



**VILLAGE OF BEECHER, ILLINOIS**

ANNUAL FINANCIAL REPORT

For the Year Ended April 30, 2020



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## **INDEPENDENT AUDITOR'S REPORT**

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## **INDEPENDENT AUDITOR'S REPORT**

The Honorable Mayor  
Members of the Board of Trustees  
Village of Beecher, 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 Beecher, Illinois (the Village), as of and for the year ended April 30, 2020 and the related notes to financial statements, which collectively comprise the Village's basic financial statements as listed in the table of contents.

### **Management's Responsibility for the Financial Statements**

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

### **Auditor's Responsibility**

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Village's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Village's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

## **Opinions**

In our opinion, the basic 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 Beecher, Illinois as of April 30, 2020, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

## **Change in Accounting Principle**

The Village adopted GASB Statement No. 83, *Certain Asset Retirement Obligations*, which required a liability and deferred outflow of resources to be recorded in the business type activities. Our opinion is not modified with respect to this matter.

## **Other Matters**

### *Required Supplementary Information*

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

### *Other Information*

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Village's basic financial statements as a whole. The combining and individual fund financial statements and schedules and supplemental information are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining and individual fund financial statements and schedules and supplemental information are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements.

The 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 information is fairly stated in all material respects in relation to the basic financial statements as a whole.

The supplementary information has not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on it.

**Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated October 13, 2020, on our consideration of the Village's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Village's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Village's internal control over financial reporting and compliance.

*Sikich LLP*

Naperville, Illinois  
October 13, 2020



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**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER  
FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS  
BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED  
IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS***

The Honorable Mayor  
Members of the Board of Trustees  
Village of Beecher, Illinois

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the Village of Beecher, Illinois (the Village), as of and for the year ended April 30, 2020, and the related notes to financial statements, which collectively comprise the Village's basic financial statements and have issued our report thereon dated October 13, 2020.

**Internal Control over Financial Reporting**

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

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

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

## **Compliance and Other Matters**

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

## **Purpose of this Report**

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

*Sikich LLP*

Naperville, Illinois  
October 13, 2020

**GENERAL PURPOSE EXTERNAL FINANCIAL STATEMENTS**

**VILLAGE OF BEECHER, ILLINOIS**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**

**April 30, 2020**

The Village of Beecher's (Village) Management Discussion and Analysis (MD&A) is designed to provide an overview of the Village's financial position and activity at and for the year ended April 30, 2020. The information discussed in the MD&A should be read in conjunction with the government-wide and fund financial statements that are included in this report.

The Village presents its financial statements in conformity with the Governmental Accounting Standards Board (GASB) Statement No. 34 reporting requirements, prior year comparative information had been included in the Village's MD&A. This comparative information will provide readers with a broader view of the Village's financial position and finances at and for the year ended April 30, 2020.

As with other sections of this financial report, the information contained within this MD&A should be considered as part of a greater whole. Readers of this report should read and evaluate all sections of this report, including the Notes to the Financial Statements and the Required Supplemental Information ("RSI") that is provided in addition to the MD&A, in order to form an opinion on the financial position and activities of the Village.

**Financial Highlights**

- For the year ended April 30, 2020, the Village adopted Governmental Accounting Standards Board Statement No. 83, Asset Retirement Obligations.
- The Village's net position as of April 30, 2020 equaled \$26,777,590, a decrease of \$579,867 or 2.12 percent, over the Village's net position as of April 30, 2019. Net position for governmental activities account for \$17,650,722 or 65.92% of the total and business-type activities account for \$9,126,868 or 34.08% of the total.
- During the fiscal year, revenues were \$5,350,252 on a government-wide basis as compared to \$5,930,119 in expenses. Governmental activities accounted for \$3,498,134 or 58.99% of total expenses with business-type expense accounting for \$2,431,985 or 41.01% of total expenses.
- Expenses exceeded revenues by \$225,981 for governmental activities and by \$353,886 for business-type activities.

**Overview of the Financial Statements**

The Village's basic financial statements are comprised of three components:

1. Government-wide financial statements;
2. Fund financial statements,
3. Notes to the financial statements.

In addition to the financial statements, this report also contains supplementary information that provides the reader a more detailed depiction of amounts reflected in the financial statements.

### *Government-Wide Financial Statements*

The government-wide financial statements (see pages 4 - 7) are designed to provide readers with a broad overview of the Village's finances, in a manner similar to private-sector business.

The *Statement of Net Position* presents information on all of the Village's assets and deferred outflows of resources and liabilities and deferred inflows of resources, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the Village is improving, deteriorating or remaining constant.

The *Statement of Activities* presents information showing how the Village's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal years (e.g., uncollected taxes and earned but unused vacation leave).

Government-wide financial statements distinguish functions of the Village that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of associated costs through user fees and charges (business-type activities). The Village's governmental activities include general government, public safety, public works and culture and recreation. The business-type activities of the Village include water and sewer and refuse operations.

### *Fund Financial Statements*

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Village, like other local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the Village can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

*Governmental Funds* - Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The Village maintains 10 individual governmental funds. Information is presented separately in the governmental funds balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, which is considered to be a major fund. Data from the other 9 governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in this report.

The Village of Beecher adopts an annual budget for all of its governmental funds. A budgetary comparison statement for these funds has been provided to demonstrate compliance with this budget.

The basic governmental fund financial statements can be found on pages 8 - 11 of this report.

*Proprietary Funds* - Proprietary fund financial statements provide the same type of information as the government-wide financial statements, only in more detail. The Village maintains two different types of proprietary funds: enterprise funds and an internal service fund.

Enterprise Funds - Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The Village utilizes enterprise funds to account for its sewer, water, commuter parking and cemetery operations. The proprietary fund financial statements provide separate information for the Sewer and Water Revenue Funds, both of which are considered major funds of the Village.

Internal Service Funds - Internal service funds are used to accumulate and allocate costs internally among the Village's various functions. The Village utilizes an internal service fund to account for the capital equipment replacement. Because this service predominately benefits governmental rather than business-type functions, they have been included within governmental activities in the government-wide financial statements.

The basic proprietary fund financial statements can be found on pages 12 - 15 of this report.

### *Notes to the Financial Statements*

The Notes to the Financial Statements provide additional information that is essential to obtaining a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 16 - 40 of this report.

This report also includes certain Required Supplementary Information (RSI) concerning the Village's IMRF pension obligations and other post-employment benefits. Required supplementary information can be found on pages 41 - 46 of this report.

### *Other Supplementary Information*

In addition to the basic financial statements and accompanying notes, and immediately following the Required Supplementary Information section, this report also presents combining and individual fund financial statements for each of the Village's funds. Combining and individual fund statements and schedules can be found on pages 47-64 of this report.

### **Government-Wide Financial Analysis**

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the Village of Beecher, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$26,777,590 as of April 30, 2020.

VILLAGE OF BEECHER, ILLINOIS

STATEMENT OF NET POSITION

April 30, 2020 and April 30, 2019

	Governmental Activities		Business-Type Activities		Total	
	2020	2019	2020	2019	2020	2019
<b>ASSETS</b>						
Current and Other Assets	\$ 2,723,851	\$ 2,649,331	\$ 2,180,860	\$ 2,819,891	\$ 4,904,711	\$ 5,469,222
Capital Assets	17,585,222	17,910,077	19,156,973	15,823,518	36,742,195	33,733,595
Total assets	20,309,073	20,559,408	21,337,833	18,643,409	41,646,906	39,202,817
<b>DEFERRED OUTFLOWS OF RESOURCES</b>						
Pension items - IMRF	174,060	500,227	70,731	214,383	244,791	714,610
Asset retirement obligations	-	-	118,800	-	118,800	-
Total deferred outflows of resources	174,060	500,227	189,531	214,383	363,591	714,610
Total assets and deferred outflows of resources	20,483,133	21,059,635	21,527,364	18,857,792	42,010,497	39,917,427
<b>LIABILITIES</b>						
Long-term liabilities	1,226,316	1,714,615	11,353,786	7,803,538	12,580,102	9,518,153
Other liabilities	125,825	228,710	821,228	1,447,234	947,053	1,675,944
Total liabilities	1,352,141	1,943,325	12,175,014	9,250,772	13,527,155	11,194,097
<b>DEFERRED INFLOWS OF RESOURCES</b>						
Pension items - IMRF	519,896	294,621	225,482	126,266	745,378	420,887
Deferred property taxes	960,374	944,986	-	-	960,374	944,986
Total deferred inflows of resources	1,480,270	1,239,607	225,482	126,266	1,705,752	1,365,873
Total liabilities and deferred inflows of resources	2,832,411	3,182,932	12,400,496	9,377,038	15,232,907	12,559,970
<b>NET POSITION</b>						
Net investment in capital assets	\$ 16,680,222	\$ 16,929,325	\$ 8,036,293	\$ 8,318,783	24,716,515	25,248,108
Restricted	218,414	681,730	-	-	218,414	681,730
Unrestricted	752,086	265,648	1,090,575	1,161,971	1,842,661	1,427,619
<b>TOTAL NET POSITION</b>	<b>\$ 17,650,722</b>	<b>\$ 17,876,703</b>	<b>\$ 9,126,868</b>	<b>\$ 9,480,754</b>	<b>\$ 26,777,590</b>	<b>\$ 27,357,457</b>

The Village's net position is composed of capital assets, restricted net position, and unrestricted net position. Capital assets comprise 92.30% of net position and reflect the Village's investment in capital assets and infrastructure, less any related debt used to acquire those assets that remains outstanding. The Village uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the Village's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion, \$218,414, or 0.82 percent, of the Village's net position represents resources that are subject to restrictions on use. The total unrestricted net position is \$1,842,661 or 6.88% and may be used to meet the Village's ongoing obligations to citizens and creditors. The unrestricted net position balance for governmental activities is \$752,086 and \$1,090,575 for business-type activities.



## Changes in Net Position – Governmental and Business-type Activities

The following table provides detail of the change in the Village's net position during the fiscal year ended April 30, 2020 compared to the fiscal year ended April 30, 2019. Governmental activities decreased the Village's net position by \$347,811 and business-type activities decreased the Village's net position by \$371,141.

### VILLAGE OF BEECHER, ILLINOIS

#### STATEMENT OF ACTIVITIES

For the Fiscal Years Ended April 30, 2020 and April 30, 2019

	Governmental Activities		Business-Type Activities		Total	
	2020	2019	2020	2019	2020	2019
<b>REVENUES</b>						
Program revenues						
Charges for services	\$ 514,186	\$ 650,372	\$ 1,684,085	\$ 1,791,337	\$ 2,198,271	\$ 2,441,709
Operating grants and contributions	243,235	110,652	-	-	243,235	110,652
Capital grants and contributions	-	-	-	-	-	-
General revenues						
Taxes						
Property	954,391	952,040	-	-	954,391	952,040
Sales	612,605	633,823	146,384	171,266	758,989	805,089
Other	307,252	290,963	190,523	200,721	497,775	491,684
Income taxes	472,448	423,211	-	-	472,448	423,211
Investment income	23,990	10,894	26,581	12,689	50,571	23,583
Miscellaneous	43,968	88,633	30,526	20,402	74,494	109,035
Transfers	100,078	21,768	-	-	100,078	21,768
Total revenues	\$ 3,272,153	\$ 3,182,356	\$ 2,078,099	\$ 2,196,415	\$ 5,350,252	\$ 5,378,771
<b>EXPENSES</b>						
Government Activities						
General government	684,049	644,805	-	-	684,049	644,805
Public safety	1,461,200	1,240,847	-	-	1,461,200	1,240,847
Public works	1,156,228	1,080,501	-	-	1,156,228	1,080,501
Culture and recreation	171,981	270,522	-	-	171,981	270,522
Interest and fees	24,676	27,249	-	-	24,676	27,249
Business-Type Activities						
Water and sewer	-	-	1,973,867	1,842,684	1,973,867	1,842,684
Refuse	-	-	358,040	351,184	358,040	351,184
Transfers	-	-	100,078	21,768	100,078	21,768
Total expenses	3,498,134	3,263,924	2,431,985	2,215,636	5,930,119	5,479,560
CHANGE IN NET POSITION	\$ (225,981)	\$ (81,568)	\$ (353,886)	\$ (19,221)	\$ (579,867)	\$ (100,789)
NET POSITION, MAY 1	17,876,703	18,090,274	9,480,754	9,584,827	27,357,457	27,675,101
Prior period adjustment	-	(132,003)	-	(84,852)	-	(216,855)
NET POSITION, MAY 1, RESTATED	17,876,703	17,958,271	9,480,754	9,499,975	27,357,457	27,458,246
NET POSITION, APRIL 30	\$ 17,650,722	\$ 17,876,703	\$ 9,126,868	\$ 9,480,754	\$ 26,777,590	\$ 27,357,457

## Financial Analysis of the Village's Funds

As noted earlier, the Village of Beecher uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

**Governmental Funds** Governmental funds are used to account for essentially the same functions reported as governmental funds in the government-wide financials statements. However, the focus of the Village's governmental funds is on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the Village's financing requirements. In particular, unassigned fund balance may serve as a useful measure of the Village's net resources available for spending at the end of the fiscal year.

As of the end of the current fiscal year, the Village of Beecher's governmental funds reported combined ending fund balances of 1,273,824, an increase of \$42,623 in comparison with the prior year. The unassigned balance is \$508,000, which is an increase of \$35,455 from prior year.

The Village's General Fund is used to account for the resources and expenditures associated with those services generally associated with a municipal government. The fund balance of the Village of Beecher's General Fund increased by \$16,317 during the current fiscal year. Even with the purchase of and improvements to a storage building and  $\frac{3}{4}$  acre of land for the public works and police department at 533 Reed Street, the Fund still accounted for a minor increase in fund balance during the fiscal year.

**Enterprise Funds** As noted earlier, the Village's enterprise fund financial statements provide the same type of information found in the government-wide financial statements for each of the Village's business-type activities, but in more detail.

Unrestricted net position of the Water and Sewer Fund at the end of the year amounted to \$968,831 while the Refuse Fund unrestricted net position amounted to \$121,744.

### General Fund Budgetary Highlights

The variance between the Village's General Fund budget and actual results for the fiscal year ended April 30, 2020 was \$38,132. Revenues fell short of budgeted amounts by \$83,960 offset by expenditures that were under budget by \$142,655. Other financing source (uses) had an unfavorable budget variance of \$96,827.

### Capital Asset and Debt Administration

#### *Capital assets*

The Village of Beecher's investment in capital assets for its governmental and business-type activities as of April 30, 2020 amounts to \$36,742,195 (net of accumulated depreciation). This investment in capital assets, net of depreciation, includes land, land improvements, buildings, equipment and vehicles, infrastructure, construction in progress, the sewer system and the water system.

Major capital asset events during the current fiscal year included the following:

- The Village capitalized costs totaling of \$9,211,844 related to the sewer treatment plant. This project is being financed using a low interest loan through the Illinois Environmental Protection Agency.

Additional information on the Village of Beecher's capital assets can be found in note 4 of this report.

#### *Long-term debt*

The Village had general obligation bonds outstanding of \$905,000 for governmental activities at April 30, 2020.

State statutes limit the amount of general obligation debt a governmental entity may issue to 8.625% of its total assessed valuation. The current debt limit for the Village is \$8,899,054 (2019 Assessed Valuation amount of \$103,177,439 x 8.625%). The Village's general obligation debt is significantly below the debt limit.

