

VILLAGE OF ALBERS, ILLINOIS

UNIT CODE 014/010/32

ANNUAL FINANCIAL REPORT

YEAR ENDED APRIL 30, 2024

VILLAGE OF ALBERS, ILLINOIS
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ALTON EDWARDSVILLE BELLEVILLE HIGHLAND
JERSEYVILLE COLUMBIA CARROLLTON

INDEPENDENT AUDITOR'S REPORT

To the President and the Board of Trustees
Village of Albers
Albers, Illinois

Opinions

We have audited the accompanying modified cash basis financial statements of the governmental activities, the business-type activities, and each major fund of the Village of Albers, Illinois, as of and for the year ended April 30, 2024, and the related notes to the financial statements, which collectively comprise the Village of Albers, Illinois' basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective modified cash basis financial position of the governmental activities, the business-type activities, and each major fund of the Village of Albers, Illinois, as of April 30, 2024, and the respective changes in modified cash basis financial position, and where applicable, cash flows thereof for the year then ended in accordance with the modified cash basis of accounting described in Note 1.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Village of Albers, Illinois, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Emphasis of Matter - Basis of Accounting

We draw attention to Note 1 of the financial statements, which describes the basis of accounting. The financial statements are prepared on the modified cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our opinions are not modified with respect to this matter.

To the President and the Board of Trustees
Village of Albers

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the modified cash basis of accounting described in Note 1, and for determining that the modified cash basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances. Management is also responsible for 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 Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance, and therefore, is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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 Village of Albers, Illinois' internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Village of Albers, Illinois' ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

To the President and the Board of Trustees
Village of Albers

Other Matters

Supplementary Information

Management has omitted the management discussion and analysis information 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.

Management is responsible for the supplementary information included in the annual report. The supplementary information comprises the budgetary comparison information on pages 23-26 but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the supplementary information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the supplementary information and consider whether a material inconsistency exists between the supplementary information and the basic financial statements, or the supplementary information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the supplementary information exists, we are required to describe it in our report.

The Combining Statements of Revenues, Expenses, and Changes in Net Position - Modified Cash Basis - Proprietary Funds on page 27 is the responsibility of management and was 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 Proprietary Funds Statement is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.


SCHEFFEL BOYLE
Belleville, Illinois

December 24, 2024

VILLAGE OF ALBERS, ILLINOIS
STATEMENT OF NET POSITION - MODIFIED CASH BASIS
APRIL 30, 2024

EXHIBIT "A"

ASSETS	<u>GOVERNMENTAL ACTIVITIES</u>	<u>BUSINESS- TYPE ACTIVITIES</u>	<u>TOTAL</u>
CURRENT ASSETS:			
Cash and Cash Equivalents	\$ 257,416	\$ 66,638	\$ 324,054
Certificates of Deposit	<u>574,916</u>	<u>201,109</u>	<u>776,025</u>
Total Current Assets	<u>832,332</u>	<u>267,747</u>	<u>1,100,079</u>
NON-CURRENT ASSETS:			
Capital Assets, Net	<u>1,164,332</u>	<u>304,940</u>	<u>1,469,272</u>
Total Non-Current Assets	<u>1,164,332</u>	<u>304,940</u>	<u>1,469,272</u>
Total Assets	<u>1,996,664</u>	<u>572,687</u>	<u>2,569,351</u>
LIABILITIES			
CURRENT LIABILITIES:			
Notes Payable, Current	<u>-</u>	<u>4,255</u>	<u>4,255</u>
Total Current Liabilities	<u>-</u>	<u>4,255</u>	<u>4,255</u>
NON-CURRENT LIABILITIES:			
Notes Payable	<u>-</u>	<u>13,088</u>	<u>13,088</u>
Total Non-Current Liabilities	<u>-</u>	<u>13,088</u>	<u>13,088</u>
Total Liabilities	<u>-</u>	<u>17,343</u>	<u>17,343</u>
NET POSITION			
Restricted	<u>-</u>	<u>-</u>	<u>-</u>
Invested in Capital Assets, Net of Related Debt	<u>1,164,332</u>	<u>287,597</u>	<u>1,451,929</u>
Unrestricted	<u>832,332</u>	<u>267,747</u>	<u>1,100,079</u>
Total Net Position	<u>\$ 1,996,664</u>	<u>\$ 555,344</u>	<u>\$ 2,552,008</u>

See accompanying notes to the basic financial statements.

