	941,522
Restricted for other purposes	8,157	-	-	-	-	8,157
Assigned						
Contractual obligations	530,874	-	-	-	-	530,874
Economic development	738,218	-	-	-	-	738,218
Capital projects	-	3,391,592	-	-	-	3,391,592
Unassigned	8,279,350	-	-	-	-	8,279,350
Total fund balances	<u>9,631,580</u>	<u>3,391,592</u>	<u>993,142</u>	<u>923,446</u>	<u>18,076</u>	<u>14,957,836</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 10,321,324</u>	<u>\$ 3,422,832</u>	<u>\$ 993,142</u>	<u>\$ 923,446</u>	<u>\$ 36,180</u>	<u>\$ 15,696,924</u>

The accompanying notes are an integral part of this statement.

VILLAGE OF FORSYTH, ILLINOIS
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET POSITION
December 31, 2018

Total fund balances - governmental funds	\$ 14,957,836
Amounts reported for governmental activities in the statement of net position are different because:	
Some liabilities are not due and payable in the current period and therefore are not reported in the governmental funds.	
Net pension liability	(67,185)
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	
	13,292,812
Deferred inflows of resources related to property taxes are reported in the governmental funds but recognized as revenue for governmental activities.	
	437,369
Pension-related deferred outflows and deferred inflows of resources are not due and payable in the current year and therefore are not reported in the governmental funds as follows:	
Deferred outflows related to pensions	152,711
Deferred inflows related to pensions	(299,370)
	\$ 28,474,173
Net position of governmental activities	\$ 28,474,173

The accompanying notes are an integral part of this statement.

VILLAGE OF FORSYTH, ILLINOIS
GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
For the Year Ended December 31, 2018

	General Fund	Capital Projects Fund	Motor Fuel Tax Fund	Hotel Motel Tax Fund	TIF Fund	Total Governmental Funds
REVENUES						
Property taxes	\$ 544,399	\$ -	\$ -	\$ -	\$ 90,612	\$ 635,011
State income tax	371,495	-	-	-	-	371,495
Replacement tax	2,419	-	-	-	-	2,419
Municipal sales and use tax, including interest	4,443,147	-	-	-	-	4,443,147
Hotel/motel tax	-	-	-	455,744	-	455,744
Investment income	113,206	11,071	7,963	2,397	100	134,737
Motor fuel tax payments	-	-	89,329	-	-	89,329
Permits and fees	146,089	-	-	-	-	146,089
Liquor license	33,500	-	-	-	-	33,500
Farm income	27,000	-	-	-	-	27,000
State grants	8,872	-	-	-	-	8,872
Miscellaneous	35,589	-	-	-	-	35,589
Total revenues	5,725,716	11,071	97,292	458,141	90,712	6,382,932
EXPENDITURES						
Current operations:						
General government	1,741,788	-	-	-	-	1,741,788
Public safety	498,069	-	-	-	-	498,069
Highways and streets	461,236	88,346	-	-	-	549,582
Culture and recreation	586,544	-	-	181,673	-	768,217
Economic development	15,047	-	-	-	39,235	54,282
Capital outlay	8,796	335,437	-	44,280	-	388,513
Total expenditures	3,311,480	423,783	-	225,953	39,235	4,000,451
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES BEFORE OTHER FINANCING SOURCES (USES)						
	2,414,236	(412,712)	97,292	232,188	51,477	2,382,481
OTHER FINANCING SOURCES (USES)						
Proceeds from sales of capital assets	148,673	17,000	-	-	-	165,673
Transfers in	283,497	1,874,631	-	-	-	2,158,128
Transfers out	(2,272,851)	(147,906)	-	-	(33,401)	(2,454,158)
Total other financing sources (uses)	(1,840,681)	1,743,725	-	-	(33,401)	(130,357)
NET CHANGE IN FUND BALANCE	573,555	1,331,013	97,292	232,188	18,076	2,252,124
FUND BALANCE, BEGINNING OF YEAR	9,058,025	2,060,579	895,850	691,258	-	12,705,712
FUND BALANCE, END OF YEAR	\$ 9,631,580	\$ 3,391,592	\$ 993,142	\$ 923,446	\$ 18,076	\$ 14,957,836

The accompanying notes are an integral part of this statement.

VILLAGE OF FORSYTH, ILLINOIS
 RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCES TO THE STATEMENT OF ACTIVITIES
 For the Year Ended December 31, 2018

Net change in fund balances - governmental funds \$ 2,252,124

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

Pension expense is recorded as contributions are paid in the governmental funds but as the change in the net pension liability in the Statement of Activities.

Pension contributions paid	76,114
Pension expense	(29,525)

In the Statement of Activities, only the gain or loss on disposal of capital assets is reported, whereas in the governmental funds, the proceeds from sales of capital assets increase fund balance. Thus the change in net assets will differ from the change in fund balance by the cost of the assets disposed.

Net capital asset sales, disposals, trade-ins, and transfers from governmental activities to business-type activities	(602,052)
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Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. In the current period, the amounts are:

Capital asset purchases capitalized	388,513
Depreciation	(803,886)

Change in net position of governmental activities	\$ <u>1,281,288</u>
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The accompanying notes are an integral part of this statement.

VILLAGE OF FORSYTH, ILLINOIS
 PROPRIETARY FUNDS
 STATEMENT OF NET POSITION
 December 31, 2018

	Water	Sanitary Sewer	Total
ASSETS			
Current assets:			
Cash and cash equivalents	\$ 498,415	\$ 435,093	\$ 933,508
Accounts receivable	46,073	32,488	78,561
Special assessments receivable, current	-	12,475	12,475
Total current assets	<u>544,488</u>	<u>480,056</u>	<u>1,024,544</u>
Noncurrent assets:			
Special assessments receivable, noncurrent	-	47,568	47,568
Total noncurrent assets	<u>-</u>	<u>47,568</u>	<u>47,568</u>
Capital assets:			
Capital assets, net of accumulated depreciation	<u>5,645,855</u>	<u>2,114,820</u>	<u>7,760,675</u>
Total capital assets, net	<u>5,645,855</u>	<u>2,114,820</u>	<u>7,760,675</u>
 Total assets	 <u>6,190,343</u>	 <u>2,642,444</u>	 <u>8,832,787</u>
 DEFERRED OUTFLOWS OF RESOURCES			
Deferred outflows related to pensions	<u>13,242</u>	<u>3,136</u>	<u>16,378</u>
Total deferred outflows of resources	<u>13,242</u>	<u>3,136</u>	<u>16,378</u>
 LIABILITIES			
Current liabilities:			
IEPA loans payable, current	269,957	-	269,957
Accounts payable	15,846	20,367	36,213
Accrued interest	20,776	-	20,776
Accrued payroll and benefits	2,920	1,001	3,921
Noncurrent liabilities:			
IEPA loans payable, noncurrent	1,928,108	-	1,928,108
Net pension liability	<u>5,826</u>	<u>1,380</u>	<u>7,206</u>
Total liabilities	<u>2,243,433</u>	<u>22,748</u>	<u>2,266,181</u>
 DEFERRED INFLOWS OF RESOURCES			
Deferred inflows of resources related to special assessments	-	60,044	60,044
Deferred inflows related to pensions	<u>25,959</u>	<u>6,148</u>	<u>32,107</u>
Total deferred inflows of resources	<u>25,959</u>	<u>66,192</u>	<u>92,151</u>
 NET POSITION			
Net investment in capital assets	3,447,790	2,114,820	5,562,610
Unrestricted	<u>486,403</u>	<u>441,820</u>	<u>928,223</u>
Total net position	<u>\$ 3,934,193</u>	<u>\$ 2,556,640</u>	<u>\$ 6,490,833</u>

The accompanying notes are an integral part of this statement.

VILLAGE OF FORSYTH, ILLINOIS
 PROPRIETARY FUNDS
 STATEMENT OF REVENUES, EXPENSES, AND
 CHANGES IN NET POSITION
 For the Year Ended December 31, 2018

	Water	Sanitary Sewer	Total
REVENUES			
Charges for services	\$ 526,493	\$ 321,162	\$ 847,655
Special assessments	-	14,207	14,207
	526,493	335,369	861,862
EXPENSES			
Personal services	81,554	27,564	109,118
Contractual services	124,389	269,916	394,305
Supplies	199,234	7,846	207,080
Other	1,090	-	1,090
Depreciation	349,779	194,300	544,079
	756,046	499,626	1,255,672
OPERATING INCOME (LOSS)	(229,553)	(164,257)	(393,810)
NONOPERATING INCOME (EXPENSE)			
Investment income	1,516	3,137	4,653
Interest expense	(57,410)	-	(57,410)
	(55,894)	3,137	(52,757)
NET INCOME (LOSS) BEFORE TRANSFERS	(285,447)	(161,120)	(446,567)
Transfers in	946,041	-	946,041
Transfers out	(175,012)	-	(175,012)
	485,582	(161,120)	324,462
CHANGE IN NET POSITION	485,582	(161,120)	324,462
NET POSITION, BEGINNING OF YEAR	3,448,611	2,717,760	6,166,371
NET POSITION, END OF YEAR	\$ 3,934,193	\$ 2,556,640	\$ 6,490,833

The accompanying notes are an integral part of this statement.

VILLAGE OF FORSYTH, ILLINOIS
 PROPRIETARY FUNDS
 STATEMENT OF CASH FLOWS
 For the Year Ended December 31, 2018

	Water	Sanitary Sewer	Total
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from customers	\$ 526,526	\$ 336,981	\$ 863,507
Payments to suppliers	(319,970)	(283,641)	(603,611)
Payments to employees	(88,155)	(28,388)	(116,543)
	118,401	24,952	143,353
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
Transfers from (to) other funds	296,030	-	296,030
	296,030	-	296,030
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES			
Purchase of capital assets	(147,810)	(5,229)	(153,039)
Principal paid on note payable	(263,333)	-	(263,333)
Interest paid	(59,899)	-	(59,899)
	(471,042)	(5,229)	(476,271)
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest received	1,516	3,137	4,653
	1,516	3,137	4,653
Net increase (decrease) in cash and cash equivalents	(55,095)	22,860	(32,235)
Cash and cash equivalents, beginning of year	553,510	412,233	965,743
Cash and cash equivalents, end of year	\$ 498,415	\$ 435,093	\$ 933,508
Reconciliation of operating loss to net cash from operating activities:			
Operating loss	\$ (229,553)	\$ (164,257)	\$ (393,810)
Adjustments to reconcile operating loss to net cash from operating activities			
Depreciation	349,779	194,300	544,079
Change in assets, liabilities, deferred inflows, and deferred outflows:			
(Increase) decrease in accounts receivable	33	1,510	1,543
Increase (decrease) in accounts payable	4,743	(5,879)	(1,136)
Increase (decrease) in accrued expenses	(1,691)	700	(991)
Increase (decrease) in deferred inflows and outflows related to special assessments	-	102	102
Increase (decrease) in net pension liability and related deferred inflows and outflows	(4,910)	(1,524)	(6,434)
	347,954	189,209	537,163
Total adjustments	347,954	189,209	537,163
Net cash from operating activities	\$ 118,401	\$ 24,952	\$ 143,353
NONCASH INVESTING, CAPITAL, AND FINANCING ACTIVITIES			
Capital assets transferred from other funds	\$ 474,999	\$ -	\$ 474,999

The accompanying notes are an integral part of this statement.

VILLAGE OF FORSYTH, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
December 31, 2018

1. SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Village of Forsyth, Illinois (Village) have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP). The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

- (a) Subsequent Events – Management has evaluated subsequent events through April 30, 2019, the date when the financial statements were available to be issued.
- (b) Reporting Entity – The financial statements of the Village include all organizations, activities, functions, and component units for which the Village is financially accountable. Financial accountability is defined as the appointment of a voting majority of the component unit’s board, and either (1) the Village’s ability to impose its will over the component unit or (2) the possibility that the component unit will provide a financial benefit or impose a financial burden on the Village. Regardless of whether the component unit has a board or how its board is appointed, the Village is financially accountable if the component unit is fiscally dependent on the Village and can possibly provide a financial benefit or impose a financial burden on the Village. Pursuant to these criteria, no component units were identified for inclusion in the accompanying financial statements.
- (c) Government-wide Financial Statements – The basic financial statements include both government-wide financial statements, including a statement of net position and a statement of activities, and fund financial statements which provide a more detailed level of financial information.

The Statement of Net Position and Statement of Activities display information about the Village as a whole. These statements include the financial activities of the Village. For the most part, the effect of interfund activity has been removed from these statements. The statements distinguish between those activities of the Village that are governmental in nature (which normally are supported by taxes and intergovernmental revenues) and those that are considered business-type activities (which rely to a significant extent on fees and charges for support). The Statement of Net Position presents the financial condition of the governmental and business-type activities of the Village at year end.

The Statement of Activities demonstrates the degree to which the direct expenses of a functional category (highways and streets, culture and recreation, etc.) or activity are offset by program revenues. Direct expenses are those that are clearly identifiable with specific function or activity.

VILLAGE OF FORSYTH, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
December 31, 2018

1. SIGNIFICANT ACCOUNTING POLICIES – Continued

(c) Government-wide Financial Statements – Continued

Program revenues include (1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or activity and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or activity.

Taxes and other items not properly included among program revenues are reported instead as general revenues. The comparison of direct expenses with program revenues identifies the extent to which each governmental program or business activity is self-financing or draws from the general revenues of the Village.

- (d) Fund Financial Statements – During the year, the Village segregates transactions related to certain functions or activities into separate funds in order to aid financial management and to demonstrate legal compliance. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts. Fund financial statements are designed to present financial information of the Village at a more detailed level. The Village maintains governmental and proprietary funds. The focus of governmental and proprietary fund financial statements is on major funds. Each major fund is presented in a separate column. Nonmajor funds, if any, are aggregated and presented in a single column. The Village has elected to present all funds as major funds.

Governmental Funds

Governmental funds are those through which most governmental functions of the Village are financed. Governmental fund reporting focuses on the sources, uses, and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purpose for which they may or must be used. Current liabilities are assigned to the fund from which they will be paid. The difference between governmental fund assets and liabilities is reported as fund balance. The following are the Village's major governmental funds:

General Fund – The General Fund accounts for all financial resources, except those required to be accounted for in another fund.

Capital Projects Fund – The Capital Projects Fund is used to account for funds which have been set aside by the Village to be used for current and future capital projects.

Motor Fuel Tax Fund – The Motor Fuel Tax Fund is used to account for motor fuel taxes received that are legally restricted to expenditures for maintenance of roads.

Hotel Motel Tax Fund – The Hotel Motel Tax Fund is used to account for hotel/motel taxes received that are legally restricted to expenditures to promote tourism.

VILLAGE OF FORSYTH, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
December 31, 2018

1. SIGNIFICANT ACCOUNTING POLICIES – Continued

(d) Fund Financial Statements – Continued

Governmental Funds – Continued

TIF Fund – The TIF Fund is used to account for property taxes received that are legally restricted for Tax Increment Financing (TIF) District redevelopment plan expenditures.

Proprietary Funds

Proprietary funds are used to account for activities that are similar to those often found in the private sector. All assets, liabilities, equities, revenues, expenses, and payments relating to the government's business activities are accounted for through proprietary funds. Operating revenues include charges for services. Operating expenses include costs of services as well as materials, contracts, personnel, and depreciation. All revenues and expenses not meeting these definitions are reported as nonoperating revenues and expenses.

The following are the Village's major proprietary funds:

Water Fund and Sanitary Sewer Fund – The Water Fund and the Sanitary Sewer Fund provide water services and sanitary sewer waste collection and transmission services to Village citizens and account for operations that are financed in a manner similar to private business enterprises.

- (e) 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.

The government-wide Statement of Net Position and the Statement of Activities and the proprietary fund financial statements are presented using the economic resources measurement focus and the accrual basis of accounting. The accounting objectives of the economic resources measurement focus are the determination of operating income, changes in net position (or cost recovery), financial position, and cash flows. All assets and liabilities (whether current or noncurrent, financial or nonfinancial) associated with their activities are reported. Equity is classified as net position. Under the accrual basis of accounting, revenues are recognized in the period in which they are earned, and expenses are recognized in the period in which the liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenue in the year for which the taxes are levied. Grants are recognized as revenue when eligibility requirements are met, such as allowable costs having been incurred.

