

VILLAGE OF OGDEN, ILLINOIS

Ogden, Illinois

**Financial Statements  
and Supplementary Information**

For the Year Ended

April 30, 2019

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## INDEPENDENT AUDITOR'S REPORT

Board of Village Trustees  
Village of Ogden, Illinois  
Ogden, Illinois

We have audited the accompanying modified cash basis financial statements of the governmental activities, business-type activities, and each major fund of the Village of Ogden, Illinois (the Village), as of and for the year ended April 30, 2019, 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 the modified cash basis of accounting described in Note 1; this includes determining that the modified cash basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to 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 disclosure 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 in the first paragraph present fairly, in all material respects, the respective modified cash basis financial position of the governmental activities, business-type activities, and each major fund of the Village as of April 30, 2019, the respective changes in modified cash basis financial position and, where applicable, cash flows thereof, and the respective budgetary comparison for the General Fund, Library Fund, and Motor Fuel Tax Fund for the year then ended in accordance with the modified cash basis of accounting described in Note 1.

## **Basis of Accounting**

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

## **Other Matters**

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Village's basic financial statements. The supplementary information contained in Schedule 1 and Table 1 is presented for purposes of additional analysis and is not a required part of the basic financial statements. The supplementary information contained in Schedule 1 and Table 1 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. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements for the year ended April 30, 2019, 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 information is fairly stated in all material respects in relation to the basic financial statements as a whole.



Champaign, Illinois

July 17, 2019

VILLAGE OF OGDEN, ILLINOIS  
Statement of Net Position - Modified Cash Basis  
April 30, 2019

	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total</u>
<b>Assets</b>			
Current Assets			
Cash	\$ 386,119	\$ 130,133	\$ 516,252
Investments	344,076	72,835	416,911
Total Current Assets	<u>730,195</u>	<u>202,968</u>	<u>933,163</u>
Capital Assets, Net	-	140,031	140,031
Total Assets	<u>730,195</u>	<u>342,999</u>	<u>1,073,194</u>
<b>Liabilities</b>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Net Position</b>			
Net Investment in Capital Assets	-	140,031	140,031
Restricted for:			
Streets	47,524	-	47,524
Unrestricted	682,671	202,968	885,639
Total Net Position	<u>\$ 730,195</u>	<u>\$ 342,999</u>	<u>\$ 1,073,194</u>

See Accompanying Notes

VILLAGE OF OGDEN, ILLINOIS  
 Statement of Activities - Modified Cash Basis  
 For the Year Ended April 30, 2019

	Program Revenues			Net (Expense) Revenues and Change in Net Position		
	Expenses	Charges for Services	Operating Grants and Contributions	Governmental Activities	Business-Type Activities	Total
<b>Functions/Programs:</b>						
Governmental Activities:						
General Government Administration	\$ 135,550	\$ 21,492	\$ -	\$ (114,058)	\$ -	\$ (114,058)
Public Works	184,983	-	-	(184,983)	-	(184,983)
Culture and Recreation	42,301	7,484	1,013	(33,804)	-	(33,804)
Total Governmental Activities	<u>362,834</u>	<u>28,976</u>	<u>1,013</u>	<u>(332,845)</u>	<u>-</u>	<u>(332,845)</u>
Business-Type Activities:						
Water	70,256	95,465	-	-	25,209	25,209
Sewer	54,761	59,393	-	-	4,632	4,632
Total Business-Type Activities	<u>125,017</u>	<u>154,858</u>	<u>-</u>	<u>-</u>	<u>29,841</u>	<u>29,841</u>
Total Government	<u>\$ 487,851</u>	<u>\$ 183,834</u>	<u>\$ 1,013</u>	<u>(332,845)</u>	<u>29,841</u>	<u>(303,004)</u>
<b>General Revenues</b>						
Taxes:						
Sales Tax				128,485	-	128,485
Income Taxes				78,642	-	78,642
Property Tax				76,238	-	76,238
Video Gaming Tax				37,365	-	37,365
Use Tax				23,950	-	23,950
Motor Fuel Tax				20,623	-	20,623
Municipal Utility Tax				19,097	-	19,097
Road and Bridge Allocation				8,096	-	8,096
Replacement Tax				2,053	-	2,053
Interest Income				3,928	1,154	5,082
Miscellaneous				5,015	-	5,015
Total General Revenues				<u>403,492</u>	<u>1,154</u>	<u>404,646</u>
<b>Transfers</b>				<u>(5,923)</u>	<u>5,923</u>	<u>-</u>
<b>Change in Net Position</b>				<u>64,724</u>	<u>36,918</u>	<u>101,642</u>
<b>Net Position, May 1, 2018</b>				<u>665,471</u>	<u>306,081</u>	<u>971,552</u>
<b>Net Position, April 30, 2019</b>				<u>\$ 730,195</u>	<u>\$ 342,999</u>	<u>\$ 1,073,194</u>