EXHIBIT "B"

VILLAGE OF ALBERS, ILLINOIS
STATEMENT OF ACTIVITIES - MODIFIED CASH BASIS
YEAR ENDED APRIL 30, 2024

FUNCTIONS/PROGRAMS	EXPENSES	PROGRAM REVENUES			NET REVENUES, (EXPENSES), AND CHANGES IN NET POSITION		
		CHARGES FOR SERVICES	OPERATING GRANTS AND CONTRIBUTIONS	CAPITAL GRANTS AND CONTRIBUTIONS	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL
GOVERNMENTAL ACTIVITIES:							
General Government	\$ 257,227	\$ 24,537	\$ -	\$ -	\$ (232,690)	\$ -	\$ (232,690)
Public Safety	170,176	1,538	-	-	(168,638)	-	(168,638)
Social Services - Health	114,645	128,258	-	-	13,613	-	13,613
Streets and Roads	144,189	-	-	-	(144,189)	-	(144,189)
Park and Recreation	29,629	-	-	-	(29,629)	-	(29,629)
Total Governmental Activities	715,866	154,333	-	-	(561,533)	-	(561,533)
BUSINESS-TYPE ACTIVITIES:							
Water and Sewer	576,417	370,664	-	-	-	(205,753)	(205,753)
Total Business-Type Activities	576,417	370,664	-	-	-	(205,753)	(205,753)
Total	\$ 1,292,283	\$ 524,997	\$ -	\$ -	(561,533)	(205,753)	(767,286)
GENERAL REVENUES:							
Taxes							
Property Taxes					81,297	-	81,297
State Sales Tax					144,807	-	144,807
State Income Tax					183,525	-	183,525
Motor Fuel Tax					49,185	-	49,185
Other Taxes					90,551	-	90,551
Miscellaneous					27,855	-	27,855
Interest Income					214	501	715
Transfers, Net					32,974	(32,974)	-
Total General Revenues					610,408	(32,473)	577,935
Change in Net Position					48,875	(238,226)	(189,351)
Net Position, Beginning of Year					1,947,789	793,570	2,741,359
Net Position, End of Year					\$ 1,996,664	\$ 555,344	\$ 2,552,008

See accompanying notes to the basic financial statements.

VILLAGE OF ALBERS, ILLINOIS
BALANCE SHEET - MODIFIED CASH BASIS
GOVERNMENTAL FUNDS
APRIL 30, 2024

EXHIBIT "C"

ASSETS	GENERAL	MOTOR FUEL TAX	TOTALS
Cash and Cash Equivalents	\$ 47,087	\$ 210,329	\$ 257,416
Certificates of Deposits	574,916	-	574,916
Total Assets	\$ 622,003	\$ 210,329	\$ 832,332
<u>LIABILITIES AND FUND BALANCES</u>			
<u>LIABILITIES:</u>			
Unremitted Payroll Taxes	\$ -	\$ -	\$ -
Total Liabilities	-	-	-
<u>FUND BALANCES:</u>			
Restricted:			
Special Revenue Fund	-	210,329	210,329
Assigned - Building Improvement		-	-
Unassigned:			
General Fund	622,003	-	622,003
Total Fund Balances	622,003	210,329	832,332
Total Liabilities and Fund Balances	\$ 622,003	\$ 210,329	\$ 832,332

See accompanying notes to the basic financial statements.

EXHIBIT "D"

VILLAGE OF ALBERS, ILLINOIS
RECONCILIATION OF THE BALANCE SHEET - MODIFIED CASH BASIS - GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION - MODIFIED CASH BASIS
APRIL 30, 2024

Total fund balance - total governmental funds	\$ 832,332
Capital assets of \$2,007,351 net of accumulated depreciation of \$843,019 are not financial resources, and therefore, are not reported in the funds.	<u>1,164,332</u>
Net position of governmental activities	<u>\$ 1,996,664</u>

See accompanying notes to the basic financial statements.

VILLAGE OF ALBERS, ILLINOIS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - MODIFIED CASH BASIS
GOVERNMENTAL FUNDS
YEAR ENDED APRIL 30, 2024

EXHIBIT "E"

REVENUES:	GENERAL	MOTOR FUEL TAX	TOTALS
Property Taxes	\$ 81,297	\$ -	\$ 81,297
Sales Tax	144,807	-	144,807
Income Tax	183,525	-	183,525
Motor Fuel Tax	-	49,185	49,185
Other Taxes	90,551	-	90,551
Licenses, Permits, Fees, and Services	24,537	-	24,537
Traffic Fines	1,538	-	1,538
Refuse Collection	128,258	-	128,258
Interest Income	214	-	214
Miscellaneous	27,855	-	27,855
Total Revenues	682,582	49,185	731,767
 EXPENDITURES:			
Current:			
General Government	221,796	-	221,796
Public Safety	143,078	-	143,078
Social Services - Health	114,645	-	114,645
Streets and Roads	107,429	36,760	144,189
Park and Recreation	21,881	-	21,881
Capital Outlay:			
Streets and Roads	10,040	-	10,040
Public Safety	49,355	-	49,355
Park and Recreation	542,309	-	542,309
Total Expenditures	1,210,533	36,760	1,247,293
Excess of Revenues Over (Under) Expenditures	(527,951)	12,425	(515,526)
 Other Financing Sources (Uses):			
Transfers In	32,974	-	32,974
Transfers Out	-	-	-
Total Other Financing Sources (Uses)	32,974	-	32,974
Net Change in Fund Balance	(494,977)	12,425	(482,552)
Fund Balances, Beginning of Year	1,116,980	197,904	1,314,884
Fund Balances, End of Year	\$ 622,003	\$ 210,329	\$ 832,332

See accompanying notes to the basic financial statements.