VILLAGE OF FORSYTH, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
December 31, 2018

1. SIGNIFICANT ACCOUNTING POLICIES – Continued

(e) Measurement Focus and Basis of Accounting – Continued

The governmental fund financial statements use the current financial resources measurement focus and the modified accrual basis of accounting. Generally only current financial assets and liabilities are included on the governmental funds' balance sheets. Their operating statements present sources and uses of available spendable financial resources during a given period.

In the governmental funds, revenues are recognized when they become measurable and available. *Available* is defined as collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. Revenues received more than 60 days after the end of the current period are deferred in the governmental fund financial statements but are recognized as current revenues in the government-wide financial statements. Expenditures are recognized in the accounting period in which the fund liability is incurred, if measurable. Governmental funds use fund balance as their measure of available spendable financial resources at the end of the period.

Proprietary fund operating revenues consist of charges for services and miscellaneous revenue resulting from the provision of services to users. Operating expenses are expenses incurred in providing the services, such as personal services, materials and supplies, and contractual services.

- (f) Cash and Cash Equivalents – For purposes of the Statement of Cash Flows for proprietary funds, the Village considers all highly liquid investments with maturities of three months or less when purchased to be cash equivalents, excluding amounts invested with the Illinois Treasurer's Illinois Funds.
- (g) Investments – Investments include accounts with the Illinois Treasurer's Illinois Funds. These accounts are stated at cost, which approximates fair value. Illinois Funds were established to supplement and enhance the investment opportunities available to custodians of public agency funds throughout the State. The management, custodianship, and operation of the Illinois Funds are under the supervision of the State of Illinois, Office of the Treasurer.
- (h) Capital Assets – The Village's GAAP basis of accounting reports capital assets and depreciation when appropriate. The accounting treatment over property, plant, and equipment (capital assets) depends on whether the assets are used in governmental fund or proprietary fund operations and whether they are reported in the government-wide or fund financial statements.

VILLAGE OF FORSYTH, ILLINOIS
 NOTES TO FINANCIAL STATEMENTS
 December 31, 2018

1. SIGNIFICANT ACCOUNTING POLICIES – Continued

(h) Capital Assets – Continued

Government-wide Statements

In the government-wide financial statements, capital assets are accounted for as assets in the Statement of Net Position. All capital assets are valued at historical cost or estimated historical cost if actual is unavailable. Estimated historical cost was used to value the majority of the assets acquired prior to May 1, 2004. Prior to May 1, 2004, governmental funds' infrastructure assets were not capitalized. Infrastructure assets acquired since May 1, 2004, are recorded at cost. Donated fixed assets are valued at their fair market value on the date donated.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed. Net revenue bond interest cost incurred during construction periods is capitalized when material. During the year ended December 31, 2018, no interest was capitalized.

Depreciation of all exhaustible capital assets is recorded as an allocated expense in the Statement of Activities, with accumulated depreciation reflected in the Statement of Net Position. Depreciation is provided over the assets' estimated useful lives using straight-line method of depreciation. An asset is capitalized if its cost is \$5,000 or more and its useful life is one year or more. The range of estimated useful lives by type of asset is as follows:

Buildings	50 years
Improvements other than buildings	20 to 40 years
Equipment	4 to 10 years
Drainage improvements	35 to 50 years
Meters	10 years
Streets	20 to 25 years
Storm/sanitary sewer	50 years
System infrastructure	20 to 50 years

Fund Financial Statements

In the fund financial statements, capital assets acquired for use in governmental fund operations are accounted for as capital outlay expenditures of the governmental fund upon acquisition. Capital assets acquired for use in the proprietary fund operations are accounted for the same as in the government-wide statements.

VILLAGE OF FORSYTH, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
December 31, 2018

1. SIGNIFICANT ACCOUNTING POLICIES – Continued

- (i) Prepaid Items – In governmental and business-type funds, prepaid expenditures/expenses are deferred and expensed over the term when the services are received.
- (j) Long-Term Debt – All long-term debt to be repaid from governmental and business-type resources is reported as a liability in the government-wide statements.

Long-term debt of governmental funds is not reported as a liability in the fund financial statements. The debt proceeds are reported as other financing sources, and payments of principal and interest are reported as expenditures. The accounting in proprietary funds is the same in the fund financial statements as in the government-wide statements.

- (k) Interfund Activity – Interfund activity is reported as either loans, services provided, reimbursements, or transfers. On fund financial statements, receivables and payables resulting from short-term interfund loans or interfund services provided and used are classified as “Due to/Due from Other Funds.” Reimbursements are when one fund incurs a cost, charges the appropriate benefiting fund, and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers, which are reported as other financing sources/uses in governmental funds and after nonoperating revenues/expenses in enterprise funds. Interfund balances within governmental activities and within business-type activities are eliminated on the government-wide Statement of Net Position. The only interfund balances which remain on the government-wide Statement of Net Position are those between governmental and business-type activities. These amounts are reported as “Internal Balances.”
- (l) Compensated Absences – Full-time and part-time permanent employees are granted vacation benefits in varying amounts to specified maximums depending on tenure with the Village. Employees are entitled to all accrued vacation leave upon termination. Sick leave also accrues to full-time employees; however, unused sick leave is not payable upon termination of employment. Accrued vacation must be used on an annual basis and may not be carried over to subsequent years. These amounts are accrued when incurred in the fund financial statements. Governmental and proprietary funds have recorded \$6,425 and \$1,442, respectively, as compensated absences at December 31, 2018. Compensated absences are classified as current liabilities on the government-wide and fund financial statements.
- (m) Deferred Inflows and Outflows of Resources – Deferred outflows of resources represent a consumption of net position that applies to a future period(s) and will not be recognized as an outflow of resources (expense/expenditure) until then. Deferred outflows of resources consist of unrecognized items not yet charged to pension expense and employer pension contributions after the measurement date but before the end of the employer’s reporting period.

VILLAGE OF FORSYTH, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
December 31, 2018

1. SIGNIFICANT ACCOUNTING POLICIES – Continued

(m) Deferred Inflows and Outflows of Resources – Continued

Deferred inflows of resources represent an acquisition of net position that applies to a future period(s) and will not be recognized as an inflow of resources (revenue) until that time. Although certain revenues are measurable, they are not available. Available means collected within the current year or expected to be collected soon enough thereafter to be used to pay liabilities of the current year. Deferred inflows of resources reported in the governmental fund financial statements as unavailable revenue represent the amount of assets that have been recognized for which the related revenue has not been recognized since it was not collected within the current year or expected to be collected soon enough thereafter to be used to pay liabilities of the current year. Deferred inflows of resources in the governmental funds consist of property tax receivables not collected within 60 days after the end of the year for which they were levied. This revenue is recognized in the government-wide financial statements.

Deferred inflows of resources in the Statement of Net Position include the unamortized portion of components of the net pension liability that will reduce pension expense in future years and special assessment receivables that pertain to future periods. Deferred inflows in the proprietary funds are accounted for the same as in the government-wide financial statements.

(n) Fund Balance/Net Position

Government-wide Statements

Equity is classified as net position and displayed in three components:

- a. Net investment in capital assets – Consists of capital assets, including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvements of those assets.
- b. Restricted net position – Consists of net position with constraints placed on its use either by (1) external groups such as creditors, grantors, contributors, or laws and regulations of other governments; or (2) law through constitutional provisions or enabling legislation. The government-wide statement of net position reports \$1,942,821 of net position that is restricted by state statute.
- c. Unrestricted net position – All other net position that does not meet the definition of “restricted” or “net investment in capital assets.”

It is the Village’s policy to first use restricted net position prior to the use of unrestricted net position when an expense is incurred for purposes for which both restricted and unrestricted net position are available.

VILLAGE OF FORSYTH, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
December 31, 2018

1. SIGNIFICANT ACCOUNTING POLICIES – Continued

(n) Fund Balance/Net Position – Continued

Fund Financial Statements

Fund balance is the difference between assets and liabilities in a governmental fund. The Village reports a governmental fund's fund balance in the following classifications.

- a. Nonspendable – Amounts that cannot be spent because they either are not spendable form or are legally or contractually required to be maintained intact.
- b. Restricted – Resources that are subject to constraints imposed by external parties or enabling legislation.
- c. Committed – Amounts constrained for specific purposes by the Village Board of Trustees through formal action (ordinance or resolution).
- d. Assigned – Amounts that are designated by the Village Board, Village Treasurer, or Village Administrator to be used for specific purposes, but are neither restricted nor committed.
- e. Unassigned – The residual classification for the General Fund, the net resources that cannot be properly classified in one of the preceding four categories. Other governmental funds report deficit fund balance as unassigned.

The Village's minimum fund balance policy for the General Fund is to maintain a fund balance sufficient to fund the Village's current fiscal year's operating budget (excluding capital improvements) for a period of six months. The Village's minimum fund balance policy for the Motor Fuel Tax Fund is to maintain a fund balance in an amount no less than three months' worth of MFT revenues budgeted for the current fiscal year.

When an expenditure is incurred for which restricted, committed, assigned, or unassigned fund balances are available, the Village considers amounts to have been spent first out of restricted funds, then committed funds, then assigned funds, and finally unassigned funds, as needed.

- (o) Use of Estimates – The preparation of the financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimates.

VILLAGE OF FORSYTH, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
December 31, 2018

2. DEPOSITS AND INVESTMENTS

The Village's Board of Trustees has adopted an investment policy that permits investments allowed by the Illinois Compiled Statutes (ILCS), which authorize the Village to make deposits in interest-bearing depository accounts in federally insured and/or state chartered banks and savings and loan associations, or other financial institutions as designated by ordinances, and to invest available funds in direct obligations of, or obligations guaranteed by, the United States Treasury or agencies of the United States, money market mutual funds whose portfolios consist of governmental securities, the Illinois Fund, and annuities.

- (a) Deposits – Separate bank accounts are maintained for all Village funds except the Capital Projects Fund and are all held at financial institutions. At December 31, 2018, the carrying amount of the Village's deposits, excluding petty cash, was \$8,359,990. The bank balances of these deposits totaled \$8,589,581. The entire bank balance was covered by federal depository insurance or collateral held in the Village's name.
- (b) Investments – The Village invests in the Illinois Funds Money Market Fund, which consists of monies invested by individual participants that are pooled together and invested in U.S. Treasury bills and notes backed by the full faith and credit of the U.S. Treasury and other investments permitted by Illinois statute. The Village's balance in the Illinois Funds at December 31, 2018, was \$6,716,838.
- (c) Custodial Credit Risk – Custodial credit risk is the risk that, in the event of a bank failure, the Village's deposits might not be recovered. The Village's investment policy requires the financial institutions utilized by the Village to provide appropriate collateral for deposits in excess of FDIC insurance limits.
- (d) Credit Risk – Credit risk on investments is mitigated by limiting investments to those specified in state statute. The Illinois Funds investment pools were rated AAAM by Standard & Poor's as of February 23, 2018. The pool is audited annually by an outside independent auditor and copies of the report are distributed to participants. Although not subject to direct regulatory oversight, the fund is administered by the Illinois State Treasurer in accordance with the provision of the Illinois Public Funds Investment Act, 30 ILCS 235.
- (e) Concentration of Credit Risk – The Village's investment policy states investments shall be diversified to eliminate the risk of loss resulting in over concentration in a specific maturity, issuer, or class of securities. Diversification strategies shall be determined and revised periodically by the Village Treasurer.

Unless specifically authorized by the Illinois State Treasurer, the Illinois Funds Money Market Fund's investment policy limits investment categories not to exceed 25% of the portfolio with the exception of cash equivalents and U.S. Treasury securities. Further, certificates of deposit cannot exceed 10% of any single financial institution's total deposits.

VILLAGE OF FORSYTH, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
December 31, 2018

2. DEPOSITS AND INVESTMENTS – Continued

- (f) Interest Rate Risk – Interest rate risk is the risk that the market value of portfolio securities will fall due to a decrease in general interest rates. Interest rate risk is mitigated by structuring the Village’s portfolio so that securities mature to meet the Village’s cash requirements for ongoing operations.

The investment policy of the Illinois Funds Money Market Fund states that, unless authorized specifically by the Treasurer, a minimum of 75% of its investments shall have less than one year maturity and no investment shall exceed two years maturity.

3. PROPERTY TAXES

The Village’s property tax is levied on or before the last Tuesday in December and attaches as an enforceable lien on the following January 1 of each year on property values assessed as of the same date.

Taxes levied in one year become due and payable in two installments during the following year. The first installment is due no later than June 1 and the second installment is due no later than September 1. Property taxes are collected by the Macon County Collector, who remits to each taxing unit its respective share of the collections.

4. CAPITAL ASSETS

Capital asset activity for the year ended December 31, 2018, consists of the following:

	Balances December 31, 2017	Additions	Retirements	Transfers	Balances December 31, 2018
Governmental activities:					
Land	\$ 2,196,000	\$ -	\$ (111,642)	\$ -	\$ 2,084,358
Construction in progress	527,835	75,173	-	(500,222)	102,786
Capital assets not being depreciated	2,723,835	75,173	(111,642)	(500,222)	2,187,144
Depreciable capital assets:					
Buildings	3,467,356	-	-	-	3,467,356
Improvements other than buildings	859,493	47,657	-	-	907,150
Equipment	1,500,645	117,281	(43,411)	23,240	1,597,755
Drainage improvements	131,039	-	-	-	131,039
Streets	11,026,979	128,402	-	1,983	11,157,364
Storm/sanitary sewer	1,674,674	-	-	-	1,674,674
System infrastructure	2,550,079	20,000	-	-	2,570,079
Total depreciable assets	21,210,265	313,340	(43,411)	25,223	21,505,417

VILLAGE OF FORSYTH, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
December 31, 2018

4. CAPITAL ASSETS – Continued

	Balances December 31, 2017	Additions	Retirements	Transfers	Balances December 31, 2018
Governmental activities:					
Accumulated depreciation:					
Buildings	\$ (2,508,602)	\$ (121,569)	\$ -	\$ -	\$ (2,630,171)
Improvements other than buildings	(498,277)	(61,189)	-	-	(559,466)
Equipment	(935,203)	(91,053)	27,999	-	(998,257)
Drainage improvements	(23,622)	(2,884)	-	-	(26,506)
Streets	(3,419,113)	(382,043)	-	-	(3,801,156)
Storm/sanitary sewer	(393,633)	(73,510)	-	-	(467,143)
System infrastructure	(1,845,412)	(71,638)	-	-	(1,917,050)
Total accumulated depreciation	<u>(9,623,862)</u>	<u>(803,886)</u>	<u>27,999</u>	<u>-</u>	<u>(10,399,749)</u>
Other capital assets, net of accumulated depreciation	<u>11,586,403</u>	<u>(490,546)</u>	<u>(15,412)</u>	<u>25,223</u>	<u>11,105,668</u>
Total governmental activities capital assets, net	<u>\$ 14,310,238</u>	<u>\$ (415,373)</u>	<u>\$ (127,054)</u>	<u>\$ (474,999)</u>	<u>\$ 13,292,812</u>
Business-type activities:					
Depreciable capital assets:					
Buildings	\$ 6,307,983	\$ -	\$ -	\$ -	\$ 6,307,983
Equipment	345,882	5,228	-	-	351,110
Meters	101,437	142,861	-	474,999	719,297
Storm/sanitary sewer	6,388,077	-	-	-	6,388,077
System infrastructure	5,158,734	4,950	-	-	5,163,684
Total depreciable assets	<u>18,302,113</u>	<u>153,039</u>	<u>-</u>	<u>474,999</u>	<u>18,930,151</u>
Accumulated depreciation:					
Buildings	(2,254,147)	(149,091)	-	-	(2,403,238)
Equipment	(202,371)	(13,372)	-	-	(215,743)
Meters	(76,199)	(65,774)	-	-	(141,973)
Storm/sanitary sewer	(4,207,356)	(184,238)	-	-	(4,391,594)
System infrastructure	(3,885,324)	(131,604)	-	-	(4,016,928)
Total accumulated depreciation	<u>(10,625,397)</u>	<u>(544,079)</u>	<u>-</u>	<u>-</u>	<u>(11,169,476)</u>
Total business-type activities capital assets, net	<u>\$ 7,676,716</u>	<u>\$ (391,040)</u>	<u>\$ -</u>	<u>\$ 474,999</u>	<u>\$ 7,760,675</u>

VILLAGE OF FORSYTH, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
December 31, 2018

4. CAPITAL ASSETS – Continued

Depreciation expense was charged to the Village’s functions as follows:

Governmental activities:

General government	\$ 98,945
Highways and streets	527,167
Culture and recreation	<u>177,774</u>
Total	<u>\$ 803,886</u>

Business-type activities:

Water	\$ 349,779
Sewer	<u>194,300</u>
Total	<u>\$ 544,079</u>

5. INTERFUND TRANSACTIONS

A summary of interfund transactions during the year ended December 31, 2018, follows:

	<u>Transfers in</u>	<u>Transfers out</u>
Governmental Activities (transfer of capital assets)	\$ -	\$ 474,999
Governmental Funds:		
General Fund	283,497	2,272,851
Capital Projects Fund	1,874,631	147,906
TIF Fund	-	33,401
Enterprise Funds:		
Water Fund	<u>946,041</u>	<u>175,012</u>
Total interfund transfers	<u>\$ 3,104,169</u>	<u>\$ 3,104,169</u>

The transfer of restricted funds out of the TIF Fund was to reimburse the Village’s General Fund for the initial costs incurred in 2017 to establish the TIF District.

