

CITY OF ROCHELLE, ILLINOIS
TAX INCREMENT FINANCING FUND
FINANCIAL REPORT AND REPORT ON
COMPLIANCE WITH PUBLIC ACT 85-1142

For the Year Ended
April 30, 2016



CITY OF ROCHELLE, ILLINOIS
TAX INCREMENT FINANCING FUND
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630.566.8400 // www.sikich.com

1415 W. Diehl Road, Suite 400
Naperville, Illinois 60563

Certified Public Accountants & Advisors
Members of American Institute of Certified Public Accountants

INDEPENDENT ACCOUNTANT'S REPORT ON MANAGEMENT'S ASSERTION OF COMPLIANCE

The Honorable Mayor
Members of the City Council
City of Rochelle, Illinois

We have examined management's assertion, included in its representation letter dated September 19, 2016 that the City of Rochelle, Illinois (the City) complied with the provisions of subsection (q) of Section 11-74.4-3 of the Illinois Tax Increment Redevelopment Allocation Act (Illinois Public Act 85-1142) during the year ended April 30, 2016. Management is responsible for the City's assertion and for compliance with those requirements. Our responsibility is to express an opinion on management's assertion about the City's compliance based on our examination.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants and, accordingly, included examining, on a test basis, evidence about the City's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our examination provides a reasonable basis for our opinion. Our examination does not provide a legal determination on the City's compliance with statutory requirements.

In our opinion, management's assertion that the City of Rochelle, Illinois complied with the aforementioned requirements for the year ended April 30, 2016 is fairly stated, in all material respects.

This report is intended solely for the information and use of the Mayor, the City Council, management of the City, Illinois State Comptroller's Office and the joint review boards and is not intended to be and should not be used by anyone other than these specified parties.

Sikich LLP

Naperville, Illinois
September 19, 2016



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INDEPENDENT AUDITOR'S REPORT ON SUPPLEMENTARY INFORMATION

The Honorable Mayor
Members of the City Council
City of Rochelle, Illinois

We have audited the financial statements of the governmental activities, business-type activities, each major fund and the aggregate remaining fund information of the City of Rochelle, Illinois (the City) as of and for the year ended April 30, 2016, which collectively comprise the basic financial statements of the City and have issued our report thereon dated September 19, 2016, which expressed an unmodified opinion on those statements.

Our audit was made in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the basic financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts, and disclosures in the basic financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall basic financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements as a whole. The supplementary information (balance sheet, schedules of revenues, expenditures and changes in fund balance; schedule of fund balance by source) is presented for purposes of additional analysis and is not a required part of the basic 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 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.

Sikich LLP

Naperville, Illinois
September 19, 2016

CITY OF ROCHELLE, ILLINOIS

**TIF FUND
BALANCE SHEET**

April 30, 2016

ASSETS	
Cash and Cash Equivalents	<u>\$ 362,333</u>
TOTAL ASSETS	<u><u>\$ 362,333</u></u>
LIABILITIES AND FUND BALANCE	
LIABILITIES	
Accounts Payable	<u>\$ 645</u>
Total Liabilities	<u>645</u>
FUND BALANCE	
Restricted for Economic Development	<u>361,688</u>
Total Fund Balance	<u>361,688</u>
TOTAL LIABILITIES AND FUND BALANCE	<u><u>\$ 362,333</u></u>

(See independent auditor's report on supplementary information.)

CITY OF ROCHELLE, ILLINOIS

**TAX INCREMENT FINANCING FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE**

For the Year Ended April 30, 2016

	<u>TIF Fund</u>
REVENUES	
Property Taxes	\$ 560,948
Investment Income	<u>269</u>
Total Revenues	<u>561,217</u>
EXPENDITURES	
General Government	
Contractual Services	139,000
Debt Service	
Principal	115,000
Interest	<u>87,680</u>
Total Expenditures	<u>341,680</u>
NET CHANGE IN FUND BALANCE	219,537
FUND BALANCE, MAY 1	<u>142,151</u>
FUND BALANCE, APRIL 30	<u><u>\$ 361,688</u></u>

(See independent auditor's report on supplementary information.)

CITY OF ROCHELLE, ILLINOIS

**TAX INCREMENT FINANCING FUND
SCHEDULE OF FUND BALANCE
BY SOURCE**

For the Year Ended April 30, 2016

	<u>TIF Fund</u>
BEGINNING BALANCE, MAY 1, 2015	<u>\$ 142,151</u>
DEPOSITS	
Property Taxes	560,948
Investment Income	<u>269</u>
Total Deposits	<u>561,217</u>
Balance Plus Deposits	<u>703,368</u>
EXPENDITURES	
General Government	
Contractual Services	139,000
Debt Service	
Principal	115,000
Interest	<u>87,680</u>
Total Expenditures	<u>341,680</u>
ENDING BALANCE, APRIL 30, 2016	<u><u>\$ 361,688</u></u>
ENDING BALANCE BY SOURCE	
Property Tax	<u>\$ 361,688</u>
Subtotal	361,688
Less Surplus Funds	<u>-</u>
FUND BALANCE, APRIL 30 2016	<u><u>\$ 361,688</u></u>

(See independent auditor's report on supplementary information.)