



August 18, 2025

To the City Council  
City of Newton, Illinois

We have audited the modified 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 Newton, Illinois for the year ended April 30, 2025. Professional standards require that we provide you with information about our responsibilities under generally accepted auditing standards and *Government Auditing Standards*, as well as certain information related to the planned scope and timing of our audit. We have communicated such information in our letter to you dated June 11, 2025. Professional standards also require that we communicate to you the following information related to our audit.

#### Significant Audit Matters

##### *Qualitative Aspects of Accounting Practices*

Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used by the City of Newton, Illinois are described in Note 1 to the financial statements. No new accounting policies were adopted and the application of existing policies was not changed during fiscal year 2025. We noted no transactions entered into by the City of Newton, Illinois during the year for which there is a lack of authoritative guidance or consensus. All significant transactions have been recognized in the financial statements in the proper period.

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected. The most sensitive estimate affecting the City's financial statements was:

Management's estimate of depreciation expense is based on estimated useful lives. We evaluated the key factors and assumptions used to develop these estimates in determining that it is reasonable in relation to the financial statements taken as a whole.

The financial statement disclosures are neutral, consistent, and clear.

##### *Difficulties Encountered in Performing the Audit*

We encountered no significant difficulties in dealing with management in performing and completing our audit.

##### *Corrected and Uncorrected Misstatements*

Professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that are clearly trivial, and communicate them to the appropriate level of management. Management has corrected all such misstatements. Material misstatements detected as a result of audit procedures and corrected by management are included in the attached schedules.

##### *Disagreements with Management*

For purposes of this letter, a disagreement with management is a financial accounting, reporting, or auditing matter, whether or not resolved to our satisfaction, that could be significant to the financial statements or the auditor's report. We are pleased to report that no such disagreements arose during the course of our audit.

### *Management Representations*

We have requested certain representations from management that are included in the management representation letter dated August 18, 2025.

### *Management Consultations with Other Independent Accountants*

In some cases, management may decide to consult with other accountants about auditing and accounting matters, similar to obtaining a “second opinion” on certain situations. If a consultation involves application of an accounting principle to the City of Newton, Illinois’ financial statements or a determination of the type of auditor’s opinion that may be expressed on those statements, our professional standards require the consulting accountant to check with us to determine that the consultant has all the relevant facts. To our knowledge, there were no such consultations with other accountants.

### *Other Audit Findings or Issues*

We generally discuss a variety of matters, including the application of accounting principles and auditing standards, with management each year prior to retention as the City of Newton, Illinois’ auditors. However, these discussions occurred in the normal course of our professional relationship and our responses were not a condition to our retention.

### Other Matters

We were engaged to report on the combining nonmajor fund financial statements, which accompany the financial statements but are not required supplementary information (RSI). With respect to this supplementary information, we made certain inquiries of management and evaluated the form, content, and methods of preparing the information to determine that the information complies with the modified cash basis of accounting, the method of preparing it has not changed from the prior period, and the information is appropriate and complete in relation to our audit of the financial statements. We compared and reconciled the supplementary information to the underlying accounting records used to prepare the financial statements or to the financial statements themselves.

We were not engaged to report on the budgetary comparison schedules, which accompany the financial statements but are not RSI. Such information 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.

### Restriction on Use

This information is intended solely for the information and use of the City Council and management of the City of Newton, Illinois and is not intended to be, and should not be, used by anyone other than these specified parties.

Very truly yours,



KEMPER CPA GROUP LLP

Certified Public Accountants and Consultants

Client: **137474.01 - City of Newton**  
Engagement: **2025 - City of Newton**  
Period Ending: **4/30/2025**  
Trial Balance: **TB-01 - General**  
Workpaper: **AJE-01 - Adjusting Journal Entries Report - General Fund**