6. LONG-TERM DEBT

The following is a summary of changes in long-term debt for the current year:

	<u>Balance Dec. 31, 2017</u>	<u>Additions</u>	<u>Retirements</u>	<u>Balance Dec. 31, 2018</u>	<u>Due Within One Year</u>
Business-Type Activities:					
Water Fund: IEPA loan payable – water plant	<u>\$ 2,461,398</u>	<u>\$ -</u>	<u>\$ 263,333</u>	<u>\$ 2,198,065</u>	<u>\$ 269,957</u>

IEPA loan payable

During 2005, the Village entered into an agreement with the Illinois Environmental Protection Agency for a loan to fund the construction of a new water treatment plant. The original loan amount was \$4,964,604 (Water plan #L17-2247), due in semi-annual installments of \$161,616 through February 15, 2026. The loan carries a stated rate of interest of 2.5%. The principal balance of the loan was \$2,198,065 as of December 31, 2018.

VILLAGE OF FORSYTH, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
December 31, 2018

6. LONG-TERM DEBT – Continued

The debt service requirement to retire the note payable outstanding as of December 31, 2018, is as follows:

<u>Years ending December 31,</u>	<u>IEPA Loan Payable</u>		
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2019	\$ 269,957	\$ 53,275	\$ 323,232
2020	276,749	46,483	323,232
2021	283,710	39,522	323,232
2022	290,847	32,385	323,232
2023	298,164	25,068	323,232
2024-2026	<u>778,638</u>	<u>29,442</u>	<u>808,080</u>
Total	<u>\$2,198,065</u>	<u>\$ 226,175</u>	<u>\$2,424,240</u>

7. ILLINOIS MUNICIPAL RETIREMENT FUND

The Village’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 Village’s plan is managed by the Illinois Municipal Retirement Fund (IMRF), the administrator of a multi-employer agent public pension fund. A summary of IMRF’s pension benefits is provided in the “Benefits Provided” section below. Details of all benefits are available from IMRF. 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 Comprehensive Annual Financial Report that includes financial statements, detailed information about the pension plan’s fiduciary net position, and required supplementary information. The report is available for download at www.imrf.org.

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

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

VILLAGE OF FORSYTH, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
December 31, 2018

7. ILLINOIS MUNICIPAL RETIREMENT FUND – Continued

(a) Benefits Provided – Continued

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

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

(b) Employees Covered by Benefit Terms – As of December 31, 2017, the following employees were covered by the benefit terms:

	IMRF Regular Plan
Retirees and beneficiaries currently receiving benefits	13
Inactive plan members entitled to but not yet receiving benefits	15
Active plan members	18
Total	46

(c) Contributions – As set by statute, the Village’s Regular Plan members are required to contribute 4.5% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The Village’s annual contribution rate for calendar year 2017 was 11.57%. For the calendar year ended December 31, 2017, the Village contributed \$80,295 to the plan. For the fiscal year ended December 31, 2018, the Village contributed \$84,277 to the plan. The Village 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 IMRF’s Board of Trustees, while the supplemental retirement benefits rate is set by statute.

(d) Net Pension Liability – The Village’s net pension liability was measured as of December 31, 2017. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

(e) Actuarial Assumptions – The following are the methods and assumptions used to determine total pension liability at December 31, 2017:

VILLAGE OF FORSYTH, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
December 31, 2018

7. ILLINOIS MUNICIPAL RETIREMENT FUND – Continued

(e) Actuarial Assumptions – Continued

- The **Actuarial Cost Method** used was Entry Age Normal.
- The **Asset Valuation Method** used was Market Value of Assets.
- The **Inflation Rate** was assumed to be 2.75%.
- **Salary Increases** were expected to be 3.75% to 14.50%, including inflation.
- The **Investment Rate of Return** was assumed to be 7.50%.
- **Projected Retirement Age** was from the Experience-based Table of Rates, specific to the type of eligibility condition, last updated for the 2014 valuation according to an experience study from years 2011 to 2013.
- The IMRF-specific rates for **Mortality** (for nondisabled retirees) were developed from the RP-2014 Blue Collar Health Annuitant Mortality Table with adjustments to match current IMRF experience.
- For **Disabled Retirees**, an IMRF-specific mortality table was used with fully generational projection scale MP-2014 (base year 2014). The IMRF-specific rates were developed from the RP-2014 Disabled Retirees Mortality Table, applying the same adjustments that were applied for nondisabled lives.
- For **Active Members**, an IMRF-specific mortality table was used with fully generational projection scale MP-2014 (base year 2014). The IMRF-specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.
- The **Long-Term Expected Rate of Return** on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense, and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return to the target asset allocation percentage and adding expected inflation. The target allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table as of December 31, 2016:

Asset Class	Portfolio Target Percentage	Long-Term Expected Real Rate of Return
Domestic Equity	38%	6.85%
International Equity	17%	6.75%
Fixed Income	27%	3.00%
Real Estate	8%	5.75%
Alternative Investments	9%	2.65–7.35%
Cash Equivalents	<u>1%</u>	2.25%
Total	<u>100%</u>	

VILLAGE OF FORSYTH, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
December 31, 2018

7. ILLINOIS MUNICIPAL RETIREMENT FUND – Continued

(f) Single Discount Rate – A single discount rate of 7.50% was used to measure the total pension liability. The projection of cash flow used to determine this single discount rate assumed that the plan members’ contributions will be made at the current contribution rate, and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. The single discount rate reflects:

1. The long-term expected rate of return on pension plan investments (during the period in which the fiduciary net position is projected to be sufficient to pay benefits), and
2. The tax-exempt municipal bond rate based on an index of 20-year general obligation bonds with an average AA credit rating (which is published by the Federal Reserve) as of the measurement date (to the extent that the contributions for use with the long-term expected rate of return are not met).

For the purpose of the most recent valuation, the expected rate of return on plan investments is 7.50%, the municipal bond rate is 3.78%, and the resulting single discount rate is 7.50%.

(g) Changes in the Net Pension Liability

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability (A) - (B)
Balances at December 31, 2016	\$ 3,260,739	\$ 2,825,242	\$ 435,497
Changes for the year:			
Service Cost	69,263	-	69,263
Interest on the Total Pension Liability	242,028	-	242,028
Changes of Benefit Terms	-	-	-
Differences between Expected and Actual			
Experience of the Total Pension Liability	(9,281)	-	(9,281)
Changes of Assumptions	(99,733)	-	(99,733)
Contributions - Employer	-	80,295	(80,295)
Contributions - Employees	-	31,230	(31,230)
Net Investment Income	-	485,120	(485,120)
Benefit Payments, including Refunds			
of Employee Contributions	(136,658)	(136,658)	-
Other (Net Transfer)	-	(33,262)	33,262
Net Changes	65,619	426,725	(361,106)
Balances at December 31, 2017	<u>\$ 3,326,358</u>	<u>\$ 3,251,967</u>	<u>\$ 74,391</u>

(h) Sensitivity of the Net Pension Liability to Changes in the Discount Rate – The following presents the plan’s net pension liability, calculated using a single discount rate of 7.50%, as well as what the plan’s net pension liability would be if it were calculated using a single discount rate that is 1% lower or 1% higher:

VILLAGE OF FORSYTH, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
December 31, 2018

7. ILLINOIS MUNICIPAL RETIREMENT FUND – Continued

(h) Sensitivity of the Net Pension Liability to Changes in the Discount Rate – Continued

	1% Lower (6.50%)	Current Discount Rate (7.50%)	1% Higher (8.50%)
Net Pension Liability	\$ 491,109	\$ 74,391	\$ (273,690)

(i) Pension Expense, Deferred Outflows of Resources, and Deferred Inflows of Resources Related to Pensions – For the year ended December 31, 2018, the Village recognized IMRF pension expense of \$31,254. At December 31, 2018, the Village reported deferred outflows or resources and deferred inflows of resources related to IMRF pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Deferred Amounts Related to Pensions		
<i>Deferred Amounts to be Recognized in Pension Expense in Future Periods</i>		
Differences between expected and actual experience	\$ -	\$ 39,992
Changes of assumptions	1,027	71,151
Net difference between projected and actual earnings on pension plan investments	83,785	220,334
Total Deferred Amounts to be recognized in pension expense in future periods	84,812	331,477
<i>Pension Contributions made subsequent to the Measurement Date</i>	84,277	-
Total Deferred Amounts Related to Pensions	\$ 169,089	\$ 331,477

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

Year Ending April 30,	Net Deferred Outflows of Resources
2019	\$ 11,911
2020	(63,254)
2021	(55,960)
2022	(55,085)
2023	-
Total	\$ (162,388)

VILLAGE OF FORSYTH, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
December 31, 2018

8. DEFERRED COMPENSATION PLAN

The Village offers all full-time and permanent part-time employees a deferred compensation plan established in accordance with the requirements of the Internal Revenue Code Section 457. Participants authorize the Village to withhold funds from their salaries which are invested, within a range of options, in individual accounts in the ICMA Retirement Corporation as directed by the individual. The deferred compensation is not available to the participants until termination, retirement, death, or unforeseeable emergency. The Village made no contributions to the Plan. The assets of the Plan are for the exclusive benefit of the participants and their beneficiaries.

9. OTHER POSTEMPLOYMENT BENEFITS

The Village evaluated its potential liability for other postemployment benefits. Former employees who choose to retain their health, dental, and vision insurance through the Village are required to pay 100% of the current premium. As of December 31, 2018, the Village had one former employee who chose to utilize this postemployment benefit for dental coverage only. As a result, the Village experienced minimal utilization and therefore has virtually no implicit subsidy to calculate in accordance with GASB Statement No. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions*. Additionally, the Village had no former employees for whom the Village was providing an explicit subsidy, nor did the Village have any current employees with agreements for future explicit subsidies upon retirement. The Village therefore has recorded no postemployment benefit liability as of December 31, 2018.

10. SPECIAL ASSESSMENTS

The Village established four special assessments in prior years with those residing in specific subdivisions within the Village. The stated purpose of each of the assessments pertains to financing for the cost of constructing a sanitary sewer in each subdivision. Residents were given the option of paying all of the assessment in full or paying on a monthly basis over 20 years.

Beginning January 10, 2000, the Village established a special assessment with the residents of the Woodland Hills subdivision for \$4,100 per unit (total \$266,500), plus 3.125% interest, payable at the rate of \$23.00 per month. As of December 31, 2018, the balance of special assessments to be collected totaled \$14,675.

Beginning July 10, 2003, the Village established a special assessment with the residents of Montezuma Hills subdivision for \$4,100 per unit (total \$217,300), plus 3.175% interest, payable at a rate of \$23.10 per month. As of December 31, 2018, the balance of special assessments to be collected totaled \$22,050.

Beginning November 10, 2005, the Village established a special assessment with the residents of the Hickory Point Estates subdivision for \$4,100 per unit (total \$205,000), plus 3.000% interest, which could be paid at the rate of \$22.74 per month. As of December 31, 2018, the balance of special assessments to be collected totaled \$18,655.

VILLAGE OF FORSYTH, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
December 31, 2018

10. SPECIAL ASSESSMENTS – Continued

Beginning August 10, 2007, the Village established a special assessment with the residents of the Hickory Point Park subdivision for \$4,100 per unit (total \$53,300), plus 3.000% interest, which could be paid at the rate of \$22.74 per month. As of December 31, 2018, the balance of special assessments to be collected totaled \$4,664.

11. CONTRACTUAL COMMITMENTS

As of December 31, 2018, the Village had the following outstanding contractual commitments related to future services or various construction projects:

<u>Project or Service</u>	<u>Period</u>	<u>Contract Amount</u>	<u>Amount Paid as of Dec. 31, 2018</u>	<u>Amount Remaining on Contract</u>
Macon Co. Sheriff protection	6/1/15 to 12/31/19	\$ 1,977,434	\$ 1,510,040	\$ 467,694
Fireworks display	6/16/18 to 6/20/20	22,500	7,500	15,000
TIF District services	1/1/18 to 12/31/20	64,718	16,718	48,000
Postage meter rental	2/22/17 to 2/22/20	1,440	960	480

12. RISK MANAGEMENT

The Village is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The Village joined together with other governments to form the Illinois Municipal Risk League, a public-entity risk pool currently operating as a common risk management and insurance program for Illinois municipalities. The Village pays an annual premium to the pool for its general insurance coverage. The agreement for formation of the Illinois Municipal Risk League provides that the pool will be self-sustaining through member premiums. There have been no significant changes from the prior year, and settlements have not exceeded coverage in the current year or the prior two years.

13. LITIGATION

As of December 31, 2018, the Village is the defendant in a personal injury lawsuit. Management intends to contest this case vigorously and believes that the outcome will not materially affect the Village’s financial statements. Due to uncertainties in the settlement process, it is at least reasonably possible that management’s view of the outcome will change in the near term.

14. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

For the year ended December 31, 2018, expenditures on a budgetary basis in the General Fund exceeded appropriations by \$108,608. The excess expenditures were covered by current-year revenues.

