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October 29, 2018

Stacy K. Shelly
Langhenry, Gillen, Lundquist & Johnson, LLC
6785 Weaver Road, Suite 2E
Rockford, IL 61114

Via email: sshelly@lgfirm.com

RE: Case No. 16 TX 30; Algonquin
Township/Road District
FOR SETTLEMENT PURPOSES ONLY

Dear Ms. Shelly:

Pursuant to our conversation after the last court date, my clients have authorized me to make the following settlement demand in the above-referenced case. I am aware of the fact that you are substitute counsel, and have been catching up with the issues in this case. Many of the issues in this case are also present in 15 TX 5 and 17 TX 11.

As you know, both Algonquin Township and the Algonquin Road District were adjudicated to have illegal levies in 2014 (i.e. case no. 15 TX 5). The very same issues exist in the 2015 levy, which is case no. 16 TX 30. In that regard, I have enclosed our motion for summary judgment as to the 2015 levy. Specifically, I would call you attention to Exhibit E. In that Exhibit, the Tax Objectors have proven that for all funds save for the Road and Bridge Fund, the Township has an illegal accumulation of funds. In 15 TX 5, the Court relied upon this document and made the very same findings.

While I understand that you have filed a motion to dismiss, in that motion the Township has admitted, with respect to various funds, that it continues to carry an excess accumulation of funds. There is no doubt that the Court will make the same findings, as none of the testimony will change. The only issue is whether we will have to depose the Township's auditors again, try the case and collect our costs and fees as we did in 15 TX 5.

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Page Two

With respect to liability, the instant case involves an increase of liability to the Township and the Road District of 19.6%. The EAV in the 2016 case has increased 4.8% and the additional allegation that the Township levied in excess of that which it appropriated by 14.8% is factually indisputable. The excess levy is delineated in Exhibit D to the attached motion for summary judgment. It is well-settled that a taxing body cannot levy in excess of that which it has appropriated. In *Re County Collector*, 118 Ill.App.3d 139 (2nd Dist. 1983).

As you can see by the December 14, 2017 Order, the liability in 15 TX 5 was \$123,879. If you add 19.6% to that number, the potential liability remains \$148,159.28. I have been authorized to settle this matter for \$125,000. Additionally, my clients have authorized me to extend the same settlement figure for the 2017 case.

In the event the Township/Road District does not wish to settle the matter, we will simply proceed with our motion for summary judgment once your motion to dismiss is denied. Should that route be necessary, we will no longer be open to settlement discussions.

On behalf of my clients, I look forward to your response.

Regards,



Timothy P. Dwyer

TPD: cmd
Enclosure

**IN THE CIRCUIT COURT OF THE 22nd JUDICIAL CIRCUIT
McHENRY COUNTY, ILLINOIS**

Katherine M. Keefe
Clerk of the Circuit Court
Electronically Filed
Transaction ID: 17111141709
16TX000030
03/07/2018
McHenry County, Illinois
22nd Judicial Circuit

TAXPAYER, CLIFFORD LEEGARD TRUST,)
ET AL.,)

Plaintiffs,)

vs.)

GLEND A MILLER, in her official capacity as)
McHENRY COUNTY TREASURER and EX-)
OFFICIO McHENRY COUNTY COLLECTOR,)

Defendant.)

No.: 16 TX 30

2015 TAX YEAR RATE

OBJECTION COMPLAINT

**TAXPAYERS' MOTION FOR SUMMARY JUDGMENT AS TO
ALGONQUIN TOWNSHIP AND THE ALGONQUIN TOWNSHIP ROAD DISTRICT**

NOW COME the Plaintiffs/Tax Objectors, Taxpayer, Clifford Leegard Trust, et al., by and through its counsel, The Dwyer Law Office, and for Plaintiffs' Motion for Summary Judgment pursuant to 735 ILCS 5/2-1005, states as follows:

I. INTRODUCTION

The instant claim involves a tax objection alleging that the Township, in 2015, levied for funds which were wholly unnecessary and therefore excessive under Illinois law. Algonquin Township issued two separate levies in 2015, one for the Township and one for the Township Road District. The same Township Trustees vote for each levy, as the Road District does not have a board. Both entities, the Township and the Township Road District, are audited under one audit according to the Illinois Compiled Statutes, the Township Code. While the audit delineates separate funds, all of the funds come under the purview of the Township, and are treated as Township Funds. Under the facts and the law set forth below, the levies issued by the Township are excessive both cumulatively and from an individual fund perspective.

II. UNDISPUTED FACTS

1. In fiscal year 2012, the Township increased its net position by \$605,527.
2. In fiscal year 2013, the Township increased its net position by \$1,221,573.
3. In fiscal year 2014, the Township increased its net position by \$852,956.
4. At the end of its fiscal year, March 31, 2014, the net position of the Township was \$11,711,225.
5. In fiscal year 2015, the Township's net position increased by \$661,676.
6. At the end of fiscal year 2015, the net position of the Township was \$12,372,901.
7. All the entities on Plaintiffs' Exhibit B to its Fourth Amended Complaint paid their taxes in full.
8. As of the end of fiscal year 2015, the Town Fund had a balance of \$3,162,101.
Exhibit A, page 13.
9. For the three previous years, the total expenditures of the Town Fund was \$1,543,343. Exhibits A-C.
10. The annual average, three-year expenditures of the Town Fund were \$1,543,343, which is 2.05 times the amount of expenditures the Township had in reserves over the previous three-year period. Exhibits A-C.
11. When it issued its 2015 tax levy, the Township had \$162,891 in its Insurance Fund. Exhibit A, page 20.
12. The average three-year expenditures for the Township relative to its Insurance Fund were \$50,682, or 3.02 times the average annual cost. Exhibits A-C.

13. The balance in the I.M.R.F. Fund, as of fiscal year 2015, was \$232,279. Exhibit A, page 20. The total expenditures, average over a three-year basis, were \$77,246. This was 3.01 times the average, annual, three-year expenditures.

14. Thus, even without the 2014 tax receivables, the Township I.M.R.F. Fund was over twice that of which was necessary for the ensuing fiscal year.

15. As of fiscal year 2015, the Township Audit Fund had \$81,042.

16. The three-year average annual cost of the audit was \$3,190.

17. Thus the Audit Fund had 25 times that which was necessary for the ensuing fiscal year, but the Township still levied \$10,000 for said fund.

18. As of the end of fiscal year 2015, the Township Social Security Fund had \$178,467.

19. In 2015, the Social Security Fund expended \$56,749, for an average, three-year cost of \$58,489. See Exhibits A-C.

20. Prior to receiving any 2015 taxes from its levy of \$71,082, the Township had \$178,467, or 3.05 times that which was necessary to pay Social Security expenses in the ensuing year. Exhibit A.

21. For its Building and Equipment Fund, the Township had a balance of \$2,778,672 as of the end of fiscal year 2015. Exhibit A, page 13.

22. For three years previous, this Fund expended \$1,087,566. See Exhibits A-C.

23. Thus, the existing balance of \$2,778,672, as of the end of fiscal year 2015, was 2.46 times the necessary funds needed for the ensuing year. Nevertheless, \$1,229,181 was levied from Algonquin Township taxpayers in 2015.

24. At the end of fiscal year 2014-15, the Township Public Assistance Fund had \$529,984 in reserves.

25. The annual, three-year average expenditures, however, were only \$154,608, rendering a Miller ratio of 3.43.

26. With respect to the Road and Bridge Fund, the Township levied in excess of that which was appropriated. See Exhibit D, attached hereto and incorporated by reference.

27. Specifically, the Township levied \$381,510 in addition to that which was appropriated in the Budget and Appropriation ordinance. See Exhibit D hereto.

28. Since the Road and Bridge levy was \$2,576,685, 14.8 percent of the Township's levy (or .017534) is invalid as a matter of law.

29. For purposes of this motion, there are no issues of genuine, material facts.

III. ARGUMENT

A. A VALID LEVY CAN ONLY PROVIDE NEEDS FOR THE ENSUING FISCAL YEAR

Under the case law developed in the State of Illinois, the tax levies adopted by Algonquin Township in 2015 remains excessive and illegal. It is well-settled that taxing bodies retain broad discretion in estimating the amounts needed to carry out the lawful objectives of the taxing district. People ex rel. Toynton v. Commonwealth Edison Company, 285 Ill.App.3d 357, 674 N.E.2d 809 (3rd Dist. 1996). There is likewise a presumption that the taxing body, in adopting its levy, has properly discharged its legal duty, and has not abused its discretion. In Re Application of Rosewell, 159 Ill.2d 393, 639 N.E.2d 559 (Ill. 1994). A tax objector has the burden to demonstrate that the levy, or a portion thereof, was unnecessary. People ex rel. v. Stuckart, 277 Ill. 567, 115 N.E. 744 (Ill. 1917). The validity of a tax levy is to be determined as of the date of the levy, and its validity is not altered by subsequent events. In Re Application of

DuPage County Collector, 294 Ill.App.3d 868, 691 N.E.2d 405 (2nd Dist. 1998). There are no issues of dispute with regard to the fact that, at the time it adopted its 2015 levies, the Township had reserve funds of \$12,372,901. See Exhibit A, page 11. There is likewise no dispute that the Township had a three-year expense of \$4,598,404. Exhibits A-C.

It is likewise well-settled that an unnecessary accumulation of money in the public treasury contravenes Illinois law, and taxing bodies may not levy taxes faster than they are likely to be needed. People ex rel. Toman v. Edward Hines Lumber, Co., 385 Ill. 366, 52 N.E.2d 720 (Ill. 1944). In the event a challenged levy is void, in the sense that the taxing body exceeded its lawful authority in imposing its levy, courts may sustain the taxpayer's objection because the taxing body lacks discretion to impose an unlawful levy. People ex rel. Weber v.

Commonwealth Edison Company, 287 Ill.App.3d 784, 679 N.E.2d 103 (3rd Dist. 1997). Such is the case here where the Tax Objectors have set forth a prima facie case against the Intervenor, and the Township has not set forth any reason to accumulate funds in compliance with the Township or Highway Code. In the controversy at bar, Central Illinois Public Service Company v. Miller, 42 Ill.2d, 248 N.E.2d 89 (Ill. 1969), remains a seminal case. In Miller, the Supreme Court held that where the taxing bodies had a surplus and the end of the fiscal year, in addition to the taxes receivable for the prior fiscal year, of 2-3 times the average, three-year annual expense, the levy was invalid. The Miller court held that given the excessive amount of reserves in that particular case, any levy would be invalid. Miller has been recognized by every Illinois Court adjudicating tax levies, and it has been held that the Miller "formula" is not rigid, but case specific, and not to be applied with mathematical prevision. Tonyton, 825 Ill.App.3d at 362. On the other hand, the Miller decision is not the only factor in determining whether a tax levy is void relative to excessive accumulation. In Re Application of Rosewell (Mariotta v. Metropolitan Water Reclamation District)¹, 159 Ill.2d 393, 639 N.E.2d 559 (Ill. 1994).

¹ This case is commonly referred to as "Mariotta".

