



To the City Council
City of Newton
Newton, Illinois

In planning and performing our audit of the financial statements of the City of Newton, Illinois, as of and for the year ended April 30, 2016, in accordance with auditing standards generally accepted in the United States of America, we considered the City's internal control over financial reporting (internal control) as a basis for designing auditing procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, we do not express an opinion on the effectiveness of the City's internal control.

However, during our audit we became aware of deficiencies in internal control other than significant deficiencies and material weaknesses and matters that are opportunities for strengthening internal controls and operating efficiency. The memorandum that accompanies this letter summarizes our comments and suggestions regarding those matters. We previously reported on the City's internal control in our report dated September 15, 2016. This letter does not affect our report dated September 15, 2016, on the financial statements of the City of Newton.

We will review the status of these comments during our next audit engagement. We have already discussed many of these comments and suggestions with various City personnel, and we will be pleased to discuss them in further detail at your convenience, to perform any additional study of these matters, or to assist you in implementing the recommendations.

Very truly yours,

Kemper CPA Group LLP

KEMPER CPA GROUP LLP
Certified Public Accountants and Consultants

September 15, 2016

Current Year Comments:

Customer Deposits

During our audit we noted customer deposits for water, wastewater, and electric per the billing software were not reconciled to the general ledger as of April 30, 2016. However, the customer deposits were reconciled to the general ledger in May 2016. We recommend management reconcile customer deposits per the billing software to the general ledger at each month-end period to ensure deposits are being deposited, remitted, and recorded properly.

Utility Funds

Attached is a statistical analysis of the City's utility funds.

Legal Debt Limitation

Attached is an analysis of the City's legal debt limitation.

City of Newton
Electric Fund Statistical Analysis
For the Years Ending April 30, 2016 & 2015

Electric Fund:

	2016		2015		Change from prior year	
	Residential	Commercial	Residential	Commercial	Residential	Commercial
Customer Recap:						
Average Customers Per Month	1,376	302	1,362	298	14	4
Highest Month	1,385	304	1,374	302	11	2
Lowest Month	1,349	298	1,354	294	(5)	4
Average Billing Per Customer:						
	Per Month	Per Year	Per Month	Per Year	Per Month	Per Year
Residential	\$ 72	\$ 869	\$ 74	\$ 889	\$ (2)	\$ (20)
Commercial	\$ 324	\$ 3,893	\$ 363	\$ 4,352	\$ (38)	\$ (460)
Purchases vs. Billings:						
	Quantity	% of Purchased	Quantity	% of Purchased	Quantity	% of Purchased
KW Hours Purchased	27,555,070	100.0%	29,356,047	100.0%	(1,800,977)	0.0%
KW Hours Billed	25,335,150	91.9%	26,657,868	90.8%	(1,322,718)	1.1%
KW Hours Unbilled (City/Government/Security Light/Lost)	2,219,920	7.6%	2,698,179	9.2%	(478,259)	-1.6%
Billings Breakdown:						
	Billings	% of Billings	Billings	% of Billings	Billings	% of Billings
Residential	\$ 1,195,530	45.3%	\$ 1,210,708	41.5%	\$ (15,178)	3.8%
Commercial	\$ 1,175,601	44.5%	\$ 1,296,969	44.4%	\$ (121,368)	0.1%
City	\$ 60,257	2.3%	\$ 65,448	2.2%	\$ (5,191)	0.0%
Government	\$ -	0.0%	\$ 11,373	0.4%	\$ (11,373)	-0.4%
Security Light	\$ -	0.0%	\$ 145	0.0%	\$ (145)	0.0%
Purchase Cost Adjustment	\$ 129,683	4.9%	\$ 249,125	8.5%	\$ (119,442)	-3.6%
Tax	\$ 78,787	3.0%	\$ 84,596	2.9%	\$ (5,809)	0.1%
Total	\$ 2,639,858	100.0%	\$ 2,918,364	100.0%	\$ (278,506)	0.0%

City of Newton
Water Fund Statistical Analysis
For the Years Ending April 30, 2016 & 2015

