

VILLAGE OF SHERIDAN, ILLINOIS

ANNUAL FINANCIAL REPORT

MARCH 31, 2020

VILLAGE OF SHERIDAN, ILLINOIS

Table of Contents

	PAGE
INDEPENDENT AUDITORS' REPORT	1-3
MANAGEMENT'S DISCUSSION & ANALYSIS (UNAUDITED)	4-9
BASIC FINANCIAL STATEMENTS	
Government-wide Financial Statements:	
Statement of Net Position – (Statement A)	10
Statement of Activities – (Statement B).....	11
Fund Financial Statements:	
Balance Sheet – Governmental Funds (Statement C).....	12
Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds (Statement D).....	13-14
NOTES TO BASIC FINANCIAL STATEMENTS	15-25
REQUIRED SUPPLEMENTARY INFORMATION	
General Fund:	
Balance Sheet (Schedule A-1).....	26
Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual (Schedule A-2)	27-28
Major Special Revenue Funds:	
Police Fund:	
Balance Sheet (Schedule B-1).....	29
Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual (Schedule B-2)	30-31
Streets Fund:	
Balance Sheet (Schedule B-3).....	32
Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual (Schedule B-4)	33

VILLAGE OF SHERIDAN, ILLINOIS

Table of Contents

	PAGE
REQUIRED SUPPLEMENTARY INFORMATION - Continued	
Motor Fuel Tax Fund:	
Balance Sheet (Schedule B-5).....	34
Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual (Schedule B-6)	34
Sewer Fund:	
Balance Sheet (Schedule B-7).....	35
Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual (Schedule B-8)	35
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION	36
SUPPLEMENTARY INFORMATION	
Major Capital Project Fund:	
Capital Project Fund:	
Balance Sheet (Schedule C-1).....	37
Statement of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual (Schedule C-2)	37
Combining and Individual Non-major Fund Financial Statements:	
Non-Major Governmental Funds - Combining Balance Sheet (Schedule D-1).....	38
Non-Major Governmental Funds - Combining Statement of Revenues, Expenditures and Changes in Fund Balances (Schedule D-2).....	39
Zoning and Building Fund:	
Balance Sheet (Schedule D-3).....	40
Statement of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual (Schedule D-4)	40
Cemetery Fund:	
Balance Sheet (Schedule D-5).....	41
Statement of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual (Schedule D-6)	41

VILLAGE OF SHERIDAN, ILLINOIS

Table of Contents

	PAGE
SUPPLEMENTARY INFORMATION - Continued	
Parks Fund:	
Balance Sheet (Schedule D-7).....	42
Statement of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual (Schedule D-8)	42
Street Equipment Reserve Fund:	
Balance Sheet (Schedule D-9).....	43
Statement of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual (Schedule D-10)	43
Police Vehicle Reserve Fund:	
Balance Sheet (Schedule D-11).....	44
Statement of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual (Schedule D-12)	44
DARE Fund:	
Balance Sheet (Schedule D-13).....	45
Statement of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual (Schedule D-14)	45
Veterans Memorial Park Fund:	
Balance Sheet (Schedule D-15).....	46
Statement of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual (Schedule D-16)	46
Special Sewer Reserve Fund:	
Balance Sheet (Schedule D-17).....	47
Statement of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual (Schedule D-18)	47

VILLAGE OF SHERIDAN, ILLINOIS

Table of Contents

	PAGE
SUPPLEMENTARY INFORMATION - Continued	
Component Units:	
Combining Statement of Revenues, Expenditures, and Changes in Fund Balance (Schedule E-1)	48
Assessed Valuations, Tax Rates, Tax Extensions and Tax Collections (Schedule 1)	49
OTHER REPORTS	
Independent Auditors' Report On Internal Control Over Financial Reporting and On Other Matters Based On An Audit Of Financial Statements Performed In Accordance With <i>Government Auditing Standards</i>	50-51

INDEPENDENT AUDITORS' REPORT

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Independent Auditors' Report

To the Honorable Mayor and
Village Board of Trustees
Village of Sheridan, Illinois

We have audited the accompanying financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the Village of Sheridan, Illinois, as of and for the year ended March 31, 2020, and the related notes to the financial statements, which collectively comprise Village's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditors' Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the Village of Sheridan, Illinois, as of March 31, 2020, and the respective changes in financial position, thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information on pages 4–9 and 26–35 and notes to required supplementary information on page 36 to be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Village of Sheridan, Illinois' basic financial statements. The supplementary information on pages 37-49 is presented for purposes of additional analysis and is not a required part of the basic financial statements.

The combining and individual fund financial statements and the component units combining financial statements are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual fund financial statements and the component units combining financial statements are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The schedule of assessed valuations, tax rates, tax extensions and tax collections 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.

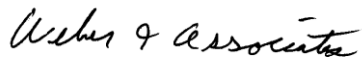
Comparative Information

Other auditors previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statements of the Village of Sheridan, Illinois, for the year ended March 31, 2019, which are presented in summary for comparative purposes with the accompanying financial statements. In their report dated July 8, 2019, they expressed unqualified opinions on the respective financial statements of the governmental activities and each major fund.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated July 13, 2020, on our consideration of the Village of Sheridan, Illinois' internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Village of Sheridan, Illinois' internal control over financial reporting or compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Village of Sheridan, Illinois' internal control over financial reporting and compliance.

Weber & Associates CPAs, LLC



Aurora, Illinois
July 13, 2020

MANAGEMENT'S DISCUSSION & ANALYSIS (UNAUDITED)

VILLAGE OF SHERIDAN, ILLINOIS

Management's Discussion and Analysis - Unaudited For the Year Ended March 31, 2020

The Village of Sheridan, Illinois' (the "Village") management's discussion and analysis (MD&A) is intended to assist the reader in focusing on significant financial issues, provide an overview of the Village's financial activities, identify changes in the Village's financial position (its ability to meet future financial demands and conditions), identify any material deviations from the governmental unit's financial plan (budget), and identify individual fund issues or concerns.

This discussion and analysis of the Village of Sheridan's financial performance provides an overview of the Village's financial activities for the fiscal year ended March 31, 2020. Please read it in conjunction with the Village's financial statements, which begin on page 10.

Governmental Financial Highlights:

- The Village's governmental assets and deferred outflows of resources exceeded its liabilities and deferred inflows of resources at the close of the fiscal year by \$3,719,942 (net position). Of this amount, \$1,323,544 (unrestricted net position) may be used to meet the Village's ongoing obligations.
- The Village's total governmental net position increased by \$92,384 during fiscal year 2020 as reported in the Statement of Activities.
- The Village's major governmental revenues consisted of \$64,677 in property tax revenues, \$785,733 in other state taxes (sales, income, use, replacement, motor fuel, utility, telecommunication, cannabis, and video gaming), and \$56,928 in charges for services.
- As of March 31, 2020, the Village's General Fund ended the year with a fund balance of \$361,668, the Police Fund ended the year with a fund balance of \$159,404, the Streets Fund ended the year with a fund balance of \$242,846, the Capital Project Fund ended the year with a fund balance of \$156,086, the Motor Fuel Tax Fund ended the year with a fund balance of \$222,038, the Sewer Fund ended the year with a fund balance of \$145,585, and overall the Village ended the year with a fund balance of \$1,545,582.

OVERVIEW OF THE FINANCIAL STATEMENTS

This Management's Discussion and Analysis is intended to serve as an introduction to the Village of Sheridan's basic financial statements. The Village of Sheridan's basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to basic financial statements. This report also contains other supplemental information in addition to the basic financial statements.

Government-wide financial statements

The government-wide financial statements are designed to provide readers with a broad overview of the Village of Sheridan's finances, in a manner similar to a private-sector business, using the accrual basis of accounting. The government-wide financial statements can be found on pages 10-11 of this report.

The Statement of Net Position presents the Village of Sheridan's assets and liabilities, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the Village of Sheridan is improving or deteriorating. The Statement of Activities presents information showing how the government's net position changed during the most recent fiscal year. All changes in net position are reported when earned/incurred.

The governmental activities of the Village of Sheridan include general government, public safety, streets and lighting, and parks and recreation.

VILLAGE OF SHERIDAN, ILLINOIS

Management's Discussion and Analysis - Unaudited For the Year Ended March 31, 2020

Fund Financial Statements

A fund is a group of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Village of Sheridan, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on current sources and uses of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. The governmental fund financial statements are reported using the accrual basis of accounting.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the Village's near-term financial decisions. Both the governmental funds balance sheet and the governmental funds statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The Village maintains fourteen individual governmental funds. Information is presented separately in the governmental funds balance sheet and in the governmental funds statement of revenues, expenditures, and changes in fund balances for major governmental funds (the General Fund, Police Fund, Streets Fund, Capital Project Fund, Motor Fuel Tax Fund, and Sewer Fund). The governmental fund financial statements can be found on pages 12-14 of this report.

Notes to Basic Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 15-25 of this report.

Required Supplementary Information

This information addresses the Village's budgetary comparison schedules and related notes. The Village adopts an annual estimate of appropriations for its General Fund and Special Revenue Fund. A budgetary comparison schedule has been provided for the Village's major governmental funds to demonstrate compliance with this appropriated budget. Required supplementary information can be found on pages 26-35 of this report.

Supplementary Information

The combining and individual major capital projects fund and non-major fund financial statements on pages 37-47 and component unit combining schedule on page 48, and schedule of assessed valuations, tax rates, extensions and collections is presented on page 49 are presented for purposes of additional analysis and are not a required part of the basic financial statements. Although not required, the Village has elected to report the balance sheet for each fund with the corresponding income statement for ease of reading.

VILLAGE OF SHERIDAN, ILLINOIS

Management's Discussion and Analysis - Unaudited For the Year Ended March 31, 2020

Government-wide Financial Analysis

Program revenues are generated from charges for services (which includes sewer, miscellaneous licenses, permits, and fees). General revenues were generated from local property taxes, other taxes (consisting of income tax, sales tax, use tax, motor fuel tax, replacement tax, utility taxes, video gaming tax, and excise tax), investment interest, donations, reimbursements and miscellaneous sources.