See Accompanying Notes

VILLAGE OF OGDEN, ILLINOIS  
 Balance Sheet - Modified Cash Basis  
 Governmental Funds  
 April 30, 2019

	General Fund	Library Fund	Motor Fuel Tax Fund	Total
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
ASSETS				
Cash	\$ 319,890	\$ 18,705	\$ 47,524	\$ 386,119
Investments	344,076	-	-	344,076
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
Total Assets	<u>\$ 663,966</u>	<u>\$ 18,705</u>	<u>\$ 47,524</u>	<u>\$ 730,195</u>
LIABILITIES AND FUND BALANCES				
<b>Liabilities</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<b>Fund Balances</b>				
Restricted	-	-	47,524	47,524
Committed	37,089	18,705	-	55,794
Unassigned	626,877	-	-	626,877
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
Total Fund Balances	<u>663,966</u>	<u>18,705</u>	<u>47,524</u>	<u>730,195</u>
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
Total Liabilities and Fund Balances	<u>\$ 663,966</u>	<u>\$ 18,705</u>	<u>\$ 47,524</u>	<u>\$ 730,195</u>
Reconciliation to the Statement of Net Position				
Total Fund Balances				\$ 730,195
Differences				<u>-</u>
Net Position of Governmental Activities				<u>\$ 730,195</u>

See Accompanying Notes

VILLAGE OF OGDEN, ILLINOIS  
Statement of Revenues, Expenditures, and  
Changes in Fund Balances - Modified Cash Basis  
*Governmental Funds*  
For the Year Ended April 30, 2019

	General Fund	Library Fund	Motor Fuel Tax Fund	Total
<b>Revenues</b>				
Local Receipts:				
Property Tax	\$ 40,638	\$ 35,600	\$ -	\$ 76,238
Non-Home Rule Sales Tax	52,632	-	-	52,632
Municipal Utility Tax	19,097	-	-	19,097
Road and Bridge Allocation	8,096	-	-	8,096
Intergovernmental Receipts:				
Income Tax	78,642	-	-	78,642
Sales Tax	75,853	-	-	75,853
Video Gaming Tax	37,365	-	-	37,365
Use Tax	23,950	-	-	23,950
Motor Fuel Tax	-	-	20,623	20,623
Replacement Tax	2,053	-	-	2,053
Grants	-	1,013	-	1,013
Other Receipts:				
Rent	13,608	-	-	13,608
Licenses and Fees	7,884	936	-	8,820
Festival Income	6,548	-	-	6,548
Interest	3,868	20	40	3,928
Miscellaneous	3,089	1,926	-	5,015
Total Revenues	<u>373,323</u>	<u>39,495</u>	<u>20,663</u>	<u>433,481</u>
<b>Expenditures</b>				
Current:				
General Government	135,550	-	-	135,550
Public Works	121,080	-	4,108	125,188
Culture and Recreation	10,392	31,909	-	42,301
Capital Outlay	59,540	255	-	59,795
Total Expenditures	<u>326,562</u>	<u>32,164</u>	<u>4,108</u>	<u>362,834</u>
<b>Excess (Deficit) of Revenues Over Expenditures</b>	46,761	7,331	16,555	70,647
<b>Other Financing Sources (Uses)</b>				
Transfers In (Out)	<u>(5,923)</u>	-	-	<u>(5,923)</u>
<b>Net Change in Fund Balances</b>	40,838	7,331	16,555	64,724
<b>Fund Balances, May 1, 2018</b>	<u>623,128</u>	<u>11,374</u>	<u>30,969</u>	<u>665,471</u>
<b>Fund Balances, April 30, 2019</b>	<u>\$ 663,966</u>	<u>\$ 18,705</u>	<u>\$ 47,524</u>	<u>\$ 730,195</u>
<b>Reconciliation to the Statement of Activities:</b>				
Net Change in Fund Balances				\$ 64,724
Differences				-
Change in Net Position of Governmental Activities				<u>\$ 64,724</u>

