

VILLAGE OF BRIGHTON, ILLINOIS

ANNUAL FINANCIAL REPORT

YEAR ENDED JUNE 30, 2021

VILLAGE OF BRIGHTON, ILLINOIS

TABLE OF CONTENTS

	<u>PAGE</u>
INDEPENDENT AUDITOR'S OPINION	1-3
INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH <u>GOVERNMENT AUDITING STANDARDS</u>	4-5

BASIC FINANCIAL STATEMENTS:

Statement

Government-Wide Financial Statements --

A	Statement of Net Position	6
B	Statement of Activities	7

Fund Financial Statements --

C	Balance Sheet - Governmental Funds	8-9
D	Statement of Revenues, Expenditures, and Changes In Fund Balances - Governmental Funds	10-11
E	Statement of Net Position - Proprietary Fund	12
F	Statement of Revenues, Expenses, and Changes in Fund Balances - Proprietary Fund	13
G	Statement of Cash Flows - Proprietary Fund	14

NOTES TO BASIC FINANCIAL STATEMENTS	15-36
-------------------------------------	-------

REQUIRED SUPPLEMENTARY INFORMATION:

Schedule

1	Schedules of Revenues, Expenditures, and Changes In Fund Balance - Budget to Actual - Major Governmental Funds	37-41
2	Schedule of Changes in Net Pension Liability and Related Ratios	42
3	Schedule of Employer Contributions	43
4	Notes to Schedule of Contributions	44
5	Notes to Required Supplementary Information	45

SUPPLEMENTARY INFORMATION

6	Schedule of Revenues, Expenditures, and Changes In Fund Balance - General Fund	46
7	Schedule of Expenditures - Budget to Actual - General Fund	47
8	Combining Balance Sheet - Special Revenue Funds	48-49
9	Combining Schedule of Revenues, Expenditures, and Changes In Fund Balance - Budget to Actual - Special Revenue Funds	50-52
10	Schedule of Revenues, Expenditures, and Changes In Fund Balance - Budget to Actual - Street and Bridge	53
11	Schedule of Revenues, Expenditures, and Changes In Fund Balance - Budget to Actual - Tort Insurance	54
12	Schedule of Revenues, Expenditures, and Changes In Fund Balance - Budget to Actual - Audit	55
13	Schedule of Revenues, Expenditures, and Changes In Fund Balance - Budget to Actual - Civil Defense	56
14	Schedule of Revenues, Expenditures, and Changes In Fund Balance - Budget to Actual - Illinois Municipal Retirement	57
15	Schedule of Revenues, Expenditures, and Changes In Fund Balance - Budget to Actual - Motor Fuel Tax	58
16	Schedule of Revenues, Expenditures, and Changes In Fund Balance - Budget to Actual - Police	59
17	Schedule of Revenues, Expenditures, and Changes In Fund Balance - Budget to Actual - Parks and Recreation	60
18	Schedule of Revenues, Expenditures, and Changes In Fund Balance - Budget to Actual - Social Security	61
19	Schedule of Revenues, Expenditures, and Changes In Fund Balance - Budget to Actual - Unemployment Insurance	62
20	Schedule of Revenues, Expenditures, and Changes In Fund Balance - Budget to Actual - Business Tax District	63
21	Combining Balance Sheet - Enterprise Funds	64-65
22	Combining Schedule of Changes in Net Position - Enterprise Funds	66
23	Combining Schedule of Revenues and Expenditures - Enterprise Fund	67
24	Combining Schedule of Expenses - Enterprise Fund	68
25	Schedule of Assessed Valuation, Tax Rates, Extensions and Collections	69



LOY MILLER TALLEY, PC

Certified Public Accountants

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Independent Auditor's Opinion

October 28, 2021

The Honorable Mayor and Board of Trustees
Village of Brighton
Brighton, Illinois

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Village of Brighton, Illinois, as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the Village's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes 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 Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

#2 Crossroads Court
Alton, Illinois 62002
(618) 465-1196
Fax (618) 465-2900

100 S. State Street
Jerseyville, Illinois 62052
(618) 498-6246
Fax (618) 498-3384
www.lmtcpas.com

1105 Main Street
Greenfield, Illinois 62044
(217) 368-3011
Fax (217) 368-2424

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Village of Brighton, Illinois, as of June 30, 2021, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the budgetary comparison, IMRF Schedules of Changes in Net Pension Liability, and notes to the required supplementary information on pages 37-45 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Management has omitted the management discussion and analysis that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. Our opinion on the basic financial statements is not affected by this missing information.

Other Information

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise the Village of Brighton, Illinois' basic financial statements. The combining and individual nonmajor fund and enterprise fund financial statements, and the schedule of assessed valuations, rates, extensions, and collections are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual nonmajor fund and enterprise fund financial statements, schedule of assessed valuations, rates, extensions, and collections, 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. Such 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 combining and individual nonmajor and enterprise fund financial statements, and the schedule of assessed valuations, rates, extensions, and collections, are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with Government Auditing Standards, we have also issued our report dated October 28, 2021, on our consideration of the Village of Brighton, Illinois' internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the Village of Brighton, Illinois' internal control over financial reporting and compliance.

Loy Miller Talley, PC

Certified Public Accountants
Alton, Illinois



LOY MILLER TALLEY, PC

Certified Public Accountants

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Independent Auditor's Report on Internal Control Over
Financial Reporting and on Compliance and Other Matters
Based on an Audit of Financial Statements Performed in
Accordance with *Government Auditing Standards*

October 28, 2021

The Honorable Mayor and Board of Trustees
Village of Brighton
Brighton, Illinois

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Village of Brighton, Illinois, as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the Village of Brighton, Illinois's basic financial statements, and have issued our report thereon dated October 28, 2021.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Village of Brighton, Illinois's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing an opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Village of Brighton, Illinois's internal control. Accordingly, we do not express an opinion on the effectiveness of Village of Brighton, Illinois's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

#2 Crossroads Court
Alton, Illinois 62002
(618) 465-1196
Fax (618) 465-2900

100 S. State Street
Jerseyville, Illinois 62052
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Fax (618) 498-3384
www.lmtcpas.com

1105 Main Street
Greenfield, Illinois 62044
(217) 368-3011
Fax (217) 368-2424

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Village of Brighton, Illinois's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Loy Miller Talley, PC

Certified Public Accountants
Alton, Illinois

VILLAGE OF BRIGHTON, ILLINOISSTATEMENT OF NET POSITION
JUNE 30, 2021

	Primary Government		
	Governmental	Business	
	Activities	Type	Total
	Activities	Activities	
ASSETS AND DEFERRED OUTFLOWS OF RESOURCES:			
Current Assets:			
Cash and Cash Equivalents	\$ 1,639,394	\$ 413,632	\$ 2,053,026
Investments - Time Certificates	-	1,130,798	1,130,798
Property Tax Receivable	275,278	-	275,278
Accounts Receivable and Unbilled Water Usage (Net of Allowance for Uncollectible Accounts)	-	221,677	221,677
Prepaid Expenses	12,128	13,843	25,971
Due from Governmental Funds	-	287,154	287,154
Due from Proprietary Funds	13,686	-	13,686
Due from Governmental Agencies	105,775	-	105,775
Total Current Assets	\$ 2,046,261	\$ 2,067,104	\$ 4,113,365
Non-Current Assets:			
Capital Assets, Net of Accumulated Depreciation	\$ 2,091,815	\$ 7,719,589	\$ 9,811,404
Net Pension Asset	115,448	38,483	153,931
Total Non-Current Assets	\$ 2,207,263	\$ 7,758,072	\$ 9,965,335
Total Assets	\$ 4,253,524	\$ 9,825,176	\$ 14,078,700
Deferred Outflows of Resources:			
Deferred Outflows Related to Pension Liability	\$ 85,307	\$ 28,436	\$ 113,743
Total Deferred Outflows of Resources	\$ 85,307	\$ 28,436	\$ 113,743
Total Assets and Deferred Outflows of Resources	\$ 4,338,831	\$ 9,853,612	\$ 14,192,443
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND NET POSITION:			
Current Liabilities:			
Bank Overdraft	\$ 33,623	\$ 252,800	\$ 286,423
Accounts Payable	15,873	15,739	31,612
Customers' Deposits	-	121,655	121,655
Accrued Expenses and Other Payables	4,317	2,969	7,286
Due to Governmental Funds	-	13,686	13,686
Due to Proprietary Funds	287,154	-	287,154
Long-Term Liabilities Due Within One Year	184,656	170,086	354,742
Total Current Liabilities	\$ 525,623	\$ 576,935	\$ 1,102,558
Long-Term Liabilities			
Loan Payable	\$ 340,052	\$ 1,791,630	\$ 2,131,682
General Tax Obligation (Note)	205,900	-	205,900
Total Long-Term Liabilities	\$ 545,952	\$ 1,791,630	\$ 2,337,582
Deferred Inflows of Resources:			
Property Taxes	\$ 275,278	-	\$ 275,278
Deferred Inflows Related to Pension Liability	279,611	93,204	372,815
Total Deferred Inflows of Resources	\$ 554,889	\$ 93,204	\$ 648,093
NET POSITION:			
Invested in Capital Assets, Net of Related Debt	\$ 1,361,207	\$ 5,757,873	\$ 7,119,080
Restricted	967,149	692,493	1,659,642
Unrestricted	384,011	941,477	1,325,488
Total Net Position	\$ 2,712,367	\$ 7,391,843	\$ 10,104,210
Total Liabilities, Deferred Inflows of Resources And Net Position	\$ 4,338,831	\$ 9,853,612	\$ 14,192,443

VILLAGE OF BRIGHTON, ILLINOISSTATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

Functions/Programs	Program Revenues		Charges for Services		Capital Grants and Contributions		Governmental Activities		Business-Type Activities		Net (Expense) Revenue and Changes in Net Position	
	Expenses		Total		Total		Primary Government		Total			
PRIMARY GOVERNMENT:												
Governmental Activities --												
General Government	\$ 560,832						\$ (560,832)				\$ (560,832)	
Public Safety	335,602	\$ 23,797					(311,805)				(311,805)	
Streets and Highways	106,947	-					(106,947)				(106,947)	
Welfare	69,968	-					(69,968)				(69,968)	
Recreation	44,656	-					(44,656)				(44,656)	
Total Governmental Activities	\$ 1,118,005	\$ 23,797					\$ (1,094,208)				\$ (1,094,208)	
Business-Type Activities --												
Water	\$ 1,350,374	\$ 1,076,256							\$ (274,118)		\$ (274,118)	
Sewer	333,143	282,496							(50,647)		(50,647)	
Total Business-Type Activities	\$ 1,683,517	\$ 1,358,752							\$ (324,765)		\$ (324,765)	
Total Primary Government	\$ 2,801,522	\$ 1,382,549					\$ (1,094,208)		\$ (324,765)		\$ (1,418,973)	
GENERAL REVENUES:												
Property Taxes							\$ 297,063				\$ 297,063	
Intergovernmental							861,373				861,373	
Interest Income							508		\$ 11,641		12,149	
Transfers							101,474		(101,474)		-	
Loss on Pension Fund							-		(20,874)		(20,874)	
Gain on Sale of Assets							-		2,500		2,500	
Miscellaneous							248,563		-		248,563	
Total General Revenues and Transfers							\$ 1,508,981		\$ (108,207)		\$ 1,400,774	
CHANGE IN NET POSITION							\$ 414,773		\$ (432,972)		\$ (18,199)	
NET POSITION, BEGINNING OF YEAR												10,122,409
NET POSITION, END OF YEAR												\$ 10,104,210

See Accompanying Notes to the Basic Financial Statements.

VILLAGE OF BRIGHTON, ILLINOISBALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2021

	General Fund	Business Tax District	Street & Bridge	Tort Insurance	Parks & Recreation	Other Governmental Funds	Total Governmental Funds
ASSETS							
Cash	\$ 915,611	\$ 21,340	\$ 82,297	\$ 78,638	\$ 35,438	\$ 506,070	\$ 1,639,394
Property Tax Receivable	83,462	-	14,041	38,954	21,244	117,577	275,278
Prepaid Expenses	-	-	-	12,128	-	-	12,128
Due from Governmental Agencies	98,209	-	-	-	-	7,566	105,775
Due from Water Fund	13,686	-	-	-	-	-	13,686
Due from General Fund	-	-	-	-	-	13,044	13,044
Due from Special Revenue Funds	552,076	-	221	-	1,459	7,118	560,874
Total Assets	\$ 1,663,044	\$ 21,340	\$ 96,559	\$ 129,720	\$ 58,141	\$ 651,375	\$ 2,620,179

**LIABILITIES, DEFERRED INFLOWS OF
RESOURCES AND FUND BALANCE**

LIABILITIES:							
Bank Overdraft	\$ 3,810				\$ 12,010	\$ 33,623	\$ 33,623
Accounts Payable	4,201				-	53	15,873
Accrued Expenses	275,903	\$ 439			413	116	4,317
Due to Water Fund	13,044	1,855			387	10,399	287,154
Due to Special Revenue Funds	-	308,502	\$ 7	26,897	105,217	6,556	21,842
Due to General Fund	296,958	-	\$ 310,796	\$ 26,897	\$ 118,027	111,460	552,076
Total Liabilities	\$ 296,958	\$ -	\$ 310,796	\$ 26,897	\$ 118,027	\$ 162,207	\$ 914,885
DEFERRED INFLOW OF RESOURCES:							
Property Taxes	\$ 83,462	\$ -	\$ 14,041	\$ 38,954	\$ 21,244	\$ 117,577	\$ 275,278
Total Deferred Inflow of Resources	\$ 83,462	\$ -	\$ 14,041	\$ 38,954	\$ 21,244	\$ 117,577	\$ 275,278
FUND BALANCE:							
Nonspendable	\$ 552,076			\$ 12,128			\$ 564,204
Restricted	-	\$ 21,340		51,741		\$ 359,322	432,403
Assigned	-	-		-		49,398	49,398
Unassigned	730,548	-	\$ (228,278)	-	\$ (81,130)	(37,129)	384,011
Total Fund Balance	\$ 1,282,624	\$ 21,340	\$ (228,278)	\$ 63,869	\$ (81,130)	\$ 371,591	\$ 1,430,016

(Continued on next page)

See Accompanying Notes to the Basic Financial Statements.

VILLAGE OF BRIGHTON, ILLINOIS

BALANCE SHEET
GOVERNMENTAL FUNDS (CONTINUED)
JUNE 30, 2021

	General Fund	Business Tax District	Street & Bridge	Tort Insurance	Parks & Recreation	Other Governmental Funds	Total Governmental Funds
	\$ 1,663,044	\$ 21,340	\$ 96,559	\$ 129,720	\$ 58,141	\$ 651,375	\$ 2,620,179

TOTAL LIABILITIES, DEFERRED INFLOWS OF
RESOURCES, AND FUND BALANCES

Reconciliation to Statement of Net Position:

Fund Balance

\$ 1,430,016

Amounts reported for governmental activities in the statement
of net position are different because:

Capital Assets used in governmental activities of \$4,329,923 net of
accumulated depreciation of \$2,238,108, are not financial
resources and, therefore, are not reported in the funds

2,091,815

Long-term liabilities, including government obligation notes payable, are not
due and payable in the current period and therefore are not reported in the
funds. Long-term liabilities at year-end consisted of:

General Obligation Note Payable
Capital Lease Payable
Loans Payable

(303,600)
(375,497)
(51,511)

Net pension obligation is not due and payable in the current period, therefore,
is not reported in governmental funds.

