

VILLAGE OF BRIGHTON, ILLINOIS

REPORT AND FINANCIAL STATEMENTS

JUNE 30, 2005

VILLAGE OF BRIGHTON, ILLINOIS

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August 10, 2005

INDEPENDENT AUDITOR'S REPORT

Mayor and Board of Trustees
Village of 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, 2005, which collectively comprise the Village's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the Village of Brighton, Illinois' management. 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. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

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, 2005, and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

The budgetary comparison information on pages 21 through 24 are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

The Village of Brighton has not presented the Management's Discussion and Analysis that accounting principles generally accepted in the United States has determined is necessary to supplement, although not required to be a part of, the basic financial statements.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Village of Brighton, Illinois' basic financial statements. The combining and individual nonmajor fund financial statements, and statistical tables are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining and individual nonmajor fund financial statements have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole. The statistical tables have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

Scheffel + Company, P.C.

VILLAGE OF BRIGHTON, ILLINOIS

STATEMENT OF NET ASSETS

JUNE 30, 2005

<u>ASSETS</u>	<u>GOVERNMENTAL ACTIVITIES</u>	<u>BUSINESS-TYPE ACTIVITIES</u>	<u>TOTAL</u>
Current Assets:			
Cash	\$ 428,109	\$ 921,056	\$ 1,349,165
Investments - Time Certificates	14,227	374,472	388,699
Property Taxes Receivable	184,921		184,921
Accounts Receivable and Unbilled Water Usage (Net of Allowance for Uncollectible Accounts)		164,334	164,334
Due from Governmental Agencies	34,471		34,471
Other Receivables	1,660		1,660
Total Current Assets	<u>\$ 663,388</u>	<u>\$ 1,459,862</u>	<u>\$ 2,123,250</u>
CAPITAL ASSETS (Net of Accumulated Depreciaton)	<u>743,746</u>	<u>4,621,641</u>	<u>5,365,387</u>
TOTAL ASSETS	<u>\$ 1,407,134</u>	<u>\$ 6,081,503</u>	<u>\$ 7,488,637</u>
<u>LIABILITIES AND FUND EQUITY</u>			
Current Liabilities:			
Accounts Payable	\$ 26,450	\$ 33,151	\$ 59,601
Customers' Deposits		29,274	29,274
Accrued Expenses	12,320		12,320
Due to Governmental Agencies		36,322	36,322
Total Current Liabilities	<u>\$ 38,770</u>	<u>\$ 98,747</u>	<u>\$ 137,517</u>
Long-Term Liabilities:			
Due to Governmental Agencies		\$ 145,288	\$ 145,288
Accrued Sick Pay	\$ 18,756		18,756
Total Long-Term Liabilities	<u>\$ 18,756</u>	<u>\$ 145,288</u>	<u>\$ 164,044</u>
Total Liabilities	<u>\$ 57,526</u>	<u>\$ 244,035</u>	<u>\$ 301,561</u>
Net Assets:			
Invested in Capital Assets, net of Related Debt	\$ 743,746	\$ 4,585,319	\$ 5,329,065
Restricted	24,484	839,707	864,191
Unrestricted	581,378	412,442	993,820
Total Net Assets	<u>\$ 1,349,608</u>	<u>\$ 5,837,468</u>	<u>\$ 7,187,076</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 1,407,134</u>	<u>\$ 6,081,503</u>	<u>\$ 7,488,637</u>

The accompanying notes are an integral part of the financial statements.

VILLAGE OF BRIGHTON, ILLINOIS
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2005

<u>Functions/Programs</u>	<u>Program Revenues</u>			<u>Net (Expense) Revenue and Changes in Net Assets</u>		
	<u>Expenses</u>	<u>Charges for Services</u>	<u>Operating Grants And Contributions</u>	<u>Primary Government</u>		
				<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total</u>
Governmental Activities:						
General Government	\$ 563,048	\$ 31,521	\$ 334,686	\$ (196,841)	\$	\$ (196,841)
Public Safety	196,565	15,716		(180,849)		(180,849)
Streets and Highways	225,938			(225,938)		(225,938)
Welfare	69,979			(69,979)		(69,979)
Recreation	31,553			(31,553)		(31,553)
Library	36,966	7,451		(29,515)		(29,515)
Total Governmental Activities	\$ 1,124,049	\$ 54,688	\$ 334,686	\$ (734,675)	\$	\$ (734,675)
Business-Type Activities:						
Water	\$ 654,852	\$ 927,477		\$	\$ 272,625	\$ 272,625
Sewer	235,512	232,788			(2,724)	(2,724)
Total Business-Type Activities	\$ 890,364	\$ 1,160,265		\$	\$ 269,901	\$ 269,901
Total Primary Government	\$ 2,014,413	\$ 1,214,953	\$ 334,686	\$ (734,675)	\$ 269,901	\$ (464,774)
General Revenues:						
Taxes:						
Property Taxes, Levied For General Purposes				\$ 210,559	\$	\$ 210,559
Intergovernmental				437,255		437,255
Interest				2,752	\$ 9,824	12,576
Miscellaneous				9,561		9,561
Total General Revenues				\$ 660,127	\$ 9,824	\$ 669,951
CHANGE IN NET ASSETS				\$ (74,548)	\$ 279,725	\$ 205,177
NET ASSETS, BEGINNING OF YEAR				1,424,156	5,557,743	6,981,899
NET ASSETS, END OF YEAR				\$ 1,349,608	\$ 5,837,468	\$ 7,187,076

The accompanying notes are an integral part of the financial statements.

VILLAGE OF BRIGHTON, ILLINOIS
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2005

	<u>GENERAL</u>	<u>LIBRARY</u>	<u>MOTOR</u>	<u>TORT</u>	<u>OTHER</u>	<u>TOTALS</u>
	<u>CORPORATE</u>		<u>FUEL</u>		<u>GOVERNMENTAL</u>	
			<u>TAX</u>		<u>FUNDS</u>	
<u>ASSETS</u>						
Cash	\$ 226,752	\$ 14,004	\$ 64,067	\$ 8,394	\$ 114,892	\$ 428,109
Investments		14,227				14,227
Property Taxes Receivable	57,667	30,138		36,271	60,845	184,921
Due from Governmental Agencies	29,525		4,946			34,471
Other Receivables	1,660					1,660
Due from Special Revenue Funds	24,056					24,056
TOTAL ASSETS	\$ 339,660	\$ 58,369	\$ 69,013	\$ 44,665	\$ 175,737	\$ 687,444
<u>LIABILITIES AND FUND BALANCES</u>						
<u>Liabilities:</u>						
Accounts Payable	\$ 14,821	\$ 1,927	\$ 9,702			\$ 26,450
Accrued Expenses	12,320					12,320
Deferred Property Taxes	57,667	30,138		\$ 36,271	\$ 60,845	184,921
Due to General Fund		1,313			22,743	24,056
Total Liabilities	\$ 84,808	\$ 33,378	\$ 9,702	\$ 36,271	\$ 83,588	\$ 247,747
<u>Fund Balances</u>						
Reserved	\$ 24,484					\$ 24,484
Unreserved, General Fund	230,368					230,368
Unreserved Special Revenue Funds		\$ 24,991	\$ 59,311	\$ 8,394	\$ 92,149	184,845
Total Fund Balances	\$ 254,852	\$ 24,991	\$ 59,311	\$ 8,394	\$ 92,149	\$ 439,697
TOTAL LIABILITIES AND FUND BALANCES	\$ 339,660	\$ 58,369	\$ 69,013	\$ 44,665	\$ 175,737	\$ 687,444

The accompanying notes are an integral part of the financial statements.

VILLAGE OF BRIGHTON, ILLINOIS
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENTS OF NET ASSETS
JUNE 30, 2005

Total Governmental Fund Balances \$ 439,697

Total net assets reported for governmental activities in the statement of net assets is different because:

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.

Those assets consist of

Land	\$ 156,800	
Buildings and improvements, net of \$245,719 accumulated depreciation	230,675	
Land Improvements, net of \$307,803 accumulated depreciation	103,971	
Equipment, net of \$334,568 accumulated depreciation	<u>252,300</u>	
Total		743,746

Some of the District's taxes will be collected after year-end, but are not available soon enough to pay for the current period's expenditures, and therefore are reported as deferred revenue in the funds.

184,921

Long-term liabilities applicable to the Village's governmental activities are not due and payable in the current period and accordingly are not reported as fund liabilities.

All liabilities - both current and long-term - are reported in the statement of net assets.

Balance of accrued sick pay at June 30, 2005 (18,756)

Total Net Assets of Governmental Activities \$ 1,349,608

The accompanying notes are an integral part of the financial statements.

VILLAGE OF BRIGHTON, ILLINOIS
STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2005

	<u>GENERAL CORPORATE</u>	<u>LIBRARY</u>	<u>MOTOR FUEL TAX</u>	<u>TORT INSURANCE</u>	<u>OTHER GOVERNMENTAL FUNDS</u>	<u>TOTAL</u>
REVENUES:						
Taxes	\$ 58,226	\$ 28,665	\$ 63,469	\$ 34,948	\$ 79,874	\$ 201,713
Intergovernmental	373,786					437,255
Licenses and Permits	10,035					10,035
Fines	15,716					15,716
Interest	1,259	391	125	240	737	2,752
Other	365,258	7,451	475			373,184
Total Revenues	<u>\$ 824,280</u>	<u>\$ 36,507</u>	<u>\$ 64,069</u>	<u>\$ 35,188</u>	<u>\$ 80,611</u>	<u>\$ 1,040,655</u>
EXPENDITURES:						
General Government	\$ 486,986			\$ 29,933	\$ 2,550	\$ 478,970
Public Safety	181,948				3,355	191,247
Streets and Highways	47,411		\$ 126,475		37,601	186,835
Welfare	45,549				24,430	85,185
Recreation	12,621				13,859	26,480
Library		\$ 35,517				35,517
Total Expenditures	<u>\$ 774,515</u>	<u>\$ 35,517</u>	<u>\$ 126,475</u>	<u>\$ 29,933</u>	<u>\$ 81,795</u>	<u>\$ 1,048,235</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	\$ 49,765	\$ 990	\$ (62,406)	\$ 5,255	\$ (1,184)	\$ (7,580)
FUND BALANCE, BEGINNING OF YEAR	205,087	24,001	121,717	3,139	93,333	447,277
FUND BALANCE, END OF YEAR	<u>\$ 254,852</u>	<u>\$ 24,991</u>	<u>\$ 59,311</u>	<u>\$ 8,394</u>	<u>\$ 92,149</u>	<u>\$ 439,697</u>

The accompanying notes are an integral part of the financial statements.