Account	Description	W/P Ref	Debit	Credit
<b>Adjusting Journal Entries JE # 13</b>		<b>GL</b>		
To reclass Accrued Payroll for 05/01/2025 payment (REVERSE on 05/01/25).				
1646	Due From Insurance		1,651.23	
2200	Net Payroll		41,591.34	
2210	IMRF Withheld		2,701.85	
2211	IMRF Voluntary Savings		2,041.88	
2220	Federal Withholding		5,311.47	
2230	FICA Withholding		3,681.11	
2231	Medicare Withheld		860.89	
2235	Employers FICA Liability		2,144.10	
2236	Employers Medicare Liability		501.47	
2237	Enterprise SS Liability		1,536.99	
2238	Enterprise Medicare Liability		359.45	
2240	State Withholding		2,812.87	
2260	American Family Ins. Withheld		547.89	
2275	NCPERS Group Life Withheld		72.00	
2277	Standard Life Insurance		109.15	
2278	Employee Standard Vision		37.14	
2290	Employee Misc. Withheld		43.38	
2250	Dependent Insurance Withheld			
2600	Due to Electric			10,721.30
2601	Due to Water			7,878.75
2602	Due to Waste Water			7,535.95
2603	Due to Specials			166.40
2603	Due to Specials			4,542.01
5000-22	Salaries			5,208.88
5000-23	Salaries			15,525.02
5000-25	Salaries			3,959.20
5000-27	Salaries-General			2,368.10
5001-23	Salaries Overtime			5,901.79
5001-25	Salaries Overtime			163.44
5010-27	Salaries - Elected Officials			1,333.37
5020-22	Safety Incentive Bonus			170.00
5020-23	Safety Incentive Bonus			270.00
5020-25	Safety Incentive Bonus			160.00
5020-27	Safety Incentive Bonus			100.00
<b>Total</b>			<b>66,004.21</b>	<b>66,004.21</b>
<b>Adjusting Journal Entries JE # 14</b>		<b>F-05a</b>		
To reclassify non-capital expenditures.				
5200-25	Supplies		699.98	
5200-28	Supplies		6,722.86	
5530-23	Tool Purchase		8,500.00	
5610-25	Vehicle Repair		732.00	
5630-23	Building Repair		3,489.89	
5630-27	Building Repair		959.97	
5500-23	Equipment Purchase			8,500.00
5500-25	Equipment Purchase			699.98
5500-28	Equipment Purchase			6,722.86
5510-25	Vehicle Purchase			732.00
5560-23	Building Improvements			3,489.89
5560-27	Building Improvement/Purchases			959.97
<b>Total</b>			<b>21,104.70</b>	<b>21,104.70</b>

Client: **137474.01 - City of Newton**  
Engagement: **2025 - City of Newton**  
Period Ending: **4/30/2025**  
Trial Balance: **TB-01 - General**  
Workpaper: **AJE-01 - Adjusting Journal Entries Report - General Fund**

Account	Description	W/P Ref	Debit	Credit
<b>Adjusting Journal Entries JE # 15</b>		<b>H-01</b>		
To reclass Caterpillar Capital Lease/Note Payable payments for Electric fund debt and interfund loan.				
2600	Due to Electric		23,531.69	
5500-22	Equipment Purchase		84,298.97	
5808	Interest Expense		5,282.18	
2600	Due to Electric			84,298.97
5505-22	Equipment Rental			28,813.87
<b>Total</b>			<b>113,112.84</b>	<b>113,112.84</b>
<b>Adjusting Journal Entries JE # 16</b>		<b>F-05b</b>		
To reclassify capital expenditures.				
5500-23	Equipment Purchase		7,722.48	
5500-28	Equipment Purchase		70,217.20	
5560-22	Building Imp. & Additions		77,036.60	
5205-23	Public Safety Software			7,722.48
5640-28	Pool Repair			70,217.20
5700-22	Materials Street Repair			77,036.60
<b>Total</b>			<b>154,976.28</b>	<b>154,976.28</b>

Client: **137474.01 - City of Newton**  
Engagement: **2025 - City of Newton**  
Period Ending: **4/30/2025**  
Trial Balance: **TB-02 - Specials**  
Workpaper: **AJE-02 - Adjusting Journal Entries Report - Specials**