(78,856)

Net position of governmental activities

\$ 2,712,367

VILLAGE OF BRIGHTON, ILLINOISSTATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	General Fund	Business District Tax	Street & Bridge	Tort Insurance	Parks & Recreation	Other Governmental Funds	Total Governmental Funds
REVENUES:							
Property Taxes	\$ 81,360		\$ 42,467	\$ 42,703	\$ 20,728	\$ 109,805	\$ 297,063
Intergovernmental	593,614	84,700	-	-	-	183,059	861,373
Licenses and Permits	23,797	-	-	-	-	-	23,797
Interest Income	282	10	8	5	40	163	508
Other	201,031	6	167	507	42,227	4,625	248,563
Total Revenues	\$ 900,084	\$ 84,716	\$ 42,642	\$ 43,215	\$ 62,995	\$ 297,652	\$ 1,431,304
EXPENDITURES:							
Current:							
General Government	\$ 226,840	181		\$ 54,856		\$ 15,837	\$ 297,714
Public Safety	244,139	-		-		91,463	335,602
Streets & Highways	14,238	-	586	-		92,123	106,947
Welfare	27,379	-	-	-		42,589	69,968
Recreation	-	-	-	-	\$ 44,581	75	44,656
Total Expenditures	\$ 512,596	181	\$ 586	\$ 54,856	\$ 44,581	\$ 242,087	\$ 854,887
EXCESS (DEFICIT) OF REVENUES OVER (UNDER) EXPENDITURES	\$ 387,488	\$ 84,535	\$ 42,056	\$ (11,641)	\$ 18,414	\$ 55,565	\$ 576,417
OTHER FINANCING SOURCES (USES):							
Transfers In	\$ 111,989	30,521	836	3,525	22,037	2,729	171,637
Transfers Out	(56,123)	-	-	(1,052)	(4,084)	(8,905)	(70,164)
Principal Payments	(19,056)	(94,400)	(676)	-	(36,134)	(15,323)	(165,589)
Interest Payments	(2,709)	(13,688)	(74)	-	(7,940)	(751)	(25,162)
Total Other Financing Sources (Uses)	\$ 34,101	\$ (77,567)	\$ 86	\$ 2,473	\$ (26,121)	\$ (22,250)	\$ (89,278)
NET CHANGE IN FUND BALANCES	\$ 421,589	6,968	\$ 42,142	\$ (9,168)	\$ (7,707)	\$ 33,315	\$ 487,139
FUND BALANCES (DEFICIT), BEGINNING OF YEAR	861,035	14,372	(270,420)	73,037	(73,423)	338,276	947,877
FUND BALANCES (DEFICIT), END OF YEAR	\$ 1,282,624	\$ 21,340	\$ (228,278)	\$ 63,869	\$ (81,130)	\$ 371,591	\$ 1,430,016

(Continued on Next Page)
See Accompanying Notes to the Basic Financial Statements.

VILLAGE OF BRIGHTON, ILLINOIS

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - GOVERNMENTAL FUNDS (CONTINUED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

Reconciliation to the Statement of Activities:

Net Change in Fund Balance - Total Governmental Funds	\$ 487,139
Amounts reported for Governmental Activities in the Statement of Activities are different because:	
Governmental funds report capital outlays as expenditures while governmental activities report depreciation expense to allocate those expenditures over the life of the assets:	
Depreciation Expense	(180,656)
Capital asset purchases capitalized	5,323
Repayments of principal is an expenditure in the governmental funds but reduces the liability in the Statement of Net Position	165,589
Changes in net pension obligations are reported only in the Statement of Activities	(62,622)
Change in Net Position of Governmental Activities	\$ <u>414,773</u>

VILLAGE OF BRIGHTON, ILLINOISSTATEMENT OF NET POSITION
PROPRIETARY FUND
FOR THE YEAR ENDED JUNE 30, 2021

	Water And Sewer	Other Enterprise Fund	Total Enterprise Funds
ASSETS:			
Current Assets:			
Cash		\$ 413,632	\$ 413,632
Investments - Time Certificates	\$ 729,097	401,701	1,130,798
Accounts Receivable (Net of Allowance for Uncollectible Accounts)	130,706	-	130,706
Estimated Unbilled Water and Sewer Usage	90,971	-	90,971
Prepaid Expenses	13,843	-	13,843
Due from Governmental Funds	287,154	-	287,154
Due from Operation and Maintenance	-	8,985	8,985
Total Current Assets	\$ 1,251,771	\$ 824,318	\$ 2,076,089
Noncurrent Assets:			
Capital Assets, Net of Accumulated Depreciation	\$ 7,719,589		\$ 7,719,589
Net Pension Asset	38,483	\$ -	38,483
Total Noncurrent Assets	\$ 7,758,072	\$ -	\$ 7,758,072
Total Assets	\$ 9,009,843	\$ 824,318	\$ 9,834,161
Deferred Outflows of Resources:			
Deferred Outflows from Pension Contributions	\$ 28,436	\$ -	\$ 28,436
Total Deferred Outflows of Resources	\$ 28,436	\$ -	\$ 28,436
Total Assets and Deferred Outflows of Resources	\$ 9,038,279	\$ 824,318	\$ 9,862,597
LIABILITIES:			
Current Liabilities:			
Bank Overdraft	\$ 252,800		\$ 252,800
Accounts Payable	15,739		15,739
Accrued Expenses	2,969		2,969
Customers' Deposits	-	\$ 121,655	121,655
Due to Governmental Funds	13,686	-	13,686
Due to Other Proprietary Funds	8,985	-	8,985
Long-Term Liabilities Due Within One Year	170,086	-	170,086
Total Current Liabilities	\$ 464,265	\$ 121,655	\$ 585,920
Long-Term Liabilities:			
Long-Term Liabilities Due In More Than One Year	\$ 1,791,630	\$ -	\$ 1,791,630
Total Long-Term Liabilities	\$ 1,791,630	\$ -	\$ 1,791,630
Deferred Inflows of Resources:			
Deferred Inflows of Pension Contributions	\$ 93,204	\$ -	\$ 93,204
Total Deferred Inflows of Resources	\$ 93,204	\$ -	\$ 93,204
Total Liabilities and Deferred Inflows of Resources	\$ 2,349,099	\$ 121,655	\$ 2,470,754
NET POSITION:			
Invested in Capital Assets, Net of Related Debt	\$ 5,757,873		\$ 5,757,873
Restricted	-	\$ 692,493	692,493
Unrestricted Net Position	931,307	10,170	941,477
Total Net Position	\$ 6,689,180	\$ 702,663	\$ 7,391,843

VILLAGE OF BRIGHTON, ILLINOISSTATEMENT OF REVENUES, EXPENSES, AND
CHANGES IN FUND NET POSITION - PROPRIETARY FUND
FOR THE YEAR ENDED JUNE 30, 2021

	Water and Sewer	Other Enterprise Fund	Total Enterprise Funds
OPERATING REVENUES:			
Sales of Water	\$ 1,039,339		\$ 1,039,339
Bulk Water Sales	672		672
Sewer Charges	282,364		282,364
Connection Charges	3,075		3,075
Late Penalties	22,646		22,646
Miscellaneous	10,656	\$ -	10,656
Total Operating Revenues	\$ 1,358,752	\$ -	\$ 1,358,752
OPERATING EXPENSES:			
Water Purchased	\$ 473,699		\$ 473,699
Salaries	288,803		288,803
Payroll Taxes	10,326		10,326
Repairs and Supplies	86,525		86,525
Insurance	36,092		36,092
Office Supplies and Expenses	21,442		21,442
Fuel	10,498		10,498
Miscellaneous	8,983		8,983
Legal & Accounting Fees	23,194		23,194
Engineering	7,527		7,527
Rent	60,000		60,000
Depreciation	293,252		293,252
Pension Expense	8,975		8,975
Service Contracts	306,997	\$ -	306,997
Total Operating Expenses	\$ 1,636,313	\$ -	\$ 1,636,313
OPERATING INCOME (LOSS)	\$ (277,561)	\$ -	\$ (277,561)
NON-OPERATING REVENUES (EXPENSES):			
Interest Income	\$ 10,402	\$ 1,239	\$ 11,641
Interest Expense	(47,204)	-	(47,204)
Total Non-Operating Revenue (Expenses)	\$ (36,802)	\$ 1,239	\$ (35,563)
NET INCOME (LOSS) BEFORE OTHER FINANCING SOURCES	\$ (314,363)	\$ 1,239	\$ (313,124)
OTHER FINANCING SOURCES (USES):			
Loss on Pension Fund	\$ (20,874)		\$ (20,874)
Gain on Sale of Assets	2,500		2,500
Transfers In	289,094	\$ 133,475	422,569
Transfers (Out)	(192,510)	(331,533)	(524,043)
Total Other Financing Sources (Uses)	\$ 78,210	\$ (198,058)	\$ (119,848)
CHANGE IN NET POSITION	\$ (236,153)	\$ (196,819)	\$ (432,972)
TOTAL FUND NET POSITION, BEGINNING	6,925,333	899,482	7,824,815
TOTAL FUND NET POSITION, ENDING	\$ 6,689,180	\$ 702,663	\$ 7,391,843

See Accompanying Notes to the Basic Financial Statements.

VILLAGE OF BRIGHTON, ILLINOISSTATEMENT OF CASH FLOWS
PROPRIETARY FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	Water and Sewer	Other Enterprise Funds	Total Enterprise Fund
CASH FLOWS FROM OPERATING ACTIVITIES:			
Receipts from Customers	\$ 1,390,349	\$ 4,013	\$ 1,394,362
Payments for Goods and Services	<u>(1,345,666)</u>	<u>-</u>	<u>(1,345,666)</u>
Net Cash Provided by Operating Activities	\$ 44,683	\$ 4,013	\$ 48,696
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:			
(Decrease) Increase in Due To/From Other Funds	\$ (298,338)	\$ 14,395	\$ (283,943)
Net Transfers In (Out)	<u>96,584</u>	<u>(198,058)</u>	<u>(101,474)</u>
Net Cash (Used) by Noncapital Financing Activities	\$ (201,754)	\$ (183,663)	\$ (385,417)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:			
Capital Asset Acquisitions	\$ (15,541)		\$ (15,541)
Proceeds from Sale of Assets	2,500		2,500
Principal Paid on Bonds and Loans	(97,885)		(97,885)
Interest Paid on Bonds and Loans	<u>(47,204)</u>	<u>\$ -</u>	<u>(47,204)</u>
Net Cash (Used) by Capital and Related Financing Activities	\$ (158,130)	\$ -	\$ (158,130)
CASH FLOWS FROM INVESTING ACTIVITIES:			
Investment Income	\$ 411	\$ 38	\$ 449
Net Cash Provided by Investing Activities	\$ 411	\$ 38	\$ 449
NET (DECREASE) IN CASH AND CASH EQUIVALENTS	\$ (314,790)	\$ (179,612)	\$ (494,402)
BALANCE, BEGINNING OF YEAR	<u>61,990</u>	<u>593,244</u>	<u>655,234</u>
BALANCE, END OF YEAR	<u>\$ (252,800)</u>	<u>\$ 413,632</u>	<u>\$ 160,832</u>
RECONCILIATION OF OPERATING INCOME			
TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:			
Operating Income (Loss)	\$ (277,561)		\$ (277,561)
Adjustments to Reconcile Operating Income to			
Net Cash Provided (Used) by Operating Activities:			
Depreciation Expense	293,252		293,252
Decrease Accounts Receivable	33,806		33,806
(Increase) Unbilled Water and Sewer	(2,209)		(2,209)
Increase Customers' Deposits	-	\$ 4,013	4,013
(Decrease) in Accrued Wages	(1,651)	-	(1,651)
(Decrease) Accounts Payable	<u>(954)</u>	<u>-</u>	<u>(954)</u>
Net Cash Provided by Operating Activities	\$ 44,683	\$ 4,013	\$ 48,696

See Accompanying Notes to the Basic Financial Statements.

VILLAGE OF BRIGHTON, ILLINOIS

NOTES TO BASIC FINANCIAL STATEMENTS JUNE 30, 2021

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of the Village of Brighton, Illinois conform to accounting principles generally accepted in the United States of America as applicable to governmental units. Generally accepted accounting principles include all relevant Governmental Accounting Standards Board (GASB) pronouncements. In the government-wide financial statements and the fund financial statements for the proprietary funds, Financial Accounting Standards Board (FASB) pronouncements and Accounting Principles Board (APB) opinions issued on or before November 30, 1989, have been applied, unless those pronouncements conflict with or contradict GASB pronouncements, in which case GASB prevails.

1.A Financial Reporting Entity

As the governing authority, for reporting purposes, the Village is considered a separate financial reporting entity. The financial reporting entity consists of (a) the primary government (the Village), (b) organizations for which the primary government is financially accountable, and (c) other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

Governmental Accounting Standards Board (GASB) Statement No. 14 established criteria for determining which component units should be considered part of the Village for financial reporting purposes. The basic criterion for including a potential component unit within the reporting entity is financial accountability. The GASB has set forth criteria to be considered in determining financial accountability. This criteria includes, but is not limited to, the Village appointing a voting majority of an organization's governing body, financial interdependency and accountability for fiscal matters.

Based upon application of these criteria, the Village of Brighton is not aware of any outside agencies that should be considered for inclusion as a component unit of the Village. In addition, the Village of Brighton is not aware of any entity which would exercise such oversight as to result in the Village being considered a component unit of the entity.

1.B Basis of Presentation

Government-Wide Financial Statements --

The Statement of Net Position and Statement of Activities display information about the reporting government as a whole. The statements distinguish between governmental and business-type activities. Governmental activities generally are financed through taxes, intergovernmental revenues, and other non-exchange revenues. Business-type activities are financed in whole or in part by fees charged to external parties for goods or services.

VILLAGE OF BRIGHTON, ILLINOIS

NOTES TO BASIC FINANCIAL STATEMENTS JUNE 30, 2021

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

1.B Basis of Presentation (Continued)

Government-Wide Financial Statements -- (Continued)

Fund financial statements of the reporting entity are organized into funds, each of which is considered to be a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts that constitutes its assets, liabilities, fund equity, revenues, and expenditures/expenses. Funds are organized into two major categories: governmental and proprietary. The Village presently has no fiduciary funds. An emphasis is placed on major funds within the governmental and proprietary categories. A fund is considered major if it is the primary operating fund of the Village or meets the following criteria:

- a) Total assets, liabilities, revenues, or expenditures/expenses of that individual governmental or enterprise fund are at least 10 percent of the corresponding total for all funds of that category or type, and
- b) Total assets, liabilities, revenues, or expenditures/expenses of the individual governmental fund or enterprise fund are at least 5 percent of the corresponding total for all governmental and enterprise funds combined.

Major Funds consist of:

Governmental Funds --

- a) General Fund -- The General Fund is the primary operating fund of the Village and always classified as a major fund. It is used to account for all activities except those legally or administratively required to be accounted for in other funds.
- b) Special Revenue Funds -- Special Revenue Funds are used to account for the proceeds of the specific revenue sources that are either legally restricted to expenditures for specified purpose or designated to finance particular functions or activities of the Village.

<u>Fund</u>	<u>Brief Description</u>
Business District Tax	Accounts for revenues and restricted expenditures generated by businesses within the limits of the business district.
Street & Bridge	Accounts for street operation and maintenance within the Village.
Tort Insurance	Accounts for general insurance coverage for the Village.
Parks & Recreation	Accounts for general park and recreational activity and maintenance within the Village.

VILLAGE OF BRIGHTON, ILLINOIS

NOTES TO BASIC FINANCIAL STATEMENTS JUNE 30, 2021

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

1.B Basis of Presentation (Continued)

Proprietary Funds --

- a) Enterprise Funds -- Enterprise Funds are used to account for business-like activities provided to the general public. These activities are financed primarily by user charges, and the measurement of financial activity focuses on net income measurement. The Village includes the following Enterprise Funds, all of which are reported as major funds:

<u>Fund</u>	<u>Brief Description</u>
Water	Accounts for the activities of the public trust in providing water services to the public.
Sewer	Accounts for the activities of the public trust in providing sewer services to the public.

1.C Fund Balance Reporting

Effective May 1, 2011, the Village adopted the provisions of GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*. The objective of the statement is to enhance the usefulness of fund balance information by providing clearer fund balance classifications that can be more consistently applied and by clarifying the existing governmental fund type definitions. Fund balances are to be classified into the five major classifications:

Nonspendable Fund Balance -- The nonspendable fund balance classification includes amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact. The "not in spendable form" criterion includes items that are not expected to be converted to cash, for example inventories and prepaid amounts. The Village had \$564,204 of nonspendable funds at June 30, 2021.

Restricted Fund Balance -- The restricted fund balance classification refers to amounts that are subject to outside restrictions, not controlled by the entity. Things such as restrictions imposed by creditors, grantors, contributors, or laws and regulations of other governments, or imposed by law through constitutional provisions or enabling legislation. Special Revenue Funds are by definition restricted for those specified purposes. The Village had restricted funds for proceeds in excess of expenditures from property tax levies, sales tax revenues and motor fuel taxes of \$432,403 at June 30, 2021.

Committed Fund Balance -- The committed fund balance classification refers to amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the government's highest level of decision making authority. Those committed amounts cannot be used for any other purpose unless the government removes or changes the specified use by taking the same type of formal action it employed to previously commit those amounts.