REQUIRED SUPPLEMENTARY INFORMATION

VILLAGE OF FORSYTH, ILLINOIS
GENERAL FUND
SCHEDULE OF REVENUES COLLECTED, EXPENDITURES PAID, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Year Ended December 31, 2018

	Original Budget	Final Budget	Actual (Budgetary Basis)	Budget to GAAP Differences	Actual (GAAP Basis)
REVENUES					
Property taxes:					
General levy	\$ 437,460	\$ 437,460	\$ 442,493	\$ (5,518)	\$ 436,975
Township road and bridge - Village portion	105,000	105,000	108,634	(1,210)	107,424
Total property taxes	542,460	542,460	551,127	(6,728)	544,399
State income tax	340,000	340,000	334,223	37,272	371,495
Replacement tax	2,800	2,800	2,419	-	2,419
Municipal sales and use tax, including interest	4,150,500	4,150,500	4,460,269	(17,122)	4,443,147
Investment income	38,650	38,650	113,206	-	113,206
Permits and fees:					
Building permits and rezoning fees	8,000	8,000	6,294	-	6,294
Plan review fees	10,000	10,000	10,146	-	10,146
Other permits	2,800	2,800	3,695	-	3,695
Library fees	6,700	6,700	5,683	-	5,683
Franchise fees	102,700	102,700	100,476	252	100,728
Park concessions	300	300	208	-	208
Facility rental fees	19,800	19,800	19,335	-	19,335
Liquor licenses	37,000	37,000	33,500	-	33,500
Farm income	20,000	20,000	35,000	(8,000)	27,000
State grants	4,400	4,400	8,872	-	8,872
Miscellaneous	9,000	9,000	35,589	-	35,589
Total revenues	<u>5,295,110</u>	<u>5,295,110</u>	<u>5,720,042</u>	<u>5,674</u>	<u>5,725,716</u>
EXPENDITURES					
General government	1,695,485	1,695,485	1,934,553	(192,765)	1,741,788
Public safety	467,000	467,000	462,262	35,807	498,069
Highways and streets	542,800	542,800	492,917	(31,681)	461,236
Culture and recreation	690,000	690,000	596,980	(10,436)	586,544
Economic development	15,000	15,000	32,181	(17,134)	15,047
Capital outlay	-	-	-	8,796	8,796
Total expenditures	<u>3,410,285</u>	<u>3,410,285</u>	<u>3,518,893</u>	<u>(207,413)</u>	<u>3,311,480</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES BEFORE OTHER FINANCING SOURCES (USES)					
	<u>1,884,825</u>	<u>1,884,825</u>	<u>2,201,149</u>	<u>213,087</u>	<u>2,414,236</u>
OTHER FINANCING SOURCES (USES)					
Proceeds from sales of capital assets	-	-	-	148,673	148,673
Transfers in	250,000	250,000	283,497	-	283,497
Transfers out	(2,272,851)	(2,272,851)	(2,272,851)	-	(2,272,851)
Total other financing sources (uses)	<u>(2,022,851)</u>	<u>(2,022,851)</u>	<u>(1,989,354)</u>	<u>148,673</u>	<u>(1,840,681)</u>
NET CHANGE IN FUND BALANCE	<u>\$ (138,026)</u>	<u>\$ (138,026)</u>	<u>\$ 211,795</u>	<u>\$ 361,760</u>	<u>573,555</u>
FUND BALANCE, BEGINNING OF YEAR					<u>9,058,025</u>
FUND BALANCE, END OF YEAR					<u>\$ 9,631,580</u>

VILLAGE OF FORSYTH, ILLINOIS
 CAPITAL PROJECTS FUND
 SCHEDULE OF REVENUES COLLECTED, EXPENDITURES PAID, AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 For the Year Ended December 31, 2018

	Original Budget	Final Budget	Actual (Budgetary Basis)	Budget to GAAP Differences	Actual (GAAP Basis)
REVENUES					
Investment income	\$ 3,500	\$ 3,500	\$ 11,071	\$ -	\$ 11,071
Total revenues	<u>3,500</u>	<u>3,500</u>	<u>11,071</u>	<u>-</u>	<u>11,071</u>
EXPENDITURES					
Highways and streets	-	-	88,346	-	88,346
Capital outlay	<u>1,710,300</u>	<u>1,710,300</u>	<u>305,245</u>	<u>30,192</u>	<u>335,437</u>
Total expenditures	<u>1,710,300</u>	<u>1,710,300</u>	<u>393,591</u>	<u>30,192</u>	<u>423,783</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES BEFORE OTHER FINANCING SOURCES (USES)	<u>(1,706,800)</u>	<u>(1,706,800)</u>	<u>(382,520)</u>	<u>(30,192)</u>	<u>(412,712)</u>
OTHER FINANCING SOURCES (USES)					
Proceeds from sales of capital assets	-	-	17,000	-	17,000
Transfers in	1,874,631	1,874,631	1,874,631	-	1,874,631
Transfers out	<u>-</u>	<u>-</u>	<u>-</u>	<u>(147,906)</u>	<u>(147,906)</u>
Total other financing sources (uses)	<u>1,874,631</u>	<u>1,874,631</u>	<u>1,891,631</u>	<u>(147,906)</u>	<u>1,743,725</u>
NET CHANGE IN FUND BALANCE	<u>\$ 167,831</u>	<u>\$ 167,831</u>	<u>\$ 1,509,111</u>	<u>\$ (178,098)</u>	1,331,013
FUND BALANCE, BEGINNING OF YEAR					<u>2,060,579</u>
FUND BALANCE, END OF YEAR					<u>\$ 3,391,592</u>

VILLAGE OF FORSYTH, ILLINOIS
MOTOR FUEL TAX FUND
SCHEDULE OF REVENUES COLLECTED, EXPENDITURES PAID, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Year Ended December 31, 2018

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual (Budgetary Basis)</u>	<u>Budget to GAAP Differences</u>	<u>Actual (GAAP Basis)</u>
REVENUES					
Motor fuel tax	\$ 90,000	\$ 90,000	\$ 89,460	\$ (131)	\$ 89,329
Investment income	2,300	2,300	7,963	-	7,963
Total revenues	92,300	92,300	97,423	(131)	97,292
EXPENDITURES					
Total expenditures	-	-	-	-	-
NET CHANGE IN FUND BALANCE	<u>\$ 92,300</u>	<u>\$ 92,300</u>	<u>\$ 97,423</u>	<u>\$ (131)</u>	97,292
FUND BALANCE, BEGINNING OF YEAR					<u>895,850</u>
FUND BALANCE, END OF YEAR					<u>\$ 993,142</u>

VILLAGE OF FORSYTH, ILLINOIS
HOTEL MOTEL TAX FUND
SCHEDULE OF REVENUES COLLECTED, EXPENDITURES PAID, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Year Ended December 31, 2018

	Original Budget	Final Budget	Actual (Budgetary Basis)	Budget to GAAP Differences	Actual (GAAP Basis)
REVENUES					
Hotel motel tax	\$ 509,200	\$ 509,200	\$ 452,805	\$ 2,939	\$ 455,744
Investment income	600	600	2,397	-	2,397
Total revenues	<u>509,800</u>	<u>509,800</u>	<u>455,202</u>	<u>2,939</u>	<u>458,141</u>
EXPENDITURES					
Culture and recreation	216,620	216,620	181,673	-	181,673
Capital outlay	<u>35,000</u>	<u>35,000</u>	<u>44,280</u>	<u>-</u>	<u>44,280</u>
Total expenditures	<u>251,620</u>	<u>251,620</u>	<u>225,953</u>	<u>-</u>	<u>225,953</u>
NET CHANGE IN FUND BALANCE	<u>\$ 258,180</u>	<u>\$ 258,180</u>	<u>\$ 229,249</u>	<u>\$ 2,939</u>	<u>232,188</u>
FUND BALANCE, BEGINNING OF YEAR					691,258
FUND BALANCE, END OF YEAR					<u>\$ 923,446</u>

VILLAGE OF FORSYTH, ILLINOIS
GENERAL FUND
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL
For the Year Ended December 31, 2018

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Expenditures</u>	<u>Over (Under) Budget</u>
General Government				
Legislative				
Personal services	\$ 19,500	\$ 19,500	\$ 19,088	\$ (412)
Contractual services	5,250	5,250	971	(4,279)
Other expenditures	77,900	77,900	80,252	2,352
Total legislative	<u>102,650</u>	<u>102,650</u>	<u>100,311</u>	<u>(2,339)</u>
Education				
Intergovernmental school agreement	936,000	936,000	1,014,165	78,165
Total education	<u>936,000</u>	<u>936,000</u>	<u>1,014,165</u>	<u>78,165</u>
Administration				
Personal services	344,700	344,700	334,173	(10,527)
Contractual services	302,215	302,215	289,830	(12,385)
Supplies	8,120	8,120	2,290	(5,830)
Other expenditures	1,800	1,800	1,019	(781)
Interfund operating transfers	(250,000)	(250,000)	191,502	441,502
Total administration	<u>406,835</u>	<u>406,835</u>	<u>818,814</u>	<u>411,979</u>
Subtotal	1,445,485	1,445,485	1,933,290	487,805
Less: interfund transfers	<u>250,000</u>	<u>250,000</u>	<u>(191,502)</u>	<u>(441,502)</u>
Total general government	<u>1,695,485</u>	<u>1,695,485</u>	<u>1,741,788</u>	<u>46,303</u>
Public Safety				
Contractual services	467,000	467,000	498,069	31,069
Total public safety	<u>467,000</u>	<u>467,000</u>	<u>498,069</u>	<u>31,069</u>
Highways and Streets				
Street				
Personal services	246,300	246,300	241,835	(4,465)
Contractual services	229,500	229,500	171,609	(57,891)
Supplies	66,000	66,000	47,739	(18,261)
Other expenditures	1,000	1,000	53	(947)
Total highways and streets	<u>542,800</u>	<u>542,800</u>	<u>461,236</u>	<u>(81,564)</u>

VILLAGE OF FORSYTH, ILLINOIS
GENERAL FUND
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL
(CONTINUED)
For the Year Ended December 31, 2018

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Expenditures</u>	<u>Over (Under) Budget</u>
Culture and Recreation				
Park				
Personal services	\$ 164,600	\$ 164,600	\$ 131,327	\$ (33,273)
Contractual services	42,000	42,000	34,629	(7,371)
Supplies	55,900	55,900	40,556	(15,344)
Other expenditures	11,200	11,200	8,593	(2,607)
Total park	<u>273,700</u>	<u>273,700</u>	<u>215,105</u>	<u>(58,595)</u>
Library				
Personal services	261,300	261,300	248,222	(13,078)
Contractual services	64,400	64,400	49,485	(14,915)
Supplies	72,400	72,400	57,892	(14,508)
Other expenditures	18,200	18,200	15,840	(2,360)
Total library	<u>416,300</u>	<u>416,300</u>	<u>371,439</u>	<u>(44,861)</u>
Total culture and recreation	<u>690,000</u>	<u>690,000</u>	<u>586,544</u>	<u>(103,456)</u>
Economic Development				
Contractual services	15,000	15,000	-	(15,000)
Other expenditures	-	-	15,047	15,047
Total economic development	<u>15,000</u>	<u>15,000</u>	<u>15,047</u>	<u>47</u>
Total expenditures	<u>\$ 3,410,285</u>	<u>\$ 3,410,285</u>	<u>\$ 3,302,684</u>	<u>\$ (107,601)</u>

VILLAGE OF FORSYTH, ILLINOIS
NOTES TO BUDGETARY COMPARISON SCHEDULES
December 31, 2018

Budget Law

The Village board prepares its annual operating budget and any amendments to the annual operating budget under the provisions of the Illinois Municipal Budget Law. In accordance with those provisions, the following process is used to adopt the annual budget:

- a. Prior to the end of the first quarter of each fiscal year, a board-designated person or persons submit to the board a proposed operating budget for the year commencing on January 1.
- b. Public hearings are conducted to obtain citizen comments. At least one public hearing must be held no later than 10 days prior to final approval of the budget.
- c. Subsequent to the public hearings, the budget is adopted by the board.

The legal level of control at which expenditures may not legally exceed appropriations is the fund.

Basis of Accounting

The budget is prepared on the modified cash basis of accounting rather than the modified accrual basis of accounting used in the governmental fund financial statements. The “Budget to GAAP Differences” column reconciles actual amounts on a budgetary basis to actual amounts under GAAP.

Expenditures in Excess of Appropriations

Expenditures on a budgetary basis in the General Fund exceeded appropriations by \$108,608.

VILLAGE OF FORSYTH, ILLINOIS
SCHEDULE OF CHANGES IN THE NET PENSION LIABILITY
AND RELATED RATIOS
ILLINOIS MUNICIPAL RETIREMENT FUND
Last 10 Calendar Years

Calendar Year Ended December 31,	2017	2016	2015
Total Pension Liability			
Service Cost	\$ 69,263	\$ 72,408	\$ 69,002
Interest on the Total Pension Liability	242,028	234,403	221,840
Changes of Benefit Terms	-	-	-
Differences Between Expected and Actual Experience of the Total Pension Liability	(9,281)	(75,732)	(1,024)
Changes of Assumptions	(99,733)	(7,994)	3,961
Benefit Payments, including Refunds of Employee Contributions	(136,658)	(119,742)	(127,394)
Net Change in Total Pension Liability	<u>65,619</u>	<u>103,343</u>	<u>166,385</u>
Total Pension Liability - Beginning	<u>3,260,739</u>	<u>3,157,396</u>	<u>2,991,011</u>
Total Pension Liability - Ending (A)	<u><u>\$ 3,326,358</u></u>	<u><u>\$ 3,260,739</u></u>	<u><u>\$ 3,157,396</u></u>
Plan Fiduciary Net Position			
Contributions - Employer	\$ 80,295	\$ 71,288	\$ 73,888
Contributions - Employees	31,230	28,465	30,337
Net Investment Income	485,120	184,264	13,668
Benefit Payments, including Refunds of Employee Contributions	(136,658)	(119,742)	(127,394)
Other (Net Transfer)	(33,262)	9,866	(84,498)
Net Change in Plan Fiduciary Net Position	<u>426,725</u>	<u>174,141</u>	<u>(93,999)</u>
Plan Fiduciary Net Position - Beginning	<u>2,825,242</u>	<u>2,651,101</u>	<u>2,745,100</u>
Plan Fiduciary Net Position - Ending (B)	<u><u>\$ 3,251,967</u></u>	<u><u>\$ 2,825,242</u></u>	<u><u>\$ 2,651,101</u></u>
Net Pension Liability (Asset) - Ending (A) - (B)	<u><u>\$ 74,391</u></u>	<u><u>\$ 435,497</u></u>	<u><u>\$ 506,295</u></u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	97.76%	86.64%	83.96%
Covered Valuation Payroll	\$ 693,991	\$ 632,547	\$ 674,157
Net Pension Liability as a Percentage of Covered Valuation Payroll	10.72%	68.85%	75.10%

Notes to Schedule:

This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, information is presented for those years for which information is available.

VILLAGE OF FORSYTH, ILLINOIS
SCHEDULE OF EMPLOYER CONTRIBUTIONS
ILLINOIS MUNICIPAL RETIREMENT FUND
Last 10 Calendar Years

Calendar Year Ended December 31,	Actuarially Determined Contribution	Actual Contribution	Contribution Deficiency (Excess)	Covered Valuation Payroll	Actual Contribution as a Percentage of Covered Valuation Payroll
2015	\$ 73,888	\$ 73,888	\$ -	\$ 674,157	10.96%
2016	71,288	71,288	-	632,547	11.27%
2017	80,295	80,295	-	693,991	11.57%

Notes to Schedule:

Summary of Actuarial Methods and Assumptions Used in the Calculation of the 2016 Contribution Rate *

Valuation Date: Actuarially determined contribution rates are calculated as of December 31 each year, which is 12 months prior to the beginning of the fiscal year in which contributions are reported.

Methods and Assumptions Used to Determine 2017 Contribution Rates:

<i>Actuarial Cost Method:</i>	Aggregate entry age normal
<i>Amortization Method:</i>	Level percentage of payroll, closed
<i>Remaining Amortization Period:</i>	26-year closed period
<i>Asset Valuation Method:</i>	5-year smoothed market; 20% corridor
<i>Wage Growth:</i>	3.50%
<i>Price Inflation:</i>	2.75%, approximate; no explicit price inflation assumption is used in this valuation.
<i>Salary Increases:</i>	3.75% to 14.50%, including inflation
<i>Investment Rate of Return:</i>	7.50%
<i>Retirement Age:</i>	Experience-based table of rates that are specific to the type of eligibility condition; last updated for the 2014 valuation pursuant to an experience study of the period 2011-2013.
<i>Mortality:</i>	An IMRF-specific mortality table was used with fully generational projection scale MP-2014 (base year 2012). For nondisabled retirees, the IMRF-specific rates were developed from the RP-2014 Blue Collar Health Annuitant Mortality Table with adjustments to match current IMRF experience. For disabled retirees, the IMRF-specific rates were developed from the RP-2014 Disabled Retirees Mortality Table, applying the same adjustments that were applied for nondisabled lives. For active members, the IMRF-specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.

Other Information:

Notes: There were no benefit changes during the year.

* Based on Valuation Assumptions used in the December 31, 2015, actuarial valuation.

This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, information is presented for those years for which information is available.