VILLAGE OF ALBERS, ILLINOIS
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - MODIFIED CASH BASIS - GOVERNMENTAL FUNDS TO
THE STATEMENT OF ACTIVITIES - MODIFIED CASH BASIS
YEAR ENDED APRIL 30, 2024

Net change in fund balances - total governmental funds	\$ (482,552)
Governmental funds report capital outlays as expenditures. However in the Statement of Activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital purchases of \$601,704 exceeded depreciation of \$70,277.	531,427
Change in net position of governmental activities	\$ <u>48,875</u>

See accompanying notes to the basic financial statements.

VILLAGE OF ALBERS, ILLINOIS
STATEMENT OF NET POSITION - MODIFIED CASH BASIS
PROPRIETARY FUNDS
APRIL 30, 2024

EXHIBIT "G"

	ASSETS	
		<u>BUSINESS- TYPE ACTIVITIES WATER AND SEWER</u>
CURRENT ASSETS:		
Cash and Cash Equivalents		\$ 66,638
Certificates of Deposit		201,109
Total Current Assets		<u>267,747</u>
NON-CURRENT ASSETS:		
Capital Assets, Net		304,940
Total Non-Current Assets		<u>304,940</u>
Total Assets		<u>572,687</u>
	LIABILITIES	
CURRENT LIABILITIES:		
Notes Payable, Current		4,255
Total Current Liabilities		<u>4,255</u>
NON-CURRENT LIABILITIES:		
Notes Payable		13,088
Total Non-Current Liabilities		<u>13,088</u>
Total Liabilities		<u>17,343</u>
	NET POSITION	
Invested in Capital Assets, Net of Related Debt Unrestricted		287,597
Total Net Position		<u>267,747</u>
		<u>\$ 555,344</u>

See accompanying notes to the basic financial statements.

VILLAGE OF ALBERS, ILLINOIS
STATEMENT OF REVENUES, EXPENSES, AND CHANGES
IN NET POSITION - MODIFIED CASH BASIS
PROPRIETARY FUNDS
YEAR ENDED APRIL 30, 2024

EXHIBIT "H"

	<u>BUSINESS- TYPE ACTIVITIES WATER AND SEWER</u>
OPERATING REVENUES:	
Charges for Services	\$ 354,100
Miscellaneous Income	16,564
Total Operating Revenues	<u>370,664</u>
OPERATING EXPENSES:	
Maintenance Service	86,193
Professional Fees	278
Depreciation Expense	44,005
Utilities	25,040
Office Expense	2,513
Testing and Permits	3,857
Water Purchases	110,809
Repairs and Maintenance	25,861
Special Projects	234,995
Supplies and Chemicals	40,859
Miscellaneous	1,296
Bank Service Charges	120
Total Operating Expenses	<u>575,826</u>
Operating Income	<u>(205,162)</u>
NON-OPERATING REVENUES (EXPENSES):	
Interest Income	501
Interest Expense	(591)
Total Non-Operating Revenues (Expenses)	<u>(90)</u>
Income Before Transfers	(205,252)
Transfers (Out)	(32,974)
Changes in Net Position	(238,226)
Net Position, Beginning of Year	793,570
Net Position, End of Year	<u>\$ 555,344</u>

See accompanying notes to the basic financial statements.

VILLAGE OF ALBERS, ILLINOIS
STATEMENT OF CASH FLOWS - MODIFIED CASH BASIS
PROPRIETARY FUNDS
YEAR ENDED APRIL 30, 2024

EXHIBIT "I"

	<u>BUSINESS- TYPE ACTIVITIES</u> <u>WATER AND SEWER</u>
CASH FLOWS FROM OPERATING ACTIVITIES:	
Miscellaneous Receipts	\$ 354,100
Receipts from Customers	16,564
Payments to Suppliers	(531,821)
Net Cash Provided by Operating Activities	<u>(161,157)</u>
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES:	
Transfers Out	
Net Cash (Used) by Non-Capital Financing Activities	(32,974)
	<u>(32,974)</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:	
Principal Paid on Notes Payable	(8,353)
Interest Paid on Notes Payable	(591)
Net Cash (Used) by Capital and Related Financing Activities	<u>(8,944)</u>
CASH FLOWS FROM INVESTING ACTIVITIES:	
Certificates of Deposit redeemed	168,916
Interest on Certificates of Deposit	501
Net Cash Provided by Investing Activities	<u>169,417</u>
Net Increase in Cash and Cash Equivalents	(33,658)
Balances, Beginning of the Year	<u>100,296</u>
Balances, End of the Year	<u>\$ 66,638</u>
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES:	
Operating Income	\$ (205,162)
Adjustments to Reconcile Operating Income to Net Cash Provided by Operating Activities:	
Depreciation	44,005
Total Adjustments	<u>44,005</u>
Net Cash Provided by Operating Activities	<u>\$ (161,157)</u>

See accompanying notes to the basic financial statements.

VILLAGE OF ALBERS, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
APRIL 30, 2024

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. General Statement

The Village of Albers, Illinois (the "Village") provides the following services: general government, public safety, road maintenance, waterworks, and sewerage.