See Accompanying Notes



VILLAGE OF OGDEN, ILLINOIS  
Statement of Expenditures - Budget and Actual - Modified Cash Basis  
*Major Governmental Funds*  
For the Year Ended April 30, 2019

	Budget		Actual	(Over) Under Budget
	Original	Final		
<b>General Fund</b>				
<i>Current</i>				
General Government	\$ 236,750	\$ 236,750	\$ 135,550	\$ 101,200
Public Works	785,000	785,000	121,080	663,920
Culture and Recreation	5,000	5,000	10,392	(5,392)
Emergency Services and Disaster	13,500	13,500	-	13,500
<i>Capital Outlay</i>	130,000	130,000	59,540	70,460
Total Fund Expenditures	<u>\$ 1,170,250</u>	<u>\$ 1,170,250</u>	<u>\$ 326,562</u>	<u>\$ 843,688</u>
<b>Library Fund</b>				
<i>Current</i>				
Culture and Recreation	\$ 50,950	\$ 50,950	\$ 31,909	\$ 19,041
<i>Capital Outlay</i>	2,000	2,000	255	1,745
Total Fund Expenditures	<u>\$ 52,950</u>	<u>\$ 52,950</u>	<u>\$ 32,164</u>	<u>\$ 20,786</u>
<b>Motor Fuel Tax Fund *</b>				
<i>Current</i>				
Public Works	<u>\$ 18,000</u>	<u>\$ 18,000</u>	<u>\$ 4,108</u>	<u>\$ 13,892</u>

\* Equals the Village Board approved project budget

See Accompanying Notes

VILLAGE OF OGDEN, ILLINOIS  
 Balance Sheet - Modified Cash Basis  
*Proprietary Funds*  
 April 30, 2019

	Enterprise Funds		
	Water Fund	Sewer Fund	Total
ASSETS			
<b>Current Assets</b>			
Cash	\$ 71,848	\$ 58,285	\$ 130,133
Investments	35,214	37,621	72,835
Total Current Assets	107,062	95,906	202,968
<b>Capital Assets, Net</b>			
Water	74,870	-	74,870
Sewer	-	65,161	65,161
Total Capital Assets, Net	74,870	65,161	140,031
Total Assets	\$ 181,932	\$ 161,067	\$ 342,999
LIABILITIES AND NET POSITION			
<b>Liabilities</b>	\$ -	\$ -	\$ -
<b>Net Position</b>			
Net Investment in Capital Assets	74,870	65,161	140,031
Unrestricted	107,062	95,906	202,968
Total Net Position	181,932	161,067	342,999
Total Liabilities and Net Position	\$ 181,932	\$ 161,067	\$ 342,999

See Accompanying Notes

VILLAGE OF OGDEN, ILLINOIS  
Statement of Revenues, Expenses, and  
Changes in Net Position - Modified Cash Basis  
*Proprietary Funds*  
For the Year Ended April 30, 2019