OTHER SUPPLEMENTARY INFORMATION

VILLAGE OF FORSYTH, ILLINOIS
SCHEDULE OF ASSESSED VALUATION AND
TAXES EXTENDED AND COLLECTED
For the Five Years Ended December 31, 2013 - 2017

	2017	2016	2015	2014	2013
Assessed valuation					
Total assessed valuation	<u>\$ 132,268,607</u>	<u>\$ 140,246,353</u>	<u>\$ 138,651,589</u>	<u>\$ 137,531,236</u>	<u>\$ 124,096,708</u>
Tax rates					
Corporate	0.1658	0.1673	0.1690	0.1701	0.1725
Social Security	0.0081	0.0082	0.0083	0.0083	0.0160
Police protection	0.0710	0.0717	0.0724	0.0729	0.0750
Audit	0.0115	0.0116	0.0117	0.0118	0.0125
Liability insurance	0.0260	0.0262	0.0265	0.0266	0.0302
IMRF	0.0118	0.0119	0.0120	0.0121	0.0112
Street lighting	0.0382	0.0385	0.0389	0.0500	0.0416
Unemployment insurance	<u>0.0016</u>	<u>0.0016</u>	<u>0.0016</u>	<u>0.0016</u>	<u>0.0023</u>
Total	0.3340	0.3370	0.3404	0.3534	0.3613
Plus 1/2 township Road and Bridge rate	<u>0.0825</u>	<u>0.0825</u>	<u>0.0825</u>	<u>0.0825</u>	<u>0.0825</u>
	<u>0.4165</u>	<u>0.4195</u>	<u>0.4229</u>	<u>0.4359</u>	<u>0.4438</u>
Tax extension					
Corporate	\$ 217,232	\$ 217,228	\$ 217,229	\$ 217,229	\$ 214,016
Social Security	10,602	10,609	10,605	10,611	19,905
Police protection	93,086	93,090	93,092	93,087	97,139
Audit	15,005	15,011	15,001	15,004	15,500
Liability insurance	34,008	34,008	34,000	34,004	37,411
IMRF	15,425	15,426	15,425	15,425	13,842
Street lighting	50,009	50,006	50,004	63,846	51,661
Unemployment insurance	2,044	2,052	2,044	2,043	2,895
TIF District	<u>90,519</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total	527,930	437,430	437,400	451,249	452,369
Plus 1/2 township Road and Bridge extension	<u>107,389</u>	<u>107,065</u>	<u>105,940</u>	<u>105,284</u>	<u>102,322</u>
	<u>\$ 635,319</u>	<u>\$ 544,495</u>	<u>\$ 543,340</u>	<u>\$ 556,533</u>	<u>\$ 554,691</u>
Collections received from County Treasurer					
Current and prior taxes levied	\$ 442,493	\$ 450,973	\$ 436,997	\$ 443,470	\$ 445,961
1/2 Township Road and Bridge levy	<u>108,634</u>	<u>106,354</u>	<u>105,878</u>	<u>105,223</u>	<u>102,223</u>
Tax collections	<u>\$ 551,127</u>	<u>\$ 557,327</u>	<u>\$ 542,875</u>	<u>\$ 548,693</u>	<u>\$ 548,184</u>
Percentage of taxes collected	<u>86.75%</u>	<u>102.36%</u>	<u>99.91%</u>	<u>98.59%</u>	<u>98.83%</u>

VILLAGE OF FORSYTH, ILLINOIS
 SCHEDULE OF LEGAL DEBT MARGIN
 December 31, 2018

Assessed valuation - 2017		\$ 132,268,607
		<u>11,408,167</u>
Statutory debt limitation (8.625% of assessed valuation)		11,408,167
Total debt		
Illinois Environmental Protection Agency loans payable:		
Drinking water project L17-2247	\$ 2,198,065	
	<u>2,198,065</u>	
Total outstanding debt	2,198,065	
Less debt not applicable to debt margin	<u>(2,198,065)</u>	
Total applicable debt		<u>-</u>
Legal debt margin		<u>\$ 11,408,167</u>

VILLAGE OF FORSYTH, ILLINOIS
 SCHEDULE OF DEBT SERVICE REQUIREMENTS
 IEPA Loans Payable
 December 31, 2018

	Water IEPA Loan Payable Water Plant #L172247	
Years Ending December 31,	Principal	Interest
2019	269,957	53,275
2020	276,749	46,483
2021	283,710	39,522
2022	290,847	32,385
2023 - 2026	1,076,802	54,510
Total	\$ 2,198,065	\$ 226,175

ASSET DEPRECIATION SHORT REPORT
Village of Forsyth - Dec. 31, 2018

Assets: 343 of 343 Included
 Include: All Assets
 Method: Book - Std Conventions Applied

Sort #1: Expense A/C#

Date Acq	Description	Meth/Life	Cost	Salvage Value	Depr Basis	Includes Section 179		
						Beg A/Depr	Curr Depr	End A/Depr
Expense A/C#: 10 - Sewer								
10/30/85	Sewer Construction	SLP / 50	3,169,221.00	0.00	3,169,221.00	2,038,865.53	63,384.42	2,102,249.95
10/30/86	Sewer Cleaner	SLP / 50	27,539.00	0.00	27,539.00	17,444.67	550.78	17,995.45
10/30/86	Mainline Division & Completion	SLP / 50	37,338.91	0.00	37,338.91	23,274.64	746.78	24,021.42
10/30/86	Honda Sewer System	SLP / 50	41,095.53	0.00	41,095.53	26,028.50	821.91	26,850.41
10/30/87	Division A Sewer Construction	SLP / 20	113,145.46	0.00	113,145.46	113,145.46	0.00	113,145.46
10/30/88	Elwood Sewer Extension	SLP / 10	2,991.50	0.00	2,991.50	2,991.50	0.00	2,991.50
10/30/89	Hoist	SLP / 5	1,690.45	0.00	1,690.45	1,690.45	0.00	1,690.45
10/30/89	Generator	SLP / 5	5,986.18	0.00	5,986.18	5,986.18	0.00	5,986.18
10/30/90	Trailer	SLP / 5	573.00	0.00	573.00	573.00	0.00	573.00
10/30/90	Slate Development	SLP / 5	8,251.22	0.00	8,251.22	8,251.22	0.00	8,251.22
10/30/94	Cypress Storm Sewer	SLP / 5	662.00	0.00	662.00	662.00	0.00	662.00
10/30/94	Marion Ave Engineering	SLP / 5	5,262.00	0.00	5,262.00	5,262.00	0.00	5,262.00
10/30/00	Woodland Hills Sewer Line...	SLP / 20	652,055.00	0.00	652,055.00	575,981.93	32,602.75	608,584.68
04/30/03	Montezuma Sewers	SLP / 20	801,980.03	0.00	801,980.03	588,118.68	40,099.00	628,217.68
11/10/05	Hickory Point Estate Sewer	SLP / 20	708,453.97	0.00	708,453.97	430,976.20	35,422.70	466,398.90
01/16/07	Hickory Point Estate Sewer...	SLP / 10	2,340.94	0.00	2,340.94	2,340.94	0.00	2,340.94
09/17/07	H.P. Park Subdivision Sewer	SLP / 10	168,976.92	0.00	168,976.92	168,976.92	0.00	168,976.92
05/01/09	MFCUSD Sewer Extension	SLP / 50	59,500.00	0.00	59,500.00	10,313.33	1,190.00	11,503.33
10/31/09	SC Lift Station	SLP / 20	27,548.00	0.00	27,548.00	11,248.77	1,377.40	12,626.17
10/31/09	Sewer Line (Schrodt)...	SLP / 50	8,262.21	0.00	8,262.21	1,349.48	165.24	1,514.72
04/30/10	Cat D40-45 Generator (SC Lift)	SLP / 20	20,225.77	0.00	20,225.77	7,753.22	1,011.29	8,764.51
04/30/10	Cat D40-45 Generator (Beaver Creek)	SLP / 20	20,225.77	0.00	20,225.77	7,753.22	1,011.29	8,764.51
10/31/11	Standby Generator	SLP / 20	24,306.09	0.00	24,306.09	7,494.35	1,215.30	8,709.65
04/30/12	Sewer/Storm Jetter	SLP / 20	64,636.00	0.00	64,636.00	18,313.53	3,231.80	21,545.33
04/30/13	SC Lift Station Pump	SLP / 5	6,009.00	0.00	6,009.00	5,608.40	400.60	6,009.00
04/30/13	SC Lift Station Pump	SLP / 5	6,009.00	0.00	6,009.00	5,608.40	400.60	6,009.00
04/30/13	Beaver Creek Control Panel	SLP / 20	19,932.00	0.00	19,932.00	4,650.80	996.60	5,647.40
05/01/13	Hundely Rd. Storm Sewer	SLP / 50	21,298.86	0.00	21,298.86	2,626.87	425.98	3,052.85
05/01/13	Hundely Rd. Storm Sewer	SLP / 50	397,370.78	0.00	397,370.78	37,087.96	7,947.42	45,035.38
10/07/13	Hundely Rd. Storm Sewer	SLP / 50	2,697.50	0.00	2,697.50	229.29	53.95	283.24
06/30/17	Greenbriar Sewer Lift Station Control Panel	SLP / 20	9,182.47	0.00	9,182.47	267.82	459.12	726.94
04/02/18 A	Hydromatic Pumpm for sewer lift station	SLP / 5	5,227.94	0.00	5,227.94	0.00	784.19	784.19
Totals: 10 - Sewer (32 assets)			6,439,994.50	0.00	6,439,994.50	4,130,875.26	194,299.12	4,325,174.38
Expense A/C#: 12 - Land								
04/30/00 D	1 of 2-Land	LAND / 5	111,642.00	0.00	111,642.00	0.00	0.00	0.00
04/30/00	2 of 2-Land	LAND / 5	760,867.00	0.00	760,867.00	0.00	0.00	0.00
04/30/01	Land	LAND / 5	1,176,260.55	0.00	1,176,260.55	0.00	0.00	0.00
07/16/01	Land - 201 Weaver Road 40.68%	LAND / 5	44,009.86	0.00	44,009.86	0.00	0.00	0.00
11/15/01	Land - 1313 Clement	LAND / 5	18,000.00	0.00	18,000.00	0.00	0.00	0.00
04/30/03	Land-State Farm purchase	LAND / 5	15,221.00	0.00	15,221.00	0.00	0.00	0.00
04/19/04	Land-Creaseon	LAND / 5	30,000.00	0.00	30,000.00	0.00	0.00	0.00
10/31/10	233/245 Barnett Land Purchase...	LAND / 5	40,000.00	0.00	40,000.00	0.00	0.00	0.00
Totals: 12 - Land (8 assets)			2,196,000.41	0.00	2,196,000.41	0.00	0.00	0.00
Less: 1 Disposed assets (Current Depreciation: \$0.00)			111,642.00	0.00	111,642.00	0.00	0.00	0.00
Net totals: 12 - Land (7 assets)			2,084,358.41	0.00	2,084,358.41	0.00	0.00	0.00
Expense A/C#: 3 - General Government								
11/03/87	Village Hall	SLP / 20	306,689.00	0.00	306,689.00	306,689.00	0.00	306,689.00
04/30/00	Administration	SLP / 20	334,280.00	0.00	334,280.00	295,280.67	16,714.00	311,994.67
06/17/02	Village Hall roof	SLP / 15	11,285.00	0.00	11,285.00	11,285.00	0.00	11,285.00
11/21/03	Furniture & phone upgrades	SLP / 7	6,730.21	0.00	6,730.21	6,730.21	0.00	6,730.21
04/18/05	Village Hall carpet	SLP / 5	5,556.04	0.00	5,556.04	5,556.04	0.00	5,556.04
03/19/07	Video Camera...	SLP / 10	589.98	0.00	589.98	589.98	0.00	589.98
09/17/08	Village Hall Backup Server	SLP / 5	11,774.00	0.00	11,774.00	11,774.00	0.00	11,774.00
04/30/09	Re-lamp Village Hall Office (lights)	SLP / 20	8,990.10	0.00	8,990.10	3,895.74	449.51	4,345.25
04/30/09	Re-wiring Village Hall Office (for computers)	SLP / 20	5,291.71	0.00	5,291.71	2,293.10	264.59	2,557.69
10/31/09	Public Works Building...	SLP / 20	1,130,107.80	0.00	1,130,107.80	461,460.71	56,505.39	517,966.10
10/31/11	Administrative Desk	SLP / 50	10,072.45	0.00	10,072.45	1,242.27	201.45	1,443.72
04/30/15	F250 Ford Truck	SLP / 10	20,755.00	0.00	20,755.00	7,610.17	2,075.50	9,685.67
04/30/15	V.H. Generator/Meter/Install	SLP / 20	28,532.00	0.00	28,532.00	5,230.87	1,426.60	6,657.47
04/16/18 A	Village Hall Network Server	SLP / 5	8,796.18	0.00	8,796.18	0.00	1,319.43	1,319.43

ASSET DEPRECIATION SHORT REPORT
Village of Forsyth - Dec. 31, 2018

Assets: 343 of 343 Included
 Include: All Assets
 Method: Book - Std Conventions Applied

Sort #1: Expense A/C#

Date Acq	Description	Meth/Life	Cost	Salvage Value	Depr Basis	Includes Section 179		
						Beg A/Depr	Curr Depr	End A/Depr
Totals: 3 - General Government (14 assets)			1,889,449.47	0.00	1,889,449.47	1,119,637.76	78,956.47	1,198,594.23
Expense A/C#: 4 - Culture and Recreation								
11/03/87	Library Building 268 S. Elwood	SLP / 20	708,737.00	0.00	708,737.00	708,737.00	0.00	708,737.00
10/30/93	Equipment	SLP / 5	30,500.93	0.00	30,500.93	30,500.93	0.00	30,500.93
10/30/94	Equipment	SLP / 5	15,817.01	0.00	15,817.01	15,817.01	0.00	15,817.01
04/30/00	Library	SLP / 20	1,131,999.00	0.00	1,131,999.00	999,932.37	56,599.95	1,056,532.32
04/30/00	Park - added as fully depreciated	SLP / 5	1,362,920.00	0.00	1,362,920.00	1,362,920.00	0.00	1,362,920.00
04/30/01	Pavilion Restrooms...	SLP / 30	19,492.00	0.00	19,492.00	10,828.84	649.73	11,478.57
04/30/01	Shelving...	SLP / 7	2,394.89	0.00	2,394.89	2,394.89	0.00	2,394.89
04/30/01	Equipment	SLP / 5	12,653.93	0.00	12,653.93	12,653.93	0.00	12,653.93
04/30/01	Mowers...	SLP / 5	53,632.60	0.00	53,632.60	53,632.60	0.00	53,632.60
04/30/01	Diamond Groomer	SLP / 5	3,304.37	0.00	3,304.37	3,304.37	0.00	3,304.37
04/30/01	Other Park Accessories	SLP / 5	21,740.00	0.00	21,740.00	21,740.00	0.00	21,740.00
04/30/01	Water Foundation	SLP / 15	2,840.55	0.00	2,840.55	2,840.55	0.00	2,840.55
06/18/01	Pavilion Restrooms...	SLP / 30	9,644.96	0.00	9,644.96	5,304.73	321.50	5,626.23
03/04/02	Shelving...	SLP / 7	3,459.57	0.00	3,459.57	3,459.57	0.00	3,459.57
06/17/02	John Deere Tractor...	SLP / 10	5,621.00	0.00	5,621.00	5,621.00	0.00	5,621.00
07/15/02	Dugout	SLP / 15	15,480.70	0.00	15,480.70	15,480.70	0.00	15,480.70
12/02/02	Concession Upgrade - Plans	SLP / 15	4,556.85	0.00	4,556.85	4,556.85	0.00	4,556.85
12/02/02	Park Trail Lighting - For Bike Path...	SLP / 20	27,755.47	0.00	27,755.47	20,932.22	1,387.77	22,319.99
10/22/03	Bike Path (James/CH20)	SLP / 20	15,474.13	0.00	15,474.13	10,960.91	773.71	11,734.62
04/05/04	Park Equipment	SLP / 30	20,188.03	0.00	20,188.03	9,252.79	672.93	9,925.72
04/19/04	Concession Upgrade	SLP / 15	15,572.22	0.00	15,572.22	14,188.05	1,038.15	15,226.20
08/02/04	Forsyth Estates Gazebo	SLP / 15	6,934.03	0.00	6,934.03	6,202.12	462.27	6,664.39
09/07/04	Veteran's Parking Lot Expansion	SLP / 20	11,973.00	0.00	11,973.00	7,982.00	598.65	8,580.65
02/07/05	Veteran's Pavilion	SLP / 30	92,982.00	0.00	92,982.00	40,033.92	3,099.40	43,133.32
04/04/05	Softball Diamond w/Lights	SLP / 30	40,900.70	0.00	40,900.70	17,382.83	1,363.36	18,746.19
05/16/05	Community Center Light Update	SLP / 5	2,731.85	0.00	2,731.85	2,731.85	0.00	2,731.85
06/20/05	South Parking Lot expansion	SLP / 20	55,399.77	0.00	55,399.77	34,855.71	2,769.99	37,625.70
10/17/05	Parking Lot	SLP / 20	11,344.50	0.00	11,344.50	6,948.55	567.23	7,515.78
04/30/06	Shelving	SLP / 7	4,301.86	0.00	4,301.86	4,301.86	0.00	4,301.86
04/30/06	Office Equipment...	SLP / 5	4,065.60	0.00	4,065.60	4,065.60	0.00	4,065.60
05/01/06	Jog/Bike Trail	SLP / 10	1,382.55	0.00	1,382.55	1,382.55	0.00	1,382.55
05/01/06	Prairie Winds Prk/Eng/Grading	SLP / 10	3,456.30	0.00	3,456.30	3,456.30	0.00	3,456.30
11/20/06	Parking Lot Expansion	SLP / 20	122,956.38	0.00	122,956.38	68,650.66	6,147.82	74,798.48
04/02/07	Playground Equipment	SLP / 10	23,240.18	0.00	23,240.18	0.00	2,324.02	2,324.02
04/02/07	Shelving	SLP / 10	419.50	0.00	419.50	419.50	0.00	419.50
04/16/07	Shelving	SLP / 10	3,608.00	0.00	3,608.00	3,608.00	0.00	3,608.00
04/16/07	Schroll Pt. Pocket Park	SLP / 10	15,690.36	0.00	15,690.36	15,690.36	0.00	15,690.36
04/07/08	2008 Ford F-150 Pickup	SLP / 10	17,515.00	0.00	17,515.00	17,077.13	437.87	17,515.00
10/01/08	Diamond #5 Improvements Fence	SLP / 15	20,205.00	0.00	20,205.00	12,459.75	1,347.00	13,806.75
10/01/08	Diamond #5 Improvements built	SLP / 20	91,424.80	0.00	91,424.80	42,283.97	4,571.24	46,855.21
10/01/08	Diamond #5 Improvements Lights	SLP / 20	53,409.47	0.00	53,409.47	24,701.86	2,670.47	27,372.33
04/30/09	Park Play Ground Equipment...	SLP / 10	24,523.94	0.00	24,523.94	21,254.06	2,452.39	23,706.45
04/30/09	Diamond #3 Fence Improvement	SLP / 15	10,864.96	0.00	10,864.96	6,277.53	724.33	7,001.86
04/30/09	Storage Shed Replacement Main Pk -	SLP / 20	18,383.19	0.00	18,383.19	7,966.05	919.16	8,885.21
04/30/09	Relamp Library (lights)	SLP / 20	16,695.90	0.00	16,695.90	7,234.92	834.80	8,069.72
04/30/09	Diamond #3 Lights Improvement	SLP / 20	33,354.00	0.00	33,354.00	14,453.40	1,667.70	16,121.10
05/01/09	ICS 300 Ice Control Sprayer	SLP / 10	5,340.48	0.00	5,340.48	4,628.43	534.05	5,162.48
04/30/10	Kubota BX2660	SLP / 5	11,250.00	0.00	11,250.00	11,250.00	0.00	11,250.00
04/30/10	Comm/conf furnace/air	SLP / 10	18,422.00	0.00	18,422.00	14,123.53	1,842.20	15,965.73
04/30/10	Kubota L5240	SLP / 10	19,700.00	0.00	19,700.00	15,103.33	1,970.00	17,073.33
04/30/10	Diamond Fences	SLP / 15	6,805.00	0.00	6,805.00	3,478.13	453.67	3,931.80
04/30/10	Bike Path (Hundley to Fpkwy)	SLP / 20	329,515.41	0.00	329,515.41	126,314.24	16,475.77	142,790.01
10/31/10	Rotary Mower	SLP / 8	32,505.70	0.00	32,505.70	29,119.70	3,386.00	32,505.70
04/30/11	Library Building Improvements...	SLP / 20	29,846.06	0.00	29,846.06	9,948.67	1,492.30	11,440.97
04/30/11	Trail Lighting	SLP / 20	52,704.48	0.00	52,704.48	17,568.14	2,635.22	20,203.36
04/30/12	Big Pavilion Steel Roof	SLP / 45	9,600.00	0.00	9,600.00	1,208.87	213.33	1,422.20
04/30/12	Food Court Bldg Steel Roof	SLP / 45	9,900.00	0.00	9,900.00	1,246.67	220.00	1,466.67
04/30/12	Gator (Utility Cart)	SLP / 10	6,500.00	0.00	6,500.00	3,683.33	650.00	4,333.33
04/30/12	Diamond #1 & #2 Lighting Upgrade	SLP / 20	31,000.00	0.00	31,000.00	8,783.33	1,550.00	10,333.33
04/30/13	Tro 5900-D Mower	SLP / 10	63,118.00	0.00	63,118.00	29,455.07	6,311.80	35,766.87
04/30/13	Install Diamond #1 & #2 Lights	SLP / 20	41,000.00	0.00	41,000.00	9,566.67	2,050.00	11,616.67
04/30/14	Adult Workout Equipment	SLP / 10	5,394.23	0.00	5,394.23	2,022.82	539.42	2,562.24
04/30/14	D#5	SLP / 20	87,114.78	0.00	87,114.78	15,971.05	4,355.74	20,326.79
05/01/14	Library Floor Structural Project	SLP / 20	65,680.53	0.00	65,680.53	13,136.12	3,284.03	16,420.15