Account	Description	W/P Ref	Debit	Credit
<b>Adjusting Journal Entries JE # 1</b>		<b>S-01</b>		
To adjust beg fund balance to actual.				
00-3000-00	Fund Balance		270,720.47	
50-3000-50	Fund Balance-Social Security		52,952.12	
51-3000-51	Fund Balance -IMRF		31,427.83	
52-3000-52	Fund Balance-EMA		5,418.39	
53-3000-53	Fund Balance-MFT		15,517.13	
55-3000-55	Fund Balance-Workmen's Comp		17,713.37	
54-3000-54	Fund Balance-Tort			27,794.70
56-3000-56	Fund Balance-Capital Development			18,523.18
57-3000-57	Fund Balance-TIF			347,431.43
<b>Total</b>			<b>393,749.31</b>	<b>393,749.31</b>
<b>Adjusting Journal Entries JE # 2</b>		<b>C-01</b>		
To adjust TIF Inventory and lot sales to actual.				
57-7001-57	Cost of Lot Sales		8,371.92	
57-1600-57	Inventory			6,638.92
57-4408-57	Subdivision Lot Income			1,733.00
<b>Total</b>			<b>8,371.92</b>	<b>8,371.92</b>
<b>Adjusting Journal Entries JE # 3</b>		<b>GL</b>		
To reclass Accrued Payroll for 05/01/2025 payment (REVERSE on 05/01/25).				
50-1920-50	Due To/From		4,542.01	
54-1924-54	Due To/From		166.40	
50-8000-50	Social Security Expense			1,536.99
50-8000-50	Social Security Expense			2,144.10
50-8010-50	Medicare Expense			359.45
50-8010-50	Medicare Expense			501.47
54-5000-54	Payroll-Insurance Tort			166.40
<b>Total</b>			<b>4,708.41</b>	<b>4,708.41</b>
<b>Adjusting Journal Entries JE # 4</b>		<b>F-05a</b>		
To reclassify non-capital expenditures.				
57-8050-57	Developer Reimbursements		26,274.61	
57-7065-57	Public Works & Improvements			26,274.61
<b>Total</b>			<b>26,274.61</b>	<b>26,274.61</b>
<b>Adjusting Journal Entries JE # 5</b>		<b>Y-11</b>		
To reclass capital outlay expenditures.				
56-7065-56	Community Development Capital Outlay		70,980.00	
56-7050-56	Community Development Exp.			70,980.00
<b>Total</b>			<b>70,980.00</b>	<b>70,980.00</b>
<b>Adjusting Journal Entries JE # 6</b>		<b>F-05b</b>		
To reclassify capital expenditures.				
53-5720-53	Sidewalk Expense		131,271.56	
53-5700-53	Street Repair & Maintenance			131,271.56
<b>Total</b>			<b>131,271.56</b>	<b>131,271.56</b>

Client: **137474.01 - City of Newton**  
Engagement: **2025 - City of Newton**  
Period Ending: **4/30/2025**  
Trial Balance: **TB-03 - Electric**  
Workpaper: **AJE-03 - Adjusting Journal Entries Report - Electric**