These financial statements are presented on the modified cash basis. This modified cash basis of accounting differs from accounting principles generally accepted in the United States of America (GAAP). Generally accepted accounting principles for local governments include those principles prescribed by the Governmental Accounting Standards Board (GASB) pronouncements. The more significant of the Village's accounting policies are described below.

B. Financial Reporting Entity

The Village's basic financial statements include the accounts of all Village operations. The criteria for including organizations as component units within the Village reporting entity, as set forth in Section 2100 of GASB's – Codification of Governmental Accounting and Financial Reporting Standards, include whether:

- the organization is legally separate (can sue and be sued in their own name).
- the Village holds the corporate powers of the organization.
- the Village appoints a voting majority of the organization's board.
- the Village is able to impose its will on the organization.
- the organization has the potential to impose a financial benefit/burden on the Village.
- there is fiscal dependency by the organization on the Village.

Based on the aforementioned criteria, the Village of Albers has no component units.

C. Basis of Presentation

The government-wide financial statements (the statement of net position and the statement of activities) report information on all of the activities of the Village. The effect of interfund activity, within the governmental and business-type activity columns, has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support. The statement of activities demonstrates the degree to which the direct expenses of a given program are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific program. Program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given program and 2) operating or capital grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Taxes and other items not properly included among program revenues are reported instead as general revenues.

VILLAGE OF ALBERS, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
APRIL 30, 2024

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

Allocation of Indirect Expenses

The Village does not allocate any indirect expenses.

Fund Financial Statements

The Village segregates transactions related to certain functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. Separate statements are presented for governmental and proprietary activities. These statements present each major fund as a separate column on the fund financial statements.

Governmental funds are those funds through which most governmental functions typically are financed. The measurement focus of governmental funds is on the sources, uses, and balance of current financial resources.

The Village has presented the following major governmental funds:

General Fund

General fund is the main operating fund of the Village. This fund is used to account for all financial resources not accounted for in other funds. All general tax revenues and other receipts that are not restricted by law or contractual agreement to some other fund are accounted for in this fund. General operating expenditures, fixed charges and capital improvement costs that are not paid through other funds are paid from the General fund.

Motor Fuel Tax Fund

Motor fuel tax fund is established as a special revenue fund to account for the Village's motor fuel tax allotments.

Proprietary funds are accounted for using the economic resources measurement focus and the modified cash basis of accounting. The accounting objectives are determinations of net income, financial position, and cash flow. All assets and liabilities are included on the Statement of Net Position.

The Village has presented the following major proprietary funds:

Waterworks and Sewerage Fund

Waterworks and sewerage fund is used to account for the provision of water and sewer services to the residents of the Village. Activities of the fund include administration, operations and maintenance of the water and sewer system, and billing and collection activities. The fund also accounts for the accumulation of resources for, and the payment of, long-term debt principal and interest for water and sewer debt. All costs are financed through charges to utility customers with rates reviewed regularly and adjusted if necessary to ensure integrity of the funds.

VILLAGE OF ALBERS, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
APRIL 30, 2024

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

D. Measurement Focus/Basis of Accounting

Measurement focus refers to what is being measured; basis of accounting refers to when revenues and expenditures are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurement made, regardless of the measurement focus applied.

The government-wide statements and fund financial statements for proprietary funds are reported using the economic resources measurement focus and the modified cash basis of accounting. The modified cash basis differs from generally accepted accounting principles because the Village has not recognized balances, and the related effects on changes in net position of the following: taxes receivable and grants receivable from federal, state, and local funding sources; accounts receivable and unbilled revenues from customers; accounts payable to vendors; accrued payroll and compensated absences to employees; and deferred inflows of resources related to real estate taxes levied for the next fiscal year.

Governmental fund financial statements are prepared using the current financial resources measurement focus and the modified cash basis of accounting. Accordingly, receipts are recorded when cash is received and disbursements are recorded when checks are issued. Allocations of cost, such as depreciation and amortization, are not recognized in the governmental funds. Only assets representing a right to receive cash arising from a previous payment of cash are recorded as assets of a fund. In the same manner, only liabilities resulting from previous cash transactions are recorded as liabilities of a particular fund. Cash basis financial statements omit recognition of receivables, payables and other accrued and deferred items that do not arise from previous cash transactions.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. Operating expenses for the proprietary funds include the cost of personnel and contractual services, supplies and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

The preparation of financial statements in conformity with other comprehensive basis of accounting used by the Village requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts and expenses during the reporting period. Actual results could differ from these estimates.

When both restricted and unrestricted resources are available for use, it is the Village's policy to use restricted resources first, then unrestricted resources as needed.

VILLAGE OF ALBERS, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
APRIL 30, 2024

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

E. Budgetary Control

The Board of Trustees is required to adopt an annual budget and appropriation ordinance for the Village. The budget is prepared utilizing the cash basis of accounting. The Village follows these procedures in establishing budgetary data reflected in the financial statements:

1. The Board of Trustees prepare a tentative budget and appropriation ordinance for the Village.
2. A public notice of the tentative budget and appropriation ordinances is given at least 30 days prior to the public hearing and final action.
3. A public hearing is held to receive taxpayer comments.
4. The budget and appropriation ordinances are legally adopted by the Board of Trustees.
5. The budget is incorporated into the accounting records of the Village.