	Enterprise Funds		
	Water Fund	Sewer Fund	Total
<b>Operating Revenues</b>			
Service Fees	\$ 95,465	\$ 59,393	\$ 154,858
<b>Operating Expenses</b>			
Salaries and Payroll Taxes	28,749	5,990	34,739
Materials and Supplies	11,183	13,234	24,417
Contractual Services	25,086	26,614	51,700
Other	635	33	668
Depreciation	4,603	8,890	13,493
Total Operating Expenses	<u>70,256</u>	<u>54,761</u>	<u>125,017</u>
Operating Income (Loss)	25,209	4,632	29,841
<b>Non-Operating Revenues (Expenses)</b>			
Interest Income	<u>322</u>	<u>832</u>	<u>1,154</u>
Income (Loss) Before Transfers	25,531	5,464	30,995
<b>Transfers In</b>	<u>4,742</u>	<u>1,181</u>	<u>5,923</u>
Change in Net Position	30,273	6,645	36,918
<b>Net Position, May 1, 2018</b>	<u>151,659</u>	<u>154,422</u>	<u>306,081</u>
<b>Net Position, April 30, 2019</b>	<u><u>\$ 181,932</u></u>	<u><u>\$ 161,067</u></u>	<u><u>\$ 342,999</u></u>

See Accompanying Notes

VILLAGE OF OGDEN, ILLINOIS  
Statement of Cash Flows - Modified Cash Basis  
*Proprietary Funds*  
For the Year Ended April 30, 2019

	Enterprise Funds		
	Water Fund	Sewer Fund	Total
<b>Cash Flows from Operating Activities</b>			
Receipts from Customers	\$ 95,465	\$ 59,393	\$ 154,858
Payments to Vendors	(36,904)	(39,881)	(76,785)
Payments to Employees	(28,749)	(5,990)	(34,739)
Net Cash Provided by (Used in) Operating Activities	<u>29,812</u>	<u>13,522</u>	<u>43,334</u>
<b>Cash Flows from Non-Capital Financing Activities</b>			
Transfers In	<u>4,742</u>	<u>1,181</u>	<u>5,923</u>
<b>Cash Flows from Investing Activities</b>			
Receipt of Interest	322	832	1,154
Purchase of Investments	(35,214)	(781)	(35,995)
Net Cash Provided by (Used in) Investing Activities	<u>(34,892)</u>	<u>51</u>	<u>(34,841)</u>
<b>Net Increase (Decrease) in Cash</b>	(338)	14,754	14,416
<b>Cash, May 1, 2018</b>	<u>72,186</u>	<u>43,531</u>	<u>115,717</u>
<b>Cash, April 30, 2019</b>	<u><u>\$ 71,848</u></u>	<u><u>\$ 58,285</u></u>	<u><u>\$ 130,133</u></u>
<b>Cash Flows from Operating Activities</b>			
Operating Income (Loss)	\$ 25,209	\$ 4,632	\$ 29,841
Adjustment to Reconcile Operating Income (Loss) to Net Cash Provided by (Used In) Operating Activities:			
Depreciation	<u>4,603</u>	<u>8,890</u>	<u>13,493</u>
Net Cash Provided by (Used in) Operating Activities	<u><u>\$ 29,812</u></u>	<u><u>\$ 13,522</u></u>	<u><u>\$ 43,334</u></u>

See Accompanying Notes

VILLAGE OF OGDEN, ILLINOIS  
Notes to Basic Financial Statements  
April 30, 2019

**1. Summary of Significant Accounting Policies**

As discussed further in Note 1(c), the financial statements of the Village of Ogden, Illinois (the Village) are presented on the modified cash basis of accounting. This basis of accounting differs from accounting principles generally accepted in the United States of America (GAAP). GAAP includes all relevant Governmental Accounting Standards Board (GASB) pronouncements plus other sources of accounting and financial reporting guidance noted in GASB Statement 76, *The Hierarchy of Generally Accepted Accounting Principles for State and Local Governments*.