Account	Description	W/P Ref	Debit	Credit
<b>Adjusting Journal Entries JE # 1</b>				
			<b>F-03</b>	
To adjust depreciation to actual and remove fully depreciated equipment.				
1760	Reserve for Depreciation		16,666.67	
5900-30	Depreciation Expense		25,287.25	
1730	General Plant Equipment			16,666.67
1760	Reserve for Depreciation			25,287.25
<b>Total</b>			<b>41,953.92</b>	<b>41,953.92</b>
<b>Adjusting Journal Entries JE # 4</b>				
			<b>S-01</b>	
Record PY adj for return check fee.				
3000	Retained Earnings		5.00	
1080	Cash on Dep.- First Financial Bank			5.00
<b>Total</b>			<b>5.00</b>	<b>5.00</b>
<b>Adjusting Journal Entries JE # 5</b>				
			<b>A-01</b>	
To adjust cash to actual				
1080	Cash on Dep.- First Financial Bank		5.00	
4401-30	Return Check Fee			5.00
<b>Total</b>			<b>5.00</b>	<b>5.00</b>
<b>Adjusting Journal Entries JE # 6</b>				
			<b>GL</b>	
To reclass Accrued Payroll for 05/01/2025 payment (REVERSE on 05/01/25).				
1920	Due From		10,721.30	
5000-30	Salaries			9,446.40
5001-30	Salaries-Overtime			924.90
5020-30	Safety Incentive Bonus			350.00
<b>Total</b>			<b>10,721.30</b>	<b>10,721.30</b>
<b>Adjusting Journal Entries JE # 7</b>				
			<b>GL</b>	
To reclass equipment repairs below scope from equipment rental expense account.				
5600-30	Equipment Repair		87.75	
5505-30	Equipment Rental			87.75
<b>Total</b>			<b>87.75</b>	<b>87.75</b>
<b>Adjusting Journal Entries JE # 8</b>				
			<b>H-01</b>	
To record Caterpillar Capital Lease & asset and interfund loan from General.				
1730	General Plant Equipment		84,298.97	
1920	Due From		84,298.98	
2251	Caterpillar Note Payable (Backhoe)		23,531.69	
2251	Caterpillar Note Payable (Backhoe)		23,531.69	
5808-30	Interest Expense		5,282.16	
5808-30	Interest Expense		5,282.18	
1920	Due From			23,531.69
2251	Caterpillar Note Payable (Backhoe)			168,597.95
4950-30	Int. Income- Interfund Loan			5,282.18
5505-30	Equipment Rental			28,813.85
<b>Total</b>			<b>226,225.67</b>	<b>226,225.67</b>

Client: **137474.01 - City of Newton**  
Engagement: **2025 - City of Newton**  
Period Ending: **4/30/2025**  
Trial Balance: **TB-03 - Electric**  
Workpaper: **AJE-03 - Adjusting Journal Entries Report - Electric**

Account	Description	W/P Ref	Debit	Credit
<b>Adjusting Journal Entries JE # 9</b>		<b>F-06</b>		
Reclassify capital expenditures.				
1710	Distribution Plant		33,831.94	
1710	Distribution Plant		139,649.71	
1710	Distribution Plant		171,094.46	
1750	Construction in Process		6,662.03	
1750	Construction in Process		9,214.83	
5410-30	Engineering			49,708.80
5640-30	System Repair			139,649.71
5800-30	System Improvements			171,094.46
<b>Total</b>			<b>360,452.97</b>	<b>360,452.97</b>
<b>Adjusting Journal Entries JE # 10</b>		<b>H-01</b>		
Reclassify current portion of long-term debt.				
2251	Caterpillar Note Payable (Backhoe)		46,373.02	
2252	Current Portion Loan Payable			46,373.02
<b>Total</b>			<b>46,373.02</b>	<b>46,373.02</b>

Client: **137474.01 - City of Newton**  
Engagement: **2025 - City of Newton**  
Period Ending: **4/30/2025**  
Trial Balance: **TB-04 - Water**  
Workpaper: **AJE-04 - Adjusting Journal Entries Report - Water**