Additional information on the Village's long-term debt can be found in note 6 of this report.

#### **Economic Factors and Next Year's Budget and Rates**

A number of external and internal economic factors were considered when preparing the Village of Beecher's budget for the April 30, 2020 fiscal year, including the following:

- Examining the trends and projections in the five year financial plan of the Village which is updated each year on a line item basis.
- Projections for income tax, use tax, MFT, and PPRT are made by taking the projections provided by the Illinois Municipal League and comparing these projections with recent trend data specific to the Village. Historical trends in revenue are more weighted in the final projection typically resulting in an underestimation of revenues.
- A property tax levy increase of 1.8%, the first in eight years, with the entire amount of the increase dedicated the public safety levy.
- The Village has a moratorium on the collection of any impact or tap-in fees so these revenues were not budgeted or projected.
- For determining revenue from water and sewer rates, an average of the last three years of collections are used before applying the rate increase each year to remove variances in water usage due to climate conditions.
- Despite the challenges that continue to be posed by the economic environment and the uncertainty with state shared revenues and potential state legislative issues, the Village's fund balance policy and fiscal conservativeness have helped to keep the Village fiscally sound.

The COVID-19 outbreak in the United States has caused significant business disruption to the Village. While there is considerable uncertainty around the lasting impact of the pandemic, management, with the support of the Village Board, have responded with

adjustments to stabilize and maintain the Village's finances. However, the duration and ultimate financial impact cannot be reasonably estimated at this time.

### **Requests for Information**

This financial report is designed to provide a general overview of the Village of Beecher's finances for all those with an interest in the Village's finances. Questions concerning any of the information provided in this report or requests for additional information should be directed to the Village Administrator, 625 Dixie Highway, Beecher, Illinois 60401.

**VILLAGE OF BEECHER, ILLINOIS**

STATEMENT OF NET POSITION

April 30, 2020

	<b>Governmental Activities</b>	<b>Business-Type Activities</b>	<b>Total</b>
<b>ASSETS</b>			
Cash and investments	\$ 1,248,142	\$ 1,269,279	\$ 2,517,421
Taxes receivable	960,374	42,987	1,003,361
Accounts receivable	50,140	307,709	357,849
Prepaid expenses	57,788	31,117	88,905
Internal balances	127,537	(127,537)	-
Due from other governments	279,870	657,305	937,175
Capital assets, not being depreciated	6,824,588	69,255	6,893,843
Capital assets, net of accumulated depreciation	10,760,634	19,087,718	29,848,352
<b>Total assets</b>	<b>20,309,073</b>	<b>21,337,833</b>	<b>41,646,906</b>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>			
Pension items - IMRF	174,060	70,731	244,791
Asset retirement obligation	-	118,800	118,800
<b>Total deferred outflows of resources</b>	<b>174,060</b>	<b>189,531</b>	<b>363,591</b>
<b>Total assets and deferred outflows of resources</b>	<b>20,483,133</b>	<b>21,527,364</b>	<b>42,010,497</b>
<b>LIABILITIES</b>			
Accounts payable	109,997	810,531	920,528
Accrued payroll	9,003	7,991	16,994
Accrued interest	6,825	2,706	9,531
Noncurrent liabilities			
Due within one year	89,751	55,447	145,198
Due in more than one year	1,136,565	11,298,339	12,434,904
<b>Total liabilities</b>	<b>1,352,141</b>	<b>12,175,014</b>	<b>13,527,155</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Pension items - IMRF	519,896	225,482	745,378
Deferred property taxes	960,374	-	960,374
<b>Total deferred inflows of resources</b>	<b>1,480,270</b>	<b>225,482</b>	<b>1,705,752</b>
<b>Total liabilities and deferred inflows of resources</b>	<b>2,832,411</b>	<b>12,400,496</b>	<b>15,232,907</b>

(This statement is continued on the following page.)

**VILLAGE OF BEECHER, ILLINOIS**

STATEMENT OF NET POSITION (Continued)

April 30, 2020

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	<b>Governmental Activities</b>	<b>Business-Type Activities</b>	<b>Total</b>
<b>NET POSITION</b>			
Net investment in capital assets	\$ 16,680,222	\$ 8,036,293	\$ 24,716,515
Restricted for			
Public works	180,956	-	180,956
Specific purposes	36,138	-	36,138
Debt service	1,320	-	1,320
Unrestricted	752,086	1,090,575	1,842,661
<b>TOTAL NET POSITION</b>	<b>\$ 17,650,722</b>	<b>\$ 9,126,868</b>	<b>\$ 26,777,590</b>

See accompanying notes to financial statements.

**VILLAGE OF BEECHER, ILLINOIS**

STATEMENT OF ACTIVITIES

For the Year Ended April 30, 2020

FUNCTION/PROGRAMS	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
<b>PRIMARY GOVERNMENT</b>				
Government Activities				
General government	\$ 684,049	\$ 271,933	\$ -	\$ -
Public safety	1,461,200	-	82,381	-
Public works	1,156,228	165,894	160,854	-
Culture and recreation	171,981	76,359	-	-
Interest and fees	24,676	-	-	-
Total government activities	3,498,134	514,186	243,235	-
Business-Type Activities				
Water and sewer	1,973,867	1,330,854	-	-
Refuse	358,040	353,231	-	-
Total business-type activities	2,331,907	1,684,085	-	-
<b>TOTAL PRIMARY GOVERNMENT</b>	<b>\$ 5,830,041</b>	<b>\$ 2,198,271</b>	<b>\$ 243,235</b>	<b>\$ -</b>

	<b>Net (Expense) Revenue and Changes in Net Position</b>		
	<b>Primary Government</b>		
	<b>Governmental</b>	<b>Business-Type</b>	<b>Total</b>
	<b>Activities</b>	<b>Activities</b>	
	\$ (412,116)	\$ -	\$ (412,116)
	(1,378,819)	-	(1,378,819)
	(829,480)	-	(829,480)
	(95,622)	-	(95,622)
	(24,676)	-	(24,676)
	<u>(2,740,713)</u>	-	<u>(2,740,713)</u>
	-	(643,013)	(643,013)
	-	(4,809)	(4,809)
	-	(647,822)	(647,822)
	<u>(2,740,713)</u>	<u>(647,822)</u>	<u>(3,388,535)</u>
General Revenue			
Taxes			
Property	954,391	-	954,391
Sales	612,605	146,384	758,989
Other	307,252	190,523	497,775
Income taxes	472,448	-	472,448
Investment income	23,990	26,581	50,571
Miscellaneous	43,968	30,526	74,494
Transfers	100,078	(100,078)	-
Total	<u>2,514,732</u>	<u>293,936</u>	<u>2,808,668</u>
CHANGE IN NET POSITION	(225,981)	(353,886)	(579,867)
NET POSITION, MAY 1	<u>17,876,703</u>	<u>9,480,754</u>	<u>27,357,457</u>
<b>NET POSITION, APRIL 30</b>	<u>\$ 17,650,722</u>	<u>\$ 9,126,868</u>	<u>\$ 26,777,590</u>

See accompanying notes to financial statements.



**VILLAGE OF BEECHER, ILLINOIS**

BALANCE SHEET  
GOVERNMENTAL FUNDS

April 30, 2020

	<b>General</b>	<b>Nonmajor Governmental Funds</b>	<b>Total</b>
<b>ASSETS</b>			
Cash and investments	\$ 481,324	\$ 708,344	\$ 1,189,668
Tax receivable, net	960,374	-	960,374
Accounts receivable	45,323	4,817	50,140
Intergovernmental receivable	222,945	56,925	279,870
Prepaid items	57,788	-	57,788
<b>TOTAL ASSETS</b>	<b>\$ 1,767,754</b>	<b>\$ 770,086</b>	<b>\$ 2,537,840</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>			
<b>LIABILITIES</b>			
Accounts payable	\$ 62,947	\$ 47,050	\$ 109,997
Accrued payroll	9,003	-	9,003
Due to other funds	102,261	-	102,261
Total liabilities	174,211	47,050	221,261
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Unavailable revenue - intergovernmental	67,381	15,000	82,381
Unavailable property taxes	960,374	-	960,374
Total deferred inflows of resources	1,027,755	15,000	1,042,755
Total liabilities and deferred inflows of resources	1,201,966	62,050	1,264,016
<b>FUND BALANCES</b>			
Nonspendable - prepaid items	57,788	-	57,788
Restricted for			
Public works	-	180,956	180,956
Specific purposes	-	36,138	36,138
Debt service	-	1,320	1,320
Assigned for			
Capital projects	-	489,622	489,622
Unrestricted			
Unassigned	508,000	-	508,000
Total fund balances	565,788	708,036	1,273,824
<b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>	<b>\$ 1,767,754</b>	<b>\$ 770,086</b>	<b>\$ 2,537,840</b>

See accompanying notes to financial statements.

**VILLAGE OF BEECHER, ILLINOIS**

**RECONCILIATION OF FUND BALANCES OF GOVERNMENTAL FUNDS TO THE  
GOVERNMENTAL ACTIVITIES IN THE STATEMENT OF NET POSITION**

April 30, 2020

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<b>FUND BALANCES OF GOVERNMENTAL FUNDS</b>	\$ 1,273,824
Amounts reported for governmental activities in the statement of net position are different because:	
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds	17,585,222
Some receivables that are not currently available are reported as unavailable revenues in the fund financial statements but are recognized as revenue when earned in the government-wide financial statements	82,381
Net position of the internal service fund is reported in the governmental activities column on the statement of net position	288,272
Differences between expected and actual experiences, assumption changes, net differences between projected and actual earnings and contributions subsequent to the measurement date are recognized as deferred outflows and inflows of resources on the statement of net position Illinois Municipal Retirement Fund	(345,836)
Some liabilities reported in the statement of net position do not require the use of current financial resources and, therefore, are not reported as liabilities in governmental funds. These liabilities consist of:	
Bonds payable	(905,000)
Net pension liability - IMRF	(64,868)
Total OPEB liability	(210,309)
Accrued interest	(6,825)
Accrued compensated absences	(46,139)
<b>NET POSITION OF GOVERNMENTAL ACTIVITIES</b>	<u><u>\$ 17,650,722</u></u>

See accompanying notes to financial statements.

**VILLAGE OF BEECHER, ILLINOIS**

STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS

For the Year Ended April 30, 2020

	<b>General</b>	<b>Nonmajor Governmental Funds</b>	<b>Total</b>
<b>REVENUES</b>			
Taxes			
Property taxes	\$ 954,391	\$ -	\$ 954,391
Sales taxes	466,221	146,384	612,605
Other taxes	307,252	-	307,252
Charges for services	225,522	242,253	467,775
Intergovernmental			
Income tax	472,448	-	472,448
Motor fuel tax allotments	-	160,854	160,854
Other	46,411	-	46,411
Investment income	14,038	9,952	23,990
Miscellaneous	37,095	6,873	43,968
 Total revenues	 2,523,378	 566,316	 3,089,694
<b>EXPENDITURES</b>			
Current			
General government	709,967	-	709,967
Public safety	1,435,824	-	1,435,824
Public works	361,504	295,529	657,033
Culture and recreation	19,321	107,432	126,753
Capital outlay	-	116,692	116,692
Debt service			
Principal	-	75,752	75,752
Interest and fiscal charges	-	25,128	25,128
 Total expenditures	 2,526,616	 620,533	 3,147,149
 EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	 (3,238)	 (54,217)	 (57,455)
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers in	100,078	80,523	180,601
Transfers (out)	(80,523)	-	(80,523)
 Total other financing sources (uses)	 19,555	 80,523	 100,078
 NET CHANGE IN FUND BALANCES	 16,317	 26,306	 42,623
 FUND BALANCES, MAY 1	 549,471	 681,730	 1,231,201
 <b>FUND BALANCES, APRIL 30</b>	 <b>\$ 565,788</b>	 <b>\$ 708,036</b>	 <b>\$ 1,273,824</b>

See accompanying notes to financial statements.

**VILLAGE OF BEECHER, ILLINOIS**

RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF REVENUES,  
EXPENDITURES AND CHANGES IN FUND BALANCES TO THE  
GOVERNMENTAL ACTIVITIES IN THE STATEMENT OF ACTIVITIES

For the Year Ended April 30, 2020

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<b>NET CHANGE IN FUND BALANCES - TOTAL GOVERNMENTAL FUNDS</b>	<b>\$ 42,623</b>
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Amounts reported for governmental activities in the statement of activities are different because:

Government funds report capital outlays as expenditures while governmental activities report depreciation expense to allocate those expenditures over the life of the assets	
Purchases of capital assets	56,533
Depreciation	(381,388)

Receivables not currently available are reported as revenue when collected or currently available in the fund financial statements but as a reduction of principal outstanding in the statement of activities	82,381
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The change in net position of the internal service fund is reported in governmental activities	36,561
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The change in the Illinois Municipal Retirement Fund net pension liability and deferred outflows/inflows of resources is not a source or use of financial resources	(122,937)
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The change in the Other Postemployment Benefit liability is not a source or use of financial resources	(6,473)
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Repayment of principal on long-term debt is expenditure in governmental funds, but repayment reduces long-term liabilities in the statement of net position	
Debt certificate	15,752
Bonds payable	60,000

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	
Change in accrued interest	452
Change in accrued compensated absences	(9,485)

<b>CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES</b>	<b>\$ (225,981)</b>
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See accompanying notes to financial statements.

VILLAGE OF BEECHER, ILLINOIS

STATEMENT OF NET POSITION  
PROPRIETARY FUNDS

April 30, 2020

	Enterprise Funds			Internal Service
	Water and Sewer	Refuse	Total	Capital Equipment Replacement
<b>CURRENT ASSETS</b>				
Cash and investments	\$ 1,192,866	\$ 76,413	\$ 1,269,279	\$ 58,474
Receivables				
Taxes	42,987	-	42,987	-
Accounts	235,184	72,525	307,709	-
Due from other funds	-	-	-	229,798
Due from other governments	657,305	-	657,305	-
Prepaid expense	31,117	-	31,117	-
<b>Total current assets</b>	<b>2,159,459</b>	<b>148,938</b>	<b>2,308,397</b>	<b>288,272</b>
<b>NONCURRENT ASSETS</b>				
Capital assets not being depreciated	69,255	-	69,255	-
Capital assets being depreciated	26,386,898	39,900	26,426,798	-
Accumulated depreciation	(7,299,180)	(39,900)	(7,339,080)	-
<b>Total noncurrent assets</b>	<b>19,156,973</b>	<b>-</b>	<b>19,156,973</b>	<b>-</b>
<b>Total assets</b>	<b>21,316,432</b>	<b>148,938</b>	<b>21,465,370</b>	<b>288,272</b>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>				
Pension items - IMRF	70,731	-	70,731	-
Asset retirement obligation	118,800	-	118,800	-
<b>Total deferred outflows of resources</b>	<b>189,531</b>	<b>-</b>	<b>189,531</b>	<b>-</b>
<b>Total assets and deferred outflows of resources</b>	<b>21,505,963</b>	<b>148,938</b>	<b>21,654,901</b>	<b>288,272</b>
<b>CURRENT LIABILITIES</b>				
Accounts payable	783,337	27,194	810,531	-
Accrued payroll	7,991	-	7,991	-
Accrued interest	2,706	-	2,706	-
Due to other funds	127,537	-	127,537	-
Current portion of long-term debt	49,270	-	49,270	-
Current portion of total OPEB liability	6,177	-	6,177	-
<b>Total current liabilities</b>	<b>977,018</b>	<b>27,194</b>	<b>1,004,212</b>	<b>-</b>
<b>LONG-TERM LIABILITIES</b>				
IEPA loan payable	11,071,410	-	11,071,410	-
Net pension liability	22,722	-	22,722	-
Total OPEB liability	84,207	-	84,207	-
Asset retirement obligation	120,000	-	120,000	-
<b>Total long-term liabilities</b>	<b>11,298,339</b>	<b>-</b>	<b>11,298,339</b>	<b>-</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Pension items - IMRF	225,482	-	225,482	-
<b>Total liabilities and deferred inflows of resources</b>	<b>12,500,839</b>	<b>27,194</b>	<b>12,528,033</b>	<b>-</b>
<b>NET POSITION</b>				
Net investment in capital assets	8,036,293	-	8,036,293	-
Unrestricted	968,831	121,744	1,090,575	288,272
<b>TOTAL NET POSITION</b>	<b>\$ 9,005,124</b>	<b>\$ 121,744</b>	<b>\$ 9,126,868</b>	<b>\$ 288,272</b>

See accompanying notes to financial statements.