Financial Analysis of the Village's Major Funds

The Village uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds

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

Budgetary Highlights

The Village's budget is prepared according to Illinois law and is based on accounting for certain transactions on a cash basis of accounting. A budget to actual schedule is provided as required supplementary information for all major funds.

The Village's General Fund expenditures were under appropriations by \$22,270. All major Village funds operated within the confines of the Board approved Budget & Appropriations Ordinance.

VILLAGE OF SHERIDAN, ILLINOIS

**Management’s Discussion and Analysis - Unaudited
For the Year Ended March 31, 2020**

Discussion of Financial Statements (Current Year Compared to Prior Year):

**Table 1
Net Position**

	Governmental		% Change
	Activities		
	2020	2019	
<u>Assets</u>			
Current and other assets	\$ 1,622,676	\$ 1,411,550	14.96%
Capital assets	2,174,360	2,299,849	-5.46%
Total assets	<u>3,797,036</u>	<u>3,711,399</u>	<u>2.31%</u>
<u>Liabilities</u>			
Current liabilities	<u>23,039</u>	<u>29,839</u>	<u>-22.79%</u>
<u>Deferred Inflows of Resources:</u>			
Property taxes levied for subsequent years	<u>54,055</u>	<u>54,002</u>	<u>0.10%</u>
<u>Net Position</u>			
Net investment in capital assets	2,174,360	2,299,849	-5.46%
Restricted	222,038	117,891	88.34%
Unrestricted	<u>1,323,544</u>	<u>1,209,818</u>	<u>9.40%</u>
Total net position	<u><u>\$ 3,719,942</u></u>	<u><u>3,627,558</u></u>	<u><u>2.55%</u></u>

Condensed Financial Information: (Statement of Net Position)

As shown above, the Village’s governmental net position increased by 2.55% during the current fiscal year. The Village has \$1,323,544 in unrestricted net position to fund daily operations. In total, the Village’s increase in net position indicates the Village’s financial position slightly improved during the current fiscal year.

VILLAGE OF SHERIDAN, ILLINOIS

**Management's Discussion and Analysis - Unaudited
For the Year Ended March 31, 2020**

**Table 2
Change in Net Position**

	Governmental Activities		% Change
	2020	2019	2019-2020
Revenues			
Program Revenues:			
Charges for services	\$ 56,928	56,332	1.06%
Operating grants & contributions	3,545	9,469	-62.56%
General Revenues:			
Property taxes	64,677	60,365	7.14%
Other taxes	785,733	750,431	4.70%
Other general revenues	12,907	11,358	13.64%
Total revenues	<u>923,790</u>	<u>887,955</u>	<u>4.04%</u>
Program expenses			
General government	207,367	298,227	-30.47%
Transportation and public works	254,987	232,622	9.61%
Public safety	199,452	181,139	10.11%
Sewer	26,754	13,463	98.72%
Unallocated depreciation	142,846	141,796	0.74%
Total expenses	<u>831,406</u>	<u>867,247</u>	<u>-4.13%</u>
Change in net position	92,384	20,708	-346.13%
Net position at beg. of the year	<u>3,627,558</u>	<u>3,606,850</u>	<u>0.57%</u>
Net position at end of year	<u>\$ 3,719,942</u>	<u>3,627,558</u>	<u>2.55%</u>

Condensed Financial Information: (Statement of Activities)

Governmental revenues increased by 4.04% (\$35,835) from 2019 to 2020. Governmental expenditures decreased by 4.13% during the current fiscal year. Significant changes are related road maintenance and capital purchases made in the prior year.

VILLAGE OF SHERIDAN, ILLINOIS

Management's Discussion and Analysis - Unaudited For the Year Ended March 31, 2020

Capital Asset and Long-term Debt Activity

Capital Assets

The Village's investment in capital assets for its governmental activities at year end totaled \$2,174,360 (net of accumulated depreciation). This investment in capital assets includes land, property held for investment, buildings and improvements, and equipment. The capital asset additions totaled \$17,357 during the year, and \$142,846 of depreciation charges were expensed. See footnote 4 for details of capital assets.

	Governmental	
	Net Book Value of Capital Assets	
	2020	2019
Land	\$ 20,000	20,000
Property Held for Investment	51,594	51,594
Buildings & Improvements	2,804,389	2,789,535
Vehicles & Equipment	527,568	528,140
Accumulated Depreciation	(1,229,191)	(1,089,420)
Total	<u>\$ 2,174,360</u>	<u>2,299,849</u>

Debt Administration

At March 31, 2020, the Village had no outstanding long-term debt obligations.

Economic Factors

Financial and budget planning is directly related to and supportive of the Village's budget plan and operational needs. The Village's financial outlook is influenced by factors such as the economy, employment rates, and commercial and residential growth.

Request for Information

This financial report is designed to provide our citizens, taxpayers, customers, and potential creditors with a general overview of the Village's finances and to demonstrate the Village's accountability for the money it receives. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to:

Village of Sheridan, Illinois
115 N. Robinson Street
Sheridan, Illinois 60551
Phone: (815) 496-2251

BASIC FINANCIAL STATEMENTS

**Government-wide Financial Statement
Statement of Net Position
March 31, 2020**

	Primary Government		Component
	2020	2019	Units 2020
<u>Assets</u>			
Current assets:			
Cash and cash equivalents	\$ 1,417,702	1,184,949	175,314
Due from State of Illinois	150,919	172,599	-
Property taxes receivable	54,055	54,002	-
Total current assets	<u>1,622,676</u>	<u>1,411,550</u>	<u>175,314</u>
Non-current assets:			
Capital assets:			
Land	20,000	20,000	-
Property held for investment	51,594	51,594	-
Building and equipment	3,331,957	3,317,675	-
Accumulated depreciation	(1,229,191)	(1,089,420)	-
Total non-current assets	<u>2,174,360</u>	<u>2,299,849</u>	<u>-</u>
Total assets	<u>3,797,036</u>	<u>3,711,399</u>	<u>175,314</u>
<u>Liabilities</u>			
Current liabilities:			
Accounts payable	<u>23,039</u>	<u>29,839</u>	<u>-</u>
<u>Deferred inflows of resources</u>			
Property taxes levied for subsequent years	<u>54,055</u>	<u>54,002</u>	<u>-</u>
<u>Net Position</u>			
Net investment in capital assets	2,174,360	2,299,849	-
Restricted	222,038	117,891	175,314
Unrestricted	<u>1,323,544</u>	<u>1,209,818</u>	<u>-</u>
Total net position	<u>\$ 3,719,942</u>	<u>3,627,558</u>	<u>175,314</u>

The Notes to Basic Financial Statements are an integral part of this statement.

**Government-wide Financial Statement
Statement of Activities
For the Year Ended March 31, 2020**

Program Activities	Expenditures	Program Revenues			Net (Expenditures) Revenue and Changes in Net Position		Component Units
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government		
					2020	2019	
Governmental activities:							
Administrative	\$ 207,367	8,903	-	-	(198,464)	(290,406)	-
Transportation & Public Works	254,987	-	-	-	(254,987)	(232,622)	-
Public Safety	199,452	4,731	3,544	-	(191,177)	(165,698)	-
Sewer	26,754	43,295	-	-	16,541	29,076	-
Unallocated Depreciation	142,846	-	-	-	(142,846)	(141,796)	-
Total primary government	831,406	56,929	3,544	-	(770,933)	(801,446)	-
Component units:							
Social Services	14,729	-	2,780	-	-	-	(11,949)
Culture & Recreation	751	-	1,635	-	-	-	884
Total component units	\$ 15,480	-	4,415	-	-	-	(11,065)
General revenues:							
Taxes:							
					\$ 64,677	60,365	-
					63,418	70,990	-
					211,817	196,765	-
					281,072	297,606	-
					604	-	-
					1,398	1,068	-
					99,133	86,075	-
					1,355	1,056	1,790
					103,640	78,408	-
					24,651	19,519	-
					11,552	10,302	60
					863,317	822,154	1,850
					92,384	20,708	(9,215)
					3,627,558	3,606,850	184,529
					\$ 3,719,942	3,627,558	175,314

The Notes to Basic Financial Statements are an integral part of this statement.

**Balance Sheet - Governmental Funds
March 31, 2020**

	Major Funds						Non-major Governmental Funds	Total	
	General Fund	Police Fund	Streets Fund	Capital Project Fund	Motor Fuel Tax Fund	Sewer Fund		Governmental Funds	
								2020	2019
<u>Assets</u>									
Cash	\$ 344,727	121,933	205,800	153,666	212,905	123,858	254,813	1,417,702	1,184,949
Due from State of Illinois	19,359	38,965	40,111	11,460	9,133	25,015	6,876	150,919	172,599
Property taxes receivable	45,553	7,501	1,001	-	-	-	-	54,055	54,002
Total assets	<u>\$ 409,639</u>	<u>168,399</u>	<u>246,912</u>	<u>165,126</u>	<u>222,038</u>	<u>148,873</u>	<u>261,689</u>	<u>1,622,676</u>	<u>1,411,550</u>
<u>Liabilities, Deferred Inflows of Resources, & Fund Balances</u>									
Liabilities:									
Accounts payable	\$ 2,398	1,494	3,065	9,040	-	3,288	3,754	23,039	29,839
Deferred Inflows of Resources:									
Property taxes levied for subsequent years	45,553	7,501	1,001	-	-	-	-	54,055	54,002
Fund Balances:									
Unassigned	361,688	-	-	-	-	-	-	361,688	336,850
Assigned	-	159,404	242,846	156,086	-	145,585	257,935	961,856	872,968
Restricted	-	-	-	-	222,038	-	-	222,038	117,891
Total fund balances	<u>361,688</u>	<u>159,404</u>	<u>242,846</u>	<u>156,086</u>	<u>222,038</u>	<u>145,585</u>	<u>257,935</u>	<u>1,545,582</u>	<u>1,327,709</u>
Total liabilities, deferred inflows, and fund balances	<u>\$ 409,639</u>	<u>168,399</u>	<u>246,912</u>	<u>165,126</u>	<u>222,038</u>	<u>148,873</u>	<u>261,689</u>	<u>1,622,676</u>	<u>1,411,550</u>
Reconciliation to Statement of Net Position:									
Total fund balances, governmental funds								\$ 1,545,582	1,327,709
Amounts reported for governmental activities in the Statement of Net Position are different because:									
Capital assets used in governmental activities of \$3,403,551 (net of accumulated depreciation of \$1,229,191) are not financial resources and, therefore, are not reported in the funds.									
								2,174,360	2,299,849
Net position of governmental activities								<u>\$ 3,719,942</u>	<u>3,627,558</u>

The Notes to Basic Financial Statements are an integral part of this statement.

**Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
For the Year Ended March 31, 2020**

	Major Funds							Total	
	General	Police	Streets	Capital	Motor Fuel	Sewer	Non-major	Governmental Funds	
	Fund	Fund	Fund	Project	Tax	Fund	Funds	2020	2019
Revenues:									
Property taxes	\$ 46,216	7,618	10,843	-	-	-	-	64,677	60,365
Utility tax	8,245	21,562	22,196	6,341	-	1,269	3,805	63,418	70,990
Sales tax	24,232	63,375	65,238	44,059	-	3,728	11,185	211,817	196,765
Income tax	34,056	88,070	91,689	46,298	-	5,240	15,719	281,072	297,606
Replacement tax	181	476	491	140	-	27	83	1,398	1,068
Local use tax	11,348	29,678	30,551	20,573	-	1,746	5,237	99,133	86,075
Cannabis tax	78	205	212	61	-	12	36	604	-
Video gaming tax	24,651	-	-	-	-	-	-	24,651	19,519
Interest income	111	289	297	85	507	16	50	1,355	1,056
Motor fuel tax	-	-	-	-	103,640	-	-	103,640	78,408
Charges for services	-	-	-	-	-	43,295	-	43,295	42,539
Fines, fees, and forfeitures	-	2,929	-	-	-	-	-	2,929	3,797
Licenses and permits	1,163	1,802	1,855	530	-	107	5,248	10,705	9,996
Donations	-	-	-	-	-	-	3,544	3,544	9,469
Miscellaneous	497	6,710	135	-	-	900	3,310	11,552	10,302
Total revenues	150,778	222,714	223,507	118,087	104,147	56,340	48,217	923,790	887,955
Expenditures:									
Current:									
Administrative	125,759	-	38,969	-	-	-	34,812	199,540	242,051
Public safety	-	182,981	-	-	-	-	2,039	185,020	194,349
Transportation and public works	-	-	83,048	-	-	-	-	83,048	274,839
Sewer	-	-	-	-	-	16,054	-	16,054	13,463
Capital outlay	181	14,432	-	207,642	-	-	-	222,255	81,669
Total expenditures disbursed	125,940	197,413	122,017	207,642	-	16,054	36,851	705,917	806,371
Excess (deficiency) of revenues over (under) expenditures	24,838	25,301	101,490	(89,555)	104,147	40,286	11,366	217,873	81,584

The Notes to Basic Financial Statements are an integral part of this statement.

**Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
For the Year Ended March 31, 2020**

	Major Funds						Non-major Governmental Funds	Total Governmental Funds	
	General Fund	Police Fund	Streets Fund	Capital Project Fund	Motor Fuel Fund	Sewer Fund		2020	2019
Other financing sources (uses):									
Transfers (to) from	\$ -	-	-	195,000	-	(175,000)	(20,000)	-	-
Total other financing sources (uses)	-	-	-	195,000	-	(175,000)	(20,000)	-	-
Net change in fund balance	24,838	25,301	101,490	105,445	104,147	(134,714)	(8,634)	217,873	81,584
Fund balance, beginning of year	336,850	134,103	141,356	50,641	117,891	280,299	266,569	1,327,709	1,246,125
Fund balances - ending	<u>\$ 361,688</u>	<u>159,404</u>	<u>242,846</u>	<u>156,086</u>	<u>222,038</u>	<u>145,585</u>	<u>257,935</u>	<u>1,545,582</u>	<u>1,327,709</u>

Reconciliation to the Statement of Activities:

Net Change in Fund Balances - total governmental funds \$ 217,873 81,584

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

Governmental funds report capital outlays as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. The change in fund balance must be increased by capital purchases and decreased by depreciation expense.

Purchase of capital assets	17,357	80,920
Depreciation	<u>(142,846)</u>	<u>(141,796)</u>
Change in net position of governmental activities (Statement B)	<u>\$ 92,384</u>	<u>20,708</u>

The Notes to Basic Financial Statements are an integral part of this statement.

NOTES TO BASIC FINANCIAL STATEMENTS

VILLAGE OF SHERIDAN, ILLINOIS

Notes to Basic Financial Statements For the Year Ended March 31, 2020

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Village of Sheridan, Illinois is an Illinois unit of local government. The Village provides general governmental services to citizens.

The financial statements of the Village of Sheridan have been prepared using accounting principles generally accepted in the United States of America.

The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The most significant of the Village's accounting policies are described below.

A. Reporting Entity

The Village Board is the basic level of government which has oversight responsibility and control over all activities related to the operation of the Village of Sheridan, the primary government unit. The Board receives funding from local, state and federal government sources and must comply with the requirements of these funding sources entities. However, the Board is not included in any other governmental "reporting entity" as defined by the GASB pronouncement, since Board members are elected by the public and have decision making authority, the authority to levy taxes, the power to designate management, the ability to significantly influence operations and primary accountability for fiscal matters.

The Village follows the provision of Governmental Accounting Standards Board Statement No. 39, "Determining Whether Certain Organizations Are Component Units – an amendment of Statement No. 14." As defined by generally accepted accounting principles established by GASB, the financial reporting entity consists of the primary government, as well as its component units, which are legally separate, tax-exempt entities and meet all of the following criteria:

1. The economic resources received or held by the separate organization are entirely or almost entirely for the direct benefit of the primary government, its component units, or its constituents.
2. The primary government, or its component units, is entitled to, or has the ability to otherwise access, a majority of the economic resources received or held by the separate organization.
3. The economic resources received or held by an individual organization that the specific primary government, or its component units, is entitled to, or has the ability to otherwise access, are significant to the primary government.

The Village is not aware of any entity which would exercise such oversight as to result in the Village being considered a component unit of the entity.

VILLAGE OF SHERIDAN, ILLINOIS

Notes to Basic Financial Statements For the Year Ended March 31, 2020

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – (Continued)

A. Reporting Entity (continued)

The Village has two component units that meet the definition on the previous page:

1. Sheridan Cemetery Association was established by the Village of Sheridan to administer the cemetery owned by the Village. The Village Board can remove appointed members at will. The Association accounts for the receipts and disbursements of the Sheridan Cemetery and prepares a budget annually. The Association is presented as a discretely presented component unit in the accompanying financial statements, as the Association's governing body is not substantively the same as that of the Village of Sheridan.
2. Sheridan Historical Society was established by the Village of Sheridan to manage the historical museum owned by the Village. The Village Board can remove appointed members at will. The Society accounts for the receipts and disbursements of the Sheridan Historical Society and prepares a budget annually. The Society is presented as a discretely presented component unit in the accompanying financial statements, as the Society's governing body is not substantively the same as that of the Village of Sheridan.

Neither component unit has separately audited financial statements.

B. Government-wide and Fund Financial Statements

Government-wide Financial Statements:

The government-wide financial statements (i.e., the Statement of Net Position and the Statement of Activities) report information on all of the non-fiduciary activities of the Village. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support. For the most part, the effect of the inter-fund activity has been removed from these statements. The Village has no business-type funds.

The Statement of Activities demonstrates the degree to which the direct expenses of a given function or segments are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include 1) charges to citizens or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Taxes and other items not included among program revenues are reported instead as general revenues.

Earnings on investments not included among program revenues are reported instead as general revenues.

The government-wide financial statements are reported using accounting principles generally accepted in the United States of America. Revenues are recognized when they are realized and are earned, no matter when cash is received.

VILLAGE OF SHERIDAN, ILLINOIS

Notes to Basic Financial Statements For the Year Ended March 31, 2020

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – (Continued)

B. *Government-wide and Fund Financial Statements – (Continued)*

Fund Financial Statements:

The accounts of the Village are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenue, and expenditures, or expenses, as appropriate. Village resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. The Village has the following funds:

Governmental Fund Types - Governmental funds are those through which general governmental functions of the Village are financed. Governmental fund reporting focuses on the sources, uses, and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purposes for which they may or must be used; current liabilities are assigned to the fund from which they are paid; and the difference between governmental fund assets and liabilities, the fund equity, is referred to as “fund balance.” The measurement focus is upon determination of changes in financial position, rather than upon net income determination. The following comprise the Village’s major governmental funds:

General Fund - The General Fund is the general operating fund of the Village. All general tax revenues and other receipts that are not allocated by law or contractual agreement to some other fund are accounted for in this fund.

Special Revenue Funds - The Special Revenue Funds are used to account for the proceeds to specific revenue sources (other than special assessments, expendable trust, or major capital projects) that are legally restricted to expenditures for specified purposes. The Village’s major special revenue funds are:

Police Fund – accounts for taxes restricted for payment of police service related expenditures.

Streets Fund – accounts for funds restricted for maintenance and upkeep of Village streets, sidewalks, and infrastructure.

Motor Fuel Tax Fund - accounts for the motor fuel tax monies received from the State of Illinois, restricted for street and road project expenditures approved by the State of Illinois.

Sewer Fund – accounts for tax revenues reserved for repairs and maintenance of the sewer system within the Village.

Capital Project Fund - accounting for the accumulation of funds reserved for capital projects.

C. *Measurement Focus and Basis of Accounting*

Measurement Focus

In the Government-wide Statement of Net Position and the Statement of Activities, the governmental activities are presented using the economic resources measurement focus.

In the fund financial statements, the governmental activities are presented using the “current financial resources” measurement focus.

VILLAGE OF SHERIDAN, ILLINOIS

Notes to Basic Financial Statements For the Year Ended March 31, 2020

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – (Continued)

C. Measurement Focus and Basis of Accounting – (Continued)

Measurement Focus – (continued)

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental funds are accounted for using a current financial resources measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. Operating statements of these funds present increases (revenues and other financing sources) and decreases (expenditures and other financing uses).

Basis of Accounting

Basis of accounting refers to when revenues and expenditures are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied. All of the funds are maintained during the year by the Village using the cash basis of accounting. At the end of the year, the financial statements are converted to the modified accrual basis of accounting through the posting of journal entries.