VILLAGE OF BRIGHTON, ILLINOIS

NOTES TO BASIC FINANCIAL STATEMENTS

JUNE 30, 2021

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

1.C Fund Balance Reporting (Continued)

The Village commits fund balance by making motions or passing resolutions to adopt policy or to approve contracts. Committed fund balance also incorporates contractual obligations to the extent that existing resources in the fund have been specifically committed for use in satisfying those contractual requirements. No committed fund balance exists at June 30, 2021.

Assigned Fund Balance -- The assigned fund balance classification refers to amounts that are constrained by the government's intent to be used for a specific purpose, but are neither restricted or committed. Intent may be expressed by the Village Trustees or by the Mayor when the Village Trustees have delegated the authority to assign amounts to be used for specific purposes. The Village had \$49,398 of assigned fund balances as of June 30, 2021.

Unassigned Fund Balance -- The unassigned fund balance classification is the residual classification for amounts in the General Fund and Non-Major Governmental Funds for amounts that have not been restricted, committed, or assigned to specific purposes within the General Funds.

For the purposes of fund balance classification, the Village's policy is to have expenditures spent from the restricted fund balances first, followed in order by committed fund balance (if any), assigned fund balance (if any) and last unassigned fund balance.

1.D Measurement Focus and Basis of Accounting

Measurement focus is a term used to describe "how" transactions are recorded within the various financial statements. Basis of accounting refers to "when" transactions are recorded regardless of the measurement focus applied.

Measurement Focus --

In the government-wide Statement of Net Position and the Statement of Activities, both governmental and business-like activities are presented using the economic resources measurement focus, within the limitations of the accrual basis of accounting, as defined in item "b" below.

In the fund financial statements, the "current financial resources" measurement focus or the "economic resources" measurement focus, as applied to the accrual basis of accounting is used as appropriate:

- a) All governmental funds utilize a "current financial resources" measurement focus. Only current financial assets and liabilities are generally included on their balance sheets. Their operating statements present sources and uses of available spendable financial resources during a given period. These funds use fund balance as their measure of available spendable financial resources at the end of the period.

VILLAGE OF BRIGHTON, ILLINOIS

NOTES TO BASIC FINANCIAL STATEMENTS JUNE 30, 2021

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

1.D Measurement Focus and Basis of Accounting (Continued)

- b) The proprietary fund utilizes an "economic resources" measurement focus. The accounting objectives of this measurement focus are the determination of operating income, changes in net position (or cost recovery), financial position, and cash flows. All assets and liabilities (whether current or noncurrent, financial or nonfinancial) associated with their activities are reported. Proprietary fund equity is classified as net position.

Basis of Accounting --

In the government-wide Statement of Net Position and Statement of Activities are presented using the economic resources measurement focus and the accrual basis of accounting. This basis recognizes all assets and all liabilities in the statement of net position. The accrual basis of accounting revenues are recognized when they are both measurable and available. Available means collectible within the current period or soon enough thereafter to pay current liabilities. The Village considers revenues to be available if they are collected within 30 days of the end of the fiscal year. Expenditures are recorded when the related fund liability is current.

The governmental fund financial statements are prepared using the current financial resources measurement focus and the accrual basis of accounting. Since the governmental fund financial statements are presented on a different basis of accounting than the government-wide statements' governmental column, reconciliations are presented on Statement "C" and Statement "D", which briefly explain the adjustments necessary to transform the fund based financial statements into the governmental column of the government-wide presentation.

Proprietary funds are presented in the financial statements on the accrual basis of accounting, similar to the basis used by government-wide statements and are accounted for on a flow of economic resources measurement focus. Under this basis, revenues are recognized in the accounting period when earned and expenses are recognized in the period they are incurred.

1.E Assets, Liabilities and Equity

Cash and Cash Equivalents --

For the purpose of financial reporting "cash and cash equivalents" includes all demand and savings accounts and certificates of deposit or short-term investments with an original maturity of three months or less. Trust account investments in open-ended mutual fund shares are also considered cash equivalents.

Investments --

Investments classified in the financial statements consist entirely of certificates of deposit whose original maturity term exceeds three months, and mutual funds. Certificates of deposit are carried at cost, and mutual funds are carried at market value which approximates fair value.

VILLAGE OF BRIGHTON, ILLINOIS

NOTES TO BASIC FINANCIAL STATEMENTS JUNE 30, 2021

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

1.E Assets, Liabilities and Equity (Continued)

Governmental Receivables --

Long-term receivables due to governmental funds are reported on their balance sheets, in spite of their spending measurements focus. Special reporting treatments are used to indicate; however, that they should not be considered "available spendable resources," since they do not represent net current assets. Recognition of governmental fund type revenues represented by noncurrent receivables is deferred until they become current receivables.

Capital Assets --

The Village's accounting treatment over property, plant, and equipment (capital assets) depends on whether the assets are used in governmental fund operations or proprietary fund operations and whether they are reported in the government-wide or fund financial statements.

a) Government-Wide Statements

In the government-wide financial statements, capital assets arising when the related fund liability is incurred are accounted for as assets in the Statement of Net Position. All capital assets are valued at historical cost, or estimated historical cost if actual is unavailable. Estimated historical cost was used to value the majority of the assets acquired prior to June 30, 2005.

Depreciation of all exhaustible capital assets arising from cash transactions is recorded as an allocated expense in the Statement of Activities, with accumulated depreciation reflected in the Statement of Net Position. Depreciation is provided over the assets' estimated useful lives using the straight-line method of depreciation. A capitalization threshold of \$5,000 is used to report capital assets. The range of estimated useful lives by type of asset is as follows:

Buildings	40-50 Years
Improvements other than buildings	10-25 Years
Machinery, furniture, and equipment	3-20 Years
Utility Property and Improvements	10-50 Years
Infrastructure	25-50 Years

b) Fund Financial Statements

In the fund financial statements, capital assets arising when the related fund liability is current acquired for use in governmental fund operations are accounted for as capital outlay expenditures of the governmental fund upon acquisition. Capital assets acquired for use in proprietary fund operations are accounted for the same as in the government-wide statements.

VILLAGE OF BRIGHTON, ILLINOIS

NOTES TO BASIC FINANCIAL STATEMENTS JUNE 30, 2021

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

1.E Assets, Liabilities and Equity (Continued)

Long-Term Debt --

All long-term debt to be repaid from governmental and business-type resources is reported as liabilities in the government-wide statements.

Long-term debt arising from transactions of governmental funds is not reported as liabilities in the fund financial statements. The debt proceeds are reported as other financing sources and payment of principal and interest reported as expenditures. The accounting for proprietary funds is the same in the fund financial statements as the treatment in the government-wide statements.

Equity Classification --

a) Government-Wide Statements --

Equity is classified as net position and displayed in three components:

1. Net position invested in capital position, net of related debt -- Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvements of those assets.
2. Restricted net position -- Consists of net positions with constraints placed on the use either by (a) external groups such as creditors, grantors, contributors, or laws and regulations of other governments; or (b) law through constitutional provisions or enabling legislation.
3. Unrestricted net position -- All other net positions that do not meet the definition of "restricted" or "invested in capital assets, net of related debt".

b) Fund Financial Statements --

Governmental fund equity is classified as fund balance. Proprietary Fund Equity is classified the same as in the Government-Wide Statements.

1.F Deferred Outflows/Inflows of Resources

In addition to assets, the government-wide and fund financial statements will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position/fund balance that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until that time.

VILLAGE OF BRIGHTON, ILLINOIS

NOTES TO BASIC FINANCIAL STATEMENTS JUNE 30, 2021

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

1.F Deferred Outflows/Inflows of Resources (Continued)

In addition to liabilities, the government-wide and fund financial statements include a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position/fund balance that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time.

1.G Revenues, Expenditures and Expenses

Program Revenues --

In the Statement of Activities, modified cash basis revenues that are derived directly from each activity or from parties outside the Village's taxpayers are reported as program revenues. The Village has the following program revenues in each activity:

1. General Government -- Licenses and permits.
2. Public Safety -- Fine Revenue.
3. Streets and Public Works -- Commercial vehicle and gasoline excise tax shared by the State.
4. Culture and Recreation -- Rental income, library fees, recreation fees, concession sales, and specific donations.

All other governmental revenues are reported as general. All taxes are classified as general revenue even if restricted for a specific purpose.

Operating Revenue and Expenses --

Operating revenues and expenses for proprietary funds result from providing services and producing and delivering goods and/or services. They also include all revenues and expenses not related to capital and related financing, noncapital financing or investing activities.

1.H Internal and Interfund balance and Activities

In the process of aggregating the financial information for the government-wide Statement of Net Position and Statement of Activities, some amounts reported as interfund activity and balances in the fund financial statements have been eliminated or reclassified.

Fund Financial Statements --

Interfund activity, if any, within and among the governmental and proprietary fund categories is reported as follows in the fund financial statements:

1. Interfund Loans -- Amounts provided with a requirement for repayment are reported as interfund receivables and payables.
2. Interfund Services -- Sales or purchases of goods and services between funds are reported as revenues and expenditures/expenses.
3. Interfund Reimbursements -- Repayments from funds responsible for certain expenditures/expenses to the funds that initially paid for them are not reported as reimbursements but as adjustments to expenditures/expenses in the respective funds.
4. Interfund Transfers -- Flow of assets from one fund to another where repayment is not expected are reported as transfers in and out.

VILLAGE OF BRIGHTON, ILLINOIS

NOTES TO BASIC FINANCIAL STATEMENTS JUNE 30, 2021

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Government-Wide Financial Statements --

Interfund activity and balances, if any, are eliminated or reclassified in the government-wide financial statements as follows:

1. Internal Balances -- Amounts reported in the fund financial statements as interfund receivables and payables are eliminated in the governmental and business-type activities columns of the Statement of Net Position, except for the net residual amounts due between governmental and business-type activities, which are reported as Internal Balances.
2. Internal Activities -- Amounts reported as interfund transfers in the fund financial statements are eliminated in the government-wide Statement of Activities except for the net amount of transfers between governmental and business-type activities, which are reported as Transfers -- Internal Activities. The effects of interfund services between funds, if any, are not eliminated in the Statement of Activities.

1.I Use of Estimates

The preparation of financial statements requires management to make estimates and assumptions that affect certain reported amounts and disclosures (such as estimated useful lives in determining depreciation expense) at the date of the financial statements. Actual results could differ from these estimates.

NOTE 2. CASH AND INVESTMENTS

The following methods and assumptions were used by the Village in estimating the fair value of its financial instruments:

A. Cash and Cash Equivalents

The carrying amount reported in the Statement of Net Position for cash and cash equivalents approximates its fair value.

B. Investments

Fair values, which are the amounts reported in the Statements of Net Position, are based on quoted market prices, if available, or estimated using quoted market prices for similar securities.

Cash and investments as of June 30, 2021 are classified in the accompanying financial statements as follows:

Cash	\$ 1,766,603
Investments-Time Certificates	<u>1,130,798</u>
Total	<u>\$ 2,897,401</u>

The Village's investment policy allows investments in any type of security allowed for Illinois Statutes regarding the investment of Public Funds.

VILLAGE OF BRIGHTON, ILLINOIS

NOTES TO BASIC FINANCIAL STATEMENTS JUNE 30, 2021

NOTE 2. CASH AND INVESTMENTS (CONTINUED)

C. Interest Rate Risk

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. One of the ways that the Village manages its exposure to interest rate risk is by purchasing a combination of shorter term and longer term investments and by timing cash flows from maturities so that a portion of the portfolio is maturing or coming close to maturity evenly over time as necessary to provide the cash flow and liquidity needed for operations.

D. Credit Risk

Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligations to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization.

E. Custodial Credit Risk

Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an outside party. The custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to a transaction, a government will not be able to recover the value of its investment or collateral securities that are in the possession of another party. Of the Village's total cash and investments, \$0 was uninsured.

NOTE 3. PROPERTY TAXES

Property tax revenues are recorded on the "deferred method". Because of the extraordinarily long period of time between the levy date and the receipts of tax distributions from the County Collector, the property taxes are not "available" to finance current year expenditures. The current year tax levy is recorded as income when received.

The Village's property tax is levied each year on all taxable property located in the Village on or before the last Tuesday in December. Property taxes attach as an enforceable lien on property as of January 1 and are payable in two installments on or about September 1 and October 1. The Village receives significant distributions of tax receipts approximately one month after these due dates. Property taxes recorded in these financial statements are from the 2019 and prior tax levies.

The following are the tax rates limits permitted by State Statute and by local referendum and the actual rates levied per \$100 of assessed valuation:

		<u>Actual</u>	
	<u>Limit</u>	<u>2020 Levy</u>	<u>2019 Levy</u>
General Corporate	0.4375	0.26947	0.28678
Police	0.6000	0.06867	0.07306
Civil Defense	0.0500	0.03425	0.00485
IMRF	as needed	0.11005	0.12646
Audit	as needed	0.03144	0.03162
Parks and Recreation	0.0750	0.06867	0.07306
Tort Insurance	as needed	0.12577	0.15052
Social Security	as needed	0.13520	0.15105
Street and Bridge	0.0600	<u>0.05481</u>	<u>0.05831</u>
Total		<u>0.89833</u>	<u>0.95571</u>

VILLAGE OF BRIGHTON, ILLINOIS

NOTES TO BASIC FINANCIAL STATEMENTS JUNE 30, 2021

NOTE 4. INTERFUND RECEIVABLES AND PAYABLES

Summary of interfund receivables and payables for the year ended June 30, 2021, were as follows:

<u>Fund</u>	<u>Interfund Receivable</u>	<u>Interfund Payable</u>
General Fund --	\$ 565,762	\$ 288,947
Special Revenue Funds:		
Street & Bridge	221	310,796
Social Security	-	56,032
IMRF	-	60,652
Police	7,118	4,611
Motor Fuel	-	1,253
Unemployment Insurance	13,044	-
Park & Recreation	1,459	106,017
Tort	-	26,897
Civil Defense	-	23
Audit	-	5,844
Enterprise Fund --		
Water O & M	287,154	22,671
Water and Sewer Depreciation	3,985	-
Water and Sewer Surplus	5,000	-
TOTAL	\$ 883,743	\$ 883,743

The governmental fund interfund receivables and payables are due to bills being paid by the General Fund at times when the other funds may not have sufficient cash balances primarily. Insufficient cash balances are due to the timing of property tax revenue payments. The balances stated above are expected to be repaid when funds become available.

NOTE 5. INTERFUND TRANSFERS

Transfers between funds of the primary government for the year ended June 30, 2021, were as followings:

	<u>Transfers In</u>	<u>Transfers Out</u>
MAJOR FUNDS:		
General Fund	\$ 111,989	\$ 56,123
Business District Tax	30,521	-
Street & Bridge	836	-
Tort Insurance	3,525	1,052
Parks & Recreation	22,037	4,084
Water & Sewer	289,094	192,510
NONMAJOR FUNDS:		
Other Governmental Funds	2,729	8,905
Other Enterprise Funds	133,475	331,532
	\$ 594,206	\$ 594,206

All transfers were initiated for payments of normal operating expenditures including bills and payroll that were approved by the Board of Trustees.