In Mariotta, the Illinois Supreme Court held that surpluses were to be expected upon the application of conservative budgeting practices; however, the taxpayers are prejudiced if such surpluses are not included by the taxing body in the following year's budgets in order to reduce the appropriation and levy imposed by the taxing district. 159 Ill.2d at 406-407. (Emphasis added). Mariotta was decided 35 years after the Miller decision, and subsequent to the legislature's adoption of the Property Tax Limitation and Extension Act ("PTELL"). In the case of In Re application of County Collector of Cook County², 332 Ill.App.3d 277, 774 N.E.2d 832, (1st Dist. 2002), (cert. denied, 201 Ill.2d 568 (2002)), the First District repeated the well-established axiom that a tax levied for a particular purpose is intended to provide for the needs of the ensuing year and not to provide a fund for possible future needs. Accordingly, a tax levy largely in excess of the requirements for the particular purpose during the ensuing year as illegal and void. 332 Ill.App.3d at 290-91. In Ken Oak, the circuit court sustained the taxpayer's objections, holding that the City of Chicago had underestimated the funds available for the Public Building Commission ("PBC"), and that the 1989 levy for the PBC of \$86,000,000 was void, as a matter of law. In defense of its PBC tax levy, the City of Chicago invoked Miller, as well as its home rule powers, both of which were summarily rejected by the First District. In Ken Oak, the First District, Citing Miller and Mariotta, affirmed the principle that it remains unconstitutional to impose unnecessary or illegal *ad volerem* taxes. The Ken Oak Court held that where the City of Chicago had a surplus in its Public Building Commission Fund approximately *equal to the amount of its PBC levy*, that levy was void by virtue of long-standing Illinois law. (Emphasis added).

Notably, the Ken Oak Court held that:

² This case is commonly referred to as "Ken Oak".

The City relies on In re Application of McHenry County Collector (Walgenback v. Chicago & Northwestern Rwy. Co.), 41 Ill.App.3d 106, 110, 354 N.E.2d 42, 45 (1976), for the proposition that an abuse of discretion is shown only when the intent of the taxing body in making the levy is to provide a surplus for other purposes or is grossly excessive and shows an intent to accumulate funds faster than are likely to be needed. **However, this case meets those criteria. In this case, the PBC Fund had a surplus approximately as large as the 1989 levy for that fund. This surplus exceeded the average expenditures for the prior three years.** (Emphasis added).

The City also relies on Belke v. County of Peoria, 169 Ill.App.3d 839, 120 Ill.Dec. 384, 523 N.E.2d 1295 (1988), to argue that Miller only applies where the taxing body had a continuing, accumulating surplus. The discussion of Miller in Belke is *dicta*, using concepts from Miller to discuss a statute that this court ultimately did not even apply in Belke. 169 Ill.App.3d at 844-45, 523 N.E.2d at 1298-99. As such, Belke can hardly be considered to support the City's claim.

More significantly, Miller is just one case reflecting long-standing Illinois law that a tax levied for a particular purpose is intended to provide for the needs of the ensuing year and not to provide a fund for possible future needs, rendering a tax levy largely in excess of the requirements for the particular purpose during the ensuing year illegal and void. *E.g.*, People ex rel. Brenza v. Morrison Hotel Corp., 4 Ill.2d 542, 547, 123 N.E.2d 488, 492 (1954) (and cases cited therein). This rule is not based on a continuing, accumulating surplus. Indeed, the objection in Miller was that the amount on hand in the general assistance fund, together with funds due from the previous year's levy, made a levy for the following year unnecessary and illegal. Miller, 42 Ill.2d at 543, 248 N.E.2d at 90. (Emphasis added).

774 N.E.2d at 850.

There is no question that both before and after the Algonquin Township Board of Trustees adopted its 2015 tax levies, the Township had substantially more in cash and investments (\$12,372,901) than its three-year average annual expenditure of \$4,930,553. See Exhibit A. Not only did Algonquin Township have a surplus in excess of its entire levy as did the City of Chicago in Ken Oak, but the District had that excess both well before the 2015 tax levy

and after the levy was issued. When the District issued its levies in December of 2015 of \$4,048,990 and \$1,800,380 (cumulative total, \$5,849,370), it had \$12,372,901 as its net position. See Exhibit A. Indeed, when the Township issued its levies in 2015, it had cash and investments well in excess of the ratio in the City of Chicago in Ken Oak. 332 Ill.App. 3d, at 290-91. In Ken Oak, the City of Chicago had a surplus of “approximately” that which the City spent annually on the PCB Fund, and the Court struck down the levy. 332 Ill.App. 3d at 290. In the case at bar, the Township as a whole had and has a surplus ratio of 2.11, well in excess of its annual levy and its annual expenditures in that the Township has been sitting on over \$10 million for at least three fiscal years, but the levies have not decreased. See Exhibits A, B and C.

With regards to using public funds obtained via tax levies, the law is well-established in Illinois as stated in Ken Oak. In People ex rel. Kelly v. B.& O.R. Railroad Company, 376 Ill. 393, 33 N.E.2d 604 (Ill. 1941) our Illinois Supreme Court held:

In levying taxes to meet the requirements of expenditures the amount of money on hand and in the process of collection should be considered. The unnecessary accumulation of money in the public treasury is unjust to the people and it is against the policy of law to raise taxes faster than they are likely to be needed.

33 N.E.2d at 607.

The Kelly Court further held:

The policy of the law is that no taxing district shall be permitted to accumulate unnecessary surplus from taxes collected but should confine their levies to the amount actually needed to be determined annually.

33 N.E.2d at 607.

In People ex rel. Brenza v. Morrison Hotel, 4 Ill.2d 542, 123 N.E.2d 488 (Ill. 1955) the Illinois Supreme Court held:

It is well-settled rule that levies which result in an unnecessary accumulation of funds are invalid. **The authority to levy a tax for building purposes is intended to provide for the needs of the ensuing year and not to provide a fund for possible future needs.** (People ex rel. Reeves v. Bell, 309 Ill. 387) and a tax levy in an amount largely in excess of the requirements for the particular purpose during the ensuing year is illegal and void. (People ex rel. Brenza v. Fleetwood, 413 Ill 530; at page 551; People ex rel. Toman v. Signode Steel Strapping Co., 380 Ill 633). (Emphasis added).

4 Ill.2d at 547.

In the case of Elk Grove Twp. Rural Fire Protection District v. Mt. Prospect, 228 Ill.App.3d 228, 592 N.E.2d 549 (1st Dist. 1992) the Appellate Court, First District, held:

. . .The cited authorities also provide each of the parties here with the power to contract for fire protection and emergency medical service. They further provide the authority to levy taxes for such purposes. What they do not provide, however, is the authority to execute blanket tax levies for extended periods of time. **Illinois case law does not support the proposition that taxes may be levied for needs beyond the ensuing year;** rather it provides that tax levies may be adopted after yearly enactment of a budget and appropriation ordinances . . . **Furthermore, taxes are not to be levied for possible future needs, or with the view towards accumulating funds for future needs.** (Citations) (Emphasis added).

228 Ill.App.3d at 232.

The Elk Grove court further held:

A tax levied in amounts largely in excess of requirements of a particular purpose during the ensuing year is illegal and void. (See People ex rel. Brenza v. Morrison Hotel Corp. (1954), 4 Ill.2d 542, 123 N.E.2d 488). Counsel for the Village argues that the cited authority is not relevant, as the Brenza Court actually found that the accumulation of tax funds for libraries was appropriate, and further that the tax at issue is not largely in excess of the requirements of fire protection. Although counsel is correct that the Brenza court approved the accumulation of tax funds for

libraries, what he has neglected to note is that the reason the accumulation of tax money was appropriate is because such accumulation was specifically authorized by the library act (citation), which expressly authorized the accumulation of funds for construction and purchase of libraries. The Brenza court specifically noted the general rights of taxpayers to have separately stated the purpose for which public money is appropriated and **the illegality of excess accumulations**. (Emphasis added).

B. SEVEN OF THE EIGHT ALGONQUIN TOWNSHIP LEVIES IN 2015 ARE EXCESSIVE AS A MATTER OF LAW

The figures cited in Exhibit E hereto are those numbers taken directly from the Township's own audits. Incredibly, during a deep recession, the citizens of Algonquin Township paid more *ad valorem* taxes because the levy rates increased (see Exhibit A, page 24) and assessed valuation tumbled. Nevertheless, the net position of Algonquin Township **increased** by \$3,341,732 from fiscal year 2011 until the end of fiscal year 2015. By the end of fiscal year 2015, the Township had a net position of \$12,372,901 for annual expenses of \$4,332,300. See Exhibits A-C. Insofar as the Town Fund is concerned, the Township had \$3,162,101 at its disposal at the end of fiscal year 2015 for an average, three-year expenditure of \$1,543,343, or 2.05 times that which was necessary for fiscal year 2015-16. Nevertheless, the Township issued a levy of \$1,678,721. This levy is void under the case law cited herein, and should be rebated to the Tax Objectors.

Likewise, the public assistance levy of \$121,832 is void. The average annual expenditure was \$154,608. However, the Assistance Fund is not listed in the Audit; rather, there is a section called "other funds". Exhibit A, page 13. In spite of the Supreme Court's admonition in Mariotta, the Township continues to levy grossly in excess of that which is needed. The existing balance of **\$529,984 is over 3.43 times** that which is necessary for the ensuing year. See Exhibit A, page 13.

The same is true of every Fund levied by the Township for the benefit of the Road District. For example, the Social Security Fund has a three-year average of \$58,489, but an ending balance of \$178,467. This is 3.05 times the amount necessary for the ensuing fiscal year. Likewise, the Retirement Fund (I.M.R.F.) has a balance of \$232,279 as of fiscal year 2015, but a three-year, average, annual cost of \$58,489. Clearly, this is over twice that which is necessary for the ensuing year. The Miller ratio on the Retirement Fund is therefore 3.01. As such, the levy is excessive, illegal and void as to the instant Tax Objectors.

The Equipment and Building Fund is also excessive and illegal. That Fund holds a balance of \$2,680,753 as of the end of fiscal year 2015. Exhibit A, page 13. The annual, three-year expenditures were \$1,087,848. The levy of \$1,229,232 is void as a matter of law, as the Miller ratio is 2.46.

So too is the Audit Fund. Incredibly, the Township continues to levy in excess of \$10,000 annually for this fund, where it has a balance of \$81,042 and an annual average cost of just \$3,190. This is 25 times the necessary amount under Miller and its progeny. Indeed, the levy amount itself is over three times the average annual cost. The same is true of the Insurance Fund, which has a balance of \$162,891. But the annual, three-year average cost remains \$50,862. Given the reserves of \$175,468, the Miller ratio is 3.02. This Fund, like all the Township Funds, remains unnecessarily bloated.

The Highway Code does allow the Township Road District to accumulate funds, but only if a referendum is held (605 ILCS 5-6-501(c)) or if the accumulation comports with 605 ILCS 5/6-501(d). There, the General Assembly provided:

(d) Any road district may accumulate moneys in a dedicated fund for a specific capital construction or maintenance project or a major equipment purchase without submitting a proposition to the electors of the district **if the annual budget and appropriation ordinance for the**

road district states the amount, purpose, and duration of any accumulation of funds authorized under this Section, with specific reference to each project to be constructed or equipment to be purchased. Nothing in this subsection precludes a road district from accumulating moneys for non-specific purposes as provided in this Section. (Emphasis added).

However, the 2015 Budget and Appropriation ordinance adopted by the Road District (Exhibit F, attached and incorporated by reference hereto) delineates no reason for accumulation, let alone any specific reason providing for the amount, purpose and duration of any stated accumulation purpose. Accordingly, Tax Objectors have demonstrated an excess accumulation as a matter of law. People ex. Rel. Weber v. Commonwealth Edison Company, 287 Ill.App.3d 784 (3rd Dist. 1997).