a. Financial Reporting Entity

The Village's financial reporting entity is composed of the following:

Primary Government	Village of Ogden, Illinois
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In determining the financial reporting entity, the Village complies with the provisions of GASB Statement No. 14, *The Financial Reporting Entity*, as amended by GASB Statement No. 61, *The Financial Reporting Entity: Omnibus an Amendment of GASB Statements No. 14 and No. 34*. Based on the operational and financial criteria of those statements, the Village does not have a component unit that should be reported as part of the reporting entity.

b. Basis of Presentation

*Government-Wide Financial Statements*

The Statement of Net Position and Statement of Activities display information about the reporting government as a whole. They include all funds of the Village. The statements distinguish between governmental and business-type activities.

Governmental activities generally are financed through taxes, intergovernmental revenues, and other non-exchange revenues. Business-type activities are financed in whole or in part by fees charged to external parties for goods or services. Internal activity within the governmental activities and the business-type activities is eliminated in the government-wide financial statements.

*Fund Financial Statements*

Fund financial statements of the reporting entity are organized into funds, each of which is considered to be a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts that constitutes its assets, liabilities, fund equity, revenues, and expenditures/expenses. Funds are organized into

two major categories: governmental and proprietary. The Village presently has no fiduciary funds. An emphasis is placed on major funds within the governmental and proprietary categories. A fund is considered major if it is the primary operating fund of the Village or meets the following criteria:

1. Total assets plus deferred outflows of resources, liabilities plus deferred inflows of resources, revenues, or expenditures/expenses of that individual governmental or enterprise fund are at least 10 percent of the corresponding total for all funds of that category or type.
2. Total assets plus deferred outflows of resources, liabilities plus deferred inflows of resources, revenues, or expenditures/expenses of the individual governmental fund or enterprise fund are at least 5 percent of the corresponding total for all governmental and proprietary funds combined.

The funds of the financial reporting entity are described below:

*Governmental Funds*

- General Fund – The General Fund is the primary operating fund of the Village and is always classified as a major fund. It is used to account for all activities except those legally or administratively required to be accounted for in other funds.
- Special Revenue Funds – Special Revenue Funds are used to account for the proceeds of specific revenue sources that are restricted or committed to expenditures for specified purposes other than debt service or capital projects. The reporting entity includes the following special revenue funds, which are reported as major funds:

<u>Fund</u>	<u>Brief Description</u>
Motor Fuel Tax Fund	Accounts for the restricted motor fuel tax provided by the State of Illinois and expenditures paid for road repair and replacement
Library Fund	Accounts for property tax received and expenditures paid for library activities as outlined in the annual tax levy

The Village has presented the Motor Fuel Tax Fund and Library Fund as major based on their importance to the financial statement users.

### *Proprietary Funds*

Enterprise Funds – An Enterprise fund is used to account for business-like activities provided to the general public. These activities are financed primarily by user charges, and the measurement of financial activity focuses on net income measurement similar to the private sector. The reporting entity includes the following enterprise funds that are reported as major funds:

<u>Fund</u>	<u>Brief Description</u>
Water Fund	Accounts for the activities of providing water service to the residents of the Village
Sewer Fund	Accounts for the activities of providing sewer service to the residents of the Village

#### c. Measurement Focus and Basis of Accounting

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

#### *Measurement Focus*

In the government-wide Statement of Net Position and the Statement of Activities, both governmental and business-type activities are presented using the economic resources measurement focus, within the limitations of the modified cash basis of accounting.

