

VILLAGE OF WAYNESVILLE, ILLINOIS
ANNUAL FINANCIAL REPORT AND
INDEPENDENT AUDITOR'S REPORT
FOR THE YEAR ENDED APRIL 30, 2023

Village of Waynesville, Illinois
Annual Financial Report
For the Year Ended April 30, 2023

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Estes, Bridgewater & Ogden

CERTIFIED PUBLIC ACCOUNTANTS

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INDEPENDENT AUDITOR'S REPORT

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TERRI L. PHELPS, C.P.A.
JAMES C. LEGG, C.P.A.
DANIEL J. CODY, C.P.A.
RICHARD W. OGDEN, C.P.A.



Honorable President and Board of Trustees
Village of Waynesville, Illinois

Opinions

We have audited the accompanying modified cash basis financial statements of the governmental activities, the business-type activities, and each major fund of the Village of Waynesville, Illinois, (the "Village") as of and for the year ended April 30, 2023, which collectively comprise the Village of Waynesville, Illinois' basic financial statements, as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective modified cash basis financial position of the governmental activities, business-type activities, and each major fund of the Village of Waynesville, Illinois, as of April 30, 2023, and the respective changes in modified cash basis net position and where applicable, cash flows, thereof for the year then ended in conformity with the basis of accounting described in Note 1.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Village of Waynesville, Illinois, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Emphasis of Matter—Basis of Accounting

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

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the modified cash basis of accounting described in Note 1, and for determining that the modified cash basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are

considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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 Village of Waynesville, Illinois' internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Village of Waynesville, Illinois' ability to continue as a going concern for a reasonable period of time.
- We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Other Matters

Other Information

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole that collectively comprise the Village of Waynesville, Illinois' basic financial statements. The statements of revenues, expenditures and changes in fund balance – budget to actual, schedules of assessed valuations, rates, extensions, and collections and legal debt margin are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The statements of revenues, expenditures and changes in fund balance – budget to actual presented on pages 19-23 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. The 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 information is fairly stated, in all material respects, in relation to the basic financial statements as a whole on the basis of accounting described in Note 1.

The schedules of assessed valuations, rates, extensions, and collections, and legal debt margin presented on pages 24 - 25 have 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 such information.



Certified Public Accountants
Springfield, Illinois

December 20, 2023

Village of Waynesville, Illinois
STATEMENT OF NET POSITION
 Modified Cash Basis
 April 30, 2023

Statement 1

	Primary Government		Total
	Governmental Activities	Business- Type Activities	
ASSETS			
Cash and cash equivalents	\$ 91,049	\$ 68,831	\$ 159,880
Certificates of deposit	89,000	10,000	99,000
Prepaid expenses	-	4,419	4,419
Interfund receivable and payable	17,263	(17,263)	-
Land and infrastructure	15,366	-	15,366
Capital assets, net of accumulated depreciation	113,204	540,855	654,059
Restricted assets:			
Cash and cash equivalents	34,128	90,998	125,126
TOTAL ASSETS	360,010	697,840	1,057,850
LIABILITIES			
Customer deposits payable	-	13,263	13,263
Long-term liabilities:			
Due within one year	-	15,000	15,000
Due in more than one year	-	310,000	310,000
TOTAL LIABILITIES	-	338,263	338,263
NET POSITION			
Net investment in capital assets	128,570	215,855	344,425
Restricted for:			
Motor fuel tax fund	34,128	-	34,128
Bond payments	-	8,320	8,320
Depreciation, repairs, and improvements	-	82,678	82,678
Unrestricted	197,312	52,724	250,036
TOTAL NET POSITION	\$ 360,010	\$ 359,577	\$ 719,587

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

Village of Waynesville, Illinois
STATEMENT OF ACTIVITIES
 Modified Cash Basis
 For the Year Ended April 30, 2023