**VILLAGE OF BEECHER, ILLINOIS**

STATEMENT OF REVENUES, EXPENSES  
AND CHANGES IN NET POSITION  
PROPRIETARY FUNDS

For the Year Ended April 30, 2020

	Enterprise Funds			Internal Service
	Water and Sewer	Nonmajor Enterprise Fund	Total	Capital Equipment Replacement
		Refuse		
<b>OPERATING REVENUES</b>				
Utility sales	\$ 1,325,139	\$ 353,231	\$ 1,678,370	\$ -
Interfund services	-	-	-	92,189
Total operating revenues	1,325,139	353,231	1,678,370	92,189
<b>OPERATING EXPENSES</b>				
Salaries and benefits	672,709	-	672,709	-
Building and equipment maintenance	166,805	-	166,805	-
Utilities	101,353	-	101,353	-
Contractual services	313,866	325,713	639,579	-
Other supplies	40,898	6,391	47,289	-
Other operating expenses	27,643	-	27,643	-
Capital outlay	149,395	25,936	175,331	56,533
Depreciation	381,733	-	381,733	-
Total operating expenses	1,854,402	358,040	2,212,442	56,533
OPERATING INCOME (LOSS)	(529,263)	(4,809)	(534,072)	35,656
<b>NON-OPERATING REVENUES (EXPENSES)</b>				
Investment income	25,399	1,182	26,581	905
Utility tax	190,523	-	190,523	-
Sales tax	146,384	-	146,384	-
Connection fees	5,715	-	5,715	-
Other income	24,584	5,942	30,526	-
Interest expense	(119,465)	-	(119,465)	-
Total non-operating revenues (expenses)	273,140	7,124	280,264	905
INCOME (LOSS) BEFORE TRANSFERS	(256,123)	2,315	(253,808)	36,561
<b>TRANSFERS</b>				
Transfers in (out)	(100,078)	-	(100,078)	-
Total transfers	(100,078)	-	(100,078)	-
CHANGE IN NET POSITION	(356,201)	2,315	(353,886)	36,561
NET POSITION, MAY 1	9,361,325	119,429	9,480,754	251,711
<b>NET POSITION, APRIL 30</b>	<b>\$ 9,005,124</b>	<b>\$ 121,744</b>	<b>\$ 9,126,868</b>	<b>\$ 288,272</b>

See accompanying notes to financial statements.

**VILLAGE OF BEECHER, ILLINOIS**

STATEMENT OF CASH FLOWS  
PROPRIETARY FUNDS

For the Year Ended April 30, 2020

	Enterprise Funds			Internal Service
	Water and Sewer	Refuse	Total	Capital Equipment Replacement
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
Receipts from customers and users	\$ 1,372,645	\$ 357,991	\$ 1,730,636	\$ -
Payments for interfund services	-	-	-	92,189
Payments to suppliers	(784,586)	(357,396)	(1,141,982)	(56,533)
Payment to employees	(626,924)	-	(626,924)	-
Net cash from operating activities	(38,865)	595	(38,270)	35,656
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>				
Taxes	346,145	-	346,145	-
Transfers in (out)	(100,078)	-	(100,078)	-
Net cash from noncapital financing activities	246,067	-	246,067	-
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>				
Interest received	25,399	1,182	26,581	905
Net cash from investing activities	25,399	1,182	26,581	905
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>				
IEPA loan proceeds	4,252,414	-	4,252,414	-
Principal payments	(458,171)	-	(458,171)	-
Interest payments	(123,525)	-	(123,525)	-
Purchase of capital assets	(4,330,260)	-	(4,330,260)	-
Net cash from capital and related financing activities	(659,542)	-	(659,542)	-
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(426,941)	1,777	(425,164)	36,561
CASH AND CASH EQUIVALENTS, MAY 1	1,619,807	74,636	1,694,443	21,913
<b>CASH AND CASH EQUIVALENTS, APRIL 30</b>	<b>\$ 1,192,866</b>	<b>\$ 76,413</b>	<b>\$ 1,269,279</b>	<b>\$ 58,474</b>

(This statement is continued on the following page.)

**VILLAGE OF BEECHER, ILLINOIS**

STATEMENT OF CASH FLOWS (Continued)  
 PROPRIETARY FUNDS

For the Year Ended April 30, 2020

	Enterprise Funds			Internal
	Water and Sewer	Refuse	Total	Service Capital Equipment Replacement
<b>RECONCILIATION OF OPERATING INCOME</b>				
<b>(LOSS) TO NET CASH FLOWS FROM</b>				
<b>OPERATING ACTIVITIES</b>				
Operating income (loss)	\$ (529,263)	\$ (4,809)	\$ (534,072)	\$ 35,656
Adjustments to reconcile operating income (loss) to net cash from operating activities				
Depreciation	381,733	-	381,733	-
Connection fees	5,715	-	5,715	-
Other income	24,584	5,942	30,526	-
Change in assets and liabilities				
Accounts receivable	31,883	(1,182)	30,701	-
Accounts payable	3,866	644	4,510	-
Accrued payroll	(11,386)	-	(11,386)	-
Prepaid expenses	10,308	-	10,308	-
Asset retirement obligation	1,200	-	1,200	-
Net pension liability - IMRF	54,145	-	54,145	-
Other postemployment benefit obligation	3,026	-	3,026	-
Total adjustments	505,074	5,404	510,478	-
<b>NET CASH FROM OPERATING ACTIVITIES</b>	<b>\$ (24,189)</b>	<b>\$ 595</b>	<b>\$ (23,594)</b>	<b>\$ 35,656</b>
<b>NONCASH TRANSACTIONS</b>				
Grant receivable	\$ 657,305	\$ -	\$ 657,305	\$ -
IEPA loan payable	(657,305)	-	(657,305)	-
<b>TOTAL NONCASH TRANSACTIONS</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

See accompanying notes to financial statements.



# VILLAGE OF BEECHER, ILLINOIS

## NOTES TO FINANCIAL STATEMENTS

April 30, 2020

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### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Village of Beecher, Illinois (the Village) have been prepared in conformity with accounting principles generally accepted in the United States of America, as applied to government units (hereinafter referred to as generally accepted accounting principles (GAAP)). The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the Village's accounting policies are described below.

a. Reporting Entity

The Village was incorporated July 16, 1880. The Village is a municipal corporation governed by an elected seven-member board. As required by GAAP, these financial statements present the Village (the primary government). The Village does not have any component units.

b. Fund Accounting

The Village uses funds to report on its financial position, changes in its financial position and cash flows. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain government functions or activities.

A fund is a separate accounting entity with a self-balancing set of accounts. A minimum number of funds are maintained consistent with legal and managerial requirements. Funds are classified into the following categories: governmental, proprietary and fiduciary. The Village does not report any fiduciary funds.

Governmental funds are used to account for all or most of the Village's general activities, including the collection and disbursement of restricted or committed monies (special revenue funds), the funds committed, restricted or assigned for the acquisition or construction of capital assets (capital projects funds) and the funds committed, restricted or assigned for the servicing of long-term debt (debt service funds). The General Fund is used to account for all activities of the general government not accounted for in some other fund.

Proprietary funds are used to account for activities similar to those found in the private sector, where the determination of net income is necessary or useful to sound financial administration. Goods or services from such activities can be provided either to outside parties (enterprise funds) or to other departments or agencies primarily within the Village (internal service funds).

**VILLAGE OF BEECHER, ILLINOIS**  
NOTES TO FINANCIAL STATEMENTS (Continued)

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**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

c. Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the activities of the Village. The effect of material interfund activity (except for activities reported in internal service funds) has been eliminated 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 function, segment or program are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include (1) charges to customers or applicants who purchase, use or directly benefit from goods, services or privileges provided by a given function or segment and (2) grants and standard revenues that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Separate financial statements are provided for governmental fund and proprietary funds. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

The Village reports the following major governmental funds:

The General Fund is the Village's primary operating fund. It accounts for all financial resources of the general government, except those accounted for in another fund.

The Village reports the following major proprietary funds:

The Water and Sewer Fund is used to account for water and sewer services to residents of the Village and other commercial users.

The Village reports the following nonmajor proprietary funds:

The Refuse Fund is used to account for refuse services to residents of the Village and other commercial users.

The Village reports the following internal service fund:

The Capital Equipment Replacement Fund is used to accumulate resources for future capital purchases.

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

d. Measurement Focus, Basis of Accounting and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund financial statements. Revenues and additions are recorded when earned and expenses and deductions are recorded when a liability is incurred. Property taxes are recognized as revenues in the year for which they are levied (i.e., intended to finance). Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. Operating revenues/expenses include all revenues/expenses directly related to providing the day-to-day enterprise fund services. Incidental revenues/expenses, such as property taxes and investment income, are reported as non-operating.

Governmental fund financial statements are accounted for using a current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized when susceptible to accrual (i.e., when they become both measurable and available). “Measurable” means the amount of the transaction can be determined and “available” means collectible within the current period. The Village recognizes property taxes when they become both measurable and available in the period intended to finance, generally within 60 days of year end. Sales taxes, telecommunications taxes and use taxes use a 90-day period. Expenditures are recorded when the related fund liability is incurred. Principal and interest on general long-term debt are recorded as fund liabilities when due or when amounts have been accumulated in the debt service fund for payments to be made early in the following year.

Those revenues susceptible to accrual are property taxes, franchise taxes, licenses, interest revenue and charges for services. Sales tax, telecommunication tax, local use tax and motor fuel tax and fines owed to/collected by the state at year end on behalf of the Village also are recognized as revenue. Permit revenues are not susceptible to accrual because generally they are not measurable until received in cash.

The Village reports unearned revenue and deferred/unavailable revenue on its financial statements. Deferred/unavailable revenue arises when a potential revenue does not meet both the measurable and available or earned criteria for recognition in the current period. Unearned revenue arises when resources are received by the Village before it has a legal claim to them, as when grant monies are received prior to the incurrence of qualifying expenditures.

In subsequent periods, when both revenue recognition criteria are met or when the Village has a legal claim to the resources, the liability or deferred inflow of resources for unearned revenue or deferred/unavailable revenue is removed from the financial statements and revenue is recognized.

**VILLAGE OF BEECHER, ILLINOIS**  
NOTES TO FINANCIAL STATEMENTS (Continued)

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**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

e. Cash and Investments

Cash and Cash Equivalents

For purposes of the statement of cash flows, the Village's proprietary funds consider all highly liquid investments with an original maturity of three months or less when purchased to be cash equivalents.

Investments

Investments with a maturity of one year or greater at the time of purchase are stated at fair value. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

The Village categorizes its fair value measurements within the fair value hierarchy established by GAAP. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; and Level 3 inputs are significant unobservable inputs. The Village does not hold any assets required to be reported at fair value.

f. Interfund Receivables/Payables

During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. These receivables and payables are classified as "due from other funds" or "due to other funds" on the balance sheet. Short-term interfund loans, if any, are classified as "interfund receivables/payables." Long-term interfund loans, if any, are classified as "advances to/from other funds."

g. Prepaid Items/Expenses

Payments made to vendors for services that will benefit periods beyond the date of this report are recorded as prepaid items/expenses and are accounted for on the consumption method.

h. Capital Assets

Capital assets, which include property, plant, equipment, water and sewer system and infrastructure assets (e.g., roads, bridges and similar items) are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the Village as assets with an initial, individual cost in excess of \$25,000 and an estimated useful life in excess of one year.

**VILLAGE OF BEECHER, ILLINOIS**  
NOTES TO FINANCIAL STATEMENTS (Continued)

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**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

h. Capital Assets (Continued)

All purchased capital assets are valued at cost where historical records are available and at an estimated historical cost where no historical records exist. Donated capital assets are valued at their acquisition value on the date received.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. Improvements are capitalized and depreciated over the remaining useful lives of the related capital assets, as applicable.

Depreciation is computed using the straight-line method over the following useful lives:

	<u>Years</u>
Buildings	30-50
Land improvements	30-50
Equipment and vehicles	5-15
Water and sewer systems	20-50
Transportation network	10-40

i. Compensated Absences

Vested or accumulated vacation leave and sick leave, including related Social Security and Medicare, that is owed to retirees or terminated employees is reported as an expenditure and a fund liability of the governmental fund that will pay it in the fund financial statements and the remainder is reported in long-term debt. Vested or accumulated vacation leave and vested sick leave of proprietary funds at both levels and governmental activities at the government-wide level is recorded as an expense and liability as the benefits accrue to employees.

j. Long-Term Obligations

In the government-wide financial statements and proprietary funds in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities or proprietary fund financial statements. Bond premiums and discounts are deferred and amortized over the life of the bonds. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are expensed as incurred.

**VILLAGE OF BEECHER, ILLINOIS**  
NOTES TO FINANCIAL STATEMENTS (Continued)

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**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

j. Long-Term Obligations (Continued)

In the fund financial statements, governmental funds recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as expenditures.

k. Fund Balance/Net Position

In the fund financial statements, governmental funds report nonspendable fund balance for amounts that are either not in spendable form or legally or contractually required to be maintained intact. Restrictions of fund balance are reported for amounts constrained by legal restrictions from outside parties for use for a specific purpose or externally imposed by outside entities. None of the restricted fund balance result from enabling legislation adopted by the Village. Committed fund balance is constrained by formal actions of the Village's Board of Trustees, which is considered the Village's highest level of decision-making authority. Formal actions include ordinances approved by the Board of Trustees. Assigned fund balance represents amounts constrained by the Village's intent to use them for a specific purpose. The Village Board has not delegated this authority through a formal fund balance policy. Any residual fund balance of the General Fund or deficit fund balances in any other governmental fund are reported as unassigned.

The Village's flow of funds assumption prescribes that the funds with the highest level of constraint are expended first. If restricted or unrestricted funds are available for spending, the restricted funds are spent first. Additionally, if different levels of unrestricted funds are available for spending the Village considers committed funds to be expended first followed by assigned and then unassigned funds.