VILLAGE OF BRIGHTON, ILLINOIS
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2005

Net Change in Fund Balances - Total Governmental Funds	\$ (7,580)
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. This is the amount by which depreciation exceeded capital outlay in the current period.	(73,270)
Since some property tax will not be collected for several months after the Village's fiscal year end, they are not considered "available" revenues in the governmental funds.	8,845
Some expenses reported in the Statement of Activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.	<u>(2,543)</u>
Changes in Net Assets of Governmental Activities	<u>\$ (74,548)</u>

The accompanying notes are an integral part of the financial statements.

VILLAGE OF BRIGHTON, ILLINOIS
 PROPRIETARY FUNDS
 STATEMENT OF NET ASSETS
 JUNE 30, 2005

<u>ASSETS</u>	<u>OPERATION AND MAINTENANCE</u>	<u>OTHER ENTERPRISE FUNDS</u>	<u>TOTALS</u>
CURRENT ASSETS:			
Cash	\$ 272,159	\$ 648,897	\$ 921,056
Investments - Time Certificates	53,396	321,076	374,472
Accounts Receivable - Customers (Net of Allowance for Uncollectible Accounts)	119,184		119,184
Estimated Unbilled Water and Sewer Usage	45,150		45,150
Total Current Assets	<u>\$ 489,889</u>	<u>\$ 969,973</u>	<u>\$ 1,459,862</u>
FIXED ASSETS (Net of Accumulated Depreciation)	<u>\$ 4,621,641</u>		<u>\$ 4,621,641</u>
TOTAL ASSETS	<u>\$ 5,111,530</u>	<u>\$ 969,973</u>	<u>\$ 6,081,503</u>
 <u>LIABILITIES AND NET ASSETS</u>			
CURRENT LIABILITIES:			
Accounts Payable	\$ 33,151		\$ 33,151
Customers' Deposits		\$ 29,274	29,274
Due to Governmental Agencies	36,322		36,322
Total Current Liabilities	<u>\$ 69,473</u>	<u>\$ 29,274</u>	<u>\$ 98,747</u>
LONG-TERM LIABILITIES:			
Due to Governmental Agencies	145,288		145,288
Total Liabilities	<u>\$ 214,761</u>	<u>\$ 29,274</u>	<u>\$ 244,035</u>
NET ASSETS:			
Invested in Capital Assets, net of Related Debt	\$ 4,585,319		\$ 4,585,319
Restricted		\$ 839,707	839,707
Unrestricted	311,450	100,992	412,442
Total Net Assets	<u>\$ 4,896,769</u>	<u>\$ 940,699</u>	<u>\$ 5,837,468</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 5,111,530</u>	<u>\$ 969,973</u>	<u>\$ 6,081,503</u>

The accompanying notes are an integral part of the financial statements.

VILLAGE OF BRIGHTON, ILLINOIS
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2005

	<u>OPERATION AND MAINTENANCE</u>	<u>OTHER ENTERPRISE FUNDS</u>	<u>TOTALS</u>
OPERATING REVENUES:			
Sales of Water	\$ 901,135		\$ 901,135
Sewer Charges	223,990		223,990
Connection Charges	8,486		8,486
Late Penalties	20,414		20,414
Commissions	1,656		1,656
Miscellaneous	4,584		4,584
Total Operating Revenues	<u>\$ 1,160,265</u>		<u>\$ 1,160,265</u>
OPERATING EXPENSES:			
Water Purchased	\$ 319,992		\$ 319,992
Repairs and Supplies	5,918		5,918
Insurance	6,454		6,454
Office Supplies and Expense	5,308		5,308
Audit	3,757		3,757
Miscellaneous	153		153
Legal	2,970		2,970
Engineering	20,389		20,389
Bad Debts	20,132		20,132
Service Contracts	360,991		360,991
Total Operating Expenses	<u>\$ 746,064</u>		<u>\$ 746,064</u>
OPERATING INCOME BEFORE DEPRECIATION	\$ 414,201		\$ 414,201
DEPRECIATION	<u>143,850</u>		<u>143,850</u>
NET OPERATING INCOME	<u>\$ 270,351</u>		<u>\$ 270,351</u>
OTHER INCOME (EXPENSE), NET:			
Fiscal Agent Fees	\$ (450)		\$ (450)
Interest Income and Other Income	1,034	\$ 8,790	9,824
Total Other Income (Expense)	<u>\$ 584</u>	<u>\$ 8,790</u>	<u>\$ 9,374</u>
NET INCOME	\$ 270,935	\$ 8,790	\$ 279,725
TRANSFER (TO) FROM:	<u>(107,820)</u>	<u>107,820</u>	<u>0</u>
INCREASE IN NET ASSETS	\$ 163,115	\$ 116,610	\$ 279,725
NET ASSETS, BEGINNING OF YEAR	<u>4,733,654</u>	<u>824,089</u>	<u>5,557,743</u>
NET ASSETS, END OF YEAR	<u>\$ 4,896,769</u>	<u>\$ 940,699</u>	<u>\$ 5,837,468</u>

The accompanying notes are an integral part of the financial statements.

VILLAGE OF BRIGHTON, ILLINOIS
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2005

	<u>OPERATION AND MAINTENANCE</u>	<u>OTHER ENTERPRISE FUNDS</u>	<u>TOTALS</u>
CASH FLOWS FROM OPERATING ACTIVITIES:			
Cash Received from Customers	\$ 1,168,031	\$ 1,315	\$ 1,169,346
Cash Payments for Goods and Services	(776,622)		(776,622)
Net Cash Provided by Operating Activities	<u>\$ 391,409</u>	<u>\$ 1,315</u>	<u>\$ 392,724</u>
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES:			
Operating Transfers From (to) Other Funds	<u>\$ (107,820)</u>	<u>\$ 107,820</u>	<u>\$ 0</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:			
Fiscal Agent Fees Paid	\$ (450)		\$ (450)
Payments for Capital Acquisitions	(112,662)		(112,662)
Net Cash Used by Financing Activities	<u>\$ (113,112)</u>		<u>\$ (113,112)</u>
CASH FLOWS FROM INVESTING ACTIVITIES:			
Interest Income	<u>\$ 1,034</u>	<u>\$ 8,790</u>	<u>\$ 9,824</u>
NET INCREASE IN CASH	\$ 171,511	\$ 117,925	\$ 289,436
CASH, BEGINNING OF YEAR	<u>\$ 154,044</u>	<u>\$ 852,048</u>	<u>1,006,092</u>
CASH, END OF YEAR	<u><u>\$ 325,555</u></u>	<u><u>\$ 969,973</u></u>	<u><u>\$ 1,295,528</u></u>
RECONCILIATION OF NET OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES:			
Net Operating Income	\$ 270,351		\$ 270,351
Adjustments to Reconcile Net Operating Income to Net Cash Provided by Operating Activities:			
Depreciation	143,850		143,850
Decrease in Accounts Receivable	7,766		7,766
Decrease in Customers' Deposits		\$ 1,315	1,315
Decrease in Accounts Payable	(30,558)		(30,558)
Net Cash Provided by Operating Activities	<u>\$ 391,409</u>	<u>\$ 1,315</u>	<u>\$ 392,724</u>

NONCASH INVESTING AND FINANCING ACTIVITIES:

During the year ended June 30, 2005, the Village entered into an agreement with the Illinois Department of Transportation (IDOT) to pay \$217,932 over five years for water lines installed by IDOT. The Village paid \$36,322 in the current year leaving \$181,610 owed at June 30, 2005.

The accompanying notes are an integral part of the financial statements.

VILLAGE OF BRIGHTON, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2005

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of the Village of Brighton, Illinois (the Village) conform to generally accepted accounting principles as applicable to governments. The following is a summary of the more significant policies:

A. Principles Used to Determine the Scope of the Reporting Entity

The Village's reporting entity includes the Village's governing board and all related organizations for which the Village exercises oversight responsibility.

The Village of Brighton, Illinois has developed criteria to determine whether outside agencies with activities which benefit the citizens of the Village, including joint agreements with numerous districts, should be included within its financial reporting entity. The criteria include, but are not limited to, whether the Village exercises oversight responsibility (which includes financial interdependency, selection of governing authority, designation of management, ability to significantly influence operations and accountability for fiscal matters), scope of public service and special financing relationship. The Village 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.

B. Fund Accounting

The accounting system of the Village is organized and operated on a fund basis. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts, which are segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions or limitations. The various funds are grouped, in the financial statements in this report, into three generic fund types (General, Special Revenue and Enterprise) and two broad fund categories (Governmental and Proprietary). The Village does not maintain Capital Projects Funds, Special Assessments Funds or Trust and Agency Funds.

The Village's funds are grouped into two broad fund categories and three generic fund types for financial statement presentation purposes.

C. Basis of Accounting

GOVERNMENT-WIDE FINANCIAL STATEMENTS

The statement of net assets and the statements of activities display information about the Village, the primary government, as a whole. These statements distinguish between activities that are governmental and those that are considered business-type activities.

The government-wide statements are prepared using the economic resources measurement focus and the accrual basis of accounting. This is the same approach used in the preparation of the proprietary fund financial statements but differs from the manner in which governmental fund financial statements are prepared. Therefore, governmental fund financial statements include a reconciliation with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds.

VILLAGE OF BRIGHTON, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2005

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

The government-wide Statement of Activities reports both the gross and net cost of each of the Village's functions. The functions are also supported by general government revenues (property taxes, certain intergovernmental revenues, fines and charges, etc). The Statement of Activities reduces gross expenses (including depreciation) by related program revenues, operating and capital grants. Program revenues must be directly associated with the function or a business-type activity. Operating grants include operating-specific and discretionary (either operating or capital) grants.