ASSET DEPRECIATION SHORT REPORT
Village of Forsyth - Dec. 31, 2018

Assets: 343 of 343 Included
 Include: All Assets
 Method: Book - Std Conventions Applied

Sort #1: Expense A/C#

Date Acq	Description	Meth/Life	Cost	Salvage Value	Depr Basis	Includes Section 179		
						Beg A/Depr	Curr Depr	End A/Depr
Expense A/C#: 4 - Culture and Recreation								
05/01/14	Library Floor/Window Project	SLP / 20	14,892.46	0.00	14,892.46	2,978.48	744.62	3,723.10
04/30/15	Library Window Project	SLP / 20	86,146.33	0.00	86,146.33	15,793.51	4,307.32	20,100.83
04/30/15	Library Carpet/Painting	SLP / 5	92,245.56	0.00	92,245.56	67,646.74	18,449.11	86,095.85
04/30/15	D#4 Lights/install	SLP / 20	193,500.00	0.00	193,500.00	35,475.00	9,675.00	45,150.00
04/30/15	ScoreBoards D # 1, 2 & 4	SLP / 10	48,614.00	0.00	48,614.00	17,825.13	4,861.40	22,686.53
05/18/15	D Kubota F3690 Mower with 72" Deck	SLP / 5	20,999.00	0.00	20,999.00	11,199.47	2,799.87	13,999.34
05/18/15	D Kubota F3690 Mower with 72" Deck	SLP / 5	20,999.00	0.00	20,999.00	11,199.47	2,799.87	13,999.34
05/18/15	Exmark Mower/with Stripper Kit	SLP / 5	9,758.00	0.00	9,758.00	5,204.27	1,951.60	7,155.87
10/19/15	Tennis Courts Resurface	SLP / 5	31,490.00	0.00	31,490.00	14,170.50	6,298.00	20,468.50
12/07/15	Disc Golf	SLP / 5	29,159.95	0.00	29,159.95	12,149.98	5,831.99	17,981.97
06/06/16	D#1 one Light Pole Replaced from storm...	SLP / 20	27,500.00	0.00	27,500.00	2,177.08	1,375.00	3,552.08
06/30/17	Library New Roof	SLP / 15	152,214.72	0.00	152,214.72	5,919.46	10,147.65	16,067.11
06/30/17	Library Outlets	SLP / 5	18,289.75	0.00	18,289.75	2,133.80	3,657.95	5,791.75
06/30/17	Utility Golf Cart	SLP / 20	8,225.39	0.00	8,225.39	239.91	411.27	651.18
06/30/17	D#4&5 Press Boxes	SLP / 20	111,339.46	0.00	111,339.46	3,247.40	5,566.97	8,814.37
12/31/17	Parking lot C (between D #4 & #5) Repairs...	SLP / 5	9,111.00	0.00	9,111.00	151.85	1,822.20	1,974.05
12/31/17	Revetment Mat (co 20/Hundely Rd bike...	SLP / 5	18,050.00	0.00	18,050.00	300.83	3,610.00	3,910.83
04/16/18	A D#1,2&3 Fence Extensions	SLP / 5	19,149.00	0.00	19,149.00	0.00	2,872.35	2,872.35
07/02/18	A Batting Cage with Concrete Pads	SLP / 5	25,131.38	0.00	25,131.38	0.00	2,513.14	2,513.14
08/06/18	A Jacobsen Turfcut4WD Mowers	SLP / 5	19,267.00	0.00	19,267.00	0.00	1,605.58	1,605.58
08/06/18	A Jacobsen Turfcut4WD Mowers	SLP / 5	19,267.00	0.00	19,267.00	0.00	1,605.58	1,605.58
10/15/18	A Parking Lot A/B Seal Coat	SLP / 5	20,000.00	0.00	20,000.00	0.00	1,000.00	1,000.00
11/19/18	A Salt Dome New Roof	SLP / 15	25,657.30	0.00	25,657.30	0.00	285.08	285.08
11/19/18	A Library Pocket Park Play Equipment	SLP / 10	10,747.62	0.00	10,747.62	0.00	179.13	179.13
Totals: 4 - Culture and Recreation (88 assets)			6,028,698.64	0.00	6,028,698.64	4,210,900.77	236,735.65	4,447,636.42
Less: 2 Disposed assets (Current Depreciation: \$5,599.74)			41,998.00	0.00	41,998.00	22,398.94		27,998.68
Net totals: 4 - Culture and Recreation (86 assets)			5,986,700.64	0.00	5,986,700.64	4,188,501.83	236,735.65	4,419,637.74

Expense A/C#: 6 - Water

10/30/67	Water System	SLP / 50	155,455.26	0.00	155,455.26	155,455.26	0.00	155,455.26
10/30/68	Water System	SLP / 50	952.75	0.00	952.75	952.75	0.00	952.75
10/30/69	Water System	SLP / 50	3,216.29	0.00	3,216.29	3,216.29	0.00	3,216.29
10/30/72	Hydrants	SLP / 30	496.80	0.00	496.80	496.80	0.00	496.80
10/30/72	Salt Pit	SLP / 30	4,175.00	0.00	4,175.00	4,175.00	0.00	4,175.00
10/30/72	Second Well...	SLP / 30	1,278.64	0.00	1,278.64	1,278.64	0.00	1,278.64
10/30/73	Second Well...	SLP / 30	11,312.20	0.00	11,312.20	11,312.20	0.00	11,312.20
10/30/74	Water Expansion	SLP / 30	2,449.74	0.00	2,449.74	2,449.74	0.00	2,449.74
10/30/75	Water Expansion	SLP / 30	3,107.66	0.00	3,107.66	3,107.66	0.00	3,107.66
10/30/75	Water System Expansion	SLP / 30	85,000.00	0.00	85,000.00	85,000.00	0.00	85,000.00
10/30/76	Water System Expansion	SLP / 30	7,496.00	0.00	7,496.00	7,496.00	0.00	7,496.00
10/30/76	Burdick Plumbing & Heating	SLP / 50	65,413.57	0.00	65,413.57	53,202.99	1,308.27	54,511.26
10/30/76	Upchurch	SLP / 50	2,079.75	0.00	2,079.75	1,691.69	41.60	1,733.29
10/30/77	Burdick Plumbing & Heating	SLP / 50	121,243.89	0.00	121,243.89	95,411.78	2,424.88	97,836.66
10/30/77	Upchurch	SLP / 50	6,021.48	0.00	6,021.48	4,897.49	120.43	5,017.92
10/30/78	Upchurch	SLP / 50	1,571.58	0.00	1,571.58	1,246.73	31.43	1,278.16
10/30/79	Testing Well	SLP / 30	1,700.00	0.00	1,700.00	1,700.00	0.00	1,700.00
10/30/79	Testing Well	SLP / 30	5,486.00	0.00	5,486.00	5,486.00	0.00	5,486.00
10/30/79	Drilling Well	SLP / 50	17,541.50	0.00	17,541.50	13,433.90	350.83	13,784.73
10/30/79	Est #1-#3 Well...	SLP / 50	37,881.00	0.00	37,881.00	28,915.83	757.62	29,673.45
10/30/79	Water Tower	SLP / 50	337,091.64	0.00	337,091.64	255,468.53	6,741.83	262,210.36
10/30/79	New Test Well	SLP / 50	8,185.00	0.00	8,185.00	8,185.00	0.00	8,185.00
10/30/79	Lease on Well	SLP / 35	10,000.00	0.00	10,000.00	10,000.00	0.00	10,000.00
10/30/81	Goodmor, Inc. Well #4	SLP / 50	67,117.23	0.00	67,117.23	49,219.17	1,342.34	50,561.51
10/30/81	Engineering	SLP / 50	24,838.69	0.00	24,838.69	18,214.94	496.77	18,711.71
10/30/82	Goodmore, Inc. Well #4...	SLP / 50	137,120.43	0.00	137,120.43	104,112.61	2,742.41	106,855.02
10/30/82	Layne Western Co.-Well #4	SLP / 50	58,632.40	0.00	58,632.40	41,824.51	1,172.65	42,997.16
10/30/82	BGM Associates - Filter	SLP / 50	3,339.71	0.00	3,339.71	2,382.22	66.79	2,449.01
10/30/82	BGM Engineering Fees...	SLP / 50	22,147.35	0.00	22,147.35	15,618.52	442.95	16,061.47
10/30/83	Burdick Plumbing & Heating	SLP / 50	18,738.00	0.00	18,738.00	12,991.68	374.76	13,366.44
10/30/83	Goodmor, Inc. Elwood Water	SLP / 50	38,995.76	0.00	38,995.76	27,037.19	779.92	27,817.11
10/30/83	Burdick Plumbing & Heating	SLP / 50	5,582.00	0.00	5,582.00	3,870.19	111.64	3,981.83
10/30/83	BGM Water Supply Report	SLP / 50	3,046.97	0.00	3,046.97	2,112.59	60.94	2,173.53
10/30/83	BGM-Rate Study	SLP / 50	587.27	0.00	587.27	407.29	11.75	419.04
10/30/83	BGM - for 2 Press Sand Filter	SLP / 50	543.91	0.00	543.91	377.16	10.88	388.04
10/30/83	BGM - Elwood Water Main	SLP / 50	1,417.45	0.00	1,417.45	982.80	28.35	1,011.15
10/30/83	BGM-Elwood Water Main	SLP / 50	2,316.00	0.00	2,316.00	1,513.12	46.32	1,559.44

ASSET DEPRECIATION SHORT REPORT
Village of Forsyth - Dec. 31, 2018

Assets: 343 of 343 Included
 Include: All Assets
 Method: Book - Std Conventions Applied