In the government-wide financial statements, restricted net positions are legally restricted by outside parties for a specific purpose. Net investment in capital assets represents the Village's investment in the book value of capital assets, less any outstanding debt that was issued to construct or acquire the capital asset.

l. Interfund Transactions

Interfund services are accounted for as revenues, expenditures or expenses. Transactions that constitute reimbursements to a fund for expenditures/expenses initially made from it that are properly applicable to another fund are recorded as expenditures/expenses in the reimbursing fund and as reductions of expenditures/expenses in the fund that is reimbursed. All other interfund transactions, except interfund services and reimbursements, are reported as transfers.

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

m. Accounting Estimates

The preparation of financial statements in conformity with GAAP 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 of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates.

n. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption/acquisition of net assets that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. In addition to liabilities, the statement of net position and balance sheet will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents a consumption/acquisition of net assets that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The Village reports deferred/unavailable property taxes in this category.

**2. DEPOSITS AND INVESTMENTS**

The Village maintains a cash and investment pool that is available for use by all funds, except for the Youth Commission Fund, July 4<sup>th</sup> Commission Fund, Beautification Fund, Nantucket Escrow Fund and Preserve at Cardinal Creek Escrow Fund. Each fund's portion of this pool is displayed on the financial statements as "cash and investments." In addition, cash and investments are separately held by several of the Village's funds.

a. Village Deposits and Investments

Permitted Deposits and Investments - Statutes and the Village's investment policy authorize the Village to make deposits/invest in insured commercial banks, savings and loan institutions, obligations of the U.S. Treasury and U.S. agencies, insured credit union shares, money market mutual funds with portfolios of securities issued or guaranteed by the United States Government or agreements to repurchase these same obligations, repurchase agreements, short-term commercial paper rated within the three highest classifications by at least two standard rating services and The Illinois Funds.

**VILLAGE OF BEECHER, ILLINOIS**  
NOTES TO FINANCIAL STATEMENTS (Continued)

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**2. DEPOSITS AND INVESTMENTS (Continued)**

a. Village Deposits and Investments (Continued)

The Illinois Public Treasurers' Investment Pool, known as The Illinois Funds, operates as a qualified external investment pool in accordance with the criteria established in GASB Statement No. 79, *Certain External Investment Pools and Pool Participants*, and thus, reports all investments at amortized cost rather than fair value. The investment in The Illinois Funds by participants is also reported at amortized cost. The Illinois Funds does not have any limitations or restrictions on participant withdrawals. The Illinois Treasurer's Office issues a separate financial report for The Illinois Funds which may be obtained by contacting the Administrative Office at Illinois Business Center, 400 West Monroe Street, Suite 401, Springfield, Illinois 62704.

It is the policy of the Village to invest its funds in a manner which will provide the highest investment return with the maximum security while meeting the daily cash flow demands of the Village and conforming to all state and local statutes governing the investment of public funds, using the "prudent person" standard for managing the overall portfolio. The primary objectives of the policy are, in order of priority, safety of principal, liquidity and yield.

Deposits with Financial Institutions

Custodial credit risk for deposits with financial institutions is the risk that in the event of bank failure, the Village's deposits may not be returned to it. The Village's investment policy requires pledging of collateral for all bank balances in excess of federal depository insurance. The investment policy does not specify where pledged collateral is required to be held. As of April 30, 2020, the collateral was held by the safekeeping department of same institution where the Village maintains deposits in the Village's name (Category 3) in the amount of \$2,485,165.

**3. RECEIVABLES - TAXES**

Property taxes for 2019 attach as an enforceable lien on January 1, 2019 on property values assessed as of the same date. Taxes are levied by December of the subsequent fiscal year (by passage of a Tax Levy Ordinance). Tax bills are prepared by the County and issued on or about May 1, 2019 and are payable in two installments, on or about June 1, 2019 and September 1, 2019. The County collects such taxes and remits them periodically.

The 2019 tax levy collections are intended to finance the 2021 fiscal year and are not considered available for current operations and, therefore, are shown as unavailable/deferred revenues.

The 2020 tax levy, which attached as an enforceable lien on property as of January 1, 2020, has not been recorded as a receivable as of April 30, 2020 as the tax has not yet been levied by the Village and will not be levied until December 2020 and, therefore, the levy is not measurable at April 30, 2020.



**VILLAGE OF BEECHER, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

**4. CAPITAL ASSETS**

Capital asset activity for the year ended April 30, 2020 was as follows:

	Beginning Balances	Increases	Decreases	Ending Balances
<b>GOVERNMENTAL ACTIVITIES</b>				
Capital assets not being depreciated				
Land	\$ 6,824,588	\$ -	\$ -	\$ 6,824,588
Total capital assets not being depreciated	6,824,588	-	-	6,824,588
Capital assets being depreciated				
Land improvements	715,655	-	-	715,655
Buildings	1,172,075	-	-	1,172,075
Equipment and vehicles	750,743	56,533	25,550	781,726
Infrastructure	13,217,980	-	-	13,217,980
Total capital assets being depreciated	15,856,453	56,533	25,550	15,887,436
Less accumulated depreciation for				
Land improvements	322,900	20,094	-	342,994
Buildings	186,482	24,064	-	210,546
Equipment and vehicles	374,327	47,339	25,550	396,116
Infrastructure	3,887,255	289,891	-	4,177,146
Total accumulated depreciation	4,770,964	381,388	25,550	5,126,802
Total capital assets being depreciated, net	11,085,489	(324,855)	-	10,760,634
<b>GOVERNMENTAL ACTIVITIES</b>				
<b>CAPITAL ASSETS, NET</b>				
	\$ 17,910,077	\$ (324,855)	\$ -	\$ 17,585,222
<b>BUSINESS-TYPE ACTIVITIES</b>				
Capital assets not being depreciated				
Land	\$ 69,255	\$ -	\$ -	\$ 69,255
Construction in progress	5,574,502	-	5,574,502	-
Total capital assets not being depreciated	5,643,757	-	5,574,502	69,255
Capital assets being depreciated				
Sewer system	8,885,429	9,211,844	-	18,097,273
Equipment and vehicles	553,382	77,846	-	631,228
Water system	7,698,297	-	-	7,698,297
Total capital assets being depreciated	17,137,108	9,289,690	-	26,426,798
Less accumulated depreciation for				
Sewer system	4,255,006	199,882	-	4,454,888
Equipment and vehicles	437,554	17,374	-	454,928
Water system	2,264,787	164,477	-	2,429,264
Total accumulated depreciation	6,957,347	381,733	-	7,339,080
Total capital assets being depreciated, net	10,179,761	8,907,957	-	19,087,718
<b>BUSINESS-TYPE ACTIVITIES</b>				
<b>CAPITAL ASSETS, NET</b>				
	\$ 15,823,518	\$ 8,907,957	\$ 5,574,502	\$ 19,156,973

**VILLAGE OF BEECHER, ILLINOIS**  
NOTES TO FINANCIAL STATEMENTS (Continued)

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**4. CAPITAL ASSETS (Continued)**

Depreciation expense was charged to functions/programs of the primary government as follows:

**GOVERNMENTAL ACTIVITIES**

General government	\$ 8,432
Public safety	12,328
Public works	332,760
Culture and recreation	<u>27,868</u>
<b>DEPRECIATION EXPENSE - GOVERNMENTAL ACTIVITIES</b>	<b><u>\$ 381,388</u></b>

**5. RISK MANAGEMENT**

The Village is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions' injuries to employees; illnesses of employees; and natural disasters. The Village purchases commercial insurance to address certain risks. For insured programs, there have been no significant reductions in insurance coverage. Settlement amounts have not exceeded insurance coverage for the current year or the three prior years.

**Intergovernmental Personnel Benefit Cooperative**

The Village participates in the Intergovernmental Personnel Benefit Cooperative (IPBC) as a member of the Eastern Will County Benefit Cooperative Subpool. IPBC is a public entity risk pool established by certain units of local government in Illinois to administer some or all of the personnel benefit programs (primarily medical, dental and life insurance coverage) offered by these members to their officers and employees and to the officers and employees of certain other governmental, quasi governmental and nonprofit public service entities.

IPBC receives processes and pays such claims as may come within the benefit program of each member. Management consists of a Board of Directors comprised of one appointed representative from each member. In addition, there are two officers, a Benefit Administrator and a Treasurer. The Village does not exercise any control over the activities of IPBC beyond its representation on the Board of Directors.

**6. LONG-TERM DEBT**

**a. General Obligation Bonds**

The Village issues general obligation bonds for the acquisition and construction of major capital facilities.

**VILLAGE OF BEECHER, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

**6. LONG-TERM DEBT (Continued)**

a. General Obligation Bonds (Continued)

General obligation bonds are direct obligations and pledge the full faith and credit of the Village. General obligation bonds currently outstanding are as follows:

Issue	Fund Debt Retired By	Balances May 1	Additions	Reductions	Balances April 30	Current Portion
General Obligation Refunding Bond, Series 2017, with annual installments of principal of \$30,000 to \$100,000 payable through January 15, 2032, plus interest at 2.60% payable semiannually.	Debt Service	\$ 965,000	\$ -	\$ 60,000	\$ 905,000	\$ 65,000
<b>TOTAL</b>		<b>\$ 965,000</b>	<b>\$ -</b>	<b>\$ 60,000</b>	<b>\$ 905,000</b>	<b>\$ 65,000</b>

b. Debt Certificates (Direct Placement)

Additionally, the Village has debt certificates outstanding in their governmental and business-type activities. Debt certificates currently outstanding are as follows:

Issue	Fund Debt Retired By	Balances May 1	Additions	Reductions	Balances April 30	Current Portion
General Obligation Debt Certificates, Series 2013 (direct placement) with annual installments of principal of \$70,100 through May 14, 2023, plus interest at 2.50% payable semiannually.	Water and Sewer	\$ 350,500	\$ -	\$ 350,500	\$ -	\$ -
2014 General Obligation Debt Certificate (direct placement) with annual installments of principal and interest of \$31,692 through October 15, 2019.	Public Infrastructure	15,752	-	15,752	-	-
<b>TOTAL</b>		<b>\$ 366,252</b>	<b>\$ -</b>	<b>\$ 366,252</b>	<b>\$ -</b>	<b>\$ -</b>

c. IEPA Loans

The Village has two low-interest loans issued through the IEPA as follows:

Issue	Fund Debt Retired By	Balances May 1	Additions	Reductions	Balances April 30	Current Portion
2017 IEPA Loan Payable due in annual installments of \$65,304 through September 3, 2037, including interest at 1.64%.	Water and Sewer	\$ 1,038,422	\$ -	\$ 48,472	\$ 989,950	\$ 49,270
*2018 IEPA Loan Payable through July 9, 2049, including interest at 1.12%.	Water and Sewer	6,115,813	4,074,116	59,199	10,130,730	-
<b>TOTAL</b>		<b>\$ 7,154,235</b>	<b>\$ 4,074,116</b>	<b>\$ 107,671</b>	<b>\$ 11,120,680</b>	<b>\$ 49,270</b>

\*Final debt service to maturity schedule is not yet available.

**VILLAGE OF BEECHER, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

**6. LONG-TERM DEBT (Continued)**

d. Debt Service Requirements to Maturity

Annual debt service requirements to maturity for general obligation bonds is as follows:

Fiscal Year Ending April 30,	General Obligation Bonds		
	Governmental Activities		
	Principal	Interest	Total
2021	\$ 65,000	\$ 23,530	\$ 88,530
2022	65,000	21,840	86,840
2023	65,000	20,150	85,150
2024	70,000	18,460	88,460
2025	70,000	16,640	86,640
2026-2030	385,000	54,470	439,470
2031-2035	185,000	7,410	192,410
<b>TOTAL</b>	<b>\$ 905,000</b>	<b>\$ 162,500</b>	<b>\$ 1,067,500</b>

Annual debt service requirements to maturity for IEPA loans payable is as follows:

Fiscal Year Ending April 30,	Business-Type Activities		
	Principal	Interest	Total
2021	\$ 49,270	\$ 16,034	\$ 65,304
2022	50,081	15,223	65,304
2023	50,906	14,398	65,304
2024	51,745	13,559	65,304
2025	52,596	12,708	65,304
2026-2030	276,263	50,257	326,520
2031-2035	299,770	26,750	326,520
2036-2040	159,319	3,943	163,262
<b>TOTAL</b>	<b>\$ 989,950</b>	<b>\$ 152,872</b>	<b>\$ 1,142,822</b>

**VILLAGE OF BEECHER, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

**6. LONG-TERM DEBT (Continued)**

e. Changes in Long-Term Liabilities

During the fiscal year, the following changes occurred in long-term liabilities:

	Balances May 1	Additions	Reductions	Balances April 30	Current Portion
<b>GOVERNMENTAL ACTIVITIES</b>					
General obligation bonds	\$ 965,000	\$ -	\$ 60,000	\$ 905,000	\$ 65,000
Debt certificates (direct placement)	15,752	-	15,752	-	-
Compensated absences	36,654	19,619	10,134	46,139	11,535
Net pension liability - IMRF	493,373	-	428,505	64,868	-
Total OPEB liability	203,836	6,473	-	210,309	13,216
<b>TOTAL GOVERNMENTAL ACTIVITIES</b>	<b>\$ 1,714,615</b>	<b>\$ 26,092</b>	<b>\$ 514,391</b>	<b>\$ 1,226,316</b>	<b>\$ 89,751</b>

The compensated absences liability, net pension liability and total OPEB liability are retired primarily by the General Fund.

	Balances May 1	Additions	Reductions	Balances April 30	Current Portion
<b>BUSINESS-TYPE ACTIVITIES</b>					
Debt certificates (direct placement)	\$ 350,500	\$ -	\$ 350,500	\$ -	\$ -
Asset retirement obligation	-	120,000	-	120,000	-
IEPA loan	7,154,235	4,074,116	107,671	11,120,680	49,270
Net pension liability - IMRF	211,445	-	188,723	22,722	-
Total OPEB liability	87,358	3,026	-	90,384	6,177
<b>TOTAL BUSINESS-TYPE ACTIVITIES</b>	<b>\$ 7,803,538</b>	<b>\$ 4,197,142</b>	<b>\$ 646,894</b>	<b>\$ 11,353,786</b>	<b>\$ 55,447</b>

f. Legal Debt Margin

A computation of the legal debt margin of the Village as of April 30, 2020 is as follows:

ASSESSED VALUATION - 2019	<u>\$ 103,177,439</u>
Legal debt limit - 8.625% of assessed valuation	\$ 8,899,054
Amount of debt applicable to debt limit	<u>(905,000)</u>
<b>LEGAL DEBT MARGIN</b>	<u><b>\$ 7,994,054</b></u>

**VILLAGE OF BEECHER, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

**6. LONG-TERM DEBT (Continued)**

g. Asset Retirement Obligation

The Village has recognized an asset retirement obligation (ARO) and related deferred outflow of resources in connection with its obligation to seal and abandon its water wells at the end of its estimated useful life in accordance with federal, state and/or local requirements. The ARO was measured using actual historical costs for similar abandonments, adjusted for inflation through the end of the year. The estimated useful life of the water wells is 100 years.