The net costs (by function) are normally covered by general revenue (property taxes, intergovernmental revenues, interest income, etc.)

This government-wide focus is more on the sustainability of the Village as an entity and the change in the Village's net assets resulting from the current year's activities.

FUND FINANCIAL STATEMENTS

Fund financial statements report detailed information about the Village. The focus of governmental and enterprise fund financial statements is on major funds rather than reporting funds by type. Each major fund is presented in a separate column. Nonmajor funds are aggregated and presented in a single column.

GOVERNMENTAL FUNDS

All governmental funds are accounted for using the modified accrual basis of accounting and the current financial resources measurement focus. Under this basis revenues are recognized in the accounting period in which they become measurable and available. Expenditures are recognized in the accounting period in which the fund liability is incurred, if measurable.

Revenue Recognition

In applying the susceptible to accrual concept under the modified accrual basis, the following revenue sources are deemed both measurable and available. This concept includes investment earnings, fines and forfeitures, and state-levied locally shared taxes (including sales and replacement taxes).

The first installment of property tax though measurable, is not available until late August in the subsequent fiscal year. Therefore, management believes these taxes are not available to fulfill current year obligations. Therefore, property tax receivables are recorded (net of a 2% allowance for uncollectible accounts) and deferred until they become available.

Other revenues, including licenses and permits, certain charges for services, and miscellaneous revenues, are recorded as revenue when received in cash because they are generally not measurable until actually received.

Expenditure Recognition

The measurement focus of governmental fund accounting is on decreases in net financial resources (expenditures) rather than expenses. Most expenditures are measurable and are recorded when the related fund liability is incurred. However, principal and interest on general long-term debt, which has not matured, are recognized when paid. Allocations of costs, such as depreciation and amortization, are not recognized in the governmental funds.

VILLAGE OF BRIGHTON, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2005

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

PROPRIETARY FUNDS

All proprietary funds are accounted for using the accrual basis of accounting. These funds account for operations that are primarily financed by user charges. The economic resource focus concerns determining costs as a means of maintaining the capital investment and management control. Their revenues are recognized when they are earned and their expenses are recognized when they are incurred. Allocations of costs, such as depreciation, are recorded in proprietary funds. Unbilled utility receivables are recorded at each year-end based on estimates arrived at by multiplying the average number of unbilled service days by the average dollar usage per customer derived from the last billings sent to the customer. An allowance for uncollectible accounts has been established based on specifically identified accounts plus an estimate based on historical figures.

D. Vacation and Sick Pay

The Village grants vacation leave each year to employees who have worked over one year based on the following schedule:

<u>Years of Service</u>	<u>Days of Vacation</u>
1	10.0
3	12.0
5	15.0
10	17.5
15	20.0
20	22.5
25	25.0

Vacation days are earned throughout the year of service, but cannot be taken before the employee's anniversary date. Vacation days are forfeited if not taken within one year of the anniversary date, but are payable at the cessation of a person's employment, so an accrual is recorded in the financial statements. The accrual includes the remaining unused days to which the employee was entitled as of the last anniversary date plus a pro rata share of the current anniversary year which is payable if the employee leaves.

The Village's sick leave policy grants an employee 6 paid sick days per year. The policy permits an accumulation of up to 60 days of unused sick leave. The Village is liable at June 30, 2005 for \$18,756 in unused sick leave.

E. Cash

Cash is presented in the combined statement of cash flows and is defined as cash and other monetary investments that carry an original maturity date of 90 days or less. Transactions involving investments with maturity dates greater than 90 days are reflected in the statements of cash flows under the caption "Cash Flows From Investing Activities."

VILLAGE OF BRIGHTON, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2005

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

F. 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.

G. Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that effect certain reported amounts and disclosures. Accordingly, actual results could differ from these estimates.

H. Budgets and Budgetary Accounting

Appropriations are authorized by ordinance for the General and Special Revenue Funds and prepared under the same method of accounting used for the fund financial statements. The Village uses the fund appropriations for its budgetary control. Fund expenditures may not legally exceed appropriations. Appropriations lapse at year end. The appropriation ordinance, which was not amended, was adopted on September 20, 2004.

I. Net Assets

Net assets is the difference between assets and liabilities. Net assets invested in capital assets are capital assets less accumulated depreciation. Net assets are reported as restricted when there are legal limitations imposed on their use by Village legislation or external restrictions by other governments, creditors or grantors.

J. Capital Assets and Depreciation

The accounting and reporting treatment applied to the capital assets associated with a fund are determined by its measurement focus. General capital assets are long-lived assets of the Village as a whole. When purchased, such assets are recorded as expenditures in the governmental funds and capitalized. Infrastructure such as streets, traffic signals and signs are capitalized. The valuation bases for general capital assets are historical cost, or where historical cost is not available, estimated historical cost based on replacement cost.

Capital assets in the proprietary funds are capitalized in the fund in which they are utilized. The valuation bases for proprietary fund capital assets are the same as those used for the general capital assets.

Depreciation of capital assets is computed and recorded by the straight-line method. Estimated useful lives of the various classes of depreciable capital assets are as follows: buildings, 10 to 60 years; improvements/infrastructures, 5 to 60 years; equipment, 5 to 15 years.

VILLAGE OF BRIGHTON, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2005

NOTE 2. CASH AND CERTIFICATES OF DEPOSIT

Cash and investments as of June 30, 2005 are classified in the accompanying financial statements as follows:

Cash	\$ 1,349,165
Investments – Time Certificates	<u>388,699</u>
Total	<u>\$ 1,737,864</u>

Cash includes \$303 of cash on hand and \$1,348,862 of deposits with financial institutions of which \$200,000 is insured by FDIC limits and the remaining balance is fully collateralized. Of the investments in time certificates, \$200,000 is insured by FDIC limits with the remaining balance being fully collateralized.

The Village's investment policy, which was adopted on December 6, 1999 allows investments in any type of security allowed for in Illinois Statutes regarding the investment of Public Funds.

The Village's funds are required to be deposited and invested under the terms of a depository contract pursuant to Statute. The depository bank pledges for safekeeping and trust with the Village's third party agent, approved securities in an amount sufficient to protect Village funds on a day-to-day basis during the period of the contract. The pledge of approved securities is waived only to the extent of the dollar amount of Federal Deposit Insurance Corporation coverage.

Under the depository contract, the Village, at its own discretion, invests funds in time deposits and certificates of deposit provided by the depository bank at interest rates approximating United States Treasury Bill rates.

A. 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.

Information about the sensitivity of the fair values of the Village's investments to market interest rate fluctuations is provided by the following table that shows the distribution of the District's investments by maturity.

		<u>Remaining Maturity (in months)</u>	
		<u>12 months</u>	<u>13-24</u>
		<u>or less</u>	<u>months</u>
Certificates of Deposit	<u>\$ 388,699</u>	<u>\$ 381,867</u>	<u>\$ 6,832</u>

NOTE 3. PROPERTY TAX REVENUES

The Village levies property taxes in December of each year. The calendar year 2004 tax levy was adopted on December 6, 2004. Property taxes levied become a lien on Village residents' properties on the first day of the levy year, which is the succeeding calendar year. The County Collectors mail the property tax statements approximately six or seven months after the lien sets in on properties. Taxes are usually payable in two installments. The County Collectors receive property tax revenues and remit them to the Village within two to six months after the statements have been mailed to the residents. The total time elapsed between the levy and collection of taxes by the Village is approximately one to one-and-one half years.

VILLAGE OF BRIGHTON, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2005

NOTE 3. PROPERTY TAX REVENUES (Continued)

Due dates for 2004 taxes are as follows:

	<u>First Installment</u>	<u>Second Installment</u>
Macoupin County	August 15, 2005	September 15, 2005
Jersey County	August 1, 2005	September 12, 2005

NOTE 4. PROPERTY AND EQUIPMENT

Capital asset activity for the year ended June 30, 2005, was as follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Governmental Activities:				
Non-Depreciable:				
Land	\$ 156,800			\$ 156,800
Depreciable Capital Assets:				
Buildings and Improvements	\$ 476,394			\$ 476,394
Land Improvements	411,774			411,774
Equipment	578,473	\$ 8,912	\$ 517	586,868
Subtotal	\$ 1,466,641	\$ 8,912	\$ 517	\$ 1,475,036
Accumulated Depreciation:				
Buildings and Improvements	\$ 228,502	\$ 17,217		\$ 245,719
Land Improvements	284,004	23,799		307,803
Equipment	293,919	41,166	\$ 517	334,568
Subtotal	\$ 806,425	\$ 82,182	\$ 517	\$ 888,090
Net Depreciable Capital Assets	\$ 660,216	\$ (73,270)	\$ 0	\$ 586,946
Net Capital Assets	\$ 817,016	\$ (73,270)	\$ 0	\$ 743,746

Depreciation was charged to functions as follows:

Governmental activities:	
General Government	\$ 53,459
Police	11,235
Streets and Bridge	14,452
Library	3,036
Total Governmental Activities Depreciation Expense	\$ 82,182

VILLAGE OF BRIGHTON, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2005

NOTE 4. PROPERTY AND EQUIPMENT (Continued)

A summary of business-type activities at June 30, 2005 follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Business-type Activities:				
Non-Depreciable				
Land	\$ 34,378			\$ 34,378
Depreciable Capital Assets:				
Buildings	\$ 46,370			\$ 46,370
Equipment	382,355	\$ 12,057		394,412
Sewer Plant	4,823,416			4,823,416
Tanks & Pumping Station	580,080	26,075		606,155
Water System	<u>1,591,412</u>	<u>256,139</u>		<u>1,847,551</u>
Subtotal	<u>\$ 7,423,633</u>	<u>\$ 294,271</u>	<u>\$ 0</u>	<u>\$ 7,717,904</u>
Accumulated Depreciation:				
Buildings	\$ 46,217	\$ 74		\$ 46,291
Equipment	308,467	17,070		325,537
Sewer Plant	1,648,653	87,264		1,735,917
Tanks & Pumping Station	379,172	9,923		389,095
Water System	<u>604,283</u>	<u>29,518</u>		<u>633,801</u>
Subtotal	<u>\$ 2,986,792</u>	<u>\$ 143,849</u>	<u>\$ 0</u>	<u>\$ 3,130,641</u>
Net Depreciable Capital Assets	<u>\$ 4,436,841</u>	<u>\$ 150,422</u>	<u>\$ 0</u>	<u>\$ 4,587,263</u>
Net Capital Assets	<u>\$ 4,471,219</u>	<u>\$ 150,422</u>	<u>\$ 0</u>	<u>\$ 4,621,641</u>

Depreciation was charged to functions as follows:

Business-type Activities:	
Water	\$ 48,050
Sewer	<u>95,799</u>
Total Business-type Activities Depreciation Expense	<u>\$ 143,849</u>

NOTE 5. INTERFUND RECEIVABLES AND PAYABLES

A summary of interfund receivables and payables as of June 30, 2005 follows:

<u>Due To</u>	<u>Due From</u>	<u>Amount</u>
General Fund	Park and Recreation Fund	<u>\$ 669</u>
General Fund	Library Fund	<u>\$ 1,313</u>
General Fund	Street and Bridge Fund	<u>\$ 22,074</u>

These 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 within the next year.