Perhaps most importantly, this entire analysis (the Miller ratio) has been applied to Algonquin Township **without** even considering the actual 2015 levy amounts. In this regard, it is imperative to note that Miller, decided in 1969, is only one case in a long line of cases where all Illinois Courts, including the Miller panel, has decided any governmental tax levies are made for the ensuing fiscal year. "It has long been the fixed policy of this State not to permit the unnecessary accumulation of monies in the public treasury," Miller, 42 Ill. 2d at 543. Finding that the government had almost twice that which was needed, the Miller court held **no** levy could possibly be valid. 42 Ill.2d at 545. This does not mean, nor has the Illinois Supreme Court ever held, that the levy amount for the year in question is not relevant to the issue of excess accumulation. When units of government fail to apply excess revenue to the next year's budget and levy, courts will interfere where taxing bodies have accrued unnecessary accumulations, Allegis, 379 Ill.App.3d at 328, Mariotta v. Metropolitan Water Reclamation District, 159 Ill.2d 393 (Ill. 1994)), [holding that when excess revenues are not applied to the next year's budget and levy, the taxpayers are prejudiced].

C. THE ROAD AND BRIDGE LEVY IS PARTIALLY INVALID IN THAT THE TOWNSHIP ADOPTED A LEVY IN EXCESS OF THAT WHICH WAS APPROPRIATED

As demonstrated by Exhibit D hereto, the Township adopted a levy on behalf of the Road District which exceeded the appropriations therefor. Specifically, the Township adopted a levy of \$2,576,085 for which \$381,560 was not appropriated. This constitutes 14.8 percent of the District levy, or an invalid tax rate of .017534. See Exhibit D, attached hereto and incorporated by reference.

It is well settled that a taxing body may only levy for funds which are appropriated within the Budget and Appropriation ordinance. People ex. rel. Larson v. Thompson, 377 Ill. 104 (Ill. 1941). The exact same issue arose in the Application of County Collector of DuPage County, 118 Ill.App.3d 139 (2nd Dist. 1983). In this case, and after an extended analysis of the law, the Second District stated the fundamental axiom that “(t)o the extent that the levy exceeded the appropriation, the (tax) objection should have been sustained”. 118 Ill.App.3d at 146. Accordingly, 14.8 percent of the Road and Bridge Fund remains invalid, and that illegal levy rate (.017534) should be rebated to the taxpayers.

WHEREFORE, for the reasons stated herein, Plaintiff Tax Objectors, pray that the Court adjudicate the matters raised herein, and find, pursuant to 35 ILCS 200/23-5, *et. sec.*, that the Tax Objectors have proven that Intervenor, Algonquin Township, has adopted illegal levies in 2015, that all of the Funds levied by the Township on behalf of the Township and the Road District are excessive, issue rebates of taxes paid as to all of the taxpayers in Exhibit B hereto with tax rate codes within the jurisdiction of Algonquin Township, together with the statutory interest accrued pursuant to 35 ILCS 200/23-30, and order that the McHenry County Treasurer, and Ex-Officio McHenry County Collector, issue a check payable to the Dwyer Law Office for payment to the

Tax Objectors who paid taxes to Algonquin Township on Exhibit B, pursuant to further Order of the Court.

Respectfully submitted,

CLIFFORD LEEGARD TRUST, ET AL.,

By: 

One of their counsel

Timothy P. Dwyer
Dwyer Law Office
240 West River Drive
St. Charles, IL 60174
Attorney No.: 06203199
(630) 513-0066, fax (630) 513-0109
Email: tim@tpd-law.com

**ALGONQUIN TOWNSHIP
McHENRY COUNTY, ILLINOIS**

ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED MARCH 31, 2015

EXHIBIT

A

tabbles

ALGONQUIN TOWNSHIP
MANAGEMENT'S DISCUSSION AND ANALYSIS
MARCH 31, 2015

Budget Variations

There are several major variations of actual income and expenses from the original and final budget amounts. Here is a summary of these variations and the reasons for them:

<u>Fund</u>	<u>Item</u>	<u>Budget</u>	<u>Actual</u>
Town	Salaries Expense	\$ 400,000	\$ 351,979
Explanation	Salary budget not adjusted for portion paid from General Assistance Fund		
Town	Printing and Publishing	\$ 40,000	\$ 10,797
Explanation	Printing and Publishing less than anticipated		
Town	Capital Outlay - Equipment	\$ 45,000	\$ 7,094
Explanation	Equipment Capital Outlay less than anticipated		
Town	Capital Outlay - Expansion and Development	\$ 20,000	\$ -
Explanation	Expansion and Development not expended		
Town	Technical Support - Assessor	\$ 65,000	\$ 31,392
Explanation	Assessor's Technical Support less than anticipated		
Town	Computer Software - Assessor	\$ 30,000	\$ 7,362
Explanation	Part of expenditure reclassified to prepaid software subscription		
General Assistance	General Assistance Home Relief	\$ 233,500	\$ 129,953
Explanation	General Assistance Home Relief less than anticipated		
Road & Bridge	Property Tax Revenue	\$ 2,538,000	\$ 1,675,834
Explanation	The gross amount of Property Tax Revenue before payments to municipalities was used in the ordinance by mistake		
Road & Bridge	Grant Income	\$ 25,000	\$ -
Explanation	No grants obtained during the fiscal year		
Road & Bridge	Sale of Capital Assets	\$ -	\$ 56,000
Explanation	Asset sales not included in budget		
Road & Bridge	Retirement Contribution	\$ 100,100	\$ 69,730
Explanation	Retirement Contribution less than anticipated		
Road & Bridge	Legal Services	\$ 30,000	\$ 9,144
Explanation	Legal Services less than anticipated		
Road & Bridge	Liability Insurance	\$ 90,100	\$ 48,104
Explanation	Liability Insurance premiums less than anticipated		

ALGONQUIN TOWNSHIP
MANAGEMENT'S DISCUSSION AND ANALYSIS

MARCH 31, 2015

Budget Variations (continued)

<u>Fund</u>	<u>Item</u>	<u>Budget</u>	<u>Actual</u>
Road & Bridge	Salaries - Maintenance	\$ 750,000	\$ 666,065
Explanation	Employee not replaced; less overtime for snow plowing		
Road & Bridge	Maintenance - Roads	\$ 500,000	\$ 589,170
Explanation	Road Maintenance more than anticipated		
Road & Bridge	Non-Dedicated Roads	\$ 30,000	\$ 6,674
Explanation	Less work requested by subdivisions		
Road & Bridge	Fuel and Lubricants	\$ 120,000	\$ 91,293
Explanation	Decrease in price of fuel		
Road & Bridge	Supplies - Equipment	\$ 100,000	\$ 67,134
Explanation	Equipment Supplies less than anticipated		
Road & Bridge	Road Supplies	\$ 110,000	\$ 25,478
Explanation	Road Supplies less than anticipated		
Road & Bridge	Grant Expense	\$ 25,000	\$ 2,944
Explanation	Grant Expense less than anticipated		
Building & Equipment	Capital Outlay - Building Upgrades	\$ 800,000	\$ 198,929
Explanation	Building Upgrades less than anticipated		
Building & Equipment	Capital Outlay - Equipment, Vehicles and Machinery	\$ 850,000	\$ 665,348
Explanation	Equipment, Vehicles and Machinery purchases less than anticipated		
Building & Equipment	Debt Service Principal Payments	\$ 180,000	\$ 28,262
Explanation	Debt Service Principal Payments less than anticipated		

Requests for Information

This financial report is designed to provide a general overview of Algonquin Township's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to Algonquin Township, c/o Township Supervisor, 3702 US Highway 14, Crystal Lake, IL 60014-8204.

GOVERNMENT – WIDE
FINANCIAL STATEMENTS

ALGONQUIN TOWNSHIP
STATEMENT OF NET POSITION
MARCH 31, 2015

Governmental Activities

Assets

Cash and Cash Equivalents - Unrestricted	\$ 1,250,472
Cash and Cash Equivalents - Restricted	2,023,001
Investments - Unrestricted	305,718
Investments - Restricted	753,178
Property Taxes Receivable	4,706,030
Other Receivables	25,441
Prepaid Insurance	14,217
Prepaid Software Subscription	18,107
Inventory - Road Salt	55,346
Capital Assets (Net of Depreciation)	9,051,626
Total Assets	<u>\$18,203,136</u>

Liabilities, Deferred Inflows and Net Position

Liabilities:

Accounts Payable	\$ 306,342
Refundable Culvert Bonds	5,000
Accrued Payroll and Taxes	49,666
Accrued Interest	6,797
Long-Term Liabilities -	
Due Within One Year	59,096
Due in More Than One Year	697,304
Total Liabilities	<u>\$ 1,124,205</u>

Deferred Inflows of Resources:

Deferred Revenues - Taxes	<u>\$ 4,706,030</u>
---------------------------	----------------------------

Net Position:

Invested in Capital Assets	
(Net of Depreciation and Related Debt)	\$ 8,321,903
Restricted	2,586,200
Unrestricted	1,464,798
Total Net Position	<u>\$12,372,901</u>

Total Liabilities, Deferred Inflows and Net Position **\$18,203,136**

See Accompanying Notes to the Financial Statements and Independent Auditor's Report

ALGONQUIN TOWNSHIP
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED MARCH 31, 2015

Functions/Programs	Total Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position
		Charges for Services and Fines	Operating Grants and Contributions	Capital Grants and Contributions	
Governmental Activities:					
General Government	\$ 2,013,752	\$ 12,021	\$ -	\$ -	\$ (2,001,731)
Roads and Bridges	2,094,368	11,743	-	-	(2,082,625)
Community Services and Support	174,389	30,527	-	-	(143,862)
Cemetery	5,300	-	-	-	(5,300)
Interest on Long-Term Debt	34,541	-	-	-	(34,541)
Total Governmental Activities	\$ 4,322,350	\$ 54,291	\$ -	\$ -	\$ (4,268,059)
General Revenues:					
					\$ 4,721,998
					110,064
					11,454
					<u>46,595</u>
Total General Revenues					<u>\$ 4,890,111</u>
Special Item:					
					\$ 39,624
Change in Net Position					<u>\$ 661,676</u>
Net Position - April 1, 2014					<u>11,711,225</u>
Net Position - March 31, 2015					<u>\$ 12,372,901</u>

See Accompanying Notes to the Financial Statements and Independent Auditor's Report

FUND FINANCIAL STATEMENTS

ALGONQUIN TOWNSHIP
BALANCE SHEET
GOVERNMENTAL FUNDS
MARCH 31, 2015

	<u>Town Fund</u>	<u>Road and Bridge Fund</u>	<u>Equipment and Building Fund</u>	<u>Other Funds</u>	<u>Total Funds</u>
<u>Assets</u>					
Cash and Cash Equivalents - Unrestricted	\$ 1,250,472	\$ -	\$ -	\$ -	\$ 1,250,472
Cash and Cash Equivalents - Restricted	-	638,462	1,076,396	308,143	2,023,001
Investments - Unrestricted	305,718	-	-	-	305,718
Investments - Restricted	-	378,004	375,174	-	753,178
Property Taxes Receivable	1,578,539	1,676,467	1,229,183	221,841	4,706,030
Other Receivables	4,431	21,010	-	-	25,441
Prepaid Insurance	4,834	9,383	-	-	14,217
Prepaid Software Subscription	18,107	-	-	-	18,107
Inventory - Road Salt	-	55,346	-	-	55,346
Total Assets	<u>\$ 3,162,101</u>	<u>\$ 2,778,672</u>	<u>\$ 2,680,753</u>	<u>\$ 529,984</u>	<u>\$ 9,151,510</u>
<u>Liabilities, Deferred Inflows and Fund Balances</u>					
Liabilities:					
Accounts Payable	\$ 15,556	\$ 107,353	\$ 182,933	\$ 500	\$ 306,342
Refundable Culvert Bonds	-	5,000	-	-	5,000
Accrued Payroll and Taxes	36,205	13,461	-	-	49,666
Total Liabilities	<u>\$ 51,761</u>	<u>\$ 125,814</u>	<u>\$ 182,933</u>	<u>\$ 500</u>	<u>\$ 361,008</u>
Deferred Inflows of Resources:					
Deferred Revenues - Taxes	<u>\$ 1,578,539</u>	<u>\$ 1,676,467</u>	<u>\$ 1,229,183</u>	<u>\$ 221,841</u>	<u>\$ 4,706,030</u>
Fund Balances:					
Nonspendable: Prepaid Expenses and Inventory	\$ 22,941	\$ 64,729	\$ -	\$ -	\$ 87,670
Restricted Funds	-	911,662	1,268,637	307,643	2,487,942
Unassigned Funds	<u>1,508,860</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,508,860</u>
Total Fund Balances	<u>\$ 1,531,801</u>	<u>\$ 976,391</u>	<u>\$ 1,268,637</u>	<u>\$ 307,643</u>	<u>\$ 4,084,472</u>
Total Liabilities, Deferred Inflows and Fund Balances	<u>\$ 3,162,101</u>	<u>\$ 2,778,672</u>	<u>\$ 2,680,753</u>	<u>\$ 529,984</u>	<u>\$ 9,151,510</u>