**7. INTERFUND ASSETS/LIABILITIES**

a. Interfund Transfers

Interfund transfers during the year ended April 30, 2020 consisted of the following:

Fund	Transfers In	Transfers Out
General Fund	\$ 100,078	\$ 80,523
Water and Sewer Fund	-	100,078
Debt Service (nonmajor)	80,523	-
<b>TOTAL</b>	<b>\$ 180,601</b>	<b>\$ 180,601</b>

The purposes of the significant transfers are as follows:

- \$80,523 transferred from the General Fund to the Debt Service Fund for debt repayment. This will not be repaid.
- \$100,078 transferred from the Water and Sewer Fund to the General Fund for certain infrastructure projects. This will not be repaid.

b. Interfund Receivables/Payables

Due to/from during the year ended April 30, 2020 consisted of the following:

Fund	Due From	Due To
General Fund	\$ -	\$ 102,261
Water and Sewer Fund	-	127,537
Capital Equipment Replacement Fund	229,798	-
<b>TOTAL</b>	<b>\$ 229,798</b>	<b>\$ 229,798</b>

The purposes of the significant due to/due from amounts are as follows:

- \$229,798 due to the Capital Equipment Replacement Fund for capital projects. Repayment is expected within one year.

**8. CONTINGENT LIABILITIES**

a. Litigation

The Village is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, the resolution of these matters is not expected to have a material adverse effect on the financial condition of the Village.

b. Grants

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures that may be disallowed by the grantor cannot be determined at this time although the Village expects such amounts, if any, to be immaterial.

c. Tax Abatements

The Village has entered into tax rebate agreements with various entities. The agreements require the Village to rebate certain percentage of sales, hotel, and places for eating taxes. The amount paid for the fiscal year ended April 30, 2020 was \$128,877.

**9. DEFINED BENEFIT PENSION PLANS**

The Village contributes to the Illinois Municipal Retirement Fund (IMRF), an agent multiple-employer public employee retirement system. The benefits, benefit levels, employee contributions, and employer contributions for both plans are governed by ILCS and can only be amended by the Illinois General Assembly. IMRF issues a publicly available report that includes financial statements and supplementary information for the plan as a whole, but not for individual employers. That report can be obtained from IMRF, 2211 York Road, Suite 500, Oak Brook, Illinois 60523 or at [www.imrf.org](http://www.imrf.org).

a. Plan Descriptions

Illinois Municipal Retirement Fund

*Plan Administration*

All employees hired in positions that meet or exceed the prescribed annual hourly standard must be enrolled in IMRF as participating members.

**VILLAGE OF BEECHER, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

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**9. DEFINED BENEFIT PENSION PLANS (Continued)**

a. Plan Descriptions (Continued)

Illinois Municipal Retirement Fund (Continued)

*Plan Administration (Continued)*

The plan is accounted for on the economic resources measurement focus and the accrual basis of accounting. Employer and employee contributions are recognized when earned in the year that the contributions are required, benefits and refunds are recognized as an expense and liability when due and payable.

*Plan Membership*

At December 31, 2019, IMRF membership consisted of:

Inactive employees or their beneficiaries	
currently receiving benefits	11
Inactive employees entitled to but not yet receiving benefits	11
Active employees	22
 TOTAL	 44

*Benefits Provided*

All employees hired in positions that meet or exceed the prescribed annual hourly standard must be enrolled in IMRF as participating members. IMRF provides two tiers of pension benefits. Employees hired prior to January 1, 2011, are eligible for Tier 1 benefits. For Tier 1 employees, pension benefits vest after eight years of service. Participating members who retire at age 55 (reduced benefits) or after age 60 (full benefits) with eight years of credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1 2/3% of their final rate of earnings, for each year of credited service up to 15 years, and 2% for each year thereafter.

Employees hired on or after January 1, 2011, are eligible for Tier 2 benefits. For Tier 2 employees, pension benefits vest after ten years of service. Participating members who retire at age 62 (reduced benefits) or after age 67 (full benefits) with ten years of credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1 2/3% of their final rate of earnings, for each year of credited service up to 15 years, and 2% for each year thereafter.

IMRF also provides death and disability benefits. These benefit provisions and all are established by state statute.



**VILLAGE OF BEECHER, ILLINOIS**  
NOTES TO FINANCIAL STATEMENTS (Continued)

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**9. DEFINED BENEFIT PENSION PLANS (Continued)**

a. Plan Descriptions (Continued)

Illinois Municipal Retirement Fund (Continued)

*Contributions*

Participating members are required to contribute 4.50% of their annual salary to IMRF. The Village is required to contribute the remaining amounts necessary to fund IMRF as specified by statute. The employer contribution for the fiscal year ended April 30, 2020 was 8.03% of covered payroll.

*Actuarial Assumptions*

The Village's net pension liability was measured as of December 31, 2019 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation performed as of the same date using the following actuarial methods and assumptions.

Actuarial valuation date	December 31, 2019
Actuarial cost method	Entry-age normal
Assumptions	
Inflation	2.50%
Salary increases	3.35% to 14.25%
Interest rate	7.25%
Asset valuation method	Market value

For nondisabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). IMRF specific rates were developed from the RP-2014 Blue Collar Health Annuitant Mortality Table with adjustments to match current IMRF experience. For disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). IMRF specific rates were developed from the RP-2014 Disabled Retirees Mortality Table applying the same adjustment that were applied for nondisabled lives. For active members, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). IMRF specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.

**VILLAGE OF BEECHER, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

**9. DEFINED BENEFIT PENSION PLANS (Continued)**

a. Plan Descriptions (Continued)

Illinois Municipal Retirement Fund (Continued)

*Discount Rate*

The discount rate used to measure the IMRF total pension liability (asset) was 7.25%. The projection of cash flows used to determine the discount rate assumed that member contributions will be made at the current contribution rate and that the Village contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the Village's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members.

*Changes in the Net Pension Liability*

	(a) Total Pension Liability	(b) Plan Fiduciary Net Position	(a) - (b) Net Pension Liability
BALANCES AT JANUARY 1, 2019	\$ 5,945,015	\$ 5,240,197	\$ 704,818
Changes for the period			
Service cost	135,824	-	135,824
Interest	427,773	-	427,773
Difference between expected and actual experience	(269,010)	-	(269,010)
Employer contributions	-	109,024	(109,024)
Employee contributions	-	64,469	(64,469)
Net investment income	-	937,157	(937,157)
Benefit payments and refunds	(225,222)	(225,222)	-
Other (net transfer)	-	(198,835)	198,835
Net changes	69,365	686,593	(617,228)
BALANCES AT DECEMBER 31, 2019	\$ 6,014,380	\$ 5,926,790	\$ 87,590

**VILLAGE OF BEECHER, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

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**9. DEFINED BENEFIT PENSION PLANS (Continued)**

a. Plan Descriptions (Continued)

Illinois Municipal Retirement Fund (Continued)

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

For the year ended April 30, 2020, the Village recognized pension expense of \$289,909.

At April 30, 2020, the Village reported deferred outflows of resources and deferred inflows of resources related to IMRF from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 74,696	\$ 433,367
Changes in assumption	126,557	91,437
Net difference between projected and actual earnings on pension plan investments	-	220,574
Contributions made subsequent to the measurement date	43,538	-
	<hr/>	<hr/>
TOTAL	\$ 244,791	\$ 745,378

\$43,538 reported as deferred outflows of resources related to pensions resulting from Village contributions subsequent to the measurement date will be recognized as a reduction of net pension liability in the reporting year ending April 30, 2021. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to IMRF will be recognized in pension expense as follows:

Year Ending April 30,	
2021	\$ (170,786)
2022	(169,800)
2023	(54,109)
2024	(119,285)
2025	(30,145)
Thereafter	<hr/> -
TOTAL	<hr/> \$ (544,125) <hr/>

**VILLAGE OF BEECHER, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

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**9. DEFINED BENEFIT PENSION PLANS (Continued)**

a. Plan Descriptions (Continued)

Illinois Municipal Retirement Fund (Continued)

*Discount Rate Sensitivity*

The following is a sensitivity analysis of the net pension liability (asset) to changes in the discount rate. The table below presents the net pension liability (asset) of the Village calculated using the discount rate of 7.25% as well as what the Village's net pension liability (asset) would be if it were calculated using a discount rate that is 1 percentage point lower (6.25%) or 1 percentage point higher (8.25%) than the current rate:

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Net pension liability (asset)	\$ 963,780	\$ 87,590	\$ (621,309)

**10. OTHER POSTEMPLOYMENT BENEFITS**

a. Plan Description

In addition to providing the pension benefits described, the Village provides other postemployment health care benefits (OPEB) for retired employees through a single-employer defined benefit plan (the Plan). The benefits, benefit levels, employee contributions and employer contributions are governed by the Village and can be amended by the Village through its personnel manual and union contracts, except for the implicit subsidy which is governed by the State Legislature and ILCS. The Plan is not accounted for as a trust fund, as an irrevocable trust has not been established to account for the Plan. The Plan does not issue a separate report. The activity of the Plan is reported in the Village's governmental and business-type activities.

b. Benefits Provided

The Village provides pre and post-Medicare postretirement health insurance to retirees, their spouses and dependents (enrolled at time of employee's retirement). To be eligible for benefits, the employee must qualify for retirement under one of the Village's retirement plan (IMRF). The retirees pay the blended premium. Upon a retiree becoming eligible for Medicare, the amount payable under the Village's health plan will be reduced by the amount payable under Medicare for those expenses that are covered under both.

**VILLAGE OF BEECHER, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

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**10. OTHER POSTEMPLOYMENT BENEFITS (Continued)**

c. Membership

At April 30, 2019 (most recent data available), membership consisted of:

Inactive employees currently receiving benefits	2
Active employees	<u>19</u>
<b>TOTAL</b>	<b><u>21</u></b>
Participating employers	<u>1</u>

d. Total OPEB Liability

The Village's total OPEB liability of \$300,693 was measured as of April 30, 2020 and was determined by an actuarial valuation as of May 1, 2019.

e. Actuarial Assumptions and Other Inputs

The total OPEB liability at April 30, 2020 was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified.

Actuarial cost method	Entry-age normal
Actuarial value of assets	Not applicable
Salary increases	4.00%
Discount rate	2.85%
Healthcare cost trend rates	5.00% initial 4.50% ultimate

The discount rate used in the determination of the total OPEB liability is based on the municipal bond rate. The municipal bond rate was based on the index rate for 20-year tax-exempt general obligation municipal bonds rated AA or better at April 30, 2020.

**VILLAGE OF BEECHER, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

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**10. OTHER POSTEMPLOYMENT BENEFITS (Continued)**

f. Changes in the Total OPEB Liability

	<u>Total OPEB Liability</u>
BALANCES AT MAY 1, 2019	<u>\$ 291,194</u>
Changes for the period	
Service cost	8,414
Interest	9,036
Changes in assumptions and other inputs	10,811
Changes in benefit terms	-
Difference between expected and actual experience	-
Benefit payments	(19,393)
Other changes	<u>631</u>
Net changes	<u>9,499</u>
BALANCES AT APRIL 30, 2020	<u><u>\$ 300,693</u></u>

Changes in assumptions related to the discount rate were made since the previous measurement date.

g. Rate Sensitivity

The following is a sensitivity analysis of the total OPEB liability to changes in the discount rate and the healthcare cost trend rate. The table below presents the total OPEB liability of the Village calculated using the discount rate of 2.85% as well as what the Village total OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower (1.85%) or 1 percentage point higher (3.85%) than the current rate:

	1% Decrease (1.85%)	Current Discount Rate (2.85%)	1% Increase (3.85%)
	<hr/>		
Total OPEB liability	\$ 323,405	\$ 300,693	\$ 279,217

**VILLAGE OF BEECHER, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

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**10. OTHER POSTEMPLOYMENT BENEFITS (Continued)**

g. Rate Sensitivity (Continued)

The table below presents the total OPEB liability of the Village calculated using the healthcare rate of 4.50%-5.00% as well as what the Village's total OPEB liability would be if it were calculated using a healthcare rate that is 1 percentage point lower (3.50%-4.00%) or 1 percentage point higher (5.50%-6.00%) than the current rate:

	1% Decrease (3.50%-4.00%)	Current Healthcare Rate (4.50%-5.00%)	1% Increase (5.50%-6.00%)
Total OPEB liability	\$ 270,518	\$ 300,693	\$ 335,812

h. OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

For the year ended April 30, 2020, the Village recognized OPEB expense of \$19,587. Under GASB Statement No. 75, plans that qualify for the Alternative Measurement Method, changes to the OPEB liability are not permitted to be included in deferred outflows of resources or deferred inflows of resources related to OPEB. These changes will be immediately recognized through OPEB expense.

**REQUIRED SUPPLEMENTARY INFORMATION**



**VILLAGE OF BEECHER, ILLINOIS**

SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
GENERAL FUND

For the Year Ended April 30, 2020

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance Over (Under)</u>
<b>REVENUES</b>			
Taxes			
Property taxes	\$ 952,897	\$ 954,391	\$ 1,494
Sales taxes	476,221	466,221	(10,000)
Other taxes	294,735	307,252	12,517
Charges for services			
User fees	102,814	91,363	(11,451)
Licenses and permits	84,564	69,376	(15,188)
Fines and fees	70,952	64,783	(6,169)
Intergovernmental			
Income tax	439,170	472,448	33,278
Other	76,517	46,411	(30,106)
Investment income	3,440	14,038	10,598
Miscellaneous	99,701	37,095	(62,606)
	<hr/>	<hr/>	<hr/>
Total revenues	2,601,011	2,523,378	(77,633)
<b>EXPENDITURES</b>			
Current			
General government			
Administrative	366,383	366,979	596
Comprehensive	84,567	111,579	27,012
Inspectional services	31,604	39,565	7,961
Buildings, public properties and capital improvements	191,839	93,145	(98,694)
Tax rebates and incentives	132,050	98,699	(33,351)
Public safety			
Emergency services and disaster agency	20,728	15,866	(4,862)
Police	1,489,602	1,419,958	(69,644)
Public works			
Health and sanitation	10,700	9,842	(858)
Streets and alleys	364,770	351,662	(13,108)
Culture and recreation			
Parks	25,150	19,321	(5,829)
	<hr/>	<hr/>	<hr/>
Total expenditures	2,717,393	2,526,616	(190,777)
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<hr/>	<hr/>	<hr/>
	(116,382)	(3,238)	113,144
<b>OTHER FINANCING SOURCES (USES)</b>			
Proceeds from sale of capital assets	500	-	(500)
Transfers in	214,626	100,078	(114,548)
Transfers (out)	(98,744)	(80,523)	18,221
	<hr/>	<hr/>	<hr/>
Total other financing sources (uses)	116,382	19,555	(96,827)
NET CHANGE IN FUND BALANCE	<hr/>	<hr/>	<hr/>
	\$ -	16,317	\$ 16,317
FUND BALANCE, MAY 1		<hr/>	
		549,471	
FUND BALANCE, APRIL 30		<hr/>	
		\$ 565,788	

(See independent auditor's report.)

**VILLAGE OF BEECHER, ILLINOIS**

**SCHEDULE OF EMPLOYER CONTRIBUTIONS  
ILLINOIS MUNICIPAL RETIREMENT FUND**

Last Five Fiscal Years

<b>FISCAL YEAR ENDED APRIL 30,</b>	<b>2016</b>	<b>2017</b>	<b>2018</b>	<b>2019</b>	<b>2020</b>
Actuarially determined contribution	\$ 138,843	\$ 142,474	\$ 144,802	\$ 131,444	\$ 112,827
Contributions in relation to the actuarially determined contribution	138,843	142,474	144,802	131,444	112,827
<b>CONTRIBUTION DEFICIENCY (Excess)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
Covered payroll	\$ 1,211,384	\$ 1,243,603	\$ 1,318,081	\$ 1,344,274	\$ 1,501,496
Contributions as a percentage of covered payroll	11.47%	11.44%	10.98%	9.72%	8.03%

Notes to Required Supplementary Information

The information presented was determined as part of the actuarial valuations as of January 1 of the prior calendar year. Additional information as of the latest actuarial valuation presented is as follows: the actuarial cost method was entry-age normal; the amortization method was level percent of pay, closed and the amortization period was 24 years; the asset valuation method was five-year smoothed market; and the significant actuarial assumptions were an investment rate of return at 7.50% annually, projected salary increases assumption of 3.35% to 14.25% compounded annually and postretirement benefit increases of 3% compounded annually.