The annual appropriations lapse at the end of the fiscal year.

The Village adopted its appropriation and budget ordinance on April 11, 2023

F. Inventories

Inventories in governmental funds consist of expendable supplies held for consumption. They are expensed when purchased. Inventories for the proprietary fund are considered immaterial and are therefore expensed when purchased.

G. Capital Assets and Depreciation

The Village's property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items acquired after May 1, 2004), with useful lives of more than one year are stated at historical cost and comprehensively reported in the government-wide financial statements.

The Village generally capitalizes building and improvements with a cost of \$10,000 or more, and infrastructure assets with a cost of \$25,000 or more, as purchase and construction outlays occur. Furniture, fixtures, and equipment are generally capitalized with a cost of \$1,000 or more. The costs of normal maintenance and repairs that do not add to the asset value or materially extend useful lives are not capitalized. Capital assets are depreciated using the straight-line method.

When capital assets are disposed, the cost and applicable accumulated depreciation are removed from the respective accounts, and the resulting gain or loss is recorded in operations.

VILLAGE OF ALBERS, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
APRIL 30, 2024

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

Estimated useful lives, in years, for depreciable assets are as follows:

Buildings	40
Infrastructure	40
Improvements, other than buildings	10-20
Furniture, fixtures, and equipment	5-7

H. Capitalized Interest

Interest costs are capitalized when incurred by proprietary funds on debt where proceeds were used to finance the construction of assets. Interest earned on proceeds of tax-exempt borrowing arrangements restricted to the acquisition of qualifying assets is offset against interest costs in determining the amount to be capitalized. There was no interest capitalized in the year ended April 30, 2024.

I. Long-Term Debt, Deferred Debt Expense, and Bond Discounts/Premiums

In the government-wide and proprietary funds, outstanding debt is reported as liabilities. Bond issuance costs, bond discounts or premiums, and the difference between the reacquisition price and the net carrying value of refunded debt are capitalized and amortized over the terms of the respective bonds using a method that approximates the effective interest method.

The governmental funds' financial statements recognize the proceeds of debt and premiums as other financing sources of the current period. Issuance costs are reported as expenditures.

J. Compensated Absences

The Village does not provide any type of sick pay or other employee benefit amounts that would accumulate, therefore resulting in no accrual.

K. Property Taxes

Property taxes attach as an enforceable lien on property as of January 1 and are levied each year in arrears. Property tax revenue is recorded when it is collected. This includes property taxes collected within 60 days of the year-end. The majority of 2020 property taxes were received by the Village in July and September.

L. Statements of Cash Flows

The Village considers all short-term investments with an original maturity of three months or less at the time of purchase to be cash equivalents.

VILLAGE OF ALBERS, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
APRIL 30, 2024

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

M. Net Positions

Net positions represent the difference between assets and liabilities on the government-wide financial statements. Net positions are classified in the following categories:

Net Investment In Capital Assets - This amount consists of capital assets net of accumulated depreciation and reduced by outstanding debt that is attributed to the acquisition, construction, or improvement of the assets.

Restricted Net Position - This amount is restricted by creditors, grantors, contributors, or laws or regulations of other governments.

Unrestricted Net Position - This is the net position that does not meet the definition of "net investment in capital assets" or "restricted net position."

N. Fund Balances

Beginning with fiscal year 2012, the Village implemented GASB Statement No. 54, "Fund Balance Reporting and Governmental Fund Type Definitions." This statement provides more clearly defined fund balance categories to make the nature and extent of the constraints placed on a government's fund balances more transparent. The following classifications describe the relative strength of the spending constraints:

Nonspendable Fund Balance - amounts that are not in spendable form (such as inventory) or are required to be maintained intact.

Restricted Fund Balance - amounts constrained to specific purpose by their providers (such as grantors, bondholders, and higher levels of government), through constitutional provisions, or by enabling legislation.

Committed Fund Balance - amounts constrained to specific purposes by the Village itself, using its highest level of decision-making authority (i.e., Board of Trustees). To be reported as committed, amounts cannot be used for any other purpose unless the Village takes the same highest level action to remove or change the constraint. The Village did not have any committed fund balance as of April 30, 2024.

Assigned Fund Balance - amounts the Village intends to use for a specific purpose. Intent can be expressed by the Board of Trustees or by an official or body to which the Board of Trustees delegates the authority. The Village did not have any assigned fund balance as of April 30, 2024.

Unassigned Fund Balance - amounts that are available for any purpose. Positive amounts are reported only in the General Fund. Negative unassigned fund balances may be reported in all funds.

VILLAGE OF ALBERS, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
APRIL 30, 2024

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

When an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available, the Village considers restricted funds to have been spent first. When an expenditure is incurred for which committed, assigned, or unassigned fund balances are available, the Village considers amounts to have been spent first out of committed funds, then assigned funds, and finally unassigned funds, as needed, unless the Village Board of Trustees has provided otherwise in its commitment or assigned actions.