	<u>2016</u>		<u>2015</u>		<u>Change from prior year</u>	
Water Fund:						
Customer Recap:						
Average Customers Per Month	1,540		1,592		(52)	
Highest Month	1,597		1,612		(15)	
Lowest Month	1,506		1,577		(71)	
Average Billing Per Customer:						
	<u>Per Month</u>		<u>Per Year</u>		<u>Per Month</u>	
Metered Sales	\$ 36	\$ 430	\$ 33	\$ 391	\$ 3	\$ 39
Gallons Pumped vs. Billed:						
	<u>Quantity</u>	<u>% of Pumped</u>	<u>Quantity</u>	<u>% of Pumped</u>	<u>Quantity</u>	<u>% of Pumped</u>
Gallons Pumped	102,283,000	100.0%	95,657,000	100.0%	6,626,000	6.5%
Gallons Billed - Metered Sales	89,665,372	87.7%	80,281,682	83.9%	9,383,690	9.2%
Gallons Billed - Bulk Meter	2,764,000	2.7%	1,699,700	1.8%	1,064,300	1.0%
Gallons Billed - Material Sales	-	0.0%	-	0.0%	-	0.0%
Waste Water Plant Operations	2,748,000	2.7%	1,700,000	1.8%	1,048,000	1.0%
Water Plant Chlorinator	-	0.0%	8,760,000	9.2%	(8,760,000)	-8.6%
Backwash	138,600	0.1%	-	0.0%	138,600	0.1%
Fire Protection	500,000	0.5%	-	0.0%	500,000	0.5%
Boring	20,000	0.0%	-	0.0%	20,000	0.0%
Leak Adjustments	92,000	0.1%	-	0.0%	92,000	0.1%
St. Thomas	215,040	0.2%	-	0.0%	215,040	0.2%
Truck Wash	-	0.0%	16,600	0.0%	(16,600)	0.0%
Water Plant Analyzer	240,000	0.2%	167,400	0.2%	72,600	0.1%
Gallons Unaccounted For	5,899,988	5.8%	3,031,618	3.2%	2,868,370	2.8%
Billings Breakdown:						
	<u>Billings</u>	<u>% of Billings</u>	<u>Billings</u>	<u>% of Billings</u>	<u>Billings</u>	<u>% of Billings</u>
Metered Sales	\$ 662,707	99.5%	\$ 622,509	97.6%	\$ 40,198	6.0%
Bulk Metered Sales	\$ 3,648	0.5%	\$ 5,934	0.9%	\$ (2,286)	-0.3%
Billed Material Sales	\$ -	0.0%	\$ 9,334	1.5%	\$ (9,334)	-1.4%
Total	\$ 666,355	100.0%	\$ 637,777	100.0%	\$ 28,578	4.3%

City of Newton
Waste Water Fund Statistical Analysis
For the Years Ending April 30, 2016 & 2015

<u>Waste Water Fund:</u>	<u>2016</u>		<u>2015</u>		<u>Change from prior year</u>	
Customer Recap:						
Average Customers Per Month	1,399		1,414		(15)	
Highest Month	1,465		1,430		35	
Lowest Month	1,355		1,400		(45)	
Average Billing Per Customer:	<u>Per Month</u>	<u>Per Year</u>	<u>Per Month</u>	<u>Per Year</u>	<u>Per Month</u>	<u>Per Year</u>
Metered Sales	<u>\$ 37</u>	<u>\$ 444</u>	<u>\$ 34</u>	<u>\$ 406</u>	<u>\$ 3</u>	<u>\$ 39</u>
Billings Breakdown:	<u>Billings</u>	<u>% of Billings</u>	<u>Billings</u>	<u>% of Billings</u>	<u>Billings</u>	<u>% of Billings</u>
Metered Sales	<u>\$ 621,841</u>	<u>100.0%</u>	<u>\$ 573,817</u>	<u>100.0%</u>	<u>\$ 48,024</u>	<u>0.0%</u>

City of Newton
Legal Debt Limitation Analysis
April 30, 2016

Total assessed value	<u>\$ 25,333,625</u>
Legal debt margin:	
Debt limitation - 8.625% of total assessed value	<u>2,185,025</u>
Debt applicable to limitation:	
Aquatic Facility Revenue Bonds	-
Waste Water - IL EPA	8,969
Waste Water - PSB Loan	<u>1,684,534</u>
	<u>1,693,503</u>
Legal debt margin available	<u><u>\$ 491,522</u></u>
Actual debt percentage	<u><u>6.68%</u></u>

The City's indebtedness is limited to 8.625% of the value of the taxable property located within the City's boundaries. The revenue bonds are not included in the debt applicable to the limitation per 65 ILCS 5/8-5-16.