In the fund financial statements, the “current financial resources” measurement focus or the “economic resources” measurement focus, as applicable to the modified cash basis of accounting, is used as defined below:

1. All governmental funds utilize a “current financial resources” measurement focus. Only current financial assets and liabilities are generally included on their balance sheets. Their operating statements present sources and uses of available spendable financial resources during a given period. These funds use fund balance as their measure of available, spendable financial resources at the end of the period.
2. All proprietary funds utilize an “economic resources” measurement focus. The accounting objectives of this 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 non-current, financial, or non-financial) associated with their activities are reported. These funds’ equities are classified as net position.

### *Basis of Accounting*

The financial statements are presented using the modified cash basis of accounting. This basis recognizes assets, liabilities, net position/fund equity, revenues, and expenditures/expenses when they result from cash transactions with a provision for investments in the governmental activities and governmental funds, and a provision for investments, property and equipment, and depreciation in the business-type activities and proprietary funds. This basis measures and reports cash and changes in cash resulting from cash receipts and disbursements. This basis is a comprehensive basis of accounting other than GAAP.

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

If the Village utilized the basis of accounting recognized as generally accepted in the United States of America, the fund financial statements for the governmental funds would use the modified accrual basis of accounting, and the government-wide and proprietary funds financial statements would be presented on the accrual basis of accounting.

#### d. Investments

Investments include certificates of deposit or short-term investments with an original maturity of three months or more.

#### e. Capital Assets

Proprietary fund capital assets are valued at historical cost or estimated historical cost if actual historical cost is not available. The Village's management uses a capitalization threshold of \$5,000. Donated capital assets are valued at estimated acquisition value at the date of donation. Depreciation is computed using the straight-line method over estimated useful lives ranging from five to twenty-five years.

The governmental activities do not capitalize or depreciate capital assets, including infrastructure.

#### f. Restricted Net Position

Assets that are not available to finance general operations of the Village are reported as restricted on the statement of net position. The Village's policy is to apply restricted resources first when an expense is incurred for a purpose for which restricted and unrestricted net position are available.



g. Fund Balance

Fund balances are classified as follows:

**Non-Spendable** – Amounts that cannot be spent either because they are not in a spendable form or because they are legally or contractually required to be maintained intact

**Restricted** – Amounts that can be spent only for specific purposes because of the Village charter, state or federal laws, or externally imposed conditions by grantors or creditors

**Committed** – Amounts that can be used only for specific purposes determined by a formal resolution by the Board of Village Trustees

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

**Unassigned** – All amounts not included in other spendable classifications

When an expenditure is incurred for purposes for which both restricted and unrestricted (committed, assigned, or unassigned) fund balance is available, the Village considers restricted funds to have been spent first. When an expenditure is incurred for which committed, assigned, or unassigned fund balances are available, the Village considers amounts to have been spent first out of committed funds, then assigned funds, and finally unassigned funds, as needed, unless the Board of Village Trustees has provided otherwise in its commitment or assignment actions.

h. Program Revenues

Program Revenues on the Statement of Activities includes the following:

Governmental Activities

Charges for Services:

Rent Fees received for the rental of land owned by the Village

Licenses and Fees Amounts remitted to the Village by entities and persons making use of legal privileges issued by the Village

Business-Type Activities

Charges for Services:

User Fees Fees paid by the public for water and sewer usage

i. Operating and Non-Operating Revenues and Expenses of the Proprietary Funds

Operating revenues and expenses for the proprietary funds are those that result from providing services. It also includes all revenue and expenses not related to capital and related financing, non-capital financing, or investing activities.

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

j. Estimates

These financial statements include estimates and assumptions made by the Village's management that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates. The significant estimates of the Village at April 30, 2019 include the estimate of useful lives of capital assets of the Water Fund and Sewer Fund.

**2. Legal Budgets**

Legal budgets are prepared in the form of an appropriations ordinance for Village funds using the same accounting basis and practices as are used to account for and prepare financial reports. Unexpended appropriations lapse at the end of the fiscal year. Once a budget is approved, it can be amended at the function and fund level by approval of a majority of the members of the Board of Village Trustees after a public notice and hearing. Appropriation transfers between budget line items may be presented to the Board

at their regular meetings. Each transfer must have Board approval. Such transfers are made before the fact and are reflected in the official minutes of the Board. There were no transfers made after fiscal year-end, as dictated by law.