See Accompanying Notes to the Financial Statements and Independent Auditor's Report

ALGONQUIN TOWNSHIP
RECONCILIATION OF THE BALANCE SHEET
TO THE STATEMENT OF NET POSITION
MARCH 31, 2015

Total Fund Balances - Governmental Funds (page 13) \$ 4,084,472

Amounts reported for governmental activities in the government-wide
Statement of Net Position are different because:

Capital assets used in governmental activities are not current financial
resources and therefore are not reported in the fund financial
statements (page 11) 9,051,626

Some liabilities do not represent uses of current financial resources
and are therefore not reported as liabilities in the fund financial statements:

Long-Term Debt (Note 8 on page 28)	(729,723)
Compensated Absences (Note 8 on page 28)	(26,677)
Accrued Interest (page 11)	<u>(6,797)</u>

Total Net Position - Governmental Activities (page 11) \$ 12,372,901

See Accompanying Notes to the Financial Statements and Independent Auditor's Report

ALGONQUIN TOWNSHIP
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED MARCH 31, 2015

	Town Fund	Road and Bridge Fund	Equipment and Building Fund	Other Funds	Total Funds
Revenues:					
Property Taxes	\$ 1,577,731	\$ 1,675,834	\$ 1,228,539	\$ 239,894	\$ 4,721,998
State Replacement Taxes	16,792	78,904	12,406	1,962	110,064
Interest Income	3,634	3,409	3,745	666	11,454
Bus, Recycling and Building Revenues	12,021	36,561	-	-	48,582
Court Fines	-	5,709	-	-	5,709
Other General Revenues	1	45,590	-	1,004	46,595
Total Revenues	\$ 1,610,179	\$ 1,846,007	\$ 1,244,690	\$ 243,526	\$ 4,944,402
Expenditures:					
Current:					
General Government	\$ 1,360,039	\$ 521,808	\$ 12,555	\$ 54,461	\$ 1,948,863
Road and Bridge	-	1,680,384	-	-	1,680,384
Community Services and Support	37,477	-	-	129,953	167,430
Cemetery	5,300	-	-	-	5,300
Capital Outlay	167,465	5,113	864,277	-	1,036,855
Debt Service:					
Principal	28,263	-	28,262	-	56,525
Interest	17,598	-	17,598	-	35,196
Total Expenditures	\$ 1,616,142	\$ 2,207,305	\$ 922,692	\$ 184,414	\$ 4,930,553
Excess Revenues or (Expenditures)	\$ (5,963)	\$ (361,298)	\$ 321,998	\$ 59,112	\$ 13,849
Special Item:					
Sale of Capital Assets	-	56,000	-	-	56,000
Other Financing Sources:					
Transfers from (to) Other Funds	-	210,675	(210,675)	-	-
Net Change in Fund Balances	\$ (5,963)	\$ (94,623)	\$ 111,323	\$ 59,112	\$ 69,849
Fund Balances - April 1, 2014	1,537,764	1,071,014	1,157,314	248,531	4,014,623
Fund Balances - March 31, 2015	\$ 1,531,801	\$ 976,391	\$ 1,268,637	\$ 307,643	\$ 4,084,472

See Accompanying Notes to the Financial Statements and Independent Auditor's Report

ALGONQUIN TOWNSHIP
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2015

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Fund Balance

The Township has adopted GASB Statement No. 54, "Fund Balance Reporting and Governmental Fund Type Definitions." This Statement's objective is to enhance the usefulness of fund balance information. As a result of this Statement, the titles and definitions of governmental fund balances have changed.

In the fund financial statements, governmental funds report fund balance in categories based on the level of constraint placed upon the funds. These levels are as follows:

Nonspendable – This category represents funds not in spendable form. As of March 31, 2015 \$87,670 was designated as nonspendable funds classified as prepaid expenses and inventory.

Restricted – This category represents funds limited in use due to constraints on purpose by enabling legislation. Restricted fund balances at March 31, 2015 totaled \$2,487,942 and were comprised of the following:

<u>Fund</u>	<u>Balance</u>
Road and Bridge	\$ 256,983
Social Security	178,467
Retirement	232,279
Insurance	162,891
Audit	81,042
Road and Bridge subtotal (page 13)	\$ 911,662
Equipment & Building	1,268,637
General Assistance	307,643
Total Restricted Funds (page 13)	<u>\$2,487,942</u>

Committed – This category represents funds limited in use due to constraints on purpose and circumstances of spending imposed by the Board. Such commitment is made via formal action by the Board and must be made prior to the end of the year. A commitment can only be modified or removed by the same formal action. There was no committed fund balance at March 31, 2015.

Assigned – This category represents intentions of the Board to use the funds for specific purposes. The Board has delegated the authority to assign amounts to be used for specific purposes to the Township Supervisor or his/her designee. There was no assigned fund balance at March 31, 2015.

Unassigned – This category includes the residual classification for the Township's General Fund and includes all spendable amounts not contained in other classifications.

When an expenditure is incurred for which multiple fund balances are available, the Township's policy is to use funds in the order of the most restrictive to the least restrictive.

ALGONQUIN TOWNSHIP, ILLINOIS
ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED MARCH 31, 2014



FUND FINANCIAL STATEMENTS

ALGONQUIN TOWNSHIP
BALANCE SHEET
GOVERNMENTAL FUNDS

MARCH 31, 2014

	Town Fund	Road and Bridge Fund	Equipment and Building Fund	Other Funds	Total Funds
Assets					
Cash and Cash Equivalents	\$ 1,273,604	\$ -	\$ -	\$ -	\$ 1,273,604
Cash and Cash Equivalents - Restricted	-	722,412	1,049,962	248,450	2,020,824
Investments - Unrestricted	305,560	-	-	-	305,560
Investments - Restricted	-	376,829	374,784	-	751,614
Property Taxes Receivable	1,578,536	1,676,605	1,229,181	240,017	4,724,339
Other Receivables	3,859	19,222	-	81	23,162
Prepaid Insurance	4,834	9,383	-	-	14,217
Inventory - Road Salt	-	18,000	-	-	18,000
Total Assets	\$ 3,166,393	\$ 2,822,451	\$ 2,653,927	\$ 488,548	\$ 9,131,320
Liabilities, Deferred Inflows and Fund Balances					
Liabilities:					
Accounts Payable	\$ 14,927	\$ 51,472	\$ 267,432	\$ -	\$ 333,831
Refundable Culvert Bonds	-	12,000	-	-	12,000
Accrued Payroll and Taxes	35,166	11,360	-	-	46,526
Total Liabilities	\$ 50,093	\$ 74,832	\$ 267,432	\$ -	\$ 392,357
Deferred Inflows of Resources:					
Deferred Revenues - Taxes	\$ 1,578,536	\$ 1,676,605	\$ 1,229,181	\$ 240,017	\$ 4,724,339
Fund Balances:					
Nonspendable: Prepaid Insurance and Inventory	\$ 4,834	\$ 27,383	\$ -	\$ -	\$ 32,217
Restricted Funds	-	1,043,631	1,157,314	248,531	2,449,477
Unassigned Funds	1,532,930	-	-	-	1,532,930
Total Fund Balances	\$ 1,537,764	\$ 1,071,014	\$ 1,157,314	\$ 248,531	\$ 4,014,624
Total Liabilities, Deferred Inflows and Fund Balances	\$ 3,166,393	\$ 2,822,451	\$ 2,653,927	\$ 488,548	\$ 9,131,320

See Accompanying Notes to the Financial Statements and Independent Auditor's Report

ALGONQUIN TOWNSHIP
RECONCILIATION OF THE BALANCE SHEET
TO THE STATEMENT OF NET POSITION
MARCH 31, 2014

Total Fund Balances - Governmental Funds (page 13) \$ 4,014,624

Amounts reported for governmental activities in the government-wide
Statement of Net Position are different because:

Capital assets used in governmental activities are not current financial
resources and therefore are not reported in the fund financial
statements (page 11) 8,519,129

Some liabilities do not represent uses of current financial resources
and are therefore not reported as liabilities in the fund financial statements:

Long-Term Debt (Note 8 on page 28)	(786,249)
Compensated Absences (Note 8 on page 28)	(28,827)
Accrued Interest (page 11)	<u>(7,452)</u>

Total Net Position - Governmental Activities (page 11) \$ 11,711,225

See Accompanying Notes to the Financial Statements and Independent Auditor's Report

ALGONQUIN TOWNSHIP
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED MARCH 31, 2014

	<u>Town Fund</u>	<u>Road and Bridge Fund</u>	<u>Equipment and Building Fund</u>	<u>Other Funds</u>	<u>Total Funds</u>
Revenues:					
Property Taxes	\$ 1,575,224	\$ 1,648,302	\$ 1,208,468	\$ 239,502	\$ 4,671,496
State Replacement Taxes	20,765	97,571	13,519	2,139	133,994
Interest Income	3,930	6,650	4,839	477	15,897
Bus, Recycling and Building Revenues	11,958	38,276	-	-	50,234
Court Fines	-	5,573	-	-	5,573
Grants Received	9,189	351,201	-	-	360,390
Other General Revenues	4,221	93,609	-	1,140	98,970
Total Revenues	<u>\$ 1,625,287</u>	<u>\$ 2,241,182</u>	<u>\$ 1,226,826</u>	<u>\$ 243,258</u>	<u>\$ 5,336,554</u>
Expenditures:					
General Government	\$ 1,346,027	\$ 570,971	\$ 12,206	\$ 14,761	\$ 1,943,965
Roads and Bridges	-	1,744,763	63,900	-	1,808,663
Community Services and Support	38,445	-	-	127,263	165,708
Cemetery	5,300	-	-	-	5,300
Capital Outlay	28,252	2,596	882,523	-	913,371
Debt Service -					
Principal	27,014	-	27,014	-	54,028
Interest	18,847	-	18,847	-	37,694
Total Expenditures	<u>\$ 1,463,885</u>	<u>\$ 2,318,330</u>	<u>\$ 1,004,490</u>	<u>\$ 142,024</u>	<u>\$ 4,928,729</u>
Excess Revenues or (Expenditures)	\$ 161,402	\$ (77,148)	\$ 222,336	\$ 101,234	\$ 407,825
Fund Balances - April 1, 2013	<u>1,376,362</u>	<u>1,148,162</u>	<u>934,978</u>	<u>147,297</u>	<u>3,606,799</u>
Fund Balances - March 31, 2014	<u>\$ 1,537,764</u>	<u>\$ 1,071,014</u>	<u>\$ 1,157,314</u>	<u>\$ 248,531</u>	<u>\$ 4,014,624</u>

See Accompanying Notes to the Financial Statements and Independent Auditor's Report

ALGONQUIN TOWNSHIP
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED MARCH 31, 2014

Net change in fund balances of governmental funds (page 15) \$ 407,825

Amounts reported for governmental activities in the government-wide Statement of Activities are different because:

Capital outlays are reported in the fund financial statements as expenditures. However, in the government-wide statements they are capitalized and depreciated over their estimated useful lives.