	Program Revenues		Net (Expense) Revenue and Changes in Net Position		
	Charges for Services	Operating Grants and Contributions	Governmental Activities	Business-type Activities	Total
FUNCTIONS/PROGRAMS					
Primary Government:					
Governmental activities:					
General government	\$ 3,508	\$ -	(\$ 91,222)	\$ -	(\$ 91,222)
Public works/street	-	-	(59,375)	-	(59,375)
Total governmental activities	<u>3,508</u>	-	(150,597)	-	(150,597)
Business-type activities:					
Water Utility	76,589	-	-	(11,282)	(11,282)
Sewer Utility	<u>38,059</u>	-	-	<u>15,961</u>	<u>15,961</u>
Total business-type activities	<u>114,648</u>	-	-	<u>4,679</u>	<u>4,679</u>
Total Primary Government	<u>\$118,156</u>	<u>\$ -</u>	(150,597)	<u>4,679</u>	(145,918)
General revenues:					
Income taxes			61,562	-	61,562
Use taxes			16,114	-	16,114
Sales taxes			6,909	-	6,909
Property taxes			33,030	-	33,030
Personal property and excise taxes			4,575	-	4,575
Motor fuel tax			21,139	-	21,139
Other taxes			3,814	-	3,814
Interest income			243	404	647
Miscellaneous			<u>36,827</u>	<u>952</u>	<u>37,779</u>
Total general revenues			<u>184,213</u>	<u>1,356</u>	<u>185,569</u>
Change in Net Position			33,616	6,035	39,651
Net Position - Beginning			<u>326,394</u>	<u>353,542</u>	<u>679,936</u>
Net Position - Ending			<u>\$360,010</u>	<u>\$359,577</u>	<u>\$719,587</u>

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

Village of Waynesville, Illinois
**STATEMENT OF ASSETS, LIABILITIES
AND FUND BALANCES**
Modified Cash Basis – Governmental Funds
April 30, 2023

Statement 3

	<u>General Fund</u>	<u>Motor Fuel Tax Fund</u>	<u>Total Governmental Funds</u>
ASSETS			
Cash and cash equivalents	\$ 91,049	\$ -	\$ 91,049
Cash and cash equivalents – restricted	-	34,128	34,128
Certificates of deposit.....	89,000	-	89,000
Due from other funds.....	<u>17,263</u>	<u>-</u>	<u>17,263</u>
TOTAL ASSETS.....	<u>\$197,312</u>	<u>\$ 34,128</u>	<u>\$231,440</u>
LIABILITIES			
Due to other funds	\$ -	\$ -	\$ -
FUND BALANCES			
Restricted for			
Street maintenance.....	-	34,128	34,128
Unassigned.....	<u>197,312</u>	<u>-</u>	<u>197,312</u>
Total fund balances.....	<u>197,312</u>	<u>34,128</u>	<u>231,440</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$197,312</u>	<u>\$ 34,128</u>	<u>\$231,440</u>

**RECONCILIATION OF TOTAL FUND BALANCES – GOVERNMENTAL FUNDS TO
NET POSITION OF GOVERNMENTAL ACTIVITIES**

Total fund balances – governmental funds	\$231,440
Amounts reported for governmental activities in the statement of net position are different because:	
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds, net of accumulated depreciation of \$148,169	<u>128,570</u>
Net position of governmental activities	<u>\$360,010</u>

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

Village of Waynesville, Illinois
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
 Modified Cash Basis – Governmental Funds
 For the Year Ended April 30, 2023

Statement 4

	<u>General Fund</u>	<u>Motor Fuel Tax Fund</u>	<u>Total Governmental Funds</u>
REVENUES			
Taxes.....	\$126,004	\$ -	\$126,004
Intergovernmental.....	-	21,139	21,139
Charges for service.....	3,508	-	3,508
Miscellaneous.....	36,827	-	36,827
Interest income.....	<u>176</u>	<u>67</u>	<u>243</u>
 Total revenues.....	 <u>166,515</u>	 <u>21,206</u>	 <u>187,721</u>
EXPENDITURES			
Current operation:			
General Government.....	84,392	-	84,392
Streets and Public Works:			
Streets.....	56,781	-	56,781
Capital outlay.....	<u>5,467</u>	<u>-</u>	<u>5,467</u>
 Total expenditures.....	 <u>146,640</u>	 <u>-</u>	 <u>146,640</u>
 NET CHANGE IN FUND BALANCES.....	 19,875	 21,206	 41,081
 FUND BALANCES – BEGINNING OF YEAR.....	 <u>177,437</u>	 <u>12,922</u>	 <u>190,359</u>
 FUND BALANCE – END OF YEAR.....	 <u>\$197,312</u>	 <u>\$ 34,128</u>	 <u>\$231,440</u>

RECONCILIATION OF THE CHANGE IN FUND BALANCES – GOVERNMENTAL FUNDS TO THE CHANGES IN NET POSITION OF GOVERNMENTAL ACTIVITIES