NOTE 2. CASH AND CERTIFICATES OF DEPOSIT

As of April 30, 2024, the Village had the following certificates of deposit:

	<u>MATURITY</u>	<u>FAIR VALUE</u>
FCB Banks - Certificate of Deposit - Water & Sewer Fund	5/10/2024	\$ 101,109
FCB Banks - Certificate of Deposit - Water & Sewer Fund	6/13/2026	100,000
FCB Banks - Certificate of Deposit - General Fund	4/16/2025	113,623
FCB Banks - Certificate of Deposit - General Fund	5/10/2024	100,250
FCB Banks - Certificate of Deposit - General Fund	11/12/2024	108,270
FCB Banks - Certificate of Deposit - General Fund	5/10/2024	101,109
FCB Babks - Certificate of Deposit - General Fund	5/10/2024	<u>151,664</u>
		<u>\$ 776,025</u>

Illinois law states that investments of cash funds may be made in bonds, notes, certificates of indebtedness, treasury bills, or other securities which are guaranteed by the full faith and credit of the U.S. Government. The Village may also invest in interest bearing savings accounts, certificates of deposit, or time deposits which are insured by federal depository insurance.

Interest Rate Risk - The Village does not limit investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

Credit Risk - The Village requires collateralization for cash and investments in federally insured institutions in excess of FDIC coverage limits. As of April 30, 2024, the Village was in compliance with these requirements.

Custodial Credit Risk - Custodial credit risk is the risk that in the event of a bank failure, the Village's investments may not be returned to it. As of April 30, 2024, none of the Village's bank balance was exposed to custodial credit risk as uninsured and uncollateralized. At April 30, 2024, the reported amount on the Village's deposits was \$1,100,079 and the bank balance was \$1,140,248. \$500,000 of the bank balance was covered by federal depository insurance and the remaining \$640,248 was covered by collateral pledged by the bank.

Concentration of Credit Risk - The Village places no limit on the amount they may invest in any one issuer. All of the Village's deposits are in checking and certificates of deposit with FCB Banks.

VILLAGE OF ALBERS, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
APRIL 30, 2024

NOTE 3. CAPITAL ASSETS

Changes in capital assets were as follows:

Governmental Activities

	BALANCE APRIL 30, 2023	ADDITIONS	DELETIONS	BALANCE APRIL 30, 2024
Assets Not Depreciated				
Land	\$ 40,947	\$ -	\$ -	\$ 40,947
Assets Depreciated				
Buildings and Improvements	966,184	537,984	-	1,504,168
Furniture and Equipment	398,516	63,720	-	462,236
	<u>1,364,700</u>	<u>601,704</u>	<u>-</u>	<u>1,966,404</u>
Accumulated Depreciation				
Building and Improvements	519,478	23,060	-	542,538
Furniture and Equipment	253,264	47,217	-	300,481
	<u>772,742</u>	<u>70,277</u>	<u>-</u>	<u>843,019</u>
Governmental Activities, Net	<u>\$ 632,905</u>	<u>\$ 531,427</u>	<u>\$ -</u>	<u>\$ 1,164,332</u>

Depreciation expense was charged to functions as follows:

Governmental Activities	
General Government	\$ 35,431
Park and Recreation	27,098
Public Safety	7,748
	<u>\$ 70,277</u>

Business-Type Activities

	BALANCE APRIL 30, 2023	ADDITIONS	DELETIONS	BALANCE APRIL 30, 2024
Assets Not Depreciated				
Land	\$ 23,000	\$ -	\$ -	\$ 23,000
Assets Depreciated				
Water Distribution System	1,716,923	-	-	1,716,923
Sewerage System	976,340	-	-	976,340
	<u>2,693,263</u>	<u>-</u>	<u>-</u>	<u>2,693,263</u>
Accumulated Depreciation				
Water Distribution System	1,367,376	22,626	-	1,390,002
Sewerage System	999,942	21,379	-	1,021,321
	<u>2,367,318</u>	<u>44,005</u>	<u>-</u>	<u>2,411,323</u>
Business-Type Activities, Net	<u>\$ 348,945</u>	<u>\$ (44,005)</u>	<u>\$ -</u>	<u>\$ 304,940</u>

VILLAGE OF ALBERS, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
APRIL 30, 2024

NOTE 3. CAPITAL ASSETS (CONT'D)

Depreciation expense was charged to functions as follows:

Business-Type Activities	
Water and Sewer Fund	<u>\$ 44,005</u>

NOTE 4. LONG-TERM DEBT

Business-Type Activities

In October of 2005, the Village negotiated a loan of \$137,368 with the Illinois Environmental Protection Agency for repairs to the water tower. It is a 20-year loan with payments due semiannually, including principal and interest at 2.5 percent. The first payment was due in August 2007. Transactions for the year were as follows:

	BALANCE MAY 1, 2023	ISSUED	RETIRED	BALANCE APRIL 30, 2024
Water Tower Note Payable	\$ 25,696	\$ -	\$ 8,353	\$ 17,343

The following is a schedule of the debt maturities:

Year Ended April 30,	PRINCIPAL	INTEREST	TOTAL
2025	4,255	216	4,471
2026	8,670	273	8,943
2027	4,418	55	4,473
	\$ 17,343	\$ 544	\$ 17,887

Interest expense of \$1,269 was charged against business-type activities.