Capital Asset Acquisitions	\$ 1,125,655	
Capital Asset Trade-ins	(158,633)	
Depreciation	<u>(640,031)</u>	326,991

Accrued Interest does not affect current financial resources and therefore is not reported in the fund financial statements. (7,452)

Changes to the accrued liability for compensated absences do not affect current financial resources and therefore are not reported in the fund financial statements. 2,359

Debt principal payments are reported in the fund financial statements as expenditures. However, they are not reported in the government-wide Statement of Activities. In the government-wide Statement of Net Position they are reported as a reduction of long-term liabilities. 123,234

Change in net position of governmental funds (page 12) \$ 852,956

See Accompanying Notes to the Financial Statements and Independent Auditor's Report

ALGONQUIN TOWNSHIP
NOTES TO FINANCIAL STATEMENTS

MARCH 31, 2014

NOTE 3 – PROPERTY TAX REVENUE AND RECEIVABLE (CONTINUED)

Revenues and the related expenditures of special restricted tax levies are accounted for in the Road and Bridge Fund. Portions of the Road and Bridge Fund's equity represent the excess of cumulative revenues over cumulative expenditures which are restricted for specific future expenditures. There is no equity reserve balance for the special tax levies when the cumulative expenditures exceeded the cumulative revenues. A summary of the special restricted levy balances at March 31, 2014 is as follows:

<u>Special Levies</u>	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Social Security	\$ 155,332	\$ 69,865	\$ (61,010)	\$ 164,187
Retirement	134,303	124,750	(83,866)	175,187
Insurance	201,511	34,946	(60,989)	175,468
Audit	67,380	9,984	(3,093)	74,271
Total	<u>\$ 558,526</u>	<u>\$ 239,545</u>	<u>\$ (208,958)</u>	<u>\$ 589,113</u>

NOTE 4 – OTHER REVENUE RECEIVABLE

Other revenue receivable as of March 31, 2014 was \$23,162 and consisted entirely of fees charged to external parties for goods or services during the 2013-2014 fiscal year, but for which payment was not received until the following fiscal year. There is no doubt as to the collectability of these amounts.

NOTE 5 – PREPAID EXPENSES

Certain payments to vendors for goods, services and insurance are recorded as prepaid expenses in both the Statement of Net Position and the Balance Sheet as they reflect costs applicable to future periods. As of March 31, 2014, the Township's prepaid expenses of \$14,217 consisted entirely of prepaid liability insurance.

NOTE 6 – INVENTORY

Algonquin Township Road District maintains an inventory of road salt. The inventory is valued at cost and was \$18,000 at March 31, 2014.

ALGONQUIN TOWNSHIP, ILLINOIS
ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED MARCH 31, 2013



GOVERNMENT - WIDE
FINANCIAL STATEMENTS

ALGONQUIN TOWNSHIP
STATEMENT OF NET POSITION
MARCH 31, 2013

Governmental Activities

Assets

Cash and Cash Equivalents	\$ 2,024,854
Investments	1,690,770
Property Taxes Receivable	4,681,230
Prepaid Expenses	21,325
Capital Assets (Net of Depreciation)	8,192,138
Total Assets	<u>\$ 16,626,576</u>

Liabilities and Net Position

Liabilities:

Accounts Payable	\$ 83,942
Accrued Payroll Expenses	62,468
Long-Term Liabilities -	
Due Within One Year	123,203
Due in More Than One Year	817,464
Total Liabilities	<u>\$ 1,087,077</u>

Net Position:

Invested in Capital Assets (Net of Depreciation and Related Debt)	\$ 7,282,655
Restricted:	
Social Security	155,332
Retirement	134,303
Insurance	201,511
Audit	67,380
Unrestricted	7,698,318
Total Net Position	<u>\$ 15,539,499</u>
 Total Liabilities and Net Position	 <u>\$ 16,626,576</u>

See Accompanying Notes to the Financial Statements and Independent Auditor's Report

ALGONQUIN TOWNSHIP
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED MARCH 31, 2013

Functions/Programs	Expenses	Program Revenues		Net (Expense) Revenue and Changes in Net Position
		Charges for Services and Fines	Operating Grants and Contributions	
Governmental Activities:				
General Government	\$ 1,954,986	\$ 12,477	\$ -	\$ (1,942,509)
Community Services and Support	184,251	31,856	-	(152,395)
Roads and Bridges	2,240,909	18,372	347,705	(1,874,832)
Unallocated Interest Expense	40,196	-	-	(40,196)
Total Governmental Activities	<u>\$ 4,420,342</u>	<u>\$ 62,705</u>	<u>\$ 347,705</u>	<u>\$ (4,009,932)</u>
General Revenues:				
				\$ 4,673,137
				97,665
				12,431
				91,684
				<u>36,574</u>
				<u>Total General Revenues</u>
				\$ 4,911,492
				<u>Change in Net Position</u>
				\$ 901,560
				<u>Net Position - April 1, 2012 (Note 13)</u>
				14,763,343
				<u>Net Position - March 31, 2013</u>
				\$ 15,664,903

See Accompanying Notes to the Financial Statements and Independent Auditor's Report

FUND FINANCIAL STATEMENTS

ALGONQUIN TOWNSHIP
BALANCE SHEET
GOVERNMENTAL FUNDS

MARCH 31, 2013

	Town Fund	Road and Bridge Fund	Equipment and Building Fund	Other Funds	Total Funds
<u>Assets</u>					
Cash and Cash Equivalents	\$ 957,969	\$ 569,444	\$ 351,429	\$ 146,011	\$ 2,024,854
Investments	476,277	622,332	592,161	-	1,690,770
Property Taxes Receivable	1,578,535	1,651,678	1,211,012	240,005	4,681,230
Other Revenue Receivable	96	14,877	-	1,286	16,259
Prepaid Expenses	7,250	14,075	-	-	21,325
Total Assets	<u>\$ 3,020,128</u>	<u>\$ 2,872,406</u>	<u>\$ 2,154,602</u>	<u>\$ 387,302</u>	<u>\$ 8,434,439</u>
<u>Liabilities and Fund Balances</u>					
Liabilities:					
Accounts Payable	\$ 22,989	\$ 52,340	\$ 8,613	\$ -	\$ 83,942
Accrued Payroll Expenses	42,242	20,227	-	-	62,468
Total Liabilities	<u>\$ 65,231</u>	<u>\$ 72,566</u>	<u>\$ 8,613</u>	<u>\$ -</u>	<u>\$ 146,410</u>
Deferred Inflows of Resources:					
Deferred Revenues - Taxes	\$ 1,578,535	\$ 1,651,678	\$ 1,211,012	\$ 240,005	\$ 4,681,230
Total Deferred Inflows of Resources	<u>\$ 1,578,535</u>	<u>\$ 1,651,678</u>	<u>\$ 1,211,012</u>	<u>\$ 240,005</u>	<u>\$ 4,681,230</u>
Fund Balances:					
Nonspendable: Prepaid Expenses	\$ 7,250	\$ 14,075	\$ -	\$ -	\$ 21,325
Unassigned	1,369,111	1,134,087	934,978	147,297	3,585,473
Total Fund Balances	<u>\$ 1,376,362</u>	<u>\$ 1,148,162</u>	<u>\$ 934,978</u>	<u>\$ 147,297</u>	<u>\$ 3,606,798</u>
Total Liabilities, Deferred Inflows and Fund Balances	<u>\$ 3,020,128</u>	<u>\$ 2,872,406</u>	<u>\$ 2,154,602</u>	<u>\$ 387,302</u>	<u>\$ 8,434,439</u>

See Accompanying Notes to the Financial Statements and Independent Auditor's Report

ALGONQUIN TOWNSHIP
RECONCILIATION OF THE BALANCE SHEET
TO THE STATEMENT OF NET POSITION

MARCH 31, 2013

Total Fund Balances - Governmental Funds (Page 12)	\$ 3,606,798
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Amount reported for governmental activities in the government-wide
Statement of Net Position is different because:

Capital assets used in governmental activities are not current financial resources and therefore are not reported in the fund financial statements	8,192,138
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Some liabilities do not represent uses of current financial resources
and are therefore not reported as liabilities in the fund financial statements

Long-Term Debt	(909,482)
Compensated Absences	(31,185)

Property tax revenues are reported in the fund financial statements on the modified accrual basis of accounting. However, in the government- wide statements they are reported on the full accrual basis of accounting	<u>4,681,230</u>
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Total Net Position - Governmental Funds (page 10)	<u>\$ 15,539,499</u>
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See Accompanying Notes to the Financial Statements and Independent Auditor's Report

ALGONQUIN TOWNSHIP
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
GOVERNMENTAL FUNDS

FOR THE YEAR ENDED MARCH 31, 2013

	Town Fund	Road and Bridge Fund	Equipment and Building Fund	Other Funds	Total Funds
Revenues:					
Property Taxes	\$1,575,919	\$ 1,648,583	\$ 1,209,006	\$233,355	\$4,666,863
State Replacement Taxes	14,842	70,326	10,790	1,707	97,665
Interest Income	4,585	3,114	4,534	199	12,431
Bus, Recycling and Building Revenues	12,477	45,192	-	-	57,669
Court Fines	-	5,036	-	-	5,036
Inter-Governmental Agreements	-	-	-	-	-
Grants	-	328,955	18,750	-	347,705
Sale of Capital Assets	3,000	20,500	90,000	-	113,500
Other Revenues	-	36,115	-	460	36,574
Total Revenues	<u>\$1,610,822</u>	<u>\$ 2,157,822</u>	<u>\$ 1,333,080</u>	<u>\$235,719</u>	<u>\$5,337,444</u>
Expenditures:					
General Government	\$1,354,165	\$ 511,961	\$ 11,731	\$ -	\$1,877,857
Community Services and Support	40,485	-	-	137,386	177,871
Roads and Bridges	-	1,474,949	150,000	-	1,624,949
Capital Outlay	109,491	-	1,127,925	-	1,237,416
Debt Service -					
Principal	25,763	-	25,763	-	51,525
Interest	20,098	-	20,098	-	40,196
Total Expenditures	<u>\$1,550,001</u>	<u>\$ 1,986,910</u>	<u>\$ 1,335,516</u>	<u>\$137,386</u>	<u>\$5,009,814</u>
Excess Revenues or (Expenditures)	\$ 60,821	\$ 170,912	\$ (2,436)	\$ 98,333	\$ 327,630
Transfers (To) From Other Funds	-	-	-	-	-
Net Change in Fund Balances	\$ 60,821	\$ 170,912	\$ (2,436)	\$ 98,333	\$ 327,630
Fund Balances - April 1, 2012	<u>1,315,541</u>	<u>977,250</u>	<u>937,413</u>	<u>48,964</u>	<u>3,279,168</u>
Fund Balances - March 31, 2013	<u>\$1,376,362</u>	<u>\$ 1,148,162</u>	<u>\$ 934,978</u>	<u>\$147,297</u>	<u>\$3,606,798</u>