1. Government-wide financial statements

The governmental activities in the government-wide financial statements are presented using the accrual basis of accounting. Revenues are recognized when earned and expenses are recognized when incurred.

2. Governmental fund financial statements:

The governmental fund financial statements are presented using the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual; i.e., both measurable and available. “Available” means collectible within the current period or within 60 days after year end. Expenditures are generally recognized under the accrual basis of accounting when the related liability is incurred. The exception to this general rule is that principal and interest on general obligation long-term debt, if any, is recognized when due.

D. Assets, Liabilities, and Net Position

Cash and Investments

Illinois statute authorizes the Village to invest in obligations of the U.S. Treasury, U.S. Agencies and banks and savings and loan associations covered by the federal depository insurance. The Village may also invest in commercial paper of U.S. corporations with assets exceeding \$500,000,000 provided that (a) the obligations are rated with the three highest classifications by at least two standards rating services and they mature within 180 days from the date of purchase, and (b) no more than 25% of any fund is invested in such obligation at any one time and (c) such purchases do not exceed 10% of the corporation’s outstanding obligations.

Cash and cash equivalents, for reporting purposes, include bank accounts, petty cash and all short-term investments with a remaining maturity of three months or less when purchased, such as certificates of deposit. All amounts are stated at cost which approximates market.

The Village had two investment certificates of deposit as of March 31, 2020.

VILLAGE OF SHERIDAN, ILLINOIS

Notes to Basic Financial Statements For the Year Ended March 31, 2020

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – (Continued)

D. Assets, Liabilities, and Net Position (continued)

Capital Assets and Long-term Liabilities

The accounting and reporting treatment applied to the capital assets and long-term liabilities associated with a fund are determined by its measurement focus. All governmental funds are accounted for on a spending or "financial flow" measurement focus. This means that only current assets and current liabilities are generally included on the balance sheets.

The reported fund balance (net position) is considered a measure of "available spendable resources." Governmental fund operating statements present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net position. Accordingly, they are said to present a summary of sources and uses of "available spendable resources" during a period.

Depreciation is provided in amounts sufficient to relate costs of the depreciable assets to operations over their estimated service lives on the straight-line basis. A capitalization threshold of \$2,500 for individual equipment, \$10,000 for building and improvements, and \$50,000 for infrastructure (road, bridges, culverts, curbs, sidewalks, lighting, gutters and drainage systems) is used to report capital assets. The service lives by type of asset are as follows:

Buildings	40-50 years
Improvements, other than buildings	10-25 years
Machinery, furniture, and equipment	3-20 years

In the fund financial statements, capital assets arising from cash transactions acquired for use in governmental fund operations are accounted for as capital outlay expenditures of the governmental fund upon acquisition.

VILLAGE OF SHERIDAN, ILLINOIS

Notes to Basic Financial Statements
For the Year Ended March 31, 2020

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – (Continued)

D. Assets, Liabilities, and Net Position (continued)

Net Position

In the government-wide statements, equity is classified as net position and displayed in three components:

- a. Net investment in capital assets - Consists of capital assets, including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvements of those assets. At March 31, 2020, net investment in capital assets consists of the following:

	Governmental Activities
Capital assets, at cost	\$ 3,403,551
Less: Accumulated depreciation	(1,229,191)
Net investment in capital assets	\$ 2,174,360

- b. Restricted net position - Consists of net position with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws and regulations of other governments; or (2) law through constitutional provisions or enabling legislation.
- c. Unrestricted net position - All other net position that does not meet the definitions of “restricted” or “net investment in capital assets.”

When both restricted and unrestricted resources are available for use, it is the Village’s policy to use restricted resources first, then unrestricted resources as they are needed.

E. Property Taxes

The Village’s property tax levy must be adopted by the board by the last Tuesday of December. Property taxes are recorded as a receivable and unavailable revenue in the year the Village is notified by the county of the amounts extended. Property tax revenue is recognized in the period which it is intended to finance. Property taxes are levied and attach as an enforceable lien on property on January 1 and are payable in two installments due on June 1 and September 1 subsequent to the year of levy.

The 2018 property tax levy, in the amount of \$54,000, adjusted to \$54,002, was adopted on November 12, 2018 and was received by the Village in the current fiscal year. The 2019 tax levy, in the amount of \$54,050, adjusted to \$54,055, was adopted on November 12, 2019 and will be received by the Village in the subsequent fiscal year.

VILLAGE OF SHERIDAN, ILLINOIS

Notes to Basic Financial Statements For the Year Ended March 31, 2020

NOTE 2: DEPOSITS & INVESTMENTS

Separate bank accounts are not maintained for all Village funds. Funds maintain their cash balances in a common checking account, with accounting records being maintained to show the portion of the common bank account balance attributable to each participating fund.

Occasionally funds participating in the common bank account will incur overdrafts (deficits) in the account. The overdrafts result from expenditures which have been approved by the Board. Such overdrafts constitute inter-fund loans. As of March 31, 2020, the funds participating in the common bank account had the following cash balances:

Fund	Balance
General Fund	\$ 144,727
Police Fund	121,933
Streets Fund	205,800
Parks Fund	19,644
Zoning & Building Fund	18,890
Cemetery Fund	9,017
Sewer Fund	123,858
Sewer Special Reserve Fund	91,419
Street Equipment Reserve Fund	61,753
Police Vehicle Reserve Fund	50,151
Capital Project Fund	153,666
Total	<u>\$ 1,000,858</u>

The Village's deposits and certificates of deposits are required to be covered by federal depository insurance (FDIC) or by securities held by the pledging financial institution. The FDIC currently insures the first \$250,000 of the Village's deposits at each financial institution. Deposit balances over FDIC limits are collateralized with securities held by the pledging financial institution. At March 31, 2020, the bank balance of the Village's deposits was \$1,441,094 and the carrying amount was \$1,417,702. All of the Village's uninsured deposits (\$1,191,094) were collateralized with securities held by the pledging financial institution.

Custodial Credit Risk:

The custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to a transaction, a government will not be able to recover the value of its deposits, investments, or collateral securities that are in the possession of another party. The Village does not have a deposit policy for custodial credit risk.

NOTE 3: PERSONAL PROPERTY REPLACEMENT TAX

The Village receives Personal Property Replacement Tax, which represents an additional State of Illinois income tax on corporations (certain utilities), trusts, partnerships, and Subchapter S corporations and a new tax on the invested capital of public utilities providing gas, communications, electrical and waste services.

VILLAGE OF SHERIDAN, ILLINOIS

Notes to Basic Financial Statements For the Year Ended March 31, 2020

NOTE 4: CAPITAL ASSETS

A summary of changes in capital assets follows:

	Beginning Balance	Increase	Decrease	Ending Balance
Governmental Activities:				
Capital assets not being depreciated:				
Land	\$ 20,000	-	-	20,000
Property held for investment	51,594	-	-	51,594
Total capital assets not being depreciated:	<u>71,594</u>	<u>-</u>	<u>-</u>	<u>71,594</u>
Capital assets being depreciated				
Machinery & equipment	528,140	2,503	(3,075)	527,568
Buildings & Improvements	2,789,535	14,854	-	2,804,389
Total capital assets being depreciated	<u>3,317,675</u>	<u>17,357</u>	<u>(3,075)</u>	<u>3,331,957</u>
Total capital assets, cost	<u>3,389,269</u>	<u>17,357</u>	<u>(3,075)</u>	<u>3,403,551</u>
Less accumulated depreciation for:				
Machinery & equipment	(423,190)	(42,675)	3,075	(462,790)
Buildings	(666,230)	(100,171)	-	(766,401)
Total accumulated depreciation	<u>(1,089,420)</u>	<u>(142,846)</u>	<u>3,075</u>	<u>(1,229,191)</u>
Governmental activities capital assets, net	<u>\$ 2,299,849</u>	<u>(125,489)</u>	<u>-</u>	<u>2,174,360</u>

Significant additions for the year ended March 31, 2020 included the following:

Governmental Activities:

Taser	\$ 2,503
Furnace	14,854

Depreciation is reported as an unallocated expense in the government-wide financial statements.

NOTE 5: PROPERTY HELD FOR INVESTMENT

On February 12, 2018, the Village entered into an intergovernmental agreement with the Robert W. Rowe Public Library District ("the District"). As part of the agreement, the District deeded Lots 7 and 8 in Block 18 of N. Robinson Street to the Village and contributed \$30,000 to the Village in return for the Village demolishing the existing building on the subject property and constructing a parking lot on said property. The District's contribution of \$30,000 was deposited in a joint account in the names of the Village and the District at Sheridan State Bank in the nature of an escrow account. At March 31, 2020, the demolition has been completed.

NOTE 6: INTERFUND BALANCES AND TRANSFERS

During the year ended March 31, 2020, the Sewer Fund transferred \$175,000 and the Special Sewer Reserve Fund transferred \$20,000 to the Capital Projects Fund for sewer improvement expenditures.

VILLAGE OF SHERIDAN, ILLINOIS

Notes to Basic Financial Statements For the Year Ended March 31, 2020

NOTE 7: RISK MANAGEMENT

The Village is exposed to various risks of loss including, but not limited to, general liability, property casualty, workers compensation and public official liability. To limit exposure to these risks, the Village has obtained liability insurance coverage from a commercial insurance company.

During the year ended March 31, 2020, there were no significant reductions in insurance coverage from the prior year. Also, there have been no settlement amounts which have exceeded insurance coverage in the past three years.

NOTE 8: CONTINGENCIES

Litigation

The Village is not a defendant in any current litigation. With regards to other pending matters, the eventual outcome and the related liability, if any, is not determinable at this time.

NOTE 9: LEGAL DEBT MARGIN

The following schedule illustrates the legal debt margin of the Village as of March 31, 2020:

Assessed valuation - 2019	<u>\$ 11,397,190</u>
Statutory debt limitation (8.625% of assessed valuation)	\$ 983,008
Debt outstanding at March 31, 2020:	<u>-</u>
Legal debt margin	<u>\$ 983,008</u>

NOTE 10: MOTOR FUEL TAX ALLOTMENTS

Allotments to the Village are received from the State of Illinois each month. These allotments, however, may be expended only for specific projects that have been approved by the Department of Transportation, State of Illinois. The Village's Motor Fuel Tax Allotments are accounted for in a separate Motor Fuel Tax Fund.