September 15, 2016

To the City Council
City of Newton, Illinois

We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Newton, Illinois for the year ended April 30, 2016. Professional standards require that we provide you with information about our responsibilities under generally accepted auditing standards and *Government Auditing Standards*, as well as certain information related to the planned scope and timing of our audit. We have communicated such information in our letter to you dated May 13, 2016. Professional standards also require that we communicate to you the following information related to our audit.

Significant Audit Findings

Qualitative Aspects of Accounting Practices

Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used by the City of Newton, Illinois are described in Note 1 to the financial statements. No new accounting policies were adopted and the application of existing policies was not changed during 2016. We noted no transactions entered into by the City of Newton, Illinois during the year for which there is a lack of authoritative guidance or consensus. All significant transactions have been recognized in the financial statements in the proper period.

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected. The most sensitive estimate affecting the City of Newton, Illinois' financial statements was:

Management's estimate of depreciation expense is based on estimated useful lives of the assets. We evaluated the key factors and assumptions used to develop the estimated useful lives of the assets in determining that it is reasonable in relation to the financial statements taken as a whole.

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

Difficulties Encountered in Performing the Audit

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

Corrected and Uncorrected Misstatements

Professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that are clearly trivial, and communicate them to the appropriate level of management. Management has corrected all such misstatements. Material misstatements detected as a result of audit procedures and corrected by management are included in the attached schedules.

Disagreements with Management

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

Management Representations

We have requested certain representations from management that are included in the management representation letter dated September 15, 2016.

Management Consultations with Other Independent Accountants

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

Other Audit Findings or Issues

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

Other Matters

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

We were not engaged to report on the budgetary comparison schedules, which accompany the financial statements but are not required supplementary information. Such information has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

Restriction on Use

This information is intended solely for the information and use of the City Council and management of the City of Newton, Illinois and is not intended to be, and should not be, used by anyone other than these specified parties.

Very truly yours,

Kemper CPA Group LLP

KEMPER CPA GROUP LLP
Certified Public Accountants and Consultants

Client: **137474.01 - City of Newton**
 Engagement: **2016 - City of Newton**
 Period Ending: **4/30/2016**
 Trial Balance: **TB-01 - General**
 Workpaper: **AJE-01 - Adjusting Journal Entries Report - General Fund**

Account	Description	W/P Ref	Debit	Credit
Adjusting Journal Entries JE # 1		F-05		
To reclass items to repair & maintenance expense.				
5540-28	Merchandise Purchase		594.00	
5600-27	Equipment Repair		2,184.00	
5640-28	Pool Repair		1,950.08	
5500-27	Equipment Purchase			2,184.00
5500-28	Equipment Purchase			1,950.08
5550-28	Park Machine Purchase			594.00
Total			4,728.08	4,728.08
Adjusting Journal Entries JE # 10		03-01c		
To reclass payments not made to Insurance Fund.				
7000-22	Miscellaneous Expense		10.40	
7000-23	Miscellaneous Expense		45.76	
7000-25	Miscellaneous Expense		6.24	
7000-27	Miscellaneous Expense		15.08	
5120-22	Group Insurance			10.40
5120-23	Group Insurance			45.76
5120-25	Group Insurance			6.24
5120-27	Group Insurance			15.08
Total			77.48	77.48
Adjusting Journal Entries JE # 11		H-01		
To record advance refunding of the 2008 bonds.				
5010-10	Payment to Refunding Bonds		1,441,813.90	
5020-10	Bond Issuance Costs		44,798.40	
4000-10	Bond Proceeds			1,485,000.00
4001-10	Premium on Bond Issue			1,612.30
Total			1,486,612.30	1,486,612.30
Adjusting Journal Entries JE # 15		H-01		
To reclass transfer of prior debt service balances to expenditures - debt service.				
5020-10	Bond Issuance Costs		8,057.90	
5711-28	Bond Interest			8,057.90
Total			8,057.90	8,057.90
Adjusting Journal Entries JE # 16		07a-01d		
To reclass contingency money received from the bond issue.				
4300	Reimbursement/Refunds Misc.		2,865.22	
5020-10	Bond Issuance Costs			2,865.22
Total			2,865.22	2,865.22