VILLAGE OF BRIGHTON, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2005

NOTE 6. INTERGOVERNMENTAL COOPERATION CONTRACT – RISK MANAGEMENT

The Village is exposed to various risks of loss related to torts; theft of, damage and destruction of assets; errors and omissions and natural disasters for which the Village provides insurance coverage.

The Village is a part of an intergovernmental cooperation contract with the Illinois Municipal League Risk Management Association for the purpose of maintaining insurance coverage.

Coverage is provided from a self-insured retention fund established by the Association from municipal member's yearly contributions. Each municipality, which is a member of the Association, has agreed through the intergovernmental cooperation contract to appropriate each year, by ordinance, a sum of money sufficient to pay its required contribution plus its pro-rata share of any deficits which may occur in the self-insured retention fund.

The Village's contributions to the self-insured retention fund during the year ended June 30, 2005, totaled \$25,407 for coverage from January 1, 2005 to December 31, 2005.

There have been no significant reductions in coverage for the prior year and settlements have not exceeded coverage in the past three years.

NOTE 7. LEGAL DEBT MARGIN

The computation of legal debt margin is as follows:

Assessed valuation as of December 31, 2004	<u>\$ 20,793,012</u>
Debt limit - 8.625% of assessed valuation	\$ 1,793,397
Less, general obligation bonded indebtedness	<u>0</u>
Legal debt margin	<u>\$ 1,793,397</u>

NOTE 8. FUND BALANCE AND NET ASSETS AND EXPENDITURES OVER BUDGET

The Village had reserved fund balances and restricted net assets of \$24,484 pertaining to grants as of June 30, 2005. See Note 9 for details of the grants.

The following funds showed deficit fund balances at June 30, 2005:

Parks and Recreation	\$ <u>(519)</u>
Street and Bridge	\$ <u>(21,319)</u>

No funds had actual expenditures in excess of budgeted expenditures for the year ended June 30, 2005.

NOTE 9. GRANTS

In the normal course of operations, the Village receives grant funds from various Federal and State agencies. The grant programs are subject to audit by agents of the granting authority, the purpose of which is to ensure compliance with conditions precedent to the granting of funds. Any liability for reimbursement which may arise as the result of these audits is not believed to be material.

VILLAGE OF BRIGHTON, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2005

NOTE 9. GRANTS (Continued)

During the year ended June 30, 2003, the Village was awarded a \$383,000 Housing Rehabilitation grant through the Community Development Assistance Program (CDAP). The grant proceeds are to be used to rehabilitate approximately 14 substandard, deteriorating, single-family, owner-occupied, very low to moderate income status households located throughout the target area within the Village of Brighton. The funds must be spent from January 1, 2003 to December 31, 2004. During the year ended June 30, 2003, the Village received \$18,532 and expended \$18,316. During the year ended June 30, 2004, the Village received \$364,468 and expended \$316,149 leaving a reserved fund balance at June 30, 2004 of \$48,535. During the year ended June 30, 2005 the Village spent \$48,535.

During the year ended June 30, 2004 the Village was awarded a \$22,700 Planning Assistance grant through CDAP. The grant proceeds are to be used to analyze the public sewer collection and treatment system on the north side of town. The Village received and expended \$11,409 under this grant during the year June 30, 2004. During the year ended June 30, 2005, the Village received \$11,291 and expended \$11,291.

During the year ended June 30, 2004, the Village was awarded a \$385,350 DCCA Housing Grant from CDAP. The grant proceeds are to be used to rehabilitate approximately 15 substandard deteriorating, single family, owner-occupied, very low to moderate income status households in a targeted area of the Village. The funds must be spent between May 17, 2004 and May 16, 2006. No funds were received or expended under this grant during the year ended June 30, 2004. During the year ended June 30, 2004 the Village received \$281,395 and expended \$256,911.

The Village was also awarded a \$42,000 Illinois Housing Development Administration (IHDA) Grant to cover rehabilitation costs on the same houses covered under the \$385,350 DCCA Grant. The Village received and expended the \$42,000 during the year ended June 30, 2005.

During the year ended June 30, 2005 the Village was awarded a \$375,950 DCCA Housing Grant to rehabilitate fifteen substandard deteriorating, single-family, owner-occupied, very low to moderate income status households in a targeted area of the Village. This grant was awarded June 1, 2005 and work must be completed by May 31, 2007. This grant was leveraged by a \$105,000 grant from IHDA to be used strictly for rehabilitation costs whereas the DCCA grant monies cover rehabilitation costs, rehabilitation administration and grant administration. No funds were received or expended under these grants during the year ended June 30, 2005.

NOTE 10. PRIOR PERIOD ADJUSTMENTS

<u>Restatement of Net Assets Governmental Activities</u> <u>at Beginning of Year</u>	<u>Statement of</u> <u>Activities</u>
As previously reported	\$ 1,248,081
Adjustment for applying GASB 33 and 34 for the timing of property tax revenue recognition	<u>176,075</u>
Balance at Beginning of Year, as restated	\$ 1,424,156
Change in Net Assets	<u>(74,548)</u>
Balance at End of Year	<u>\$ 1,349,608</u>

VILLAGE OF BRIGHTON, ILLINOIS

REQUIRED SUPPLEMENTARY INFORMATION

FOR THE YEAR ENDED JUNE 30, 2005

VILLAGE OF BRIGHTON, ILLINOISGENERAL FUNDSTATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCESBUDGET AND ACTUALMAJOR GOVERNMENTAL FUNDSFOR THE YEAR ENDED JUNE 30, 2005

	<u>ORIGINAL AND FINAL BUDGET</u>	<u>ACTUAL</u>
REVENUES:		
Taxes		\$ 58,226
Intergovernmental Revenues		373,786
Licenses & Permits		10,035
Fines		15,716
Interest		1,259
Other		365,258
Total Revenues		<u>\$ 824,280</u>
EXPENDITURES:		
General Government	\$ 516,260	\$ 486,986
Public Safety	252,057	181,948
Streets and Highways	116,500	47,411
Welfare	17,376	45,549
Recreation	37,629	12,621
Total Expenditures	<u>\$ 939,822</u>	<u>\$ 774,515</u>
REVENUES OVER EXPENDITURES		\$ 49,765
FUND BALANCE, BEGINNING OF YEAR		<u>205,087</u>
FUND BALANCE, END OF YEAR		<u>\$ 254,852</u>

VILLAGE OF BRIGHTON, ILLINOIS
SPECIAL REVENUE FUNDS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
MAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2005

	<u>LIBRARY</u>	
	<u>ORIGINAL AND FINAL BUDGET</u>	<u>ACTUAL</u>
REVENUES:		
Property Taxes		\$ 28,665
Interest		391
Other		7,451
Total Revenues		<u>\$ 36,507</u>
EXPENDITURES:		
Library	<u>\$ 39,275</u>	<u>\$ 35,517</u>
REVENUES OVER EXPENDITURES		\$ 990
FUND BALANCE, BEGINNING OF YEAR		<u>24,001</u>
FUND BALANCE, END OF YEAR		<u>\$ 24,991</u>

VILLAGE OF BRIGHTON, ILLINOIS
SPECIAL REVENUE FUNDS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
MAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2005

	<u>MOTOR FUEL TAX</u>	
	<u>ORIGINAL AND FINAL BUDGET</u>	<u>ACTUAL</u>
REVENUES:		
Intergovernmental Revenues		\$ 63,469
Interest		125
Other		475
Total Revenues		<u>\$ 64,069</u>
EXPENDITURES:		
Streets and Highways	<u>\$ 139,100</u>	<u>\$ 126,475</u>
REVENUES UNDER EXPENDITURES		\$ (62,406)
FUND BALANCE, BEGINNING OF YEAR		<u>121,717</u>
FUND BALANCE, END OF YEAR		<u>\$ 59,311</u>

VILLAGE OF BRIGHTON, ILLINOIS
SPECIAL REVENUE FUNDS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
MAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2005

	<u>TORT INSURANCE</u>	
	<u>ORIGINAL</u>	
	<u>AND FINAL</u>	
	<u>BUDGET</u>	<u>ACTUAL</u>
REVENUES:		
Property Taxes		\$ 34,948
Interest		240
Total Revenues		<u>\$ 35,188</u>
EXPENDITURES:		
General Government	<u>\$ 40,100</u>	<u>\$ 29,933</u>
REVENUES OVER EXPENDITURES		\$ 5,255
FUND BALANCE, BEGINNING OF YEAR		<u>3,139</u>
FUND BALANCE, END OF YEAR		<u>\$ 8,394</u>

VILLAGE OF BRIGHTON, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2005

A. Plan Description

The Village of Brighton's defined benefit pension plan, Illinois Municipal Retirement (IMRF), provides retirement, disability, annual cost of living adjustments and death benefits to plan members and beneficiaries. IMRF is an Agent – Multiple – Employer Public Employee Retirement System and acts as a common investment and administrative agent for local governments and school districts in Illinois. The Illinois Pension Code establishes the benefit provisions of the plan that can only be amended by the Illinois General Assembly. IMRF issues a financial report that includes financial statements and required supplementary information. That report may be obtained at www.imrf.org/pubs/pubs_homepage.htm, or by writing to the Illinois Municipal Retirement Fund, 2211 York Road, Suite 500, Oak Brook, Illinois 60523.