NOTE 11: FUND BALANCE – GASB 54 PRESENTATION

According to Government Accounting Standards, fund balances are to be classified into five major classifications: Non-spendable Fund Balance, Restricted Fund Balance, Committed Fund Balance, Assigned Fund Balance, and Unassigned Fund Balance.

A. Non-spendable Fund Balance

The non-spendable fund balance classification includes amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact. The "not in spendable form" criterion includes items that are not expected to be converted to cash, for example inventories and prepaid amounts.

VILLAGE OF SHERIDAN, ILLINOIS

Notes to Basic Financial Statements
For the Year Ended March 31, 2020

NOTE 11: FUND BALANCE – GASB 54 PRESENTATION – (Continued)

B. Restricted Fund Balance

The restricted fund balance classification refers to amounts that are subject to outside restrictions, not controlled by the entity. Restrictions may be imposed by creditors, grantors, contributors, or laws and regulations of other governments, or imposed by law through constitutional provisions or enabling legislation. Debt Service Funds are by definition restricted for these specified purposes. The Village has several different funds that also fall into these categories:

The Motor Fuel Tax Fund has a restricted fund balance in the amount of \$222,038 as of fiscal year end.

Cash receipts and the related disbursements of the following restricted tax levies are accounted for in the General Fund. A portion of the General Fund's equity represents cumulative receipts over cumulative disbursements which is restricted for future expenditures for the following purposes.

	Beginning Balance	Levy Collections	Expenditure	Restricted Balance
Audit	\$ -	6,094	7,685	-
Liability Insurance*	-	24,886	27,325	-
Total	\$ -	30,980	35,010	-

*Liability insurance expenditures include \$27,325 in risk management expenditures.

C. Committed Fund Balance

The committed fund balance classification refers to amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the government's highest level of decision making authority (the Village Board). Those committed amounts cannot be used for any other purpose unless the government removes or changes the specified use by taking the same type of formal action it employed to previously commit those amounts. The Village had no committed balances as of March 31, 2020.

VILLAGE OF SHERIDAN, ILLINOIS

Notes to Basic Financial Statements For the Year Ended March 31, 2020

NOTE 11: FUND BALANCE – GASB 54 PRESENTATION – (Continued)

D. Assigned Fund Balance

The assigned fund balance classification refers to amounts that are constrained by the government's intent to be used for a specific purpose, but are neither restricted nor committed. Intent may be expressed by (a) the Village Board itself or (b) the finance committee or by the Treasurer/Administrator when the Village Board has delegated the authority to assign amounts to be used for specific purposes. Annually, the Village Board approves the allocation of state tax revenues (income, sales, use, replacement and utility). The Board approves the percentage to be allocated to specific funds. As of March 31, 2020, the Village has the following assigned fund balances:

<u>Fund</u>	<u>Balance</u>
Police Fund	\$ 159,404
Streets Fund	242,846
Special Sewer Reserve Fund	91,419
Sewer Fund	145,585
Zoning and Building Fund	18,878
Cemetery Fund	9,017
Parks Fund	21,632
Street Equipment Reserve Fund	62,326
Police Vehicle Reserve Fund	50,724
DARE Fund	3,858
Veterans Memorial Park Fund	81
Capital Project Fund	156,086
Total	<u>\$ 961,856</u>

E. Unassigned Fund Balance

The unassigned fund balance classification is the residual classification for amounts in the General Funds for amounts that have not been restricted, committed, or assigned to specific purposes within the General Funds.

F. Expenditures of Fund Balance

Unless specifically identified, expenditures act to reduce restricted balances first, then committed balances, next assigned balances, and finally act to reduce unassigned balances. Expenditures for a specifically identified purpose will act to reduce the specific classification of fund balance that is identified.

NOTE 12: SUBSEQUENT EVENTS

Management evaluated subsequent events through July 13, 2020, the date the financial statements were available to be issued. No amounts were required to be recorded or disclosed in the financial statements as of March 31, 2020.

REQUIRED SUPPLEMENTARY INFORMATION

VILLAGE OF SHERIDAN, ILLINOIS
GENERAL FUND

SCHEDULE A-1

Balance Sheet
March 31, 2020

<u>Assets</u>		
Cash		\$ 144,727
State Bank CD		200,000
Due from State of Illinois		19,359
Property taxes receivable		<u>45,553</u>
Total assets		<u>\$ 409,639</u>
 <u>Liabilities, Deferred Inflows of Resources, & Fund Balance</u>		
Liabilities:		
Accounts payable		<u>\$ 2,398</u>
Deferred Inflows of Resources:		
Property taxes levied for subsequent years		<u>45,553</u>
Fund Balance:		
Unassigned fund balance		<u>361,688</u>
Total liabilities, deferred inflows of resources, and fund balance		<u>\$ 409,639</u>

VILLAGE OF SHERIDAN, ILLINOIS
GENERAL FUND

SCHEDULE A-2

Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget & Actual
For the Year Ended March 31, 2020
(With Comparative Figures for 2019)

	Original and Final Budget	Year Ended March 31,	
		2020	2019
Revenues:			
General property taxes	\$ 15,000	15,236	14,938
Audit tax levy	6,000	6,094	5,975
Insurance tax levy	24,500	24,886	21,908
Municipal telephone & utility tax	8,000	8,245	8,596
Liquor licenses	546	688	791
Business & gaming licenses	325	475	250
State income taxes	37,000	34,056	36,446
Replacement taxes	140	181	131
Sales tax	24,000	24,232	23,978
Use tax	12,000	11,348	10,458
Use tax	-	78	-
Interest income	84	111	100
Video gaming tax	15,000	24,651	19,519
Miscellaneous	250	497	363
Total revenues	142,845	150,778	143,453

VILLAGE OF SHERIDAN, ILLINOIS
GENERAL FUND

SCHEDULE A-2
(Continued)

Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget & Actual
For the Year Ended March 31, 2020
(With Comparative Figures for 2019)

	Original and Final Budget	Year Ended March 31,	
		2020	2019
Expenditures:			
Personnel:			
Salaries - Mayor and Trustees	\$ 14,400	10,300	10,100
Salary - Administrator	39,527	39,530	37,722
Salaries - Custodial & cleaning	840	830	710
Salary - Clerk	1,500	1,200	1,300
Salaries - Administrator overtime	200	-	-
Unused Vacation Days	300	-	-
Unemployment insurance	258	137	114
Social security	3,550	3,375	3,286
Medicare	850	789	769
Contractual services:			
Maintenance service - building	2,200	704	1,691
Accounting service	7,685	7,685	7,500
Engineering	200	-	-
Legal service	20,000	17,054	17,795
LOCIS services	1,200	1,104	1,104
Internet service provider	1,500	1,424	785
Telephone	1,000	829	857
Publishing	250	159	77
Dues	1,200	908	757
Travel	300	-	703
Training	200	-	-
Utilities	4,000	3,309	3,882
NCICG local share	1,000	1,000	1,000
Risk management	29,500	27,325	27,460
Commodities:			
Postage	750	713	567
Office supplies	2,300	2,591	2,364
Miscellaneous/contingency	11,000	4,793	8,714
Capital outlay:			
Equipment	2,500	181	1,071
Total expenditures	<u>148,210</u>	<u>125,940</u>	<u>130,328</u>
Net change in fund balance	<u>\$ (5,365)</u>	24,838	13,125
Fund balance, beginning of year		<u>336,850</u>	<u>323,725</u>
Fund balance, end of year		<u><u>361,688</u></u>	<u><u>336,850</u></u>

VILLAGE OF SHERIDAN, ILLINOIS
POLICE FUND

SCHEDULE B-1

Balance Sheet
March 31, 2020

<u>Assets</u>		
Cash		\$ 121,933
Due from State of Illinois		38,965
Property taxes receivable		<u>7,501</u>
Total assets		<u>\$ 168,399</u>
 <u>Liabilities, Deferred Inflows of Resources, & Fund Balance</u>		
Liabilities:		
Accounts payable		<u>\$ 1,494</u>
Deferred Inflows of Resources:		
Property taxes levied for subsequent years		<u>7,501</u>
Fund Balance:		
Assigned fund balance		<u>159,404</u>
Total liabilities, deferred inflows, and fund balance		<u>\$ 168,399</u>

VILLAGE OF SHERIDAN, ILLINOIS
POLICE FUND

SCHEDULE B-2

Schedule of Revenues, Expenditures
and Changes in Fund Balance - Budget & Actual
For the Year Ended March 31, 2020
(With Comparative Figures for 2019)

	Original and Final Budget	Year Ended March 31,	
		2020	2019
Revenues:			
Police protection levy	\$ 7,500	7,618	7,469
Utility tax	20,500	21,562	23,504
Liquor licenses	1,502	1,802	2,175
Income tax	98,000	88,070	99,732
Replacement tax	300	476	354
Sales tax	64,500	63,375	65,299
Use tax	31,000	29,678	28,534
Cannabis tax	-	205	-
Court fines	2,000	2,567	2,568
Forfeits drug & DUI fines	600	362	1,229
Impound fee	750	-	-
Animal control	50	-	-
Training reimbursement	2,000	6,000	450
Interest income	231	289	274
Miscellaneous income	500	710	747
Total revenues	229,433	222,714	232,335
Expenditures:			
Personnel:			
Full-Time Officer - Chief	63,792	63,664	62,085
Full-Time Officer	42,557	37,948	39,010
Part-Time Officers	52,800	29,437	25,940
Salaries - overtime	1,200	626	940
Unused vacation time	2,400	2,944	2,394
Full time officer holiday	500	-	-
Life insurance	650	1,230	624
Unemployment insurance	800	282	276
Social security	10,205	8,457	8,198
Retirement	2,000	2,000	2,000
Medicare	2,400	1,978	1,917
Uniform allowance	2,500	2,400	2,946
Contractual services:			
Maintenance service - building	1,000	76	1,231
Maintenance service - equipment	2,000	365	363
Maintenance service- vehicle	3,000	2,780	2,347
Engineering service	500	-	-
Legal service	1,500	1,938	1,116
Communications service	1,900	1,594	1,594
Regular phone & long distance	3,000	3,464	3,427
Cell phone	1,000	657	423
Dues	650	650	646
Training	6,000	3,286	2,199