NOTE 5. REVENUES

Included in the operating revenues for the Proprietary funds is the water that passed through the Village of Albers to the Village of Damiansville of \$33,271. The same amount is included in the "water purchased" expense.

NOTE 6. ILLINOIS MUNICIPAL RETIREMENT FUND

The Village is not a participating member of the Illinois Municipal Retirement Fund.

VILLAGE OF ALBERS, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
APRIL 30, 2024

NOTE 7. INTERFUND TRANSFERS

Interfund transfers for the fiscal year ended April 30, 2024, consist of the following:

Transfers-out	Transfers-in	AMOUNT
Water and Sewer Fund	General Fund	\$ 32,974

The Water and Sewer Fund made transfers to the General Fund as directed by the Board to reimburse funds used for improvement to the Village Hall building in previous years.

NOTE 8. RISK MANAGEMENT

The Village is a member of the Illinois Municipal League Risk Management Association, a public entity risk pool, currently operating as a common risk management and insurance program. The Village is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; and natural disasters. These risks are covered by their participation in a public entity risk pool. Whenever the pool determines that the assets of the Fund are less than the reserves which would be required to be maintained by the Fund, then the Fund shall assess each public agency member the amount necessary to correct the deficiency. Each assessment will be pro rated based upon the public agencies; annual contributions, provided that in no event shall the annual total of any assessment exceed 10 percent of the gross annual premium or contributions to the Fund during the most recent year. The premium for the year ended April 30, 2024, was \$26,018. In the opinion of the Village officials, no additional liability will be incurred.

NOTE 9. BUDGET EXCESS

Expenditures exceeded the budget in the following major funds for the year ended April 30, 2024:

General Fund	\$	250,563
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SUPPLEMENTARY INFORMATION

VILLAGE OF ALBERS, ILLINOIS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
BUDGET TO ACTUAL - GENERAL FUND
YEAR ENDED APRIL 30, 2024

SCHEDULE "1"

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL AMOUNTS (BUDGETARY BASIS)</u>	<u>VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		
REVENUE:				
Property Taxes	\$ 135,042	\$ 135,042	\$ 81,297	\$ (53,745)
Sales Tax	117,686	117,686	144,807	27,121
Income Tax	186,762	186,762	183,525	(3,237)
Video Gaming Tax	12,604	12,604	14,264	1,660
Other Taxes	54,761	54,761	74,547	19,786
License, Permits, and Service Fees	5,324	5,324	24,537	19,213
Traffic Fines	1,629	1,629	1,538	(91)
Refuse Collection	105,000	105,000	128,258	23,258
Interest Income	-	-	214	214
Cannabis Use Tax	3,519	3,519	1,740	(1,779)
Miscellaneous	100,927	100,927	27,855	(73,072)
Total Revenue	<u>723,254</u>	<u>723,254</u>	<u>682,582</u>	<u>(40,672)</u>
EXPENDITURES:				
General Government				
Personnel Expenses	47,000	47,000	70,192	(23,192)
Office Expenses	12,000	12,000	24,860	(12,860)
Utilities	17,000	17,000	14,070	2,930
Repairs and Maintenance	5,000	5,000	51,162	(46,162)
Professional Fees	26,000	26,000	22,025	3,975
Insurance	26,000	26,000	26,018	(18)
Miscellaneous	12,000	12,000	13,469	(1,469)
	<u>145,000</u>	<u>145,000</u>	<u>221,796</u>	<u>(76,796)</u>
Public Safety				
Personnel Expenses	88,000	88,000	87,503	497
Supplies	12,000	12,000	20,088	(8,088)
Repairs and Maintenance	8,000	8,000	2,590	5,410
Utilities	-	-	2,965	(2,965)
Equipment Purchases	-	-	49,355	(49,355)
Fuel	-	-	5,787	(5,787)
Miscellaneous	-	-	24,145	(24,145)
	<u>108,000</u>	<u>108,000</u>	<u>192,433</u>	<u>(84,433)</u>
Social Services - Health				
Refuse and Garbage Collection	105,000	105,000	114,645	(9,645)

SCHEDULE "1" (CONT'D)

VILLAGE OF ALBERS, ILLINOIS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
BUDGET TO ACTUAL - GENERAL FUND
YEAR ENDED APRIL 30, 2024