Employees participating in IMRF are required to contribute 4.50 percent of their annual covered salary. The member rate is established by state statute. The Village of Brighton is required to contribute at an actuarially determined rate. The employer rate for calendar year 2004 was 2.60 percent of payroll. The employer contribution requirements are established and may be amended by the IMRF Board of Trustees.

IMRF's unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on a closed basis (over funded liability amortized on an open basis). The remaining amortization period at December 31, 2004 was 10 years.

For December 31, 2004, the Village of Brighton's annual pension cost of \$4,481 was equal to the Village of Brighton's required and actual contributions. The required contribution was determined as part of the December 31, 2002 actuarial valuation using the entry age actuarial cost method. The actuarial assumptions included (a) 7.50% investment rate of return (net of administrative expenses), (b) projected salary increases of 4.00% a year, attributable to inflation, (c) additional projected salary increases ranging from a 0.4% to 11.6% per year depending on age and service, attributable to seniority/merit, and (d) post-retirement benefit increases of 3% annually. The actuarial value of IMRF assets was determined using techniques that smooth the effects of short-term volatility in the market value of investments over a five-year period with a 15% corridor. The assumptions used for the 2004 actuarial valuation were based on the 1999-2001 experience study.

B. Trend Information

<u>Actuarial Valuation Date</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage of APC Contributed</u>	<u>Net Pension Obligation</u>
12/31/04	\$4,481	100%	\$0
12/31/03	1,391	100%	0
12/31/02	1,509	100%	0
12/31/01	4,578	100%	0
12/31/00	11,804	100%	0
12/31/99	13,791	100%	0
12/31/98	15,729	100%	0
12/31/97	16,375	100%	0
12/31/96	14,554	100%	0
12/31/95	24,791	100%	0

VILLAGE OF BRIGHTON, ILLINOIS
ILLINOIS MUNICIPAL RETIREMENT FUND
JUNE 30, 2005

C. Required Supplementary Information

Schedule of Funding Progress

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
12/31/04	\$622,360	\$607,342	\$(15,018)	102.47%	\$172,352	0.00%
12/31/03	580,826	507,225	(73,601)	114.51%	154,583	0.00%
12/31/02	558,691	473,243	(85,448)	118.06%	162,231	0.00%
12/31/01	534,049	415,404	(118,645)	128.56%	165,872	0.00%
12/31/00	626,578	499,012	(127,566)	125.56%	161,255	0.00%
12/31/99	545,004	466,967	(78,037)	116.71%	160,184	0.00%
12/31/98	431,874	407,361	(24,513)	106.02%	147,826	0.00%
12/31/97	346,823	358,451	11,628	96.76%	145,273	8.00%
12/31/96	313,530	367,122	53,592	85.40%	141,026	38.00%
12/31/95	264,508	350,083	85,575	75.56%	229,338	37.31%
12/31/94	212,180	315,039	102,859	67.35%	233,024	44.14%

On a market value basis, the actuarial value of assets as of December 31, 2004 is \$623,770. On a market basis, the funded ratio would be 102.70%.

***Digest of Changes**

The actuarial assumptions used to determine the actuarial accrued liability for 2004 are based on the 1999-2001 Experience Study.

The principal changes were:

- Fewer members are expected to take refunds early in their career.
- For Regular members, fewer normal and early retirements are expected to occur.

VILLAGE OF BRIGHTON, ILLINOIS
SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED JUNE 30, 2005

VILLAGE OF BRIGHTON, ILLINOIS

GENERAL FUND

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES

FOR THE YEAR ENDED JUNE 30, 2005

WITH COMPARATIVE FIGURES FOR THE YEAR ENDED JUNE 30, 2004

	TOTALS	
	2005	2004
REVENUES:		
Taxes:		
General Property	\$ 54,944	\$ 51,480
Replacement	3,282	3,105
Total Taxes	<u>\$ 58,226</u>	<u>\$ 54,585</u>
Intergovernmental Revenue:		
State Income Tax	\$ 214,769	\$ 199,501
Sales Tax	159,017	129,739
Photo Processing Tax		
Total Intergovernmental Revenue	<u>\$ 373,786</u>	<u>\$ 329,240</u>
Licenses:		
Vendor	\$ 335	\$ 655
Tavern	3,300	3,629
Dog	534	584
Total Licenses	<u>\$ 4,169</u>	<u>\$ 4,868</u>
Permits	<u>\$ 5,866</u>	<u>\$ 5,597</u>
Fines	<u>\$ 15,716</u>	<u>\$ 20,432</u>
Interest	<u>\$ 1,259</u>	<u>\$ 1,193</u>
Other:		
Grant	\$ 334,686	\$ 375,877
Franchise Fees	6,113	6,513
Village Hall Rent	3,020	4,565
Equipment Rental	11,878	9,532
Miscellaneous	9,561	8,180
Total Other	<u>\$ 365,258</u>	<u>\$ 404,667</u>
Total Revenues	\$ 824,280	\$ 820,582
EXPENDITURES (SCHEDULE 3)	<u>774,515</u>	<u>770,932</u>
REVENUES OVER EXPENDITURES	\$ 49,765	\$ 49,650
TRANSFERS FROM SPECIAL REVENUE FUNDS, NET		20,000
FUND BALANCE, BEGINNING OF YEAR	<u>205,087</u>	<u>135,437</u>
FUND BALANCE, END OF YEAR	<u>\$ 254,852</u>	<u>\$ 205,087</u>

VILLAGE OF BRIGHTON, ILLINOIS
GENERAL FUND
SCHEDULE OF EXPENDITURES
BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2005
WITH COMPARATIVE FIGURES FOR THE YEAR ENDED JUNE 30, 2004

	<u>2005</u>		<u>2004</u>
	<u>BUDGET</u>	<u>ACTUAL</u>	
General Government:			
Village Officers' Salaries	\$ 45,935	\$ 39,797	\$ 44,135
Village Hall Salaries		600	600
Street Lighting		2,044	14,227
Telephone	750	647	740
Miscellaneous	2,000	19,026	12,460
Office Expense	3,500	5,875	2,283
Village Hall Expenditures	37,300	36,514	30,262
Legal Publications	2,500	798	448
Zoning	2,000	(602)	1,045
Animal Control	9,105	5,165	5,562
Attorney	4,000	5,229	2,124
Capital Outlay	7,750	5,780	5,532
Gas	720	7,376	3,446
Grant Expense	385,350	358,737	327,619
Donations	350		
Economic Development	3,000		
Sales Tax Rebate	12,000		
Total General Government	<u>\$ 516,260</u>	<u>\$ 486,986</u>	<u>\$ 450,483</u>
Public Safety:			
Police Salaries and Dispatching Salaries	\$ 167,569	\$ 151,121	\$ 152,086
Police Department Expenditures	80,288	28,483	28,287
Capital Outlay	4,200	2,344	9,424
Total Public Safety	<u>\$ 252,057</u>	<u>\$ 181,948</u>	<u>\$ 189,797</u>
Streets and Highways:			
EMC Contract	\$ 110,000	\$ 42,973	\$ 54,190
Public Works Expense	4,500	4,438	1,507
Decorations	2,000		
Total Streets and Highways	<u>\$ 116,500</u>	<u>\$ 47,411</u>	<u>\$ 55,697</u>
Welfare:			
Employees Health Insurance	\$ 17,376	\$ 45,549	\$ 63,542
Parks and Recreation:			
Salaries		\$ 800	\$ 1,071
Park Utilities	\$ 6,500	5,142	4,884
Park and Recreation Expenses	19,429	6,679	4,659
Capital Expenditures	11,700		799
Total Parks and Recreation	<u>\$ 37,629</u>	<u>\$ 12,621</u>	<u>\$ 11,413</u>
Total Expenditures	<u>\$ 939,822</u>	<u>\$ 774,515</u>	<u>\$ 770,932</u>

VILLAGE OF BRIGHTON, ILLINOIS
SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET

JUNE 30, 2005

WITH COMPARATIVE TOTALS FOR JUNE 30, 2004

ASSETS	MOTOR FUEL TAX	ILLINOIS MUNICIPAL RETIREMENT	SOCIAL SECURITY	AUDIT	CIVIL DEFENSE	PARKS AND RECREATION
Cash	\$ 64,067	\$ 30,836	\$ 1,939	\$ 10	\$ 2,718	\$ 150
Property Taxes Receivable			14,712	3,057	1,304	14,712
Due from Governmental Agencies	4,946					
TOTAL	\$ 69,013	\$ 30,836	\$ 16,651	\$ 3,067	\$ 4,022	\$ 14,862

LIABILITIES AND FUND EQUITY

LIABILITIES:						
Accounts Payable	\$ 9,702					\$ 669
Due to General Fund					\$ 1,304	14,712
Deferred Property Taxes			\$ 14,712	\$ 3,057	\$ 1,304	\$ 15,381
Total Liabilities	\$ 9,702		\$ 14,712	\$ 3,057	\$ 1,304	\$ 15,381
FUND EQUITY:						
Fund Balance (Deficit)	\$ 59,311	\$ 30,836	\$ 1,939	\$ 10	\$ 2,718	\$ (519)
TOTAL	\$ 69,013	\$ 30,836	\$ 16,651	\$ 3,067	\$ 4,022	\$ 14,862

VILLAGE OF BRIGHTON, ILLINOIS
SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET

JUNE 30, 2005

WITH COMPARATIVE TOTALS FOR JUNE 30, 2004

ASSETS	TORT INSURANCE	POLICE	STREET AND BRIDGE	LIBRARY	UNEMPLOYMENT INSURANCE		TOTALS	
					2005	2004	2005	2004
Cash	\$ 8,394	\$ 27,649	\$ 755	\$ 14,004	\$ 50,835	\$ 201,357	\$ 245,451	
Certificate of Deposit				14,227		14,227	13,409	
Property Taxes Receivable	36,271	15,099	11,961	30,138		127,254	122,433	
Due from Governmental Agencies					4,946		4,723	
TOTAL	\$ 44,665	\$ 42,748	\$ 12,716	\$ 58,369	\$ 50,835	\$ 347,784	\$ 386,016	
LIABILITIES AND FUND EQUITY								
LIABILITIES:								
Accounts Payable				\$ 1,927	\$ 11,629	\$ 4,736		
Due to General Fund			\$ 22,074	1,313	24,056	16,657		
Deferred Property Taxes	\$ 36,271	\$ 15,099	11,961	30,138	127,254	122,433		
Total Liabilities	\$ 36,271	\$ 15,099	\$ 34,035	\$ 33,378	\$ 162,939	\$ 143,826		
FUND EQUITY:								
Fund Balance (Deficit)	\$ 8,394	\$ 27,649	\$ (21,319)	\$ 24,991	\$ 50,835	\$ 184,845	\$ 242,190	
TOTAL	\$ 44,665	\$ 42,748	\$ 12,716	\$ 58,369	\$ 50,835	\$ 347,784	\$ 386,016	

VILLAGE OF BRIGHTON, ILLINOIS

SPECIAL REVENUE FUNDS

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES

BUDGET AND ACTUAL

FOR THE YEAR ENDED JUNE 30, 2005

ILLINOIS

	MOTOR FUEL TAX		MUNICIPAL RETIREMENT		SOCIAL SECURITY		AUDIT	
	BUDGET	ACTUAL	BUDGET	ACTUAL	BUDGET	ACTUAL	BUDGET	ACTUAL
REVENUES:								
Property Taxes		\$ 63,469				\$ 14,235		\$ 2,536
Intergovernmental Revenues								
Interest		125		\$ 31		31		
Other		475						
Total Revenues		<u>\$ 64,069</u>		<u>\$ 31</u>		<u>\$ 14,266</u>		<u>\$ 2,536</u>
EXPENDITURES:								
General Government							\$ 3,500	\$ 2,550
Streets and Highways	\$ 139,100	\$ 126,475						
Welfare			\$ 14,000	\$ 8,134	\$ 18,500	\$ 16,296		
Total Expenditures	<u>\$ 139,100</u>	<u>\$ 126,475</u>	<u>\$ 14,000</u>	<u>\$ 8,134</u>	<u>\$ 18,500</u>	<u>\$ 16,296</u>	<u>\$ 3,500</u>	<u>\$ 2,550</u>
REVENUES UNDER EXPENDITURES		\$ (62,406)		\$ (8,103)		\$ (2,030)		\$ (14)
FUND BALANCE, BEGINNING OF YEAR		<u>121,717</u>		<u>38,939</u>		<u>3,969</u>		<u>24</u>
FUND BALANCE, END OF YEAR		<u>\$ 59,311</u>		<u>\$ 30,836</u>		<u>\$ 1,939</u>		<u>\$ 10</u>

VILLAGE OF BRIGHTON, ILLINOIS
SPECIAL REVENUE FUNDS

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2005

	CIVIL DEFENSE		PARKS AND RECREATION		TORT INSURANCE		POLICE	
	BUDGET	ACTUAL	BUDGET	ACTUAL	BUDGET	ACTUAL	BUDGET	ACTUAL
REVENUES:								
Property Taxes		\$ 4,517		\$ 13,812		\$ 34,948		\$ 14,490
Interest						240		
Total Revenues		<u>\$ 4,517</u>		<u>\$ 13,812</u>		<u>\$ 35,188</u>		<u>\$ 14,490</u>
EXPENDITURES:								
General Government					\$ 40,100	\$ 29,933	\$ 25,000	
Public Safety	\$ 5,370	\$ 3,355						
Recreation			\$ 15,000	\$ 13,859				
Total Expenditures	<u>\$ 5,370</u>	<u>\$ 3,355</u>	<u>\$ 15,000</u>	<u>\$ 13,859</u>	<u>\$ 40,100</u>	<u>\$ 29,933</u>	<u>\$ 25,000</u>	
REVENUES OVER (UNDER) EXPENDITURES		\$ 1,162		\$ (47)		\$ 5,255		\$ 14,490
FUND BALANCE (DEFICIT), BEGINNING OF YEAR		<u>1,556</u>		<u>(472)</u>		<u>3,139</u>		<u>13,159</u>
FUND BALANCE (DEFICIT), END OF YEAR		<u>\$ 2,718</u>		<u>\$ (519)</u>		<u>\$ 8,394</u>		<u>\$ 27,649</u>

VILLAGE OF BRIGHTON, ILLINOIS
SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2005

	STREET AND BRIDGE		LIBRARY		UNEMPLOYMENT INSURANCE		TOTALS	
	BUDGET	ACTUAL	BUDGET	ACTUAL	BUDGET	ACTUAL	2005 BUDGET	2004 ACTUAL
REVENUES:								
Property Taxes		\$ 30,284		\$ 28,665			\$ 143,487	\$ 136,688
Intergovernmental Revenues							63,469	63,099
Interest		675		391			1,493	2,893
Other				7,451			7,926	7,638
Total Revenues		<u>\$ 30,959</u>		<u>\$ 36,507</u>			<u>\$ 216,375</u>	<u>\$ 210,318</u>
EXPENDITURES:								
General Government							\$ 43,600	\$ 31,708
Public Safety							30,370	10,875
Streets and Highways	\$ 220,722	\$ 37,601					359,822	131,138
Welfare							32,500	21,643
Recreation							15,000	13,759
Library			\$ 39,275	\$ 35,517			39,275	39,356
Total Expenditures	<u>\$ 220,722</u>	<u>\$ 37,601</u>	<u>\$ 39,275</u>	<u>\$ 35,517</u>			<u>\$ 520,567</u>	<u>\$ 248,479</u>
REVENUES OVER (UNDER) EXPENDITURES		\$ (6,642)		\$ 990			\$ (57,345)	\$ (38,161)
TRANSFER TO GENERAL FUND								(20,000)
FUND BALANCE (DEFICIT), BEGINNING OF YEAR		(14,677)		24,001		50,835	242,190	300,351
FUND BALANCE (DEFICIT), END OF YEAR		<u>\$ (21,319)</u>		<u>\$ 24,991</u>		<u>\$ 50,835</u>	<u>\$ 184,845</u>	<u>\$ 242,190</u>

VILLAGE OF BRIGHTON, ILLINOIS
SPECIAL REVENUE FUND
MOTOR FUEL TAX
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2005
WITH COMPARATIVE FIGURES FOR THE YEAR ENDED JUNE 30, 2004

	<u>2005</u>		<u>2004</u>
	<u>BUDGET</u>	<u>ACTUAL</u>	
REVENUES:			
Intergovernmental - Allotments		\$ 63,469	\$ 63,099
Interest		125	268
Other		475	
Total Revenues		<u>\$ 64,069</u>	<u>\$ 63,367</u>
EXPENDITURES:			
Streets and Highways:			
Oil and Asphalt	\$ 17,000	\$ 12,888	\$ 15,044
Rock, Chips	20,000	1,921	16,865
Engineering	7,000	4,864	5,401
Cold Patch, Hot Mix	15,000	2,805	1,778
Slag		13,654	
Signs	1,000	1,319	430
Equipment Rental	8,000	16,541	7,303
Street Sweep	2,850	2,500	2,500
Culverts	5,000	1,456	1,422
Bid Letting	500	817	320
Sidewalks	25,000	32,968	26,371
Culvert & Ditch Cleaning	3,000	3,214	3,543
Street Lighting	20,000	20,180	6,645
Other	14,750	11,348	9,059
Total Expenditures	<u>\$ 139,100</u>	<u>\$ 126,475</u>	<u>\$ 96,681</u>
REVENUES UNDER EXPENDITURES		\$ (62,406)	\$ (33,314)
FUND BALANCE, BEGINNING OF YEAR		<u>121,717</u>	<u>155,031</u>
FUND BALANCE, END OF YEAR		<u>\$ 59,311</u>	<u>\$ 121,717</u>

VILLAGE OF BRIGHTON, ILLINOIS
SPECIAL REVENUE FUND
ILLINOIS MUNICIPAL RETIREMENT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
FOR THE YEAR ENDED JUNE 30, 2005
WITH COMPARATIVE FIGURES FOR THE YEAR ENDED JUNE 30, 2004

	<u>TOTALS</u>	
	<u>2005</u>	<u>2004</u>
REVENUES:		
Property Taxes		\$ 5,724
Interest	\$ 31	1,312
Total Revenues	<u>\$ 31</u>	<u>\$ 7,036</u>
EXPENDITURES:		
Welfare:		
Illinois Municipal Retirement	\$ 8,134	\$ 2,949
Legal Fees		1,470
Other		30
Total Expenditures	<u>\$ 8,134</u>	<u>\$ 4,449</u>
REVENUES (UNDER) OVER EXPENDITURES	\$ (8,103)	\$ 2,587
FUND BALANCE, BEGINNING OF YEAR	<u>38,939</u>	<u>36,352</u>
FUND BALANCE, END OF YEAR	<u>\$ 30,836</u>	<u>\$ 38,939</u>

VILLAGE OF BRIGHTON, ILLINOIS
SPECIAL REVENUE FUND
SOCIAL SECURITY
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
FOR THE YEAR ENDED JUNE 30, 2005
WITH COMPARATIVE FIGURES FOR THE YEAR ENDED JUNE 30, 2004

	<u>TOTALS</u>	
	<u>2005</u>	<u>2004</u>
REVENUES:		
Property Taxes	\$ 14,235	\$ 16,945
Interest	31	49
Total Revenues	<u>\$ 14,266</u>	<u>\$ 16,994</u>
EXPENDITURES:		
Welfare:		
Social Security	<u>\$ 16,296</u>	<u>\$ 17,194</u>
REVENUES UNDER EXPENDITURES	\$ (2,030)	\$ (200)
FUND BALANCE, BEGINNING OF YEAR	<u>3,969</u>	<u>4,169</u>
FUND BALANCE, END OF YEAR	<u>\$ 1,939</u>	<u>\$ 3,969</u>

VILLAGE OF BRIGHTON, ILLINOISSPECIAL REVENUE FUNDAUDITSTATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCEFOR THE YEAR ENDED JUNE 30, 2005WITH COMPARATIVE FIGURES FOR THE YEAR ENDED JUNE 30, 2004