A comparison of budget to actual expenditures is provided for the major governmental funds. The Village does not prepare a budget for revenues.

### **3. Property Taxes**

The Village's property tax is levied each year on all taxable real property located in the Village by December 31 of the subsequent year (by passage of the Tax Levy Ordinance). The Board of Village Trustees passed the 2018 tax levy on November 1, 2018. Property taxes attach as an enforceable lien on property as of January 1 and are payable in two installments on or about July 1 and September 1. The Village receives significant distributions of tax receipts approximately one month after these due dates. Property taxes are recorded as revenues when they are received. Property tax receipts in these financial statements are from the 2017 tax levy.

### **4. Deposits and Investments**

The Village is authorized to invest excess funds in instruments outlined under Chapter 30, Section 235 of the Illinois Compiled Statutes. At April 30, 2019, the carrying amount of the Village's deposits, including cash and investments, totaled \$933,163 and the bank balances totaled \$933,188.

#### *Custodial Credit Risk – Bank Deposits*

Custodial credit risk is the risk that in the event of a bank failure, the Village's deposits may not be returned to it. The Village does not have an investment policy. At April 30, 2019, \$664,483 of the Village's bank deposits total was not insured by federal depository insurance, but was collateralized by securities pledged by the depository bank. Pledged securities were held both by the depository bank and a third-party and not in the name of the Village. The pledged securities had a fair value of \$707,539 at April 30, 2019.

#### *Investments*

At April 30, 2019, the carrying amount of the Village's certificates of deposit totaled \$416,911. The maturity term of the certificates of deposit range from twelve to thirteen months, and the next maturity date is in July 2019. The investment rates range from 1.98 percent to 2.48 percent.

## 5. Capital Assets, Net

The following is a summary of the changes in the capital assets of the business-type activities and proprietary funds for the year ended April 30, 2019:

	April 30, 2018	Additions	Retirements	April 30, 2019
Depreciable Capital Assets				
Water				
Infrastructure	\$ 169,575	\$ -	\$ -	\$ 169,575
Equipment	11,648	-	-	11,648
Accumulated Depreciation	(101,750)	(4,603)	-	(106,353)
Total Water	<u>79,473</u>	<u>(4,603)</u>	<u>-</u>	<u>74,870</u>
Sewer				
Infrastructure	2,246,841	-	-	2,246,841
Land Improvement	8,948	-	-	8,948
Equipment	33,700	-	-	33,700
Accumulated Depreciation	(2,215,438)	(8,890)	-	(2,224,328)
Total Sewer	<u>74,051</u>	<u>(8,890)</u>	<u>-</u>	<u>65,161</u>
Capital Assets, Net	<u>\$ 153,524</u>	<u>\$ (13,493)</u>	<u>\$ -</u>	<u>\$ 140,031</u>

Depreciation expense for year ended April 30, 2019, was \$4,603 for the Water Fund and \$8,890 for the Sewer Fund.

## 6. Net Position and Fund Balances

At April 30, 2019, the Village had:

- \$47,524 of restricted net position and fund balance for future street and alley maintenance expenses. These funds are from the motor fuel taxes provided by the State of Illinois and restricted for purposes specified by the state's statute.
- \$37,089 of designated unrestricted net position in the governmental activities and committed fund balance in the General Fund. Of this total, \$6,539 resulted from a portion of municipal utility tax and is held for sidewalk maintenance and \$30,550 was from the one percent local sales tax and is held for infrastructure projects.
- \$18,705 of designated unrestricted net position in the governmental activities and committed fund balance in the Library Fund for purchases of new materials and supplies.
- \$81,752 of designated unrestricted net position in the business-type activities, and \$42,610 and \$39,142 of designated unrestricted net position in the Water Fund and Sewer Fund, respectively, was held for major repair and maintenance costs and future capital projects.