Account	Description	W/P Ref	Debit	Credit
<b>Adjusting Journal Entries JE # 1</b>				
		<b>F-03</b>		
To adjust depreciation to actual and remove fully depreciated equipment.				
1765-40	Reserve for Depreciation		26,896.33	
5900-40	Depreciation Expense		21,461.09	
1730-40	Equipment			26,896.33
1765-40	Reserve for Depreciation			21,461.09
<b>Total</b>			<b>48,357.42</b>	<b>48,357.42</b>
<b>Adjusting Journal Entries JE # 2</b>				
		<b>GL</b>		
To reclass Accrued Payroll for 05/01/2025 payment (REVERSE on 05/01/25).				
1920-40	Due From		7,878.75	
5000-40	Salaries-Plant			7,259.21
5001-40	Salaries-Overtime Plant			419.54
5020-40	Safety Incentive Bonus			200.00
<b>Total</b>			<b>7,878.75</b>	<b>7,878.75</b>
<b>Adjusting Journal Entries JE # 3</b>				
		<b>O-01</b>		
To reclass interfund loan interest on John Deere Credit agreement.				
5808-40	Interest Expense		887.10	
5505-40	Equipment Rental			887.10
<b>Total</b>			<b>887.10</b>	<b>887.10</b>
<b>Adjusting Journal Entries JE # 4</b>				
		<b>H-10b.1, H-01</b>		
To record the purchase of a new Vac Truck and the Tax-Exempt Leasing Corp Capital Lease/Note.				
1730-40	Equipment		272,341.40	
2601-40	Due To Sewer		50,000.00	
2601-40	Due To Sewer			272,341.40
5505-40	Equipment Rental			50,000.00
<b>Total</b>			<b>322,341.40</b>	<b>322,341.40</b>
<b>Adjusting Journal Entries JE # 5</b>				
		<b>F-07</b>		
To reclassify capital expenditures.				
1755-40	Capital Improvement		19,817.50	
1755-40	Capital Improvement		43,408.50	
1755-40	Capital Improvement		89,718.00	
1760-40	Buildings & Improvements		22,566.25	
5247-40	Water Well Maintenance			89,718.00
5410-40	Engineering			19,817.50
5630-40	Building Repair			22,566.25
5640-40	System Repair			43,408.50
<b>Total</b>			<b>175,510.25</b>	<b>175,510.25</b>
<b>Adjusting Journal Entries JE # 6</b>				
		<b>F-07</b>		
To place CIP in service or record disposed assets.				
1755-40	Capital Improvement		19,817.50	
1760-40	Buildings & Improvements		22,500.00	
4770-40	Sale of Fixed Assets		3,696.00	
1800-41	Construction in Progress			46,013.50
<b>Total</b>			<b>46,013.50</b>	<b>46,013.50</b>



Client: **137474.01 - City of Newton**  
Engagement: **2025 - City of Newton**  
Period Ending: **4/30/2025**  
Trial Balance: **TB-05 - Waste Water**  
Workpaper: **AJE-05 - Adjusting Journal Entries Report - Waste Water**

Account	Description	W/P Ref	Debit	Credit
<b>Adjusting Journal Entries JE # 1</b>				
To record CY depreciation expense and to record fully depreciated equipment.				
1760-43	Reserve for Depreciation		8,201.93	
5900-43	Depreciation Expense		26,900.02	
1730-43	Equipment			8,201.93
1760-43	Reserve for Depreciation			26,900.02
<b>Total</b>			<b>35,101.95</b>	<b>35,101.95</b>
<b>Adjusting Journal Entries JE # 2</b>				
To reclass current portion of long-term debt.				
2251-43	Peoples State Bank - loan		92,197.32	
2253-43	John Deere Loan		13,367.50	
2255-43	Tax-Exempt Leasing Vac Truck Note		63,766.95	
2252-43	Current Portion Loan Payable			13,367.50
2252-43	Current Portion Loan Payable			63,766.95
2252-43	Current Portion Loan Payable			92,197.32
<b>Total</b>			<b>169,331.77</b>	<b>169,331.77</b>
<b>Adjusting Journal Entries JE # 3</b>				
To reclass Accrued Payroll for 05/01/2025 payment (REVERSE on 05/01/25).				
1920-43	Due from Water		7,535.95	
5000-43	Salaries			7,061.01
5001-43	Salaries-Overtime			224.94
5020-43	Safety Incentive Bonus			250.00
<b>Total</b>			<b>7,535.95</b>	<b>7,535.95</b>
<b>Adjusting Journal Entries JE # 4</b>				
To reclass interest expense reimbursement for John Deere Credit loan from Water Fund.				
4405-43	Miscellaneous Income		887.10	
5808-43	Interest Expense		1,774.21	
4012-43	Interest Income			887.10
5505-43	Equipment Rental			1,774.21
<b>Total</b>			<b>2,661.31</b>	<b>2,661.31</b>
<b>Adjusting Journal Entries JE # 5</b>				
To reclass Truck Decals for Vac Truck.				
5530-43	Tool Purchase		125.00	
5505-43	Equipment Rental			125.00
<b>Total</b>			<b>125.00</b>	<b>125.00</b>
<b>Adjusting Journal Entries JE # 6</b>				
To record the purchase of a new Vac Truck and the Tax-Exempt Leasing Corp Capital Lease/Note.				
1730-43	Equipment		262,744.85	
1920-43	Due from Water		272,341.40	
2255-43	Tax-Exempt Leasing Vac Truck Note		90,403.45	
1920-43	Due from Water			50,000.00
2255-43	Tax-Exempt Leasing Vac Truck Note			535,086.25
5505-43	Equipment Rental			40,403.45
<b>Total</b>			<b>625,489.70</b>	<b>625,489.70</b>