Ultimately, this schedule should present information for the last ten years. However, until ten years of information can be compiled, information will be presented for as many years as is available.

(See independent auditor's report.)

VILLAGE OF BEECHER, ILLINOIS

SCHEDULE OF CHANGES IN THE EMPLOYER'S NET  
PENSION LIABILITY AND RELATED RATIOS  
ILLINOIS MUNICIPAL RETIREMENT FUND

Last Five Fiscal Years

MEASUREMENT DATE DECEMBER 31,	2015	2016	2017	2018	2019
<b>TOTAL PENSION LIABILITY</b>					
Service cost	\$ 145,091	\$ 140,517	\$ 140,213	\$ 128,439	\$ 135,824
Interest	363,567	378,804	402,973	395,562	427,773
Changes of benefit terms	-	-	-	-	-
Differences between expected and actual experience	(176,431)	(57,240)	(294,067)	114,058	(269,010)
Changes of assumptions	7,594	(15,580)	(175,198)	190,221	-
Benefit payments, including refunds of member contributions	(126,752)	(127,942)	(147,260)	(186,422)	(225,222)
Net change in total pension liability	213,069	318,559	(73,339)	641,858	69,365
Total pension liability - beginning	4,844,868	5,057,937	5,376,496	5,303,157	5,945,015
<b>TOTAL PENSION LIABILITY - ENDING</b>	<b>\$ 5,057,937</b>	<b>\$ 5,376,496</b>	<b>\$ 5,303,157</b>	<b>\$ 5,945,015</b>	<b>\$ 6,014,380</b>
<b>PLAN FIDUCIARY NET POSITION</b>					
Contributions - employer	\$ 135,725	\$ 144,527	\$ 143,385	\$ 142,420	\$ 109,024
Contributions - member	53,623	55,970	58,770	74,454	64,469
Net investment income	21,504	298,969	748,464	(240,427)	937,157
Benefit payments, including refunds of member contributions	(126,752)	(127,942)	(147,260)	(186,422)	(225,222)
Other	(103,690)	36,728	(104,694)	93,330	(198,835)
Net change in plan fiduciary net position	(19,590)	408,252	698,665	(116,645)	686,593
Plan fiduciary net position - beginning	4,269,515	4,249,925	4,658,177	5,356,842	5,240,197
<b>PLAN FIDUCIARY NET POSITION - ENDING</b>	<b>\$ 4,249,925</b>	<b>\$ 4,658,177</b>	<b>\$ 5,356,842</b>	<b>\$ 5,240,197</b>	<b>\$ 5,926,790</b>
<b>EMPLOYER'S NET PENSION LIABILITY (ASSET)</b>	<b>\$ 808,012</b>	<b>\$ 718,319</b>	<b>\$ (53,685)</b>	<b>\$ 704,818</b>	<b>\$ 87,590</b>
Plan fiduciary net position as a percentage of the total pension liability	84.02%	86.64%	101.01%	88.14%	98.54%
Covered payroll	\$ 1,191,617	\$ 1,243,778	\$ 1,294,092	\$ 1,322,367	\$ 1,432,640
Employer's net pension liability (asset) as a percentage of covered payroll	67.81%	57.75%	(4.15%)	53.30%	6.11%

There was a change with respect to actuarial assumptions from 2014 to 2015 to reflect revised expectations with respect to mortality rates, disability rates, turnover rates and retirement rates. There was a change in the discount rate assumption from 2015 to 2016. The price inflation assumption was changed from 2.75% to 2.50%, and the salary increase assumption was changed from 3.75% - 14.50% to 3.39% - 14.25% in 2017. The discount rate assumption was changed from 7.50% to 7.25% in 2018.

Ultimately, this schedule should present information for the last ten years. However, until ten years of information can be compiled, information will be presented for as many years as is available.

(See independent auditor's report.)

**VILLAGE OF BEECHER, ILLINOIS**

**SCHEDULE OF CHANGES IN THE EMPLOYER'S  
TOTAL OPEB LIABILITY AND RELATED RATIOS  
OTHER POSTEMPLOYMENT BENEFIT PLAN**

Last Two Fiscal Years

<b>MEASUREMENT DATE APRIL 30,</b>	<b>2019</b>	<b>2020</b>
<b>TOTAL OPEB LIABILITY</b>		
Service cost	\$ 7,313	\$ 8,414
Interest	9,925	9,036
Changes of assumptions and other inputs	9,221	10,811
Other changes	743	631
Benefit payments	(18,847)	(19,393)
Net change in total OPEB liability	8,355	9,499
Total OPEB liability - beginning	282,839	291,194
<b>TOTAL OPEB LIABILITY - ENDING</b>	<b>\$ 291,194</b>	<b>\$ 300,693</b>
Covered payroll	\$ 1,140,469	\$ 1,229,480
Employer's OPEB liability as a percentage of covered payroll	25.53%	24.46%

2020 and 2019: changes in assumptions related to the discount rate were made since the previous measurement date.

Ultimately, this schedule should present information for the last ten years. However, until ten years of information can be compiled, information will be presented for as many years as is available.

(See independent auditor's report.)

## VILLAGE OF BEECHER, ILLINOIS

### NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

April 30, 2020

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#### **BUDGETS**

Budgets are adopted on a basis consistent with GAAP. Annual appropriated budgets are adopted (at the fund level) for the General, Special Revenue, Debt Service, Capital Projects (except for the Preserve at Cardinal Creek Escrow Fund and Nantucket Escrow Fund), Enterprise and Internal Service Funds. The annual appropriated budget is legally enacted and provides for a legal level of control at the fund level. All annual appropriations lapse at fiscal year end.

All departments of the Village submit proposed operating budgets to the Village Administrator so that a budget may be prepared. The budget is prepared by fund and includes information on the past year, current year estimates and requested appropriations for the next fiscal year.

The proposed budget is presented to the governing body for review. The governing body holds public hearings and can add to, subtract from or change appropriations; but cannot change the form of the budget.

Management cannot amend the total budget for individual funds without seeking the approval of the governing body.

Expenditures cannot legally exceed budgeted appropriations at the fund level, and the Board of Trustees must approve any over expenditures of appropriation or transfers between funds of appropriated amounts. During the year, there was one supplemental appropriation.

**COMBINING AND INDIVIDUAL FUND  
FINANCIAL STATEMENTS AND SCHEDULES**

**NONMAJOR GOVERNMENTAL FUNDS**

VILLAGE OF BEECHER, ILLINOIS

COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS

April 30, 2020

	Special Revenue				
	Motor Fuel Tax	Joint Fuel	July 4th Commission	Beautification	Youth Commission
<b>ASSETS</b>					
Cash and investments	\$ 148,626	\$ 29,076	\$ 36,837	\$ 634	\$ 13,667
Accounts receivable	-	4,817	-	-	-
Intergovernmental receivable	12,928	-	15,000	-	-
<b>TOTAL ASSETS</b>	<b>\$ 161,554</b>	<b>\$ 33,893</b>	<b>\$ 51,837</b>	<b>\$ 634</b>	<b>\$ 13,667</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>					
<b>LIABILITIES</b>					
Accounts payable	\$ 14,491	\$ -	\$ 15,000	\$ -	\$ -
Total liabilities	14,491	-	15,000	-	-
<b>DEFERRED INFLOWS OF RESOURCES</b>					
Unavailable revenue - intergovernmental	-	-	15,000	-	-
<b>FUND BALANCES</b>					
Restricted for					
Public works	147,063	33,893	-	-	-
Specific purposes	-	-	21,837	634	13,667
Debt service	-	-	-	-	-
Assigned for					
Capital projects	-	-	-	-	-
Total fund balances	147,063	33,893	21,837	634	13,667
<b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>	<b>\$ 161,554</b>	<b>\$ 33,893</b>	<b>\$ 51,837</b>	<b>\$ 634</b>	<b>\$ 13,667</b>



<b>Debt Service</b>		<b>Capital Projects</b>			
<b>Debt Service</b>	<b>Public Infrastructure</b>	<b>Preserve at Cardinal Creek Escrow</b>	<b>Nantucket Escrow</b>		<b>Total</b>
\$ 1,320	\$ 397,830	\$ 35,732	\$ 44,622	\$	708,344
-	-	-	-		4,817
-	28,997	-	-		56,925
<b>\$ 1,320</b>	<b>\$ 426,827</b>	<b>\$ 35,732</b>	<b>\$ 44,622</b>	<b>\$</b>	<b>770,086</b>
\$ -	\$ 17,559	\$ -	\$ -	\$	47,050
-	17,559	-	-		47,050
-	-	-	-		15,000
-	-	-	-		180,956
-	-	-	-		36,138
1,320	-	-	-		1,320
-	409,268	35,732	44,622		489,622
1,320	409,268	35,732	44,622		708,036
<b>\$ 1,320</b>	<b>\$ 426,827</b>	<b>\$ 35,732</b>	<b>\$ 44,622</b>	<b>\$</b>	<b>770,086</b>

(See independent auditor's report.)

**VILLAGE OF BEECHER, ILLINOIS**

COMBINING STATEMENT OF REVENUES,  
EXPENDITURES AND CHANGES IN FUND BALANCES  
NONMAJOR GOVERNMENTAL FUNDS

For the Year Ended April 30, 2020

	<b>Special Revenue</b>				
	<b>Motor Fuel Tax</b>	<b>Joint Fuel</b>	<b>July 4th Commission</b>	<b>Beautification</b>	<b>Youth Commission</b>
<b>REVENUES</b>					
Taxes					
Sales tax	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental					
Motor fuel tax allotments	160,854	-	-	-	-
Charges for services	-	165,894	76,359	-	-
Investment income	1,954	565	15	13	255
Miscellaneous	-	-	-	350	6,523
<b>Total revenues</b>	<b>162,808</b>	<b>166,459</b>	<b>76,374</b>	<b>363</b>	<b>6,778</b>
<b>EXPENDITURES</b>					
Current					
Public works	95,659	180,208	-	-	-
Culture and recreation	-	-	101,113	339	5,980
Capital outlay	32,527	-	-	-	-
Debt service					
Principal	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-
<b>Total expenditures</b>	<b>128,186</b>	<b>180,208</b>	<b>101,113</b>	<b>339</b>	<b>5,980</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>34,622</b>	<b>(13,749)</b>	<b>(24,739)</b>	<b>24</b>	<b>798</b>
<b>OTHER FINANCING SOURCES (USES)</b>					
Transfers in	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>NET CHANGE IN FUND BALANCES</b>	<b>34,622</b>	<b>(13,749)</b>	<b>(24,739)</b>	<b>24</b>	<b>798</b>
<b>FUND BALANCES, MAY 1</b>	<b>112,441</b>	<b>47,642</b>	<b>46,576</b>	<b>610</b>	<b>12,869</b>
<b>FUND BALANCES, APRIL 30</b>	<b>\$ 147,063</b>	<b>\$ 33,893</b>	<b>\$ 21,837</b>	<b>\$ 634</b>	<b>\$ 13,667</b>

<b>Debt Service</b>		<b>Capital Projects</b>			
<b>Debt Service</b>	<b>Public Infrastructure</b>	<b>Preserve at Cardinal Creek Escrow</b>	<b>Nantucket Escrow</b>		<b>Total</b>
\$ -	\$ 146,384	\$ -	\$ -	\$ -	\$ 146,384
-	-	-	-	-	160,854
-	-	-	-	-	242,253
142	5,631	580	797	-	9,952
-	-	-	-	-	6,873
142	152,015	580	797	-	566,316
-	19,662	-	-	-	295,529
-	-	-	-	-	107,432
-	78,760	-	5,405	-	116,692
60,000	15,752	-	-	-	75,752
25,023	105	-	-	-	25,128
85,023	114,279	-	5,405	-	620,533
(84,881)	37,736	580	(4,608)	-	(54,217)
80,523	-	-	-	-	80,523
80,523	-	-	-	-	80,523
(4,358)	37,736	580	(4,608)	-	26,306
5,678	371,532	35,152	49,230	-	681,730
\$ 1,320	\$ 409,268	\$ 35,732	\$ 44,622	\$ -	\$ 708,036

(See independent auditor's report.)

**VILLAGE OF BEECHER, ILLINOIS**

**SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
MOTOR FUEL TAX FUND**

For the Year Ended April 30, 2020

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	<b>Original and Final Budget</b>	<b>Actual</b>	<b>Variance Over (Under)</b>
<b>REVENUES</b>			
Intergovernmental			
Motor fuel tax allotments	\$ 110,065	\$ 160,854	\$ 50,789
Investment income	100	1,954	1,854
Miscellaneous	93,392	-	(93,392)
	<hr/>		
Total revenues	203,557	162,808	(40,749)
	<hr/>		
<b>EXPENDITURES</b>			
Public works			
Contractual services	33,350	10,050	(23,300)
Supplies	82,463	85,609	3,146
Capital outlay	87,744	32,527	(55,217)
	<hr/>		
Total expenditures	203,557	128,186	(75,371)
	<hr/>		
NET CHANGE IN FUND BALANCE	\$ -	34,622	\$ 34,622
	<hr/>		
FUND BALANCE, MAY 1		112,441	
	<hr/>		
<b>FUND BALANCE, APRIL 30</b>		<b>\$ 147,063</b>	
	<hr/>		

(See independent auditor's report.)

**VILLAGE OF BEECHER, ILLINOIS**

**SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
JOINT FUEL FUND**

For the Year Ended April 30, 2020

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	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance Over (Under)</u>
<b>REVENUES</b>			
Charges for services	\$ 224,800	\$ 165,894	\$ (58,906)
Investment income	285	565	280
	<hr/>	<hr/>	<hr/>
Total revenues	225,085	166,459	(58,626)
	<hr/>	<hr/>	<hr/>
<b>EXPENDITURES</b>			
Public works			
Supplies	224,800	180,208	(44,592)
	<hr/>	<hr/>	<hr/>
Total expenditures	224,800	180,208	(44,592)
	<hr/>	<hr/>	<hr/>
NET CHANGE IN FUND BALANCE	<u>\$ 285</u>	(13,749)	<u>\$ (14,034)</u>
		<hr/>	
FUND BALANCE, MAY 1		47,642	
		<hr/>	
<b>FUND BALANCE, APRIL 30</b>		<u>\$ 33,893</u>	

(See independent auditor's report.)