Total net change in fund balances – governmental funds.....	\$ 41,081
Governmental funds report capital outlays as expenditures while governmental activities report depreciation expense to allocate those expenditures over the life of the assets:	
Capital outlay.....	5,467
Depreciation expense.....	(<u>12,932</u>)
 Increase in net position of governmental activities.....	 <u>\$ 33,616</u>

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

Village of Waynesville, Illinois
STATEMENT OF NET POSITION
 Modified Cash Basis – Proprietary Funds
 April 30, 2023

Statement 5

<u>Assets</u>	<u>Sewer Fund</u>	<u>Water Fund</u>	<u>Total</u>
CURRENT ASSETS			
Cash and cash equivalents	\$ 47,331	\$ 21,500	\$ 68,831
Cash and cash equivalents - restricted.....	-	90,998	90,998
Certificates of deposit.....	-	10,000	10,000
Prepaid expenses.....	<u>748</u>	<u>3,671</u>	<u>4,419</u>
Total Current Assets	<u>48,079</u>	<u>126,169</u>	<u>174,248</u>
FIXED ASSETS			
Capital assets, net of accumulated depreciation.....	<u>82,605</u>	<u>458,250</u>	<u>540,855</u>
TOTAL ASSETS.....	<u>130,684</u>	<u>584,419</u>	<u>715,103</u>
<u>Liabilities and Net Position</u>			
CURRENT LIABILITIES			
Customer deposits	-	13,263	13,263
Due to other funds	1,895	15,368	17,263
Bonds payable, current portion.....	<u>-</u>	<u>15,000</u>	<u>15,000</u>
Total Current Liabilities.....	<u>1,895</u>	<u>43,631</u>	<u>45,526</u>
NON-CURRENT LIABILITIES			
Bonds payable, net of current portion	<u>-</u>	<u>310,000</u>	<u>310,000</u>
TOTAL LIABILITIES.....	<u>1,895</u>	<u>353,631</u>	<u>355,526</u>
NET POSITION			
Net investment in capital assets.....	82,605	133,250	215,855
Restricted for bond payments.....	-	8,320	8,320
Restricted for depreciation, repair and improvement.....	-	82,678	82,678
Unrestricted.....	<u>46,184</u>	<u>6,540</u>	<u>52,724</u>
TOTAL NET POSITION.....	<u>\$128,789</u>	<u>\$230,788</u>	<u>\$359,577</u>

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

Village of Waynesville, Illinois
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
 Modified Cash Basis – Proprietary Funds
 For The Year Ended April 30, 2023

	<u>Sewer Fund</u>	<u>Water Fund</u>	<u>Total</u>
OPERATING REVENUES			
Water and sewer collections.....	\$ 38,059	\$ 76,530	\$114,589
Miscellaneous income	<u>952</u>	<u>59</u>	<u>1,011</u>
 Total Operating Revenues	 <u>39,011</u>	 <u>76,589</u>	 <u>115,600</u>
OPERATING EXPENSES			
Salaries, taxes and benefits.....	8,596	21,388	29,984
Maintenance service – utility system	5,872	785	6,657
Professional fees	2,114	3,771	5,885
Postage.....	974	300	1,274
Utilities.....	2,310	11,409	13,719
Maintenance supplies – utility system.....	116	8,956	9,072
Office supplies.....	74	-	74
Travel.....	126	100	226
Chemicals	-	5,821	5,821
Miscellaneous	-	532	532
Depreciation.....	<u>1,916</u>	<u>18,989</u>	<u>20,905</u>
 Total Operating Expenses.....	 <u>22,098</u>	 <u>72,051</u>	 <u>94,149</u>
 Operating Income (Loss).....	 <u>16,913</u>	 <u>4,538</u>	 <u>21,451</u>
NON-OPERATING REVENUES (EXPENSES)			
Interest income	118	286	404
Interest (expense).....	<u>-</u>	(<u>15,820</u>)	(<u>15,820</u>)
 Total Non-Operating Revenues (Expenses).....	 <u>118</u>	 (<u>15,534</u>)	 (<u>15,416</u>)
 CHANGE IN NET POSITION.....	 17,031	 (10,996)	 6,035
 NET POSITION – BEGINNING OF YEAR.....	 <u>111,758</u>	 <u>241,784</u>	 <u>353,542</u>
 NET POSITION – END OF YEAR.....	 <u>\$128,789</u>	 <u>\$230,788</u>	 <u>\$359,577</u>

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