VILLAGE OF BRIGHTON, ILLINOIS

NOTES TO BASIC FINANCIAL STATEMENTS JUNE 30, 2021

NOTE 6. CAPITAL ASSETS

A summary of changes in the value of the Village's capital assets for the year ended June 30, 2021 follows:

	Balance 7/1/2020	Increases	Decrease	Balance 6/30/2021
GOVERNMENTAL ACTIVITIES:				
Non-Depreciable --				
Land	\$ 154,300	\$ -	\$ -	\$ 154,300
Total Non-Depreciable	<u>\$ 154,300</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 154,300</u>
Depreciable Capital Assets --				
Buildings and Improvements	\$ 481,282			\$ 481,282
Land Improvements	1,563,139			1,563,139
Machinery and Equipment	2,125,879	\$ 5,323	\$ -	2,131,202
Total Depreciable Capital Assets	<u>\$ 4,170,300</u>	<u>\$ 5,323</u>	<u>\$ -</u>	<u>\$ 4,175,623</u>
Less Accumulated Depreciation for --				
Buildings and Improvements	\$ 386,647	\$ 8,240		\$ 394,887
Land Improvements	729,976	57,280		787,256
Machinery and Equipment	940,829	115,136	\$ -	1,055,965
Total Accumulated Depreciation	<u>\$ 2,057,452</u>	<u>\$ 180,656</u>	<u>\$ -</u>	<u>\$ 2,238,108</u>
Net Governmental Activities	<u>\$ 2,267,148</u>	<u>\$ (175,333)</u>	<u>\$ -</u>	<u>\$ 2,091,815</u>
BUSINESS-TYPE ACTIVITIES:				
Non-Depreciable --				
Land	\$ 34,378	\$ -	\$ -	\$ 34,378
Total Non-Depreciable	<u>\$ 34,378</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 34,378</u>
Capital Assets --				
Buildings	\$ 311,779			\$ 311,779
Equipment	948,322		\$ 17,209	931,113
Sewer Plant	5,735,306		-	5,735,306
Tanks & Pumping Station	1,112,556		-	1,112,556
Water System	6,338,689	\$ 15,541	-	6,354,230
Total Depreciable Capital Assets	<u>\$ 14,446,652</u>	<u>\$ 15,541</u>	<u>\$ 17,209</u>	<u>\$14,444,984</u>
Less Accumulated Depreciation for --				
Buildings	\$ 180,893	\$ 17,694		\$ 198,587
Equipment	763,011	37,386	\$ 17,209	783,188
Sewer Plant	3,243,139	107,365	-	3,350,504
Tanks & Pumping Station	589,273	19,437	-	608,710
Water System	1,707,414	111,370	-	1,818,784
Total Accumulated Depreciation	<u>\$ 6,483,730</u>	<u>\$ 293,252</u>	<u>\$ 17,209</u>	<u>\$ 6,759,773</u>
Net Business-Type Activities	<u>\$ 7,997,300</u>	<u>\$ (277,711)</u>	<u>\$ -</u>	<u>\$ 7,719,589</u>

Depreciation expense was charged to functions as follows in the Statement of Activities:

PRIMARY GOVERNMENT:

Governmental Activities --

 General Government

 Total

\$ 180,656

\$ 180,656

Business-Type Activities --

 Water

 Sewer

 Total

\$ 167,194

126,058

\$ 293,252

VILLAGE OF BRIGHTON, ILLINOIS

NOTES TO BASIC FINANCIAL STATEMENTS JUNE 30, 2021

NOTE 7. LONG-TERM DEBT

During the fiscal year ended June 30, 2020, the Village completed the construction of the Schneider Park Bathroom/Community Kitchen/Concession Stand and entered into a loan agreement with Carrollton Bank on February 13, 2020 for \$400,000 with an annual interest rate of 1.90% to be paid off with quarterly payments of \$11,018 beginning on May 13, 2020 with the final payment due on February 13, 2030. Certificate of Deposit #10010644 is held as collateral for the loan. Principal and interest payments of \$36,134 and \$7,940 respectively, were made during the fiscal year ended June 30, 2021. Below is a schedule of repayment:

<u>Date</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2022	\$ 37,614	\$ 6,458	\$ 44,072
2023	38,335	5,737	44,072
2024	39,069	5,003	44,072
2025	39,816	4,256	44,072
2026	40,578	3,494	44,072
Thereafter	<u>158,654</u>	<u>6,071</u>	<u>164,725</u>
	<u>\$ 354,066</u>	<u>\$ 31,019</u>	<u>\$ 385,085</u>

During the fiscal year ended June 30, 2013, the Village entered into a loan agreement with the Illinois Environmental Protection Agency. As of June 30, 2014, the Village had been advanced \$1,075,739. The agreement states the loan is for \$1,163,881 with an annual interest rate of 2.295%, payable semi-annually over a 20 year term. As part of the loan, a total of \$533,169 would be forgiven by the State of Illinois pursuant to principal forgiveness provisions included in the loan rules. Total principal payments of \$26,543 and interest payments of \$9,271 were made during the fiscal year ended June 30, 2021. The following is a schedule of repayment:

<u>Date</u>	
2022	\$ 35,814
2023	35,814
2024	35,814
2025	35,814
2026	35,814
2027-Thereafter	264,304
Less Imputed Interest	<u>(59,337)</u>
	<u>\$ 384,037</u>

During the fiscal year ended June 30, 2014, the Village issued a General Obligation Tax Note for \$900,000 dated June 4, 2014, with a variable interest rate between 2.60% and 4.00%, to be paid off in semi-annual installments beginning on December 4, 2014, with final installment due June 4, 2024. Principal and interest payments of \$94,400 and \$13,688 respectively, were made during fiscal year ended June 30, 2021. Below is a schedule of repayment:

<u>Date</u>	
2022	\$ 108,556
2023	108,980
2024	108,888
Less Imputed Interest	<u>(22,824)</u>
	<u>\$ 303,600</u>

VILLAGE OF BRIGHTON, ILLINOIS

NOTES TO BASIC FINANCIAL STATEMENTS JUNE 30, 2021

NOTE 7. LONG-TERM DEBT (Continued)

During the fiscal year ended June 30, 2017, the Village entered into a loan agreement with the USDA Rural Development. The loan was for \$1,525,000 with an interest rate of 2.625% to be paid off in annual installments varying from \$25,000 to \$65,000. Annual installments began on May 1, 2019, with the final installment due May 1, 2055. Principal and interest payments of \$25,000 and \$35,089 respectively, were made during the fiscal year ended June 30, 2021. Below is a schedule of repayment:

<u>Date</u>	
2022	\$ 61,422
2023	60,766
2024	60,109
2025	64,388
2026	63,600
2027-Thereafter	1,809,624
Less Imputed Interest	<u>(808,203)</u>
	<u>\$ 1,311,706</u>

During the fiscal year June 30, 2017, the Village entered into an intergovernmental cooperation loan agreement with the State of Illinois for the construction of a high speed passenger rail program utility relocation. The agreement states the loan is for \$250,000 with zero interest rate, payable annually over a 4 year term. During the fiscal year ending 6/30/20 a revised payment agreement was entered into on November 4, 2020. The revised agreement states the loan is for \$242,829, forgiving \$7,171 of the principal balance due, with zero interest rate, payable quarterly over a 6 year term. The following is a schedule of

<u>Date</u>	
2022	\$ 70,822
2023	40,471
2024	40,471
2025	40,472
2026	<u>10,122</u>
	<u>\$ 202,358</u>

A capital lease was entered into on July 1, 2018, for a 420F2 Caterpillar Backhoe Loader. The cost of the equipment was capitalized for \$88,008. The lease is for a period of 3 years at a 4.20% interest rate and annual payments of \$12,480 are required, with a final option payment of \$64,270. The following is a schedule of future lease payments:

<u>Date</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2022	\$ 61,834	\$ 2,436	\$ 64,270
	<u>\$ 61,834</u>	<u>\$ 2,436</u>	<u>\$ 64,270</u>

VILLAGE OF BRIGHTON, ILLINOIS

NOTES TO BASIC FINANCIAL STATEMENTS JUNE 30, 2021

NOTE 7. LONG-TERM DEBT (Continued)

A capital lease was entered into on January 24, 2019, for a 2019 Ford F350. The cost of the equipment was capitalized for \$40,340. The lease is for a period of 3 years at a 3.49% interest rate and quarterly payments of \$3,558 are required. The following is a schedule of future lease payments:

<u>Date</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2022	\$ 10,497	\$ 188	\$ 10,685
	<u>\$ 10,497</u>	<u>\$ 188</u>	<u>\$ 10,685</u>

A capital lease was entered into on May 14, 2019, for a 2019 Ford Explorer. The cost of the equipment was capitalized for \$36,895. The lease is for a period of 3 years at a 3.90% interest rate and quarterly payments of \$3,276 are required. The following is a schedule of future lease payments:

<u>Date</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2022	\$ 12,731	\$ 373	\$ 13,104
	<u>\$ 12,731</u>	<u>\$ 373</u>	<u>\$ 13,104</u>

A loan agreement was entered into during the fiscal year ended June 30, 2020, for a 2020 Chevrolet Colorado. The cost of the equipment was capitalized for \$20,048 and is to be split between the Water Fund and the Street and Bridge Fund. The loan is for a period of 3 years at a 3.10% interest rate and quarterly payments of \$1,757 are required. The following is a schedule of future loan payments:

<u>Date</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2022	\$ 6,733	\$ 296	\$ 7,029
2023	5,193	82	5,275
	<u>\$ 11,926</u>	<u>\$ 378</u>	<u>\$ 12,304</u>

A capital lease was entered into during the fiscal year ended June 30, 2020, for a 2019 Cat Mini Excavator. The cost of the equipment was capitalized for \$47,400 and is to be split between the Water Fund and the Street and Bridge Fund. The lease is for a period of 5 years at a 3.47% interest rate and monthly payments of \$500 are required. The following is a schedule of future lease payments:

<u>Date</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2022	\$ 4,655	\$ 1,345	\$ 6,000
2023	4,821	1,179	6,000
2024	4,991	1,009	6,000
2025	25,102	369	25,471
	<u>\$ 39,569</u>	<u>\$ 3,902</u>	<u>\$ 43,471</u>

VILLAGE OF BRIGHTON, ILLINOIS

NOTES TO BASIC FINANCIAL STATEMENTS JUNE 30, 2021

NOTE 7. LONG-TERM DEBT (Continued)

Changes in Long-Term Debt --

The following is a summary of changes in long-term debt for the year ended June 30, 2021:

	Balance 07/01/20	Additions	Reductions	Balance 06/30/21	Amount Due Within One Year
Governmental Activities:					
General Obligation Tax Note	\$ 398,000		\$ 94,400	\$ 303,600	\$ 97,700
Carrollton Bank Loan	390,200		36,134	354,066	37,615
UCB Loan	9,224		1,361	7,863	3,366
Capital Lease - Mini Excavator	22,608		1,177	21,431	2,327
Capital Lease - Track Loader	12,439		12,439	-	-
Capital Lease - 2017 Ford Explorer	2,968		2,968	-	-
Capital Lease - CAT	35,674		4,757	30,917	30,917
Capital Lease - 2019 Ford Explorer	25,086	\$ -	12,355	12,731	12,731
Total	\$ 896,199	\$ -	\$ 165,591	\$ 730,608	\$ 184,656
Business-Type Activities:					
Illinois EPA Loan	\$ 410,579		\$ 26,542	\$ 384,037	\$ 27,155
USDA Loan	1,336,706		25,000	1,311,706	25,000
IDOT Loan	212,475		10,117	202,358	70,822
UCB Loan	9,224		5,161	4,063	3,367
Capital Lease - Mini Excavator	22,608		4,470	18,138	2,328
Capital Lease - Track Loader	8,282		8,282	-	-
Capital Lease - CAT	35,674		4,757	30,917	30,917
Capital Lease - 2019 Ford F350	24,053	\$ -	13,556	10,497	10,497
Total	\$ 2,059,601	\$ -	\$ 97,885	\$ 1,961,716	\$ 170,086

NOTE 8. STATEMENT OF LEGAL DEBT

The computation of legal debt margin is as follows:

Assessed Valuation as of December 31, 2020	<u>\$31,109,115</u>
Debt Limit - 8.625% of Assessed Valuation	\$ 2,683,161
Less Outstanding Debt	<u>(749,821)</u>
Legal Debt Margin	<u>\$ 1,933,340</u>

VILLAGE OF BRIGHTON, ILLINOIS

NOTES TO BASIC FINANCIAL STATEMENTS JUNE 30, 2021

NOTE 9. DEFINED BENEFIT PENSION PLAN

IMRF Plan Description

The Village's defined benefit pension plan for regular employees provides retirement and disability benefits, post-retirement increases, and death benefits to plan members and beneficiaries. The Village's plan is managed by the Illinois Municipal Retirement Fund (IMRF), the administrator of a multi-District public pension fund. A summary of IMRF's pension benefits is provided in the "Benefits Provided" section of this document. Details of all benefits are available from IMRF. Benefit provisions are established by statute and may only be changed by the General Assembly of the State of Illinois. IMRF issues a publicly available Comprehensive Annual Financial Report that includes financial statements, detailed information about the pension plan's fiduciary net position, and required supplementary information. The report is available for download at www.imrf.org.

Benefits Provided

IMRF has three benefit plans. The vast majority of IMRF members participate in the Regular Plan (RP). The Sheriff's Law Enforcement Personnel (SLEP) plan is for sheriffs, deputy sheriffs, and selected police chiefs. Counties could adopt the Elected County Official (ECO) plan for officials elected prior to August 8, 2011 (the ECO plan was closed to new participants after that date).

All three IMRF benefit plans have two tiers. Employees hired *before* January 1, 2011, are eligible for Tier 1 benefits. Tier 1 employees are vested for pension benefits when they have at least eight years of qualifying service credit. Tier 1 employees who retire at age 55 (at reduced benefits) or after age 60 (at full benefits) with eight years of service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1-2/3% of the final rate of earnings for the first 15 years of service credit, plus 2% for each year of service credit after 15 years to a maximum of 75% of their final rate of earnings. Final rate of earnings is the highest total earnings during any consecutive 48 months within the last 10 years of service, divided by 48. Under Tier 1, the pension is increased by 3% of the original amount on January 1 every year after retirement.

Employees hired *on or after* January 1, 2011, are eligible for Tier 2 benefits. For Tier 2 employees, pension benefits vest after ten years of service. Participating employees who retire at age 62 (at reduced benefits) or after age 67 (at full benefits) with ten years of service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1-2/3% of the final rate of earnings for the first 15 years of service credit, plus 2% for each year of service credit after 15 years to a maximum of 75% of their final rate of earnings. Final rate of earnings is the highest total earnings during any 96 consecutive months within the last 10 years of service, divided by 96. Under Tier 2, the pension is increased on January 1 every year after retirement, upon reaching age 67, by the *lesser* of:

- 3% of the original pension amount, or
- 1/2 of the increase in the Consumer Price Index of the original pension amount.

VILLAGE OF BRIGHTON, ILLINOIS

NOTES TO BASIC FINANCIAL STATEMENTS JUNE 30, 2021

NOTE 9. DEFINED BENEFIT PENSION PLAN (Continued)

Employees Covered by Benefit Terms

As of December 31, 2020, the following employees were covered by the benefit terms:

	<u>IMRF</u>
Inactive Plan Members or beneficiaries currently receiving benefits	9
Inactive Plan Members entitled to but not yet receiving benefits	13
Active Plan Members	<u>9</u>
Total	31

Contributions

As set by statute, the Village's Regular Plan Members are required to contribute 4.5% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The Village's annual contribution rate for calendar year 2020 was 5.40%. The Village also contributes for disability benefits, death benefits, and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by IMRF's Board of Trustees, while the supplemental retirement benefits rate is set by statute.

Net Pension Liability

The Village's net pension liability was measured as of December 31, 2020. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The total pension liability in the December 31, 2020, actuarial valuation was determined using the following actuarial methods and assumptions, applied to all periods included in the measurement:

Actuarial Cost Method	Aggregate Entry Age Normal
Amortization Method	Level percentage of payroll, closed
Remaining Amortization Period	23-year closed period
Asset Valuation Method	5-year smoothed market; 20% corridor
Wage Growth	3.25%
Price Inflation	2.50%
Salary Increases	3.35% to 14.25%, including inflation
Investment Rate of Return	7.25%
Retirement Age	Experienced-based table of rates that are specific to the type of eligibility condition; Last updated for the 2017 valuation pursuant to an experience study of the period 2014-2016.
Mortality	RP-2014 Blue Collar Health Annuitant Mortality Table, adjusted to match current IMRF experience. For disabled lives, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF-specific rates were developed from the RP-2014 Disabled Retirees Mortality Table, applying the same adjustments that were applied for non-disabled lives. For active members, an IMRF-specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.

VILLAGE OF BRIGHTON, ILLINOIS

NOTES TO BASIC FINANCIAL STATEMENTS JUNE 30, 2021

NOTE 9. DEFINED BENEFIT PENSION PLAN (Continued)

Net Pension Liability (Continued)

Other Information:

Notes: There were no benefit changes during the year.

* Based on Valuation Assumptions used in the December 31, 2018, actuarial valuation.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense, and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return to the target asset allocation percentage and adding expected inflation. The target allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table as of December 31, 2020:

<u>Asset Class</u>	<u>Portfolio Target Percentage</u>	<u>Long-Term Expected Real Rate of Return</u>
Domestic Equity	37%	5.00%
International Equity	18%	6.00%
Fixed Income	28%	1.30%
Real Estate	9%	6.20%
Alternative Investments	7%	2.85-6.95%
Cash Equivalents	1%	70.00%
Total	100%	

Single Discount Rate

A Single Discount Rate of 7.25% was used to measure the total pension liability. The projection of cash flow used to determine this Single Discount Rate assumed that the plan members' contributions will be made at the current contribution rate, and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. The Single Discount Rate reflects:

1. The long-term expected rate of return on pension plan investments (during the period in which the fiduciary net position is projected to be sufficient to pay benefits), and
2. The tax-exempt municipal bond rate based on an index of 20-year general obligation bonds with an average AA credit rating (which is published by the Federal Reserve) as of the measurement date (to the extent that the contributions for use with the long-term expected rate of return are not met).