Client: **137474.01 - City of Newton**
 Engagement: **2016 - City of Newton**
 Period Ending: **4/30/2016**
 Trial Balance: **TB-02 - Specials**
 Workpaper: **AJE-02 - Adjusting Journal Entries Report - Specials**

Account	Description	W/P Ref	Debit	Credit
Adjusting Journal Entries JE # 1		S-01		
To adjust fund balance to actual.				
00-3000-00	Fund Balance		11,749.87	
57-4407-57	Miscellaneous Income-TIF		400.00	
56-3000-56	Fund Balance-Capital Development			400.00
56-3000-56	Fund Balance-Capital Development			9,467.26
57-3000-57	Fund Balance-TIF			2,282.61
Total			12,149.87	12,149.87
Adjusting Journal Entries JE # 2		O-01		
To adjust beginning due to/from to actual.				
56-2000-56	Due From ITEP		1,080.06	
70-2000-70	Due To Community Development			1,080.06
Total			1,080.06	1,080.06
Adjusting Journal Entries JE # 3		O-01		
To reclass ITEP payment to across funds due to Capital Development fund not being reimbursed for the remaining expenses on ITEP.				
56-7077-56	ITEP Miscellaneous Expense/Phase 2		1,080.06	
70-2000-70	Due To Community Development		1,080.06	
56-2000-56	Due From ITEP			1,080.06
70-5700-70	Contractor Fees			1,080.06
Total			2,160.12	2,160.12
Adjusting Journal Entries JE # 4		TB-02		
To reclass expenditure for rehab grant to proper fund.				
59-5421-59	Grant Management-Housing		550.00	
56-7050-56	Community Development Exp.			550.00
Total			550.00	550.00
Adjusting Journal Entries JE # 5		Z.2-1		
To capitalize purchase of land and parking lot construction.				
57-7060-57	Capital Expense TIF		67,117.56	
57-8000-57	Property Demolition, Site Preparation			67,117.56
Total			67,117.56	67,117.56

Client: **137474.01 - City of Newton**
 Engagement: **2016 - City of Newton**
 Period Ending: **4/30/2016**
 Trial Balance: **TB-03 - Electric**
 Workpaper: **AJE-03 - Adjusting Journal Entries Report - Electric**

Account	Description	W/P Ref	Debit	Credit
Adjusting Journal Entries JE # 1		F-06a		
To reclass capital assets.				
1710	Distribution Plant		12,210.00	
1710	Distribution Plant		31,776.38	
1710	Distribution Plant		344,044.47	
1710	Distribution Plant		406,833.09	
1725	Buildings		100,516.00	
1725	Buildings		1,045,146.07	
1730	General Plant Equipment		2,943.75	
1750	Construction in Process			2,943.75
1750	Construction in Process			320,571.70
1750	Construction in Process			406,833.09
5410-30	Engineering			31,776.38
5410-30	Engineering			100,516.00
5710-31	New Construction			724,574.37
5800-30	System Improvements			12,210.00
5800-30	System Improvements			344,044.47
Total			<u>1,943,469.76</u>	<u>1,943,469.76</u>
Adjusting Journal Entries JE # 2		F-03		
To record CY depreciation expense to actual.				
5900-30	Depreciation Expense		50,529.00	
1760	Reserve for Depreciation			50,529.00
Total			<u>50,529.00</u>	<u>50,529.00</u>
Adjusting Journal Entries JE # 3		03-01c		
To reclass payments not made to Insurance Fund.				
7000-30	Miscellaneous Expense		35.36	
5120-30	Group Insurance			35.36
Total			<u>35.36</u>	<u>35.36</u>

Client: **137474.01 - City of Newton**
 Engagement: **2016 - City of Newton**
 Period Ending: **4/30/2016**
 Trial Balance: **TB-04 - Water**
 Workpaper: **AJE-04 - Adjusting Journal Entries Report - Water**