VILLAGE OF SHERIDAN, ILLINOIS
POLICE FUND

SCHEDULE B-2
(continued)

Schedule of Revenues, Expenditures
and Changes in Fund Balance - Budget & Actual
For the Year Ended March 31, 2020
(With Comparative Figures for 2019)

	Original and Final Budget	Year Ended March 31,	
		2020	2019
Expenditures (continued):			
Commodities:			
Office supplies	\$ 2,000	2,824	1,925
Operating	7,000	6,750	6,304
Postage	50	-	10
Impound fee	800	-	-
Automotive fuel/oil	9,000	6,664	6,426
Animal control	100	-	-
Miscellaneous/contingency	1,000	967	1,502
Capital outlay:			
Equipment	16,000	14,432	15,400
Total expenditures	<u>238,304</u>	<u>197,413</u>	<u>191,243</u>
Net change in fund balance	<u>\$ (8,871)</u>	25,301	41,092
Fund balance, beginning of year		<u>134,103</u>	<u>93,011</u>
Fund balance, end of year		<u><u>159,404</u></u>	<u><u>134,103</u></u>

VILLAGE OF SHERIDAN, ILLINOIS
STREETS FUND

SCHEDULE B-3

Balance Sheet
March 31, 2020

<u>Assets</u>		
Cash		\$ 205,800
Due from State of Illinois		40,111
Property taxes receivable		<u>1,001</u>
Total assets		<u>\$ 246,912</u>
 <u>Liabilities, Deferred Inflows of Resources, & Fund Balance</u>		
Liabilities:		
Accounts payable		<u>\$ 3,065</u>
Deferred Inflows of Resources:		
Property taxes levied for subsequent years		<u>1,001</u>
Fund Balance:		
Assigned fund balance		<u>242,846</u>
Total liabilities, deferred inflows, and fund balance		<u>\$ 246,912</u>

VILLAGE OF SHERIDAN, ILLINOIS
STREETS FUND

SCHEDULE B-4

Schedule of Revenues, Expenditures
and Changes in Fund Balance - Budget & Actual
For the Year Ended March 31, 2020
(With Comparative Figures for 2019)

	Original and Final Budget	Year Ended March 31,	
		2020	2019
Revenues:			
Property taxes	\$ 10,000	10,843	10,075
Utility tax	21,000	22,196	28,008
Liquor license	1,820	1,855	2,637
Income tax	101,000	91,689	114,380
Replacement tax	300	491	414
Sales tax	66,500	65,238	76,875
Use tax	32,000	30,551	33,784
Cannabis tax	-	212	-
Interest income	280	297	332
Miscellaneous	200	135	62
Total revenues	233,100	223,507	266,567
Expenditures:			
Personnel:			
Regular salaries	60,221	36,063	40,274
Unemployment insurance	250	147	136
Social security	3,250	2,236	2,497
Medicare	800	523	584
Contractual services:			
Maintenance service - building	6,000	4,177	7,770
Maintenance service - equipment	6,000	3,311	4,599
Maintenance service - vehicles	3,000	381	2,682
Maintenance service - streets	70,000	44,522	21,197
Engineering services	10,000	6,087	70,645
4201st St Road Fund	2,500	-	-
Legal services	3,000	2,615	3,049
Special sidewalk construction	-	-	11,655
Tree removal	10,000	5,925	5,780
Regular telephone	750	747	701
Cell phone	600	665	644
Utilities	2,200	1,525	1,523
Street lighting	7,500	4,857	6,430
Commodities:			
Operating supplies	500	82	-
Fuel and oil	5,000	3,068	2,490
De-icing/chloride	5,500	4,366	4,395
Miscellaneous/contingency	1,000	720	229
Total expenditures	198,071	122,017	187,280
Net change in fund balance	\$ 35,029	101,490	79,287
Fund balance, beginning of year		141,356	62,069
Fund balance, end of year		242,846	141,356

VILLAGE OF SHERIDAN, ILLINOIS
MOTOR FUEL TAX FUND

SCHEDULE B-5

Balance Sheet
March 31, 2020

<u>Assets</u>		
Cash		\$ 162,905
Investment CD		50,000
Due from State of Illinois		9,133
Total assets		<u>\$ 222,038</u>
<u>Fund Balance</u>		
Restricted fund balance		<u>\$ 222,038</u>
Total fund balance		<u>\$ 222,038</u>

Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget & Actual
For the Year Ended March 31, 2020
(With Comparative Figures for 2019)

SCHEDULE B-6

	Original and Final Budget	Year Ended March 31,	
		2020	2019
Revenues:			
Motor fuel tax	\$ 69,000	103,640	78,408
Interest income	190	507	227
Miscellaneous Income	200	-	-
Total revenues	<u>69,390</u>	<u>104,147</u>	<u>78,635</u>
Expenditures:			
Engineering service	20,000	-	-
Street improvements	80,000	-	83,579
Miscellaneous	1,000	-	4,409
Total expenditures	<u>101,000</u>	<u>-</u>	<u>87,988</u>
Net change in fund balance	<u>\$ (31,610)</u>	104,147	(9,353)
Fund balance, beginning of year		<u>117,891</u>	<u>127,244</u>
Fund balance, end of year		<u>222,038</u>	<u>117,891</u>

VILLAGE OF SHERIDAN, ILLINOIS
SEWER FUND

SCHEDULE B-7

Balance Sheet
March 31, 2020

<u>Assets</u>		
Cash		\$ 123,858
Due from State of Illinois		25,015
Total assets		<u>\$ 148,873</u>
<u>Liabilities & Fund Balance</u>		
Liabilities:		
Accounts payable		<u>\$ 3,288</u>
Fund balance:		
Assigned fund balance		145,585
Total liabilities & fund balance		<u>\$ 148,873</u>

Schedule of Revenues, Expenditures
and Changes in Fund Balance - Budget & Actual
For the Year Ended March 31, 2020
(With Comparative Figures for 2019)

SCHEDULE B-8

	Original and Final Budget	Year Ended March 31,	
		2020	2019
Revenues:			
Utility tax	\$ 1,200	1,269	1,420
Liquor license	91	107	132
Income tax	5,700	5,240	5,932
Replacement tax	20	27	21
Sales tax	3,800	3,728	3,935
Use tax	1,800	1,746	1,722
Cannabis tax	-	12	-
Interest income	14	16	17
Sewer maintenance fees	35,000	43,295	42,539
Miscellaneous Income	500	900	-
Total revenues	<u>48,125</u>	<u>56,340</u>	<u>55,718</u>
Expenditures:			
Maintenance service sewer	15,000	5,350	8,835
Engineering services	5,000	7,191	3,224
Legal services	3,000	2,036	333
Postage	600	550	575
Publications	100	345	-
Utilities	700	542	496
Miscellaneous	500	40	-
Total expenditures	<u>24,900</u>	<u>16,054</u>	<u>13,463</u>
Excess (deficiency) of revenues over (under) expenditures	<u>23,225</u>	<u>40,286</u>	<u>42,255</u>
Other financing sources (uses):			
Transfers in (out)	<u>(175,000)</u>	<u>(175,000)</u>	<u>-</u>
Net change in fund balance	<u>\$ (151,775)</u>	<u>(134,714)</u>	<u>42,255</u>
Fund balance, beginning of year		<u>280,299</u>	<u>238,044</u>
Fund balance, end of year		<u>145,585</u>	<u>280,299</u>

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

VILLAGE OF SHERIDAN, ILLINOIS

Notes to Required Supplementary Information For the Year Ended March 31, 2020

NOTE 1: BUDGETARY PROCEDURES

The Village follows these procedures in establishing the budgetary data reflected in the financial statements.

1. The municipal budget officer compiles a budget containing estimates of revenues available to the Village for the fiscal year for which the budget is drafted, together with recommended expenditures for the Village and all the Village's departments, commissions and boards.
2. The annual budget is adopted by the Board of Trustees before the beginning of the fiscal year to which it applies.
3. Formal budgetary integration is employed as a management control device at the fund level during the year for the General Fund and Special Revenue Funds.
4. The Budget is adopted on a cash basis, which is a comprehensive basis of accounting other than generally accepted accounting principles (GAAP). Budgetary amounts presented in this report are on this non-GAAP budgetary basis, which differs from the GAAP basis used in the Schedule of Revenues, Expenditures, and Changes in Fund Balance. The difference was determined to be immaterial, and no reconciliation has been included.
5. On May 13, 2019, the Village approved an ordinance adopting the annual budget for the fiscal year ending March 31, 2020. The budget was not amended.

NOTE 2: BUDGETARY COMPARISONS – MAJOR FUNDS

The following is an analysis of budget versus actual amounts for the Village's General and major special revenue funds for the year ended March 31, 2020:

<u>Fund</u>	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>	<u>Percent Variance</u>
General Fund	\$ 148,210	125,940	22,270	15.03%
Police Fund	238,304	197,413	40,891	17.16%
Streets Fund	198,071	122,017	76,054	38.40%
Motor Fuel Tax Fund	101,000	-	101,000	100.00%
Sewer Fund	24,900	16,054	8,846	35.53%

NOTE 3: EXPENDITURES IN EXCESS OF APPROPRIATIONS

As seen in the above table, the Village's major fund expenditures were within budgetary limitations.