**VILLAGE OF BEECHER, ILLINOIS**

**SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
JULY 4TH COMMISSION FUND**

For the Year Ended April 30, 2020

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	<b>Original and Final Budget</b>	<b>Actual</b>	<b>Variance Over (Under)</b>
<b>REVENUES</b>			
Charges for services	\$ 195,000	\$ 76,359	\$ (118,641)
Investment income	-	15	15
Total revenues	<u>195,000</u>	<u>76,374</u>	<u>(118,626)</u>
<b>EXPENDITURES</b>			
Culture and recreation			
Other charges	<u>195,000</u>	<u>101,113</u>	<u>(93,887)</u>
Total expenditures	<u>195,000</u>	<u>101,113</u>	<u>(93,887)</u>
NET CHANGE IN FUND BALANCE	<u>\$ -</u>	<u>(24,739)</u>	<u>\$ (24,739)</u>
FUND BALANCE, MAY 1		<u>46,576</u>	
<b>FUND BALANCE, APRIL 30</b>		<u>\$ 21,837</u>	

(See independent auditor's report.)

**VILLAGE OF BEECHER, ILLINOIS**

**SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
BEAUTIFICATION FUND**

For the Year Ended April 30, 2020

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	<b>Original and Final Budget</b>	<b>Actual</b>	<b>Variance Over (Under)</b>
<b>REVENUES</b>			
Investment income	\$ -	\$ 13	\$ 13
Miscellaneous	10,000	350	(9,650)
Total revenues	10,000	363	(9,637)
<b>EXPENDITURES</b>			
Culture and recreation			
Other charges	10,000	339	(9,661)
Total expenditures	10,000	339	(9,661)
<b>NET CHANGE IN FUND BALANCE</b>	<u>\$ -</u>	24	<u>\$ 24</u>
<b>FUND BALANCE, MAY 1</b>		<u>610</u>	
<b>FUND BALANCE, APRIL 30</b>		<u>\$ 634</u>	

(See independent auditor's report.)

**VILLAGE OF BEECHER, ILLINOIS**

**SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
YOUTH COMMISSION FUND**

For the Year Ended April 30, 2020

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	<b>Original and Final Budget</b>	<b>Actual</b>	<b>Variance Over (Under)</b>
<b>REVENUES</b>			
Investment income	\$ -	\$ 255	\$ 255
Miscellaneous	18,200	6,523	(11,677)
Total revenues	<u>18,200</u>	<u>6,778</u>	<u>(11,422)</u>
<b>EXPENDITURES</b>			
Culture and recreation			
Other charges	<u>18,200</u>	<u>5,980</u>	<u>(12,220)</u>
Total expenditures	<u>18,200</u>	<u>5,980</u>	<u>(12,220)</u>
<b>NET CHANGE IN FUND BALANCE</b>	<u>\$ -</u>	<u>798</u>	<u>\$ 798</u>
<b>FUND BALANCE, MAY 1</b>		<u>12,869</u>	
<b>FUND BALANCE, APRIL 30</b>		<u>\$ 13,667</u>	

(See independent auditor's report.)



**VILLAGE OF BEECHER, ILLINOIS**

**SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
DEBT SERVICE FUND**

For the Year Ended April 30, 2020

	<b>Original and Final Budget</b>	<b>Actual</b>	<b>Variance Over (Under)</b>
<b>REVENUES</b>			
Investment income	\$ -	\$ 142	\$ 142
Total revenues	-	142	142
<b>EXPENDITURES</b>			
Debt service			
Principal	85,090	60,000	(25,090)
Interest	-	25,023	25,023
Total expenditures	85,090	85,023	(67)
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(85,090)	(84,881)	209
<b>OTHER FINANCING SOURCES</b>			
Transfers in	85,090	80,523	(4,567)
Total other financing sources	85,090	80,523	(4,567)
NET CHANGE IN FUND BALANCE	\$ -	(4,358)	\$ (4,358)
FUND BALANCE, MAY 1		5,678	
<b>FUND BALANCE, APRIL 30</b>		<b>\$ 1,320</b>	

(See independent auditor's report.)

**VILLAGE OF BEECHER, ILLINOIS**

**SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
PUBLIC INFRASTRUCTURE FUND**

For the Year Ended April 30, 2020

	<b>Original and Final Budget</b>	<b>Actual</b>	<b>Variance Over (Under)</b>
<b>REVENUES</b>			
Intergovernmental			
Sales taxes	\$ 158,772	\$ 146,384	\$ (12,388)
Grants	246,400	-	(246,400)
Investment income	500	5,631	5,131
Total revenues	405,672	152,015	(253,657)
<b>EXPENDITURES</b>			
Current			
Public works			
Contractual services	308,000	19,662	(288,338)
Capital outlay	81,826	78,760	(3,066)
Debt service			
Principal	15,846	15,752	(94)
Interest	-	105	105
Total expenditures	405,672	114,279	(291,393)
NET CHANGE IN FUND BALANCE	\$ -	37,736	\$ 37,736
FUND BALANCE, MAY 1		371,532	
<b>FUND BALANCE, APRIL 30</b>		<b>\$ 409,268</b>	

(See independent auditor's report.)

## **ENTERPRISE FUNDS**

VILLAGE OF BEECHER, ILLINOIS

COMBINING SCHEDULE OF NET POSITION - BY SUBFUND  
WATER AND SEWER FUND

April 30, 2020

	Water	Sewer	Total
<b>CURRENT ASSETS</b>			
Cash and investments	\$ 854,469	\$ 338,397	\$ 1,192,866
Receivables			
Taxes	14,499	28,488	42,987
Accounts	133,831	101,353	235,184
Due from other governments	-	657,305	657,305
Prepays	18,670	12,447	31,117
<b>Total current assets</b>	<b>1,021,469</b>	<b>1,137,990</b>	<b>2,159,459</b>
<b>CAPITAL ASSETS</b>			
Capital assets not being depreciated	69,255	-	69,255
Capital assets being depreciated	7,983,719	18,403,179	26,386,898
Accumulated depreciation	(2,598,793)	(4,700,387)	(7,299,180)
<b>Net capital assets</b>	<b>5,454,181</b>	<b>13,702,792</b>	<b>19,156,973</b>
<b>Total assets</b>	<b>6,475,650</b>	<b>14,840,782</b>	<b>21,316,432</b>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>			
Pension items - IMRF	43,069	27,662	70,731
Asset retirement obligation	118,800	-	118,800
<b>Total deferred outflows of resources</b>	<b>161,869</b>	<b>27,662</b>	<b>189,531</b>
<b>Total assets and deferred outflows of resources</b>	<b>6,637,519</b>	<b>14,868,444</b>	<b>21,505,963</b>
<b>CURRENT LIABILITIES</b>			
Accounts payable	22,165	761,172	783,337
Accrued payroll	4,236	3,755	7,991
Accrued interest	2,706	-	2,706
Due to other funds	47,103	80,434	127,537
Current portion of long-term debt	49,270	-	49,270
Current portion of total OPEB liability	2,684	3,493	6,177
<b>Total current liabilities</b>	<b>128,164</b>	<b>848,854</b>	<b>977,018</b>
<b>NONCURRENT LIABILITIES</b>			
IEPA loan payable	940,680	10,130,730	11,071,410
Net pension liability	17,971	4,751	22,722
Total OPEB liability	42,310	41,897	84,207
Asset retirement obligation	120,000	-	120,000
<b>Total noncurrent liabilities</b>	<b>1,120,961</b>	<b>10,177,378</b>	<b>11,298,339</b>
<b>Total liabilities</b>	<b>1,249,125</b>	<b>11,026,232</b>	<b>12,275,357</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Pension items - IMRF	121,137	104,345	225,482
<b>Total deferred inflows of resources</b>	<b>121,137</b>	<b>104,345</b>	<b>225,482</b>
<b>Total liabilities and deferred inflows of resources</b>	<b>1,370,262</b>	<b>11,130,577</b>	<b>12,500,839</b>
<b>NET POSITION</b>			
Net investment in capital assets	4,464,231	3,572,062	8,036,293
Unrestricted	803,026	165,805	968,831
<b>TOTAL NET POSITION</b>	<b>\$ 5,267,257</b>	<b>\$ 3,737,867</b>	<b>\$ 9,005,124</b>

(See independent auditor's report.)

**VILLAGE OF BEECHER, ILLINOIS**

COMBINING SCHEDULE OF REVENUES, EXPENSES AND  
CHANGES IN NET POSITION - BY SUBFUND  
WATER AND SEWER FUND

For the Year Ended April 30, 2020

	<u>Water</u>	<u>Sewer</u>	<u>Total</u>
<b>OPERATING REVENUES</b>			
Utility sales	\$ 710,605	\$ 614,534	\$ 1,325,139
Total operating revenues	<u>710,605</u>	<u>614,534</u>	<u>1,325,139</u>
<b>OPERATING EXPENSES</b>			
Salaries and benefits	367,800	304,909	672,709
Building and equipment maintenance	122,762	44,043	166,805
Utilities	36,354	64,999	101,353
Contractual services	132,159	181,707	313,866
Other supplies	40,472	426	40,898
Other operating expenses	7,096	20,547	27,643
Capital outlay	53,395	96,000	149,395
Depreciation	169,912	211,821	381,733
Total operating expenses	<u>929,950</u>	<u>924,452</u>	<u>1,854,402</u>
OPERATING INCOME (LOSS)	<u>(219,345)</u>	<u>(309,918)</u>	<u>(529,263)</u>
<b>NON-OPERATING REVENUES (EXPENSES)</b>			
Investment income	10,827	14,572	25,399
Utility tax	-	190,523	190,523
Sales tax	73,192	73,192	146,384
Connection fees	5,715	-	5,715
Other income	14,752	9,832	24,584
Interest expense	(20,490)	(98,975)	(119,465)
Total non-operating revenues (expenses)	<u>83,996</u>	<u>189,144</u>	<u>273,140</u>
INCOME (LOSS) BEFORE TRANSFERS	<u>(135,349)</u>	<u>(120,774)</u>	<u>(256,123)</u>
<b>TRANSFERS</b>			
Intrafund transfers	444,480	(444,480)	-
Transfers (out)	-	(100,078)	(100,078)
Total transfers	<u>444,480</u>	<u>(544,558)</u>	<u>(100,078)</u>
CHANGE IN NET POSITION	309,131	(665,332)	(356,201)
NET POSITION, MAY 1	<u>4,958,126</u>	<u>4,403,199</u>	<u>9,361,325</u>
<b>NET POSITION, APRIL 30</b>	<u><u>\$ 5,267,257</u></u>	<u><u>\$ 3,737,867</u></u>	<u><u>\$ 9,005,124</u></u>

(See independent auditor's report.)

**VILLAGE OF BEECHER, ILLINOIS**

**COMBINING SCHEDULE OF CASH FLOWS - BY SUBFUND  
WATER AND SEWER FUND**

For the Year Ended April 30, 2020

	<u>Water</u>	<u>Sewer</u>	<u>Total</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Receipts from customers and users	\$ 740,147	\$ 632,498	\$ 1,372,645
Payments to suppliers	(481,834)	(302,752)	(784,586)
Payments to employees	(343,942)	(282,982)	(626,924)
	<hr/>	<hr/>	<hr/>
Net cash from operating activities	(85,629)	46,764	(38,865)
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>			
Taxes	77,811	268,334	346,145
Transfer (out)	-	(100,078)	(100,078)
Intrafund transfers	444,480	(444,480)	-
	<hr/>	<hr/>	<hr/>
Net cash from noncapital financing activities	522,291	(276,224)	246,067
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Interest received	10,827	14,572	25,399
	<hr/>	<hr/>	<hr/>
Net cash from investing activities	10,827	14,572	25,399
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>			
IEPA loan proceeds	-	4,252,414	4,252,414
Principal payments	(398,972)	(59,199)	(458,171)
Interest payments	(24,550)	(98,975)	(123,525)
Purchase of capital assets	(77,846)	(4,252,414)	(4,330,260)
	<hr/>	<hr/>	<hr/>
Net cash from capital and related financing activities	(501,368)	(158,174)	(659,542)
NET DECREASE IN CASH AND CASH EQUIVALENTS	(53,879)	(373,062)	(426,941)
CASH AND CASH EQUIVALENTS, MAY 1	908,348	711,459	1,619,807
	<hr/>	<hr/>	<hr/>
<b>CASH AND CASH EQUIVALENTS, APRIL 30</b>	<b>\$ 854,469</b>	<b>\$ 338,397</b>	<b>\$ 1,192,866</b>
	<hr/>	<hr/>	<hr/>

(This schedule is continued on the following page.)

**VILLAGE OF BEECHER, ILLINOIS**

COMBINING SCHEDULE OF CASH FLOWS - BY SUBFUND (Continued)  
WATER AND SEWER FUND

For the Year Ended April 30, 2020

	<b>Water</b>	<b>Sewer</b>	<b>Total</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Operating income (loss)	\$ (219,345)	\$ (309,918)	\$ (529,263)
Adjustments to reconcile operating income (loss) to net cash from operating activities			
Depreciation	169,912	211,821	381,733
Connection fees	5,715	-	5,715
Other income	14,752	9,832	24,584
(Increase) decrease in			
Receivables	15,963	15,920	31,883
IPBC terminal reserve	(6,888)	(7,788)	(14,676)
Accounts payable	(96,979)	100,845	3,866
Accrued payroll	(5,666)	(5,720)	(11,386)
Prepaid expenses	6,183	4,125	10,308
Asset retirement obligation	1,200	-	1,200
Pension items - IMRF	28,209	25,936	54,145
OPEB items	1,315	1,711	3,026
Total adjustments	133,716	356,682	490,398
<b>NET CASH FROM OPERATING ACTIVITIES</b>	<b>\$ (85,629)</b>	<b>\$ 46,764</b>	<b>\$ (38,865)</b>
<b>NONCASH TRANSACTIONS</b>			
Grant receivable	\$ -	\$ 657,305	657,305
IEPA loan payable	-	(657,305)	(657,305)
<b>TOTAL NONCASH TRANSACTIONS</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

(See independent auditor's report.)

**VILLAGE OF BEECHER, ILLINOIS**

SCHEDULE OF REVENUES, EXPENSES AND  
CHANGES IN NET POSITION - BUDGET AND ACTUAL  
WATER FUND

For the Year Ended April 30, 2020

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance Over (Under)</u>
<b>OPERATING REVENUES</b>			
Water fees	\$ 756,902	\$ 699,619	\$ (57,283)
Water tap in fees	-	10,986	10,986
Total operating revenues	<u>756,902</u>	<u>710,605</u>	<u>(46,297)</u>
<b>OPERATING EXPENSES</b>			
Salaries and benefits	318,619	367,800	49,181
Building and equipment maintenance	125,461	122,762	(2,699)
Utilities	39,300	36,354	(2,946)
Contractual services	769,929	132,159	(637,770)
Other supplies	39,326	40,472	1,146
Other operating expenses	8,775	7,096	(1,679)
Capital outlay	-	53,395	53,395
Depreciation	-	169,912	169,912
Total operating expenses	<u>1,301,410</u>	<u>929,950</u>	<u>(371,460)</u>
OPERATING INCOME (LOSS)	<u>(544,508)</u>	<u>(219,345)</u>	<u>325,163</u>
<b>NON-OPERATING REVENUES (EXPENSES)</b>			
Investment income	1,645	10,827	9,182
Sales tax	79,386	73,192	(6,194)
Other income	528,171	14,752	(513,419)
Connection fees	3,750	5,715	1,965
Interest expense	(423,793)	(20,490)	403,303
Total non-operating revenues (expenses)	<u>189,159</u>	<u>83,996</u>	<u>(105,163)</u>
INCOME (LOSS) BEFORE TRANSFERS	<u>(355,349)</u>	<u>(135,349)</u>	<u>220,000</u>
<b>TRANSFERS</b>			
Intrafund transfer in	-	444,480	444,480
Total transfers	<u>-</u>	<u>444,480</u>	<u>444,480</u>
CHANGE IN NET POSITION	<u>\$ (355,349)</u>	309,131	<u>\$ 664,480</u>
NET POSITION, MAY 1		<u>4,958,126</u>	
NET POSITION, APRIL 30		<u>\$ 5,267,257</u>	

(See independent auditor's report.)