For the purpose of the most recent valuation, the expected rate of return on plan investments is 7.25%, the municipal bond rate is 2.75%, and the resulting single discount rate is 7.25%.

VILLAGE OF BRIGHTON, ILLINOIS

NOTES TO BASIC FINANCIAL STATEMENTS JUNE 30, 2021

NOTE 9. DEFINED BENEFIT PENSION PLAN (Continued)

Changes in the Net Pension Liability

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension Liability (A) - (B)
Balance at December 31, 2019	\$ 1,589,937	\$ 1,579,567	\$ 10,370
Change for the Year:			
Service Cost	55,557	-	55,557
Interest on the Total Pension Liability	114,832	-	114,832
Difference Between Expected and Actual Experience of the Total Pension Liability	(228,165)	-	(228,165)
Changes of Assumptions	(14,209)	-	(14,209)
Contributions - Employer	-	33,720	(33,720)
Contributions - Employees	-	23,525	(23,525)
Net Investment Income	-	218,853	(218,853)
Benefit Payments, including Refunds of Employee Contributions	(67,656)	(67,656)	-
Other (Net Transfer)	-	(183,782)	183,782
Net Changes	<u>\$ (139,641)</u>	<u>\$ 24,660</u>	<u>\$ (164,301)</u>
Balance at December 31, 2020	<u>\$ 1,450,296</u>	<u>\$ 1,604,227</u>	<u>\$ (153,931)</u>

Sensitivity of the Net Pension Liability to Changes in the Discount Rate

The following presents the plan's net pension liability, calculated using a Single Discount Rate of 7.25%, as well as what the plan's net pension liability would be if it were calculated using a Single Discount Rate that is 1% lower or 1% higher:

	1% Lower (6.25%)	Current Discount Rate (7.25%)	1% Higher (8.25%)
Net Pension Liability/(Asset)	\$ (773)	\$ (153,931)	\$ (270,569)

Pension Expense, Deferred Outflows of Resources, and Deferred Inflows of Resources

For the year ended June 30, 2021, the Village recognized pension expense of \$0. At June 30, 2021, the Village reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflow of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 19,950	\$ 168,671
Changes of Assumptions	-	10,504
Net differences between projected and actual earnings on Plan investments	73,484	193,639
Contributions after measurement date	-	-
Total	<u>\$ 93,434</u>	<u>\$ 372,814</u>

VILLAGE OF BRIGHTON, ILLINOIS

NOTES TO BASIC FINANCIAL STATEMENTS JUNE 30, 2021

NOTE 9. DEFINED BENEFIT PENSION PLAN (Continued)

Amounts reported as deferred outflows of resources and deferred inflows of resources will be recognized in pension expense as follows:

Year Ending December 31,	
2021	\$ (88,553)
2022	(67,555)
2023	(100,998)
2024	(22,274)
2025	-
Thereafter	-
Total	<u>\$ (279,380)</u>

NOTE 10. COMMITMENTS

As part of the USDA Rural Development Loan, the Village of required to maintain a Reserve bank account and a Short-lived Asset Depreciation bank account. The Village is required to fund a Reserve Account in the sum of \$525 per month until the account accumulates a total of \$63,000; and is also required to fund a Short-lived Asset Depreciation account in the sum of \$4,533 per month. The balance of the Reserve Account and Short-lived Asset Depreciation Account at June 30, 2021, were \$31,654 and \$281,808, respectively. The Village also held a Certificate of Deposit designed as water depreciation at June 30, 2021, with a balance of \$482,351.

NOTE 11. SUBSEQUENT EVENTS

Date of Management's Evaluation--

Management has evaluated subsequent events through October 28, 2021, the date the financial statements were available to be issued.

NOTE 12. LIABILITY INSURANCE

The Village is exposed to various risks of loss related to torts, theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The Village was unable to obtain general comprehensive insurance at a cost it considered to be economically justifiable. Therefore the Village joined with other municipalities in the State in belonging to the Illinois Municipal League Risk Management Association (IMLRMA), a public entity risk pool currently operating as a common risk management and insurance program for Illinois municipalities.

The Village pays an annual premium to IMLRMA for its comprehensive insurance coverage. Settled claims for these risks have not exceeded the insurance coverage premiums in the past four fiscal years.

VILLAGE OF BRIGHTON, ILLINOIS

NOTES TO BASIC FINANCIAL STATEMENTS JUNE 30, 2021

NOTE 13. SIGNIFICANT EVENTS

Since February 2020, the spread of COVID-19 has severely impacted many local economies around the globe. In many countries, including the United States of America, businesses are being forced to cease or limit operations for long or indefinite periods of time. Measures taken to contain the spread of the virus, including travel bans, quarantines, social distancing, and closures of non-essential services have triggered significant disruptions to businesses worldwide, resulting in an economic slowdown. Global stock markets have also experienced great volatility and a significant weakening. Governments and central banks have responded with monetary and fiscal interventions to stabilize economic conditions.

The duration and impact of the COVID-19 pandemic, as well as the effectiveness of government and central bank responses, remains unclear at this time. It is not possible to reliably estimate the duration and severity of these consequences, as well as their impact on the financial position and results of the Village for future periods.

VILLAGE OF BRIGHTON, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET TO ACTUAL - GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2021

	<u>General Fund</u>		
	<u>Original and Final Budget</u>	<u>Actual Amounts</u>	<u>Over (Under) Budget</u>
REVENUES:			
Property Taxes	\$ -	\$ 81,360	\$ 81,360
Intergovernmental --			
State Income Tax		\$ 286,502	\$ 286,502
State Sales and Use Tax		270,511	270,511
State Telecommunications Tax		24,640	24,640
State Gaming Tax		5,607	5,607
State Replacement Tax	\$ -	6,354	6,354
Total Intergovernmental	\$ -	\$ 593,614	\$ 593,614
Investment Income	\$ -	\$ 282	282
Miscellaneous --			
Miscellaneous		\$ 201,031	\$ 201,031
Permits		3,413	3,413
Licenses	\$ -	20,384	20,384
Total Miscellaneous	\$ -	\$ 224,828	\$ 224,828
Total Revenues	\$ -	\$ 900,084	\$ 900,084
EXPENDITURES:			
General Government	\$ 451,869	\$ 226,840	\$ (225,029)
Public Safety	270,000	244,139	(25,861)
Streets and Highways	22,500	14,238	(8,262)
Welfare	65,500	27,379	(38,121)
Total Expenditures	\$ 809,869	\$ 512,596	\$ (297,273)
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES		\$ 387,488	
OTHER FINANCING SOURCES (USES):			
Transfers In		\$ 111,989	
Transfers Out		(56,123)	
Principal Payments		(19,056)	
Interest Payments		(2,709)	
Total Other Financing Sources (Uses)		\$ 34,101	
NET CHANGE IN FUND BALANCES		\$ 421,589	
FUND BALANCE, BEGINNING OF YEAR		861,035	
FUND BALANCE, END OF YEAR		\$ 1,282,624	

VILLAGE OF BRIGHTON, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE - BUDGET TO ACTUAL - BUSINESS DISTRICT TAX
 FOR THE YEAR ENDED JUNE 30, 2021

	<u>Business Tax District</u>		
	<u>Original and Final Budget</u>	<u>Actual Amounts</u>	<u>Over (Under) Budget</u>
REVENUES:			
Intergovernmental	\$ -	\$ 84,700	\$ 84,700
Investment Income	\$ -	\$ 10	\$ 10
Other Income	\$ -	\$ 6	\$ 6
Total Revenues	\$ -	\$ 84,716	\$ 84,716
EXPENDITURES:			
General Government	\$ -	\$ 181	\$ 181
Total Expenditures	\$ -	\$ 181	\$ 181
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	\$ -	\$ 84,535	\$ 84,535
OTHER FINANCING SOURCES (USES):			
Transfers In		\$ 30,521	\$ 30,521
Principal Payments	\$ (94,400)	(94,400)	-
Interest Payment	(14,000)	(13,688)	(312)
Total Other Financing Sources (Uses)	\$ (108,400)	\$ (77,567)	\$ 30,209
NET CHANGE IN FUND BALANCES		\$ 6,968	
FUND BALANCE, BEGINNING OF YEAR		14,372	
FUND BALANCE, END OF YEAR		\$ 21,340	

VILLAGE OF BRIGHTON, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE - BUDGET TO ACTUAL - STREET AND BRIDGE
 FOR THE YEAR ENDED JUNE 30, 2021

	<u>Street and Bridge</u>		
	<u>Original and Final Budget</u>	<u>Actual Amounts</u>	<u>Over (Under) Budget</u>
REVENUES:			
Property Taxes	\$ -	\$ 42,467	\$ 42,467
Investment Income	\$ -	\$ 8	\$ 8
Other Income	\$ -	\$ 167	\$ 167
Total Revenues	\$ -	\$ 42,642	\$ 42,642
EXPENDITURES:			
Streets and Highways	\$ 80,595	\$ 586	\$ (80,009)
Total Expenditures	\$ 80,595	\$ 586	\$ (80,009)
EXCESS OF REVENUES OVER EXPENDITURES		\$ 42,056	
OTHER FINANCING SOURCES (USES):			
Transfers In		\$ 836	
Principal Payments		(676)	
Interest Payments		(74)	
Total Other Financing Sources (Uses)		\$ 86	
NET CHANGE IN FUND BALANCES		\$ 42,142	
FUND BALANCE, BEGINNING OF YEAR		(270,420)	
FUND BALANCE, END OF YEAR		\$ (228,278)	

VILLAGE OF BRIGHTON, ILLINOIS

SCHEDULE OF REVENUE, EXPENDITURES, AND CHANGES IN
 FUND BALANCE - BUDGET TO ACTUAL - TORT INSURANCE
 FOR THE YEAR ENDED JUNE 30, 2021

	<u>TORT INSURANCE</u>		
	<u>Original and Final Budget</u>	<u>Actual Amounts</u>	<u>Over (Under) Budget</u>
REVENUES:			
Property Taxes	\$ -	\$ 42,703	\$ 42,703
Investment Income	\$ -	\$ 5	\$ 5
Other Income	\$ -	\$ 507	\$ 507
Total Revenues	\$ -	\$ 43,215	\$ 42,708
EXPENDITURES:			
General Government	\$ 40,000	\$ 54,856	\$ 14,856
Total Expenditures	\$ 40,000	\$ 54,856	\$ 14,856
EXCESS OF REVENUES OVER EXPENDITURES		\$ (11,641)	
OTHER FINANCING SOURCES (USES):			
Transfers In		\$ 3,525	
Transfers Out		(1,052)	
Total Other Financing Sources (Uses)		\$ 2,473	
NET CHANGE IN FUND BALANCES		\$ (9,168)	
FUND BALANCE, BEGINNING OF YEAR		73,037	
FUND BALANCE, END OF YEAR		\$ 63,869	

VILLAGE OF BRIGHTON, ILLINOIS

SCHEDULE OF REVENUE, EXPENDITURES, AND CHANGES IN
 FUND BALANCE - BUDGET TO ACTUAL - PARKS AND RECREATION
 FOR THE YEAR ENDED JUNE 30, 2021

	<u>PARKS AND RECREATION</u>		
	<u>Original and Final Budget</u>	<u>Actual Amounts</u>	<u>Over (Under) Budget</u>
REVENUES:			
Property Taxes		\$ 20,728	\$ 20,728
Other Income		42,227	42,227
Investment Income	\$ -	40	40
Total Revenues	\$ -	\$ 62,995	\$ 20,768
EXPENDITURES:			
Recreation	\$ 34,710	\$ 44,581	\$ 9,871
EXCESS OF REVENUES OVER EXPENDITURES		\$ 18,414	
OTHER FINANCING SOURCES (USES):			
Transfers In		\$ 22,037	\$ 22,037
Transfers Out		(4,084)	(4,084)
Principal Payments	\$ (36,136)	(36,134)	2
Interest Payments	(7,940)	(7,940)	-
Total Other Financing Sources (Uses)	\$ (44,076)	\$ (26,121)	\$ 17,955
NET CHANGE IN FUND BALANCES		\$ (7,707)	
FUND BALANCE (DEFICIT), BEGINNING OF YEAR		(73,423)	
FUND BALANCE (DEFICIT), END OF YEAR		\$ (81,130)	

VILLAGE OF BRIGHTON, ILLINOIS**SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS**

Calendar Year Ended December 31,	2020	2019	2018	2017	2016	2015	2014
Total Pension Liability							
Service Cost	\$ 55,557	\$ 49,950	\$ 38,396	\$ 38,772	\$ 44,759	\$ 43,554	\$ 43,431
Interest on the Total Pension Liability	114,832	104,617	107,227	109,044	120,871	112,949	102,983
Difference Between Expected and Actual Experience of the Total Pension Liability	(228,165)	45,600	(81,771)	(30,874)	(243,658)	29,376	9,063
Changes of Assumptions	(14,209)	-	32,887	(43,255)	(1,471)	1,505	50,167
Benefit Payments, Including Refunds of Employee Contributions	(67,656)	(56,501)	(121,926)	(73,525)	(81,179)	(79,236)	(66,430)
Net Change in Total Pension Liability	\$ (139,641)	\$ 143,666	\$ (25,187)	\$ 162	\$ (160,678)	\$ 108,148	\$ 139,214
Total Pension Liability - Beginning	1,589,937	1,446,271	1,471,458	1,471,296	1,631,974	1,523,826	1,384,612
Total Pension Liability - Ending (A)	1,450,296	1,589,937	1,446,271	1,471,458	1,471,296	1,631,974	1,523,826
Plan Fiduciary Net Position							
Contributions - Employer	\$ 33,720	\$ 30,235	\$ 36,889	\$ 30,834	\$ 33,120	\$ 35,577	\$ 26,899
Contributions - Employee	23,525	25,196	22,104	17,857	18,468	20,623	18,972
Net Investment Income	218,853	227,098	(72,169)	235,140	99,767	7,350	85,176
Benefit Payments, Including Refunds of Employee Contributions	(67,656)	(56,501)	(121,926)	(73,525)	(81,179)	(79,236)	(66,430)
Other (Net Transfers)	(183,782)	20,220	(100,522)	(18,428)	(179,380)	20,418	10,306
Net Change in Plan Fiduciary Net Position	\$ 24,660	\$ 246,248	\$ (235,624)	\$ 191,878	\$ (109,204)	\$ 4,732	\$ 74,923
Plan Fiduciary Net Position - Beginning	1,579,567	1,333,319	1,568,943	1,377,065	1,486,269	1,481,537	1,406,614
Plan Fiduciary Net Position - Ending (B)	1,604,227	1,579,567	1,333,319	1,568,943	1,377,065	1,486,269	1,481,537
Net Pension Liability - Ending (A) - (B)	\$ (153,931)	\$ 10,370	\$ 112,952	\$ (97,485)	\$ 94,231	\$ 145,705	\$ 42,289
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	110.61%	99.35%	92.19%	106.63%	93.60%	91.07%	97.22%
Covered Valuation Payroll	\$ 522,788	\$ 559,907	\$ 491,208	\$ 396,832	\$ 410,404	\$ 450,345	\$ 422,560
Net Pension Liability as a Percentage of Covered Valuation Payroll	-29.44%	1.85%	22.99%	-24.57%	22.96%	32.35%	10.01%

Notes to Schedule:

This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, information is presented for those years for which information is available.

VILLAGE OF BRIGHTON, ILLINOIS**SCHEDULE OF EMPLOYER CONTRIBUTIONS****LAST 10 CALENDAR YEARS**

Calendar Year Ended December 31,	Actuarially Determined Contribution	Actual Contribution	Contribution Deficiency (Excess)	Covered Valuation Payroll	Actual Contribution as a Percentage of Covered Valuation Payroll
2014	26,959	26,899	60	422,560	6.37%
2015	35,577	35,577	-	450,345	7.90%
2016	33,120	33,120	-	410,404	8.07%
2017	30,834	30,834	-	396,832	7.77%
2018	36,890	36,889	1	491,208	7.51%
2019	30,235	30,235	-	559,907	5.40%
2020	33,720	33,720	-	522,788	6.45%

Notes to Schedule:

This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, information is presented for those years for which information is available.

