

**CITY OF KEWANEE, ILLINOIS
TAX INCREMENT FINANCING DISTRICT FUNDS**

**FINANCIAL STATEMENTS AND
INDEPENDENT AUDITORS' REPORT
AND COMPLIANCE REPORT
APRIL 30, 2017**

CliftonLarsonAllen LLP



WEALTH ADVISORY | OUTSOURCING | AUDIT, TAX, AND CONSULTING



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INDEPENDENT AUDITORS' REPORT

Honorable Mayor and City Council
City of Kewanee, Illinois
Kewanee, Illinois

We have audited the cash basis financial statements of the City of Kewanee, Illinois as of and for the year ended April 30, 2017, and have issued our report thereon, dated October 31, 2017, which contained an unmodified opinion on those cash basis financial statements. Our audit was performed for the purpose of forming an opinion on the cash basis financial statements as a whole. The accompanying supplementary information is presented for purposes of additional analysis and is not a required part of the cash basis financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the cash basis financial statements. The information has been subjected to the auditing procedures applied in the audit of the cash basis financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the cash basis financial statements or to the cash basis 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 cash basis financial statements as a whole.

CliftonLarsonAllen LLP

CliftonLarsonAllen LLP

Peoria, Illinois
October 31, 2017

**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE
WITH ILLINOIS MUNICIPAL CODE SUBSECTION (Q) SECTION 11-74.4-3
OF PUBLIC ACT 85-1142**

Honorable Mayor and City Council
City of Kewanee, Illinois
Kewanee, Illinois

We have audited, in accordance with auditing standards generally accepted in the United States of America the cash basis financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Kewanee, Illinois (the City), as of and for the year ended April 30, 2017, and the related notes to the financial statements, which collectively comprise the City's basic financial statements and have issued our report thereon dated October 31, 2017.

In connection with our audit, nothing came to our attention that caused us to believe that the City of Kewanee, Illinois failed to comply with Subsection (q) of Section 11-74.4-3 of Public Act 85-1142, insofar as it relates to accounting matters. However, our audit was not directed primarily toward obtaining knowledge of such noncompliance. Accordingly, had we performed additional procedures, other matters may have come to our attention regarding the City's noncompliance with the above-referenced Illinois Municipal Code, insofar as it relates to accounting matters.

Purpose of This Report

The purpose of this report is solely to describe the scope of our testing of compliance with Subsection (q) of Section 11-74.4-3 of the Illinois Tax Increment Redevelopment Allocation Act and the results of that testing, and not to provide an opinion on the effectiveness of the City's compliance with Subsection (q) of Section 11-74.4-3 of the Illinois Tax Increment Redevelopment Allocation Act. This report is an integral part of an audit performed in considering the City's compliance with Subsection (q) of Section 11-74.4-3 of the Illinois Tax Increment Redevelopment Allocation Act. Accordingly, this communication is not suitable for any other purpose.

CliftonLarsonAllen LLP

CliftonLarsonAllen LLP

Peoria, Illinois
October 31, 2017

**CITY OF KEWANEE, ILLINOIS
TAX INCREMENT FINANCING DISTRICT FUNDS
BALANCE SHEETS - CASH BASIS
April 30, 2017**

	Mill Creek Station <u>2003</u>	East & 11th <u>2004</u>	Downtown <u>2015</u>
ASSETS			
CASH AND CASH EQUIVALENTS	\$ <u>35,783</u>	\$ <u>125,626</u>	\$ <u>95,799</u>
FUND BALANCES	\$ <u>35,783</u>	\$ <u>125,626</u>	\$ <u>95,799</u>

CITY OF KEWANEE, ILLINOIS
TAX INCREMENT FINANCING DISTRICT FUNDS
STATEMENTS OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - CASH BASIS
Year Ended April 30, 2017

	Mill Creek Station <u>2003</u>	East & 11th <u>2004</u>	Downtown <u>2015</u>
REVENUES			
Taxes	\$ 79,779	\$ 75,807	\$ 89,166
Interest income	73	427	237
Other receipts	<u>1,500</u>	<u>3,012</u>	<u>-</u>
Total revenues	81,352	79,246	89,403
EXPENDITURES			
Current:			
General government	13,250	12,000	-
Public works	6,813	6,266	8,843
Development	-	-	25,973
Debt service:			
Principal payments	51,500	17,938	-
Interest and fiscal charges	<u>10,456</u>	<u>4,550</u>	<u>-</u>
Total expenditures	<u>82,019</u>	<u>40,754</u>	<u>34,816</u>
Excess (deficiency) of revenues over expenditures	<u>(667)</u>	<u>38,492</u>	<u>54,587</u>
OTHER FINANCING SOURCES			
Transfers in	<u>47,195</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	46,528	38,492	54,587
FUND BALANCES, BEGINNING OF YEAR	<u>(10,745)</u>	<u>87,134</u>	<u>41,212</u>
FUND BALANCES, END OF YEAR	<u>\$ 35,783</u>	<u>\$ 125,626</u>	<u>\$ 95,799</u>