SUPPLEMENTARY INFORMATION

VILLAGE OF SHERIDAN, ILLINOIS
CAPITAL PROJECT FUND

SCHEDULE C-1

Balance Sheet
March 31, 2020

<u>Assets</u>		
Cash		\$ 153,666
Due from State of Illinois		11,460
Total assets		<u>\$ 165,126</u>
<u>Liabilities & Fund Balance</u>		
Liabilities:		
Accounts payable		<u>\$ 9,040</u>
Fund Balance:		
Committed fund balance		156,086
Total liabilities & fund balance		<u>\$ 165,126</u>

Statement of Revenues, Expenditures
and Changes in Fund Balance - Budget & Actual
For the Year Ended March 31, 2020
(With Comparative Figures for 2019)

SCHEDULE C-2

	Original and Final Budget	Year Ended March 31,	
		2020	2019
Revenues:			
Utility tax	\$ 3,000	6,341	2,672
Liquor licenses	137	530	198
Income tax	57,000	46,298	14,866
Replacement tax	200	140	50
Sales tax	38,000	44,059	8,467
Use tax	18,000	20,573	3,488
Cannabis tax	-	61	-
Interest income	21	85	15
Grants	15,300	-	-
Miscellaneous	21,600	-	-
Total revenues	<u>153,258</u>	<u>118,087</u>	<u>29,756</u>
Expenditures:			
Capital projects	369,300	207,642	39,452
Total expenditures	<u>369,300</u>	<u>207,642</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(216,042)</u>	<u>(89,555)</u>	<u>29,756</u>
Other financing sources (uses):			
Transfers in	195,000	195,000	-
Total other financing sources (uses)	<u>195,000</u>	<u>195,000</u>	<u>-</u>
Net change in fund balance	<u>\$ (21,042)</u>	105,445	(9,696)
Fund balance, beginning of year		50,641	60,337
Fund balance, end of year		<u>156,086</u>	<u>50,641</u>

Combining Balance Sheet
March 31, 2020

	Special Revenue Funds							Total Non-Major Governmental Funds		
	Zoning and Building Fund	Cemetery Fund	Parks Fund	Street Equip. Reserve Fund	Police Vehicle Reserve Fund	DARE Fund	Veterans Memorial Park Fund	Special Sewer Reserve Fund	Year Ended March 31,	
									2020	2019
<u>Assets</u>										
Cash in bank	\$ 18,890	9,017	19,644	61,753	50,151	3,858	81	91,419	254,813	258,492
Due from State of Illinois	3,438	-	2,292	573	573	-	-	-	6,876	8,568
Total assets	<u>\$ 22,328</u>	<u>9,017</u>	<u>21,936</u>	<u>62,326</u>	<u>50,724</u>	<u>3,858</u>	<u>81</u>	<u>91,419</u>	<u>261,689</u>	<u>267,060</u>
<u>Liabilities & Fund Balances</u>										
Liabilities:										
Accounts payable	\$ 3,450	-	304	-	-	-	-	-	3,754	491
Fund balances:										
Assigned	18,878	9,017	21,632	62,326	50,724	3,858	81	91,419	257,935	266,569
Total liabilities & fund balances	<u>\$ 22,328</u>	<u>9,017</u>	<u>21,936</u>	<u>62,326</u>	<u>50,724</u>	<u>3,858</u>	<u>81</u>	<u>91,419</u>	<u>261,689</u>	<u>267,060</u>

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
For the Year Ended March 31, 2020

	Special Revenue Funds							Total Non-Major Governmental Funds		
	Zoning and Building Fund	Cemetery Fund	Parks Fund	Street Equip. Reserve Fund	Police Vehicle Reserve Fund	DARE Fund	Veterans Memorial Park Fund	Special Sewer Reserve Fund	Year Ended March 31,	
									2020	2019
Revenues:										
Replacement tax	\$ 42	-	27	7	7	-	-	-	83	98
Sales tax	5,593	-	3,728	932	932	-	-	-	11,185	18,211
Income tax	7,859	-	5,240	1,310	1,310	-	-	-	15,719	26,250
Use tax	2,619	-	1,746	436	436	-	-	-	5,237	8,089
Cannabis tax	18	-	12	3	3	-	-	-	36	-
Utility tax	1,902	-	1,269	317	317	-	-	-	3,805	6,790
Building and zoning	2,760	-	-	-	-	-	-	-	2,760	3,153
Liquor licenses	2,328	-	106	27	27	-	-	-	2,488	660
Interest income	25	-	16	4	4	1	-	-	50	91
Donations	-	-	-	-	-	2,019	1,525	-	3,544	9,469
Miscellaneous	-	-	-	3,150	160	-	-	-	3,310	8,680
Total revenues	23,146	-	12,144	6,186	3,196	2,020	1,525	-	48,217	81,491
Expenditures:										
General government	21,766	180	9,391	-	-	-	3,475	-	34,812	111,294
Public safety	-	-	-	-	-	2,039	-	-	2,039	3,106
Capital outlay	-	-	-	-	-	-	-	-	-	42,217
Total expenditures	21,766	180	9,391	-	-	2,039	3,475	-	36,851	156,617
Excess (deficiency) of revenues over (under) expenditures	1,380	(180)	2,753	6,186	3,196	(19)	(1,950)	-	11,366	(75,126)
Other financing sources (uses):										
Transfers (to) from	-	-	-	-	-	-	-	(20,000)	(20,000)	-
Net change in fund balance	1,380	(180)	2,753	6,186	3,196	(19)	(1,950)	(20,000)	(8,634)	(75,126)
Fund balance, beginning of year	17,498	9,197	18,879	56,140	47,528	3,877	2,031	111,419	266,569	341,695
Fund balance end of year	\$ 18,878	9,017	21,632	62,326	50,724	3,858	81	91,419	257,935	266,569

VILLAGE OF SHERIDAN, ILLINOIS
ZONING AND BUILDING FUND

SCHEDULE D-3

Balance Sheet
March 31, 2020

<u>Assets</u>		
Cash		\$ 18,890
Due from State of Illinois		3,438
Total assets		<u>\$ 22,328</u>
<u>Liabilities & Fund Balance</u>		
Liabilities:		
Accounts payable		<u>\$ 3,450</u>
Fund balance:		
Assigned fund balance		18,878
Total liabilities & fund balance		<u>\$ 22,328</u>

Statement of Revenues, Expenditures
and Changes in Fund Balance - Budget & Actual
For the Year Ended March 31, 2020
(With Comparative Figures for 2019)

SCHEDULE D-4

	Original and Final Budget	Year Ended March 31,	
		2020	2019
Revenues:			
Utility tax	\$ 2,400	1,902	1,497
Liquor license	91	2,328	132
Building permits	1,500	2,460	2,553
Special Zoning Permits	500	-	-
Zoning permits	400	300	600
State income tax	11,500	7,859	6,785
Replacement tax	40	42	25
Sales tax	7,600	5,593	4,301
Use tax	3,700	2,619	1,850
Cannabis tax	-	18	-
Interest income	14	25	25
Miscellaneous	500	-	-
Total revenues	<u>28,245</u>	<u>23,146</u>	<u>17,768</u>
Expenditures:			
Salary - Clerk	700	400	700
Salaries - Zoning enforcement	2,400	2,400	2,400
Salaries - Zoning & planning	1,470	691	990
Salaries - Inspections	800	-	496
Special inspections	300	3,573	-
Payroll expenses	11	1	2
Professional services	25,000	12,956	24,714
Postage	200	165	27
Publishing	1,500	133	391
Water testing	3,000	947	447
Miscellaneous/contingency	500	500	30
Total expenditures	<u>35,881</u>	<u>21,766</u>	<u>30,197</u>
Net change in fund balance	<u>\$ (7,636)</u>	1,380	(12,429)
Fund balance, beginning of year		<u>17,498</u>	<u>29,927</u>
Fund balance, end of year		<u>18,878</u>	<u>17,498</u>

VILLAGE OF SHERIDAN, ILLINOIS
CEMETERY FUND

SCHEDULE D-5

Balance Sheet
March 31, 2020

<u>Assets</u>		
Cash		\$ 9,017
Total assets		<u>\$ 9,017</u>
<u>Fund Balance</u>		
Assigned fund balance		\$ 9,017
Total fund balance		<u>\$ 9,017</u>

Statement of Revenues, Expenditures
and Changes in Fund Balance - Budget & Actual
For the Year Ended March 31, 2020
(With Comparative Figures for 2019)

SCHEDULE D-6

	Original and Final Budget	Year Ended March 31,	
		2020	2019
Revenues:			
Donations	\$ 100	-	-
Miscellaneous	100	-	-
Total revenues	<u>200</u>	<u>-</u>	<u>-</u>
Expenditures:			
Maintenance services	5,000	-	-
Grave decorations	200	-	-
Utilities	300	180	231
Office supplies	50	-	-
Miscellaneous	100	-	201
Total expenditures	<u>5,650</u>	<u>180</u>	<u>432</u>
Net change in fund balance	<u>\$ (5,450)</u>	<u>(180)</u>	<u>(432)</u>
Fund balance, beginning of year		<u>9,197</u>	<u>9,629</u>
Fund balance, end of year		<u>9,017</u>	<u>9,197</u>

VILLAGE OF SHERIDAN, ILLINOIS
PARKS FUND

SCHEDULE D-7

Balance Sheet
March 31, 2020

<u>Assets</u>	
Cash	\$ 19,644
Due from State of Illinois	2,292
Total assets	<u>\$ 21,936</u>
<u>Liabilities & Fund Balance</u>	
Liabilities:	
Accounts payable	<u>\$ 304</u>
Fund balance:	
Assigned fund balance	21,632
Total liabilities & fund balance	<u>\$ 21,936</u>

Statement of Received, Disbursed
and Changes in Fund Balance - Budget & Actual
For the Year Ended March 31, 2020
(With Comparative Figures for 2019)

SCHEDULE D-8

	Original and Final Budget	Year Ended March 31,	
		2020	2019
Revenues:			
Utility tax	\$ 1,200	1,269	3,317
Liquor license	228	106	330
Income tax	5,700	5,240	12,273
Replacement tax	20	27	46
Sales tax	3,800	3,728	8,739
Use tax	1,800	1,746	3,916
Cannabis tax	-	12	-
Interest income	35	16	42
Miscellaneous	500	-	8,400
Total revenues	<u>13,283</u>	<u>12,144</u>	<u>37,063</u>
Expenditures:			
Utilities	3,500	3,183	3,660
Operating supplies	200	-	-
Rentals	500	-	-
Community relations	200	210	-
Park improvement	1,000	1,091	21,723
Decoration	6,000	2,697	5,124
Mulch/playground equipment	3,000	2,005	725
Miscellaneous	500	205	-
Total expenditures	<u>14,900</u>	<u>9,391</u>	<u>31,232</u>
Net change in fund balance	<u>\$ (1,617)</u>	2,753	5,831
Fund balance, beginning of year		18,879	13,048
Fund balance, end of year		<u>21,632</u>	<u>18,879</u>