VILLAGE OF BRIGHTON, ILLINOIS

NOTES TO THE SCHEDULE OF CONTRIBUTIONS SUMMARY OF ACTUARIAL METHODS AND ASSUMPTIONS USED IN THE CALCULATION OF THE 2020 CONTRIBUTION RATE

Valuation Date: Actuarially determined contribution rates are calculated as of December 31 each year, which are 12 months prior to the beginning of the fiscal year in which contributions are reported.

Methods and Assumptions Used to Determine 2020 Contributions Rates:

Actuarial Cost Method	Aggregate entry age = Normal
Amortization Method	Level percentage of payroll, closed
Remaining Amortization Period	23-year closed period
Asset Valuation Method	5-year smoothed market; 20% corridor
Wage Growth	3.25%
Price Inflation	2.50%
Salary Increases	3.35% to 14.25%, including inflation
Investment Rate of Return	7.25%
Retirement Age	Experienced-based table of rates that are specific to the type of eligibility condition; Last updated for the 2017 valuation pursuant to an experience study of the period 2014-2016.
Mortality	RP-2014 Blue Collar Health Annuitant Mortality Table, adjusted to match current IMRF experience. For disabled lives, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF-specific rates were developed from the RP-2014 Disabled Retirees Mortality Table, applying the same adjustments that were applied for non-disabled lives. For active members, an IMRF-specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.

Other Information:

Notes: There were no benefit changes during the year.

* Based on Valuation Assumptions used in the December 31, 2018, actuarial valuation.

VILLAGE OF BRIGHTON, ILLINOIS

NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION JUNE 30, 2021

BUDGET LAW

- A. The proposed budgets are presented to the Finance Committee for approval. Once approved, the budgets are presented to the Board of Trustees for final approval.
- B. Prior to the last of September, the Board of Trustees formally adopts the budget. The budget was passed on October 5, 2020.

The legal level of budgetary control is the fund level. The budgetary expenditure comparisons in the basic financial statements are from approved budgets for all funds.

BASIS OF ACCOUNTING

The budget is prepared using the cash basis method of accounting.

VILLAGE OF BRIGHTON, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2021
WITH COMPARATIVE FIGURES FOR THE YEAR ENDED JUNE 30, 2020

	<u>TOTALS</u>	
	<u>2021</u>	<u>2020</u>
REVENUES:		
Property Taxes	\$ 81,360	\$ 79,222
Intergovernmental --		
State Income Tax	\$ 286,502	\$ 238,320
State Sales and Use Tax	270,511	237,234
State Telecommunications Tax	24,640	25,954
State Gaming Tax	5,607	7,087
State Replacement Tax	6,354	4,560
Total Intergovernmental	\$ 593,614	\$ 513,155
Licenses --		
Vendor	\$ 314	\$ 110
Tavern	19,785	4,646
Dog	285	170
Total Licenses	\$ 20,384	\$ 4,926
Permits	\$ 3,413	\$ 1,056
Fines	\$ -	\$ 38,207
Investment Income	\$ 282	\$ 783
Miscellaneous --		
Franchise Fees	\$ 18,694	\$ 5,231
Village Hall Rent	2,075	1,100
Grant Revenue	92,984	-
Equipment Rental	-	11,109
Miscellaneous	87,278	130,198
Total Miscellaneous	\$ 201,031	\$ 147,638
Total Revenues	\$ 900,084	\$ 784,987
EXPENDITURES (SCHEDULE 5)	\$ 512,596	\$ 629,502
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	\$ 387,488	\$ 155,485
OTHER FINANCING SOURCES (USES):		
Transfers In	\$ 111,989	\$ 90,018
Transfers Out	(56,123)	(67,127)
Principal Payments	(19,056)	(15)
Interest Payments	(2,709)	(10,484)
Total Other Financing Sources (Uses)	\$ 34,101	\$ 12,392
NET CHANGE IN FUND BALANCES	\$ 421,589	\$ 167,877
FUND BALANCE, BEGINNING OF YEAR	861,035	693,158
FUND BALANCE, END OF YEAR	\$ 1,282,624	\$ 861,035

VILLAGE OF BRIGHTON, ILLINOIS

SCHEDULE OF EXPENDITURES - BUDGET TO ACTUAL- GENERAL FUND
 FOR THE YEAR ENDED JUNE 30, 2021
 WITH COMPARATIVE FIGURES FOR THE YEAR ENDED JUNE 30, 2020

	<u>2021</u>		<u>2020</u>
	<u>Budget</u>	<u>Actual</u>	
EXPENDITURES:			
General Government --			
Village Salaries	\$ 150,460	\$ 94,765	\$ 116,753
Street Lighting	59,000	35,794	22,528
Training	1,500	-	-
Miscellaneous	9,800	4,180	14,218
Office Expense	7,000	13,808	7,421
Insurance	25,000	-	-
Village Hall Expenditures	23,775	16,613	38,807
Legal Publications	3,500	634	657
Software Maintenance	6,400	4,012	1,064
Zoning Expense	500	-	-
Professional Fees	26,000	36,055	24,450
Capital Outlay	104,984	5,323	6,832
Gas	13,600	125	-
Donations	250	100	475
Economic Development	1,000	-	295
Service Charges	300	493	435
Travel	3,000	-	-
Website	4,800	264	8,079
Repairs & Maintenance	3,000	12,674	976
Holiday/Contingency Fund	2,500	-	2,450
Codification	5,500	2,000	-
Total General Government	\$ 451,869	\$ 226,840	\$ 245,440
Public Safety --			
Police Salaries and Dispatching Salaries	\$ 270,000	\$ 238,920	\$ 243,117
Police Department Expenditures	-	5,219	53,855
Total Public Safety	\$ 270,000	\$ 244,139	\$ 296,972
Streets and Highways --			
Street Repairs & Maintenance	\$ 20,500	\$ 13,638	\$ 12,310
Decorations	-	-	417
Capital Outlay	1,000	-	-
Miscellaneous	1,000	600	-
Total Streets and Highway	\$ 22,500	\$ 14,238	\$ 12,727
Welfare --			
Employee Health Insurance	\$ 65,500	\$ 26,899	\$ 61,193
Social Security	-	480	-
Total Welfare	\$ 65,500	\$ 27,379	\$ 61,193
Parks and Recreation --			
Park Utilities	-	-	\$ 3,975
Park and Recreation Expenses	\$ -	\$ -	\$ 9,195
Total Parks and Recreation	\$ -	\$ -	\$ 13,170
Total Expenditures	\$ 809,869	\$ 512,596	\$ 629,502

VILLAGE OF BRIGHTON, ILLINOIS

COMBINING BALANCE SHEET
SPECIAL REVENUE FUNDS
JUNE 30, 2021

WITH COMPARATIVE TOTALS FOR JUNE 30, 2020

	Audit	Civil Defense	IMRF	Motor Fuel Tax
ASSETS				
Cash	\$	6,263	\$	\$
Property Tax Receivable		10,608	125,239	217,743
Prepaid Expenses	9,738	-	34,086	-
Due from General Fund	-	-	-	-
Due from Other Funds	-	-	-	-
Due from Governmental Agencies	-	-	-	7,566
Total Assets	\$ 9,738	\$ 16,871	\$ 159,325	\$ 225,309
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE				
LIABILITIES:				
Bank Overdraft	\$ 5,051			
Accounts Payable	-			
Accrued Expenses	-			
Due to Other Funds		23	13,077	
Due to General Fund	5,844		47,575	1,253
Total Liabilities	\$ 10,895	\$ 23	\$ 60,652	\$ 1,253
DEFERRED INFLOW OF RESOURCES:				
Property Taxes	\$ 9,738		\$ 34,086	
Total Deferred Inflow of Resources	\$ 9,738	\$ 10,608	\$ 34,086	
FUND BALANCE:				
Nonspendable				
Restricted		6,240	64,587	224,056
Assigned		-	-	-
Unassigned	(10,895)	-	-	-
Total Fund Balance	\$ (10,895)	\$ 6,240	\$ 64,587	\$ 224,056
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	\$ 9,738	\$ 16,871	\$ 159,325	\$ 225,309

VILLAGE OF BRIGHTON, ILLINOIS

COMBINING BALANCE SHEET (CONTINUED)
SPECIAL REVENUE FUNDS

JUNE 30, 2021

WITH COMPARATIVE TOTALS FOR JUNE 30, 2020

	Police	Social Security	Unemployment Insurance	Totals
				2021
ASSETS				2020
Cash				
Property Tax Receivable		\$ 120,471	\$ 36,354	\$ 506,070
Prepaid Expenses	\$ 21,269	41,876	-	117,577
Due from General Fund	-	-	-	-
Due from Other Funds	-	-	13,044	13,044
Due from Governmental Agencies	7,118	-	-	7,118
	-	-	-	7,566
Total Assets	\$ 28,387	\$ 162,347	\$ 49,398	\$ 651,375

LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE

LIABILITIES:

Bank Overdraft	\$ 28,572			\$ 33,623	\$ 24,365
Accounts Payable	53			53	342
Accrued Expenses	117			117	6,044
Due to Other Funds	3,274	\$ 581		16,955	11,966
Due to General Fund	1,336	55,451		111,459	500,574
Total Liabilities	\$ 33,352	\$ 56,032		\$ 162,207	\$ 543,291

DEFERRED INFLOW OF RESOURCES:

Property Taxes	\$ 21,269	\$ 41,876		\$ 117,577	\$ 184,810
Total Deferred Inflow of Resources	\$ 21,269	\$ 41,876		\$ 117,577	\$ 184,810

FUND BALANCE:

Nonspendable				\$	11,442
Restricted		\$ 64,439		\$ 359,322	369,025
Assigned		-	\$ 49,398	49,398	49,429
Unassigned	\$ (26,234)	-	-	(37,129)	(348,054)
Total Fund Balance (Deficit)	\$ (26,234)	\$ 64,439	\$ 49,398	\$ 371,591	\$ 81,842

TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES

	\$ 28,387	\$ 162,347	\$ 49,398	\$ 651,375	\$ 809,943
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VILLAGE OF BRIGHTON, ILLINOIS

COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
BUDGET TO ACTUAL - SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2021

	<u>Audit</u>		<u>Civil Defense</u>	
	<u>Budget</u>	<u>Actual</u>	<u>Budget</u>	<u>Actual</u>
REVENUES:				
Property Taxes		\$ 8,971		\$ 1,376
Intergovernmental Revenues		-		-
Interest Income		2		1
Other	\$ -	108	\$ -	47
Total Revenues	\$ -	\$ 9,081	\$ -	\$ 1,424
EXPENDITURES:				
Current:				
General Government	\$ 10,000	\$ 15,765		
Public Safety	-	-	\$ 14,500	\$ 72
Streets & Highways	-	-	-	-
Welfare	-	-	-	-
Recreation	-	-	-	-
Total Expenditures	\$ 10,000	\$ 15,765	\$ 14,500	\$ 72
EXCESS OF REVENUES OVER EXPENDITURES	\$ -	\$ (6,684)	\$ -	\$ 1,352
OTHER FINANCING SOURCES (USES):				
Transfers In				
Transfers Out				
Principal Payments				
Interest Payments	\$ -	\$ -	\$ -	\$ -
Total Other Financing Sources (Uses)	\$ -	\$ -	\$ -	\$ -
NET CHANGE IN FUND BALANCES	\$ -	\$ (6,684)	\$ -	\$ 1,352
FUND BALANCES (DEFICIT), BEGINNING OF YEAR	-	(4,211)	-	4,888
FUND BALANCES (DEFICIT), END OF YEAR	\$ -	\$ (10,895)	\$ -	\$ 6,240

VILLAGE OF BRIGHTON, ILLINOIS

COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
BUDGET TO ACTUAL - SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2021

	IMRF		Motor Fuel Tax		Police	
	Budget	Actual	Budget	Actual	Budget	Actual
REVENUES:						
Property Taxes		\$ 35,877			\$	20,728
Intergovernmental Revenues		-		\$ 159,168		23,891
Interest Income		35		83		19
Other		453		50		3,407
Total Revenues	\$ -	\$ 36,365	\$ -	\$ 159,301	\$ -	\$ 48,045
EXPENDITURES:						
Current:						
General Government						
Public Safety						
Streets & Highways	\$ 35,000	\$ 20,160	\$ 295,682	\$ 92,123	\$ 68,835	\$ 91,463
Welfare		-		-		-
Recreation		-		-		-
Total Expenditures	\$ 35,000	\$ 20,160	\$ 295,682	\$ 92,123	\$ 68,835	\$ 91,463
EXCESS OF REVENUES OVER EXPENDITURES	\$ -	\$ 16,205	\$ -	\$ 67,178	\$ -	\$ (43,418)
OTHER FINANCING SOURCES (USES):						
Transfers In					\$	2,729
Transfers Out						(8,905)
Principal Payments						(15,323)
Interest Payments						(751)
Total Other Financing Sources (Uses)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (22,250)
NET CHANGE IN FUND BALANCES	\$ -	\$ 16,205	\$ -	\$ 67,178	\$ -	\$ (65,668)
FUND BALANCES (DEFICIT), BEGINNING OF YEAR		48,382		156,878		39,434
FUND BALANCES (DEFICIT), END OF YEAR	\$ -	\$ 64,587	\$ -	\$ 224,056	\$ -	\$ (26,234)

VILLAGE OF BRIGHTON, ILLINOIS

COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
BUDGET TO ACTUAL - SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2021
WITH COMPARATIVE TOTALS FOR JUNE 30, 2020

	Social Security		Unemployment Insurance		Totals	
	Budget	Actual	Budget	Actual	2021	2020
						Actual
REVENUES:						
Property Taxes		\$ 42,853			\$	\$ 109,805
Intergovernmental Revenues		-				\$ 183,059
Interest Income		4		\$ 19		163
Other		535		25		4,625
Total Revenues	\$ -	\$ 43,392	\$ -	\$ 44	\$ -	\$ 297,652
						\$ 483,914
EXPENDITURES:						
Current:						
General Government					\$ 10,000	\$ 15,765
Public Safety					83,335	91,535
Streets & Highways					295,682	92,123
Welfare	\$ 43,000	\$ 22,429			78,000	42,589
Recreation	-	-		\$ 75	-	75
Total Expenditures	\$ 43,000	\$ 22,429	\$ -	\$ 75	\$ 467,017	\$ 242,087
						\$ 451,148
EXCESS OF REVENUES OVER EXPENDITURES	\$ -	\$ 20,963	\$ -	\$ (31)	\$ -	\$ 55,565
						\$ 32,766
OTHER FINANCING SOURCES (USES):						
Loan Proceeds						\$ 191,146
Proceeds from Sale of Assets						22,819
Transfers In					\$	60,827
Transfers Out					2,729	(8,905)
Principal Payments					(8,905)	(58,823)
Interest Payments					(15,323)	(114,621)
Total Other Financing Sources (Uses)	\$ -	\$ -	\$ -	\$ -	(751)	(32,326)
	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 69,022
NET CHANGE IN FUND BALANCES	\$ -	\$ 20,963	\$ -	\$ (31)	\$ -	\$ 33,315
						\$ 101,788
FUND BALANCES (DEFICIT), BEGINNING OF YEAR		43,476		49,429		338,276
						(19,946)
FUND BALANCES (DEFICIT), END OF YEAR	\$ -	\$ 64,439	\$ -	\$ 49,398	\$ -	\$ 371,591
						\$ 81,842

VILLAGE OF BRIGHTON, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE - BUDGET TO ACTUAL- STREET AND BRIDGE
 FOR THE YEAR ENDED JUNE 30, 2021
 WITH COMPARATIVE FIGURES FOR THE YEAR ENDED JUNE 30, 2020

	<u>2021</u>	<u>2020</u>
	<u>Budget</u>	<u>Actual</u>
REVENUES:		
Property Taxes	\$ 42,467	\$ 42,275
Interest	8	43
Other	\$ - 167	11,358
Total Revenues	\$ - 42,642	\$ 53,676
EXPENDITURES --		
Streets and Highways:		
Capital Outlay	\$ 45,000	\$ 70,521
Engineering	35,000	2,369
Miscellaneous	595	\$ 586
Total Expenditures	\$ 80,595	\$ 72,890
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	\$ - 42,056	\$ (19,214)
OTHER FINANCING SOURCES (USES):		
Loan Proceeds		\$ 33,724
Proceeds from Sale of Assets		22,819
Transfers In	\$ 836	-
Principal Payments	(676)	(4,407)
Interest Payments	\$ - (74)	(5,080)
Total Other Financing Sources (Uses)	\$ - 86	\$ 47,056
NET CHANGE IN FUND BALANCES	\$ 42,142	\$ 27,842
FUND BALANCE (DEFICIT), BEGINNING OF YEAR	(270,420)	(298,262)
FUND BALANCE (DEFICIT), END OF YEAR	\$ (228,278)	\$ (270,420)