	<u>TOTALS</u>	
	<u>2005</u>	<u>2004</u>
REVENUES:		
Property Taxes	<u>\$ 2,536</u>	<u>\$ 2,597</u>
EXPENDITURES:		
General Government:		
Audit	<u>\$ 2,550</u>	<u>\$ 3,508</u>
REVENUES UNDER EXPENDITURES	\$ (14)	\$ (911)
FUND BALANCE, BEGINNING OF YEAR	<u>24</u>	<u>935</u>
FUND BALANCE, END OF YEAR	<u><u>\$ 10</u></u>	<u><u>\$ 24</u></u>

VILLAGE OF BRIGHTON, ILLINOISSPECIAL REVENUE FUNDCIVIL DEFENSESTATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCEFOR THE YEAR ENDED JUNE 30, 2005WITH COMPARATIVE FIGURES FOR THE YEAR ENDED JUNE 30, 2004

	<u>TOTALS</u>	
	<u>2005</u>	<u>2004</u>
REVENUES:		
Property Taxes	<u>\$ 4,517</u>	<u>\$ 4,821</u>
EXPENDITURES:		
General Government:		
Public Safety	<u>\$ 3,355</u>	<u>\$ 4,108</u>
REVENUES OVER EXPENDITURES	<u>\$ 1,162</u>	<u>\$ 713</u>
FUND BALANCE, BEGINNING OF YEAR	<u>1,556</u>	<u>843</u>
FUND BALANCE, END OF YEAR	<u><u>\$ 2,718</u></u>	<u><u>\$ 1,556</u></u>

VILLAGE OF BRIGHTON, ILLINOIS
SPECIAL REVENUE FUND
PARKS AND RECREATION
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
FOR THE YEAR ENDED JUNE 30, 2005
WITH COMPARATIVE FIGURES FOR THE YEAR ENDED JUNE 30, 2004

	<u>TOTALS</u>	
	<u>2005</u>	<u>2004</u>
REVENUES:		
Property Taxes	<u>\$ 13,812</u>	<u>\$ 13,401</u>
EXPENDITURES:		
Recreation:		
EMC Contract	\$ 13,859	\$ 13,653
Rock		106
Total Expenditures	<u>\$ 13,859</u>	<u>\$ 13,759</u>
REVENUES UNDER EXPENDITURES	\$ (47)	\$ (358)
FUND BALANCE (DEFICIT), BEGINNING OF YEAR	<u>(472)</u>	<u>(114)</u>
FUND BALANCE (DEFICIT), END OF YEAR	<u>\$ (519)</u>	<u>\$ (472)</u>

VILLAGE OF BRIGHTON, ILLINOISSPECIAL REVENUE FUNDTORT INSURANCESTATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCEFOR THE YEAR ENDED JUNE 30, 2005WITH COMPARATIVE FIGURES FOR THE YEAR ENDED JUNE 30, 2004

	<u>TOTALS</u>	
	<u>2005</u>	<u>2004</u>
REVENUES:		
Property Taxes	\$ 34,948	\$ 23,573
Interest	240	203
Total Revenues	<u>\$ 35,188</u>	<u>\$ 23,776</u>
EXPENDITURES:		
General Government:		
Insurance	\$ 17,205	\$ 16,904
Dues	268	425
Legal Fees	12,000	12,000
Police Training	280	(1,308)
Miscellaneous	180	179
Total Expenditures	<u>\$ 29,933</u>	<u>\$ 28,200</u>
REVENUES OVER (UNDER) EXPENDITURES	\$ 5,255	\$ (4,424)
FUND BALANCE, BEGINNING OF YEAR	<u>3,139</u>	<u>7,563</u>
FUND BALANCE, END OF YEAR	<u>\$ 8,394</u>	<u>\$ 3,139</u>

VILLAGE OF BRIGHTON, ILLINOISSPECIAL REVENUE FUNDPOLICESTATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCEBUDGET AND ACTUALFOR THE YEAR ENDED JUNE 30, 2005WITH COMPARATIVE FIGURES FOR THE YEAR ENDED JUNE 30, 2004

	<u>BUDGET</u>	<u>2005</u> <u>ACTUAL</u>	<u>2004</u>
REVENUES:			
Property Taxes		\$ 14,490	\$ 13,401
EXPENDITURES	<u>\$ 25,000</u>	<u> </u>	<u>6,767</u>
REVENUES OVER EXPENDITURES		\$ 14,490	\$ 6,634
FUND BALANCE, BEGINNING OF YEAR		<u>13,159</u>	<u>6,525</u>
FUND BALANCE, END OF YEAR		<u>\$ 27,649</u>	<u>\$ 13,159</u>

VILLAGE OF BRIGHTON, ILLINOIS
SPECIAL REVENUE FUND
STREET AND BRIDGE
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2005
WITH COMPARATIVE FIGURES FOR THE YEAR ENDED JUNE 30, 2004

		<u>2005</u>	<u>2004</u>
	<u>BUDGET</u>	<u>ACTUAL</u>	
REVENUES:			
Property Taxes		\$ 30,284	\$ 29,298
Interest		675	670
Total Revenues		<u>\$ 30,959</u>	<u>\$ 29,968</u>
EXPENDITURES:			
Streets and Highways:			
EMC Contract	\$ 32,722	\$ 36,723	\$ 28,420
Capital Outlay	15,000		
Repairs		189	3,960
Rock, Patch, Sand	2,000		
Engineering	1,500		
Mosquito Spraying	1,500	525	1,775
Miscellaneous		164	302
Georgene Acres Grant	168,000		
Total Expenditures	<u>\$ 220,722</u>	<u>\$ 37,601</u>	<u>\$ 34,457</u>
REVENUES UNDER EXPENDITURES		\$ (6,642)	\$ (4,489)
FUND BALANCE (DEFICIT), BEGINNING OF YEAR		<u>(14,677)</u>	<u>(10,188)</u>
FUND BALANCE (DEFICIT), END OF YEAR		<u>\$ (21,319)</u>	<u>\$ (14,677)</u>

VILLAGE OF BRIGHTON, ILLINOIS

SPECIAL REVENUE FUND

LIBRARY FUND

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE

FOR THE YEAR ENDED JUNE 30, 2005

WITH COMPARATIVE FIGURES FOR THE YEAR ENDED JUNE 30, 2004

		<u>TOTALS</u>	
	<u>BUDGET</u>	<u>2005</u> <u>ACTUAL</u>	<u>2004</u>
REVENUES:			
Property Taxes		\$ 28,665	\$ 26,928
Donations		169	163
Other		7,673	7,866
Total Revenues		<u>\$ 36,507</u>	<u>\$ 34,957</u>
EXPENDITURES:			
Library Wages	\$ 19,500	\$ 17,634	\$ 17,731
Capital Expenditures	3,000	1,587	3,994
Utilities	3,000	3,016	2,841
Telephone	1,000	1,636	1,929
Water	175	170	162
Books	6,000	5,870	6,213
Office Expense	1,500	1,570	1,800
Summer Reading Program	500	231	302
Cleaning & Supplies	1,500	1,150	1,350
Repairs & Maintenance	500	748	841
Building Insurance	1,600	1,748	1,571
Miscellaneous	1,000	157	622
Total Expenditures	<u>\$ 39,275</u>	<u>\$ 35,517</u>	<u>\$ 39,356</u>
REVENUES OVER (UNDER) EXPENDITURES		\$ 990	\$ (4,399)
FUND BALANCE, BEGINNING OF YEAR		<u>24,001</u>	<u>28,400</u>
FUND BALANCE, END OF YEAR		<u>\$ 24,991</u>	<u>\$ 24,001</u>

VILLAGE OF BRIGHTON, ILLINOIS
SPECIAL REVENUE FUND
UNEMPLOYMENT INSURANCE
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
FOR THE YEAR ENDED JUNE 30, 2005
WITH COMPARATIVE FIGURES FOR THE YEAR ENDED JUNE 30, 2004

	<u>TOTALS</u>	
	<u>2005</u>	<u>2004</u>
REVENUES:		
Property Taxes	\$ 0	\$ 0
EXPENDITURES	<u>0</u>	<u>0</u>
REVENUES OVER EXPENDITURES	\$ 0	\$ 0
TRANSFERS TO GENERAL FUND		(20,000)
FUND BALANCE, BEGINNING OF YEAR	<u>50,835</u>	<u>70,835</u>
FUND BALANCE, END OF YEAR	<u>\$ 50,835</u>	<u>\$ 50,835</u>

VILLAGE OF BRIGHTON, ILLINOIS
ENTERPRISE FUND
WATERWORKS AND SEWERAGE
COMBINING BALANCE SHEET

JUNE 30, 2005

WITH COMPARATIVE TOTALS FOR JUNE 30, 2004

ASSETS	OPERATION AND MAINTENANCE	BOND AND INTEREST	DEPRECIATION	SURPLUS	CUSTOMERS' DEPOSITS ACCOUNT	TOTALS	
						2005	2004
CASH	\$ 272,159	\$ 100,992	\$ 267,963	\$ 250,668	\$ 29,274	\$ 921,056	\$ 638,151
INVESTMENTS - TIME CERTIFICATES	\$ 53,396		\$ 321,076			\$ 374,472	\$ 367,941
RECEIVABLES:							
Accounts - Customers, Net of Allowance for Uncollectible Accounts	\$ 119,184					\$ 119,184	\$ 130,420
Estimated Unbilled							
Water and Sewer Usage	45,150					45,150	41,680
Total Receivables	\$ 164,334					\$ 164,334	\$ 172,100
PROPERTY, PLANT AND EQUIPMENT, AT COST:							
Buildings and Land	\$ 80,748					\$ 80,748	\$ 80,748
Water System	1,847,550					1,847,550	1,591,413
Sewerage System	4,823,417					4,823,417	4,823,416
Tanks and Pumping Station	606,155					606,155	580,080
Equipment	394,413					394,413	382,355
Total	\$7,752,283					\$7,752,283	\$7,458,012
Less, Accumulated Depreciation	3,130,642					3,130,642	2,986,793
Net Property, Plant and Equipment	\$4,621,641					\$4,621,641	\$4,471,219
TOTAL	\$5,111,530	\$ 100,992	\$ 589,039	\$ 250,668	\$ 29,274	\$6,081,503	\$5,649,411