Account	Description	W/P Ref	Debit	Credit
Adjusting Journal Entries JE # 1		F-07		
To capitalize and place Xanders/City Square/billing software additions into service.				
1710-40	Distribution System		79,171.54	
1710-40	Distribution System		424,808.49	
1730-40	Equipment		2,943.75	
1800-41	Construction in Progress			2,943.75
1800-41	Construction in Progress			70,000.00
1800-41	Construction in Progress			116,441.66
5745-40	Town Square Water Main Upgrade			308,366.83
5760-40	Xanders Addition			9,171.54
Total			<u>506,923.78</u>	<u>506,923.78</u>
Adjusting Journal Entries JE # 2		F-07		
AJE to dispose of old water plant.				
1765-40	Reserve for Depreciation		198,315.12	
1700-40	Water Plant			198,315.12
Total			<u>198,315.12</u>	<u>198,315.12</u>
Adjusting Journal Entries JE # 3		F-03		
To record CY depreciation expense.				
5900-40	Depreciation Expense		7,404.00	
1765-40	Reserve for Depreciation			7,404.00
Total			<u>7,404.00</u>	<u>7,404.00</u>
Adjusting Journal Entries JE # 4		03-01c		
To reclass payments not made to Insurance Fund.				
7000-40	Miscellaneous Expense		14.56	
5120-40	Group Insurance			14.56
Total			<u>14.56</u>	<u>14.56</u>

Client: **137474.01 - City of Newton**
 Engagement: **2016 - City of Newton**
 Period Ending: **4/30/2016**
 Trial Balance: **TB-05 - Waste Water**
 Workpaper: **AJE-05 - Adjusting Journal Entries Report - Waste Water**

Account	Description	W/P Ref	Debit	Credit
Adjusting Journal Entries JE # 1		S-01		
To reclass beginning restricted fund balance.				
3000-43	Retained Earnings		589.48	
3002-46	Imperial Acres restricted fund			589.48
Total			589.48	589.48
Adjusting Journal Entries JE # 2		F-08		
To capitalize and place fixed assets into service.				
1730-43	Equipment		2,943.75	
1755-43	Capital Improvement		9,771.51	
1770-43	Construction in Progress			2,943.75
5760-43	Xanders Addiion			9,771.51
Total			12,715.26	12,715.26
Adjusting Journal Entries JE # 3		H-01		
To reclass current portion of long term debt-PSB and IEPA				
2251-43	Peoples State Bank - loan		71,388.87	
2690-46	Note Payable-principle-IEPA(Imp.Acre1998		6,334.46	
2650-43	Bonds Payable			71,388.87
2693-46	Current Portion - IEPA Note Payable			6,334.46
Total			77,723.33	77,723.33
Adjusting Journal Entries JE # 4		F-03		
To record CY depreciation expense.				
5900-43	Depreciation Expense		430.00	
1760-43	Reserve for Depreciation			430.00
Total			430.00	430.00
Adjusting Journal Entries JE # 5		03-01c		
To reclass payments not made to Insurance Fund.				
7000-43	Miscellaneous Expenses		22.36	
5120-43	Group Insurance			22.36
Total			22.36	22.36
Adjusting Journal Entries JE # 6		H-01		
To adjust loan balances for principal paid.				
5807-43	Sewer Plant Interest PSB		426.22	
2251-43	Peoples State Bank - loan			426.22
Total			426.22	426.22

Client: **137474.01 - City of Newton**
 Engagement: **2016 - City of Newton**
 Period Ending: **4/30/2016**
 Trial Balance: **TB-06 - Health Insurance**
 Workpaper: **AJE-06 - Adjusting Journal Entries Report - Insurance**

Account	Description	W/P Ref	Debit	Credit
Adjusting Journal Entries JE # 1		02-03.6		
To record prescription drug reimbursement not received by fiscal year end.				
1452	A/R Reinsurance		1,879.37	
4405	Reinsurance Reimbursements			1,879.37
Total			<u>1,879.37</u>	<u>1,879.37</u>

Client: **137474.01 - City of Newton**
 Engagement: **2016 - City of Newton**
 Period Ending: **4/30/2016**
 Trial Balance: **TB-01 - General**
 Workpaper: **GASB-01 - GASB 34 AJE Report - General**