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL	AMOUNTS (BUDGETARY BASIS)	FINAL BUDGET - POSITIVE (NEGATIVE)
Streets and Roads				
Utilities				
Repairs and Maintenance	10,000	10,000	18,449	(8,449)
Professional Fees	14,000	14,000	15,099	(1,099)
Equipment Purchases	12,000	12,000	19,274	(7,274)
Fuel	4,000	4,000	10,040	(6,040)
Special Projects	6,000	6,000	3,439	2,561
	<u>47,000</u>	<u>47,000</u>	<u>51,168</u>	<u>(4,168)</u>
	<u>93,000</u>	<u>93,000</u>	<u>117,469</u>	<u>(24,469)</u>
Park and Recreation				
Personnel Expense	-	-		
Utilities	-	-	2,782	(2,782)
Repairs and Maintenance	8,000	8,000	7,350	650
Professional Fees	16,000	16,000	7,336	8,664
Miscellaneous	3,000	3,000	443	2,557
Payroll Expense	-	-	645	
Equipment and Improvements	-	-	3,325	
	<u>-</u>	<u>-</u>	<u>542,309</u>	<u>(542,309)</u>
	<u>27,000</u>	<u>27,000</u>	<u>564,190</u>	<u>(533,220)</u>
Total Expenditures	<u>478,000</u>	<u>478,000</u>	<u>1,210,533</u>	<u>(728,563)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>\$ 245,254</u>	<u>\$ 245,254</u>	<u>(527,951)</u>	<u>\$ (773,205)</u>
Other Financing Sources (Uses)				
Transfers In				
Transfers Out			32,974	
Total Other Financing Sources			<u>-</u>	
			<u>32,974</u>	
Net Change in Fund Balance				(494,977)
Beginning Fund Balance				<u>1,116,980</u>
Ending Fund Balance			<u>\$ 622,003</u>	

VILLAGE OF ALBERS, ILLINOIS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
BUDGET TO ACTUAL - MOTOR FUEL TAX FUND
YEAR ENDED APRIL 30, 2024

SCHEDULE "2"

	BUDGETED AMOUNTS		ACTUAL AMOUNTS (BUDGETARY BASIS)	VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUE:				
Taxes	\$ 47,565	\$ 47,565	\$ 49,185	\$ 1,620
Miscellaneous Revenue	-	-	-	-
Total Revenue	47,565	47,565	49,185	1,620
EXPENDITURES:				
Highways and Streets	47,565	47,565	36,760	10,805
Total Expenditures	47,565	47,565	36,760	10,805
Excess of Revenues Over Expenditures	\$ -	\$ -	12,425	\$ 12,425
Reconciliation of Budgetary Basis to Government				
Fund Statement of Changes in Fund Balance				
Effect of Unrecorded Assets			-	
Effect of Unrecorded Liabilities			-	
Beginning Fund Balance			197,904	
Ending Fund Balance			\$ 210,329	

VILLAGE OF ALBERS, ILLINOIS
NOTES TO BUDGET TO ACTUAL COMPARISON SCHEDULES
APRIL 30, 2024

NOTE 1. BUDGETARY CONTROL

The Board of Trustees is required to adopt an annual appropriation and budget ordinance for the Village. The appropriation is prepared utilizing the cash basis of accounting. The Village follows these procedures in establishing appropriation data reflected in the financial statements:

1. The Board of Trustees prepare a tentative budget and appropriation ordinance for the Village.
2. A public notice of the tentative appropriation and budget ordinances is given at least 30 days prior to the public hearing and final action.
3. A public hearing is held to receive taxpayer comments.
4. The appropriation and budget ordinances are legally adopted by the Board of Trustees.
5. The budget is incorporated into the accounting records of the Village.

The annual appropriations lapse at the end of the fiscal year.

The Village adopted its budget on April 10, 2023.

VILLAGE OF ALBERS, ILLINOIS
COMBINING STATEMENTS OF REVENUES, EXPENSES, AND
CHANGES IN NET POSITION - MODIFIED CASH BASIS
PROPRIETARY FUNDS
YEAR ENDED APRIL 30, 2024

SCHEDULE "3"

	WATER	SEWER	TOTAL
OPERATING REVENUES:			
Water Charges	\$ 224,512	\$ -	\$ 224,512
Sewer Charges	-	129,588	129,588
	224,512	129,588	354,100
OPERATING EXPENSES:			
Maintenance Service	43,348	42,845	86,193
Professional Fees	278	-	278
Depreciation Expense	22,626	21,379	44,005
Utilities	3,653	21,387	25,040
Office Expense	2,513	-	2,513
Testing and Permits	3,357	500	3,857
Water Purchases	110,809	-	110,809
Repairs and Maintenance	1,765	24,096	25,861
Special Projects	761	234,234	234,995
Supplies and Chemicals	25,434	15,425	40,859
Miscellaneous	1,296	-	1,296
Bank Service Charges	120	-	120
	215,960	359,866	575,826
Total Operating Expenses			
Operating Income	8,552	(230,278)	(221,726)
NON-OPERATING REVENUES (EXPENSES):			
Interest Income	501	-	501
Miscellaneous Income	16,564	-	16,564
Interest Expense	(591)	-	(591)
	16,474	-	16,474
Total Non-Operating Revenues (Expenses)			
Income Before Transfers	25,026	(230,278)	(205,252)
Transfers (Out)	(32,974)	-	(32,974)
Changes in Net Position	(7,948)	(230,278)	(238,226)
Net Position, Beginning of Year	321,984	471,586	793,570
Net Position, End of Year	\$ 314,036	\$ 241,308	\$ 555,344