VILLAGE OF BRIGHTON, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE - BUDGET TO ACTUAL - TORT INSURANCE
 FOR THE YEAR ENDED JUNE 30, 2021
 WITH COMPARATIVE FIGURES FOR THE YEAR ENDED JUNE 30, 2020

	<u>2021</u>		<u>2020</u>
	<u>Budget</u>	<u>Actual</u>	
REVENUES:			
Property Taxes		\$ 42,703	\$ 41,541
Interest		5	38
Other	\$ -	507	-
Total Revenues	\$ -	\$ 43,215	\$ 41,579
EXPENDITURES --			
General Government:			
Insurance	\$ 40,000	\$ 51,256	\$ 23,235
Legal Fees	-	3,600	-
Miscellaneous	-	-	-
Total Expenditures	\$ 40,000	\$ 54,856	\$ 23,235
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	\$ -	\$ (11,641)	\$ 18,344
OTHER FINANCING SOURCES (USES):			
Transfers In		\$ 3,525	\$ 527
Transfers Out	\$ -	(1,052)	-
Total Other Financing Sources (Uses)	\$ -	\$ 2,473	\$ 527
NET CHANGE IN FUND BALANCES		\$ (9,168)	\$ 18,871
FUND BALANCE, BEGINNING OF YEAR		73,037	54,166
FUND BALANCE, END OF YEAR		\$ 63,869	\$ 73,037

VILLAGE OF BRIGHTON, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE - BUDGET TO ACTUAL - AUDIT
 FOR THE YEAR ENDED JUNE 30, 2021
 WITH COMPARATIVE FIGURES FOR THE YEAR ENDED JUNE 30, 2020

	<u>2021</u>	<u>2020</u>
	<u>Budget</u>	<u>Actual</u>
REVENUES:		
Property Taxes	\$ 8,971	\$ 8,902
Interest	2	38
Other	\$ -	108
Total Revenues	\$ -	\$ 9,081
EXPENDITURES --		
General Government:		
Audit	\$ 10,000	\$ 15,765
Total Expenditures	\$ 10,000	\$ 15,765
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	\$ -	\$ (6,684)
FUND BALANCE (DEFICIT), BEGINNING OF YEAR	(4,211)	(4,176)
FUND BALANCE (DEFICIT), END OF YEAR	\$ (10,895)	\$ (4,211)

VILLAGE OF BRIGHTON, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE - BUDGET TO ACTUAL - CIVIL DEFENSE
 FOR THE YEAR ENDED JUNE 30, 2021
 WITH COMPARATIVE FIGURES FOR THE YEAR ENDED JUNE 30, 2020

	<u>2021</u>	<u>2020</u>
	<u>Budget</u>	<u>Actual</u>
REVENUES:		
Property Taxes	\$ 1,376	\$ 1,682
Interest	1	38
Other	\$ - 47	-
Total Revenues	\$ - 1,424	\$ 1,720
EXPENDITURES --		
General Government:		
Public Safety	\$ 14,500 72	\$ -
Total Expenditures	\$ 14,500 72	\$ -
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	\$ - 1,352	\$ 1,720
FUND BALANCE, BEGINNING OF YEAR	4,888	3,168
FUND BALANCE, END OF YEAR	\$ 6,240	\$ 4,888

VILLAGE OF BRIGHTON, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE - BUDGET TO ACTUAL - ILLINOIS MUNICIPAL RETIREMENT
 FOR THE YEAR ENDED JUNE 30, 2021
 WITH COMPARATIVE FIGURES FOR THE YEAR ENDED JUNE 30, 2020

	<u>2021</u>	<u>2020</u>
	<u>Budget</u>	<u>Actual</u>
REVENUES:		
Property Taxes	\$ 35,877	\$ 34,617
Interest	35	15
Other	\$ - 453	-
Total Revenues	\$ - 36,365	\$ 34,632
EXPENDITURES --		
Welfare:		
Illinois Municipal Retirement	\$ 35,000	\$ 20,160
Total Expenditures	\$ 35,000	\$ 20,160
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	\$ - 16,205	\$ 20,059
OTHER FINANCING SOURCES (USES):		
Transfers In	\$ -	\$ 1,154
Total Other Financing Sources (Uses)	\$ -	\$ 1,154
NET CHANGE IN FUND BALANCES	\$ 16,205	\$ 21,213
FUND BALANCE (DEFICIT), BEGINNING OF YEAR	48,382	27,169
FUND BALANCE (DEFICIT), END OF YEAR	\$ 64,587	\$ 48,382

VILLAGE OF BRIGHTON, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE - BUDGET TO ACTUAL - MOTOR FUEL TAX
 FOR THE YEAR ENDED JUNE 30, 2021
 WITH COMPARATIVE FIGURES FOR THE YEAR ENDED JUNE 30, 2020

	<u>2021</u>		<u>2020</u>
	<u>Budget</u>	<u>Actual</u>	
REVENUES:			
Intergovernmental - Allotments		\$ 159,168	\$ 107,963
Interest		83	54
Other	\$ -	50	-
Total Revenues	\$ -	\$ 159,301	\$ 108,017
EXPENDITURES --			
Streets and Highways:			
Oil and Asphalt	\$ 137,500	\$ 42,264	\$ 30,949
Rock, Chips	-	702	2,118
Salt	4,500	1,982	5,458
Engineering	2,502	6,698	1,554
Cold Patch, Hot Mix	12,000	1,847	9,010
Concrete Repairs	5,000	-	369
Slag	-	25,283	-
Sign	-	566	-
Equipment Rental	3,500	9,983	900
Culverts	3,120	1,804	965
Hauling	5,120	585	-
Street Lighting	34,000	-	34,000
Miscellaneous	88,440	409	-
Total Expenditures	\$ 295,682	\$ 92,123	\$ 85,323
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	\$ -	\$ 67,178	\$ 22,694
OTHER FINANCING SOURCES (USES):			
Transfers Out	\$ -	-	\$ (1,500)
Total Other Financing Sources (Uses)	\$ -	\$ -	\$ (1,500)
NET CHANGE IN FUND BALANCES		\$ 67,178	\$ 21,194
FUND BALANCE, BEGINNING OF YEAR		156,878	135,684
FUND BALANCE, END OF YEAR		\$ 224,056	\$ 156,878

VILLAGE OF BRIGHTON, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE - BUDGET TO ACTUAL - POLICE
 FOR THE YEAR ENDED JUNE 30, 2021
 WITH COMPARATIVE FIGURES FOR THE YEAR ENDED JUNE 30, 2020

	<u>2021</u>	<u>2020</u>
	<u>Budget</u>	<u>Actual</u>
REVENUES:		
Property Taxes	\$ 20,728	\$ 20,276
Fines	23,891	3,603
Interest Income	19	43
Other	\$ - 3,407	2,500
Total Revenues	\$ - 48,045	\$ 26,422
EXPENDITURES --		
Public Safety	\$ 68,835	\$ 91,463
Total Expenditures	\$ 68,835	\$ 91,463
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	\$ - (43,418)	\$ 20,244
OTHER FINANCING SOURCES (USES):		
Loan Proceeds		
Transfers In	\$ 2,729	\$ 24,200
Transfers Out	(8,905)	(24,200)
Principal Payments	(15,323)	(17,696)
Interest Payments	\$ - (751)	(1,398)
Total Other Financing Sources (Uses)	\$ - (22,250)	\$ (19,094)
NET CHANGE IN FUND BALANCES	\$ (65,668)	\$ 1,150
FUND BALANCE, BEGINNING OF YEAR	39,434	38,284
FUND BALANCE, END OF YEAR	\$ (26,234)	\$ 39,434

VILLAGE OF BRIGHTON, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE - BUDGET TO ACTUAL - PARKS AND RECREATION
 FOR THE YEAR ENDED JUNE 30, 2021
 WITH COMPARATIVE FIGURES FOR THE YEAR ENDED JUNE 30, 2020

	<u>2021</u>	<u>2020</u>
	<u>Budget</u>	<u>Actual</u>
REVENUES:		
Property Taxes	\$ 20,728	\$ 20,274
Interest	40	43
Other Income	\$ - 42,227	45,490
Total Revenues	\$ - 62,995	\$ 65,807
EXPENDITURES --		
Recreation	\$ 34,710	\$ 44,581
Total Expenditures	\$ 34,710	\$ 207,199
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	\$ - 18,414	\$ (141,392)
OTHER FINANCING SOURCES (USES):		
Loan Proceeds		\$ 157,422
Transfers In	\$ 22,037	-
Transfers Out	(4,084)	(15,250)
Principal Payments	\$ (36,136)	(36,134)
Interest Payments	(7,940)	(1,218)
Total Other Financing Sources (Uses)	\$ (44,076)	\$ 131,168
NET CHANGE IN FUND BALANCES	\$ (7,707)	\$ (10,224)
FUND BALANCE (DEFICIT), BEGINNING OF YEAR	(73,423)	(63,199)
FUND BALANCE (DEFICIT), END OF YEAR	\$ (81,130)	\$ (73,423)

VILLAGE OF BRIGHTON, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE - BUDGET TO ACTUAL - SOCIAL SECURITY
 FOR THE YEAR ENDED JUNE 30, 2021
 WITH COMPARATIVE FIGURES FOR THE YEAR ENDED JUNE 30, 2020

	<u>2021</u>	<u>2020</u>
	<u>Budget</u>	<u>Actual</u>
REVENUES:		
Property Taxes	\$ 42,853	\$ 42,529
Interest	4	15
Other	\$ 535	535
Total Revenues	\$ 43,392	\$ 42,544
EXPENDITURES --		
Welfare:		
Social Security	\$ 43,000	\$ 22,429
Total Expenditures	\$ 43,000	\$ 32,775
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	\$ 20,963	\$ 9,769
OTHER FINANCING SOURCES (USES):		
Transfers In	\$ -	\$ 1,221
Total Other Financing Sources (Uses)	\$ -	\$ 1,221
NET CHANGE IN FUND BALANCES	\$ 20,963	\$ 10,990
FUND BALANCE (DEFICIT), BEGINNING OF YEAR	43,476	32,486
FUND BALANCE (DEFICIT), END OF YEAR	\$ 64,439	\$ 43,476

VILLAGE OF BRIGHTON, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE - BUDGET TO ACTUAL - UNEMPLOYMENT INSURANCE
 FOR THE YEAR ENDED JUNE 30, 2021
 WITH COMPARATIVE FIGURES FOR THE YEAR ENDED JUNE 30, 2020

	<u>2021</u>	<u>2020</u>
	<u>Budget</u>	<u>Actual</u>
REVENUES:		
Interest	\$ 19	\$ 54
Other	\$ -	25
Total Revenues	\$ -	\$ 44
EXPENDITURES --		
Bank Fees	\$ -	\$ 75
Total Expenditures	\$ -	\$ 75
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	\$ -	\$ (31)
FUND BALANCE, BEGINNING OF YEAR	49,429	49,375
FUND BALANCE, END OF YEAR	\$ 49,398	\$ 49,429

VILLAGE OF BRIGHTON, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE - BUDGET TO ACTUAL - BUSINESS TAX DISTRICT
 FOR THE YEAR ENDED JUNE 30, 2021
 WITH COMPARATIVE FIGURES FOR THE YEAR ENDED JUNE 30, 2020

	<u>2021</u>	<u>2020</u>
	<u>Budget</u>	<u>Actual</u>
REVENUES:		
Sales Tax	\$ 84,700	\$ 100,493
Interest	10	30
Other	\$ -	6
Total Revenues	\$ -	\$ 84,716
EXPENDITURES --		
General Government	\$ -	\$ 181
Total Expenditures	\$ -	\$ 181
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	\$ -	\$ 84,535
OTHER FINANCING SOURCES (USES)		
Transfers Out	\$ 30,521	\$ 33,725
Transfers In	-	(17,873)
Principal Payments	\$ (94,400)	(94,400)
Interest Payments	(14,000)	(13,688)
Total Other Financing Sources (Uses)	\$ (108,400)	\$ (77,567)
NET CHANGE IN FUND BALANCES	\$ 6,968	\$ 9,013
FUND BALANCE, BEGINNING OF YEAR	14,372	5,359
FUND BALANCE, END OF YEAR	\$ 21,340	\$ 14,372

VILLAGE OF BRIGHTON, ILLINOIS

COMBINING BALANCE SHEET

ENTERPRISE FUNDS

JUNE 30, 2021

WITH COMPARATIVE TOTALS FOR JUNE 30, 2020

ASSETS AND DEFERRED OUTFLOW OF RESOURCES:	Water And Sewer	Bond and Interest	Depreciation	Surplus	Customers' Deposits Account	Totals	
						2021	2020
Current Assets:							
Cash	\$ 729,097	\$ 10,170	\$ 281,807		\$ 121,655	\$ 413,632	\$ 655,234
Investments - Time Certificates		-	401,701		-	1,130,798	1,119,605
Accounts Receivable							
(Allowance for Uncollectible Accounts)	130,706	-	-		-	130,706	164,512
Estimated Unbilled Water and Sewer Usage	90,971	-	-		-	90,971	88,762
Prepaid Expenses	13,843	-	-		-	13,843	13,843
Due from Governmental Funds	287,154	-	-		-	287,154	90,715
Due from Operation and Maintenance	-	-	3,985	\$ 5,000	-	8,985	23,381
Total Current Assets	\$ 1,251,771	\$ 10,170	\$ 687,493	\$ 5,000	\$ 121,655	\$ 2,076,089	\$ 2,156,052
Noncurrent Assets:							
Capital Assets, Net of Accumulated Depreciation	\$ 7,719,589					\$ 7,719,589	\$ 7,997,300
Net Pension Asset	38,483	-	-	-	-	38,483	-
Total Noncurrent Assets	\$ 7,758,072	-	-	-	-	\$ 7,758,072	\$ 7,997,300
Total Assets	\$ 9,009,843	\$ 10,170	\$ 687,493	\$ 5,000	\$ 121,655	\$ 9,834,161	\$ 10,153,352
Deferred Outflows of Resources:							
Deferred Outflows from Pension Contributions	\$ 28,436	-	-	-	-	\$ 28,436	\$ 43,264
Total Deferred Outflows of Resources	\$ 28,436	-	-	-	-	\$ 28,436	\$ 43,264
Total Assets and Deferred Outflows of Resources	\$ 9,038,279	\$ 10,170	\$ 687,493	\$ 5,000	\$ 121,655	\$ 9,862,597	\$ 10,196,616

VILLAGE OF BRIGHTON, ILLINOIS

COMBINING BALANCE SHEET (CONTINUED)

ENTERPRISE FUNDS

JUNE 30, 2021

WITH COMPARATIVE TOTALS FOR JUNE 30, 2020

	Water And Sewer	Bond and Interest	Depreciation	Surplus	Customers' Deposits Account	Totals
					2021	2020
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND NET POSITION:						
Current Liabilities:						
Bank Overdraft	\$ 252,800				\$ 252,800	
Accounts Payable	15,739				15,739	\$ 16,693
Accrued Expenses	2,969				2,969	4,620
Customers' Deposits						117,642
Due to Governmental Funds	13,686				13,686	101,189
Due to Other Enterprise Funds	8,985				8,985	23,381
Long-Term Liabilities Due Within One Year	170,086				170,086	124,360
Total Current Liabilities	\$ 464,265	\$ -	\$ -	\$ -	\$ 121,655	\$ 387,885
Long-Term Liabilities:						
Long-Term Liabilities Due In More Than One Year	\$ 1,791,630				\$ 1,791,630	\$ 1,935,241
Net Pension Liability		\$ -	\$ -	\$ -		2,593
Total Long-Term Liabilities	\$ 1,791,630	\$ -	\$ -	\$ -	\$ 1,791,630	\$ 1,937,834
Total Liabilities	\$ 2,255,895	\$ -	\$ -	\$ -	\$ 121,655	\$ 2,325,719
Deferred Inflows of Resources:						
Deferred Inflows of Pension Contributions	\$ 93,204	\$ -	\$ -	\$ -	\$ -	\$ 46,082
Total Deferred Inflows of Resources	\$ 93,204	\$ -	\$ -	\$ -	\$ -	\$ 46,082
Net Position:						
Reserve for Extraordinary Repairs and Replacement		\$ 687,493			\$ 687,493	\$ 692,600
Surplus			\$ 5,000		5,000	206,788
Total Reserves			\$ 5,000		\$ 692,493	\$ 899,388
Net Position	6,689,180	10,170			6,699,350	6,925,427
Total Net Position	\$ 6,689,180	\$ 10,170	\$ 687,493	\$ 5,000	\$ 7,391,843	\$ 7,824,815
Total Liabilities, Deferred Inflows of Resources and Net Position	\$ 9,038,279	\$ 10,170	\$ 687,493	\$ 5,000	\$ 121,655	\$ 10,196,616