VILLAGE OF BRIGHTON, ILLINOIS
ENTERPRISE FUND
WATERWORKS AND SEWERAGE
COMBINING BALANCE SHEET

JUNE 30, 2005

WITH COMPARATIVE TOTALS FOR JUNE 30, 2004

LIABILITIES AND FUND EQUITY:	OPERATION AND MAINTENANCE	BOND AND INTEREST	DEPRECIATION	SURPLUS	CUSTOMERS'	
					DEPOSITS ACCOUNT	TOTALS
					2005	2004
CURRENT LIABILITIES:						
Accounts Payable	\$ 33,151				\$ 33,151	\$ 63,709
Customers' Deposits						
Due to Governmental Agencies	36,322				29,274	27,959
Total Current Liabilities	\$ 69,473				36,322	
					\$ 98,747	\$ 91,668
LONG-TERM LIABILITIES:						
Due to Governmental Agencies	145,288				145,288	
Total Liabilities	\$ 214,761				\$ 244,035	\$ 91,668
FUND EQUITY:						
Reserve for Extraordinary Repairs and Replacement			\$ 589,039		\$ 589,039	534,120
Surplus				\$ 250,668	250,668	189,483
Total Reserves				\$ 250,668	\$ 839,707	\$ 723,603
Retained Earnings	\$4,896,769	\$ 100,992			4,997,761	4,834,140
Total Fund Equity	\$4,896,769	\$ 100,992	\$ 589,039	\$ 250,668	\$ 5,837,468	\$ 5,557,743
TOTAL	\$5,111,530	\$ 100,992	\$ 589,039	\$ 250,668	\$ 6,081,503	\$ 5,649,411

VILLAGE OF BRIGHTON, ILLINOIS
ENTERPRISE FUND
WATERWORKS AND SEWERAGE
COMBINING STATEMENT OF CHANGES IN MUNICIPAL EQUITY

	<u>JUNE 30, 2005</u>		<u>WITH COMPARATIVE TOTALS FOR JUNE 30, 2004</u>		
	<u>OPERATION AND MAINTENANCE</u>	<u>BOND AND INTEREST</u>	<u>DEPRECIATION</u>	<u>SURPLUS</u>	<u>TOTALS</u>
					<u>2005</u> <u>2004</u>
EQUITY, BEGINNING OF YEAR	\$ 4,733,654	\$ 100,486	\$ 534,120	\$ 189,483	\$ 5,557,743 \$ 5,458,969
NET INCOME	270,935	506	7,099	1,185	279,725 98,774
TRANSFER (TO) FROM:	<u>(107,820)</u>		<u>47,820</u>	<u>60,000</u>	<u>0</u> <u>0</u>
EQUITY, END OF YEAR	<u>\$ 4,896,769</u>	<u>\$ 100,992</u>	<u>\$ 589,039</u>	<u>\$ 250,668</u>	<u>\$ 5,837,468</u> <u>\$ 5,557,743</u>

VILLAGE OF BRIGHTON, ILLINOIS
ENTERPRISE FUND
WATERWORKS AND SEWERAGE
COMBINING STATEMENT OF REVENUES AND EXPENSES
FOR THE YEAR ENDED JUNE 30, 2005
WITH COMPARATIVE FIGURES FOR JUNE 30, 2004

	<u>OPERATION AND MAINTENANCE</u>			<u>BOND</u>	<u>DEPRECIATION</u>		<u>TOTALS</u>	
	<u>WATER</u>	<u>SEWER</u>	<u>COMBINED</u>	<u>INTEREST</u>		<u>SURPLUS</u>	<u>2005</u>	<u>2004</u>
REVENUES:								
Sale of Water	\$ 901,135		\$ 901,135				\$ 901,135	\$ 734,421
Sewer Charges		\$ 223,990	223,990				223,990	232,741
Connection Charges	6,686	1,800	8,486				8,486	21,475
Late Penalties	14,300	6,114	20,414				20,414	20,503
Commissions	792	864	1,656				1,656	1,870
Miscellaneous	4,564	20	4,584				4,584	4,715
Total Revenues	\$ 927,477	\$ 232,788	\$ 1,160,265				\$ 1,160,265	\$ 1,015,725
EXPENSES (SCHEDULE 20)								
	606,667	139,397	746,064				746,064	768,710
OPERATING INCOME BEFORE DEPRECIATION								
	\$ 320,810	\$ 93,391	\$ 414,201				\$ 414,201	\$ 247,015
DEPRECIATION								
	48,050	95,800	143,850				143,850	139,080
OPERATING INCOME (LOSS)								
	\$ 272,760	\$ (2,409)	\$ 270,351				\$ 270,351	\$ 107,935
OTHER INCOME (EXPENSES), NET:								
Fiscal Agent Fees	\$ (135)	\$ (315)	\$ (450)				\$ (450)	\$ (18,739)
Investment Income and Other Income	517	517	1,034	\$ 506	\$ 7,099	\$ 1,185	9,824	9,578
Total Other Income (Expenses)	\$ 382	\$ 202	\$ 584	\$ 506	\$ 7,099	\$ 1,185	\$ 9,374	\$ (9,161)
NET INCOME (LOSS)								
	\$ 273,142	\$ (2,207)	\$ 270,935	\$ 506	\$ 7,099	\$ 1,185	\$ 279,725	\$ 98,774

VILLAGE OF BRIGHTON, ILLINOIS
ENTERPRISE FUND
WATERWORKS AND SEWERAGE
COMBINING SCHEDULE OF EXPENSES
FOR THE YEAR ENDED JUNE 30, 2005
WITH COMPARATIVE FIGURES FOR JUNE 30, 2004

EXPENSES:	<u>OPERATION</u> <u>AND</u> <u>MAINTENANCE</u>		<u>TOTALS</u>	
	<u>WATER</u>	<u>SEWER</u>	<u>2005</u>	<u>2004</u>
Water Purchased	\$ 319,992		\$ 319,992	\$ 314,696
Repairs and Supplies	5,286	\$ 632	5,918	41,666
Insurance	4,518	1,936	6,454	5,185
Office Supplies and Expense	5,308		5,308	2,144
Audit	2,054	1,703	3,757	2,966
Miscellaneous	976	(823)	153	20,952
Legal	1,485	1,485	2,970	3,390
Engineering	5,080	15,309	20,389	2,703
Bad Debts	12,079	8,053	20,132	
Service Contracts	249,889	111,102	360,991	375,008
Total Expenses	<u>\$ 606,667</u>	<u>\$ 139,397</u>	<u>\$ 746,064</u>	<u>\$ 768,710</u>

VILLAGE OF BRIGHTON, ILLINOIS
 ASSESSED VALUATIONS, RATES, EXTENSIONS AND COLLECTIONS
 JUNE 30, 2005

YEAR	TOTAL ASSESSED VALUE	TAX RATES										TOTAL	
		GENERAL	POLICE	CIVIL DEFENSE	IMRF	AUDIT	PARKS AND RECREATION	TORT INSURANCE	SOCIAL SECURITY	STREET AND BRIDGE	UNEMPLOYMENT INSURANCE		LIBRARY
1996	11,849,571	.2774	.0728	.0147	.1899	.0184	.0728	.1363	.1705	.0582		.1304	1.1414
1997	12,862,360	.2660	.0707	.0116	.1413	.0197	.0576	.1156	.1177	.0558	.1238	.1302	1.1100
1998	14,233,499	.2692	.0677	.0095	.1121	.0211	.0561	.1452	.0981	.0540	.0930	.1346	1.0606
1999	15,561,877	.2828	.0750	.0087	.0450	.0193	.0750	.1331	.0900	.0579	.0450	.1370	.9688
2000	16,706,555	.2740	.0699	.0048	.0654	.0150	.0719	.1063	.0958	.0575	.0419	.1437	.9462
2001	17,310,534	.2860	.0750	.0046	.0352	.0162	.0750	.1082	.0840	.0600	.0452	.1500	.9394
2002	19,041,412	.2689	.0706	.0254	.0368	.0137	.0706	.1242	.0893	.0565		.1411	.8971
2003	20,570,894	.2661	.0706	.0220		.0123	.0673	.1703	.0694	.0561		.1394	.8735
2004	20,793,012	.2830	.0741	.0064		.0150	.0722	.1780	.0722	.0587		.1479	.9075
TAXES EXTENDED													
1996	32,780	8,603	1,736	22,440	2,174	8,603	16,106	20,147	6,879	15,207			134,675
1997	34,175	9,082	1,490	18,154	2,531	7,401	14,853	15,123	7,168	16,727	15,906		142,610
1998	38,317	9,636	1,352	15,956	3,003	7,985	20,667	13,963	7,686	19,158	13,237		150,960
1999	44,009	11,671	1,354	7,003	3,003	11,671	20,713	14,006	9,010	21,320	7,003		150,763
2000	45,776	11,678	802	10,926	2,506	12,012	17,759	16,005	9,606	24,007	7,000		158,077
2001	49,508	12,983	796	6,093	2,804	12,983	18,730	14,541	10,386	25,966	7,824		162,614
2002	51,202	13,443	4,837	7,007	2,609	13,443	23,649	17,004	10,758	26,867			170,819
2003	54,737	14,521	4,524		2,528	13,842	35,030	14,274	11,538	28,674			179,668
2004	58,844	15,408	1,331		3,119	15,013	37,012	15,013	12,206	30,753			188,697

TOTAL TAXES COLLECTED

YEAR	TOTAL TAXES EXTENDED	TAXES COLLECTED	% OF TOTAL		UNCOLLECTED BALANCE AT JUNE 30,
			TAXES COLLECTED	TAXES COLLECTED	
1996	134,675	133,867	99.40	808	
1997	142,610	140,685	98.65	1,925	
1998	150,960	148,223	98.18	2,737	
1999	150,763	151,163	100.27	0	
2000	158,077	156,696	99.13	1,381	
2001	162,614	175,370	107.84	0	
2002	170,819	169,644	99.31	1,175	
2003	179,668	179,653	99.99	15	
2004	188,697			188,697	