See Accompanying Notes to the Financial Statements and Independent Auditor's Report

ALGONQUIN TOWNSHIP
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2013

NOTE 8 – PROPERTY TAX REVENUE AND RECEIVABLES (CONTINUED)

A summary of the levies, assessed valuation, rates and amounts raised for the tax years 2012, 2011, and 2010 is as follows:

Tax Year	<u>2012</u>			<u>2011</u>			<u>2010</u>		
Assessed Valuation	<u>\$ 2,452,284,370</u>			<u>\$ 2,750,882,519</u>			<u>\$ 3,089,949,637</u>		
	Levy	Rates	Amount Raised	Levy	Rates	Amount Raised	Levy	Rates	Amount Raised
Corporate	\$ 1,621,000	.0644	\$ 1,578,535	\$ 1,621,000	.0574	\$ 1,578,539	\$ 1,621,000	.0516	\$ 1,595,341
Public Assistance	240,000	.0098	240,005	240,000	.0085	233,742	189,000	.0060	186,015
Roads and Bridges	2,538,000	.1035	2,538,016	2,538,000	.0923	2,538,019	2,538,000	.0808	2,497,544
Equipment & Building	1,211,000	.0494	1,211,012	1,211,000	.0440	1,211,021	1,211,000	.0386	1,191,701
Retirement	125,000	.0051	125,017	125,000	.0045	125,000	125,000	.0040	123,011
Audit	10,000	.0004	10,005	10,000	.0004	10,013	10,000	.0003	9,857
Liability Insurance	35,000	.0014	35,019	35,000	.0013	35,019	35,000	.0011	34,453
Social Security	70,000	.0028	70,013	70,000	.0025	70,010	70,000	.0022	68,906
Transfers To Other									
Municipalities	-	-	(1,126,392)	-	-	(1,126,836)	-	-	(1,110,732)
Totals	<u>\$ 5,850,000</u>	<u>.2368</u>	<u>\$ 4,681,230</u>	<u>\$ 5,850,000</u>	<u>.2109</u>	<u>\$ 4,674,528</u>	<u>\$ 5,799,000</u>	<u>.1846</u>	<u>\$ 4,596,096</u>

Revenues and the related expenditures of restricted tax levies are accounted for in the Road and Bridge Fund. Portions of the Road and Bridge Fund's equity represent the excess of cumulative revenues over cumulative expenditures which are restricted for future expenditures. There is no equity reserve balance for the special tax levies when the cumulative expenditures exceeded the cumulative revenues. A summary of the restricted levy balances at March 31, 2013 is as follows:

<u>Restricted Levies</u>	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Social Security	\$ 143,149	\$ 69,891	\$ (57,708)	\$ 155,332
Retirement	87,651	124,793	(78,141)	134,303
Insurance	210,042	34,962	(43,493)	201,511
Audit	60,467	9,996	(3,083)	67,380
Total	<u>\$ 501,309</u>	<u>\$ 239,642</u>	<u>\$ (182,425)</u>	<u>\$ 558,526</u>

TAX LEVY ORDINANCE

ROAD DISTRICT

ORDINANCE No. 1512092

FILED
McHENRY COUNTY, IL

DEC 10 2015

Maya McCall
COUNTY CLERK

An ordinance levying taxes for all town purposes for Algonquin Township Road District,
McHenry County, Illinois, for the tax year 2015 collectable in 2016.

BE IT ORDAINED by the Board of Trustees of Algonquin Township Road District,
McHenry County, Illinois, as follows:

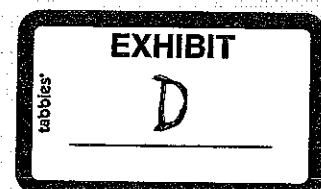
SECTION 1: That the sum of Four Million Forty-Eight Thousand Nine Hundred Ninety-Dollars and No/100 (\$4,048,990.00) are hereby levied upon all property subject to taxation within the Township as that property is assessed and equalized, in order to meet and defray all the necessary expenses and liabilities of the Township as required by statute or voted by the people in accordance with the law, for such purposes as:

Road and Bridge Fund
Social Security Fund
Illinois Municipal Retirement Fund
Insurance Fund
Audit Fund
Equipment and Building Fund

for the year 2015.

SECTION 2: That the amount levied for each object and purpose shall be as follows:

-1-



ALGONQUIN TOWNSHIP
GENERAL ROAD FUND
2015 TAX LEVY

10/30/2015

<u>ADMINISTRATION</u>	<u>APPROPRIATION</u>	<u>LEVY</u>
PERSONNEL		
TOTAL ADM-PERSONNEL	\$ 247,700.00	\$ 131,950.00
CONTRACTUAL SERVICES		
TOTAL ADM CONTRACT.	\$ 109,600.00	\$ 101,500.00
COMMODITIES		
TOTAL ADM COMMODITIES	\$ 10,000.00	\$ 20,300.00 ✓
OTHER EXPENSES		
TOTAL ADM OTHER EXP.	\$ 55,700.00	\$ 50,750.00
CAPITAL OUTLAY		
TOTAL ADM CAP. OUTLAY	\$ 7,500.00	\$ 25,285.00 ✓
TOTAL ADMINISTRATION	\$ 430,500.00	\$ 329,785.00
<u>MAINTENANCE</u>		
PERSONNEL		
TOTAL PERSONNEL	\$ 750,000.00	\$ 812,000.00 ✓
MAINTENANCE-CONTRACTUAL SERVICES		
TOTAL CONTRACTUAL	\$ 715,300.00	\$ 876,050.00 ✓
MAINTENANCE-COMMODITIES		
TOTAL COMMODITIES	\$ 367,200.00	\$ 329,875.00
MAINTENANCE-OTHER EXPENSES		
TOTAL OTHER EXPENSES	\$ 82,600.00	\$ 177,625.00 ✓
MAINTENANCE-CAPITAL OUTLAY		
TOTAL CAPITAL OUTLAY	\$ 15,100.00	\$ 30,450.00 ✓
TOTAL MAINTENANCE	\$ 1,930,200.00	\$ 2,226,000.00
CONTINGENCIES	\$ 20,000.00	\$ 20,300.00
<u>TOTAL GENERAL ROAD FUND</u>	\$ 2,380,700.00	\$ 2,576,085.00

ALGONQUIN TOWNSHIP
SPECIAL REVENUE FUNDS
2015 TAX LEVY

10/30/2015

	<u>APPROPRIATION</u>	<u>LEVY</u>
SOCIAL SECURITY FUND		
TOTAL SOCIAL SECURITY	\$ 70,000.00	\$ 71,068.00 ✓
ILLINOIS MUNICIPAL RETIREMENT FUND		
TOTAL IMRF	\$ 100,000.00	\$ 126,890.00 ✓
INSURANCE FUND		
TOTAL INSURANCE FUND	\$ 90,000.00	\$ 35,545.00
AUDIT FUND		
TOTAL AUDIT FUND	\$ 10,000.00	\$ 10,170.00 ✓
EQUIPMENT & BUILDING FUND		
TOTAL EQUIP. & BLDG.	\$ 1,886,500.00	\$ 1,229,232.00
<u>TOTAL GENERAL ROAD FUND</u>	\$ 2,380,700.00	\$ 2,576,085.00
<u>TOTAL SPECIAL REVENUE FUNDS</u>	\$ 270,000.00	\$ 243,673.00
	\$ 2,650,700.00	\$ 2,819,758.00
<u>TOTAL EQUIPMENT & BUILDING FUND</u>	\$ 1,886,500.00	\$ 1,229,232.00
 <u>2015 TOTAL ROAD DISTRICT LEVY</u>	 \$ 4,537,200.00	 \$ 4,048,990.00

SECTION 3: That the Town Clerk shall make and file with the County Clerk of said County of McHenry, on or before the last Tuesday of December, a duly certified copy of this ordinance.

SECTION 4: That if any section, subdivision, or sentence of this ordinance shall for any reason be held invalid or to be unconstitutional, such finding shall not affect the validity of the remaining portion of this ordinance.

SECTION 5: That this ordinance shall be in full force and effect after its adoption, as provided by law.

ADOPTED this 9th day of December, 2015, pursuant to a roll call vote by the Board of Trustees of Algonquin Township Road District, McHenry County, Illinois.

BOARD OF TRUSTEES

	<u>AYE</u>	<u>NAY</u>	<u>ABSENT</u>
Dianne L. Klemm	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Daniel J. Shea	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Russell W. Cardelli	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>
Melissa A. Sanchez	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>
Larry Emery	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>

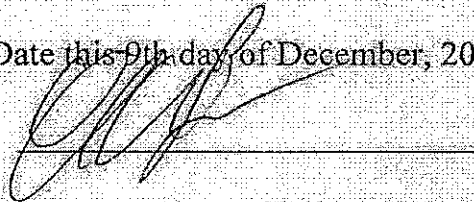
CERTIFICATION OF TAX LEVY ORDINANCE

ROAD DISTRICT

The undersigned, duly elected, qualified and acting Clerk of Algonquin Township Road District, McHenry County, Illinois, does hereby certify that the attached hereto is a true and correct copy of the Tax Levy Ordinance, of said Township for the year 2015 as adopted this 9th day of December, 2015.

This certification is made and filed pursuant to the requirements of (60 ILCS 1/75-20) and on behalf of Algonquin Township Road District, McHenry County, Illinois. This certification must be filed by the last Tuesday in December.

Date this 9th day of December, 2015



Town Clerk

Filed this _____ day of _____, 2015

County Clerk

Town of Algonquin

County of McHenry

**CERTIFICATE OF COMPLIANCE
TRUTH IN TAXATION
ROAD DISTRICT LEVY**

I, the undersigned, hereby certify that I am the presiding officer of Algonquin Township Road District, and as such presiding officer I certify that the levy ordinance, a copy of which is attached, was adopted pursuant to, and in all respects in compliance with the provisions of Section 18-60 through 18-85 of the "Truth in Taxation" law.

Notice and hearing requirements of Section 18-60 through 18-85 or the Truth in Taxation law are not applicable.

The taxing district's aggregate levy did not exceed a 5% increase over the prior year's extension. Therefore, a notice and hearing were not necessary.

This certificate applies to the 2015 levy.

Date: December 9, 2015

Deanne L. Klemm
Presiding Officer

ALGONQUIN TOWNSHIP ROAD DISTRICT LEVY FOR THE TAX YEAR 2015
COLLECTABLE IN 2016.

TAX LEVY SUMMARY

Road & Bridge Fund	\$2,576,085.00
Social Security Fund	\$ 71,068.00
Illinois Municipal Retirement Fund	\$ 126,890.00
Insurance Fund	\$ 35,545.00
Audit Fund	\$ 10,170.00
Equipment & Building Fund	\$1,229,232.00

TOTAL TAXES LEVIED: \$4,048,990.00

Amount to be levied was determined by the Highway Commissioner of
Algonquin Township Road District.