Sort #1: Expense A/C#

Date Acq	Description	Meth/Life	Cost	Salvage Value	Depr Basis	Includes Section 179		
						Beg A/Depr	Curr Depr	End A/Depr
Expense A/C#: 6 - Water								
10/30/83	BGM-Elwood Water Main	SLP / 50	1,583.57	0.00	1,583.57	1,034.56	31.67	1,066.23
10/30/86	Well #5	SLP / 20	13,777.00	0.00	13,777.00	13,777.00	0.00	13,777.00
10/30/87	Well #5	SLP / 20	123,315.50	0.00	123,315.50	123,315.50	0.00	123,315.50
10/30/88	Water Plant Expansion	SLP / 20	149,081.20	0.00	149,081.20	149,081.20	0.00	149,081.20
10/30/88	Koester Water Main	SLP / 10	26,740.86	0.00	26,740.86	26,740.86	0.00	26,740.86
10/30/88	Well #5	SLP / 19	29,498.61	0.00	29,498.61	29,498.61	0.00	29,498.61
10/30/89	Plant Expansion...	SLP / 20	380,322.27	0.00	380,322.27	380,322.27	0.00	380,322.27
10/30/89	Well #3	SLP / 10	7,258.45	0.00	7,258.45	7,258.45	0.00	7,258.45
10/30/89	County Hwy 20 Water Main	SLP / 20	49,999.47	0.00	49,999.47	49,999.47	0.00	49,999.47
10/30/91	Gas Sensor Kit	SLP / 10	6,000.00	0.00	6,000.00	6,000.00	0.00	6,000.00
10/30/91	State Farm Development	SLP / 10	8,251.23	0.00	8,251.23	8,251.23	0.00	8,251.23
10/30/92	Montz & Wood WM - Leg. & Eng....	SLP / 5	16,826.63	0.00	16,826.63	16,826.63	0.00	16,826.63
10/30/92	Oakland-Legal & Eng.	SLP / 5	40,244.53	0.00	40,244.53	40,244.53	0.00	40,244.53
10/30/92	Magnolia-Legal & Eng.	SLP / 5	10,600.88	0.00	10,600.88	10,600.88	0.00	10,600.88
10/30/92	Engineering	SLP / 5	289.78	0.00	289.78	289.78	0.00	289.78
10/30/92	Engineering	SLP / 5	2,852.13	0.00	2,852.13	2,852.13	0.00	2,852.13
10/30/92	HP Est Water Main - Leg. & Eng.	SLP / 10	891.80	0.00	891.80	891.80	0.00	891.80
10/30/92	Oakland Water Main	SLP / 30	115,637.65	0.00	115,637.65	97,007.17	3,854.59	100,861.76
10/30/92	Magnolian Water Main	SLP / 30	36,919.26	0.00	36,919.26	30,971.12	1,230.64	32,201.76
10/30/93	Legal & Engineering	SLP / 5	68,864.91	0.00	68,864.91	68,864.91	0.00	68,864.91
10/30/93	Water Mains	SLP / 30	305,049.76	0.00	305,049.76	245,734.62	10,168.33	255,902.95
10/30/94	Legal & Engineering	SLP / 5	22,581.85	0.00	22,581.85	22,581.85	0.00	22,581.85
10/30/94	Water Mains	SLP / 30	139,659.62	0.00	139,659.62	112,756.23	4,655.32	117,411.55
10/30/95	Koester Fr. WM	SLP / 50	3,579.90	0.00	3,579.90	1,622.92	71.60	1,694.52
10/30/95	Koester Dr. WM	SLP / 50	109.50	0.00	109.50	49.64	2.19	51.83
10/30/95	Apache WM Loop...	SLP / 50	188.50	0.00	188.50	85.45	3.77	89.22
10/30/96	Water Plant Tank	SLP / 20	656,979.57	0.00	656,979.57	656,979.57	0.00	656,979.57
10/30/96	Land Well	SLP / 50	789.19	0.00	789.19	341.93	15.78	357.71
10/30/96	Water Main	SLP / 50	10,680.00	0.00	10,680.00	4,628.00	213.60	4,841.60
10/30/97	Land Well #6	SLP / 20	6,798.83	0.00	6,798.83	6,362.11	339.94	6,702.05
10/30/97	Paint Marion Water Tower...	SLP / 20	140,721.88	0.00	140,721.88	131,717.44	7,036.09	138,753.53
10/30/97	Watermain Extension	SLP / 50	14,090.16	0.00	14,090.16	5,302.90	281.80	5,584.70
10/30/98	Land Well #6	SLP / 20	3,180.16	0.00	3,180.16	3,127.20	52.96	3,180.16
10/30/98	Apache Watermain	SLP / 50	1,427.33	0.00	1,427.33	561.47	28.55	590.02
10/30/99	Drill Well #6	SLP / 20	71,824.08	0.00	71,824.08	67,035.74	3,591.20	70,626.94
10/30/01	Drill Well #6	SLP / 20	125,773.56	0.00	125,773.56	101,667.00	6,288.68	107,955.68
07/01/02	Well #6 Pipeline	SLP / 20	29,735.50	0.00	29,735.50	23,045.08	1,486.78	24,531.86
09/16/02	Meter Reading Equipment...	SLP / 20	19,830.00	0.00	19,830.00	15,120.38	991.50	16,111.88
04/30/03	Drill Well #6	SLP / 20	107,339.38	0.00	107,339.38	78,715.56	5,366.97	84,082.53
12/15/03	Meter Reading Equipment...	SLP / 20	16,831.20	0.00	16,831.20	11,851.97	841.56	12,693.53
04/19/04	Drill Well #6	SLP / 20	321,908.85	0.00	321,908.85	219,971.03	16,095.44	236,066.47
04/19/04	Pipeline	SLP / 20	783,857.70	0.00	783,857.70	535,636.13	39,192.88	574,829.01
11/15/04	Hundley Water Main	SLP / 20	31,907.00	0.00	31,907.00	21,005.45	1,595.35	22,600.80
03/21/05	Meter Reading Equipment...	SLP / 20	19,965.00	0.00	19,965.00	12,727.69	998.25	13,725.94
11/09/05	Plant Expansion...	SLP / 40	5,432,932.40	0.00	5,432,932.40	1,652,516.99	135,823.31	1,788,340.30
01/09/06	Laptop	SLP / 5	1,900.00	0.00	1,900.00	1,900.00	0.00	1,900.00
03/06/06	Meter Reading Equipment...	SLP / 20	19,965.00	0.00	19,965.00	11,812.62	998.25	12,810.87
04/02/07	Plant Expansion...	SLP / 40	234,610.59	0.00	234,610.59	63,051.57	5,865.26	68,916.83
04/02/07	Water System	SLP / 10	190,479.06	0.00	190,479.06	190,479.06	0.00	190,479.06
04/16/07	Meter Reading Equipment...	SLP / 10	18,500.00	0.00	18,500.00	18,500.00	0.00	18,500.00
11/19/07	250kw Generator	SLP / 10	43,680.00	0.00	43,680.00	43,680.00	0.00	43,680.00
04/07/08	Meter Reading Equipment...	SLP / 10	6,345.60	0.00	6,345.60	6,186.96	158.64	6,345.60
10/31/09	HP Mall Valve	SLP / 50	10,088.68	0.00	10,088.68	1,647.79	201.77	1,849.56
10/31/09	Water Line (Schrodt)	SLP / 50	8,262.21	0.00	8,262.21	1,349.47	165.24	1,514.71
04/30/11	Ford Expedition Truck	SLP / 10	25,955.00	0.00	25,955.00	17,303.33	2,595.50	19,898.83
04/30/12	Shadow Ridge Water Main	SLP / 50	131,687.67	0.00	131,687.67	14,924.58	2,633.75	17,558.33
04/30/13	Oreana Water Main	SLP / 50	380,399.63	0.00	380,399.63	35,503.96	7,607.99	43,111.95
05/01/13	Well 7 Testing Site	SLP / 20	2,000.00	0.00	2,000.00	466.67	100.00	566.67
05/01/13	Old Water plant Renovation	SLP / 20	440.13	0.00	440.13	102.71	22.01	124.72
04/30/14	Orean Water Main (as-built)	SLP / 50	273.00	0.00	273.00	25.48	5.46	30.94
04/30/15	AML Locator	SLP / 10	5,129.50	0.00	5,129.50	1,880.82	512.95	2,393.77
10/17/16	New Water Plant Roof Replaced	SLP / 15	97,050.00	0.00	97,050.00	8,087.50	6,470.00	14,557.50
11/07/16	Old Water Plant Roof Replaced	SLP / 15	13,987.00	0.00	13,987.00	1,087.88	932.47	2,020.35
12/31/17	Electronic Read Water Meters-	SLP / 10	415,548.96	0.00	415,548.96	0.00	41,554.90	41,554.90
12/31/17	'18 Electronic Read Meters	SLP / 10	59,449.61	0.00	59,449.61	0.00	5,944.96	5,944.96
07/02/18	A Electronic Reading Meters	SLP / 5	142,860.25	0.00	142,860.25	0.00	14,286.03	14,286.03

ASSET DEPRECIATION SHORT REPORT
Village of Forsyth - Dec. 31, 2018

Assets: 343 of 343 Included
 Include: All Assets
 Method: Book - Std Conventions Applied

Sort #1: Expense A/C#

Date Acq	Description	Meth/Life	Cost	Salvage Value	Depr Basis	Includes Section 179		
						Beg A/Depr	Curr Depr	End A/Depr
Totals: 6 - Water (103 assets)			12,438,887.46	0.00	12,438,887.46	6,448,207.12	349,779.29	6,797,986.41
Expense A/C#: 7 - CIP								
12/31/17	Phillip Circle Street Project-CIP	LAND / 99	19,604.71	0.00	19,604.71	0.00	0.00	0.00
12/31/17	Cale Court Street-CIP	LAND / 99	8,007.57	0.00	8,007.57	0.00	0.00	0.00
12/31/18 A	Phillip Circle Street Project-CIP	LAND / 99	65,397.11	0.00	65,397.11	0.00	0.00	0.00
12/31/18 A	School Bike Trail CIP	LAND / 99	9,776.36	0.00	9,776.36	0.00	0.00	0.00
12/31/18 A	Well 7 Land Acquisition-Agreement CIP	LAND / 99	4,949.74	0.00	4,949.74	0.00	0.00	0.00
Totals: 7 - CIP (5 assets)			107,735.49	0.00	107,735.49	0.00	0.00	0.00
Expense A/C#: 8 - Highway and Streets								
04/30/00	Streets	SLP / 25	368,083.00	0.00	368,083.00	260,111.99	14,723.32	274,835.31
09/04/01	1 Leaf Vaccum Vehicle	SLP / 7	15,550.00	0.00	15,550.00	15,550.00	0.00	15,550.00
10/07/02	Landscaping Trees	SLP / 10	5,797.17	0.00	5,797.17	5,797.17	0.00	5,797.17
10/07/02	Koester Drive Sewer Service Extension	SLP / 50	12,282.81	0.00	12,282.81	3,746.29	245.66	3,991.95
11/18/02	Timber Lane Flood Improvement	SLP / 35	4,687.10	0.00	4,687.10	2,019.96	133.92	2,153.88
12/02/02	2003 Ford F350	SLP / 10	20,885.00	0.00	20,885.00	20,885.00	0.00	20,885.00
01/06/03	Snow Plow Blade	SLP / 10	4,259.30	0.00	4,259.30	4,259.30	0.00	4,259.30
01/21/03	Concrete Sidewalk	SLP / 30	6,143.00	0.00	6,143.00	3,054.46	204.77	3,259.23
04/21/03	West Frontage Road	SLP / 25	17,902.45	0.00	17,902.45	10,502.80	716.10	11,218.90
04/30/03	Ventura Drive Sump Drain...	SLP / 50	88,220.40	0.00	88,220.40	25,878.01	1,764.41	27,642.42
04/30/03	Koester Drive Commerce	SLP / 25	1,785.60	0.00	1,785.60	1,053.44	71.42	1,124.86
04/30/03	Hickory Point Road Engineering	SLP / 30	37,328.81	0.00	37,328.81	18,249.60	1,244.29	19,493.89
04/30/03	Montezuma Hills Street-Sewer Project	SLP / 50	480,166.48	0.00	480,166.48	140,848.84	9,603.33	150,452.17
07/07/03	Montezuma Hills Streets	SLP / 25	187,259.54	0.00	187,259.54	108,610.53	7,490.38	116,100.91
07/21/03	Ventura Drive Storm Sewer...	SLP / 50	18,335.85	0.00	18,335.85	5,286.87	366.72	5,653.59
10/20/03	04 GMC Truck dump truck	SLP / 10	43,478.00	0.00	43,478.00	43,478.00	0.00	43,478.00
11/03/03	Landscaping Trees	SLP / 10	12,456.29	0.00	12,456.29	12,456.29	0.00	12,456.29
01/05/04	Plow and Accessories...	SLP / 5	21,891.00	0.00	21,891.00	21,891.00	0.00	21,891.00
01/20/04	Rt 51 Landscaping...	SLP / 10	4,420.00	0.00	4,420.00	4,420.00	0.00	4,420.00
02/17/04	Weaver Road to Marion Ave...	SLP / 25	289,973.73	0.00	289,973.73	161,418.73	11,598.95	173,017.68
04/05/04	Hundley Road Storm Sewer...	SLP / 50	152,668.40	0.00	152,668.40	41,983.84	3,053.37	45,037.21
04/19/04	Koester Dr-Commerce	SLP / 20	56,981.46	0.00	56,981.46	39,174.71	2,849.07	42,023.78
04/19/04	Hickory Point Road Engineering	SLP / 25	27,461.24	0.00	27,461.24	15,103.69	1,098.45	16,202.14
05/03/04	Installation of Plow	SLP / 5	15,329.00	0.00	15,329.00	15,329.00	0.00	15,329.00
07/19/04	Line Stripping System	SLP / 10	8,580.00	0.00	8,580.00	8,580.00	0.00	8,580.00
08/02/04	Brush Chipper	SLP / 5	22,200.00	0.00	22,200.00	22,200.00	0.00	22,200.00
10/04/04	Schroll Pointe Street replacement	SLP / 50	83,130.00	0.00	83,130.00	22,029.45	1,662.60	23,692.05
11/15/04	Sidewalks	SLP / 30	10,000.00	0.00	10,000.00	4,388.86	333.33	4,722.19
02/07/05	Rt. 51 Landscaping	SLP / 10	17,486.83	0.00	17,486.83	17,486.83	0.00	17,486.83
04/18/05	Koester Dr/Commerce	SLP / 25	50,716.85	0.00	50,716.85	25,696.50	2,028.67	27,725.17
04/18/05	Hickory Point Rd Improvements	SLP / 30	270,965.96	0.00	270,965.96	114,407.87	9,032.20	123,440.07
05/02/05	Landscape	SLP / 10	350.00	0.00	350.00	350.00	0.00	350.00
10/03/05	Storm Drainage Study	SLP / 5	4,500.00	0.00	4,500.00	4,500.00	0.00	4,500.00
11/07/05	Lighted Street Signs	SLP / 10	8,523.94	0.00	8,523.94	8,523.94	0.00	8,523.94
11/09/05	Mtech Locating Device...	SLP / 20	2,450.00	0.00	2,450.00	1,490.42	122.50	1,612.92
11/10/05	Hkry Pt Es Sewer/Street	SLP / 20	529,124.47	0.00	529,124.47	321,884.03	26,456.22	348,340.25
01/03/06	Lighted Street Signs	SLP / 10	4,850.00	0.00	4,850.00	4,850.00	0.00	4,850.00
02/28/06	Chevrolet 2wd Regular	SLP / 10	57,507.64	0.00	57,507.64	57,507.64	0.00	57,507.64
02/28/06	Western 9' Plow	SLP / 20	5,000.00	0.00	5,000.00	2,979.17	250.00	3,229.17
03/20/06	Hickory Point Road Improvement	SLP / 20	42,955.63	0.00	42,955.63	25,415.39	2,147.78	27,563.17
04/17/06	Rt. 51 Landscape	SLP / 10	10,534.52	0.00	10,534.52	10,534.52	0.00	10,534.52
09/05/06	Hickory Point Road Improvement	SLP / 20	97,897.07	0.00	97,897.07	55,474.98	4,894.85	60,369.83
12/18/06	Commerce Place to Lucile Ave...	SLP / 20	45,056.85	0.00	45,056.85	24,968.98	2,252.84	27,221.82
08/20/07	Hundley Rd South Improvement	SLP / 20	1,196,162.21	0.00	1,196,162.21	618,017.15	59,808.11	677,825.26
11/19/07	Koester/Commerce Street	SLP / 25	1,481,875.63	0.00	1,481,875.63	597,689.90	59,275.03	656,964.93
05/01/08	Stevens Creek Subdivision Street	SLP / 20	16,109.15	0.00	16,109.15	7,786.11	805.46	8,591.57
05/01/08	Cox Street East Extension P1	SLP / 50	332,379.10	0.00	332,379.10	64,259.94	6,647.58	70,907.52
09/15/08	Caterpillar M20EIT Backhoe	SLP / 5	86,620.00	0.00	86,620.00	86,620.00	0.00	86,620.00
10/20/08	Brown traffic UPS (Rt 51 and Marion)	SLP / 10	13,919.32	0.00	13,919.32	12,759.36	1,159.96	13,919.32
04/01/09	Cox Street East Extension P2	SLP / 50	667,775.99	0.00	667,775.99	116,860.80	13,355.52	130,216.32
04/30/09	Private Offices Group Lacasse	SLP / 10	7,915.00	0.00	7,915.00	6,859.67	791.50	7,651.17
04/30/09	Weaver Rd. Bridge (fence)	SLP / 30	22,925.00	0.00	22,925.00	6,622.81	764.17	7,386.98
04/30/09	Schroll Pt. Rd. Construction	SLP / 50	186,436.00	0.00	186,436.00	32,315.57	3,728.72	36,044.29
04/30/10	Griffin Towers Emergency Sirens	SLP / 30	43,870.00	0.00	43,870.00	11,211.21	1,462.33	12,673.54
04/30/10	Ruehl St Construction	SLP / 40	488,601.48	0.00	488,601.48	93,648.63	12,215.04	105,863.67

ASSET DEPRECIATION SHORT REPORT
Village of Forsyth - Dec. 31, 2018

Assets: 343 of 343 Included
 Include: All Assets
 Method: Book - Std Conventions Applied

