

**Independent Audit Committee's Report
Makanda Township, Jackson County, Illinois**

We have performed an audit of the financial records of Makanda Township, Jackson County, Illinois, for the fiscal year of April 1, 2018 through March 31, 2019. The audit was conducted in accordance with U.S. Generally Accepted Auditing Standards. The purpose of the audit was to obtain reasonable assurance that the financial records are free of material misstatements.

The audit was based exclusively on information provided by Makanda Township's management, including:

- Financial records
- Supervisor's Statement of Financial Affairs
- Bills
- Minutes of meetings
- Fire Department reports
- Bank Statements
- Budget
- Revenue Documentation

The financial records provided to the committee have incorporated the cash basis of accounting. These records do not provide information on fixed assets nor on long term debt accounts; hence, these accounts have not been included in the audit.

The audit was conducted as an examination of six (6) separate funds: Fire Protection, Fire Protection Capital Fund, Town, Road & Bridge, New Bridge, and General Assistance. For each fund, the following procedures were conducted:

Macroanalysis:

- Reconciliation of "Supervisor's Statement of Financial Affairs" for each fund to confirm accuracy of beginning and ending balances, total revenues generated and total expenditures made.
- Disbursements and deposits were spot checked against Meeting Agendas, Meeting Minutes, and Budgets.

Microanalysis:

- Check payment verification: each check was reconciled with 1) receipts or payroll records, 2) fund balances statements, and 3) bank statements. Checks were also examined for congruence between payee (front) and depositor (reverse) and for sequential order.
- Income verification: Each deposit was reconciled with 1) fund balances statements, 2) bank statements and 3) revenue receipts.

In general, the records were all extremely well presented. Verification of receipts and disbursements was straight forward, primarily because of the very professional documentation provided to the committee.

In our opinion, the Supervisor's Statement of Financial Affairs, as verified through the accompanying documents, present fairly, in all material aspects, the cash and unencumbered cash balances of Makanda Township, Jackson County, Illinois, as of March 31, 2019 and the revenues it received and expenditures it paid for the year ended on the cash basis of accounting.



Dan Chester, Audit Committee Member



Cheryl Mayer, Audit Committee Member



Bob Thomas, Audit Committee Member