Account	Description	W/P Ref	Debit	Credit
GASB 34 AJE JE # 2		F-02		
To record beginning balance of fixed assets.				
1700	Land		523,277.73	
1705	Building & Improvements		4,227,981.61	
1710	Equipment, Furniture, & Fixtures		618,322.89	
1715	Infrastructure		2,145,261.01	
1720	Construction in Progress		512,861.08	
1795	Accumulated Depreciation			2,297,308.56
3000	Retained Earnings-General Fund			5,730,395.76
Total			8,027,704.32	8,027,704.32
GASB 34 AJE JE # 3		H-01		
To record beginning loan balances.				
3000	Retained Earnings-General Fund		1,525,000.00	
2650-28	Bonds Payable			1,525,000.00
Total			1,525,000.00	1,525,000.00
GASB 34 AJE JE # 4		H-01		
To record Aquatic general obligation bond payment				
2650-28	Bonds Payable		90,000.00	
5712-28	Bond Principal Payment			90,000.00
Total			90,000.00	90,000.00
GASB 34 AJE JE # 5		H-01		
To reclass current portion of long term debt-Aquatic Go Bonds				
2650-28	Bonds Payable		95,000.00	
2651-28	Bonds Payable - Current Portion			95,000.00
Total			95,000.00	95,000.00
GASB 34 AJE JE # 7		F-02		
To record CY depreciation expense.				
9900-22	Depreciation-Streets & Alleys		110,419.60	
9900-23	Depreciation-Public Safety		19,015.54	
9900-24	Depreciation-Cemetary		295.00	
9900-25	Depreciation-Culture & Recreation		158,507.00	
9900-27	Depreciation-General Administration		32,682.49	
9900-56	Depreciation-Capital Development		37,935.93	
1795	Accumulated Depreciation			358,855.56
Total			358,855.56	358,855.56
GASB 34 AJE JE # 8		F-02		
To record CY disposals of fixed assets.				
1795	Accumulated Depreciation		15,139.89	
4999-23	Gain/Loss on Sale of Assets		6,214.69	
1710	Equipment, Furniture, & Fixtures			21,354.58
Total			21,354.58	21,354.58

Client: **137474.01 - City of Newton**
 Engagement: **2016 - City of Newton**
 Period Ending: **4/30/2016**
 Trial Balance: **TB-01 - General**
 Workpaper: **GASB-01 - GASB 34 AJE Report - General**

Account	Description	W/P Ref	Debit	Credit
GASB 34 AJE JE # 9		F-02		
To capitalize CY capital outlays.				
1700	Land		35,296.14	
1705	Building & Improvements		52,365.41	
1710	Equipment, Furniture, & Fixtures		2,943.75	
1715	Infrastructure		636,889.29	
1720	Construction in Progress			464,559.98
5500-22	Equipment Purchase			262,934.61
Total			<u>727,494.59</u>	<u>727,494.59</u>
GASB 34 AJE JE # 12		H-01		
To reverse governmental fund entry for advance refunding of bonds.				
1800	Deferred Outflows of Advance Refunding of Bonds		101,813.90	
2650-28	Bonds Payable		1,340,000.00	
4000-10	Bond Proceeds		1,485,000.00	
4001-10	Premium on Bond Issue		1,612.30	
1801	Unamortized Bond Premium, Net			1,612.30
2660-28	2010 Bonds Payable - LT			1,485,000.00
2661-28	2010 Bonds Payable - Current Portion			
5010-10	Payment to Refunding Bonds			1,441,813.90
Total			<u>2,928,426.20</u>	<u>2,928,426.20</u>
GASB 34 AJE JE # 13		H-01		
To reclass short-term portion of 2016 bonds.				
2660-28	2010 Bonds Payable - LT		30,000.00	
2661-28	2010 Bonds Payable - Current Portion			30,000.00
Total			<u>30,000.00</u>	<u>30,000.00</u>
GASB 34 AJE JE # 14		H-01		
To record amortization of deferred outflow on 2016 bonds.				
1801	Unamortized Bond Premium, Net		24.43	
5711-28	Bond Interest		1,542.63	
1800	Deferred Outflows of Advance Refunding of Bonds			1,542.63
4010	Int. Earned-Gen. Fund M-Market			24.43
Total			<u>1,567.06</u>	<u>1,567.06</u>