**VILLAGE OF BEECHER, ILLINOIS**

SCHEDULE OF REVENUES, EXPENSES AND  
CHANGES IN NET POSITION - BUDGET AND ACTUAL  
SEWER FUND

For the Year Ended April 30, 2020

	<b>Original and Final Budget</b>	<b>Actual</b>	<b>Variance Over (Under)</b>
<b>OPERATING REVENUES</b>			
Sewer and debt service fees	\$ 619,328	\$ 578,208	\$ (41,120)
Lift station fees	12,900	12,488	(412)
Sewer tap in fees	-	23,838	23,838
Total operating revenues	<u>632,228</u>	<u>614,534</u>	<u>(17,694)</u>
<b>OPERATING EXPENSES</b>			
Salaries and benefits	276,352	304,909	28,557
Building and equipment maintenance	51,189	44,043	(7,146)
Utilities	65,496	64,999	(497)
Contractual services	119,939	181,707	61,768
Other supplies	900	426	(474)
Other operating expenses	22,400	20,547	(1,853)
Capital outlay	9,662,714	96,000	(9,566,714)
Depreciation	-	211,821	211,821
Total operating expenses	<u>10,198,990</u>	<u>924,452</u>	<u>(9,274,538)</u>
OPERATING INCOME (LOSS)	<u>(9,566,762)</u>	<u>(309,918)</u>	<u>9,256,844</u>
<b>NON-OPERATING REVENUES (EXPENSES)</b>			
Investment income	2,350	14,572	12,222
Utility tax	188,000	190,523	2,523
Sales tax	79,386	73,192	(6,194)
Other income	20,100	9,832	(10,268)
Loan proceeds	10,000,000	-	(10,000,000)
Interest expense	(112,000)	(98,975)	13,025
Total non-operating revenues (expenses)	<u>10,177,836</u>	<u>189,144</u>	<u>(9,988,692)</u>
INCOME (LOSS) BEFORE TRANSFERS	<u>611,074</u>	<u>(120,774)</u>	<u>(731,848)</u>
<b>TRANSFERS</b>			
Intrafund transfer (out)	-	(444,480)	(444,480)
Transfers (out)	(255,725)	(100,078)	155,647
Total transfers	<u>(255,725)</u>	<u>(544,558)</u>	<u>(288,833)</u>
CHANGE IN NET POSITION	<u>\$ 355,349</u>	<u>(665,332)</u>	<u>\$ (1,020,681)</u>
NET POSITION, MAY 1		<u>4,403,199</u>	
NET POSITION, APRIL 30		<u>\$ 3,737,867</u>	

(See independent auditor's report.)

**VILLAGE OF BEECHER, ILLINOIS**

**SCHEDULE OF REVENUES, EXPENSES AND  
CHANGES IN NET POSITION - BUDGET AND ACTUAL  
REFUSE FUND**

For the Year Ended April 30, 2020

	<b>Original and Final Budget</b>	<b>Actual</b>	<b>Variance Over (Under)</b>
<b>OPERATING REVENUES</b>			
Refuse charges	\$ 350,619	\$ 353,231	\$ 2,612
Total operating revenues	<u>350,619</u>	<u>353,231</u>	<u>2,612</u>
<b>OPERATING EXPENSES</b>			
Contractual services	327,565	325,713	(1,852)
Other supplies	8,000	6,391	(1,609)
Capital outlay	25,936	25,936	-
Total operating expenses	<u>361,501</u>	<u>358,040</u>	<u>(3,461)</u>
OPERATING INCOME (LOSS)	<u>(10,882)</u>	<u>(4,809)</u>	<u>6,073</u>
<b>NON-OPERATING REVENUES (EXPENSES)</b>			
Investment income	503	1,182	679
Other income	10,882	5,942	(4,940)
Total non-operating revenues (expenses)	<u>11,385</u>	<u>7,124</u>	<u>(4,261)</u>
CHANGE IN NET POSITION	<u>\$ 503</u>	<u>2,315</u>	<u>\$ 1,812</u>
NET POSITION, MAY 1		<u>119,429</u>	
NET POSITION, APRIL 30		<u>\$ 121,744</u>	

(See independent auditor's report.)

**INTERNAL SERVICE FUND**

**VILLAGE OF BEECHER, ILLINOIS**

**SCHEDULE OF REVENUES, EXPENSES AND  
CHANGES IN NET POSITION - BUDGET AND ACTUAL  
CAPITAL EQUIPMENT REPLACEMENT FUND**

For the Year Ended April 30, 2020

	<b>Original and Final Budget</b>	<b>Actual</b>	<b>Variance Over (Under)</b>
<b>OPERATING REVENUES</b>			
Interfund services	\$ 92,069	\$ 92,189	\$ 120
Total operating revenues	92,069	92,189	120
<b>OPERATING EXPENSES</b>			
Capital outlay	99,669	56,533	(43,136)
Total operating expenses	99,669	56,533	(43,136)
OPERATING INCOME (LOSS)	(7,600)	35,656	43,256
<b>NON-OPERATING REVENUES (EXPENSES)</b>			
Other income	7,500	-	(7,500)
Investment income	100	905	805
Total non-operating revenues (expenses)	7,600	905	(6,695)
CHANGE IN NET POSITION	\$ -	36,561	\$ 36,561
NET POSITION, MAY 1		251,711	
NET POSITION, APRIL 30		\$ 288,272	

(See independent auditor's report.)

**SUPPLEMENTAL INFORMATION**

**VILLAGE OF BEECHER, ILLINOIS**

**LONG-TERM DEBT REQUIREMENTS  
GENERAL OBLIGATION REFUNDING BONDS, SERIES 2017**

April 30, 2020

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Date of Issue	March 1, 2017
Date of Maturity	January 15, 2032
Authorized Issue	\$1,030,000
Interest Rates	2.60%
Interest Dates	January 15 and July 15
Principal Maturity Date	January 15

**CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS**

<b>Fiscal Year</b>	<b>Tax Levy</b>		
	<b>Principal</b>	<b>Interest</b>	<b>Total</b>
2021	\$ 65,000	\$ 23,530	\$ 88,530
2022	65,000	21,840	86,840
2023	65,000	20,150	85,150
2024	70,000	18,460	88,460
2025	70,000	16,640	86,640
2026	75,000	14,820	89,820
2027	75,000	12,870	87,870
2028	75,000	10,920	85,920
2029	80,000	8,970	88,970
2030	80,000	6,890	86,890
2031	85,000	4,810	89,810
2032	100,000	2,600	102,600
	<u>\$ 905,000</u>	<u>\$ 162,500</u>	<u>\$ 1,067,500</u>

(See independent auditor's report.)

**VILLAGE OF BEECHER, ILLINOIS**

**LONG-TERM DEBT REQUIREMENTS  
IEPA LOAN PAYABLE OF 2017 (LOAN #L174036)**

April 30, 2020

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Date of Issue	September 3, 2017
Date of Maturity	September 3, 2037
Authorized Issue	\$1,087,891
Interest Rates	1.64%
Interest Dates	September 3 and March 3
Principal Maturity Date	September 3 and March 3

**CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS**

<b>Fiscal Year</b>	<b>Principal</b>	<b>Interest</b>	<b>Total</b>
2021	\$ 49,270	\$ 16,034	\$ 65,304
2022	50,081	15,223	65,304
2023	50,906	14,398	65,304
2024	51,745	13,559	65,304
2025	52,596	12,708	65,304
2026	53,462	11,842	65,304
2027	54,342	10,962	65,304
2028	55,238	10,066	65,304
2029	56,147	9,157	65,304
2030	57,074	8,230	65,304
2031	58,011	7,293	65,304
2032	58,967	6,337	65,304
2033	59,938	5,366	65,304
2034	60,925	4,379	65,304
2035	61,929	3,375	65,304
2036	62,949	2,355	65,304
2037	63,985	1,319	65,304
2038	32,385	269	32,654
	<u>\$ 989,950</u>	<u>\$ 152,872</u>	<u>\$ 1,142,822</u>

(See independent auditor's report.)

**VILLAGE OF BEECHER, ILLINOIS**

**LONG-TERM DEBT REQUIREMENTS  
IEPA LOAN PAYABLE OF 2018 (LOAN #L172448)**

April 30, 2020

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Date of Issue	July 9, 2019
Date of Maturity	July 9, 2049
Authorized Issue	\$10,300,000
Interest Rates	1.12%
Interest Dates	January 9 and July 9
Principal Maturity Date	January 9 and July 9

**CURRENT AND FUTURE PRINCIPAL AND INTEREST REQUIREMENTS**

<b>Fiscal Year</b>	<b>Principal</b>	<b>Interest</b>	<b>Total</b>
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FINAL DEBT SERVICE TO MATURITY NOT AVAILABLE AT APRIL 30

(See independent auditor's report.)



**VILLAGE OF BEECHER, ILLINOIS**

**ILLINOIS GRANT ACCOUNTABILITY AND TRANSPARENCY ACT  
CONSOLIDATED YEAR END FINANCIAL REPORT**

For the Year Ended April 30, 2020

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<b>CSFA Number</b>	<b>Program Name</b>	<b>State</b>	<b>Federal</b>	<b>Other</b>	<b>Total</b>
494-00-1488	Motor Fuel Tax Program	\$ 128,186	\$ -	\$ -	\$ 128,186
532-60-0377*	USEPA Capitalization Grants for Clean Water State Revolving Funds	3,734,969	339,147	-	4,074,116
	Other grant programs and activities	-	82,381	-	82,381
	All other costs not allocated	-	-	1,545,358	1,545,358
	<b>TOTALS</b>	<u>\$ 3,863,155</u>	<u>\$ 421,528</u>	<u>\$ 1,545,358</u>	<u>\$ 5,830,041</u>

\*CSFA Number 532-60-0377 is included on this schedule, however, all expenses above were capitalized by the Village for the fiscal year ended April 30, 2020.

(See independent auditor's report.)

**SUPPLEMENTARY INFORMATION**

VILLAGE OF BEECHER, ILLINOIS

ASSESSED VALUATIONS, TAX RATES, TAX EXTENSIONS AND TAX COLLECTIONS

Last Ten Levy Years

	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
<b>ASSESSED VALUATION</b>	\$ 121,238,766	\$ 112,292,130	\$ 104,589,158	\$ 96,955,460	\$ 93,015,518	\$ 92,054,706	\$ 92,588,237	\$ 93,657,407	\$ 97,352,724	\$ 103,177,439
<b>TAX RATES</b>										
Corporate	0.2652	0.2955	0.3173	0.3423	0.3568	0.3605	0.3584	0.3543	0.3409	0.3216
Police Protection	0.0637	0.0702	0.0754	0.0813	0.0847	0.0856	0.1125	0.1112	0.1070	0.1115
Bond and Interest	0.0583	0.0625	0.0666	0.0764	0.0788	0.0841	0.0928	0.0933	0.0875	0.0859
Audit	0.0063	0.0069	0.0074	0.0079	0.0083	0.0083	0.0083	0.0082	0.0079	0.0075
Liability Insurance	0.0295	0.0354	0.0380	0.0410	0.0427	0.0431	0.0429	0.0424	0.0408	0.0408
ESDA	0.0009	0.0010	0.0011	0.0012	0.0012	0.0012	0.0012	0.0012	0.0012	0.0011
IMRF	0.0504	0.0545	0.0585	0.0631	0.0657	0.0664	0.0660	0.0653	0.0628	0.0593
Social Security	0.0530	0.0534	0.0573	0.0618	0.0644	0.0651	0.0647	0.0640	0.0616	0.0581
Public Benefits	0.0205	0.0226	0.0243	0.0262	0.0273	0.0276	-	-	-	-
<b>TOTAL TAX RATES</b>	<b>0.5478</b>	<b>0.6020</b>	<b>0.6459</b>	<b>0.7012</b>	<b>0.7299</b>	<b>0.7419</b>	<b>0.7468</b>	<b>0.7399</b>	<b>0.7097</b>	<b>0.6858</b>
<b>TAX EXTENSIONS</b>										
Corporate	\$ 321,525	\$ 331,823	\$ 331,861	\$ 331,879	\$ 331,879	\$ 331,857	\$ 331,836	\$ 331,828	\$ 331,875	\$ 331,819
Police Protection	77,229	78,829	78,860	78,825	78,784	78,799	104,162	104,147	104,167	115,043
Bond and Interest	70,682	70,183	69,656	74,074	73,296	77,418	85,922	87,383	85,184	88,629
Audit	7,638	7,748	7,740	7,659	7,720	7,640	7,685	7,680	7,691	7,738
Liability Insurance	35,765	39,751	39,744	39,752	39,718	39,676	39,720	39,711	39,720	39,723
ESDA	1,091	1,123	1,150	1,163	1,116	1,105	1,111	1,124	1,168	1,135
IMRF	61,104	61,199	61,185	61,179	61,111	61,124	61,108	61,158	61,138	61,184
Social Security	64,257	59,964	59,930	59,918	59,902	59,928	59,905	59,941	59,969	59,946
Public Benefits	24,854	25,378	25,415	25,402	25,393	25,407	-	-	-	-
<b>TOTAL TAX EXTENSIONS</b>	<b>\$ 664,145</b>	<b>\$ 675,998</b>	<b>\$ 675,541</b>	<b>\$ 679,851</b>	<b>\$ 678,919</b>	<b>\$ 682,954</b>	<b>\$ 691,449</b>	<b>\$ 692,972</b>	<b>\$ 690,912</b>	<b>\$ 705,217</b>
<b>TAX COLLECTIONS</b>										
General Fund	\$ 605,909	\$ 605,885	\$ 598,223	\$ 597,167	\$ 604,241	\$ 613,045	\$ 604,792	\$ 604,053	\$ 607,384	N/A
Bond and Interest Fund	70,682	69,656	69,574	74,018	73,129	78,378	85,913	87,160	85,183	N/A
Subtotal - Village	676,591	675,541	667,797	671,185	677,370	691,423	690,705	691,213	692,567	N/A
Road and Bridge - Township Levy	253,009	257,499	254,551	257,107	263,653	267,287	262,460	260,828	261,824	N/A
<b>TOTAL TAX COLLECTIONS</b>	<b>\$ 929,600</b>	<b>\$ 933,040</b>	<b>\$ 922,348</b>	<b>\$ 928,292</b>	<b>\$ 941,023</b>	<b>\$ 958,710</b>	<b>\$ 953,165</b>	<b>\$ 952,041</b>	<b>\$ 954,391</b>	<b>N/A</b>
<b>PERCENTAGE COLLECTED</b>	<b>101.87%</b>	<b>99.93%</b>	<b>98.85%</b>	<b>98.73%</b>	<b>99.77%</b>	<b>101.24%</b>	<b>99.89%</b>	<b>99.75%</b>	<b>100.24%</b>	<b>N/A</b>

N/A - Not Available

(See independent auditor's report.)