ALGONQUIN TOWNSHIP FUNDS SEPARATELY

<u>FUND</u>	<u>AMOUNT</u>	<u>DESCRIPTION</u>
TOWN FUND Miller Ratio=2.05	<u>\$3,162,101</u> \$1,543,343	(Fund balance plus 2014 tax revenue) (3 year average expenditure)
PUBLIC ASSISTANCE FUND Miller Ratio=3.43	<u>\$529,984</u> \$154,608	(Fund balance plus 2014 tax revenue) (3 year average expenditure)
SOCIAL SECURITY FUND Miller Ratio=3.05	<u>\$178,467</u> \$ 58,489	(Fund balance plus 2014 tax revenue) (3 year average expenditure)
I.M.R.F. FUND Miller Ratio=3.01	<u>\$232,279</u> \$ 77,246	(Fund balance plus 2014 tax revenue) (3 year average expenditure)
AUDIT FUND Miller Ratio=25.41	<u>\$81,042</u> \$ 3,190	(Fund balance plus 2014 tax revenues) (3 year average expenditure)
INSURANCE FUND Miller Ratio=3.02	<u>\$162,891</u> \$ 50,862	(Fund balance plus 2014 tax revenues) (3 year average expenditure)
EQUIPMENT AND BUILDING FUND Miller Ratio=2.46	<u>\$2,680,753</u> \$1,087,566	(Fund balance plus 2014 tax revenues) (3 year average expenditure)
ROAD AND BRIDGE FUND Miller Ratio=1.28	<u>\$2,778,672</u> \$2,170.848	(Fund balance plus 2014 taxes/unrestricted cash) (3 year average expenditure)

EXHIBIT

E

3/11/2015
FILED
McHENRY COUNTY, IL

APR 16 2015

BUDGET & APPROPRIATION ORDINANCE
ROAD DISTRICT
ORDINANCE NUMBER 15-0311

Mary E. McCall
COUNTY CLERK

An ordinance appropriating for all road purposes for Algonquin Township Road District,
McHenry County, Illinois for the fiscal year beginning April 1, 2015 and ending March 31, 2016.

BE IT ORDAINED by the Board of Trustees of Algonquin Township, McHenry County, Illinois.

SECTION 1: That the amounts hereinafter set forth, or so much thereof as may be authorized
by law, and as may be needed or deemed necessary to defray all expenses and liabilities of
Algonquin Township Road District, be and the same are hereby appropriated for the road
purposes of Algonquin Township Road District, McHenry County, Illinois, as hereinafter
specified for the fiscal year beginning April 1, 2015 and ending March 31, 2016.

SECTION 2: That the following budget containing an estimate of revenues and expenditures
is hereby adopted for the following funds:

Road & Bridge Fund

Insurance Fund

Social Security Fund

Audit Fund

Illinois Municipal Retirement Fund

Equipment & Building Fund



GENERAL ROAD FUND BUDGET 2015-2016

3/11/2015

	YEAR END 3/31/2014	YEAR END 3/31/2015	BUDGET 2015-2016
BEGINNING BALANCE MARCH 31	\$ 1,145,874.19	\$ 1,059,763.98	\$ 993,000.00
REVENUE:			
Property Tax	\$ 1,408,755.13	\$ 1,432,289.03	\$ 2,538,000.00
Replacement Tax	\$ 79,950.40	\$ 58,772.05	\$ 65,000.00
Bus. Revenue	\$ 29,207.13	\$ 23,523.91	\$ 30,000.00
Grants	\$ 317,710.08	\$ -	\$ 25,000.00
Recycling Revenue	\$ 8,273.48	\$ 5,164.40	\$ 12,000.00
Fines	\$ 5,451.20	\$ 5,530.54	\$ 5,000.00
Other Income	\$ 126,416.65	\$ 34,689.97	\$ 20,000.00
Revoked Bonds	\$ -	\$ 9,000.00	\$ -
Interest Income	\$ 5,156.42	\$ 1,022.30	\$ 3,000.00
Sale of Equipment	\$ -	\$ 56,000.00	\$ -
TOTAL REVENUES	\$ 1,980,920.49	\$ 1,625,992.20	\$ 2,698,000.00
TOTAL FUNDS AVAILABLE	\$ 3,126,794.68	\$ 2,685,756.18	\$ 3,691,000.00
EXPENSEDITURES			
Administration	\$ 359,271.84	\$ 331,119.72	\$ 430,500.00
Maintenance	\$ 1,707,758.86	\$ 1,361,362.03	\$ 1,930,200.00
Contingencies	\$ -	\$ -	\$ 20,000.00
TOTAL EXPENSEDITURES	\$ 2,067,030.70	\$ 1,692,481.75	\$ 2,380,700.00
ENDING BALANCE MARCH.31	\$ 1,059,763.98	\$ 993,274.43	\$ 1,310,300.00

ROAD & BRIDGE ADMINISTRATION BUDGET 2015-2016

3/11/2015

	YEAR END 3/31/2014	YEAR END 3/31/2015	BUDGET 2015-2016
ADM-PERSONNEL			
5000.005 Salaries	\$ 78,362.29	\$ 75,061.59	\$ 80,000.00
5010.005 Health-Life Ins./Medical Services	\$ 175,613.43	\$ 151,981.28	\$ 165,000.00
5020.005 SS - OASDI & Medicare Contribution		\$ -	\$ 100.00
5030.005 IMRF - Retirement Contribution		\$ -	\$ 100.00
5040.005 Unemployment Insurance	\$ 962.76	\$ 936.30	\$ 2,500.00
TOTAL ADM-PERSONNEL	\$ 254,938.48	\$ 227,979.17	\$ 247,700.00
ADM-CONTRACTUAL SERVICES			
5100.005 Maintenance - Building	\$ -	\$ -	\$ 2,500.00
5110.005 Maintenance - Equipment	\$ -	\$ -	\$ 4,500.00
5150.005 Accounting Services	\$ -	\$ -	\$ 1,000.00
5160.005 Legal Services	\$ 12,638.90	\$ 8,101.25	\$ 30,000.00
5180.005 Postage	\$ 1,009.25	\$ 689.04	\$ 1,500.00
5190.005 Telecommunications	\$ 20,974.23	\$ 19,432.49	\$ 25,000.00
5200.005 Printing & Publishing	\$ 536.06	\$ 1,289.63	\$ 4,000.00
5210.005 Dues & Subscriptions	\$ 3,222.68	\$ 4,011.20	\$ 6,000.00
5220.005 Travel & Meetings	\$ 2,857.91	\$ 3,022.54	\$ 8,500.00
5230.005 Education & Training	\$ 2,825.90	\$ 785.00	\$ 9,500.00
5250.005 General Insurance	\$ -	\$ -	\$ 100.00
5390.005 Technical Support	\$ 7,450.29	\$ 11,614.60	\$ 17,000.00
TOTAL ADM-CONTRACTUAL	\$ 51,515.22	\$ 48,945.75	\$ 109,600.00
ADM-COMMODITIES			
5510.005 Office Supplies	\$ 2,763.39	\$ 2,276.75	\$ 5,000.00
5520.005 Computer Supplies	\$ 3,323.59	\$ 2,711.35	\$ 5,000.00
TOTAL ADM-COMMODITIES	\$ 6,086.98	\$ 4,988.10	\$ 10,000.00
ADM-OTHER EXPENSE			
5740.005 Construction Bonds	\$ -	\$ -	\$ 100.00
5750.005 Miscellaneous Expenses	\$ 2,936.11	\$ 5,410.23	\$ 8,500.00
5770.005 P.P. Replacement Tax	\$ 39,934.90	\$ 36,703.63	\$ 45,000.00
5800.005 Loan - Property	\$ -	\$ -	\$ 100.00
5810.005 Service Charges	\$ 1,905.90	\$ 1,980.19	\$ 2,000.00
TOTAL ADM-OTHER EXPENSE	\$ 44,776.91	\$ 44,094.05	\$ 55,700.00
ADM-CAPITAL OUTLAY			
5920.005 Equipment	\$ 1,954.25	\$ 5,112.65	\$ 7,500.00
TOTAL ADM-CAPITAL OUTLAY	\$ 1,954.25	\$ 5,112.65	\$ 7,500.00
ROAD & BRIDGE ADMINISTRATION TOTAL	\$ 359,271.84	\$ 331,119.72	\$ 430,500.00

ROAD & BRIDGE MAINTENANCE BUDGET 2015-2016

	YEAR END 3/31/2014	YEAR END 3/31/2015	BUDGET 2015-2016
MAINT-PERSONNEL			
6000.006 Salaries	\$ 717,715.30	\$ 606,408.11	\$ 750,000.00
TOTAL MAINT-PERSONNEL	\$ 717,715.30	\$ 606,408.11	\$ 750,000.00
MAINT-CONTRACTUAL SERVICES			
6100.006 Maintenance - Building	\$ 17,001.04	\$ 18,180.88	\$ 35,000.00
6110.006 Maintenance - Equipment	\$ 36,979.41	\$ 35,593.66	\$ 50,000.00
6120.006 Maintenance - Roads	\$ 402,112.60	\$ 331,245.14	\$ 500,000.00
6130.006 Maintenance - Bridges	\$ -	\$ -	\$ 100.00
6140.006 Maintenance - Snow Removal	\$ -	\$ -	\$ 100.00
6240.006 Utilities	\$ 41,570.74	\$ 46,837.86	\$ 55,000.00
6280.006 Rentals	\$ 4,800.19	\$ 5,640.10	\$ 15,000.00
6290.006 Engineering Services	\$ 20,460.76	\$ 25,851.93	\$ 30,000.00
6300.006 Spec. Road Projects-Non Ded. Roads	\$ 20,776.00	\$ 6,673.83	\$ 30,000.00
6400.006 Prior Year Contracts	\$ -	\$ -	\$ 100.00
TOTAL MAINT-CONTRACTUAL	\$ 543,700.74	\$ 470,023.40	\$ 715,300.00
MAINT-COMMODITIES			
6500.006 Fuel & Lubricants	\$ 122,017.19	\$ 81,328.81	\$ 120,000.00
6550.006 Maintenance Supplies - Buildings	\$ 15,483.58	\$ 17,856.36	\$ 25,000.00
6560.006 Maintenance Supplies - Equipment	\$ 92,839.99	\$ 61,658.82	\$ 100,000.00
6570.006 Maintenance Supplies - Roads	\$ 79,344.79	\$ 80,824.31	\$ 110,000.00
6580.006 Maintenance Supplies - Bridges	\$ -	\$ -	\$ 100.00
6590.006 Maintenance Supplies - Snow Removal	\$ -	\$ -	\$ 100.00
6600.006 Clothing & Protective Equipment	\$ 4,815.97	\$ 4,078.63	\$ 12,000.00
TOTAL MAINT-COMMODITIES	\$ 314,501.52	\$ 245,746.93	\$ 367,200.00
MAINT-OTHER EXPENSE			
6750.006 Miscellaneous Expense	\$ 1,807.81	\$ 3,215.53	\$ 7,500.00
6760.006 Grant Expense	\$ 100,000.00	\$ -	\$ 100.00
6790.006 Environmental Services	\$ 27,760.00	\$ 35,120.06	\$ 60,000.00
6820.006 Senior Transportation Services	\$ 1,631.00	\$ 848.00	\$ 15,000.00
TOTAL MAINT-OTHER EXPENSE	\$ 131,198.81	\$ 39,183.59	\$ 82,600.00
MAINT-CAPITAL OUTLAY			
6900.006 Land Acquisition	\$ -	\$ -	\$ 100.00
6910.006 Building	\$ -	\$ -	\$ 5,000.00
6920.006 Equipment	\$ 642.49	\$ -	\$ 5,000.00
6940.006 Other Improvements	\$ -	\$ -	\$ 5,000.00
TOTAL CAPITAL OUTLAY	\$ 642.49	\$ -	\$ 15,100.00
ROAD & BRIDGE - MAINTENANCE TOTAL	\$ 1,707,758.86	\$ 1,361,362.03	\$ 1,930,200.00