VILLAGE OF SHERIDAN, ILLINOIS
STREET EQUIPMENT RESERVE FUND

SCHEDULE D-9

Balance Sheet
March 31, 2020

<u>Assets</u>		
Cash		\$ 61,753
Due from State of Illinois		573
Total assets		<u>\$ 62,326</u>
<u>Fund Balance</u>		
Assigned fund balance		<u>\$ 62,326</u>
Total fund balance		<u>\$ 62,326</u>

Statement of Revenues, Expenditures
and Changes in Fund Balance - Budget & Actual
For the Year Ended March 31, 2020
(With Comparative Figures for 2019)

SCHEDULE D-10

	Original and Final Budget	Year Ended March 31,	
		2020	2019
Revenues:			
Utility tax	\$ 300	317	672
Liquor licenses	46	27	66
Income tax	1,400	1,310	2,539
Replacement tax	5	7	9
Sales tax	950	932	1,785
Use tax	460	436	796
Cannabis tax	-	3	-
Interest income	7	4	8
Miscellaneous (sale of equipment)	100	3,150	-
Total revenues	<u>3,268</u>	<u>6,186</u>	<u>5,875</u>
Expenditures:			
Miscellaneous	3,000	-	42,217
Total expenditures	<u>3,000</u>	<u>-</u>	<u>42,217</u>
Net change in fund balance	<u>\$ 268</u>	6,186	(36,342)
Fund balance, beginning of year		<u>56,140</u>	<u>92,482</u>
Fund balance, end of year		<u>62,326</u>	<u>56,140</u>

VILLAGE OF SHERIDAN, ILLINOIS
POLICE VEHICLE RESERVE FUND

SCHEDULE D-11

Balance Sheet
March 31, 2020

<u>Assets</u>		
Cash		\$ 50,151
Due from State of Illinois		573
Total assets		<u>\$ 50,724</u>
<u>Fund Balance</u>		
Assigned fund balance		\$ 50,724
Total fund balance		<u>\$ 50,724</u>

Statement of Revenues, Expenditures
and Changes in Fund Balance - Budget & Actual
For the Year Ended March 31, 2020
(With Comparative Figures for 2019)

SCHEDULE D-12

	Original and Final Budget	Year Ended March 31,	
		2020	2019
Revenues:			
Utility tax	\$ 300	317	1,304
Liquor licenses	91	27	132
Income tax	1,400	1,310	4,653
Replacement tax	5	7	18
Sales tax	950	932	3,386
Use tax	460	436	1,527
Cannabis tax	-	3	-
LaSalle police vehicle fund	200	160	280
Interest income	14	4	16
Miscellaneous	250	-	-
Total revenues	<u>3,670</u>	<u>3,196</u>	<u>11,316</u>
Expenditures:			
Miscellaneous	3,000	-	-
Total expenditures	<u>3,000</u>	<u>-</u>	<u>-</u>
Net change in fund balance	<u>\$ 670</u>	3,196	11,316
Fund balance, beginning of year		<u>47,528</u>	<u>36,212</u>
Fund balance, end of year		<u>50,724</u>	<u>47,528</u>

**Balance Sheet
March 31, 2020**

<u>Assets</u>		
Cash		\$ 3,858
Total assets		<u>\$ 3,858</u>
<u>Fund Balance</u>		
Assigned fund balance		\$ 3,858
Total fund balance		<u>\$ 3,858</u>

**Statement of Revenues, Expenditures
and Changes in Fund Balance - Budget & Actual
For the Year Ended March 31, 2020
(With Comparative Figures for 2019)**

SCHEDULE D-14

	Original and Final Budget	Year Ended March 31,	
		2020	2019
Revenues:			
Interest income	\$ -	1	-
Donations	2,500	2,019	2,509
Total revenues	<u>2,500</u>	<u>2,020</u>	<u>2,509</u>
Expenditures:			
DARE Expenses	3,200	2,039	3,106
Community Relations	50	-	-
Total expenditures	<u>3,250</u>	<u>2,039</u>	<u>3,106</u>
Net change in fund balance	<u>\$ (750)</u>	(19)	(597)
Fund balance, beginning of year		3,877	4,474
Fund balance, end of year		<u>3,858</u>	<u>3,877</u>

**Balance Sheet
 March 31, 2020**

<u>Assets</u>		
Cash		\$ 81
Total assets		<u>\$ 81</u>
<u>Fund Balance</u>		
Assigned fund balance		\$ 81
Total fund balance		<u>\$ 81</u>

**Statement of Revenues, Expenditures
 and Changes in Fund Balance - Budget & Actual
 For the Year Ended March 31, 2020
 (With Comparative Figures for 2019)**

	<u>Original and Final Budget</u>	<u>Year Ended March 31,</u>	
		<u>2020</u>	<u>2019</u>
Revenues:			
Donations	\$ 1,000	1,525	6,960
Total revenues	<u>1,000</u>	<u>1,525</u>	<u>6,960</u>
Expenditures:			
Community relations	100	-	60
Park improvements	2,000	3,475	6,209
Miscellaneous/contingency	200	-	102
Total expenditures	<u>2,300</u>	<u>3,475</u>	<u>6,371</u>
Net change in fund balance	<u>\$ (1,300)</u>	<u>(1,950)</u>	<u>589</u>
Fund balance, beginning of year		<u>2,031</u>	<u>1,442</u>
Fund balance, end of year		<u>81</u>	<u>2,031</u>

**Balance Sheet
March 31, 2020**

		<u>Assets</u>	
Cash			\$ 91,419
Total assets			<u>\$ 91,419</u>
		<u>Fund Balance</u>	
Assigned fund balance			\$ 91,419
Total fund balance			<u>\$ 91,419</u>

**Schedule of Revenues, Expenditures
and Changes in Fund Balance - Budget & Actual
For the Year Ended March 31, 2020
(With Comparative Figures for 2019)**

SCHEDULE D-18

	Original and Final Budget	Year Ended March 31,	
		2020	2019
Revenues:			
Miscellaneous income	\$ -	-	-
Total revenues	<u>-</u>	<u>-</u>	<u>-</u>
Expenditures:			
Maintenance Road Work	90,418	-	43,062
Miscellaneous	1,000	-	-
Total expenditures	<u>91,418</u>	<u>-</u>	<u>43,062</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(91,418)</u>	<u>-</u>	<u>(43,062)</u>
Other financing sources (uses):			
Transfer in (out)	<u>(20,000)</u>	<u>(20,000)</u>	<u>-</u>
Total other financing sources (uses)	<u>(20,000)</u>	<u>(20,000)</u>	<u>-</u>
Net change in fund balance	<u>\$ (111,418)</u>	<u>(20,000)</u>	<u>(43,062)</u>
Fund balance, beginning of year		<u>111,419</u>	<u>154,481</u>
Fund balance, end of year		<u>91,419</u>	<u>111,419</u>

**Combining Statement of Revenues, Expenditures
 and Changes in Fund Balance
 For the Year Ended March 31, 2020**

	Sheridan Cemetery Association	Sheridan Historical Society	Total Component Units
Revenues:			
Memberships	\$ -	175	175
Donations	2,430	1,245	3,675
Fundraisers & programs	-	215	215
Interest income	1,790	-	1,790
Lots sold	350	-	350
Miscellaneous	-	60	60
Total revenues	<u>4,570</u>	<u>1,695</u>	<u>6,265</u>
Expenditures:			
Caretaker	14,250	-	14,250
Miscellaneous	479	751	1,230
Total expenditures	<u>14,729</u>	<u>751</u>	<u>15,480</u>
Net change in fund balance	(10,159)	944	(9,215)
Fund balance, beginning of year	<u>169,877</u>	<u>14,652</u>	<u>184,529</u>
Fund balance, end of year	<u>\$ 159,718</u>	<u>15,596</u>	<u>175,314</u>

**Assessed Valuations, Tax Rates, Tax Extensions
and Tax Collections**

	Maximum Rate	Tax Year			
		2016	2017	2018	2019
Assessed valuations		<u>\$ 10,159,621</u>	<u>10,220,202</u>	<u>10,931,589</u>	<u>11,397,190</u>
Tax Rates:					
General	0.2500	0.1452	0.1468	0.1372	0.1316
Police Protection	0.0750	0.0738	0.0734	0.0686	0.0658
Audit	N/A	0.0591	0.0587	0.0549	0.0527
Liability Insurance	N/A	0.1969	0.2153	0.2241	0.1930
Street & Bridge	0.1000	0.0136	0.0098	0.0092	0.0088
IMRF	N/A	-	-	-	0.0224
Totals		<u>0.4885</u>	<u>0.5039</u>	<u>0.4940</u>	<u>0.4743</u>
Tax extensions:					
General		\$ 14,751	15,000	15,000	15,001
Police Protection		7,501	7,501	7,500	7,501
Audit		6,000	6,000	6,000	6,001
Liability Insurance		20,000	22,000	24,501	22,001
Street & Bridge		1,377	1,001	1,000	1,001
IMRF		-	-	-	2,550
Totals		<u>\$ 49,629</u>	<u>51,502</u>	<u>54,002</u>	<u>54,055</u>
Road & Bridge (from townships)		<u>\$ 8,732</u>	<u>9,072</u>	<u>9,827</u>	<u>-</u>
Tax collections		<u>\$ 58,063</u>	<u>60,365</u>	<u>64,677</u>	<u>-</u>

OTHER REPORTS

Weber & Associates CPAs, LLC

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Independent Auditors' Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance With Government Auditing Standards

To the Honorable Mayor and
Village Board of Trustees
Village of Sheridan, Illinois

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Village of Sheridan, Illinois, as of and for the year ended March 31, 2020, and the related notes to the financial statements, which collectively comprise Village of Sheridan, Illinois', basic financial statements, and have issued our report thereon dated July 13, 2020.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered Village of Sheridan's, Illinois internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Village of Sheridan, Illinois', internal control. Accordingly, we do not express an opinion on the effectiveness of Village of Sheridan, Illinois', internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

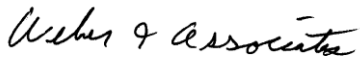
As part of obtaining reasonable assurance about whether Village of Sheridan, Illinois', financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

We noted certain matters that we reported to management of Village of Sheridan, Illinois in a separate letter dated July 13, 2020.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Weber & Associates CPAs, LLC



Aurora, Illinois
July 13, 2020