VILLAGE OF BRIGHTON, ILLINOISCOMBINING SCHEDULE OF CHANGES IN NET POSITION
ENTERPRISE FUNDS

JUNE 30, 2021

WITH COMPARATIVE TOTALS FOR JUNE 30, 2020

	Water And Sewer	Bond and Interest	Depreciation	Surplus	Totals 2021	2020
NET POSITION, BEGINNING OF YEAR	\$ 6,925,333	\$ 94	\$ 692,600	\$ 206,788	\$ 7,824,815	\$ 7,844,829
NET INCOME (LOSS)	(434,211)	2	1,228	9	(432,972)	(20,014)
TRANSFERS IN (OUT)	198,058	10,074	(6,335)	(201,797)	-	-
NET POSITION, END OF YEAR	\$ 6,689,180	\$ 10,170	\$ 687,493	\$ 5,000	\$ 7,391,843	\$ 7,824,815

VILLAGE OF BRIGHTON, ILLINOISCOMBINING SCHEDULE OF REVENUES AND EXPENDITURES
ENTERPRISE FUND

FOR THE YEAR ENDED JUNE 30, 2021

WITH COMPARATIVE FIGURES FOR THE YEAR ENDED JUNE 30, 2020

	Water	Sewer	Combined	Bond and Interest	Depreciation	Surplus	Totals
						2021	2020
OPERATING REVENUES:							
Sales of Water	\$ 1,039,339		\$ 1,039,339			\$ 1,039,339	\$ 1,075,706
Bulk Water Sales	672		672			672	316
Sewer Charges	-	\$ 282,364	282,364			282,364	269,056
Connection Charges	3,075	-	3,075			3,075	3,000
Late Penalties	22,646	-	22,646			22,646	20,978
Miscellaneous	10,524	132	10,656	\$ -	\$ -	10,656	35,992
Total Operating Revenues	\$ 1,076,256	\$ 282,496	\$ 1,358,752	\$ -	\$ -	\$ 1,358,752	\$ 1,405,048
EXPENDITURES (SCHEDULE 22)							
	1,350,374	333,143	1,683,517	-	-	1,683,517	1,466,059
OPERATING INCOME (LOSS)	\$ (274,118)	\$ (50,647)	\$ (324,765)	\$ -	\$ -	\$ (324,765)	\$ (61,011)
NON-OPERATING REVENUES (EXPENSES):							
Loss on Pension Fund	\$ (20,874)		\$ (20,874)			\$ (20,874)	\$ 25,030
Gain on Sale of Assets	2,500		2,500			2,500	16,660
Transfers In from Governmental Funds	-		-			-	26,547
Transfers Out to Governmental Funds	(101,474)		(101,474)			(101,474)	(51,444)
Investment Income and Other Income	10,382	20	10,402	2	\$ 1,228	11,641	24,204
Total Non-Operating Income	\$ (109,466)	\$ 20	\$ (109,446)	\$ 2	\$ 1,228	\$ (108,207)	\$ 40,997
NET INCOME (LOSS)	\$ (383,584)	\$ (50,627)	\$ (434,211)	\$ 2	\$ 1,228	\$ (432,972)	\$ (20,014)

VILLAGE OF BRIGHTON, ILLINOIS

COMBINING SCHEDULE OF EXPENSES
 ENTERPRISE FUND
 FOR THE YEAR ENDED JUNE 30, 2021
 WITH COMPARATIVE FIGURES FOR THE YEAR ENDED JUNE 30, 2020

	<u>Water</u>	<u>Sewer</u>	<u>Totals</u> <u>2021</u>	<u>2020</u>
EXPENSES:				
Water Purchased	\$ 473,699		\$ 473,699	\$ 412,984
Salaries	207,649	\$ 81,154	288,803	304,899
Payroll Taxes	6,925	3,401	10,326	26,532
Repairs and Supplies	49,021	37,504	86,525	98,531
Insurance	27,532	8,560	36,092	53,759
Office Supplies and Expenses	20,568	874	21,442	38,667
Fuel	8,784	1,714	10,498	3,736
Miscellaneous	8,983	-	8,983	2,116
Legal & Accounting Fees	4,385	18,809	23,194	435
Engineering	1,378	6,149	7,527	7,929
Interest Expense	46,924	280	47,204	55,079
Rent	60,000	-	60,000	60,000
Depreciation	167,194	126,058	293,252	312,474
Pension Expense	6,462	2,513	8,975	16,105
Service Contracts	260,870	46,127	306,997	72,813
Total Expenses	<u>\$ 1,350,374</u>	<u>\$ 333,143</u>	<u>\$ 1,683,517</u>	<u>\$ 1,466,059</u>

VILLAGE OF BRIGHTON, ILLINOISSCHEDULE OF ASSESSED VALUATION, TAX RATES,
EXTENSIONS AND COLLECTIONS
FOR TAX YEARS 2020, 2019, 2018, AND 2017

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
ASSESSED VALUATION	<u>\$ 31,109,115</u>	<u>\$ 28,467,670</u>	<u>\$ 28,481,060</u>	<u>\$ 26,989,062</u>
TAX RATES BY FUND:				
General	0.26947	0.28678	0.28124	0.29584
Police	0.06867	0.07306	0.07198	0.07581
Civil Defense	0.03425	0.00485	0.00597	0.00377
IMRF	0.11005	0.12646	0.12289	0.12942
Audit	0.03144	0.03162	0.03160	0.03328
Parks and Recreation	0.06867	0.07306	0.07198	0.07485
Tort Insurance	0.12577	0.15052	0.14747	0.14903
Social Security	0.13520	0.15105	0.15098	0.15901
Street and Bridge	<u>0.05481</u>	<u>0.05831</u>	<u>0.05688</u>	<u>0.05988</u>
Total Tax Rates By Fund	<u>0.89833</u>	<u>0.95571</u>	<u>0.94099</u>	<u>0.98089</u>
TAX EXTENSIONS:				
General	\$ 83,830	\$ 81,640	\$ 80,100	\$ 79,844
Police	21,363	20,798	20,501	20,460
Civil Defense	10,655	1,381	1,700	1,017
IMRF	34,236	36,000	35,000	34,929
Audit	9,781	9,001	9,000	8,982
Parks and Recreation	21,363	20,798	20,501	20,201
Tort Insurance	39,126	42,850	42,001	40,222
Social Security	42,060	43,000	43,001	42,915
Street and Bridge	<u>17,051</u>	<u>16,600</u>	<u>16,200</u>	<u>16,161</u>
Total Tax Extensions	<u>\$ 279,465</u>	<u>\$ 272,068</u>	<u>\$ 268,004</u>	<u>\$ 264,731</u>
TOTAL TAX COLLECTIONS:	<u>\$ *</u>	<u>\$ 268,541</u>	<u>\$ 246,869</u>	<u>\$ 244,827</u>

* Collectible in 2021-2022



LOY MILLER TALLEY, PC

Certified Public Accountants

Integrity ★ Vision ★ Results

October 28, 2021

**Village of Brighton
206 S. Main Street
Brighton, IL 62012**

Honorable Mayor and Board of Trustees,

During our regular examination of the financial statements of the Village of Brighton for the period ended June 30, 2021, we reviewed the Village's accounting procedures and system of internal control. Our primary purpose in making the examination was to enable us to form an opinion concerning the Village's accounts. Consequently, we would not necessarily discover all weaknesses that might exist in the system. However, our examination did reveal the following areas where we believe significant improvements could be made.

- We recommend for the Village tie the bank reconciliations prepared in Quickbooks to the Balance Sheet each month. We noted several instances where the bank account reconciliations did not match the cash balances on the Balance Sheet
- We recommend that the Village prepare monthly bank reconciliations in a timely manner for all funds and for the mayor or a board member to review the reconciliations for accuracy. We noted several instances of bank reconciliations not prepared in a timely manner for the mayor or a board member to review.
- We noted during the audit improper classification of revenues and expenditures by fund. We recommend that the Village tie the Profit and Loss by class report to the Balance Sheet by class report each month prior to the board meetings.
- We recommend that the Village reconcile the transfers between funds and the interfund loans on a monthly basis to ensure proper classification.
- We noted during the audit that the bank statements received from Altonized Credit Union do not have images of the checks clearing the bank. We recommend for the Village to request check images for each bank statement to ensure the payee, amount, and date agree with what is recorded in the accounting system

**#2 Crossroads Court
Alton, Illinois 62002
(618) 465-1196
Fax (618) 465-2900**

**100 S. State Street
Jerseyville, Illinois 62052
(618) 498-6246
Fax (618) 498-3384
www.lmtcpas.com**

**1105 Main Street
Greenfield, Illinois 62044
(217) 368-3011
Fax (217) 368-2424**

- We noted during the audit that the Village is not matching receipts to the charges made on the Visa credit card. We recommend for the Village to match receipts to the monthly Visa credit card statements.

These items do not affect our report dated October 28, 2021 on the financial statements of the Village of Brighton.

We will review the status of these comments during our next audit engagement. It would be our pleasure to discuss these items in further detail at your convenience, or to assist you in implementing these recommendations.

Very Truly Yours,
LOY MILLER TALLEY, PC

A handwritten signature in black ink that reads "Michelle Brannan, CPA". The signature is written in a cursive, flowing style.

Michelle L. Brannan, C.P.A.

VILLAGE OF BRIGHTON

AUDIT SUMMARY TABLE OF CONTENTS FOR THE YEAR ENDED JUNE 30, 2021

1. Audit Overview

- a. Nature of Audit Procedures
- b. Overall Findings as a Result of our Audit

2. Financial Statements

- a. Opinions Issued
- b. Footnotes in Financial Statements

3. Financial Highlights

- a. Receipts and Disbursements
- b. Cash, Investments and Fund Balance
- c. 2020-2021 Comparative Statistics

VILLAGE OF BRIGHTON

AUDIT SUMMARY FOR THE YEAR ENDED JUNE 30, 2021

	Actual Year Ended 06/30/21	Actual Year Ended 06/30/20	Change Amount	Change Percentage
GENERAL FUND:				
Total Receipts	\$ 900,084	\$ 784,987	\$ 115,097	12.8%
Total Disbursements	534,361	640,001	(105,640)	19.8%
Net Transfers In (Out)	55,866	22,891	32,975	-59.0%
Change in Fund Balance	<u>\$ 421,589</u>	<u>\$ 167,877</u>	<u>\$ 253,712</u>	
BUSINESS DISTRICT TAX FUND:				
Total Receipts	\$ 84,716	\$ 100,523	\$ (15,807)	-18.7%
Total Disbursements	108,269	107,362	907	0.8%
Net Transfers In (Out)	30,521	15,852	14,669	48.1%
Change in Fund Balance	<u>\$ 6,968</u>	<u>\$ 9,013</u>	<u>\$ (2,045)</u>	
STREET & BRIDGE FUND:				
Total Receipts	\$ 42,642	\$ 53,676	\$ (11,034)	-25.9%
Total Disbursements	1,336	82,377	(81,041)	6065.9%
Net Transfers In (Out)	836	-	836	-100.0%
Loan Proceeds	-	33,724	(33,724)	#DIV/0!
Proceeds from Sale of Assets	-	22,819	(22,819)	#DIV/0!
Change in Fund Balance	<u>\$ 42,142</u>	<u>\$ 27,842</u>	<u>\$ 14,300</u>	
TORT FUND:				
Total Receipts	\$ 43,215	\$ 41,579	\$ 1,636	3.8%
Total Disbursements	54,856	23,235	31,621	-57.6%
Net Transfers In (Out)	2,473	527	1,946	-78.7%
Change in Fund Balance	<u>\$ (9,168)</u>	<u>\$ 18,871</u>	<u>\$ (28,039)</u>	
PARKS & RECREATION FUND:				
Total Receipts	\$ 62,995	\$ 65,807	\$ (2,812)	-4.5%
Total Disbursements	88,655	218,203	(129,548)	146.1%
Loan Proceeds	-	157,422	(157,422)	#DIV/0!
Net Transfers In (Out)	17,953	(15,250)	33,203	-184.9%
Change in Fund Balance	<u>\$ (7,707)</u>	<u>\$ (10,224)</u>	<u>\$ 2,517</u>	
OTHER GOVERNMENTAL FUNDS:				
Total Receipts	\$ 297,652	\$ 222,329	\$ 75,323	25.3%
Total Disbursements	258,161	166,918	91,243	-35.3%
Net Transfers In (Out)	(6,176)	875	(7,051)	-114.2%
Change in Fund Balance	<u>\$ 33,315</u>	<u>\$ 56,286</u>	<u>\$ (22,971)</u>	
O&M FUND:				
Total Receipts	\$ 1,369,154	\$ 1,419,897	\$ (50,743)	-3.7%
Total Disbursements	1,683,517	1,466,059	217,458	-12.9%
Other Financing Sources	(18,374)	41,690	(60,064)	-326.9%
Net Transfers In (Out)	96,584	(114,429)	211,013	218.5%
Change in Fund Balance	<u>\$ (236,153)</u>	<u>\$ (118,901)</u>	<u>\$ (117,252)</u>	
OTHER ENTERPRISE FUND:				
Total Receipts	\$ 1,239	\$ 9,355	\$ (8,116)	-655.0%
Total Disbursements	-	-	-	#DIV/0!
Net Transfers In (Out)	(198,058)	89,532	(287,590)	145.2%
Change in Fund Balance	<u>\$ (196,819)</u>	<u>\$ 98,887</u>	<u>\$ (295,706)</u>	

VILLAGE OF BRIGHTON

AUDIT SUMMARY FOR THE YEAR ENDED JUNE 30, 2021

	<u>Actual</u> <u>06/30/21</u>	<u>Actual</u> <u>06/30/20</u>	<u>Change</u> <u>Amount</u>	<u>Change</u> <u>Percentage</u>
GENERAL FUND:				
Cash and Investments	\$ 915,611	\$ 466,045	\$ 449,566	49.1%
Fund Balance	\$ 1,282,624	\$ 861,035	\$ 421,589	32.9%
BUSINESS DISTRICT TAX FUND:				
Cash and Investments	\$ 21,340	\$ 2,505	\$ 18,835	88.3%
Fund Balance	\$ 21,340	\$ 14,372	\$ 6,968	32.7%
STREET & BRIDGE FUND:				
Cash and Investments	\$ 82,297	\$ 24,361	\$ 57,936	70.4%
Fund Balance	\$ (228,278)	\$ (270,420)	\$ 42,142	-18.5%
TORT INSURANCE FUND:				
Cash and Investments	\$ 78,638	\$ 33,910	\$ 44,728	56.9%
Fund Balance	\$ 63,869	\$ 73,037	\$ (9,168)	-14.4%
PARKS & RECREATION FUND:				
Cash and Investments	\$ 35,438	\$ 25,083	\$ 10,355	29.2%
Fund Balance	\$ (81,130)	\$ (73,423)	\$ (7,707)	9.5%
OTHER GOVERNMENTAL FUNDS:				
Cash and Investments	\$ 506,070	\$ 301,409	\$ 204,661	40.4%
Fund Balance	\$ 371,591	\$ 338,276	\$ 33,315	9.0%
O&M FUND:				
Cash and Investments	\$ 476,297	\$ 781,096	\$ (304,799)	-64.0%
Fund Balance	\$ 6,689,180	\$ 6,925,333	\$ (236,153)	-3.5%
OTHER ENTERPRISE FUNDS:				
Cash and Investments	\$ 815,333	\$ 993,743	\$ (178,410)	-21.9%
Fund Balance	\$ 702,663	\$ 899,482	\$ (196,819)	-28.0%
GENERAL & ENTERPRISE FUNDS				
CASH AND INVESTMENTS RESERVE:				
Annual Disbursements (General & Enterprise Funds)	\$ 2,217,878	\$ 2,106,060		
Average Monthly Disbursements	\$ 184,823	\$ 175,505		
Combined Cash & Invts. of 2 Funds	\$ 2,207,241	\$ 2,240,884		
Months of Cash & Invts. Reserve	11.94	12.77		