Client: **137474.01 - City of Newton**  
Engagement: **2025 - City of Newton**  
Period Ending: **4/30/2025**  
Trial Balance: **TB-05 - Waste Water**  
Workpaper: **AJE-05 - Adjusting Journal Entries Report - Waste Water**

Account	Description	W/P Ref	Debit	Credit
<b>Adjusting Journal Entries JE # 7</b>		<b>F-08</b>		
To reclassify capital expenditures.				
1730-43	Equipment		11,673.00	
1755-43	Capital Improvement		102,559.00	
5510-43	Vehicle Purchase			11,673.00
5800-43	System Improvements			102,559.00
<b>Total</b>			<b>114,232.00</b>	<b>114,232.00</b>
<b>Adjusting Journal Entries JE # 8</b>		<b>F-10 &amp; F-03</b>		
To record disposal of fixed assets.				
1760-43	Reserve for Depreciation		90,409.38	
4995-43	Proceeds from Sale of Fixed Assets		54,245.62	
1730-43	Equipment			144,655.00
<b>Total</b>			<b>144,655.00</b>	<b>144,655.00</b>

Client: **137474.01 - City of Newton**  
Engagement: **2025 - City of Newton**  
Period Ending: **4/30/2025**  
Trial Balance: **TB-06 - Health Insurance**  
Workpaper: **AJE-06 - Adjusting Journal Entries Report - Insurance**

Account	Description	W/P Ref	Debit	Credit
<b>Adjusting Journal Entries JE # 1</b>		<b>GL</b>		
To reclass Accrued Payroll for 05/01/2025 payment (REVERSE on 05/01/25).				
4101	Dependent Ins. Contribution		1,102.71	
4301	Dependent Dental Contribution		548.52	
2611	Due To/From General			1,651.23
<b>Total</b>			<b><u>1,651.23</u></b>	<b><u>1,651.23</u></b>
<b>Adjusting Journal Entries JE # 2</b>		<b>X-09</b>		
To reclass revenue posting error for reinsurance reimbursements.				
4403-60	Prescription Reimbursements		1,412.03	
4405	Reinsurance Reimbursements			1,412.03
<b>Total</b>			<b><u>1,412.03</u></b>	<b><u>1,412.03</u></b>

Client: **137474.01 - City of Newton**  
Engagement: **2025 - City of Newton**  
Period Ending: **4/30/2025**  
Trial Balance: **TB-01 - General**  
Workpaper: **GASB-01 - GASB 34 AJE Report - General (Total Governmental Fund Type)**