Sort #1: Expense A/C#

Date Acq	Description	Meth/Life	Cost	Salvage Value	Depr Basis	Includes Section 179				
						Beg A/Depr	Curr Depr	End A/Depr		
Expense A/C#: 8 - Highway and Streets										
04/30/10	Hundley Road North	SLP / 40	674,180.27	0.00	674,180.27	129,217.91	16,854.51	146,072.42		
10/31/10	Cox/Elwood Drainage Improvements	SLP / 50	85,383.86	0.00	85,383.86	12,238.37	1,707.68	13,946.05		
10/31/10	2009 International 7400	SLP / 10	97,567.00	0.00	97,567.00	69,923.02	9,756.70	79,679.72		
04/30/11	Leaf Collector	SLP / 10	32,000.00	0.00	32,000.00	21,333.33	3,200.00	24,533.33		
04/30/11	Mosquito Fogger	SLP / 20	11,690.00	0.00	11,690.00	3,896.67	584.50	4,481.17		
04/30/11	HP Drive Engineering	SLP / 20	223,180.36	0.00	223,180.36	74,393.47	11,159.02	85,552.49		
10/31/11	Weaver Rd. Bridge	SLP / 20	198,512.42	0.00	198,512.42	61,207.99	9,925.62	71,133.61		
04/30/12	Ruehl/Elwood Storm Sewer...	SLP / 50	81,568.91	0.00	81,568.91	9,244.50	1,631.38	10,875.88		
04/30/12	HP Drive Improvements	SLP / 20	101,351.66	0.00	101,351.66	28,716.29	5,067.58	33,783.87		
04/30/13	2013 F350 Truck	SLP / 10	22,195.00	0.00	22,195.00	10,357.67	2,219.50	12,577.17		
04/30/13	Marion Ave. Impr. Eng.	SLP / 40	324,931.81	0.00	324,931.81	37,908.74	8,123.30	46,032.04		
04/30/13	Tyrone Dr. Overlay Eng.	SLP / 40	171,185.66	0.00	171,185.66	19,971.65	4,279.64	24,251.29		
04/30/13	Jason's Way Overlay Eng.	SLP / 40	107,210.25	0.00	107,210.25	12,507.88	2,680.26	15,188.14		
04/30/13	Fairway Dr. Overlay Eng.	SLP / 40	256,778.46	0.00	256,778.46	29,957.48	6,419.46	36,376.94		
05/01/13	Storm Water Study-Philips Circle	SLP / 35	36,468.20	0.00	36,468.20	4,862.43	1,041.95	5,904.38		
05/01/13	Co 20 Improvements Eng	SLP / 20	99,900.00	0.00	99,900.00	23,310.00	4,995.00	28,305.00		
05/01/13	Co 20 Improvements Eng	SLP / 20	38,887.82	0.00	38,887.82	9,073.82	1,944.39	11,018.21		
05/01/13	Rt51/Elwood P 4 Eng	SLP / 20	6,927.12	0.00	6,927.12	1,616.35	346.36	1,962.71		
05/01/13	Co 20 Improvements Eng	SLP / 20	29,821.92	0.00	29,821.92	6,958.47	1,491.10	8,449.57		
05/01/13	Cox St. Improvements-Ph4	SLP / 20	74,874.38	0.00	74,874.38	17,470.69	3,743.72	21,214.41		
05/01/13	Cox St. P4 Improvments Eng	SLP / 20	1,083,468.61	0.00	1,083,468.61	252,809.36	54,173.43	306,982.79		
04/30/14	Elwood S. Construction	SLP / 40	436,820.45	0.00	436,820.45	42,772.00	10,920.51	53,692.51		
04/30/14	Cox St. P4 Construction	SLP / 40	91,072.62	0.00	91,072.62	7,968.86	2,276.82	10,245.68		
04/30/15	Cox St. P4 Construction	SLP / 40	813,402.22	0.00	813,402.22	55,175.50	20,335.06	75,510.56		
09/19/16	W. Forsyth Parkway Rehabilitation	SLP / 30	600,600.89	0.00	600,600.89	26,693.37	20,020.03	46,713.40		
06/30/17	Plow for 2008 Backhoe	SLP / 5	12,535.00	0.00	12,535.00	1,462.42	2,507.00	3,969.42		
12/31/17	2008 Ford AT37G Bucket Truck	SLP / 5	6,160.00	0.00	6,160.00	102.67	1,232.00	1,334.67		
12/31/17	2018 Chevy 1/2 Ton Truck	SLP / 10	23,036.00	0.00	23,036.00	191.97	2,303.60	2,495.57		
12/31/17	Emergancy Siren By HP Mall (replaced)	SLP / 30	34,795.65	0.00	34,795.65	96.65	1,159.86	1,256.51		
12/31/17	Concrete Repairs Weaver-HP Rd.-Park...	SLP / 10	20,700.00	0.00	20,700.00	172.50	2,070.00	2,242.50		
12/31/17	GSB-88 Seal Coating W.Forsyth Pkwy-S...	SLP / 5	24,721.25	0.00	24,721.25	412.02	4,944.25	5,356.27		
12/31/17	Magnolia-Ponderosa-Cypress Street...	SLP / 20	1,386.25	0.00	1,386.25	0.00	69.31	69.31		
12/31/17	Annual Pavement Design	SLP / 1	596.25	0.00	596.25	0.00	596.25	596.25		
05/21/18 A	Plow for 2015 Ford Truck	SLP / 5	6,873.00	0.00	6,873.00	0.00	916.40	916.40		
09/17/18 A	Lawn Aerator	SLP / 5	8,050.00	0.00	8,050.00	0.00	536.67	536.67		
12/03/18 A	CapeSeal:Park place/dr/ct,...	SLP / 5	52,422.28	0.00	52,422.28	0.00	873.70	873.70		
12/31/18 A	F.Pkwy/Rt51 Interesection Reconstruction	SLP / 20	44,786.86	0.00	44,786.86	0.00	186.61	186.61		
12/31/18 A	Magnolia-Ponderosa-Cypress Street...	SLP / 20	31,192.67	0.00	31,192.67	0.00	129.97	129.97		
Totals: 8 - Highway and Streets (93 assets)			13,676,999.37	0.00	13,676,999.37	4,341,053.30	486,781.71	4,827,835.01		
Grand totals for all accounts: (343 assets)			42,777,765.34	0.00	42,777,765.34	20,250,674.21	1,346,552.24	21,597,226.45		
Less: 3 Disposed assets (Current Depreciation: \$5,599.74)			153,640.00	0.00	153,640.00	22,398.94		27,998.68		
Net totals for all accounts: (340 assets)			42,624,125.34	0.00	42,624,125.34	20,228,275.27	1,346,552.24	21,569,227.77		
Codes that may appear next to the date acquired include: A - Addition, D - Disposal, T - Traded, I - Inactive, C - Construction In Progress, MQ - Mid Quarter Applied										
Additional Summary Statistics:			Cost	Curr Yr Salv	Prior Yr Salv	Depr Basis	Beg A/Depr	Curr A/Depr	End A/Depr	Net Book Val
Grand Totals for All Assets			42,777,765.34	0.00	0.00	42,777,765.34	20,250,674.21	1,346,552.24	21,597,226.45	21,180,538.89
Inactive Assets			0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Less: Disposed Assets			153,640.00	0.00	0.00	153,640.00	22,398.94	5,599.74	27,998.68	125,641.32
Less: Traded Assets			0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Net Totals (Active & Inactive Assets)			42,624,125.34	0.00	0.00	42,624,125.34	20,228,275.27	1,340,952.50	21,569,227.77	21,054,897.57



**TAX INCREMENT FINANCING DISTRICT
AUDITED FINANCIAL STATEMENTS**

For the Year Ended December 31, 2018

VILLAGE OF FORSYTH, ILLINOIS
TAX INCREMENT FINANCING DISTRICT
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INDEPENDENT AUDITOR'S REPORT

To the Mayor and Board of Trustees
Village of Forsyth, Illinois

We have audited the accompanying financial statements of the Tax Increment Financing District of the Village of Forsyth, Illinois, as of and for the year ending December 31, 2018, and the related notes to the financial statements, as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express 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.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Tax Increment Financing District of the Village of Forsyth, Illinois, as of December 31, 2018, and the change in financial position thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

As discussed in Note 1, the financial statements present only the financial position and the changes in the financial position of the Tax Increment Financing District and do not purport to, and do not, present fairly the financial position of the Village of Forsyth, Illinois, as of December 31, 2018, or the changes in its financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to this matter.

A handwritten signature in black ink that reads "KEMPER CPA GROUP LLP". The signature is written in a cursive, slightly slanted style.

Kemper CPA Group, LLP
Certified Public Accountants and Consultants
Champaign, Illinois
April 30, 2019

INDEPENDENT ACCOUNTANT'S REPORT

To the Mayor and Board of Trustees
Village of Forsyth, Illinois

We have examined the Village of Forsyth, Illinois's Tax Increment Financing District's compliance with the requirements of subsection (q) of Section 11-74.4-3 of the Illinois Tax Increment Redevelopment Allocation Act (Illinois Public Act 85-1142) during the year ended December 31, 2018. Management is responsible for the Village of Forsyth's compliance with those requirements. Our responsibility is to express an opinion on management's compliance based on our examination.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. Those standards require that we plan and perform the examination to obtain reasonable assurance about whether the Village's Tax Increment Financing District complied with the requirements of subsection (q) of Section 11-74.4-3 of the Illinois Tax Increment Redevelopment Allocation Act in all material respects. An examination involves performing procedures to obtain evidence about the Village's compliance. The nature, timing, and extent of the procedures selected depend on our judgment, including an assessment of the risks of material noncompliance by the Village's Tax Increment Financing District, whether due to fraud or error. We believe that the evidence we obtained is sufficient and appropriate to provide a reasonable basis for our opinion. Our examination does not provide a legal determination on the Village of Forsyth, Illinois's compliance with specified requirements.

In our opinion, the Village of Forsyth, Illinois, complied in all material respects with the aforementioned requirements during the year ended December 31, 2018.



Kemper CPA Group, LLP
Certified Public Accountants and Consultants
Champaign, Illinois
April 30, 2019

VILLAGE OF FORSYTH, ILLINOIS
TAX INCREMENT FINANCING FUND
BALANCE SHEET
DECEMBER 31, 2018

ASSETS	
Cash and cash equivalents	\$ 26,373
Receivables	<u>9,807</u>
Total assets	<u><u>\$ 36,180</u></u>
LIABILITIES	
Accounts payable	\$ 18,104
Total liabilities	<u>18,104</u>
FUND BALANCE	
Restricted for economic development	<u>18,076</u>
Total fund balance	<u>18,076</u>
Total liabilities and fund balance	<u><u>\$ 36,180</u></u>

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

VILLAGE OF FORSYTH, ILLINOIS
 TAX INCREMENT FINANCING FUND
 STATEMENT OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCE
 FOR THE YEAR ENDED DECEMBER 31, 2018

REVENUES	
Property taxes	\$ 90,612
Investment income	<u>100</u>
Total revenues	<u>90,712</u>
EXPENDITURES	
Current operations:	
Economic development	<u>39,235</u>
Total expenditures	<u>39,235</u>
EXCESS OF REVENUE OVER EXPENDITURES	51,477
OTHER FINANCING SOURCES (USES)	
Transfers out	<u>(33,401)</u>
NET CHANGE IN FUND BALANCE	18,076
FUND BALANCE - BEGINNING OF YEAR	<u>-</u>
FUND BALANCE - END OF YEAR	<u>\$ 18,076</u>

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

VILLAGE OF FORSYTH, ILLINOIS
TAX INCREMENT FINANCING DISTRICT
NOTES TO FINANCIAL STATEMENTS
December 31, 2018

1. SIGNIFICANT ACCOUNTING POLICIES

- (a) Subsequent Events – Management has evaluated subsequent events through April 30, 2019, the date when the financial statements were available to be issued.
- (b) Reporting Entity – The accompanying financial statements present only the financial position and the results of operations for the Tax Increment Financing District and do not contain financial data for any other funds of the Village of Forsyth, Illinois.
- (c) Fund Financial Statement – During the year, the Village segregates transactions related to certain functions or activities into separate funds in order to aid financial management and to demonstrate legal compliance. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts. Fund financial statements are designed to present financial information of the Village at a detailed level. The Tax Increment Financing (TIF) Fund, a special revenue fund, is the only fund in the financial statements in this report.

A special revenue fund is a governmental fund and is used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes. The TIF Fund is used to account for property taxes received that are legally restricted for TIF District redevelopment plan expenditures.

- (d) 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.

Governmental fund financial statements use the current financial resources measurement focus and the modified accrual basis of accounting. Generally only current financial assets and liabilities are included on governmental funds' balance sheets. Their operating statements present sources and uses of available spendable financial resources during a given period.

In governmental funds, revenues are recognized when they become measurable and available. *Available* is defined as collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. Revenues received more than 60 days after the end of the current period are deferred in the governmental fund financial statements. Expenditures are recognized in the accounting period in which the fund liability is incurred, if measurable. Governmental funds use fund balance as their measure of available spendable financial resources at the end of the period.

VILLAGE OF FORSYTH, ILLINOIS
TAX INCREMENT FINANCING DISTRICT
NOTES TO FINANCIAL STATEMENTS
December 31, 2018

1. SIGNIFICANT ACCOUNTING POLICIES – Continued

- (e) Cash and Cash Equivalents –The Village considers all highly liquid investments with maturities of three months or less when purchased to be cash equivalents, excluding amounts invested with the Illinois Treasurer’s Illinois Funds.
- (f) Interfund Activity – Interfund activity is reported as either loans, services provided, reimbursements, or transfers. On fund financial statements, receivables and payables resulting from short-term interfund loans or interfund services provided and used are classified as “Due to/Due from Other Funds.” Reimbursements are when one fund incurs a cost, charges the appropriate benefiting fund, and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers, which are reported as other financing sources/uses in governmental funds.
- (g) Fund Balance/Net Position – Fund balance is the difference between assets and liabilities in a governmental fund. The Village reports a governmental fund’s fund balance in the following classifications.
 - a. Nonspendable – Amounts that cannot be spent because they either are not spendable form or are legally or contractually required to be maintained intact.
 - b. Restricted – Resources that are subject to constraints imposed by external parties or enabling legislation.
 - c. Committed – Amounts constrained for specific purposes by the Village Board of Trustees through formal action (ordinance or resolution).
 - d. Assigned – Amounts that are designated by the Village Board, Village Treasurer, or Village Administrator to be used for specific purposes, but are neither restricted nor committed.
 - e. Unassigned – The residual classification for the General Fund, the net resources that cannot be properly classified in one of the preceding four categories. Other governmental funds report deficit fund balance as unassigned.

When an expenditure is incurred for which restricted, committed, assigned, or unassigned fund balances are available, the Village considers amounts to have been spent first out of restricted funds, then committed funds, then assigned funds, and finally unassigned funds, as needed.

- (h) Use of Estimates – The preparation of the financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimates.

VILLAGE OF FORSYTH, ILLINOIS
TAX INCREMENT FINANCING DISTRICT
NOTES TO FINANCIAL STATEMENTS
December 31, 2018

2. DEPOSITS

A separate bank account is maintained for the Village’s TIF Fund. At December 31, 2018, the carrying amount of the TIF Fund’s deposits was \$26,373. The bank balance was \$26,373. The entire bank balance was covered by federal depository insurance or collateral held in the Village’s name.

3. INTERFUND TRANSACTIONS

A summary of interfund transactions during the year ended December 31, 2018, follows:

	<u>Transfers in</u>	<u>Transfers out</u>
TIF Fund	\$ -	\$ 33,401

The transfer of restricted funds out of the TIF Fund was to reimburse the Village’s General Fund for the initial costs incurred in 2017 to establish the TIF District.

4. CONTRACTUAL COMMITMENTS

As of December 31, 2018, the TIF Fund had the following outstanding contractual commitments related to future services or various construction projects:

<u>Project or Service</u>	<u>Period</u>	<u>Contract Amount</u>	<u>Amount Paid as of Dec. 31, 2018</u>	<u>Amount Remaining on Contract</u>
TIF District services	1/1/18 to 12/31/20	\$ 64,718	\$ 16,718	\$ 48,000

5. RISK MANAGEMENT

The Village is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The Village joined together with other governments to form the Illinois Municipal Risk League, a public-entity risk pool currently operating as a common risk management and insurance program for Illinois municipalities. The Village pays an annual premium to the pool for its general insurance coverage. The agreement for formation of the Illinois Municipal Risk League provides that the pool will be self-sustaining through member premiums. There have been no significant changes from the prior year, and settlements have not exceeded coverage in the current year or the prior two years.