**7. Leases**

For the year ended April 30, 2019, the Village had \$13,608 of rent revenue. This revenue is generated from short-term leases lasting one year or less.

**8. Risk of Loss**

Significant losses from unanticipated casualties or natural disasters are covered by commercial insurance for property, liability, and workers' compensation. During the year ended April 30, 2019, there were no significant reductions in coverage. There have been no settlement amounts that have exceeded insurance coverage, or that have been uncovered by insurance, in the past three years.

**9. Interfund Activity**

Transfer of funds for the year ended April 30, 2019 consist of the following:

	<u>Transfers Out</u>	<u>Transfers In</u>
Water Fund	\$ -	\$ 4,742
Sewer Fund	-	1,181
General Fund	<u>5,923</u>	<u>-</u>
Total Interfund Transfers	<u>\$ 5,923</u>	<u>\$ 5,923</u>

The purpose of the transfers from the General Fund was to fund the Village portion of the payroll taxes of the recipient funds.

VILLAGE OF OGDEN, ILLINOIS  
Schedule of Legal Debt Margin  
April 30, 2019

<b>Assessed Valuations - 2018 Levy *</b>	<u>\$ 11,471,480</u>
Statutory Debt Limit - 8.625 Percent of Assessed Valuation	\$ 989,415
Indebtedness:	<u>-</u>
<b>Legal Debt Margin</b>	<u>\$ 989,415</u>

\* - Most Current Assessed Valuation Available

VILLAGE OF OGDEN, ILLINOIS  
Property Tax Levies, Rates, Extensions, and Collections  
For the Years Ended April 30

Fiscal Year of Receipt	2020	2019	2018	2017
Levy Year	2018	2017	2016	2015
<b>Assessed Valuations</b>	\$ 11,471,480	\$ 11,268,940	\$ 11,273,330	\$ 10,855,410
<b>Tax Levies</b>				
General	\$ 31,261	\$ 31,507	\$ 31,245	\$ 30,651
Library	36,542	36,831	36,537	35,847
Audit	3,164	3,190	3,164	3,104
Liability Insurance	4,119	4,150	4,118	4,038
Social Security	3,153	3,178	3,152	3,093
<b>Total Tax Levies</b>	<b>\$ 78,239</b>	<b>\$ 78,856</b>	<b>\$ 78,216</b>	<b>\$ 76,733</b>
<b>Tax Rates</b>				
General	0.2726	0.2717	0.2657	0.2716
Library	0.3186	0.3176	0.3106	0.3176
Audit	0.0276	0.0275	0.0269	0.0275
Liability Insurance	0.0360	0.0358	0.0350	0.0358
Social Security	0.0275	0.0274	0.0268	0.0274
<b>Total Tax Rates</b>	<b>0.6823</b>	<b>0.6800</b>	<b>0.6650</b>	<b>0.6799</b>
<b>Tax Extensions</b>				
General	\$ 31,271	\$ 30,618	\$ 29,953	\$ 29,483
Library	36,548	35,790	35,015	34,477
Audit	3,166	3,099	3,033	2,985
Liability Insurance	4,130	4,034	3,946	3,886
Social Security	3,155	3,088	3,021	2,975
<b>Total Tax Extensions</b>	<b>\$ 78,270</b>	<b>\$ 76,629</b>	<b>\$ 74,968</b>	<b>\$ 73,806</b>
<b>Tax Collections</b>				
General		\$ 40,638	\$ 39,760	\$ 39,307
Library		35,600	34,851	34,454
<b>Total Tax Collections</b>		<b>\$ 76,238</b>	<b>\$ 74,611</b>	<b>\$ 73,761</b>
<b>Percentage of Extension Collected</b>		<b>99.49%</b>	<b>99.52%</b>	<b>99.94%</b>