Account	Description	W/P Ref	Debit	Credit
<b>GASB 34 AJE JE # 1</b>				
			<b>F-02</b>	
To record beginning governmental fixed assets.				
1700	Land		1,091,549.59	
1705	Building & Improvements		4,374,197.27	
1710	Equipment, Furniture, & Fixtures		496,969.74	
1715	Infrastructure		3,751,572.13	
1720	Construction in Progress		23,551.52	
1795	Accumulated Depreciation			4,924,182.37
3000	Retained Earnings-General Fund			4,813,657.88
<b>Total</b>			<b>9,737,840.25</b>	<b>9,737,840.25</b>
<b>GASB 34 AJE JE # 2</b>				
			<b>F-02</b>	
To capitalize current year fixed asset additions.				
1705	Building & Improvements		167,155.53	
1710	Equipment, Furniture, & Fixtures		168,600.92	
1715	Infrastructure		1,088,558.90	
1700	Land			
1720	Construction in Progress			
3000	Retained Earnings-General Fund			1,082,502.30
5500-22	Equipment Purchase			84,298.97
5500-23	Equipment Purchase			7,722.48
5500-28	Equipment Purchase			70,217.20
5501-25	Playground Equipment Purchase			6,362.27
5560-22	Building Imp. & Additions			77,036.60
5560-27	Building Improvement/Purchases			96,175.53
<b>Total</b>			<b>1,424,315.35</b>	<b>1,424,315.35</b>
<b>GASB 34 AJE JE # 3</b>				
			<b>F-02</b>	
To dispose of fully depreciated equipment and asset disposals.				
1795	Accumulated Depreciation		8,450.00	
4770	Proceeds from Sale of Fixed Assets		23,551.52	
1710	Equipment, Furniture, & Fixtures			8,450.00
1720	Construction in Progress			23,551.52
<b>Total</b>			<b>32,001.52</b>	<b>32,001.52</b>
<b>GASB 34 AJE JE # 4</b>				
			<b>F-02</b>	
To record current year depreciation.				
9900-22	Depreciation-Streets & Alleys		110,586.81	
9900-23	Depreciation-Public Safety		37,389.14	
9900-25	Depreciation-Culture & Recreation		193,581.25	
9900-27	Depreciation-General Administration		28,185.39	
9900-56	Depreciation-Capital Development		42,211.39	
1795	Accumulated Depreciation			411,953.98
<b>Total</b>			<b>411,953.98</b>	<b>411,953.98</b>
<b>GASB 34 AJE JE # 5</b>				
			<b>H-01</b>	
To record beginning general government long-term debt balances for GASB 34 financial statement presentation.				
3000	Retained Earnings-General Fund		575,000.00	
2660-28	2010 Bonds Payable - LT			575,000.00
<b>Total</b>			<b>575,000.00</b>	<b>575,000.00</b>
<b>GASB 34 AJE JE # 6</b>				
			<b>H-01</b>	
To reclass current year debt payments for GASB 34 financial statement presentation.				
2660-28	2010 Bonds Payable - LT		135,000.00	
5712-28	Bond Principal Payment			135,000.00
<b>Total</b>			<b>135,000.00</b>	<b>135,000.00</b>

Client: **137474.01 - City of Newton**  
Engagement: **2025 - City of Newton**  
Period Ending: **4/30/2025**  
Trial Balance: **TB-01 - General**  
Workpaper: **GASB-01 - GASB 34 AJE Report - General (Total Governmental Fund Type)**