SOCIAL SECURITY FUND BUDGET 2015-2016

3/11/2015

	YEAR END 3/31/2014	YEAR END 3/31/2015	BUDGET 2015-2016
BEGINNING BALANCE MARCH 31	\$ 116,401.64	\$ 125,924.36	\$ 144,000.00
REVENUES			
Property Tax	\$ 69,865.27	\$ 71,029.56	\$ 70,000.00
TOTAL REVENUES	\$ 69,865.27	\$ 71,029.56	\$ 70,000.00
TOTAL FUNDS AVAILABLE	\$ 186,266.91	\$ 196,953.92	\$ 214,000.00
EXPENSEDITURES			
7020.007 SS - OASDI & Medicare	\$ 60,342.55	\$ 52,030.05	\$ 70,000.00
TOTAL EXPENSEDITURES	\$ 60,342.55	\$ 52,030.05	\$ 70,000.00
ENDING BALANCE MARCH 31	\$ 125,924.36	\$ 144,923.87	\$ 144,000.00

ILLINOIS MUNICIPAL RETIREMENT FUND BUDGET 2015-2016

	YEAR END 3/31/2014	YEAR END 3/31/2015	BUDGET 2015-2016
BEGINNING BALANCE MARCH 31	\$ 170,696.23	\$ 212,763.07	\$ 275,000.00
REVENUES			
Property Tax	\$ 124,751.07	\$ 126,822.99	\$ 125,000.00
TOTAL REVENUES	\$ 124,751.07	\$ 126,822.99	\$ 125,000.00
TOTAL FUNDS AVAILABLE	\$ 295,447.30	\$ 339,586.06	\$ 400,000.00
EXPENSEDITURES			
7030.008 IMRF - Retirement Contribution	\$ 82,684.23	\$ 64,577.78	\$ 100,000.00
TOTAL EXPENSEDITURES	\$ 82,684.23	\$ 64,577.78	\$ 100,000.00
ENDING BALANCE MARCH 31	\$ 212,763.07	\$ 275,008.28	\$ 300,000.00

INSURANCE FUND BUDGET 2015-2016

3/11/2015

	YEAR END 3/31/2014	YEAR END 3/31/2015	BUDGET 2015-2016
BEGINNING BALANCE MARCH 31	\$ 219,228.62	\$ 183,802.67	\$ 154,000.00
REVENUES			
Property Tax	\$ 34,946.55	\$ 35,526.94	\$ 35,000.00
TOTAL REVENUES	\$ 34,946.55	\$ 35,526.94	\$ 35,000.00
TOTAL FUNDS AVAILABLE	\$ 254,175.17	\$ 219,329.61	\$ 189,000.00
EXPENDEditURES			
7250.009 General Insurance	\$ 70,372.50	\$ 65,681.00	\$ 90,000.00
TOTAL EXPENDEditURES	\$ 70,372.50	\$ 65,681.00	\$ 90,000.00
ENDING BALANCE MARCH 31	\$ 183,802.67	\$ 153,648.61	\$ 99,000.00

AUDIT FUND BUDGET 2015-2016

	YEAR ENDED 3/31/2014	YEAR ENDED 3/31/2015	BUDGET 2015-2016
BEGINNING BALANCE MARCH 31	\$ 59,261.14	\$ 66,151.40	\$ 72,000.00
REVENUES			
Property Tax	\$ 9,983.58	\$ 10,165.57	\$ 10,000.00
TOTAL REVENUES	\$ 9,983.58	\$ 10,165.57	\$ 10,000.00
TOTAL FUNDS AVAILABLE	\$ 69,244.72	\$ 76,316.97	\$ 82,000.00
EXPENDEditURES			
8150.010 Audit & Accounting Services	\$ 3,093.32	\$ 3,395.00	\$ 10,000.00
TOTAL EXPENDEditURES	\$ 3,093.32	\$ 3,395.00	\$ 10,000.00
ENDING BALANCE MARCH 31	\$ 66,151.40	\$ 72,921.97	\$ 72,000.00

EQUIPMENT & BUILDING FUND BUDGET 2015-2016

3/11/2015

	YEAR ENDED 3/31/2014	YEAR ENDED 3/31/2015	BUDGET 2015-2016
BEGINNING BALANCE MARCH 31	\$ 984,182.15	\$ 1,473,713.04	\$ 1,765,000.00
REVENUES			
Property Tax	\$ 1,208,468.25	\$ 1,228,538.49	\$ 1,211,000.00
P.P. Replacement Tax	\$ 13,519.29	\$ 11,871.99	\$ 10,000.00
Sale of Equipment	\$ -	\$ -	\$ -
Grant Revenue	\$ -	\$ -	\$ -
Interest Income	\$ 4,470.74	\$ 3,161.83	\$ 2,500.00
TOTAL REVENUES	\$ 1,226,458.28	\$ 1,243,572.31	\$ 1,223,500.00
TOTAL FUNDS AVAILABLE	\$ 2,210,640.43	\$ 2,717,285.35	\$ 2,988,500.00
EXPENDEDITURES			
9910.000 Building & Upgrading	\$ 207,422.92	\$ 407,621.02	\$ 800,000.00
9920.000 Equipment-Vehicles-Machinery	\$ 407,668.26	\$ 484,397.71	\$ 850,000.00
9930.000 Service Charges	\$ 1,275.73	\$ 1,470.37	\$ 1,500.00
9940.000 Loan - Property - Principle	\$ 27,013.79	\$ 28,262.71	\$ 180,000.00
9941.000 Loan - Property - Interest	\$ 18,846.69	\$ 17,741.65	\$ 35,000.00
9950.000 Grant Expense	\$ 63,900.00	\$ -	\$ -
9960.000 Rent	\$ 10,800.00	\$ 10,800.00	\$ 20,000.00
TOTAL EXPENDEDITURES	\$ 736,927.39	\$ 950,293.46	\$ 1,886,500.00
ENDING BALANCE MARCH 31	\$ 1,473,713.04	\$ 1,766,991.89	\$ 1,102,000.00
R&B ADMINISTRATION TOTAL			
	\$ 359,271.84	\$ 331,119.72	\$ 430,500.00
R&B MAINTENANCE TOTAL			
	\$ 1,707,758.86	\$ 1,361,362.03	\$ 1,930,200.00
CONTINGENCIES			
	\$ -	\$ -	\$ 20,000.00
ROAD & BRIDGE TOTAL	\$ 2,067,030.70	\$ 1,692,481.75	\$ 2,380,700.00
SOCIAL SECURITY TOTAL			
	\$ 60,342.55	\$ 52,030.05	\$ 70,000.00
IMRF TOTAL			
	\$ 82,684.23	\$ 64,577.78	\$ 100,000.00
INSURANCE TOTAL			
	\$ 70,372.50	\$ 65,681.00	\$ 90,000.00
AUDIT TOTAL			
	\$ 3,093.32	\$ 3,395.00	\$ 10,000.00
SPECIAL FUNDS TOTAL	\$ 216,492.60	\$ 185,683.83	\$ 270,000.00
EQUIPMENT & BUILDING TOTAL	\$ 736,927.39	\$ 950,293.46	\$ 1,886,500.00
ROAD DISTRICT TOTAL	\$ 3,020,450.69	\$ 2,828,459.04	\$ 4,537,200.00

SECTION 3: That the amount appropriated for road purposes for the fiscal year beginning

April 1, 2015 and ending March 31, 2016 by fund shall be as follows:

Road & Bridge Fund	\$ 2,380,700.00
Social Security Fund	\$ 70,000.00
Illinois Municipal Retirement Fund	\$ 100,000.00
Insurance Fund	\$ 90,000.00
Audit Fund	\$ 10,000.00
Equipment & Building Fund	\$ 1,886,500.00

Total Appropriations \$ 4,537,200.00

SECTION 4: That if any section, subdivision, or sentence of this ordinance shall for any reason be held invalid or to be unconstitutional, such decision shall not affect the validity of the remaining portion of this ordinance.

SECTION 5: That each appropriated fund total shall be divided among the several objects and purposes specified, and in the particular amounts stated for each fund respectively in Section 2, constituting the total appropriations in the amount of Four Million Five Hundred Thirty-Seven Thousand Two Hundred Dollars and No/100 (\$4,537,200.00) for the fiscal year beginning April 1, 2015 and ending March 31, 2016.

SECTION 6: That Section 3 shall be and is a summary of the annual Appropriation Ordinance of this Road District, passed by the Board of Trustees as required by law and shall be in full force and effect from and after this date.

SECTION 7: That a certified copy of the Budget & Appropriation Ordinance shall be filed with the County Clerk within 30 days after adoption.

ADOPTED this 8th day of April, 2015 pursuant to a roll call vote by the Board of Trustees of Algonquin Township, McHenry County, Illinois.

BOARD OF TRUSTEES

AYE

NAY

ABSENT

Dianne L. Klemm

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Daniel J. Shea

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Russell W. Cardelli

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Melissa A. Sanchez-Fischer

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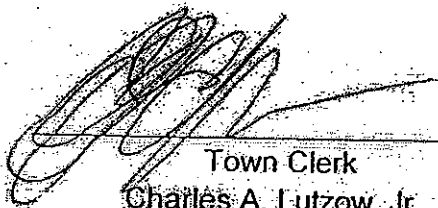
☐

Larry Emery

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☐


Town Clerk
Charles A. Lutzow, Jr.


Chairman
Dianne L. Klemm

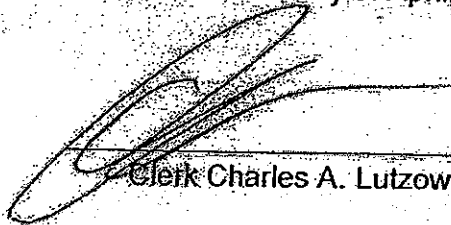
**CERTIFICATION OF BUDGET & APPROPRIATION ORDINANCE
ROAD DISTRICT**

The undersigned, duly elected and acting Clerk of Algonquin Township, McHenry County, Illinois, does hereby certify that attached hereto is a true and correct copy of the Budget & Appropriation Ordinance of said Road District for the fiscal year beginning April 1, 2015 and ending March 31, 2016, as adopted this 8th day of April, 2015.

This certification is made and filed pursuant to the requirements of 35 ILCS 200/18-50 and on behalf of Algonquin Township Road District, McHenry County, Illinois.

This certification must be filed within 30 days after the adoption of the Budget and Appropriation Ordinance.

Dated this 8th day of April, 2015.


Clerk Charles A. Lutzow, Jr.

FILED
McHENRY COUNTY, IL

APR 16 2015


COUNTY CLERK

Filed this 16 day of April, 2015.


County Clerk

**CERTIFIED ESTIMATE OF REVENUES BY SOURCE
ROAD DISTRICT**

The undersigned, Supervisor, Chief Fiscal Officer, of Algonquin Township, McHenry County, Illinois, does hereby certify that the estimate of revenues, by source or anticipated to be received by said taxing district, is either set forth in said ordinance as "Revenues" or attached hereto by separate document, is a true statement of said estimate.

This certification is made and filed pursuant to the requirements of 35 ILCS 200/18-50 and on behalf of Algonquin Township Road District, McHenry County, Illinois.

This certification must be filed within 30 days after the adoption of the Budget and Appropriation Ordinance.

Dated this 8th day of April, 2015.

Dianne L. Klemm
Supervisor Dianne L. Klemm - Chief Fiscal Officer

FILED
McHENRY COUNTY, IL
APR 16 2015

Mary E. McCall
COUNTY CLERK

Filed this 16 day of April, 2015.

Mary E. McCall
County Clerk