Account	Description	W/P Ref	Debit	Credit
<b>GASB 34 AJE JE # 7</b>				
		<b>H-01</b>		
To reclass the current portion of general government long-term debt for GASB 34 financial statement reporting purposes.				
2660-28	2010 Bonds Payable - LT		145,000.00	
2661-28	2010 Bonds Payable - Current Portion			145,000.00
<b>Total</b>			<b>145,000.00</b>	<b>145,000.00</b>
<b>GASB 34 AJE JE # 8</b>				
		<b>H-01 tab Deferred Outflow</b>		
To record beginning balance of deferred outflows for GASB 34 financial statement presentation purposes.				
1800	Deferred Outflows of Advance Refunding of Bonds		26,224.79	
1801	Unamortized Bond Premium, Net			415.31
3000	Retained Earnings-General Fund			25,809.48
<b>Total</b>			<b>26,224.79</b>	<b>26,224.79</b>
<b>GASB 34 AJE JE # 9</b>				
		<b>H-01</b>		
To record current year amortization of deferred outflows for GASB 34 financial statement presentation purposes.				
1801	Unamortized Bond Premium, Net		146.57	
5711-28	Bond Interest		9,255.81	
1800	Deferred Outflows of Advance Refunding of Bonds			9,255.81
4001-10	Premium on Bond Issue			146.57
<b>Total</b>			<b>9,402.38</b>	<b>9,402.38</b>
<b>GASB 34 AJE JE # 10</b>				
		<b>06-08</b>		
To record beginning activity from the Health Insurance fund for financial statement reporting purposes. (Entry A)				
1210	M'Mkt - General Fund (3 month Working Capital)		421,420.00	
3000	Retained Earnings-General Fund			421,420.00
<b>Total</b>			<b>421,420.00</b>	<b>421,420.00</b>
<b>GASB 34 AJE JE # 11</b>				
		<b>06-08</b>		
To record beginning balance from the Electric Fund for financial statement reporting purposes (Entry B)				
3000	Retained Earnings-General Fund		197,003.00	
2900	Interfund Loan - GASB Business Type			197,003.00
<b>Total</b>			<b>197,003.00</b>	<b>197,003.00</b>
<b>GASB 34 AJE JE # 12</b>				
		<b>06-08</b>		
To record current year Health Insurance Fund net activity for financial statement reporting purposes. (Entry C)				
1210	M'Mkt - General Fund (3 month Working Capital)		66,456.00	
1646	Due From Insurance			1,651.00
2900	Interfund Loan - GASB Business Type			27,501.00
4010	Int. Earned-Gen. Fund M-Market			9,224.00
5120-16	Group Insurance			
5120-22	Group Insurance			6,828.00
5120-23	Group Insurance			14,424.00
5120-25	Group Insurance			4,552.00
5120-27	Group Insurance			2,276.00
<b>Total</b>			<b>66,456.00</b>	<b>66,456.00</b>

Client: **137474.01 - City of Newton**  
Engagement: **2025 - City of Newton**  
Period Ending: **4/30/2025**  
Trial Balance: **TB-02 - Specials**  
Workpaper: **GASB-02 - GASB 34 AJE Report - Specials**

Account	Description	W/P Ref	Debit	Credit
<b>GASB 34 AJE</b>				
<b>GASB 34 AJE JE # 7</b>		<b>F-02</b>		
To reclassify capital expenditures for GASB reporting.				
53-3000-53	Fund Balance-MFT		131,271.56	
56-3000-56	Fund Balance-Capital Development		70,980.00	
57-3000-57	Fund Balance-TIF		880,250.74	
53-5720-53	Sidewalk Expense			131,271.56
56-7065-56	Community Development Capital Outlay			70,980.00
57-7065-57	Public Works & Improvements			880,250.74
<b>Total</b>			<b>1,082,502.30</b>	<b>1,082,502.30</b>
	<b>Total GASB 34 AJE</b>		<b>1,082,502.30</b>	<b>1,082,502.30</b>
	<b>Total All Journal Entries</b>		<b>1,082,502.30</b>	<b>1,082,502.30</b>

Client: **137474.01 - City of Newton**  
Engagement: **2025 - City of Newton**  
Period Ending: **4/30/2025**  
Trial Balance: **TB-03 - Electric**  
Workpaper: **GASB-03 - GASB 34 AJE Report - Electric (Total Business Type)**  
**Account Description W/P Ref Debit Credit**

**GASB 34 AJE**

**GASB 34 AJE JE # 2 06-08**

To record beginning balances from insurance for financial statement reporting purposes. (Entry A)

1920	Due From	197,003.00	
3000	Retained Earnings		197,003.00
<b>Total</b>		<b>197,003.00</b>	<b>197,003.00</b>

**GASB 34 AJE JE # 3 06-08**

To recurd current year health insurance activity for financial statement reporting purposes. (ENTRY B)

1920	Due From	27,501.00	
5120-30	Group Insurance		27,501.00
<b>Total</b>		<b>27,501.00</b>	<b>27,501.00</b>

<b>Total GASB 34 AJE</b>	<b>224,504.00</b>	<b>224,504.00</b>
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<b>Total All Journal Entries</b>	<b>224,504.00</b>	<b>224,504.00</b>
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